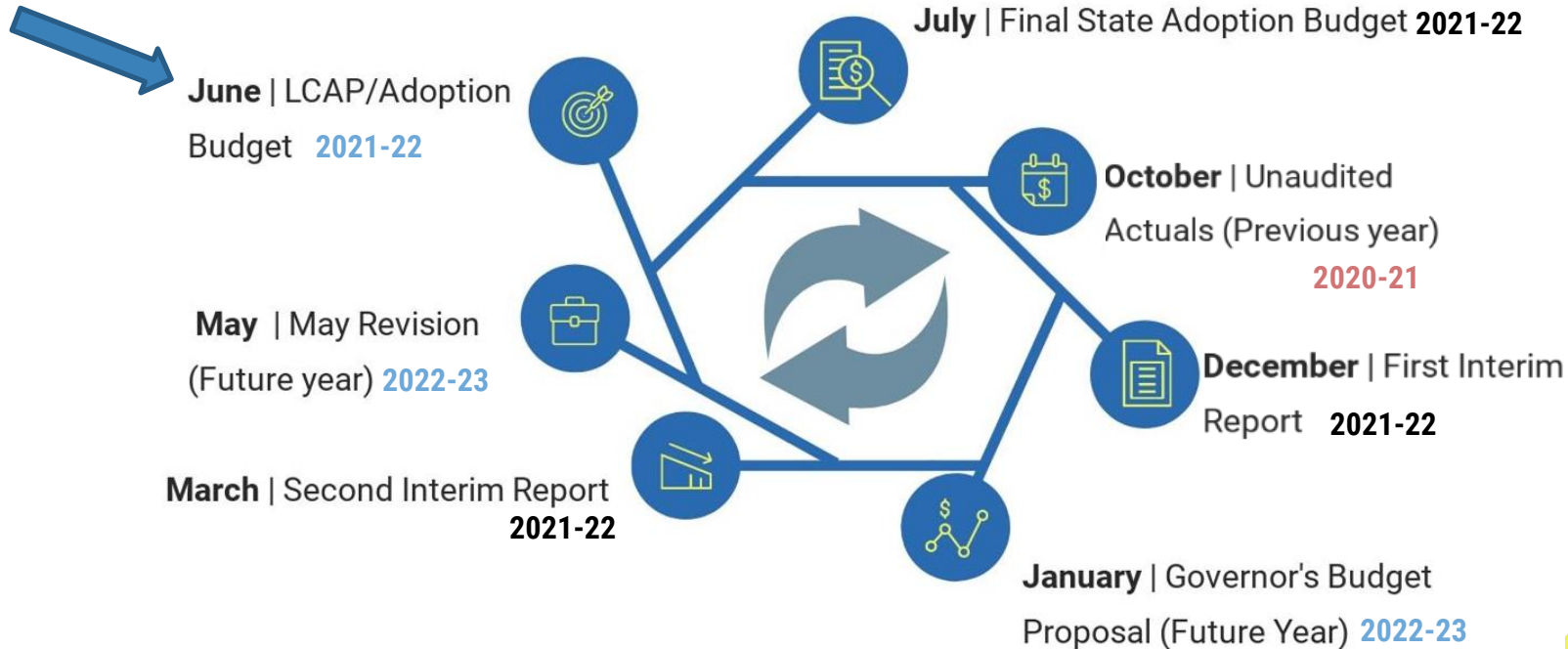


Proposed 2021-22 Budget Public Hearing

June 3, 2021

Budget Reporting Cycle



Executive Summary

The budgets are prepared based on the latest information available to date. The current year budgets were reviewed to estimate actual revenues and spending. For 2021-22, the proposed budget contains projected revenue increases and continued one-time COVID relief funding. These projections are from the Governor's May Revision and are subject to change with the Final State Budget.

The District has developed a preliminary spending plan for next year that addresses the following needs:

- Required (State/Local) Expenditures
- State Pension Cost Changes
- Inflation/Cost Increases
- K-3 Class Size regulations and local teacher staffing
- Spending to maintain minimum reserve level of 3%

Budget Summary 2021-22

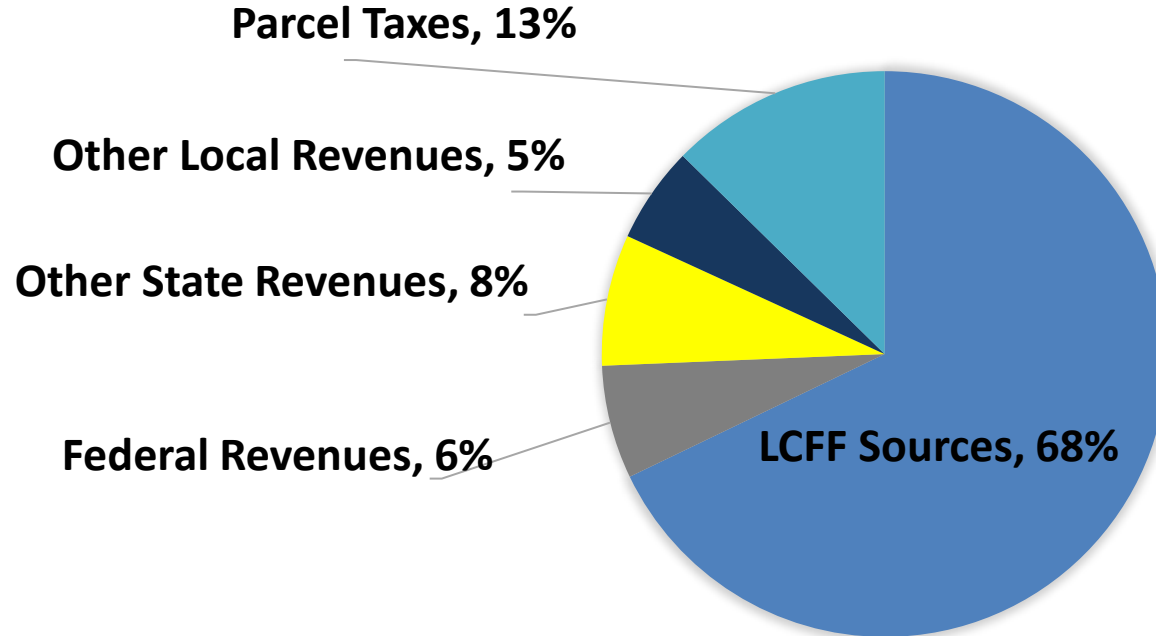
- 2021-22 Local Control Funding Formula (LCFF)
 - LCFF 5.07% Mega COLA = increased revenue of \$846,000 since Second Interim
- Increased Unemployment Insurance of \$800,000
- Cash flow needs from deferral of LCFF apportionment payment and COVID allocations
- Categorical programs budgeted as awarded
- Final State budget details subject to change

Total General Fund Budget

(In Millions)	2020-21 Estimated Actuals	2021-22 Adopted Budget	% Difference	
Beginning Balance: July 1	\$9.7	\$13.5	38.5%	
+Revenues	\$118.7	\$107.5	-9.4%	One-time COVID funding
-Expenditures	\$113.7	\$108.6	-4.5%	One-time costs and programs
+Other Financing Sources/Uses	(\$1.2)	(\$1.6)	26.0%	Reduced by impact of COVID on transfers
= Surplus/(Deficit) Spending	\$3.8	(\$2.7)	-171.7%	
Ending Balance: June 30	\$13.5	\$10.8	-19.9%	
Ending Balance %	5.5%	5.3%	-3.3%	State minimum 3% plus 2+% assigned

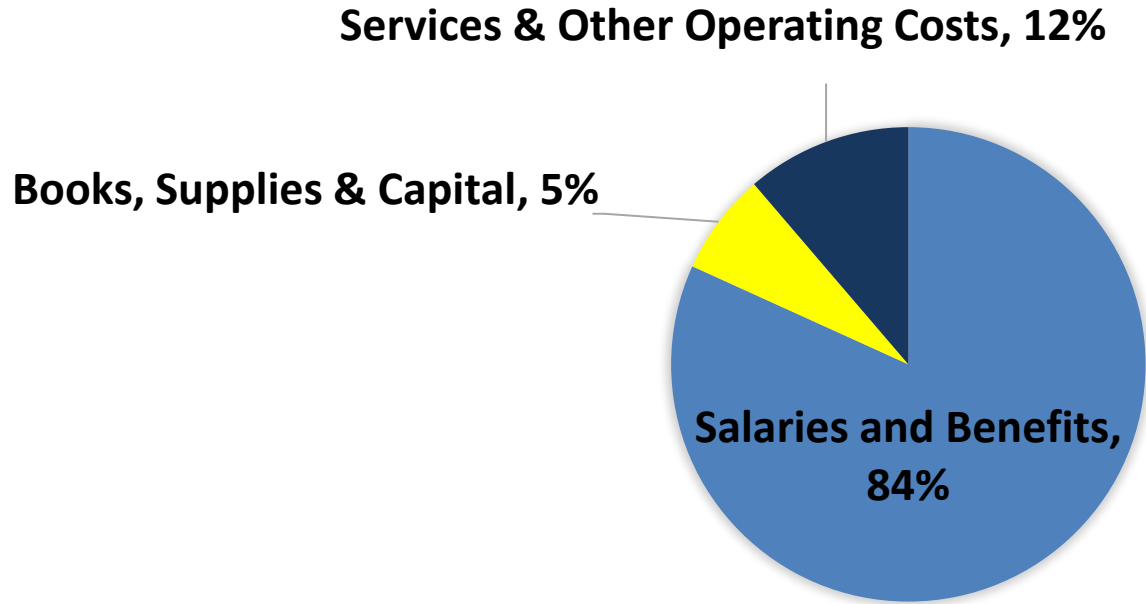
2021-22 Sources of Revenue

\$107.5 Million



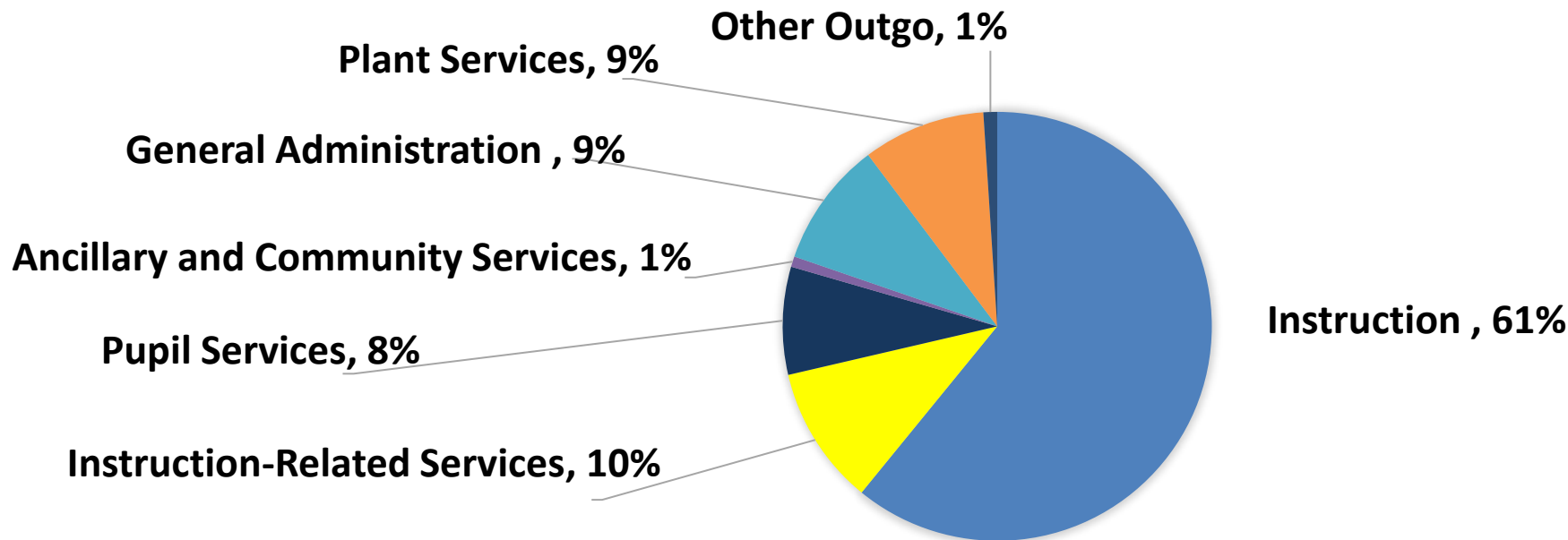
2021-22 Expenditures by Type

\$108.6 Million



2021-22 Expenditures by Activity

\$108.6 Million



COVID Resources and Expenditures

Estimated as of 6/30/21*

Source	Revenue	Expenditure	Balance
SB 117	\$133,655	\$133,655	\$0
CRF	\$3,092,281	\$3,092,281	\$0
GEER	\$488,072	\$488,072	\$0
ESSER I/II/III**	\$8,531,229	\$3,716,778	\$4,814,451
LLM	\$595,106	\$595,106	\$0
IPI	\$2,291,801	\$2,291,801	\$0
ELO	\$4,870,263	\$1,100,000	\$3,770,263
Total	\$20,002,407	\$11,417,693	\$8,584,714

* Estimates will change during year-end closing based on actual date of receipt of goods and services

**\$1.4 million available in future budget year

Multi-Year Projections Summary

- Local Control Funding Formula (LCFF)
 - LCFF COLA 2.48% in 2022-23 and 3.11% in 2023-24
 - Estimated net decline in enrollment – 77 students from FY 2022-24
- Pension rate increases for PERS and STRS
- One-time COVID revenue sources fully expended
- Categorical programs budgeted as awarded
- Final State budget details subject to change

Proposed Budget Multi-Year Projection

Unrestricted General Fund

(In Millions)	2021-22	2022-23	2023-24
Beginning Balance July 1	\$6.3	\$5.9	\$3.3
+Revenues	\$88.5	\$87.3	\$89.9
-Expenditures	\$69.0	\$69.8	\$69.8
+Other Financing Sources/Uses	(\$19.9)	(\$20.0)	(\$20.1)
= Surplus/(Deficit) Spending	(\$0.5)	(\$2.5)	(\$0.1)
Ending Balance June 30	\$5.9	\$3.3	\$3.3
<i>Ending Balance %</i>	<i>5.3%</i>	<i>3.1%</i>	<i>3.1%</i>

Proposed Budget Multi-Year Projection

Restricted General Fund

(In Millions)	2021-22	2022-23	2023-24
Beginning Balance July 1	\$7.2	\$4.9	\$3.0
+Revenues	\$19.0	\$15.7	\$13.8
-Expenditures	\$39.6	\$36.1	\$34.7
+Other Financing Sources/Uses	\$18.4	\$18.4	\$18.6
= Surplus/(Deficit) Spending	(\$2.2)	(\$1.9)	(\$2.4)
Ending Balance June 30	\$4.9	\$3.0	\$0.6

Multi-Year Projection Summary

Proposed Budget with Reductions in 2022-23 and 2023-24

Proposed 2021-22 Adopted Budget	2020-21	2021-22	2022-23	2023-24
LCFF COLA	0.00%	5.07%	2.48%	3.11%
LCFF Revenue Growth	(\$140,000)	\$2,980,000	(\$1,380,000)	\$2,300,000
Budget Reductions to Maintain 3% Reserve	\$0	\$0	(\$1,580,000)	(\$1,040,000)
Operating Deficit/Surplus	\$130,000	(\$470,000)	(\$2,510,000)	(\$80,000)
Reserve %	5.5%	5.3%	3.1%	3.1%
<i>Reserve for Economic Uncertainties %</i>	3.0%	3.0%	3.0%	3.0%
<i>Reserve for Economic Uncertainties \$</i>	\$3,470,000	\$3,310,000	\$3,270,000	\$3,190,000
<i>Available Reserve Dollar Value above 3%</i>	\$2,800,000	\$2,470,000	\$0	\$0

Next Steps

- Adopted Budget approved at the June 17 Board Meeting
- Budget submitted to Yolo County Office of Education for review and approval
- Final State Budget (July)
- Unaudited Actuals (September)
- First Interim Budget (December)

Acknowledgements

The Adopted Budget represents the time and effort of our District team. This budget includes extra efforts by the fiscal team, as well as District department and program staff.