

**Excerpt from June 18, 2018 Board Meeting Minutes, Item 8.B:**

*Board meeting minutes in their entirety for all board meetings can be found on BoardDocs:*

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B. Business Services - April 2018 Financial Statements; Laura Marcoe, Director of Business Services  
Marcoe said looking at our April Financial Statements, April is typically the highest amount of spring property tax that we'll get, so you see our fund balance spike and then from now until the end of the year we'll see the fund balance steadily decline. In the general fund we received \$20.8 million, debt service fund \$9.7 million, and just under \$400,000 in our capital projects fund related to our technology levy. In our transportation vehicle fund we got a whole bunch of buses. We received and paid for five 26-passenger Thomas Built Buses and six 16-passenger mini-tour Thomas Built Buses during April. At this point in the year, all the other funds are operating as we would expect. She asked if there were any questions on April. There were none.

Looking at enrollment as of May, it was really flat, which surprised her because they expected we would typically see a little bit of a dip. We lost a total of one FTE between the two months.

Dr. Yeomans said one thing on this as we reset this graph for next year, the half day kindergarten will roll off, so you will just see full day kindergarten numbers as we go forward. One other thing, he asked Marcoe to go back one slide to the fund balance, and said April of 2018 is going to represent the high water mark of the district's fund balance and it always does because of the tax collection, but over the course of the next year, we are going to spend the money that is set aside for Empowering Puyallup and we will bring all the 7<sup>th</sup> – 9<sup>th</sup> graders on at the beginning of this year, then the following year it will be all 4<sup>th</sup> – 12<sup>th</sup> graders, so that will be an outlay of about \$12 million that is currently set aside. In addition to that, the opening of new schools will also begin to tap into the funds that have been set aside for those openings of new schools, that prudent piece that the board did to make sure we don't negatively impact the budget as we go forward. He wants to make sure the board knows that we would expect from April 2018 for the next two fiscal years beyond this one that the fund balance will decline, and we expect it to level out in its totality around \$21 million, which is quite a difference from the money we have set aside at the moment that the board has designated for those specific purposes. So, we will be watching it and looking at that, and we will be able to go back to April 2018 and say this is the point at which we began this process of expending some of those monies that were set aside. He just wanted to make sure the board was aware. There were no questions at this time.