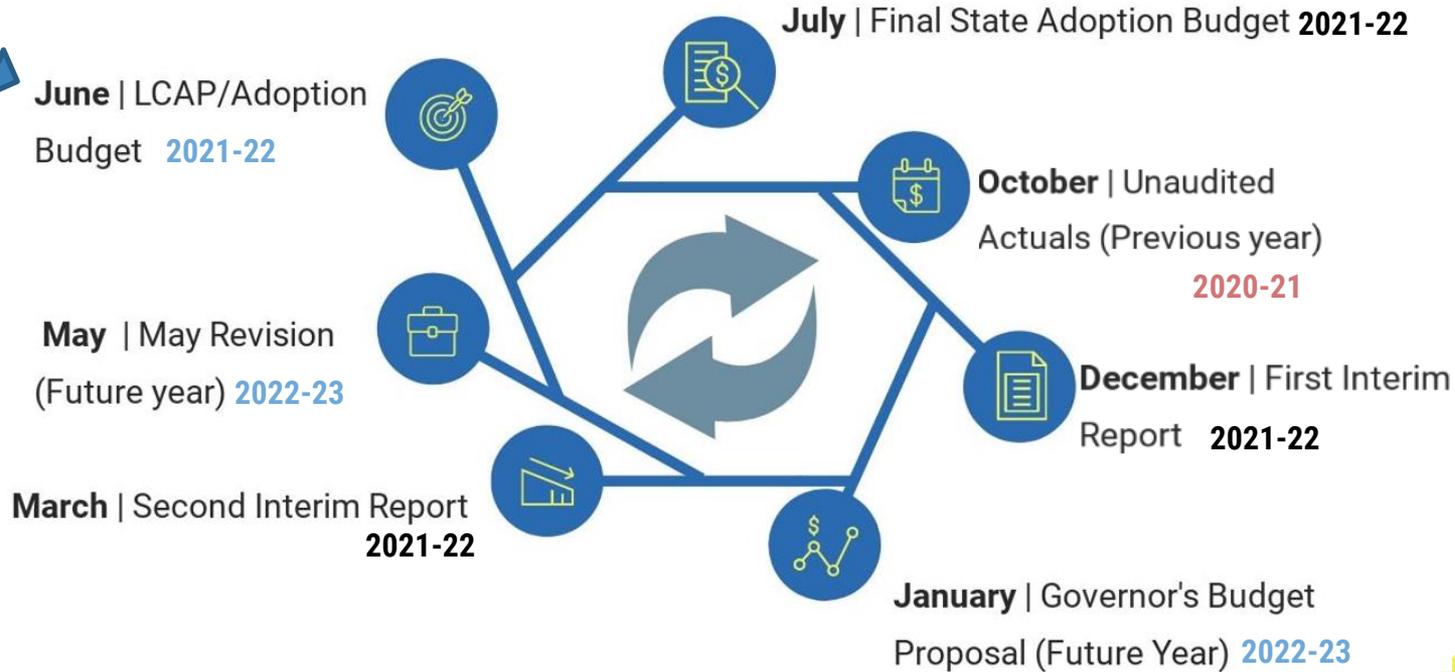


# Proposed 2021-22 Budget Public Hearing

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

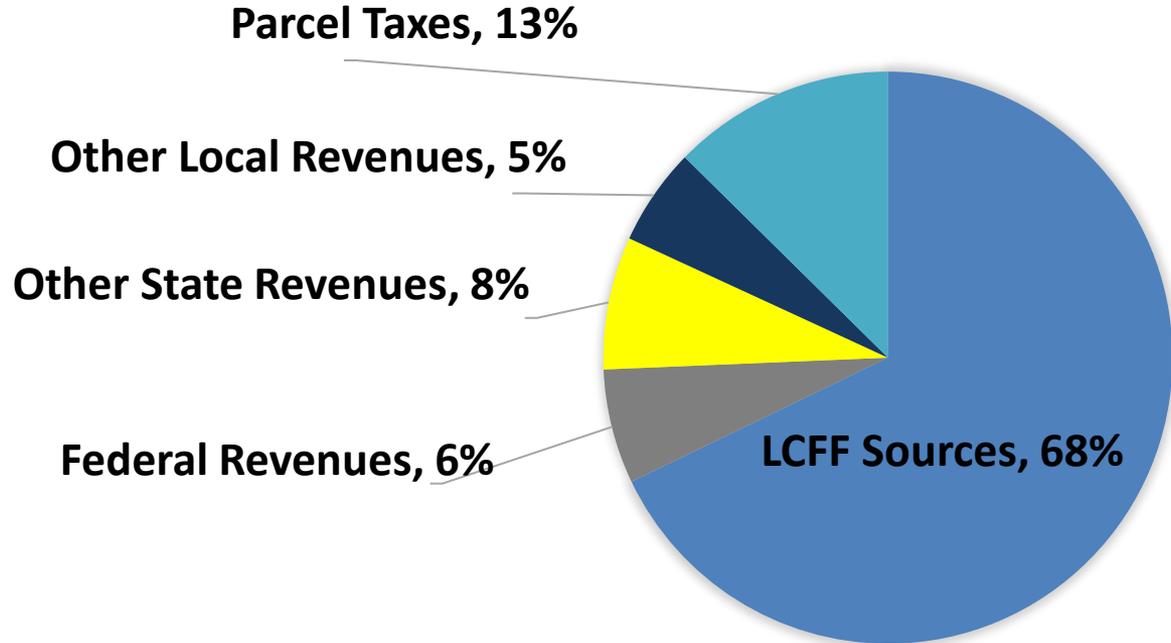
- 2021-22 Local Control Funding Formula (LCFF)
  - LCFF 5.07% Mega COLA = increased revenue of \$846,000 since Second Interim
- Increased Unemployment Insurance of \$800,000
- Cash flow needs from deferral of LCFF apportionment payment and COVID allocations
- Categorical programs budgeted as awarded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

# Total General Fund Budget

(In Millions)	2020-21 Estimated Actuals	2021-22 Adopted Budget	% Difference	
<b>Beginning Balance: July 1</b>	<b>\$9.7</b>	<b>\$13.5</b>	<b>38.5%</b>	
+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
<b>= Surplus/(Deficit) Spending</b>	<b>\$3.8</b>	<b>(\$2.7)</b>	<b>-171.7%</b>	
<b>Ending Balance: June 30</b>	<b>\$13.5</b>	<b>\$10.8</b>	<b>-19.9%</b>	
<b>Ending Balance %</b>	<b>5.5%</b>	<b>5.3%</b>	<b>-3.3%</b>	<b>State minimum 3% plus 2+% assigned</b>

# 2021-22 Sources of Revenue

## \$107.5 Million

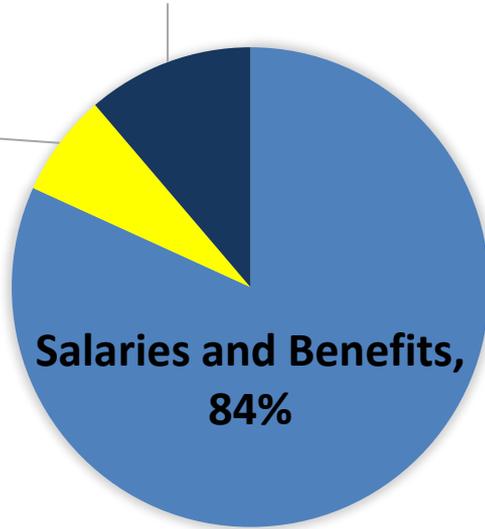


# 2021-22 Expenditures by Type

## \$108.6 Million

**Services & Other Operating Costs, 12%**

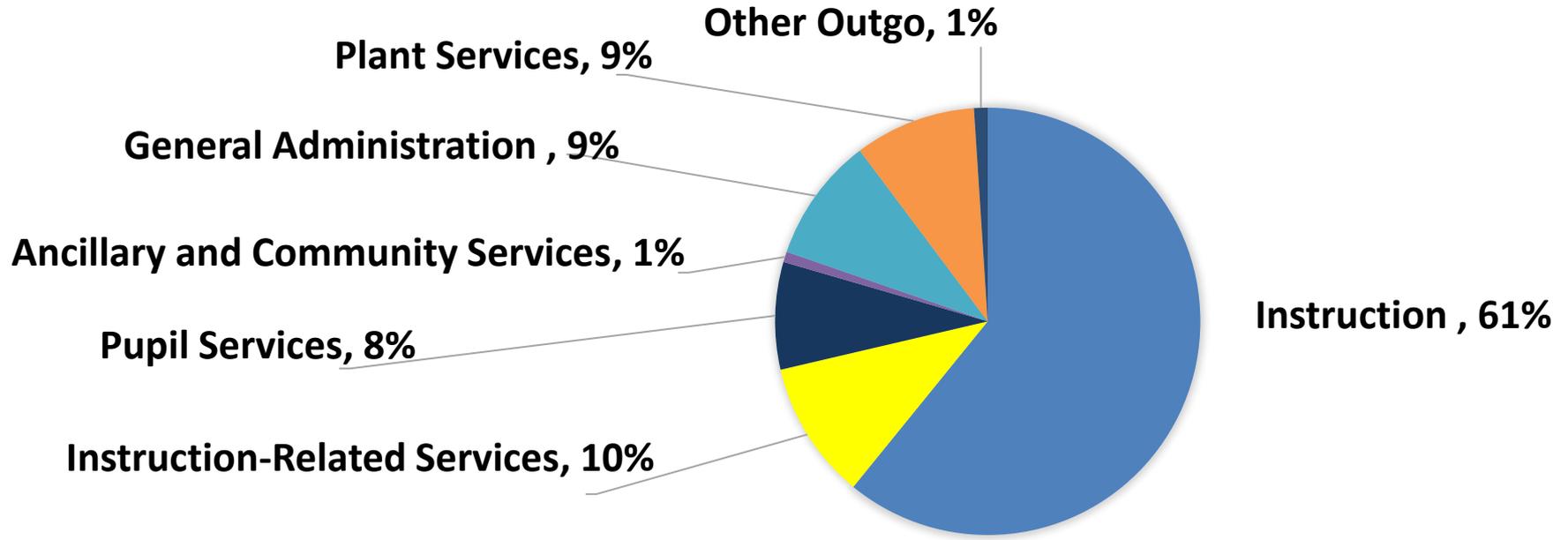
**Books, Supplies & Capital, 5%**



**Salaries and Benefits,  
84%**

# 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
<b>Total</b>	<b>\$20,002,407</b>	<b>\$11,417,693</b>	<b>\$8,584,714</b>

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

# Proposed Budget Multi-Year Projection

## Restricted General Fund

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

# 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.