



Rescue Union School District 2024-25 Budget Adoption

Hearing: June 11, 2024

Board Approval: June 25, 2024



Board of Trustees

Michael Gordon, President Kim White, Vice-President
Michelle Bebout, Clerk Jamie Hunter, Member Michael Flaherty, 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

- Education Code requires school districts to adopt a budget before July 1, 2024
- This presentation is a user-friendly summary of the budget proposed for adoption.
- Financial Cycle for 2024-25
 - ✓ **June 11, 2024** – Public Hearing
 - ⊕ **June 25, 2024** – Board Approval/Budget Adoption
 - ⊕ **August/September 2024** - If there are material changes in the District budget due to state budget adoption or revision, budget revisions are due 45 days afterwards.
 - ⊕ **December 2024** - First Interim Budget
 - ⊕ **March 2025** - Second Interim Budget
 - ⊕ **June 2025** - June Budget Update (with 2025-26 budget adoption)
 - ⊕ **September 2025** - Unaudited Actual Financials
 - ⊕ **December 2025** - Audit Report Complete, present January 2026



Topics of the Day



- This report includes:
 - 2023-24 June Update
 - Revenue and Expenditure comparisons
 - State Fiscal Conditions
 - Budget assumptions 2024-25
 - Multi-year budget assumptions 2025-26 / 2026-27
 - Enrollment Projections
 - Budget Highlights
 - Multi-Year Budget
 - A look into the future
 - Updated cash-flow (separate report)
 - Detail Multi-year projections (separate report)
 - All fund summary report (separate report)
- Budget and LCAP Hearing June 11, 2024
- Budget Adoption with LCAP Approval June 25, 2024



2023-24 June Update





2023-24 Update

Rescue Union District Financial Status Comparison 2023-24										
	b	c	d	e	f	g	h	i	j	k
		2nd Interim Budget 2023-24			June Update 2023-24			Compare 2nd Interim to June Update		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted Variance	Restricted Variance	Total Variance
4										
5										
6	Revenue Detail									
7	LCFF Sources (8010-8099)	38,534,410	-	38,534,410	38,688,098	-	38,688,098	153,688	-	153,688
8	Federal Revenue (8100-8299)	-	1,040,661	1,040,661	-	994,819	994,819	-	(45,842)	(45,842)
9	Other State Revenue (8300-8599)	959,990	4,600,697	5,560,687	959,990	4,599,222	5,559,212	-	(1,475)	(1,475)
10	Other Local Revenue (8600-8799)	2,518,159	3,586,356	6,104,515	2,540,201	3,986,674	6,526,875	22,042	400,318	422,360
11	Total Revenue	42,012,559	9,227,714	51,240,273	42,188,288	9,580,715	51,769,004	175,730	353,001	528,731
12										
13	Expenditure Detail									
14	Certificated	17,202,993	3,284,618	20,487,611	17,184,665	3,234,141	20,418,805	(18,329)	(50,477)	(68,806)
15	Classified	5,542,859	2,569,190	8,112,050	5,544,743	2,557,421	8,102,165	1,884	(11,769)	(9,885)
16	Employee benefits	6,431,032	4,909,479	11,340,512	6,419,962	4,886,819	11,306,781	(11,070)	(22,661)	(33,731)
17	Books & Supplies	911,462	1,440,387	2,351,849	917,408	1,352,231	2,269,639	5,947	(88,156)	(82,209)
18	Service, Other Operating	2,657,558	4,068,198	6,725,757	3,019,493	4,386,884	7,406,377	361,934	318,686	680,620
19	Capital Outlay	1,853,670	1,408,347	3,262,016	1,853,670	1,362,204	3,215,873	-	(46,143)	(46,143)
20	Other Outgo	274,270	1,349,482	1,623,752	274,270	1,409,651	1,683,921	-	60,169	60,169
21	Indirect Costs	(202,848)	162,379	(40,469)	(188,844)	143,844	(45,000)	14,003	(18,534)	(4,531)
22	Total Expenditures	34,670,997	19,192,080	53,863,077	35,025,366	19,333,195	54,358,561	354,369	141,115	495,484
23										
24	Excess/(Deficiency)	7,341,562	(9,964,366)	(2,622,804)	7,162,923	(9,752,480)	(2,589,558)	(178,639)	211,886	33,247
25										
26	Other Financing Sources/uses									
27	Transfers In	-	-	-			-	-	-	-
28	Transfers Out	762,662	-	762,662	762,662		762,662	-	-	-
29	Other Sources	-	-	-			-	-	-	-
30	Other Uses	-	-	-			-	-	-	-
31	Contributions (8800-8999)	(7,079,961)	7,079,961	-	(7,060,797)	7,060,797	-	19,164	(19,164)	-
32	Total Other Sources/Uses	(7,842,623)	7,079,961	(762,662)	(7,823,459)	7,060,797	(762,662)	19,164	(19,164)	-
33										
34	Net Inc/Dcr to Fund Balance	(501,061)	(2,884,405)	(3,385,466)	(660,537)	(2,691,683)	(3,352,219)	(159,475)	192,722	33,247
35										
36	Beginning Balance	9,241,304	7,076,441	16,317,745	9,241,304	7,076,441	16,317,745	-	-	-
37	Ending Balance	8,740,243	4,192,036	12,932,279	8,580,767	4,384,758	12,965,526	(159,475)	192,722	33,247



2023-24 Update

■ Revenue Changes \$529k:

- +\$154k LCFF
 - Increased “Add-on” for 2 TK classes
- <\$46k> Fed Revenue
 - <\$46k> Unused Federal Grants will carry over to 2024-25
- <\$1k> State Revenue
- +\$422k Local Revenue
 - +\$165k site donations
 - +247k SELPA Revenue for Risk Pool Reimbursements





2023-24 Update

Expenditure Changes \$495k

- <\$117k> unfilled positions (not full positions, but in-between filling)
- <\$75k > Curriculum carry to 2024-25
- <\$40k> tech equip moved to 2024-25
- +\$265k Facility summer projects
- +\$18k Copier leases
- +\$100k increase to NPS
- +\$145k increase to insurance premiums
- <\$47k> reduce Cap Expend
- +\$165 Site Donations
- +55k Regional Program Aides





2024-25 Budget Adoption





2024-25

State Fiscal Conditions

- Dramatically lower GF revenue in 2023 and 2024 appears to be a return to a more typical revenue growth pattern rather than part of a broader economic downturn
- The problem is really the amount of revenue volatility – unexpectedly rapid revenue growth for two years (2021 and 2022) followed by a precipitous decline in revenue the next two years
- By far the biggest reductions are outside of education, particularly programs related to climate change, housing and homelessness, and some health and human services



2024-25

State Fiscal Conditions

- Including January budget, Early Action and May Revision, the Governor identifies \$46.1 billion in 2024-25 budget solutions including BSA reserves, spending reductions, revenue/borrowing, delays and fund shifts
- The Governor further notes that additional solutions are needed to avoid an operating deficit in 2025-26, and identifies an additional \$28.4 billion in solutions for that fiscal year
- Governor maintains proposal to withdraw from the various GF reserves over two fiscal years rather than all in the budget year - \$3.3 billion in 2024-25 and \$8.9 billion in 2025-26
- Must declare budget emergency to withdraw funds from the mandatory BSA balance

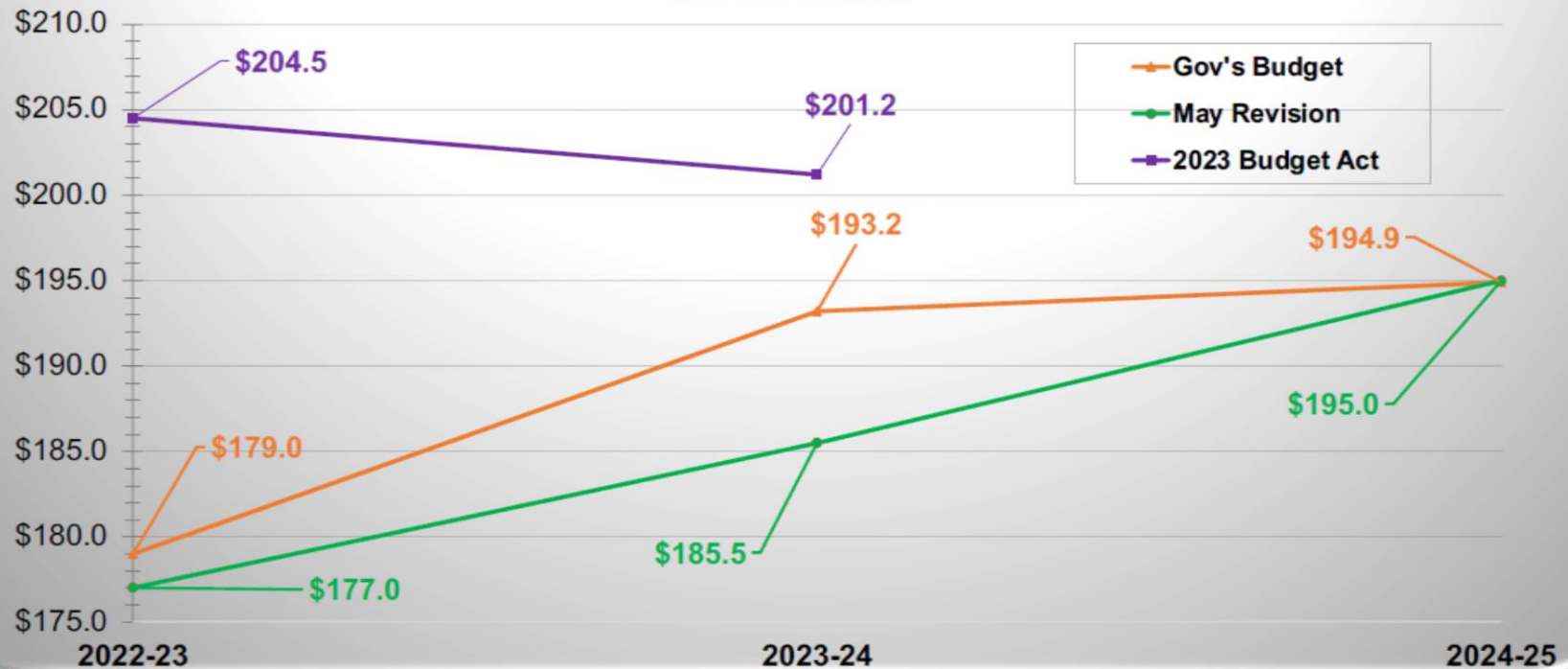


2024-25

State Fiscal Conditions

State General Fund Revenues

Includes only revenues that affect calculation of Prop 98 minimum guarantee
(Dollars in billions)





2024-25

State Fiscal Conditions

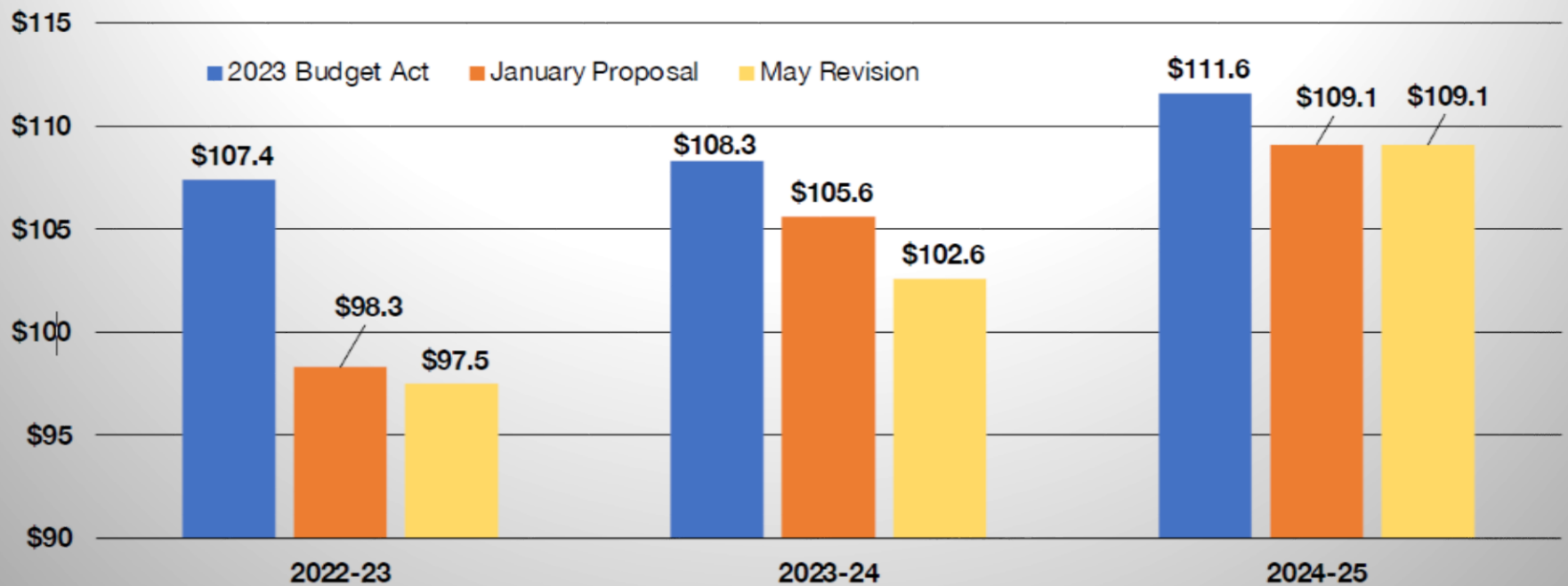
Proposition 98

- The largest reduction proposed by the May Revision during the budget period was to the Prop 98 Guarantee in 2022-23 (\$8.8 billion - \$7.8 billion K-12 and \$1 billion community colleges)
- Would have resulted in billions in lost funding for Prop 98 in current year and beyond
- After a strong opposition campaign by labor and management, a deal was announced between CTA and the Administration on Monday, May 27th
- The deal includes a modified version of the Governor's maneuver, along with other accounting tools to fully fund schools



2024-25 State Fiscal Conditions

Proposition 98 (Dollars in billions)



Prop 98 Guarantee down \$3.8 billion from January, \$18.1 billion from Budget Act



2024-25

State Fiscal Conditions

Proposition 98

- Under the compromise, schools will receive the same amount as proposed in the May Revision for the budget period
- The deal utilizes inter-year deferrals, the Prop 98 reserve, and a loan from the general fund to make up for the budget shortfall caused by Prop 98 in 2022-23
- Retains 2022-23 Prop 98 level in 2023 Budget Act, adopts negotiated suspension in current year
- Suspension of Guarantee in current year results in \$5.5 billion in maintenance factor, paid to schools when state budget allows
- Legislature, other stakeholders will need to see official language – June 15th due date for Budget Act will constrain ongoing negotiations



2024-25

State Fiscal Conditions

Public School Stabilization

- Under the 2023 Budget Act projected a Prop 98 reserve balance of \$10.8 billion by the end of 2023-24
- Governor's May Revision pegs the balance of the Prop 98 reserve at \$8.4 billion at the end of **2022-23** and proposes to utilize \$5.8 billion in 2023-24 and \$2.6 billion 2024-25
- Note that the revised \$2.6 billion balance by end of 2023-24 means local reserve caps are no longer triggered in the budget year (under this proposal, not in 2025-26 either)
- Use of Prop 98 reserve funds prevents cuts to ongoing programs in the budget year – with those funds expended, need significant Prop 98 growth in 2025-26 to maintain these programs

**The deal also proposes to exhaust the Prop 98 reserve; the years and amounts could change*



Budget Assumptions

2023-24	2024-25	2025-26	2026-27
COLA 8.22%	COLA 1.07%	COLA 2.93%	COLA 3.08%
Enrolled 3,512	Enrolled 3,488	Enrolled 3,401	Enrolled 3,356
ADA 95.5%	ADA 95.8%	ADA 96.1%	ADA 96.4%
Funded ADA 3,425.35	Funded ADA 3,403.46	Funded ADA 3,358.59	Funded ADA 3,327.68
UPP 18.85%	UPP 18.26%	UPP 18.44%	UPP 18.60%
PERS: 26.68% STRS: 19.1%	PERS: 27.05% STRS: 19.1%	PERS: 27.6% STRS: 19.1%	PERS: 28.0% STRS: 19.1%

COLA = Cost Of Living Adjustment
ADA = Average Daily Attendance
UPP = Unduplicated Pupil Percent



Enrollment Assumptions

	TK	K	Grade 1	Grade 2	Grade 3	Grade 4	Grade 5	Grade 6	Grade 7	Grade 8	Total Enroll	Total Change	% Change
2021-22	83	360	356	372	373	383	415	379	408	440	3,569		
2022-23	93	326	388	368	375	380	377	419	368	426	3,520	-49	-1.4%
2023-24	143	295	334	386	379	385	379	386	431	394	3,512	-8	-0.2%
2024-25 estimate	137	302	301	346	394	381	396	381	386	435	3,459	-53	-1.5%

	ANNUAL CHANGE BY COHORT									
	TK	K	Grade 1	Grade 2	Grade 3	Grade 4	Grade 5	Grade 6	Grade 7	Grade 8
2021-22										
2022-23		392.77%	107.78%	103.37%	100.81%	101.88%	98.43%	100.96%	97.10%	104.41%
2023-24		317.20%	102.45%	99.48%	102.99%	102.67%	99.74%	102.39%	102.86%	107.07%
2024-25 estimate		211.19%	102.03%	103.59%	102.07%	100.53%	102.86%	100.53%	100.00%	100.93%

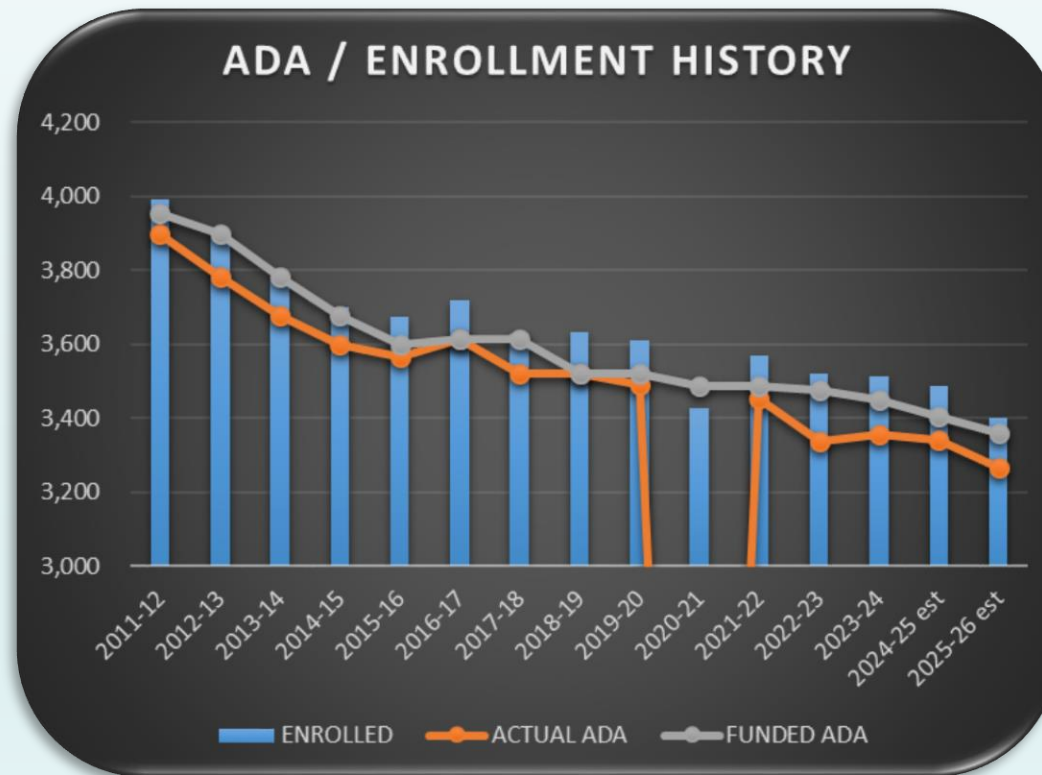
2024-25 is based on current registrations. Using the annual average cohort increases/decreases, we have projected enrollment estimates

	TK	K	Grade 1	Grade 2	Grade 3	Grade 4	Grade 5	Grade 6	Grade 7	Grade 8	Total Enroll	Total Change	% Change
2021-22	83	360	356	372	373	383	415	379	408	440	3,569		
2022-23	93	326	388	368	375	380	377	419	368	426	3,520	(49)	-1.4%
2023-24	143	295	334	386	379	385	379	386	431	394	3,512	(8)	-0.2%
2024-25 estimate	137	302	301	346	394	381	396	381	386	435	3,459	(53)	-1.5%
2025-26 estimate	140	302	308	312	353	396	392	398	381	390	3,372	(87)	-2.5%
2026-27 estimate	140	302	308	319	318	355	407	394	398	385	3,327	(45)	-1.3%



Attendance Assumptions

We are continuing to decline in attendance and starting to see a decline in Funded ADA. This is having an impact on our LCFF revenue.





Attendance Assumptions

Starting in 2022-23 a new method of a three year average for ADA calculations was introduced to help districts in declining enrollment. Rescue has been funded at a higher ADA with this new method. Funded ADA is now the higher of current ADA, prior ADA, or the average of the previous three years.

YEAR	ENROLLED	ACTUAL		FUNDED	
		ADA	ADA %	ADA	FUNDED YEAR
2011-12	3,993	3,897.40	97.6%	3,953.78	PRIOR YEAR
2012-13	3,899	3,782.17	97.0%	3,897.40	PRIOR YEAR
2013-14	3,773	3,677.77	97.5%	3,782.17	PRIOR YEAR
2014-15	3,700	3,600.00	97.3%	3,677.77	PRIOR YEAR
2015-16	3,672	3,565.67	97.1%	3,600.00	PRIOR YEAR
2016-17	3,720	3,615.12	97.2%	3,615.12	CURRENT YEAR
2017-18	3,629	3,522.13	97.1%	3,615.12	PRIOR YEAR
2018-19	3,632	3,519.26	96.9%	3,522.13	PRIOR YEAR
2019-20	3,610	3,490.30	96.7%	3,519.26	PRIOR YEAR
2020-21	3,426	-	0.0%	3,486.59	PRIOR YEAR
2021-22	3,569	3,453.51	96.8%	3,486.59	PRIOR YEAR
2022-23	3,520	3,337.26	94.8%	3,473.83	3 YEAR AVERAGE
2023-24	3,512	3,354.54	95.5%	3,448.66	3 YEAR AVERAGE
2024-25 est	3,459	3,313.72	95.8%	3,403.46	3 YEAR AVERAGE
2025-26 est	3,372	3,240.27	96.1%	3,358.59	3 YEAR AVERAGE
2026-27 est	3,327	3,206.88	96.4%	3,327.68	3 YEAR AVERAGE



General Fund 2024-25

Rescue Union District Financial Status Comparison 2024-25										
	b	c	d	e	f	g	h	i	j	k
		June Update 2023-24			Budget Adoption 2024-25			Compare June Update to Budget Adoption		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted Variance	Restricted Variance	Total Variance
4										
5										
6	Revenue Detail									
7	LCFF Sources (8010-8099)	38,688,098	-	38,688,098	38,563,378	-	38,563,378	(124,720)	-	(124,720)
8	Federal Revenue (8100-8299)	-	994,819	994,819	-	808,804	808,804	-	(186,015)	(186,015)
9	Other State Revenue (8300-8599)	959,990	4,599,222	5,559,212	1,136,150	4,343,255	5,479,405	176,160	(255,967)	(79,807)
10	Other Local Revenue (8600-8799)	2,540,201	3,986,674	6,526,875	819,000	2,604,799	3,423,799	(1,721,201)	(1,381,874)	(3,103,075)
11	Total Revenue	42,188,288	9,580,715	51,769,004	40,518,528	7,756,858	48,275,386	(1,669,761)	(1,823,857)	(3,493,618)
12										
13	Expenditure Detail									
14	Certificated	17,184,665	3,234,141	20,418,805	17,810,419	3,102,405	20,912,824	625,754	(131,736)	494,019
15	Classified	5,544,743	2,557,421	8,102,165	5,679,881	2,530,777	8,210,658	135,138	(26,644)	108,493
16	Employee benefits	6,419,962	4,886,819	11,306,781	6,833,295	4,783,334	11,616,629	413,333	(103,485)	309,848
17	Books & Supplies	917,408	1,352,231	2,269,639	1,441,035	957,051	2,398,086	523,627	(395,180)	128,447
18	Service, Other Operating	3,019,493	4,386,884	7,406,377	3,011,068	3,595,020	6,606,088	(8,425)	(791,864)	(800,289)
19	Capital Outlay	1,853,670	1,362,204	3,215,873	-	685,035	685,035	(1,853,670)	(677,169)	(2,530,838)
20	Other Outgo	274,270	1,409,651	1,683,921	274,270	1,551,679	1,825,949	-	142,028	142,028
21	Indirect Costs	(188,844)	143,844	(45,000)	(267,280)	222,280	(45,000)	(78,435)	78,435	-
22	Total Expenditures	35,025,366	19,333,195	54,358,561	34,782,688	17,427,581	52,210,269	(242,678)	(1,905,614)	(2,148,292)
23										
24	Excess/(Deficiency)	7,162,923	(9,752,480)	(2,589,558)	5,735,840	(9,670,723)	(3,934,883)	(1,427,083)	81,757	(1,345,325)
25										
26	Other Financing Sources/uses									
27	Transfers In			-			-	-	-	-
28	Transfers Out	762,662	-	762,662	792,624		792,624	29,962	-	29,962
29	Other Sources			-			-	-	-	-
30	Other Uses			-			-	-	-	-
31	Contributions (8800-8999)	(7,060,797)	7,060,797	-	(7,437,064)	7,437,064	-	(376,267)	376,267	-
32	Total Other Sources/Uses	(7,823,459)	7,060,797	(762,662)	(8,229,688)	7,437,064	(792,624)	(406,229)	376,267	(29,962)
33										
34	Net Inc/Dcr to Fund Balance	(660,537)	(2,691,683)	(3,352,219)	(2,493,848)	(2,233,659)	(4,727,507)	(1,833,312)	458,024	(1,375,287)
35										
36	Beginning Balance	9,241,304	7,076,441	16,317,745	8,580,767	4,384,758	12,965,526	(660,537)	(2,691,683)	
37	Ending Balance	8,580,767	4,384,758	12,965,526	6,086,919	2,151,099	8,238,019	(2,493,848)	(2,233,659)	(4,727,507)



2024-25 Budget Adoption

■ Revenues:

⊕ LCFF is our main source of revenue.

- The Governor's May Revision includes a COLA of 1.07%, which after the Funded ADA reduction is a decrease in LCFF Funding for Rescue
- The COLA estimates for the out years are estimated and will continue to change until the next state budget is adopted

⊕ Continuing Programs:

- Expanded Learning Opportunities Program
- Prop 28 (Spending majority a year after funds are received)
- Universal Meals (Fund 13)

⊕ One-Time Discretionary funding

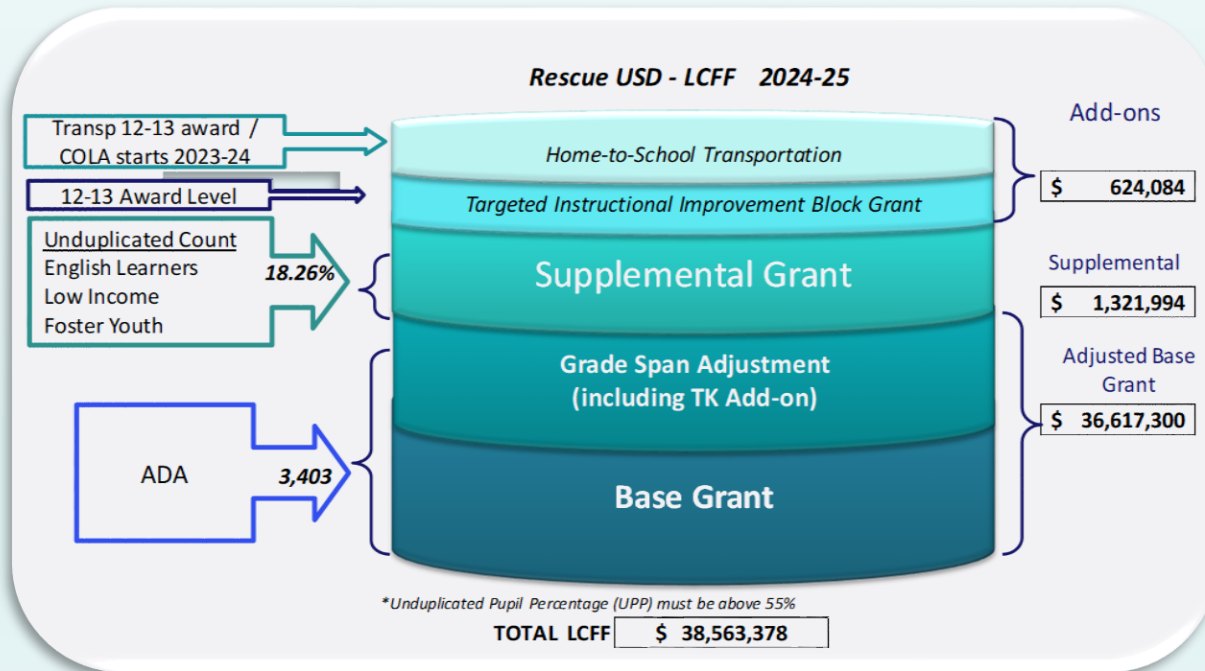
- No Additional one-time funds
- Arts/Music/Instructional Materials Grant will be fully spent in 2024-25
- Learning Recovery Block Grant will be fully spent in 2024-25
- Two one-time positions assumed to continue in budget until staffing determination is made, Special Education TOSA will end





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
- TIIG is funded at 2012-13 funding level. Transportation is funded at 2012-13 funding level with COLA beginning in 2023-24



LCFF Base Rates:	
*TK-3	\$ 11,068
4-6	\$ 10,177
7-8	\$ 10,478
*includes grade span adjustment	



2024-25

Budget Adoption Highlights

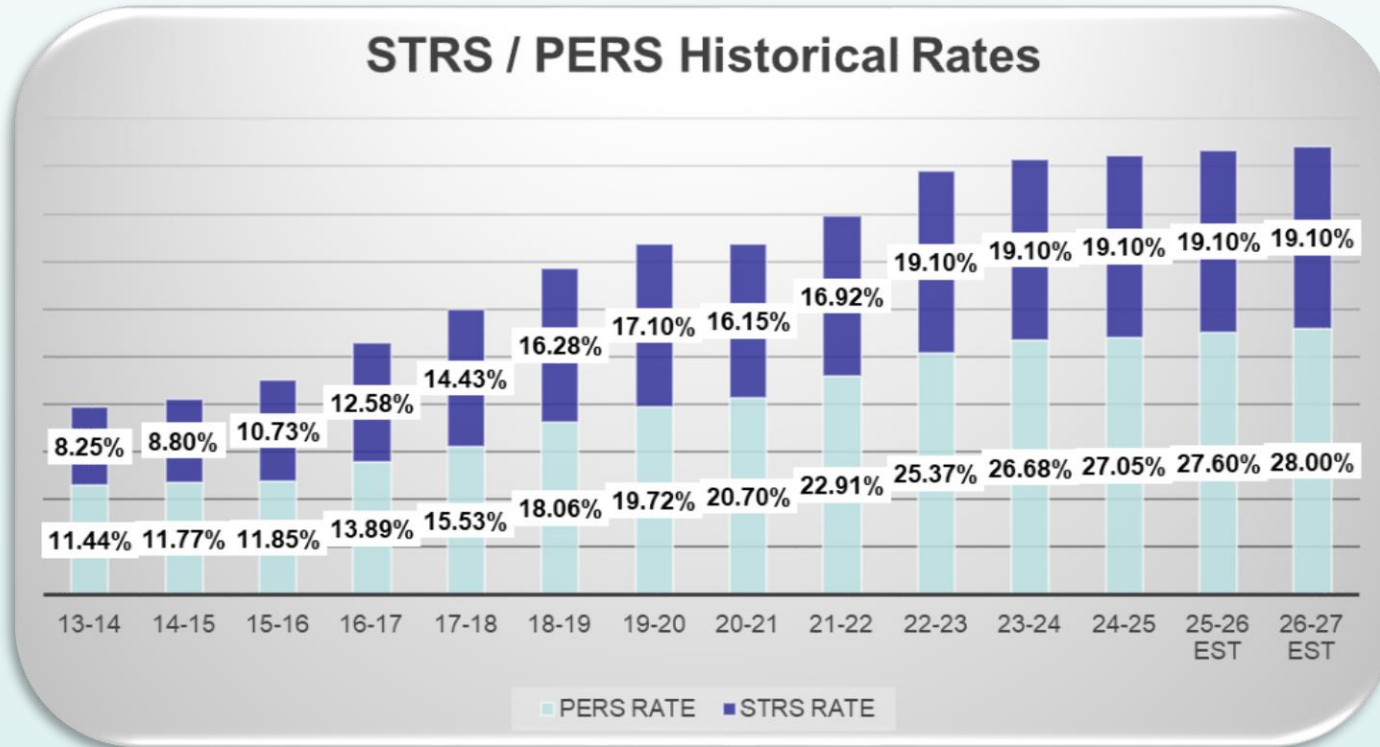


- Maintain 2023-24 staffing FTE
 - ⊕ Site to site may look different than 2023-24
 - ⊕ Any unfilled positions will be reflected at First Interim
- \$500k Curriculum budget for potential adoption
- Summer facility and tech projects not finished by June may cause some changes when we close
- Prop 28 – Art & Music had some minimal expenditures in 2023-24, majority of funds will be in 2024-25 and ongoing will be spent in the following year
- Site Donations not yet included
- Assumes 4 certificated retirees
- Last year of one-time funds
- Educator Effectiveness continues through 2025-2026



STRS/PERS

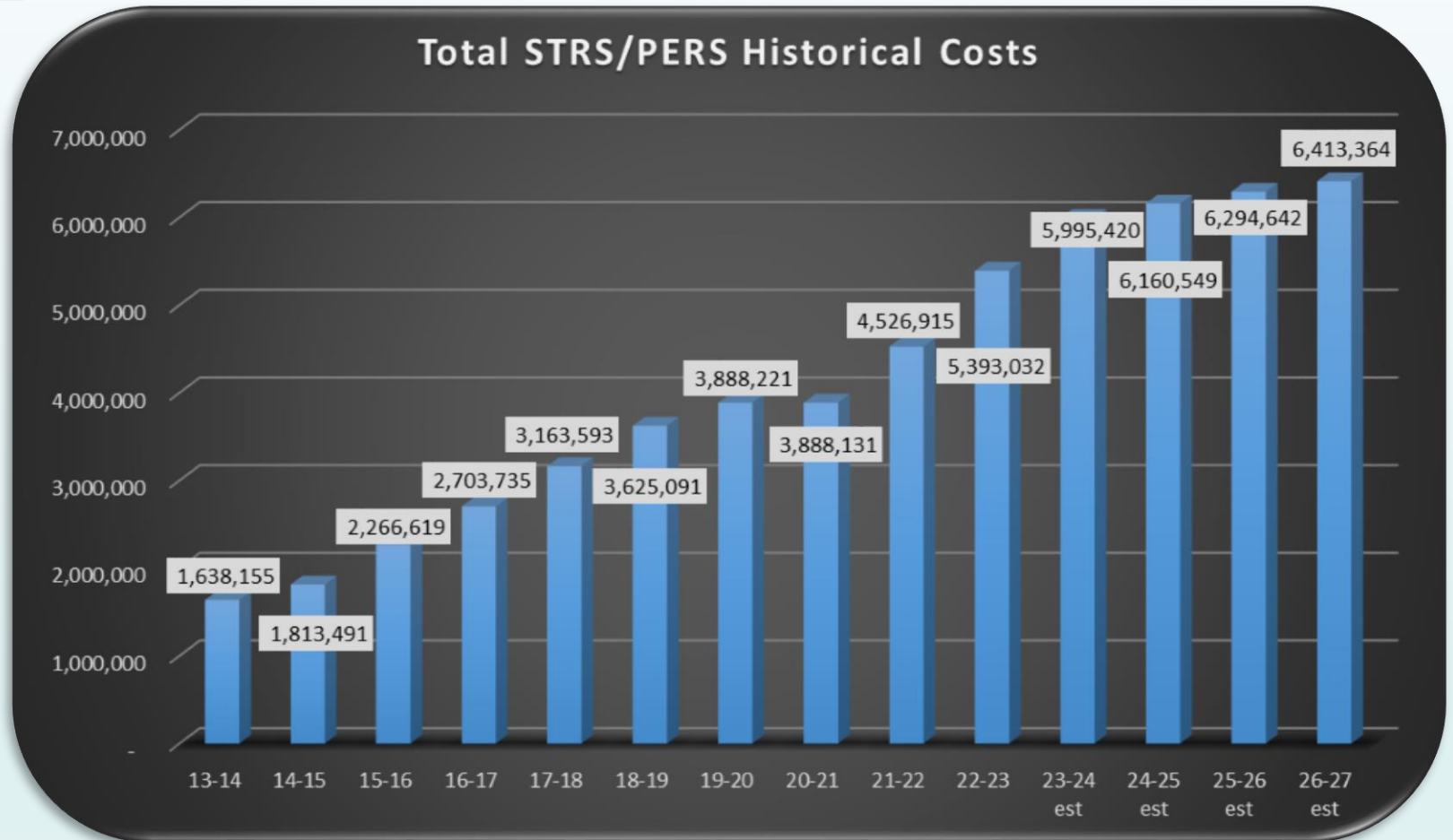
Historical rates





STRS/PERS

Historical costs





Rescue Union School District
Multi-Year Projected Budget

		J 2023-24	N 2024-25	R 2025-26	V 2026-27
2023-24 June Update		June Update	Budget Adoption	Budget Adoption	Budget Adoption
2024-25 Budget Adoption		Total	Total	Total	Total
COLA		8.22%	1.07%	2.93%	3.08%
LCFF Enrollment		3,512	3,488	3,401	3,356
LCFF ADA:		3,425.35	3,403.46	3,358.59	3,327.68
UPC %		18.85%	18.26%	18.44%	18.60%
A. REVENUE:					
LCFF Sources	8010-8099	38,688,098	38,563,378	39,184,857	40,021,119
Federal Revenue	8100-8299	994,819	808,804	759,693	758,420
Other State Revenue	8300-8599	5,559,212	5,479,405	5,235,918	5,167,398
Local Revenue	8600-8799	6,526,875	3,423,799	3,385,493	3,350,434
TOTAL REVENUE		51,769,004	48,275,386	48,565,961	49,297,371
B. EXPENDITURES:					
Certificated Salaries	1000-1999	20,418,805	20,912,824	21,300,276	21,496,919
Classified Salaries	2000-2999	8,102,165	8,210,658	8,347,552	8,564,429
Benefits	3000-3999	11,306,781	11,616,629	11,816,202	12,013,439
Books & Supplies	4000-4999	2,269,639	2,398,086	1,820,145	1,818,170
Services	5000-5999	7,406,377	6,606,088	5,681,227	5,019,814
Capital Outlay	6000-6599	3,215,873	685,035	148,520	30,000
Other Outgo	7100-7299	1,683,921	1,825,949	1,825,949	1,825,949
Direct Support/Indirect Costs	7300-7399	(45,000)	(45,000)	(45,000)	(45,000)
TOTAL EXPENDITURES		54,358,561	52,210,269	50,894,870	50,723,719
C. EXCESS (DEFICIENCY)		(2,589,558)	(3,934,883)	(2,328,909)	(1,426,347)
D. OTHER FINANCING SOURCES/USES					
Interfund Transfers In	8910-8929	-	-	-	-
Interfund Transfers Out	7610-7629	762,662	792,624	-	-
Other Sources	8930-8979	-	-	-	-
Other Uses	7630-7699	-	-	-	-
Contributions	8980-8999	-	-	-	-
TOTAL SOURCES/USES		(762,662)	(792,624)	-	-
E. NET INCREASE (DECREASE)		(3,352,219)	(4,727,507)	(2,328,909)	(1,426,347)
BEGINNING BALANCE		16,317,745	12,965,526	8,238,019	5,909,110
Audit adj		-	-	-	-
F. RESTATED BEGINNING BALANCE		16,317,745	12,965,526	8,238,019	5,909,110
PROJECTED ENDING BALANCE		12,965,526	8,238,019	5,909,110	4,482,762



Rescue Union School District
Multi-Year Projected Budget

	J 2023-24	N 2024-25	R 2025-26	V 2026-27
	June Update	Budget Adoption	Budget Adoption	Budget Adoption
	Total	Total	Total	Total
G. COMPONENTS OF THE ENDING BALANCE:				
a) Nonspendable				
Revolving Cash	6,500	6,500	6,500	6,500
Stores	-	-	-	-
Prepaid expenses	-	-	-	-
All Others	-	-	-	-
b) Restricted	4,384,758	2,151,099	1,361,678	788,657
Expanded Learning Opportunities (ELOP) RS 2600	519,903	343,574	194,946	46,317
Educator Effectiveness RS 6266	438,404	207,934	-	-
Lottery Instructional Materials RS 6300	901,780	690,636	479,493	268,349
ERMHS RS 6546	33,719	78,442	44,776	11,110
CTEIG RS 9054	-	-	-	-
Early Intervention RS 6547	415,383	390,170	213,221	36,272
COVID Expanded Learning	40,942	-	-	-
Learning Recovery Emer Grant RS 7435	265,185	-	-	-
Medi-Cal Billing	43,772	8,467	-	-
TUPE	1,529	-	-	-
Arts, Music & Inst Mat'l's Block Grant RS 6762	865,015	-	-	-
Arts & Music in Schools (Prop 28) RS 6770	394,091	431,875	-	-
Kitchen Infrastructure RS 7032	465,035	-	-	-
c) Committed				
Stabilization Arrangements				
Other Commitments	3,062,145	780,130	0	0
Liability - Compensated Absences	150,000	41,861	-	-
Liability - H/W Prior Year adjust	200,000	-	-	-
U/R Lottery - Instr Supplies / Textbook Adopt	1,272,125	693,207	-	-
MAA - Health services	86,300	45,063	-	-
Emergency Facility Needs	132,425	-	-	-
Safety Improvements	50,000	-	-	-
CalPERS/CalSTRS	-	-	-	-
SPED residential reserve				
Declining Enrollment Mitigation	1,171,295	0	0	0
d) Assigned	-	-	-	-
Assigned Descriptions:	-	-	-	-
e) Unassigned				
Reserve for Economic Uncertainties 10%	5,512,122	5,300,289	4,540,932	3,687,605
Unassigned/Unappropriated	-	-	-	-
Ending Fund Balance	12,965,526	8,238,019	5,909,110	4,482,762
REU		10.0%	8.9%	7.3%



Ending Fund Balance 2024-25

- Committed funds need a board approved resolution
- Resolution will be on the June 27, 2023 board agenda
- Resolution may not be needed if state budget is adopted without the PSSSA reserve balance
- 2024-25 committed funds are as follows:

Purpose	Justification	Estimated Amount
Liabilities for compensated absences and PY Health payment	Funds due employees for vacations/comp time and for July Health plan payments	\$42,000
Carry-over of Lottery Funds	These funds are designated for Instructional supplies, materials, and other classroom instructional purposes.	\$800,000
Carry-over of MAA funds	MAA reimbursements are dedicated funds for Health Services	\$75,000
Major and deferred maintenance expenditures	Deferred Maintenance Plan 2022-23 through 202526	
Safety Improvements	Safety contracts and supplies (emergency kits and training)	
CalPERS/CalSTRS	CalPERS/CalSTRS reserves	
Declining enrollment mitigation	Support maintaining staff during declining enrollment	



Future Budget Impacts



- Enrollment updates and impacts to LCFF
- Final State Budget Adoption
- Unknown how enrollment may continue to decline or attendance rates will increase
- Reserves are declining
 - ✦ *The Government Finance Officers Association, a national organization representing federal, state, and local finance officials, recommends school districts and other local governments maintain reserves of at least two months of operating expenditures (approximately a 17% reserve) to mitigate revenue shortfalls and unanticipated expenditures.*
- Negotiations



Questions?

