



**PASADENA**  
Unified School District

# **PUSD Financial Status and Outlook**

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Our Children. Learning Today. Leading Tomorrow.

# How is PUSD's General fund Determined

Grade Span	TK	K-3	4-6	7-8	9-12
<b>2022-23 Base Grant per ADA</b>	<b>\$9,166</b>	<b>\$9,166</b>	<b>\$9,304</b>	<b>\$9,580</b>	<b>\$11,102</b>
<b>8.13% COLA</b>	<b>\$745</b>	<b>\$745</b>	<b>\$756</b>	<b>\$779</b>	<b>\$903</b>
<b>2023-24 Base Grant per ADA</b>	<b>\$9,911</b>	<b>\$9,911</b>	<b>\$10,060</b>	<b>\$10,359</b>	<b>\$12,005</b>
<b>Grade Span Adjustment</b>	<b>\$1,031</b>	<b>\$1,031</b>	<b>–</b>	<b>–</b>	<b>\$312</b>
<b>TK add-on (inclusive of COLA)</b>	<b>\$3,042</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>2023-24 Adjusted Base Grant per ADA</b>	<b>\$13,984</b>	<b>\$10,942</b>	<b>\$10,060</b>	<b>\$10,359</b>	<b>\$12,317</b>
<b>20% Supplemental Grant per ADA<sup>1</sup></b>	<b>–</b>	<b>\$2,188</b>	<b>\$2,012</b>	<b>\$2,072</b>	<b>\$2,463</b>
<b>65% Concentration Grant per ADA<sup>2</sup></b>	<b>–</b>	<b>\$7,112</b>	<b>\$6,539</b>	<b>\$6,733</b>	<b>\$8,006</b>

<sup>1</sup>Maximum amount per ADA—to arrive at LEA's grant amount, multiply adjusted base grant per ADA by 20% and Unduplicated Pupil Percentage (UPP)

<sup>2</sup>Maximum amount per ADA—to arrive at LEA's grant amount, multiply adjusted base grant per ADA by 65% and UPP above 55%

# Adjustments to Stabilize Education Funding

**State changed how district calculate funding to mitigate lower student attendance**

## **Prior Law for School Districts**

Education Code Section (EC §) 42238.05(a)(1) provides funding through the LCFF on the greater of:

Current Year ADA

or

Prior Year ADA

## **New Regulations**

Funding would be based on the greater of:

Current-Year ADA,  
Prior-Year ADA

or

Computed average ADA using the prior  
three years' ADA

## **One-Time COVID Relief**

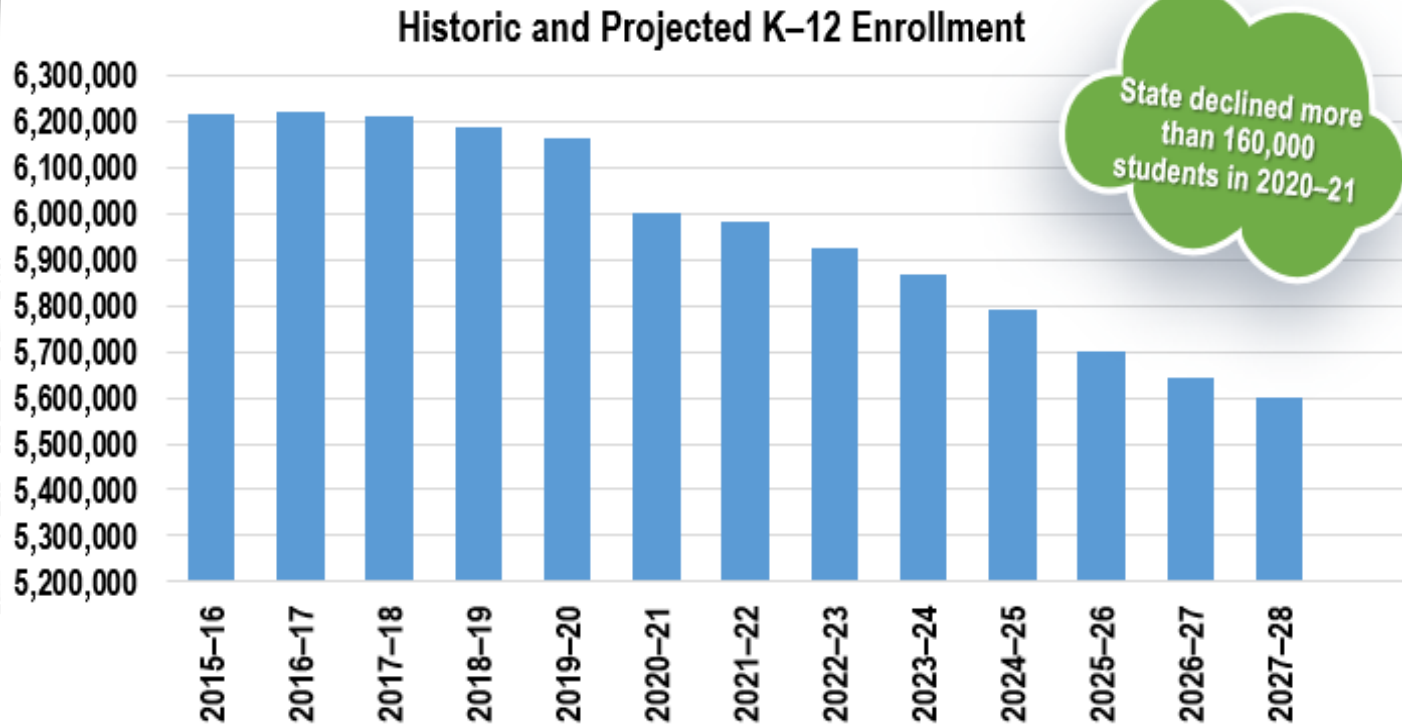
2021-22 ADA would be based on  
greater of:

Attendance yield from 2019-20

or

Attendance yield from 2021-22

## State Declining Enrollment



Source: Department of Finance (DOF) Demographic Research Unit, revised June 2021  
Actual enrollment data through 2020-21

- The District has experienced declining enrollment for approximately two decades.



- School closures have mitigated the loss of approximately 1,600 students over the past 4 years
- 5 school sites have been closed since 2019
- LA County is highest declining County in the State



- The District filed a “Negative” Interim Report in 2017-2018 Fiscal Year
  - However, ended the year with the required reserves and a \$19 million fund balance
- District reserves are currently at a historic high of \$68 million
  - One-time savings from closure of schools during Pandemic
  - One-time COVID funds from State and Federal Governments
  - ADA Adjustment and Hold Harmless provided by State



Voters approved Measure I in November 2018 with a 69% approval rating and Measure J with a 72% approval



- MOU Between the City and PUSD created three priorities for use of funds

- **Priority One:** Maintain adequate reserves as required by law, and fiscal stability



Continues to provide stability during uncertain times

**Priority Two:** Restore and maintain existing educational programming that would otherwise face reduction/elimination, including, but not limited to, the following programmatic areas; International Baccalaureate, Dual-language Immersion, Science/Technology/ Engineering/Arts/Math (STEM/STEAM), Visual & Performing Arts, and International Academy

- **Priority Three:** Other projects and programs that benefit public school students

# Calls on Reserves Moving Forward

## State Budget Deficit: All Three Big Tax Revenues Below Projections

### Employee Costs

There is no new Pension Relief proposed in the Governor's 2023-24 State Budget

Minimum Wage Increases

### Inflation

Raising Costs related to Utilities, Insurance: Prop/Liab and Workers Compensation,

Other Operational Cost Increases

### Fall off of ADA Mitigation

The initial savings from three-year averaging and COVID mitigation begin to drop off within the next two years

