



2020-21 Second Interim Budget

Board Presentation

March 10, 2021

Pauline Follansbee, Assistant Superintendent

Brent Stephens, Superintendent

Outcome

Board Review and Approve the Second Interim Budget Report

Agenda

- ❑ Unrestricted General Fund
 - Budget Summary and Highlights
 - Variance Report
 - Special Education
 - Multi-Year Projections
 - Assumption summary for the out years
 - Next Steps

2020-21 Second Interim Budget

Period from July 1, 2020 through January 31, 2021

Projects financial activity through June 30, 2021

Based on Governor's Budget Proposal for 2021-22

Unrestricted General Fund Focus

Budget Highlights

- ❑ Positive Certification (BUSD is maintaining a balanced budget for the current year and two subsequent years)
- ❑ Deficit Spending \$1 million, Undesignated fund balance \$2.4 million
- ❑ Deferrals of State Revenue from 1-3 months. Positive cash balance projections without borrowings (TRAN) or interfund transfers
- ❑ BERRA Parcel Tax Measure included in Funds 01-08 Summary

Variance Report - 2020-21 Second Interim
Unrestricted General Fund

[Link to the District's Unrestricted General Fund Variance Report:](#)

Special Education Contribution

Adopted Budget	\$ 23,422,835
Increase	<u>\$ 819,704*</u>
First Interim	<u>\$ 24,242,539</u>

* \$360,000 budget correction based on overprojected savings during budget adoption

\$459,500 partial cost of prior year mental health invoices

Special Education Contribution (cont'd)

[Link to Analysis of Alameda Mental Health Invoices](#)

First Interim	\$24,242,539
Increase	<u>\$ 1,000,000**</u>
Second Interim	<u>\$ 25,242,539</u>

**Mental Health Invoices

2019-20 invoices paid in 2020-21	\$ 466,246
2019-20 invoices to be paid in 2020-21	<u>\$ 846,000</u>
Sub-total	\$1,312,246
Less amount estimated at first interim	<u>\$ (459,500)</u>
Additional increase at second interim	\$ 852,746
Est. cost due to additional students served	<u>\$ 147,254</u>
	<u>\$1,000,000</u>

Multi-Year Projections 2020-21 Second Interim

Unrestricted General Fund

Unrestricted General Fund (in millions)	2020-21	2021-22	2022-23
REVENUE			
COLA	0.00%	3.84%	2.11%
ADA	9,426	9,426	8,766
UPC	2,743	2,551	2,551
LCFF Funding			
<i>Base Funding</i>	87.8	91.0	86.9
<i>Supplemental Funding</i>	5.0	4.8	4.5
Total LCFF Funding	92.8	95.8	91.4
Other State Funding	1.9	1.9	1.9
Local Funding	2.4	2.7	2.7
TOTAL REVENUE	97.1	100.4	96.0

Unrestricted General Fund (in millions)	2020-21	2021-22	2022-23
Expenditures	-90.0	-92.6	-95.6
<i>Budget Adjustments - Ongoing</i>			9.0
TOTAL EXPENDITURES	-90.0	-92.6	-86.6
TOTAL SOURCES AND USES	-8.1	-9.5	-9.5
Change in Fund Balance	-1.0	-1.7	-0.1
Beginning Fund Balance	4.1	3.1	1.4
Ending Fund Balance	3.1	1.4	1.3
Revolving Cash	-0.1	-0.1	-0.1
Assignment for Supplemental Grant LCAP	-0.8	-0.8	-0.8
Fund 01 share of 3% reserve	0.1	0.1	0.3
Ending Fund Balance - Undesignated	2.3	0.6	0.7

Summary of Other Sources and Uses

Fund 01 Only - Not including Parcel Tax Funds

FY 2020-21 Second Interim

Fund 01 Only - Not including Parcel Tax Funds	2020-21			2021-22			2022-23		
	UNRESTRICTED	RESTRICTED	Combined	UNRESTRICTED	RESTRICTED	Combined	UNRESTRICTED	RESTRICTED	Combined
OTHER SOURCES & (USES):									
INTERFUND TRANSFERS IN									
From Fund 20 - Post Employment Benefits	3,200,000		3,200,000						
TOTAL INTERFUND TRANSFERS IN	3,200,000		3,200,000						
INTERFUND TRANSFERS									
To Fund 67 - Self Insurance	(215,132)		(215,132)	(215,132)		(215,132)	(215,132)		(215,132)
To Fund 13 - Cafeteria Fund	(1,305,376)		(1,305,376)	(600,000)		(600,000)	(600,000)		(600,000)
TOTAL INTERFUND TRANSFERS OUT	(1,520,508)		(1,520,508)	(815,132)	0	(815,132)	(815,132)	0	(815,132)
CONTRIBUTIONS:									
Contributions In									
BSEP Contribution	15,510,300		15,510,300	15,510,300		15,510,300	15,510,300		15,510,300
Contributions Out									
Special Ed	(25,242,539)	25,242,539	-	(24,242,539)	24,242,539	-	(24,242,539)	24,242,539	-
NET CONTRIBUTIONS	(9,732,239)	25,242,539	15,510,300	(8,732,239)	24,242,539	15,510,300	(8,732,239)	24,242,539	15,510,300
TOTAL OTHER SOURCES & USES	(8,052,747)	25,242,539	17,189,792	(9,547,371)	24,242,539	14,695,168	(9,547,371)	24,242,539	14,695,168

Revenue Assumptions in the Out Years: Unduplicated Student, ADA and COLA

	2020-21	2021-22	2022-23
Enrollment	9,844	9,155	9,155
UPC (Students)	2,743	2,551	2,551
UPP - rolling average in LCFF calculator	30.64%	28.82%	27.86%
ADA - Funded	9,426	9,426	8,766
ADA - Projected	9,426	8,766	8,766
COLA	0.00%	3.84%	2.11%

Next Steps

Monitor enrollment projections and adjust assumptions in MYP and revenue accordingly

Budget cycle

Governor's May Revise

Meetings with committees, partners and board to finalize 21-22 budget

Identify additional costs to be funded in 21-22 budget

	January	February	March	April	May	June
<p>UGF and BSEP</p> <p>Superintendent's Budget Advisory Committee (SBAC)</p> <p>BSEP P&O</p>	<p>Governor's Preliminary Budget</p> <p>Establish BUSD Budget Targets</p> <p>Superintendent's Town Hall, 1/27/21</p>	<p>Board's Discussion of Priorities</p> <p>School Budgets (UGF, Title I, BSEP)</p>	<p>First Round of Staff Recommendations for Budget, including LCAP Supplemental Funding</p>	<p>Ongoing rounds of Staff Recommendations to the Board</p>	<p>Governor's May Revise</p>	<p>Final Budget Approval</p>
<p>LCAP</p> <p>Parent Advisory Committees (PAC and DELAC)</p> <p>Educator Advisory Committee (EAC)</p> <p>Principals Meetings</p>	<p>Share overview of the LCAP Process</p> <p>Data Review</p> <p>Introduce LCFF and budget targets</p>	<p>Plan for Ed Services Staffing Adjustments, if necessary</p> <p>Identify the goals and metrics</p>	<p>Discuss the district's budget allocations based on the district's identified goals, metrics to measure those goals and available resources.</p>	<p>LCAP Draft for Comment</p>	<p>Draft LCAP presented to the School Board for review</p> <p>School Plans turned in for review</p>	<p>Final LCAP Approval</p> <p>By July 1, submit the LCAP to the County Office for review</p>

Discussion