GUSD

EXCELLENCE: IT TAKES EVERYONE!

ADOPT THE 2024-25 GUSD BUDGET

June 13, 2024

TOPICS

- ✓Public Hearing on the LCAP and Budget
  - ✓Held on May 30, 2024
- Highlight changes from the Public Hearing Budget to this final budget.
- Updated Multi-Year Projection
- Updated Mandatory Disclosures:
  1. LCFF Budget Overview for Parents (BOP)
  2. Statement of Reasons for Excess Reserves

MULTI-YEAR PROJECTION (MYP)

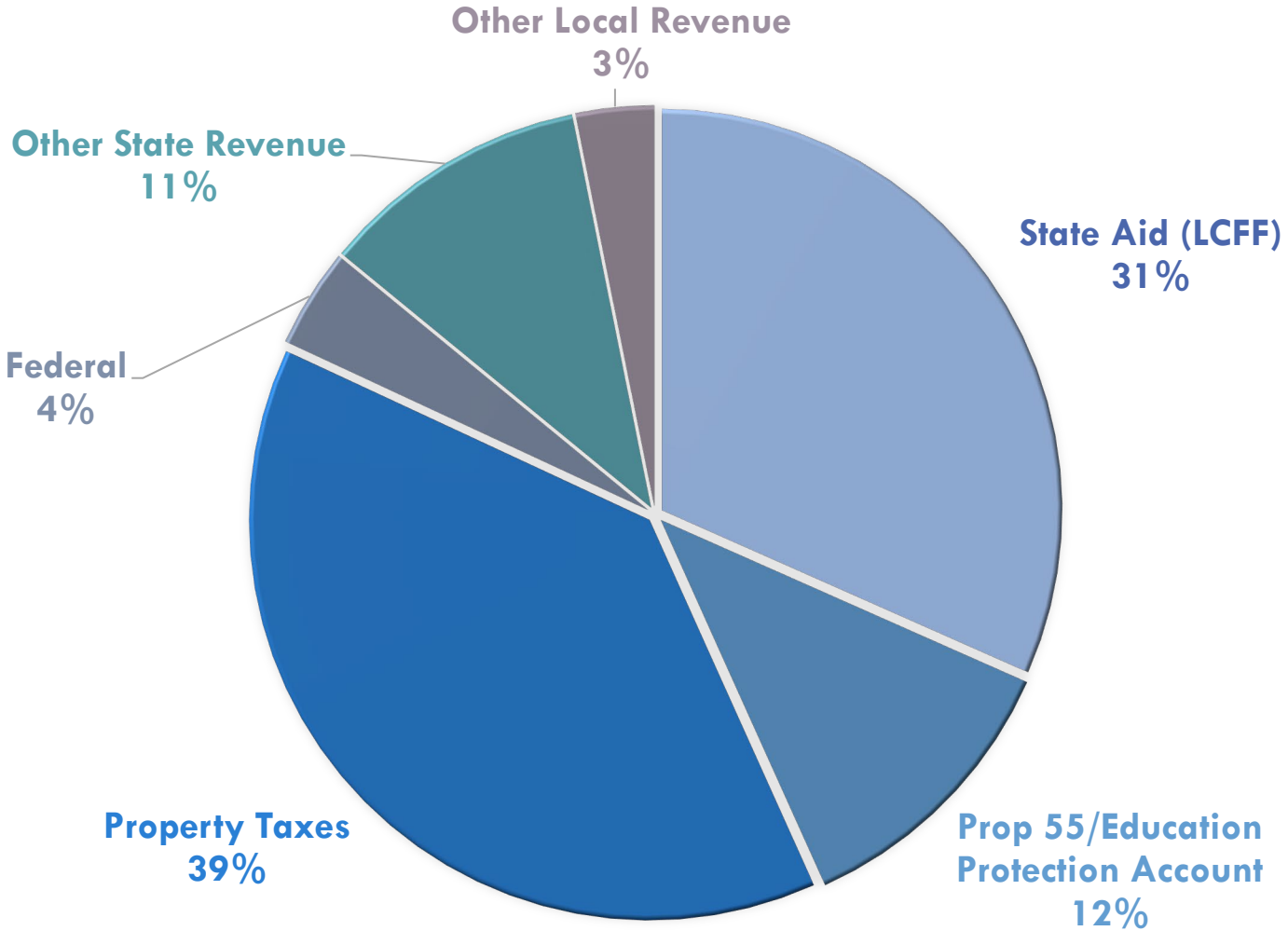
REVENUE– revisions noted in RED

	2024-25	2025-26	2026-27
Enrollment	10,054	9,959	9,683
Annual Decline	-190	-95	**-276**
3 YR Avg. Funded ADA	9,711	9,471	9,412
May Revise Statutory COLA ~~(January Proposal)~~	**1.07%**	~~2.73%~~ 2.93%	~~3.11%~~ 3.08%
COLA in our MYP	**1.07%**	~~2.18%~~ **2.34%**	~~2.49%~~ **2.46%**
Supplemental & Concentration Funds	$16.9 M	$16.9 M	$17 M
Unduplicated Pupil Percentage (UPP)	60%	60%	60%

REVISION to both Revenue and Expenditures

Added the $321k allocation to Mt. Madonna H.S. for the Equity Multiplier Grant. Received late in 2023-24, but will be spent in 2024-25.

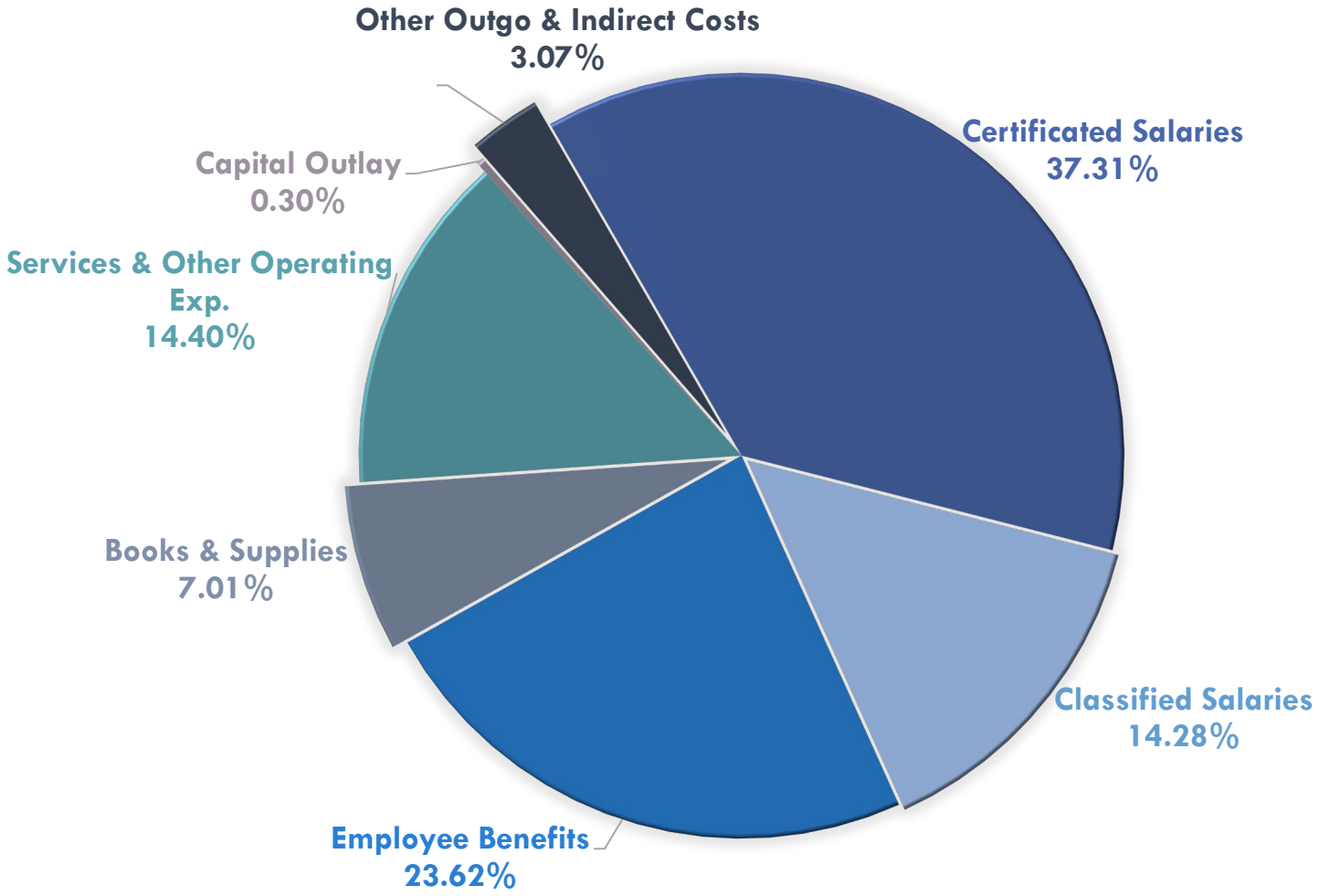
GUSD 2024-25 TOTAL GENERAL FUND REVENUES



~~$167,357,313~~

$167,829,581

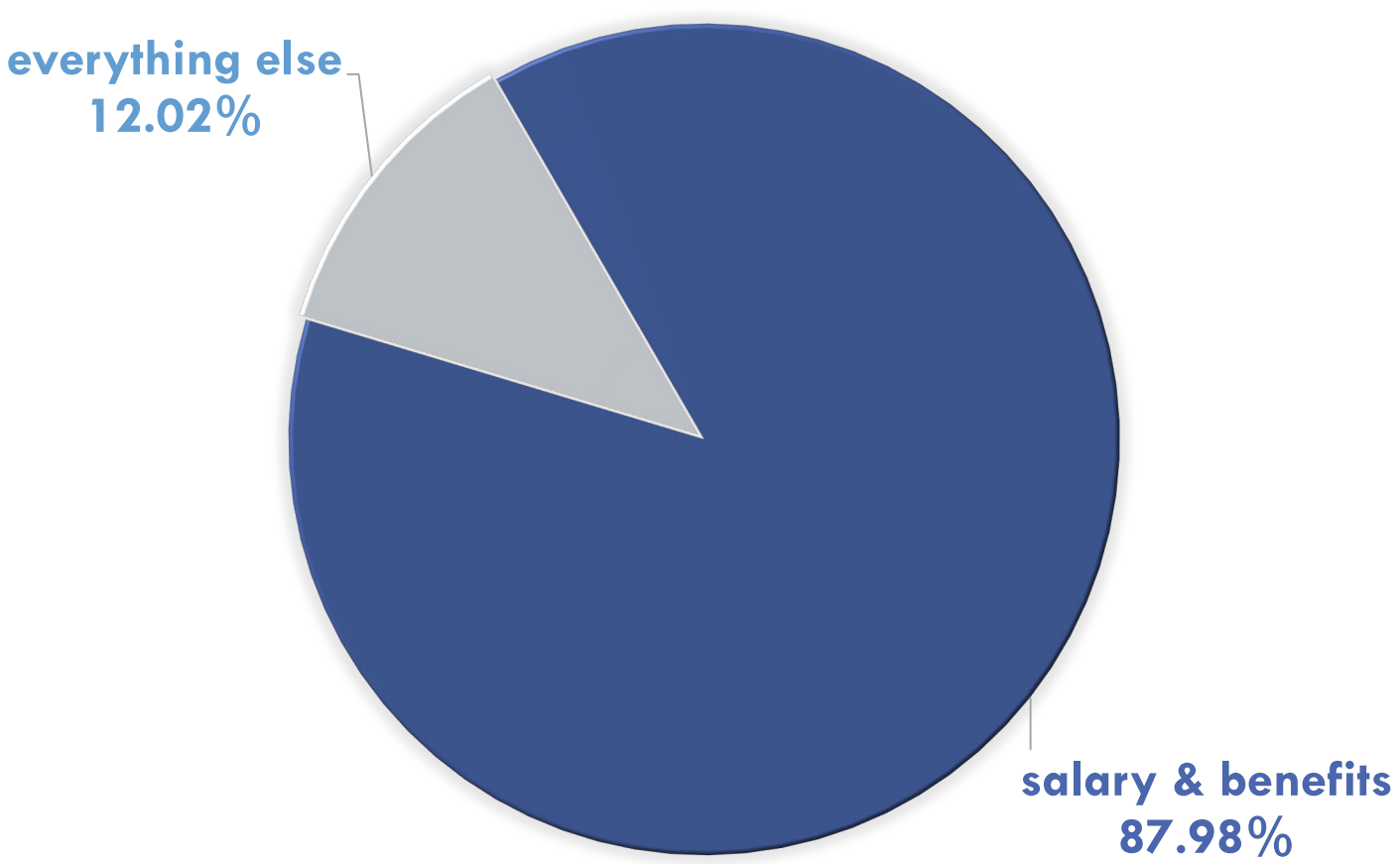
GUSD 2024-25 TOTAL GENERAL FUND EXPENDITURES



~~$183,036,077~~

$183,359,120

GUSD 2024-25 UNRESTRICTED GENERAL FUND EXPENDITURES



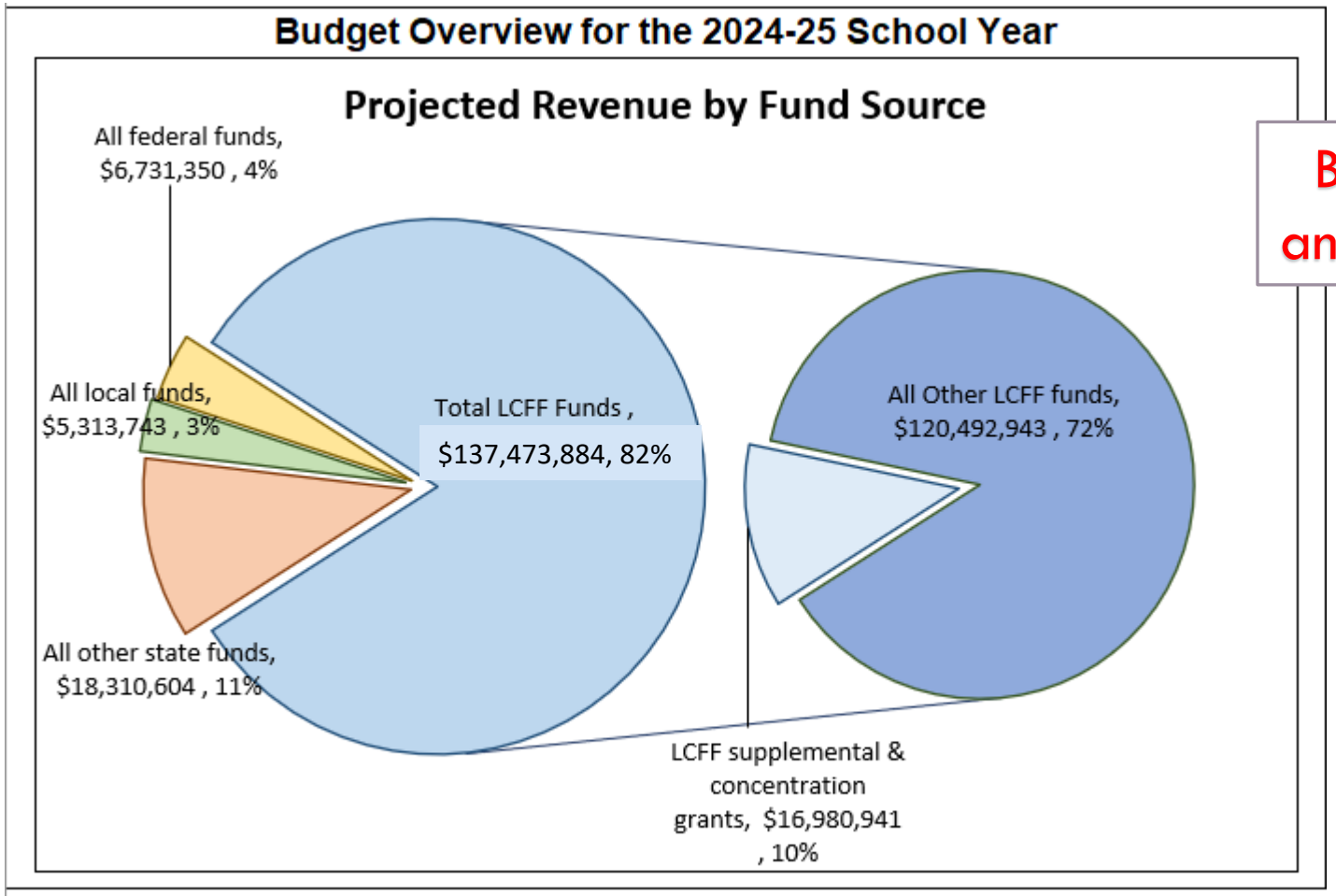
~~$114,254,875~~

$114,251,872

MULTI-YEAR PROJECTION (MYP)

	2023-24 ESTIMATED ACTUALS			2024-25 Projection (1.07% COLA model)			2025-26 Projection (2.34% COLA)			2026-27 Projection (2.46% COLA)		
	UPp 60%. ADA% at 93.5%, CBEDS 10,243, 3PY average, 8.22% COLA			Proj. decline -190, using 3PY average, UPP 60%.			At 80% of 2.93% COLA, 93.5% ADA, proj. decline -95, UPP at 60%, 3PY average.			At 80% of 3.08% COLA, 93.5% ADA, proj. decline -276, UPP at 60%, 3PY average.		
REVENUES	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
LCFF	$132,698,466	$ 6,742,426	$ 139,440,892	$130,308,915	$ 7,164,969	$ 137,473,884	$130,420,087	$ 7,360,573	$ 137,780,660	$132,633,432	$ 7,589,486	$ 140,222,918
Federal Revenues	-	18,521,603	18,521,603	-	6,731,350	6,731,350	-	6,731,350	6,731,350	-	6,731,350	6,731,350
Other State Revenues	2,702,066	17,874,165	20,576,231	2,692,751	15,617,854	18,310,604	2,773,533	15,617,854	18,391,387	2,773,533	15,617,854	18,391,387
Other Local Revenues	5,028,689	5,859,058	10,887,747	2,482,868	2,830,875	5,313,743	2,482,868	2,830,875	5,313,743	2,482,868	2,830,875	5,313,743
TOTAL, REVENUES	**140,429,221**	**48,997,252**	**189,426,473**	**135,484,534**	**32,345,047**	**167,829,581**	**135,676,488**	**32,540,651**	**168,217,139**	**137,889,833**	**32,769,565**	**170,659,398**
EXPENDITURES												
Placeholder cut 2025-26			-			-	(480,742)		(480,742)	(480,742)		(480,742)
Placeholder cut 2026-27										(1,200,000)		(1,200,000)
Certificated	55,637,213	14,594,014	70,231,227	55,080,169	13,327,021	68,407,190	55,906,372	13,526,926	69,433,298	56,744,967	13,729,830	70,474,798
Classified	16,598,888	10,588,696	27,187,584	17,059,463	9,131,173	26,190,637	17,315,355	9,268,141	26,583,496	17,575,086	9,407,163	26,982,249
Employee Benefits	27,292,083	14,149,904	41,441,987	28,382,985	14,929,471	43,312,456	28,906,390	15,153,413	44,059,803	29,385,451	15,380,714	44,766,165
Books & Supplies	4,525,844	23,825,009	28,350,854	3,342,543	9,519,803	12,862,346	3,406,543	4,378,543	7,785,086	3,503,630	4,524,625	8,028,255
Services & Operating Expenses	13,976,695	22,245,403	36,222,098	11,322,755	15,084,334	26,407,089	11,467,649	10,156,490	21,624,139	11,697,002	9,966,697	21,663,699
Capital Outlay	482,135	2,290,589	2,772,724	230,961	325,000	555,961	235,580	852,470	1,088,050	935,580	852,470	1,788,050
Other Outgo	485,314	4,842,721	5,328,035	485,262	5,534,439	6,019,701	605,262	4,078,455	4,683,717	619,183	4,154,959	4,774,142
Transfers of Indirect Costs	(1,824,933)	1,421,626	(403,307)	(1,652,266)	1,256,006	(396,260)	(1,282,288)	1,274,846	(7,441)	(1,256,169)	1,293,969	37,800
TOTAL, EXPENDITURES	**117,173,240**	**93,957,962**	**211,131,202**	**114,251,872**	**69,107,247**	**183,359,120**	**116,080,122**	**58,689,284**	**174,769,406**	**117,523,988**	**59,310,427**	**176,834,416**
Transfers Out	-	-	-	-	-	-	-	-	-	-	-	-
Contributions	(24,390,700)	24,390,700	-	(25,762,200)	25,762,200	-	(26,148,633)	26,148,633	-	(26,540,862)	26,540,862	-
TOTAL, OTHER SOURCES/USES	**(24,390,700)**	24,390,700	-	**(25,762,200)**	25,762,200	-	**(26,148,633)**	26,148,633	-	**(26,540,862)**	26,540,862	-
NET INCREASE (DECREASE)	**(1,134,719)**	**(20,570,011)**	(21,704,730)	**(4,529,539)**	**(11,000,000)**	(15,529,539)	**(6,552,267)**	**(0)**	(6,552,267)	**(6,175,018)**	**0**	(6,175,018)
FUND BALANCE												
Beginning Fund Balance	38,512,235	**31,570,011**	70,082,246	37,377,516	11,000,000	48,377,516	32,847,977	-	32,847,977	26,295,710	-	26,295,710
Proj. Ending Fund Balance	**$ 37,377,516**	**$ 11,000,000**	$ 48,377,516	**$ 32,847,977**	$ -	$ 32,847,977	**$ 26,295,710**	**$ (0)**	$ 26,295,710	**$ 20,120,692**	**$ 0**	$ 20,120,693
Nonspendable Revolving Cash	50,000		50,000	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			$ 2,387,251		
Deferred Maintenance	$ 13,218,396			$ 11,466,065			$ 5,772,770					
Miminum RESERVE	$ 21,113,120			$ 18,335,912			$ 17,476,941			$ 17,683,442		
UNRESTRICTED RESERVE (after excluding Committed Balances)	**10.00%**			**10.00%**			**10.00%**			**10.00%**		
Unassigned/Unappropriated	*(0)*			*(0)*			*(0)*			*0*		

BUDGET OVERVIEW FOR PARENTS



This chart shows the total general purpose revenue Gilroy Unified School District expects to receive in the coming year from all sources.

BOP is separate attachment, and was part of the LCAP item.

REQUIRED DISCLOSURE

Note: This is the summary. The Budget Overview Document is a separate attachment accompanying the Board item.

STATEMENT OF REASONS FOR EXCESS RESERVES

District: Gilroy Unified School District
CDS #: 69484
Date of Public Hearing: May 30, 2024

Adopted Budget
2024-25 Budget Attachment
Balances in Excess of Minimum Reserve Requirements
Reasons for Assigned and Unassigned Ending Fund Balances in Excess of Minimum Recommended Reserves

Education Code Section 42127(a)(2)(B) requires a statement of the reasons that substantiates the need for assigned and unassigned ending fund balances in excess of the minimum reserve standard for economic uncertainties for each fiscal year identified in the budget.

Combined Assigned and Unassigned/unappropriated Fund Balances

Form	Fund	2024-25 Budget	Objects 9780/9789/9790
01	General Fund/County School Service Fund	$32,847,977	Form 01
17	Special Reserve Fund for Other Than Capital Outlay Projects	$0	Form 17
	Total Assigned and Unassigned Ending Fund Balances	$32,847,977	
	District Standard Reserve Level	10%	Form 01CS Line 10B-4
	Less District Minimum Reserve for Economic Uncertainties	$0	Form 01CS Line 10B-7
	Remaining Balance to Substantiate Need	$32,847,977	

Reasons for Fund Balances in Excess of Minimum Reserve for Economic Uncertainties

Form	Fund	2024-25 Budget	Description of Need
01	General Fund/County School Service Fund	$18,335,912	Board Policy requires a minimum of 10% reserves designated for economic uncertainty. Furthermore, the MYP is projecting deficits in each of the subsequent years.
01	Committed Balances	$14,462,065	Committed balances include Deferred Mainteance needs & technology replacement.
01	Nonspendable Revolving Cash	$50,000	Revolving cash balance is for emergency purposes.
	Total of Substantiated Needs	$32,847,977	
	Remaining Unsubstantiated Balance	**$0**	**Balance should be Zero**

Education Code Section 42127 (d)(1) requires a county superintendent to either conditionally approve or disapprove a school district budget if the district does not provide for EC 42127 (a)(2)(B) public review and discussion at its public budget hearing.

REQUIRED DISCLOSURE

FY 2024-25

This is a separate attachment accompanying the board briefing.

STATEMENT OF REASONS FOR EXCESS RESERVES

Date of Public Hearing: May 30, 2024

Adopted Budget
2024-25 Budget Attachment
Balances in Excess of Minimum Reserve Requirements

Reasons for Assigned and Unassigned Ending Fund Balances in Excess of Minimum Recommended Reserves

Education Code Section 42127(a)(2)(B) requires a statement of the reasons that substantiates the need for assigned and unassigned ending fund balances in excess of the minimum reserve standard for economic uncertainties for each fiscal year identified in the budget.

Combined Assigned and Unassigned/unappropriated Fund Balances

Form	Fund	2025-26 Budget	Objects 9780/9789/9790
01	General Fund/County School Service Fund	$26,295,710	Form 01
17	Special Reserve Fund for Other Than Capital Outlay Projects	$0	Form 17
	Total Assigned and Unassigned Ending Fund Balances	$26,295,710	
	District Standard Reserve Level	10%	Form 01CS Line 10B-4
	Less District Minimum Reserve for Economic Uncertainties	$0	Form 01CS Line 10B-7
	Remaining Balance to Substantiate Need	$26,295,710	

Reasons for Fund Balances in Excess of Minimum Reserve for Economic Uncertainties

Form	Fund	2025-26 Budget	Description of Need
01	General Fund/County School Service Fund	$17,476,941	Board Policy requires a minimum of 10% reserves designated for economic uncertainty. Furthermore, the MYP is projecting deficits in each of the subsequent years.
01	Committed Balances (see Resolution)	$8,768,769	Committed balances include Deferred Mainteance needs & technology replacement.
01	Nonspendable Revolving Cash	$50,000	Revolving cash balance is for emergency purposes.
	Total of Substantiated Needs	$26,295,710	
	Remaining Unsubstantiated Balance	**$0**	**Balance should be Zero**

Education Code Section 42127 (d)(1) requires a county superintendent to either conditionally approve or disapprove a school district budget if the district does not provide for EC 42127 (a)(2)(B) public review and discussion at its public budget hearing.

REQUIRED DISCLOSURE

FY 2025-26 projection

This is a separate attachment accompanying the board briefing.

STATEMENT OF REASONS FOR EXCESS RESERVES

Date of Public Hearing: May 30, 2024

Adopted Budget
2024-25 Budget Attachment
Balances in Excess of Minimum Reserve Requirements

Reasons for Assigned and Unassigned Ending Fund Balances in Excess of Minimum Recommended Reserves

Education Code Section 42127(a)(2)(B) requires a statement of the reasons that substantiates the need for assigned and unassigned ending fund balances in excess of the minimum reserve standard for economic uncertainties for each fiscal year identified in the budget.

Combined Assigned and Unassigned/unappropriated Fund Balances

Form	Fund	2026-27 Budget	Objects 9780/9789/9790
01	General Fund/County School Service Fund	$20,120,693	Form 01
17	Special Reserve Fund for Other Than Capital Outlay Projec	$0.00	Form 17
	Total Assigned and Unassigned Ending Fund Balances	$20,120,693	
	District Standard Reserve Level	10%	Form 01CS Line 10B-4
	Less District Minimum Reserve for Economic Uncertainties	$0	Form 01CS Line 10B-7
	Remaining Balance to Substantiate Need	$20,120,693	

Reasons for Fund Balances in Excess of Minimum Reserve for Economic Uncertainties

Form	Fund	2026-27 Budget	Description of Need
01	General Fund/County School Service Fund	$17,683,442	Board Policy requires a minimum of 10% reserves designated for economic uncertainty.
01	Committed Balances (see Resolution)	$2,387,251	Committed balances include Deferred Mainteance needs & Technology replacement.
01	Nonspendable Revolving Cash	$50,000	Revolving cash balance is for emergency purposes.
	Total of Substantiated Needs	$20,120,693	
	Remaining Unsubstantiated Balance	**$0**	**Balance should be Zero**

Education Code Section 42127 (d)(1) requires a county superintendent to either conditionally approve or disapprove a school district budget if the district does not provide for EC 42127 (a)(2)(B) public review and discussion at its public budget hearing.

REQUIRED DISCLOSURE

FY 2026-27 projection

This is a separate attachment accompanying the board briefing.

NEXT STEPS

- State Enacted Budget by June 15, 2024
- Revised GUSD Budget in late September 2024
  - Or…***Within 45 days*** *if Enacted Budget varies significantly from our assumptions.*

"45-Day Budget Revision" in August 2024