2021-22 First Interim Presentation

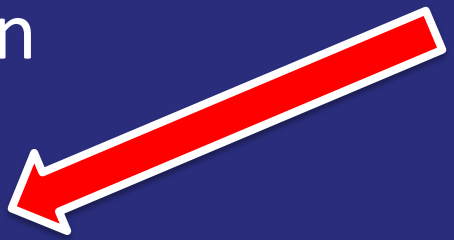
Presented By Kevin Collins
Assistant Superintendent
December 14, 2021

2021-22 First Interim

- Review Annual Budget Cycle
- 2021-22 Budget and Reserve Update
- Ending Fund Balance and Multi-Year Projection
- COVID Funding Overview
- Enrollment Update
- TRAN Update
- Next Steps

2021-22 Budget Cycle

- January 2021 — Governor's Budget Proposal
- May 2021 — May Revise
- June 2021 — Original Budget - Adoption
- July 1, 2021 — Beginning of Fiscal Year
- December 2021 — First Interim Presentation
- March 2022 — Second Interim Presentation
- June 30, 2022 — End of Fiscal Year
- September 2022 — Unaudited Actuals
- December 2022 — Audit Report



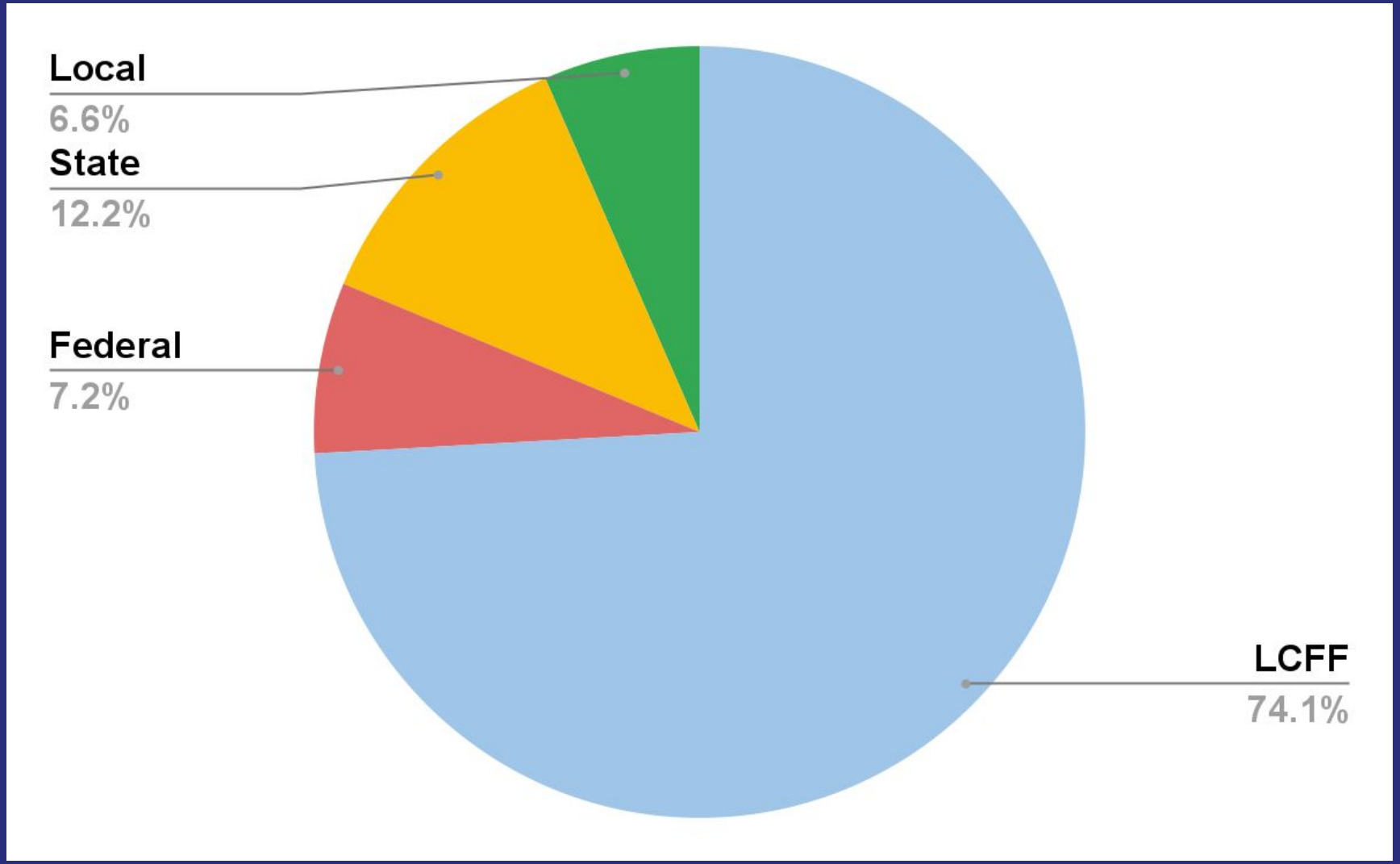
2021-22 Revenues

	Original	First Interim	Change	Notes
LCFF	$93,530,274	$96,253,141	$2,722,867	Concentration Grant, UPP
Federal	$4,616,752	$9,306,680	$4,689,928	COVID Funding
State	$11,800,353	$15,806,570	$4,006,217	COVID Funding, ELOP, Educator Effectiveness Grant, etc
Local	$7,721,295	$8,510,140	$788,845	Additional SELPA Funding
Total	$117,668,674	$129,876,531	$12,207,857	

2021-22 General Fund Revenues

Total General Fund Revenue: $129,876,531

Includes $6,310,654 in state and federal COVID related funding.



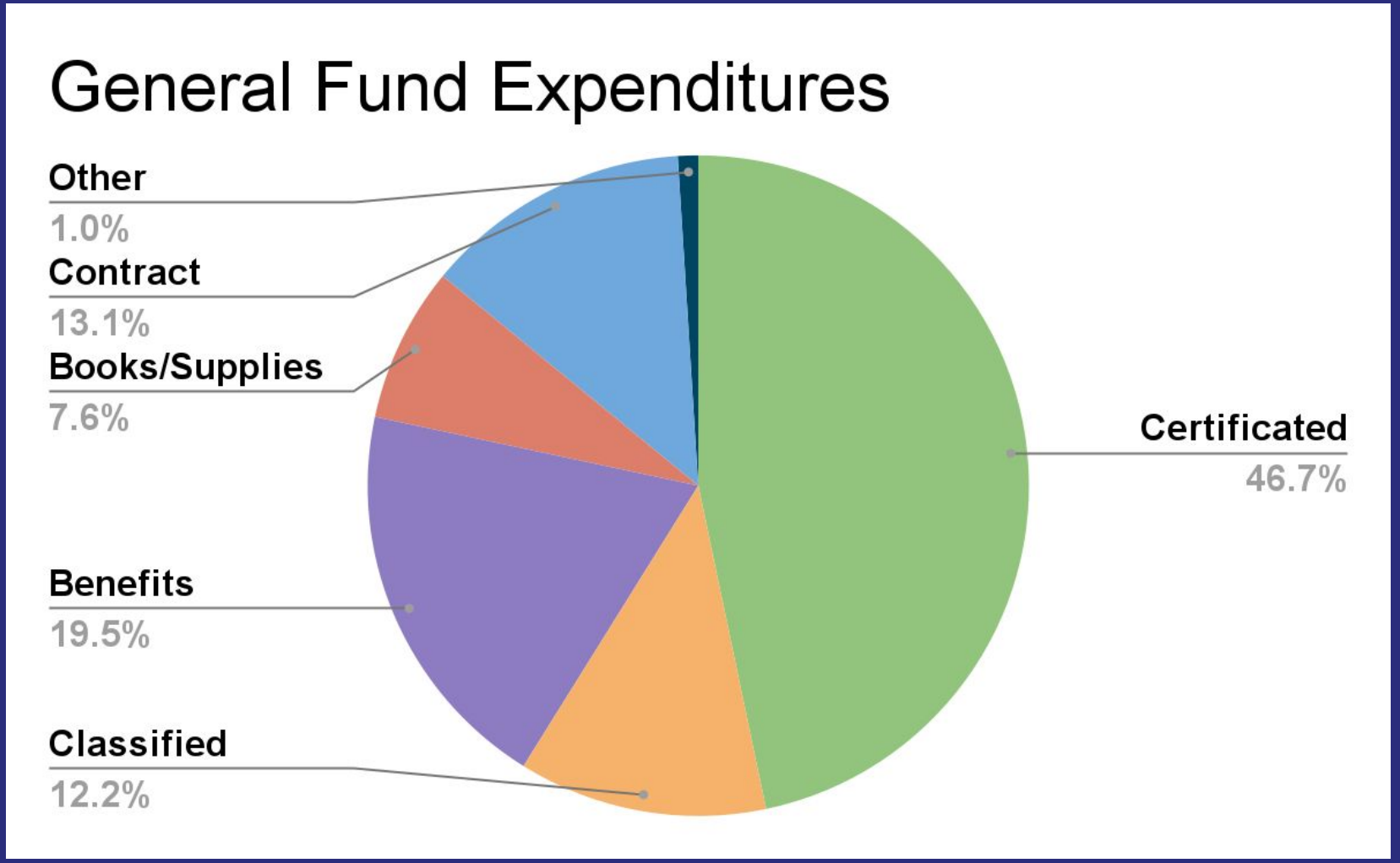
2021-22 Expenditures

	Original Budget	First Interim	Change	Notes
Certificated Salaries	$59,808,371	$60,940,390	$1,132,019	Independent Study staff
Classified Salaries	$15,120,962	$15,838,205	$717,243	COVID funded positions
Benefits	$26,455,199	$27,078,757	$623,558	
Books and Supplies	$3,151,408.00	$3,778,610.00	$627,202	COVID funding
Services	$17,283,717	$19,758,997	$2,475,280	COVID funding
Capital Outlay	$161,900	$249,300	$87,400	
Other / Transfers	$1,154,728	$1,181,530	$26,802	
Total	$123,136,285	$128,825,789	$5,689,504	

2021-22 General Fund Expenditures

Total General Fund Expenditures: $128,825,791

81% Employee Salaries and Benefits



2021-22 Ending Fund Balance (EFB)

- Due to decreased expenditures during distance learning and strategic use of COVID funds, district ending fund balance increased over the past two years.
- We estimate the following Ending Fund Balance as of 6/30/2022:
  - Unrestricted Ending Fund Balance: $17,374,801
  - Restricted Ending Fund balance: $11,007,437
- Restricted EFB includes Redevelopment Agency facilities funds, local donations, and some COVID funds intended to be spent over next three years.

2021-22 Multi-Year Projection

	2021-22	2022-23	2023-24
Revenues	$129,876,531	$129,774,668	$133,591,063
Expenditures	$128,855,791	$132,882,562	$135,122,137
Increase/(Decrease)	$1,020,740	-$3,107,894	-$1,531,073
Unrestricted EFB	$17,374,801	$13,871,971	$11,962,456
Restricted EFB	$11,007,437	$11,442,372	$11,820,815

MYP based on:

- Flat enrollment for 2022-23 and beyond, 95% attendance
- 2.48% COLA in 2022-23 and 3.11% COLA in 2023-24
- Includes negotiated salary increase

2021-22 COVID Funding

- SLUSD is being granted $22,115,199 in several additional sources of COVID funding:
  - ELOG - Expanded Learning Opportunity Grant
  - ESSER - Elementary and Secondary School Emergency Relief

Grant	Amount	Use By
• ELOG	$6,284,773	June 2024
• ESSER II	$4,883,952	June 2023
• ESSER III	$10,946,474	June 2024

- We have budgeted about $8,000,000 in spending for 2021-22
- We should anticipate all COVID funded services to end in June 2024

Enrollment: Unduplicated Count

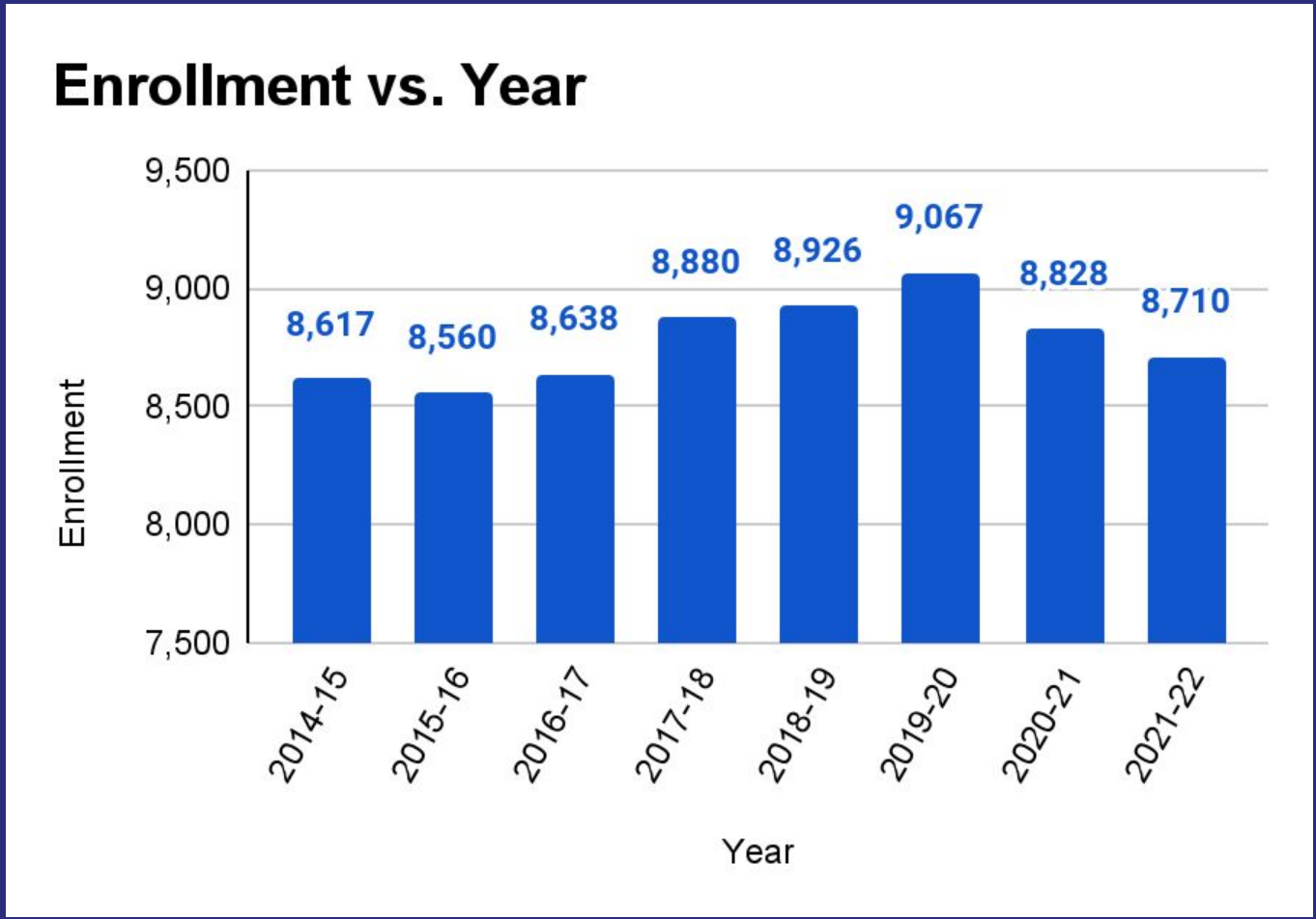
- Students who qualify for Free/Reduced Price Meals, are English Learners, or are Foster Youth, bring additional funding to the district
- Our Unduplicated Pupil Percent (UPP) is estimated at 70% for first interim.
  - Increased from 67% due to new Free/Reduced Price Meal collection process and additional focus on data collection and transmission
  - UPP may increase at Second Interim after CalPADS is “certified”

Enrollment: ADA

- Majority of district funding comes from Average Daily Attendance (ADA) - students attending school each day
- Enrollment has declined by 357 students since 2019-20.
  - Future declining enrollment would represent major financial burden for the district
- Actual attendance is significantly down this year from normal 95% due to COVID related causes

Enrollment and ADA

- Traditionally, district ADA averages about 95% of enrollment
- Preliminary 2021-22 attendance is lower than other years for a variety of reasons
- Using 2019-20 ADA this year will help with current year funding
- Additional enrollment decline AND reduced attendance would have major negative impact beginning next year



TRAN Update

- In anticipation of cash flow problems due to state deferrals, the district received a $10,000,000 Tax Revenue Anticipation Note (TRAN) loan last spring
- Amount was received in March 2021
- Repayment will occur in January 2022
- Most of the cost of the loan will be covered by earned interest

Next Steps

- Auditor will bring final 2020-21 audit report for January 2022 board meeting (late due to federal rule changes)
- Governor will release January Budget estimate in early January 2022

SLUSD 2021-22 First Interim

- Questions or Comments?