



2022-23

45-Day Budget

Revision

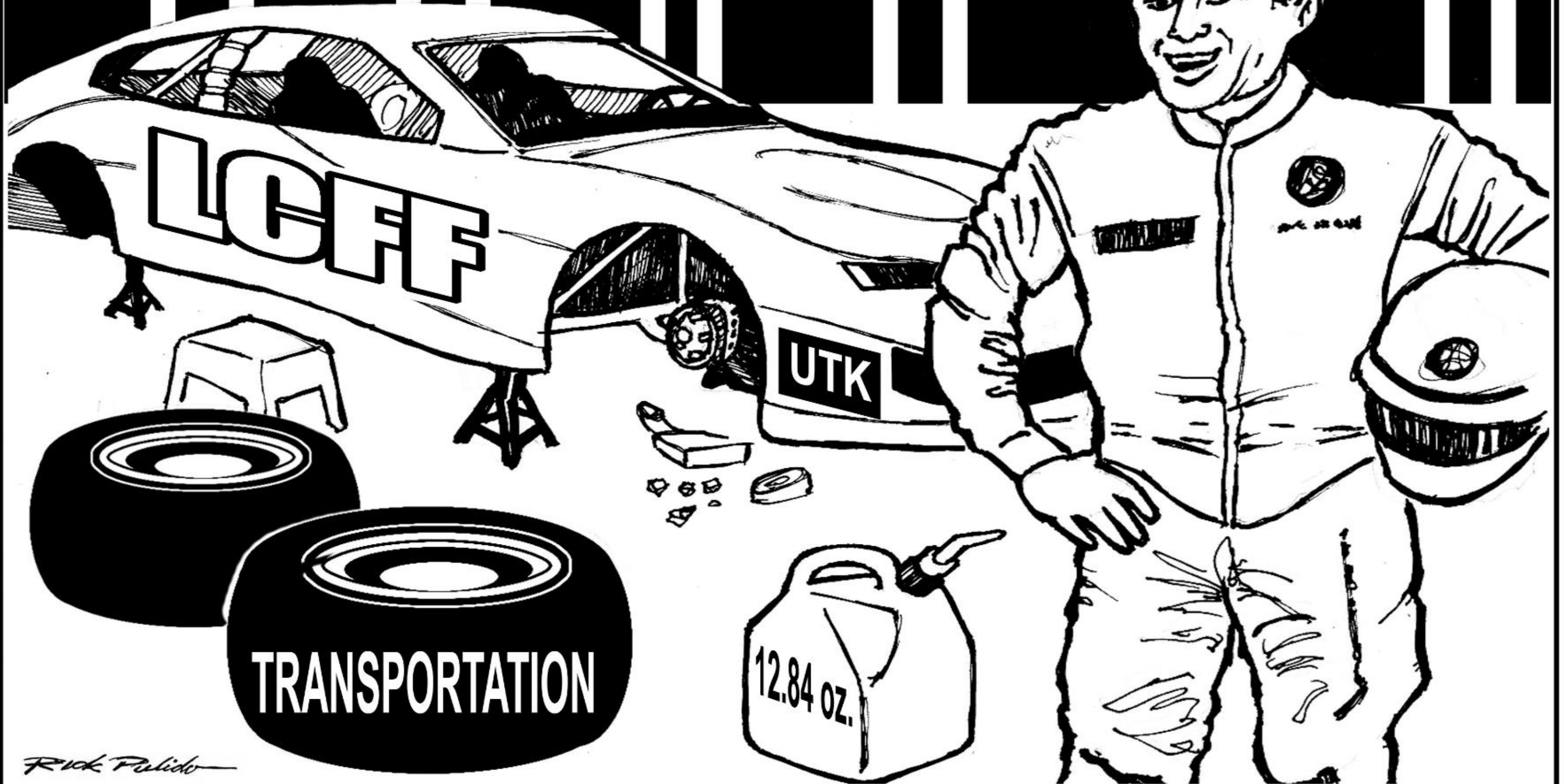
COTATI-ROHNERT PARK UNIFIED SCHOOL
DISTRICT
PRESENTATION
DATE 8/2/22

45-Day Budget Revision 2022-23

- No later than 45 days after the Governor signs the annual Budget Act, districts shall make available for public review any revisions in revenues and expenditures that the district decides to make reflecting the funding made available by the Budget Act
- Governor Gavin Newsom signed the 2022-23 Budget Act on June 27, 2022, so the deadline to make our revisions public is Thursday, August 11, 2022



SHOOP



LOFF

UTK

TRANSPORTATION

12.84 OZ.

Rick Pulido

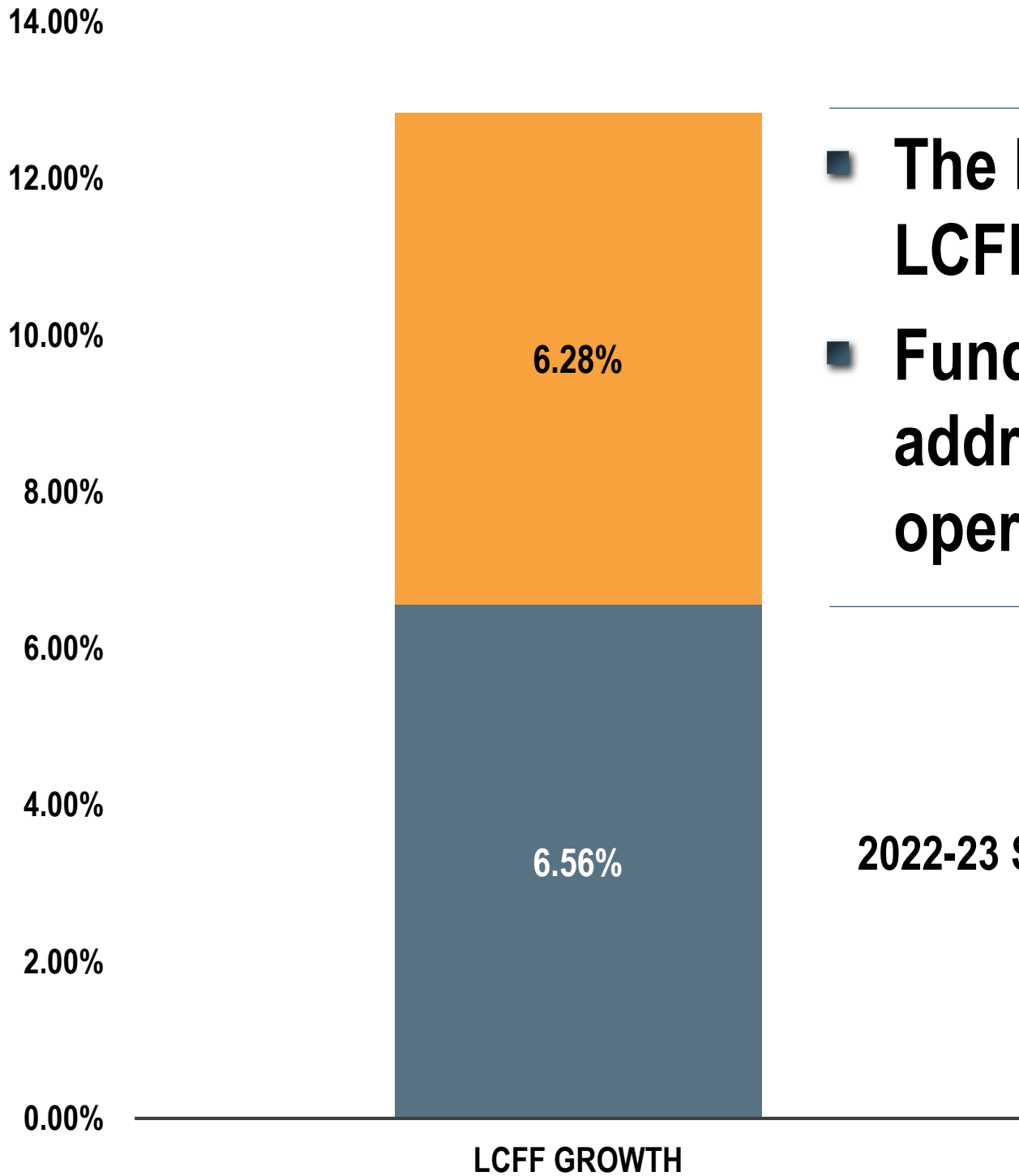
Governor's Budget vs. May Revision vs. Enacted Budget

Item	Governor's Budget	May Revision	Enacted Budget
LCFF Funding Increase	\$3.3 billion	\$6.1 billion	\$8.9 billion ¹
Proposition 98 Minimum Guarantee			
2020-21	\$95.9 billion	\$96.1 billion	\$96.1 billion
2021-22	\$99.1 billion	\$110.2 billion	\$110.2 billion
2022-23	\$102.0 billion	\$110.3 billion	\$110.4 billion
Discretionary Block Grant Funding	\$0	\$8 billion	\$3.6 billion ²
Learning Recovery Emergency Block Grant	\$0	\$0	\$7.9 billion

¹Reflects an increase of \$772 million in funding for districts and charter schools, \$2.82 billion for declining enrollment protections, \$997 million to support TK expansion and TK adult-to-student ratios, and a \$4.32 billion base increase

²Arts, Music, and Instructional Materials Discretionary Block Grant

LCFF Investments—Growth Over 2021-22 Rates

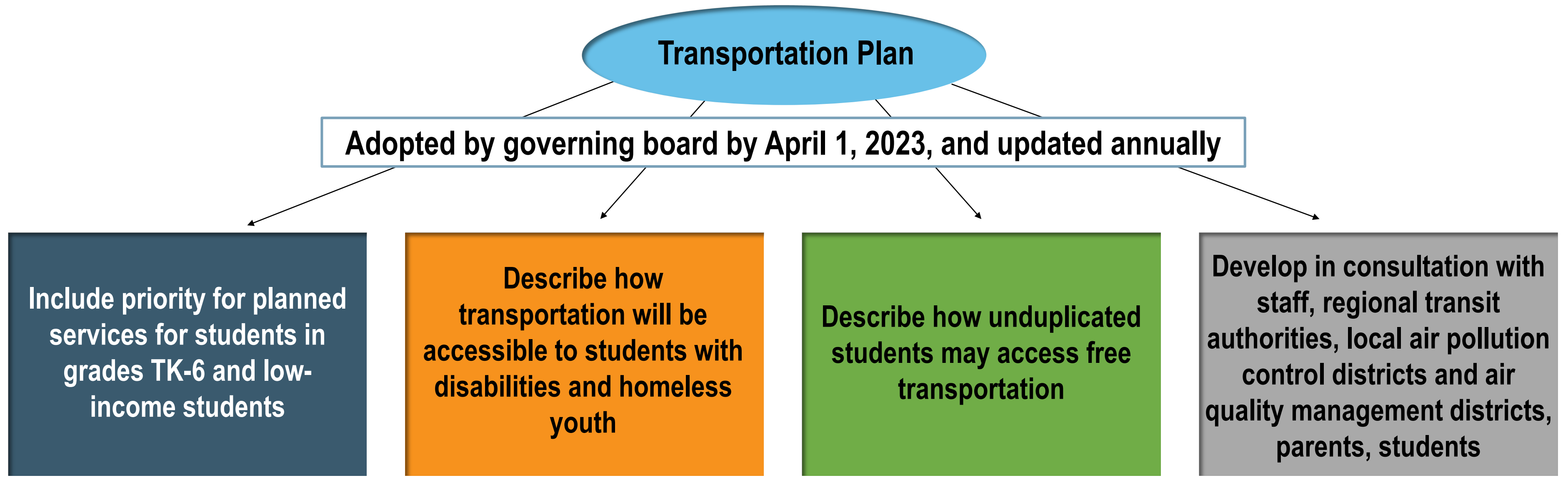


- The May Revision provided \$2.1 billion in additional funding for LCFF and the Enacted Budget increases the amount to \$4.32 billion
- Funds are intended “to help school districts and charter school address ongoing fiscal pressures, staffing shortages, and other operational needs”

2022-23 Statutory COLA

Home to School Transportation

- Funding for Home-to-School Transportation increased by \$637 million ongoing
- Starting in 2022-23, school districts and county offices of education will receive the greater of:
 - Transportation add-on, plus annual COLA**
 - OR**
 - 60% of reported transportation costs**
- Subject to audit
- May charge fees for transportation but must waive fees for unduplicated students

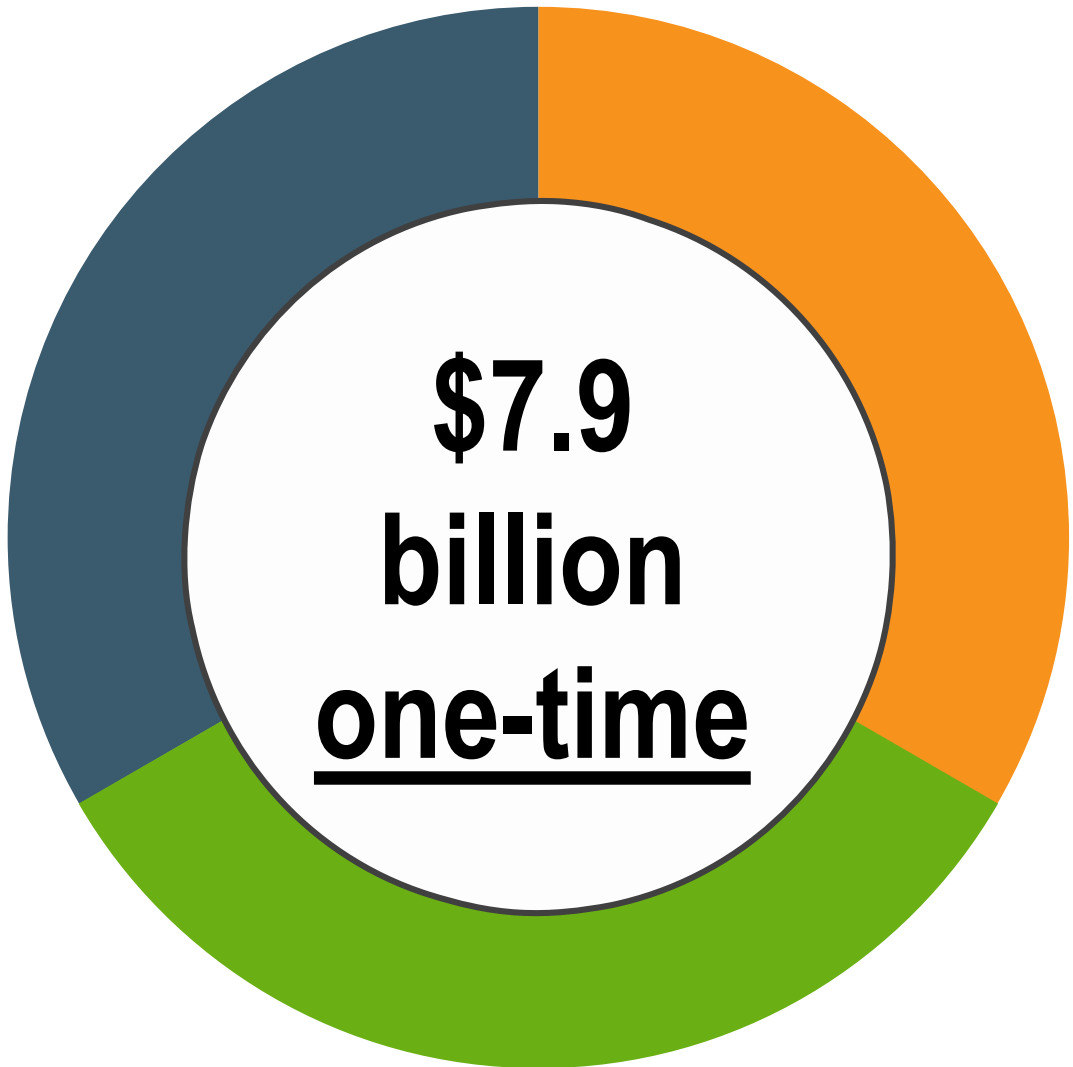


Learning Recovery Emergency Block Grant

Assist school districts, county offices of education, and charter schools with long-term recovery from the COVID-19 pandemic

Distribution

Funds allocated based on 2021-22
Second Principal Apportionment
ADA multiplied by 2021-22 UPP



Reporting

- Must report interim expenditures to CDE by December 1, 2024, and December 1, 2027
- Must submit a final report on expenditures by December 1, 2029

Deadline

Funds may be used through
2027-28 school year

Estimated allocation amounts
available in workshop resources

Learning Recovery Emergency Block Grant—Allowable Uses



Arts, Music, and Instructional Materials Discretionary Block Grant

\$3.6 billion one-time

Distribution
Intend to distribute on a per-pupil basis using 2021-22 Second Principal Apportionment ADA

Plan
Governing board must discuss and approve plan for expenditure of funds at regularly scheduled public meeting

Deadline
Encumber through the 2025-26 school year

Estimated allocation amounts available in workshop resources



Arts, Music, and Instructional Materials Discretionary Block Grant

Allowable Uses

Instructional materials and professional development aligned to best practices for improving school climate, digital literacy, physical education, and learning through play

Operational costs



Standards-aligned professional development and instructional materials

Diverse book collections and culturally relevant texts in English, pupils' home languages, or combination of languages

COVID-19 pandemic-related supplies

Specter of Recession

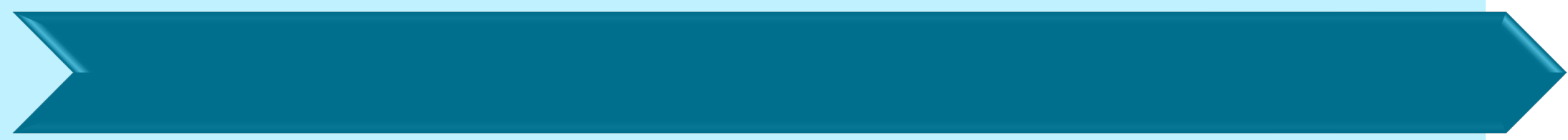
- Nearly 70% of economists surveyed by the *Financial Times* and the University of Chicago's Initiative on Global Markets believe that the U.S. will enter a recession in 2023
 - 2% of economists believe recession will occur in 2022
 - Remaining economists predict a recession in 2024



- Few believe the Federal Reserve can tame inflation without causing a recession

Risks to the Budget

State Budget Surplus



Economic recession

Overall economic downturn will reduce state revenues



Entrenched inflation

Inflation will suppress consumer and business spending and, by extension, state revenues



Wall Street correction

A bear market will impact California's State Budget primarily because of our heavy reliance on high-income earners

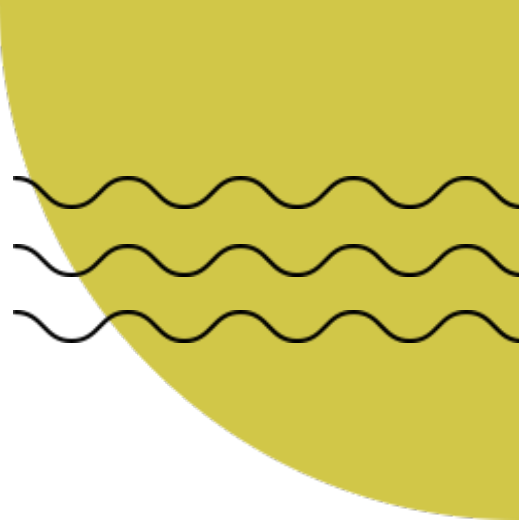


State spending limit

The Gann Limit will severely impact how the Legislature budgets its resources

Budget Deficit?

Questions?



CRPUSD

renew
space



reimagine

reconnect