

2023-24 Unaudited Actuals Financial Report

Board of Education Meeting
September 12, 2024



PASADENA
Unified School District



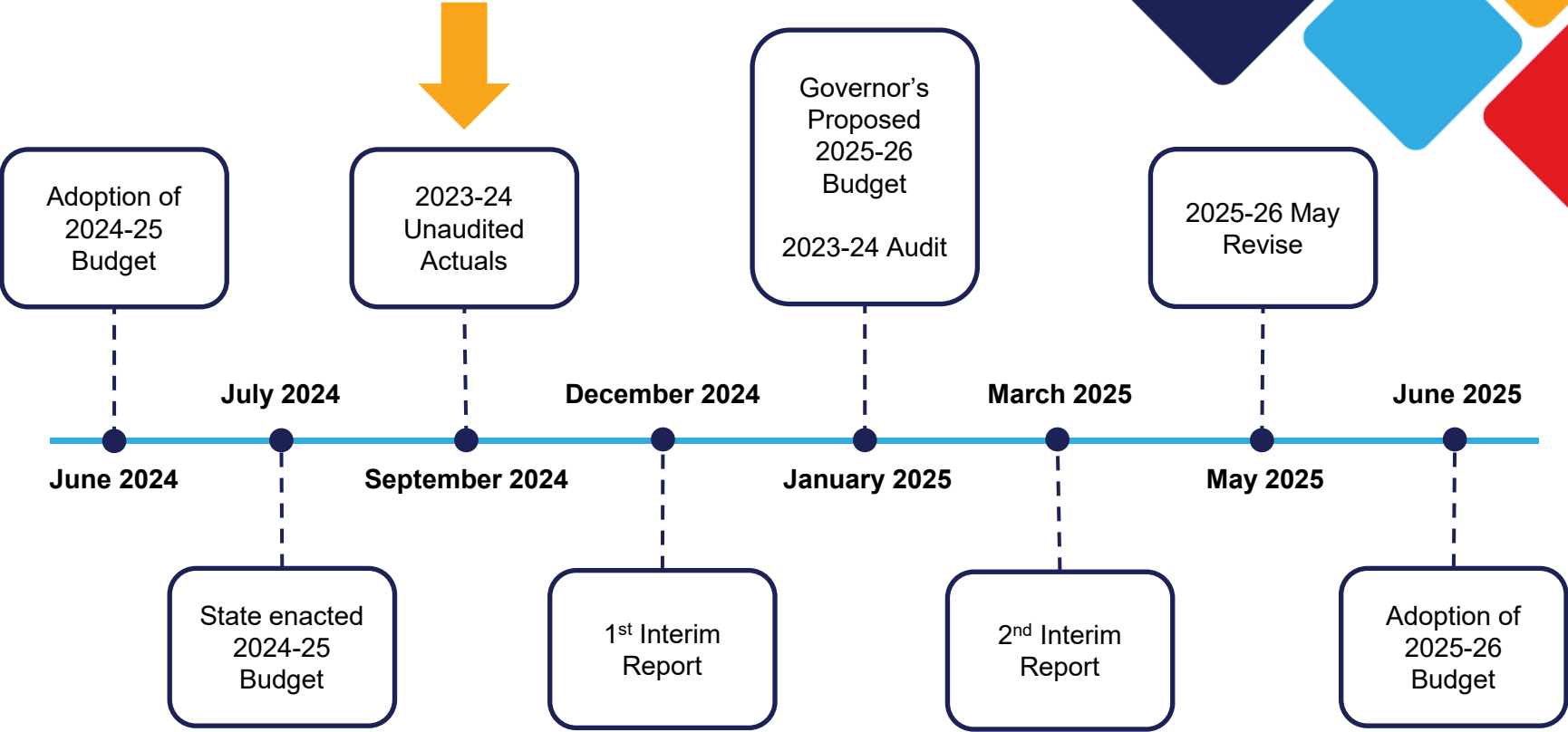
Agenda

- Background
- Fiscal Timeline
- Major Highlights
- Major Changes since June's Estimated Actuals
- Updated Multi-Year Projection

Background

- The Unaudited Actual Financial Report must be prepared in accordance with Education Code Section 41010 and approved and filed by the Governing Board of the school district pursuant to Education Code Section 42100, to Los Angeles County Office of Education (LACOE).

Fiscal Timeline

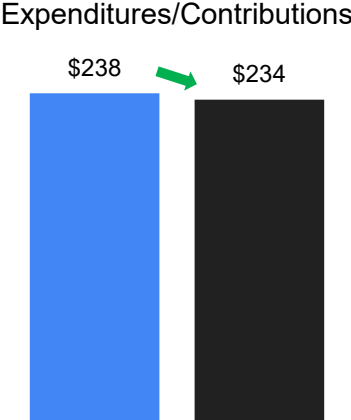
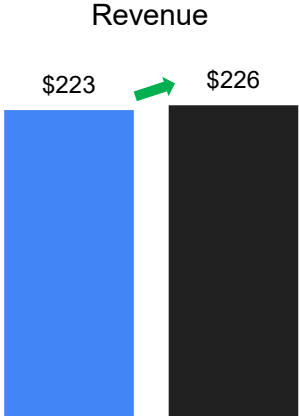


Major Highlights

- All funds had a positive ending fund balance and met all State funding requirements.
- General Fund Unrestricted operating deficit of \$7.4 million
 - Operating *surplus* was \$13.0 million in 2022-23
- General Fund Unrestricted ending balance of \$68.6 million
 - \$7.9 million higher than June's 2023-24 Estimated Actuals
 - \$7.4 million lower than 2022-23

General Fund Unrestricted

2023-24 General Fund Unrestricted



Operating Deficit



■ Estimated Actuals ■ Unaudited Actual

Major Changes Since June's 2023-24 Estimated Actuals

- General Fund Unrestricted revenues higher by \$3.4 million
 - Lottery revenue higher by \$0.5 million
 - Home-to-School Transportation Reimbursement higher by \$1.0 million
 - Interest income higher by \$0.8 million

Major Changes Since June's 2023-24 Estimated Actuals

- General Fund Unrestricted expenditures/contributions lower by \$4.3 million
 - Materials and supplies lower by \$1.3 million
 - Contracted services lower by \$3.2 million
 - Transfer of Direct Costs higher by \$1.5 million

2023-24 Components of Ending Balance

Fund Description	Estimated Actuals (June)	Unaudited Actuals (September)	Variance
General Fund (01)	\$105.2	\$115.6	\$10.4
Adult Education (11)	\$0.1	\$0.2	\$0.1
Child Development (12)	\$1.2	\$6.1	\$4.9
Cafeteria (13)	\$7.9	\$10.9	\$2.9
Bond Building (21)	\$70.5	\$84.6	\$14.1
Capital Facilities (25)	\$2.5	\$4.2	\$1.7
County School Facilities (35)	\$0.02	\$0.02	-
Special Reserve Capital (40)	\$0.5	\$0.7	\$0.1
Special Reserves (17)	\$10.7	\$10.8	\$0.1
Self Insurance (67)	\$22.8	\$24.4	\$1.7
Retiree Benefits (71)	\$0.03	\$0.03	-

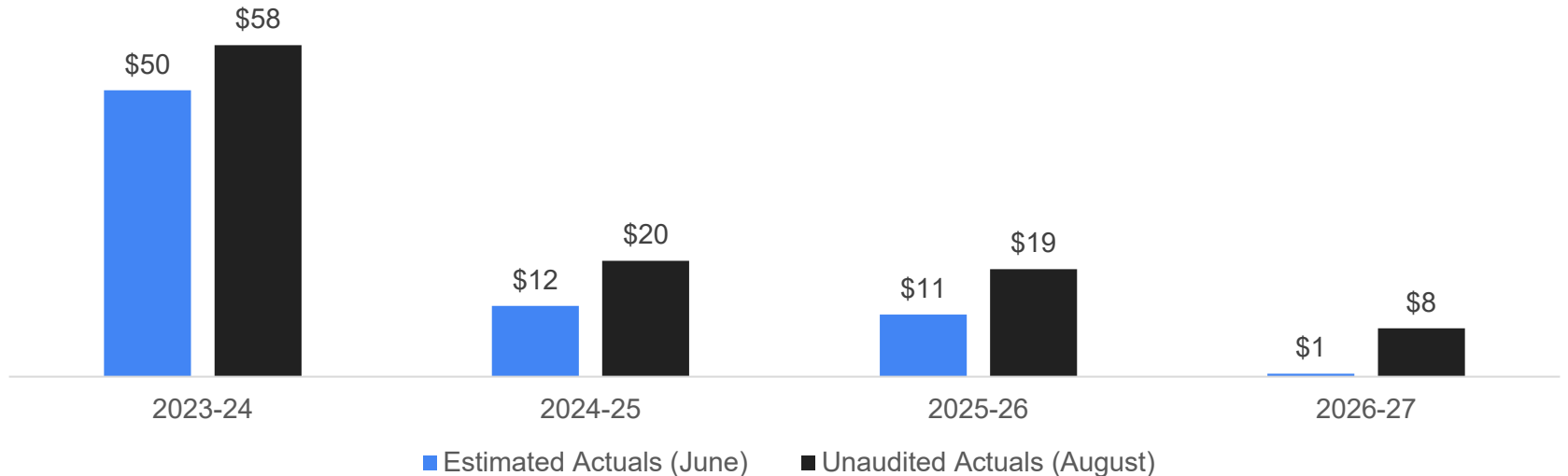
Amounts in millions

2023-24 Components of General Fund Ending Balance

<i>(amounts in millions)</i>	Estimated Actuals (June)	Unaudited Actuals (September)	Variance
Nonspendable	\$0.5	\$0.4	(\$0.1)
Restricted	\$44.3	\$47.0	\$2.7
Commitments	\$0.0	\$0.0	-
Assigned	\$0.0	\$0.0	-
Reserve for Economic Uncertainty	\$10.5	\$10.3	(\$0.2)
Unassigned/Undesignated	\$49.9	\$57.8	\$7.9
Total	\$105.2	\$115.6	\$10.4

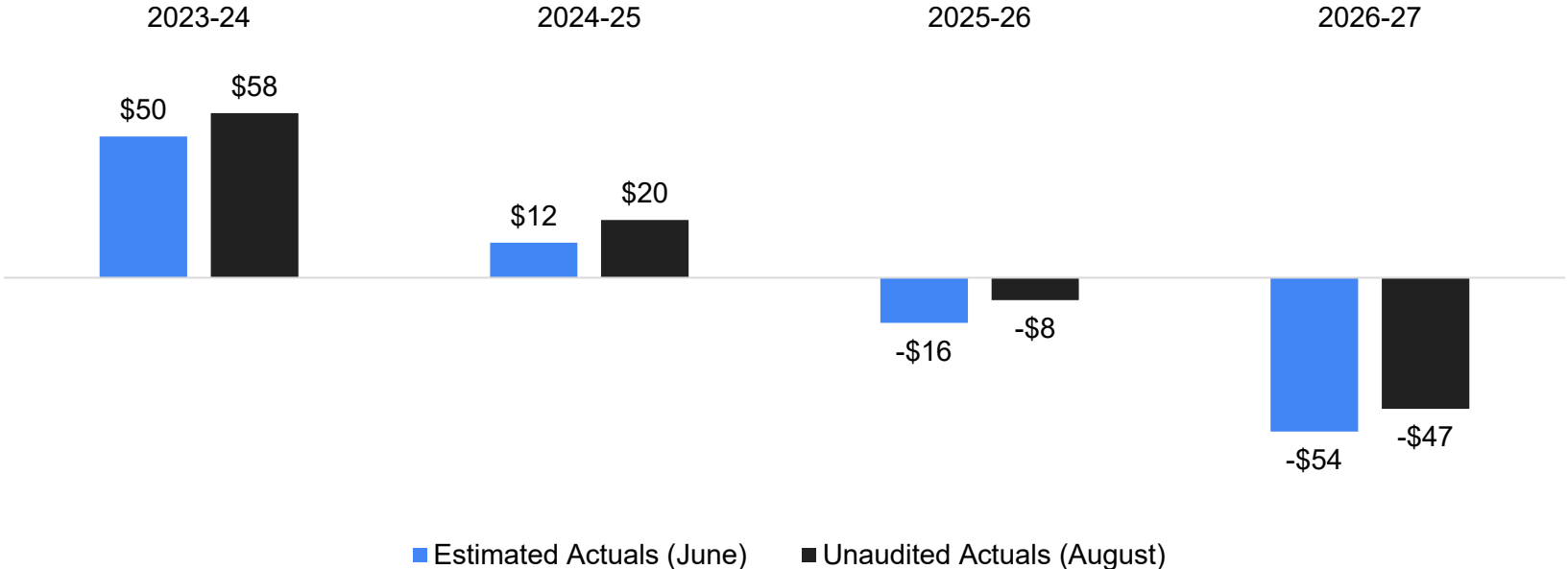
General Fund Unrestricted MYP – With FSP

GF Unassigned/Undesignated Balances - FSP
(amounts in millions)



General Fund Unrestricted MYP – No FSP

GF Unassigned/Undesignated Balances - No FSP
(amounts in millions)



Factors Not Reflected in MYP

- Future changes in compensation
- Increases in insurance costs
- Potential increase liabilities
- Potential impact of economic downturn
- Potential new major programmatic/operational investments

Important Context on Fiscal Outlook

- One-time funds expiring
- COLA in 2024-25 was substantially lower than previously anticipated
- Declining enrollment, and expiration of ADA hold harmless provisions

Next Steps

The District's external auditors will independently review and audit the financial data to validate:

- Accuracy
- Compliance with:
 - Generally Accepted Accounting Principles (GAAP)
 - Governmental Accounting Standards Board (GASB)
 - California School Accounting Manual (CSAM)
 - Funding Requirements and Regulations

As Required by the CA Education Code, the Audited Financial Report and External Auditor's Report will be presented to the Board in December.