



# Moraga School District

First Interim Report 2023-24



# Fiscal Year Budget Cycle

June

July



**FIRST INTERIM**

July 1st – October 31st

**SECOND INTERIM**

July 1st – January 31st

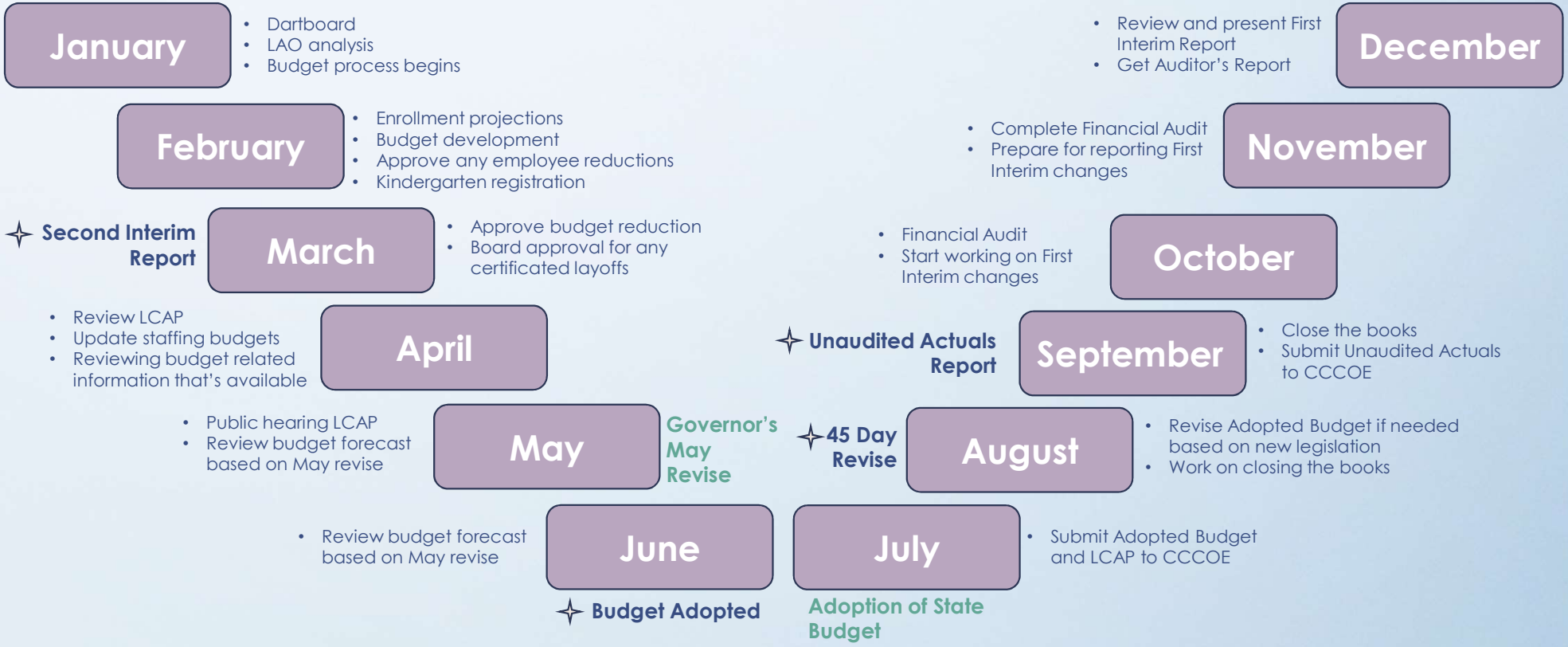
**UNAUDITED ACTUALS**

July 1st – June 30th

# Budget Calendar

Governor's proposed State Budget

✦ First Interim Report



# 2023-24 First Interim Report

## Purpose

- Communicate the overall financial condition of the District to the Governing Board, County Office of Education, State of California and the community.
- Analyze and revise the operating budget for updated information.
- A Multiple Year Projection (MYP) is prepared and required by the State.



# Schedule of Changes

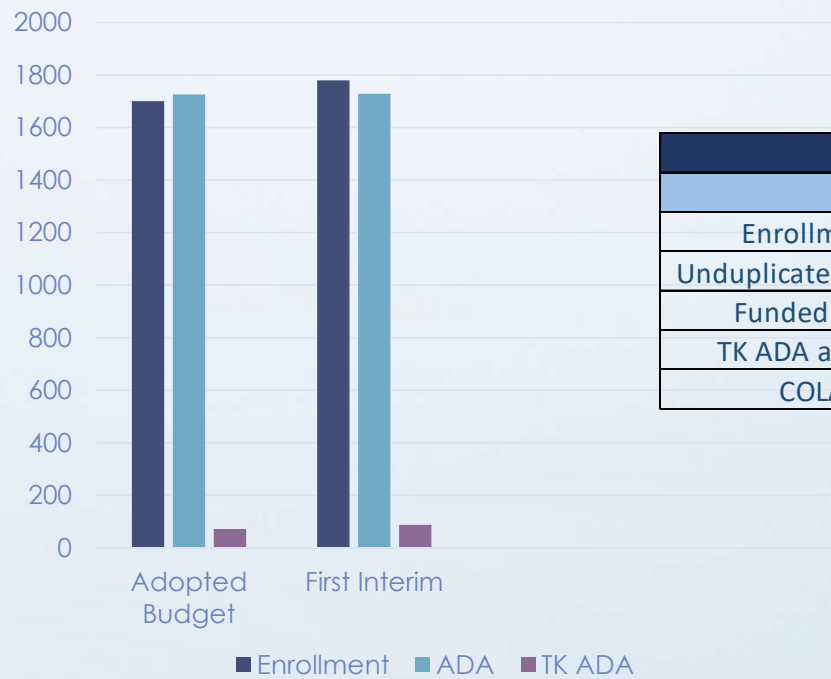
REVENUES

Overall  in Revenues of \$290k

2023-24 FIRST INTERIM vs ADOPTED BUDGET				
	ADOPTED BUDGET	FIRST INTERIM	CHANGE	EXPLANATION
<b>LCFF Sources</b>	\$19,212,876	\$19,303,706	90,830	Increase is primarily due to an increase in TK ADA, from 72.49 to 88.08
<b>Federal</b>	\$429,163	\$429,163	-	
<b>State</b>	\$2,007,018	\$2,061,046	54,028	Increase primarily due to: - \$40k deferred revenue for PreK planning grant (one-time) - \$14k revenue received for ELOP
<b>Local</b>	\$5,927,878	\$6,072,817	144,939	Increase primarily due to: - \$120k in interest income - \$30k in donations Offset by: - \$5k decrease in parcel tax revenue due to parcel tax refunds
<b>TOTAL REVENUES</b>	<b>\$27,576,935</b>	<b>\$27,866,732</b>	<b>289,797</b>	

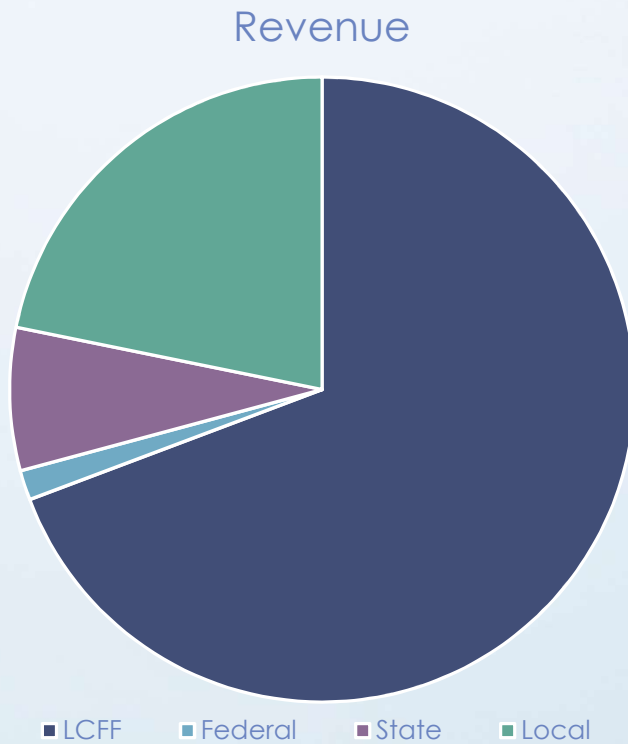
# LCFF Revenues

Enrollment and ADA



2023-24			
	Adopted Budget	First Interim	Change
Enrollment	1701	1780	79
Unduplicated Pupil %	6.55%	6.46%	-0.09%
Funded ADA	1,726.36	1,729.67	3.31
TK ADA add on	72.49	88.08	15.59
COLA	8.22%	8.22%	0.00%

## FIRST INTERIM REVENUES



Source	%
LCFF	69%
Local	22%
State	7%
Federal	2%

# Schedule of Changes

EXPENDITURE

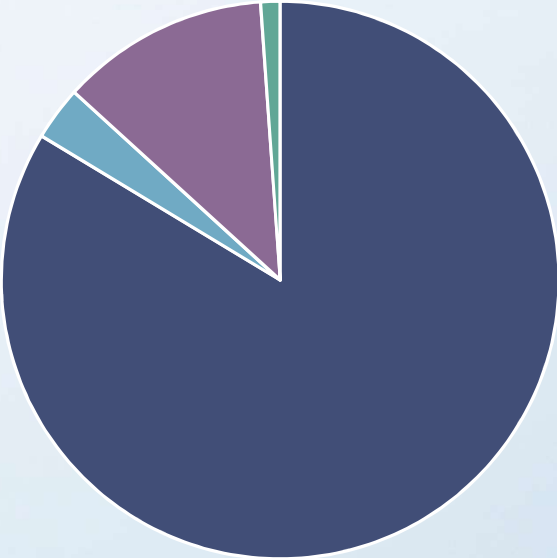
Overall  in Expenditures of \$881k

2023-24 FIRST INTERIM vs ADOPTED BUDGET				
	ADOPTED BUDGET	FIRST INTERIM	CHANGE	EXPLANATION
<b>Certificated Salaries</b>	\$11,663,526	\$11,825,466	161,940	Increase is primarily due to: - Additional FTE in Art (0.67), Speech (1.60) and P.E. (0.17) - Sub costs for Rheem Offset by: - FTE reductions in Nurse (0.75) and Learning Center Special Ed. (0.40) - FTE reductions being replaced by contracted services
<b>Classified Salaries</b>	\$4,159,608	\$4,259,467	99,859	Increase is primarily due to: - Additional FTE for JM Admin (0.50) and English Language Learner Literacy Tutor (0.43) - Coach for CBO - Extra hours for Custodians - Other adjustments
<b>Benefits</b>	\$7,772,866	\$7,905,152	132,286	Adjustments driven by changes in salaries
<b>Books &amp; Supplies</b>	\$788,240	\$895,995	107,755	Increase primarily due to: - \$101k in site carryover funds - \$4k in district-wide supply budgets
<b>Contracts &amp; Services</b>	\$3,247,661	\$3,470,247	222,586	Increase primarily due to: - \$80k in electricity costs - \$64k in contracted nurse services - \$42k in Special Ed. services - \$12k in carryover funds
<b>Capital Outlay</b>	-	-	-	
<b>Other Outgo</b>	\$237,837	\$394,774	156,937	Increase primarily due to principal payment costs associated with Schneider loan debt payment - no reserve impact
<b>Indirect Support Costs</b>	(\$70,000)	(\$70,000)	-	
<b>TOTAL EXPENDITURES</b>	<b>\$27,799,738</b>	<b>\$28,681,101</b>	<b>881,363</b>	



# FIRST INTERIM EXPENDITURES


Expenses



- Salaries & Benefits
- Books & Supplies
- Contracts & Services
- Other Outgo

# Schedule of Changes

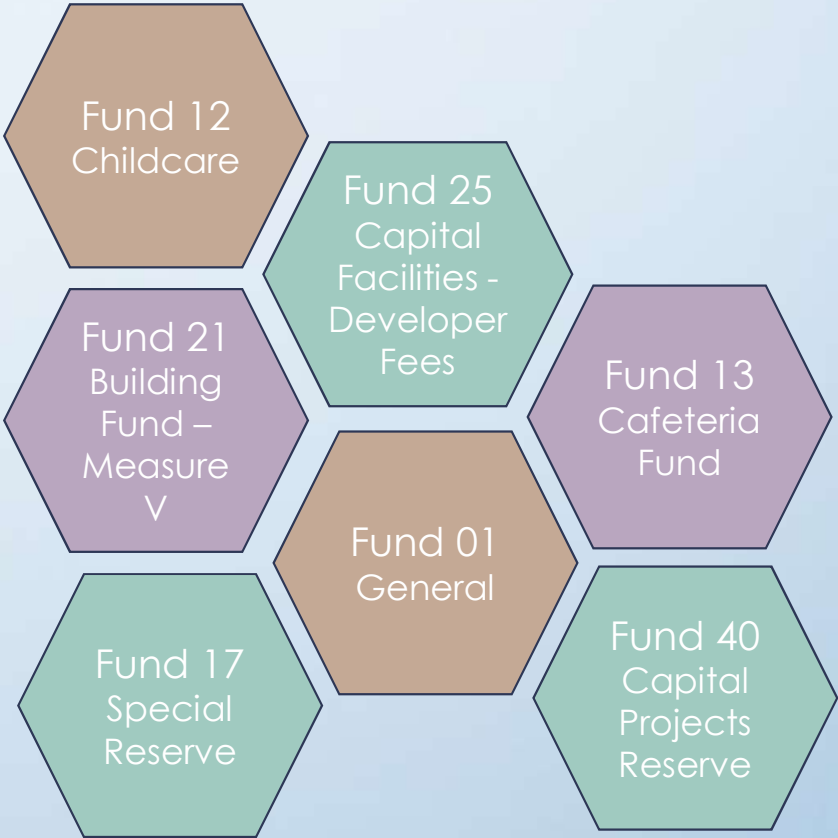
## RESERVES

Overall  in Fund Balance of \$131k

2023-24 FIRST INTERIM vs ADOPTED BUDGET				
	ADOPTED BUDGET	FIRST INTERIM	CHANGE	EXPLANATION
Transfers In	-	-	-	
Excess (Deficiency) of Revenues over Expenditures	(\$222,803)	(\$814,369)	(591,566) <b>a</b>	
<b>FUND BALANCE, RESERVES</b>				
Beginning Balance	\$6,258,693	\$7,376,735	1,118,042 <b>b</b>	
Ending Balance	\$6,035,890	\$6,562,366	526,476 <b>a+b</b>	
<b>RESERVES</b>				
<b>NONSPENDABLE</b>				
Revolving Cash	\$25,000	\$28,700	3,700	
Prepaid Expenditures	-	-	-	
<b>RESTRICTED</b>				
Legally Designated (restricted programs)	\$1,257,343	\$1,682,328	424,985	
<b>ASSIGNED</b>				
Textbooks	\$180,000	\$180,000	-	
Universal Transitional Kindergarten	\$355,756	\$355,756	-	
Technology Replacement/Upgrades	\$130,000	\$130,000	-	
Litigation	\$100,000	\$100,000	-	
<b>UNASSIGNED</b>				
Designated for Economic Uncertainties	\$833,992	\$860,433	26,441	3% of Total Expenditures <b>c</b>
Unassigned Fund Balance	\$3,153,799	\$3,225,149	71,350	Ending balance minus all other reserves <b>d</b>
Plus Fund 17	\$960,296	\$993,684	33,388 <b>e</b>	
<b>TOTAL AVAILABLE RESERVES IN \$</b>	<b>\$4,948,087</b>	<b>\$5,079,266</b>	<b>131,179</b> <b>c+d+e</b>	
<b>TOTAL AVAILABLE RESERVES %</b>	<b>17.80%</b>	<b>17.71%</b>	<b>-0.09%</b>	as a % of total expenditures

# All Funds

**Positive Fund Balances**



## Fund 01 – Assumptions for MYP

<b>Governor's Assumptions</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>
COLA - Cost of Living Adjustment	8.22%	3.94%	3.29%
Consumer Price Index - CPI	3.54%	3.02%	2.64%
CalPERS Employer Rate	26.68%	27.70%	28.30%
CalSTRS Employer Rate	19.10%	19.10%	19.10%
Unemployment Rate	0.05%	0.05%	0.05%
Classified Driven Benefits	36.15%	37.17%	37.77%
Certificated Driven Benefits	22.37%	22.37%	22.37%
<b>District's Assumptions</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>
Enrollment	1770	1780	1771
Funded ADA	1,729.67	1,734.70	1,734.71
Step and Column Increase	1%	1%	1%
Health Benefit Rate Increases	7%	7%	7%
Reserve for Economic Uncertainty	4%	4%	4%
Routine Restricted Maintenance	3%	3%	3%



# LCFF Revenues

<b>MYP - LCFF Funding</b>			
	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>
LCFF Revenue	\$18,721,740	\$19,547,563	\$20,393,024
Change in \$	\$1,131,500	\$825,823	\$845,461
Change in %	6.43%	4.41%	4.33%
Funded COLA	8.22%	3.94%	3.29%

# Multiple Year Projection - MYP

	2023-24	2024-25	2025-26
Total Revenues:	27,866,732	28,601,524	29,446,985
Total Expenditures:	28,681,101	29,061,597	29,609,658
<b>Net Increase (Decrease) to Fund Balance:</b>	<b>(814,369)</b>	<b>(460,073)</b>	<b>(162,673)</b>
<b>FUND BALANCE RESERVES:</b>			
Beginning Balance	7,376,734	6,562,365	6,102,293
Net Increase (Decrease) to Fund Balance:	(814,369)	(460,073)	(162,673)
<b>ENDING FUND BALANCE:</b>	<b>6,562,365</b>	<b>6,102,293</b>	<b>5,939,620</b>
<b>COMPONENTS OF THE ENDING FUND BALANCE</b>			
NONSPENDABLE: Revolving Cash	28,700	28,700	28,700
RESTRICTED: Categorical Programs	1,682,327	1,567,737	1,520,825
<b>ASSIGNED:</b>			
Textbook Implementation	180,000	180,000	180,000
Universal Transitional Kindergarten	355,756	496,127	774,504
Litigation	100,000	100,000	100,000
Technology Replacement/Upgrade	130,000	130,000	130,000
<b>UNASSIGNED AVAILABLE RESERVES:</b>			
<b>3% Required Reserve</b>	<b>860,433</b>	<b>871,848</b>	<b>888,290</b>
<b>Undesignated Fund Balance:</b>	<b>3,225,149</b>	<b>2,727,881</b>	<b>2,317,301</b>
<b>TOTAL AVAILABLE RESERVES AS A PERCENTAGE:</b>			
TOTAL AVAILABLE GENERAL FUND RESERVES	<b>4,085,582</b>	<b>3,599,729</b>	<b>3,205,590</b>
ADD FUND 17 RESERVES	993,684	993,684	993,684
<b>TOTAL AVAILABLE RESERVES IN DOLLARS:</b>	<b>5,079,266</b>	<b>4,593,413</b>	<b>4,199,274</b>
<b>TOTAL AVAILABLE RESERVES AS A PERCENTAGE:</b>	<b>17.71%</b>	<b>15.81%</b>	<b>14.18%</b>

# First Interim Report



Positive – District is projected to meet its financial obligations for all three years

Qualified – It is projected that the district may not meet its financial obligations in one of the three years

Negative – It is projected that the district will not be able to meet its financial obligations in the current or next fiscal year



# First Interim Report Certification

Positive – District is projected to meet its financial obligations for all three years

Staff recommends that the Governing Board approve the District's First Interim Report for 2023-24





# What's coming up?

Not included in the 2023-24 First Interim Report

- Proposition 28 funding
- Lower COLA projected for 2024-25



# Prop. 28

Total Allocation - \$199,136 – expected in Spring 2024

School	Allocation
Camino Pablo	\$37,835
Donald Rheem	\$46,828
Los Perales	\$42,536
Joaquin Moraga	\$71,937

# COLA 2024-25

**A lower COLA is now projected for the year 2024-25**

- The Legislative Analyst's Office predicts the 2024-25 COLA to be 1.27%
- In January 2023, the COLA for 2023-24 was expected to be 3.94%
- The district has relied on the original Dartboard for First Interim MYP

# COLA 2024-25

	2023-24	2024-25	2025-26
COLA %	8.22%	3.94%	3.29%
LCFF Revenue	\$18,721,740	\$19,547,563	\$20,393,024
	2023-24	2024-25	2025-26
COLA %	8.22%	1.27%	3.29%
LCFF Revenue	\$18,721,740	\$19,045,980	\$19,869,362
	2023-24	2024-25	2025-26
Change in LCFF Revenues due to lower 2024-25 COLA	0	(501,583)	(523,662)

# Multiple Year Projection with known factors affecting the District

**Not included in the 2023-24 First Interim Report**

	2023-24	2024-25	2025-26
Total Revenues:	28,065,868	28,299,077	29,122,459
Total Expenditures:	28,681,101	29,061,597	29,609,658
<b>Net Increase (Decrease) to Fund Balance:</b>	<b>(615,233)</b>	<b>(762,520)</b>	<b>(487,199)</b>
<b>FUND BALANCE RESERVES:</b>			
Beginning Balance	7,376,734	6,761,501	5,998,982
Net Increase (Decrease) to Fund Balance:	(615,233)	(762,520)	(487,199)
<b>ENDING FUND BALANCE:</b>	<b>6,761,501</b>	<b>5,998,982</b>	<b>5,511,783</b>
<b>COMPONENTS OF THE ENDING FUND BALANCE</b>			
NONSPENDABLE: Revolving Cash	28,700	28,700	28,700
RESTRICTED: Categorical Programs	1,682,327	1,567,737	1,520,825
<b>ASSIGNED:</b>			
Textbook Implementation	180,000	180,000	180,000
Universal Transitional Kindergarten	355,756	496,127	774,504
Litigation	100,000	100,000	100,000
Technology Replacement/Upgrade	130,000	130,000	130,000
<b>UNASSIGNED AVAILABLE RESERVES:</b>			
<b>3% Required Reserve</b>	<b>860,433</b>	<b>871,848</b>	<b>888,290</b>
<b>Undesignated Fund Balance:</b>	<b>3,424,285</b>	<b>2,624,570</b>	<b>1,889,464</b>
<b>TOTAL AVAILABLE RESERVES AS A PERCENTAGE:</b>			
TOTAL AVAILABLE GENERAL FUND RESERVES	<b>4,284,718</b>	<b>3,496,418</b>	<b>2,777,753</b>
ADD FUND 17 RESERVES	993,684	993,684	993,684
<b>TOTAL AVAILABLE RESERVES IN DOLLARS:</b>	<b>5,278,402</b>	<b>4,490,102</b>	<b>3,771,437</b>
<b>TOTAL AVAILABLE RESERVES AS A PERCENTAGE:</b>	<b>18.40%</b>	<b>15.45%</b>	<b>12.74%</b>