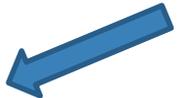
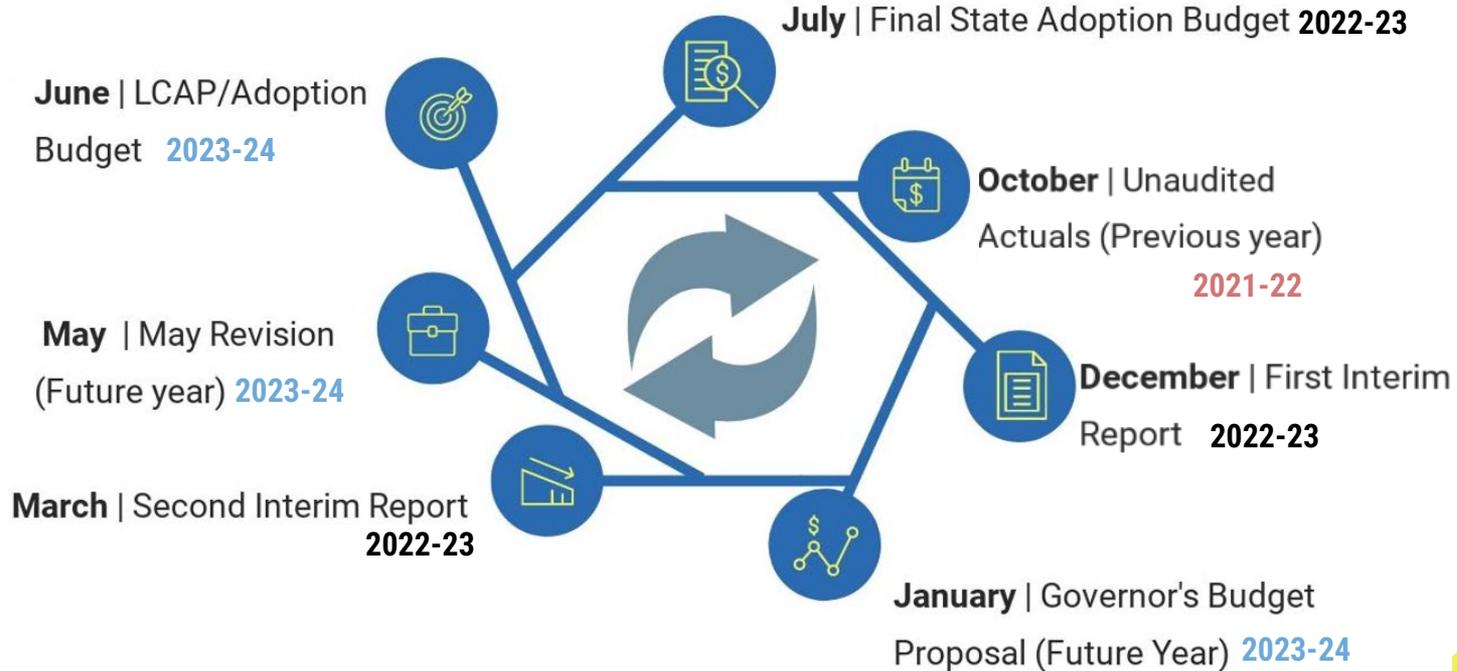


First Interim Budget Fiscal Year 2022-2023

December 15, 2022

Reporting Cycle 2022-23

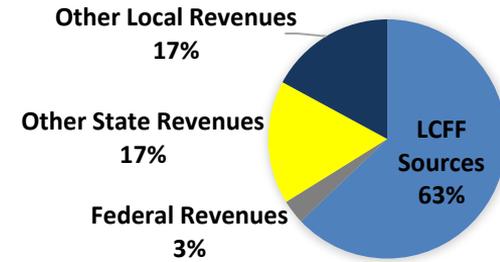


First Interim Overview

- Comparisons to Approved Budget
- Multi Year Projections
- Considerations for Fiscal Sustainability

First Interim Compared to Approved Budget

Total General Fund Revenues (Unrestricted and Restricted)



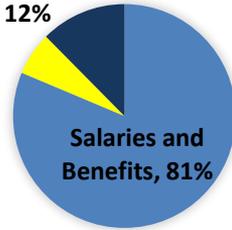
2022-23	Unrestricted Variance	Restricted Variance	Total Variance	Reason(s)
LCFF	\$2,635,169	\$0	\$2,635,169	Increased LCFF base funding of 3.7%
Federal Revenues	\$0	-\$1,018,613	-\$1,018,613	Year end adjustment to record COVID revenue in 21-22 budget
Other State Revenues	\$104,208	\$6,578,308	\$6,682,516	Prior year revenue increase, new Arts Music & Instructional and Learning Recovery Emergency Block Grants, year end adjustment to record Educator Effectiveness and A-G Success Grant in 21-22 budget
Other Local Revenues	\$41,442	-\$3,439,708	-\$3,398,266	Lease revenue increase, reverse carryover balances included in Adopted
Total Revenues	\$2,780,819	\$2,119,987	\$4,900,806	

First Interim Compared to Approved Budget

Total General Fund Expenditures (Unrestricted and Restricted)

Services, Other Operating, and
Other Outgo, 12%

Books, Supplies, and
Capital, 6%



2022-23	Unrestricted Variance	Restricted Variance	Total Variance	Reason(s)
Salaries and Benefits	-\$860,002	-\$487,317	-\$1,347,319	Removed duplicate entry for 21-22 ongoing costs offset by benefit increases, position control clean-up, adjustment of planned restricted salary expenditures
Books, Supplies and Capital	-\$584,719	\$1,471,654	\$886,935	Moved unrestricted textbook purchases to Lottery, increased planned expenditures from Titles II & IV, UPK, CTEIG, and K-12 Strong Workforce
Services, Other Operating and Other Outgo	-\$595,525	-\$569,988	-\$1,165,513	Moved technology debt service to restricted, increased indirect costs for Child Development and Nutrition funds
Total Expenditures	-\$2,040,246	\$414,349	-\$1,625,897	

Multi Year Projection (MYP) Assumptions

First Interim (2022-2025)

- Enrollment and ADA projections adjusted since Adopted
- LCFF COLA adjusted for latest projections
- Parcel Tax Rate adjusted for inflation
- Continued Employee Cost increases (pensions, step and column)
- LCFF Supplemental program spending requirements
- Federal and State restricted programs use current funding assumptions
- Maintains minimum required 3% reserve
- No projected increases in programs or compensation
- Collective bargaining proposals included as commitments until agreements are YCOE and Board approved

First Interim Multi Year Projection

Restricted General Fund

	2022-23	2023-24	2024-25
Beginning Balance July 1	\$9,816,152	\$13,303,459	\$9,524,256
+ Revenues	\$32,145,019	\$21,707,004	\$21,041,869
- Expenditures	\$48,671,580	\$45,962,494	\$43,353,780
+ Other Financing Sources/Uses	\$20,013,868	\$20,476,287	\$20,939,023
= Surplus/(Deficit) Spending	\$3,487,307	(\$3,779,203)	(\$1,372,888)
Ending Balance June 30	\$13,303,459	\$9,524,256	\$8,151,368

First Interim Multi Year Projection

Unrestricted General Fund

	2022-23	2023-24	2024-25
Beginning Balance July 1	\$9,354,871	\$14,924,176	\$24,841,700
+ Revenues	\$98,544,037	\$102,475,675	\$106,220,752
- Expenditures	\$73,258,223	\$72,379,223	\$73,276,223
+ Other Financing Sources/Uses	(\$19,716,509)	(\$20,178,928)	(\$20,641,664)
= Surplus/(Deficit) Spending	\$5,569,305	\$9,917,524	\$12,302,865
Ending Balance June 30	\$14,924,176	\$24,841,700	\$37,144,565
Ending Balance %	12.2%	21.0%	31.8%
Non-Spendable %	0.5%	0.5%	0.6%
Committed %	8.5%	12.7%	19.3%
Assigned/Reserve for Economic Uncertainties/Unappropriated %	3.2%	7.8%	12.0%

Multi Year Projection Summary

2022-23 First Interim Budget	2021-22	2022-23	2023-24	2024-25
LCFF Statutory COLA & Augmentation	5.07%	13.26%	5.38%	4.02%
LCFF Revenue Growth	\$3,336,000	\$8,934,000	\$3,502,000	\$3,303,000
Budget Reductions to Maintain 3% Reserve	\$0	\$0	\$0	\$0
Operating Deficit/Surplus	\$863,000	\$5,569,000	\$9,918,000	\$12,303,000
Reserve %	8.0%	12.2%	21.0%	31.8%
Reserve \$ (Ending Fund Balance)	\$9,355,000	\$14,924,000	\$24,842,000	\$37,145,000
<i>Reserve for Economic Uncertainties %</i>	<i>3.0%</i>	<i>3.0%</i>	<i>3.0%</i>	<i>3.0%</i>
<i>Reserve for Economic Uncertainties \$</i>	<i>\$3,520,000</i>	<i>\$3,659,000</i>	<i>\$3,552,000</i>	<i>\$3,500,000</i>
<i>Unavailable Reserve Dollar Value above 3%</i>	<i>\$679,000</i>	<i>\$11,049,000</i>	<i>\$15,649,000</i>	<i>\$23,149,000</i>
<i>Available Reserve Dollar Value above 3%</i>	<i>\$5,156,000</i>	<i>\$216,000</i>	<i>\$5,641,000</i>	<i>\$10,495,000</i>

Considerations

- DJUSD is highly dependent on State and local funding
- Increased sources of one-time funding and new program enrollments mask projected declines in enrollment
- Reserve levels are committed for collective bargaining and will be included as expenditures once Board approved
- Reserve for Economic Uncertainties is at the minimum % required by the State

Gratitude

The 2022-23 First Interim Budget represents the time and effort of our District team.

These budget revisions include extra efforts by department, school site, and other program staff.

Questions?