Alum Rock Union Elementary School District

2023-24
First Interim Budget

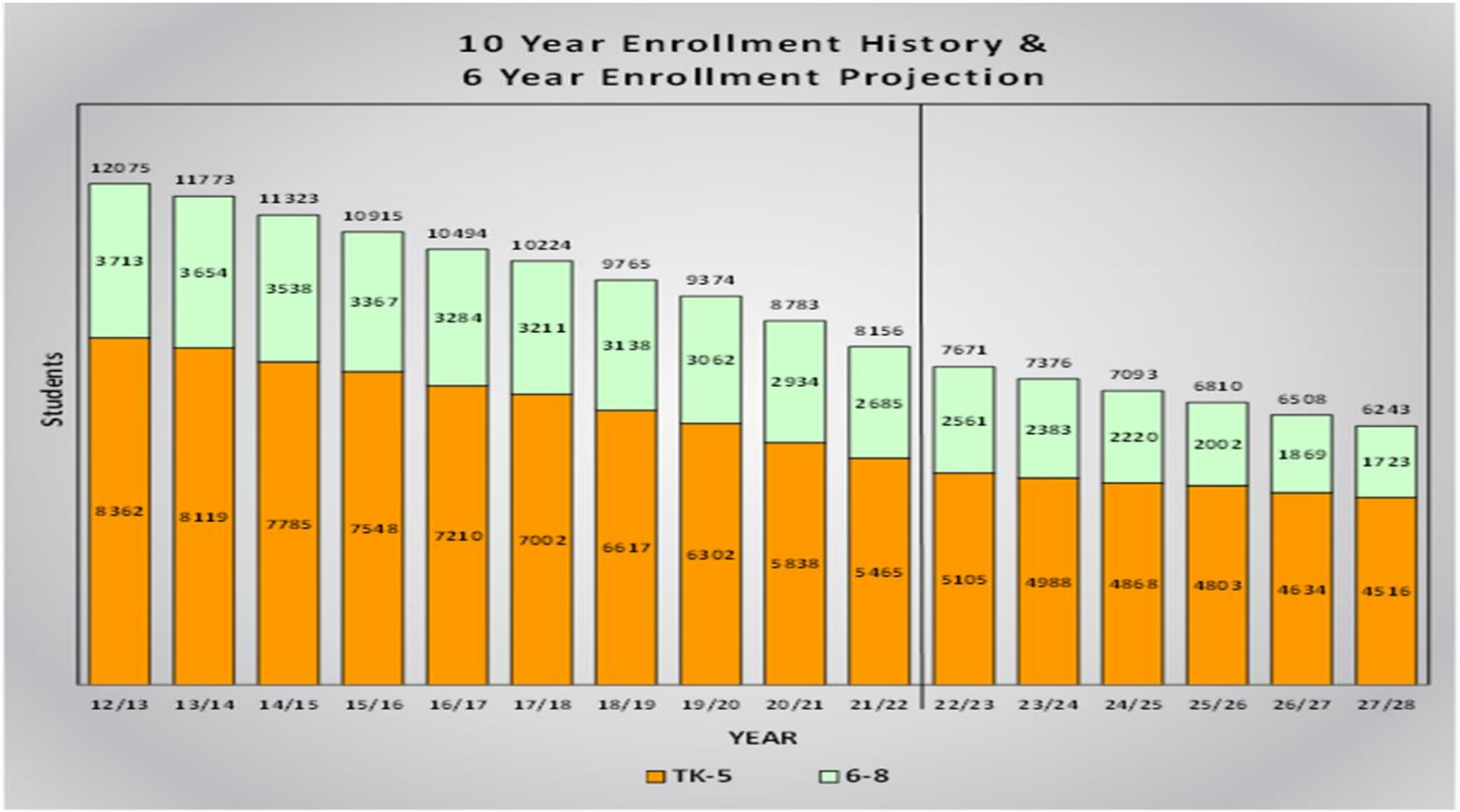
December 14, 2023

Presented by: Kolvira Chheng, Asst. Supt., Business Services

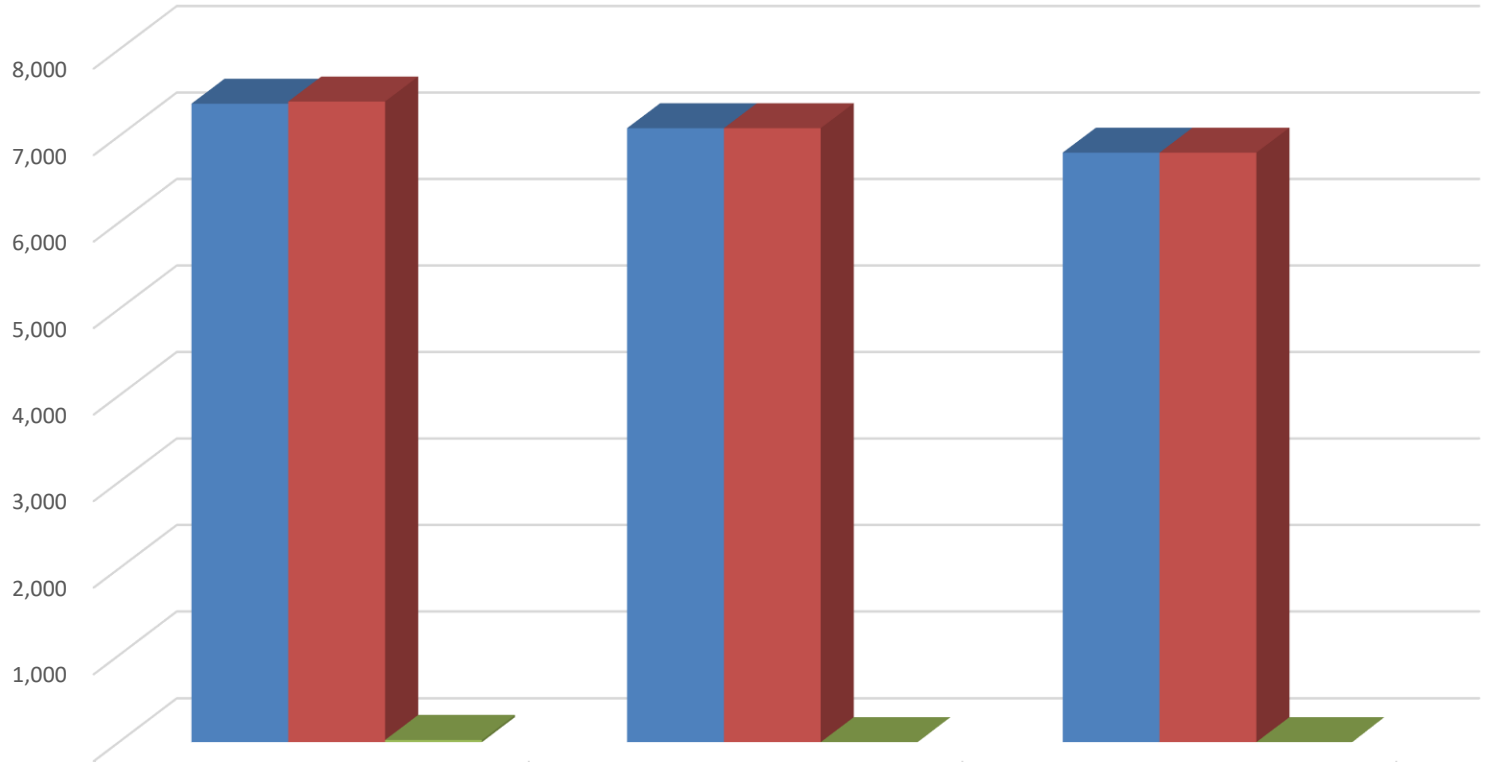
Agenda

- Key Assumptions
- Multi-Year Projections
- Next Steps/Future Considerations

Key Assumptions – Enrollment per SchoolWorks



Key Assumptions - Changes in Enrollment from Adopted Budget to First Interim



	2023-24	2024-25	2025-26
Adopted Budget	7,376	7,093	6,810
First Interim	7,401	7,093	6,810
Difference	25	-	-

LCFF Projections

Based on 2023 -24 First Interim			
LCFF	2023-24	2024-25	2025-26
Funded COLA	8.22%	3.94%	3.29%
LCFF Entitlement	114,128,176	111,764,321	110,610,759
Changes from Prior Year in Amt.	N/A	(2,363,855)	(1,153,562)
Changes from Prior Year in %	N/A	-2.07%	-1.03%

Key Assumptions – Revenues

- Revenues
  - State Revenue
    - LCFF
      - FY 2023-24 based on prior three year rolling average ADA, COLA = 8.22%
      - FY 2024-25 based on prior three year rolling average ADA, COLA = 3.94%
        - COLA may be reduced
      - FY 2025-26 based on prior three year rolling average ADA, COLA = 3.29%
        - COLA may be reduced
    - One-time Learning Recovery Emergency Block Grant = Approximately $8.6M (Restricted)
    - One-time Arts, Music, Instructional Materials Discretionary Block Grant = Approximately $4.6M (Restricted)
    - Expanded Learning Opportunity Program (ELOP) = Approximately $12M (Restricted)
  - Local Revenue
    - Measure I Parcel Taxes = Approximately $4.6M per year
  - Federal Revenue
      - One-time ESSER III = Approximately $10M will be exhausted in FY 2023-24

Key Assumptions – Expenditures

- **Expenditures**
  - **Salaries increase for FY 2023-24 for all bargaining units and management are included**
  - **CalPERS Rates**
    - **FY 2023-24 = 26.68%, FY 2024-25 = 27.70% and FY 2025-26 = 28.30%**
  - **CalSTRS Rates**
    - **FY 2022-23 = 19.10%, FY 2023-24 = 19.10% and FY 2024-25 = 19.10 %**
  - **Increase Step and Column for all three years**
  - **Increase contribution for Special Education Program in out-years**
  - **Maintain 3% contribution to Routine Restricted Maintenance Account (RRMA) for all three years**
  - **Reduction of 10 certificated FTEs in FY 2024-25 to align with declining enrollment**
  - **Reduction of 10 certificated FTEs in FY 2025-26 to align with declining enrollment**
  - **Starting In FY 2024-25, all salaries and benefits costs paid by ESSER III funds will be transferred from the Restricted General Fund back to the Unrestricted General Fund**

Multi-Year Projection - Unrestricted General Fund

	UNRESTRICTED GENERAL FUND		
	2023-24 First Interim	2024-25 Projected	2025-26 Projected
BEGINNING BALANCE	**39,067,447**	**35,924,665**	**19,175,506**
LCFF	114,128,176	111,764,321	110,610,759
Fed	-	-	-
State	1,930,063	1,932,187	1,886,594
Local	7,972,875	8,092,245	8,014,053
TOTAL REVENUES	**124,031,114**	**121,788,753**	**120,511,406**
1xxx	46,479,673	49,716,648	49,599,648
2xxx	13,529,069	16,307,389	16,633,537
3xxx	24,780,718	27,534,728	27,685,404
4xxx	2,598,916	2,598,916	2,598,916
5xxx	11,994,253	11,994,253	11,994,253
6xxx	222,970	222,970	222,970
7xxx	(5,268,423)	(3,528,414)	(3,535,372)
Other Adjustments	-	-	(4,800,000)
TOTAL EXPENDITURES	**94,337,178**	**104,846,491**	**100,399,356**
76xx	-	-	-
89xx	(32,836,719)	(33,691,421)	(34,268,791)
TOTAL CONTRIBUTIONS/TRANSFERS	**(32,836,719)**	**(33,691,421)**	**(34,268,791)**
Surplus/(Deficit)	**(3,142,782)**	**(16,749,159)**	**(14,156,741)**
ENDING FUND BALANCE	**35,924,665**	**19,175,506**	**5,018,765**

Multi-Year Projection - Restricted General Fund

	RESTRICTED GENERAL FUND		
	2023-24 First Interim	2024-25 Projected	2025-26 Projected
BEGINNING BALANCE	32,876,914	-	-
LCFF	-	-	-
Fed	22,281,734	5,331,711	5,230,385
State	24,829,271	22,077,003	21,623,734
Local	956,159	656,824	651,065
TOTAL REVENUES	**48,067,165**	**28,065,538**	**27,505,184**
1xxx	21,758,230	15,350,979	15,581,243
2xxx	11,565,603	8,822,502	8,355,178
3xxx	20,277,831	16,381,914	16,346,471
4xxx	33,140,800	2,767,541	2,791,096
5xxx	19,104,964	15,271,795	15,530,800
6xxx	2,365,111	-	-
7xxx	5,568,260	3,162,229	3,169,187
Other Adjustments	-	-	-
TOTAL EXPENDITURES	**113,780,798**	**61,756,959**	**61,773,975**
76xx	-	-	-
89xx	32,836,719	33,691,421	34,268,791
TOTAL CONTRIBUTIONS/TRANSFERS	**32,836,719**	**33,691,421**	**34,268,791**
Surplus/(Deficit)	**(32,876,915)**	**0**	**0**
ENDING FUND BALANCE	**0**	**0**	**0**

Next Steps/Future Considerations

- January Governor's Budget Proposal for Fiscal Year 2024-25
- Budget Development Process Begins – January 2024
- Second Interim – March 2024
- May Revise – May 2024
- Public Hearing for 2024-25 Budget and LCAP – June 2024
- Adoption of 2024-25 Budget and LCAP – June 2024

Thank you and Questions

