



2021-22 FIRST INTERIM

PRESENTED TO THE BOARD OF TRUSTEES ON

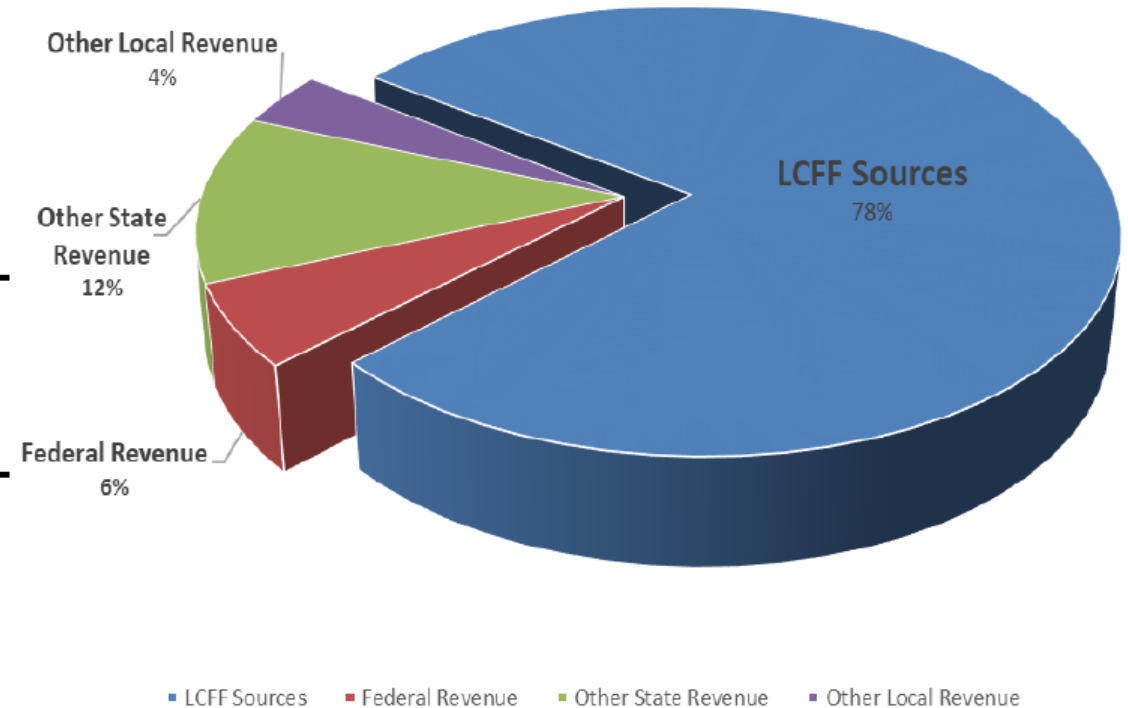
DECEMBER 14TH, 2021

## Key Budget Information for 2021-22 First Interim

- Recommended Certification Status: **Positive**
- 2021 Census Day Enrollment: **761** (795 at Adopted Budget)
- Projected Average daily attendance ratio (ADA) is **733.22** (740.33 at Adopted Budget). The calculated ADA to enrollment for the District is **96.35%**
- \$950,000 of Basic Aid Supplemental (BAS) funding was budgeted in the current and projection years. This amount represents 50% of the current estimated BAS.
- \$440,433 in increased Capital Expenditures not budgeted at Adopted Budget. ESSER funding was utilized to support the Heat Mitigation Project at HMS
- Deficit spending is projected to be **-\$349,881**
- Ending Fund Balance = \$8,330,281
- District Reserve assignments remains whole, Unassigned Balance = \$2,154,027

# General Fund Revenue Sources

Revenue by Object	Dollars per ADA	Total Amount
LCFF Sources	\$ 10,966	\$ 8,040,394
Federal Revenue	\$ 825	\$ 604,628
Other State Revenue	\$ 1,698	\$ 1,245,199
Other Local Revenue	\$ 563	\$ 412,658
<b>Total Revenue</b>	<b>\$ 14,052</b>	<b>\$ 10,302,879</b>
Transfers In & Other Sources		\$ 1,101,923
<b>Total Resources</b>	<b>15,554</b>	<b>\$ 11,404,802</b>



- LCFF Sources include state revenue generated from ADA, EPA, Property Taxes, and Basic Aid Supplemental
- Federal Revenues include COVID Funding, Title Funding & Funding for Special Education
- Other State Revenues include Lottery Monies, COVID Funding, and other one-time Grants
- Other Local Revenues includes GPA donations, field trip donations, SELPA special education transfers, and interest

# ADA & ENROLLMENT RATIO

	2021/22					2022/23					2023/24				
	Enrollment	UPC	UPC / Enroll	ADA	ADA / Enroll	Enrollment	UPC	UPC / Enroll	ADA	ADA / Enroll	Enrollment	UPC	ADA / Enroll	ADA	ADA / Enroll
District	35	12	34.3%	33.95	97.0%	39	13	33.3%	37.83	97.0%	39	15	39.7%	37.83	97.0%
Gravenstein Charter	437	118	27.0%	414.58	94.9%	455	123	27.0%	426.66	93.8%	457	128	30.0%	428.44	93.8%
Hillcrest Middle Charter	289	82	28.4%	280.33	97.0%	290	82	28.3%	281.3	97.0%	290	82	29.2%	281.3	97.0%
GUSD Total	761	212	28.67%	728.86	94.94%	784	218	28.50%	745.79	95.39%	786	225	31.33%	747.57	95.38%

- The enrollment on CBEDS day was 761
- Average Daily Attendance is estimated at 733.22
- The estimate ADA percentage used in the budget is 94.94%
- Unduplicated Pupil Percentage used for Title I funding is estimated at 35.92% for our Charter students and 28.92% for District students.

# COLA

Projected year COLA estimates provided by School Services of California. See the Appendix section of the Interim document for further details.

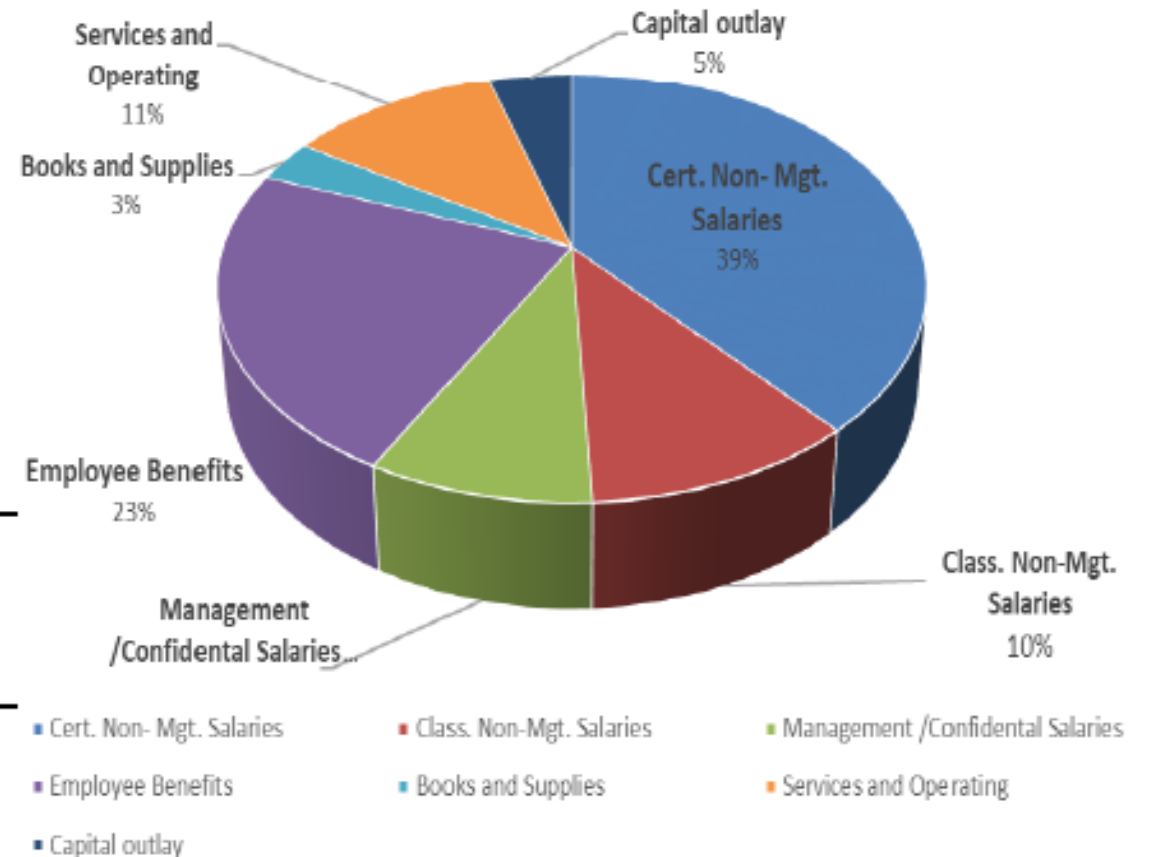
Current year LCFF revenue is based on a **5.07** COLA. This COLA represents:

- Unfunded 2020-21 prior year COLA of 2.31 %
- Estimated 2021-22 current year COLA of 1.7 %
- Addition of 1.0 % from the Governor

	2021-22		2022-23		2023-24	
	1st Interim		Year 2 - Projection		Year 3 - Projection	
COLAs used	5.07%		2.48%		3.11%	

# General Fund Expenditures

Expenditures by Object	Dollars per ADA	Total Amount
Cert. Non-Mgt. Salaries	\$ 5,578	\$ 4,090,222
Class. Non-Mgt. Salaries	\$ 1,521	\$ 1,115,066
Management/Confidential Salaries	\$ 1,247	\$ 914,476
Employee Benefits	\$ 3,311	\$ 2,427,392
Books and Supplies	\$ 460	\$ 337,231
Services and Operating	\$ 1,644	\$ 1,205,567
Capital outlay	\$ 660	\$ 483,888
Other Outgo	\$ -	\$ -
<b>Total Expenditures</b>	<b>\$ 14,421</b>	<b>10,573,842</b>
Transfers Out and Other	\$	1,180,841
<b>Total Uses/Expenses</b>	<b>\$ \$16,032</b>	<b>11,754,683</b>



- Salary Categories have been updated to reflect additional management hires (Director of Maintenance and Operations) since the Adopted Budget and confidential non-GUCE employee salaries
- Increased Capital Outlay expenditures reflects ESSER Funding utilized on the HMS Heat Mitigation project

# Deficit Spending

Deficit spending is projected in all three years due to:

1. Contributions to support ongoing deficit spending at Gravenstein Elementary School Charter (\$542,400) and Hillcrest Middle School Charter (\$544,000)
2. \$440k in capital expenditures from ESSER Funds (2021-22 only)
3. COLA not keeping up with the increases in STRS & PERS:

<u>STRS rates%</u>	<u>Yearly Increase</u>	<u>PERS Rates %</u>	<u>Yearly Increase</u>
2021-22 is 16.92 %	\$ 60,852	2021-22 is 22.91 %	\$42,065
2022-23 projected at 19.10 %	\$124,820	2022-23 projected at 26.10 %	\$59,724
2023-24 projected at 19.10 %	\$ 6,873	2023-24 projected at 27.10 %	\$17,009

4. Ongoing transfers to Fund 03 for Gravenstein Elementary (\$542k), Fund 04 for Hillcrest Middle (\$544k), Fund 14 for Deferred Maintenance (\$25k) in the projection years only and Fund 12 Beyond the Bell (\$42k) in the current year only and Fund 13 Cafeteria Fund (\$37k) in all years
5. Additional Classified support staff necessary for the Enrich! program for all District students

# SALARIES & BENEFITS RATIO TO UNRESTRICTED GENERAL FUND EXPENDITURES

	Current Year (2021-22)	1st Subsequent Year (2022-23)	2nd Subsequent Year (2023-24)
District's Reserve Standard Percentage (Criterion 10B, Line 4)	4.0%	4.0%	4.0%
District's Salaries and Benefits Standard (historical average ratio, plus/minus the greater of 3% or the district's reserve standard percentage):	84.3% to 92.3%	84.3% to 92.3%	84.3% to 92.3%

Fiscal Year	Projected Year Totals - Unrestricted (Resources 0000-1999)			Ratio of Unrestricted Salaries and Benefits to Total Unrestricted Expenditures	Status
	Salaries and Benefits (Form 01I, Objects 1000-3999) (Form MYPI, Lines B1-B3)	Total Expenditures (Form 01I, Objects 1000-7499) (Form MYPI, Lines B1-B8, B10)			
Current Year (2021-22)	7,277,940.00	8,149,885.00		89.3%	Met
1st Subsequent Year (2022-23)	7,515,321.00	8,391,496.00		89.6%	Met
2nd Subsequent Year (2023-24)	7,644,586.00	8,529,129.00		89.6%	Met


All years meet the 4% fluctuation range. The District current and projected salary/benefit ratio to expenditures is 89%.



# RESERVE ASSIGNMENTS FOR FISCAL STABILITY

<b><u>Components of Ending Balance:</u></b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>
Revolving Cash (nonspendable)	1,000	1,000	1,000
Restricted: Prepaid Expenditures	2,270	-	-
➔ Restricted	1,492,797	945,060	487,328
Textbook Adoptions Multi Year	350,000	350,000	350,000
Facilities Master Plan Approved Projects	250,000	250,000	250,000
STRS & PERS Increases 2 Years	110,000	110,000	110,000
Reserve for Enrichments 5 Years	1,500,000	1,500,000	1,500,000
Lesser of 2 M or 30% Rainy Day Reserve	2,000,000	2,000,000	2,000,000
➔ Reserve for Econ.Uncert. (unassigned)	470,187	465,172	468,599
Required to be Positive <i>Unassigned/Unappropriated Amount</i>	2,154,027	1,615,997	1,372,972
➔ <b>Net Ending Balance</b>	<b>8,330,281</b>	<b>7,237,228</b>	<b>6,539,900</b>

# The District is recommending the Board to approve a Positive Certification

Reserve Amounts (Unrestricted resources 0000-1999 except Line 4)	Current Year Projected Year Totals (2021-22)	1st Subsequent Year (2022-23)	2nd Subsequent Year (2023-24)
1. General Fund - Stabilization Arrangements (Fund 01, Object 9750) (Form MYPI, Line E1a)	0.00		
2. General Fund - Reserve for Economic Uncertainties (Fund 01, Object 9789) (Form MYPI, Line E1b)	470,187.00	465,172.00	468,599.00
3. General Fund - Unassigned/Unappropriated Amount (Fund 01, Object 9790) (Form MYPI, Line E1c)	2,154,027.00	1,615,997.00	1,372,973.00
4. General Fund - Negative Ending Balances in Restricted Resources (Fund 01, Object 979Z, if negative, for each of resources 2000-9999) (Form MYPI, Line E1d)	0.00	0.00	0.00
5. Special Reserve Fund - Stabilization Arrangements (Fund 17, Object 9750) (Form MYPI, Line E2a)	0.00		
6. Special Reserve Fund - Reserve for Economic Uncertainties (Fund 17, Object 9789) (Form MYPI, Line E2b)	+ 547,013.00	+ 553,013.00	+ 559,013.00
7. Special Reserve Fund - Unassigned/Unappropriated Amount (Fund 17, Object 9790) (Form MYPI, Line E2c)	0.00		
8. District's Available Reserve Amount (Lines C1 thru C7)	3,171,227.00	2,634,182.00	2,400,585.00
9. District's Available Reserve Percentage (Information only) (Line 8 divided by Section 10B, Line 3)	26.98%	22.65%	20.49%
<b>District's Reserve Standard (Section 10B, Line 7):</b>	<b>470,187.32</b>	<b>465,171.72</b>	<b>468,599.08</b>
Status: 	Met	Met	Met

With the inclusion of BAS, the District's Reserve percentage increases. The state reserve requirement is 4%.

# OTHER FORMS (SACS) AND ADDITIONAL NOTES

## Form ICR: Indirect Cost Rate

- 5.71%

## Form SIAI: Summary of Interfund Activities for All funds

- Fund 03 (Gravenstein Elementary School Charter) – \$542,400
- Fund 04 (Hillcrest Middle School Charter) – \$544,000
- Fund 12 (Beyond the Bell) - \$42,000
- Fund 13 (Cafeteria) - \$36,918

## Form ESMOE: Every Student Succeeds Act Maintenance of Effort Expenditures

- The District will expend as much as last year on all students

### Other Notes

A draft of the 2020-21 Audit was presented to the District on 12/03/2021. The draft included restatements of 2020-21 ending fund balances for the **General Fund 01**, **Student Body Fund 08**, **Beyond the Bell Fund 12**, **Cafeteria Fund 13**, and **Developer Fees Fund 14**. These restatements will be included in the 2<sup>nd</sup> Interim Report.



# Questions?