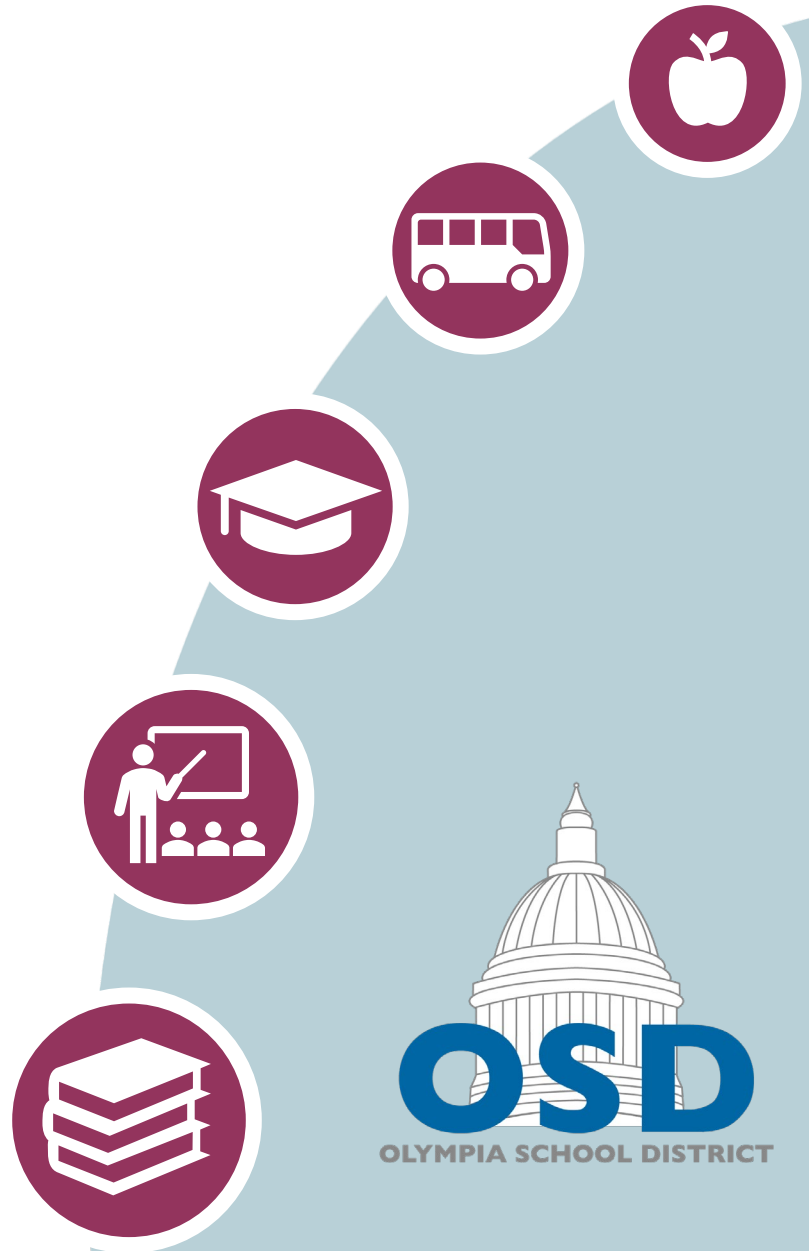


Budget Planning for 2023-24 SY



Purpose of Agenda Item

Budget Planning for the 2023-24 School Year:

- Process point.
- Update regarding deficit projection.
- Initial results for the 2023-24 SY Budget Survey.
- 2023-24 SY Budget Reduction Options.
- Other related planning.
- Next Steps.

→ *No action on March 23.*

Reduced Educational Plan Timeline

March 9	Board requests Superintendent bring forward a Reduced Educational Plan
March 23	1 st Reading of a Resolution Authorizing a Reduced Educational Plan – Resolution 647 <ul style="list-style-type: none">• Summary of Reductions/Savings Options is included.
April 13	2 nd Reading of a Resolution Authorizing a Reduced Educational Plan – Resolution 647 <ul style="list-style-type: none">• Administrative Recommended Reductions/Savings.

Balance Sheet Working Document

2023-24 SY Budget Preparations – DRAFT Balance Sheet

1	Current Level	August 2022			
2	+ Beginning Balance	\$5,321,633			Represents assumed 22-23 Ending Fund Balance at 3% minimum
3	+ Revenue	\$167,556,521			22-23 enrollment level, 2.6% COLA, PSES step up
4	- Expenditures	\$185,237,915			Some COLA known; many not yet negotiated as of August 2022
5	Current Level Balance (\$0 EFB)	-\$12,359,761			
6	Mandatory Ending Fund Balance (Minimum)	\$5,557,137			Assumed at 3% of expenditures
7	Variance from mandatory fund balance	-\$17,916,898			
8	Maintenance Level (Interim)	March 9, 2023			
9	+ Beginning Balance	\$5,321,633	\$5,321,633	\$5,321,633	Assumes minimum 22-23 EFB
10	+ Revenue	\$166,375,700	\$166,375,700	\$166,375,700	Minor funding factors in Governor's budget, enroll projection
11	- Expenditures	\$180,282,504	\$180,282,504	\$180,282,504	21.9 positions reduced for enrollment/ESSER 1X; updated for CBA decisions
12	Maintenance Level Balance (\$0 EFB)	-\$8,585,171	-\$8,585,171	-\$8,585,171	
13	Mandatory Ending Fund Balance (Minimum)	\$5,408,475	\$5,408,475	\$5,408,475	Assumed at 3% of expenditures
14	Variance from mandatory fund balance	-\$13,993,646	-\$13,993,646	-\$13,993,646	
15	Policy Level Adjustments -- March 23 ESTIMATED	Senate/March 23	House/March 27	Average	
16	+ Higher Beginning Balance	\$1,412,917	\$1,412,917	\$1,412,917	Assumes 22-23 EFB will be higher, 3.87%.
17	+ Special Ed. Funding	\$2,710,000	\$735,000	\$1,722,500	
18	+ State Super COLA (3.7%)	\$796,602	\$796,602	\$796,602	
19	+ Qmlativ Migration	\$767,870	\$767,870	\$767,870	Use 1x Technology Levy resources to aid in migration to new software
20	+ Other Legislative				
21	- Increase in Expenditures due to 3.7% COLA	-\$314,527	-\$314,527	-\$314,527	
22	- Contingency 0.5%	-\$901,413	-\$901,413	-\$901,413	
23	- Policy Reductions				
24	Adjusted Deficit after Policy Level Adjustments	-\$9,522,197	-\$11,497,197	-\$10,509,697	
25	Mandatory Ending Fund Balance	\$36,478	\$36,478	\$36,478	Re-balance EFB to equal 3% of expenditures (3.5% w/ Contingency)
26	Variance from mandatory fund balance	-\$9,558,675	-\$11,533,675	-\$10,546,175	



Budget Survey Closed March 13

- Narrative responses are compiled; uploaded on Board Docs. Hard-copies shared with Directors.
- Dashboard

Budget Reduction Options

- See attachment on Board Docs.
 - These are options for your consideration leading up to the April 13 adoption of Resolution 647.
 - Not an exhaustive list, there are many smaller items that we are identifying also.
- Switch to list of options.

Next Steps

- April 13 2nd Reading of Resolution 647.
- Reduction of Educational Plan and Reduction in Force is likely required.
- Budget development continues with House proposal and then final legislative outcome.
- Restore as many positions as possible if legislative outcome is better-than-projected or other forecasted assumptions are improved.