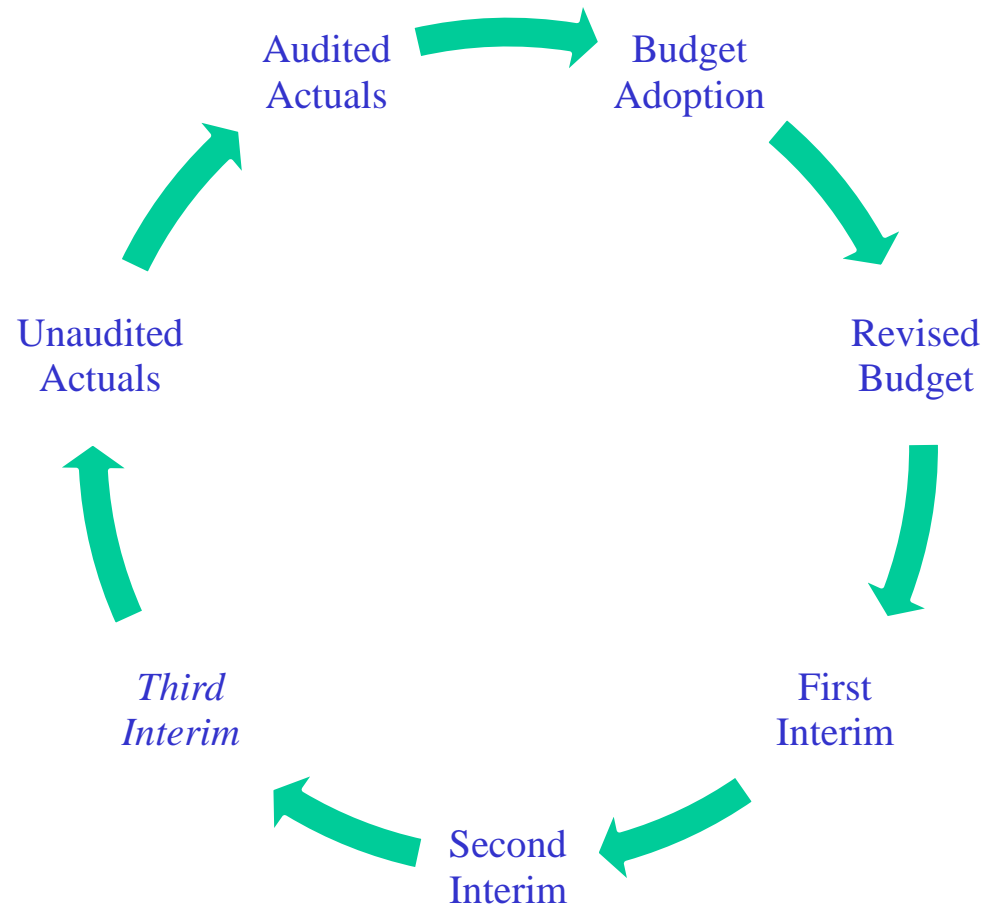

FY19/20 1st Interim

December 11, 2019

The Annual Budget Cycle

At each period, we:

- Update budget
- Certify our financial condition
- Present summary to Board of Education
- Submit copies to County Office of Education and State



Certification Status

At Interim Reporting Periods:

- Positive – District **will be able** to meet its financial obligations for the current and two subsequent years
- ✓ Qualified – District **may not be able** to meet its financial obligations for the current or two subsequent years
- Negative – District **will be unable** to meet its financial obligations for the current or subsequent year

Changes from Revised Budget to Projected Year Totals

	Unrestricted	Restricted	Combined
Revenues			
Revised Budget	402,316,728	168,740,137	571,056,865
LCFF	63,960	-	63,960
Carryover	-	7,810,056	7,810,056
Revised Awards	(479,817)	10,525,079	10,045,262
One-Time	498,493	(278,645)	219,848
Parcel Taxes	-	513,041	513,041
Salesforce	-	(5,684,617)	(5,684,617)
FY19/20 Projected Year Totals	402,399,364	181,625,051	584,024,415
Expenditures			
Revised Budget	332,070,259	238,682,310	570,752,569
Carryover	-	7,810,056	7,810,056
Fund Balance	-	19,030,440	19,030,440
Revised Awards	-	10,246,434	10,246,434
Supplemental/Concentration	8,767,781	-	8,767,781
Posn Control Realignment	(2,187,833)	-	(2,187,833)
Utilities	1,618,030	-	1,618,030
Salesforce	-	(5,684,617)	(5,684,617)
Vacancy Setup Changes	(1,717,399)	-	(1,717,399)
Net Adjustments	218,238	(1,229,628)	(1,011,390)
FY19/20 Projected Year Totals	338,769,076	268,854,995	607,624,071

Changes from Revised Budget to Projected Year Totals

	Unrestricted	Restricted	Combined
Other Sources/(Uses)			
Revised Budget	(68,843,540)	68,843,540	-
Special Education	753,055	(753,055)	-
Restricted Maintenance Account	(995,063)	995,063	-
FY19/20 Projected Year Totals	(69,085,548)	69,085,548	-
Net Increase (Decrease in Fund Balance)	(5,371,827)	(19,030,440)	(24,402,267)
Beginning Fund Balance	30,561,997	40,683,992	71,245,989
Audit Adjustments	-	-	-
Restatements	-	-	-
Adjusted Beginning Fund Balance	30,561,997	40,683,992	71,245,989
Ending Fund Balance	25,190,170	21,653,552	46,843,722

Components of Fund Balance

	Unrestricted	Restricted	Combined
Ending Fund Balance	25,190,170	21,653,552	46,843,722
Revolving Cash	150,000	-	150,000
Legally Restricted	-	21,653,552	21,653,552
Early Childhood Education Rental	32,254	-	32,254
Stale Dated Checks	1,588,260	-	1,588,260
17/18 Audit Adj for Underserved Pupil Counts	144,219	-	144,219
Prop 39 Repairs	2,283,187	-	2,283,187
Chromebooks Replacement	750,000	-	750,000
1% Adtnl Reserve for Economic Uncertainties	6,085,544	-	6,085,544
2% Reserve for Economic Uncertainties	12,179,815	-	12,179,815
Unassigned	1,976,891	-	1,976,891

Multi-Year Projections

Major Assumptions

Categories	FY18/19	FY19/20	FY20/21	FY21/22
Enrollment and Average Daily Attendance				
Enrollment (CBEDS)	36,468	36,045	35,570	35,307
Average Daily Attendance (ADA)				
Projected	32,631	34,327	33,825	33,476
Funded	34,274	34,327	33,825	33,476
Underserved Pupil Percentage (UPP)				
Single Year	76.2%	72.8%	73.7%	74.3%
Three Year Average	76.8%	75.5%	74.3%	73.6%
Attendance Rate	89.5%	95.2%	95.1%	94.8%
Revenue				
Statutory COLA *	3.70%	3.26%	3.00%	2.80%
Gap Funding Rate	100.0%	100.0%	100.0%	100.0%
Base Grant – K-3	7,459	7,702	7,933	8,155
Base Grant – 4-6	7,571	7,818	8,053	8,278
Base Grant – 7-8	7,796	8,050	8,292	8,524
Base Grant – 9-12	9,034	9,329	9,609	9,878
Federal COLA	0%	0%	0%	0%
Other State Funding	2.71%	3.26%	3.00%	2.80%

* FY18/19 Statutory COLA was 2.71% and was augmented by 0.99% for a total COLA of 3.7%

Multi-Year Projections

Major Assumptions

Categories	2018-2019	2019-2020	2020-2021	2021-2022
Expenditures				
Step and Column Salary Increase	5.5M	5.5M	5.5M	5.5M
Special Education Contribution	58.7M	64.2M	67.1M	70.1M
Growth in Special Education Contribution	2.6M	5.5M	2.9M	3.0M
Inflationary Increase - CPI	3.62%	3.33%	3.14%	3.02%
Indirect Cost Rate	3.98%	3.25%	5.56%	5.56%
CalPERS Rate	18.062%	19.721%	22.800%	24.900%
CalSTRS Rate	16.28%	17.10%	18.40%	18.10%

As always, compensation increases are not included in our MYP until they have been approved by the Board.

As of 1st Interim, our MYP includes Board approved compensation increases for OEA and SEIU.

Compensation increases for BCTC, CSEA, AFSCME, TEAMSTERS, and UAOS will be incorporated into our MYP upon Board approval.

Multi-Year Projections

Categories	FY2019	FY2020	FY2021	FY2022
REVENUES				
LCFF Sources	378,538,603	387,932,725	390,877,935	395,810,473
Federal Revenues	45,307,610	53,026,631	45,592,894	45,592,894
Other State Revenues	71,226,703	70,593,862	66,010,255	67,858,542
Other Local Revenues	90,844,010	72,471,197	72,471,197	72,471,197
Total Revenues	585,916,926	584,024,415	574,952,281	581,733,106
EXPENDITURES				
Salaries and Benefits	428,503,704	469,933,145	475,164,166	488,117,034
Books/Supplies & Outlay	26,186,358	35,146,565	25,458,649	26,207,417
Services & Operating Expenses	94,295,117	91,179,972	81,776,830	84,246,490
Other Outgo & Transfers	10,128,089	11,364,389	11,364,389	11,364,389
Total Expenditures	559,113,267	607,624,071	593,764,033	609,935,329
Other Sources/(Uses)	(5,540,736)	(802,611)	(802,611)	(802,611)
Net Inc/Dec in FB	21,262,923	(24,402,267)	(19,614,363)	(29,004,834)
BEGINNING BALANCE	56,587,855	71,245,993	46,843,726	27,229,363
Audit Adjustment	(6,604,785)	-	-	-
Other Adjustment	-	-	-	-
Adjusted Beginning Fund Balance	49,983,070	71,245,993	46,843,726	27,229,363
ENDING BALANCE	71,245,993	46,843,726	27,229,363	(1,775,471)

Components of Fund Balance

Categories	FY2019	FY2020	FY2021	FY2022
ENDING BALANCE	71,245,993	46,843,726	27,229,363	(1,775,471)
Cash/Stores/Prepaid	289,029	150,000	150,000	150,000
Legally Restricted	40,683,996	21,653,556	19,161,438	14,919,700
Assignments				
Prop 39 Charter Repairs	2,283,187	2,283,187	2,283,187	2,283,187
Stale Dated Warrants	1,588,260	1,588,260	1,588,260	1,588,260
ECE Rental	32,254	32,254	32,254	32,254
FY18 Audit Adjustment	144,219	144,219	144,219	144,219
Chromebook Refreshment Plan	-	750,000	1,500,000	2,250,000
Other Assignments	884,160	-	-	-
Spending Reductions - FY21	-	-	(15,500,000)	(31,000,000)
Spending Reductions - FY22	-	-	-	(10,500,000)
Adtnl Reserve for Economic Uncertainties	5,650,465	6,085,544	5,951,307	6,113,020
Reserve for Economic Uncertainties	11,300,930	12,179,815	11,902,614	12,226,040
Unassigned	8,389,494	1,976,892	16,084	17,849

Other Funds

- Cafeteria Special Revenue Fund, Fund 13
 - Inter-fund Transfer, 0.5M
 - Central Kitchen
- Deferred Maintenance Fund, Fund 14
 - Inter-fund Transfer
 - 5 Year Deferred Maintenance Plan
- Special Reserve Fund for Capital Outlay Projects, Fund 40
- Self Insurance Fund, Fund 67

Coming Up

- Governor's Proposed Budget
 - Estimated Statutory COLA
- CALPADS Enrollment
- Multi-Year Budgets
 - Central Kitchen
 - Chromebook Refreshment Plan
- Negotiations