

# Three Rivers Budget Narrative – 1<sup>st</sup> Interim

Interim reports are submitted at least twice during each fiscal year to provide an update on the district's financial condition. The first report, First Interim, covers the period ending October 31<sup>st</sup>. The second report, Second Interim, covers the period ending January 31<sup>st</sup>. The governing board must approve each interim report no later than 45 days after the close of each reporting period. For each interim report, schools must certify their ability to meet their obligations for the current and subsequent two fiscal years.

The 2023/24 First Interim budget certification is POSITIVE. Projections indicate that the school will be able to meet its financial obligations for the current and subsequent two fiscal years.

The interim budget includes projected revenues and expenditures for the remainder of the school year which are based upon the budget assumptions as indicated below along with the use of School Services Dartboard for revenue and expense projections. Actual revenues and expenditures have been reviewed and any budget revisions made as a result are detailed below.

## Enrollment/ADA

Enrollment: 81

ADA: 76.27

## Revenue

| Description of Changes from Budget Development | Increase (Decrease) |
|--|---------------------|
|--|---------------------|

|                     |                  |
|---------------------|------------------|
| <b>LCFF Revenue</b> | <b>(145,967)</b> |
|---------------------|------------------|

This is due to the reduced enrollment.

|                        |                 |
|------------------------|-----------------|
| <b>Federal Revenue</b> | <b>\$55,989</b> |
|------------------------|-----------------|

Federal Revenue decreased in Title I based on the CDE funding schedules and increased in other federal due to one-time funding (ESSER \$).

|                      |                 |
|----------------------|-----------------|
| <b>State Revenue</b> | <b>\$46,232</b> |
|----------------------|-----------------|

State Revenues increased due to one-time funds along with new fund this year Prop 28 Arts and Music, deferred Expanded Learning Opportunity Grant revenue as well.

|                            |                 |
|----------------------------|-----------------|
| <b>Other Local Revenue</b> | <b>\$53,880</b> |
|----------------------------|-----------------|

Increase in Foundation Grants / Donations.

## Expenditures:

| Description of Changes from 1 <sup>st</sup> Interim  | Increase (Decrease) |
|--|---------------------|
| <b>Salaries/Benefits</b>   | <b>\$34,008.50</b>  |
| <b>Books and Supplies</b>  | <b>\$18,802.33</b>  |
| This increase is based on projections from actuals. It is a net result of an increase in Textbooks & Curriculum \$4,400, Materials and Supplies \$3,405 and Food \$17,320. While a slight reduction in Non-Capitalized Equipment of (\$6,323). |                     |
| <b>Services and Other Operating Expenditures</b>   | <b>\$6,618.11</b>   |
| This increase is based on an increase to Professional Consulting \$8,062, and a slight reduction in Dues and Memberships (\$2,944).  |                     |
| <b>Other Outgo</b>   | <b>No Change</b>    |

## FUND BALANCE/RESERVES

|                               |                    |
|-------------------------------|--------------------|
| <b>Beginning Fund Balance</b> | <b>\$1,614,795</b> |
| <b>Excess/(Deficit)</b>       | <b>\$ 273,699</b>  |
| <b>Ending Fund Balance</b>    | <b>\$1,888,494</b> |

## Special Notes:

It should be noted that the Excess and EFB include revenues that are expected to be spent this year. If they are not spent, the revenue will be deferred to next year and the excess amount may decrease based on this deferral. Revenues will be recognized as they are spent.