

Moraga School District

December 14, 2021



2021-22

1st Interim Budget Report

Governing Board:

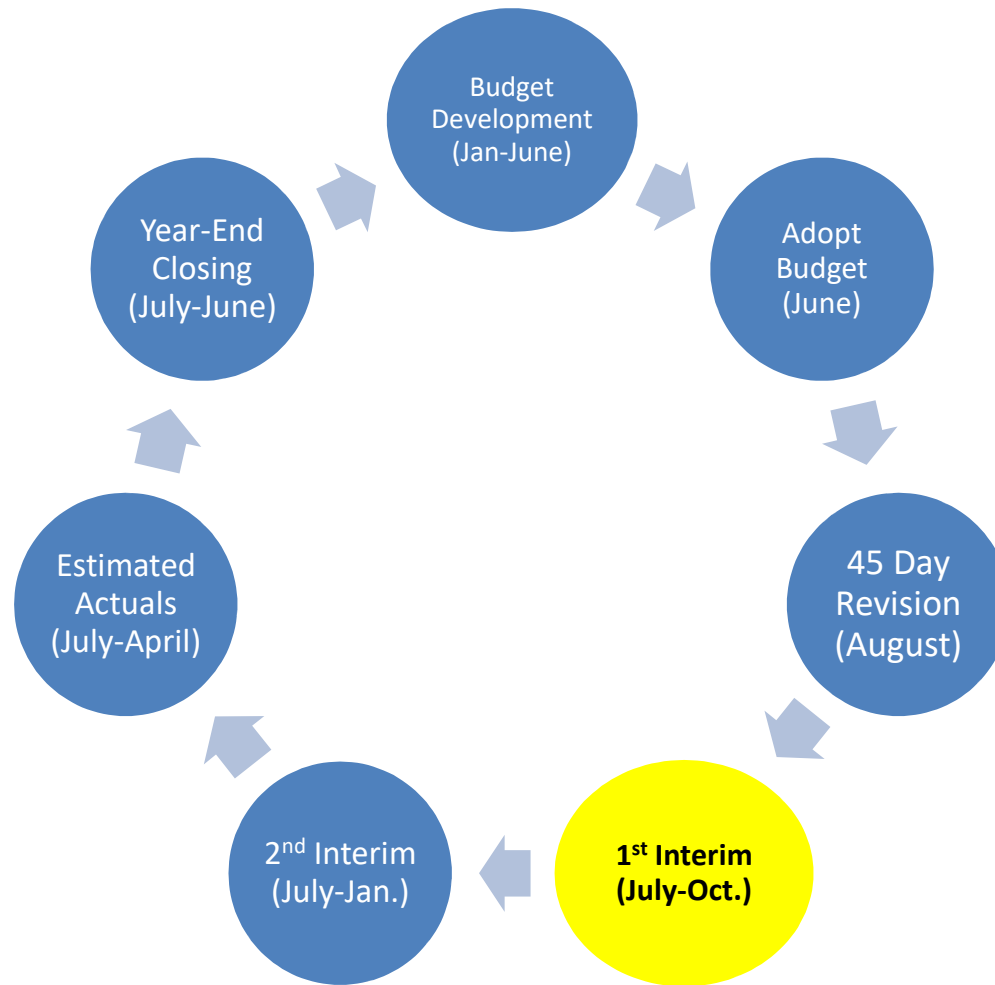
Janelle Chng, President
Richard Severy, Vice-President
Heather Davis, Board Member
Larry Jacobs, Board Member
Jon Nickens, Board Member

District Staff:

Dr. Julie Parks, Superintendent
Daniela Parasidis, Chief Business Official



2021-22 Financial Review Timeline





Purpose of the 1st Interim

- Analyze and revise the operating budget for updated information
- Communicate the overall financial condition of the District to the Governing Board, County Office of Education, State, and the community for the fiscal period ending October 31, 2021.

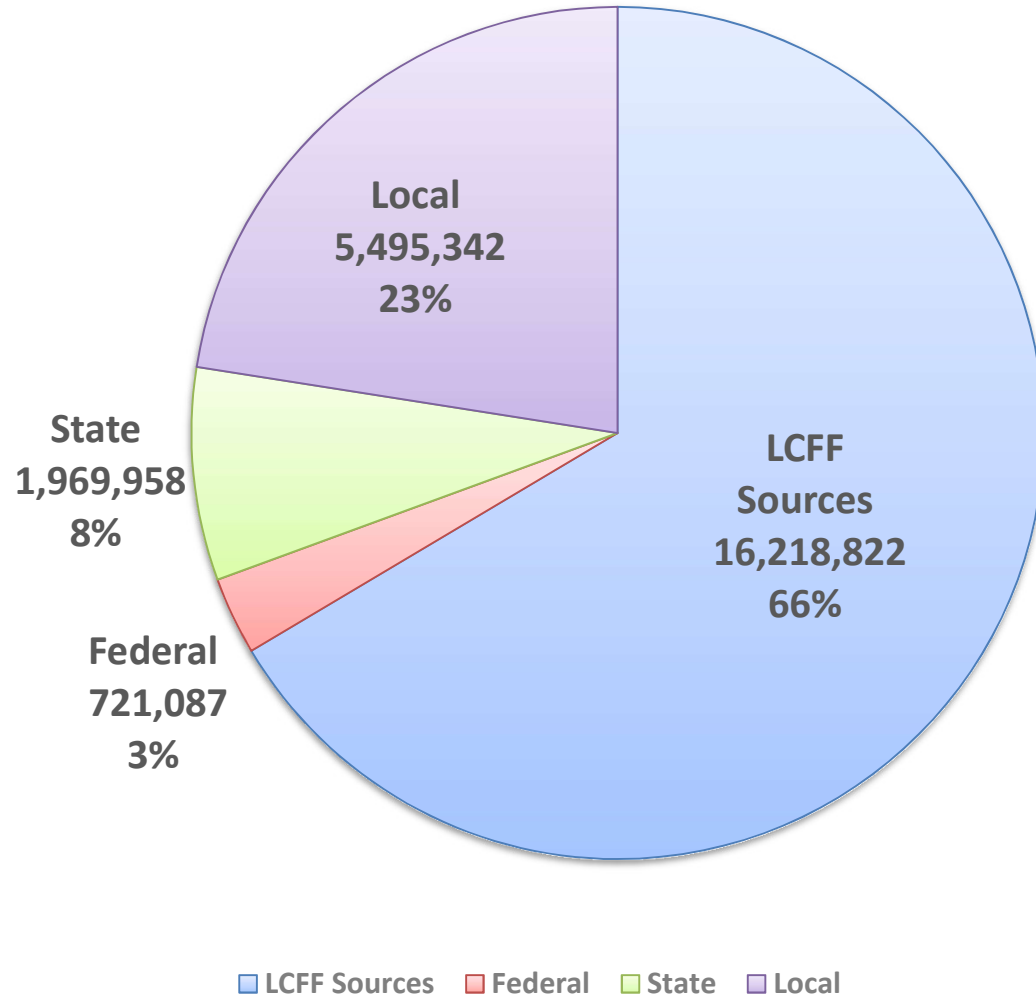


Current Year Revenue Adjustments

- LCFF Funds:
 - Enrollment: 1,724
 - Funded ADA: 1,808.96 (2019-20)
- One-time funds for ESSER III, Educator Effectiveness and Expanded Learning Opportunity Grants
- New Special Education funding for Dispute Prevention Resolution and Learning Recovery Support
- Increase in our 2021-22 MEF grant

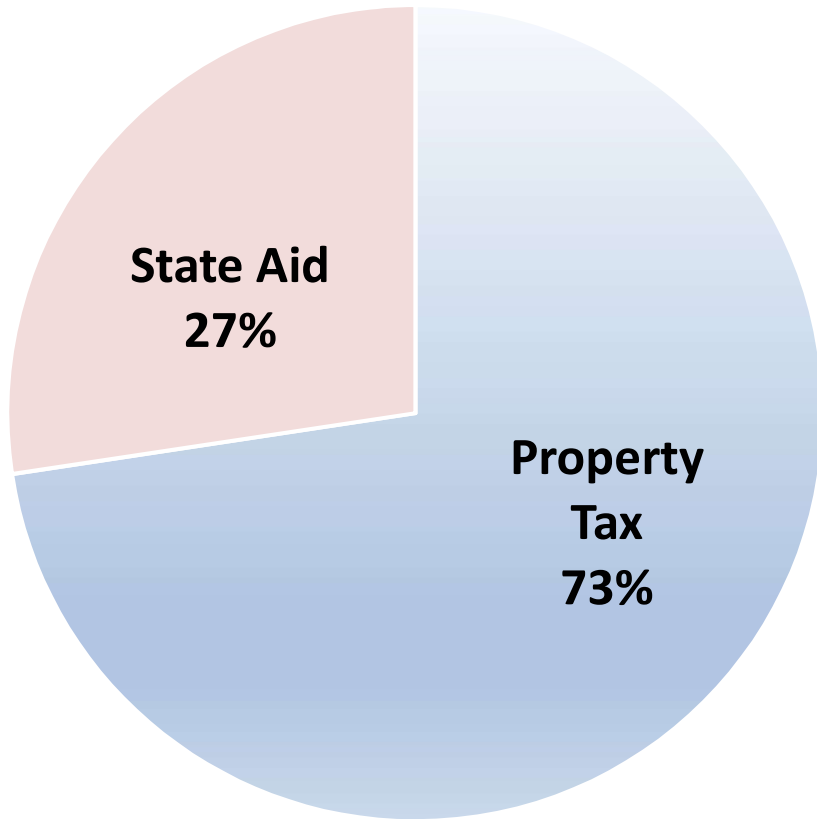


Current Year Revenue





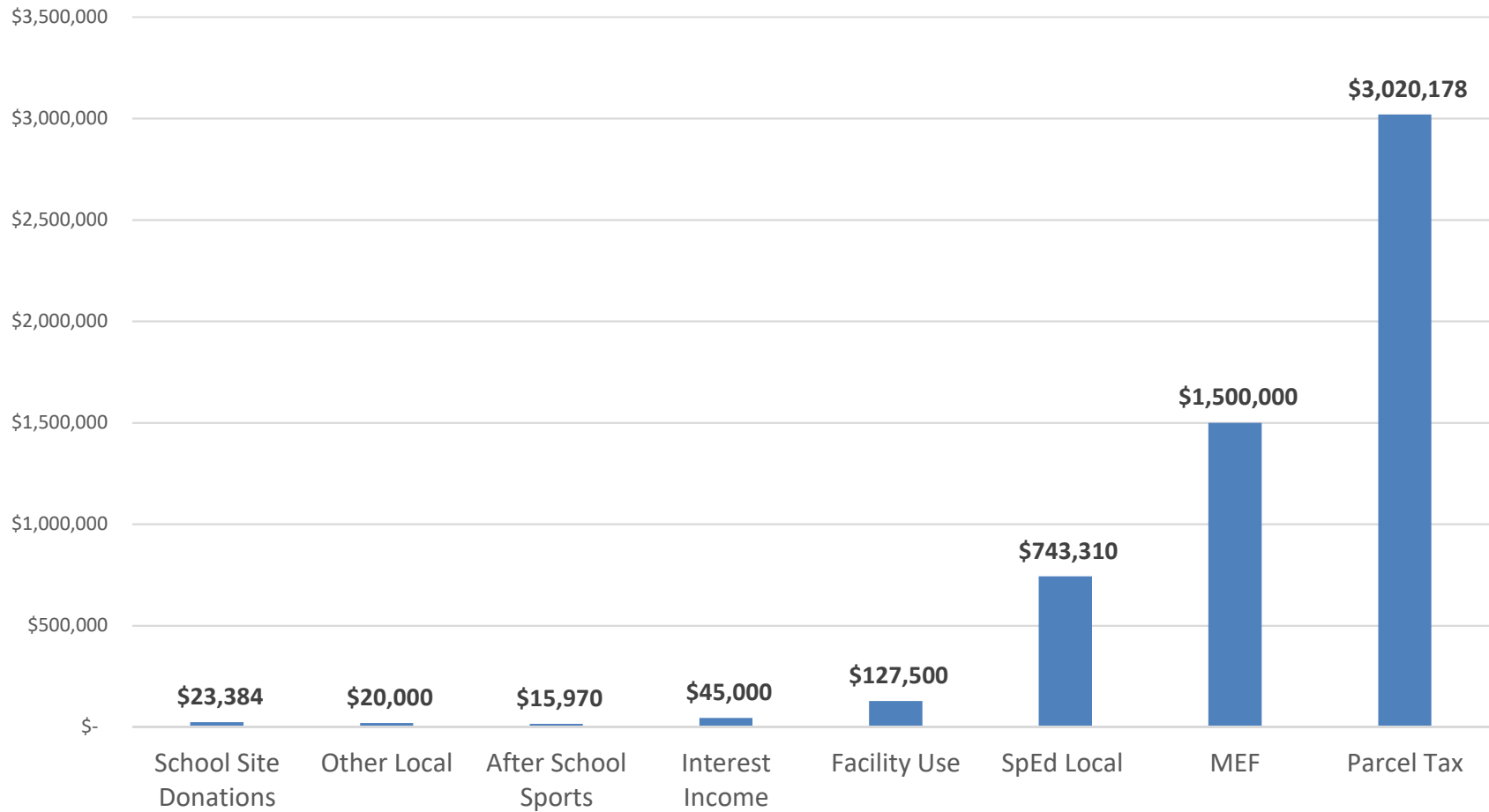
LCFF Revenue = 66%



Funded ADA	1,808.96
COLA	5.07%
LCFF Revenue	\$16,218,822



Local Revenue Sources = 23%





Other State Revenue = 8%

- State Lottery: \$318k
- SpEd Mental Health: \$115k
- Classified Employee Summer Assistance: \$61k
- Mandated Block Grant: \$59k

One-time Funding:

- AB86 In-Person Instruction Grant: \$130k
- NEW: Expanded Learning Opportunity Program: \$50k
- NEW: Educator Effectiveness: \$438k
- NEW: SpEd ADR and Learning Recovery Support: \$171k



Federal Revenue Sources = 3%

- Special Education: \$367k
- Title I Supplemental Support: \$29k
- Title II Professional Development: \$19k
- Title IV Student Support: \$10k

One-time Funding:

- ESSER III: \$88,626
- ESSER II: \$45k
- AB86 Expanded Learning Opportunities: \$163k

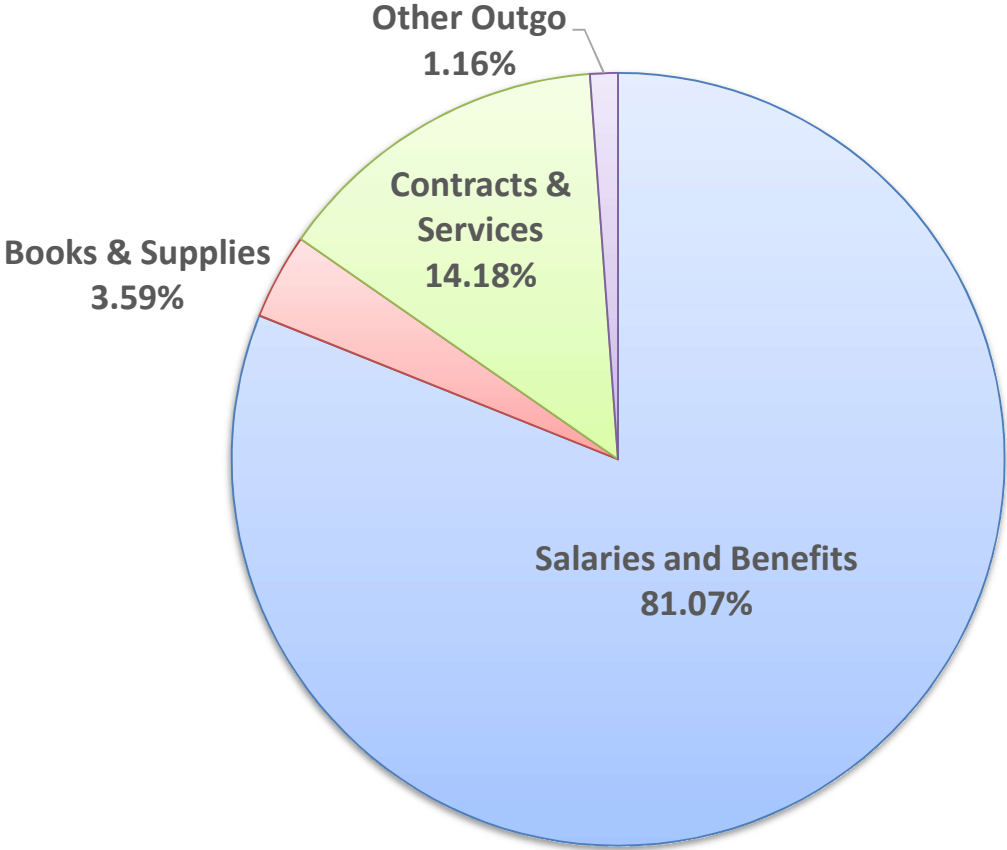


Current Year Expenditure Adjustments

- Updated personnel costs
 - *New Hires and staffing changes*
 - *Master Stipend and Column Increases for Moraga Teachers Association*
 - *New Counselor, Psychologist and PE positions*
 - *Additional hours for Foundations, Reading Tutors and Math Intervention*
- Updated employee benefit costs
 - *New hire benefit choices*
 - *Updated the rate for Unemployment from 1.23% to 0.50%*
- Updated materials/supplies and contracted services
 - *ESSER/ELO related expenses*
 - *Special Education and Maintenance contracts*
 - *Allocation of 2020-21 carry-over funds*



Current Year Expenditures





Schedule of Changes-Revenues

	Adopted Budget	1st Interim	Change	Explanation
LCFF Sources	16,200,916	16,218,822	17,906	Slight increase to funded ADA from 1807.00 to 1808.96
Federal	418,808	721,087	302,279	Increase of \$296k from prior year ESSER and ELO funds and an increase of \$6k in on-going Title I and Title II programs
State	1,645,610	1,969,958	324,348	Increase in SpEd funding of \$172k, \$489k in one-time Expanded Learning Opportunities Program and Educator Effectiveness Funding, Increase in ELO carryover of \$129k, offset by a decrease of \$466k in ELO funds reallocated to federal resources.
Local	5,358,295	5,495,342	137,047	Increase in MEF of \$100k and \$37k in school site donations and After School Sports fees
TOTAL REVENUES:	23,623,629	24,405,209	781,580	

Increase of \$781,580



Schedule of Changes-Expenditures

	Adopted Budget	1st Interim	Change	Explanation
Certificated Salaries	9,787,927	9,940,245	152,318	Increase in 2.90 fte of certificated staff (PE Teacher, Counselor, Psychologist)
Classified Salaries	3,776,499	3,819,375	42,876	Increase due to Foundations and Reading Tutor interventions
Benefits	6,729,681	6,633,667	(96,014)	Increase in benefits driven by the increase in salaries offset by the reduction in UI costs
Books & Supplies	595,554	902,590	307,036	Increase of \$175k in school site carryover, \$125k in ESSER/ELO supplies and \$7k in misc adjustments
Contracts & Services	2,348,443	3,567,511	1,219,068	Increase of \$247k in ESSER/ELO services, \$795k in SpEd assessments and increased services, \$49k in maintenance contracts, \$28k in school site carryover, \$30k in technology erate projects and \$70k in general operations
Capital Outlay	-	-	-	
Other Outgo	342,769	342,769	-	
Indirect Support Costs	(50,000)	(50,000)	-	
Transfers Out	22,795	22,795	-	
TOTAL EXPENDITURES:	23,553,668	25,178,952	1,625,284	

 Increase of \$1,625,284



Schedule of Changes-Fund Balance

	Adopted Budget	1st Interim	Change
Excess (Deficiency) of Revenues over Expenditures	69,961	(773,743)	(843,704)
FUND BALANCE, RESERVES			
Beginning Balance	6,359,575	6,628,500	268,925
Ending Balance	6,429,536	5,854,757	(574,779)
RESERVES:			
<u>Nonspendable:</u>			
<i>Revolving Cash</i>	25,000	25,000	-
<i>Prepaid Expenditures</i>	-		-
<u>Restricted:</u>			
<i>Legally Designated (restricted programs)</i>	1,227,600	648,354	(579,246)
<u>Assigned:</u>			
<i>Textbooks</i>	-	-	-
<i>Curriculum & Instruction</i>	70,575	86,150	15,575
<i>Technology Replacement/Upgrades</i>	61,667	67,111	5,444
<u>Unassigned:</u>			
<i>Designated for Economic Uncertainties</i>	706,610	755,369	48,759
Unassigned Fund Balance	4,338,084	4,272,773	(65,311)

Overall Fund Balance Decreases by \$843,704



Multi-Year Projection

GOVERNOR'S ASSUMPTIONS:	2021-22	2022-23	2023-24
Cost-of-Living Adjustment	5.07%	2.48%	3.11%
Consumer Price Index	3.84%	2.40%	2.23%
CalPERS Employer Rate	22.91%	26.10%	27.10%
CalSTRS Employer Rate	16.92%	19.10%	19.10%
Classified Driven Benefits	32.96%	35.85%	36.85%
Certificated Driven Benefits	20.77%	22.65%	22.65%
DISTRICT'S ASSUMPTIONS:	2021-22	2022-23	2023-24
Enrollment	1724	1697	1646
Funded ADA	1808.96	→ 1680.25	1652.95
Step & Column Increase	1.00%	1.00%	1.00%
Health Benefits Rates	5.00%	5.00%	5.00%
Reserve for Economic Uncertainty	4.00%	4.00%	4.00%
Routine Restricted Maintenance	3.00%	3.00%	3.00%



Local Control Funding Formula (LCFF Funding)

	2021-22	2022-23	2023-24
LCFF Revenue	15,724,051.00	14,957,889.00	15,238,833.00
Change in \$	767,537.00	(766,162.00)	280,944.00
Change in %	5.13%	-4.87%	1.88%



Multi-Year Projection

	2021-22	2022-23	2023-24
Total Revenues:	24,405,209	23,667,353	23,442,989
Total Expenditures:	25,178,952	25,127,234	25,025,067
Net Increase (Decrease) to Fund Balance:	(773,743)	(1,459,881)	(1,582,078)
FUND BALANCE RESERVES:			
Beginning Balance	6,628,501	5,854,757	4,394,876
Net Increase (Decrease) to Fund Balance:	(773,743)	(1,459,881)	(1,582,078)
ENDING FUND BALANCE:	5,854,757	4,394,876	2,812,799
COMPONENTS OF THE ENDING FUND BALANCE			
NONSPENDABLE: Revolving Cash	25,000	25,000	25,000
RESTRICTED: Categorical Programs	648,354	308,372	9,573
ASSIGNED:			
Textbook Implementation	0	0	0
Curriculum & Instruction Professional Development	86,150	0	0
Technology Replacement/Upgrade	67,111	0	0
UNASSIGNED AVAILABLE RESERVES:			
**3% Required Reserve	755,369	753,817	750,752
**Undesignated Fund Balance:	4,272,773	3,307,687	2,027,473
TOTAL AVAILABLE RESERVES AS A PERCENTAGE:			
**TOTAL AVAILABLE GENERAL FUND RESERVES	5,028,142	4,061,504	2,778,225
ADD FUND 17 RESERVES	954,986	954,986	954,986
TOTAL AVAILABLE RESERVES IN DOLLARS:	5,983,128	5,016,490	3,733,211
TOTAL AVAILABLE RESERVES AS A PERCENTAGE:	23.76%	19.96%	14.92%



Other Funds

- The district administers 7 other funds:
 - Child Care Fund
 - Cafeteria Fund
 - Special Reserve Fund
 - Building Fund
 - Capital Facilities Fund
 - Capital Projects Reserve Fund
 - Bond Fund

- All are projected to have positive fund balances



CERTIFICATION OF 1ST INTERIM

Certification on the financial condition of the District can be reported as positive, qualified or negative.

- Positive: District will be able to meet its financial obligations for the current and subsequent two fiscal years.
- Qualified: District may not be able to meet its financial obligations for the current and subsequent two fiscal years.
- Negative: District will not be able to meet its financial obligations for the current and subsequent two fiscal years.



CERTIFICATION

- Positive – District will be able to meet its financial obligations for the current and subsequent two fiscal years.
- Staff recommends the Governing Board approve the District First Interim Report.