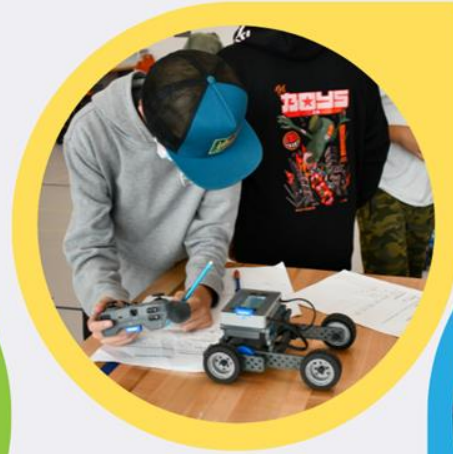


Huntington Beach City School District 2022-23 Second Interim Report



Jenny Delgado

Assistant Superintendent, Administrative Services

March 7, 2023

Presentation Overview



Budget Cycle



General Fund Budget



Community-Funded Status Update



Multi-Year Projections



Next Steps



Budget Cycle



Second Interim Report

Ed Code requires districts to certify twice a year their ability to meet its financial obligations for the remainder of the year and the subsequent two fiscal years.

The Second Interim Financial Report updates the December Revised Budget based on the most current information

The report covers all transactions through January 31, 2023

Budgetary Building Blocks - Revenues



Local Control Funding Formula (LCFF)

Factors	2022-23	2023-24	2024-25
Enrollment	4,708	4,375	4,055
Attendance Rate	94.08%	94.08%	94.08%
Unduplicated %	24.55%	26.60%	28.23%
Base Grant Increase	6.70%		
COLA*	6.56%	8.13%	3.54%

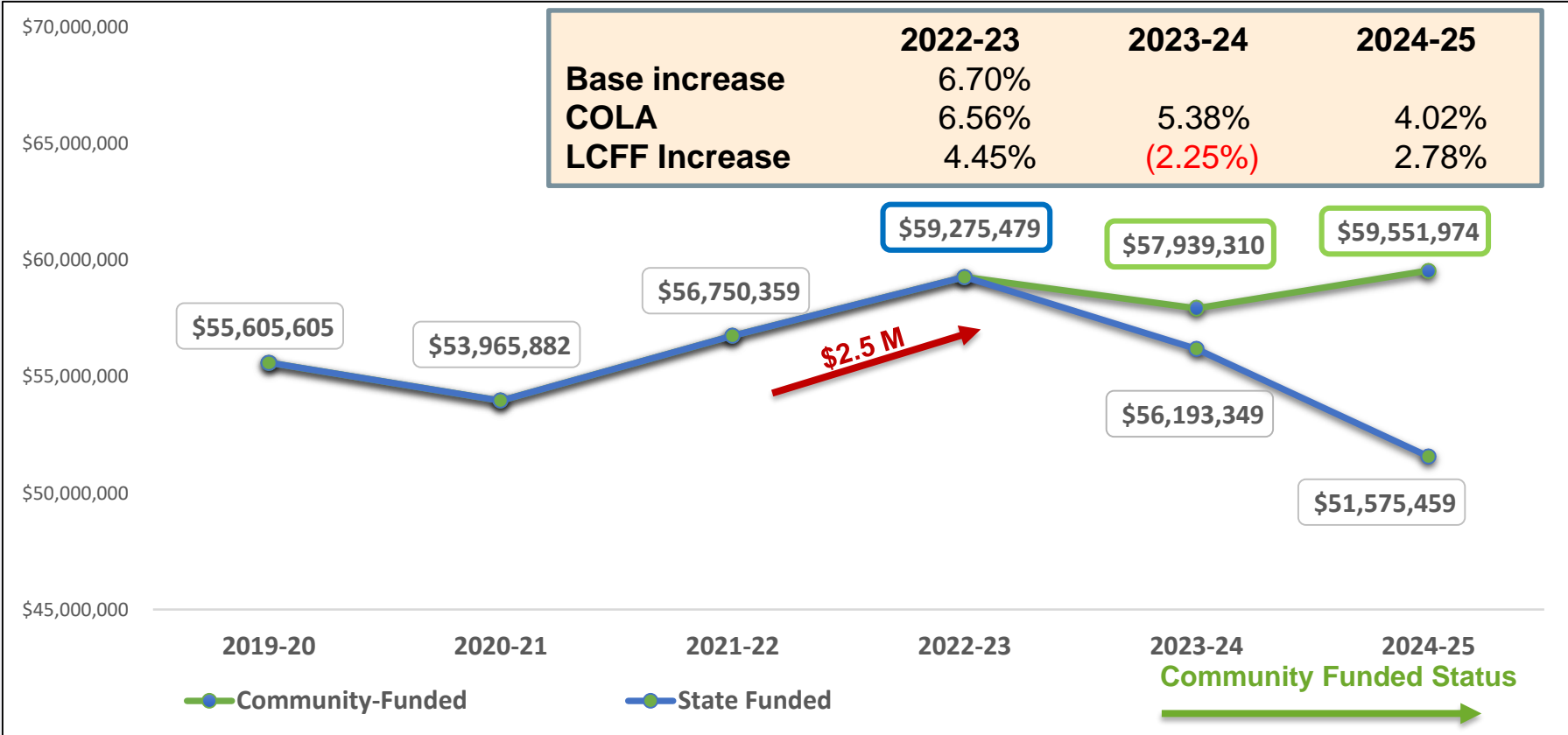
Estimated property tax growth of 4% annually

- On trajectory to community-funded status

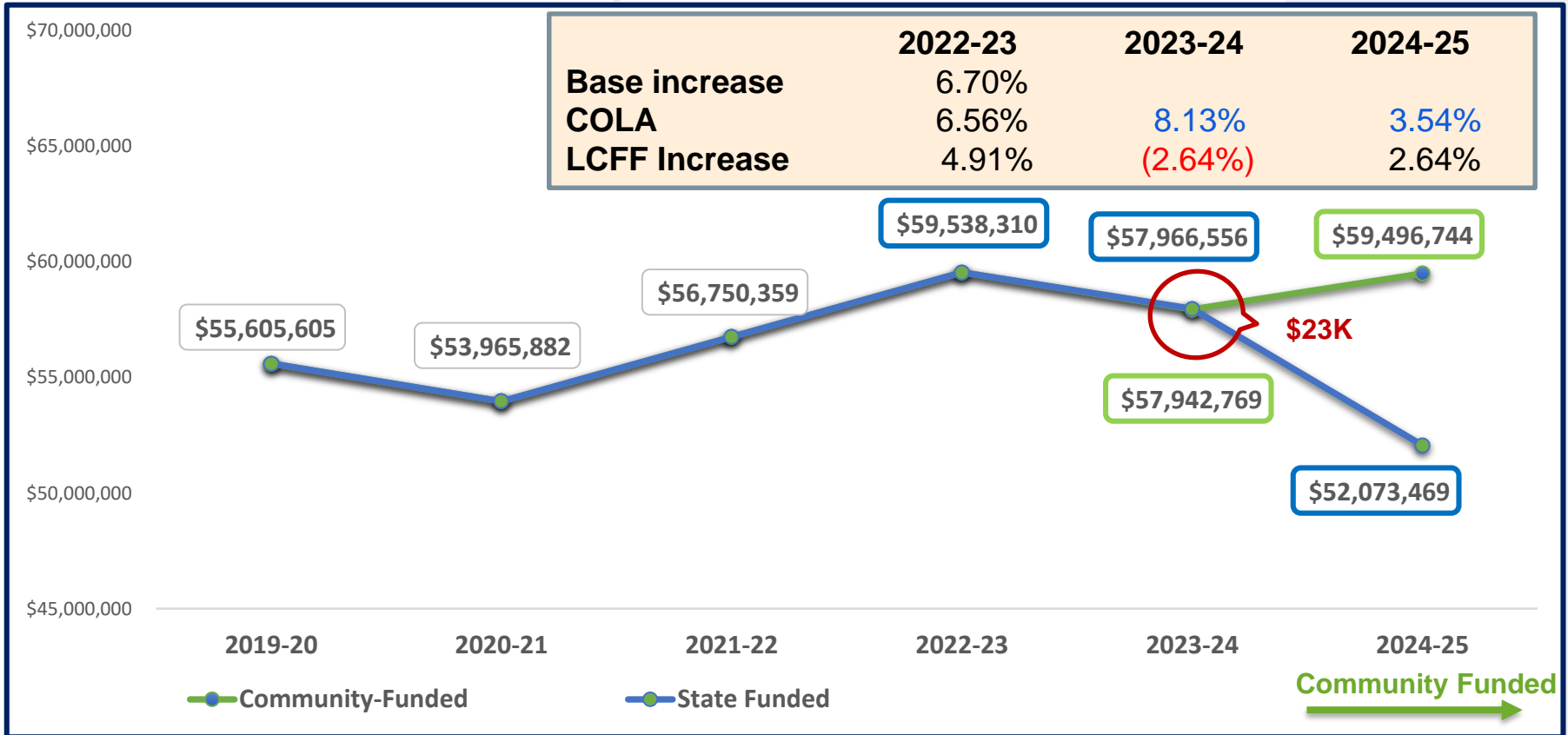
State Revenues

- \$152K Transportation Reimbursement Program
- **State Grant Allocations (one-time and restricted)**
 - \$3 million Arts/Music, Inst. Materials Discretionary Block Grant
 - \$2 million Learning Recovery Block Grant

LCFF Revenue Comparison – First Interim



LCFF Revenue Comparison – Second Interim



Budgetary Building Blocks - Expenditures

- **Salaries & Benefits reflect:**

- Cost of Step and Column

- Certificated & Leadership: 2% of salaries
- Classified: 1.5% of salaries

- Increased share of state pension costs

Employer Rates	2022-23	2023-24	2024-25
CalSTRS	19.10%	19.10%	19.10%
CalPERS	25.37%	25.20% 27.00%	24.60% 28.10%

- **Other Expenditures include:**

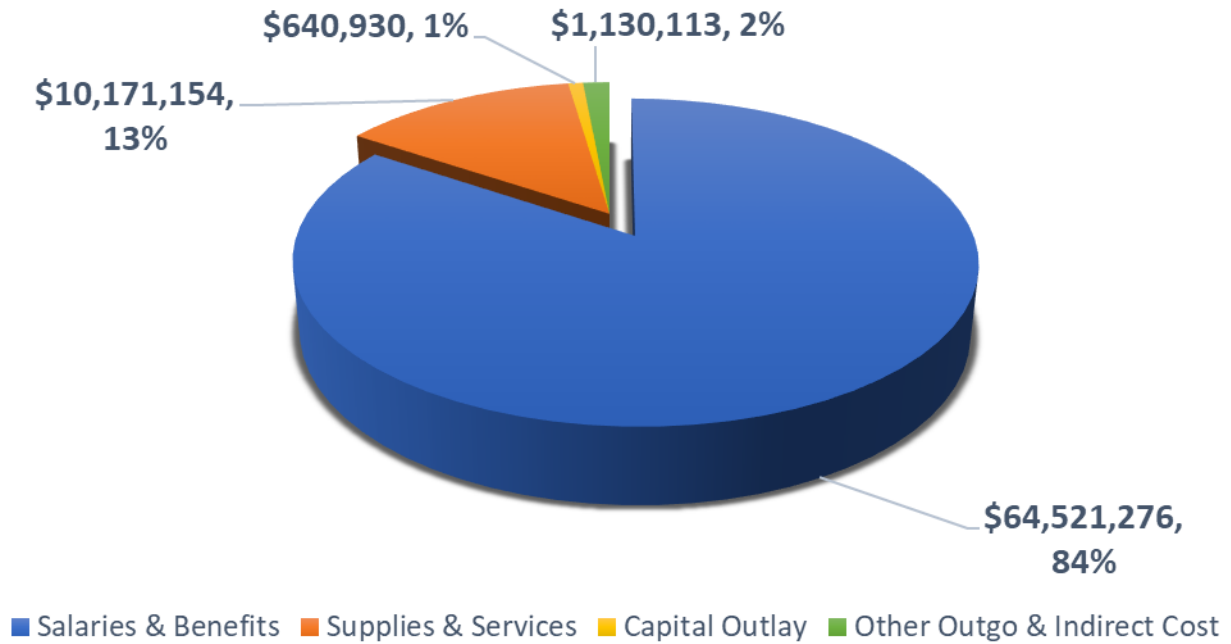
- Changes in actuals vs budgeted
- \$5 M state grants set aside under reserves




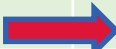
Expenditures




2022-23 Budgeted Expenditures



Multi-Year Projections - Summary

	2022-23	2023-24	2024-25
TOTAL REVENUES	83,736,517	73,758,729	75,268,918
TOTAL EXPENDITURES	76,463,473	71,682,379	73,092,607
CHANGE IN FUND BALANCE 	7,273,044	2,076,350	2,176,311
BEGINNING BALANCE	19,082,716	26,355,760	28,432,110
PROJECTED ENDING BALANCE	26,355,760	28,432,110	30,608,421
Components of the Ending Fund Balance			
Stores, Revolving Cash, and Restricted Reserves 	(11,392,527)	(11,520,602)	(12,185,480)
Committed Reserves (includes 4% Board Reserve)	(6,812,106)	(7,140,373)	(6,832,793)
Required Reserve for Economic Uncertainties 3%	(2,293,904)	(2,150,471)	(2,192,778)
Unassigned/Unappropriated Amount	5,857,223	7,620,664	9,397,370

Multi-Year Projections – Unrestricted Only

	2022-23	2023-24	2024-25
TOTAL REVENUES	61,282,593	59,550,107	61,060,295
TOTAL EXPENDITURES	50,667,952	49,735,562	51,444,464
REVENUES OVER EXPENDITURES	10,614,641	9,814,545	9,615,831
Contributions to Restricted Programs	(7,477,992)	(7,866,270)	(8,104,398)
NET CHANGE IN FUND BALANCE 	3,136,649	1,948,275	1,511,433
BEGINNING BALANCE	11,861,584	14,998,233	16,946,508
PROJECTED ENDING BALANCE	14,998,233	16,946,508	18,457,941
Components of the Ending Fund Balance			
Stores, Revolving Cash & Other Commitments	(3,788,567)	(4,308,078)	(3,944,089)
4% Board Reserve for Economic Uncertainties	(3,058,539)	(2,867,295)	(2,923,704)
Reserve for Economic Uncertainties – 3%	(2,293,904)	(2,150,471)	(2,192,778)
Unassigned/Unappropriated Amount	5,857,223	7,620,664	9,397,370



Next Steps

State Level

- May 15 – Governor will release May Revision
- June 15 – Budget bill must be passed by midnight
- July 1 – Budget must be signed by Governor



Local Level

- June 13 – 2023-24 LCAP and Budget Hearing
- June 20 – 2023-24 LCAP and Budget Adoption