



2021-22 Unaudited Actuals Financial Report

Board Meeting
September 15, 2022
Agenda Item No. 9.1

Agenda



- Comparison of Unaudited Actuals to 2021-22 Estimated Actuals (6/23/22)
- Use of One Time Funds
- Multi-Year Projections with Beginning Fund Balance from Unaudited Actuals
- Summary & Next Steps
- Approve the 2021-22 Unaudited Actuals Financial Report

Acronyms



Ix	One time	IPI	In Person Instruction Grant
ASES	After School Education and Safety	LCAP	Local Control Accountability Plan
ADA	Average Daily Attendance	LCFF	Local Control Funding Formula
CSI	Comprehensive Support & Improvement - Title I	MAA	Medi-cal Administrative Activities
CTEIG	Career Technical Education Incentive Grant	MYP	Multi - Year Projections
ELOG	Expanded Learning Opportunities Grant	P-2	Second Period Attendance Reporting Cycle
ELOP	Expanded Learning Opportunities Program	PERS	California Public Employees' Retirement System
EPA	Education Protection Act	RRMA	Routine Restricted Maintenance Account
GASB	Government Accounting Standards Board	STRS	California State Teachers Retirement System
IDEA	Individuals with Disabilities Education Act	UPP	Unduplicated Pupil Percentage

2021-22 Unaudited Actuals Comparison to Estimated Actuals



	Estimated Actuals			Unaudited Actuals			Changes since Estimated Actuals 2021-22		
	2021-22			2021-22					
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
Total Revenue	401,506,661	288,938,942	690,445,603	400,385,775	222,460,188	622,845,963	(1,120,886)	(66,478,753)	(67,599,639)
Total Expenditures	372,104,209	378,861,805	750,966,014	355,668,555	282,517,245	638,185,801	(16,435,654)	(96,344,560)	(112,780,213)
Deficit/Surplus	29,402,452	(89,922,863)	(60,520,411)	44,717,220	(60,057,057)	(15,339,837)	15,314,768	29,865,806	45,180,574
Transfers in/(out)	1,905,179	0	1,905,179	(714,083)	0	(714,083)	(2,619,262)	0	(2,619,262)
Contributions to Restricted	(92,324,656)	92,324,656	0	(81,838,985)	81,838,985	0	10,485,671	(10,485,671)	0
Net increase (decrease) in Fund Balance	(61,017,025)	2,401,793	(58,615,232)	(37,835,848)	21,781,928	(16,053,921)	23,181,177	19,380,135	42,561,311
Beginning Balance	103,708,114	22,198,603	125,906,717	103,708,114	22,198,603	125,906,717	0	0	0
Other Restatements*				(837,733)	837,733	0			
Ending Balance	42,691,089	24,600,396	67,291,485	65,034,532	44,818,264	109,852,797	23,181,177	19,380,135	42,561,311

*Other restatements is due to the reclassification of Medi-Cal Administrative Activities (MAA) from an unrestricted resource to a restricted resource per CDE guidance.

2021-22 Unaudited Actuals Summary of Changes since Estimated Actuals – Revenues



Unrestricted Revenue – Decrease of \$1.1M from Estimated Actuals

- LCFF increase of \$1.2M
- Unrestricted local revenue decrease of \$2.4M

Restricted Revenue

- Restricted federal revenue decreased by \$60.7M:
 - \$51.2M due to lower than projected expenses for ESSER II/III and GEER funds
 - \$9.5M due to lower than projected expenses for Title programs & Special Ed IDEA
- Restricted state revenue net decrease of \$5.2M:
 - \$9.1M decrease due to reclassification of ASES to a federal resource
 - \$3.4M decrease due to lower than projected expenditures in In Person Instruction
 - \$1.9M increase in STRS on-behalf
 - \$3.2M increase in A-G state grants
 - \$1.2M increase in Kitchen Infrastructure Grant
 - \$1.5M increase in Special Ed preschool grant
- Local revenues decreased by \$506K due to less expenditures in local grants

2021-22 Unaudited Actuals Summary of Changes since Estimated Actuals – Unrestricted Expenditures



Unrestricted Expenditures – Decrease of \$16.4M from Estimated Actuals

- **Certificated salaries** net decrease of \$2.28M due to one time savings
- **Classified salaries** net decrease of \$4.45M due to one time savings
- **Benefits** net decrease of \$7.6M due to salary adjustments above
- **Book & Supplies / Services & Operating expenses** net decrease of \$4.9M due to textbook carry over to 22-23, 1X savings site/department supplies & offset increase contracts and services
- **Capital outlay** net decrease of \$51K expenditures in transportation, operations and facilities
- **Contributions** net decrease of \$10.5M due to decrease in special education expenditures and decrease for the restricted maintenance account
- **Transfers Out** increased by \$2.6M

2021-22 Unaudited Actuals Summary of Changes since Estimated Actuals – Restricted Expenditures

Restricted Expenditures – Decrease of \$96.3M

- **Certificated salaries** net decrease of \$9.2M in Title programs, ELOG and Special Ed
- **Classified salaries** net increase of \$2.5M due to adjustments in ESSER II/III, RRMA, Title I and Medi-Cal salaries
- **Benefits** net decrease of \$2.27M due to salary adjustments above
- **Book & Supplies** net decrease of \$44M due to lower than projected expenditures in:
 - ESSER, IPI/ELOG funds
 - Special Ed
 - Title I
 - in other programs
- **Services and other operating expenditures** net decrease of \$34.5M due to lower than projected expenditures in:
 - ESSER, IPI/ELOG
 - Title I, II, III and IV programs
 - Special Ed contracted services
- **Capital outlay** decreased by \$6.1M due to lower than projected expenditures in: ESSER, IPI/ELOG & RRMA

2022-23 Use of One-Time Funds



Restricted Program	Carryover Amount
Medi Cal and MAA	\$1,653,095
Restricted Lottery	\$1,097,066
ELO Grant	\$13,739,712
Title I	\$5,444,727
CSI	\$2,092,142
ESSER I	\$241,534
ESSER II	\$14,039,763
ESSER III	\$51,811,592
GEER	\$70,553
Federal Special Education IDEA	\$3,754,167
Title II	\$368,006
21st Century Community Learning	\$375,293
Title IV	\$379,661
Title III	\$954,952
Universal Pre-K Planning Grant	\$634,954
Other Federal Programs	\$92,279
ASES	\$932,118
Career Technical Education	\$744,163
In Person Instruction	\$3,430,434
Partnership Academies	\$286,134
Early Literacy Support Block Grant	\$413,940
ELOP	\$10,238,330
Educator Effectiveness Grant	\$2,230,925
A-G Access and Success Grant/Learning Loss	\$1,057,657
Learning Communities for School Success	\$380,221
Other Local Programs	\$2,131,808
Other State Programs	\$182,966
Total	\$118,778,195

2021-22 Unaudited Actuals Ending Fund Balance



	Unrestricted	Restricted	Combined
Total Revenue	400,385,775	222,460,188	622,845,963
Total Expenditures	355,668,555	282,517,245	638,185,801
Deficit/Surplus	44,717,220	(60,057,057)	(15,339,837)
Transfers in/(out)	(714,083)	0	(714,083)
Contributions to Restricted	(81,838,985)	81,838,985	0
Net increase (decrease) in Fund Balance	(37,835,848)	21,781,928	(16,053,921)
Beginning Balance	103,708,114	22,198,603	125,906,717
Other Restatements*	(837,733)	837,733	0
Ending Balance	65,034,532	44,818,264	109,852,797
Components of Ending Fund Balance			
Revolving/Stores/Prepays	346,362		346,362
Reserve for Econ Uncertainty (2%)	12,763,716		12,763,716
Restricted Programs	0	44,836,249	44,836,249
Committed	0		0
Other Assignments	15,891,754		15,891,754
Unappropriated Fund Balance	36,032,701	(17,985)	36,014,716
<i>Unappropriated Percent</i>			5.6%

Assignments include:

- \$8.6M in LCAP Supplemental/ Concentration funds
- \$6.3M in department POs and carryover
- \$1M in school site unrestricted programs

Multi-Year Projections with updated Beginning Fund Balance (ending fund balance from 2021-22 Unaudited Actuals)



45 Day Revise Budget

Description	45 Day Budget Revise 2022-23			Projection 2023-24			Projection 2024-25		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
Total Revenue	497,203,464	276,107,683	773,311,147	505,836,460	192,159,013	697,995,473	510,668,090	140,934,218	651,602,309
Total Expenditures	375,281,911	307,615,959	682,897,870	383,291,278	299,343,052	682,634,330	393,207,085	256,867,764	650,074,849
Deficit/Surplus	121,921,554	(31,508,276)	90,413,277	122,545,182	(107,184,039)	15,361,143	117,461,005	(115,933,546)	1,527,460
Transfers in/(out)	2,342,426	0	2,342,426	2,342,426	0	2,342,426	2,342,426	0	2,342,426
Contributions to Restricted	(96,922,460)	96,922,460	0	(105,137,961)	105,137,961	0	(113,887,468)	113,887,468	0
Net increase (decrease) in Fund Balance	27,341,520	65,414,184	92,755,703	19,749,647	(2,046,078)	17,703,569	5,915,963	(2,046,078)	3,869,886
Beginning Balance	65,034,532	44,818,264	109,852,797	92,376,052	110,232,448	202,608,500	112,125,699	108,186,370	220,312,069
Ending Balance	92,376,052	110,232,448	202,608,500	112,125,699	108,186,370	220,312,069	118,041,662	106,140,293	224,181,955
Reserve for Econ Uncertainty (2%)	13,611,109		13,611,109	13,605,838		13,605,838	12,954,648		12,954,648
Restricted Programs	0	110,232,448	110,232,448	0	108,186,370	108,186,370	-	106,140,293	106,140,293
Committed	41,439,681		41,439,681	41,439,681		41,439,681	41,439,681		41,439,681
Other Assignments	3,177,835		3,177,835	1,505,730		1,505,730	1,505,730		1,505,730
Unappropriated Fund Balance	33,822,427	0	33,822,427	55,249,450	0	55,249,450	61,816,603	-	61,816,603
<i>Unappropriated Percent</i>			5.0%			8.1%			9.5%

Summary & Next Steps



- One-time savings helped improve 2021-22 ending fund balance
- Unrestricted projected surpluses of \$27.3M in 22-23, \$19.7M in 23-24 and \$5.9M in 24-25
- District working on 2022-23 budget revisions for next budget update
 - *Includes 2021-22 carryover funds*
 - *Updated unrestricted and restricted budget adjustments*
 - *Updated cash flow report*
 - *Updated commitments*

Approve 2021-22 Unaudited Actuals Financial Report

Questions?