



Orinda USD First Interim Report 2023-24

Board of Trustees Meeting, 12.11.2023

Orinda USD 2023–24 First Interim Budget

Introduction

Orinda USD Board of Trustees adopted the 2023-2024 budget on June 12, 2023.

Education Code Section 42130 requires school districts to prepare the First Interim Report as of the October 31st reporting period and prior to December 15th.

The First Interim report covers the financial condition of the District for the period that ended October 31.



Annual Budget Cycle

2023-2024 Fiscal Year Budget Cycle	
Description	Board of Trustees Meeting
Proposed Budget Public Hearing	June 5, 2023
District Adopted Budget	June 12, 2023
State Enacted Budget	July 1, 2023
First Interim (as of October 31)	December 15, 2023
Second Interim (as of January 31)	March 15, 2024
Unaudited Actuals	September 13, 2024
Annual Financial Audit	January, 2024



Orinda USD 2023–24 First Interim: The Highlights

1. October CBEDS shows **2,550** (34 more from the prior year, but 12 less than projected)
2. Unduplicated pupil percentage is **4.3%**
3. Budget revisions resulting from the OEA and CSEA MOU for **Measure Z funds** are now reflected in the First Interim expenditures
4. **Federal one-time grants** are fully spent in the prior year
5. **State one-time grants** are utilized (Universal PreK, Educator Effectiveness, Art, Music, Instruction Material BG, & Learning Recovery BG)
6. **Prop 28** expenditure budget is included; ELOP expenditure budget is not included
7. District expects to meet financial obligation including the **9% Reserve** for Economic Uncertainties in all three years



2023-2024 Revenues



First Interim 2023–24 Revenue Highlights

- LCFF revenues adjusted downwards by \$131K to reflect 12 less students than projected at the budget adoption
- No COVID funds and Title III Immigrant funds
- ELOP and Universal Pre-K revenue have been added
- One-time revenues from Boys Team Charity for Nature Area has been added
- One-time revenue increase in Lottery as rate increase
- Local revenues increased to reflect field trip donations



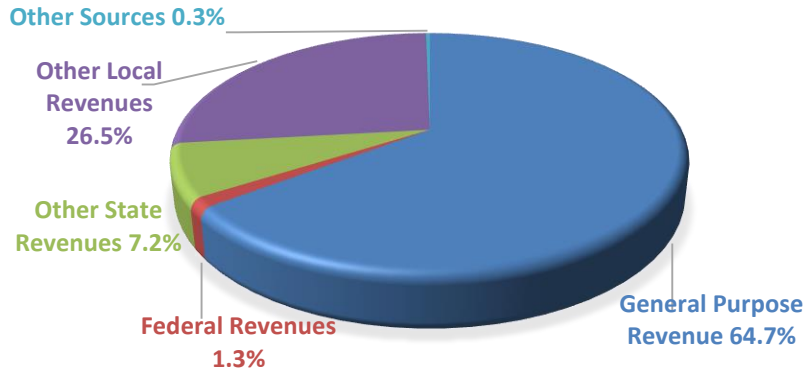
First Interim Revenue (\$42.3M)

Orinda USD is an LCFF funded district with 64% of revenue projected to be received from the State.

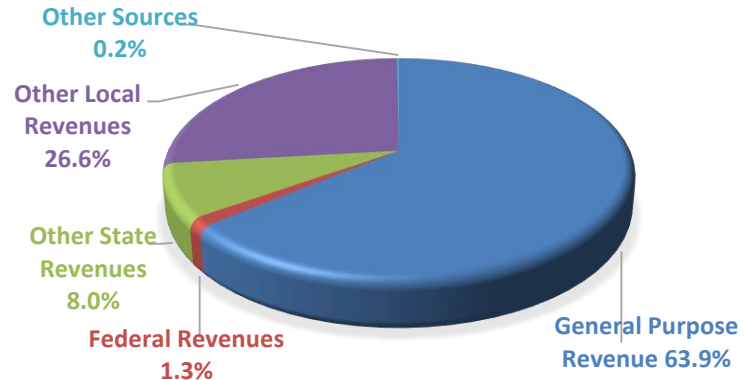
Local funding is significant with 27% projected to be funded by:

- Parcel tax Measures A, B, and Z (14%)
- ONE Foundation / Parent club donations (9%)
- Special education JPA transfers for apportionment (3%)
- Other (1%)

REVENUE SOURCES: ADOPTED BUDGET 2023-24



REVENUE SOURCES: FIRST INTERIM 2023-24



Revenues - Combined

Combined Revenues	Adopted Budget	First Interim	Change	Percent Change
General Purpose Revenue	\$27,210,000	\$27,050,000	(\$160,000)	-0.6%
Federal Revenues	\$540,000	\$540,000	\$0	0.0%
Other State Revenues	\$3,040,000	\$3,370,000	\$330,000	10.9%
Other Local Revenues	\$11,150,000	\$11,270,000	\$120,000	1.1%
Other Sources	\$80,000	\$80,000	\$0	0.0%
Contributions	\$0	\$0	\$0	0.0%
Combined	\$42,020,000	\$42,310,000	\$290,000	0.7%



Revenues - Unrestricted

Unrestricted Revenues	Adopted Budget	First Interim	Change	Percent Change
General Purpose Revenue	\$26,380,000	\$26,250,000	(\$130,000)	-0.5%
Federal Revenues	\$0	\$0	\$0	0.0%
Other State Revenues	\$590,000	\$630,000	\$40,000	6.8%
Other Local Revenues	\$4,020,000	\$4,100,000	\$80,000	2.0%
Other Sources	\$80,000	\$80,000	\$0	0.0%
Contributions	(\$6,050,000)	(\$6,240,000)	(\$190,000)	3.1%
Unrestricted	\$25,020,000	\$24,820,000	(\$200,000)	-0.8%



Revenues - Restricted

Restricted Revenues	Adopted Budget	First Interim	Change	Percent Change
General Purpose Revenue	\$820,000	\$800,000	(\$20,000)	-2.4%
Federal Revenues	\$540,000	\$540,000	\$0	0.0%
Other State Revenues	\$2,450,000	\$2,740,000	\$290,000	11.8%
Other Local Revenues	\$7,130,000	\$7,170,000	\$40,000	0.6%
Other Sources	\$0	\$0	\$0	0.0%
Contributions	\$6,050,000	\$6,240,000	\$190,000	3.1%
Restricted	\$16,990,000	\$17,490,000	\$500,000	2.9%

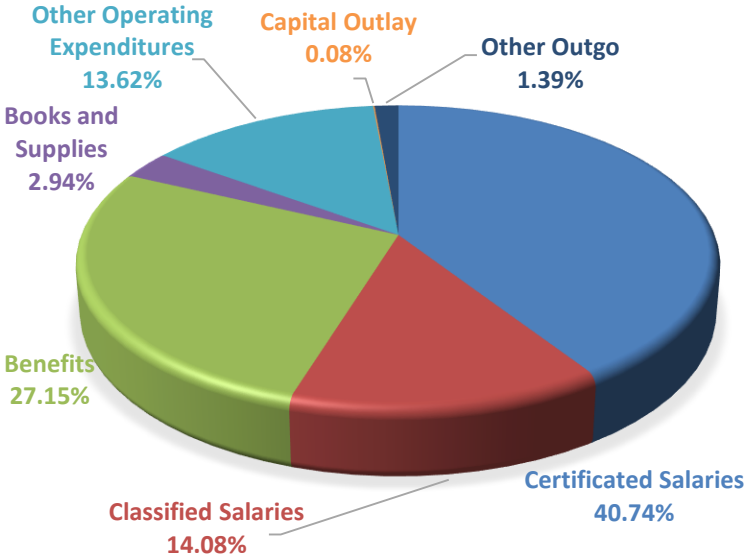


2023-2024 Expenditures

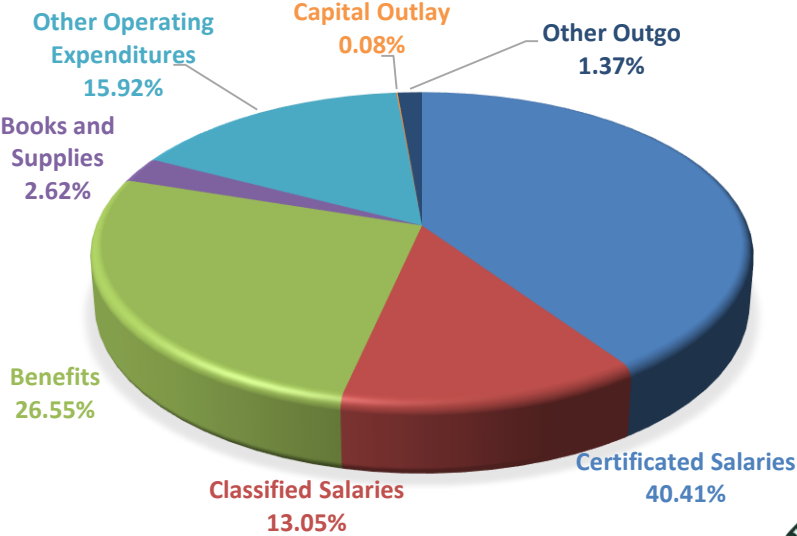


First Interim Expenditures (\$43M)

EXPENDITURES: ADOPTED BUDGET 2023-24



EXPENDITURES: FIRST INTERIM 2023-24



First Interim 2023–24 Expenditure Highlights

- Measure Z funds, along with Measures A and B, are fully utilized to fund certificated and classified employee salaries and benefits
- 1.0 FTE Teacher is added to accommodate the needs
- Sub Teacher costs increased to reflect leaves
- Special Service Assistant costs are reclassified from personnel costs to service contract costs due to unfilled positions
- Art/Music 2.0 Teacher FTE are funded by Prop 28 funds
- Utility budgets are increased by 50% to reflect higher rate and usage
- Budgets in donation accounts were increased as revenues were collected



Expenditures - Combined

Combined	Adopted Budget	First Interim	Change	Percent Change
Certificated Salaries	\$16,820,000	\$17,360,000	\$540,000	3.2%
Classified Salaries	\$5,810,000	\$5,600,000	(\$210,000)	-3.6%
Employee Benefits	\$11,210,000	\$11,400,000	\$190,000	1.7%
Books and Supplies	\$1,220,000	\$1,130,000	(\$90,000)	-7.4%
Contracts & Services	\$5,620,000	\$6,840,000	\$1,220,000	21.7%
Capital Outlay	\$30,000	\$30,000	\$0	0.0%
Other Outgo	\$570,000	\$590,000	\$20,000	3.5%
Combined	\$41,290,000	\$42,940,000	\$1,650,000	4.0%



Expenditures - Unrestricted

Unrestricted	Adopted Budget	First Interim	Change	Percent Change
Certificated Salaries	\$12,180,000	\$10,850,000	(\$1,330,000)	-10.9%
Classified Salaries	\$3,720,000	\$3,800,000	\$80,000	2.2%
Employee Benefits	\$6,500,000	\$6,250,000	(\$250,000)	-3.8%
Books and Supplies	\$770,000	\$730,000	(\$40,000)	-5.2%
Contracts & Services	\$2,290,000	\$2,860,000	\$570,000	24.9%
Capital Outlay	\$0	\$0	\$0	0.0%
Other Outgo	\$210,000	\$200,000	(\$10,000)	-4.8%
Unrestricted	\$25,660,000	\$24,700,000	(\$970,000)	-3.8%



Expenditures – Restricted

Restricted	Adopted Budget	First Interim	Change	Percent Change
Certificated Salaries	\$4,640,000	\$6,500,000	\$1,860,000	40.1%
Classified Salaries	\$2,090,000	\$1,800,000	(\$290,000)	-13.9%
Employee Benefits	\$4,720,000	\$5,160,000	\$440,000	9.3%
Books and Supplies	\$440,000	\$390,000	(\$50,000)	-11.4%
Contracts & Services	\$3,340,000	\$3,970,000	\$630,000	18.9%
Capital Outlay	\$30,000	\$30,000	\$0	0.0%
Other Outgo	\$370,000	\$390,000	\$20,000	5.4%
Restricted	\$15,630,000	\$18,250,000	\$2,620,000	16.8%



Fund Balances



Change in Fund Balance

COMBINED	Adopted 2023-24	First Interim 2023-24	Change
Total Revenues	\$42,020,283	\$42,312,658	\$ 292,375
Total Expenditures	\$41,293,443	\$42,944,004	\$ 1,650,561
Net Inc (Dec) in Fund Balance	\$ 726,840	\$ (631,346)	\$(1,358,186)



Components of the Fund Balance

Description	2023-24
RESTRICTED	
Other Restricted	\$1,324,733
UNRESTRICTED	
Revolving Cash	\$7,500
3% Reserve for Economic Uncertainties	\$1,288,320
6% Reserve	\$2,576,640
Assigned	\$281,809
Unassigned	\$1,498,936



Other Funds – Separate From General Fund

Fund	2023-24
General Fund (Unrestricted & Restricted)	\$6,977,939
SACS Fund 13 - Cafeteria Special Revenue Fund	\$731,594
SACS Fund 14 - Deferred Maintenance Fund	\$128,495
SACS Fund 21 - Building Fund	\$41,490,853
SACS Fund 25 - Capital Facilities Fund	\$810,261
SACS Fund 40 - Special Reserve Fund for Capital Outlay Projects	\$2,926,065
SACS Fund 51 - Bond Interest and Redemption Fund	\$4,998,583
SACS Fund 63 - Other Enterprise Fund (BASC)	\$0
SACS Fund 71 - Retiree Benefit Fund	\$1,393,123
TOTAL	\$59,456,913



Multi-Year Projections



Multi-Year Projection Assumptions

Major Assumptions	2023-24	2024-25	2025-26
Enrollment	2,550 (+34)	2,607 (+57)	2,648 (+41)
Cost of Living Adjustment (COLA) for LCFF per pupil funding	8.22%	3.94% *	3.29%
Consumer Price Index	3.55%	3.03%	2.64%
CalSTRS Employer Rate	19.10%	19.10%	19.10%
CalPERS Employer Rate	26.68%	27.70%	28.30%
Unemployment Insurance Rate	0.05%	0.05%	0.05%

* Assumptions are based on the School Services Dartboard. 2024-25 COLA is expected to be around 1.27% per Fiscal Outlook issued by the Legislative Analyst's Office (LAO) on December 7, 2023.



Multi-Year Projection Assumptions-cont.

- Continue with an enrollment growth
- 2022-23 P2 Average Daily Attendance Percentage to continue
- Cost of Living Adjustments (COLA) per SSC Dartboard (8.22%, 3.94%, 3.29%)
- Step and Column increase of 1.5% in 24-25 and 25-26
- Increase 3 teacher and 2 teacher positions to accommodate estimated increase in enrollments in 25-26 and 26-27, respectively.
- Increase budget for 1 TOSA position in 24-25, that is vacant in 23-24
- Moved 1 TK teacher positions from grants to General Fund in 24-25
- Moved 0.5 TOSA and 3 Wellness Counselor positions from grants to General Fund in 25-26
- Stable STRS rates, but increasing PERS rates
- Deferred Maintenance transfer in 24-25 and 25-26
- General cost increases per Consumer Price Index



Multi Year Projections – Combined

Description	2023-24	2024-25	2025-26
REVENUES	\$42,312,658	\$44,031,173	\$45,748,776
EXPENDITURES	\$42,944,004	\$44,225,207	\$44,927,484
Net Increase (Decrease) in Fund Balance	(\$631,346)	(\$194,035)	\$821,292
Net Beginning Fund Balance	\$7,609,285	\$6,977,939	\$6,783,904
Ending Fund Balance, June 30	\$6,977,939	\$6,783,904	\$7,605,197
Nonspendable / Restricted	\$1,332,233	\$722,401	\$747,414
Committed / Reserve (6% + 3%)	\$3,864,960	\$3,980,269	\$4,043,474
Assigned	\$281,809	\$40,183	\$40,492
Unassigned	\$1,498,936	\$2,041,051	\$2,773,816
Estimated Total Fund Balance	16.2%	15.3%	16.9%
Estimated Unassigned	3.5%	4.6%	6.2%



Orinda USD First Interim Budget Review

- Average Daily Attendance (ADA) has been the lowest of past 5 years in 22-23, but there is a slight increase in 23-24 ADA as of November
- Cost of Living Adjustment (COLA) for 24-25 is currently estimated at 1.27%, instead of 3.94%
- Increase in general cost of doing business
- Increase in deferred maintenance needs



Budget Certification

Orinda USD First Interim Budget Report 2023-24

Certification Positive - The District will be able to meet its financial obligations for the current and subsequent two fiscal years. Staff recommends the Board of Trustees approve the District First Interim Report.

