

Cambrian School District First Interim Budget

December 16, 2021

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Introduction

- First revision of the budget after adopted budget
- Includes funds confirmed after adopted budget
- Allows for analytical analysis of budget trends in salaries and benefits
- Required by Ed Code that the board must approved by December 15th
 - Allowed exception by SCCOE since we are one day after deadline
- Board must certify the budget as positive, qualified, or negative
- Includes actual revenues and expenditures through October 31st

What's Included in the Packet?

- District Certification & Criteria and Standards Review Summary
- Fund Forms-includes all funds
- Supplemental Forms-ADA, Cashflow, Multiyear projections, & Technical Review Checks
- Criteria and Standards

First Interim Analysis

	Adopted Budget			First Interim			Difference		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
LCFF Resources	29,256,087	1,139,161	30,395,248	27,176,537	1,695,538	28,872,075	(2,079,550)	556,377	(1,523,173)
Federal Revenues		892,909	892,909	-	2,285,402	2,285,402	-	1,392,493	1,392,493
State Revenues	568,326	5,265,700	5,834,026	568,326	3,205,774	3,774,100	-	(2,059,926)	(2,059,926)
Other Revenues	3,880,936	221,783	4,102,719	4,239,577	344,930	4,584,507	358,641	123,147	481,788
Total Revenues	33,705,349	7,519,553	41,224,902	31,984,440	7,531,644	39,516,084	(1,720,909)	12,091	(1,708,818)
Certificated Salaries	14,272,190	3,399,571	17,671,761	14,673,619	2,682,463	17,356,082	(401,429)	717,108	315,679
Classified Salaries	3,739,321	1,874,558	5,613,879	3,765,591	1,955,238	5,720,829	(26,270)	(80,680)	(106,950)
Employee Benefits	6,785,415	3,631,843	10,417,258	6,539,222	3,811,659	10,350,881	246,193	(179,816)	66,377
Supplies	565,161	206,229	771,390	569,247	456,976	1,026,223	(4,086)	(250,747)	(254,833)
Services	3,045,245	5,671,912	8,717,157	2,860,134	4,299,174	7,159,308	185,111	1,372,738	1,557,849
Capital Outlay	-	-	-	-	-	-	-	-	-
Other Outgo	-	-	-	-	-	-	-	-	-
Indirect Costs	(3,053)	-	(3,053)	-	-	-	(3,053)	-	(3,053)
Total Expenditures	28,404,279	14,784,113	43,188,392	28,407,813	13,205,510	41,613,323	(3,534)	1,578,603	1,575,069
Transfers In	171,541		171,541	341,541		341,541	(170,000)	-	(170,000)
Transfers Out	-		-	-		-	-	-	-
Contributions	(7,264,564)	7,264,564	-	(4,774,135)	4,774,135	-	(2,490,429)	2,490,429	-
Total Other Uses	(7,093,023)	7,264,564	171,541	(4,432,594)	4,774,135	341,541	(2,660,429)	2,490,429	(170,000)
Net Increase (Decrease)	(1,791,953)	4	(1,791,949)	(855,967)	(899,731)	(1,755,698)	935,986	(899,735)	36,251
Beginning Fund Balance	4,982,824	2,781,095	7,763,919	6,730,991	2,781,095	9,512,086	1,748,167	-	1,748,167
Ending Fund Balance	3,190,871	2,781,099	5,971,970	5,875,024	1,881,364	7,756,388	2,684,153	(899,735)	1,784,418

What Major Changes to Budget

- Reduced LCFF based on the reduced ADA projection
- Included Expanded Learning funds in the additional four resources
- Included ELOP revenues to support Extended Care
- Updated categorical program budgets
- Changes to certificated and classified salaries
- Adjusted Special Education costs & revenues
 - Revised both for services and salaries
 - Revised special education revenues and COE property tax transfer
 - Change resulted in reduced general fund contribution
- Included transfer from Measure R for support activity

What is not in the Budget

- Any future impact of Educator Effectiveness Grant
- Future Lease increases or revenue enhancements
- Updated projection on Extended Care program
 - Program may create greater net increase
- Projected salary increase
- TK Implementation or planning grant

Multi-Year Projection

- Used projected state COLA on LCFF

	2021-2022	2022-2023	2023-2024
COLA	1.70%	2.48%	3.11%
ADA	2858	2825	2807

- Eliminated one-time funds from 2022-2023 & 2023-2024
- Did not add COLA to state or federal programs
- Added step-column estimate at 1.5% for certificated and 1% for classified
- Increased statutory benefits

	2021-2022	2022-2023	2023-2024
STRS	16.92%	19.10%	19.10%
PERS	22.91%	26.10%	27.10%

- Increased general fund contribution to restricted by \$100,000 each year
- Result: Positive unrestricted fund balance meeting reserve requirements in 2023-2024

Other Funds

	Fund	Beginning Balance	Revenue	Expenses	Net Activity	Ending Balance
13	Cafeteria	225,104	766,274	766,274	-	225,104
21	Building Fund	19,581,528	245,541	15,551,541	(15,306,000)	4,275,528
25	Developer Fees	657,582	200,000	-	200,000	857,582
40	Special Res-Capital Outlay	507,442	187,000	-	187,000	694,442
51	GO Bond	1,280,427			-	1,280,427

Bright Spots

- No additional revenues were added to the MYP
 - Metzger A & C will provide additional revenues
 - Lease revenues were based on current but could be enhanced
- No expense reductions were included in the MYP
 - One-time funds were taken out but no reduction in unrestricted
- Food Service does not need a General Fund contribution
- Building Fund Reserve
- Cash balance is positive
- Positive fund balance above Reserve for Economic Uncertainties

Fiscal Risks

- Enrollment continues to drop or drops suddenly
- Bargaining Unit costs
- TK implementation
- ELOP program requirements
- On-going operating deficit

Fiscal Year Budget Summary

- Unrestricted deficit of \$855,967
- Reserve for Economic Uncertainties at \$1,500,000
 - Higher than the required \$1,239,000 at 3% of expenditures
- Positive fund balance in all funds through 2023-2024
 - Meets requirements but need to create a long-term solution to operating deficit
- Positive cash balance
- Allows board to certify budget as positive

Questions