



2020-21 BUDGET

PRESENTED TO THE BOARD OF TRUSTEES ON

JUNE 11, 2020

## Key Budget Information for 2020-21 Budget

- Recommended Certification Status: Positive
- Deficit spending is projected but reserves are still adequate
- Basic Aid Supplemental is budgeted conservatively, for 2020-21 only
- Enrollment is based estimated CBEDS at 770
- Projected average daily attendance (ADA) ratio is estimated at 95.5%
- Reserve assignment of \$1.5 million is budgeted for 5 years of enrichments if needed
- Budget and the LCAPs **are not yet** aligned since LCAP is postponed until December

# The District is recommending that the Board approve a Positive Certification

This means that the District is able to meet the required minimum reserve level in all three years

## Reserve Amounts

(Unrestricted resources 0000-1999 except Line 4):

	Budget Year (2020-21)	1st Subsequent Year (2021-22)	2nd Subsequent Year (2022-23)
1. General Fund - Stabilization Arrangements (Fund 01, Object 9750) (Form MYP, Line E1a)	0.00	0.00	0.00
2. General Fund - Reserve for Economic Uncertainties (Fund 01, Object 9789) (Form MYP, Line E1b)	0.00	378,575.00	388,623.00
3. General Fund - Unassigned/Unappropriated Amount (Fund 01, Object 9790) (Form MYP, Line E1c)	3,248,758.23	905,281.23	237,233.23
4. General Fund - Negative Ending Balances in Restricted Resources (Fund 01, Object 979Z, if negative, for each of resources 2000-9999) (Form MYP, Line E1d)	0.00	0.00	0.00
5. Special Reserve Fund - Stabilization Arrangements (Fund 17, Object 9750) (Form MYP, Line E2a)	0.00		
6. Special Reserve Fund - Reserve for Economic Uncertainties (Fund 17, Object 9789) (Form MYP, Line E2b)	0.00		
7. Special Reserve Fund - Unassigned/Unappropriated Amount (Fund 17, Object 9790) (Form MYP, Line E2c)	0.00		
8. District's Budgeted Reserve Amount (Lines C1 thru C7)	3,248,758.23	1,283,856.23	625,856.23
9. District's Budgeted Reserve Percentage (Information only) (Line 8 divided by Section 10B, Line 3)	34.94%	13.57%	6.44%
<b>District's Reserve Standard (Section 10B, Line 7):</b>	<b>371,896.32</b>	<b>378,575.28</b>	<b>388,623.28</b>
Status:	Met	Met	Met

## ADA & ENROLLMENT RATIO

- The enrollment estimate for CBEDS day is holding steady at 770
- The estimate ADA percentage used in the budget is 95.5%
- LCFF revenue has been drastically reduced based on the Governor's May  
Revise proposed budget assumptions: 0.00 COLA (2.32 COLA suspension)  
with an additional -7.92 Base Grant Proration Factor

# SALARIES & BENEFITS RATIO TO UNRESTRICTED GENERAL FUND EXPENDITURES

Fiscal Year	Budget - Unrestricted (Resources 0000-1999)		Ratio of Unrestricted Salaries and Benefits to Total Unrestricted Expenditures	Status
	Salaries and Benefits (Form 01, Objects 1000-3999) (Form MYP, Lines B1-B3)	Total Expenditures (Form 01, Objects 1000-7499) (Form MYP, Lines B1-B8, B10)		
Budget Year (2020-21)	7,298,343.00	8,168,026.00	89.4%	Met
1st Subsequent Year (2021-22)	7,446,115.00	8,324,101.00	89.5%	Met
2nd Subsequent Year (2022-23)	7,686,762.00	8,558,734.00	89.8%	Met



## ONE-TIME REVENUES CONTRIBUTIONS TO RESTRICTED

- One-time revenues are being utilized for ongoing expenditures: Increased FTE of classified staff needed for differentiated instruction for the Enrich! program. Additionally the District has hired employees rather than contractors for Art & Science Enrichments. The 1.5 million reserve is assigned for program stabilization.
- Decreased contribution to resource 6500 for Special Education program in the current year and holding steady in the subsequent years based on projected Special Education enrollment projections for students in higher cost programs.
- The required 3% contribution to Routine Restricted Maintenance, (Rs 8150) has been budgeted in all 3 years.

# Deficit spending

Deficit spending is projected in all three years due to:

1. COLA not keeping up with the increases in STRS & PERS

1. STRS rates

1. 2020-21 is 16.15%
2. 2021-22 is 16.02%
3. 2022-23 is 18.10%

2. PERS rates

1. 2020-21 is 20.70%
2. 2020-21 is 22.84%
3. 2021-22 is 25.50%

## COLA (used for increased LCFF revenue estimates)

- ❖ 2020-21 is 0 % & -7.92 deficit
- ❖ 2021-22 is 2.48 % & -12.178 deficit
- ❖ 2022-23 is 3.26 % & -14.9505 deficit

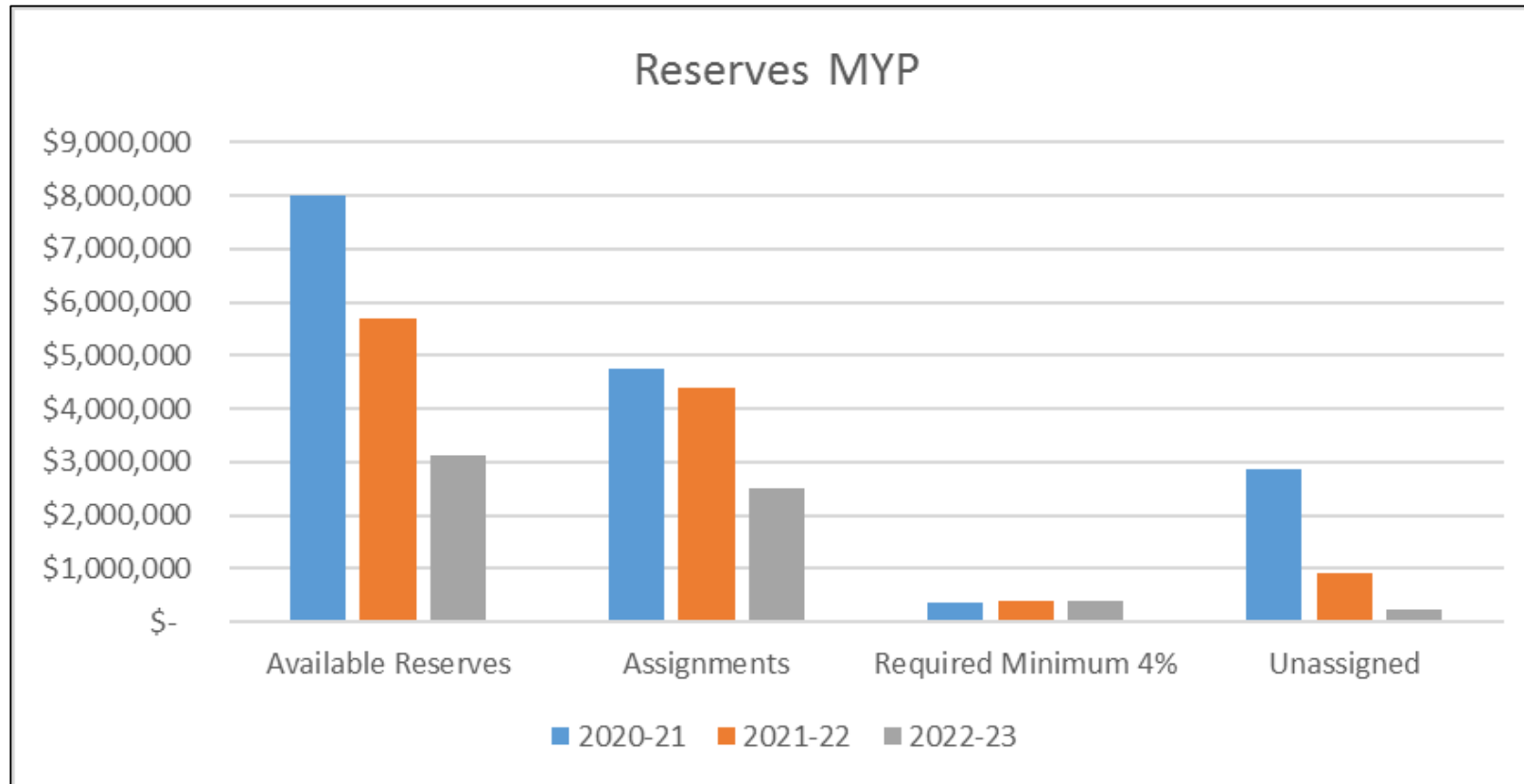
2. Ongoing transfers to Fund 14 for Deferred Maintenance (25.2k) and Fund 13, the Cafeteria Fund (19.8k)
3. Additional Classified support staff necessary for single program, Enrich! for all District students
4. Basic Aid Supplemental **is budgeted** for 2020-21 but **not** for the subsequent years (2 yr. estimate \$4M)
5. Donation revenue is **not budgeted** until received for current or subsequent years
6. Tax revenue is conservatively budgeted to stay the same for all three years and is based on 2019-2020 P-2 estimates

# RESERVE ASSIGNMENTS FOR FISCAL STABILITY

<b>Components of Ending Balance:</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>
Revolving Cash (nonspendable)	\$ 1,000	\$ 1,000	\$ 1,000
Restricted: Prepaid Expenditures	\$ -	\$ -	\$ -
Restricted	\$ 469,513	\$ 593,228	\$ 700,375
Other Assignments			
Textbook Adoptions Multi Year	\$ 350,000	\$ 350,000	\$ 350,000
Facilities Master Plan Approved Projects	\$ 250,000	\$ -	\$ -
STRS & PERS Increases 2 Years	\$ 110,000	\$ -	\$ -
Reserve for Enrichments 5 Years	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000
Lesser of 2 M or 30% Rainy Day Reserve	\$ 2,000,000	\$ 2,000,000	\$ 100,000
Reserve for Econ.Uncert. (unassigned)	\$ 371,896	\$ 378,575	\$ 388,623
Unassigned/Unappropriated Amount	\$ 2,875,861	\$ 905,281	\$ 237,232
<b>Net Ending Balance</b>	<b>\$ 7,928,271</b>	<b>\$ 5,728,084</b>	<b>\$ 3,277,230</b>



Reserves	Fund 01	Fund 17	Available Reserves	Assignments	Required Minimum 4%	Unassigned
2020-21	\$ 7,457,758	\$ 542,995	\$ 8,000,753	\$ 4,752,995	\$ 371,896	\$ 2,875,862
2021-22	\$ 5,133,856	\$ 549,995	\$ 5,683,851	\$ 4,399,995	\$ 378,575	\$ 905,281
2022-23	\$ 2,575,855	\$ 556,995	\$ 3,132,850	\$ 2,506,995	\$ 388,623	\$ 237,232



## LONG-TERM DEBT

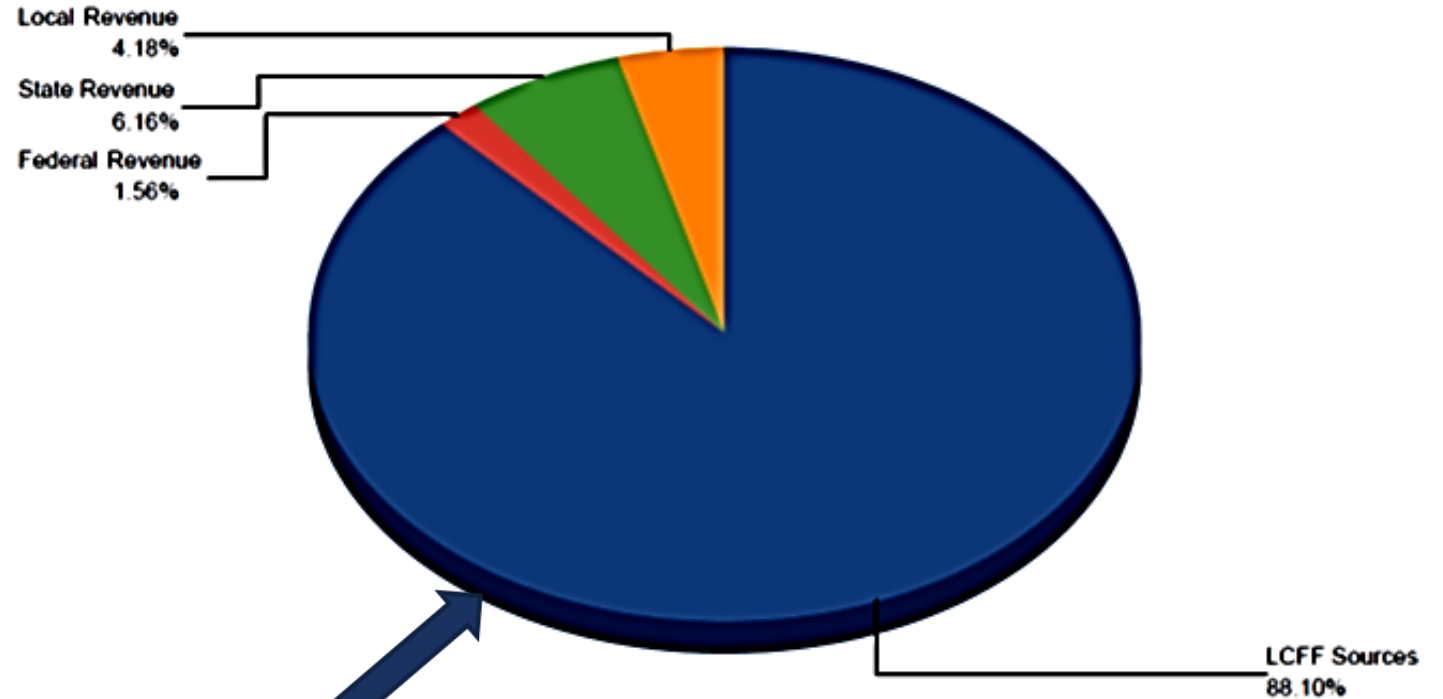
GUSD does have Long-term debt in the form of our General Obligation Bond & payments are increasing each year.

- 2020-21 is \$374,379
- 2021-22 is \$388,196
- 2022-23 is \$396,542

The increase is due to the General Obligation Bond amortization and the data used here is the 2018-19 Audit Report. The General Obligation Bond payment is paid from Fund 51.

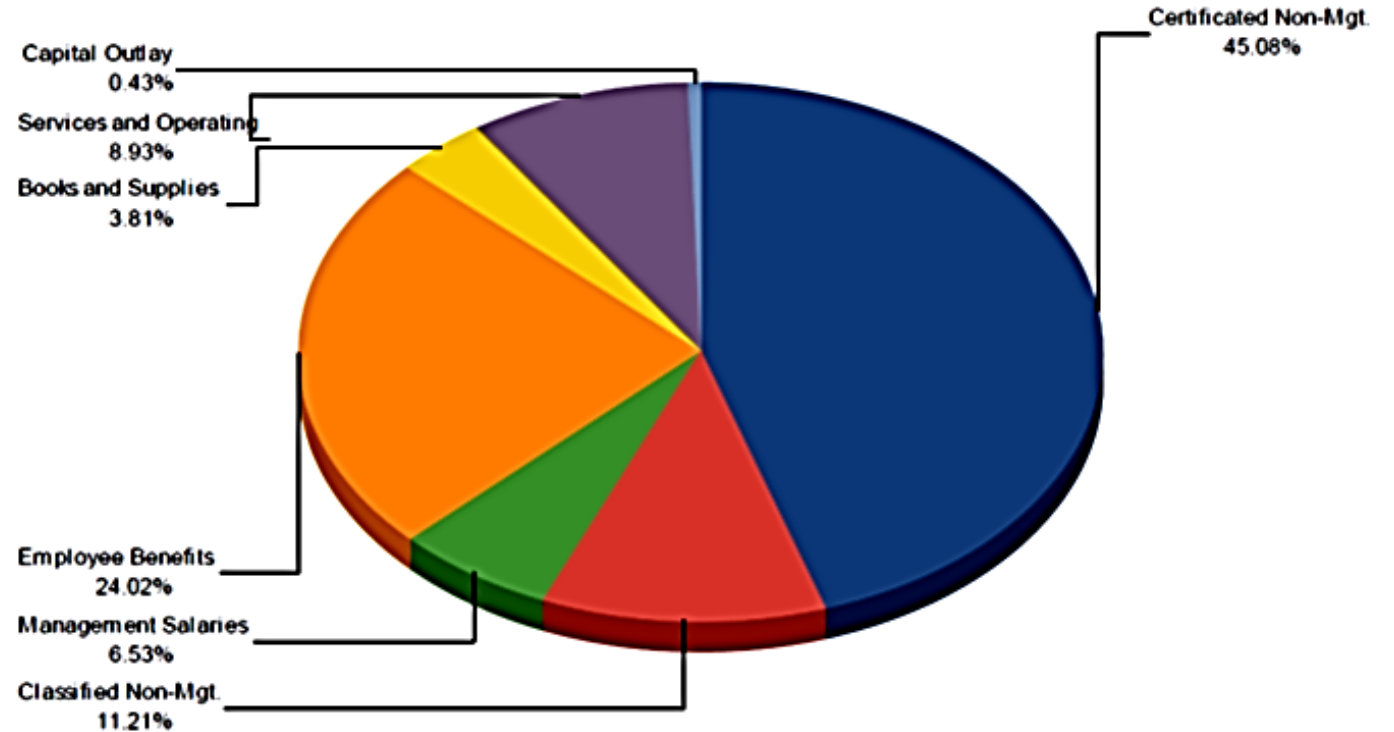
# General Fund Revenue Sources

Revenue by Object:	Dollars per ADA	Total Amount
LCFF Sources	10,374.78	7,615,090
Federal Revenue	184.22	135,220
Other State Revenue	725.00	532,147
Other Local Revenue	492.40	361,423
<b>Total Revenue</b>	<b>\$11,776.40</b>	<b>\$8,643,880</b>
Transfer In & Others	\$0.00	\$0
<b>Total Resources</b>	<b>\$11,776.40</b>	<b>\$8,643,880</b>



# General Fund Expenditures

Expenditure by Object:	Dollars per ADA	Total Amount
Cert. Non-Mgt. Salaries	5,682.42	4,170,896
Class. Non-Mgt. Salaries	1,413.42	1,037,447
Management Salaries	822.64	603,816
Employee Benefits	3,027.66	2,222,302
Books and Supplies	480.01	352,329
Services and Operating	1,125.72	826,281
Capital Outlay	53.68	39,400
Other Outgo	0.00	0
<b>Total Expenditure</b>	<b>\$12,605.55</b>	<b>\$9,252,471</b>
<b>Transfer out and Other:</b>	<b>\$61.22</b>	<b>\$44,937</b>
<b>Total Uses</b>	<b>\$12,666.77</b>	<b>\$9,297,408</b>



## OPEB

## CHANGE OF SUPERINTENDENT OR CBO

- GUSD does offer post employee benefits other than pensions, OPEB. See the GUTA contract for details.
- The personnel change for the positions of superintendent or CBO in the last twelve months includes the hiring of Superintendent David Rose on July 1, 2019.



# Questions?