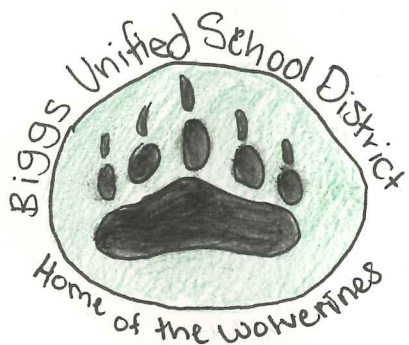




# BIGGS UNIFIED SCHOOL DISTRICT



SECOND INTERIM  
FISCAL YEAR 2023-2024



March 13<sup>th</sup>, 2024  
Board Presentation

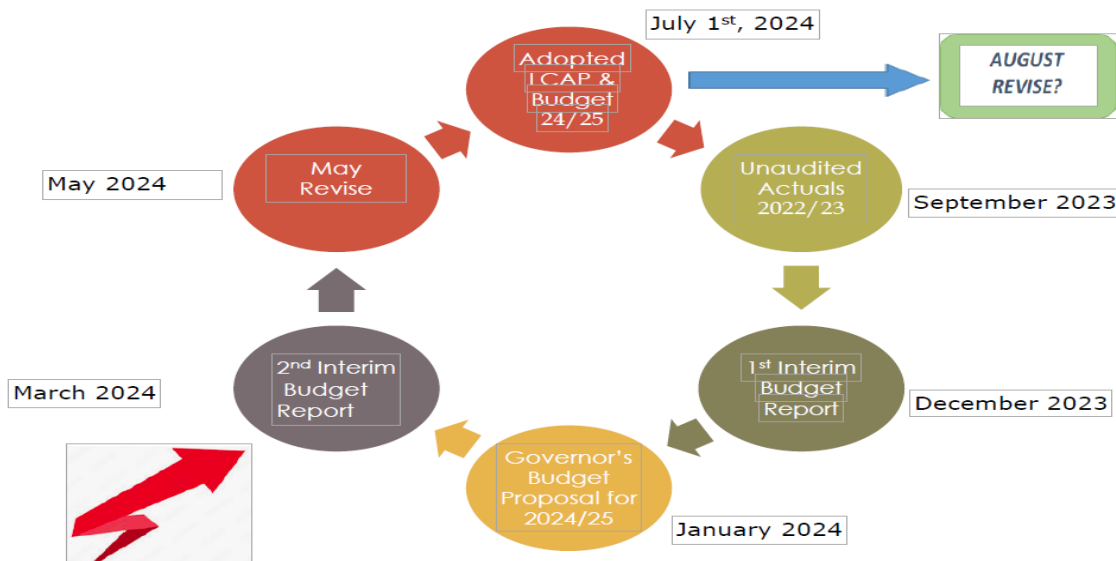
Cover created by: Taryn Roush BHS, Grade 12

# Information and Assumptions

## Interim Report Certification

Education Code Section 42130 requires that the governing board of each school district certifies, at least twice a year, the district's ability to meet financial obligations for the current and two subsequent fiscal years. These certifications are known as Interim Reports. Interim Reports are based on criteria and standards adopted by the State Board of Education according to Education Code Section 33127. The Second Interim Report for 2023-24 shows the financial condition of the District as of January 31, 2024. The budget assumptions used and the resulting multi-year projections attached to this report recommend the board approve a Positive Certification for the District.

## FINANCIAL REPORTING CYCLE



## Enrollment and Average Daily Attendance

The Second Interim enrollment projection was changed by 5 from the First Interim Report projected at 548. The Average Daily Attendance decreased from 522.64 to 517.38 from the First Interim Report.

School Year	Enrollment	Change	ADA	% ADA Factor
2018-19	624	0	0	0%
2019-20	605	(19)	563	93%
2020-21	565	(40)	565	100%
2021-22	574	9	536	93%
2022-23	532	(42)	492	93%
2023-24	543	11	517	95%
2024-25 *	541	(2)	509	94%
2025-26 *	549	8	516	94%
<b>TOTAL</b>	<b>4533</b>		<b>3698</b>	<b>94%</b>

*\*Projection*

**Historical ADA Ratio - 94%**

*Any increased or decreased adjustments based on CALPADS and attendance report data will be reflected in future reports when available.*

**Enrollment by Grade Level**

Grade	Adopted Budget	1st Interim	2nd Interim	SY24/25	SY25/26
TK	10	11	10	12	12
K	40	35	36	38	38
1	40	43	41	41	41
2	35	34	33	41	41
3	41	43	42	33	41
4	40	44	42	42	33
5	37	43	42	42	42
6	40	44	45	42	42
7	40	36	37	45	42
8	43	42	43	37	45
9	50	55	54	43	37
10	41	37	38	54	43
11	39	35	33	38	54
12	51	46	47	33	38
<b>TOTAL</b>	<b>547</b>	<b>548</b>	<b>543</b>	<b>541</b>	<b>549</b>

*SY24/25 & SY25/26- Projections*

## Revenue Budget Updates

### **Local Control Funding Formula (LCFF)**

**\$ 5,619**

The Second Interim Report reflects LCFF Revenue of \$7,218,313 or an increase of \$ 5,619 from the First Interim Report reflects an update on the latest version of the LCFF Calculator.

### **Federal Revenue**

**\$258,495**

The Second Interim Report reflects Federal Revenue of \$2,675,666 or an increase of \$258,495 from the First Interim Report. These changes represent One-time COVID-19 funds adjustments, particularly ESSER funds with expenditures timeline expires 9/30/2024.

### **Other State Revenue**

**\$ 15,258**

The Second Interim Report reflects Other State Revenue for \$1,091,181 or an increase of \$15,258 from the First Interim Report representing Special Education Revenue.

### **Other Local Revenue**

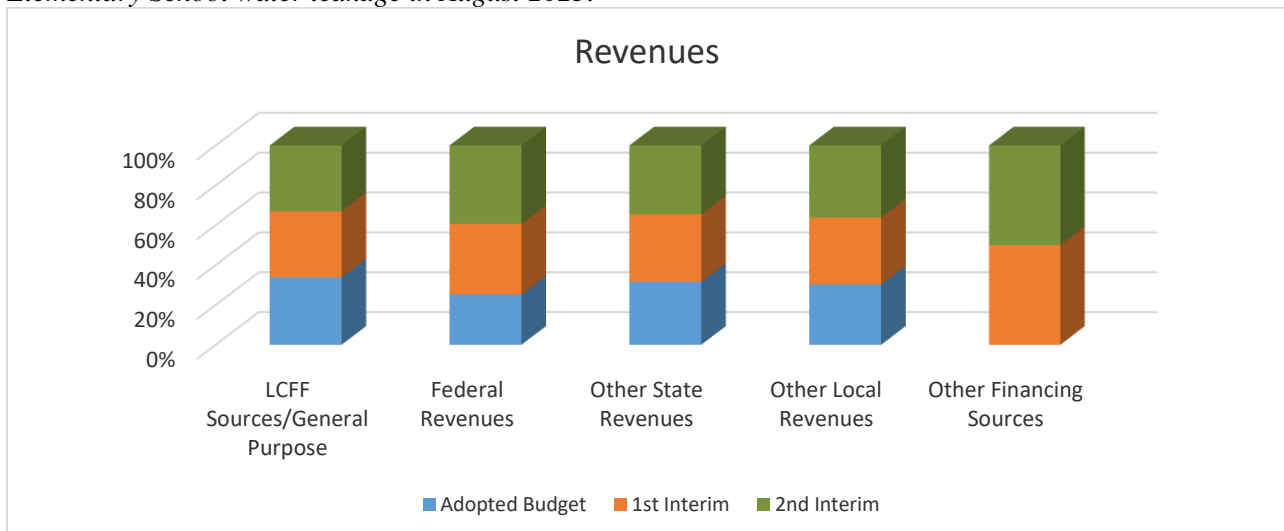
**\$26,005**

The Second Interim Report reflects Local Revenue of \$388,809 or an increase of \$26,005 from the First Interim Report. These represent the actual interest income from the Butte County Treasury of \$21,085 and the increase in Special Education Revenue of \$4,920

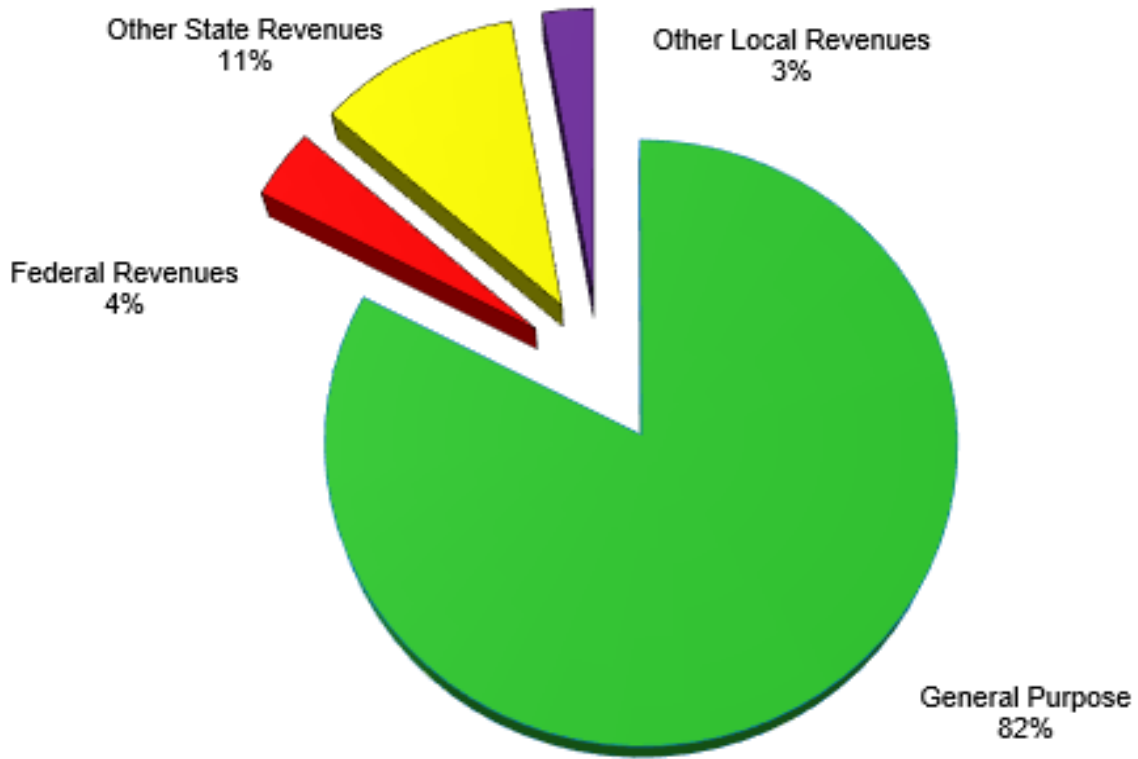
The following are comparative data from the Adopted Budget, the First Interim Report versus the Second Interim Report Total Revenues.

Description	Adopted Budget	1st Interim	2nd Interim	Changes (1st vs 2nd )
LCFF Sources/General	\$ 7,370,520	\$7,212,694	\$7,218,313	\$5,619
Federal Revenues	\$ 1,714,923	\$2,417,171	\$2,675,666	\$258,495
Other State Revenues	\$ 999,773	\$1,075,923	\$1,091,181	\$15,258
Other Local Revenues	\$ 325,453	\$362,804	\$388,809	\$26,005
Other Financing Sources		\$103,577	\$103,577	\$0
<b>TOTAL</b>	<b>\$10,410,669</b>	<b>\$11,172,169</b>	<b>\$11,477,546</b>	<b>\$305,377</b>

*Note: The Other Financing Sources Revenue represents the Insurance proceeds from the Richvale Elementary School water leakage in August 2023.*



The illustrated data below represents the Second Interim Total Revenues of \$11,477,546

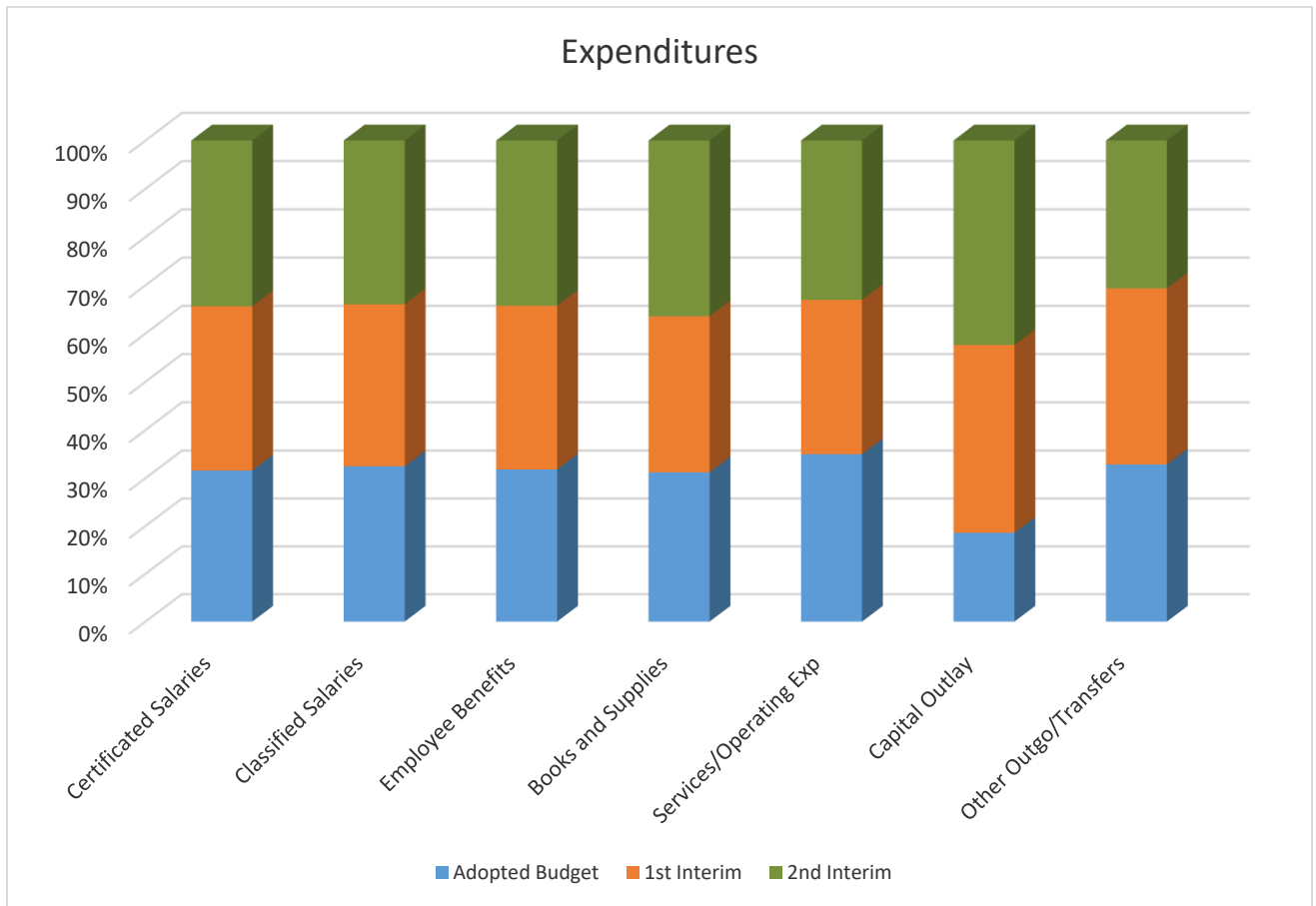


### **Expenditure Budget Increases**

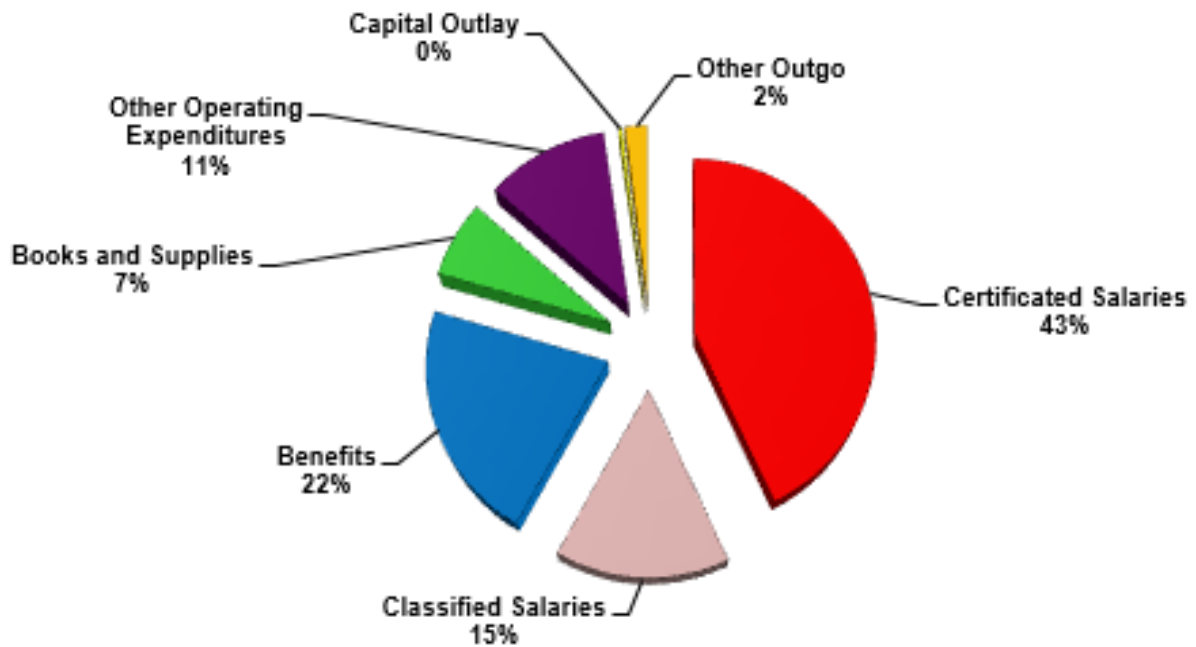
The General Fund's projected expenditure budget reflects an increase of approximately \$149,745 from the First Interim Report. An increase of \$29,713 in Certificated Salaries represents the long-term roving substitute and regular substitute to various staff resignations and current vacancies. Classified Salaries represent temporary para-educator for special education. Benefits costs increase due to changes in both Certificated and Classified Salaries. Books, Materials, and Supplies increased by \$98,135 using one-time funds. Services and Other Operating expenditures increase by \$49,244 due to ongoing one-time related expenses. Increase in Capital Outlay by \$90,775 due to change orders on fences and cable equipment expenditures. Other Outgoing expenditures **decrease** by \$ 150,538 representing a reduction in Special Education- Tuition transfer to the County Office.

The following are comparative data illustrating the changes from the Adopted Budget, the First Interim, and the Second Interim Report Total Expenditures.

Description	Adopted Budget	1st Interim	2nd Interim	Changes (1st vs 2nd )
Certificated Salaries	3,284,224	3,539,972	\$3,569,685	\$29,713
Classified Salaries	1,303,442	1,348,724	\$1,362,923	\$14,199
Employee Benefits	2,076,589	2,216,910	\$2,235,127	\$18,217
Books and Supplies	748,275	775,207	\$873,342	\$98,135
Services/Operating Exp	1,680,366	1,536,858	\$1,586,102	\$49,244
Capital Outlay	508,335	1,069,059	\$1,159,834	90,775
Other Outgo/Transfers	840,995	934,635	\$784,097	(150,538)
<b>TOTAL</b>	<b>\$10,442,226</b>	<b>\$11,421,365</b>	<b>\$11,571,110</b>	<b>\$149,745</b>



The illustrated data below represents the Second Interim Total Expenditures of \$11,571,110



### Ending Fund Balance

The 2022/23 Audited Actuals reflect an Ending Fund Balance of \$6,082,448 while the Second Interim Report projects an ending fund balance of \$ 5,988,884 as of June 30, 2024.

### Reserve for Economic Uncertainties (REU)

The budget reflected in the Second Interim Report includes a State-required amount equal to Four (4) percent of the general fund expenditures. The district operating Budget Reserves for Economic Uncertainties is 8% (An additional 4% District Board Policy) greater than the State requirement and represent a total of \$925,689. This is to accommodate fluctuations in school revenues and expenditures which are greatly affected by variables beyond the district's control.

Description	Adopted Budget	1st Interim	2nd Interim	Changes (1st vs 2nd )
Revenues	10,410,669	11,172,169	\$11,477,546	\$305,377
Expenditures	10,442,226	11,421,365	\$11,571,110	\$149,745
Net Increase (Decrease)	(31,557)	(249,196)	(93,564)	155,632
Beginning Fund Balance	4,572,251	6,082,448	\$6,082,448	\$0
Ending Fund Balance	\$4,540,694	\$5,833,252	\$5,988,884	\$155,632

*\*Adopted Budget Beginning Balance from Estimated Actuals Report*

*\* First Interim Beginning Balance from Unaudited Actuals Report*

*\* Second Interim Beginning Balance from Audited Report*

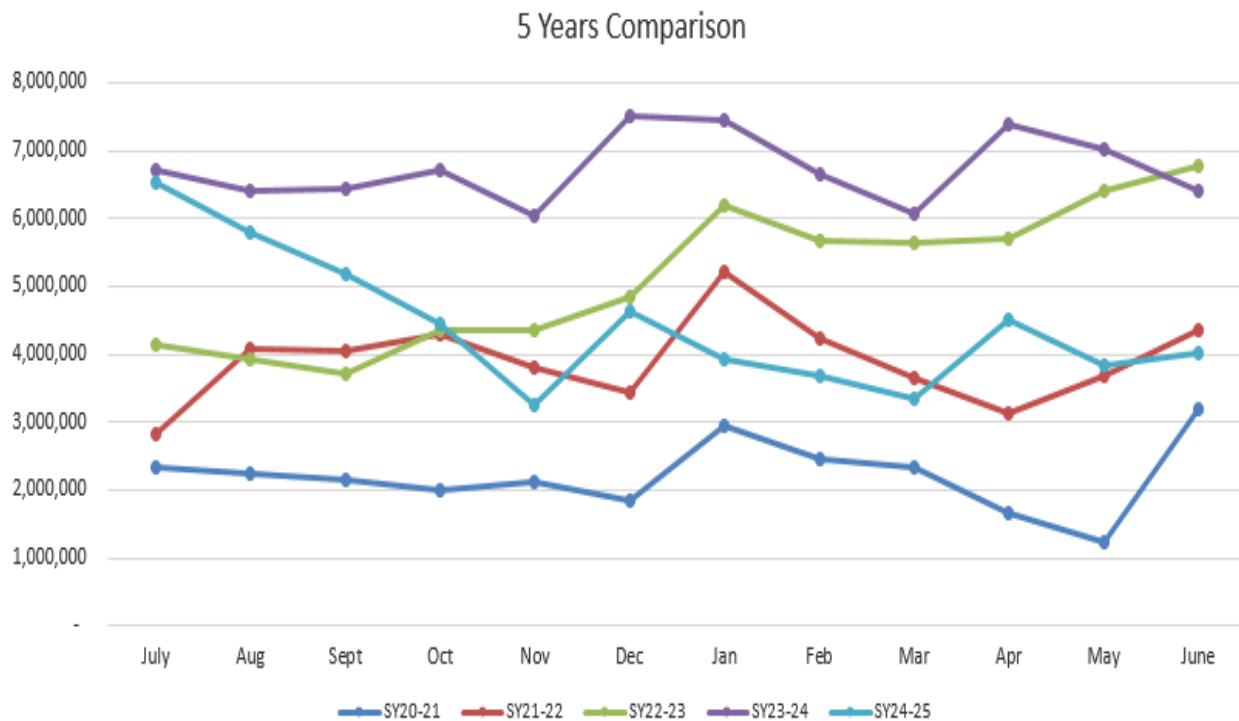
Illustrated below is a detailed description of the General Fund balance components:

Description	Amount
Revolving Fund/Nonspendable	\$24,121
Restricted Programs	\$1,453,403
*CalSTRS & CalPERS Pension Costs	\$138,139
School Facilities	\$1,427,432
Independent Study Audit Compliance	\$212,957
*Reserved for Economic Uncertainties	\$925,689
*Unassigned	\$1,807,143
<b>TOTAL ENDING FUND BALANCE</b>	<b>\$5,988,884</b>

\*Total Available Reserves \$ 2,870,971  
 Total Available Reserve by Percent **24.81%**  
 LEA Reserves Recommendation by the State - **17%**

**Cash Flow Summary**

The Cash Flow Summary Analysis reflects the district's projected ending cash balance of \$6,413,599 for June 30, 2024, and \$4,023,296 for June 30, 2025. The district is anticipating having a positive monthly cash balance for all months of the 2023-24 school year.





## Multi-Year Projections

Description	2023/24	2024/25	2025/26
LCFF Sources	7,218,313	7,277,446	7,561,628
Federal Revenues	2,675,666	560,724	417,834
State Revenues	1,091,181	1,143,868	1,072,191
Local Revenues	388,809	365,475	363,501
Other Financing Sources	103,577		
<b>TOTAL</b>	<b>11,477,546</b>	<b>9,347,513</b>	<b>9,415,154</b>
Salaries and Benefits	7,167,735	6,931,373	7,271,358
Books and Supplies	873,342	464,205	666,077
Service/ Operating Exp	1,586,102	1,337,287	1,160,143
Capital Outlay	1,159,834		
Other Outgo/Transfers	784,097	780,221	780,012
<b>TOTAL</b>	<b>11,571,110</b>	<b>9,513,086</b>	<b>9,877,590</b>
Net Increase (Decrease)	<b>(93,564)</b>	<b>(165,573)</b>	<b>(462,436)</b>
Beginning Fund Balance	6,082,448	5,988,884	5,823,311
<b>Ending Fund Balance</b>	<b>5,988,884</b>	<b>5,823,311</b>	<b>5,360,875</b>

## Future Risk and Planning

- Enrollment and ADA Uncertainty- future factors of declining enrollment
- Continue rising Special Education, operating costs, outside services, and aged school facilities.
- Fiscal Stabilization- The administration continuously and closely monitors 80% of the budget (employee salaries and benefits currently under one-time funding resources).

## Conclusion

Despite the current year and the three-year projected deficit spending, the projections support that Biggs Unified School District will be able to meet its financial obligation for the current and subsequent two years. As the variables change through legislative action, and economic forecasts at the state or local level, the projections will be analyzed and adjusted as appropriate. The District will be able to maintain the State Reserve on a district-wide basis while continuing to work with the stakeholders and continuously implementing the community's higher priorities.