

# *Sylvan Union School District*

*Fiscal Year 2020-21  
45-Day Budget Update*

# 45-Day Budget Update:

Education Code Section (E.C.) 42127:

*“Not later than 45 days after the Governor signs the annual Budget Act, the school district shall make available for public review any revisions in revenues and expenditures that it has made to its budget to reflect funding made available by the Budget Act.”*

- ▶ *The fiscal year 2020-21 Sylvan Union School District budget was adopted on June 23, 2020.*
- ▶ *Governor Newsom signed the fiscal year 2020-21 Enacted State Budget on June 29, 2020.*
- ▶ *We are required to notify the Board of Trustees of significant impacts to the fiscal year 2020-21 Budget by August 13, 2020.*

# Local Control Funding Formula (LCFF)

## Analysis of COLA - Cost of Living Adjustment

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
<i>Proposed Budget, January</i>	1.56%	2.51%	3.46%	2.29%	2.71%	2.82%
<i>May Revise</i>	1.56%	3.00%	3.26%	-7.92%	-7.92%	-7.92%
<i>Adopted - 45 Day Revise</i>	1.56%	3.70%	3.26%	0.00%	0.00%	0.00%

## LCFF Revenue by Fiscal Year

	<i>May Revise</i>	<i>Adopted - 45 Day Revise</i>	<i>May Revise vs Adopted 45 Day Revise, Increase</i>
2020-2021	\$66,848,474	\$72,611,485	\$5,763,011
2021-2022	\$66,656,309	\$72,406,450	\$5,750,141
2022-2023	\$66,442,851	\$72,174,657	\$5,731,806

These increased revenues are added to MYP Scenarios on next pages to show the impact to our bottom line.

*The latest released FCMAT Calculator was used to calculate the 2020-21 ADA Revenues, v21.2-LCFF*

<i>Employer Benefit Contribution Rates</i>				
	<i>Proposed Budget 2020-2021</i>	<i>May Revise 2020-2021</i>	<i>45 Day Revise, Adopted Budget 2020-2021</i>	<i>Difference Proposed vs Adopted Budget</i>
<i>Retirement Rates:</i>				
<i>STRS</i>	<i>18.40%</i>	<i>16.150%</i>	<i>16.150%</i>	<i>-2.250%</i>
<i>PERS</i>	<i>22.80%</i>	<i>20.700%</i>	<i>20.700%</i>	<i>-2.100%</i>
<i>Statutory Benefits:</i>				
<i>Social Security</i>	6.200%	6.200%	6.200%	<i>0.000%</i>
<i>Medicare</i>	1.450%	1.450%	1.450%	<i>0.000%</i>
<i>State Unemployment Ins</i>	0.050%	0.050%	0.050%	<i>0.000%</i>
<i>Worker's Comp</i>	1.720%	1.720%	1.720%	<i>0.000%</i>
<i>Certificated % Cost</i>	<i>21.620%</i>	<i>19.370%</i>	<i>19.370%</i>	<i>-2.250%</i>
<i>Classified % Cost</i>	<i>32.220%</i>	<i>30.120%</i>	<i>30.120%</i>	<i>-2.100%</i>
<i>Financial Impact for Fund 01 General Fund</i>				
	<i>Proposed Budget 2020-2021</i>	<i>May Revise 2020-2021</i>	<i>45 Day Revise, Adopted Budget 2020-2021</i>	<i>Difference Proposed vs Adopted Budget</i>
<i>Certificated</i>	<i>\$7,560,980</i>	<i>\$6,636,404</i>	<i>\$6,636,404</i>	<i>(\$924,576)</i>
<i>Classified</i>	<i>\$3,238,534</i>	<i>\$2,940,248</i>	<i>\$2,940,248</i>	<i>(\$298,286)</i>
<i>Total Saving, STRs &amp; PERs</i>				<i>(\$1,222,862)</i>

### Other State Revenues

	Proposed Budget	May Revise	Adopted - 45 Day Revise	Difference
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PER ADA \$

#### Mandated Block Grant

K-8	\$32.92	\$32.18	\$32.18	(\$0.74)
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#### Lottery

Unrestricted (RS 1100)	\$153.00	\$153.00	\$150.00	(\$3.00)
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Restricted, Instructional Materials (RS 6300)	\$54.00	\$54.00	\$49.00	(\$5.00)
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### Other State Revenues - Financial Impact

	Proposed Budget	May Revise	Adopted - 45 Day Revise	Difference
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#### Mandated Block Grant

K-8	\$258,195.00	\$252,391.00	\$252,391.00	(\$5,804.00)
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#### Lottery

Unrestricted (RS 1100)	\$1,199,994.00	\$1,199,994.00	\$1,176,465.00	(\$23,529.00)
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Restricted (RS 6300), Instructional Materials	\$423,527.00	\$452,527.00	\$384,312.00	(\$39,215.00)
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Total State Revenues Decline	(\$68,548.00)
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# MYP Scenario #1 - No Change to Exp Reductions

UNRESTRICTED	2019-2020 Estimated Actuals	2020-2021 PROPOSED BUDGET	2021-2022 Projections	2022-2023 Projections
	COLA 3.26%	COLA / LCFF COLA 0.00%	COLA 0.00%	COLA 0.00%
Total Revenues	\$ 76,885,369	\$ 75,016,136	\$ 74,811,101	\$ 74,479,308
Total Other Financing Sources	\$ (14,079,581)	\$ (15,962,264)	\$ (15,885,663)	\$ (16,076,296)
TOTAL REVENUES and OTHER FINANCING SOURCES	\$ 62,805,788	\$ 59,053,872	\$ 58,925,438	\$ 58,403,012
<i>Expense Reductions Required to Meet Minimum Reserves</i>			(5,400,000)	(8,700,000)
TOTAL EXPENSES and OTHER USES	\$ 67,376,170	\$ 58,905,861	\$ 55,096,921	\$ 52,436,969
BEGINNING FUND BALANCE	\$ 17,356,323	\$ 12,785,941	\$ 12,933,952	\$ 16,762,469
NET INCREASE/(DECREASE) IN FUND BALANCE	\$ (4,570,382)	\$ 148,011	\$ 3,828,517	\$ 5,966,043
ENDING FUND BALANCE	\$ 12,785,941 12.73%	\$ 12,933,952 14.15%	\$ 16,762,469 20.59%	\$ 22,728,512 28.94%
GENERAL FUND - COMPONENTS OF ENDING FUND BALANCE				
Nonspendable: Revolving Cash & Prepaid	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000
Assigned	1,224,059	1,129,359	1,481,115	1,830,788
Insurance Deductibles	200,000	200,000	200,000	200,000
Textbook Adoptions	1,024,059	929,359	1,281,115	1,630,788
Unassigned/Unappropriated				
Reserve for Economic Uncertainties (REU)	3,013,126 3.00%	2,742,052 3.00%	2,442,845 3.00%	2,356,254 3.00%
Unassigned/Unappropriated Amount	\$ 8,538,757 8.50%	\$ 9,052,541 9.90%	\$ 12,828,510 15.75%	\$ 18,531,470 23.59%
Reserved Plus Unassigned	11.50%	12.90%	18.75%	26.59%
TOTAL COMPONENTS OF ENDING FUND BALANCE	\$ 12,785,941 12.73%	\$ 12,933,952 14.15%	\$ 16,762,469 20.59%	\$ 22,728,512 28.94%

# MYP Scenario #2 - Decreased Exp Reductions

UNRESTRICTED	2019-2020 Estimated Actuals	2020-2021 PROPOSED BUDGET	2021-2022 Projections	2022-2023 Projections
	COLA 3.26%	COLA / LCFF COLA 0.00%	COLA 0.00%	COLA 0.00%
Total Revenues	\$ 76,885,369	\$ 75,016,136	\$ 74,811,101	\$ 74,479,308
Total Other Financing Sources	\$ (14,079,581)	\$ (15,962,264)	\$ (15,996,663)	\$ (16,248,796)
TOTAL REVENUES and OTHER FINANCING SOURCES	\$ 62,805,788	\$ 59,053,872	\$ 58,814,438	\$ 58,230,512
<i>Expense Reductions Required to Meet Minimum Reserves</i>			(1,700,000)	(2,950,000)
TOTAL EXPENSES and OTHER USES	\$ 67,376,170	\$ 58,905,861	\$ 58,796,921	\$ 58,186,969
BEGINNING FUND BALANCE	\$ 17,356,323	\$ 12,785,941	\$ 12,933,952	\$ 12,951,469
NET INCREASE/(DECREASE) IN FUND BALANCE	\$ (4,570,382)	\$ 148,011	\$ 17,517	\$ 43,543
ENDING FUND BALANCE	\$ 12,785,941 12.73%	\$ 12,933,952 14.15%	\$ 12,951,469 15.21%	\$ 12,995,012 15.42%
GENERAL FUND - COMPONENTS OF ENDING FUND BALANCE				
Nonspendable: Revolving Cash & Prepaid	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000
Assigned	1,224,059	1,129,359	1,481,115	1,830,788
Insurance Deductibles	200,000	200,000	200,000	200,000
Textbook Adoptions	1,024,059	929,359	1,281,115	1,630,788
Unassigned/Unappropriated				
Reserve for Economic Uncertainties (REU)	3,013,126 3.00%	2,742,052 3.00%	2,553,845 3.00%	2,528,754 3.00%
Unassigned/Unappropriated Amount	\$ 8,538,757 8.50%	\$ 9,052,541 9.90%	\$ 8,906,510 10.46%	\$ 8,625,470 10.23%
Reserved Plus Unassigned	11.50%	12.90%	13.46%	13.23%
TOTAL COMPONENTS OF ENDING FUND BALANCE	\$ 12,785,941 12.73%	\$ 12,933,952 14.15%	\$ 12,951,469 15.21%	\$ 12,995,012 15.42%



## NEW REVENUES to Fiscal Year 2020-21:

**Resource 3210, Restricted Resource - General Fund 01, Source: Federal**

CARES Act, Elementary and Secondary School Emergency Relief Fund (ESSERF) Section  
3/13/2020 to 9/30/2022

**\$1,270,364**

### COVID-19 Sources of Funding:

#### Learning Loss Mitigation, Based on Students with Disabilities

**Resource 3215, Restricted Resource - General Fund 01, Source Federal**

**\$528,553**

GEER FUNDS, Governor's Emergency Relief Funds  
3/13/2020-9/30/2022

**Resource 3220, Restricted Resource - General Fund 01, Source: Federal**

**\$1,703,342**

CRF FUNDS, Corona Virus Relief Funds  
3/1/2020-12/30/2020

**Total Learning Loss Mitigation, SWDs**

**\$2,231,895**

#### Learning Loss Mitigation, Based on Supplemental & Concentration Funding

**Resource 3220, Restricted Resource - General Fund 01, Source: Federal**

**\$2,188,953**

CRF FUNDS, Corona Virus Relief Funds  
3/1/2020-12/30/2020

**Total Learning Loss Mitigation, SC**

**\$2,188,953**

#### Learning Loss Mitigation, Based on Local Control Funding Formula

**Resource 3220, Restricted Resource - General Fund 01, Source: Federal**

**\$506,502**

CRF FUNDS, Corona Virus Relief Funds  
3/1/2020-12/30/2020

**Resource 7420, Restricted Resource - General Fund 01, Source: State**

**\$621,751**

PROP 98 FUNDS, LCFF  
3/1/2020-12/30/2020

**Total Learning Loss Mitigation, LCFF**

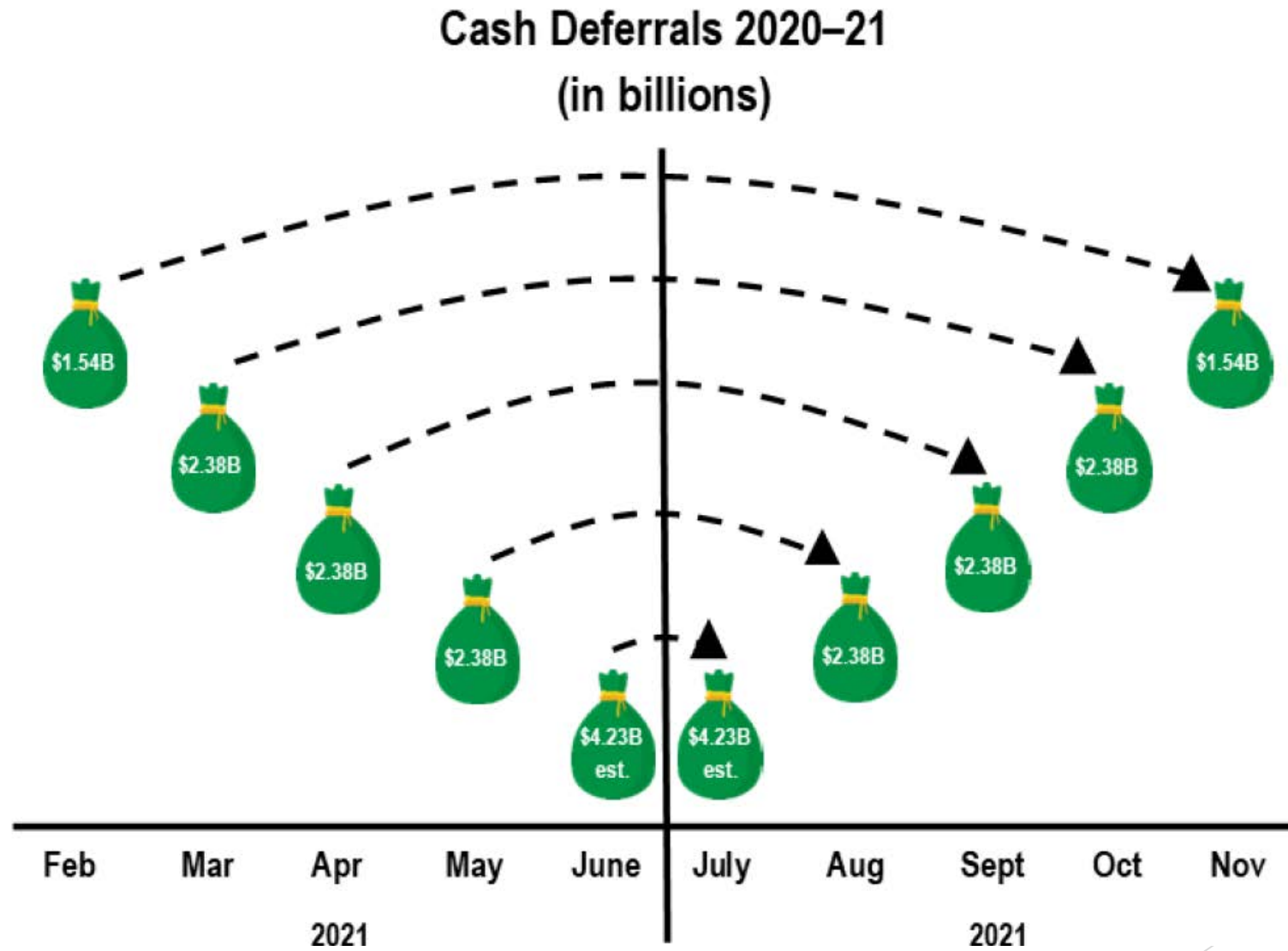
**\$1,128,253**

**Total Potential Funding**

**\$5,549,101**



# 2020-21 Cash Deferrals



# *The Budget Process – Next Steps*

- ▶ *Each line of the budget will be reviewed and updated as necessary.*
- ▶ *Updates will incorporate any new information provided by the State, Federal, and Local Sources.*
- ▶ *The Unaudited Actuals for Fiscal Year 2019-20 will be presented to the Board of Trustees on September 15, 2020.*
- ▶ *The First Interim Budget for Fiscal year 2020-21 will be presented to the Board of Trustees on December 8, 2020.*