



2020-21 1ST INTERIM FINANCIAL STATUS REPORT



**PRESENTED TO THE BOARD OF EDUCATION
DECEMBER 15, 2020**

*Presented by:
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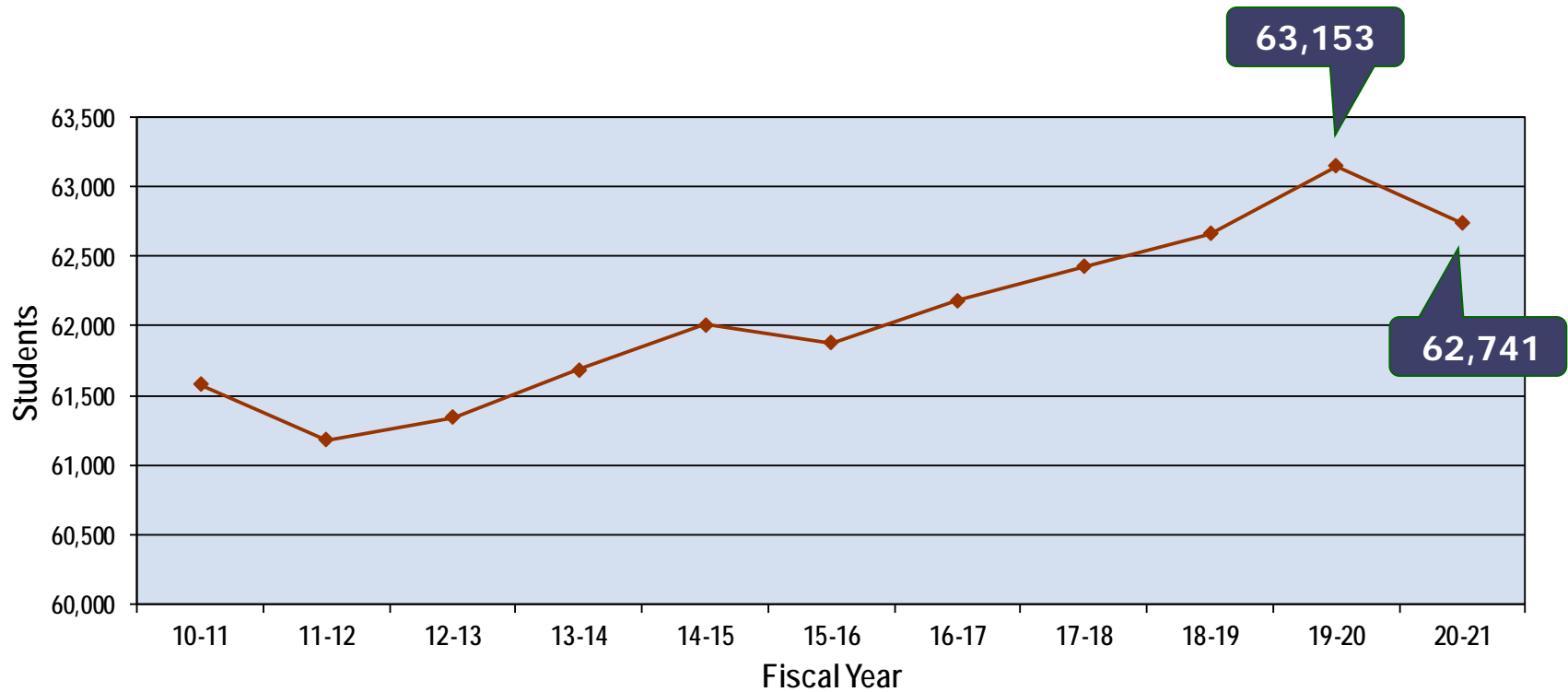
OVERVIEW

- ▶ Annual Budget Development Cycle
- ▶ 2020-21 Student Enrollment
- ▶ 1st Interim Unrestricted General Fund Budget Changes
- ▶ 2020-21 1st Interim Budget
- ▶ Components of Multi-Year Projections
- ▶ Multi-Year Projections
- ▶ Next Steps

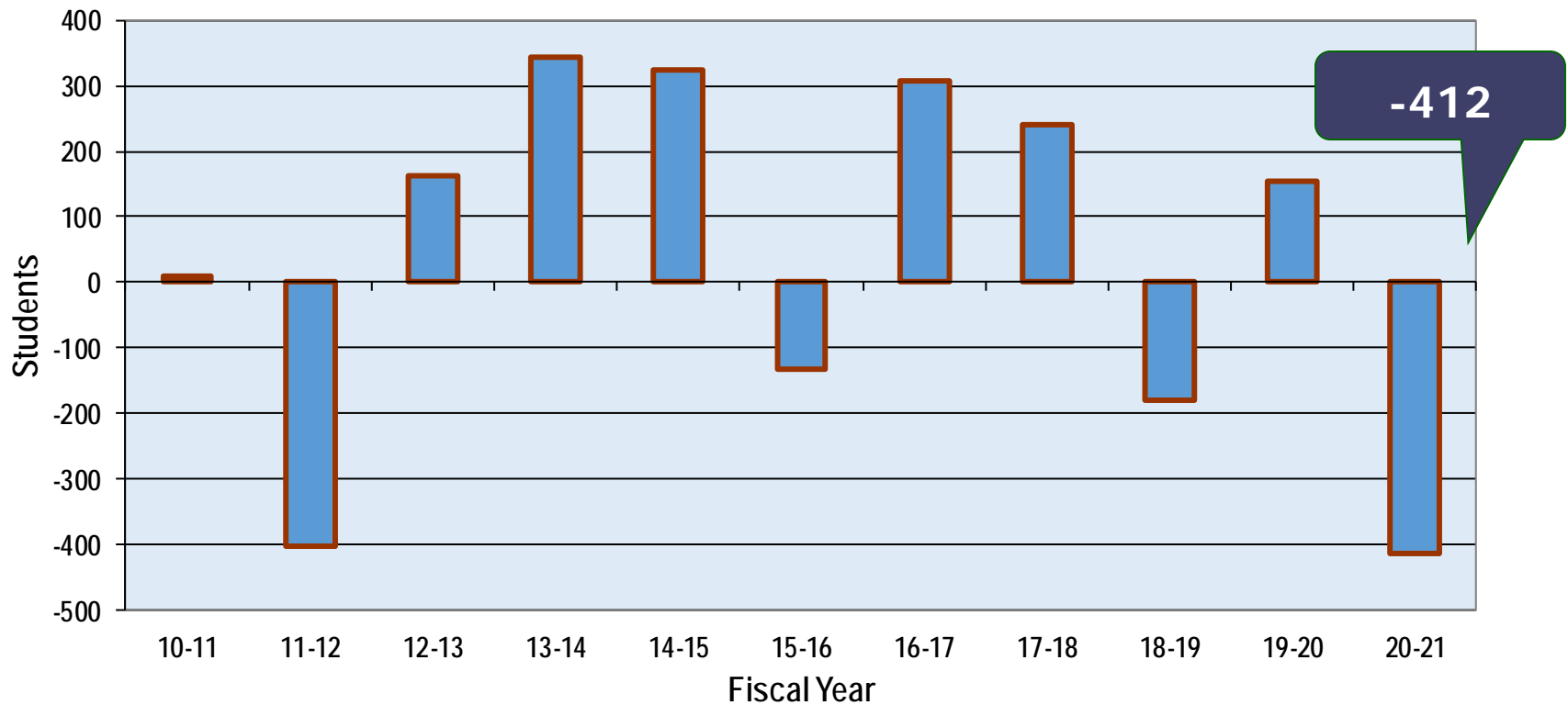
ANNUAL BUDGET DEVELOPMENT CYCLE

- ▶ June 30: District – Adopts 2020-21 budget
- ▶ June 30: State – Approves 2020-21 final budget
- ▶ August 15: District – Publishes 2020-21 45 day revision if warranted (based on final state budget)
- ▶ September 15: District – Prepares 2019-20 Unaudited Actuals (as of June 30th)
- ▶ December 15: District – Prepares 2020-21 1st Interim (as of October 31st)
- ▶ January 10: State – Governor's 2021-22 budget proposal announced
- ▶ March 15: District – Prepares 2020-21 2nd Interim (as of January 31st)
- ▶ May 15: State – Governor's 2021-22 revised budget proposal announced

2020-21 CBEDS ENROLLMENT



CBEDS ENROLLMENT COMPARED TO PRIOR YEAR CBEDS



2020-21 UNRESTRICTED GENERAL FUND CHANGES FROM ADOPTED TO 1ST INTERIM

- ▶ Budget carryover balances as expenditures as described at Unaudited Actuals
- ▶ Changes to CBEDS generated site staffing
- ▶ Budget reserve for one-time Employee Compensation
- ▶ Additional indirect credits and other adjustments

2020-21 UNRESTRICTED GENERAL FUND CHANGES FROM UNAUDITED ACTUALS

		<u>Amount</u>
<u>2020-21 Unrestricted General Fund Surplus/(Deficit)</u>		<u>\$4.10M</u>
•Expenditures Changes		
•Transportation Van Pool Reserve	\$ 0.10 m	
•One-time Employee Compensation	(4.64) m	
•Technology Utility	(3.40) m	
•Purchase Order Carryover Expenditures	(0.19) m	
•Budget Adjustment Based on CBEDS for Staffing/Supplies	1.95 m	
•Indirect and Other Adjustments	1.05 m	
•Total Expenditure Changes		<u>\$(5.13)m</u>
• Total 2020-21 Adjusted Unrestricted Fund Surplus/(Deficit)		<u>\$(1.03)M</u>

2020-21 UNRESTRICTED GENERAL FUND 1ST INTERIM

	ADOPTED	1ST INTERIM	2ND INTERIM	PROJECTED YEAR END
Revenue	\$ 604,475,708	\$ 605,090,788		
Contributions/Transfers	(107,920,550)	(107,696,723)		
Salary and Benefits	(449,463,521)	(452,111,435)		
Supplies and Operating	(48,646,784)	(54,063,184)		
Indirect and Transfers	6,721,170	7,754,901		
<i>SURPLUS/(DEFICIT)</i>	\$ 5,166,023	\$ (1,025,653)	\$ -	\$ -
Estimated Beginning Fund Balance	95,101,126	90,572,575		
Ending Fund Balance	100,267,149	89,546,922	-	-
Contingency 2% Reserve	15,186,940	16,926,940		
2019-20 Unexpended Suppl/Conc.	-	3,732,378		
<i>UNDESIGNATED BALANCE</i>	\$ 85,080,209	\$ 68,887,604	\$ -	\$ -

COMPONENTS OF MULTI-YEAR PROJECTION

- ▶ Revenues Include:
 - LCFF projected Cost of Living Adjustment for 2021-22 and 2022-23 fiscal years estimated to be zero for both fiscal periods
 - Student enrollment based on 2019-20 CBEDS
- ▶ Expenditures Include:
 - Continues 2019-20 staffing levels
 - Special Education growth of \$4M
 - District Health Care reflects rates recommended by the JHCC and approved by the Board
 - Estimated cost of health benefits under Affordable Care Act (ACA)
 - Increases in both Cal-STRS and Cal-PERS employer contributions

GENERAL FUND UNRESTRICTED MULTI-YEAR BUDGET PROJECTIONS

ITEM	2020-21 ADOPTED BUDGET WITH UNAUDITED ACTUALS	2021-22	2022-23	2023-24	
State Revenue	\$ 604,475,708	\$ 604,476,200	\$ 604,476,724	\$ 604,476,724	
Estimated 2021-22 (0.00%)		(734,263)	(734,263)	(734,263)	
Estimated 2022-23 (0.00%)			-	-	
Estimated 2023-24 (0.00%)				-	
Contributions/Transfers	(107,920,550)	(112,734,094)	(117,002,119)	(121,845,056)	
Salary and Benefits	(449,463,521)	(452,981,512)	(465,917,445)	(475,215,928)	
Approved 9/1/2020 Tier II Priorities	(1,072,148)	-	-	-	
Supplies and Operating	(48,646,784)	(46,606,931)	(47,164,764)	(47,610,955)	
Indirect and Transfers	6,721,170	6,594,416	6,784,327	7,483,473	
SURPLUS/(DEFICIT)	\$ 4,093,875	\$ (1,986,184)	\$ (19,557,540)	\$ (33,446,005)	
Estimated Beginning Fund Balance	90,572,575	94,666,450	92,680,266	73,122,726	
Ending Fund Balance	94,666,450	92,680,266	73,122,726	39,676,721	5.19%
Contingency Mandated 2% Reserve	15,328,109	15,528,109	15,828,109	16,228,109	
Designated Carryover Reserves	205,298	205,298	205,298	205,298	
UNDESIGNATED	\$ 79,133,043	\$ 76,946,859	\$ 57,089,319	\$ 23,243,314	3.04%

GENERAL FUND UNRESTRICTED MULTI-YEAR BUDGET PROJECTIONS

ITEM	2020-21 1ST INTERIM	2021-22	2022-23	
State Revenue	\$ 605,090,788	\$ 604,980,115	\$ 604,980,639	
Estimated 2021-22 (0.00%)		(734,263)	(734,263)	
Estimated 2022-23 (0.00%)			-	
Estimated 2023-24 (0.00%)				
Contributions/Transfers	(107,696,723)	(112,734,094)	(117,002,119)	
Salary and Benefits	(452,111,435)	(452,668,497)	(465,900,105)	
Supplies and Operating	(54,063,184)	(47,549,966)	(48,108,007)	
Indirect and Transfers	7,754,901	7,615,239	7,804,959	
SURPLUS/(DEFICIT)	\$ (1,025,653)	\$ (1,091,466)	\$ (18,958,896)	
Estimated Beginning Fund Balance	90,572,575	89,546,922	88,455,456	
Ending Fund Balance	89,546,922	88,455,456	69,496,560	8.49%
Contingency Mandated 2% Reserve	16,926,940	16,726,940	17,226,940	
2019-20 Unexp Supp/Conc	3,732,378	3,732,378	3,732,378	
UNDESIGNATED	\$ 68,887,604	\$ 67,996,138	\$ 48,537,242	5.93%

NEXT STEPS

2021–22 Governor’s Budget Proposal	January 2021
2020–21 Second Interim Financial Report	March 2021
2021–22 Governor’s May Revision	May 2021
2021–22 District Adopted Budget	June 2021