

**Hockinson School District  
2016-2017  
Budget Hearing**

**June 27, 2016**



# Overview

- ▶ Budget Process
- ▶ 2016–2017 State Supplemental Budget
- ▶ Enrollment
- ▶ Staffing
- ▶ General Fund Revenue, Expenditure and Fund Balance
- ▶ Capital Projects, ASB and Debt Service Funds
- ▶ Budget Timeline and Resources



# Developing the Budget

- ▶ Year round process
  - Assessing program needs
- ▶ Enrollment and staffing needs
- ▶ Analyze changes to State K-12 education funding



# 2016–2017 State Supplemental Budget

1.8% COLA for funded staff

\$13.31 per FTE for MSOC

(maintenance, supplies and operating costs)

Funding for full day kindergarten

Funding for lower class K–3 class size



# 2016–2017 State Budget

NOT restored:

- 2 Learning Improvement Days (LID)

This budget includes funded through prior negotiations:

3 Learning Improvement Days and  
19.8 Supplemental Contract Days (148.5 hours)

Negotiation starting with 16–17 for HEA are not completed.



# 2016–2017 Enrollment Budget

- ▶ K–12 1,717 FTE
- ▶ SPED 155 FTE
- ▶ Career & Tech HS 45 FTE
- ▶ Career & Tech MS 10 FTE
- ▶ Running Start 73 FTE



# Position changes budgeted for 16-17

- ▶ ES added Security position
- ▶ ES added 3.0 hr. Aid
- ▶ ES added 1 Teacher – 3<sup>rd</sup> Grade
- ▶ ES added 1 SPED Teacher
- ▶ MS reduced .4 Asst. Principal
- ▶ MS added .4 Instructional Coach
- ▶ SPED reduced 2 para's
- ▶ Technology – reduced Director position
- ▶ Technology – added 1.5 hrs for technician.



# Staffing units for Basic Ed and District Wide (not SPED) 16-17

Staff FTE	Budgeted	Funded	Unfunded
CIS - Teachers/Specialist	93.1	86.4	6.7
CLS - Classified	45.2	29.7	15.5
CAS - Principals & Superintendents	6.5	7.0	(0.5)





# Revenue Changes for 16–17

- ▶ Levy collection increased \$377,442 (28% LID)
  - 2017 Levy rollback for lower state set levy inflators (\$111,379)
- ▶ Local effort assistance decreased (\$87,027)
- ▶ Apportionment increased \$391,342  
COLA (funded staff) / MSOC's  
Increase funding for K–3 & Full day K  
Enrollment decrease / RS increase



# Revenue Changes for 16-17

- ▶ Transportation Co-op funding \$32,000
- ▶ Special Education (\$55,080) enrollment decrease plus additional safety net funding
- ▶ Food Service contract (\$9,834)



# Revenue

## Basic Education

59.7 % Basic Education \$12 M (Apportionment)

- Driven by Student enrollments
- Certificated Staff Salary Mix factor
- LEA (Local Effort Assistance) \$584.5K
- Includes SPED

(15-16 60.2%)



# Revenue

## Federal and Local Receipts

- ▶ 3.6 % Federal Funding \$720,200
  - Title 1 Improving Basic Programs
  - Title 2 Teacher Principal Training
  - Federal Lunch & Breakfast Program
  - Special Education
  
- ▶ 4.0 % Local Receipts \$800,200
  - Community Education
  - Activity & Sports Fees
  - Food Service local receipts

(15-16 4.1% Federal and 4.1% Local Receipts)



# Revenue

## State Special Purpose

▶ 14.1% Special Purpose \$2.8M

- Special Education \$1.1M
- Transportation \$941K
- Learning Assistance Program (LAP) \$170K

(15-16 14.4 %)



# Revenue

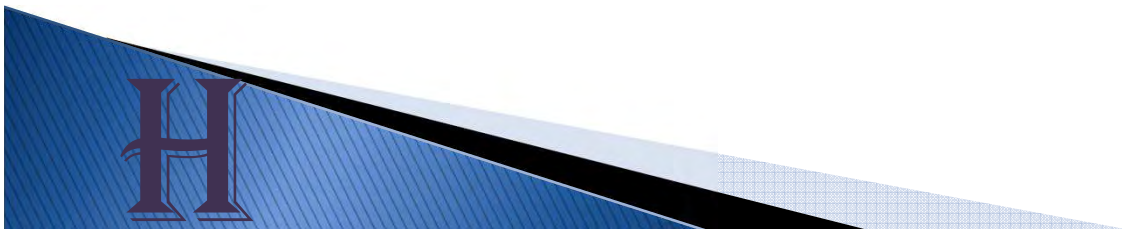
## Levy collections

- ▶ 18.6% Funding \$3.7M
  - Certified Staff 6.7 FTE
  - Classified Staff 15.5 FTE (about 24 positions)
  - Supplemental pay & enhancement
  - Extracurricular – Sports & Activities
    - (ASB pays for transportation & officials)
  - Special Education and SPED Transportation
  - (15–16 17.3%)



# Expenditure Changes for 16-17

- ▶ No change to building budget allocations
- ▶ Music funding added to MS & HS
- ▶ Curriculum \$100,000 from Fund Balance
  - Schoology / CPM Math / Social Studies
- ▶ Assessment – Added funding for STAR's \$20,000
- ▶ Reduced audit and elections expenses \$23,000



# Expenditure Changes for 16-17

- ▶ Increased ESD communication contract \$14,750
- ▶ Transportation increase 7% (\$57,000)
- ▶ Special Education – additional staffing & high needs students (expenditure), reduction in number of student served (revenue). (Net loss increase of \$147,692 for total annual loss of \$551,062)





# Expenditure Changes for 16-17

- ▶ 1.8% COLA for all Classified & Certificated Staff
- ▶ 3% Salary increase for Classified Staff
- ▶ Capital
  - MPR Curtain \$16,700
  - Tables at HS \$47,000
  - Kitchen equipment \$4,500
  - Technology server \$40,000
  - Computer hard drives HS office \$8,000



# New Disclosure Required 2016–2017

- ▶ RCW 28A.505
- ▶ Districts must, as part of their budget, disclose:
  - A. Amount of general education and lab science MSOC to be received by the district.
  - B. The amount the district proposes to spend on MSOC, as well as the difference between these two amounts.
  - C. If MSOC allocation exceed MSOC expenditures, the district must report any proposed use of the difference and how this will improve student achievement.



# New Disclosure Required 2016-2017

MSOC Basic Ed and Lab Science	
Total MSOC Allocation	\$2,126,998
Total Budgeted MSOC Expenditures (not including extra curricular)	\$2,160,621
Difference - Expenditures > Allocation	\$33,623



# General Fund Balance reserve as a % of expenditures.

Beginning Fund Balance	\$ 2,400,000	
Revenue	\$ 20,086,084	
Expenditures / Transfer out	\$ 20,176,730	
Ending Fund Balance	\$ 2,309,354	11.5 %



# General Fund Balance Categories (rounded)

Committed to Fund Balance per Policy	\$1,007,498	5.0%
Assigned to Other Purpose per Policy	\$604,499	3.0%
Assigned / Restricted	\$697,357	3.5%
Total	\$2,309,354	11.5%



# Capital Projects Fund– Levy

## REVENUE

- ▶ Capital Levy \$229,950 (last ½ of 2016)

## EXPENDITURES

- ▶ Finish funding HS Roof \$229,950



# Capital Projects Fund – Impact Fees

- ▶ Budgeted Reserves – \$860,000
- ▶ Revenue – \$200,000
- ▶ Capacity for funding for two 2–plex portables  
at ES \$700,000



# Capital Projects Fund – Bond Projects

- ▶ Reserves – \$25,281,000
- ▶ Revenue – \$7,200,000 State funding assistance and interested
- ▶ Expenditures – New Middle School  
\$32,423,000





# 16-17 CPF Balance

Beginning Fund Balance	\$ 26,159,000	
Revenue / Transfer In	\$ 10,915,950	
Expenditures	\$ 36,123,000	
Ending Fund Balance	\$ 951,950	



# Debt Service Fund

- ▶ Bond principal and interest payment  
for New Middle School

\$2,658,850



# 16-17 DSF Balance

Beginning Fund Balance	\$ 1,000,000	
Revenue / Transfer In	\$ 2,940,295	
Expenditures / Transfer Out	\$ 2,971,620	
Ending Fund Balance	\$ 968,675	



# ASB Fund

- ▶ Governed by Student Body with support from an Advisor
- ▶ Revenue
  - \$74,908 Middle School – added History & WA DC Club
  - \$253,715 High School
- ▶ Expenditures
  - \$70,408 Middle School
  - \$248,780 High School



# 16-17 ASB Balance

Beginning Fund Balance	\$ 93,894	
Revenue	\$ 326,623	
Expenditures	\$ 317,188	
Ending Fund Balance	\$ 103,329	



# Budget Timeline and Resources

- ▶ Board directs Superintendent to make necessary changes.
- ▶ Budget to ESD for review July 10, 2016.
- ▶ Budget adoption at Board Meeting July 25, 2016.
- ▶ Preliminary F195 Budget document on file at District Office.
- ▶ Questions?

Please contact Sandra Yager or Michelle Scott

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