



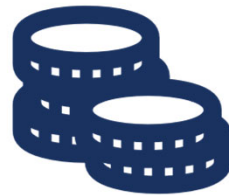
2022-23 FIRST INTERIM BUDGET

SAN DIEGUITO UNION HIGH SCHOOL DISTRICT
BOARD MEETING
DECEMBER 13, 2022

1ST INTERIM REPORT



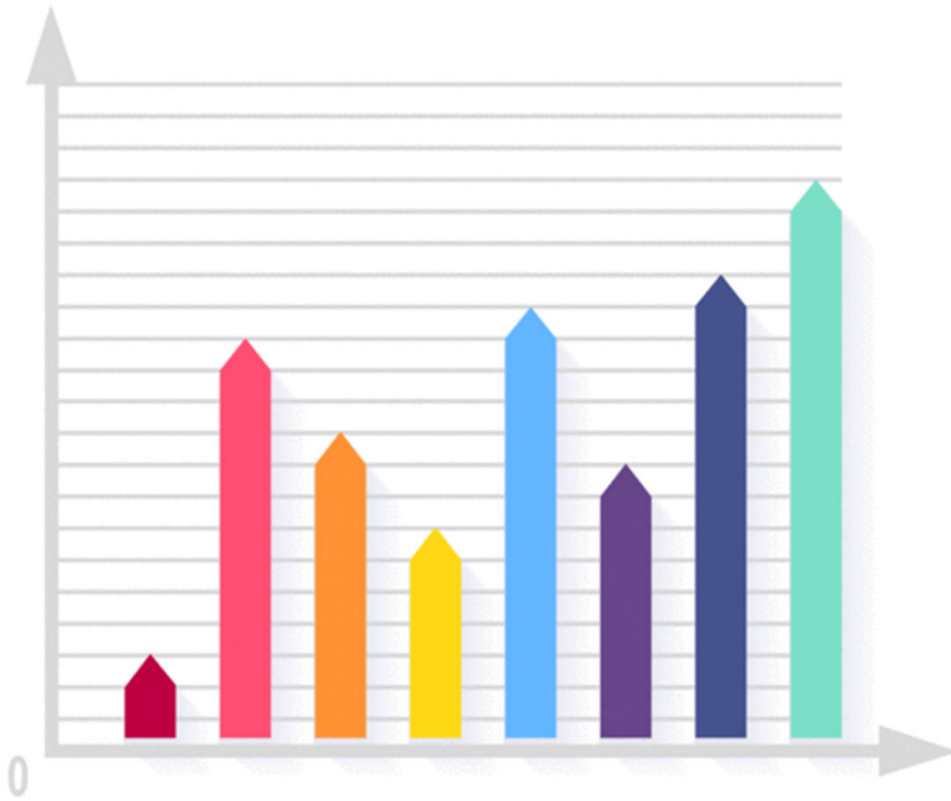
Actual revenues and
expenditures as of
October 31, 2022



Revenue and
Expenditure Variances
since Adopted Budget



Multi-year Projection

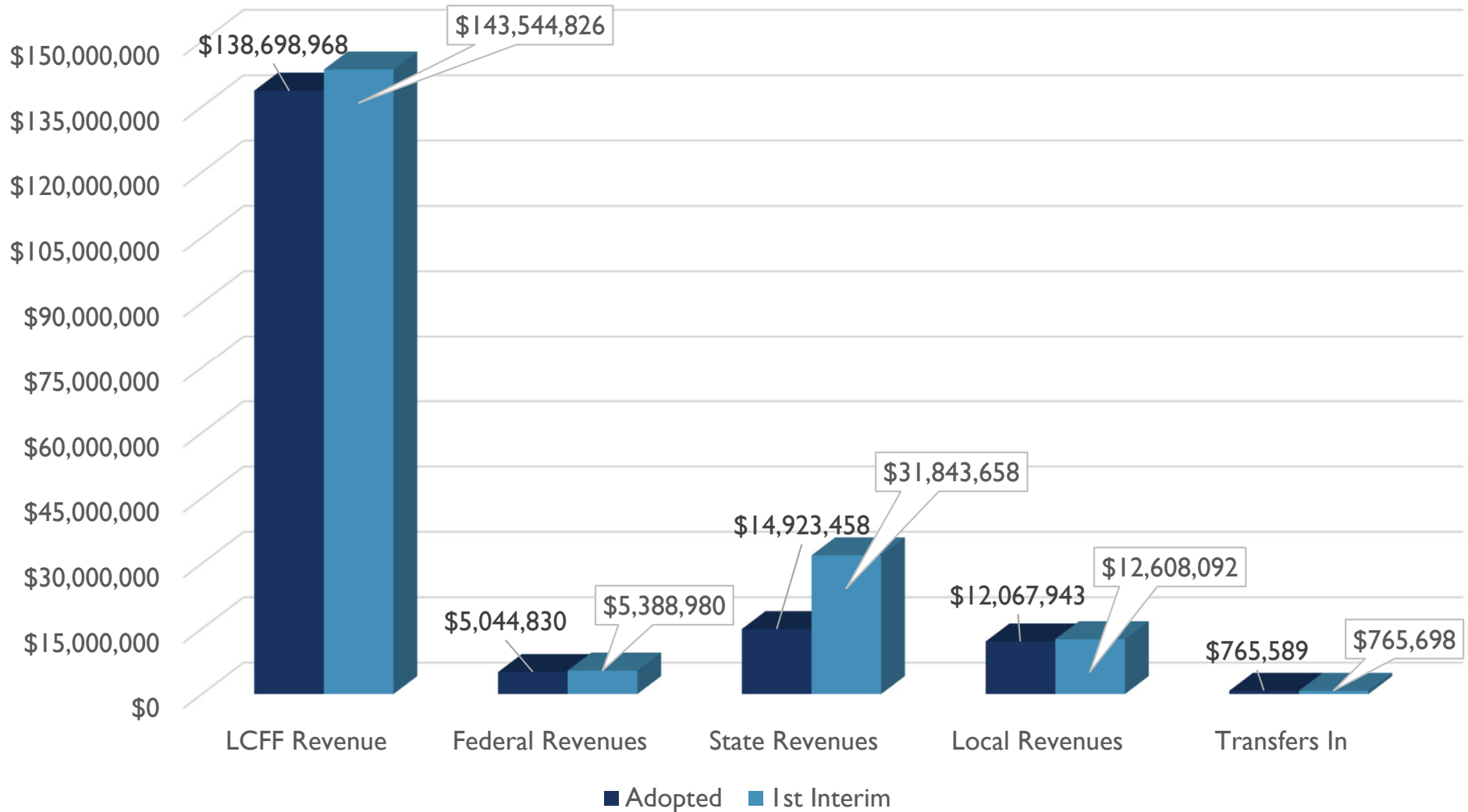


ADOPTED
BUDGET

VS.

FIRST
INTERIM

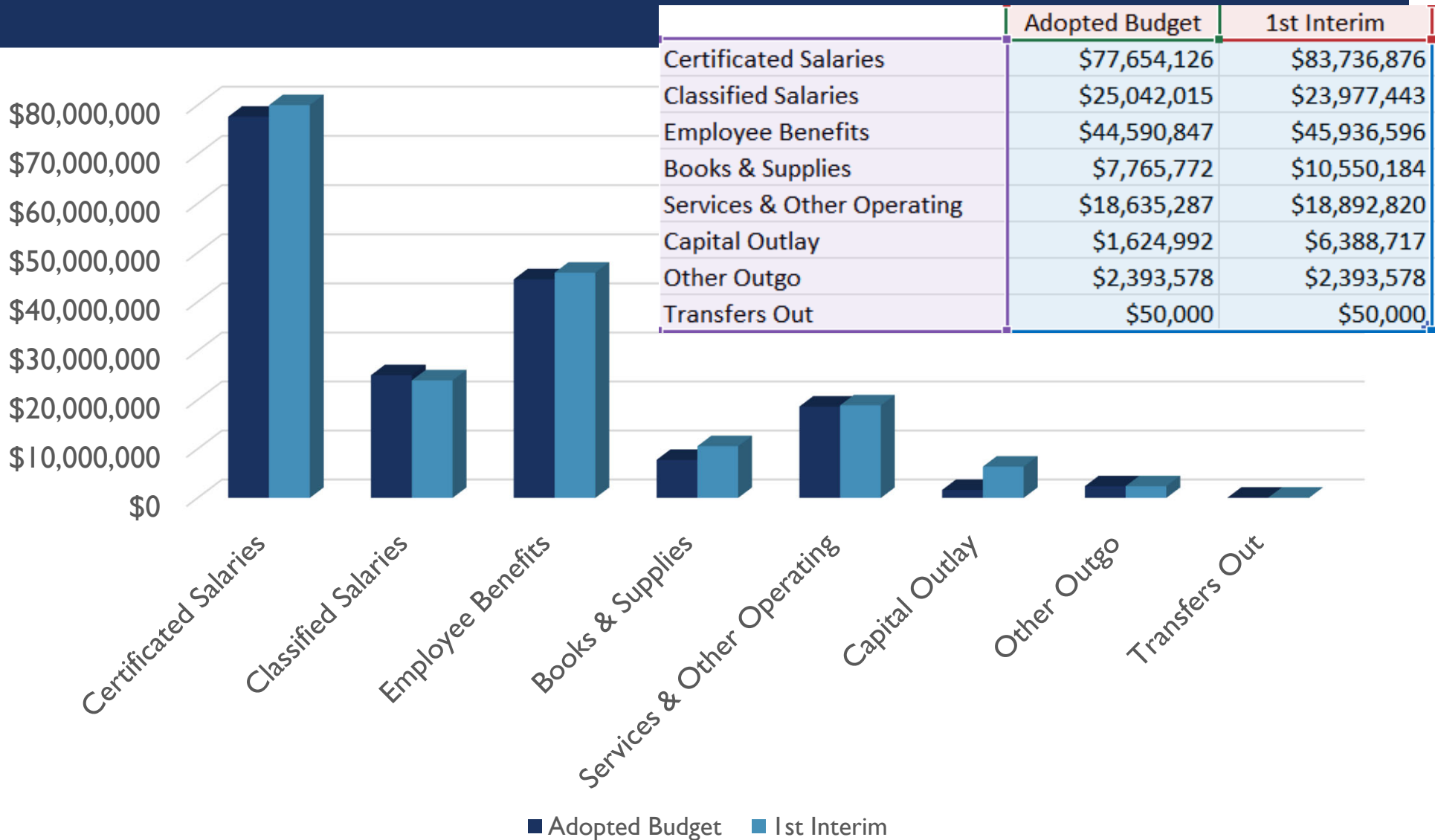
REVENUE COMPARISON



CHANGE IN REVENUE PROJECTIONS

Revenue Source	Adopted Budget	1st Interim	Change	Notes
LCFF	138,698,968	143,544,826	4,845,858	<ul style="list-style-type: none"> LCFF Base grant – 6.70% augmentation
Federal	5,044,830	5,388,980	344,150	<ul style="list-style-type: none"> Carryover from federal restricted programs
State	14,923,458	31,843,658	16,920,200	<ul style="list-style-type: none"> New grant – \$4,556,846 Learning Recovery New grant – \$7,997,089 Arts, Music & Instructional Materials Block Grant New grant – \$1,559,262 CTEIG & Strong Workforce Adjusted - \$350,449 Lottery New funding: \$2,456,554 Transportation Reimbursement
Local	12,067,943	12,608,092	540,149	<ul style="list-style-type: none"> Adjusted – (\$400,000)TRANS interest Adjusted – (\$35,180) AB602 Special Ed. Adjusted - \$174,851 Foundations, ASB and other donations and misc. income Added - \$800,478 FMV adjustment
Total Adjustments			<u>\$26,650,357</u>	<ul style="list-style-type: none"> Increased Revenue Projections

EXPENDITURE COMPARISON

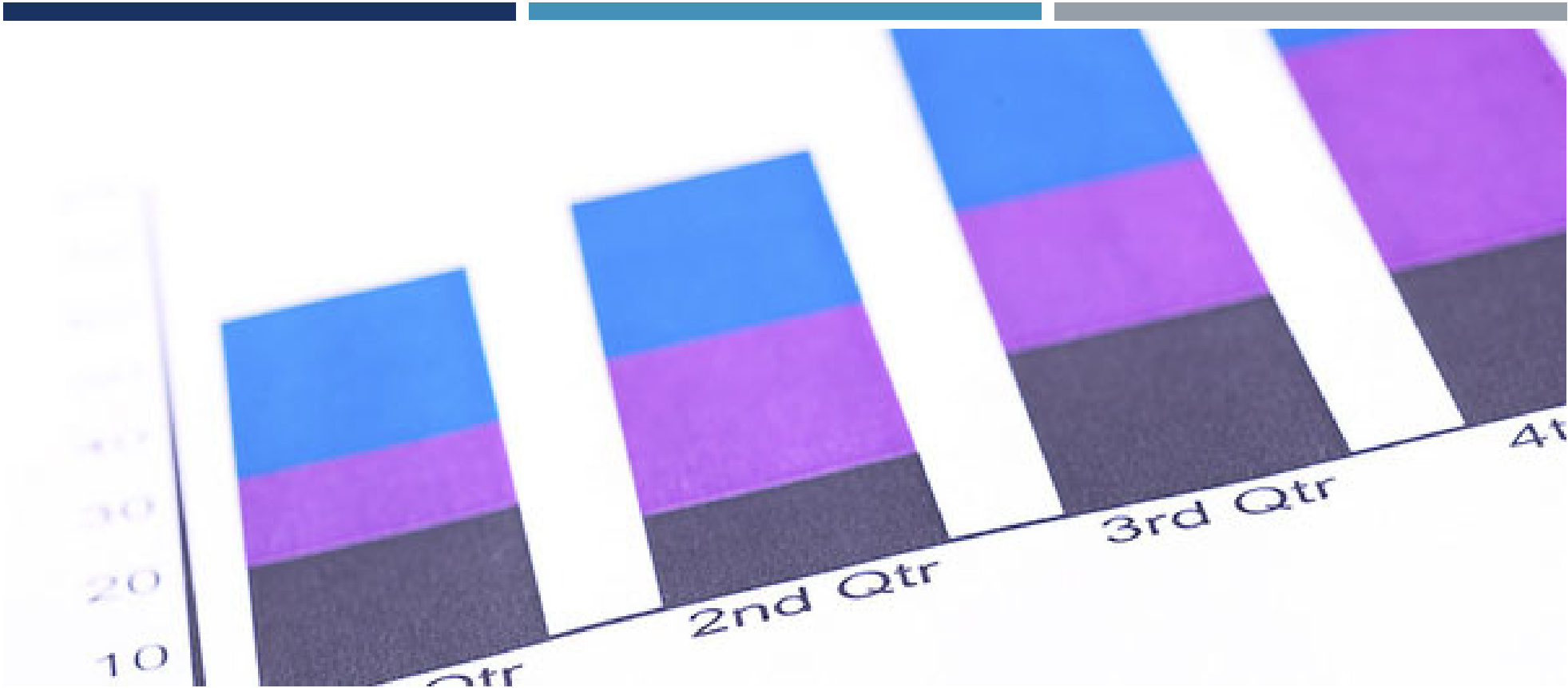


CHANGE IN EXPENDITURE PROJECTIONS

Revenue Source	Adopted Budget	1st Interim	Change	Notes
Certificated Salaries	77,654,126	83,736,876	6,082,750	<ul style="list-style-type: none"> Adjusted - \$2,715,026 4% salary increase Adjusted - \$1,935,000 \$3,000 one-time stipend Adjusted – \$563,447 Add social workers and COSA’s to LCAP Adjusted - \$869,277 Special Ed staffing
Classified Salaries	25,042,015	23,977,443	(1,064,572)	<ul style="list-style-type: none"> Adjusted – (\$924,572) for vacancy savings Adjusted - \$340,000 (10) Student Support Facilitators Adjusted – (\$480,000) moved LMFT budget to another object within LCAP
Benefits	44,590,847	45,936,596	1,345,749	<ul style="list-style-type: none"> Adjusted – \$1,091,361 added fringes for salary schedule increase and stipend Adjusted - \$254,388 updated H&W rates and other fringes for unfilled vacancies

CHANGE IN EXPENDITURE PROJECTIONS (CONTINUED)

Revenue Source	Adopted Budget	1 st Interim	Change	Notes
Books & Supplies	7,765,772	10,550,184	2,784,412	<ul style="list-style-type: none"> Adjusted – \$671,162 carryover sites/depts Adjusted - \$1,291,563 carryover CTEIG Adjusted - \$154,930 Ethnic Studies carryover Adjusted - \$262,540 carryover other grants Adjusted - \$343,437 updated textbook adoption budget Adjusted - \$60,780 other misc. budget adjustments
Services & Operating Expenses	18,635,287	18,892,820	257,533	<ul style="list-style-type: none"> Adjusted – \$297,699 spread LCAP budget bases on spending Adjusted – (\$40,166) spread misc. budgets
Capital Outlay	1,624,992	6,388,717	4,763,724	<ul style="list-style-type: none"> Adjusted - \$1,404,121 Def. Maint. carryover Adjusted - \$3,279,757 New Buses carryover Adjusted - \$25,000 KIT funds carryover NS Adjusted - \$54,847 other carryover
Total Adjustments			<u>\$14,169,597</u>	<ul style="list-style-type: none"> Increased Expenditure Projections



MULTI-YEAR PROJECTION

KEY BUDGET ASSUMPTIONS

	2022-23	2023-24	2024-25
Projected Enrollment	12,617	12,517	12,417
Projected P2 ADA	11,893.04	11,774.39	11,674.73
Property Taxes	6.42% \$9M	5.42% \$7M	4.42% \$6M
COLA COLA Augmentation	6.56% 6.70%	5.38%	4.02%
STRS	19.10% \$15.8M	19.10% \$15.5M	19.10% \$15.6M
PERS	25.37% \$6.0M	25.20% \$5.9M	24.60% \$5.8M
Health & Welfare Benefits	5% Cert 2.5% Class \$8.5M	5% Cert 2.5% Class \$8.8M	5% Cert 2.5% Class \$9.2M

2022-23 First Interim Report Multiyear Projection Summary

DESCRIPTION	FY 2022-23			FY 2023-24			FY 2024-25		
	Current (Base Year)			First Projected Year			Second Projected Year		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
Beginning Balance as of July 1	\$29,863,282	\$6,692,115	\$36,555,398	\$22,708,324	\$16,072,113	\$38,780,438	\$24,810,093	\$15,283,373	\$40,093,466
Revenues									
Revenue Limit Sources	142,624,674	920,152	143,544,826	147,893,018	920,152	148,813,170	151,455,533	920,152	152,375,685
Federal Revenues	675,000	4,713,980	5,388,980	675,000	4,305,367	4,980,367	675,000	3,231,516	3,906,516
Other State Revenues	5,310,156	26,533,502	31,843,658	5,149,234	12,329,282	17,478,516	5,132,290	12,322,605	17,454,895
Other Local Revenues	3,093,748	9,514,344	12,608,092	3,101,488	9,514,344	12,615,832	3,108,258	9,514,344	12,622,602
Total Revenues	151,703,578	41,681,978	193,385,556	156,818,739	27,069,145	183,887,885	160,371,081	25,988,617	186,359,698
	\$181,566,860	\$48,374,093	\$229,940,954	\$179,527,064	\$43,141,259	\$222,668,322	\$185,181,175	\$41,271,989	\$226,453,164
Expenditures									
Certificated Salaries	71,210,603	12,526,273	83,736,876	70,043,762	12,295,705	82,339,467	70,794,418	11,988,520	82,782,938
Classified Salaries	17,801,813	6,175,630	23,977,443	17,903,105	5,775,743	23,678,849	18,530,619	5,284,784	23,815,403
Employee Benefits	29,506,906	16,429,690	45,936,596	29,591,597	16,346,752	45,938,349	30,098,311	16,308,944	46,407,255
Books & Supplies	6,302,705	4,247,479	10,550,184	5,731,275	966,512	6,697,787	5,808,849	979,594	6,788,444
Services, Other Operating Exp	12,533,819	6,359,001	18,892,820	13,574,392	6,304,785	19,879,177	13,791,907	6,442,564	20,234,471
Capital Outlay	4,074,087	2,314,630	6,388,717	979,198	920,226	1,899,425	1,000,741	940,471	1,941,212
Other Outgo - exclude Direct Sup.	40,000	727,785	767,785	41,032	746,562	787,594	41,935	762,986	804,921
Debt Service	1,745,793	0	1,745,793	2,192,893	0	2,192,893	2,367,366	0	2,367,366
Direct Support/Indirect Costs	(1,136,246)	1,016,246	(120,000)	(915,329)	792,233	(123,096)	(881,260)	755,456	(125,804)
CSR Reduction (for info only)							0	0	
Projected Budget Reduction	0	0	0	0	0	0	0	0	0
Total Expenditures:	\$142,079,480	\$49,796,734	\$191,876,214	\$139,141,926	\$44,148,519	\$183,290,445	\$141,552,886	\$43,463,320	\$185,016,206
Interfund Xfers/Other Sources									
Transfers In	765,698	0	765,698	765,589	0	765,589	765,589	0	765,589
Transfers Out	50,000	0	50,000	50,000	0	50,000	50,000	0	50,000
Sources	0	0	0	0	0	0	0	0	0
Uses	0	0	0	0	0	0	0	0	0
Contributions	(17,494,754)	17,494,754	0	(16,290,633)	16,290,633	0	(16,490,633)	16,490,633	0
Net Increase (Decrease) In Fund Balance	(\$7,154,958)	\$9,379,998	\$2,225,040	\$2,101,769	(\$788,741)	\$1,313,028	\$3,043,152	(\$984,071)	\$2,059,081

2022-23 First Interim Report Multiyear Projection Summary

DESCRIPTION	FY 2022-23			FY 2023-24			FY 2024-25		
	Current (Base Year)			First Projected Year			Second Projected Year		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
Ending Balance	\$22,708,324	\$16,072,113	\$38,780,438	\$24,810,093	\$15,283,373	\$40,093,466	\$27,853,245	\$14,299,302	\$42,152,547
Revolving Cash	181,000	0	181,000	181,000	0	181,000	181,000	0	181,000
Other Reserves	0	0	0	0	0	0	0	0	0
Restricted	0	16,072,113	16,072,113	0	15,283,373	15,283,373	0	14,299,302	14,299,302
Stabilization Arrangements	0	0	0	0	0	0	0	0	0
Other Commitments	1,500,000	0	1,500,000	3,500,000	0	3,500,000	8,000,000	0	8,000,000
Assigned - Other Assignments	1,139,622	0	1,139,622	0	0	0	0	0	0
Reserve for Economic Uncertainties	5,757,786	0	5,757,786	5,500,213	0	5,500,213	5,551,986	0	5,551,986
Unassigned/unappropriated Amount	14,129,916	0	14,129,916	15,628,880	0	15,628,880	14,120,259	0	14,120,259
	\$22,708,324	\$16,072,113	\$38,780,438	\$24,810,093	\$15,283,373	\$40,093,466	\$27,853,245	\$14,299,302	\$42,152,547

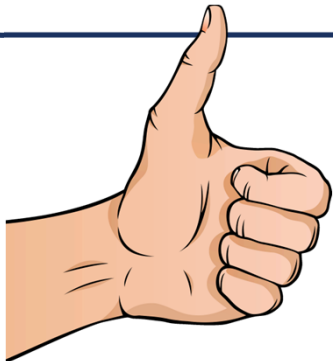
		3% Calculated Reserve, or \$50,000 (greater of the two)			*includes Fund 17			
Reserve Percentage Level for this district:	3.00%							
FY 2022-23 ADA Input Sheet (District):	11,893.04							
		<u>Total Reserves</u>	<u>3% Calculated</u>	<u>Difference*</u>	<u>Unrestricted Res. %</u>	<u>Restricted %</u>	<u>Combined %</u>	
		FY 2022-23 Bud	\$5,757,786	\$5,757,786	\$0	10.36%	8.37%	18.74%
		FY 2023-24 Proj	\$5,500,213	\$5,500,213	\$0	11.52%	8.34%	19.86%
		FY 2024-25 Proj	\$5,551,986	\$5,551,986	\$0	10.63%	7.73%	18.36%
FY 2023-24 Unappropriated Amount is:	Positive							
FY 2024-25 Unappropriated Amount is:	Positive							
						Basic Aid Reserve	% Reserve	
		FY 2022-23 Bud	\$1,500,000				0.78%	
		FY 2023-24 Proj	\$3,500,000				1.91%	
		FY 2024-25 Proj	\$8,000,000				4.32%	

Components of Ending Fund Balance Adopted Budget vs. 1st Interim

Adopted Budget Report	2022-23	2023-24	2024-25
Revolving Cash	\$181,000	\$181,000	\$181,000
Restricted	\$4,123,948	\$2,660,060	\$402,260
Minimum 3% Reserve	\$5,332,699	\$5,365,471	\$5,426,660
Basic Aid Reserve	\$1,500,000	\$3,500,000	\$8,000,000
Assigned	\$0	\$0	\$0
Unassigned/Unappropriated	\$9,034,716	\$8,050,498	\$8,389,200
Total Available Unrestricted Reserve	8.08%	7.50%	7.64%
1st Interim Report	2022-23	2023-24	2024-25
Revolving Cash	\$181,000	\$180,000	\$180,000
Restricted	\$16,072,113	\$15,283,373	\$14,299,302
Minimum 3% Reserve	\$5,757,786	\$5,500,213	\$5,551,986
Basic Aid Reserve	\$1,500,000	\$3,500,000	\$8,000,000
Assigned	\$1,139,622	\$0	\$0
Unassigned/Unappropriated	\$14,129,916	\$15,628,880	\$14,120,259
Total Available Unrestricted Reserve	10.36%	11.52%	10.63%

CERTIFICATIONS

Positive Certification – School District will meet its financial obligations for the current fiscal year and subsequent two fiscal years.



Qualified Certification - School district may not meet its financial obligations for the current fiscal year or two subsequent fiscal years.

Negative Certification - School district will not be able to meet its financial obligations for the remainder of the fiscal year or the subsequent fiscal year

LOOKING AHEAD



- Board Budget Study Session – March
 - Need to understand Board priorities
- Continue to monitor property tax receipts
 - Adjust property tax revenue during budget adoption
 - Property tax estimates from County Tax Assessor are higher
- Continue to build Basic Aid reserve
 - Provides cash flow for operating expenses
 - Reduces cost of borrowing
 - Assists with the volatility in property taxes
- Budget/LCAP development
 - Enrollment Projections
 - Staffing Projections
- OPEB Liability



QUESTIONS