

Educational Programs & Operation (EP&O) Levy

South Whidbey School District

2023-2025

Educational Programs & Operation (EP&O) Levy

RCW 84.52.0531 Enrichment levies by school districts —Maximum dollar amount—

The maximum dollar amount which may be levied by or for any school district for enrichment levies is equal to the lesser of ***two dollars and fifty cents per thousand dollars of the assessed value*** of property in the school district **or the maximum per-pupil limit**.

"Maximum per-pupil limit" means: Two thousand five hundred dollars, as increased by inflation beginning with property taxes levied for collection in 2020, multiplied by the number of average annual full-time equivalent students enrolled in the school district in the prior school year.

RCW 84.52.053 allows One through four-year levies for enrichment funding for a school district.

School districts may use enrichment levies solely to enrich the state's statutory program of basic education as authorized under RCW 28A.150.276. ***(Any cost not funded by the state are allowable uses of enrichment levy funds)***

District must receive approval of an enrichment levy expenditure plan from the superintendent of public instruction before submission of the proposition to the voters.

EP&O Levy Process

- Board decision to submit a Levy Resolution for public vote
- Board determines # Years/Annual Amount of proposed levy
- **December 10, 2021** Last day to file a resolution for a Special Election in February
- Submit Pre-Ballot Approval to OSPI
- **February 8, 2022** Election Day
- Levy collection begins in 2023

Why an EP&O Levy?

- Programs and Expenditures not covered under the state's prototypical school funding model

Such as -

- Extracurricular Opportunities –
 - Athletic Coaching Stipends & Travel Costs
 - Field Trip Transportation
- Staff not funded or underfunded by State or Federal Funds
- Nonfunded Employee Benefits –
 - PFML
 - Unemployment
 - L&I
 - VEBA
 - Sick Leave (4 days Certificated staff only)
- Underfunded MSOCs
- Food Service
- Pupil Transportation
- Negotiated Expenditures
 - Leaves
 - Vacation Pay
 - TRI Pay
 - Additional Time
 - Stipends



2022 EP&O Levy

Calculating Enrichment Levy: **Tax Rate Method**

$\$2.50 \times \text{District Assessed Valuation} / \$1,000 = \text{Max levy per Tax Rate}$

2022 Assessed Value = \$5,349,189,860

$\$2.50 \times 5,349,189,860 / \$1,000 = \mathbf{\$13,372,975}$

2022 EP&O Levy

Calculating Enrichment Levy: **Per Pupil Method**

(\$2,500 + CPI Increase) x Student Enrollment = Max levy Per Pupil

2022 Per Pupil = \$2,741.58

*Prior Year Average Student Enrollment (fte) = 1,282.49

$\$2,741.58 \times 1,282.49 = \mathbf{\$3,516,049}$

***2019-20 Enrollment Exception in 2022 only**

Calculating Enrichment Levy: Lesser of Per Pupil or Tax Rate or Voter Approved

2022

Max Levy: Tax Rate = \$13,372,975

Max Levy: Per Pupil = \$3,516,049

Voter Approved Levy: = \$4,019,000

(Levy Rollback CY 2022 = \$502,951)

South Whidbey is limited by the

Per Pupil *Rate*

EP&O Levy – Per Pupil – Estimated CPI

2022 Per Pupil Rate - \$2,741.58 (CPI – 5.2%)

Estimates -

2023 Per Pupil Rate - \$2,878.66 (CPI – 5.0%) (OSPI 1.5%)

2024 Per Pupil Rate - \$2,878.66 (CPI – 3.0%) (OSPI 1.6%)

2025 Per Pupil Rate - \$3,053.97 (CPI – 3.0%) (OSPI 1.9%)

2026 Per Pupil Rate - \$3,145.59 (CPI – 3.0%) (OSPI 1.9%)

CPI – Consumer Price Index (September Prior Year)

EP&O Levy – Student Enrollment

2021-22 Student Enrollment (Nov) – 1,180

2022-23 Student Enrollment – 1,180

2023-24 Student Enrollment – 1,180

2024-25 Student Enrollment – 1,180

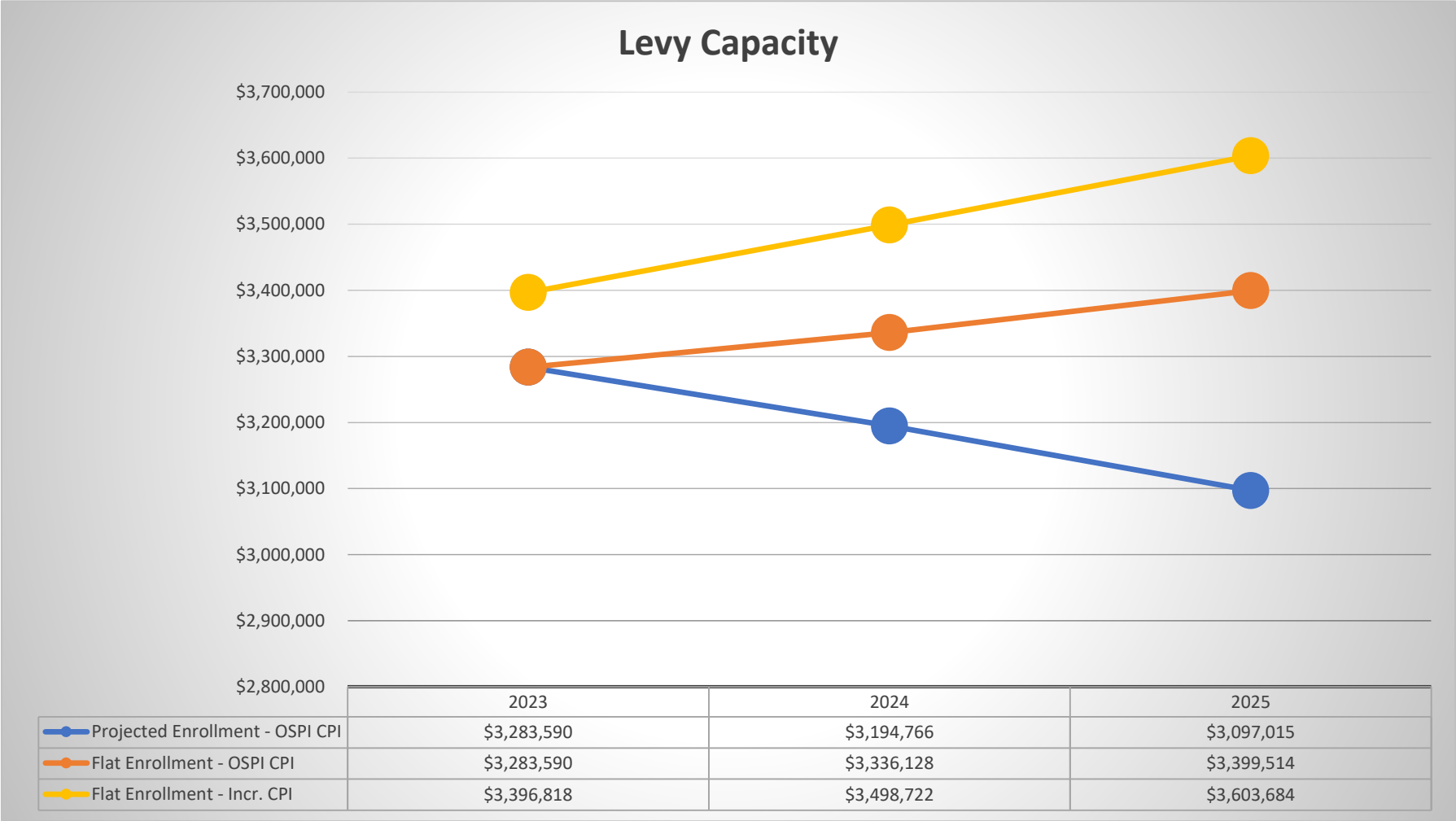
EP&O Levy – Flat Enrollment & Increased CPI

<i>2023</i>	<i>\$3,396,819</i>	<i>(\$2,878.66 x 1180)</i>
<i>2024</i>	<i>\$3,498,724</i>	<i>(\$2,965.02 x 1180)</i>
<i>2025</i>	<i>\$3,603,685</i>	<i>(\$3,053.97 x 1180)</i>
<i>2026</i>	<i>\$3,711,796</i>	<i>(\$3,145.59 x 1180)</i>

EP&O Levy – OSPI CPI & Est District Enrollment

<i>2023</i>	<i>\$3,283,590</i>	<i>(\$2,782.60 x 1180)</i>
<i>2024</i>	<i>\$3,194,766</i>	<i>(\$2,827.23 x 1130)</i>
<i>2025</i>	<i>\$3,097,015</i>	<i>(\$2,880.94 x 1075)</i>
<i>2026</i>	<i>\$3,041,413</i>	<i>(\$2,938.56 x 1035)</i>

Variations - EP&O Levy



Previous EP&O Levy

Estimated Levy
Rate Per \$1,000 of

<u>Levy Year</u>	<u>Collection Year</u>	<u>Levy Amount</u>	<u>Assessed Value</u>
2019	2020	\$4,017,000	\$.95
2020	2021	\$4,018,000	\$.95
2021	2022	\$4,019,000	\$.95

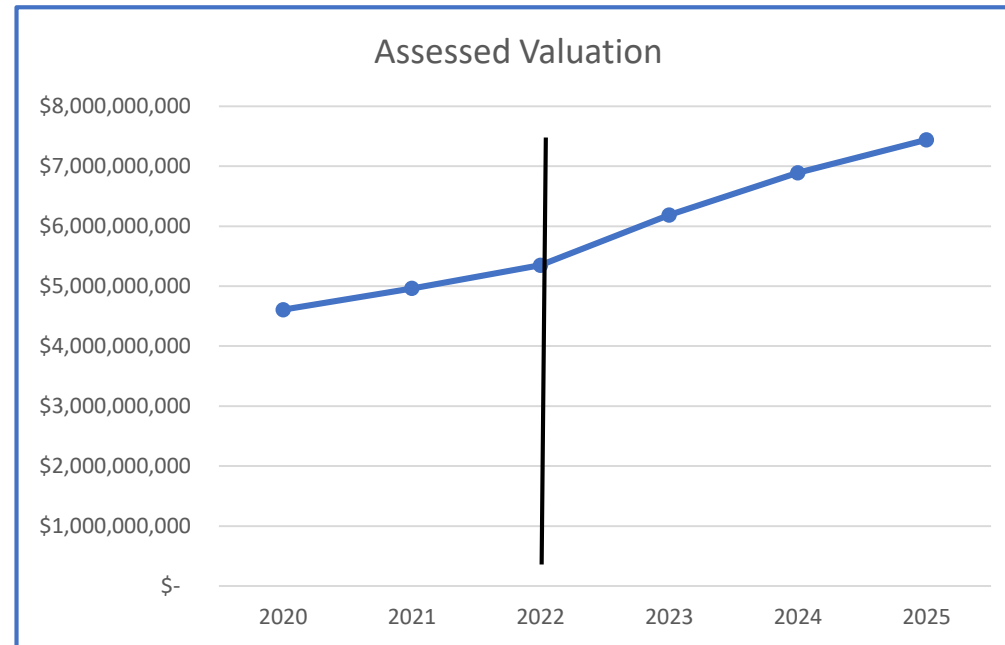
SW School District Boundary – Assessed Valuation Est.

Department of Revenue Estimated Property Valuation

2023 \$6,185,285,611

2023 \$6,891,141,911

2023 \$7,441,332,270



Sample EP&O Levy Rates

<u>Year</u>	<u>Rate/\$1,000</u>	<u>Levy Amount</u>
2023	\$0.55	(\$3,400,000)
2024	\$0.51	(\$3,500,000)
2025	\$0.48	(\$3,600,000)
2023	\$0.45	(\$3,700,000)

**Actual Levy capacity is calculated by OSPI on an annual basis. If capacity is less than voter approved, difference is rolled back (not assessed) on tax roles.*

EP&O Levy

2023 \$ _____ ? _____

2024 \$ _____ ? _____

2025 \$ _____ ? _____

2026 \$ _____ ? _____