



# Rescue Union School District

## 2022-23 1<sup>st</sup> Interim Update

December 13, 2022



### Board of Trustees

Michael Gordon, President   Nancy Brownell, Vice-President  
Michelle Bebout, Member   Suzanna George, Clerk   Kim White, Member



The promise of public education is for every child to succeed in school and life. To realize this promise, every child must be given resources, support, and interventions based on his or her needs. Our school district is uniquely positioned to fulfill this promise to all of our students.

The concept of educational equity can mean different things to different people so the Rescue Union School District Board of Trustees and Superintendent want to be very clear with our intention:

- ✦ We affirm in our actions that each student can, will, and shall learn.
- ✦ We believe educational equity is the intentional allocation of resources, instruction, and opportunities according to need.
- ✦ We affirm that factors including but not limited to disability, race, ethnicity, and socio-economic status, should not affect our students rights to quality educational opportunities.



# Timeline and Certifications

## Financial Cycle for 2022-23

- √ **June 14, 2022** – Public Hearing
- √ **June 28, 2022** – Board Approval/Budget Adoption
- √ **August/September 2022** - If there are material changes in the District budget due to state budget adoption or revision, budget revisions are due 45 days afterwards.
- √ **December 2022** - First Interim Budget
- ⊕ **March 2023** - Second Interim Budget
- ⊕ **June 2023** - June Budget Update (with 2023-24 budget adoption)
- ⊕ **September 2023** - Unaudited Actual Financials
- ⊕ **December 2023** - Audit Report



# Timeline and Certifications

School Districts and county offices of education are required to file two reports during the fiscal year (interim reports) on the status of their financial health. This presentation is a user-friendly summary of the 2022-23 First Interim Report.

- The ***first interim report is due by December 15*** and the ***second interim report is due by March 15***.
- These reports must include a certification of whether a school district is able to meet its financial obligations. The certifications are classified as positive, qualified, or negative.
  - A ***positive*** certification is assigned when the district will meet its financial obligations for the current and two subsequent fiscal years.
  - A ***qualified*** certification is assigned when the district may not meet its financial obligations for the current or two subsequent fiscal years.
  - A ***negative*** certification is assigned when a district will be unable to meet its financial obligations for the remainder of the current year or for the subsequent fiscal year.
- The county superintendent of schools determines the validity of a school district's certification, and may reclassify a district's certification from positive to qualified or negative.



# 2022-23

## 1<sup>st</sup> Interim Budget

### ■ This revision includes:

- Updated budget assumptions
  - Multi-year budget assumptions
  - Including updated attendance and enrollment
  - Historical Enrollment and Attendance
- Updated revenues
- Updated expenditures
- A look into the future
- Updated cash-flow (separate report)
- Detail Multi-year projections (separate report)
- All fund summary report (separate report)

### ■ Next budget update March 2023







# Multi-Year Assumptions

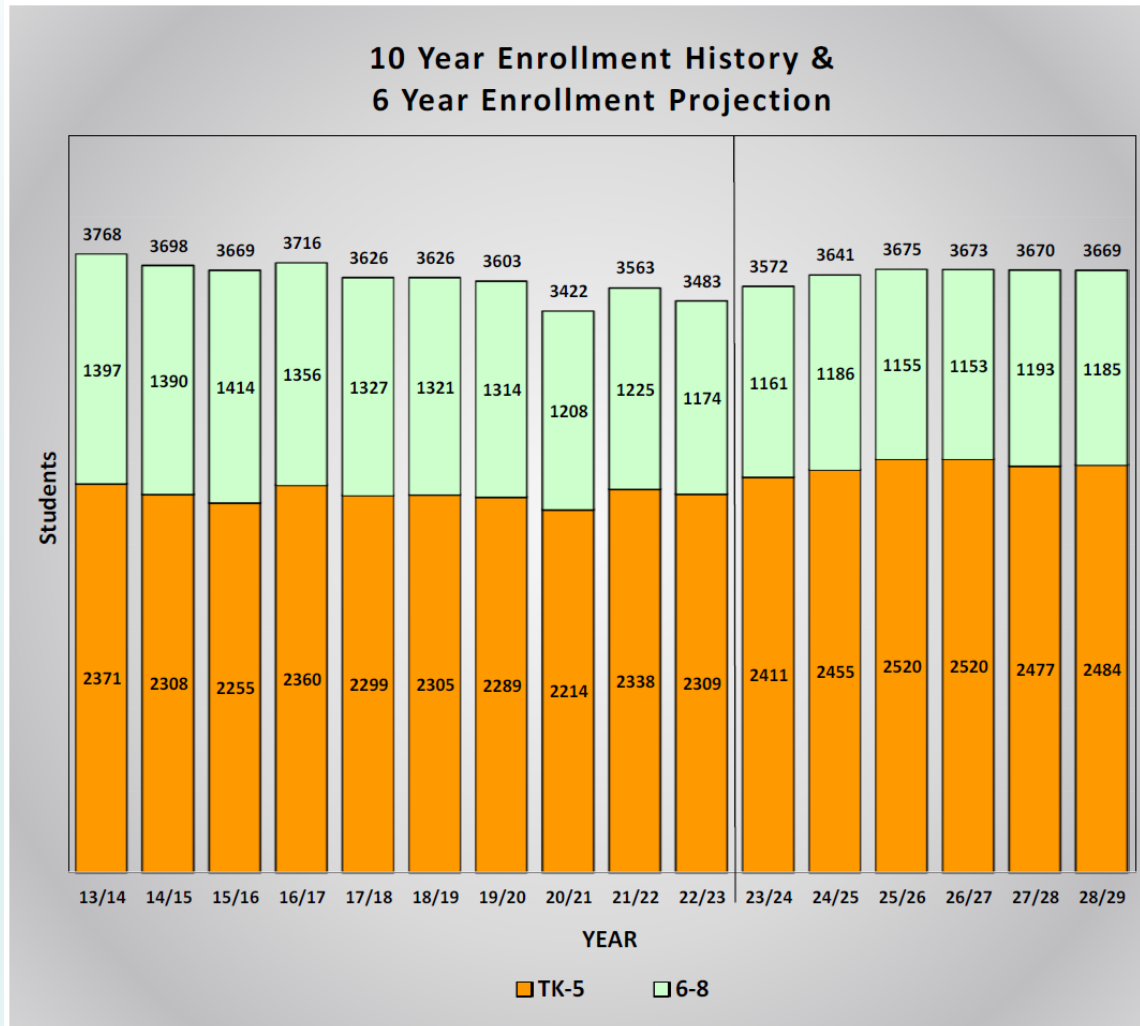
ASSUMPTIONS	2022-23	2023-24	2024-25
<u>COLA</u>	6.56%	5.38%	4.02%
<u>ENROLLED / ADA</u>	3,518 / 3,362.69	3,518 / 3,372.77	3,518 / 3,388.6
<u>FUNDED ADA</u>	3,503.93	3,424.21	3,417.46
<u>UPC %</u>	18.78%	18.63%	17.86%
<u>STRS RATE / PERS RATE</u>	19.10% / 25.37%	19.10% / 25.20%	19.10% / 24.60%
<u>NEGOTIATION STATUS</u>	SETTLED	NOT SETTLED	NOT SETTLED
<u>ONE-TIME FUNDS</u>	CARES - \$1.6 mil	EEF - Year 3 \$188k	EEF - Year 3 \$188k
	EEF - Year 2 \$188k	Est Retirees: 3	Est Retirees: 3

CARES: Coronavirus Aid, Relief and Economic Security

EEF: Educator Effectiveness Funding

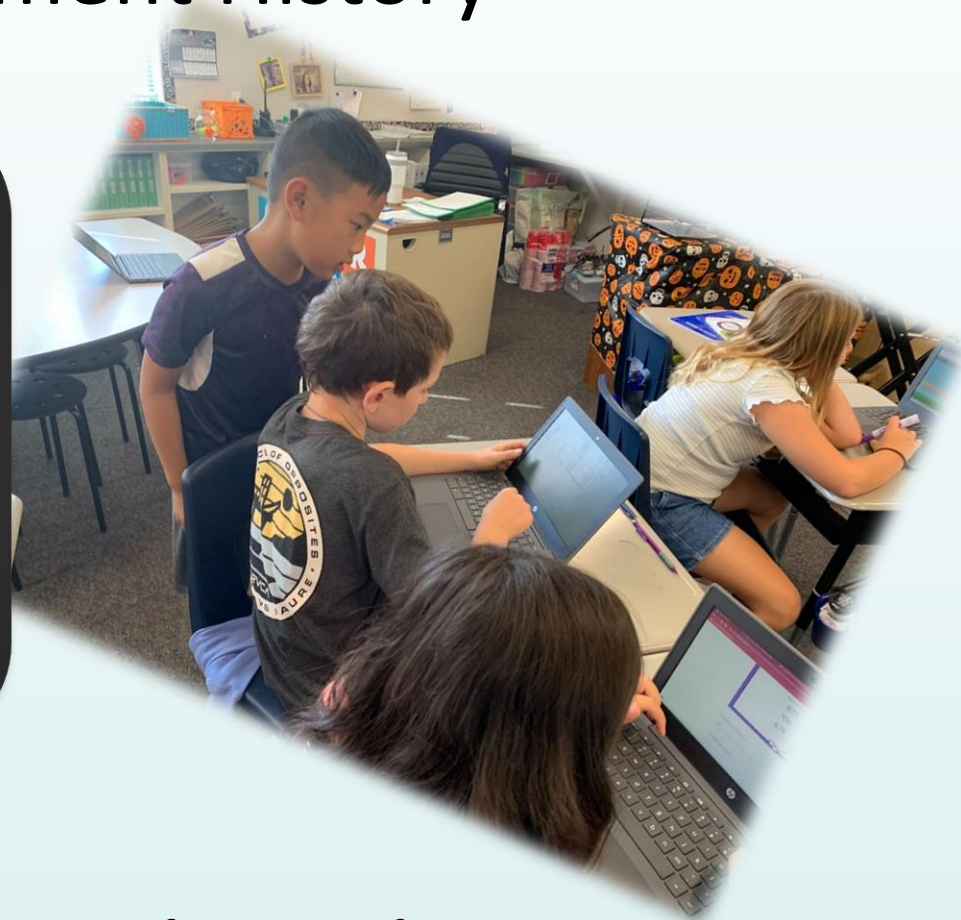
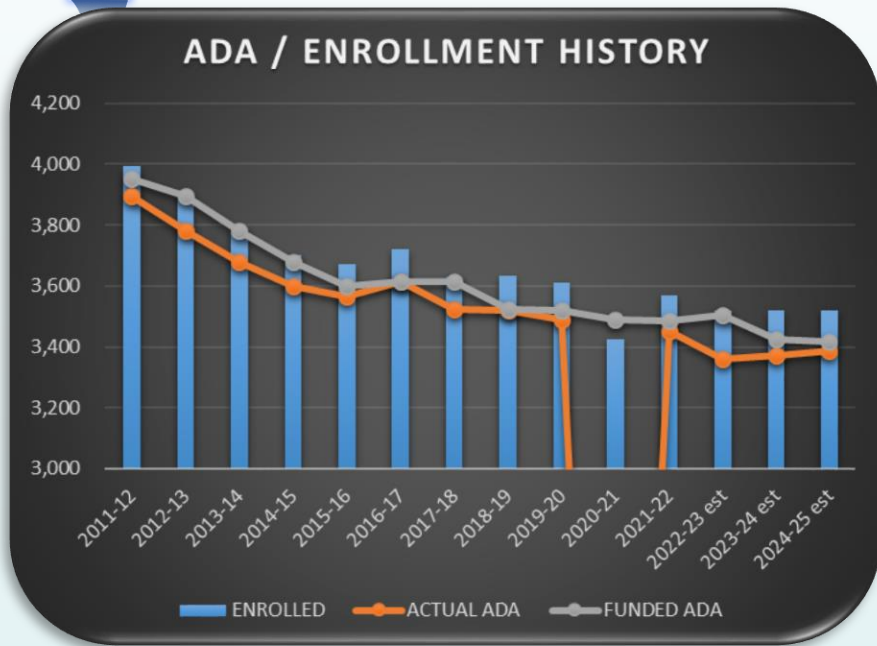


# 2022-23 Demographic Study





# RUSD Enrollment History



School Districts receive funding on the greater of current or prior year average daily attendance (ADA), with some annual adjustments. Beginning 2022-23, we can also use a 3 year average for ADA. Using a 3 year average, Rescue will be funded on 100 more ADA in 2022-23 than original budget estimates.





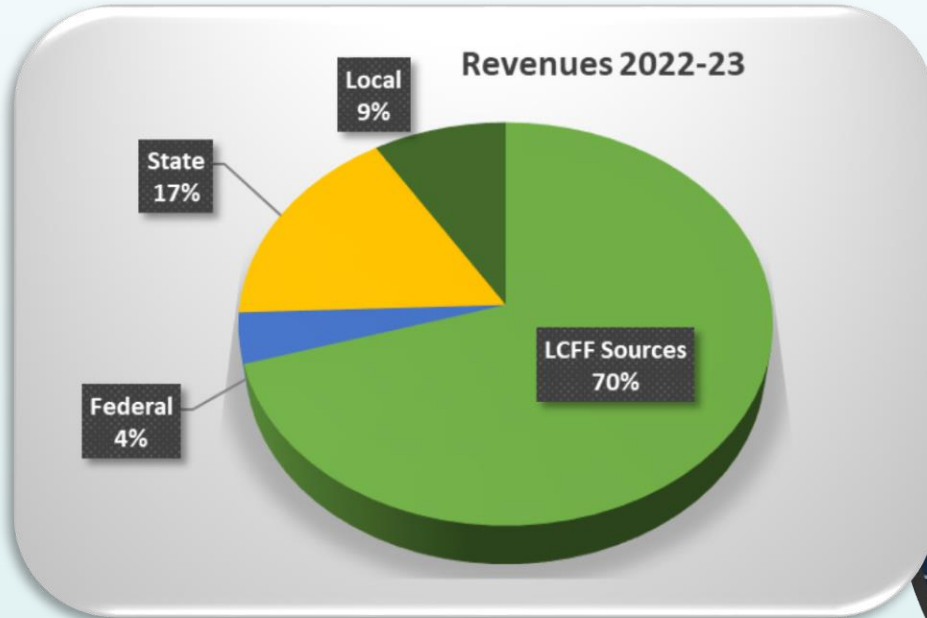
# General Fund

Rescue Union District Financial Status Comparison 2022-23										
	b	c	d	e	f	g	h	i	j	k
		<u>Budget Adoption</u> <u>2022-23</u>			<u>1st Interim</u> <u>2022-23</u>			<u>Compare</u> <u>Budget Adoption to 1st Interim</u>		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted Variance	Restricted Variance	Total Variance
4										
5										
6	Revenue Detail									
7	LCFF Sources (8010-8099)	34,233,418	-	34,233,418	36,328,149	-	36,328,149	2,094,731	-	2,094,731
8	Federal Revenue (8100-8299)	-	2,012,111	2,012,111	-	2,097,885	2,097,885	-	85,774	85,774
9	Other State Revenue (8300-8599)	676,839	3,685,546	4,362,385	744,513	7,902,498	8,647,011	67,674	4,216,952	4,284,626
10	Other Local Revenue (8600-8799)	528,012	2,130,407	2,658,419	2,189,678	2,377,411	4,567,089	1,661,666	247,004	1,908,670
11	Total Revenue	35,438,269	7,828,064	43,266,333	39,262,340	12,377,794	51,640,134	3,824,071	4,549,730	8,373,801
12										
13	Expenditure Detail									
14	Certificated	15,754,430	2,363,732	18,118,162	16,322,472	2,933,824	19,256,296	568,042	570,092	1,138,134
15	Classified	5,006,536	2,604,105	7,610,641	5,099,605	2,684,752	7,784,357	93,069	80,647	173,716
16	Employee benefits	6,843,111	3,817,429	10,660,539	7,167,183	4,073,443	11,240,626	324,072	256,014	580,087
17	Books & Supplies	680,939	1,443,824	2,124,764	794,184	1,866,410	2,660,594	113,245	422,585	535,830
18	Service, Other Operating	2,133,999	2,587,798	4,721,796	2,117,707	3,198,346	5,316,053	(16,291)	610,548	594,257
19	Capital Outlay	6,400	100,000	106,400	1,714,670	170,852	1,885,522	1,708,270	70,852	1,779,122
20	Other Outgo	253,533	1,073,938	1,327,471	253,533	1,073,938	1,327,471	-	-	-
21	Indirect Costs	(166,711)	134,093	(32,618)	(187,187)	156,036	(31,151)	(20,475)	21,942	1,467
22	Total Expenditures	30,512,237	14,124,919	44,637,155	33,282,168	16,157,599	49,439,768	2,769,931	2,032,681	4,802,612
23										
24	Excess/(Deficiency)	4,926,032	(6,296,855)	(1,370,823)	5,980,171	(3,779,805)	2,200,366	1,054,139	2,517,049	3,571,189
25										
26	Other Financing Sources/uses									
27	Transfers In			-			-	-	-	-
28	Transfers Out	-	-	-			-	-	-	-
29	Other Sources	-	-	-			-	-	-	-
30	Other Uses	-	-	-			-	-	-	-
31	Contributions (8800-8999)	(5,291,686)	5,291,686	-	(5,681,350)	5,681,350	-	(389,663)	389,663	-
32	Total Other Sources/Uses	(5,291,686)	5,291,686	-	(5,681,350)	5,681,350	-	(389,663)	389,663	-
33										
34	Net Inc/Dcr to Fund Balance	(365,655)	(1,005,168)	(1,370,823)	298,821	1,901,545	2,200,366	664,476	2,906,713	3,571,189
35										
36	Beginning Balance	6,458,685	2,475,272	8,933,957	6,458,685	2,475,272	8,933,957	-	-	-
37	Ending Balance	6,093,031	1,470,104	7,563,135	6,757,507	4,376,817	11,134,323	664,476	2,906,713	3,571,189



# 2022-23

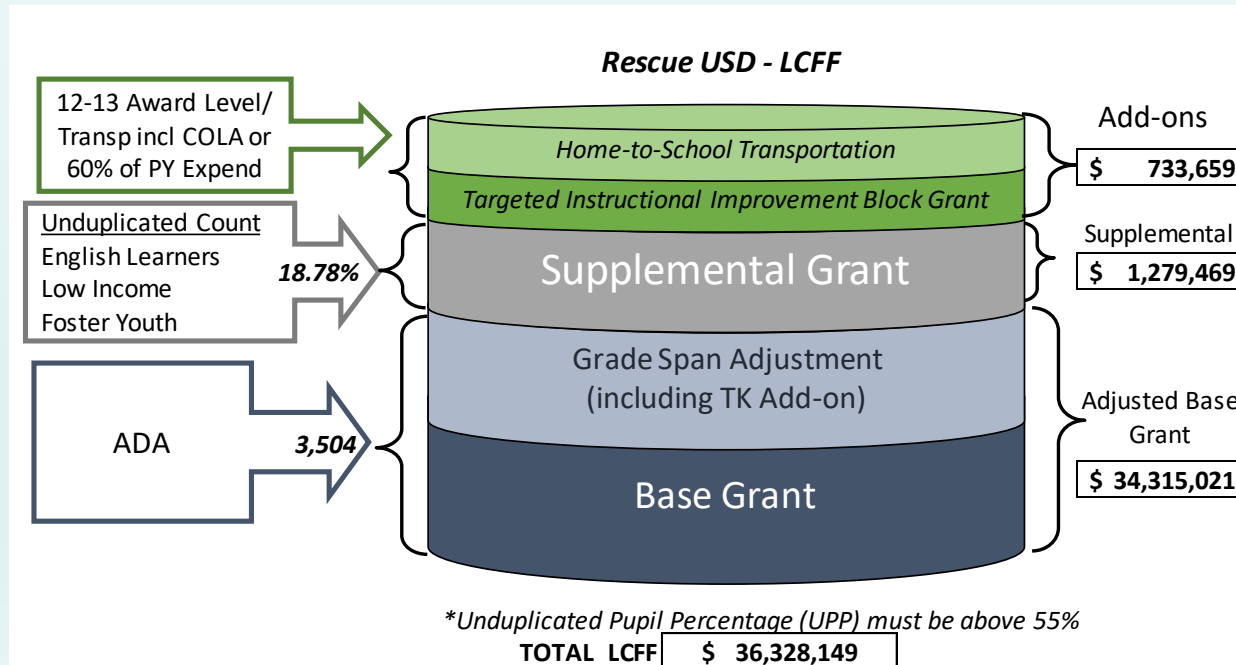
## 1<sup>st</sup> Interim Revenue Projections





# LCFF-Local Control Funding Formula

- Base grant and Grade Span Adjustment is based on greater of current or prior year ADA
- Supplemental and concentration funding is added based on the “unduplicated count” percentage
  - ⊕ Supplemental funding is 20% of our funding by grade x our Unduplicated rate
  - ⊕ Concentration funding is available to Districts with at least 55% UPP.
- Home to school transportation and TIIG are both funded at 2012-13 funding level
  - ⊕ Beginning 2022-23 transportation will be increased by the LCFF COLA and funded at no less than 60% of transportation expenditures (excluding capital outlay).



## LCFF Base Rates:

*TK-3	\$	10,119
4-6	\$	9,304
7-8	\$	9,580

\*includes grade span adjustment



# Revenue Changes since Adopted Budget



	<u>Budget Adoption</u> <u>2022-23</u>	<u>1st Interim</u> <u>2022-23</u>	<u>Compare</u> <u>Budget</u> <u>Adoption to</u> <u>1st Interim</u>
Revenue Detail	TOTAL UNRESTRICTED / RESTRICTED	TOTAL UNRESTRICTED/ RESTRICTED	CHANGE
LCFF Sources (8010-8099)	34,233,418	36,328,149	2,094,731
Federal Revenue (8100-8299)	2,012,111	2,097,885	85,774
Other State Revenue (8300-8599)	4,362,385	8,647,011	4,284,626
Other Local Revenue (8600-8799)	2,658,419	4,567,089	1,908,670
<b>Total Revenue</b>	<b>43,266,333</b>	<b>51,640,134</b>	<b>8,373,801</b>

## LCFF \$2,094,731

- Increased COLA and 3 Year average ADA
- \$1mil estimated at 45 Day Revise

## Federal \$85,744

- <\$112k> Title I reduction
- \$153k carryover COVID funding
- \$34k SPED Learning Recovery
- \$10k Other Fed programs

## State \$4,284,626

- \$2.2 mil Art, Music, Discretionary Grant
- \$1.5 mil Learning Recovery Grant
- \$220k SPED Early Intervention
- \$64k ELOP
- \$141k Universal Pre-K Implementation Grant

## Local \$1,908,670

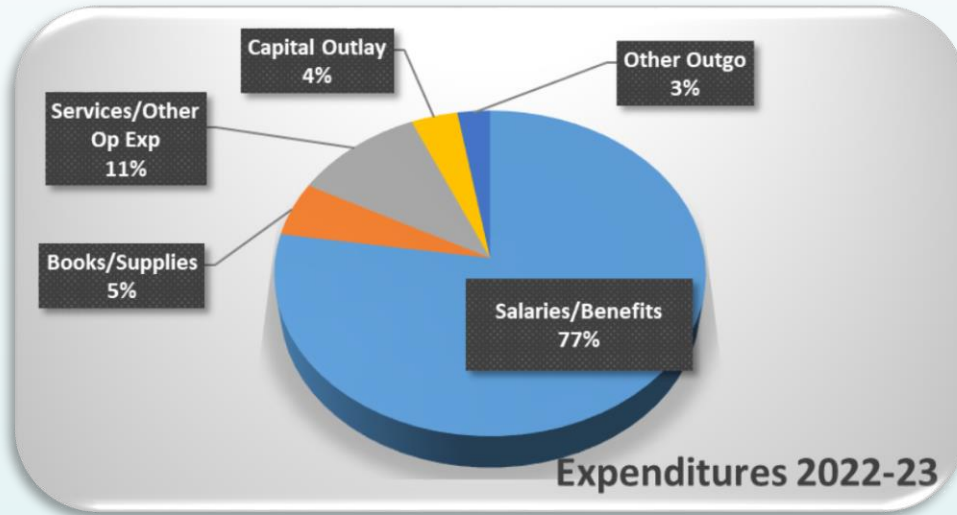
- \$1.6 mil Bus Grants
- \$100k SPED Funding
- \$146k Donations





# 2022-23

## 1<sup>st</sup> Interim Expenditure Projections



### Expenditures:

- 77% is salaries/benefits (adjusted to 80% w/o capital outlay)
- 5% books/supplies includes technology and instructional materials
- 11% Services includes contracts for large facility and maintenance services as well as Special Education Non-Public School placements
- 4% Capital Outlay – includes new buses
- 3% Other Outgo includes payments to El Dorado County Office of Education for services.





# Expenditure Changes since Adopted Budget

## Salaries/Benefits - \$1,891,937

- \$456K Class Negotiations
- \$1.1 mil Cert Negotiations
- \$248k Conf/Class Mang/Admin
- \$125k SPED Coordinator
- \$86k PG SDC Teacher
- \$91k District RSP Teacher
- <\$214k> Salary adjustments for reassignments and newly filled positions

## Books/Supplies - \$535,830

- \$71k Universal Pre-k Grant ( site allocations)
- \$300k Tech/Chromebooks, switches/staff computers
- \$167k Donations
- \$19k new SDC Class

	<u>Budget Adoption 2022-23</u>	<u>1st Interim 2022-23</u>	<u>Compare Budget Adoption to 1st Interim</u>
Expenditure Detail	TOTAL UNRESTRICTED / RESTRICTED	TOTAL UNRESTRICTED/ RESTRICTED	CHANGE
Certificated	18,118,162	19,256,296	1,138,134
Classified	7,610,641	7,784,357	173,716
Employee benefits	10,660,539	11,240,626	580,087
Books & Supplies	2,124,764	2,660,594	535,830
Service, Other Operating	4,721,796	5,316,053	594,257
Capital Outlay	106,400	1,885,522	1,779,122
Other Outgo	1,327,471	1,327,471	-
Indirect Costs	(32,618)	(31,151)	1,467
<b>Total Expenditures</b>	<b>44,637,155</b>	<b>49,439,768</b>	<b>4,802,612</b>

## Services/Contracts - \$594,257

- \$86k Kitchen Grant – Training and Infrastructure
- \$122k ELOP grant for Afterschool Program
- \$32k Annual Alarm testing
- \$99k CARES funding carryover
- \$187k Donations

## Capital Outlay - \$1,779,122

- \$38k Transportation Van
- \$1.6 Electric Buses
- \$70k TK playground equipment



# Multi-Year Projections

## Unrestricted only

### Line E. NET INCREASE (DECREASE)

We are not deficit spending in 2022-23.

Although 2023-24 shows deficit spending, by 2024-25, we will no longer be deficit spending.



12/6/2022

Rescue Union School District					
Multi-Year Projected Budget					
2022-23 1st Interim MYP		B 2022-23 ADOPTED BUDGET	E 2022-23 1st INTERIM	I 2023-24 1st INTERIM	M 2024-25 1st INTERIM
		Unrestricted	Unrestricted	Unrestricted	Unrestricted
COLA		6.56%	6.56%	5.38%	4.02%
LCFF Enrollment		3,569	3,518	3,518	3,518
LCFF ADA:		3,401.38	3,503.93	3,424.21	3,417.46
UPC %		19.52%	18.78%	18.63%	17.86%
A. REVENUE:					
LCFF Sources	8010-8099	34,233,418	36,328,149	37,509,972	38,852,359
Federal Revenue	8100-8299	-	-	-	-
Other State Revenue	8300-8599	676,839	744,513	744,513	744,513
Local Revenue	8600-8799	528,012	2,189,678	351,507	351,507
TOTAL REVENUE		35,438,269	39,262,340	38,605,992	39,948,379
B. EXPENDITURES:					
Certificated Salaries	1000-1999	15,754,430	16,322,472	17,084,147	17,286,907
Classified Salaries	2000-2999	5,006,536	5,099,605	5,479,456	5,652,240
Benefits	3000-3999	6,843,111	7,167,183	7,515,080	7,573,193
Books & Supplies	4000-4999	680,939	794,184	1,047,786	1,071,884
Services	5000-5999	2,133,999	2,117,707	2,134,397	2,134,397
Capital Outlay	6000-6599	6,400	1,714,670	6,400	6,400
Other Outgo	7100-7299	253,533	253,533	267,461	278,204
Direct Support/Indirect Cos	7300-7399	(166,711)	(187,187)	(225,488)	(233,530)
TOTAL EXPENDITURES		30,512,237	33,282,168	33,309,238	33,769,696
C. EXCESS ( DEFICIENCY)		4,926,032	5,980,171	5,296,754	6,178,683
D. OTHER FINANCING SOURCES/USES					
Interfund Transfers In	8910-8929				
Interfund Transfers Out	7610-7629				
Other Sources	8930-8979				
Other Uses	7630-7699				
Contributions	8980-8999	(5,291,686)	(5,681,350)	(5,834,744)	(5,863,028)
TOTAL SOURCES/USES		(5,291,686)	(5,681,350)	(5,834,744)	(5,863,028)
E. NET INCREASE (DECREASE)		(365,655)	298,821	(537,991)	315,655
BEGINNING BALANCE		7,468,207	7,468,207	7,767,029	7,229,038
Audit adj		-	-	-	-
F. RESTATED BEGINNING BALANCE		7,468,207	7,468,207	7,767,029	7,229,038
PROJECTED ENDING BALANCE		7,102,553	7,767,029	7,229,038	7,544,693



# Multi-Year Projections Total U/R and Rest



## Rescue Union School District

### Multi-Year Projected Budget

		D 2022-23 ADOPTED BUDGET	G 2022-23 1st INTERIM	K 2023-24 1st INTERIM	O 2024-25 1st INTERIM
		Total	Total	Total	Total
2022-23 1st Interim MYP					
	COLA	6.56%	6.56%	5.38%	4.02%
	LCFF Enrollment	3,569	3,518	3,518	3,518
	LCFF ADA:	3,401.38	3,503.93	3,424.21	3,417.46
	UPC %	19.52%	18.78%	18.63%	17.86%
<b>A. REVENUE:</b>					
LCFF Sources	8010-8099	34,233,418	36,328,149	37,509,972	38,852,359
Federal Revenue	8100-8299	2,012,111	2,097,885	548,993	536,764
Other State Revenue	8300-8599	4,362,385	8,647,011	4,560,226	4,510,226
Local Revenue	8600-8799	2,658,419	4,567,089	2,509,944	2,509,944
<b>TOTAL REVENUE</b>		<b>43,266,333</b>	<b>51,640,134</b>	<b>45,129,135</b>	<b>46,409,293</b>
<b>B. EXPENDITURES:</b>					
Certificated Salaries	1000-1999	18,118,162	19,256,296	19,458,108	19,660,868
Classified Salaries	2000-2999	7,610,641	7,784,357	7,945,141	8,117,926
Benefits	3000-3999	10,660,539	11,240,626	11,320,838	11,378,951
Books & Supplies	4000-4999	2,124,764	2,660,594	1,654,024	1,840,250
Services	5000-5999	4,721,796	5,316,053	4,617,827	4,626,572
Capital Outlay	6000-6599	106,400	1,885,522	106,400	106,400
Other Outgo	7100-7299	1,327,471	1,327,471	1,341,399	1,352,142
Direct Support/Indirect Cos	7300-7399	(32,618)	(31,151)	(31,151)	(31,151)
<b>TOTAL EXPENDITURES</b>		<b>44,637,155</b>	<b>49,439,768</b>	<b>46,412,586</b>	<b>47,051,958</b>
<b>C. EXCESS ( DEFICIENCY)</b>		<b>(1,370,823)</b>	<b>2,200,366</b>	<b>(1,283,451)</b>	<b>(642,665)</b>
<b>D. OTHER FINANCING SOURCES/USES</b>					
Interfund Transfers In	8910-8929	-	-	-	-
Interfund Transfers Out	7610-7629	-	-	-	-
Other Sources	8930-8979	-	-	-	-
Other Uses	7630-7699	-	-	-	-
Contributions	8980-8999	-	-	-	-
<b>TOTAL SOURCES/USES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>E. NET INCREASE (DECREASE)</b>		<b>(1,370,823)</b>	<b>2,200,366</b>	<b>(1,283,451)</b>	<b>(642,665)</b>
<b>BEGINNING BALANCE</b>		<b>9,943,479</b>	<b>9,943,479</b>	<b>12,143,845</b>	<b>10,860,395</b>
Audit adj		-	-	-	-
<b>F. RESTATED BEGINNING BALANCE</b>		<b>9,943,479</b>	<b>9,943,479</b>	<b>12,143,845</b>	<b>10,860,395</b>
<b>PROJECTED ENDING BALANCE</b>		<b>8,572,657</b>	<b>12,143,845</b>	<b>10,860,395</b>	<b>10,217,730</b>



### Multi-Year Projected Budget

### G. COMPONENTS OF THE ENDING BALANCE:

2022-2023				
2023-2024				
2024-2025				
2025-2026				
a) Nonspendable				
Revolving Cash	6,500	6,500	6,500	6,500
Stores	-	-	-	-
Prepaid expenses	-	-	-	-
All Others	-	-	-	-
b) Restricted	1,470,104	4,376,817	3,637,105	2,684,532
Educator Effectiveness	613,422	610,683	423,483	28,283
Lottery Instructional Materials RS 6300	101,233	182,352	181,829	
Learning Recover SpEd RS 6537				
SpEd Early Intervntn Preschool RS 6547				
Medi-Cal RS 9008	36,632	-	-	
CTEIG RS 9054	90,437	40,225	65,755	
ELOP	-			
Early Intervention	-			
Additional 21-22 carryover	628,380			
KIT PD	-			
CESAP	-			
P-EBT Admin Funds	-			
Education Connectivity Grant	-			
Donations	-	-	-	
Student Body	-			
ESSER II RS 7425	-	-	-	
Learning Recovery Emer Grant				
Arts & Music Block Grant	-	2,147,206	2,050,322	1,921,038
c) Committed				
Stabilization Arrangements				
Other Commitments	2,632,337	2,816,552	2,575,531	2,837,536
Liability - Compensated Absences	58,375	100,000	100,000	100,000
Liability - H/W Prior Year adjust	174,887	150,000	150,000	150,000
U/R Lottery - Instr Supplies / Textbook Adopt	1,133,812	1,115,739	1,049,487	983,235
MAA - Health services	86,768	92,540	71,296	50,052
Emergency Facility Needs	168,973	500,000	500,000	500,000
Declining Enrollment Mitigation	1,009,522	858,273	704,748	1,054,249
d) Assigned	-	-	-	-
Assigned Descriptions:				
Liability - Compensated Absences	-	-	-	-
Liability - H/W Prior Year adjust	-	-	-	-
U/R Lottery - Instr Supplies / Textbook Adopt	-	-	-	-
Emergency Facility Needs	-	-	-	-
Misc Reserves	-	-	-	-
e) Unassigned	-	-	-	-
Reserve for Economic Uncertainties 10%	4,463,716	4,943,977	4,641,259	4,689,161
Unassigned/Unappropriated	-	-	-	-
Ending Fund Balance	8,572,657	12,143,845	10,860,395	10,217,736





# Future Budget Considerations



- Enrollment updates and impacts to LCFF
- January Budget proposal
- One-Time Funding
  - ✦ Educator Effectiveness
  - ✦ Art, Music, and Instructional Materials Discretionary Grant
  - ✦ Learning Recovery Grant
- We will need to explore how to fund priorities after the one-time funds have been expended:
  - ✦ Training
  - ✦ Staff
  - ✦ Supplies
- Negotiations for 2023-24







# Questions?

