



Ocean View School District

2022-23 Second Interim Budget Report
March 14, 2023

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Overview

- Introduction
- Budget Assumptions
- Unrestricted Multi-Year Projections (MYP)
- LCFF Revenue
- Significant Budget Challenges
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Introduction

The Multi-Year Projection (MYP) projects total General Fund revenues and expenditures for the budget year and the two subsequent fiscal years. The projections are only estimates and actual outcomes could vary substantially.

The MYP forecasts are based on certain criteria, information available at the time, and assumptions rather than on exact calculations.

MYP forecasting models should be evaluated as a trend-based on certain criteria and assumptions rather than a prediction of exact numbers.

To evaluate the MYP, attention is focused on the bottom line, which demonstrates the district's undesignated, unappropriated fund balance.



Budget Assumptions

Factors	2022-23	2023-24	2024-25	2025-26
LCFF Statutory COLA	6.56%	8.13%	3.54%	3.31%
LCFF COLA Augmentation	6.70%	0.00%	0.00%	0.00%
District Enrollment	6,809	6,584	6,359	6,159
Average Daily Attendance (ADA)	94%	94%	94%	94%
Unduplicated Pupil Percentage	58%	58%	58%	58%
STRS	19.10%	19.10%	19.10%	19.10%
PERS	25.37%	27.00%	28.10%	28.80%
Step & Column (CE)		1.50%	1.50%	1.50%
Step & Column (CL)		0.75%	0.75%	0.75%
Inflation		7.00%	5.00%	3.00%
Staffing Reductions (temps, attrition)		-12	-6	-6



Unrestricted Multi-Year Projection

Board Presentation - 02/28/23

Unrestricted General Fund	2023-24	Projected	Projected
		2024-25	2025-26
Release 17 Permanent	-17	→	→
Release 12 Temporary	-12	→	→
Release Future Teachers (FTE)	0	-8	-8
Ending Fund Balance	\$20.6 M	\$20.7 M	\$20.0 M
Surplus/Deficit	\$3.0 M	\$0.1 M	(\$0.7) M



Unrestricted Multi-Year Projection

Second Interim - Current

Unrestricted General Fund	2023-24	Projected	Projected
		2024-25	2025-26
Release 0 Permanent	0	→	→
Release 12 Temporary	-12	→	→
Teacher Attrition (FTE)	0	-6	-6
Ending Fund Balance	\$19.2 M	\$17.6 M	\$15.2 M
Surplus/Deficit	\$1.6 M	(\$1.5) M	(\$2.4) M



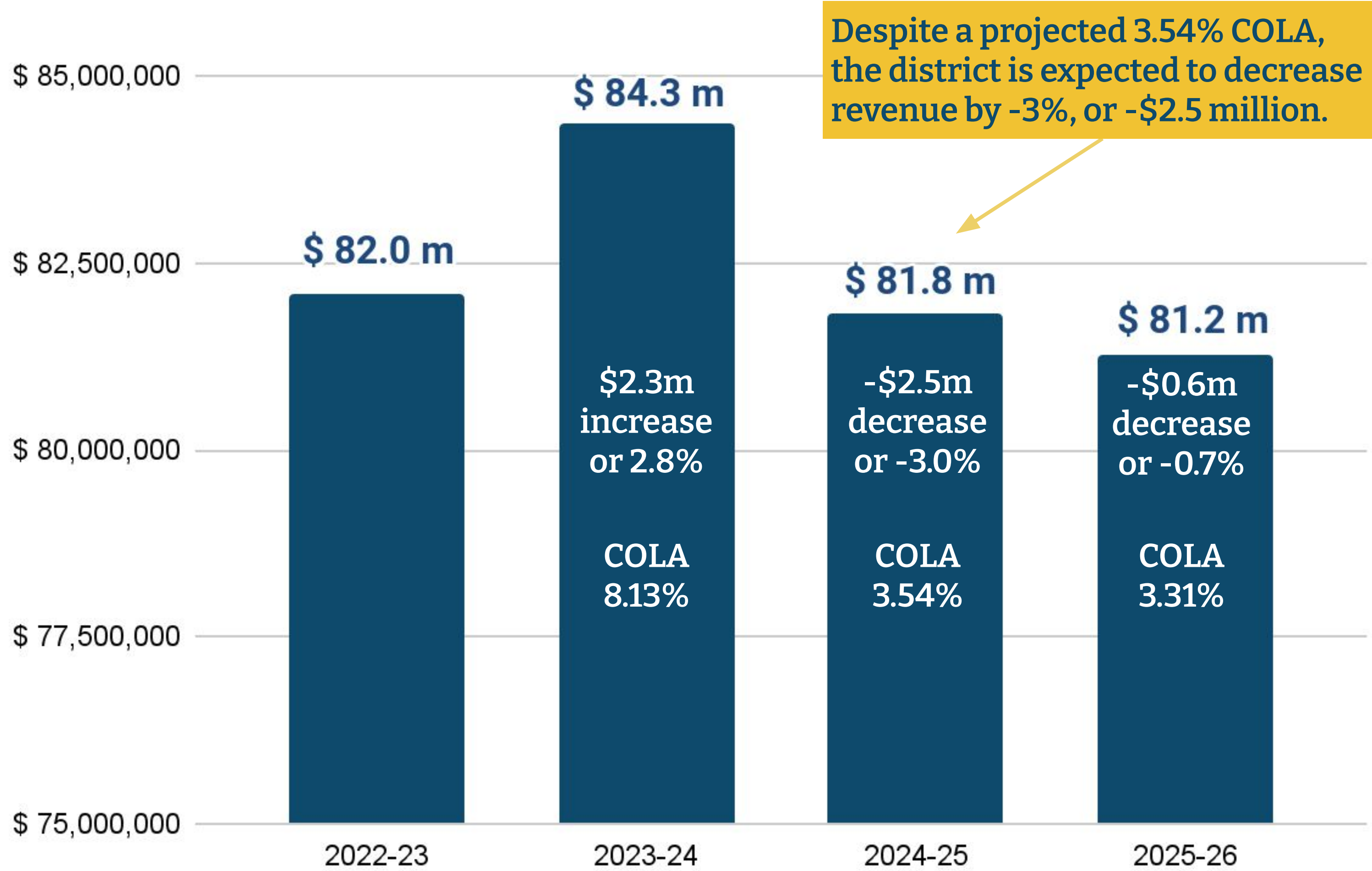
Unrestricted Multi-Year Projection

Second Interim - Updated with Retirees

Unrestricted General Fund	2023-24	Projected	Projected
		2024-25	2025-26
Release 0 Permanent	0	→	→
Release 12 Temporary	-12	→	→
Teacher Attrition (FTE)	-4	-6	-6
Ending Fund Balance	\$19.6 M	\$18.5 M	\$16.4 M
Surplus/Deficit	\$2.0 M	(\$1.1) M	(\$2.0) M



LCFF Revenue



Revenue Calculation

Students are enrolled for 180 days. What happens when this changes?

Change in Average Daily Attendance (ADA)	
Prior ADA Trend	97%
Current ADA Trend	94%
Difference (less)	(3%)
Decrease in Funding	(\$2.3M)



Significant Budget Challenges

1. Declining Enrollment
2. Low School Enrollment
3. Staffing/Classroom Configuration
4. Program Contributions
5. Economic Uncertainty



Roadmap

Approve the 2nd interim budget with a **positive** certification.



Begin budget development for 2022-23.



Present the preliminary adopted budget in early June.



Continue to update staffing and enrollment projections.



Governor's May Revision and update budgets to estimate our actuals for year-end closing.



Ask the Board to approve the adopted budget in late June.



Questions?

