

FY 25 Budget Outlook

Projected Fund Balance & Pro Forma Budget

December 5th, 2023

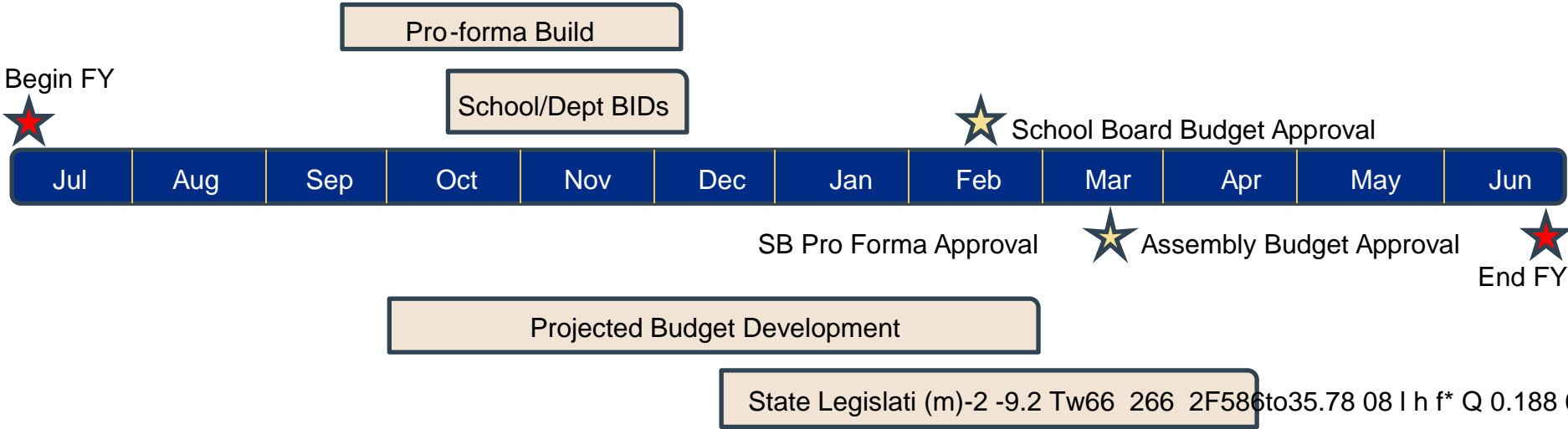


Agenda

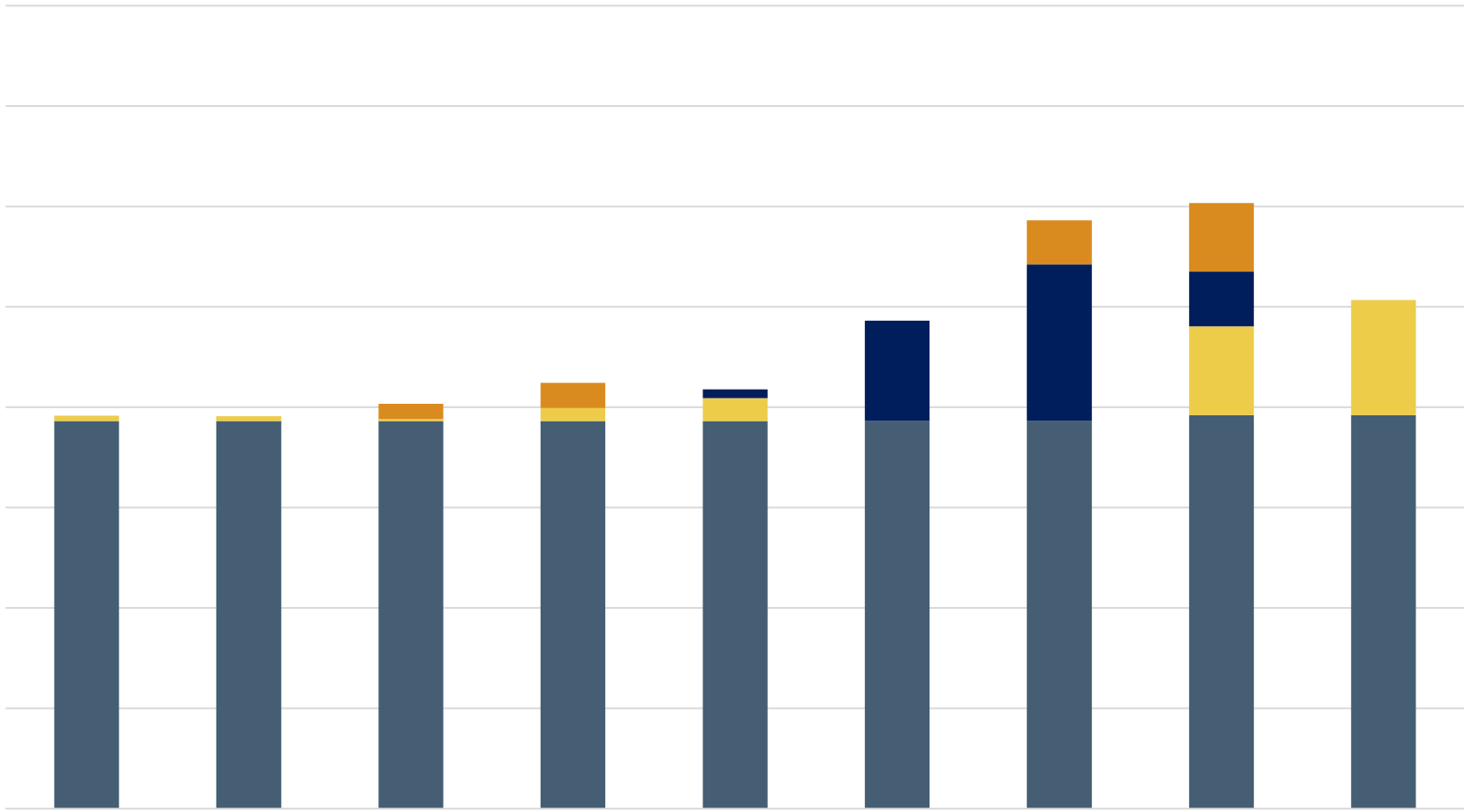
- Budget Development
- Projected Fund Balance
- FY25 Pro Forma Budget



Budget Development



Funding Since 2017 - BSA Equivalents



Fund Balance Projection



FY23 Final Ending Fund Balance

SOA 10% fund balance calculation

Expenditures and other uses	\$	563.80
less: other uses		(11.97)
add: other fund PERS/TRS on-behalf		-
Project1 0 2 39 Tc -0(P)4(t)1.3 (e reW Tf37(R)-19.3 (S) 36 31.18)0.6 (- Tf37(R)-19. (s)-54.6 (s)-54.5 (:)		2.



FY24 Revenue and Expenditure Projections

General Fund (in millions \$)	FY 2023-24 Budget	FY 2023-24 Projection	Amount	Percent
Revenue				
Local [1]	\$ 259.359	\$ 233.027	\$ (26.332)	-10.15%
State	370.802	364.408	(6.395)	-1.72%
Federal	15.992	15.678	(0.314)	-1.96%
Total	646.154	613.113	(33.041)	-5.11%

Expenditures and Encumbrances

Salaries	363.539	357.418	6.121	1.68%
Benefits	187.368	180.490	6.878	3.67%
Services	100.101	92.431	7.670	7.66%
Supplies/Equipment/Other	27.708	27.016	0.692	2.50%
Total	\$ 678.716	\$ 657.356	\$ 21.360	3.15%

[1] Includes the use of \$32.45 million in fund balance

[2] Includes prior year encumbrances

Budget to GAAP basis reconciliation

Total expenditures and encumbrances	\$ 678.716	\$ 657.356
Less: encumbrances	(32.612)	(34.311)
Less: PERS/TRS on-behalf budgets	(35.159)	-
Transfers to/(from) other funds	(0.049)	4.620
Total GAAP basis expenditures and other uses	\$ 610.895	\$ 627.664

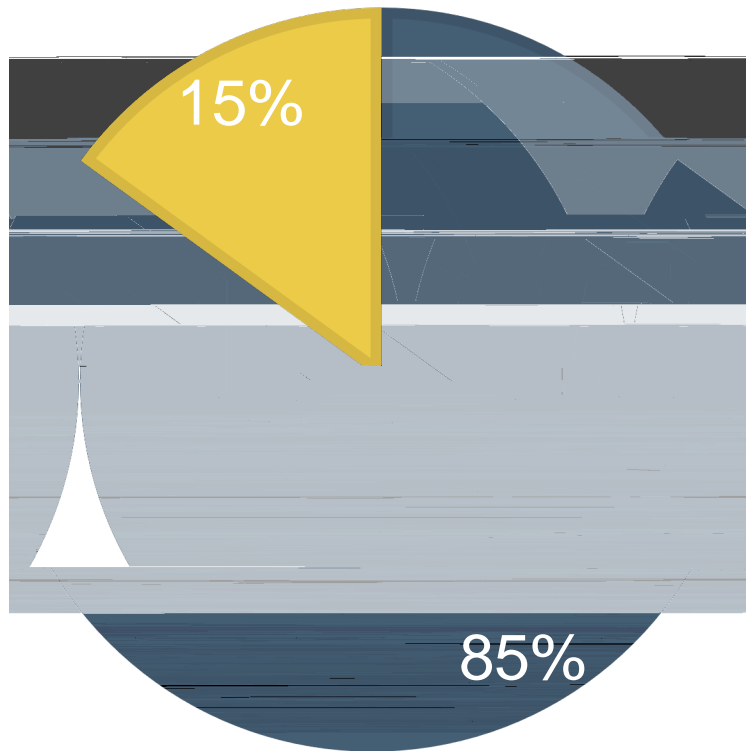
Pro Forma Budget





Salaries & Benefits

■ Personnel ■ Non-Personnel



- 164 FTE Teaching Positions moved in GF from ESSER
- -36 FTE Teaching Staff reduction for Metrics-Based adjustment
- Unsettled contracts amount included



General Fund FTE Distribution

State Function	Fiscal Year					
	2020	2021	2022	2023	2024	2025
100 - Instruction	2,355	2,303	2,047	1,752	2,036	2,164
200 - Special Education Instruction	998	1,041	1,046	1,064	1,043	1,043
220 - Special Education Support Services	225	222	225	226	239	239
300 - Support Services - Students	308	313	324	320	330	330
350 - Support Services - Instruction	148	150	151	151	161	161
400 - School Administration	143	141	143	144	142	142
450 - School Administration Support Services	246	243	149	250	246	246
510 - District Administration	27	27	27	27	29	29
550 - District Administration Support Services	187	191	193	201	220	220
600 - Operations and Maintenance of Plant	478	478	481	482	464	464
780 - Community Services	3	4	3	3	4	4
Total General Fund FTE	5,118	5,113	4,789	4,621	4,915	5,043
100 - (Federal Stimulus)		30	275	497	164	-
350 - (Federal Stimulus)		18	18	29	-	-
550 - (Federal Stimulus)		-	-	2	-	-
600 - (Federal Stimulus)		-	-	2	-	-
Total General Fund and Stimulus FTE	5,118	5,161	5,082	5,146	5,079	5,043



Salaries & Wages

General Fund Salaries, Wages and Benefits

		FY 2023-24	FY 2024-25		
		Adopted	Pro Forma [1]	\$	%
Line #	Salaries and Wages				
1	100 - Instruction	\$ 156,235,298	\$ 161,082,614		



Other Payroll Outlay

16	Substitutes	8,426,313	8,594,839	168,526	2.00%
17	Added Duty/Extra Help	17,578,588	18,212,903	634,315	3.61%
18	Personal Leave	6,295,026	6,483,877	188,851	3.00%
19	One-time Payments	7,481,026	7,481,026	0	0.00%
		39,780,953	40,772,645	999,692	2.51%



General Fund Preliminary Budget Gap

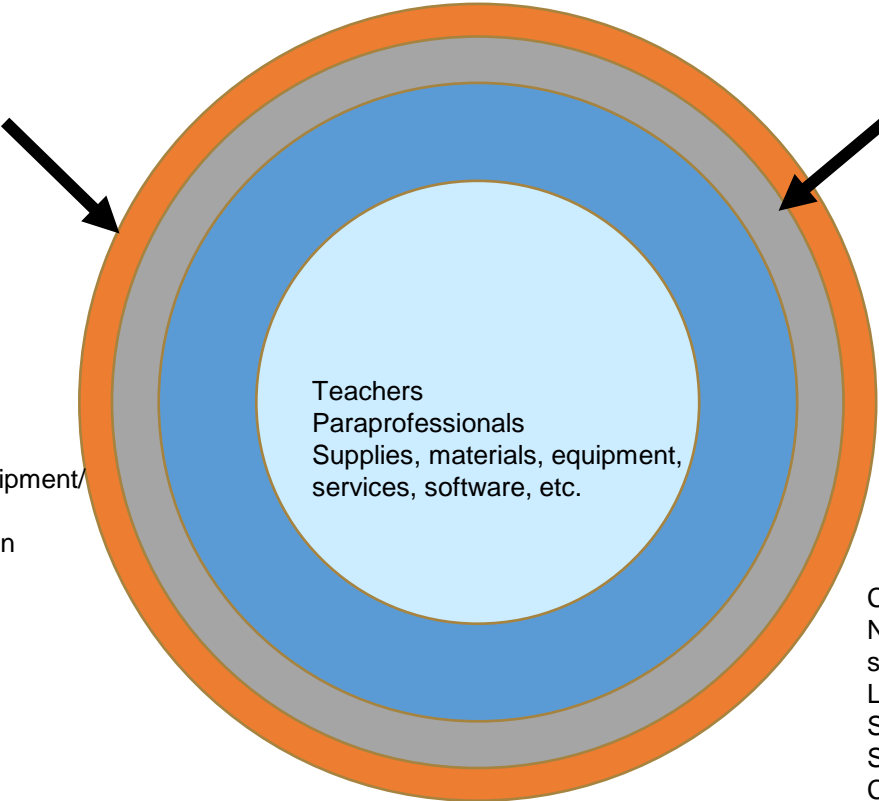
Line #	Adopted Budget FY 2023-24	Pro Forma FY 2024-25	FY24 Adopted Budget vs. FY25 Pro Forma	
			\$	%
General Fund Revenue				
Local Revenue	\$ 259,359,130	\$ 228,721,663	\$ (30,637,467)	-11.81%
State Revenue	335,643,090	302,546,796	(33,096,294)	-9.86%
Federal Revenue	15,991,918	16,243,177	251,259	1.57%
	<u>610,994,138</u>	<u>547,511,636</u>	<u>(63,482,502)</u>	<u>-10.39%</u>
General Fund Expenditures				
Salaries (net of attrition) [1]	365,473,018	391,469,220	25,996,202	7.11%
Benefits (net of attrition) [1]	153,218,863	159,881,560	6,662,697	4.35%
Contracted Services	66,766,106	68,412,547	1,646,441	2.47%
Supplies	18,467,241	18,740,071	272,830	1.48%
Capital Outlay	2,021,198	2,243,895	222,697	11.02%
Insurance/Other	5,047,712	5,007,849	(39,863)	-0.79%
Total General Fund Expenditures	<u>610,994,138</u>	<u>645,755,141</u>	<u>34,761,003</u>	<u>5.69%</u>
General Fund Budget Gap	<u>\$ -</u>	<u>\$ (98,243,505)</u>	<u>\$ (98,243,505)</u>	
			<i>53,000,000</i>	
General Fund Budget Gap with Fund Balance	<u>-</u>	<u>\$ (45,243,505)</u>	<u>\$ (45,243,505)</u>	

[1] Potential costs of unsettled contracts are included with increased attrition factor.



Budget Development Process

School Board
 Superintendent
 Chief Academics
 Chief Operations
 Payroll/ Accounting
 Budget/ Purchasing
 Human Resources
 Risk Management
 Information Tech
 Community Services
 Communications
 Supplies/ materials/ equipment/
 services/ software
 Assessment & Evaluation



Maintenance
 Custodians/ BPOs
 Utilities
 Building rents
 Supplies/ materials/ equipment/
 services/ software
 Building maintenance contracts

Counselors
 Nurses/ Health care services
 Librarians
 Security
 Student Activities
 Curriculum development
 Behavior support

Supplies/ materials/ equipment/
 services/ software



Deficit Mo

FY25 Deficit
(Million)

FY25 Pro Forma
\$98 million



Balance - \$53 million



Key Takeaways

- A combination of strategies is needed to produce a balanced budget for FY25
- Use of fund balance is a short-term stop gap measure
- Long-term, significant revenue or expenditure adjustments are needed to maintain current level of programming & services



Questions/Comments

