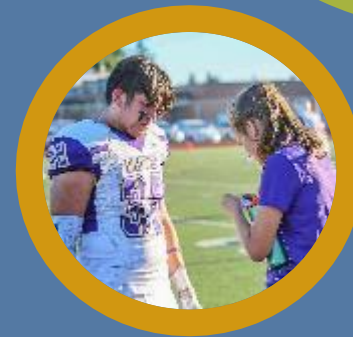


2025-26 Budget



2025-26 Budget

- Enrollment estimates down 59 FTE from 24-25 budget, down 36 FTE from 2024-25 actual enrollment.
- State budget provided additional special ed, MSOC support and passed HB2049 which allows for collection of voter approved EP & O levy.
- Inflation increases in non-employee salary costs continue to impact. Insurance premium increase approximately 11%. Insurance premium increase amount is greater than new state budget MSOC funding.
- One open contract still being negotiated in summer 2025, and three open contracts in 2025-26.
- Maintain Board policy of 5-7% fund balance reserve.

2025-26 Budget

- State funded salary increase is 2.5% based upon the implicit price deflator, IPD.
 - Reminder that not all positions in NKSD are funded by the state, so this increase presents challenges in budgeting for any personnel whose salaries are paid in whole or in part by levy revenues.
- Budget balancing methods:
 - Combination of retirements, and staff resignations.
 - Departmental budget MSOC allocations flat to small decreases.
 - New revenue from Legislative adjustments.

2025-26 Budget

General Fund

BUDGET SUMMARY

Beginning Fund Balance	\$ 12,200,000
Revenue	\$117,461,442
Expenditures	<u>(\$117,459,333)</u>
Ending Fund Balance	\$ 12,201,909
Estimated Ending Fund Balance Accounts	
Non-Spendable FB Inventory & Prepaids	\$ 2,200,000
Committed to Economic Stabilization	\$ 700,000
Unassigned to Min Fund Balance Policy	\$ 8,190,000

2025-26 Budget

North Kitsap School Tax Rates

<u>Year</u>	<u>EP & O Levy Rate</u>	<u>Capital Projects Levy Rate</u>	<u>Total</u>
2023	\$1.31	\$1.01	\$2.32
2024	\$1.25	\$1.06	\$2.31
2025	\$1.25	\$1.06	\$2.31
2026*	\$1.36	\$1.07	\$2.43

*Estimated

2025-26 Budget

North Kitsap Student Enrollment

<u>Year</u>	<u>Basic Education Enrollment</u>
2022-22	5,394
2022-23	5,294
2023-24	5,289
2024-25	5,209
2025-26	5,154

2025-26 Budget

Staffing FTE

<u>Year</u>	<u>Certificated Staff</u>	<u>Classified Staff</u>	<u>Total FTE</u>
2023-24	377.997	287.045	665.042
2024-25	369.212	307.148	676.360
2025-26	371.328	318.387	689.715

2025-26 Budget

Four-year Outlook F195F Highlights

- Enrollment is projected to decline over the next four years.
- General fund revenue is projected to increase approximately 2.5% annually.
- General fund expenditures will increase approximately 2.4% annually.
- To keep expenditure increases to 2.4% annually there will need to be expenditure reductions.
- Beginning in 2024-25 budgeted revenues will exceed budgeted expenditures.
- North Kitsap will continue to achieve the Board Policy established 5-7% minimum fund balance.

2025-26 Budget

Materials Supplies & Operation Cost (MSOC) Disclosure

State Funded MSOC for Basic Education		\$7,626,975
Budgeted Expenditures Basic Education	\$4,637,522	
Budgeted Expenditures Alternative Education	\$ 60,000	
Budgeted Expenditures District Support	<u>\$7,829,500</u>	
Total Budgeted MSOC Expenditures		\$12,527,022

2025-26 Budget

ASB Fund Budget

Budget Summary

Beginning Fund Balance		\$477,151
Revenues & Expenditures		
ASB Activities	<u>Revenues</u>	<u>Expenditures</u>
General Student Body Activities	\$300,870	\$(265,683)
Athletics	\$468,655	\$(505,525)
Classes	\$ 22,900	\$ (23,030)
Clubs	\$216,834	\$(234,928)
Private Moneys	<u>\$ 40,800</u>	<u>\$ (45,588)</u>
	\$1,050,059	\$(1,074,754)
Ending Fund Balance		\$ 452,456

2025-26 Budget

Capital Projects Budget

Budget Summary

Beginning Fund Balance	\$ 8,500,000
Revenues	\$ 15,879,950
Expenditures	<u>\$(17,000,000)</u>
Ending Fund Balance	\$ 4,379,950

2025-26 Budget

Debt Service Budget

Budget Summary

Beginning Fund Balance	\$ 29,000
Revenues	\$ 1,000
Expenditures	<u>\$ 0</u>
Ending Fund Balance	\$ 30,000

2025-26 Budget

Transportation Vehicle Budget

Budget Summary

Beginning Fund Balance	\$ 2,850,000
Revenue	\$ 850,000
Expenditures	<u>\$(2,000,000)</u>
Ending Fund Balance	\$ 1,700,000

Questions

