

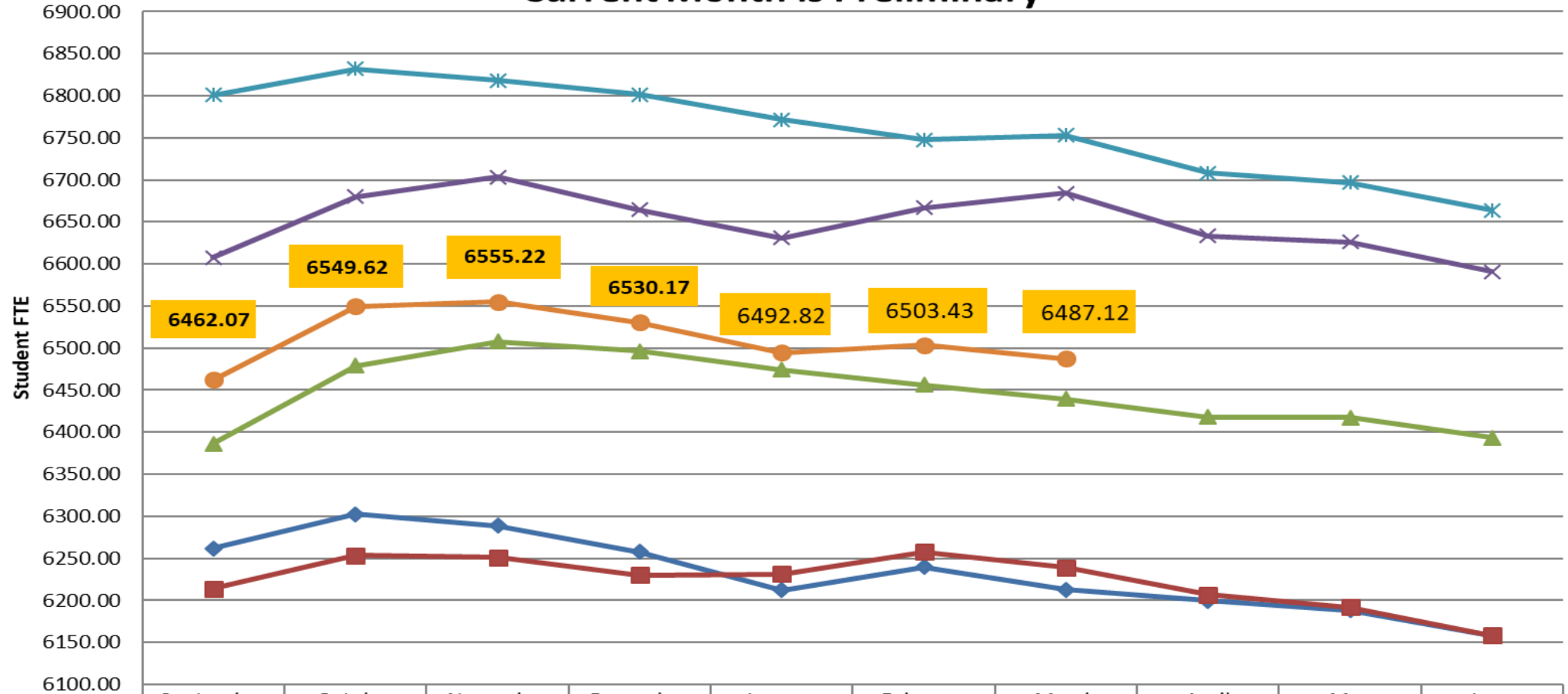


# **Tumwater School District**

## **Financial Update**

March 14, 2019

## Reported Student FTE Enrollment By Fiscal Year ( OSPI 1251 Report) Current Month is Preliminary



	September	October	November	December	January	February	March	April	May	June
◆ 2013-14	6261.80	6302.65	6288.95	6257.52	6212.44	6239.54	6212.59	6199.77	6188.35	6157.48
■ 2014-15	6214.07	6253.23	6251.28	6230.42	6231.15	6257.68	6239.26	6206.55	6192.05	6158.28
▲ 2015-16	6386.00	6479.28	6507.96	6496.45	6474.42	6456.19	6439.54	6417.69	6417.56	6393.52
✕ 2016-17	6607.34	6679.94	6703.52	6664.38	6630.70	6667.11	6683.92	6633.55	6625.90	6590.62
✱ 2017-18	6800.66	6832.01	6818.41	6801.56	6771.44	6747.37	6753.15	6708.30	6696.69	6663.84
● 2018-19	6461.99	6549.62	6555.06	6530.17	6494.82	6503.43	6487.12			

# **Apportionment/Levy/Other Revenue Sources to Expenditures**

## General Fund

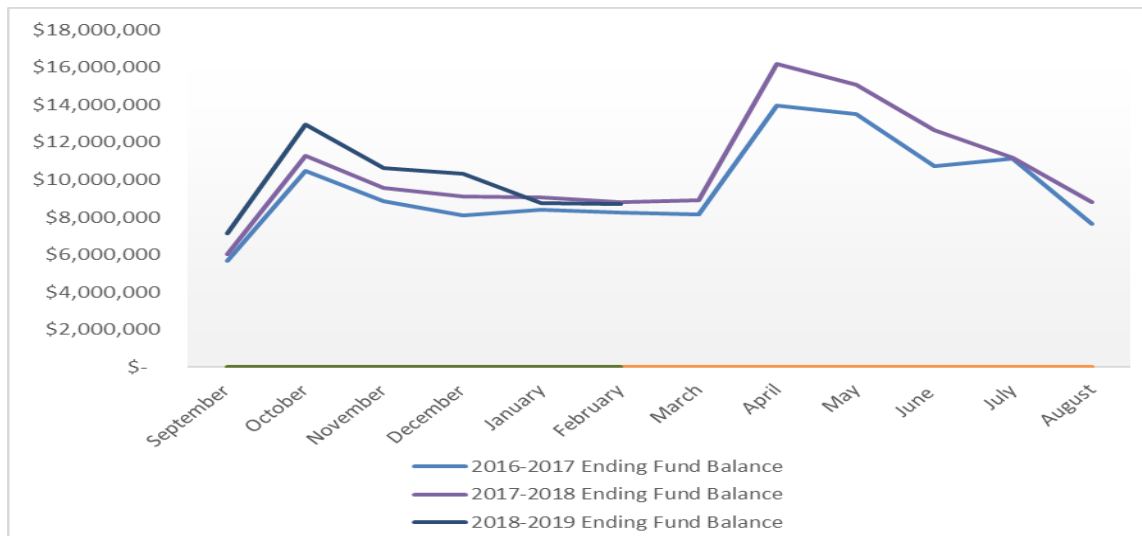
<b>Apportionment/Levy/Other Revenue Sources to Expenditures</b>									
	<b>1</b>	<b>2</b>		<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>
Month	Monthly Apportionment Allocation Percentage	Annual Apportionment		Monthly Apportionment	Monthly Levy Collection	Other Revenue	Total Monthly Revenues	Total Monthly Expenditures	Variance (Impact to Fund Balance)
<b>2018-2019</b>									
September	9.0%	\$ 56,235,951		\$ 5,061,236	\$ 131,580	\$ 1,387,406	\$ 6,580,222	\$ 8,122,939	\$ (1,542,717)
October	9.0%	\$ 56,235,951		\$ 5,061,236	\$6,372,380	\$ 1,879,445	\$ 13,313,061	\$ 7,369,467	\$ 5,943,594
November	5.5%	\$ 56,235,931		\$ 4,598,683	\$ 665,098	\$ 153,503	\$ 5,417,284	\$ 7,826,853	\$ (2,409,569)
December	9.0%	\$ 56,235,931		\$ 5,061,236	\$ 61,208	\$ 1,721,096	\$ 6,843,540	\$ 7,012,082	\$ (168,542)
January	9.0%	\$ 53,485,177		\$ 3,926,711	\$ 33,471	\$ 1,647,082	\$ 5,607,264	\$ 7,284,610	\$ (1,677,346)
February	9.0%	\$ 53,474,537		\$ 4,808,293	\$ 132,472	\$ 1,940,144	\$ 6,880,909	\$ 7,135,411	\$ (254,502)
<b>Net Change to Fund Balance</b>									<b>\$ (109,083)</b>
<b>2017-2018</b>									
September	9.0%	\$ 48,619,588		\$ 4,375,763	\$ 348,745	\$ 1,246,264	\$ 5,970,772	\$ 7,479,597	\$ (1,508,825)
October	9.0%	\$ 48,696,763		\$ 4,382,709	\$5,848,150	\$ 1,567,148	\$ 11,798,007	\$ 6,460,111	\$ 5,337,896
November	5.5%	\$ 48,696,763		\$ 2,678,322	\$ 711,793	\$ 1,521,896	\$ 4,912,011	\$ 6,664,282	\$ (1,752,271)
December	9.0%	\$ 48,696,763		\$ 4,382,709	\$ 41,067	\$ 1,519,420	\$ 5,943,196	\$ 6,334,126	\$ (390,930)
January	9.0%	\$ 48,649,656		\$ 4,378,469	\$ 33,917	\$ 1,626,230	\$ 6,038,616	\$ 6,319,497	\$ (280,881)
February	9.0%	\$ 48,574,219		\$ 4,371,680	\$ 245,860	\$ 1,703,818	\$ 6,321,358	\$ 6,560,916	\$ (239,558)
<b>Net Change to Fund Balance</b>									<b>\$ 1,165,430</b>
March	9.0%	\$ 48,534,223		\$ 4,368,080	\$ 647,650	\$ 1,699,044	\$ 6,714,774	\$ 6,684,567	\$ 30,207
April	9.0%	\$ 48,449,897		\$ 4,360,491	\$6,696,805	\$ 2,565,638	\$ 13,622,934	\$ 6,318,111	\$ 7,304,823
May	5.5%	\$ 48,364,081		\$ 2,660,024	\$ 931,033	\$ 1,722,526	\$ 5,313,583	\$ 6,605,269	\$ (1,291,686)
June	6.0%	\$ 48,270,890		\$ 2,896,253	\$ 50,611	\$ 1,411,688	\$ 4,358,552	\$ 6,853,814	\$ (2,495,262)
July	10%	\$ 48,268,859		\$ 4,826,886	\$ 18,260	\$ 1,905,079	\$ 6,750,225	\$ 8,170,801	\$ (1,420,576)
August	10%	\$ 48,950,949		\$ 4,895,095	\$ 51,154	\$ 2,987,965	\$ 7,934,214	\$ 9,896,635	\$ (1,962,421)

Net Change to Fund Balance - \$1,274,513 compared to prior year

# **General Fund Fund Balance**

## General Fund Balance (Excluding New Market Skill Center)

Month	2016-2017			2017-2018			2018-2019		
	Ending Fund Balance	\$ Change from Prior Month	% Change from Prior Month	Ending Fund Balance	\$ Change from Prior Month	% Change from Prior Month	Ending Fund Balance	\$ Change from Prior Month	% Change from Prior Month
September	\$ 5,683,160	\$ (1,817,469)	-24%	\$ 6,042,995	\$ (1,614,736)	-21%	\$ 7,114,919	\$ (1,682,196)	-19%
October	\$ 10,465,312	\$ 4,782,152	84%	\$ 11,273,092	\$ 5,230,097	87%	\$ 12,954,573	\$ 5,839,654	82%
November	\$ 8,834,077	\$ (1,631,235)	-16%	\$ 9,557,078	\$ (1,716,014)	-15%	\$ 10,627,070	\$ (2,327,503)	-18%
December	\$ 8,083,527	\$ (750,550)	-8%	\$ 9,085,509	\$ (471,569)	-5%	\$ 10,336,362	\$ (290,708)	-3%
January	\$ 8,383,563	\$ 300,036	4%	\$ 9,035,662	\$ (49,847)	-1%	\$ 8,935,603	\$ (1,400,759)	-14%
February	\$ 8,237,401	\$ (146,162)	-2%	\$ 8,801,651	\$ (234,011)	-3%	\$ 8,708,569	\$ (227,034)	-2.5%
March	\$ 8,149,326	\$ (88,075)	-1%	\$ 8,919,268	\$ 117,617	1%			
April	\$ 13,953,015	\$ 5,803,689	71%	\$ 16,182,485	\$ 7,263,217	81%			
May	\$ 13,528,464	\$ (424,551)	-3%	\$ 15,069,747	\$ (1,112,738)	-7%			
June	\$ 10,731,465	\$ (2,796,999)	-21%	\$ 12,663,766	\$ (2,405,981)	-16%			
July	\$ 11,139,698	\$ 408,233	4%	\$ 11,207,055	\$ (1,456,711)	-12%			
August	\$ 7,657,731	\$ (3,481,967)	-31%	\$ 8,797,115	\$ (2,409,940)	-22%			



February 2019	
Imprest Acct	\$ 4,930
Prepaid	\$ 900,000
NMHS	\$ 250,000
Min FB 4% Policy	\$ 3,736,013
Unassigned	\$ 3,817,626
<b>Total</b>	<b>\$ 8,708,569</b>
NMSC	\$ 582,359

# Budget Audit Committee

- Budget Audit Committee Topics:

Budget Process

Types of Funding - Revenues

Enrollment and Impact

District Budget Assumptions

4-year Forecast

Prototypical Funding Model

Fund Balance

Levy - Impact of Changes

Regionalization/Experience Factor Funding

Community Support – Public Perception/Awareness

- Introductions:

- Allen Jones - Budget Projections 2018-2019 and 2019-2020
- Scott Kee – Budget Committee Topics

**Worst Case Scenario**

**Revised 3/13/2019**

Tumwater School District

**2019-20 Budget Projections**

	2017-18	2018-19		2019-20			
	<u>Actual</u>	<u>Projected</u>	% Diff	<u>Projected</u>	<u>Difference</u>	<u>% Diff</u>	<u>Notes</u>
<b>Beginning Fund Balance</b>	<b>8,121,572</b>	<b>9,400,011</b>	15.7%	<b>6,339,802</b>	<b>(3,060,209)</b>	<b>-32.6%</b>	
<b><u>Revenues</u></b>							
State Gen Purpose xLEA	50,447,282	55,036,803	9%	57,810,130	2,773,327	5.0%	1 & 2
State LEA	2,221,057	2,219,382	0%	2,086,246	(133,136)	-6.0%	3
State Special Purpose	11,226,730	13,102,587	17%	13,786,676	684,089	5.2%	4
Federal General Purpose	95	95	0%	97	2	2.0%	5
Federal Special Purpose	3,650,346	3,650,346	0%	3,723,353	73,007	2.0%	5
Local Property Tax	15,666,676	11,737,088	-25%	8,548,375	(3,188,714)	-27.2%	6
Local Non-Tax	2,431,004	2,200,000	-10%	2,244,000	44,000	2.0%	5
<u>All Other</u>	<u>35,044</u>	<u>35,000</u>	<u>0%</u>	<u>35,700</u>	<u>700</u>	<u>2.0%</u>	5
<b>Total Revenues</b>	<b>85,678,234</b>	<b>87,981,301</b>	<b>3%</b>	<b>88,234,575</b>	<b>253,275</b>	<b>0.3%</b>	
<b><u>Expenditures</u></b>							
Cert Instructional Salaries	30,110,435	35,762,666	19%	36,656,733	894,067	2.5%	7
Cert Administrative Salaries	3,359,043	3,546,219	6%	3,634,875	88,655	2.5%	7
Classified Salaries	13,304,944	14,958,153	12%	15,332,107	373,954	2.5%	7
Cert Health Benefits	4,321,059	4,600,000	6%	5,566,000	966,000	21.0%	8
Classified Health Benefits	2,912,064	3,100,000	6%	4,805,000	1,705,000	55.0%	8
All Other Benefits	11,054,975	12,940,894	17%	13,587,939	647,045	5.0%	
Supplies and Materials	8,396,652	5,000,000	-40%	5,100,000	100,000	2.0%	
Purchased Services	10,401,467	10,713,450	3%	10,927,719	214,269	2.0%	
Travel	212,634	220,127	4%	224,530	4,403	2.0%	
<u>Capital Outlay</u>	<u>326,523</u>	<u>200,000</u>	<u>-39%</u>	<u>204,000</u>	<u>4,000</u>	<u>2.0%</u>	
<b>Total Expenditures</b>	<b>84,399,796</b>	<b>91,041,509</b>	<b>8%</b>	<b>96,038,901</b>	<b>4,997,392</b>	<b>5.5%</b>	
<b>Rev Over (Under Exp)</b>	<b>1,278,439</b>	<b>(3,060,208)</b>	<b>-339%</b>	<b>(7,804,326)</b>	<b>(4,744,117)</b>	<b>155%</b>	
<b>Ending Fund Balance</b>	<b>9,400,011</b>	<b>6,339,802</b>	<b>-33%</b>	<b>(1,464,524)</b>	<b>(7,804,326)</b>	<b>-123%</b>	
	4% Threshold:	3,519,252		3,529,383			
	Over/(Under) Threshold:	2,820,550		(4,993,907)			

- Notes:**
1. Assumes 2.0% state-funded salary increases and 3.1% inflation on MSOC.
  2. Assumes implementation of K-3 class size compliance - District funded for 17.43/1 instead of 17/1.
  3. Assumes no change in Local Effort Assistance formula and loss of almost \$0.133 million.
  4. Assumes no enhancement of Special Ed or other categorical funding formulas.
  5. Assumes a 2% increase in federal and non-levy local revenues.
  6. Assumes no change in levy lid law and loss of \$3.188 million.
  7. Expenditures assume 2.5% salary increases for all District employees.
  8. Expenditures assume implementation of SEBB health benefit plans for all employees beginning January 2020.

Prepared By: Allen Jones,  
Budget Audit Committee Member



Revised 3/13/2019

Tumwater School District  
**2019-20 Budget Policy Increments**

	<u>Worst Case</u>	<u>No K-3 Compl</u>	<u>Sped Factor Incr to 1.000</u>	<u>Levy Lid Incr 50%</u>	<u>Delay SEBB</u>
<b>Beginning Fund Balance</b>	6,339,802	6,339,802	6,339,802	6,339,802	6,339,802
Total Revenues	88,234,575	88,589,575	88,852,575	91,235,575	89,501,575
Total Expenditures	96,038,901	96,038,901	96,038,901	96,038,901	93,752,901
<b>Rev Over (Under Exp)</b>	<b>(7,804,326)</b>	<b>(7,449,326)</b>	<b>(7,186,326)</b>	<b>(4,803,326)</b>	<b>(4,251,326)</b>
<b>Ending Fund Balance</b>	<b>(1,464,524)</b>	<b>(1,109,524)</b>	<b>(846,524)</b>	<b>1,536,476</b>	<b>2,088,476</b>
<i>4% Fund Balance Threshold</i>	3,529,383	3,543,583	3,554,103	3,649,423	3,580,063
<i>Over (Under) 4%</i>	<i>(4,993,907)</i>	<i>(4,653,107)</i>	<i>(4,400,627)</i>	<i>(2,112,947)</i>	<i>(1,491,587)</i>
<b><u>Incremental Impacts</u></b>					
Delay K-3 Compliance	355,000				
Incr Spec Ed Factor to 1.000	263,000				
Levy Lid Increase 50%	2,383,000				
Collect Full Voter Approved Levy	4,526,000				
Delay SEBB	552,000				

Prepared By: Allen Jones,  
 Budget Audit Committee Member