

2023-2024 School Year Budget Planning

**School Board Meeting
April 12, 2023**



Spokane Public Schools

Budget Planning Principles

- Protect basic needs for educating the whole child
- Provide equitable distribution of resources that recognize the diverse needs of students
- Implement academic programming focused on closing the opportunity gap
- Maintain essential support services
- Meet legal compliance and educational standards
- Support the implementation and sustainability of the district's strategic plan
- Budget for committed, assigned and unassigned fund balance to meet the minimum fund balance of 5% of expenditures as specified in Policy 6022

2023-2024 Budget Priorities

- Utilize strategies that support learning recovery and intervention supports for students impacted by the pandemic
- Allocate resources that maintain the provision of established low class size targets
- Invest in strategies that address workforce diversity and enhance recruitment and retention
- Provide anti-racism and social emotional learning programs and services as well as integrate trauma-informed practices within available resources
- Ensure that resources are allocated to support the district's equity resolution, which includes program offerings designed to increase access and opportunity
- Provide investments that support infrastructure for the expansion of early learning services
- Allocate resources and staffing to facilitate the adjustment of grade configurations and the opening of new schools
- Study and develop efficiencies for student transportation.
- Enhance student engagement through activities, athletics and workforce opportunities.

2023-2024 Revenue Assumptions

- IPD applied to State funding for salaries & materials, supplies and other costs (MSOCs)
 - 2023-2024: based on state budget
 - 2024-2025: based on state projections
 - 2025-2026: based on state projections
 - 2026-2027: based on state projections
- Adjustment for regionalization to be based on adopted state budget
- Local Effort Assistance (LEA)
 - Held at current formula allocation
- Levy
 - Calendar year 2023: \$73,800,000
 - Calendar year 2024: \$82,100,000
 - Calendar year 2025: New levy amounts to be discussed
- Enrollment will be less than pre-COVID levels – current enrollment trends indicate higher enrollment than 2022-2023 school year
- Federal assistance –ESSER

2023-2024 Expenditure Assumptions

- Districtwide staffing and class sizes budgeted at:
 - Primary average class size of 18
 - Intermediate average class size of 22
 - Secondary average class size of 26
- IPD applied to subsequent budget years at:
 - 2023-2024: based on proposed state budgets
 - 2024-2025: based on state projections
 - 2025-2026: based on state projections
 - 2026-2027: based on state projections
- Steps per salary schedule
- ESSER expenditure plan
- Operating costs for Peperzak Middle School
 - Based on actual costs of new middle schools opened during the 2022-2023 school year

2023-2024 ESSER Plan

ESSER Award	\$ 124.2
2020-2021 Actual	(9.1)
2021-2022 Actual	(41.6)
2022-2023 Projected Expenditures	(46.0)
2023-2024 Prelim Budget	(27.5)
2024-2025 Prelim Budget	-
Available balance *	\$ -

*Must be spent by September 30, 2024

2023-2024 ESSER Plan – continuation of concepts scenario

Concept	Adopted FY23	Estimated FY23	Estimated FY24 to continue similar services at a reduced level
Staffing - class size	\$ 12.2	\$ 12.0	\$ 10.3
Staffing - equity	4.6	5.8	2.0
Staffing - student support	0.4	0.4	0.4
Spokane Virtual Academy	1.8	1.8	-
Transportation	2.5	-	-
Summer programs	0.2	0.1	0.1
School support	3.7	4.0	3.8
PPE, equipment and other COVID response	0.8	2.0	-
Student technology	3.9	4.8	4.8
Curriculum	5.6	12.6	1.5
Professional development	0.3	0.5	0.5
Grant contingency and administration	5.3	2.0	4.1
Total	41.3	46.0	27.5

2023-24 Senate and House Proposals

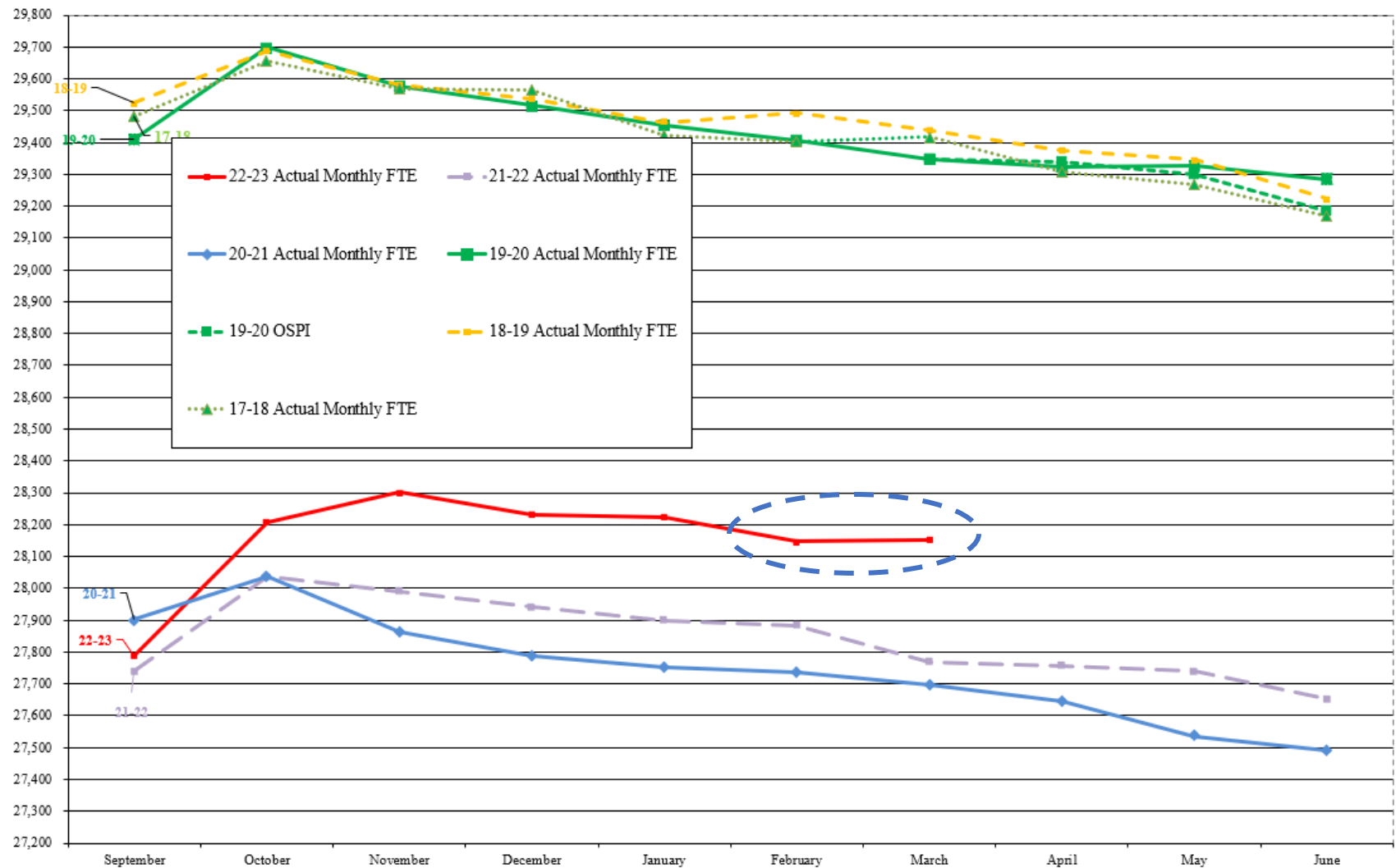
In Millions

	Adopted Budget 2022- 2023	Projection FY23 as of 2/28/23	Estimated House 2023- 2024	Estimated Senate 2023- 2024
Local Tax (Levy)	\$ 70.0	\$ 70.0	\$ 78.2	\$ 78.2
Local Effort Assistance	4.2	4.2	3.7	1.1
State General Purpose	271.1	276.4	283.3	280.3
State Special Purpose	91.1	90.9	100.7	106.1
Federal Grants	49.6	48.3	45.9	45.9
ESSER	41.3	41.1	31.5	31.5
Other Revenue	14.3	14.0	13.6	13.6
Total Revenue	541.6	544.9	556.9	556.7
Teaching	318.6	320.7	343.1	343.1
Teaching Support	87.0	85.9	75.6	75.6
Other Support Activities	86.6	86.8	85.3	85.2
Building Administration	32.7	32.6	35.7	35.7
Central Administration	24.5	22.8	26.5	26.5
Total Expenditures	549.4	548.8	566.2	566.1
Expenditures in Excess of Revenue	(7.8)	(3.9)	(9.3)	(9.4)
Percent of Expenditures	1.42%	0.71%	1.64%	1.66%

Based on 3/31/2023 proposals

Student Enrollment

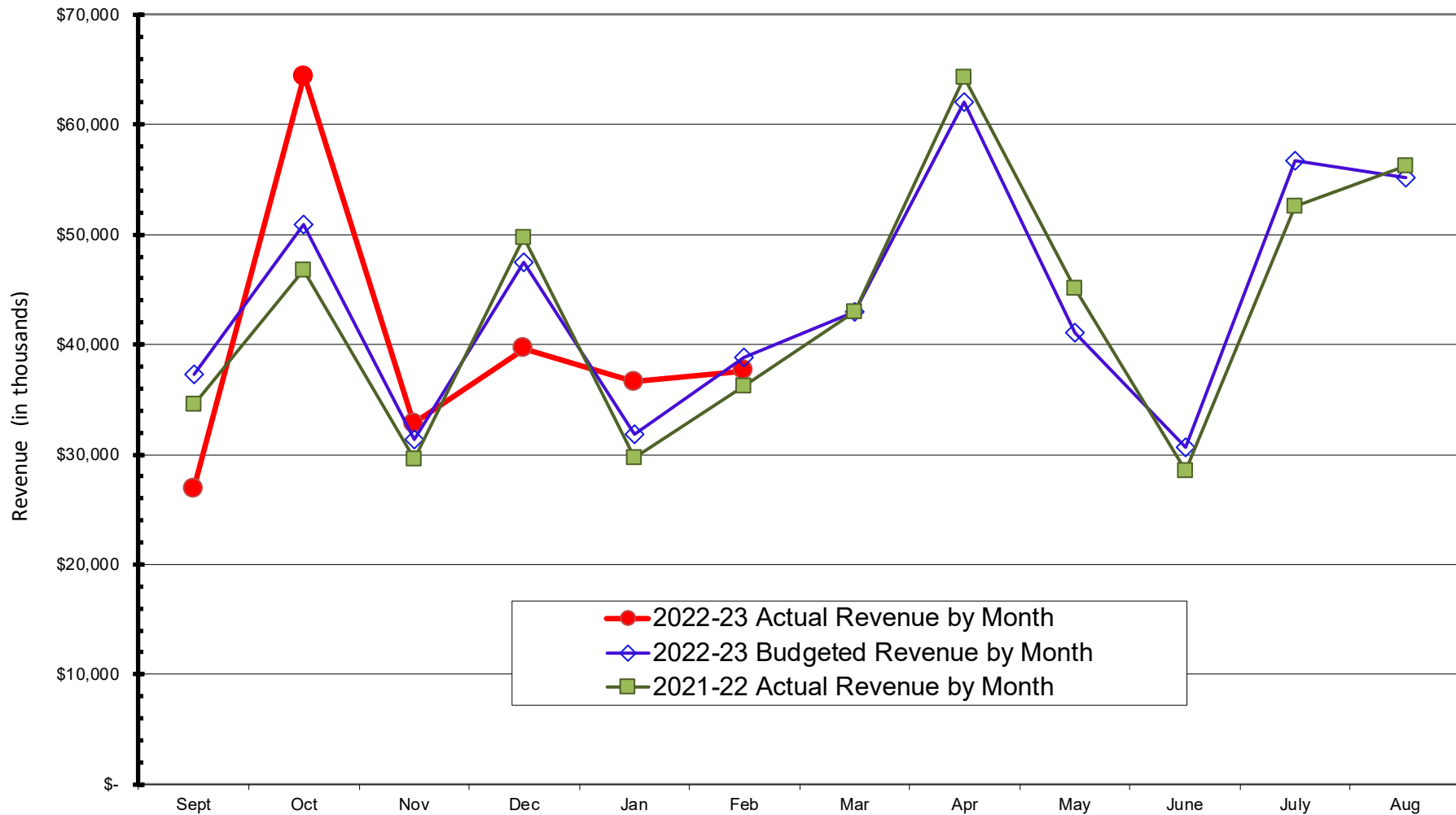
FTE Trends by Month from 2017-18 to 2022-23



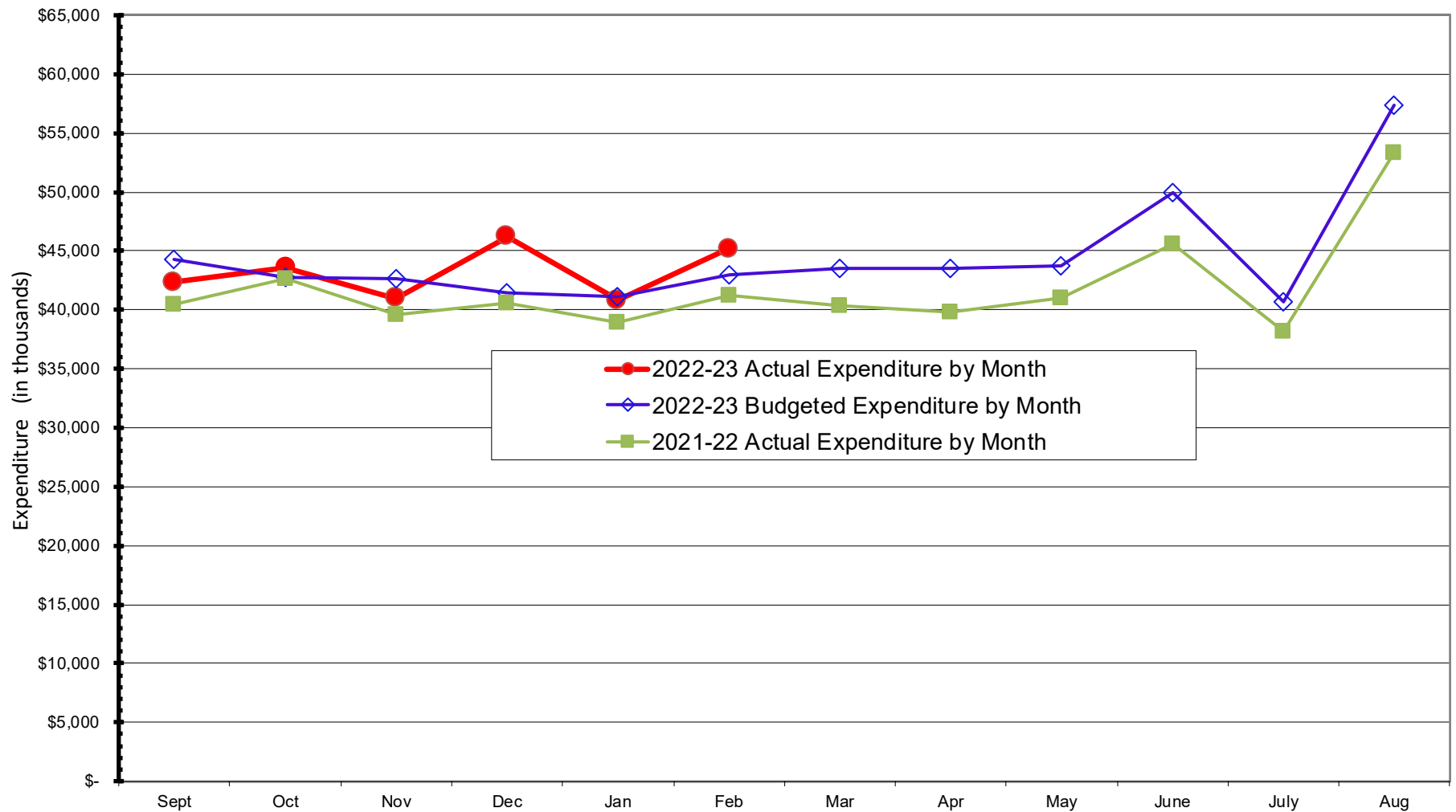
Student Enrollment

	2018-19	2019-20	2020-21	2021-22	2022-23
February Enrollment	29,492	29,405	27,740	27,880	28,153
Budgeted AAFTE	29,240	29,500	29,525	29,610	27,548
Actual AAFTE/(Estimated)	29,467	29,427	27,752	27,832	28,125
Difference from budgeted/(Estimated)	+227	-73	-1,773	-1,778	+577

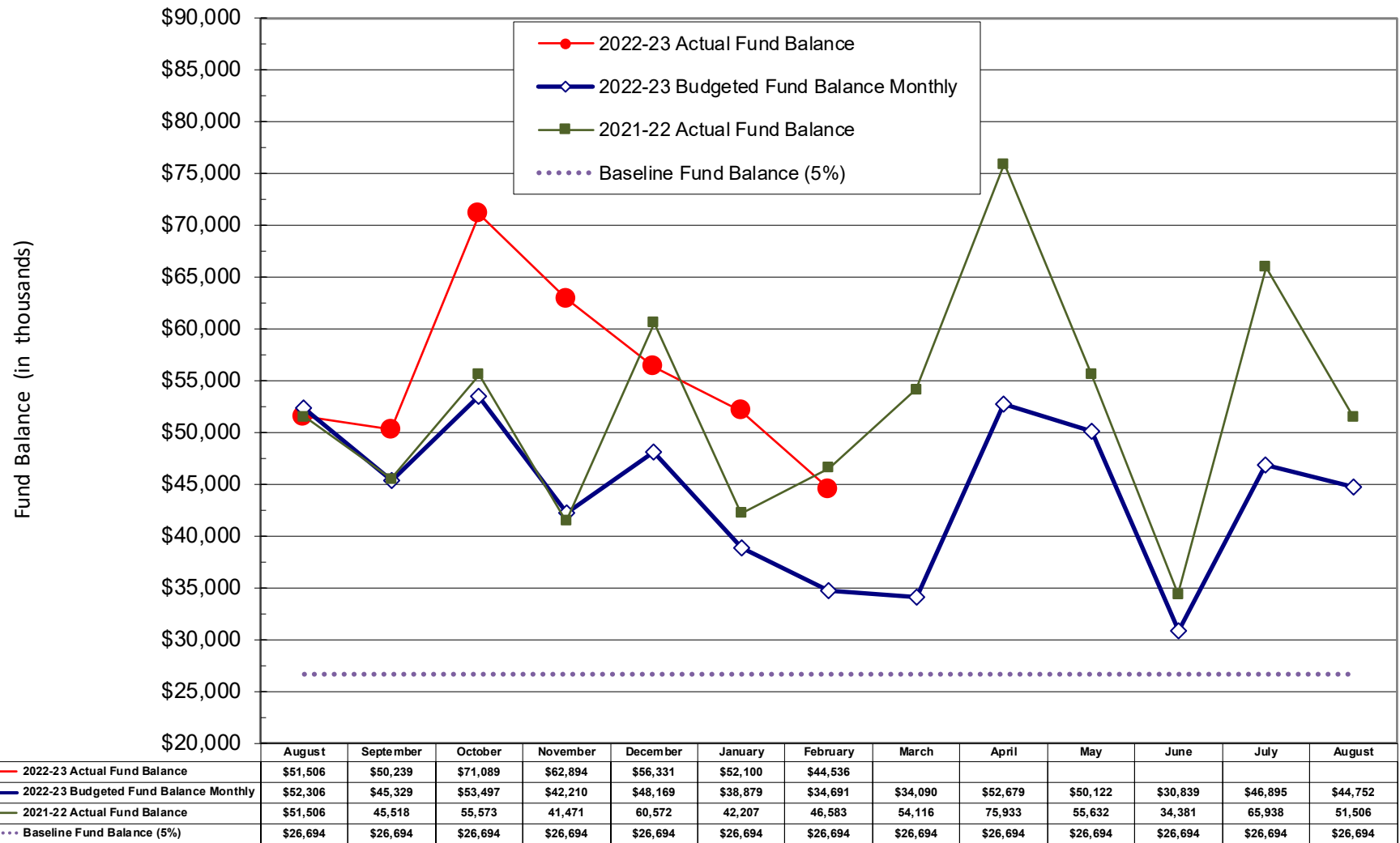
2022-2023 Revenue Budget to Actual



2022-2023 Expenditures Budget to Actual



2022-2023 Fund Balance



Budget Development Estimates

(In Millions)

	Adopted Budget	Projection as of 2/28/2023	Variance
Beginning Fund Balance, 9/1/2022	\$ 44.5	\$ 65.8	\$ 21.3
Revenues	541.6	544.9	3.3
Expenditures & Other Financing Uses	549.4	548.7	0.7
Net Operating Activity	(7.8)	(3.8)	4.0
Ending Fund Balance, 8/31/2023	\$ 36.7	\$ 62.0	\$ 25.3

- February 2023 Forecast Assumptions
 - Revenues
 - Increased Revenue for ECEAP
 - Small increase in student enrollment
 - Expenditures
 - Experiencing inflation in costs

Budget Planning Calendar – DRAFT 2022-2023 School Year

November-December

- 2021-2022 year-end financial report
- 2022-2023 Interim financial report
- Enrollment and staffing report

January – March

- School Board, Budget Calendar and budget overview
- 2023 State Legislative Session begins, January 9 (105 days in session)
- Staff: Reconcile budgeted positions to actual employees
- Staff: Analyze current and prior year expenditures
- Staff: Identify Department and Program Objectives
- Staff: Determine staffing allocations and enrollment projections
- Staff: Obtain feedback on initial budget priorities, Leadership conference meetings
- Staff: Refine budget estimates: Calculate estimated budget gap, review spending adjustment plans, determine reduction of education programs & services if needed
- School Board, Legislative updates, and budget work sessions
- March 20, 2023 State Revenue Forecast
- Adopt 2023-2024 Budget Priorities (Adopted February 22, 2022)



Budget Planning Calendar – DRAFT 2022-2023 School Year - continued

April

- End of Legislative Session - April 24, 2023
- School Board, Legislative updates, and budget work sessions
- Review preliminary financial and enrollment forecast, School Board Meeting

May

- CAC, provide budget update
- Leadership Conference Meetings , provide budget update
- School Board, Legislative updates, and budget work sessions

June

- Community, Budget Open House, forum or webinar
- School Board, Legislative updates, and budget work sessions
- Superintendent's Preliminary Budget Presentation, School Board Meeting

July – August

- Draft Budget available to the public, July 10
- School Board Work session on Budget
- Budget Presentation, Public Hearing & Budget Adoption, School Board Meeting, Action, August 2023