



SOUTH KITSAP  
SCHOOL DISTRICT

# Educational Programs and Operations Levy Board Discussion

OCTOBER 2020

# Ahead for SK:

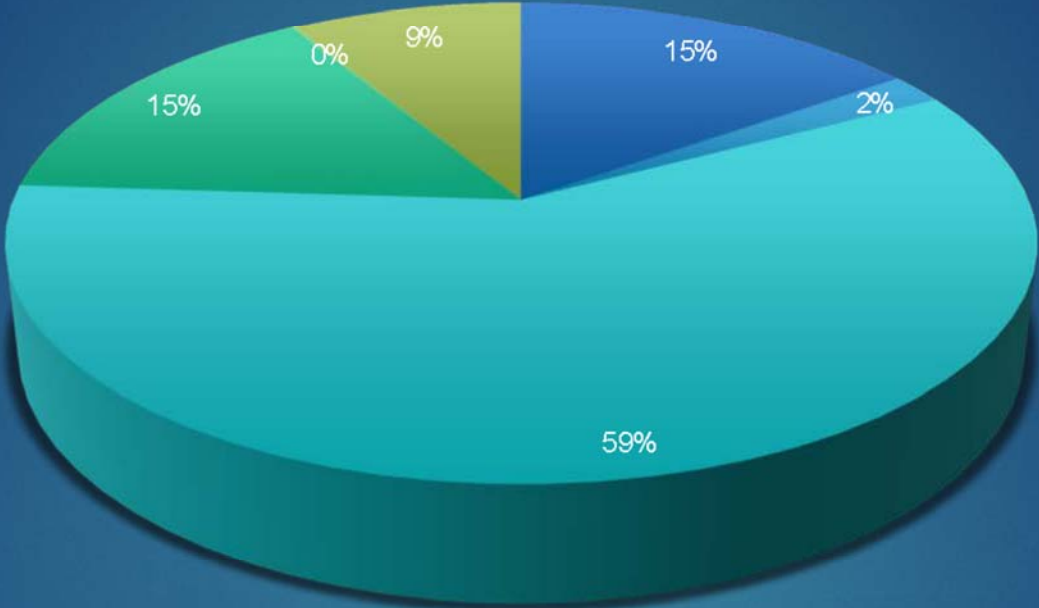
- ▶ Two significant issues must be resolved in the coming weeks
  - ▶ 1. Annual certification of the 2020 local property taxation in calendar year 2021
    - ▶ Due by Thanksgiving
  - ▶ 2. Decision about the 2021 election of the EP & O levy
    - ▶ February 2021 election has a deadline
    - ▶ April 2021 election has a deadline, but will be too late to maintain current program

# Introduction

- ▶ The Educational Programs & Operations Levy (EP&O) is a newer name for what has been known in the past as a Maintenance & Operations Levy
  - ▶ Often referred to as an “enhancement” levy, EP & O levy funds are designed to cover those items that are not considered basic education or are not fully funded by the State
    - ▶ Athletics & extra-curricular activities
    - ▶ Music/Arts Programs
    - ▶ Technology
    - ▶ Lower class sizes
    - ▶ Nurses, health room staff, counselors, social workers, safety & security staff
    - ▶ Enhancements to instructional program
    - ▶ Funding gap for special education
    - ▶ Competitive salaries for professional educators
    - ▶ Transportation in our District with limited safe walking routes



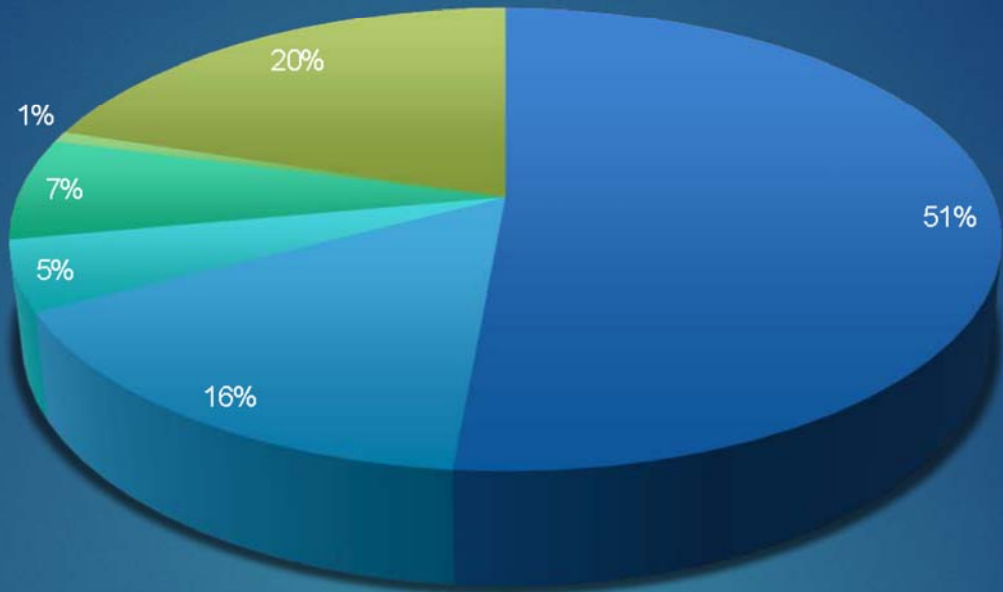
# Revenue



- Local Tax
- Local Non Tax
- State General Purpose
- State Special Purpose
- Federal General Purpose
- Federal Special Purpose

Local EP & O Levy represents 15% of our budget

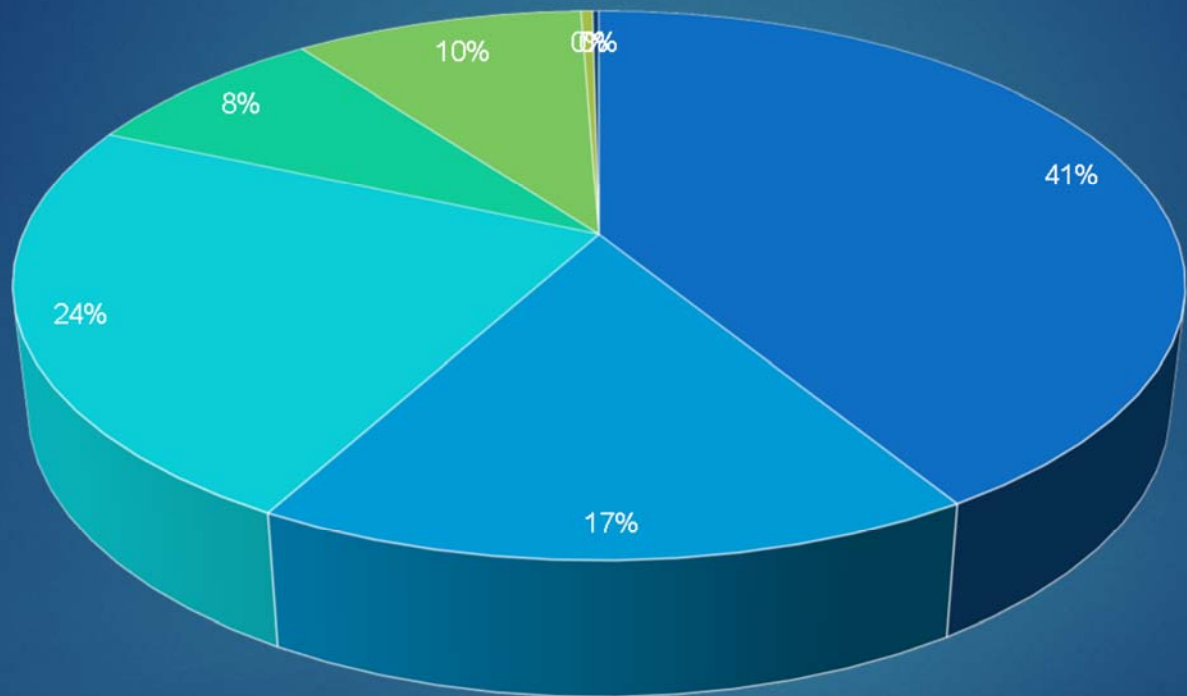
# Expenditures



- Regular Instruction
- Special Education
- Vocational Education
- Other Instructional Programs
- Community Services
- Support Services

79% of our budget is spent directly on our educational program, supports the effort by way of maintenance, business operations, transportation, and other necessary matters.

# Expenditure Summary by Obj



■ Certificated Salaries

■ Classified Salaries

■ Employee Ben

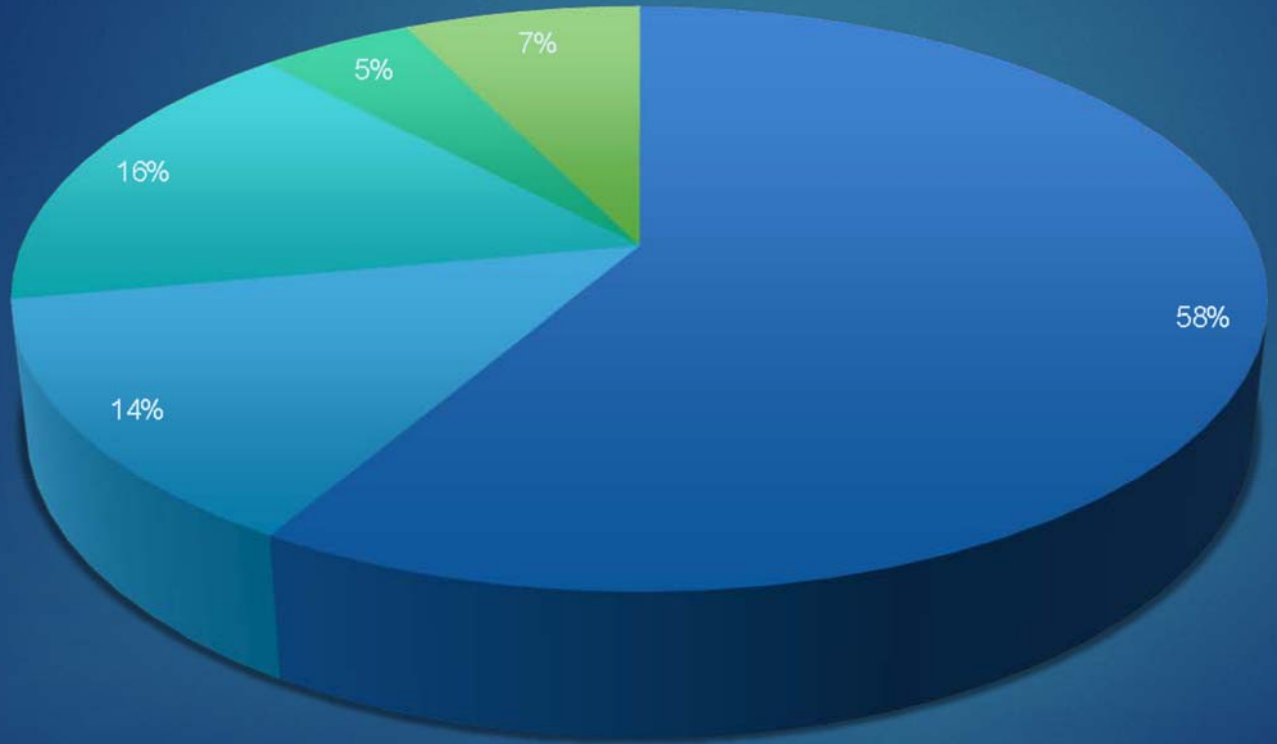
■ Supplies, Instructional Resources

■ Purchased Services

■ Travel

■ Capital Outlay

# Same Expenditure Dollars, by Activity Groups



■ Teaching Activities ■ Teaching Support ■ Other Supportive Activities ■ Building Administration ■ Central

# Changes from 2019-20 to 2020-21 Budget

Item	2019-20 Budget	2020-21 Budget	% Change (rounded)
Certificated Salaries	65,444,322	67,904,537	3.5%
Classified Salaries	24,089,482	27,571,685	13%
Benefits/Taxes	37,448,200	38,972,207	4%

A portion of the classified increase represents added paraeducator support for Kindergarten and Special Education.

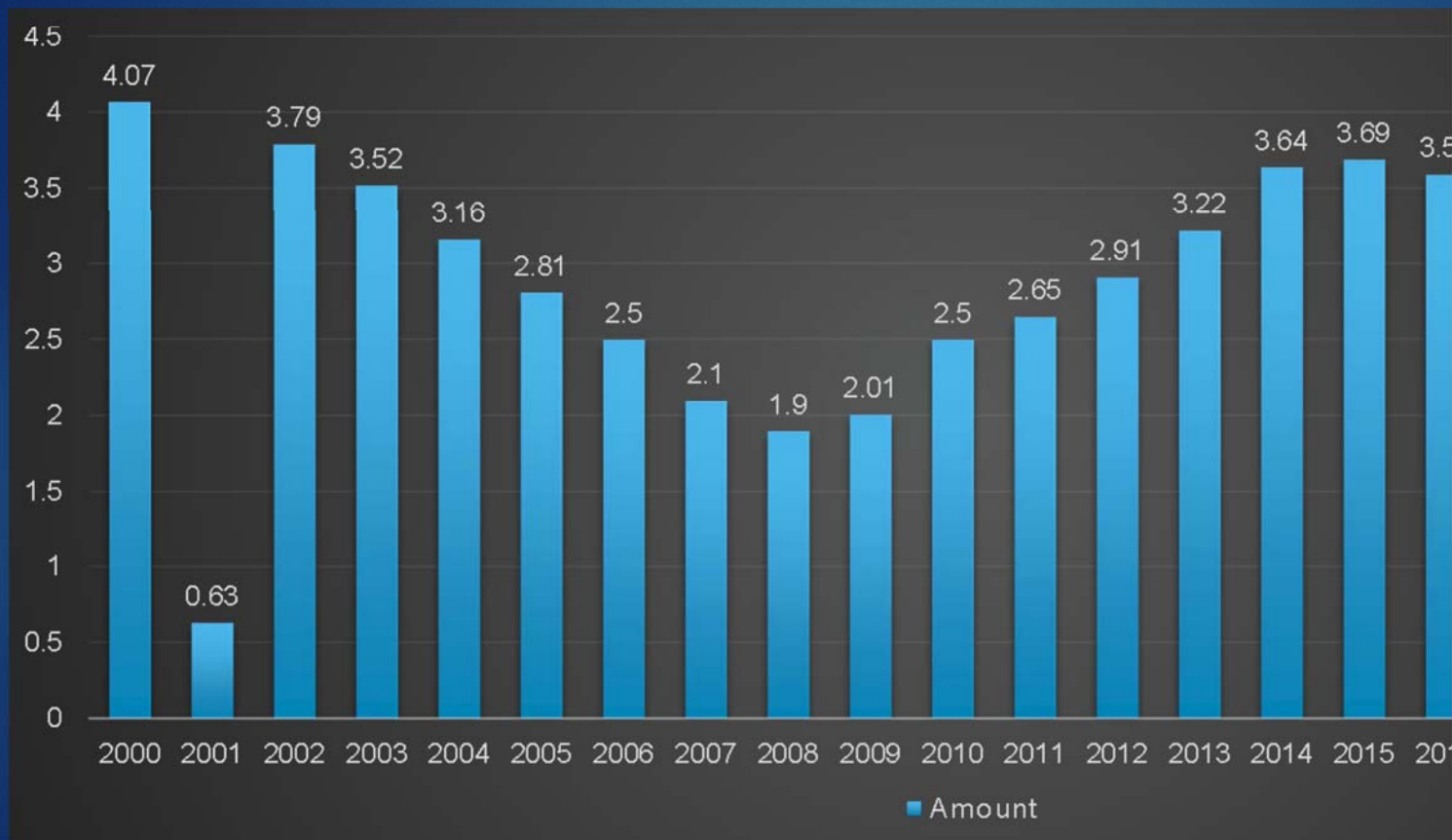


# State Funding vs. SK Support

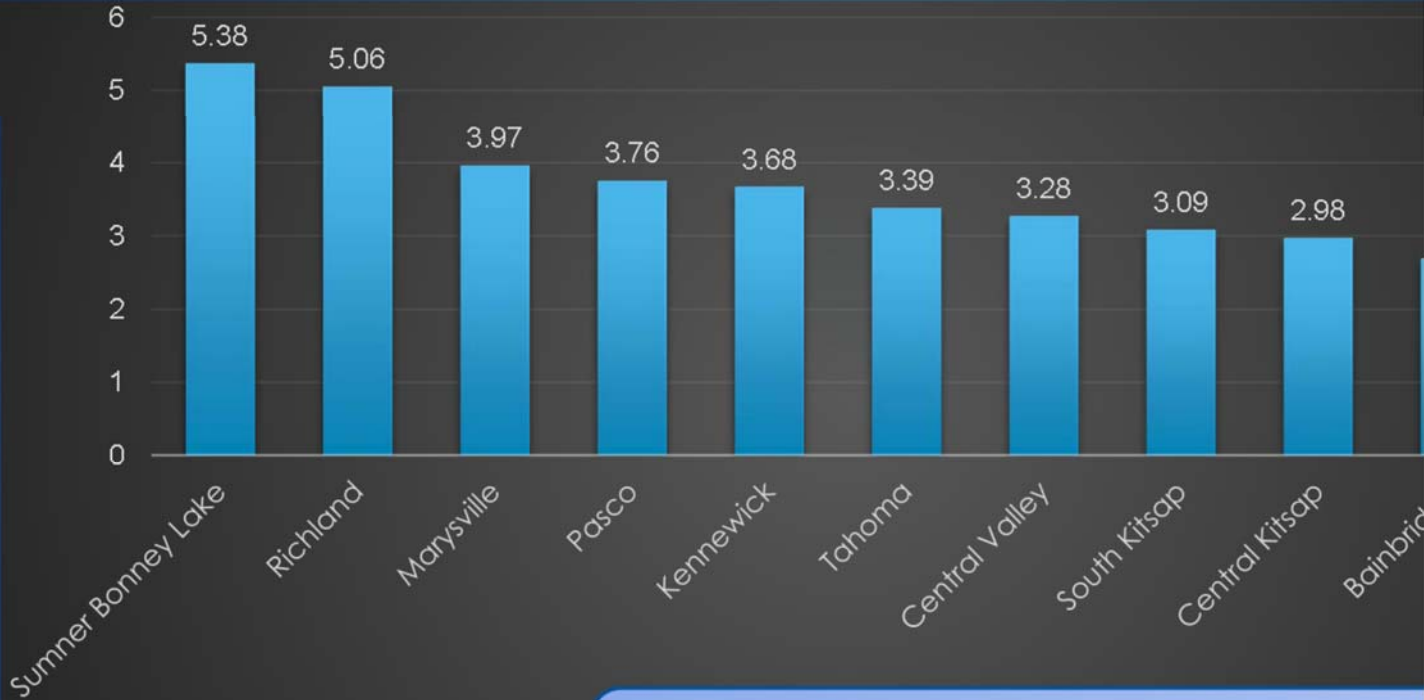
	State Apportionment:	Our District
Classroom Teachers	425.46	505 basic ed
Librarians	11.65	15
Counselors	17.06	30
Nurses	1.43	7 RN, additio
Psychologists	.25	11
Technology	5.12	15
Student/Staff Safety	1.69	9
Custodians	35.60	54
Facilities	14.80	21
Whse, Mechanic	2.71	8
Music Specialists	0	23

This list is a sampling only

# SKSD Tax Rates over time



# Tax Compared to Similarly Assessed Districts



2020 tax rates inclusive of current bonds with AV in the 9M range, except Pasco (7. value for 2021 is +1B, approximately, for

<b>Date</b>	<b>Result</b>	<b>% Approval</b>
February 2017	Passed	56.67%
February 2013	Passed	57.37%
February 2009	Passed	57.66%
February 2005	Passed	62.13%
February 2001	Passed	65.53%
April 2000	Failed	56.71%
February 2000	Failed	53.84%
April 1998	Passed	61.51%
February 1998	Failed	55.31%
April 1997	Failed	57.83%
February 1997	Failed	51.19%
April 1995	Passed	63.65%
February 1995	Failed	55.51%
May 1994	Failed	56.08%
February 1994	Failed	54.41%
February 1992	Passed	67.80%

# Process ahead – Levy Certification



- ▶ A February 2021 election, if successful, and stability
  - ▶ For 20-21 budget, the estimated loss is 10 million dollars, assuming a certification amount allowed by our levy authority (but not in 2017)
  - ▶ Each dime of our \$2.50 EP & O levy is worth 10 million dollars
  - ▶ Certification at an amount that will ensure the assessed value maintains a stable tax rate. The amount paid will adjust based on the assessed value of property
  - ▶ The 2021 calendar year levy certification (based on election results) is due around Thanksgiving. The 2021 levy collection amount will have already been set in the budget and will require reductions in the current year and in the 21-22 budget

# Process ahead – New EP & O Levy Measure

- ▶ To maintain our current program, the EP & O levy must be put before our voters for consideration
- ▶ A successful ballot measure in February ensures budget continuity and stability
- ▶ Delaying until April or an unsuccessful February measure will require significant and impactful reductions (at least 15%)
- ▶ As the April election is not certified until May 7, the process to institute a reduction in force by May 15 would need to occur and be nearly complete to meet the deadlines for notifying certificated staff
  - ▶ Unless the legislature's final budget is delayed, in which case it is June 15



# We are SK

- ▶ Our community supports 15% of our budget, and that support is crucial for us to deliver our current educational program
- ▶ These are difficult times for everyone, but we remain focused on our students and their needs to succeed in an increasingly complex society
- ▶ What would we dream of adding, or where would we seek to reduce? What do we value?

