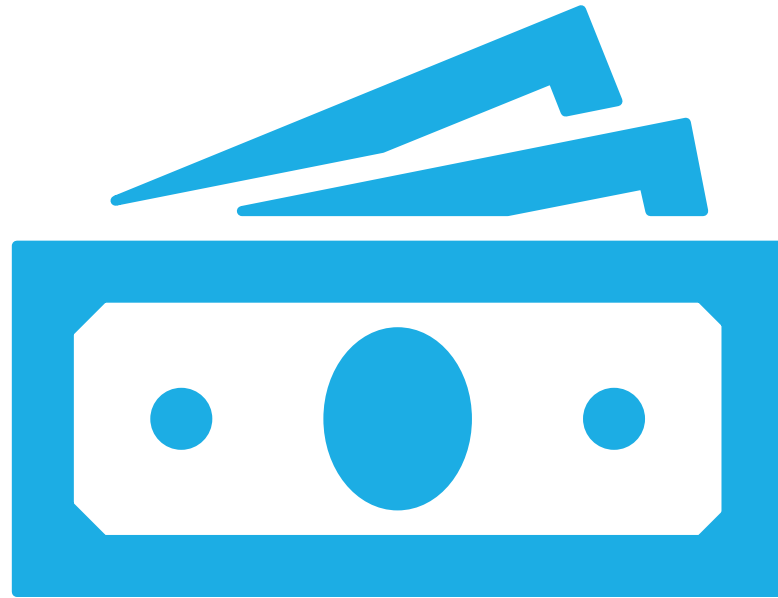




2023-2024 Second Interim Projections

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FEBRUARY 2024



Presentation

- First Interim vs. Second Interim
 - Purpose & Assumptions
 - Revenue & Expenditure Summary
 - Revenue & Expenditure Variances Explained
 - Components of Ending Fund Balance



Second Interim Purpose & Assumptions

- The purpose of the second interim report is to provide all stakeholders, along with the State of CA with a snapshot of ECRCHS' financial condition at a point in time, which in this case is our 2nd quarter report.
- Projections are made based on state funding, which is dependent on the current health of the state economy.
- Governor's budget and department of finance provided some baseline assumptions for projections.
- ECRCHS is assuming enrollment of 3,145 and 2,956 ADA as of P1

Governor's Budget Assumptions

**2023-24 SECOND INTERIM ASSUMPTION GUIDELINES
(ENACTED BUDGET AS OF JANUARY 2024)
PROJECTIONS FOR
FISCAL YEARS 2023-24 THROUGH 2026-27**

The guidelines below are provided to assist you with projections for Fiscal Years 2023-24, 2024-25, 2025-26 AND 2026-27

LCFF REVENUE		2023-24	2024-25	2025-26	2026-27
Statutory COLA (Based on DOF Estimates)		8.22%	0.76%	2.73%	3.11%
COLA Augmentation/Equity Multiplier		-0-	-0-	-0-	-0-
Recommended Funded COLA Including Augmentation		8.22%	0.76%	2.73%	3.11%
School Services (SSC) Recommended COLA		8.22%	0.76%	2.73%	3.11%
LOTTERY REVENUE		2023-24	2024-25	2025-26	2026-27
Unrestricted per ADA		\$177	\$177	\$177	\$177
Restricted for Instructional Materials per ADA		\$72	\$72	\$72	\$72
Total Lottery Revenue per ADA		\$249	\$249	\$249	\$249
MANDATED BLOCK GRANT		2023-24	2024-25	2025-26	2026-27
Districts per ADA	Grades K-8	\$37.81	\$38.10	\$39.14	\$40.36
	Grades 9-12	\$72.84	\$73.39	\$75.39	\$77.73
Charters per ADA	Grades K-8	\$19.85	\$73.39	\$20.55	\$21.19
	Grades 9-12	\$55.17	\$55.59	\$57.11	\$58.89
OTHER FACTORS		2023-24	2024-25	2025-26	2026-27
Unemployment Insurance (UI)		0.05%	0.05%	0.05%	0.05%
CalSTRS Employer Rates		19.10%	19.10%	19.10%	19.10%
CalPERS Employer Rates		26.68%	27.80%	28.50%	28.90%
Interest Rate for 10-year Treasuries		4.16%	3.68%	3.50%	3.60%
CA Consumer Price Index (CPI)		3.36%	2.83%	2.70%	2.72%
Minimum Wage		\$16.00	\$16.50	\$16.90	\$17.30

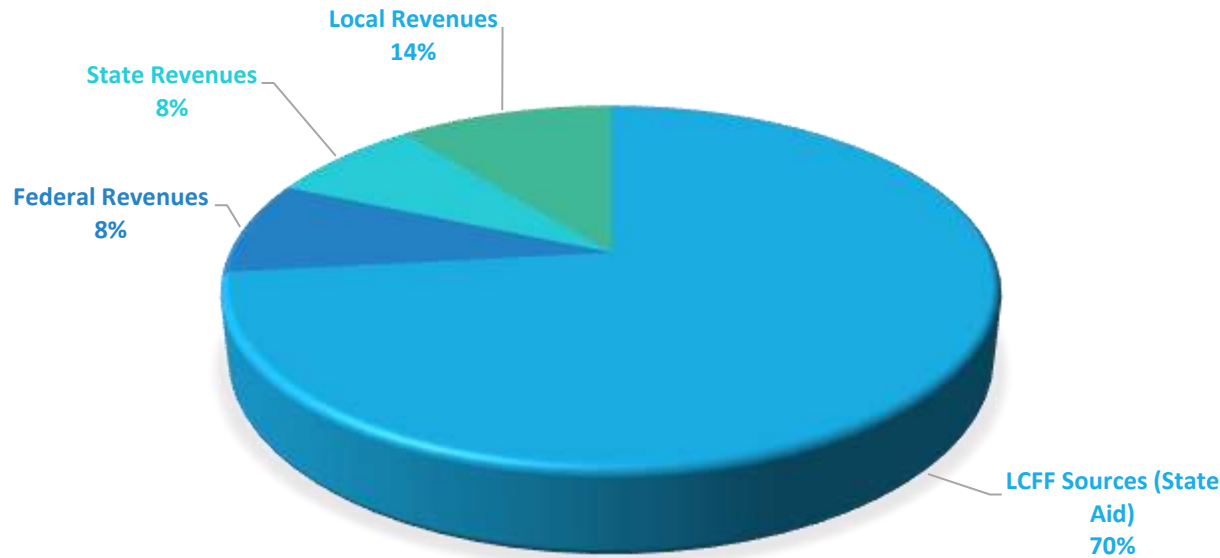
Second Interim – Revenue/Expenditure Summary

	Adopted Budget (6/23/23)	First Interim Projections	Actuals to Date (1/31/24)	Second Interim Projections
LCFF Sources	\$41,913,341	\$39,019,065	\$23,065,764	\$38,917,229
Federal Revenues	\$4,105,132	\$4,435,497	\$1,290,472	\$4,003,010
Other State Revenues	\$3,326,474	\$4,111,996	\$2,868,632	\$4,429,709
Other Local Revenues	\$5,291,900	\$5,712,335	\$5,655,161	\$8,050,474
Total	\$54,636,847	\$53,278,893	\$32,880,030	\$55,400,421

	Adopted Budget (6/23/23)	First Interim Projections	Actuals to Date (1/31/24)	Second Interim Projections
Certificated Salaries	\$17,484,962	\$17,437,953	\$9,812,647	\$17,615,555
Classified Salaries	\$5,069,243	\$4,794,613	\$2,754,226	\$4,359,243
Benefits	\$14,918,453	\$14,000,609	\$8,004,125	\$14,029,589
Supplies	\$4,062,044	\$3,904,922	\$1,523,491	\$3,326,060
Services	\$10,129,367	\$10,633,918	\$5,493,185	\$10,199,486
Depreciation	\$516,648	\$516,648	\$199,207	\$566,648
Other Outgo	\$419,133	\$390,191	\$277,245	\$389,172
Total Expenditures	\$52,599,851	\$51,678,854	\$28,014,126	\$50,485,753
Net Balance (financial statement)	\$2,036,997	\$1,600,040	\$4,865,904	\$4,914,668
Net Balance (Cash Statement)	\$661,681	\$224,724	\$3,762,631	\$4,101,386

2023-2024 Second Interim Revenue Summary

2023-24 REVENUE



■ LCFF Sources (State Aid) ■ Federal Revenues ■ State Revenues ■ Local Revenues

Revenue Type	Amount
LCFF Sources (State Aid)	\$38,917,229
Federal Revenues	\$4,003,010
State Revenues	\$4,429,709
Local Revenues	\$8,050,474
Total Revenues	\$55,400,421

Revenue

	Adopted Budget (6/23/23)	First Interim Projections	Actuals to Date (1/31/24)	Second Interim Projections	First Interim vs. Second Interim
LCFF Sources	\$41,913,341	\$39,019,065	\$23,065,764	\$38,917,229	(-\$898,164)
Federal Revenues	\$4,105,132	\$4,435,497	\$1,290,472	\$4,003,010	(-\$432,487)
Other State Revenues	\$3,326,474	\$4,111,996	\$2,868,632	\$4,429,709	\$317,713
Other Local Revenues	\$5,291,900	\$5,712,335	\$5,655,161	\$8,050,474	\$2,338,139
Total	\$54,636,847	\$53,278,893	\$32,880,030	\$55,400,421	\$2,121,528

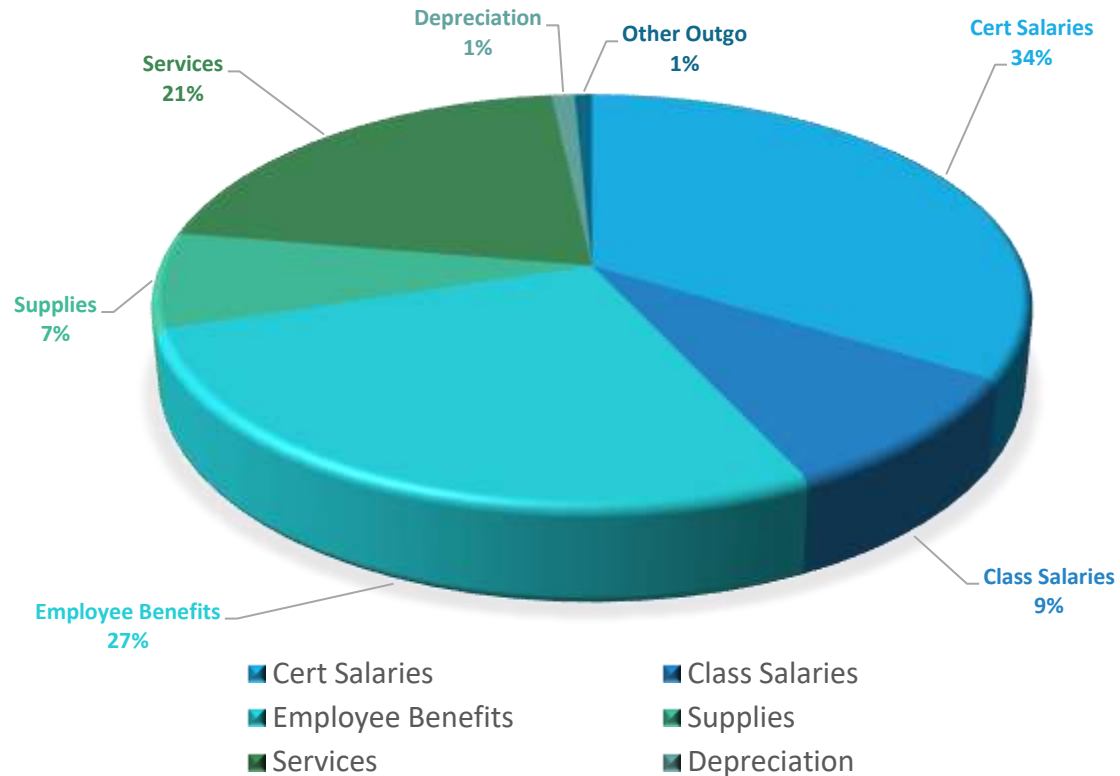


Revenue: First Interim vs. Second Interim

- Federal:
 - Decreased IDEA funding: **(\$1,902)**
 - Decreased Federal Cafeteria Revenue **(\$406,044)**
 - Increased Title I Revenue \$9,527
- State:
 - Decreased State Cafeteria Revenue **(\$65,592)**
 - Decreased State Lottery: **(\$1,384)**
- Other Local:
 - Increase in COP Grant Revenue: \$86,055
 - Received E-Rate Rebate: \$571,080
 - Net Investments - \$1.745M

2023-2024 Second Interim Expenditure Summary

23-24 EXPENDITURES



Expenditures	Amount
Certificated Salaries	\$17,615,555
Classified Salaries	\$4,359,243
Employee Benefits	\$14,029,589
Supplies	\$3,326,060
Services	\$10,199,486
Depreciation	\$566,648
Other Outgo	\$389,172
Total Expenditures	\$50,485,753

Expenditures

	Adopted Budget (6/23/23)	First Interim	Actuals to Date (1/31/24)	Second Interim Projections	First vs. Second Interim
Certificated Salaries	\$17,484,962	\$17,437,953	\$9,812,647	\$17,615,555	\$177,602
Classified Salaries	\$5,069,243	\$4,794,613	\$2,754,226	\$4,359,243	(\$435,370)
Benefits	\$14,918,453	\$14,000,609	\$8,004,125	\$14,029,589	\$28,980
Supplies	\$4,062,044	\$3,904,922	\$1,523,491	\$3,326,060	(\$578,862)
Services	\$10,129,367	\$10,633,918	\$5,493,185	\$10,199,486	(\$434,432)
Depreciation	\$516,648	\$516,648	\$199,207	\$566,648	\$60,000
Other Outgo	\$419,133	\$390,191	\$277,245	\$389,172	(\$1,019)
Total Expenditures	\$52,599,851	\$51,678,854	\$28,014,126	\$50,485,753	(\$1,193,101)



Expenditures: First vs. Second Interim

Certificated Salaries:

- Increased to cover extra time: \$157,176

Classified Salaries:

- Lowered instructional aides salaries: (\$265,199)

Employee Benefits:

- Lowered health premium: (\$85,372)

Supplies:

- Reduced textbooks for YTD actuals/estimates: (\$578,862)

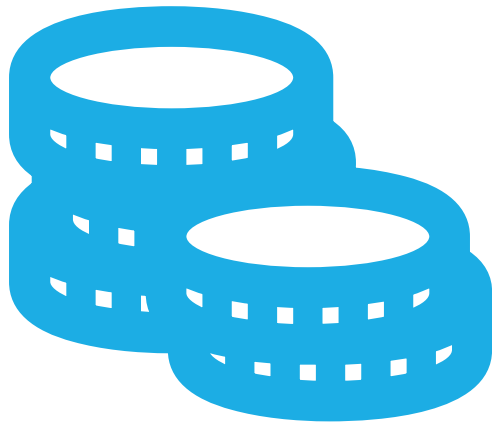
Services:

- Lowered by consultants, legal, and repair by a total of (\$434,432)

Components of Ending Fund Balance

Projected Ending Net Position - \$44,121,324

- Less, net investment in capital assets - \$6,740,588



Components of Fund Balance		
	5310 -Cafeteria	\$ 116,916.77
	5330 -Summer School Cafeteria	\$ 217,171.10
	5446 - Supply Chain Assistance	\$ 86,278.27
	6266 - Educator Effectivness	\$ 259,311.78
	6318 - Anti-Bias Education	\$ 96,020.00
	6762 - Art/Music Block Grant	\$ 1,762,459.00
	7028 - Kitchen Infrastructure & Equipment	\$ 25,000.00
	7032 - Kitchen Infrastucture & Training	\$ 192,116.00
	7033 - Best Foods Practices	\$ 88,516.00
	7412- A-G Completion Grant: A-G Access/Success Grants	\$ 345,050.00
	7413 - A-G Completion Grant: Learning Loss & Mitigation	\$ 129,358.00
	7435 -Learning Recovery Emergency Block Grant	\$ 2,702,302.00
	7810 - Ethnic Studies Block Grant	\$ 92,653.00
	OPEB Contributions	\$ 3,275,373.00
	Interest from OPEB	\$ 246,898.99
	Total Restricted Fund Balance	\$ 9,635,423.91

- **Total Net Unrestricted: \$27,745,312**

Questions?
