

# Budget Advisory & Parcel Tax Oversight Committee (BAC/PTO)

FY 2024-2025

**Business Services**



*Inspiring our community with opportunities to learn and thrive, we are committed to a shared purpose that guarantees each student a strong academic foundation while ensuring **equity** through **access** and opportunity for all.*

# OVERSIGHT COMMITTEES

## BAC/PTO

Presented by:  
**Mary Pollett**  
Chief Business Official

February 12, 2025

### **Budget Advisory Committee (BAC)**

The goal of the committee is to *inform* stakeholders on how the District's budget works and provide a forum to answer questions.

### **Parcel Tax Oversight Committee (PTO)**

To *assist the Board* in fulfilling its fiduciary duties to review expenditures of Measure A revenue to ensure its use in accordance with the voter approved tax ballot measure.

# Meeting Agenda



- Budget Overview
  - General Fund Assumptions
  - General Fund Revenue & Expenditures
  - General Fund Summary
  - Adopted Budget vs. 1<sup>st</sup> Interim
  - Other Funds - Summary
- Measure A Parcel Tax
  - Parcel Tax Overview
  - Parcel Tax Revenue & Expenditures
- Questions/Answers

# FY2024-25 1<sup>st</sup> Interim Assumptions



	<b>FY2024-2025</b>	<b>FY2025-2026</b>	<b>FY2026-2027</b>
Statutory COLA	1.07%	2.93%	3.08%
Enrollment	2122	2122	2122
Projected ADA	2033.19	2030.99	2030.99
STRS	19.10%	19.10%	19.10%
PERS	27.05%	27.60%	28.00%



# FY2024-25 1<sup>st</sup> Interim General Fund Revenue

Revenues:	Object Code	Unrestricted	Restricted	Combined
LCFF Revenue	8010-8099	23,302,231	1,738,928	25,041,159
Federal Revenue	8100-8299	-	747,429	747,429
State Revenue	8300-8599	496,625	3,180,367	3,676,992
Local Revenue	8600-8799	1,119,802	2,358,377	3,478,179
Transfers In	8900-8929	370,391	-	370,391
Contributions	8980-8999	(4,997,587)	4,997,587	-
<b>Total Revenue</b>		<b>\$ 20,291,462</b>	<b>\$ 13,022,688</b>	<b>\$ 33,314,150</b>

# FY2024-25 1<sup>st</sup> Interim General Fund Expenditures



<b>Expenditures:</b>	<b>Object</b>	<b>Unrestricted</b>	<b>Restricted</b>	<b>Combined</b>
Certificated Salaries	1000-1999	10,492,305	3,603,507	14,095,812
Classified Salaries	2000-2999	2,806,656	2,212,423	5,019,079
Employee Benefits	3000-3999	4,629,494	3,468,326	8,097,820
Books and Supplies	4000-4999	551,265	355,570	906,835
Other Svcs & Oper	5000-5999	1,687,147	4,545,448	6,232,595
Capital Outlay	6000-6999	10,000	82,304	92,303
Other Outgo	7100-7299	63,902	60,863	124,765
Transfer of Indirect	7300-7399	(211,264)	125,370	(85,894)
<b>Total Expenditures</b>		<b>\$ 20,029,505</b>	<b>\$ 14,453,809</b>	<b>\$ 34,483,314</b>



# Summary: General Fund Revenues & Expenditures

	Unrestricted	Restricted	Combined
<b>Total Revenue</b>	20,291,462	13,022,688	33,314,150
<b>Total Expenditures</b>	20,029,505	14,453,809	34,483,314
Net Increase/(Decrease)	261,957	(1,431,122)	(1,169,165)
Beginning Balance	8,881,288	4,004,406	12,885,695
<b>Ending Fund Balance (EFB)</b>	<b>\$9,143,245</b>	<b>\$2,573,285</b>	<b>\$11,716,530</b>
<b>Components of EFB:</b>			
Restricted	0	2,573,285	2,573,285
Revolving Cash	2,500	0	2,500
Reserve for Deficit Spending 25/26 & 26/27	4,529,861	0	4,529,861
Assigned to Reserve by Board	3,578,865		3,578.865
Reserve for Economic Uncertainties-3%	1,034,499	0	1,034,499
<b>Total EFB</b>	<b>\$9,143,245</b>	<b>\$2,573,285</b>	<b>\$11,716,530</b>

# FY2024-25 Adopted Budget vs. 1<sup>st</sup> Interim



<b>Revenues</b>	<b>Adopted Budget</b>	<b>1st Interim</b>	<b>Variance</b>	<b>Explanation</b>
LCFF Revenue	24,523,103	25,041,159	518,056	Enrollment & ADA Increased
Federal Revenue	714,815	747,429	32,614	Title I & Federal SPED Grant
State Revenue	3,617,024	3,676,992	59,968	Lottery Increase
Local Revenue	3,914,476	3,478,179	(436,297)	Lease and AB1290
Transfers In	370,391	370,391		
<b>Total Revenue</b>	<b>\$ 33,139,809</b>	<b>\$ 33,314,150</b>	<b>\$ 174,341</b>	
<b>Expenditures:</b>				
Certificated Salaries	15,217,766	14,095,812	(1,121,953)	Counselor, SLP, SPED teacher
Classified Salaries	5,422,750	5,019,079	(403,672)	SPED Para
Employee Benefits	8,369,124	8,097,820	(271,304)	Reduced Salaries Above
Books and Supplies	1,117,938	906,835	(211,103)	Various Resources
Other Svcs & Oper	5,436,338	6,232,595	796,258	SPED Para, Counselor, SLP, SPED Teacher
Capital Outlay	92,303	92,303		
Other Outgo	98,902	124,765	25,863	SPED
Direct/Indirect	0	(85,894)	(85,894)	Reduced Indirect Cost
<b>Total Expenditures</b>	<b>\$ 35,755,121</b>	<b>\$ 34,483,314</b>	<b>\$ (1,271,806)</b>	

# One-time and Ongoing Grant Funding Update



Grant Funding	Projected Ending Balance as of FY24-25	Deadline	One-time/ Ongoing
Art, Music, Instructional Materials Discretionary Block Grant	\$334,468	6/30/2026	One-time
Learning Recovery Emergency Block Grant	\$125,267	6/30/2028	One-time
ELO-P (Extended Learning Opp Pro)	\$1,212,682	Ongoing	Ongoing
Prop 28 Arts & Music in Schools (AMS)	\$530,661	Ongoing	Ongoing

# What's Next...



- 2023-24 Audit Report will be presented to the Board for approval on February 18, 2025
- 2024-25 2nd Interim Report
  - Update assumptions & changes
  - Presented to the Board for approval in March, 2025

# Measure A Parcel Tax



The special tax was approved at \$125 per year for nine (9) years started in FY 2023-24

- Maintain 21st Century hands-on Science Labs, Technology, Engineering, & Math Instruction
- Strengthen reading and writing programs
- Attract and retain qualified teachers
- Restore Art and Music programs

# FY 2024-2025 Parcel Tax Revenue



Tax Category Description	Parcel Count	FY 2024-25 Levy
Taxable Parcels	6,530	\$816,250
Exempt - Senior Exemption	711	0
Exempt - SSDI Exemption	5	0
Exempt - Other <i>(1)</i>	140	0
County Service Fee		(9,700)
Carryover from FY 23-24		\$51,144
<b>Total Parcel Tax Revenue</b>		<b>\$857,694</b>

*(1) Includes Parcels otherwise exempt from ad valorem property taxes*

# FY 2024-2025 Parcel Tax Expenditures



Expenditures	FTE	FY 24-25 Budget	FY 24-25 Expenditures as of 1st Interim
Maintain 21st Century, Hands on Science labs, Technology, Engineering, and Math Instruction	2.5	\$367,617	\$223,001
Restore Art & Music Programs	1	\$112,934	\$55,064
Attract & Retain Qualified Teachers		\$43,000	0
Strengthen Reading & Writing Programs	2.5	\$326,813	\$193,150
Parcel Tax Admin Services		\$4,650	\$3,773
<b>Total Parcel Tax Expenditures</b>		<b>\$855,014</b>	<b>\$471,216</b>

# Best Practices



MESD strives to follow these fundamental best practices:

1. Maintain a structurally balanced budget
2. Student centered
3. Build adequate reserves
4. Cash flow management
5. Risk mitigations

# Thank you!



## ASK QUESTIONS

