

# Conejo Valley Unified School District 2021-22 Second Interim Financial Report

March 15, 2022



# Key Guidance Based on Governor's 2023 Budget Proposal

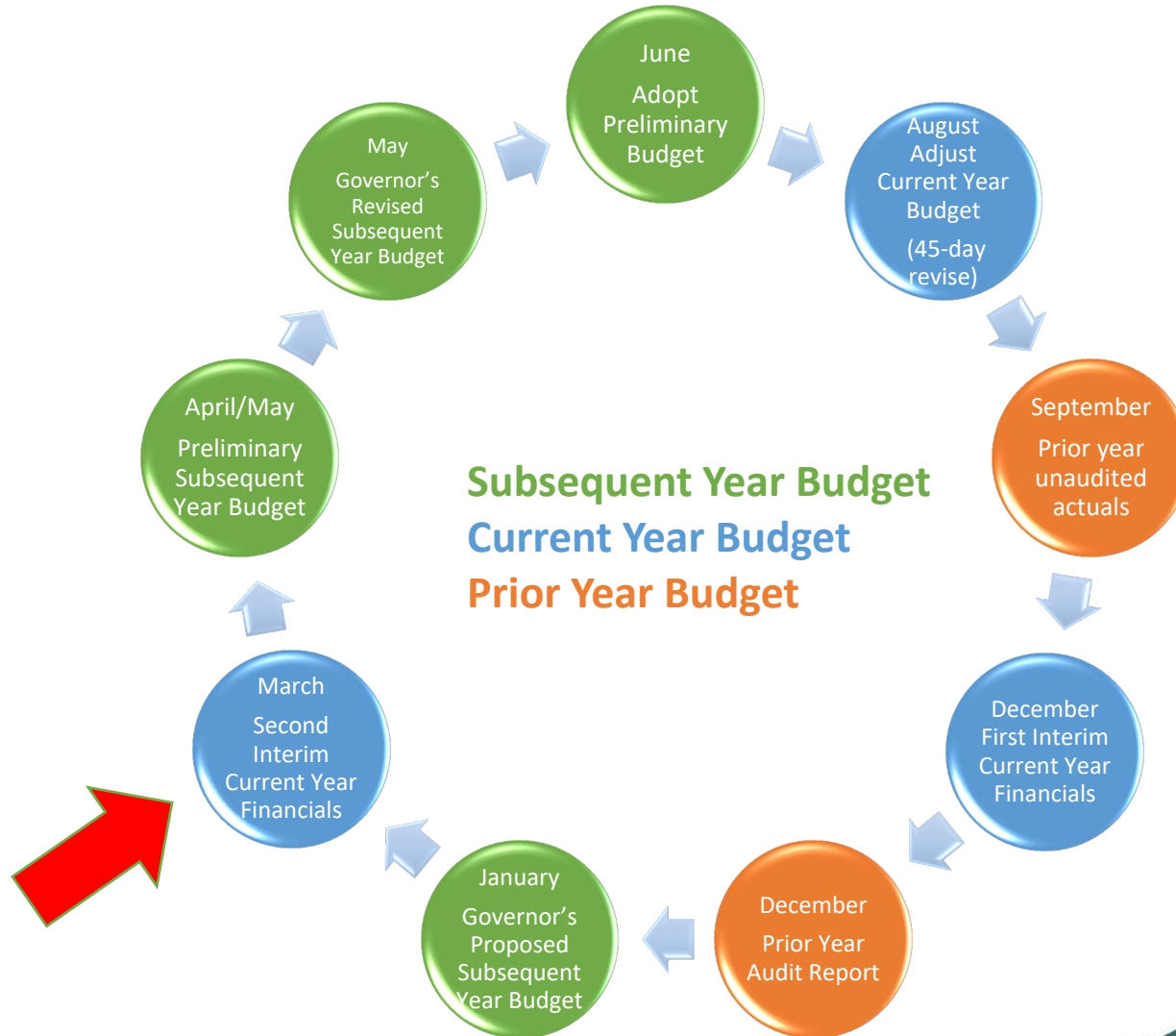
- Released January 10, 2022
- 5.33% COLA which included Special Education Funding and all other programs outside of LCFF
- A 10% CAP on reserves has been triggered
- ADA calculation - use greater of:
  - (1) Current year ADA
  - (2) Prior Year ADA
  - (3) NEW - average of three prior years
- \$650m for universal access to meals
- \$640m for Transitional Kindergarten
- \$500m to increase special education base funding formula

**NOTE: The above is PENDING approval by the CA State Legislature**



# Budget Cycle and Reporting

Note: Fiscal Year is July 1 to June 30



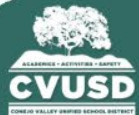
# 2021-22 Second Interim Estimated Revenue

Revenue Source	2021-22 First Interim	2021-22 Second Interim	+/-	% Change
LCFF Funding	\$171,789,051	\$171,875,338	\$86,287	0.05%
Federal	\$28,710,676	\$28,741,725	\$31,049	0.11%
State	\$16,240,807	\$20,035,915	\$3,795,108	18.9%
Local	\$4,634,033	\$5,426,813	\$792,780	14.6%
SELPA/HWF Other Transfers	\$15,665,401	\$12,659,968	-\$3,005,433	-23.7%
<b>Total Revenue</b>	<b>\$237,039,968</b>	<b>\$238,739,759</b>	<b>\$1,699,791</b>	<b>0.71%</b>



# 2021-22 Second Interim Estimated Expense

Expense Category	2021-22 First Interim	2021-22 Second Interim	+/-	% Change
Certificated Salaries	\$109,229,892	\$110,497,550	\$1,267,658	1.1%
Classified Salaries	\$30,193,714	\$31,493,198	\$1,299,484	4.1%
Benefits	\$53,051,506	\$54,139,340	\$1,087,834	2%
Books & Supplies	\$17,709,647	\$18,600,700	\$891,053	4.8%
Contract Services & Other Operating Expenses	\$24,117,678	\$26,542,121	\$2,424,443	9.1%
Capital Outlay	\$524,355	\$1,277,630	\$753,275	59%
Other Outgo	\$1,699,472	\$1,741,575	\$42,103	2.4%
<b>Total Expenses</b>	<b>\$236,526,264</b>	<b>\$244,292,114</b>	<b>\$7,765,850</b>	<b>3.2%</b>



# Second Interim Projected Ending Fund Balance

Category	Restricted	Unrestricted	Combined
Beginning Balance	\$5,598,107	\$30,977,712	\$36,575,820
Estimated Revenues	\$80,725,392	\$158,014,367	\$238,739,759
Estimated Expenses	\$86,323,500	\$157,968,614	\$244,292,114
Estimated Ending Balance	\$0	\$31,023,465	\$31,023,465
<u>Breakdown of Ending Balance</u>			
Stores	\$0	\$155,877	\$155,877
Revolving Cash	\$0	\$43,300	\$43,300
Local Fiscal Stabilization Reserve	\$0	\$3,000,000	\$3,000,000
Mandated Reserve (3%)	\$0	\$7,328,763	\$7,328,763
Undesignated	\$0	\$20,495,525	\$20,495,525
Estimated Ending Fund Balance	\$0	\$31,023,465	\$31,023,465
UFB as a % of Expense*			12.62%

*\*From the May 2021 BOE work session - Goal: Maintain an undesignated fund balance of not less than \$6m, inclusive of the \$3m local fiscal stabilization reserve, or approximately 6% of expenses.*

# Stimulus Funds Update 2021-2022

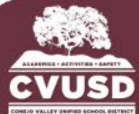
Category	ESSER I	GEER I	Coronavirus Relief Fund	State General Fund	ESSER II	IPI Grant	ELO Grant	ESSER III
Salaries/Services (Learning Loss Mitigation, Mental Health, PD, Twilight Classes, Campus Safety Assistants, Health Care, Paraprofessionals)	31,614	559,034	1,318,507	0.00	1,439,250	972,144	8,325,786	0
Facilities (Ventilation, Filters, Tents, Ionizers, HEPA, etc.)	399,568	0.00	1,231,943	0.00	306,624	1,012,502	131,685	0
Technology for Students	145,941	0.00	327,994	1,404,477	1,607,036	152,263	1,676,052	0
Technology for Staff	35,166	90,609	1,625,069	0.00	31,546	0.00	7,265	0
Personal Protective Equipment (PPE)	415,775	0.00	984,178	0.00	86,393	273,552	0.00	0
Instructional Supplies, Software, Assessments, Related	201,566	67	742,401	0.00	427,484	63,808	488,020	0
Transportation	0.00	288,253	251,455	0.00	0.00	0.00	23,270	0
Child Care / Child Nutrition Support	11,323	0.00	149,988	0.00	101,009	870,601	0.00	0
Total	1,240,954	937,963	6,631,535	1,404,477	3,999,343	3,344,871	10,652,078	0
Remaining Balance	6,035	0.00	0.00	0.00	1,493,652	2,933,236	877,827	12,345,338

As of January 31, 2022

# Multi-year Projection

## Considerations:

- Projection is based on available data
- It is based on a set of assumptions that will change over the course of the fiscal year, and over the next three years
- It's a snapshot in time. It will change, and it is meant to
- *Given the injection of stimulus funds and non-normal school years, it is unwise to look at prior and future years to establish trends*





# Factors and Assumptions for Multi-Year Projections

Budget Assumptions	2021-22	2022-23	2023-24
Cost Of Living Adjustment (COLA)	5.07%	5.33%	3.61%
Enrollment projection	16,625	16,248	15,910
P-2 Funded ADA estimate ('23 and '24 rolling 3-year average)	17,642	17,042	16,322
Unduplicated Pupil %	26.44%	25.92%	25.63%
Unduplicated Pupil Count	4,256	4,194	4,054
CalSTRS Employer Rate	16.92%	19.10%	19.10%
CalPERS Employer Rate	22.91%	26.10%	27.10%
Negotiated salary adjustments	2% + 3% (net 1.5%) mid-year for UACT, CVPPA, & Unrepresented CSEA Pending	3% UACT, CVPPA, & Unrepresented CSEA Pending	None reflected
Anticipated retirements	30	30	30
Staffing ratios	K-3 - 21.5:1 4-12 - 30:1	K-3 - 21.5:1 4-12 - 30:1	K-3 - 21.5:1 4-12 - 30:1

# Multi-Year Projection

Description	2021-22 2nd Interim	2022-23 Projection	2023-24 Projection
Estimated Beginning Balance July 1	\$36,575,820	\$31,023,465	\$26,225,836
Total Income	\$238,739,759	\$246,471,413	\$241,710,310
Total Expense	\$244,292,114	\$251,269,041	\$249,249,970
Ending Balance	\$31,023,465	\$26,225,836	\$18,686,177
<u>Components of Ending Fund Balance</u>			
Stores/Revolving Cash	\$199,177	\$199,177	\$199,177
Fiscal Stabilization Reserve	\$3,000,000	\$3,000,000	\$3,000,000
Required Reserve 3%	\$7,328,763	\$7,538,071	\$7,477,499
Undesignated Fund Balance	\$20,495,525	\$15,488,588	\$8,009,501
UFB as a % of Expense (BOE goal minimum 6%)*	12.62%	10.36%	7.42%
Reserves toward CAP (must be below 10% in '23)	9.62%	7.36%	4.42%

\*From the May 2021 BOE work session - Goal: Maintain an undesignated fund balance of not less than \$6m, inclusive of the \$3m local fiscal stabilization reserve, or approximately 6% of expenses.

# Other Funds

Other Funds	Beginning Balance	Est. Income	Est. Expenses	Net Est. End Balance
Adult Education Fund	\$205,497	\$3,419,842	\$3,281,128	\$344,211
Child Care Fund <small>(requires GF support +122k)</small>	\$203	\$6,080,132	\$6,080,132	\$203
Cafeteria Special Revenue	\$206,716	\$7,150,415	\$6,845,353	\$511,778
Deferred Maintenance Fund	\$899,327	\$519,500	\$836,096	\$582,731
Measure I - Capital	\$37,275,474	\$10,290,557	\$45,994,451	\$1,571,580
Measure I - Technology	\$14,022,957	\$20,300,000	\$2,516,001	\$31,806,956
Capital Facilities <small>(Developer Fees)</small>	\$2,058,326	\$615,000	\$1,342,113	\$1,331,213
TOPASS	\$6,118,001	\$1,500,400	\$4,058,880	\$3,559,521
Surplus Property Fund	\$0	\$9,483,431	\$1,000	\$9,482,431
Bond Interest & Redemption	\$13,884,876	\$11,190,677	\$12,011,099	\$13,064,454
Worker Compensation Fund	\$1,296,415	\$2,236,550	\$2,390,254	\$1,142,711
Health & Welfare Fund	\$12,081,347	\$25,360,980	\$25,345,617	\$12,096,710
Private Purpose Trust	\$3,374	\$14,585	\$14,465	\$3,494
Student Activity Fund	Account in development (GASB 84)			

