

Second Interim
Narrative
Fiscal Year 2021-22

MULTI-YEAR FINANCIAL PROJECTIONS

The multi-year financial projection reflects that the District will have a positive ending fund balance for the current fiscal year and expects positive ending fund balances for the next two fiscal years given the current assumptions provided by School Services of California (SSC) and California Department of Education. In January 2022, School Services of California provided a revised projections from the Governor’s approved budget for the current year, 2022-23 and 2023-24, and these assumptions are reflected in the Second Interim Report.

Based on current information and School Services Dartboard, the projections include the following assumptions for each year beyond 2021-22.

LCFF Sources	SSC Recommended Planning COLA 5.33% 22/23 and 3.61% 23/24
Federal Revenues	Projected end of grants in 22/23 and 23/24; no growth
Other State Revenues	No growth
Special Education COLA	5.33% in 22/23 and 3.61% in 23/24
Other Local Revenues	No growth
Certificated Salaries	+1.5% (Step/Column only)
Classified Salaries	+1.0% (Step/Column only)
Employee Benefits	+0.5% potential increases in statutory benefits
Books and Supplies	Subtract 20/21 carryovers; and include increases for inflation, 3.69% in 22/23 and 2.90% in 23/24.
Services/Other Operating Expenses	Subtract 20/21 carryovers; and include increases for inflation, 3.69% in 22/23 and 2.90% in 23/24.
Capital Outlay	Facilities and technology
Direct Support/Indirect Costs	+5.01% of restricted object codes 1000-5999, 5100 is excluded.

No employee settlements are included in this projection beyond the current year. Any subsequent settlements made with employee groups will impact this projection accordingly.