

# FIRST INTERIM 2023-2024

ERIN POWER  
ASSISTANT SUPERINTENDENT,  
BUSINESS SERVICES

DECEMBER 14, 2023



**RUSD**

RIVERSIDE UNIFIED  
SCHOOL DISTRICT



# FIRST INTERIM 2023/2024

- July 1, 2023 through October 31, 2023
- Positive certification = Able to meet financial obligations



2023-24 BOARD  
**PRIORITIES**

# MULTI-YEAR ASSUMPTIONS

	2023/2024 First Interim	2024/2025 Projected	2025/2026 Projected
Cost of Living Adjustment (COLA)	8.22%	3.94%	3.29%
District Enrollment	38,906	38,364	38,441
Average Daily Attendance (ADA) %	93.44%	93.44%	93.44%
Funded Average Daily Attendance (ADA)	37,756	36,855	36,214
Unduplicated Pupil % (Single Yr)**	74.35%	74.35%	74.35%
Unduplicated Pupil % (3-Yr Rolling)**	74.71%	74.35%	74.35%
State Teachers' Retirement (STRS)	19.10%	19.10%	19.10%
Public Employees' Retirement (PERS)	26.68%	27.70%	28.30%

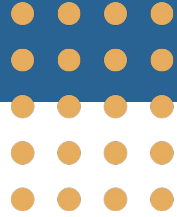


\* Local Control Funding Formula

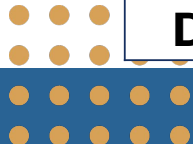
\*\*Percentage of students who are low-income, English learners or foster youth, with each student counted only once



# ASSUMPTION CHANGES



	2023/2024	2024/2025	2025/2026
<b>Enrollment</b>			
Budget	39,217	38,821	38,607
1st Interim	<u>38,906</u>	<u>38,364</u>	<u>38,441</u>
Difference	<b>(311)</b>	<b>(457)</b>	<b>(166)</b>
<b>ADA</b>			
Budget	92.41%	92.41%	92.41%
1st Interim	<u>93.44%</u>	<u>93.44%</u>	<u>93.44%</u>
Difference	<b>1.03%</b>	<b>1.03%</b>	<b>1.03%</b>
<b>Funded ADA</b>			
Budget	37,765	36,829	36,198
1st Interim	<u>37,756</u>	<u>36,855</u>	<u>36,214</u>
Difference	<b>(9)</b>	<b>26</b>	<b>16</b>



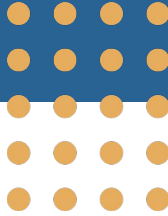
# MAJOR CHANGES - UNRESTRICTED GEN FUND

## REVENUES

- LCFF Base Adjustment (-\$139K)
- Unrestricted Lottery True-Up (+\$260K)
- RCOE Refund (+570K)
- STRS Refund (+\$1.25M)

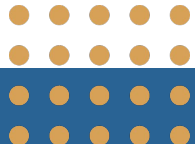


# UNRESTRICTED REVENUES



	Adopted Budget	First Interim
LCFF Sources*	\$543,552,166	\$543,413,132
Federal Revenue	320,481	320,481
State Revenue	16,762,739	17,023,348
Local Revenue	5,223,305	7,071,448
<b>Total</b>	<b>\$565,858,691</b>	<b>\$567,828,409</b>

\*Local Control Funding Formula



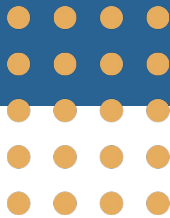
# MAJOR CHANGES - UNRESTRICTED GEN FUND

## EXPENDITURES

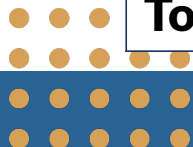
- 5% On Schedule Settlement (+\$12M)
- Health & Welfare Cap Increase (+\$2M)
- STRS & PERS (-\$10M)
- Carryover (+\$3M)
- Furniture Replacement (+\$5M)
- Safety & Security (+\$650K)



# UNRESTRICTED EXPENDITURES



	Adopted Budget	First Interim
Certificated Salaries	\$211,270,229	\$219,158,354
Classified Salaries	64,112,852	66,255,206
Benefits	99,595,792	89,512,181
Books & Supplies	30,648,914	41,972,833
Services	60,629,394	64,459,532
Capital Outlay	15,939,487	15,575,366
Other Outgo	177,652	177,652
Support Costs / Indirect	(8,944,325)	(12,402,922)
Contributions	80,187,076	81,179,842
<b>Total</b>	<b>\$553,617,071</b>	<b>565,888,042</b>





# MAJOR CHANGES - RESTRICTED GEN FUND

## REVENUES

- Carryover (+\$18.9M)
- Award Adjustments (+\$3.6M)
- Prop 28 Arts and Music in Schools Grant (+\$6.7M)



# RESTRICTED REVENUES

	Adopted Budget	First Interim
LCFF Sources	-	-
Federal Revenue	\$67,396,126	\$84,957,329
State Revenue	96,110,873	107,995,126
Local Revenue	10,746,620	10,860,793
<b>Total</b>	<b>\$174,253,619</b>	<b>\$203,813,247</b>

# MAJOR CHANGES - RESTRICTED GEN FUND

## EXPENDITURES

- Carryover (+\$18M)
- Routine Restricted Maintenance (+\$10M)
- Expanded Learning Opportunities Program (+\$19M)
- STRS & PERS (+\$10M)



# RESTRICTED EXPENDITURES

	Adopted Budget	First Interim
Certificated Salaries	\$73,420,160	\$69,765,959
Classified Salaries	40,538,055	41,949,073
Benefits	83,084,932	93,338,837
Books & Supplies	18,623,027	39,917,669
Services	25,230,131	38,967,930
Capital Outlay	27,047,756	36,132,175
Other Outgo	-	392,588
Support Costs / Indirect	7,777,373	11,057,818
Contributions	(80,187,076)	(81,179,842)
<b>Total</b>	<b>\$195,534,358</b>	<b>\$250,342,207</b>

# COVID RESPONSE FUNDS SUMMARY

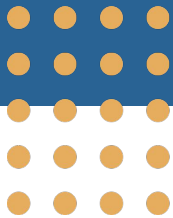
	Spending Deadline	Total Allocation	Previously Spent	Budgeted 2023/2024
ESSER II	9/30/2023	\$32.6	\$32.6	\$-
ESSER III	9/30/2024	73.2	32.4	40.8
ELO Grant	9/30/2024	23.9	12.4	11.5
ELO Grant (ESSER II & GEER II)	9/30/2023	5.3	5.3	-
In-Person Instruction Grant	9/30/2024	15.7	15.0	0.7
	<b>Total</b>	<b>\$150.7</b>	<b>\$97.7</b>	<b>\$53.0</b>

\* Elementary and Secondary School Emergency Relief

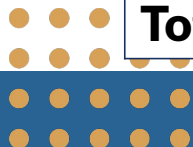
\*\* Expanded Learning Opportunities

Dollars in Millions

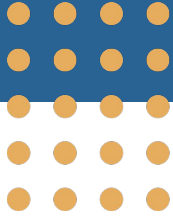
# GENERAL FUND SUMMARY



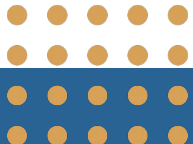
Beginning Balance	\$317,449,824
Revenue	771,641,656
Expenditures	(816,230,249)
<b>Ending Balance</b>	<b>\$272,861,231</b>
Non-Spendable	\$216,994
Restricted	107,414,428
Committed	101,948,582
Assigned	30,632,018
Reserve for Economic Uncertainty (Required 4%)	32,649,210
<b>Total</b>	<b>\$272,861,231</b>



# GENERAL FUND SUMMARY



	<b>Adopted Budget</b>	<b>First Interim</b>
<b>Non-Spendable</b>	<b>\$365,000</b>	<b>\$216,994</b>
Revolving Cash	150,000	150,000
Inventory Stores	215,000	66,994



# GENERAL FUND SUMMARY

	Adopted Budget	First Interim
<b>Restricted</b>	<b>\$109,796,384</b>	<b>\$107,414,428</b>
A-G Completion Grant	1,696,497	1,690,785
Child Nutrition Food Service Staff Training Funds	166,350	-
Classified Professional Dev Block Grant	251,087	249,961
Educator's Effectiveness Block Grant	5,740,330	4,049,802
Ethnic Studies Local Plan	337,732	337,732
Expanded Learning Opportunities Program (ELOP)	26,065,557	7,551,196
Expanded Learning Opportunities (ELO) Grant	911,717	-
Expanded Learning Opportunities (ELO) Grant Paraprofessionals	479,466	-
<b>Continued on next slide</b>		



# GENERAL FUND SUMMARY

	Adopted Budget	First Interim
<b>Restricted (continued)</b>		
Learning Recovery Emergency Block Grant	\$33,385,668	\$44,559,336
Medi-Cal Billing Option	2,557,002	2,401,299
Redevelopment	16,857,483	26,057,730
Routine Restricted Maintenance	9,942,747	1,856,375
Restricted Lottery	-	1,400,750
Dual Enrollment Opportunities	-	450,000
Arts and Music in Schools (AMS) Prop 28	-	6,711,375
Special Education	10,546,675	9,157,581
Shortage of Special Ed Teachers Local Solutions	165,674	190,511
Various	692,399	749,996

# GENERAL FUND SUMMARY

	Adopted Budget	First Interim
<b>Committed</b>	<b>\$128,328,983</b>	<b>\$101,948,582</b>
Contact Tracing Nurses	750,000	350,000
Declining Enrollment & ADA Revenue Loss Mitigation	68,872,933	58,397,596
Deferred Maintenance	2,757,818	-
School Site & Department Carryover	5,813,583	-
Electric Vehicle & Infrastructure Mandate	900,000	900,000
Employee Compensation & Benefit Liabilities	23,335,542	24,137,654
Facilities Planning	250,000	250,000
Facilities Enhancement/New Principals	83,865	-
<b>Continued on next slide</b>		

# GENERAL FUND SUMMARY

	Adopted Budget	First Interim
<b>Committed (continued)</b>		
Furniture, Fixtures & Equipment	\$5,000,000	\$ -
Historical Archives	400,000	300,000
Medi-Cal Admin Activities (MAA)	2,255,949	2,666,139
Shade Structures	15,000,000	10,003,333
Technology Infrastructure	585,363	1,468,740
Textbook Adoptions	1,486,756	3,286,631
Unclaimed Property	157,931	188,487
Waste Management/Recycling	679,243	-

# OTHER FUNDS

	Beginning Balance	Revenue/ Sources	Expenditures/ Uses	Ending Balance
Associated Student Bodies (ASB)	\$2,380,827	\$2,563,496	\$2,410,284	\$2,534,039
Adult Education	1,024,542	4,101,793	4,574,712	551,623
Child Development (State Preschool)	150,662	6,500,924	6,634,951	16,636
Cafeteria	31,999,608	33,541,113	34,034,416	31,506,305
Building (Measure O)	98,436,202	2,698,632	69,368,077	31,766,756
Capital Facilities (Developer Fees)	7,535,325	2,730,854	2,341,333	7,924,845
Capital Projects (CFDs & State Funds)	26,065,685	23,469,766	13,710,118	35,825,333
Debt Service	710,645	1,578,805	1,572,655	716,795
Self-Insurance	20,034,791	51,757,049	58,128,426	13,663,414
Retiree Benefit Fund Irrevocable Trust	25,034,428	5,600,000	145,000	30,489,428
Foundation Trust	255,495	-	-	255,495
<b>Total</b>	<b>\$213,628,210</b>	<b>\$134,542,432</b>	<b>\$192,919,972</b>	<b>\$155,250,670</b>

# FINANCIAL LANDSCAPE

## At the State Level

- Delayed tax payments indicate weaker revenue picture
- Likely to face budget deficits

## Cost of Living Adjustment (COLA)

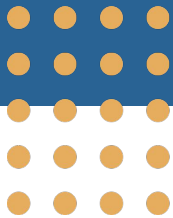
- LAO projects approximately 1.27% for 24/25
- Final statutory COLA to be known in April 2024
- Possible augmentations beyond the statutory COLA

## What it means for RUSD

- Slowing growth of Proposition 98 guarantee
- Decrease of projected revenues

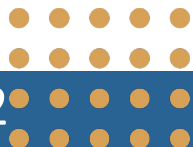


# MULTI-YEAR PROJECTIONS



<b>Total</b>	<b>2023/2024 Adopted Budget</b>	<b>2023/2024 First Interim</b>	<b>2024/2025</b>	<b>2025/2026</b>
Beginning Fund Balance	\$277.5	\$317.4	\$272.9	\$238.7
Revenue	740.1	771.6	715.1	723.8
Expenditures	(749.2)	(816.2)	(749.3)	(749.5)
<b>Ending Fund Balance</b>	<b>\$268.5</b>	<b>\$272.9</b>	<b>\$238.7</b>	<b>\$213.0</b>

Dollars in Millions



# MULTI-YEAR PROJECTIONS

<b>Restricted</b>	<b>2023/2024 Adopted Budget</b>	<b>2023/2024 First Interim</b>	<b>2024/2025</b>	<b>2025/2026</b>
<b>Beginning Fund Balance</b>	<b>\$131.1</b>	<b>\$153.9</b>	<b>\$107.4</b>	<b>\$81.6</b>
<b>Revenue</b>	<b>174.3</b>	<b>203.8</b>	<b>139.9</b>	<b>139.6</b>
<b>Expenditures</b>	<b>(275.7)</b>	<b>(331.5)</b>	<b>(249.1)</b>	<b>(249.7)</b>
<b>Contributions</b>	<b>80.2</b>	<b>81.2</b>	<b>83.4</b>	<b>85.5</b>
<b>Surplus/(Deficit)</b>	<b>(21.3)</b>	<b>(46.5)</b>	<b>(25.8)</b>	<b>(24.6)</b>
<b>Ending Fund Balance</b>	<b>\$109.7</b>	<b>\$107.4</b>	<b>\$81.6</b>	<b>\$57.0</b>

Dollars in Millions

\*2023/24 First Interim Contribution to Special Education (\$58.7) and Routine Restricted Maintenance (\$22.3)

# MULTI-YEAR PROJECTIONS

<b>Unrestricted</b>	<b>2023/2024 Adopted Budget</b>	<b>2023/2024 First Interim</b>	<b>2024/2025</b>	<b>2025/2026</b>
<b>Beginning Fund Balance</b>	\$146.4	\$163.5	\$165.4	\$157.1
<b>Revenue</b>	565.9	567.8	575.3	584.1
<b>Expenditures</b>	(473.4)	(484.7)	(500.2)	(499.8)
<b>Contributions</b>	(80.2)	(81.2)	(83.4)	(85.5)
<b>Surplus/(Deficit)</b>	12.2	1.9	<b>(8.3)</b>	<b>(1.1)</b>
<b>Ending Fund Balance</b>	<b>\$158.7</b>	<b>\$165.4</b>	<b>\$157.1</b>	<b>\$156.1</b>

Dollars in Millions

\*2023/24 First Interim Contribution to Special Education (\$58.7) and Routine Restricted Maintenance (\$22.3)



# SCENARIO 1

**1.27% COLA in 24/25, 3% COLA in 25/26**

<b>Unrestricted</b>	<b>2023/2024 Adopted Budget</b>	<b>2023/2024 First Interim</b>	<b>2024/2025</b>	<b>2025/2026</b>
<b>Beginning Fund Balance</b>	\$146.4	\$163.5	\$165.4	\$143.0
<b>Revenue</b>	565.9	567.8	561.2	568.3
<b>Expenditures</b>	(473.4)	(484.7)	(500.2)	(499.8)
<b>Contributions</b>	(80.2)	(81.2)	(83.4)	(85.5)
<b>Surplus/(Deficit)</b>	12.2	1.9	<b>(22.4)</b>	<b>(17.0)</b>
<b>Ending Fund Balance</b>	<b>\$158.7</b>	<b>\$165.4</b>	<b>\$143.0</b>	<b>\$126.0</b>

Dollars in Millions

# SCENARIO 2

**.53% COLA in 24/25, 3% COLA in 25/26**

<b>Unrestricted</b>	<b>2023/2024 Adopted Budget</b>	<b>2023/2024 First Interim</b>	<b>2024/2025</b>	<b>2025/2026</b>
<b>Beginning Fund Balance</b>	\$146.4	\$163.5	\$165.4	\$139.1
<b>Revenue</b>	565.9	567.8	557.3	564.4
<b>Expenditures</b>	(473.4)	(484.7)	(500.2)	(499.8)
<b>Contributions</b>	(80.2)	(81.2)	(83.4)	(85.5)
<b>Surplus/(Deficit)</b>	12.2	1.9	<b>(26.3)</b>	<b>(20.9)</b>
<b>Ending Fund Balance</b>	<b>\$158.7</b>	<b>\$165.4</b>	<b>\$139.1</b>	<b>\$118.2</b>

Dollars in Millions

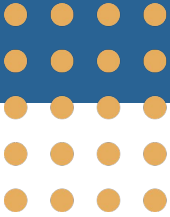
# SCENARIO 3

**1.27% COLA in 24/25, 0% COLA in 25/26**

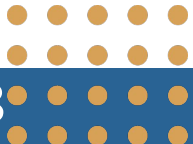
<b>Unrestricted</b>	<b>2023/2024 Adopted Budget</b>	<b>2023/2024 First Interim</b>	<b>2024/2025</b>	<b>2025/2026</b>
<b>Beginning Fund Balance</b>	\$146.4	\$163.5	\$165.4	\$143.0
<b>Revenue</b>	565.9	567.8	561.2	552.6
<b>Expenditures</b>	(473.4)	(484.7)	(500.2)	(499.8)
<b>Contributions</b>	(80.2)	(81.2)	(83.4)	(85.5)
<b>Surplus/(Deficit)</b>	12.2	1.9	<b>(22.4)</b>	<b>(32.7)</b>
<b>Ending Fund Balance</b>	\$158.7	\$165.4	\$143.0	\$110.3

Dollars in Millions

# NEXT STEPS/CONSIDERATIONS



- **Governor's January Budget and May Revision**
- **Finalized COLA**
- **Finalized Enrollment & Unduplicated Pupil Percentage**
- **Second Interim Report in March**
- **District Actions**



# PUBLIC COMMENTS



**RUSD** RIVERSIDE UNIFIED  
SCHOOL DISTRICT