

# Financial Update

Board of Directors Meeting

**Presenter:** Cary Campen, Director of Strategic Financial Operations  
**Date:** June 12, 2025

# District Funds



**General  
Fund**



**Debt Service  
Fund**



**Associated Student  
Body Fund**



**Transportation  
Vehicle Fund**



**Trust  
Fund**



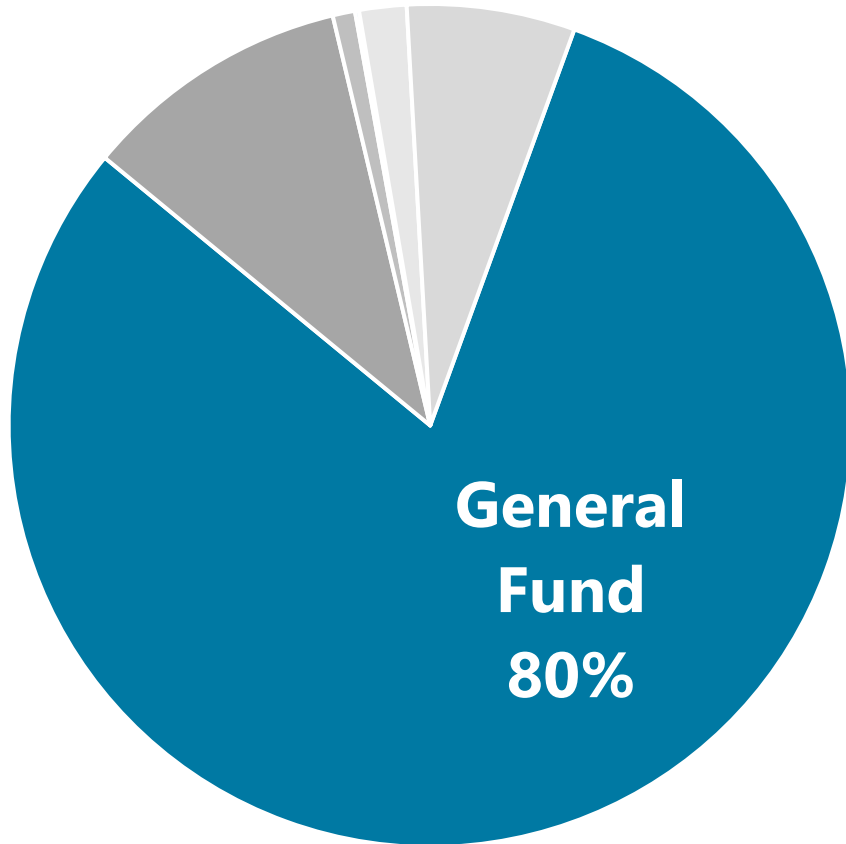
**Capital &  
Technology Levy**

Funds are like separate checking accounts. They **can't** be used outside of their intended uses. Budgets are not submitted for Trust Funds – those dollars are held on behalf of others.



# 2024-25 Budget

## Total Revenue by Fund

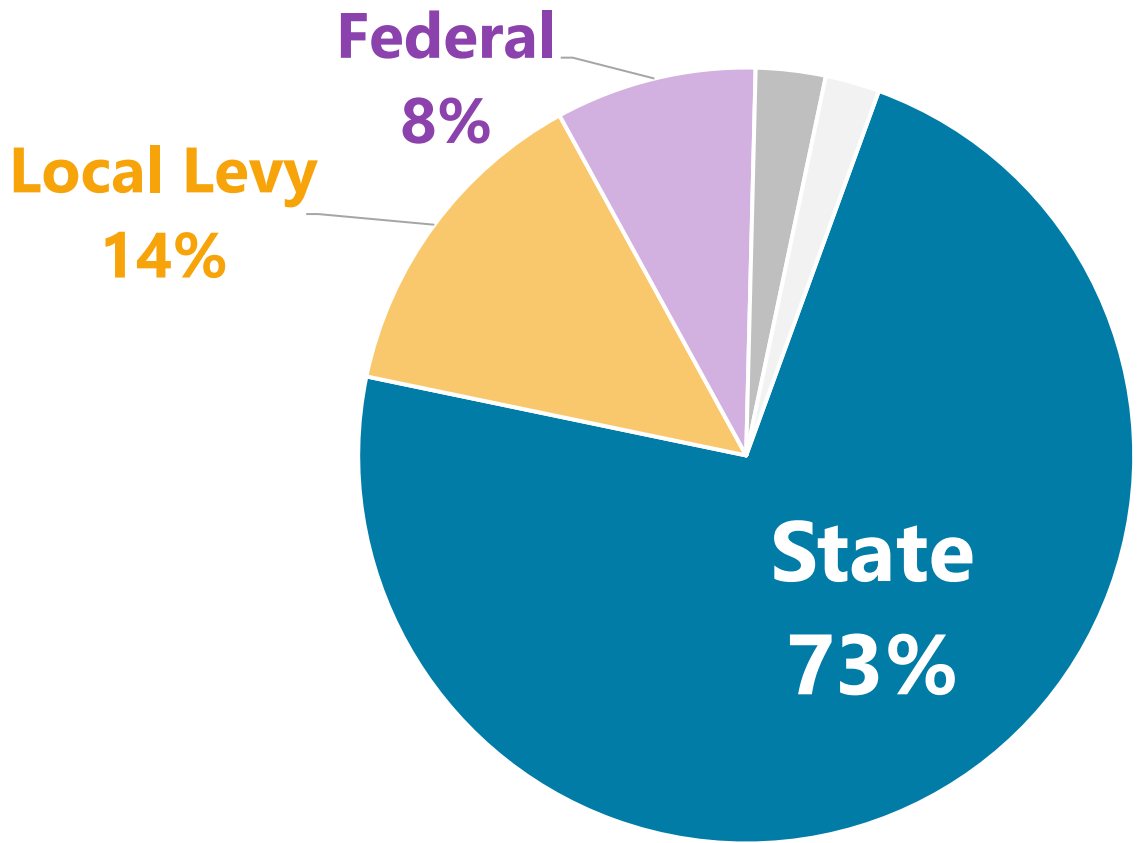


<b>General Fund</b>	<b>\$ 577,888,444</b>
Debt Services	\$74,201,345
ASB	\$6,153,981
Transportation	\$1,112,000
Trust	\$13,041,764
Capital	\$46,345,000
<b>Total Revenue</b>	<b>\$705,700,770</b>



# 2024-25 Budget

## General Fund: Revenue Sources



<b>State</b>	<b>\$ 420,115,695</b>
Local Levy	\$79,400,000
Federal	\$48,428,108
Local Non-tax	\$16,802,877
Other	\$13,041,764
<b>Total GF</b>	<b>\$577,888,444</b>



# 2024-25 Budget

## General Fund: Expenses

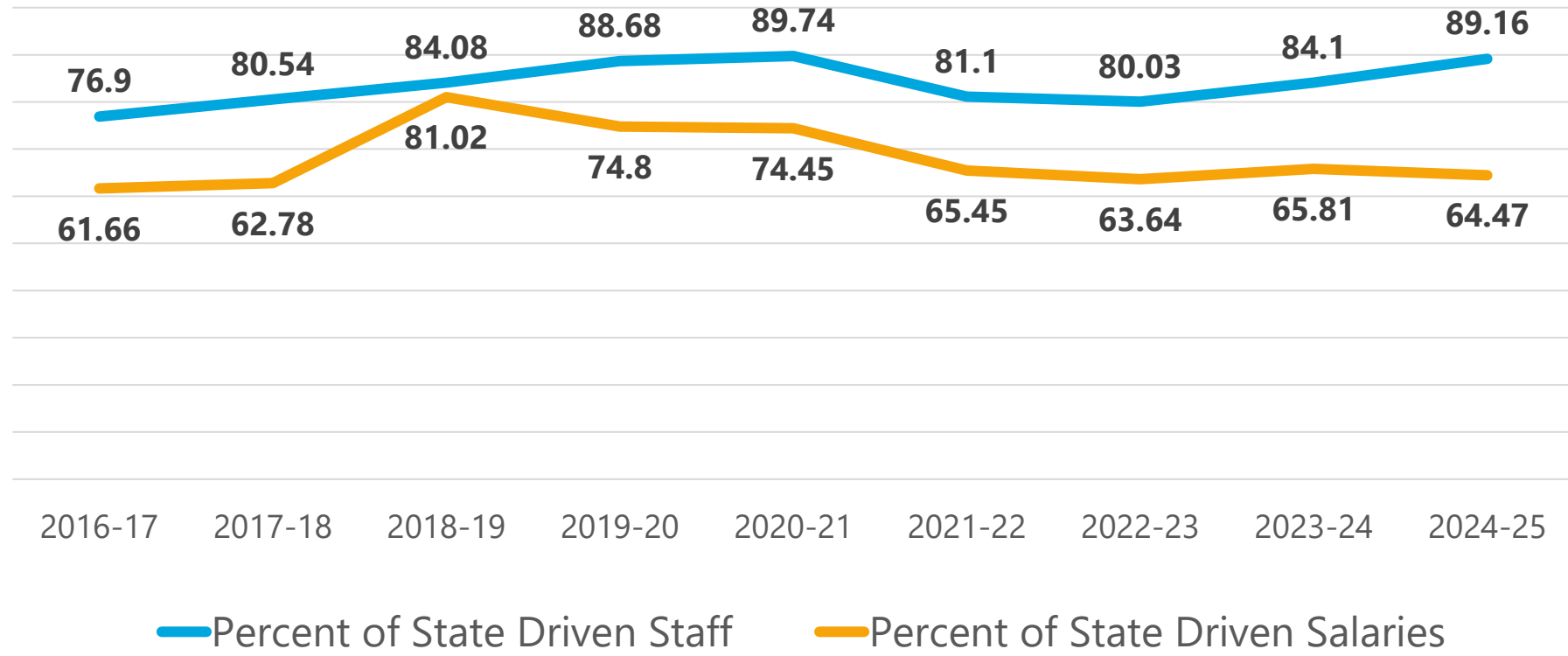


<b>Certificated Salaries</b>	<b>\$280,075,923</b>
<b>Classified Salaries</b>	<b>\$98,759,693</b>
<b>Benefits</b>	<b>\$114,516,951</b>
Contracts	\$51,511,866
Supplies	\$27,048,672
Travel	\$494,907
<b>Total Expenses</b>	<b>\$572,408,012</b>



# State Funding Gap

## Basic Education & Levy Funded Staff





The state gives us roughly **65% of the costs** for what we need to fully fund staff salaries and benefits.



# 2024-25 Budget

## General Fund Year-End Projection, April 2025

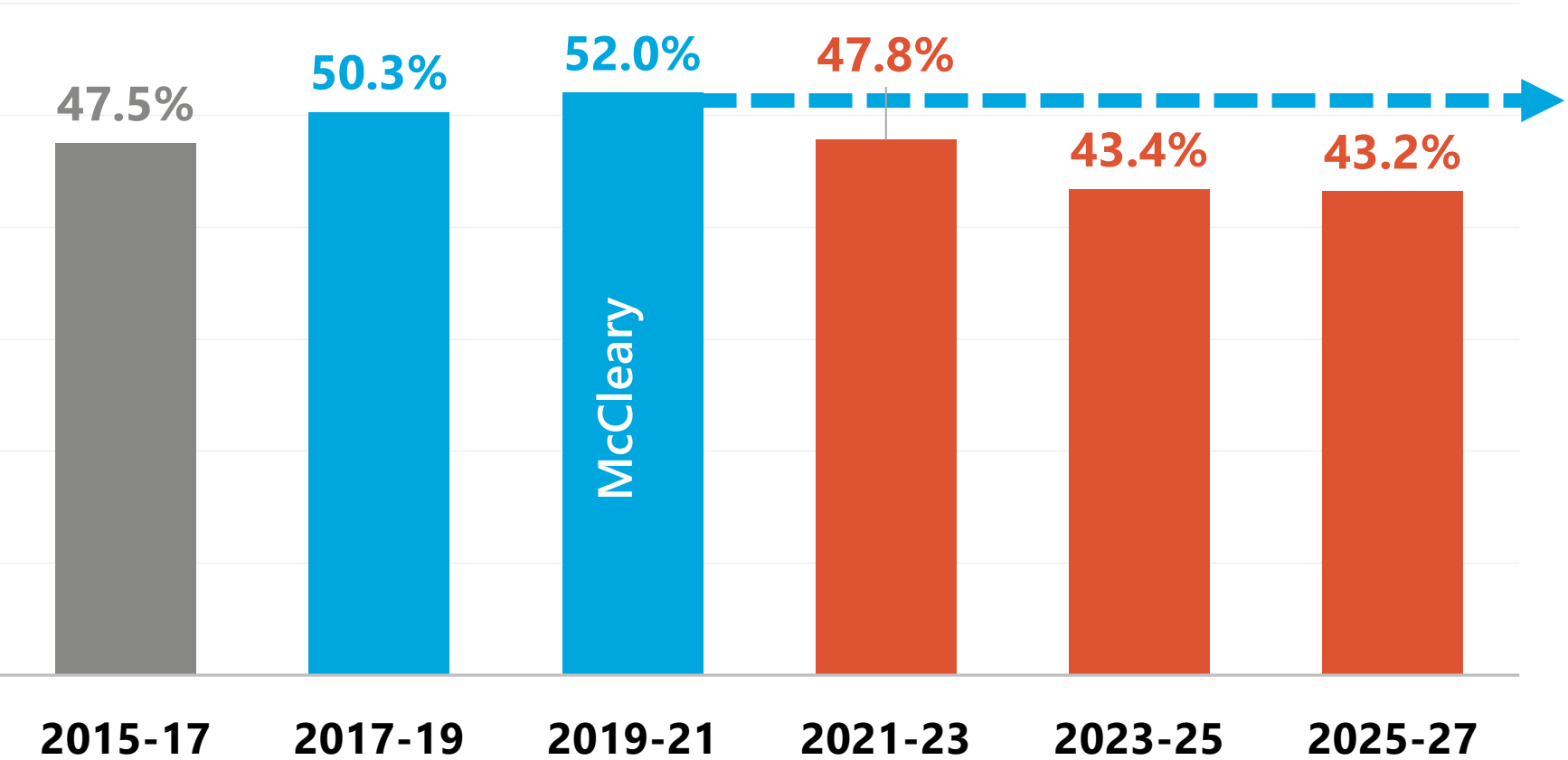
- **Projected Revenues:**  
97.6% of budget
- **Projected Expenditures:**
  - 101.1% of budget
  - 3.5% more than revenues
- Fund Balance Reserves = **None**

	Budget	Projected Year-end	Variance
Beginning Fund Balance	\$17,500,000	\$11,139,188	\$(6,360,812)
<b>Revenues</b>	\$577,888,444	<b>\$564,017,358</b> 	\$(13,871,086)
<b>Expenditures</b>	\$572,408,012	<b>\$578,691,216</b> 	\$(6,283,204)
Equals Ending Fund Balance	\$22,980,432	<b>\$(3,534,670)</b>	\$(26,515,102)
Fund Balance Reserve Target		\$27,863,473	\$(31,443,080)
*Fund Balance Reserve %	5.0%	<b>0%</b>	



# Financial Overview

State Funding dedicated to K-12 each biennium



This is a net loss of an estimated \$160 million over the last six years.

# Statewide Overview

## We are not alone

- [Feb. 2025: Seattle Public Schools seeks \\$60 million from state to prevent budget cuts](#)
- [Feb. 2025: Bellevue School District Plans \\$20 Million Budget Cut](#)
- [Feb. 2025: Nearly 40 school positions and 100 paraeducator hours cut from Tumwater schools](#)
- [April 2025: Edmonds School District facing \\$8.5 million budget shortfall](#)
- [May 2025: BISD certifies 45 reduction-in-force notices](#)
- [May 2025: Washington school funding crisis impacts rural districts](#)
- [May 2025: Bellingham Public Schools rolls out plan to trim \\$15 million budget shortfall](#)

# Financial Overview

## What is contributing to the funding issues for schools?

- Lack of adequate funding from the state
- Inflation and escalated costs
- Competitive market driven salary requirements drive higher wages
- Enrollment is steady; no new revenues
- Shifts in Federal resources may be disruptive.

# 2023-2025 Reductions

## Position Eliminations & Discretionary Budgets

- **In 2023, we faced a \$10 million budget shortfall for the 2023-24 school year.** To address this, 22 administrative positions were eliminated, and we identified \$6 million in reductions to expenditures.
- **In 2024, we faced a \$40 million budget shortfall for the 2024-25 school year.** To address this, 38 administrative positions were eliminated, and we identified \$9.5 million in reductions to our overall staffing budget. We also identified \$20 million in reductions to expenditures.
- **In 2025, we face an estimated \$30 million budget shortfall for the 2025-26 school year.** To address this, we have identified an estimated \$20 million from program cuts and reductions to our discretionary expenditures.

# 2025-26 Budget

## Next Steps

- Final review of state budget implications on local districts
- Assess and determine if further reductions are needed
- Budget Hearing/Potential Adoption

# 2025-26 Budget

- ✓ Budget facts
- ✓ Frequently Asked Questions
- ✓ Guiding Principles
- ✓ Transparent and accurate information



<http://bit.ly/TPSBudget>