



CABRILLO UNIFIED SCHOOL DISTRICT
Every Student. Every Day!

Cabrillo Unified School District 2021-22 Second Interim Financial Report

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Chief Business Officer
March 10, 2022

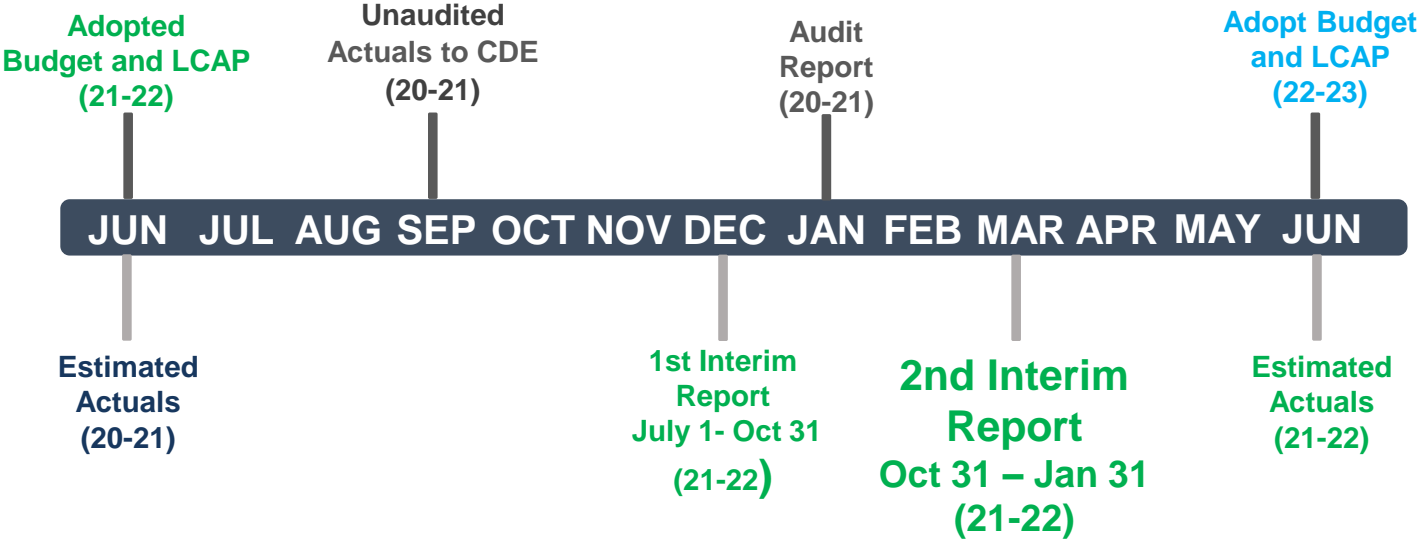
2021-22 Second Interim Financial Report

The First Interim Financial Report provided CUSD's Governing Board with a synthesis of funds and expenditures through October 31, 2021.

This ***Second Interim Financial Report*** provides CUSD's Governing Board with another **point-in-time report** related to **funding received** through the 2021 Budget Act, which includes state and federal Emergency Relief funds and all **incurred expenditures** through January 31st.



2021-22 Budget Development



2021-22 Second Interim Financial Report

This report was prepared with data, advice, and assumptions from the Department of Finance (**DOF**), the California Department of Education (**CDE**), the Fiscal Crisis and Management Assistance Team (**FCMAT**), and the San Mateo County Office of Education (**SMCOE**).



What's new since Budget Adoption(6/24/21) and First Interim (12/14/21)?

- **Governor's Proposed 2022-23 Budget (1/10/2022)**
- 5.33 % COLA
- LCFF Calculation to allow greater of: Current ADA or Average of 3-prior years ADA
- Ongoing funding for Expanded Learning Opportunities Program (ELO-P)
- Universal Access to School Meals
- Transitional Kindergarten (TK) Expansion
- Add one certificated or classified staff to TK classes
- Increase Special Ed base funding formula
- One-time funding: College and Career Pathways, Dual Enrollment, Electric Buses, and School Facilities



AB130 and AB167 created new planning requirements:

- ESSER III Safe Return to In-Person Instruction to be revised every 6 months after initial assurances – CUSD Governing Board approved CUSD plan at its December Board Meeting
- A-G Completion Improvement Grant (4/1/22) – CDE has not confirmed CUSD participation
- Prekindergarten Planning Grant (6/30/22)
- Expanded Learning Opportunities Program (ELO-P)



Second Interim Planning Factors:

LCFF PLANNING FACTORS							
Factor		2021-22	2022-23	2023-24	2024-25	2025-26	
Department of Finance Statutory COLA ¹		1.70%	5.33%	3.61%	3.64%	3.62%	
Planning COLA		5.07% ²	5.33%	3.61%	3.64%	3.62%	
OTHER PLANNING FACTORS							
Factors		2021-22	2022-23	2023-24	2024-25	2025-26	
California CPI		5.78%	3.69%	2.90%	2.75%	2.60%	
California Lottery	Unrestricted per ADA	\$163	\$163	\$163	\$163	\$163	
	Restricted per ADA	\$65	\$65	\$65	\$65	\$65	
Mandate Block Grant (District)	Grades K-8 per ADA	\$32.79	\$34.54	\$35.79	\$37.09	\$38.43	
	Grades 9-12 per ADA	\$63.17	\$66.54	\$68.94	\$71.45	\$74.04	
CalSTRS Employer Rate ⁴		16.92%	19.10%	19.10%	19.10%	19.10%	
CalPERS Employer Rate ⁴		22.91%	26.10%	27.10%	27.70%	27.80%	
Unemployment Insurance Rate ⁵		0.50%	0.50%	0.20%	0.20%	0.20%	
Projected future employer contribution rates beginning in 2022-23	CalPERS	2021-22*	2022-23	2023-24	2024-25	2025-26	2026-27
	Old Projected Rates	22.91%	26.10%	27.10%	27.70%	27.80%	27.60%
	New Projected Rates	22.91%	25.40%	25.20%	24.60%	23.60%	22.50%
*Reflects the supplanting payment under Government Code Section 20825.2, which served to reduce the employer contribution rate for fiscal year 2021-22 by 2.16%							



Who We Serve:



1.17 - FRPM/English Learner/Foster Youth - Count

Academic Year: 2021-2022	Gender: ALL	User ID: marabell@cabrillo.k12.ca.us
View: ODS	School Type: ALL	Created Date: 03-02-2022
As Of: 3/2/2022	School: ALL	LEA: Cabrillo Unified

Non-Charter School(s)

School Code	School Name	Total Enrollment	Free/Reduced Meal Eligibility Counts Based On:						Unduplicated Free/Reduced Meal Counts	EL Funding Eligible (2)	Total Unduplicated FRPM/EL Eligible (3)
			Free & Reduced Meal Program: 181/182	Foster	Tribal Foster Youth	Homeless (1)	Migrant Program: 135	Direct Certification			
6043616	Alvin S. Hatch Elementary	540	265	0	0	5	38	166	540	225	312
6043624	El Granada Elementary	308	130	0	0	3	6	84	308	84	149
6043632	Farallone View Elementary	171	30	1	0	2	0	27	171	11	37
4132817	Half Moon Bay High	1039	357	0	0	15	16	222	1039	78	391
6043657	Kings Mountain Elementary	57	8	0	0	0	0	5	57	3	8
6043665	Manuel F. Cunha Intermediate	641	261	0	0	14	11	154	641	114	289
0000001	NPS School Group for Cabrillo Unified	9	1	0	0	0	0	1	9	2	2
4130027	Pilarcitos Alternative High (Continuation)	34	23	0	0	0	3	12	34	8	24
TOTAL - Selected Schools		2799	1075	1	0	39	74	671	2799	525	1212



CUSD Multi-Year Expected Tax Revenue

FY 2021 Property Taxes	28,485,396	CUSD remains Basic Aid
FY 2122 Property Taxes	28,699,158	CUSD remains Basic Aid
FY 2122 Property Taxes	28,699,158	
Less Supplemental Taxes	-	No Supplemental Taxes when BA previous year
Net taxes	28,699,158	
Tax Growth	0.02	CUSD assumption
FY 2223 Property Taxes	29,273,141	CUSD remains Basic Aid
FY 2223 Property Taxes	29,273,141	
Less Supplemental Taxes	-	No Supplemental Taxes when BA previous year
Net taxes	29,273,141	
Tax Growth	0.02	CUSD assumption
FY 2324 Property Taxes	29,858,604	District remains Basic Aid
FY 2324 Property Taxes	29,858,604	
Less Supplemental Taxes	-	No Supplemental Taxes when BA previous year
Net taxes	29,858,604	
Tax Growth	0.02	CUSD assumption
FY 2425 Property Taxes	30,455,776	District remains Basic Aid



LCFF Calculator

Cabrillo Unified (68890) - FY 21/22 2nd Interim				
	2021-22	2022-23	2023-24	2024-25
SUMMARY OF FUNDING				
Add-ons: Small School District Bus Replacement Program	-	-	-	-
Total LCFF Entitlement Before Adjustments, ERT & Additional State Aid	\$29,570,204	\$27,791,085	\$28,632,795	\$28,669,693
Miscellaneous Adjustments	-	-	-	-
Economic Recovery Target	-	-	-	-
Additional State Aid	-	-	-	-
Total LCFF Entitlement	29,570,204	27,791,085	28,632,795	28,669,693
LCFF Entitlement Per ADA	\$ 9,976	\$ 10,500	\$ 10,872	\$ 11,304
Components of LCFF By Object Code				
State Aid (Object Code 8011)	\$ 1,021,371	\$ 1,021,371	\$ 1,021,371	\$ 1,021,371
EPA (for LCFF Calculation purposes)	\$ 592,802	\$ 529,347	\$ 526,703	\$ 507,251
<i>Local Revenue Sources:</i>				
Property Taxes (Object 8021 to 8089)	\$ 28,699,158	\$ 29,273,141	\$ 29,858,604	\$ 30,455,776
In-Lieu of Property Taxes (Object Code 8096)	-	-	-	-
Property Taxes net of In-Lieu	\$ 28,699,158	\$ 29,273,141	\$ 29,858,604	\$ 30,455,776
TOTAL FUNDING	30,313,331	30,823,859	31,406,678	31,984,398
Basic Aid Status	<i>Basic Aid</i>	<i>Basic Aid</i>	<i>Basic Aid</i>	<i>Basic Aid</i>
Excess Taxes	\$ 150,325	\$ 2,503,427	\$ 2,247,180	\$ 2,807,454
EPA in Excess to LCFF Funding	\$ 592,802	\$ 529,347	\$ 526,703	\$ 507,251
Total LCFF Entitlement	29,570,204	27,791,085	28,632,795	28,669,693



Cabrillo Unified School District
Coronavirus Relief & One-time Grants Funding by Resource - Expenditure Timeline

CDE Resource Code	Program Source & Title	Available for Use Through:	CARES Act: Federal Coronavirus Aid, Relief and Economic Security Act	CRRSA Act: Coronavirus Response & Relief Supplemental Appropriations Act	American Rescue Plan (ARP) 2020-21	Expanded Learning Opportunities Grant - AB86	Expanded Learning Opportunities Program	Education Effectiveness Block Grant	State Prop 98 Funds / State General Fund	Total Funding All Sources
3220	Coronavirus Relief Fund (CR Fund)	5/31/2021	1,477,611.00							1,477,611.00
3210	Elementary and Secondary School Emergency Relief - ESSER I	9/30/2022	96,891.00							96,891.00
3215	Governor's Emergency Education Relief - GEER	9/30/2022	187,225.00							187,225.00
3212	ESSER II	9/30/2023		382,562.00						382,562.00
3216	ESSER II - State set-aside	9/30/2023				295,107.00				295,107.00
3217	Governor's Emergency Education Relief - GEER II	9/30/2023				67,730.00				67,730.00
3213	ESSER III - 80%	9/30/2024			687,837.00					687,837.00
3214	ESSER III - 20% (1) - Learning Loss	9/30/2024			171,959.00					171,959.00
3218	ESSER III - State set-aside	9/30/2024				192,376.00				192,376.00
3219	ESSER III - State set-aside for learning loss	9/30/2024				331,622.00				331,622.00
3211	ESSER - California Community School Partnership Program	N/A	0.00							0.00
	Total Federal Funding		1,761,727.00	382,562.00	859,796.00	886,835.00				3,890,920.00
7420	State learning Loss Mitigation Funds	6/30/2021	244,927.00							244,927.00
7422	In-Person Instruction Grant (IPI)	9/30/2024							1,082,528.00	1,082,528.00
7425	Expanded Learning Opportunities Grant (ELO)	9/30/2024				921,600.00				921,600.00
7426	Expanded Learning Opportunities Grant (ELO) - Paraprofessional Staff	9/30/2024				195,826.00				195,826.00
2600	Expanded Learning Opportunities Program (ELOP -2021-22)	ONGOING					425,195.00			425,195.00
6266	Educator Effectiveness Block Grant	6/30/2026						628,373.00		628,373.00
7388	Senate Bill 117 - LEA Response Funds	9/30/2024							52,500.00	52,500.00
			244,927.00	0.00	0.00	1,117,426.00	425,195.00	628,373.00	1,135,028.00	3,550,949.00
	Total State and Federal Programs		2,006,654.00	382,562.00	859,796.00	2,004,261.00	425,195.00	628,373.00	1,135,028.00	7,441,869.00

* CUSD must reserve not less than 20 percent of its total ESSER III allocation to address learning loss through the implementation of evidence-based interventions and ensure that such interventions respond to students' academic, social, and emotional needs.

COVID-19 Relief Funding Summary

State and Federal COVID-19 Funds are earmarked for specific purposes:

- > Mitigate Learning Loss
- > Support Distance Learning
- > Safety Measures for the Re-opening of Schools
- > Support Staff, Students, and Parents for In-person Instruction
- > Provide PPE and Prepare Facilities for Safe In-person Instruction

[CDE – COVID-19 Relief Funding Summary Sheet](#)



Cabrillo USD Multi-Year-Projections at 2021-22 Second Interim

	2021-22 Basic Aid			2022-23 Basic Aid			2023-24 Basic Aid			2024-25 Basic Aid		
	UNRESTRICTED	RESTRICTED	COMBINED	UNRESTRICTED	RESTRICTED	COMBINED	UNRESTRICTED	RESTRICTED	COMBINED	UNRESTRICTED	RESTRICTED	COMBINED
LCFF	30,313,331	2,008,305	32,321,636	30,823,859	2,008,305	32,832,164	31,406,678	2,008,305	33,414,983	31,984,398	2,008,305	33,992,703
Federal Revenue	0	3,027,171	3,027,171	0	1,152,545	1,152,545	0	1,152,545	1,152,545	0	1,152,545	1,152,545
State Revenue	599,603	4,505,925	5,105,528	597,973	2,423,722	3,021,695	582,977	2,417,742	3,000,719	569,448	2,412,347	2,981,795
Local Revenue	177,182	2,722,010	2,899,192	177,182	2,317,956	2,495,138	177,182	2,317,956	2,495,138	177,182	2,317,956	2,495,138
Total Revenues	31,090,116	12,263,411	43,353,527	31,599,014	7,902,528	39,501,542	32,166,837	7,896,548	40,063,385	32,731,028	7,891,153	40,622,181
Certificated Salaries	12,028,150	3,696,365	15,724,515	12,268,713	3,633,304	15,902,017	12,514,087	3,576,411	16,090,498	12,764,369	3,647,939	16,412,308
Classified Salaries	2,996,289	3,602,579	6,598,868	3,056,215	3,432,151	6,488,366	3,117,339	3,500,794	6,618,133	3,179,686	3,570,810	6,750,496
Benefits	5,859,820	4,547,368	10,407,188	6,313,767	4,641,805	10,955,572	6,379,748	4,668,238	11,047,986	6,482,377	4,702,415	11,184,792
Supplies	416,193	3,889,674	4,305,867	416,063	633,386	1,049,449	416,063	633,386	1,049,449	416,063	633,386	1,049,449
Services	2,486,864	3,748,726	6,235,590	2,358,290	2,916,741	5,275,031	2,358,290	2,916,741	5,275,031	2,358,290	2,916,741	5,275,031
Capital Outlay	0	171,012	171,012	0	146,012	146,012	0	146,012	146,012	0	146,012	146,012
Other Outgo/Indirect	70,047	315,283	385,330	70,047	315,283	385,330	70,047	315,283	385,330	70,047	315,283	385,330
Total Expenses	23,857,363	19,971,007	43,828,370	24,483,095	15,718,682	40,201,777	24,855,574	15,756,865	40,612,439	25,270,832	15,932,586	41,203,418
Surplus/(Deficit)	7,232,753	(7,707,596)	(474,843)	7,115,919	(7,816,154)	(700,235)	7,311,263	(7,860,317)	(549,054)	7,460,196	(8,041,433)	(581,237)
Transfer in (891X)	0	0	0	0	0	0	0	0	0	0	0	0
Transfer out (761X)	300,000	0	300,000	300,000	0	300,000	300,000	0	300,000	300,000	0	300,000
Contribution	(7,625,153)	7,625,153	0	(7,962,404)	7,962,404	0	(8,149,665)	8,149,665	0	(8,325,386)	8,325,386	0
Other In / Out	(7,925,153)	7,625,153	(300,000)	(8,262,404)	7,962,404	(300,000)	(8,449,665)	8,149,665	(300,000)	(8,625,386)	8,325,386	(300,000)
Total Surplus/(Deficit)	(692,400)	(82,443)	(774,843)	(1,146,485)	146,250	(1,000,235)	(1,138,402)	289,348	(849,054)	(1,165,190)	283,953	(881,237)
9791 Beg Fund Balance	6,731,962	2,314,768	9,046,730	6,039,562	1,349,792	7,389,354	4,893,077	1,496,042	6,389,119	3,754,675	1,785,390	5,540,065
9793/9795 Audit Adjustments/Restatements		(882,533)	(882,533)									
Beginning Balance	6,731,962	1,432,235	8,164,197	6,039,562	1,349,792	7,389,354	4,893,077	1,496,042	6,389,119	3,754,675	1,785,390	5,540,065
Ending Balance	6,039,562	1,349,792	7,389,354	4,893,077	1,496,042	6,389,119	3,754,675	1,785,390	5,540,065	2,589,485	2,069,343	4,658,828
Revolving Cash, Stores & Prepaid	45,000		45,000	45,000		45,000	45,000		45,000	45,000		45,000
Restricted Programs		1,349,792	1,349,792		1,496,042	1,496,042		1,785,390	1,785,390		2,069,343	2,069,343
3% REU (9789)	1,323,852	0	1,323,852	1,215,054	0	1,215,054	1,227,374	0	1,227,374	1,245,103	0	1,245,103
UNASSIGNED (9790)	4,670,710	0	4,670,710	3,633,023	0	3,633,023	2,482,301	0	2,482,301	1,299,382	0	1,299,382

Reserves and Reserve Cap

SB 751 requires that in a Fiscal Year (FY) immediately after a FY when the Public School System Stabilization Account exceeds 3%, District School Budgets shall not contain a combined assigned or unassigned ending general fund balance in excess of 10% of those funds.

In 2022-23, Ed Code 42127.01 (SB 751) will require LCFF school districts to cap at ten percent (10%) its assigned/unassigned ending balance within the general fund and special reserve funds. Fund 01 and Fund 17 combined are not to be larger than 10%.

Ed Code 42127.01 (c) exempts Basic Aid School Districts from maintaining a reserve above ten percent (10%) required for LCFF school districts in the 2022-23 school year.



CUSD Potential Management of its Reserves:

- Commit reserves to pay off the district's vacation liability (\$580,000 as of June of 2021)
- Contribute to restricted resources within the general fund based on district priorities(e.g., social-emotional and mental health initiatives for students and staff, Multitiered Systems of Supports for Students and families (MTSS), school libraries, etc.)
- For unsettled negotiations, budget the cost of the formal salary offer



Cost of One (1%) and Five (5%) Percent

Calculated with 2021-22 Second Interim data and assumptions:

Cost of One Percent - 1% Salary Increase			
	CERTIFICATED	CLASSIFIED	MANAGEMENT
SALARY	\$ 135,765.00	\$ 60,381.00	\$ 24,896.00
BENEFITS	\$ 41,974.00	\$ 19,505.00	\$ 7,437.00
Total	\$ 177,739.00	\$ 79,886.00	\$ 32,333.00
GRAND TOTAL 1%		\$ 289,958.00	
Cost of Five Percent - 5% Salary Increase			
	CERTIFICATED	CLASSIFIED	MANAGEMENT
SALARY	\$ 678,825.00	\$ 301,905.00	\$ 124,480.00
BENEFITS	\$ 209,870.00	\$ 97,525.00	\$ 37,185.00
Total	\$ 888,695.00	\$ 399,430.00	\$ 161,665.00
GRAND TOTAL 5%		\$1,449,790.00	



With attention to the positive and adverse potential effects of declining enrollment and the uncertainties related to Basic Aid status, CUSD staff will continue assessing our fiscal health. We'll follow FCMAT and SMCOE guidance to maintain fiscal solvency and educational program integrity.

Staff requests Board approval of the 2021-22 Second Interim Report with a Positive Certification .



Questions?

Thank you!



CUSD

CABRILLO UNIFIED SCHOOL DISTRICT
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