



# 2021-2022 Newcastle Elementary School District

## PROPOSED BUDGET

PUBLIC HEARING JUNE 9, 2021

ADOPTION JUNE 23, 2021

# Budget Journey...



May Revise  
Highlights  
(but still just  
proposed)

\*LCFF

5.07% COLA

2021-2022

Deferral Reduction June to July

Special Education

4.05% COLA

No Pension Contribution Relief

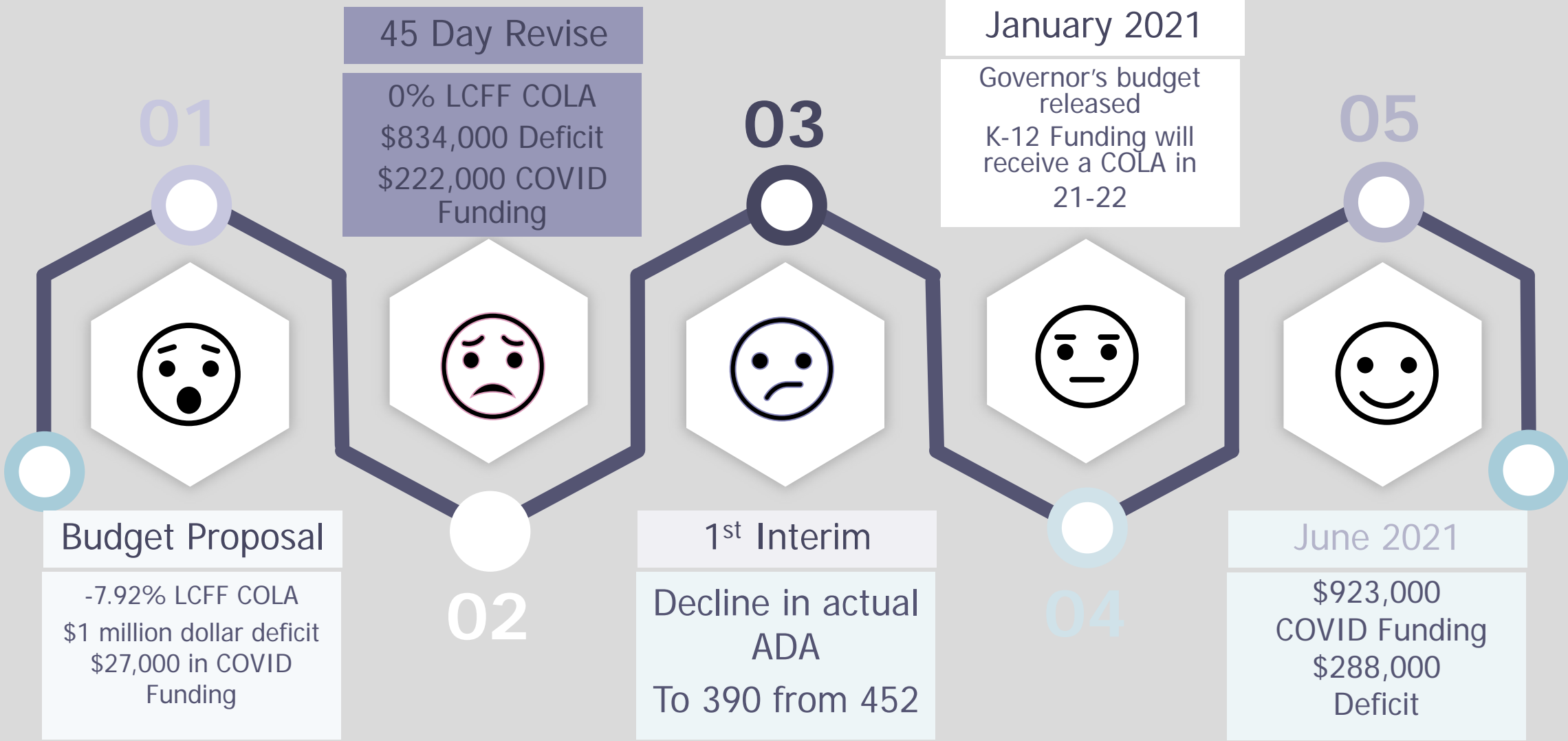
\*LCFF = Local Control Funding Formula

\*COLA = Cost of Living Adjustment



2020-2021 ESTIMATED ACTUALS

# 2020-2021 A Year In Review



\*LCFF = Local Control Funding Formula

# 2020-2021 Estimated Actuals

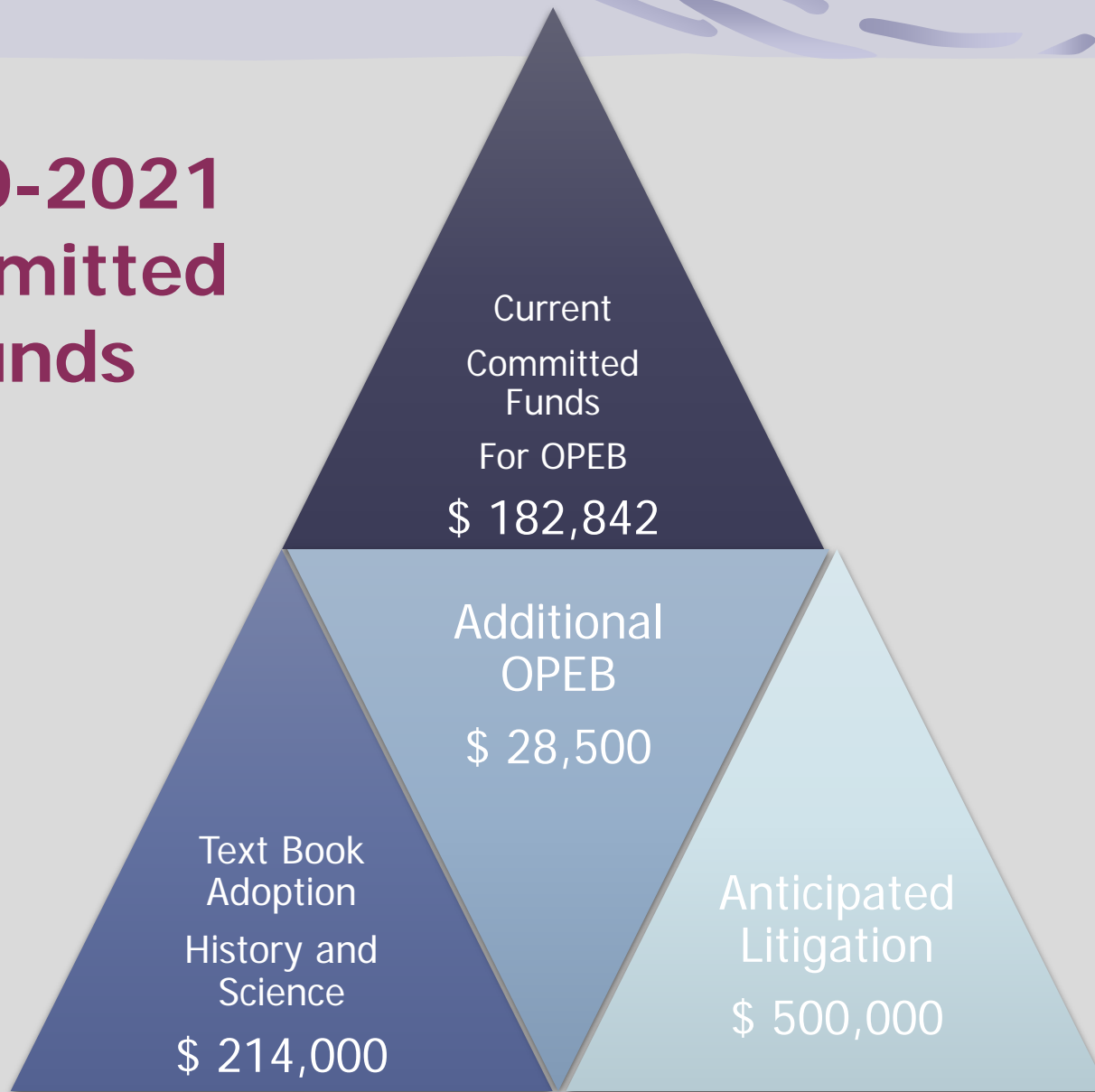
2020-2021	Original Budget	Estimated Actuals
Revenue	5,019,404	6,226,243
Expenses	6,105,493	6,514,402
(Deficit)/Surplus	(1,086,089)	(288,159)
Beg Fund Bal	4,139,383	4,139,383
Ending Fund Bal	3,053,294	3,851,224

One Time COVID Relief Funds Total 923,161	
LLM	33,715
ESSER I	19,375
CARES Act	222,282
ESSER II	73,306
AB 86	411,350
ESSER III	163,133

**Deficit decreased by 798,000**

LLM = Learning Loss Mitigation  
 ESSER = Elementary and Secondary School Relief  
 CARES = Coronavirus Aid, Relief and Economic Security  
 AB = Assembly Bill

# 2020-2021 Committed Funds



Total Committed Funds  
**\$925,342**  
*(remember this)*

*Pending Board Approval  
on June 9, 2021  
Resolutions 9, 10 & 11 - 20/21*

*OPEB = Other post employment benefits  
(Health and Welfare District Cap for retirees)*



# NEWCASTLE ELEMENTARY SCHOOL DISTRICT 2021-22 BUDGET



# 2021-2022 Budget Components

## Average Daily Attendance (ADA)

Held Harmless to 19-20

	2020-21	2021-22
Estimated Actuals		Budget
NES	178	178
NCS	<u>274</u>	<u>278</u>
	452	456

## Unduplicated Pupil Percentage (UPP)

NES 30.02%    NCS 18.40%

## Mandated Costs Block Grant

NES \$32.79    NCS \$17.21

## Lottery

Unrestricted (Salaries)    \$150  
Restricted (Curriculum)    \$ 49

## State Unemployment Insurance

From .05% to 1.23%

Newcastle  
Elementary  
School Example  
30.02% UPP

LCFF Funding  
for 2021-2022  
What does  
5.07% look  
like?

**LCFF Revenue Increase**  
**\$236,000** *(over 20-21)*  
*NES \$66,000    NCS 170,000*

<b>Entitlement Factors per ADA</b>	<b>K-3 76.55</b>	<b>4-6 53.50</b>	<b>7-8 47.31</b>
2020-21 Base Grant	\$7,702	\$7,818	\$8,050
Statutory COLA at 5.07%	\$390	\$396	\$408
2020-21 Base Grant	\$8,092	\$8,214	\$8,458
Grade Span Adjustment	\$842	\$0	\$0
2021-22 Adjusted Base Grant	\$8,934	\$8,214	\$8,458
Supplemental Grant= 20% of base grant * UPP% = NES 30.02%	\$536	\$493	\$508
<b>Total LCFF per ADA</b>	<b>\$9,470</b>	<b>\$8,707</b>	<b>\$8,966</b>

# 2021–2022 Proposed Budget Revenue

	NES	NCS	Total	Notes
General Purpose	1,767,174	2,487,378	4,254,552	State Aid EPA Property Taxes
Federal	113,664	0	113,664	Title I & II Fed SPED
State	230,543	165,553	396,096	Lottery Mandated Costs *STRS on Behalf State SPED
Local	697,069	1,500	698,569	Oversight Fees Billbacks SPED-Interest
<b>Total</b>	<b>2,808,450</b>	<b>2,654,431</b>	<b>5,462,881</b>	

EPA = Education Protection Act

SPED= Special Education

\*Includes STRS on Behalf = 238,670

STRS= State Teachers Retirement System

Fund	Beginning Balance	Budgeted Revenue	Budgeted Teacher Salary and Benefits	Ending Balance
Newcastle Elementary	0	337,952	337,952	0
Newcastle Charter School	0	544,228	554,228	0

Education  
Protection  
Act (EPA)  
Funding

EPA funding is a sub-group of the State Aid calculation process and stems from the passage of Prop 30 back in 2012. It is not add-on revenue, but instead is deducted from total State Aid due (less local property taxes) and assigned a separate resource (1400) for tracking purposes by the State. **This portion of State Aid, designated as EPA funding, is budgeted for certificated teacher salaries for all school sites and charter schools to stay in compliance with Prop 30 requirements.**

On November 8, 2016, the voters approved the California Children’s Education and Health Care Protection Act (Proposition 55) that maintains increased personal income tax rates for taxpayers in high tax brackets through 2030. **Proposition 55 did not extend the sales tax increase; therefore, the temporary sales tax increase expired at the end of calendar year 2016.**

2021-2022  
Changes to  
Expenses

Combined  
Director of  
IT/Maintenance

Savings \$ 114,400

Savings from Attrition  
Confidential and  
Certificated Staff

Savings \$ 84,000

New Position  
District Technician  
Tech/Main

Expense \$ 30,000

Increases to State  
Unemployment  
Insurance Rate

Expense \$ 37,000

Net  
Savings to  
Budget  
\$131,400

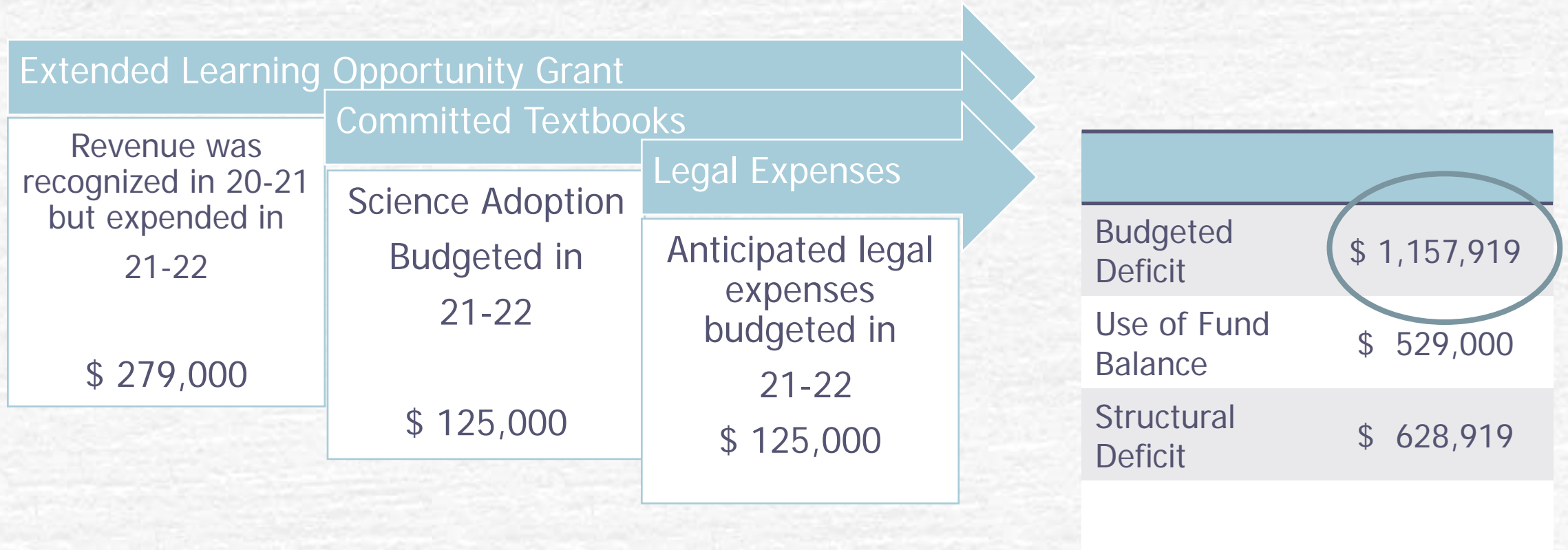
# 2021-22 Budgeted Expenses

	NES	NCS	Total	Notes
Certificated Salaries	1,512,854	1,126,929	<b>2,639,783</b>	Salary and Benefits are 78% of all expenses
Classified Salaries	740,480	246,766	<b>987,246</b>	
Benefits	911,741	557,516	<b>*1,469,257</b>	
Books & Supplies	239,335	76,727	<b>316,062</b>	
Other Operating Services	249,970	653,473	<b>903,443</b>	Outside services and utilities
Other Outgo/ Capitol Outlay	136,147	118,862	<b>255,009</b>	Long term debt
Transfer Out	50,000		<b>50,000</b>	Transfer to Deferred Maintenance
<b>Total Expenses</b>	<b>3,840,527</b>	<b>2,780,273</b>	<b>6,620,800</b>	

# 2021-22 NES and NCS Proposed Budget Estimated Ending Fund Balance

	NES	NCS	Total
Revenue	2,808,450	2,654,431	5,462,881
Expenses	3,790,527	2,780,273	6,570,800
Transfer Out	4,450	45,550	50,000
Excess/(Deficit)	(986,527)	(171,392)	(1,157,919)
Estimated Beginning Fund Balance	3,407,144	444,080	3,851,224
Ending Fund Balance	2,420,617	272,688	2,693,305

# Deficit From Using Reserves In Fund Balance





# 2021-2022 Proposed Budget Fund Balance Allocation

\*REU = 15% of NES & NCS's  
Expenses 6,570,800  
*Excludes Transfers Out*

985,620

(192,217+793,403)

REU=Reserve for Economic Uncertainty

	NES	NCS
REU 5%	192,217	
REU Add 10% NES and NCS	793,403	
Restricted	181,660	7,328
Committed	651,592*	
Chrome Book Ins	4,134	
PTC Donation	65,000	
ASB Passthrough-Field Trips	17,167	
Library Funds	5,888	
Stem Donations	325	
Music Donations	8,317	
Reserve for Classroom Tech	30,000	
Textbook Adoption	25,000	
Revolving Cash	700	
Towards Future Deficits	445,214	265,360
<b>Total</b>	<b>2,420,617</b>	<b>272,688</b>

Total Estimated  
Ending Fund  
Balance  
2,693,305

# Wait What??.....

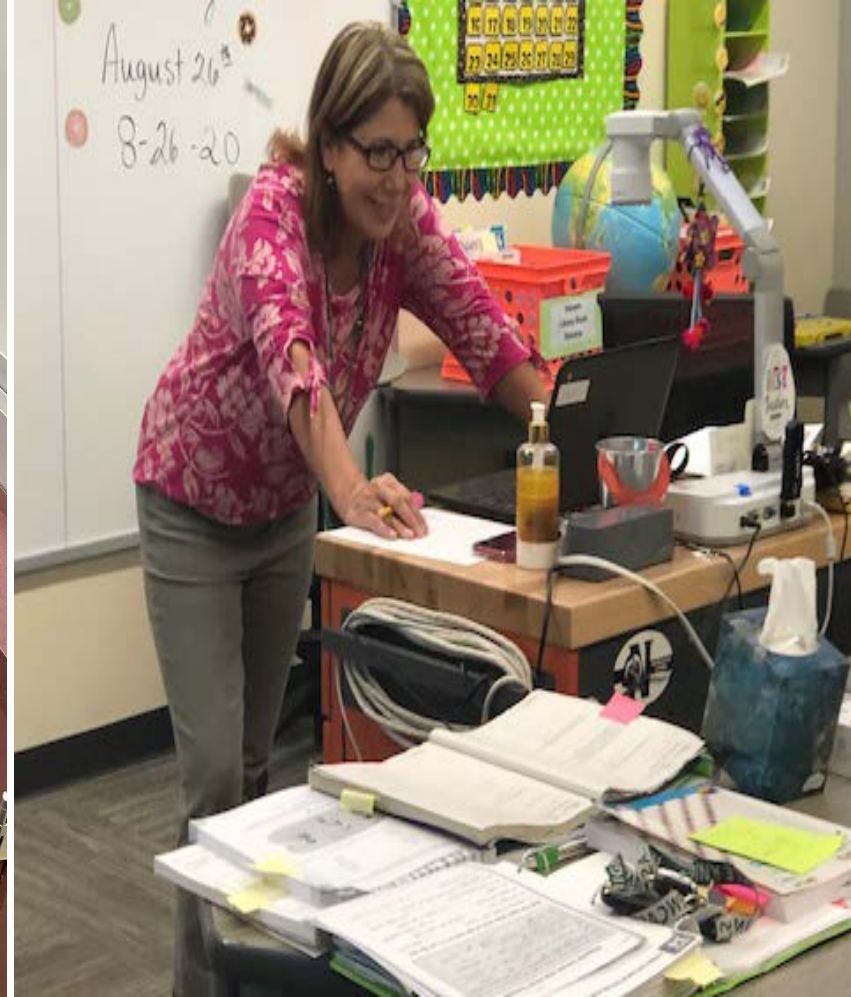
Committed Funds 2020-2021 - \$ 925,342

## Committed Funds Budgeted in 2021-2022-

Science Textbook Adoption	\$ 125,000
Legal Expenses	\$ 125,000
Retiree Caps	\$ <u>23,750</u>

Balance June 30, 2022 \$ 651,592





# Multi Year Projections

# Multi Year Projection Budget Components

Average Daily Attendance	21-22	22-23	23-24
	456	460	462

LCFF Revenue Projected COLA		
21-22	22-23	23-24
5.07%	2.48%	3.11%

Other Revenue – Per ADA		
Lottery Unrestricted	Lottery Restricted	Mandated Costs
\$150.00	\$49	\$33/\$17

Retirement	21-22	22-23	23-24
STRS	16.92%	19.10%	19.10%
PERS	22.91%	26.10%	27.10%

Salary Step and Column Projection	
Certificated	1.5%
Classified	3.0%

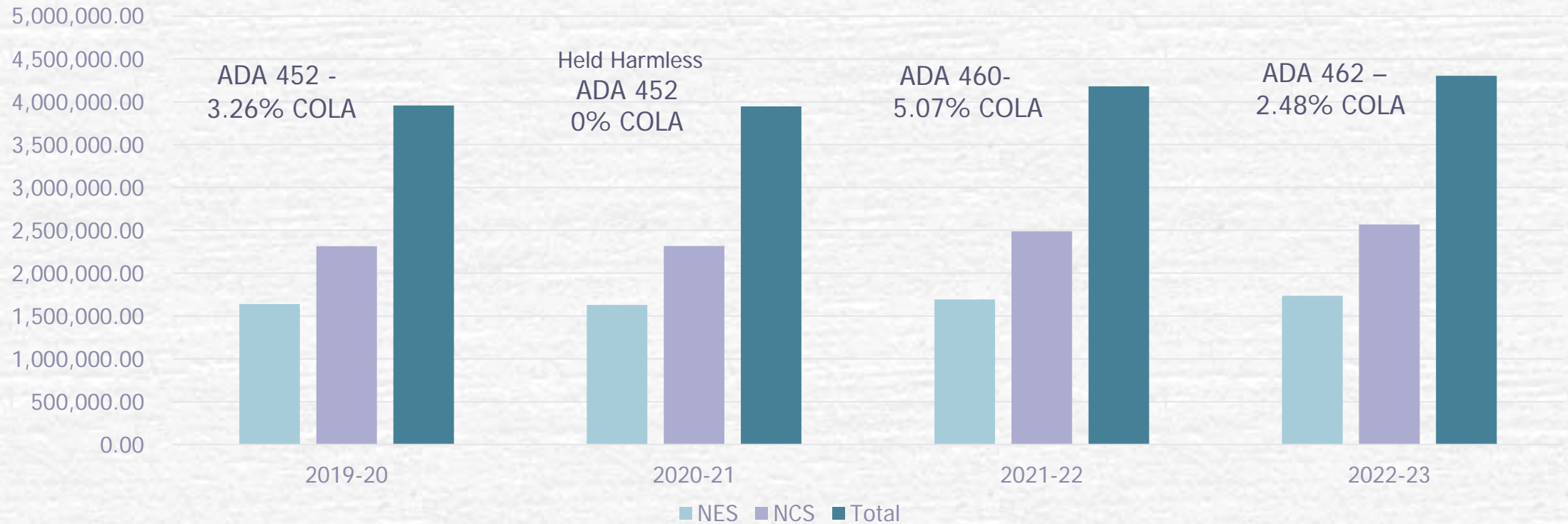
# NES/NCS Multi Year Projections

	2021/2022	2022/2023	2023/2024
Revenue and Transfer In	5,462,881	5,533,923	5,605,014
Expenses and Transfer Out	6,620,800	6,469,623	6,681,078
Excess/ (Deficit)	(1,157,919)	(935,700)	(1,076,064)
Beg Fund Balance	3,851,224	2,693,305	1,757,605
Ending Fund Balance	2,693,305	1,757,605	681,541
Committed	651,592	313,801	154,342
Restricted/ Nonspendable	188,988	119,442	62,562
Assigned	867,105	361,419	
Reserves	985,620	962,943	464,637
*Percent Reserve	15%	15%	7%

\*Reserves are calculated on NES and NCS Expenses minus Transfers In and Out - 5% plus 10% per BP 3100

# LCFF Revenue Over Four Years

Newcastle Elementary and Charter School



# LCFF Revenue vs. Salary Over Four Years

## Newcastle Elementary and Charter School



# NEWCASTLE ELEMENTARY SCHOOL DISTRICT



OTHER FUNDS AND LONG TERM DEBT



2021-2022	Beginning Fund Balance	Est. Net Change	Ending Fund Balance
Food Service	19,522	(4,706)	14,816

Deferred Maintenance	254,594	(8,342)	246,252
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<u>21-22 Deferred Maintenance Budget Expenses</u>			
Asphalt Repair	11,000	Playground Bark	5,400
Fire Mitigation- Goats	11,000	Upper Campus Cameras	17,900
HVAC Repair	14,442		

OTHER FUNDS

<b>2020-2021</b>	<b>Beginning Fund Balance</b>	<b>Est. Net Change</b>	<b>Ending Fund Balance</b>
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<b>Capital Facilities</b>	<b>66,733</b>	<b>200</b>	<b>66,933</b>
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Developer Fees are to be used for projects that prevent overcrowding of the school.

<b>Capital Outlay</b>	<b>454,380</b>	<b>1,500</b>	<b>455,880</b>
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# NESD LONG TERM DEBT

	Balance Principal As of 7/1/21	Balance Interest As of 7/1/21	Duration/Interest Rate
Placer County Treasury Loan	2,729,120	1,128,625	Last Payment 9/30/46 2.8% Interest
SWS Loan – Facility Repairs	352,216	69,367	Last Payment 10/2029 4.15 % Interest
Capitol Public Finance Prop 39 Supplement	636,019	143,993	Last Payment 4/2033 3.15%
<b>Total</b>	<b>3,717,355</b>	<b>1,341,985</b>	<b>5,059,340</b>

Other Post Employment Benefits (OPEB)	Potential L/T Expense 194,750	2020/2021 Payment 23,750	Committed in Fund Balance 171,000
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# Multi Year Long Term Debt Payments

	2021/2022	2022/2023	2023/2024
Placer County Treasury Kentucky Greens Property	148,471	148,471	148,471
SWS Loan Facility Repairs	49,620	49,620	49,619
Capitol One Finance Prop 39 Supplement Loan	51,911	53,988	56,147
*OPEB Other Post Employment Benefits	23,750	19,000	14,250
Total	273,752	271,079	268,487

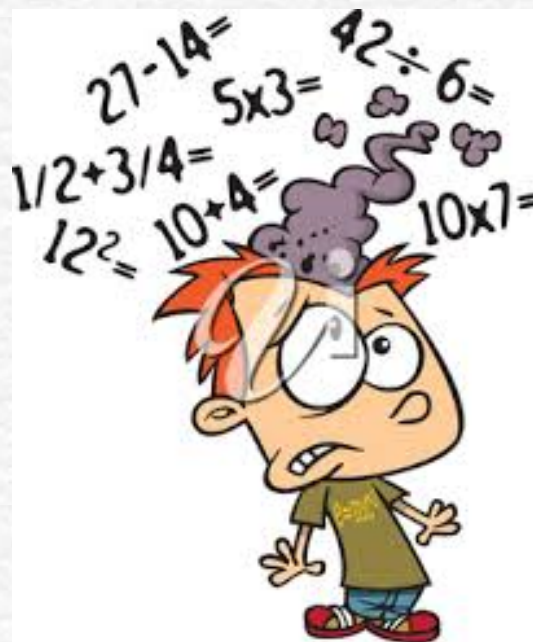
# What is next.....?

- State Budget Is Approved
- 45 Day Revise if needed
- Unaudited Actuals



The End...

Any Questions



Thank  
you !!