



FIRST INTERIM 2023-24

Presented by: Hitesh Haria

Associate Superintendent of Business Services

December 13, 2023



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Revenue Assumptions

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Expenditure Assumptions

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First Interim 2023-24

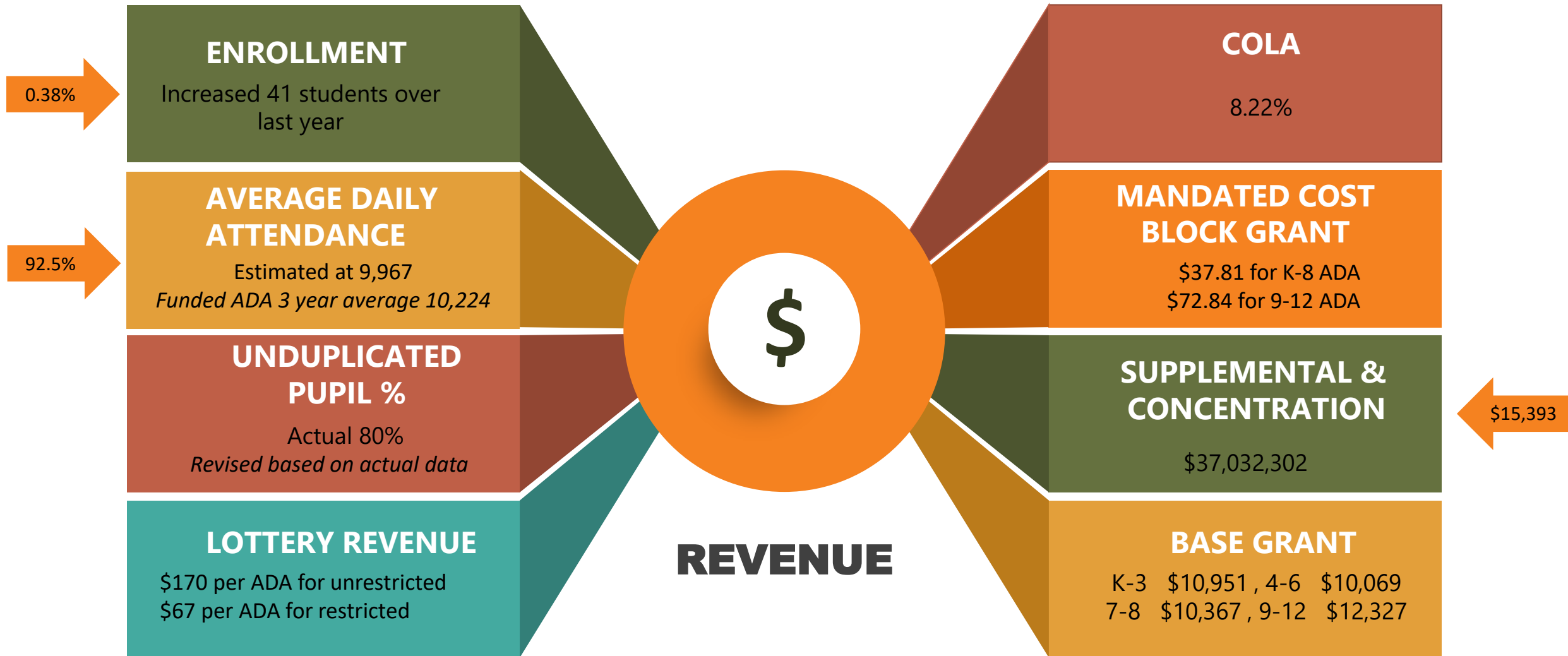
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Multi-Year Projections (MYP)

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Timeline

REVENUE ASSUMPTIONS 2023-24



REVENUE ASSUMPTIONS 2023-24

Enrollment

Enrollment increased slightly for this year.

10,743 in 2023-24 (41 students Gain)

- There is no change in revenue for 2023-24, even with increased enrollment.
- We are funded with average daily attendance.

Average Daily Attendance (ADA)

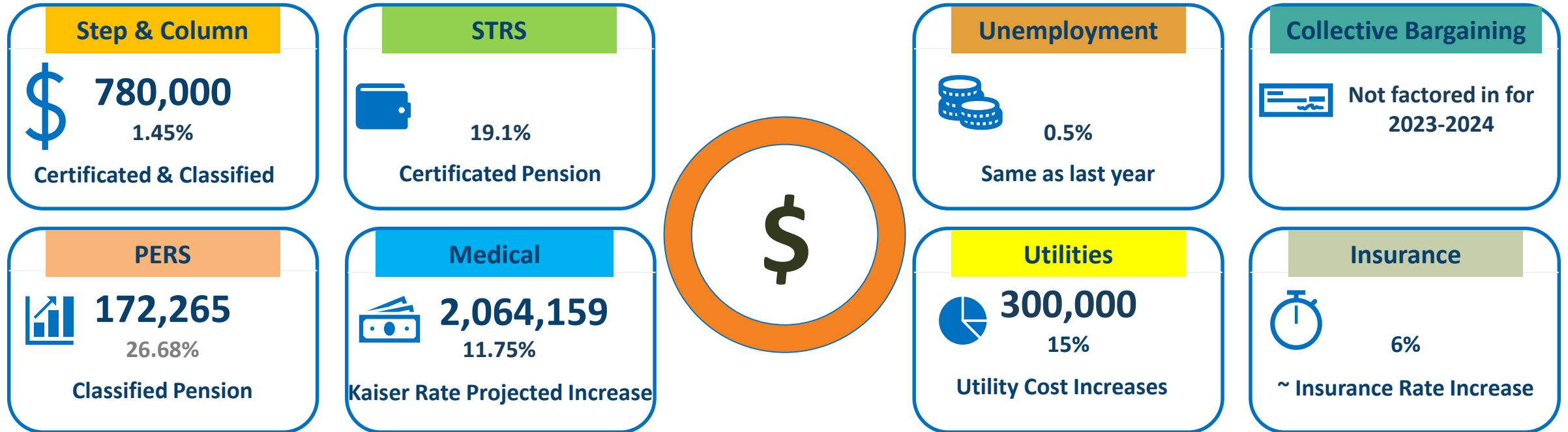
Down from pre-Covid 94.75% to 92.5% (Gain of 2.5% from projected 90%)

- We continue to make strides in increasing average daily attendance.
- The 3 year average daily attendance is higher than the increase in enrollment for this year and therefore we continue to be funded at the higher level already

Comparison to Last Year

- Increase in LCFF revenue, with COLA from last year is \$7,104,462.
- This represents a 4.9% increase

EXPENDITURE ASSUMPTIONS 2023-24



SUMMARY ADOTED BUDGET 2023-24

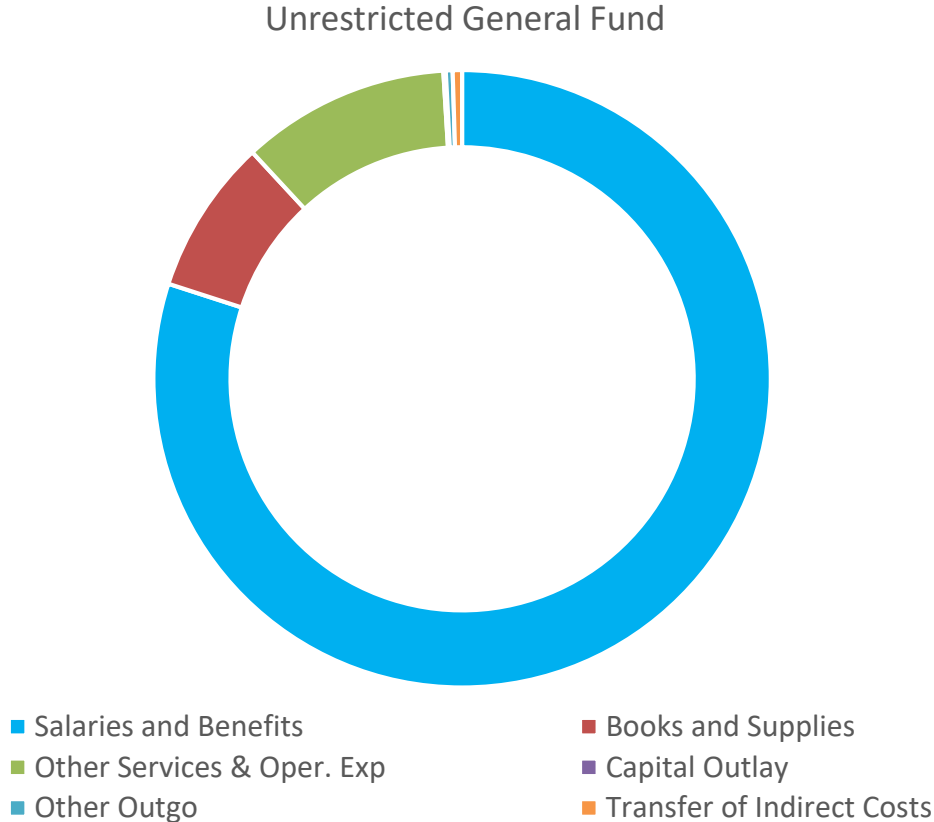
Description	2023-24 First Interim		
	Unrestricted	Restricted	Combined
TOTAL REVENUES	90,892,382	123,428,820	214,321,201
TOTAL EXPENDITURES	98,360,694	131,888,191	230,248,885
Net Increase (Decrease)	(7,468,313)	(8,459,371)	(15,927,684)
FUND BALANCE			
Estimated Beginning Balance	32,247,013	47,382,257	79,629,270
Estimated Ending Balance	24,778,700	38,922,886	63,701,586

Continued deficit spending

GENERAL FUND EXPENDITURES 2023-24

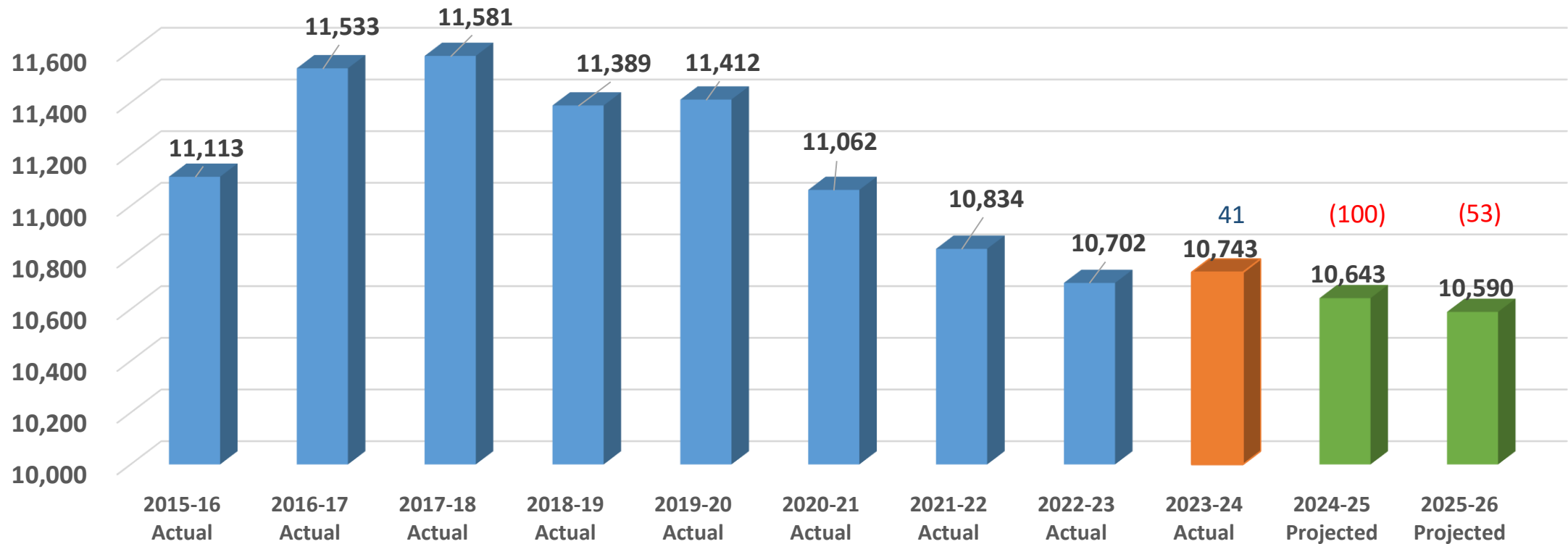
Description	Unrestricted	Restricted	Combined
EXPENDITURES			
Certificated Salaries	40,755,180	31,753,691	72,508,871
Classified Salaries	13,093,297	17,133,166	30,226,463
Benefits	25,596,244	31,389,019	56,985,264
Books and Supplies	8,076,436	6,103,041	14,179,477
Other Services & Oper. Exp	10,843,856	38,216,752	49,060,608
Capital Outlay	125,180	4,178,871	4,304,051
Other Outgo	355,221	198,342	553,563
Transfer of Indirect Costs	(484,720)	2,915,310	2,430,590
Other Adjustments	-	-	-
TOTAL EXPENDITURES	98,360,694	131,888,191	230,248,885

GENERAL FUND EXPENDITURES 2023-24



As Illustrated above, salaries and benefits comprise approximately 81% of the District's unrestricted budget and 69% of the total General Fund budget. These ratio's have been reduced due to the receipt of one time funds

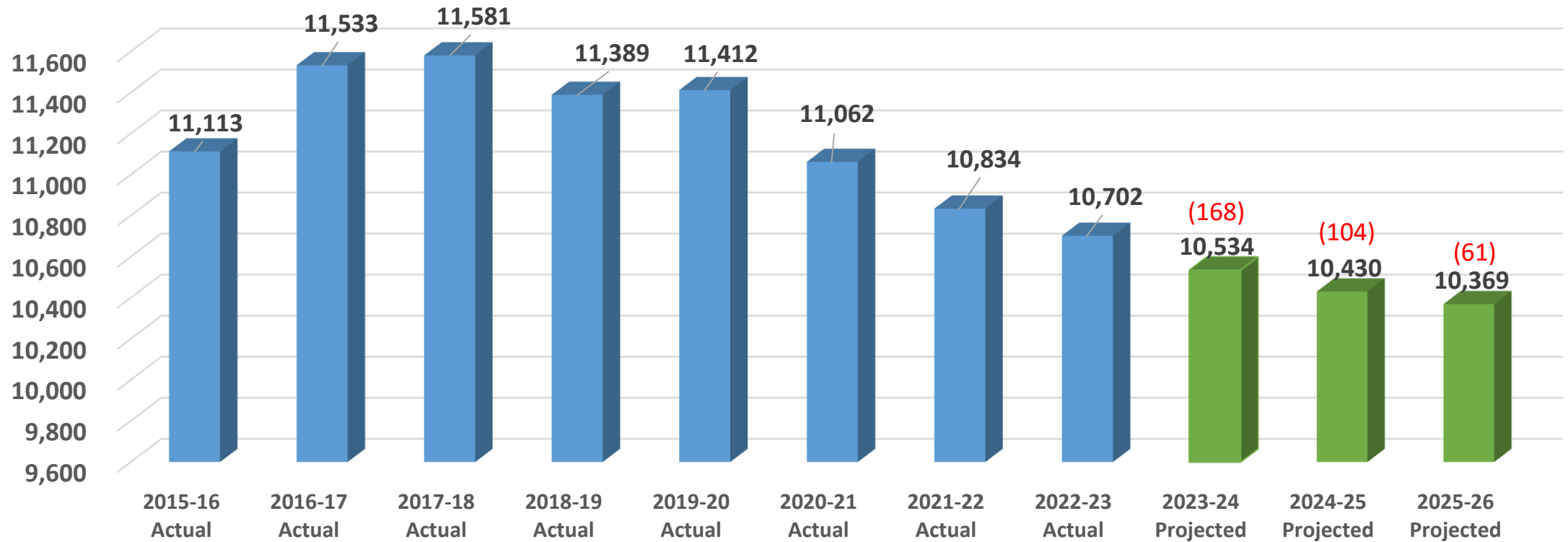
ENROLLMENT PROJECTIONS 2023-24 FIRST INTERIM



Source of Data

Actual -CALPADS/LCFF Calculator, Current –AERIES, Projected – PowerSchool

ENROLLMENT PROJECTIONS 2023-24 ADOPTED BUDGET



Source of Data

Actual -CALPADS/LCFF Calculator, Current -AERIES, Projected - PowerSchool

MYP REVENUE ASSUMPTIONS 2023-24

Enrollment

Declining Enrollment Trend

10,743 in 2023-24 (41 students Gain)

10,643 in 2024-25 (100 students)

10,590 in 2025-26 (53 students)

Average Daily Attendance (ADA)

Down from pre-Covid 94.75% to 92.5% (Gain of 2.5% from projected 90%)

- With enrollment and average daily attendance increasing, our revenue projections have increased

• 2024-25	\$2,703,785
• 2025-26	<u>\$5,908,780</u>
• Total revenue increase	\$8,612,565

MYP REVENUE ASSUMPTIONS 2023-24

Cost of Living Adjustment (COLA)

Year	2023-24	2024-25	2025-26
2023-24 May Revision	8.22%	3.94%	3.29%
2023-24 Governor's Jan Budget	8.13%	3.54%	3.31%
Variance	0.09%	0.40%	-0.02%

- ❖ Numbers based on California Enacted budget for 2023-24
- ❖ Numbers are **subject to change** in the Governor's budget to be released in **January 2024**

One Time Funds

Arts, Music and Instructional Materials – Down 50% (\$3,147,959)

Learning Recovery Block Grant – Down 32% (\$5,628,394)

MYP EXPENDITURE ASSUMPTIONS 2023-24

Step and Column increases:

- 1.45% for all staff

STRS remains stable for the next 3 years

Year	2023-24	2024-25	2025-26
STRS Rate	19.10%	19.10%	19.10%
Rate Variance	0.00%	0.00%	0.00%

PERS increases every year

Year	2023-24	2024-25	2025-26
PERS Rate	26.68%	27.70%	28.30%
Rate Variance	1.31%	1.02%	0.60%

Negotiations for 2023-24 are not factored into the First Interim

Unemployment budgeted at 0.5% in MYP

MYP EXPENDITURE ASSUMPTIONS

Minimum Wage

\$16.00/Hour	January 1, 2024
\$16.50/Hour	January 1, 2025
\$16.90/Hour	January 1, 2026

Expiring funds

- One time funds expiring - September 2024
- Parcel Tax Expiring - June 2024

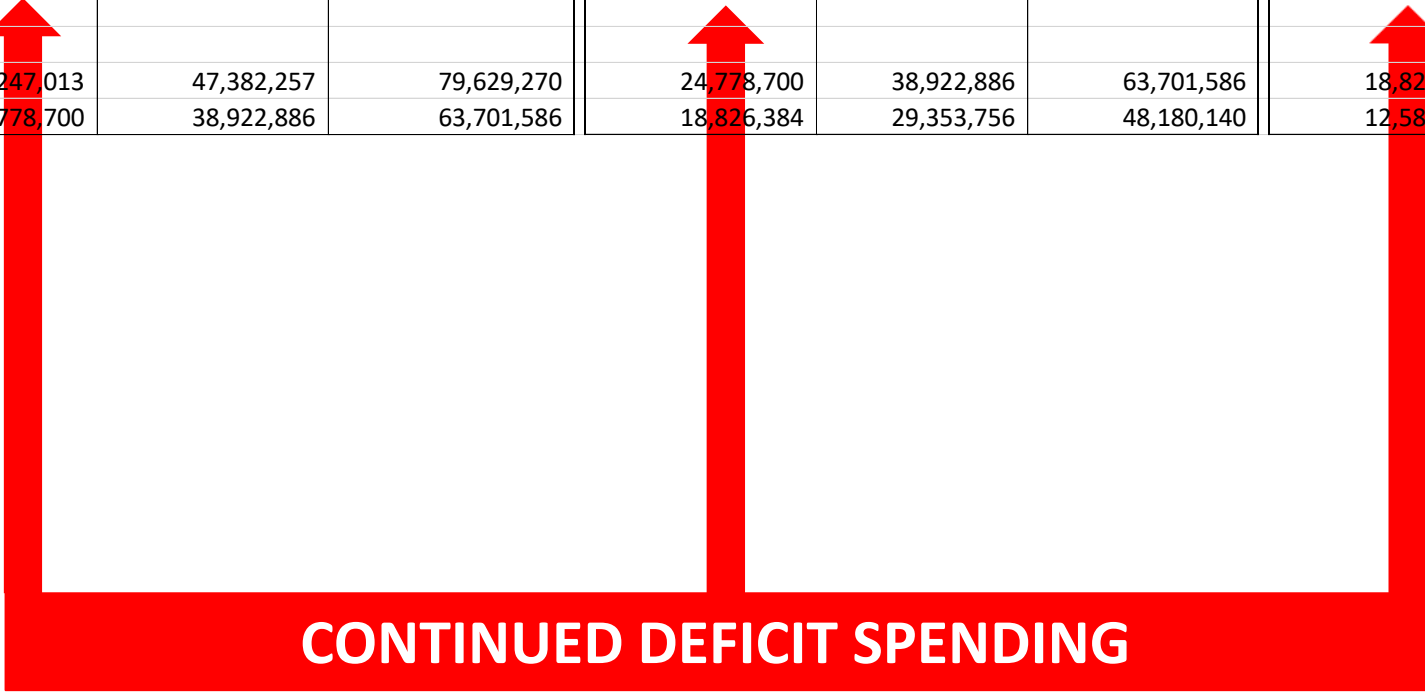
MYP FUND BALANCE

FUND BALANCE

- Our opening fund balance improved for first interim. This is as a result of the closing of our books for 2022-23.
- With increased revenues from average daily attendance in 2024-25 & 2025-26, coupled with a better opening fund balance, the negative unassigned other \$13,061,188 goes to zero in 2025-26
- Implemented additional controls on current year spending. For example, professional development, selectively filing vacancies, especially from one time finds
- The Board reserve is \$292,500 in 2025-26. This is only 5% of the full reverse of \$6,439,742.

SUMMARY MULTI YEAR PROJECTION (MYP)

Description	2023-24 First Interim			2024-25 Projected Budget			2025-26 Projected Budget		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
TOTAL REVENUES	90,892,382	123,428,820	214,321,201	90,229,781	104,904,851	195,134,632	92,349,950	105,831,780	198,181,730
TOTAL EXPENDITURES	98,360,694	131,888,191	230,248,885	96,182,097	114,473,982	210,656,078	98,592,315	116,065,761	214,658,075
Net Increase (Decrease)	(7,468,313)	(8,459,371)	(15,927,684)	(5,952,316.19)	(9,569,130.16)	(15,521,446.35)	(6,242,365.00)	(10,233,980.16)	(16,476,345.16)
FUND BALANCE									
Estimated Beginning Balance	32,247,013	47,382,257	79,629,270	24,778,700	38,922,886	63,701,586	18,826,384	29,353,756	48,180,140
Estimated Ending Balance	24,778,700	38,922,886	63,701,586	18,826,384	29,353,756	48,180,140	12,584,019	19,119,775	31,703,795



DETAIL MULTI YEAR PROJECTION (MYP)

Description	2023-24 First Interim			2024-25 Projected Budget			2025-26 Projected Budget		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
REVENUES									
Local Control Funding Formula	151,984,733	3,632,098	155,616,831	154,626,692	3,632,098	158,258,790	157,673,790	3,632,098	161,305,888
Federal Revenue	-	21,196,344	21,196,344	-	5,934,750	5,934,750	-	5,934,750	5,934,750
State Revenue	3,307,028	24,892,692	28,199,720	3,307,028	21,443,820	24,750,848	3,307,028	21,443,820	24,750,848
Local Revenue	2,223,759	7,084,548	9,308,307	395,396	5,794,848	6,190,244	395,396	5,794,848	6,190,244
Contributions	(66,623,138)	66,623,138	-	(68,099,335)	68,099,335	-	(69,026,264)	69,026,264	-
TOTAL REVENUES	90,892,382	123,428,820	214,321,201	90,229,781	104,904,851	195,134,632	92,349,950	105,831,780	198,181,730
EXPENDITURES									
Certificated Salaries	40,755,180	31,753,691	72,508,871	41,346,130	32,185,262	73,531,392	41,945,649	32,651,948	74,597,597
Classified Salaries	13,093,297	17,133,166	30,226,463	13,283,150	17,353,685	30,636,835	13,475,756	17,605,313	31,081,069
Benefits	25,596,244	31,389,019	56,985,264	26,647,840	32,279,350	58,927,191	27,691,783	33,152,815	60,844,599
Books and Supplies	8,076,436	6,103,041	14,179,477	3,752,403	3,674,971	7,427,374	4,004,125	3,674,971	7,679,096
Other Services & Oper. Exp	10,843,856	38,216,752	49,060,608	11,156,893	25,637,152	36,794,045	11,479,321	25,637,152	37,116,473
Capital Outlay	125,180	4,178,871	4,304,051	125,180	270,175	395,355	125,180	270,175	395,355
Other Outgo	355,221	198,342	553,563	355,221	158,076	513,297	355,221	158,076	513,297
Transfer of Indirect Costs	(484,720)	2,915,310	2,430,590	(484,720)	2,915,310	2,430,590	(484,720)	2,915,310	2,430,590
Other Adjustments	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	98,360,694	131,888,191	230,248,885	96,182,097	114,473,982	210,656,078	98,592,315	116,065,761	214,658,075
Net Increase (Decrease)	(7,468,313)	(8,459,371)	(15,927,684)	(5,952,316)	(9,569,130)	(15,521,446)	(6,242,365)	(10,233,980)	(16,476,345)
FUND BALANCE									
Estimated Beginning Balance	32,247,013	47,382,257	79,629,270	24,778,700	38,922,886	63,701,586	18,826,384	29,353,756	48,180,140
Estimated Ending Balance	24,778,700	38,922,886	63,701,586	18,826,384	29,353,756	48,180,140	12,584,019	19,119,775	31,703,795
Nonspendable	25,000	-	25,000	25,000	-	25,000	25,000	-	25,000
Committed	7,907,467	-	7,907,467	8,319,682	-	8,319,682	3,292,156	-	3,292,156
Restricted	-	38,922,886	38,922,886	-	29,353,756	29,353,756	-	19,119,775	19,119,775
Assigned	2,827,121	-	2,827,121	2,827,121	-	2,827,121	2,827,121	-	2,827,121
Unassigned - REU @ 3%	6,907,467	-	6,907,467	6,319,682	-	6,319,682	6,439,742	-	6,439,742
Unassigned - Other	7,111,647	-	7,111,647	1,334,899	-	1,334,899	-	-	-
Total - Est. Fund Balance	24,778,700	38,922,886	63,701,586	18,826,384	29,353,756	48,180,140	12,584,019	19,119,775	31,703,794

MULTI YEAR PROJECTIONS

Fiscal Year	2018-19		2019-20		2020-21		2021-22		2022-23		2023-24	
Month	Dec-18	Mar-19	Dec-19	Mar-20	Dec-20	Mar-21	Dec-21	Mar-22	Dec-22	Mar-23	Dec-23	Mar-24
Report	First Interim	Second Interim	First Interim	Second Interim	First Interim	Second Interim	First Interim	Second Interim	First Interim	Second Interim	First Interim	Second Interim
Certification	Qualified	Qualified	Qualified	Positive	Qualified	Positive	Qualified	Positive	Positive	Positive	Positive	

WHAT IS BUDGET CERTIFICATION AND WHO DOES IT?

California Education Code requires each school district’s board of education to submit two interim financial reports each year to the County Superintendent along with self-certification about the ability to continue paying obligations in the current and two subsequent budgetary years. The County Superintendent then reviews and certifies the district's budget for the current fiscal year and two subsequent years as positive, qualified or negative.

WHAT DO THESE TERMS MEAN?

- Positive: The district is projected to be able to meet its financial obligations all three years.
- Qualified: It is projected that the district may not meet its financial obligations in one of the three years.
- Negative: It is projected that district will not be able to meet its financial obligations in the current or next fiscal year.

TIMELINE

