



FY 2020-21 Second Interim Report

March 9, 2021





Second Interim Financial Report

- Education Code Section 42130 requires Districts to submit two financial interim reports to the County Office of Education each fiscal year:
 - 1st Interim: Financial transactions from July 1 to October 31
 - 2nd Interim: Financial transactions from July 1 to January 31
- The Interim Financial Report is designed to:
 - Identify the changes to the budget, since adoption in June.
The overall change to revenues, expenditures and ending fund balance and reserves.
 - Provide an in-depth multi-year analysis, using current projection factors, to state the district's ability to meet its financial obligations for the current and two subsequent fiscal years.
 - Certify, based on current information, the district will be able to meet its fiscal obligations for the current and two subsequent years.



Key Assumptions

- The district is primarily in a distance learning environment and in class instruction is expected to resume this fiscal year
- 0.00% COLA for FY 2020-21, 3.84% COLA for FY 2021-22, 2.98% COLA for FY 2022-23
- Hold-harmless clause for calculating LCFF funding for the 2020-21 year by allowing 2020-21 funding to be based on 2019-20 ADA
- Significant amount of one-time restricted funds for COVID-19 related expenditures
- Continued declining enrollment
- Increased expenses associated with return to in-person instruction



Enrollment and ADA

	A	B	C	(C-B)
	Adopted Budget	1 st Interim	2nd Interim	Change
Enrollment	17,793	17,527	17,525	-2
ADA*	16,870	17,302	17,302	0

*ADA will be 17,302 due to the hold-harmless clause in the enacted budget



Unrestricted Revenues

	A	B	C	(C-B)
	Adopted Budget	1st Interim	2nd Interim	Change
LCFF Sources	176,696,207	193,285,339	193,513,114	227,775
Federal Revenue	0	0	0	0
Other State Revenue	3,252,671	3,267,558	3,267,558	0
Other Local Revenue	1,810,000	2,415,057	1,799,552	-615,505
Total Revenues	181,758,878	198,967,954	198,580,224	-387,730

LCFF Sources increased by \$227,775 and Other Local Revenue decreased by \$615,505



Unrestricted Expenditures

	A Adopted Budget	B 1st Interim	C 2nd Interim	(C-B) Change
Certificated Salaries	55,509,832	56,366,010	55,506,527	(859,483)
Classified Salaries	17,182,095	16,396,078	16,416,990	20,912
Benefits	35,511,642	35,551,356	35,334,730	(216,626)
Books and Supplies	5,516,023	3,856,953	3,554,269	(302,684)
Services and Other Operating Expenditures	18,538,633	13,846,589	14,196,227	349,638
Capital Outlay	15,974	11,974	42,311	30,337
Other Outgoing	(1,455,514)	(2,637,147)	(2,771,446)	(134,299)
Total Expenditures	130,818,685	123,391,813	122,279,608	(1,112,205)

Unrestricted expenditures decreased by \$1.1 million from the First Interim report



Restricted Revenues

	A	B	C	(C-B)
	Adopted Budget	1st Interim	2nd Interim	Change
LCFF Sources	0	0	0	0
Federal Revenue	18,524,754	56,098,163	56,618,308	520,145
Other State Revenue	18,813,791	20,484,952	20,754,952	270,000
Other Local Revenue	4,722,111	3,246,286	3,007,780	-238,506
Total Revenues	42,060,656	79,829,401	80,381,040	551,639

Restricted revenue increased by \$551,639 from the First Interim report



Restricted Expenditures

	A	B	C	(C-B)
	Adopted Budget	1st Interim	2nd Interim	Change
Certificated Salaries	43,103,952	46,731,370	46,610,378	-120,992
Classified Salaries	22,492,320	22,402,865	21,484,865	-918,000
Benefits	33,868,295	34,853,912	34,696,657	-157,255
Supplies	4,435,297	30,819,259	29,133,614	-1,685,645
Services	11,575,851	33,641,572	35,121,456	1,479,884
Capital Outlay	2,615,656	5,292,535	5,332,274	39,739
Other Outgo/Indirect	938,658	1,964,338	1,983,893	19,555
Total Restricted Expenditures	119,030,029	175,705,851	174,363,137	-1,342,714

Restricted expenditures decreased by \$1.3 million from the First Interim report



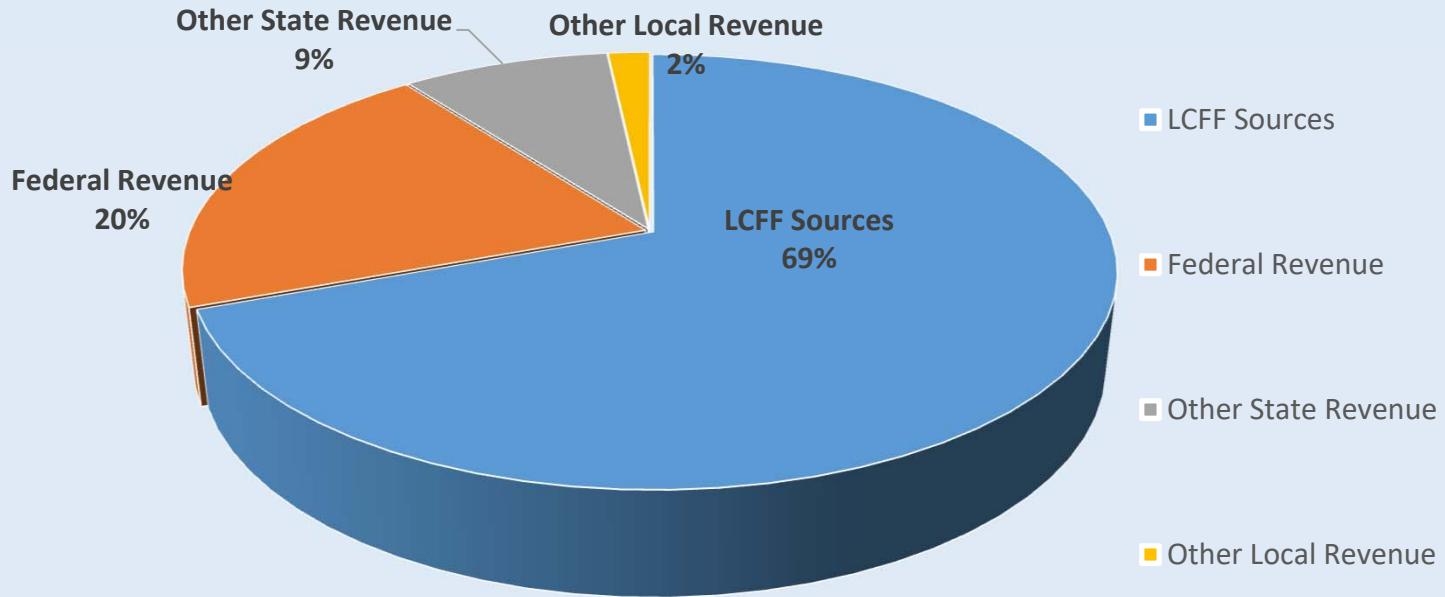
Contributions to Restricted Resources

	A Adopted Budget	B 1st Interim	C 2nd Interim	(C-B) Change
LCAP (Supplemental and Concentration Grants)	46,457,000	50,441,658	50,669,433	227,775
RRMA	7,495,461	8,166,048	8,116,600	-49,448
Special Education	24,644,098	25,747,749	24,498,043	-1,249,706
Total	78,596,559	84,355,455	83,284,076	-1,071,379

Contributions to restricted resources decreased by \$1 million and was primarily driven by a decrease in the projected contribution to Special Education



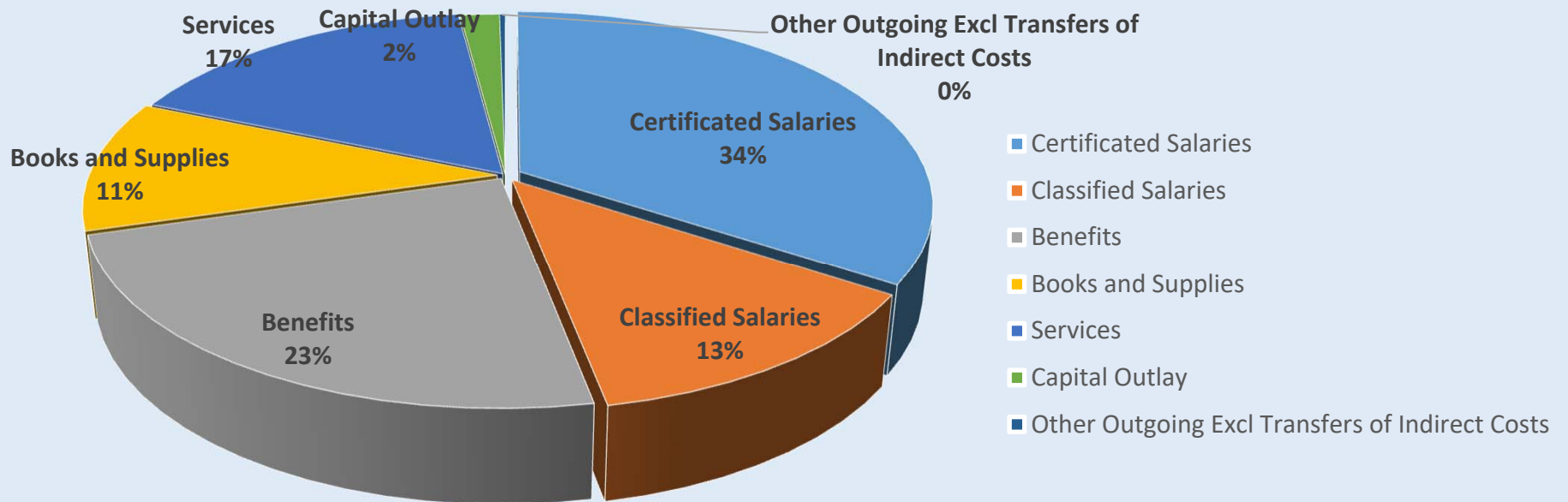
FY 2020-21 General Fund Revenues



	Adopted Budget	1st Interim	2nd Interim
LCFF Sources	176,696,207	193,285,339	193,513,114
Federal Revenue	18,524,754	56,098,163	56,618,308
Other State Revenue	22,066,462	23,752,510	24,022,510
Other Local Revenue	6,532,111	5,661,343	4,807,332
Total Revenues	223,819,534	278,797,355	278,961,264



FY 2020-21 General Fund Expenditures



	A	B	C	(C-B)
	Adopted Budget	1st Interim	2nd Interim	Change
Certificated Salaries	98,613,784	103,097,380	102,116,905	-980,475
Classified Salaries	39,674,415	38,798,943	37,901,855	-897,088
Benefits	69,379,937	70,405,268	70,031,387	-373,881
Books and Supplies	9,951,320	34,676,212	32,687,883	-1,988,329
Services and Other Operating Expenditures	30,114,484	47,488,161	49,317,683	1,829,522
Capital Outlay (Locally restricted funds for Tech)	2,631,630	5,304,509	5,374,585	70,076
Other Outgoing Excl Transfers of Indirect Costs	759,256	762,000	762,000	0
Other Outgoing Transfers of Indirect Costs	-1,276,112	-1,434,809	-1,549,553	-114,744
Total Expenditures	249,848,714	299,097,664	296,642,745	-2,454,919



Components of Ending Fund Balance-Unrestricted

	A	B	C	(C-B)
	Adopted Budget	1st Interim	2nd Interim	Change
Beginning Fund Balance	32,983,428	37,817,106	37,817,106	0
Revenues	181,758,878	198,967,954	198,580,224	-387,730
Expenditures	130,818,685	123,391,813	122,279,608	-1,112,205
Contributions	78,596,559	84,355,455	83,284,076	-1,071,379
Ending Fund Balance	5,327,062	29,037,792	30,833,646	1,795,854
Cash, Stores & Prepays	150,000	100,000	100,000	0
Deficit Spending FY 2021-22	0	12,829,930	6,490,772	-6,339,158
Other Assignments	0	0	210,399	210,399
Reserve for Economic Uncertainties	5,177,062	8,972,930	8,899,283	-73,647
Unassigned	0	7,134,932	15,133,192	7,998,260

The Unrestricted Ending Fund Balance increased by \$1.8 million from the First Interim report primarily due to decreased expenditure estimates. The unassigned amount increased by \$8.0 million due to the reduced deficit spending assignment for FY 2021-22.



FY 2020-21 Second Interim Report All Other Funds

Fund	Description	Beginning Balance	Revenue Transfers In	Expenditures Transfers Out	Ending Balance
10	Special Ed. Pass Through	0	70,444,058	70,444,058	0
12	Child Development	438,644	17,873,223	17,873,218	438,649
13	Cafeteria	4,554,945	11,577,340	12,594,875	3,537,410
21	Building Fund (GO Bonds)	48,943,463	20,418,310	69,361,773	0
25	Capital Facilities (Dev Fees)	381,271	519,831	901,102	0
40	Capital Outlay	221,114	86,889	308,003	0
49	Building Fund (Spec Tax Bonds)	2,296,781	0	2,296,781	0
52	Debt Service (Spec Tax Bonds)	13,204,377	0	7,206,982	5,997,395
56	Debt Service (COPs)	2,982	3,500,000	3,500,307	2,675

MULTI-YEAR PROJECTIONS



Fund 01.0 -01.4
FY 2020-2021, FY 2021-2022, and FY 2022-2023



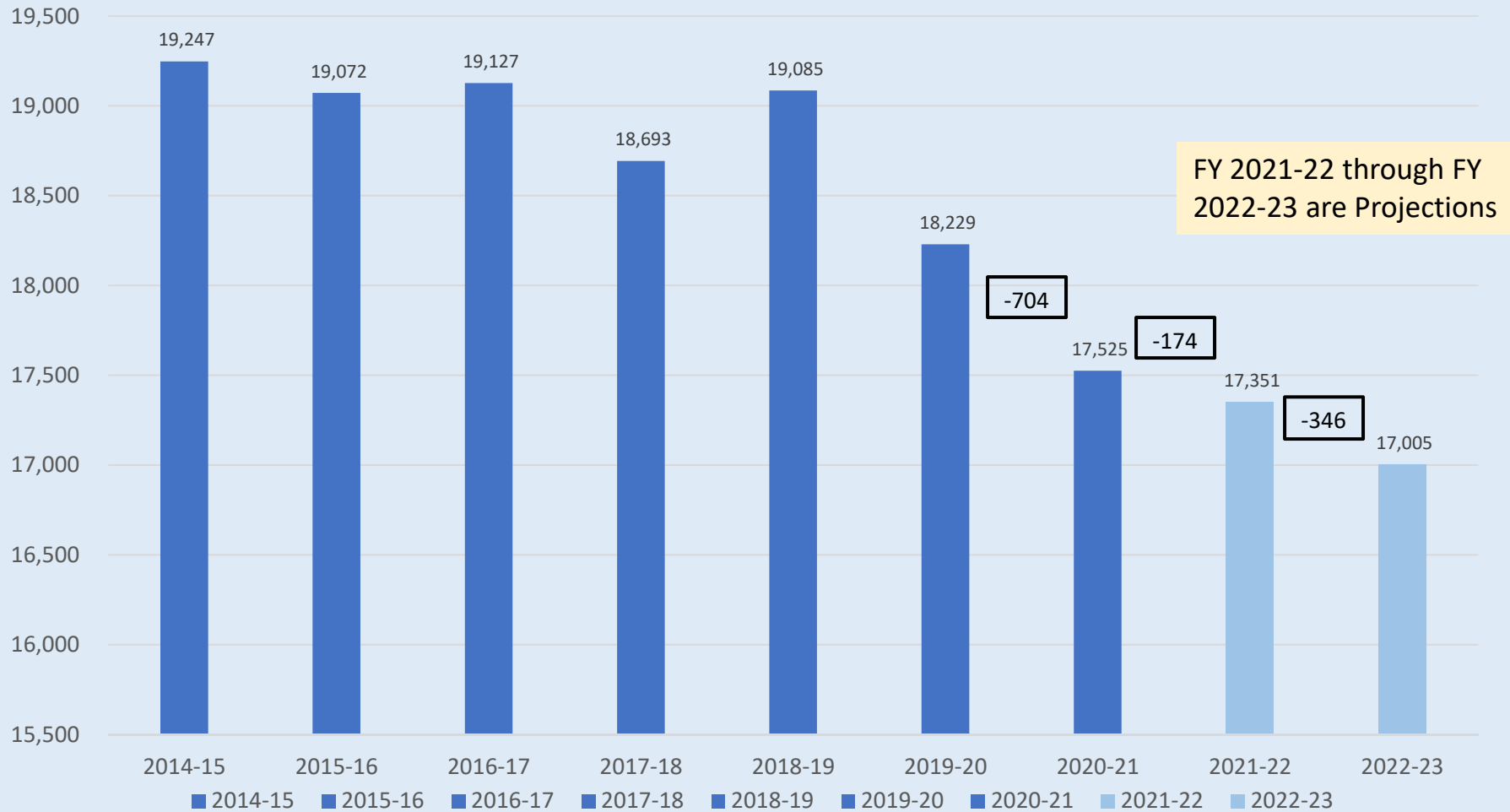
Second Interim Report

MYP Projection Factors

	FY 2020-21	FY 2021-22	FY 2022-23
Step and Column Movement Certificated	Actual	2%	2%
Step and Column Movement Classified	Actual	1%	1%
Health and Welfare Benefits Increase	Actual	3%	3%
Cost of Living Adjustment to LCFF Target	0.00%	3.84%	2.98%
Lottery Revenue – Unrestricted	150	150	150
Lottery Revenue – Restricted	49	49	49
Mandated Block Grant	32.18	32.18	32.18
CalSTRS Employer Rates	16.15%	15.92%	18.00%
CalPERS Employer Rates	20.70%	23.00%	26.30%
LCFF Unduplicated % for Supplemental and Concentration Grants	90.45%	91.35%	90.73%



Enrollment Assumptions





Second Interim Report

MYP Revenues and Expenditures - Unrestricted

	UNRESTRICTED	UNRESTRICTED	UNRESTRICTED
	2020-21 Budget	2021-22 Proj	2022-23 Proj
LCFF	193,513,114	200,387,299	195,453,798
Federal Revenue	0	0	0
State Revenue	3,267,558	3,110,177	3,031,297
Local Revenue	1,799,552	1,799,552	1,799,552
Total Revenues	198,580,224	205,297,028	200,284,647
Certificated Salaries	55,506,527	56,638,006	56,881,207
Classified Salaries	16,416,990	16,815,653	16,983,810
Benefits	35,334,730	36,079,348	37,661,454
Supplies	3,554,269	4,185,480	4,185,480
Services	14,196,227	16,336,578	16,481,578
Capital Outlay	42,311	42,311	42,311
Other Outgo/Indirect	-2,771,446	-2,771,446	-2,771,446
Total Expenses	122,279,608	127,325,930	129,464,394



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MYP Revenues and Expenditures - Restricted

	RESTRICTED	RESTRICTED	RESTRICTED
	2020-21 Budget	2021-22 Proj	2022-23 Proj
LCFF	0	0	0
Federal Revenue	56,618,308	46,777,138	21,777,383
State Revenue	20,754,952	18,994,235	18,977,426
Local Revenue	3,007,780	3,007,779	3,007,779
Total Revenues	80,381,040	68,779,152	43,762,588
Certificated Salaries	46,610,378	47,542,586	48,493,438
Classified Salaries	21,484,865	21,699,714	21,916,711
Benefits	34,696,657	35,551,998	37,771,949
Supplies	29,133,614	16,190,625	16,190,625
Services	35,121,456	19,921,263	19,921,263
Capital Outlay	5,332,274	3,156,774	3,156,774
Other Outgo/Indirect	1,983,893	1,983,893	1,983,893
Total Expenses	174,363,137	146,046,853	149,434,653



Second Interim Report

Contributions to Restricted Programs

	2020-21 Budget	2021-22 Projected	2022-23 Projected
LCAP (Supplemental and Concentration Grants)	50,669,433	53,158,781	51,387,133
RRMA	8,116,600	7,486,692	8,366,971
Special Education	24,498,043	23,816,398	23,816,398
Total	83,284,076	84,461,871	83,570,502



Second Interim Report

Components of Ending Fund Balance - Unrestricted

	UNRESTRICTED 2020-21 Budget	UNRESTRICTED 2021-22 Proj	UNRESTRICTED 2022-23 Proj
Beginning Balance	37,817,106	30,833,646	24,342,873
Unrestricted Revenues	198,580,224	205,297,028	200,284,647
Unrestricted Expenses	-122,279,608	-127,325,930	-129,464,394
Contribution	-83,284,076	-84,461,871	-83,570,502
Total Surplus/(Deficit)	-6,983,460	-6,490,773	-12,750,249
Ending Balance	30,833,646	24,342,873	11,592,624
Assignments:			
Revolving Cash, Stores & Prepaid	100,000	100,000	100,000
Deficit Spending	6,490,772	12,750,249	0
Other Assignments	210,399	0	0
3% REU (9789)	8,899,283	8,201,184	8,366,972
UNASSIGNED (9790)	15,343,591	3,291,440	3,125,652



Looking Forward

- Governor's May Revise
- Return in to In-Person Instruction
- Ongoing Impact of COVID-19
- Change Continues - Enrollment, ADA

Questions?