

2024

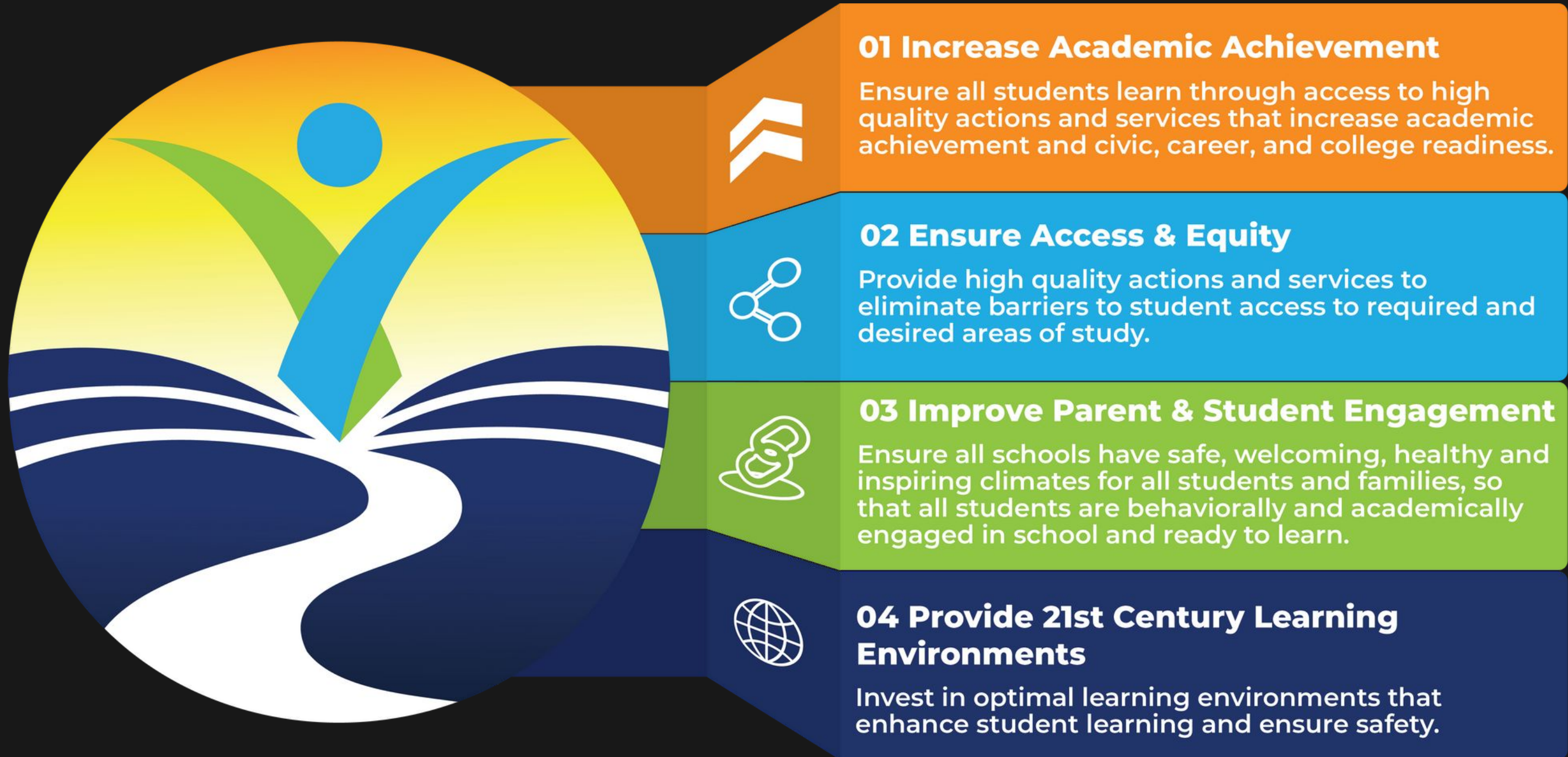
FIRST INTERIM BUDGET UPDATE

Board Presentation

December 19, 2024

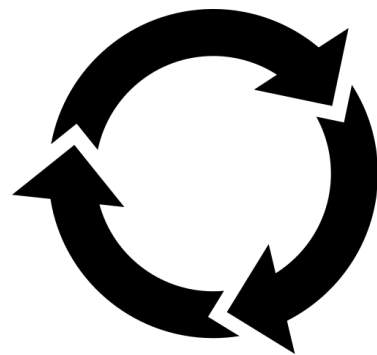
Presented by: Howard Ho, Asst. Superintendent

Monique Benjamin, Director of Budgeting & Accounting



2024- 2025
FIRST INTERIM

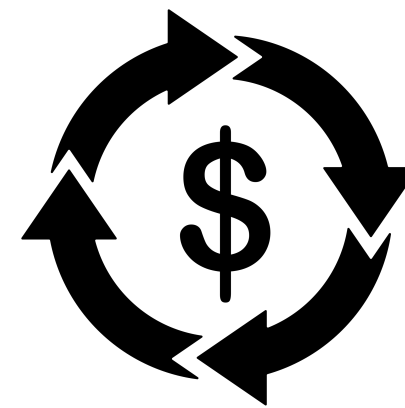
**PRESENTATION
OVERVIEW**



**BUDGET
CYCLE**



**KEY BUDGET
FACTORS IN
CALIFORNIA**



REVENUES



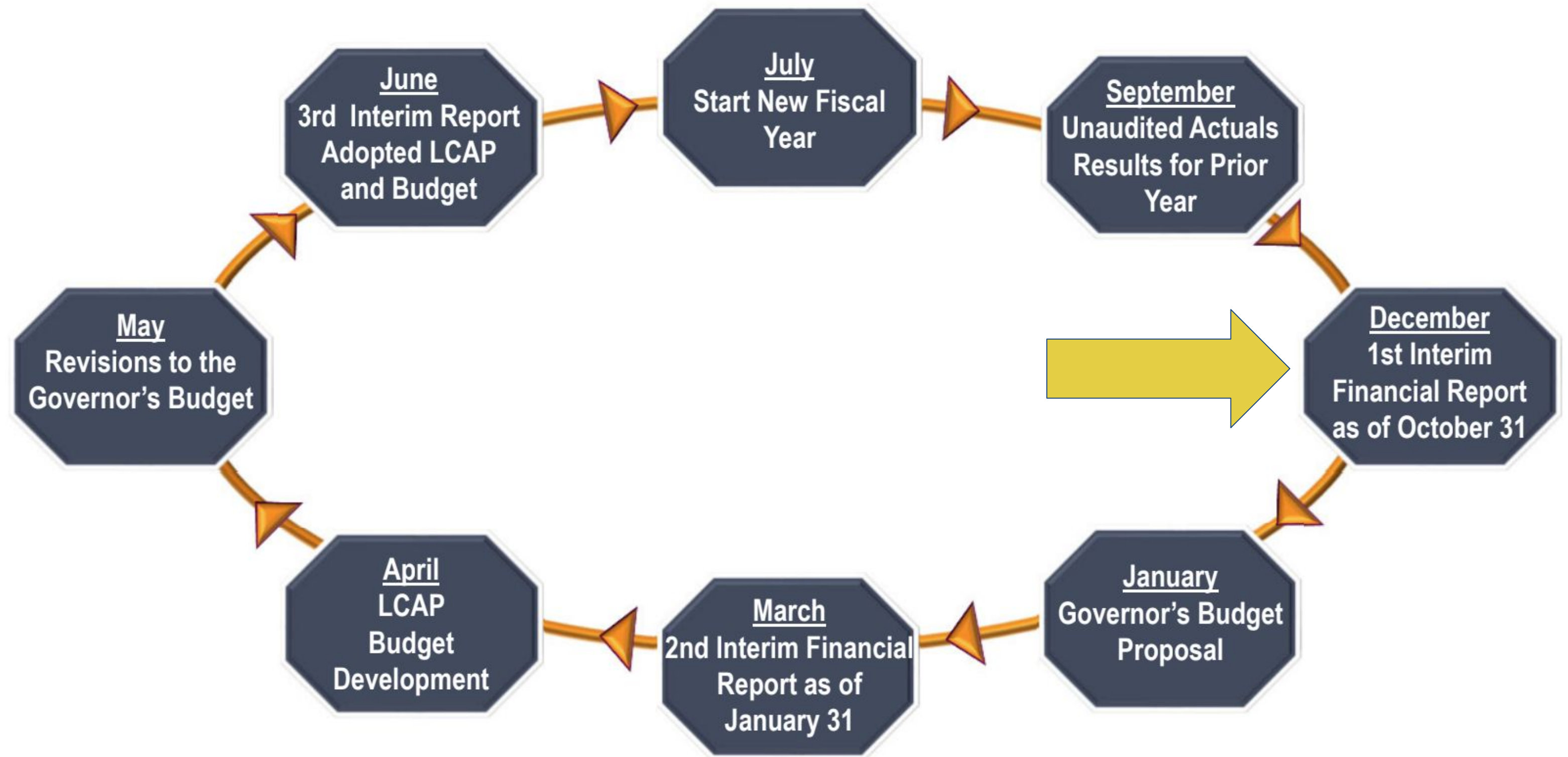
EXPENDITURES



**THE ROAD
AHEAD**

2024-2025

BUDGET CYCLE



KEY BUDGET FACTORS IN CALIFORNIA

01. UNSTABLE ECONOMY AND POSSIBLE ECONOMIC DOWNTURN

02. VOLATILITY IN STATE REVENUES

03. DECLINING ENROLLMENT AND ADA

04. EXPIRING ONE-TIME RESOURCES



KEY BUDGET FACTORS (LOCAL LEVEL)

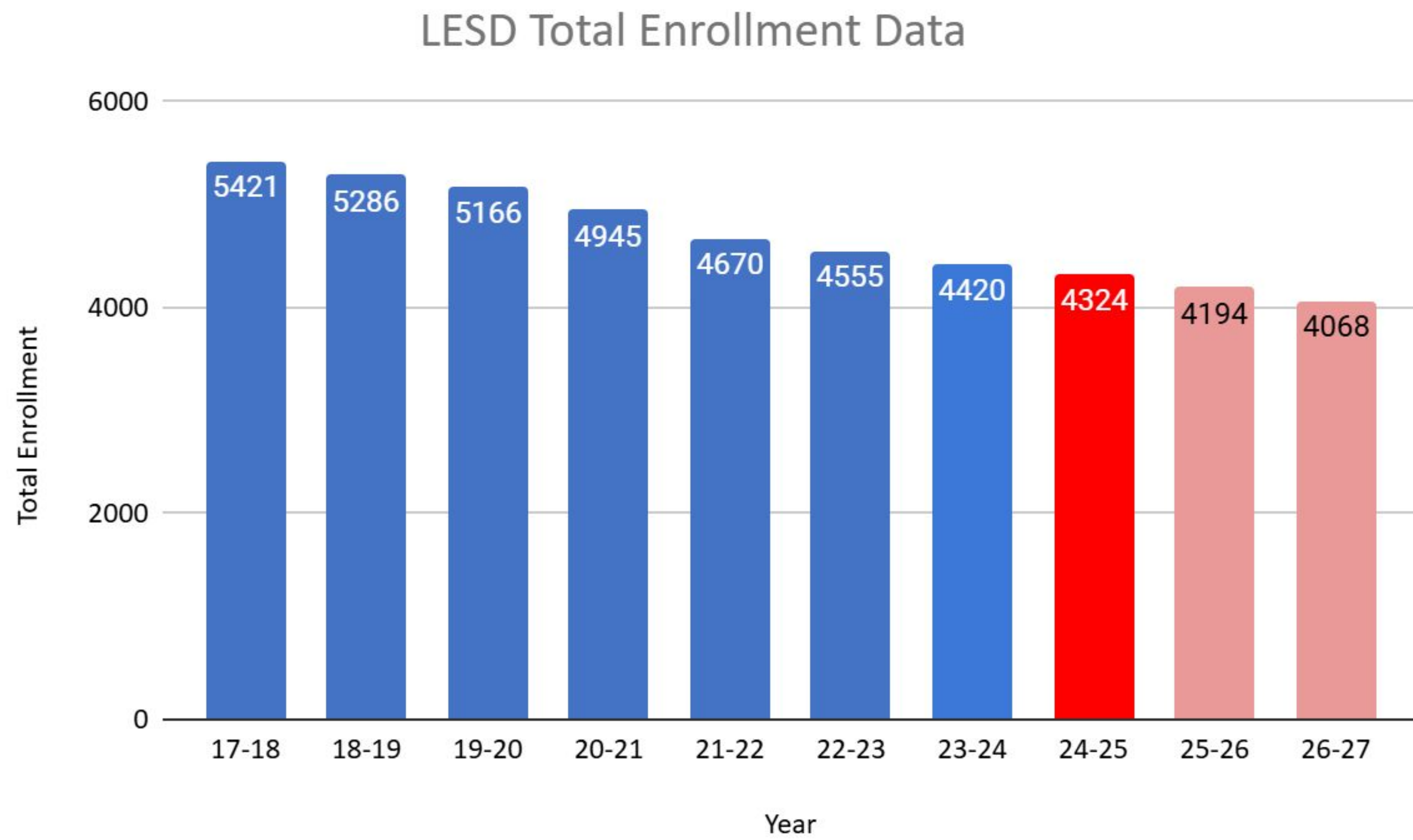
Funded COLA: 1.07%

Declining Enrollment and ADA

Lower Revenue due to low COLA and declining enrollment

Deficit Spending

DECLINING ENROLLMENT



LOWER FUNDING

Cost of Living Adjustments					
	2023-24	2024-25	2025-26	2026-27	2027-28
Planning COLA	8.22%	1.07%	2.93%	3.08%	3.30%

23-24 LCFF Revenue	\$65,554,607
24-25 LCFF Revenue	\$62,314,909*
Difference	-\$3,239,698 (24-25 revenue decreased by 5% after factoring COLA due to declining enrollment)

LESD REVENUES KEY ASSUMPTIONS

Description	2024-25	2025-26 Estimated	2026-27 Estimated
Enrollment	4324	4169	4024
Average Daily Attendance (ADA)*	4055	3913	3777
Estimated <u>Funded ADA</u> 3 year average	4270	4123	4039
COLA	1.07%	2.93%	3.08%

24-25 UNRESTRICTED GENERAL FUND REVENUES

Revenue Projections	2024-2025 Adopted/ Current Budget	2024-2025 First Interim	Increase/Decrease
Total LCFF - Local Control Funding Formula	\$62,314,909	\$62,314,909	\$0
<i>State Aid</i>	<i>\$38,890,585</i>	<i>\$44,390,130</i>	<i>\$5,499,545</i>
<i>Property Taxes</i>	<i>\$9,149,592</i>	<i>\$9,605,325</i>	<i>\$455,733</i>
<i>Education Protection Account</i>	<i>\$14,274,732</i>	<i>\$8,319,454</i>	<i>(\$5,955,278)</i>
State	\$1,035,860	\$1,282,349	\$246,489
Local & Other	\$4,059,565	\$5,229,427	\$1,169,862
Total Revenues	\$67,410,334	\$68,826,685	\$1,416,351
Contribution <u>To</u> Restricted Programs	\$18,137,491	\$17,435,524	(\$701,967)

2024-25 EXPENDITURES KEY ASSUMPTIONS

Description	2024-25	2025-26	2026-27
Step/Column	2%	2%	2%
CalSTRS	19.10%	19.10%	19.10%
CalPERS	27.05%	27.40%	27.50%
SELPA Admin Unit	3% Fee Included	3% Fee Included	Not included

UNRESTRICTED EXPENDITURES BUDGET PROJECTIONS

Description	2024-2025 Adopted/ Current Budget	2024-2025 First Interim	Difference
Certificated Salaries	\$30,789,038	\$31,179,036	\$389,998
Classified Salaries	\$8,773,570	\$8,737,802	(\$35,768)
Employee Benefits	\$14,124,478	\$14,387,456	\$262,978
Books/Supplies	\$2,704,322	\$1,661,452	(\$1,042,870)
Services/Other Oper.	\$5,666,543	\$5,983,896	\$317,353
Capital Outlay	\$50,000	\$0	(\$50,000)
Other Outgo/Sources	(\$4,010,464)	(\$4,033,476)	(\$23,012)
Contributions out	\$18,137,491	\$17,435,524	(\$701,967)
Total	\$76,234,978	\$75,351,690	(\$883,288)

MULTI-YEAR PROJECTIONS - UNRESTRICTED

<u>Unrestricted</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>
Beginning Balance	\$42,297,224	\$35,932,861	\$26,832,454
Revenues	\$69,201,772	\$67,190,466	\$67,780,461
Less: Expenditures	(\$75,566,135)	(\$76,290,873)	(\$80,008,364)
Surplus/<u>Deficit</u>	(\$6,364,363)	(\$9,100,407)	(\$12,227,903)
Ending Fund Balance	\$35,932,861	\$26,832,454	\$14,604,551

2024-25 RESTRICTED GENERAL FUND REVENUES

Revenue Estimates	2024-2025 Adopted/ Current Budget	2024-2025 First Interim	Difference
Federal	\$5,766,706	\$6,579,712	\$812,006
State	\$25,264,398	\$25,398,661	\$134,263
Local	\$3,835,505	\$4,798,351	\$962,846
Total	\$34,866,609	\$36,775,724	\$1,909,115
Contribution From Unrestricted Funds	\$18,137,491	\$17,435,524	(\$701,967)

RESTRICTED EXPENDITURES BUDGET PROJECTIONS

Description	2024-2025 Adopted/ Current Budget	2024-2025 First Interim	Difference
Certificated Salaries	\$11,909,689	\$12,621,948	\$712,259
Classified Salaries	\$12,261,373	\$11,769,839	(491,534)
Employee Benefits	\$8,943,373	\$9,366,735	\$423,362
Books/Supplies	\$17,987,938	\$6,579,231	(\$11,408,707)
Services/Other Oper.	\$11,564,547	\$18,568,990	\$7,004,443
Capital Outlay	\$138,928	\$985,341	\$846,413
Other Outgo/Sources	\$5,302,540	\$5,556,332	\$253,792
Contributions in	(\$18,137,491)	(\$17,435,524)	\$701,967
Total	\$49,970,897	\$48,012,892	(\$1,958,005)

THE ROAD AHEAD

- 01. GOVERNOR'S PROPOSED BUDGET IN JANUARY 2025**
- 02. UNCERTAIN FEDERAL AND STATE ECONOMY**
- 03. CONTINUATION OF DECLINING ENROLLMENT AND ADA**
- 04. CLOSELY MONITOR DEFICIT SPENDING**
- 05. SECOND INTERIM BUDGET REPORT IN MARCH**



QUESTIONS