

# Community Learning Center Schools Board Budget Presentation

THERESA QUIGLEY AND CONN HICKEY

SEPTEMBER 16, 2021

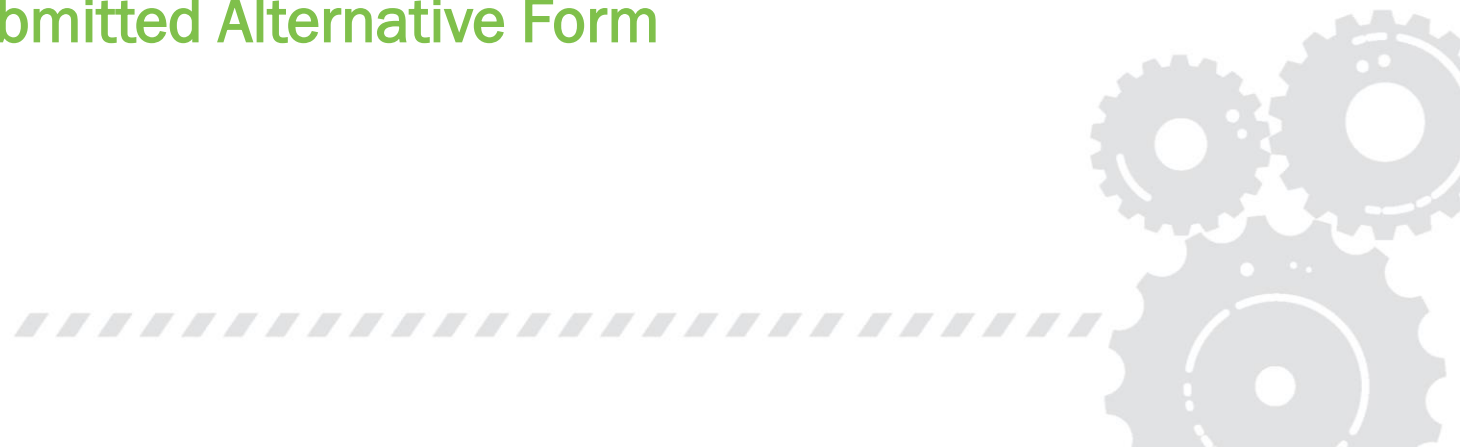


1. 2020-21 Unaudited Actuals
2. State Budget Update
3. 21-22 CLCS Budget Changes
4. One Time Funding
5. 20-21 Audit Timetable

# 2020-21 Unaudited Actuals

Review how we did last year compared to final forecast

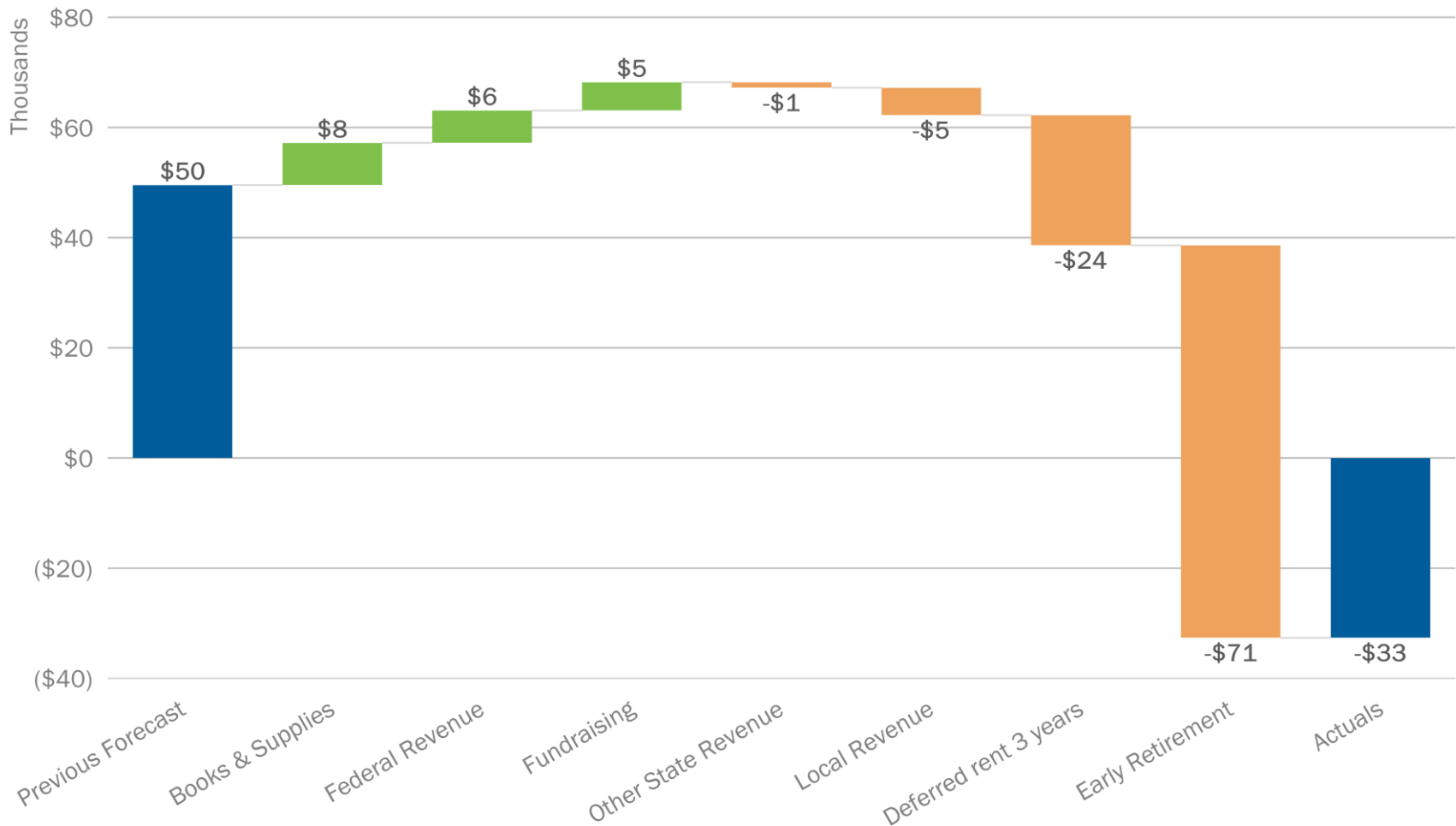
See Exhibit A and B for line-item detail and submitted Alternative Form



# ACLC FY21 Unaudited Actuals: How We Did



## Deferred Rent And One Early Retirement Turned The Year Negative

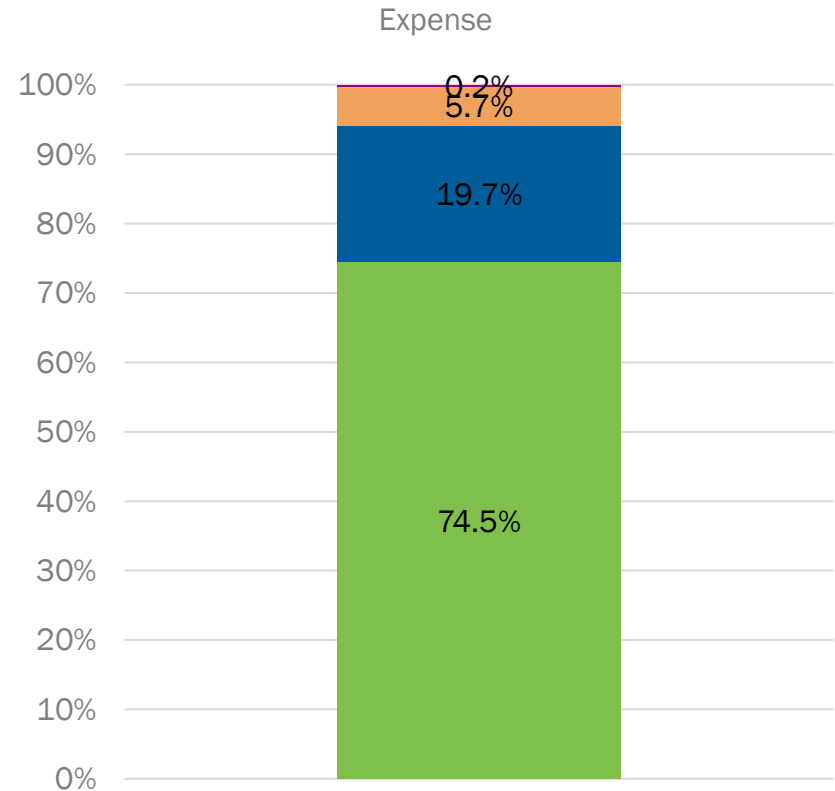
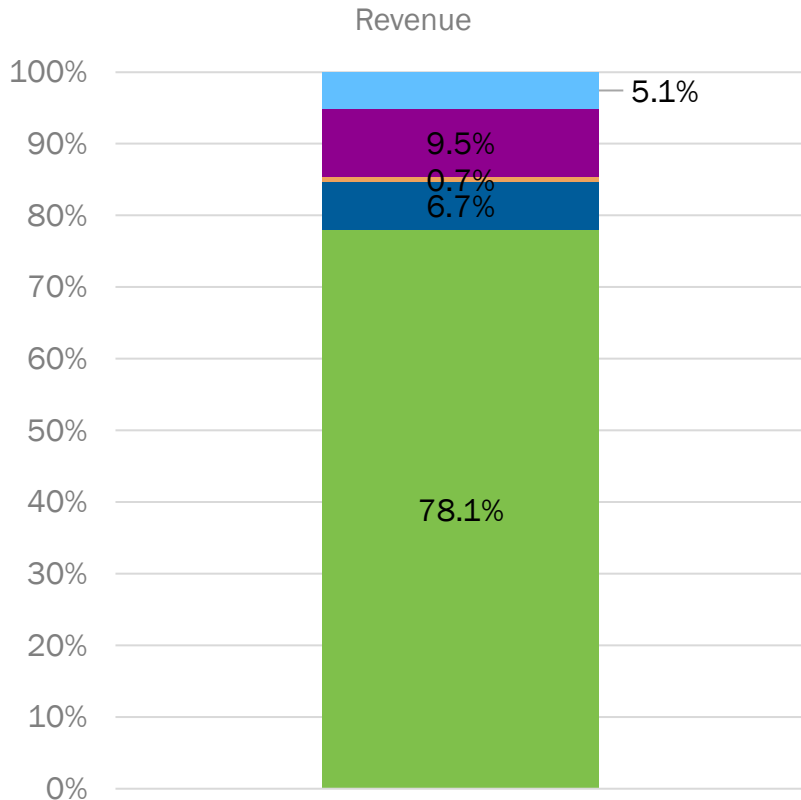


# ACLC FY21 Year-End Net Income (Unaudited Actuals)

|                                                 |                               | 2020-21           | 2020-21          | Variance        |
|-------------------------------------------------|-------------------------------|-------------------|------------------|-----------------|
|                                                 |                               | Previous Forecast | Actuals YTD      |                 |
| Revenue                                         | LCFF Entitlement              | 3,203,008         | 3,202,921        | (87)            |
|                                                 | Federal Revenue               | 203,418           | 209,293          | 5,875           |
|                                                 | Other State Revenues          | 389,682           | 388,671          | (1,010)         |
|                                                 | Local Revenues                | 277,891           | 272,905          | (4,986)         |
|                                                 | Fundraising and Grants        | 24,305            | 29,459           | 5,154           |
|                                                 | <b>Total Revenue</b>          | <b>4,098,304</b>  | <b>4,103,249</b> | <b>4,945</b>    |
| Expenses                                        | Compensation and Benefits     | 3,008,719         | 3,079,986        | (71,267)        |
|                                                 | Books and Supplies            | 242,665           | 235,030          | 7,635           |
|                                                 | Services and Other Operating  | 789,170           | 812,794          | (23,624)        |
|                                                 | Depreciation                  | 8,198             | 8,198            | (0)             |
|                                                 | Other Outflows                | -                 | -                | -               |
|                                                 | <b>Total Expenses</b>         | <b>4,048,752</b>  | <b>4,136,009</b> | <b>(87,257)</b> |
|                                                 | <b>Operating Income</b>       | <b>49,552</b>     | <b>(32,760)</b>  | <b>(82,311)</b> |
|                                                 | Beginning Balance (Unaudited) | 1,901,546         | 1,901,546        | -               |
|                                                 | Operating Income              | 49,552            | (32,760)         | (82,311)        |
| <b>Ending Fund Balance (incl. Depreciation)</b> |                               | <b>1,951,098</b>  | <b>1,868,786</b> | <b>(82,311)</b> |
| <b>Ending Fund Balance as % of Expenses</b>     |                               | <b>48.2%</b>      | <b>45.2%</b>     | <b>-3.0%</b>    |

# ACLC FY21 UA: Final Revenue & Expense Breakdown

Custom Comment Here



- LCFF Entitlement
- Local Revenues
- Fundraising and Grants
- Other State Revenues
- Federal Revenue

- Compensation & Benefits
- Services & Other
- Books & Supplies
- Depreciation & Other

# Nea FY21 Unaudited Actuals: How We Did



## Reductions in Expense Resulted in Moving IPI and ELO in 21-22



# Nea FY21 Year-End Net Income (Unaudited Actuals)



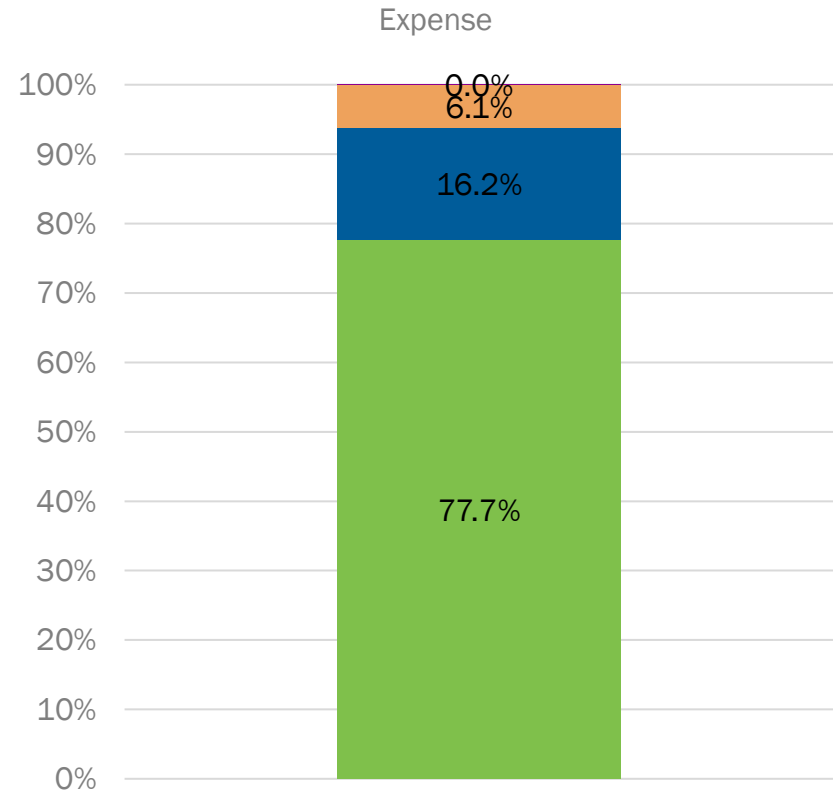
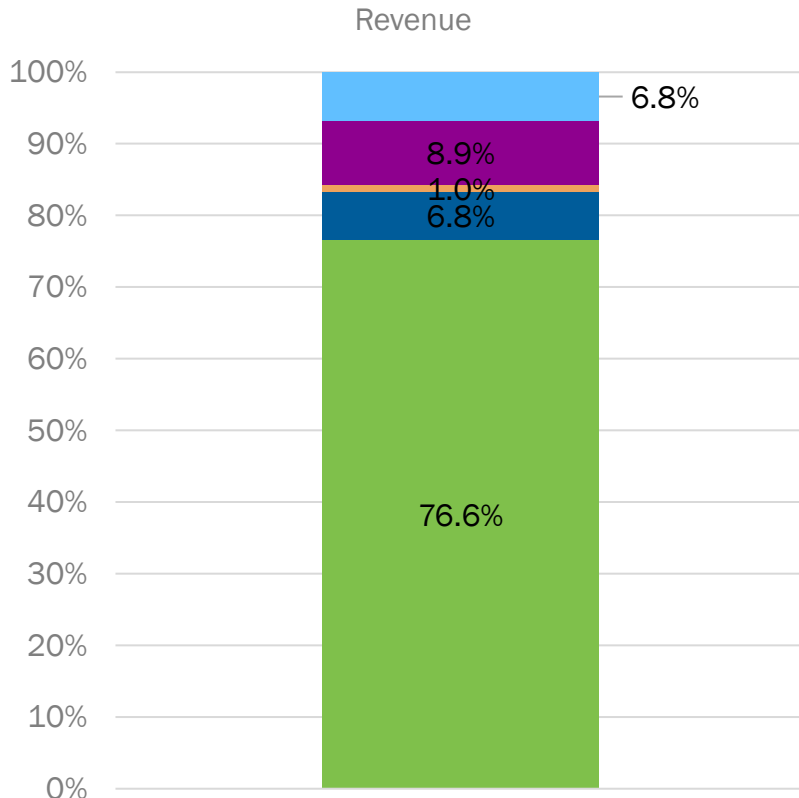
|          |                                                 | 2020-21           | 2020-21          | Variance           |
|----------|-------------------------------------------------|-------------------|------------------|--------------------|
|          |                                                 | Previous Forecast | Actuals YTD      |                    |
| Revenue  | LCFF Entitlement                                | 5,440,041         | 5,439,334        | (707)              |
|          | Federal Revenue                                 | 471,278           | 484,590          | 13,311             |
|          | Other State Revenues                            | 723,214           | 629,860          | (93,354)           |
|          | Local Revenues                                  | 479,482           | 479,846          | 364                |
|          | Fundraising and Grants                          | 71,000            | 71,463           | 463                |
|          | <b>Total Revenue</b>                            | <b>7,185,015</b>  | <b>7,105,092</b> | <b>(79,923)</b>    |
| Expenses | Compensation and Benefits                       | 5,529,867         | 5,499,703        | 30,164             |
|          | Books and Supplies                              | 451,764           | 430,302          | 21,462             |
|          | Services and Other Operating                    | 1,161,118         | 1,144,261        | 16,858             |
|          | Depreciation                                    | 2,059             | 2,663            | (603)              |
|          | Other Outflows                                  | -                 | -                | -                  |
|          | <b>Total Expenses</b>                           | <b>7,144,808</b>  | <b>7,076,928</b> | <b>67,880</b>      |
|          | <b>Operating Income</b>                         | <b>40,206</b>     | <b>28,164</b>    | <b>(12,042)</b>    |
|          | Beginning Balance (Unaudited)                   | 2,205,879         | -                | (2,205,879)        |
|          | Operating Income                                | 40,206            | 28,164           | (12,042)           |
|          | <b>Ending Fund Balance (incl. Depreciation)</b> | <b>2,246,085</b>  | <b>28,164</b>    | <b>(2,217,921)</b> |
|          | <b>Ending Fund Balance as % of Expenses</b>     | <b>31.4%</b>      | <b>0.4%</b>      | <b>-31.0%</b>      |



# ACLC FY21 UA: Final Revenue & Expense Breakdown



## Custom Comment Here



- LCFF Entitlement
- Local Revenues
- Fundraising and Grants
- Other State Revenues
- Federal Revenue

- Compensation & Benefits
- Services & Other
- Books & Supplies
- Depreciation & Other

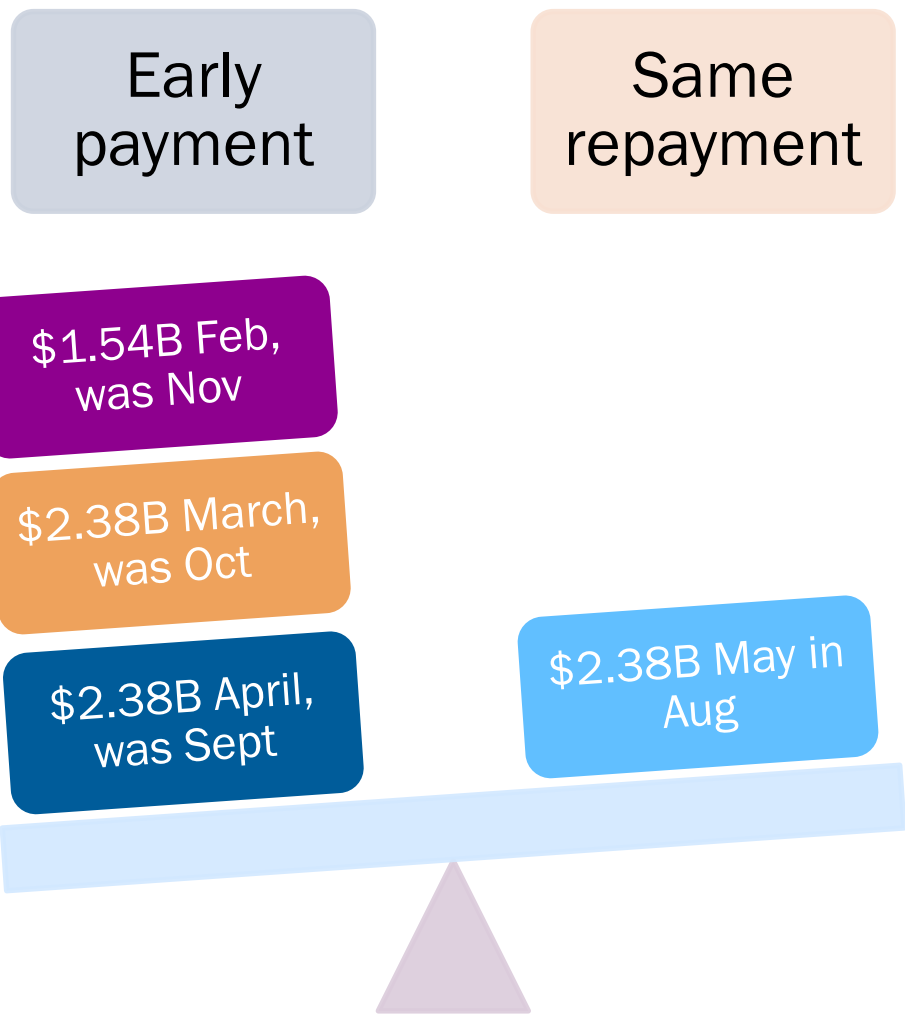
# State Budget Updates

There have been many changes effecting schools coming from the Legislature/Governor negotiations



# Even Better News With Deferrals

All deferrals were repaid in August

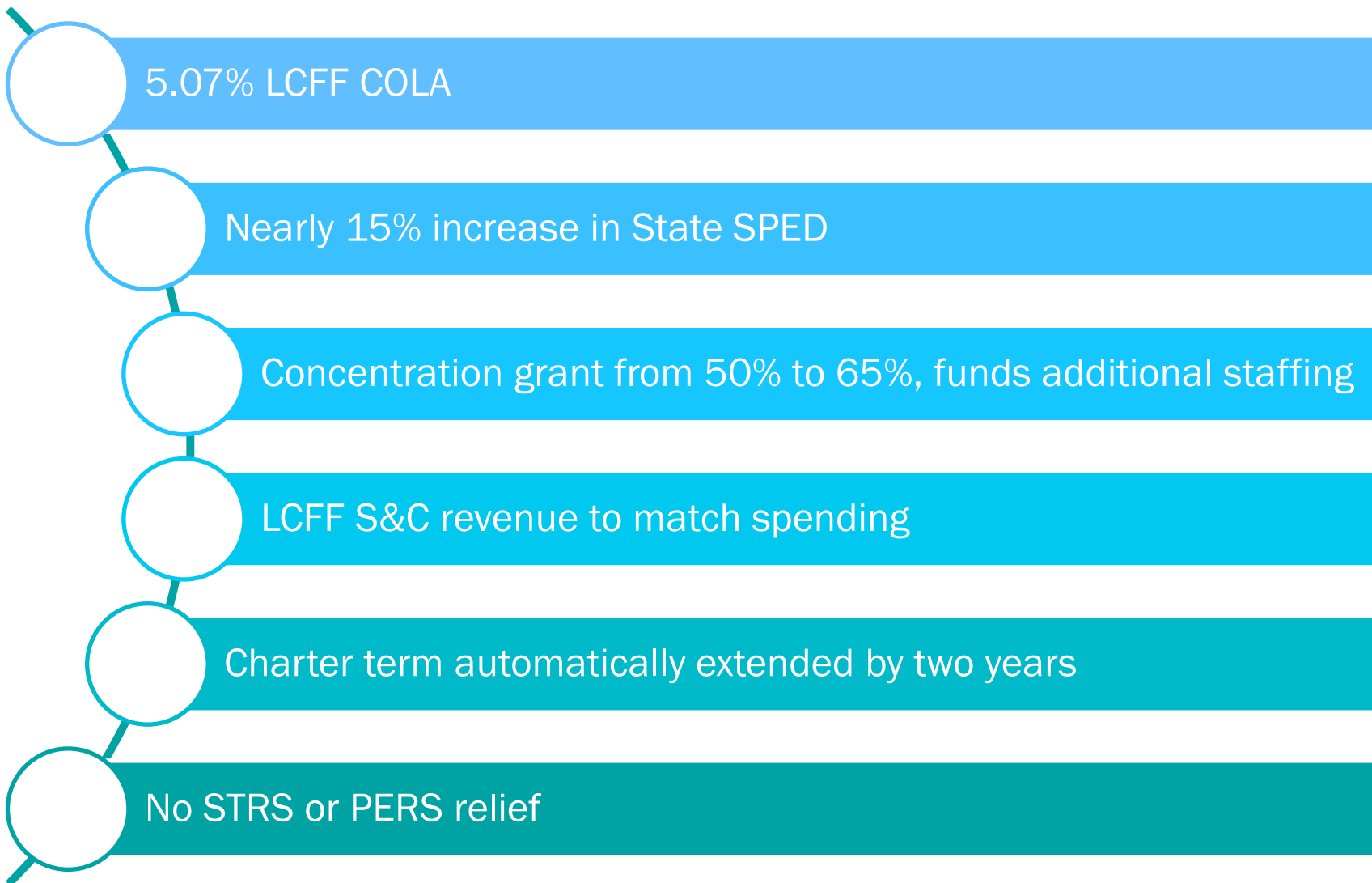


# Brown Act Flexibility Ending September 30

## Refresher on compliance requirements for board members

- Agenda lists all teleconference locations
- Agenda posted at each teleconference location
- Public access provided at each teleconference location
- Public comment provided at each teleconference location
- Quorum within boundaries of authorizer

# Approved 2021-22 State Budget



# A Second Expanded Learning Opportunities Grant



\$1.75B for classroom based TK-6 UP

\$1,170 per UP for LEAs over 80%

Minimum grant of \$50k

For 21-22, offer to all UP, provide to >50% of UP

For 22-23, offer to all students, provide to all who request

# One Time Funding

## Educator Effectiveness

- \$1.5B, estimate of \$2,375 per FTE
- Five-year spending time frame
- Plan to be adopted by December 30, 2021

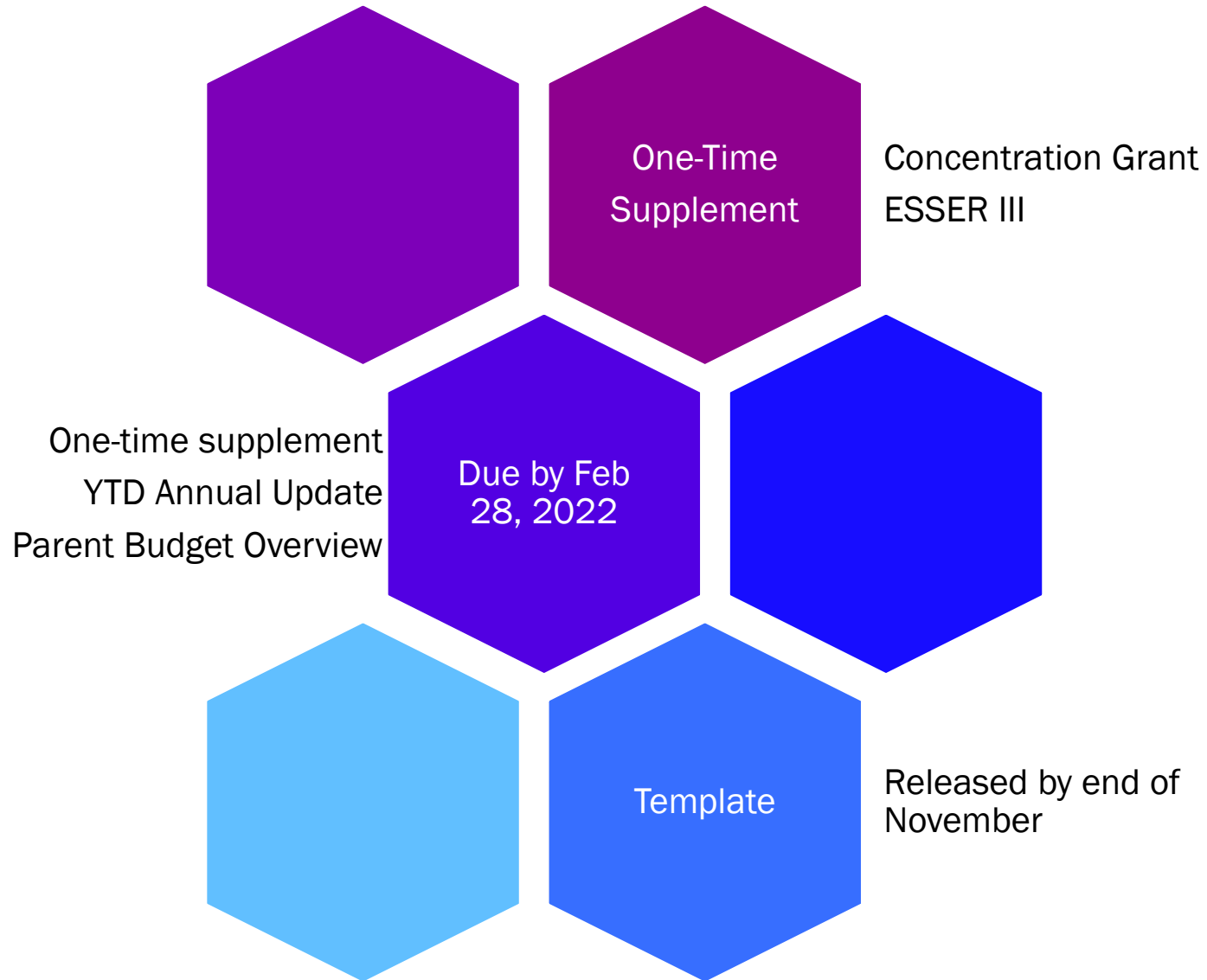
## A-G Completion

- \$547M to support completion rates
- If LEA receives concentration funding, minimum award is \$75k
- Five-year spending time frame
- Plan to be adopted by January 1, 2022

## TK Planning

- \$200M to establish relationships with Pre-K providers, PD, recruit/hire, materials
- \$100k minimum grant for LEAs that offer K
- Plan to be adopted by June 30, 2022

# LCAP Updates Coming





# Plans Due Throughout 2021-22

Oct 29, 2021

- ESSER III Expenditure Plan

Dec 30, 2021

- Educator Effectiveness Plan

Jan 1, 2022

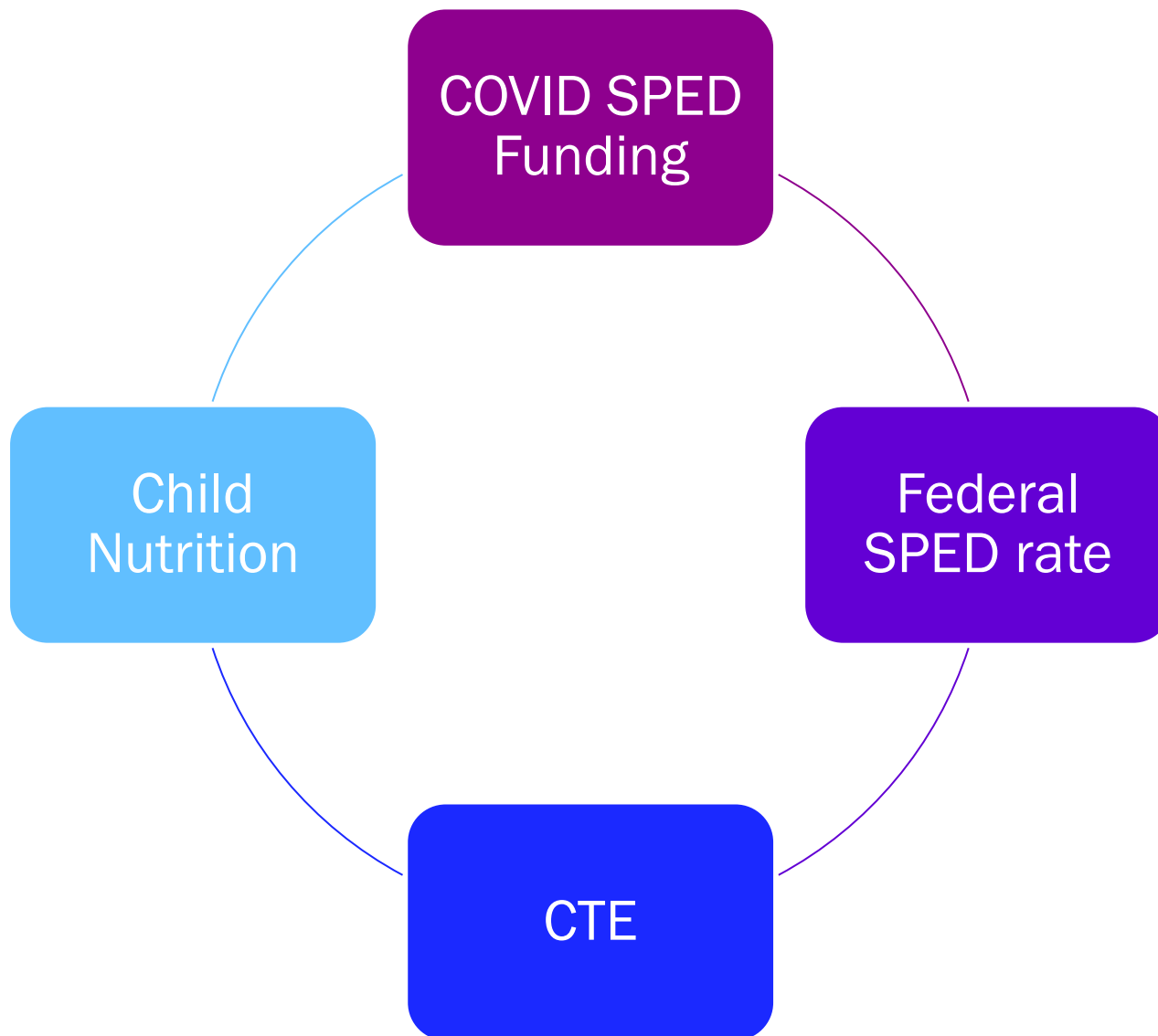
- A-G Completion Plan

Feb 28, 2022

- LCAP One-Time Supplement & YTD Annual Update

June 30, 2022

- TK Planning



Talk to legal  
counsel re:  
independent  
study

Clean up  
legislation in July  
& August

# 21-22 CLCS Budget Changes

- Approved school budgets with healthy reserves
- Final state budget changed amounts and uses of one-time funds
- Delta Variant and IS changes in State Budget are both materially reducing ADA from budgeted assumptions causing a revenue short fall.
- \$1,436,306 in CLCS PPP loan forgiveness happened in July and are added to 21-22 income, :\$958K for Nea; and \$478K for ACLC. Original plan was to put into reserves
- Budget language still evolving before and likely after recall election
- Will bring back overall result to another meeting



# ACLC: Board Approved 2021-22 Preliminary Budget

|          |                                                 | 2020-21          |
|----------|-------------------------------------------------|------------------|
| Revenue  |                                                 | <b>Budget</b>    |
|          | LCFF Entitlement                                | 3,203,008        |
|          | Federal Revenue                                 | 203,418          |
|          | Other State Revenues                            | 389,682          |
|          | Local Revenues                                  | 277,891          |
|          | Fundraising and Grants                          | 24,305           |
|          | <b>Total Revenue</b>                            | <b>4,098,304</b> |
| Expenses | Compensation and Benefits                       | 3,037,450        |
|          | Books and Supplies                              | 242,665          |
|          | Services and Other Operating                    | 789,170          |
|          | Depreciation                                    | 8,198            |
|          | Other Outflows                                  | -                |
|          | <b>Total Expenses</b>                           | <b>4,077,482</b> |
|          | <b>Operating Income</b>                         | <b>20,821</b>    |
|          | Beginning Balance (Unaudited)                   | 1,901,546        |
|          | Operating Income                                | 20,821           |
|          | <b>Ending Fund Balance (incl. Depreciation)</b> | <b>1,922,367</b> |
|          | <b>Ending Fund Balance as % of Expenses</b>     | <b>47.1%</b>     |

# Nea: Board Approved 2021-22 Preliminary Budget

|          |                                                 | 2020-21          |
|----------|-------------------------------------------------|------------------|
| Revenue  |                                                 | <b>Budget</b>    |
|          | LCFF Entitlement                                | 5,440,041        |
|          | Federal Revenue                                 | 471,278          |
|          | Other State Revenues                            | 723,214          |
|          | Local Revenues                                  | 479,482          |
|          | Fundraising and Grants                          | 71,000           |
|          | <b>Total Revenue</b>                            | <b>7,185,015</b> |
| Expenses | Compensation and Benefits                       | 5,529,867        |
|          | Books and Supplies                              | 451,764          |
|          | Services and Other Operating                    | 1,161,118        |
|          | Depreciation                                    | 2,059            |
|          | Other Outflows                                  | -                |
|          | <b>Total Expenses</b>                           | <b>7,144,808</b> |
|          | <b>Operating Income</b>                         | <b>40,206</b>    |
|          | Beginning Balance (Unaudited)                   | 2,205,879        |
|          | Operating Income                                | 40,206           |
|          | <b>Ending Fund Balance (incl. Depreciation)</b> | <b>2,246,085</b> |
|          | <b>Ending Fund Balance as % of Expenses</b>     | <b>31.4%</b>     |

# CLCS One-Time Funding



# COVID Funding Remaining as of July 1, 2021

**CLCS has \$2.4 million in COVID funding remaining.**

- **ACLC has budgeted approximately \$450K of that for 21-22 expenses**
- **Nea has budgeted approximately \$900 of that for 21-22 expenses**
- **Column three are approximations of what was added in the budget trailer bill in August.**

|       | ESSER II,<br>III | AB 86 IPI &<br>ELO | TK Planning, A-G,<br>Educator<br>Effectiveness | Total One<br>Time<br>Available<br>over 3 years |
|-------|------------------|--------------------|------------------------------------------------|------------------------------------------------|
| ACLC  | \$340K           | \$333k             | \$130K                                         | \$803K                                         |
| Nea   | \$742K           | \$565K             | \$250K                                         | \$1,557K                                       |
| Total |                  |                    |                                                | \$2,360K                                       |



# ACLC One Time Spending Plan 2021-24

| Purchases                               | Amount           |
|-----------------------------------------|------------------|
| Computers & Science Classroom Equipment | \$92,000         |
| Curriculum and curriculum software      | \$77,000         |
| Professional Development                | \$70,000         |
| Equity Consulting                       | \$10,000         |
| <b>TOTAL</b>                            | <b>\$249,000</b> |
| Compensation and Benefits               | Amount           |
| 3 years of ELD Coordinator              | \$270,000        |
| 2 Years, Half-time Instructional Coach  | 30,000           |
| <b>TOTAL</b>                            | <b>\$300,000</b> |
| <b>GRAND TOTAL</b>                      | <b>\$549,000</b> |



# Nea One Time Spending Plan 2021-24

| Purchases                                       | Amount             |
|-------------------------------------------------|--------------------|
| Intercession Curriculum                         | \$70,000           |
| Furniture for COVID spaced classrooms FY21      | \$15,000           |
| Professional Development for teachers and admin | \$60,000           |
| Equity Consulting                               | \$14,000           |
| Computers and Hardware                          | \$55,000           |
| <b>TOTAL</b>                                    | <b>\$214,000</b>   |
| Compensation and Benefits                       | Amount             |
| 3 Years of Teacher Stipends for Intercessions   | \$240,000          |
| Intervention Teacher/Coordinator 2 years        | \$190,000          |
| Certificated Family and Learner Liaison 2 years | \$170,000          |
| Half-time ELD Coordinator 3 years               | \$125,000          |
| 21-22 Seven Additional Learner Support Coaches  | \$295,000          |
| <b>TOTAL</b>                                    | <b>\$1,020,000</b> |
| <b>GRAND TOTAL</b>                              | <b>\$1,234,000</b> |

# 2020-21 Audit Timetable



# Audit process over next four months

## Audit is result of EdTec accounting close and auditor review and testing

