Newport School District Budget Hearing

JULY 15, 2025

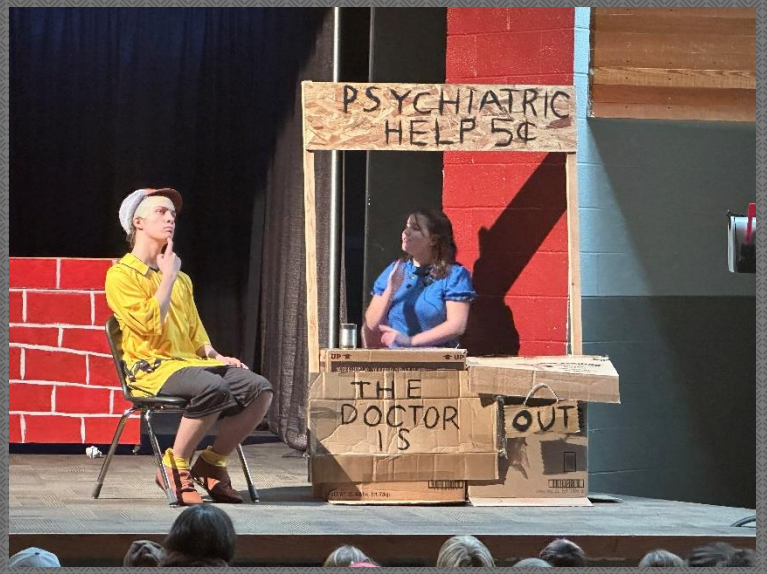
PRESENTED BY: DEBRA BUTTREY

Newport School District

Home of the Grizzlies

Things to Cover

- Enrollment/FTE
- Staffing
- Revenues
- Expenditures
- MSOC Funds
- Levy Funds
- 4 Year Projection
- 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



2025-26 Budgeted FTE

Grade	FTE Budgeted
Kindergarten	60
1st	70
2nd	67
3rd	81
4th	60
5th	77
6th	69
7th	59
8th	74
9th	67
10th	89
11th	73
12th	62
Total	908



Other Enrollment Information

- Budgeted Running Start: 15
- Budgeted ALE/Homelink Program: 195
- Budgeted MS CTE Program: 38 FTE
- Budgeted HS CTE Program: 88 FTE



Basic Ed Staffing

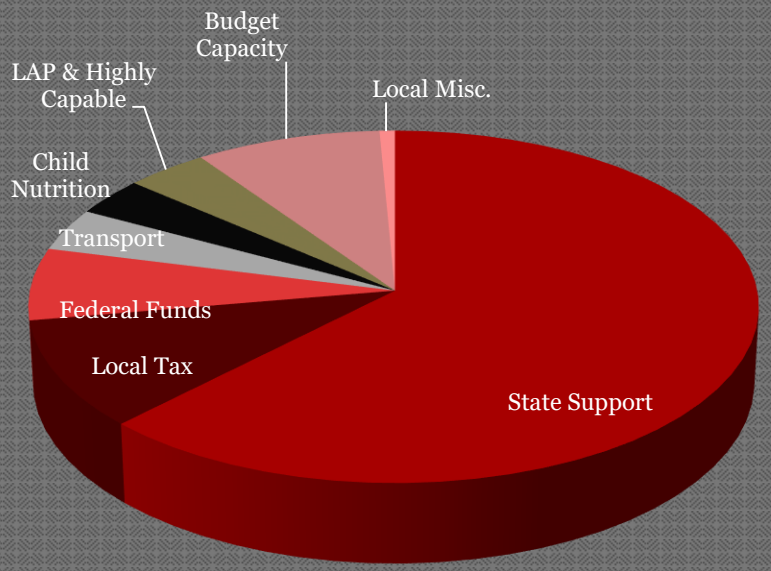
	Reimbursed FTE	Budgeted FTE
Certified Instructional Staff	40.62	39.23
Counselors	2.61	3.1
Certified Admin Staff	2.45	3.4
Classified Staff	12.39	13.74
Technology	.49	2.0
Facilities/Maint/Grounds/Labor	1.68	2.0
District Administration	.81	.90
District Classified	2.38	3.2
MS/HS CTE Program	9.80	9.84
Levy Funded	13.25	13.25

Note: Levy funded FTE = Library aides, counselors, STEAM teacher, maintenance, custodial, highly capable, school nurse, student engagement, KUBS staff, Dean of Students and athletic director, class size teachers, roaming substitutes

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	$2,220,467	-1.4%
Local Misc. Revenue	$165,045	10.7%
State Support	$13,922,977	3.5%
IDEA & Preschool	$328,884	3.1%
Title I	$668,505	.9%
Title II, IV, V	$48,266	-31.0%
21st Century	$431,907	29.7%
LAP	$853,980	-.5%
Highly Capable	$35,591	2.7%
Child Nutrition	$778,533	-14.1%
Transportation	$869,903	-2.6%
Budget Capacity	$2,000,000	0%
	$22,324,058	2.1%



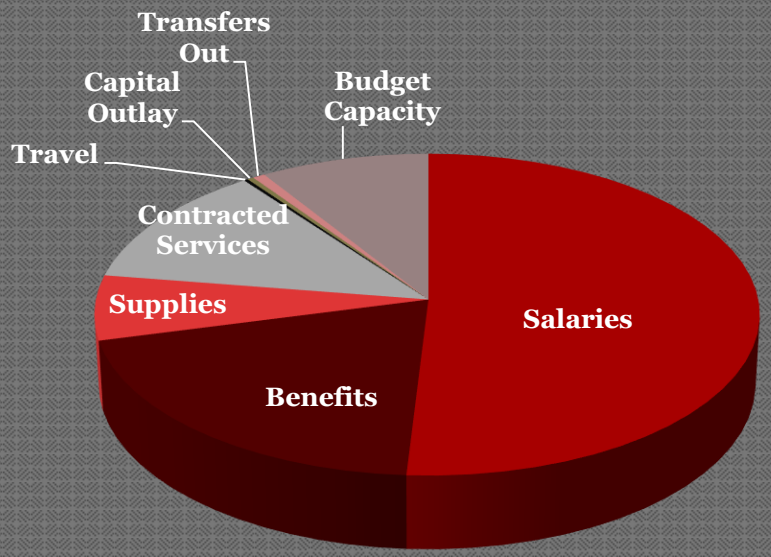
Percentages of General Fund Revenue:
State Support = 62.2%, Supplemental Levy = 9.92%
Federal Funds = 6.87%
PY Supplemental Levy was 10.27%

General Fund Proposed Expenditure Budget

Program	Proposed Budget		Program	Proposed Budget
Basic Education	$8,866,462		Title IV	$48,266
Supplemental Levy	$2,209,469		21st Century	$431,907
ALE/Homelink	$1,053,136		LAP	$853,980
SPED – State	$2,616,976		Highly Capable	$35,591
IDEA	$295,438		Budget Capacity	$2,000,000
Preschool	$33,446		Child Nutrition	$815,766
HS CTE	$879,404		Transportation	$990,062
MS CTE	$379,860		Transfers Out	$145,790
Title I	$668,505			
			TOTAL PROPOSED	**$22,324,058**

Expenditures by Category

Category	Proposed Budget
Salaries	$11,375,947
Benefits	$4,460,993
Supplies	$1,455,052
Contracted Services	$2,762,117
Travel	$49,159
Capital Outlay	$75,000
Transfers Out	$145,790
Budget Capacity	$2,000,000
	$22,324,058



Salaries & Benefits are 71% of the General Fund Budget. PY Budget was 68%

MSOC Disclosure

- **Combined 1191 MSOC from F-203**
- **Regular Instruction (Column A): $1,262,367**
- **Grades 9-12 Additional (Column J): $62,518**
- **Total MSOC Allocation: $1,324,885**

Expenditures from F-195	Totals	Program 01 (Basic)	Program 97 (District-wide)
Object 5 (Supplies)	**$325,335**	$74,505	$250,830
Object 7 (Prof Services)	**$1,421,471**	$173,117	$1,248,354
Object 8 (Travel)	**$6,664**	$0	$6,664
Object 9 (Capital Outlay)	**$0**	$0	$0
TOTAL Budgeted 5-9 Expenditures	**$1,753,470**	**Unfunded**	**-$428,585**

- **The aggregate MSOC amounts and the difference between these amounts is to be disclosed as part of the budget hearing.**

ESSB 5187-Sction 504(8)(a)(ii) page 485: (ii) For the 2023-24 school year and the 2024-25 school year, as part of the budget development, hearing, and review process by chapter 28A.505 RCW, each school district must disclose: (A) The amount of state funding to be received by the district under (a) and 9d) of this subsection (8); (B) the amount the district proposes to spend form materials, supplies, and operating costs; © the difference between these two amounts; and (D) if (A) of this subsection (8) (a) (ii) exceeds (B) of this subsection (8) (a) (ii), any proposed use of this difference and how this will improve student achievement.

Budget Notes

- Included in budget
  - IPD pass through 2.5% - inflationary increase
  - Declining enrollment and affect on MSOCs
  - We will operate under the Community Eligibility Provision (CEP) in the Child Nutrition Program. *Free meals for all students.*
  - Local Effort Assistance Stabilization $0– *may start moving in the direction to become eligible for LEA in future years.*
  - Increase in MSOC funding, however, it is still not enough. District has to use additional funds from ALE program to support unfunded MSOC expenses, i.e. utilities and liability insurance.
  - Districts did receive additional special education funding for 25-26

Supplemental Levy

- 2025-26 Supplemental Levy Amount is $2,209,469
- This levy supports the general fund expenditures and makes up 9.92% of the general fund's revenue.
- The 2025-26 levy rate is projected to be $1.50 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 a STEAM 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. Supports student engagement district wide and Dean of Students at the middle school level. District-wide staffing support in facilities and supports the purchase of Chromebooks. In the area of safety and security, we contract with the City of Newport 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
  - Facility, facility improvements and equipment repair and replacement.

4 Year Projection
Enrollment & FTE Counts

	2025-26	2026-27	2027-28	2028-29
Enrollment - Basic	908	906	893	864
Running Start Enrollment	15	15	15	15
ALE/Homelink Enrollment	195	195	195	195
General Fund Certificated FTE	89.22	89.06	88.02	85.71
General Fund Classified FTE	55.83	55.73	55.08	53.64





4 Year Projection - Revenue

	2025-26	2026-27	2027-28	2028-29
Local Taxes	$2,220,467	$2,211,040	$2,297,405	$2,329,392
Local Nontax Support	$2,122,382	$2,122,382	$2,122,382	$2,122,382
State, General Purpose	$11,672,409	$11,651,528	$11,515,802	$11,213,030
State, Special Purpose	$4,152,392	$4,260,354	$4,383,904	$4,475,966
Federal, Special Purpose	$2,135,495	$2,135,495	$2,135,495	$2,135,495
Revenues Other Entities	$20,913	$20,913	$20,913	$20,913
Total Revenues	**$22,324,058**	**$22,401,712**	**$22,475,901**	**$22,297,178**





4 Year Projection - Expenditures

	2025-26	2026-27	2027-28	2028-29
Regular Instruction	$8,620,856	$8,596,007	$8,582,239	$8,388,583
Federal Spec Purpose				
Special Education	$2,945,860	$2,990,048	$3,034,899	$3,080,422
Vocational Education	$1,259,264	$1,257,011	$1,242,369	$1,209,704
Federal Programs	$2,002,658	$2,135,495	$2,135,495	$2,135,495
Other Instructional	$2,035,591	$2,035,591	$2,035,591	$2,035,591
Support Services	$5,314,039	$5,304,533	$5,242,742	$5,104,900
Transfers Out	$145,790	$60,000	$60,000	$60,000
Total Expenditures	**$22,178,268**	**$22,378,685**	**$22,333,335**	**$22,014,695**
Excess Expenses Over Revenue Sources		$23,027	$142,566	$282,483

4 Year Projection - Assumptions

- Based upon declining enrollment
- Maintaining all current programs
- Average salaries for 25-26, 26-27, 27-28
  - Certified: $78,208, $80,164, $82,248
  - Administrative: $116,092, $118,994, $122,088
  - Classified: $56,105, $57,507, $59,002
- Salary allocations increase each year by the IPD
- 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



Debt Service Fund

- Revenues & Transfers In
  - $148,000
- Expenditures
  - $148,000
- *Ending outstanding debt for non voted bonds = $282,000 ($200K is portable)*
- *Non-voted go through 12/2025 and 12/2028*

ASB Fund (40)

School	ASB Balance (6/30/25)
Stratton Elementary	$36,754
Sadie Halstead	$57,790
Newport High School	$247,333
TOTAL	**$341,877**

School	Proposed Budget
Stratton Elementary	$36,047
Sadie Halstead	$57,641
Newport High School	$234,530
Budget Capacity	$152,486
TOTAL	**$480,704**



Trust Fund (70)

Trust	Trust Balance (6/30/25)
Trust Funds	$1,009,811
Library Funds	$196,759
TOTAL	**$1,206,570**

Trust	Proposed Budget
Trust Funds	$70,936
Library Funds	$80,700
Budget Capacity	$18,364
TOTAL	**$170,000**

Budget is to the level of anticipated expenditures.



What's Coming Up??



- Adjusting operations as needed to lower basic education enrollments.
- Supporting salary schedules based upon "average" state salary and still having competitive salaries.
- Stabilizing MSOC funding levels to expenditure levels. Planning for inflation as much as possible.
- As a reminder, we no longer receive LEA funds but may become eligible in the future.
- District will run new EPO (Educational Programs & Operations) Levy in February 2026.
- District will bring a bond proposal to the community soon.

In closing…



Questions

