



# School District 2022-2023 First Interim Financial Report

December 15, 2022

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Superintendent

*Presented by  
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Chief Financial Officer*



# Agenda

- Cambrian School District provides educational services to nearly 3,000 students from P/TK – 8<sup>th</sup> Grade
- This presentation provides an overview of our current financial status
- First Interim Report - July 1, 2022 – October 31, 2022



- Introduction
- Assumptions
- Revenues
- Expenditures
- General Fund Balances
- Multi-Year Projections/Future
- Outlook/Recommendation



# Introduction



- First Interim Budget Report– As of October 31, 2022
- Required by Ed Code that the Governing Board approve by December 15<sup>th</sup>
- Includes actual revenues and expenditures through October 31<sup>st</sup>
- Salaries and benefits known at this point
- Board must certify the “Financial Condition” as one of the following:
  - Positive –“...based upon current projections this district will meet its financial obligations for the current fiscal year and two subsequent fiscal years.”
  - Qualified –“...may not meet its financial obligations...”
  - Negative—“...will be unable to meet its financial obligations for the remainder of the current fiscal year or for the subsequent fiscal year.”

# General Fund Assumptions



- 2022-2023 Estimated Average Daily Attendance (ADA) 2,784
- Unduplicated Local Control Funding Formula (LCFF) student count average 26.7%
- 2022-2023 LCFF Cost of Living Adjustment (COLA) 6.56%
- 2022-2023 LCFF Base Funding Adjustment (Augmentation) 6.7%
- Changes to certificated and classified salaries based on staffing
- CalSTRS @ 19.1% and CalPERS @ 25.37%
- Adjusted Special Education costs & revenues
  - Revised both for services, salaries, and staffing
  - Revised special education revenues and COE property tax transfer
- All other State and Federal revenues are based on current Estimates

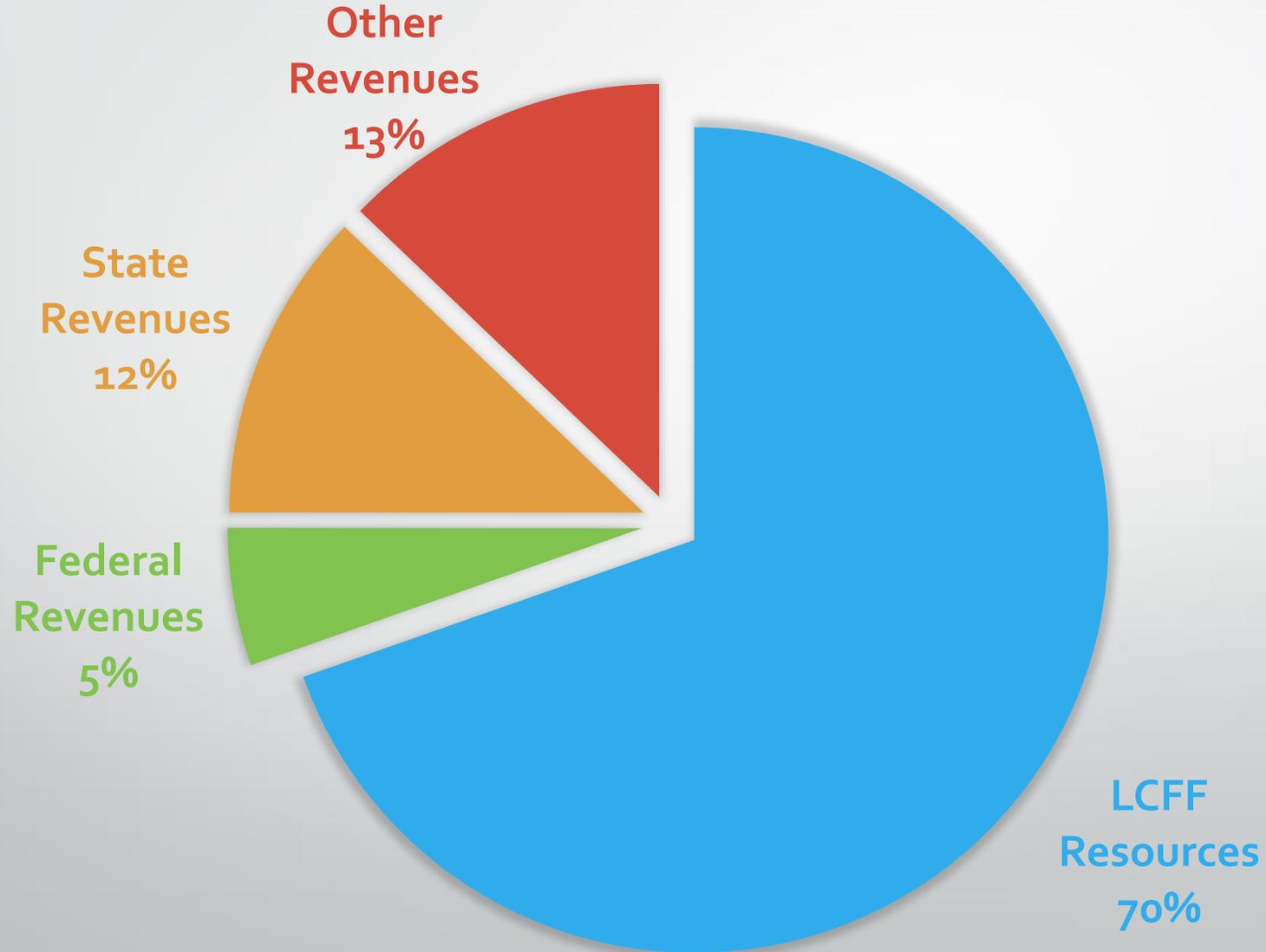


# General Fund Budget First Interim Revenues



Description	Unrestricted	Restricted	Total
LCFF Resources	30,491,016	1,556,178	32,047,194
Federal Revenues	0	2,480,699	2,480,699
State Revenues	591,370	5,003,843	5,595,213
Other Revenues	4,979,898	928,312	5,908,210
Contributions	(5,782,236)	5,782,236	4,979,898
<b>Total Revenues</b>	<b>30,280,048</b>	<b>15,751,236</b>	<b>46,031,316</b>

# 2022-23 First Interim Revenues Categories



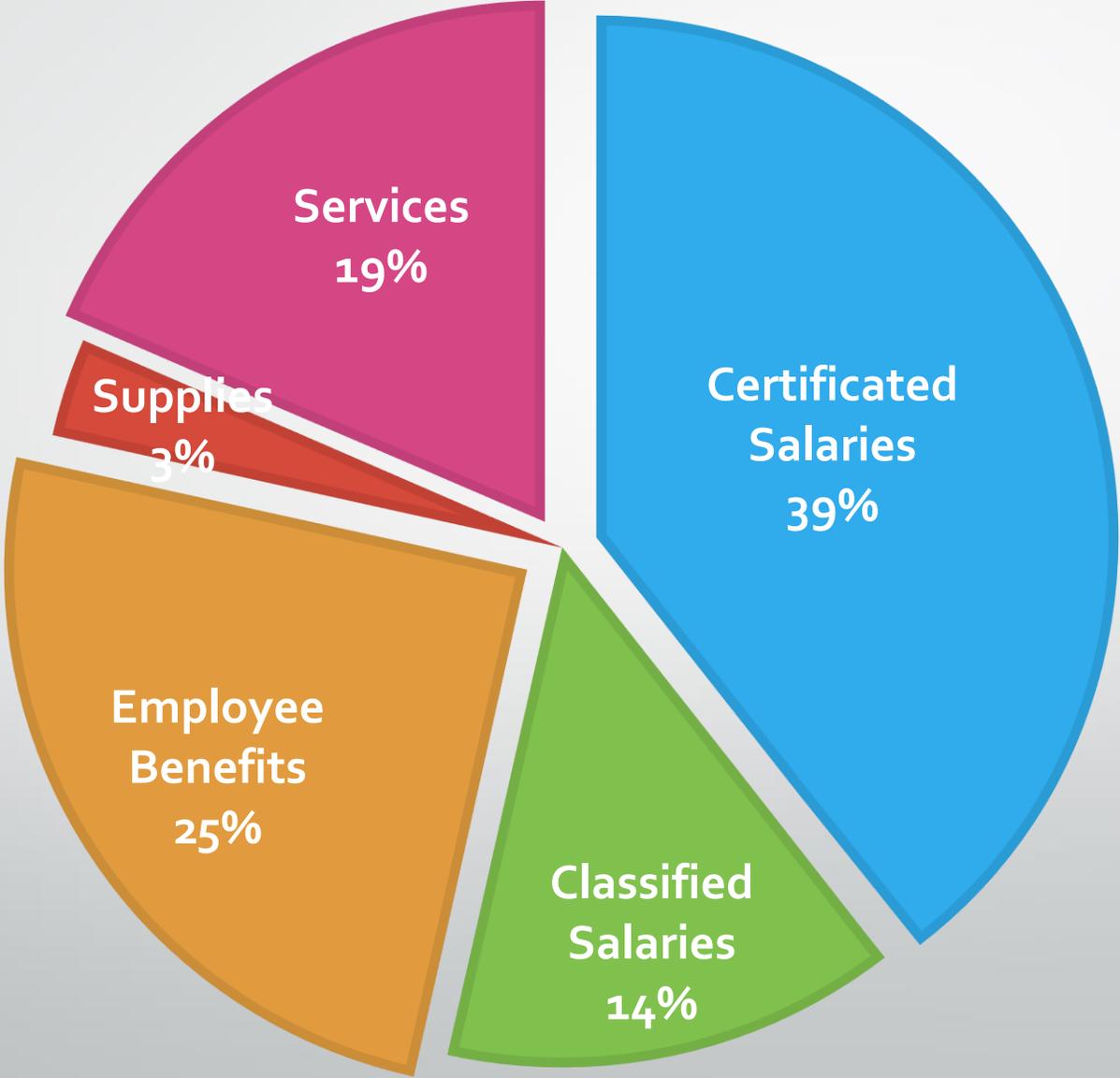
# General Fund Expenditures

## First Interim Report



Description	Unrestricted	Restricted	Total
Certificated Salaries	\$ 15,966,080	\$3,008,996	18,975,076
Classified Salaries	4,693,289	2,102,841	6,796,130
Employee Benefits	7,764,920	4,244,259	12,009,179
Supplies	588,189	880,001	1,468,190
Services	2,847,140	6,058,204	8,905,344
Capital Outlay	-	-	-
Indirect Costs	(202,498)	134,717	(67,781)
<b>Total Expenditures</b>	<b>31,657,120</b>	<b>16,429,018</b>	<b>48,086,138</b>

# 2022-2023 First Interim Expense Categories



# First Interim General Fund Balances



Description	Unrestricted	Restricted	Total
Net Increase (Decrease)	(1,377,072)	(677,750)	(2,054,822)
Beginning Fund Balance	6,167,479	1,946,021	8,113,500
<u>Ending Fund Balance</u>	<u>4,790,407</u>	<u>1,268,271</u>	<u>6,058,678</u>

# Multi-Year Projections

## Budget + 2 Subsequent Fiscal years



	2022-2023 1 <sup>st</sup> Interim	2023-2024 Projection	2024-2025 Projection
Cost of Living (COLA) LCFF + State Programs	6.56%	5.38%	4.02%
Base Grant Augmentation	6.7%	0	0
Average Daily Attendance (ADA)	2,783	2,835 +52	2,784 (51)
CalSTRS	19.1%	19.1%	19.1%
CalPERS	25.37%	25.2%	24.6%
State Unemployment (SUI)	.50%	.50%	.20%
Federal/State Restricted Programs	No COLA	No COLA	No COLA
Step and Column (Certificated/Classified)	Current Staff at Actual	1.56%/1.0%	1.56%/1.0%



# Multi-Year Projections

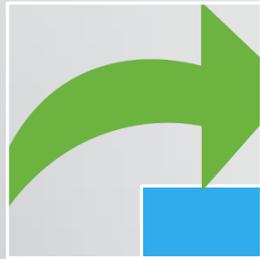
<b>Description</b>	<b>2022-2023 First Interim</b>	<b>2023-2024 Budget Projection</b>	<b>2024-2025 Budget Projection</b>
Beginning Balance	\$8,113,500	\$6,058,678	\$5,021,764
Revenues	46,031,318	48,005,191	49,231,266
Expenditures	48,086,138	49,042,104	49,876,554
Revenue/Exp. Balance	(2,054,822)	(1,036,914)	(645,288)
Projected Ending Balance	\$6,058,678	\$5,021,764	\$4,376,476
5% Reserve (BP 3100)	\$2,404,307	\$2,452,105	\$2,493,828



# Other Funds



Fund Name	Food Services Cafeteria Fund 13	General Obligation Bond - Building Fund 21	Developer Facility Fee Fund 25	Special Reserve Capital Facility Fund 40	G.O. Bond Redemption Fund 51
Beginning Balance	\$ 728,905	\$ 14,837,991	\$ 1,027,369	\$ 6,332,407	\$ 3,221,354
Revenues	1,050,050	35,055,000	302,500	184,500	3,164,090
Expenditures	1,527,040	27,776,725	-	-	2,304,721
Excess(Deficiency)	(476,990)	7,278,275	302,500	184,500	859,369
Ending Balance	<u>\$ 251,915</u>	<u>\$ 22,116,266</u>	<u>\$ 1,329,869</u>	<u>\$ 6,516,907</u>	<u>\$ 4,080,723</u>



## Questions

- Future ADA uncertain
- State Revenues currently down
- January 10 Governor's Budget
- One-time moneys going away
- ELOP Future
- Salary Increases, beyond Step and Column for out years



## POSITIVE Outlook

- Lease Revenues/ Metzler A&C
- Food Services +
- Positive Cashflow
- Multi-Year Projections Positive
- Fully Funded COLAs
- One-time funding in 2022-23 shields TK-14 Budget from State revenue slowdown

# 2022-2023 First Interim Recommendation



- The Board of Education approved the 2022-23 First Interim Report as **Positive**



- January 10, 2023 – Governor's 2023-2024 Budget Proposals
- March 2, 2023 – Second Interim Financial Report
- May 12, 2023 – May Revise
- June 1, 2023 – Board Meeting Public Hearing Budget Review
- June 15, 2023 – Board Meeting Action on 2023-2024 All Funds Budget



# Questions