



2023-24 FIRST INTERIM FINANCIAL REPORT

December 14, 2023

TOPICS

- Types of Certifications
- Overview of Revenue and Expenditures as of 1st Interim
- Updated Multi-Year Projection
 - Base Scenario
 - Alternative Scenario with a **1% COLA** for 2024-25
- Certification on 1st Interim

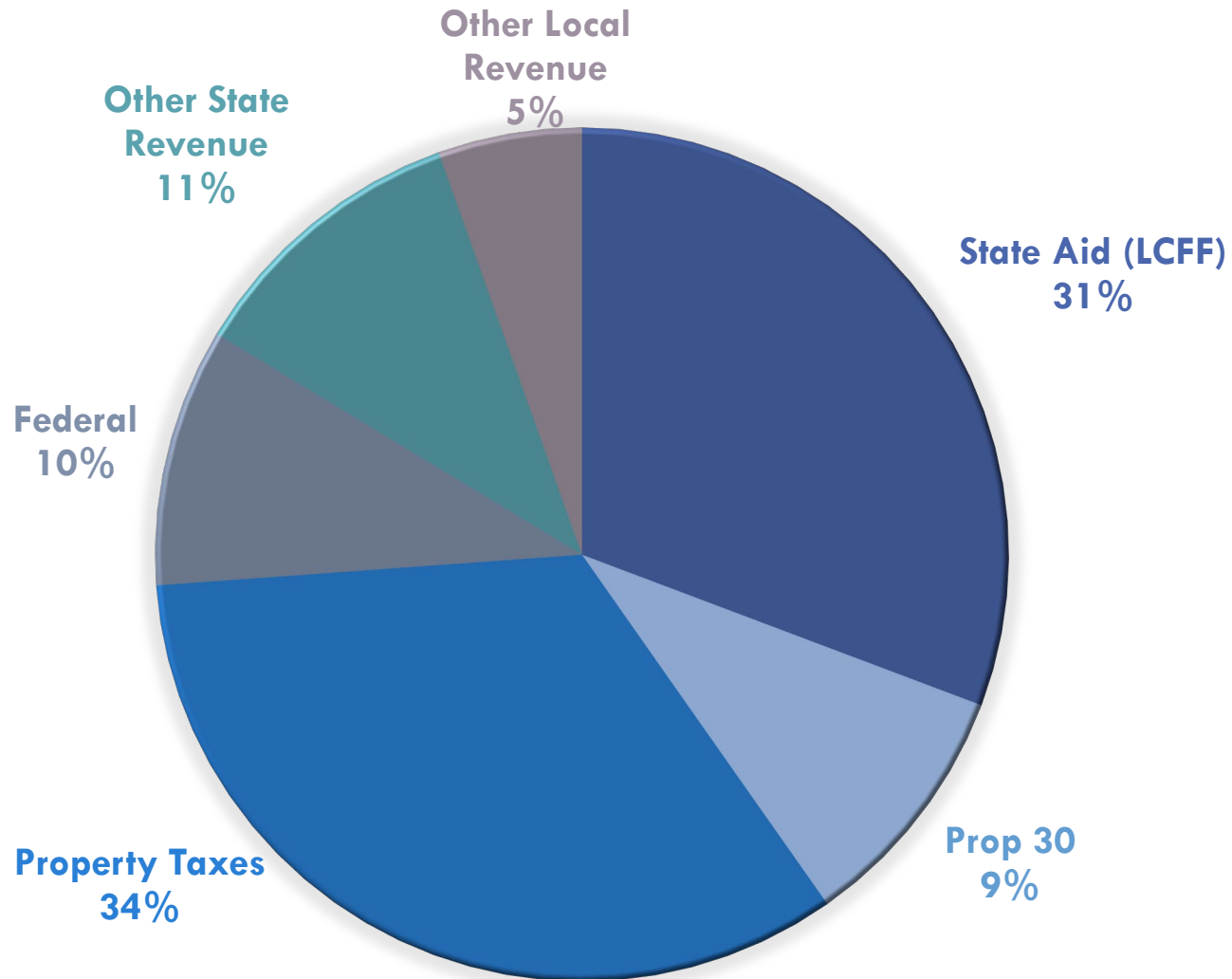
TYPES OF INTERIM CERTIFICATIONS

1. Positive Certification – Certify that District will be able to meet its financial obligation for the current and subsequent two fiscal years.
2. Qualified – may not meet
3. Negative – will not be able to meet

GUSD First Interim is self-certified as “Positive”

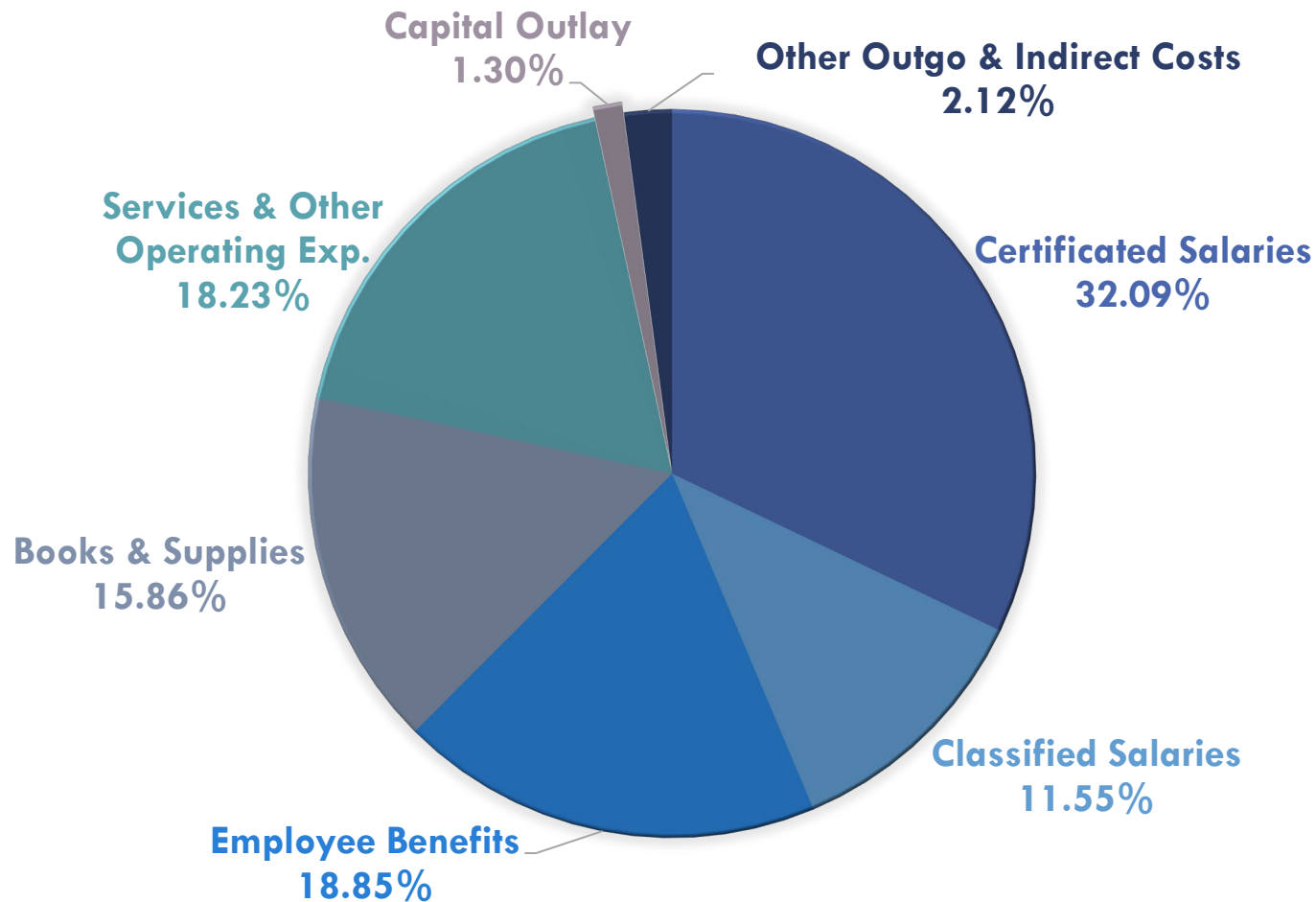
2023-24 FIRST INTERIM TOTAL GENERAL FUND REVENUES

\$187,669,909



2023-24 FIRST INTERIM TOTAL GENERAL FUND EXPENDITURES

\$220,554,396



Note: Beginning Restricted Balance (carryover) was \$31,570,011.

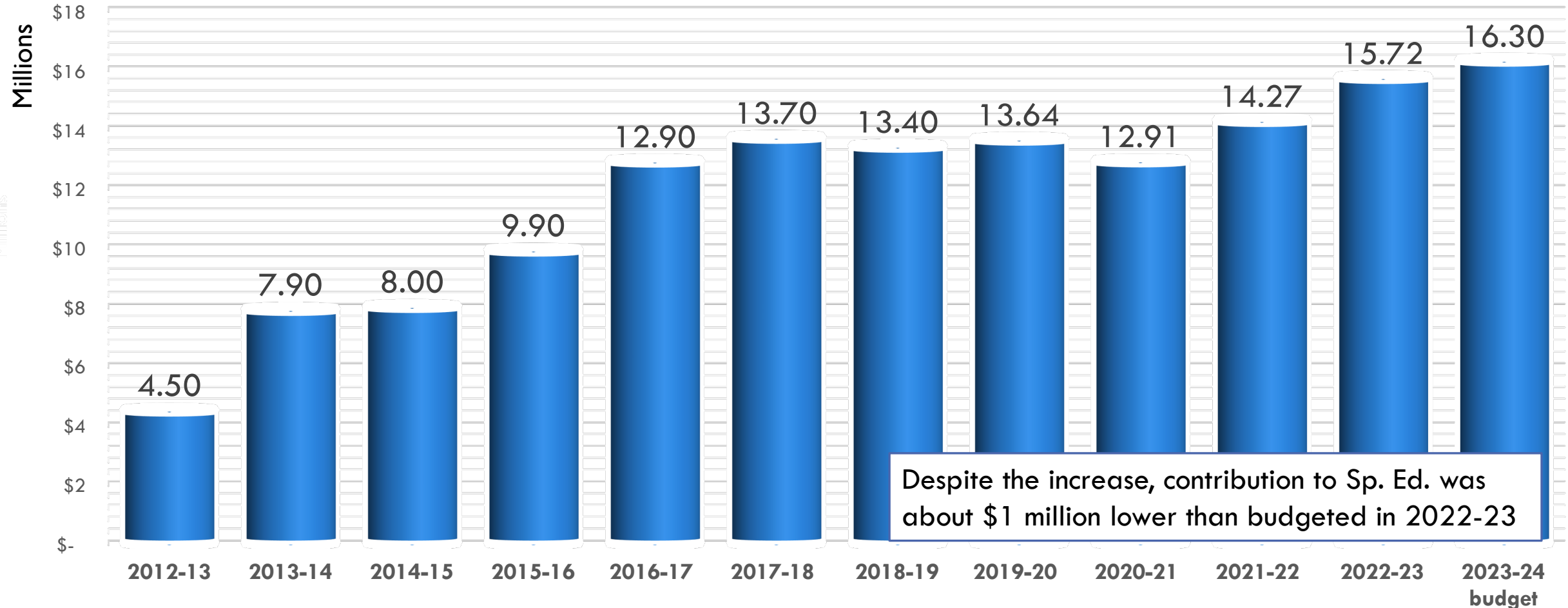


Total General Fund expenditures include grants, entitlements, donations, which have spending restrictions.

REVISED BUDGET VS. FIRST INTERIM

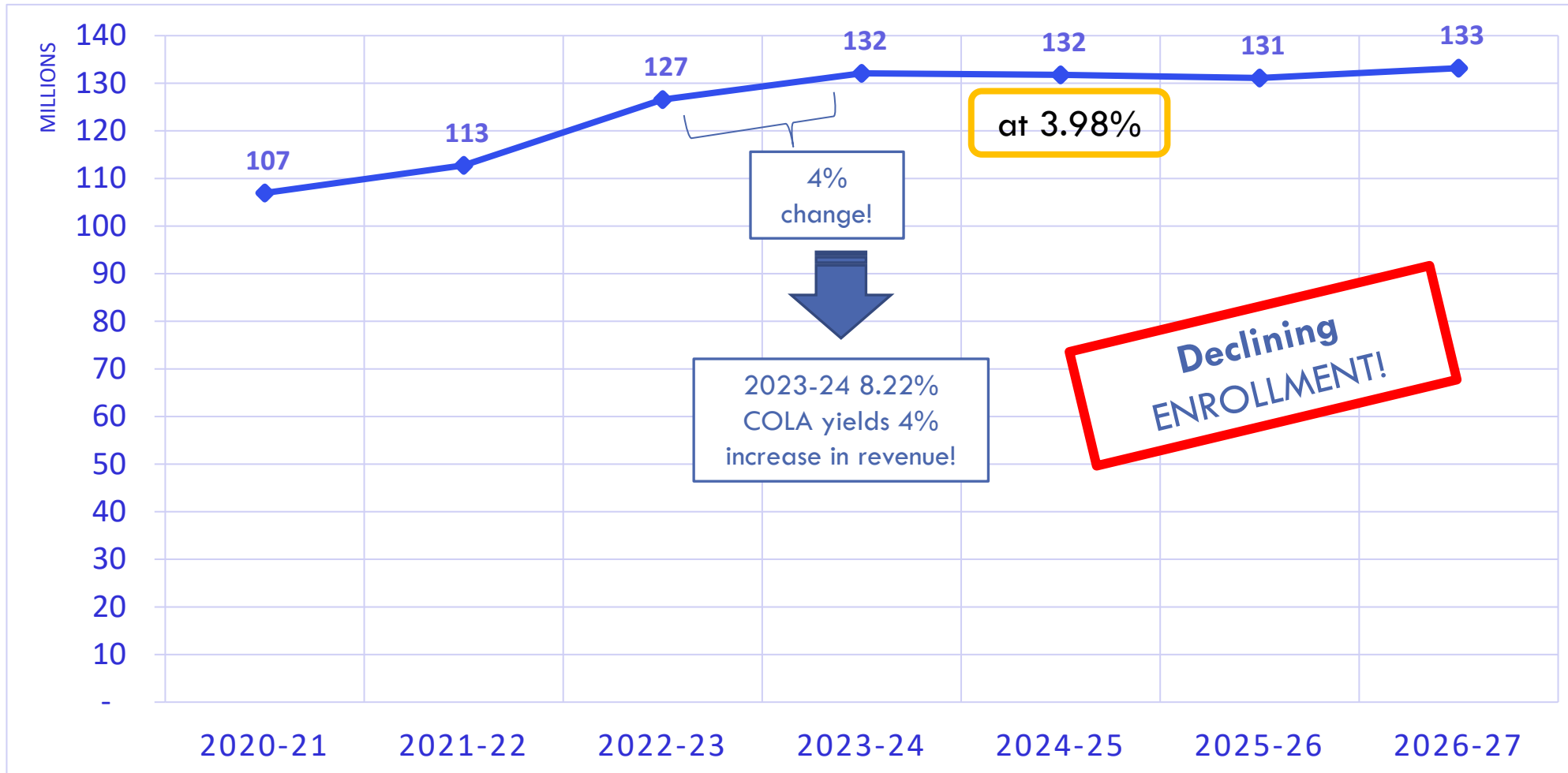
	Unrestricted General Fund ONLY		
	First Interim	Revised Budget (Sept)	Difference
Revenue	\$ 139,771,263	\$ 139,708,972	\$ 62,291
Expenditures	\$ 119,783,996	\$ 119,139,638	\$ 644,358
Excess/(Deficiency)	\$ 19,987,267	\$ 20,569,334	\$ (582,067)
Other financing & contributions	\$ (21,301,743)	\$ (21,301,743)	\$ -
Net Inc/Decr to Fund Balance	\$ (1,314,476)	\$ (732,409)	\$ (582,067)
Beg. Fund Balance	\$ 38,512,235	\$ 38,512,265	\$ (30)
Ending Fund Balance	\$ 37,197,759	\$ 37,779,856	\$ (582,097)
10% Min. Unrestricted Reserve	\$ 22,055,440	\$ 21,911,414	\$ 144,026
Board Commitments (Prop 2)	\$ 15,092,320	\$ 15,818,413	\$ (726,093)
% of Unrest. Reserve	10%	10%	\$ -

SPECIAL ED UNDERFUNDING – CONTRIBUTIONS



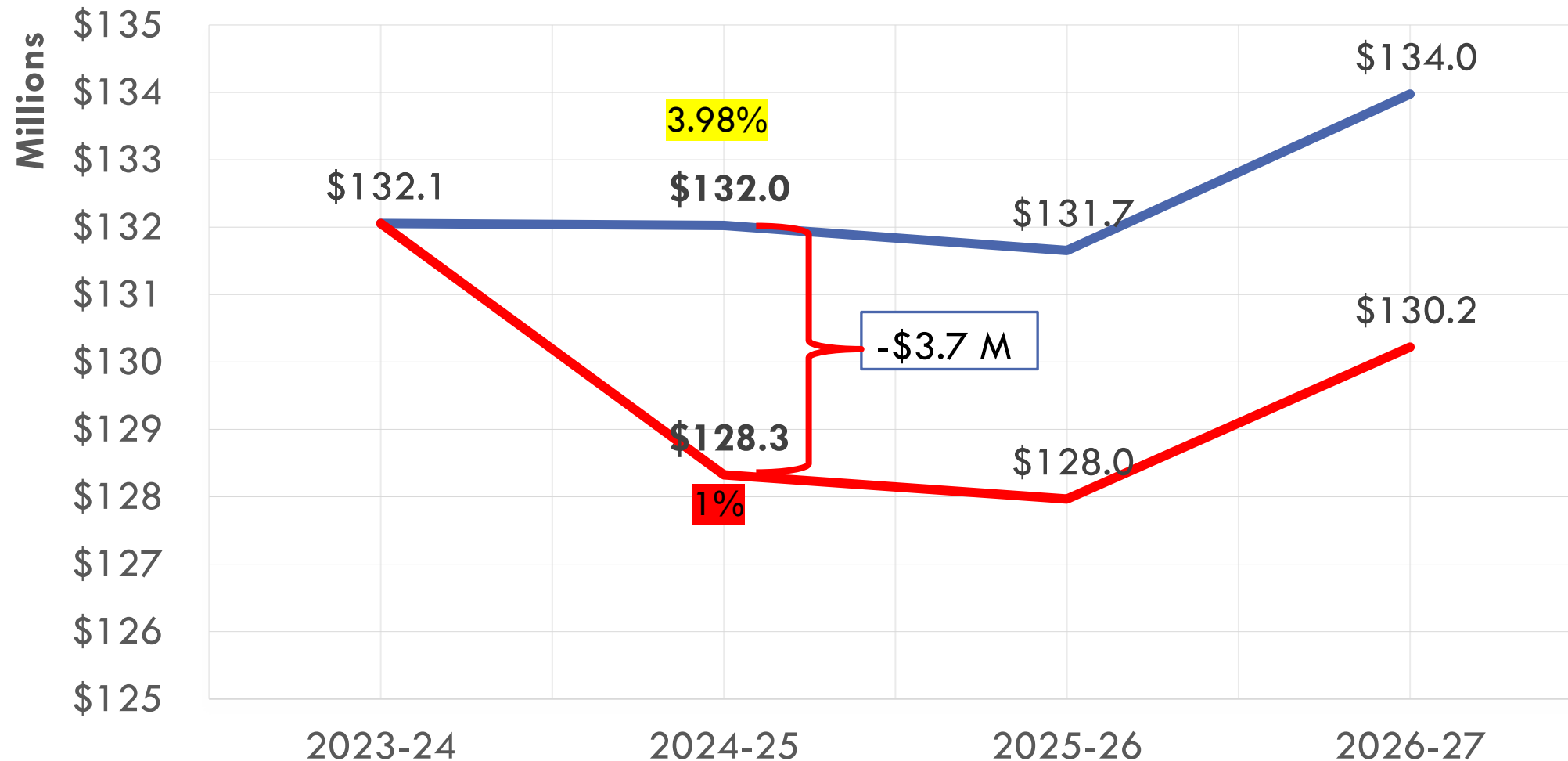
Special Ed is an underfunded mandate.

WHY ARE REVENUES NOT GROWING BY THE 8.22% COLA IN 2023-24?



LCFF REVENUES

3.98% COLA VS. 1% COLA IN 2024-25



BALANCES OF ONE-TIME FUNDS

PROGRAM NAME	\$ in the 23-24 First Interim Budget	BALANCE as of 12/5/2023 (Actuals Only)	SPENDING DEADLINE
CHILD NUTRITION: KITCHEN INFRASTRUCTURE 21-22	187,226	95,048	6/30/2024
CHILD NUTRITION: KITCHEN INFRASTRUCTURE-STAFF TRAINING FUNDS 21-22	32,250	32,250	6/30/2024
CHILD NUTRITION: APPORTIONMENT FOR KITCHEN INFRASTRUCTURE AND TRAINING FUNDS 22-23	1,715,794	1,715,794	6/30/2025
CHILD NUTRITION: SCHOOL FOOD BEST PRACTICES APPORTIONMENT	289,316	289,316	6/30/2025
ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF (ESSER) III FUND	4,419,536	4,220,534	9/30/2024
ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF (ESSER) III FUND: LEARNING LOSS	422,696	192,077	9/30/2024
EXPANDED LEARNING OPPORTUNITIES (ELO) GRANT (FEDERAL FUNDS)	728,991	484,517	9/30/2024
EXPANDED LEARNING OPPORTUNITIES (ELO) GRANT (FEDERAL FUNDS)	800,286	209,632	9/30/2024
CHILD DEV: UNIVERSAL PREKINDERGARTEN (UPK)	598,074	597,352	6/30/2024
EDUCATOR EFFECTIVENESS BLOCK GRANT	1,632,537	1,415,832	6/30/2026
ART MUSIC & INSTRUCTIONAL MATERIALS BLOCK GRANT	6,017,375	4,826,948	6/30/2026
CLASSIFIED SCHOOL EMPLOYEE PROFESSIONAL DEVELOPMENT BLOCK GRANT	27,557	13,533	
A - G ACCESS/SUCCESS GRANT	461,957	355,931	6/30/2026
A - G LEARNING LOSS MITIGATION GRANT	206,793	206,793	6/30/2026
EXPANDED LEARNING OPPORTUNITIES (ELO) GRANT: PARAPROFESSIONAL STAFF	557,874	339,939	9/30/2024
LEARNING RECOVERY EMERGENCY BLOCK GRANT	11,520,834	11,509,265	6/30/2028
ETHNIC STUDIES LOCAL SUPPORT	58,994	57,838	
Total General Fund	\$32,047,153	\$26,562,598	
CHILD DEV.CORONAVIRUS RESPONSE AND RELIEF SUPPLEMENTAL APPROPRIATIONS (CRRSA)	0		
CHILD DEVELOPMENT: ARPA PRESCHOOL	48,600	48,600	9/30/2024
CHILD NUTRITION SNP COVID-19 ECR	78,770	78,770	
Total Other Funds	\$222,130	\$127,370	

KEY ASSUMPTIONS OF THE MULTI-YEAR PROJECTION

Revenues

- **MYP version 2 incorporates a scenario of a 1% COLA in 2024-25.**
- COLA will be finalized in May, with the release of May Revision.

Variable	2023-24	2024-25	2025-26
COLA	8.22%	3.94%	3.29%
-Annual decline	-173	-260	-155
Total Enrollment	10,255	9,995	9,840
ADA %	92%	92%	92%
UPP %	58%	58%	58%

Expenditures

- Carryover is budgeted as one-time expenditure in books & supplies as placeholders.
- Budget cut (placeholder) of **\$801k in 2024-25** for declining enrollment.
- Budget cut (placeholder) of **\$480K in 2025-26** for declining enrollment.
- District is spending down the reserves (deficit spending).
- **Deeper cuts will need to be identified if the funded COLA is only 1% for 2024-25.**

MYP Version 1 of 2

	2023-24 First Interim			2024-25 Projection			2025-26 Projection		
	UPP% at 58%. ADA% at 92%. Proj. decline ~255 (Proj CBEDS still at 10,173) , using 3PY average,			3.94% COLA (Original assumption)			UPP at 58%, ADA at 92%, proj. decline by -156, using 3PY average, updated 3.29% COLA		
REVENUES	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
LCFF	\$132,056,286	6,542,742	138,599,028	\$132,025,625	6,800,526	138,826,151	\$131,384,433	7,024,263	138,408,696
Federal Revenues	-	18,393,973	18,393,973	-	7,174,327	7,174,327	-	7,174,327	7,174,327
Other State Revenues	2,681,288	17,762,065	20,443,353	2,788,540	17,762,065	20,550,604	2,872,196	17,762,065	20,634,260
Other Local Revenues	5,033,689	5,199,867	10,233,556	2,277,500	5,199,867	7,477,367	2,277,500	5,199,867	7,477,367
TOTAL, REVENUES	139,771,263	47,898,646	187,669,909	137,091,665	36,936,784	174,028,449	136,534,129	37,160,522	173,694,650
EXPENDITURES									
Placeholder cuts 2024-25			-	(801,236)		(801,236)	(801,236)		(801,236)
Placeholder cuts 2025-26			-			-	(480,742)		(480,742)
Certificated	58,878,432	11,901,443	70,779,874	59,761,608	12,079,964	71,841,573	60,658,032	12,261,164	72,919,196
Classified	16,245,656	9,230,228	25,475,884	16,489,341	9,368,681	25,858,023	16,736,681	9,509,212	26,245,893
Employee Benefits	27,757,668	13,812,058	41,569,727	28,365,353	14,019,239	42,384,592	28,636,044	14,229,528	42,865,572
Books & Supplies	5,012,654	29,972,237	34,984,891	4,448,981	5,907,615	10,356,596	4,564,655	5,915,351	10,480,006
Services & Operating Expenses	13,447,649	26,760,317	40,207,966	12,871,440	11,383,387	24,254,827	12,921,344	11,757,937	24,679,281
Capital Outlay	231,785	2,625,922	2,857,707	252,325	852,470	1,104,795	252,325	852,470	1,104,795
Other Outgo	482,560	4,606,734	5,089,294	449,358	4,580,449	5,029,807	449,358	4,580,449	5,029,807
Transfers of Indirect Costs	(2,272,408)	1,861,461	(410,947)	(1,225,138)	366,247	(858,891)	(1,282,288)	-	(1,282,288)
TOTAL, EXPENDITURES	119,783,996	100,770,400	220,554,396	120,612,033	58,558,053	179,170,086	121,654,174	59,106,110	180,760,285
Transfers Out	-	-	-	-	-	-	-	-	-
Contributions	(21,301,743)	21,301,743	-	(21,621,269)	21,621,269	-	(21,945,588)	21,945,588	-
TOTAL, OTHER SOURCES/USES	(21,301,743)	21,301,743	-	(21,621,269)	21,621,269	-	(21,945,588)	21,945,588	-
NET INCREASE (DECREASE)	(1,314,476)	(31,570,011)	(32,884,487)	(5,141,637)	0	(5,141,637)	(7,065,634)	(0)	(7,065,634)
FUND BALANCE									
Beginning Fund Balance	38,512,235	31,570,011	70,082,246	37,197,759	-	37,197,759	32,056,122	-	32,056,122
Proj. Ending Fund Balance	37,197,759	-	37,197,759	32,056,122	\$ 0	32,056,122	24,990,488	\$ (0)	24,990,487
Nonspendable Revolving Cash	50,000		50,000	50,000		50,000	50,000		50,000
Prepaid items									
Board Committed Balances									
I.T. Techonology Replacement	2,996,000			2,996,000			2,996,000		
Deferred Maintenance	12,096,320			11,093,113			3,868,459		
Carryover assignments (below)									
Home to School Transportation									
Special Ed Transportation									
Deferred Maintenance									
Site-based Additional Concentration Funds									
LCAP-Centralized									
LCAP- sites									
CTI New Teacher Induction Program									
Miminum RESERVE	\$ 22,055,440			\$ 17,917,009			\$ 18,076,029		
UNRESTRICTED RESERVE (after excluding Committed Balances)	10.00%			10.00%			10.00%		
<i>Unassigned/Unappropriated</i>	<i>(0)</i>			<i>0</i>			<i>0</i>		

MYP Interim Version 2 of 2	2023-24 First Interim			2024-25 1% COLA Projection			2025-26 Projection		
	UPP% at 58%, ADA% at 92%, Proj. decline -255 (Proj CBEDS still at 10,173) , using 3PY average,			UPP at 58%, ADA% at 92%, proj. decline by -260, using 3PY average, updated 1% (from 3.94%) COLA			UPP at 58%, ADA at 92%, proj. decline by -156, using 3PY average, updated 3.29% COLA		
REVENUES	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
LCFF	\$132,056,286	6,542,742	138,599,028	\$128,325,203	6,800,526	135,125,729	\$127,967,783	7,024,263	134,992,046
Federal Revenues	-	18,393,973	18,393,973	-	7,174,327	7,174,327	-	7,174,327	7,174,327
Other State Revenues	2,681,288	17,762,065	20,443,353	2,788,540	17,762,065	20,550,604	2,872,196	17,762,065	20,634,260
Other Local Revenues	5,033,689	5,199,867	10,233,556	2,277,500	5,199,867	7,477,367	2,277,500	5,199,867	7,477,367
TOTAL, REVENUES	139,771,263	47,898,646	187,669,909	133,391,243	36,936,784	170,328,027	133,117,479	37,160,522	170,278,000
EXPENDITURES									
Placeholder cuts 2024-25			-	(801,236)		(801,236)	(801,236)		(801,236)
Placeholder cuts 2025-26			-			-	(480,742)		(480,742)
Certificated	58,878,432	11,901,443	70,779,874	59,761,608	12,079,964	71,841,573	60,658,032	12,261,164	72,919,196
Classified	16,245,656	9,230,228	25,475,884	16,489,341	9,368,681	25,858,023	16,736,681	9,509,212	26,245,893
Employee Benefits	27,757,668	13,812,058	41,569,727	28,365,353	14,019,239	42,384,592	28,636,044	14,229,528	42,865,572
Books & Supplies	5,012,654	29,972,237	34,984,891	4,448,981	5,907,615	10,356,596	4,564,655	5,915,351	10,480,006
Services & Operating Expenses	13,447,649	26,760,317	40,207,966	12,871,440	11,383,387	24,254,827	12,921,344	11,757,937	24,679,281
Capital Outlay	231,785	2,625,922	2,857,707	252,325	852,470	1,104,795	252,325	852,470	1,104,795
Other Outgo	482,560	4,606,734	5,089,294	449,358	4,580,449	5,029,807	449,358	4,580,449	5,029,807
Transfers of Indirect Costs	(2,272,408)	1,861,461	(410,947)	(1,225,138)	366,247	(858,891)	(1,282,288)	-	(1,282,288)
TOTAL, EXPENDITURES	119,783,996	100,770,400	220,554,396	120,612,033	58,558,053	179,170,086	121,654,174	59,106,110	180,760,285
Transfers Out	-	-	-	-	-	-	-	-	-
Contributions	(21,301,743)	21,301,743	-	(21,621,269)	21,621,269	-	(21,945,588)	21,945,588	-
TOTAL, OTHER SOURCES/USES	(21,301,743)	21,301,743	-	(21,621,269)	21,621,269	-	(21,945,588)	21,945,588	-
NET INCREASE (DECREASE)	(1,314,476)	(31,570,011)	(32,884,487)	(8,842,059)	0	(8,842,059)	(10,482,284)	(0)	(10,482,284)
FUND BALANCE									
Beginning Fund Balance	38,512,235	31,570,011	70,082,246	37,197,759	-	37,197,759	28,355,700	-	28,355,700
Proj. Ending Fund Balance	37,197,759	-	37,197,759	28,355,700	\$ 0	28,355,700	17,873,416	\$ (0)	17,873,415
Nonspendable Revolving Cash	50,000		50,000	50,000		50,000	50,000		50,000
Prepaid items									
Board Committed Balances									
I.T. Techonology Replacement	2,996,000			2,996,000					
Deferred Maintenance	12,096,320			7,392,691					
Carryover assignments (below)									
Home to School Transportation									
Special Ed Transportation									
Deferred Maintenance									
Site-based Additional Concentration Funds									
LCAP - Centralized									
LCAP - sites									
CTI New Teacher Induction Program									
Mimumum RESERVE	\$ 22,055,440			\$ 17,917,009			\$ 18,076,029		
UNRESTRICTED RESERVE (after excluding Committed Balances)	10.00%			10.00%			9.86%		
Unassigned/Unappropriated	(0)			0			(252,613)		

SUMMARY ALL OTHER FUNDS

2023-2024 Unaudited Actuals

Fund	Description	Beginning Fund Balance	Revenue	Expenditures	Ending Fund Balance
11	Adult Education	\$ 2,262	\$ 354,638	\$ 356,900	\$ -
12	Child Development	\$ 272,000	\$ 2,055,369	\$ 2,094,153	\$ 233,216
13	Cafeteria Fund	\$ 4,470,431	\$ 9,665,376	\$ 13,754,205	\$ 381,602
21	Building fund	\$ 36,083,496	\$ 1,851,825	\$ 21,229,743	\$ 16,705,578
25	Capital Facilities/Developer Fees	\$ 1,688,898	\$ 1,172,649	\$ 1,795,450	\$ 1,066,097
35	County School Facilities	\$ 2,730,396	\$ 124,972	\$ 2,702,055	\$ 153,313
67	Self Insurance	\$ 2,951,350	\$ 1,054,456	\$ 740,806	\$ 3,265,000
73	Foundation Trust	\$ 831,157	\$ 34,323	\$ 26,000	\$ 839,480

Note: SACS forms are included as part of First Interim Report.

NEXT STEPS

- January 2024
 - Governor's January Budget Proposal for 2024-25
 - Annual update on Enrollment Projections
 - Annual discussion on future school closure(s) January/February 2024
- Certified CBEDS enrollment data with CDE by February 2024

REQUESTED BOARD ACTION

- Approve the First Interim Financial Report with a Positive Certification