



2022-2023 GCASD Budget Variance Discussion

2022-23 GF Budget Variance Summary

	(Actual) 2023	(Budget) 2023	Difference	% Change
TOTAL REVENUES	44,003,410	42,385,533	1,617,877	3.82%
TOTAL EXPENDITURES (Before Reserve)	41,808,282	41,571,667	236,615	0.57%
BUDGETARY RESERVE		1,250,000		
NET OPERATING BALANCE	2,195,128	(436,134)	2,631,262	

Large Revenue Variances

<u>Over (Under) Budget</u>		<u>Description</u>
\$(446,817)	Real Estate Taxes	-GC Outlets - paid in protest
\$(107,313)	Delinquent RE Taxes	- Increase in mortgage rates, decrease in new home sales
\$ 278,880	Earned Income Taxes	- Budgeted conservatively due to COVID
\$335,464	Interest on Investments	- Large Fed rate increases & increase in fund balance due to PlanCon reimb.

Large Revenue Variances (cont'd.)

<u>Over (Under) Budget</u>	<u>Description</u>
\$831,515 GJR Prior Yr Tuition	- 21-22 Tuition Rebilling
\$(1,106,174) GJR Current Yr Tuition	- Reduction in GJR expenditures & decline in enrollment (124 ADMs in 21-22 to 110 ADMs in 22-23)

*Net under budget in GJR Tuition Revenue of \$274,659

22-23 Tuition Rebilling of \$175,066 recorded in 23-24

Large Revenue Variances (cont'd.)

PRIMARY CAUSE OF REVENUE COMING IN AT \$1.6 MILLION OVER BUDGET

\$3,009,207 over-budget in Rental/Sinking Fund Revenue

due to Hillview and Middle School Projects PlanCon reimbursements

Large Revenue Variances (cont'd.)

<u>Over (Under) Budget</u>		<u>Description</u>
\$(1,419,615)	Federal ARP ESSER	- Remaining balance budgeted, only partially used
\$376,000	ARP - ECF grant	- Electronic Connectivity Funds not budgeted, used to purchase chromebooks (unbudgeted expenditure)

*\$2,237,682 of ESSER funds spent in 22-23

\$1,089,944 of ESSER funds remain and must be spent by 9/30/24

Large Expenditure Variances

Over (Under) Budget

Description

\$(204,964)	Teacher Salaries	-Attrition from retirements/resignations
\$338,676	ESSER Summer School Tutoring & Bldg Level Subs	- Budgeted under Reserve
\$(670,964)	GJR Rent & Security	- No rent or security paid in 22-23

Large Expenditure Variances (cont'd)

Over (Under) Budget

Description

\$249,063 Bussing

-First year of new contract, under budgeted athletic and field trips, plus several new out of district placements

\$110,743 Nonpublic Tuition

- New out of district student placements

\$376,000 New Tech Equip

- Chromebooks purchased with ARP- ECF funds

Key changes to expect for 2023-24

- ❖ No one-time Plan Con Reimbursements as in 22-23
- ❖ Loss in Real Estate Taxes from GC Outlets Appeal Settlement of \$450,154
- ❖ Strong Interest Income - on track to be over budgeted amount of \$250,000
- ❖ Rebilling of 2022-23 GJR Tuition in 23-24 of \$175,066
- ❖ Remaining ESSER funds to be spent by 9/30/24 of \$1.1 million
- ❖ New PCCD Mental Health and School Safety funding
- ❖ Currently no large unexpected changes in Expenditures

What to look for in 2024-25 Budgeting

- ❖ Losses in Real Estate Taxes (using current millage rate)
 - Due to GC Outlets Appeal Settlement of \$694,749 (from original assessment amt.), \$221,000 decrease from 2023-24 based on 71 mills

 - Total Decrease in RE Taxes due to current Appeals of \$748,414

- ❖ No ESSER funds remaining - eliminate programming (ie. Summer School/Tutoring) or find other funding sources to cover expenditures

- ❖ Uncertainty in stability of Educational Services Program