

Emery Unified School District



2020-21 Second Interim Budget

Presented by Dora Siu

3/10/2021

Legislative Updates (1)

- Governor Newsom and both houses of the Legislature reached a reopening schools deal on March 1st (Assembly Bill 86/Senate Bill 86)
- It was signed and take effect on March 5th
- The deal provides two pots of funding with separate rules for each
 - \$2 Billion for In-Person Instruction Grant
 - \$4.6 Billion for Expanded Learning Opportunities Grant

Legislative Updates (2)

- In-Person Instruction Grant
 - Estimated \$246,878 for Emery
 - To be eligible to expend the funds, school districts must provide in-person instruction by April 1
 - If open between April 1 – May 15, funding will be reduced by 1% each day school districts did not provide in-person instruction
 - School districts forfeit all funds if no in-person instruction offers on or before May 15
 - Funds must be expended by August 31, 2022

Legislative Updates (3)

- Expanded Learning Opportunities Grant
 - Estimated \$520,733 for Emery plus estimated \$12,000 Homeless funding
 - At least 85% of the funding must be spent to support in-person instruction and up to 15% may be used to support distant learning
 - For school districts that did not receive any of the \$2 billion for reopening may use 10% of these funds for reopening costs
 - Funds must be expended by August 31, 2022

2nd Interim Report Purpose

- Reflects the financial condition of the District as of 1/31/2021
- The Governing Board is required to certify to the District's ability to meet its financial obligations for the current and two subsequent years:
 - Positive (will meet)
 - Qualified (may not meet)
 - Negative (will not meet)



Changes since 1st Interim in October

Revenues	2020-21 1 st Interim	2020-21 2 nd Interim	Change	Variance Highlights
LCFF	7,815,235	7,833,354	18,119	Property tax increase
Federal	1,022,386	1,046,610	24,224	Increase in MAA and Title IV
Other State	993,775	1,045,045	51,270	Prop 47 increase
Local	1,619,363	1,651,734	32,371	Increase in local grants (K12 SWP, IEEEP and Differentiated Assist)
Parcel Tax	4,802,961	4,802,961	0	
Total	16,253,720	16,379,704	125,984	

Expenditures (1)	2020-21 1 st Interim	2020-21 2 nd Interim	Change	Variance Highlights
Certificated	5,196,975	5,179,223	(17,752)	Decrease in subs budget
Classified	1,258,032	1,264,498	6,466	Classified on schedule increase
Benefits	3,740,768	3,737,885	(2,883)	

Expenditures (2)	2020-21 1st Interim	2020-21 2nd Interim	Change	Variance Highlights
Books & Supplies	837,693	1,026,528	188,835	Instructional materials, PPE supplies and I.T. expenses funded by CARES and Parcel Tax
Contracts & Services	4,721,347	4,475,458	(245,889)	Realignment of expenses from services to materials; decrease in O&M services
Capital Outlay	0	30,784	30,784	Technology equipment capital purchase

Expenditures (3)	2020-21 1 st Interim	2020-21 2 nd Interim	Change	Variance Highlights
Indirect Costs	(31,120)	(30,045)	1,075	Minor budget adjustments
Transfer Out	307,913	405,502	97,589	Increase in GF contributions to Food Services
Total	16,031,608	16,089,833	58,225	

Fund Balance

	2020-21 2 nd Interim
Total Revenues	16,379,704
Total Expenditures	16,089,833
Net Increase/(Decrease) in Fund Balance	289,871
Beginning Balance	4,727,428
Estimated Fund Balance	5,017,299

Contributions	Unrestricted General Fund
Special Education Master Plan (RS 6500)	\$1,576,353
Ongoing Maintenance	\$849,939
Total	\$2,426,292

MYP Assumptions used for the 2nd Interim

(1)	2020-21 2 nd Interim	2021-22	2022-23
Revenue	Based on FCMAT LCFF Calculator	Based on FCMAT LCFF Calculator	Based on FCMAT LCFF Calculator
COLA	0%	3.84%	1.28%
Enrollment	696	696	696
ADA	Hold Harmless 688.60	688.60	661.93
2014 Measure K Parcel Tax	2,668,305	2,668,305	2,668,305
2020 Measure K Parcel Tax	2,134,656	2,134,656	2,134,656

MYP Assumptions used for the 2 nd Interim			
(2)	2020-21 2 nd Interim	2021-22	2022-23
Certificated Step/Column Increase	N/A	1.92%	1.92%
Classified Step/Column Increase	N/A	2.01%	2.01%
Health Benefit Increase	N/A	5%	5%
Reserve for Economic Uncertainty	4%	4%	4%
STRS Employer Rate	16.15%	15.92%	18.00%
PERS Employer Rate	20.70%	23.00%	26.30%

Multi-Year Projections

	2020-21 2 nd Interim	2021-22 Projected	2022-23 Projected
Revenue	16,379,704	15,561,089	15,704,720
Expense	16,089,833	16,076,207	16,764,266
Rev-Exp	289,871	(515,118)	(1,059,546)
Beg Fund Balance	4,727,428	5,017,299	4,502,181
Restricted /Stores/Prepaid	4,373,705	3,859,132	2,772,064
Required Reserves	643,594	643,049	670,571
Unappropriated Reserves	0	0	0
Estimated Fund Balance	5,017,299	4,502,181	3,442,635

Summary

- **As of the 2nd Interim, our District's estimated ending fund balance for the year is \$5,017,299. District is able to meet its financial obligations for the current and subsequent two years.**
- **Staff recommends the Governing Board to approve the positive certification of the District 2nd Interim report.**

2020-21 Second Interim Report

Questions

