



2024-2025 Budget Development

June 11, 2024

Plumas Lake Elementary School District is an inclusive environment which cultivates creative, curious, resourceful and inspiring learners who will make positive contributions within their local, national and global communities.

Financial Reporting Cycle

Budget
development
is a
continuous
process

- **State Budget Timeline:**

- Governor released his 2024-25 Budget Proposal in January 2024.
- Governor updated projections and released the May Revise on May 10, 2024, which was based on updated revenue and expenditure data.
- Legislature needs to meet the constitutional deadline and pass the 2024-2025 budget on June 15, 2024.
- Governor has until the end of the month to either sign or veto the budget bill
 - We will not have budget details until late June/early July

- **District Budget timeline:**

- Education Code *Section 42127* requires the district to hold a public hearing on the budget to be adopted for the subsequent year by July 1.
 - Assumptions used to develop the budget were based on the information in the May Revise.
- The budget must be submitted to the Yuba County Office of Education by July 1 in accordance with Education Code.
- Districts are required to file two interim reports on the status of the LEAS's financial health during the year.
 - The interim reports must include a certification of whether or not the District is able to meet its financial obligations
 - This is an opportunity to make adjustments to the assumptions, revenue, and expenditures.
- Reports are due:
 - First Interim – Due December 15, 2024
 - Second Interim – Due March 15, 2025
- Annual financial reporting:
 - Budget Adoption – Due July 1, 2024
 - First Interim – Due December 15, 2024
 - Second Interim – Due March 15, 2025
 - Unaudited Actuals – Due September 15, 2025

Budget Assumptions

	2023-24 Estimated Actuals	2024-25 Budget Development
Statutory COLA	8.22%	1.07%
Estimated LCFF Entitlement per ADA	\$11,870	\$12,029
Enrollment (includes county)	1605	1605
Unduplicated Pupil Count (includes county)	720	720
Average Daily Attendance (ADA)	1560.13 K-8 + 1.90 County = 1562.03	1560.13 K-8 + 1.90 County = 1562.03
Lottery Base	\$177 per ADA	\$177 per ADA
Lottery Prop 20	\$72 per ADA	\$72 per ADA
STRS	19.10%	19.10%
PERS	26.68%	27.05%
California Consumer Price Index (CPI)	3.33%	3.10%
Mandate Block Grant	\$37.81 per ADA	\$38.21 per ADA
Indirect charges (Categorical Programs & Cafeteria Fund)	5.66% 5.06%	5.24% 5.24%

Budget Assumptions (continued)

- Salaries and Benefits:
 - Step increase for all eligible employees – approximately 2.5 percent
- Workers' Compensation rate - 1.66 percent
- Unemployment insurance rate - 0.05 percent
- District's contribution toward Health, Dental, and Vision insurance (tiered rates):

	High Deductible Plan	All other Plans
Employee only	\$7,476	\$8,220
Employee + 1	\$13,332	\$14,280
Employee + Family	\$17,340	\$18,300

Education Protection Account

- Proposition 55 approved by voters on November 8, 2016 extended the provisions of Prop 30 (approved November 6, 2012) for twelve years:
 - The Schools and Local Public Safety Protection Act of 2012 funding through the Education Protection Account (EPA):
 - Not additional funding, LCFF/State Aid is decreased by this amount
 - District will receive approximately \$8.3 million, which will be used for certificated instructional salaries and benefits

General Administration
Certificated – 1.0 FTE
Classified – 6.0 FTE

Instructional Staff
Certificated – 90.5 FTE
Classified - 25.26 FTE

Instructional Related Staff
Certificated – 9.0 FTE
Classified – 9.125 FTE

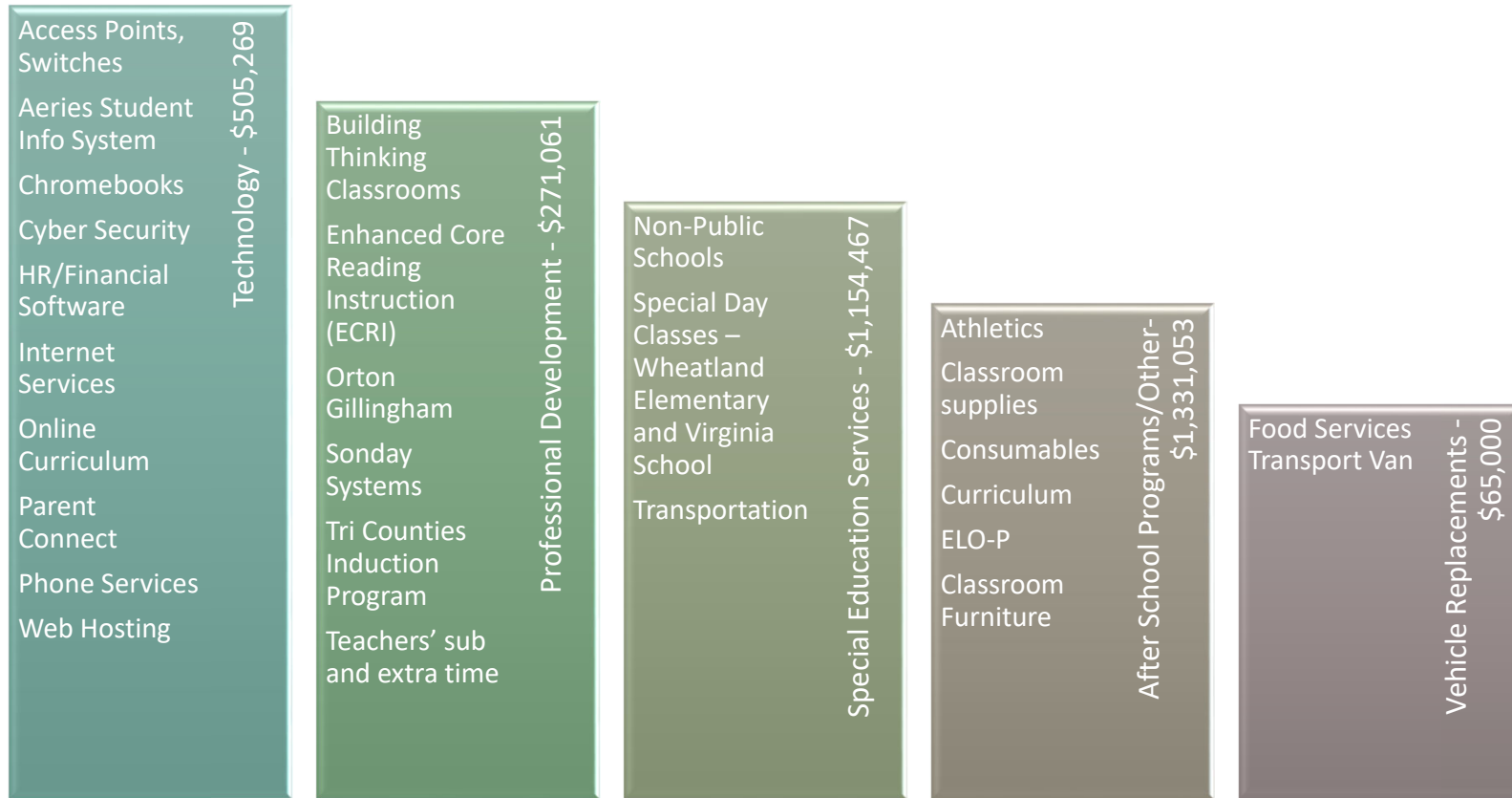
86% of the General
Fund pays for staff
salaries & benefits
180.2 FTE

Ancillary Services – School
Sponsored (ELO-P)
Certificated – 1.0 FTE
Classified – 8.875 FTE

Plant Maintenance & Operations
Classified – 16.9

Pupil Services
Guidance/Counseling
Psychological Services
Health Services
Speech Pathology
Transportation
Food Services – Fund 13
Certificated – 8.5 FTE
Classified – 11.0 FTE
Classified (Fund 13) - 11.25 FTE

What Else is in the Budget?



One-Time Funds

Funding Source	Grant Amount/Uses	2022-2023	2023-2024	2024-2025	2025-2026
Arts, Music, and Instructional Materials Discretionary Funds	\$861,213 Security cameras, emergency kits, transportation dispatch system, site radios, tint, laptops, iPads, Chromebooks, online curriculum, shed, intervention teachers	Revenue \$861,213 Expenditures \$97,492	Revenue (\$456) Expenditures \$341,119	Revenue \$0 Expenditures \$223,554	Revenue \$0 Available \$199,048
Educator Effectiveness Grant	\$328,573 Teacher Professional Development Carryover into 2022-2023 \$262,858	Revenue \$65,715 Expenditures \$45,344	Revenue \$0 Expenditures \$40,884	Revenue \$0 Expenditures \$179,760	Revenue \$0 Available \$62,585
Kitchen Infrastructure & Training Grant	\$200,136 Staff trainings, kitchen equipment, serving lines for Rio and Cobblestone, transport van	Revenue \$200,136	Revenue \$0 Expenditures \$117,177	Revenue \$0 Expenditures \$82,959	

New Programs: Prop 28 - Arts & Music in Schools Funding

Funding Source	Grant Amount/Uses	2023-2024	2024-2025
Cobblestone	Arts Education Docent (0.5 FTE); After school arts enrichment, materials and supplies	Revenue - \$77,785 Expenditures - \$0	Revenue - \$77,785 Expenditures - \$84,433
Rio Del Oro	Arts Education Docent (0.5 FTE); After school arts enrichment, materials and supplies	Revenue - \$70,157 Expenditures - \$0	Revenue - \$70,157 Expenditures - \$81,908
Riverside Meadows	Media/Theatre & Fine Arts teacher (1.0 FTE); After school arts enrichments, materials and supplies	Revenue - \$63,027 Expenditures - \$0	Revenue - \$63,027 Expenditures - \$107,804

Fund 01 – General Fund Revenue Sources

Description	2023-2024 Estimated Actuals	2024-2025 Budget Development	Comments
LCFF Sources	\$18,289,882	\$18,543,759	1.4% +253,877 COLA applied to funding formula
Federal Revenue	\$638,633	\$581,349	(9%) - (57,284) Decrease Impact Aid, Title I & III
Other State Revenue	\$3,392,314	\$3,236,949	(4.6%) - (\$155,365) No revenue for Universal Pre-Kindergarten Grant and Cal-Shape Grant
Other Local Revenue	\$2,455,151	\$1,944,929	(20.8%) - (\$510,222) Decrease interest earnings; no revenue for summer enrichment fees, one-time bus grant and prior year Medi-Cal LEA Option funding
Transfers in	\$24,500	\$24,500	
Total Revenue	\$24,800,480	\$24,331,486	(1.9%) - (\$468,994)

Fund 01 – General Fund Expenditures

Description	2023-2024 Estimated Actuals	2024-2025 Budget Development	Comments
Certificated Salaries	\$10,571,623	\$10,963,340	3.7% - \$391,717 Step increases and Add 1.0 FTE Arts Education Teacher
Classified Salaries	\$4,140,645	\$4,353,526	5.1% - \$212,881 Step increases, add 0.5 FTE Utility Worker and Accounting Tech, 1.0 FTE SLPA, 1.0 Arts Education Docent
Employee Benefits	\$6,131,369	\$6,507,313	6.1% - \$375,944 Statutory benefits, health benefits
Materials and Supplies	\$959,987	\$780,166	(18.7%) - (\$179,821) Decrease curriculum, ELOP, custodial, TK, laptops, portable radios, dispatch and bus equipment, etc.
Services & Other Operating Expenditures	\$2,358,043	\$2,071,578	(12.1%) - (\$286,465) Decrease consulting, insurance, & internet services
Capital Outlay	\$414,860	\$65,000	(84.3) – (\$349,860) Decrease funding for bus, transportation vans, serving lines
Other Outgo	\$696,224	\$702,880	3.6% - \$26,596 Increase SPED Excess costs
Total Expenditures	\$25,272,751	\$25,443,803	0.7% - \$171,052

Multi-Year Projections Budget Assumptions

	2023-24 Estimated Actuals	2024-25 Budget Development	2025-26 MYP	2026-2027 MYP
Statutory COLA	8.22%	1.07%	2.93%	3.08%
Estimated LCFF Entitlement per ADA	\$11,870	\$12,029	\$12,404	\$12,777
Enrollment (includes county)	1605	1605	1605	1605
Unduplicated Pupil Count (includes county)	720	720	720	720
Average Daily Attendance (ADA)	1560.13 K-8 + 1.90 County = 1562.03	1560.13 K-8 + 1.90 County = 1562.03	1560.13 K-8 + 1.90 County = 1562.03	1560.13 K-8 + 1.90 County = 1562.03
Lottery Base Lottery Prop 20	\$177 per ADA \$72 per ADA	\$177 per ADA \$72 per ADA	\$177 per ADA \$72 per ADA	\$177 per ADA \$72 per ADA
STRS	19.10%	19.10%	19.10%	19.10%
PERS	26.68%	27.05%	27.6%	28.00%
California Consumer Price Index (CPI)	3.33%	3.10%	2.86%	2.87%
Mandate Block Grant	\$37.81 per ADA	\$38.21 per ADA	\$39.33 per ADA	\$40.54 per ADA
Indirect charges (Categorical Programs & Cafeteria Fund)	5.66% 5.06%	5.24% 5.24%	TBD	TBD

Potential for Additional Revenue

Description	2024-2025	2025-2026	2026-2027
LCFF with ADA 1562.03	\$18,788,934	\$19,375,730	\$19,958,025
LCFF with ADA 1587.03 (used 6/4/2024 enrollment)	\$19,187,078	\$19,786,024	\$20,380,969
Possible Additional LCFF Revenue	\$398,144	\$410,294	\$422,944
SPED with ADA 1562.03	\$1,483,447	\$1,526,912	\$1,573,941
SPED with ADA 1587.03	\$1,506,234	\$1,550,367	\$1,598,118
Possible Additional SPED Revenue	\$22,788	\$23,455	\$24,178
Total Possible Additional Revenue	\$420,932	\$433,749	\$447,122

General Fund Multi-Year Projections

	2024-2025	2025-2026	2026-2027
Beginning Balance	\$6,652,095	\$5,539,778	\$4,501,342
Revenue	\$24,331,486	\$24,963,400	\$25,589,714
Expenditures	\$25,443,803	\$26,001,836	\$26,469,010
Net increase or (decrease) in Fund Balance	(\$1,112,317)	(\$1,038,436)	(\$879,296)
With additional ADA revenue	(\$691,385)	(\$604,689)	(\$432,174)
Total Ending Balance	\$5,539,778	\$4,501,342	\$3,622,046
Reserved for Economic Uncertainty 6% (Board approved 6/18/15)	\$1,526,628	\$1,560,110	\$1,588,141
Revolving Fund	\$5,100	\$5,100	\$5,100
Restricted Funds	\$1,345,718	\$849,034	\$849,034
Committed – COP Debt Service Payment (Board approved 6/16/11)	\$658,287	\$650,318	\$651,650
Stabilization Fund	\$2,004,045	\$1,436,780	\$528,121

Fund 08 – Student Activity Fund

Description	2023-2024 Budget Development	2024-2025 Budget Development	Comments
Beginning Balance	\$50,000	\$50,000	
Revenue			
Other Local Revenue	\$85,000	\$85,000	ASB fundraisers/donations
Expenditures			
Materials and supplies	\$50,000	\$50,000	
Services/Op Expenditures	\$35,000	\$35,000	
Total Expenditures	\$85,000	\$85,000	
Net Increase (decrease) in Fund Balance	\$0	\$0	
Ending Fund Balance	\$50,000	\$50,000	

Fund 13 – Cafeteria Fund

Description	2023-2024 Estimated Actuals	2024-2025 Budget Development	Comments
Beginning Balance	\$1,030,964	\$1,048,715	
Revenue			
Federal Revenue	\$640,000	\$660,000	3.1% - \$20,000 Based 23-24 participation
State Revenue	\$1,050,000	\$1,100,000	4.8% - \$50,000 Based on 23-24 participation
Other Local Revenue	\$41,300	\$37,500	(9.2%) - (\$3,800) – Decrease interest
Total Revenue	\$1,731,300	\$1,797,500	3.8% - \$66,200
Expenditures			
Salaries and Benefits	\$780,810	\$823,520	+5.5% - \$42,710 - Step increases
Materials/Supplies/Services/Capital Outlay	\$885,244	\$883,721	(0.2%) - (\$1,523) – Decrease small equipment
Transfers of Indirect	\$47,495	\$67,435	42% - \$19,940 - Based on expenditures
Total Expenditures	\$1,731,549	\$1,774,676	+3.6% - \$61,127
Net Increase (decrease) in Fund Balance	\$17,751	\$22,824	
Ending Fund Balance	\$1,048,715	\$1,071,539	

Fund 14 – Deferred Maintenance Fund

Description	2023-2024 Estimated Actuals	2024-2025 Budget Development	Difference
Beginning Balance	\$821,335	\$808,919	
Total Revenue	\$270,439	\$259,925	(\$10,514) - (3.9%) - Decrease contribution from General Fund & interest
Total Expenditures	\$282,855	\$347,341	22.8% - \$64,456
Net Increase (decrease) in Fund Balance	(\$12,416)	(\$87,416)	
Ending Fund Balance	\$808,919	\$721,503	

Projects planned 2024-25: Cob-Exterior paint; Riv-Blacktop; Rio-Fire alarms/EMS controls, HVAC's; All sites-Carpet replacements

Fund 25 – Capital Facilities Fund

Description	2023-2024 Estimated Actuals	2024-2025 Budget Development	Comments
Beginning Balance	\$6,445,660	\$9,478,909	
Total Revenue	\$4,859,424	\$3,758,287	(22.7%) - (\$1,101,137) Decrease developer fees (\$1M) and interest earnings
Total Expenditures	\$1,826,175	\$2,464,237	34.9% - \$638,062 Site Pre Design construction related services; facilities legal counsel and financial advisory services
Net Increase/(Decrease) in Fund Balance	\$3,033,249	\$1,294,050	
Ending Balance	\$9,478,909	\$10,772,959	

Fund 52 – Debt Service Fund

Description	2023-2024 Estimated Actuals	2024-2025 Budget Development	Comments
Beginning Balance	\$3,039,590	\$3,179,811	
Total Revenue	\$1,133,862	\$1,187,175	4.7% - \$53,313 Increase in Mello Roos fees
Expenditures			
Debt Service – CFD 1 and CFD 2	\$323,717	\$323,746	0% - \$29
Transfers Out	\$669,924	\$682,787	1.9% - \$12,863 Transfer to Fund 01 for CFD Admin costs and to Fund 25 for COP
Net Increase (Decrease) in Fund Balance	\$140,221	\$180,642	
Ending Fund Balance	\$3,179,811	\$3,360,453	

Other Funds

Description	2023-2024 Estimated Actuals	2024-2025 Budget Development	2023-2024 Estimated Actuals	2024-2025 Budget Development
	Fund 40 Special Reserve Fund for Capital Outlay		Fund 49 Capital Project Fund for Blended Components	
Beginning Balance	\$1,736	\$1,795	\$115	\$119
Revenue	\$59	\$40	\$4	\$4
Net Increase (decrease) in Fund Balance	\$59	\$40	\$4	\$4
Ending Fund Balance	\$1,795	\$1,835	\$119	\$123

Debt Service Balances and Payments

Debt	Fund	Years Remaining June 30, 2024	Unaudited Balance June 30, 2024	2024-25	2025-26	2026-27
COP 2022 Refi	25	15	\$7,427,044	\$658,287	\$650,318	\$651,650
CFD 1 Refi	52	11	\$2,596,247	\$246,461	\$247,766	249,762
CFD 2 Refi	52	11	\$775,561	\$71,820	\$74,862	\$72,771
CREB	01	10	\$1,528,000	\$169,883	\$171,837	\$174,592
Total current debt			\$12,326,852	\$1,146,451	\$1,144,783	\$1,148,775

What's Next

- The District must pass a budget by July 1, 2024 for the 2024-2025 school year
 - June 20, 2024 – Board meeting to adopt the budget
- Legislature must pass budget by June 15, 2024
- Most likely the Governor and Legislature will negotiate late into June on the final budget
- If there are significant changes to the State Enacted Budget, we will bring revisions to the August board meeting.

Summary

- Based on current budget projections and multi-year projections, the District will be deficit spending in the budget year as well as the subsequent years.
 - 2024-25 - **(\$1,112,317)**
 - The District is using one-time funds from reserves in the amount of \$486,273
 - There is a potential for additional LCFF and SPED funding based on enrollment projections - \$420,932
 - 2025-26 – **(\$1,038,436)**
 - 2026-27 – **(\$879,296)**
- The District has sufficient reserves to cover these deficits and has set aside funds in reserves to cover the operating deficits in subsequent years.
 - The District has experienced growth in enrollment this year, and if enrollment/ADA continues to grow, there is potential for an increase in revenue. Note – These figures are based on enrollment as of 6/4/24.
 - 2024-2025 - \$420,932
 - 2025-2026 - \$433,749
 - 2026-2027 - \$447,122
 - The District re-examines expenditure priorities during the budget development process and will make decisions based on growth and the state budget outlook.
- Based on current assumptions, staff recommend the PLESD Governing Board approve the 2024-2025 Budget with a positive certification and the 2023-24 budget adjustments within.

Questions?