



2022-23 DISTRICT BUDGET DEVELOPMENT

Current fiscal year status report and building a foundation for 2022-23

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Topics

Fiscal Year 2021-22

- ✓ Legislative and Enrollment Changes
- ✓ Budget Status
- ✓ Fund Balance Projection
- ✓ Key Items Affecting Net Position

Fiscal Year 2022-23

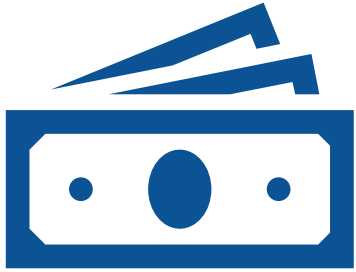
- ✓ Enrollment Projections
- ✓ Preliminary Estimates
- ✓ Fund Balance Goals
- ✓ Next Steps



Systemic Changes

Systemic changes identifies new changes made by the legislature or changes in key data.

Legislative Session Changes



Funding increases based on the Implicit Price Deflator (IPD)

Increased Basic Education Funding approximately \$7 Million



Increase in staffing meant for counselors, nurses, social workers, and psychologists amounts to \$4.6 Million



Materials, Supplies, Operating Costs (MSOC) increasing \$1.4 Million.

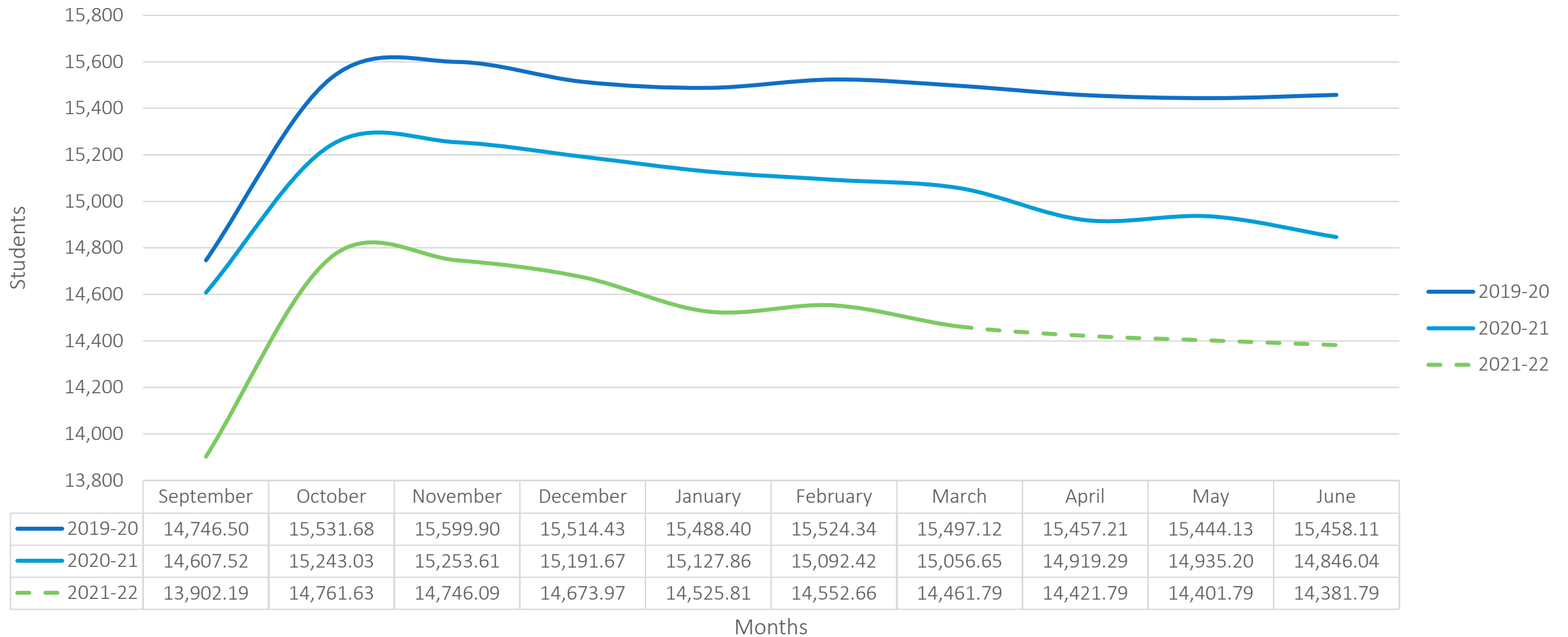


Hold Harmless provisions impact categorical funding.

The LAP program benefited mostly. Instead of losing \$600K the District will gain \$300K.

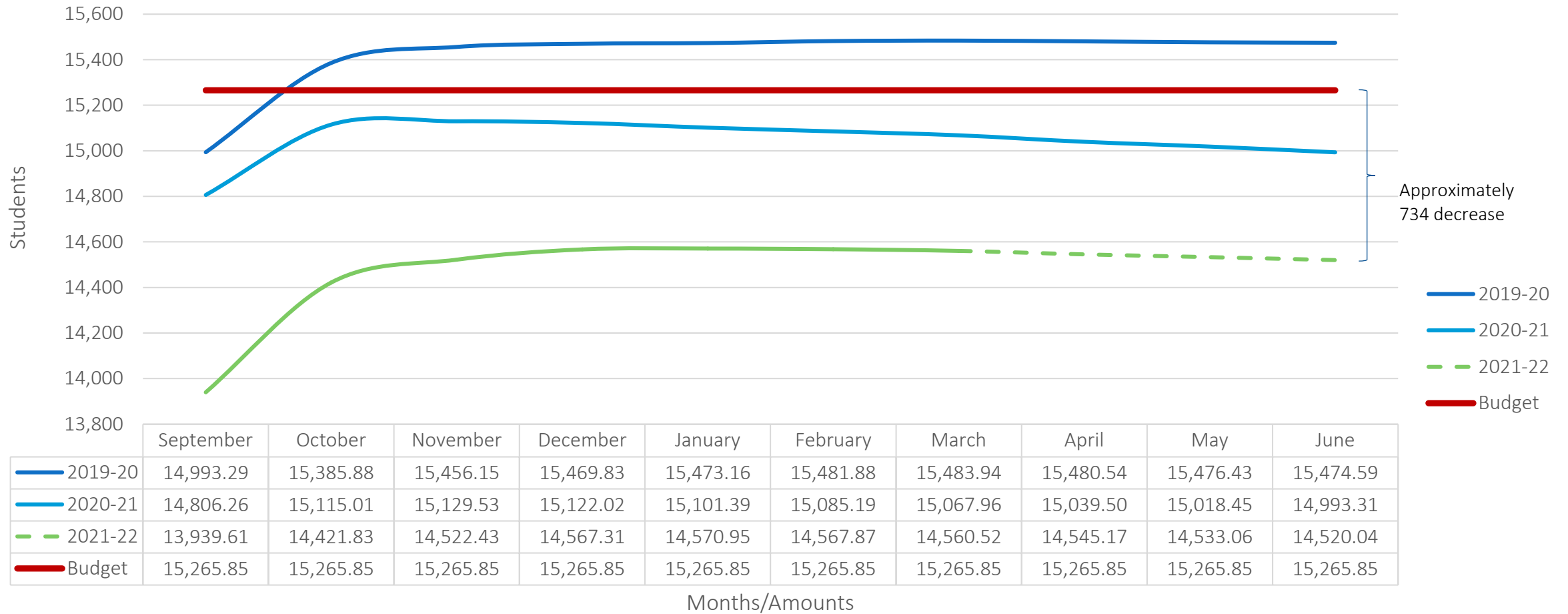
Full-Time Equivalent (FTE) Enrollment Trend

Through Fiscal Year 2021-22



Annual Average Full-Time Equivalent Trend (AAFTE)

Through Fiscal Year 2021-22



Current Budget Status

(General Fund)

An update on the current budget status and a
forecast of a performance trajectory

Revenue Focal Points



\$297,623,975

General Fund
Operating Budget



\$272,666,761

General Fund
Projected Revenues



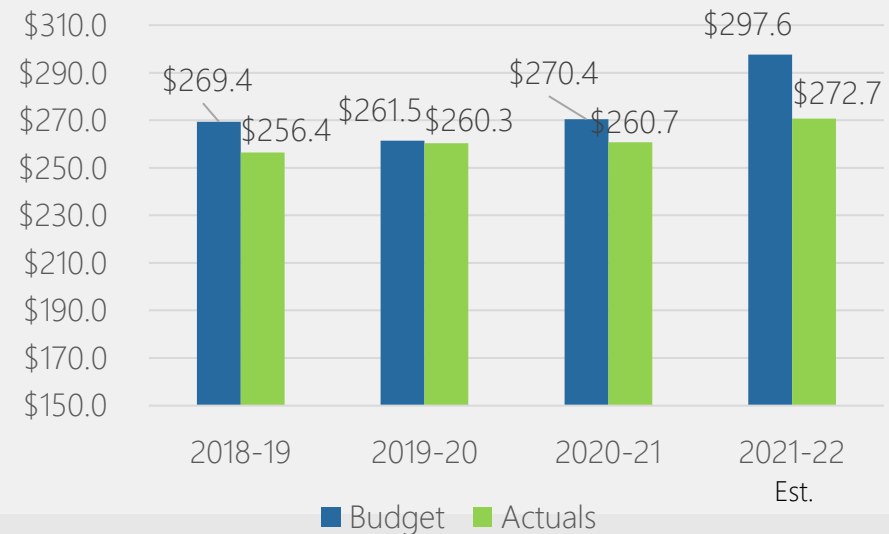
(\$24,957,214)

Revenue Shortfall

Current Year Revenue Shortfall

From fiscal year 2021-22, the District anticipates an annual revenue collections decrease by \$24.9 million.

8.4%



Expenditure Focal Points



\$305,473,528

General Fund
Operating Budget
(Net of Capacity)



\$275,373,112

General Fund
Projected Expenditures
(Net of Capacity)



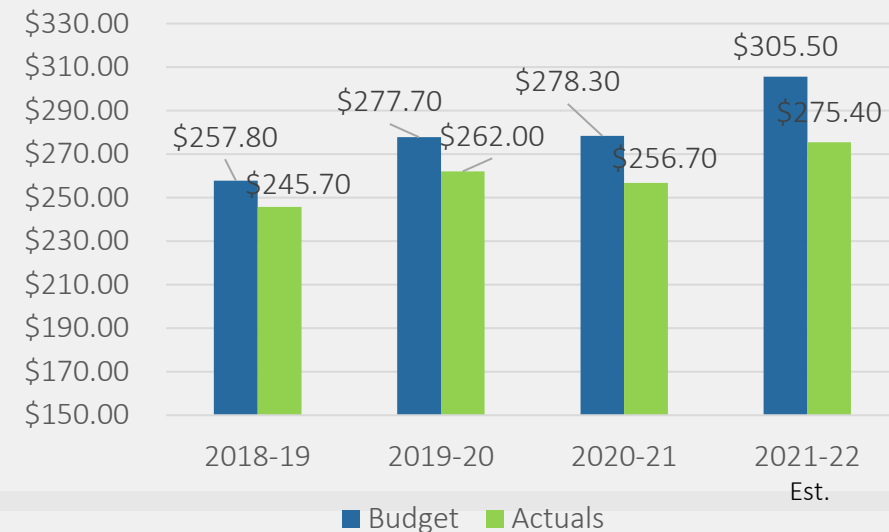
\$30,100,416

Fiscal Unexpended
Allocations

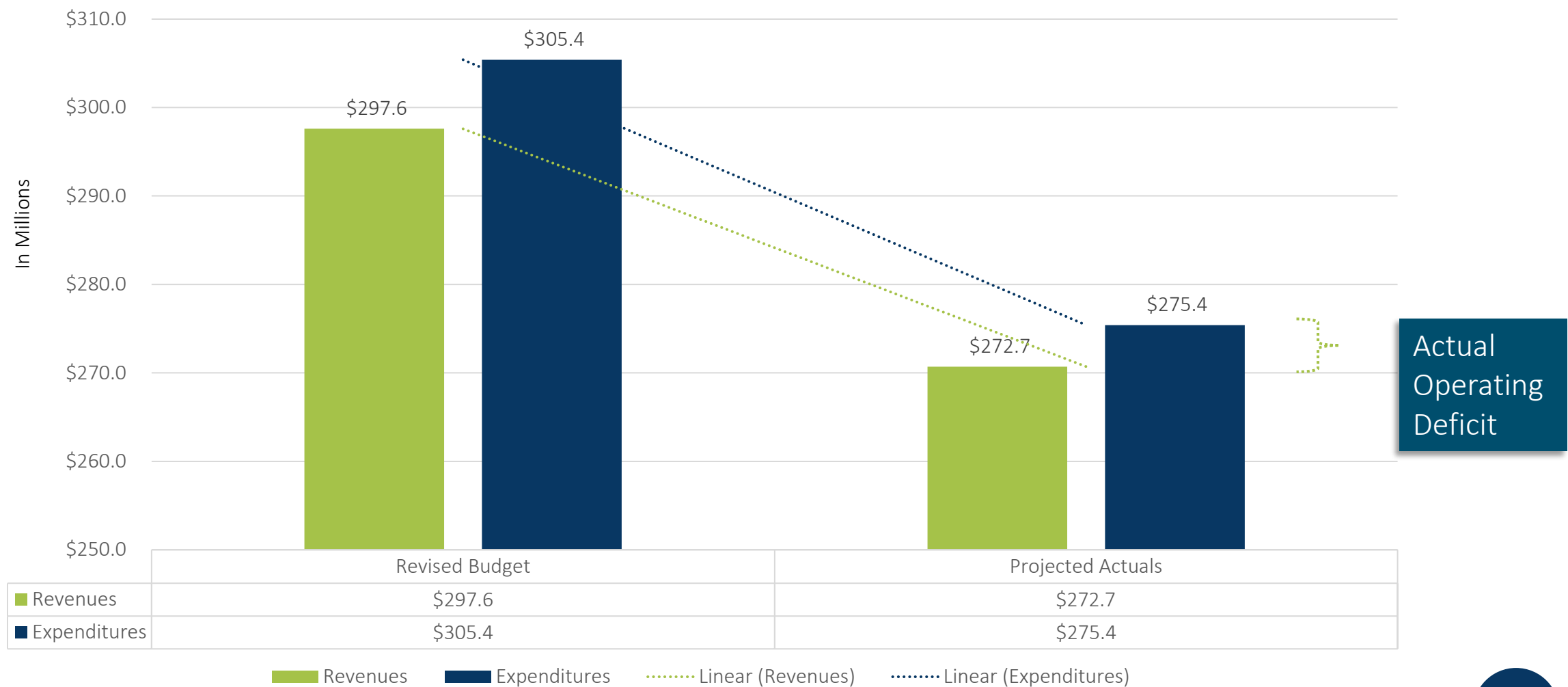
Current Year Expenditure Budget Decrease

For fiscal year 2020-21, the District anticipates an annual expenditure total to decrease by \$30.1 million.

9.9%



Revenues Vs. Expenditures Recap



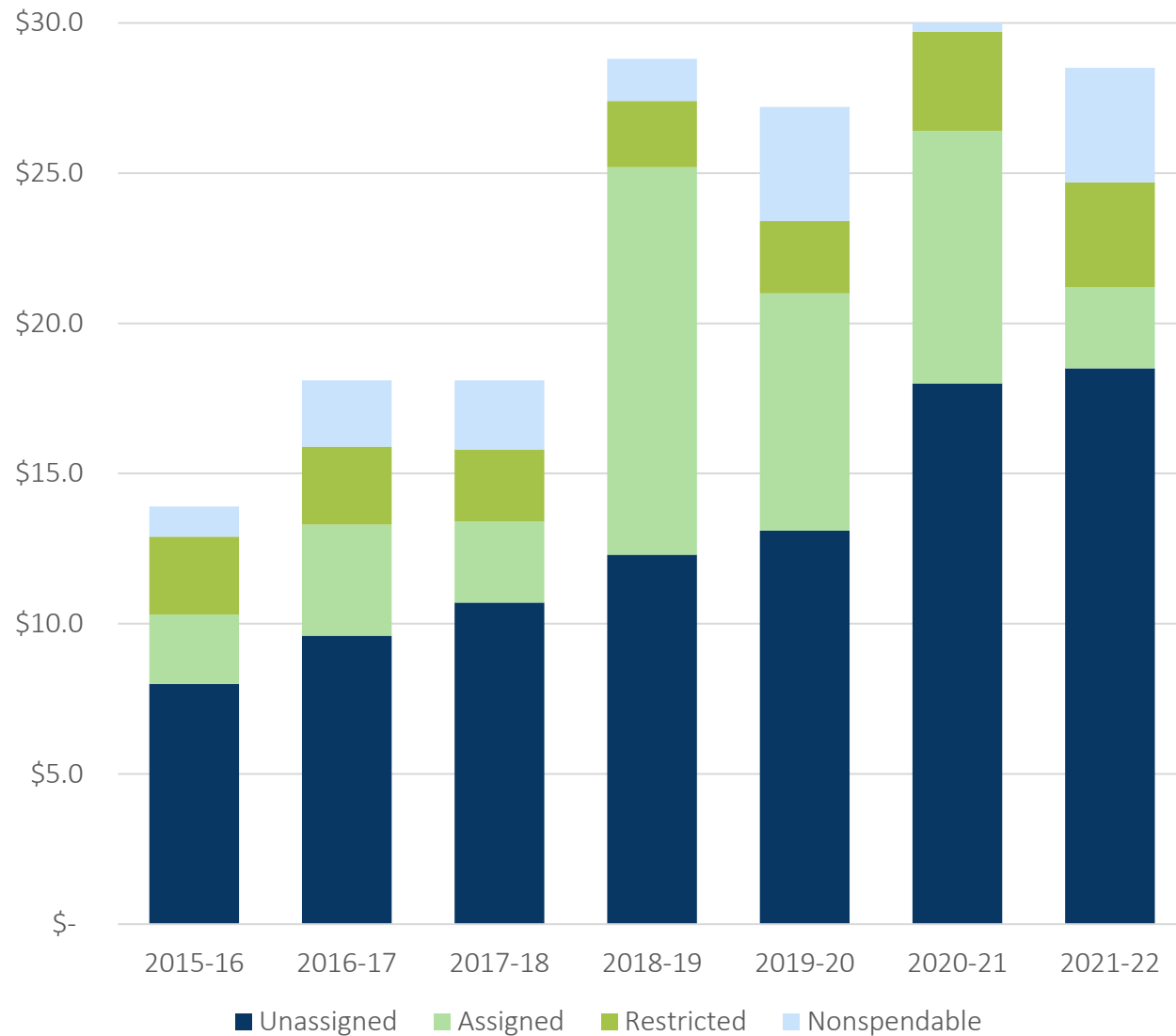
A photograph of children playing on a rope climbing structure at a park. The structure consists of black ropes and white metal frames. A girl in a white shirt and blue jeans is climbing in the center. To her right, another girl in a black shirt and red face mask is standing on a platform. In the background, there are trees and a clear blue sky. A semi-transparent blue overlay covers the left side of the image, containing the title and subtitle text.

Fund Balance Projections

Impacts on fund balance and resources as they transition from year-to-year

Fund Balance Projection





Fund Balance Year-Over-Year

A \$2.7 million deficit results in a minor rebalancing of the fund balance.

2020-21 reflects a minimum fund balance objective of 7% Unassigned.

Key Items Affecting Our Net Position



- Enrollment Decreases - **\$7.2 Million**
- COVID 19 Spending
 - ESSER II Funds (CRSSA Act) - **\$0.2 Million**
 - ESSER III Funds (ARP ACT) - **\$5.1 Million**
- Restored Transportation Funding - \$3.0 Million
- Property Tax Hold Harmless - \$2.0 Million
- Enrollment Hold Harmless - \$4.0 Million *Est.*

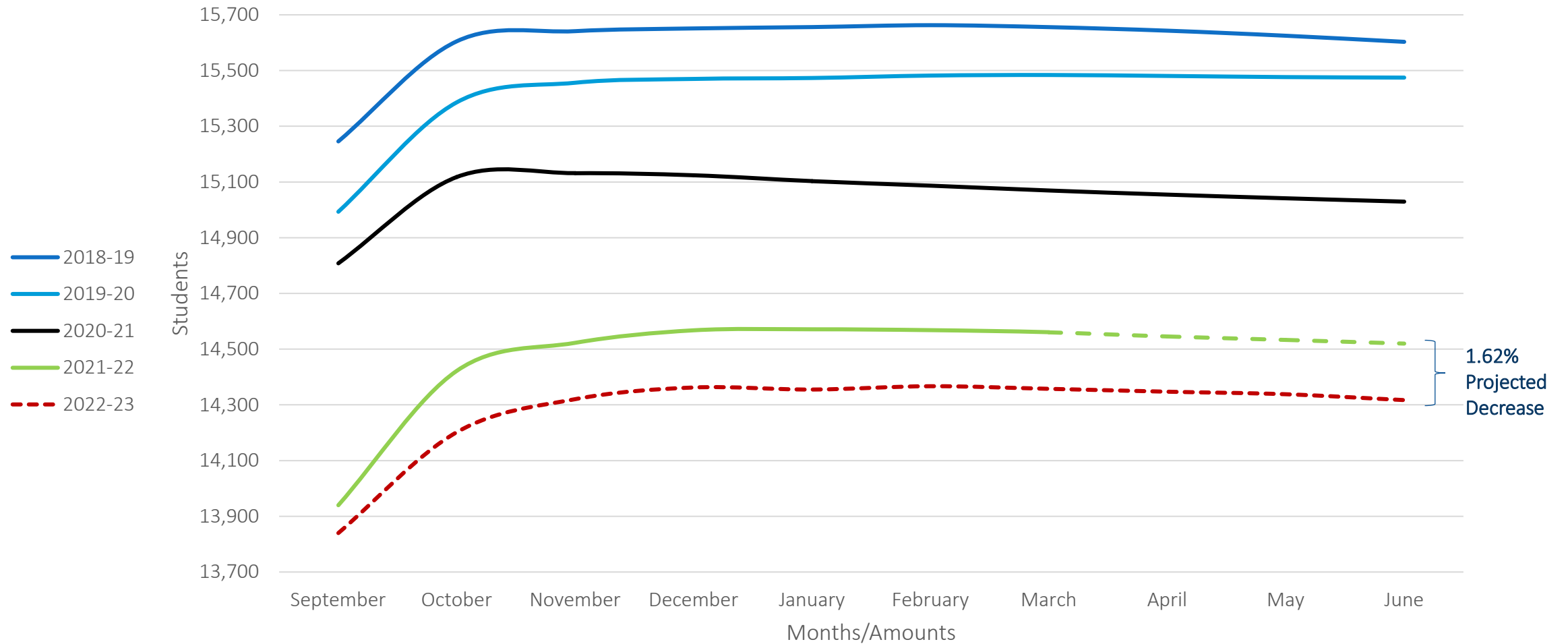


Fiscal Year 2022-23

A look toward next fiscal and the budget challenges.

Annual Average Full-Time Equivalent Trend (AAFTE)

Projected For Fiscal Year 2021-22



* Data includes the Alternative Learning Education, Running Start, and Open Doors programs.

General Fund Revenue Preliminary Estimates

(With Enrollment Adjustments and Without Structural Changes)

Description	2021-22 Budget	Changes	2022-23 Revenue Estimates
Local Taxes	40,021,010	1,533,908	41,554,918
Local Non-Tax	3,989,760	(287,405)	3,702,355
State, General Purpose	153,865,494	4,140,499	158,005,993
State, Special Purpose	46,046,078	4,276,948	50,323,025
Federal, General Purpose	5,000	(1,410)	3,590
Federal, Special Purpose	47,588,703	(8,251,312)	39,337,391
From Other School Districts	633,296	(44,406)	588,890
From Other Entities	1,151,786	(296,686)	855,100
Other Financing Sources	803,958	129,562	933,520
Total Estimated Operating Revenues	294,105,086	1,199,697	295,004,783
Capacity	3,518,889	4,481,110	8,000,000
Total Authority	297,623,975	5,680,807	303,304,783

General Fund Expenditures Preliminary Estimates

(With Enrollment Adjustments and Without Structural Changes)

Description	2021-22 Revised Budget	Projected Changes	2022-23 Expenditure Estimates
Certificated Salaries	\$121,299,082	\$ 6,458,579	\$ 127,757,661
Classified Salaries	53,662,361	790,635	54,452,996
Employee Benefits and Payroll Taxes	65,388,357	2,705,802	68,094,159
Supplies and Materials	42,767,676	(9,929,835)	32,837,841
Purchased Services	21,500,383	(397,884)	21,102,499
Travel	393,807	(26,010)	367,797
Capital Outlay	461,862	444,335	906,197
Total Operating Expenses	305,473,528	45,622	305,519,150
Capacity	90,564	2,903,340	2,993,904
Total	305,564,092	2,948,962	308,513,054

General Fund - Preliminary Budget Plan



\$ 303,304,783

General Fund
Revenue Budget
(No Capacity)



\$308,513,054

General Fund
Projected Expenditures
(Without Structural Changes)



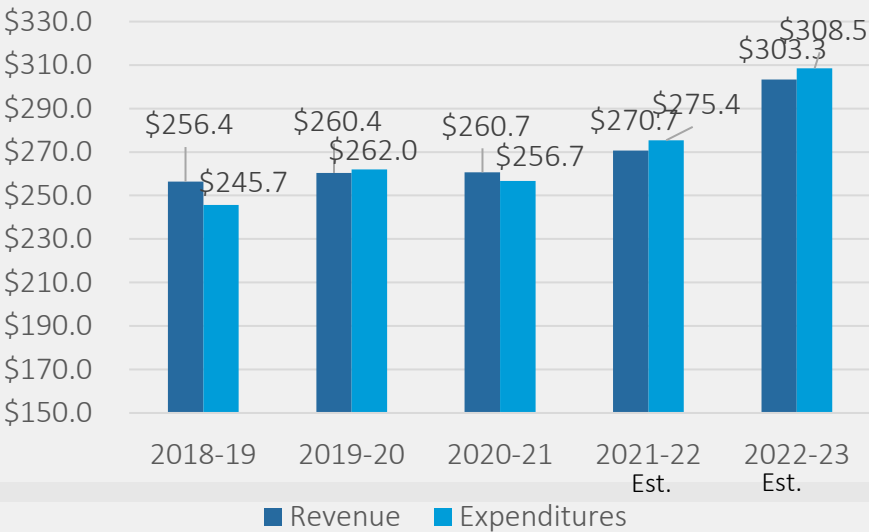
\$5,208,272

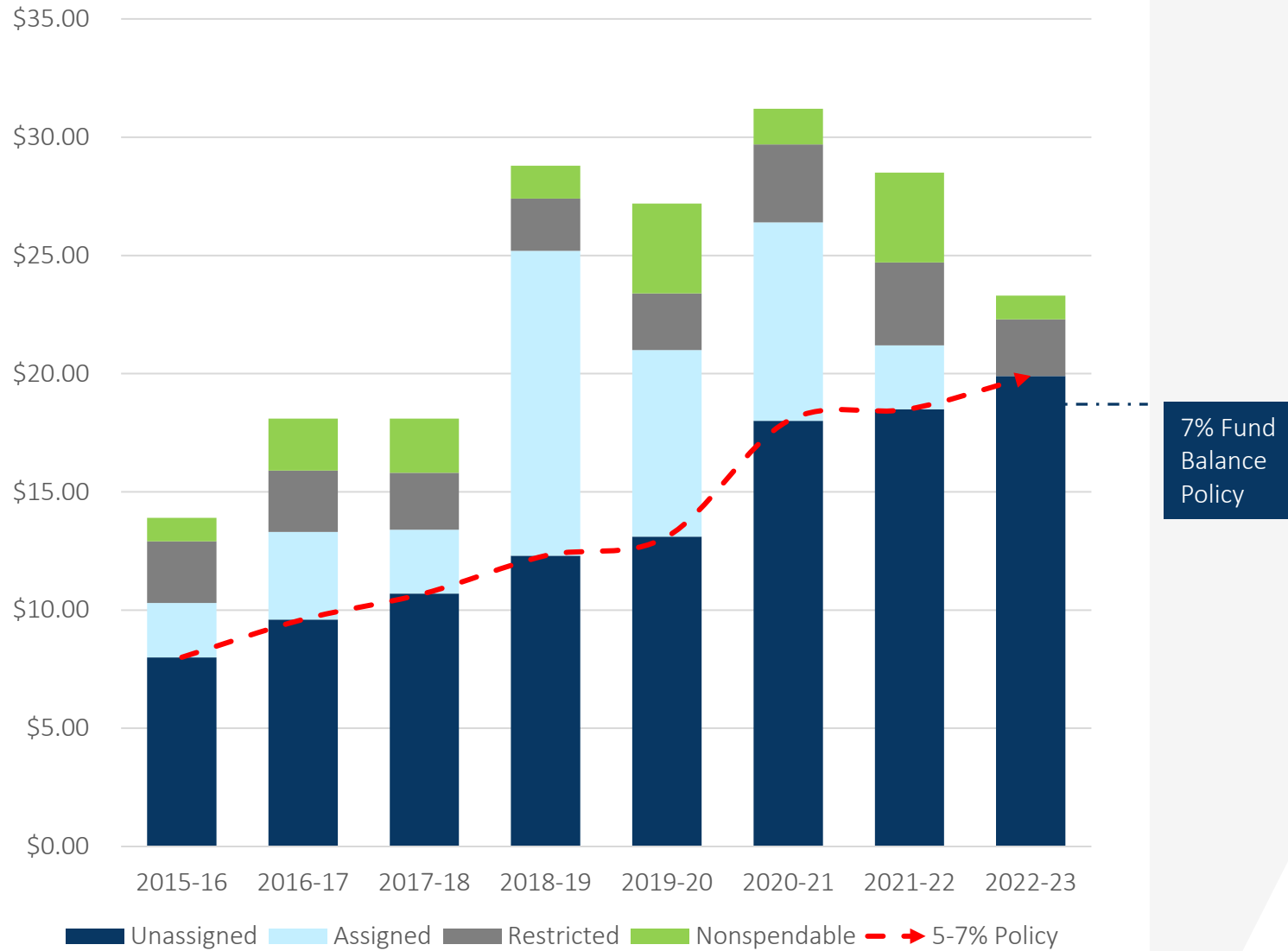
Projected Budget
Deficit

Continued Structural Deficit

For fiscal year 2022-23, the District forecast an annual budget imbalance of \$5.2 million.

1.7%





Fund Balance Minimum Goal

Structural modifications will be required to rebalance the budget.

Proposed Next Steps

- May 11, 2022 – Initial Recommendations to the Board
- June 8, 2022 – Final recommendations to the Board and First Public Hearing
- June 22, 2022 – Second Public Hearing and Final Adoption



THANK YOU
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