



BIGGS UNIFIED SCHOOL DISTRICT

2020/2021

Original Budget

JUNE 17, 2020

Year of the Unknowns

Governor's budget and budget proposed by legislature differs greatly.

May revise consisted of the 10% LCFF funding cuts with 50% cuts to some categoricals. Legislature budget (as of June 9) fully funds LCFF and categoricals.

Negotiations are ongoing, Governor has until June 30th to adopt budget.



THIS BUDGET IS BASED OFF OF THE MAY REVISE

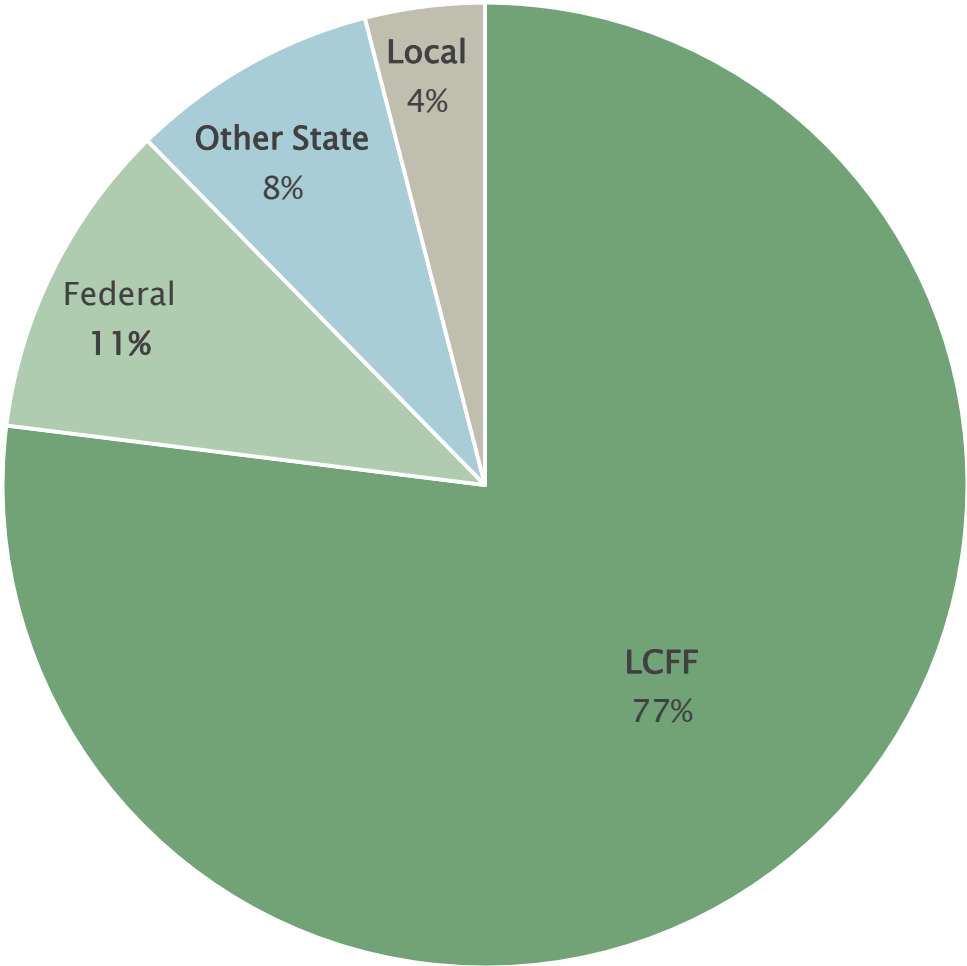
Budget Assumptions General Fund

- LCFF Revenue
 - 2.31% COLA ADA – funding suspended
 - Deficit factor of 7.92%
- ADA 562.7 based on prior year guarantee
- 16.15% STRS Employer Rate
- 20.70% PERS Employer Rate
- All salary negotiations are settled and included in report.

Assumptions are made in accordance with School Services of California Dartboard, a widely accepted projection data sheet.

Projected Revenues

| Category | Increase (Decrease) |
|----------|---------------------|
| LCFF | (\$519,814) |
| Federal | \$186,234* |
| State | (-117,502)** |
| Local | \$24,580 |
| Total | \$-395,451 |



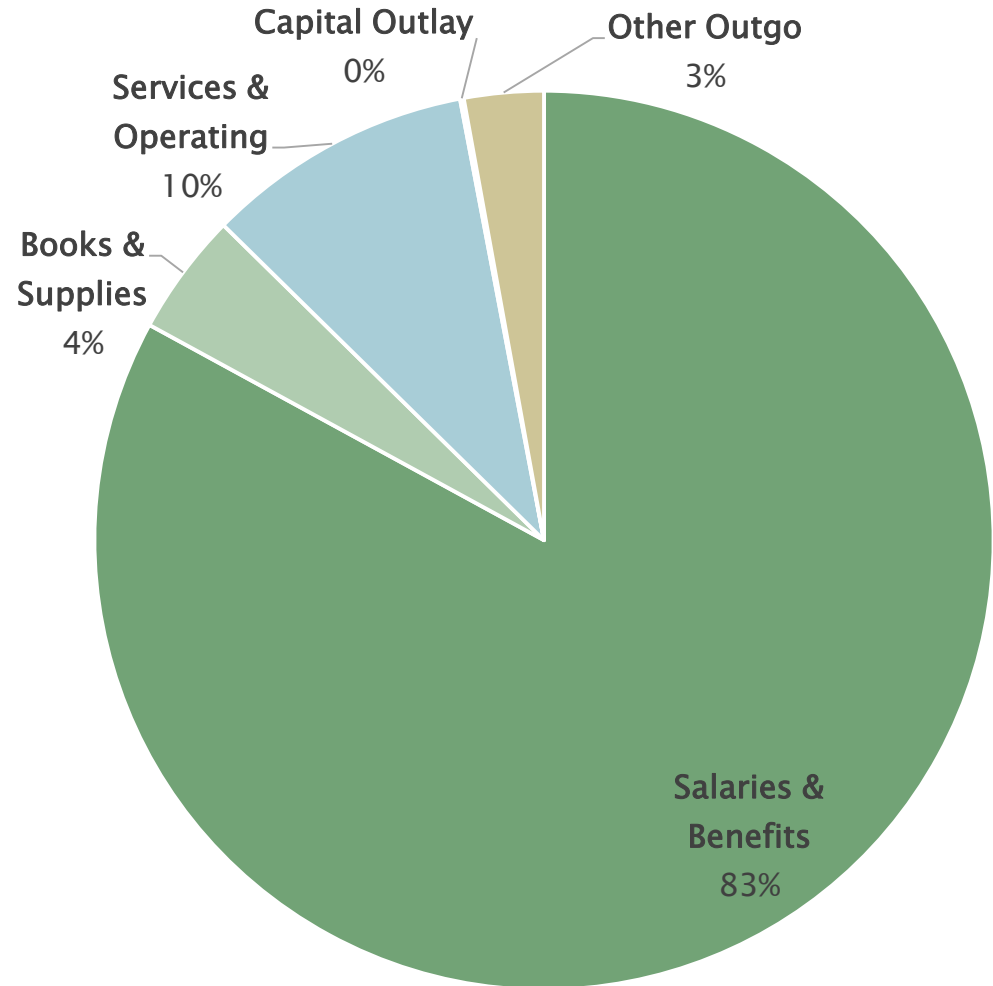
*Included within our revenue is \$279,221 of ESSER federal dollars.

**Not included are CARES dollars, as we await allocation determination.

■ LCFF ■ Federal ■ Other State ■ Local

Projected Expenditures

| Category | Increase (Decrease) |
|----------------------|------------------------|
| Salaries & Benefits | \$83,410 |
| Books & Supplies | \$1,825 |
| Services & Operating | (\$176,056) |
| Capital Outlay | (\$146,941) |
| Other Outgo | \$44,143 |



Projected Expenditures

| 4000's | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|-------------------|-------------|-------------|-------------|-------------|
| Actual | \$ 458,663 | \$ 416,683 | \$ 303,700 | \$ 328,239 |
| Remove Curriculum | \$ (42,282) | \$ (59,063) | \$ (2,477) | \$ (40,000) |
| Remove Grant Exp | \$ (95,922) | \$ (52,229) | \$ (14,808) | |
| Total | \$ 320,459 | \$ 305,391 | \$ 286,414 | \$ 288,239 |

| 5000's | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|---------------------|-------------|-------------|--------------|------------|
| Actual | \$ 646,123 | \$ 639,410 | \$ 893,427 | \$ 708,565 |
| Remove Grant Exp | \$ (17,090) | \$ (30,587) | \$ (33,268) | |
| Remove Bleacher Exp | | | \$ (162,475) | |
| Total | \$ 629,033 | \$ 608,823 | \$ 697,684 | \$ 708,565 |

Increase includes \$35,000 increase insurance rates

Projected Expenditures

| 6000's | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|---------------------|--------------|--------------|--------------|-----------|
| Actual | \$ 288,692 | \$ 228,950 | \$ 156,501 | \$ 10,000 |
| Remove Bleacher Exp | \$ (117,522) | \$ (73,585) | \$ (21,337) | |
| Remove 1x Exp | | \$ (22,142) | \$ (117,125) | |
| Remove Grant Exp | \$ (156,066) | \$ (114,768) | | |
| Total | \$ 15,104 | \$ 18,455 | \$ 18,039 | \$ 10,000 |

1x Expense: 18/19 BES Concrete
19/20 Bus and Cameras

Multi Year Projection (MYP) Assumptions

- 2021/22
 - 0% Cola
 - 557.29 Funded ADA
 - 16.02% STRS
 - 22.84% PERS
- 2022/23
 - 0% Cola
 - 547.60 Funded ADA
 - 18.10% STRS
 - 25.5% PERS
- Step/Column advancement
- Budgeted carryover and one-time funds have been removed
- One-time revenues have been removed
- ADA is forecasted at 93.5% attendance

Assumptions are made in accordance with School Services of California Dartboard, a widely accepted projection data sheet.

Enrollment

- ▶ Enrollment was projected using a 3-year average cohort survival rate. Kindergarten assumed 47 new students per year.
- ▶ There has been a general decline over the past few years in enrollment with our current 3rd and 7th grades far below average.
- ▶ While we have little control over enrollment, to maintain our revenue the District needs to continue to focus on attendance. Reaching 95% attendance can increase our revenue almost \$50K per year.

| Grade | 20/21 | 21/22 | 22/23 |
|-------|-------|-------|-------|
| TK | 11 | 11 | 11 |
| K | 47 | 47 | 47 |
| 1 | 52 | 44 | 44 |
| 2 | 49 | 49 | 42 |
| 3 | 37 | 49 | 49 |
| 4 | 43 | 36 | 47 |
| 5 | 42 | 42 | 36 |
| 6 | 45 | 40 | 40 |
| 7 | 34 | 47 | 43 |
| 8 | 43 | 36 | 50 |
| 9 | 45 | 44 | 37 |
| 10 | 39 | 45 | 43 |
| 11 | 59 | 41 | 47 |
| 12 | 48 | 55 | 38 |
| Total | 594 | 586 | 573 |

NSS Funding Tier for BHS

| Grade | 20/21 | 21/22 | 22/23 |
|-----------|--------|--------|--------|
| 9 | 45 | 44 | 37 |
| 10 | 39 | 45 | 43 |
| 11 | 59 | 41 | 47 |
| 12 | 48 | 55 | 38 |
| Total | 191 | 185 | 165 |
| 93.5% ADA | 178.58 | 172.97 | 154.27 |

Continued enrollment and attendance trends put BHS on the cusp of moving to a lower funding tier, resulting in a loss in revenue of \$133K.

| ADA | LCFF Revenue |
|----------------|----------------------|
| 20-38 | \$724,405 |
| 39-57 | \$857,450 |
| 58-71 | \$990,495 |
| 72-86 | \$1,123,540 |
| 87-100 | \$1,256,585 |
| 101-114 | \$1,389,630 |
| 115-129 | \$1,522,675 |
| 130-143 | \$1,655,720 |
| 144-171 | \$1,788,765** |
| 172-210 | \$1,921,810* |
| 211-248 | \$2,054,855 |
| 249-286 | \$2,187,900 |

*20/21 Funding Tier

** Projected tier 22/23

Multi-Year Projections

Ed Code requires that all budget presentations include current year plus the two out years. Districts who are able to show that they can meet financial obligations for all three years are certified as Positive.

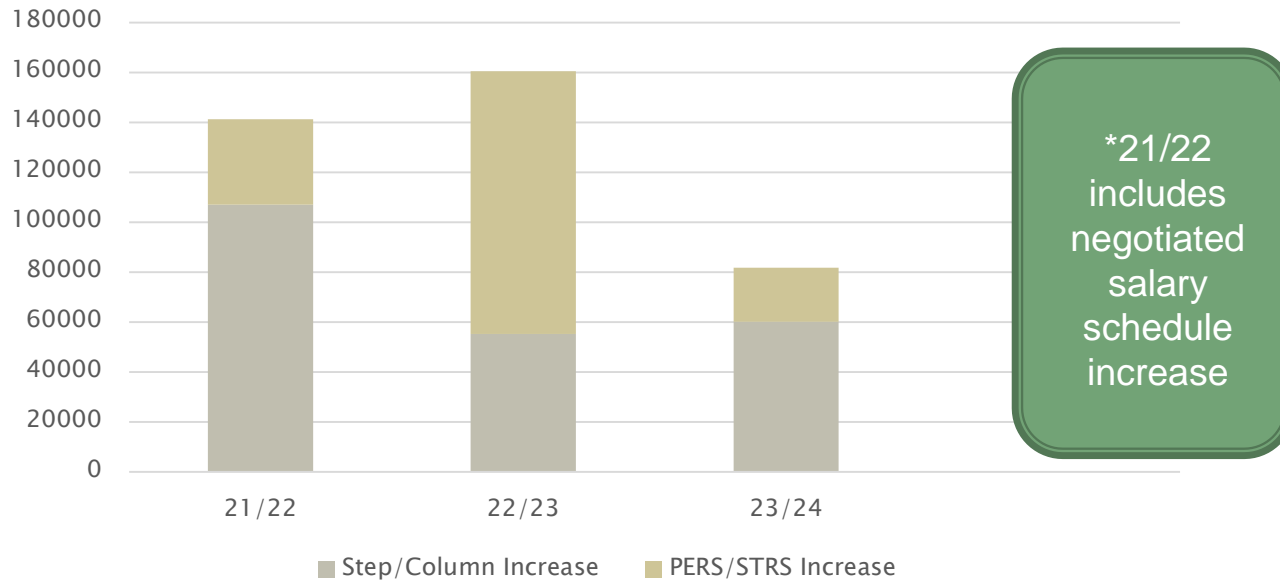
| | 20/21 | 21/22 | 22/23 |
|---------------------|------------------|------------------|------------------|
| Revenues | 7,385,607 | 7,085,705 | 7,109,713 |
| Expenditures | 7,542,221 | 7,727,368 | 7,887,978 |
| Excess (Deficiency) | (156,614) | (641,663) | (778,265) |
| Beg. Fund Balance | 2,054,979* | 1,898,365 | 1,256,702 |
| EFB | 1,898,365 | 1,256,702 | 478,437 |
| Fund 17 Balance | 622,375 | 622,375 | 622,375 |
| Total DEU | 2,520,740 | 1,879,077 | 1,100,812 |

Required Reserve for 22/23 - \$315,519 – POSITIVE Certification
Board Policy of 8% for 22/23 - \$631,038

* Recall 2nd interim had EFB projected at \$909,084

Employee Costs

MYP Employee Cost



| | 20/21 | 21/22 | 22/23 | 23/24 |
|------|--------|--------|--------|--------|
| STRS | 16.15% | 16.02% | 18.10% | 18.10% |
| PERS | 20.70% | 22.84% | 25.50% | 26.20% |

Cash Flow

| | Object | July | August | September | October | November | December | January | February | March | April | May | June | TOTAL |
|------------------------------|-----------|--------------------|--------------------|--------------------|--------------------|------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|------------------|
| A. BEGINNING CASH | 910 | \$1,736,989 | \$1,958,313 | \$1,780,402 | \$1,765,428 | \$1,585,794 | \$995,528 | \$1,949,514 | \$1,709,908 | \$1,473,423 | \$1,175,734 | \$1,877,552 | \$1,452,186 | \$0 |
| B. REVENUES | | | | | | | | | | | | | | |
| PY Adjust | 8019 | | 0 | | | | | | | | | | | |
| Property Tax | 8020-8079 | 0 | 0 | 0 | 0 | 0 | 1,231,287 | 0 | 0 | 0 | 1,231,287 | 0 | 0 | 2,462,573 |
| State Aid LCFF | 8010-8019 | 480,878 | 356,328 | 356,328 | 356,328 | 0 | 0 | 142,531 | 161,535 | 161,535 | deferred | deferred | deferred | 2,015,464 |
| EPA | 8012 | 0 | 0 | 215,546 | 0 | 0 | 215,546 | 0 | 0 | 215,546 | 0 | 0 | 257,206 | 903,845 |
| Federal Revenues | 8100-8299 | 0 | 0 | 87,818 | 72,808 | 15,093 | 0 | 348,419 | 0 | 0 | 86,028 | 157,826 | 21,675 | 789,667 |
| Other State Revenues | 8300-8599 | 0 | 41,760 | 69,998 | 0 | 0 | 72,531 | 66,370 | 201,860 | 0 | 68,797 | 93,909 | 319,966 | 935,189 |
| Other Local Revenues | 8600-8799 | 21,444 | 67,755 | 39,107 | 39,411 | 6,817 | 41,398 | 1,877 | 53,652 | 0 | 0 | 4,416 | 0 | 275,877 |
| Other Local Revenues - Inter | 8660 | 5,000 | 0 | 0 | 5,000 | 0 | 0 | 5,000 | 0 | 0 | 5,000 | 0 | 0 | 20,000 |
| In Lieu | 8096 | (1,296) | (1,296) | (1,296) | (1,296) | (1,296) | (1,296) | (1,296) | (1,296) | (1,296) | (1,296) | (1,296) | (1,300) | (15,561) |
| TOTAL REVENUES | | 506,026 | 464,546 | 767,501 | 472,250 | 20,613 | 1,559,465 | 562,900 | 415,750 | 375,785 | 1,389,815 | 254,854 | 597,547 | 7,387,053 |
| C. EXPENSES | | | | | | | | | | | | | | |
| Salaries | 1000-2999 | 111,539 | 398,694 | 397,381 | 413,136 | 379,875 | 379,000 | 454,274 | 418,387 | 418,825 | 423,202 | 408,759 | 482,079 | 4,685,210 |
| Employee Benefits | 3000-3999 | 98,655 | 133,876 | 157,776 | 175,207 | 150,409 | 155,081 | 163,866 | 161,910 | 168,918 | 159,394 | 166,402 | 91,942 | 1,783,456 |
| Supplies and Services | 4000-5999 | 74,447 | 90,132 | 179,949 | 64,410 | 79,048 | 70,788 | 73,297 | 71,938 | 78,107 | 98,078 | 95,360 | 141,136 | 1,116,690 |
| Capital Outlays | 6000-6599 | 0 | 0 | 3,332 | 0 | 1,548 | 611 | 0 | 0 | 0 | 0 | 4,509 | 123,549 | 133,549 |
| Other Outgo | 7000-7499 | 0 | 19,755 | 44,037 | 0 | 0 | 0 | 111,049 | 0 | 7,625 | 7,323 | 5,190 | 79,537 | 274,515 |
| Interfund Transfers Out | 7600-7629 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 114,999 | 114,999 |
| All Other Financing Expense | 7630-7699 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| TOTAL EXPENSES | | 284,702 | 642,457 | 782,476 | 652,753 | 610,880 | 605,479 | 802,506 | 652,235 | 673,475 | 687,996 | 680,220 | 1,033,241 | 8,108,419 |
| D. NET CHANGE (=B-C) | | 221,324 | (177,911) | (14,975) | (180,503) | (590,266) | 953,986 | (239,606) | (236,485) | (297,689) | 701,818 | (425,366) | (435,694) | (721,366) |
| E. ENDING CASH (=A+D) | | \$1,958,313 | \$1,780,402 | \$1,765,428 | \$1,585,794 | \$995,528 | \$1,949,514 | \$1,709,908 | \$1,473,423 | \$1,175,734 | \$1,877,552 | \$1,452,186 | \$1,016,492 | |

20/21 BUDGET SUMMARY

- There are several unknowns in regards to this year's budget. If the changes are as significant as I believe they will be, we will be doing a 45-day revise budget in August.
- The saving grace in the 20/21 budget is the federal 'ESSER' dollars of almost \$300K. Without these funds in the out years, the MYP is dismal.
- It is recommended that the Board have a plan in place if no additional funding is allocated. However, with so many unknowns it is suggested to pause before implementing said plan.
- Regardless of COVID-19 impact, our budget has pressures of declining enrollment and rising employee costs (STRS/PERS), staffing plans for future years should be an ongoing discussion.

Questions?