



2023-24
First Interim
Budget Report





Vision/Mission/Core Values

Vision

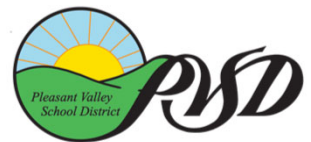
Excellence for ALL

Mission

PVSD prepares 21st century learners who are responsible members of our global society.

Core Values

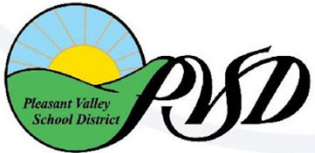
Student Centered, Equity, Teamwork,
Integrity, Embracing and Celebrating Diversity





VISION 2024

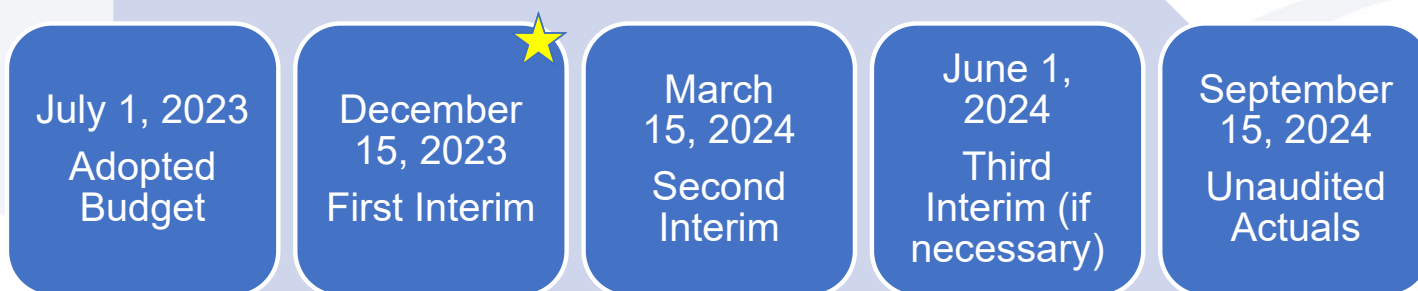
EXCELLENCE FOR ALL



Strategic Plan Goals

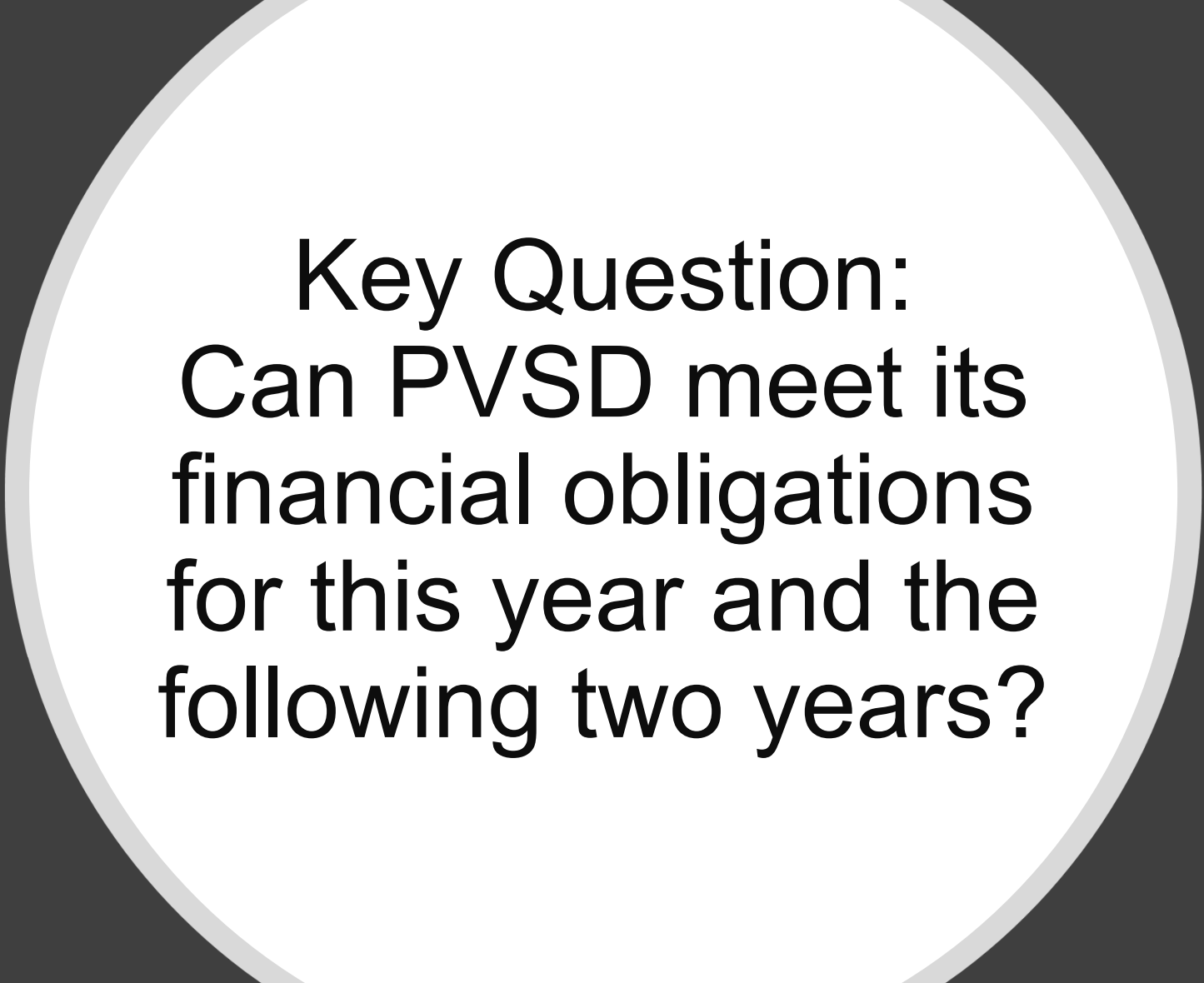
- #1 High Student Achievement
- #2 Healthy, Safe, and Connected
- #3 Budget Stewardship
- #4 Effective Communication

AB 1200 Requirements and Key Deadlines



Fiscal Year 2023-24:
July 1, 2023 – June 30, 2024

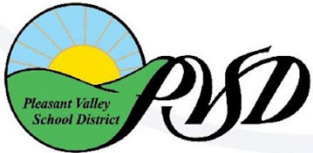


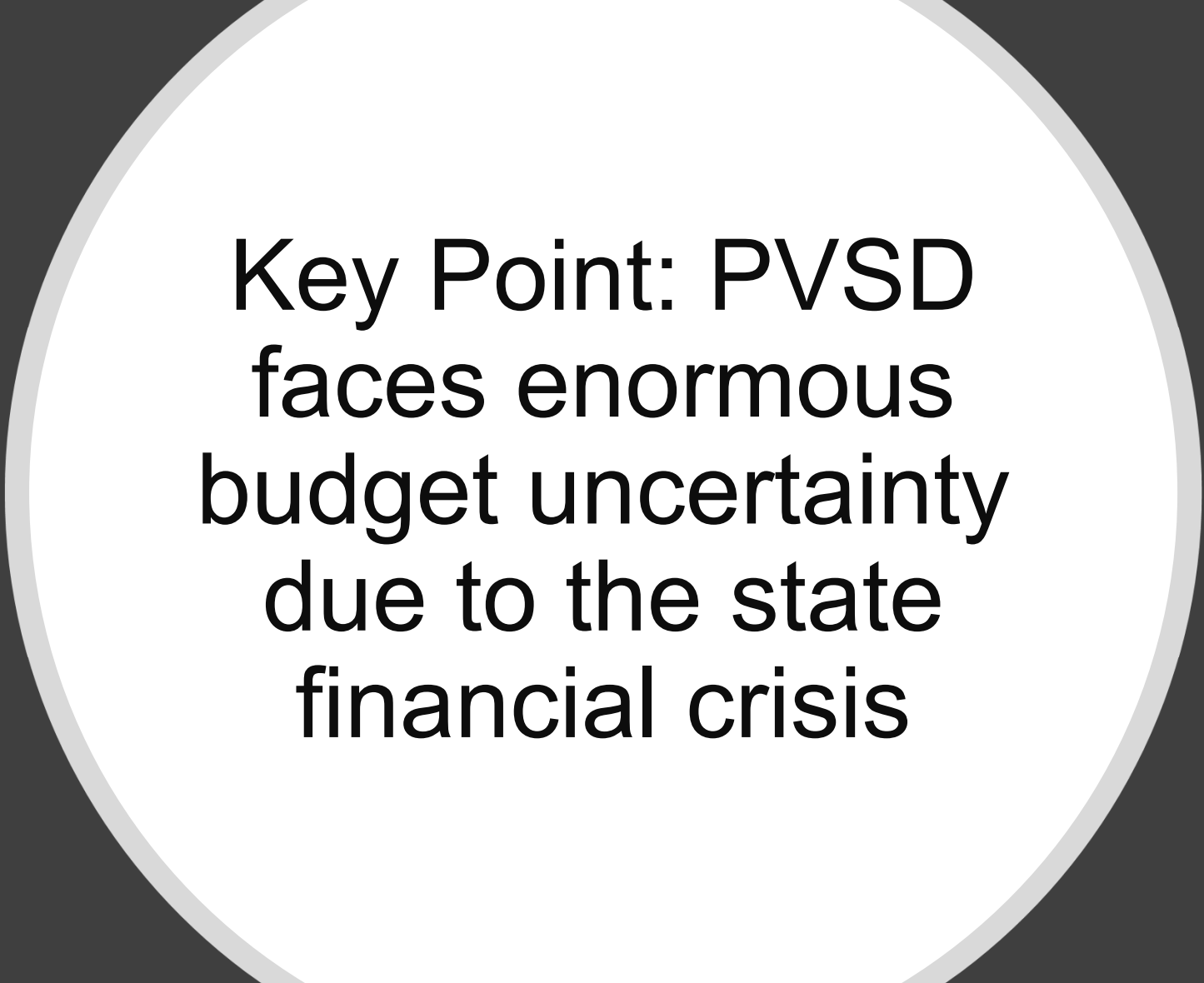


Key Question:
Can PVSD meet its
financial obligations
for this year and the
following two years?

Positive Certification Warranted

X	POSITIVE CERTIFICATION				
	As President of the Governing Board of this school district, I certify that based upon current projections this district will meet its financial obligations for the current fiscal year and subsequent two fiscal years.				
	QUALIFIED CERTIFICATION				
	As President of the Governing Board of this school district, I certify that based upon current projections this district may not meet its financial obligations for the current fiscal year or two subsequent fiscal years.				
	NEGATIVE CERTIFICATION				
	As President of the Governing Board of this school district, I certify that based upon current projections this district will be unable to meet its financial obligations for the remainder of the current fiscal year or for the subsequent fiscal year.				





Key Point: PVSD
faces enormous
budget uncertainty
due to the state
financial crisis

Financial Status Check



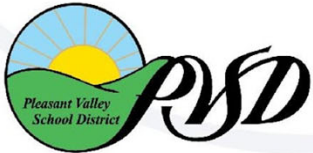
Internal changes and
uncertainties



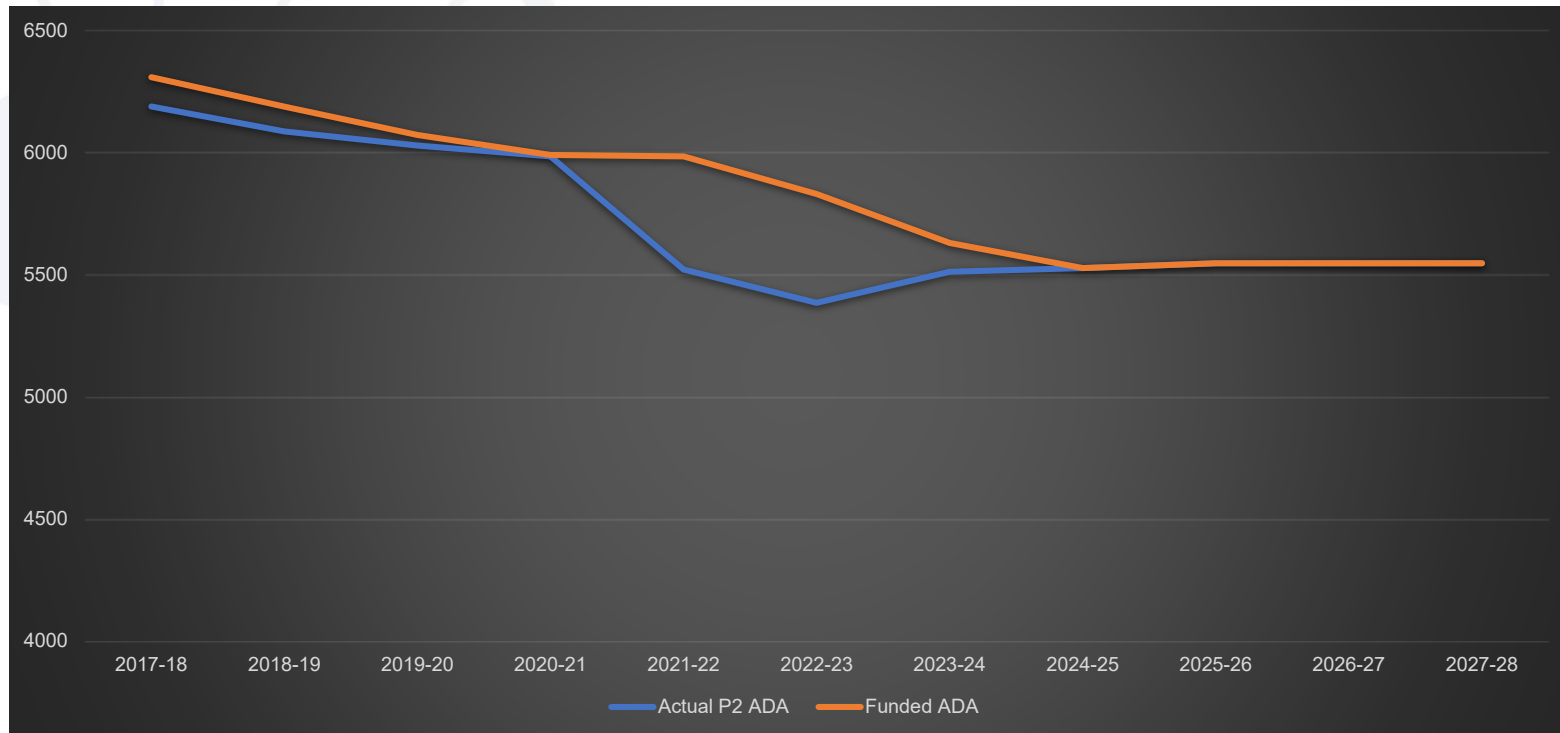
External changes and
uncertainties

Internal: Changes, Uncertainties, and New Information

- Unduplicated Pupil Count at historical high of 2,266
 - > \$210,000 growth in Supplemental funding for increased or improved services for “high needs pupils”
- Attendance rates on pace for 2% above last year, which increases the three-year rolling ADA
 - would improve future LCFF funding

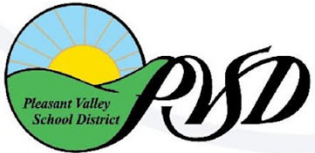


Actual ADA vs. Funded ADA



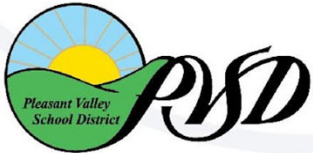
Internal: Changes, Uncertainty, and New Information

- Proposition 28 Arts and Music in Schools (AMS) allocations released and incorporated into budget - \$800K*
- Budget Act settlement of LREBG and AMIMDBG funding incorporated into budget - total of \$6.995M*, with approximately \$1.2M already committed via CBA
- Update of estimates for interest income



Internal: Changes, Uncertainty, and New Information

- Increased staffing expenditures associated with expanding our services for Special Education programming
- Decreased costs paid to external agencies for outsourcing of Special Education programming
 - uncertainty due to updated expenditure projections not available until late December



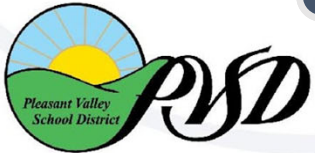
External Changes: Dependency Structure

PVSD
Expenditure
Plans

PVSD
Revenue
Projections

State Expenditure and
Apportionment Plans

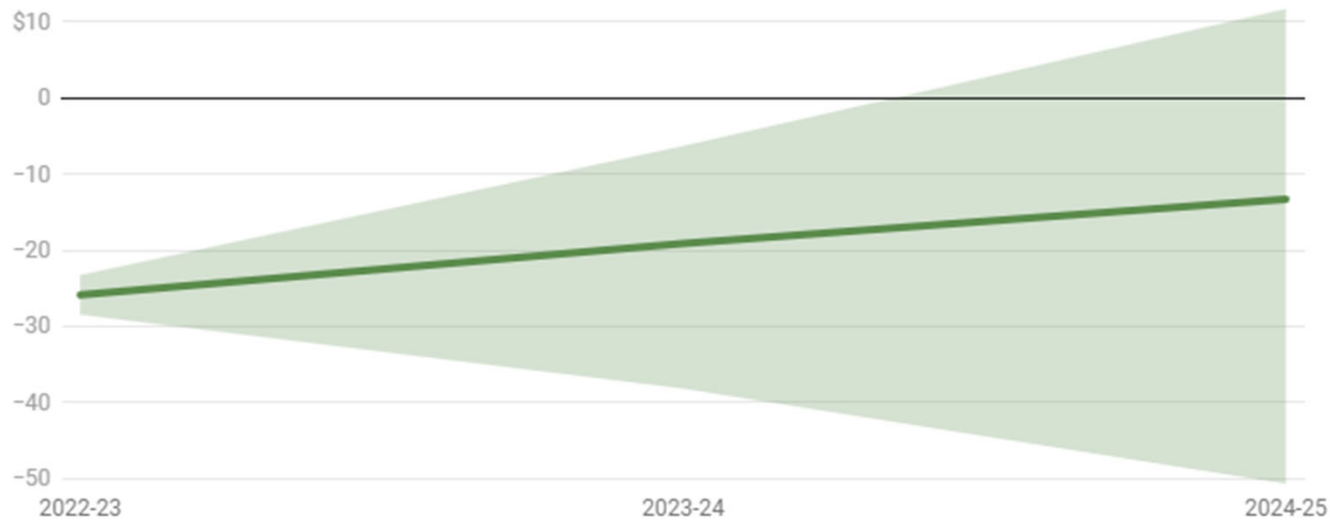
State Revenue Projections



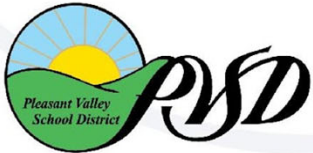
LAO Projects 2022 Tax Revenues to be \$26,000,000,000 Below Budget Act Projections

How Much Could Revenues Differ From Budget Act Projections?

LAO Forecast Minus Budget Act (In Billions)

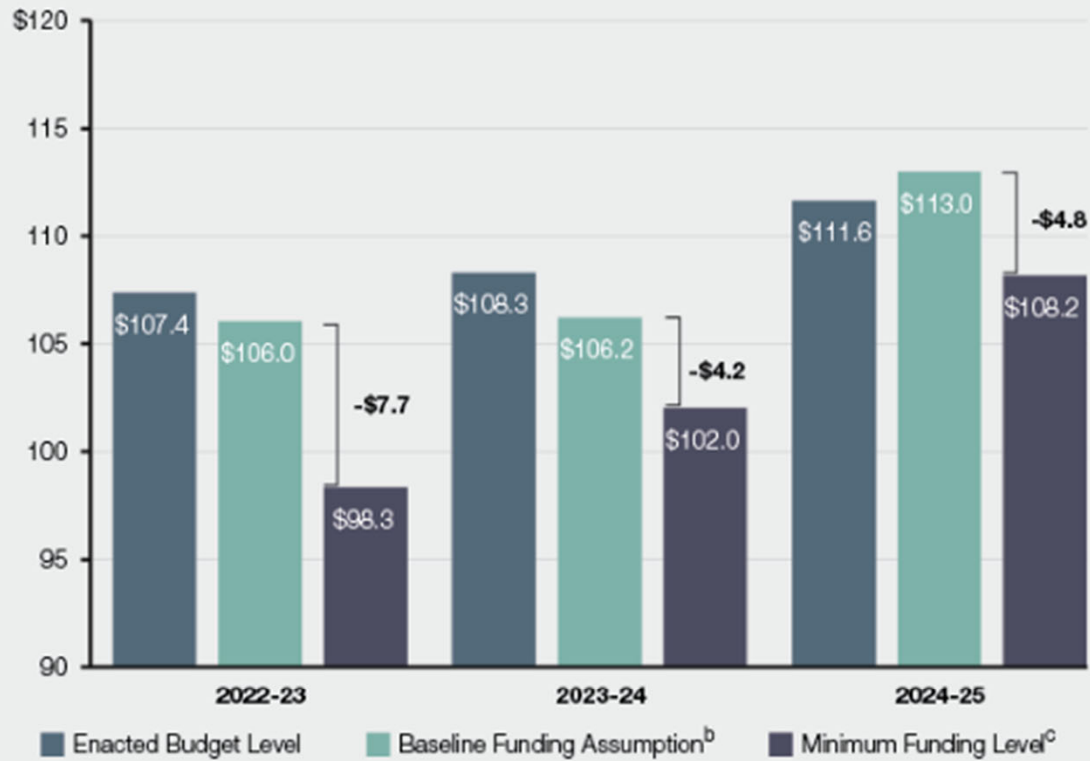


Graphic copied from LAO website:
lao.ca.gov/LAOEconTax/Article/Detail/777

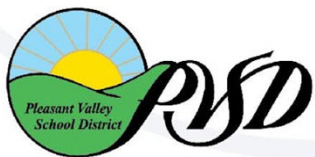


Comparing Proposition 98 Funding Levels in the Budget Window^a

(In Billions)



\$8.1 Billion Reserve Withdrawal
Available During the Budget Window



Graphic copied from LAO's
California Fiscal Outlook

One-Time Funds

	20-21		21-22		22-23		23-24	
	July 20- Dec 20	Jan 21 - June 21	July 21 -Dec 21	Jan 22 - Jun 22	July 22 - Dec 22	Jan 23 - Jun 23	July 23 - Dec 23	Jan 24 - Jun 24
CRF LLM								
LLM GF								
ELOG								
LLM GEER								
ESSER I								
ESSER II								
ESSER III								

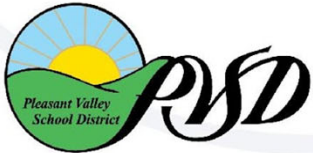
?

COLA Projections Likely Also Wrong

LCFF PLANNING FACTORS					
Factor	2022-23	2023-24 ¹	2024-25	2025-26	2026-27
Department of Finance Statutory COLA	6.56%	8.22%	3.94%	3.29%	3.19%
Planning COLA	6.56%	8.22%	3.94%	3.29%	3.19%

Table excerpt from School Services of California's "Dartboard"

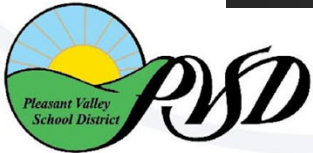
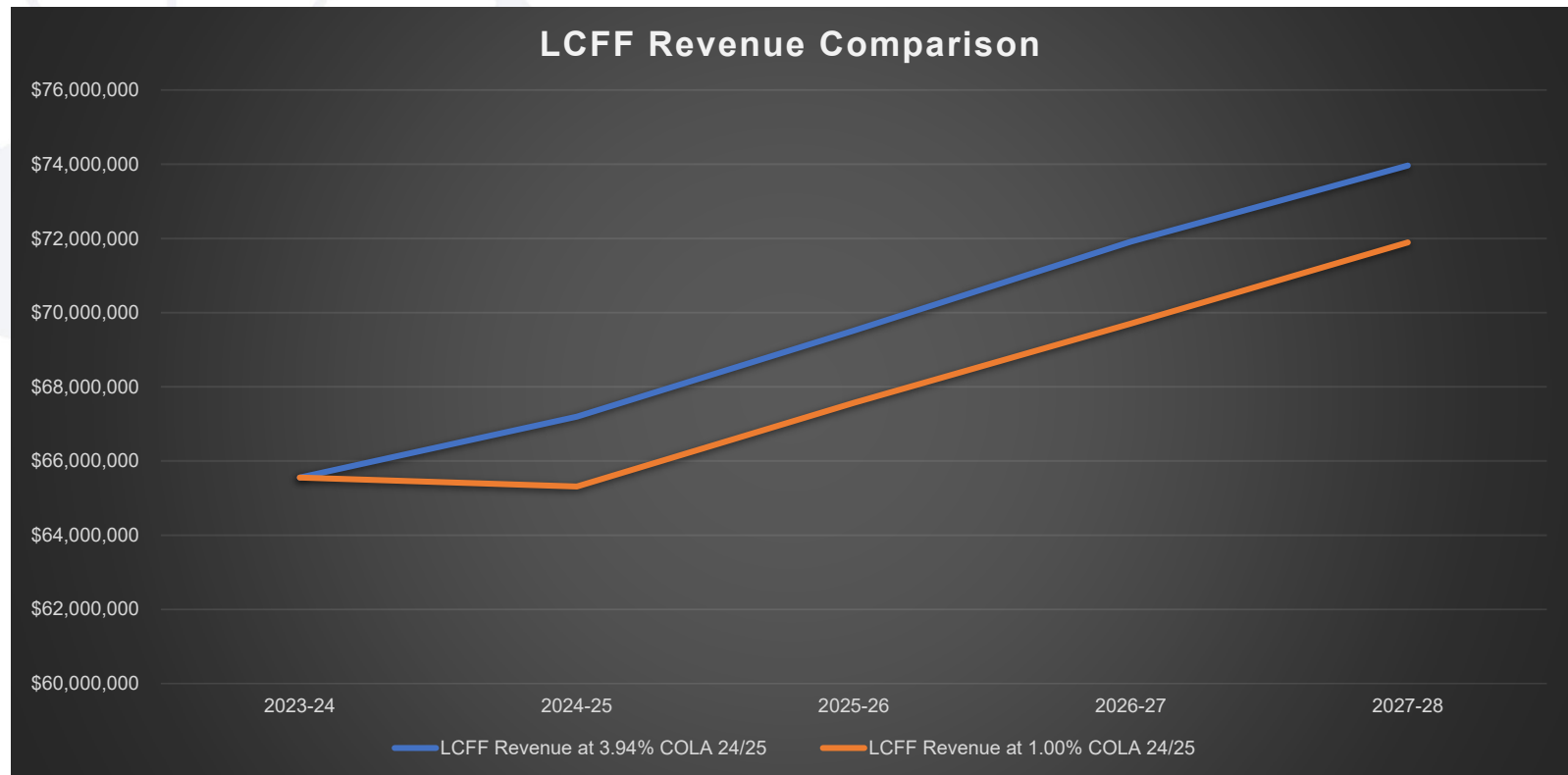
Updated COLA projection for 2024-25 is 1.27%



Why the COLA Decrease?



COLA Change: Two Multi-Year Projections



What's Next?

- January 10, 2024- Governor's budget proposals anticipated
- State decisions are needed before PVSD can make major financial commitments or decisions

