

# Lopez Island School District Budget Hearing

**July 26, 2023**



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# Agenda

## Budget Timeline

- Budget Discussion June 16, 2023
- Board Work Session July 12, 2023
- Board Budget Hearing and Adoption July 26, 2023

## General Fund - Budget Drivers

- Local Revenues
- State Revenues
- Federal Revenues
- Labor Costs
- Non-Employee Costs

## General Fund

## Other Funds

## Questions

# GF - Local Revenues

## Budget Drivers:

- Levy Cap (**per student cap of \$2,878.66 for 2023 and \$3,143.71 for 2024**)
- Donations
- Fees

Local Revenues	21-22 A	22-23 B	23-24 P
Local Property Tax	648,324	685,006	700,516
Tuition and Fees	10,094	7,654	7,550
Food Service	3,547	30,000	33,500
Gifts/Donations	98,799	56,000	52,000
Other Local Support	95,991	97,050	12,250
Capacity	-	400,000	400,000
<b>Total</b>	<b>856,754</b>	<b>1,275,710</b>	<b>1,205,816</b>

# GF - State Revenues

## Budget Drivers:

- Enrollment

Enrollment	21-22 A	22-23 B	22-23 A	23-24 P
K-3	62.94	55.00	54.58	51.20
4-6	55.40	50.00	50.91	53.20
7-8	40.28	43.00	41.86	36.44
9-12	62.78	64.00	68.68	76.62
<b>Total Basic Education</b>	<b>221.40</b>	<b>212.00</b>	<b>216.03</b>	<b>217.46</b>
Parent Partner	18.60	18.00	9.17	7.54
Special Education		50.00	48.00	58.00
Learning Assistance		105.60		135.42
Transitional Bilingual		22.00		24.00

# GF - State Revenues

## Additional Budget Drivers:

- IPD **(3.7% for 23-24)**
- Poverty Level for LAP funding **(43.39% for 21-22, 44.00% for 22-23, 59.74% for 23-24)**
- Additional Funding Factors **(12% regionalization, remote and necessary school, and small high school)**
- Transportation Ridership

State Revenues	21-22 A	22-23 B	23-24 P
Basic Education	3,407,185	3,485,862	3,371,627
Special Education	401,182	447,872	568,728
Learning Assistance Prog	61,228	77,190	143,202
Transitional Bilingual	30,597	36,130	42,840
Transportation	166,733	144,305	228,574
Other State	46,106	88,464	12,858
<b>Total</b>	<b>4,113,030</b>	<b>4,279,823</b>	<b>4,367,829</b>

# GF - Federal Revenues

## Budget Drivers:

- Applications Submitted/Grants Awarded
- Student Meals Served

Federal Revenues	21-22 A	22-23 B	23-24 P
ESSR I, II	237,579	36,000	-
ESSR III	29,277	417,600	385,000
GEER	44,393	-	-
Special Education	107,996	81,760	66,000
ESEA Disadvantaged	133,496	100,436	134,738
Food Service	106,397	80,000	100,000
Other Federal	129,375	28,800	20,000
<b>Total</b>	<b>788,511</b>	<b>744,596</b>	<b>705,738</b>

# GF - Labor Costs

Budget Drivers and Other Factors:

- Staffing Levels

Employees (FTE)	21-22 A (10/1)	22-23 B	23-24 P
Certificated - Admin	3.250	2.800	2.800
Certificated - Instructional	21.220	23.799	23.185
Classified	14.458	23.758	18.592
<b>Total</b>	<b>38.928</b>	<b>50.357</b>	<b>44.577</b>

# GF - Labor Costs

## Budget Drivers:

- CBA language (salary schedule changes, additional pay, etc.)
- Changes in retirement/tax rates and benefit costs

Labor Costs	21-22 A	22-23 B	23-24 P
Certificated Staff	2,408,989	2,476,285	2,577,794
Classified Staff	1,003,828	1,200,804	1,123,537
Taxes/Benefits	1,352,311	1,461,968	1,429,197
<b>Total</b>	<b>4,765,127</b>	<b>5,139,057</b>	<b>5,130,528</b>



# GF - Non-Labor Costs

## Budget Drivers:

- Inflationary costs in general instructional materials and operating expenditures
- Instructional program changes

<b>Non-Labor Costs</b>	<b>21-22 A</b>	<b>22-23 B</b>	<b>23-24 P</b>
Supplies/Materials	495,801	351,036	316,501
Purchased Services	928,355	816,300	896,235
Capacity	-	400,000	400,000
Travel	25,642	15,475	9,000
Capital Outlay	54,804	84,246	-
<b>Total</b>	<b>1,504,602</b>	<b>1,667,057</b>	<b>1,621,736</b>

# MSOC Disclosure

## Legislative Requirement

- \$424,134 – state funding
- \$806,566 – budgeted expenditures
- (\$382,432) - difference

# GF – Summary

Budget Drivers (current year goal): **Break-even** budget, **OR Intentional spend down** of available funds for non-continuous activities, **OR Intentional build up** of reserves for future activities

Budget Summary	21-22 A	22-23 B	23-24 P
<b>Resources</b>			
Local / Levy	856,754	1,275,710	1,205,816
State	4,113,030	4,279,643	4,367,829
Federal	788,511	744,596	705,738
<i>Other</i>	32,895	70,776	68,700
<i>Transfers In</i>	238,681	300,000	277,000
<b>Total</b>	<b>6,029,872</b>	<b>6,670,725</b>	<b>6,625,083</b>
<b>Expenditures</b>			
Labor Costs	4,765,127	5,139,057	5,130,528
Non- Labor Costs	1,504,602	1,667,057	1,621,736
<b>Total</b>	<b>6,269,729</b>	<b>6,806,114</b>	<b>6,752,264</b>
<b>Net Difference</b>	<b>(239,857)</b>	<b>(135,389)</b>	<b>(127,181)</b>

# GF - Fund Balance

## Budget Drivers:

- Minimum Fund Balance Requirements (**current board policy is 9% of prior year expenditures**)
- Restricted/Committed Fund Balance (Legal and Board Approved)

Ending Fund Balance	21-22 A	22-23 B	23-24 P
Restricted/Committed	39,690	-	-
Assigned	-	-	-
Min Fund Balance Policy	564,275	535,089	96,820
Unassigned Fund Balance	48,291	146,559	-
<b>Total</b>	<b>652,256</b>	<b>681,648</b>	<b>96,820</b>
<i><b>Total as % of Expenditures</b></i>	<i><b>10.4%</b></i>	<i><b>10.0%</b></i>	<i><b>1.4%</b></i>

# GF – Four-year Forecast

	2023-2024	2024-2025	2025-2026	2026-2027
<b>Enrollment</b>	<b>Current</b>	<b>Forecast</b>	<b>Forecast</b>	<b>Forecast</b>
K	15.00	15.00	15.00	15.00
1	11.00	15.00	15.00	15.00
2	9.60	11.00	15.00	15.00
3	13.60	9.60	11.00	15.00
4	18.00	13.60	9.60	11.00
5	17.00	18.00	13.60	9.60
6	17.20	17.00	18.00	13.60
7	15.86	17.20	17.00	18.00
8	18.58	15.86	17.20	17.00
9	21.00	18.58	15.86	17.20
10	20.18	21.00	18.58	15.86
11	26.86	20.18	21.00	18.58
12	8.58	26.86	20.18	21.00
SubTotal	<b>212.46</b>	<b>218.88</b>	<b>207.02</b>	<b>201.84</b>
Running Start	0.60	0.60	0.60	0.60
ALE	7.54	7.52	7.38	7.38
Total	<b>220.60</b>	<b>227.00</b>	<b>215.00</b>	<b>209.82</b>
<b>Staff Counts</b>				
Cert FTE	27.175	27.175	27.175	27.175
Class FTE	19.125	19.125	19.125	19.125
<b>Revenue</b>				
1000 Local Taxes	700,516	727,836	703,147	699,931
2000 Local Nontax	505,300	513,366	523,633	534,106
3000 State, General	3,442,379	3,680,396	3,555,555	3,539,288
4000 State, Special	925,450	943,959	962,838	982,095
6000 Federal, Special	705,738	270,738	276,153	281,676
7000 Other Districts	-	-	-	-
8000 Other Entities	68,700	70,074	71,475	72,905
9000 Other Sources	277,000	277,000	277,000	277,000
Total	<b>6,625,083</b>	<b>6,483,369</b>	<b>6,369,802</b>	<b>6,387,001</b>

# GF – Four-year Forecast –con't

	2023-2024	2024-2025	2025-2026	2026-2027
<b>Expenditure</b>	<b>Current</b>	<b>Forecast</b>	<b>Forecast</b>	<b>Forecast</b>
00 Regular Instruction	2,815,346	3,068,342	3,129,709	3,192,303
10 Federal, Special	421,635	342,763	349,618	356,611
20 Special Education	975,341	1,013,379	1,033,647	1,054,320
30 Vocational Education	44,663	45,556	46,467	47,397
50/60 Compensatory	282,978	288,638	294,410	300,299
70 Other Instruction	453,701	462,775	472,031	481,471
80 Community Services	-	-	-	-
90 Support Services	1,758,600	1,793,772	1,829,647	1,866,240
<b>Total</b>	<b>6,752,264</b>	<b>7,015,225</b>	<b>7,155,530</b>	<b>7,298,640</b>
<b>Excess of REV over (under) EXP</b>	<b>(127,181)</b>	<b>(531,856)</b>	<b>(785,728)</b>	<b>(911,640)</b>
<b>Beginning Fund Balance</b>				
821 Carryover Restricted Rev	-	-	-	-
890 Unassigned	-	-	-	-
891 MFBP	224,000	96,819	(435,037)	(1,220,765)
<b>Total</b>	<b>224,000</b>	<b>96,819</b>	<b>(435,037)</b>	<b>(1,220,765)</b>
<b>Ending Fund Balance</b>				
821 Carryover Restricted Rev	-	-	-	-
890 Unassigned	-	-	-	-
891 MFBP	96,819	(435,037)	(1,220,765)	(2,132,404)
<b>Total</b>	<b>96,819</b>	<b>(435,037)</b>	<b>(1,220,765)</b>	<b>(2,132,404)</b>

# Other - Budget Summary

## Budget Drivers

- Capital Projects – **(levies for technology, water project)**
- Transportation Vehicle – **(no purchase planned; expenditure is placeholder only)**

Other Funds	CPF (capital)	DSF (debt)	ASB (student)	TVF (trans)
Beginning Fund Balance	815,657	572,514	69,866	235,800
Local Taxes	405,720	861,420	-	-
Other Revenues	28,740	117,741	116,500	98,778
Expenditures	377,000	986,541	114,500	334,000
Transfers Out	392,741	-	-	-
<b>Net Difference</b>	<b>(335,281)</b>	<b>(7,380)</b>	<b>2,000</b>	<b>(235,222)</b>
Ending Fund Balance	480,376	565,134	71,866	578

# Questions?



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# Thank you!

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