Newport School District Budget Hearing

JULY 9, 2018

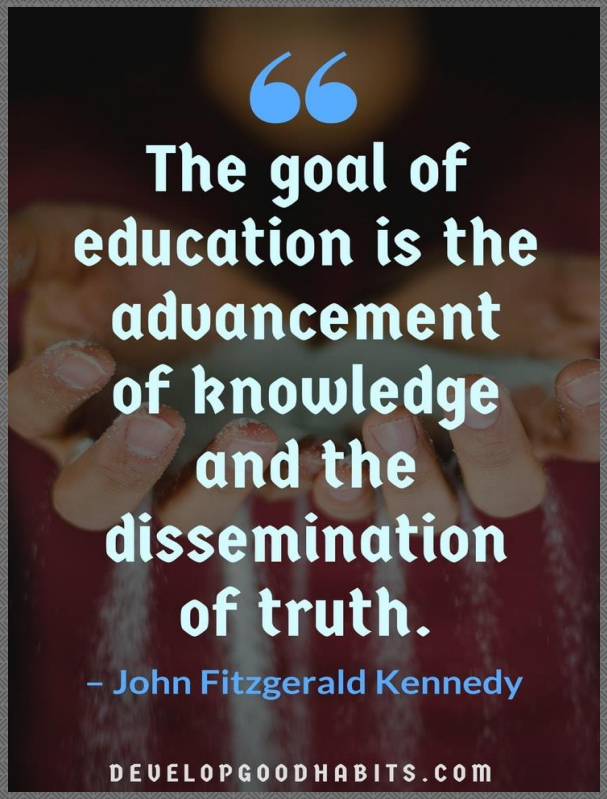
PRESENTED BY: DEBRA BUTTREY

Newport School District

Home of the Grizzlies

Things to Cover

- Enrollment/FTE
- Staffing
- Revenues
- Expenditures
- MSOC Funds
- Levy Funds
- Funds 20, 30, 40 and 70
- What's Coming Up



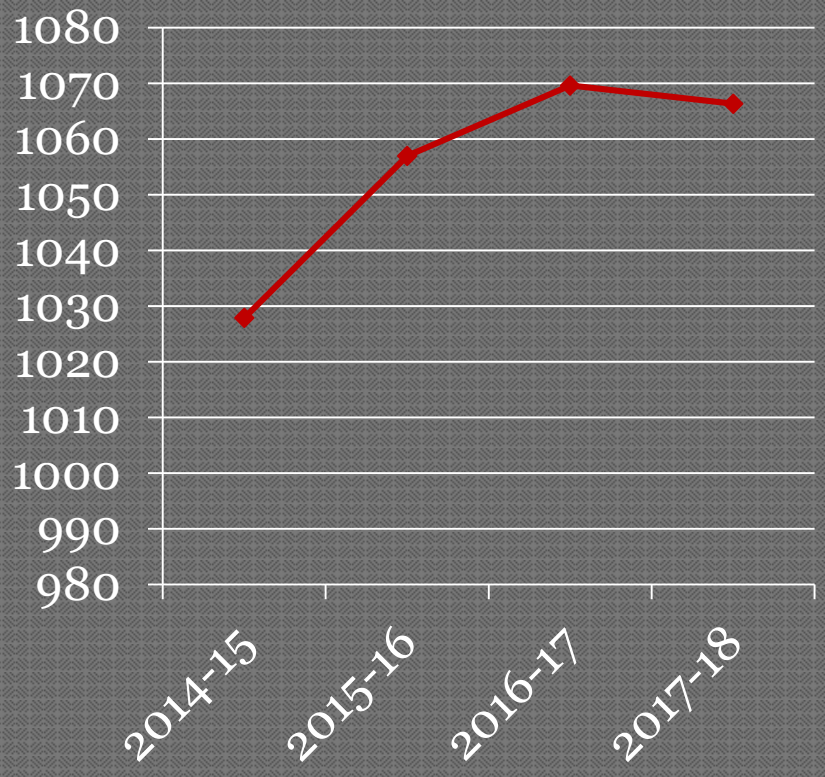
Enrollment/FTE Information



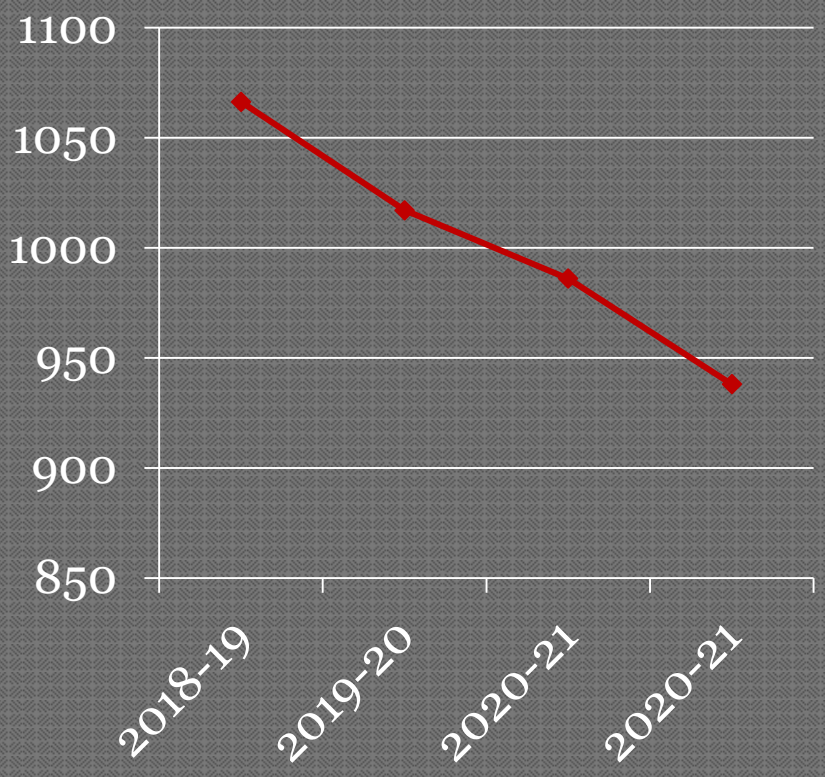
- Enrollment counts are the number of students actively enrolled in school.
- FTE (Full Time Equivalent) counts are the funded portions of student enrollment. If a student attends our schools half of the day, that student is a .50 FTE. Our district receives state funding based upon FTE counts.
- It takes an average of 21 students to fund 1 Teacher.

Student Enrollment

NSD FTE Trend



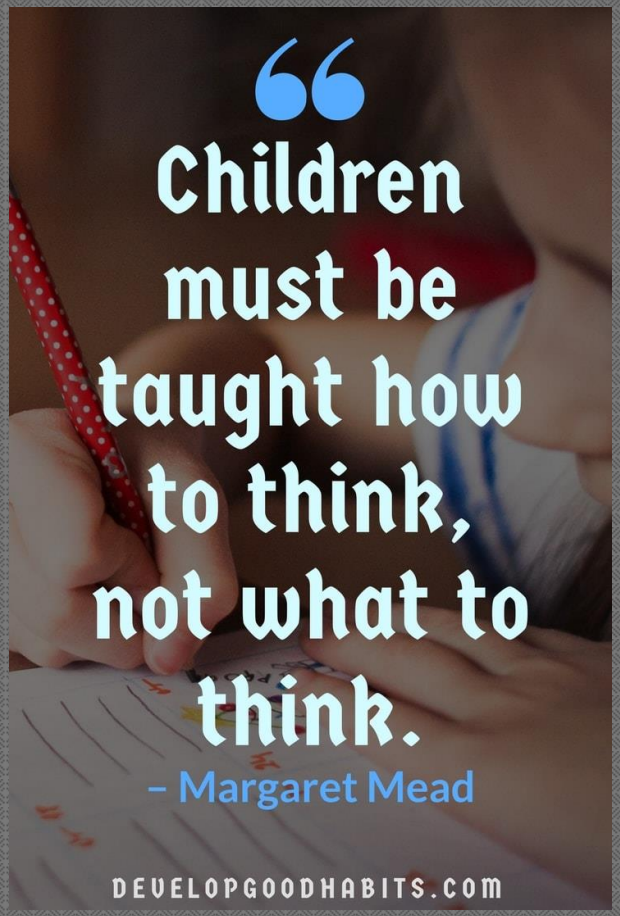
Projected Enrollment Trend



OSPI: Information & Condition of Schools, Report 1049, Enrollment Projections

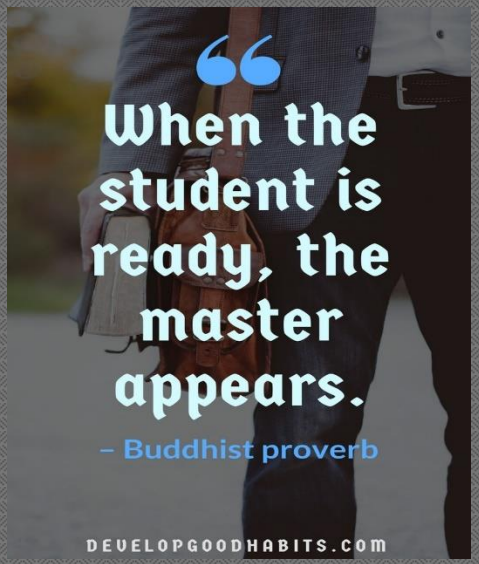
2018-19 Budgeted FTE

Grade	FTE Budgeted
Kindergarten	60
1st	67
2nd	69
3rd	79
4th	77
5th	64
6th	86
7th	91
8th	78
9th	87
10th	108
11th	91
12th	78
Total	1,035



Other Enrollment Information

- Budgeted Running Start: 20
- Budgeted ALE Program: 30
- Budgeted MS CTE Program: 25.2 FTE (~140 students)
- Budgeted HS CTE Program: 90.72 FTE (~504 students)



Basic Ed Staffing

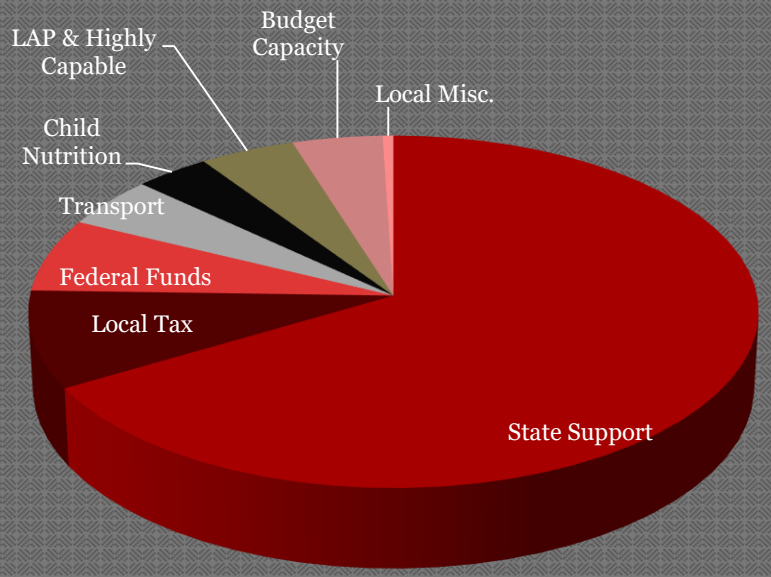
	Reimbursed FTE	Budgeted FTE
Certified Instructional Staff	46.41	46.47
Certified Admin Staff	2.88	3.10
Classified Staff	14.53	17.88
Technology	.58	.80
Facilities/Maint/Grounds/Labor	1.98	2.0
District Administration	.90	1.0
District Classified	2.62	3.2
MS/HS CTE Program	8.87	7.82

Note: Levy funded FTE = 7.33 and includes library aides, counselors, art teacher, maintenance, technology , highly capable and school nurse

FTE is calculated on hours per day worked and the number of days worked per year

General Fund Proposed Revenue Budget

Revenue Source	Proposed Budget	Change PFY
Local Tax	$1,428,750	-16.64%
Local Misc. Revenue	$82,873	-57.12%
State Support	$10,658,678	21.15%
Forest Funds	$0	0%
IDEA & Preschool	$280,401	3.23%
Carl Perkins	$0	-100%
Title I	$453,328	-7%
Title II	$44,243	-6.26%
21st Century	$300,331	11.93%
LAP	$710,026	112.70%
Highly Capable	$28,437	154.29%
Child Nutrition	$583,365	.04%
Transportation	$745,210	10.4%
Budget Capacity	$700,000	0%
	$16,015,642	13.65%



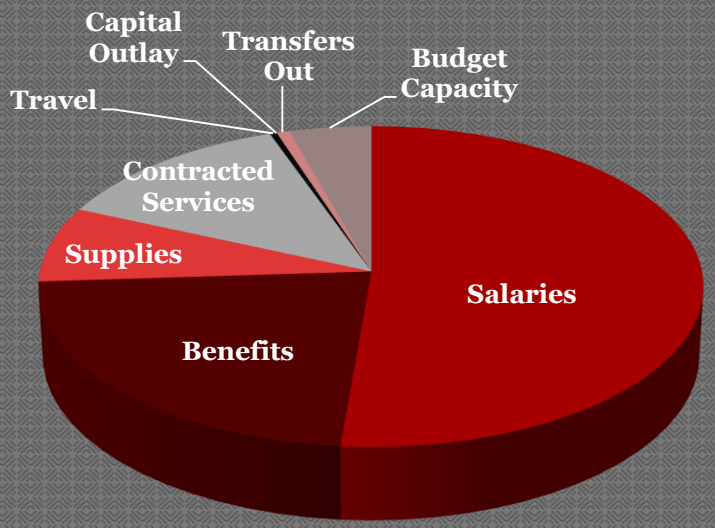
Percentages of General Fund Revenue:
State Support = 67%, Supplemental Levy = 8.9%
Federal Funds = 6.7%
PY Supplemental Levy was 12.15%

General Fund Proposed Expenditure Budget

Program	Proposed Budget		Program	Proposed Budget
Basic Education	$7,714,243		Title II	$44,243
Supplemental Levy	$1,428,750		21st Century	$300,331
ALE Program	$177,892		LAP	$710,026
SPED – State	$1,569,645		Special State Programs	$21,000
Birth to 3 – State	$54,996		Highly Capable	$28,437
IDEA	$249,199		Budget Capacity	$700,000
Preschool	$31,202		Child Nutrition	$689,266
HS CTE	$715,460		Transportation	$720,232
MS CTE	$198,462		Transfers Out	$108,305
Title I	$453,953			
			TOTAL PROPOSED	**$16,015,642**

Expenditures by Category

Category	Proposed Budget
Salaries	$8,223,901
Benefits	$3,627,516
Supplies	$1,220,575
Contracted Services	$2,076,374
Travel	$58,971
Capital Outlay	$0
Transfers Out	$108,305
Budget Capacity	$700,000
	$16,015,642



Salaries & Benefits are 88% of the General Fund Budget. PY Budget was 72%

MSOC Disclosure

- **Total MSOC Allocation: $1,228,604**

Category	Reimbursed MSOC	Budgeted per Category	Difference by Category
Technology	$136,403	$139,500	-$3,097
Utilities/Insurance	$332,753	$480,069	-$147,316
Curriculum	$146,699	$154,818	-$8,119
Library & Other Supplies	$310,831	$101,765	$209,066
Professional Development	$22,867		$22,867
Facilities Maintenance	$164,846	$191,600	-$26,754
Central District Wide Support	$114,205	$133,266	-$19,061
TOTAL MSOC	**$1,228,604**	**$1,201,018**	**$27,586**

- **Budget Hearing disclosure to meet RCW requirement of 28A.505.**

Budget Notes



- Included in budget
  - $75 per student allocation for school supply budgets
  - No carryover funds were used to build budget – revenues = expenses.
  - Food services operates and is budgeted to have a $105,091 deficit.
  - SPED operates and is budgeted to have a $31,361 deficit.
  - Intent is to pass through any COLAs that are received by the State.
  - Implementing 6362

Supplemental Levy

- 2018-19 Supplemental Levy Amount is $1,428,750
- This levy supports the general fund expenditures and makes up 8.9% of the general fund's revenue.
- The equalization of levy (levy swap) has taken away NSD local control of funds and has created a reduction in local levy funds of $302,665 in 18-19.
- This levy supports the following programs and district operations:
  - Supports additional staffing and support services above state reimbursed staffing. This support allows us to have smaller class sizes, offer an art program at the elementary level, along with other instructional support in the classroom and libraries and it also supports our students for nursing and counseling services. District-wide staffing support in technology and facilities addresses the ever changing technological needs of the students and maintenance of our buildings. In the area of safety and security, we contract with Pend Oreille County to attain a School Resource Officer .
  - Student activity programs (extra-curricular) – includes coaches, advisors, supplies and travel.
  - District assessment and advanced opportunities for students.
  - Supports operating costs of district programs that are not fully funded: Skills Center and Special Education

4 Year Projection
Enrollment & FTE Counts

	2018-19	2019-20	2020-21	2021-22
Enrollment - Basic	1,035	1,017	986	938
Running Start Enrollment	20	20	20	20
ALE Enrollment	35	35	35	35
General Fund Certificated FTE	82.6	81.61	79.25	75.6
General Fund Classified FTE	55.47	54.8	53.22	50.76

4 Year Projection - Revenue

	2018-19	2019-20	2020-21	2021-22
Local Taxes	$1,428,750	$1,246,163	$1,256,907	$1,254,643
Local Nontax Support	$885,978	$885,861	$885,861	$885,861
State, General Purpose	$9,243,072	$9,059,967	$8,903,662	$8,579,125
State, Special Purpose	$2,845,544	$2,892,699	$2,769,009	$2,769,009
Federal, Special Purpose	$1,612,303	$1,612,928	$1,612,928	$1,612,928
Total Revenues	**$16,015,647**	**$15,697,618**	**$15,428,367**	**$15,101,566**
		-$318,029	**-$269,251**	**-$326,801**

Loss of revenue due to loss of student enrollment and full implementation of 6362 and tax equalization.

4 Year Projection - Expenditures

	2018-19	2019-20	2020-21	2021-22
Regular Instruction	$7,134,893	$7,014,867	$6,905,215	$6,619,417
Special Education	$1,976,469	$1,903,681	$1,779,991	$1,779,991
Vocational Education	$913,923	$917,633	$916,584	$916,584
Federal Programs	$1,529,556	$1,529,553	$1,529,553	$1,529,553
Other Instructional	$728,437	$728,437	$728,437	$728,437
Support Services	$3,624,064	$3,680,676	$3,725,239	$3,725,239
Transfers Out	$108,305	$108,305	$108,305	$108,305
Total Expenditures	**$16,015,647**	**$15,883,152**	**$15,693,324**	**$15,407,526**
Excess Expenses Over Revenue Sources		**-$185,534**	**-$264,957**	**-$305,960**

4 Year Projection - Assumptions

- Based upon declining enrollment
- Maintaining all current programs
- Staffing reductions were made in proportion to enrollment reduction and based upon average salaries.
- Average salaries for 18-19, 19-20, 20-21 respectively
  - Certified: $65,215, $66,455, $67,784
  - Administrative: $96,805, $98,644, $100,617
  - Classified: $46,784, $47,673, $48,627
- Cola Increases for 19-20 and 20-21 respectively
  - 1.9%, 2.0%
- Maintained current expenditure level for federal/state special programs.

Capital Projects Fund (20)
Debt Service Fund (30)

Capital Projects Fund

- Revenues
  - $315
- Expenditures
  - $315
- *Projected 8/31/18 fund balance of $315*

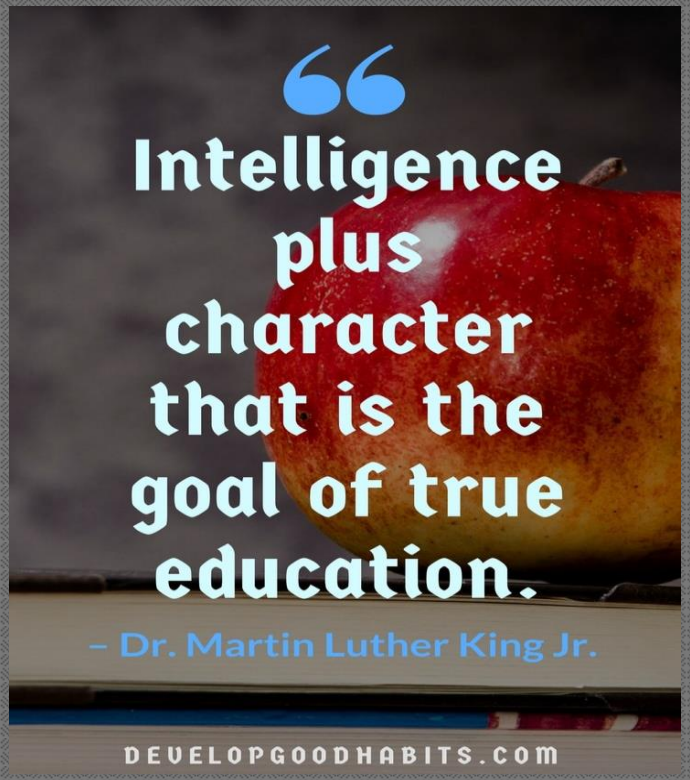
Debt Service Fund

- Revenues & Transfers In
  - $671,237
- Expenditures
  - $671,299
- *Ending outstanding debt for voted bonds = $2,975000 and non voted bonds = $774,847*
- *Voted Bonds go through 12/2023, non-voted go through 12/2025 and 6/2023*

ASB Fund (40)

School	ASB Balance (6/30/18)
Stratton Elementary	$38,407
Sadie Halstead	$38,865
Newport High School	$161,072
TOTAL	**$238,344**

School	Proposed Budget
Stratton Elementary	$37,711
Sadie Halstead	$29,681
Newport High School	$144,268
Budget Capacity	$72,310
TOTAL	**$283,940**

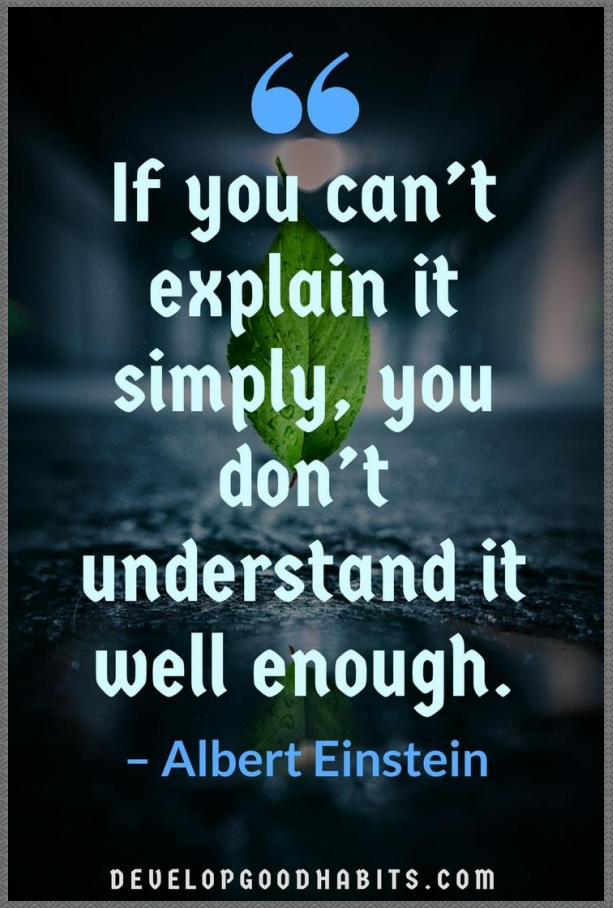


Trust Fund (70)

Trust	Trust Balance (6/30/18)
Trust Funds	$1,008,527
Library Funds	$5,475
TOTAL	**$1,014,002**

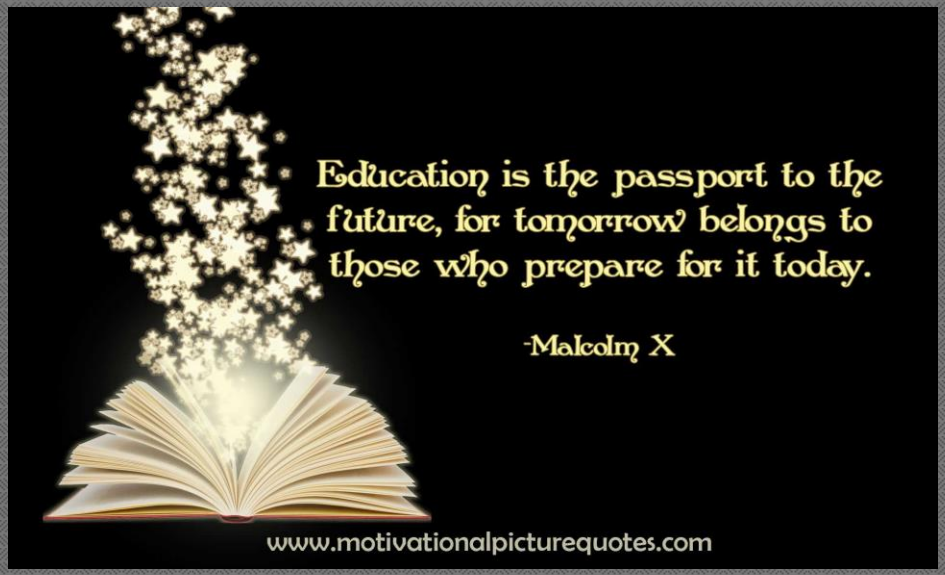
Trust	Proposed Budget
Trust Funds	$61,407
Library Funds	$19,000
Budget Capacity	$20,000
TOTAL	**$100,407**

Budget is to the level of anticipated expenditures.



What's Coming Up??

- Adjusting operations to meet the projected decline in student enrollment
- Supporting salary schedules based upon "average" state salary and still having competitive salaries.



Questions

