

Financial Update and Budget Development Guidelines

December 12, 2024

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Purpose

- Provide overview of 2023-24 year end actuals.
- Share current enrollment information.
- 2025-26 Budget context and considerations.
- Gather Board feedback for updates to the 2025-26 Budget Development Guidelines

2023-24 Year-End

| | |
|---|---------------|
| Revenues/Other Financing Sources | \$365M |
| Expenditures | \$357M |
| Increase To: | |
| Fund Balance | \$7.6M |

Factors contributing to fund balance above projection

- Additional Transportation funding for expenses \$3.9M
- Increased Special Services Enrollment \$1.9M
- New GASB Leases recording \$1.4M
- Awarded Transportation Safety-Net \$360K

2023-24 Year-End

Beginning Fund Balance: **\$44.4M**

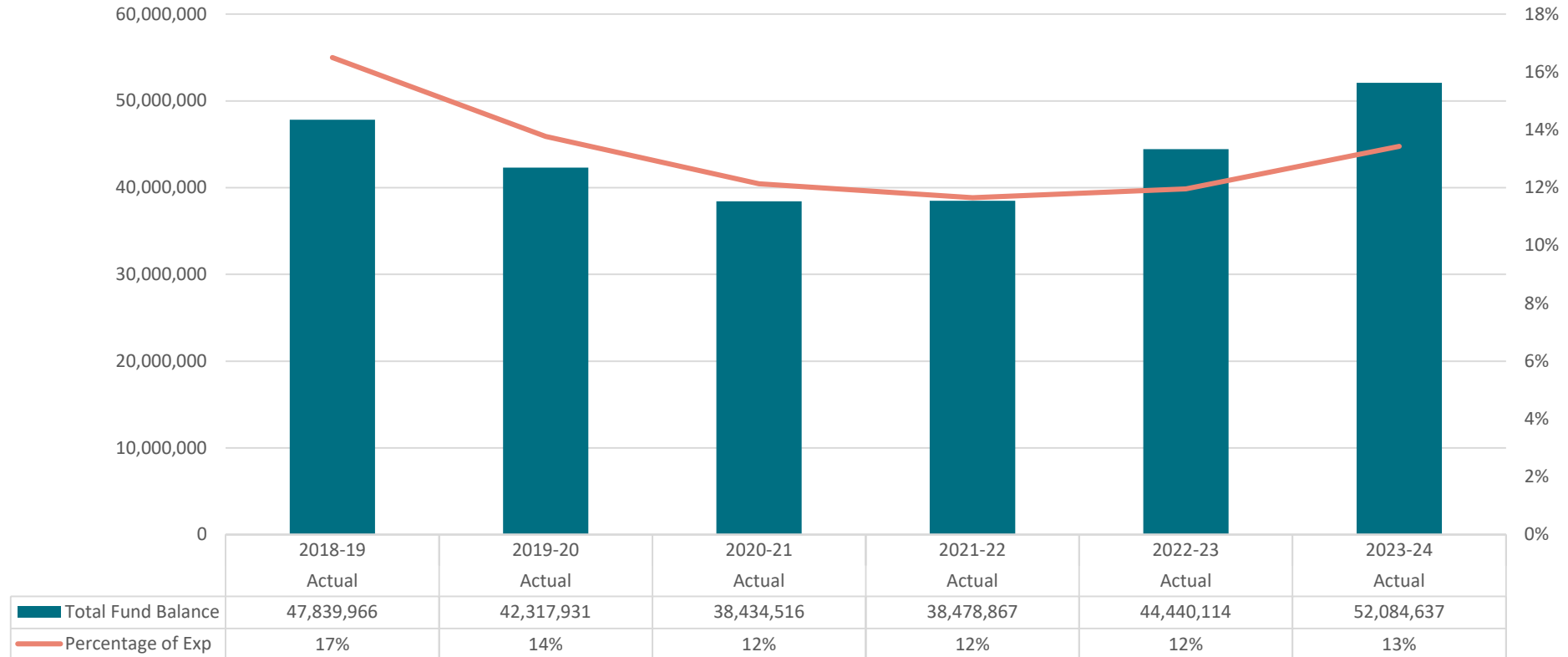
Projected 2023-24 Ending Fund Balance **\$48.3M**

As of last budget development update

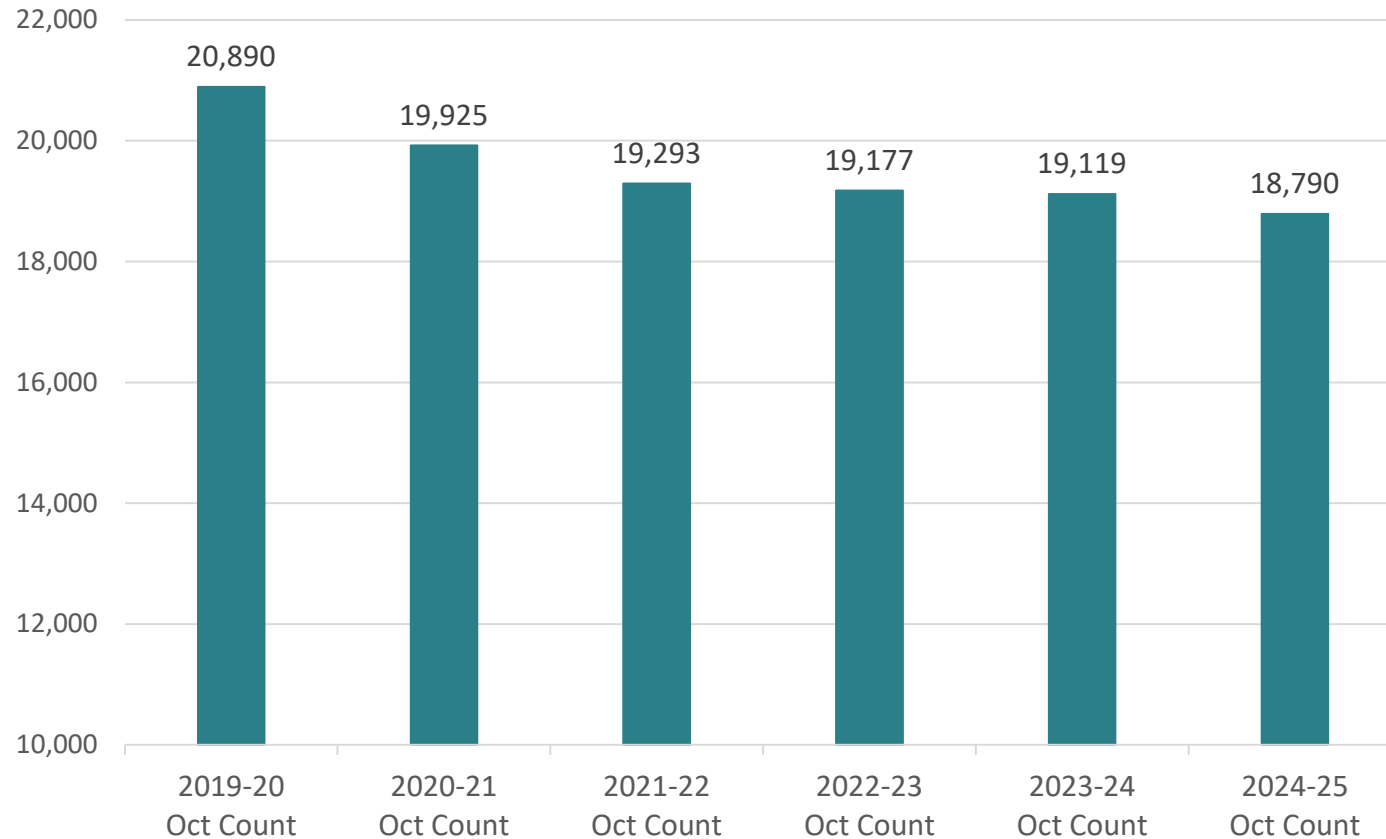
Ending Fund Balance: **\$52M**

- Total fund balance of 13% of budgeted expenditures
- Unassigned, unrestricted fund balance of 6%

2023-24 Fund Balance



Enrollment History



This includes Transitional to Kindergarten and Running Start

2024-25 Enrollment

October Count

District Total

| | |
|---------------------------|--------|
| 2023-24 Actual Enrollment | 19,119 |
| 2024-25 Actual Enrollment | 18,790 |

- Enrollment is down 329 FTE (1.7%) from prior year

| | |
|------------------------------|--------|
| 2024-25 Projected Enrollment | 18,876 |
| 2024-25 Actual Enrollment | 18,790 |

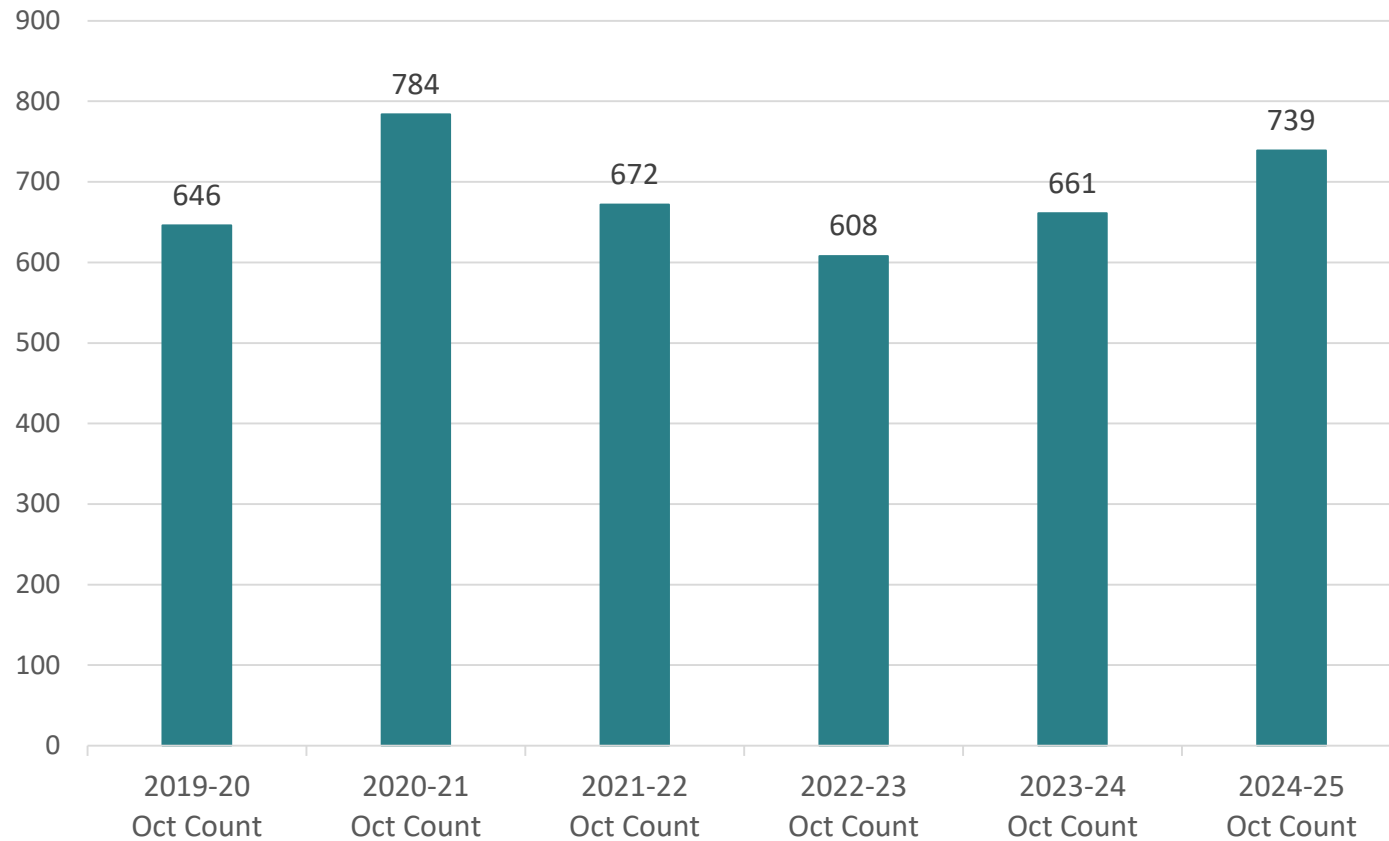
- Enrollment is down from projection by 86FTE (.5%)
Running Start enrollment increase is primary driver - up from projection by 84 FTE (12.8%)

These comparisons include Transitional to Kindergarten and Running Start



ISSAQUAH
SCHOOL DISTRICT 411

Running Start History



2025-26 Budget Context and Considerations

- Open enrollment at elementary level based on building capacity.
- Initial 2025-26 enrollment projections indicate a slight decline year over year.
- School closures are not currently under consideration.
- Continued investment for Curriculum Adoptions.
- Expense management to continue based on projected revenue, economic outlook, and programmatic needs.

2024-25 Critical Steps & Target Dates

| | |
|---|-----------|
| Board of Director's Budget Development Guidelines Input | Dec 12 |
| Financial Advisory Core Team Meetings | Dec – Aug |
| Board of Director's Budget Development Guidelines Adoption | Jan 16 |
| Board of Directors' Meetings and Retreat | Jan – Apr |
| Budget Process with Updates on District Website | Feb – Aug |
| Legislature Regular Session Ends | Apr 27 |
| Superintendent's Budget Review and Program Changes Announced, as needed | By Apr 30 |
| District Budget and Budget Guide Completed | Jun – Jul |
| Public Hearing – Proposed 2025-26 Budget | Aug 7 |
| Budget Adoption | Aug 21 |

Budget Development Guidelines

- Prior year guidelines provided for feedback and direction.
- Board feedback will be incorporated into final draft for anticipated adoption on January 16th.
- Draft Critical Steps and Target Dates also provided for feedback.

Discussion