

Update on Final State Budget and the Impact on the GUSD Budget for 2023-24

August 8, 2023

Information Report No. 1

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Chief Financial Officer

Budget Report No. 1



2023-24 45-Day Budget Update



LEGAL REQUIREMENTS



Since a district's budget assumptions may have changed from the Board Adopted Budget EC 42127(h) states: "Not later than 45 days after the Governor signs the annual Budget Act, the school district shall make available for public review any revisions in revenues and expenditures that it has made to its budget to reflect the funding made available by that Budget Act."



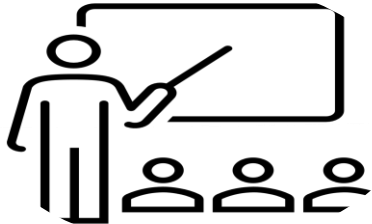
Comparison: GUSD Budget Adoption- State enacted Budget- 45-day revision

	2022 Budget Act	Governor's Budget	May Revision	Legislative Budget Deal	Enacted Budget	GUSD Estimated Impact
Arts, Music, and Instructional Materials Discretionary Block Grant	\$3.6 billion	\$1.2 billion reduction	\$1.8 billion reduction	\$200 million reduction	\$200 million reduction	\$0.85 million reduction
Learning Recovery Emergency Block Grant	\$7.9 billion	–	\$2.5 billion reduction	\$494.5 million reduction	\$1.14 billion reduction (intent to restore over three years starting in 2025-26)	\$4 million reduction
Proposition 28, The Arts and Music Education Funding	0	\$941 million	\$8 million reduction	\$5 million increase	\$5 million increase	\$3.6 million estimated funding (total)

Estimated Revenue increases in the 45- Day Budget Revision:



Arts, Music, and Instructional Materials Discretionary Block Grant – represents \$14.2 Million- Down from \$15.1 million – one-time over 4 years

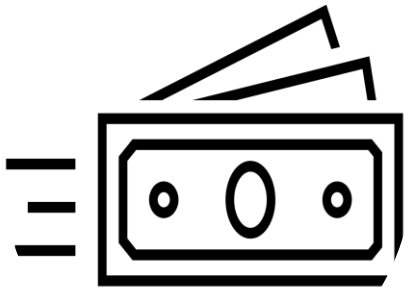


Learning Recovery Emergency Block Grant- represents \$24.3 Million – Down from \$28.4 Million one-time over 6 years



Proposition 28 – The Arts & Music Education Funding represents \$3.6 Million ongoing

Estimated Expenditure increases in the 45- Day Budget Revision



Health & Welfare Increases
represents \$1.3 Million



Unrestricted General Fund
school site carryover of \$5.2 Million



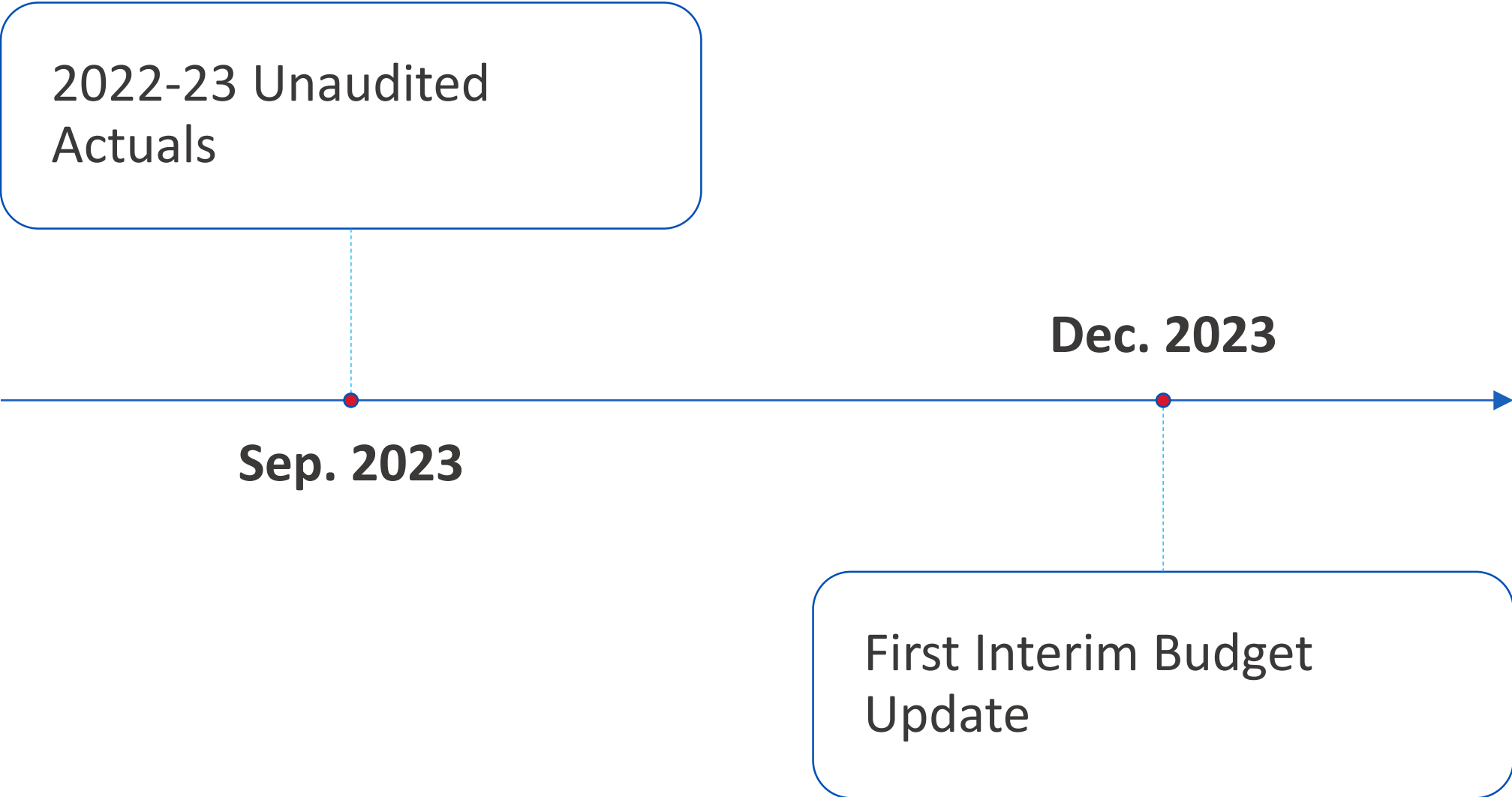
Revised 45 Day Multi-Year Projection

Revised As of 08/02/2023

Major Changes	2022-23	2023-24	2024-25	2025-26	2026-27
Adopted Budget 2023-24 Ending Balance	\$ 18,219,491	\$ 23,081,282	\$ 27,373,629	\$ 36,330,232	\$ 52,186,203
"Estimated" Adjustment For Unaudited Actual 2022-23 Ending Balance	TBD	TBD	TBD	TBD	TBD
Revised 2023-24 Ending Balance Reflecting Above Adjustme	\$ 18,219,491	\$ 23,081,282	\$ 27,373,629	\$ 36,330,232	\$ 52,186,203
Major State 45-Day Adjustments (Part of 2023-24 First Interim Adjustments)					
Arts, Music & Instructional Materials Discr. Block Grant - Income Budg	\$ -	\$ 14,249,797	\$ -	\$ -	\$ -
Prop. 28 - Arts & Music in Schools Program	\$ -	\$ 3,555,615	\$ 3,555,615	\$ 3,555,615	\$ 3,555,615
Learning Recovery Emergency Block Grant - Income Budget	\$ -	\$ 24,278,711	\$ -	\$ -	\$ -
Block Grants Offset - Expenditure Budget	\$ -	\$ (42,084,123)	\$ (3,555,615)	\$ (3,555,615)	\$ (3,555,615)
Health & Welfare	\$ -	\$ (1,094,790)	\$ -	\$ -	\$ -
Current Year Impact	\$ -	\$ (1,094,790)	\$ -	\$ -	\$ -
Cumulative Impact to Ending Balance	\$ -	\$ (1,094,790)	\$ (1,094,790)	\$ (1,094,790)	\$ (1,094,790)
"Estimated" Adjusted Ending Balance Projection	\$ 18,219,491	\$ 21,986,492	\$ 26,278,839	\$ 35,235,442	\$ 51,091,413
"Estimated" Assigned and Restricted Balances:					
Revolving Cash	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000
Stores	\$ 203,904	\$ 203,904	\$ 203,904	\$ 203,904	\$ 203,904
All Other Non-Spendable (Glenfield Lease GASB-87)	\$ 827,218	\$ 827,218	\$ 827,218	\$ 827,218	\$ 827,218
3% Mandated Reserve for Economic Uncertainties (Estimated)	\$ 11,911,235	\$ 12,324,744	\$ 11,539,379	\$ 11,575,120	\$ 11,701,882
"Estimated" Reserve For 22-23 End of Year Carry-over	\$ 5,207,134	\$ 5,207,134	\$ 5,207,134	\$ 5,207,134	\$ 5,207,134
"Estimated" Committed (Covers Textbook Adopt & Future Operations C	\$ 3,353,492	\$ 8,431,203	\$ 17,352,065	\$ 33,081,274	
Unassigned Balance	\$ -	\$ -	\$ -	\$ -	\$ -
"Estimated" Percent of Balance (must stay above 3%)	3.00%	3.81%	5.19%	7.50%	11.48%



Future Budget Updates:



Questions or more information:

WWW.GUSD.NET/BUDGET

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Thank you!

