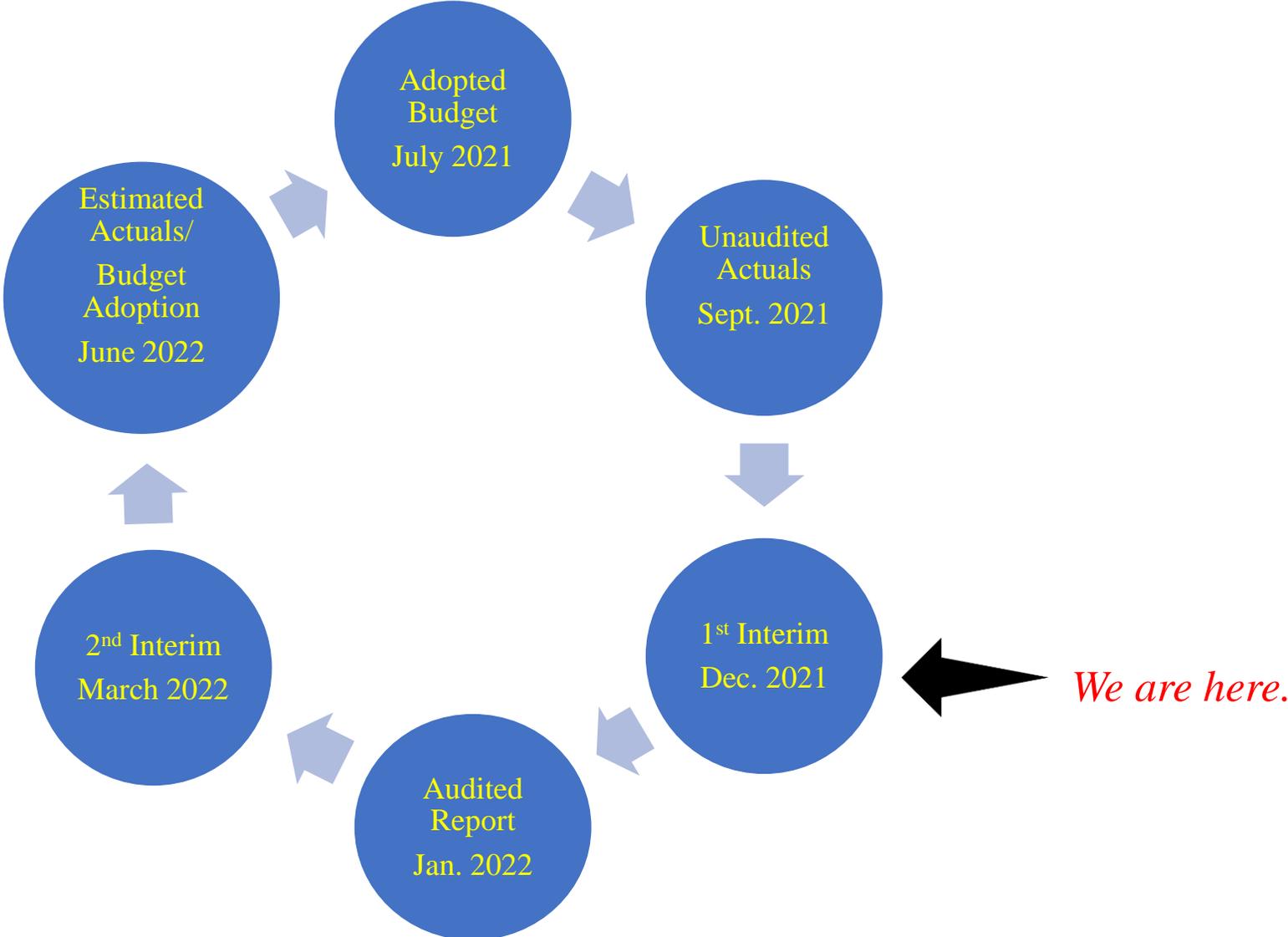


2021-22 First Interim



December 16, 2021

Budget & Financial Reports Cycle, 2021-22



First Interim Highlights

- The 2021 Budget Act passed by the Legislature and signed by Governor Gavin Newsom on July 9, 2021.
- On September 23, 2021, Governor Newsom signed a subsequent education trailer bill that changed the allocation formula for the California Prekindergarten Planning and Implementation Grant
- All carryovers are posted and reflected in the 1st interim
- Enrollment Projection down from 11,057 to 10,359
- Unemployment Insurance rate changed from 1.23% to 0.5%
- Unrestricted Lottery from \$150 to \$163; Restricted Lottery from \$49 to \$65
- Union contracts have been settled with a 3% of an on-going increase and an one-time of \$1,500/FTE payment
- Workers' Compensation rate changed from 2.38% to 1.99%

Budget Assumptions (major key factors), one of two



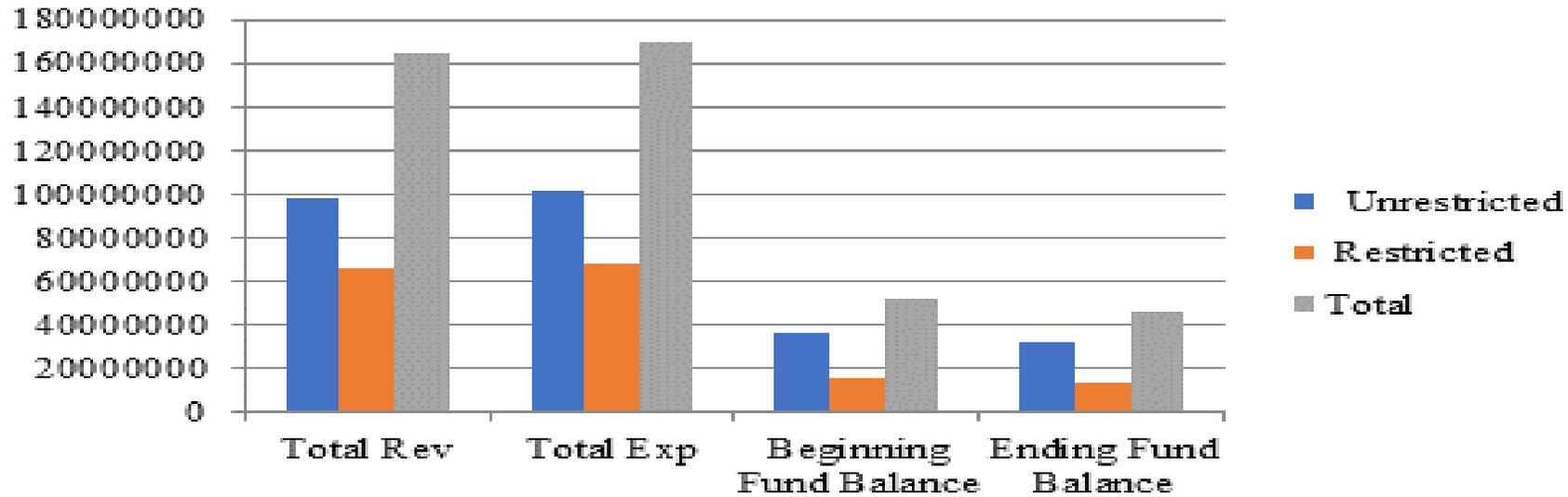
Assumptions	2021-22	2022-23	2023-24
COLA (Per FCMAT Calculator, v21.2a, 1/12/2021)	5.07%	2.48%	3.11%
Enrollment (preliminary CalPADS report)	10,359	10,359	10,359
P2 ADA (ADA/Enrollment)	11,132.22/Hold Harmless	9,965	9,965
Ratio of ADA/Enrollment	96.2%	96.2%	96.2%
FTEs Changes (Certificated)		Reduction of 28 FTEs	At same level of 22-23 plus 17 FTEs
FTEs Changes (Classified)		At Same level of 21-22	At same level of 22-23
H&W Rate		5% Increase from 21-22	5% Increase from 22-23
Revenues			
Property Tax (Growth Rate)	4%	3.33%	3.33%
Federal Rev	Additional Funding, LLMF	No new LLMF except 3212 ESSER II \$1,557,429, the rest is flat	No new LLMF, the rest is flat
State Rev	Additional Funding, LLMF	No new LLMF except 2600 ELO pgrm \$2,290,431 & Ed Eff 6266 \$2,415,798	No new LLMF, with 0% COLA
Mandated Block (Per SSC Dartboard)	\$32.79	\$33.60	\$34.64
Lottery (Per SSC Dartboard): Unrestricted/Restricted	\$163/\$65	\$163/\$65	\$163/\$65
Parcel Tax, Measure V; \$298/Parcel (2018)+ Adjusted annually by Consumer Price Index	\$311.56/Parcel	\$316.52/Parcel	\$322.84/Parcel
Parcel Taxes (Parcel #: 34,100,34,000,34,000) Local: Interest income @1%; No donation (We budget it when it is committed.)	\$121.48/Parcel Interest rate @1%, Donation is budgeted as committed.	\$123.91/Parcel Interest @1%; No donation	\$126.39/Parcel Interest @1%; No donation
Restricted Routine Maintenance Accounts (Exclusion of STRS of Behalf & LLMF)	3%	3%	3%

Budget Assumptions (major key factors), two of two



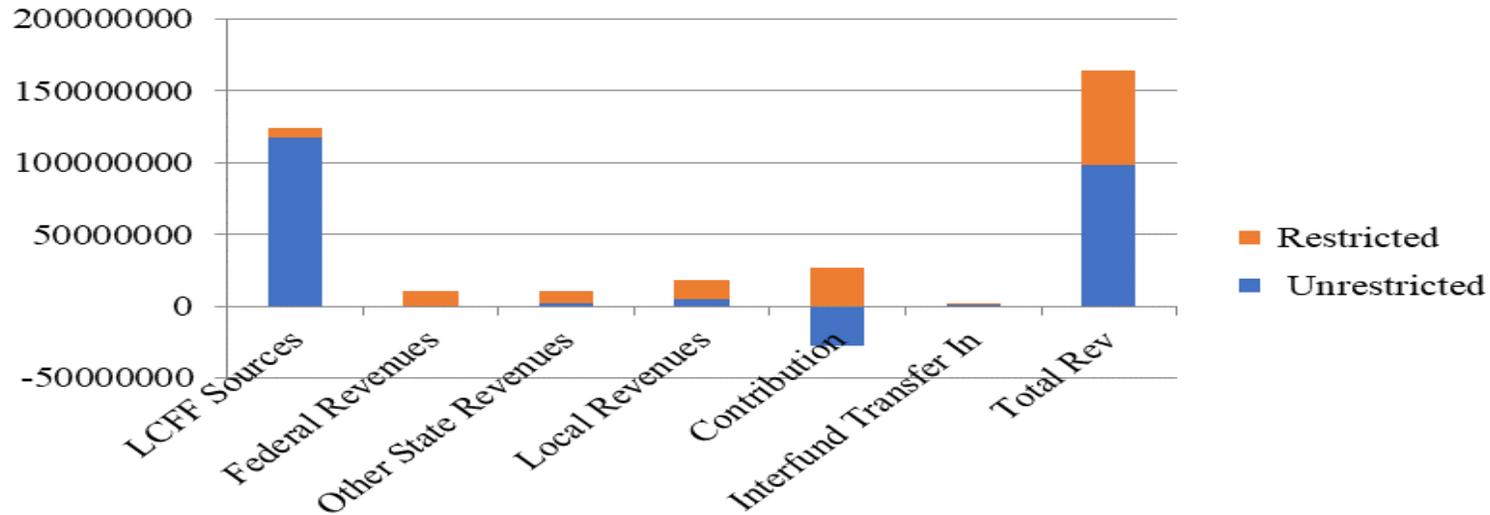
Expenditures	2021-22	2022-23	2023-24
Certificated Sal (Step & Column Increasing)	3% salary increase + \$1,500 one-time off schedule bonus	1.50%	1.50%
Classified Sal (Step Increasing)	3% salary increase + \$1,500 one-time off schedule bonus	1.50%	1.50%
STRS	16.92%	19.10%	19.10%
PERS	22.91%	26.10%	27.10%
SUI	0.50%	0.50%	0.20%
Payroll Statutory Rate (Cert/Classified)	23.36%/35.55%	25.54%/38.74%	25.24%/39.44%
Indirect Cost (%)	6.28%	5.32%	5.32%

First Interim General Fund At Glance, Projection@ June 30, 2022



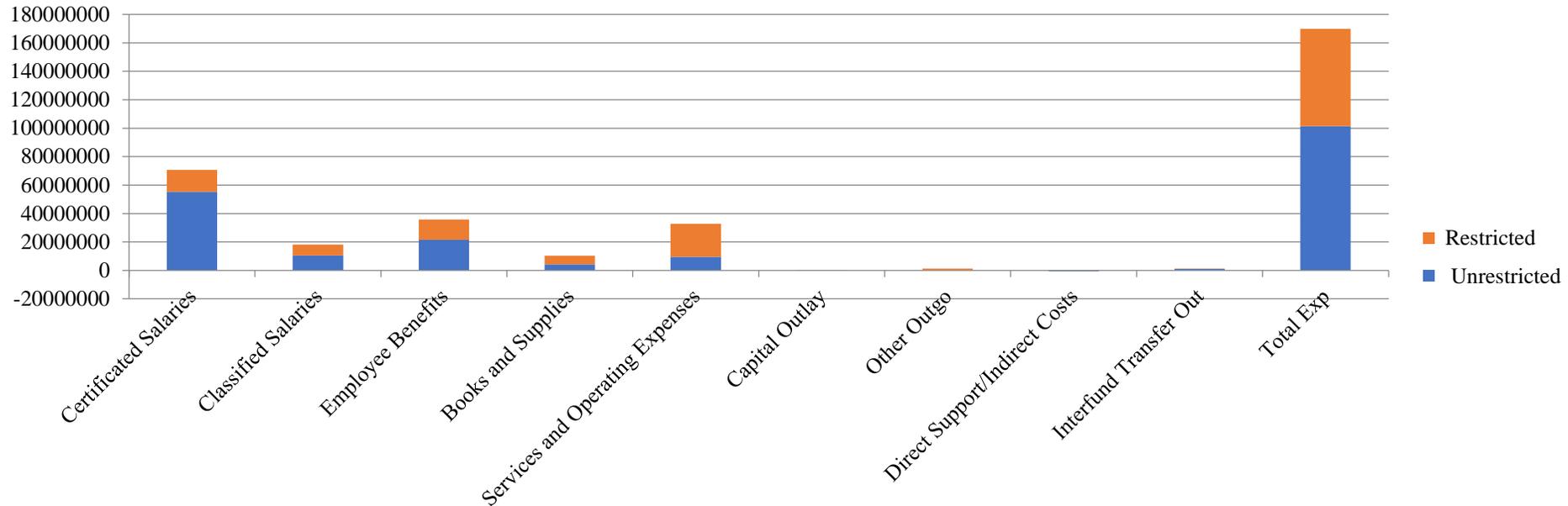
	Unrestricted	Restricted	Total
Total Rev	\$99,077,794	\$70,906,502	\$169,984,296
Total Exp	\$97,565,191	\$63,992,898	\$161,558,089
Beginning Fund Balance	\$36,265,926	\$15,541,852	\$51,807,779
Ending Fund Balance	\$37,778,530	\$22,455,456	\$60,233,986

First Interim General Fund Revenues, Projection @ June 30, 2022



	Unrestricted	Restricted	Total	%
LCFF Sources	\$117,213,024	\$6,591,589	\$123,804,613	72.9%
Federal Revenues	\$0	10,095,400	\$10,095,400	5.9%
Other State Revenues	\$2,541,789	14,332,800	\$16,874,590	9.9%
Local Revenues	\$4,829,221	13,595,223	\$18,424,444	10.8%
Contribution	(\$26,256,240)	26,256,240	\$0	0.0%
Interfund Transfer In	\$750,000	35,250	\$785,250	0.5%
Total Rev	\$99,077,795	\$70,906,502	\$169,984,296	100.0%

First Interim General Fund Expenditures, Projection @ June 30, 2022



	Unrestricted	Restricted	Total	%
Certificated Salaries	\$55,456,776	\$15,706,993	\$71,163,769	44.0%
Classified Salaries	10,517,971	\$7,951,671	\$18,469,642	11.4%
Employee Benefits	21,211,840	\$14,696,198	\$35,908,037	22.2%
Books and Supplies	1,952,373	\$4,300,578	\$6,252,951	3.9%
Services and Operating Expenses	7,912,652	\$19,129,521	\$27,042,173	16.7%
Capital Outlay	0	\$398,224	\$398,224	0.2%
Other Outgo	0	\$1,466,807	\$1,466,807	0.7%
Direct Support/Indirect Costs	(572,112)	\$307,548	(\$264,563)	
Interfund Transfer Out	1,085,691	\$35,357	\$1,121,048	0.7%
Total Exp	\$97,565,191	\$63,992,897	\$161,558,088	100.0%

Multi-year Projections

Fiscal Year	2021-22	2022-23	2023-24
Revenues			
LCFF Sources	\$129,512,228	\$132,942,193	\$136,679,598
Federal Revenues	\$5,965,482	\$7,670,530	\$6,185,220
Other State Revenues	\$16,391,610	\$15,867,821	\$11,172,372
Local Revenues	\$18,649,628	\$15,619,310	\$15,918,510
Transfer In	\$187,042	\$937,040	\$937,040
Total Revenues	\$170,705,990	\$173,036,894	\$170,892,740
Expenditures			
Certificated Salaries	\$74,497,460	\$73,100,522	\$71,612,172
Classified Salaries	\$19,316,880	19,477,825	\$19,741,240
Employee Benefits	\$39,622,818	41,892,432	\$41,862,162
Books and Supplies	\$11,737,200	8,977,700	\$7,220,921
Services and Operating Expenses	\$31,747,781	30,652,037	\$27,169,931
Capital Outlay	\$66,275	39,950	\$39,950
Other Outgo + Transfer Out	1,344,386	2,344,391	\$2,344,391
Direct Support/Indirect Costs	(279,185)	(279,180)	(279,180)
Total Expenditures	\$178,053,615	\$176,205,677	\$169,711,588
Excess (Deficiency) before Financing Sources & Uses	(\$7,347,625)	(\$3,168,783)	\$1,181,152
Beginning Fund Balance	\$60,233,987	\$52,886,362	\$49,717,579
Ending Fund Balance	\$52,886,362	\$49,717,579	\$50,898,731
For Unrestricted GF	\$33,416,751	\$30,247,968	\$31,429,121
For Restricted GF	\$19,469,611	\$19,469,611	\$19,469,611

General Fund Unrestricted Fund Balance, Projection @ June 30, 2022



□ GASB 54 took effective in 2010-11 and required LEAs to disclose the Fund Balance.

Component of Ending Balance (for Unrestricted)			
Non-spendable	35,000	35,000	35,000
Committed			
Stabilization Arrangements @3%	5,341,608	5,286,170	5,091,348
Assigned			
Vacation	500,000	500,000	500,000
One Month Payroll	11,570,292	11,685,990	11,802,850
Set Aside for Mold Insurance	291,595	291,595	291,595
Set aside for insurance deduction for P&L insurance	500,000	500,000	500,000
Unrestricted Lottery: 2020-21 for future textbooks	1,461,447	1,461,447	1,461,447
Unrestricted Lottery: 2022-23 for future textbooks		1,688,517	1,688,517
Unrestricted Lottery: 2023-24 for future textbooks			1,688,517
Delays from 19-20 due to COVID Pandemic and reserves for future allocations	8,375,200	3,513,078	3,278,500
Reserve for Economic Uncertainties @3%	5,341,608	5,286,170	5,091,348
Total Unrestricted GF	33,416,751	30,247,968	31,429,121

Other Funds, Projection @ 1st Interim for the year ending on June 30, 2022

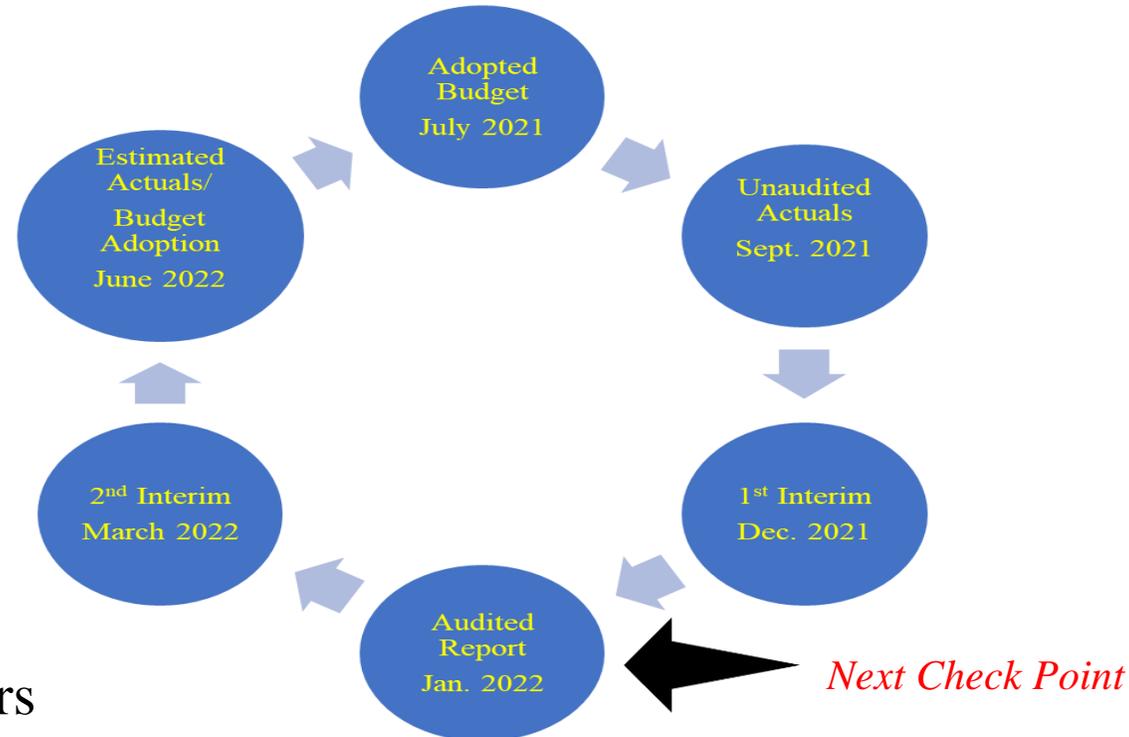


Fund/Fund #	Beginning Bal	Revenues	Expenditures	Ending Balance 1 st Interim	Adopted Budget (AB)	Difference
Child Development, F12	1,173,458	2,833,901	3,085,016	922,344	1,021,260	(89,916)
Cafeteria Special Revenue, F13	2,313,599	5,271,748	4,265,336	3,320,012	1,987,431	1,332,581
Deferred Maintenance, F14	6,065,288	52,000	499,990	5,617,298	6,645,298	(1,028,000)
Special Reserve (Non Capital Project), F17	786,547	98,619	0	885,166	885,166	0
Building (AKA GO Bond), F21	139,903,133	1,399,000	62,572,671	78,729,462	91,003,133	(12,273,671)
Capital Facilities, F25	4,875,791	814,500	326,149	5,364,142	5,375,292	(11,150)
County School Facilities, F35	25,637	400	0	26,037	26,037	0
Special Reserve for Capital Project, F40	16,250,391	197,959	49,232	16,333,582	16,507,958	(174,376)
Other Enterprise, F63	3,541,625	7,123,587	6,764,188	3,901,023	3,796,640	104,383
Retiree Benefits, F71	25,418,379	2,863,093	1,937,000	26,344,472	26,555,472	(211,000)
Foundation Private-Purpose Trust Fund, F73	143,344	22,200	14,700	150,844	150,844	0

Final Notes



- The 1st interim projection is built based on the recommendations and guidance from the Budget Act, CDE, SMCOE, SSC, and internal policy with the best preparation and fair presentation.
- Next financial report check point will be the Auditor Report for the 2020-21 annual audit. The report will be presented at the board meeting in January 2022.



- Questions & Answers