

# SECOND INTERIM 2023-24

## MARCH 2024

### UNLIMITED YOU

ANAHEIM UNION HIGH SCHOOL DISTRICT



# CONTRIBUTORS

**Nancy C. Nien, Ph.D., Assistant Superintendent of Business**

**Karen Orr, Executive Director of Fiscal Services**

**Joe Carmona, Controller**

**Breanna Crowe, Budget Manager**

# BUDGET FORECAST

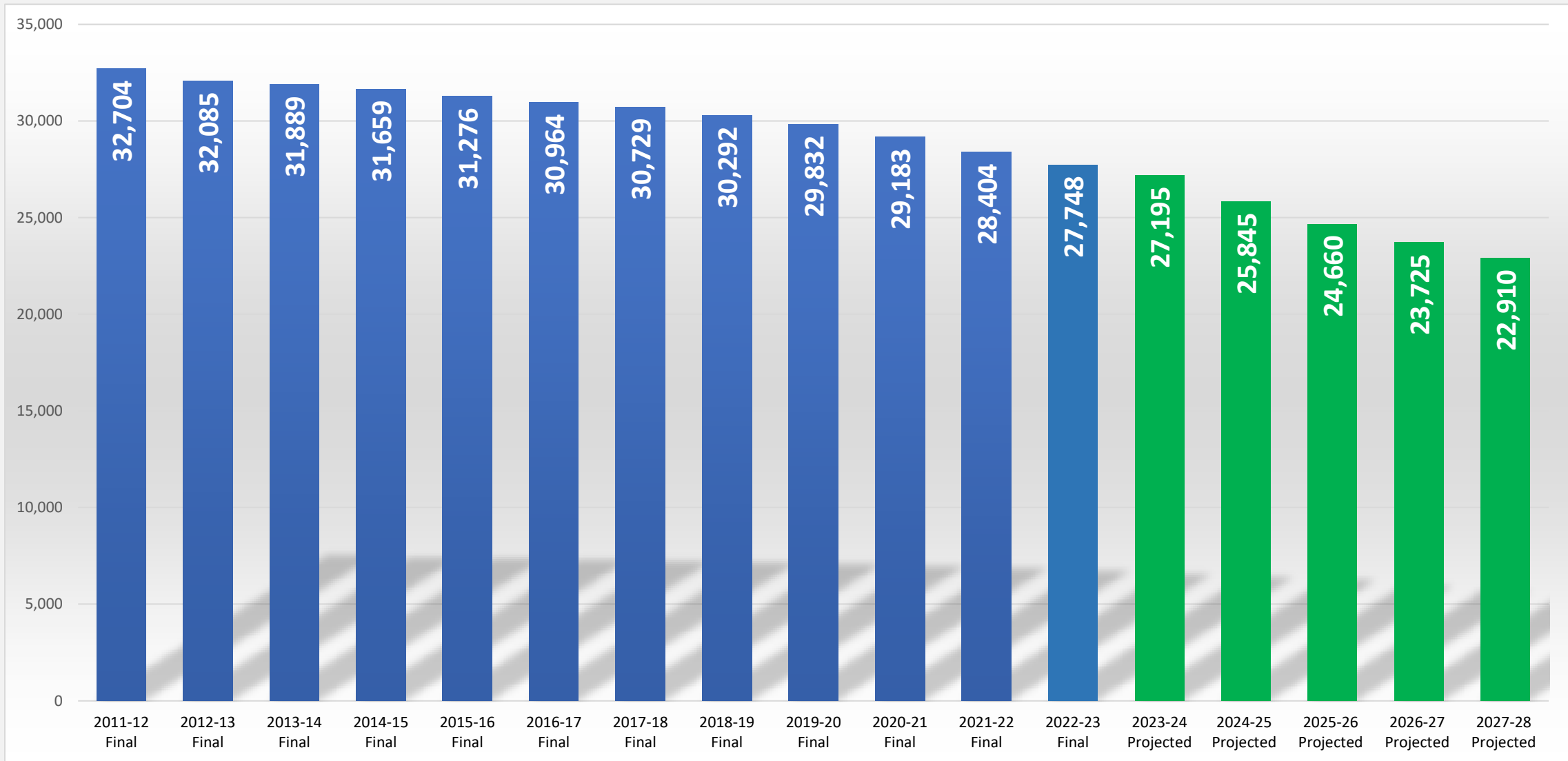
- Legislative Analyst's Office (LAO) forecasted a \$58 billion deficit at the Governor's budget proposal in January 2024
- On February 20, 2024, LAO released revenue collections data reflect even further weakness to those estimates by another \$15 billion
  - This would expand the \$58 billion estimated deficit to \$73 billion under LAO's updated revenue forecast
- There is a possibility of 0% COLA
- During the height of the COVID-19 recession when the state faced a \$54 billion budget problem, districts received no COLA for the 2020-21 fiscal year

# PROJECTIONS FOR LCFF BASE

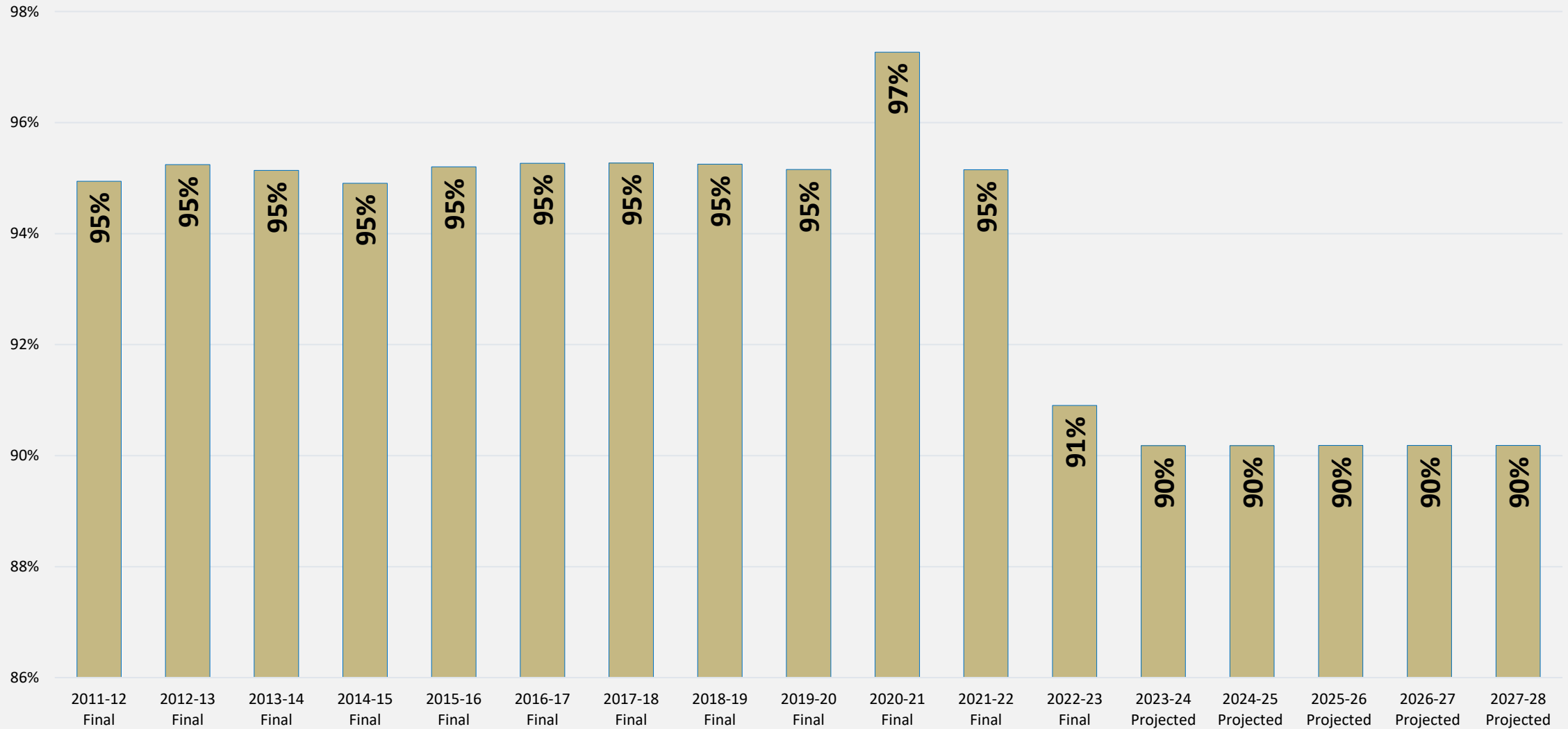
	2024-25
<b>Adopted Budget (3.54% COLA 2024-25)</b>	\$419,760,296
<b>LCFF (First Interim) (3.94% COLA 2024-25)</b>	\$420,957,796
<b>LCFF (Second Interim) (0.76% COLA 2024-25)</b>	\$410,182,751
<b>LCFF (Projections Based on 0% COLA in 2024-25)</b>	\$407,971,296
<b>Difference Between Adopted and Second Interim</b>	<b>-\$11,789,000</b>

# AUHSD KEY INDICATORS

# ENROLLMENT PROJECTIONS

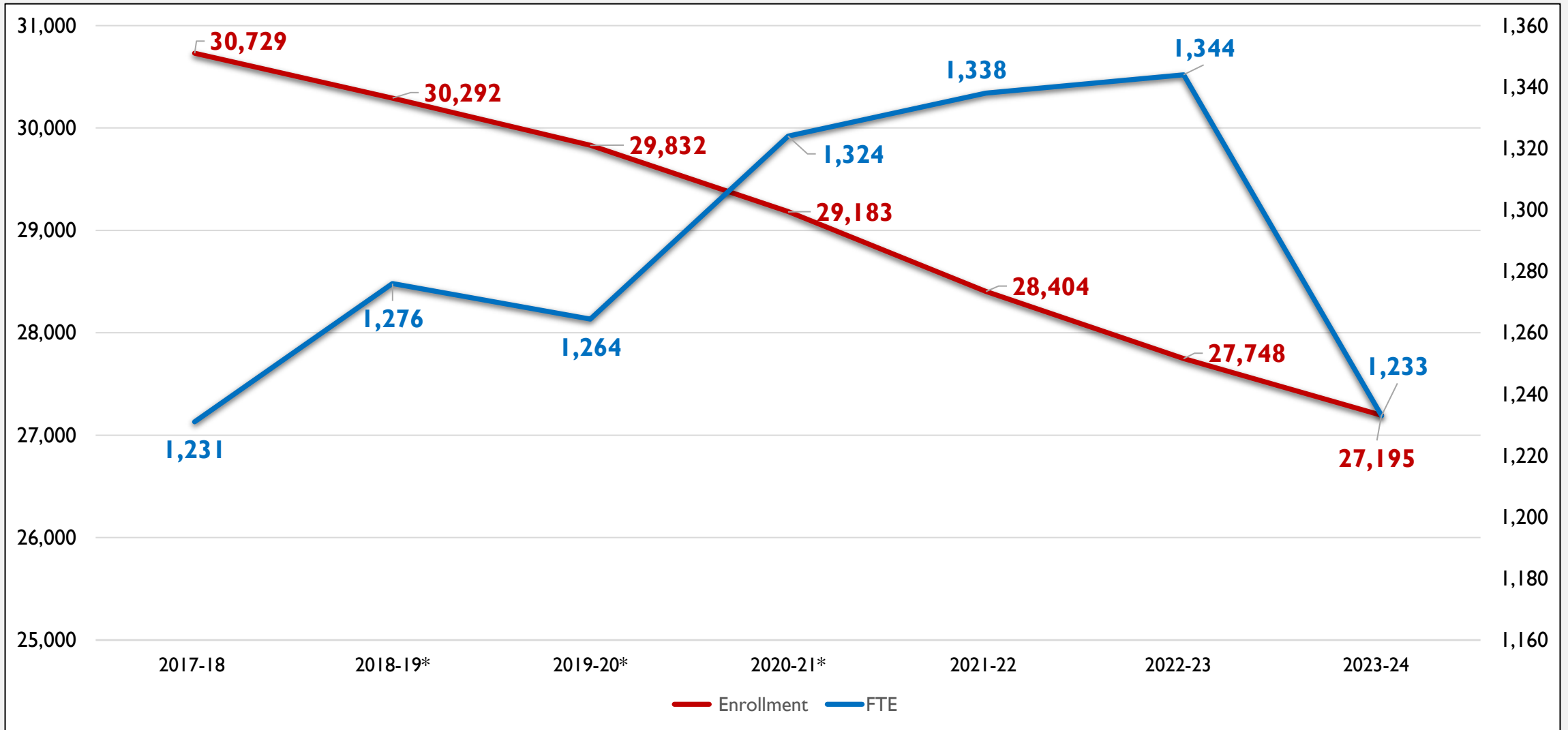


# ATTENDANCE RATES AND PROJECTIONS

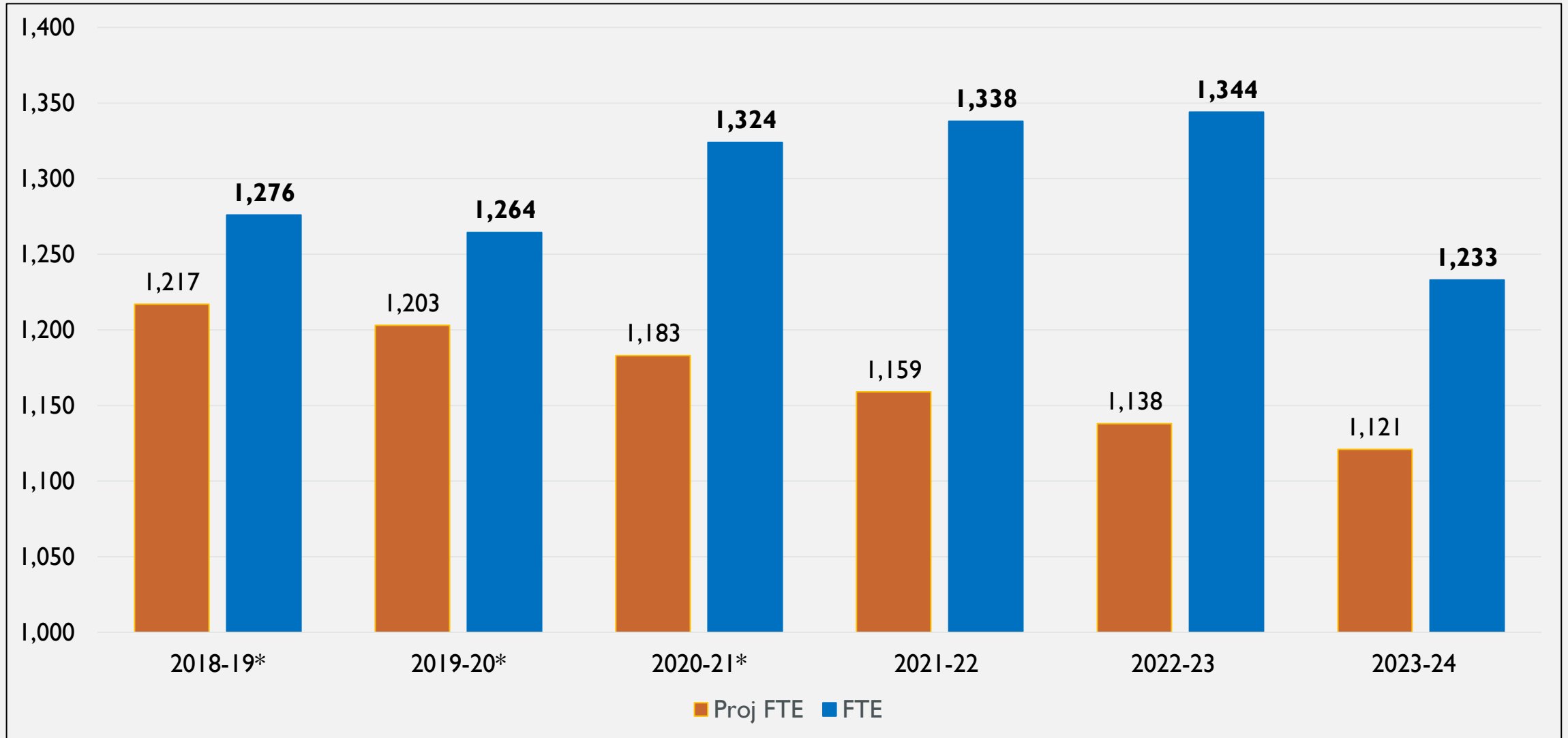


\*Note: 2020-2021 ADA was hold harmless and used 2019-2020 ADA

# ENROLLMENT AND CERTIFICATED TEACHERS

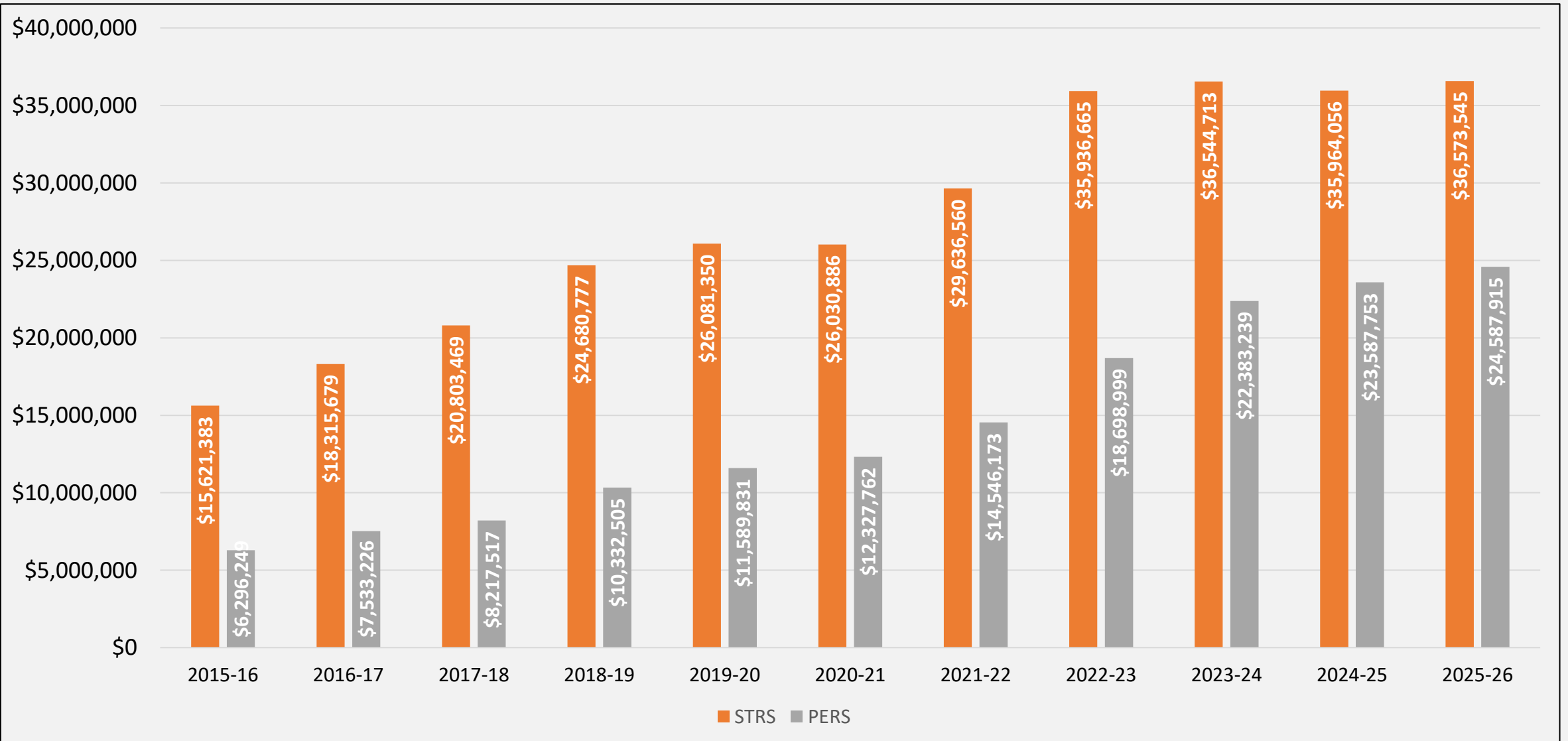


# CERTIFICATED TEACHERS FTE: PROJECTED VS. ACTUAL

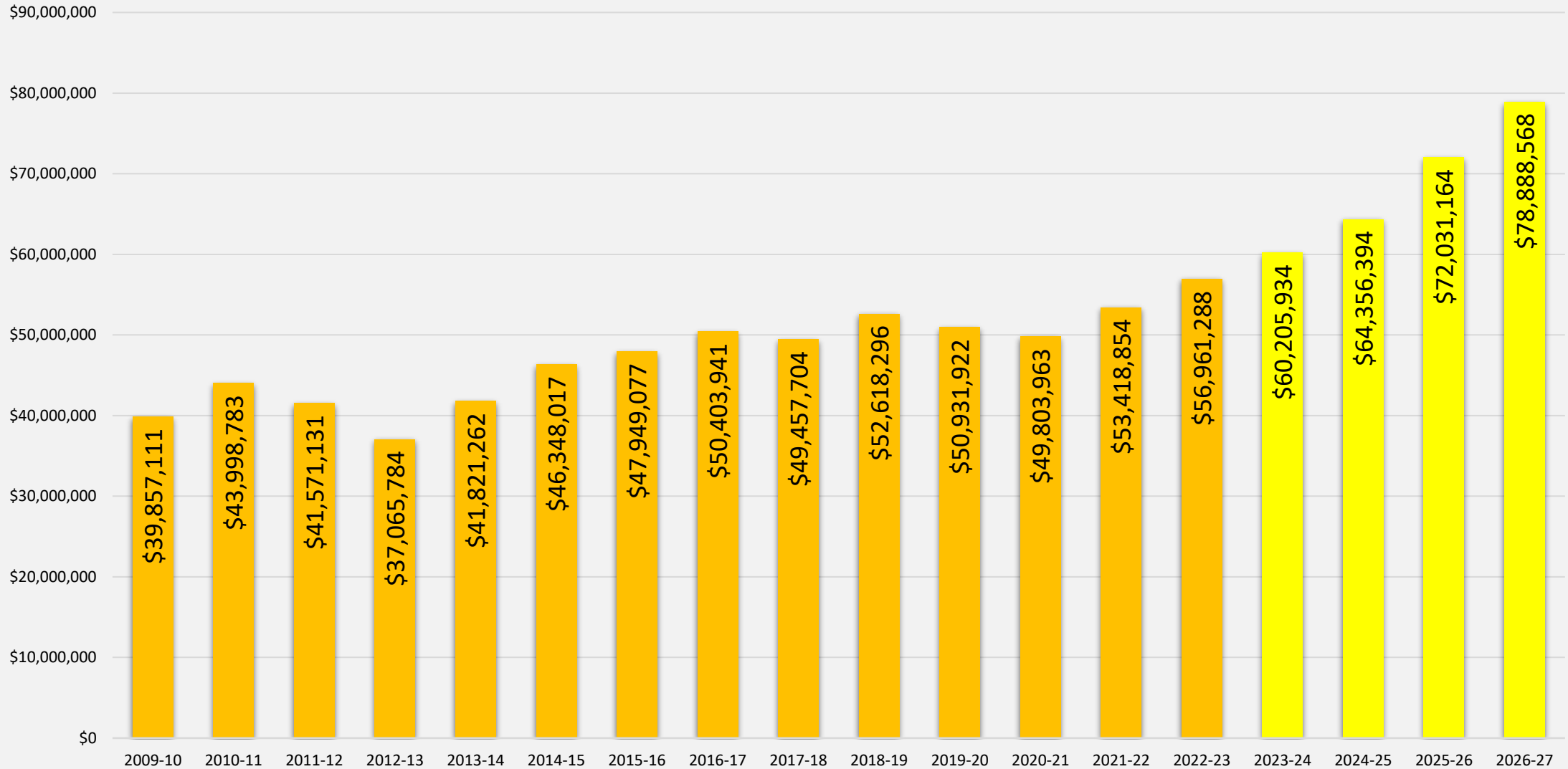


\*2018-2021 was a three-year contract for student load

# STRS/PERS DISTRICT CONTRIBUTION



# HEALTH AND WELFARE (ACTUALS AND PROJECTED)



# SECOND INTERIM BUDGET ASSUMPTIONS & MULTI-YEAR PROJECTIONS

# BUDGET ASSUMPTIONS

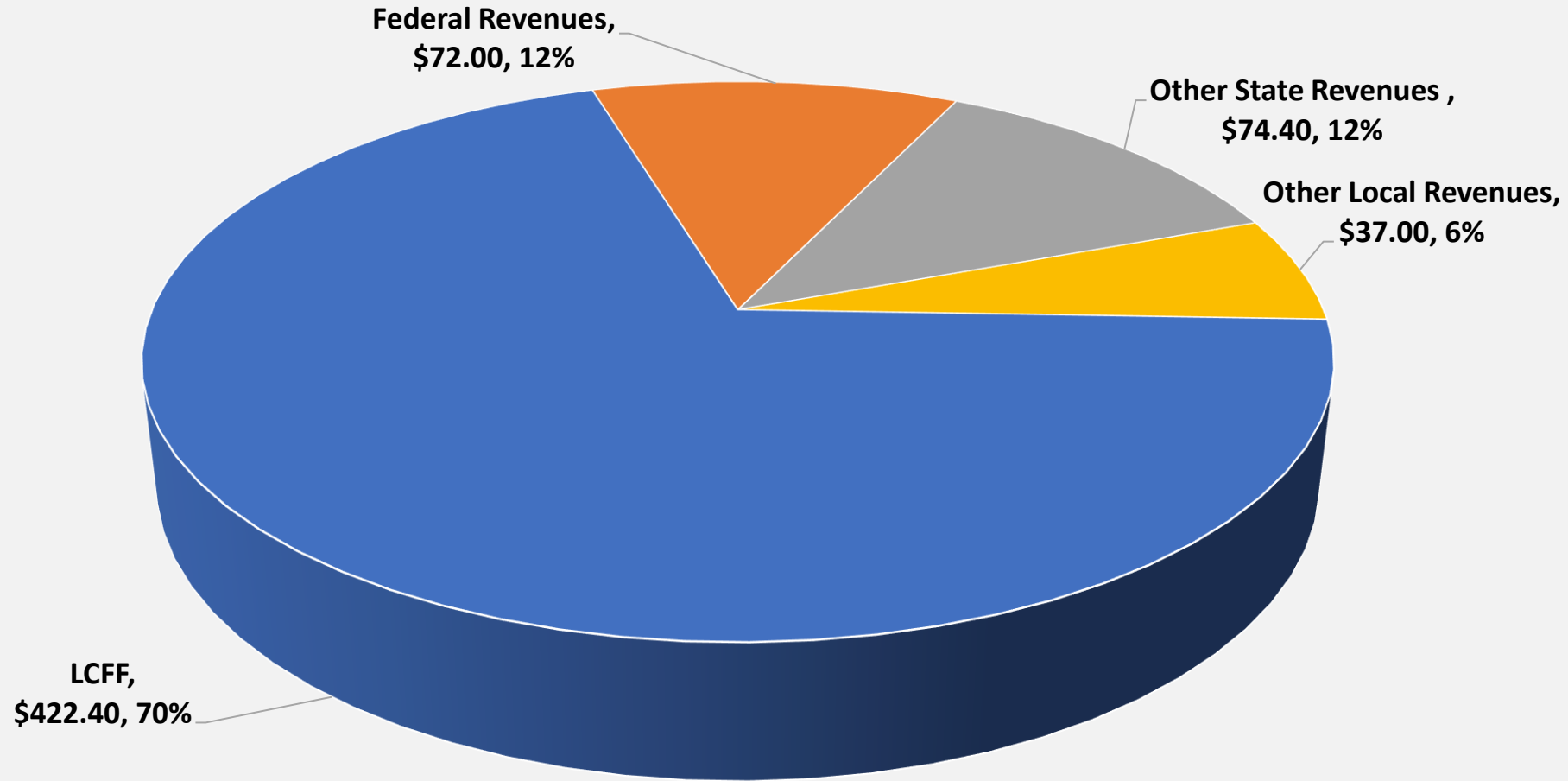
<b>FISCAL YEAR</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>2026-27</b>
<b>LCFF COLA</b>	8.22%	0.76%	2.73%	3.11%
<b>Special Education COLA</b>	8.22%	0.76%	2.73%	3.11%
<b>STRS Employer Contribution Rate</b>	19.10%	19.10%	19.10%	19.10%
<b>PERS Employer Contribution Rate</b>	26.68%	27.80%	28.5%	28.9%
<b>Unemployment Insurance Rate</b>	0.05%	0.05%	0.05%	0.05%
<b>Workers' Compensation Rate</b>	2.4636%	2.4636%	2.4636%	2.4636%
<b>Interest Rate</b>	4.16%	3.68%	3.50%	3.60%

# BUDGET ASSUMPTIONS

<b>FISCAL YEAR</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>2026-27</b>
<b>Enrollment</b>	27,195	25,845	24,660	23,725
<b>Declining Enrollment</b>	-553	-1,350	-1,185	-935
<b>Projected P-2 ADA</b>	24,524	23,307	22,239	21,396
<b>Funding ADA</b>	26,866	25,589	24,362	23,357

# 2023-24 SECOND INTERIM GENERAL FUND

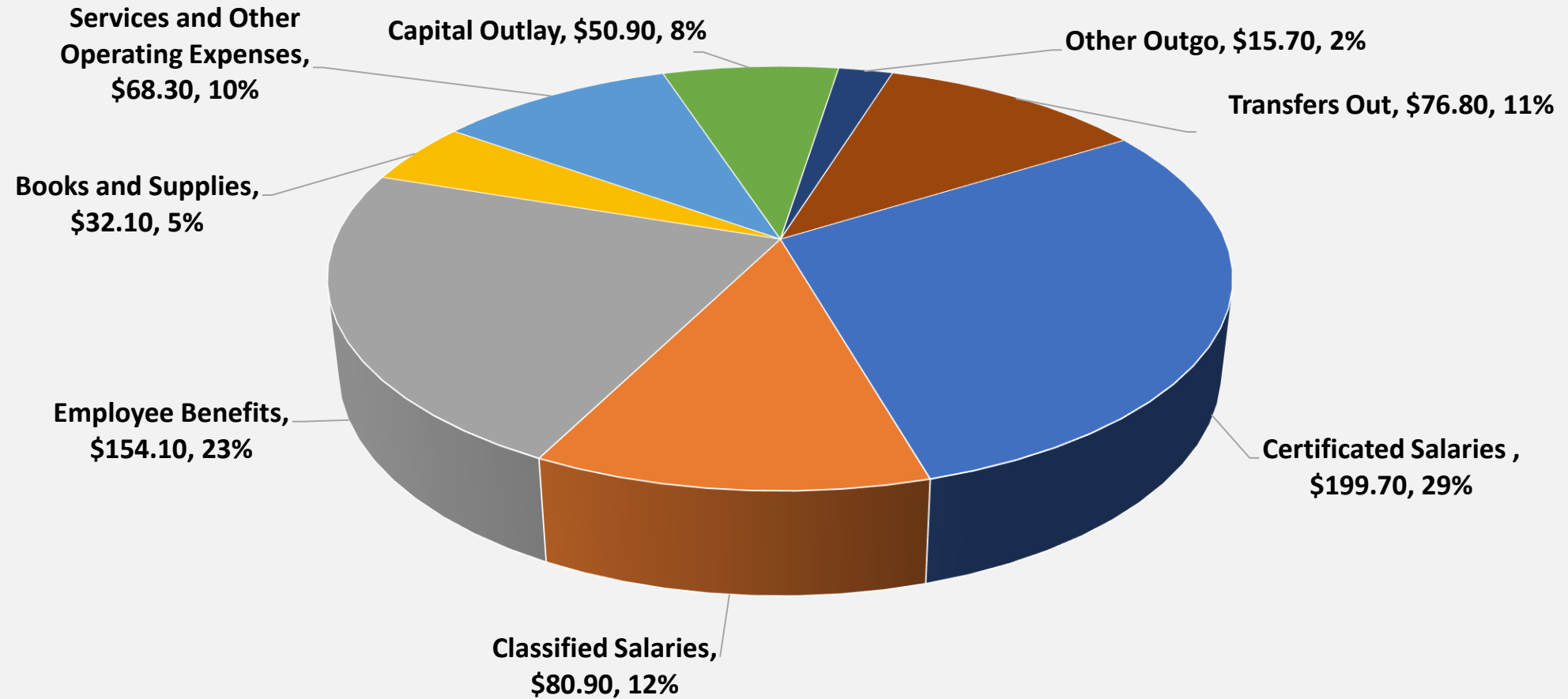
UNRESTRICTED & RESTRICTED REVENUE: \$605.8 MILLION (AMOUNTS SHOWN IN MILLIONS)



■ LCFF   ■ Federal Revenues   ■ Other State Revenues   ■ Other Local Revenues

# 2023-24 SECOND INTERIM GENERAL FUND

UNRESTRICTED & RESTRICTED EXPENDITURES WITH TRANSFERS OUT: \$678.5 MILLION  
(AMOUNTS SHOWN IN MILLIONS)



■ Certificated Salaries  
■ Books and Supplies

■ Classified Salaries  
■ Services and Other Operating Expenses

■ Employee Benefits  
■ Capital Outlay

# MULTI-YEAR PROJECTIONS

	Second Interim Report	Projected 2024-25	Projected 2025-26	Projected 2026-27
Beginning Fund Balance	\$ 283,601,641	\$ 210,827,060	\$ 189,532,821	\$ 150,935,374
Audit Adjustment				
Fund Balance	\$ 283,601,641	\$ 210,827,060	\$ 189,532,821	\$ 150,935,374
Annual Revenues (includes other financial sources)	\$ 605,809,555	\$ 526,456,588	\$ 516,879,228	\$ 514,278,532
Annual Expenditures (includes other financing)	\$ 678,584,136	\$ 547,750,827	\$ 555,476,675	\$ 571,874,798
Change in Fund Balance	\$ (72,774,581)	\$ (21,294,239)	\$ (38,597,447)	\$ (57,596,266)
Projected Ending Fund Balance	\$ 210,827,060	\$ 189,532,821	\$ 150,935,374	\$ 93,339,108
I. Unavailable Reserves:				
1) Non Spendable				
a. Revolving Cash	\$ 155,000	\$ 155,000	\$ 155,000	\$ 155,000
b. Inventory	\$ 550,000	\$ 550,000	\$ 550,000	\$ 550,000
c. Prepaid Expenses	\$ -	\$ -	\$ -	\$ -
2) Restricted Balances	\$ 86,933,972	\$ 64,606,886	\$ 52,676,941	\$ 49,055,847
3) Other Commitments	\$ 89,220,441	\$ 100,046,433	\$ 80,874,768	\$ 80,973,410
4) Assigned	\$ -	\$ -	\$ -	\$ -
II Total Unrestricted Fund Balance	\$ 33,967,647	\$ 24,174,502	\$ 16,678,665	\$ (37,395,149)
1) Reserves for Economic Uncertainty (3%)	\$ 20,357,524	\$ 16,432,664	\$ 16,664,300	\$ 17,156,244
2) Available Reserves:	\$ 20,357,659	\$ 7,741,838	\$ 14,365	\$ (54,551,393)
III Available Reserves (Unrestricted Funds)	6.00%	4.41%	3.00%	-6.54%

# MULTI-YEAR PROJECTIONS – NO STAFFING REDUCTIONS 2024-25

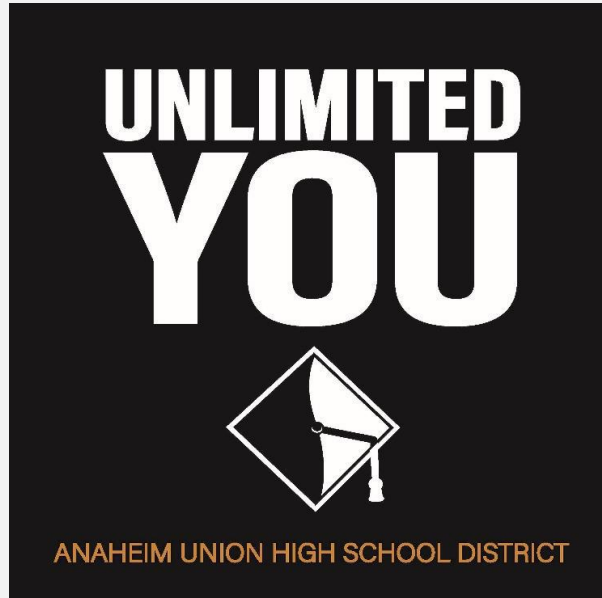
	Second Interim Report	Projected 2024-25	Projected 2025-26	Projected 2026-27
Beginning Fund Balance	\$ 283,601,641	\$ 210,827,060	\$ 178,998,952	\$ 129,567,460
Audit Adjustment				
Fund Balance	\$ 283,601,641	\$ 210,827,060	\$ 178,998,952	\$ 129,567,460
Annual Revenues (includes other financial sources)	\$ 605,809,555	\$ 526,456,588	\$ 516,879,228	\$ 514,278,532
Annual Expenditures (includes other financing)	\$ 678,584,136	\$ 558,284,696	\$ 566,310,720	\$ 583,026,741
Change in Fund Balance	\$ (72,774,581)	\$ (31,828,108)	\$ (49,431,492)	\$ (68,748,209)
Projected Ending Fund Balance	\$ 210,827,060	\$ 178,998,952	\$ 129,567,460	\$ 60,819,251
I. Unavailable Reserves:				
1) Non Spendable				
a. Revolving Cash	\$ 155,000	\$ 155,000	\$ 155,000	\$ 155,000
b. Inventory	\$ 550,000	\$ 550,000	\$ 550,000	\$ 550,000
c. Prepaid Expenses	\$ -	\$ -	\$ -	\$ -
2) Restricted Balances	\$ 86,933,972	\$ 64,606,886	\$ 52,676,941	\$ 49,055,847
3) Other Commitments	\$ 89,220,441	\$ 100,362,310	\$ 81,108,790	\$ 81,307,968
4) Assigned	\$ -	\$ -	\$ -	\$ -
II Total Unrestricted Fund Balance	\$ 33,967,647	\$ 13,324,756	\$ (4,923,271)	\$ (70,249,564)
1) Reserves for Economic Uncertainty (3%)	\$ 20,357,524	\$ 16,748,541	\$ 16,898,322	\$ 17,490,802
2) Available Reserves:	\$ 20,357,659	\$ (3,423,785)	\$ (21,821,593)	\$ (87,740,366)
III Available Reserves (Unrestricted Funds)	6.00%	2.39%	-0.87%	-12.05%

# 2023-24 COMMITMENTS: \$89,220,441

<b>COMMITMENTS</b>	<b>2023 – 24</b>
Wellness Program	\$120,900
PERS Increase	\$355,847
Benefits for Classified Summer Assistance Program	\$483,370
Reserve for CNG Fueling Station	\$500,000
Reserve for Bus Leasing	\$1,573,204
Technology Set-aside	\$4,800,000
Supplemental/Concentration Carryover	\$9,029,596
Additional 3% Reserve	\$20,357,524
Facilities Projects Escalation	\$22,000,000
Pension Investment	\$30,000,000

# TIMELINES

- March 07, 2024, Board of Trustees need to take formal action to adopt the Second Interim Report with a Positive Certification to OCDE
- May 2024: Governor's May Revise
- June 2024: 2024-25 Adopted Budget



# Questions and Answers