

FY24 Preliminary Budget

Revenue

State of Alaska revenue projections for FY24 were created using \$5,960 as the Base Student Allocation (BSA) in the State of Alaska Foundation Funding Formula, which includes an additional \$30 over the prior year.

The student enrollment projection of 8,450 for FY24, listed in the Five-Year Enrollment Projection document, was used in the Foundation Formula to calculate estimated state revenue.

State revenues include \$71,584,258 for Foundation Funding, \$275,602 for Quality Schools funding for a total of \$71,859,986. On-behalf payments total \$7,132,899 for a total State funding of \$78,992,759.

	<u>FY23 Adjusted Budget</u>	<u>FY24 Preliminary Budget</u>	<u>Difference</u>
Foundation Funding	\$ 74,087,701	\$ 71,584,258	\$ (2,503,443)
Quality Schools	277,946	275,602	(2,344)
One-Time Funding	<u>3,844,884</u>	<u>-</u>	<u>(3,844,884)</u>
	\$ 78,210,531	\$ 71,859,860	\$ (6,350,671)

State of Alaska revenues decreased (\$6,350,671) from FY23 levels.

Administration has budgeted KPB support in the amount of \$52,564,284. In-kind services are budgeted at the same level as FY23 of \$12,822,896 and \$39,741,388 as appropriation.

Other budgeted revenues include e-rate, interest earnings, and miscellaneous for a total of \$1,180,000.

Total General Fund Revenue available for FY24 is estimated to be \$132,737,043.

Expenditures

The FY24 expenditure budget was developed using the same staffing formulas as FY23. Expenditure projections for salaries include step increases for current employees. Adjustments were made to healthcare based on the current number of employees that have coverage, opted out and recommendations for contribution rates by the District's Health Care broker. Salaries and benefits comprise approximately 80% of total expenditures.

Adjustments to instructional and custodial budgets were made based on a formula that includes projected enrollment and building size. Utilities were budgeted using a three-year average.

Included in the primary budget is a transfer to Student Transportation in the amount of \$550,000 and \$145,000 for Extra Curricular travel. The total of all expenditures and transfers for the FY24 Preliminary General Fund budget is \$145,813,894.

Use of Fund Balance

Revenue from all sources for the FY24 Preliminary General Fund Budget totals \$132,737,043 and since expenditures and transfers total \$145,813,894, leaving a deficit of \$13,076,851. It will be necessary to use a combination of budget cuts, unassigned fund balance and ESSER III funds to balance the FY24 budget.

Budget Discussion

At the budget work session on January 09, 2023, we will take a closer look at the financial information provided. We will also discuss the budget, use of fund balance and ESSER III funds.