



Orinda USD Proposed Budget 2024-25

Board of Trustees Meeting, 6.03.2024 & 6.10.2024

Orinda USD 2024-25 Proposed Budget

Introduction

Education Code Section 42127 (a) (2), requires school districts to adopt a budget and file it with the county superintendent of schools within five days of adoption or by July 1, whichever occurs first.

The steps to adopt the budget include the governing board holding a public hearing on or before July 1 of each year.

Per Education Code section 42127 (d), the county superintendent shall approve, conditionally approve or disapprove the adopted budget on or before September 15.



Annual Budget Cycle

2024-25 Fiscal Year Budget Cycle	
Description	Board of Trustees Meeting
Proposed Budget Public Hearing	June 3, 2024
District Adopted Budget	June 10, 2024
State Enacted Budget	July 1, 2024
First Interim (as of October 31)	December 9, 2024
Second Interim (as of January 31)	March 15, 2025
Unaudited Actuals	September 15, 2025
Annual Financial Audit	January, 2025



Governor's May Revision Highlights

- Cost of Living Adjustment (COLA) increased to 1.07% for 2024-25
- Personal income tax has declined since the Governor's January Budget by \$1.3B and \$2.6B in 22-23 and 23-24, respectively
- Withdrawals from the reserve (Rainy Fund Reserve)
- The Governor proposed a maneuver, which draws \$5.8B for 22-23 and \$2.6B from the Prop 98 reserve. This will use up all the Prop 98 reserve
- This maneuver will reset the 22-23 minimum guarantee lower than it was, which becomes the base for the 23-24 amount calculation.
- Special Education, Child Nutrition, and Mandated Block Grant will receive 1.07% COLA as well



2024-25 Revenues

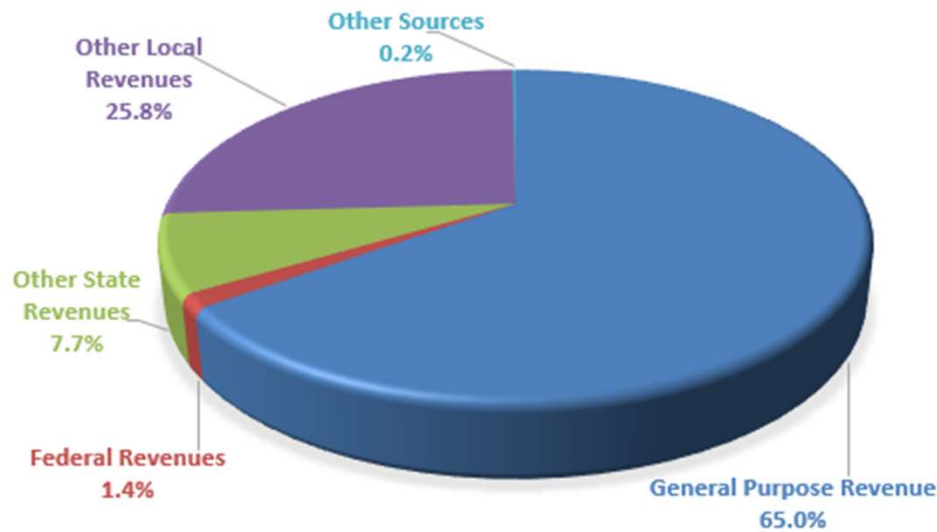


Proposed Budget Revenue Highlights

- The LCFF revenues have increased about \$672K from 2023-24 to 2024-25
 - Increase due to COLA and increased enrollment
- A slight decrease in Other State revenues
 - Prior year adjustments included in 2023-24 Lottery funds
 - Deferred revenues existed in 2023-24 for the Universal Pre-K Planning Implementation grant
- Local revenues will be adjusted as received

2024-25 Projected Revenues (\$43.4M)

- Orinda USD is an LCFF funded district
- 65% of revenue projected to be received from the State.
- 26% of revenue projected to be received from Local Sources (9% Parent Donations, 14% Parcel Tax, and 3% combination of Redevelopment Agency, Interest, Use Fees, etc.)



Revenues

Revenue (Rounded to the Nearest 1000's)	Unrestricted	Restricted	Combined	%
General Purpose Revenue	\$27,334,000	\$887,000	\$28,221,000	65.0%
Federal Revenues	\$0	\$592,000	\$592,000	1.4%
Other State Revenues	\$614,000	\$2,715,000	\$3,329,000	7.7%
Other Local Revenues	\$4,097,000	\$7,082,000	\$11,179,000	25.8%
Other Sources	\$71,000	\$0	\$71,000	0.2%
Contributions	(\$7,043,000)	\$7,043,000	\$0	
	\$25,073,000	\$18,319,000	\$43,392,000	



2024-25 Expenditures



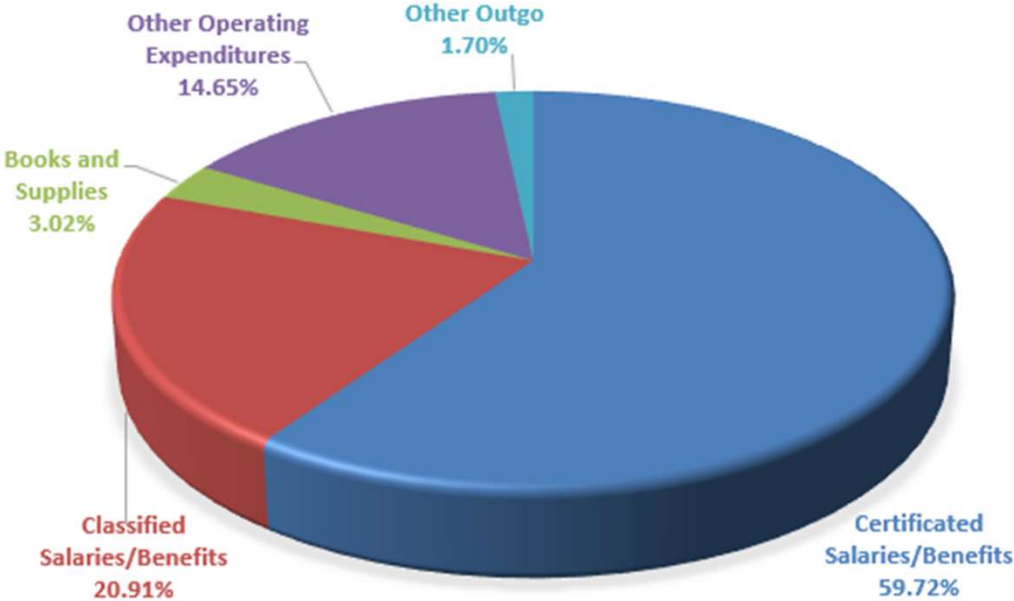
Proposed Budget Expenditure Highlights

- The certificated and classified salary and benefit budgets increased by 6%
- Certificated salaries/benefits budget decreased for 5.0 FTE positions per PKS and right-sizing the needs
- Utilizes one-time funds to fund certificated positions and professional development and workshops such as Professional Learning Community, Social Study implementations, TIP mentors, and so on
- The electricity bills are anticipated to decrease with solar panels being put back up during the summer
- Election costs and AB218 related insurance costs are added to the budget
- The Expanded Learning Opportunity Program (ELOP) budget will be added once a plan is developed and approved



2024-25 Projected Expenditures (\$45.2M)

- Certificated salaries/benefits are 60%, Classified salaries/benefits are 21% of the total budget



Expenditures

Expenditures (Rounded to the Nearest 1000's)	Unrestricted	Restricted	Combined	%
Certificated Salaries	\$ 16,000,000	\$ 10,975,000	\$ 26,975,000	60%
Classified Salaries	\$ 6,243,000	\$ 3,202,000	\$ 9,445,000	21%
Books and Supplies	\$ 825,000	\$ 538,000	\$ 1,363,000	3%
Contracts & Services	\$ 2,686,000	\$ 3,931,000	\$ 6,618,000	15%
Other Outgo	\$ 232,000	\$ 538,000	\$ 770,000	2%
	\$25,986,000	\$19,184,000	\$45,171,000	



Fund Balances



2024-25 Change in Fund Balance

2024-25 Proposed Budget	Unrestricted	Restricted	Total
Total Revenues	\$25,073,544	\$18,318,987	\$43,392,531
Total Expenditures	\$25,985,098	\$19,185,089	\$45,170,187
Net Increase/Decrease in Fund Balance	\$ (911,554)	\$ (866,102)	\$ (1,777,656)



2023-24 Estimated Actuals

2023-24 Estimated Actuals	Unrestricted	Restricted	Total
Total Revenues	\$25,118,981	\$17,938,194	\$43,057,175
Total Expenditures	\$25,131,400	\$18,647,691	\$43,779,091
Net Increase/Decrease in Fund Balance	\$ (12,419)	\$ (709,497)	\$ (721,916)



Components of the Fund Balance

Description	2024-25
Combined Beginning Fund Balance	\$ 6,887,369
Plus: Net Change	\$ (1,777,656)
Combined Ending Fund Balance	\$ 5,109,713
Minus: Non-Spendable	\$ 7,500
Minus: Restricted	\$ 495,076
Minus: Reserve for Economic Uncertainties (3%)	\$ 1,355,106
Minus: Committed (6% Reserve)	\$ 2,710,212
Minus: Assigned	\$ 541,818
Unassigned:	\$ -



Other Funds - Separate From General Fund

Projected 2024-25 Ending Fund Balances	
13 - Cafeteria Fund	\$661,791
14 - Deferred Maintenance	\$0
21 - Building Fund (Measure E and I)	\$1,170,773
25 - Capital Facilities (Developer Fees)	\$818,696
40 - Special Reserve (Capital Outlay)	\$3,087,723
51 - Bond Interest and Redemption (Debt Services)	\$4,993,195
63 - Other Enterprise Fund (BASC)	\$299,750
71 - Retiree Benefit Fund (OPEB Trust)	\$1,632,454



Multi-Year Projections (MYP)



Multi-Year Projection Assumptions

Major Assumptions	2024-25	2025-26	2026-27
Enrollment	2,588 (+34)	2,628 (+40)	2,631 (+3)
Cost of Living Adjustment (COLA) for LCFF per pupil funding	1.07%	2.93%	3.08%
Consumer Price Index	2.83%	2.70%	2.72%
CalSTRS Employer Rate	19.10%	19.10%	19.10%
CalPERS Employer Rate	27.05%	27.60%	28.00%



Multi-Year Projection Assumptions-cont.

- Significant enrollment growth in TK in 2025-26, and then slows down in 2026-27
- 2023-24 P2 Average Daily Attendance Percentage 96.5% to continue
- No revenue increases other than LCFF funds
- Step and Column increase of 1.5%
- Costs transferred from restricted funds to unrestricted funds in 2025-26 and 2026-27
 - 0.67 FTE Intervention TOSA costs
 - 3.00 FTE Wellness Counselor costs
 - TIP mentor stipends, TIP program costs, CAPS registration & substitute costs, and Child Abuse Prevention Program costs
- Salaries and benefits are reduced by 2.2 Certificated FTE and 1.13 Classified FTE in FY25-26



Multi Year Projections – Before Reductions

Description	2024-25	2025-26	2026-27
Net Beginning Fund Balance	\$6,887,369	\$5,109,713	\$4,187,898
REVENUES	\$43,392,531	\$44,882,395	\$45,820,244
EXPENDITURES	\$45,170,187	\$45,804,210	\$46,328,908
Net Increase (Decrease) in Fund Balance	(\$1,777,656)	(\$921,815)	(\$508,664)
Ending Fund Balance, June 30	\$5,109,713	\$4,187,898	\$3,679,233
Nonspendable / Restricted	\$502,576	\$324,621	\$195,338
Committed / Reserve (6% + 3%)	\$4,065,318	\$4,122,380	\$4,169,603
Assigned	\$541,818	\$142,396	\$89,917
Shortage	-	(401,500)	(775,625)
Fund Balance to Expenditure	11.3%	9.1%	7.9%



Multi Year Projections - After Reductions

Description	2024-25	2025-26	2026-27
Net Beginning Fund Balance	\$6,887,369	\$5,109,713	\$4,556,246
REVENUES	\$43,392,531	\$44,882,395	\$45,820,244
EXPENDITURES	\$45,170,187	\$45,435,862	\$45,955,260
Net Increase (Decrease) in Fund Balance	(\$1,777,656)	(\$553,467)	(\$135,016)
Ending Fund Balance, June 30	\$5,109,713	\$4,556,246	\$4,421,229
Nonspendable / Restricted	\$502,576	\$324,621	\$195,338
Committed / Reserve (6% + 3%)	\$4,065,318	\$4,089,228	\$4,135,974
Assigned	\$541,818	\$142,396	\$89,917
Fund Balance to Expenditure	11.3%	10.0%	9.6%



Orinda USD Proposed Budget Summary

- Cost of Living Adjustment (COLA) for 24-25 is currently estimated at 1.07%, which is less likely to change
- Average Daily Attendance (ADA) improved in 2023-24 (96.5%), that is almost back to historical level (96.9%)
- Current 1.07% COLA in 65% of the revenues does not cover increases in Step/Column (1.5%), CalPERS (0.37%), Health & Welfare (12%), and CPI (3.1%)
- One-Time grants are expiring in 24-25 and 25-26, and costs will be transferred to General Fund
- Increasing Special Education costs
- Increasing facility repair costs



Next Step...

Budget Adoption: June 10, 2024

State Enacted Budget: July 1, 2024

45-Day Budget Revision (?): with significant changes (+/- \$4M in revision)

