

ASSUMPTIONS UTILIZED IN THE 2022/2023 PROPOSED PLACEHOLDER BUDGET

HOW ARE REVENUE AND EXPENDITURE PROJECTIONS MADE?

Because there are so many unpredictable factors affecting revenues and expenditures, it is important to develop and utilize budget assumptions based on the best information available at the time the budget is adopted. The following assumptions are based on the Governor's May Revision. At the June 28, 2022 Board meeting, the Board of Education will be asked to approve the Adopted Budget. This budget should be considered a "snapshot in time" of the financial plan of our District on the date it is adopted. As the school year progresses, variables will change and the budget will have to be updated and approved again by the Governing Board. As a starting point, the following assumptions will be used for the proposed **2022/2023 Placeholder Budget**.

Revenue

- We are using the Governor's May Revision projection which includes a 6.56% Cost of Living Adjustment (COLA).
- Enrollment on day 14 is projected to be 13,100 students.
- Local Control Funding Formula (LCFF) will be based on 12,824 Average Daily Attendance (ADA) based on a three-year average.
- The unduplicated count of Low-Socio Economic students, English Language Learners, and Foster Youth is estimated to be 25.48% of enrollment for supplemental funding purposes.
- Special Education funding and most other State categorical accounts will receive a 6.56% COLA
- Lottery income is estimated at \$228 per annual ADA: \$65 Restricted and \$163 Unrestricted.
- State and Federal grants have been budgeted at that same level as 2021/22. As actual entitlements become known, the budgets will be adjusted.
- Donation accounts will be booked on a cash basis.
- It is estimated that \$4 million will be collected in Parcel Tax revenue from Measure A.
- The Career Technical Education Incentive grant is estimated at \$870,000.
- All prior year carry over and one-time funding has been removed.

Assumptions Continued...

Expenditures

- Base staffing levels for certificated and classified positions are maintained at the same level as in 2021/22.
- The expense of step, column, and longevity increases and the related statutory benefits for employees are included in the budget.
- The employer contribution to the California State Teachers' Retirement System (CalSTRS) has increased from 16.92% to 19.10%. The employer contribution to the California Public Employees' Retirement System (CalPERS) has increased from 22.91% to 25.37%.
- State Unemployment Insurance remains at .5%
- All items in the Local Control Accountability Plan (LCAP) are included in the budget
- Measure A will continue to help fund:
 - Advanced courses in science, technology, engineering, and math (STEM);
 - Attracting and retaining highly qualified teachers;
 - Elementary school science and TK-12 technology teacher specialists;
 - Keeping our schools safe and well-maintained; and
 - Up-to-date instructional materials and comprehensive curricular programs.
- A competitive compensation adjustment of 4% has been included for all employees.
- A transfer of \$1,433,910 to the Tri-Valley Regional Occupation Program (TVROP) is included in the budget based on the Joint Powers Authority (JPA) agreement.