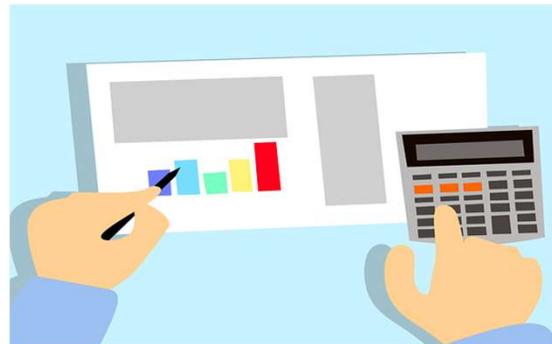
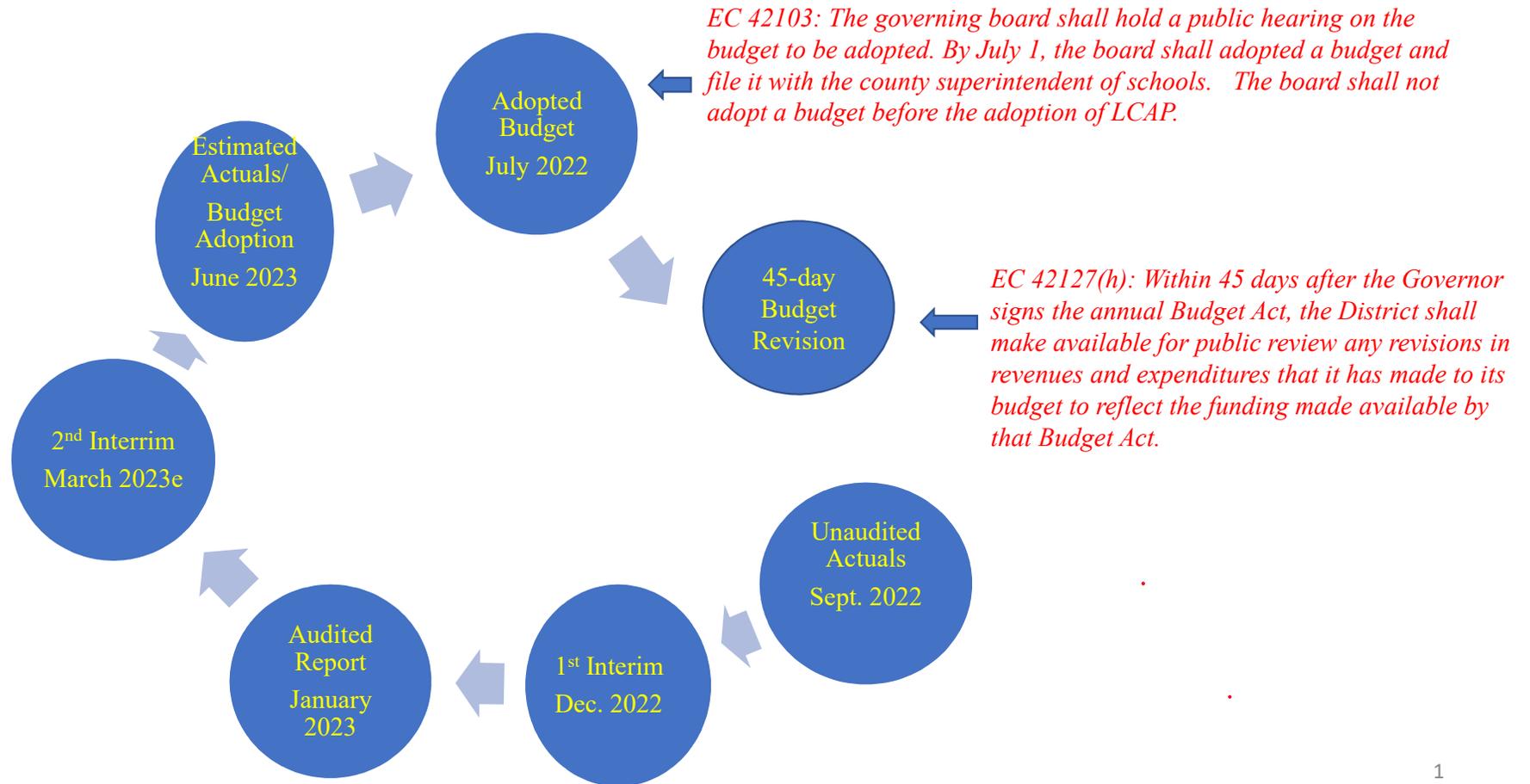


## *2022-23 Budget*



*Budget Hearing: June 9, 2022*  
*Budget Adoption: June 23, 2022*

# Budget & Financial Reports Cycle, 2022-23



## 2022-23 Budget Overview



- 1. Proposal for ADA:** If enacted, this would allow a school district in 2022-23 to be funded on the greater of the following:
  - a. Actual ADA from 2022-23 or 2021-22
  - b. Actual ADA from 2021-22
  - c. Attendance % in 2019-20 when calculating 2022-23 apportionment
- 2. Cost of Living Adjustment (COLA):** 2022-23:6.56%, 2023-24:5.38%, 2024-25: 4.02%
- 3. Early Childhood Education:** The proposal includes additional investments in early childhood with COLA and funding for Universal Transitional Kindergarten (UTK). There is no additional UTK funding for basic aid districts.
- 4. Special Education:** The 2022-23 budget proposals significantly build on special education funding augmentations including COLA and the funding exhibits will be provided by CDE and SELPA must report the amount of funding generated by each member LEA no later than 30 days after receiving their apportionment.
- 5. Universal School Meals:** grants for school kitchen upgrades and training, additional support to School Breakfast and Summer Meal Start-Up and Expansion grants.

## 2022-23 Budget Overview



- 6. Discretionary Block Grant:** If enacted, this would provide approximately \$1,500 per ADA or close to \$14 Million for our District.
  
- 7. Deferred Maintenance One Time Funds:** If enacted, the budget would provide \$1.7 billion in one time funds for deferred maintenance, or approximately \$3 million for our District.
  
- 8. Expanded Learning Opportunities Funding:** The proposal includes ongoing funding of \$2,500 per ADA per UPP.

Budget Assumptions (major key factors), one of two



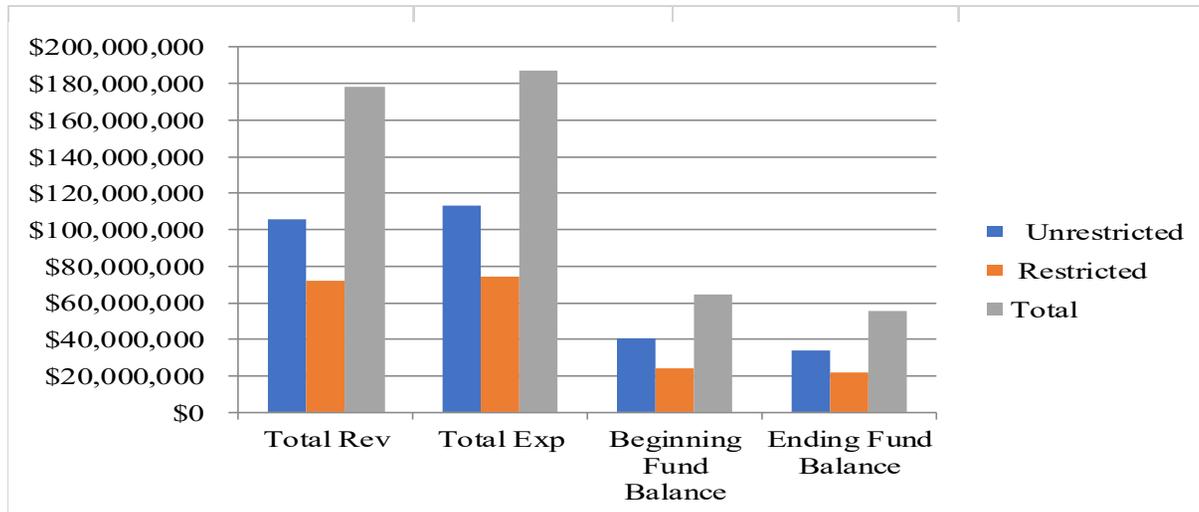
	2022-23	2023-24	2024-25
COLA	6.56%	5.38%	4.02%
Enrollment	10,357	10,357	10,357
ADA	9,632	9,632	9,632
Ratio of ADA/Enrollment	93.0%	93.0%	93.0%
FTEs Changes (Certificated teaching position)	Reduction of 25 FTEs	Additional Reduction of 17 FTEs from 2022-23	At same level of 2023-24
FTEs Changes (Classified)	Additional 8 FTEs (Sp. Ed. Behavioral goals related Positions )	One-time funded positions (such as ELO, Effectiveness) will be eliminated	One-time funded positions (such as ELO, Effectiveness) will be eliminated
Property Tax Growth	6.83%	3.33% increase	3.33% increase
Local Rev: Interest @1%, no donations (We budget it when it comes in.)	1%	1%	1%
Lottery: Unrestricted/Restricted	\$163/\$65	\$163/\$65	\$163/\$65
Mandated Block Grant	\$34.94	\$36.82	\$37.98

Budget Assumptions (major key factors), two of two



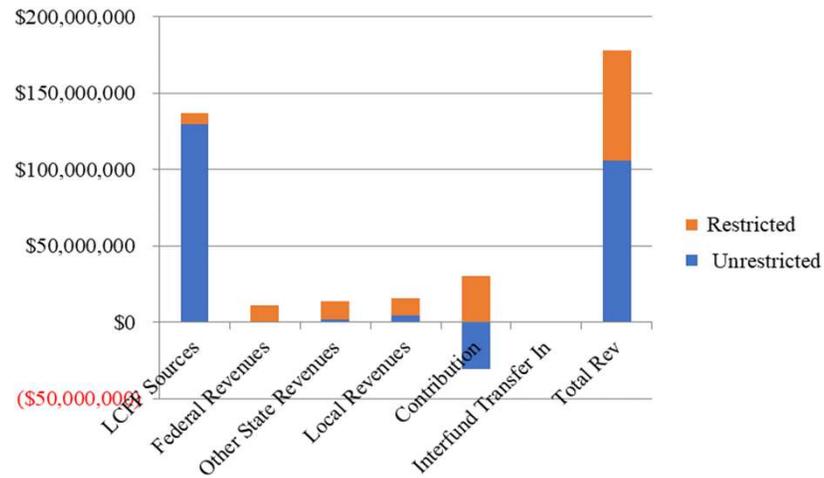
	2022-23	2023-24	2024-25
Parcel Tax (measure V): annual CPI adjustment	\$316.52/parcel	\$322.84/parcel	\$329.30/parcel
Parcel Tax: annual CPI adjustment	\$123.91/parcel	\$126.39/parcel	\$128.92/parcel
Utility Costs (rate increasing)	5%	5%	5%
Transfer Out to Fund 17 (insurance related matter)	\$85,691	Subject to re-evaluation	Subject to re-evaluation
Transfer to Fund 14 (Deferred Maint Fund)	1% of LCFF Based Grant (adopted budget)	1% of LCFF Based Grant (adopted budget)	1% of LCFF Based Grant (adopted budget)
Restricted Routine Maintenance (RRMA)	3%/\$5.2M	3%/\$5.2M	3%/\$5.2M
H & W Rate	5% increase	5% increase	5% increase
Unemployment Insurance (UI)	0.5%	0.2%	0.2%
STRS/PERS	19.1%/25.37%	19.1%/25.2%	19.1%/24.6%
Payroll Statutory Rate (Cert/Classified)	25.95%/38.42%	25.65%/37.95%	25.65%/37.35%
Indirect Cost Rate	5.32%	5.32%	5.32%

## 2022-23 General Fund Budget At Glance



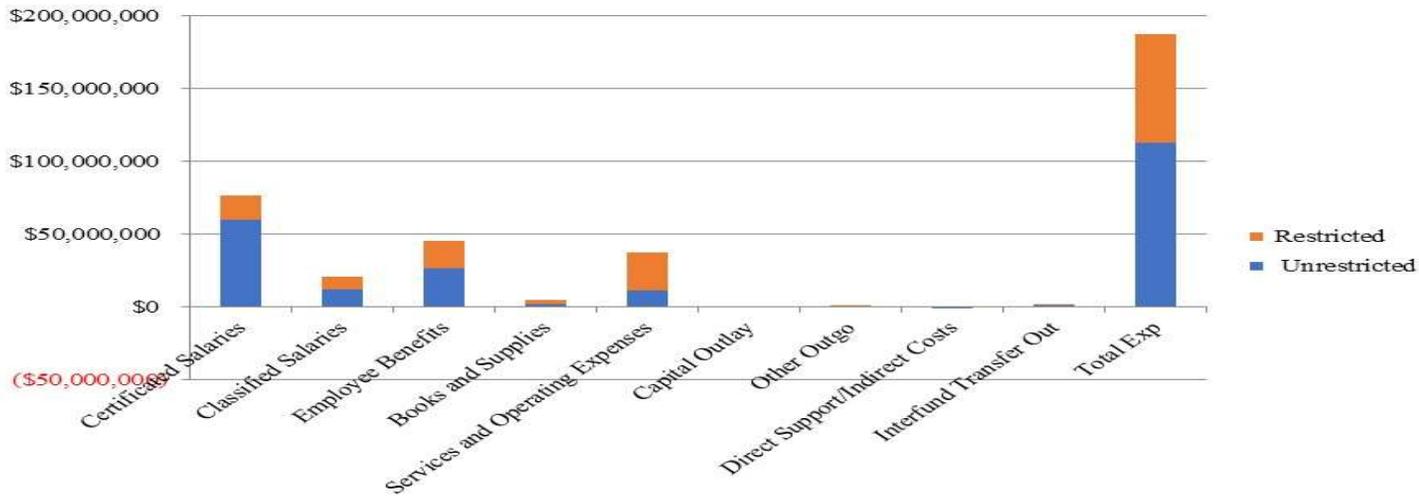
	Unrestricted	Restricted	<b>Total</b>
<b>Total Rev</b>	\$106,055,614	\$71,958,682	\$178,014,296
<b>Total Exp</b>	\$113,034,154	\$74,183,718	\$187,217,872
<b>Beginning Fund Balance</b>	\$40,696,893	\$24,441,012	\$65,137,905
<b>Ending Fund Balance</b>	\$33,718,353	\$22,215,976	\$55,934,329

## 2022-23 General Fund Revenues



	Unrestricted	Restricted	Total	%
LCFF Sources	\$129,694,338	\$7,282,709	\$136,977,047	77.0%
Federal Revenues	\$0	10,988,310	\$10,988,310	6.2%
Other State Revenues	\$2,200,468	11,860,901	\$14,061,369	7.9%
Local Revenues	\$4,802,376	11,185,194	\$15,987,570	9.0%
Contribution	(\$30,641,568)	30,641,568	\$0	0.0%
Interfund Transfer In	\$0	0	\$0	0.0%
<b>Total Rev</b>	<b>\$106,055,614</b>	<b>\$71,958,682</b>	<b>\$178,014,296</b>	<b>100.0%</b>

## 2022-23 General Fund Expenditures



	Unrestricted	Restricted	Total	%
Certificated Salaries	\$60,033,599	\$16,511,210	\$76,544,809	40.9%
Classified Salaries	12,132,780	8,456,542	\$20,589,322	11.0%
Employee Benefits	26,721,915	18,960,903	\$45,682,818	24.4%
Books and Supplies	2,298,472	2,913,411	\$5,211,883	2.8%
Services and Operating Expenses	11,736,871	25,557,437	\$37,294,308	19.9%
Capital Outlay	0	0	\$0	0.0%
Other Outgo	0	1,249,231	\$1,249,231	0.4%
Direct Support/Indirect Costs	(951,222)	501,026	(\$450,196)	
Interfund Transfer Out	1,061,738	33,959	\$1,095,697	0.6%
<b>Total Exp</b>	<b>\$113,034,154</b>	<b>\$74,183,718</b>	<b>\$187,217,872</b>	<b>100.0%</b>

Multi-year Projections (2022-23, 2023-24, 2024-25)



Fiscal Year/Classification	2022-23	2023-24	2024-25
LCFF	136,977,047	141,144,881	145,358,549
Federal Revenues	10,988,310	7,482,304	4,311,420
State Revenues	14,061,369	12,618,143	12,671,566
Local Revenues	15,987,570	16,183,726	16,491,108
Transfer In	0	0	0
<b>Total Revenues</b>	<b>\$178,014,296</b>	<b>\$177,429,054</b>	<b>\$178,832,643</b>
Certificated Salaries	76,544,809	71,061,056	78,213,998
Classified Salaries	20,589,322	21,018,319	21,319,264
Employee Benefits	45,682,818	46,122,216	46,773,720
Books & Supplies	5,211,883	3,547,674	3,389,428
Services & Operating Expenses	37,294,308	33,087,374	30,391,744
Capital Outlay	0	0	0
Other Outgo + Transfer Out	2,344,928	2,287,067	2,300,244
Direct Support/Indirect Costs	(450,196)	(637,115)	(805,836)
<b>Total Expenditures</b>	<b>\$187,217,872</b>	<b>\$ 182,486,591</b>	<b>\$181,582,563</b>
Excess (Deficiency)	(9,203,576)	(5,057,537)	(2,749,920)
Beginning Balance	65,137,905	55,934,329	50,876,792
<b>Ending Balance</b>	<b>\$55,934,329</b>	<b>\$ 50,876,792</b>	<b>\$48,126,872</b>

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

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



	<b>Estimated Actuals 2021-22: \$40,696,893</b>	<b>Budget 2022-23: \$33,718,353</b>
Non Spendable	\$ 35,000	\$35,000
Committed: Stabilization Arrangements @3%	\$5,218,607	\$5,616,536
Assigned: Vacation	\$500,000	\$500,000
One Month Payroll	\$10,894,844	\$11,794,730
Set aside for mold insurance	\$291,595	\$291,595
Set aside for insurance deduction for P&L	\$500,000	\$500,000
Projected Supplemental carryover (2021-22)	\$1,321,461	\$0
Technology Upgrades	\$700,000	\$700,000
Set aside for covering partial deficit spending	\$2,442,803	\$0
Textbooks adoption (Assigned for accumulated Lottery, Unrestricted lottery)	\$1,823,267	\$1,823,267
Textbooks adoption (Unrestricted lottery 2022-23)		\$913,126
Prior year COVID reserve for future allocation	\$9,250,708	\$3,427,563
Professional Development	\$2,500,000	\$2,500,000
Reserve for Economic Uncertainties @3%	\$5,218,607	\$5,616,536

*Other Funds: 2021-22 & 2022-23*



<b>Fund/Fund #</b>	<b>Estimated Ending Bal 2021-22</b>	<b>2022-23 Revenues</b>	<b>2022-23 Expenditures</b>	<b>2022-23 Ending Balance</b>
Child Development, F12	922,344	4,184,717	4,172,717	934,344
Cafeteria Special Revenue, F13	3,424,817	4,430,805	4,968,276	2,887,346
Deferred Maintenance, F14	5,617,298	1,028,047	499,990	6,147,355
Special Reserve (Non Capital Project), F17	885,166	98,619	0	983,785
Building (AKA GO Bond), F21	88,899,512	624,500	48,000,000	41,524,012
Capital Facilities, F25	5,809,447	1,064,500	330,844	6,543,103
County School Facilities, F35	26,037	400	0	26,437
Special Reserve for Capital Project, F40	16,161,675	242,702	0	16,404,377
Other Enterprise, F63	3,349,838	7,220,470	7,197,840	3,372,467
Retiree Benefits, F71	26,232,150	2,538,926	1,987,000	26,784,076
Foundation Private-Purpose Trust Fund, F73	21,270	2,200	0	23,470

## Final Notes



- The 2022-23 budget is built based on the recommendations and guidance from the Governor May Revision, CDE, SMCOE, SSC, and internal policy with the best preparation and fair presentation.
- Next financial report check point will be either 45-Day Budget Revision (if the Budget Act is greatly different from the May Revision) or the Unaudited Actuals (UA) for the 2021-22. The Unaudited Actuals will be presented at the board meeting in Sept. 2022. The UA will be subject to the annual audit by Chavan & Associates, LLP.
- Questions & Answers