

Hockinson School District

2024 – 2025 Proposed Budget

June 10th, 2024



2024 – 2025 Budget Assumptions

- Straight Rollover of Enrollment
- Staffing
 - Net Increases include positions added to 2024 – 2025 Budget
- 3.7% IPD
- Remaining ESSER III Funds Expired in 2023 – 2024
 - Funding covered Assoc. Principal Position at HMS and will go to Basic Ed Funding for 2024 – 2025



2024 – 2025 Budget Planning

- Staffing Changes
 - 4.3 Certs
 - (.8 Related Svcs, .5 Counseling, .4 MS ELA/SS, 1.0 2nd Grade, .2 HiCap, .2 TK Specialist, .2 HS Social Studies)
 - 0.1 Non Rep (Acctg Clerk)
 - 4.1 1728 Classified
 - (MLL Para, CTE Secretary and Paras)
- Staff added post 23–24 Budget are included in the 24–25 Budget



2024 – 2025 Budget Planning Cont.

- **Maintenance**
 - Increased Budget to match MSOC IPD of 1.9%
- **Insurance**
 - Projected increase to Insurance Premium of 40%
 - Percentage not to Exceed 40% Per USIP
- **Additional Levy Funding Uses**
 - Enrichment Activities such as Extracurricular
 - Building Maintenance Funding
 - Technology Funding



2024 – 2025 Budget Planning Cont.

- Nutrition Services:
 - CPI is set for a 5.73% increase for the 2024 – 2025 Food Service Management Company (FSMC) Contract
- Transportation:
 - Increased fuel costs and an amended contract increase in 2023 of wages by \$3.00 an hour.
 - Funding is based off ridership which decreased by 3% in the 2023 – 2024 school year.
 -



General Fund Budget

The General Fund pays for the instructional programs, daily operations of our schools and general functions of the Hockinson School District.

Funding Driver: Enrollment

School Districts are funded off of what is known as Full Time Equivalent (F.T.E) enrollment. Because not all students can be counted as F.T.E. the funded F.T.E. can be different from total “Head Count” enrollment.



How is the State Revenue Determined? (77% of total revenue)

- Enrollment is the Main Driver
 - State funds the District based off Full Time Equivalent (FTE) Students
 - At the start of the year the State goes off District's budgeted enrollment
 - In January, the State examines enrollment trend to date for the school year to determine funding for the remainder of the year



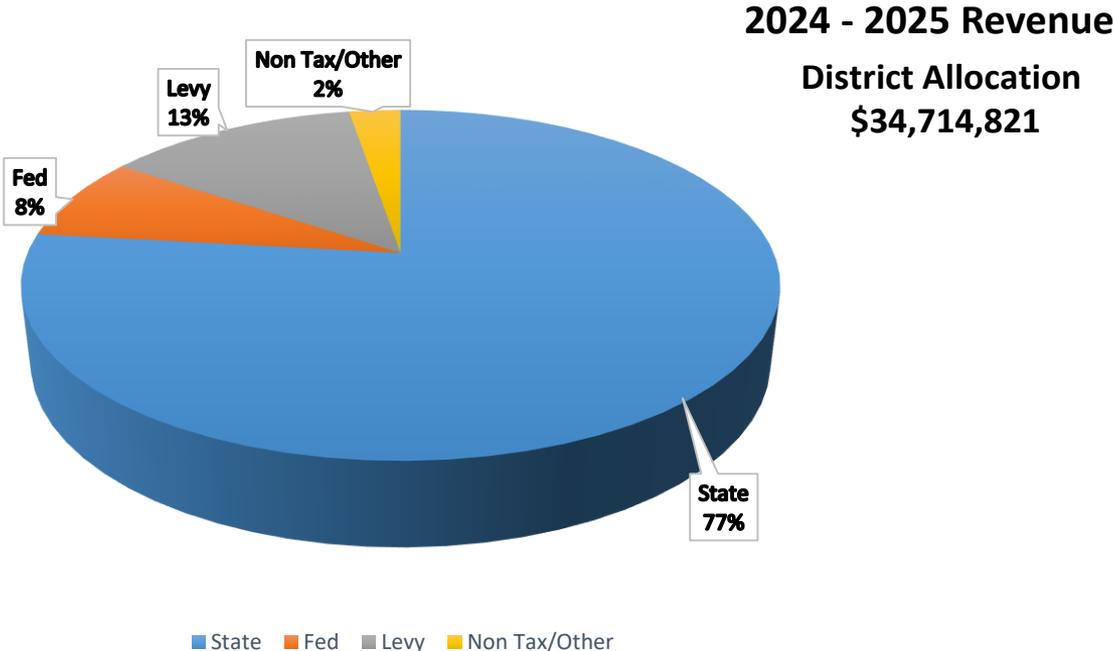
Enrollment Rollover

	23-24 Avg Annual Enrollment	24-25 Enrollment Straight Rollover	
Kindergarten	137.27	137.27	0.00
1st	135.65	137.27	1.62
2nd	132.27	135.65	3.38
3rd	145.40	132.27	(13.13)
4th	132.75	145.40	12.65
5th	146.41	132.75	(13.66)
6th	153.98	146.41	(7.57)
7th	156.88	153.98	(2.89)
8th	156.43	156.88	0.45
9th	174.99	156.43	(18.56)
10th	171.70	174.99	3.29
11th	137.57	157.97	20.39
12th	113.01	122.44	9.43
	1,894.31	1,889.69	(4.62)



General Fund Revenue Sources

The state portion of school funding allocated per Full Time Equivalent (F.T.E.) will be approximately **\$10,488** in the 2024-2025 school year. For each student needing extra services – special education, gifted studies, or learning English additional state dollars are provided. These state dollars do not cover the full cost of this additional instruction.



Local Tax Dollars

In 2022, Hockinson voters approved a 4 year levy. These local tax dollars must be renewed by voters to continue collecting.

There is a limit on what a Public School can request in a levy. This limit is known as a “Levy Lid” and calculated at \$2,500 per FTE student.

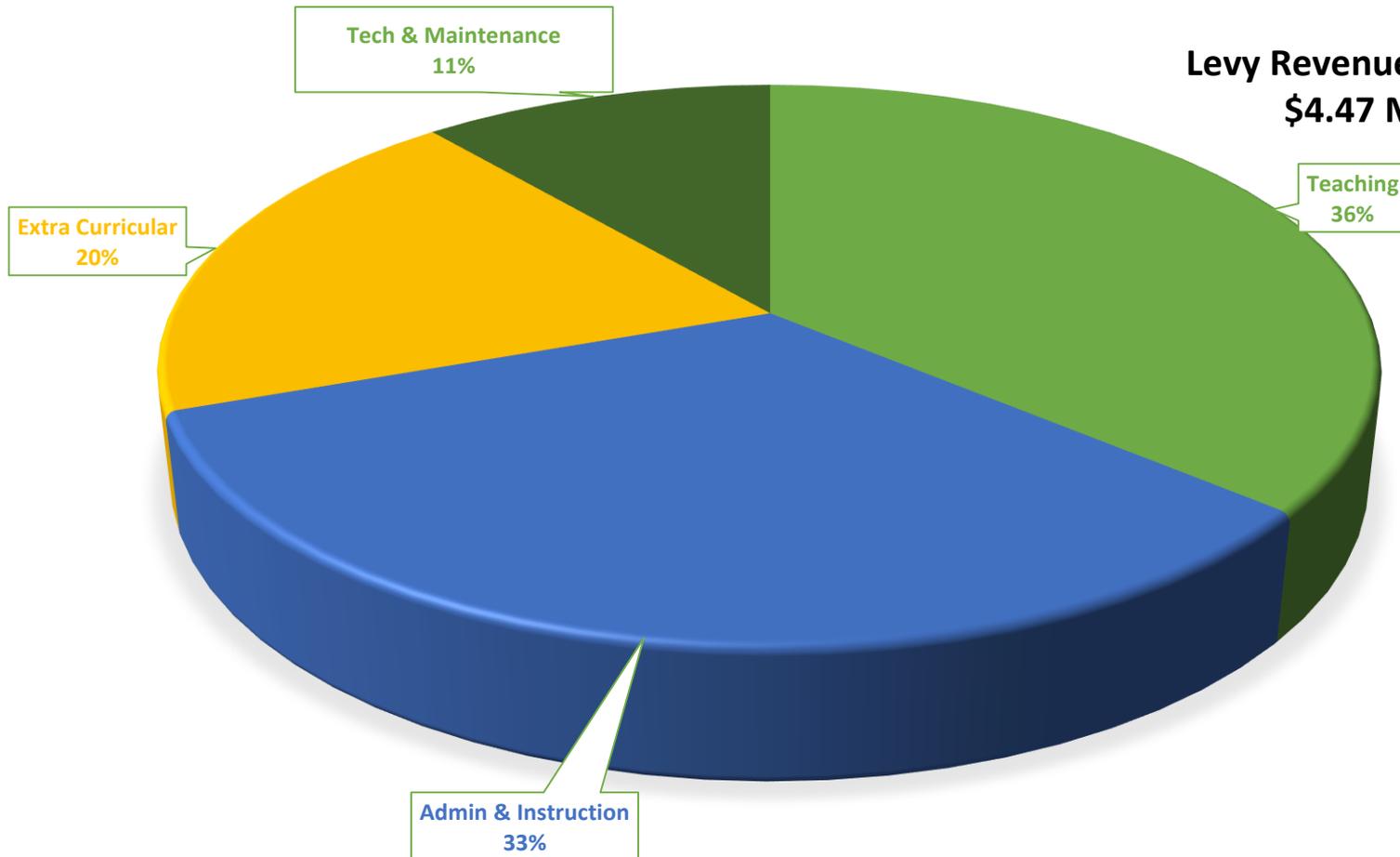
Hockinson will collect approximately \$4.47 million dollars in local taxes for the 2024 – 2025 school year



What do Levy Dollars Fund?

(13% of total revenues)

Levy Revenue Allocation
\$4.47 Million



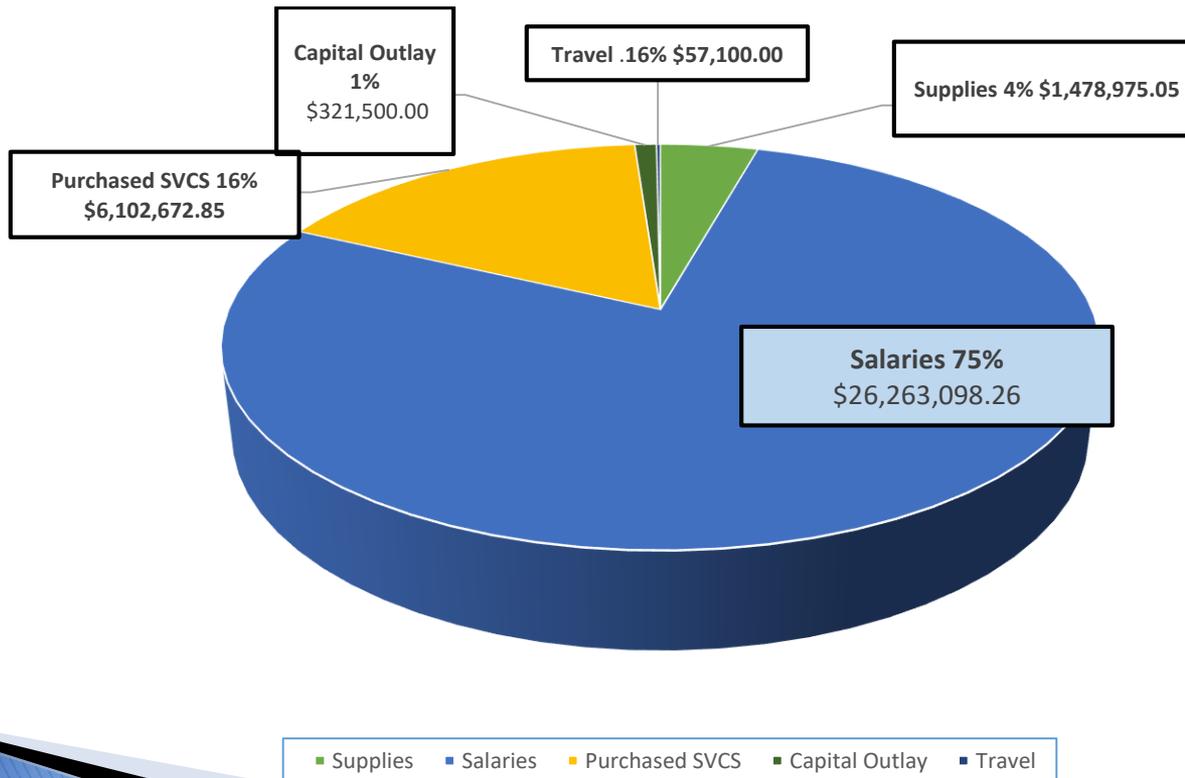
■ Teaching ■ Admin & Instruction ■ Extra Curricular ■ TEC & Maintenance



General Fund Expenses

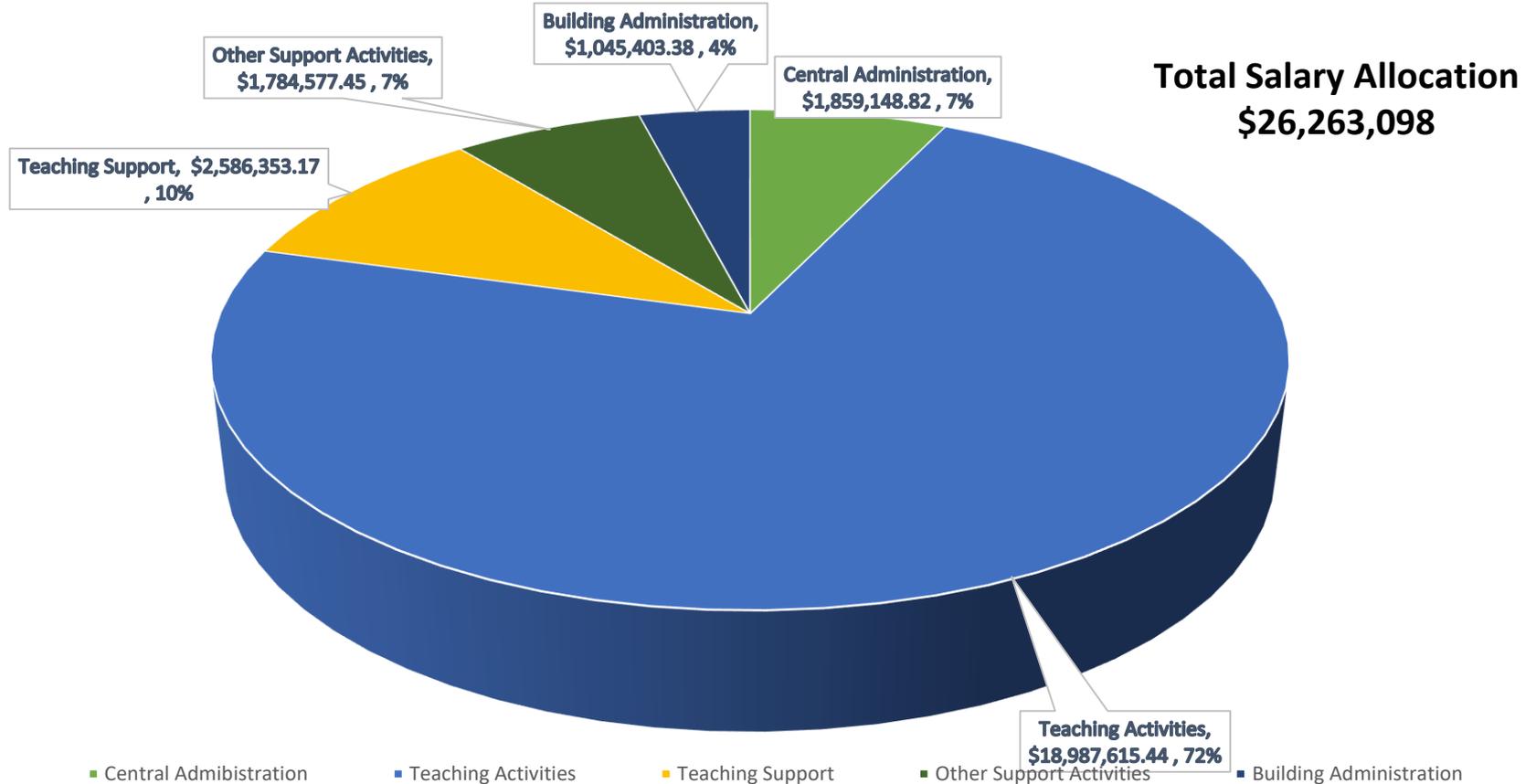
Nearly **75%** of the General Fund budget pays for employee salaries, payroll taxes and employee benefits.

Total Expenditures for General Fund \$35,423,345



General Fund Expenditures

Teaching activities and Support account for 82% of Salary expenditures



General Fund Expenditures Cont.

Teaching Activities (72%)

- Costs associated with classroom instruction; for example teacher salaries, para-educators, aides, co-curricular activities, and professional development.

Teaching Support (10%)

- Includes learning resources, guidance/counseling, school resource officers, health related services, and pupil safety.

Building Administrative Costs (4%)

- Includes school principals and assistant principals and office staff.

Central Administrative Costs (7%)

- Expenses for services provided centrally by our district include the Superintendent's office, Human Resources, Business Services, and Public Relations.

Other Support Activities 7%)

- Maintenance and operations staff and information technology staff.



Staffing Allocation District vs State

	State Allocation	District Allocation		Difference
CIS Salary	\$ 8,660,144.00	\$ 9,735,793.00		\$ (1,075,649.00)
CAS Salary	\$ 927,977.00	\$ 1,360,742.00		\$ (432,765.00)
CLS Salary	\$ 1,935,077.00	\$ 2,780,553.00		\$ (845,476.00)
Total	\$ 11,523,198.00	\$ 13,877,088.00		\$ (2,353,890.00)
	State FTE Allocation	District FTE Allocation		
CIS	104.460	98.000	6.460	* Allocated to Contracted SVCS
CAS	7.540	8.930	(1.390)	
CLS	32.540	46.025	(13.485)	



General Fund Expenditures

Budget presentations must disclose State funded Basic Education Materials, supplies and operating costs (MSOC's) to be received by the district and what the district proposes to spend for MSOC's, and the difference between these two amounts.

State Funded MSOCs	District Budgeted MSOCs	Difference	
\$2,905,438	\$4,737,801	(\$1,832,363)	
	MSOC Totals	Basic Ed Program 01	District-wide Support Program 97
Object 5 – Supplies	\$1,025,825	\$683,825	\$342,000
Object 7 – Contract Services	\$3,363,826	\$1,140,031	\$2,223,795
Object 8 – Travel	\$41,650	\$26,275	\$15,375
Object 9 – Capital Outlay	\$306,500	\$251,000	\$55,500
Total Budgeted MSOCs	\$4,737,801	\$2,101,131	\$2,636,670



Fund Balance

- Fund Balance (Reserves)
 - Net balance of Revenues and Expenses
 - Each fund has a fund balance (ASB, General Fund, Debt Service, and Capital Projects)
 - To ensure financial stability and future funding of educational programs Board Policy 6022 for GF fund balance is:
 - 5% of Budgeted Expense is required as a minimum balance
 - 3% of Budgeted Expense is required for assigned purposes (Board & Superintendent authority)



Fund Balance Cont.

Beginning Fund Balance Reserves	\$ 4,233,672
Nonspendable Fund Balance – Prepaid Items Committed to Other Purposes	\$ 460,734
TECH & Maintenance	\$ 750,000
Assigned Fund Balance	
3% Board Policy	\$ 1,045,181
Restricted for Food Service	\$ 170,440
Restricted for Carry Over (CTE)	\$ 65,348
Unassigned (Projected Net Deficit to FB)	\$ (700,567)
Minimum Fund Balance Policy 5%	\$ 1,741,969
Ending Fund Balance Reserves	\$ 3,533,105

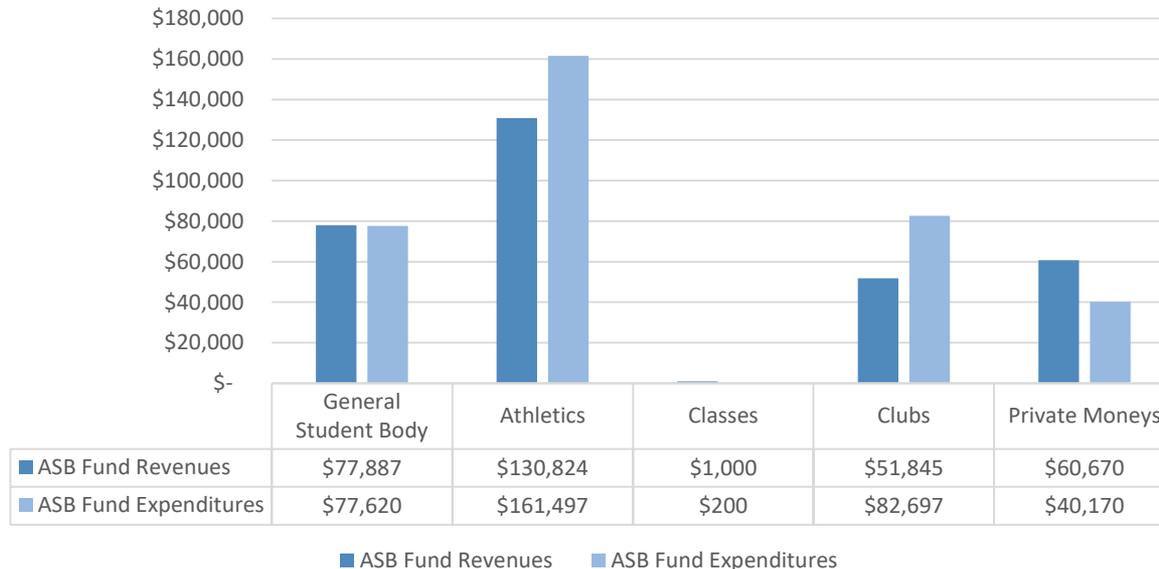


ASB Budget

\$362,184

This fund is financed by the collection of fees from students and non-students for attendance or participation in noncredit activities and events. In addition, money raised by student fundraisers and sales of ASB cards are also deposited in this fund. Expenditures must be approved by the student council. Both the middle school and the high school run an ASB program.

ASB Revenues & Expenditures

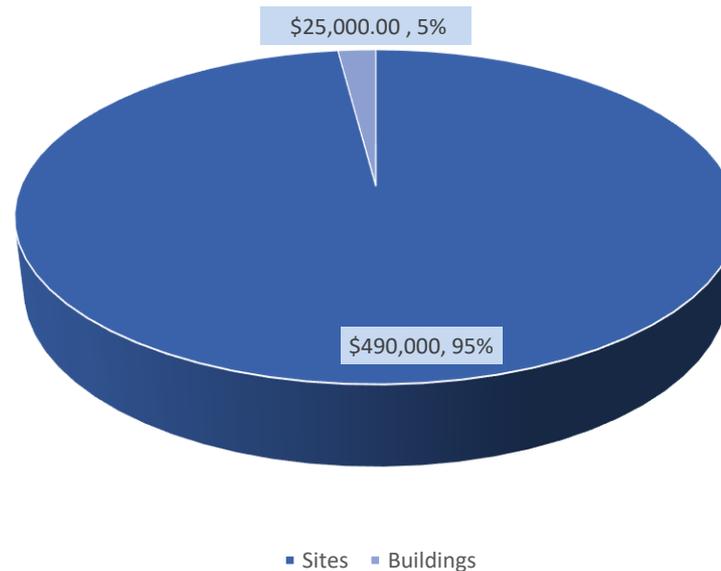


Capital Projects Fund

\$515,000

This fund pays for all construction, remodeling, and site acquisition costs. Funding for these projects comes from impact fees, property sales, capital levies and bond sales, and investment earnings.

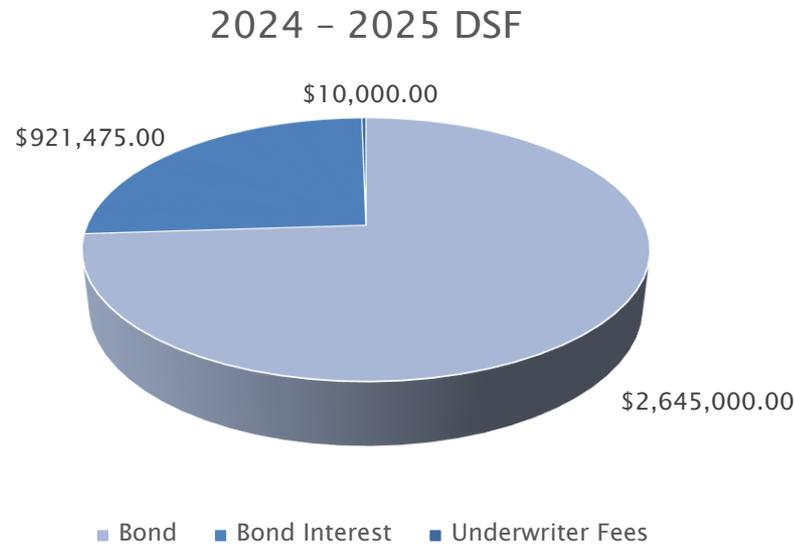
CPF Expenditures



Debt Service Fund

\$3,576,475

When the district sells bonds to finance voter-approved construction, an account is setup to repay the debt associated with the sale. This fund receives the money that is collected from our taxpayers to pay the annual principal and interest costs. This fund will pay the debt approved by the voters for the construction of a new middle school. The total bonds are \$35,560,000 and have a 20 year payoff.



Fund Balance Summary

2024 - 2025 Fund Summary						
	General Fund	Capital Projects	Debt Service	ASB		
Revenues	\$ 34,714,821.00	\$ 530,000.00	\$ 3,698,338.00	\$ 322,226.00		
Expenses	\$ 35,415,388.00	\$ 515,000.00	\$ 3,576,475.00	\$ 362,184.00		
Net Gain/Loss	\$ (700,567.00)	\$ 15,000.00	\$ 121,863.00	\$ (39,958.00)		
Beg Fund Balance	\$ 4,233,672.00	\$ 3,354,000.00	\$ 3,689,865.00	\$ 155,383.00		
Net Gain/Loss	\$ (700,567.00)	\$ 15,000.00	\$ 121,863.00	\$ (39,958.00)		
Ending Fund Balance	\$ 3,533,105.00	\$ 3,369,000.00	\$ 3,811,728.00	\$ 115,425.00		



Questions?



Thank You!

