



2020-2021 Budget Work Session

MAY 27, 2020



Budget Information: www.spokaneschools.org/page/2190



- Consideration for CARES and FEMA funding
- Budget development estimates – revised forecast
- Enrollment and staffing
- Peer district spending
- Community Budget Forums
- Budget communication activities timeline

CARES and FEMA

Considerations	Estimated Cost (In Millions)	Eligible for CARES	Eligible for FEMA
Technology – student computers, cases, charging cords, headphones, software for computer tracking/remote management, content filter, summer staffing and additional staffing for help desk	\$4.2	X	
Additional online instructional support software	.6+	X	
Additional Custodial support (Est. cost per FTE is \$60,000 with benefits)	TBD	X	X
Increased net cost of transportation (additional routes or less revenue)	TBD	X	
Personal protective equipment (PPE) – masks, gloves		X	X
Hand sanitizer, cleaning supplies		X	X
Social distancing measures– plexiglass, floor marking for distancing, etc.		X	X
Other – to be determined as reopening plan is developed	TBD		

Budget Development Estimates

Description	2019-2020	2019-2020	2019-2020	Change
	Forecast Jan 2020	Forecast March 2020	Forecast April 2020	
	(In Millions)			
Revenue	\$ 457.4	\$ 443.7	\$ 448.8	\$ 5.1
Expenditures	453.4	441.5	444.8	3.3
Net Operations (Deficit)	\$ 4.0	\$ 2.2	\$ 4.0	\$ 1.8

April 2020 Forecast Assumptions:

- Revenues:
 - Decrease in revenue for childcare and meals
 - Decrease in grant expenditures creates revenue carry forward
 - Decrease in other revenues
 - Property tax
 - Facility rentals
 - \$4M estimate of CARES/FEMA
- Expenditures:
 - Decrease in salaries for unfilled positions
 - Decrease in substitute, overtime and extra hours
 - Decrease in transportation
 - Decrease in utilities
 - \$4M estimate of CARES/FEMA

Budget Planning – Use of Fund Balance (CAU)

	(In Millions)			
	2020-2021	2021-2022	2022-2023	2023-2024
Current EP & O Authorized Levy (Feb 2018)	\$ 36.6	\$ 18.0	\$ -	\$ -
Estimate of EP & O Replacement Levy (Feb 2021)	-	34.7	68.7	73.9
LEA Estimate	13.4	11.9	12.3	12.7
Apportionment	272.5	274.2	275.8	277.5
Other Revenue	135.3	136.2	137.0	137.7
Total Revenue	457.8	475.0	493.8	501.8
Maintenance Level Expenditures	471.6	482.8	490.4	499.2
Targeted Budget Reductions	(2.0)	(3.0)	(3.0)	(3.0)
Program Restoration	-	8.3	8.7	9.0
Opening of New Middle Schools	-	-	4.0	6.0
Total Expenditures	469.6	488.1	500.1	511.2
Net Operations	\$ (11.8)	\$ (13.1)	\$ (6.3)	\$ (9.4)
Beginning CAU	26.2	14.4	1.3	(5.0)
Ending CAU	14.4	1.3	(5.0)	(14.4)
Adjusted Fund Balance % (CAU)	3.15%	.28%	(1.09)%	(3.15)%

- Budget based on stable enrollment
 - Preliminary 2020-2021 enrollment is stable for grades 1-12
 - Kindergarten enrollment will be monitored
- Impact of enrollment reductions:
 - Family choice may not be traditional school due to COVID-19
 - 200 student FTE reduction – revenue loss of \$2.0M
 - 1000 students move from traditional schools to SVL – revenue loss of \$330K
- Staffing options if overstaffed:
 - Hold on vacancies
 - Reassign as possible
- Review of targeted budget reductions

Peer District Analysis – Percent of Expenditures

Year	District	Building Admin	Central Administration	Districtwide Support	Teaching & Teaching Support	Grand Total
2016-2017	.Spokane	5.73%	5.05%	17.70%	71.53%	100.00%
	Evergreen (Clark Co)	5.95%	4.97%	15.67%	73.41%	100.00%
	Federal Way	5.76%	5.58%	16.43%	72.23%	100.00%
	Kent	6.85%	6.02%	15.65%	71.48%	100.00%
	Seattle	6.30%	5.90%	16.14%	71.66%	100.00%
	Tacoma	6.84%	6.82%	15.59%	70.75%	100.00%
	Vancouver	5.93%	5.38%	16.21%	72.48%	100.00%
2017-2018	.Spokane	5.66%	4.83%	17.01%	72.49%	100.00%
	Evergreen (Clark Co)	6.11%	5.49%	15.27%	73.13%	100.00%
	Federal Way	6.09%	6.07%	13.40%	74.44%	100.00%
	Kent	6.96%	5.56%	14.68%	72.80%	100.00%
	Seattle	6.09%	5.97%	15.67%	72.28%	100.00%
	Tacoma	6.68%	7.25%	15.18%	70.89%	100.00%
	Vancouver	6.16%	5.60%	15.92%	72.32%	100.00%
2018-2019	.Spokane	5.55%	4.48%	16.20%	73.77%	100.00%
	Evergreen (Clark Co)	6.34%	5.40%	15.11%	73.15%	100.00%
	Federal Way	6.22%	6.06%	13.44%	74.28%	100.00%
	Kent	6.60%	4.20%	13.79%	75.41%	100.00%
	Seattle	5.85%	6.00%	14.90%	73.26%	100.00%
	Tacoma	6.31%	7.21%	14.97%	71.52%	100.00%
	Vancouver	6.27%	5.58%	15.35%	72.81%	100.00%
2019-2020	.Spokane	6.01%	4.40%	15.56%	74.03%	100.00%
	Evergreen (Clark Co)	6.41%	4.96%	14.69%	73.94%	100.00%
	Federal Way	5.95%	5.68%	13.34%	75.03%	100.00%
	Kent	6.70%	5.74%	13.73%	73.83%	100.00%
	Seattle	6.01%	5.62%	15.15%	73.22%	100.00%
	Tacoma	6.60%	5.86%	14.62%	72.92%	100.00%
	Vancouver	6.23%	5.24%	15.72%	72.82%	100.00%

- June 2 and June 4 from 6:30 – 8:30 PM
- Zoom Webinar
- Panel discussion topics:
 - Funding Sources and Sustainability
 - Safety, Health and Wellness
 - Remote Learning
 - Class Size and Staffing
 - Student Interventions, Supports and Special Education

Budget Communication Activities Timeline

June

- Community Budget Forums June 2 and 4
- Thought Exchange with community and staff – early June
- Presentations at community group board meetings – throughout June

July

- Draft budget posted for public – July 10

August

- Community forums – early August

Ongoing

- Internal communications with staff
- Communications with SEA
- Media engagement