

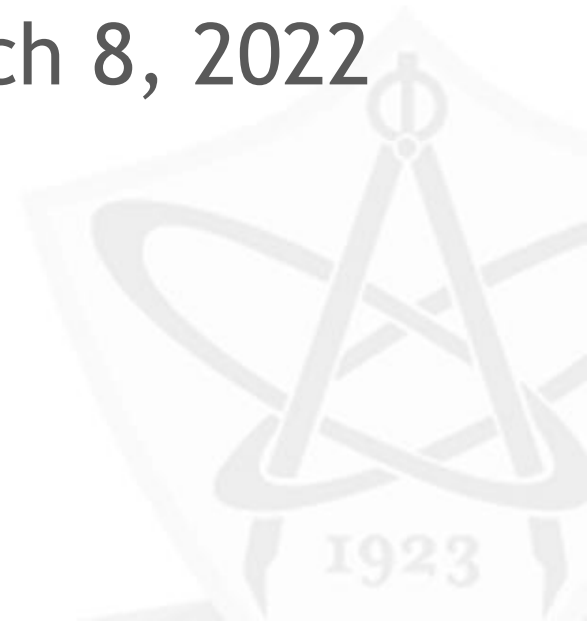
BUDGET REPORT



BOARD OF TRUSTEES STUDY SESSION

March 8, 2022

SECOND INTERIM



What is in the January Proposal:

- Beginning in 2022-23, schools will be required to provide 2 free meals per day to any student that requests a meal
- Special Education base rate will increase to \$820 per ADA (from \$715)



What is NOT in the January Proposal:

- Additional Pension Relief (both pension plans are projecting 2%+ increases in 2022-23)
- Augmented COLA (the current projected COLA of 5.33% reflects the estimated statutory/minimum required by law)
- Unduplicated Pupil Count (UPP) Solutions (implementation of universal meals will have an immediate and direct impact on UPP)

SUMMARY OF CHANGES SINCE 1ST INTERIM



Since 1st Interim, the following changes are reflected in the 2nd Interim Budget.

REVENUES:

- Secured Property Tax: increase \$300K
- One-time ESSER III: increase \$1.2M (already included in the Multi-Year Expenditure Plan)

EXPENDITURES:

- One-time ESSER III: increase \$1.2M (already included in the Multi-Year Expenditure Plan)
- Educator Effectiveness: increase \$420K
- Leaves and vacant position salaries: decrease \$750K
- Election Cost: increase \$200K
- Contribution to Nutrition Services Fund: decrease \$370K

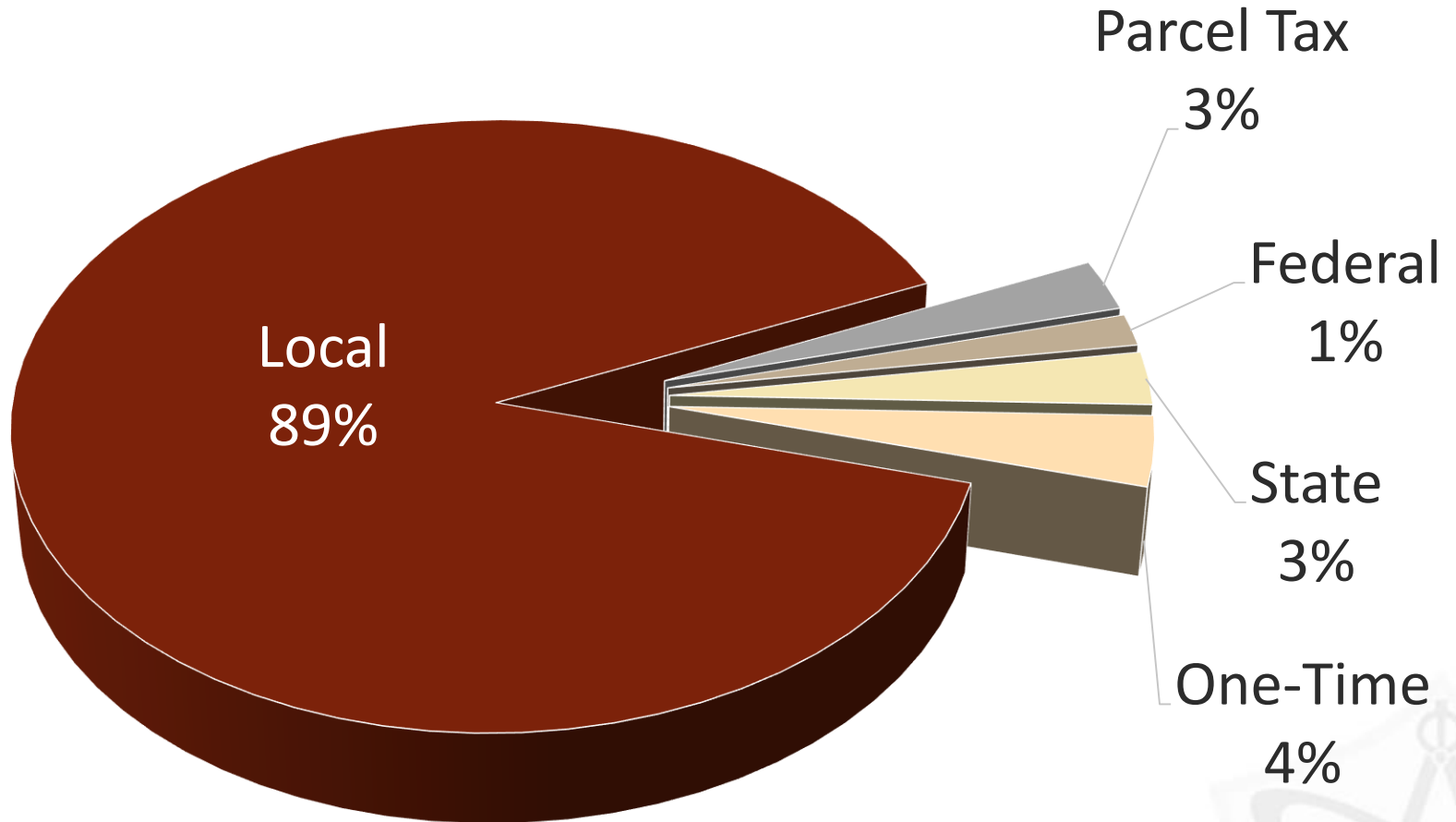
GENERAL FUND REVENUE ASSUMPTIONS



- Local Property Tax Growth = 5.04%
- Parcel Tax = \$5.2M (ends 2030)
- Guaranteed State Aid = \$1.45M
- Mandated Block Grant Ongoing = \$661K
- Prop. 55 = \$2.15M (ends 2030)
- Lottery Unrestricted = \$1.79M
- Federal Programs = \$3.2M
- Due to Charter Schools in Lieu of Property Tax = \$1.5M
- One-time COVID Funds = \$4.97M



GENERAL FUND REVENUE



LOCAL PROPERTY TAXES



1ST INTERIM TO 2ND INTERIM

DESCRIPTION	2021-22 1 ST INT.	2021-22 2 ND INT.	CHANGE
Secured	151,133,000	151,434,000	301,000
Unsecured	8,110,000	8,110,000	0
RDA	3,595,706	3,629,706	34,000
TOTAL	162,838,706	163,173,706	335,000

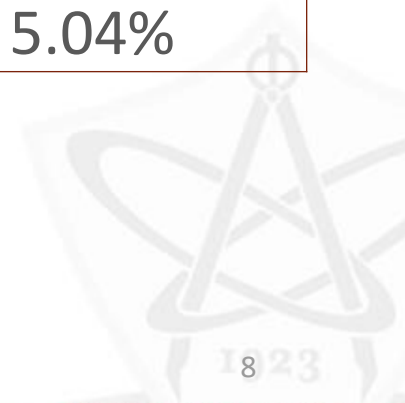


LOCAL PROPERTY TAXES



3-YEAR SUMMARY: 19-20 TO 21-22

DESCRIPTION	2019-20 ACTUAL	2020-21 ACTUAL	2021-22 2 ND INTERIM
Secured	133,657,563	143,665,335	151,434,000
Unsecured	8,507,355	8,957,885	8,110,000
RDA	2,849,758	2,720,436	3,629,706
TOTAL	145,014,676	155,343,656	163,173,706
Growth	6.15%	7.12%	5.04%



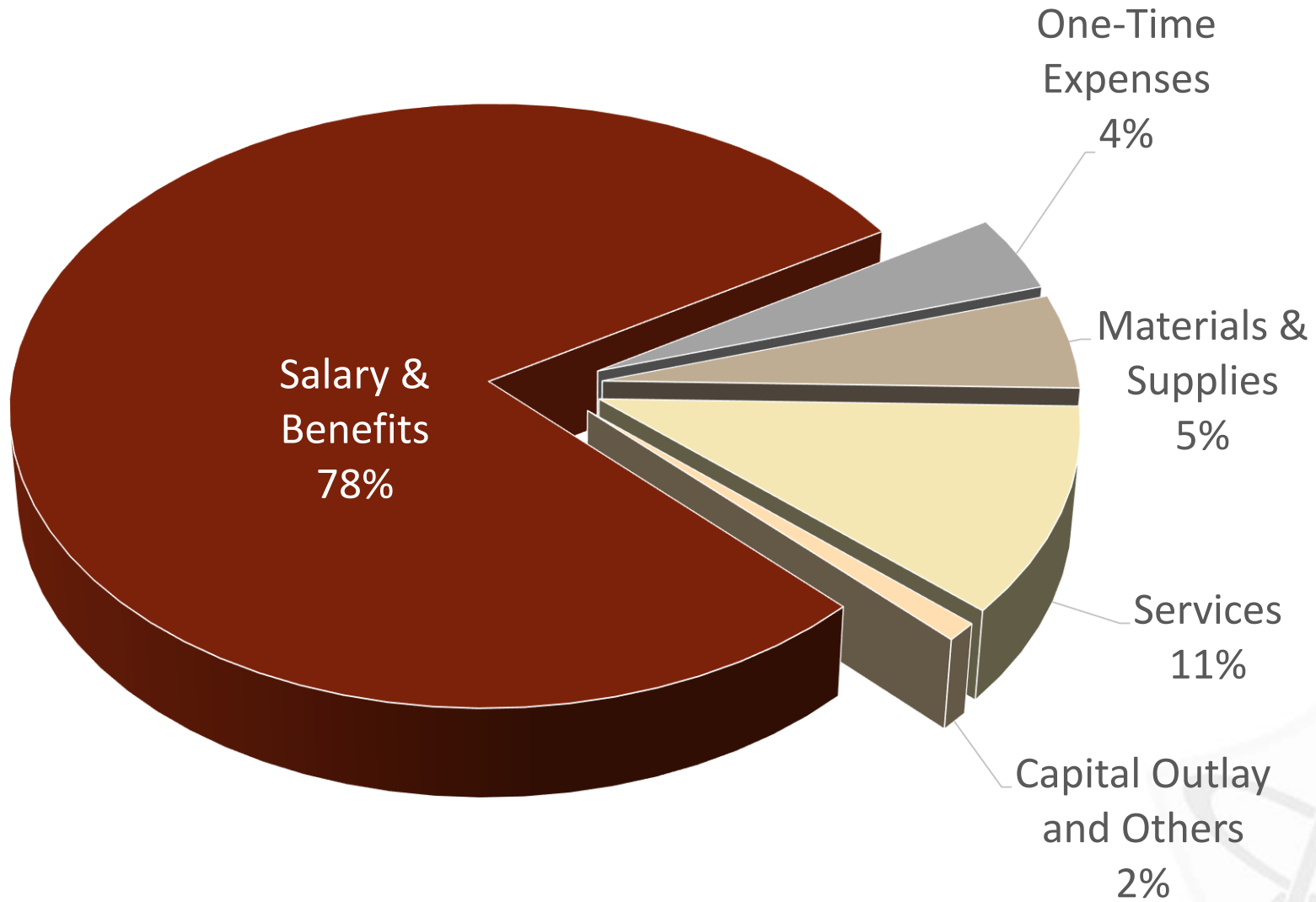
GENERAL FUND EXPENDITURE ASSUMPTIONS



- No Salary changes for CSEA, FEA and FMA
- Step and Col. = 1.5% for all three groups
- CSEA and FMA Health insurance cap increased from \$900.00 to \$995.43
- FEA Health insurance increased 6%
- Teaching FTE decrease of 17 FTE
- Statutory Benefits: Certificated 20.61%, Classified Classic 40.31%, Classified PEPRAs 32.82%
- Unemployment Insurance increased from 0.05% to 0.5%
- Coaching stipends increased \$50K
- One-time COVID Expenditure \$7.4M
- Increases in substitutes, utilities, bus passes and transportation due to students returning to in-person instruction



GENERAL FUND EXPENDITURE



SPECIAL EDUCATION CONTRIBUTION



1ST INTERIM TO 2ND INTERIM

DESCRIPTION	2021-22 1 ST INT.	2021-22 2 ND INT.	CHANGE
Federal Rev.	2,458,561	2,496,453	37,892
Local/State Rev.	5,624,269	5,743,357	119,088
State 1-Time	690,550	690,550	0
TOTAL REVENUE	8,773,380	8,930,360	156,980
Salaries	20,757,267	20,749,283	-7,984
Benefits	8,852,238	9,012,602	160,364
All Other	11,198,457	11,197,927	-530
Reserve for 1-Time	397,392	293,157	-104,235
TOTAL EXP. & RESERVE	41,205,354	41,252,969	47,615
GF Contribution	32,359,630	32,253,867	-105,763
Prop 55 Contribution	68,746	68,746	0

*Excludes AB86 Expenditures

SPECIAL EDUCATION CONTRIBUTION



3-YEAR SUMMARY: 19-20 to 21-22

DESCRIPTION	2019-20 ACTUAL	2020-21 ACTUAL	2021-22 2 ND INTERIM
Federal Rev.	2,492,899	2,248,122	2,496,453
Local/State Rev.	4,666,853	5,031,336	5,743,357
State 1-Time			690,550
TOTAL REVENUE	7,159,752	7,279,458	8,930,360
Salaries	19,127,351	20,159,820	20,749,283
Benefits	8,049,701	8,400,711	9,012,602
All Other*	9,496,456	8,293,474	11,197,927
Reserve for 1-Time			293,157
TOTAL EXP. & RESERVE	36,673,508	36,854,005	41,252,969
GF Contribution	29,418,606	29,497,267	32,253,867
Prop 55 Contribution	95,150	77,280	68,746

*Includes Special Ed Transportation and Non Public School

UTILITIES EXPENDITURES



3-YEAR SUMMARY: 19-20 TO 21-22

DESCRIPTION	2019-20 ACTUAL	2020-21 ACTUAL	2021-22 2 ND INTERIM
Electricity	1,621,688	1,175,789	1,810,055
Gas	729,436	676,941	812,000
Water/Sewage	658,427	619,493	782,734
All Other*	364,284	270,744	419,407
TOTAL	3,373,835	2,742,967	3,824,196

*All Other includes Waste Disposal and Security

REVENUE:

- No change from 1st Interim

EXPENDITURES:

- Net decrease of \$49,872 from 1st Interim
 - Shift in hourly teachers Certificated to Classified
 - Reduction 1.0 FTE Administrator ½ fiscal year
 - Addition of new and revised classes



ADULT EDUCATION (FUND 11)



1ST INTERIM TO 2ND INTERIM

DESCRIPTION	2021-22 1 ST INTERIM	2021-22 2 ND INTERIM	CHANGE
Other State Revenue	3,131,372	3,131,372	0
STRS/PERS On-Behalf	142,536	142,536	0
Other Local (Fees)	659,000	659,000	0
Federal/Grants	449,757	449,757	0
TOTAL REVENUE	4,382,665	4,382,665	
Salaries	2,819,758	2,795,942	-23,816
Benefits	855,748	839,551	-16,197
STRS/PERS On-Behalf	142,536	142,536	
All Other Expenses	661,581	651,722	-9,859
TOTAL EXPENSES	4,479,623	4,429,751	-49,872

ADULT EDUCATION (FUND 11)



3-YEAR SUMMARY: 19-20 TO 21-22

DESCRIPTION	2019-20 ACTUAL	2020-21 ACTUAL	2021-22 2 ND INT.
BEGINNING BALANCE	1,354,009	1,161,540	1,310,005
Other State Revenue	3,057,359	3,009,800	3,131,372
STRS/PERS on-Behalf	136,444	111,203	142,536
Other Local (Fee Based)	777,927	568,945	659,000
Federal Revenue	357,497	517,080	449,757
TOTAL REVENUE	4,329,227	4,207,028	4,382,665
Salaries	2,871,805	2,559,084	2,795,942
Benefits	947,172	847,409	839,551
STRS/PERS on-Behalf	136,444	111,203	142,536
All Other Expenses	566,275	540,867	651,722
TOTAL EXPENSES	4,521,696	4,058,563	4,429,751
Ending Balance	1,161,540	1,310,005	1,262,919

REVENUES:

- Federal Revenue = increase of \$722K due to increase in reimbursement per meal
- State Revenue = no change
- Local Revenue = decrease (\$44K) due to free meals and lower sales

EXPENDITURES:

- Increased Short term Employees, Student Worker Program, Substitutes
- Increase cost due to supply chain and inflation

NUTRITION SERVICES (FUND 13)



1ST INTERIM TO 2ND INTERIM

DESCRIPTION	2021-22 1 ST INTERIM	2021-22 2 ND INTERIM	CHANGE
Federal Revenue	3,677,519	4,400,000	722,481
State Revenue	322,481	322,481	0
Local Revenue	139,632	95,650	-43,982
TOTAL REVENUE	4,139,632	4,818,131	678,499
Salaries	1,903,300	2,046,553	143,253
Benefits	886,475	944,271	57,796
All Other	2,564,022	2,704,184	140,162
TOTAL EXPENSES	5,353,797	5,695,008	341,211
GF Contribution	1,050,111	712,518	-337,593

NUTRITION SERVICES CONTRIBUTION



3-YEAR SUMMARY: 19-20 TO 21-22

DESCRIPTION	2019-20 ACTUAL	2020-21 ACTUAL	2021-22 2ND INT.
Federal Revenue	885,758	1,737,279	4,400,000
State Revenue	71,808	325,769	322,481
Local Revenue	1,225,099	32,239	95,650
TOTAL REVENUE	2,182,665	2,095,287	4,818,131
Salaries	1,651,239	1,711,041	2,046,553
Benefits	725,203	757,272	944,271
All Other	1,081,775	690,338	2,704,184
TOTAL EXPENSES	3,458,217	3,158,651	5,695,008
GF Contribution	1,298,343	1,212,349	712,518

Every two years, the State Allocation Board (SAB) updates the maximum impact fee amounts. At its meeting on February 23, 2022, the Board increased the maximum fee levels to \$4.79 per square foot for residential development and \$0.78 per square foot for commercial/industrial development.

Prior maximum fees had been set at \$4.08 for residential development and \$0.66 for commercial/industrial development.

TIMELINE FOR DEVELOPER FEE INCREASE



ACTIVITY	DATE	REQUIREMENT/ACTION
Send courtesy letter to developers providing general explanation of fees and date on which Fee Justification Study will be available for public review	3/04/22	3 weeks prior to scheduled Board Meeting
Fee Report update available for public review	3/11/22	At least 15 days prior to Public Hearing
1st Public Notice	3/21/22	At least 14 days prior to Public Hearing
2nd Public Notice	3/28/22	At least 7 days prior to Public Hearing
Public Hearing/Resolution	4/05/22	Board Meeting
CEQA Notice of Exemption	4/06/22	File Notice of Exemption with County Recorder
Notify all jurisdictions, that issue building permits within the District, of the fee increase	4/06/22	Send notification out the day after the public hearing: need map of District, notice of fee amount, and copy of resolution
Implement fee increase	6/06/22	At least 60 days after public hearing; immediately if District adopts an emergency resolution and has made the necessary findings

DEVELOPER FEES (FUND 25)



3-YEAR SUMMARY: 19-20 TO 21-22

DESCRIPTION	2019-20 ACTUAL	2020-21 ACTUAL	2021-22 2 ND INT.
BEGINNING BALANCE	7,526,450	9,133,011	5,202,495
Fees	1,455,975	993,583	1,510,000
Interest	178,287	96,676	50,000
TOTAL REVENUE	1,634,262	1,090,259	1,560,000
Bond Contribution	-	5,000,000	-
Consultants	27,700	20,775	20,988
TOTAL EXPENSES	27,700	5,020,775	20,988
Committed for Bond			5,000,000
Ending Balance	9,133,011	5,202,495	1,741,507

MULTI-YEAR



**COVID ONE-TIME
FUNDING**

PROJECTIONS



COVID ONE-TIME FUNDING



Due to the pandemic, the District received various sources of one-time funding.

These funds are restricted funds, but there is flexibility in how we use them.

We have developed a multi-year plan to expend these funds.



SOURCES OF FUNDS INCLUDED AT 2ND INTERIM:

- ESSER II = \$651,143
- ESSER III = \$1,491,385
- AB86 In-Person Instruction (IPI) = \$3,504,668
Penalty for not resuming in-person instruction by April 1
- AB86 Expanded Learning Opportunity (ELO) = \$6,656,753
- AB86 Expanded Learning Opportunity (ELO) = \$738,195
Restricted to Paraprofessionals
- Total One-Time Funding = \$13,042,144



SOURCES OF FUNDS NOT INCLUDED IN 2ND INTERIM:

- A-G Grant = \$1,641,025
- Special Ed. American Rescue Plan IDEA Part B = \$349,782
- Kitchen Infrastructure = Minimum \$25,000



SOURCES OF FUNDS NOT INCLUDED IN MULTI-YEAR PLAN:

- Educator Effectiveness = \$2,138,755
- Special Education Prevention and Dispute Resolution = \$104,234
- Special Education Learning Recovery Support = \$586,316



COVID ONE-TIME FUNDING - MULTI-YEAR BUDGET



EDUCATIONAL SERV. & TECHNOLOGY	2020-21	2021-22	2022-23
Care Solace		13,839	13,839
Chromebooks	5,944	750,000	750,000
Hot Spots & Comcast Internet Essentials		100,000	100,000
MinuteTraQ Software		12,000	12,000
Special Ed - Increase ACT Classrooms		270,000	
Special Ed - Non Public Schools (NPS)		400,000	400,000
Tech Supplies (Headphones, Doc Cameras, Speakers, Video Cams)	1,168	25,000	25,000
Test Security Software		50,000	50,000
Translations		10,000	10,000
Zoom License		32,000	70,000
Kami Software		30,000	
7 Hour EL Paraprofessionals		55,000	

COVID ONE-TIME FUNDING - MULTI-YEAR BUDGET



EDUCATIONAL SERV. & TECH. CONT'D	2020-21	2021-22	2022-23
Extra Time for Special Ed. Paraprofessionals		20,000	20,000
Training for School Staff on Accelerated Learning Strategies		5,000	
.6 School-Based Therapist Curr. Lead		135,000	135,000
Counseling Mental Health Support		35,000	25,000
Customization of Student Data Analytics System (Hoonuit)		120,723	
Training on Strategies for Executive Functioning & Trauma Informed Practices		5,000	
Program Supplies		30,000	10,000
Field Trip Related		200	

COVID ONE-TIME FUNDING - MULTI-YEAR BUDGET



PERSONNEL	2020-21	2021-22	2022-23
Appreciation/Support Bonus Classified	58,328		
Learning Loss Administrative Support			140,000
Remote Learning Program		270,000	40,000
Extra Support for Social Distancing	10,000		
Return to School Timesheets for Teachers	131,818		
Staff Hourly Pay Related to Expanded Learning Opportunities		10,000	
Schoology Implementation Leads		544,000	571,200
Schoology Training		50,000	50,000
Surveillance Testing	154,265	1,000,000	
Extra Support for Contact Tracing		300,000	

COVID ONE-TIME FUNDING - MULTI-YEAR BUDGET



SAFETY / SANITATION / OTHER	2020-21	2021-22	2022-23
Additional PPE Supplies & Equipment		25,000	
Cafeteria Service		105,000	
Fire Extinguisher Expenses (Cafeteria)		6,591	
Cleaning and Sanitizing Equipment & Supplies for Custodial Use		25,000	
Cleaning and Sanitizing Supplies for Students & Staff		25,000	
Legal Expenses - COVID Related		10,000	
Indirect Cost			457,350



COVID ONE-TIME FUNDING - MULTI-YEAR BUDGET



FACILITIES / MAINT / OPERATIONS	2020-21	2021-22	2022-23
Air Quality Testing/Repairs		300,000	200,000
HVAC - CDE Preapproval Required	2,500,000	1,600,000	650,000
Merv Filters		50,000	25,000

TOTALS FOR MULTI-YEAR	2020-21	2021-22	2022-23
ANNUAL TOTALS	2,861,524	6,419,354	3,754,389
3-YEAR TOTAL			13,035,267

USAGE OF FUNDS:

- Expand Paraprofessional services
- Extending instructional learning time beyond requirements
- Accelerating progress to close learning gaps
- Integrated pupil supports, such as the provision of mental health services, access to school meal programs, before and after school programs, and programs to address trauma
- Community learning hubs to provide pupils with access to technology, high-speed internet and other supports
- Supports for credit-deficient pupils to complete graduation requirements and to improve pupils' college eligibility

COVID ONE-TIME FUNDING USAGE



- Academic services for pupils, such as diagnostic progress monitoring and benchmark assessments of pupil learning
- Training for school staff on strategies including trauma-informed practices, engaging pupils & families in social-emotional health & academic needs
- COVID-19 testing
- Cleaning & disinfecting
- Personal protective equipment
- Ventilation & other school upgrades for health/safety
- Social & mental health services provided with in-person instruction

MULTI-YEAR



2021-2022

TO

2023-2024

PROJECTIONS



MULTI-YEAR REVENUE ASSUMPTIONS



- Local Property Taxes
 - 21-22 = 5.04% growth
 - 22-23 & 23-24 = 2.0% growth
- Parcel Tax = \$5.2M annual
- Guaranteed State Aid = \$1.45M annual
- Mandated Block Grant = \$661K annual
- Prop. 55 = \$2.15M annual
- Lottery Unrestricted = \$1.79M annual
- Due to Charter Schools = \$1.5M annual



MULTI-YEAR EXPENDITURE ASSUMPTIONS



Salary Schedules = no change for all groups

Step & Column = 1.5% per year for all groups

Staffing Changes for FEA

- 2021-22 = decrease 17 FTE
- 2022-23 = decrease 16 FTE
- 2023-24 = decrease 18 FTE

Health & Welfare

- FEA = increase 6% annual
- CAP = \$995.43 monthly for CSEA and FMA

Unemployment Insurance

- 2021-22 = 0.5%
- 2022-23 = 0.5%
- 2023-24 = 0.2%



CalSTRS CONTRIBUTION RATES



YEAR	EMPLOYER %	EMPLOYEE PEPRA %	EMPLOYEE CLASSIC%
2020-21	16.150	10.205	10.25
2021-22	16.920	10.205	10.25
2022-23	19.100	10.205	10.25
2023-24	19.100	10.205	10.25
2024-25	19.100	10.205	10.25

CalPERS CONTRIBUTION RATES



YEAR	EMPLOYER %	EMPLOYEE PEPRA %	EMPLOYEE CLASSIC%
2020-21	20.700	7.0	7.0
2021-22	22.910	7.0	7.0
2022-23	26.100	7.0	7.0
2023-24	27.100	7.0	7.0
2024-25	27.700	7.0	7.0

MULTI-YEAR REVENUE



UNRESTRICTED GF	2021-22	2022-23	2023-24
LCFF Revenue*	163.3	166.57	169.9
State Revenue**	2.45	2.45	2.45
Parcel Tax	5.2	5.2	5.2
Other Local***	0.77	0.77	0.77
Other Fin. Sources	0	0	0
Contribution	-36.33	-38.14	-40.05
TOTAL	135.39	136.85	138.27

* Included: Property Taxes, EPA, GSA

** Included: MCB, Lottery

*** Included: Interest, Fees, Leases

MULTI-YEAR EXPENDITURES



UNRESTRICTED GF	2021-22	2022-23	2023-24
Salary + Benefits	114.13	117.36	120.83
Supplies & Other	16.33	17.60	19.00
*Other Financing Uses	2.43	2.43	2.43
TOTAL	132.89	137.39	142.26

*Transfer to Self-Insurance Fund and Food Services



MULTI-YEAR PROJECTIONS



UNRESTRICTED GF	2021-22	2022-23	2023-24
Beginning Fund Balance	26.57	29.08	28.54
Plus			
Total Revenue & Other Financing Sources	135.39	136.85	138.27
Less			
Total Expenditures & Other Financing Uses	132.89	137.39	142.26
Less			
Reserve for Economic Uncertainties	19.7	19.89	20.64
Less			
Committed/Assigned	2.86	2.86	2.86
Net Shortfall/Surplus	6.51	5.79	1.05

KEY BUDGET DEADLINES 2021-22



BUDGET ITEM	DATE
Budget/LCAP Public Hearing	June 15, 2021
Adopted Budget Approval	July 1, 2021
First Interim	December 15, 2021
Calculation of RSP	February of 2022
Second Interim	March 15, 2022
Site Budget Allocations	May of 2022
Unaudited Actuals	September 15, 2022
Final Audit Report	December 15, 2022

CERTIFICATION:

Positive Certification

The District *will* meet its financial obligations for the current year, and the two subsequent fiscal years.

