



2023 2024

Preview

Expenditure Budget

JUNE 13, 2023

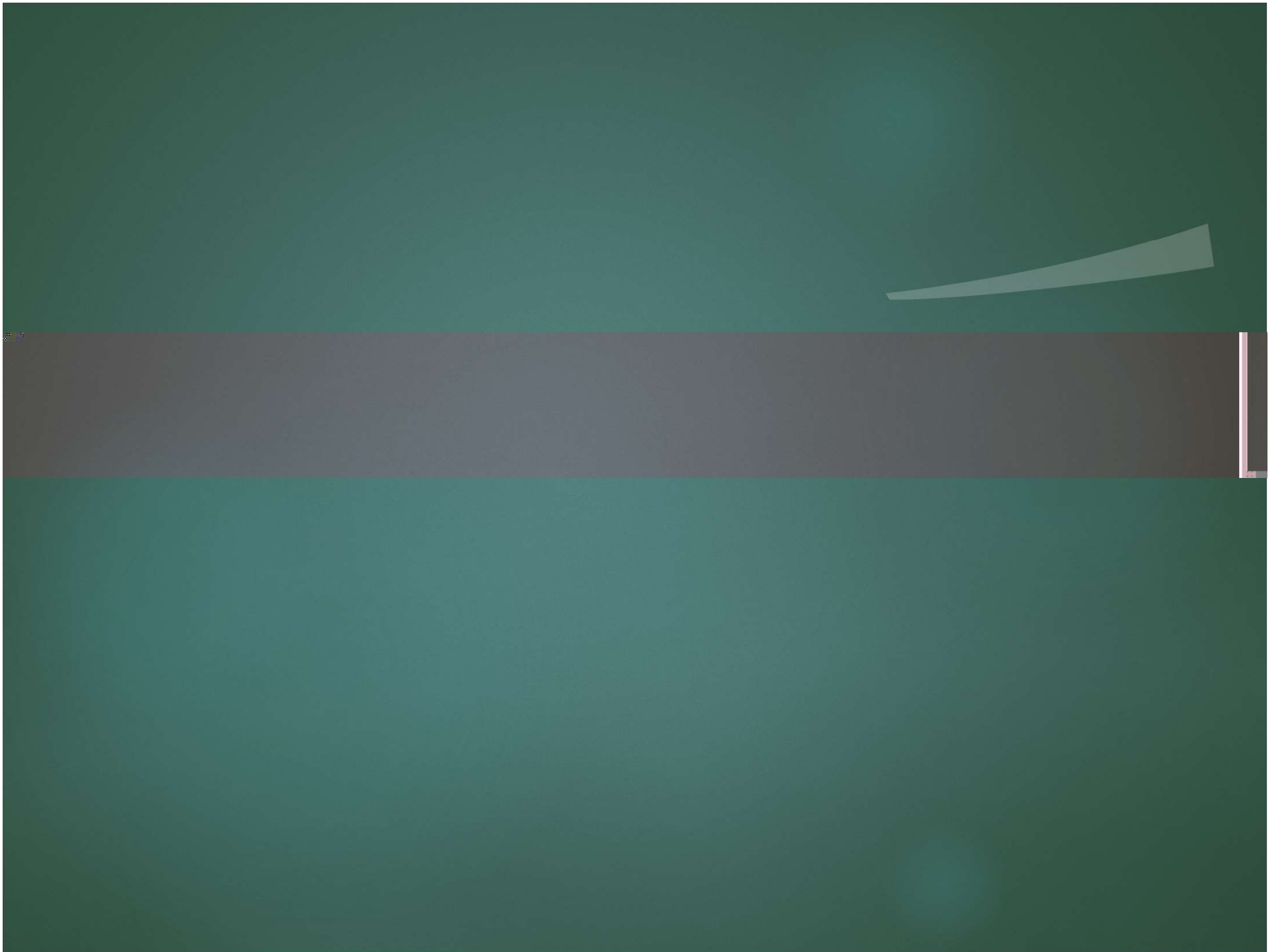
2023 ~~2024~~ Budget Priority



Summary of Proposed Gold Book

Highlights of Proposed Budget Factors

- ▶ **Base Support Level**
 - ▶ **M&O Override continues at 15%**
 - ▶ **2.92% Inflationary increase added to M&O**
 - ▶ **Current year funding provision included (projecting no increase in students from prior year 100th Day)**
 - ▶ **The Teacher Experience Index (TEI) decreased from 1.0061 to 1.0034**
- ▶ **M&O carryforward projected to be \$13,950,634**



Summary of Proposed Gold Book



Highlights of Proposed Budget Factors (con't)

- ▶ **Net Result is the General Budget limit increases from \$267.6 million in FY23 to \$281.4 million in FY24**



Summary of 2023 24 Budget Adjustments



Staffing

- ▶ **Salary increases provided for all employees**
 - ▶ **\$5 million for salary increases are included (plus the AEL increases from FY23)**
 - ▶ **Certified and Other Professional Staff - \$5,500 plus an average of 2% (24% including Classroom Site Fund increase)**
 - ▶ **Classified - \$2.15 per hour**
 - ▶ **Admin/Exempt - \$7,500 plus an average of 2%**
- ▶ **Increase of 227 FTE Certified Staff**
- ▶ **Decrease of 247 FTE Classified Staff**

Summary of 2023 24 Budget Recommendations



<u>FY24 Budget Recommendation</u>	<u>FTE</u>	
District Reclassifications		\$ 31,245
M&O Funded Positions	50	\$331,402

Summary of Adjustments to 2023 24 Budget (cont.)



Non-Staffing

- ▶ **State Retirement increase from 12.17% to 12.29%**
- ▶ **Alternative Contribution Rate increased from 9.68% to 9.99%**
- ▶ **Using \$20M of VSEBG reserves**
- ▶ **Increase in Utilities \$795,000 (Electricity and Water increase)**
- ▶ **Increase in Election Costs \$275,000**
- ▶ **Increase in school discretionary budgets \$17,000**
- ▶ **No increase in Property Liability Insurance**
- ▶ **Capital Budget established at \$11.0M**

Factors Impacting Tax Changes

Primary Tax

- ▶ **Assessed Valuation Change & Qualifying Tax Rate (QTR)**
 - ▶ **DVUSD Net Assessed Valuation increased 5.1%**
 - ▶ **QTR decreased (3.4%) from to \$34266 in 2022-23 to \$33098 2023-24**
 - ▶ **State Equalization Assistance Property Tax Rate (SEAR)**
 - ▶ **Homeowner's Rebate**
- ▶ **Cash no longer being considered in tax rate calculation**

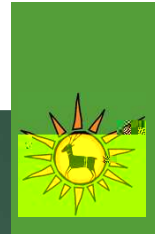
Secondary Tax

- ▶ **Assessed Valuation Change**

Projected Tax Rate Implications of 2022-23 Budget



- ▶ **Proposition 117 (2012) Made Changes to Assessed Valuations**
 - ▶ **Primary and Secondary Assessed Valuation combined into one Net Assessed Valuation**
 - ▶ **Existing Assessed Valuation growth limited to 5% annually**
 - ▶ **Implemented for Tax Year 2015 (2015-16 School Year)**
 - ▶ **DVUSD Net Assessed Valuation increased 5.1% to \$3.4 Billion**
- ▶ **Tax Rate Changes**
 - ▶ **Primary Rate decreasing -3.4% or (\$0.1215), to \$3.4047**
 - ▶ **Secondary Rate increasing 1.8% or \$0.426 to \$2.3517**
- ▶ **Net impact on the average assessed value residential parcel of \$260,249 is an annual increase of \$5,249 or 5.1% (due mostly to average Assessed Valuation increasing by 5.7%)**



Deer Valley Unified School District Tax Comparison 2022 to Projected 2023 (our FY24)

	2022 Tax Year		2023 Tax Year PROJECH		<u>Difference</u>
	<u>Rate</u>		<u>Rate</u>		
Primary Tax Rate	\$	3532	\$	3407	\$ (0125) -34%
Secondary Tax Rate	\$	2301	\$	2317	\$ 0016 18%
Combined Tax Rate	\$	5833	\$	5764	\$ (0079) -14%
Homeowner's Rebate		47%		47%	

<u>Average Parcel</u>	2022 Assessed		2023 Assessed		<u>Difference</u>
	<u>Valuation</u>	<u>2022 Tax</u>	<u>Valuation</u>	<u>2023 Tax</u>	
Primary	246320	\$ 8857	260249	\$ 8607	57% 20%
Homeowner's Rebate		\$ (4088)		\$ (4184)	
Secondary	246320	\$ 5878	260249	\$ 6208	57% 76%
Total		\$ 1,02747		\$ 1,07996	51%

Next Steps

