



2020-21 First Interim Budget

Board Presentation

December 9, 2020

Brent Stephens, Superintendent

Pauline Follansbee, Assistant Superintendent, Business Services

Outcomes

1. Approve the 2020-21 First Interim Budget
2. Approve the LCFF Budget Overview for Parents

Agenda

- ❑ Unrestricted General Fund
 - Budget Summary and Highlights
 - Variance Report
 - Multi-Year Projections

- ❑ Restricted General Fund
 - Special Education
 - Learning Loss Mitigation Funding

- ❑ LCFF Budget Overview for Parents

2020-21 First Interim Budget

Budget adopted by the District in June was based on the Governor's May Revise Budget, which required significant budget reductions to balance the budget

The First Interim is based on the Governor's Enacted Budget, which restored funding to 2019-2020 levels (without any COLA).

Accordingly, the District rescinded budget reductions in the Adopted budget.

2020-21 First Interim Budget (contd)

Most of of the significant increases in expenditures and revenue in the First Interim Budget can be explained by the difference between our Adopted Budget (based on the Governor's May Revise, which included a -8% COLA) and our actual budget (based on the final state allocation, with a 0% COLA).

Budget Highlights

- ❑ Positive Certification (BUSD is still maintaining its required reserves)
- ❑ Deficit Spending \$1.1 million, Undesignated fund balance \$2.3 million
- ❑ Rescission of significant budget reductions at Adoption
- ❑ Deferrals of State Revenue from 1-3 months
- ❑ BERRA Parcel Tax Measure included in Funds 01-08 Summary

Variance Report - 2020-21 First Interim
Unrestricted General Fund

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

Special Education

Projected savings at first interim for Speech Pathology Group (SPG) costs did not materialize

Cost savings from unfilled position covered most of the increase in cost for SPG. In addition, increased cost for mental health based on invoices for services over last three years required an increase in total contribution of \$853,849

Costs will be reevaluated at second interim

Multi-Year Projections Unrestricted General Fund

Removal of one-time funding and expenses with flat LCFF funding, deficit spending, and increasing costs in the out years will require significant ongoing reductions in the out years.

Budget adjustments necessary to balance the budget of \$2.8 million in ongoing adjustments in 2021-22 and an additional adjustment of \$4.7 in 2022-23.

Additional funding from the State or Federal Government may mitigate or eliminate the need for budget reductions in the out years.

Multi-Year Projections 2020-21 First Interim Budget**Unrestricted General Fund**

Unrestricted General Fund (in millions)	2020-21	2021-22	2022-23
REVENUE			
COLA	0.00%	0.00%	0.00%
Gap %	100.00%	100.00%	100.00%
LCFF Funding			
<i>Base Funding</i>	87.8	87.8	87.8
<i>Supplemental Funding</i>	5.1	5.0	5.0
Total LCFF Funding	92.9	92.8	92.8
Other State Funding	1.9	1.9	1.9
Local Funding	2.4	2.7	2.7
TOTAL REVENUE	97.2	97.4	97.4

Unrestricted General Fund (in millions)	2020-21	2021-22	2022-23
Expenditures	-91.2	-92.5	-95.6
<i>Budget Adjustments - Ongoing</i>		2.8	2.8
<i>Additional Adjustments Reductions</i>			4.7
TOTAL EXPENDITURES	-91.2	-89.7	-88.1
TOTAL SOURCES AND USES	-7.1	-9.5	-9.5
Change in Fund Balance	-1.1	-1.8	-0.2
Beginning Fund Balance	4.1	3.0	1.2
Ending Fund Balance	3.0	1.2	1.0
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	0.2	0.1	0.3
Ending Fund Balance - Undesignated	2.3	0.4	0.4

FY 2020-21 First Interim

[illegible]

Learning Loss Mitigation Funding

Learning Loss Mitigation Funding Sources

Grant	Governor's Emergency Education Relief (GEER) Fund	Coronavirus Relief Fund (CRF)	State Learning Loss Mitigation Funds(GF)	Elementary and Secondary School Emergency Relief Fund(ESSER)
Resource	3215	3220	7420	3210
Expiration	9/30/2022	12/30/2020	6/30/2021	9/30/2022
Funding	\$ 536,373.00	\$ 3,957,892.00	\$ 793,789.00	\$ 625,654.00
Spending	\$ 479,053.00	\$ 3,957,892.00	\$ 754,529.00	\$ 35,400.00
Indirect Cost	\$ 25,531.00	\$ -	\$ 37,784.00	\$ 28,428.00
Balance Available	\$ 31,789.00	\$ -	\$ 1,476.00	\$ 561,826.00

Next Steps

2020-21 Second Interim will be presented to the board in March for approval

2021-22 Budget cycle begins in January - initial reports indicate that state revenues are larger than projected

Governor's proposed budget to be released January

Board approval of budget calendar at first January meeting

Budget advisory committees (SBAC, PAC, EAC, and DELAC) will convene in January to work on the Adopted Budget for 2021-22

LCFF Budget Overview for Parents

[Link to LCFF Budget Overview for Parents](#)

The LCFF budget overview for parents was created to provide fiscal transparency for stakeholders

SB 820 requires the template and instructions to include specific revenue and expenditures for 2020–21

To the greatest extent practicable, the Budget Overview for Parents should use language that is understandable and accessible to parents.

All LEAs are required to prominently post their Budget Overview for Parents on the homepage of their internet website along with the Learning Continuity Plan and their LCAP Federal Addendum, as applicable

Requesting

1. Board Approval the 2020-21 First Interim Budget
2. Board Approval of the LCFF Budget Overview for Parents