



Fiscal Outlook And Budget Update

February 28, 2023



FISCAL OUTLOOK AND BUDGET UPDATE AGENDA



- 2023-24 Budget Update
- Fiscal Outlook
- Resolution – 2023 -24 Reduced Educational Program





Refining the 2023 –24 Budget

- a. Funding related to finalizing enrollment (February)
 - Continued declining enrollment
- b. Funding from legislative session (May)
 - *We do not expect a bail out*
- c. Salary increase based on IPD (May)
- d. Special Services funding from the state (August)
- e. Levy distribution is based on CPI (August)



Revenues (In Millions)	2022-23 Budget	2023-24 Forecast	Difference	% Change
Local Taxes	\$57.3	\$60.9	\$3.6	6.3%
Local Non-Tax	9.2	6.2	(3.0)	-32.6%
State General Purpose	210.6	224.1	13.5	6.4%
State Special Purpose	69.9	66.9	(3.0)	-4.3%
Federal General Purpose	0.1	0.1	-	0.0%
Federal Special Purpose	29.8	16.5	(13.3)	-44.6%
Revenues from Other entities	3.4	3.5	0.1	2.9%
Transfers and Other Sources	4.1	4.1	-	0.0%
Total Revenues	\$384.4	\$382.3	\$(2.1)	-0.5%



2023-24 projections

- Revenue forecast (FY24) **\$382.3 million**
- Expenditures projected (FY23) \$382.5 million
- Cost est. to pay salary increases + \$27.7 million
- Expenditures projected (FY24) **\$410.2 million**
- **Spending will exceed revenue by at least \$27.9 million**

As of Feb 22, 2023



What are the 4 “why’s”?

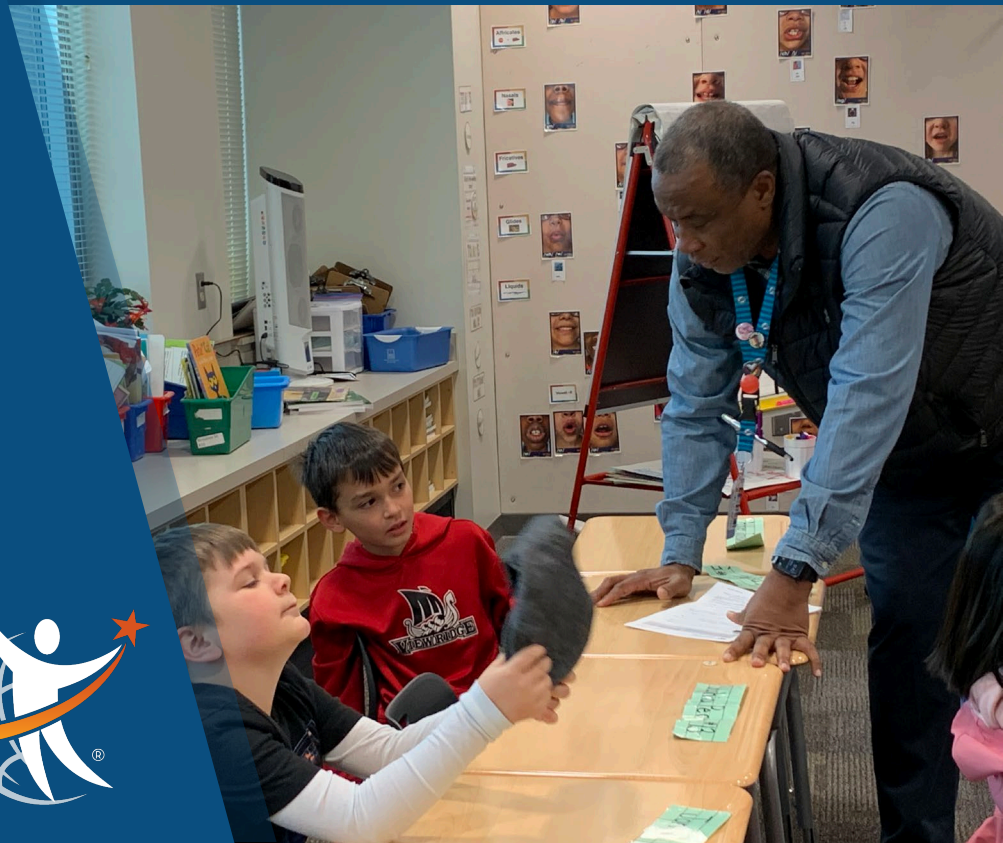
1. Increased cost of materials and services
2. Increased staffing costs
3. State does not cover all basic ed costs
4. Unpredictable funding over time

*Why is
there a
predicted
deficit?*

In short, revenues are not keeping up with expenses



Reduction Plan





- Resolution to adopt a 2023-24 Reduced Educational Program



Closing

