



2024-2025 Budget Presentation #3

June 25, 2024



You Belong • Tú Perteneces

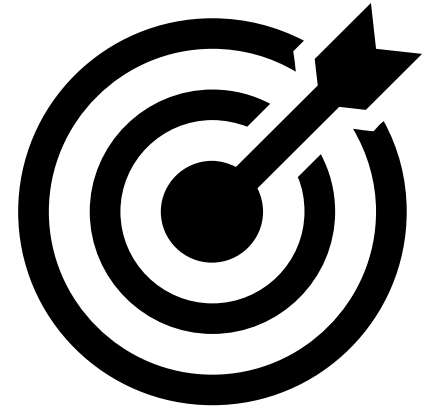


Purpose

- Present the 2024-2025 General Fund budget with three years forecasted
- Present the near final 2024-2025 budgets with three years forecasted for the remaining funds:
 - Capital Projects
 - Debt Service
 - Associated Student Body (ASB)
 - Transportation Vehicle Fund
- Map out next steps in the budget development and adoption process

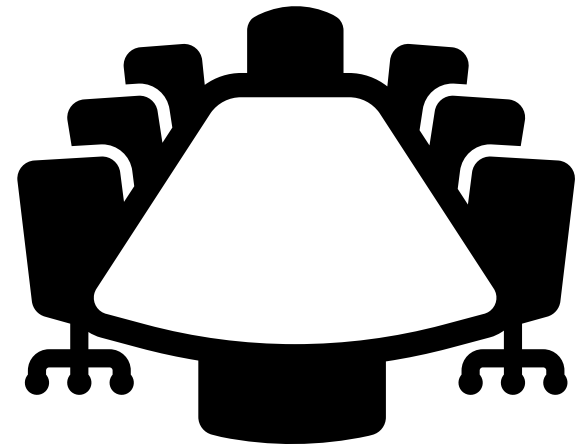
Roles of a Budget

- **Legal Compliance**
 - Sets legal spending limits for each fund
 - Sets for expected resources used for those spending limits
- **Internal Control**
 - Framework for continuous monitoring for each program
- **Financial Plan**
 - Reflects district priorities
 - Consistent, principled guide to operations



Roles of the Board

- Approve expenditure authority for all five funds
- Approve other financial needs:
 - Levy
 - Bond



Designated Funds

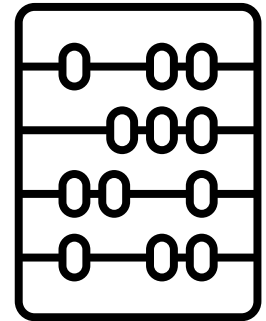
- **General Fund**
Normal and recurring operations, for all resources not required to be recorded in one of the other funds
- **Capital Projects Fund**
Long-lived, capital improvements
- **Debt Service Fund**
Redemption of outstanding bonds
- **Associated Student Body Fund**
Students' interests: for cultural, athletic, recreational and social uses
- **Transportation Vehicle Fund**
Purchase and major repair of pupil transportation equipment

2024-25 Budgets – All Funds

	General Fund	Capital Projects Fund	Debt Service Fund	ASB Fund	Transportation Vehicle Fund
5% Reserves	16,553,948				
Assigned Reserves	5,793,934				
Carryover	-				
Beginning Fund Balance	22,347,882	119,000,000	9,800,000	1,500,000	3,500,000
Add Revenues	331,078,950	33,000,000	30,185,000	7,842,437	2,100,000
Add Transfers In					
Total Resources Available	353,426,832	152,000,000	39,985,000	9,342,437	5,600,000
Less Expenditures	(331,078,950)	(141,500,000)	(28,223,675)	(7,595,437)	(3,485,000)
Less Transfers Out	-	-	-	-	-
Ending Fund Balance	22,347,882	10,500,000	11,761,325	1,747,000	2,115,000

General Fund Assumptions

- Enrollment is flat, meaning we built the budget using this year's average annual student enrollment, no increases in budget
- Interest rates on deposits remain favorable and should be similar to the prior year
- SEBB medical benefits funding will increase in September from \$1,100 per state funded FTE to \$1,178
- PSD's payment to the state for SEBB medical benefits will be \$1,178 per each employee that qualifies (630+ hours/year)



General Fund Assumptions

- Fund balance management (retain board directed 5% reserves and special purpose assignments)
- IPD (inflation) for salaries is 3.7% for the 2024-2025 school year
- IPD increases from the state for MSOCs is 1.9%
- Ongoing revenues cover ongoing expenditures
- Mid-level salary placement for to-be-hired (TBH) positions
- Optimize K-3 class size ratio and funding by staffing at a class size of 17:1



General Fund Change in Fund Balance

General Fund Change in Fund Balance

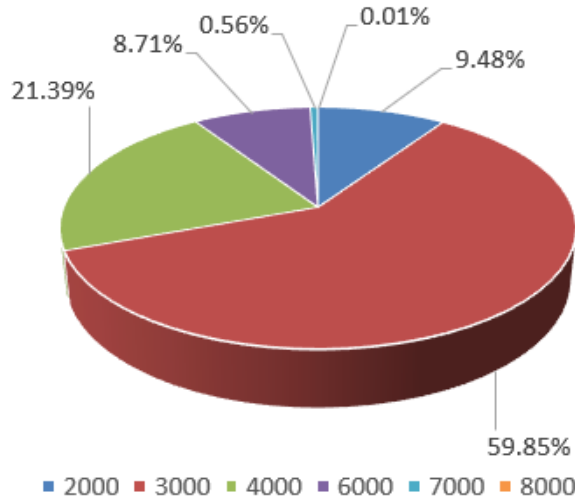
Estimated Ending Fund Balance 8/31/24	22,347,882
Add: Prior Year Carryover Planned Use	-
Estimated Beginning Fund Balance 9/1/24	22,347,882
 Add: On-going revenues 24-25	 331,078,950
Less: On-going expenditures 24-25	(331,078,950)
Less: One-time expenditure	-
Estimated Ending Fund Balance 8/31/25	22,347,882

Fund Balance Allocations

Unassigned 5% Reserves per Board	16,553,948
Assigned - Instruction Materials Adoption	700,000
Assigned - Computer Replacement	1,250,000
Assigned - Bus Replacement	800,000
Assigned - Athletics/Visual Performing Arts	1,000,000
Assigned - Classroom Space/New Building Operations	543,934
Assigned - Future Legislative Action	1,250,000
Assigned - Delta HS Fund Balance	250,000
Total Allocations	22,347,882

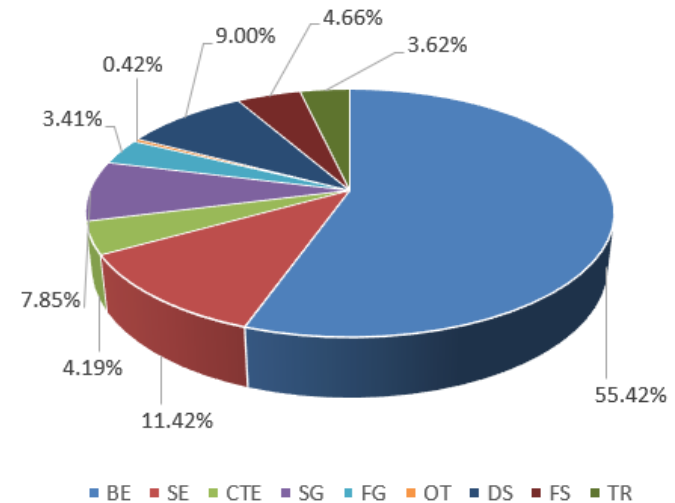
2024-25 General Fund Revenues & Expenses

FY 2024-2025 BUDGET



LOCAL FUNDS	2000	\$ 31,383,000
APPORTIONMENT	3000	198,143,104
STATE GRANTS	4000	70,826,846
FEDERAL GRANTS	6000	28,826,000
OTHER SCHOOL DIST	7000	1,860,000
OTHER SOURCES	8000	40,000
		\$ 331,078,950

FY 2024-2025 BUDGET



BASIC EDUCATION	BE	\$ 183,484,983
SPECIAL EDUCATION	SE	37,803,102
CTE PROGRAM	CTE	13,886,585
STATE GRANTS	SG	25,989,841
FEDERAL GRANTS	FG	11,293,037
OTHER INSTRUCTIONAL	OT	1,378,006
DISTRICT WIDE SUPPORT	DS	29,802,843
NUTRITION SERVICES	FS	15,443,877
PUPIL TRANSPORTATION	TR	11,996,676
		\$ 331,078,950

2024-25 General Fund Revenue & Expense +/-

Revenue Increase (Decrease)

State Apportionment Increase	9,086,000
No enrollment growth over 23-24	
Para & Office staff multiplier increases	
PSES staff funding increases	
3.7% increase to state funded FTE salaries	
2.1% increase in MSOC multipliers	
K-3 class size funding @17.00	
Levy	4,057,400
Special Education	2,992,500
Bilingual	1,271,500
Learning Assistance (LAP)	872,300
Food Service	634,500
Transportation	147,900
Title I	(720,000)
Levy equalization (LEA)	(957,300)
ESSER funding	(1,000,000)

Expenditure Increase (Decrease)

BEA Certificated, classified salaries and benefits	16,000,000
Salary increases	
Step progression	
Materials, supplies, and operating costs	
Special Education	2,300,000
Learning Assistance (LAP)	872,300
Transportation	147,900
Food Service	131,000
Title I	(720,000)
ESSER Funding	(1,000,000)

MSOC Reporting Requirements

For 2024-25 as part of their budget process, districts must disclose:

- The amount of general education and lab science material, supplies and operating costs (MSOCs) to be received by the district from state apportionment
- The amount the district proposes to spend on these MSOCs and the difference between the two amounts
- If the MSOC apportionment exceeds expenditures, the district must report any proposed use of the difference and how this use will improve student achievement

2024-2025 Budget for General Education and Lab Science

MSOC Proposed Expenditures	\$26,754,218
MSOC Proposed Apportionment	\$25,835,751
MSOC Expenditures over Apportionment	\$ 918,467

2024-2025 Budget Capital Projects Fund **REVISED**



Beginning Fund Balance	\$ 119,000,000
------------------------	----------------

Revenues:

State Construction Assistance	\$ 25,000,000
-------------------------------	---------------

Local (Impact/Interest/Other)	\$ 8,000,000
-------------------------------	--------------

Total Revenues	\$ 33,000,000
----------------	---------------

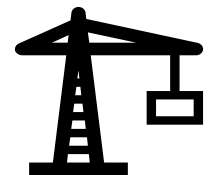
Total Expenditures	\$ (141,500,000)
--------------------	------------------

Ending Fund Balance	\$ 10,500,000
---------------------	---------------



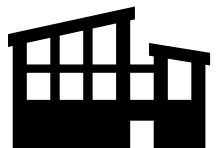
2023 Bond Projects

Sageview & Orion HS, Land, CTE Projects	\$ (128,000,000)
-----------------------------------------	------------------



Other Projects

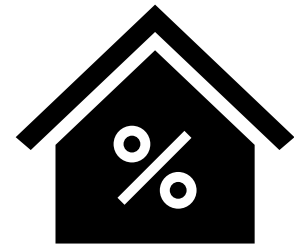
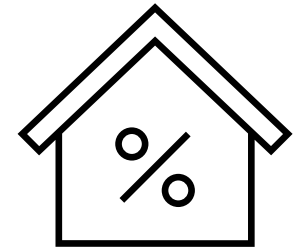
Portable Moves, Contingency	\$ (13,500,000)
-----------------------------	-----------------



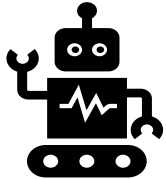
Total Expenditures	\$ (141,500,000)
--------------------	------------------

2024-2025 Budget Debt Service Fund

Beginning Fund Balance		\$ 9,800,000
Revenues:		
Property Tax Collections	\$ 30,100,000	
Interest	<u>\$ 85,000</u>	
Total Revenues		\$ 30,185,000
Expenditures:		
Principal Payments	\$(11,995,000)	
Interest Payments	\$(16,128,675)	
Misc Expense	<u>\$ (100,000)</u>	
Total Expenditures		\$(28,223,675)
Ending Fund Balance		\$ 11,761,325



2024-2025 Budget Associated Student Body (ASB) Fund



Beginning Fund Balance \$ 1,500,000

Revenues:

ASB Collections \$ 7,762,437

Interest \$ 80,000

Total Revenues \$ 7,842,437

Expenditures:

General Student Body \$ (1,036,057)

Athletics \$ (3,094,502)

Classes \$ (153,752)

Clubs \$ (3,235,668)

Private Money \$ (75,458)

Total Expenditures \$ (7,595,437)

Ending Fund Balance \$ 1,747,000

2024-2025 Budget Transportation Vehicle Fund (TVF) **REVISED**

2024-25 Transportation Vehicle Fund Budget

Beginning Fund Balance		\$ 3,500,000
Revenues:		
State Depreciation	\$ 2,050,000	
Interest	<u>\$ 50,000</u>	
Total Revenues		\$ 2,100,000
Expenditures:		
Purchase Buses (15)	\$(3,075,000)	
Contingency Buses (2)	<u>\$ (410,000)</u>	
Total Expenditures		\$(3,485,000)
Ending Fund Balance		\$ 2,115,000



Four-Year Forecast Assumptions

- Required by the state since in 2018-19
- Ongoing revenues cover ongoing expenditures = balanced budget
- Flat enrollment projections
- MSOCs mostly flat with only IPD increases
- Staffing levels remain flat unless opening new schools and then they increase slightly
- State, Federal, and Special Programs funding levels are relatively flat with increases due to IPD and new legislation
- Use OSPI's Revenue Forecast Models and corroborating with district models
- Follow the Long-Term Facilities Management Plan when building the Capital Fund budgets
- Anticipating an increase in the Levy that expires on Dec 31, 2026

Four-Year Forecast & Enrollment Projection

School year	2024-25	2025-26	2026-27	2027-28
Enrollment (FTE)	17,663	17,663	17,663	17,663
General Fund				
Beginning Fund Balance	22,347,882	22,347,882	18,699,875	13,069,170
Total Resources	331,078,950	342,639,000	351,248,000	360,566,000
Total Expenditures	(331,078,950)	(346,287,007)	(356,878,705)	(367,763,976)
Contribution to/(From) Fund Balance	-	(3,648,007)	(5,630,705)	(7,197,976)
Ending Fund Balance	22,347,882	18,699,875	13,069,170	5,871,194

Four-Year Forecast & Enrollment Projection

School year	2024-25	2025-26	2026-27	2027-28
Capital Projects Fund				
Beginning Fund Balance	119,000,000	10,500,000	30,300,000	175,300,000
Total Resources	33,000,000	47,500,000	180,000,000	15,000,000
Total Expenditures	(141,500,000)	(27,700,000)	(35,000,000)	(100,000,000)
Contribution to/(From) Fund Balance	(108,500,000)	19,800,000	145,000,000	(85,000,000)
Ending Fund Balance	10,500,000	30,300,000	175,300,000	90,300,000
Debt Service Fund				
Beginning Fund Balance	9,800,000	11,761,325	14,055,925	15,471,550
Total Resources	30,185,000	33,691,000	36,673,000	38,868,000
Total Expenditures	(28,223,675)	(31,396,400)	(35,257,375)	(37,404,700)
Transfers In/(Out)	-	-	-	-
Contribution to/(From) Fund Balance	1,961,325	2,294,600	1,415,625	1,463,300
Ending Fund Balance	11,761,325	14,055,925	15,471,550	16,934,850

Four-Year Forecast & Enrollment Projection

School year	2024-25	2025-26	2026-27	2027-28
ASB Fund				
Beginning Fund Balance	1,500,000	1,747,000	1,804,151	1,843,456
Total Resources	7,842,437	8,065,403	8,441,637	8,804,627
Total Expenditures	(7,595,437)	(8,008,252)	(8,402,332)	(8,797,242)
Contribution to/(From) Fund Balance	247,000	57,151	39,305	7,386
Ending Fund Balance	1,747,000	1,804,151	1,843,456	1,850,842
Transportation Vehicle Fund				
Beginning Fund Balance	3,500,000	2,115,000	2,459,500	2,551,035
Total Resources	2,100,000	2,284,500	2,351,535	2,420,600
Total Expenditures	(3,485,000)	(1,940,000)	(2,260,000)	(2,373,000)
Transfers In/(Out)	-	-	-	-
Contribution to/(From) Fund Balance	(1,385,000)	344,500	91,535	47,600
Ending Fund Balance	2,115,000	2,459,500	2,551,035	2,598,635

Budget Calendar

Date	Status	Type of Interaction
April 23, 2024	<input checked="" type="checkbox"/>	Board Meeting: 2024-25 Budget Presentation #1
May 14, 2024	<input checked="" type="checkbox"/>	Board Meeting: 2024-25 Budget Presentation #2
June 25, 2024	<input checked="" type="checkbox"/>	Board Meeting: 2024-25 Budget Presentation #3
July 9 & 16, 2024		Advertise Public Hearing and Board Adoption
July 23, 2024		Board Meeting: Public Hearing & Final Adoption of the 2024-2025 Budget
August 13, 2024		Board Meeting: Alternative Public Hearing and Adoption if needed
August 27, 2024		Absolute last opportunity to adopt the budget



You Belong - Tú Perteneces

