



# Twin Rivers Unified School District

## 2018-2019 UNAUDITED ACTUALS

Presented to the Board of Trustees  
September 24, 2019

*By Kate Ingersoll, Executive Director Fiscal Services*



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# AGENDA

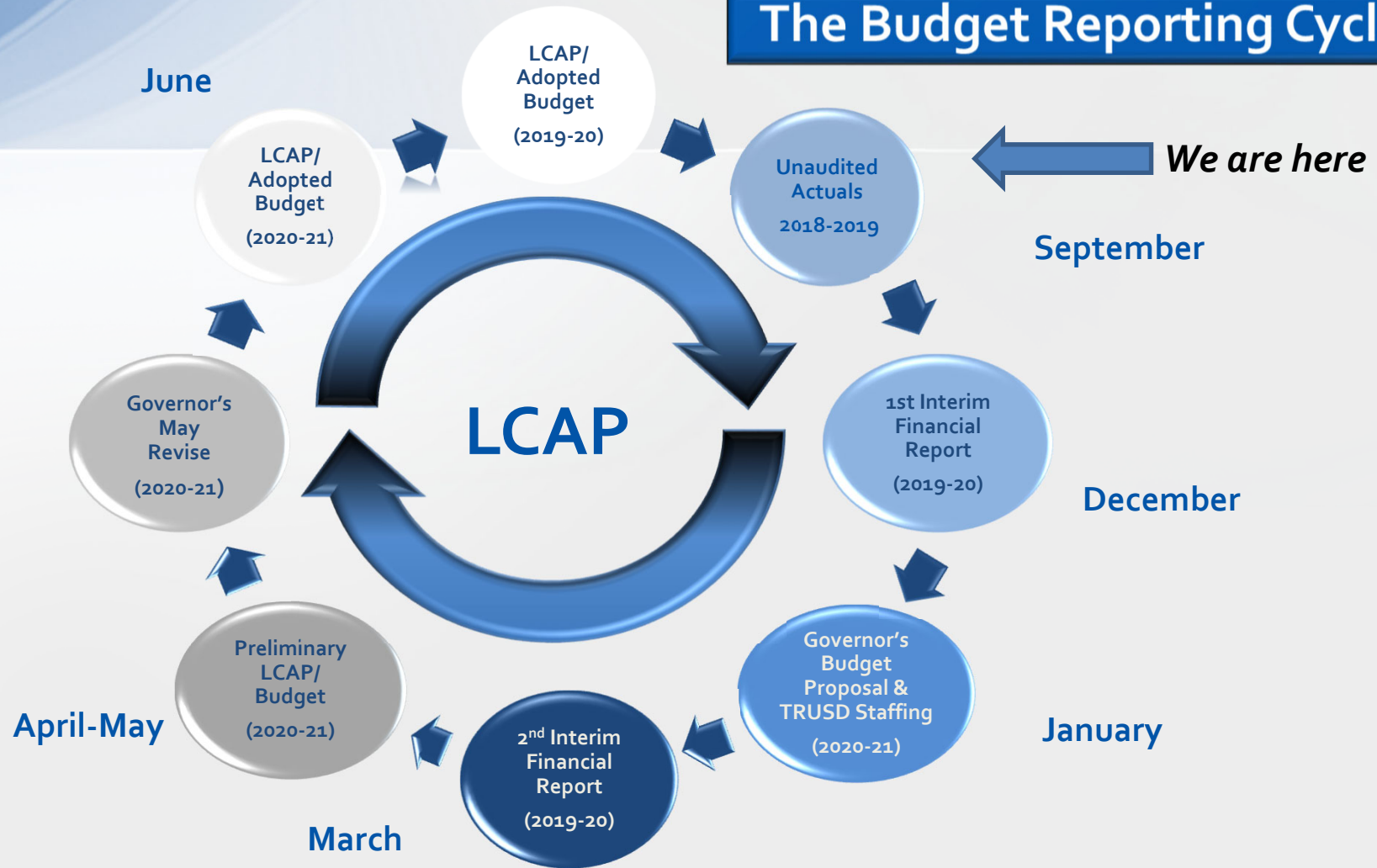
- The Budget Reporting Cycle
- SACS Budget Forms
- 2018-2019 General Fund – Unaudited Actuals
- 2018-2019 General Fund – Ending Fund Balances
- 2018-2019 Ending Fund Balance Compared to 2019-2020 Adopted Estimated Beginning Fund Balance
- Next Steps

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# The Budget Reporting Cycle



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# SACS BUDGET FORMS

- School District Certification (*Form CA*)
- Average Daily Attendance (*Form A*)
- Financial Statements (*Form 01-51*)
- Summary of Interfund Activities for All Funds (*Form SIAA*)
- Schedule of Long Term Liabilities (*Form DEBT*)
- Schedule of Capital Assets (*Form ASSET*)
- Lottery Report (*Form L*)
- General Fund – Current Expenses Formula/Min. Classroom Compensation (*Form CEA*)
- Indirect Cost Rate Worksheet/Program Cost Report (*Form ICR*)
- Program Cost Report (*Form PCR & PCRAF*)
- Every Student Succeeds Act Maintenance of Effort (*Form ESMOE*)
- Special Education Maintenance of Effort (*Report SEMA*)

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# 2018-2019 GENERAL FUND UNAUDITED ACTUALS

	Unrestricted	Restricted	Total Fund	
Revenues	\$261,320,240	\$113,418,216	\$374,738,456	
Expenditures	\$252,537,462	\$112,451,314	\$364,988,776	
Net Increase/(Decrease) in Fund Balance	\$8,782,778	\$966,902	\$9,749,680	
Beginning Fund Balance Restricted and Designated Carryovers	\$30,923,681	\$8,135,982	\$39,059,663	
Ending Fund Balance Before Reserves	\$39,706,459	\$9,102,884	\$48,809,343	
Components of Ending Fund Balance				
Nonspendable	\$1,556,151	\$798	\$1,556,949	
Restricted	0	9,102,086	9,102,086	
Assigned	16,606,547	0	16,606,547	
Unassigned - Economic Uncertainties	19,000,000	0	19,000,000	5.2%*
<b>Unassigned (Available) Balance</b>	<b>\$2,543,761</b>	<b>\$0</b>	<b>\$2,543,761</b>	<b>0.7%*</b>

\*Percentage of expenditures.

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# 2018-2019 GENERAL FUND ENDING FUND BALANCES

## ASSIGNED

Instructional Materials C/O	\$7,143,000.29
20/21 School Closures	2,500,000.00
21/22 School Closures	2,500,000.00
Mandate Cost C/O	1,121,256.07
Zayo Dark Fiber C/O	515,673.44
ROC/P C/O	422,098.77
CELDT C/O	180,361.78
Art & Music C/O	109,309.05
Site Base Allocation C/O	105,692.94
Police Supplemental C/O	87,716.00
Insurance - SIA Claim 18-2545 C/O	71,981.74
Facilities/Rental Fee C/O	56,900.86
ASES Matching C/O	51,824.38
GATE C/O	44,740.12
Community Based Eng. Tutoring C/O	41,530.00
Teacher Credentialing C/O	21,499.25
Lost Library Books C/O	11,144.66
JPA C/O	2,317.49
LCFF Supplemental/Concentration C/O	734,359.45
LCFF Supplemental C/O	254,490.21
LCFF Concentration - EL Focus C/O	217,788.39
LCFF Supplemental - Smythe K-6 C/O	165,820.41
LCFF Supplemental - Smythe 7/8 C/O	131,139.47
LCFF Supplemental - CCAA C/O	57,410.47
LCFF Supplemental - Frontier WPCS C/O	24,187.49
LCFF Supplemental - Eastside WPCS C/O	22,006.13
LCFF Supplemental - Westside WPCS C/O	12,298.24
<b>Total, Assigned Balance</b>	<b>\$16,606,547.10</b>

## RESTRICTED

Lottery Instructional Materials	\$6,873,535.71
Medi-Cal Billing Option	890,497.98
Low Performing Students Block Grant	549,160.50
Spec. Ed. Mental Health	323,214.37
Other Restricted Local	259,535.95
Classified School Employee PD Grant	206,141.17
<b>Total, Restricted Balance</b>	<b>\$9,102,085.68</b>

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# 2018-2019 ENDING FUND BALANCE COMPARED TO 2019-2020 ADOPTED ESTIMATED BEGINNING FUND BALANCE

<u>2018-2019 Ending Fund Balance</u>	<u>2019-2020 Adopted Est. Beg. Fund Balance</u>	<u>Difference</u>
\$ 48,809,343	\$ 37,952,743	\$10,856,600
Less difference of Restricted Ending Fund Balance (\$9,102,884 - \$0); \$6.9 million is Lottery Instructional Materials	-	9,102,884*
Less difference of Unrestricted Assigned Program Ending Fund Balance (\$13,162,696 - \$18,320,586)	+	<u>5,157,890</u>
Actual Unrestricted Unassigned ending fund balance is more/(less) than the estimated ending fund balance		<u>\$6,911,606</u> ♦
Additional Unrestricted Assigned ending fund balance for school closures	\$5,000,000	
Increase to Unrestricted Unassigned ending fund balance	\$1,911,606	
Estimated Unrestricted Unassigned ending fund balance		\$632,155
Increase		<u>1,911,606</u>
2018-2019 Unrestricted Unassigned ending fund balance		<u>\$2,543,761</u>

\* Restricted funds budgeted in 2018-2019 but not spent, thus for year end they became part of the ending fund balance reserves

♦ One-time funds not used in 2018-2019

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## 2018-2019 ENDING FUND BALANCE COMPARED TO 2019-2020 ADOPTED ESTIMATED BEGINNING FUND BALANCE (CONTINUED)

### One-time unrestricted savings in 2018-2019:

LCFF increase – less going to independent charters	\$850,000
Interest income increase	800,000
S/C additional CSR teacher offsets	2,600,000
Department budgets unspent	480,000
School budgets unspent (and over 5% allowable carryover)	270,000
Open Position savings and salary docks	<u>1,900,000</u>

### One-time unrestricted savings allocation:

	<u>\$6,900,000</u>
2020-2021 School Closures	\$2,500,000
2021-2022 School Closures	2,500,000
Unassigned ending fund balance	<u>1,900,000</u>
	<u>\$6,900,000</u>

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# Statewide Average Reserves

- 2017-2018 statewide average reserve levels are slightly down from the prior year
  - Close to the 17%, or two months of expenditures, a recommended by the Governmental Finance Officers Association

2017-2018 Average Restricted Net Ending Fund Balance		Change from Prior Year
Unified School Districts	16.98%	-0.27%
Elementary School Districts	20.20%	-0.88%
High School Districts	15.63%	-1.01%
Twin Rivers Unified School District	9.06%*	

\*46% less than the average unified school district

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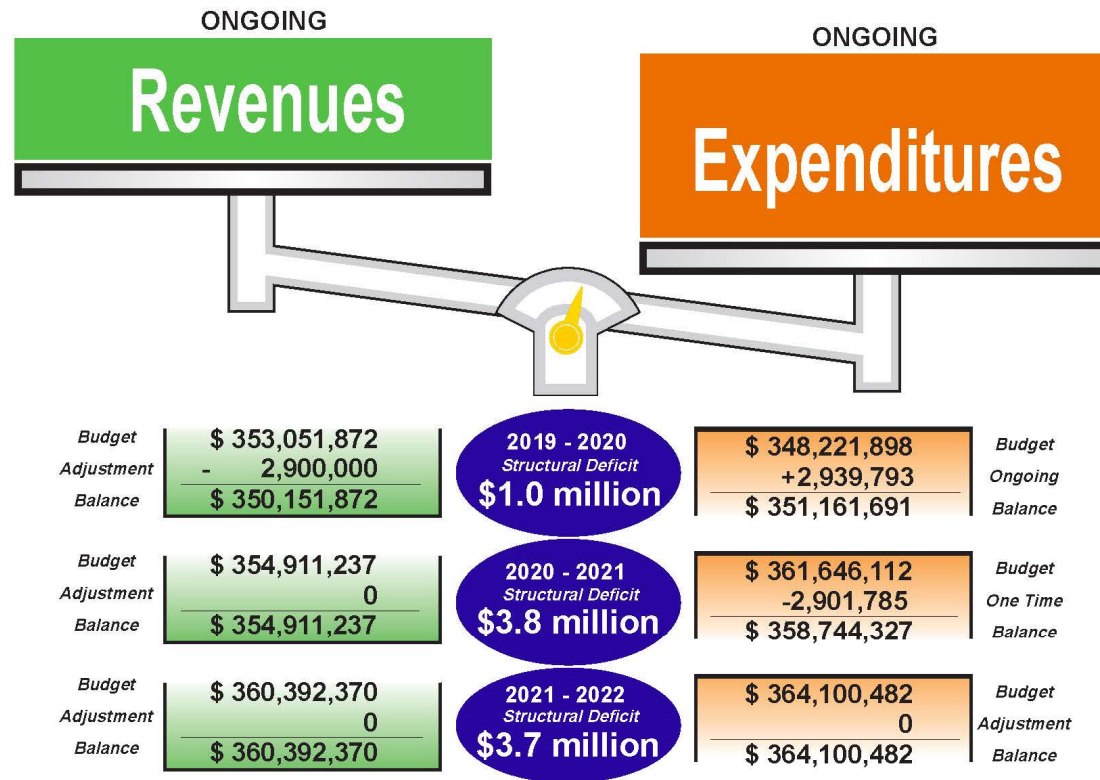
2018-2019 Twin Rivers USD	10.87%	+1.81%
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# Twin Rivers Unified School District Structural Deficit

Final State Budget July 2019



Structural deficit refers to deficits that are ongoing. Deficit is the amount by which spending exceeds revenue over a particular period of time.

Note: 2020-2021 and 2021-2022 do not include salary schedule increases.

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# NEXT STEPS

- Monitor adherence to budget reduction timeline
- 2018-2019 Ending Fund Balances – added to 2019-2020 First Interim budget (presented at the December Board meeting)
- Independent Auditors – two weeks; October 7<sup>th</sup> through 18<sup>th</sup>
- Independent Audit Report – presented to the Board in January 2020

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# Any Questions?



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