



2019-2020
SECOND INTERIM BUDGET

REGULAR BOARD MEETING
FEBRUARY 26, 2020

Presentation



- First Interim vs. Second Interim
 - Revenue and Expenditure Variances
- General Fund Summary
 - Revenues and Expenditures
- Multi-Year Projection
- Looking Ahead

**FIRST INTERIM
VS.
SECOND INTERIM**

Revenue



	First Interim	Budget Adjustments	Second Interim
LCFF Sources	53,164,241	-	53,164,241
Federal Revenues	1,397,904	-	1,397,904
Other State Revenues	4,268,205	-	4,268,205
Other Local Revenues	4,107,909	66,667	4,174,576
Other Finance Sources/Transfers In	172,578	-	172,578
Total Revenues	63,110,837	66,667	63,177,504

Revenue Variances



- Other Local Revenues:
 - Increase due to site fundraising budgeted when received

Expenditures



	First Interim	Budget Adjustments	Second Interim
Certificated Salaries	31,061,575	(50,000)	31,011,575
Classified Salaries	8,561,679	(53,512)	8,508,167
Employee Benefits	15,186,264	(26,208)	15,160,056
Books & Supplies	2,204,967	49,037	2,254,004
Operating Expenses	5,563,540	149,412	5,712,952
Capital Outlay	191,911	-	191,911
Other Outgo/ Transfer Out	697,495	-	697,495
Total Expenditures	63,467,431	68,729	63,536,160

Expenditure Variance



- Salaries and Benefits:
 - Reduction to salary and benefits based upon expenditures through January 31, 2020
- Books & Supplies
 - Fundraising budgeted when received
- Operating Expenses:
 - Increase due to legal fees and settlement agreements
 - Fundraising budgeted when received

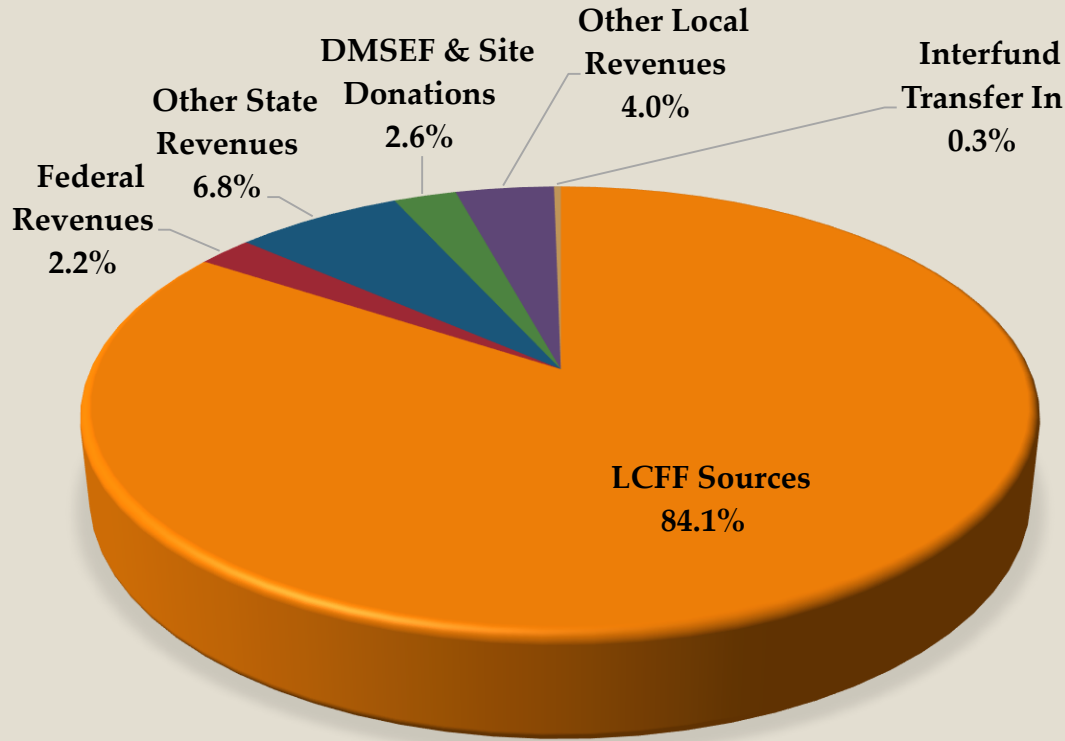
Ending Fund Balance



	Second Interim
Beginning Fund Balance	13,921,442
Net Increase (Decrease)	(358,656)
Ending Fund Balance	13,562,786
<i>Components of Ending Fund Balance:</i>	
Revolving Cash	25,000
Restricted:	347,571
Assigned:	
Minimum Reserve 15%	9,530,424
Science Curriculum Adoption	750,000
3% Reserve for Economic Uncertainties	1,906,085
Unassigned/Unappropriated	1,003,706
Unrestricted Reserve Percentage	20.8%

GENERAL FUND SUMMARY

2019-2020 Revenue Summary

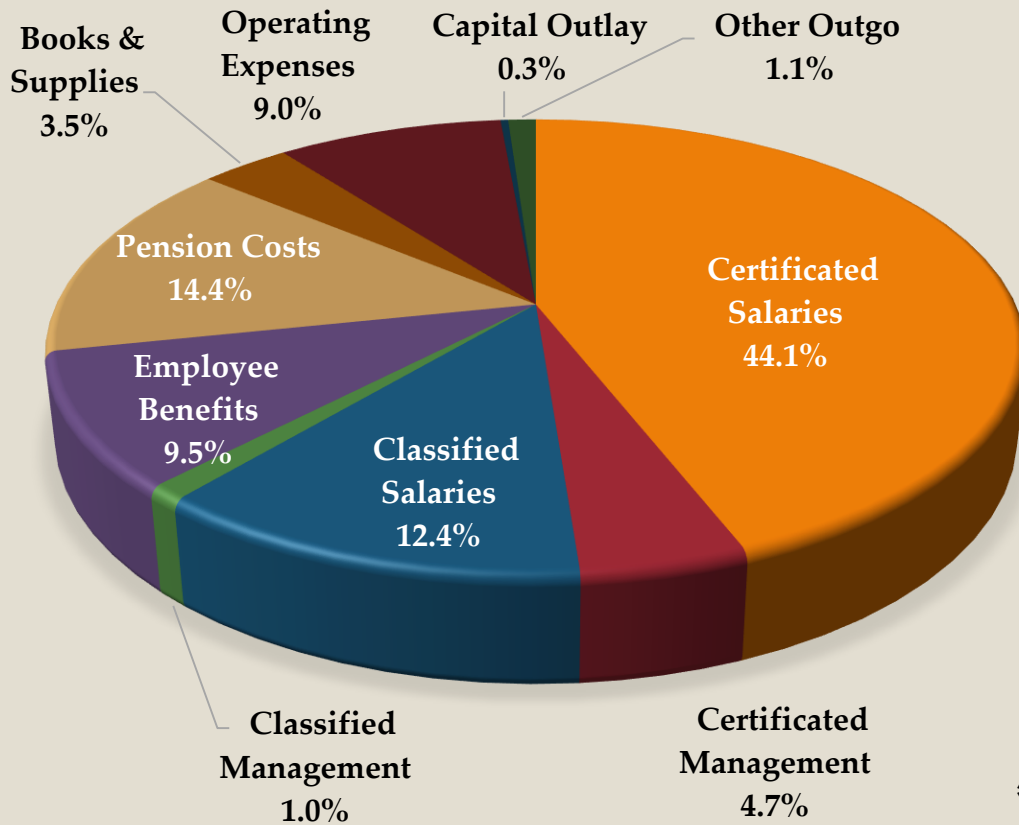


LCFF Sources	53,164,241
Federal Revenues	1,397,904
Other State Revenues	4,268,205
Other Local Revenues	2,507,885
DMSEF & Site Donations	1,666,691
Other Financing Sources	172,578
Total Revenue & Other Financing Sources	63,177,504

Other State Revenues includes:

- One-time funding for Special Education Preschool of \$630,698
- State STRS "on-behalf" contribution of \$2,251,408

2019-2020 Expenditure Summary



Certificated Salaries	28,005,617
Certificated Management	3,005,958
Classified Salaries	7,847,782
Classified Management	660,385
Employee Benefits	6,037,884
Pension Costs*	9,122,172
Books & Supplies	2,254,004
Operating Expenses	5,712,952
Capital Outlay	191,911
Other Outgo/Transfer Out	697,495
Total Expenditures & Other Outgo	63,536,160

***Total Salary and Benefits = 86.1%**

*Pension costs include State STRS "on-behalf" contribution of \$2,251,408

MULTI-YEAR PROJECTION

Multi-Year Projection



- Based upon the School Services of California Dartboard
- Property Tax Projection:
 - 2020-21 4.5% Increase
 - 2021-22 4.0% Increase
- Average Daily Attendance Projections:
 - 2020-21 4,017
 - 2021-22 4,017
- Salary: Step and Column 2% Increase Annually
- Benefits: Annual Increase in Employer STRS and PERS Contributions

Multi-Year Projection



DESCRIPTION	FY 2019-20 Current (Base Year)	FY 2020-21 First Projected Year	FY 2021-22 Second Projected Year
Revenues			
LCFF Sources	53,164,241	55,431,868	57,561,047
Federal Revenues	1,397,904	1,240,540	1,240,540
Other State Revenues	4,268,205	3,510,802	3,518,780
Other Local Revenues	4,174,576	3,710,105	3,711,296
Transfers In/Other Sources	172,578	-	-
Total Revenues:	63,177,504	63,893,315	66,031,663
Expenditures			
Certificated Salaries	31,011,575	31,458,248	32,087,413
Classified Salaries	8,508,167	8,678,330	8,851,897
Employee Benefits	15,160,056	15,571,823	15,921,628
Books & Supplies	2,254,004	1,506,631	1,550,172
Services, Other Operating Expense	5,712,952	5,476,380	5,640,688
Capital Outlay	191,911	186,271	191,654
Other Outgo/Transfer Out	697,495	998,058	1,598,618
Total Expenditures:	63,536,160	63,875,741	65,842,070

Multi-Year Projection



DESCRIPTION	FY 2019-2020 Current (Base Year)	FY 2020-21 First Projected Year	FY 2021-22 Second Projected Year
Beginning Balance as of July 1	13,921,442	13,562,786	13,580,360
Net Increase (Decrease) In Fund Balance	(358,656)	17,574	189,593
Ending Balance	13,562,786	13,580,360	13,769,953
Revolving Cash	25,000	25,000	25,000
Restricted	347,571	347,571	347,571
Assignments:			
- Minimum Reserve 15%	9,530,424	9,581,361	9,876,311
- Science Curriculum Adoption	750,000	750,000	750,000
Reserve for Economic Uncertainties	1,906,085	1,916,272	1,975,262
Unassigned/Unappropriated Amount	1,003,706	960,156	795,809
<i>Total Unrestricted Fund Balance</i>	13,190,215	13,207,789	13,397,382
<i>Unrestricted Reserve Percentage</i>	20.8%	20.7%	20.3%

Looking Ahead



- Enrollment projection and staffing needs
- STRS/PERS annual increases
- DMSEF contribution
- Continue to prioritize projects as identified in Facilities Master Plan
- Continue reserving for annual operations of Pacific Highlands Ranch School #9
- Curriculum for Spanish Immersion Program
- Monitor Legal Fees

Questions?