

**DUBLIN  
UNIFIED**



**School District**

*Education That Inspires Lifelong Learning*

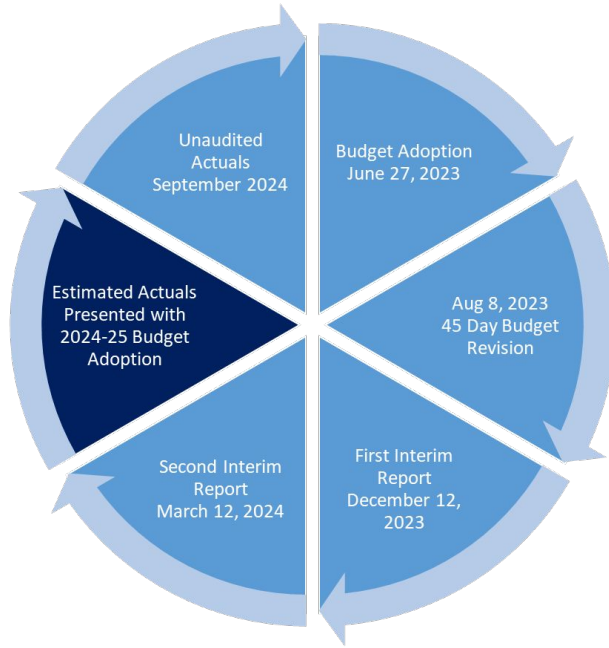
# Dublin Unified School District

2024–25 Proposed Budget  
Public Hearing

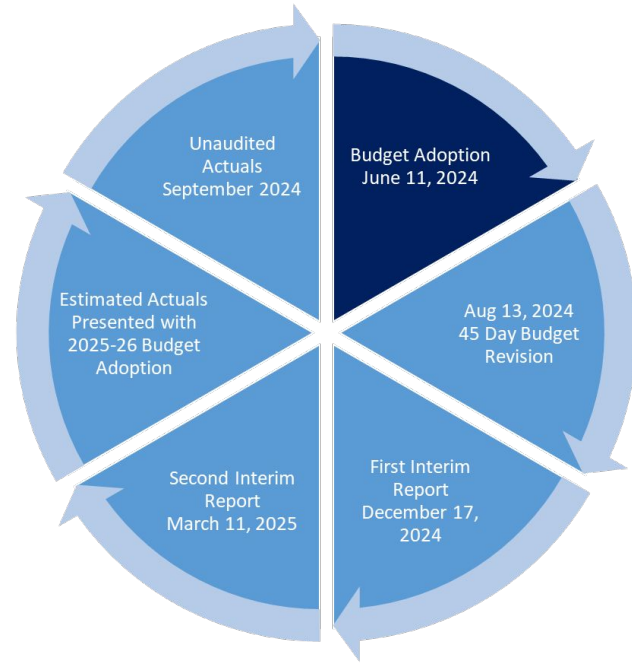
# Overview

- The Budget Cycle
- Governor's May Revision
- Budgetary Building Blocks
- Enrollment Trends and Projections
- Rising Cost of Doing Business
- Multiyear Projections
- Next Steps

## 2023–24 Budget



## 2024–25 Budget



# Budget Cycles

# Governor's Budget – May Revision

- 1.07% Statutory COLA
  - Applied to LCFF, Special Education Funding
- “Proposition 98 Maneuver”
  - In separate announcements, the school boards association on Wednesday and CTA on Friday threatened to sue over what they characterize as an end run around the Proposition 98 formula that would deny schools and community colleges billions of dollars. They argue that Newsom’s tactic would set a bad and expensive precedent that governors in other tight times would imitate if allowed. [Ed Source May 18, 2024]

# Budgetary Building Blocks

## Local Control Funding Formula

- Enrollment Projection:
  - 2024–25: 12,834
  - 2025–26: 12,939
  - 2026–27: 12,830
- Attendance Rate: 95.5%
- Unduplicated Pupil Percentage: 13.8%

## Step and Column Increases

- DTA: 1.67%
- CSEA: 1.5%
- Leadership: 0.71%

## Employer Contribution Rate Changes

- STRS: +0% = \$0.0M
- PERS: +0.37% = \$0.1M

## Staffed to Meet Enrollment

Growth of EHS - one-time and ongoing

# Revenue Assumptions

## COLA For Multiyear Projection

- 2024–25: 1.07%
- 2025–26: 2.93%
- 2026–27: 3.08%

## Lottery Revenue

- \$177 per ADA unrestricted
- \$72 per ADA for instructional materials

Board authorizes \$5.5M in reductions beginning in 2025–26

# Accessing Prop 28 Money

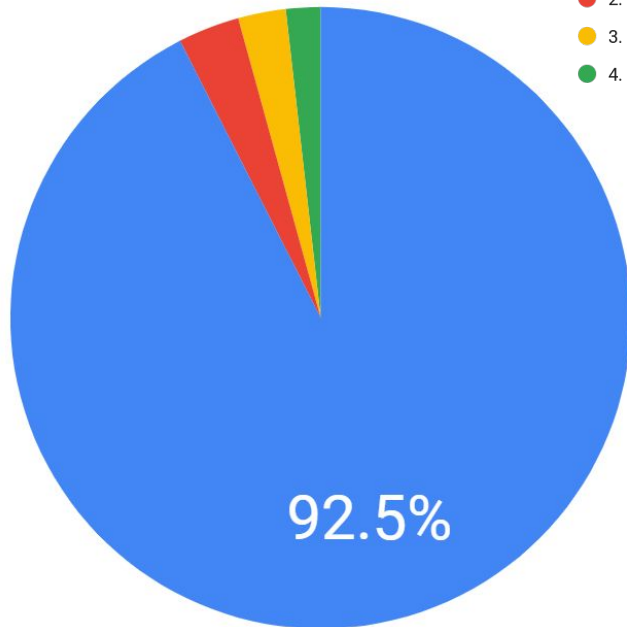
Proposition 28 was passed to ensure that all school districts provide access to arts and music programs, something Dublin USD has proudly maintained for years. Intended to address cuts made to these programs as most districts faced declining enrollment and shrinking revenue.

We will use Prop 28 funds to replace Arts, Music, and Instructional Materials Discretionary Block Grant funding that will be used in 2024–25 to fund these programs. The AMIMDBG will be exhausted at the end of the budget year, allowing us to tap into P28 money in 2025–26.

# 2024–25 General Fund Revenue Sources

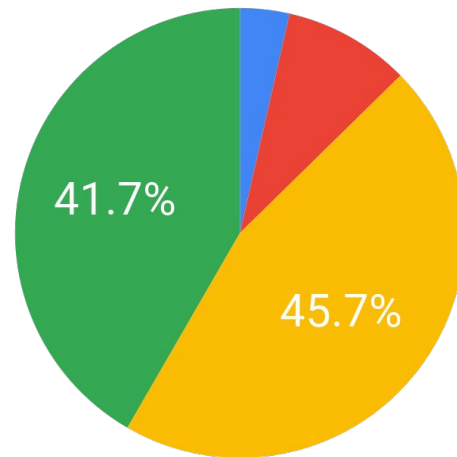
## Unrestricted Revenue Sources

- 1. LCFF
- 2. Federal Revenue
- 3. Other State Revenue
- 4. Other Local Revenue



## Restricted Revenue Sources

- 1. LCFF
- 2. Federal Revenue
- 3. Other State Revenue
- 4. Other Local Revenue

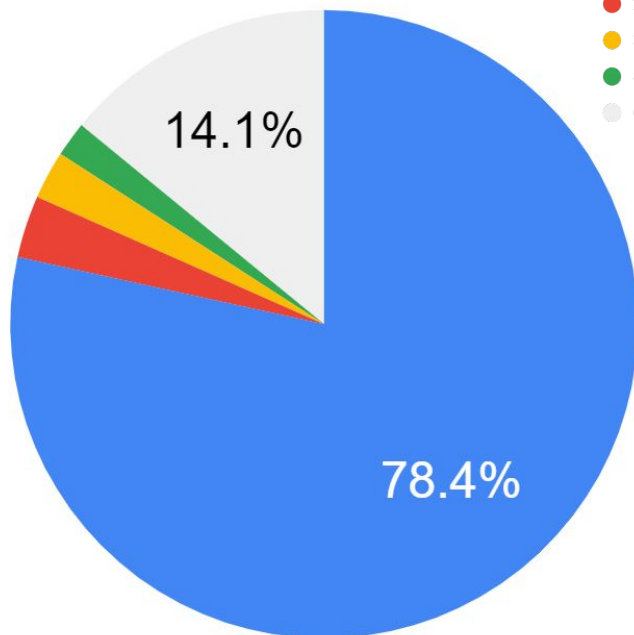




# 2024–25 General Fund Contributions

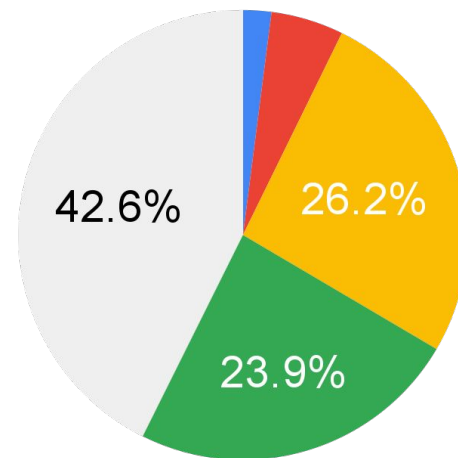
## Unrestricted General Fund

- 1. LCFF
- 2. Federal Revenue
- 3. Other State Revenue
- 4. Other Local Revenue
- Contribution



## Restricted General Fund

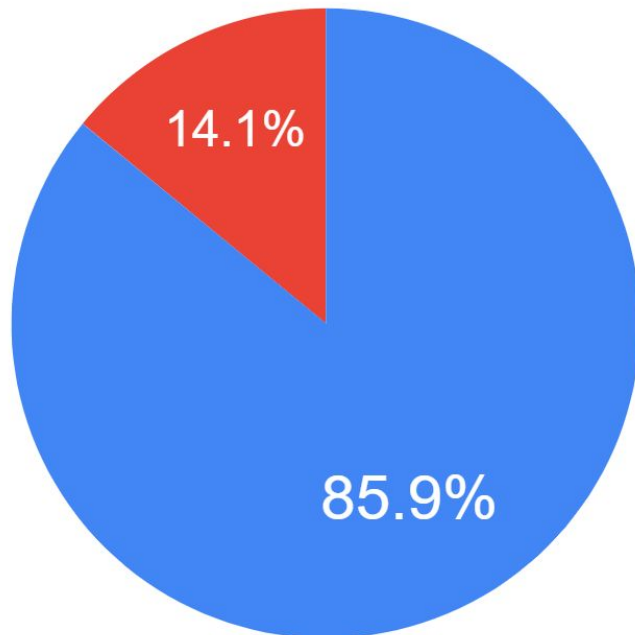
- 1. LCFF
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- Contribution



# 2024–25 General Fund Expenditures

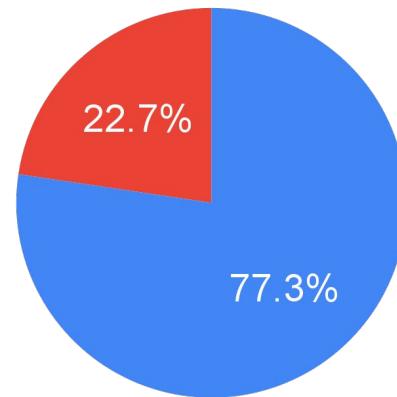
## Unrestricted Expenditures

- Personnel
- Non-Personnel



## Restricted Expenditures

- Personnel
- Non-Personnel

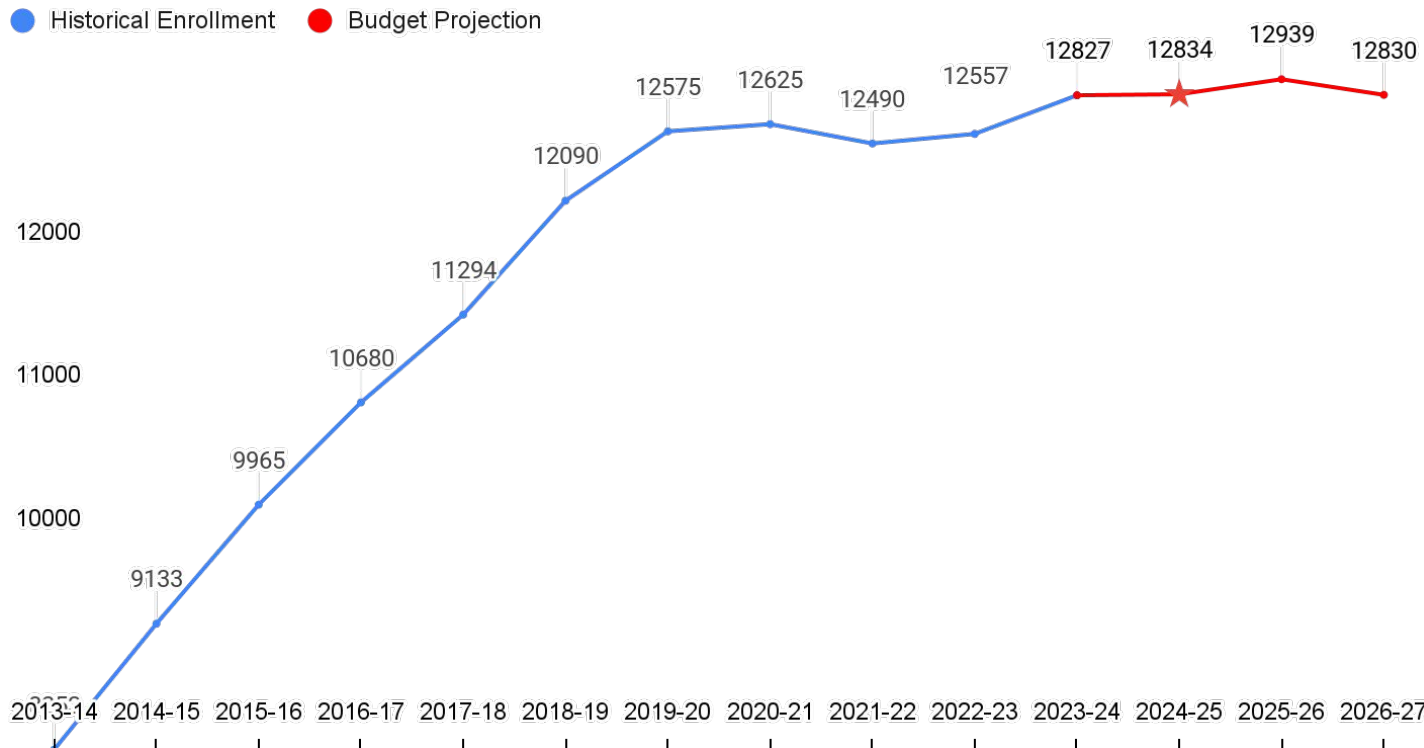


Combined Spending on People  
Compared to Prior Year Estimated Actuals

**83.5%**

↑ 1.3%

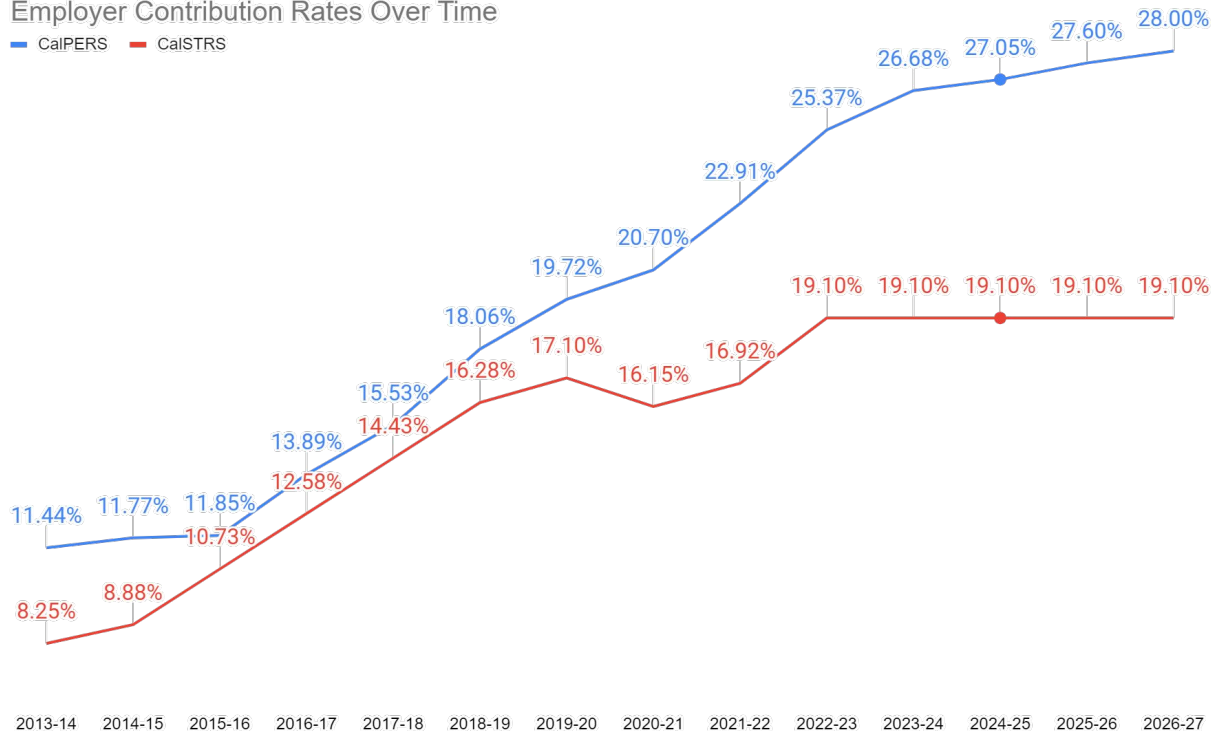
# Enrollment Trends and Projections



# Rising Costs of Doing Business - Contributions to CalSTRS and CalPERS

Employer Contribution Rates Over Time

— CalPERS — CalSTRS



# Significant Multiyear Assumptions

- Adjust staff as appropriate to enrollment changes annually
- ADA for 2024–25 and beyond looks like our new normal for DUSD (95.5% of projected October enrollment)
- Board takes action to make \$5.5M in reductions for 2025–26 and beyond

## Combined Revenues, Expenditures, and Changes in Fund Balance (2024-25 Proposed Budget)

	2023-24 Estimated Actuals	2024-25 Proposed Budget	2025-26 (MYP1)	2026-27 (MYP2)
<b>Beginning Balance</b>	\$ 41,481,163	\$ 30,260,696	\$ 20,650,193	\$ 17,833,163
<b>ADD: Revenues and Transfers In</b>	\$ 184,594,480	\$ 189,298,080	\$ 189,900,438	\$ 194,734,483
<b>LESS: Expenditures and Transfers Out</b>	\$ (195,814,947)	\$ (198,908,583)	\$ (198,217,468)	\$ (202,017,357)
<b>ADD: Reductions to Address Deficit</b>			\$ 5,500,000	\$ 5,500,000
<b>Surplus/(Deficit)</b>	\$ (11,220,467)	\$ (9,610,503)	\$ (2,817,030)	\$ (1,782,874)
<b>Projected Ending Balance (Fund 01)</b>	\$ 30,260,696	\$ 20,650,193	\$ 17,833,163	\$ 16,050,289
<b>Components of Ending Balance</b>				
Revolving Cash/Stores/Prepaid	\$ (125,000)	\$ (125,000)	\$ (125,000)	\$ (125,000)
Commitment: Solar Project COP Repayment		\$ (2,900,000)	\$ (2,900,000)	\$ (2,900,000)
Reserve for Economic Uncertainties (3%)	\$ (5,855,899)	\$ (5,967,691)	\$ (5,781,524)	\$ (5,895,521)
Restricted Ending Balance	\$ (15,034,060)	\$ (11,626,283)	\$ (8,942,345)	\$ (6,281,556)
<b>Funds Available for Discretionary Spending</b>	\$ 9,245,737	\$ 31,219	\$ 84,294	\$ 848,212

**2023–24 Estimated Actuals, 2024–25 Proposed Budget,  
Multiyear Projection**

## Unrestricted Revenues, Expenditures, and Changes in Fund Balance (2024-25 Proposed Budget)

	2023-24 Estimated Actuals	2024-25 Proposed Budget	2025-26 (MYP1)	2026-27 (MYP2)
<b>Beginning Balance</b>	\$ 20,221,829	\$ 15,226,636	\$ 9,023,910	\$ 8,890,818
<b>ADD: Revenues and Transfers In</b>	\$ 153,318,896	\$ 159,156,863	\$ 159,701,770	\$ 164,380,549
<b>LESS: Expenditures and Transfers Out</b>	\$ (158,314,089)	\$ (165,359,589)	\$ (165,334,862)	\$ (169,002,633)
<b>ADD: Reductions to Address Deficit</b>			\$ 5,500,000	\$ 5,500,000
<b>Surplus/(Deficit)</b>	\$ (4,995,193)	\$ (6,202,726)	\$ (133,092)	\$ 877,916
<b>Projected Ending Balance (Fund 01)</b>	\$ 15,226,636	\$ 9,023,910	\$ 8,890,818	\$ 9,768,733
<b>Components of Ending Balance</b>				
Revolving Cash/Stores/Prepaid	\$ (125,000)	\$ (125,000)	\$ (125,000)	\$ (125,000)
Commitment: Solar Project COP Repayment		\$ (2,900,000)	\$ (2,900,000)	\$ (2,900,000)
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**2023–24 Estimated Actuals, 2024–25 Proposed Budget,  
Multiyear Projection**

# Cap on Unrestricted Reserves

When certain state budget conditions have been met, state law limits the amount of uncommitted, unrestricted reserves that a school district may carry. This cap is set at 10% of the ending fund balance for the affected budget year.

Those conditions have been met and the reserve cap will be in effect for the 2024–25 budget year.

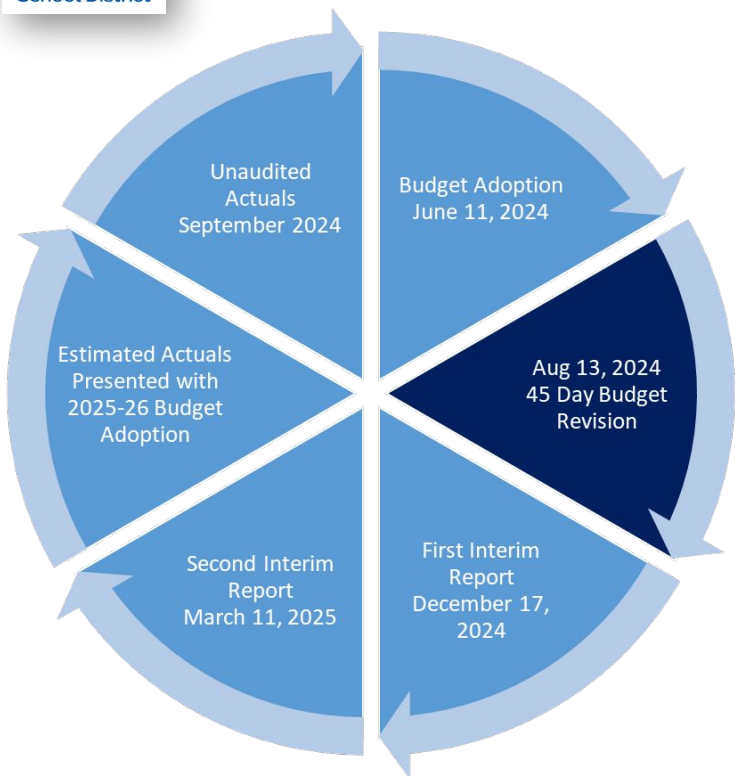
Based on current projections, DUSD's uncommitted reserves at the end of the 2024–25 budget year will be 3.02%. In addition, the reserves stay below the mandated cap in the multiyear forecast:

2025–26: 3.04%

2026–27: 3.43%



# Next Steps



## State Level

- State enacts budget by June 30, 2024

## Local Level

- District adopts budget by June 30, 2024
- Submit revised budget to board within 45 days if warranted by enacted budget
- Close books in July, present 2023–24 Unaudited Actuals in September

# Next Meeting's Actions

- Resolution to reduce spending by \$5.5M in 2025-26 and beyond
- Resolution to commit \$2.9M in solar project tax credits as a reserve for future COP payments
- Adopt 2024–25 budget

# Tonight's Action

Request that the Board of Trustees hold a  
public hearing on the proposed 2024–25  
Budget