



WESTMINSTER SCHOOL DISTRICT

"BUILDING TOMORROW'S LEADERS TODAY"

2022-2023 May Revision & Preliminary Budget

June 9, 2022

Manuel Cardoso
Assistant Superintendent, Business Services

Brett Heinbuch
Executive Director, Business Services

OVERVIEW OF BUDGET PROPOSALS

- State revenues increasing
 - General Fund revenues are estimated to be \$55 billion higher than in January
 - 2021-2022 revised by \$30.8 billion
 - 2022-2023 revised by \$23.8 billion
- Inflationary Pressures
 - Governor is focused on inflation relief and is providing both on-going and one-time support



OTHER MAJOR INVESTMENTS FOR K-12

- Ongoing support for various programs (\$6.5 billion)
 - Expanded Learning Opportunity Program-ELOP (\$3.8 B)
 - Universal TK (\$1.0 B)
 - Universal Meals (\$1.2 B)
 - Special Education (\$0.5 B)
- Includes major one-time investment (\$16.8 billion)
 - Discretionary Block Grant (\$8.0 B)
 - Community Schools (\$1.5 B)
 - Deferred Maintenance (\$1.8 B)
 - College & Career Pathways (\$1.5 B)
 - Green Buses (\$1.5 B)
 - ELOP Infrastructure (\$1.0 B)
 - Other Instructional Programs (\$1.5 B)



GOVERNOR'S BUDGET VS. MAY REVISION

Item	Governor's Budget	May Revision
LCFF Funding Increase	\$3.3 billion	\$6.1 billion
Proposition 98 Minimum Guarantee		
2020-21	\$95.9 billion	\$96.1 billion
2021-22	\$99.1 billion	\$110.2 billion
2022-23	\$102.0 billion	\$110.3 billion
2022-23 Statutory COLA	5.33%	6.56%
One-Time Discretionary Funds	\$0	\$8 billion

LCFF Planning Factors Governor's Budget vs. May Revision						
	2022-23		2023-24		2024-25	
	January	May	January	May	January	May
DOF Estimated COLA	5.33%	6.56%	3.61%	5.38%	3.64%	4.02%



“ADA CLIFF PROPOSAL”

- Governor’s Budget
 - Declining enrollment protection
 - Computed average of prior three-years
- Legislature proposal
 - Prior-year attendance yield
- Both proposals result in significant increases in ADA and LCFF



PROPOSED 2022-23 ADOPTED BUDGET & MULTI-YEAR PROJECTIONS – GOVERNOR’S MAY REVISE

Subject to Adoption on June 23, 2022 Board Meeting

	2022-23	2023-24	2024-25
	<u>Projected</u>	<u>Projected</u>	<u>Projected</u>
Total Revenues	\$ 159,559,333	\$ 124,058,389	\$ 120,765,216
Total Expenditures	\$ 166,017,371	\$ 140,887,407	\$ 126,438,210
Change in Fund Balance	\$ (6,458,038)	\$ (16,829,018)	\$ (5,672,994)
Beginning Fund Balance	\$ 48,011,534	\$ 41,553,496	\$ 24,724,478
Projected Ending Fund Balance	\$ 41,553,496	\$ 24,724,478	\$ 19,051,484
<u>Components of Ending Fund Balance</u>			
Reserve for Economic Uncertainties (7%)	\$ 11,621,216	\$ 8,728,057	\$ 8,836,613
Restricted Program Balances	\$ 8,993,724	\$ 8,908,505	\$ 8,003,382
Revolving Cash	\$ 100,000	\$ 100,000	\$ 100,000
Stores	\$ 20,000	\$ 20,000	\$ 20,000
*Assigned Balance: A/C Site Projects	\$ 16,000,000	\$ -	\$ -
Unassigned/Unappropriated Balance	\$ 4,818,556	\$ 6,967,916	\$ 2,091,489

*E.C. 421217 requires action on district reserves prior to budget adoption



NEXT STEPS

State Level

- Legislature must pass the State Budget by June 15
 - Subject to penalties
 - Governor signs budget before July 1

Local Level

- Adoption on June 23, 2022
- 45-Day Revise by August 15



QUESTIONS?

