



ALUM ROCK

UNION ELEMENTARY SCHOOL DISTRICT

2020-21 45 DAY BUDGET REVISION

Board Approval: August 13, 2020

Hilaria Bauer, Ph.D
Superintendent

ALUM ROCK UNION ELEMENTARY SCHOOL DISTRICT

ORGANIZATION

FISCAL YEAR 2020-21 45 Day Budget Revision

The Alum Rock Union Elementary School District was established in 1930 and is comprised of an area approximately eleven square miles located in Santa Clara County. The district is currently operating fifteen elementary, two K-8, seven middle schools, and one K-8 locally funded charter school.

Board of Trustees

<u>Name</u>	<u>Office</u>	<u>Term Expires</u>
Ernesto Bejarano	President	November 2022
Corina Herrera-Loera	Vice President	November 2020
Andrés Quintero	Clerk	November 2022
Dolores Marquez-Frausto	Member	November 2020
Linda Chavez	Member	November 2022

Business Services

Hilaria Bauer, Ph.D
Superintendent

STATEMENT ON THE BUDGET

No later than 45 Days after the Governor signs the annual Budget the District must revise the Budget if there are significant changes to our budget resulting from the final enacted State Budget and make it available for public review. This year the budget was signed on June 29th with significant changes to funding due to additional funds due to COVID.

As ARUSD's policy makers, the Trustees have translated educational dollars to educational programs that will serve to enhance the learning opportunities for the children of ARUSD.

BUDGET PRIORITIES

The budget is a policy statement. It is an evolving, comprehensive fiscal document that puts into action the school board's policies, priorities, and commitment to the district's students, employees and parents. In order for the district to meet its goals, a large part of its budget is committed to the salaries and benefits of employees – employees who are dedicated to delivering education to the district's students. The budget reflects long and short-term goals, achievable over a three-year period. Due to limited resources, it is challenging for a district to accomplish everything desired by the community, the board, the superintendent, and the staff. This budget attempts to describe what can be accomplished projections over the next year, and the next several years based on the revenue and the expenditure reflected on Federal, State, and County assumptions as of the date the budget was prepared.

The budget constantly changes as goals evolve and as the environment changes. Demographics, state funding, politics and the economy all influence the budget process. The Superintendent and the Board of Trustees must monitor the changes and modify the budget accordingly.

UNDERSTANDING SCHOOL BUDGETS

School budgets are sometimes daunting to read because they reflect a complex organization which performs many functions, funded by many sources, each of which has different provisions governing how their funds may or may not be used. This Budget report is a document which links the district's educational policies and goals with its strategies for achieving them. It calculates expected revenues and reflects district plans for using them during the fiscal year which begins July 1, 2020 and ends June 30, 2021.

School districts use a system called "fund accounting". All revenues are placed in the General Fund or in one of the Special Purpose Funds which are either required or permitted by law. Most of the district's transactions flow through the General Fund. Most of the funds are spent for general purposes (Unrestricted programs). Expenditures from the funds must be made strictly according to their specified purpose. Much of the budget is regulated by law.

Each fund includes: A beginning balance (last year's ending balance), revenues, expenditures, and an ending balance. The ending balance in the General Fund is usually divided between a balance which is restricted for a special purpose and the remainder which can be used for any educational purposes. In all funds, revenues and expenditures are recorded line by line according to the purpose of the account.

In summary pages, the revenue and expense for funds are broken down into their major categories. Following the summary page, the reader will find several pages which detail the components of these categories, with some explanation.

Each fund also shows a Multi-Year Report of Income and Expense. This page reveals a financial history of the fund. This report tracks growth or decline of revenues and expenditures over time.

Restricted programs or activities are those funded from external revenue sources legally restricted or restricted by the donor to specific purposes. Programs funded by restricted and unrestricted sources will be accounted for and reported as restricted. An explanation of the Restricted programs is offered on page 6. Special Purpose Funds are explained on page 12.

All unusual terminology is explained in the glossary. Reviewing the glossary before approaching the financial pages will be helpful in understanding the relationships of program revenues and expenditures.

General Operating Fund

**ALUMROCK UNION ELEMENTARY SCHOOL DISTRICT
GENERAL OPERATING FUND - UNRESTRICTED/RESTRICTED
MULTI-YEAR
PROJECTION OF INCOME AND EXPENSE**

	2018-19	2019-20	2020-21 45 Day Revision of Adopted Budget	2021-22 Projected	2022-23 Projected
	Actuals	Estimated Actuals	Budget	Projected	Projected
BEGINNING BALANCE	20,682,045	15,740,521	10,286,065	15,738,252	10,589,323
REVENUES					
Local Control Funding Formula (LCFF)	106,296,325	104,495,847	99,550,480	99,793,076	89,856,411
Federal Revenue	6,980,823	8,471,364	19,812,859	6,652,583	6,514,943
Lottery Revenues	1,616,498	1,383,261	1,308,468	1,260,107	1,213,827
Other State Revenues	17,099,340	13,828,189	11,973,341	10,938,064	10,801,558
Other Local Revenues	8,812,520	8,973,790	7,208,938	6,840,114	6,921,315
TOTAL REVENUES	140,805,506	137,152,451	139,854,086	125,483,944	115,308,054
EXPENDITURES					
Certificated Salaries	60,394,244	57,766,374	54,464,786	53,556,258	53,065,477
Classified Salaries	19,556,818	19,784,850	20,061,722	20,431,055	20,813,377
Benefits	40,175,372	37,456,504	35,162,554	35,327,763	36,884,074
Books and Supplies	4,241,382	6,090,185	15,755,256	4,522,985	4,556,083
Services & Other Oper Exp	19,932,371	20,032,752	17,940,737	16,256,240	16,284,994
Capital Outlay	602,237	2,435,366	129,634	129,634	129,634
Other Outgo/Excess Cost	1,041,796	590,504	152,477	152,477	152,477
Debt Service	-	666,022	666,022	666,022	666,022
Direct Support/Indirect Cost	(405,485)	(415,652)	(409,561)	(409,561)	(409,561)
Other Adjustments	-	-	(9,521,728)	-	(9,931,531)
TOTAL EXPENDITURES	145,538,735	144,406,905	134,401,899	130,632,873	122,211,046
OTHER FINANCING SOURCES/USES					
Deferred Maintenance Transfer Out	(250,000)	-	-	-	-
Interfund Transfers In	41,705	1,800,000	-	-	-
TOTAL OTHER FINANCING SOURCES/USES	(208,295)	1,800,000	-	-	-
TOTAL EXPENDITURES & OTHER USES	145,747,030	142,606,905	134,401,899	130,632,873	122,211,046
INCREASE/(DECREASE)	(4,941,524)	(5,454,454)	5,452,187	(5,148,929)	(6,902,992)
NET BALANCE	15,740,521	10,286,067	15,738,252	10,589,323	3,686,331
COMPONENTS OF ENDING FUND BALANCE					
Non-Spendable					
Revolving Cash	20,000	20,000	20,000	20,000	20,000
Restricted					
Routine Repair	10,243	-	-	-	-
Special Education	23,557	-	-	-	-
Other Restricted	4,457,458.00	-	-	-	-
Assigned					
Committed	4,495.00	-	-	-	-
Economic Uncertainties	4,366,162	4,332,207	4,032,057	3,918,986	3,666,331
TOTAL DESIGNATION	8,881,915	4,352,207	4,052,057	3,938,986	3,686,331
UNASSIGNED/UNAPPROPRIATED AMOUNT	6,858,606	5,933,860	11,686,195	6,650,337	-

GENERAL FUND

Unrestricted Programs

ALUMROCK UNION ELEMENTARY SCHOOL DISTRICT
GENERAL FUND - UNRESTRICTED
Multi-Year
Projection of Income and Expense

	2018-19	2019-20	2020-21	2021-22	2022-23
	Actuals	Estimated Actuals	45 Day Revision of Adopted Budget	Projected	Projected
BEGINNING BALANCE	15,876,717	11,249,261	10,286,065	15,738,252	10,589,323
REVENUES					
Local Control Funding Formula (LCFF)	106,296,325	104,495,847	99,550,480	99,793,076	89,856,411
Lottery Revenues	1,616,498	1,383,261	1,308,468	1,260,107	1,213,827
Other State Revenues	2,128,196	1,681,653	305,065	285,185	275,428
Parcel Tax Revenue	4,185,960	4,302,796	4,274,350	4,342,312	4,423,513
Other Local Revenues	3,234,469	2,556,511	2,322,802	2,347,802	2,347,802
TOTAL REVENUES	117,461,448	114,420,068	107,761,165	108,028,482	98,116,981
EXPENDITURES					
Certificated Salaries	48,023,240	46,001,415	42,949,008	41,867,743	41,201,635
Classified Salaries	14,805,784	14,126,351	14,059,928	14,341,126	14,627,949
Benefits	23,654,410	23,704,452	22,533,754	22,335,200	23,384,481
Books and Supplies	2,437,565	1,745,017	2,154,984	2,154,984	2,154,984
Services & Other Oper Exp	12,771,567	11,064,055	10,844,082	10,844,082	10,844,082
Capital Outlay	163,783	138,838	129,634	129,634	129,634
Other Outgo/Excess Cost	34,155	50,000	50,000	50,000	50,000
Debt Service	-	666,022	666,022	666,022	666,022
Direct Support/Indirect Cost	(2,517,028)	(3,342,384)	(2,819,250)	(3,232,811)	(2,822,697)
Other Adjustment	-	-	(9,521,728)	-	(9,931,531)
TOTAL EXPENDITURES	99,373,476	94,153,766	81,046,434	89,155,980	80,304,559
OTHER FINANCING SOURCES/USES					
Deferred Maintenance Transfer Out	(250,000)	-	-	-	-
Routine Repair & Maintenance Contribution	(3,946,544)	(4,031,238)	(4,031,238)	(4,031,238)	(4,031,238)
Special Ed Contribution	(18,560,588)	(18,998,260)	(17,231,306)	(19,990,193)	(20,684,176)
Interfund Transfers In	41,705	1,800,000	-	-	-
TOTAL OTHER FINANCING SOURCES/USES	(22,715,427)	(21,229,498)	(21,262,544)	(24,021,431)	(24,715,414)
TOTAL EXPENDITURES & OTHER USES	122,088,903	115,383,264	102,308,978	113,177,411	105,019,973
INCREASE/(DECREASE)	(4,627,455)	(963,196)	5,452,187	(5,148,929)	(6,902,992)
NET BALANCE	11,249,261.44	10,286,065	15,738,252	10,589,323	3,686,331
COMPONENTS OF ENDING FUND BALANCE					
Non-Spendable					
Revolving Cash	20,000	20,000	20,000	20,000	20,000
Assigned					
Pre Paid	4,495.00	-	-	-	-
Economic Uncertainties	4,366,162	4,332,207	4,032,057	3,918,986	3,666,331
TOTAL DESIGNATION	4,390,657	4,352,207	4,052,057	3,938,986	3,686,331
UNASSIGNED/UNAPPROPRIATED AMOUNT	6,858,604	5,933,858	11,686,195	6,650,337	-

Note: STRS on Behalf is reflected in Restricted MY

GENERAL FUND

Restricted Programs



ALUMROCK UNION ELEMENTARY SCHOOL DISTRICT
GENERAL FUND - RESTRICTED
Multi-Year
Projection of Income and Expense

	2018-19	2019-20	2020-21	2021-22	2022-23
	Actuals	Estimated Actuals	45 Day Revision of Adopted Budget	Projected	Projected
BEGINNING BALANCE	4,805,329	4,491,260	-	-	-
REVENUES					
Federal Revenues	6,980,823	8,471,364	19,812,859	6,652,583	6,514,943
Other State Revenues	14,971,144	12,146,536	11,668,276	10,652,879	10,526,130
Other Local Revenues	1,392,091	2,114,483	611,786	150,000	150,000
TOTAL REVENUES	23,344,058	22,732,383	32,092,921	17,455,462	17,191,073
EXPENDITURES					
Certificated Salaries	12,371,004	11,764,959	11,515,778	11,688,515	11,863,842
Classified Salaries	4,751,034	5,658,499	6,001,794	6,089,929	6,185,428
Benefits	16,520,962	13,752,052	12,628,800	12,992,563	13,499,593
Books and Supplies	1,803,817	4,345,168	13,600,272	2,368,001	2,401,099
Services & Other Oper Exp	7,160,804	8,968,697	7,096,655	5,412,158	5,440,912
Capital Outlay	438,454	2,296,528	-	-	-
Other Outgo/Excess Cost	1,007,641	540,504	102,477	102,477	102,477
Debt Service	-	-	-	-	-
Direct Support/Indirect Cost	2,111,543	2,926,732	2,409,689	2,823,250	2,413,136
Transfers to Other Funds	-	-	-	-	-
TOTAL EXPENDITURES	46,165,259	50,253,139	53,355,465	41,476,893	41,906,487
OTHER FINANCING SOURCES/USES					
Contribution to Restricted	-	-	-	-	-
Routine Repair & Maintenance Contribution	3,946,544	4,031,238	4,031,238	4,031,238	4,031,238
Special Ed Contribution	18,560,588	18,998,260	17,231,306	19,990,193	20,684,176
TOTAL OTHER FINANCING SOURCES/USES	22,507,132	23,029,498	21,262,544	24,021,431	24,715,414
TOTAL EXPENDITURES & OTHER USES	68,672,391	73,282,637	74,618,009	65,498,324	66,621,901
INCREASE/(DECREASE)	(314,069)	(4,491,258)	-	-	-
OTHER RESTATEMENT	-	-	-	-	-
NET BALANCE	4,491,260	-	-	-	-
COMPONENTS OF ENDING FUND BALANCE					
Restricted					
Special Education	23,557	-	-	-	-
Routine Repair	10,243	-	-	-	-
Other Restricted	4,457,458	-	-	-	-
TOTAL DESIGNATION	4,491,258	-	-	-	-