



BIGGS UNIFIED SCHOOL DISTRICT

2019/2020

Second Interim Report

MARCH 4, 2020

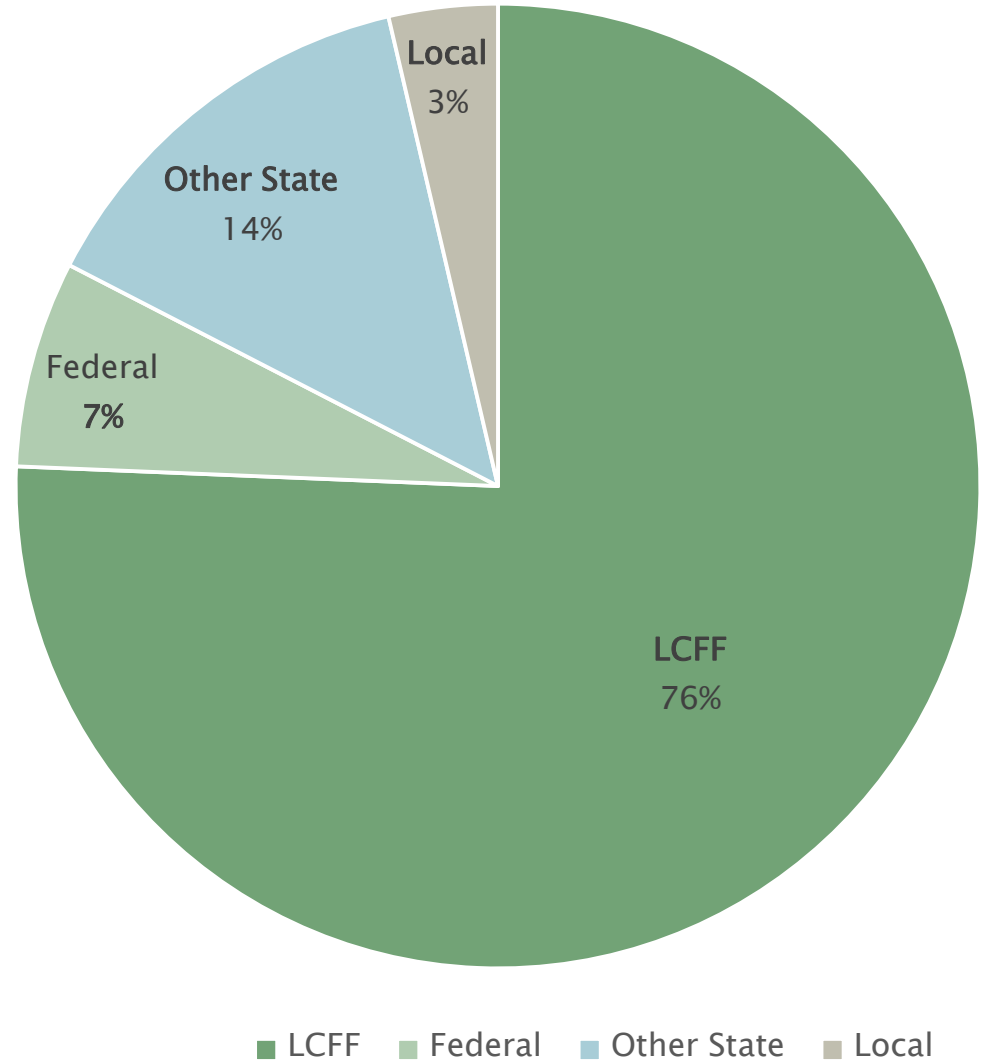
Second Interim Assumptions General Fund

- LCFF Revenue
 - 3.26% COLA (same as 1st Interim)
 - ADA Funded 584.40 (↑ 3.54)
 - *Change based on updated prior year and P-1 report*
- 17.10% STRS Employer Rate
- 19.721% 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.

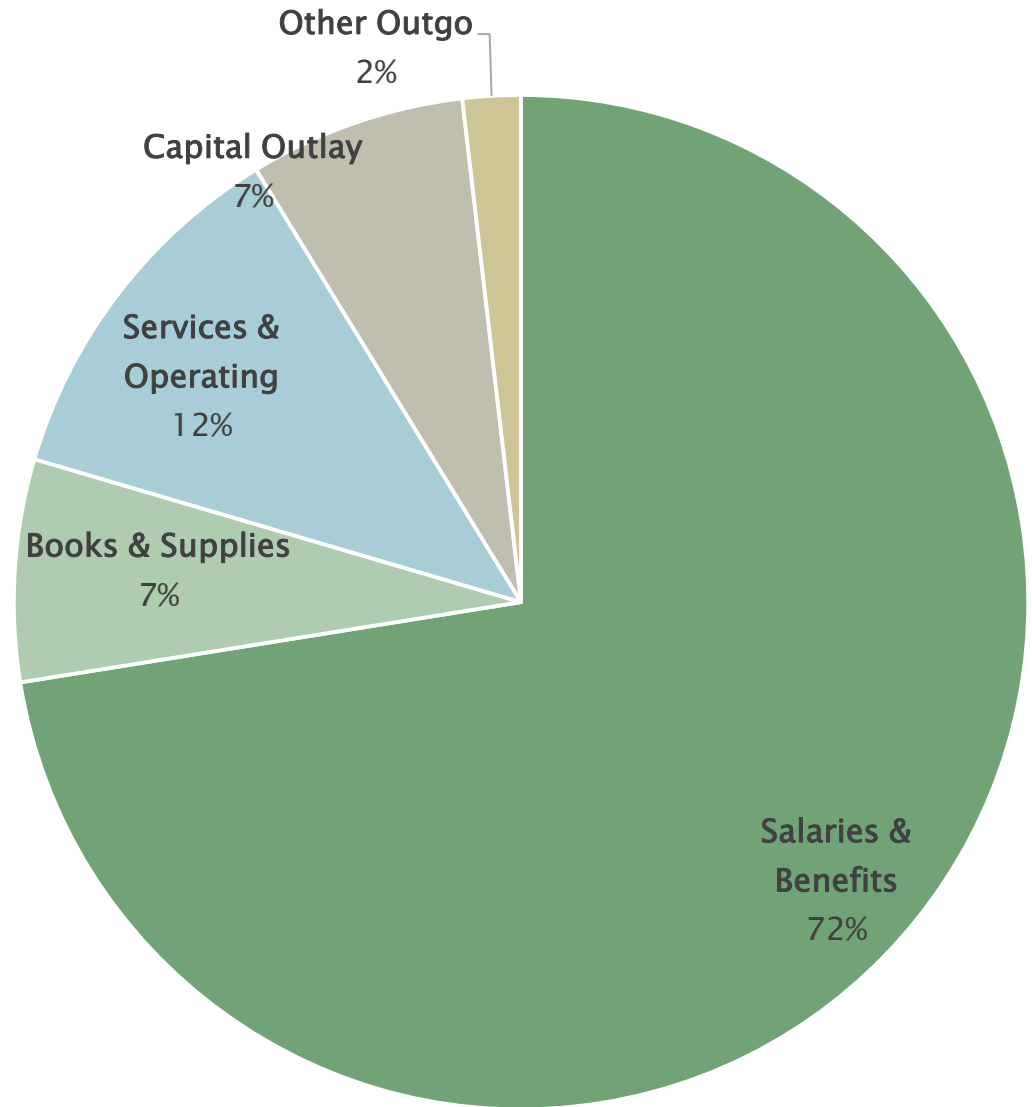
Projected Revenues

Category	Increase (Decrease)
LCFF	\$65,514
Federal	(\$384)
State	\$3,698
Local	\$0
Total	\$68,828



Projected Expenditures

Category	Increase (Decrease)
Salaries & Benefits	\$37,973
Books & Supplies	(\$19)
Services & Operating	\$95,546
Capital Outlay	(\$183,685)
Other Outgo	\$246,584
Total	\$196,399



Projected Ending Fund Balance

- Overall **Decrease** from 1st Interim \$127,571

Fund 1	1 st Interim	2 nd Interim	Difference
Revenue	\$8,071,570	\$8,140,398	\$68,828
Expenditure	\$8,951,856	\$9,148,255	\$196,399
Balance	(880,286)	(1,007,857)	(\$127,571)
Beginning Bal	\$1,916,941	\$1,916,941	
Ending Fund Balance	\$1,036,655	\$909,084	

Multi Year Projection (MYP) Assumptions

- 2020/21
 - 2.29% Cola
 - 562.39 Funded ADA
 - 18.4% STRS
 - 22.8% PERS
- 2021/22
 - 2.71% Cola
 - 557.29 Funded ADA
 - 18.10% STRS
 - 24.90% 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 2nd and 6th 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	19/20	20/21	21/22
TK	11	11	11
K	55	47	47
1	52	52	44
2	38	49	49
3	45	37	49
4	41	43	36
5	47	42	42
6	32	45	40
7	42	34	47
8	44	43	36
9	40	45	44
10	56	39	45
11	52	59	41
12	47	48	55
Total	602	594	586

NSS Funding Tier for BHS

Grade	19/20	20/21	21/22
9	40	45	44
10	56	39	45
11	52	59	41
12	47	48	55
Total	195	191	185
93.5% ADA	182.32	178.58	172.97

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

*19/20 Funding Tier

** Projected tier 22/23

Multi-Year Projections

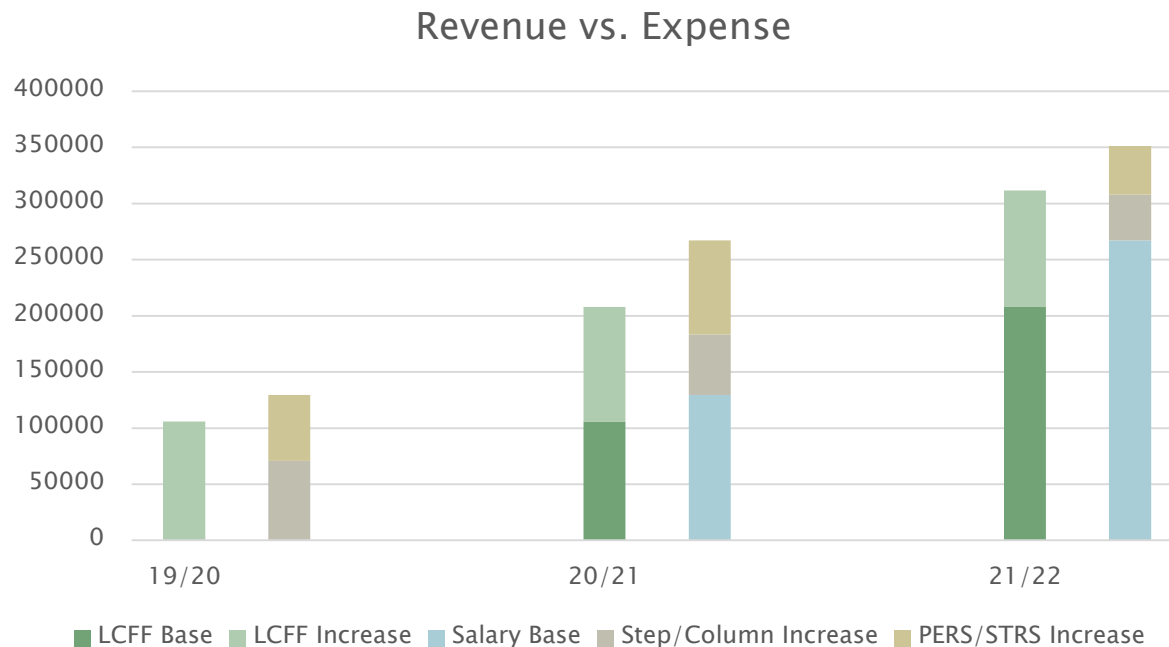
Ed Code requires that all budget presentations include current year plus the two out years. Districts who are able to show that they can meet financial obligations for all three years are certified as Positive.

	19/20	20/21	21/22
Revenues	\$8,140,398	\$7,773,661	\$7,888,646
Expenditures	\$9,148,255	\$8,112,047	\$8,250,099
Excess (Deficiency)	(\$1,007,857)	(\$338,386)	(\$361,453)
Beg. Fund Balance	\$1,916,941	\$909,084	\$570,698
EFB	\$909,084	\$570,698	\$209,246
Fund 17 Balance	\$622,375	\$632,375	\$642,375
Total DEU	\$1,531,459	\$1,206,073	\$851,621

Required Reserve for 21/22 - \$330,003 – POSITIVE Certification
Board Policy of 8% for 21/22 - \$660,006

State-Wide Trends

- ▶ With LCFF at full implementation, districts throughout the state are struggling with multi-year projections.
- ▶ For many districts, cost of step and column is greater than COLA increases.
- ▶ Added pressure comes from increasing PERS/STRS contributions and declining enrollment.



19/20 SECOND INTERIM SUMMARY

- The District is currently deficit spending within the budget. It is projected that at unaudited actuals our expenses will be less than currently budgeted, which will increase our overall ending fund balance.
- If deficit spending continues to be projected, changes will need to be made to reduce overall expenditures.
- While the District is able to maintain its Positive certification in out-years, it will be necessary to closely monitor the next several years as we see small class-size bubbles move through the District.
- Increasing overall attendance will help ensure the financial health of the District as well as provide a more effective education to our students.

Questions?