



# Ocean View School District

## 2023-24 Preliminary Adopted Budget

June 6, 2023

Presented by:

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# Overview

- **Budget Roadmap**
- **Budget Assumptions**
- **Enrollment History**
- **Reserve Cap**
- **Board Commitments**
- **Unrestricted Revenues & Expenditures**
- **Program Contributions**
- **Unrestricted Multi-Year Projection (MYP)**
- **State Budget**
- **Budget Challenges**
- **Staffing**



# Budget Roadmap

**Governor's January  
Budget Proposal**

1

**OVSD Preliminary  
Budget**

3



**OVSD Final Budget  
Adoption**

5

**Governor's May  
Revision**

2

**June 15th Legislative  
Budget Proposal  
Deadline**

4

**July 1st deadline for  
the Governor to sign  
the State Budget**

6



# Budget Assumptions

Factors	2023-24	2024-25	2025-26
LCFF Statutory COLA	8.22%	3.94%	3.29%
District Enrollment	6,581	6,381	6,181
Average Daily Attendance (ADA)	94%	94%	94%
Unduplicated Pupil Percentage	58%	58%	58%
STRS	19.10%	19.10%	19.10%
PERS	26.68%	27.70%	28.30%
Step & Column (CE)		1.50%	1.50%
Step & Column (CL)		0.75%	0.75%
Inflation		5.00%	3.00%

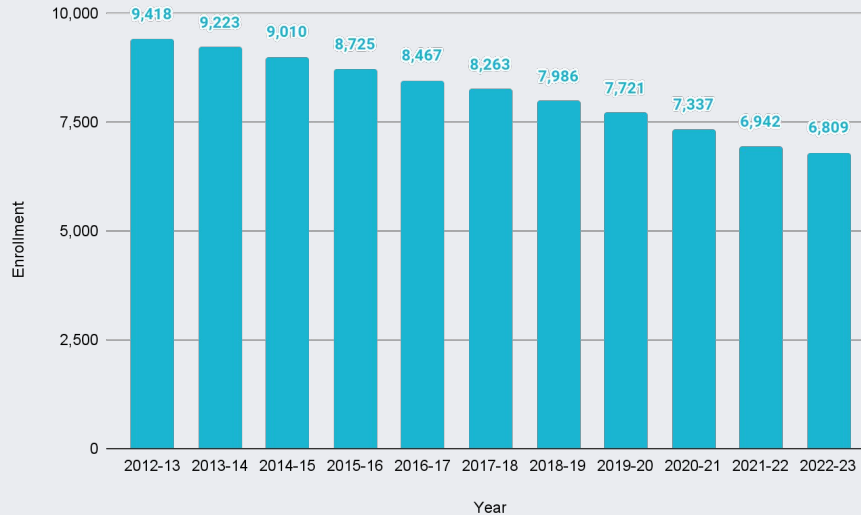


# Budget Assumptions

- LCFF funding is based on the prior 3-year ADA average.
- Certificated staffing reductions through attrition (resignations, retirement, etc.).
- Continued contributions to special education, routine restricted maintenance, and transportation.
- Ongoing restricted programs (Title II-IV) budgeted at 100% of 2022-23 entitlements, and Title I budgeted at 75% of 2022-23 entitlement.
- Removed one-time funding sources in subsequent year budgets.



# Enrollment History



**Over the past decade, OVSD enrollment has decreased nearly 28%.**

Source: California Department of Education



## Reserve Cap

The district reserve cap requires that a school district's adopted or revised budget pursuant to EC Section 42127 shall not contain a combined assigned or unassigned ending general fund balance of more than 10 percent of those funds. Assigned and unassigned balances within the Special Fund for Other than Capital Outlay shall also be included within the 10 percent reserve cap.

Our current reserves are projected at 18%.

The statutory limitation on school district reserves is still active for the 2023-24 school year, pursuant to Education Code (EC) Section 42127.01(e).

We will ask for Board commitments on June 27th.



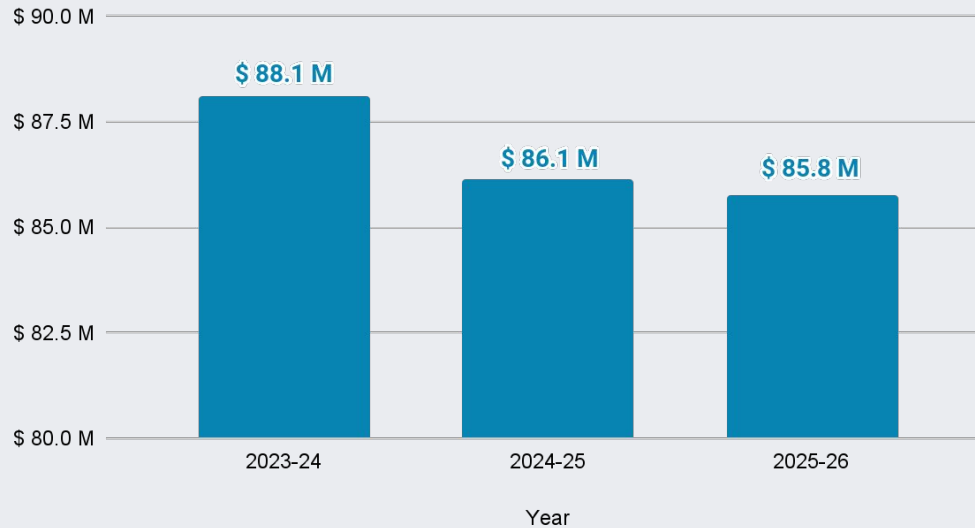
# Board Commitments

<b>Commitment</b>	<b>Amount</b>
Textbook Adoption	\$ 1,000,000
Technology Infrastructure	\$ 250,000
Technology Device Replacement	\$ 500,000
Facilities, Information Technology, and Food Service Vehicle Replacement	\$ 250,000
Portable Classroom Replacement	\$ 500,000
Heating, Ventilation, and Air Conditioning	\$ 1,000,000
Asphalt Replacement	\$ 500,000
Additional Reserve for Economic Uncertainties	\$ 10,318,823
<b>Total</b>	<b>\$ 14,318,823</b>

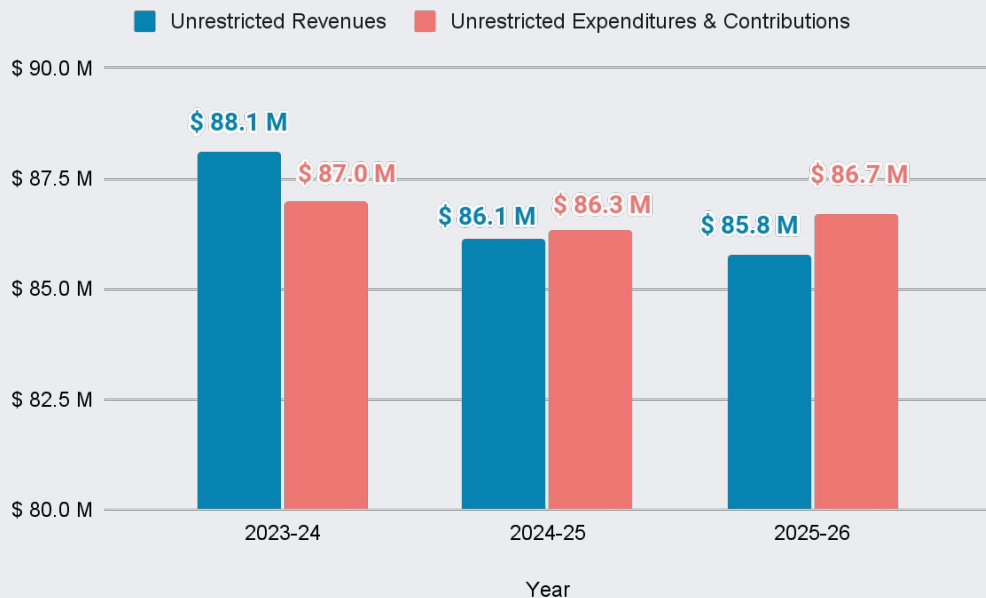


# Unrestricted Revenues & Expenditures

## Unrestricted Revenues



# Unrestricted Revenues & Expenditures



# Program Contributions

<b>Contribution from the General Fund</b>	<b>2023-24</b>
Special Education	\$ 12,476,711
Routine Restricted Maintenance (3%)	\$ 4,289,952
<b><i>Total Restricted Contributions</i></b>	<b>\$ 16,766,663</b>



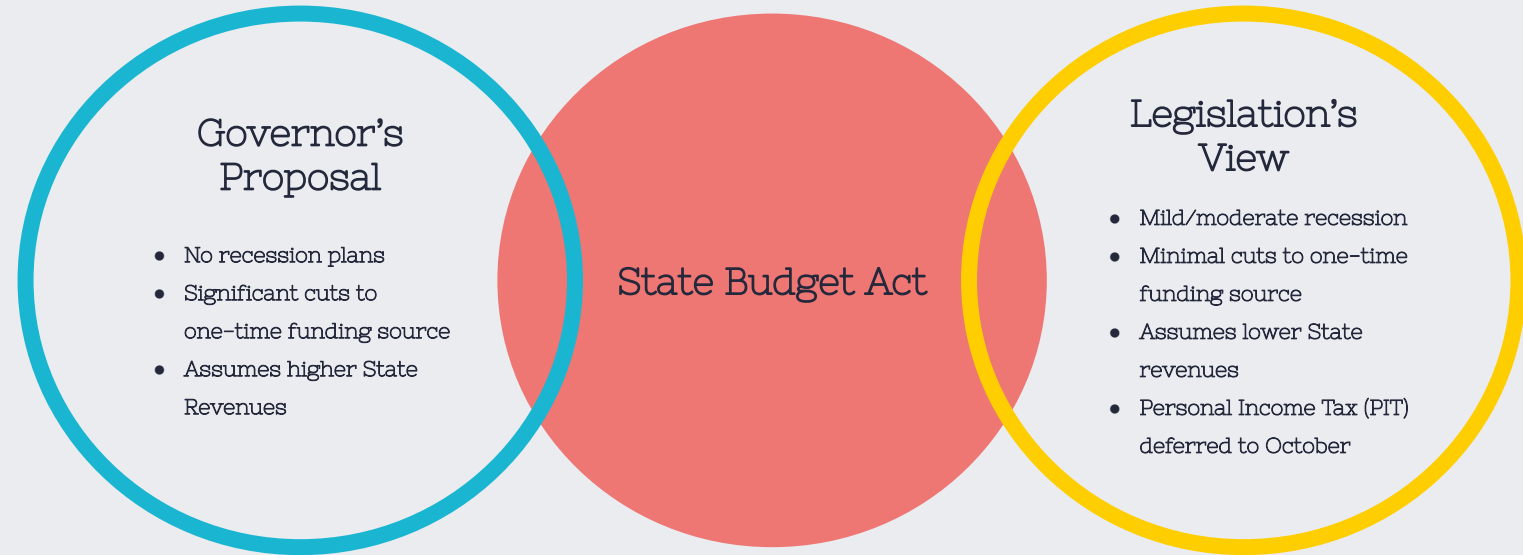
# Unrestricted Multi-Year Projection

General Fund Unrestricted	2023-24	<i>Projected</i>	<i>Projected</i>
		2024-25	2025-26
Revenues	\$88,124,966	\$86,123,474	\$85,759,894
Contributions	-\$16,766,663	-\$15,628,711	-\$15,671,711
Net Revenues	\$71,358,303	\$70,494,763	\$70,088,183
Expenditures	\$70,195,742	\$70,703,141	\$71,013,261
<b>Increase/Decrease</b>	<b>\$1,162,562</b>	<b>-\$208,378</b>	<b>-\$925,078</b>
Beginning Fund Balance	\$18,310,894	\$19,473,456	\$19,265,078
Ending Fund Balance	\$19,473,456	\$19,265,078	\$18,340,001





# State Budget



## Governor's Proposal

- No recession plans
- Significant cuts to one-time funding source
- Assumes higher State Revenues

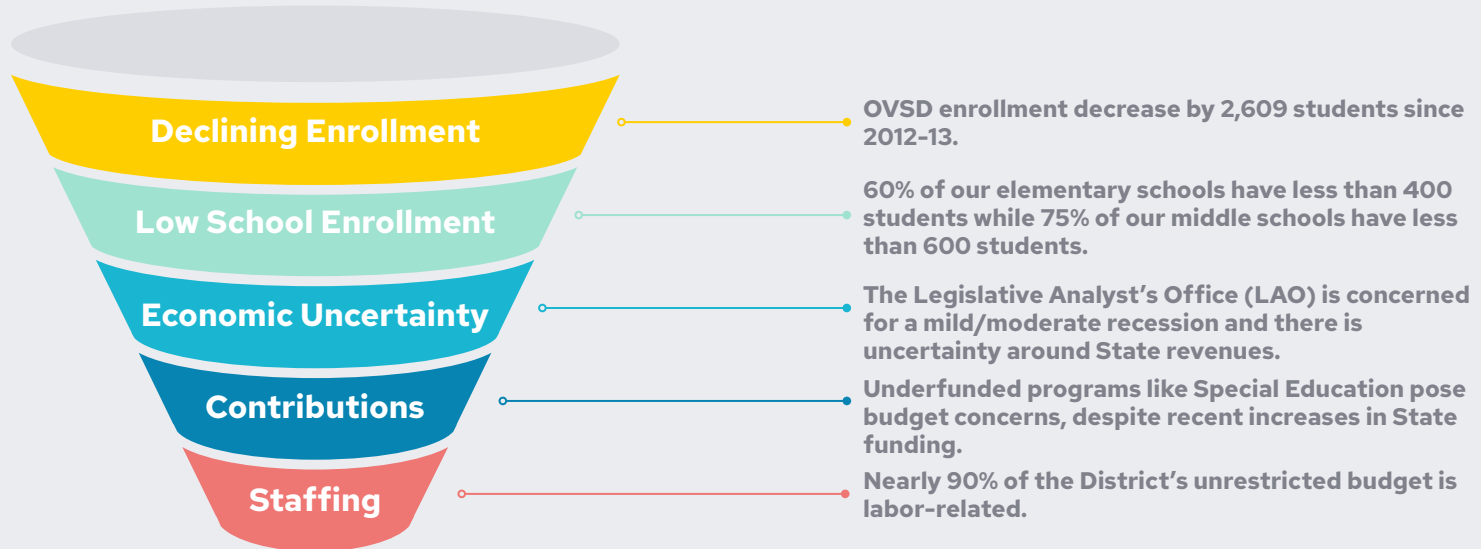
## State Budget Act

## Legislation's View

- Mild/moderate recession
- Minimal cuts to one-time funding source
- Assumes lower State revenues
- Personal Income Tax (PIT) deferred to October



# Budget Challenges



 **Low Comparative Salaries**

**x**

 **Overstaffing**

**=**

 **High Personnel Costs (90%)**





Questions?