

FINANCIAL UPDATE

Tacoma School Board Financial Update

October 23, 2025

LEVEL	PROJECTED OCTOBER 1	ACTUAL OCTOBER 1	VARIANCE
Elementary	13,023	12,615	(408)
Middle	6,212	6,060	(152)
High	6,645	6,485	(160)
Non-Traditional	1,752	1,757	5
Other	96	95	(1)
Total	27,728	27,012	(716)

HEADCOUNT ENROLLMENT SUMMARY

NOTE: DOES NOT INCLUDE RUNNING START, PRESCHOOL OR OPEN DOOR STUDENTS

Proposition 1 Highlights: Educational Programs and Operations Levy

<u>Collection Year</u>	<u>Estimated Levy Rate/\$1,000</u>	<u>Assessed Value</u>	<u>Levy Amount</u>
2027	\$2.50		\$127,096,457
2028	\$2.50		\$132,180,315
2029	\$2.50		\$137,467,528
2030	\$2.50		\$142,966,229

Funds nearly 500 positions:	▪ Mental health services ▪ Student safety and security ▪ Innovative programming ▪ Textbooks and instructional materials ▪ Athletics, arts, music ▪ After-school enrichment activities ▪ Preschool	▪ programming ▪ Partnerships ▪ Building operations support ▪ Students with physical disabilities
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February 2026 Anticipated Homeowner Impact for Average Tacoma Home			
Year	Average Assessed Value of Home	Prop 1 EPO Tax	Prop 1 EPO Tax per Month
2023	\$ 474,038	\$ 808	\$ 67.34
2024	\$ 503,570	\$ 893	\$ 74.40
2025	\$ 517,526	\$ 892	\$ 74.34
2026 - Projected	\$ 538,227	\$ 903	\$ 75.24
Average	\$ 508,340	\$ 874	\$ 72.83
2027 - Projected	\$ 559,756	\$ 1,221	\$ 101.76
2028 - Projected	\$ 582,146	\$ 1,292	\$ 107.70
2029 - Projected	\$ 593,789	\$ 1,334	\$ 111.15
2030 - Projected	\$ 605,665	\$ 1,377	\$ 114.71
Average	\$ 585,339	\$ 1,306	\$ 108.83
Variance	\$ 76,999	\$ 432	\$ 36.00

Proposition 2 Highlights: Capital Technology Levy

<u>Collection Year</u>	<u>Estimated Levy Rate/\$1,000 Assessed Value</u>	<u>Levy Amount</u>
2027	\$0.84	\$42,500,000
2028	\$0.80	\$42,500,000
2029	\$0.77	\$42,500,000
2030	\$0.74	\$42,500,000

Used for:

- 92 staff positions:
 - Technology Services, SIS/Enrollment, and Instructional Facilitators
 - Fractional FTE for Librarians and other professional staff
 - 1:1 student laptops, staff computers, and endpoint devices
 - Electronic security systems and data
- privacy solutions
 - Classroom and display technology
 - Software renewals & critical system support
 - Network, telecom, and radio infrastructure
 - Lifecycle support of audio/visual technology
 - Standardized classroom charging solutions
- New & expanded academic and administrative applications
 - Digital textbooks and electronic instructional materials
 - Ongoing professional development for teachers & staff

February 2026 Anticipated Homeowner Impact for Average Tacoma Home			
Year	Average Assessed Value of Home	Prop 2 Tech Tax	Prop 2 Tech Tax per Month
2023	\$ 474,038	\$ 261	\$ 21.72
2024	\$ 503,570	\$ 350	\$ 29.17
2025	\$ 517,526	\$ 343	\$ 28.62
2026 - Projected	\$ 538,227	\$ 341	\$ 28.45
Average	\$ 508,340	\$324	\$26.99
2027 - Projected	\$ 559,756	\$ 468	\$ 39.00
2028 - Projected	\$ 582,146	\$ 468	\$ 38.99
2029 - Projected	\$ 593,789	\$ 459	\$ 38.24
2030 - Projected	\$ 605,665	\$ 450	\$ 37.51
Average	\$ 585,339	\$461	\$38.44
Variance	\$ 76,999	\$137	\$11.45



Impact to the Homeowner

Three components to the district's current tax rates:

- Educational Programs & Operations Levy
- Technology Capital Levy
- Bond Repayment Levy (for debt approved in previous ballot propositions)

The total taxes paid by each taxpayer will depend on the value of the home

- The higher the value of your home, the more taxes you pay
- Assessed values are likely to rise in the coming years
- Average tax rate over next four years will decline compared to last four years

Average home in Tacoma in 2025 (Pierce County Assessor, September 2025)

- \$517,526

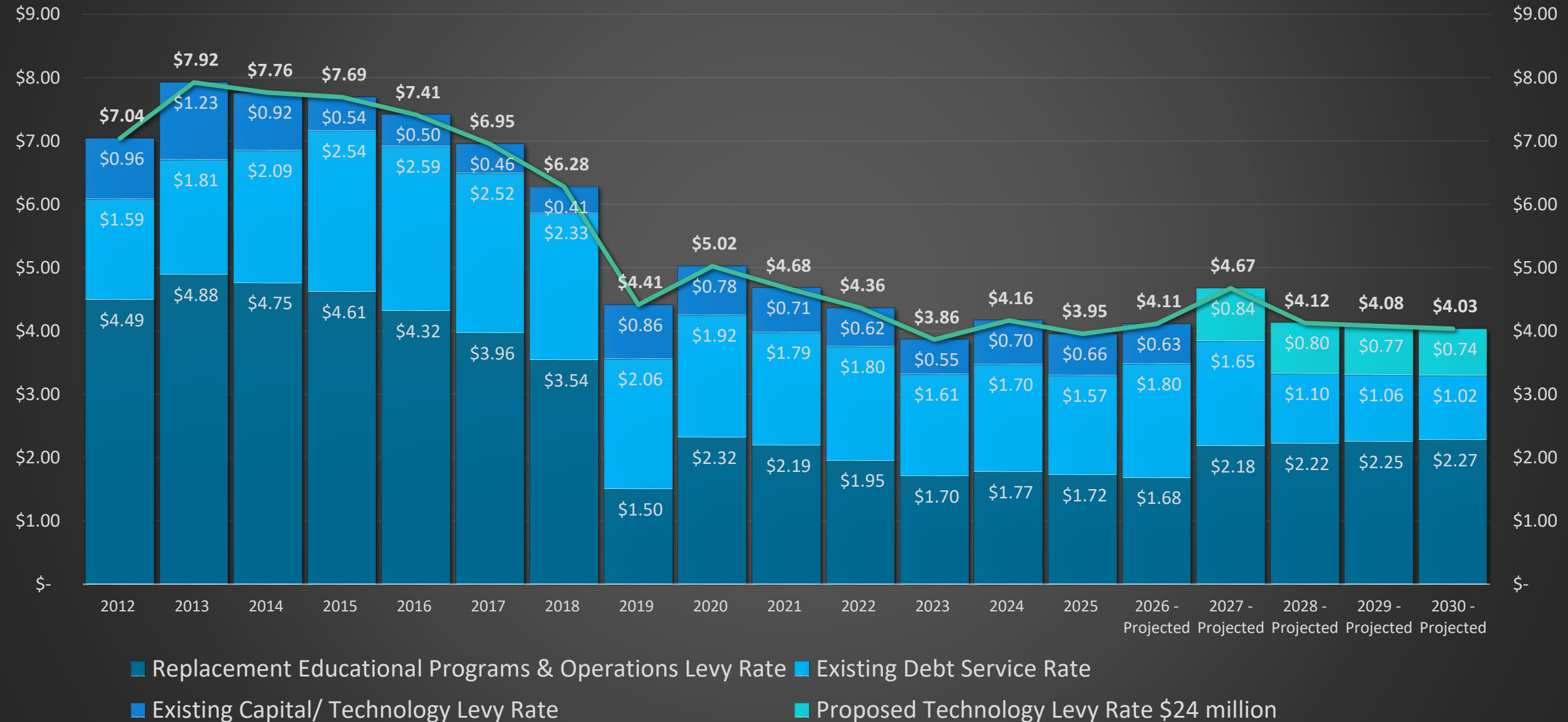
School taxes are one of many taxes that can be assessed each year

- Assessor releases tax information just before the February election
- District estimates conservatively

Total School Funding Rates/\$1,000 AV

If Voters Approve Replacement Levies in 2026

(2012-2030)



LEVY TIMELINE

- September through December
 - Finalize resolution with Bond Counsel – **Complete**
 - Submit plan for OSPI review of levy expenditure – **Approved**
 - First reading of Resolutions – October 9 - **Complete**
 - Second reading of Resolution – October 23 – **In process**
- November through February
 - Present informational campaign
 - Filing of resolution with Pierce County Auditor – December 12, 2025
 - Statements of “For” and “Against” – December 16, 2025
 - Ballots mailed – January 23, 2026
 - **Election date - February 10, 2026**
 - Results certified - February 20, 2026

INTERFUND LOAN INFORMATION

- Interfund Loan Approval
 - 2023-24 Loan was paid in October 2024
 - 2024-25 Loan will be paid on October 31, 2025
 - \$38,000,000 Repayment of loan plus \$1.88M interest
- 2025-26 request
 - Needed to manage natural cash flow fluctuations throughout the year
 - Apportionment and tax expenses are received disproportionately to our cost of services
 - Estimated low cash point - \$42,500,000

APPENDIX

Impact to the Average Tacoma Homeowner Over Four Years Proposition 1 & 2 Only

February 2026 Proposition 1 and 2- Anticipated Homeowner Impact for Average Home							
Year	Average Assessed Value of Home	Prop 1 EPO Tax	Prop 2 Tech Tax	Total Tax Per Year	Prop 1 EPO Tax per Month	Prop 2 Tech Tax per Month	Total Taxes per Month
2023	\$ 474,038	\$ 808	\$ 261	\$ 1,069	\$ 67.34	\$ 21.72	\$ 89.06
2024	\$ 503,570	\$ 893	\$ 350	\$ 1,243	\$ 74.40	\$ 29.17	\$ 103.57
2025	\$ 517,526	\$ 892	\$ 343	\$ 1,236	\$ 74.34	\$ 28.62	\$ 102.96
2026 - Projected	\$ 538,227	\$ 903	\$ 341	\$ 1,244	\$ 75.24	\$ 28.45	\$ 103.68
Average	\$ 508,340	\$ 874	\$ 324	\$ 1,198	\$ 72.83	\$ 26.99	\$ 99.82
2027 - Projected	\$ 559,756	\$ 1,221	\$ 468	\$ 1,689	\$ 101.76	\$ 39.00	\$ 140.76
2028 - Projected	\$ 582,146	\$ 1,292	\$ 468	\$ 1,760	\$ 107.70	\$ 38.99	\$ 146.69
2029 - Projected	\$ 593,789	\$ 1,334	\$ 459	\$ 1,793	\$ 111.15	\$ 38.24	\$ 149.40
2030 - Projected	\$ 605,665	\$ 1,377	\$ 450	\$ 1,827	\$ 114.71	\$ 37.51	\$ 152.22
Average	\$ 585,339	\$ 1,306	\$ 461	\$ 1,767	\$ 108.83	\$ 38.44	\$ 147.27
Variance	\$ 76,999	\$ 432	\$ 137	\$ 569	\$ 36.00	\$ 11.45	\$ 47.45

Above calculation assumption is based on current levy law. If the legislature changes the current law, the tax impacts would be at a higher amount