



2021-2022
AMENDED
FINAL BUDGET

Regular Meeting of the Board of School Trustees

December 9, 2021

Jason A. Goudie, Chief Financial Officer



OVERVIEW

2021-2022 Timeline

Uncertainties

Student Enrollment and State Education Fund

Elementary and Secondary School Emergency Relief Fund Summary

Pupil-Centered Funding Plan

Funded Outside the Pupil-Centered Funding Plan

Additional Discussion Items

Total Per Pupil Revenues

Where the Money Comes From

General Operating Revenues

Revenue: State Projections and Assumptions

Where the Money is Spent

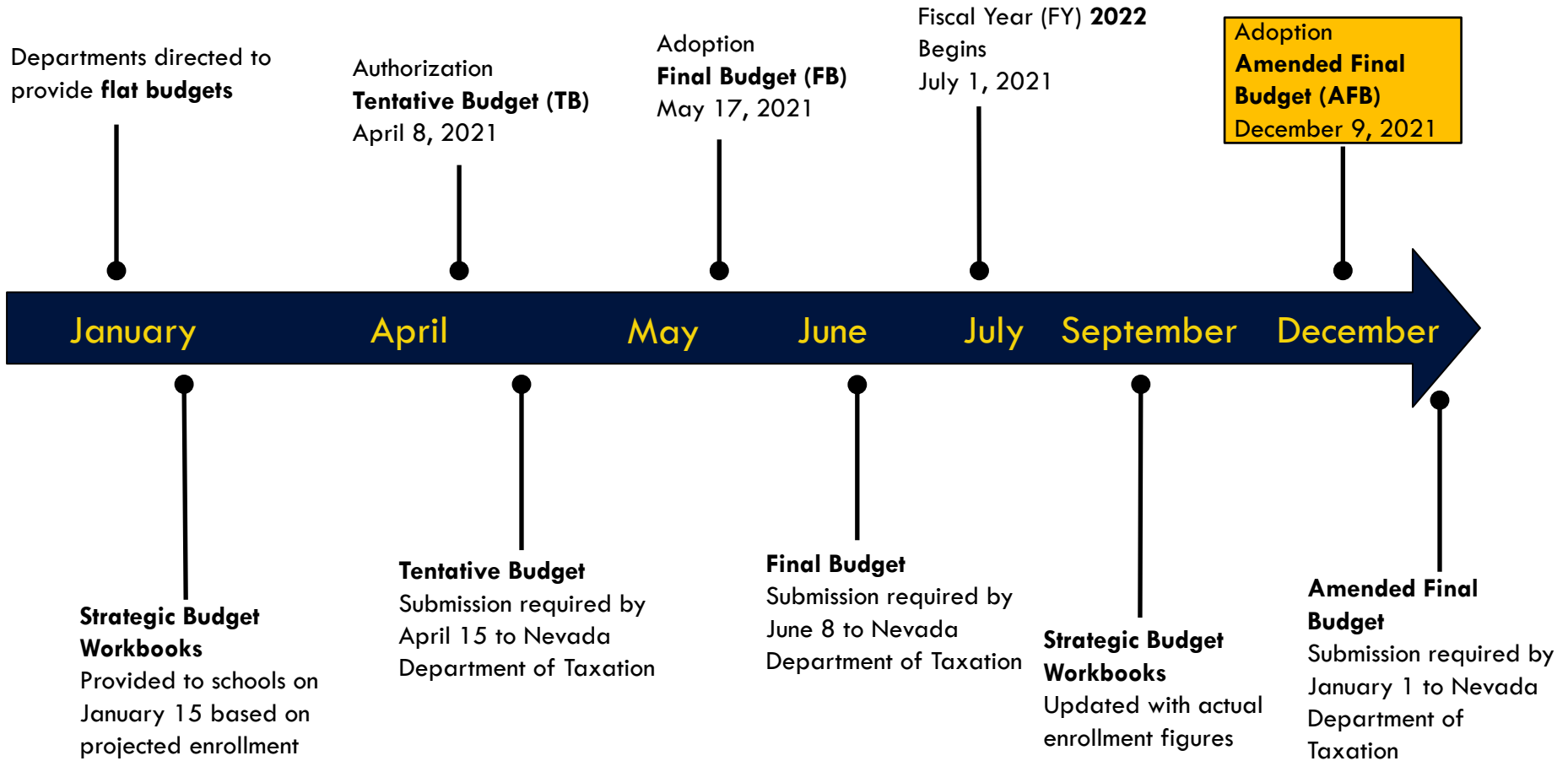
Budget Comparison

Fund Balance Comparison

Unassigned Ending Fund Balance

Employee Contracts Status

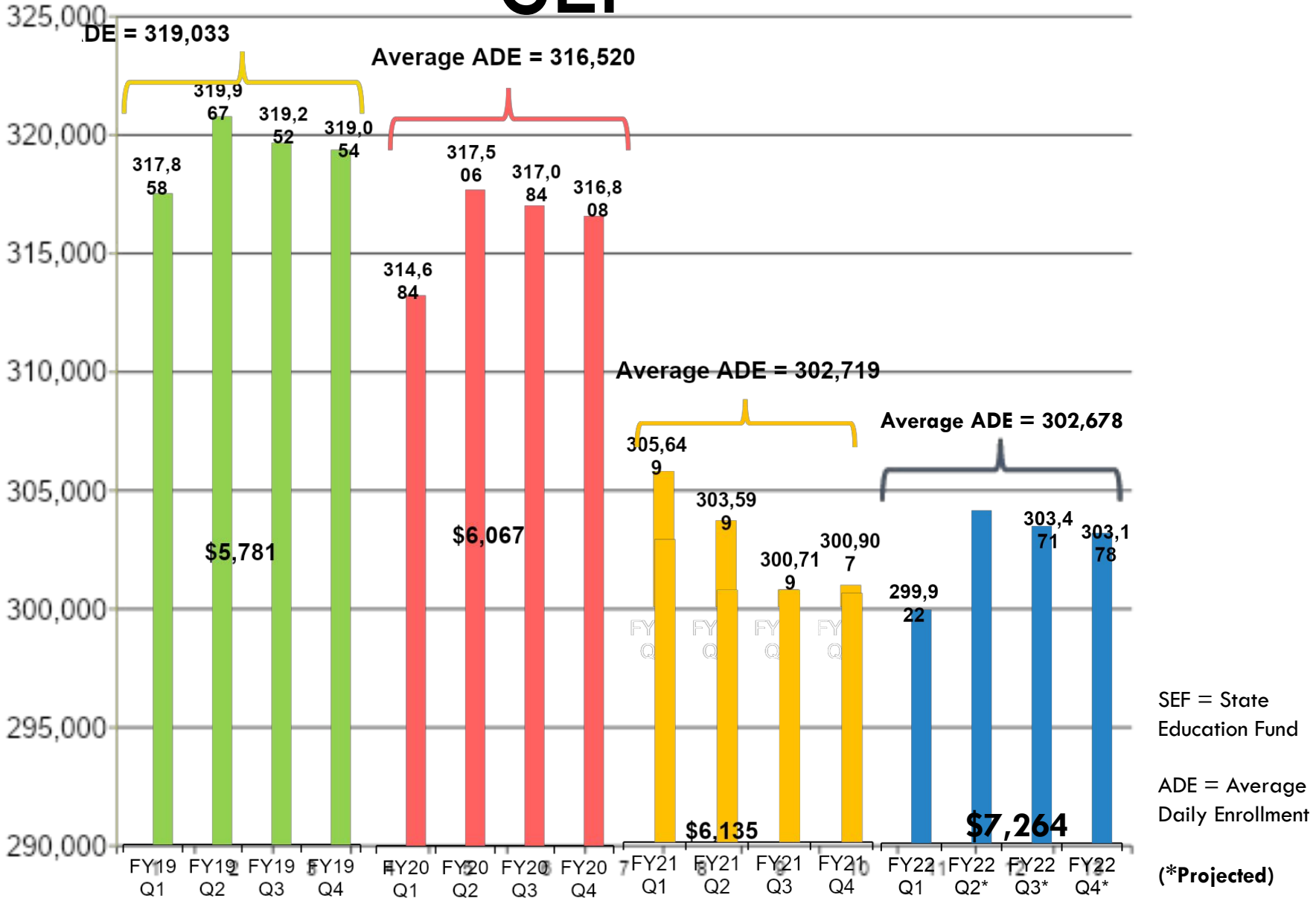
2021-2022 TIMELINE



UNCERTAINTIES

- ❖ Coronavirus Disease 2019 (COVID-19) fiscal impacts
- ❖ Enrollment uncertainties
- ❖ Specific strategic objectives related to the use of federal funding for FY 2022 budget

STUDENT ENROLLMENT AND SEF



FY 2022 start of Pupil-Centered Funding Plan

ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF (ESSER) FUND SUMMARY

- ❖ ESSER I Funding - \$84 million
- ❖ ESSER II Funding - \$346 million
- ❖ ESSER III Funding - \$778 million

PUPIL-CENTERED FUNDING PLAN

SB 543 (2019) Session

State Education Fund (Revenues)

Interest earned on State Permanent School Fund (NRS 387.030)
 Room Tax (NRS 244.33561)
 Public School Operating Tax (PSOPT) (NRS387.195)
 Lease of Federal Lands (NRS 328.450(1) and NRS 328.460(1))
 Sales and Use Tax (NRS 360.850(2) and NRS 360.855(2))
 Net proceeds of Minerals and Geothermal Resources (NPM) (NRS 362.170(4))
 Marijuana Tax Revenues

- ◆ 10% of Retail Sales (NRS 372A.290(2))
- ◆ 15% of Wholesale (NRS 372A.290(3))
- ◆ Medical Marijuana (NRS 453A.344(3))
- ◆ Marijuana taxes, fees, and penalties (NRS 453D.510)

Local School Support Tax (LSST) (NRS 374.785)
 Slot Tax (NRS 463.385(1))
 Governmental Service Tax (482.181(3))
 Proceeds of certain taxes, fees, and penalties, including:

- ◆ Law Enforcement Forfeiture Accounts (NRS179.1187(1))
- ◆ Franchise Fees (NRS 709.110, NRS 709.230, NRS 709.270)

General Fund appropriation

Education Stabilization Account (Account)

Utilized when:

- ◆ revenue collected in the State Education Fund is 97% or less than authorized expenditure amount
- ◆ Balance of account is > 15% of total appropriations and authorizations from State Education Fund

Funded by transfers from:

- ◆ School Districts if Ending Fund Balance is >16.6% of total actual expenditures
- ◆ Unexpended funds in the State Education Fund at end of each FY, excluding federal funds, match, Maintenance of Effort (MOE), and funds for non-K-12 services
- ◆ And interest and income earned on the Account

Pupil Centered Funding Plan

- Tier A: Administration/Oversight
 State Board of Education
 Superintendent of Public Instruction
 Department of Education
- Tier B: Auxiliary Services
 School Districts
- Tier C: Per Pupil Funding
 School Districts
- Tier D: Per Pupil Funding
 Charter Schools and University Schools for Profoundly Gifted and Talented pupils
- Tier E: Weighted Funding
 School Districts, Charter Schools, and University Schools for Profoundly Gifted Pupils

Other Accounts

- Federal Grants with MOE/Match
 Includes Special Education
- Non-K-12 Programs
 Pre-K
 Adult Education
- Other
 NV Teach Scholarship



PUPIL-CENTERED FUNDING PLAN

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Weighted Funding

- At-Risk
 - Alternative definition recommended by Commission on School Funding and approved by State Board of Education: pupils at risk of not graduating with their cohort
 - Sources of initial funding:
 - Victory
 - 50% New Nevada Education Funding Plan
- English Learners
 - Sources of initial funding:
 - Zoom
 - ELL-Zoom Schools
 - 50% New Nevada Education Funding Plan
- Gifted and Talented
 - Source of initial funding: Gifted and Talented

FUNDED OUTSIDE THE PUPIL-CENTERED FUNDING PLAN

Federally Funded Programs

- Special Education
 - State MOE, Contingency Account
- National School Lunch State Match
- Career and Technical Education
- Adult/Continuing Education
- Account for Alternative Schools
- GEAR Up
- Title Grants
- School Safety Grants

Non K-12 Programs/Activities

- Pre-K
- Teach Nevada Scholarship
- Educational Trust Account

ADDITIONAL DISCUSSION ITEMS

- ❖ Reasons for the additional funding
 - Grants moved into General Operating Fund
 - \$180 million of sunsetted grant funding reclassified to General Operating Fund – included in Final Budget
 - Additional funding from Pupil-Centered Funding Plan (PCFP) - \$267 million from 2020-2021 Amended Final Budget

- ❖ Additional funding to be utilized for employee raises, increases in medical benefit contributions through negotiations, increasing the unassigned fund balance, as well as other operational needs of the District

- ❖ \$111 million of sunsetted grant funding reclassified to three new Special Revenue Funds – English Learners, At-Risk, and Gifted and Talented - not included in General Operating Fund

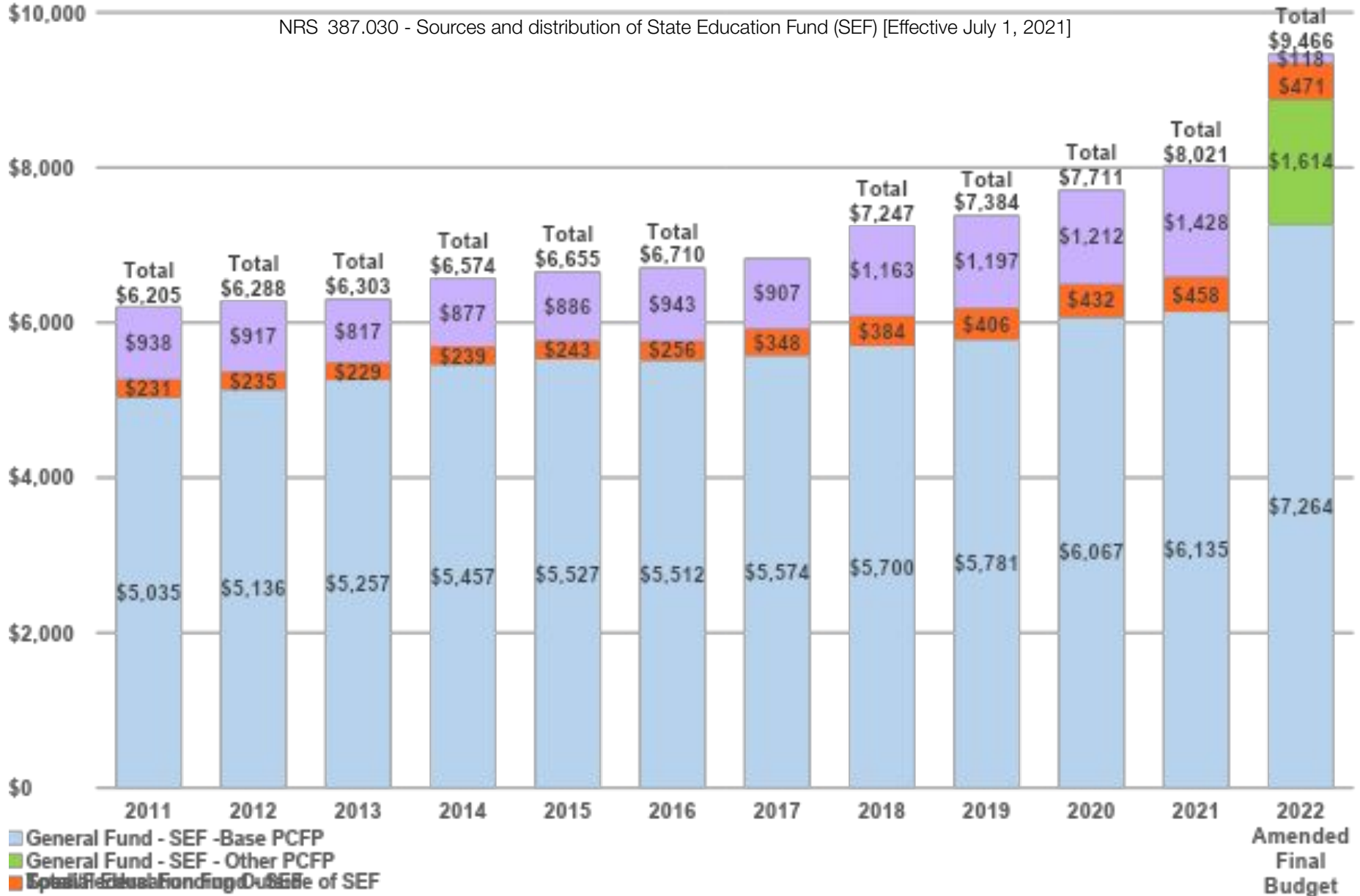
- ❖ Hold harmless for Zoom, Victory, and Academic Support Fund (SB 178) schools
 - PCFP requires the weighted funding to be spent on Zoom and Victory services
 - Provided guidance to all schools related to weighted funding requirements and will continue to provide further support

TOTAL PER PUPIL REVENUES

(General Operating Fund)

NRS 387.030 - State Distributive School Account (DSA) [Effective through June 30, 2021]

NRS 387.030 - Sources and distribution of State Education Fund (SEF) [Effective July 1, 2021]



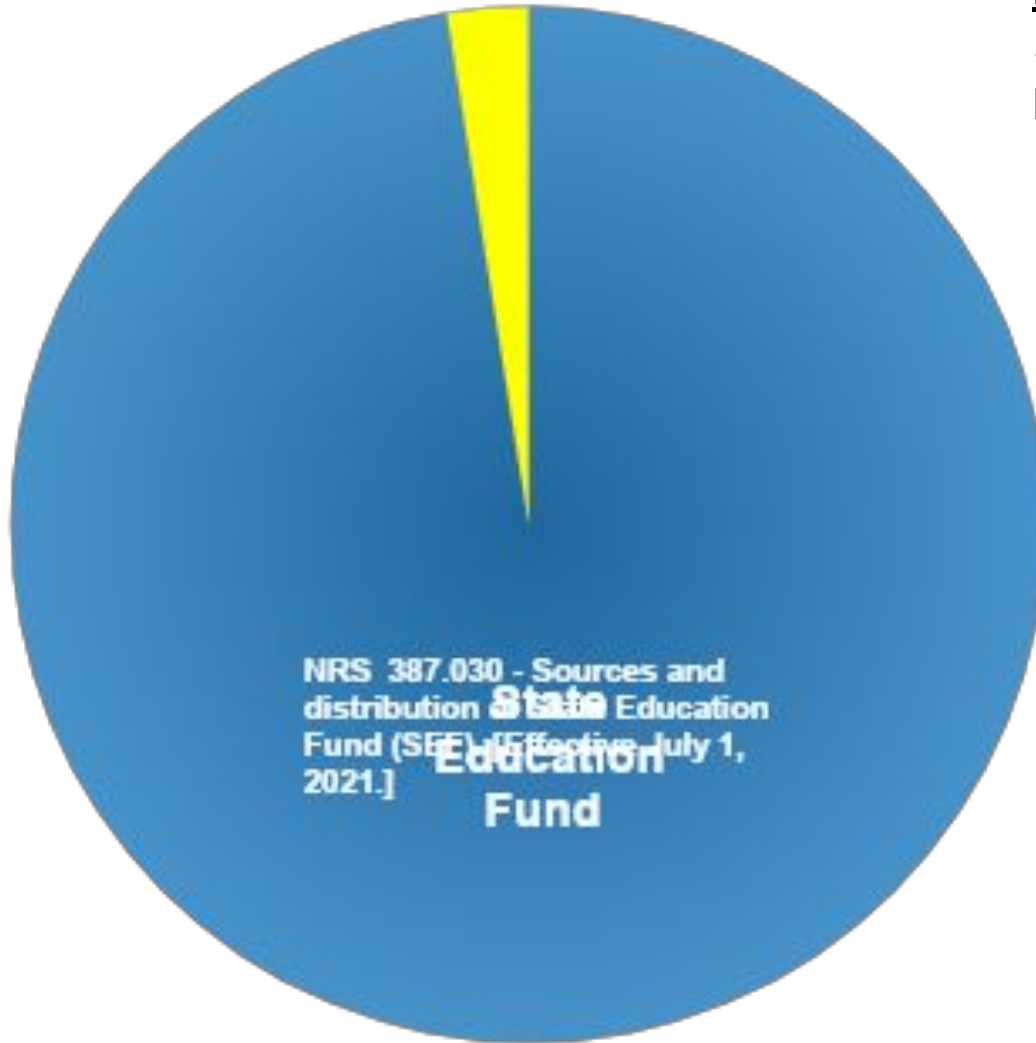
WHERE THE MONEY COMES FROM

General Operating Fund Revenues (in millions)

Other

**FY 2021 General Fund
Ending Fund Balance**

\$377.0 million includes unassigned
balance of \$55.2 million.



GENERAL OPERATING REVENUES

Description	2021-2022 FB	2021-2022 A/B	Change	Comments
Local School Support Tax (LSST)	\$ 1,035,750,000	\$ 0	(\$1,035,750,000)	Reclassified to SEF account to support PCFP
Ad Valorem (Property) Tax	615,684,000	0	(615,684,000)	Reclassified to SEF account to support PCFP
Governmental Services Tax	82,570,000	0	(82,570,000)	Reclassified to SEF account to support PCFP
E-Rate Reimbursements	3,590,000	3,670,000	80,000	3-year average of \$3.7 million
Local Government Taxes	1,140,000	0	(1,140,000)	Reclassified to SEF account to support PCFP
Tuition and Summer School	2,550,000	2,020,000	(530,000)	3-year average of \$2.0 million
Adult Education	160,000	160,000	-	3-year average of \$0.2 million
Athletic Proceeds	1,070,000	700,000	(370,000)	3-year average of \$0.7 million
Services Provided	1,370,000	1,010,000	(360,000)	3-year average of \$1.0 million
Donations and Grants	1,270,000	1,020,000	(250,000)	3-year average of \$1.0 million
Other Local Sources	8,980,000	18,430,000	9,450,000	3-year average of \$8.7 million (Federal Indirect Cost/ESSER)
Interest Income	<u>8,670,000</u>	<u>6,080,000</u>	<u>(2,590,000)</u>	3-year average of \$8.7 million
Total Local Sources	1,762,804,000	33,090,000	(1,729,714,000)	
State Education Fund	<u>887,259,000</u>	<u>2,829,574,900</u>	<u>1,942,315,900</u>	Includes local tax revenues (LSST, Property, GST, etc.)
Total State Sources	887,259,000	2,829,574,900	1,942,315,900	
Federal Impact Aid	120,000	110,000	(10,000)	3-year average of \$0.1 million
Forest Reserve	80,000	80,000	0	3-year average of \$0.1 million
Administrative Claiming	<u>1,310,000</u>	<u>1,540,000</u>	<u>230,000</u>	3-year average of \$1.5 million
Total Federal Sources	1,510,000	1,730,000	220,000	
Sales of District Property	<u>740,000</u>	<u>750,000</u>	<u>10,000</u>	3-year average of \$0.7 million
Total Other Sources	740,000	750,000	10,000	
Total Operating Revenues	<u>\$2,652,313,000</u>	<u>\$2,865,144,900</u>	<u>\$212,831,900</u>	

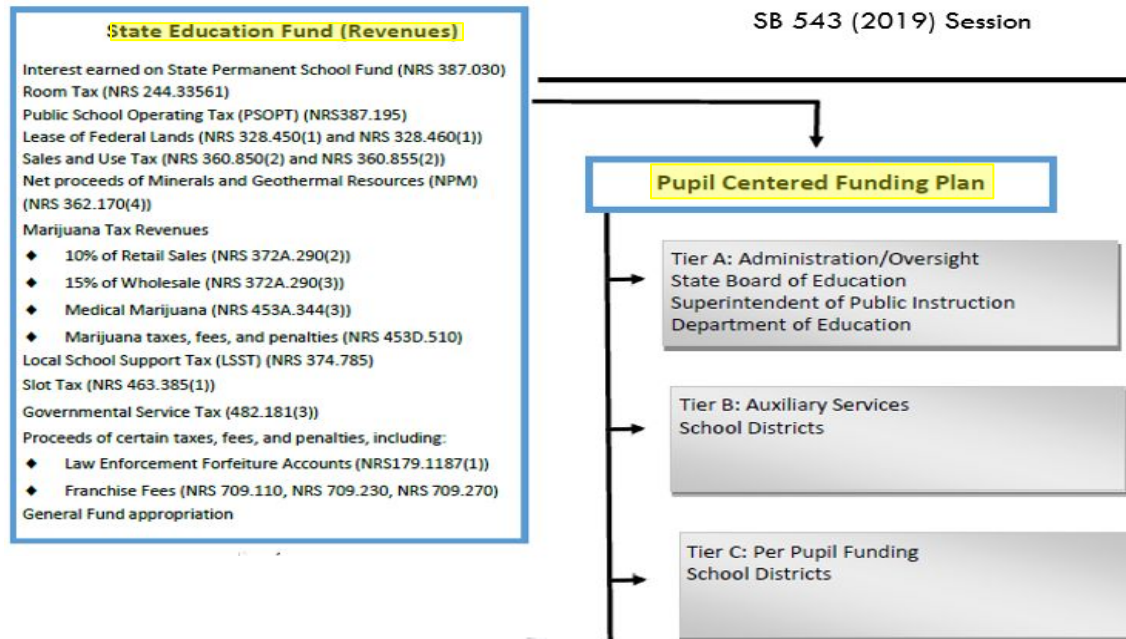
REVENUE: STATE PROJECTIONS AND ASSUMPTIONS

State Education Funding

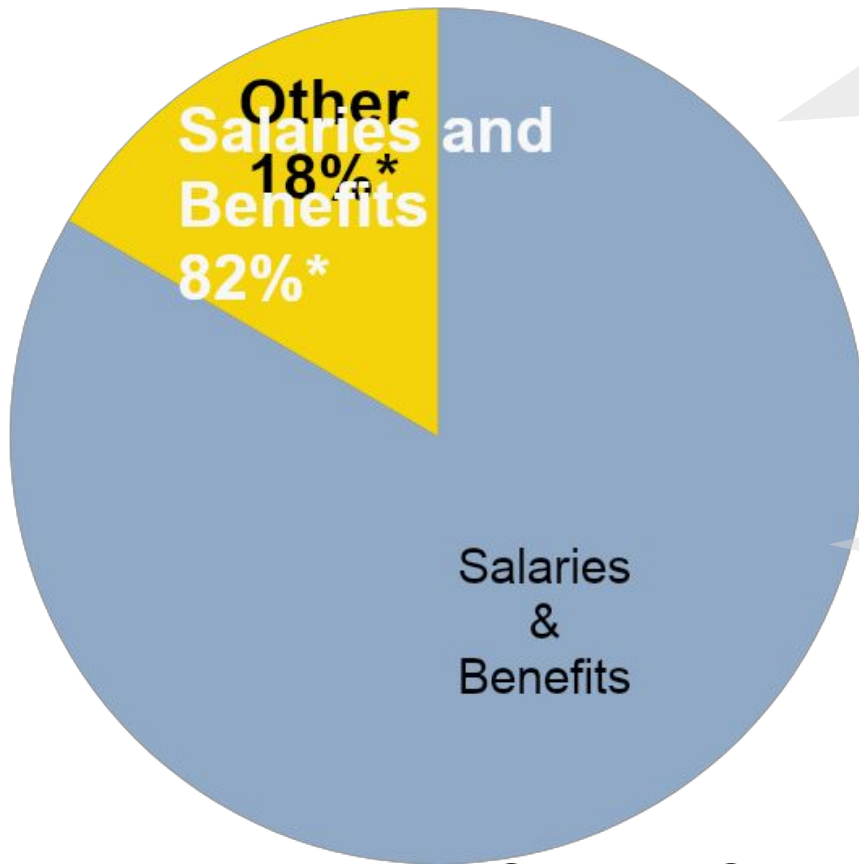
2021-2022 Amended Final Budget	=	\$ 2,829,574,900
2021-2022 Final Budget	=	<u>\$ 887,259,000</u>
Additional Revenue	=	\$ 1,942,315,900

Local taxes transferred to SEF to financially support the PCFP

Local taxes transferred of approximately \$1.7 billion comprised of Governmental Service Tax, Local School Support Tax, Property Taxes, and other local taxes (Franchise Fees, Forfeitures, etc.)



WHERE THE MONEY IS SPENT



*General Operating Fund

	Full-Time Equivalents (FTEs)		(\$ IN MILLIONS)	
School Based - Strategic	17,646	65.2%	1,609.4	64.9%
School Based	5,423	20.0%	474.6	19.1%
Transportation	1,623	6.0%	121.4	4.9%
Central Office	2,375	8.8%	275.3	11.1%
Total	25,887	100%	2,480.7	100%

(\$ IN MILLIONS)

Textbooks/Supplies	\$ 271.7
Electricity/Gas/Water/Utilities	87.9
Transfers-out (Weighted Funds)	56.0
Professional Services	48.0
Fuel/Vehicle/Buses	24.9
Technology	23.0
Property/Liability Insurance	18.0
Repairs/Maintenance	16.7
Printing	1.7
Postage	1.4

WHERE THE MONEY IS SPENT

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GENERAL FUND

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Division	FTEs	\$ (In Millions)
Communications Unit	19.0	\$ 2.82
Office of the General Counsel	19.0	6.25
Office of the Superintendent	106.1	22.40
Police Services	228.9	30.04
Human Resources Division	190.5	48.30
Business and Finance Unit	133.3	166.87
Operational Services Unit	790.4	117.67
Office of the Deputy Superintendent	1,072.4	140.98
Facilities Services Unit	782.9	150.93
Strategic Budgets	17,645.8	1,807.69
Grand Total	20,988.3	\$ 2,493.95

FTEs = Full-Time Equivalents
(includes all employee groups)

WHERE THE MONEY IS SPENT

SPECIAL EDUCATION FUND

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Department	FTE	\$ (In Millions)
Legal	1.0	0.2
Student Records Services	7.0	0.5
Student Services Division	277.3	58.0
Special Education - Licensed Positions	3,542.8	324.4
Special Education - Support Positions	1,319.9	74.5
Transportation	931.0	78.4
Grand Total	6,078.9	\$ 536.0

FTEs = Full-Time Equivalents
(includes all employee groups)

BUDGET COMPARISON

	2019-2020	2020-2021	Change	2021-2022	Change
	Amended Final Budget	Amended Final Budget		Amended Final Budget	
(IN MILLIONS)					
Beginning Fund Balance	\$ 170.9	\$ 291.1	\$ 120.2	\$ 377.0	\$ 85.9
Total Revenues	2,443.3	2,427.2	(16.1)	2,865.2	438.0
Total Resources	2,614.2	2,718.3	104.1	3,242.2	523.9
Total Salaries and Benefits	2,233.8	2,316.2	82.4	2,480.7	164.5
Total Services	116.4	82.3	(34.1)	144.4	62.1
Total Supplies	163.6	217.9	54.3	292.7	74.8
Total Property	38.1	42.4	4.3	52.1	9.7
Total Other	4.2	4.1	(0.1)	4.1	0.0
Total Expenditures	2,556.1	2,662.9	106.8	2,974.0	311.1
Other Financing Sources	37.0	30.8	(6.2)	(17.9)	(48.7)
Total Fund Balance Details	\$ 95.1	\$ 86.2	\$ (8.9)	\$ 250.3	\$ 164.1
Indirect Cost Fund and Donations	2.3	2.3		2.3	
Nonspendable (Inventory/ Prepaid)	4.0	4.0		39.4	
Restricted (Collective Bargaining Agreements)	39.9	25.3		94.0	
Unassigned	48.9	54.6		114.6	
	Unassigned at 2.00%	Unassigned at 2.25%		Unassigned at 4.0%	
Total	\$ 95.1	\$ 86.2		\$ 250.3	

FUND BALANCE COMPARISON

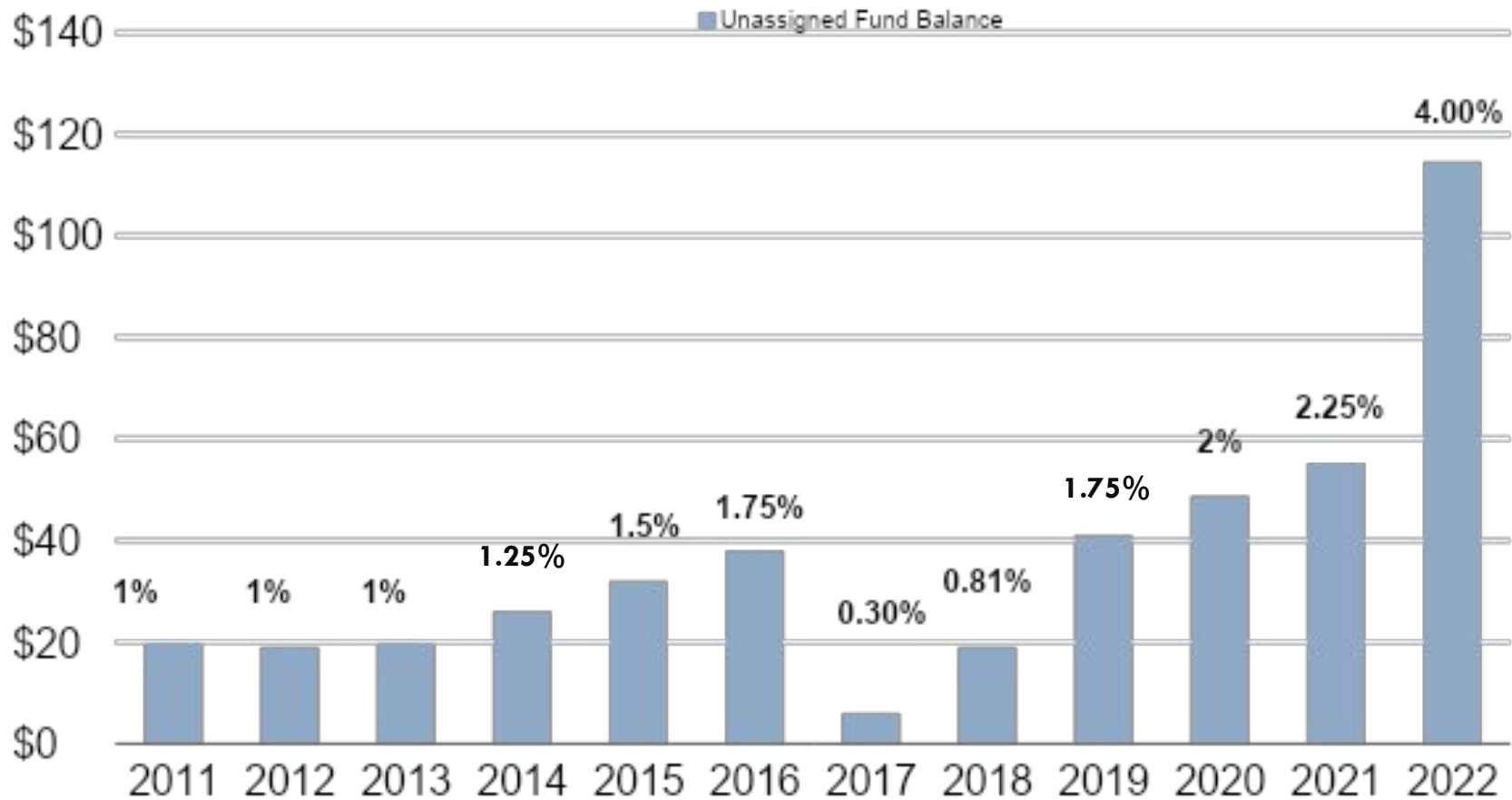
(in millions)

	2020-2021		2021-2022		Change	
	Amended Final Budget		Amended Final Budget			
	<u>Beginning Bal.</u>	<u>Ending Bal.</u>	<u>Beginning Bal.</u>	<u>Ending Bal.</u>	<u>Beginning Bal.</u>	<u>Ending Bal.</u>
Restricted:						
Nonspendable (Inventory)	\$ 3.4	\$ 4.0	\$ 2.6	\$ 4.0	\$ (0.8)	\$ -
Nonspendable (Prepaid-Teachers Health Trust)			35.4	35.4	35.4	35.4
Donations	0.3	0.3	0.5	0.3	0.2	-
School Technology	-	-	7.7	-	7.7	-
Buses	10.6	-	4.4	-	(6.2)	-
School Carryover (Service Level Agreements)	12.8	-	3.7	-	(9.1)	-
School Carryover (Supplies)	60.7	-	95.5	-	34.8	-
School Carryover (Net Vacancy)	68.4	-	84.5	-	16.1	-
School-Based Project Carryover	7.1	-	7.2	-	0.1	-
Unrestricted:						
Assigned/ Indirect Costs	79	27.3	80.3	96.0	1.3	68.7
Unassigned Fund Balance	48.8	54.6	55.2	114.6	6.4	60.0
Total	\$ 291.1	\$ 86.2	\$ 377.0	\$ 250.3	\$ 85.9	\$ 164.1

UNASSIGNED ENDING FUND BALANCE

- Regulation 3110, requires the District to have a **2 percent unassigned** ending fund balance.

(\$ IN MILLIONS)



Budgeted

EMPLOYEE CONTRACTS STATUS

Bargaining Group	Status	FY 2022	FY 2023
Clark County Education Association CCEA (Teachers)	Settled collective bargaining agreement (CBA) through FY 2023	<ul style="list-style-type: none"> • Salary table increased by 3 percent • One step and longevity movement • One-time stipend payment • Increased health insurance contribution of 7 percent and \$15 million one-time payment • Extra Pay increased to \$31.50 per hour • Special Education - 4 add-on days • Professional growth system 	<ul style="list-style-type: none"> • One step and longevity movement • Increased health insurance contribution of 4 percent • Professional growth system
Education Support Employees Association ESEA (Support Professionals)	Settled CBA through FY 2023	<ul style="list-style-type: none"> • Salary table increased by 3.5 percent • One step and longevity movement • Increased health insurance contributions of 5 percent • Specialized Procedures Nurse increase to Grade 59 • Eliminated First Aide Safety/Specialized Health Aide, replace with School Health Assistant I, II, or III • Career training 	<ul style="list-style-type: none"> • Eliminate A1 on salary table • One step movement • Removal of longevity step requirement and longevity payment • Increased health insurance contributions of 5 percent • Career training
Clark County Association of School Administrators and Professional-technical Employees CCASAPE (Administrators)	Settled CBA through FY 2023	<ul style="list-style-type: none"> • Salary table increased by 3 percent • One step and longevity movement • Increased health insurance contribution of 5 percent • Professional growth system 	<ul style="list-style-type: none"> • One step and longevity movement • Increased health insurance contribution of 5 percent • Professional growth system
Police Officers Association of the Clark County School District POA	CBA pending negotiation	<ul style="list-style-type: none"> • Pending negotiation results 	<ul style="list-style-type: none"> • Pending negotiation results
Police Administrators Association PAA	CBA pending negotiation	<ul style="list-style-type: none"> • Pending negotiation results 	<ul style="list-style-type: none"> • Pending negotiation results



SUPERINTENDENT'S COMMENTS BOARD DISCUSSION AND QUESTIONS



CLARK COUNTY
SCHOOL DISTRICT

BOARD OF SCHOOL TRUSTEES

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Danielle Ford, Member
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