



# MT. DIABLO UNIFIED SCHOOL DISTRICT

## 2022-2023 Proposed Budget

June 8, 2022, Board Meeting

Dr. Adam Clark, Superintendent

Dr. Lisa Gonzales, Chief Business Officer

Mika Arbelbide, Director of Fiscal Services

# Information Sources for Proposed Budget

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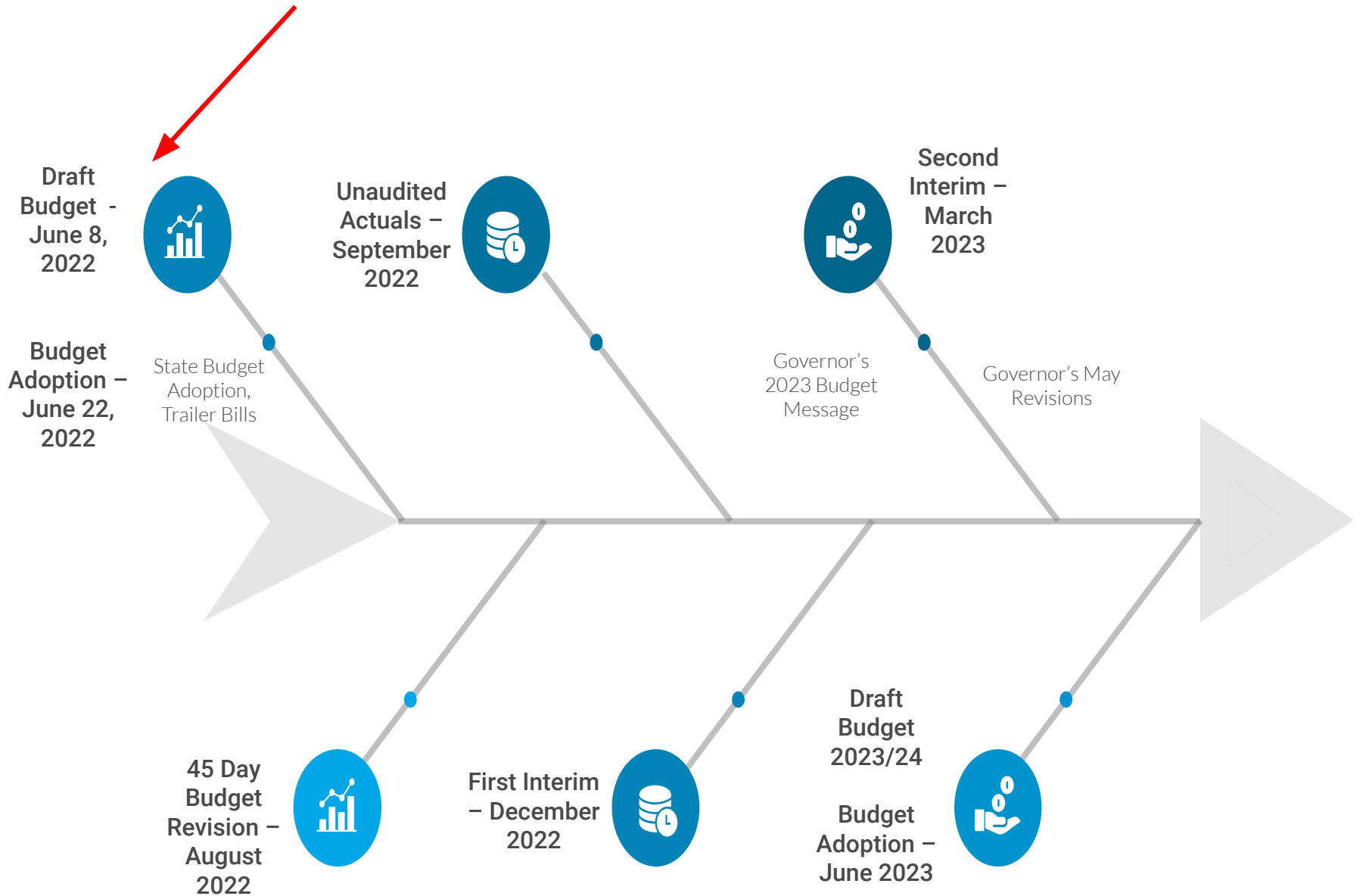
- ❑ School Services of California (SSC) - Final Projection Dartboard, 2022-23 May Revision
- ❑ California County Superintendents Educational Services Association (CCSESA) - The Common Message for the 2022-2023 May Revision
- ❑ California School Board Association (CSBA) - May Budget Revision Update, Implications for Schools
- ❑ Fiscal Crisis & Management Assessment Team (FCMAT) - May Revision Workshop
- ❑ Capitol Advisors - Governor's May Revision Workshop
- ❑ Contra Costa County Office of Education meetings
- ❑ California Senate & Assembly - 2022-23 State Budget Summary
- ❑ Our staff and their input on site/department/program needs

# Governor's May Revision at 30,000 Feet

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- ❑ Increases to the Local Control Funding Formula base (LCFF) base
- ❑ Protections for declining enrollment that focus on three year averages
- ❑ Increases to Afterschool and Expanded Learning Opportunities
- ❑ Discretionary block grant for learning recovery (trailer bill info)
- ❑ Funding for additional Career Readiness initiatives
- ❑ Transitional kindergarten funding to reduce student/teacher ratios
- ❑ Additional funding for school facilities (application process)
- ❑ Enhanced reimbursement rates for universal school meals program
- ❑ Additional funding for Educator Effectiveness Block Grant
- ❑ 10% Reserve Cap kicks in this year

# Budget Cycle 2022-23



# SSC School District and Charter School Financial Projection Dashboard 2022-23 May Revision

LCFF PLANNING FACTORS					
Factor	2021-22	2022-23	2023-24	2024-25	2025-26
Department of Finance Statutory COLA <sup>1</sup>	1.70%	6.56%	5.38%	4.02%	3.72%
Planning COLA	5.07% <sup>2</sup>	6.56%	5.38%	4.02%	3.72%

LCFF GRADE SPAN FACTORS FOR 2022-23				
Entitlement Factors per ADA*	K-3	4-6	7-8	9-12
2021-22 Base Grants	\$8,093	\$8,215	\$8,458	\$9,802
Statutory COLA of 6.56%	\$531	\$539	\$555	\$643
Additional LCFF Investment of \$2.1 billion <sup>3</sup>	\$266	\$270	\$278	\$322
2022-23 Base Grants	\$8,890	\$9,024	\$9,291	\$10,767
Grade Span Adjustment Factors	10.4%	-	-	2.6%
Grade Span Adjustment Amounts	\$925	-	-	\$280
2022-23 Adjusted Base Grants <sup>4</sup>	\$9,815	\$9,024	\$9,291	\$11,047

\*Average daily attendance (ADA)

OTHER PLANNING FACTORS						
Factors		2021-22	2022-23	2023-24	2024-25	2025-26
California CPI		6.55%	6.11%	3.14%	1.97%	2.31%
California Lottery	Unrestricted per ADA	\$163	\$163	\$163	\$163	\$163
	Restricted per ADA	\$65	\$65	\$65	\$65	\$65
Mandate Block Grant (District)	Grades K-8 per ADA	\$32.79	\$34.94	\$36.82	\$37.98	\$39.14
	Grades 9-12 per ADA	\$63.17	\$67.31	\$70.93	\$73.16	\$75.39
Mandate Block Grant (Charter)	Grades K-8 per ADA	\$17.21	\$18.34	\$19.33	\$19.94	\$20.55
	Grades 9-12 per ADA	\$47.84	\$50.98	\$53.72	\$55.41	\$57.10
Interest Rate for Ten-Year Treasuries		2.17%	3.71%	3.25%	3.08%	3.10%
CalSTRS Employer Rate <sup>5</sup>		16.92%	19.10%	19.10%	19.10%	19.10%
CalPERS Employer Rate <sup>5</sup>		22.91%	25.37%	25.20%	24.60%	23.70%
Unemployment Insurance Rate <sup>6</sup>		0.50%	0.50%	0.20%	0.20%	0.20%
Minimum Wage <sup>7</sup>		\$15.00	\$15.50	\$16.00	\$16.40	\$16.70

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# Multi Year Projections (MYP) & Assumptions

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- ❑ **Cost of Living Adjustment (COLA)** is proposed at 6.56% for 2022/23 5.38% for 2023/24 4.02% for 2024/25
- ❑ The **annual step & column increase** of 1.75% a year
- ❑ The CPI decreases from 6.55% in 2021/22 to 6.11% in 2022/23
- ❑ **Enrollment calculations** in 2022/23 will include a reduction of approximately 2,070 students compared to 2019/20
- ❑ **Average daily attendance** is projected to be at 93.5% in 2022/23 with an increase to 94.0% in 2023/24 and 94.5% in 2024/25
- ❑ **Health benefits increase** 5% in 22/23, 23/24, and 24/25 for the time being (may be before 45 Day Revised Budget)

# MYP & Assumptions (cont.)

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- ❑ **Unduplicated pupil count funding** is 48.54% for 2021/22, 49.54% in 2022-23, 50.98% in 2023/24, and decreases to 49.99% in 2024-25 (3 year average calculation)
- ❑ **STRS and PERS increase significantly in 2022/23**  
STRS (21/22=16.92%, 22/23=19.10%, 23/24=19.10%)  
PERS (21/22=22.91%, 22/23=25.37%, 23/24=25.20%)
- ❑ **Indirect cost increases** from 3.76% in 2021/22 to 5.94% in 2022/23 and 5.00% in 2023/24 and 2024/25
- ❑ **Unemployment insurance** - Using the Dartboard for now, but the CCCSESA Common Message is recommending .50% each year



# Multi-Year Projections (MYP)

		2022-23			2023-24			2024-25		
		Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
<b>A. REVENUES AND OTHER FINANCING SOURCES</b>										
LCFF/Revenue Limit Sources	8010-8099	310,374,254	0	310,374,254	318,954,426	0	318,954,426	322,348,952	0	322,348,952
Federal Revenues	8100-8299	0	33,503,302	33,503,302	0	32,342,987	32,342,987	0	28,829,133	28,829,133
Other State Revenues	8300-8599	6,227,860	59,921,995	66,149,855	6,304,408	59,306,035	65,610,443	6,337,258	59,218,227	65,555,484
Other Local Revenues	8600-8799	1,458,856	8,680,855	10,139,711	1,537,356	9,147,855	10,685,211	1,599,156	9,515,555	11,114,711
<b>Total</b>		<b>318,060,970</b>	<b>102,106,152</b>	<b>420,167,122</b>	<b>326,796,190</b>	<b>100,796,878</b>	<b>427,593,067</b>	<b>330,285,366</b>	<b>97,562,915</b>	<b>427,848,281</b>
<b>B. EXPENDITURES AND OTHER FINANCING USES</b>										
Certificated Salaries	1000-1999	122,600,260	43,196,929	165,797,189	127,401,829	45,695,746	173,097,575	129,172,169	45,829,716	175,001,885
Classified Salaries	2000-2999	31,478,829	24,930,354	56,409,183	32,830,412	26,566,457	59,396,868	33,404,908	26,789,156	60,194,063
Employee Benefits	3000-3999	68,474,068	48,943,889	117,417,957	70,880,646	51,352,472	122,233,118	72,346,036	51,937,543	124,283,579
Books and Supplies	4000-4999	14,466,447	8,812,839	23,279,286	12,992,725	8,853,474	21,846,199	8,245,047	7,577,540	15,822,587
Services and Operating Expenditures	5000-5999	21,228,507	33,149,024	54,377,531	20,507,807	33,877,384	54,385,191	20,740,122	32,178,587	52,918,709
Capital Outlay	6000-6999	2,220,000	6,922,813	9,142,813	2,289,700	2,472,813	4,762,513	360,800	2,521,527	2,882,327
Other Outgo	7100-7499	0	1,597,586	1,597,586	0	1,601,086	1,601,086	0	1,603,386	1,603,386
Other Outgo - Indirect Costs	7300-7399	(7,473,732)	6,840,782	(632,949)	(8,342,228)	7,069,685	(1,272,543)	(8,240,274)	6,983,283	(1,256,991)
Other Financial Uses-Transfer Out	7600-7629	5,000,000			5,000,000			5,000,000		
<b>Total</b>		<b>257,994,379</b>	<b>174,394,217</b>	<b>432,388,596</b>	<b>263,560,890</b>	<b>177,489,117</b>	<b>441,050,008</b>	<b>261,028,807</b>	<b>175,420,738</b>	<b>436,449,545</b>
<b>C. OVER/SHORT</b>										
		60,066,591	(72,288,065)	(12,221,474)	63,235,299	(76,692,240)	(13,456,940)	69,256,559	(77,857,823)	(8,601,265)
<b>D. CONTRIBUTIONS</b>										
	8980-8999	(70,139,835)	70,139,835	0	(74,268,592)	74,268,592	0	(77,382,550)	77,382,550	0
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE</b>										
		(10,073,244)	(2,148,230)	(12,221,474)	(11,033,293)	(2,423,648)	(13,456,940)	(8,125,991)	(475,274)	(8,601,265)
<b>F. FUND BALANCE</b>										
Beginning Fund Balance		66,575,141	25,578,355	92,153,496	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082
Ending Fund Balance		<b>56,501,897</b>	<b>23,430,126</b>	<b>79,932,022</b>	<b>45,468,604</b>	<b>21,006,478</b>	<b>66,475,082</b>	<b>37,342,613</b>	<b>20,531,204</b>	<b>57,873,817</b>
Restricted		722,000	23,430,126	24,152,126	722,000	21,006,478	21,728,478	722,000	20,531,204	21,253,204
Committed (Textbook Adoption)		11,021,054		11,021,054	3,008,688		3,008,688	0		0
Committed (403(b) Supplemental Retirement)		3,466,640		3,466,640	1,733,320		1,733,320	0		0
Committed (2023-24 CBA)		6,808,000		6,808,000	0		0	0		0
Other Assigned (LCFF Supplemental Fund)		2,243,595		2,243,595	3,137,818		3,137,818	0		0
Other Assigned (Vacation Payout)		100,000		100,000	50,000		50,000	0		0
Other Assigned (Deferred Maintenance)		10,000,000		10,000,000	5,000,000		5,000,000	0		0
Other Assigned (Inflation Factor)		9,168,950		9,168,950	18,585,275		18,585,275	23,527,126		23,527,126
Reserve for Economic Uncertainties		12,971,658		12,971,658	13,231,501		13,231,501	13,093,487		13,093,487



# Multi-Year Projections (MYP)

#1 Revenue Trends

	2022-23			2023-24			2024-25		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
A. Revenues and Other Financing Sources	318,060,970	102,106,152	420,167,122	326,796,190	100,796,878	427,593,067	330,285,366	97,562,915	427,848,281
B. Expenditures and Other Financing Uses	257,994,379	174,394,217	432,388,596	263,560,890	177,489,117	441,050,008	261,028,807	175,420,738	436,449,545
C. Over / Short	60,066,591	(72,288,065)	(12,221,474)	63,235,299	(76,692,240)	(13,456,940)	69,256,559	(77,857,823)	(8,601,265)
D. Contributions	(70,139,835)	70,139,835	0	(74,268,592)	74,268,592	0	(77,382,550)	77,382,550	0
E. Net Increase (Decrease) in Fund Balance	(10,073,244)	(2,148,230)	(12,221,474)	(11,033,293)	(2,423,648)	(13,456,940)	(8,125,991)	(475,274)	(8,601,265)
F. Fund Balance									
Beginning Fund Balance	66,575,141	25,578,355	92,153,496	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082
Ending Fund Balance	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082	37,342,613	20,531,204	57,873,817
Restricted	722,000	23,430,126	24,152,126	722,000	21,006,478	21,728,478	722,000	20,531,204	21,253,204
Committed (Textbook Adoption)	11,021,054		11,021,054	3,008,688		3,008,688	0		0
Committed (403(b) Supplemental Retirement)	3,466,640		3,466,640	1,733,320		1,733,320	0		0
Committed (2023-24 CBA)	6,808,000		6,808,000	0		0	0		0
Assigned (LCFF Supplemental Fund)	2,243,595		2,243,595	3,137,818		3,137,818	0		0
Assigned (Vacation Payout)	100,000		100,000	50,000		50,000	0		0
Assigned (Deferred Maintenance)	10,000,000		10,000,000	5,000,000		5,000,000	0		0
Assigned (Inflation Factor)	9,168,950		9,168,950	18,585,275		18,585,275	23,527,126		23,527,126
Reserve for Economic Uncertainties	12,971,658		12,971,658	13,231,501		13,231,501	13,093,487		13,093,487

# Multi-Year Projections (MYP)

## #2 Expenditure Trends

	2022-23			2023-24			2024-25		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
A. Revenues and Other Financing Sources	318,060,970	102,106,152	420,167,122	326,796,190	100,796,878	427,593,067	330,285,366	97,562,915	427,848,281
B. Expenditures and Other Financing Uses	257,994,379	174,394,217	432,388,596	263,560,890	177,489,117	441,050,008	261,028,807	175,420,738	436,449,545
C. Over / Short	60,066,591	(72,288,065)	(12,221,474)	63,235,299	(76,692,240)	(13,456,940)	69,256,559	(77,857,823)	(8,601,265)
D. Contributions	(70,139,835)	70,139,835	0	(74,268,592)	74,268,592	0	(77,382,550)	77,382,550	0
E. Net Increase (Decrease) in Fund Balance	(10,073,244)	(2,148,230)	(12,221,474)	(11,033,293)	(2,423,648)	(13,456,940)	(8,125,991)	(475,274)	(8,601,265)
F. Fund Balance									
Beginning Fund Balance	66,575,141	25,578,355	92,153,496	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082
Ending Fund Balance	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082	37,342,613	20,531,204	57,873,817
Restricted	722,000	23,430,126	24,152,126	722,000	21,006,478	21,728,478	722,000	20,531,204	21,253,204
Committed (Textbook Adoption)	11,021,054		11,021,054	3,008,688		3,008,688	0		0
Committed (403(b) Supplemental Retirement)	3,466,640		3,466,640	1,733,320		1,733,320	0		0
Committed (2023-24 CBA)	6,808,000		6,808,000	0		0	0		0
Assigned (LCFF Supplemental Fund)	2,243,595		2,243,595	3,137,818		3,137,818	0		0
Assigned (Vacation Payout)	100,000		100,000	50,000		50,000	0		0
Assigned (Deferred Maintenance)	10,000,000		10,000,000	5,000,000		5,000,000	0		0
Assigned (Inflation Factor)	9,168,950		9,168,950	18,585,275		18,585,275	23,527,126		23,527,126
Reserve for Economic Uncertainties	12,971,658		12,971,658	13,231,501		13,231,501	13,093,487		13,093,487



# Multi-Year Projections (MYP)

#3 Over/Under Trend

	2022-23			2023-24			2024-25		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
A. Revenues and Other Financing Sources	318,060,970	102,106,152	420,167,122	326,796,190	100,796,878	427,593,067	330,285,366	97,562,915	427,848,281
B. Expenditures and Other Financing Uses	257,994,379	174,394,217	432,388,596	263,560,890	177,489,117	441,050,008	261,028,807	175,420,738	436,449,545
C. Over / Short	60,066,591	(72,288,065)	(12,221,474)	63,235,299	(76,692,240)	(13,456,940)	69,256,559	(77,857,823)	(8,601,265)
D. Contributions	(70,139,835)	70,139,835	0	(74,268,592)	74,268,592	0	(77,382,550)	77,382,550	0
E. Net Increase (Decrease) in Fund Balance	(10,073,244)	(2,148,230)	(12,221,474)	(11,033,293)	(2,423,648)	(13,456,940)	(8,125,991)	(475,274)	(8,601,265)
F. Fund Balance									
Beginning Fund Balance	66,575,141	25,578,355	92,153,496	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082
Ending Fund Balance	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082	37,342,613	20,531,204	57,873,817
Restricted	722,000	23,430,126	24,152,126	722,000	21,006,478	21,728,478	722,000	20,531,204	21,253,204
Committed (Textbook Adoption)	11,021,054		11,021,054	3,008,688		3,008,688	0		0
Committed (403(b) Supplemental Retirement)	3,466,640		3,466,640	1,733,320		1,733,320	0		0
Committed (2023-24 CBA)	6,808,000		6,808,000	0		0	0		0
Assigned (LCFF Supplemental Fund)	2,243,595		2,243,595	3,137,818		3,137,818	0		0
Assigned (Vacation Payout)	100,000		100,000	50,000		50,000	0		0
Assigned (Deferred Maintenance)	10,000,000		10,000,000	5,000,000		5,000,000	0		0
Assigned (Inflation Factor)	9,168,950		9,168,950	18,585,275		18,585,275	23,527,126		23,527,126
Reserve for Economic Uncertainties	12,971,658		12,971,658	13,231,501		13,231,501	13,093,487		13,093,487

# Multi-Year Projections (MYP)

**#4 Increase/Decrease Trend in Unrestricted General Fund**

	2022-23			2023-24			2024-25		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
A. Revenues and Other Financing Sources	318,060,970	102,106,152	420,167,122	326,796,190	100,796,878	427,593,067	330,285,366	97,562,915	427,848,281
B. Expenditures and Other Financing Uses	257,994,379	174,394,217	432,388,596	263,560,890	177,489,117	441,050,008	261,028,807	175,420,738	436,449,545
C. Over / Short	60,066,591	(72,288,065)	(12,221,474)	63,235,299	(76,692,240)	(13,456,940)	69,256,559	(77,857,823)	(8,601,265)
D. Contributions	(70,139,835)	70,139,835	0	(74,268,592)	74,268,592	0	(77,382,550)	77,382,550	0
E. Net Increase (Decrease) in Fund Balance	(10,073,244)	(2,148,230)	(12,221,474)	(11,033,293)	(2,423,648)	(13,456,940)	(8,125,991)	(475,274)	(8,601,265)
F. Fund Balance									
Beginning Fund Balance	66,575,141	25,578,355	92,153,496	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082
Ending Fund Balance	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082	37,342,613	20,531,204	57,873,817
Restricted	722,000	23,430,126	24,152,126	722,000	21,006,478	21,728,478	722,000	20,531,204	21,253,204
Committed (Textbook Adoption)	11,021,054		11,021,054	3,008,688		3,008,688	0		0
Committed (403(b) Supplemental Retirement)	3,466,640		3,466,640	1,733,320		1,733,320	0		0
Committed (2023-24 CBA)	6,808,000		6,808,000	0		0	0		0
Assigned (LCFF Supplemental Fund)	2,243,595		2,243,595	3,137,818		3,137,818	0		0
Assigned (Vacation Payout)	100,000		100,000	50,000		50,000	0		0
Assigned (Deferred Maintenance)	10,000,000		10,000,000	5,000,000		5,000,000	0		0
Assigned (Inflation Factor)	9,168,950		9,168,950	18,585,275		18,585,275	23,527,126		23,527,126
Reserve for Economic Uncertainties	12,971,658		12,971,658	13,231,501		13,231,501	13,093,487		13,093,487



# Multi-Year Projections (MYP)

#5 Unrestricted Ending Fund Balance Trend

	2022-23			2023-24			2024-25		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
A. Revenues and Other Financing Sources	318,060,970	102,106,152	420,167,122	326,796,190	100,796,878	427,593,067	330,285,366	97,562,915	427,848,281
B. Expenditures and Other Financing Uses	257,994,379	174,394,217	432,388,596	263,560,890	177,489,117	441,050,008	261,028,807	175,420,738	436,449,545
C. Over / Short	60,066,591	(72,288,065)	(12,221,474)	63,235,299	(76,692,240)	(13,456,940)	69,256,559	(77,857,823)	(8,601,265)
D. Contributions	(70,139,835)	70,139,835	0	(74,268,592)	74,268,592	0	(77,382,550)	77,382,550	0
E. Net Increase (Decrease) in Fund Balance	(10,073,244)	(2,148,230)	(12,221,474)	(11,033,293)	(2,423,648)	(13,456,940)	(8,125,991)	(475,274)	(8,601,265)
F. Fund Balance									
Beginning Fund Balance	66,575,141	25,578,355	92,153,496	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082
Ending Fund Balance	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082	37,342,613	20,531,204	57,873,817
Restricted	722,000	23,430,126	24,152,126	722,000	21,006,478	21,728,478	722,000	20,531,204	21,253,204
Committed (Textbook Adoption)	11,021,054		11,021,054	3,008,688		3,008,688	0		0
Committed (403(b) Supplemental Retirement)	3,466,640		3,466,640	1,733,320		1,733,320	0		0
Committed (2023-24 CBA)	6,808,000		6,808,000	0		0	0		0
Assigned (LCFF Supplemental Fund)	2,243,595		2,243,595	3,137,818		3,137,818	0		0
Assigned (Vacation Payout)	100,000		100,000	50,000		50,000	0		0
Assigned (Deferred Maintenance)	10,000,000		10,000,000	5,000,000		5,000,000	0		0
Assigned (Inflation Factor)	9,168,950		9,168,950	18,585,275		18,585,275	23,527,126		23,527,126
Reserve for Economic Uncertainties	12,971,658		12,971,658	13,231,501		13,231,501	13,093,487		13,093,487



# Multi-Year Projections (MYP)

		2022-23			2023-24			2024-25		
		Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
<b>A. REVENUES AND OTHER FINANCING SOURCES</b>										
LCFF/Revenue Limit Sources	8010-8099	310,374,254	0	310,374,254	318,954,426	0	318,954,426	322,348,952	0	322,348,952
Federal Revenues	8100-8299	0	33,503,302	33,503,302	0	32,342,987	32,342,987	0	28,829,133	28,829,133
Other State Revenues	8300-8599	6,227,860	59,921,995	66,149,855	6,304,408	59,306,035	65,610,443	6,337,258	59,218,227	65,555,484
Other Local Revenues	8600-8799	1,458,856	8,680,855	10,139,711	1,537,356	9,147,855	10,685,211	1,599,156	9,515,555	11,114,711
<b>Total</b>		<b>318,060,970</b>	<b>102,106,152</b>	<b>420,167,122</b>	<b>326,796,190</b>	<b>100,796,878</b>	<b>427,593,067</b>	<b>330,285,366</b>	<b>97,562,915</b>	<b>427,848,281</b>
<b>B. EXPENDITURES AND OTHER FINANCING USES</b>										
Certificated Salaries	1000-1999	122,600,260	43,196,929	165,797,189	127,401,829	45,695,746	173,097,575	129,172,169	45,829,716	175,001,885
Classified Salaries	2000-2999	31,478,829	24,930,354	56,409,183	32,830,412	26,566,457	59,396,868	33,404,908	26,789,156	60,194,063
Employee Benefits	3000-3999	68,474,068	48,943,889	117,417,957	70,880,646	51,352,472	122,233,118	72,346,036	51,937,543	124,283,579
Books and Supplies	4000-4999	14,466,447	8,812,839	23,279,286	12,992,725	8,853,474	21,846,199	8,245,047	7,577,540	15,822,587
Services and Operating Expenditures	5000-5999	21,228,507	33,149,024	54,377,531	20,507,807	33,877,384	54,385,191	20,740,122	32,178,587	52,918,709
Capital Outlay	6000-6999	2,220,000	6,922,813	9,142,813	2,289,700	2,472,813	4,762,513	360,800	2,521,527	2,882,327
Other Outgo	7100-7499	0	1,597,586	1,597,586	0	1,601,086	1,601,086	0	1,603,386	1,603,386
Other Outgo - Indirect Costs	7300-7399	(7,473,732)	6,840,782	(632,949)	(8,342,228)	7,069,685	(1,272,543)	(8,240,274)	6,983,283	(1,256,991)
Other Financial Uses-Transfer Out	7600-7629	5,000,000			5,000,000			5,000,000		
<b>Total</b>		<b>257,994,379</b>	<b>174,394,217</b>	<b>432,388,596</b>	<b>263,560,890</b>	<b>177,489,117</b>	<b>441,050,008</b>	<b>261,028,807</b>	<b>175,420,738</b>	<b>436,449,545</b>
<b>C. OVER/SHORT</b>										
		60,066,591	(72,288,065)	(12,221,474)	63,235,299	(76,692,240)	(13,456,940)	69,256,559	(77,857,823)	(8,601,265)
<b>D. CONTRIBUTIONS</b>										
	8980-8999	(70,139,835)	70,139,835	0	(74,268,592)	74,268,592	0	(77,382,550)	77,382,550	0
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE</b>										
		(10,073,244)	(2,148,230)	(12,221,474)	(11,033,293)	(2,423,648)	(13,456,940)	(8,125,991)	(475,274)	(8,601,265)
<b>F. FUND BALANCE</b>										
Beginning Fund Balance		66,575,141	25,578,355	92,153,496	56,501,897	23,430,126	79,932,022	45,468,604	21,006,478	66,475,082
Ending Fund Balance		<b>56,501,897</b>	<b>23,430,126</b>	<b>79,932,022</b>	<b>45,468,604</b>	<b>21,006,478</b>	<b>66,475,082</b>	<b>37,342,613</b>	<b>20,531,204</b>	<b>57,873,817</b>
Restricted		722,000	23,430,126	24,152,126	722,000	21,006,478	21,728,478	722,000	20,531,204	21,253,204
Committed (Textbook Adoption)		11,021,054		11,021,054	3,008,688		3,008,688	0		0
Committed (403(b) Supplemental Retirement)		3,466,640		3,466,640	1,733,320		1,733,320	0		0
Committed (2023-24 CBA)		6,808,000		6,808,000	0		0	0		0
Other Assigned (LCFF Supplemental Fund)		2,243,595		2,243,595	3,137,818		3,137,818	0		0
Other Assigned (Vacation Payout)		100,000		100,000	50,000		50,000	0		0
Other Assigned (Deferred Maintenance)		10,000,000		10,000,000	5,000,000		5,000,000	0		0
Other Assigned (Inflation Factor)		9,168,950		9,168,950	18,585,275		18,585,275	23,527,126		23,527,126
Reserve for Economic Uncertainties		12,971,658		12,971,658	13,231,501		13,231,501	13,093,487		13,093,487

# Commitments & Assignments

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- ❑ Commitment for Textbook Adoption for 2023/24 (History/Social Science - all levels) and 2024/25 (Math - all levels)
- ❑ Commitment for remaining two years of PARS retirement (June '20)
- ❑ Commitment for negotiated salary increases (Spring '22)
- ❑ Assignment that carries over LCFF supplemental with same restrictions
- ❑ Assignment for vacation payout
- ❑ Assignment to Deferred Maintenance to address the shortcomings noted in the FCMAT report
- ❑ Assignment for an Inflation Factor

# Breakdown of Books & Supplies - 4000's

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Books & Supplies = textbooks, class and office materials, furniture, chromebooks, all tech equipment under \$500, fuel, auto parts, tires, school sites allocations, grant funds, and anything that doesn't fit in another category

- ❑ Instructional materials & supplies - \$5.4M (\$575K more for sites)
- ❑ School site holding accounts - \$1.4M
- ❑ Textbook adoption and other textbook needs for 2022/23 - \$11.1M (includes ELA/ELD/ALD for middle/high)
- ❑ Transportation (fuel, tires, and parts) - \$2M
- ❑ Technology (computers, laptops, SmartTVs, sound system) - \$1.8M
- ❑ Special Education (specialized tech, specific needs) - \$710K
- ❑ Furniture & equipment - \$800K

# Breakdown of Services & Operating Expenses- 5000's

17

Services/Operation Expenses = external transportation, student placements, maintenance/service contracts, any services, travel, conferences, rentals, leases, repairs

- ❑ Special Education services (transportation, placements, support contracts) - \$20M
- ❑ Maintenance, Operations, Facilities, portables, utilities- \$12M
- ❑ Instructional contracts (iReady, Illuminate, Aeries, ParentSquare, AVID, IB, training, all support contracts) - \$11.2M
- ❑ Legal expenses (insurance, legal) - \$5.6M
- ❑ Allocations to school sites - \$2.7M (including an additional \$1.2M for site needs/ improvements)
- ❑ Technology contracts (servers, internet, security) - \$1.8M
- ❑ Transportation - \$400K
- ❑ Election expense - \$300K

# Breakdown of Capital Outlay - 6000's

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Capital Outlay = anything more than \$10,000 or using federal grant funds

- ❑ Technology (networking equipment, fiber, routers, servers, cameras, universal power, wireless access, backup, disaster recovery - deferred technology/maintenance) - \$2M
- ❑ Facility related (fencing, HVAC, cameras, other expenses tied to facilities allocated from ESSER/COVID funds) - \$6.5M
- ❑ CTEIG grant (furniture and equipment for CTE) - \$281K
- ❑ Health & safety - \$215K

The estimated expenditures are comparable to 21/22 and includes \$2M in technology infrastructure and another \$6.9M of restricted funds for the examples noted above. In 21/22 we had vehicle purchases from COVID/ESSER funds that may carry into 22/23.



# Future Considerations/Risks

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- ❑ Uncertainty with the health of the economy, stock market volatility, supply chain issues, inflationary trends - warning signs that indicate challenging times could arrive in the coming years
- ❑ Uncertainty around Fall 2022 post-pandemic enrollment
- ❑ Continued cost increases associated with pension & operating increases and less reliance on revenue increases
- ❑ Infusion of one-time dollars to extend programs with finite spending timelines - most are restricted; many positions are funded from these sources

# The Need for a 45 Revised Budget - August

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**June 15th, 2022** - Legislative Deadline to approve a Budget

**July 1, 2022** - Deadline for all negotiations with the Governor

**July & August, 2022** - trailer bill language and clarification (details, parameters, reporting requirements, audit requirements)

- ❑ The logistics of the Discretionary Block Grant will be clarified
- ❑ Any changes to Average Daily Attendance (ADA) augmentation and relief will be clarified
- ❑ Trailer bill language will be available for the Expanded Learning Opportunities Grant (ELOP) and allow us to appropriately plan programs
- ❑ Other block grants and trailer bill languages will be closer to completion so we can appropriately act upon them, including School Facilities, Home to School Transportation, Transitional Kindergarten, Green Buses, etc.

# Summer Fiscal Work

21

- ❑ Close the books on the current school year
- ❑ Journal entries from current expenses back to COVID one time funds (including substitute differential, cost of COVID absences, leaves, and other expenses identified in plans but set up with different budget codes - “*spend the most restricted first*” rule)
- ❑ Payments for Summer School, Extended School Year, July 1 one-time payments for specific bargaining groups, 22/23 salary increase implementation
- ❑ Special Education - ensure Maintenance of Effort is met for the 2021/22 school year
- ❑ Monitor the approved State Budget and trailer bill language to prepare for 45 day Revised Budget in August



Thank you!

We will see you on  
June 22, 2022 for approval  
of the  
Proposed Budget.