

2024-2025 Budget Planning

School Board Meeting
May 22, 2024



Agenda

- Budget Principles and 2024-2025 Priorities
- Budget assumptions
- General Fund preliminary budget
- General Fund preliminary 4-year budget
- Next steps



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 6022

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
- Increased grant contingency from \$3M to \$5M for capacity to accept grants
- Adjusted enrollment estimate for anticipated enrollment from Pride Prep

General Fund 2024-2025 Revenue

In millions

	2023-24 Adopted Budget	2024-2025 Preliminary Budget As of April 24	2024-2025 Preliminary Budget As of May 22
Local Tax (Levy)	\$ 78.2	\$ 87.7	\$ 88.9
Local Effort Assistance (LEA)	0.7	1.9	2.1
State General Purpose	281.0	290.5	291.7
State Special Purpose	105.8	117.1	120.0
Federal Grants	46.6	48.8	49.3
ESSER	31.5	-	-
Other Revenue	12.7	13.6	13.6
Other Financing Source	5.0	5.0	5.0
Total Revenue	561.5	564.6	570.6

Revisions after April 24:

- Increased grant contingency from \$3M to \$5M for capacity to accept grants
- Adjusted enrollment estimate for anticipated enrollment from Pride Prep
- Revised Levy amount to match authorized



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
- Administrative review of all open positions to continue through next year
- Refined staffing estimates for efficiency
- Increased grant contingency from \$3M to \$5M for capacity to accept grants

General Fund 2024-2025 Expenditures

In millions

	2023-24 Adopted Budget	2024-2025 Preliminary Budget As of April 24	2024-2025 Preliminary Budget As of May 22
Teaching *	\$ 317.5	\$ 336.5	\$ 339.2
Teaching Support *	94.3	84.0	81.7
Other Support Activities	91.4	98.6	99.9
Building Administration	36.3	38.4	37.8
Central Administration	27.0	28.1	28.1
Total Expenditures	566.5	585.6	586.7

*Entry to reclassify professional development costs from teaching to teaching support not completed.

Revisions after April 24:

- Added SLI to Pratt, decrease MS walk radius from 1.5 to 1.25 miles, additional sports and activities and new MS computer model
- Administrative review of all open positions to continue through next year
- Refined staffing estimates for efficiency
- Increased grant contingency from \$3M to \$5M for capacity to accept grants

General Fund 2024-2025 Budget Status

In millions

	2023-24 Adopted Budget	2024-2025 Preliminary Budget As of April 24	2024-2025 Preliminary Budget As of May 22
Total Revenue	\$ 561.5	\$ 564.6	\$ 570.6
Expenditures	538.4	585.6	586.7
ESSER	28.1	-	-
Subtotal	566.5	585.6	586.7
Expenditure Adjustments			
Total Expenditures	566.5	585.6	586.7
Net Operations	(5.0)	(21.0)	(16.1)
Planned Use of Fund Balance (from prior year 4-year forecast)		13.0	16.1
Reductions to be Identified		\$ (8.0)	\$ 0.0
Reductions as a Percent of Total Expenditures		-1.4%	0.0%

General Fund Preliminary 4-year Forecast

In millions

	2024-2025 Preliminary Budget As of May 22	2025-2026 Preliminary Budget As of May 22	2026-2027 Preliminary Budget As of May 22	2027-2028 Preliminary Budget As of May 22
Total Revenue	\$ 570.6	\$ 584.2	\$ 593.7	\$ 605.7
Expenditures	586.7	598.0	603.4	609.4
ESSER	-	-	-	-
Subtotal	586.7	598.0	603.4	609.4
Expenditure Adjustments		(9.0)	(9.0)	(3.0)
Total Expenditures	586.7	589.0	594.4	606.4
Net Operations	(16.1)	(4.8)	(0.7)	(0.7)
Planned Use of Fund Balance (from prior year 4-year forecast)	16.1	2.0	-	-
Reductions to be Identified	\$ 0.0	\$ (2.8)	\$ (0.7)	\$ (0.7)
Reductions as a Percent of Total Expenditures	0.0%	-0.5%	-0.1%	-0.1%

General Fund Preliminary Fund Balance Projections

In millions

Description	2023-2024	2023-2024	2024-2025	2025-2026	2026-2027	2027-2028
	Adopted Budget Budget	Projected As of April 24	Preliminary Budget As of May 22	Preliminary Forecast As of May 22	Preliminary Forecast As of May 22	Preliminary Forecast As of May 22
Beginning Fund Balance, September 1	\$ 68.9	\$ 70.5	\$ 69.1	\$ 53.0	\$ 48.2	\$ 47.5
Revenue	561.5	568.0	570.6	584.2	593.7	605.7
Expenditures	566.5	569.4	586.7	598.0	603.4	609.4
Planned expenditure adjustments			-	(8.0)	-	-
Adjustments in excess of PY 4-year forecast			-	(1.0)	(9.0)	(3.0)
Net Operations	(5.0)	(1.4)	(16.1)	(4.8)	(0.7)	(0.7)
Ending Fund Balance, August 31	63.9	69.1	53.0	48.2	47.5	46.8
Less Restricted balances	(15.4)	(24.4)	(22.5)	(20.6)	(19.7)	(18.9)
Unrestricted Fund Balance	\$ 48.5	\$ 44.7	\$ 30.5	\$ 27.6	\$ 27.8	\$ 27.9
Subject to Policy 6022 (CAU)						
CAU as a percent of Expenditures *	8.82%	8.12%	5.55%	5.02%	5.05%	5.08%

* CAU as a percent of August 31, 2023 expenditures

2024-2025 Areas of Continuing Work

- Balance all grants to awarded/expected revenue
 - Grant awards not final for next year
- Review Levy and LEA estimates in July
- Continue detail review and refine budgets
- Monitor 2023-2024 activity

Budget Development – Next Steps

- Community Budget Forum – June 5
- Budget presentations and discussion
 - Superintendent's Recommended Budget – June 19
 - School Board Adopted Budget - August

