



2020-21 Second Interim Budget

Board Presentation
March 10, 2021

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

Discussion