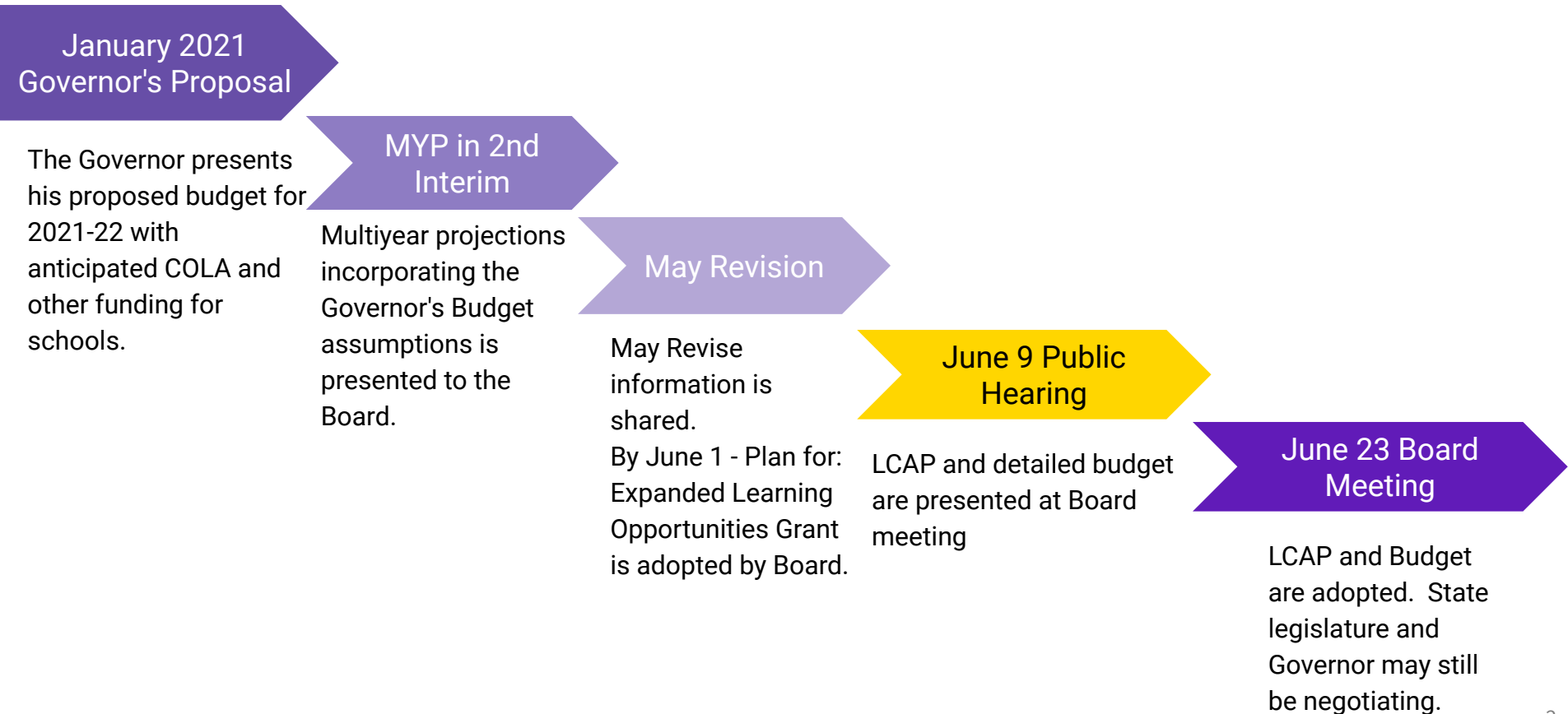


Piedmont USD 2021-22 Budget Public Hearing

Board of Education
June 9, 2021

Budget Development Process

Budget development for 2021-22 started in January and culminates June 23.

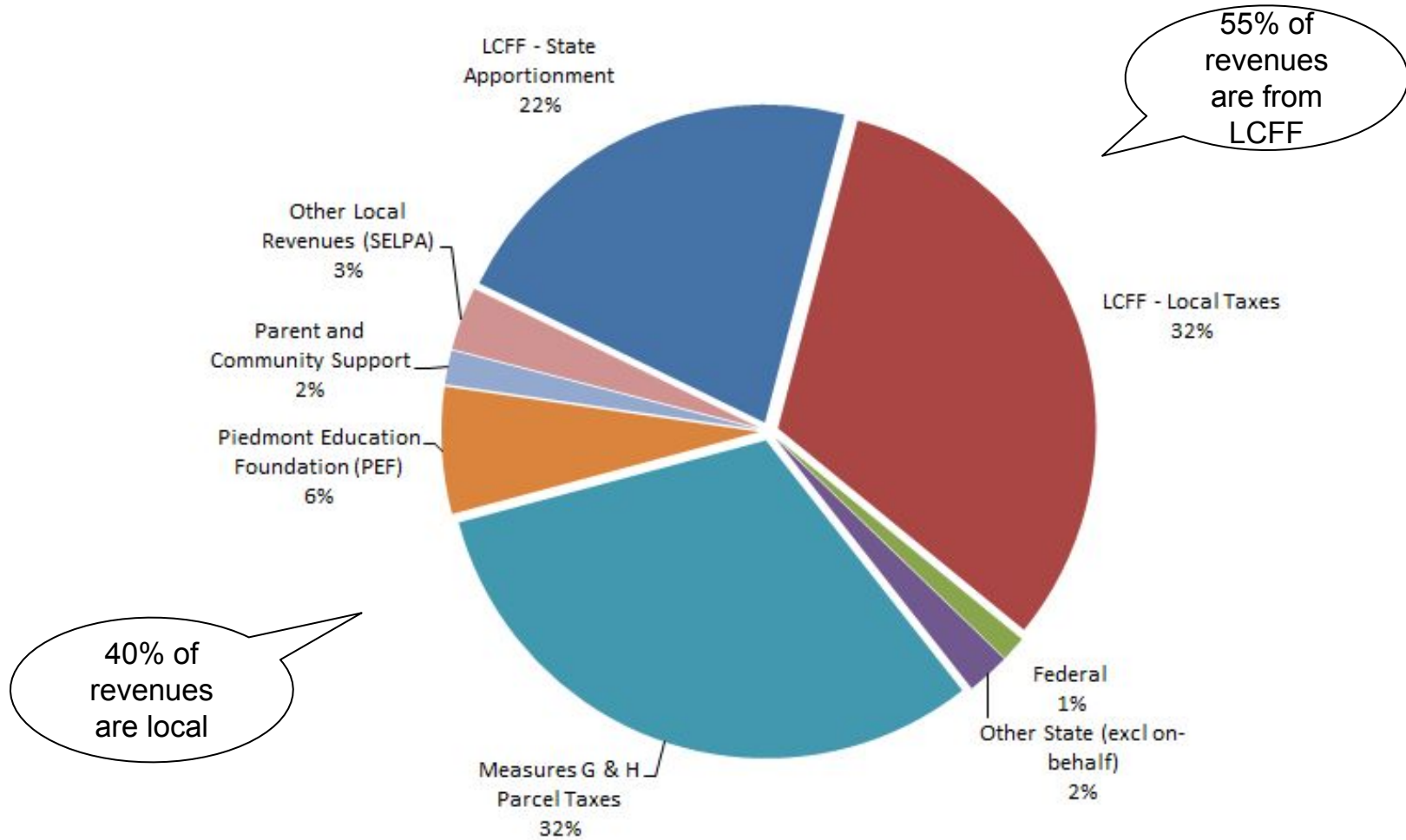


Headlines



- Focus is on returning to in-person instruction and supporting students through the academic and socio-emotional journey back into classrooms.
- No significant changes to programs from the current school year except:
 - Rightsizing to the current enrollment at PMS
 - Director of Diversity, Equity and Inclusion
 - Director of Communications and Community Relations
 - Athletic Director and Athletic Clerk will be restored to 2019-20 FTE
 - IT support added for Mac Book support
 - Nurses and health clerks added during COVID will continue for 2021-22.
- Multi-year Projections for 2022-23 and beyond indicate need for budget adjustments of \$1.4 Million

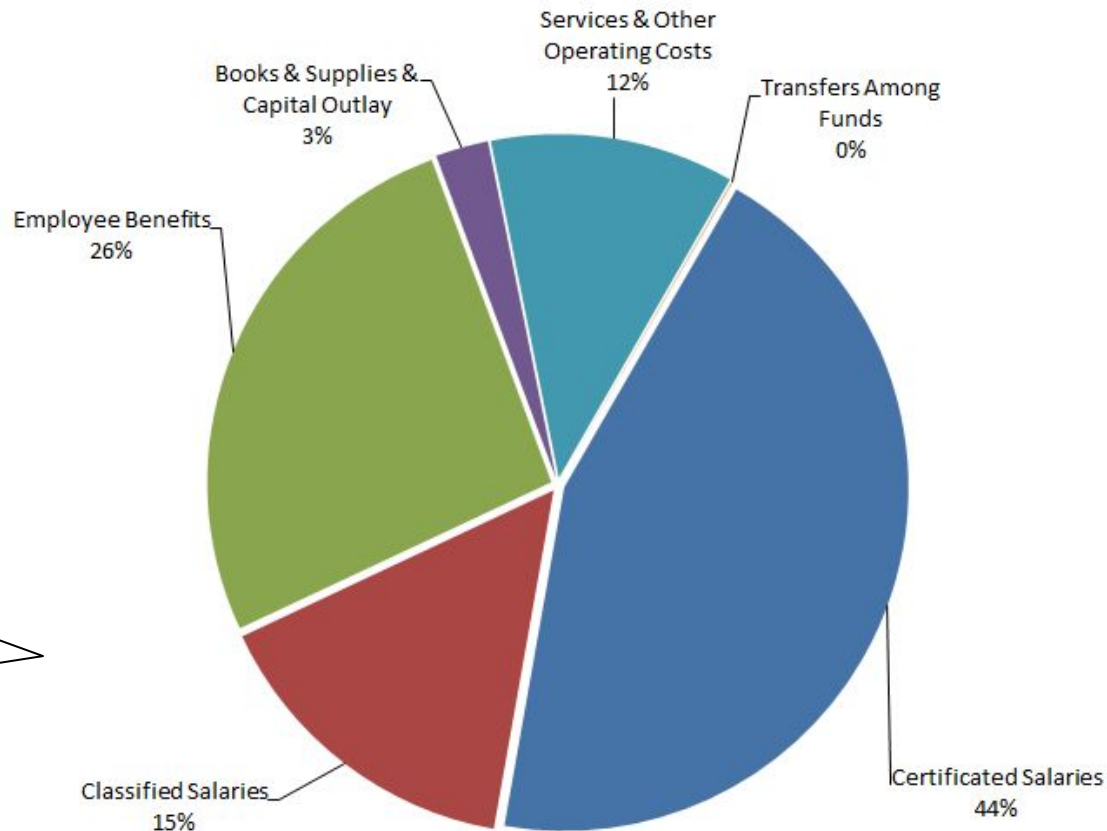
2021-22 General Fund Revenues



Revenue Comparison

Revenues	2020-21	2021-22	Difference
LCFF - State Apportionment	\$ 8,255,024	\$ 9,359,126	\$ 1,104,102
LCFF - Local Taxes	13,690,270	13,683,613	(6,657)
Federal	1,489,551	547,943	(941,608)
Other State (excl on-behalf)	3,807,904	945,299	(2,862,605)
Measures G & H Parcel Taxes	13,316,654	13,491,159	174,505
Piedmont Education Foundation (PEF)	3,375,704	2,760,000	(615,704)
Parent and Community Support	896,766	739,652	(157,114)
Other Local Revenues (SELPA)	1,302,895	1,383,857	80,962
Total Revenues	\$46,134,768	\$42,910,649	
Plus State's STRS On-behalf	1,898,025	1,898,025	
TOTAL w/ STRS On-behalf	\$48,032,793	\$44,808,674	\$(3,224,119)
Less One-time Funds	(3,296,953)		
	\$44,735,840	\$44,808,674	\$ 72,834

2021-22 General Fund Expenditures



85% of expenses are employees

EXPENSES

Expenditure Comparison

Expenditures	2020-21	2021-22	Difference
Certificated Salaries	\$ 19,666,003	\$19,783,021	\$ 117,018
Classified Salaries	6,244,899	6,778,030	533,131
Employee Benefits	10,548,222	11,715,807	1,167,585
Books & Supplies & Capital Outlay	2,910,926	1,106,851	(1,804,075)
Services & Other Operating Costs	5,704,152	5,099,415	(604,737)
Measure H - Placeholder	-	846,033	846,033
Transfers Among Funds	(20,850)	(20,850)	-
Total Expenditures	\$ 45,053,353	\$45,308,307	\$ 254,954
Plus State's STRS On-behalf	1,898,025	1,898,025	-
TOTAL w/ STRS On-behalf	\$ 46,951,378	\$47,206,332	\$ 254,954
Less One-Time Expenditures	(1,812,630)	(1,665,543)	
	\$ 45,138,748	\$45,540,789	\$ 402,041

2021-22 General Fund Overall Picture

	Ending Fund Balance		
	2020-21 Est. Actuals	2021-22 Budget	Difference
Beginning Balance	\$ 2,733,307	\$ 3,814,722	\$ 1,081,415
Revenues	48,032,793	44,808,674	(3,224,119)
Expenditures	(46,951,378)	(47,206,332)	(254,954)
Rev - Exp = Surplus (Deficit)	1,081,415	(2,397,658)	
Ending FB	3,814,722	1,417,064	(2,397,658)

Without One-Time Funds

	Ending Fund Balance		
	2020-21 Est. Actuals	2021-22 Budget	Difference
Beginning Balance	\$ 2,733,307	\$ 2,330,399	\$ (402,908)
Revenues	48,032,793	44,808,674	
<i>Less 1X Revenues</i>	(3,296,953)	-	
Expenditures	(46,951,378)	(47,206,332)	
<i>Less 1X Expenditures</i>	1,812,630	1,665,543	
Rev - Exp = Surplus (Deficit)	(402,908)	(732,115)	(329,207)
Ending FB	2,330,399	1,598,284	(732,115)

3% Reserve Requirement

The District is required to maintain a minimum balance of 3% of expenditures in its general fund.

The reserve cannot be restricted, but can be held in the Special Reserve Fund (Fund 17).

Piedmont USD has a Fund 17 with funds set aside from the sale of a piece of art (The Noda Funds). This fund can be counted toward the reserve.

For 2021-22, the District is looking to Fund 17 to meet the minimum reserve requirement.

3% Reserve Calculation

Ending Fund Balance		
	2020-21 Est. Actuals	2021-22 Budget
Ending FB	\$ 3,814,722	\$ 1,417,064
Restricted	1,541,805	32,042
Available	2,272,917	1,385,022
3% Minimum Reserve	1,408,541	1,416,190
Over /Under	864,376	(31,168)
Available from Fund 17		108,000

MYP Assumptions

Assumption	2021-22	2022-23	2023-24
Enrollment	2,395	2,323	2,279
ADA used for LCFF calculations	2,496.18	2,328.53	2,258.53
Cost of Living Increase (COLA) for LCFF	5.07%	2.48%	3.11%
COLA for increase in other State programs	2.31%	2.48%	3.11%
COLA for Measure G Parcel Tax	2.00%	2.00%	2.00%
Natural progression (Step & Column) in Employee Salaries	APT: 1.25% CSEA: 1.00%	APT: 1.25% CSEA: 1.00%	APT: 1.25% CSEA: 1.00%
STRS Rate	16.92%	19.10%	19.10%
PERS Rate	22.91%	26.10%	27.10%
State Unemployment Insurance	1.23%	0.50%	0.30%
Rightsizing adjustments to staffing	Cert: -2.0 FTE	Cert: -3.0 FTE Class: -3.0 FTE	Cert: -2.0 FTE Class: -2.0 FTE

Multiyear Projections

MULTIYEAR PROJECTIONS - 2021-22 Budget Public Hearing			
	2021-22	2022-23	2023-24
Beginning Balance	3,814,722	1,417,064	1,343,415
Total Revenues	\$ 44,808,674	\$ 44,009,564	\$ 44,210,488
Total Expenditures	47,206,332	45,483,213	45,697,077
Add'l Adjustments		(1,400,000)	(1,500,000)
Net Surplus (Deficit)	(2,397,658)	(73,649.47)	13,411.01
Ending Fund Balance	\$ 1,417,064	\$ 1,343,415	\$ 1,356,826
Restricted Funds	32,042	32,042	32,042
Unrestricted Funds	1,385,022	1,311,373	1,324,784
Required Reserve	1,416,190	1,322,496	1,325,912
Over (Under) Reserve Rqmt	(31,168)	(11,123)	(1,128)
Fund 17	108,000	108,000	108,000
Over (Under) including Fund 17	76,832	96,877	106,872

Budget Adjustments

The Board will need to pass a resolution accompanying the budget that acknowledges the need for budget adjustments and establishes a timeline for addressing the adjustments prior to the 2022-23 Budget.

- August - incorporate any changes from Final State Budget into District's budget.
- Sept/Oct - review enrollment and adjust enrollment projections
- Oct - review District's budget programmatically
- Dec - revise MYP with up-to-date information
- Jan - incorporate Governor's Proposed Budget into MYP and prepare options for community and board to review

Other Funds

2021-22 Budget - Public Hearing					
Fund #	Fund Name	Beginning Balance	Revenues	Expenditures	Ending Fund Balance
11	Adult Education	\$ 179,495	\$ 610,155	\$ 608,360	\$ 181,290
13	Cafeteria	455,064	815,176	698,260	571,980
14	Deferred Maintenance	(153,186)	52,000	44,000	(145,186)
17	Special Reserve-Noda	111,679	1,000	-	112,679
21	Building Fund	198,389	150,960	339,349	10,000
35	State School Fac	3,730	-	-	3,730
40	Reserve-Cap Facilities	642,371	-	140,960	501,411
51	Bond Repayment	12,686,898	11,252,288	10,275,388	13,663,798
		\$14,124,440	\$ 12,881,579	\$ 12,106,317	\$ 14,899,702

Questions?

Acknowledgments

Thank you to the Business Services Team!

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Cheryl Kaiser

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Kim Randlett

Terra Salazar

Cindy Sivilaythong

Jennifer Stahl