

2021-22 Budget Preview

Piedmont USD Budget Advisory Committee
April 22, 2021

Agenda

- Introductions
- Purpose of BAC
- 2021-22 Budget Preview
- Parcel Tax Oversight
- Discussion / Comments / Questions
- 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.

Budget Development Process

- We are in the final stretch of budget development for 2021-22.
- The Board will hold a public hearing and the budget adoption meeting in June.

Initial Budget - December 2020

All current year ongoing revenues are carried forward and one-time revenues are eliminated.

All current year expenditures are carried forward and one-time costs are eliminated.

Revised - March 2021

Adjustments are made based on Governor's Budget Proposal and enrollment projections.

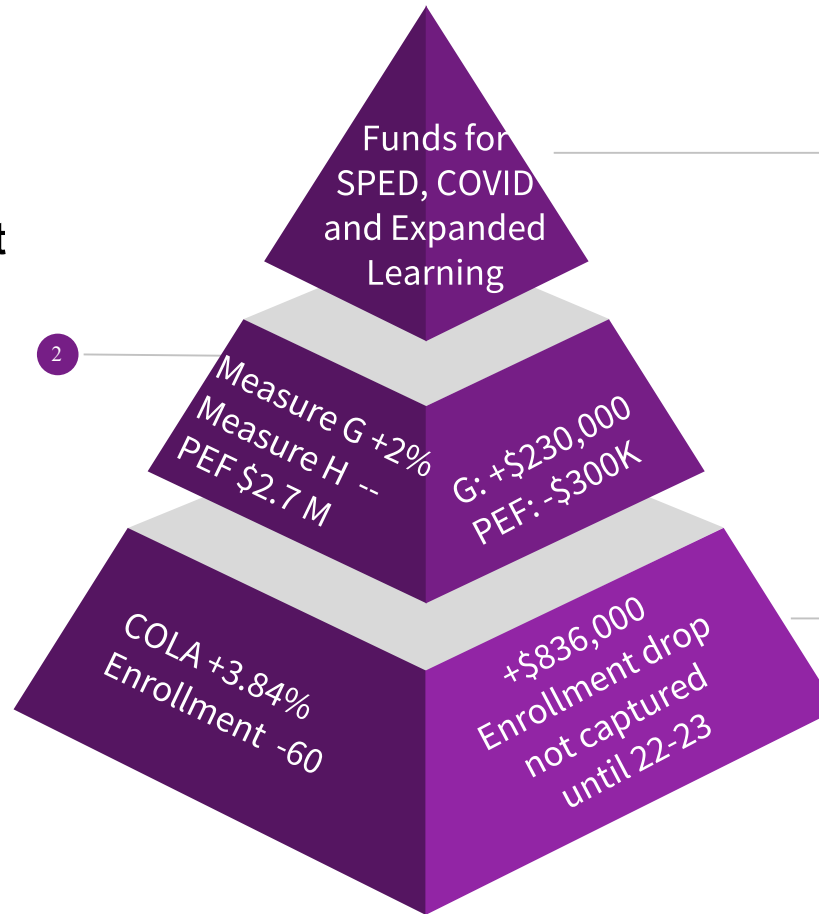
Fine-Tune - May 2021

Any know adjustments to revenues are included, esp. after May Revision.
Actual staffing adjustments are incorporated into costs.

Building Revenue Projections

Parcel Tax Funding & PEF Grant

Measure G and Measure H funds & PEF Grant - uses are broadly restricted to ballot language & PEF parameters.



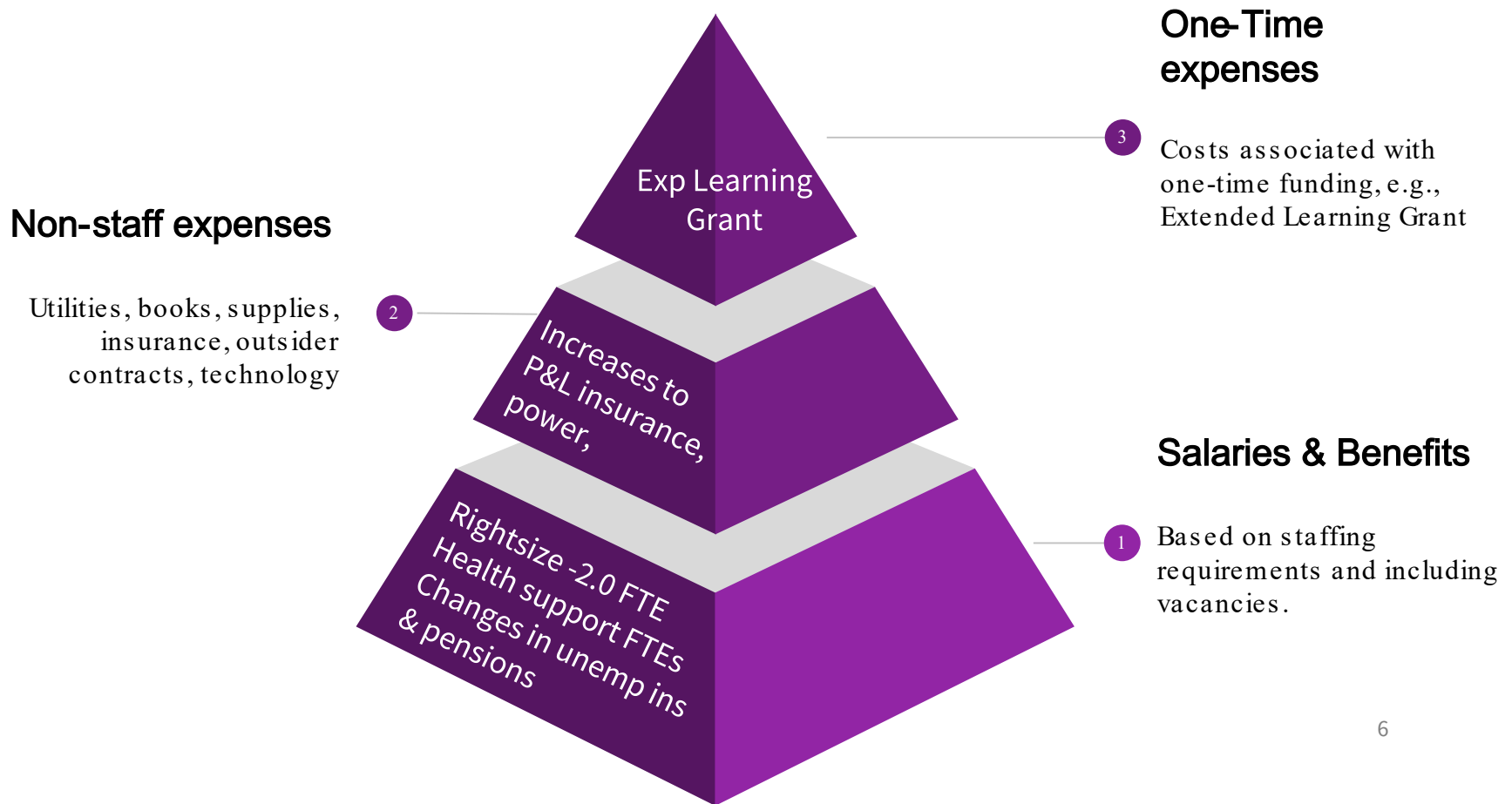
Restricted Funds

3 Funds specifically for SPED or for other one-time or restricted uses.

LCFF Funding

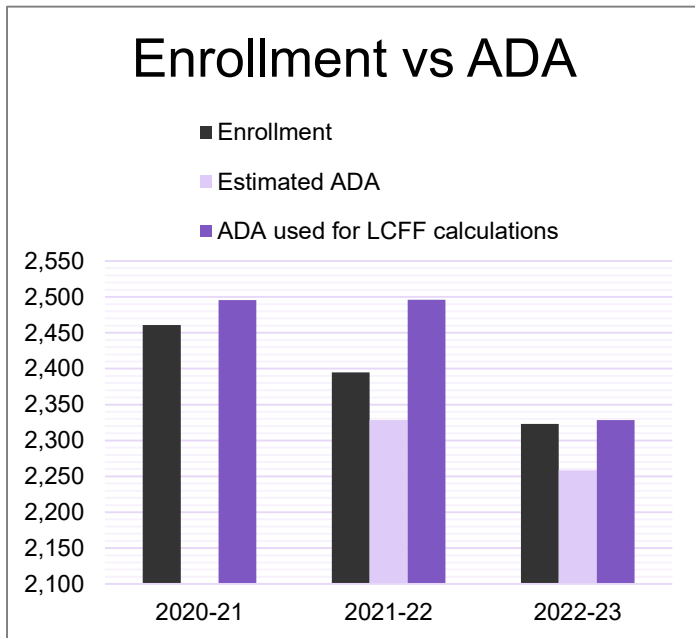
1 Base funding from State (+ local property taxes) based on enrollment.

Building Expenditure Projections



LCFF Funding

LCFF Revenue is projected to increase in 2021-22, but drop the following year due to declining enrollment.



Assumption	2020-21	2021-22	2022-23
ADA used for LCFF calculations	2,495.67	2,496.12	2,328.53
COLA	0%	3.84%	2.98%
LCFF Average per pupil amount	\$8,793	\$9,127	\$9,440
Total	\$21,945,300	\$22,782,410	\$21,981,463
Difference		\$837,110	(\$800,947)

Parcel Tax and PEF

- Parcel Taxes and PEF are approx. 40% of the District's general fund revenues.
- MYP assumes Measure G increases by 2% a year, but this requires Subcommittee recommendation and Board approval.

	2020-21	2021-22	2022-23
Measure G	\$10,774,698	\$10,990,192	\$11,209,996
Measure H	2,587,399	2,587,399	2,587,399
PEF	3,015,704	2,700,000	2,700,000
PEF COVID Reserve	360,000		
Total	\$16,737,801	\$16,277,591	\$16,497,395
Difference		(460,210)	219,804

Restricted Revenues

- Restricted revenues are restricted as to use or are one-time only.

Restricted Revenue	2020-21	2021-22	2022-23
Federal - SPED	\$586,788	\$557,449	\$529,576
Federal - Other	\$43,539	\$41,362	\$39,294
Federal – COVID	\$869,720	\$0	\$0
State – SPED	\$2,507,907	\$2,540,008	\$2,580,902
State – COVID	\$187,191	\$0	\$0
State – In Person Grant	\$0	\$715,145	\$0
State – Expanded Learning Opps	\$0	\$1,509,323	\$0
Total	\$4,195,145	\$5,363,287	\$3,149,772

General Fund - Revenues

General Fund					
	2020-21 2nd Interim	2021-22 Prelim Budget	Difference	2022-23 Prelim Budget	Difference
Revenues					
LCFF	\$21,945,294	\$ 22,782,399	\$ 837,105	\$21,981,470	\$(800,929)
Parcel Tax	13,362,097	13,577,591	215,494	13,797,395	219,804
Other Local	4,036,287	3,350,000	(686,287)	3,350,000	-
Other State	1,179,671	3,179,012	1,999,341	1,005,726	(2,173,286)
Other State - STRS Onbehalf	2,296,780	2,296,780	-	2,296,780	-
Transfers from SELPA	1,401,052	1,401,052	-	1,423,609	22,557
Federal	1,500,047	598,811	(901,236)	568,870	(29,941)
Total Revenues	\$ 45,721,228	\$47,185,644	\$1,464,416	\$ 44,423,850	\$(2,761,795)

Expenditure Assumptions

To identify whether additional reductions are needed, we start by eliminating those expenditures that we know were one-time, or those that are related to the number of students.

Assumptions about:	2021-22	2022-23
Certificated Employees	Eliminate one-time positions Reduce 2.0 FTE for rightsizing Keep add'l .6 FTE nurses	Reduce 3.0 FTE for rightsizing
Classified Employees	Eliminate one-time positions Keep add'l 3.5 FTE health clerks	Reduce 3.0 FTE for rightsizing
Books and Supplies	Eliminate one-time purchases from COVID funds	
Services & Other Operating Expense	Eliminate one-time contracts from COVID funds	

General Fund - Expenditures

General Fund					
Expenditures	2020-21 2nd Interim	2021-22 Prelim Budget	Difference	2022-23 Prelim Budget	Difference
Certificated Salaries	\$19,157,773	\$18,897,069	\$(260,704)	\$18,859,908	\$(37,162)
Classified Salaries	5,945,045	5,971,685	26,640	5,940,501	(31,183)
Benefits	10,000,425	10,286,987	286,562	10,854,049	567,062
STRS On-Behalf	2,296,780	2,296,780	-	2,296,780	-
Books & Supplies	1,975,223	1,299,401	(675,822)	1,168,947	(130,454)
Services/Other Oper.	5,539,652	5,339,328	(200,324)	5,076,504	(262,824)
Internal Transfers	(20,850)	31,150	52,000	31,150	-
Total Expenditures	\$44,894,048	\$44,122,399	\$(771,649)	\$44,227,839	\$105,439

General Fund Balance

Ending Fund Balance					
	2020-21 2nd Interim	2021-22 Prelim Budget	Difference	2022-23 Prelim Budget	Difference
Beg. FB	\$ 2,733,307	\$ 3,560,487	\$ 827,180	\$ 6,623,732	\$ 3,063,245
Revenues	45,721,228	47,185,644	1,464,416	44,423,850	(2,761,795)
Expenditures	44,894,048	44,122,399	(771,649)	44,227,839	105,439
Ending FB	3,560,487	6,623,732	3,063,245	6,819,743	196,011

Hold in Fund Balance

Some expenses have not been incorporated into the budget yet. Funds are set-aside in the Ending Fund Balance to cover these expenses.

Designated for:	2020-21	2021-22	2022-23
3% for Econ Uncertainty	\$1,346,977	\$1,323,672	\$1,281,835
Measure H	\$1,232,246	\$2,790,729	\$4,334,678
Other Commitments	\$96,165	\$318,825	\$541,485
TBD In Person Grant		\$715,145	\$715,145
TBD Expanded Learning		\$1,509,323	\$1,509,323
COVID/Reopening costs	\$326,907	235,980	\$2,433
TOTAL Designations	\$3,002,295	\$6,893,674	\$8,384,899
TOTAL REMAINING	558,192	(269,942)	(1,565,156)

Parcel Tax Oversight

The two parcel taxes - Measure G and Measure H - have accountability measures that involve you - the BAC:

- Special Tax Advisory Subcommittee - 3 - 5 people

WE AT LEAST 3 NEED VOLUNTEERS

For Measure G, the Subcommittee is required to prepare a report to submit to the board. The report makes a recommendation on the tax levy for the upcoming fiscal year.

- Maximum increase is 2%
- Report should explain WHY the increase is needed
- Report can designate whether the increase goes to the General Fund or into Special Reserves.

AB 86 Funding

AB 86 passed by the Legislature and signed by the Governor in March allocates two sources of ONE-TIME funding for schools:

In-Person Reopening Grant – for school districts who open to in-person instruction in 2020-21 school year. PUSD will receive **\$715,045**

Expanded Learning Opportunities Grant – for additional opportunities for student learning and growth. PUSD will receive **\$1,509,193**

Districts will receive ½ of the funds in May and the other ½ in August.

Funds must be spent by August 31, 2022.

Districts must adopt a plan by June 1 based on community input on how funds should be spent.

In-Person/Reopening

- Uses are restricted to costs associated with reopening, including:
 - COVID Testing, Cleaning & Disinfecting, PPEs
 - Ventilation and other school upgrades for health & safety
 - Salaries for providing in-person instruction or services
 - Social and mental health support provided in conjunction w/ in-person instruction
- District intends to apply funds toward:
 - Upgrades to ventilation at Beach
 - Wi Fi Refresh
 - In-person Stipend for teachers per MOU

Expanded Learning Opportunities

- The Local Control Accountability Plan (LCAP) is the strategic planning document that will incorporate the goals and actions that the District will focus on over the next three years.
- The ELO grant will be incorporated into the LCAP discussions and will be used to fund qualifying actions in 2021-22.
- Ideas may include:
 - Summer School instruction
 - Additional staff to support classroom teachers
 - Pull –out instructional specialists
 - In-class instructional para-educators
 - Socio-emotional student support staff
 - Health and safety support staff: health clerks and nurses
 - Additional hours for staff to expand programs for students.

Next Steps

April →	• BAC forms subcommittee to develop recommendations to Board for 2021-22 • LCAP Community Meeting – 4/27 @ 3:30
May →	• BAC presents budget recommendations to Board (possible increase to parcel tax levy) • Governor releases May Revisions to budget proposal for 2021-22
June	• Board adopts plan for Expanding Learning grant • Board holds public hearing on draft budget • Final budget adopted by Board

Acknowledgments

Thank you to the Business Services Team!

Suzanne Binder

Julie Kim

Nancy Brahm

Kim Randlett

Upexa Captan

Terra Salazar

Cherrie Deangkinay

Cindy Sivilaythong

Cheryl Kaiser

Jennifer Stahl