

Blaine School District

2018-2019 Budget
Work Session



Presentation Overview

- New revenues for the General Fund
- State funding
- Levy
- General Fund expenditures
 - Maintenance, Mandatory, New
- Other funds- Capital, Transportation, ASB, Debt Service



Revenues

- Levy reduction year 1 of 2
- Enrollment
 - Calculation change
 - Level, trending
 - Running start, Open Doors, CTE, ALE
- Fund balance
 - Will not represent a resource, must secure 6%



Revenues

- State funding
 - Inflationary
 - Special Education formula
 - Professional development day
 - Full salary allocation
 - Appears to be based on state salary surveys of actual school district pay
 - Intended to cut district use of levy on basic education and on market rate salaries



Full salary allocation – how it works:

– The new model:

Staff Units	State Average Salary	Regionalization	Blaine's Allocation
108.106	\$ 65,216	1.12	\$ 7,896,276

– The prior model:

Staff Units	State Base Salary	Staff Mix	Blaine's Allocation
108.106	\$ 35,700	1.58385	\$ 6,112,686

– Salary Comparison: Old \$ 56,543

New \$ 73,042

Actual \$ 73,753



Revenues

- Levy Loss Comparison
 - For calendar year 2019
 - Budget impact phased over two fiscal years

Voted Amount	\$	7,340,000
Max Authority - Old	\$	8,320,363
New Authority	\$	5,438,197

- Levy was most discretionary funding
- Now the rules are more restrictive



Expenditures

Program Continuation

- Maintenance Level Expenses

Program Adds

- Nondiscretionary
 - Student & Staff Safety
 - Compliance (policy, CBAs)
- Discretionary
 - Program Enhancements



Expenditures – Maintenance Level

- 17-18 Changes post budget
 - SEIU/principal contract, Substitutes, national board, national conference, STAR transportation, utilities, class overload, college credit costs, running start, tuition
- Inflationary impacts
 - Insurance assessment & premium, fuel cost, software fees, athletic and building supplies



Expenditures – Maintenance Level

- Compensation and benefit
 - FMLA insurance, sick leave law, unemployment assessment, retiree leave cash outs, minimum wage, longevity/education steps,
- Collective bargaining
 - State limits increases to 3.1% COLA, sets minimums, maximum, and leaves structure to local discretion



Expenditures – Nondiscretionary

- Capital Project related
 - Interest expense transfer to service new debt
- Mandatory caseload adjustments
 - Special Education staffing, 6th grade class size, 4th grade class size



Expenditures--Nondiscretionary

- Safety
 - Expanded police contract, adoption of emergency protocols, staff training, water testing and fixture replacement, Pt Roberts emergency storage
 - SafeSchools training, mental health staff and training, bullying and suicide prevention



Expenditures – Discretionary

- Restore 17/18 cut budgets
 - Equipment and maintenance cycle (not capital project related), technology, suburban/van, building carryover
- Additional workload considerations
 - drama program; food service clerical; transportation dispatching; new accounting regulations; oversight of HR, safety & and communications; coaching; other internal transitions



Expenditures - Discretionary

- Education
 - Project Lead The Way series and expansion, Social and Emotional learning, Reading
 - LAP, grants, and categorical programs
- Miscellaneous
 - Software: assessments, online enrollment, App program, POS system, facility job orders
 - Transportation radio system, WSSDA review, ASB support



Capital Projects

- Capital levy revenue, Non-voted debt proceeds
- Debt issue costs, BHS phase 3, BES and Seismic close out, Grandstands, Property, technology



Transportation Vehicle Fund

- Depreciation payment
 - Cash flow occurs August 31st
- Dept. of Ecology grant funds
 - Related to disposal of oldest buses when they qualify
- New full size buses cost between \$140,000 - \$150,000
- We typically purchase 1 or 2 each year (take months to build)



Associated Student Body Fund

- One ASB at each school
- BHS ASB cash balances trending lower
 - Years of offsetting costs in prior recession
 - Less ability to fundraise
 - Athletic participation revenues
 - Inflation over time



Debt Service Fund

- Purpose is to repay principle and interest
- Outstanding bonds, \$3.7 million collected from property taxes
- Servicing new debt for grandstands construction
 - Principle transfer in from Capital Projects Fund
 - Interest transfer in from General Fund



Questions?

Upcoming Dates:

- Draft budget available July 10th
- Budget hearing and adoption August 27th

