



2020-21 Proposed Revised Budget

Board Meeting
October 1, 2020
Agenda Item No9.1

Budget Presentation Agenda

- Purpose of Proposed Revised Adopted Budget
- Proposed Revised 2020-21 Budget Changes since Budget Revisions (8/20/2020)
- 2020

Purpose of Proposed Revised Adopted Budget

- District 2020-21 Adopted Budget disapproved by Sacramento County Office of Education (SCOE)

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2020-2021 Proposed Revised Budget Summary

Changes since Budget Revisions 8/20/2020

	Unrestricted	Restricted	Combined
Total Revenue	423,363,320	167,592,815	590,956,135
Total Expenditures	363,975,065	267,415,567	631,390,632
Deficit/Surplus	59,388,255	(99,822,752)	(40,434,498)
Transfers in/(out)	913,015	0	913,015
Contributions to Restricted	(99,827,302)	99,827,302	0
Net increase (decrease) in Fund Balance	(39,526,032)	4,550	(39,521,483)
Beginning Balance	63,803,265	0	63,803,265
Ending Balance	24,277,233	4,550	24,281,782

2020-2021 Summary of Unrestricted Changes since Budget Revisions 8/20/20

2020-2021 General Fund Unrestricted Ending Balance (in millions)	
Proposed Budget	\$66.60
Revised Budget	\$66.60
Budget Revisions 8/20/20	\$24.30
Difference	\$42.30
Summarized Explanations (in millions)	
Change in Beginning Fund Balance	\$20.90
Proposed Budget Revisions	\$21.40
Total	\$42.30

2020-2021 Summary of Proposed Changes since Budget Revisions 8/20/20 – Unrestricted Revenue +\$1M

- LCFF P-2 ADA adjustment \$115K
- Charter Oversight Fee +\$1.1M



2020-2021 Summary of Proposed Changes since Budget Revisions 8/20/20 Unrestricted Expenses -\$15M

- -\$4.5M > Certificated Salaries for Vacancy Savings
-\$2.4M, Maintaining Positions in Restricted Resources
-\$2.4M and +\$260K for department budget adjustments
- -\$2.1M > Classified Salaries for Vacancy Savings
-\$2.9M and +\$750K for department budget adjustments
- -\$5.3M > Benefits for corresponding certificated &
classified salary reduction \$4.3M and adjustment to the
projected health benefit rate \$1M

2020-2021 Summary of Proposed Change since Budget Revisions 8/20/20 -\$15M Unrestricted Expenses

- +\$833K in Books and Supplies for department budget adjustments
- -\$3.2M > Services & Operating Expenses to adjust utility budgets by -\$3M for reduced usage and -\$200K for department budget adjustments
- -\$970K in Capital Outlay for department (Transportation) budget adjustments
- +\$1.1M Expense for County Office Operated Programs
- +\$1M Indirect Cost Spending for Restricted programs is expected to increase

2020-2021 Summary of Proposed Changes since Budget Revisions 8/20/20

- -\$5.4M Lower Contributions to Restricted

2020-2021 Summary of Proposed Changes since Budget Revisions 8/20/20

Recap of Proposed 2020-2021 Budget Revisions (in millions)

Unrestricted Revenue	\$1.0
Unrestricted Expenditures	\$15.0
Contributions	\$5.4
Projected Unrestricted Fund Balance	\$21.4

2020-2021 Summary of Changes since Budget Revisions Restricted Revenue & Expenditures

- +\$21.8M in Revenue to add carryover from 2019-2020 including Federal COVID-19 Relief funds, Title II, III, IV, 21st Century, SIG, ASES and various local awards
- +\$24.8M in Expenditures

2020-

2020-2021 Proposed Revised Budget– Vacancy Trend Analysis

Vacancy Analysis

- The District's 2020-2021 Proposed Revised Budget includes vacancy rates, overall estimate of the amount of expected salary savings by year end, recognized up front
- Vacancy Rates reduce budgeted salaries and expenses
- Regular monitoring and updating at each reporting period

2020-2021 Proposed Revised Budget- Vacancy Trend

Certificated	10/31/2019	1/31/2020	4/30/2020	Annual Average
Number of FTE Vacancies	32.85	27.27	21.87	27.33
as a % of Authorized FTE	2.17%	1.79%	1.43%	1.80%
2020-2021 Vacancy Savings for Certificated Salaries				2,376,330
2020-2021 Vacancy Savings for Certificated Benefits				1,228,484
				3,604,814
Classified	10/31/2019	1/31/2020	4/30/2020	Annual Average
Number of FTE Vacancies	79.47	71.46	74.85	75.26
as a % of Authorized FTE	12.39%	11.04%	11.67%	11.70%
2020-2021 Vacancy Savings for Classified Salaries				2,869,020
2020-2021 Vacancy Savings for Classified Benefits				2,238,603

2020-2021 Proposed Revised Budget- Vacancy Trend

Vacancy Trend Analysis for Fund 01 - Restricted for Special Education				
Certificated	10/31/2019	1/31/2020	4/30/2020	Annual Average
Number of FTE Vacancies	25.60	24.40	18.40	22.80
as a % of Authorized FTE	7.87%	7.39%	5.54%	7.00%
2020-2021 Vacancy Savings for Special Ed Certificated Salaries				1,803,412
2020-2021 Vacancy Savings for Restricted Spec Ed Certificated Benefits				983,802
Proposed Revised 2020-2021 Budgeted Vacancy Savings				2,787,214
Classified	10/31/2019	1/31/2020	4/30/2020	Annual Average
Number of FTE Vacancies	27.83	29.83	28.83	28.83
as a % of Authorized FTE	10.82%	11.50%	11.12%	11.00%
2020-2021 Vacancy Savings for Restricted Spec Ed Classified Salaries				918,658
2020-2021 Vacancy Savings for Restricted Spec Ed Classified Benefits				900,303
Proposed Revised 2020-2021 Budgeted Vacancy Savings				1,818,961
Other Restricted Vacancy Savings Salaries & Benefits				1,086,762
Total Restricted Vacancy Savings included in the Proposed Revised 2020-				5,692,937
Budget and Multi-Year Projection				

Multi-Year Projections Assumptions

Unrestricted Revenues- LCFF COLA

- 20-21 - 0%
- 21-22 - 0%

Unrestricted Expenditure Changes Over 2021-22 and 2022-23

- Increase for Step/Column \$2.3M each year
- Increase for STRS and PERS per statute \$600K & \$4.4M
- Increase in Health 8% (est) -1.713 T Health 2e EB.7(CF)-2(F)36.

Proposed Revised 2020-21 Multi-Year Projections

Description	Proposed 2020-21	Projected 2021-22	Projected 2022-23
Total Revenues	613,800,233	532,480,288	524,755,970
Total Expenditures	640,875,737	567,174,780	576,389,177
Excess/(Deficiency)	(27,075,504)	(34,694,492)	(51,633,207)
Other Sources/Uses			

Cash Flow

Updated for Budget Revisions

Projected cash challenges starting in May 2021

Cash Flow -Next Steps

Summary

- Fiscal Recovery Plan with an ongoing solution is required to achieve fiscal solvency
- Next reporting period 2020-2021 First Interim Financial Report December 2020

Q&A

Conduct Public Hearing