
Executive Summary
Proposed Budget 2021-22
Leonard Kahn, Chief Business Officer

As we are looking forward to another school year, the Governor's May Revise proposals and projections are welcome news, especially compared to the dire situation last year when the state was projecting a \$54 billion budget shortfall. Instead, for 21-22, the Governor is proposing a \$100 billion California Comeback Plan in recovery programs and services.

- Governor's May Revise
 - 21-22 COLA projected at 5.07%; School Services of California has called this Mega COLA
 - 22-23 COLA projected at 2.48%
 - 23-24 COLA projected at 3.11%
 - new concentration grant pending legislative action

Not Included in Proposed Budget

- One-time CARES revenues
- Other one-time revenues were removed
- Carryover budgets will be added back to working budget after year-end
- While the 2019-2020/2020-2021 LEA settlement (+3.26%) is included in the Adopted Budget, no other groups have been included as negotiations have not concluded.

Updates

- District has experienced significant decline in enrollment
 - **Down 1,200 during the hold harmless budget years**
- District will lose the protection of Hold Harmless state funding in 2022-2023, putting the District into an on-going structural deficit
- PERS and STRS increases included
- Unemployment Insurance increased from 0.05% to 1.23% (~\$2,500,000/yr)
- Unrestricted Ending Fund Balance projections are anticipated to be \$86,602,004 in 2021-22, \$75,340,744 in 2022-23, and \$60,371,182 in 23-24