



2020-21 Second Interim Budget

Presented to CUSD Board of Trustees
and Superintendent Campbell

March 16th, 2021

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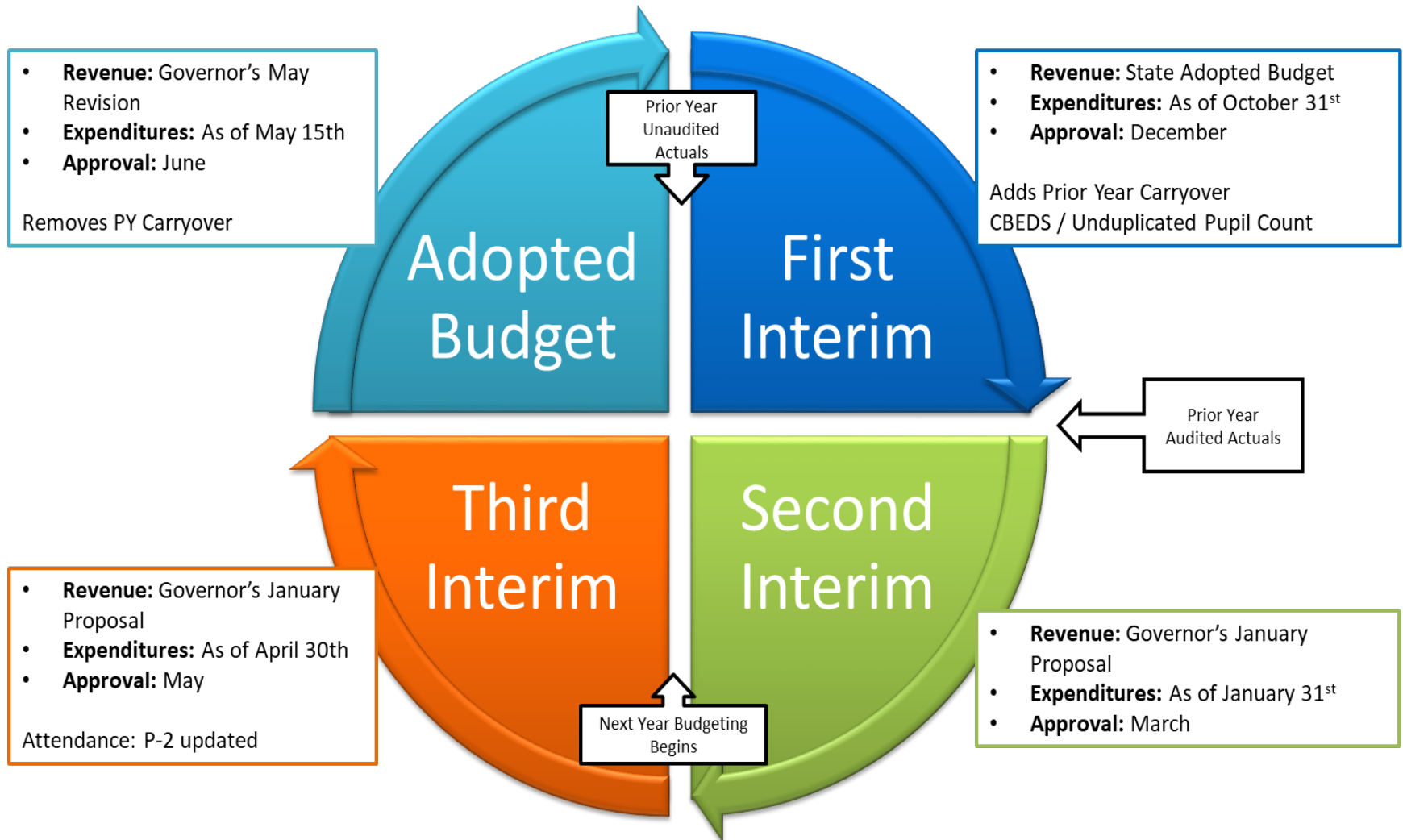
Objectives



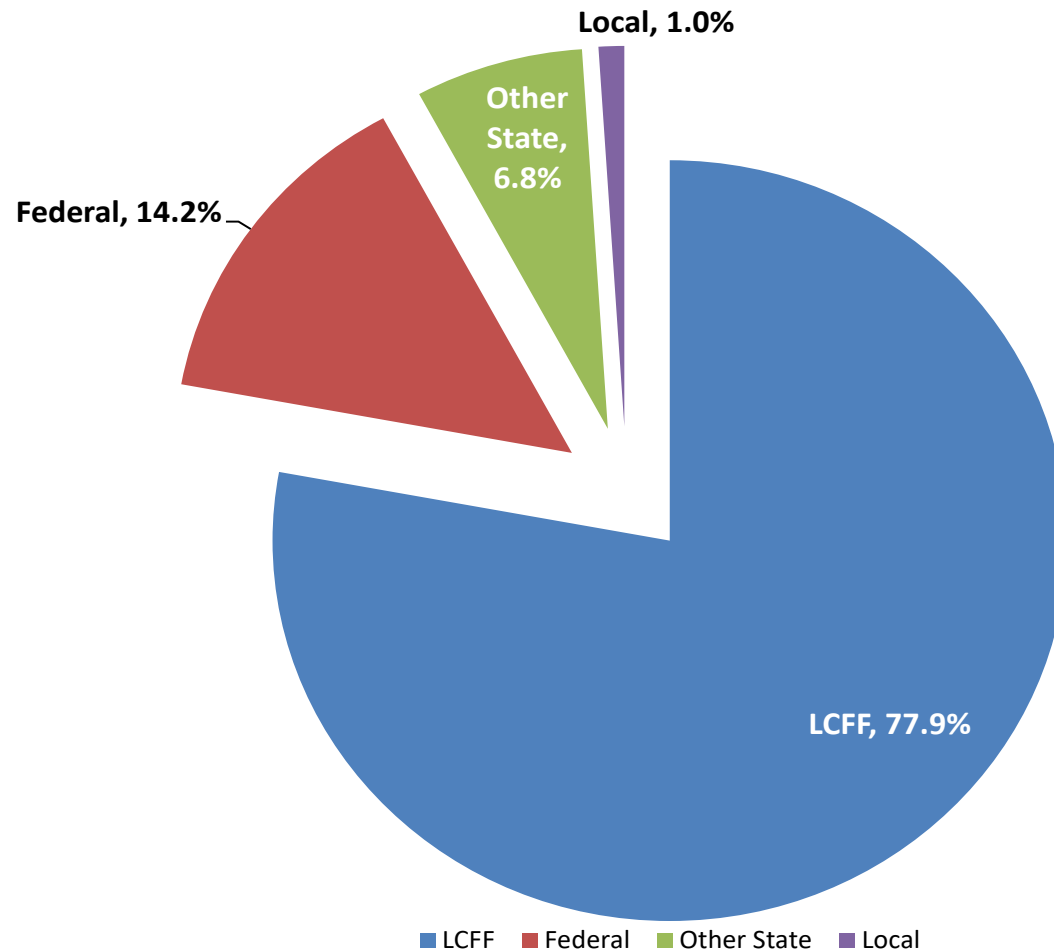
- 2020-21 Second Interim Budget Report
 - ✓ Actual activity through January 31, 2021
 - ✓ Projected financial activity through June 30, 2021

- 2020-21 Second Interim Budget Report:
 - ✓ Detailed Budget for General Fund
 - ✓ Estimated Cash Flow
 - ✓ Enrollment Trends
 - ✓ Multiyear Projection for General Fund, Child Development & Cafeteria Funds

Budget / Fiscal Cycle



General Fund Revenue



LCFF – 77.9% of CUSD's funds are provided through the LCFF calculations (Property Tax, State Aid & EPA)

Federal – District must follow specific grant guidelines for expending these funds (Title I, Title II, etc.)

Other State – State funds not part of LCFF (Lottery, Mandate Block Grant, etc.)

Local – Fund received from local sources or pass-through grants (interest, rentals/fees, donations, etc.)

General Fund Revenue (cont.)



Changes between First and Second Interim:

- **Federal & State revenue** decreased due to not incurring expenditures from some programs; Title I & Lottery. Expenses were paid from Coronavirus Relief Funds.
- **Local revenue** increased due to revenue received through Medical Administrative Activities (MAA) and local site donations.

Description	2020-21 1st Interim			2020-21 2nd Interim			Change between 1st & 2nd Interim		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Total
LCFF Revenue	27,179,293	-	27,179,293	27,179,293		27,179,293	-	-	-
Federal Revenue	-	5,039,638	5,039,638	-	4,964,874	4,964,874	-	(74,764)	(74,764)
State Revenue	521,449	1,987,113	2,508,562	316,403	2,069,752	2,386,155	(205,046)	82,639	(122,407)
Local Revenue	291,622	10,195	301,817	355,760	6,923	362,683	64,138	(3,272)	60,866
TOTAL REVENUES	27,992,364	7,036,946	35,029,310	27,851,456	7,041,549	34,893,005	(140,908)	4,603	(136,305)

General Fund Expenditures

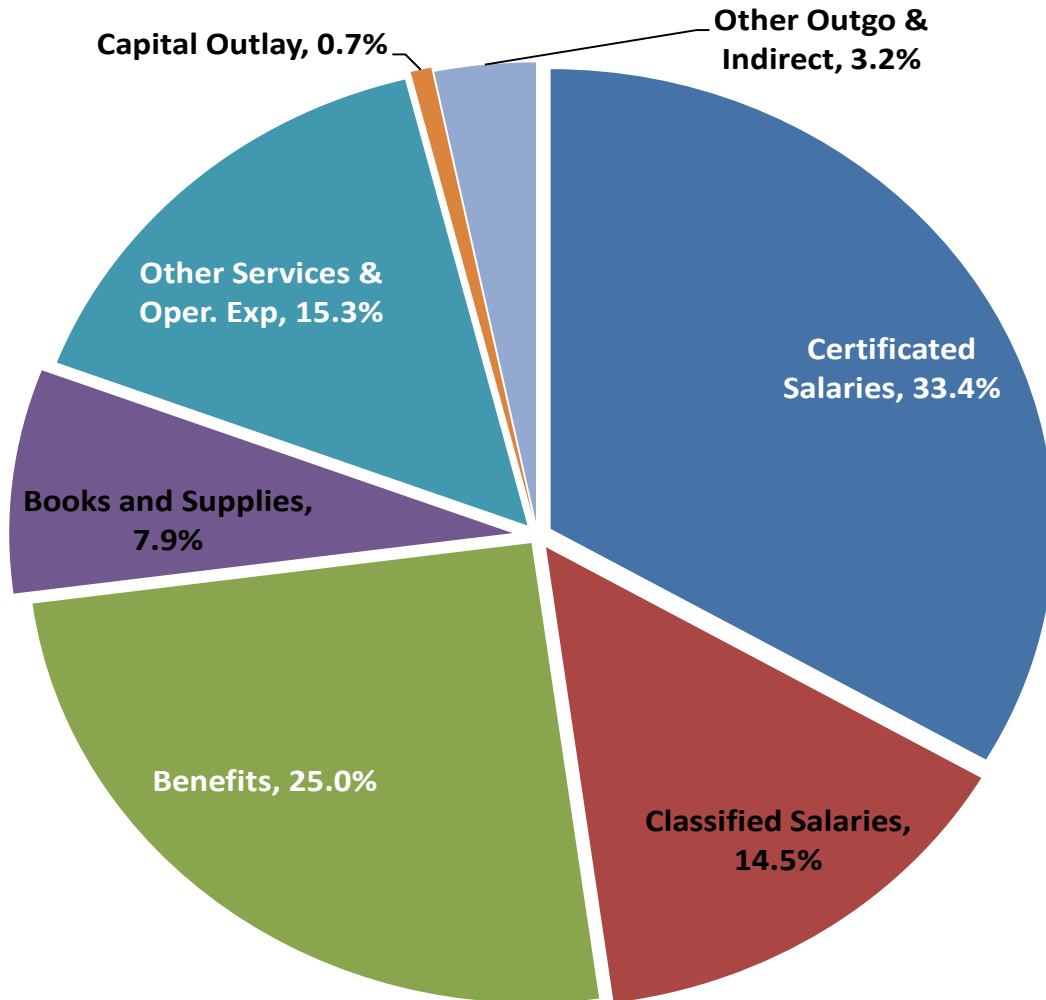


Changes between First and Second Interim include:

- **Certificated Salaries.** decreased primarily due to reductions in various positions.
- **Classified Salaries** decreased primarily due to not filling various sub positions.
- **Benefits** a savings primarily due to decreases in both certificated and classified salaries.
- **Books and Supplies** decreased due to COVID-19's impact on in-person instructions.
- **Services and Other Operating** decreased due to reduced utilities, consulting services and travel mileage.
- **Capital Outlay** increased due to spending for HVAC improvement at school sites.
- **Transfers Out** increased due to Child Development Fund (12) and Deferred Maintenance Fund (14).

Description	2020-21 1st Interim Budget			2020-21 2nd Interim Budget			Change between 1st & 2nd Interim		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Total
Certificated Salaries	9,157,725	2,339,622	11,497,347	8,703,700	2,267,110	10,970,810	(454,025)	(72,512)	(526,537)
Classified Salaries	2,908,258	2,173,164	5,081,422	2,711,099	2,051,249	4,762,348	(197,159)	(121,915)	(319,074)
Benefits	5,203,818	3,202,108	8,405,926	5,060,843	3,173,778	8,234,621	(142,975)	(28,330)	(171,305)
Books and Supplies	627,280	2,088,221	2,715,501	502,919	2,082,838	2,585,757	(124,361)	(5,383)	(129,744)
Services, Other Operating	2,230,002	2,817,189	5,047,191	2,189,450	2,849,201	5,038,651	(40,552)	32,012	(8,540)
Capital Outlay	-	135,944	135,944	20,156	199,640	219,796	20,156	63,696	83,852
Other Outgo	521,501	607,160	1,128,661	525,890	608,342	1,134,232	4,389	1,182	5,571
Indirect/Interprogram Costs	(282,907)	215,154	(67,753)	(270,198)	202,445	(67,753)	12,709	(12,709)	-
Transfers Out/Other Uses	131,672	-	131,672	132,576	300,000	432,576	904	300,000	300,904
TOTAL EXPENDITURES	20,497,349	13,578,562	34,075,911	19,576,435	13,734,603	33,311,038	(920,914)	156,041	(764,873)

General Fund Expenditures



73% of total projected expenditures are dedicated to employees

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General Fund Summary



Description	2020-21 1st Interim			2020-21 2nd Interim			Changes between 1st & 2nd		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
Total Revenues	27,992,364	7,036,946	35,029,310	27,851,456	7,041,548	34,893,005	(140,908)	4,602	(136,305)
Total Expenditures	20,365,676	13,578,562	33,944,238	19,443,860	13,434,601	32,878,462	(921,816)	(143,961)	(1,065,776)
Total Financing Sources/Uses	(7,058,348)	6,926,676	(131,672)	(7,035,768)	6,603,192	(432,576)	22,580	(323,484)	(300,904)
Net Surplus / (Deficit)	568,340	385,060	953,400	1,371,828	210,139	1,581,967	803,488	-	628,567
FUND BALANCE, RESERVES									
Beginning Balance	3,071,564	(30,044)	3,041,520	3,071,564	355,016	3,426,580	-	-	
Ending Balance	3,639,904	355,016	3,994,920	4,443,391	565,155	5,008,546	803,487	-	1,013,626
Nonspendable (Revolving Cash	20,000	-	20,000	20,000	-	20,000	-	-	-
Restricted	-	355,016	355,016	-	180,451	180,451	-	(174,565)	(174,565)
Assigned	422,607	-	422,607	255,187	-	255,187	(167,420)	-	(167,420)
Reserve for Economic Uncertainty	3,197,297	-	3,197,297	4,168,205	-	4,168,205	970,908	-	970,908
Unassigned - Other	-	-	-	-	(356)	(356)	-	(356)	(356)
Total - Fund Balance	\$3,639,904	\$355,016	\$3,994,920	\$4,443,391	\$180,095	\$4,623,487	\$803,488	-	\$628,567

Unassigned Reserve (includes REU)

9.38%

12.51%

All Funds Summary 2020-21

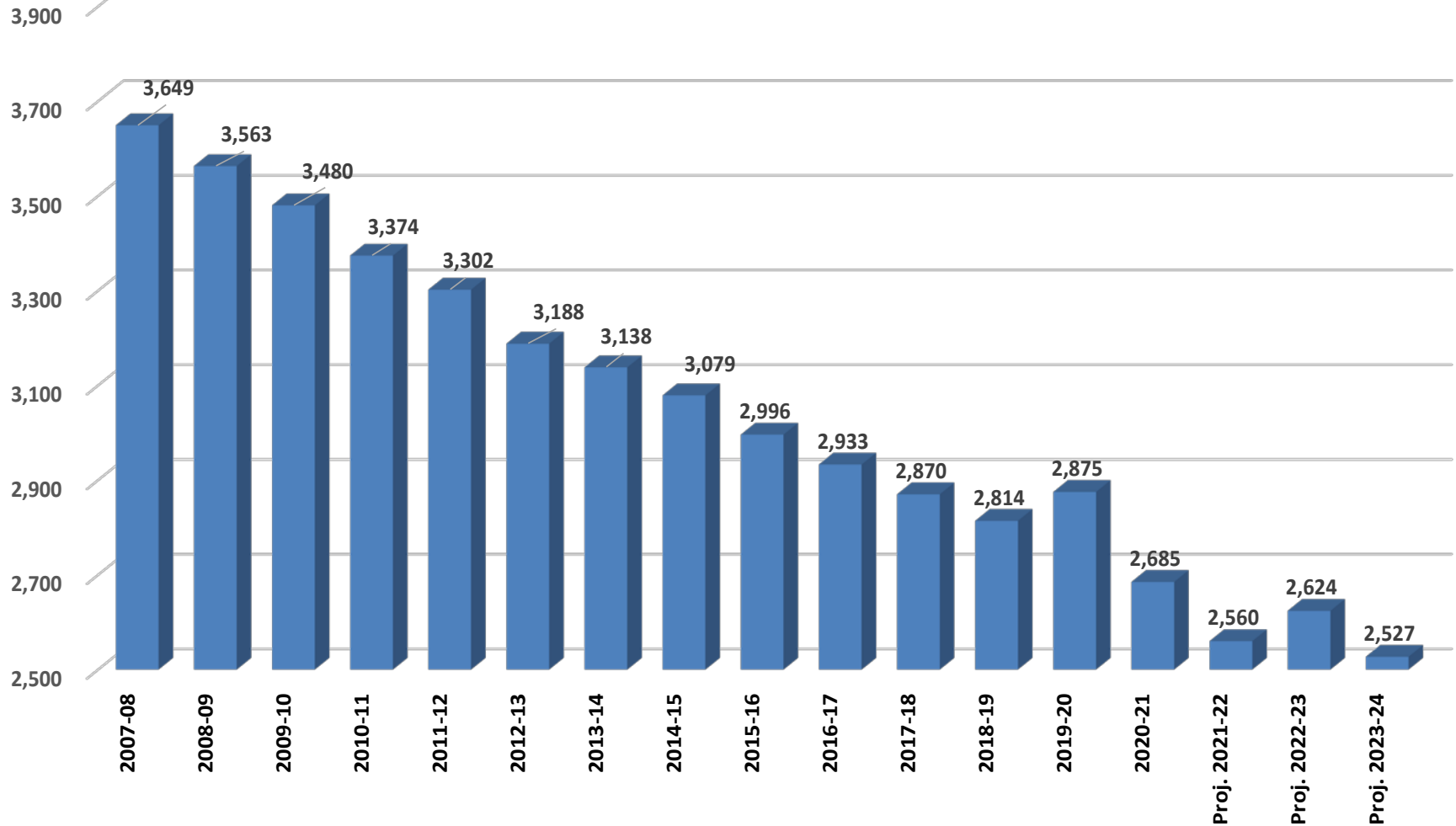


Fund		<u>Unaudited Beginning Fund Balance</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Net Surplus / (Deficit)</u>	<u>Projected Ending Fund Balance</u>
01	General Fund (Unrestricted and Restricted)	3,041,520	34,893,005	33,311,038	1,581,967	4,623,487
12	Child Development	91,244	777,534	864,128	(86,594)	4,650
13	Cafeteria	47,207	1,552,210	1,581,453	(29,243)	17,964
14	Deferred Maintance	91,404	303,200	19,536	283,664	375,068
25	Developers Fees	289,851	253,250	253,250	-	289,851
40	Special Reserve Fund Capital Outlay Projects	238,927	(74,025)	50,675	(124,700)	114,227
51	Bond Interest & Redemption	4,433,109	3,101,765	3,101,765	-	4,433,109
52	Debt Service	625,117	-	-	-	625,117
	All Funds Total	\$8,858,379	\$40,806,939	\$39,181,845	\$1,625,094	\$10,483,473

Enrollment Trends



CALPADS (Jan 2021)



Multi-Year Revenue Assumptions



- SSC Projected Rates (Governor's 2021-22 January Budget Proposal)

Year	2020-21	2021-22	2022-23
LCFF COLA	0%	3.84%	1.28%

- All other State, Federal, and Local revenue will remain flat after removal of Coronavirus Relief Funds.
- Declining Enrollment from year to year.
- Three-year rolling average Unduplicated Pupil Percentage less than 55%.

Multi-Year Expenditure Assumptions



- Projected Step & Column for all employees
- Certificated & Classified Layoffs
- STRS / PERS
- CPI & removal of one time Coronavirus Relief Expenses.
- Declining Enrollment from year to year.
- Increased reserve for Capital Outlay.
- No other changes are made.

Multiyear Projections



2020-21 2nd Interim Budget General Fund Multiyear Projection

Description	2020-21 2nd Interim Budget			2021-22 Projected Budget			2022-23 Projected Budget			2023-24 Projected Budget		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
REVENUES												
LCFF Revenue	27,179,293	-	27,179,293	28,116,108	-	28,116,108	27,091,941	-	27,091,941	27,100,505	-	27,100,505
Federal Revenue	-	4,964,874	4,964,874	-	2,256,755	2,256,755	-	2,256,755	2,256,755	-	2,256,755	2,256,755
State Revenue	316,403	2,069,752	2,386,155	316,403	1,790,513	2,106,916	316,403	1,790,513	2,106,916	316,403	1,790,513	2,106,916
Local Revenue	355,760	6,923	362,683	355,760	6,923	362,683	355,760	6,923	362,683	355,760	6,923	362,683
Total Revenues	27,851,456	7,041,549	34,893,005	28,788,271	4,054,191	32,842,462	27,764,104	4,054,191	31,818,295	27,772,668	4,054,191	31,826,859
EXPENDITURES												
Certificated Salaries	8,703,700	2,267,110	10,970,810	8,192,549	2,367,599	10,560,148	8,301,316	2,396,448	10,697,764	8,405,913	2,426,643	10,832,556
Classified Salaries	2,711,099	2,051,249	4,762,348	2,422,317	2,172,188	4,594,505	2,478,683	2,213,950	4,692,632	2,528,504	2,258,450	4,786,954
Benefits	5,060,843	3,173,778	8,234,621	4,793,646	3,251,957	8,045,603	4,861,497	3,450,825	8,312,322	4,959,213	3,520,186	8,479,399
Books and Supplies	502,919	2,082,838	2,585,757	637,761	1,240,454	1,878,215	649,368	1,263,030	1,912,399	663,135	1,289,807	1,952,941
Other Services & Oper. Exp	2,189,450	2,849,201	5,038,651	2,233,930	2,879,449	5,113,379	2,233,930	2,879,449	5,113,379	2,281,289	2,940,493	5,221,782
Capital Outlay	20,156	199,640	219,796	-	434,657	434,657	-	434,657	434,657	-	443,872	443,872
Other Outgo	525,890	608,342	1,134,232	550,890	617,893	1,168,783	575,890	629,139	1,205,029	588,099	-	588,099
Transfer of Indirect	(270,198)	202,445	(67,753)	(274,440)	205,623	(68,817)	(279,435)	284,521	5,086	(285,359)	290,553	5,194
Total Expenditures	19,443,859	13,434,603	32,878,462	18,556,653	13,169,820	31,726,473	18,821,249	13,552,018	32,373,267	19,140,794	13,170,003	32,310,797
Excess / (Deficiency)	8,407,597	(6,393,054)	2,014,543	10,231,618	(9,115,629)	1,115,989	8,942,855	(9,497,827)	(554,972)	8,631,874	(9,115,812)	(483,938)
OTHER SOURCES/USES												
Transfers In	-	-	-	-	-	-	-	-	-	-	-	-
Transfers Out	132,576	300,000	432,576	432,576	-	432,576	432,576	-	432,576	432,576	-	432,576
Net Other Sources (Uses)	-	-	-	-	-	-	-	-	-	-	-	-
Contributions to Restricted	(6,903,192)	6,903,192	-	(8,935,533)	8,935,533	-	(9,497,826)	9,497,826	-	(9,699,180)	9,699,180	-
Total Financing Sources/Uses	(7,035,768)	6,603,192	(432,576)	(9,368,109)	8,935,533	(432,576)	(9,930,402)	9,497,826	(432,576)	(10,131,756)	9,699,180	(432,576)
Net Surplus / (Deficit)	1,371,829	210,138	1,581,967	863,509	(180,095.716)	683,413	(987,547)	-	(987,548)	(1,499,882)	-	(916,514)
FUND BALANCE, RESERVES												
Beginning Balance	3,071,564	(30,044)	3,041,520	4,443,393	180,094	4,623,487	5,306,902	-	5,306,902	4,319,355	-	4,319,355
Ending Balance	4,443,393	180,094	4,623,487	5,306,902	-	5,306,901	4,319,355	-	4,319,355	2,819,474	-	3,402,841
Nonspendable (Revolving Cash)	20,000	-	20,000	20,000	-	20,000	20,000	-	20,000	20,000	-	20,000
Restricted	-	180,450	180,450	-	-	-	-	-	-	-	-	-
Assigned	255,187	-	255,187	255,187	-	255,187	255,187	-	255,187	255,187	-	255,187
Unassigned - 3% RESERVE	4,168,205	-	4,168,205	2,489,786	-	2,489,786	832,541	-	832,541	969,324	-	969,324
Unassigned - Other	-	(356)	(356)	2,541,930	-	2,541,930	3,211,628	-	3,211,628	1,574,963	-	1,574,963
Total - Fund Balance	4,443,391	180,094	4,623,485	5,306,902	-	5,306,902	4,319,355	-	4,319,355	2,819,474	-	2,819,474

Unassigned Reserve (including 3% REU)

12.51%

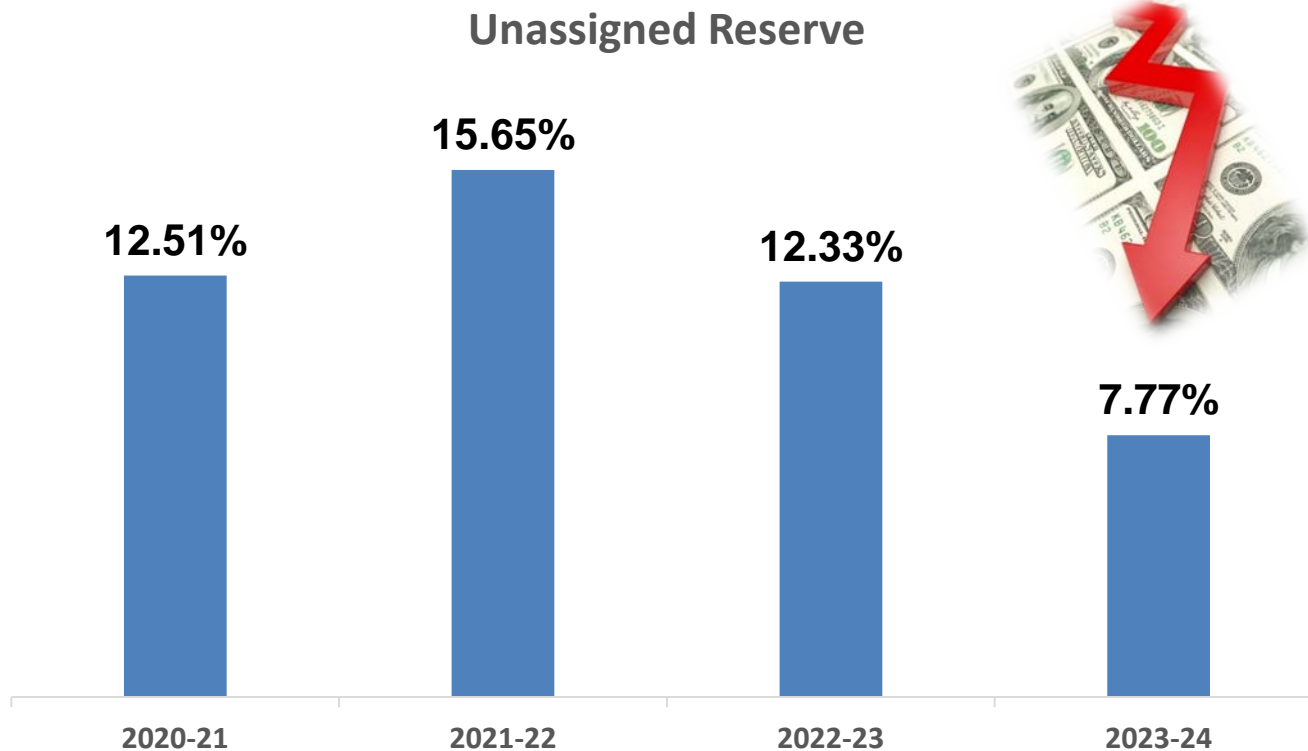
15.65%

12.33%

15

7.77%

MYP Reserves



COVID-19 Funding



- Governor's budget includes \$2.9M for Expanded Learning;
 - ✓ \$895K In Person Instruction
 - ✓ \$108K Homeless Funding
 - ✓ \$1.8M Extended Learning Funds
- Federal COVID-19 ESSR II (2/2021)
 - ✓ \$2.9M for education, broadband access, child care, meals, facility & operations.
- Federal CARES III (3/2021)
 - ✓ \$6.6M
 - Governor's budget does not reflect any of this incoming Federal funding.

Next Steps!!!



- Continue to make budget reductions in line with declining enrollment
- Continue to monitor cash
- Continue to monitor enrollment and attendance

Reporting Timelines

April: Cash Flow Report

May: Governor's 2021-22 Revisions

May: CUSD Third Interim Report

June: 2021-22 Proposed Budget

September: 2020-21 Unaudited Actuals



QUESTIONS?

Thank You!!