

TACOMA PUBLIC SCHOOLS FINANCIAL UPDATE

March 27, 2025

BUDGET PREPARATIONS 2025-26

- Legislature released initial budgets this week – full impact is TBD
 - Initial highlights:
 - Decrease in retirement
 - IPD at 2.5%
 - Increase in benefit costs
 - Very modest increase in MSOC
 - SPED funding increases
 - Many bills still in play
 - Sine die April 27
- Development of the 2025-26 Budget
 - Anticipated shortfall before Legislative impacts - \$30M Deficit
 - Continued escalation of costs for discretionary items and wage package increases