

Meridian Elementary



2021-22 Projected Budget Report

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Superintendent /Principal

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Meridian Elementary School District

Introduction

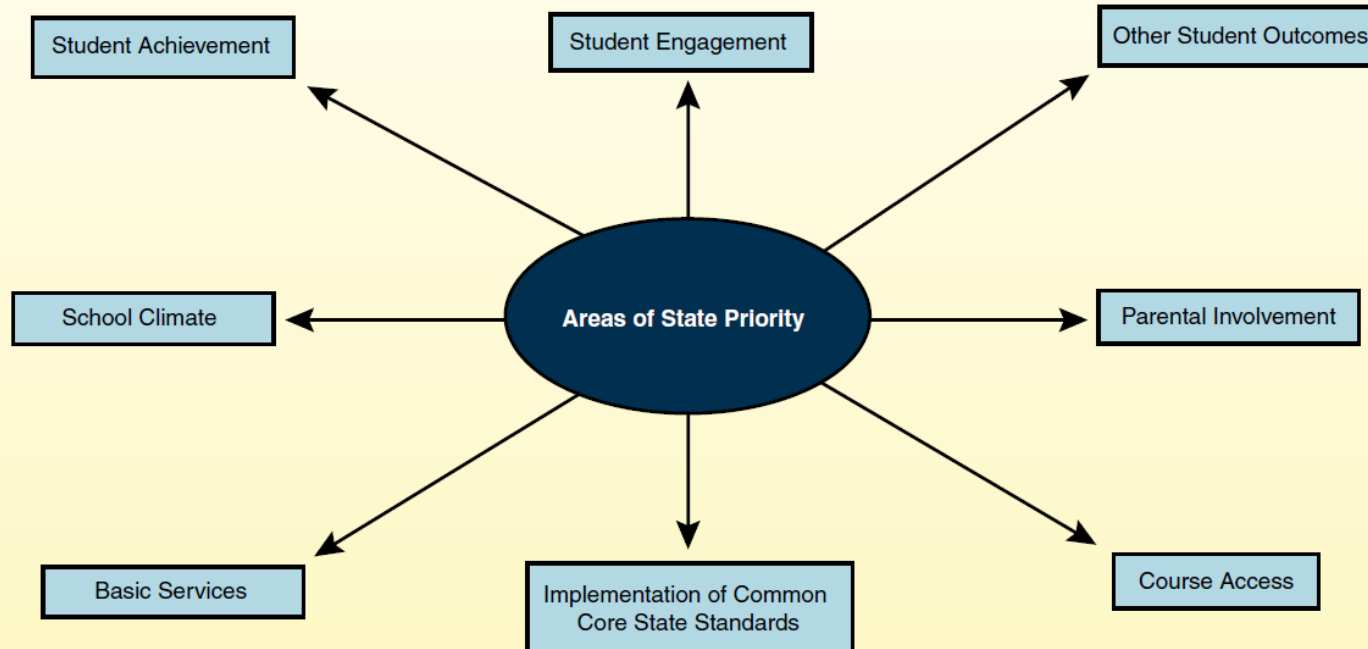
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- The County Office, under AB1200, requires districts to document and include written budget assumptions in the budget package submitted for approval to the district Board of Trustees. Each district should advise the Board, by way of budget documents, accompanied by a brief narrative, of the financial condition of the district. This report will provide the required information for the Board to certify the district's ability to meet its financial obligations.
- The Adopted Budget Report is presented by fund and major object account classification, reflecting 2020/2021 "*Estimated Actuals*" in columns A-C and the Proposed 2021/2022 "*Budget*" in columns D-F. The final column reflects the percentage of variance between the **2020/2021 Estimated Actuals** and the ***proposed 2021/2022 Budget***.
- This report contains information and estimates that reflect the information contained in the Governor's May Revision State Budget proposal.

State Priorities

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Eight Areas of State Priority Must Be Addressed in LCAPs

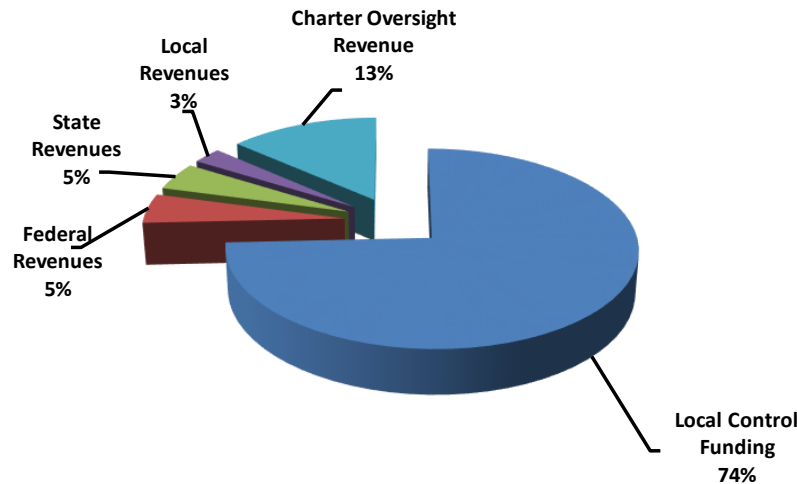


LCAP = Local Control and Accountability Plan.

Source: "An Overview of the Local Control Funding Formula" Legislative Analyst's Office, July 2013

General Fund Revenue Sources

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The largest part of the revenue, excluding Special Ed Transfer revenue, (74%) comes from Local Control Funding and is to be aligned to meet the eight state priorities. The priorities are on the previous slide.

The district will continue to receive federal funds for specific purposes and must continue to follow federal regulations. Federal funds consist of Title I, Title II, Title IV, REAP, ESSER II and Child Nutrition.

Other state funds consist of Child Nutrition, Mandated Costs, Lottery, and STRS On Behalf.

Local resources include interest, donations, local grants, special education funds and parent fees for cafeteria.

Local Control Funding	787,303
Federal Revenues	52,062
State Revenues	48,706
Local Revenues	28,321
Charter Oversight Revenue	143,692
	1,060,084
CAVA Special Ed Transfer Federal	191,872
CAVA Special Ed Transfer Local	406,593
Total Revenue	1,658,549

General Fund Revenue Sources (continued)

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LOCAL CONTROL FUNDING - \$787,303

LCFF is based on current year 21/22 Projected P-2 ADA of 70.30. The increase in funding is directly related to the projected increase in enrollment and the increase in COLA from 0% in 20/21, to 5.07% in 21/22.

FEDERAL REVENUES - \$243,934

The decrease of \$51,407 is the net result of removing one-time COVID-19 funds received for learning loss and mitigation, removing carryover from Title IV, adjusting title programs and IDEA funds to reflect latest allocations, and adding ESSER II to the 21/22 budget.

OTHER STATE REVENUE - \$48,706

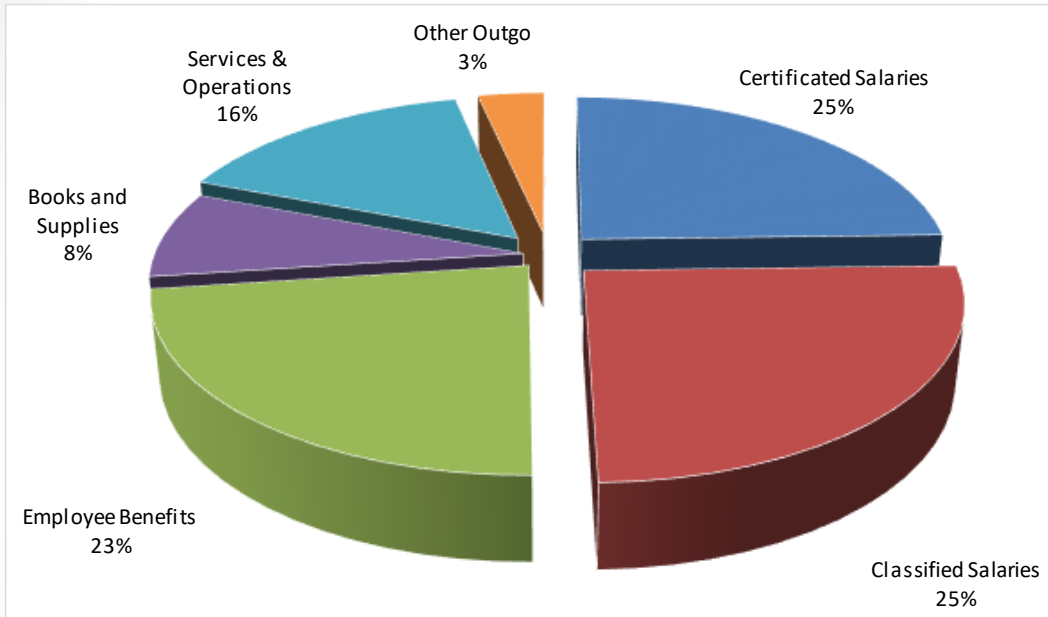
The decrease of \$72,388 is the net result of removing one-time COVID-19 funds, adjusting state grants to reflect latest allocations, and increasing contribution to STRS On Behalf.

OTHER LOCAL REVENUES - \$578,606

The decrease of \$99,425 is the net result of removing the oversight settlement from the charter schools, adjusting the special education charter transfer to reflect the projected special education costs, and increasing the budget in cafeteria to reflect revenue from local fees.

General Fund Expenditures

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Approximately 73% of the district's total expenditures are spent on Salaries and Benefits.

Other Outgo in the pie chart is represented by Meridian's Excess Cost only. It does not include any pass through funds to CAVA

Certificated Salaries	\$282,063
Classified Salaries	\$289,076
Employee Benefits	\$265,816
Books and Supplies	\$91,821
Services & Operations	\$180,281
Other Outgo	\$39,278
	\$1,148,335
CAVA Special Ed Pass Through	\$598,465
TOTAL EXPENDITURES	\$1,746,800

General Fund Expenditures

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CERTIFICATED SALARIES - \$282,063

Salary projections are based on 3.8 certificated FTE and 0.2 management FTE, (The Superintendent is 80% teacher, 20% Principal/Superintendent.) The increase of \$25,038 is directly related to increasing the budget to reflect one hundred percent of the salary of the teacher that was added mid-year in 20/21.

CLASSIFIED SALARIES - \$289,076

Salary projections for classified staff are based on current staffing needs and projected extra duty hours. The increase of \$113,904 is a direct result of adding five new paraprofessionals, one office assistant, one night custodian, and an increase in salary for the CBO. Three of the new paraprofessionals are only budgeted for 21/22 fiscal year, as part of the ELO grant, and were removed in the two out-years.

EMPLOYEE BENEFITS - \$265,816

Benefit projections are based on 21/22 salaries and projected extra duty hours and substitutes. The increase of \$56,703 is due to the adjustments listed above, and the net increase in the STRS, PERS, and Unemployment Insurance rates. The 21/22 STRS rate is 15.92%, PERS rate is 22.91%, and the Unemployment Insurance rate is 1.23%.

BOOKS AND SUPPLIES - \$91,821

The decrease of \$35,037 is primarily due to removing all one-time COVID-19 related expenditures to address learning loss and mitigation and provide a safe environment for the kids and staff while providing in-person instruction.

SERVICES, OTHER OPERATING EXPENSES - \$180,281

The increase of \$2,986 is the net result of removing one-time COVID-19 expenditures, and increasing the budget for contracted mental health services paid from one-time Extended Learning Opportunity grant.

General Fund Expenditures (continued)

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CAPITAL OUTLAY \$0

There are no planned capital projects in 21/22.

OTHER OUTGO \$637,743

Other outgo projections include the district's Special Education excess cost, as well as pass-thru funds to CAVA for Federal IDEA and Special Education costs.

CONTRIBUTIONS TO RESTRICTED PROGRAMS \$101,065

Planned contributions from unrestricted to restricted include \$37,980 to Child Nutrition, \$50,282 to Routine Restricted Maintenance, \$12,711 to Title I, and \$92 to Special Ed.

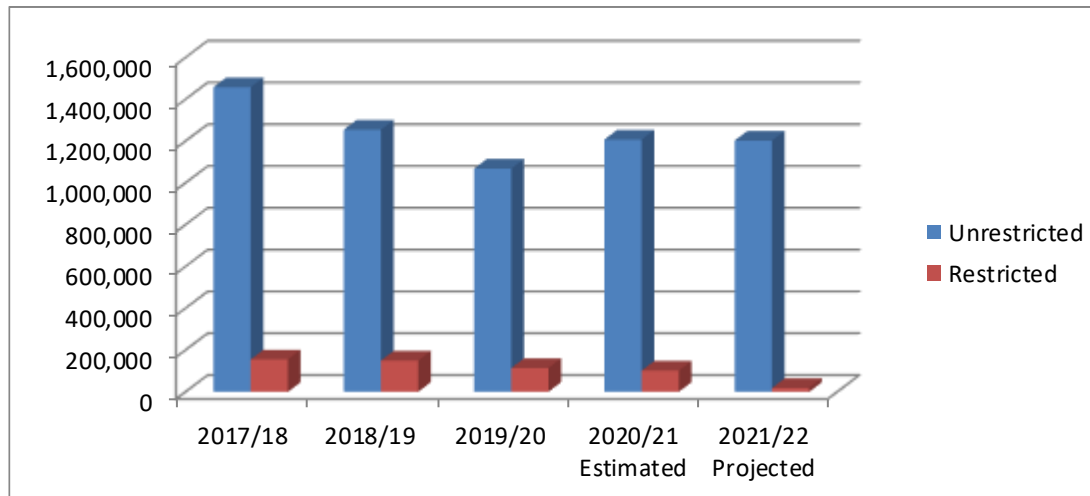
General Fund Balance

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It is estimated that the district will deficit spend in the current year and the two subsequent years. The district has sufficient reserves to be fiscally solvent.

The estimated ending balance for the 2021-22 year is \$1,220,599; of this amount, \$87,340 has been designated for economic uncertainties as required by the State of California.

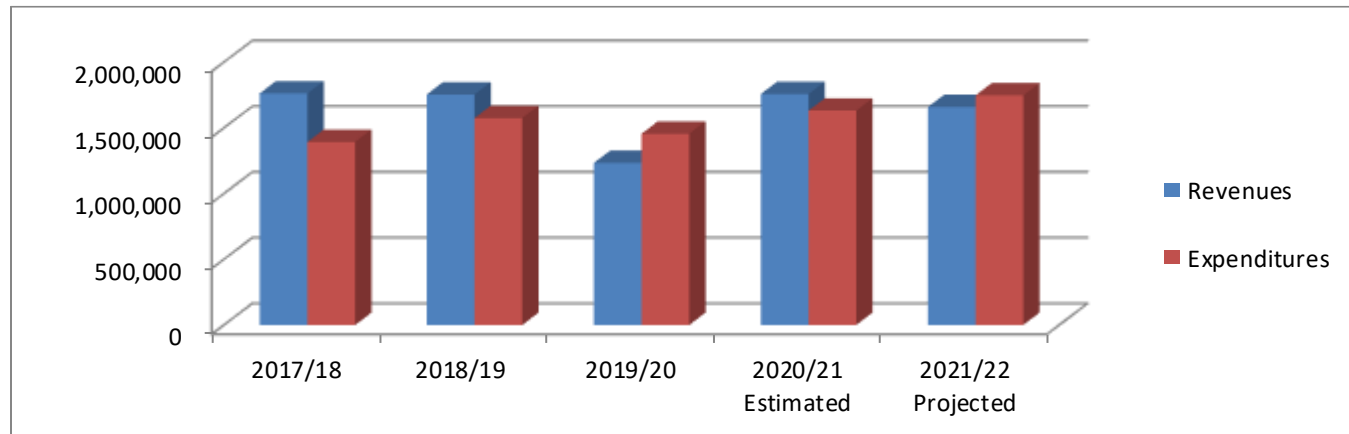
	Unrestricted	Restricted	Total
2017/18	1,457,257	155,164	1,612,421
2018/19	1,254,928	150,073	1,405,001
2019/20	1,068,505	114,134	1,182,639
2020/21 Estimated	1,207,152	101,698	1,308,850
2021/22 Projected	1,202,591	18,008	1,220,599



Revenues Versus Expenditures

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	Revenues	Expenditures
2017/18	1,761,573	1,392,585
2018/19	1,753,302	1,574,100
2019/20	1,232,887	1,455,249
2020/21 Estimated	1,757,372	1,631,162
2021/22 Projected	1,658,549	1,746,800



Other Funds

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- **Student Activity Fund (Fund 08)** – It is projected that this fund will end **2021/22 with \$1,044.00**
- **Special Reserve Fund (Fund 17)** - It is projected that this fund will end **2021/22 with \$114,373.00**
- **Building Fund (Fund 21)** - It is projected that this fund will end **2021/22 with \$215.00**
- **Capital Facilities Fund (Fund 25)** – It is projected that this fund will end **2021/22 with \$35,590.00**

Assumptions used to prepare the Multi Year Projections

The MYP indicates that Meridian Elementary School District will deficit spend in the current year and in both subsequent years. Local Control Funding is based on ADA of 70.30. The district is projected to receive LCFF funding in all years, but continues to be eligible for Necessary Small Schools funding, if needed. LCFF funding was projected with 2.48% COLA in 22/23, and 3.11% COLA in 23/24.

Expenditure adjustments are as follows:

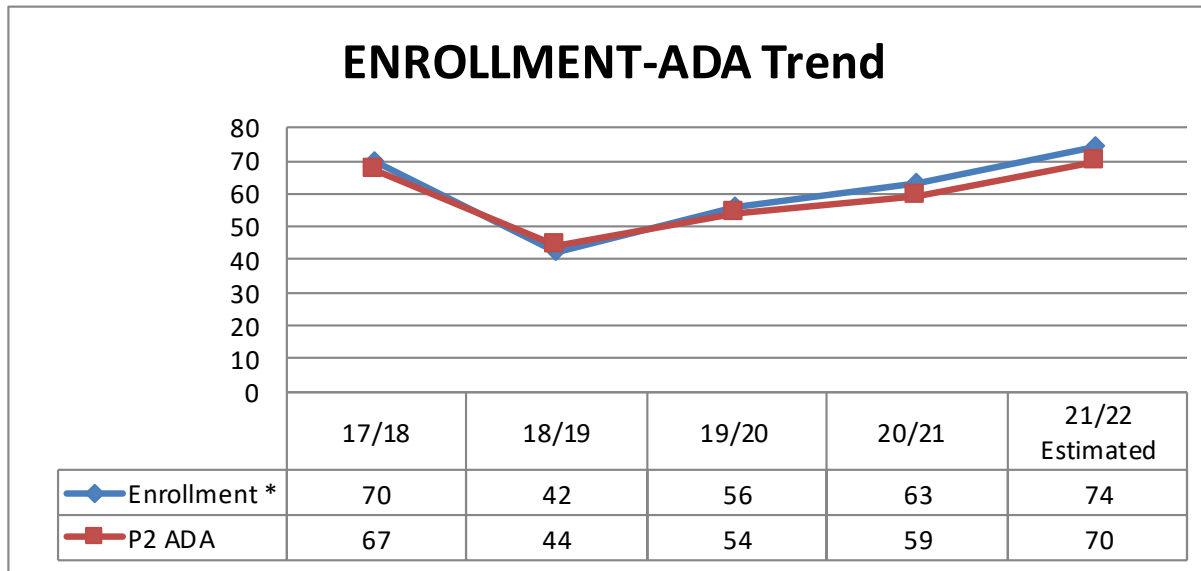
- **Certificated** Increased to record estimated cost of range and step increases in 22/23 and 23/24.
- **Classified** Removed 3 paraprofessionals from budget, and increased to record estimated cost of step increases in 22/23 and 23/24.
- **Benefits** Increased to cover the above salary adjustments and the STRS and PERS rate increases in 22/23 and 23/24. Projected STRS rate in 22/23 is 18.00% and 26.10% for PERS. Projected STRS rate in 23/24 is 18.00% and 27.10% for PERS. Unemployment Insurance rate was budgeted at 1.23% in 22/23, and 0.05% in 23/24.
- **Supplies** Fiscal years 22/23 and 23/24 were increased by CPI rate of 2.40% and 2.23%, respectively. Title IV expenditures were kept flat in both out-years.
- **Services** One-time expenditures were removed in 22/23. Fiscal years 22/23 and 23/24 were increased by CPI rate of 2.40% and 2.23%, respectively.
- **Capital Outlay** Increased 22/23 and 23/24 by \$10,000 and \$5,000, respectively, for unexpected capital/facilities expenditures.
- **Transfers In** No adjustments.
- **Transfers-Out** No adjustments.
- **Other Sources/Uses** No adjustments.

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Enrollment - ADA Trend

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YEAR	Enrollment *	P2 ADA	% of Enrollment
17/18	70	67	96%
18/19	42	44	105%
19/20	56	54	96%
20/21	63	59	94%
21/22 Estimated	74	70	95%



*For the first four years, CBEDS enrollment is used. For the current year, projected enrollment is used.