

**PIEDMONT UNIFIED SCHOOL DISTRICT**

**Resolution 22-2021-22**

**Recognition of Possible Need for Budget Adjustments in Fiscal Year 2022-23 and Beyond**

**WHEREAS** the Board of Education recognizes that prudent financial decisions are crucial to the district's ability to provide a high-quality education for all students; and

**WHEREAS** the Board accepts responsibility for adopting a sound budget that is compatible with the district's vision and goals; and

**WHEREAS** the Board has established and maintains a reserve that meets or exceeds the requirements of the law; and

**WHEREAS**, the multi-year projections in the 2021-22 Second Interim Budget submission identify the need for \$201,000 in budget adjustments (i.e., either reductions in General Fund expenditures and/or increases in General Fund revenues) for 2022-23 and \$1,376,000 in budget adjustments in 2023-24 to ensure that the District meets its state-required 3% reserve; and

**WHEREAS**, the Board desires to minimize the impact of any budget reductions on the level of service, quality of staff, and education programs for District students.

**NOW, THEREFORE, BE IT RESOLVED THAT:**

1. The Board recognizes that based on information available at this time on the cost of living increase and the local control funding formula (LCFF), budget adjustments of \$201,000 will be necessary in 2022-23 and \$1,376,000 in 2023-24.
2. The Board recognizes that there are several proposals for adjustments to LCFF under consideration by the Legislature, including the Governor's proposed adjustment, that will generate from \$1-\$2 million in additional revenues for the District for 2022-23 and beyond, and will monitor the proposals as they work through the legislative process.
3. The Board recognizes that the formula for the Cost of Living Adjustment (COLA) to be applied to LCFF for 2022-23 is likely to be adjusted from the current estimate of 5.33% to 6.17% or higher resulting in an additional \$176,000 in revenue for the District, and will incorporate the final COLA into budget projections as soon as it is announced.
4. The Board has adopted policies to allow for inter-district transfers that may result in a number of additional students, along with additional state funding, that will be incorporated into the budget projections weekly.

5. The District will review all classes to maximize class sizes within contractual limits and refrain from hiring new staff until it is clear that sufficient funding will be available for 2022-23.

**PASSED AND ADOPTED BY** the Board Education of the Piedmont Unified School District on this 9<sup>th</sup> day of March, 2022, by the following vote:

AYES:

NOES:

ABSENT:

ABSTENTIONS:

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Randall Booker, Clerk of the Board

Piedmont Unified School District  
Alameda County, California

APPENDIX A  
Timeline for Budget Development for 2022-23

| Month          | Activity                                      | Board Involvement                     | Impact  |
|----------------|---|---------------------------------------|---|
| August 2021    | 45-Day Revised Budget                         | Shared with Board                     | Update revenue and expenditure assumptions based on Final State budget  |
| September 2021 | 2020-21 Unaudited Actuals                     | Approved by Board                     | Update ending fund balance and any unspent resources based on closing the books for 2020-21   |
| October 2021   | Informal Updated Budget 2021-22               | Shared with Board                     | Provide update of 2021-22 budget based on actual Census Day enrollment and actual staffing.   |
| December 2021  | 1 <sup>st</sup> Interim Report for 2021-22    | Approved by Board & submitted to ACOE | Revised MYP and adjusted target for budget adjustments brought to Board. Possible adjustments identified for Board consideration and direction. |
| January 2022   | Governor's Budget Proposal for 2022-23        | Shared with Board                     | Incorporate Governor's proposal into MYP for updated adjustment target.   |
| February 2022  | Possible budget adjustments identified        | Shared with Board                     | District identifies possible budget adjustments for Board consideration and direction.  |
| March 2022     | 2 <sup>nd</sup> Interim Report for 2021-22    | Approved by Board & submitted to ACOE | Revised MYP and adjusted target for budget adjustments brought to Board. Board to decide on necessary adjustments for 2022-23 Budget.           |
| March 2022     | March 15 notices (if required)                | Authorized by Board                   | Notices to staff whose positions may be reduced in 2022-23, if necessary.   |
| April 2022     | LCAP Draft                                    | Reviewed by Board                     | Draft of LCAP prepared for Board and community input.   |
| May 2022       | Results of PAF Fundraising for 2022-23        | Shared with Board                     | PEF donation incorporated into 2022-23 budget   |
| May 2022       | Governor's May Revision                       | Shared with Board                     | COLA and other revisions incorporated into 2022-23 budget   |
| June 2022      | Public Hearing and Adoption of 2022-23 Budget | Approved by Board & submitted to ACOE | 2022-23 Budget incorporating any necessary budget adjustments will meet the 3% reserve requirement.   |