

## **Narrative for Changes to Budget after Initial CSAC Meeting**

### **Revenue**

- Div. I Units – beginning in FY22, LAAA added and maintained 1.5 units for CTE courses through FY24
- Total Personnel Units – increased by 1.5 units beginning in FY22 per above
- State funding projections increased across the board based on recent \$33,571 increase to LAAA’s FY19 state funding. State funding projections still based on FY19 rates, even though we average a 5% increase each year as shown in the State and Local Revenue Growth chart provided in the initial application.
- Local funding (ECDC) – increase in FY21 and through FY24 based on FY19 revenue and total personnel units; in original projections, ECDC revenue based on number of enrolled students in K-6 school each year. Local school district funding still based on FY19 rates, even though we average a 6% increase each year as shown in the State and Local Revenue Growth Chart provided in the initial application.
- Before and After Care Program – slight decrease in FY21-24 projections; still using FY19 per pupil rate, but original projections off by three students (too high) each year.
- Total FSF Revenue increases each year based on above factors – no other changes to projections. Difference/increase of \$349,826 by FY24.

### **Expenditures**

- Salary - decrease in FY20 projections, increase in FY21-24 projections (see staffing projections).
- OECs – decrease in FY20-24 projections, maintained OEC rate at 32.46% throughout model – removed 1% pension increase in each ensuing year (difference/decrease of \$445,868 by FY24)
- Health Care – decrease in FY20-24 projections, in original projections LAAA added a 2.5% increase for FY20 and then projected out same rate based on personnel units for FY21-24 (difference/decrease of \$225,522 by FY24).
- Total Salaries and OECs decreased based on above factors – difference/decrease of \$588,500 by FY24.
- No other changes to expense projections, except for expense lines that change based on original formulas; i.e., travel, substitute services, building space and training/teambuilding.
- Total expenses (grand total) decreased \$549,099 by FY24.

### **Other**

- Salary and OECs/Health Ins. accrual line (4 summer pays) added to budget summary page at bottom (highlighted in light green) – Projected FSF Cash balance in line below (highlighted blue). LAAA’s cash balance each year covers summer salary accruals, and the positive cash flow continues each year. LAAA’s FY24 projected cash balance = \$3,936,249.