



**Ocean View
School District**

A decorative graphic at the top of the page features a blue line graph with several data points. Some points are highlighted with circles or location pin icons. Below the line graph are two overlapping areas: a light green area on top and a light blue area on the bottom, both with a wavy, organic shape. The background of the entire page is a solid teal color.

Second Interim Budget March 8, 2022

Presented by:
Carol Hansen, Ed.D., Superintendent
Keith Farrow, Assistant Superintendent, Administrative Services
Timothy Golden, Director, Fiscal Services
Jose Velazquez, Accountant
Teri Bonds, Financial Analyst



Overview

- Introduction
- Budget Assumptions
- Multi-Year Projections (MYP)
- Program Contributions
- Ending Fund Balance
- ADA Hold Harmless
- Enrollment
- Budget Challenges
- Roadmap



Introduction

The Multi-Year Projection (MYP) projects total General Fund revenues and expenditures for the budget year and the two subsequent fiscal years. The projections are only estimates and actual outcomes could vary substantially.

The MYP forecasts are based on certain criteria, information available at the time, and assumptions rather than on exact calculations.

MYP forecasting models should be evaluated as a trend-based on certain criteria and assumptions rather than a prediction of exact numbers.

To evaluate the MYP, attention is focused on the bottom line, which demonstrates the district's undesignated, unappropriated fund balance.





Budget Assumptions

Factors	2021-22	2022-23	2023-24	2024-25
LCFF COLA	5.07%	5.33%	3.61%	3.64%
LCFF Supplemental Grant Funding %	20%	20%	20%	20%
LCFF Concentration Grant Funding %	65%	65%	65%	65%
Enrollment	6,942	6,696	6,427	6,201
Average Daily Attendance (ADA)	95%	95%	95%	95%
3-Year Unduplicated Pupil %	57.75%	58.12%	57.70%	57.02%
STRS	16.92%	19.10%	19.10%	19.10%
PERS	22.91%	26.10%	27.10%	27.70%
Inflation (based on LAO fiscal outlook)		6%	3%	3%



Budget Assumptions (cont.)

- Remove one-time revenue and expenditures in subsequent years:
 - COVID revenues and expenditures
 - Carryover
- ADA hold harmless removed in 2022-23
- Certificated Step & Column increase at 1.50%
- Classified Step & Column increase at 0.75%
- Continued contribution to Special Education and Transportation



Unrestricted Multi-Year Projections

General Fund Unrestricted	2021-22	Projected	Projected	Projected
		2022-23	2023-24	2024-25
Revenues	\$76,852,366	\$72,063,800	\$71,749,797	\$71,055,249
Expenditures	\$60,207,790	\$61,936,688	\$59,318,365	\$59,333,144
Increase/Decrease	\$16,644,576	\$10,127,113	\$12,431,433	\$11,722,106

Program Contributions

Encroachment/Contribution from the General Fund	2021-22
Special Education & Medi-Cal	\$ 10,887,182
Routine Restricted Maintenance	\$ 3,132,341
Classified School Employee Summer Assistance	\$ 22,096
Total Restricted Contributions	\$ 14,041,619
Transportation	\$ 875,092
Total Unrestricted Contributions	\$ 875,092
Grand Total	\$14,916,711



Interfund Program Contributions

Interfund Contributions	2021-22	2022-23
Fund 12 (Child Care & Preschool)	\$ -	\$ 250,000
Fund 14 (Deferred Maintenance)	\$ 250,000	\$ 250,000
Total	\$ 250,000	\$ 500,000





Unrestricted Multi-Year Projections w/Contributions

18.3% of Unrestricted Revenues directly support programs

6.2% Decrease in Revenues

		<i>Projected</i>	<i>Projected</i>	<i>Projected</i>
General Fund Unrestricted	2021-22	2022-23	2023-24	2024-25
Revenues	\$76,852,366	\$72,063,800	\$71,749,797	\$71,055,249
Encroachment/Contributions	-\$14,041,619	-\$13,744,278	-\$13,677,278	-\$13,674,278
Net Revenues	\$62,810,747	\$58,319,522	\$58,072,519	\$57,380,971
Expenditures	\$60,207,790	\$62,186,688	\$59,318,365	\$59,333,144
Increase/Decrease	\$2,602,957	-\$3,867,166	-\$1,245,846	-\$1,952,173
Beginning Fund Balance	\$15,222,373	\$17,825,330	\$13,958,164	\$12,712,318
Ending Fund Balance	\$17,825,330	\$13,958,164	\$12,712,318	\$10,760,146

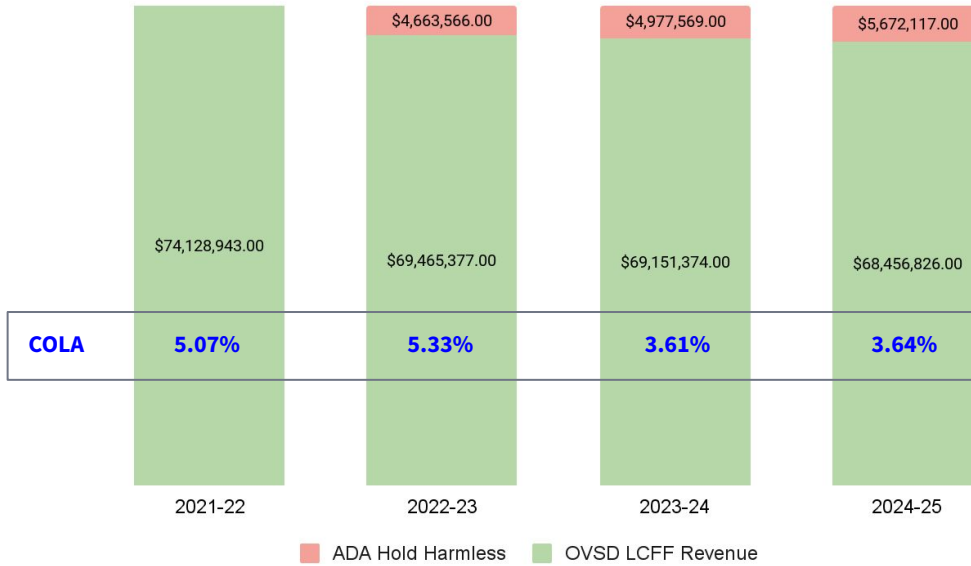


Combined Ending Fund Balance

Components	2021-22	2022-23 Projected	2023-24 Projected	2023-24 Projected
Beginning Fund Balance	\$19,575,331	\$22,911,769	\$17,989,108	\$14,969,992
Net increase/(decrease)	\$3,336,438	-\$4,922,661	-\$3,019,117	-\$3,619,698
Ending Fund Balance	\$22,911,769	\$17,989,108	\$14,969,992	\$11,350,293
Nonspendable	\$102,000	\$102,000	\$102,000	\$102,000
Restricted	\$5,086,439	\$4,030,944	\$2,257,673	\$590,147
Committed (Infrastructure Sustainability)	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000
Assigned	\$ -	\$ -	\$ -	\$ -
Reserve for Economic Uncertainties	\$3,066,620	\$2,834,021	\$2,767,495	\$2,764,676
Unassigned/Unappropriated	\$12,656,710	\$9,022,143	\$7,842,823	\$5,893,470

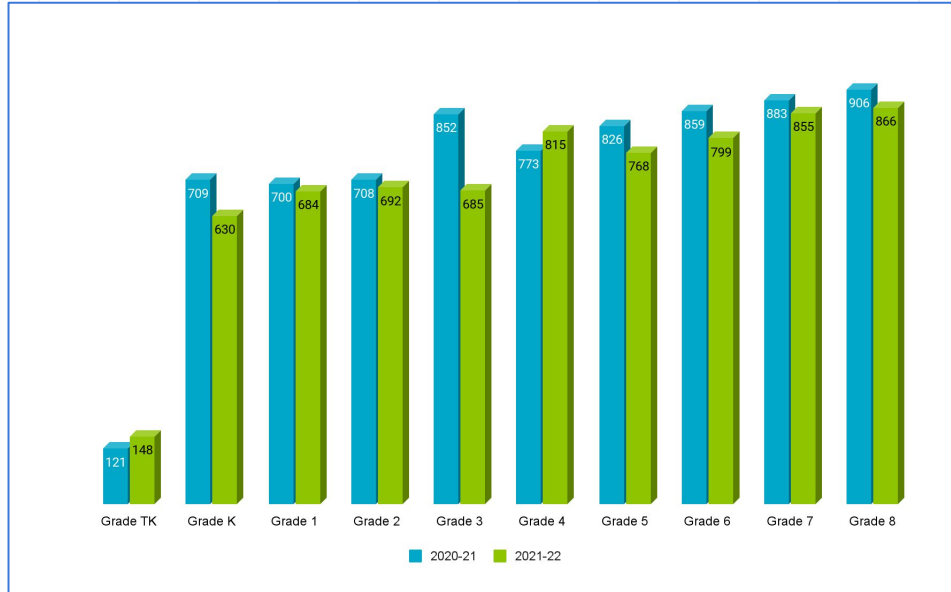
Losing the ADA Hold Harmless

Impact of losing the ADA Hold Harmless on LCFF





Enrollment

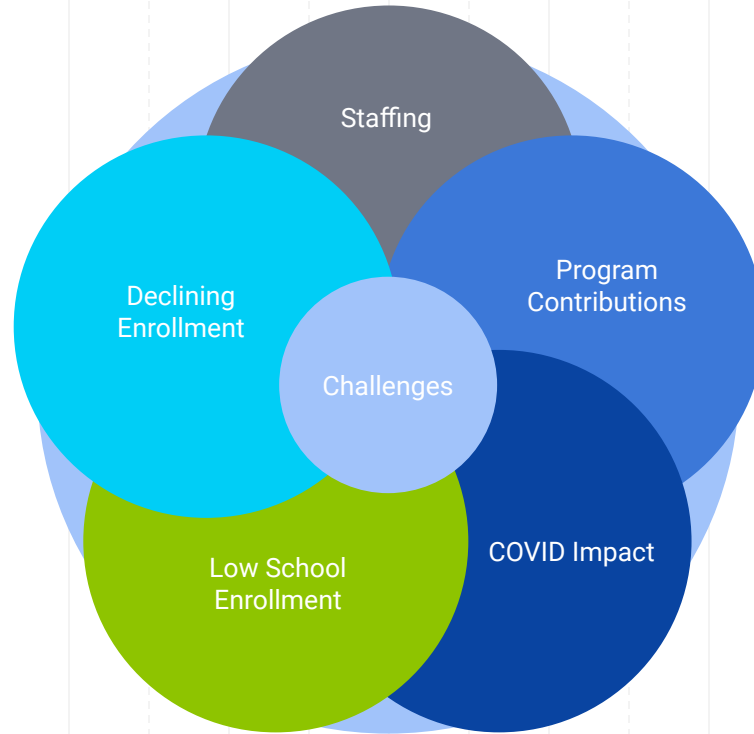


Enrollment entrance vs. Enrollment exit

Enrollment	Grade TK/K	Grade 8	Difference
2020-21	830	906	-76
2021-22	778	866	-88
Totals	1,608	1,772	-164



5 Significant Budget Challenges





ROADMAP

Approve the 2nd interim budget with a positive certification.

1

Begin budget development for 2022-23.

3

Present the preliminary adopted budget in early June.

5

Continue to update staffing and enrollment projections.

2

Governor's May Revision and update budgets to estimate our actuals for year-end closing.

4

Ask the Board to approve the adopted budget in late June.

6

THANKS!

Any questions?

