

**Hockinson School District
2020–2021
Enrollment & Budget Update**

September 28, 2020



Financial crisis

- Significant decline in enrollment has not recovered since Sept. 8 meeting
 - Enrollment = funding
 - Funding = budget
 - Budget = *85% staffing costs
- Funding short fall estimate **\$2.36 million**
- Staffing reductions, budget reductions, and use of fund balance are being implemented to mitigate this shortfall.

*after food service and transportation contracts removed



Enrollment continued

ENROLLMENT BY BUILDING					
		Budget	Sept. 22	Under budget	% Decline
ELEMENTARY K-5		877.0	732.1	-144.9	-16.5%
MIDDLE 6-8		509.0	455.1	-53.9	-10.6%
HIGH 9-12		578.0	552.7	-25.3	-4.4%
TOTAL		1964.0	1739.9	-224.1	-11.4%

Special ruling issued by OSPI on 9/22 regarding September enrollment count: May count any student enrolled and who participated during the month of September. We will capture additional students in September but then October count will be locked on October 1st.



Student withdrawal analysis (snapshot thru 9/8)

Elementary School		
Moved out of District	29	22%
Homeschool/Private	105	78%
Middle School		
Moved out of District	14	39%
Homeschool/Private	22	61%
High School		
Moved out of District	16	84%
Homeschool/Private	3	16%
Total		
Moved out of District	59	31%
Homeschool/Private	130	69%



What are we doing to respond to the enrollment decline?

- ▶ All incoming boundary requests have been considered and accepted where available. We have accepted 41 new boundary requests (up from 26 on 9/8).
- ▶ New intent to homeschool families who have withdrawn are being contacted by principals and superintendent.
- ▶ Enrolled families being contacted to assess suitability of remote learning or HVA.
- ▶ Providing hotspots and internet services to those furthest from educational justice.



Total loss of funding

ESTIMATES!			
20-21 Enrollment Update 9/22/20			
Basic Ed			
	Budget	Current	Budget Variance
FTE	1,964.0	1,739.9	(224.1)
		-11.4%	
Basic Ed & *LEA per student			\$ 9,200
Loss of Funding			\$ (2,061,444)
SPED			
	Budget	Current	Budget Variance
Headcount	185	163	-22
SPED per student			\$ 8,908
Loss of Funding			\$ (195,976)
CTE			
	Budget	Current	Budget Variance
FTE HS	45	34	(11)
FTE MS	10	11	1
			(11)
Loss of Funding			\$ (99,774)
TOTAL Loss of Funding			\$ (2,357,194)



Reductions in expenditures

- ▶ Building budgets 25% (\$47,000)
- ▶ HS CTE budget (\$99,000)
- ▶ Compensation reductions (\$339,000)
 - Administrators
 - Non-represented classified
 - Hockinson Education Association
- ▶ Net unfilled positions (\$210,000)
 - Teachers & Classified Support
- ▶ Represented classified assignments impacted or reduction in force. (\$440,000 estimated)
 - Hockinson Education Support Personnel

Total = 1,135,000



Projected net loss at this time

Revenue loss	\$ 2,357,194
Expense reductions	\$ 1,135,000
Net loss	\$ 1,222,194



State revenue budget shortfall projected 2019–2023 improves!

- ▶ June 2020 forecast (\$8.8 billion)
- ▶ Sept 2020 forecast (4.3 billion)
 - 19–21 2.1B
 - 21–23 2.2B
- ▶ Improved the projected budget deficit by over 50%
 - Real estate market strong
 - Revenue collections not as bad as forecasted



Moving forward

Communications

- Budget Advisory Committee
- Citizens Advisory Committee
- HSD employee groups
- Regular messaging to community and staff
- Reopening Task Force

Planning

- 20–21 Continued expenditure reductions
- 20–21 Explore all possible efficiencies
- 21–22 Will need to budget very conservatively



Financial Information

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