



# ALVORD

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**UNIFIED SCHOOL DISTRICT**

*Every Student. By Name.*





# 2023/24 Proposed Budget

Public Hearing Presentation  
June 8, 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 30<sup>th</sup> of each year. The approved budget is sent to their County Office for review and approval by August 15<sup>th</sup>. 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 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.



# 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: \$4 reduced at Governor's Budget)
  - 32% reduction to Learning Recovery Emergency Block Grant (\$10M)
  - Dependent on state taxes - April 15<sup>th</sup> 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 -249 & 25/26 -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                    | \$219,413,648       | \$97,412,716        | \$316,826,364       |
| Transfers Out to other Funds    | \$1,250,000         | \$1,000,000         | \$2,250,000         |
| Contributions                   | (\$42,110,076)      | <u>\$42,110,076</u> | \$0                 |
| Est. Beginning Fund Balance     | \$41,652,865        | \$48,381,589        | \$90,034,454        |
| Ending Fund Balance             | <u>\$41,788,029</u> | <u>\$47,457,504</u> | <u>\$89,245,533</u> |
| Reserves – Required Min 3%      | \$9,875,952         | \$0                 | \$9,875,952         |
| Committed & Restricted Balances | \$17,222,558        | \$47,457,504        | \$64,680,062        |

# Restricted Ending Fund Balance Detail



| Program Funding  | Funind Usage                                       | Projected Budget 2024 |
|--|--|-----------------------|
| EXPANDED LEARNING OPPORTUNITIES PROGRAM                | ELOP Enrichment                                    | 31,420,201            |
| LITERACY COACHES AND READING SPECIALISTS GRANT PROGRAM | La Granada Elementary                              | 669,766               |
| EDUCATOR EFFECTIVENESS BLOCK GRANT                     | Professional Development for Instructional Support | 3,653,868             |
| CA COMMUNITY SCHOOLS PARTNERSHIP ACT - PLANNING GRANT  | Planning for Learning Community for School Success | 101,472               |
| SPECIAL ED: LOW INCIDENCE EQUIPMENT                    | SPED hearing, vision, orthopedic equipment         | 1,190,503             |
| SPECIAL EDUCATION EARLY INTERVENTION PRESCHOOL GRANT   | SPED Preschool - New support                       | 1,013,601             |
| CHILD NUTRITION: KITCHEN INFRASTRUCTURE UPGRADE FUNDS  | CNS Equipment                                      | -                     |
| LEARNING COMMUNITIES FOR SCHOOL SUCCESS PROGRAM        | Pupil Services - social workers and wellness       | 1,586,750             |
| SB 117 COVID-19 LEA RESPONSE FUNDS                     | Custodial Sanitization                             | 94,860                |
| A-G ACCESS/SUCCESS GRANT                               | Support to increase graduation rates               | 428,416               |
| A-G LEARNING LOSS MITIGATION GRANT                     | Saturday Schools and student support               | 366,832               |
| EXPANDED LEARNING OPPORTUNITIES (ELO) GRANT            | Designated for 23-24 Summer School Support         | 780,963               |
| LEARNING RECOVERY EMERGENCY BLOCK GRANT                | Used to support mental health positions            | 3,693,867             |
| OTHER RESTRICTED STATE                                 | Ethnic Studies                                     | 143,657               |
| ONGOING & MAJOR MAINTENANCE ACCOUNT                    | Maintenance projects                               | 257,693               |
| LOCAL DONATIONS  | Local designated use                               | 67,622                |
| MEDI-CAL BILLING (FORMERLY RES 5640)                   | Support for Medi-Cal eligible student support      | 1,510,471             |
| CALNEW CA NEWCOMER ED & WELL BEING PROGRAM             | Family Engagement and Youth empowerment            | 455,285               |
| COMMUNITY ENGAGEMENT INITIATIVE (CEI)                  | Community Engagement                               | 21,677                |
|  |  | 47,457,504            |





# 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<br>Estimated<br>Actuals | 2023/24<br>Projected | 2024/25<br>Projected | 2025/26<br>Projected |
|-------------------------------|---------------------------------|----------------------|----------------------|----------------------|
| Revenues                      | \$247,027,757                   | \$262,908,888        | \$262,462,2877       | \$261,886,106        |
| Contributions to Restricted   | (\$36,650,782)                  | (\$42,110,076)       | (\$43,523,857)       | (\$44,523,857)       |
| Total Revenues                | \$210,378,975                   | \$220,798,812        | \$218,938,430        | \$217,362,249        |
| Total Expenditures            | \$200,677,178                   | \$220,663,648        | \$232,079,522        | \$235,101,803        |
| Net Increases/(Decreases)     | \$9,701,797                     | \$135,164            | (\$13,141,092)       | (\$17,739,554)       |
| Beginning Balance, July 1     | \$31,951,068                    | \$41,652,865         | \$41,788,029         | \$28,646,937         |
| Ending Balance, June 30       | <u>\$41,652,865</u>             | <u>\$41,788,029</u>  | <u>\$28,646,937</u>  | <u>\$10,907,384</u>  |
| Committed/Reserved Balances   | \$23,976,337                    | \$17,297,558         | \$75,000             | \$75,000             |
| Required Reserve (minimum 3%) | \$11,016,374                    | \$9,875,952          | \$9,979,796          | \$9,817,909          |
| Unassigned Balances           | \$6,660,154                     | \$14,614,519         | \$13,349,144         | \$1,014,475          |

# Next Steps – LCAP & Proposed Budget



- June 22, 2023 Board Approval
  - 2021-2024 Local Control Accountability Plan (LCAP)
  - 2023/24 Proposed Budget
- 45 day Budget update – August Board meeting