

North Kitsap School District #400
Regular Meeting of the Board of Directors
April 25, 2019
Student Support Center
18360 Caldart Avenue NE
Poulsbo, WA 98370

MINUTES

Board Members Present:

Cindy Webster-Martinson, President
Rick Eckert, Vice President
Beth Worthington, Legislative Representative
Jim Almond, Director
Glen Robbins, Director

Dr. Laurynn Evans, Superintendent
Kori Henry, Recording Secretary

- 1. Call to Order at 3:30 p.m.**
- 2. Joint Government to Government Meeting and Partnership Dinner with Suquamish Tribal council**
The North Kitsap School District Board of Directors and the Suquamish Tribal Council held a joint government to government meeting and partnership dinner, including discussion on district data, and Suquamish Tribe recommendations for the 2019-2020 school year.
- 3. Pledge of Allegiance led by Shannon Singleton**
- 4. Agenda Changes**
There were no recommended changes to the agenda.
- 5. Management Report**
 - 5.1 Management Report**
 - 5.1.1 2019-2020 Staffing, Enrollment, and Budget Update**
Jason Rhoads, Executive Director of Business, Finance and Operations, and Rachel Davenport, Executive Director of Human Resources provided the board with a report on 2019-2020 staffing, enrollment, and a budget update for their review and answered board questions.
- 6. Communication**
 - 6.1 Recognitions- National Administrative Professionals Week, National Public Schools Volunteers Week**
The board of directors recognized the contributions of the administrative professionals and volunteers within the North Kitsap School District for their dedication to the students and the community.

6.2 Public Comments

Jennifer Denham made public comments regarding the special education program at Poulsbo Elementary School.

Alexandra Kemp made public comments urging the board to postpone the RIF resolution.

Julie Middleton made public comments regarding the intensive support program at Poulsbo Elementary School.

Emery Clegg made public comments regarding the special education program at Poulsbo Elementary School.

Kate Ebert thanked board member and Dr. Evans for attending the Festival of the Arts last night and made public comments regarding budget reductions.

Tucker Simms made public comments regarding the special education program at Poulsbo Elementary School.

Cooper P. made public comments regarding the special education program at Poulsbo Elementary School.

6.3 Superintendent Comments

- Dr. Evans deferred her comments.

6.4 Student Representatives

Audrey Cole, Student Representative from North Kitsap High School provided an update on ASB elections. Hunger Games is currently being played at the high school and food is donated to participate in the game.

6.5 Legislative Representative

Beth Worthington, Legislative Representative provided the board with a legislative update. The legislative session is coming to an end on Sunday. There has been a lot of advocacy emphasizing the need for additional funds for schools. In the year-round advocacy cycle, there is need for preparation for new WSSDA positions and one that would be important is bond passage at 55%. Beth Worthington provided the board a handout on comparing the 2019-21 operating budget and will be attached to the meeting minutes.

6.6 Board Comments

Rick Eckert informed the public that there is a comment section on legislative bills. Rick Eckert attended the board candidate forum at the City of Poulsbo. Rick Eckert attended the City Council meeting and learned that there is going to be significant road work over the next two years. A North Kitsap High School student asked the City Council for a one day event permit at the Poulsbo Waterfront, she provided a very good presentation.

Jim Almond met with Beth Worthington to discuss policy 6620. Jim Almond thanked the students for providing public comments.

Beth Worthington attended the Arts Festival. Beth Worthington would like more information on the special education topic that was discussed during public comments. The budget decisions are difficult, and we thank everyone for the attendance at the meeting.

Glen Robbins attended the government to government meeting tonight with the Suquamish Tribe. This past Tuesday was the Great Give there were several generous donors and the NK Schools Foundation received \$7,000 in donations. Glen Robbins thanked all the volunteers and administrative professionals within the district. Glen Robbins will be attending the strategic plan meeting on Monday. Glen Robbins thanked Dr. Evans and staff for providing the budget information and honesty around the difficulties with the budget.

Cindy Webster-Martinson thanked the administrative professionals and the volunteers within our district. Cindy Webster-Martinson thanked Dr. Evans and staff for the budget presentation, and Beth Worthington for her work as the legislative representative, and acknowledged the work of Glen Robbins and Kori Henry. Cindy Webster-Martinson appreciated the public attendance at the meeting.

7. Action

7.1 Consent Agenda

Beth Worthington made a motion to accept the consent agenda items 7.1.1 through 7.1.9, Jim Almond seconded the motion. The board unanimously approved the motion.

7.1.1 The regular meeting minutes of April 11, 2019 were approved by the board as written.

7.1.2 The special meetings minutes of April 10, 2019 were approved by the board as written.

7.1.3 General Fund vouchers 201800199 through 201800200, 117682 through 117734, 181900638 through 181900675 Payroll through April 15, 2019 in the amount of \$1,058,707.25, Capital Projects Fund vouchers 2190 through 2193 in the amount of \$55,651.42, and ASB Fund vouchers 201800197 through 201800198, 44202 through 44211, 181900633 through 181900637 in the amount of \$39,936.93, Transportation Vehicle Fund voucher 9011 in the amount of \$142,877.42 were approved by the board as recommended.

7.1.4 Personnel recommendations were approved by the board as recommended.

- 7.1.5 Donations to the district were received from NK Athletic Boosters in the amount of \$4,905 for boy's track, and KHS Athletic Boosters in the amount of \$4,500 for athletic medicine uniforms and state competition costs. Donations for the 2nd Quarter December 2018 through February 2019 include gift donations totaling \$4,845.70, and cash donations totaling \$51,546.09 for total 2nd quarter donations of \$56,391.79. Total year to date donations for 2018-2019 were \$111,015.37. The board of directors approved the donations to the district and the 2nd quarter donations as recommended.
- 7.1.6 Kingston High School Speech and Debate fieldtrip to Omaha, Nebraska, and Kingston High School Yearbook fieldtrip to San Diego, CA were approved by the board as recommended.
- 7.1.7 Interagency agreement with Olympic Education Service District 114 for cooperative services were approved by the board as recommended.
- 7.1.8 Resolution 04-01-19 out of endorsement assignments waivers for 2019-2020 was approved by the board as written.
- 7.1.9 Resolution 04-02-19 parent/teacher conference days waiver was approved by the board as written.

- 7.2 **Resolution 04-03-19 Authority to Set Budget Priorities- Reduced Educational Program**
Rachel Davenport, Executive Director of Human Resources provided the board with resolution 04-03-19 authority to set budget priorities-reduced educational program for discussion, and approval.

Glen Robbins made a motion to approve resolution 04-03-19 authority to set budget priorities-reduced educational program, Rick Eckert seconded the motion. The motion was discussed, voted on, and the vote of the board is Jim Almond nay, Beth Worthington aye, Cindy Webster-Martinson aye, Glenn Robbins aye, Rick Eckert aye. The motion passed with four in favor of the motion and one opposed

- 7.3 **Instructional Materials Committee (IMC) Science Curriculum Adoption**
Tim Garrison, Director of Elementary Education and Curriculum provided the board with Instructional Material Committee (IMC) science curriculum adoption for discussion, and approval.

Rick Eckert made a motion to approve Instructional Materials Committee (IMC) science curriculum adoption, Glen Robbins seconded the motion. The motion was discussed, voted on, and the vote of the board was Beth Worthington aye, Rick Eckert aye, Cindy Webster-Martinson aye, Glen Robbins aye, and Jim Almond abstained from the vote. The motion passed with four in favor of the motion and one abstention.

8. Management Reports

8.1 Management Reports

8.1.1 Budget Status Report, March

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Jason Rhoads, Executive Director of Business, Finance, and Operations provided the board with the March budget status report for their review and answered board questions.

8.1.2 Asset Preservation Program/Inventory and Condition of Schools Annual Report

Jason Rhoads, Executive Director of Business, Finance, and Operations provided the board with the asset preservation program/inventory and condition of schools annual report for their review and answered board questions.

8.1.3 HVAC Recommissioning Report

Jason Rhoads, Executive Director of Business, Finance, and Operations provided the board with the HVAC recommissioning report for their review and answered board questions.

9. Agenda Planning May 9, 2019

Add Policy 6220 and the policy on the fund balance for board action. Possible WSSDA position proposals.

10. Executive Session

There was no executive session needed.

11. Adjournment at 8:24 p.m.

The regular meeting adjourned at 8:24 p.m.


Secretary to the Board of Directors


Board President

Comparing the 2019–21 Operating Budgets

Briefly

The House and Senate have each passed 2019–21 operating budgets. The House-passed budget would appropriate \$52.934 billion from funds subject to the outlook and another \$389.6 million from a new workforce education investment account (WEIA). The Senate-passed budget would appropriate \$52.181 billion from funds subject to the outlook (\$1.143 billion less than the House, including the WEIA spending). Most of the difference between the two comes from new policy choices.

This side-by-side briefly compares the proposals; a narrative comparison with more details is forthcoming.

Chart: Proposed 2019-21 Policy Changes from Funds Subject to the Outlook and the Proposed Workforce Education Investment Account (Dollars in Millions)

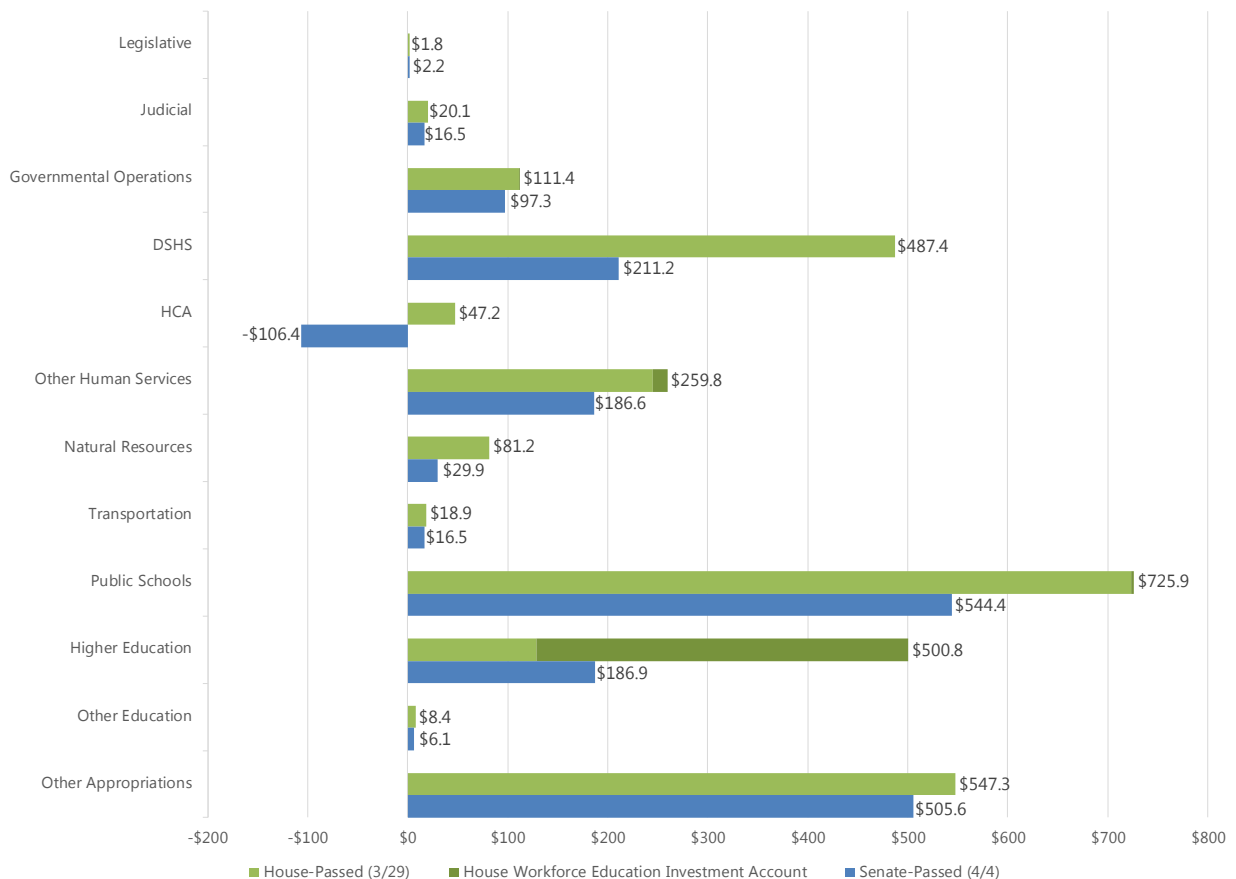


Table: Overall Differences Between the Proposals and Revenue Details (Unless otherwise noted, amounts are from funds subject to the outlook and for 2019-21. WEIA= Workforce Education Investment Account)

	House-Passed (3/29)	Senate-Passed (4/4)
New Revenue	\$777 million + \$389.6 million WEIA in 2019-21, \$2.014 billion in 2021-23	\$501 million in 2019-21, \$556 million in 2021-23
Fund Transfers	\$202 million	\$75 million
Appropriations	\$52.934 billion + \$389.6 million WEIA = \$53.324 billion	\$52.181 billion
Maintenance Level	\$50.514 billion	\$50.484 billion
New Policy Spending	\$2.421 billion + \$389.6 million WEIA = \$2.810 billion	\$1.697 billion
Unrestricted Ending Fund Balance	\$225 million in 2019-21, \$141 million in 2021-23	\$555 million in 2019-21, \$70 million in 2021-23
Use of Rainy Day Fund	\$39 million in 2017-19 for wildfire costs (HB 2159, not passed) • \$58 million in 2017-19 for school district hold harmless payments (HB 2163, not passed)	\$41 million in 2017-19 for wildfire costs • \$1 million returned to rainy day fund due to efficiency savings
Total Reserves	\$2.571 billion in 2019-21, \$3.191 billion in 2021-23	\$2.964 billion in 2019-21, \$3.188 billion in 2021-23
Revenue Details		
Capital Gains	9.9 percent on certain gains over \$100,000 for individuals/\$200,000 for joint filers (HB 2156, not passed)	8.9 percent on certain gains over \$250,000 (PSSB 5961, not passed, not included in revenue figures above)
Graduated Real Estate Excise Tax	0.9 percent if selling price is less than or equal to \$500,000. For properties with prices above \$500,000: 1.28 percent for the portion of the price less than or equal to \$1.5 million, 2.0 percent for any portion of the price between \$1.5 million and \$7 million, and 3.0 percent for any portion greater than \$7 million. (HB 2156, not passed)	0.75 percent if selling price is less than \$250,000; 1.28 percent for properties with selling prices of \$250,000 or more but less than \$1 million; 2.0 percent if selling price is between \$1 million and \$5 million; and 2.5 percent if selling price is \$5 million or more (SB 5991, not passed)
Tax Preferences	Increases in B&O and sales taxes for bullion; increase in B&O taxes for travel agents and tour operators; nonresident sales tax exemption changed to a refund program (HB 2157, not passed)	Increases B&O tax on travel agents and tour operators; nonresident sales tax exemption changed to a refund program (SB 5997, not passed) • Increases B&O tax on warehousing and reselling prescription drugs (SB 5998, not passed)
Other	A 20 percent to 66.66 percent B&O tax surcharge for certain sectors in the service and other activities category (dedicated to WEIA) (HB 2158, not passed)	Tax on property and casualty insurance premiums increased from 2.0 to 2.52 percent (dedicated to new wildfire prevention and suppression account) (SB 5996, not passed)

Table: Policy Changes in Each Proposal (Unless otherwise noted, amounts are from funds subject to the outlook and for 2019-21. WEIA= Workforce Education Investment Account)

	House-Passed (3/29)	Senate-Passed (4/4)
Spending Details		
K-12		
School Employees Benefits	\$453.4 million (\$1,079 per member per month for 2020, \$1,106 pmpm for 2021)	\$328.5 million (\$994 pmpm for 2020, \$1,056 pmpm for 2021)
Local Levies	Levy authority would be either 20 percent of district revenues or the lesser of \$1.50/\$1,000 of assessed value or \$3,000 per pupil (PSHB 2140, not passed)	Levy authority would be the lesser of \$2.50/\$1,000 or \$2,500 per pupil for districts with fewer than 40,000 students; and the lesser of \$2.50/\$1,000 or \$3,000 per pupil for districts with more than 40,000 students (i.e. Seattle Public Schools) (2SSB 5313, not passed)
Special Education	\$69.7 million (excess cost multiplier to 0.9925)	\$85.7 million to increase multiplier to 1.0 (E2SSB 5091, passed Senate) • \$34.3 million for growth in safety net awards • \$29.6 million to remove federal funds from safety net (E2SSB 5091) • \$6.3 million for implementation of SSB 5532 (passed Senate)
Other	\$77.1 million for local effort assistance (related to PSHB 2140) • \$58.4 million for hold harmless payments for school districts (contingent on passage of HB 2163) • \$26.4 million to remove forest revenue reduction from state allocations to districts • \$12.0 million for two days of training for paraeducators (HB 2140)	\$23.7 million to remove forest revenue reduction from state allocations to districts • \$21.1 million for four days of training for paraeducators
Early Learning	\$24.6 million for a child care rate increase • \$23.0 million for ECEAP expansion • \$15.4 million for ECEAP rate increase	\$28.0 million for a child care rate increase • \$12.4 million for ECEAP expansion • \$13.0 million for ECEAP rate increase
Higher Education		
Student Financial Assistance	\$25.1 million to maintain state need grant • \$152.9 million (WEIA) to reduce SNG wait list, change to Washington College Grant • \$65.8 million (WEIA) to expand Washington College Grant eligibility • \$12.0 million for Opportunity Scholarship match	\$17.0 million to maintain state need grant • \$80.5 million to reduce SNG wait list (2SSB 5393) • \$7.5 million for Opportunity Scholarship match
Other	\$45.1 million in operating support for the institutions • \$55.1 million (WEIA) for Guided Pathways in CTCS	\$35.9 million in operating support for the institutions
Human Services	\$105.4 million to enhance the community residential rate • \$86.2 million for state hospital operations • \$76.3 million related to the Trueblood Settlement • \$55.0 million to restore Healthier WA savings • \$48.3 million to increase assisted living facility rates • \$42.8 million for community long-term inpatient beds • \$22.0 million for public health • Saves \$101.8 million from managed care program integrity activity recoveries	\$17.7 million to enhance the community residential rate • \$55.0 million for state hospital operations • \$69.4 million related to the Trueblood Settlement • \$10.0 million to increase assisted living facility rates • \$58.0 million for community long-term inpatient beds • \$11.0 million for public health • Saves \$101.8 million from managed care program integrity activity recoveries • Saves \$49.0 million by increasing withholding rate of managed care organizations (SSB 5523, passed Senate) • Saves \$74.8 million by assuming federal funds will be restored for disproportionate share hospitals
Compensation	\$426.8 million to fund CBAs and extend them to non-represented employees • \$38.3 million to increase PERS and TRS Plans 1 benefits • \$12.7 million to increase Medicare-eligible retiree subsidy • \$72.4 million for in-home care providers CBA and \$22.8 million to provide parity for agency providers • \$52.8 million for family child care providers CBA • \$37.6 million for adult family homes CBA • \$60.8 million (WEIA) for certain CTCS educator salary increases	\$462.0 million to fund CBAs and extend them to non-represented employees • \$72.4 million for in-home care providers CBA and \$22.8 million to provide parity for agency providers • \$52.8 million for family child care providers CBA • \$37.6 million for adult family homes CBA
Other	\$35.0 million for Dept. of Commerce homelessness and housing programs • \$37.5 million for debt service • Eliminates \$50.0 million transfer to the local public safety account (HB 2144, not passed)	\$24.6 million for Dept. of Commerce homelessness and housing programs • \$45.7 million for debt service • Eliminates \$50.0 million transfer to the local public safety account (SB 5983, not passed) • Saves \$52.4 million from state efficiencies across many agencies