



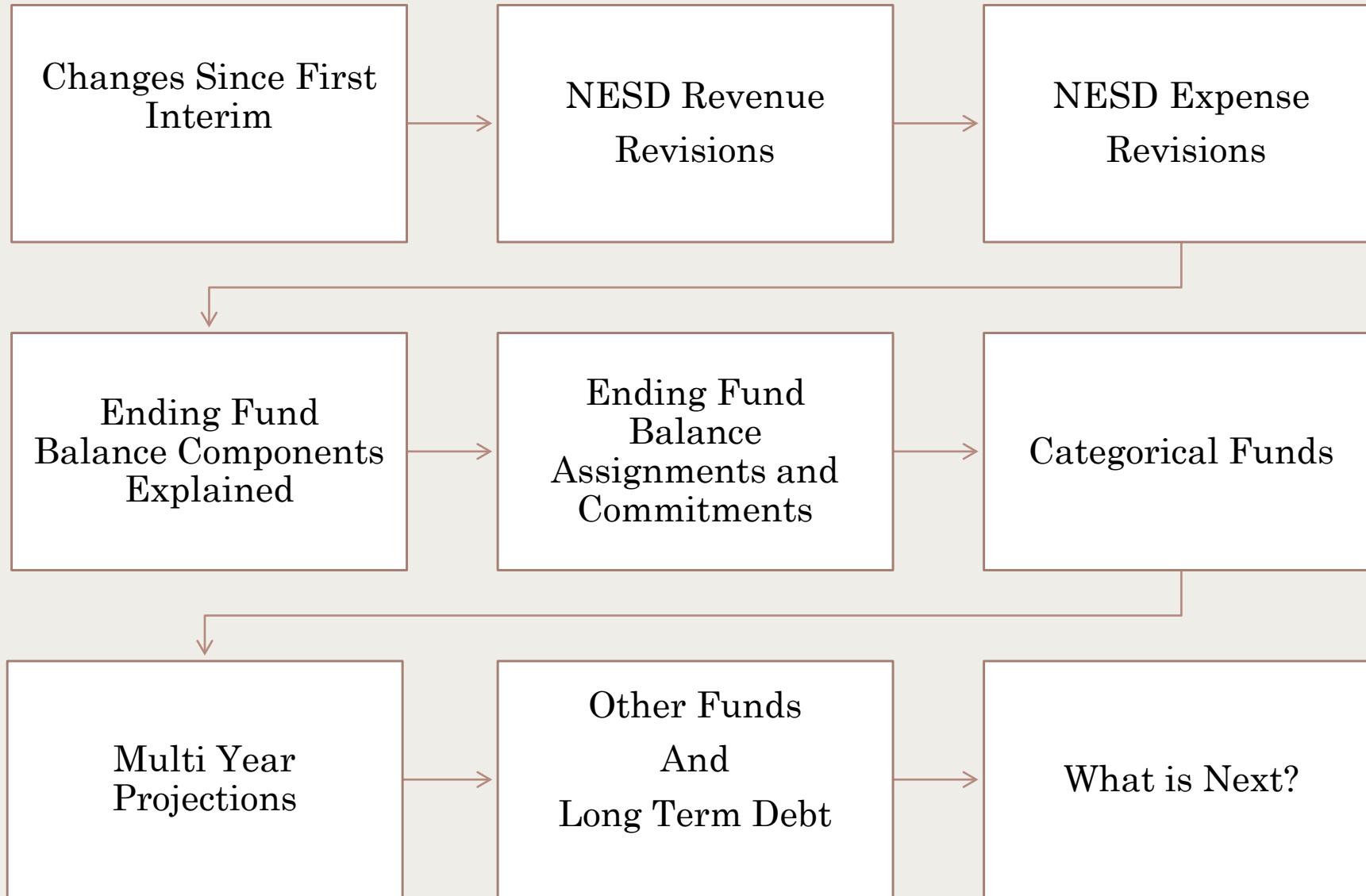
2023-2024

**Newcastle
Elementary School
District**

**Second Interim
Budget
Presented to the
Board of Trustees**

March 13, 2024

Second Interim Journey...



Changes Since Budget

Negotiations

- The NTA and Man/Conf 4.5% Salary increase has been included in 2nd Interim
- CSEA is sunshining tonight

ELOP

- Expenditures have been increased to include ELOP funds that have a 6/30/2024 spending/encumbrance deadline

MYP

- The LCFF COLA is calculated for 2024-25 at .76% and 2025-26 at 2.73%

Fund Transfers

- Transfers from Newcastle Charter to Newcastle Elementary have been increased for Back Office Services and Special Education Contributions



NEWCASTLE ELEMENTARY SCHOOL DISTRICT
REVENUE AND EXPENSES

Funded Average Daily Attendance

(ADA)

	First Interim	Second Interim
NES	161	160
NCS	<u>311</u>	<u>322</u>
	472	482

(Enrollment is 501)

Lottery

Unrestricted (Salaries)	\$177
Restricted (Curriculum)	\$ 72

Mandated Costs Block Grant Per ADA

NES \$38 NCS \$20

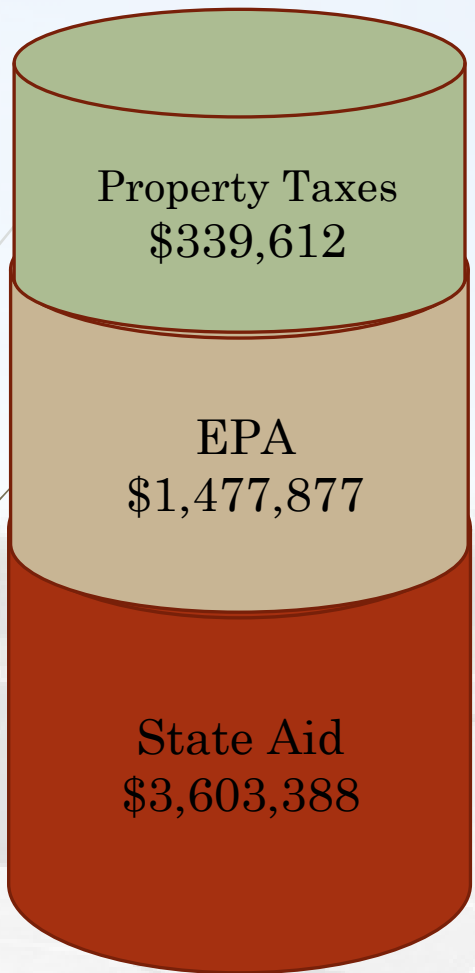
Unduplicated Pupil Percentage (UPP)

NES	18.48%
NCS	22.88%

Retirement	23-24
STRS	19.10%
PERS	26.68%

2023-2024 Second Interim Budget Components

Any changes to these components will change the projections



**Newcastle Elementary and
Charter LCFF Revenue**

\$5,420,877

EPA – Education Protection Act
LCFF – Local Control Funding Formula

Education Protection Act (EPA) Funding

Fund	Beginning Balance	Budgeted Revenue	Budgeted Expenses Teacher Salary and Benefits	Ending Balance
Newcastle Elementary and Charter Schools	\$0	\$1,477,877	\$1,477,877	\$0

► EPA funding is a sub-group of the State Aid calculation process and stems from the passage of Prop 30 back in 2012. It is not add-on revenue, but instead is deducted from total State Aid due (less local property taxes) and assigned a separate resource (1400) for tracking purposes by the State. This portion of State Aid, designated as EPA funding, is budgeted for certificated teacher salaries for all school sites and charter schools to stay in compliance with Prop 30 requirements.

► On November 8, 2016, the voters approved the California Children’s Education and Health Care Protection Act (Proposition 55) that maintains increased personal income tax rates for taxpayers in high tax brackets through 2030. **Proposition 55 did not extend the sales tax increase; therefore, the temporary sales tax increase expired at the end of calendar year 2016.**

2023-24 Second Interim Revenue

	NES	NCS	Total	Notes
General Purpose	2,136,042	3,568,655	5,704,697	LCFF and Special Education
Federal	424,690	0	424,690	Title I & II Fed SPED
State	554,656	545,515	1,100,171	Lottery Mandated Costs *STRS on Behalf State SPED
Local	865,934	14,600	880,534	Oversight Fees Billbacks SPED-Interest
Total	3,981,322	4,128,770	8,110,092	

EPA = Education Protection Act

SPED= Special Education

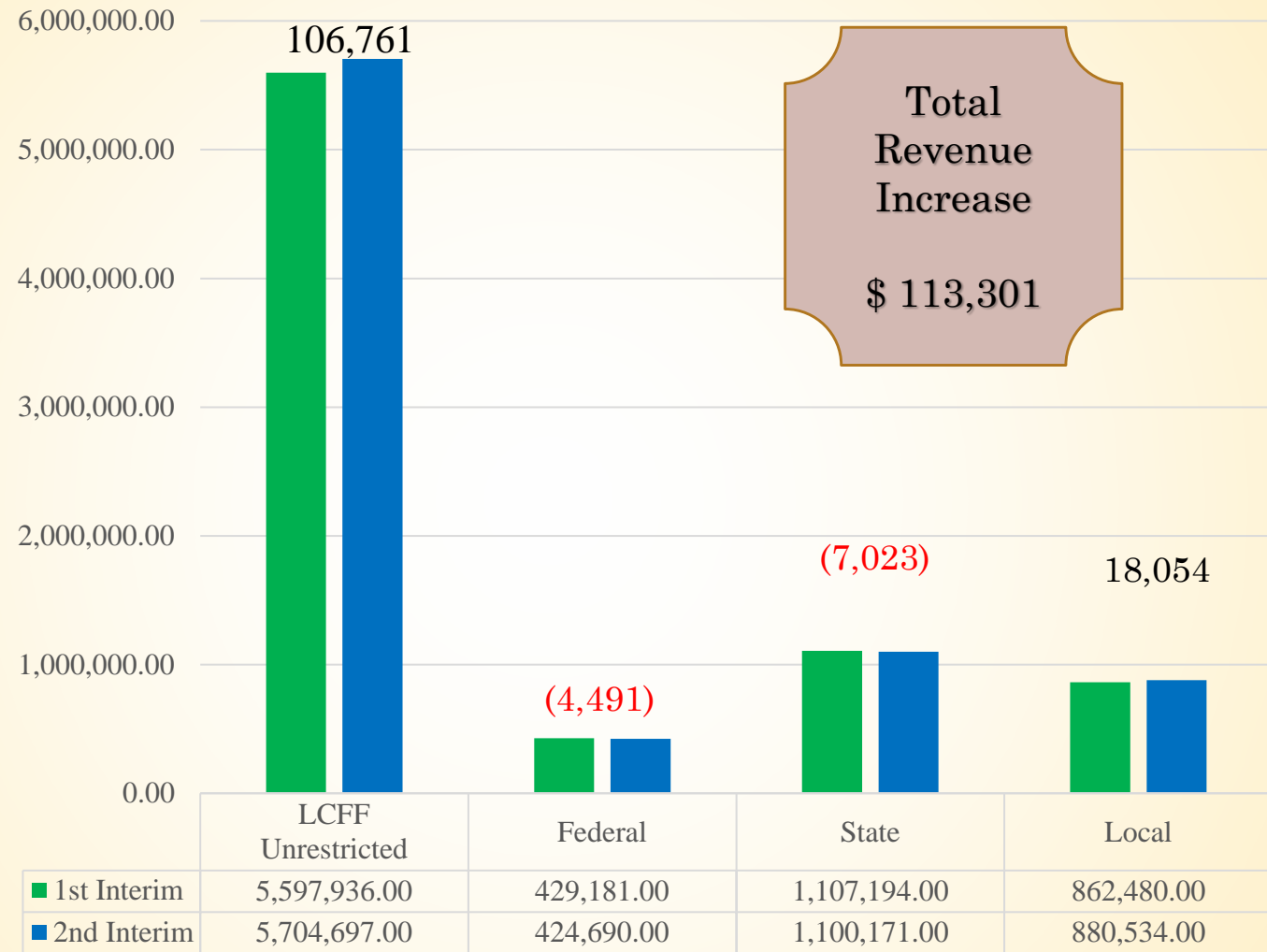
*Includes STRS on Behalf = \$ 427,572

STRS= State Teachers Retirement System

Newcastle Elementary and Charter Schools

2023-2024

Change
in
Revenue



Newcastle Elementary and Charter School 2023-2024 Second Interim Revenue Variances

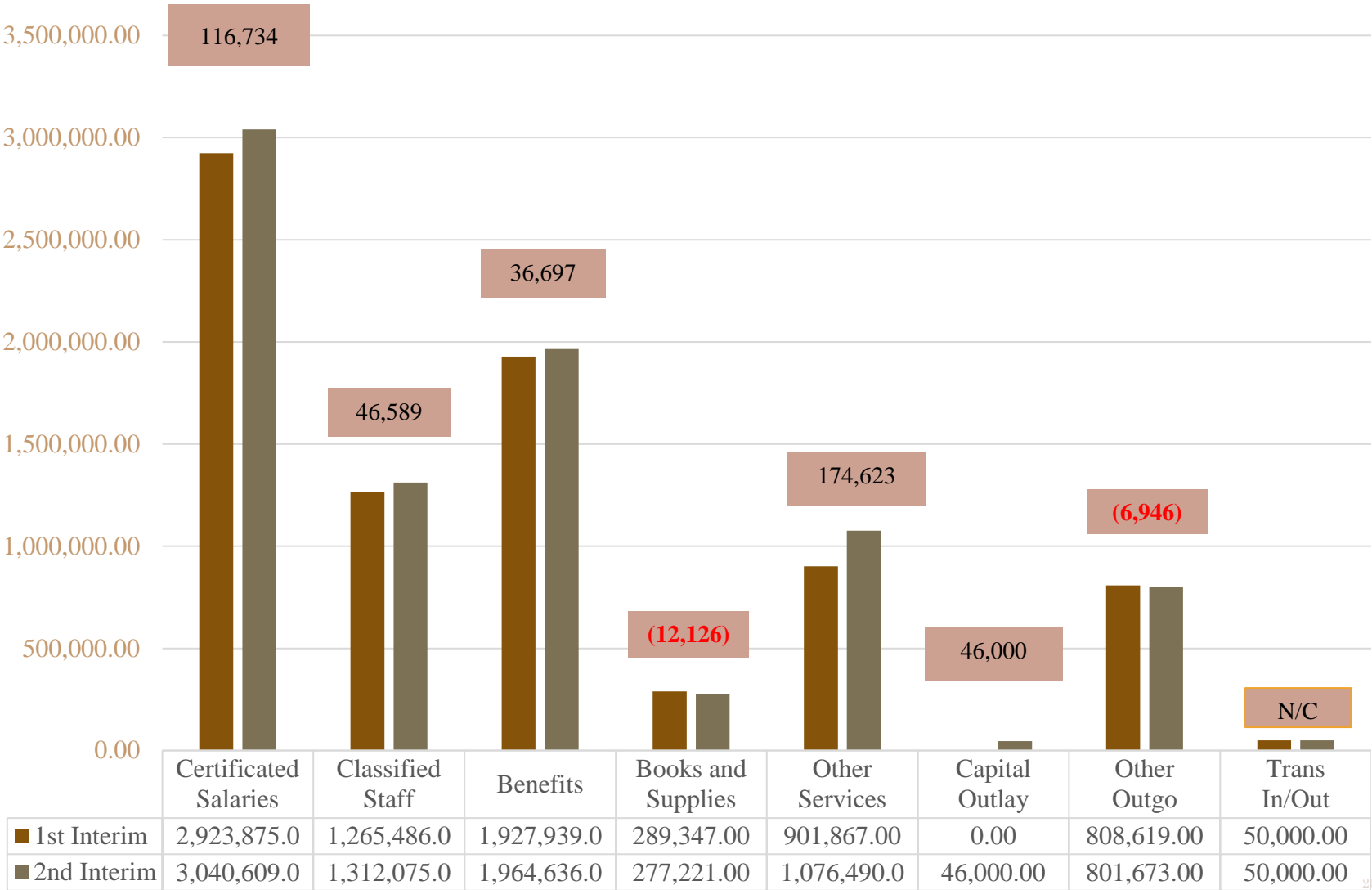
	Variance	Notes
LCFF	106,761	Increase to NCS ADA
Federal	(4,491)	Change in Title I Allocation from Estimate
State	(7,023)	Adjustments to Special Education Revenue
Local	18,054	Recognize Actual Revenue for Field Trip and Enrichment
Total	113,301	

Newcastle Elementary and Charter School 2023-2024 Second Interim Expenses

	NES	NCS	Total	Notes
Certificated Salaries	1,905,912	1,134,697	3,040,609	Salaries and Benefits represent 79% of expenses
Classified Salaries	975,960	336,115	1,312,075	
Benefits	1,288,431	676,205	*1,964,636	
Books & Supplies	128,986	148,235	277,221	
Other Operating Services	338,710	737,780	1,076,490	Outside services and utilities
Other Outgo/ Capitol Outlay	711,742	135,931	847,673	Long term debt Special Ed Services
Trans In/Out	4,450	45,550	50,000	Def Main
Total Expenses	5,354,191	3,214,513	8,568,704	

*Includes STRS on Behalf = 427,572

Newcastle Elementary and Charter School 2023-2024 First Interim vs. Second Interim Expenses



Total
Expense
Increase

\$ 401,571

Newcastle Elementary and Charter School

2023-2024

Second Interim

Expenditure

Variances

ELOP-Expanded Learning
Opportunities Program

2023-24 2nd Interim 3/13/24

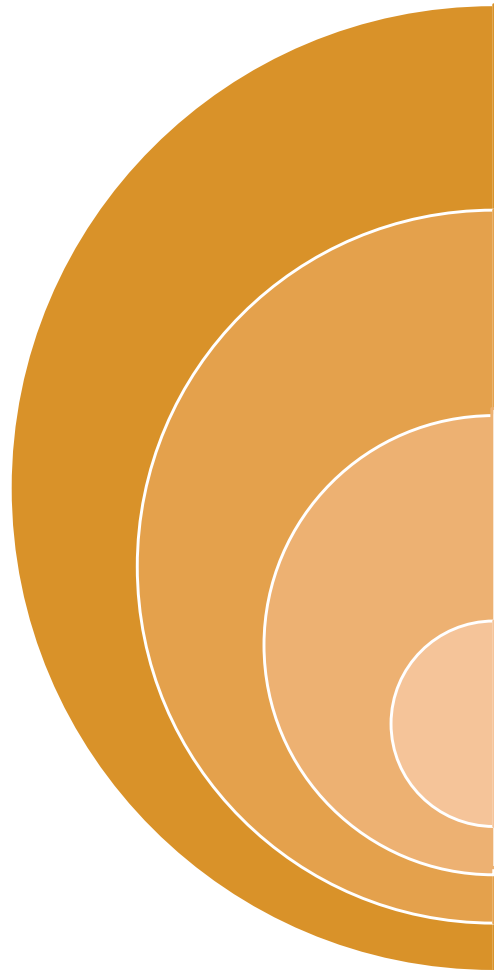
		PRIMARY REASON FOR CHANGE
Certificated Salaries	116,734	4.5% Increase in Salary
Classified Salaries	46,589	4.5% Salary Increase to Confidential and Management Staff
Benefits	36,697	NTA, Conf and Man Salary increase
Books and Supplies	(12,126)	The Chromebook budget was reduced to reflect what was actually being spent.
Other Service & Operating Expenses	174,623	Expenses Related to ELOP funds have been added.
Capital Outlay	46,000	Stage purchase for after school Drama Enrichment
Other Outgo	(6,946)	
Total Increase in Expenses	401,571	

2023-24 NES and NCS Second Interim Estimated Ending Fund Balance

	NES	NCS	Total
Revenue	3,981,322	4,128,770	8,110,092
Expenses	(5,349,741)	(3,168,963)	(8,518,704)
Transfer In/Out	906,667	*(956,667)	(50,000)
Excess/(Deficit)	(461,752)	3,140	(458,612)
Beginning Fund Balance	2,079,029	601,799	2,680,828
Ending Fund Balance	1,617,277	604,939	2,222,216

*The transfer from NCS to NES was increased \$205,713 over 1st Interim.

Components Of Ending Fund Balance



Committed	<ul style="list-style-type: none">• An ending fund balance that sets aside funds for a specific reason with a board resolution. These funds can only be released by board resolution.
Restricted	<ul style="list-style-type: none">• Carryover balances from restricted or categorical programs that can only be used for designated purposes
Reserve for Economic Uncertainty	State established minimum reserves based on the local agency's average daily attendance
Assigned	<ul style="list-style-type: none">• Local programs and other funds designated for specific purposes that are routine in nature

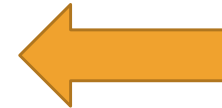
2023-2024
Second Interim
Ending
Fund
Balance
Allocation

REU = 11% of NES & NCS's Expenses
Excludes Transfers Out

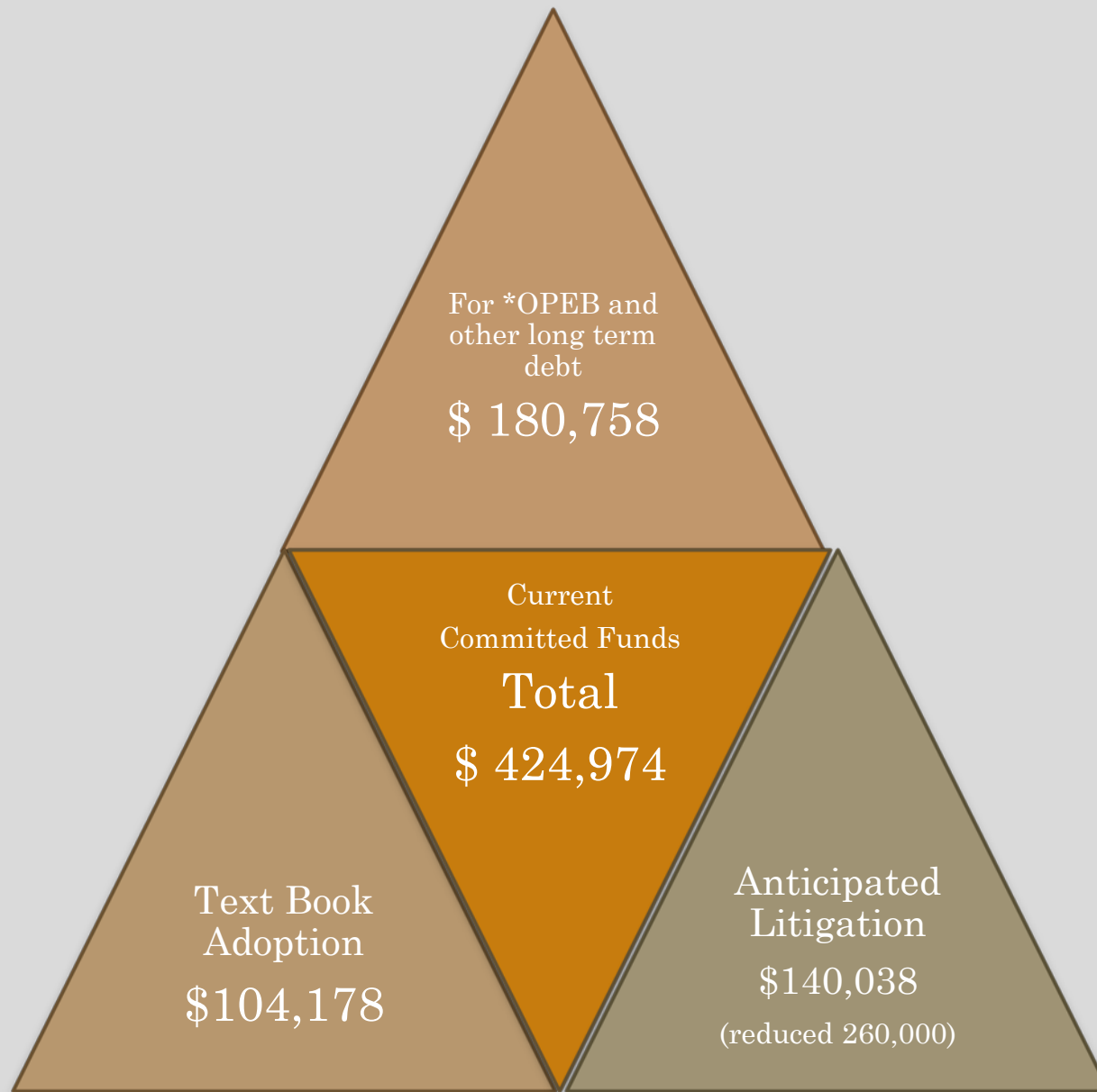
\$917,521

**REU=Reserve for Economic
 Uncertainty- NES is 5%**

	NES/NCS
REU 5% - State Mandated	272,876
REU Add 6% NES and NCS	644,645
Restricted	779,689
Committed	424,974
Chrome Book Ins	5,030
PTC Donation	371
Sports - Field Trips	44,957
Library Funds	2,071
SSC and Gate	600
Music Donations	7,993
Facility Use	8,035
Enrichment	14,331
Certificated Salaries and Benefits	15,944
Revolving Cash	700
Total	2,222,216



Total Estimated
Ending Fund
Balance
2,222,216



**Estimated
Committed
Funds
Balance**

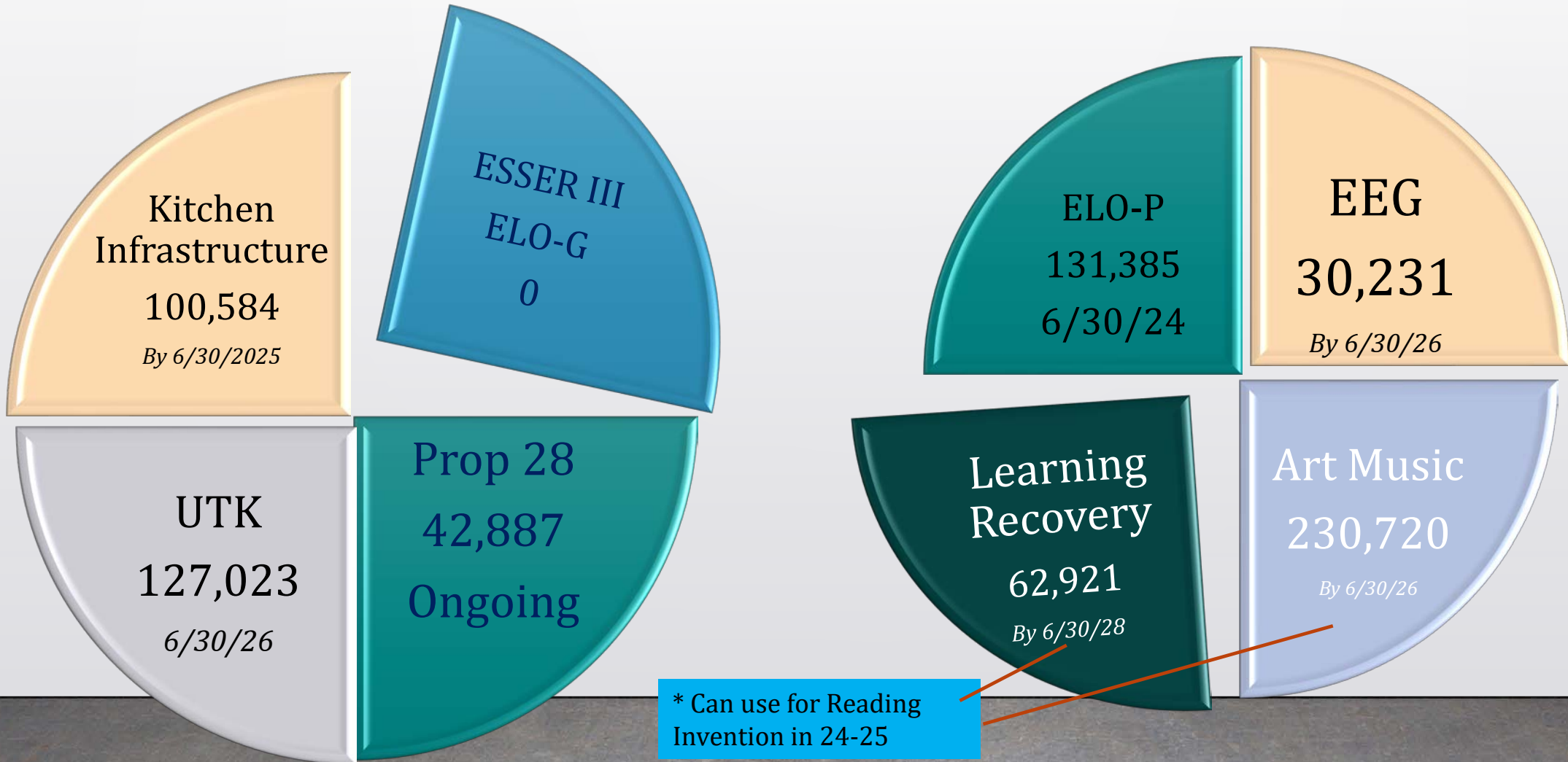
Resolutions 9,10 & 11 - 20/21

**OPEB = Other post employment benefits
(Health and Welfare District Cap for retirees)*



CATEGORICAL FUNDS

Newcastle Elementary and Charter School Estimated Categorical Funds Balances



* Can use for Reading Invention in 24-25



*MULTI YEAR PROJECTIONS
ARE EXACTLY WRONG BUT APPROXIMATELY RIGHT.....*

Multi Year Projection Budget Components

Average Daily Attendance	23-24	24-25	25-26
	480	488	485
Enrollment	501 96%	509 96%	505 96%

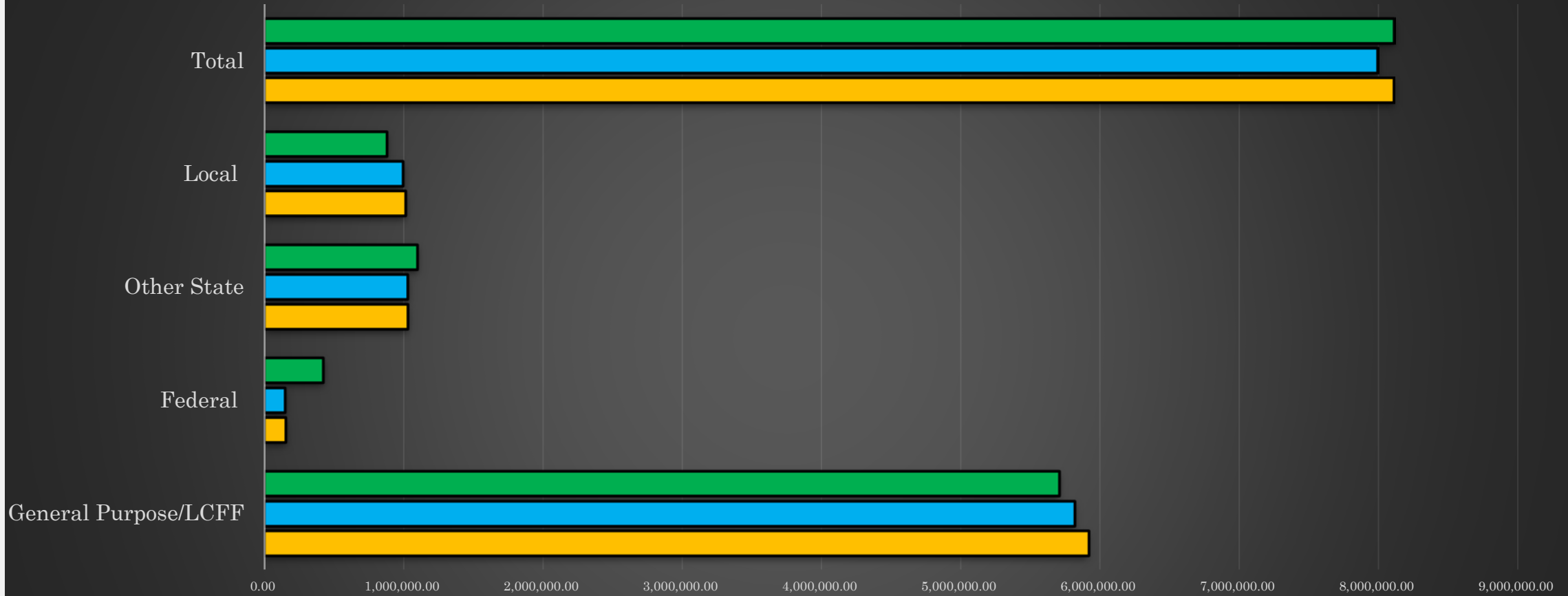
LCFF Revenue Projected COLA		
23-24	24-25	25-26
8.13%	.76%	2.73%

Other Revenue – Per ADA		
Lottery Unrestricted	Lottery Restricted	Mandated Costs
\$177	\$72	\$37-\$38-\$39 \$20-\$20-\$21

Retirement	23-24	24-25	25-26
STRS	19.10%	19.10%	19.10%
PERS	26.68%	27.80%	28.50%

Salary Step and Column Projection		
	24-25	25-26
Certificated	1.5 %	1.5 %
Classified	2.0 %	2.0 %

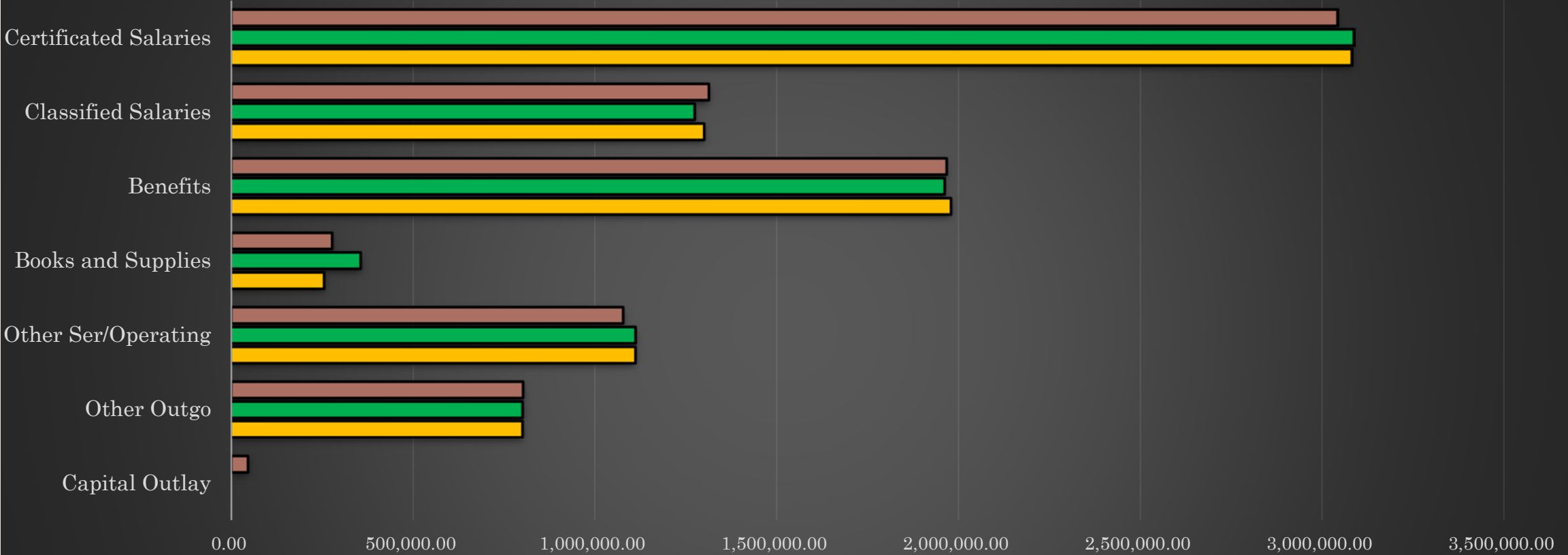
Newcastle Elementary and Charter School Projected Multi Year Revenue



	General Purpose/LCFF	Federal	Other State	Local	Total
■ 2023-2024	5,704,697.00	424,690.00	1,100,171.00	880,534.00	8,110,092.00
■ 2024-2025	5,814,371.00	151,015.00	1,029,347.00	997,097.00	7,991,830.00
■ 2025-2026	5,907,208.00	155,545.00	1,030,159.00	1,014,172.00	8,107,084.00

■ 2023-2024 ■ 2024-2025 ■ 2025-2026

Newcastle Elementary and Charter School Projected Multi Year Expenditures



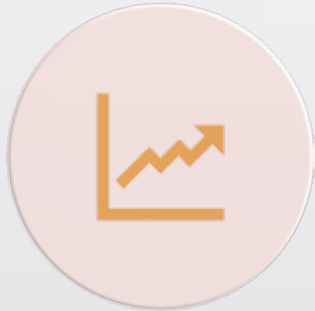
	Capital Outlay	Other Outgo	Other Ser/Operating	Books and Supplies	Benefits	Classified Salaries	Certificated Salaries
2023-2024	46,000.00	801,673.00	1,076,490.00	277,221.00	1,964,636.00	1,312,075.00	3,040,609.00
2024-2025	0.00	801,673.00	1,111,490.00	357,221.00	1,960,124.00	1,274,204.00	3,086,218.00
2025-2026	0.00	801,673.00	1,111,490.00	257,221.00	1,977,912.00	1,300,661.00	3,081,204.00

2023-2024 2024-2025 2025-2026

NES/NCS Multi Year Projections

Stopped Here	2023-2024	2024-2025	2025-2026
Revenue and Transfer In	8,110,092	7,991,830	8,107,084
Expenses and Transfer Out	8,568,704	8,590,930	8,530,161
Excess/ (Deficit)	(458,612)	(599,100)	(423,077)
Beg Fund Balance	2,680,828	2,222,216	1,623,116
Ending Fund Balance	2,222,216	1,623,116	1,200,039
Committed	424,974	304,408	293,708
Restricted/ Nonspendable	779,689	567,790	434,009
Assigned	84,088	54,793	54,793
Reserves	933,465	696,125	417,529
*Percent Reserve	11%	8%	5%

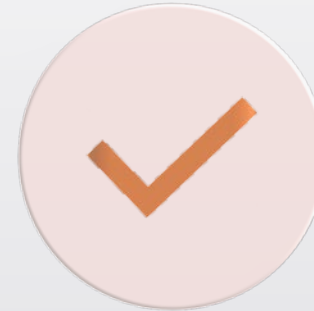
Ideas to address deficit spending.....



CONTINUE TO INCREASE
ADA



SPECIAL EDUCATION
SPECIAL DAY CLASS



EVALUATE AND ADJUST
PROGRAMS AS
APPROPRIATE



UTILIZE THE MOT
BUILDINGS
GENERATE REVENUE

NEWCASTLE ELEMENTARY SCHOOL DISTRICT



OTHER FUNDS AND LONG TERM DEBT

OTHER FUNDS

2023-2024	Beginning Fund Balance	Est. Net Change	Ending Fund Balance
Food Service	419,917	93,523	513,440

Deferred Maintenance	350,003	(60,885)	289,118
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2023-24 Deferred Maintenance Actual Expenses to Date			
French Drain Upper Field	829	Fire Mitigation – Goats	11,882
Office Phones Connected to Generator	1,250	Shed Repair – Upper Campus	2,800
Book Shelves	8,250	Nature Trail Clean Up	18,885
Grease Trap Cleaning	400	Emergency Tree Removal	10,060
Re Key Campus	21,139	Sprinkler Inspections	7,390
HVAC Repairs	3,018		
As of 3/13/24		Total	85,903



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2023-2024	Beginning Fund Balance	Est. Net Change	Ending Fund Balance
Capital Facilities	118,079	(613)	117,466
Developer Fees are currently being used for field maintenance			
Capital Outlay	409,328	4,900	414,228
The Capital Outlay fund was used as a passthrough for the lower campus field project with the Placer County Parks Department.			



Multi Year Long Term Debt Payments



	2023/2024	2024/2025	2025/2026
Placer County Treasury Kentucky Greens Property	148,471	148,471	148,471
*OPEB Other Post Employment Benefits	5,350 ⁽¹⁾	*16,050 ⁽²⁾	10,700 ⁽¹⁾
	153,821	164,521	159,171

*Added Confidential Retiree

NESD Long Term Debt

	Balance Principal As of 7/1/23	Balance Interest As of 7/1/23	Duration/Interest Rate
Placer County Treasury Loan	2,581,955	1,052,715	Last Payment 9/30/46 2.8% Interest

Other Post Employment Benefits (OPEB)	Potential L/T Expense	2023-24 Liability	Ending Balance
	186,108	5,350	180,758

What is next.....?

- May Revision of Governor's Budget
- June – The 2024-2025 Budget, Estimated Actuals and LCAP hearing and adoption
- September 15th Unaudited Actuals which will close out the 2023-24 Year.

LCAP – Local Control Accountability Plan

2023-24 2nd Interim 3/13/24



The End...

Any Questions



Thank You and Good Knight