

# ASD5 Budget for 2019-20



**Aberdeen**  
School District

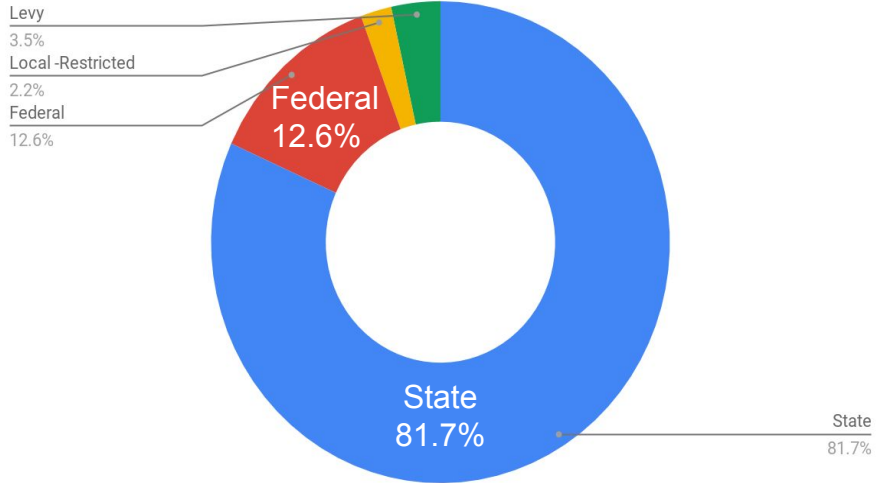
*Our Children,  
Our Schools,  
Our Future*

Due to the new state funding model, the District will need to achieve a 9% (\$4,500,000) cost savings over a 2-year period in order to maintain a balanced budget in 2019-20 with a 5% reserve for fiscal stability and economic uncertainties.

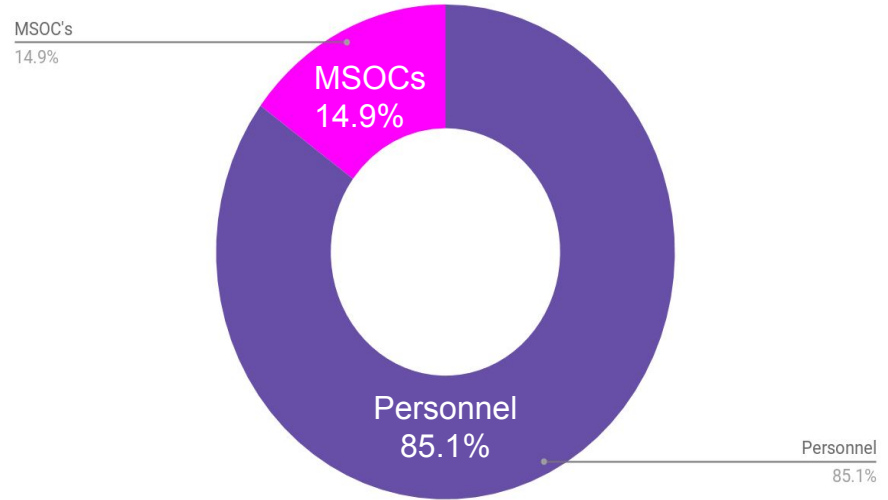
Efforts have been underway in 2018-19 to achieve a 2% (\$1,000,000) cost savings, and we must plan for the additional 7% (\$3,500,000) in 2019-20.

# 2019-20 Projected Budget

Revenues - \$ 49,437,238



Expenditures - \$ 52,938,093



Difference between Revenues and Expenditures is approximately

**\$ 3,500,000**

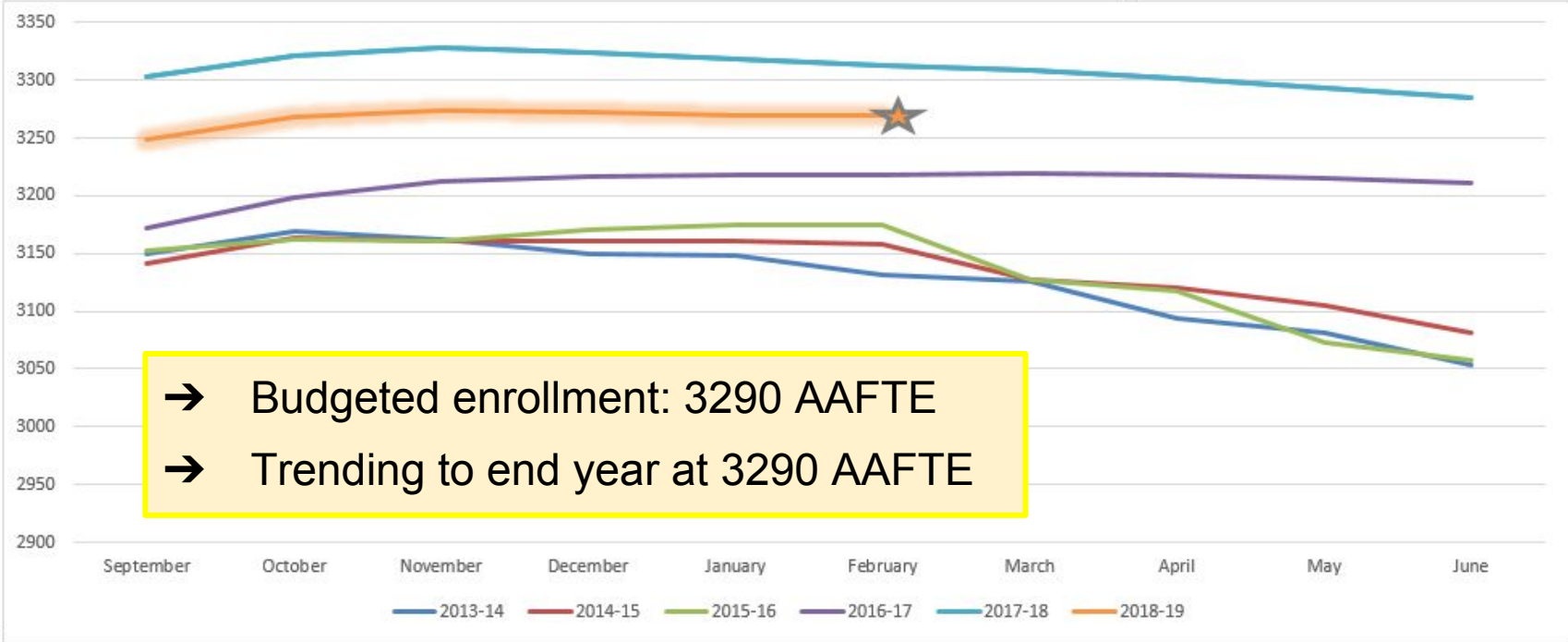
if no additional reductions are made for 2019-20

# 2019-20 Projected Budget without 7% Reductions

School Year		2018-2019	2019-2020
<i>Enrollment</i>	<i>w/ RS &amp; GRAVITY</i>	3,290	3,290
<b>Beginning Fund Balance</b>		3,796,370	2,712,423
Plus Revenue		50,361,934	49,437,238
<b>Transfers</b>	GL 536	-	(285,000)
Minus Expenditures		(51,445,882)	(52,653,094)
<b>Ending/Projected Fund Balance (800's)</b>		2,712,423	(788,433)
	Fund Balance Percentage	5.27%	-1.50%
<b>Difference Rev to Expend</b>		(1,083,948)	(3,500,856)
	5% Min FB =	2,572,294.09	2,632,654.68
	<i>Amt needed to 5%=</i>	<b>Goal Met</b>	<b>3,421,087.88</b>

# Enrollment

## ENROLLMENT TRENDS as of February, 2019



→ Budgeted enrollment: 3290 AAFTE  
→ Trending to end year at 3290 AAFTE

## **2018-19** *(in process)*

*Goal:* \$1,000,000 (2%)

*Strategy:* Reduce non-essential expenses, restructure/reorganize as possible, no layoffs

### *Actions:*

- ❖ Freeze on non-essential travel
  - \$ 325,000
- ❖ Freeze on non-essential hires
  - \$ 350,000
- ❖ Reduction in MSOCs
  - \$ 325,000

## **2019-20** *(recommended)*

*Goal:* \$3,500,000 (7%)

*Strategy:* Maintain 2018-19 cost savings, identify additional cost savings

### *Actions:*

Develop plan for a reduced educational program

- ❖ Additional reduction in MSOCs
  - \$306,000
- ❖ Reduce expenses for district initiatives
  - \$394,000
- ❖ Staff reductions through attrition, retirement and reductions in force
  - \$2,800,000

# Development of 2019-20 Reduced Budget

Based on:

- Anticipated student enrollment
- Anticipated revenues and expenditures
- Anticipated and confirmed vacancies in certificated and classified staff positions for 2019-20

Following these parameters:

- RCWs, WACs & Legislative mandates
- *Prototypical Model* for state funding - for all sites and for all employee groups
- *Braided* use of restricted funds
- Bargaining agreements with employee associations