

2022-23 Preliminary General Fund Budget Development Assumptions

Revenues

- Enrollment loss of 1,068 students vs. 2021-22 CBEDS based on updated enrollment projection developed by the District's demographer.
- LCFF related assumptions:
 - COLA of 5.33%
 - Revenue based on greater of prior or current year attendance.
 - Governor proposes only COLA to the Local Control Funding Formula (LCFF) to increase base funding by grade level for:

Grade Span	2021-22	Proposed 2022-23	Change
K-3	\$8,093	\$8,524	\$431
4-6	\$8,215	\$8,653	\$438
7-8	\$8,458	\$8,909	\$451
9-12	\$9,802	\$10,324	\$522

- CSR and Grade Span adjustment increases incorporated as an addition to LCFF base rate, \$886 per K-3 ADA and \$268 per 9-12 ADA
- Lottery revenue projected at \$228.00 per ADA (\$163.00 unrestricted and \$65.00 restricted)
- Mandate Block Grant funding assumptions per ADA:
 - Provide the statutory 5.33% COLA

Grade Span	2021-22	Proposed 2022-23	Change
K-8	\$32.79	\$34.54	\$1.75
9-12	\$63.17	\$66.54	\$3.37

- Special Education Funding assumptions:
 - Provide the statutory 5.33% COLA
 - Plus one-time funding to increase base rate of \$820/ADA from \$715/ADA
- Assume federal categorical program funding at same level as in 2021-22. (To be monitored)

Expenditures

- Average class size reduced from Pre-COVID levels indicated in parenthesis: Grades TK-K at 20:1 (25), Grades 1-3 at 20:1 (30), Grades 4-5 at 24:1 (31), Grades 6-8 at 26:1 (35), and Grades 9-12 at 28:1 (36).
- Salary increase not included, to be determined based negotiated agreements

- Step and column increase as projected from April 2022 staffing
- 2022-23 Health and Welfare benefit rate increase of 6.0%
- Full maintenance of retiree benefits on a “pay-as-you-go” basis from Fund 71
- No provision for Post Employment Benefits set-aside
- Employer pension rate changes:

	2021-22	2022-23	Changes
CalSTRS	16.92%	19.10%	2.18%
CalPERS	22.91%	26.10%	3.19%

- Routine Restricted Maintenance Account (RRMA) funded at 3% of total expenditures, plus interfund transfers
- Deferred Maintenance district contribution from General Fund: \$1 Million
- PARS (2018-2023): 5th of a 5-year payment schedule of \$1,021,240
- PARS SRP (2021-2026): 2nd of a 5-year payment schedule of \$4,153,828.37

One-Time Funds

- Santa Ana Virtual Academy (SAVA) to be funded by one-time ESSER funding for 2022-23
- Ongoing COVID relief and mitigation initiatives including: academic support; extended learning; class size reduction; wellness; technology and facilities support to be charged to one-time federal and state funds
- Provide unit members, including Task Oriented positions and Teachers on Special Assignment (TOSA) up to thirty hours of academic support for the 2022-23 school year: \$7.86 million (based on May 24, 2021 MOU for 2021-22 and 2022-23) using COVID-19 funds
- Provide 2nd of a 2-year agreement for ELPAC Testing funded with COVID-19 funds

Reserves

Assuming LCFF funding at proposed levels (i.e. Governor’s Proposal and Department of Finance [DOF] forecast), projections will reflect the District being able to meet the minimum State reserve requirement of 2%.

10% Reserve Cap, assigned/unassigned ending balance of General and Special Reserve funds implemented in 2022-23.