Newport School District Budget Hearing

JULY 13, 2020

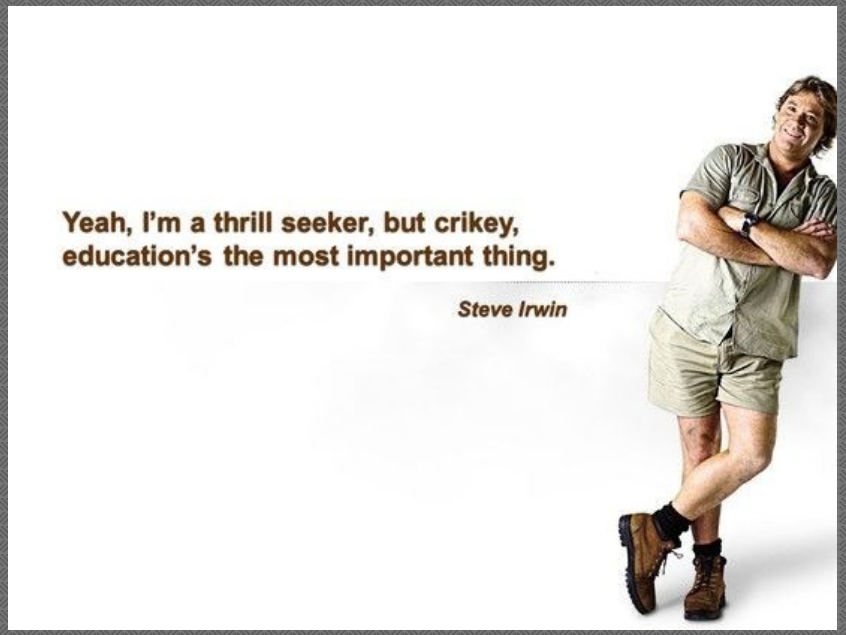
PRESENTED BY: DEBRA BUTTREY

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



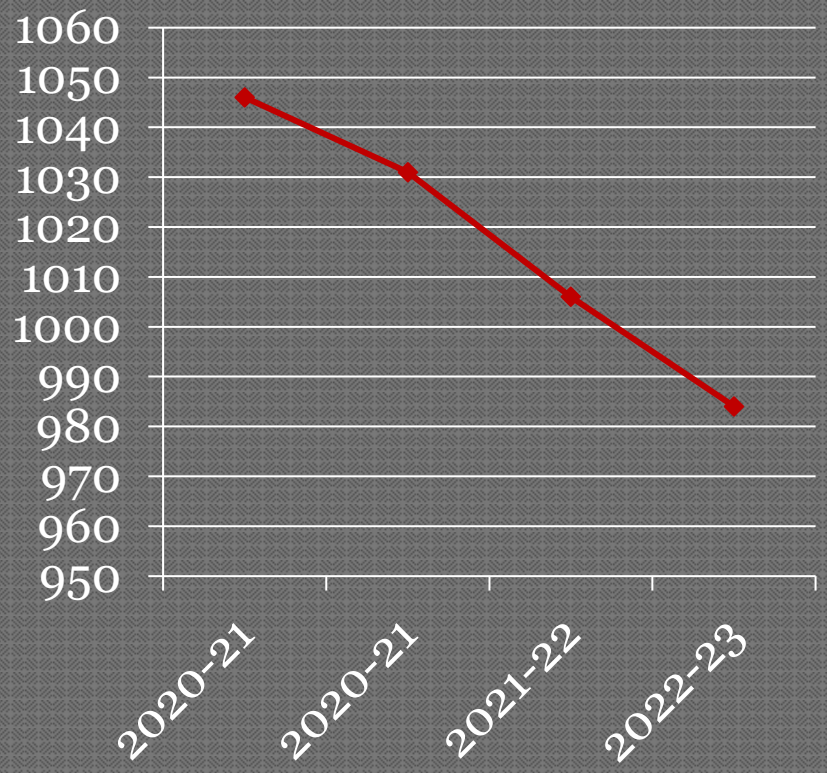
- Enrollment counts are the number of students actively enrolled in school.
- FTE (Full Time Equivalent) counts are the funded portions of student enrollment. If a student attends our schools half of the day, that student is a .50 FTE. Our district receives state funding based upon FTE counts.
- It takes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

2020-21 Budgeted FTE

Grade	FTE Budgeted
Kindergarten	65
1st	66
2nd	68
3rd	69
4th	69
5th	78
6th	71
7th	78
8th	95
9th	95
10th	87
11th	90
12th	80
Total	1,011



Other Enrollment Information

- Budgeted Running Start: 12
- Budgeted ALE Program: 35
- Budgeted MS CTE Program: 25 FTE
- Budgeted HS CTE Program: 90 FTE



Basic Ed Staffing

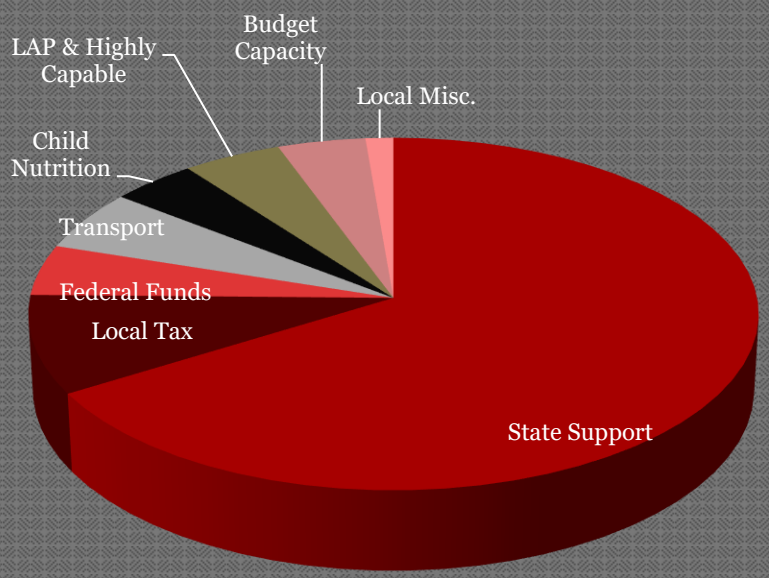
	Reimbursed FTE	Budgeted FTE
Certified Instructional Staff	47.44	47.14
Certified Admin Staff	2.81	3.5
Classified Staff	11.92	15.0
Technology	.57	2.0
Facilities/Maint/Grounds/Labor	1.93	2.0
District Administration	.88	.90
District Classified	2.58	3.2
MS/HS CTE Program	6.51	6.4
Levy Funded	7.03	7.03

Note: Levy funded FTE = Library aides, counselors, art teacher, maintenance, 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	$1,484,095	8.12%
Local Misc. Revenue	$220,996	6.89%
State Support	$10,903,285	-.16%
IDEA & Preschool	$296,348	-5.23%
Special Programs	$3,400	-15.88%
Title I	$391,079	-1.14%
Title II	$75,000	64.39%
LAP	$758,551	1.44%
Highly Capable	$29,719	1.16%
Summer Program (Covid)	$75,000	100%
Child Nutrition	$609,233	4.43%
Transportation	$909,979	.79%
Budget Capacity	$700,000	0%
	$16,456,685	-1.53%



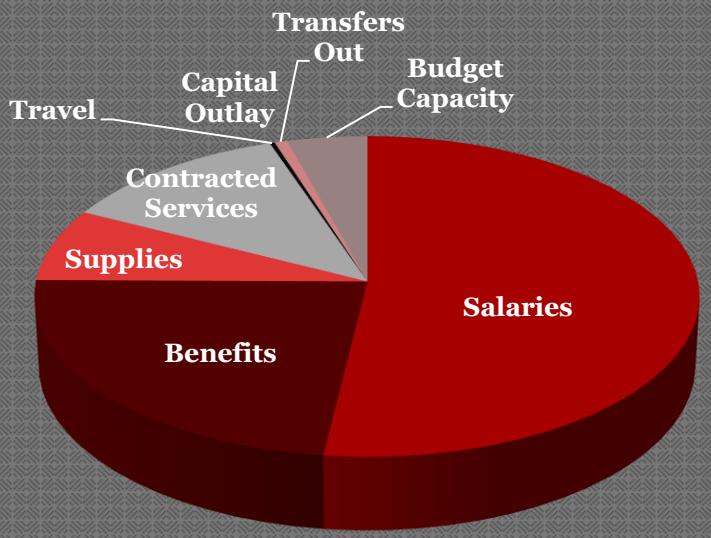
Percentages of General Fund Revenue:
State Support = 66.25%, Supplemental Levy = 10.52%
Federal Funds = 5.43%
PY Supplemental Levy was 9.73%

General Fund Proposed Expenditure Budget

Program	Proposed Budget		Program	Proposed Budget
Basic Education	$7,882,245		Title II	$75,000
Supplemental Levy	$1,484,095		LAP	$758,551
ALE Program	$223,946		Special State Programs	$0
SPED – State	$1,700,051		Highly Capable	$29,719
Birth to 3 – State	$0		Budget Capacity	$700,000
IDEA	$260,046		Summer Foods (Covid)	$75,000
Preschool	$32,662		Child Nutrition	$716,546
HS CTE	$758,406		Transportation	$1,046,679
MS CTE	$210,272		Transfers Out	$112,388
Title I	$391,079			
			TOTAL PROPOSED	**$16,456,685**

Expenditures by Category

Category	Proposed Budget
Salaries	$8,545,565
Benefits	$3,819,911
Supplies	$1,210,619
Contracted Services	$2,025,067
Travel	$43,135
Capital Outlay	$0
Transfers Out	$112,388
Budget Capacity	$700,000
	$16,456,685



Salaries & Benefits are 92% of the General Fund Budget. PY Budget was 92%

MSOC Disclosure

- **Total MSOC Allocation: $1,177,210**

Category	Reimbursed MSOC	Budgeted per Category	Difference by Category
Technology	$123,720	$156,000	-$32,280
Utilities/Insurance	$336,179	$522,459	-$186,280
Curriculum	$132,841	$0	$131,491
Other Supplies	$263,084	$185,260	$77,824
Library Materials	$18,924	$0	$18,734
Professional Development	$20,545	$0	$20,338
Facilities Maintenance	$166,540	$188,600	-$22,060
Central District Wide Support	$115,378	$128,200	-$12,822
TOTAL MSOC	**$1,177,210**	**$1,180,519**	**-$5,055**

Budget Notes

- Included in budget
  - No carryover funds were used to build budget – revenues = expenses.
  - Food services operates and is budgeted to have a $107,313 deficit.
  - Transportation operates and is budgeted to have a $136,700 deficit
  - Intent is to pass through any COLAs that are received by the State. *20-21 COLA 1.6%*
  - SPED is funded in a Tier 1, Tier 2 model
  - Adjustments will be made for anticipated budget shortfalls or state budget cuts.

Supplemental Levy

- 2020-21 Supplemental Levy Amount is $1,573,148
- This levy supports the general fund expenditures and makes up 10.52% of the general fund's revenue.
- The 2020 levy rate is projected to be $1.78 per thousand.
- 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. facilities and supports the purchase of Chromebooks. 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

	2020-21	2021-22	2022-23	2023-24
Enrollment - Basic	1,011	996	971	949
Running Start Enrollment	12	12	12	12
ALE Enrollment	35	35	35	35
General Fund Certificated FTE	81.350	80.197	78.274	76.582
General Fund Classified FTE	50.345	49.631	48.441	47.394

4 Year Projection - Revenue

	2020-21	2021-22	2022-23	2023-24
Local Taxes	$1,484,095	$1,540,865	$1,572,512	$1,609,140
Local Nontax Support	$954,596	$954,596	$954,596	$954,596
State, General Purpose	$9,581,765	$8,915,515	$8,852,972	$8,852,038
State, Special Purpose	$3,039,434	$2,938,880	$2,899,289	$2,899,289
Federal, Special Purpose	$1,396,795	$1,358,674	$1,307,972	$1,307,972
Total Revenues	**$16,456,685**	**$15,708,530**	**$15,587,341**	**$15,623,035**

4 Year Projection - Expenditures

	2020-21	2021-22	2022-23	2023-24
Regular Instruction	$7,093,236	$6,794,473	$6,780,180	$6,780,180
Special Education	$1,992,759	$1,904,257	$1,859,372	$1,859,372
Vocational Education	$968,678	$975,705	$968,003	$971,403
Federal Programs	$1,224,630	$1,163,399	$1,117,992	$1,117,992
Other Instructional	$729,719	$729,719	$729,719	$729,719
Support Services	$4,335,275	$4,104,783	$4,048,762	$4,048,762
Transfers Out	$112,388	$116,176	$118,313	$78,000
Total Expenditures	**$16,456,685**	**$15,788,512**	**$15,622,341**	**$15,585,428**
Excess Expenses Over Revenue Sources		**-$79,982**	**-$35,000**	**$37,607**

4 Year Projection - Assumptions

- Based upon declining enrollment
- Maintaining all current programs
- Average salaries for 20-21, 21-22, 22-23
  - Certified: $67,585, $68,937, $68,937
  - Administrative: $100,321, $102,327, $102,327
  - Classified: $48,483, $49,453, $49,453
- Salary allocations increase each year by the IPD
  - 2021 = 1.6%,
  - Staffing reductions are 1.42% in 21-22 and 2.4% in 22-23
- Maintained current expenditure level for federal/state special programs.

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

Capital Projects Fund

- Revenues
  - $220,000
- Expenditures
  - $220,000
- *Planning for $220K budget authorization*

Debt Service Fund

- Revenues & Transfers In
  - $661,239
- Expenditures
  - $656,359
- *Ending outstanding debt for voted bonds = $2,065,000 and non voted bonds = $572,105*
- *Voted Bonds go through 12/2023, non-voted go through 12/2025 and 6/2023*

ASB Fund (40)

School	ASB Balance (6/30/20)
Stratton Elementary	$11,088
Sadie Halstead	$48,284
Newport High School	$153,745
TOTAL	**$213,117**

School	Proposed Budget
Stratton Elementary	$46,082
Sadie Halstead	$48,512
Newport High School	$179,966
Budget Capacity	$75,000
TOTAL	**$349,560**

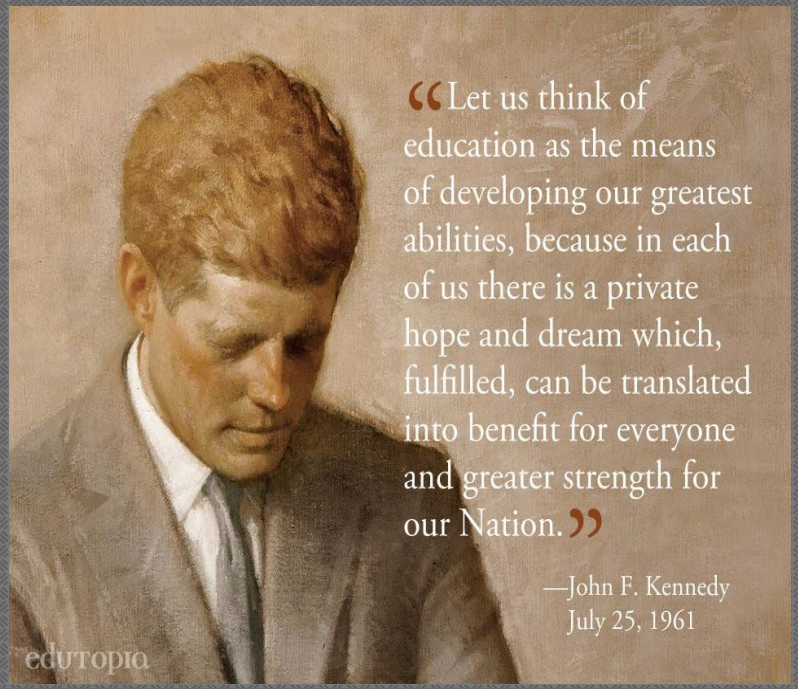


Trust Fund (70)

Trust	Trust Balance (6/30/20)
Trust Funds	$1,017,866
Library Funds	$34,118
TOTAL	**$1,051,984**

Trust	Proposed Budget
Trust Funds	$63,021
Library Funds	$21,342
Budget Capacity	$50,000
TOTAL	**$134,363**

Budget is to the level of anticipated expenditures.



What's Coming Up??



- Adjusting operations for anticipated revenue shortfalls due to Covid closures.
- There are a lot of factors at play that make anticipating shortfalls difficult. OSPI is urging districts to make staffing decisions that they feel are appropriate given what is likely to happen with future state revenues.
- LEA does not enjoy the basic education protection like K-12 does. OSPI cannot project actions of future legislative bodies, however the politics behind a reduction or elimination of LEA have been historically difficult.
- Budget cuts could be in the double digits. A $4B dollar cut is about 6% or 7%.
- Even though Basic ed is protected, there is still the possibility of a salary freeze. OSPI's stand that even if it is in the current budget but has not yet been provided it does not constitute a cut in funding.
- Adjusting operations to meet the projected decline in student enrollment
- Supporting salary schedules based upon "average" state salary and still having competitive salaries.

So, basically….



Questions

