



**ELK GROVE UNIFIED SCHOOL DISTRICT**  
Finance & School Support

# **2020-21 UNAUDITED ACTUALS & 2021-22 BUDGET UPDATE**

Meeting of the Board of Education  
September 21, 2021

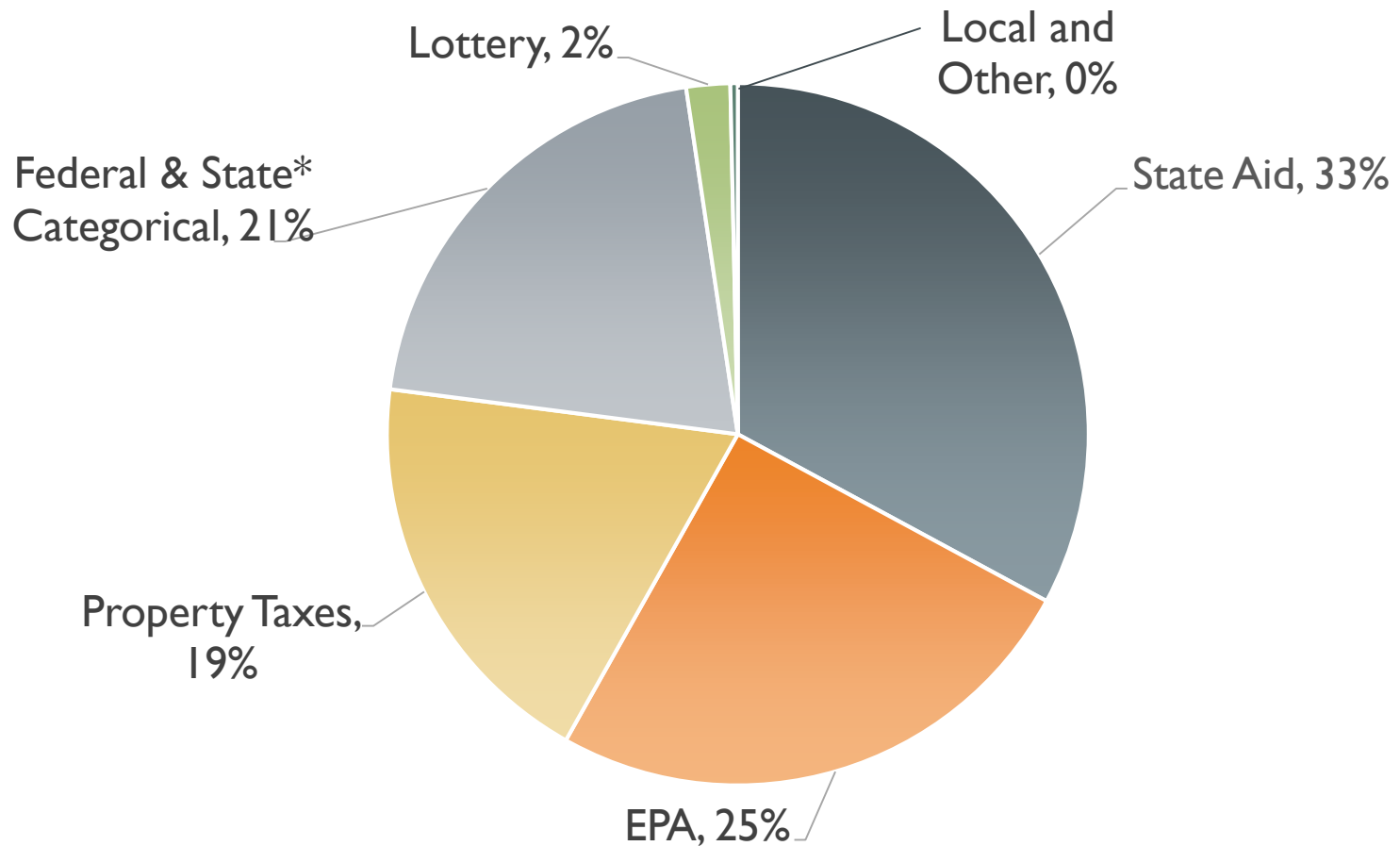
PRESENTED BY:  
SHANNON HAYES, CHIEF FINANCIAL OFFICER

# PRESENTATION OVERVIEW

- 2020-21 Unaudited Actuals Revenue & Expenditure Charts
- 2020-21 Education Protection Account Expenditures
- 2020-21 Changes from Estimated Actuals
- 2021-22 Budget Update
- Next Steps

# FINANCIAL REVENUE DATA

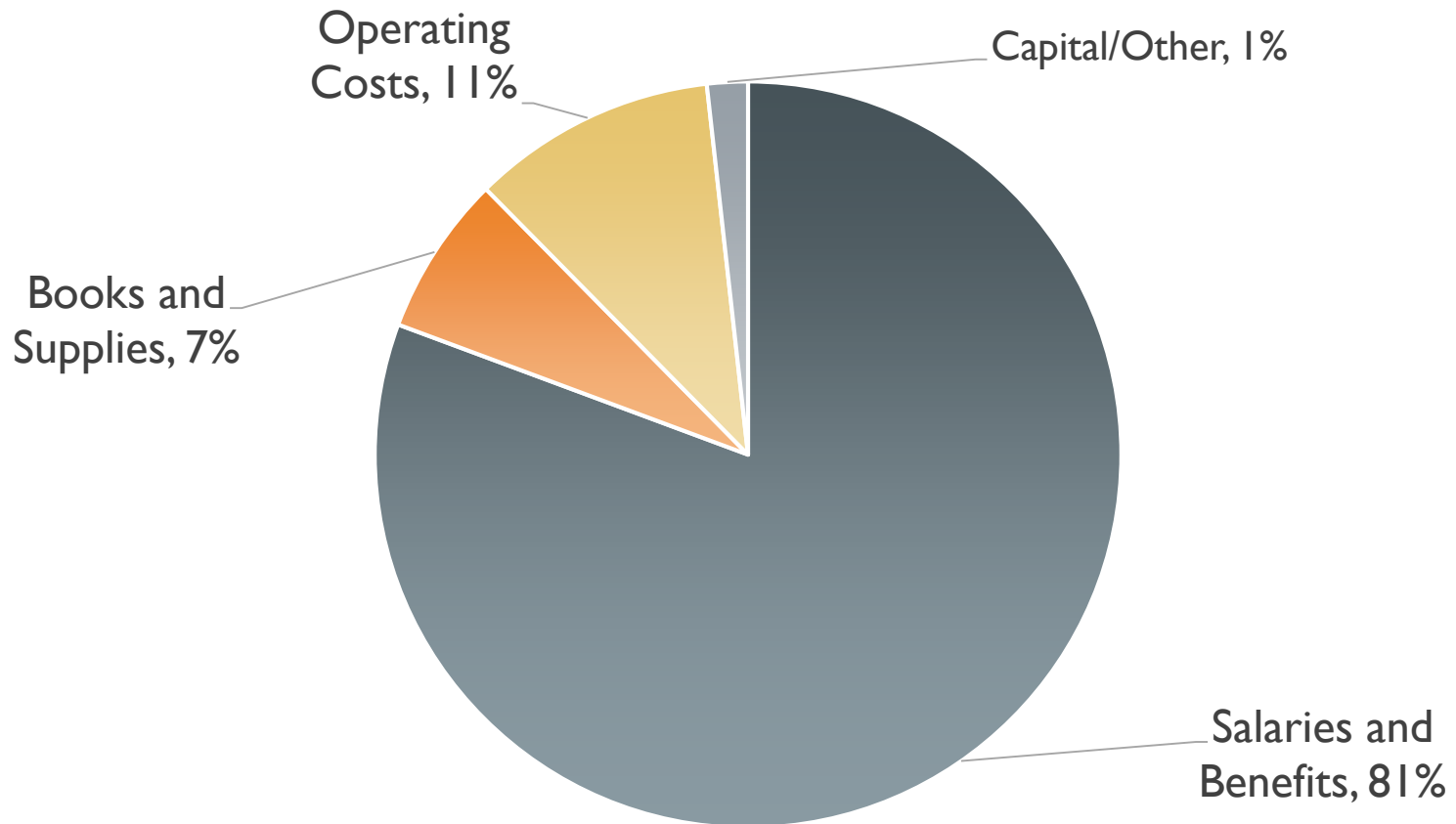
## TOTAL GENERAL FUND (Unrestricted & Restricted) 2020-21 Revenue Resources



*\*Excludes \$33M STRS On Behalf Pension Contribution*

# FINANCIAL EXPENDITURE DATA

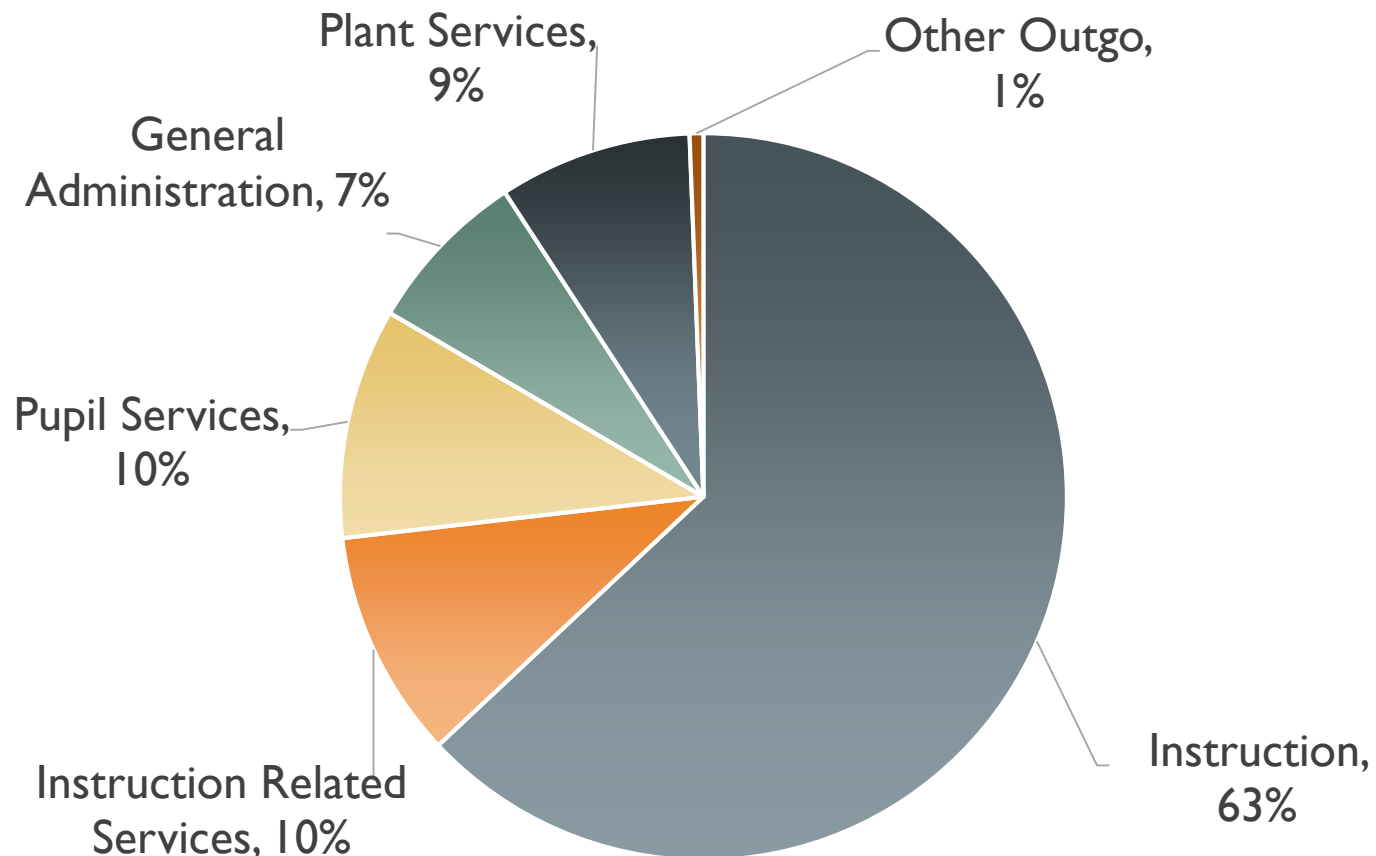
## TOTAL GENERAL FUND (Unrestricted & Restricted) 2020-21 Expenditures



*\*Excludes \$33M STRS On Behalf Pension Contribution*

# FINANCIAL EXPENDITURE DATA

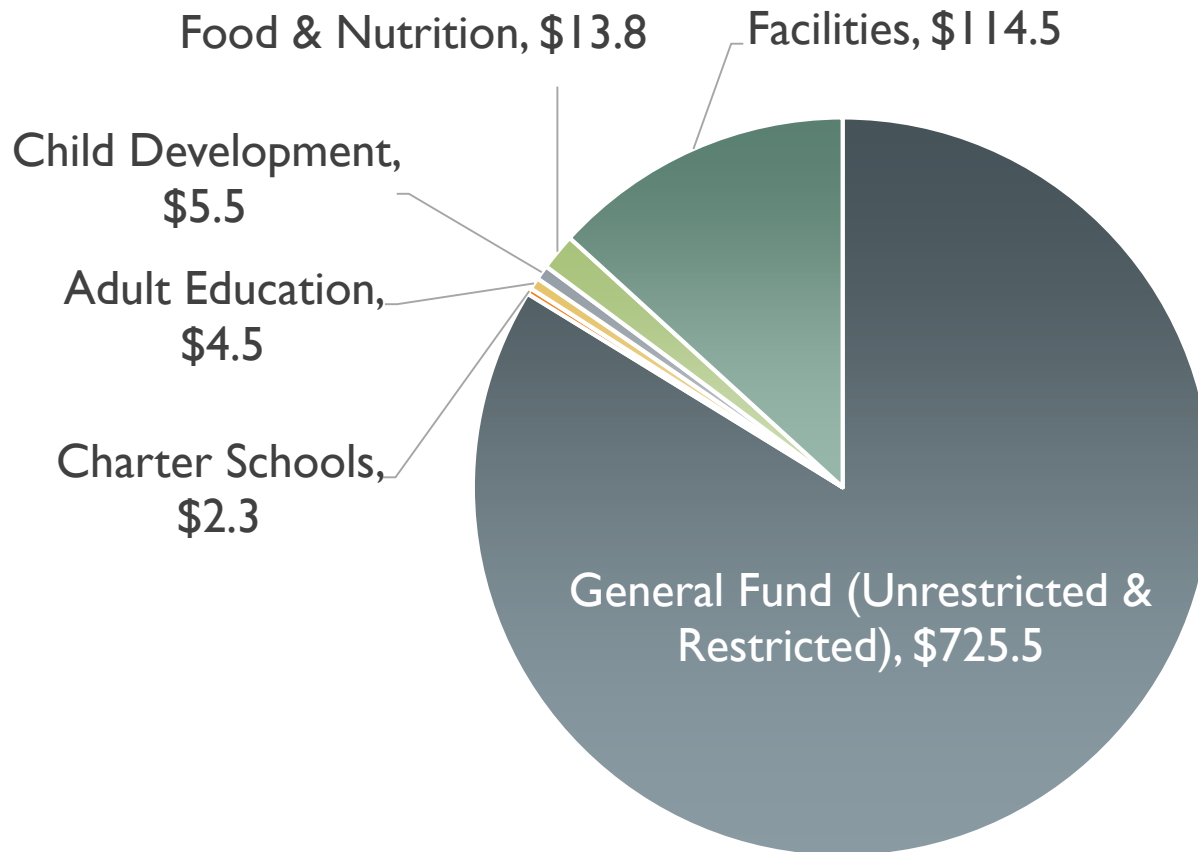
## TOTAL GENERAL FUND (Unrestricted & Restricted) 2020-21 Expenditures by Function



*\*Excludes \$33M STRS On Behalf Pension Contribution*

# FINANCIAL EXPENDITURE DATA

## 2020-21 EXPENDITURES BY FUND (\$865.8 Million)



*\*Excludes \$33M STRS On Behalf Pension Contribution*

# EDUCATION PROTECTION ACCOUNT (EPA)

## 2020-21 EXPENDITURES

- In accordance with the implementation of Proposition 55 Districts are required to expend Education Protection Account (EPA) funds on instructional and instruction related expenditures
- Elk Grove has allocated classroom teacher salaries and benefits for grades TK through 6, grades 7-12 and a portion of Counselors to satisfy this requirement as approved by the Board as a part of the Adopted Budget Process
- Detailed revenue and expenditure information will be uploaded to the District's website upon approval of the 2020-21 Unaudited Actuals as required by Ed. Code
- For fiscal year 2020-21 the amount of EPA expended was \$193M

# 2020-21 UNAUDITED ACTUALS

## UNRESTRICTED GENERAL FUND

	ADOPTED	1ST INTERIM	2ND INTERIM	PROJECTED YEAR END	UNAUDITED ACTUALS
Revenue	\$ 604,475,708	\$ 605,090,788	\$ 605,211,710	\$ 605,276,469	\$ 600,700,664
Contributions/Transfers	(107,920,550)	(107,696,723)	(107,696,723)	(107,167,757)	(96,241,717)
Salary and Benefits	(449,463,521)	(452,111,435)	(451,915,829)	(445,026,498)	(443,326,122)
Supplies and Operating	(48,646,784)	(54,063,184)	(54,527,620)	(52,016,209)	(36,759,710)
Indirect and Transfers	6,721,170	7,754,901	7,784,692	9,404,279	6,947,680
<b><i>SURPLUS/(DEFICIT)</i></b>	<b><i>\$ 5,166,023</i></b>	<b><i>\$ (1,025,653)</i></b>	<b><i>\$ (1,143,770)</i></b>	<b><i>\$ 10,470,284</i></b>	<b><i>\$ 31,320,795</i></b>
Estimated Beginning Fund Balance	95,101,126	90,572,575	90,572,575	90,572,575	90,572,575
<b>Ending Fund Balance</b>	<b>100,267,149</b>	<b>89,546,922</b>	<b>89,428,805</b>	<b>101,042,859</b>	<b>121,893,370</b>
Contingency 2% Reserve	15,186,940	16,926,940	17,226,940	17,521,329	17,684,367
2019-20 Unexpended Suppl/Conc.	-	3,732,378	3,732,378		
<b><i>UNDESIGNATED BALANCE</i></b>	<b><i>\$ 85,080,209</i></b>	<b><i>\$ 68,887,604</i></b>	<b><i>\$ 72,201,865</i></b>	<b><i>\$ 83,521,530</i></b>	<b><i>\$ 104,209,003</i></b>



# CHANGE IN 2020-21 UNRESTRICTED GENERAL FUND OPERATIONS

## 2020-21 Revenue Variances

2018-19 & 2019-20 LCFF Revenue Adjustment	(\$5.0)m
Additional MediCal Prior Year Revenue	\$0.2 m
Increase in Lottery Revenue	(\$0.2)m
Contributions (Special Education/Workers' Comp)	<u>\$10.9 m</u>
Total	\$5.9 m

## 2020-21 Expenditure Variances

Balance of Salaries and Benefits	\$1.1 m
Balance of Supplies	\$3.9 m
Utilities Costs, Services, Capital Outlay & Indirect	<u>\$10.0 m</u>
Total	\$15.0 m

<u>Net Change</u>	<u>\$20.9 m</u>	+2.79%
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# DESIGNATED RESERVE DETAILS

## 2020-21 UNRESTRICTED GENERAL FUND BALANCE

Change in Unrestricted General Fund Operations		\$20.9 m
<i><u>Designated Carryover Reserves:</u></i>		
Transportation Van Pool Reserve	(\$0.4)m	
Site Shared Energy Savings	(\$0.1)m	
Textbooks	(\$3.1)m	
Technology Utility	(\$5.7)m	
2020-21 Supplemental/Concentration Balance	(\$4.1)m	
Purchase Order Carryover	<u>(\$0.8)m</u>	
Adjusted Change to Unrestricted General Fund Balance		<u>(\$14.2)m</u>
Adjusted Reserve Undesignated Balance		<u>\$6.7 m</u> +.89%

# 2021-22 UNRESTRICTED GENERAL FUND MULTI-YEAR BUDGET PROJECTION

ITEM	2021-22 ADOPTED BUDGET	2022-23	2023-24	
State Revenue	\$ 629,767,681	\$ 629,844,022	\$ 629,844,546	
Estimated 2022-23 (2.48%)		<b>15,422,530</b>	15,422,530	
Estimated 2023-24 (3.11%)			<b>24,987,462</b>	
Contributions/Transfers	(115,141,904)	(121,039,427)	(125,155,617)	
Salary and Benefits	(464,625,809)	(476,018,517)	(485,060,582)	
Supplies and Operating	(51,218,723)	(51,288,453)	(51,627,736)	
Indirect and Transfers	10,896,291	10,247,538	10,542,284	
<b>SURPLUS/(DEFICIT)</b>	<b>\$ 9,677,536</b>	<b>\$ 7,167,693</b>	<b>\$ 18,952,887</b>	
Estimated Beginning Fund Balance	101,042,859	110,720,395	117,888,088	
<b>Ending Fund Balance</b>	<b>110,720,395</b>	<b>117,888,088</b>	<b>136,840,975</b>	17.56%
Contingency Mandated 2% Reserve	16,021,329	16,521,329	17,021,329	
AV Install Project Title I Sites	10,000,000	10,000,000	10,000,000	
Arbinger Professional Development	1,641,026	1,641,026	1,641,026	
<b>UNDESIGNATED</b>	<b>\$ 83,058,040</b>	<b>\$ 89,725,733</b>	<b>\$ 108,178,620</b>	13.88%

# 2021-22 UNRESTRICTED GENERAL FUND MULTI-YEAR BUDGET PROJECTION

ITEM	2021-22 ADOPTED BUDGET WITH UNAUDITED ACTUALS	2022-23	2023-24	
State Revenue	\$ 629,767,681	\$ 629,844,022	\$ 629,844,546	
Estimated 2022-23 (2.48%)		15,422,530	15,422,530	
Estimated 2023-24 (3.11%)			24,987,462	
Contributions/Transfers	(115,141,904)	(121,039,427)	(125,155,617)	
Salary and Benefits	(464,625,809)	(476,018,517)	(485,060,582)	
Supplies and Operating	(51,218,723)	(51,288,453)	(51,627,736)	
Indirect and Transfers	10,896,291	10,247,538	10,542,284	
<b>SURPLUS/(DEFICIT)</b>	<b>\$ 9,677,536</b>	<b>\$ 7,167,693</b>	<b>\$ 18,952,887</b>	
Estimated Beginning Fund Balance	121,893,371	131,570,907	138,738,600	
<b>Ending Fund Balance</b>	<b>131,570,907</b>	<b>138,738,600</b>	<b>157,691,487</b>	20.23%
Contingency Mandated 2% Reserve	16,284,367	16,784,367	17,284,367	
2020-21 Carryover Reserves	14,202,483	14,202,483	14,202,483	
AV Install Project Title I Sites	10,000,000	10,000,000	10,000,000	
Arbinger Professional Development	1,641,026	1,641,026	1,641,026	
<b>UNDESIGNATED</b>	<b>\$ 89,443,031</b>	<b>\$ 96,110,724</b>	<b>\$ 114,563,611</b>	14.70%

# NEXT STEPS

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|--|---------------|
| ■ 2021-22 1 <sup>st</sup> Interim Report | December 2021 |
| ■ 2020-21 Independent Auditor's Report   | December 2021 |
| ■ 2022-23 Governor's Budget Proposal     | January 2022  |
| ■ 2021-22 2 <sup>nd</sup> Interim Report | March 2022    |