

# **2023-2024 Financial & Enrollment Update**

# **2024-2025 Budget Planning**

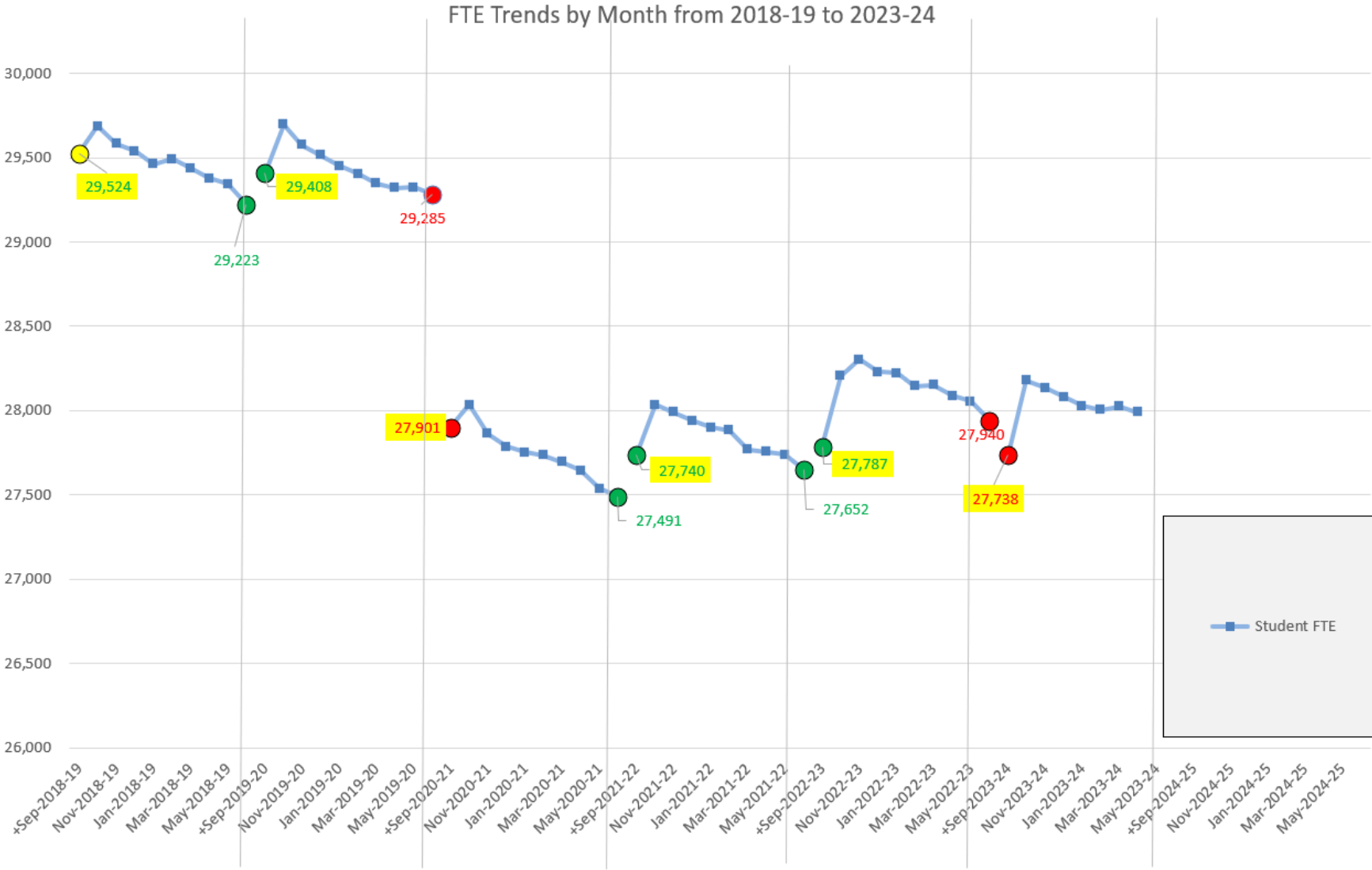
**School Board Meeting  
April 24, 2024**



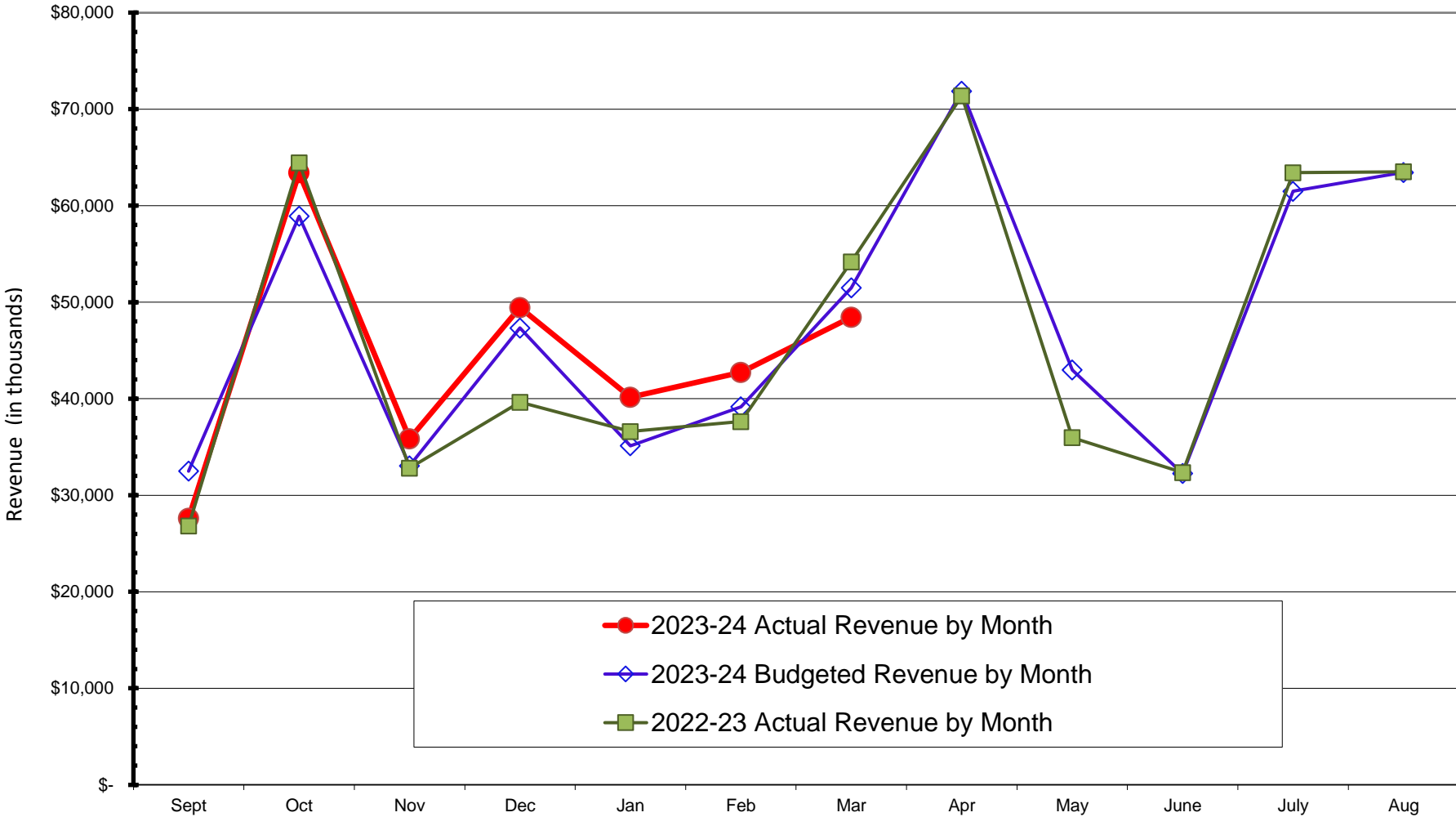
# Agenda

- Enrollment update as of March 2024
- Budget status of as of March 2024
- Budget Principles and 2024-2025 Priorities
- Budget assumptions
- Budget considerations
- General Fund preliminary budget status
- Next Steps

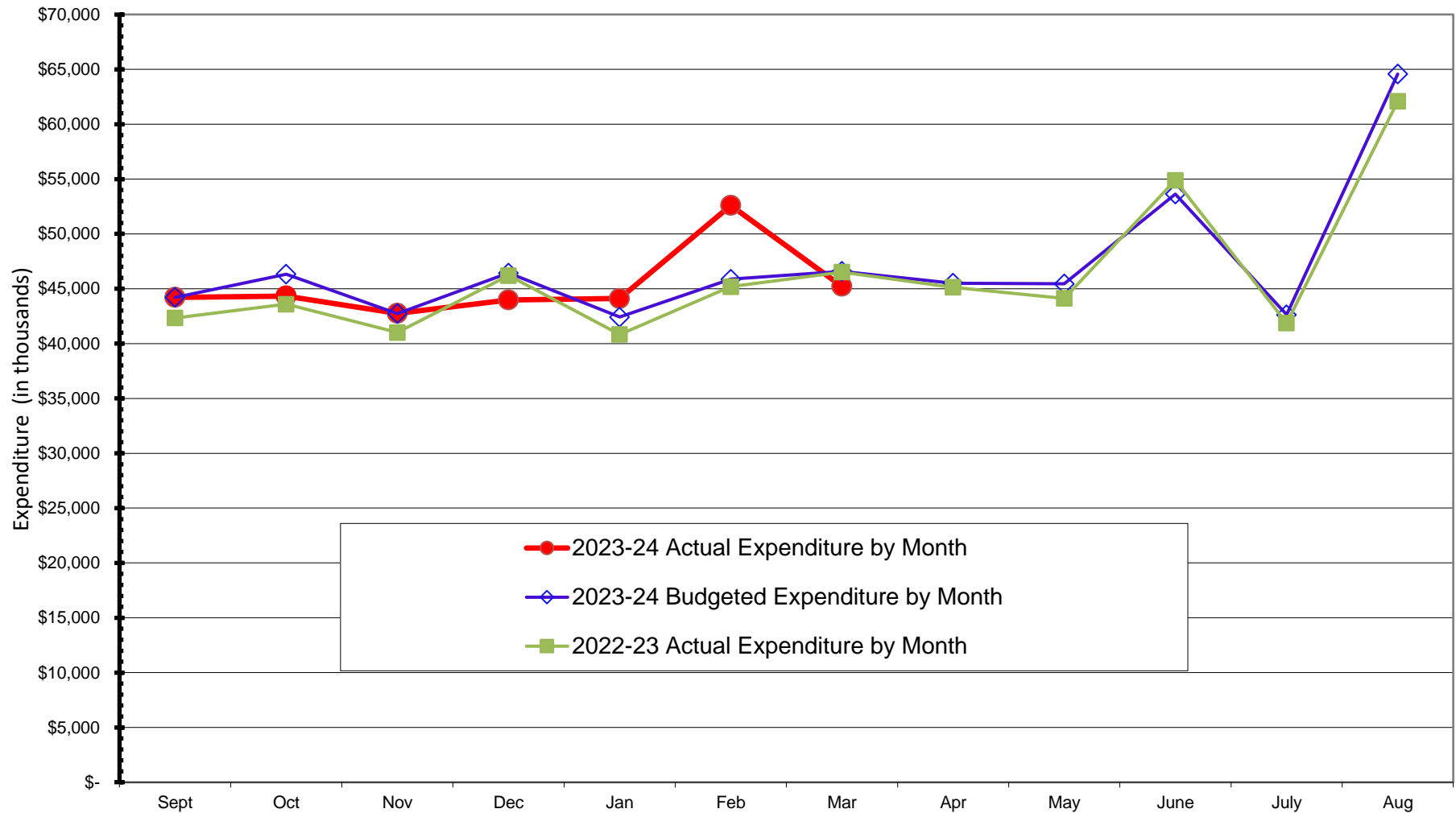
# Student Enrollment



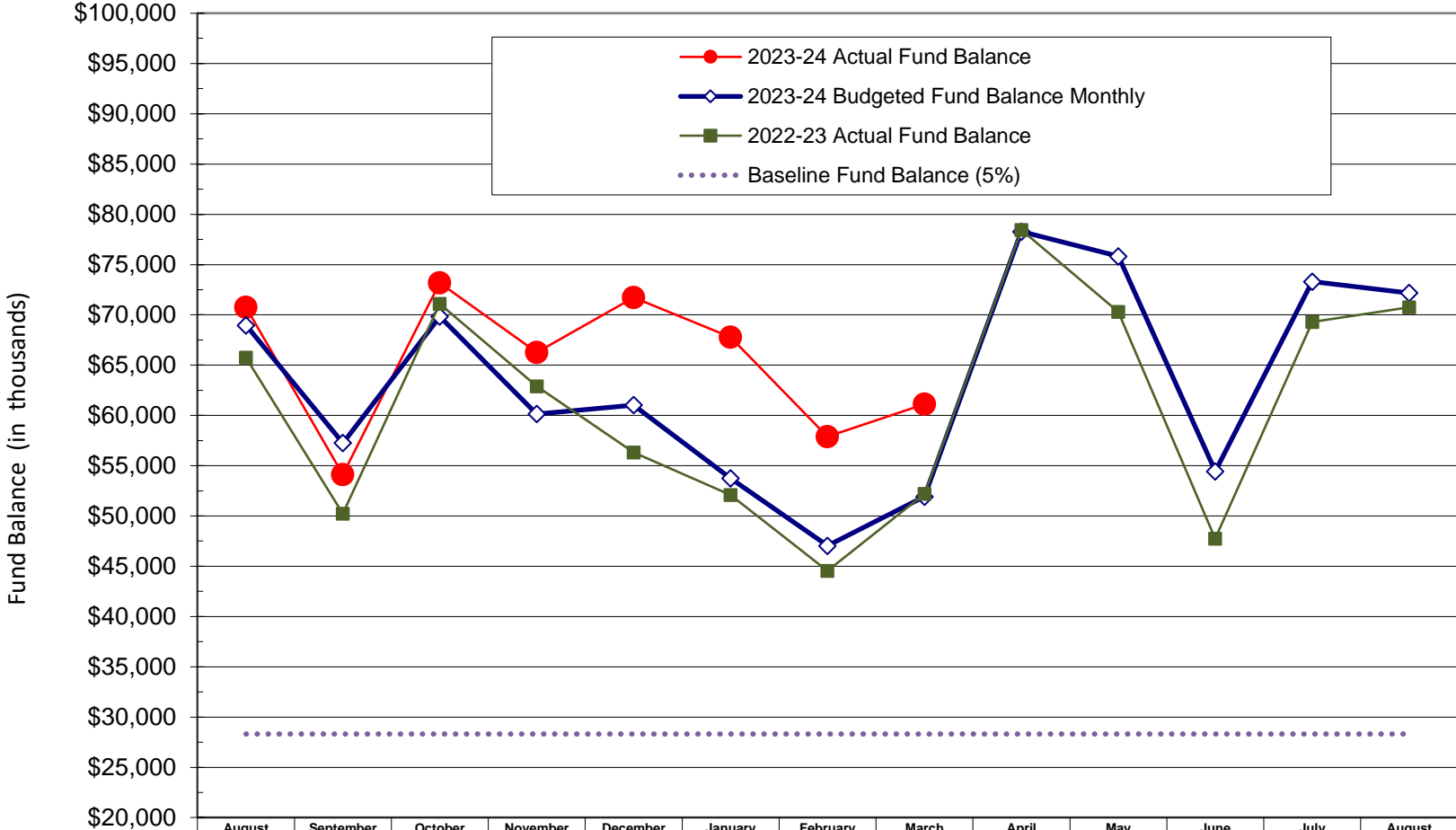
# 2023-2024 Revenue Budget to Actual



# 2023-2024 Expenditures Budget to Actual



# 2023-2024 Fund Balance



	August	September	October	November	December	January	February	March	April	May	June	July	August
2023-24 Actual Fund Balance	\$70,742	54,126	73,192	66,277	71,727	67,778	57,900	61,119					
2023-24 Budgeted Fund Balance Monthly	\$68,960	57,248	69,832	60,141	61,032	53,743	47,033	51,925	78,282	75,819	54,438	73,306	72,176
2022-23 Actual Fund Balance	\$65,760	50,239	71,089	62,894	56,331	52,100	44,536	52,208	78,439	70,285	47,752	69,311	70,742
Baseline Fund Balance (5%)	\$28,319	28,319	28,319	28,319	28,319	28,319	28,319	28,319	28,319	28,319	28,319	28,319	28,319

# Budget Development Estimates

(In Millions)

	<b>Adopted Budget</b>	<b>Projection as of 3/31/2024</b>	<b>Variance</b>
Beginning Fund Balance, 9/1/2023	69.0	70.2	1.2
Revenues	561.5	568.0	6.5
Expenditures & Other Financing Uses	566.5	569.4	(2.9)
Net Operating Activity	(5.0)	(1.4)	3.6
Ending Fund Balance, 8/31/2024	64.0	69.8	4.8

- February 2024 Forecast Assumptions
  - Revenues
    - Slight decline in enrollment
    - Increase in Nutrition Services CEP
    - Increase in Transportation/Safety Net
  - Expenditures
    - Continuing to experiencing some inflation in costs

# 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
- Ensure that resources are allocated to support the district's equity resolution, which includes program offerings designed to increase access and opportunity
- 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 6022Terri



# 2024-2025 Budget Priorities

- Provide a continuum of services and professional development to promote anti-racism, social emotional learning, behavioral health, and trauma informed practices that support the student experience and outcomes.
- 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 investments that support infrastructure for the expansion of early learning services
- Support the foundational literacy curriculum implementation
- Study and develop recommendations for: student transportation, calendar options and highly capable services
- Enhance student engagement through activities, athletics and workforce opportunities

# 2024-2025 Revenue Assumptions

- IPD applied to State funding for salaries & materials, supplies and other costs (MSOCs)
  - 2024-2025: 3.7% Salaries and 3.3% for MSOCs based on conference budget
  - 2025-2026: 1.9% based on state projections
  - 2026-2027: 2.1% based on state projections
  - 2027-2028: 2.2% based on state projections
- Local Effort Assistance (LEA)
  - Held at current formula allocation
- Levy
  - Calendar year 2024: \$73,800,000
  - Calendar year 2025: \$82,100,000
  - Calendar year 2026: \$95,000,000
  - Calendar year 2027: \$99,000,000
  - Calendar year 2028: \$103,000,000
- Current enrollment trends project steady enrollment

# 2024-2025 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 27
- IPD applied to subsequent budget years at:
  - 2024-2025: 3.7% based on state conference budget
  - 2025-2026: 1.9% based on state projections
  - 2026-2027: 2.1% based on state projections
  - 2027-2028: 2.2% based on state projections
- Steps per salary schedule

# General Fund 2024-2025 Budget

In millions

	2023-24	2024-2025
	Adopted Budget	Preliminary Budget
Local Tax (Levy)	\$ 78.2	\$ 87.7
Local Effort Assistance (LEA)	0.7	1.9
State General Purpose	281.0	290.5
State Special Purpose	105.8	117.1
Federal Grants	46.6	48.8
ESSER	31.5	-
Other Revenue	12.7	13.6
Other Financing Source	5.0	5.0
<b>Total Revenue</b>	<b>561.5</b>	<b>564.6</b>
Expenditures	538.5	585.6
ESSER	28.1	-
<b>Total Expenditures</b>	<b>566.5</b>	<b>585.6</b>
<b>Net Operations</b>	<b>(5.0)</b>	<b>(21.0)</b>
<b>Planned Use of Fund Balance (from prior year 4-year forecast)</b>		<b>13.0</b>
<b>Reductions to be Identified</b>		<b>\$ (8.0)</b>
<b>Reductions as a Percent of Total Expenditures</b>		<b>-1.4%</b>

# Middle School Transportation Service Levels

- Additional information provided by e-mail
- Estimated additional cost and number of students served:

	1.50 Mile Radius	1.25 Mile Radius	1.00 Mile Radius
Students impacted	-	250	658
Estimated cost	-	\$840,000	\$1,344,000

# Spokane Public Language Immersion location

- Program information provided at last meeting
- Estimated cost for General Fund
  - Operations (staff, electricity, etc.) \$600,000
  - Student transportation \$180,000-\$685,000 (dependent on start time)
- Estimated cost for facility modifications of up to \$1.5M funded by Capital Projects Fund

# Additional Budget Considerations for Next Meeting

- Middle school technology model
- Activities and athletic programming



# General Fund 2024-2025 Budget Considerations

In millions

	2023-24	2024-2025
	Adopted Budget	Preliminary Budget
Total Revenue	\$ 561.5	\$ 564.6
Expenditures	538.5	585.6
ESSER	28.1	-
<b>Total Expenditures</b>	<b>566.5</b>	<b>585.6</b>
<b>Net Operations</b>	<b>(5.0)</b>	<b>(21.0)</b>
<b>Budget Considerations:</b>		
Middle School Transportation Radius		1.3
Spokane Public Language immersion		0.6
Technology Device MS Model		-
Activities and Athletics		0.6
Total		2.5
<b>Adjusted Net Operations</b>		<b>(23.5)</b>
<b>Planned Use of Fund Balance (from prior year 4-year forecast)</b>		<b>13.0</b>
<b>Reductions to be Identified</b>	\$	<b>(10.5)</b>
<b>Reductions as a Percent of Total Expenditures</b>		<b>-1.8%</b>



# Budget Development – Next Steps

- Continue to work through staffing models and operational efficiencies
- Balance all grants to expected revenue
- Review detail of individual budgets
- Monitor 2023-2024 activity
- Budget presentations and discussion
  - Superintendent's Recommended Budget – June 19
  - School Board Adopted Budget - August