



2023-24

Unaudited Actuals

COTATI-ROHNERT PARK UNIFIED SCHOOL DISTRICT

SCHOOL BOARD PRESENTATION

DATE 9/10/24

What are Unaudited Actuals?



- Staff prepared year-end financial statements as of June 30th for all District funds
- A report of activities in all District funds, identifying unspent funds or reserves that are carried forward into future years
- Financial information used by external auditors to prepare the official Audit Report

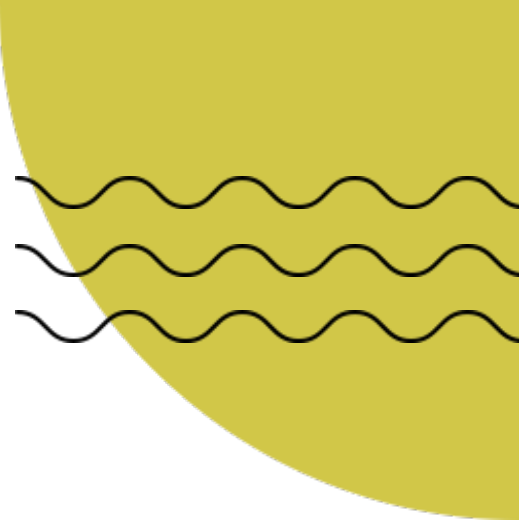
Last June as part of the 2024 -25 Budget Adoption process, staff presented 2023 -24

Estimated Actuals – comparisons will be against this report



What has changed since June? What are Common Reasons for Differences?

- The financial books of the District have been closed
- Year-end closing entries are prepared and posted
- Revenue is received that was not anticipated
- Expenditure allocations or budgets were not completely used or overspent



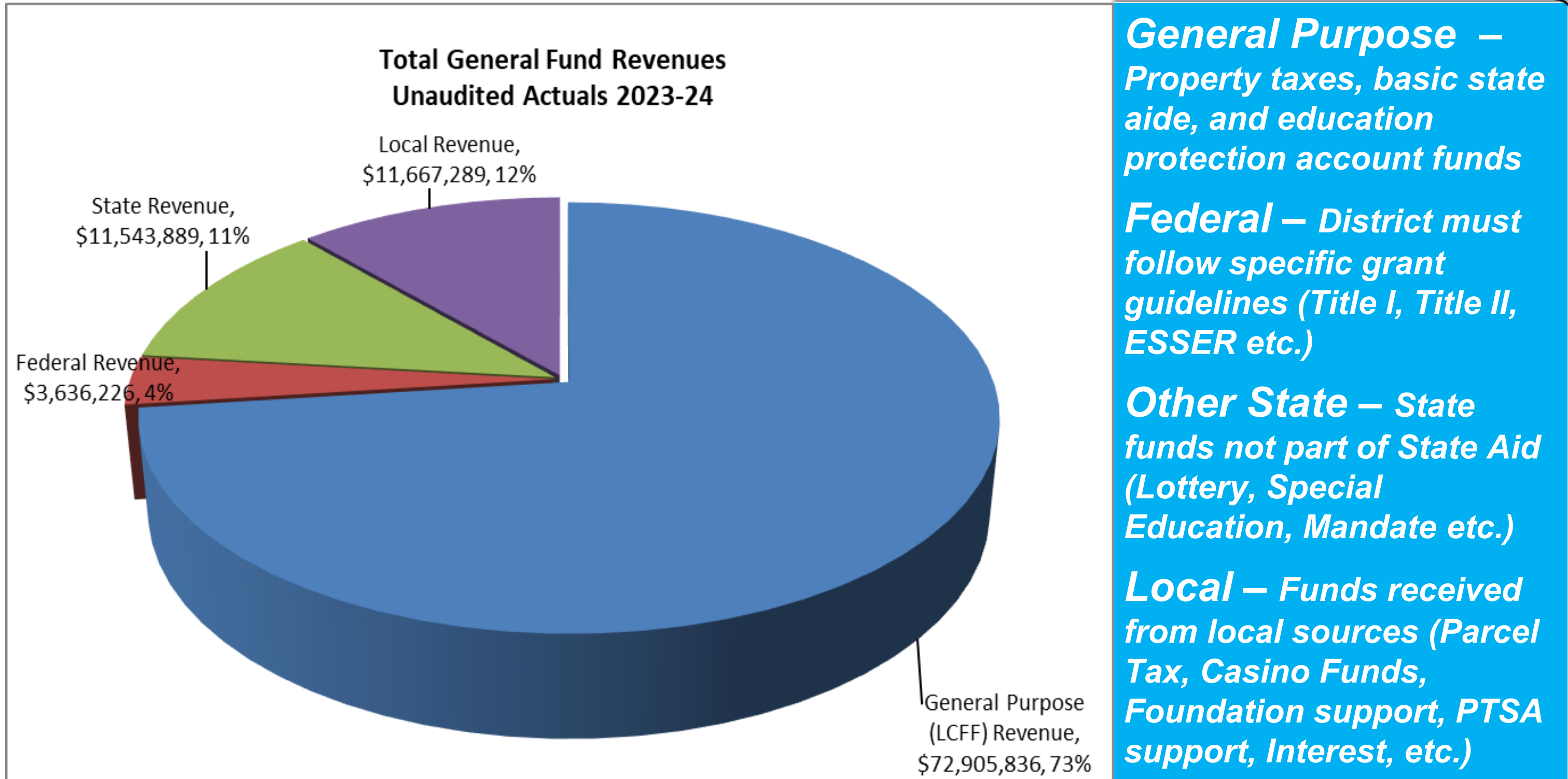
General Fund Revenues

- Reflects General Fund only (no Cafeteria, Bonds)

DESCRIPTION	Unrestricted	Combined
General Purpose (LCFF) Revenue	\$71,688,067	\$72,905,836
Federal Revenue	\$0	\$3,636,226
State Revenue	\$2,346,262	\$11,543,889
Local Revenue	\$5,031,655	\$11,667,289
TOTAL	\$79,065,983	\$99,753,239



General Fund Revenue Budget



General Fund Expenditures

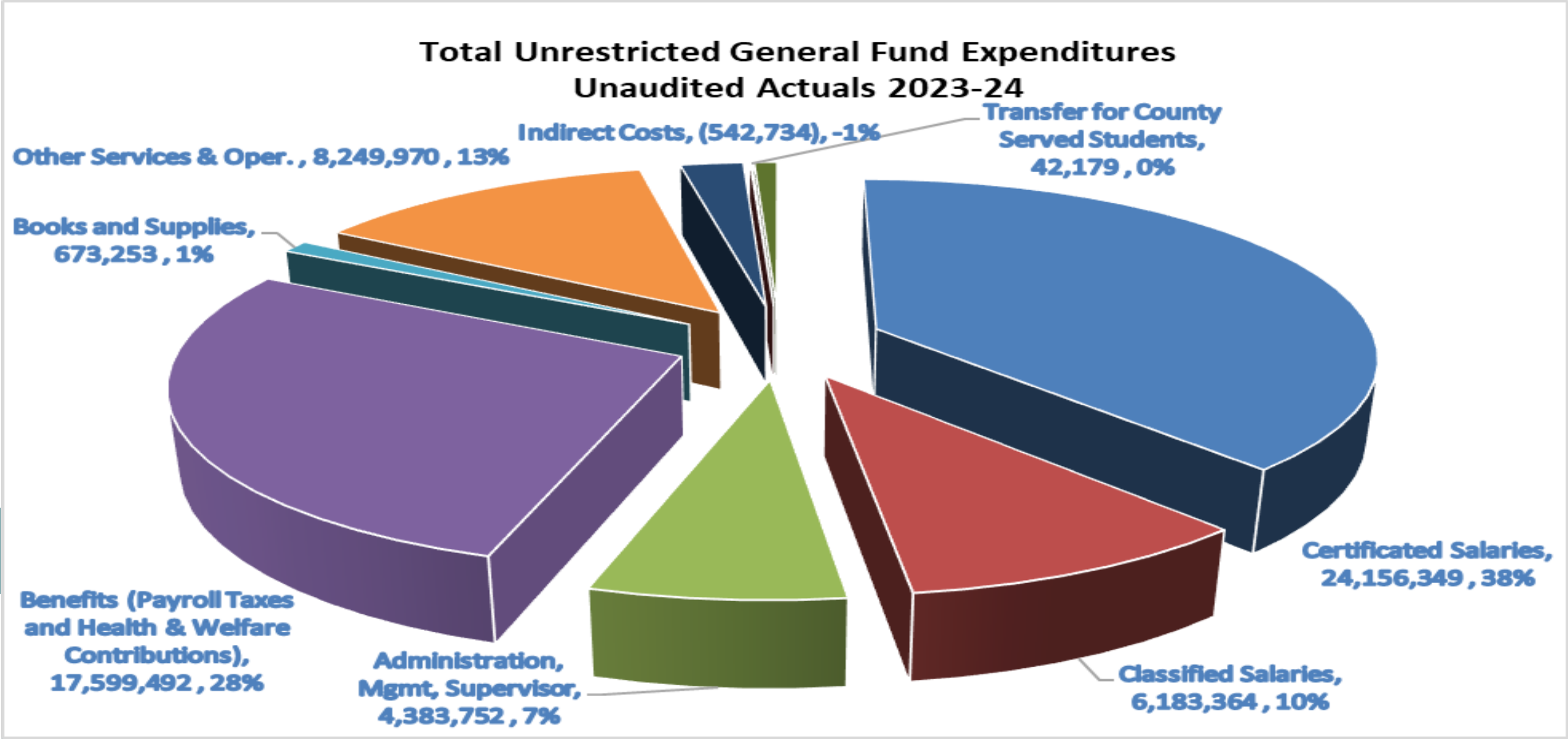
- Reflects General Fund only (no Cafeteria, Bonds)

DESCRIPTION	UNRESTRICTED	COMBINED
Certificated Salaries	24,156,349	\$31,728,563
Classified Salaries	6,183,364	\$10,329,103
Administration, Mgmt, Supervisor	4,383,752	\$6,939,415
Benefits (Payroll Taxes and Health & Welfare Contributions)	17,599,492	\$28,115,586
Books and Supplies	673,253	\$3,048,929
Other Services & Oper.	8,249,970	\$19,710,982
Equipment > \$5,000	1,500,000	\$2,271,432
Transfer for County Served Students	42,179	\$189,504
Indirect Costs	(542,734)	(70,873)
TOTAL	62,245,624	\$102,262,640



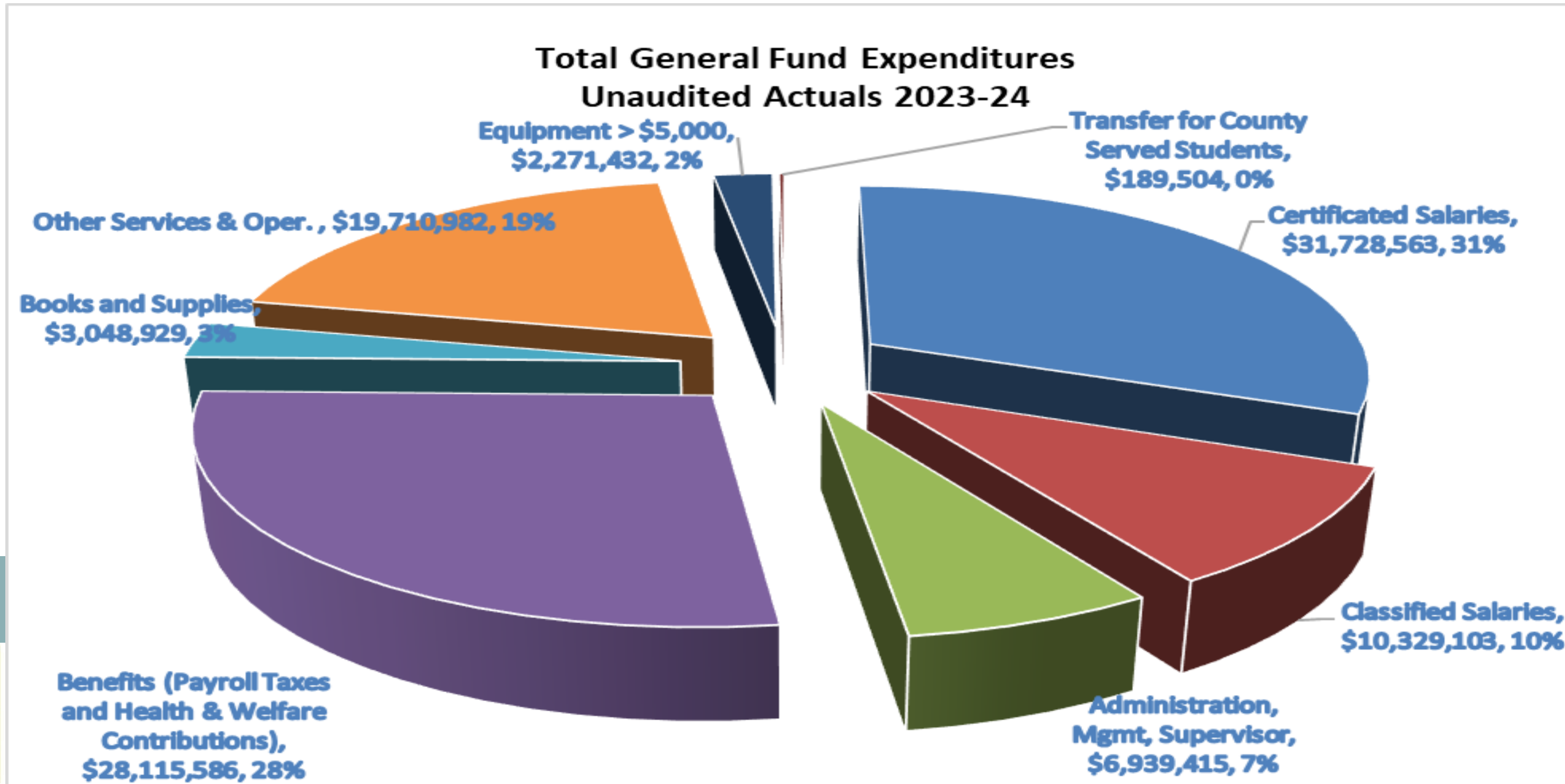
General Fund Unrestricted Expenditures

- Reflects General Fund only (no Cafeteria, Bonds)
- Employee costs comprise approximately 84% of the Districts unrestricted general fund budget



General Fund Expenditures

- Reflects General Fund only (no Cafeteria, Bonds)
- Employee costs comprise approximately 75% of the Districts general fund budget



Current Expense of Education Requirement

Included in the calculation:

Salaries and benefits of teachers and paraprofessionals paid out of the General Fund divided by total General Fund expenditures

Certain categorical programs and types of costs are excluded from the calculation:

Expenditures for food services, community services, nonagency activities, fringe benefits for retired persons, acquisition and construction of facilities

The calculation is a legal requirement (EC § 41372) used to determine the percentage of expenditures for the direct classroom cost of teaching students



Unrestricted revenues for LCFF and initiatives to support students beyond classroom instruction have made it difficult for districts to meet the requirements

Required percentages:

- Elementary District: 60%
- High School District: 50%
- Unified District: 55%

Why Do We Complete Form CEA?

- The calculation of the **Current Expense of Education Actuals (CEA)** is a legal requirement (EC § 41372) and used to determine the percentage of expenditures for the direct classroom cost of teaching students
- Included in the calculation are the salaries and benefits (within the General Fund) of teachers and classroom classified staff measured against the total expenditures of the district

Required Percentages		
Elementary Districts	Unified Districts	High School Districts
60%	55%	50%

Certain objects, goals, functions, and categorial resources are excluded from the calculation

- | | | | |
|--|---|---|---|
| <ul style="list-style-type: none"> ▪ Goals: 7100-7199 (Non-Agency) and 8100 (Community Services) | <ul style="list-style-type: none"> ▪ Functions: 3700 (Food Services), 8500 (Facilities Acquisition and Construction), 3600 (Transportation), 1180 (Students in Nonpublic Schools) | <ul style="list-style-type: none"> ▪ Objects: 3701-3702 (Fringe Benefits for Retired Persons) | <ul style="list-style-type: none"> ▪ Resource 1100 (Lottery) and any federal or state categorial that does not include teacher salaries |
|--|---|---|---|

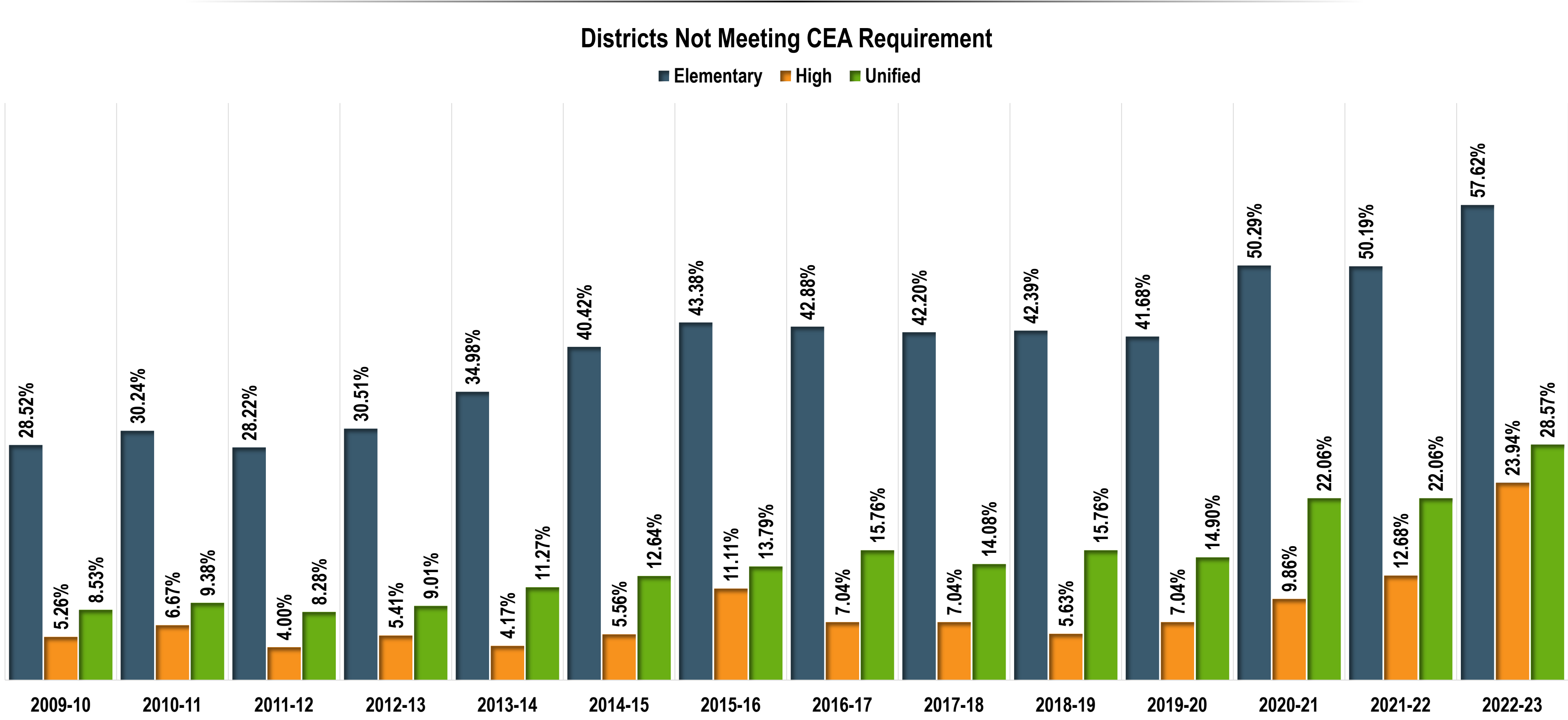
Why CRPUSD did not pass Form CEA?

- **Special Education Non-Public Agency expenditures was \$1.9 million**
 - We have to pay staffing agencies to fill positions that we cannot fill to serve students
- **Science adoption was \$1 million**

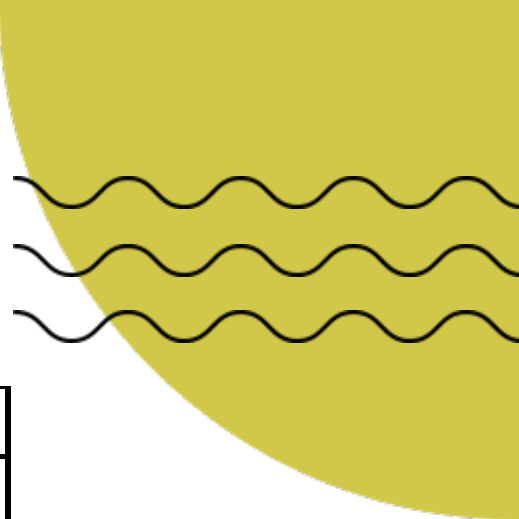
****Without these two expenditures alone CRPUSD would have passed the CEA****

- **Formula ignores all other costs necessary to educate children including:**
 - **Counseling**
 - **Nurses**
 - **Social Workers**
 - **Librarians**
 - **Speech Pathologists**

Are Districts Able to Meet the CEA Requirement?



Change in Fund Balance since June

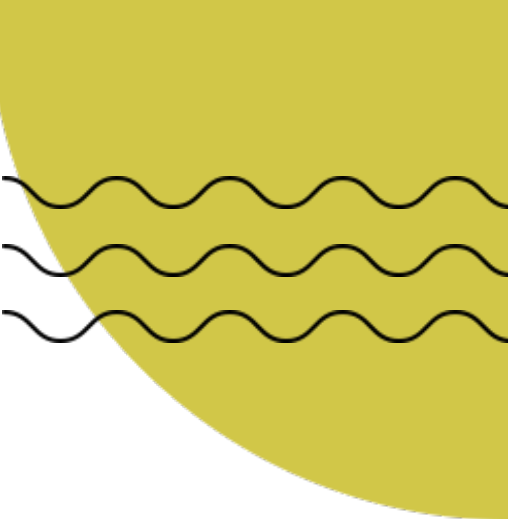


Unrestricted Budget Changes Since June 2024

		Change in Fund Balance 2023-24
Excess of Expenditures over Revenues at Estimated Actuals		\$ (1,384,145)
Revenue Changes		
LCFF Funding - Annual ADA & prior year state aid adjustment	(102,102)	
Other State Revenue - Updated Lottery Income & transportation income	314,929	
Other Local Revenue - Interest Inc, Facility Use, Credo fees, cash fair market value entry	715,899	
	<u>928,725</u>	\$ 928,725
Expenditure Changes		
Certificated Salaries - sub pay, extra duty	(88,431)	
Classified Salaries - unfilled position savings	(51,958)	
Benefits - driven cost savings from above	(57,766)	
Books and Supplies - M&O, furniture for sites	(17,418)	
Other Services, Operations - natural gas, waste disposal	(157,401)	
Capital Outlay	(3,120)	
Other Outgo - County Served District Funded ADA	(7,238)	
Indirect Costs charged to categorical program (restricted) funds	(70,351)	
Contribution to Restricted: SpEd contribution adjustment	824,532	
	<u>370,848</u>	\$ 370,848
Total Expenditure Change		\$ 370,848
Revised Excess of Revenues over Expenditures at Unaudited Actuals		\$ (826,269)



General Fund Summary - Final



CRPUSD Unaudited Actuals 2023-24			
Description	Unrestricted	Restricted	Total
Total Revenues	79,065,983	20,687,256	99,753,239
Total Expenditures	62,245,624	40,017,016	102,262,640
Excess/(Deficiency)	16,820,359	(19,329,760)	(2,509,401)
Transfer to RRMA & SpEd	(17,646,627)	17,646,627	
Transfer from FD 40 to RRMA		1,060,000	1,060,000
Net Increase/(Decrease)	(826,269)	(623,133)	(1,449,401)
Beginning Fund Balance	6,976,572	12,847,869	19,824,441
Audit Adjustment	(758,636)		(758,636)
Committed for site vans for athletics	(550,000)		(550,000)
FD 01 Ending Fund Balance	4,841,667	12,224,736	17,066,404
FD 17 Special Reserve	3,663,417		3,663,417
Reserve Percentage	8%		



2023-24 Ending Fund Balances All Funds

All Funds of the Cotati - Rohnert Park Unified School District

Fund Number and Description	Fund Balance	Current Year	Fund Balance
	July 1, 2023	Activity	June 30, 2024
01 General Fund	\$19,824,441	(\$2,208,037)	\$17,616,404
13 Cafeteria	\$1,631,034	\$910,954	\$2,541,988
17 Special Reserve Fund	\$3,611,290	\$52,127	\$3,663,417
21 Building Funds	\$5,571,356	(\$3,595,146)	\$1,976,210
25 Capital Facilities Fund	\$4,240,993	\$1,091,304	\$5,332,297
40 Special Reserve for Capital Outlay	\$997,075	(\$239,527)	\$757,548
51 Bond Interest Redemption	\$10,351,878	\$655,535	\$11,007,413



Ending Fund Balance

What is in the Fund Balance?

- ❖ In the 2024-25 Adopted Budget, Estimated Actuals column, the ending balance is estimated and updated after the books are closed. At that point we know the true ending balance.
- ❖ The Adopted Budget estimated balance was \$16,050,838
- ❖ The actual ending balance is \$17,616,404 which, as expected increased from the Adopted Budget estimate.
- ❖ **Components of the Ending Balance include:**
 - ❖ **Non-Spendable:** \$ 12,491
 - ❖ Includes Revolving Cash, Prepaid Expenses
 - ❖ **Restricted Reserves:** \$ 12,224,736
 - ❖ **Committed Balances:** \$ 550,000
 - ❖ Site vans for athletics
 - ❖ **Assigned Balances:** \$ 4,841,667
 - ❖ Budget Stabilization Reserve

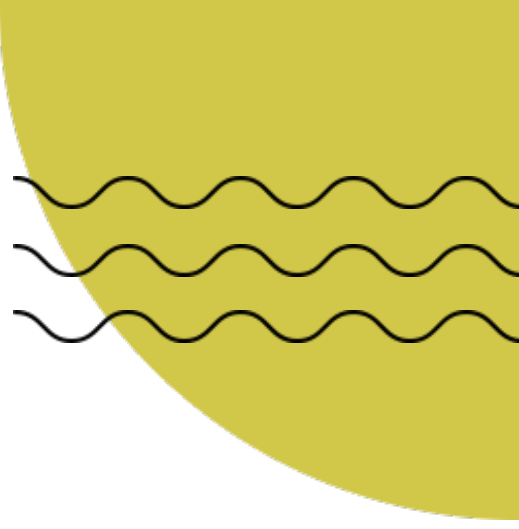


Ending Fund Balance

- ❖ **An increase in the ending fund balance for 2023-24 is definitely good news!**
- ❖ **It is important to remember:**
 - ❖ **Fiscal solvency is based on a three year projection**
 - ❖ **The fund balance is our first line of defense to weather the uncertain future State Budget downfalls**



Questions?



CRPUSD



reengage
reconnect



reconnect



reimagine