

Western Placer Unified School District

**2020-21 First Interim Reporting
Board of Trustees
December 15, 2020**

First Interim Update –2020-21 Budget

- The district's Board of Trustees shall certify in writing whether or not the district is able to meet its financial obligations for the remainder of the fiscal year and, based on current forecasts, for the two subsequent fiscal years. The certification shall be classified as positive, qualified, or negative, pursuant to standards and criteria adopted by the State Board of Education (EC §33127).
- In certifying the 2020-21 First Interim report as positive, the Board confirms its fiduciary responsibility to maintain fiscal solvency for the current (2020-21) and subsequent two fiscal years (2021-22 and 2022-23).

First Interim Update – 2020-21 Budget

The First Interim budget report is a snapshot in time of the local educational agency's (LEA) revenue and expenditure forecasts for the current fiscal year as well as a projection of the two subsequent fiscal years.

It is a time to adjust the budget based upon the enacted State Budget and subsequent trailer bills, the closing of the prior fiscal year, and other factors that impact revenue and expenditures.

The First Interim report covers the period of time from July 1 through October 31 each fiscal year and must be submitted to the county office of education no later than December 15.

Changes from District's August Revision:

- 2019-20 Books are closed – Actual Ending Fund Balance now known
- 2019-20 program categorical and co-curricular carryover funds added to District & site expenditure budgets
- Finalized 2020-21 staffing, position control, benefits and updates of new grants or final revenue allocations through October 2020
- Updated programs that require General Fund contribution

2020-21 Budget - First Interim

	First Interim		
	Unrestricted	2020-2021 Restricted	Combined
Revenues			
LCFF Funding - Base	60,268,532	1,087,024	61,355,556
LCFF Funding - Supplemental	3,952,174	-	3,952,174
Federal Revenue	-	6,825,536	6,825,536
State Revenue	1,301,379	5,359,688	6,661,067
Local Revenue	2,016,957	3,277,592	5,294,549
Total Revenue	67,539,042	16,549,840	84,088,882
Expenditures			
Certificated Salaries	28,627,008	5,619,362	34,246,370
Classified Salaries	6,204,042	3,901,130	10,105,172
Benefits	13,053,505	7,231,730	20,285,235
Books and Supplies	4,579,952	4,770,748	9,350,700
Other Services & Oper. Exp	5,667,175	3,514,767	9,181,942
Capital Outlay	50,000	240,539	290,539
Other Outgo 7xxx	230,075	2,004,220	2,234,295
Transfer of Indirect 73xx	(1,166,569)	1,160,811	(5,758)
Total Expenditures	57,245,188	28,443,307	85,688,495
Deficit/Surplus	10,293,854	(11,893,467)	(1,599,613)
Transfers In			-
Transfers out	(185,533)		(185,533)
Contributions to Restricted	(11,294,159)	11,294,159	-
Net increase (decrease) in Fund Balance	(1,185,838)	(599,308)	(1,785,146)
Beginning Balance	13,022,360	1,884,651	14,907,011
Ending Fund Balance	11,836,522	1,285,343	13,121,865
Components of Ending Fund Balance			
Nonspendable:			
Revolving Cash	5,000		5,000
Reserve - Designated Programs		1,285,343	1,285,343
Unassigned/Unappropriated:			
Reserve - Economic Uncertainty @ 3%	2,576,221		2,576,221
Reserve-Start Up - Elementary 20/21			-
Reserve-Start Up - High School 21/22	1,500,000		1,500,000
Reserve-One-Time Science Adoption	400,000		400,000
Reserve-Charter Technical Assistance	262,088		262,088
Reserve-Unassigned Economic Uncertainty surplus/(deficit)	7,093,213		7,093,213
Total Ending Fund Balance	11,836,522	1,285,343	13,121,865

August Revision

vs.

First Interim

	August Budget Revision			First Interim			1st Interim vs August revised 20-21 Variance	
	Unrestricted	2020-2021 Restricted	Combined	Unrestricted	2020-2021 Restricted	Combined		
Revenues								
LCFF Funding - Base	60,268,532	1,050,885	61,319,417	60,268,532	1,087,024	61,355,556	36,139	1
LCFF Funding - Supplemental	3,947,381		3,947,381	3,952,174	-	3,952,174	4,793	
Federal Revenue	-	6,440,691	6,440,691	-	6,825,536	6,825,536	384,845	2
State Revenue	1,322,121	5,303,759	6,625,880	1,301,379	5,359,688	6,661,067	35,187	3
Local Revenue	1,993,912	3,259,470	5,253,382	2,016,957	3,277,592	5,294,549	41,167	4
Total Revenue	67,531,946	16,054,805	83,586,751	67,539,042	16,549,840	84,088,882	502,131	
Expenditures								
Certificated Salaries	28,938,761	5,311,553	34,250,314	28,627,008	5,619,362	34,246,370	(3,944)	5
Classified Salaries	6,283,168	3,853,996	10,137,164	6,204,042	3,901,130	10,105,172	(31,992)	4
Benefits	13,133,387	7,335,795	20,469,182	13,053,505	7,231,730	20,285,235	(183,947)	7
Books and Supplies	3,135,441	4,941,508	8,076,949	4,579,952	4,770,748	9,350,700	1,273,751	8
Other Services & Oper. Exp	5,336,507	2,802,758	8,139,265	5,667,175	3,514,767	9,181,942	1,042,677	9
Capital Outlay	50,000	97,547	147,547	50,000	240,539	290,539	142,992	10
Other Outgo 7xxx	230,075	1,828,806	2,058,881	230,075	2,004,220	2,234,295	175,414	11
Transfer of Indirect 73xx	(1,155,905)	1,150,147	(5,758)	(1,166,569)	1,160,811	(5,758)	-	
Total Expenditures	55,951,434	27,322,110	83,273,544	57,245,188	28,443,307	85,688,495	2,414,951	
Deficit/Surplus	11,580,512	(11,267,305)	313,207	10,293,854	(11,893,467)	(1,599,613)	(1,912,820)	
Transfers In	-	-	-	-	-	-	-	
Transfers out	(345,360)	-	(345,360)	(185,533)	-	(185,533)	159,827	12
Net increase (decrease) in Fund Balance	(227,488)	195,335	(32,153)	(1,185,838)	(599,308)	(1,785,146)	(1,752,993)	
Beginning Balance	10,123,570	1,019,987	11,143,557	13,022,360	1,884,651	14,907,011	3,763,454	
Ending Fund Balance	9,896,082	1,215,322	11,111,404	11,836,522	1,285,343	13,121,865	2,010,461	
Components of Ending Fund Balance								
Nonspendable:								
Revolving Cash	5,000		5,000	5,000		5,000	-	
Restricted-Federal/State/Local Programs								
Reserve - Designated Programs	-	1,215,322	1,215,322		1,285,343	1,285,343	70,021	
Unassigned/Unappropriated:								
Reserve-Economic Uncertainty @ 3%	2,508,567		2,508,567	2,576,221		2,576,221	67,654	
Reserve-MAA - Ext Day Kindergarten	91,842		91,842			-	(91,842)	
Reserve-2 FTE K & MS Class-size Staffing 20/21	160,000		160,000			-	(160,000)	
Reserve-Start Up - Elementary 20/21	-		-			-	-	
Reserve-Start Up - High School 21/22	1,500,000		1,500,000	1,500,000		1,500,000	-	
Reserve-One-Time Science Adoption	400,000		400,000	400,000		400,000	-	
Reserve-Charter Technical Assistance	270,455		270,455	262,088		262,088	(8,367)	
Reserve-Unassigned Economic Uncertainty surplus/(deficit)	4,960,218		4,960,218	7,093,213		7,093,213	2,132,995	
Total Ending Fund Balance	9,896,082	1,215,322	11,111,404	11,836,522	1,285,343	13,121,865	2,010,461	

Major Changes to Fund Balance from August Budget Revision to First Interim 2020-21

Budgeted Deficit Spending at August Revision

(\$32,153)

Revenues

LCFF Base - Increase in AB602 property tax allocation	40,000		1
Federal Revenue			
Medi-Cal revenues (budgeted when received)	25,000		
2019/20 Carryover - Federal Programs added to budget	<u>360,000</u>		
Total Federal Revenue Changes		385,000	2
State Revenue			
Prior-year lottery revenues less than AVR	(55,000)		
2019/20 Carryover State Programs added to budget	<u>90,000</u>		
Total State Revenue Changes		35,000	3
Local Revenue			
Transportation revenues - reduced due to in-person start in October	(30,000)		
Worker's comp program dividend from SIG	140,000		
Reduction in facility use revenues and other local revenues	<u>(70,000)</u>		
Total Local Revenue changes		<u>40,000</u>	4
<i>Total Change in Revenues</i>			500,000

Expenditures

Certificated Salaries			
CARES-funded distance learning training	230,000		
CARES-funded Special Projects Coordinator - COVID	85,000		
GF Savings from moving elementary prep teachers to 4 FTE vacancies	(415,000)		
Temp Kindergarten teacher added at COES due to enrollment	40,000		
Teacher step & column movement in excess of budget	35,000		
Final position control adjustments based on actual hires	<u>20,000</u>		
Total Certificated Salaries changes		(5,000)	5
Classified Salaries			
CARES-funded 2.0 FTE technology support technicians	100,000		
Increase kindergarten aide and health clerk allocations	40,000		
CARES-funded distance learning training	35,000		
Eliminate Supplemental-funded ISP positions	(15,000)		
Final position control adjustments - based on actual hires	(15,000)		
Reduce paraprofessional summer school budget	15,000		
Reduce bus driver sub/OT budgets, staff facility use overtime	(80,000)		
Closed 2.25 FTE para positions, .75 position vacant for 20/21	<u>(110,000)</u>		
Total Classified		(30,000)	6

Major Revenue & Expenditure Changes to 2020-21 Budget since August Budget Revision

Major Changes to Fund Balance from August Budget Revision to First Interim 2020-21

Benefits			
Savings from changes above	(15,000)		
Final H&W adjustments	(130,000)		
Reduction in STRS rate	(35,000)		
Total Benefits		(180,000)	7
Books and Supplies			
Federal carryover funds added to budget	90,000		
State carryover funds added to budget	1,200,000		
Site co-curricular, facility use and site discretionary carryover	500,000		
Chromebook replacement fund carryover	60,000		
Transfers to other objects and miscellaneous changes	<u>(580,000)</u>		
Total Books and Supplies		1,270,000	8
Services & Other Operating Expenditures			
Federal carryover funds added to budget	165,000		
State carryover funds added to budget	420,000		
Local carryover added to budget	35,000		
Contract with Maxim to fill behind nurse on maternity leave	65,000		
Reduction in SRO charge due to distance learning until October	(65,000)		
Transfers from other objects and miscellaneous changes	<u>420,000</u>		
Total Services and Other Operating Costs		1,040,000	9
Capital Outlay			
RRM Funded GEMS cooler/freezer generator, 2 used mowers	100,000		
Transfers from other objects	<u>45,000</u>		
Total Capital Outlay		145,000	10
Other Outgo			
Increase in billback based on PCOE adopted budget		175,000	11
Transfers Out			
Transfer to Fund 13 decreased due to increased state and federal revenues		<u>(160,000)</u>	12
<i>Total Change in Expenditures</i>		\$2,255,000	
<i>Rounding</i>		\$2,007	
Total Change in Budgeted FB		<u>(\$1,752,993)</u>	
Budgeted Deficit Spending at Estimated Actuals		<u>(\$1,785,146)</u>	

Major Expenditure Changes to 2020-21 Budget since August Budget Revision

Contributions to Restricted Programs

Some categorical programs require contributions from the district unrestricted funds as the funding received does not cover the expenditures for that specific program. A summary of the change in contributions from 2020-21 August Revision to First Interim Budget is displayed below.

<i>Contributions to Restricted Programs 2020-21 August Revision vs. First Interim</i>						
<u>Program</u>	<u>Resource</u>		<u>2020-21 Revised</u>	<u>2020-21 1st Interim</u>	<u>Change</u>	<u>Comments</u>
Special Ed-Basic Grant (PL94-142)	3310	*	\$2,134,437	\$1,883,864	(\$250,573)	Closed 2.25 FTE para positions, leaving .75 FTE position vacant, reduction in PERS rate, final position control adjustments
Spec Ed Pre-School	3315	*	\$17,167	\$25,147	\$7,980	Sub for employee on maternity leave
Special Education	6500	*	\$7,504,075	\$7,529,969	\$25,894	
Routine Repair & Maintenance (RRM)	8150		\$1,816,534	\$1,855,179	\$38,645	Increased based on actual 19-20 total exp. and transfers out
RDA Funds - Facilities	9030		(\$350,000)	(\$350,000)	\$0	
Total Contribution to Restricted Programs			<u>\$11,122,213</u>	<u>\$10,944,159</u>	<u>(\$178,054)</u>	
Total Special Ed Contribution			<u>\$ 9,655,679</u>	<u>\$ 9,438,980</u>	<u>\$216,699</u>	

Multiple-Year BUDGET Projections

2020-21 1st Interim

2021-22 Projected

2022-23 Projected

MYP - Budget Assumptions - Revenues

WESTERN PLACER UNIFIED SCHOOL DISTRICT 2020-21 FIRST INTERIM BUDGET ASSUMPTIONS

	19/20 Unaudited Actuals	20/21 Adopted Budget	20/21 August Revision	20/21 First Interim	21/22 Projection	22/23 Projection	
<u>REVENUES</u>							
Enrollment	7,209	7,281	7,281	7,034	7,209	7,353	Oct CALPADS for 19/20 & 20/21, 21/21 = 19/20 Actual, 22/23 - 2% increase of 19/20 Actual
ADA Yield	96.4%	95.8%	95.8%	95.8%	96.0%	96.0%	5 Yr Ave Historical Rates
ADA	6,966	6,994	6,966	6,966	6,966	7,080	Enrollment X ADA Yield
% Increase (Decrease) Enrollment	1.8%	1.0%	1.0%	-2.4%	2.5%	2.0%	Assume flat enrollment from 19/20 for 21/22 . 22/23 assumes 2% increase from 20/21
# Increase (Decrease) Enrollment	128	72	72	(175)	175	144	
Funded ADA	6,947	6,994	6,947	6,947	6,947	7,061	20/21 & 21/22 Funded With 19/20 ADA. Hold Harmless
% Increase (Decrease) Funded ADA		0.7%	0.0%	0.0%	0.0%	1.6%	
# Increase (Decrease) Funded ADA	N/A	47.62	0.00	0.00	0.00	114.43	20/21 & 21/22 Funded With 19/20 ADA. Hold Harmless
Statutory COLA %	3.26%	2.31%	2.31%	2.31%	2.48%	3.26%	Per PCOE Common Message
Effective Deficit Factor	0.00%	-7.92%	0.00%	0.00%	0.00%	0.00%	Per SSC Dartboard
COLA Suspension	0.00%	0.00%	-2.31%	-2.31%	-2.48%	-3.26%	Per SSC Dartboard
Funded COLA %	3.26%	0.00%	0.00%	0.00%	0.00%	0.00%	Per SSC Dartboard
Base Grant - Grades K-3	\$7,702	\$7,092	\$7,702	\$7,702	\$7,702	\$7,702	Per LCFF Calculator
Base Grant - Grades 4-6	\$7,818	\$7,199	\$7,818	\$7,818	\$7,818	\$7,818	Per LCFF Calculator
Base Grant - Grades 7-8	\$8,050	\$7,412	\$8,050	\$8,050	\$8,050	\$8,050	Per LCFF Calculator
Base Grant - Grades 9-12	\$9,329	\$8,590	\$9,329	\$9,329	\$9,329	\$9,329	Per LCFF Calculator
Grade Span Funding (K-3 CSR & 9-12)	\$801	\$738	\$801	\$801	\$801	\$801	Per LCFF Calculator
Supplemental Grants (% Adj. Base)	20%	20%	20%	20%	20%	20%	Per LCFF Calculator
Concentration Grants	50%	50%	50%	50%	50%	50%	Per LCFF Calculator
Concentration Grant Threshold	55%	55%	55%	55%	55%	55%	Per LCFF Calculator
LCFF Gap Closed Percentage	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	Per LCFF Calculator
LCFF Entitlement per ADA (Inc Supp \$)	9,143	9,379	9,379	9,379	9,379	9,379	Per LCFF Calculator
LCFF Funding - Base	\$1,085,347	\$55,713,704	\$60,268,532	\$1,050,885	\$60,266,914	\$61,252,804	Per LCFF Calculator
Property Tax change	2.68%	0.00%	0.00%	3.39%	0.00%	0.00%	19-20 P-2 Property Taxes
Est. Property Taxes	\$52,928,911	\$52,928,911	\$52,928,911	\$54,721,735	\$54,721,735	\$54,721,735	19-20 P-2 Property Taxes
LCFF Supplemental Funds	\$3,998,911	\$3,649,620	\$3,947,381	\$3,952,174	\$3,907,729	\$3,945,232	Per LCFF Calculator
Federal Revenue	0%	0%	0%	0%	0%	0%	Per PCOE Common Message
Categorical COLA	3.26%	0.00%	0.00%	0.00%	0.00%	0.00%	Per PCOE Common Message
Transfers In	33,886	-	-	-	-	-	
Lottery Unrestricted/ADA	\$149.00	\$153.00	\$150.00	\$150.00	\$150.00	\$150.00	Per SSC Dartboard
Lottery Restricted/ADA	\$48.00	\$54.00	\$49.00	\$49.00	\$49.00	\$49.00	Per SSC Dartboard
Mandate Block Grant (grades K-8)	\$32.18	\$32.18	\$32.18	\$32.18	\$32.18	\$32.18	Per SSC Dartboard
Mandate Block Grant (grades 9-12)	\$61.94	\$61.94	\$61.94	\$61.94	\$61.94	\$61.94	Per SSC Dartboard

MYP - Budget Assumptions - Expenditures

WESTERN PLACER UNIFIED SCHOOL DISTRICT 2020-21 FIRST INTERIM BUDGET ASSUMPTIONS

	19/20 Unaudited Actuals	20/21 Adopted Budget	20/21 August Revision	20/21 First Interim	21/22 Projection	22/23 Projection	
EXPENDITURES							
Certificated New Positions - FTE	4.0	5.6	5.6	5.0	0.0	2.0	Based on Enrollment & Staffing Projections
Cert. New Positions - New Schools	0.5	2.0	2.0	4.0	2.0	0.0	20/21 New Elementary, 21/22 New H.S.
Estimated Retire/Resignations - FTE	0.0	-1.0	-1.0	0.0	0.0	0.0	Based on Notifications
Reductions in Staffing - FTE	0.0	0.0	0.0	0.0	0.0	0.0	
Staffing Ratios:							
TK/Kindergarten	25:1	25:1	25:1	25:1	25:1	25:1	Per Contract - District-wide
1-3	25:1	25:1	25:1	25:1	25:1	25:1	Per Contract - District-wide
4-5	31:1	31:1	31:1	31:1	31:1	31:1	Per Contract
6-8	32:1	32:1	32:1	32:1	32:1	32:1	Per Contract
9-12	36:1	36:1	36:1	36:1	36:1	36:1	Per Contract
Certificated Step/Column	1.70%	1.55%	1.55%	1.55%	1.55%	1.55%	
Avg. teacher compensation	\$107,840	\$110,381	\$110,381	\$110,381	\$112,147	\$113,941	
Classified New Positions - FTE	0.0	0.0	0.0	1.3	0.0	0.0	
Classified New Positions - New Schools	0.0	4.7	4.7	4.2	10.5	0.0	20/21 New Elementary, 21/22 New H.S.
Estimated Retirements - FTE	0.0	0.0	0.0	0.0	0.0	0.0	
Reductions in Staffing - FTE	0.0	0.0	0.0	0.0	0.0	0.0	
Classified Step/Column	1.40%	1.40%	1.40%	1.40%	1.40%	1.40%	
Health Benefits per FTE	\$14,424	\$14,424	\$14,424	\$14,424	\$14,424	\$14,424	Contribution Capped
CalPERS Employer Rate	19.721%	20.70%	20.70%	20.70%	23.00%	26.30%	Per SSC Dartboard - First Interim
Classified Total Statutory Benefits Rate	28.761%	29.75%	29.75%	29.75%	32.05%	35.35%	
CalSTRS Employer Rate	17.10%	16.15%	16.15%	16.15%	15.92%	18.40%	Per SSC Dartboard - First Interim
Certificated Total Statutory Benefits Rate	19.940%	19.00%	19.00%	19.00%	18.85%	21.25%	
Transfers Out	\$254,470	\$315,360	\$315,360	\$185,533	\$487,437	\$525,712	Adult Ed, Cafeteria, Fund 17 (19/20)
Contribution to RRM	\$2,313,776	\$2,313,776	\$2,313,776	\$2,313,776	\$2,313,776	\$2,313,776	3% of GF 18-19 Expenditures-2019-20 (STRS On-Behalf Excluded 20/21)
Designated for Economic Uncertainty	3%	3%	3%	3%	3%	3%	
Site Allocations:							
Elementary	\$47.00	\$47.00	\$47.00	\$47.00	\$47.00	\$47.00	
Middle School	\$58.50	\$58.50	\$58.50	\$58.50	\$58.50	\$58.50	
High School	\$83.75	\$83.75	\$83.75	\$83.75	\$83.75	\$83.75	
Lottery per teacher	\$500	\$500	\$500	\$500	\$500	\$500	Per Contract

Local Control Funding Formula (LCFF)

- The final budget for 2020-21 suspended the statutory COLA of 2.31% on the Local Control Funding Formula (LCFF) and removed the 10% proration factor proposed in the Governor’s May Revision to hold all school districts at 2019-20 ADA levels.
- Below are the current planning factors used in calculating the district’s LCFF funding.

	19/20 Unaudited Actuals	20/21 Adopted Budget	20/21 August Revision	20/21 First Interim	21/22 Projection	22/23 Projection
<u>REVENUES</u>						
Statutory COLA %	3.26%	2.31%	2.31%	2.31%	2.48%	3.26%
Effective Deficit Factor	0.00%	-7.92%	0.00%	0.00%	0.00%	0.00%
COLA Suspension	0.00%	0.00%	-2.31%	-2.31%	-2.48%	-3.26%
Funded COLA %	3.26%	0.00%	0.00%	0.00%	0.00%	0.00%

Enrollment and ADA

In the current year, the District saw a decrease in enrollment of 175 students from 2019-20, mainly due to students moving out of the area, to another district or home schooling due to the COVID-19 pandemic. The District had projected an increase of 72 students, which equates to an actual enrollment drop of 247 students from what we projected at budget adoption. Fortunately, funding purposes the State has provided a hold-harmless provision and our 2020-21 LCFF funding is based on 2019-20 Actual ADA.

For 2021-22, we are projecting that enrollment will increase to at least our 2019-20 enrollment of 7,209 and regain the 175 students we lost in 2020-21. If our actual enrollment and ADA do not exceed our 2019-20 ADA, we will be subject to the normal hold harmless provision, meaning we would again be funded at 2019-20 ADA. Therefore, we are projecting our 2021-22 LCFF funding based on 2019-20 ADA of 6,947.

For 2022-23, we are projecting that we will increase enrollment to enrollment of 7,353 reflecting (an overall average increase of approximately 2% over a three-year period from 2019-20 to 2022-23). Applying an ADA yield of 96.0%, we are projecting to our 2022-23 LCFF funding to be based on 7,061 ADA, a projected increase of 114 ADA.

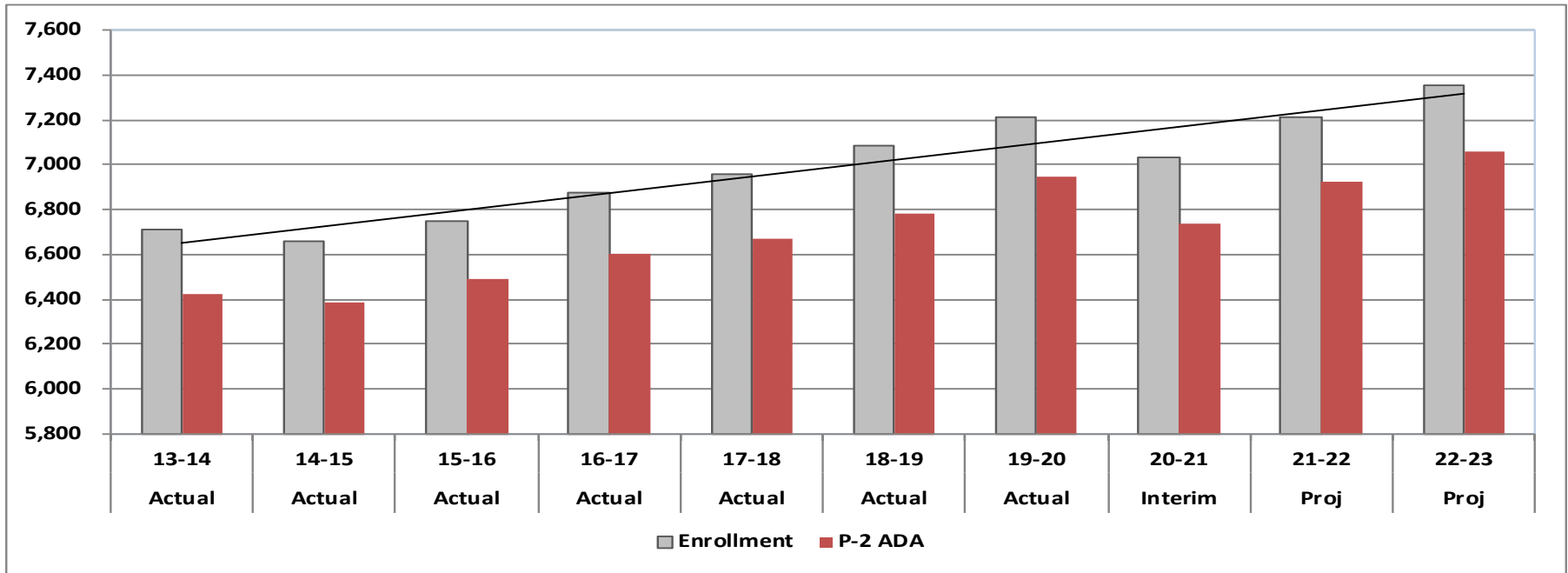
Enrollment and attendance information for the 2019-20 Unaudited Actuals, the current 2020-21 budget year and the next two budget years are listed in the table below:

	19/20 Unaudited Actuals	20/21 Adopted Budget	20/21 August Revision	20/21 First Interim	21/22 Projection	22/23 Projection
Enrollment	7,209	7,281	7,281	7,034	7,209	7,353
ADA Yield	96.4%	95.8%	95.8%	95.8%	96.0%	96.0%
ADA	6,966	6,994	6,966	6,966	6,966	7,080
% Increase (Decrease) Enrollment	1.8%	1.0%	1.0%	-2.4%	2.5%	2.0%
# Increase (Decrease) Enrollment	128	72	72	(175)	175	144
Funded ADA	6,947	6,994	6,947	6,947	6,947	7,061
% Increase (Decrease) Funded ADA		0.7%	0.0%	0.0%	0.0%	1.6%
# Increase (Decrease) Funded ADA	N/A	47.62	0.00	0.00	0.00	114.43

In the 2020-21 budget year, the District opened the new Scott M. Leaman Elementary School. Additionally, John Adams Academy (JAA) charter opened a new school site and expanded grades at their charter. In the 2021-22 year, the District will open the new Twelve Bridges High School. Any enrollment change from this new high school in the 2021-22 budget year has not been included in the budget at this time. As we move closer to the opening, we will assess any possible enrollment changes.

Enrollment and ADA

The following chart shows historical and projected enrollment data:



	Actual 13-14	Actual 14-15	Actual 15-16	Actual 16-17	Actual 17-18	Actual 18-19	Actual 19-20	First Interim 20-21	Proj 21-22	Proj 22-23
Enrollment	6,712	6,658	6,745	6,878	6,960	7,081	7,209	7,034	7,209	7,353

CALSTRS and CALPERS Employer Contributions

The CalSTRS employer contributions rates are as follows:

- 2020-21 -16.15%
- 2021-22 -15.92%
- 2022-23 -18.40%

The CalPERS employer contributions rates are as follows:

- 2020-21 - 20.7%
- 2021-22 - 23.0%
- 2022-23 - 26.3%

The projected CalSTRS and CalPERS costs associated with the employer rates increase over the next three years are as follows:

	2020-2021	2021-2022	2022-23
STRS Additional Costs Per Year	\$ (325,341)	\$ (80,590)	887,539
PERS Additional Costs Per Year	\$ 106,809	\$ 264,985	384,066
	\$ (218,532)	\$ 184,395	1,271,605
STRS Additional Costs - Cumulative (since 16/17)	\$ 1,591,190	\$ 1,510,600	2,398,139
PERS Additional Costs - Cumulative (since 16/17)	\$ 773,502	\$ 1,038,487	1,422,553
	\$ 2,364,692	\$ 2,549,087	3,820,692

Multiple Year Projections – 1st Interim

	First Interim 2020-2021 Combined	Projection 2021-2022 Combined	Projection 2022-23 Combined
Revenues			
LCFF Funding - Base	61,355,556	61,353,938	62,339,828
LCFF Funding - Supplemental	3,952,174	3,907,729	3,945,232
Federal Revenue	6,825,536	2,306,891	2,306,891
State Revenue	6,661,067	5,747,191	5,747,191
Local Revenue	5,294,549	5,162,300	5,162,300
Total Revenue	84,088,882	78,478,049	79,501,442
Expenditures			
Certificated Salaries	34,246,370	34,851,113	35,551,703
Classified Salaries	10,105,172	10,704,928	10,813,789
Benefits	20,285,235	20,774,123	22,241,257
Books and Supplies	9,350,700	3,586,237	3,401,237
Other Services & Oper. Exp	9,181,942	8,727,381	8,727,381
Capital Outlay	290,539	70,539	70,539
Other Outgo 7xxx	2,234,295	2,029,220	2,029,220
Transfer of Indirect 73xx	(5,758)	(5,758)	(5,758)
Total Expenditures	85,688,495	80,737,782	82,829,368
Deficit/Surplus	(1,599,613)	(2,259,733)	(3,327,926)
Transfers In	-	-	-
Transfers out	(185,533)	(487,437)	(525,712)
Contributions to Restricted	-	-	-
Net increase (decrease) in Fund Balance	(1,785,146)	(2,747,170)	(3,853,638)
Beginning Balance	14,907,011	13,121,865	10,374,695
Ending Fund Balance	13,121,865	10,374,695	6,521,057

LCFF Funding includes Projected COLA Funding per DOF and FCMAT LCFF Calculator

One time Federal & State and local funding removed from 20/21 and 21/22, including CARES funds.

Salaries include step & column cost and increasing STRS & PERS employer contribution rates. No negotiated salary increase included in 21/22 or 22/23.

One time Federal & State funding expenditures removed from all 20/21 and 21/22 expenditure areas, including CARES funds

Increased GF contribution to Fund 13 for additional on-going Food Services staffing due to new Elementary in 21/22 and High School in 22/23.

Positive Certification – Adequate reserves and cash

Multiple Year Projections - 1st Interim

Expenditures for New High School

Included in the 2021-22 and 2022-23 budget years are expenditures related to the startup and ongoing operational costs of the new Twelve Bridges High School (opening Fall 2021). We have included ongoing expenses for administration, office/clerical, custodial, grounds and cafeteria staffing along with any additional certificated support staffing as part of the operations of the school in the appropriate years.

We have not included any increase in teacher staffing in the two budget years due to the opening of the new high school because any potential revenue from to enrollment growth is also not included in the budget years. As we move closer to the opening of each school we will continue to adjust the budget for the appropriate operations of the high school.

Components of Fund Balance – 1st Interim

2020-21 Ending Fund Balance Components

\$13,121,865 :

Nonspendable:

\$5,000

Restricted:

\$1,285,343

Reserve for EU (3%):

\$2,576,221

Board designated:

\$1,500,000 - Start-up High School & \$662,088 - Charter Technical Assistance & Textbooks

Unassigned Surplus:

\$7,093,213

	First Interim 2020-2021 Combined	Projection 2021-2022 Combined	Projection 2022-23 Combined
Ending Fund Balance	13,121,865	10,374,695	6,521,057
Components of Ending Fund Balance			
Nonspendable:			
Revolving Cash	5,000	5,000	5,000
Restricted-Federal/State/Local Programs			
Reserve - Designated Programs	1,285,343	1,503,165	1,701,825
Unassigned/Unappropriated:			
Reserve-Economic Uncertainty @ 3%	2,576,221	2,436,757	2,500,652
Reserve-Start Up - High School 21/22	1,500,000	-	-
Reserve-One-Time Science Adoption	400,000	400,000	400,000
Reserve-Charter Technical Assistance	262,088	262,088	262,088
Reserve-Unassigned Economic Uncertainty surplus/(deficit)	7,093,213	5,767,685	1,651,492
Total Ending Fund Balance	13,121,865	10,374,695	6,521,057

When reviewing the components of Ending Fund balance it is important to distinguish those amounts that are *non-spendable*, *restricted* and *unassigned/unappropriated*. For the 2020-21 budget year and next two budget years the district is meeting the minimum 3% *Reserve for Economic Uncertainties*. Along with this reserve, the district is reserving funds for startup costs associated with the new high school in 2021-22, a one-time science textbook adoption, and charter technical assistance. Amounts that are not specifically identified for designated uses as noted above are included in the *Reserve – Unassigned Economic Uncertainty Surplus*, totaling \$7,093,213, \$5,767,685 and \$1,651,492 in the respective budget years.

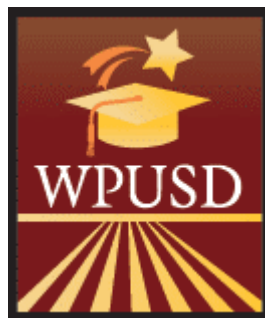
District – Other Funds

Included below are the other funds of the District. The budgets have been updated to reflect budget adjustments up to the First Interim reporting period. Also, the actual 2019-20 Ending Fund Balances have been carried forward and are reflected the 2020-21 First interim budget.

	2020-21 FIRST INTERIM			
	Beginning Fund Balance	Revenues	Expenditures	Ending Fund Balance
Fund 11 - Adult Education Fund	\$ 22,908	\$ 108,400	\$ 108,400	\$ 22,908
Fund 12 - Child Development Fund	\$ 11,186	\$ -	\$ -	\$ 11,186
Fund 13 - Cafeteria Fund	\$ 14,219	\$ 2,095,890	\$ 2,095,890	\$ 14,219
Fund 17 - Special Reserve for Other Than Capital Outlay	\$ 720,056	\$ 7,000	\$ -	\$ 727,056
Fund 21 & 22 - Building Fund	\$ 60,339,972	\$ 28,668,571	\$ 79,542,203	\$ 9,466,340
Fund 25 - Capital Facilities Fund	\$ 358,389	\$ 623,000	\$ 478,076	\$ 503,313
Fund 35 - County Schools Facilities Fund	\$ 3,104,257	\$ -	\$ 3,067,388	\$ 36,869
Fund 40 - Special Reserve for Capital Outlay Projects	\$ 50,087	\$ -	\$ -	\$ 50,087
Fund 49 - Debt Service Fund for Blended Component Units	\$ 8,735,852	\$ 8,309,620	\$ 7,193,602	\$ 9,851,870
Fund 71 - Retiree Benefit Fund	\$ 7,264	\$ 125	\$ -	\$ 7,389
Fund 73 - Foundation Private-Purpose Trust Fund	\$ 165,080	\$ 2,500	\$ -	\$ 167,580

Next Steps - 2021-22 Budget Development

- Governor's 2021-22 State Budget Proposals – SSC Workshop - January 2021
- 2021-22 New Student Registration, Enrollment and Staffing Projections – January & February 2021
- Presentation of Information from District LCAP Committee for 2021-22 – January & February 2021
- Second Interim Report - March 2021
- District Attendance Reporting Period (P-2) – April 2021
 - Actual P-2 ADA will be calculated but not submitted to the State due to State Hold Harmless Funding for 2020-21
- Governor's May Revision – May 2021
- 2021-22 Budget Adoption and LCAP Approval – By June 30, 2021



Recommend Approval of 2020-21 First Interim Budget



QUESTIONS & COMMENTS