Aberdeen
School District

Our Children,
Our Schools,
Our Future

2019-20 Budget

Board Workshop

July 30, 2019

Aberdeen School District - General Fund - **REVENUES**

		Pre-McCleary 2017-18	Transition Year 2018-19	Post-McCleary 2019-20	Post-McCleary 2020-21
Local	Levy (and taxes)	$5,261,861 Rate: $4.31	$3,410,155 Fall rate = $4.31 Spring rate = $1.50	$2,465,299 Fall rate = $1.50 Spring rate = $2.50	$3,038,593 Fall rate: $2.50 Max Spring rate: $2.50
	Other Local	$782,807	$909,074	$978,882	$943,917
State		$37,040,111 (LEA = $3,586,224)	$41,538,643 (LEA = $3,344,938)	$43,189,691 (LEA = $ 3,125,048) (HH = $535,775)	$43,953,279 (LEA = $3,462,069)
Federal		$5,230,844	$5,059,495 (loss of 21st Century Grant)	$6,122,608 (includes 21st Century Grant)	$6,183,834
Total		$48,315,623	$50,917,367	$52,756,480	$ 54,119,623

HH = Hold Harmless: was originally an anticipated $900,000 one time increase in 2019-20

Aberdeen School District - General Fund - **EXPENDITURES**

		Pre-McCleary 2017-18	Transition Year 2018-19	Post-McCleary 2019-20	Post-McCleary 2020-21
Salary	Certificated	$ 17,691,794	$ 21,046,960	$ 20,586,505	$ 21,204,098
	Classified	$ 8,653,800	$ 9,106,007	$ 9,353,121	$ 9,633,717
Benefits		$ 11,242,009	$ 12,501,950	$ 14,068,916	$ 15,475,805
MSOC's		$ 9,472,483	$ 8,895,006	$ 9,142,319	$ 9,233,742
Transfer		$ 0	$ 285,000	$ 300,000	$ 300,000
Total		$48,315,623	$50,917,367	$53,150,861	$ 55,547,362

2019 Legislative Session - *Impacts on Education Funding*

	ASD5		
K-3 Class Size Reduction: Requires ratio of 1:17 to avoid significant penalty	Ready to implement in 2019-20 with 6th to Miller move which provided additional K-3 classrooms (Penalty avoided: $720,000)		
Special Education: Additional funding for Students w/ Disabilities	Anticipated: $125,000 (not confirmed by OSPI) *SpEd shortfall: $1,500,000*		
Lifting of Local Levy Cap	2018: $4.31	2019: $1.50	2020: $2.50
Hold Harmless: One-time payment to offset impact of "Levy Cliff" for districts severely impacted by new funding model. Increase is in "LEA", which is a state match for property poor districts.	Originally anticipated: $931,000 **Currently anticipated: $535,775** (not confirmed by OSPI) *Actual confirmation not until January, 2020!*		

Implementation of School Employee Benefits Board (SEBB) in January 2020

	ASD5
Provide full benefits for every employee working at least 630 hrs/yr. Includes substitutes	Anticipated cost: $300,000 (for 25 eligible substitutes)
Pay health premium for employees who waive benefits	Anticipated cost: $1,000,000 (currently no cost for 84 employees who waive benefits)
Pay unfunded premiums for employees. State pays ● Only for subset of district employees ● Based on FTE% (but district must pay 100% for all employees)	Anticipated cost: $ 1,300,000 (will be funded for 310 employees, but must pay for 416 employees)

4 Year Projection

School Year		2019-2020	2020-2021	2021-2022	2022-2023
Enrollment	*w/ RS & GRAVITY*	*3,290*	*3,290*	*3,290*	*3,290*
Beginning Fund Balance		**3,368,014**	**2,673,632**	**960,890**	**(1,551,872)**
Plus Revenue		52,756,479	54,119,623	55,110,864	56,311,046
Transfers	**GL 536**	**(300,000)**	**(285,000)**	**(285,000)**	**(285,000)**
Minus Expenditures		(53,150,861)	(55,547,365)	(57,338,627)	(58,539,121)
Ending/Projected Fund Balance (800's)		**2,673,632**	**960,890**	**(1,551,872)**	**(4,064,948)**
	Fund Balance Percentage	5.03%	1.73%	-2.71%	-6.94%
	Difference Rev to Expend	**(694,382)**	**(1,712,742)**	**(2,512,762)**	**(2,513,076)**
	5% Min FB =	**2,657,543.05**	**2,777,368.23**	**2,866,931.34**	**2,926,956.06**
	Amt needed to 5%=	***Goal Met***	***1,816,477.85***	***4,418,803.35***	***6,991,903.69***
	Salaries/Benefits Percenta	82.80%	83.38%	83.74%	83.91%
	MSOC Percentage	17.20%	16.62%	16.26%	16.09%

2019-20 Budget Highlights

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1. Balanced Budget
2. 5% ending fund balance met
3. Anticipated SEBB costs covered
4. Impact of “Levy Cliff” absorbed
   a. Current levy expires December, 2020
   b. Need to renew levy authorization
5. K - 3 Class size reduction requirements met
6. 4 year budget projection of concern in years 2-4
   a. Legislative session in January, 2020
   b. Continued monitoring for cost savings measures
7. Budget Advisory Committee continues