

2020-21 FIRST INTERIM REPORT

December 16, 2020

Special Board Meeting

Presented by:

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Interim Assistant Superintendent, Business & Fiscal Services

and

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SIGNIFICANT CHANGES SINCE ADOPTED BUDGET

Highlighted changes from Senate Bill (SB) 820, Education Trailer Bill, signed by the Governor on September 18, 2020:

- No ADA collected in 2020-21 for apportionment purposes
- Extended deadline for GEER funds to September 30, 2022
- Extended deadline for LLM GF funds from December 30, 2020 to June 30, 2021
- Expanded eligible expenditures for LLM funds to address health and safety
- LLM and ESSER funds are excluded from expenditures for the purposes of the Routine Restricted Maintenance Account (RRMA) calculation

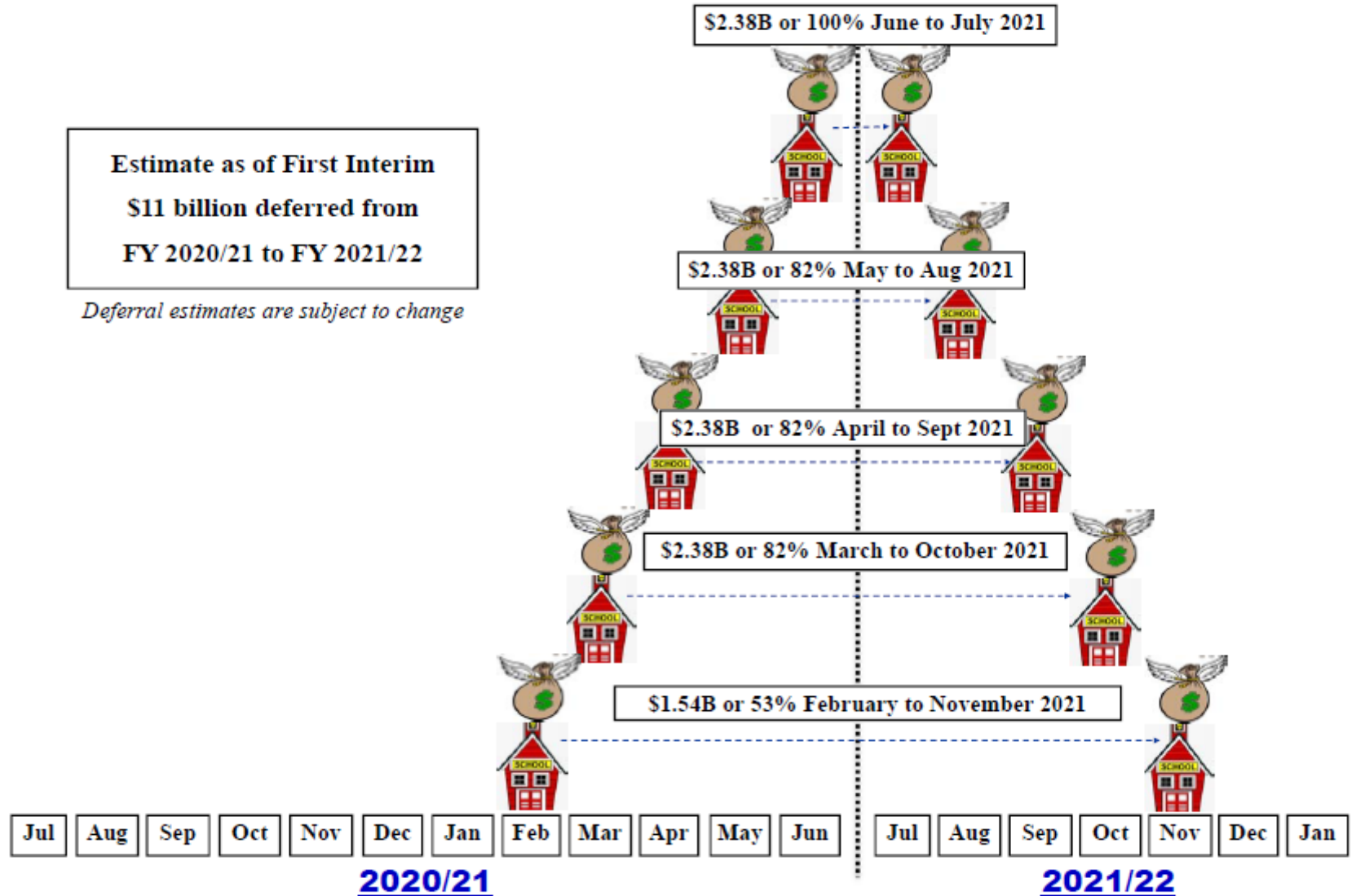
ITEMS OF KEY INTEREST FOR BUDGET PREPARATION

- Local Control Funding Formula (LCFF) and COLA
 - The LCFF planning factors showing a 0.00% COLA in the current and two subsequent years should be viewed as a best-case scenario
- Attendance
 - ADA hold harmless for the current year, and for 2021-22 for declining enrollment districts
 - Expect a significant funding decrease in 2022-23
 - Minimum daily minute, annual instructional days, and weekly engagement record requirements
- Deferrals and Cash Flow
 - Pension contribution rates continue to increase in future years
 - Short timelines to spend large sums of funding, changing federal requirements, unknown audit requirements
 - Cost of mitigating learning loss over time

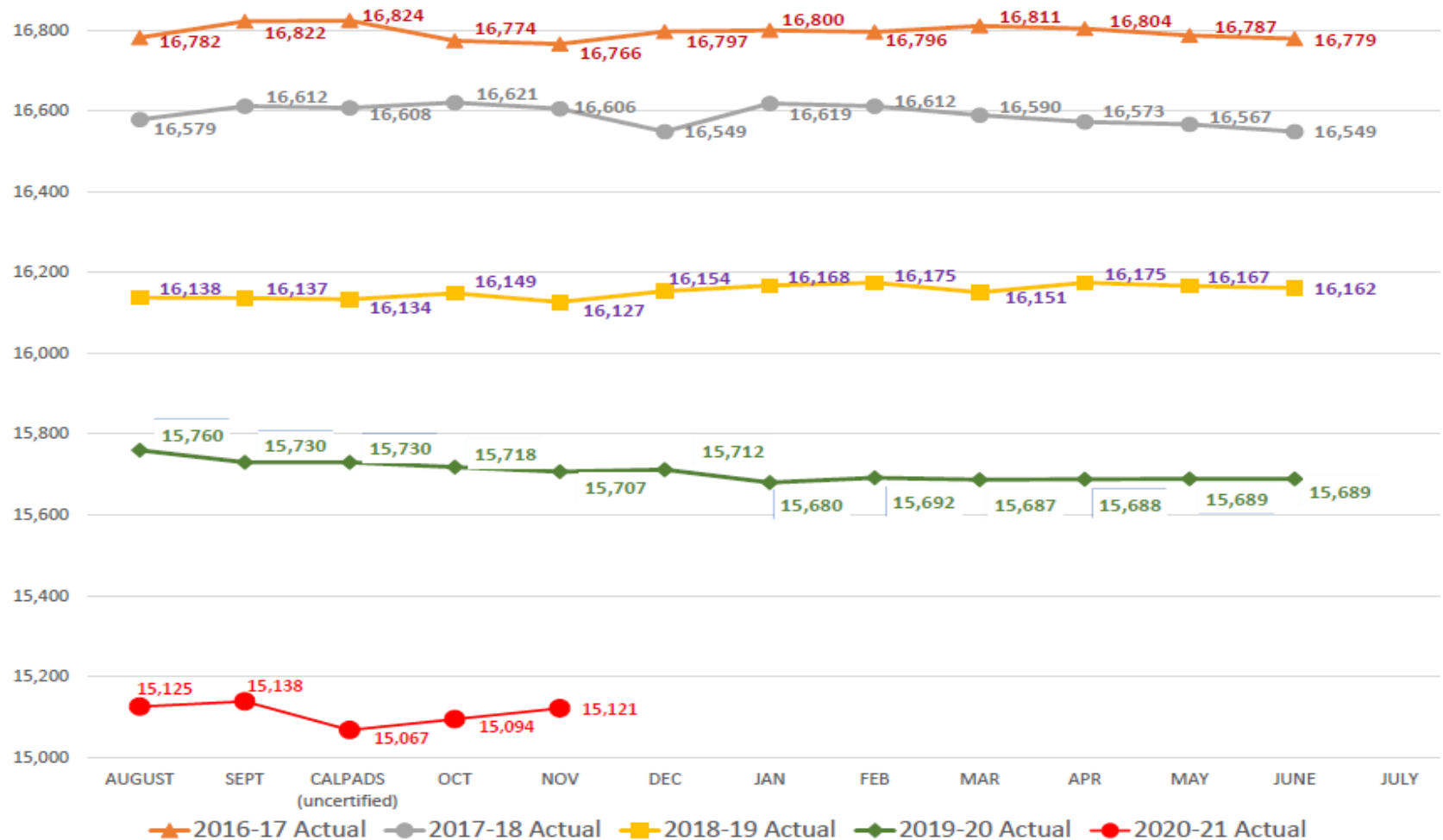
Apportionment Deferrals

Estimate as of First Interim
\$11 billion deferred from
FY 2020/21 to FY 2021/22

Deferral estimates are subject to change



OXNARD SCHOOL DISTRICT ENROLLMENT HISTORY 2016-17 THROUGH 2020-21 ACTUALS



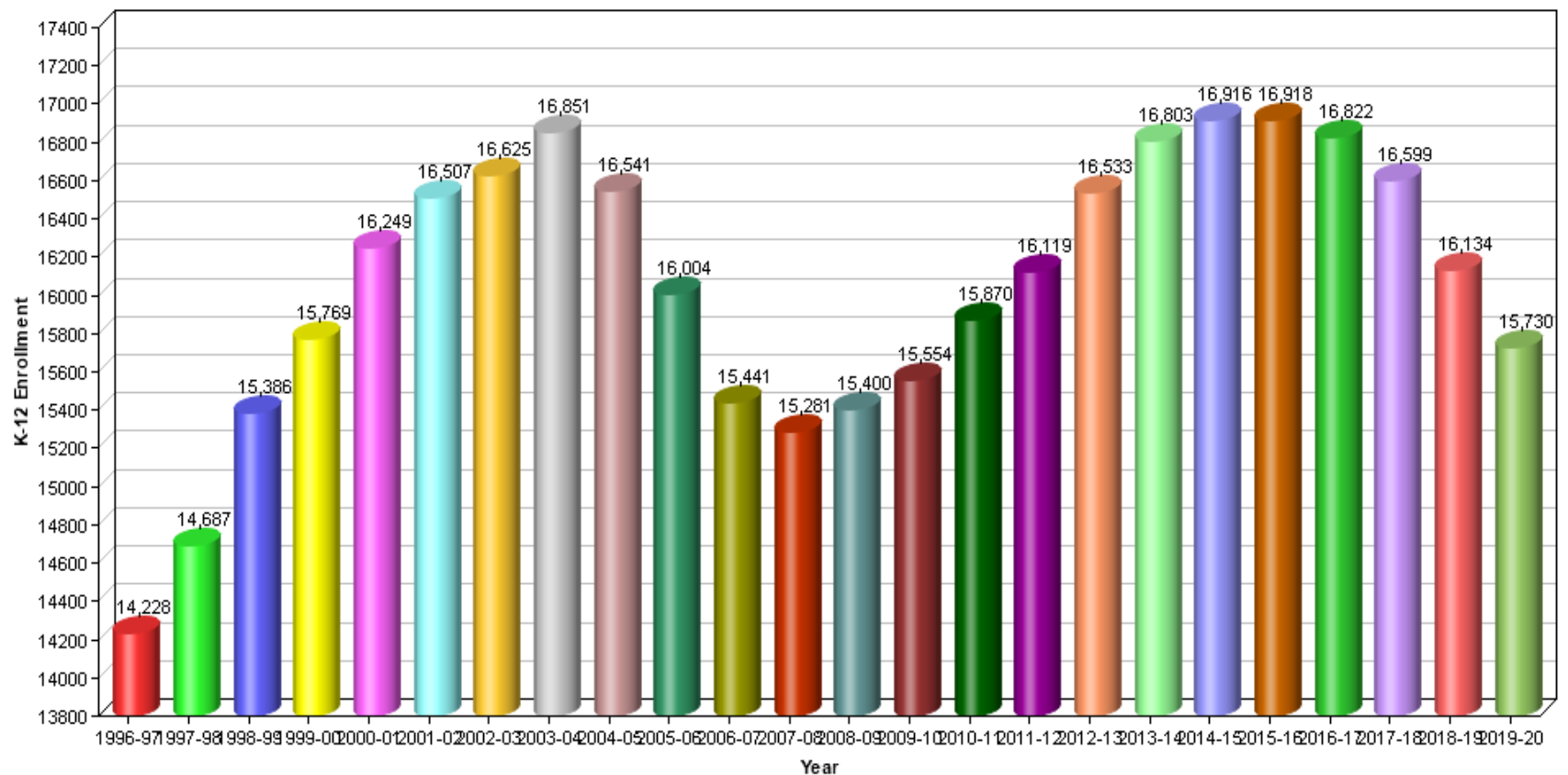


K-12 Public School Enrollment

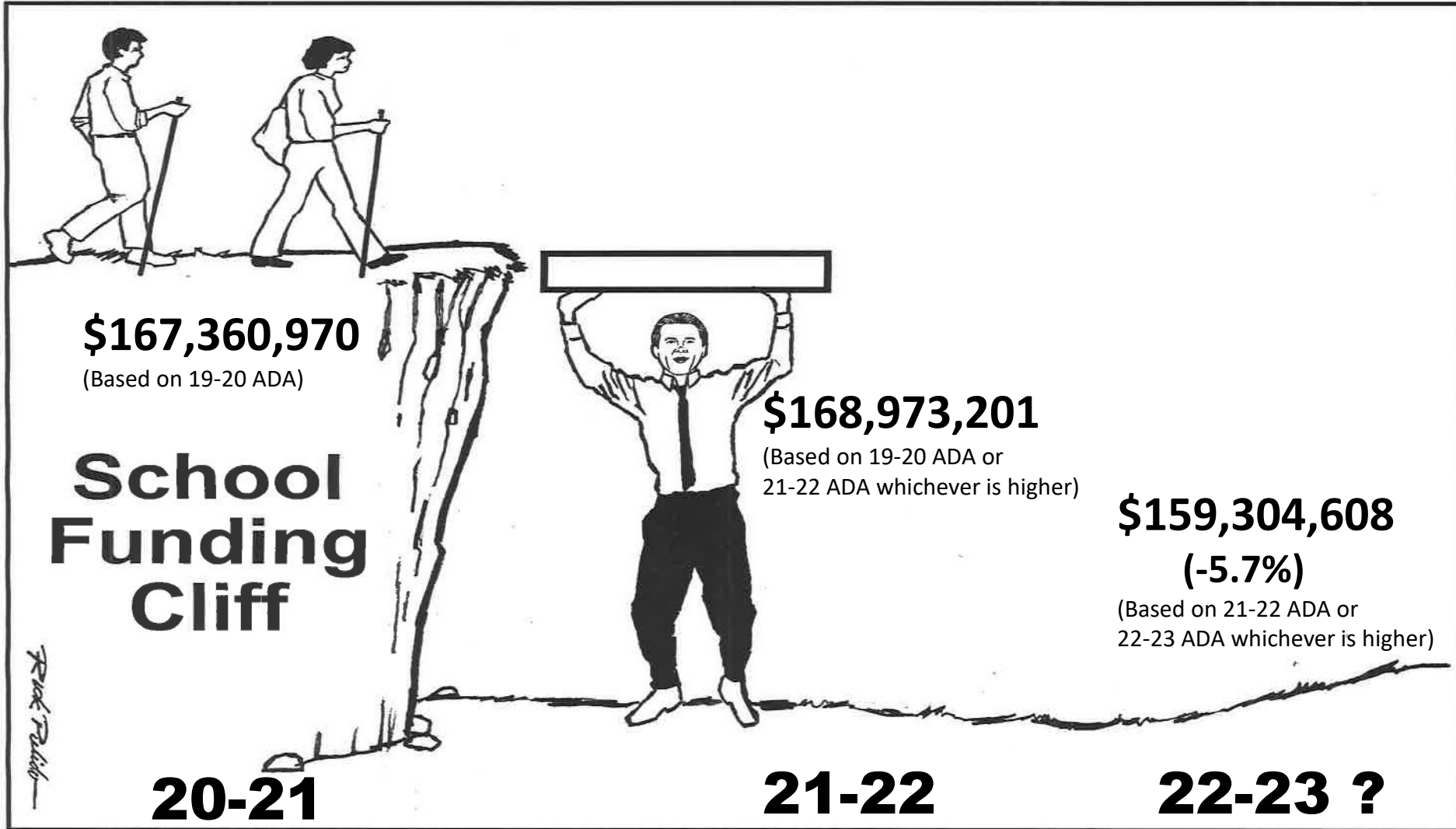
5672538-Oxnard

Select Report **Time Series - Public School Enrollment**

Select District **5672538--Oxnard**

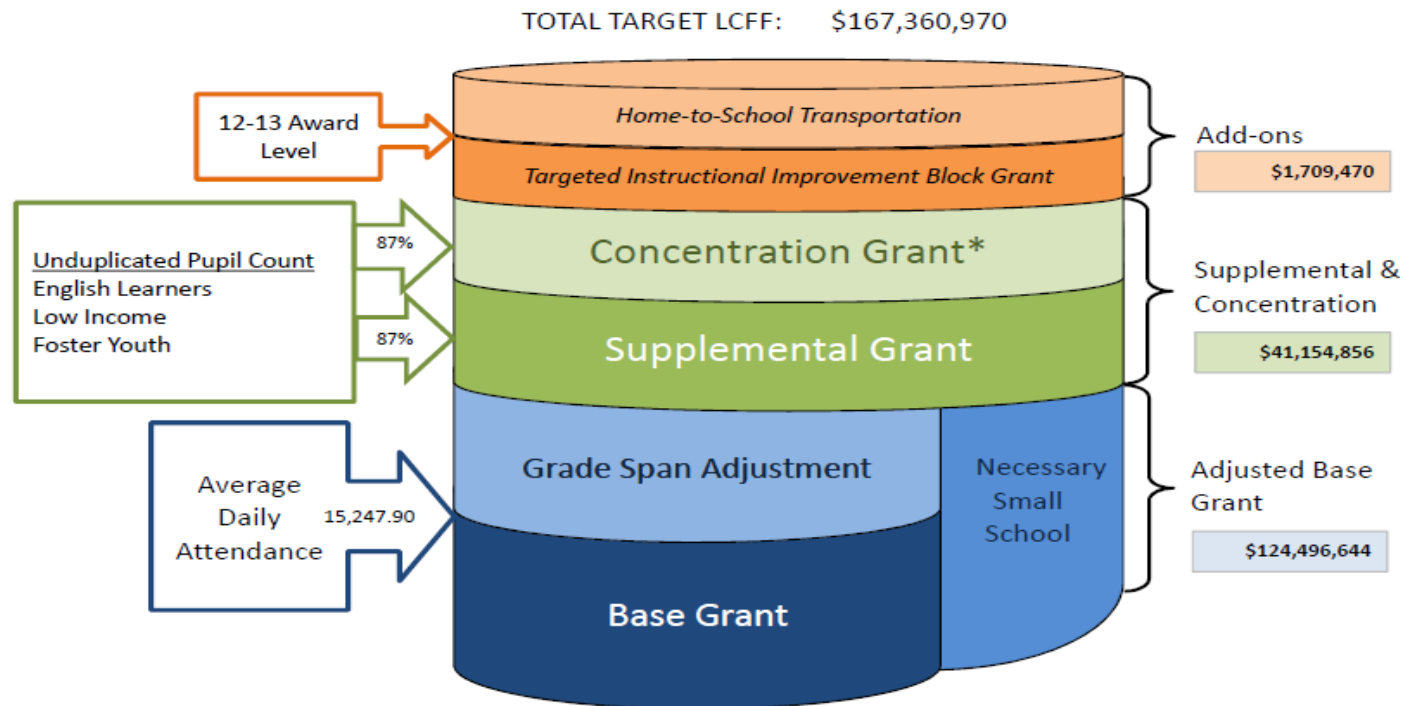


LCFF Funding



COMPONENTS OF LCFF TARGET ENTITLEMENT

	2020-21	
Base Grant / Necessary Small School	\$ 119,272,691	15,247.90 ADA
Grade Span Adjustment	\$ 5,223,953	
Supplemental Grant	\$ 21,540,409	87%
Concentration Grant	\$ 19,614,447	87%
Add-ons (TIIBG & Transportation)	\$ 1,709,470	
Total	\$ 167,360,970	



*Unduplicated Pupil Percentage must be above 55% to receive Concentration Grant funding

PLANNING FACTORS FOR 2020-21 AND MULTI-YEAR PROJECTIONS

The key planning factors for OSD's Budget for 2020-21 1st Interim and MYP are listed below and are based on the latest information available.

Planning Factor	2020-21	2021-22	2022-23
Estimated Funded ADA (Average Daily Attendance)	15,247.90	15,247.90	14,408.93
Funded UPP (Unduplicated Pupil Percentage)	86.51%	88.36%	87.82%
Step & Column	1.50%	1.50%	1.50%
Statutory COLA (Planning COLA)	0.00%	0.00%	0.00%
STRS Employer Statutory Rates	16.15%	16.00%	18.10%
PERS Employer Projected Rates	20.70%	23.00%	26.30%
Lottery - Unrestricted per ADA	\$150	\$150	\$150
Lottery - Prop 20 per ADA	\$49	\$49	\$49
Mandated Block Grant per ADA	\$32.18	\$32.18	\$32.18
CPI	0.98%	1.59%	1.87%
Routine Restricted Maintenance Account	3% of total GF expenditures	3% of total GF expenditures	3% of total GF expenditures
Health Benefits - Hard Cap with no anticipated changes			

MULTI-YEAR PROJECTIONS

	2020-21 Proposed Budget	2021-22 Projections	2022-23 Projections
Revenues	\$222,536,899	\$199,882,809	\$190,121,716
Expenditures	\$220,789,956	\$207,158,983	\$211,724,140
Budget Reductions Needed		(\$2,000,000)	(\$16,000,000)
Total Adjusted Expenditures	\$220,789,956	\$205,158,983	\$195,724,140
Excess (Deficiency) of Revenue over Expenditures	\$1,746,943	(\$4,976,174)	(\$5,302,424)
Transfers from Other Funds	0	0	0
Transfers to Other Funds	\$0	\$300,000	\$300,000
Net Increase (Decrease) in Fund Balance	\$1,746,943	(\$5,276,174)	(\$5,602,424)
Beginning Fund Balance	\$17,539,223	\$19,286,166	\$14,009,992
<u>Components of Ending Fund Balance</u>			
Total Ending Fund Balance	\$19,286,166	\$14,009,992	\$8,407,568
3% Reserve for Economic Uncertainty	\$6,623,699	\$6,154,769	\$5,871,724
Non-Spendable (Stores & Revolving Cash)	\$120,000	\$120,000	\$120,000
Legally Restricted	\$4,505,750	\$0	\$0
Other Assignments	\$7,488,850	\$7,288,850	\$2,150,000
Undesignated/Unappropriated Fund Balance	\$547,867	\$446,373	\$265,844

2020-21 GENERAL FUND COMPARISON

EXPLANATION OF CHANGES FROM ADOPTED BUDGET

Object	Original Budget	1st Interim	Difference	Explanation
Revenue:				
8010-8099	\$ 153,410,469	\$ 166,360,970	\$ 12,950,501	Increase due to State Budget adoption at 0.00% COLA (instead of -7.92% COLA).
8100-8299	\$ 15,896,821	\$ 35,586,780	\$ 19,689,959	Recognize prior year carryover of Federal revenue (\$5.4 million), and increase to CARES Act funding (\$14.2 million).
8300-8599	\$ 7,991,723	\$ 10,065,098	\$ 2,073,375	Recognize ASES prior year carryover, and increase to State Learning Loss Mitigation funding.
8600-8799	\$ 10,100,722	\$ 10,524,051	\$ 423,329	Increases in Local revenues such as Workers Compensation rebate from VCSSFA, safety credit funds, and higher interest rates.
Expenditures:				
1000-1999	\$ 80,299,029	\$ 87,879,259	\$ 7,580,230	Adopted Budget included decreases for a hiring freeze and two furlough days, which were removed for 1st Interim; 1st Interim includes increased budget for extra hours for teacher professional development and intervention (ISPs) paid with CARES Act funds.
2000-2999	\$ 27,532,439	\$ 29,127,852	\$ 1,595,413	Adopted Budget included decreases for a hiring freeze and two furlough days, which were removed for 1st Interim; 1st Interim includes increased budget for extra hours for clerical support at sites, and extra staff paid with CARES Act funds.
3000-3999	\$ 40,502,919	\$ 44,795,324	\$ 4,292,405	Adjustment for increases to certificated and classified employee expenses.
4000-4999	\$ 13,019,602	\$ 26,497,805	\$ 13,478,203	Increase of budgeted expenditures that correlates to increased Federal revenue.
5000-5999	\$ 27,708,863	\$ 29,333,933	\$ 1,625,070	Increase of budgeted expenditures that correlates to increased Federal revenue.
6000-6999	\$ 186,250	\$ 918,035	\$ 731,785	Increase of budgeted expenditures that correlates to increased Federal revenue.
7100-7499	\$ 2,685,017	\$ 2,685,017	\$ -	
7300-7399	\$ (691,728)	\$ (447,269)	\$ 244,459	Increase in Indirect Costs due to increase in budgeted expenditures.
7600-7629	\$ 654,729	\$ -	\$ (654,729)	Decrease in contribution to Child Nutrition Fund, due to use of CARES Act funds.
8980-8999	\$ (36,925,709)	\$ (37,863,259)	\$ 937,550	Increase in contribution to Special Education.

COVID-19 RELIEF FUNDS - REVENUE

Funding Source	Funding Amount	Expenditure Window
Learning Loss Mitigation - Coronavirus Relief Fund (CRF Resource 3220)	\$ 16,970,446	March 1, 2020 to December 30, 2020
Learning Loss Mitigation - State General Fund (GF Resource 7420)	\$ 1,462,212	March 1, 2020 to June 30, 2020
Learning Loss Mitigation - Governors Emergency Education Relief (GEER Resource 3215)	\$ 1,068,606	March 13, 2020 to September 30, 2022
Elementary & Secondary Schools Emergency Relief (ESSER Resource 3210)	\$ 3,173,320	March 13, 2020 to September 30, 2022
COVID-19 LEA Response Funds - State General Fund (SB 117 Resource 7388)	\$ 271,412	Apportioned March 2020, no end date
	\$ 22,945,996	Total Relief Funds Available to Oxnard School District

COVID-19 RELIEF FUNDS - EXPENDITURES

- Health and Safety
 - PPE, cleaning and sanitizing, air filters, hand washing/hand sanitizing stations
- Additional Staffing Support
 - Intervention Specialists (ISPs)
 - Special Education Support for Assessment Backlog
 - Counselors and Outreach Consultants (ORCs)
 - Technology Support and Technology TOSA
- Technology and Digital Connectivity
 - Student Devices and Wi-Fi Hot Spots
 - Distance Learning Platform and Software, including Teacher Training
 - Infrastructure Improvements to Support Increased Usage
 - Devices and Technology Support for Staff
- Materials and Supplies to Support Distance Learning
- Classroom and Workplace Modifications for Social Distancing
- Continue to Provide Breakfast and Lunch to Students and Families

NEXT STEPS

January 2021	Governor's Preliminary 2021-22 Budget Released
January - February 2021	Work will happen on enrollment and staffing projections for 2021-22
January – June 2021	Work on the 2021-22 LCAP and Budget happens
March 2021	2 nd Interim Report for 2020-21 presented to the Board for approval
June 2021	LCAP and Budget for 2021-22 presented to the Board for review and approval

QUESTIONS?

