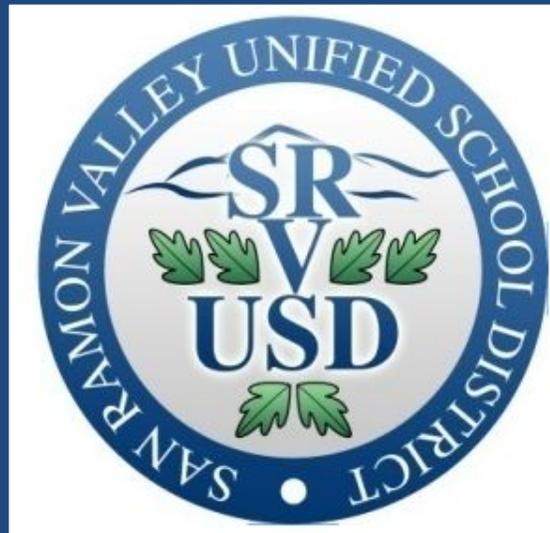


First Interim Report Summary

December 13, 2022



Topics

- ❑ First Interim Overview
- ❑ General Fund Overview
- ❑ One-Time Funding
- ❑ Multi-year Projections
- ❑ Budget Certification

Public Education Budget Timelines

Financial reports in the SACS format must be adopted and submitted to the County Office of Education (COE) at least five times per year:

Report	Period Covered	Due Date
Adopted Budget	New fiscal year	July 1
45 Day Revise*	New fiscal year	August 11
First Interim	July 1 - October 31	December 15
Second Interim	July 1 - January 31	March 15
Estimated Actual	July 1 - June 30	July 1
Unaudited Actual	July 1 - June 30	September 15

*45 Day Revise presented in local format, and is due 45 days after enactment of the State Budget

FIRST INTERIM

First Interim Report

Purpose

- Evaluate District's Financial Position
- First of two required interim reports
- Part of the "checks and balances":

Process

- Board of Education self-certifies the report as either:
 - Will Meet (Positive)
 - Qualified
 - Negative

Result

Board Adoption → County Office of Ed. Certifies → Report to Sacramento

First Interim General Fund Overview

General Fund Item	Adopted	First Interim	Change	% Change
Enrollment	29,274	29,661	387	1.3%
Average Daily Attendance Ratio	96.9%	96.6%	(0.3)	0.0%
Revenue	\$391,282,445	\$458,398,241	\$67,115,796	17.1%
Expenditures	\$396,164,482	\$440,244,548	\$44,080,066	11.1%
Salaries - Certificated	\$163,808,062	\$181,729,284	\$17,921,222	4.5%
Salaries - Classified	\$58,973,953	\$64,325,005	\$5,351,052	9.1%
Benefits	\$114,851,684	\$120,842,063	\$5,990,379	5.2%
Non-Personnel Expenditures	\$58,530,783	\$73,348,196	\$14,817,413	25.3%
Revenue per Student	\$13,336	\$15,454	\$2,118	15.9%

General Fund Overview: Revenue Changes from Adopted Budget

Revenue (in millions)	
Increases to LCFF (COLA, base increase, TK add-on)	\$ 21.84
Increases to Art, Music & Instructional Materials Discretionary Grant	\$ 19.15
Increases to Learning Recovery Emergency Grant	\$ 6.43
Increases to Home to School Transportation Grant	\$ 3.60
Increases to Expanded Learning Opportunity Program	\$ 1.70
COVID relief deferred revenue	\$ 9.78
Site restricted carryover	\$ 4.62
Total Revenue adjustments	\$ 67.12

General Fund Overview: Expenditure Changes from Adopted Budget

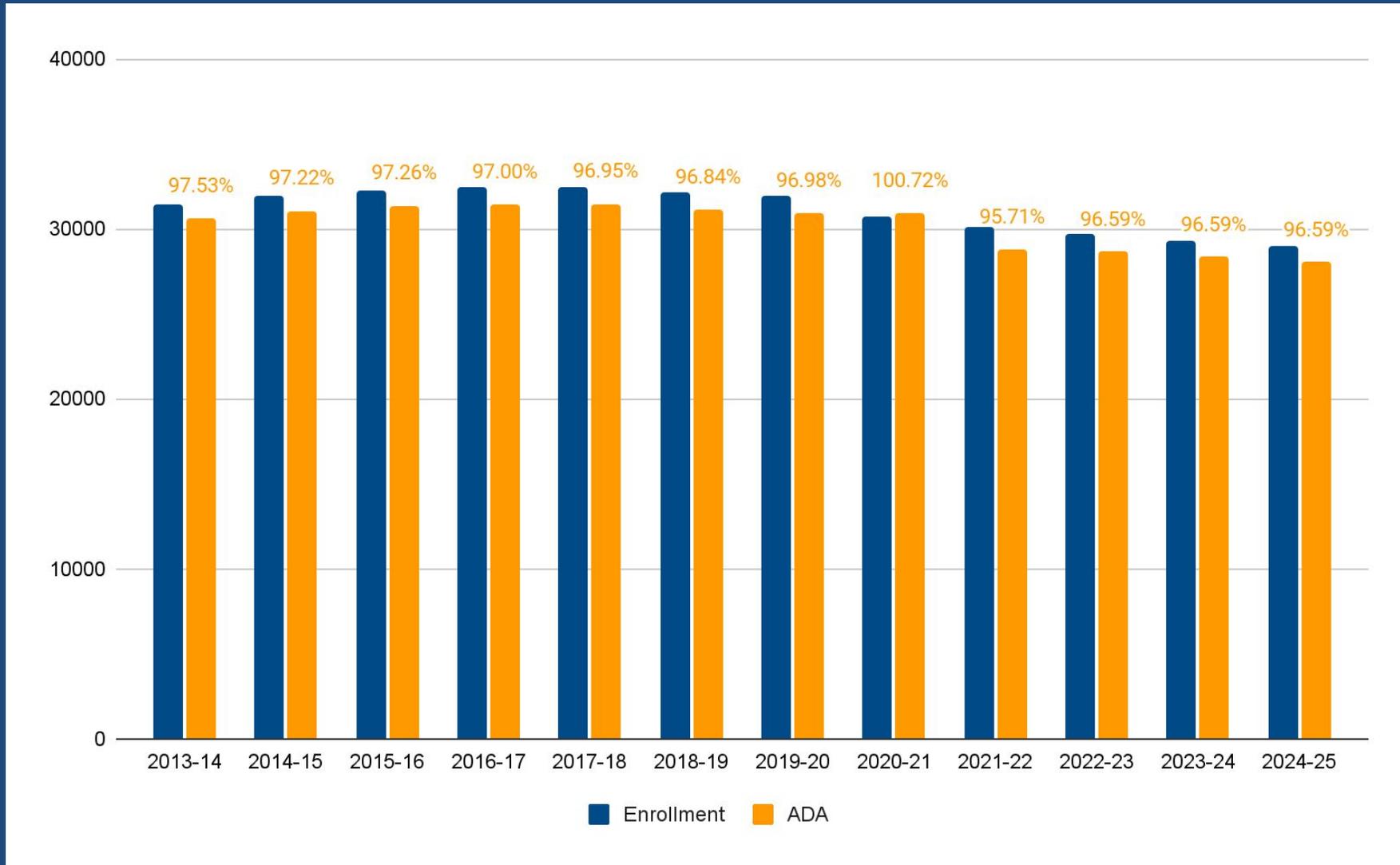
Expenditures (in millions)	
Salary negotiations	\$ 26.05
Adjustments to Federal/State stimulus	\$ 3.00
Special Education budget adjustments	\$ 2.52
Other restricted carryover	\$ 5.10
Site carryover	\$ 4.62
Increase restricted expenditures (ELOP, EEG)	\$ 1.70
Increase in capital outlay	\$ 1.03
Total Expenditure adjustments	\$ 44.08

One Time Funds (Restricted)

Revenue	Adopted	1st Interim	Difference
GEER II	\$ 0	\$ 644,637	\$ 644,637
ESSER II	\$ 0	\$ 2,946,606	\$ 2,946,606
ESSER III	\$ 0	\$ 5,081,126	\$ 5,081,126
Educator Effectiveness Block Grant	\$ 5,499,238	\$ 6,481,329	\$ 982,091
Expanded Learning Opportunity Grant	\$ 2,570,987	\$ 2,964,208	\$ 393,221
In Person Instruction Grant	\$ 7,089,470	\$ 7,813,500	\$ 724,030
Learning Recovery Emergency Block Grant	\$ 0	\$ 6,427,252	\$ 6,427,252
Arts, Music, & IM Discretionary Block Grant	\$ 0	\$ 19,149,854	\$ 19,149,854
TOTAL	\$ 15,159,695	\$ 51,508,512	\$ 36,348,817

MULTI - YEAR PROJECTIONS

Enrollment and ADA projections through 2024-25



Multi-Year Projections - Assumptions

FACTORS	2022 - 2023	2023 - 2024	2024 - 2025
Enrollment	29,661	29,336	29,011
ADA (projected)	28,649	28,336	28,021
ADA %	96.6%	96.6%	96.6%
UPP (3 year rolling average)	9.5%	9.5%	9.5%
LCFF COLA <i>(from SSC dashboard)</i>	6.56%	5.38%	4.02%
STRS	19.10%	19.10%	19.10%
PERS	25.37%	25.20%	24.60%
Step & Column (Certificated)	1.0%	1.0%	1.0%
Step & Column (Classified)	1.0%	1.0%	1.0%

2022-23
 First
 Interim
 Multi-Year
 Projection
 (MYP)
 p. 148-149

	2022-23	2023-24	2024-25
Revenues	Budget	Projection	Projection
LCFF Sources	\$321,822,738	\$331,212,217	\$334,668,628
Federal Revenue	\$17,017,790	\$6,862,118	\$6,862,118
Other State Revenue	\$90,604,486	\$58,213,087	\$58,993,017
Other Local Revenue	\$28,953,227	\$28,954,289	\$28,960,977
Transfers In	\$0	\$0	\$0
Total	\$458,398,241	\$425,241,712	\$429,484,740
Expenditures	Budget	Projection	Projection
Certificated Salaries	\$181,729,284	\$179,426,447	\$178,416,335
Classified Salaries	\$64,325,005	\$64,409,471	\$64,326,608
Employee Benefits	\$120,842,063	\$121,235,258	\$122,299,530
Books and Supplies	\$23,094,269	\$13,991,340	\$11,468,840
Services	\$48,056,471	\$46,543,170	\$47,490,389
Capital Outlay	\$1,203,460	\$1,163,460	\$1,163,460
Other Outgo	\$993,996	\$993,996	\$993,996
Transfers Out	\$2,854,361	\$2,854,361	\$2,854,361
Total	\$443,098,909	\$430,617,505	\$429,013,521
Net Increase (Decrease) in Fund Balance	\$15,299,332	(\$5,375,793)	\$471,218

2022-23 First Interim Multi-Year Projection (MYP)

	2022-23	2023-24	2024-25
General Fund 01 Balance	Budget	Projection	Projection
Net Beginning Fund Balance	\$47,737,938	\$63,037,270	\$57,661,477
Ending Fund Balance	\$63,037,270	\$57,661,477	\$58,132,696
Components of Ending Fund Balance			
Non-spendable	\$667,391	\$667,391	\$667,391
Legally Restricted	\$46,137,153	\$35,329,776	\$33,364,407
Assigned	\$16,232,725	\$21,664,310	\$24,100,897
Undesignated/Unappropriated	\$0	\$0	\$0
Total Ending Fund Balance	\$63,037,270	\$57,661,477	\$58,132,696
Reserve for Economic Uncertainties (Fund 17)*	\$13,292,968*	\$13,292,968*	\$13,292,968*
LCFF Shortfall for Declining Enrollment (Fund 17 Assigned)	\$3,211,160	\$3,211,160	\$3,211,160
Reserve Percentage (<i>Fund 17 Economic Uncertainty</i>)	3.00%	3.00%	3.00%
Reserve Percentage (<i>Fund 17 + Fund 01/17 Assignments</i>)	7.39%	8.86%	9.46%

*Legally Required to maintain a reserve in the amount of 3% of annual expenditures

Review of MYP Revenues & Expenditures

Revenues

- New funding over the last 2 years from Federal and State, mostly restricted, all one-time in nature
- In 2023-24 we will be funded at the ADA rate from three year average
 - Decrease enrollment will not have immediate impact on funding
- Enrollment projections
- Economic outlook uncertain
- Prop 28 - Arts funding approved by voters

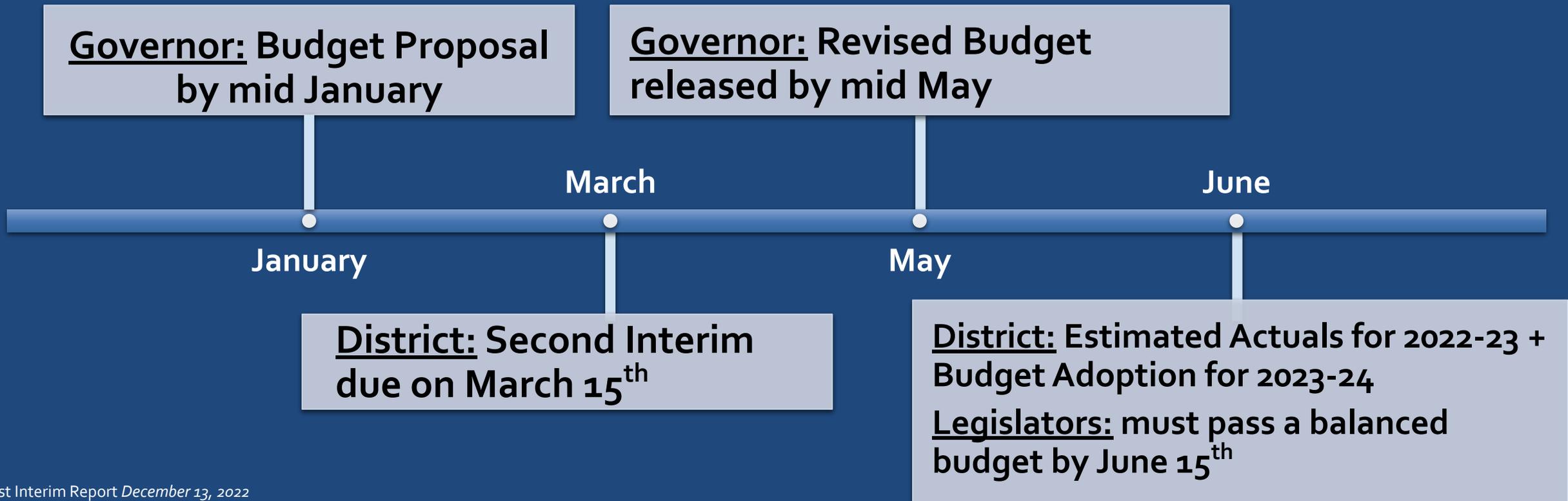
Expenditures

- Continued upward pressure from:
 - Health and welfare costs
 - Pension costs
 - Inflation increases
 - Certificated staffing will adjust to ADA
- Negotiated longevity increases for certificated staff effective 2023-24 are not included in MYP

Positive Certification

Current law requires a school district to review its adopted budget and report revisions to the budget at least twice during the fiscal year. Interim financial reports provide a picture of a district's financial condition during the reporting period. The governing board must certify that the district is either able to meet its financial obligations for the current fiscal year and next two subsequent years by providing a positive certification or certify they may/will not be able to meet their obligations by providing a qualified or negative certification. Based on current multi-year projections, the San Ramon Valley Unified School District can meet its financial obligations in the current and subsequent years and therefore recommends a **positive certification** of the First Interim report.

Next Steps and Upcoming Milestones



Board Comments

One Time Funds

FUND - RESTRICTED USE	ALLOWABLE USES (AMT)
GEER II	Learning recovery programs - MTSS Salaries (\$644k)
ESSER II*	Impact of COVID and learning recovery - MTSS salaries (\$297k), 1:1 devices (\$1.7m), curriculum/software (\$865k)
ESSER III*	SALARIES
EDUCATOR EFFECTIVENESS*	SALARIES
EXPANDED LEARNING OPPORTUNITY*	SALARIES
IN-PERSON INSTRUCTION	SALARIES
LEARNING RECOVERY	SALARIES (MTSS Liaisons)
ART, MUSIC AND IM DISCRETIONARY*	SALARIES

**PLANS POSTED TO WEBSITE OR PRESENTED TO BOARD*