



Federal Way
Public Schools
Every Student, a Reader

2009-10 Budget Adoption

June 23, 2009

Public Hearing Topics

- Review Other Funds
- Review General Fund Recommendation
- Adopts Student Achievement (I-728) Plan
- Accept Public Comment
- Adopts ASB Constitutional Changes
- Set Preliminary Tax Levies for Calendar Year 2010
- Resolution Sets Appropriation Levels for Each Fund



2009-10 Budgets

Summary of Other Funds

*ASB, Debt Service, Capital Projects
& Transportation Vehicle Funds*



Associated Student Body Fund

- Supports extracurricular, recreational, cultural and social activities
- In ASB accounting lingo these activities are called “general”, “athletics”, “classes”, and “clubs”
- Governed by Constitution and Students (Grades 6 –12)
 - Minor Changes for Illahee
- Budget Adoption Authorizes:
 - Fund Raisers (compilation for elementary & secondary)
 - Expenditure Capacity



Associated Student Body Fund 2009-10 Budget

Budgeted Beginning Fund Balance \$ 578,600

Budgeted Revenues: \$4,192,600

Budgeted Expenditures: \$4,299,400*

Budgeted Ending Fund Balance \$471,800



Debt Service Fund

- Collect Tax Revenue and Redeem Bonds for Previously & Newly Authorized Bonds
- Fiscal Year Budget and Calendar Year Levy
- Incorporates Future Voter-Authorized Bond Sales
 - *\$82 M of \$149 M Voter Authorization Issued*
 - *Next \$23 M Issue Targeted for December 2009*
 - *Possible Refunding*



Debt Service Fund

2009-10 Budget

Budgeted Beginning Fund Balance \$10,050,000

Budgeted Revenues: \$20,915,000

Budgeted Expenditures: \$22,575,000*

Budgeted Ending Fund Balance \$8,390,000



Capital Projects Fund

- 2009-10 Third Year of Spending for \$149 M Bonds **and the year that ALL six projects have activity**
- Front-Funding of State Match Work Continues
- 2009 is Sixth Year of the Six-Year Technology Levy
- Impact Fees Support Portable Purchases



Capital Projects Fund

2009-10 Budget

BUDGETED:	<u>Beg FB</u>	<u>Revenue</u>	<u>Exp</u>	<u>End FB</u>
Construction	\$47.3 M	\$23.0 M	\$59.5 M	\$ 10.8 M
Phase 2 & 3	(\$ 9.8 M)	\$ 10.4 M	\$ 7.0 M	(\$6.4 M)
Tech Levy	\$ 0.7 M	\$ 1.8 M	\$ 1.8 M	\$ 0.7 M
Impact Fees	\$ 0.1 M	\$ 0.2 M	\$ 0.2 M	\$ 0.1 M
Investment/Other	<u>\$ 5.3 M</u>	<u>\$ 2.0 M</u>	<u>\$ 0.5 M</u>	<u>\$ 6.8 M</u>
FUND TOTALS:	\$43.6 M	\$37.4 M	\$69.0 M*	\$12.0 M



Transportation Vehicle Fund

- Revenue Source: State Depreciation
- Used to Purchase Replacement Buses

Current Bus Fleet: 150 Buses

- Average Age: 10 Years
- Median Year 2001
- Oldest Year 1981



Transportation Vehicle Fund

2009-10 Budget

Budgeted Beginning Fund Balance \$500,000

Budgeted Revenues: \$665,000

State Depreciation \$650,000

Interest Earnings \$ 15,000

Budgeted Expenditures: **\$1,165,000***

5 Passenger Busses \$600,000

Spending Capacity \$565,000

Budgeted Ending Fund Balance \$0



2008-09 Budget Adoption

General Fund Budget

Is the District's Financial Plan,
Based on a Set of Assumptions About the Future,
Designed to Meet Strategic Plan Goals.



2009-10 General Fund Budget

Underlying Assumptions

- Actual Enrollment Will Not Be Less Than Projected Enrollment
- Levy Collections Will Remain at 99.65%
- Planned Economic Stimulus Package Spending (ARRA) Will be Within Guidelines (when issued)
- 2008-09 Actual Ending Funding Balance Will be at Least Equal to 2009-10 Budgeted Beginning FB



Superintendent's Recommendation

Revenue Changes

State Reductions	(10.1) M
Enrollment Decline	(2.0) M
Local Levy (EP&O)	3.0 M
ARRA IDEA Offset	<u>0.8 M</u>
TOTAL LOSS	(8.3) M
Use of I-728 c/o	<u>1.4 M</u>
NET LOSS	(6.9) M

Expenditure Changes

Targeted Reductions	(5.0) M
Pension Contribution	(2.7) M
Required Increases	0.5 M
Targeted Additions	<u>0.3 M</u>
NET REDUCTIONS	(6.9) M



2009-10 General Fund Budget

Supports 22,100 Students

Budgeted Revenue	\$205,853,700	down .8%
Use of Savings – Fund Balance	<u>\$ 1,446,300</u>	
Budgeted Expenditures	\$207,300,000	down .9%



2009-10 General Fund Budget

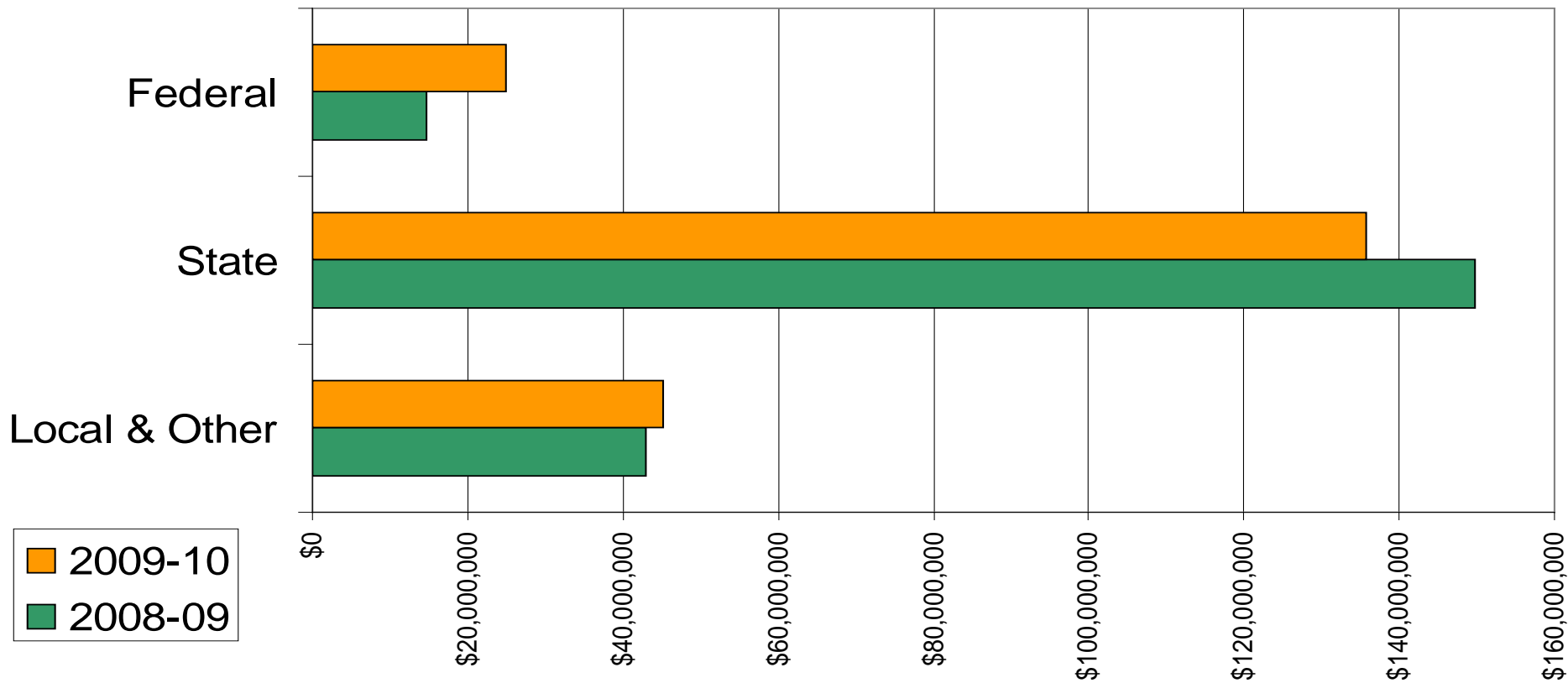
Year-to-Year Changes in Revenues

	<u>2008-09</u>	<u>2009-10</u>
State Apportionment	\$113.1 M	\$110.1 M
State Special Purpose	\$ 36.7 M	\$ 25.6 M
Local (tax & non-tax)	\$ 42.2 M	\$ 44.3 M
Federal	\$ 14.8 M	\$ 16.3 M
Federal ARRA	\$ 0.0 M	\$ 8.7 M
Other	<u>\$ 0.8 M</u>	<u>\$ 0.8 M</u>
TOTAL REVENUE	\$207.6 M	\$205.8 M



2009-10 General Fund Revenues

ARRA Funding Impacts



2009-10 General Fund Budget

Year-to-Year by OBJECT of Expenditure

Preliminary

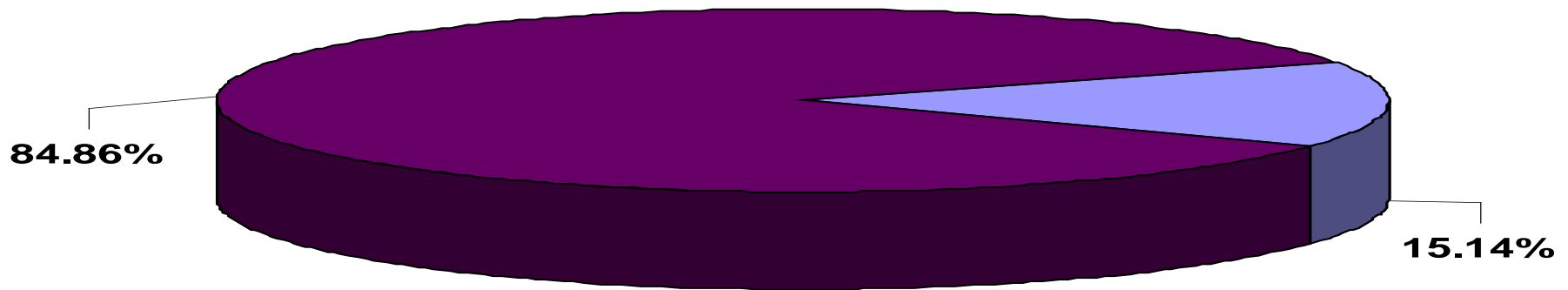
	<u>2008-09</u>	<u>2009-10</u>
2 Certificated Salaries	\$ 99.0 M	\$ 97.6 M
3 Classified Salaries	\$ 36.0 M	\$ 35.1 M
4 Benefits	\$ 46.1 M	\$ 42.6 M
5-9 NERC*	<u>\$ 28.1 M</u>	<u>\$ 32.0 M</u>
TOTAL GENERAL FUND	\$209.2 M	\$207.3 M



2009-10 General Fund Budget

2009-10 Budget - By Object

■ People ■ Things



2009-10 General Fund Budget

Board of Director's Strategic Plan

Primary Focus: Student Achievement

Supporting Areas

Student Support

Home & Community Partnerships

Staff Excellence

Fiscal Responsibility



2009-10 General Fund Budget

Primary Focus: Student Achievement

AVID

BECCA (Truancy Support)

ELL

Cambridge

Air Force JROTC

Latina/Latino Night School

GLAD

Springboard

Algebraic Thinking (AT)

Gear-Up

All Day Kindergarten

Americorp/VISTA

Advanced Placement

International Baccalaureate

Ignite

Summer Schools

K-8

Athletics & Activities

Special Education Services

Transportation



Strategic Plan Financial Goals

■ Teaching and Teaching Support in Top Quartile

Top Quartile = 81 districts serving at least 3000 students

2007-08 State-wide Average 69.2%

2007-08 Federal Way Actual 73.4%

2008-09 Federal Way Budget 74.8%

2009-10 Preliminary Budget 75.2%



Strategic Plan Financial Goals

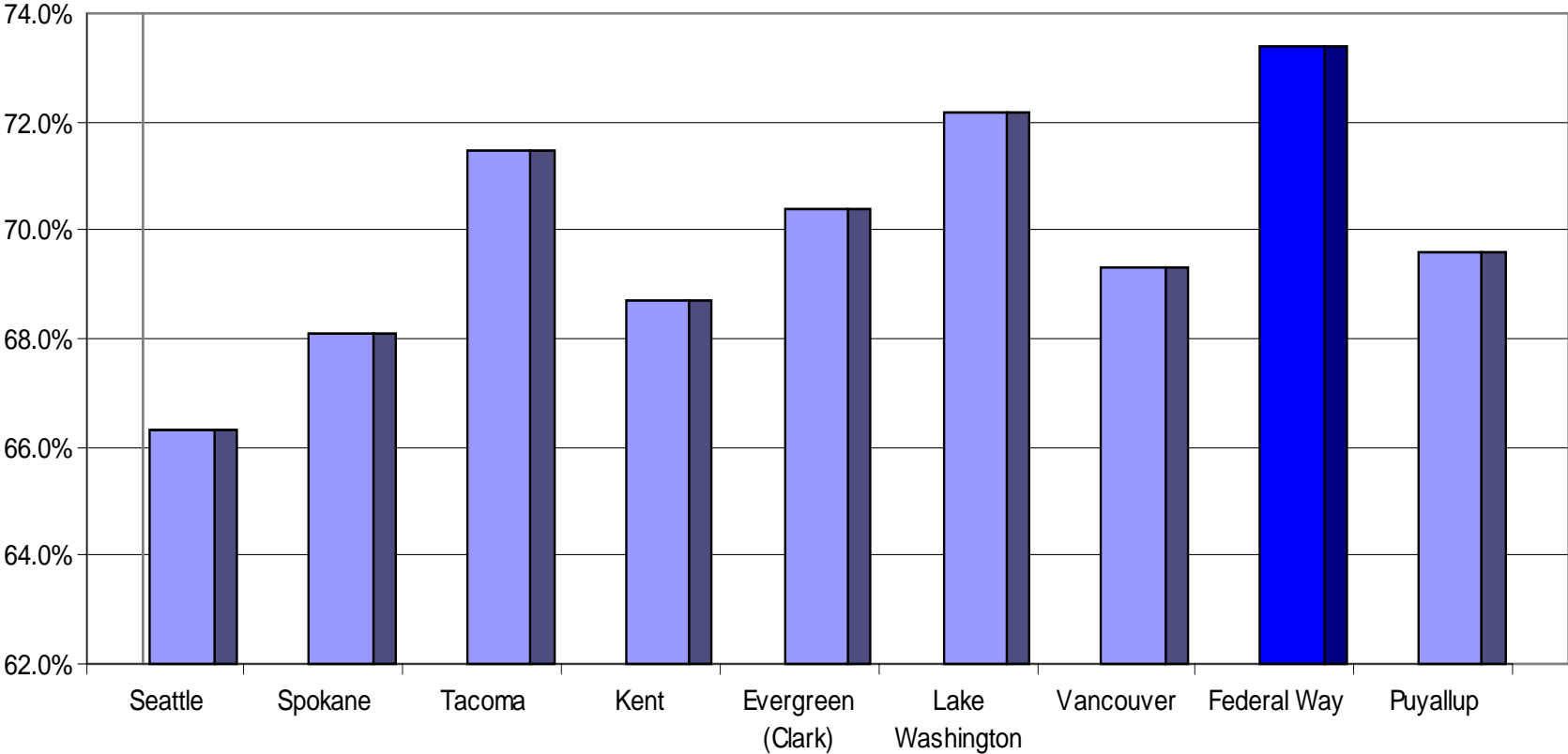
2009-10 General Fund Expenditures by Activity

Preliminary	<u>2008-09</u>	<u>2009-10</u>
• Administrative Functions	4.66%	4.45%
• Building Administration	6.11%	5.77%
• Support Services	14.47%	14.59%
• Teaching Support	10.28%	10.36%
• Teaching	64.48%	64.83%



Strategic Plan Financial Goals

Teaching & Teaching Support Activities 2007-08



Strategic Plan Financial Goals

ENDING Unreserved, Undesignated FUND BALANCE

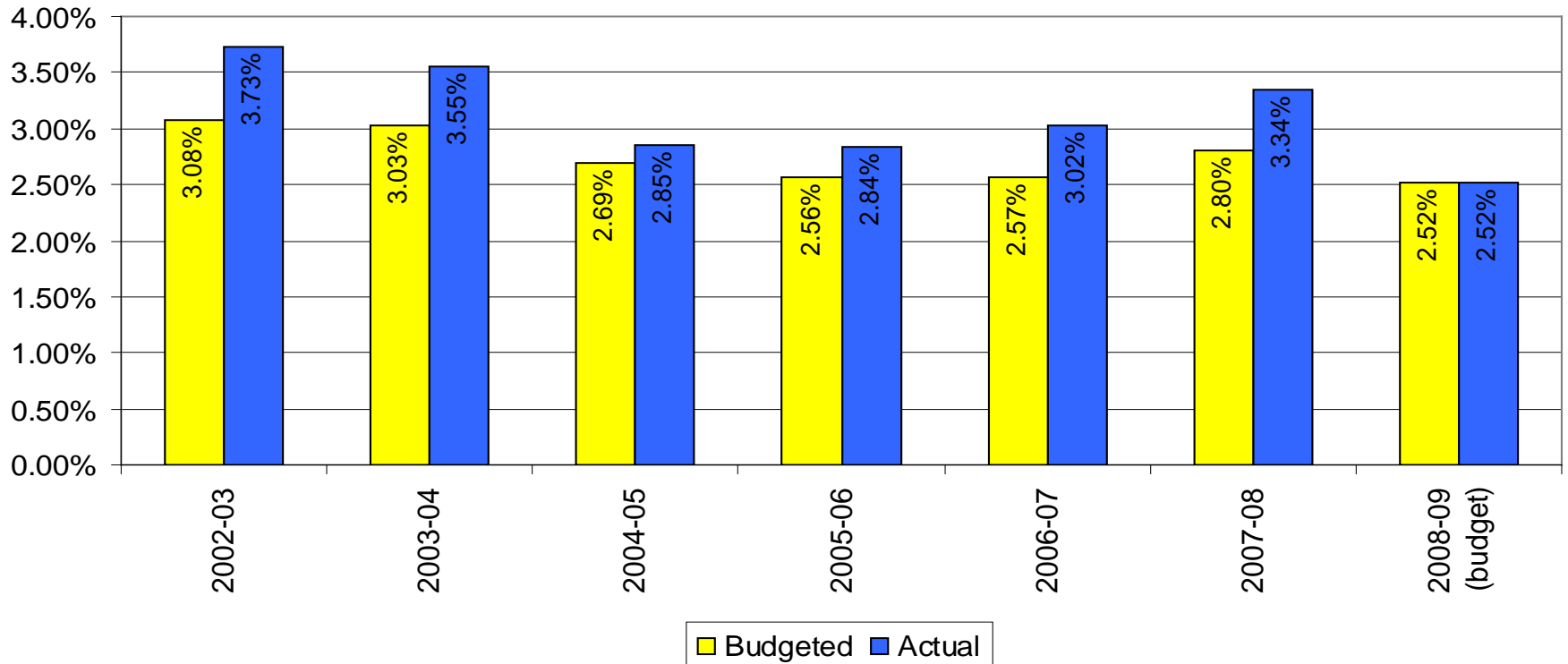
Policy 7143: Between 3% and 5% of Expenditures

- 2004-05 First Year to Budget below 3.0% at 2.7% 2.8%
- 2005-06 Budgeted Fund Balance Remains at 2.6% 2.8%
- 2006-07 Budgeted Fund Balance Remains at 2.6% 3.0%
- 2007-08 Budgeted Ending Fund Balance at 2.8% 3.3%
- 2008-09 Budgeted Ending FB returns to 2.5% tbd
- **2009-10 Budgeted Ending Fund Balance 2.5%**



Strategic Plan Financial Goals

Unreserved Fund Balance as a Percentage of Expenditures



2009-10 I-728 Spending Plan

■ 2009-10 State Allocation	\$	0	(ARRA)
■ Savings Plan/Carry-Over	\$	<u>2,450,000</u>	
Remaining I-728		\$2,450,000	
■ Professional Development	\$	<u>1,400,000</u>	
2009-10 Spending Plan		\$1,400,000	
■ Balance for 2010-11		\$1,050,000	



2009-10 Budget Adoption

Expected Board Actions

Motion to Adopt ASB Constitutional Changes

- Illahee Middle School

Resolution 2009-25 Sets Appropriations for ALL Funds

- Accepts Slate of ASB Fund Raisers
- Accepts Student Achievement (I-728) Budget
- Includes Tax Levies for Calendar Year 2010



2010 Preliminary Levy Certifications

General Fund (EP&O Levy)	\$39,000,000
Debt Service Fund	\$20,700,000
Capital Projects Fund (Tech Levy)	\$ 1,800,000
Expected Combined 2010 Tax Rate	\$4.19



2009-10 Budget Adoption

Resolution 2009-25: Sets Expenditure Appropriation

General Fund	\$207,300,000
Associated Student Body Fund	\$ 4,299,400
Debt Service Fund	\$ 22,575,000
Capital Projects Fund	\$ 68,960,000
Transportation Vehicle Fund	\$ 1,165,500



2009-10 General Fund Budget



June 23, 2009 Budget Adoption



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Public Hearing and Board Comments

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