



Moraga School District

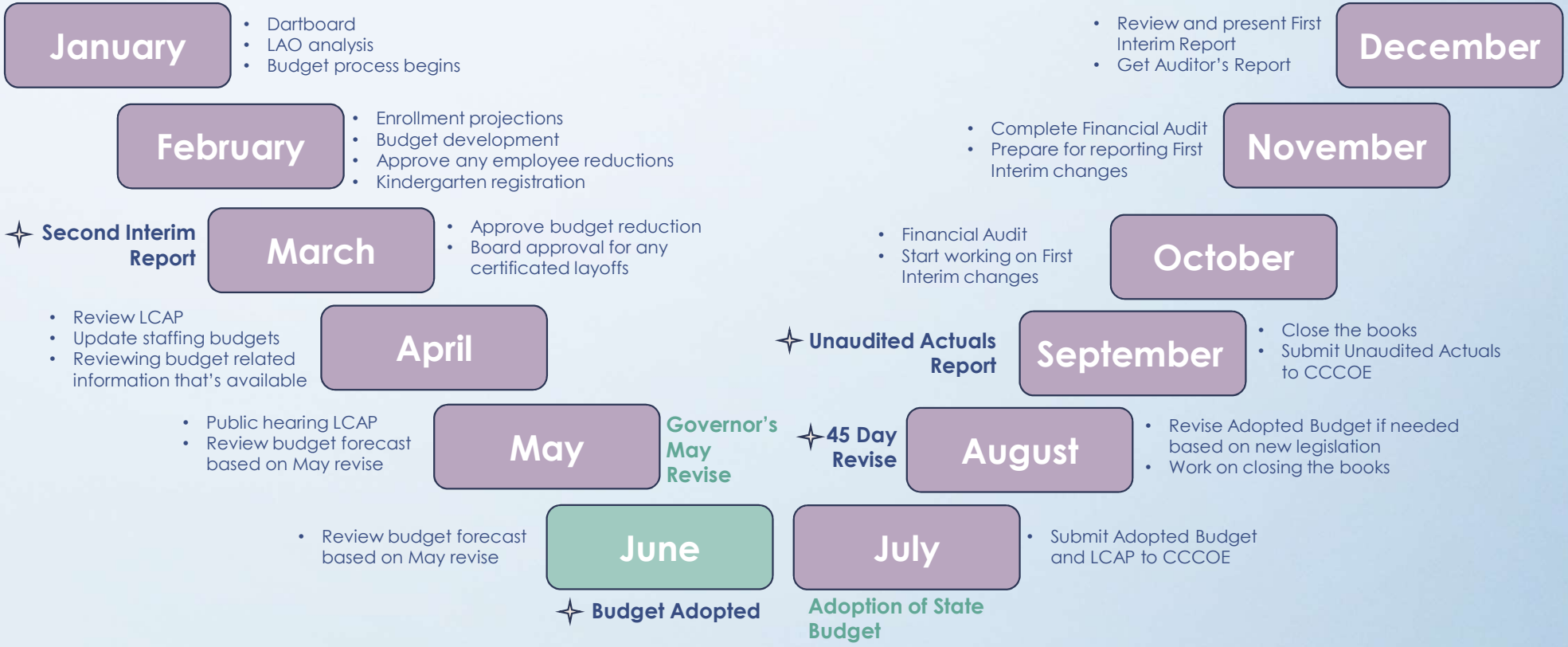
2024-25 Proposed Budget Public Hearing



Budget Calendar

Governor's proposed State Budget

✦ First Interim Report



2024-25 Proposed Budget Presentation

- Final revision and review of the 2023-24 operating budget – Estimated Actuals.
- Review the 2024-25 Proposed Budget for the Moraga School District.
- Review Multiple Year Projection (MYP) - required by the State.



ESTIMATED ACTUALS

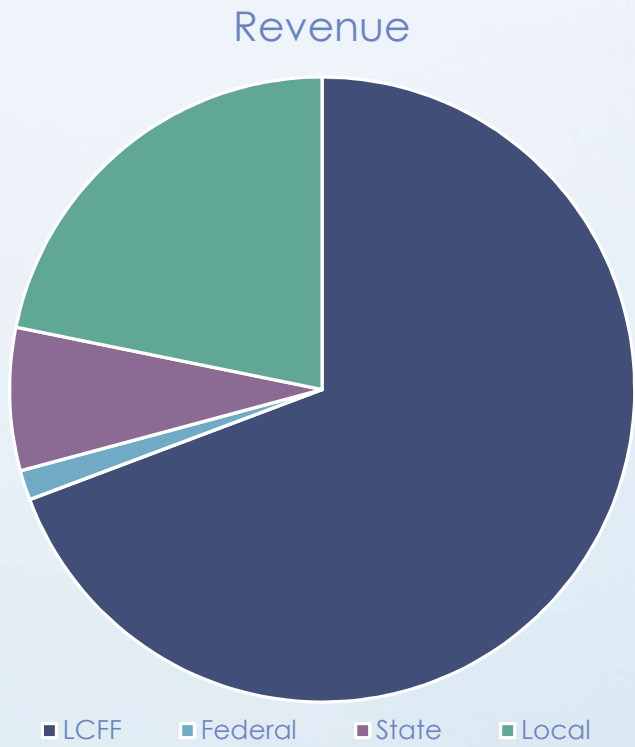
Schedule of Changes

REVENUES

Overall  in Revenues of \$205k

2023-24 SECOND INTERIM vs ESTIMATED ACTUALS				
	SECOND INTERIM	ESTIMATED ACTUALS	CHANGE	EXPLANATION
LCFF Sources	\$19,335,376	\$19,344,677	9,301	Increase of \$40k in property taxes offset by a decrease of \$31k in LCFF revenues
Federal	\$430,148	\$481,345	51,197	Increase primarily due to: - \$32k increase in Special Ed. IDEA funds apportionment - \$19k in unspent ESSER funds
State	\$2,424,758	\$2,456,092	31,334	Increase primarily due to: - \$18k Special Ed. Mental Health funds - \$23k in revised AMIM apportionment Offset by: - \$10k decrease in Special Ed EIP grant
Local	\$6,158,786	\$6,271,509	112,723	Increase primarily due to: - Donations for sports, school sites and PTA
TOTAL REVENUES	\$28,349,068	\$28,553,624	204,556	

ESTIMATED ACTUALS REVENUES



Source	%
LCFF	68%
Local	22%
State	9%
Federal	2%

Schedule of Changes

EXPENDITURE

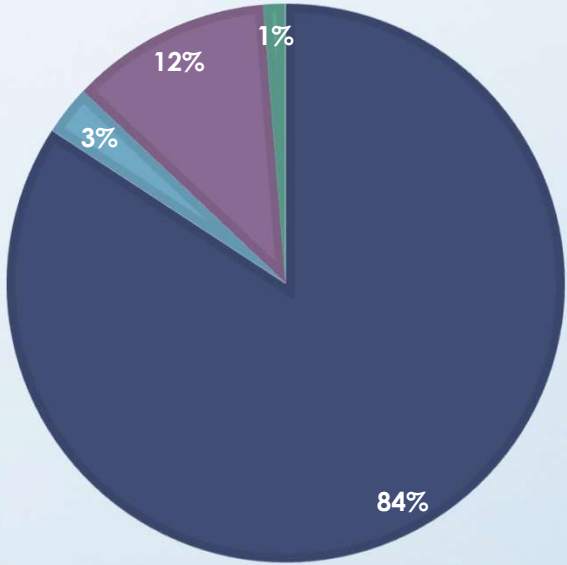
Overall  in Expenditures of \$1.7M

2023-24 SECOND INTERIM vs ESTIMATED ACTUALS				
	SECOND INTERIM	ESTIMATED ACTUALS	CHANGE	EXPLANATION
Certificated Salaries	\$11,858,312	\$12,742,576	884,264	Increase primarily due to the 7.5% raise applied to the 2023-24 school year
Classified Salaries	\$4,319,057	\$4,790,354	471,297	Increase primarily due to: - \$325k for 7.5% raise applied to the 2023-24 school year - \$116k Charging a Childcare Director and JM Childcare leader to ELOP funds - \$12k for Classified sub costs - \$10k for Custodian extra hours
Benefits	\$7,933,809	\$8,296,221	362,412	Adjustments driven by changes in salaries
Books & Supplies	\$881,784	\$876,560	(5,224)	Changes due to adjustments
Contracts & Services	\$3,578,229	\$3,572,551	(5,678)	Changes due to adjustments
Capital Outlay	-	-	-	
Other Outgo	\$394,774	\$394,774	-	
Indirect Support Costs	(\$70,000)	(\$70,000)	-	
TOTAL EXPENDITURES	\$28,895,965	\$30,603,035	1,707,070	

ESTIMATED ACTUALS EXPENDITURES

EXPENSES

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



2024-25 Budget

Schedule of Changes

RESERVES

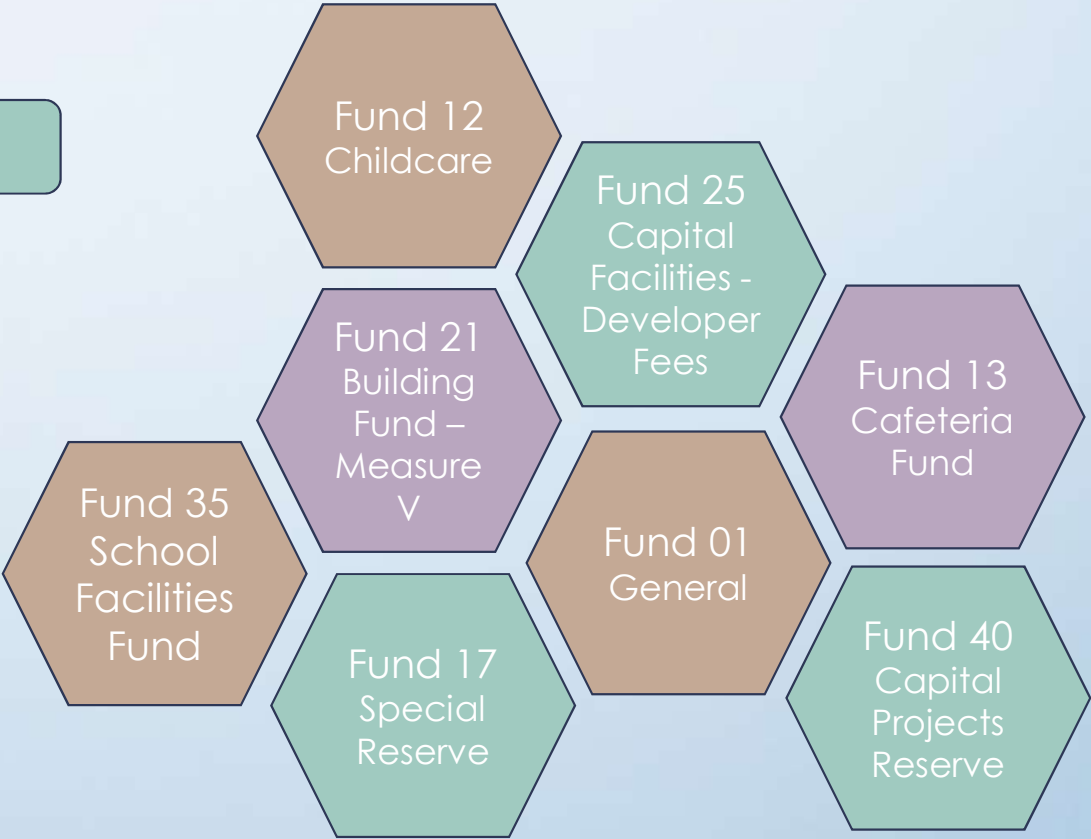
Overall ↓ in Fund Balance of \$969k

2023-24 SECOND INTERIM vs ESTIMATED ACTUALS				
	SECOND INTERIM	ESTIMATED ACTUALS	CHANGE	EXPLANATION
Transfers In	-	-	-	
Excess (Deficiency) of Revenues over Expenditures	(\$546,897)	(\$2,049,411)	(1,502,514)	a
FUND BALANCE, RESERVES				
Beginning Balance	\$7,376,735	\$7,376,735	-	b
Ending Balance	\$6,829,838	\$5,327,323	(1,502,514)	a+b
RESERVES				
NONSPENDABLE				
Revolving Cash	\$28,700	\$28,700	-	
Prepaid Expenditures	-	-	-	
RESTRICTED				
Legally Designated (restricted programs)	\$1,974,308	\$1,452,578	(521,730)	Using ELOP, Prop 28, ELO grant (Paraprofessional) and RMA funds
ASSIGNED				
Textbooks	\$180,000	\$180,000	-	
Universal Transitional Kindergarten	\$100,000	\$100,000	-	
Technology Replacement/Upgrades	\$130,000	\$130,000	-	
Litigation	\$100,000	\$100,000	-	
UNASSIGNED				
Designated for Economic Uncertainties	\$866,879	\$918,091	51,212	3% of Total Expenditures c
Unassigned Fund Balance	\$3,449,951	\$2,417,954	(1,031,997)	Ending balance minus all other reserves d
Plus Fund 17	\$1,004,070	\$1,015,712	11,642	e
TOTAL AVAILABLE RESERVES IN \$	\$5,320,900	\$4,351,758	(969,142)	c+d+e
TOTAL AVAILABLE RESERVES %	18.41%	14.22%	-4.19%	as a % of total expenditures

All Funds

Positive Fund Balances

Estimated Actuals & Proposed budget



2024-25

Proposed Budget



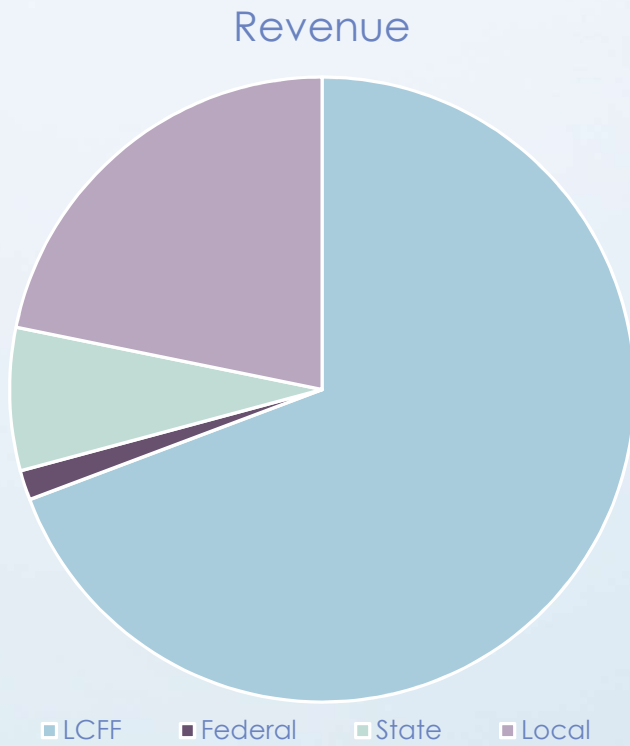
ABOUT PROP 98.....

- \$8 billion shortfall in Prop 98
- The Governor has reached a Prop 98 deal with CTA including:
 - Allocating funding to LEAs in 2022-23 above the minimum guarantee
 - Suspension of Prop 98 in 2023-24 due to the State's higher funding obligation
 - Withdrawals from Prop 98 reserve to maintain education programs
 - Use of budget deferrals 2022-23 through 2024-25
- 1.07% COLA (Cost of Living Adjustment)
- Continuing ahead with TK, ELOP, and Prop 28
- Due to Prop 98 suspension and deferrals, lean times ahead for School Districts

REVENUES

2024-25 PROPOSED BUDGET - REVENUES				
	UNRESTRICTED	RESTRICTED	TOTAL	DETAIL
LCFF Sources	\$19,007,057	\$623,121	19,630,178	LCFF Apportionment, Education Protection Act, Property Taxes
Federal	\$0	\$461,720	461,720	Special Education grants, Title I, Title II
State	\$399,560	\$2,102,090	2,501,650	Lottery - Unrestricted & Instructional materials, One-Time funds, Special Education Funding
Local	\$5,152,876	\$906,754	6,059,630	Parcel Taxes, MEF, Donations
TOTAL REVENUES	\$24,559,493	\$4,093,685	28,653,178	

PROPOSED BUDGET REVENUES



Source	%
LCFF	69%
Local	21%
State	9%
Federal	2%

LCFF Funding

MYP - LCFF Funding			
	2024-25	2025-26	2026-27
LCFF Revenue	\$19,007,057	\$19,756,610	\$20,365,819
Change in \$	\$285,507	\$749,553	\$609,209
Funded COLA	1.07%	2.93%	3.08%

- Base grant for each student
- Grade span adjustment money for TK-3
- Supplemental funding for each student with higher needs (English learners, foster care or reduced lunch) 20% additional funding per student
- The LCAP guides the use of LCFF funds
- The LCFF revenue is the total bucket
- Part of this bucket is funded with property taxes and the state funds the rest

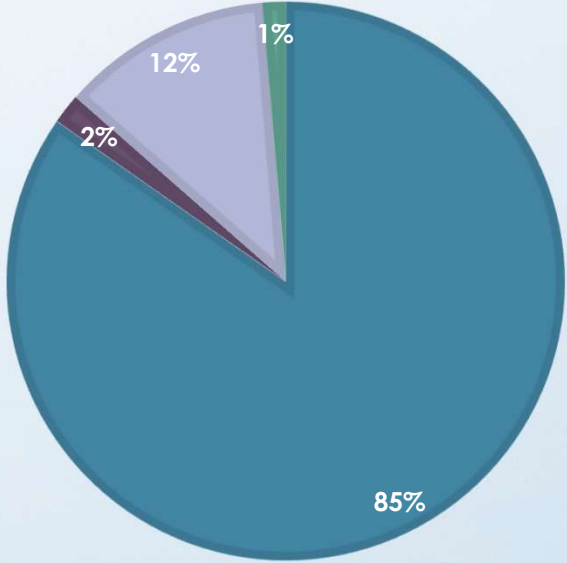
EXPENDITURES

2024-25 PROPOSED BUDGET - EXPENDITURES				
	UNRESTRICTED	RESTRICTED	TOTAL	DETAIL
Certificated Salaries	\$10,806,927	\$1,806,943	12,613,870	Teachers, Student Support, supervisors and Administrators
Classified Salaries	\$2,860,380	\$1,627,268	4,487,648	Instructional, Support, Technical, Supervisors, Administrators
Benefits	\$5,504,276	\$2,860,187	8,364,463	STRS, PERS, Medicare, Health and Welfare, UI, Workers' Comp.
Books & Supplies	\$317,684	\$203,856	521,540	Approved Textbooks, Books, Reference Materials, Supplies, Equipment under \$5,000
Contracts & Services	\$1,748,043	\$1,923,640	3,671,683	Insurance, Operations, Consulting services, Repairs, Leases
Capital Outlay	-	-	-	Equipment (over \$5,000)
Other Outgo	\$403,704	\$0	403,704	Principal and Interest on the Energy Efficiency Project Loan
Indirect Support Costs	(\$170,000)	\$100,000	(70,000)	Interfund Transfers of Indirect Costs
TOTAL EXPENDITURES	\$21,471,014	\$8,521,894	29,992,908	

PROPOSED BUDGET EXPENDITURES

EXPENSES

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



2024-25 Budget

Major Line Items and Department budgets

Curriculum and Instruction	\$360k
Special Education	\$1.86M
Technology	\$190k
Maintenance and Operations	\$224k
Utilities	\$694k
Energy Efficiency Loan repayment	\$404k
Liability Insurance	\$250k



One-Time Funds Deadlines

ELO Grant and ESSER September 30th, 2024

Art, Music and Instructional Materials Block Grant – June 30th 2026

These deadlines affect the estimated actuals, the budget and the MYP

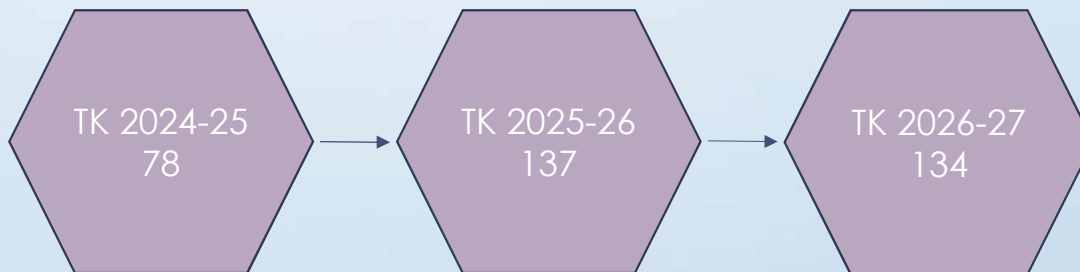
Universal Transitional Kindergarten

Student-teacher ratio drops from 12:1 to 10:1 in 2025-26

Three additional teachers and three additional aides to maintain ratios in 25-26 based on enrollment

Projected TK enrollment

TK 2023-24
actual = 92



Looking at higher costs for TK due to increased projected enrollment and reduced student teacher ratios. This cost is not in the budget, but is included in the 2025-26 MYP - **\$557K**

Fund 01 – Assumptions for MYP

Governor's Assumptions	2024-25	2025-26	2026-27
COLA - Cost of Living Adjustment	1.07%	2.93%	3.08%
Consumer Price Index - CPI	3.10%	2.86%	2.87%
CalPERS Employer Rate	27.05%	27.60%	28.00%
CalSTRS Employer Rate	19.10%	19.10%	19.10%
Unemployment Rate	0.05%	0.05%	0.05%
Classified Driven Benefits	36.32%	36.87%	37.27%
Certificated Driven Benefits	22.17%	22.17%	22.17%
District's Assumptions	2024-25	2025-26	2026-27
Enrollment	1,780	1,771	1,776
Funded ADA	1,734.98	1,734.98	1,730.06
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%
Workers' Compensation	1.57%	1.57%	1.57%
Unduplicated Pupil %	7.21%	7.67%	8.17%



Multiple Year Projection – First Attempt

MORAGA SCHOOL DISTRICT - Multi-Year Projection - Version 1			
	2024-25	2025-26	2026-27
Total Revenues:	28,653,178	29,402,731	30,011,940
Total Expenditures:	29,992,908	31,059,580	31,606,307
Net Increase (Decrease) to Fund Balance:	(1,339,730)	(1,656,849)	(1,594,367)
FUND BALANCE RESERVES:			
Beginning Balance	5,327,322	3,987,592	2,330,743
Net Increase (Decrease) to Fund Balance:	(1,339,730)	(1,656,849)	(1,594,367)
ENDING FUND BALANCE:	3,987,592	2,330,743	736,375
COMPONENTS OF THE ENDING FUND BALANCE			
NONSPENDABLE: Revolving Cash	25,000	25,000	25,000
RESTRICTED: Categorical Programs	1,001,072	694,562	666,084
ASSIGNED:			
Textbook Implementation	0	425,000	0
Universal Transitional Kindergarten	100,000	0	0
Litigation	100,000	100,000	100,000
Technology Replacement/Upgrade	130,000	130,000	130,000
UNASSIGNED AVAILABLE RESERVES:			
3% Required Reserve	899,787	931,787	948,189
Undesignated Fund Balance:	1,731,733	24,394	(1,132,897)
TOTAL AVAILABLE RESERVES AS A PERCENTAGE:			
TOTAL AVAILABLE GENERAL FUND RESERVES	2,631,520	956,181	(184,708)
ADD FUND 17 RESERVES	1,035,712	1,035,712	1,035,712
TOTAL AVAILABLE RESERVES IN DOLLARS:	3,667,232	1,991,893	851,004
TOTAL AVAILABLE RESERVES AS A PERCENTAGE:	12.23%	6.41%	2.69%

Fund 01 deficit is larger than the reserves available in Fund 17



Budget cuts –

Tier 4 cuts in 2025-26 - \$77,320

Tier 5 cuts in 2025-26 - \$227,666

Total Cuts
in the MYP
= \$304,986

Categories
MTSS Stipends and TOSA
Nursing Services
Professional Development
Certificated yard duty hours
Certificated reading assessments hours
Classified IA and yard duty
Certificated Guiding Coalition hours
DEIB committee
ELA committee
Food

2024-25 Budget

Multiple Year Projection – 2024-25 Budget

MORAGA SCHOOL DISTRICT - Multi-Year Projection - FINAL			
	2024-25	2025-26	2026-27
Total Revenues:	28,653,178	29,402,731	30,011,940
Total Expenditures:	29,992,908	30,814,556	31,402,152
Net Increase (Decrease) to Fund Balance:	(1,339,730)	(1,411,825)	(1,390,212)
FUND BALANCE RESERVES:			
Beginning Balance	5,327,322	3,987,592	2,575,767
Net Increase (Decrease) to Fund Balance:	(1,339,730)	(1,411,825)	(1,390,212)
Transfers In from Fund 17			750,000
ENDING FUND BALANCE:	3,987,592	2,575,767	1,935,555
COMPONENTS OF THE ENDING FUND BALANCE			
NONSPENDABLE: Revolving Cash	25,000	25,000	25,000
RESTRICTED: Categorical Programs	1,001,072	731,868	705,308
ASSIGNED:			
Textbook Adoption	0	425,000	0
Universal Transitional Kindergarten	100,000	0	0
Litigation	100,000	100,000	100,000
Technology Replacement/Upgrade	130,000	130,000	130,000
UNASSIGNED AVAILABLE RESERVES:			
3% Required Reserve	899,787	924,437	942,065
Undesignated Fund Balance:	1,731,733	239,462	33,183
TOTAL AVAILABLE RESERVES AS A PERCENTAGE:			
TOTAL AVAILABLE GENERAL FUND RESERVES	2,631,520	1,163,899	975,247
ADD FUND 17 RESERVES	1,035,712	1,035,712	285,712
TOTAL AVAILABLE RESERVES IN DOLLARS:	3,667,232	2,199,611	1,260,960
TOTAL AVAILABLE RESERVES AS A PERCENTAGE:	12.23%	7.14%	4.02%
Assigned Total	330,000	655,000	230,000

Proposed Budget 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



Next Steps

The Governing Board will be asked to adopt the proposed budget on June 11th, 2024.

