

Budget Update

Committee of the Whole

August 10, 2021

Timeline

Description	Start Date	Due Date	Event / Meeting Date	June		July				August				September		
				21-Jun	28-Jun	5-Jul	12-Jul	19-Jul	26-Jul	2-Aug	9-Aug	16-Aug	23-Aug	30-Aug	6-Sep	13-Sep
\$300M SENI Allocation Programmatic Guidance Memo sent to Principals	NA	NA	28-Jun		█											
Finalize Budget Allocations for Path to Recovery	28-Jun	7-Aug	NA		█	█	█	█	█	█						
Budget System Open with \$300M SENI allocation	NA	12-Jul	12-Jul				█									
Principals Return to Work	NA	NA	21-Jul					█								
Budget Memo for Additional \$300M sent to schools	NA	NA	21-Jul					█								
Budget Development with Final Allocations (to schools/departments)	21-Jul	13-Aug	NA					█	█	█						
Finalize Budget Materials for 8/24 BoE Meeting	9-Aug	18-Aug	NA								█	█				
Present Revised Budget for FY 2021-22	NA	NA	24-Aug										█			
Present Unaudited Actuals for FY 2020-21	NA	15-Sep	14-Sep													█

State Funding Update – Quantified Impacts to LAUSD

■ Key Changes and Impacts to LA Unified

- LCFF Concentration grant increased from 50% to 65% of base grant funding- ~~~\$170M~~**\$171M**
 - Concentration grant funding increase is reflected in assigned balances for the Equity is Justice 2021 resolution.
- Special Education Base Rate per ADA increased from \$650 to \$715 - ~~~\$36M~~**no change**
 - Will benefit ending unassigned fund balance
- Expanded Learning Opportunities Program - ~~~\$175M~~**\$237.3M**
 - Will require additional programming commensurate with revenues
- School Meal Program - ~~~\$110M~~**no change**
 - Beginning in 2022-23, provides 2 meals to every TK-12th grade student, regardless of eligibility
- COLA Increase from 1.7% to 4.05%:
 - Mandated Cost - ~~~\$0.4M~~**\$0 (remains at May Revision 1.7% statutory COLA)**
 - Early Education - ~~~\$3.2M~~**\$3.2M**
 - Adult Education - ~~~\$2.5M~~**\$2.5M**

Note: Items in black July 13 update; items in red August 10 update

State Budget Updates – Grants or remaining to be Quantified

- Key Changes, State-level funding, and LAUSD's share
 - CA Community Schools Partnership Act (competitive grants) –**\$2.8B / LAUSD \$TBD**
 - Prioritization of funds with at least 80% UPP
 - \$2.69B to establish new or expand existing community schools
 - Some grants require local funding match
 - \$141M for a network of 5 regional technical assistance centers
 - Educator Effectiveness Block Grant - **\$1.5B / LAUSD \$150M**
 - Allocated equally to LEAs based on full-time certificated employee counts
 - Funds available through 2025-26 and should be coordinated with Title II funds
 - A-G Completion Improvement Grant - **\$547M / LAUSD \$41.8M**
 - LEAs must develop a plan discussed at a public board meeting by January 1, 2022
 - Full-day Kindergarten Facilities Grant Program - **\$490M / competitive grant LAUSD \$TBD**
 - Includes the construction of new and modernization of existing CSPP and TK classrooms
 - CA Prekindergarten Planning and Implementation Grant Program - **\$300M no change**
 - \$200M allocated directly to LEAs - **LAUSD \$5.9M**
 - Allocations based on factors including Kinder enrollment and a supplemental grant based on UPP
 - Requires LEAs to develop plans for consideration by June 30, 2022
 - \$100M competitive grant program to increase the number of highly-qualified teachers for CSPP and TK

Note: Items in black July 13 update; items in red August 10 update

State Budget Updates – Grants or remaining to be Quantified (cont'd)

no change from July 13th presentation

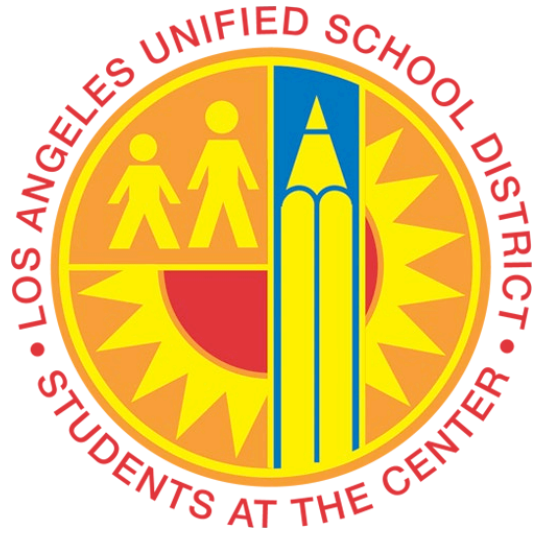
- Key Changes and State-level funding
 - Competitive Grants through the Teacher Residency Grant Program - **\$350M**
 - Priority for LEAs with high UPP and who demonstrate commitment to diversity teaching workforce
 - CTE Incentive Grant Program - **\$300M**
 - Competitive grants
 - Special Education Dispute Resolution - **\$100M**
 - One-time funds to support dispute resolution resulting from school disruptions related to COVID
 - SELPA must submit plans by October 1, 2021
 - Special Education Learning Recovery - **\$450M**
 - One-time funds for learning recovery support to pupils associated with impacts of school disruptions related to COVID
 - SELPA must submit plans by October 1, 2021

Other Impacts from State Budget **no change from July 13th presentation**

- Reclassifies In-Person Instruction Grant as Federal funds and extends the expenditure deadline from August 31, 2022 to September 30, 2024
- Extends Expanded Learning Grant expenditure deadline from August 31, 2022 to September 30, 2024
- Universal TK
 - Updates eligibility:
 - 2021-22: 5th birthday between 9/2 – 12/2 (current)
 - 2022-23: 5th birthday between 9/2 – 2/2
 - 2023-24: 5th birthday between 9/2 – 4/2
 - 2024-25: 5th birthday between 9/2 – 6/2
 - 2025-26 and thereafter: 4th birthday by 9/1
 - Updates TK class ratios:
 - LEAs must maintain an average TK class ratio of no more than 24 students at each school site
 - Starting 2022-23, requires at least one adult per 12 students in TK classrooms
 - Starting 2023-24 requires at least one adult per 10 students in TK classrooms (contingent upon funding)

Other Impacts from State Budget (cont'd) **new since July 13th presentation**

- One-time suspension in 2021-22 of ADA reporting for student transfers between district and its authorized charter schools, also known as net charter ADA shift, which results in an increased LCFF funded ADA. **~\$83M**
- Funding relief to reduce unemployment contribution rate to 0.50% from 1.23% in 2021-22. However, 2022-23 unemployment contribution rate is 0.50% from 0.20% in the State's May Revision. **~\$28M**
- Exclusion of Federal ESSER II and ESSER III expenditures which results in reduction of contribution to the Routine Restricted Maintenance Account (RRMA). **~\$27M**



Thank You