



# 2022-23 First Interim Revisions

## December 13, 2022

*Each student will reach his/her fullest potential as we strive for District excellence through sound leadership, effective communication, accountability, and investment in our staff*

# Financial Reporting Cycle

Budget  
development  
is a  
continuous  
process

- Budget Timeline:
  - Governor released his 2022-23 Budget Proposal in January 2022
  - Governor released the May Revise on May 2022, which was based on updated revenue and expenditure data
  - *Legislature met the constitutional deadline and passed the 2022-2023 budget on June 15*
  - Assumptions used to develop the budget, which was due to the Yuba County Office of Education by July 1, were based on the information in the May Revise
  - Budget projections were updated and approved by the Board on August 25, 2022 and October 20, 2022.
- Districts are required to file two interim reports on the status of the LEAS's financial health during the year.
  - This is an opportunity to make adjustments to the assumptions, revenue, and expenditures. Reports are due:
    - First Interim – Due December 15, 2022
    - Second Interim – Due March 15, 2023
- Annual financial reporting:
  - Budget Adoption – Due July 1, 2022
  - *First Interim – Due December 15, 2022*
  - Second Interim – Due March 15, 2023
  - Unaudited Actuals – Due September 15, 2023

# Budget Assumptions

Description	2022-23 Assumptions Budget Development	2022-23 Assumptions October Budget Revisions	2022-23 First Interim Budget Revisions
Statutory COLA	6.56%	6.56% 6.28% Augmentation	6.56% 6.70% Augmentation
Estimated LCFF Entitlement per ADA	\$10,256	\$10,935	\$10,978
Enrollment (includes county)	1421	1421	1501
Unduplicated Count (includes county)	567	567	596
Average Daily Attendance (ADA)	1336.16 K-8 + 3.89 County = 1340.05	1339.86+ 3.14 County = 1343.00 <i>Hold Harmless ADA = 1387.19</i>	1401.93 K-8 + 3.41 County = 1405.34
Lottery Base Lottery Prop 20	\$163 per ADA \$65 per ADA	\$163 \$65	\$170 \$67
STRS	19.10%	19.10%	19.10%
PERS	25.37%	25.37%	25.37%

# One-Time Funding

Funding Source	Dates Available	Grant Amount/Uses	2022-23 First Interim
Educator Effectiveness Grant	July 1, 2021 – June 30, 2026	Grant amount = \$328,573 Professional learning for teachers, administrators, & paraprofessionals who work with students and classified staff that interact with students	Carryover from prior year = \$262,858 Revenue budgeted = \$65,715 Expenditures = \$146,870 Carryover for subsequent years = \$181,703
Elementary & Secondary School Emergency Relief (ESSER II) Fund	March 13, 2020 – September 30, 2023	Grant Amount = \$377,472 Psychologist, nurse, intervention para, chromebooks, online subscriptions	Revenue budgeted = \$377,472 Expenditures = \$377,472
ESSER III (American Rescue Plan Act)	March 13, 2020 – September 30, 2024	Grant Amount = \$898,069 TOSA, VP, intervention teachers & paras, gen ed teachers	Revenue budgeted = \$898,069 Expenditures = \$898,069
Expanded Learning Opportunities Grant	July 1, 2020 – September 30, 2024	Grant Amount = \$847,753 Intervention teacher and paras, SEL para, health clerk, chromebooks, math training, online curriculum	Unearned revenue from prior year = \$128,451 Revenue budgeted = \$128,451 Expenditures = \$128,451

# More One-Time Funding

Funding Source	Dates Available	Grant Amount/Use	2022-23 First Interim
In-Person Learning Grant (COVID Relief and School Reopening Grant)	July 1, 2020 – September 30, 2024	Grant Amount = \$468,086 Health clerks, online curriculum	Unearned revenue from prior year = \$52,076 Revenue budgeted = \$52,076 Expenditures = \$52,076
Pre-Kindergarten Planning & Implementation Grant	Encumber by 6/30/2024	Grant Amount = \$120,106 Pre K materials & supplies	Revenue budgeted = \$120,106 Expenditures = \$120,106
Special Ed: American Rescue Plan (ARP) Local Assistance Entitlement	July 1, 2021 – September 30, 2023	Grant Amount = \$54,982 SPED Psych Intern, materials and supplies	Revenue budgeted = \$54,982 Expenditures = \$54,982
Special Ed: ARP IDEA, Part B, Section 619, Preschool Grant	July 1, 2021 – September 30, 2023	Grant Amount = \$7,863 Preschool classroom supplies	Revenue budgeted = \$7,863 Expenditures = \$7,863
Kitchen Infrastructure & Training Grants	Must be used by June 30, 2023	Grant Amount = \$46,818 Point of Sales hardware, software & training Staff trainings	Carryover from prior year = \$46,818 Revenue budgeted = 0 Expenditures = \$46,818

# Categorical Ongoing Funding

Funding Source	Uses	2022-2023 First Interim
Expanded Learning Opportunities Program (ELOP)	Provide before/afterschool/intersession program to targeted students	Carryover from prior year = \$255,081 Grant awarded = \$793,638 Fees = \$45,000 Expenditures = \$1,066,322
SPED Early Intervention Preschool Grant	Portion of Special Ed Preschool teachers and paras salaries/benefits, classroom supplies	Revenue budgeted = \$103,470 Expenditures = \$103,470

# Revenue Sources

Description	2022-23 Budget Development	2022-23 Oct Budget Revisions	2022-23 First Interim	Difference
LCFF Sources	\$13,559,784	\$14,971,215	\$15,220,624	+\$249K – Adjust for ADA & augmentation COLA
Federal Revenue	\$1,867,209	\$1,962,727	\$1,964,820	+\$2K Adjust Title I & Title III funding
Other State Revenue	\$725,292	\$3,732,090	\$4,651,886	+\$920K – Add STRS on-behalf, CSESAP, adjust ADA for lottery
Other Local Revenue	\$1,394,961	\$1,283,354	\$1,430,700	+\$147K – Adjust Medi-Cal LEA Option, ELO-P fees, interest, bus fees, Climate & Culture PD reimbursement
Transfers In	\$24,500	\$24,500	\$24,500	
Total	\$17,571,746	\$21,973,886	\$23,292,530	+\$1.3M

# Expenditures

Description	2022-2023 Budget Development	2022-23 Oct Budget Revisions	2022-23 First Interim	Difference
Certificated Staff	\$8,658,877	\$8,995,238	\$9,018,686	+\$23K – Adjust for new hires
Classified Staff	\$2,877,631	\$3,155,953	\$3,292,972	+\$137K – Add SPED paras, CSESAP State Match, ELO-P intersession salaries
Employee Benefits	\$4,153,993	\$4,372,011	\$5,213,254	+\$841K – Add STRS on-behalf and payroll taxes for add'l salaries
Books and Supplies	\$706,087	\$1,089,478	\$1,068,813	(\$20,665) – Decrease classroom furniture & Title I supplies
Services/Other Op Expenditures	\$1,551,036	\$2,212,677	\$2,271,950	+\$59K – Add SPED NPS; Climate/Culture PD; Adjust FMOT
Capital Outlay	\$112,688	\$50,000	\$50,000	
Other Outgo	\$369,526	\$424,564	\$787,966	+\$363K – Increase SPED Excess Costs
Transfers Out	(\$30,818)	(\$31,011)	(\$31,011)	
Total Expenditures	\$18,399,020	\$20,268,910	\$21,672,630	+\$1.4M



# General Fund Summary

Description	2022-23 Budget Development	2022-23 October Budget Revisions	2022-23 First Interim
Beginning balance	\$4,549,240	\$4,763,185	\$4,763,185
Revenue	\$17,571,746	\$21,973,886	\$23,292,530
Expenditures	\$18,399,020	\$20,268,910	\$21,672,630
Net increase (decrease) in Fund Balance	(\$827,274)	\$1,704,976	\$1,619,900
Ending Fund Balance	\$3,721,966	\$6,468,162	\$6,383,085
Reserves for Economic Uncertainty	\$1,103,941	\$1,216,135	\$1,300,358
Revolving Fund	\$5,100	\$5,100	\$5,100
Prepays	\$29,765	\$52,609	\$52,609
Restricted Funds	\$550,055	\$2,562,722	\$2,713,822
Committed – Certificates of Participation Debt Service	\$387,892	\$387,892	\$387,892
Stabilization Fund	\$1,645,213	\$2,243,704	\$1,923,303
Balance	\$0	\$0	\$0

# Multi-Year Projections Assumptions

Description	2022-23 Assumptions First Interim	2023-24 Projections Assumptions	2024-25 Projections Assumptions
Statutory COLA	6.56% 6.70% Augmentation	5.38%	4.02%
Estimated LCFF Entitlement per ADA	\$10,978	\$11,569	\$12,020
Enrollment (includes county)	1501	1501	1501
Unduplicated Count (includes county)	596	596	596
Average Daily Attendance (ADA)	<i>1401.93 K-8 + 3.41 County = 1405.34</i>	<i>1401.93 K-8 + 3.41 County = 1405.34</i>	<i>1401.93 K-8 + 3.41 County = 1405.34</i>
Lottery Base	\$170	\$170	\$170
Lottery Prop 20	\$67	\$67	\$67
STRS	19.10%	19.10%	19.10%
PERS	25.37%	25.20%	24.6%
Mandate Block Grant	\$34.94 per ADA	\$36.82 per ADA	\$38.30 per ADA
California CPI		2.58%	2.20%

# Multi-Year Projections Assumptions (continued)

One-time funding	2022-23 MYP	2023-24 MYP	2024-25 MYP
Arts, Music, and Instructional Materials Discretionary Block Grant	Revenue = \$892,449 Expenditures = \$223,976 Carryover = \$668,473	Revenue = \$0 Expenditures = \$668,473	Revenue = \$0 Expenditures = \$0
Learning Recovery Emergency Block Grant	Revenue = \$1,236,331 Expenditures = 0 Carryover = \$1,236,331	Revenue = \$0 Expenditures = \$605,786	Revenue = \$0 Expenditures = \$630,545
Total expenditures from one-time funding reserves	\$0	\$1,274,259	\$630,545

No salary increases other than step increases have been included in the multi-year projections

# Multi-Year Projections

Description	2022-23 First Interim	2023-24 Projection	2024-25 Projection
Beginning balance	\$4,763,185	\$6,383,085	\$5,540,400
Revenue	\$23,292,530	\$19,611,712	\$20,292,711
Expenditures	\$21,672,630	\$20,454,397	\$20,757,976
Net increase (decrease) in Fund Balance	\$1,619,900	(\$842,685)	(\$465,265)
Ending Fund Balance	\$6,383,085	\$5,540,400	\$5,075,135
Reserves for Economic Uncertainty	\$1,300,358	\$1,227,264	\$1,245,479
Revolving Fund	\$5,100	\$5,100	\$5,100
Prepays	\$57,709	\$15,728	\$0
Restricted Funds	\$2,713,822	\$1,243,908	\$527,393
Committed – Certificates of Participation Debt Service	\$387,892	\$387,892	\$387,892
Stabilization Fund	\$1,923,312	\$2,665,608	\$2,909,271
Balance	\$0	\$0	\$0

# Fund 13 – Cafeteria Fund

Description	2022-23 Budget Development	2022-23 Oct Revised Budget	2022-23 First Interim	Difference
<i>Beginning Balance</i>	\$229,793	\$483,513	\$483,513	
Revenue				
Federal NSLP Reimbursements	\$975,000	\$1,019,594	\$594,594	(\$425K) Move to State reimbursements
State NSLP Reimbursements	\$115,000	\$115,000	\$540,000	+\$425K
Other Local Revenue (Paid lunches, catering, interest)	\$7,400	\$8,700	\$8,734	+\$34
<i>Total Revenue</i>	<i>\$1,097,400</i>	<i>\$1,143,294</i>	<i>\$1,143,328</i>	
Expenditures				
Classified Staff and benefits	\$494,560	\$498,118	\$498,118	
Food and Supplies/Operating Exp	\$566,470	\$612,122	\$612,122	
Other Outgo (Indirect)	\$30,818	\$31,011	\$31,011	
<i>Total Expenditures</i>	<i>\$1,091,848</i>	<i>\$1,141,251</i>	<i>\$1,141,251</i>	
<i>Net Increase/(Decrease) in Fund Balance</i>	<i>\$5,552</i>	<i>\$2,043</i>	<i>\$2,077</i>	
<i>Ending Balance</i>	<i>\$235,345</i>	<i>\$485,556</i>	<i>\$485,590</i>	

# Fund 14 – Deferred Maintenance Fund

Description	2022-23 Budget Development	2022-23 Oct Budget Revisions	2022-23 First Interim	Difference
<i>Beginning Balance</i>	\$728,089	\$795,015	\$795,015	
<i>Total Revenue</i>	\$186,990	\$201,107	\$210,850	+9.7K – Transfer from Fund 01
<i>Expenditures</i>				
Services/Operating Expenditures	\$284,096	\$197,108	\$197,108	
<i>Total Expenditures</i>	\$284,096	\$197,108	\$197,108	
<i>Net Increase/(Decrease) in Fund Balance</i>	(\$97,106)	\$3,999	\$13,742	
<i>Ending Balance</i>	\$630,983	\$799,014	\$808,757	

# Fund 25 – Capital Facilities Fund

Description	2022-23 Budget Development	2022-23 Oct Budget Revisions	2022-23 First Interim	Difference
<i>Beginning Balance</i>	\$3,695,358	\$5,377,033	\$5,377,033	
<i>Total Revenue</i>	\$2,020,002	\$2,025,702	\$10,211,588	+ 8.2M Add COP Refi revenue, increase interest
<i>Expenditures</i>				
Direct Costs/Services/Operating Expenditures	\$104,500	\$180,587	\$192,539	+12K Adjust for facilities related consulting
<i>Debt Service – COP's</i>	\$646,486	\$646,486	\$8,822,074	+8.2M Add COP Refi P&I
<i>Construction Costs</i>		\$1,929,654	\$893,358	(\$1M) – Adjust to final remaining costs
<i>Total Expenditures</i>	\$741,425	\$779,225	\$9,907,971	
<i>Transfers In – From Fund 52</i>	\$258,594	\$258,594	\$258,594	Transfer to Fund 25 for COP payment
<i>Net Increase/(Decrease) in Fund Balance</i>	\$1,527,610	(\$472,431)	\$562,211	
<i>Ending Balance</i>	\$5,222,968	\$4,904,602	\$5,939,244	

# Fund 52 – Debt Service Fund

Description	2022-23 Budget Development	2022-23 Oct Budget Revisions	2022-23 First Interim	Difference
<i>Beginning Balance</i>	\$2,735,496	\$2,632,096	\$2,632,096	
Total Revenue	\$1,009,670	\$1,009,670	\$1,009,670	
Expenditures				
Debt Service – CFD 1 and CFD 2	\$316,994	\$316,994	\$316,994	
<i>Transfers Out</i>	\$283,094	\$283,094	\$283,094	
<i>Net Increase (Decrease) in Fund Balance</i>	\$409,582	\$409,582	\$409,582	
<i>Ending Fund Balance</i>	\$3,145,078	\$3,041,678	\$3,041,678	



# Summary

- Based on current budget projections and multi-year projections, the District will have a surplus in the budget year and will be deficit spending in subsequent years.
  - 2022-23 - \$1,619,900
  - 2023-24 – (\$842,685)
    - Approximately \$1.3M is using one-time funding
  - 2024-25 – (\$465,265)
    - Approximately \$631K is using one-time funding
- The District has sufficient reserves to cover these deficits and has set aside funds in reserves to cover the operating deficits in subsequent years.
  - The District is has experienced growth in enrollment and if enrollment/ADA continues to increase there is potential for an increase in revenue.
  - The District has applied for the COVID-19 Hold harmless ADA funding, which could result in about \$400K - \$450K in LCFF funding.
  - The District re-examines expenditure priorities during the budget development process and will make decisions based on growth and the state budget outlook.
- Based on current assumptions, staff recommend the PLESD Governing Board approve the 2022-2023 First Interim with a positive certification and the budget adjustments within.