

SRCS 2024-25 Proposed Budget Budget Adoption

June 26, 2024

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Presentation Items

- Overview
- Budget Assumptions
- General Fund 2024-25 Proposed Budget, including 2023-24 Estimated Actuals
- General Fund 2024-25 Proposed Budget Multi-Year Projection (MYP)
- Other Funds
- Areas to Monitor
- Next Steps

The Annual Budget Reporting Cycle



Overview

- Assumptions based on the Governor's May Revise for the 2024-25 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 2024

2024-25 Proposed Budget Assumptions

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

	2024-25	2025-26	2026-27
District Enrollment	13,024	12,895	12,767
District ADA	11,907	11,788	11,671
District Funded ADA (hold harmless: greater of current, prior year, or three year prior average)	12,138	11,906	11,833

2024-25 Proposed Budget Assumptions

Budget Planning Factor Assumptions:

	2024-25	2025-26	2026-27
Statutory COLA & Augmentation/Suspension (as calculated by the Department of Finance, DOF)	1.07%	2.93%	3.08%
Statutory COLA	1.07%	2.93%	3.08%
COLA Augmentation/Suspension	0%	0%	0%
CalSTRS Employer Rate	19.10%	19.10%	19.10%
CalPERS Employer Rate	27.05%	27.60%	28.00%

2024-25 Proposed Budget Assumptions

Fiscal Stabilization Plan A Items: Revenue Enhancements:

Item #	Budget Action	2024-25	2025-26	2026-27
A-1	Return equity to General Fund 01 from Dental Self Insurance Fund 67	500,000	0	0
A-2	Increase private pay costs for childcare program	449,017	462,487	485,611
A-3	3rd party payer billing program	500,000	600,000	700,000
A-4	Seek out corporate sponsorships	0	TBD	TBD
A-5	Partner with local healthcare systems for medical personnel	0	TBD	TBD
A-6	Return equity to General Fund 01 from RESIG Work Comp	1,100,720	0	0
A-7	Increase over 3 years ADA % to historical average	826,854	1,682,549	3,448,813
A-8	Include Erate local revenue projections	1,200,000	200,000	1,200,000
A-9	Review costs for SpEd spots for neighboring districts (regionalize programs)	250,000	262,500	275,625
A-10	Recapture ADA from chronic absenteeism	Included in A-7	Included in A-7	Included in A-7
A. Subtotal Revenue Enhancements		4,826,590	3,207,536	6,110,049

2024-25 Proposed Budget Assumptions

Fiscal Stabilization Plan B Items: Certificated Administration:

Item #	Budget Action	2024-25	2025-26	2026-27
B-1	PKS for 2024-25 (staffing levels aligned with class sizes)	(1,003,641)	(1,033,751)	(1,064,763)
B-2	Continued Reductions based on enrollment trends	0	0	0
B-3	Develop staffing ratio ranges	0	0	0
B. Subtotal Certificated Administration		(1,003,641)	(1,033,751)	(1,064,763)

2024-25 Proposed Budget Assumptions

Fiscal Stabilization Plan C Items: Classified Administration:

Item #	Budget Action	2024-25	2025-26	2026-27
C-3	RIF for 2024-25	(377,092)	(388,405)	(400,057)
C-2	Develop staffing ratio ranges	0	0	0
C-3	Continued Reductions based on enrollment trends	0	0	0
C. Subtotal Classified Administration		(377,092)	(388,405)	(400,057)

2024-25 Proposed Budget Assumptions

Fiscal Stabilization Plan D Items: Certificated Personnel:

Item #	Budget Action	2024-25	2025-26	2026-27
D-1	PKS for 2024-25 (staffing levels aligned with class sizes)	(6,725,841)	(6,927,616)	(7,135,444)
D. Subtotal Certificated Personnel		(6,725,841)	(6,927,616)	(7,135,444)

2024-25 Proposed Budget Assumptions

Fiscal Stabilization Plan E Items: Classified Personnel:

Item #	Budget Action	2024-25	2025-26	2026-27
E-1	Site/Non-Site Classified			
E-2	RIF for 2024-25	(195,191)	(201,047)	(207,078)
E-3	Develop staffing ratio ranges			
E-4	Continued Reductions based on enrollment trends			
E. Subtotal Classified Personnel		(195,191)	(201,047)	(207,078)

2024-25 Proposed Budget Assumptions

Fiscal Stabilization Plan F Items: Other:

Item #	Budget Action	2024-25	2025-26	2026-27
F-1	Contract with a 3rd party to evaluate schools, operations, and financial practices			
F-2	Determine cost savings from common bell schedules			
F-3	Automated systems (accountability for timecard/data system, forms, etc)	(15,000)	(22,500)	(45,000)
F-4	Eliminate district contribution towards bussing for CCLA		(25,527)	(54,253)
F-5	Evaluate crossing guard services			
F-6	Evaluate 1:1 grade levels and delay purchase of new devices until 25/26 (where possible)	(400,000)		
F-7	Reduce software/evaluate alternative programs/solutions (e.g. Zoom v. Google Meet)	(700,000)	(700,000)	(700,000)
F-8	Evaluate/reduce outside contracts			
F-9	Evaluate/minimize food, staff, and all district meetings	(50,000)	(50,000)	(50,000)
F-10	School Closure/Consolidation (staff & operating expenses)		(1,500,000)	(1,575,000)
F-11	Restitution/insurance for device loss/damage	(25,000)	(25,000)	(25,000)
F. Subtotal Other		(1,190,000)	(2,323,027)	(2,449,253)

2024-25 Proposed Budget Assumptions

Fiscal Stabilization Plan Summary:

	Total 1 Year Savings (through 2024-25)	Total 2 Year Savings (through 2025-26)	Total 3 Year Savings (through 2026-27)	Total 3 Year Savings (through 2026-27) Superintendent Recommendation
A. Subtotal Revenue Enhancements	4,826,590	8,034,126	14,144,176	8,034,126
B. Subtotal Certificated Administration	(1,003,641)	(2,037,392)	(3,102,155)	(3,102,155)
C. Subtotal Classified Administration	(377,092)	(765,497)	(1,165,554)	(1,165,554)
D. Subtotal Certificated Personnel	(6,725,841)	(13,653,457)	(20,788,901)	(20,788,901)
E. Subtotal Classified Personnel	(195,191)	(396,238)	(603,316)	(603,316)
F. Subtotal Other	(1,190,000)	(3,513,027)	(5,962,280)	(5,962,280)
Total Revenue Enhancements and Budget Reductions	(14,318,355)	(28,399,737)	(45,766,381)	(45,766,381)

Fund 01 Revenues:

Description	Resource Codes	Object Codes	2023-24 Estimated Actuals		
			Unrestricted (A)	Restricted (B)	Total Fund col. A + B (C)
A. REVENUES					
1) LCFF Sources		8010-8099	167,432,121.00	3,421,807.00	170,853,928.00
2) Federal Revenue		8100-8299	0.00	20,146,675.47	20,146,675.47
3) Other State Revenue		8300-8599	6,463,775.00	16,945,729.44	23,409,504.44
4) Other Local Revenue		8600-8799	5,488,819.58	16,945,515.34	22,434,334.92
5) TOTAL, REVENUES			179,384,715.58	57,459,727.25	236,844,442.83

Fund 01 Revenues:

Description	Resource Codes	Object Codes	2024-25 Budget		
			Unrestricted (D)	Restricted (E)	Total Fund col. D + E (F)
A. REVENUES					
1) LCFF Sources		8010-8099	166,197,608.00	3,421,807.00	169,619,415.00
2) Federal Revenue		8100-8299	0.00	7,582,368.00	7,582,368.00
3) Other State Revenue		8300-8599	6,463,775.00	16,058,104.00	22,521,879.00
4) Other Local Revenue		8600-8799	9,279,436.00	14,109,976.00	23,389,412.00
5) TOTAL, REVENUES			181,940,819.00	41,172,255.00	223,113,074.00

Fund 01 Expenditures:

Description	Resource Codes	Object Codes	2023-24 Estimated Actuals		
			Unrestricted (A)	Restricted (B)	Total Fund col. A + B (C)
B. EXPENDITURES					
1) Certificated Salaries		1000-1999	59,632,143.40	38,337,768.91	97,969,912.31
2) Classified Salaries		2000-2999	22,618,233.26	10,072,835.14	32,691,068.40
3) Employee Benefits		3000-3999	30,151,506.49	26,616,960.83	56,768,467.32
4) Books and Supplies		4000-4999	1,934,810.96	3,810,237.51	5,745,048.47
5) Services and Other Operating Expenditures		5000-5999	21,622,765.90	35,573,616.04	57,196,381.94
6) Capital Outlay		6000-6999	38,559.37	888,364.29	926,923.66
7) Other Outgo (excluding Transfers of Indirect Costs)		7100-7299 7400-7499	93,737.00	0.00	93,737.00
8) Other Outgo - Transfers of Indirect Costs		7300-7399	(640,134.15)	210,873.15	(429,261.00)
9) TOTAL, EXPENDITURES			135,451,622.23	115,510,655.87	250,962,278.10

Fund 01 Expenditures:

Description	Resource Codes	Object Codes	2024-25 Budget		
			Unrestricted (D)	Restricted (E)	Total Fund col. D + E (F)
B. EXPENDITURES					
1) Certificated Salaries		1000-1999	70,030,467.00	27,757,805.00	97,788,272.00
2) Classified Salaries		2000-2999	22,909,254.00	9,757,964.00	32,667,218.00
3) Employee Benefits		3000-3999	33,578,823.00	23,174,429.00	56,753,252.00
4) Books and Supplies		4000-4999	1,027,180.00	3,110,801.00	4,137,981.00
5) Services and Other Operating Expenditures		5000-5999	20,876,235.00	31,800,016.00	52,676,251.00
6) Capital Outlay		6000-6999	38,560.00	106,853.00	145,413.00
7) Other Outgo (excluding Transfers of Indirect Costs)		7100-7299 7400-7499	83,412.00	0.00	83,412.00
8) Other Outgo - Transfers of Indirect Costs		7300-7399	(1,070,673.00)	325,859.00	(744,814.00)
9) TOTAL, EXPENDITURES			147,473,258.00	96,033,727.00	243,506,985.00

Fund 01 Other Financing Sources/Uses & Increase/Decrease in Fund Balance:

Description	Resource Codes	Object Codes	2023-24 Estimated Actuals		
			Unrestricted (A)	Restricted (B)	Total Fund col. A + B (C)
C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES AND USES (A5 - B9)			43,933,093.35	(58,050,928.62)	(14,117,835.27)
D. OTHER FINANCING SOURCES/USES					
1) Interfund Transfers					
a) Transfers In		8900-8929	1,358,284.00	0.00	1,358,284.00
b) Transfers Out		7600-7629	0.00	3,901,268.84	3,901,268.84
2) Other Sources/Uses					
a) Sources		8930-8979	0.00	0.00	0.00
b) Uses		7630-7699	0.00	0.00	0.00
3) Contributions		8980-8999	(41,379,528.52)	41,379,528.52	0.00
4) TOTAL, OTHER FINANCING SOURCES/USES			(40,021,244.52)	37,478,259.68	(2,542,984.84)
E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)			3,911,848.83	(20,572,668.94)	(16,660,820.11)

Fund 01 Other Financing Sources/Uses & Increase/Decrease in Fund Balance:

Description	Resource Codes	Object Codes	2024-25 Budget		
			Unrestricted (D)	Restricted (E)	Total Fund col. D + E (F)
C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES AND USES (A5 - B9)			34,467,561.00	(54,861,472.00)	(20,393,911.00)
D. OTHER FINANCING SOURCES/USES					
1) Interfund Transfers					
a) Transfers In		8900-8929	1,085,739.00	0.00	1,085,739.00
b) Transfers Out		7600-7629	0.00	0.00	0.00
2) Other Sources/Uses					
a) Sources		8930-8979	0.00	0.00	0.00
b) Uses		7630-7699	0.00	0.00	0.00
3) Contributions		8980-8999	(47,065,576.00)	47,065,576.00	0.00
4) TOTAL, OTHER FINANCING SOURCES/USES			(45,979,837.00)	47,065,576.00	1,085,739.00
E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)			(11,512,276.00)	(7,795,896.00)	(19,308,172.00)

Fund 01 Components of Ending Fund Balance:

Description	Resource Codes	Object Codes	2023-24 Estimated Actuals		
			Unrestricted (A)	Restricted (B)	Total Fund col. A + B (C)
Components of Ending Fund Balance					
a) Nonspendable					
Revolving Cash		9711	36,750.00	0.00	36,750.00
Stores		9712	279,607.44	0.00	279,607.44
Prepaid Items		9713	0.00	0.00	0.00
All Others		9719	0.00	0.00	0.00
b) Restricted		9740	0.00	17,818,540.71	17,818,540.71
c) Committed					
Stabilization Arrangements		9750	0.00	0.00	0.00
Other Commitments		9760	0.00	0.00	0.00
d) Assigned					
Other Assignments		9780	0.00	0.00	0.00
e) Unassigned/Unappropriated					
Reserve for Economic Uncertainties		9789	7,091,465.67	0.00	7,091,465.67
Unassigned/Unappropriated Amount		9790	10,865,007.04	(0.23)	10,865,006.81

Fund 01 Components of Ending Fund Balance:

Description	Resource Codes	Object Codes	2024-25 Budget		
			Unrestricted (D)	Restricted (E)	Total Fund col. D + E (F)
Components of Ending Fund Balance					
a) Nonspendable					
Revolving Cash		9711	0.00	0.00	0.00
Stores		9712	0.00	0.00	0.00
Prepaid Items		9713	0.00	0.00	0.00
All Others		9719	0.00	0.00	0.00
b) Restricted		9740	0.00	10,022,644.71	10,022,644.71
c) Committed					
Stabilization Arrangements		9750	0.00	0.00	0.00
Other Commitments		9760	0.00	0.00	0.00
d) Assigned					
Other Assignments		9780	0.00	0.00	0.00
e) Unassigned/Unappropriated					
Reserve for Economic Uncertainties		9789	6,737,768.81	0.00	6,737,768.81
Unassigned/Unappropriated Amount		9790	22,785.34	(0.23)	22,785.11

2024-25 Proposed Budget Multi Year Projection (MYP) General Fund 01

REVENUES	2024-25	2025-26	2026-27
LCFF Sources	169,619,415	173,359,276	179,311,286
Remaining Revenues	53,493,659	51,327,775	52,327,775
Total Revenues	223,113,074	224,687,051	231,639,061
EXPENDITURES			
Salaries & Benefits	187,208,742	189,431,141	192,868,309
Books/Supplies & Outlay	4,283,394	4,741,238	4,743,376
Services & Operating Expenses & Other Adjustments	52,676,251	53,576,790	54,182,689
Other Outgo & Indirect Costs & Transfers Out	-661,402	-161,402	-161,402
Other Adjustments: FSP Item F-10	0	-1,500,000	-1,575,000
Other Adjustments: staffing and programmatic reductions	0	-19,753,707	-17,486,617
Total Expenditures	243,506,985	226,334,061	232,571,355
Operating Net Increase/Decrease	-20,393,911	-1,647,010	-932,294
Transfers In and Other Sources & Transfers Out and Other Uses	1,085,739	1,085,739	1,085,739
Current Year Increase/Decrease In Fund Balance	-19,308,172	-561,271	153,446
Beginning Balance	36,091,371	16,783,199	16,221,928
Ending Balance	16,783,199	16,221,928	16,375,374

2023-24 Third Interim Multi Year Projection (MYP) General Fund 01 Components of the Ending Fund Balance:

Components of Ending Balance, Reserves	2024-25	2025-26	2026-27
Restricted Ending Balance	10,022,644	10,001,847	9,970,674
Special Reserve Fund - Non Capital Outlay (Fund 17)	567,441	569,941	572,441
Reserve for Economic Uncertainty	6,737,769	6,220,081	6,404,700
Unassigned/Unappropriated Ending Balance	22,785	0	0
Fund 01 Unrestricted Ending Balance & Fund 17 Reserve %	3.01%	3.00%	3.00%



1. Convene BAC

Budget Advisory Committee
Reviews Revenues and
Expenditures

Fiscal Stabilization Plan Process

For 2024-25

2. BAC Recommendations

BAC forwards recommendations
to the Superintendent



3. Superintendent

Makes recommendations
to the Board



4. Board of Education

Acts on recommendations for
inclusion in 2nd Interim/Budget

1. The BAC is charged with reviewing SRCS financial information and information regarding programs and services.
2. The BAC makes recommendations to the Superintendent for possible revenue enhancements and expenditure reductions.
3. The Superintendent can accept, not accept, modify, or add new recommendations to submit to the Board for consideration.
4. The Board can act on all, none, or some of

Other Funds 2024-25 Budget Ending Balance at June 30, 2025:

OTHER FUNDS: FUND BALANCE, RESERVES	2024-25 Proposed Budget
Student Activity Special Revenue Fund 08	\$1,099,900
Charter Schools Special Revenue Fund 09	\$3,251,539
Child Development Fund 12	\$3,497,010
Cafeteria Special Revenue Fund 13	\$4,000,980
Deferred Maintenance Fund 14	\$199,664
Special Reserve Fund for Other than Capital Outlay Projects Fund 17	\$567,441
Building Fund 21 (Bond Fund)	\$26,199,747
Capital Facilities Fund 25 (Developer Fees)	\$10,502,584
County Schools Facilities Fund 35	\$0
Special Reserve Fund for Capital Outlay Projects Fund 40	\$6,262,330
Self-Insurance Fund 67 (Dental)	\$261,206
Scholarship Fund 73	\$224,633

Areas to Monitor

- Staffing Challenges in Some Areas
- State and National Economy - Slowing Economic Growth, Federal & State Budget Uncertainty
- Labor Negotiations
- Changes in Statutory and/or Funded Cost of Living Adjustment (COLA)
- Declining Enrollment and Attendance Rates
- Dependent Charter Schools Fiscal Solvency
- Cost of Universal Transitional Kindergarten Program
- Sustainability and Prioritization
- Expiration of One-Time Funds
- New Local Control Accountability Plan (3 year LCAP cycle)
- Potential Parcel Tax

Next Steps

June 2024

- 2023-24 Estimated Actuals
- 2024-25 LCAP and Budget Adoptions
- State Enacted Budget

July 2024

- Close the 2023-24 Books

August 2024

- 45 Day Budget Update
- Budget Advisory Committee Reconvenes

Board Member Questions

