
Executive Summary

Proposed Budget 2021-22

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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