



# 2023-2024 FINAL BUDGET

Regular Meeting of the Board of School Trustees

May 18, 2023

Jason A. Goudie, Chief Financial Officer



# OVERVIEW

2023-2024 Timeline

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Total Per Pupil Revenues

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General Operating Revenues

Revenue: State Projections and Assumptions

Summary of Available Resources

Where the Money is Spent

Budget Comparison

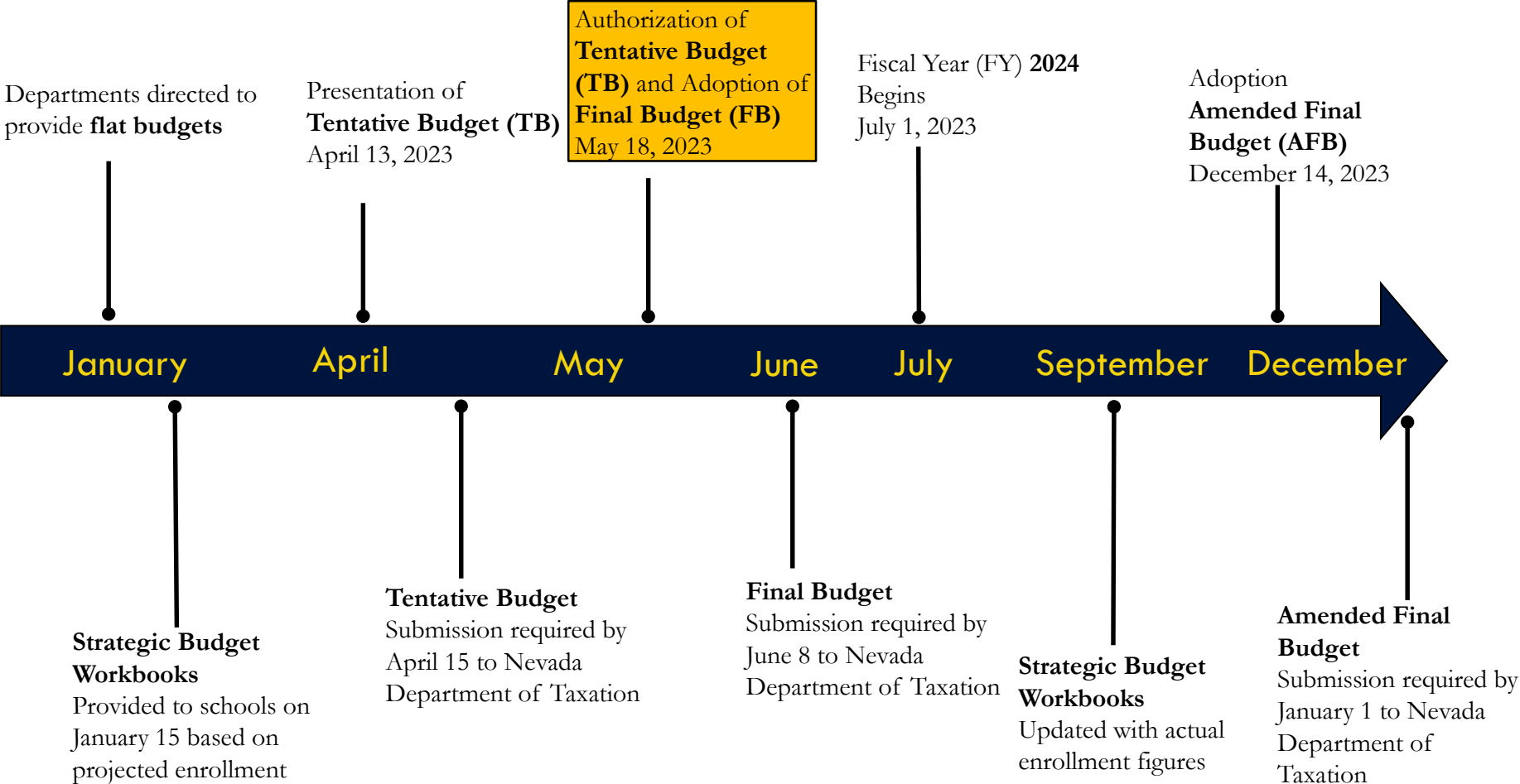
Fund Balance Comparison

Unassigned Ending Fund Balance

Focus: 2024 Update – Unassigned Ending Fund Balance

Employee Contracts Status

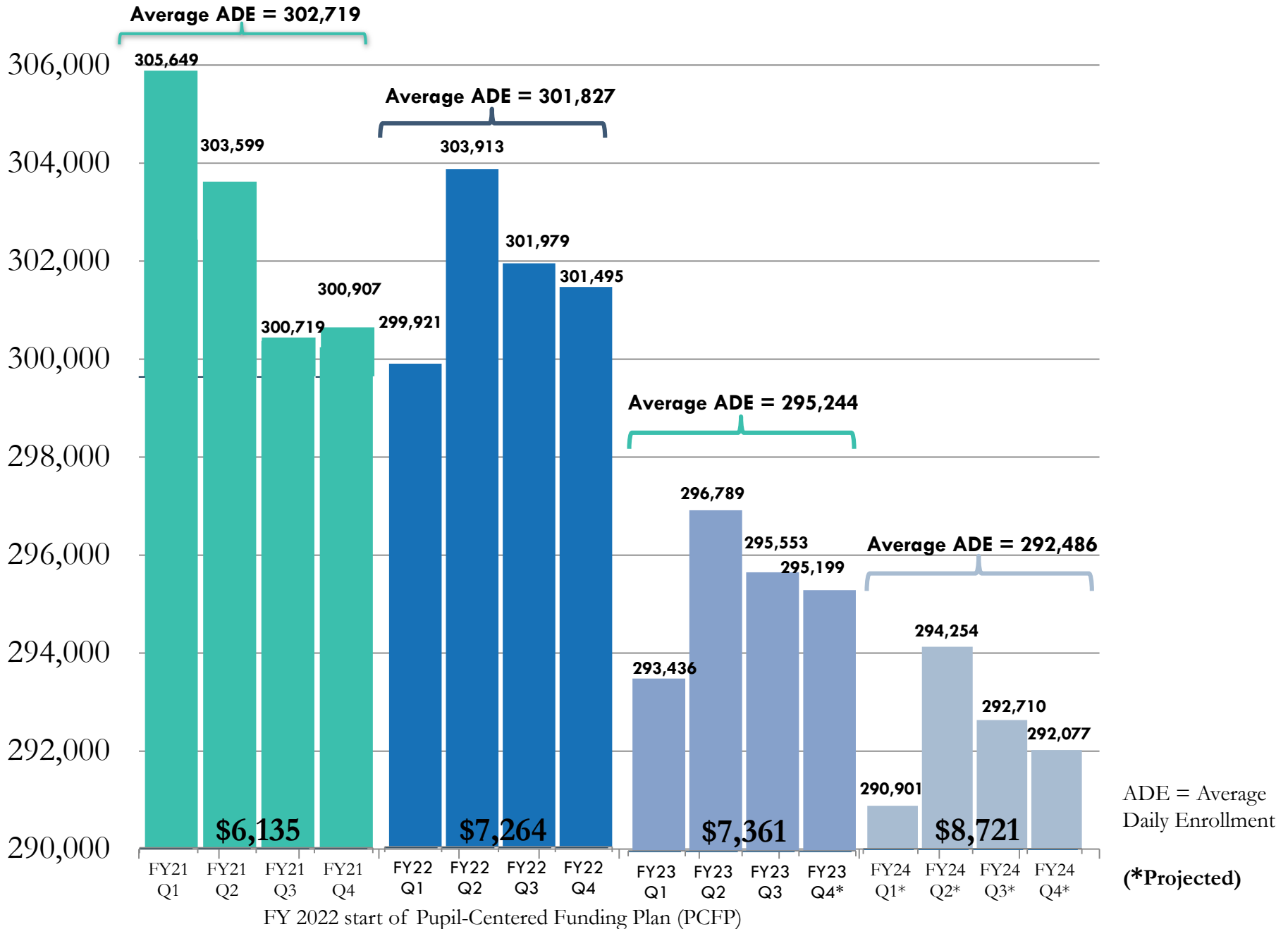
# 2023-2024 TIMELINE



# UNCERTAINTIES

- Enrollment uncertainties
- Risk of recession
- Education funding uncertainty in the 2023 Legislative Session
- Potential continuation of Elementary and Secondary School Emergency Relief (ESSER) initiatives post-federal funding

# STUDENT ENROLLMENT AND BASE RATE



# PUPIL-CENTERED FUNDING PLAN

Fully implemented the PCFP in 2022-2023 school year

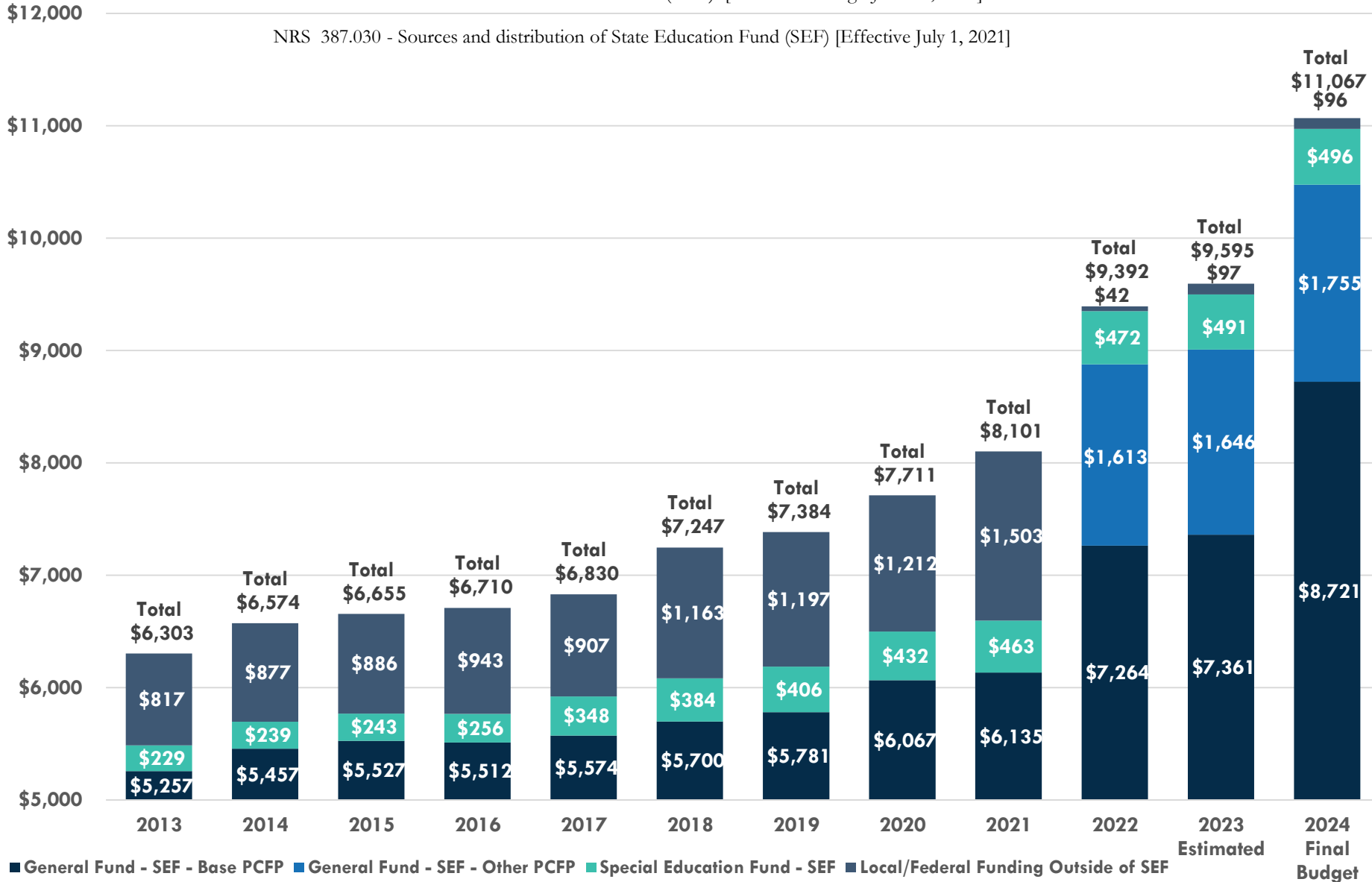
- Key Objective – funds are distributed by each school district to its public schools in a manner that ensures each pupil in the school district receives a reasonably equal educational opportunity
- Districts receive adjusted base funding, weighted funding, and auxiliary service funding
- Weighted funding is for English Learner, At-Risk, and Gifted and Talented students
- Current proposed Governor's budget utilizes the new definition of At-Risk

# TOTAL PER PUPIL REVENUES

(General Operating Fund)

NRS 387.030 - State Distributive School Account (DSA) [Effective through June 30, 2021]

NRS 387.030 - Sources and distribution of State Education Fund (SEF) [Effective July 1, 2021]



Local Funding Outside of SEF primarily are revenues from donations, indirect costs, and other miscellaneous revenues. Does not include Other Financing Sources, which are primarily proceeds from bond issuances and transfers-in.

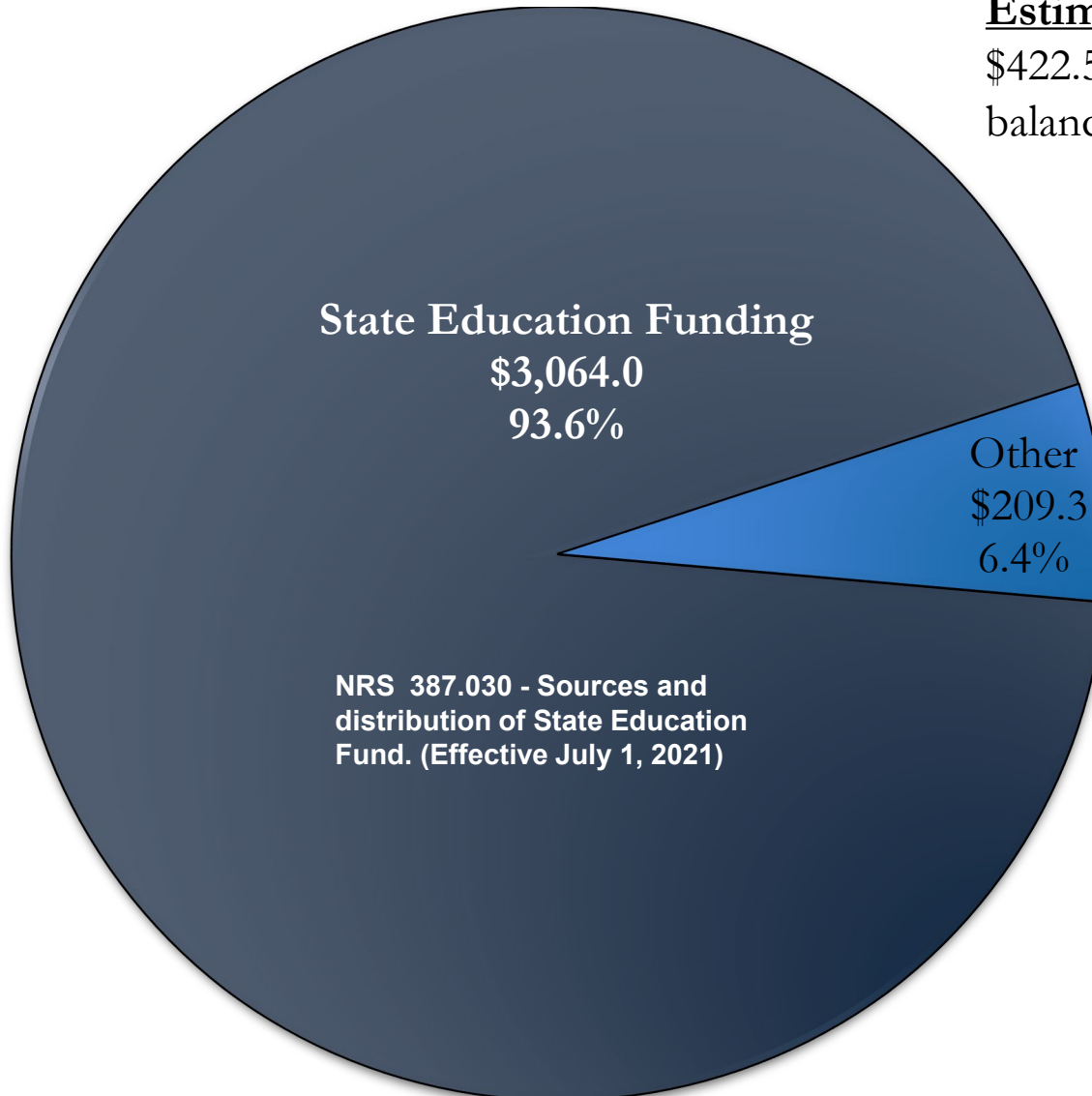
# WHERE THE MONEY COMES FROM

## General Operating Fund Revenues (in millions)

FY 2023 General Fund

Estimated Ending Fund Balance

\$422.5 million includes unassigned  
balance of \$120.5 million





# GENERAL OPERATING REVENUES

Description	2023-2024 TB	2023-2024 FB	Change	Comments
E-Rate Reimbursements	2,700,000	2,700,000	0	3-year average of \$2.7 million
Local Government Taxes	870,000	870,000	0	3-year average of \$1.3 million
Tuition and Summer School	1,170,000	1,170,000	0	3-year average of \$1.2 million
Adult Education	100,000	100,000	0	3-year average of \$0.1 million
Athletic Proceeds	540,000	540,000	0	3-year average of \$0.5 million
Services Provided	420,000	420,000	0	3-year average of \$0.4 million
Donations and Grants	690,000	690,000	0	3-year average of \$0.7 million
Other Local Sources	16,980,000	16,980,000	0	3-year average of \$13.3 million (Indirect Cost-ESSER)
Interest Income	1,720,000	1,720,000	0	3-year average of \$(3.0) million
<b>Total Local Sources</b>	<b>25,190,000</b>	<b>25,190,000</b>	<b>0</b>	
Special Education Account	145,075,000	145,075,000	0	See slide "Revenue: State Projections and Assumption"
State Education Fund/PCFP	3,064,033,346	3,064,033,346	0	See slide "Revenue: State Projections and Assumption"
<b>Total State Sources</b>	<b>3,209,108,346</b>	<b>3,209,108,346</b>	<b>0</b>	
Federal Impact Aid	120,000	120,000	0	3-year average of \$0.1 million
Forest Reserve	80,000	80,000	0	3-year average of \$0.1 million
Administrative Claiming	1,950,000	1,950,000	0	3-year average of \$1.9 million
<b>Total Federal Sources</b>	<b>2,150,000</b>	<b>2,150,000</b>	<b>0</b>	
Sales of District Property	630,000	630,000	0	3-year average of \$0.6 million
<b>Total Other Sources</b>	<b>630,000</b>	<b>630,000</b>	<b>0</b>	
<b>Total Operating Revenues</b>	<b>\$3,237,078,346</b>	<b>\$3,237,078,346</b>	<b>0</b>	

Note: Does not include "Other Financing Sources"

1. Bond proceeds
2. Subscription-Based Information Technology Arrangements (SBITAs) GASB 96

# REVENUE: STATE PROJECTIONS AND ASSUMPTIONS

## **Total State Sources**

2023-2024 Final Budget	=	\$ 3,209,108,346
2022-2023 Amended Final Budget	=	<u>\$ 2,811,221,000</u>
Additional Projected Revenue	=	<b>\$ 397,887,346</b>

## **General Education – State Education Funding/PCFP Funding:**

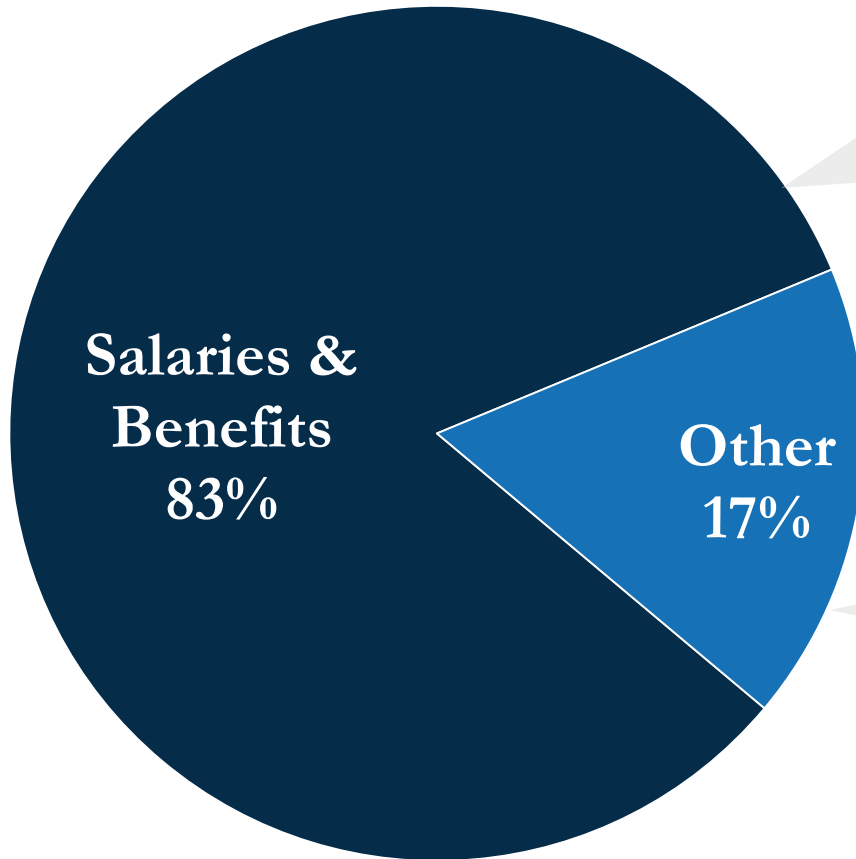
The base per-pupil rate is projected to increase by \$1,360 to \$8,721, since funding is based on weighted enrollment (**291,210 x \$1,360** base per-pupil rate = **\$396 million**).

# SUMMARY OF AVAILABLE RESOURCES

<b>Projected Increase in Adjusted Base Funding</b>	<b>\$ 397,000,000</b>
<b>Bargaining Unit Increases</b>	
Increase Starting Salary for CCEA to \$50,115	\$ (23,500,000)
Move Principals to 12-Month Positions	(4,000,000)
Move Office Staff at Middle and Elementary Schools to 12-Month Positions	(1,800,000)
Reclassification of Transportation Positions	(8,800,000)
Additional Increase for ESEA Steps due to Anniversary Date Movement	(6,300,000)
<b>Total Bargaining Unit Increases</b>	<b>\$ (44,400,000)</b>
<b>2023-2024 Operational Increases</b>	
PERS Increase (District Portion) 1.875% (Regular)	\$ (32,400,000)
New Schools - Northeast Career Tech Academy and St. Jude's	(6,600,000)
Utilities Increase	(24,400,000)
Inflation of Non-Personnel Costs	(6,700,000)
<b>Total Operational Increases</b>	<b>\$ (70,100,000)</b>
<b>Total of Increases</b>	<b>\$ (114,500,000)</b>
<b>Elimination of One-Time Costs and Other Miscellaneous Increases*</b>	<b>\$ 29,200,000</b>
<b>Estimated Available Additional Funds: School Year 2023-2024</b>	<b>\$ 311,700,000</b>

\* Primarily the result of a reduction in hold harmless for previously designated Zoom, Victory, and SB178 schools.

# WHERE THE MONEY IS SPENT



	Full-Time Equivalents (FTEs) (\$ IN MILLIONS)			
School Based - Strategic	18,201	66.3%	1,869.9	64.5%
School Based	5,375	19.6%	532.3	18.4%
Transportation	1,630	5.9%	140.0	4.8%
Central Office	2,261	8.2%	357.1	12.3%
<b>Total</b>	<b>27,467</b>	<b>100%</b>	<b>2,899.3</b>	<b>100%</b>

	(\$ IN MILLIONS)
Textbooks/Supplies	\$ 311.3
Utilities(Electric/Gas/Water)	119.0
Professional Services	60.8
Technology	35.5
Vehicles, Buses, Fuel	25.8
Repairs/Maintenance	24.0
Property/Liability Insurance	17.8
Transfers-out (Weighted Funds)	11.8
Printing	2.0
Postage	1.6

GENERAL OPERATING FUND

# WHERE THE MONEY IS SPENT

(CONTINUED)

## GENERAL FUND

Division	FTEs	\$ (In Millions)
Office of the Superintendent	14.0	\$ 2.7
Communications Unit	22.0	3.2
Vegas PBS	29.9	3.8
Office of the General Counsel	19.0	6.5
Chief of Staff	71.2	9.7
Police Services	230.5	35.7
Human Resources Division	213.5	51.6
Operational Services Unit	653.5	142.7
Teaching and Learning Unit	1,144.2	164.9
Facilities Services Unit	819.0	211.3
Business and Finance Unit	116.8	213.0
Strategic Budgets	18,201.4	2,061.9
<b>Grand Total</b>	<b>21,535.0</b>	<b>\$ 2,906.9</b>

FTEs includes all employee groups

# WHERE THE MONEY IS SPENT

## SPECIAL EDUCATION FUND

<b>Department</b>	<b>FTEs</b>	<b>\$ (In Millions)</b>
Legal	1.0	\$ 0.2
Student Records Services	8.0	0.8
Student Services Division	252.1	64.8
Special Education - Licensed Positions	3,463.3	371.2
Special Education - Support Positions	1,290.4	74.5
Transportation	917.5	90.5
<b>Grand Total</b>	<b>5,932.2</b>	<b>\$ 602.0</b>

# BUDGET COMPARISON

(IN MILLIONS)

	2021-2022 Amended Final Budget	2022-2023 Amended Final Budget	Change	2023-2024 Final Budget	Change
<b>Beginning Fund Balance</b>	\$ 377.0	\$ 493.6	\$ 116.6	\$ 422.5	\$ (71.1)
Total Revenues	2,865.2	2,840.0	(25.2)	3,237.1	397.1
<b>Total Resources</b>	<b>3,242.2</b>	<b>3,333.6</b>	<b>91.4</b>	<b>3,659.6</b>	<b>326.0</b>
Total Salaries and Benefits	2,480.7	2,556.9	76.2	2,899.3	342.4
Total Services	144.4	159.7	15.3	225.8	66.1
Total Supplies	292.7	372.6	79.9	335.7	(36.9)
Total Property	52.1	44.8	(7.3)	31.4	(13.4)
Total Other	4.1	4.1	0.0	4.8	0.7
<b>Total Expenditures</b>	<b>2,974.0</b>	<b>3,138.1</b>	<b>164.1</b>	<b>3,497.0</b>	<b>358.9</b>
Other Financing Sources	(17.9)	(21.9)	(4.0)	24.4	46.3
<b>Total Fund Balance Details</b>	<b>\$ 250.3</b>	<b>\$ 173.6</b>	<b>\$ (76.7)</b>	<b>\$ 187.0</b>	<b>\$ 13.4</b>
Assigned (Indirect Cost, Donations, Future Initiatives)	2.3	14.9		38.3	
Nonspendable (Inventory/Prepaid)	39.4	38.0		3.0	
Restricted (Collective Bargaining Agreements)	94.0	-		-	
Unassigned	114.6	120.7		145.7	
	Unassigned at 4.0%	Unassigned at 4.25%		Unassigned at 4.5%	
<b>Total</b>	<b>\$ 250.3</b>	<b>\$ 173.6</b>		<b>\$ 187.0</b>	

# FUND BALANCE COMPARISON

(in millions)

	2022-2023		2023-2024			
	Amended Final Budget		Final Budget		Change	
	<u>Beginning Bal.</u>	<u>Ending Bal.</u>	<u>Beginning Bal.</u>	<u>Ending Bal.</u>	<u>Beginning Bal.</u>	<u>Ending Bal.</u>
Restricted:						
Nonspendable (Inventory)	\$ 2.8	\$ 3.0	\$ 2.8	\$ 3.0	\$ -	\$ -
Nonspendable (Prepaid-Teachers Health Trust)	35.1	35	35.0	-	(0.1)	(35.0)
Donations	0.3	0.3	0.3	0.3	0.0	-
School Technology	22.0	-	-	-	(22.0)	-
Buses	2.4	-	-	-	(2.4)	-
School Carryover (Supplemental Allocations)	4.0	-	0.3	-	(3.8)	-
School Carryover (Supplies)	120.1	-	135.0	-	14.9	-
School Carryover (Net Vacancy)	85.2	-	89.0	-	3.8	-
School-Based Project Carryover	6.4	-	6.4	-	0.0	-
Unrestricted:						
Assigned/Indirect Costs/Future Initiatives	101.9	14.6	33.2	38.0	(68.7)	23.4
Unassigned Fund Balance	113.4	120.7	120.5	145.7	7.1	25.0
<b>Total</b>	<b>\$ 493.6</b>	<b>\$ 173.6</b>	<b>\$ 422.5</b>	<b>\$ 187.0</b>	<b>\$ (71.1)</b>	<b>\$ 13.4</b>

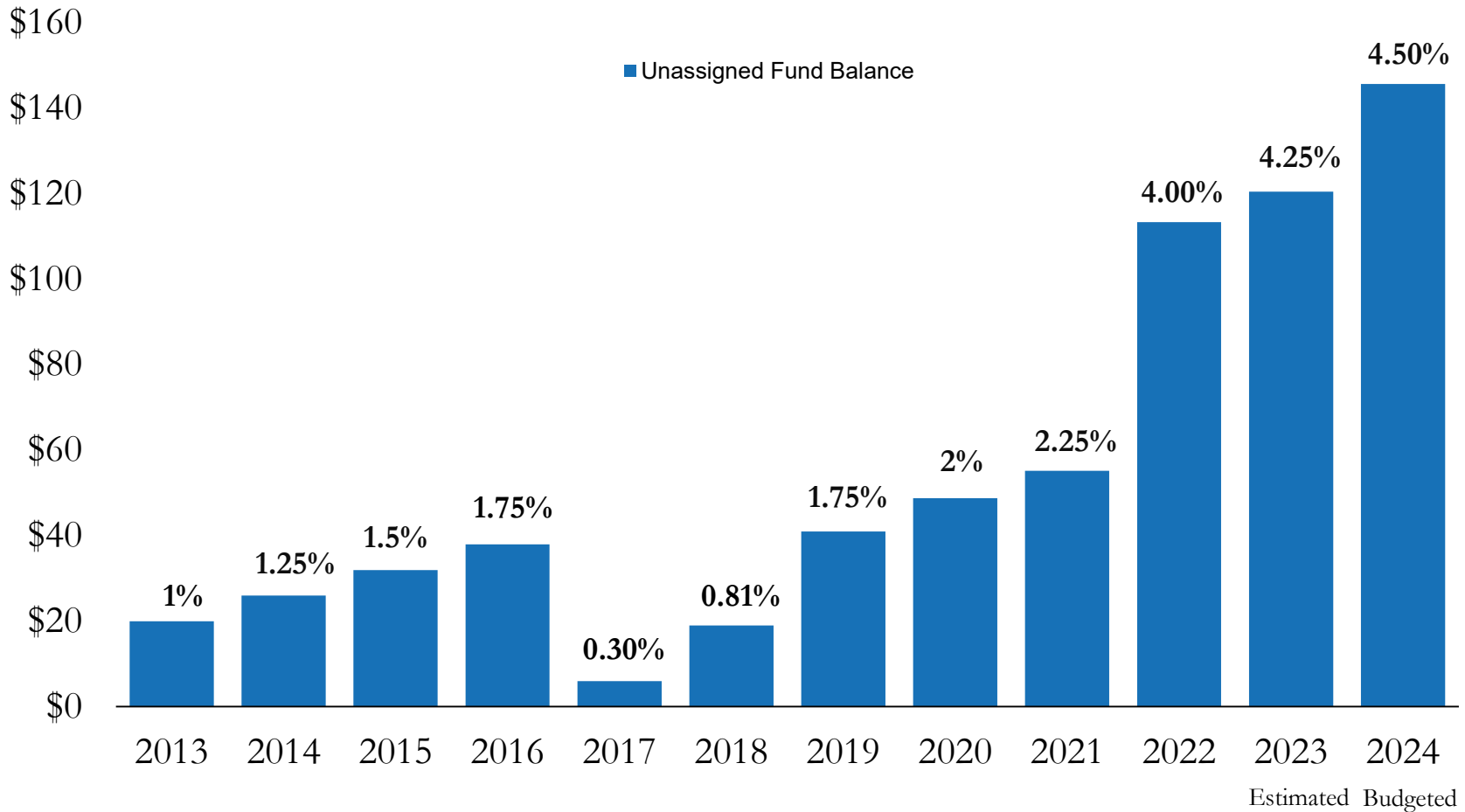
Bal. = Balance



# UNASSIGNED ENDING FUND BALANCE

- Regulation 3110, requires the District to have a **2 percent unassigned** ending fund balance.

(\$ IN MILLIONS)



# EMPLOYEE CONTRACTS STATUS

Bargaining Group	Status	FY 2024	FY 2025
Clark County Education Association <b>CCEA</b> (Teachers)	Collective bargaining agreement (CBA) - Pending negotiation results	<ul style="list-style-type: none"> <li>Pending negotiation results</li> </ul>	<ul style="list-style-type: none"> <li>Pending negotiation results</li> </ul>
Education Support Employees Association <b>ESEA</b> (Support Professionals)	CBA - Pending negotiation results	<ul style="list-style-type: none"> <li>Pending negotiation results</li> </ul>	<ul style="list-style-type: none"> <li>Pending negotiation results</li> </ul>
Clark County Association of School Administrators and Professional-technical Employees <b>CCASAPE</b> (Administrators)	CBA - Pending negotiation results	<ul style="list-style-type: none"> <li>Pending negotiation results</li> </ul>	<ul style="list-style-type: none"> <li>Pending negotiation results</li> </ul>
Police Officers Association of the Clark County School District <b>POA</b>	CBA - Pending negotiation results	<ul style="list-style-type: none"> <li>Pending negotiation results</li> </ul>	<ul style="list-style-type: none"> <li>Pending negotiation results</li> </ul>
Police Administrators Association <b>PAA</b>	CBA - Pending negotiation results	<ul style="list-style-type: none"> <li>Pending negotiation results</li> </ul>	<ul style="list-style-type: none"> <li>Pending negotiation results</li> </ul>

# EMPLOYEE CONTRACTS STATUS

(CONTINUED)

The current \$312 million projection of funding available for negotiations and operational initiatives is based on the Governor's proposed budget and is subject to legislative approval.

- The initial proposals received from the bargaining units related to compensation would far exceed the available funds noted above, and if accepted, the District would be put into a deficit.
- Additionally, due to the deficit, not only would the District be unable to address any of the other priorities identified by the community, significant cuts would need to be made to balance the budget.
- The District cannot utilize “one-time” state funding initiatives, Federal ESSER funds, CCSD ending fund balances, or any other non-recurring funding sources to fund recurring compensation costs.
- The Legislature is not bound by the Governor's proposed budget and has the authority to propose increased funding for K-12 education during the 82nd (2023) Legislative Session or future sessions.



SUPERINTENDENT'S COMMENTS  
BOARD DISCUSSION AND  
QUESTIONS

CCSD 

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CLARK COUNTY

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SCHOOL DISTRICT

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