

# 2022-23 Original Budget

## Budget Information / Discussion

June 22, 2022



**CHICO UNIFIED**  
SCHOOL DISTRICT



## 2022-23 Original Budget

# Typical Budget Development Timeline

- **January** – Governor Provides Budget Proposal for Next Fiscal Year
- **April 15** – Tax Deadline
- **May** – Governor Provides May Revise Budget for Next Fiscal Year
- **May through June 14<sup>th</sup>** – Legislature Develops Budget
  - Negotiations take place between Legislature and Governor
- **June 15<sup>th</sup>** – Constitutional Deadline for Legislature to Approve State Budget
- **June 15<sup>th</sup> – June 30<sup>th</sup>** – Governor May Do One of the Following:
  - Approve the State Budget
  - Line Item Veto Portions of the State Budget
  - Send the Budget Back to the Legislature

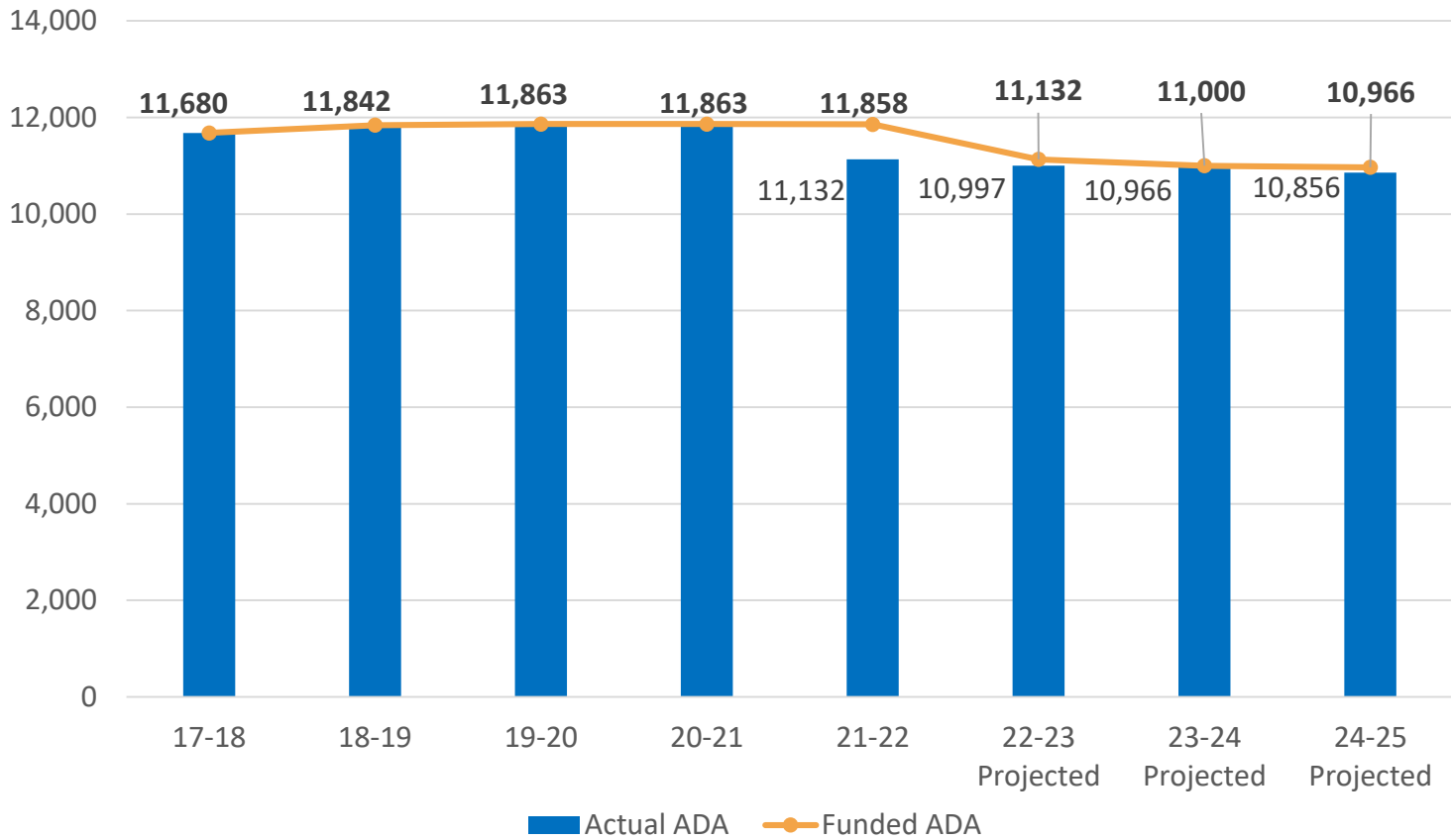


## 2022-23 Original Budget Major Assumptions

- **Local Control Funding Formula (LCFF) revenue is based on Governor's May Revise Budget Proposal**
  - Cost of Living Adjustment (COLA) is 6.56%
- **Funded Average Daily Attendance (ADA) will be based on 2021-22 at 11,132.37**
  - Current statute states funding is the greater of current year (22-23) or prior year (21-22). For CUSD, the funded ADA would be 21-22 values.
- **Unduplicated students identified in targeted sub-groups percentage is 54.27%**
- **Salaries and benefits reflect position control as of May 24th (including vacancies)**
- **Federal and State COVID-19 Funds Budgeted Consistent with Board Approved Spending Priorities**



## 2022-23 Original Budget Actual ADA vs. Funded ADA





## 2022-23 Original Budget COVID-19 Relief Funding

Grant Name	Resource Code	Allocation	Expenditures 19-20	Expenditures 20-21	Budgeted 21-22	Budgeted 22-23	Total Remaining
<u>Federal</u>							
ESSER	32XX	\$ 38,615,223	-	\$ 4,174,713	\$ 13,449,063	\$ 13,066,164	\$ 7,925,283
GEER	32XX	\$ 1,039,861	-	\$ 30,652	\$ 735,727	\$ 273,482	-
CRF	3220	\$ 6,239,260	\$ 195,867	\$ 6,043,393	-	-	-
<u>State</u>							
COVID-19 Response Fund:	7388	\$ 413,514	\$ 206,757	-	\$ 15,880	\$ 190,877	-
Prop 98 LLMF	7420	\$ 965,335	-	\$ 965,335	-	-	-
In-Person Instruction Grant	7422	\$ 3,714,938	-	\$ 31,659	\$ 2,833,734	\$ 849,545	-
ELO	7425	\$ 8,412,131	-	\$ 649,544	\$ 4,888,173	\$ 2,284,486	\$ 589,928
ELO-Parapro Staff	7426	\$ 787,890	-	-	\$ 787,890	-	-
		<b>\$ 60,188,152</b>	<b>\$ 402,624</b>	<b>\$ 11,895,296</b>	<b>\$ 22,710,467</b>	<b>\$ 16,664,554</b>	<b>\$ 8,515,211</b>

ESSER = Elementary and Secondary School Emergency Relief  
 GEER = Governor's Emergency Education Relief  
 CRF = Coronavirus Relief Funds  
 LLMF = Learning Loss Mitigation Funding  
 ELO = Expanded Learning Opportunities



## 2022-23 Original Budget Local Control Accountability Plan (LCAP) Budget

Site Distribution for Supplemental Services (Instructional Aides, TCM's, TOSA's)	\$ 3,577,813
Athletic Coaching Stipends & Supplies	\$ 873,770
Early Mental Health Initiative Program	\$ 389,899
Elementary Art & Music & PE	\$ 2,100,405
TK Aides & All Day K	\$ 532,195
Secondary Counselors	\$ 2,088,674
Campus Supervision	\$ 1,478,355
In-school Suspension	\$ 143,243
Nurses, LVN's, Health Assistants	\$ 902,624
Librarians & Library/Media Assistants	\$ 1,297,020
Medically Necessary & Off Campus Instrution	\$ 152,366
Elementary Counseling	\$ 607,876
Alternative Education Supplemental Staffing	\$ 401,155
Opportunity Program	\$ 283,831
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	\$ 14,829,226

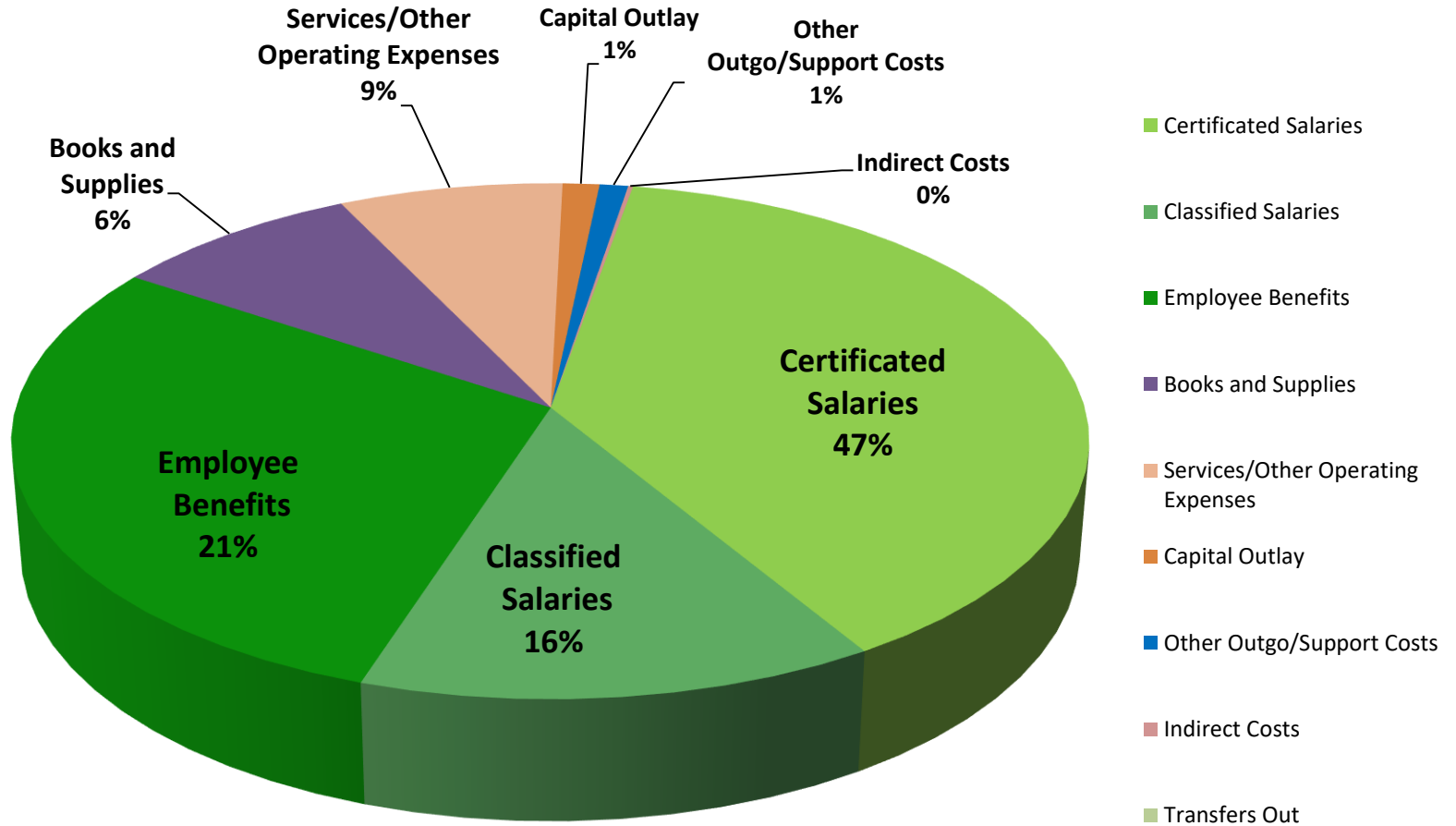


**2022-23 Original Budget**  
**General Fund Income Statement**

	<u><b>UNRESTRICTED</b></u>	<u><b>RESTRICTED</b></u>	<u><b>TOTAL</b></u>
<b>Revenue</b>			
LCFF	\$120,689,915	\$0	\$120,689,915
Federal Revenues	\$25,000	\$23,505,392	\$23,530,392
State Revenues	\$2,314,985	\$22,462,155	\$24,777,140
Local Revenues	\$1,886,218	\$10,758,018	\$12,644,236
<b>Total Revenue</b>	<b>\$124,916,118</b>	<b>\$56,725,565</b>	<b>\$181,641,683</b>
<b>Expenditures</b>			
Staffing Salaries/Benefits	\$97,344,202	\$57,703,007	\$155,047,209
Supplies & Services	\$13,624,409	\$17,018,616	\$30,643,025
Capital Outlay	\$1,709,542	\$670,338	\$2,379,880
Other Outgo	\$622,794	\$1,215,542	\$1,838,336
Direct Support/Indirect Costs	(\$3,431,443)	\$3,124,354	(\$307,089)
<b>Total Expenditures</b>	<b>\$109,869,504</b>	<b>\$79,731,857</b>	<b>\$189,601,361</b>
<b>Transfers &amp; Contributions</b>	<b>(\$20,238,595)</b>	<b>\$23,830,595</b>	<b>\$3,592,000</b>
<b>Change in Fund Balance</b>	<b>(\$5,191,981)</b>	<b>\$824,303</b>	<b>(\$4,367,678)</b>



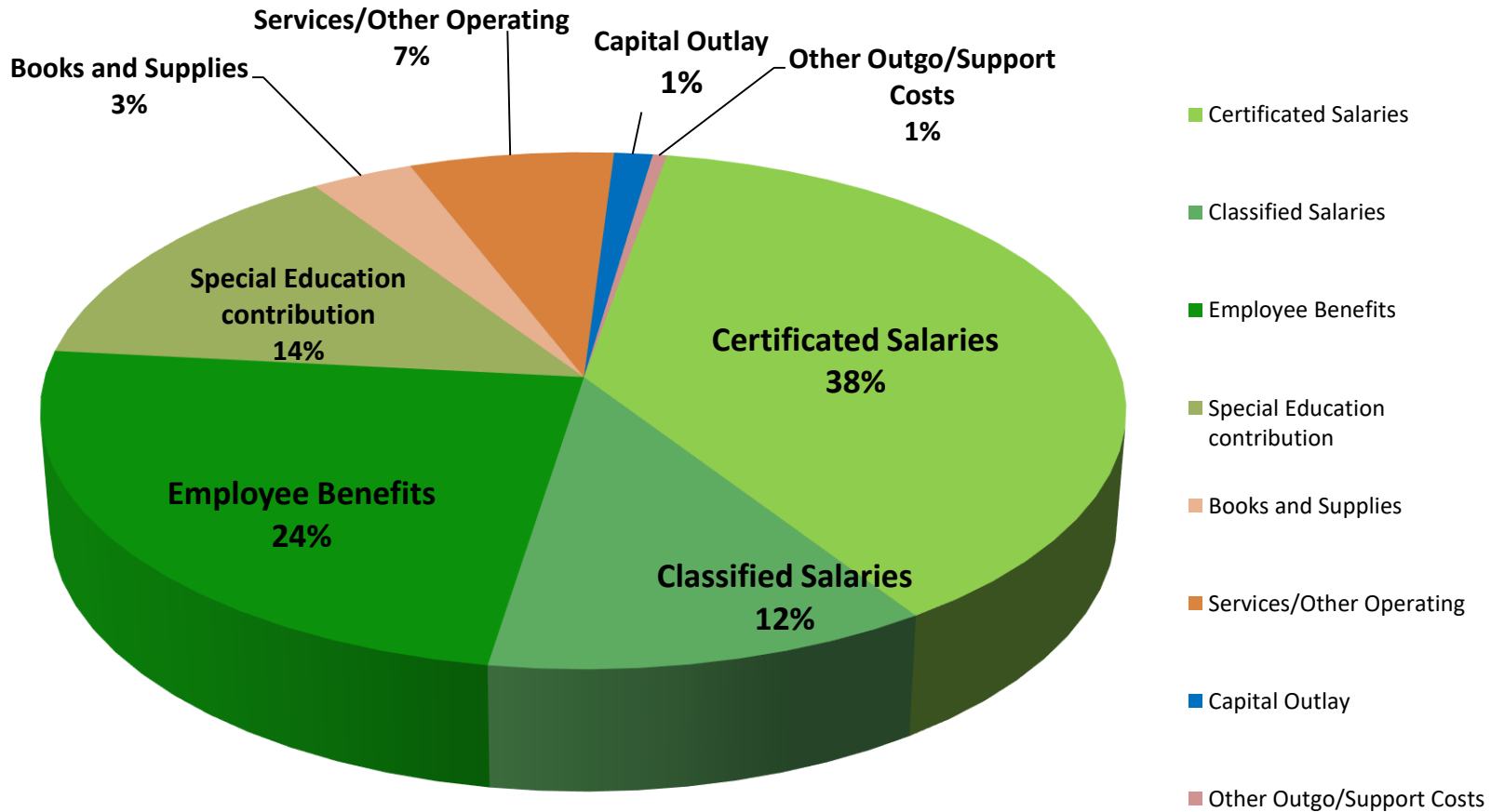
# 2022-23 Original Budget Pie Chart – Unrestricted & Restricted Expenses



Note: Salaries & Benefits Expense is 84% for Unrestricted & Restricted Combined



## 2022-23 Original Budget Pie Chart – Unrestricted Expenses & Special Ed Contribution



Note: Unrestricted and Special Ed Salaries & Benefits Expense is 88% of Total Expenses



## 2022-23 Original Budget Other Financing Sources / Uses & Contributions

- **Transfers In from other funds \$3,592,000**
  - RDA pass-through revenues used for RRMA \$3,502,000 (Fund 41)
  - Developer fee administrative support \$90,000 (Fund 25)
- **Transfers Out to other funds \$0**
  - No Transfer Out to Nutrition Services program (Fund 13) due to “Free Meals for All” and large carryover amount
- **Contributions to Restricted programs (\$23,830,595)**
  - Special Education (\$18,449,839)
  - Routine Restricted Maintenance (RRMA) (\$5,380,756)



2022-23 Original Budget  
Multi Year Projection (MYP) Assumptions

- **2022-23, 2023-24 and 2024-25 enrollment and Average Daily Attendance (ADA) projections based on estimates using three year historical trend. Decreased ADA estimated at 34 and 110 for 2023-24 & 2024-25 respectively**
- **Decrease of 4 certificated Full-Time Equivalents (FTE) in 2023-24 and a decrease of 3 certificated FTE in 2024-25 due to estimated declining enrollment**
- **Increased budget for step & column, accounted for changes in Employee Benefit rates, and projected inflation for utility expenses and insurance costs**
- **Net changes (including salary savings and retiree health benefits) for certificated and classified retirements**
  - **Note: Estimated 20 certificated retirements in 2023-24 & 2024-25**
- **COLA estimates of 5.38% and 4.02% for 2023-24 & 2024-25 respectively**
- **Increase of 2 Transitional Kindergarten (TK) classes in 2023-24 and 2 more in 2024-25. Each class will require one teacher and two classroom aides.**



**2022-23 Original Budget Based on Governor's May Revise Budget  
Multi Year Projection - Unrestricted General Fund Only**

	<b>2021-22 EA</b>	<b>2022-23 Original</b>	<b>2023-24 Projected</b>	<b>2024-25 Projected</b>
Total Revenue	\$124,507,665	\$124,916,118	\$129,432,113	\$133,559,099
Total Expenditures	(\$100,926,105)	(\$109,869,504)	(\$108,079,599)	(\$109,206,757)
Transfers & Contributions	(\$18,721,122)	(\$20,238,595)	(\$22,038,859)	(\$22,366,834)
Net Increase / (Decrease)	\$4,860,438	(\$5,191,981)	(\$686,345)	\$1,985,508
Beginning Fund Balance	\$32,053,508	\$36,913,946	\$31,721,965	\$31,035,620
<b>Ending Fund Balance</b>	<b>\$36,913,946</b>	<b>\$31,721,965</b>	<b>\$31,035,620</b>	<b>\$33,021,128</b>

**Components of Fund Balance:**

<i>Non-spendable Reserves</i>	\$1,439,102	\$1,439,102	\$1,439,102	\$1,439,102
<i>Committed Reserves</i>	\$14,500,000	\$14,500,000	\$14,500,000	\$14,500,000
<i>3% Reserve Requirement</i>	\$5,338,622	\$5,688,041	\$5,316,238	\$5,367,616
<i>Board Reserve 2%</i>	\$3,559,081	\$3,792,027	\$3,544,159	\$3,578,410
<i>Board Reserve 18-19 One-time Funds</i>	\$1,798,313	\$1,798,314	\$1,798,314	\$1,798,313
<i>Other Assigned</i>	\$0	\$0	\$0	\$0

<b>Undesignated Fund Balance</b>	<b>\$10,278,828</b>	<b>\$4,504,481</b>	<b>\$4,437,807</b>	<b>\$6,337,687</b>
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## 2022-23 Original Budget General Fund Cash Flow





2022-23 Original Budget  
Negotiated State Budget as of ?

**TO BE DETERMINED**





## 2022-23 Original Budget Going Forward

- **Governor and Legislature Negotiating Budget in Good Faith**
- **Expect a Budget Approved by Governor and Legislature by June 30<sup>th</sup>**
- **A 45 Day Update to the Budget may be needed after State Budget is Adopted**
  - Staff will monitor the approved State Budget as well as any trailer bill language in order to provide an update to the Board in August
- **Uncertainty & Challenging Times Ahead**
  - Health of the Federal & State Economies
  - Stock Market volatility
  - Supply chain issues
  - Inflation
  - Student Attendance

# QUESTIONS?



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