

**2023-24  
Financial & Enrollment  
Update**

**2024-2025  
Superintendent's  
Recommended Budget**

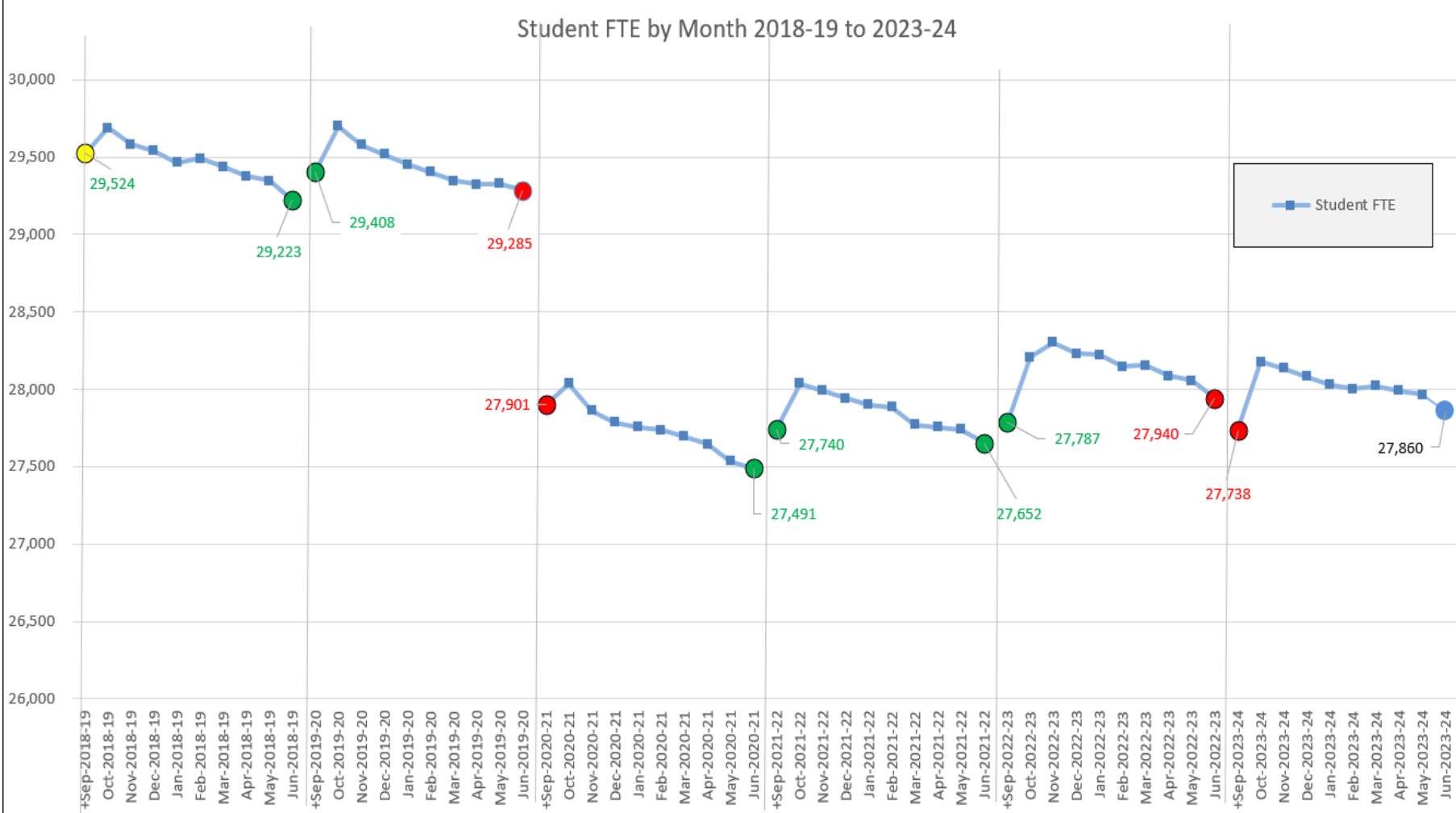
**School Board Meeting  
June 26, 2024**



# Agenda

- 2023-2024 Enrollment update as of June 2024
- 2023-2024 Budget status as of May 2024
- Budget Principles and 2024-2025 Priorities
- Budget assumptions
- General Fund preliminary budget
- General Fund preliminary 4-year budget
- Other funds 4-year budget
- Next steps

# Student Enrollment



# Budget Development Estimates 2023-2024

(In Millions)

	<b>Adopted Budget</b>	<b>Projection as of 5/31/2024</b>	<b>Variance</b>
Beginning Fund Balance, 9/1/2023	69.0	69.1	0.1
Revenues	561.5	568.1	6.6
Expenditures & Other Financing Uses	566.5	569.6	(3.1)
Net Operating Activity	(5.0)	(1.5)	3.5
Ending Fund Balance, 8/31/2024	64.0	67.6	3.6

- May 2024 Forecast Assumptions
  - Revenues
    - Slight decline in enrollment
    - Increase in Nutrition Services CEP
    - Increase in Transportation/Safety Net
  - Expenditures
    - Continuing to experiencing some inflation in costs

# Budget Planning Principles

- Protect basic needs for educating the whole child
- Provide equitable distribution of resources that recognize the diverse needs of students
- Implement academic programming focused on closing the opportunity gap
- Ensure that resources are allocated to support the district's equity resolution, which includes program offerings designed to increase access and opportunity
- Maintain essential support services
- Meet legal compliance and educational standards
- Support the implementation and sustainability of the district's strategic plan
- Budget for committed, assigned and unassigned fund balance to meet the minimum fund balance of 5% of expenditures as specified in Policy 6022

# 2024-2025 Budget Priorities

- Provide a continuum of services and professional development to promote anti-racism, social emotional learning, behavioral health, and trauma informed practices that support the student experience and outcomes.
- Allocate resources that maintain the provision of established low class size targets
- Invest in strategies that address workforce diversity and enhance recruitment and retention
- Provide investments that support infrastructure for the expansion of early learning services
- Support the foundational literacy curriculum implementation
- Study and develop recommendations for: student transportation, calendar options and highly capable services
- Enhance student engagement through activities, athletics and workforce opportunities

# 2024-2025 Revenue Assumptions

- IPD applied to State funding for salaries & materials, supplies and other costs (MSOCs)
  - 2024-2025: 3.7% Salaries and 3.3% for MSOCs based on conference budget
  - 2025-2026: 1.9% based on state projections
  - 2026-2027: 2.1% based on state projections
  - 2027-2028: 2.2% based on state projections
- Local Effort Assistance (LEA)
  - Held at current formula allocation
- Levy
  - Calendar year 2024: \$73,800,000
  - Calendar year 2025: \$82,100,000
  - Calendar year 2026: \$95,000,000
  - Calendar year 2027: \$99,000,000
  - Calendar year 2028: \$103,000,000
- Current enrollment trends project steady enrollment
- Increased grant contingency from \$3M to \$5M for capacity to accept grants
- Adjusted enrollment estimate for anticipated enrollment from Pride Prep

# General Fund 2024-2025 Revenue

In millions

	2023-24 Adopted Budget	2024-2025 Preliminary Budget As of May 22	2024-2025 Preliminary Budget As of June 26
Local Tax (Levy)	\$ 78.2	\$ 88.9	\$ 88.9
Local Effort Assistance (LEA)	0.7	2.1	2.1
State General Purpose	281.0	291.7	291.7
State Special Purpose	105.8	120.0	121.9
Federal Grants	46.6	49.3	50.1
ESSER	31.5	-	-
Other Revenue	12.7	13.6	13.7
Other Financing Source	5.0	5.0	5.0
<b>Total Revenue</b>	<b>561.5</b>	<b>570.6</b>	<b>573.4</b>

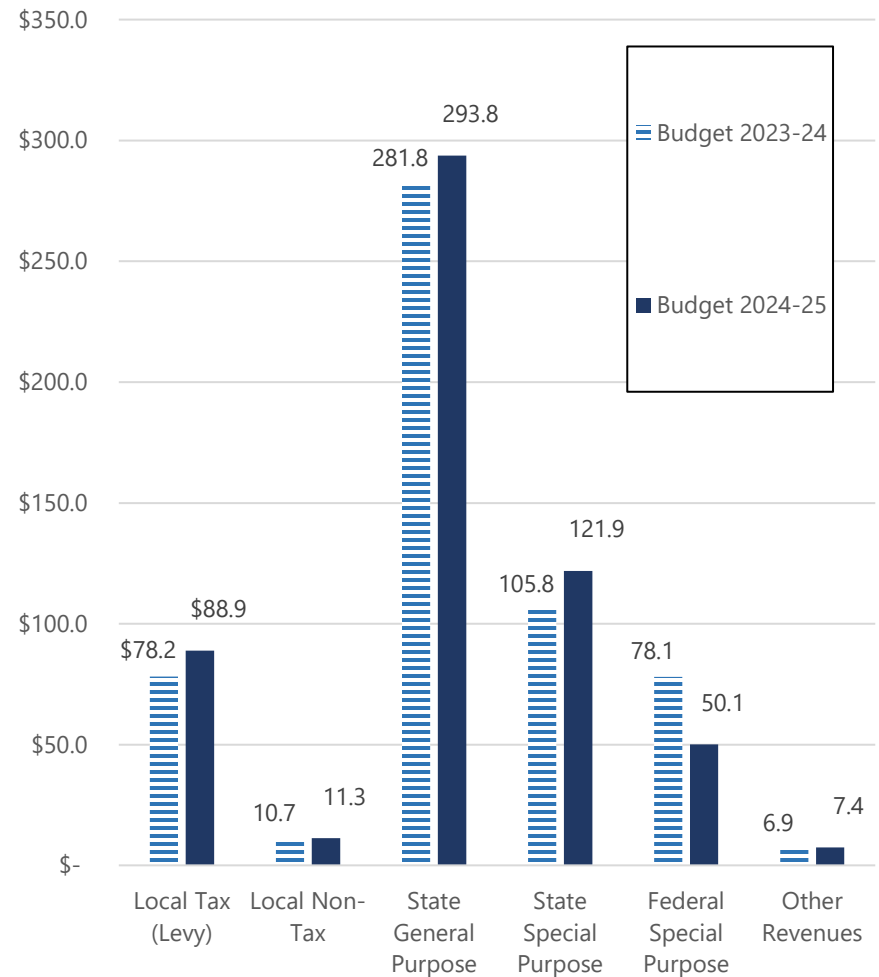
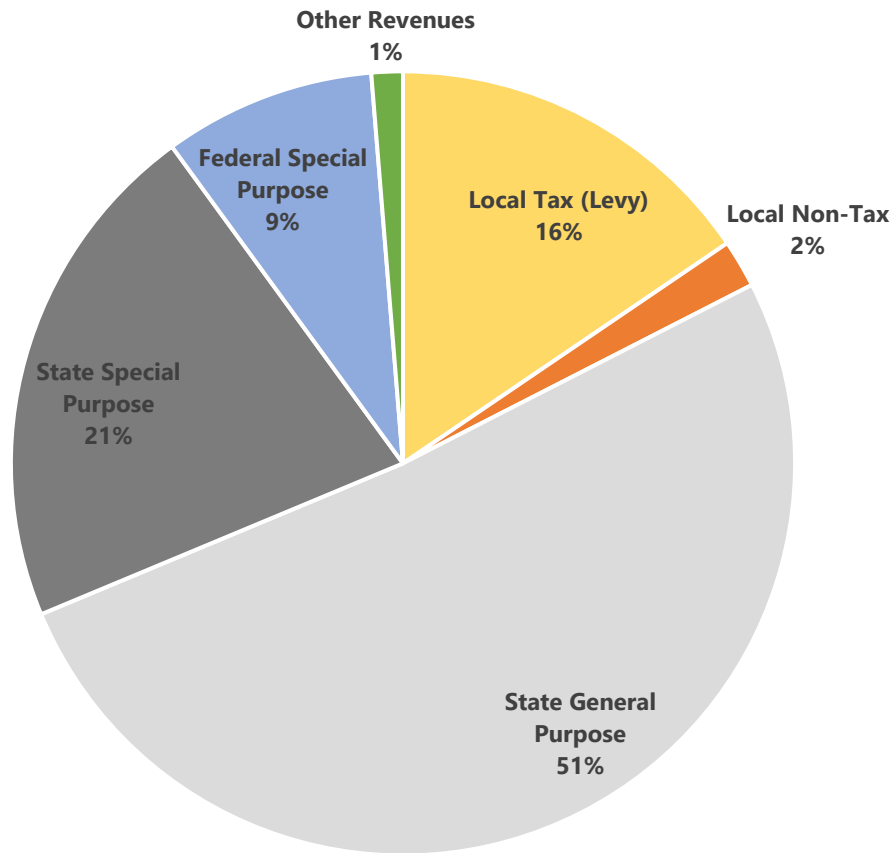
## Revisions after May 22:

- Grant balancing



# Budget At-a-Glance: Revenue

Budget 2024-25



# 2024-2025 Expenditure Assumptions

- Districtwide staffing and class sizes budgeted at:
  - Primary average class size of 18
  - Intermediate average class size of 22
  - Secondary average class size of 27
- IPD applied to subsequent budget years at:
  - 2024-2025: 3.7% based on state conference budget
  - 2025-2026: 1.9% based on state projections
  - 2026-2027: 2.1% based on state projections
  - 2027-2028: 2.2% based on state projections
- Steps per salary schedule
- Administrative review of all open positions to continue through next year
- Refined staffing estimates for efficiency
- Increased grant contingency from \$3M to \$5M for capacity to accept grants

# General Fund 2024-2025 Expenditures

In millions

	2023-24 Adopted Budget	2024-2025 Preliminary Budget As of May 22	2024-2025 Preliminary Budget As of June 26
Teaching	\$ 317.5	\$ 339.2	\$ 331.1
Teaching Support	94.3	81.7	91.3
Other Support Activities	91.4	99.9	100.7
Building Administration	36.3	37.8	37.9
Central Administration	27.0	28.1	28.4
<b>Total Expenditures</b>	566.5	586.7	589.4

## Revisions after May 22:

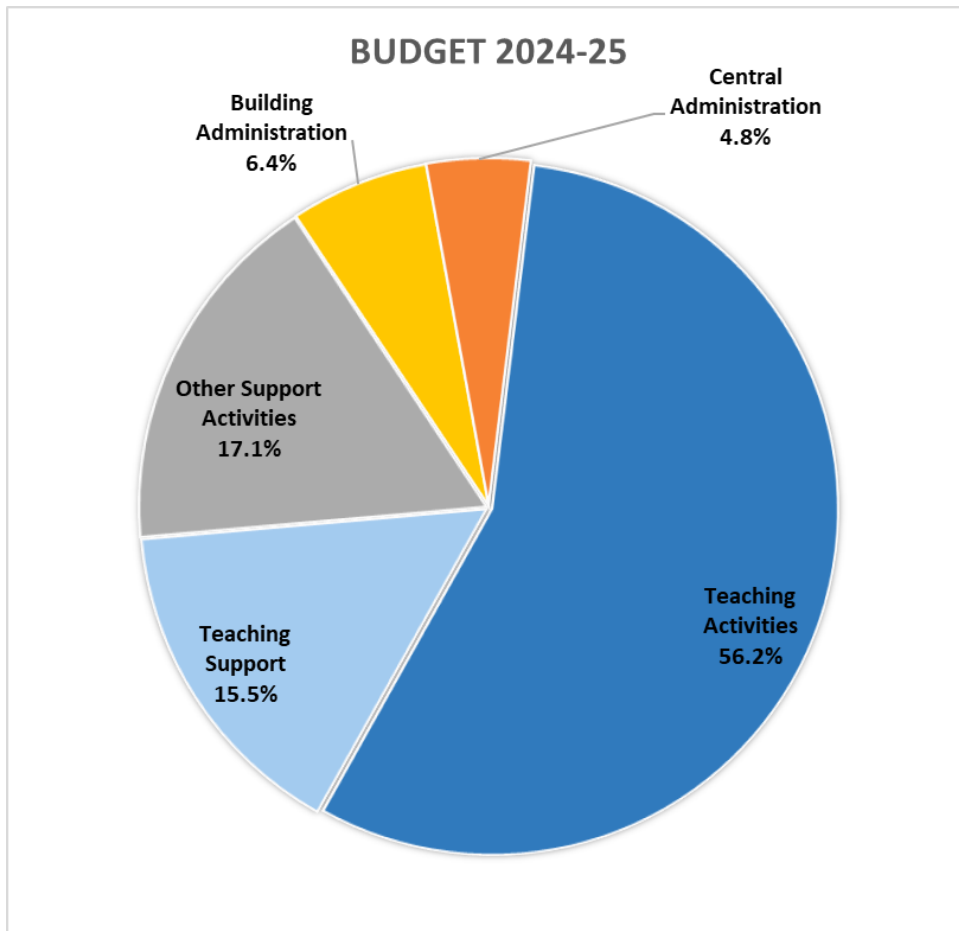
- ECEAP/Preschool
- Grant Balancing
- Central Staffing/English Language Development

# Expenditures by Activity

In millions

	2023-24 Adopted Budget	2024-25 Preliminary Budget
<b>Teaching</b> – Classroom instruction and paraeducators, extracurricular activities	57.10%	56.17%
<b>Teaching Support</b> – Counselors, libraries, nurses, curriculum, curriculum development, instructional professional development, student safety, etc.	15.60%	15.49%
<b>Total Teaching Activities</b>	72.70%	71.66%
<b>Other Support Activities</b> – Food service operations, pupil transportation, insurance, information systems, printing, facilities maintenance & operations, utilities, warehouse and Express childcare	16.10%	17.09%
<b>Building Administration</b> – Principal’s office: duties assigned to the principal, assistant or vice principal, and secretarial/clerical assistants, to coordinate and manage the operation of school building	6.40%	6.44%
<b>Central Administration</b> – Supervision of instruction, food service, facilities, and transportation; Board of Directors, superintendent’s office, governmental relations, business office, human resources, community relations, legal and audit fees, election costs	4.80%	4.81%
<b>Total Expenditures</b>	100.00%	100.00%

# Budget At-a-Glance: Expenditures by Activity



**Teaching** – Classroom instruction and paraeducators, extracurricular activities

**Teaching Support** – Counselors, libraries, nurses, curriculum, curriculum development, instructional professional development, student safety, etc.

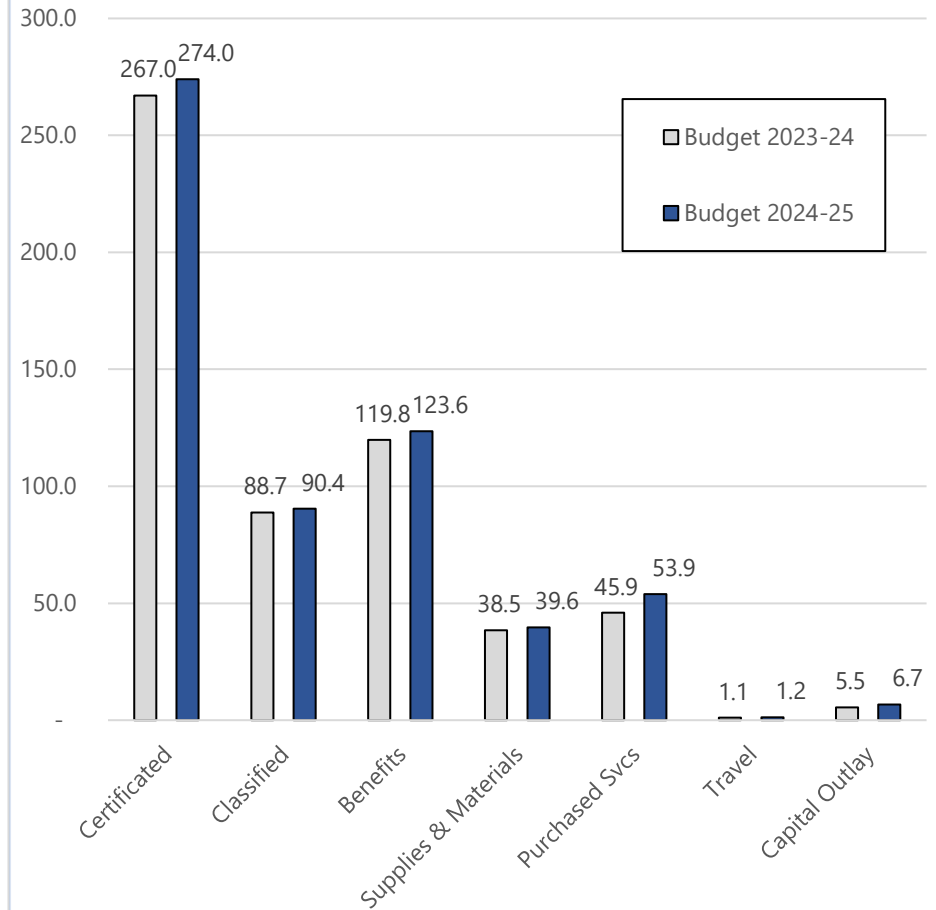
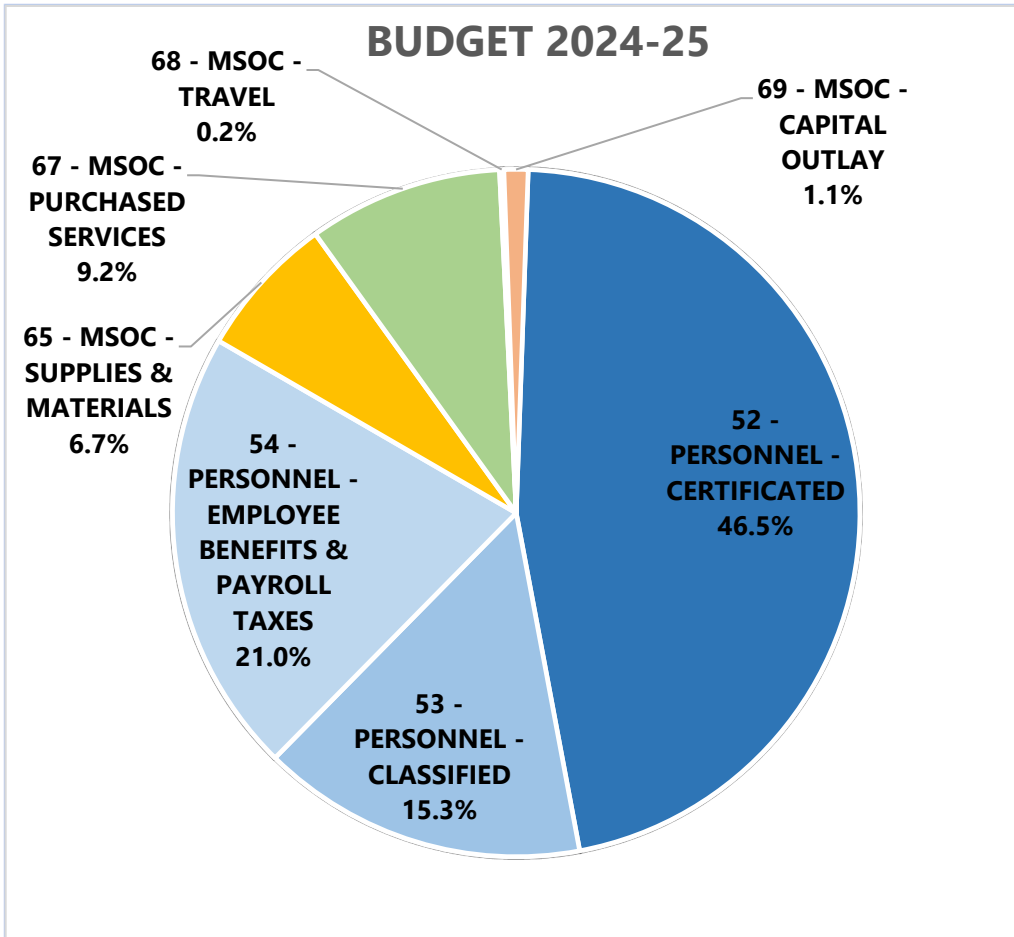
**Other Support Activities** – Food service operations, pupil transportation, insurance, information systems, printing, facilities maintenance & operations, utilities, warehouse and Express childcare

**Building Administration** – Principal's office: duties assigned to the principal, assistant or vice principal, and secretarial/clerical assistants, to coordinate and manage the operation of school building

**Central Administration** – Supervision of instruction, food service, facilities, and transportation; Board of Directors, superintendent's office, governmental relations, business office, human resources, community relations, legal and audit fees, election costs

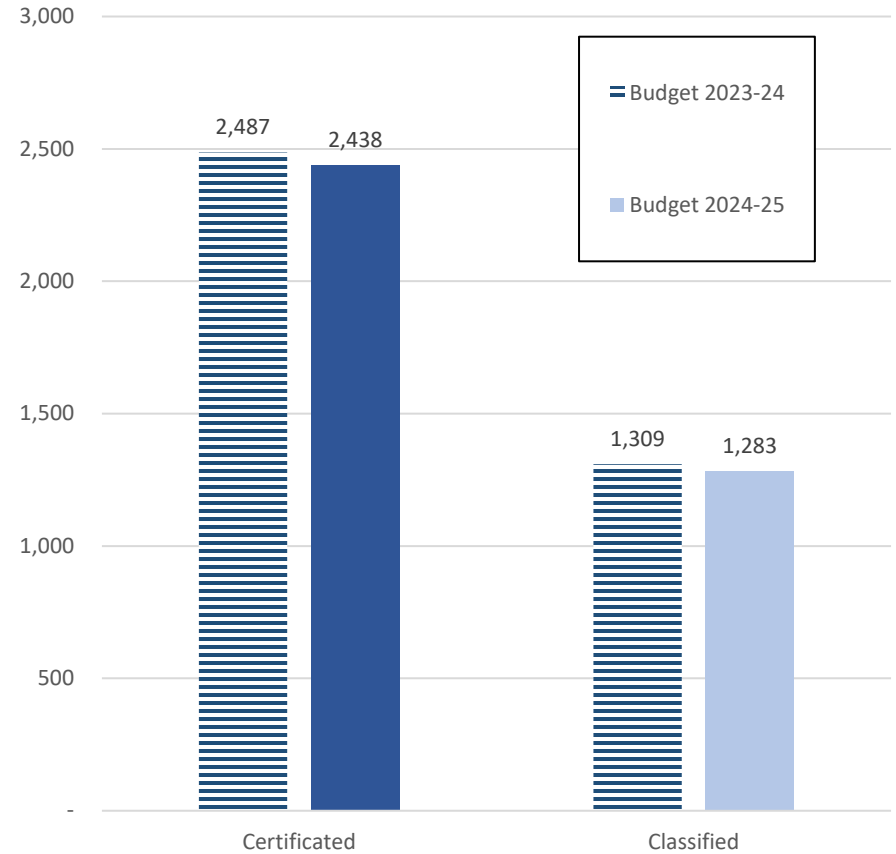
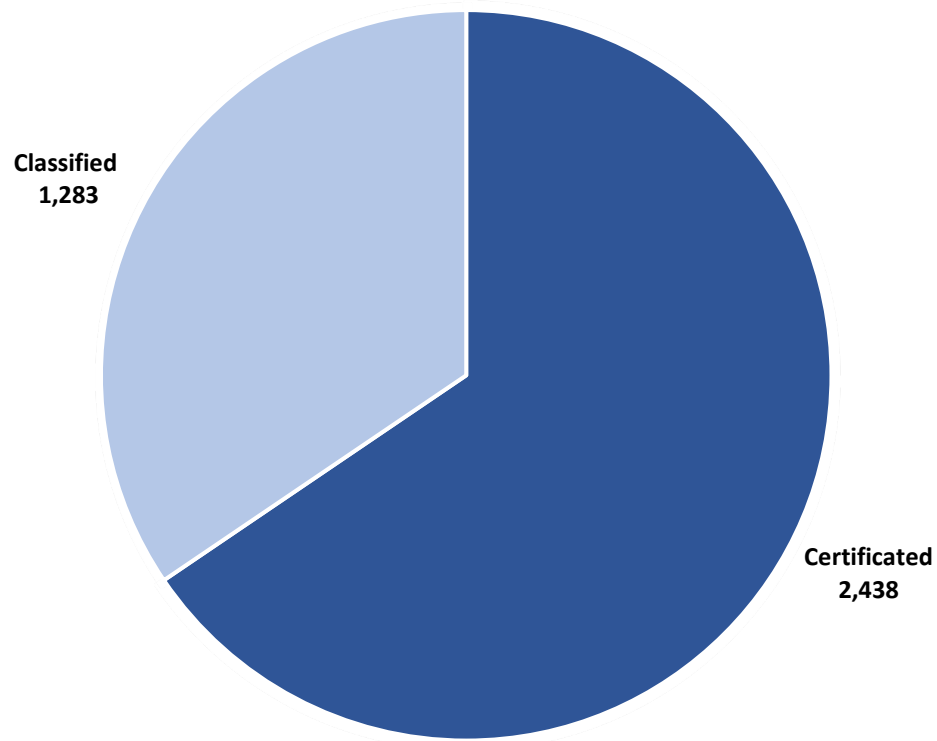
# Budget At-a-Glance: Spending Category

In Millions



# Budget At-a-Glance: Staffing

BUDGET 2024-25



# General Fund 2024-2025 Budget Status

In millions

	2023-24 Adopted Budget	2024-2025 Preliminary Budget As of May 22	2024-2025 Preliminary Budget As of June 26
Total Revenue	\$ 561.5	\$ 570.6	\$ 573.4
Expenditures	538.4	586.7	589.4
ESSER	28.1	-	-
Subtotal	566.5	586.7	589.4
Expenditure Adjustments			
Total Expenditures	566.5	586.7	589.4
<b>Net Operations</b>	<b>(5.0)</b>	<b>(16.1)</b>	<b>(16.0)</b>
<b>Planned Use of Fund Balance (from prior year 4-year forecast)</b>		<b>16.1</b>	<b>16.0</b>
<b>Reductions to be Identified</b>		\$ -	\$ -
<b>Reductions as a Percent of Total Expenditures</b>		<b>0.0%</b>	<b>0.0%</b>



# General Fund Preliminary 4-year Forecast

In millions

	2023-24 Adopted Budget	2024-2025 Preliminary Budget As of May 22	2024-2025 Preliminary Budget As of June 26	2025-2026 Preliminary Budget As of June 26	2026-2027 Preliminary Budget As of June 26	2027-2028 Preliminary Budget As of June 26
Total Revenue	\$ 561.5	\$ 570.6	\$ 573.4	\$ 585.6	\$ 595.0	\$ 607.0
Expenditures	538.4	586.7	589.4	601.3	604.8	610.9
ESSER	28.1	-	-	-	-	-
Subtotal	566.5	586.7	589.4	601.3	604.8	610.9
Expenditure Adjustments				(10.7)	(8.9)	(3.1)
Total Expenditures	566.5	586.7	589.4	590.6	595.9	607.8
<b>Net Operations</b>	<b>(5.0)</b>	<b>(16.1)</b>	<b>(16.0)</b>	<b>(5.0)</b>	<b>(0.9)</b>	<b>(0.8)</b>
<b>Planned Use of Fund Balance (from prior year 4-year forecast)</b>		<b>16.1</b>	<b>16.0</b>	<b>2.0</b>	<b>-</b>	<b>-</b>
<b>Reductions to be Identified</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ (3.0)</b>	<b>\$ (0.9)</b>	<b>\$ (0.8)</b>
<b>Reductions as a Percent of Total Expenditures</b>		<b>0.0%</b>	<b>0.0%</b>	<b>-0.5%</b>	<b>-0.1%</b>	<b>-0.1%</b>

# General Fund Preliminary Fund Balance Projections

In millions

Description	2023-2024	2024-2025	2025-2026	2026-2027	2027-2028
	Adopted Budget Budget	Preliminary Budget As of June 26	Preliminary Forecast As of June 26	Preliminary Forecast As of June 26	Preliminary Forecast As of June 26
Beginning Fund Balance, September 1	\$ 68.9	\$ 69.1	\$ 53.1	\$ 48.1	\$ 47.2
Revenue	561.5	573.4	585.6	595.0	607.0
Expenditures	566.5	589.4	601.3	604.8	610.9
Planned expenditure adjustments		-	(8.0)	-	-
Adjustments in excess of PY 4-year forecast		-	(2.7)	(8.9)	(3.1)
Net Operations	(5.0)	(16.0)	(5.0)	(0.9)	(0.8)
Ending Fund Balance, August 31	63.9	53.1	48.1	47.2	46.4
Less Restricted balances	(15.4)	(22.5)	(20.6)	(19.7)	(18.9)
Unrestricted Fund Balance	\$ 48.5	\$ 30.6	\$ 27.5	\$ 27.5	\$ 27.5
Subject to Policy 6022 (CAU)					
CAU as a percent of Expenditures *	8.82%	5.57%	5.00%	5.00%	5.01%

\* CAU as a percent of August 31, 2023 expenditures

# Associated Student Body Fund 4-year Fund Balance Forecast

In millions

Description	2024-2025	2025-2026	2026-2027	2027-2028
	Preliminary Budget	Preliminary Budget	Preliminary Budget	Preliminary Budget
Beginning Fund Balance, September 1	\$ 1.6	\$ 1.6	\$ 1.6	\$ 1.5
Revenue	3.7	3.8	3.9	4.0
Expenditures	(3.7)	(3.8)	(4.0)	(4.1)
Net Operations	-	-	(0.1)	(0.1)
Ending Fund Balance, August 31	1.6	1.6	1.5	1.4
Less: Restricted balances	(1.6)	(1.6)	(1.5)	(1.4)
Unrestricted Fund Balance	\$ -	\$ -	\$ -	\$ -

# Debt Service Fund

## 4-year Fund Balance Forecast

In millions

Description	2024-2025	2025-2026	2026-2027	2027-2028
	Preliminary Budget	Preliminary Budget	Preliminary Budget	Preliminary Budget
Beginning Fund Balance, September 1	\$ 17.5	\$ 16.6	\$ 16.4	\$ 13.9
Revenue	52.2	52.7	53.7	56.1
Expenditures	(53.1)	(52.9)	(56.2)	(56.7)
Net Operations	(0.9)	(0.2)	(2.5)	(0.6)
Ending Fund Balance, August 31	16.6	16.4	13.9	13.3
Less: Restricted balances	(16.6)	(16.4)	(13.9)	(13.3)
Unrestricted Fund Balance	\$ -	\$ -	\$ -	\$ -

# Capital Projects Fund

## 4-year Fund Balance Forecast

In millions

Description	2024-2025	2025-2026	2026-2027	2027-2028
	Preliminary Budget	Preliminary Budget	Preliminary Budget	Preliminary Budget
Beginning Fund Balance, September 1	\$ 50.0	\$ 31.7	\$ 37.1	\$ 24.8
Revenue	28.2	20.4	0.2	0.2
Expenditures	(46.5)	(15.0)	(12.5)	(9.0)
Net Operations	(18.3)	5.4	(12.3)	(8.8)
Ending Fund Balance, August 31	31.7	37.1	24.8	16.0
Less: Restricted balances	(31.7)	(37.1)	(24.8)	(16.0)
Unrestricted Fund Balance	\$ -	\$ -	\$ -	\$ -

# Preliminary Budgets – All Funds

In millions

Description	Actual	Adopted Budget	Preliminary Budget
	2022-23	2023-2024	2024-2025
General Fund	\$ 553.8	\$ 566.5	\$ 589.4
Associated Student Body	2.0	2.6	3.7
Debt Service	63.6	68.7	53.1
Capital Projects	149.3	130.3	46.5
Transportation Vehicle	-	-	-



# 4-year Enrollment Forecast

Description	2024-2025	2025-2026	2026-2027	2027-2028
Kindergarten	2,027	2,062	2,075	2,063
1st Grade	2,083	2,148	2,096	2,101
2nd Grade	2,088	2,118	2,146	2,109
3rd Grade	2,234	2,094	2,114	2,139
4th Grade	2,038	2,238	2,143	2,140
5th Grade	2,133	2,023	2,130	2,095
6th Grade	2,124	2,104	2,072	2,100
7th Grade	2,108	2,168	2,120	2,149
8th Grade	2,007	2,082	2,060	2,066
9th Grade	2,021	1,989	2,015	2,033
10th Grade	1,932	1,922	1,955	1,936
11th Grade	1,771	1,692	1,745	1,736
12th Grade	1,727	1,721	1,696	1,715
<b>Subtotal</b>	<b>26,293</b>	<b>26,361</b>	<b>26,368</b>	<b>26,382</b>
Running Start	415	415	415	415
Drop Out Re-Engagement	171	171	171	171
Alternative Learning (ALE)	1,730	1,730	1,730	1,730
<b>Total</b>	<b>28,609</b>	<b>28,677</b>	<b>28,684</b>	<b>28,698</b>

# 2024-2025 Areas of Continuing Work

- Review Levy and LEA estimates in July
- Continue detail review and refine budgets
- Monitor 2023-2024 activity





# Budget Development – Next Steps

- Budget presentations and discussion
  - School Board Adopted Budget - August

