Newport School District Budget Hearing

JULY 8, 2019

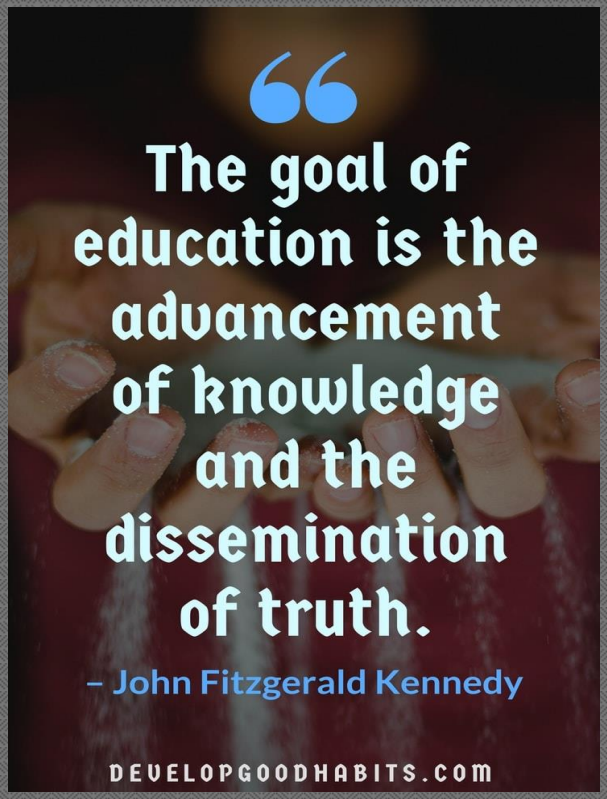
PRESENTED BY: DEBRA BUTTREY

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



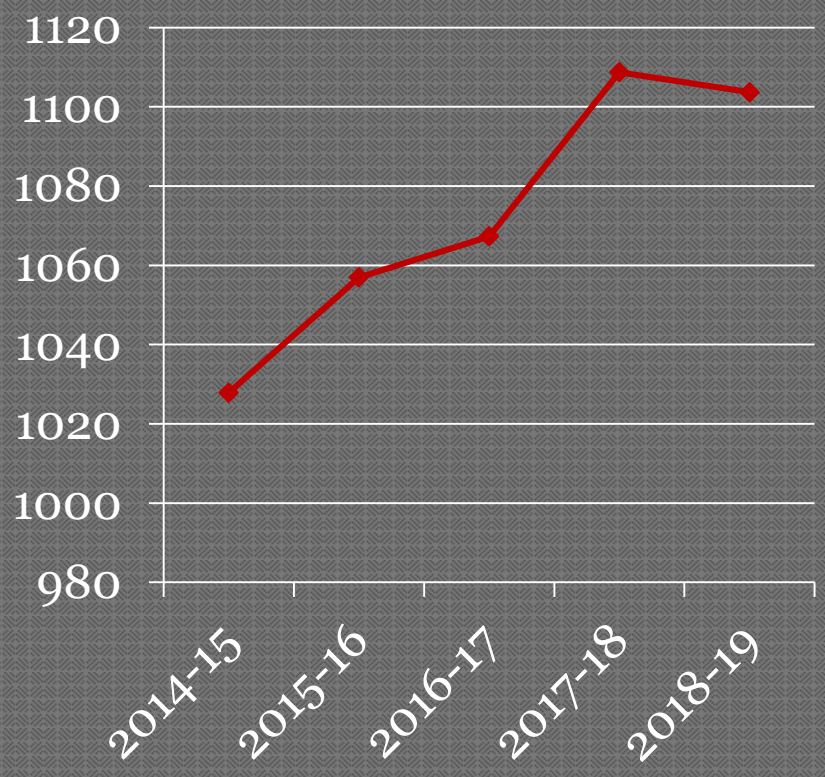
Enrollment/FTE Information



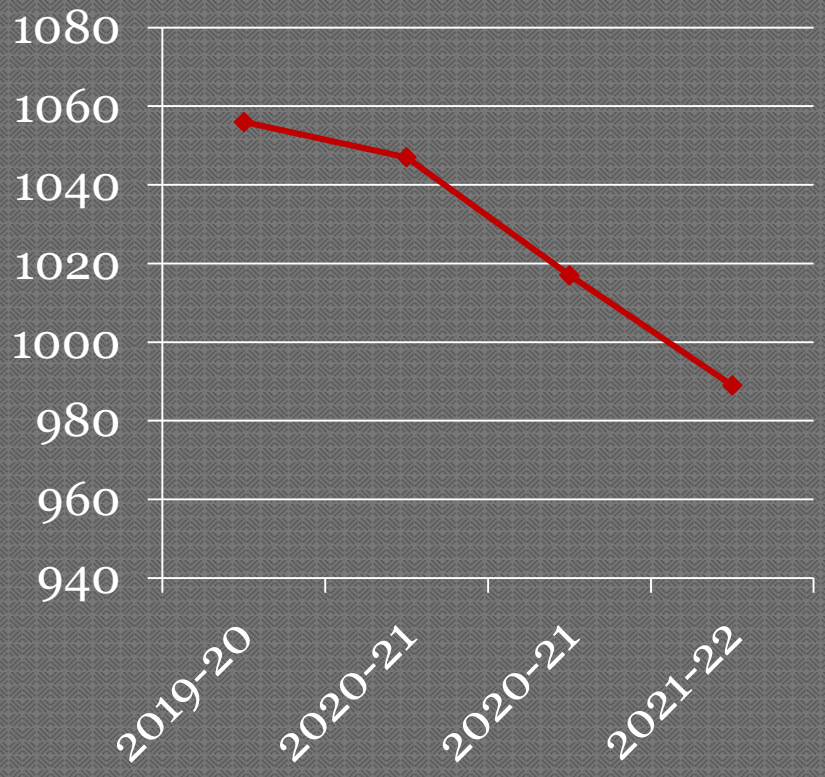
- Enrollment counts are the number of students actively enrolled in school.
- FTE (Full Time Equivalent) counts are the funded portions of student enrollment. If a student attends our schools half of the day, that student is a .50 FTE. Our district receives state funding based upon FTE counts.
- It takes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

Student Enrollment

NSD FTE Trend



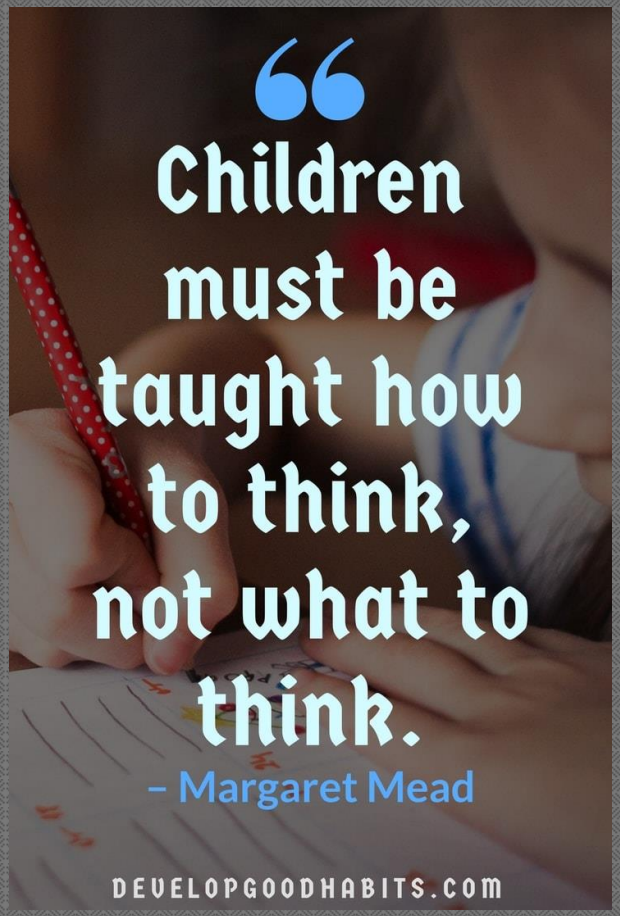
Projected Enrollment Trend



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

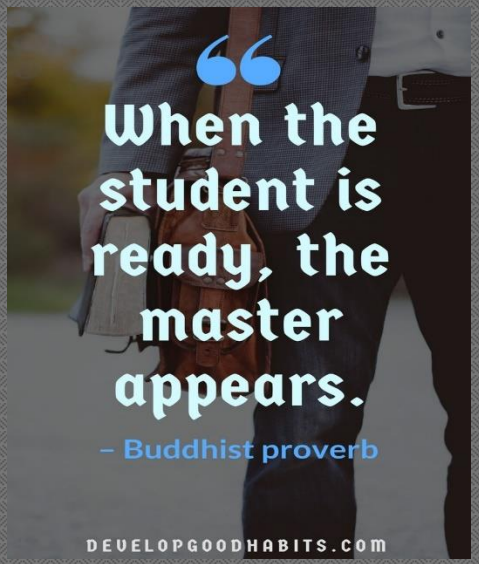
2018-19 Budgeted FTE

Grade	FTE Budgeted
Kindergarten	65
1st	75
2nd	68
3rd	70
4th	75
5th	72
6th	75
7th	94
8th	92
9th	93
10th	88
11th	90
12th	69
Total	1,026



Other Enrollment Information

- Budgeted Running Start: 15
- Budgeted ALE Program: 30
- Budgeted MS CTE Program: 44.64 FTE
- Budgeted HS CTE Program: 80.24 FTE



Basic Ed Staffing

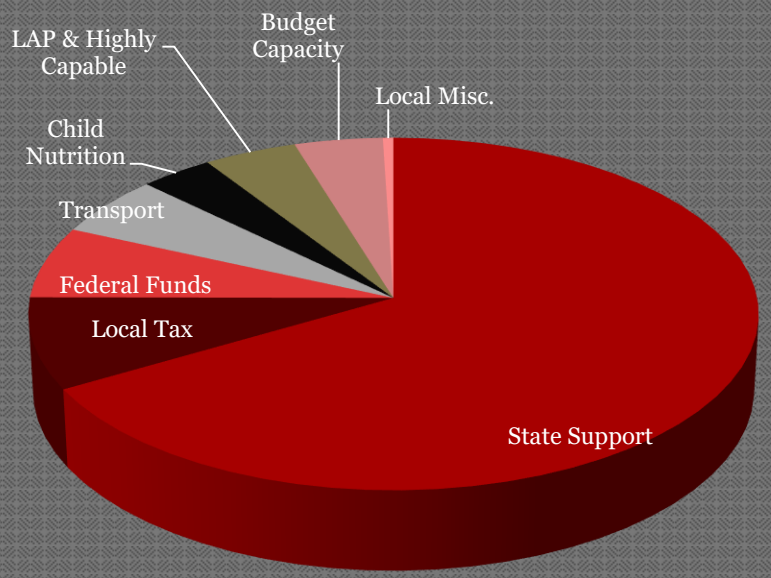
	Reimbursed FTE	Budgeted FTE
Certified Instructional Staff	47.63	47.22
Certified Admin Staff	2.82	3.5
Classified Staff	12.10	13.93
Technology	.57	.80
Facilities/Maint/Grounds/Labor	1.93	2.0
District Administration	.88	.90
District Classified	2.58	3.2
MS/HS CTE Program	8.80	8.15
Levy Funded	6.25	6.25

Note: Levy funded FTE = 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	$1,372,682	-3.92%
Local Misc. Revenue	$206,755	149.48%
State Support	$10,920,603	2.46%
IDEA & Preschool	$312,700	11.52%
Special Programs	$4,042	100%
Title I	$395,604	-12.73%
Title II	$45,623	3.12%
21st Century	$491,656	63.7%
LAP	$747,790	5.32%
Highly Capable	$29,378	3.31%
Child Nutrition	$583,365	.0%
Transportation	$902,876	21.16%
Budget Capacity	$700,000	0%
	$16,713,074	4.35%



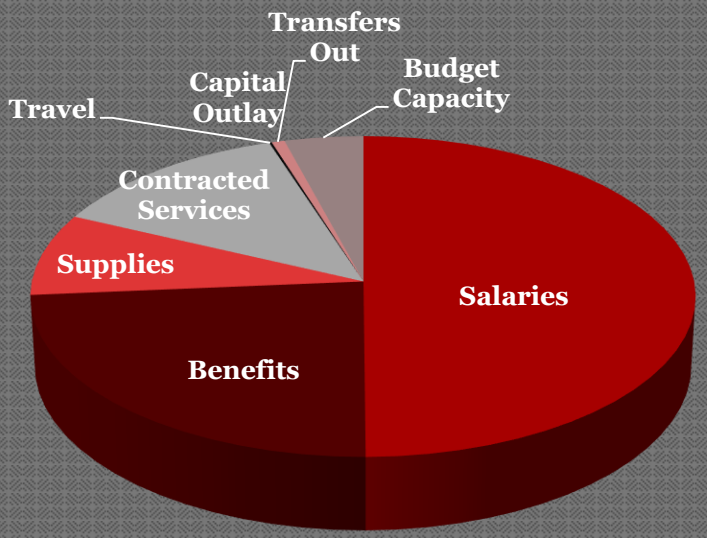
Percentages of General Fund Revenue:
State Support = 66.67%, Supplemental Levy = 9.73%
Federal Funds = 7.64%
PY Supplemental Levy was 8.9%

General Fund Proposed Expenditure Budget

Program	Proposed Budget		Program	Proposed Budget
Basic Education	$8,046,532		Title II	$45,623
Supplemental Levy	$1,372,682		21st Century	$491,656
ALE Program	$217,630		LAP	$747,790
SPED – State	$1,609,563		Special State Programs	$0
Birth to 3 – State	$38,364		Highly Capable	$29,378
IDEA	$275,669		Budget Capacity	$700,000
Preschool	$33,169		Child Nutrition	$663,409
HS CTE	$661,328		Transportation	$902,876
MS CTE	$367,383		Transfers Out	$115,000
Title I	$395,022			
			TOTAL PROPOSED	**$16,713,074**

Expenditures by Category

Category	Proposed Budget
Salaries	$8,340,558
Benefits	$3,969,502
Supplies	$1,388,443
Contracted Services	$2,175,936
Travel	$23,635
Capital Outlay	$0
Transfers Out	$115,000
Budget Capacity	$700,000
	$16,713,074



Salaries & Benefits are 92% of the General Fund Budget. PY Budget was 88%

MSOC Disclosure

- **Total MSOC Allocation: $1,165,292**

Category	Reimbursed MSOC	Budgeted per Category	Difference by Category
Technology	$122,471	$156,000	-$33,529
Utilities/Insurance	$332,775	$525,761	-$192,986
Curriculum	$131,491	$0	$131,491
Other Supplies	$260,424	$218,971	$41,453
Library Materials	$18,734	$0	$18,734
Professional Development	$20,338	$0	$20,338
Facilities Maintenance	$164,851	$231,600	-$66,749
Central District Wide Support	$114,208	$133,900	-$19,692
TOTAL MSOC	**$1,165,292**	**$1,266,232**	**-$100,940**

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 $80,044 deficit.
  - Intent is to pass through any COLAs that are received by the State.
  - SPED multiplier increased to .995 for 2019-20
  - K-3 compliance returns..moves away from school/grade level to a single district wide calculation across all schools/grade levels
  - Beginning 19-20 year SAO must review expenditures of local funds
  - SAO must conduct a SPED financial or accountability audit of each district by 6/1/20, for the 2018-19 school year.

Supplemental Levy

- 2019-20 Supplemental Levy Amount is $1,500,000
- This levy supports the general fund expenditures and makes up 8.9% of the general fund's revenue.
- The 2020 levy rate is projected to be $1.75 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 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

	2019-20	2020-21	2021-22	2022-23
Enrollment - Basic	1,026	1,017	987	959
Running Start Enrollment	15	15	15	15
ALE Enrollment	30	30	30	30
General Fund Certificated FTE	78.858	78.858	77.280	74.180
General Fund Classified FTE	52.066	52.066	51.020	48.98

4 Year Projection - Revenue

	2019-20	2020-21	2021-22	2022-23
Local Taxes	$1,393,875	$1,500,000	$1,500,000	$1,500,000
Local Nontax Support	$938,662	$938,662	$938,662	$938,662
State, General Purpose	$9,551,031	$9,873,043	$9,636,992	$9,413,125
State, Special Purpose	$3,069,923	$3,072,014	$3,071,176	$3,070,394
Federal, Special Purpose	$1,759,583	$1,759,583	$1,759,583	$1,759,583
Total Revenues	**$16,713,074**	**$17,143,302**	**$16,906,413**	**$16,681,764**

4 Year Projection - Expenditures

	2019-20	2020-21	2021-22	2022-23
Regular Instruction	$7,173,125	$7,280,722	$7,098,023	$6,957,760
Special Education	$1,956,765	$2,216,712	$2,217,906	$2,175,086
Vocational Education	$1,028,711	$1,045,268	$1,045,735	$1,028,981
Federal Programs	$1,680,091	$1,707,172	$1,707,935	$1,680,533
Other Instructional	$729,378	$729,974	$729,991	$729,388
Support Services	$4,030,004	$4,063,345	$4,064,285	$4,030,549
Transfers Out	$115,000	$115,000	$115,000	$115,000
Total Expenditures	**$16,713,074**	**$17,158,193**	**$16,978,875**	**$16,717,297**
Excess Expenses Over Revenue Sources		**-$14,891**	**-$72,462 – after a 2% reduction**	**-$35,533 – after a 4% reduction**

4 Year Projection - Assumptions

- Based upon declining enrollment
- Maintaining all current programs
- Average salaries for 19-20, 20-21, 21-22, 22-23 respectively
  - Certified: $66,520, $67,917, $69,343, $70,730
  - Administrative: $98,741, $100,815, $102,932, $104,990
  - Classified: $47,720, $48,722, $49,745, $50,740
- Salary allocations increase each year by the IPD
  - 19-20 = 2.0%, 2.1%, 2.1%, 2%
- Health Benefit increase of 2% per year
- Staffing reductions are 2% in 21-22 and 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
  - $150,000
- Expenditures
  - $150,000
- *Planning for $150K budget authorization*

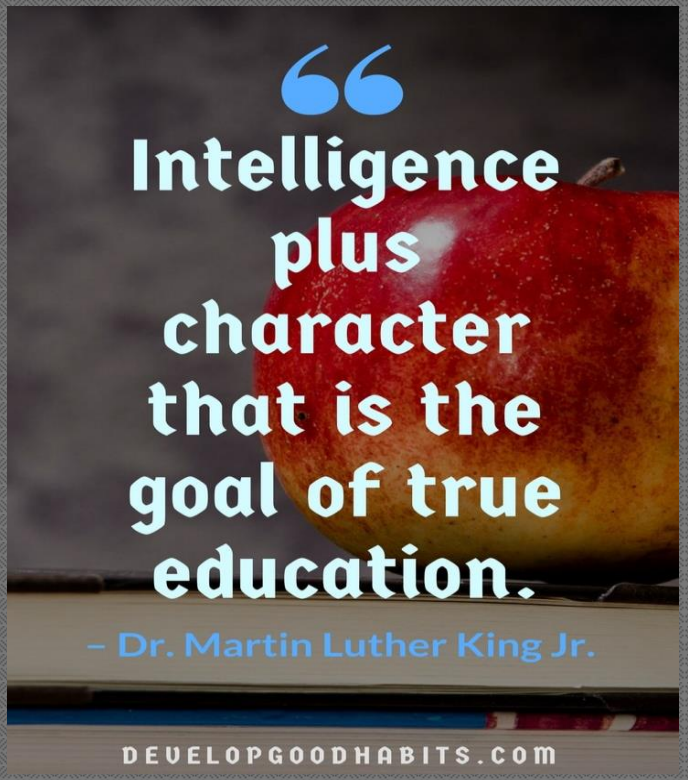
Debt Service Fund

- Revenues & Transfers In
  - $677,364
- Expenditures
  - $676,051
- *Ending outstanding debt for voted bonds = $2,530,000 and non voted bonds = $675,285*
- *Voted Bonds go through 12/2023, non-voted go through 12/2025 and 6/2023*

ASB Fund (40)

School	ASB Balance (6/30/19)
Stratton Elementary	$40,828
Sadie Halstead	$45,032
Newport High School	$158,635
TOTAL	**$244,495**

School	Proposed Budget
Stratton Elementary	$40,807
Sadie Halstead	$44,114
Newport High School	$153,545
Budget Capacity	$75,000
TOTAL	**$313,466**



ASB Fund (40)

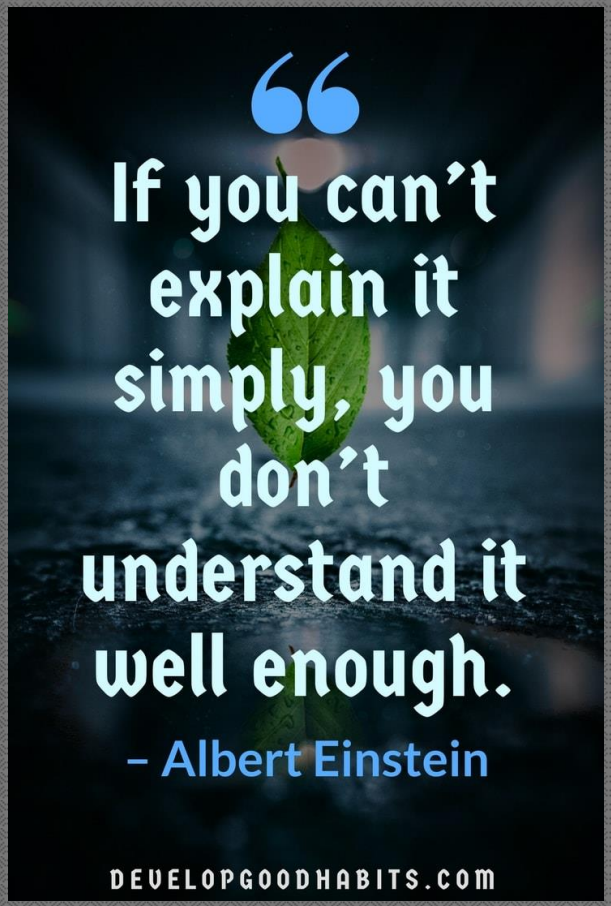
- What's coming up…
  - School districts must collect and report 2018-19 school year data related to students in possession of ASB cards and student participation in school-based athletic programs by January 15, 2020
  - Each school district must annually collect and publish on its website a variety of school level data points related to ASB card possession and athletic participation
  - No funding was provided to school districts for this effort.

Trust Fund (70)

Trust	Trust Balance (6/30/18)
Trust Funds	$997,366
Library Funds	$20,597
TOTAL	**$1,017,963**

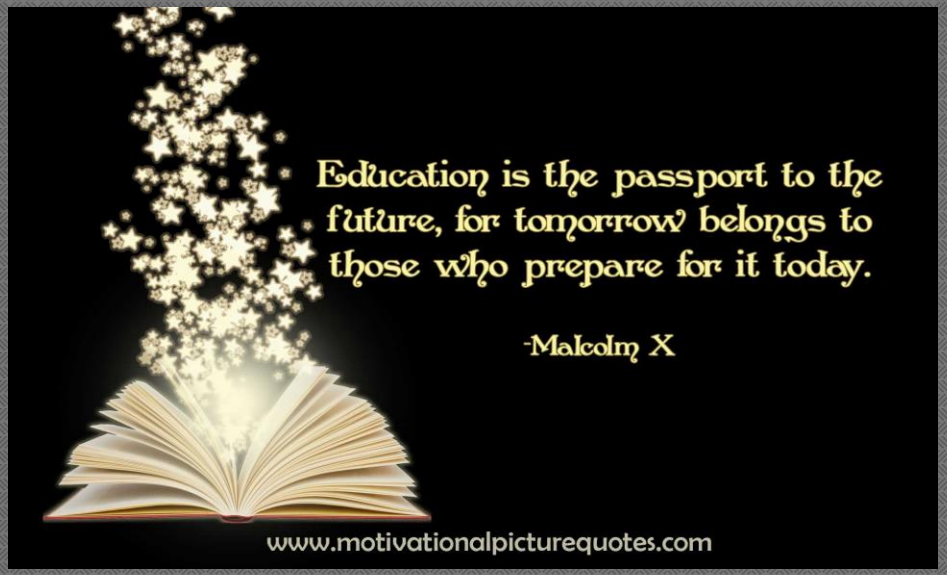
Trust	Proposed Budget
Trust Funds	$63,022
Library Funds	$21,342
Budget Capacity	$16,043
TOTAL	**$100,407**

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.
- Funding of SEBB
- Supplemental Levy



Questions

