
45 Day Budget Adjustment

BREA OLINDA UNIFIED SCHOOL DISTRICT

FY 2022-2023 BUDGET

Presented to the Governing Board on Thursday, August 11, 2022
Public Review - [HERE](#) - August 08, 2022 (District Website & District Office)

45 Day Budget Update/Revision

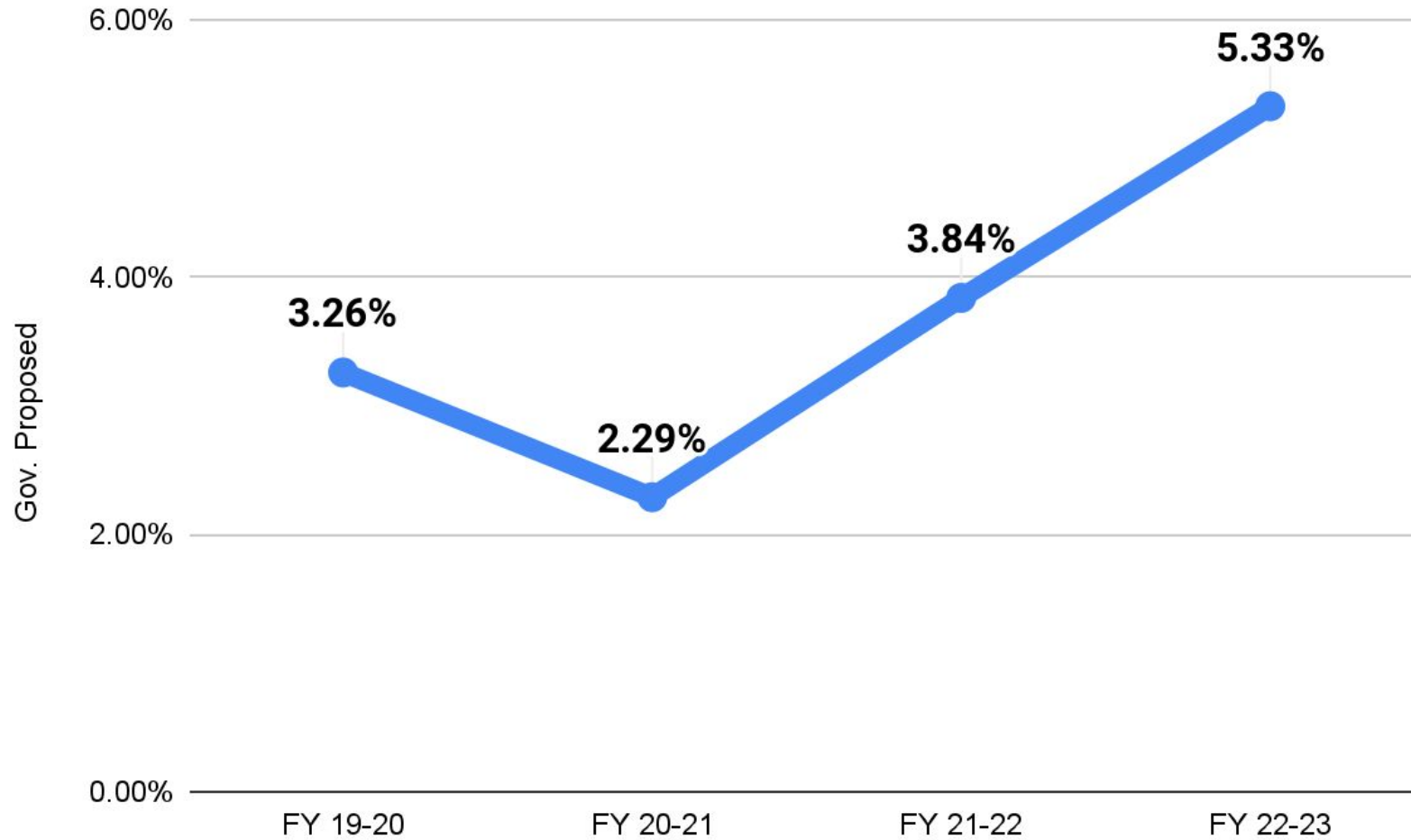
- Education Code section 42127(i)(4) states that: Not later than 45 days after the Governor signs the annual Budget Act, the school district shall make available for public review any revisions in revenues and expenditures that it has made to its budget to reflect the funding made available by that Budget Act.
- The Governor signed the annual Budget Act for 2022-2023 on June 27, 2022
- 45 days falls on August 11, 2022 (Posted for public Aug. 8th)

2022-2023 Key Budget Changes for BOUSD

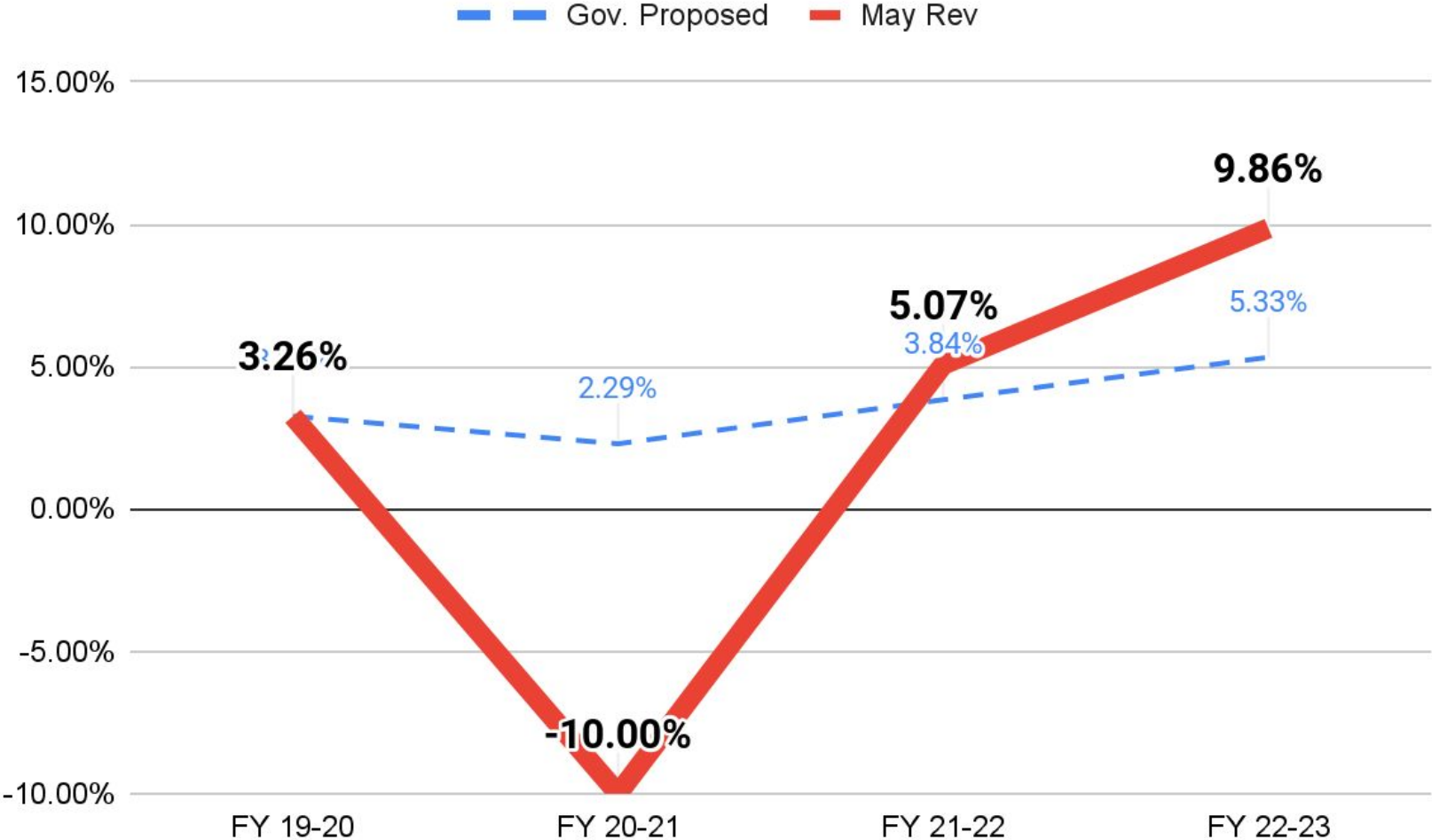
ASSUMPTIONS

- **Local Control Funding Formula (ON-GOING)**
 - COLA: Funded @ DOF Statutory rate: 6.56%
 - Additional LCFF Investment of 6.28%
 - Utilize the greater of Current, Prior, or Average of most recent 3-year priors AND utilized the greater of 2021-2022 ADA or the 2019-2020 attendance rate if met the specified independent study requirements (N/A-GOING)
- **UTK add-on** to the LCFF \$2,813 to be adjusted annually for COLA (ON-GOING)
- **Learning Recovery Emergency Block Grant:** Allocated to all Districts based on UPP (ONE-TIME FUNDS)
 - Time Use: 2027-2028
 - Narrow use of funds vs. Unrestricted
 - Plan and annual reporting to CDE: Audit
- **Arts, Music and Instructional Materials Discretionary Block Grant:** Allocated funded on per pupil, based on P2 reported in 2021-2022
- **Expanded Learning Opportunities Program (ELOP):** Expansion of the program funded on prior-year UPP
 - TK-6th ADA x UPP% x \$2,750 (Districts greater than or equal to 75% UPP)
 - TK-6th ADA x UPP% x \$2,052 (Districts less than 75% UPP)
- **Transportation:** Many questions of implementation are still being resolved by the CDE and we will then incorporate and update budget effects at the first interim reporting period.

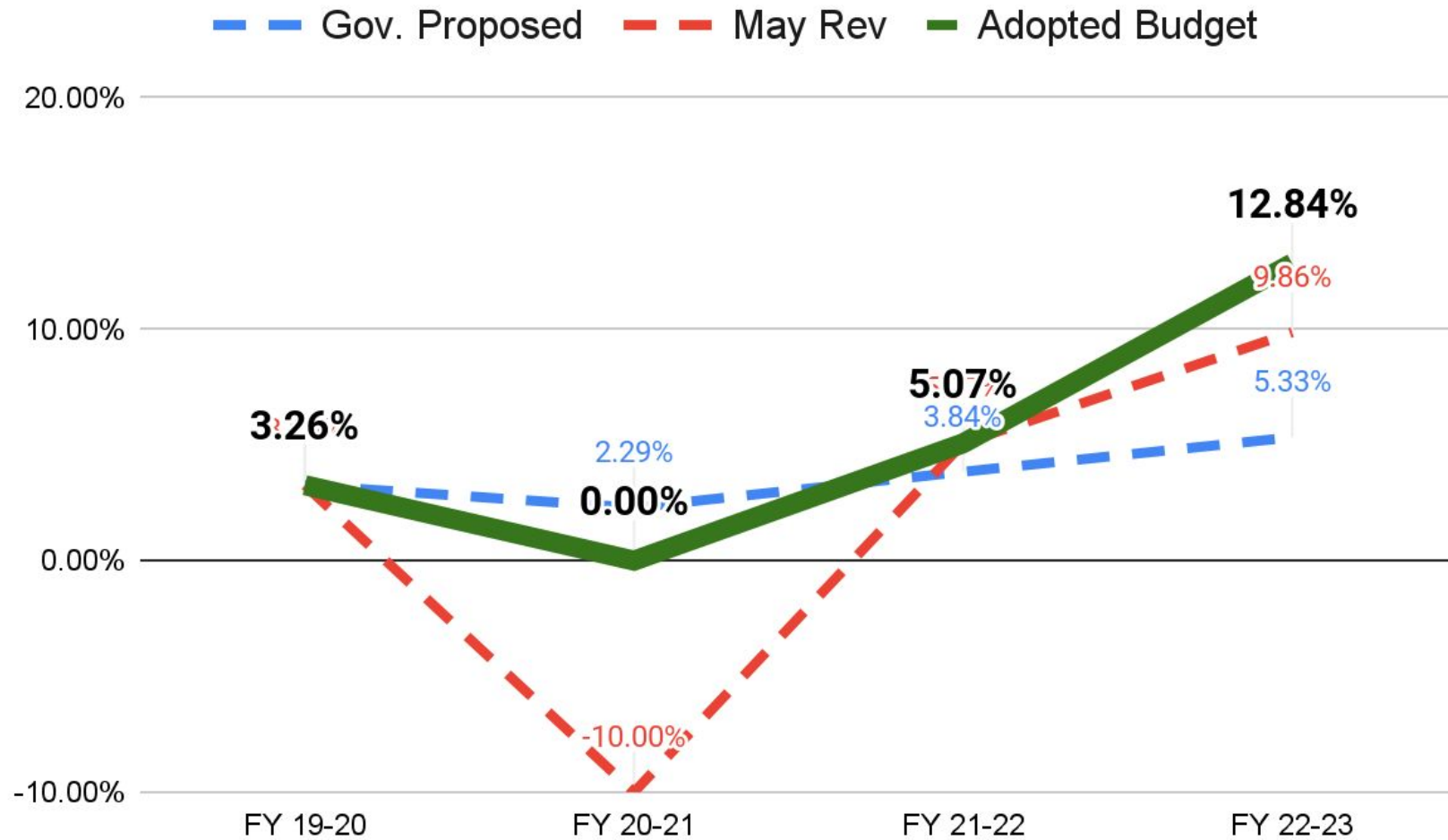
Budget Assumption @ January Initial Proposal




Budget Assumption @ May Revision (BOUSD Adopted Budget)



State Adopted Budget - 45 Day Revision



BOUSD 45-Day Budget Adjustment - Incorporating Enacted State Budget

	Fiscal Year 2022-2023	Adopted Budget	Budget Adjustments	45-Day Budget Revision)
REVENUES	LCFF Sources	\$61,597,301	\$1,651,370	\$63,248,671
	Federal Revenue	\$6,027,613	\$0	\$6,027,613
	Other State Revenues 	\$12,618,105	\$7,808,464	\$20,426,569
	Other Local Revenues	\$721,529	\$0	\$721,529
	TOTAL REVENUES	\$80,964,548	\$9,459,834	\$90,424,382
EXPENDITURES	Certificated Salaries	\$34,591,573	-\$30,000	\$34,561,573
	Classified Salaries	\$12,930,671	-\$116,000	\$12,814,671
	Benefits	\$21,108,822	-\$908	\$21,107,914
	Books & Supplies	\$5,203,860	\$2,190	\$5,206,050
	Services & Other Operating Costs	\$11,031,089	\$0	\$11,031,089
	Capital Outlay/Depreciation	\$214,641	\$0	\$214,641
	Other Outgo	\$819,470	\$0	\$819,470
	Transfer of Costs	-\$99,303	-\$38,831	-\$138,134
	TOTAL EXPENDITURES	\$85,800,823	-\$183,549	\$85,617,274
	NET INCREASE(DECREASE) IN FUND	-\$4,836,275	\$9,643,383	\$4,807,108
FUND BALANCE	Beginning Fund Balance	\$24,364,270	\$0	\$24,364,270
	Non-Spendable	\$25,000	\$0	\$25,000
	Restricted	\$2,696,242	\$7,992,013	\$10,688,255
	Unrestricted/Unassigned	\$5,757,634	-\$1,867,964	\$3,889,670
	Committed Funds	\$8,500,000	\$3,500,000	\$12,000,000
	Required Reserve	\$2,574,119	-\$5,666	\$2,568,453

Increase due to Additional LCFF Investment

The Arts, Music, and Instructional Materials Discretionary Block Grant and the Learning Recovery Emergency Block Grant

Adjust to ELOP Expenditures

Block Grant Restricted Resource CDE

Increase in Committed Funds due to Reserve Cap Requirements (One-Time)/LCFF Block Grant Increase

BOUSD 45 - Day Budget Adjustment - Incorporating Enacted State Budget MYP Statement

	45 - Day Updated MYP		
	2022-2023	2023-2024	2024-2025
Revenues	\$90,424,382	\$81,230,181	\$81,378,908
Expenditures	\$85,617,274	\$81,599,537	\$81,593,554
Net Income(Decrease) In Fund	\$4,807,108	-\$369,356	-\$214,646
Ending Fund Balance	\$29,171,378	\$28,802,022	\$28,587,376
Nonspendable	\$25,000	\$25,000	\$25,000
Restricted	\$10,688,255	\$9,248,125	\$10,335,643
Committed	\$10,000,000	\$12,000,000	\$10,500,000
Stabilization Arrangements	\$0	\$0	\$0
Other Commitments	\$0	\$0	\$0
Assigned	\$0	\$0	\$0
Reserve for Economic Uncertainties (UR)	\$2,568,453	\$2,447,987	\$2,447,807
Unassigned/Unappropriated Amount (UN)	\$5,889,670	\$5,080,912	\$5,278,927
Reserve (EU & UN) Percentage	9.88%	9.23%	9.47%

LCFF Calculation incorporating
estimated COLA and 22/23 On-Going
No Block Grant
3 Year enrollment average
Expiration of ESSER Funds

Expenditures from Block Grant not
incorporated

Block Grant Restricted Resource CDE

Increase in Committed Funds due to
Reserve Cap Requirements (One-Time)

What keeps US *fiscally* up all at night?

- ★ INCREASING COST (INFLATION)
 - COST OF SERVICES INCREASING
 - SUPPLY CHAIN
- ★ TRAILER BILL LANGUAGE: USE, & INCREASED REPORTING and AUDIT
- ★ CURRENT AND NEW UNFUNDED MANDATES
- ★ PROGRAMS FUNDED WITH EXPIRING ESSER FUNDING
- ★ LACK OF PREDICTABILITY: “SHIFTING SANDS”
- ★ 2023/24 BUDGET PROJECTION (Jan. 23)



Next Steps...

- SEPTEMBER 2022 – UNAUDITED ACTUALS FY 2021-2022
- DECEMBER 2022 - 1ST INTERIM BUDGET PRESENTATION
- AUDIT PRESENTATION IN 2023 FY 2021/2022
- CONTINUOUSLY UPDATE AND ADJUST WITH TRAILER BILL LANGUAGE
- IN CONDITIONS WARRANT, BUDGET REVISIONS MAY BE NEEDED



Thank you
BOUSD WORKERS

WE APPRECIATE YOUR HARD WORK AND DEDICATION
TO OUR LOCAL STUDENTS DURING THIS HARD TIME!