



# PARAMOUNT UNIFIED SCHOOL DISTRICT

GREAT THINGS ARE HAPPENING IN PARAMOUNT SCHOOLS



## 2020-21 First Interim Report

Dr. Ruth Pérez, Superintendent  
Ruben Frutos, Assistant Superintendent of Business Services  
Yolanda Calderon, Interim Director of Fiscal Services  
Patricia Tu, Director of Fiscal Services

December 14, 2020  
Action Item: 10.18-A



## REVIEW OF GUIDING PRINCIPLES

- Develop a multi-year budget that keeps PUSD solvent and is approved by LACOE
- Keep students and the classroom as a priority, while also ensuring equity and reducing learning loss as the result of school closures
- Sustain key academic and social emotional initiatives (Strategic Plan, LCAP)
- Review economic and legislative updates for impacts to the District



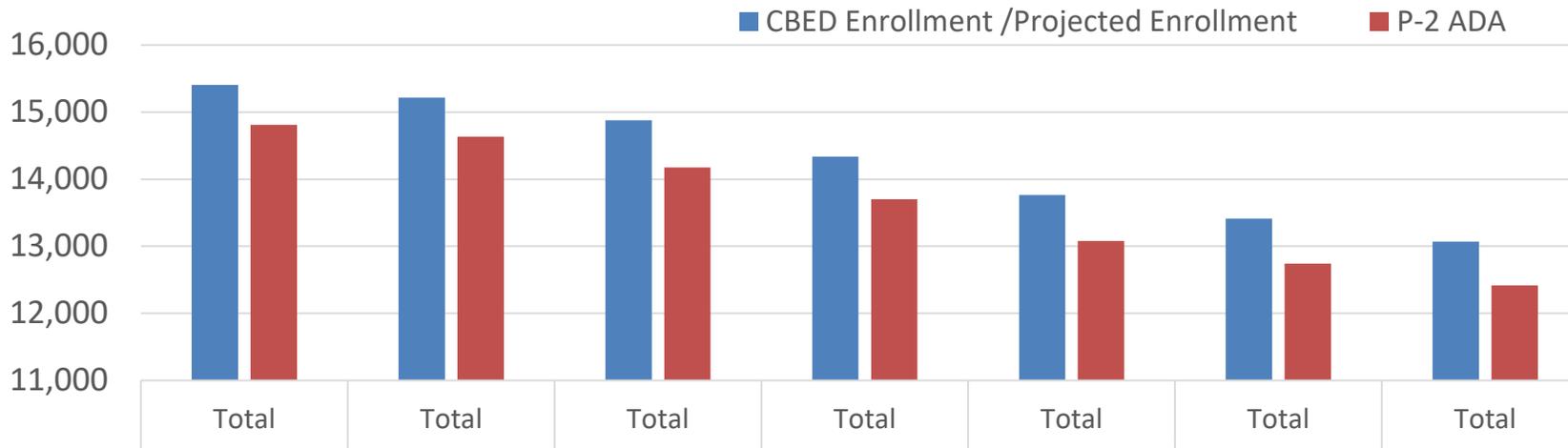
# Financial Status of the District

- COLA = 0%
- New requirement: 3% of General Fund expenditures dedicated to Routine Restricted Maintenance ([E.C. 17070.75](#))
- Continued decline in Enrollment and ADA will affect funding in future years
  - Enrollment is 571 students less than prior year.
- Imperative to manage our expenditures for multiple years
- Fund balance needs to be carefully maintained.
- State deferrals announced for February through June of 2021.
- Planned expenditures need to be re-evaluated to adjust for potential revenue shortages from the State in order to maintain fiscal solvency in multiple years



## Enrollment & Average Daily Attendance (ADA)

	2016-17 Total	2017-18 Total	2018-19 Total	2019-20 Total	2020-21 Total	2021-22 Total	2022-23 Total
CBED Enrollment /Projected Enrollment	15,405	15,213	14,875	14,337	13,765	13,412	13,068
P-2 ADA	14,809	14,633	14,173	13,699	13,077	12,741	12,415

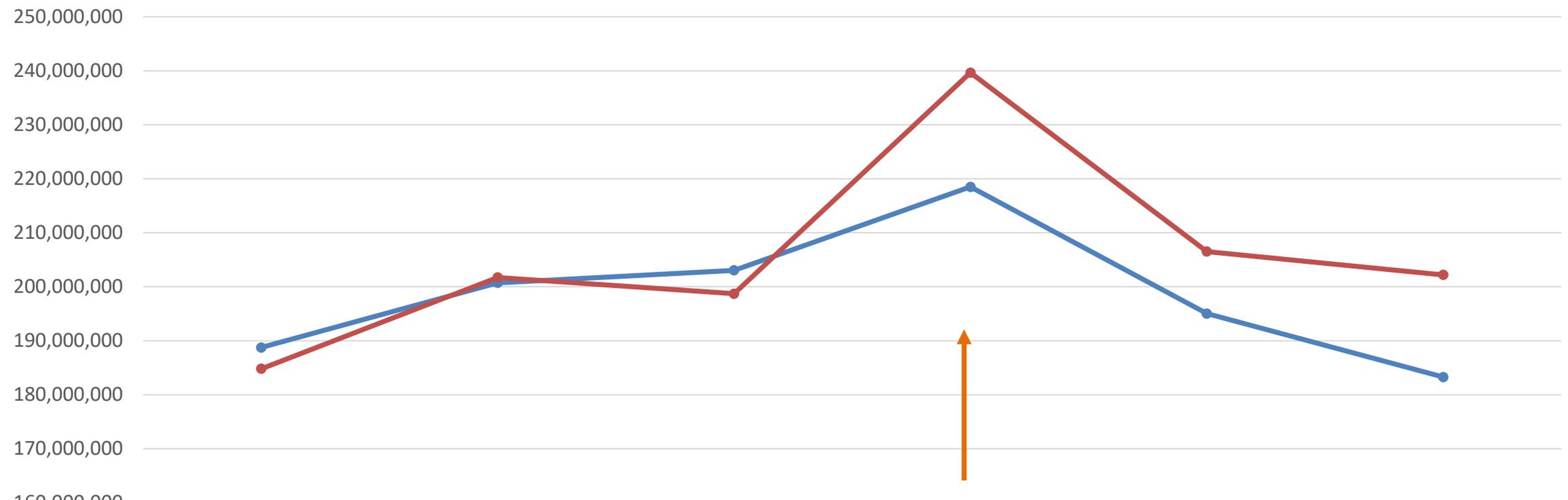




# PARAMOUNT UNIFIED SCHOOL DISTRICT

## PREPARING STUDENTS FOR COLLEGE AND CAREERS

### 2020-2023 Multi-Year Analysis



	2017-18	2018-19	2019-20	2020-21	2021-22	2021-22
● Revenues	188,751,568.12	200,720,265.41	203,045,710.18	218,490,619.00	195,024,366.00	183,276,356.00
● Expenses	184,816,982.94	201,717,748.38	198,706,060.88	239,654,055.00	206,514,830.00	202,214,277.00

● Revenues ● Expenses



## 2020-21 Unrestricted General Fund

2019-20 Estimated Actuals	
Total Revenues (Less Contributions)	\$ 140,802,032
Total Expenditures	156,625,543
Total Other Sources/Uses	4,416,282
Change in Fund Balance*	(20,239,793)
Beginning Fund Balance	55,437,080
Ending Fund Balance	\$ 35,197,287

\* Estimated



## Components of 2020-21 Unrestricted General Fund Ending Fund Balance

Components	Amount
Revolving Cash (At sites and District office)	\$ 40,000
Stores (Such as Inventory)	300,000
District Statutory Costs	19,857,287
Reserve for Economic Uncertainties	15,000,000
Total	\$ 35,197,287



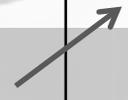
## General Fund – Unrestricted/Restricted

		<b>First Interim</b>
<b>Revenues:</b>		
	<b>LCFF</b>	166,595,247
	<b>Federal Revenue</b>	34,934,923
	<b>Other State Revenue</b>	7,345,227
	<b>Other Local Revenue</b>	9,615,222
<b>Total Revenue</b>		218,490,619
<b>Expenditures:</b>		
	<b>Certificated Salaries</b>	92,378,366
	<b>Classified Salaries</b>	28,658,800
	<b>Employee Benefits</b>	46,655,473
	<b>Books &amp; Supplies</b>	20,975,100
	<b>Services and Other Operating Exp.</b>	40,198,090
	<b>Capital Outlay</b>	6,312,119
	<b>Other Outgo</b>	59,825
<b>Total Expenditures</b>		235,237,773
<b>Other Financing Sources/Uses</b>		4,416,282
<b>Net Increase/(Decrease) in Fund Balance</b>		-21,163,436



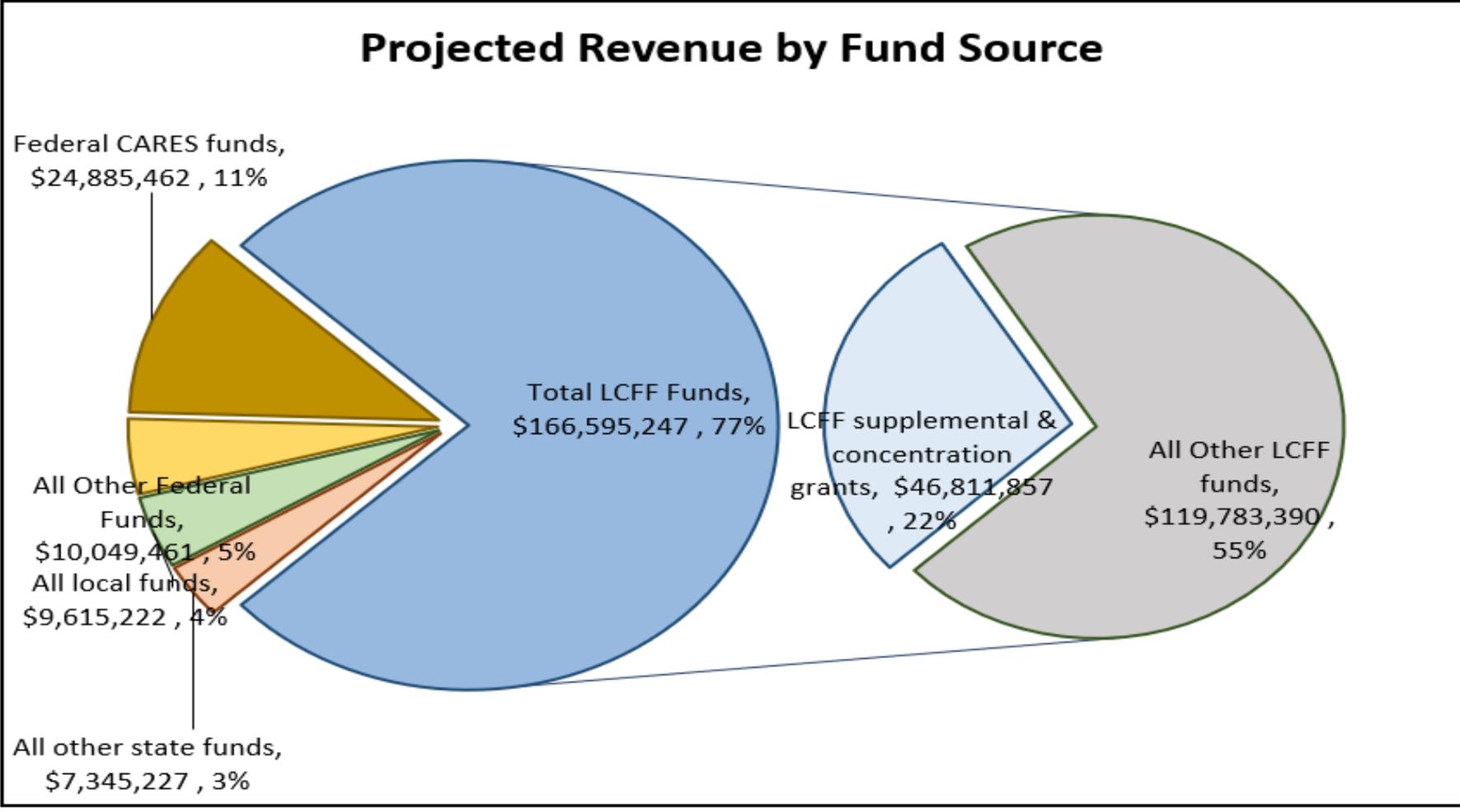
# Unrestricted GF - Multi-Year Projections

General Fund - Unrestricted	2020-21	2021-22	2022-23
Revenues (after Encroachment)	\$140,802,032	\$140,518,790	\$128,637,402
Expenditures	\$161,041,825	\$149,875,280	\$147,744,505
Surplus / (Structural Deficit)	(\$20,239,793)	(\$9,356,490)	(\$19,107,103)
Beginning Fund Balance	55,437,080	\$35,197,287	\$25,840,797
Ending Fund Balance	\$35,197,287	\$25,840,797	\$6,733,694





# Budget Overview for Parents





# PARAMOUNT UNIFIED SCHOOL DISTRICT

PREPARING STUDENTS FOR COLLEGE AND CAREERS

## Budget Overview for Parents

<b>Projected General Fund Revenue for the 2020-2021 School Year</b>		<b>Amount</b>
Total LCFF funds	\$	166,595,247
LCFF supplemental & concentration grants	\$	46,811,857
All other state funds	\$	7,345,227
All local funds	\$	9,615,222
Total federal funds	\$	34,934,923
Federal CARES funds	\$	24,885,462
<b>Total Projected Revenue</b>	<b>\$</b>	<b>218,490,619</b>
<b>Total Budgeted Expenditures for the 2020-2021 School Year</b>		<b>Amount</b>
Total Budgeted General Fund Expenditures	\$	235,237,773
Total Budgeted Expenditures in the Learning Continuity Plan	\$	52,388,207
Total Budgeted Expenditures for High Needs Students in the Learning Continuity Plan	\$	43,778,021
Expenditures not in the Learning Continuity Plan	\$	182,849,566
<b>Expenditures for High Needs Students in the 2019-2020 School Year</b>		<b>Amount</b>
Total Budgeted Expenditures for High Needs Students in the LCAP	\$	47,660,030
Actual Expenditures for High Needs Students in LCAP	\$	37,925,903



## LAO – Fiscal Outlook

Dramatically improved revenue estimates over June Budget Act

- ▶ Personal Income Tax (PIT) accounts for over two-thirds of state general fund (GF) revenue
  - California high-income earners are doing very well
  - Stock market doing great, leading to higher capital gains
- ▶ Tech sector is also in good shape, corporation tax receipts are strong
- ▶ Housing and general spending are rebounding faster than expected, sales tax revenues also higher than expected
- ▶ LAO refers to one-time “wind-fall” of \$26 billion – projects that spending will outpace revenues in out-years



## Ongoing Impacts of the Pandemic

COVID-19 still having devastating impact on many Californians and many businesses

- ▶ Unemployment and fiscal instability are hitting lower and middle-income earners much harder
- ▶ The tourism and hospitality sectors have been severely impacted
- ▶ Anomaly of strong GF revenues while increasing pressure on food banks and programs and services related to physical and mental health



## Early Issues for 2021

- ▶ New Legislature – new members, other changes?
- ▶ COVID restrictions will affect Legislature’s operations in 2021 – limit capacity
- ▶ Roughly 2/3 of all bills died in 2020 – could see reintroductions of those
- ▶ Focus likely to be on COVID-related impacts
- ▶ Early relevant issues include:
  - Vaccine priority and requirements – buckle up
  - PPE/Testing for staff and students
  - Learning loss – also SPED impacts
  - Child care
  - Digital equity
  - ADA funding issues – unduplicated counts (budget issue)
  - Mental health (students and staff)
  - Charter schools – age cap and non-classroom based
  - Police on campus



# PARAMOUNT UNIFIED SCHOOL DISTRICT



*The mission of the Paramount Unified School District is to ensure learning and success for each student by providing a quality education.*