



Ocean View
School District

Governor's January Budget Proposal 2023-24

January 24, 2023

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Overview

Budget Calendar

Key Assumptions and Updates

LCFF Projections

What's Not Included

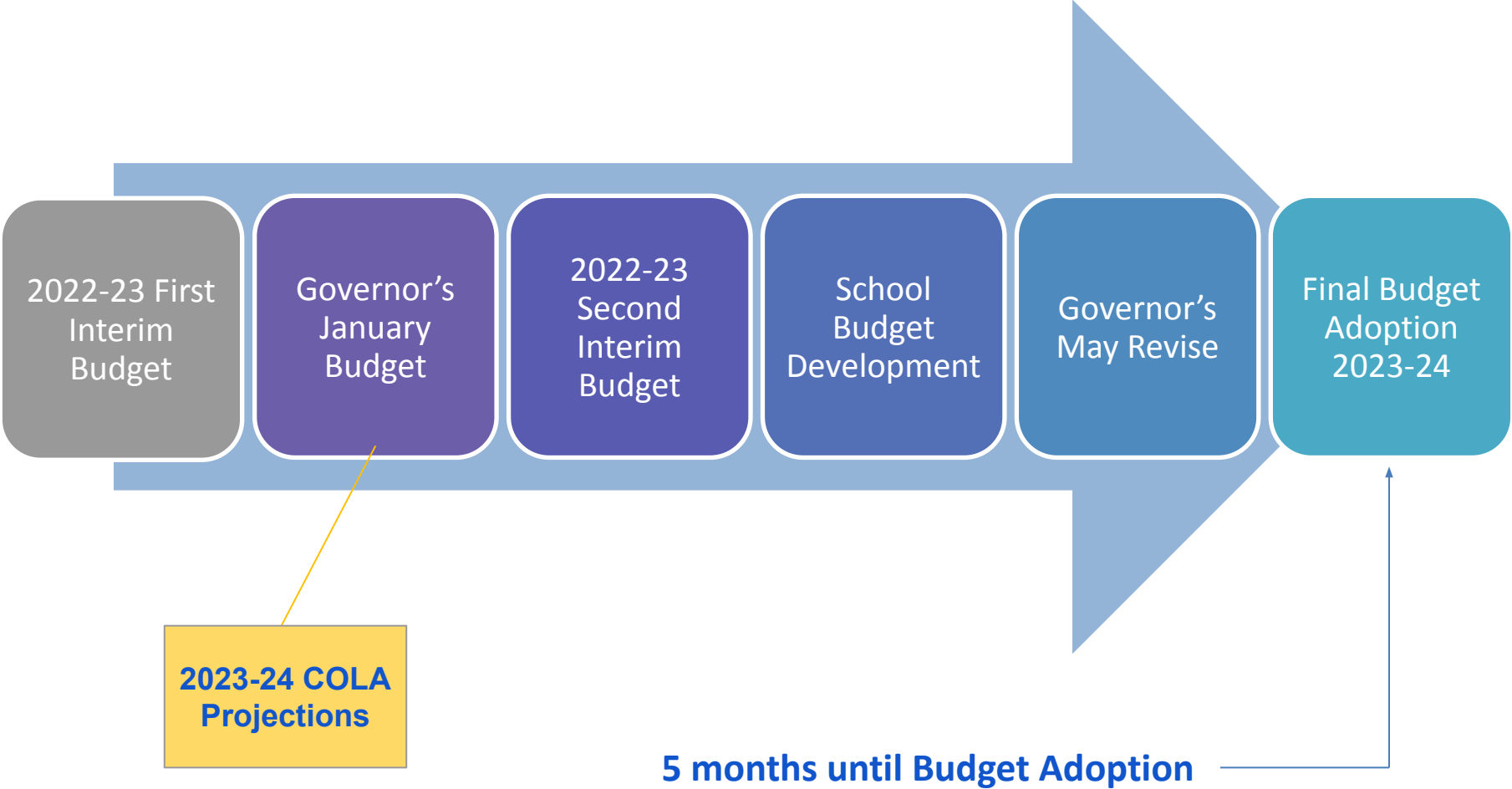
Transitional Kindergarten

What's New

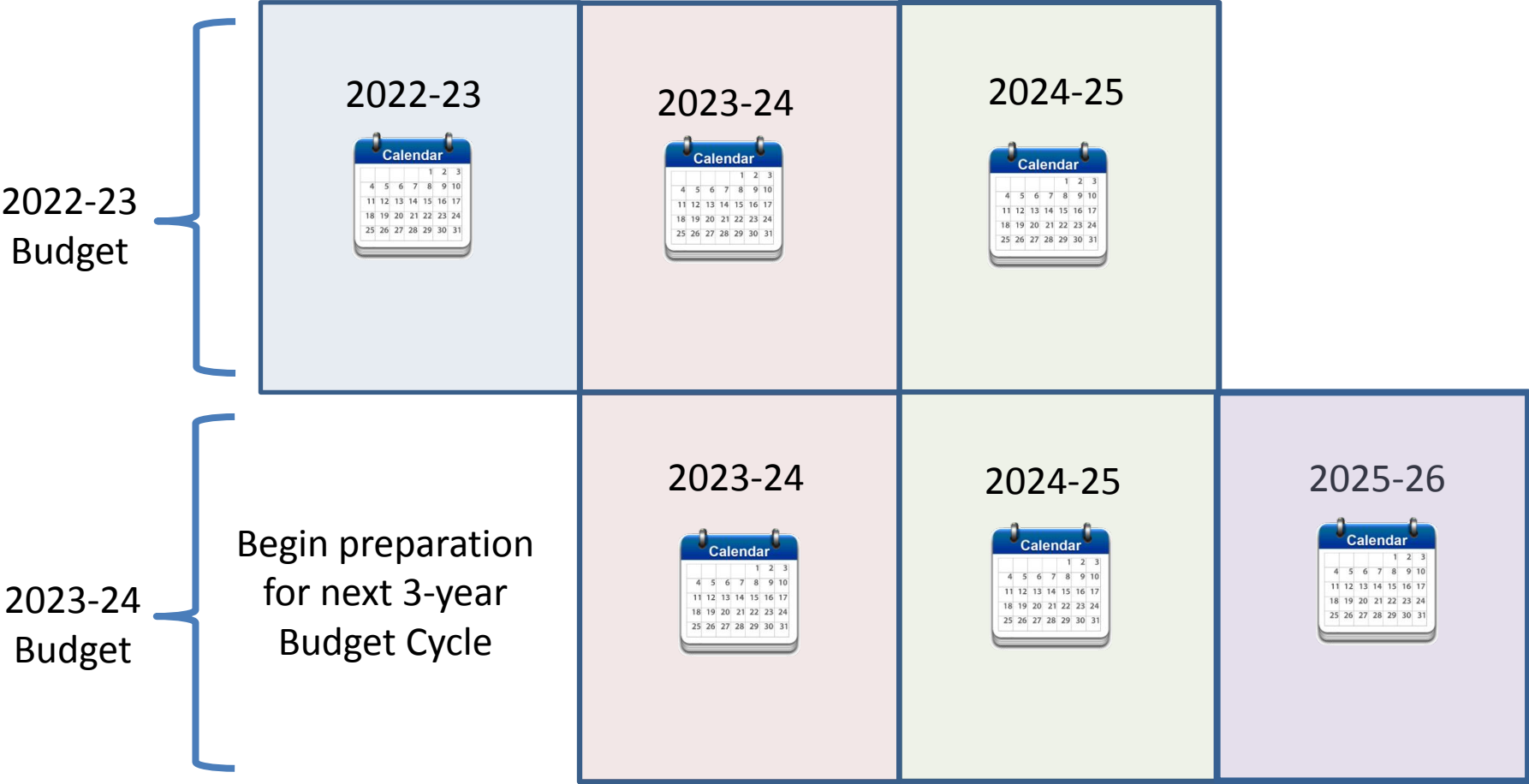
What's Next



Budget Calendar



Each New Budget Adds a Subsequent Year



Key Assumptions - 1st Interim

Assumption	2022-23	2023-24	2024-25	2025-26
COLA	13.26%	5.38%	4.02%	3.72%
STRS	19.10%	19.10%	19.10%	19.10%
PERS	25.37%	25.20%	24.60%	23.70%



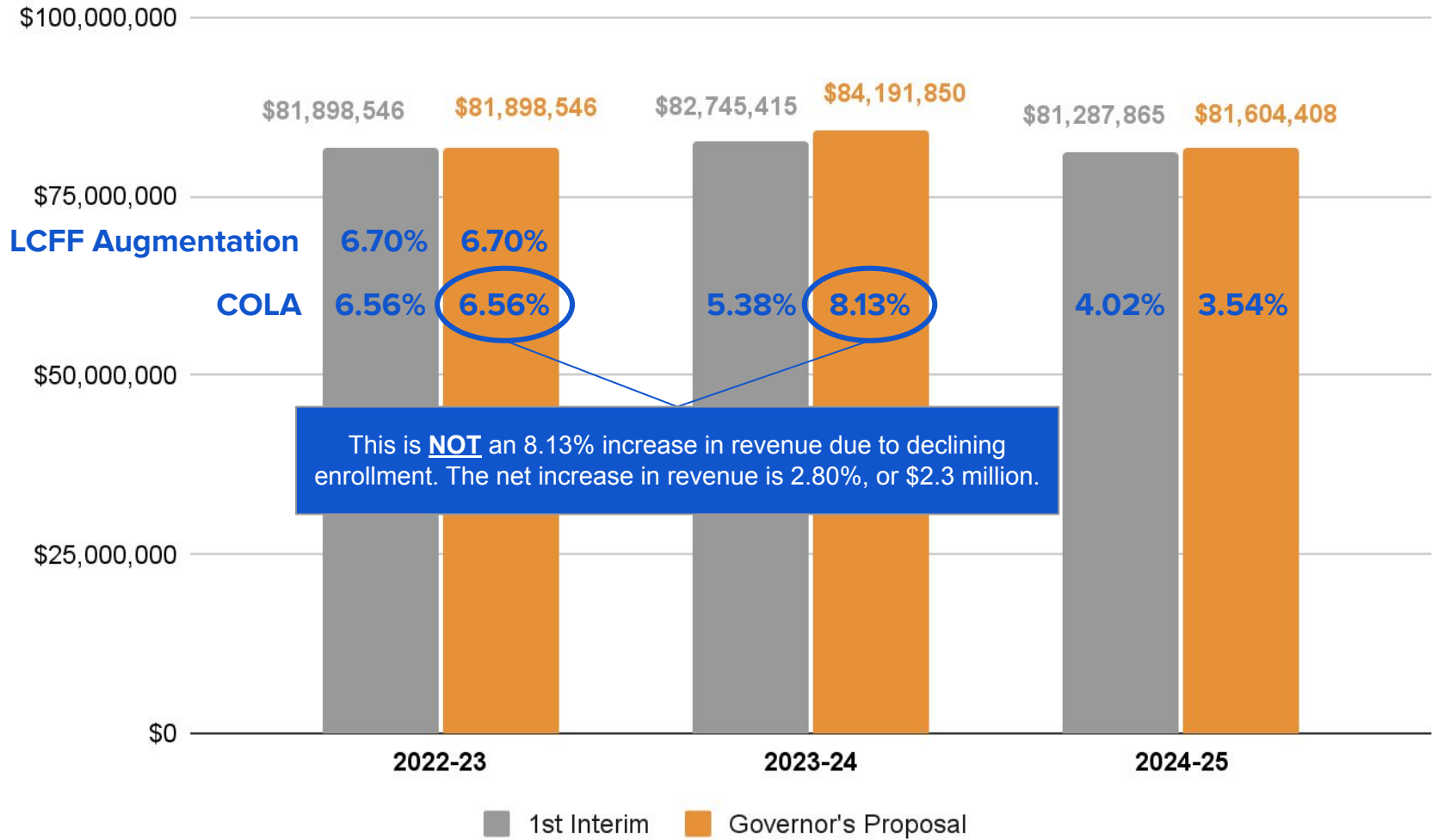
Key Assumptions - Governor's Budget

Assumption	2022-23	2023-24	2024-25	2025-26
COLA	13.26%	8.13%	3.54%	3.31%
<i>COLA Difference</i>	<i>0.00%</i>	<i>2.75%</i>	<i>-0.48%</i>	<i>-0.41%</i>
STRS	19.10%	19.10%	19.10%	19.10%
<i>STRS Difference</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>
PERS	25.37%	27.00%	28.10%	28.80%
<i>PERS Difference</i>	<i>0.00%</i>	<i>1.80%</i>	<i>3.50%</i>	<i>5.10%</i>

	2023-24	2024-25	2025-26
Impact from PERS Changes	\$240,000	\$320,000	\$530,000
Ongoing Cost		\$560,000	\$1,090,000



Updated LCFF Revenue Projections (COLA only)



Non-Prop 98

- Speculation on politics
- State is using one-time funds for ongoing costs
- Speculations about COLA
- How will proposition 98 be funded?
 - Cuts to non-education side of the State Budget (Human Services, Health, etc.)



What's Not in the Governor's Budget Proposal?

Pension Relief

While Governor Newsom applauds the paydown of pension debt in past years, no relief is provided as CalPERS rates increase and CalSTRS rates remain high

Categorical Programs

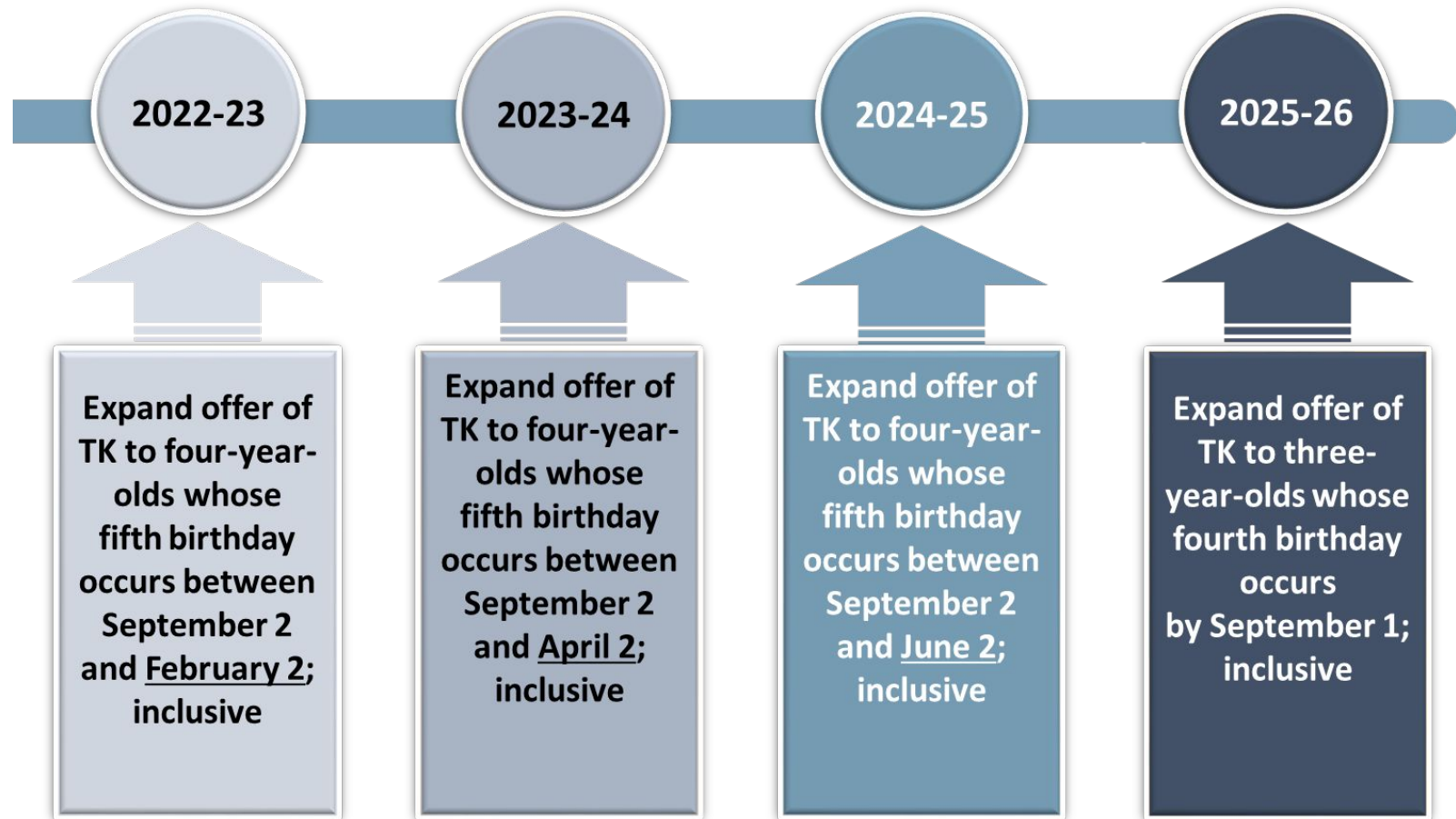
This Governor's Budget lacks the litany of one-time and ongoing new categorical programs as nearly all revenues are needed to maintain current programs

Reserve Withdrawal

The Governor is holding back on using Rainy Day funds, but may need to play that card if economic conditions worsen

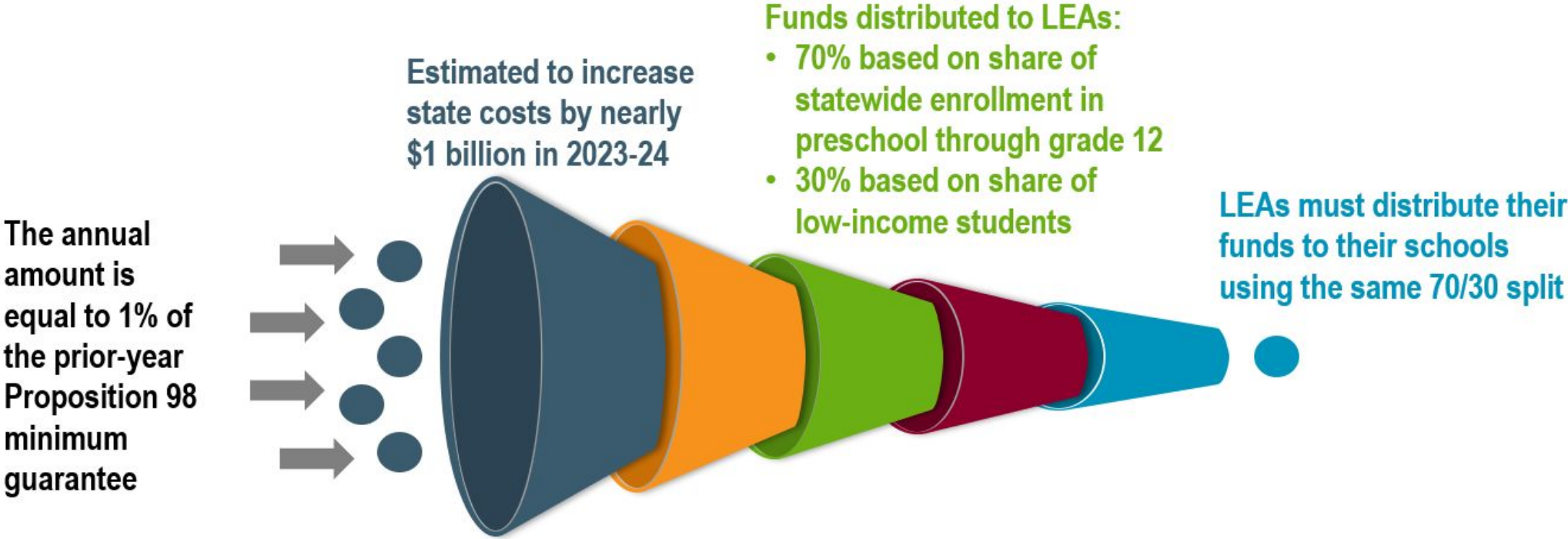


Transitional Kindergarten

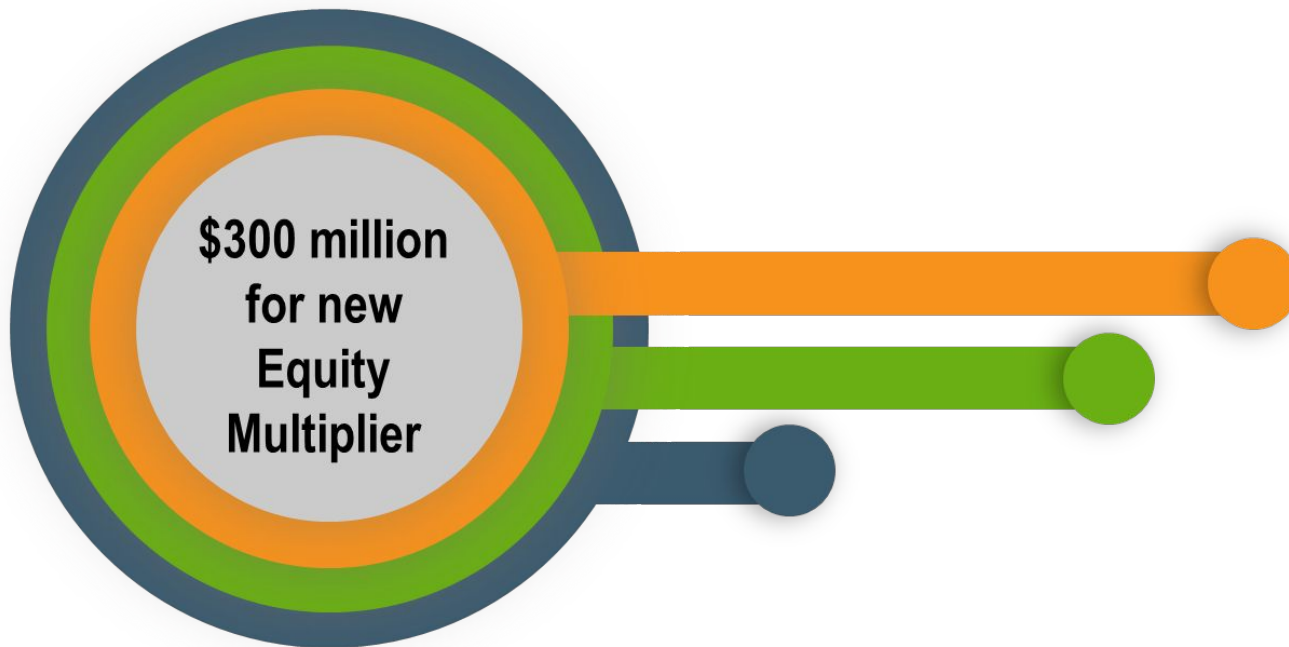


What's New - Voter Approved Proposition 28: Arts & Music in Schools-Funding Guarantee & Accountability Act

Beginning with the 2023-24 fiscal year, requires the state to provide additional, dedicated funding originating outside of Proposition 98 for arts and music education



What's New - Proposed LCFF Equity Multiplier



LCFF Add-On

\$300 million new, ongoing Proposition 98 funds to establish an Equity Multiplier add-on to the LCFF

Close Equity Gaps

Intended to provide resources to accelerate learning gains and close opportunity and outcome gaps

Prior Commitment

Governor committed last year to provide ongoing funding to address the needs of students in the lowest performing student groups

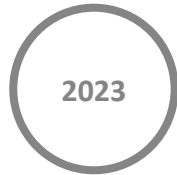


Upcoming Calendar



January

- Governor's Budget Proposal
- Updated assumptions



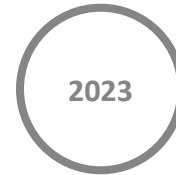
February

- Update budgets for second interim
- Prepare MYP for second interim
- Prepare second interim report



March

- Present second interim report to the board of education
- Begin budget development for 2022-23
- Staffing projections



April - June

- Allocate staffing
- Enrollment projections
- Plan for budget adoption





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Questions?
