



Olympia School District

2017-18 School Year

Budget Adoption

Preview of Conclusion

- Major changes in finance system are implemented for the 2018-19 SY.
- 2017-18 SY represents the same system as the past 7 years.
 - Very little new flexibility and revenue.
 - Exception, district receives Local Effort Assistance and this funding is up about \$300,000.
 - Budget balances with a minimum reserve.



Overview of Presentation

- Major Operating Budget Assumptions
 - Class Size and K-3 Compliance
 - Secondary Class Size
 - Summary of COLA and Bargaining
 - Major Funding Assumptions and Changes
 - Enhancement Discussions
- Preliminary Operating Budget Ending Fund Balance
 - Risks to Proposal
- Capital, Debt Service, ASB and TVF Budgets



Kindergarten Classrooms

	# of Half-Day Classrooms	# Full-Day Classrooms
2014-15 SY	10	19
2015-16 SY	6	21
2016-17 SY	0	30
2017-18 SY	0	30 (31)



Other Classrooms

	2016-17	2017-18
Total Classroom Teachers	163 (153 in 2015-16, Hired 10)	165
Total Support Teachers	3.4 (Hired Total of 13.4)	11.3
Total Combination Classrooms	7	6
Class Size of K-1 Combinations	---	---
Class Size of 1-2 Combinations	19.5	14, 19
Class Size of 2-3 Combinations	17	18
Class Size of 3-4 Combinations	22	---
Class Size of 4-5 Combinations	22	15, 20, 25



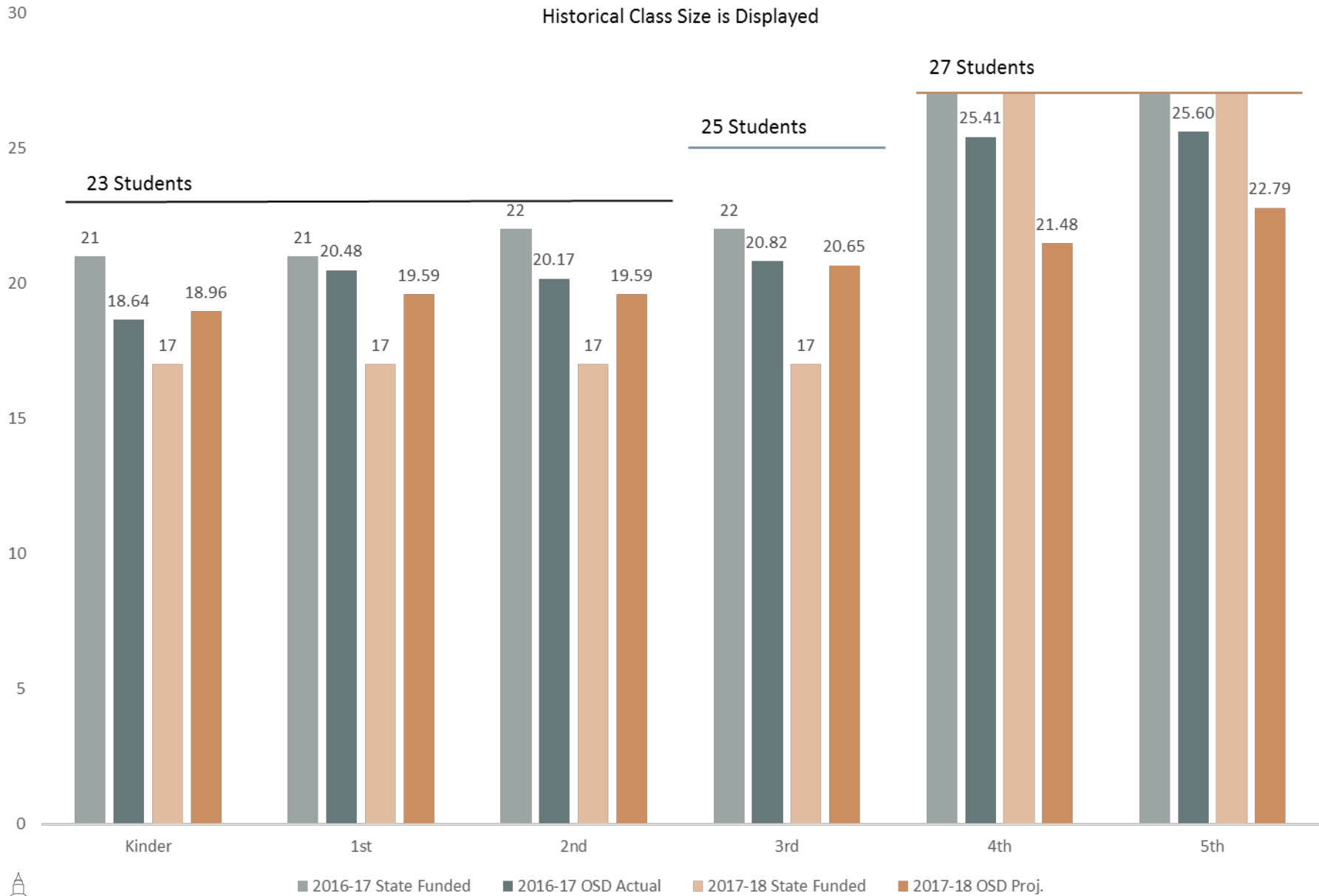
Combination Classroom Class Size

		Lowest/ Highest	Averaging	Support
A, HP School	4 th / 5 th	15 for Combo; 27 for All Others	23 for Combo; 25 for All Others	0.2 FTE Support Teacher + 1 Para Hour per Day or Compensation
B, Not HP School	4 th / 5 th	18 for Combo; 27 for All Others	24 for All	0.2 FTE Support Teacher + 1 Para Hour per Day or Compensation
C, Not HP School	4 th / 5 th	21 for Combo; 27 for All Others	25 for Combo; 26 for All Others	0.2 FTE Support Teacher + 1 Para Hour per Day or Compensation
C, Not HP School	1 st / 2 nd	14 for Combo; 23 for All Others	19 for Combo; 21 / 22 for All Others	1 Para Hour per Day or Compensation; <i>Possible 0.2 FTE Support, depending on Fall Actual</i>
D, Not HP School	2 nd / 3 rd	18 for Combo; 22 / 23 for All Others	21 for Combo; 20 / 22 for All Others	1 Para Hour per Day or Compensation; <i>Possible 0.2 FTE Support, depending on Fall Actual</i>
E, Not HP School	1 st / 2 nd	19 for Combo; 23 / 24 for All Others	21 or 22 for All	0.2 FTE Support Teacher + 1 Para Hour per Day or Compensation

- Specialized training for combo teachers will be offered by Learning and Teaching dept.

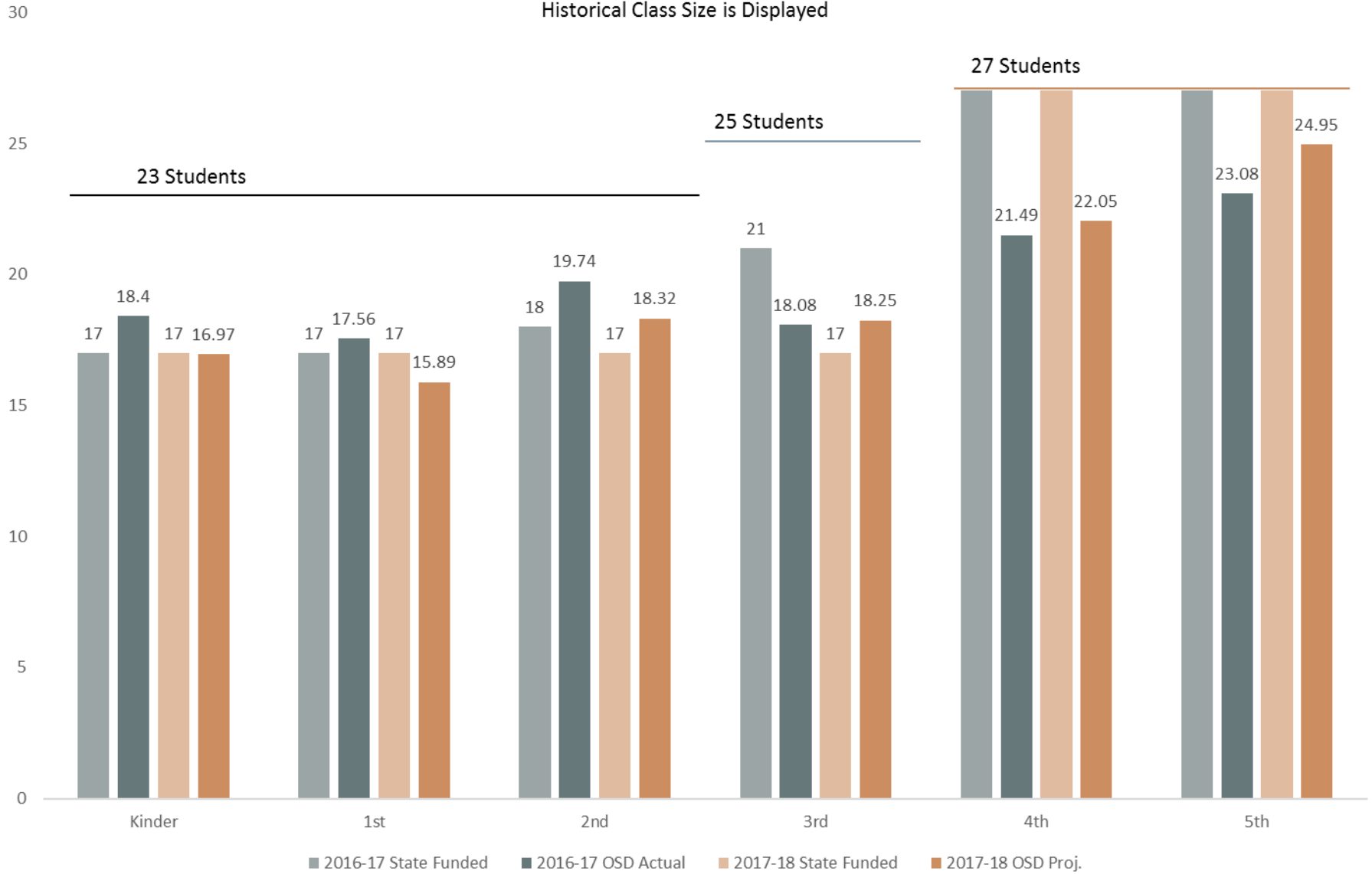
Typical Poverty Schools' Class Size (Calc Includes Music and PE Teachers)

Historical Class Size is Displayed



Poverty Schools' Class Size (Calc Includes Music and PE Teachers)

Historical Class Size is Displayed



K-3 Class Size Compliance

2016-17 SY*	2017-18 SY*	2018-19 SY*
<p>Yes. If OSD's avg. K-3 staffing ratio is less than state funded level, allocated fewer dollars.</p> <ul style="list-style-type: none"> • Understaffed by 1.0 student in Typical Schools, (\$366,000 Revenue/\$477,000 Expend) • Sufficiently staffed in Poverty Schools. 	<p>No. OSD will be funded at K-3 ratio of 1:17, even if we staff at 1:18 or 1:20.</p>	<p>Yes. Funded on actual K-3 staffing ratio. In order to be funded at 1:17, must staff at 1:17.</p>

>>2017-18 SY: District could not hire when state did not enact policy until June 30.

>>2018-19 SY: District will need to decide a) can we afford to staff K-3 at state policy level? b) can we afford to reduce class size for grades 4-5, when state has not funded any class size reduction?

*Separate calculation for High Poverty schools and Typical Poverty schools.

*Classroom teacher, supporting teacher (not LAP, Title I, and Sp Ed), and specialist teachers (music, PE, art) are all included in calculation of district's compliance.



Class Size Allocations, Grades 6-12

	Middle School	High School
General Education and Career and Technical Education Class Size	No Change from 2016-17 in allocation method. Schools average about 1:27.6 assuming no Special Education and no LAP. Deducting students served in SpEd and LAP classrooms, schools average about 1:26.2.	No change from 2016-17 in allocation method. OHS and CHS average 1:27.5 assuming no Special Education and no LAP. Deducting students served in SpEd and LAP classrooms, schools average about 1:26.7. (AHS is contractually a lower allocation level at 1:25; averages 1:24.3 and 1:23.8 respectively.)
New CTE in Addition to Above	MMS none; JMS .2; RMS .2; WMS .2	OHS .2 GRuB; CHS .4 Pipe Manuf and Environmental Science; AHS .2 Environmental Science



Cost of Living Increases

- State funded COLA is 2.3%
- Contracts are complete for:
 - Bus drivers, maintenance, grounds, custodians
 - School administrative and district office administrative
 - School administrators
 - Teachers
 - Technology
- Contract negotiations continue for:
 - Food Services
 - Para-educators
- Upcoming Results of Study for Central Office Unrepresented and School Office and District Office Admin Professionals.



Curriculum Adoptions

- In 2015-16 and 2016-17 school years fully paid for all curriculum adoptions.
- Therefore, we do not owe any further payments on our ELA and math adoptions from these years.
- 2016-17, substantial portion of \$450,000 remains. Typically carry forward remainder.
- Carrying new \$450,000 now for 2017-18 SY budget.



Other Major Assumptions

- Carry over 6% on September 1, 2017.
- Contingency for fall start-up of \$300,000.
- Contingency for fall start-up, Sp Ed, \$97,000.
- GRuB stipend built into base for summer 2018, assume \$1,000 per student for 55 students. (District pays its payroll tax on top of this, \$110 per student.)
- Insurance cost increase is 8%.
- No assumed increase in safety net.
- Federal Title II revenue is reduced, and backfilled with general fund; Title I not backfilled.



Other Major Assumptions (cont.)

- High poverty schools have a 6 hour Behavior Technician (Garfield, Brown, Hansen). All other schools have a 3 hour BT. (3 Remodel schools allocated an additional 3.)
- New transportation costs for new bell schedule are added, \$10,700.
- Carryforward unexpended amounts for same sub-units' as in past: schools, CTE, LAP, Title I, Title II. Added 1x carryforward for PBIS.



Increased Spending Due to Under-expenditure

- One-time savings to Technology Levy in 2016-17 SY, is proposed for unanticipated (allowable) items in 2017-18 SY.
 - OCR compliance for review of website accessibility, 0.5 FTE (and some misc. contract costs).
 - Digital archiving, 0.25 FTE.
 - Camera Electrician, 0.5 FTE (addition to current 0.5 FTE Staff).
 - Key-card access for buildings/staff, 0.5 FTE.
- One-time savings in General Fund, 0.3 FTE from new carryover in PBIS.



Base Ending Fund Balance

- After funding the base with no cuts (largely a roll over base); funding COLAs; maintaining K-5 class size reduction; continuation of 2016-17 SY enhancements:
 - *August 31, 2018 ending fund balance = 3.42%.*
 - *Policy is minimum of 3%.*
 - *Difference equates to \$542,000. Cannot devote to enhancements; must fund the ending fund balances of categorical funds.*
 - *As in prior years when our EFB was around 3%, at the end of the 2017-18 SY, we will have difficulty accounting for categorical ending fund balances. Any under expenditure in categorical funding that accumulates will not benefit the general fund in the 2018-19 SY.*



Enhancements Not Funded: Instruction

Item	Cost	Note
Consumable Math Materials	\$30,000	
Consumable ELA Materials	\$40,000	
Assistant Director, T/L (proceeding based on internal moves and savings)	\$10,000	Funded largely from no general fund resources and staffing moves.
Early Childhood Ed Coordinator	\$117,000	
Additional Staff Development for Teachers	\$20,000	
Behavior Technicians	\$145,000 (\$18,000 per school)	Fills current staffing from a mix of 3-6 hours per day to 6 hours per day at all elementary schools.
Mental Health Classroom Therapist	\$98,000	Serving OHS, CHS, and AHS.
Power Scholars Expansion	\$27,000	Summer 2018.
Cultural Competency Training	\$48,600	Paid staff development for staff.



Enhancements Not Funded: Instruction

Item	Cost	Note
Arts Initiative Full Expansion	\$29,000	50 classrooms added capacity.
iPad Cart for OHS Foreign Language	\$31,000	
Initiative to Expand Inclusion	\$94,000	Additional Para hours as 1:1 are gradually reduced.
Expanded Nursing Support	\$58,000	.6 Cert. FTE Itinerant
*Expanded PBIS	\$30,000	.3 Cert. FTE
McKenny Vento Support	\$4,900	1 Para hour
WMS Student Support	\$20,000	.2 Cert. FTE for addt'l 60 students.

*1-time savings.



Enhancements Not Funded: Operations

Item	Cost	Note
*Website Scan for OCR Compliance	\$25,000	
Assistant Accounting Manager	\$89,000	Delayed hiring, in preparation for January 2018.
*Stipend for Website Posting	\$16,600	1 individual in each school trained.
*Camera Electrician	\$42,000	
*Accessible Content, District Overview	\$35,000	0.5 FTE in Central Office to monitor compliance and assist staff.
*Digitizing Documents; Systems Organization	\$63,700	1.0 FTE; .25 FTE temporary, high need from Technology Levy.
Special Needs Router	\$50,000	Enhanced staffing at Transportation.

*Technology Levy 1-time savings.



Enhancements Not Funded: School Levels

Item	Cost	Note
AHS/ORLA: Learning Management System	\$25,000	
AHS/ORLA: Truancy Board	Unknown	
Elem 1: Full-time Music/PE Spec.	\$750,000	
Elem 2: Full-time Counselors	\$340,000	
Elem 3: Full-time Math/Reading Spec	\$2.2 M	
MS 1: 0.4 FTE per Building	\$160,000	0.4 FTE to meet unique needs.
MS 2: District Funding for MS Sports	\$30,000	Assists schools with small budgets to reduce fund raising and more equitably distribute ASB \$.
HS: Enhance Athletic	See Next Slide	

*Technology Levy 1-time savings.



Sports Teams Participation in 2016-17 SY

Request: Reduce the number of cut sports by adding fourth teams.

	OHS Girls	OHS Boys	CHS Girls	CHS Boys
Volleyball	3 teams, 41 participants; 4 cut (9%) (4th team not possible)		3 teams, 36 participants; 17 cut (32%) (4 th team was possible)	
Basketball	3 teams, 32 participants; no cuts	4 teams, 47 participants; 7 cut (13%) (5 th team not possible)	3 teams, 33 participants; no cuts	3 teams, 32 participants; 12 cut (27%) (4 th team was possible)
Soccer	3 teams, 63 participants; no cuts	3 teams, 56 participants; no cuts	3 teams, 36 participated; no cuts	3 teams, 48 participated; no cuts
Baseball / Fastpitch	2 teams, 24 participants; no cuts	2 teams, 45 participants; 4 cut (8%) (3 rd team not possible)	2 teams, 22 participated; no cuts	2 teams; 43 participated; 4 cut (9%) (3 rd team not possible)



Enhancements Not Funded: Athletics

Item	Cost	Note
MS: Schools Retain Additional 25% Revenue	\$11,900	Includes \$2,500 for district to cover waivers of FRPL-eligible.
MS: Additional Appropriation	Variable	Current allocation is \$4,500 total for 3 smallest middle schools.
HS: Schools Retain Additional 15% of Revenue	\$22,815	\$9,440 in new revenue; \$13,375 in waiver off-set.
MS/HS: District pay all officials costs.	\$64,174	\$45,375 for HS; \$18,800 for MS.
MS/HS: District cover all transportation costs.	\$140,327	\$120,620 for HS; \$19,707 for MS.
Additional Teams (D Teams)	\$6,000	Cost represents single sport, single gender, per school. Parity may indicate the need to fund multiple D Teams.



Risks to Proposal

- Risks to proposal:
 - Carry in less than 6% (higher spending toward end of year).
 - Less state funding than expected (state grants are in process of being finalized, much of grants are assumed).
 - Will hire many staff, budget assumes current staff mix, might hire more experienced staff than budgeted.



Operating Budget Balance Sheet

	Balance of Revenue and Expenditures	Projection
1	Beginning Balance (6% Carryforward)	\$6,926,484
2	Revenue	\$126,443,754
3	Total Resources	\$133,370,238
4	Reserve to Date (3.42%)	\$4,419,364
5	Resources After Reserve Funded/Expenditure	\$128,950,874
6	Cost to Increase Reserve to 3%	\$0



CAPITAL BUDGET



Capital Budget

Sources			Purpose	
Tech Levy (Instruct)	\$1,544,416		Secondary Schools	\$5,324,742
Tech Levy (Operation)	\$1,602,888		Elementary Schools	\$30,774,064
Bond	\$34,397,196		Other	
Impact/Mitigation	\$150,000		Technology	\$3,147,304
State Match	\$4,642,949		Projects from 2010 Facilities	\$4,744,000
Unrestricted	\$3,000,000		Projects Allowable to Mitigation/Impact	\$1,387,389
Total	\$45,337,449			\$45,337,449



FINAL BUDGET ADOPTION ON AUGUST 7, 2017



Resolution 562

Fund	Amount
General Fund Appropriation (prior to amendments)	\$128,950,874
Capital Projects Fund Appropriation	\$45,377,499
Transportation Vehicle Fund Appropriation	\$1,500,000
Debt Service Fund Appropriation (including interest)	\$13,783,403
Associated Student Body Appropriation	\$1,313,000
Total Budget	\$190,924,776



QUESTIONS?

