



Ocean View School District

# 2022-23 First Interim Budget Report

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# Overview

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# Introduction

The Multi-Year Projection (MYP) projects total General Fund revenues and expenditures for the budget year and the two subsequent fiscal years. The projections are only estimates and actual outcomes could vary substantially.

The MYP forecasts are based on certain criteria, information available at the time, and assumptions rather than on exact calculations.

MYP forecasting models should be evaluated as a trend-based on certain criteria and assumptions rather than a prediction of exact numbers.

To evaluate the MYP, attention is focused on the bottom line, which demonstrates the district's undesignated, unappropriated fund balance.



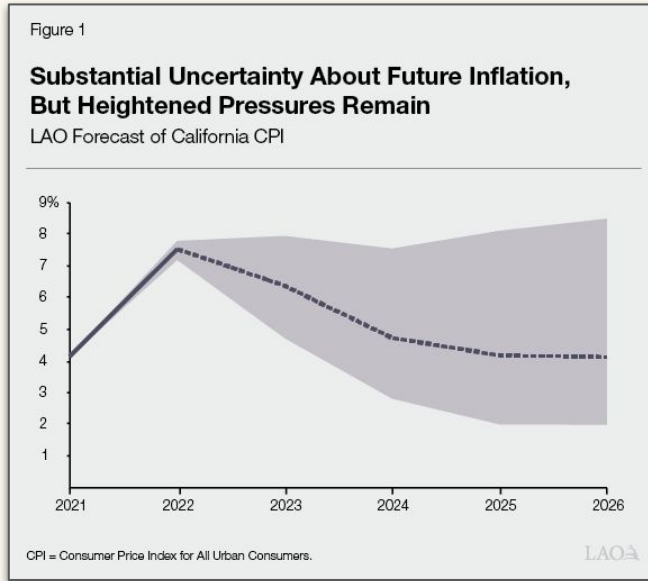
# Assumptions

Factors	2022-23	2023-24	2024-25
LCFF Statutory COLA	6.56%	5.38%	4.02%
LCFF COLA Augmentation	6.70%	0.00%	0.00%
Enrollment	6,814	6,564	6,314
Average Daily Attendance (ADA)	96.00%	96.00%	96.00%
Unduplicated Pupil %	58.38%	58.27%	57.95%
STRS	19.10%	19.10%	19.10%
PERS	25.37%	25.20%	24.60%
Inflation		7.00%	5.00%



# Variables

## Inflation/Consumer Price Index (CPI)



	<b>Projected</b>	<b>Projected</b>
	<b>2023-24</b>	<b>2024-25</b>
<b>Inflation/Consumer Price Index (CPI)</b>	7.00%	5.00%
<b>Budgeted Amounts in the MYP</b>	\$888,072	\$1,566,812

\*Compounds prior year and integrates the current year rate



# Unrestricted Multi-Year Projection (MYP)

<b>General Fund Unrestricted</b>	<b>2022-23</b>	<i>Projected</i>	<i>Projected</i>
		<b>2023-24</b>	<b>2024-25</b>
Revenues	\$85,315,902	\$82,745,415	\$81,287,865
Expenditures	\$70,944,085	\$68,711,795	\$68,266,192
<b>Increase/Decrease</b>	<b>\$14,371,817</b>	<b>\$14,033,620</b>	<b>\$13,021,673</b>



		<i>Projected</i>	<i>Projected</i>
<b>Contribution from the General Fund</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>
Special Education	\$ 11,345,600	\$ 11,345,600	\$ 11,345,600
Routine Restricted Maintenance (3%)	\$ 3,430,434	\$ 3,430,434	\$ 3,430,434
<b>Total Restricted Contributions</b>	<b>\$ 14,776,034</b>	<b>\$ 14,776,034</b>	<b>\$ 14,776,034</b>
Transportation	\$ 841,125	\$ 841,125	\$ 841,125
<b>Total Unrestricted Contributions</b>	<b>\$ 841,125</b>	<b>\$ 841,125</b>	<b>\$ 841,125</b>
<b>Grand Total</b>	<b>\$ 15,617,158</b>	<b>\$ 15,617,158</b>	<b>\$ 15,617,158</b>

# General Fund Program Contributions



Interfund Contributions	2022-23	<i>Projected</i>	<i>Projected</i>
	2022-23	2023-24	2024-25
Fund 14 (Deferred Maintenance)	\$ 311,000	\$ 500,000	\$ 500,000
<b>Total</b>	<b>\$ 311,000</b>	<b>\$ 500,000</b>	<b>\$ 500,000</b>

# Interfund Program Contributions





# Multi-Year Projection

		<i>Projected</i>	<i>Projected</i>
<b>General Fund Unrestricted</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>
Revenues	\$85,315,902	\$85,024,461	\$83,566,911
Encroachment/Contributions	-\$14,776,034	-\$14,776,034	-\$14,776,034
Net Revenues	\$70,539,868	\$70,248,427	\$68,790,877
Expenditures	\$70,944,085	\$68,711,795	\$68,266,192
<b>Increase/Decrease</b>	<b>-\$404,217</b>	<b>\$1,536,632</b>	<b>\$524,685</b>
Beginning Fund Balance	\$19,502,662	\$19,098,445	\$20,635,077
Ending Fund Balance	\$19,098,445	\$20,635,077	\$21,159,762



# Variables

## Contracted Services

### Special Education Instructional Aides

- Budgeted \$380,000 in 2022-23 for ABA services

### Heating, Ventilation, and Air Conditioning (HVAC)

- Budgeted \$300,000 in 2022-23 for HVAC services

### Transportation

- Budgeted \$600,000 in 2022-23 for Transportation services

Note: If we are able to hire staff, then we would reduce our contracted services. Conversely, if we are unable to hire staff then we would reduce staff budgets and utilize contracted services.



# Components of the Ending Fund Balance

Combined Unrestricted/Restricted	2022-23	2023-24 Projected	2024-25 Projected
<b>Beginning Fund Balance</b>	<b>\$ 25,737,112</b>	<b>\$ 41,980,830</b>	<b>\$ 43,378,961</b>
Net increase/decrease	\$ 16,243,718	\$ 1,398,131	\$ 20,496
<b>Ending Fund Balance</b>	<b>\$ 41,980,830</b>	<b>\$ 43,378,961</b>	<b>\$ 43,399,457</b>
Nonspendable	\$ 108,000	\$ 108,000	\$ 108,000
Restricted	\$ 22,882,385	\$ 22,743,884	\$ 22,239,695
Committed (Infrastructure, Add'l Reserve)	\$ 13,638,828*	\$ 13,638,828	\$ 13,638,828
Assigned (Unrest. Lottery)	\$ 2,067,623	\$ 2,067,623	\$ 2,067,623
Reserve for Economic Uncertainties (3%)	\$ 3,283,994	\$ 3,058,171	\$ 3,055,773
Unassigned/Unappropriated	\$-	\$ 1,762,455	\$ 2,289,538



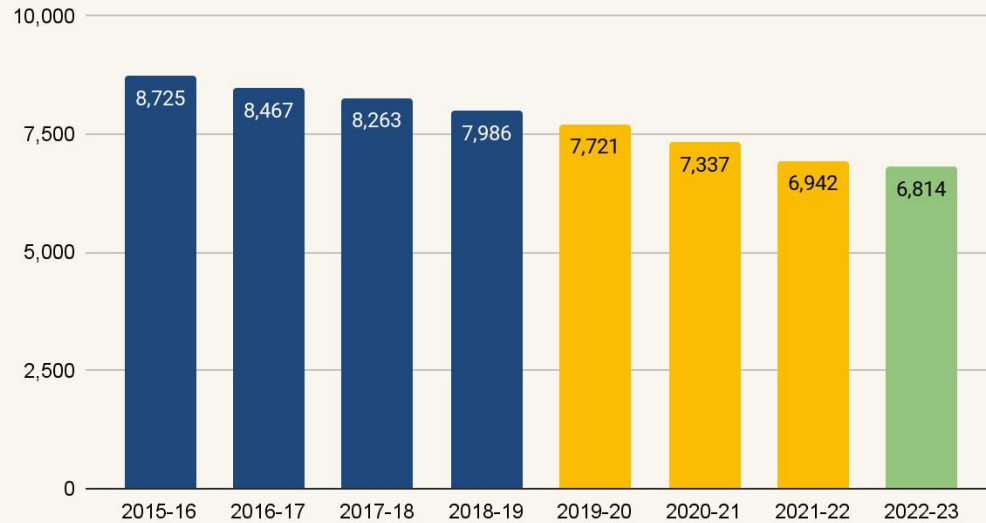
# \*Components of the Committed Reserve

<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
Add'l Reserve for Economic Uncertainties	\$ 9,638,828
<b>Total</b>	<b>\$ 13,638,828*</b>



# Enrollment

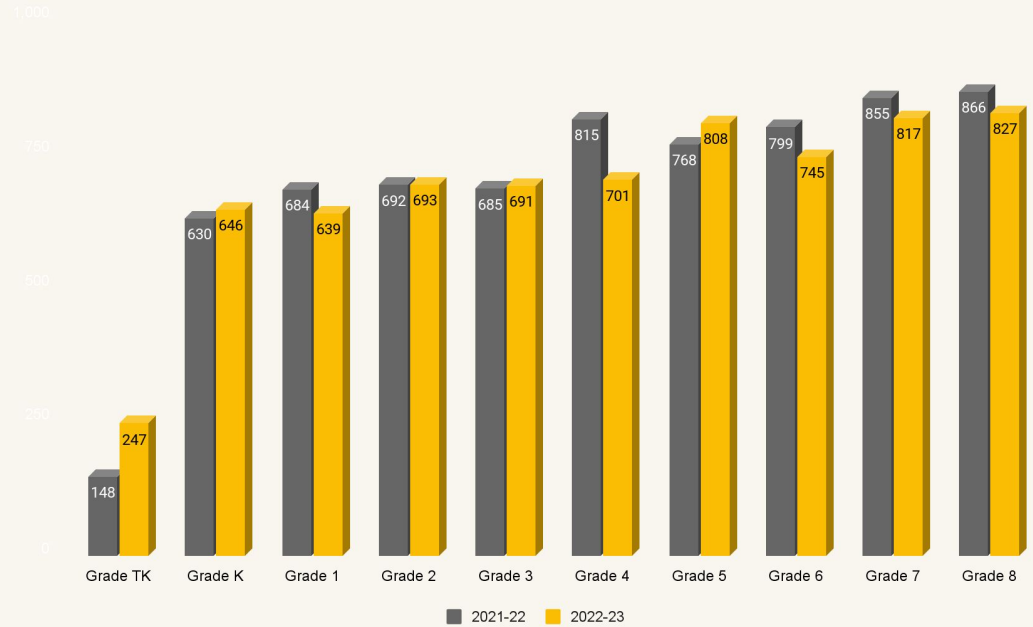
## CALPADS Enrollment by Fiscal Year



Enrollment change from 2015-16 to 2022-23	-1,911
Pre-COVID Average Enrollment Decline	-246
COVID Average Enrollment Decline	-348
Current Year	-128



# Enrollment by Grade



Enrollment	Grade K	Grade 8	Difference
2021-22	630	866	-236
2022-23	646	827	-181
Totals	1,276	1,693	-417

# Enrollment

Grades K-8

2021-22 District Comparison	HBCSD	WSD	FVSD	OVSD	Los AI USD
Total Number of Students	4,900	8,198	6,073	6,942	5,934
Number of Elementary Schools	6	13	7	10	6
Elementary School Average	506	438	556	443	634
Number of Middle Schools	2	3	3	4	2
Middle School Average	933	834	728	628	1,066

2022-23 OVSD Enrollment	300-399	400-499	500-599	600-699	700-799	800-899	900-999
Number of Elementary Schools	5	0	4	1	0	0	0
Number of Middle Schools	0	1	2	0	1	0	0



# 5 Significant Budget Challenges

1. **Declining Enrollment**
2. **Low School Enrollment**
3. **Program Contributions**
4. **Staffing**
5. **Economic Uncertainty**



# Next Steps

**December 2022**

Approve the 1st interim budget with a positive certification.

**January 2023**

Governor releases a budget proposal, and budget assumptions are updated.

**February 2023**

Budget adjustments for second interim with updated staffing projections.

**March 2023**

Second Interim budget presentation.

**April 2023**

Budget development for 2023-24.





Questions?

