

Multiple Agency Fiscal Note Summary

Bill Number: 6223 SB	Title: School director compensation
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Estimated Cash Receipts

NONE

Agency Name	2023-25		2025-27		2027-29	
	GF- State	Total	GF- State	Total	GF- State	Total
Local Gov. Courts						
Loc School dist-SPI		9,678,000		25,585,000		26,566,000
Local Gov. Other						
Local Gov. Total						

Estimated Operating Expenditures

Agency Name	2023-25				2025-27				2027-29			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Superintendent of Public Instruction	Fiscal note not available											
Total \$	0.0	0	0	0	0.0	0	0	0	0.0	0	0	0

Agency Name	2023-25			2025-27			2027-29		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Local Gov. Courts									
Loc School dist-SPI			9,678,000			25,585,000			26,566,000
Local Gov. Other									
Local Gov. Total									

Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Superintendent of Public Instruction	Fiscal note not available								
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Agency Name	2023-25			2025-27			2027-29		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total

Estimated Capital Budget Breakout

NONE

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Individual State Agency Fiscal Note

Bill Number: 6223 SB	Title: School director compensation	Agency: SDF-School District Fiscal Note - SPI
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

ACCOUNT	FY 2024	FY 2025	2023-25	2025-27	2027-29
School District Local-Private/Local NEW-7		9,678,000	9,678,000	25,585,000	26,566,000
Total \$		9,678,000	9,678,000	25,585,000	26,566,000

Estimated Operating Expenditures from:

Account	FY 2024	FY 2025	2023-25	2025-27	2027-29
School District Local-Private/Local New-7	0	9,678,000	9,678,000	25,585,000	26,566,000
Total \$	0	9,678,000	9,678,000	25,585,000	26,566,000

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: Ben Omdal	Phone: 360-786-7442	Date: 01/15/2024
Agency Preparation: TJ Kelly	Phone: (360) 725-6301	Date: 01/21/2024
Agency Approval: Michelle Matakas	Phone: 360 725-6019	Date: 01/21/2024
OFM Review: Brian Fechter	Phone: (360) 688-4225	Date: 01/22/2024

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

Section 2 defines that each school board member is entitled to compensation not to exceed \$500 per month plus \$0.50 per student enrolled in the district in the prior school year as published by OSPI. A board may adopt a compensation policy for less than the maximum amount but all school districts must adopt a compensation policy by September 1, 2026.

By July 1st of each year, the office of the superintendent of public instruction shall publish an annual update to the monthly and per-student amounts authorized in this section using the implicit price deflator from the previous calendar year as an inflation index.

Defines "per student" as per full-time equivalent student.

Section 3 requires OSPI to submit as part of its maintenance level budget request an amount to fully-fund school board compensation for all districts that have adopted a school board director compensation model.

OSPI shall provide a state-funded school director compensation amount in apportionment payments to each school district that adopts a compensation model authorized by section 2 of this act.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

School district revenue equals state expenditures.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

OSPI assumes that for districts to adhere to their own school director compensation policies that all funds received will be spent on that specific purpose. Therefore, school district expenditures equal school district revenue.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
New-7	School District Local	Private/Local	0	9,678,000	9,678,000	25,585,000	26,566,000
Total \$			0	9,678,000	9,678,000	25,585,000	26,566,000

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years					
A-Salaries and Wages					
B-Employee Benefits					
C-Professional Service Contracts					
E-Goods and Other Services					
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services		9,678,000	9,678,000	25,585,000	26,566,000
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	0	9,678,000	9,678,000	25,585,000	26,566,000

III. C - Operating FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

School District Revenue/Expenditures of SB 6223 - School Directors Compensation					
School Year	2023-24	2024-25	2025-26	2026-27	2027-28
Cost	\$ 12,231,000	\$ 12,488,000	\$ 12,725,000	\$ 12,967,000	\$ 13,213,000
IPD	N/A	2.1%	1.9%	1.9%	1.9%
State Fiscal Year		2025	2026	2027	2028
Cost		\$ 9,678,000	\$ 12,672,000	\$ 12,913,000	\$ 13,158,000