



ALVORD

UNIFIED SCHOOL DISTRICT

Every Student. By Name.





2023/24 Proposed Budget

Board of Education Presentation
June 22, 2023

Presented by:
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Fiscal Director, Business Services



2023/24 Proposed Budget – Approval Timeline

- School Districts are required to approve their proposed budget on or before June 30th of each year. The approved budget is sent to their County Office for review and approval by August 15th. A public hearing for the LCAP and Budget is required to be held before the Board of Education takes final action.
- Included in Proposed Budget
 - 2022/23 Estimated Actuals
 - provides latest estimates for the 2022/23 school year
 - 2023/24 Proposed Budget – ALL District Funds
 - Projections for General Unrestricted Fund for 2024/25 & 2025/26
- 45-Day Update – a budget update will be brought to the Governing Board in August. The 45-day update will inform the Board of the impact of the State approved budget as it relates to the District's budget as presented in June for approval.

CBEDS & Enrollment Projections



Grades	2020-21	2021-22	2022-23	2023-24*	2024-25*	2025-26*
TK-3	5,050	5,013	5,082	5,022	5,116	5,231
4-6	4,061	3,950	3,811	3,737	3,636	3,585
7-8	2,694	2,758	2,608	2,654	2,588	2,507
9-12	5,873	5,745	5,601	5,434	5,258	5,355
Total ADA	17,679	17,466	17,102	16,847	16,598	16,678



P-2 Average Daily Attendance (ADA)

Grades	2020-21	2021-22**	2022-23	2023-24*	2024-25*	2025-26*
TK-3	5,230	4,871	4,630	4,595	4,681	4,786
4-6	3,979	3,839	3,543	3,419	3,327	3,280
7-8	2,674	2,600	2,398	2,429	2,368	2,294
9-12	5,453	5,370	5,077	4,972	4,811	4,900
Total ADA	17,336	16,680	15,648	15,415	15,187	15,260

Funded Three Year Average Daily Attendance (ADA)



Grades	2022-23	2023-24	2024-25*	2025-26*
TK-3	5,110	4,910	4,698	4,635
4-6	3,932	3,787	3,600	3,430
7-8	2,650	2,557	2,476	2,398
9-12	5,425	5,300	5,140	4,953
Total ADA	17,117	16,554	15,914	15,416



State Budget Considerations

- Local Control Funding Formula (LCFF)
 - 2023/24 LCFF revenues increased by 8.22% COLA (Prior 5.38%)
 - 2024/25 LCFF revenues increased by 3.94% projected COLA
 - 2025/26 LCFF revenues increased by 3.29% projected COLA
- **Assumptions:**
 - 50% reduction to Arts, Music, and Instructional Materials Discretionary Block Grant (additional \$1M. Note: \$4M reduced at Governor's Budget)
 - 32% reduction to Learning Recovery Emergency Block Grant (\$10M)
 - Dependent on state taxes - April 15th to October
 - Cash deferrals and mid-year revenue reductions
- **Impact for AUSD:**
 - COLA increase for AUSD from \$250M to \$256.7M (\$6.7M)
 - Loss of one-time revenue of \$11M



2023/24 Proposed Budget – Revenue Highlights

General Fund REVENUES

- LCFF – Local Control Funding Formula
 - 23/24 COLA 8.22%
 - 24/25 3.94%
 - 25/26 3.29%
- Declining enrollment – decline in ADA (funding)
 - 23/24 projected loss of 255
 - 24/25 projected loss of 249
 - 25/26 projected gain of 80
- Local Revenues – remain stable



2023/24 Proposed Budget – Expenditure Highlights

- 959 Certificated FTE
 - 14 Early Numeracy, 7 Intervention (4 middle school and 3 high school), and 4 secondary instructional coaches funded through 6/30/2024 with one-time grant funding.
- 744.30 Classified FTE
- 112 Management positions
 - 2 Social Workers, 5 Program Specialists, 3 Behavior Analysts, 1 ERMHS, and Director I Assessment and Special Projects
- Negotiated salary step advancements, rate changes to employer fixed charges & H & W cost increases.

2023/24 Proposed General Fund Budget



Total General Fund	Unrestricted	Restricted	Total
Revenues	\$262,908,888	\$55,378,555	\$318,287,443
Expenditures	\$219,398,710	\$97,427,654	\$316,826,364
Transfers Out to other Funds	\$1,250,000	\$1,000,000	\$2,250,000
Contributions	(\$42,326,373)	<u>\$42,326,373</u>	\$0
Est. Beginning Fund Balance	\$41,288,496	\$48,376,214	\$89,664,710
Ending Fund Balance	<u>\$41,222,301</u>	<u>\$47,653,488</u>	<u>\$88,875,789</u>
Reserves – Required Min 3%	\$9,875,952	\$0	\$9,875,952
Committed & Restricted Balances	\$31,346,349	\$47,653,488	\$78,999,837



Multi-Year Projections (MYP) Considerations

Multi-Year Projections - based on data, criteria, trends & negotiated items

- Enrollment & ADA decreases
- Staffing changes due to enrollment changes
- Automatic Salary Step increases
- Minimum Wage increases
- Changes to Fixed Charge rates (STRS & PERS, W.C. etc.)
- Changes to utilities, Health costs, Property Liability insurance, etc.

2023/24 Proposed Budget & Multiyear Projections

Unrestricted Fund



	2022/23 Estimated Actuals	2023/24 Projected	2024/25 Projected	2025/26 Projected
Revenues	\$247,029,757	\$262,908,888	\$262,341,956	\$261,765,775
Contributions to Restricted	(\$36,650,782)	(\$42,326,373)	(\$42,903,733)	(\$44,432,125)
Total Revenues	\$210,378,975	\$220,582,515	\$219,438,223	\$217,333,650
Total Expenditures	<u>\$201,026,367</u>	<u>\$220,648,710</u>	<u>\$230,588,880</u>	<u>\$236,222,599</u>
Net Increases/(Decreases)	\$9,352,608	(\$66,195)	(\$11,150,658)	(\$18,888,950)
Beginning Balance, July 1	\$31,935,888	\$41,288,496	\$41,222,301	\$30,071,643
Ending Balance, June 30	<u>\$41,288,496</u>	<u>\$41,222,301</u>	<u>\$30,071,643</u>	<u>\$11,182,693</u>
Committed/Reserved Balances	\$31,283,690	\$31,346,346	\$75,000	\$75,000
Required Reserve (minimum 3%)	\$10,004,803	\$9,875,952	\$10,126,465	\$10,080,998
Unassigned Balances	\$3	\$3	\$19,870,178	\$1,026,695

2023/24 Proposed Budget & Multi-Year Projections – GF Ending Fund Balance



	2023/24 Proposed	2024/25 Projected	2025/26 Projected
GF Restricted	47,653,488	38,975,811	38,975,811
Revolving Cash	45,000	45,000	45,000
Commitments			
Other Commitments	11,339,189	0	0
LCAP Carryover	0	0	0
Liability Checking Accounts	30,000	30,000	30,000
Future Educational Support	19,869,501	0	0
3% Designated Reserve	9,875,952	10,126,465	10,080,998
GF Ending Balance	3	30,071,643	11,182,693



Ending Balances - Other District Funds

Fund	Estimated Actuals	Adopted Budget	Change
Adult Education	157,756	157,756	0
Child Nutrition Svcs	8,247,135	8,268,685	21,550
Deferred Maintenance	2,131,437	3,381,436	1,249,999
Building	251,905	75,586,322	75,334,417
Capital Facilities	531,631	531,631	0
County School Facilities	0	0	0

Ending Balances - Other District Funds



Fund	Estimated Actuals	Adopted Budget	Change
Reserve for Capital Projects	3,636,570	4,977,347	1,340,777
Worker's Compensation Self-Insurance	652,229	0	(652,229)
Certificated Employee Group Self-Insurance	1,760,201	1,328,279	(431,922)
Classified Employee Group Insurance Reserve	410,698	410,698	0
Alvord Educational Foundation	201,694	202,044	350
Total of All District Funds	17,981,256	94,844,198	76,862,942

2023/24 Budget Timeline



- June 22, 2023 Board Action – Adopt 2021-2024 LCAP & 2023/24 District Budget
- August 2023 45-Day Update – August Board Meeting
- December 2023 Board Action – 2023/24 First Interim Report
- January 2024 Governor's 2024/25 Budget Proposal
- **February 2024** Start 2024/25 Budget Development
- **March 2024** Board Action – 2023/24 Second Interim Report



2023/24 Proposed Budget Recommendation

- Staff recommends the Alvord Board of Education adopt the 2023/24 Proposed Budget as presented
- Authorizes Submission to Riverside County Office of Education for review and approval
 - Due back from RCOE by August 15, 2023