

SRCS 2023-24 Proposed Budget

June 14, 2023

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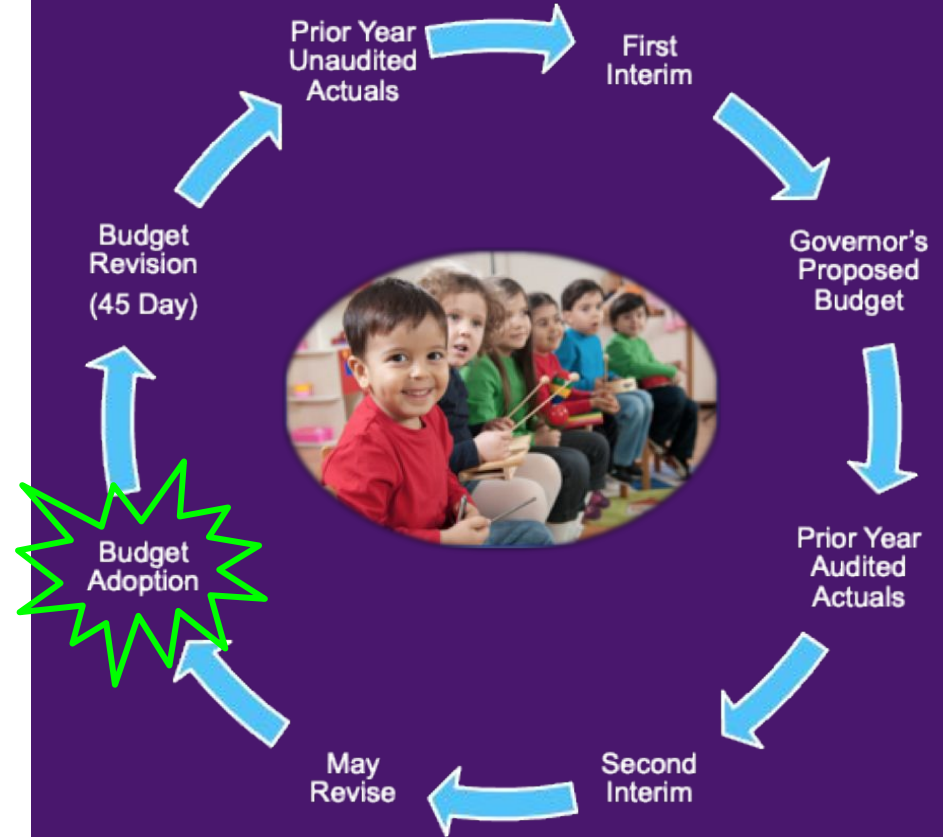


Presentation Items

- Overview
- Budget Assumptions
- General Fund
- General Fund Multi-Year Projection
- Charter Funds Multi-Year Projections
- Other Funds
- Areas to Monitor
- Next Steps

Overview

The Annual Budget Cycle



Overview

- Assumptions based on the Governor's May Revise for the 2023-24 California State Budget
- Budget to Governor by June 15
- Final budget deal by June 30
- Once the State budget is signed, a revision with the final numbers will come before the Board with the Santa Rosa City Schools 45-day budget update after the State Budget is signed into law in late June 2023

2023-24 Proposed Budget Assumptions

District Enrollment and Average Daily Attendance (ADA) Data Assumptions (Non-Charter Schools)

	2023-24	2024-25	2025-26
District Enrollment	13,327	13,260	13,195
District Actual ADA	11,905	11,846	11,787
District Funded ADA (greater of current, prior year or three year prior average; hold harmless)	12,615	12,087	11,851
Funded Difference (Funded ADA less Actual ADA)	-710	-241	-64

2023-24 Proposed Budget Assumptions

Charter School Enrollment and Average Daily Attendance (ADA) Data Assumptions:

	2023-24	2024-25	2025-26
Cesar Chavez Language Academy			
Enrollment	907	907	907
Average Daily Attendance (ADA)	832	832	832
Santa Rosa Accelerated Charter			
Enrollment	128	128	128
Average Daily Attendance (ADA)	121	121	121
Santa Rosa Charter School for the Arts			
Enrollment	400	400	400
Average Daily Attendance (ADA)	367	367	367
Santa Rosa French-American Charter (SRFACS)			
Enrollment	489	489	489
Average Daily Attendance (ADA)	448	448	448

2023-24 Proposed Budget Assumptions

Budget Planning Factor Assumptions:

	2023-24	2024-25	2025-26
Statutory COLA & Augmentation/Suspension (prefilled as calculated by the Department of Finance, DOF)	8.22%	3.94%	3.29%
Statutory COLA	8.22%	3.94%	3.29%
Augmentation/(COLA Suspension)	0%	0%	0%
CalSTRS Employer Rate	19.10%	19.10%	19.10%
CalPERS Employer Rate	26.68%	27.7%	28.3%

Fund 01 Revenues:

REVENUES	2022-23 Estimated Actuals	2023-24 Proposed Budget
LCFF Sources	\$163,137,691	\$169,082,398
Federal Revenue	\$18,708,474	\$18,476,647
Other State Revenue	\$43,219,910	\$23,369,921
Other Local Revenue	\$19,456,935	\$17,870,705
Other Financing Sources / Uses	\$330,577	\$1,358,284
TOTAL REVENUES & OTHER FINANCING SOURCES/USES	\$244,853,587	\$230,157,955

Fund 01 Expenditures:

EXPENDITURES	2022-23 Estimated Actuals	2023-24 Proposed Budget
Certificated Salaries	\$92,475,979	\$98,539,742
Classified Salaries	\$29,109,726	\$33,464,371
Employee Benefits	\$54,036,752	\$59,687,022
Books and Supplies	\$7,673,025	\$2,925,919
Services and Other Operating Expenditures	\$50,263,382	\$41,503,232
Capital Outlay	\$706,215	\$7,378
Other Outgo (excluding Transfers of Indirect Costs)	\$93,737	\$93,737
Other Outgo - Transfers of Indirect Costs	-\$370,359	-\$392,156
TOTAL EXPENDITURES	\$233,988,456	\$235,829,245

2023-24 Budget Fund 01 Multi-Year Projection:

Scenario #1 2023-24 Proposed Budget Multi Year Projection (MYP) General Fund 01

REVENUES	2023-24	2024-25	2025-26
LCFF Sources	169,082,398	169,880,096	171,972,685
Remaining Revenues	59,717,273	47,178,962	47,178,962
Total Revenues	228,799,671	217,059,058	219,151,647
EXPENDITURES			
Salaries & Benefits	191,691,135	193,734,438	195,765,029
Books/Supplies & Outlay	2,933,297	2,933,297	2,933,297
Services & Operating Expenses & Other Adjustments	41,503,232	44,503,232	44,503,232
Other Outgo & Indirect Costs	-298,419	-298,419	-298,419
Other Adjustments: Previously Approved and New Unidentified Fiscal Stabilization Measures			-17,294,809
Total Expenditures	235,829,245	240,872,548	225,608,331
Operating Net Increase/Decrease	-7,029,574	-23,813,490	-6,456,684
Transfers In and Other Sources & Transfers Out and Other Uses	1,358,284	1,358,284	1,358,284
Current Year Increase/Decrease In Fund Balance	-5,671,290	-22,455,206	-5,098,400
Beginning Balance	43,520,163	37,848,873	15,393,667
Ending Balance	37,848,873	15,393,667	10,295,268

2023-24 Budget Fund 01 Multi-Year Projection:

Scenario #1 continued:

Components of Ending Balance, Reserves	2023-24	2024-25	2025-26
Restricted Ending Balance	30,386,306	8,742,369	4,104,396
Special Reserve Fund - Non Capital Outlay (Fund 17)	572,379	574,879	577,379
Reserve for Economic Uncertainty	6,502,499	6,651,298	6,190,871
Unassigned/Unappropriated Ending Balance	960,068	0	0
Unrestricted Ending Balance %	3.41%	3.00%	3.00%

2023-24 Budget Fund 01 Multi-Year Projection:

Scenario #2 2023-24 Proposed Budget Multi Year Projection (MYP) General Fund 01

REVENUES	2023-24	2024-25	2025-26
LCFF Sources	169,082,398	169,880,096	171,972,685
Remaining Revenues	59,717,273	47,178,962	47,178,962
Total Revenues	228,799,671	217,059,058	219,151,647
EXPENDITURES			
Salaries & Benefits	191,691,135	193,734,438	195,765,029
Books/Supplies & Outlay	2,933,297	2,933,297	2,933,297
Services & Operating Expenses & Other Adjustments	41,503,232	44,503,232	44,503,232
Other Outgo & Indirect Costs	-298,419	-298,419	-298,419
Other Adjustments: Previously Approved and New Unidentified Fiscal Stabilization Measures		-5,677,678	-20,047,091
Total Expenditures	235,829,245	235,194,870	222,856,048
Operating Net Increase/Decrease	-7,029,574	-18,135,812	-3,704,401
Transfers In and Other Sources & Transfers Out and Other Uses	1,358,284	1,358,284	1,358,284
Current Year Increase/Decrease In Fund Balance	-5,671,290	-16,777,528	-2,346,117
Beginning Balance	43,520,163	37,848,873	21,071,345
Ending Balance	37,848,873	21,071,345	18,725,228

If reductions in 2024-25 are ongoing then only an additional \$14,369,414 needed in 2025-26

2023-24 Budget Fund 01 Multi-Year Projection:

Scenario #2 continued:

Components of Ending Balance, Reserves	2023-24	2024-25	2025-26
Restricted Ending Balance	30,386,306	14,590,377	12,616,925
Special Reserve Fund - Non Capital Outlay (Fund 17)	572,379	574,879	577,379
Reserve for Economic Uncertainty	6,502,499	6,480,967	6,108,303
Unassigned/Unappropriated Ending Balance	960,068	0	0
Unrestricted Ending Balance %	3.41%	3.00%	3.00%

Charter Schools 2023-24 Multi-Year Projection:

French American Charter 2023/24 Proposed Budget	2023-24	2024-25	2025-26
TOTAL REVENUES	\$5,204,000	\$5,424,914	\$5,616,667
TOTAL EXPENDITURES	\$5,399,128	\$5,631,114	\$5,874,699
NET INCREASE (DECREASE) IN FUND BALANCE	-\$195,128	-\$206,200	-\$258,032
FUND BALANCE, RESERVES			
Beginning Fund Balance	\$869,050	\$673,921	\$467,721
Ending Balance	\$673,921	\$467,721	\$209,689
Cesar Chavez Language Academy 2023/24 Proposed Budget	2023-24	2024-25	2025-26
TOTAL REVENUES	\$11,271,872	\$12,027,384	\$12,427,365
TOTAL EXPENDITURES	\$12,007,813	\$12,499,345	\$13,015,454
NET INCREASE (DECREASE) IN FUND BALANCE	-\$735,941	-\$471,961	-\$588,089
FUND BALANCE, RESERVES			
Beginning Fund Balance	\$1,979,820	\$1,243,879	\$771,918
Ending Balance	\$1,243,879	\$771,918	\$183,829

Charter Schools 2023-24 Multi-Year Projection:

Arts Charter 2023/24 Proposed Budget	2023-24	2024-25	2025-26
TOTAL REVENUES	\$4,349,996	\$4,518,164	\$4,679,325
TOTAL EXPENDITURES	\$4,636,838	\$4,855,580	\$5,085,260
NET INCREASE (DECREASE) IN FUND BALANCE	-\$286,842	-\$337,416	-\$405,935
FUND BALANCE, RESERVES			
Beginning Fund Balance	\$709,578	\$422,736	\$85,320
Ending Balance	\$422,736	\$85,320	-\$320,615
Accelerated Charter 2023/24 Proposed Budget	2023-24	2024-25	2025-26
TOTAL REVENUES	\$1,306,470	\$1,353,619	\$1,396,119
TOTAL EXPENDITURES	\$1,296,741	\$1,482,117	\$1,534,279
NET INCREASE (DECREASE) IN FUND BALANCE	\$9,729	-\$128,498	-\$138,160
FUND BALANCE, RESERVES			
Beginning Fund Balance	\$319,049	\$328,778	\$200,280
Ending Balance	\$328,778	\$200,280	\$62,121

Other Funds 2023-24 Budget Ending Balance at June 30, 2024:

OTHER FUNDS: FUND BALANCE, RESERVES	2023-24 Proposed Budget
Student Activity Special Revenue Fund 08	\$998,070
Charter Schools Special Revenue Fund 09	\$2,669,315
Child Development Fund 12	\$7,430
Cafeteria Special Revenue Fund 13	\$4,030,649
Deferred Maintenance Fund 14	\$750,162
Special Reserve Fund for Other than Capital Outlay Projects Fund 17	\$572,379
Building Fund 21 (Bond Fund)	\$141,204,846
Capital Facilities Fund 25 (Developer Fees)	\$9,608,190
County Schools Facilities Fund 35	\$0
Special Reserve Fund for Capital Outlay Projects Fund 40	\$6,567,649
Self-Insurance Fund 67 (Dental)	\$546,442
Scholarship Fund 73	\$168,888

Areas to Monitor

- State and National Economy - Mixed Signals
- Shortage of teachers, substitutes, nutritional services, classified and other staff
- Employee negotiations
- Uncertain education funding in California
- Declining enrollment and low attendance rates
- Dependent Charter Schools Fiscal Solvency
- Cost of Universal Transitional Kindergarten Program

Next Steps

June 2023

- 2023-24 Budget and LCAP Adoptions
- State Enacted Budget

July 2023

- Close the 2022-23 Books

August 2023

- 45 Day Budget Update
- Budget Advisory Committee Reconvenes

Board Member Questions

