

45-Day Revision to 2020-21 Adopted Budget August 5, 2020

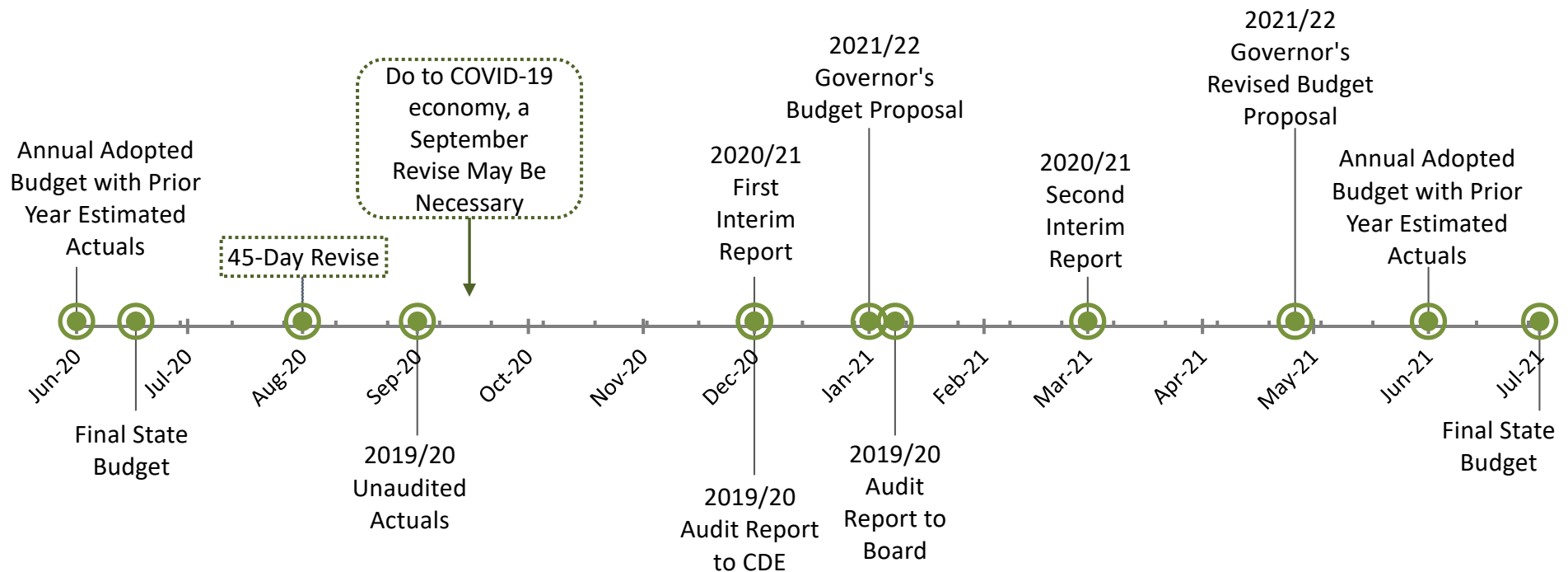


Presented by:

Mary Crandall Plasencia
Director of Finance

45-Day Budget Revision and the Fiscal Cycle

When the Annual State Budget Act includes significant differences in funding to school districts, a school district shall make available for public review any revisions to revenues and expenditures that it has made to its budget to reflect the funding made available by the Budget Act, no later than 45-days after the Governor signs the annual Budget Act (Education Code 42127h).



Significant Changes Since May Revision

- Funded COLA is set at 0.00%, instead of -7.92% reduction
 - Statutory COLA remains at 2.31% (effective cut to school funding)
- Restores categorical program reductions
- Creates an ADA hold harmless to fund LCFF on 2019-20 P-2 ADA
- Adjusts Special Education formula and sets base rate at \$625/ADA
- Expands deferrals of 2020-21 apportionments to \$11 billion
- Eliminates triggers in revenue reductions
- Adds triggers to reduce deferrals if there are sufficient new federal funds to offset them
- Prohibits layoff of certain certificated and classified employees for one year
- Adds requirements for Distance Learning
 - Maintains instructional day requirements, but adjusts instructional minute requirements
 - Requires daily live interaction with certificated employees and peers
 - Regular attendance collection is still required
- Adds \$1 billion to Learning Loss Mitigation and changes formulas
 - Total LLM funds of \$5.3 billion
 - Requires adoption of Learning Continuity and Attendance Plan by September 30, 2020

Changes to Planning Factors for 2020-21 and MYPs

Planning Factor	2020-21	2021-22	2022-23
Estimated Funded ADA (Average Daily Attendance)	<i>15,247.90</i> 15,247.90	<i>14,947.32</i> 15,247.90	<i>14,636.46</i> 14,636.46
Funded UPP (Unduplicated Pupil Percentage) (rolling %)	<i>86.92%</i> 86.84%	<i>89.00%</i> 89.01%	<i>88.82%</i> 88.82%
Step & Column Increases (no change)	1.50%	1.50%	1.50%
Effective COLA (Statutory COLA set at 2.31%)	<i>-7.92%</i> 0.00%	<i>0.00%</i> 0.00%	<i>0.00%</i> 0.00%
California Consumer Price Index (CPI)	<i>0.62%</i> 0.98%	<i>1.73%</i> 1.59%	<i>2.12%</i> 1.87%
STRS Employer Projected Rates (no change)	16.150%	16.020%	18.100%
PERS Employer Projected Rates (no change)	20.700%	22.840%	25.500%
Lottery - Unrestricted per ADA	<i>\$153</i> \$150	<i>\$153</i> \$150	<i>\$153</i> \$150
Lottery - Prop 20 per ADA	<i>\$54</i> \$49	<i>\$54</i> \$49	<i>\$54</i> \$49
Mandated Block Grant per ADA (no change)	\$32.18	\$32.18	\$32.18
Federal CARES Act one-time ESSER funds (no change)	\$3,173,320		
Federal Coronavirus Relief Fund (CRF) one-time funds	\$3,895,000		
Federal & State Learning Loss Mitigation one-time funds	\$6,765,675		
Health Benefits (no change)	Hard Cap negotiated with each Bargaining Unit		
Budget Reduction Amount (to be developed)	\$ (6,200,000) \$ -	\$ (11,100,000) \$ -	\$ (11,000,000) \$ (9,000,000)
Original Adopted Budget factors are listed first in <i>italicized type</i> .			
Factors that have changed since Adopted Budget are listed in bold type .			

Changes to 2020-21 Budget – REVENUE

- LCFF REVENUE

- Restoration of -7.92% COLA Deficit takes our LCFF revenue back to where we were supposed to be (restores **\$13.2 million** compared to Adopted Budget)
- However, the applied 0% COLA is actually a cut from the statutory 2.31% COLA which equates to **<\$3.8 million>**
- The ADA hold harmless will create a one-time bump in 2021-22 revenue, and then a dip in 2022-23 revenue
- Declining Enrollment continues to degrade per ADA funding

- FEDERAL REVENUE

- Estimated Federal CARES Act one-time ESSER funds remain at **\$3.1 million**
- Estimated Learning Loss Mitigation one-time Federal funds increase by **\$1.5 million** (new total of \$5.4 million), but come with conditions and short expenditure timelines

- OTHER STATE REVENUE

- Slight decrease in Lottery funding rates nets to **<\$102,122>**
- Estimated Learning Loss Mitigation one-time State funds are **\$1.3 million**, but come with conditions and short expenditure timelines

Changes to 2020-21 Budget – EXPENDITURES

- RESTORATION OF COVID-RELATED BUDGET REDUCTIONS
 - 2 Furlough days for all employees working 183 days or more \$1,289,100
 - Restore site discretionary budgets by 13% \$417,799
 - Hiring freeze – certain vacant positions \$675,000
 - One-Time deferral of contribution to reserve fund for Retiree Benefits \$3,819,485

- REINSTATEMENT OF CLASSIFIED POSITIONS
 - Custodial positions (3.5 FTE) \$265,000
 - Instructional Materials position (1.0 FTE) \$80,000

- TOTAL EXPENDITURE RESTORATION of **\$6.6 million**

Multi-Year Projections, 45-Day Revision to 2020-21

Where we are now

	2019-20 Estimated Actuals	2020-21 45-Day Revision 0.00% COLA	2021-22 Projections 0.00% COLA	2022-23 Projections 0.00% COLA
Revenues	\$199,628,821	\$203,406,376	\$195,506,303	\$188,654,416
Expenditures		\$198,502,876	\$197,381,839	\$200,245,223
Budget Reductions Needed				(\$9,000,000)
Total Adjusted Expenditures	\$203,784,131	\$198,502,876	\$197,381,839	\$191,245,223
Excess (Deficiency) of Revenue over Expenditures	(\$4,155,310)	\$5,558,229	(\$1,375,536)	(\$2,090,807)
Transfers from Other Funds	0		0	0
Transfers to Other Funds	\$1,434,097	\$654,729	\$500,000	\$500,000
Net Increase (Decrease) in Fund Balance	(\$5,589,407)	\$4,903,500	(\$1,875,536)	(\$2,590,807)
Beginning Fund Balance	\$20,887,536	\$15,298,129	\$20,201,629	\$18,326,093
Total Ending Fund Balance	\$15,298,129	\$20,201,629	\$18,326,093	\$15,735,286
<u>Components of Ending Fund Balance</u>				
3% Reserve for Economic Uncertainty	\$6,160,678	\$5,955,086	\$5,921,455	\$5,737,357
Non-Spendable (Stores & Revolving Cash)	\$120,000	\$120,000	\$120,000	\$120,000
Legally Restricted	\$4,417,263	\$0	\$0	\$0
Other Assignments	\$150,000	\$6,915,675	\$4,915,675	\$2,915,675
Undesignated/Unappropriated Fund Balance	\$4,450,188	\$7,210,868	\$7,368,963	\$6,962,254

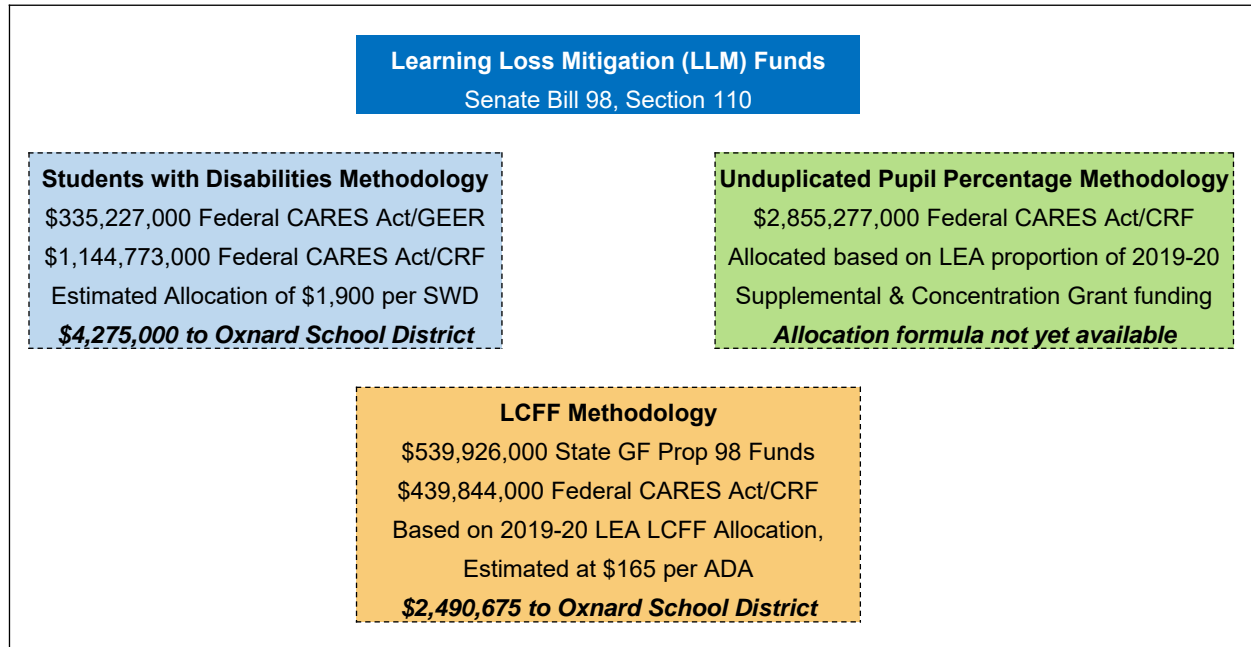
45-Day Revision to 2020-21 Adopted budget

		Original Budget	45-Day Budget Revision	Difference (B - A)	% Diff (C / A)
Description		(A)	(B)	(C)	(D)
REVENUES	Obj. Codes				
LCFF Revenues	8010-8099	153,410,469	166,648,557	13,238,088	8.63%
Federal Revenues	8100-8299	15,896,821	17,395,134	1,498,313	9.43%
State Revenues	8300-8599	7,991,723	9,261,963	1,270,240	15.89%
Local Revenues	8600-8799	10,100,722	10,100,722	0	0.00%
TOTAL REVENUES		187,399,735	203,406,376	16,006,641	8.54%
EXPENDITURES					
Certificated Salaries	1000	80,299,029	81,520,287	1,221,258	1.52%
Classified Salaries	2000	27,532,439	28,167,207	634,768	2.31%
Employees' Benefits	3000	40,502,919	44,834,850	4,331,931	10.70%
Books and Supplies	4000	13,019,602	13,437,401	417,799	3.21%
Services and Operating Expenses	5000	27,708,863	27,708,863	0	0.00%
Capital Outlay	6000	186,250	186,250	0	0.00%
Other Outgo	7100-7499	1,993,289	1,993,289	0	0.00%
TOTAL EXPENDITURES		191,242,391	197,848,147	6,605,756	3.45%
OPERATING SURPLUS (DEFICIT)		(3,842,656)	5,558,229	9,400,885	244.65%
OTHER SOURCES AND TRANSFERS IN	8900-8979	0	0	0	0.00%
OTHER USES AND TRANSFERS OUT	7600-7699	654,729	654,729	0	0.00%
CURRENT YEAR INCREASE (DECREASE) IN FUND BALANCE		(4,497,385)	4,903,500	9,400,885	209.03%
BEGINNING BALANCE	9791	15,298,129	15,298,129	0	0.00%
CURRENT YEAR ENDING BALANCE		10,800,744	20,201,629	9,400,885	87.04%
COMPONENTS OF ENDING BALANCE					
Non-spendable	9711-9719	120,000	120,000	0	0.00%
Restricted	9740	2,415,586	0	(2,415,586)	-100.00%
Committed	9750 / 9760	0	0	0	0.00%
Assigned	9780	150,000	6,915,675	6,765,675	4510.45%
Reserve for Economic Uncertainties	9789	5,756,915	5,955,086	198,171	3.44%
UNAPPROPRIATED BALANCE		2,358,243	7,210,868	4,852,625	205.77%

COVID-19 Relief Funding 2019-2022

COVID-19 LEA Response Funds
Senate Bill 117
\$100,000,000 State General Fund
Fully apportioned March 2020, per ADA
\$271,412 to Oxnard School District

Elementary and Secondary School
Emergency Relief (ESSER) Funds
\$1,500,000,000 Federal CARES Act
Title I Funding Methodology
\$3,173,320 to Oxnard School District



\$ 4,378,001	LLM/CRF (CARES Act) Funds	Spend between March 1, 2020 and December 30, 2020
\$ 1,372,362	LLM/Prop-98 State Funds	Spend between March 1, 2020 and December 30, 2020
\$ 1,015,312	LLM/GEER (CARES Act) Funds	Spend between March 13, 2020 and September 30, 2021
\$ 3,173,320	ESSER (CARES Act) Funds	Spend between March 13, 2020 and September 30, 2022
\$ 271,412	SB 117 State LEA Response Funds	Allocated March 13, 2020 (no specified end date)
\$ 10,210,407	TOTAL RELIEF FUNDS AVAILABLE TO OXNARD SCHOOL DISTRICT	

Learning Loss Mitigation Funds

Purpose of Funds
<ul style="list-style-type: none">• Addressing learning loss or accelerating progress to close learning gaps through learning supports before the start of the school year and into the school year.
<ul style="list-style-type: none">• Extending instructional school year or taking any other action that increases the amount of instructional time and/or services provided based on student's learning needs.
<ul style="list-style-type: none">• Providing additional academic services, diagnostic assessments of student learning needs, instructional materials or supports, or devices and connectivity for in-classroom and distance learning.
<ul style="list-style-type: none">• Providing integrated supports to address learning barriers such as health, counseling, or mental health services; professional development and training to teachers and parents; access to school meals; or programs to address student trauma and social-emotional learning.

Thank You

