



# First Interim 2023-24 Fiscal Year

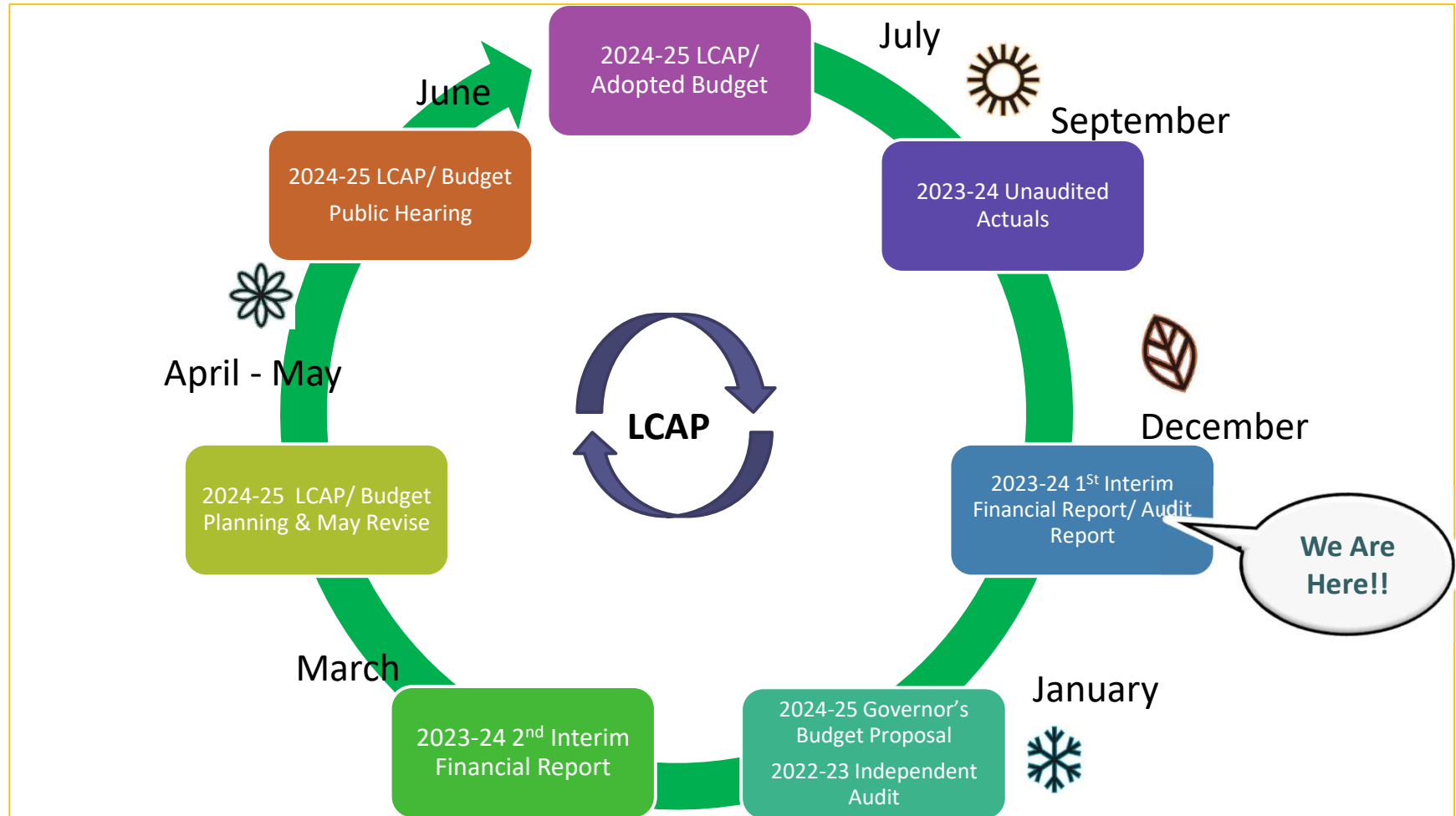
*Presenters:*

*Valerie Mitchell, MPPA  
Assistant Superintendent, Business and Fiscal Services*

*Patty Núñez  
Director of Fiscal Services*

December 13, 2023

# The Budget Cycle





# Financial Reporting Timelines

## State Financial Reports

- ❑ Adopted Budget – June 30
- ❑ First Interim – December 15
- ❑ Second Interim – March 15
- ❑ Unaudited Actuals – September 15
- ❑ Independent Audit – January 15

## Submitting a Positive Certification for First Interim 2023-24

The district is able to meet its financial obligations for this year and two subsequent years and will have a positive cash balance



# Summary of Changes

<b>Revenues</b>				
8010-8099	\$ 208,511,385.00	\$ 208,816,808.00	\$ 305,423.00	Adjustment to LCFF Calculation
8100-8299	\$ 18,607,238.00	\$ 21,601,092.00	\$ 2,993,854.00	Recognition of prior year carryover of Federal Revenues
8300-8599	\$ 37,741,224.00	\$ 44,806,284.00	\$ 7,065,060.00	Recognition of prior year carryover of state revenues (4.5M), plus recognition of new Prop 20, Arts & Music in School funding
8600-8799	\$ 15,206,483.00	\$ 16,830,393.00	\$ 1,623,910.00	Increases in local revenues 300K, safety credits funds 200K, and Medi-Cal Revenue 1.1M
<b>Expenditures</b>				
1000-1999	\$ 108,193,994.00	\$ 111,760,590.00	\$ 3,566,596.00	First interim includes increased budget for extra hours for Teacher Professional Development and ISPs paid with Federal and State funds.
2000-2999	\$ 43,741,462.00	\$ 46,892,095.00	\$ 3,150,633.00	At adopted budget, CSEA salary increase for 2022-23 was not budgeted as it was expected that a settlement would be reached before 2022-23 year end. First interim includes CSEA salary retro payment. Also, Special Ed Para Salaries were reduced due to vacancies
3000-3999	\$ 61,059,729.00	\$ 64,173,204.00	\$ 3,113,475.00	Adjustment for increases to certificated and classified employee expenses
4000-4999	\$ 17,570,871.00	\$ 18,014,178.00	\$ 443,307.00	Increase of budgeted expenditures that correlates to increased Federal and State Revenue
5000-5999	\$ 52,369,337.00	\$ 64,701,719.00	\$ 12,332,382.00	Increase of budgeted expenditures that correlates to increased Federal and State Revenue
6000-6999	\$ 3,820,335.00	\$ 4,537,323.00	\$ 716,988.00	Increase of budgeted expenditures that correlates to increased Federal and State Revenue
7100-7499	\$ 2,387,300.00	\$ 2,387,300.00	\$ -	
7300-7399	\$ (329,318.00)	\$ (328,792.00)	\$ 526.00	Increase in indirect costs due to increase in budgeted expenditures.
8980-8999	\$ (51,800,544.00)	\$ (49,590,993.00)	\$ 2,209,551.00	Decrease in contribution to Special Education due to Special Education Para Vacancies.



# Multi-Year Assumptions

Planning Factor	2023-24	2024-25	2025-26
Estimated Funded ADA (Average Daily Attendance)	14,068.68	13,222.30	12,695.10
Funded UPP (Unduplicated Pupil Percentage)	90.98%	91.23%	91.23%
Step & Column	1.30%	1.30%	1.30%
Statutory COLA & Augmentation (Planning COLA)	8.22%	3.94%	3.29%
STRS Employer Statutory Rates	19.10%	19.10%	19.10%
PERS Employer Projected Rates	26.68%	27.70%	28.30%
Lottery - Unrestricted per ADA	\$177	\$177	\$177
Lottery - Prop 20 per ADA	\$72	\$72	\$72
Mandated Block Grant per ADA	\$37.81	\$39.30	\$40.59
CPI	3.55%	3.03%	2.64%
Routine Restricted Maintenance Account	3% of total GF expenditures	3% of total GF expenditures	3% of total GF expenditures
Health Benefits - Hard Cap with no anticipated changes			





# Multiyear Projections - Summary

Multi-Year Projections, 2023-24 First Interim			
	2023-24 First Interim	2024-25 Projections	2025-26 Projections
Revenues	\$292,054,577	\$272,885,403	\$272,430,436
Expenditures	\$312,137,617	\$282,270,742	\$281,326,046
<b>Excess (Deficiency) of Revenue over Expenditures</b>	<b>(\$20,083,040)</b>	<b>(\$9,385,339)</b>	<b>(\$8,895,610)</b>
Beginning Fund Balance	\$141,215,513	\$121,132,473	\$111,747,134
Total Ending Fund Balance	\$121,132,473	\$111,747,134	\$102,851,524
Components of Ending Fund Balance			
Reserve for Economic Uncertainty - %	10.0%	10.0%	10.0%
Reserve for Economic Uncertainty	\$31,213,762	\$28,227,074	\$28,132,605
Non-Spendable (Stores & Revolving Cash)	\$239,779	\$120,000	\$120,000
Legally Restricted	\$61,339,002	\$55,274,436	\$49,940,026
Assignments	28,339,930	28,125,625	24,658,895
<b>Undesignated/Unappropriated Fund Balance</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>





# Multi-year Projections - Detail

General Fund (Unrestricted & Restricted)		2023-24 First Interim	2024-25 Projected	2025-26 Projected
<b>Revenues</b>				
	Total LCFF Funding	\$208,816,808	\$204,255,788	\$202,669,055
	Federal Revenues	\$21,601,092	\$11,077,364	\$11,095,181
	Other State Revenues	\$44,806,284	\$41,476,235	\$42,590,184
	Other Local Revenues	\$16,830,393	\$16,076,016	\$16,076,016
<b>Total Revenues</b>		<b>\$292,054,577</b>	<b>\$272,885,403</b>	<b>\$272,430,436</b>
<b>Expenditures</b>				
	Certificated Salaries	\$111,762,091	\$111,153,498	\$111,098,493
	Classified Salaries	\$46,894,095	\$44,185,876	\$44,760,293
	Employee Benefits	\$64,174,265	\$60,678,944	\$60,525,870
	Books & Supplies	\$18,011,181	\$12,821,694	\$12,491,913
	Services & Other Operating Expenses	\$64,700,154	\$51,302,222	\$50,320,969
	Capital Outlay	\$4,537,323	\$70,000	\$70,000
	Other Outgo	\$2,387,300	\$2,387,300	\$2,387,300
	Transfer of Indirect Costs	-\$328,792	-\$328,792	-\$328,792
<b>Total Expenditures</b>		<b>\$312,137,617</b>	<b>\$282,270,742</b>	<b>\$281,326,046</b>
<b>Detail of Assigned Balances</b>				
	Student Transportation/Bus Replacement	\$1,000,000	\$1,000,000	\$1,000,000
	Technology Device Refresh	\$3,000,000	\$3,000,000	\$3,000,000
	Instructional Materials Adoptions	\$2,000,000	\$2,000,000	\$2,000,000
	Building Maintenance One-Time Funds	\$1,564,000	\$1,564,000	\$1,564,000
	Financial Stability Reserve	\$20,775,930	\$20,561,625	\$17,094,896
<b>Total Assigned Balances</b>		<b>\$28,339,930</b>	<b>\$28,125,625</b>	<b>\$24,658,896</b>





# First Interim 2023-24 Summary

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- Reflects revisions to the current fiscal year
- Revised Multi-Year Projections
- Resulting in Positive Certification
- Staff recommends approval of the 2023-24 First Interim Financial Report







Questions?