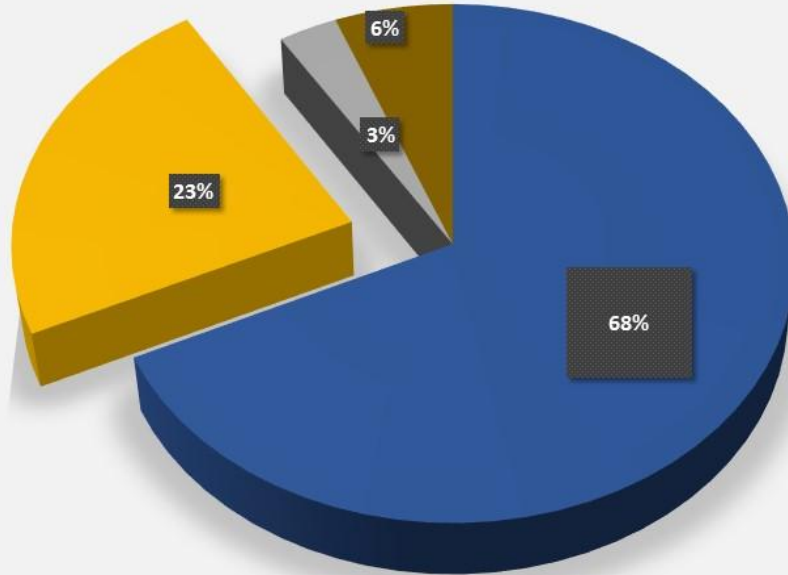


Balancing High Quality Education with  
Fiscal Sustainability

School districts like BISD are funded with:

- Federal money
- State money
- Local levies and bonds
- Local non-tax sources such as The Bainbridge Schools Foundation & PTOs

## BISD Revenue Sources



- State Funds
- Local Levies (EP&O, Technology)
- Federal Funds
- Local Non-Tax (PTO, Bainbridge Schools Foundation)

BISD  
2016 - 17  
Operating  
Budget:

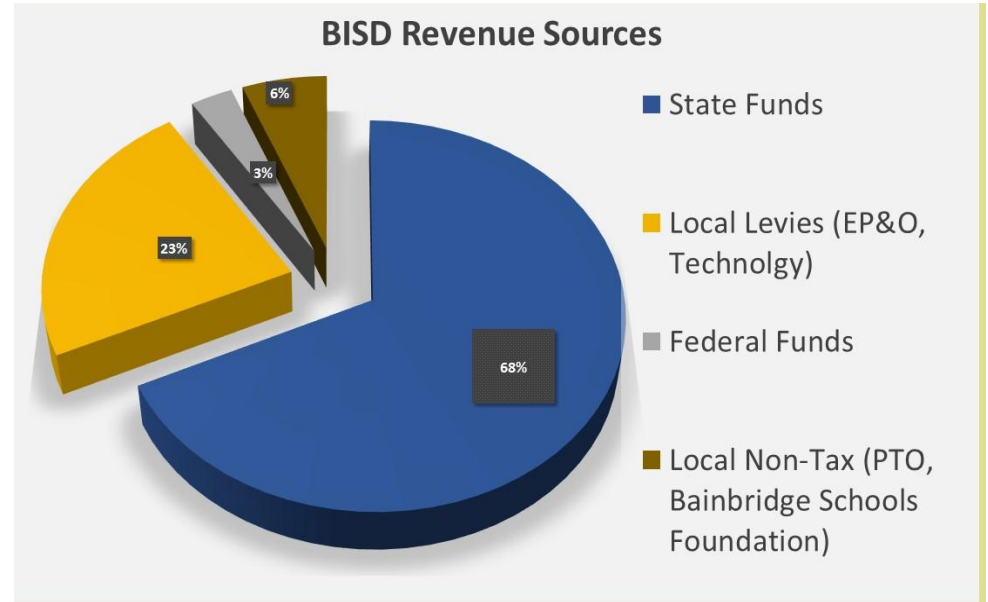
**\$44  
million**

(of which,  
almost  $\frac{1}{4}$  is  
funded by  
local levy  
dollars)

# How does Washington state fund public education?

State Funding is based on:

- Enrollment



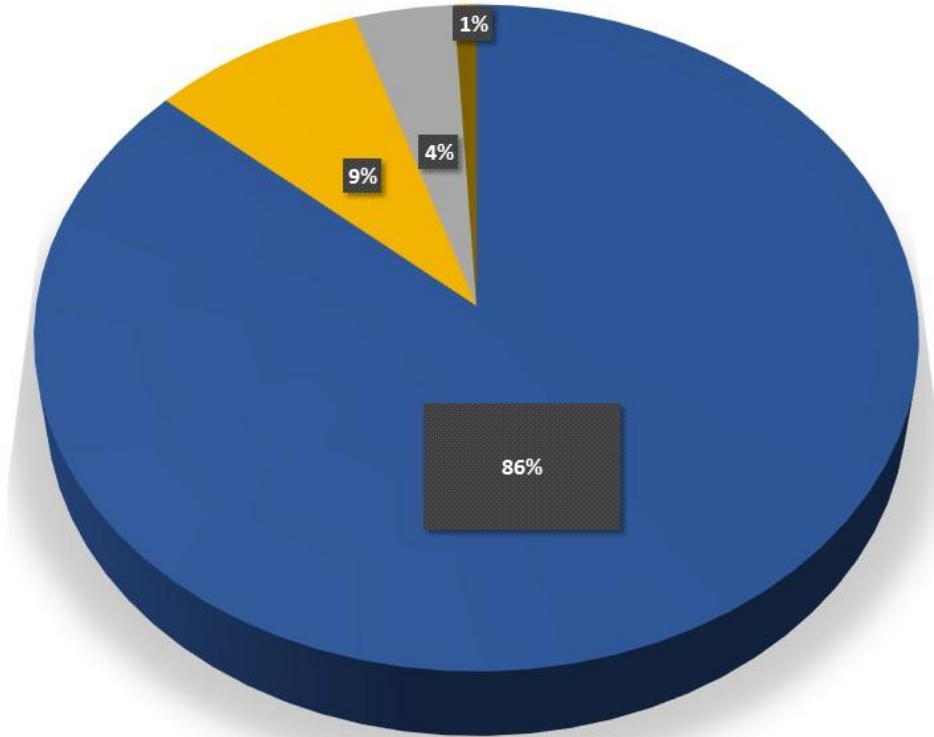
# BISD allocates the majority of its dollars to its biggest asset:

- Teachers and support staff
  - Salaries & benefits consist of 86.5% of our operating budget



*BISD welcomed 40+ new teachers this school year*

## BISD Expenditures



■ Salaries & Benefits -  
86%

■ Purchased services such  
as utilities, insurance,  
etc. - 9%

■ Materials & supplies -  
4%

■ Other such as  
equipment purchases,  
work-related travel - 1%

# General Fund vs. Capital Fund

General Fund (including EP&O Levy) pays for ...

- Day-to-day operating expenses
- Staff salaries and benefits (except capital-funded positions)
- Curriculum
- Supplies
- Utilities
- Transportation



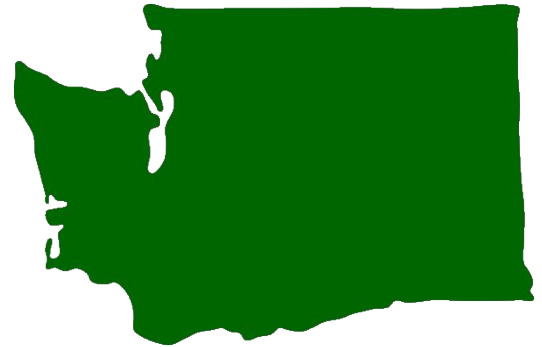
Capital Fund (bonds & capital levies) pays for.....

- Technology (equipment & software)
- New construction & building renovation
- Major capital investments (roofs, HVAC, infrastructure)
- Staff salaries directly related to funded projects (such as construction project managers)
- Funding Sources:
  - Technology Levy
  - Bond measures for buildings and capital investments



# Overview

- ❖ Known budget adjustments
- ❖ Unknown budget adjustments
- ❖ Budget adjustment options





# BISD Known Budget Adjustments

- Decreasing enrollment (~94 students projected)  
\$600,000
- Recruiting and retaining high quality staff through competitive compensation (\$1,150,000)
- Programmatic growth in anticipation of McCleary funding, which has not yet occurred (\$600,000)



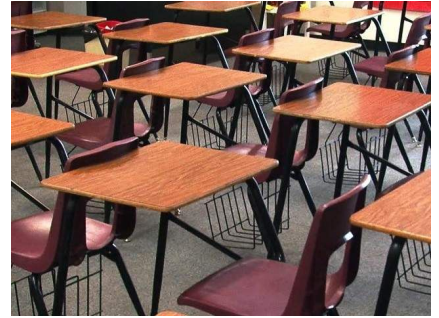
# BISD Unknown Budget Adjustments & Projected Budgetary Impact



- Unclear levy lid capacity (28.9% to 24.9%)
- The total projected budgetary impact is:

**\$2.1 to \$3.2 million dollars**

# Declining Enrollment Trend and Economies of Scale



- Peak - October 2005      4067.42 FTE
- Current - January 2017      3724.66 FTE
  
- Peak - October 2005      4223 Headcount
- Current - January 2017      3774 Headcount
  
- Reduction of 342.76 FTE/449 headcount while still maintaining 7 physical facilities

# Option 1

- Staffing to enrollment/contract dollars
- Program/support services/elective reductions and or elimination

# Growth at a Time of Reduction

- Stakeholder comments indicated significant interest in growth of our options and choice programs.
- Responsive programming that is fiscally responsible.
- Capacity for growth is limited in our current physical facilities.

# Option 2

- Staffing to enrollment/contract
- School and program consolidation / expansion of option programs
- Program/support services/elective reductions and or elimination

# Option 2 - Unpacked



- Odyssey 1-6 would move to Ordway
- Odyssey 7-8 would move to WMS
- Mosaic would move to a facility which is yet to be determined
- EHHS would move to the BHS campus
- Ordway preschool will move to Blakely
- Ordway ILC (will split with one moving to Blakely and the other to Wilkes)
- Wilkes Multiage program would no longer be a district choice program.

# Upcoming Dates:

- Staff presentations - February 15 and 16
- Opportunities for feedback online - February 16
- DBAC - starts on February 28
- Options Programs Information Night - March 1
- Community Budget Information Meeting - March 8 & March 22
- School Board study sessions - starting in March
- Tentative School Board decision - April 13