

# Update on Final State Budget and the Impact on the GUSD Budget for 2022-23

August 9, 2022

Information Report No. 1

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Chief Financial Officer

Budget Report No. 2



# 2022-23 45-Day Budget Update



## LEGAL REQUIREMENTS



Since a district's budget assumptions may have changed from the Board Adopted Budget EC 42127(h) states: "Not later than 45 days after the Governor signs the annual Budget Act, the school district shall make available for public review any revisions in revenues and expenditures that it has made to its budget to reflect the funding made available by that Budget Act."



## Comparison: GUSD Budget Adoption- State enacted Budget- 45-day revision

Item	Budget Adoption/May Revise	Enacted Budget	GUSD Estimated Impact
<b>Local Control Funding Formula (LCFF) 2022-23</b>	<b>Cost of Living Adjustment (COLA)</b> 6.56% Statutory COLA 3.0% Augmented COLA	6.56% Statutory COLA 6.28% Augmented COLA Total 12.84% <i>Ongoing COLA</i>	<b>\$7.0 million</b>
<b>COVID ADA Adjustment Protection</b>	<b>Current Year ADA OR Current Year Enrollment Adjusted for 2019-20 ADA (attendance yield)</b>	<b>No Change</b>	<b>\$6.0 million</b>
<b>Learning Recovery Emergency Block Grant</b>	<b>Based on 2021-22 P2 ADA</b>	<b>Based on 2021-22 P2 ADA Multiplied by 2021-22 Unduplicated Pupil Percentage (UPP)</b>	<b>\$28.4 million</b>



## Comparison: GUSD Budget Adoption- State enacted Budget- 45-day revision

Item	Budget Adoption/May Revise	Enacted Budget	GUSD Estimated Impact
<b>Arts, Music &amp; Instructional Materials Block Grant</b>	<b>\$0</b>	<b><i>One-time Funds</i></b> <b>Based on 2021-22 ADA encumbrances through 2025-26</b>	<b>\$15.1 million</b>
<b>Expanded Learning Opportunities Program (ELOP)</b>	<b>\$2,500 Per Pupil</b>	<b>\$1,250 Per UPP for districts below 75% (GUSD is slightly above 50%)</b>	<b>\$12.7 million</b>
<b>Home-To-School Transportation</b> First adjustment since 2012-13	<b>\$0</b>	<b>Up to 60% of Home-To-School expenditures of prior year transportation plan</b>	<b>TBD</b>

## Estimated Revenue increases in the 45- Day Budget Revision:



Significant Increases to LCFF – From 9.56% to 12.84% COLA- represents \$7 Million ongoing



Additional adjustment for 2021-22 ADA Relief – represents \$6 Million Multi-year impact



Arts, Music, and Instructional Materials Discretionary Block Grant – represents \$15.1 Million - one-time over 4 years

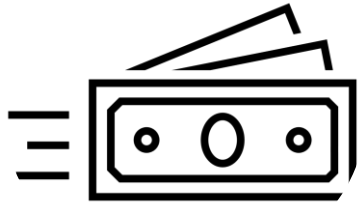


Learning Recovery Emergency Block Grant- represents \$28.4 Million one-time over 6 years



Expanded Learning Opportunity Program Grant – represents \$12.7 Million ongoing

## Estimated Expenditure increases in the 45- Day Budget Revision:



Negotiated Salary and Statutory benefits increases to CSEA- represents \$4.6 Million - Ongoing



Salary & Statutory benefits increases to GSMA- represents \$1.95 Million - Ongoing



Site Allocation & Budget Adjustments- represents - \$1.36 Million



# Revised 45 Day Multi-Year Projection

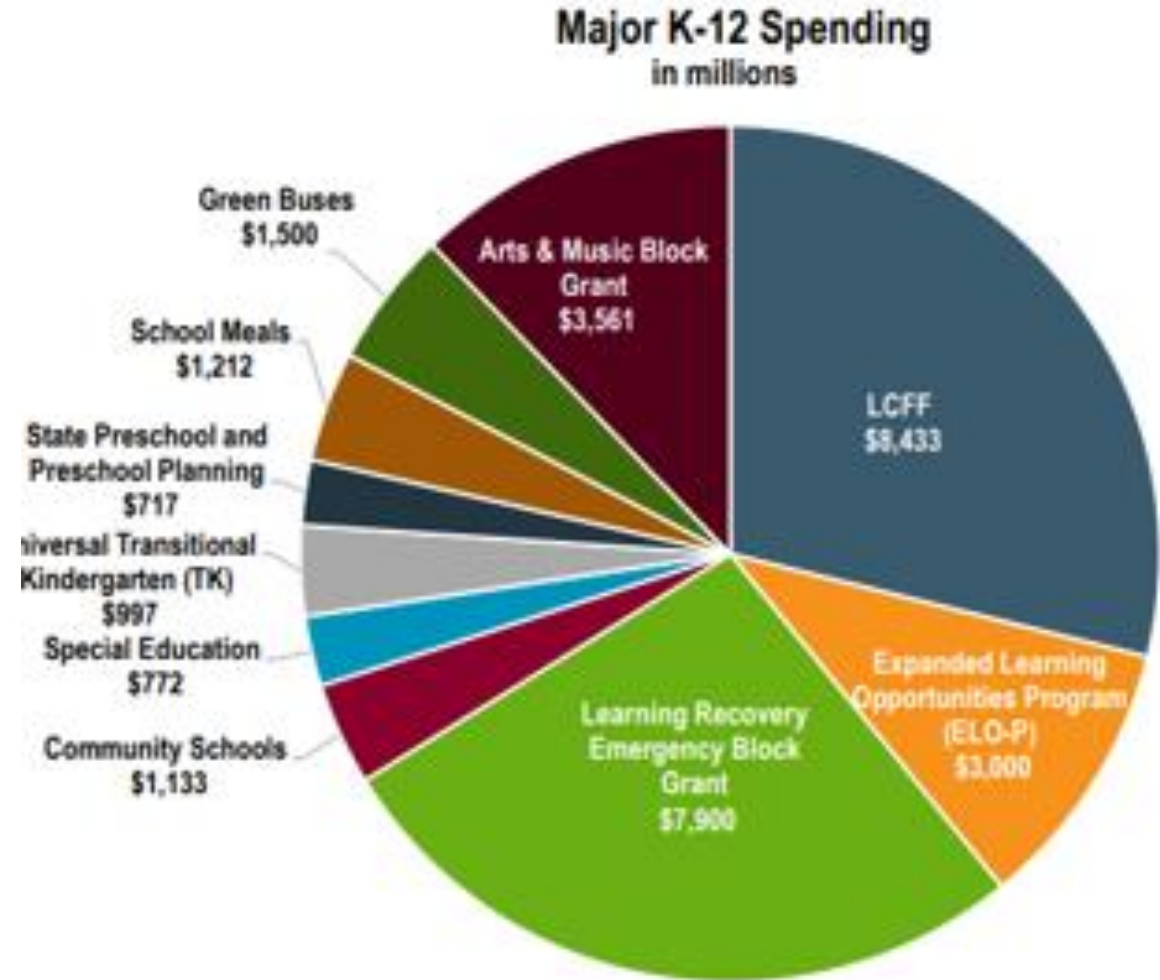
**As of 08/02/2022**

Major Changes	2021-22	2022-23	2023-24	2024-25	2025-26
<b>Adopted Budget 2022-23 Ending Balance</b>	\$ 40,151,477	\$ 49,103,714	\$ 71,207,066	\$ 91,530,694	\$ 118,654,446
<b>Major State 45-Day Adjustments (Part Of 2022-23 First Interim Adjustments)</b>					
LCFF Ongoing & One Time COLA Increase With ADA Relief Averaging	\$ (32,664)	\$ 10,492,321	\$ 10,907,031	\$ 11,113,284	\$ 8,440,894
Arts, Music & Instructional Materials Discretionary Block Grant - Income	\$ -	\$ 15,154,599	\$ -	\$ -	\$ -
Expanded Learning Opportunities Program - Income Budget	\$ -	\$ 12,760,944	\$ 12,760,944	\$ 12,760,944	\$ 12,760,944
Learning Recovery Emergency Block Grant - Income Budget	\$ -	\$ 28,437,833	\$ -	\$ -	\$ -
Expenditure Budget for AMBG/ELOP/LREBG	\$ -	\$ (56,353,376)	\$ (12,760,944)	\$ (12,760,944)	\$ (12,760,944)
<b>District Level Adjustments (Part Of 2022-23 First Interim Adjustments)</b>					
<b>2023-24 PROJECTED FISCAL STABILIZATION PLAN</b>					
"Reversal" 2023-24 PROJECTED FISCAL STABILIZATION PLAN (in 2nd Interim)	\$ -	\$ -	\$ (16,500,000)	\$ (16,500,000)	\$ (16,500,000)
<b>Administrative and School Site Program Adjustments</b>	\$ (730,000)	\$ (1,067,652)	\$ (495,152)	\$ (495,152)	\$ (495,152)
<b>GSMA Settlement</b>	\$ (911,148)	\$ (1,950,352)	\$ (1,950,352)	\$ (1,950,352)	\$ (1,950,352)
<b>CSEA Settlement</b>	\$ (2,338,241)	\$ (4,676,482)	\$ (4,676,482)	\$ (4,676,482)	\$ (4,676,482)
Contribution To Fund 12.0 - Child Development Fund	\$ (2,700,000)	\$ -	\$ -	\$ -	\$ -
Appropriation From MAA Reserve To Cover Title I Reduced Funding		\$ (300,000)	\$ -	\$ -	\$ -
<b>Potential GTA Settlement (Latest Offer from GUSD to GTA)</b>	\$ (7,076,720)	\$ (9,640,066)	\$ (9,640,066)	\$ (9,640,066)	\$ (9,640,066)
Current Year Impact	\$ (13,788,773)	\$ (7,142,232)	\$ (22,355,022)	\$ (22,148,769)	\$ (24,821,159)
Cumulative Impact to Ending Balance	\$ (13,788,773)	\$ (20,931,005)	\$ (43,286,026)	\$ (65,434,795)	\$ (90,255,954)
<b>Adjusted Ending Balance Projection</b>	<b>\$ 26,362,704</b>	<b>\$ 28,172,709</b>	<b>\$ 27,921,040</b>	<b>\$ 26,095,899</b>	<b>\$ 28,398,492</b>

# Other Legislative Funding

- Transportation
- Special Education Funding
- Universal Transitional Kindergarten
- Community School Partnership Program
- Green School Bus Program

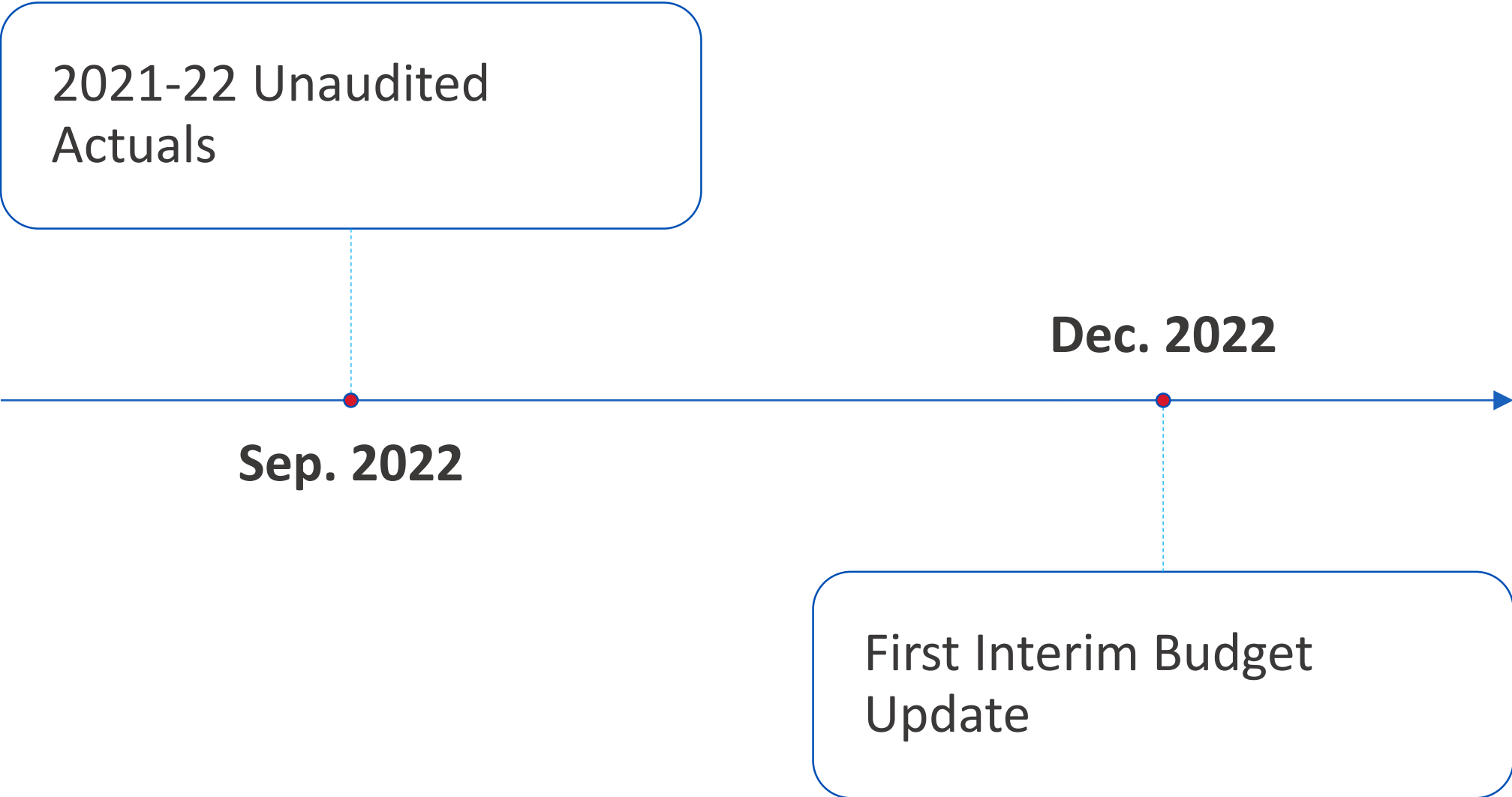
Note: Will be included in the budget when details of funding are available.







## Future Budget Updates:



Questions or more information:

[WWW.GUSD.NET/BUDGET](http://WWW.GUSD.NET/BUDGET)

[WWW.ED100.ORG](http://WWW.ED100.ORG)



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