



# Pioneer Union School District



## 2022-23 First Interim

### Board of Trustees:

Jonathan Russell – President  
Nanette Hargo – Vice President  
Stephanie Wunchel – Clerk  
Jody Westfall - Member  
Nathaniel Houston - Member

### Staff:

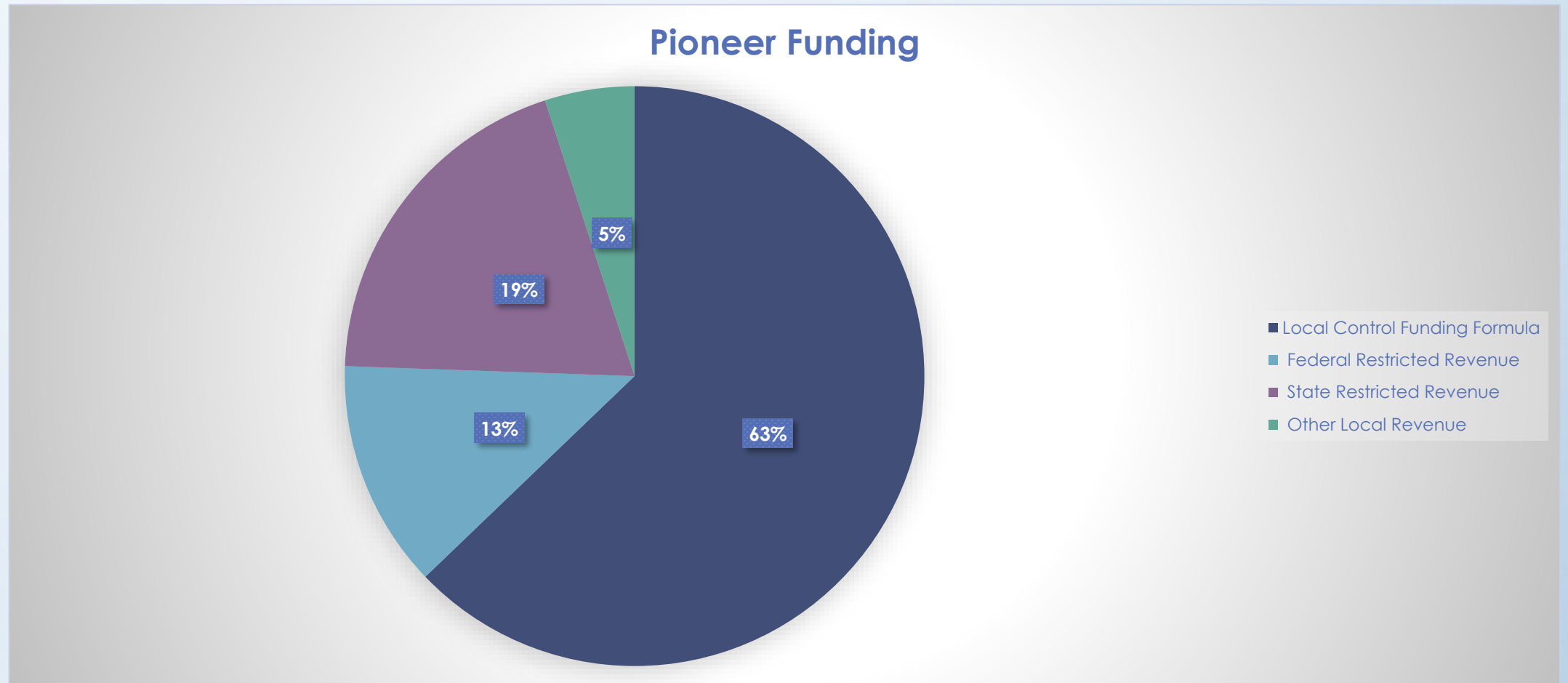
Patrick Paturel– Superintendent  
Kelly Howard – Chief Business Officer

December 13, 2022

# Budget Presentation Topics

- Where do schools get most of their money?
- Budget process
- What is Positive, Qualified, or Negative?
- 2022-23 First Interim budget and assumptions

# Where do schools get their money?



## **GENERAL FUND**

- Used to account for ordinary operations of the LEA
- Within the General Fund, UNRESTRICTED activities are separated from RESTRICTED activities

### **UNRESTRICTED**

- Can be used for school related expenses as outlined in the Local Control Accountability Plan

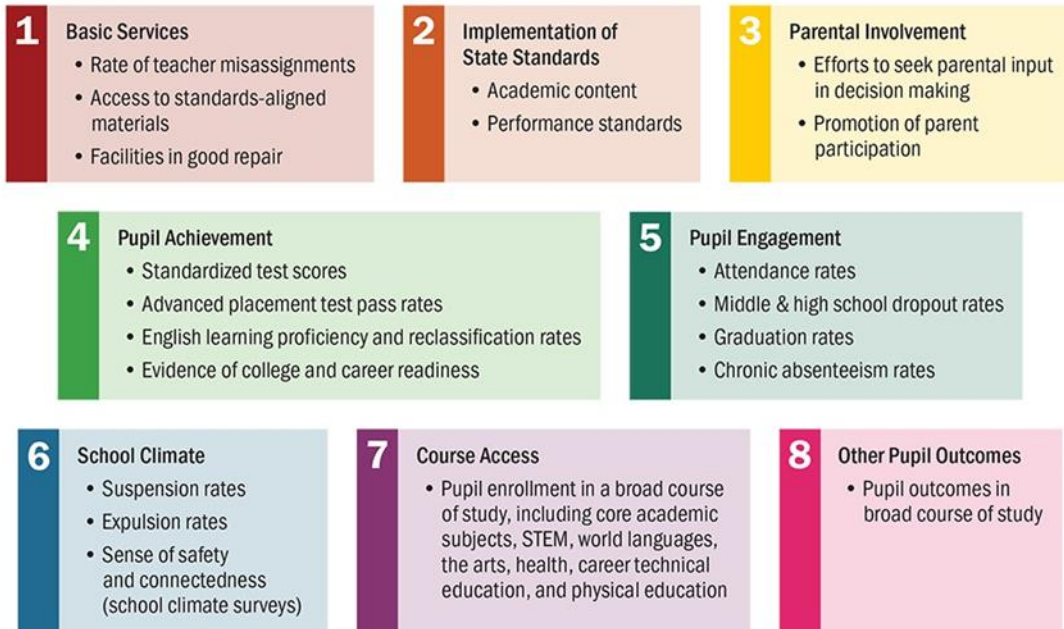
### **RESTRICTED**

- Expenditures must follow the specific guidelines of the grant or entitlement
- Grants and Entitlements are often referred to as "Categoricals"



# Requirements of LCAP Priorities & Minimum Proportionality Percentage

**Figure 1**  
**California's Eight State Priorities**



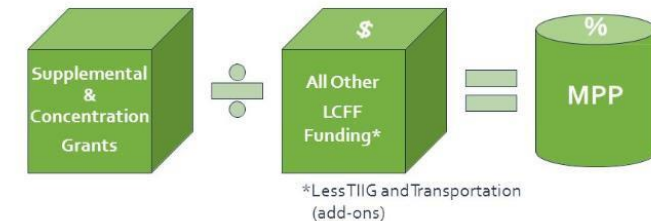
Source: California Department of Education, State Priority Related Resources. <https://www.cde.ca.gov/fg/aa/lc/statepriorityresources.asp>.

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## Minimum Proportionality Percentage

*At full LCFF implementation*

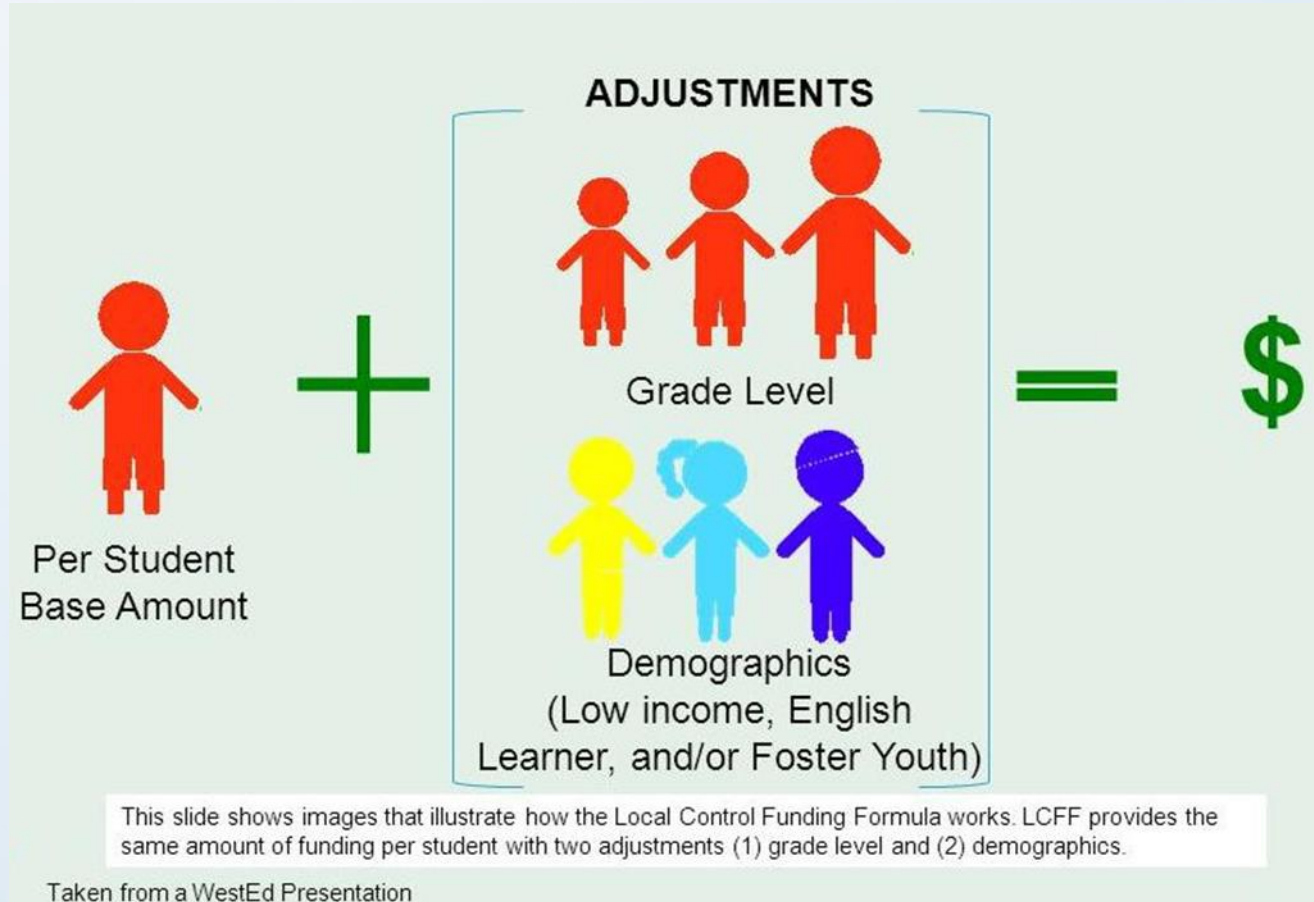
The MPP calculation is:



\*Districts must increase or improve services for high needs students (socio-economically disadvantaged, EL, homeless, foster youth) in proportion to increase in funds.

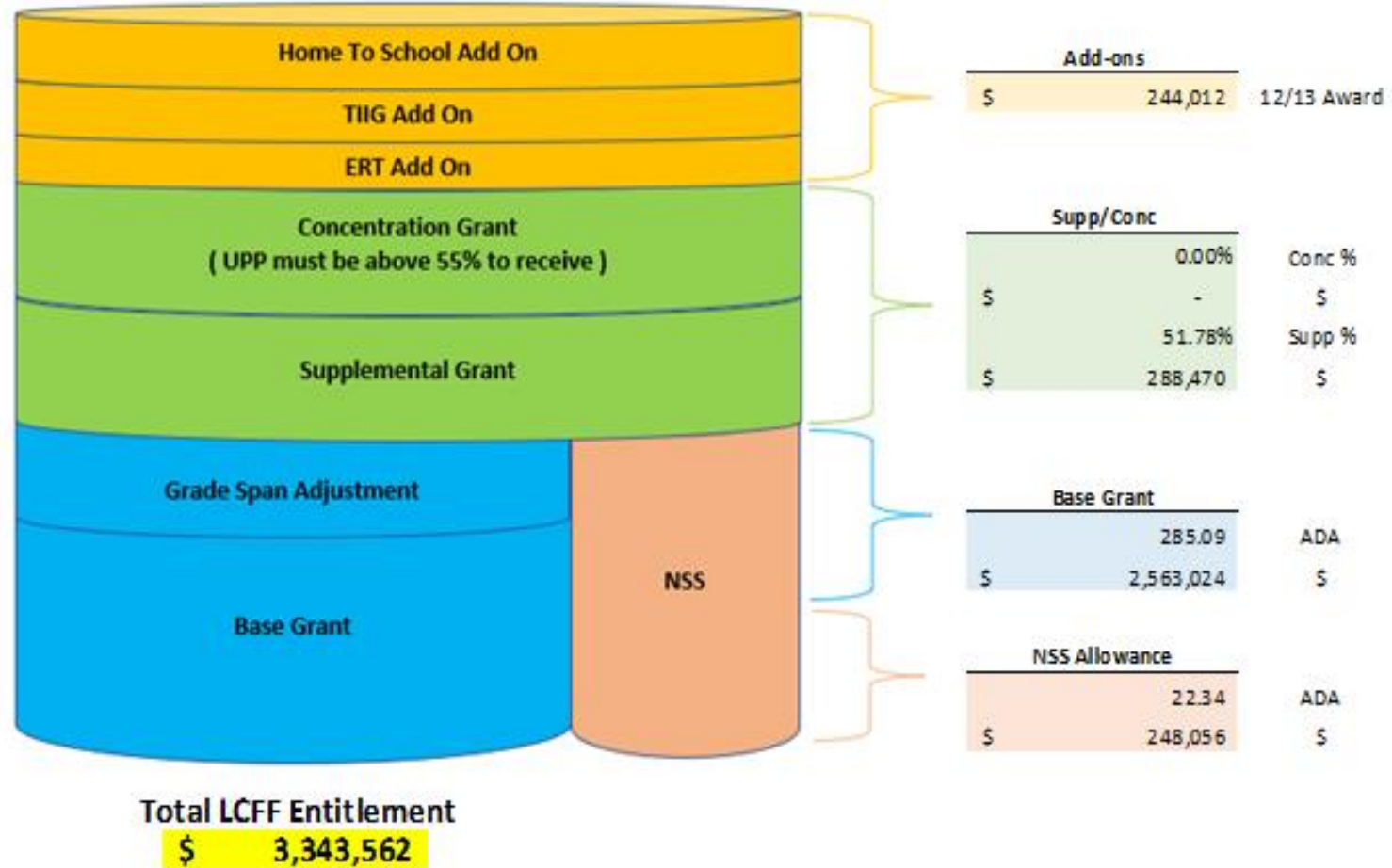


# What is the Local Control Funding Formula?



# Pioneer LCFF

## COMPONENTS OF LCFF ENTITLEMENT



# Budget Timelines

## **JULY 1st-Adopted Budget and LCAP**

- 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 the Budget Act. (EC 42127 (i)(4))

## **DECEMBER – 1st Interim Budget**

- The 1st Interim report will be presented at the public board meeting in December of each year. This report will include any changes made to the budget since the budget adoption in June, including those reported 45 days after the Governor signed the annual Budget Act.

## **MARCH – 2nd Interim Budget**

- The 2nd Interim report will be presented at the public board meeting in March of each year. This report will include any changes made to the budget since the 1st Interim report was presented in December.

## **JUNE 1ST – 3rd Interim Budget (Qualified or Negative Certified Districts Only)**

- No later than June 1, each school district with a qualified or negative certification for the second interim report must provide financial statement projections of the district's fund and cash balances through June 30 for the period ending April 30 to the county superintendent, the Controller, and the SPI.

## **SEPTEMBER – Unaudited Actuals**

- The Unaudited Actuals report will be presented at the public board meeting in September of each year. This report will reflect the actual revenue and expenditures of the district for the budget year.



# Building the budget

**The budget is a snap shot in time, prepared with the most up-to-date information.**

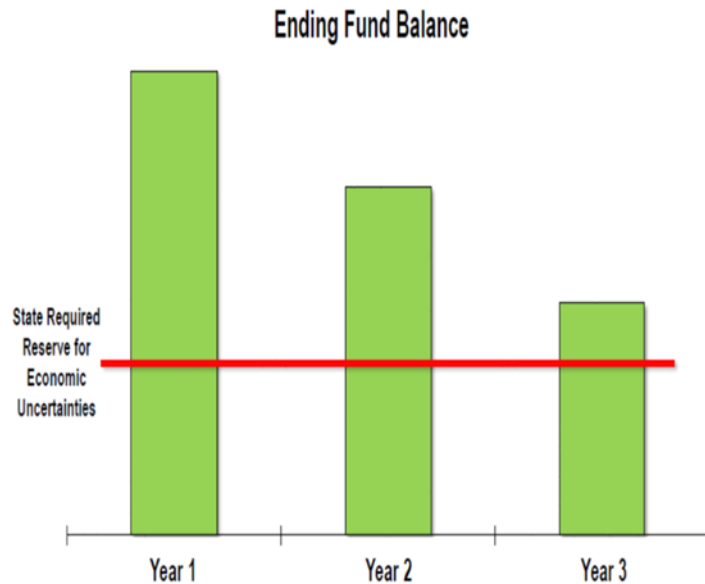
Assumptions- the building blocks of the budget

- Review and Update
  - Enrollment and Attendance projections
  - Revenues and Expenditures
  - General and Other Funds
  - Multi- Year Projections
  - Cash Flow Document

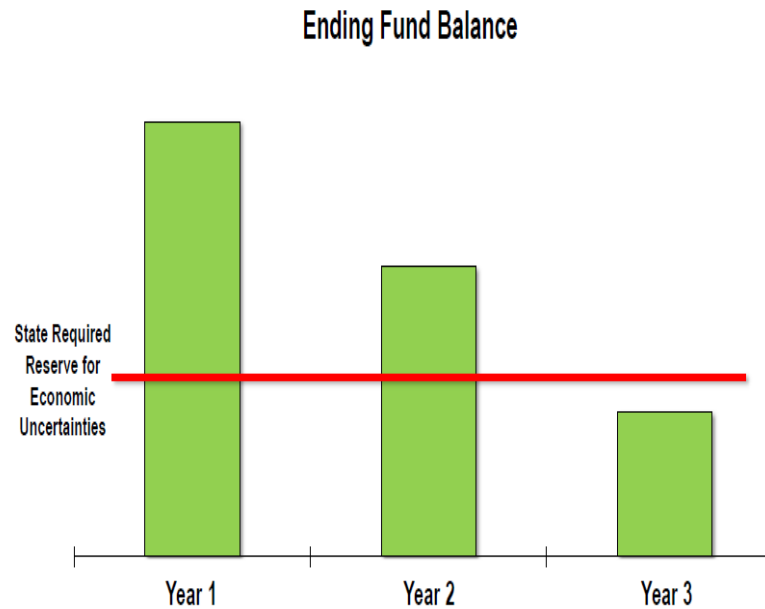
# Budget Certifications

There are three possible budget report certifications:

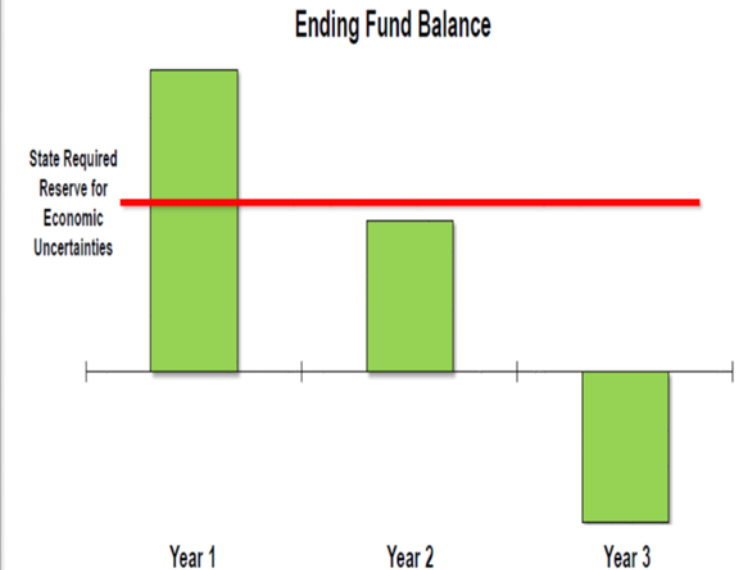
## Positive Certification



## Qualified Certification



## Negative Certification



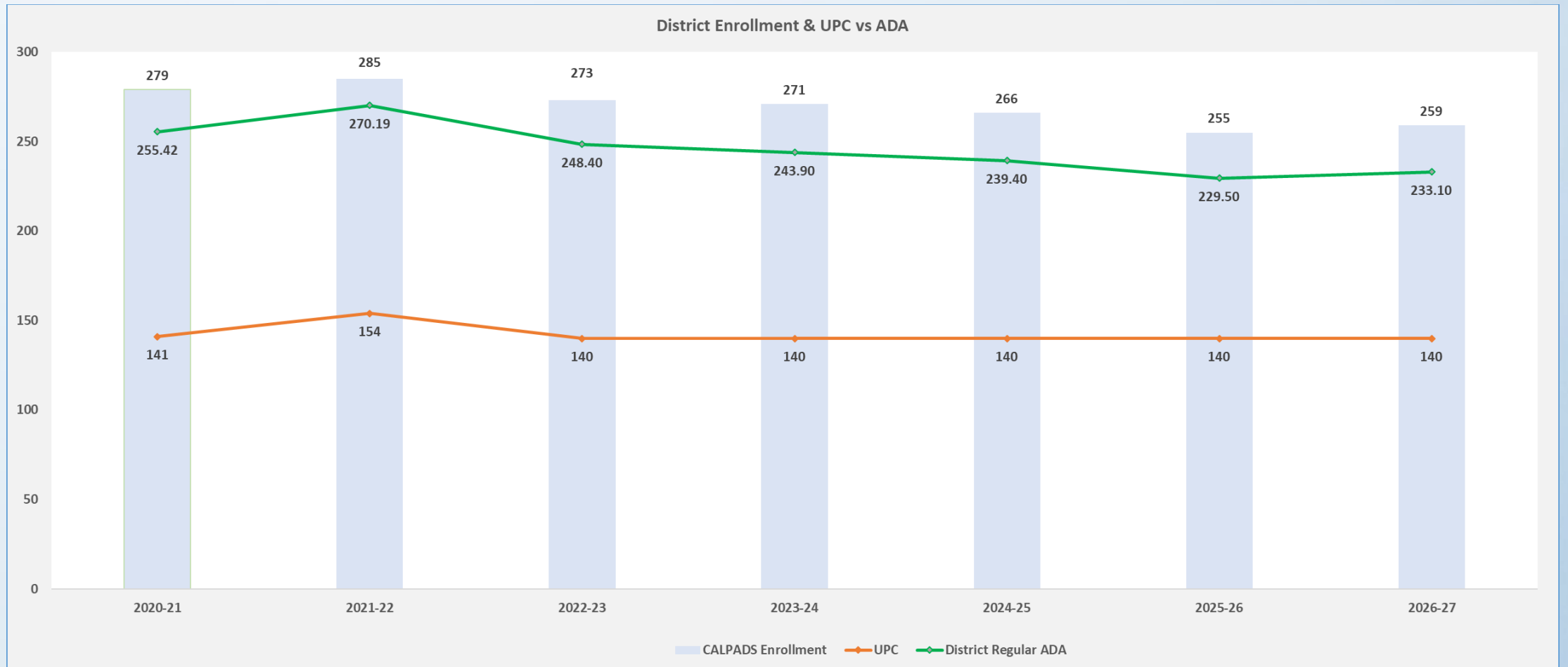
# Assumptions

- 273 Enrolled
- 90% Average Daily Attendance
- 140 Unduplicated Pupil Count
- 52.34% Unduplicated Pupil 3 year average
- Department of Finance and School Services of California Recommended COLA for 23/24 & 24/25, 5.38% and 4.02% respectively.
- Declining enrollment for the current and next two fiscal years

# Declining Enrollment

Declining Enrollment	2021-22	2022-23		2023-24		2024-25		2025-26		2026-27	
CY or PY Funded?	CY Funded	PY Funded		PY Funded		PY Funded		PY Funded		PY Funded	
LCFF ADA (without COE ADA or NSS ADA)			Diff		Diff		Diff		Diff		Diff
District	247.85	260.31	12.46	258.01	(2.30)	254.17	(3.84)	243.90	(10.27)	237.60	(6.30)
Charter	-	-	-	-	-	-	-	-	-	-	-
<b>Total ADA</b>	<b>247.85</b>	<b>260.31</b>	<b>12.46</b>	<b>258.01</b>	<b>(2.30)</b>	<b>254.17</b>	<b>(3.84)</b>	<b>243.90</b>	<b>(10.27)</b>	<b>237.60</b>	<b>(6.30)</b>
	2022-23 Funding	2023-24 Funding	2024-25 Funding	2025-26 Funding	2026-27 Funding						
District ADA Change from PY	12.46	(2.30)	(3.84)	(10.27)	(6.30)						
Charter ADA Change from PY	-	-	-	-	-						
District PY Funded LCFF per ADA	\$ 9,603.97	\$ 10,852.50	\$ 11,454.17	\$ 11,930.10	\$ 12,385.85						
Charter PY Funded LCFF per ADA	\$ -	\$ -	\$ -	\$ -	\$ -						
District \$ Loss or Increase	119,666	(24,967)	(43,984)	(122,515)	(78,031)						

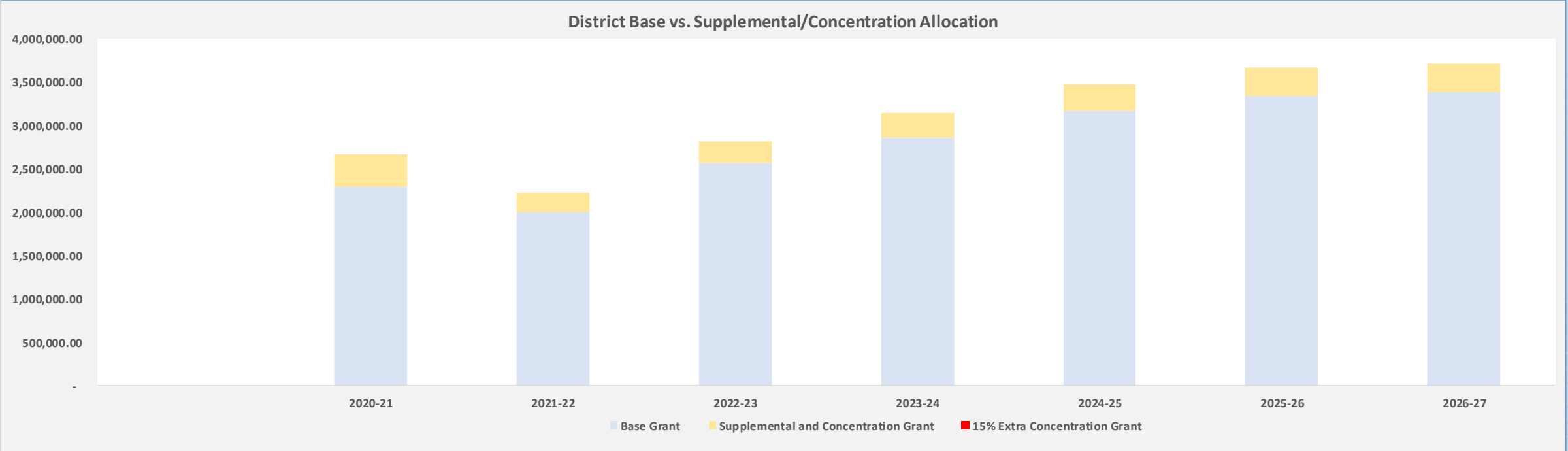
# History and Projections





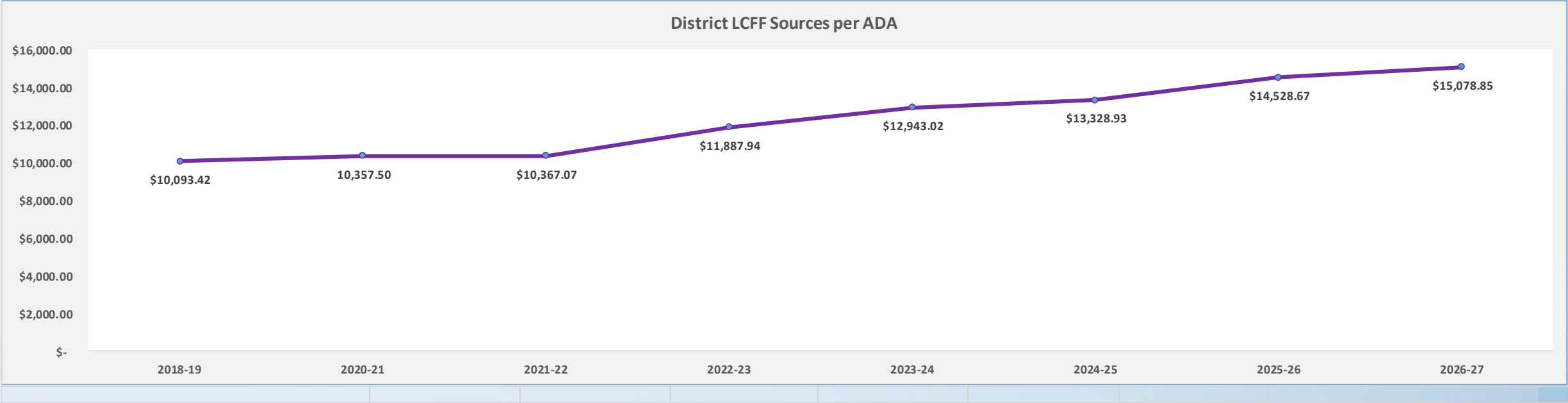
# History and Projections cont.

Base vs. Supplemental/Concentration Allocation (District)		2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
Supplemental and Concentration Grant		377,298.00	238,269.00	251,146.00	288,470.00	313,643.00	321,135.00	328,807.00
Base Grant		2,291,188.00	1,990,450.00	2,565,875.00	2,856,651.00	3,163,397.33	3,344,067.00	3,381,179.00
15% Extra Concentration Grant		-	-	-	-	-	-	-



# History and Projections cont.

LCFF Entitlement per ADA District	2018-19	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
Funded ADA	296.36	276.42	273.55	285.09	281.15	280.91	271.34	265.04
LCFF Sources per ADA	\$ 10,093.42	10,357.50	\$ 10,367.07	\$ 11,887.94	\$ 12,943.02	\$ 13,328.93	\$ 14,528.67	\$ 15,078.85
Net Change per ADA		\$ 264.09	\$ 9.57	\$ 1,520.87	\$ 1,055.08	\$ 385.91	\$ 1,199.74	\$ 550.18
Net Percent Change		2.62%	0.09%	14.67%	8.88%	2.98%	9.00%	3.79%



Let's review the actual documents

# Summary

Description			2022-23			2023-24			2024-25		
			Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
Revenues											
Total Revenues			\$ 3,417,733.00	\$ 1,765,903.00	\$ 5,183,636.00	\$ 3,717,124.00	\$ 1,013,215.00	\$ 4,730,339.00	\$ 3,821,619.00	\$ 785,970.00	\$ 4,607,589.00
Total Expenditures			\$ 3,206,229.00	\$ 1,748,435.00	\$ 4,954,664.00	\$ 3,296,249.00	\$ 1,171,640.00	\$ 4,467,889.00	\$ 3,355,626.00	\$ 1,208,086.00	\$ 4,563,712.00
Excess (Deficiency) of Revenues Over Expenditures			\$ 211,504.00	\$ 17,468.00	\$ 228,972.00	\$ 420,875.00	\$ (158,425.00)	\$ 262,450.00	\$ 465,993.00	\$ (422,116.00)	\$ 43,877.00
Transfers Out			\$ 15,000.00	\$ -	\$ 15,000.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions			\$ (552,959.00)	\$ 552,959.00	\$ -	\$ (561,368.00)	\$ 561,368.00	\$ -	\$ (563,368.00)	\$ 563,368.00	\$ -
Net Increase (Decrease) in Fund Balance			\$ (356,455.00)	\$ 570,427.00	\$ 213,972.00	\$ (140,493.00)	\$ 402,943.00	\$ 262,450.00	\$ (97,375.00)	\$ 141,252.00	\$ 43,877.00
Beginning Fund Balance, July 1			\$ 1,302,207.00	\$ 295,055.00	\$ 1,597,262.00	\$ 945,752.00	\$ 865,482.00	\$ 1,811,234.00	\$ 805,259.00	\$ 1,268,425.00	\$ 2,073,684.00
Ending Balance, June 30			\$ 945,752.00	\$ 865,482.00	\$ 1,811,234.00	\$ 805,259.00	\$ 1,268,425.00	\$ 2,073,684.00	\$ 707,884.00	\$ 1,409,677.00	\$ 2,117,561.00
Revolving Cash			\$ 1,000.00		\$ 1,000.00	\$ 1,000.00		\$ 1,000.00	\$ 1,000.00		\$ 1,000.00
Restricted				\$ 865,482.00	\$ 865,482.00		\$ 1,268,425.00	\$ 1,268,425.00		\$ 1,409,677.00	\$ 1,409,677.00
Assigned			\$ 221,390.00	\$ -	\$ 221,390.00	\$ 134,514.00	\$ -	\$ 134,514.00	\$ 94,661.00	\$ -	\$ 94,661.00
Reserve for Economic Uncertainties			\$ 248,483.20		\$ 248,483.20	\$ 223,394.45		\$ 223,394.45	\$ 228,185.60		\$ 228,185.60
Unassigned/Unappropriated Amount			\$ 474,878.80	\$ -	\$ 474,878.80	\$ 446,350.55	\$ -	\$ 446,350.55	\$ 384,037.40	\$ -	\$ 384,037.40
	Total Expenditures				\$ 4,969,664.00			\$ 4,467,889.00			\$ 4,563,712.00
	Total District Reserves (excluding Assigned)				\$ 723,362.00			\$ 669,745.00			\$ 612,223.00
	Reserve Percent				15%			15%			13%
	Reserve Percent above minimum				10%			10%			8%