

2023-24 Budget Proposal



Business Services Department
6/14/2023

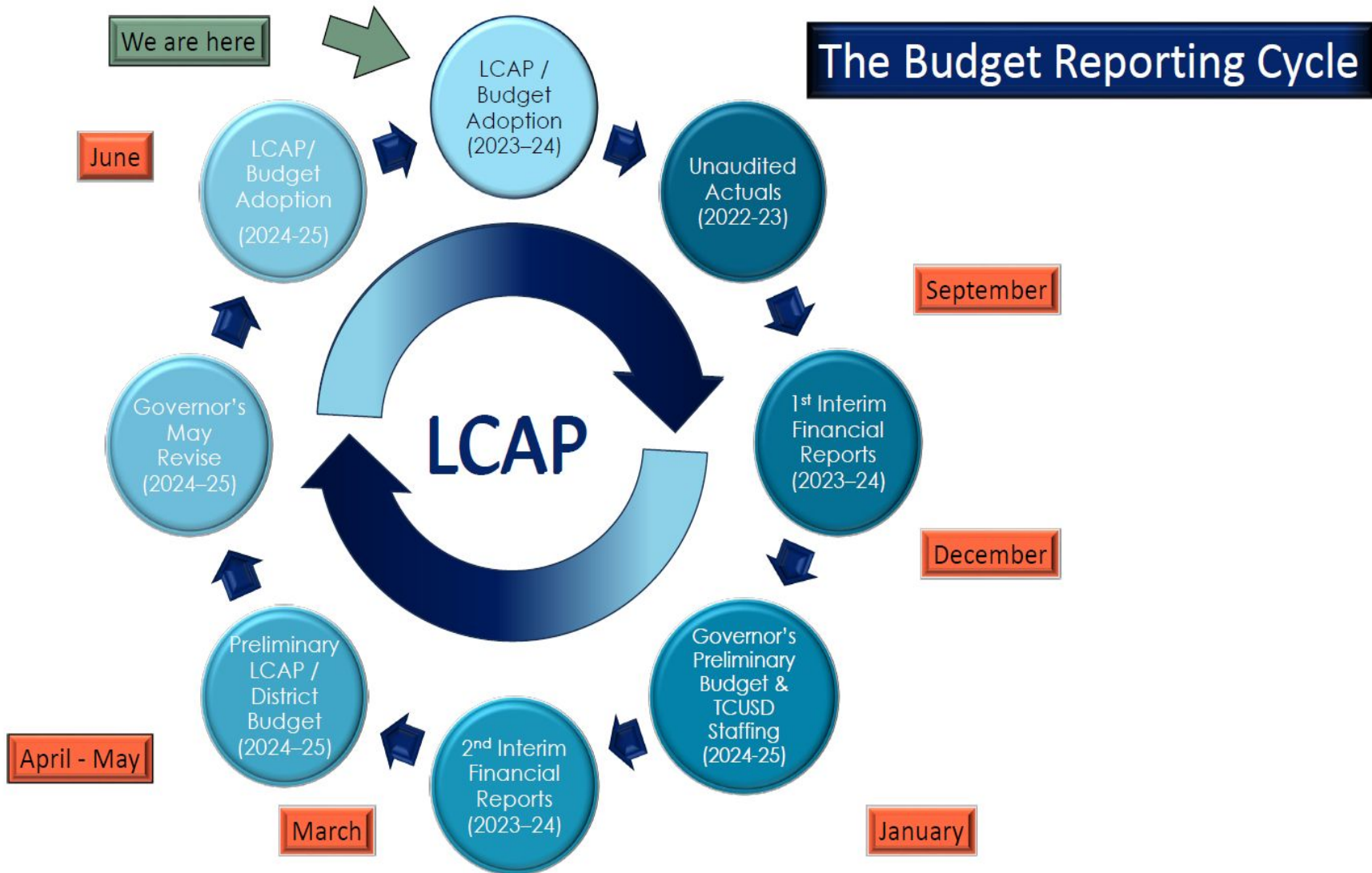
Presentation Overview

- ❖ Budget Cycles
- ❖ Budget Timelines
- ❖ Major Events After Second Interim Reports
- ❖ Governor's May Revision
- ❖ 2023-24 Budget Highlights
- ❖ Multi-Year Projections
- ❖ Other Funds
- ❖ Next Steps
- ❖ Questions

AGENDA



Budget Cycle



Budget Timelines



July 1

Board Approved
Adopted Budget
due to the County
Office of Education



September 15

Unaudited Actuals
due to the County
Office of Education



December 15

First Interim
reports due to the
County Office of
Education



March 15

Second Interim
reports due to the
County Office of
Education

Major Events After Second Interim Reports



22-23 Negotiation Settled with 10% ongoing raise and 2% off schedule raise



After school programs for elementary schools



2023-24 School Year Starts on 8/16/23



Replacement of student devices

Governor's May Revision

- ❖ **LCFF COLA increased from 8.13% to 8.22%**
- ❖ **Lottery**
 - **Unrestricted portion will be funded at \$170 per ADA**
 - **Restricted portion will be funded at \$67 per ADA**
- ❖ **Mandated Block Grant**
 - **Grades K-8: \$37.81 per ADA**
 - **Grades 9-12: \$72.84 per ADA**
- ❖ **Unemployment Insurance rate will be reduced from 0.20% to 0.05%**
- ❖ **CalPERS rate will be 26.68%**



2023-24 Budget Highlights

❖ Enrollment

- 2022-23 school year ended with 5,311 in TCUSD compared to 5,227 on October 5 Census Day enrollment
- 2023-24 5,083 students pre-registered in our schools
- The district projects 50 fewer students than 2022-23 and will update the enrollment after school starts

❖ Staffing

- We will hire more staff to support various District programs
- Director of State and Federal Programs and TOSAs will be funded by categorical programs
- Public Information Officer will be paid by supplemental fund and savings from other position

- ❖ 10% ongoing salary increase is included in 2023-24 budget

2023-24 Budget Highlights

- ❖ **Multi-Year Student Chromebooks and Staff Devices Replacement Plan**
 - **\$1 million will be funded by various resources in 2023-24**
 - **\$1.5 million will be committed in the general fund ending fund balance in 2024-25 and 2025-26**
- ❖ **Science Textbook Adoption**
 - **Adoption will be paid by Lottery instructional material carryover and Art, Music and Instructional Materials Discretionary Block Grant**
 - **District will submit expenditure plan to the Board for discussion and approval during the summer**
- ❖ **Utilities budget will be increased by \$220,000**
- ❖ **Additional \$200,000 will be budgeted for technology infrastructure**

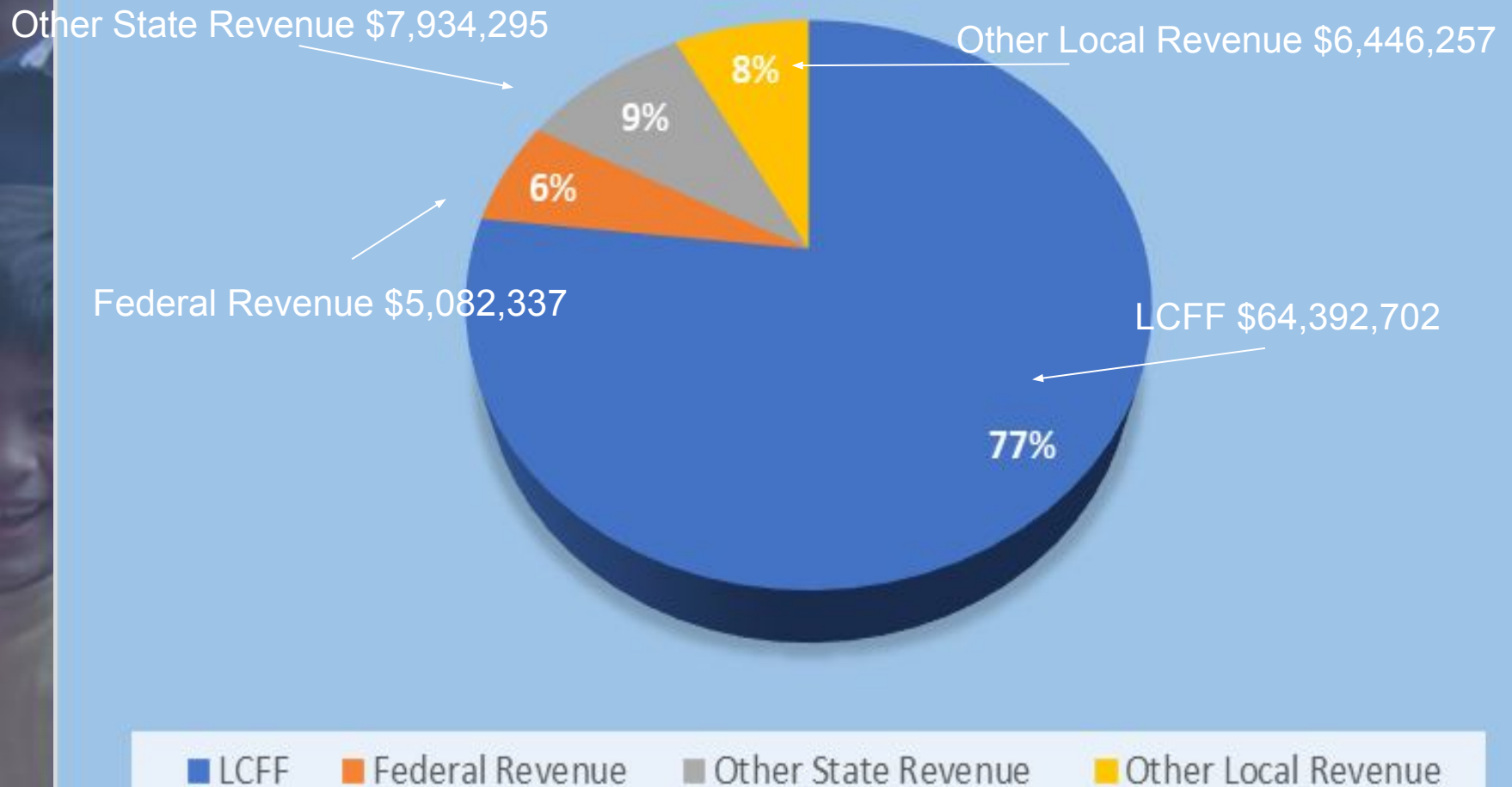
Enrollment

HISTORICAL & PROJECTIONS



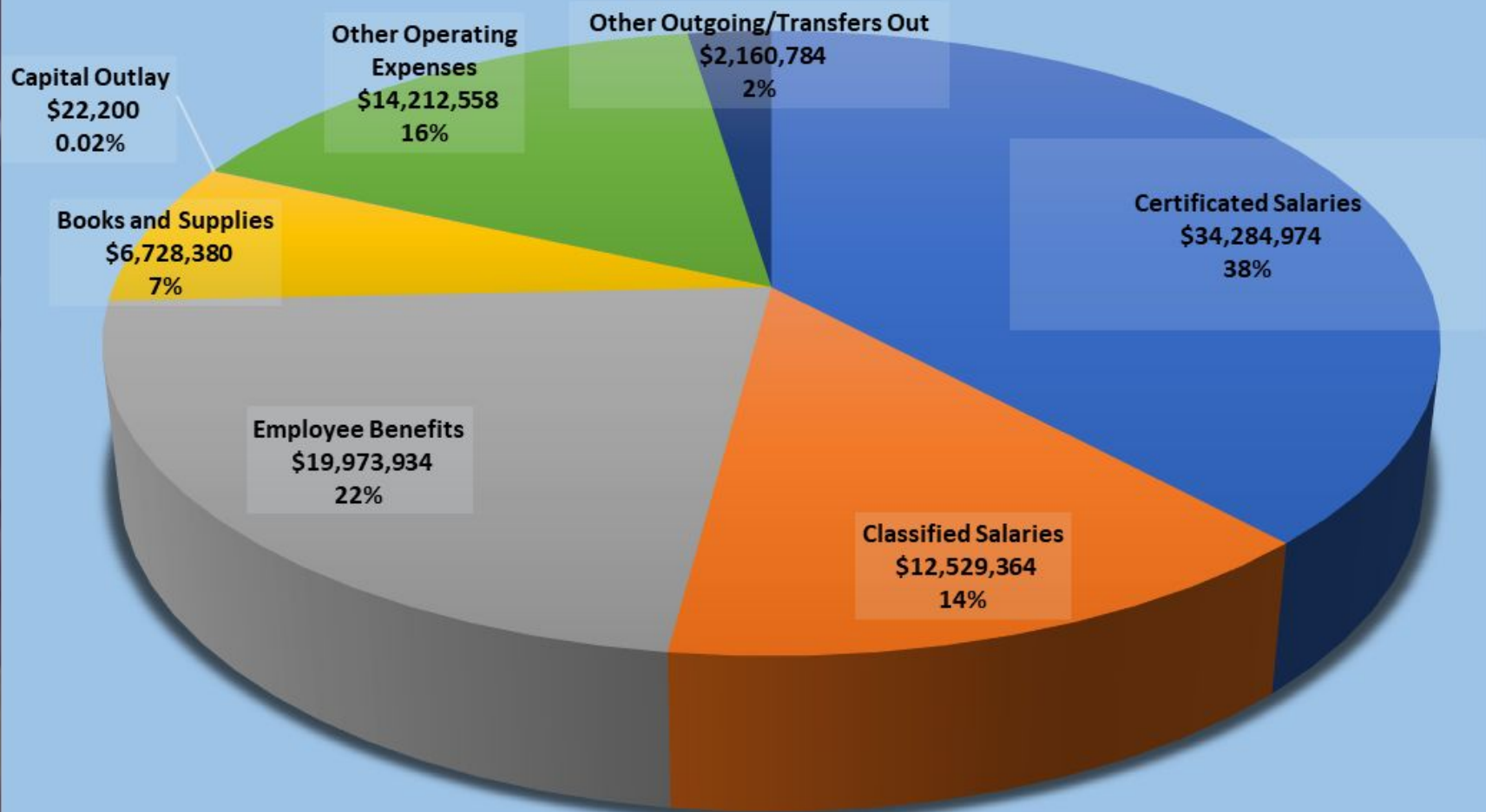
2023-24 Revenue Projections

2023-24 Revenue Projection



2023-24 Expenditure Projection

2023-24 Expenditure Projections



2023-24 Budgeted Expenditures

Certificated
Salaries 38%

Classified
Salaries 14%

Employee
Benefits 22%

Books and
Supplies 7%

Other Operating
Expense 16%



Certificated Salaries	\$	34,284,974	-	38%
Classified Salaries	\$	12,529,364	-	14%
Employee Benefits	\$	19,973,934	-	22%
Books and Supplies	\$	6,728,380	-	7%
Capital Outlay	\$	22,200	-	0.02%
Other Operating Expenses	\$	14,212,558	-	16%
Other Outgoing/Transfers Out	\$	2,160,784	-	2%

Capital Outlay
0.02%

Other Outgoing /
Transfers Out 2%

Multi-Year Projection Assumptions

	2022-23 Estimated Actual	2023-24 Proposed Budget	2024-25 Projection	2025-26 Projection
Local Control Funding Formula (LCFF) COLA – Statutory	6.56%	8.22%	3.94%	3.29%
Local Control Funding Formula (LCFF) COLA - Augmentation	6.70%	-	-	-
Unrestricted per ADA	\$170	\$170	\$170	\$170
Restricted per ADA	\$67	\$67	\$67	\$67
Grade K-8 per ADA	\$34.94	\$37.81	\$39.30	\$40.59
Grade 9-12 per ADA	\$67.31	\$72.84	\$75.71	\$78.20
CalSTRS Employer Rate	19.10%	19.10%	19.10%	19.10%
CalPERS Employer Rate	25.37%	26.68%	27.70%	28.30%
Unemployment Insurance Rate	0.50%	0.050%	0.050%	0.050%
Certificated Step and Column	2.0147%	2.0147%	2.0147%	2.0147%
Classified Step and Column	1.646%	1.646%	1.646%	1.646%
Enrollment	5,227	5,177	5,127	5,077
Unduplicated Pupil Percentage (UPP)	48.39%	47.43%	48.66%	48.65%
ADA	4,998	4,950	4,902	4,854
Funded ADA	5,356.65	5,201.78	5,030.98	4,954.99

Multi-Year Projections - Combined General Fund

	2022-23 Estimated Actuals	2023-24 Budget Proposal	2024-25 Projection	2025-26 Projection
Total Revenues	89,413,575	83,855,591	81,711,961	82,788,033
Total Expenditures	85,073,837	89,462,194	86,567,766	87,905,563
Surplus (Deficit) of Revenues Over Expenditures	4,339,738	(5,606,603)	(4,855,805)	(5,117,530)
Other Uses	(450,000)	(450,000)	(450,000)	(450,000)
Net Change in Fund Balances	3,889,738	(6,056,603)	(4,855,805)	(5,117,530)
Beginning Fund Balance	28,717,463	32,607,201	26,550,598	21,244,793
Ending Fund Balance	32,607,201	26,550,598	21,244,793	15,677,263

Ending Fund Balances

Ending Fund Balance



*Nonspendable represents
\$15,000 in each fiscal year

■ Restricted ■ Committed ■ Assigned ■ 3% REU

Ending Fund Balances – Committed Fund

	<u>2023-24</u>	<u>2024-25</u>	<u>2025-2026</u>
Commitments			
2% Additional Reserve-Board Policy	1,798,244	1,740,355	1,767,111
LCAP Carryover	2,793,623	2,118,945	1,537,236
Post Employment Benefit	250,000	250,000	250,000
Employee Health and Wealth Pooling Balance	94,170	94,170	94,170
Textbook Adoptions (Social Science and Pro)	2,000,000	2,000,000	
Technology-Student and staff devices	1,500,000		
Facilities	1,000,000	100,000	
Equipment	150,000	50,000	
	9,586,037	6,353,471	3,648,517
Assigned			
Economic Uncertainties	2,697,366	2,610,533	2,650,667
Reserve for state funding changes	2,897,689	109,446	95,697
Total Assigned	5,595,055	2,719,979	2,746,364

Other Funds

Funds	Beginning Fund Balance	Revenue	Expenditures	Net Changes	Ending Fund Balance
Student Activity (08)	558,133	1,630,000	1,560,000	70,000	628,133
Adult Education (11)	85,489	408,101	403,820	4,281	89,770
Child Development (12)	1,024,993	771,522	266,414	505,108	1,530,101
Cafeteria (13)	1,481,386	2,329,000	2,630,791	(301,791)	1,179,595
Deferred Maintenance (14)	562,648	15,000	207,721	(192,721)	369,927
Postemployment Benefit (20)	2,830,258	310,000	-	310,000	3,140,258
Building - Measure S (21)	4,860,455	160,000	255,000	(95,000)	4,765,455
Capital Facilities (25)	2,671,548	450,000	388,135	61,865	2,733,413
County School Facilities (35)	60,601	1,200	-	1,200	61,801
Capital Outlay (40)	32,662,316	700,000	360,000	340,000	33,002,316
Bond Interest & Redemption (51)	\$2,247,634	\$3,585,269	\$3,525,894	\$59,375	\$2,307,009

Next Steps

- ❖ **Board is recommended to adopt 2023-24 budget at 6/28 board meeting**
- ❖ **6/15 Constitutional deadline for Senate and Assembly to send Governor a balanced budget**
- ❖ **Budget Revision within 45 days after the Governor adopts the State budget**
- ❖ **Year-End Closing for 2022-23 fiscal year and unaudited actual reports**
- ❖ **Schedule 2022-23 financial audit**
- ❖ **2023-24 school starts on 8/16/2023**
- ❖ **2023-24 First Interim Report in December 2023**



Any Questions ?

