



Budget Advisory Committee 2022-23

Deep Dive into Revenues
October 6, 2022

Agenda

- Introductions
- Purpose of BAC
- Revenues
- Enrollment
- Multi-year Projections
- Adjourn

Purpose of BAC

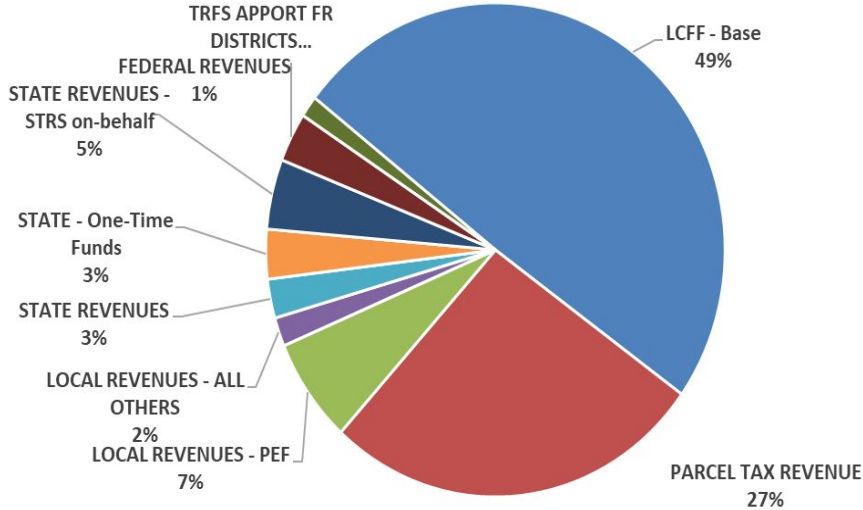
- The Budget Advisory Committee is a standing committee with representatives from all stakeholders in the District.
- Its purpose is to:
 - review the District's Budget,
 - share the information with constituent groups, and
 - generate recommendations for Board consideration in the budget development process.
- The BAC is a vehicle to disseminate information to as many parents, students, staff and community members as possible.

DEEP DIVE INTO REVENUES

Purpose of Today's Meeting: To understand how the District generates revenues and review projections for the next two years.

2022-23 Revenues

2022-23 Budget - October Update



- Only LCFF Base and State Revenues increase by COLA annually - 52%
- 36% of revenues are local sources, including parcel taxes, PEF, parents, and other local sources.

Unrestricted vs Restricted

- **Unrestricted** revenues are the most flexible and can be any school district purpose.
 - E.g., State apportionment funds, property tax revenues (LCFF portion and parcel tax portion)
- **Semi-Restricted** revenues have some requirements on their use.
 - E.g., Parent Club donations for field trips.
- **Restricted** revenues must be used as directed by the source or by the law.
 - E.g., bond funds, federal funds

Unrestricted, Semi-Restricted, Restricted

| Revenues | Unrestricted | Semi-Restricted | Restricted |
|---------------------------------|----------------------|----------------------|----------------------|
| LCFF | \$25,216,133 | | \$206,152 |
| Parcel Tax | 13,832,723 | | |
| Other State | 2,251,720 | \$ 159,524 | 153,566 |
| Other Local | 364,000 | 30,000 | 90,431 |
| PEF | | 3,350,402 | 199,649 |
| Parent Clubs | | 127,689 | |
| Athletics | | 275,000 | |
| Parent/Student | | 83,305 | |
| Federal - Title(s) | | | 21,553 |
| Special Education | (7,395,155) | | 10,179,245 |
| Routine Maintenance Acct | (1,416,496) | | 1,416,496 |
| Total | \$ 32,852,925 | \$ 4,025,920 | \$ 12,267,092 |
| Combined Total Revenues: | | \$ 49,145,937 | |

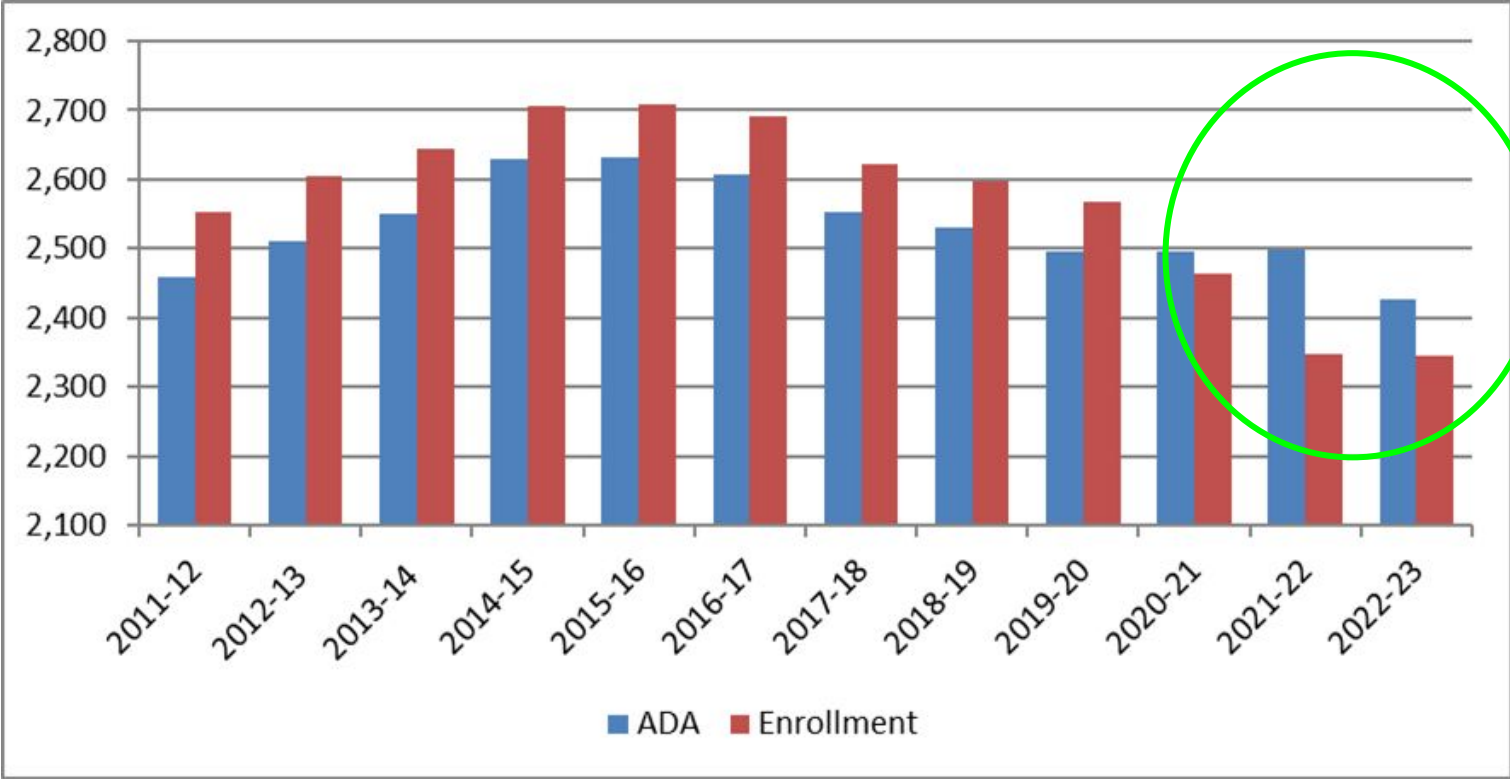
Local Control Funding Formula & ADA

- LCFF is the formula that sets the minimum level of funding a district can expect to receive.
- The formula takes average daily attendance (ADA) and multiplies by a dollar amount depending on grade level to determine a total.
- Additional funding is given for low income, English learner and foster students.
- Property tax revenues are applied toward that total. The remainder is paid by the State.
- LCFF is based on **ATTENDANCE** not **ENROLLMENT**.

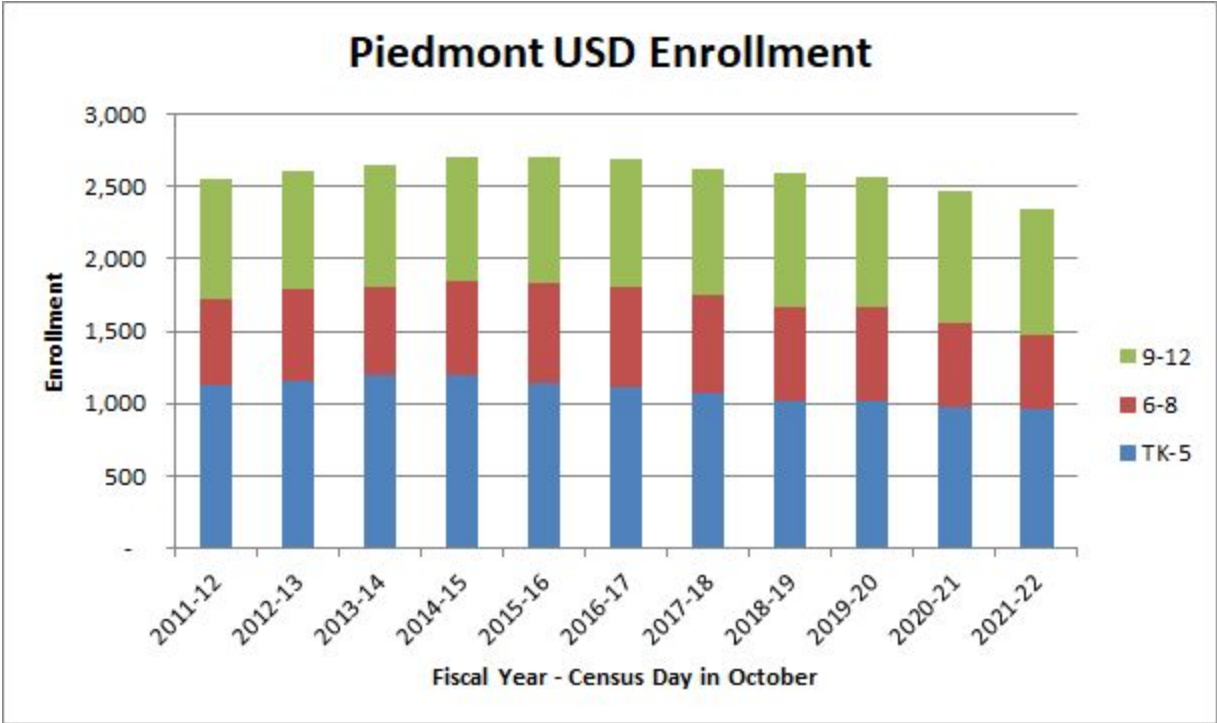


Enrollment vs ADA

ADA is higher than enrollment - COVID exemptions



Enrollment by Grade-Span



Enrollment Projections

| | TK | K | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | Total | % Change | # change |
|------|----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-------|----------|----------|
| 2012 | 11 | 173 | 172 | 183 | 216 | 214 | 191 | 218 | 190 | 221 | 201 | 221 | 190 | 205 | 2,606 | 2.12% | 54 |
| 2013 | 19 | 159 | 196 | 185 | 196 | 223 | 221 | 187 | 220 | 195 | 223 | 206 | 223 | 192 | 2,645 | 1.50% | 39 |
| 2014 | 24 | 144 | 177 | 206 | 199 | 209 | 234 | 229 | 197 | 221 | 206 | 229 | 202 | 229 | 2,706 | 2.31% | 61 |
| 2015 | 31 | 136 | 159 | 178 | 221 | 204 | 215 | 251 | 237 | 196 | 237 | 210 | 226 | 207 | 2,708 | 0.07% | 2 |
| 2016 | 26 | 154 | 149 | 157 | 187 | 227 | 208 | 206 | 251 | 242 | 213 | 235 | 212 | 225 | 2,692 | -0.59% | (16) |
| 2017 | 28 | 152 | 163 | 156 | 163 | 190 | 225 | 208 | 208 | 250 | 233 | 207 | 232 | 208 | 2,623 | -2.56% | (69) |
| 2018 | 21 | 150 | 161 | 163 | 162 | 168 | 187 | 231 | 211 | 210 | 249 | 242 | 208 | 231 | 2,594 | -1.11% | (29) |
| 2019 | 21 | 140 | 171 | 174 | 173 | 166 | 167 | 202 | 235 | 214 | 212 | 243 | 239 | 210 | 2,567 | -1.04% | (27) |
| 2020 | 18 | 138 | 137 | 168 | 177 | 167 | 167 | 166 | 194 | 228 | 217 | 212 | 237 | 237 | 2,463 | -4.05% | (104) |
| 2021 | 32 | 140 | 148 | 135 | 167 | 168 | 167 | 158 | 164 | 191 | 232 | 207 | 206 | 232 | 2,347 | -4.71% | (116) |
| 2022 | 46 | 153 | 147 | 163 | 142 | 167 | 176 | 183 | 161 | 169 | 191 | 224 | 207 | 215 | 2,344 | -0.13% | (3) |
| 2023 | 61 | 154 | 153 | 147 | 163 | 142 | 167 | 176 | 183 | 161 | 179 | 191 | 224 | 207 | 2,308 | -1.54% | (36) |
| 2024 | 91 | 154 | 154 | 153 | 147 | 163 | 142 | 167 | 176 | 183 | 171 | 179 | 191 | 224 | 2,295 | -0.56% | (13) |

Parcel Tax Revenues

- The second largest revenue source is the Parcel Tax, or School Support Tax.
- Voters have approved parcel taxes for the school district continuously since 1985. The latest parcel taxes were approved in November 2019.

| Measure | Tax per Parcel | Total Generated |
|---------|-----------------------|-----------------|
| G | \$2,875 | \$11.2 M |
| H | \$.25 per bldg sq ft. | \$2.6 M |

Piedmont Education Foundation (PEF)

- The Piedmont Education Foundation fundraises on behalf of the Piedmont Unified School District.
- Fundraising takes place a year in advance to be able to commit a known amount for the following fiscal year.
- Depending on the results of the fundraising, PEF and the District determine what will be funded.
- For 2022-23, PEF contributed:
 - **\$3,000,000** annual contribution from the Giving Campaign.
 - **\$350,402** supplementary grant for one year only.
 - **\$199,649** toward the payments on the Theater loan.

Piedmont Education Foundation (PEF)

| Piedmont Education Foundation (PEF) | Unrestricted | Semi-Restricted | Restricted | 1-Time or Ongoing |
|-------------------------------------|--------------|-----------------|------------|-------------------|
| PEF - Base Grant | | \$ 3,000,000 | | On |
| PEF - Supplementary Grant | | \$ 350,402 | | 1X |
| PEF - Theater Loan Support | | | \$ 199,649 | 1X |
| TOTAL PEF | \$ - | \$ 3,350,402 | \$ 199,649 | |

Other Local Funds

| Other Local | Unrestricted | Semi-Restricted | Restricted | 1-Time or Ongoing |
|---------------------------|--------------|-----------------|------------|-------------------|
| From City of Piedmont | \$ 114,000 | | | On |
| Facilities Rentals | 220,000 | | | On |
| Interest Earnings | 30,000 | | | On |
| Parent/Students - PHS | | \$ 23,300 | | |
| Parent/Students - PMS | | 60,005 | | |
| Boosters | | 75,000 | | |
| Athletics (CSF) | | 200,000 | | |
| Chromebooks | | 30,000 | | |
| Parent Club Donations | | 127,689 | | |
| APT | | | 30,282 | On |
| Alameda Co. Mental Health | | | 60,149 | On |
| | \$ 364,000 | \$ 515,994 | \$ 90,431 | |

Other State Funds

| Other State | Unrestricted | Semi-Restricted | Restricted | 1-Time or Ongoing |
|----------------------|---------------------|-------------------|-------------------|-------------------|
| Mandated Costs Reimb | \$ 114,373 | | | On |
| Lottery | 464,207 | | \$ 153,566 | On |
| Career Tech Ed | | 159,524 | | On |
| State One-Time Grant | 1,673,140 | | | 1X |
| TOTALS | \$ 2,251,720 | \$ 159,524 | \$ 153,566 | |

Special Education Funding

Funding for Special Education comes from different sources, including unrestricted revenues.

| SPED | Unrestricted | Restricted | 1-Time or Ongoing |
|---------------------------|----------------|---------------|-------------------|
| LCFF Revenues | | \$ 206,152 | On |
| Federal SPED Funds | | 537,965 | On |
| Federal SPED /ESSER | | 156,000 | 1X |
| State SPED Funds | | 282,160 | On |
| Local SPED Funds (thru | | 1,662,965 | On |
| Transportation (for SPED) | | 145,000 | On |
| Local Contribution | -7,395,155 | 7,395,155 | On |
| | \$ (7,395,155) | \$ 10,385,397 | |

Other Federal (Restricted)

- With a very low rate of low income families, the District does not qualify for most federal funding, including Title I. As a result, much of the federal COVID relief did not get to Piedmont USD.
- Title II, which is to support effective instruction, is used to partially fund a differentiation specialist for the District to support teaching K-12.

| Source | Unrestricted | Restricted | 1-Time or Ongoing |
|--------------------|--------------|------------|-------------------|
| Federal - Title II | | \$ 21,553 | On |

Multiyear Projections

Revenues

| | 2022-23 | 2023-24 | 2024-25 |
|----------------------------|----------------------|----------------------|----------------------|
| Enrollment: | 2,346 | 2,338 | 2,302 |
| Funded ADA: | 2,425.69 | 2,354.99 | 2,277.30 |
| Revenues: | | | |
| LCFF | \$ 25,453,002 | \$ 26,099,406 | \$ 26,310,466 |
| State One-Time | 1,673,140 | 0 | 0 |
| State STRS On-behalf | 2,367,316 | 2,367,316 | 2,367,316 |
| Other Fed & State | 2,034,348 | 2,088,937 | 2,076,060 |
| Local (Parcel, PEF, Other) | 20,017,275 | 19,763,428 | 19,997,914 |
| Total Revenues | \$ 51,545,081 | \$ 50,319,087 | \$ 50,751,756 |
| MYP In Budget | 52,244,184 | 49,346,783 | 49,979,355 |
| Difference | -699,103 | 972,304 | 772,401 |

Acknowledgements

Thank you Business Services Team!

Fiscal

Nancy Brahm - Bonds

Upexa Captan - AP

Cheryl Kaiser - Fiscal Mgr

Julie Kim - Accountant

Jennifer Stahl - Admin Asst

Shamaree Worley - Clerk

HR

Suzanne Binder

Kim Randlett

Payroll

Cherrie Deangkinay

Cindy Sivilaythong

Questions/Comments?



Appendix



of School Sites:

6

of Students (Enrollment)

10/5/2022:

2,344

of Employees:

376

of Full-Time Equivalents (FTE):

341.97

District Basics

Budget Terminology

- 0 **Budget** – *Plan* of how financial resources will be spent. Indicates priorities and estimates.
- 0 **Budget authority** – spending approved by board and allocated to a budget code that indicates goal, function, spending type, etc.
- 0 **Ongoing**– funding or spending that is expected to continue indefinitely.
- 0 **One-time** – funding or spending for which there is no ongoing commitment.

School District Financial Reports

- o California public school districts are required to report financial data:
 - o Following the California School Accounting Manual (**CSAM**),
 - o Using the “Standardized Account Code Structure” (**SACS**),
 - o To the County Office of Education by specific dates:
 - o **Adopted Budget** by July 1
 - o **1st Interim** by Dec 15 for actuals thru Oct 31
 - o **2nd Interim** by March 15 for actuals thru Jan 31
 - o **Estimated Actuals** with next year’s budget
 - o **Unaudited Actuals** by Sept 15 for actuals thru June 30
 - o **Audit** by December 15 to CDE; by January 30 to Board

Board Policy on Enrollment

- The Board revised its policy on inter-district transfers (IDTs) on June 12, 2019.
- IDTs are now admitted based on priorities identified in the Board policy:
 - Employees of Piedmont USD and the City of Piedmont
 - Families in transition in or out of Piedmont
 - Specific parcels that are partially in or border Piedmont.
 - Grandchildren of Piedmont residents
 - All other applicants, as capacity permits and by lottery, if necessary
 - Millennium High School, based on Supt's review.

Other than the General Fund

The revenues in the Other Funds are restricted and will not be covered today:

- ASB
- Adult Education
- Child Nutrition
- Special Reserve
- Facilities-related Funds:
 - Deferred Maintenance
 - Building (Bonds)
 - Special Reserve for Facilities
 - County-State Building Funds
 - Bond Repayment

