

MULTI-YEAR BUDGETS: ACTUAL AND PROJECTED

2023-24 1st Interim Budget								
	Actuals 2018-19	Actuals 2019-20	Actuals 2020-21	Actuals 2021-22	UAs 2022-23	1st Interim 2023-24	Budget 2024-25	Budget 2025-26
Projected Budgeted ADA	236.16	214.7	214.7	185.47	173.05	212.48	217.95	218.5
COLA (Cost of Living Adj. on the Revenue Limit)	3.00%	3.24%	2.31%	1.70%	6.56%	8.22%	3.94%	3.29%
Funded/Planning COLA	3.00%	3.24%	0.00%	5.07%	6.70%	8.22%	3.94%	3.29%
BEGINNING BALANCE	\$3,533,559	\$3,834,393	\$3,627,815	\$3,647,247	\$3,591,626	\$2,842,577	\$1,959,143	\$1,927,095
REVENUE								
LCFF Revenue	\$2,298,483	\$2,118,374	\$2,171,407	\$2,002,103	\$2,235,094	\$2,671,747	\$2,823,604	\$2,901,746
Basic Aid Supplemental	\$1,653,618	\$1,813,215	\$1,886,260	\$1,938,063	\$2,117,654	\$2,200,000	\$2,255,000	\$2,311,375
Special Ed In-Lieu Property Tax	\$24,366	\$34,485	\$34,121	\$22,350	\$25,899	\$23,959	\$24,250	\$24,250
Federal Revenues	\$104,179	\$110,463	\$275,597	\$391,505	\$102,851	\$276,572	\$100,700	\$100,700
State Revenues	\$413,864	\$241,897	\$418,511	\$626,086	\$1,031,343	\$512,501	\$518,850	\$528,487
Local Revenues	\$221,768	\$292,516	\$224,633	\$240,026	\$232,038	\$339,081	\$320,393	\$324,845
TOTAL REVENUE:	\$4,716,278	\$4,610,950	\$5,010,529	\$5,220,133	\$5,744,879	\$6,023,860	\$6,042,797	\$6,191,403
EXPENDITURES								
Certificated Salaries	\$1,488,487	\$1,735,646	\$1,635,794	\$1,752,385	\$1,982,919	\$2,213,131	\$2,147,886	\$2,185,871
Classified Salaries	\$638,323	\$683,848	\$807,308	\$1,011,288	\$1,192,725	\$1,121,500	\$1,138,742	\$1,137,597
Employee Benefits (2% increase 2021-22)	\$1,198,022	\$1,191,387	\$1,256,250	\$1,415,550	\$1,528,512	\$1,590,186	\$1,637,308	\$1,687,170
STRS included in employee benefits	\$469,094	\$491,212	\$452,757	\$504,397	\$543,569	\$437,378	\$447,965	\$458,819
PERS included in employee benefits	\$143,980	\$125,449	\$142,102	\$195,594	\$223,472	\$281,486	\$310,851	\$327,112
Retiree Health Benefits	\$55,824	\$45,405	\$35,170	\$27,130	\$15,000	\$15,000	\$0	\$0
Books, Supplies & Equipment	\$129,591	\$159,394	\$329,679	\$211,593	\$219,800	\$448,896	\$243,075	\$247,390
Services and other Operating Expenses (including transportation)	\$955,466	\$990,764	\$778,932	\$854,704	\$896,990	\$940,909	\$822,333	\$823,153
Capital Outlay and Land Improvements	\$1,380	\$9,613	\$102,359	\$8,080	\$62,924	\$157,000	\$10,500	\$10,500
TOTAL EXPENSE:	\$4,411,267	\$4,770,652	\$4,910,322	\$5,253,600	\$5,883,870	\$6,471,622	\$5,999,845	\$6,091,682
EXCESS (DEFICIT) BEFORE TRANSFERS:	\$305,010	(\$159,701)	\$100,207	(\$33,467)	(\$138,991)	(\$447,762)	\$42,952	\$99,721
Transfer In from Retiree Benefits Fund	\$55,824	\$45,405	\$35,170	\$27,130	\$15,000	\$15,000	\$0	\$0
Transfers In from Fund 17	\$0	\$34,718	\$20,000	\$20,000	\$0	\$175,000	\$0	\$0
Transfer In to Salmon Creek Charter (from Fund 01)	\$740,000	\$2,340,000	\$2,103,105	\$1,717,549	\$1,753,245	\$1,203,378	\$1,530,000	\$1,530,000
Transfer Out to Salmon Creek Charter	(\$700,000)	(\$2,300,000)	(\$2,148,510)	(\$1,700,000)	(\$1,730,000)	(\$1,195,293)	(\$1,500,000)	(\$1,500,000)
Transfer Out to SC Advisory Board (site council)	(\$40,000)	(\$40,000)	\$0	(\$17,549)	(\$22,631)	(\$8,085)	(\$30,000)	(\$30,000)
Transfer Out to Cafeteria	(\$60,000)	(\$127,000)	(\$90,540)	(\$69,284)	(\$74,387)	(\$75,000)	(\$75,000)	(\$75,000)
Transfer out to Fund 40					(\$551,285)	(\$550,672)		
EXCESS (DEFICIT) AFTER TRANSFERS:	\$300,834	(\$206,578)	\$19,432	(\$55,621)	(\$749,049)	(\$883,434)	(\$32,048)	\$24,721
ENDING BALANCE:	\$3,834,393	\$3,627,815	\$3,647,247	\$3,591,626	\$2,842,577	\$1,959,143	\$1,927,095	\$1,951,816
Components of Above Ending Balance								
Economic Uncertainties Board Designated 5%	\$220,563	\$238,533	\$245,516	\$262,680	\$294,193	\$323,581	\$269,295	\$271,561
Budget Stabilization	\$2,400,000	\$2,400,000	\$2,400,000	\$2,400,000	\$1,850,000	\$1,300,000	\$1,300,000	\$1,300,000
1) Revolving Fund	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500
2) Restricted Ending Balance	\$200,284	\$203,682	\$191,576	\$280,685	\$277,830	\$223,982	\$185,000	\$185,000
3) Assigned Ending Balance (Lottery & EPA)	\$271,109	\$224,996	\$313,446	\$54,043	\$9,350	\$9,500	\$9,500	\$9,500
4) Unassigned Ending Balance	\$741,937	\$560,105	\$496,209	\$593,718	\$410,704	\$101,580	\$162,800	\$185,255

HARMONY UNION SCHOOL DISTRICT
BUDGET PROJECTIONS 2023-24 through 2025-26

2023-24 at 1st Interim Budget

	Unaudited	1st Interim	Estimated	Estimated
	Actuals	Budget	Budget	Budget
	2022-23	2023-24	2024-25	2025-26
<i>ADA (Projected in out years)</i>	174.96	214.94	225.50	226.00
<i>COLA (Cost of Living Adj. on the Revenue Limit)</i>	6.56%	8.22%	3.94%	3.29%
BEGINNING BALANCE	\$3,591,626	\$2,842,577	\$1,959,143	\$1,927,096
LCFF Revenue	\$2,235,094	\$2,671,747	\$2,823,604	\$2,901,746
Basic Aid Supplemental	\$2,117,654	\$2,200,000	\$2,255,000	\$2,311,375
Special Ed In-Lieu Property Tax	\$25,899	\$23,959	\$24,250	\$24,250
Federal Revenues	\$102,851	\$276,572	\$100,700	\$100,700
State Revenues	\$1,031,343	\$512,501	\$518,850	\$528,487
Local Revenues	\$232,038	\$339,081	\$320,393	\$324,845
TOTAL REVENUE:	\$5,744,879	\$6,023,860	\$6,042,797	\$6,191,403
EXPENDITURES				
Certificated Salaries (years 2&3 include a 3% increase)	\$1,982,919	\$2,213,131	\$2,147,886	\$2,185,871
Classified Salaries (years 2&3 include a 3% increase)	\$1,192,725	\$1,121,500	\$1,138,742	\$1,137,597
Employee Benefits (years 2&3 include a 2.5% increase)	\$1,528,512	\$1,590,186	\$1,637,308	\$1,687,170
<i>STRS included in employee benefits (19.10%)</i>	<i>\$543,569</i>	<i>\$437,378</i>	<i>\$447,965</i>	<i>\$458,819</i>
<i>PERS included in employee benefits (26.68%)</i>	<i>\$223,472</i>	<i>\$281,486</i>	<i>\$310,851</i>	<i>\$327,112</i>
<i>Retiree Health Benefits</i>	<i>\$15,000</i>	<i>\$15,000</i>	<i>\$0</i>	<i>\$0</i>
Books, Supplies & Equipment	\$219,800	\$448,896	\$243,075	\$247,390
Services & Operating Expenses (including transportation)	\$896,990	\$940,909	\$822,333	\$823,153
Capital Outlay and Land Improvements	\$62,924	\$157,000	\$10,500	\$10,500
TOTAL EXPENSE:	\$5,883,870	\$6,471,622	\$5,999,844	\$6,091,681
BALANCE BEFORE TRANSFERS:	(\$138,991)	(\$447,762)	\$42,953	\$99,722
Transfer In from Retiree Benefits Fund	\$15,000	\$15,000	\$0	\$0
Transfer Into Salmon Creek Charter	\$1,753,245	\$1,203,378	\$1,530,000	\$1,530,000
Transfer In from Fund 17 re Security	\$0	\$175,000	\$0	\$0
Transfer Out to Salmon Creek Charter	(\$1,730,000)	(\$1,195,293)	(\$1,500,000)	(\$1,500,000)
Transfer Out to SC Advisory Board (site council)	(\$22,631)	(\$8,085)	(\$30,000)	(\$30,000)
Transfer Out to Cafeteria	(\$74,387)	(\$75,000)	(\$75,000)	(\$75,000)
Transfer Out to Fund 40	(\$551,285)	(\$550,672)	\$0	\$0
BALANCE AFTER TRANSFERS:	(\$749,049)	(\$883,434)	(\$32,047)	\$24,722
GENERAL FUND ENDING BALANCE:	\$2,842,577	\$1,959,143	\$1,927,096	\$1,951,818
Components of General Fund Ending Balance				
Economic Uncertainties (5% of Exp.) Board Designated	\$294,193	\$323,581	\$269,295	\$271,561
Budget Stabilization	\$1,850,000	\$1,300,000	\$1,300,000	\$1,300,000
1) Revolving Fund	\$500	\$500	\$500	\$500
2) Restricted Ending Balance	\$277,830	\$223,982	\$185,000	\$185,000
3) Assigned Ending Balance (Lottery 1100 & EPA 1400)	\$9,350	\$9,500	\$9,500	\$9,500
4) Unassigned Ending Balance	\$410,704	\$101,580	\$162,801	\$185,257

**HARMONY UNION SCHOOL DISTRICT
BUDGET PROJECTIONS 2022-23 through 2024-25**

REVENUE

LCFF Revenue

HUSD

K - 2 District Property Tax	\$3,110,000	
EPA (Education Protection Account)	\$56,110	
EPA (Education Protection Account - AR)	\$9,575	
State Aid	\$523,123	LCFF Calc as of 11/30/2023
Basic Aid Charter Supplemental	\$2,200,000	
In-Lieu of Property Tax	(\$2,834,434)	
Transfer out to FD 14 - Deferred Maint	(\$25,000)	
Sp. Ed. In Lieu Property Tax	\$23,959	SELPA Est.

Salmon Creek

S. C. Charter in Lieu Property Taxes	\$980,377	
EPA (Education Protection Account)	\$188,553	LCFF Calc as of 11/30/2023
State Aid	\$663,443	
	\$2,671,747	

Federal Revenues

Title I RS3010	\$30,000	updated 2/18
Title II RS4035	\$5,700	updated 2/18
Title IV RS4127	\$10,000	no change from 1st Interim
SELPA Mental Health Federal REV	\$2,499	
Sp. Ed. Federal Revenues RS3310	\$25,522	SELPA 4/2023
Comprehensive Support and Improvement Plan (CSI Grant)	\$178,351	updated 8/1/23
REAP Grant (SRSA) RS5810	\$24,500	updated 9/19/2022
	\$276,572	

State Revenues

ELOP - RS2600	\$107,141	updated 11/2023
Lottery RS1100 - May 2023 Dartboard	\$37,690	updated 11/2023
Lottery Prop 20 RS6300 - May 2023 Dartboard	\$15,332	updated 11/2023
Mandated Block Grant HUSD - May 2023 Dartboard	\$1,499	CDE revised 11/6/2023
Mandated Block Grant SCC - May 2023 Dartboard	\$2,644	CDE revised 11/6/2023
Transportation REV	\$55,500	
CSESAP Program REV (Est)	\$50,000	
SELPA Mental Health State REV	\$12,380	SELPA 5/2023
SELPA Mental Health State PreSchool REV	\$6,845	
STRS - On-Behalf RS7690	\$183,916	updated 5/2023 SCOE BIZ
Arts & Music Grant	\$2,274	
Proposition 28 - Arts and Music Funding Guarantee (HUSD)	\$6,263	updated 11/2023
Proposition 28 - Arts and Music Funding Guarantee (SCC)	\$18,970	updated 11/2023
Learning Recovery Block Grant (2021-22 true-up)	\$95	
Farm to School Grant	\$11,952	
	\$512,501	

Local Revenues

ARK Donation RS0242	\$50,000	updated 11/2023
Rent/Misc	\$15,500	
RESIG Safety Credit RS9090	\$1,685	RESIG 11/7 email
Aftercare Revenue	\$50,000	
SELPA - Interagency	\$17,819	updated 8/2/2023
State Special Education (AB602 REV)	\$156,794	2023-24 AB602 Est REV
SELPA - Out of Home Care (PY)	\$22,282	updated 8/2/2023
Interest Income	\$25,000	
	\$339,081	

TOTAL REVENUE

\$6,023,860

EXPENDITURES**Certificated Salaries (budget includes step and column and 3% increase each year)**

Classroom Teachers, Counselor, Music and Drama	\$1,793,458	updated 11/2023
Substitutes	\$55,000	updated 11/2023
Teacher Stipends	\$60,000	updated 11/2023
ELOP Salaries	\$46,310	updated 11/2023
	<u>\$1,954,768</u>	

Administrative/Confidential Salaries

Superintendent/Principal	\$190,550	updated 11/2023
Chief Business Official	\$119,070	updated 11/2023
Asst. CBO	\$79,155	updated 11/2023
Administrative Assistant	\$81,554	updated 11/2023
Nurse	\$20,000	updated 11/2023
School Psychologist (0.3 FTE)	\$39,813	updated 11/2023
	<u>\$530,142</u>	

Classified Salaries (budget includes step and column and 3% increase each year)

Homework Club	\$28,000
Classified Salaries Additional Pay / Stipends	\$31,000
CSESAP Match (Est)	\$50,000
Custodial and Maintenance	\$138,138
Head of Farm and Garden	\$69,072
Farm and Garden Assistant	\$25,522
Library and Media Services Technician	\$32,380
Paraeducators and Instructional Assistants (7 Para, 2IAs, 1 Bilingual)	\$310,053
Special Education (2-1:1s & RSP)	\$108,226
ELOP Afterschool	\$57,331
	<u>\$821,721</u>

Employee Benefits

Payroll costs (Medicare, FICA, Workers Comp., Unemp Ins.)	\$152,553	
STRS	\$253,462	updated 05/30/23
PERS	\$281,486	
STRS - On-Behalf (RS 7690)	\$183,916	updated 5/2023 SCOE BIZ
Retiree Benefits	\$15,000	
Health Benefits (Medical, Dental, Vision, Cash in Lieu)	\$703,768	updated 05/30/23
	<u>\$1,590,186</u>	

Books/Materials/Supplies

Athletics	\$5,750
Basic Order (Paper, etc.)	\$3,000
Books other than textbooks	\$1,725
Computer Software	\$3,000
COVID Materials	\$750
Curriculum/Curriculum Materials	\$42,257
Custodial Supplies (includes RS 8150 Custodial Supplies)	\$16,000
Drama Materials and Supplies	\$5,000
ELOP Summer School materials and supplies	\$3,500
Electronic Curriculum (Lexia/TCI/LCAP/TPT)	\$19,214
Equipment - Front Office and Bsn Office	\$5,000
Equipment - technology (iPads, Chromebooks, etc)	\$40,065
Equipment - KITFunds	\$35,000
First Aid Supplies (616)	\$6,685
Food for Meetings	\$7,500
Front Office, Bsn Office and Staff Room Supplies	\$10,000
Furniture (Front Office/Staff Room/Desks)	\$18,000
Garden Maintenance Supplies - custodial maintenance of garden (8200)	\$5,500
Garden Supplies	\$2,500
Music (instrument replacements/repair)	\$1,500
Positive Behavior Incentives	\$1,500
Site Council (Grants + annual costs of library and recess equipment)	\$25,000
Spanish Club Materials	\$500
Special Education Classroom Materials	\$1,500
Teacher Classroom Allocations (\$800 x 16 teachers + New Classroom setup)	\$18,100
Technology Supplies (Radios/WiFi Equipment)	\$168,350
Textbooks	\$2,000
	<u>\$448,896</u>

Sub-Agreements

Technology Contract (SCOE)	\$2,500	
SCOE - Emergency Sub Exp.	\$110	
		<u>\$2,610</u>

Travel/Workshops/Conferences

Board & Superintendent Workshops	\$1,300	
School Admin Conference	\$600	
Mileage and Reimbursement	\$500	
Professional Development - Certificated	\$3,500	
Professional Development - Parent Participation	\$1,250	
School Sponsored Field Trips	\$20,000	
		<u>\$27,150</u>

Dues/Memberships

Electronic School Board Membership	\$6,500	
School Admin Memberships	\$4,700	
Superintendent Memberships	\$2,700	
Instructional Subscriptions	\$2,975	
		<u>\$16,875</u>

Insurance

Food Service	\$750	
Property and Liability Insurance Premium - HUSD	\$52,939	RESIG 23-24 Est.
Property and Liability Insurance Premium - OCC	\$2,049	
Pupil Insurance	\$2,200	
		<u>\$57,938</u>

Utilities

Water - due to broken well control panel	\$4,000	
Waste Disposal	\$6,250	
Building Security/Fire Alarm Monitoring - Major Alarm	\$500	
Propane	\$24,000	
Electric	\$52,500	
		<u>\$87,250</u>

Leases/Rentals

Other Equipment - rentals	\$3,000	
Routine Repair and Maintenance (including well)	\$14,950	
Repairs - Technology/music instruments	\$2,350	
		<u>\$20,300</u>

Services and Operations

Athletics/Coaching/Referee Fees	\$6,500	
Audit	\$10,500	
Copier Lease (term date 9/2027)	\$22,260	
Data Processing	\$1,250	
Employment Advertising (Obj5865) and all other Advertising (Obj5825)	\$340	
Fees	\$1,500	
Fingerprinting Costs	\$2,000	
Frontline	\$4,432	
Legal Services (School & College Legal Services & F3)	\$15,000	updated 11/2023
Library Management Fees (Power School)	\$3,090	
Living Roof (LVRF)	\$2,500	
Negotiator Costs (School & College Legal; Paul Boyland)	\$750	
OPEB Actuarial	\$1,750	
Other Service, Instruction	\$14,548	
Other Services, Admin	\$2,500	
Other Services, Operations	\$7,500	
SCOE contract to digitize boxes from storage room	\$500	
Sex Education Class (West County Health) - funding covered by Site Council	\$1,500	
Shredding Costs	\$1,300	
Youth Survey for LCAP	\$5,150	
Water/Well Testing	\$13,275	
Website (Blackboard)	\$4,528	(Year 3 of 5)
		<u>\$122,673</u>

Communications

Telephone (AT&T/PYS Communications)	\$7,700	
Cellular hot spots (10)(Verizon)	\$500	
Internet Access - Schools Connect	\$5,413	SCOE Est 4/2023
Postage	\$250	
	<u>\$13,863</u>	

Repairs/Land Improvements

Facility/Land Improvements (Surveillance Cameras/ Kitchen Upgrades)	\$157,000
	<u>\$157,000</u>

Transportation Costs

Home to school transportation (revenue added in LCFF Calc)	\$115,000
SPED Bus Service Cost	\$23,500
Home to school transportation (excess cost NOT included in LCFF Calc)	\$138,525
	<u>\$277,025</u>

Special Education - estimated costs and students

Consortium SDC - 2 students (1 student ages out 6/24)	\$70,418	
Consortium SDC - 1 preschool student (student ages out 6/24)	\$45,686	
Consortium - Speech	\$31,162	updated 12/3
Consortium - APE	\$10,532	
Consortium - Nurse	\$9,571	
Consortium - Admin/Indirect costs	\$14,206	
Dragonfly OT	\$13,600	updated 12/3
Non Public School - 2 students (thru 6/24 and 6/31)	\$112,000	updated 12/3
Edu Eval - Consultant	\$7,250	updated 12/3
SpEd Conferences	\$500	
SpEd Software	\$300	
	<u>\$315,225</u>	

FUND: 14 Restricted Maintenance		Previous Year	Current Year	Projection Year	Projection Year
		2022-23	2023-24	2024-25	2024-25
Object Codes					
Revenue					
Transfer from General Fund	8091	\$25,000	\$25,000	\$25,000	\$25,000
Transfer from Fund 40	8919				
Fair Value Investment	8662	(\$1,815)			
Interest	8660	\$1,095	\$1,000	\$1,000	\$1,000
Total Revenue		\$24,280	\$26,000	\$26,000	\$26,000
Expenditures					
Equipment/Maintenance	4400	\$1,571	\$30,946		
Repairs and Maintenance	5630	\$34,381	\$20,140	\$5,000	\$5,000
Professional Services - Prop Mngt/Contracted	5830	\$1,540	\$2,151	\$1,000	\$1,000
Professional Services - Tree work/Poison Oak	5830	\$1,516	\$2,310	\$10,000	\$10,000
Professional Services - Major Alarm (Fire Panel Replacement)					
Building and Site Improvements	6000	\$5,931			
Total Expenditures		\$44,939	\$55,547	\$16,000	\$16,000
Net Increase (Decrease)		(\$20,659)	(\$29,547)	\$10,000	\$10,000
Fund Balance					
Beginning Balance		\$71,541	\$50,882	\$21,335	\$31,335
Audit Adjustment(s)					
Net Ending Balance		\$50,882	\$21,335	\$31,335	\$41,335

2022-23

The repairs and maintenance completed in 22-23 include replacing a water pump connected to our well \$6,350; and installing new restroom doors on the Falls Building restrooms \$8,970. Building and Site Improvements include phone system repairs, (repairing a cut phone line due to construction), and door lock replacements. HUSD is seeking reimbursement from RESIG re expenses incurred due to extreme weather (\$25,490).

2023-24

Equipment is a new lawn mower.
Maintenance and repairs are to repair HVAC Units.

FUND: 17 Special Reserve Fund for Instructional Programs

		Previous Year	Current Year	Projection Year	Projection Year
Object Codes		2022-23	2023-24	2024-25	2024-25
<u>Revenue</u>					
Interest	8660	\$8,241	\$10,000	\$10,000	\$10,000
Fair Value Investment	8662	(\$16,808)			
Total Revenue		(\$8,567)	\$10,000	\$10,000	\$10,000
<u>Expenditures</u>					
Curriculum	4100	\$0	\$0	\$0	\$0
Hand Radios			\$175,000		
Total Expenditures		\$0	\$175,000	\$0	\$0
Net Increase (Decrease)		(\$8,567)	(\$165,000)	\$10,000	\$10,000
<u>Fund Balance</u>					
Beginning Balance		\$489,046	\$480,479	\$315,479	\$325,479
Audit Adjustment(s)					
Net Ending Balance		\$480,479	\$315,479	\$325,479	\$335,479

2023-24

New Hand Radios (walkie-talkies) for all Staff

FUND: 20 Postemployment Benefits Fund

		Previous Year	Current Year	Projection Year	Projection Year
Object Codes		2022-23	2023-24	2024-25	2025-26
<u>Revenue</u>					
Interest	8660	\$6,019	\$6,000	\$6,000	\$6,000
Fair Value Investment	8662	(\$8,769)			
Total Revenue		(\$2,750)	\$6,000	\$6,000	\$6,000
<u>Expenditures</u>					
2019-20 5-year Settlement	7619	\$15,000	\$15,000	\$0	\$0
HUSD Board Resolution to cover Excess Bond Exp	7619	\$565,000			
Total Expenditures		\$580,000	\$15,000	\$0	\$0
Net Increase (Decrease)		(\$582,750)	(\$9,000)	\$6,000	\$6,000
<u>Fund Balance</u>					
Beginning Balance		\$818,409	\$235,659	\$226,659	\$232,659
Audit Adjustment(s)					
Net Ending Balance		\$235,659	\$226,659	\$232,659	\$238,659

FUND: 40 Capital Outlay

		Previous Year	Current Year	Projection Year	Projection Year
		2022-23	2023-24	2024-25	2025-26
Object Codes					
<u>Revenue</u>					
HUSD Board Resolution to cover Bond Exp	8919	\$551,285	\$550,672		
Gold Ridge Grant	8699	\$3,086,000	\$72,498		
Fair Value Investment	8662	(\$5,356)	\$0		
Interest	8660	\$7,301	\$6,078		
Total Revenue		\$3,639,230	\$629,248	\$0	\$0
<u>Expenditures</u>					
Painting the Falls Building	5830	\$11,125	\$0		
Bond Expense: Counterpoint Construction	5830	\$145,538	\$16,469		
Bond Expense: FRC	6200	\$3,747,493	\$373,869		
Bond Expense: Architects TLCD/Brelje & Race/Brunsing Assoc	6210	\$49,783	\$34,444		
Bond Expense: Inspector	6290	\$41,701	\$4,000		
Total Expenditures		\$3,995,640	\$428,782	\$0	\$0
Net Increase (Decrease)		(\$356,410)	\$200,466	\$0	\$0
<u>Fund Balance</u>					
Beginning Balance		\$351,054	(\$5,356)	\$195,110	\$195,110
Audit Adjustment(s)					
Net Ending Balance		(\$5,356)	\$195,110	\$195,110	\$195,110

HARMONY UNION SCHOOL DISTRICT
2023-24 1st Interim Comparison to Budget Projections
FUNDS 01 and 03
Analysis of Changes

ADA 206.26 214.94
BEGINNING BALANCE \$2,842,577 \$2,842,577

REVENUE	2023-24 Budget	2023-24 1st Interim	Difference	Comments
LCFF Revenue	\$2,564,998	\$2,671,747	\$106,749	ADA increased 4% more than anticipated and property taxes increased 1.5% more than original budget
Basic Aid Charter Supplemental	\$2,113,000	\$2,200,000	\$87,000	Basic Aid Supplemental estimation based on out of district LCFF students.
Sp. Ed. In Lieu Property Tax	\$23,959	\$23,959	\$0	Amount based off of LCFF ADA and Property Taxes
Federal Revenues	\$263,311	\$276,572	\$13,261	Recalc of all Federal funds (Title I, II & IV)(SpEd Rev)(SRSA Grant)
State Revenues	\$538,652	\$512,501	(\$26,151)	Increase in CSI Grant and removal of Cafeteria Grant that went directly to the Cafeteria
Local Revenues	\$238,979	\$339,081	\$100,102	shArk PTA increased annual donation by \$10k, \$50k Afterschool revenue added, Increase in SELPA funding
Total Revenue	\$5,742,899	\$6,023,860	\$280,961	Increase (Decrease) in Revenue

EXPENDITURES	2023-24 Budget	2023-24 1st Interim	Difference	Comments
Certificated Salaries	\$2,206,035	\$2,213,131	\$7,096	True-up of Certificated Salary Steps (2 teachers moved up)
Classified Salaries	\$978,185	\$1,121,500	\$143,315	Increase due to 3 new hires (2 classroom paras and 1 SpEd
Employee Benefits	\$1,518,540	\$1,590,186	\$71,646	Benefits increased due to additional staff
Books and Supplies	\$209,725	\$448,896	\$239,171	\$175k for radios, \$50k increase in Tech costs for new iPads and MacBooks
Services and other Operating Expenditures	\$840,308	\$940,909	\$100,601	Increase due Special Education and Transportaiton costs per new students
Capital Outlay	\$10,500	\$157,000	\$146,500	\$145k to cover security cameras and install
Total Expenditures	\$5,763,293	\$6,471,622	\$708,329	Increase (Decrease) in Expenses

Totals for the following Balances:

Change

Difference of transfer in/out of Gen Fund	(\$60,000)	(\$435,672)	(\$375,672)	\$550k out to cover Bond Expenses, \$175k in to cover Radios/Safety Equipment, \$75k out to Cafeteria
ENDING BALANCE	(\$80,394)	(\$883,434)	(\$803,040)	Grand Total of Transfers out and General Fund Balance
Economic Uncertainties	\$288,165	\$323,581	\$35,416	5% of General Fund Expenses
Restricted Ending Balance	\$120,044	\$223,982	\$103,938	Federal and State One-Time Funds
Revolving Fund	\$500	\$500	\$0	
Assigned Ending Balance	\$9,500	\$9,500	\$0	Unrestricted and Restricted Lottery funds remaining
Budget Stabilization	\$1,850,000	\$1,300,000	(\$550,000)	
Unassigned Ending Balance	\$433,974	(\$334,092)	(\$768,066)	Property Taxes and BAS

HARMONY UNION SCHOOL DISTRICT

Board Meeting December 13th, 2023

2023-24 1st Interim

Harmony USD's 2023-24 1st Interim Budget was developed using the 2023-24 Enacted State Budget, version 24.2b of the LCFF Calculator, the 2023-24 Dartboard, along with Federal and State Funds determined by the California Department of Education (CDE). Harmony's 2023-24 1st Interim Budget was also developed using a 10-year property tax average of 5%. Years 2024-25 and 2025-26 used a 2.5% increase based on the slowing economy. Harmony used a 5% property tax projection for 2023-24 based off the 2022-23 property tax increase of 6.55%. Real Estate transactions and property assessments were above average in 2020, 2021 and 2022. With the County Assessor's Office two years behind in property tax assessments, assuming a 5% increase seemed appropriate for 2023-24.

Even though the 2023-24 1st Interim Budget COLAs show an 8.22% COLA for 2023-24, a 3.94% COLA for 2024-25 and a 3.29% COLA for 2025-26, School Services of CA is showing that the Department of Finance is predicting a much lower COLA for out years 2024-25 and 2025-26, so the 2nd Interim Budget may look very different.

From School Services of CA:

At the time of the Enacted Budget in June 2023, the Department of Finance projected a statutory cost-of-living adjustment (COLA) of 3.94% for 2025-26. As a reminder, the statutory COLA is calculated using federally aggregated data points and, as of June 2023, four of the eight data points were known. The sixth data point was released in October 2023 and, based on the six available data points, it is unlikely that the statutory COLA will yield a factor of 3.94%. In fact, the statutory COLA for 2025-26 is trending near 2.00% or below.

The 2023-24 1st Interim is based on the LCFF calculation which includes supplemental and concentration grants based on the number of English Language Learners pupils, students eligible for free and reduced meal programs and foster youth (Unduplicated pupil counts). The ADA, enrollment and pupil counts have been updated to reflect estimates as best as can be determined at this time. The number of unduplicated pupils enrolled in each school district as a percentage of total enrollment will constitute the unduplicated count. Each year the District will provide the State the total number of unduplicated pupil counts in these categories, which will determine the grant funding the District qualifies for. At the 2023-24 1st Interim Budget, the District's unduplicated count is 13 and the Supplemental/Concentration Grant percentage for the District is 27%. The District does not qualify for concentration grant funding as the unduplicated count percentage would have to exceed 55%.

The 2023-24 1st Interim Budget includes one-time funds for the Comprehensive Support and Improvement Plan to assist our District students improve their ADA. CSI funds cover Building capacity, collaborating with educational partners, conducting needs assessments and root cause analysis, selecting and implementing evidence-based interventions, strategies, and activities, using data and outcomes to monitor and evaluate improvement efforts, reviewing, identifying and addressing, through implementation of the CSI plan. The District is allocating funds to cover certificated and classified salaries connected to allowable areas.

The 2023-24 1st Interim Budget also including funding to expand our Transition Kindergarten program. TK students who turn 5 by April 2, 2024, are now included in the ADA calculations. The 2024-25 Budget includes TK students who turn 5 by June 2, 2025, in the ADA calculation and the 2025-26 Budget includes TK students who turn 5 by September 1, 2026, in the ADA calculation. This is why ADA in TK increases slightly each year. Harmony does not anticipate having more than 20 students in our TK program, but each year we will have more and more who are counted in ADA.

Special Ed student enrollment has increased raising the cost of special education services for the District. The revenue for these students does increase, but the contribution from the General Fund for this program stays significant at \$600,000 for 2023-24, \$665,000 for 2024-25 and \$650,000 for 2025-26.

Property taxes per ADA x Charter ADA is reflected below:			
	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>
<u>Local Property Taxes</u>	<u>\$3,110,000</u>	<u>\$3,187,750</u>	<u>\$3,267,444</u>
District LCFF ADA	47.16	56.5	57
	<u>\$275,566</u>	<u>\$317,371</u>	<u>\$314,232</u>
S.C. Charter LCFF ADA	167.78	169	169
	<u>\$980,377</u>	<u>\$949,303</u>	<u>\$931,665</u>
Pathways Charter ADA	317.30	342	366.70
	<u>\$1,454,057</u>	<u>\$1,921,076</u>	<u>\$2,021,547</u>

Deferred Maintenance Program Fund 14: With the implementation of LCFF, the annual State’s deferred maintenance apportionment was eliminated. There will no longer be a revenue stream in this fund unless funds are permanently transferred from the general fund. These funds have been committed for deferred maintenance purposes by an approved board resolution. The contribution to the deferred maintenance program from the General Fund is \$25,000 for 2023-24, 2024-25 and 2025-26.

Measure C, a school improvement obligation (G.O.) bond measure ballot to modernize and renovate our campus was passed on the June 5, 2018. The Bond is in the amount of \$9.6 million. The third and final phase of the 2018 Bond is now complete. The Notice of Completion was filed with Sonoma County on October 16, 2023. The Certification of Compliance letter to Harmony Elementary School from the Department of General Services, Division of the State Architect, DSA File 49-47, was filed on December 11, 2023. The 2018 Bond went considerably over budget, due to inadequate plans. The District has contracted with legal counsel to seek damages. Any funds awarded will reimburse the Budget Stabilization fund in the General Fund.

Proposition 51 effects the required minimum contribution a District must deposit to the Restricted Routine Repair and Maintenance account from their General Fund. The rate is 3% of the total General Fund expenditures within the General Fund for ongoing and major maintenance. *Currently the District is not required to meet that requirement due to the fact that District’s with ADA under 300 are exempt.*

1st Interim projections for 2023-24 through 2025-26 reflect an average of 3.2% increase in salaries due to the district's 3% offer and step in column increases. The Administrative configuration for 2023-24 will be a full time Superintendent/Principal, a full time Chief Business Official, a full time Asst CBO and a full time Office Manager. There are two (2) certificated position layoffs reflected in 2024-25.

The 1st Interim reflects a 5-year contract to pay \$15,000 to an HUSD Retiree through June of 2024. 2023-24 is year 5 of 5 in the contract.

In summary:

At this time, the 2023-24 1st Interim is deficit spending in 2023-24 and 2024-25. If the State does not provide adequate funding within the next three (3) years, it is recommended that additional budget reductions be made in addition to the reductions presented in this Budget Development.

With great uncertainty of the California State Budget, it is highly recommended that the District monitor the budget closely. With an ending balance of \$1,959,143, we are well within the State's "Criteria and Standards" which state that our District should have an ending balance for Economic Uncertainties of 5%. With the District assigning funds in a Budget Stabilization account, in the amount of \$1,300,000, and restricted funds in the amount of \$223,982 the district's unassigned ending balance at 1st Interim is \$101,580.

A fluctuation in revenue is reflected based on the changes in ADA (see below):

	<u>*LCFF Revenue</u>	<u>EPA Revenue</u>	<u>State Aid Revenue</u>
2023-24	\$2,671,747	\$244,663	\$1,186,566
2024-25	\$2,823,604	\$370,167	\$1,211,763
2025-26	\$2,901,746	\$448,573	\$1,232,276

*EPA and State Aid Revenues are included within the LCFF Revenue.

ADA used for LCFF calculations are:

@Budget Development		@1 st Interim	
2023-24	206.26	2023-24	214.94
2024-25	208.45	2024-25	225.50
2025-26	209	2025-26	226

2024-25 and 2025-26 reflect expenditure increases in salaries due to step in column increases and a 3% blanket increase to hold the space for negotiations. Estimated health and welfare benefit increases 2.5% as well as increases in STRS & PERS costs per the most recent Dartboard.

The 1st Interim 2023-24 reflects a positive certification for Harmony Union School District. It will be able to meet its financial obligations for the 2023-24 through 2025-26 fiscal years.

At this time, it is expected that all other funds (Cafeteria, Deferred Maintenance, Capital Facilities, Bond, Special Reserves and Retiree Benefits) will have a positive ending balance for the 2023-24 school year. Projected Ending Balance spreadsheet is attached.

The LCFF Calculator Universal Assumptions for Harmony Union Elementary and Salmon Creek Charter used for the 2023-24 1st Interim is included.