



Adopt Proposed 202021 Budget

Board Meeting
June 25, 2020
Agenda Item No10.3



Agenda

- Budget Agreement: Governor and Legislature
- Proposed 2020-2021 Budget
- Multi-Year Projections
- Summary
- Adopt 2020-2021 Budget

Budget Agreement: Governor and Legislature

- 0% COLA, no deficit– *Good News*
- Offset is 4.5 months of cash deferrals of State Aid from February through June 2021 *Negative Impact on CF*
- Federal funding based on: Special Ed, Supplemental AND Concentration funding, and LCFF – *Good News*
- August certificated layoff provision negated, and restrictions on classified layoffs

State Budget Agreement

What does this mean for SCUSD?

- Unknowns for Learning Loss Mitigation Funds
 - Restrictions?
 - Spend date? 12/31/20?
 - Allocation date?
- Unknowns for LCFF
 - 0% COLA for 202021 only?
- Unknown Impact on Cash Flow
 - Above unknowns needed to provide accurate projected CF

State Budget Agreement

What does this mean for SCUSD?

- State budget to be enacted will still rely on additional information – Jurmlections, and Federal aid provided
- District budget to be formally revised once the State budget is revised
 - **However, the District will continue to provide updates as more information becomes available**

2020-2021 Proposed Budget

- 2020-2021 Proposed Budget is a “tentative” budget
- Based on May Revise
- Enacted State Budget expected to differ from May Revise
- Budget (MYP & CF) updates to be provided as additional details become available
- Budget Revision expected in August or September

Proposed 2020-2021 Unrestricted General Fund Multi-Year Projections

Summary

- Based on Governor's May Revise
 - Cash flows shows positive cash through January 2021 and cash challenges starting February 2021
- Opportunities
 - Additional Federal Relief
 - Additional LCFF Funding
 - Improved State Economy
- Risks
 - Increased and continuing COVID-19 costs exceeding current funding relief sources
 - Unknown costs in reopening schools and returning work force
 - Unknown impact on future health care costs

Adopt the 2020~~2021~~ SCUSD Budget