

# 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)
<b>Total</b>	<b>27,728</b>	<b>27,012</b>	<b>(716)</b>

## 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:

- Additional classroom teachers
- Librarians, nurses, counselors
- Para-educators, educational assistants
- Custodians
- Office staff, professional staff

- 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

<b>February 2026 Anticipated Homeowner Impact for Average Tacoma Home</b>			
<b>Year</b>	<b>Average Assessed Value of Home</b>	<b>Prop 1 EPO Tax</b>	<b>Prop 1 EPO Tax per Month</b>
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
<b>Average</b>	<b>\$ 508,340</b>	<b>\$ 874</b>	<b>\$ 72.83</b>
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
<b>Average</b>	<b>\$ 585,339</b>	<b>\$ 1,306</b>	<b>\$ 108.83</b>
<b>Variance</b>	<b>\$ 76,999</b>	<b>\$ 432</b>	<b>\$ 36.00</b>

# 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

<b>February 2026 Anticipated Homeowner Impact for Average Tacoma Home</b>			
<b>Year</b>	<b>Average Assessed Value of Home</b>	<b>Prop 2 Tech Tax</b>	<b>Prop 2 Tech Tax per Month</b>
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
<b>Average</b>	<b>\$ 508,340</b>	<b>\$324</b>	<b>\$26.99</b>
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
<b>Average</b>	<b>\$ 585,339</b>	<b>\$461</b>	<b>\$38.44</b>
<b>Variance</b>	<b>\$ 76,999</b>	<b>\$137</b>	<b>\$11.45</b>



# 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

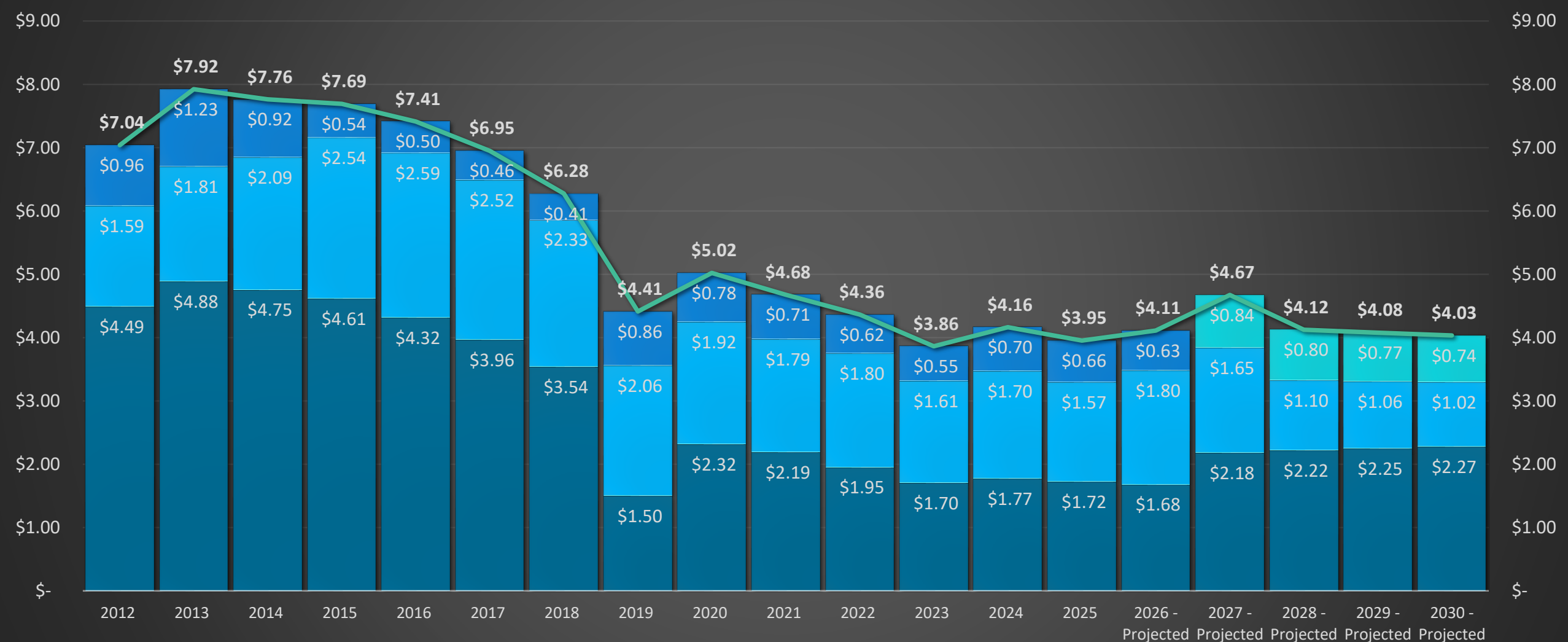
Average home in Tacoma in 2025 (Pierce County Assessor, September 2025)

- \$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)



- Replacement Educational Programs & Operations Levy Rate
- Existing Debt Service Rate
- Existing Capital/ Technology Levy Rate
- Proposed Technology Levy Rate \$24 million

# 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
<b>Average</b>	<b>\$ 508,340</b>	<b>\$ 874</b>	<b>\$ 324</b>	<b>\$ 1,198</b>	<b>\$ 72.83</b>	<b>\$ 26.99</b>	<b>\$ 99.82</b>
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
<b>Average</b>	<b>\$ 585,339</b>	<b>\$ 1,306</b>	<b>\$ 461</b>	<b>\$ 1,767</b>	<b>\$ 108.83</b>	<b>\$ 38.44</b>	<b>\$ 147.27</b>
<b>Variance</b>	<b>\$ 76,999</b>	<b>\$ 432</b>	<b>\$ 137</b>	<b>\$ 569</b>	<b>\$ 36.00</b>	<b>\$ 11.45</b>	<b>\$ 47.45</b>

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