



Alvord Unified School District

Our Promise: All students will realize their unlimited potential.

2022/23 Proposed Budget

Board of Education Presentation
June 23, 2022

Presented by Dusty Nevatt
Chief Business Officer, Business Services



2022/23 Proposed Budget – Approval Timeline

- School Districts are required to approve their proposed budget on or before June 30th of each year. The approved budget is sent to their County Office for review and approval by August 15th. A public hearing for the LCAP and Budget is required to be held before the Board of Education takes final action.
- Included in Proposed Budget
 - 2021/22 Estimated Actuals
 - provides latest estimates for the 2021/22 school year
 - 2022/23 Proposed Budget – ALL District Funds
 - Projections for General Fund for 2023/24 & 2024/25
- 45-Day Update – a budget update will be brought to the Governing Board in August. The 45-day update will inform the Board of the impact of the State approved budget as it relates to the District’s budget as presented in June for approval.

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CBEDS & Enrollment Projections

Grades	2019-20	2020-21	2021-22	2022-23*	2023-24*	2024-25*	2025-26*
TK-3	5,465	5,050	5,013	5,005	4,931	4,918	4,905
4-6	4,126	4,061	3,950	3,833	3,740	3,628	3,562
7-8	2,796	2,694	2,758	2,635	2,631	2,600	2,512
9-12	5,764	5,873	5,745	5,795	5,727	5,345	5,381
Total ADA	18,151	17,679	17,466	17,029	16,491	16,360	16,089

*Projected Enrollment

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P-2 Average Daily Attendance (ADA)

Grades	2019-20	2020-21	2021-22	2022-23*	2023-24*	2024-25*	2025-26*
TK-3	5,230	5,230	4,540	4,754	4,684	4,671	4,659
4-6	3,979	3,979	3,577	3,640	3,552	3,445	3,383
7-8	2,674	2,674	2,423	2,502	2,498	2,468	2,385
9-12	5,453	5,453	5,008	5,490	5,426	5,063	5,097
Total ADA	17,336	17,336	15,548	16,386	16,160	15,647	15,524

*Projected ADA – 95% attendance rate

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2022/23 Proposed Budget – Revenue Highlights

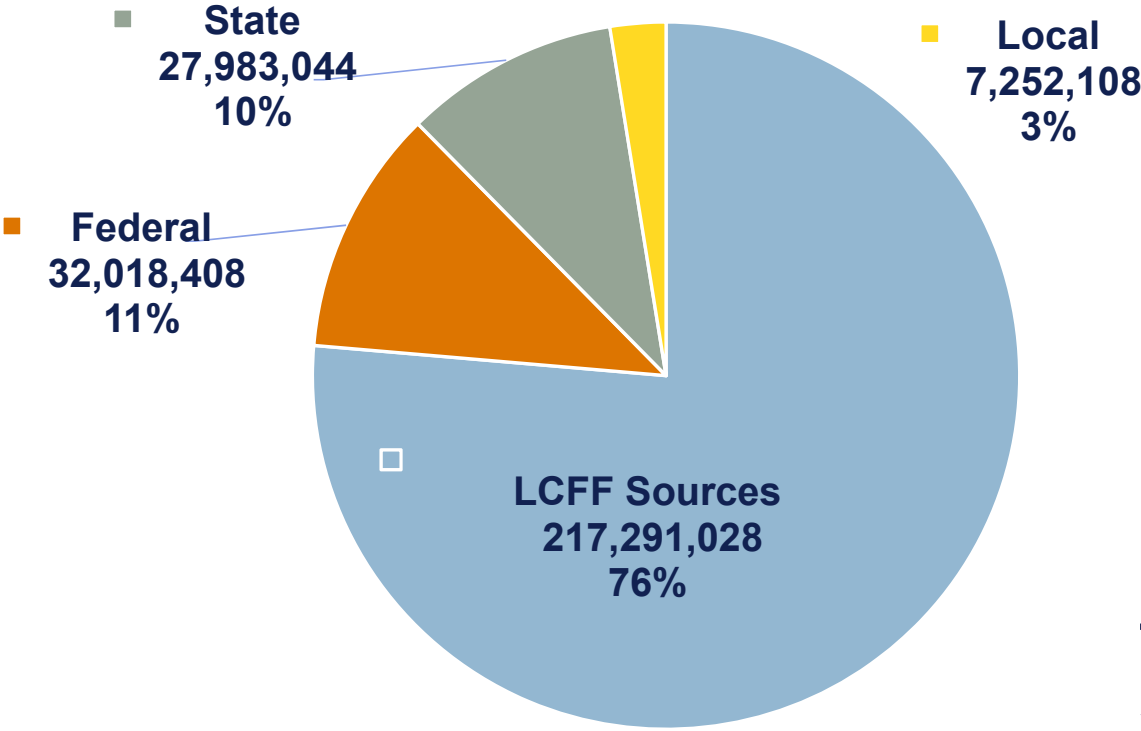
General Fund REVENUES

- LCFF – Local Control Funding Formula
 - 22/23 COLA 6.56%
 - 23/24 COLA 5.38% & 24/25 COLA 4.02%
- Declining enrollment
 - 22/23 projected loss of 239
 - 23/24 lower by 538 & 24/25 lower by 131
- Federal Revenues – includes \$21.4M in one-time grant
- State Revenues – includes \$436K in one-time grant
 - Carryover of \$2.0M
- Local Revenues – increased Special Education SELPA revenue
- Contributions (financial support to GF restricted programs when expenses *exceed* revenues)
 - 22/23 \$35.3M 23/24 \$37.8M 24/25 \$39.3M

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2022/23 Proposed Budget - General Fund Revenues



■ LCFF Sources ■ Federal ■ State ■ Local
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2022/23 Proposed Budget General Fund Revenues

	2021/22 Estimated Actuals	2022/23 Proposed Budget	Change	% Change
LCFF Sources*	\$212,961,143	\$217,291,028	\$4,329,885	2.03%
Federal	\$54,430,000	\$32,018,408	-\$22,411,592	-41.18%
State	\$39,877,563	\$27,983,044	-\$11,894,519	-29.83%
Local	\$6,582,563	\$7,252,108	\$669,545	10.17%
Total General Fund Revenue	\$313,851,269	\$284,544,588	-\$29,306,681	-9.3%

*LCFF = Local Control Funding Formula – dollars are generated by students attending school each day

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2022/23 Proposed Budget – Expenditure Highlights

- 1,003.3 Certificated FTE
 - 14 Early Numeracy, 7 Intervention, 3 Early Literacy & 52 Itinerant Teachers funded through 6/30/2023 with one-time grant funding
- 667.35 Classified FTE
 - 14 Additional TK Aides – secures 12:1 student to adult ratio
 - 21 Custodians, 6 Clerical & 14 additional Elem Instructional Aides funded until 6/30/2023
- 95 Management positions – increase of 14 Assistant Principal positions
- Negotiated salary step advancements, rate changes to employer fixed charges & H & W cost increases.
- *“back to normal”*
 - Department & Site Budgets, costs for subs, extra duty, hourly costs
- One-time grants
 - ESSER II, ESSER III, GEER II, Special Education Learning Recovery, In-Person Instruction & Expanded Learning Opportunities (ELO)

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Staffing – 2022/23 Proposed Budget

Certificated	1,003.30 FTEs
Instructional	909.30
Instructional Support	24
Pupil Services	69
Other Admin	1

Certificated Management	71 FTEs
Instructional Support/Pupil Services	68
District Administration	3

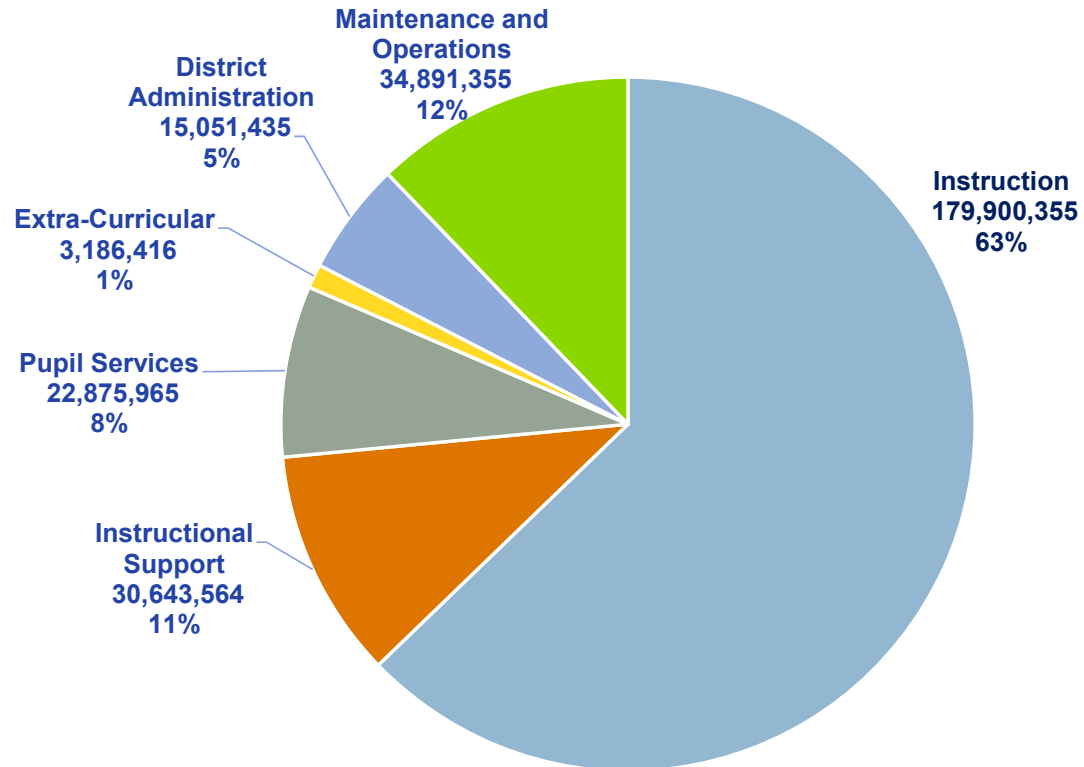
Classified	667.35 FTEs
Instructional	195.36
Instructional Support	116.33
Pupil Services	107.78
Maintenance & Operations	209.03
District Administration	38.85

Classified Management	24 FTEs
Instructional Support/Pupil Services	9
District Administration	15

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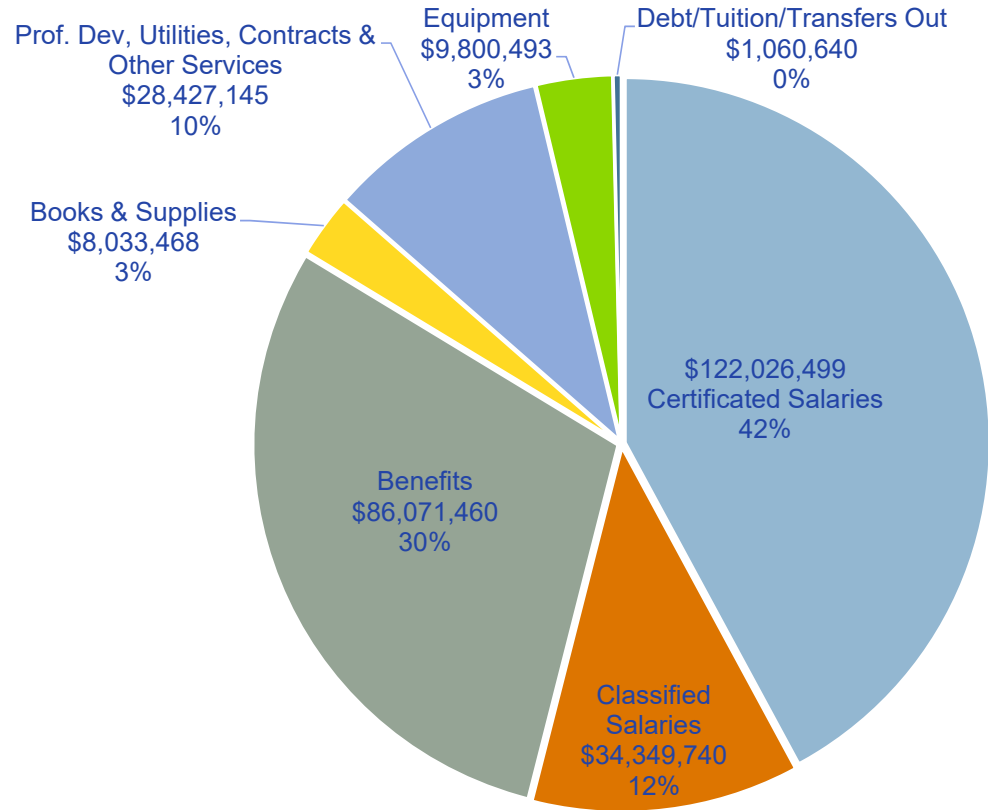
2022/23 Proposed Budget General Fund by Activity



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2022/23 Proposed General Fund Expenses



Total Salary & Benefits

\$242,447,699
84%

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2022/23 Proposed Budget

General Fund Expenses

	2021/22 Estimated Actuals	2022/23 Proposed Budget	Change	% Change
Certificated Salaries	\$118,004,296	\$122,026,499	\$4,022,203	3.41%
Classified Salaries	\$30,406,804	\$34,349,740	\$3,942,936	12.97%
Benefits	\$81,004,465	\$86,071,460	\$5,066,995	6.26%
Books & Supplies	\$11,062,571	\$8,033,468	-\$3,029,103	-27.38%
Professional Dev, Utilities, Contracts & Other Services	\$29,011,149	\$28,427,145	-\$584,004	-2.01%
Equipment	\$29,876,278	\$9,800,493	-\$20,075,785	-67.20%
Debt/Tuition/Transfers Out	\$1,958,605	\$1,060,640	-\$897,965	-45.85%
Total Expenditures	\$301,324,168	\$289,769,445	-\$11,554,723	-3.83%

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2022/23 Proposed General Fund Budget

Total General Fund	Unrestricted	Restricted	Total
Revenues	\$221,370,526	\$63,174,062	\$284,544,588
Expenditures	\$187,981,409	\$100,638,036	\$288,619,445
Transfers Out to other Funds	\$150,000	\$1,000,000	\$1,150,000
Contributions	<u>(\$35,374,768)</u>	<u>\$35,374,768</u>	<u>\$ 0</u>
Net Increase/(Decrease)	(\$2,135,651)	(\$3,089,206)	(\$5,224,857)
Est. Beginning Fund Balance	\$31,945,926	\$16,865,483	\$48,811,409
Ending Fund Balance	<u>\$29,810,275</u>	<u>\$13,776,277</u>	<u>\$43,586,552</u>
Reserves – Required Min 3%	\$8,950,000	\$ 0	\$8,950,000
Committed & Restricted Balances	\$5,756,733	\$13,776,277	\$19,533,010
Remaining Fund Balance – Designated for Future Educational	\$15,103,542		\$15,103,542

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2022/23 Proposed Budget Ending Fund Balance Breakdown

	2021/22 Estimated Actuals	2022/23 Proposed Budget	Change
GF Restricted	\$16,865,483	\$13,776,277	-\$3,089,206
Revolving Cash	\$45,000	\$45,000	\$-0-
Commitments			
Textbook Adoption	\$4,463,170	\$5,657,417	\$1,194,247
LCAP Carryover	\$3,213,566	\$0	-\$3,213,566
Alvord Cares	\$29,316	\$16,813	-\$12,503
Liability Checking Accounts	\$30,000	\$30,000	\$-0-
Board Assigns/Deficit Spending	\$15,114,872	\$15,103,540	-\$11,332
3% Designated Reserve	\$9,050,000	\$8,950,000	-\$100,000
GF Ending Balance	\$48,811,407	\$43,586,550	-\$5,224,857



2022/23 Proposed Budget Restricted Ending Balances by Grant & Program

	2021/22 Second Interim	2021/22 Estimated Actuals	2022/23 Proposed Budget
Classified Professional Development	15,475	26,804	26,804
Educator Effectiveness Block Grant	3,043,422	3,756,887	2,970,665
Expanded Learning Opportunities	0	1,002,424	0
Expanded Learning Opportunities Program – ELO-P	0	4,935,613	4,935,613
Expanded Learning Opportunities – Paraprofessionals	50,009	1,032,463	0
SB 117 COVID Response Funds	150,593	150,593	150,593
Lottery – Instructional Learning Materials	2,565,141	2,706,877	3,155,456
Medi-Cal Billing Prog (LEA Collaborative)	835,420	1,107,238	1,036,345
Routine Maintenance – required 3% contribution	634,367	428,154	136,173
SPED Learning Recovery Support	0	639,268	0
SPED Low Incidence	721,779	644,588	930,054
SPED Early Intervention Preschool	0	434,574	434,574
TOTAL	8,016,206	16,865,483	13,776,277



Multi-Year Projections (MYP) Considerations

Multi-Year Projections - based on data, criteria, trends & negotiated items

- Enrollment & ADA changes
- Staffing changes due to enrollment changes
- Automatic Salary Step increases
- Minimum Wage increases
- Changes to Fixed Charge rates (STRS & PERS, W.C. etc.)
- Changes to utilities, Health costs, Property Liability insurance, etc.
- Additional Supports for Mental Health & School Safety

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Multi-Year Projections General Fund Revenues

	Proposed Budget 2022/23	Projections 2023/24	Projections 2024/25
LCFF Sources*	\$ 217.3 M	\$ 231.6 M	\$ 236.2 M
Federal	\$ 32.0 M	\$ 10.6 M	\$ 10.6 M
State	\$ 27.9 M	\$ 26.8 M	\$ 26.9 M
Local	\$ 7.2 M	\$ 7.2 M	\$ 7.2 M
Total Revenue	\$ 284.5 M	\$ 276. M	\$ 280.9 M

*LCFF = Local Control Funding Formula – dollars are generated by students attending school each day

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Multi-Year Projections General Fund Expenses

	Proposed 2022/23	Projections 2023/24	Projections 2024/25
Staffing	\$ 242.4 M	\$ 236.8 M	\$ 239.8 M
Books & Supplies	\$ 8.0 M	\$ 5.2 M	\$5.0 M
Prof. Dev, Utilities, Contracts, etc.	\$ 28.4 M	\$ 26.6 M	\$ 27.1 M
Equipment	\$ 9.8 M	\$ 30.0 K	30.0 K
Debt/Tuition/Indirect	-\$ 89.3 K	-\$ 89.3 K	-\$ 89.3 K
Transfers Out	\$1.15 M	\$1.15 M	\$1.15 M
Total Expenses	\$ 289.7 M	\$ 269.7 M	\$ 273.0 M

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2022/23 Proposed Budget & Multiyear Projections Total General Fund

	2022/23 Proposed	2023/24 Projected	2024/25 Projected
Total Revenues	\$284,544,588	\$276,310,771	\$280,982,416
Total Expenditures	<u>\$289,769,445</u>	<u>\$269,721,174</u>	<u>\$273,040,075</u>
Net Increase/(Decrease)	(\$5,224,857)	\$6,589,597	\$7,972,341
Beginning Balance, July 1	\$48,811,410	\$43,586,553	\$50,176,150
Ending Balance, June 30	<u>\$43,586,553</u>	<u>\$50,176,150</u>	<u>\$58,118,491</u>
Restricted GF Ending Balances	\$13,776,277	\$13,653,207	\$13,440,137
Committed Ending Balances	\$5,756,733	\$12,950,980	\$19,100,227
Required Reserve (minimum 3%)	\$8,950,000	\$8,500,000	\$8,700,000
Hold for Future Educational Supports	\$15,103,543	\$15,161,963	\$16,833,127
Contributions to Restricted GF programs (info only)	\$35,374,768	\$ 37,807,760	\$39,357,038



2022/23 Proposed Budget & Multi-Year Projections – GF Ending Fund Balance

	2022/23 Proposed	2023/24 Projected	2024/25 Projected
GF Restricted	13,776,277	13,563,207	13,440,137
Revolving Cash	45,000	45,000	45,000
Commitments			
Textbook Adoption	5,657,417	10,851,664	17,045,911
LCAP Carryover	0	2,000,000	2,000,000
Alvord/Cares - Donations	24,316	24,316	24,316
Liability Checking Accounts	30,000	30,000	30,000
Board Assign/Future Educational Support	15,103,543	15,161,963	16,833,127
3% Designated Reserve	8,950,000	8,500,000	8,700,000
GF Ending Balance	43,586,553	50,176,150	58,118,491

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Ending Balances - Other District Funds

Fund	Estimated Actuals	Adopted Budget	Change
Adult Education	\$198,600	\$198,600	\$0
Child Nutrition Svcs	\$3,936,795	\$3,330,934	-\$605,861
Deferred Maintenance	\$1,265,408	\$1,415,408	\$150,000
Building	\$454,525	\$461,325	\$6,800
Capital Facilities	\$648,299	\$350,299	-\$298,000
County School Facilities	\$155,361	\$155,361	\$0

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Ending Balances - Other District Funds

Fund	Estimated Actuals	Adopted Budget	Change
Reserve for Capital Projects	\$6,423,551	\$4,517,446	-\$1,906,105
Worker's Compensation Self-Insurance	\$912,551	\$472,273	-\$440,278
Certificated Employee Group Self-Insurance	\$3,946,805	\$3,513,393	-\$433,412
Classified Employee Group Insurance Reserve	\$405,343	\$406,042	\$699
Alvord Educational Foundation	\$210,105	\$210,455	\$350
Total of All District Funds	\$18,557,343	\$15,031,536	-\$3,525,807

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2022/23 Budget Timeline

- **June 23, 2022** Board Action – Adopt 2021-2024 LCAP & 2022/23 District Budget
- **August 2022** 45-Day Update – August Board Meeting
- **December 2022** Board Action – 2022/23 First Interim Report
- **January 2023** Governor’s 2023/24 Budget Proposal
- **February 2023** Start 2023/24 Budget Development
- **March 2023** Board Action – 2022/23 Second Interim Report

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2022/23 Proposed Budget Recommendation

- Staff recommends the Alvord Board of Education adopt the 2022/23 Proposed Budget as presented
- Authorizes Submission to Riverside County Office of Education for review and approval
 - Due back from RCOE by August 15, 2022

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