



FY 2021-2022 Proposed Budget Report

June 1, 2021





Governor's May Revise – Key Items

- Proposition 98 funding of \$93.7 billion for 2021-2022, an increase of \$7.9 billion relative to the funding level from the 2021-2022 January Proposed Budget. Proposition 98 funding for 2020-2021 increased from \$82.8 billion to \$92.8 billion from the Governor's January budget under the May Revision
- An LCFF “Mega” COLA of 5.07% for 2021-2022
- Augmentation Grant to provide additional funding for grades K-3 Class Size Reduction (CSR) and 9-12 Career Technical Education (CTE). The CSR augmentation is 10.4% of the K-3 Base Grant or approximately \$842 per ADA
- Special Education will receive a compounded COLA of 4.05% which will increase the base rate from \$625 to \$650.31 per ADA
- The May Revision proposes paying down deferrals scheduled from February 2022 through May 2022 leaving only the June through July deferral in place
- Various proposals for additional Grants, Education Investments, and other assorted one-time proposals



Key Assumptions for PSD's Proposed Budget

- 5.07% “Mega” COLA for FY 2021-22
- ADA Prior Year Guarantee is based on FY 2019-20
- Special Education base rate increase to \$650 per ADA proposal is incorporated in this budget
- PETA 2020-2021 Settlement’s unrestricted expenses have not been incorporated into the estimated actuals (Will be included in Unaudited Actuals)
- CSEA 2021-2022 Settlement’s expenses have not been incorporated into the budget (Will be included in Unaudited Actuals)
- ESSER III Funds with a preliminary allocation of \$51.1 million are not included in this budget (Resource Code not Available at Budget Development)
- Significant one-time funds alleviated pressure from the Unrestricted General Fund in FY 2020-21



Enrollment and ADA

	A	B	(B-A)
	Estimated Actuals 2020-21 P2	Proposed Budget 2021-22	Change
Enrollment	17,526	17,369	-157
ADA	17,301	16,486	-814

The 2020-21 ADA of 17,300 is from the 2019-20 ADA and the related hold harmless clause. Funded 2021-22 ADA is projected to be 17,199.92 due to the prior year guarantee.



LCFF Funding

Grade Span	ADA	Base	Gr Span	Supp	Concen	TARGET
Grades TK-3	7,766.18	\$8,092	\$842	\$1,632	\$1,624	\$94,669,663
Grades 4-6	5,688.69	8,214		1,501	1,493	63,756,465
Grades 7-8	3,745.06	8,458		1,545	1,537	43,219,884
Total Base	17,199.92	\$141,246,443	\$6,539,121	\$27,000,422	\$26,860,026	\$201,646,012

Targeted Instructional Improvement Block Grant	\$1,059,011
Home-to-School Transportation	309,220
Total LCFF Funding	\$203,014,243

Multiplying the ADA by the sum of the Base Grant, Grade Span Adjustment, Supplemental and Concentration amounts provides the Target funding in the column to the far right. The addition of the Targeted Instructional Improvement Block Grant and the Home-to-School Transportation gives total LCFF Funding.



Unrestricted Revenues

	A	B	(B-A)
	Estimated Actuals	Proposed Budget	
	2020-21	2021-22	Change
LCFF Sources	193,490,461	203,014,243	9,523,782
Federal Revenue	0	0	0
Other State Revenue	3,267,188	3,123,459	-143,729
Other Local Revenue	1,877,220	1,661,895	-215,325
Total Revenues	198,634,869	207,799,597	9,164,728

Unrestricted Revenue growth is driven by the 5.07% Mega COLA



Unrestricted Expenditures

	A	B	(B-A)
	Estimated Actuals	Proposed Budget	
	2020-21	2021-22	Change
Certificated Salaries	55,506,527	54,560,859	-945,668
Classified Salaries	16,416,990	16,663,779	246,789
Benefits	35,334,730	36,104,670	769,940
Books and Supplies	3,131,592	4,216,037	1,084,445
Services and Other Operating Expenditures	12,443,305	17,086,478	4,643,173
Capital Outlay (Locally restricted funds for Tech)	51,705	60,000	8,295
Other Outgoing	-2,889,548	-999,148	1,890,400
Total Expenditures	119,995,301	127,692,675	7,697,374

The change in unrestricted expenditures from the FY 2020-21 Estimated Actuals to the FY 2021-22 Proposed Budget is \$7.7 million. The increase is primarily due to increased “Services” expenses..



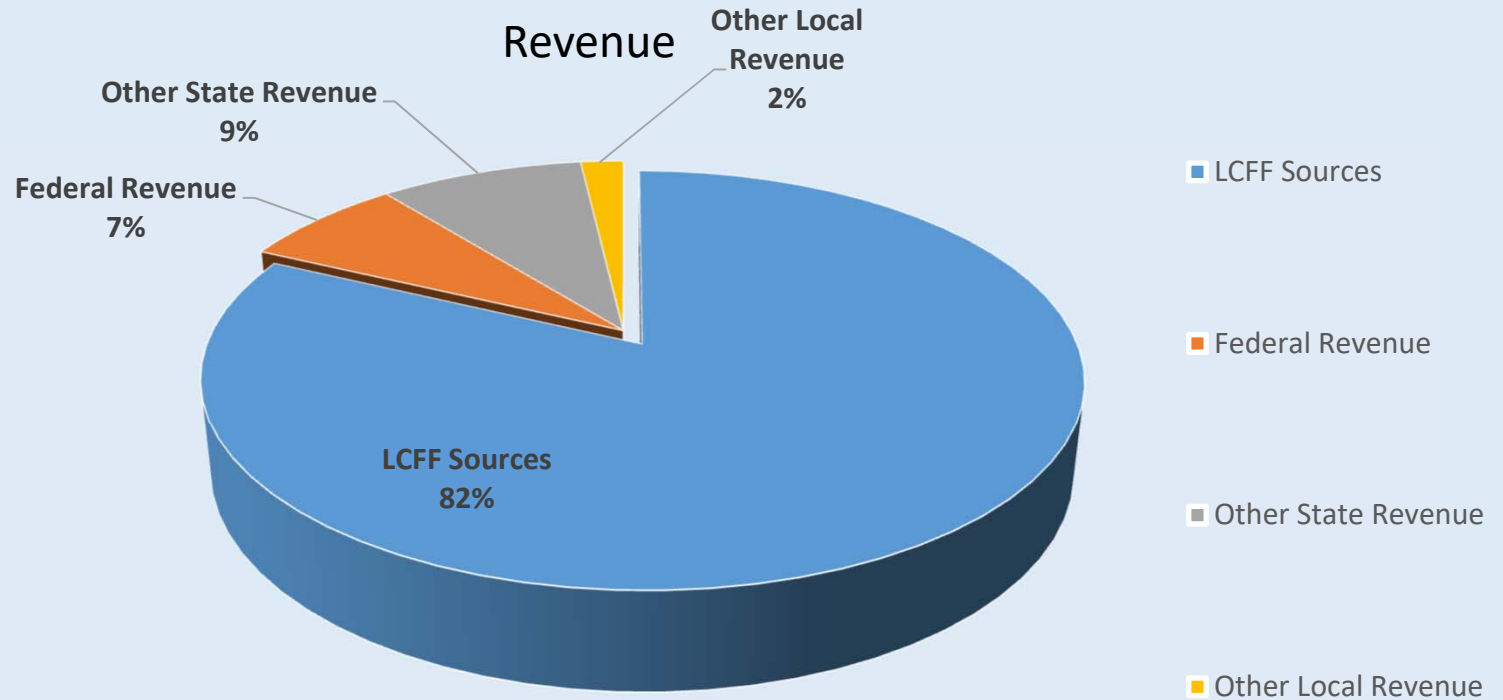
Contributions to Restricted Resources

	A	B	(B-A)
	Estimated Actuals 2020-21	Proposed Budget 2021-22	Change
LCAP (Supplemental and Concentration Grants)	50,663,458	53,860,448	3,196,990
RRMA	7,997,824	8,772,872	775,048
Special Education	24,171,234	25,279,946	1,108,712
Total	82,832,516	87,913,266	5,080,750

The contribution to restricted resources increased by \$5.1 million due primarily to the increased COLA and increased Special Education Contribution.



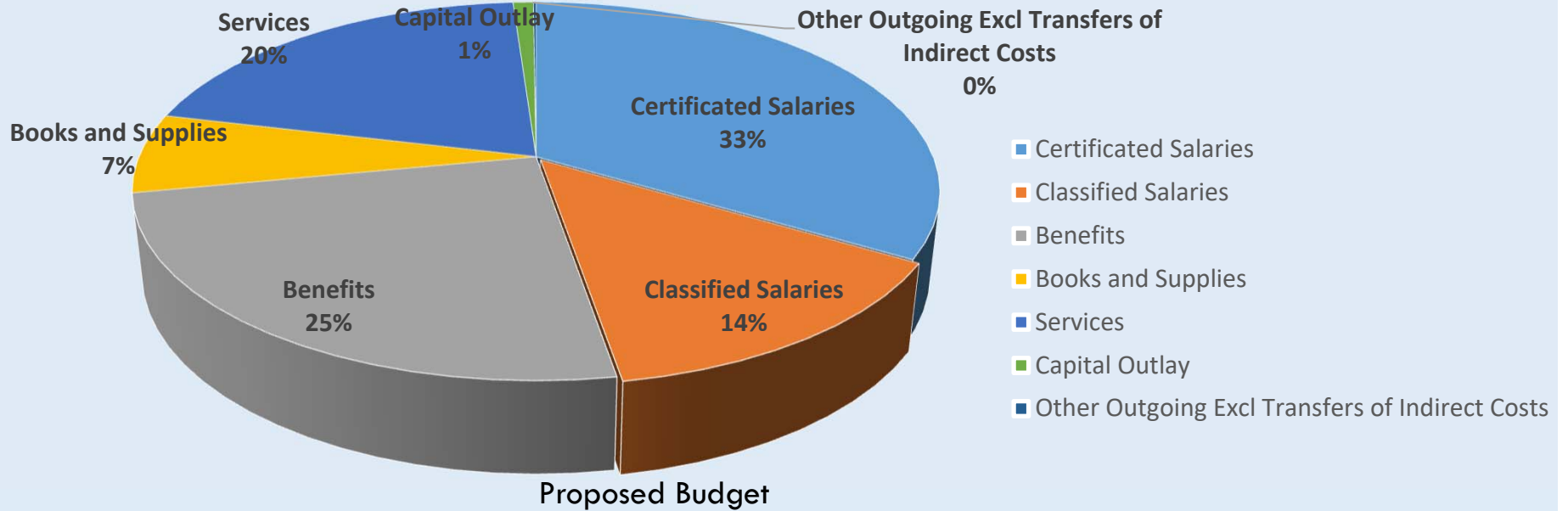
FY 2021-22 General Fund Revenues



	Proposed Budget Unrestricted 2021-22	Proposed Budget Restricted 2021-22	Total Fund
LCFF Sources	203,014,243	0	203,014,243
Federal Revenue	0	17,857,936	17,857,936
Other State Revenue	3,123,459	18,956,533	22,079,992
Other Local Revenue	1,661,895	2,950,288	4,612,183
Total Revenues	181,827,980	39,764,757	247,564,354



FY 2021-22 General Fund Expenditures



	Proposed Budget Unrestricted 2021-22	Proposed Budget Restricted 2021-22	Total Fund
Certificated Salaries	54,560,859	43,748,340	98,309,199
Classified Salaries	16,663,779	23,808,248	40,472,027
Benefits	36,104,670	36,060,596	72,165,266
Books and Supplies	4,216,037	15,724,530	19,940,567
Services	17,086,478	42,019,723	59,106,201
Capital Outlay	60,000	2,767,116	2,827,116
Other Outgoing/Indirect	-999,148	607,821	-391,327
Total Expenditures	127,692,675	164,736,374	292,429,049



Components of Unrestricted Ending Fund Balance

	A	B	(B - A)
	FY 2020-21	FY 2021-22	
	Estimated Actuals	Proposed Budget	Change
Beginning Fund Balance	37,817,106	33,624,158	-4,192,948
Revenues	198,634,869	207,799,597	9,164,728
Expenditures	-119,995,301	-127,692,675	-7,697,374
Contributions & Transfers			
Out	-82,832,516	-87,913,266	-5,080,750
Ending Fund Balance	33,624,158	25,817,814	-7,806,344
Cash, Stores & Prepays	150,000	150,000	0
Assigned	7,806,344	8,136,039	329,695
Reserve for Economic			
Uncertainties	8,997,291	8,772,872	-224,419
Unassigned	16,670,523	8,758,903	-7,911,620

The District is expected to meet the 3% Reserve For Economic Uncertainties requirement in FY 2021-22

MULTI-YEAR PROJECTIONS



Fund 01.0 -01.4
FY 2021-22, FY 2022-23 and FY 2023-24



FY 2021-22 Proposed Budget Report

MYP Projection Factors

	2021-2022	2022-2023	2023-2024
Step and Column Movement Certificated	2%	2%	2%
Step and Column Movement Classified	1%	1%	1%
Health and Welfare Benefits Increase	3%	3%	3%
Cost of Living Adjustment to LCFF Target	5.07%	2.48%	3.11%
Lottery Revenue – Unrestricted	\$150	\$150	\$150
Lottery Revenue – Restricted	\$49	\$49	\$49
Mandated Block Grant (MBG)	\$32.79	\$33.60	\$34.64
One-Time Discretionary Fund	N/A	N/A	N/A
CalSTRS Employer Rates	15.92%	19.10%	19.10%
CalPERS Employer Rates	22.91%	26.10%	27.10%
LCFF Unduplicated % for Supplemental and Concentration Grants	91.35%	90.73%	90.73%
Unemployment Insurance Rate	1.23%	0.20%	0.20%



FY 2021-22 Proposed Budget Report

Enrollment Projections

2020-2021	Change	2021-2022	Change	2022-2023	Change	2023-2024
245	95	340	-20	320	-20	300
1628	1445	1690	1287	1627	1244	1564
1842	130	1758	0	1690	0	1627
1877	0	1842	0	1758	0	1690
2041	14	1891	0	1842	0	1758
2113	0	2041	14	1905	0	1842
2052	0	2113	0	2041	0	1905
1938	-122	1930	-122	1991	-122	1919
1906	-60	1878	-60	1870	-60	1931
1883	-20	1886	-20	1858	-20	1850
	-1638		-1546		-1538	
17525	-156	17369	-467	16902	-516	16386

Assumptions:

TK: -20 per year

K: -63 per year

Grade 6: -122 per year

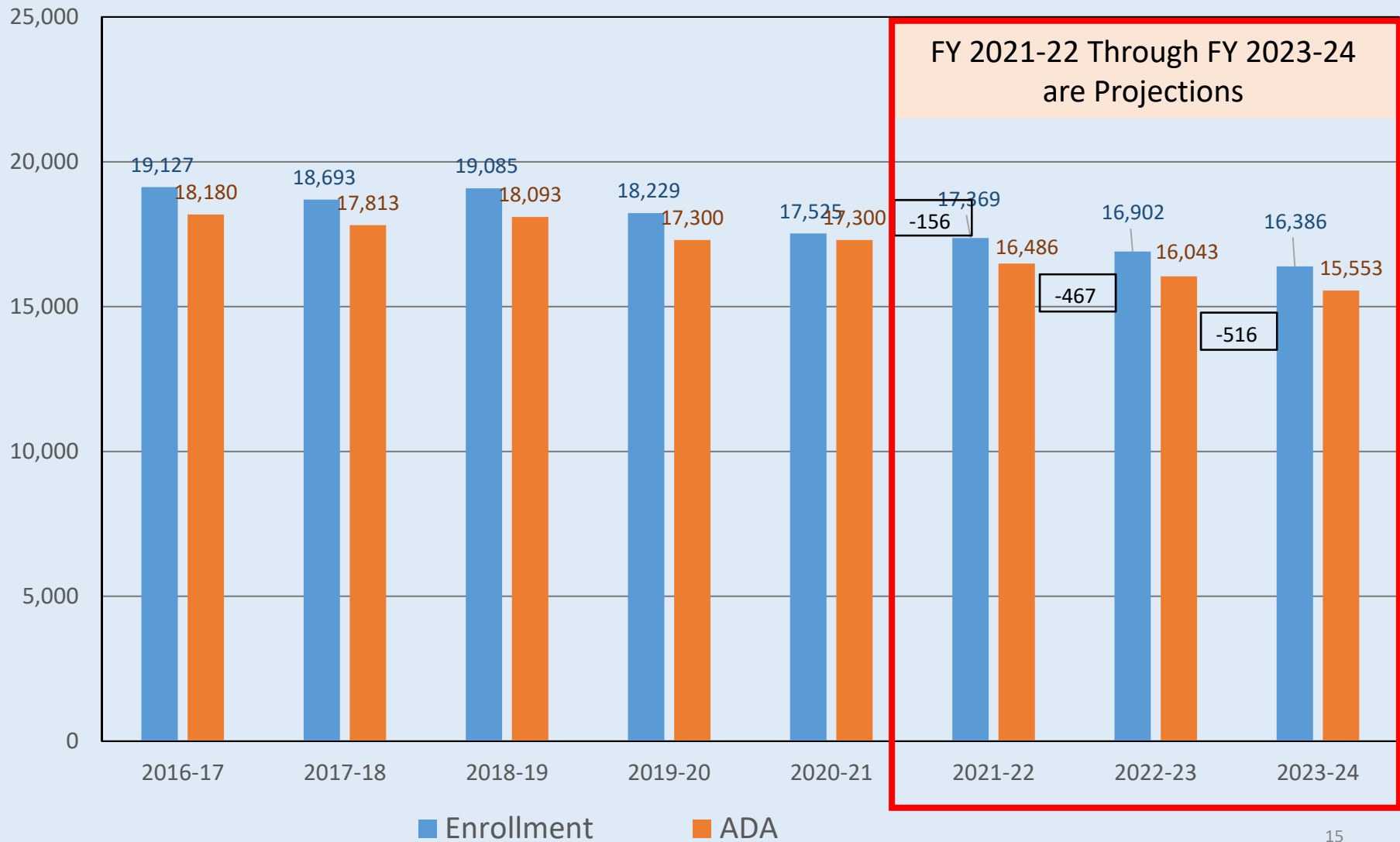
Grade 7: -60 to AVUHSD

Grade 8: -20 to AVUHSD



FY 2021-22 Proposed Budget Report

Enrollment and ADA Trend





FY 2021-22 Proposed Budget Report

MYP Revenues and Expenditures - Unrestricted

	UNRESTRICTED 2021-22 Budget	UNRESTRICTED 2022-23 Proj	UNRESTRICTED 2023-24 Proj
LCFF	203,014,243	197,322,883	197,899,690
Federal Revenue	0	0	0
State Revenue	3,123,459	3,052,474	2,975,459
Local Revenue	1,661,895	1,899,380	2,146,227
Total Revenues	207,799,597	202,274,737	203,021,376
Certificated Salaries	54,560,859	54,358,172	54,070,562
Classified Salaries	16,663,779	16,830,417	16,998,721
Benefits	36,104,670	36,879,293	36,792,248
Supplies	4,216,037	4,216,037	4,216,037
Services	17,086,478	14,312,107	14,127,642
Capital Outlay	60,000	60,000	60,000
Other Outgo/Indirect	-999,148	-971,533	-958,564
Total Expenses	127,692,675	125,684,493	125,306,646
Contribution	-87,913,266	-84,726,283	-84,923,560
Total Surplus/(Deficit)	-7,806,344	-8,136,039	-7,208,829



FY 2021-22 Proposed Budget Report

Contributions to Restricted Programs

	2021-22 Budget	2022-23 Projection	2023-24 Projection
LCAP (Supplemental and Concentration Grants)	53,860,448	51,882,002	52,034,721
RRMA	8,772,872	7,564,335	7,608,893
Special Education	25,279,946	25,279,946	25,279,946
Total	87,913,266	84,726,283	84,923,560

The decrease in the Contribution to Restricted Programs is driven by the decrease in LCFF Funding. The Special Education is expected to remain constant in the projected years.



FY 2021-22 Proposed Budget Report

MYP Revenues and Expenditures - Restricted

	RESTRICTED	RESTRICTED	RESTRICTED
	2021-22 Budget	2022-23 Proj	2023-24 Proj
LCFF	0	0	0
Federal Revenue	17,857,936	14,410,053	14,410,053
State Revenue	18,956,533	18,933,847	18,908,781
Local Revenue	2,950,288	2,950,288	2,950,288
Total Revenues	39,764,757	36,294,188	36,269,122
Certificated Salaries	43,748,340	44,623,307	45,515,773
Classified Salaries	23,808,248	24,046,330	24,286,793
Benefits	36,060,596	37,612,355	38,342,530
Supplies	15,724,530	5,214,910	5,214,910
Services	42,019,723	11,588,172	11,588,172
Capital Outlay	2,767,116	2,767,116	2,767,116
Other Outgo/Indirect	607,821	607,821	607,821
Total Expenses	164,736,374	126,460,010	128,323,114



FY 2021-22 Proposed Budget Report

MYP Combined

MULTIYEAR PROJECTION FY 2021-22 BUDGET REPORT

Row Labels	UNRESTRICTED	RESTRICTED	COMBINED	UNRESTRICTED	RESTRICTED	COMBINED	UNRESTRICTED	RESTRICTED	COMBINED
	2122 Budget	2122 Budget	2122 Budget	2223 Proj	2223 Proj	2223 Proj	2324 Proj	2324 Proj	2324 Proj
LCFF	203,014,243	-	203,014,243	197,322,883	-	197,322,883	197,899,690	-	197,899,690
Federal Revenue	-	17,857,936	17,857,936	-	14,410,053	14,410,053	-	14,410,053	14,410,053
State Revenue	3,123,459	18,956,533	22,079,992	3,052,474	18,933,847	21,986,321	2,975,459	18,908,781	21,884,240
Local Revenue	1,661,895	2,950,288	4,612,183	1,899,380	2,950,288	4,849,668	2,146,227	2,950,288	5,096,515
Total Revenues	207,799,597	39,764,757	247,564,354	202,274,737	36,294,188	238,568,925	203,021,376	36,269,122	239,290,498
Certificated Salaries	54,560,859	43,748,340	98,309,199	54,358,172	44,623,307	98,981,479	54,070,562	45,515,773	99,586,335
Classified Salaries	16,663,779	23,808,248	40,472,027	16,830,417	24,046,330	40,876,747	16,998,721	24,286,793	41,285,514
Benefits	36,104,670	36,060,596	72,165,266	36,879,293	37,612,355	74,491,647	36,792,248	38,342,530	75,134,778
Supplies	4,216,037	15,724,530	19,940,567	4,216,037	5,214,910	9,430,947	4,216,037	5,214,910	9,430,947
Services	17,086,478	42,019,723	59,106,201	14,312,107	11,588,172	25,900,279	14,127,642	11,588,172	25,715,814
Capital Outlay	60,000	2,767,116	2,827,116	60,000	2,767,116	2,827,116	60,000	2,767,116	2,827,116
Other Outgo/Indirect	(999,148)	607,821	(391,327)	(971,533)	607,821	(363,712)	(958,564)	607,821	(350,743)
Total Expenses	127,692,675	164,736,374	292,429,049	125,684,493	126,460,010	252,144,503	125,306,646	128,323,114	253,629,760
Surplus/(Deficit)	80,106,922	(124,971,617)	(44,864,695)	76,590,244	(90,165,822)	(13,575,578)	77,714,731	(92,053,992)	(14,339,262)
Contribution	(87,913,266)	87,913,266	-	(84,726,283)	84,726,283	-	(84,923,560)	84,923,560	-
Other In / Out	(87,913,266)	87,913,266	-	(84,726,283)	84,726,283	-	(84,923,560)	84,923,560	-
Total Surplus/(Deficit)	(7,806,344)	(37,058,351)	(44,864,695)	(8,136,039)	(5,439,539)	(13,575,578)	(7,208,829)	(7,130,432)	(14,339,262)
9791	33,624,158	50,875,042	84,499,200	25,817,814	13,816,691	39,634,505	17,681,775	8,377,152	26,058,927
9795									
Beginning Balance	33,624,158	50,875,042	84,499,200	25,817,814	13,816,691	39,634,505	17,681,775	8,377,152	26,058,927
Other Adjustments									
Ending Balance	25,817,814	13,816,691	39,634,505	17,681,775	8,377,152	26,058,927	10,472,945	1,246,720	11,719,665
Revolving Cash, Stores & Prepaid	150,000		150,000	150,000		150,000	150,000		150,000
Restricted Programs		13,816,691	13,816,691		8,377,152	8,377,152		1,246,720	1,246,720
9780 assignment	8,136,039		8,136,039	7,208,829		7,208,829	-		-
3% REU (9789)	8,772,872	-	8,772,872	7,564,336	-	7,564,336	7,608,893	-	7,608,893
UNASSIGNED (9790)	8,758,903	-	8,758,903	2,758,609	-	2,758,609	2,714,052	-	2,714,052



FY 2021-22 Proposed Budget Report

Components of Ending Fund Balance - Unrestricted

		UNRESTRICTED 2021-22 Budget	UNRESTRICTED 2022-23 Proj	UNRESTRICTED 2023-24 Proj
A	Beginning Balance	33,624,158	25,817,814	17,681,775
B	Unrestricted Revenues	207,799,597	202,274,737	203,021,376
C	Unrestricted Expenses	127,692,675	125,684,493	125,306,646
D	Contribution	-87,913,266	-84,726,283	-84,923,560
E	B-C+D Total Surplus/(Deficit)	-7,806,344	-8,136,039	-7,208,829
F	A+E Ending Balance	25,817,814	17,681,775	10,472,945
Assignments:				
G	Revolving Cash, Stores & Prepaid	150,000	150,000	150,000
H	Other Assignments			
	Unrestricted Programs	8,136,039	7,208,829	0
I	3% REU (9789)	8,772,872	7,564,336	7,608,893
F-G-H-I	UNASSIGNED (9790)	8,758,903	2,758,609	2,714,052



FY 2021-22 Proposed Budget Report All Other Funds

Fund	Description	Beginning Balance	Revenue Transfers In	Expenditures Transfers Out	Ending Balance
9	Charter Revenue Fund	0	3,893,815	3,855,863	37,952
10	Special Ed. Pass Through	0	70,862,955	70,862,955	0
12	Child Development	435,306	17,320,298	17,320,298	435,306
13	Cafeteria	2,302,981	12,291,612	13,769,188	825,405
21	Building Fund (GO Bonds)	0	1,598	1,598	0
25	Capital Facilities (Dev Fees)	0	781,946	781,946	0
40	Capital Outlay	-1	66	69	-4
49	Building Fund (Spec Tax Bonds)	-1	201	201	-1
52	Debt Service (Spec Tax Bonds)	12,154,713	6,103,000	7,351,929	10,905,784
56	Debt Service (COPs)	2,675	3,311,458	3,311,458	2,675



Looking Forward

- Enacted Budget
- Enrollment, ADA
- 45 Day Update

Questions?