



City of San Antonio

Agenda Memorandum

File Number:
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Agenda Item Number: 6

Agenda Date: April 4, 2023

In Control: Select Meeting Type

DEPARTMENT: Pre-K 4 SA

DEPARTMENT HEAD: Dr. Sarah Baray

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

Pre-K 4 SA FY 2023 Financial Report & FY 2024 Proposed Budget

SUMMARY:

This item includes an overview of the Fiscal Year (FY) 2023 Financial Report & Budget Re-Estimate (Actuals through February with Annualized Projections) with an informational briefing on the Pre-K 4 SA FY 2023 Budget status through the current fiscal year (July through February).

Additionally, this item includes a briefing on the development of the proposed Pre-K 4 SA FY 2024 Operating Budget. The Board will consider the proposed FY 2024 Annual Operating Budget for adoption during the May 9, 2023 Board meeting.

BACKGROUND INFORMATION:

The Board adopted a budget on April 5, 2022 for the Pre-K 4 SA fiscal year that began on July 1, 2022. Total Appropriations approved by the Board are \$52,912,591. This included funding for

four Education Centers with a total enrollment of 2,000 students for the 2022-2023 school year, funding for year six of the competitive grants program and authorized 467 positions. On May 19, 2022, City Council approved the FY 2023 Pre-K 4 SA Annual Operating Budget.

As stated in the Pre-K 4 SA bylaws, an Annual Budget is required to be adopted by the Board by May 1 of each year and approved by City Council prior to the start of the new program year on July 1. The proposed Annual Operating Budget for FY 2024, comprised of all funds, totals approximately \$58,905,252.

ISSUE:

This work session will include a presentation of projected annual budgets for the remaining years of the current program authorization period so that the Board of Directors can provide input and guidance on budget priorities.

The Fiscal Year (FY) 2023 Financial Report & Budget Re-Estimate provides a financial status of revenues and expenses through February (July to February) and projections for the remaining four months (March to June).

The Budget Re-Estimate addresses the following:

- Revised Sales Tax revenue to reflect the current projection as provided by the City's Office of Management & Budget
- Wage increases approved by City Council in September 2022 and implemented in October 2022.
- Changes to City of San Antonio charges such as health benefit assessments, IT assessments and other fees.
- Line-item adjustments to certain appropriations as requested by the CEO.

Additionally, this item includes a briefing on the development of the proposed Pre-K 4 SA FY 2024 Operating Budget. The Board will consider the proposed FY 2024 Annual Operating Budget for adoption during the May 9, 2023 Board meeting.

FISCAL IMPACT:

The FY 2023 Financial Report shows a favorable variance. The net ending Fund Balance based on this report is estimated to be \$22,193,333 and shows a favorable variance of \$17,393,766 when compared to the ending balance of \$4,799,567 with the Adopted Budget.

Board consideration and subsequent adoption of this item will adopt expenditure levels for Pre-K 4 SA Fiscal Year 2024 Annual Operating Budget.

ALTERNATIVES:

This item is for informational purposes only.

RECOMMENDATION:

This item is for informational purposes only.