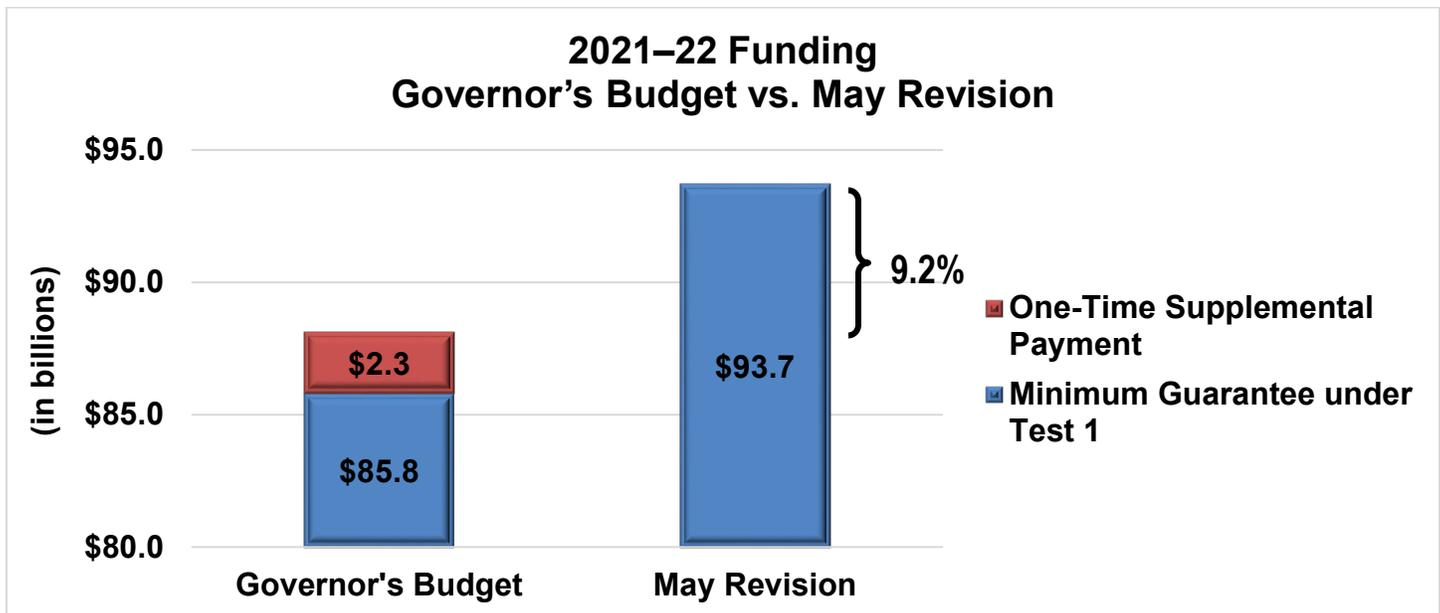


## WESTERN PLACER UNIFIED SCHOOL DISTRICT An Overview of the 2021-22 Governor's May Revision

Governor Gavin Newsom's budget proposal reflects the dramatic rebound in the state's economy from the COVID-19-induced recession. The state's \$76 billion surplus is historic and allows for unprecedented levels of investment in public education. The governor's education proposals are framed as the California for All Kids Plan — a five-year strategy intended to reduce academic and societal inequities.

### PROPOSITION 98

The May Revision estimates the Proposition 98 guarantee to be \$79.3 billion in 2019-20, \$92.8 billion in 2020-21 and \$93.7 billion in 2021-22, which, according to the governor's budget summary, represents a three-year increase of \$17.7 billion over the level estimated in the governor's January budget.



### LOCAL CONTROL FUNDING FORMULA (LCFF), COST-OF-LIVING ADJUSTMENT AND AVERAGE DAILY ATTENDANCE

The May Revision increases the cost-of-living adjustment (COLA) provided in the Governor's Budget in two ways. First, the May Revision recognizes the statutory COLA for 2021–22 is 1.70%—an increase of 0.2% from the Governor's January Budget. Second, "to help local educational agencies (LEAs) address ongoing fiscal pressures," an additional \$520 million in Proposition 98 General Fund revenues is proposed to increase the COLA applicable to the Local Control Funding Formula (LCFF) by an additional 1.00%—bringing it to 2.70%. **The 2.70% COLA, compounded with the 2019–20 statutory COLA of 2.31%, results in an LCFF COLA of 5.07% for 2021–22.**

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Below are the COLA percentage increases for the LCFF, Special Education and other categorical programs:

COLA	Programs
<b>5.07% (mega)</b>	LCFF
<b>4.05% (compounded)</b>	Special education
<b>1.70% (statutory)</b>	Other categorical programs—Child Nutrition, State Preschool, Youth in Foster Care, Mandate Block Grant, Adults in Correctional Facilities Program, American Indian Education Centers, and the American Indian Early Childhood Education Program

2021-22 LCFF Funding Factors Grade Span	K–3	4–6	7–8	9–12
<b>2020–21 Base Grant per ADA</b>	\$7,702	\$7,818	\$8,050	\$9,329
<b>5.07% Mega COLA</b>	\$390	\$396	\$408	\$473
<b>2021–22 Base Grant per ADA</b>	\$8,092	\$8,214	\$8,458	\$9,802
<b>GSA</b>	\$842	–	–	\$255
<b>2021–22 Adjusted Base Grant per ADA</b>	\$8,934	\$8,214	\$8,458	\$10,057
<b>20% Supplemental Grant per ADA (Total UPP)</b>	\$1,787	\$1,643	\$1,692	\$2,011
<b>50% Concentration Grant per ADA (UPP Above 55%)</b>	\$4,467	\$4,107	\$4,229	\$5,029

- For WPUSD, the increase in the 2021-22 proposed COLA from 3.84% (January 2021) to 5.07% (May 2021) increases LCFF base funding by \$746,000 and \$54,000 in Supplemental funding.

### VIRTUAL LEARNING

The proposal assumes a return to full-time, in-person instruction for the 2021-22 school year as the default for all students and schools. It allows for independent study to be the only allowable virtual option for students and families. The May Revision proposes a series of changes to the state’s existing traditional and course based independent study programs, including requirements to: (1) provide access to technology, internet connectivity, and a dedicated and rigorous curriculum; (2) develop and implement a framework of tiered re-engagement strategies for students; and (3) track and record daily student participation and interaction with teachers.

# WESTERN PLACER UNIFIED SCHOOL DISTRICT

## An Overview of the 2021-22 Governor's May Revision

### UNIVERSAL TRANSITIONAL KINDERGARTEN

The May Revision proposes \$900 million to begin implementing universal access (all four-year-olds) to transitional kindergarten (TK) in 2022-23. By 2024-25, the funding will increase to \$2.7 billion, which will be supported by shifting the amount from the state's general fund to the Proposition 98 guarantee.

#### 2022-23

Expand TK eligibility for four-year-olds whose fifth birthday occurs between **September 2 and March 2**

#### 2023-24

Expand TK eligibility to four-year-olds whose fifth birthday occurs between **September 2 and June 2**

#### 2024-25

Expand TK eligibility to four-year-olds whose fifth birthday occurs between **September 2 and September 1 of the following calendar year**

### EXPANDED LEARNING

The revised budget proposes \$1 billion in 2021-22 to begin funding a five-year plan to provide expanded-day, full-year instruction and enrichment for all elementary school students in LEAs with the highest concentrations of low-income students, English learners and foster youth. By 2025-26, the programs will be fully implemented with \$5 billion, and these students would have access to no-cost after school and summer programs.

### COMMUNITY SCHOOLS

The May Revision proposes \$3 billion in one-time Prop. 98 funds, available over several years, to further expand the implementation and use of the community school model. This level of proposed funding would support grants for up to 1,400 LEAs to convert school campuses into full-service community schools.

### MENTAL HEALTH

The governor proposes \$4 billion over five years to identify and treat behavioral health issues for youth up to age 25. Additionally, the Mental Health Services Act Partnership Grant Program includes \$30 million one-time Mental Health Services Fund for the Mental Health Student Services Act partnership grants.

### REDUCING STUDENT TO STAFF RATIOS

The May Revision proposes an ongoing increase of \$1.1 billion, that will be allocated to eligible LEAs by increasing the LCFF concentration grant add-on from 50 percent to 65 percent, to fund staffing increases on school campuses. These funds would have to be used to hire certificated or classified employees in order to decrease student to staff ratios, which would have to be demonstrated through the local control accountability plan (LCAP).

- **WPUSD does not receive LCFF concentration grant funds**

### EDUCATOR PREPARATION, RETENTION AND TRAINING

The budget proposes \$3.3 billion for educator workforce preparation, retention and training. Among the numerous proposals, the May Revision includes grant programs that would support teachers working in priority schools in high-needs subject areas, support classified school staff pursuing teaching credentials, waive credential fees, and provide high-quality professional learning for administrators and other school leaders.

# WESTERN PLACER UNIFIED SCHOOL DISTRICT

## An Overview of the 2021-22 Governor's May Revision

### ACCELERATED LEARNING

The May Revision proposes \$2.6 billion in one-time funding (federal and Prop. 98) to provide interventions for students, including intensive tutoring.

### REOPENING SCHOOLS

The May Revision proposes \$2 billion one-time Prop. 98 funds to fund health and safety activities, including testing and vaccine initiatives, enhanced cleaning, personal protective equipment, and improved ventilation.

### K-12 CATEGORICALS

The governor proposes a 1.7 percent cost-of-living adjustment for categorical programs that remain outside of the LCFF and Special Education, including Adult Education, Child Nutrition and State Preschool.

- **For WPUSD, the increase in the 2021-22 proposed COLA from 1.5% (January 2021) to 1.7% (May 2021) increases State Child Nutrition and Mandate Block Grant funding by less than \$1,000**

### DEFERRALS

The budget includes a proposal to pay off the full K-12 deferral in 2019-20 and \$8.4 billion of the K-12 deferral in 2020-21. The amount represents an increased pay down amount of \$1.1 billion than what was proposed by the Governor in January. The deferral schedule for February to May 2021 will remain but are one-time and will be repaid on the existing schedule (August to November 2021). This would leave a \$2.6 billion ongoing June to July deferral.

- **For WPUSD, no significant effect on district's 2021-22 cash flow.**

### BROADBAND

The May Revision proposes, using a combination of federal American Rescue Plan Act funds and state funds, a \$7 billion investment over three years as part of a plan to expand broadband infrastructure, affordability and access to all Californians.

### CAREER TECHNICAL EDUCATION

The governor proposes \$86.4 million one-time Prop. 98 funds for career technical education regional occupational centers or programs (ROCPs) operated by a joint powers authority to address costs associated with the COVID-19 pandemic.

### SPECIAL EDUCATION

The proposal includes \$117.7 billion in Prop. 98 to provide a 4.05 percent COLA for state special education. It also includes \$277.7 million from IDEA to LEAs to increase general special education resources and \$15 million in one-time IDEA funds to provide technical assistance and support to LEAs.

- **For WPUSD, the increase in the 2021-22 proposed COLA from 1.5% (January 2021) to 4.05% (May 2021) increases special education funding by 75,000.**

# WESTERN PLACER UNIFIED SCHOOL DISTRICT

## An Overview of the 2021-22 Governor's May Revision

### UNEMPLOYMENT INSURANCE

LEAs may elect to participate in the pooled School Employees Fund under the Economic Development Department (EDD). The School Employees Fund oversees the majority of LEAs unemployment insurance claims. It appears the Administration expects payment of the significant costs due to unemployment insurance to be paid out of the proposed funding increases.

### NUTRITION

The May Revision proposes \$150 million ongoing Prop. 98 funds to increase the state reimbursement rate for schools participating in a federal universal meal provisions. The proposal also includes \$100 million in one-time Prop. 98 funds to provide school kitchen upgrades and training for school cafeteria staff.

**For WPUSD – One-time school kitchen upgrade base allocation - \$25,000 for school district.**

### SCHOOL DISTRICT RESERVES CAP (PROP. 98 RAINY DAY FUND)

The revised budget proposal includes \$4.6 billion in payments to the Public School System Stabilization Account between 2020-21 and 2021-22. The amount would trigger a cap of 10 percent on school district reserves beginning in 2022-23.

### WHAT'S NEXT

Just a year ago, the state had a \$54 billion shortfall and drastic cuts to public education were anticipated. The state's surplus provides the opportunity to make meaningful investments to improve the quality of education and address long-standing issues of equity.

#### At the State level:

- Budget Committees conduct broad overview
- LAO issues detailed review of Governor's May Revision
- Budget Subcommittee process
- Negotiations between the Governor and Legislature
- On time State budget - June 15th requirement

#### At the local level – WPUSD

- **June 15, 2019 Board Meeting** – Public Hearing of WPUSD Local Control and Accountability Plan (LCAP) and 2021-22 Preliminary Budget
- **June 22, 2019 Board Meeting** – Adopt WPUSD Local Control and Accountability Plan (LCAP) and 2021-22 Adopted Budget
- State Budget Approval (June 15th Deadline)– WPUSD presents 45-day District budget revision if material changes from 2021-22 Adopted Budget