



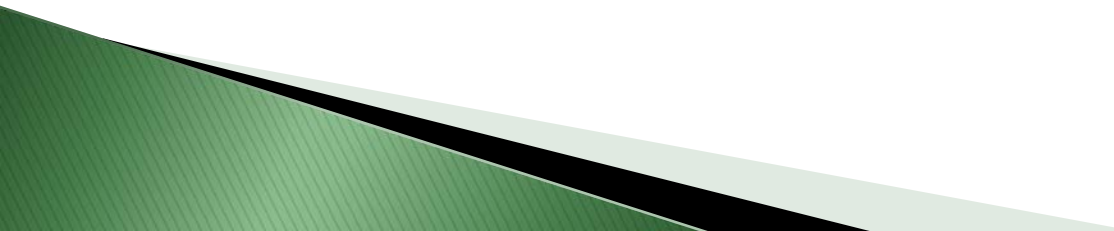
# BIGGS UNIFIED SCHOOL DISTRICT

2022-2023

1<sup>st</sup> Interim

December 14, 2022

# Budget Overview

- School districts are required to file an Original Budget and two interim budgets during each fiscal year. The interim budgets report on the status of the District's financial health.
  - The First Interim reports are for activity from July 1 to October 31.
  - These reports must include a certification of whether or not the District is able to meet its financial obligations and has sufficient cash to pay District payroll and vendors for supplies and services.
  - A positive certification is assigned when the District can meet its financial obligations for the current and two subsequent fiscal years and has sufficient cash to pay District payroll and vendors for a 3-year period.
- 

# General Fund Summary

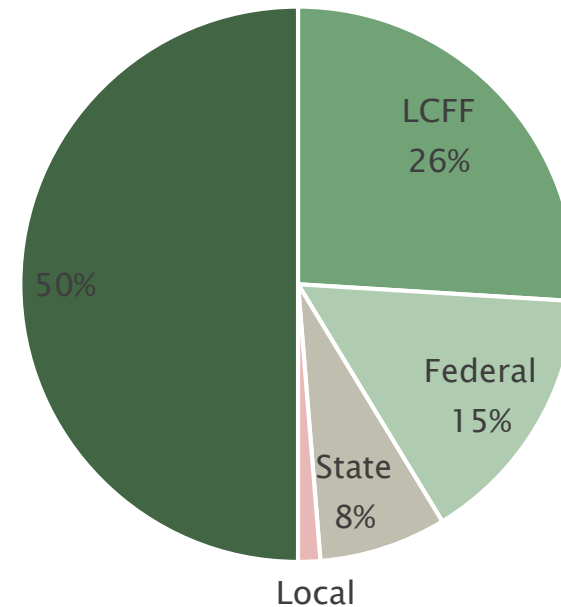
- On June 27, 2022, Governor Gavin Newsom signed an on-time budget. During the preparation of the enacted state budget, there were some components of the May Revision budget that either remained the same, were changed or not included in the enacted budget. Since the District's budgets are prepared based on the May Revision, the First Interim incorporates the applicable provisions from the enacted state budget and subsequent budget trailer bills.
- State Funding is calculated using the LCFF (Local Control Funding Formula). The LCFF formula considers;
  - Grade span-specific base grants based on District ADA (Average Daily Attendance)
  - COLA Adjustments (Cost of Living Adjustments)
  - Grants for necessary small schools
  - Supplemental grants based on the district's unduplicated percentage of English Learners, income eligibility for free or reduced price meals, and foster youth pupils
  - Concentration Grants equal to 50% of the adjusted base grants multiplied by an LEA's percentage of unduplicated pupils above 65%
- The District's current "positive" budget certification is based upon:
  - Projected growth in LCFF revenue from the Department of Finance Assumptions
  - The District will need to plan for the projected decreases in LCFF revenue and increased costs related to future COLA adjustments, Salary and Benefit increases and decreasing ADA.

# Budget Assumptions

- LCFF Revenue
  - 6.56% COLA ADA for 22–23
  - 5.38% COLA ADA for 23–24
  - 4.02% COLA ADA for 24–25
- Projected ADA for 23/24 – 439.24
- 22/23 Funded ADA of 564.08
- 19.10% STRS Employer Rate (up from 16.92% in 21–22)
- 25.37% PERS Employer Rate (up from 22.91% in 21–22)
- Unemployment Insurance Rate .50%.
- Salary negotiations for 22–23 have been finalized and are included in projections.
- One time Federal and State grants are included in the current year MYP and removed in subsequent years.
- Special Education Billback total increased by another \$30K and contributed to the increased contribution from the general fund of \$897K.
- Bleacher loan payments will be expended from the general fund. A total of \$116K per year.

# 2022–2023 Projected Revenues

Category	Unrestricted	Restricted	Total
LCFF	7,206,792	0	7,206,792
Federal*	0	4,253,671	4,253,671
State**	149,535	1,907,114	2,056,649
Local	167,000	190,682	357,682
<b>Total</b>	<b>\$7,523,327</b>	<b>\$6,351,467</b>	<b>\$13,874,794</b>



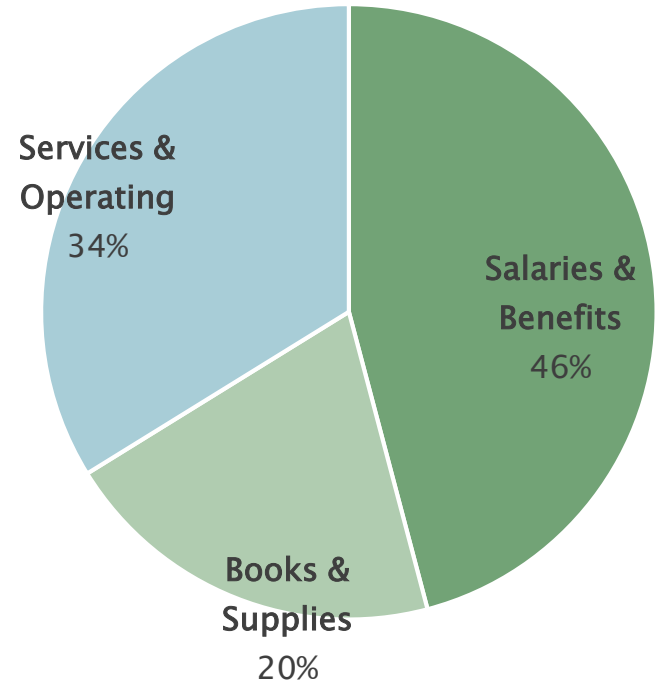
Unrestricted vs. Restricted  
 Restricted funds are controlled by the government and how they can be expended.



# 2022–2023 Projected Expenditures

Category	Unrestricted	Restricted	Total
Salaries and Benefits	4,875,011	1,750,813	6,625,824
Books and Supplies	394,643	2,537,691	2,932,334
Services and Operating	1,372,740	2,310,597	3,683,337
Other outgoing	-407,341	1,123,483	716,142
Capital Outlay	0	482,704	482,704
Total	\$6,235,053	\$8,205,288	\$14,440,341

Per Pupil Expenditures = \$15,624



# Multi Year Projection (MYP) Assumptions

- 2023-2024
  - 5.38% COLA
  - 439.24 Funded ADA
  - 19.10% STRS
  - 25.20% PERS
- 2024-2025
  - 4.02% COLA
  - 417.92 Funded ADA
  - 19.10% STRS
  - 24.60% PERS
- Step/Column advancement
- Budgeted carryover and one-time funds have been removed from outyears
- One-time revenues have been removed from outyears
- ADA is forecasted at 92.54% attendance

*Assumptions are made in accordance with School Services of California Dartboard, a widely accepted projection data sheet.*

# Enrollment

- ▶ Enrollment was projected using a 3-year average cohort survival rate.
- ▶ There has been a general decline over the past few years in enrollment with our current 9th and 12<sup>th</sup> grades far below average.
- ▶ 22/23 Enrollment is based on the 10/15/22 CalPADs Report
- ▶ While we have little control over enrollment, to maintain our revenue the District needs to continue to focus on attendance. Reaching 95% attendance can increase our revenue almost \$50K per year.

Grade	22/23	23/24	24/25
TK	8	8	8
K	39	33	27
1	36	31	27
2	42	43	44
3	38	35	33
4	41	40	39
5	38	35	33
6	39	40	42
7	45	44	43
8	50	51	51
9	39	38	37
10	40	35	30
11	48	44	41
12	31	25	20
Total	534	502	475



# NSS Funding Tier for BHS

Grade	22/23	23/24	24/25
9	39	38	37
10	40	35	30
11	48	44	41
12	31	25	20
Total	158	142	128
ADA	148.92	133.82	120.01
Funded ADA	179.77	168.89	152.99

ADA	LCFF Revenue
20-38	\$810,767
39-57	\$959,733
58-71	\$1,108,698
72-86	\$1,257,664
87-100	\$1,406,629
101-114	\$1,555,595
115-129	\$1,704,560
130-143	\$1,853,526
144-171	\$1,894,743*
172-210	\$2,325,565
211-248	\$2,745,412
249-286	\$3,164,832

## \*22/23 Funding Tier

22/23 Add-on rate: \$504.97

22/23 NSS LCFF: \$2,400,711

# Multi-Year Projections

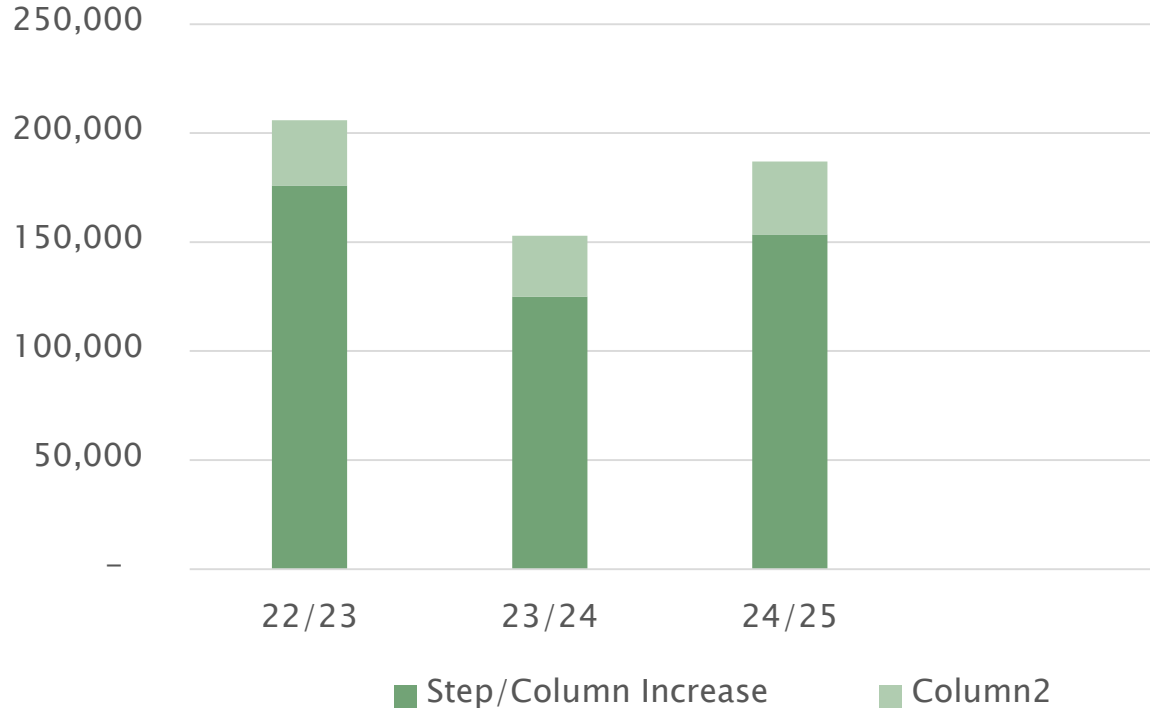
Ed Code requires that all budget presentations include current year plus the two out years. Districts who are able to show that they can meet financial obligations for all three years are certified as Positive.

Expenditures	14,440,068	8,876,224	9,045,609
Excess (Deficiency)	-565,274	-131,621	-276,153
Beg. Fund Balance	3,855,550	3,290,276	3,158,655
EFB	3,290,276	3,158,655	2,882,503
Reserve Percentage	29.95%	23.34%	13.95%

Deficit spending is occurring in the current year and two out years. Deficit spending occurs when the expenditures exceed the revenues.

**Required Reserve for 24/25 - \$361,824 – POSITIVE Certification**  
**Board Policy of 8% for 24/25 - \$723,649**

# Employee Costs



	21/22	22/23	23/24	24/25
STRS	16.92%	19.10%	19.10%	19.10%
PERS	22.91%	25.37%	25.20%	24.60%

# Cash Flow

	Object	July	August	September	October	November	December	January	February	March	April	May	June	TOTAL	VARIANCE
<b>A. BEGINNING CASH</b>	9110	\$4,366,964	\$4,155,049	\$3,938,685	\$3,721,979	\$4,108,028	\$3,516,823	\$4,965,122	\$5,356,082	\$5,200,004	\$4,545,272	\$5,530,970	\$5,663,957	\$0	CHECKS
<b>B. REVENUES</b>															
PV Adjurt	8019		0												
Property Tax	8020-8079	0	0	0	0	0	1,496,757	0	0	0	1,496,757	0	0	2,993,514	
State Aid LOFF	8010-8019	0	0		845,177	375,596	375,596	164,469	186,398	186,398	186,398	186,398	214,723	2,741,152	
Misc Fundr	8080-8099				(4,851)									(4,851)	
EPA	8012	0	435,955	435,955	0	0	300,109	0	0	300,109	0	0		1,472,128	
Federal Revenue	8100-8299	30,760	111,714	(13,876)	185,723	82,430	0	1,902,905	0	0	469,844	561,973	631,337	4,312,810	
Other State Revenue	8200-8599	95,557	52,442	26,502	158,870	0	225,489	215,484	655,383	0	90,110	304,895	162,776	1,997,510	
Other Local Revenue	8600-8799	64,588	30,155	33,253	(12,721)	8,835	53,652	2,432	69,533	0	0	5,723	102,231	357,482	
Other Local Revenue - Int	8660	0	0	0	0	0	0	0	0	0	0	0	0	0	
Aviater Financing Source	8930-8979														
In Lieu	8096	0	0	0	0	0	0	0	0	0	0	0	0	0	
Account Receivable	9200-9299	450,565		66,255											
<b>TOTAL REVENUES</b>		<b>691,470</b>	<b>630,267</b>	<b>548,090</b>	<b>1,192,198</b>	<b>466,859</b>	<b>2,461,602</b>	<b>2,285,290</b>	<b>911,315</b>	<b>486,507</b>	<b>2,243,110</b>	<b>1,358,990</b>	<b>1,111,067</b>	<b>13,869,945</b>	
<b>C. EXPENSES</b>															
Salaries	1000-2999	\$4,722	415,417	410,941	399,641	395,757	394,945	473,267	435,880	436,336	440,895	425,849	245,862	4,559,411	
Employee Benefits	3000-3999	36,680	153,667	160,243	156,213	172,936	178,308	188,432	186,159	194,217	183,267	191,325	264,694	2,066,140	
Supplier and Services	4000-5999	224,610	190,084	125,170	97,695	489,371	428,233	453,769	445,353	483,545	607,192	590,352	2,327,806	6,473,160	
Capital Outlay	6000-6599	0	0	(613)	32,146	0	0	0	0	0	0	0	451,171	482,704	
Other Outlay	7000-7499	(69,365)	5,232	16,016	120,521	0	0	395,310	0	27,142	26,068	18,476	177,242	716,142	
Interfund Transfers Out	7600-7629	0	0	0	0	0	0	0	0	0	0	0	142,511	142,511	
All Other Financing Expense	7630-7699	0	0	0	0	0	0	0	0	0	0	0	0	0	
Liabilities and Deferred In	9610-9690	505,045	82,229	0	0	0	0	0	0	0	0	0	0	587,274	
Account Payable	9500-9599	122,193	2	53,039	812		1,917	383,553							
<b>TOTAL EXPENSES</b>		<b>903,385</b>	<b>846,631</b>	<b>764,796</b>	<b>807,018</b>	<b>1,058,064</b>	<b>1,013,303</b>	<b>1,894,331</b>	<b>1,067,392</b>	<b>1,141,240</b>	<b>1,257,412</b>	<b>1,226,002</b>	<b>3,609,286</b>	<b>15,027,343</b>	0
<b>D. NET CHANGE (-B-C)</b>		<b>(211,915)</b>	<b>(216,364)</b>	<b>(216,706)</b>	<b>385,180</b>	<b>(591,204)</b>	<b>1,448,299</b>	<b>390,959</b>	<b>(156,077)</b>	<b>(654,732)</b>	<b>985,698</b>	<b>132,988</b>	<b>(2,499,219)</b>	<b>(1,157,398)</b>	0
<b>E. ENDING CASH (-A+D)</b>		<b>*****</b>	<b>*****</b>	<b>*****</b>	<b>*****</b>	<b>\$3,516,823</b>	<b>*****</b>	<b>\$5,356,082</b>	<b>\$5,200,004</b>	<b>\$4,545,272</b>	<b>\$5,530,970</b>	<b>\$5,663,957</b>	<b>\$3,165,739</b>	0	

Fund 17 \$ 646,510  
Ext. 6/30/23 3,812,249

# 22/23 BUDGET SUMMARY

- It is recommended that the Board have a plan in place and to assume that there will be no additional funding.
- Regardless of COVID-19 impact, our budget has pressures of declining enrollment and rising employee costs (STRS/PERS), staffing plans for future years should be an ongoing discussion.
- All districts will be in a position to carryover general funds again this year. This is primarily due the relief of federal and state one time funding that allows the districts to absorb salaries and benefits into the one time expenditures freeing up the general fund for carry over.
- Board discussions are necessary to plan for unassigned balances and one time funding.

Questions?