
Elevate School 2023-24 Budget

June 2023

California Budget – January Proposal

- Budget shortfall of \$22.5 billion - The Governor proposes to close the gap through funding delays, reductions, funding shifts, revenue generation, and borrowing.
- 8.13% cost of living adjustment (COLA)
- Prop 28 Arts and Music Education Funding - \$941 Million
- Arts, Music, and Instructional Materials Discretionary Block Grant Reduction - given the obligation to fund Proposition 28 and the need for one-time funds to cover the costs of the LCFF in 2022-23 and 2023-24, the Governor proposes to **reduce the Arts, Music, and Instructional Materials Discretionary Block Grant by \$1.2 billion. This equates to a 31% reduction.**

California Budget – May Revise

- Budget shortfall of \$31.5 billion; an increase of \$9 billion since January. The May Revision utilizes \$2.7 billion in one-time resources to support the ongoing cost of the LCFF, a significant increase since January.
- 8.22% cost of living adjustment (COLA); an increase of 0.09%
- Prop 28 Arts and Music Education Funding – minor decrease to \$933 million of funding
- **Arts, Music, and Instructional Materials Discretionary Block Grant Reduction - increased to 50% - *The Legislative Branch approved the budget with a lesser reduction***
- **Learning Recovery Emergency Block Grant – a proposed cut of approximately 32% - *The Legislative Branch approved the budget with a lesser reduction***
- Nutrition – an additional \$110 million one-time and approximately \$191 million ongoing to fully fund the Universal School Meals Program in the 2022-23 and 2023-24 fiscal years.
- Tax deadline extension results in an unclear picture of state revenues

Effect of the Cuts to the State One-Time Funds

2022-23 One-Time Grants	Original CDE Entitlement	January Budget Proposal	May Revise Proposal
Arts, Music, Instructional, Materials Block Grant	261,695	170,102	130,848
Learning Recovery Emergency Block Grant	399,283	399,283	271,513
TOTAL	\$ 660,978	\$ 569,385	\$ 402,360

Funds were projected to be expended in the 22-23 and 23-24 budgets

2023-24 Budget Assumptions

- Enrollment: 488
- Attendance Rate: 469.50 ADA
- Prop 28 Arts and Music Funds: \$64,196
- ESSER III: \$97,612
- Impact Aid: \$465,000
- Arts, Music, Instructional, Materials Block Grant: \$67,000
- Learning Recovery Block Grant: \$265,000
- State Unemployment Insurance rate lower from 2022-23

Elevate 2023-24 Budget

ELEVATE SCHOOL <i>Multi-Year Budget Summary</i> Prepared by ExED. For use by ExED and ExED clients only. © 2023 ExED					
	2022-23	2023-24 Forecast	2024-25	2025-26	2026-27
Total Enrollment	459	488	498	498	498
ADA	437.82	469.50	479.13	479.13	479.13
INCOME					
8011-8098 · Local Control Funding Formula Sources	4,600,873	5,366,364	5,705,597	5,931,655	6,122,253
8100-8299 · Federal Revenue	1,115,041	860,527	864,873	630,624	665,624
8300-8599 · Other State Revenue	451,075	728,589	603,484	406,301	407,990
8600-8799 · Other Local Revenue	431,740	441,620	450,162	450,830	451,519
Grants/Fundraising	85,250	112,260	134,560	134,560	134,560
8999 · Other Prior Year Adjustment	-	-	-	-	-
TOTAL INCOME	6,683,979	7,509,360	7,758,676	7,553,972	7,781,946
EXPENSE					
1000 · Certificated Salaries	2,832,622	3,228,477	3,371,428	3,485,699	3,596,280
2000 · Classified Salaries	821,236	949,038	977,509	1,006,834	1,037,039
3000 · Employee Benefits	1,024,612	1,245,252	1,294,638	1,338,490	1,382,266
4000 · Supplies	485,295	417,325	406,461	411,229	416,004
5000 · Operating Services	1,424,129	1,559,079	1,598,462	1,197,136	1,235,933
6000 · Capital Outlay	45,615	45,523	44,626	39,562	37,691
7000 · Other Outgo	-	-	-	-	-
TOTAL EXPENSE	6,633,509	7,444,694	7,693,125	7,478,951	7,705,213
NET INCOME	50,471	64,667	65,551	75,020	76,733
Ending Cash Balance	2,846,066	2,977,495	3,127,858	3,243,501	3,300,006

SDUSD Operations Agreement Change

2022 - 2023

18. **Minimum Fund Balance.** The Charter School will maintain the greater of three percent (3%) of total expenditures or \$75,000 in Net Assets or Fund Balance reserves. The District will review financial reports to monitor Fund Balance reserves. The Charter School will provide a Charter School board-approved corrective plan to the District within thirty (30) calendar days in the event the Charter School falls below the greater of three percent (3%) of total expenditures or \$75,000 fund balance for sixty (60) consecutive calendar days.

Projected Net Assets at June 30 = \$2,630,956; 3% of total expenditures = \$199,005

2023 - 2024

18. **Minimum Cash Balance.** The Charter School will adopt a minimum cash reserve of 5% of the total of all budgeted expenditures. The District will review financial reports to monitor cash balance reserves. The Charter School will provide a Charter School board-approved corrective plan to the District within 30 calendar days in the event the Charter School falls below five percent (5%) of total expenditures for 60 consecutive calendar days.

Projected Cash Position at June 30 = \$2,977,495; 5% of total budgeted expenditures = \$372,235