

# Pleasanton Unified School District

2022/23 Unaudited Actuals

Board of Trustees Meeting

September 14, 2023

# Presentation Summary

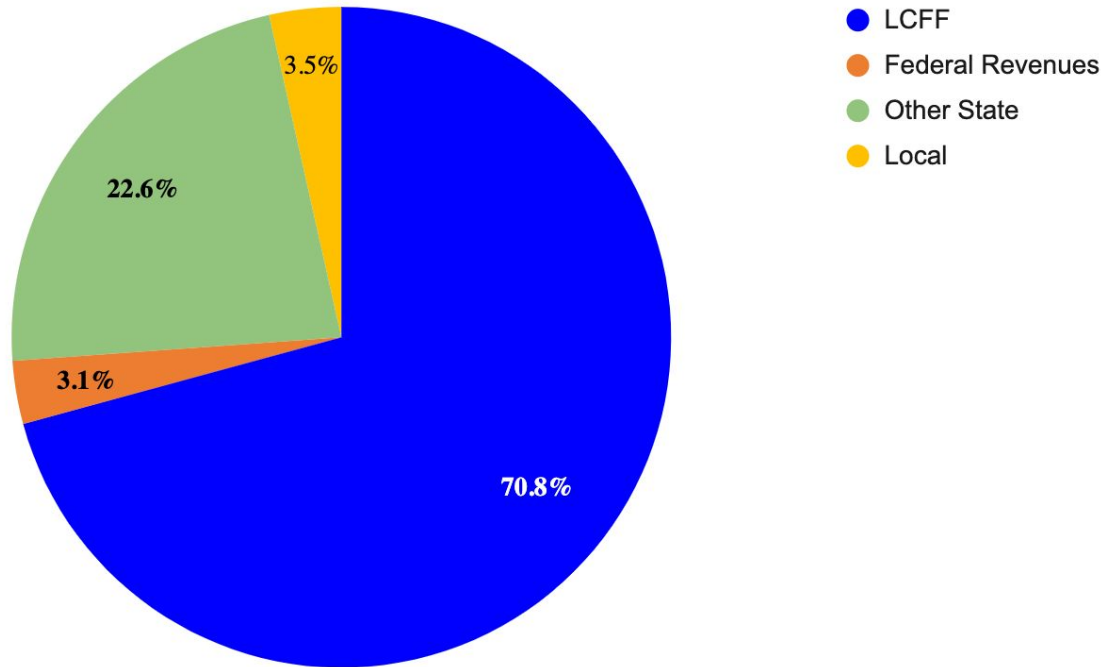
- Key Findings
- Review 2022/23 Unaudited Actuals Revenue
- Review 2022/23 Unaudited Actuals Expenditures
- 2022/23 Variance Reports
- Comparison between 2021/22 and 2022/23
- All Funds Report
- Components of the Ending Fund Balance
- Next Steps
- Appendix

# Key Finding

- State made new investments into LCFF and provided Restricted grants in 2022/23
- Total Restricted Program Ending Fund Balance: \$20.9M
- Received \$13M in one-time restricted funds in 2022/23
- Total reserves is at \$12.17M or 5.62% of total expenditures
- In 2022/23, PUSD had Unrestricted **deficit** of \$2.34M
- Increased costs in Salaries, Benefits, and Services and Operations
- Contribution from unrestricted to restricted programs has increased
- Enrollment decline will impact the budget more in the next few years as a result of the 3 year average formula used to calculate our funded ADA

# 2022/23 Unaudited Actuals Revenues

2022/23 Unaudited Actuals Revenue Sources

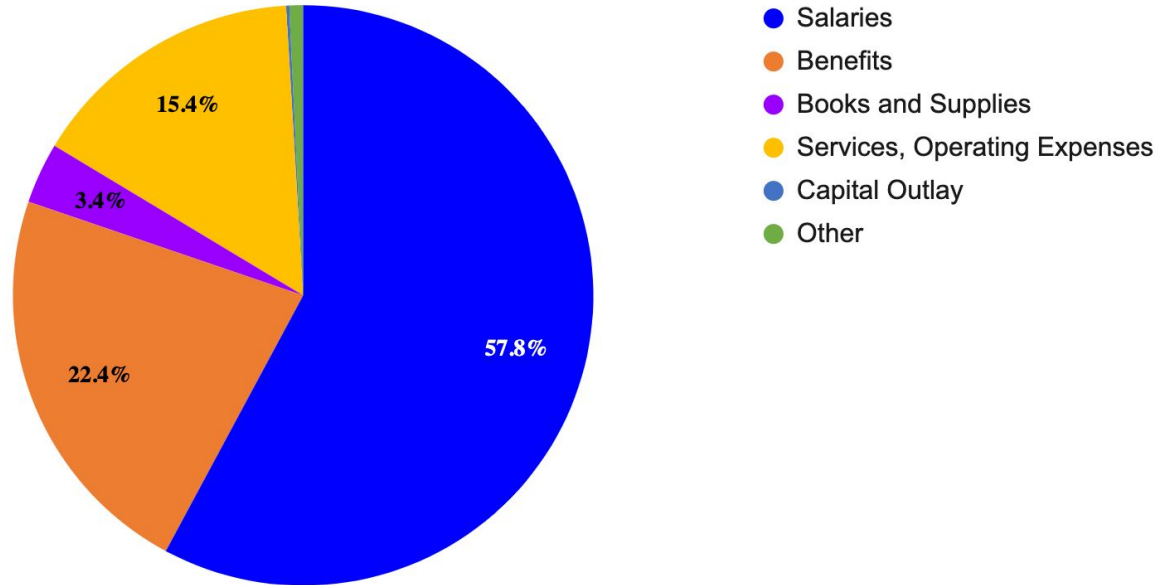


**Total Revenues:**  
**\$223,166,723**

- LCFF revenues grew by 11.24%
- 6.56% COLA for 2021/22 + 6.07% increase to base
- LCFF revenue based on 3 year average ADA (hold harmless)
- Enrollments has declined 1,100 students since 2019/20 (CBED)
- Includes \$13M of one-time funding

# 2022/23 Unaudited Actuals Expenditures

2022/23 Unaudited Actuals Expenditures



## Total Expenditures: \$216,716,200

- Salaries and Benefits represents 80.2% of total expenditures
- Includes increased compensation and benefits for 2022/23
- Includes staff right sizing from 2021/22
- Includes increased restricted expenditures from pandemic related funding
- \$8.9M increase in Services and Operating costs
- Increased contribution towards special education and routine maintenance

**PLEASANTON UNIFIED SCHOOL DISTRICT**

**Variance Report - 2022/2023**



**Variance Reports**

Unrestricted & Restricted General Fund	Original Budget	45-Day Budget	First Interim	Second Interim	Estimated Actuals	Unaudited Actuals	Increase / (Decrease)	Percentage
<b>BEGINNING FUND BALANCE</b>	<b>\$27,885,747</b>	<b>\$27,885,747</b>	<b>\$27,885,747</b>	<b>\$27,885,747</b>	<b>\$27,885,747</b>	<b>\$27,885,747</b>	<b>\$ -</b>	<b>0.00%</b>
<b>REVENUE</b>								
LCFF Sources/Property Taxes	153,037,845	0	157,888,876	157,692,158	157,894,764	157,919,426	24,662	0.02%
Federal Revenues	6,055,715	0	6,913,373	7,007,054	7,007,059	6,915,514	(91,545)	-1.31%
Other State Revenue (1)	33,558,759	0	51,592,609	52,414,211	44,927,404	50,471,143	5,543,739	12.34%
Other Local Revenue (2)	2,912,054	0	4,128,232	4,747,668	5,427,669	7,860,640	2,432,971	44.83%
<b>TOTAL REVENUE</b>	<b>\$195,564,373</b>	<b>\$0</b>	<b>\$220,523,090</b>	<b>\$221,861,091</b>	<b>\$215,256,896</b>	<b>\$223,166,724</b>	<b>7,909,828</b>	<b>3.67%</b>
<b>EXPENDITURES</b>								
Certificated Salaries (3)	94,738,878	0	95,921,971	96,144,289	96,648,855	97,919,252	1,270,397	1.31%
Classified Salaries (3)	26,884,840	0	26,096,469	25,734,933	26,592,953	27,438,851	845,898	3.18%
Employee Benefits (3)	50,505,269	0	50,534,194	50,451,539	48,833,087	48,518,167	(314,920)	-0.64%
Books and Supplies (4)	6,999,762	0	10,676,635	10,650,030	9,656,551	7,339,775	(2,316,776)	-23.99%
Services, Operating Expenses (4)	21,871,863	0	28,919,345	32,477,083	34,803,791	33,470,169	(1,333,622)	-3.83%
Capital Outlay	795,500	0	946,524	752,461	681,766	356,491	(325,275)	-47.71%
Other Outgo	1,567,527	0	1,567,527	1,567,527	1,635,841	1,918,398	282,557	17.27%
Direct Support/Indirect Costs	-150,504	0	-150,504	-262,873	-262,873	-244,902	17,971	-6.84%
<b>TOTAL EXPENDITURES</b>	<b>203,213,135</b>	<b>0</b>	<b>214,512,161</b>	<b>217,514,989</b>	<b>218,589,971</b>	<b>216,716,201</b>	<b>(1,873,770)</b>	<b>-0.86%</b>
<b>OTHER FINANCING SOURCES</b>								
Transfers In	531,000	-	540,278	729,218	736,158	737,979	1,821	0.25%
Contributions	-	-	-	-	-	-	-	
Transfers Out and Other Uses	-	-	-	-	-	-	-	
<b>INCOME minus EXPENSES &amp; TRANSFERS</b>	<b>(7,117,762)</b>	<b>-</b>	<b>6,551,207</b>	<b>5,075,320</b>	<b>(2,596,917)</b>	<b>7,188,502</b>	<b>9,785,419</b>	<b>376.81%</b>
<b>ENDING FUND BALANCE</b>	<b>\$20,767,985</b>	<b>\$27,885,747</b>	<b>\$34,436,954</b>	<b>\$32,961,067</b>	<b>\$25,288,830</b>	<b>\$35,074,249</b>	<b>9,785,419</b>	<b>38.69%</b>

1 State revenues are up due to an increase in Lottery and less of a reduction to restricted grant programs

2 Recognize revenue when received

3 Final Staffing adjustments, stipends, and sub costs

4 Less supply and operating expenses resulting in carryover to the restricted program budget

Unrestricted General Fund - 2022/23		Original Budget	45-Day Budget	First Interim	Second Interim	Estimated Actuals	Unaudited Actuals	Increase / (Decrease)	Percentage
BEGINNING FUND BALANCE		16,419,511	16,419,511	16,419,511	16,419,511	16,419,511	16,419,511		0.00%
REVENUE									
	LCFF Sources/Property Taxes	152,005,894		156,856,925	156,660,207	156,790,457	156,792,524	2,067	0.00%
	Federal Revenues	-		-				-	
	Other State Revenue	6,339,237		7,368,995	7,619,247	7,619,247	8,249,580	630,333	8.27%
	Other Local Revenue	1,418,985		1,507,068	1,625,369	1,833,423	2,264,901	431,478	23.53%
TOTAL REVENUE		159,764,116	-	165,732,988	165,904,823	166,243,127	167,307,006	1,063,879	0.64%
EXPENDITURES									
	Certificated Salaries	75,733,477		76,556,731	77,391,294	77,956,369	78,477,394	521,025	0.67%
	Classified Salaries	15,574,058		14,886,207	14,723,662	15,223,528	15,407,103	183,575	1.21%
	Employee Benefits	28,920,184		28,948,891	29,196,234	28,104,255	27,830,553	(273,702)	-0.97%
	Books and Supplies	4,647,636		5,716,697	4,891,678	3,668,700	3,144,314	(524,386)	-14.29%
	Services, Operating Expenses	12,220,487		13,970,814	14,280,501	15,569,228	15,408,514	(160,714)	-1.03%
	Capital Outlay	195,500		341,300	338,223	367,233	90,151	(277,082)	-75.45%
	Other Outgo	1,367,527		1,367,527	1,367,527	1,367,527	1,424,163	56,636	4.14%
	Transfers of Indirect Costs	(2,152,972)		(2,103,974)	(2,294,652)	(2,301,683)	(2,234,364)	67,319	-2.92%
TOTAL EXPENDITURES		136,505,897	-	139,684,193	139,894,467	139,955,157	139,547,827	(407,330)	-0.29%
OTHER FINANCING SOURCES									
	Transfers In/Out	531,000		540,278	729,218	736,158	737,979	1,821	0.25%
	Other Sources/Uses							-	
	Contributions	(31,190,606)		(31,376,626)	(30,989,335)	(31,486,785)	(30,836,092)	650,693	-2.07%
	Categorical Programs							-	
	Special Education	(25,505,692)		(25,694,982)	(25,304,691)	(25,520,141)	(24,704,452)	815,689	-3.20%
	Restricted Routine Repair	(5,684,644)		(5,684,644)	(5,684,644)	(5,984,644)	(6,131,640)	(146,996)	2.46%
	Transfers Out and Other Uses	-						-	
TOTAL - OTHER FINANCING		(30,659,606)	-	(30,836,348)	(30,260,117)	(30,750,627)	(30,098,113)	652,514	-2.12%
INCOME minus EXPENSES & TRANSFERS		(7,401,387)	-	(4,787,553)	(4,249,761)	(4,462,657)	(2,338,934)	2,123,723	
ENDING FUND BALANCE		9,018,124	16,419,511	11,631,958	12,169,750	11,956,854	14,080,577	2,123,723	17.76%

# Variance Reports



# Variance Reports

Restricted General Fund - 2022/23	Original Budget	45-Day Budget	First Interim	Second Interim	Estimated Actuals	Unaudited Actuals	Increase / (Decrease)	Percentage
<b>BEGINNING FUND BALANCE</b>	<b>\$11,466,236</b>	<b>\$11,466,236</b>	<b>\$11,466,236</b>	<b>\$11,466,236</b>	<b>\$11,466,236</b>	<b>\$11,466,236</b>		<b>0.00%</b>
<b>REVENUE</b>								
LCFF Sources/Property Taxes	1,031,951		1,031,951	1,031,951	1,104,307	1,126,902	22,595	2.05%
Federal Revenues	6,055,715		6,913,373	7,007,054	7,007,059	6,915,514	(91,545)	-1.31%
Other State Revenue	27,219,522		44,223,614	44,794,964	37,308,157	42,221,563	4,913,406	13.17%
Other Local Revenue	1,493,069		2,621,164	3,122,299	3,594,246	5,595,739	2,001,493	55.69%
<b>TOTAL REVENUE</b>	<b>35,800,257</b>	<b>-</b>	<b>54,790,102</b>	<b>55,956,268</b>	<b>49,013,769</b>	<b>55,859,718</b>	<b>6,845,949</b>	<b>13.97%</b>
<b>EXPENDITURES</b>								
Certificated Salaries	19,005,401		19,365,240	18,752,995	18,692,486	19,441,858	749,372	4.01%
Classified Salaries	11,310,782		11,210,262	11,011,271	11,369,425	12,031,748	662,323	5.83%
Employee Benefits	21,585,085		21,585,303	21,255,305	20,728,832	20,687,614	(41,218)	-0.20%
Books and Supplies	2,352,126		4,959,938	5,758,352	5,987,851	4,195,461	(1,792,390)	-29.93%
Services, Operating Expenses	9,651,376		14,948,531	18,196,582	19,234,563	18,061,655	(1,172,908)	-6.10%
Capital Outlay	600,000		605,224	414,238	314,533	266,341	(48,192)	-15.32%
Other Outgo	200,000		200,000	200,000	268,314	494,236	225,922	84.20%
Direct Support/Indirect Costs	2,002,468		1,953,470	2,031,779	2,038,810	1,989,462	(49,348)	-2.42%
<b>TOTAL EXPENDITURES</b>	<b>66,707,238</b>	<b>-</b>	<b>74,827,968</b>	<b>77,620,522</b>	<b>78,634,814</b>	<b>77,168,374</b>	<b>(1,466,440)</b>	<b>-1.86%</b>
<b>OTHER FINANCING SOURCES</b>								
Transfers In	-		-				-	
Contributions	31,190,606		31,376,626	30,989,335	31,486,785	30,836,092	(650,693)	-2.07%
Categorical Programs*							-	
Special Education	25,505,692		25,694,982	25,304,691	25,502,141	24,704,452	(797,689)	-3.13%
Restricted Routine Repair	5,684,644		5,684,644	5,684,644	5,984,644	6,131,640	146,996	2.46%
Transfers Out and Other Uses	-						-	
<b>INCOME minus EXPENSES &amp; TRANSFERS</b>	<b>283,625</b>		<b>11,338,760</b>	<b>9,325,081</b>	<b>1,865,740</b>	<b>9,527,435</b>	<b>7,661,695</b>	
<b>ENDING FUND BALANCE</b>	<b>11,749,861</b>	<b>11,466,236</b>	<b>22,804,996</b>	<b>20,791,317</b>	<b>13,331,976</b>	<b>20,993,672</b>	<b>7,661,695</b>	<b>57.47%</b>



# Components of the Ending Fund Balance

<b>Restricted Balances</b>	<b>\$20,934,072</b>
Expanded Learning Opportunities Program	\$1,331,042
Other Restricted Federal	\$3,063
Educator Effectivness	\$1,595,602
Lottery Instructional Material	\$108,281
Special Education	\$303,431
Mental Health Related Services	\$414,311
Special Education Early Intervention Preschool Grant	\$35,649
Art, Music, and Instr. Materials Discretionary Block Grant	\$7,534,034
Child Nutrition: Kitchen Infrastructure Upgrade Funds	\$12,500
Child Nutrition: Food Service Staff Training Funds	\$36,240
A-G Access Success Mitigation Grant	\$315,625
A-G Learning Loss Mitigation Grant	\$61,761
ELO Grant (Paraprofessional)	\$367,269
Learning Recovery Emergency Block Grant	\$4,244,383
Other Restricted State	\$125,114
Routine Maintenance Account:	\$2,028,100
Other Restricted Local	\$2,417,668
<b>Unrestricted Assigned Fund Balances</b>	<b>\$371,000</b>
Program Carryover	\$371,000
<b>Reserves</b>	<b>\$12,170,122</b>
Economic Uncertainty	\$6,501,826
AR 3100	\$2,386,491
Unassigned/Unappropriated	\$3,281,805
<b>Non-Spendable Cash</b>	<b>\$1,599,055</b>
<b>Total Ending Fund Balance</b>	<b>\$35,074,250</b>



Long list of  
State  
Restricted  
and  
Categorical  
Programs



5.62% of GF  
expenditures,  
about one  
month of  
operating  
expenses

# Comparison between 21/22 and 22/23

Key Indicators	2021/22	2022/23	% Change
Ending Fund Balance	\$27,885,747	\$35,074,250	25.78%
Total Reserves	\$13,808,821	\$12,170,122	-11.87%
Reserves as % of Total Expenditures	6.94%	5.62%	-19.07%
Total Revenues	\$196,107,328	\$223,166,724	13.80%
Revenues from LCFF	\$141,965,796	\$157,919,426	11.24%
Other State Revenues	\$41,235,346	\$50,471,143	22.40%
Federal Revenues	\$6,319,708	\$6,915,514	9.43%
Total Expenditures	\$199,001,286	\$216,716,201	8.90%
Total Salaries and Benefits	\$164,938,846	\$173,876,270	5.42%
Unrestricted Salaries and Benefits	\$113,242,982	\$121,715,050	7.48%
Unrestricted Books and Supplies	\$3,641,832	\$3,144,314	-13.66%
Unrestricted Services and Operations	\$13,821,222	\$15,408,514	11.48%
Restricted Salaries and Benefits	\$51,695,864	\$52,161,220	0.90%
Restricted Books and Supplies	\$3,641,832	\$4,195,461	15.20%
Restricted Services and Operations	\$13,821,222	\$18,061,655	30.68%
Contribution to Special Education	\$22,381,075	\$24,704,452	10.38%

Fund	Description	2021-22	2022-23
01	General Fund (Operating Budget)	\$27,885,747	\$35,074,249
11	Adult Education	\$99,489	\$194,921
12	Child Development	NA	221,276
13	Cafeteria (Child Nutritional Services)	\$2,920,620	\$5,658,614
14	Deferred Maintenance	\$114,378	\$116,199
17	Non-capital	\$579,363	\$0
17	Non-capital (PSEE)	\$80,686	\$0
21	Facility Bond Program (Measure I1)	\$104,672,463	\$156,623,442
25	Capital Facilities (Developer Fees)	\$1,648,921	\$2,173,175
40	Capital	\$4,304,553	\$7,011,553
40	Capital Sycamore	\$7,205,646	\$7,249,810
63	Enterprise (Kids Club, Steam, Horizon)	\$177,464	\$2,958,887
71	Retiree Benefit	\$6,079,347	\$6,467,474

# All Funds Ending Balance

Key:

Blue: funds where revenues come from grants, tuition, reimbursements or sales

Red: facility and maintenance related funds

# Next Steps

- Independent financial audit of 2022/23 Unaudited Actuals
- Update 2023/24 Budget based on the Unaudited Actual
- First Interim Report - December 2023 Board Meeting
- Monitor enrollment and ADA for 2023/24 and beyond
- Continue work on planning and budgeting to ensure educational needs are met with fiscal stability

# Appendix: Budget Calendar

- **September 2023: Unaudited Actuals FY 22/23**
- December 2023: First Interim Report, as of 10/31/23
- January 2024: Audited Financial Statements for FY 22/23
- January 2024: Governor's Budget Proposal for FY 24/25
- March 2024: Second Interim Report, as of 1/31/24
- March-April 2024: Staff Review and prepare for Budget Development
- May 2024: Governor's May Revise Budget Proposal
- June 2024: Estimated Actuals FY 23/24 & Budget Adoption for FY 24/25