

# 2019-20 Adopted Budget



June 25, 2019  
Board Meeting

Amellia De Los Rios  
Kindergarten, Ms. Wilder's class  
Harvest Hill STEAM Academy



# 2019-20 Adopted Budget Requirements

- Local Education Agencies must adopt the 2019-20 budget prior to July 1, 2019
- Required to hold a public hearing for both the 2019-20 Local Control Accountability Plan (LCAP) and the budget prior to adoption (June 25, 2019)
- Multi-year Projections and Assumptions
- Riverside County Office of Education Guidance and School Services of California Projections and Assumptions



# 2019-20 Adopted Budget Requirements

The Local Control Funding Formula (LCFF) was enacted in 2013-14, replacing the financing system that had been in existence for roughly forty (40) years.

LCFF establishes a base, supplemental and concentration grants in place of previously existing K-12 funding streams, including Revenue Limits, general purpose block grants and most of the 50-plus state categorical programs that existed at the time

Base grant: each district receives the same funding per grade span average daily attendance (ADA)

Supplemental grant: 20% of the adjusted base grant per ADA multiplied by the unduplicated percentage of targeted disadvantaged pupils (English Learners [EL], those eligible for free or reduced-price meals [FRPM], or foster youth)

Concentration grant: 50% of the adjusted base grant per ADA multiplied by the percentage of targeted pupils exceeding 55% of a local educational agency's' (LEA) enrollment

Ensures that virtually all districts are at least restored to their pre-recession funding levels (2007-08)

Guarantees minimum amount of state aide to school districts based on the amount of state aid received in 2012-13



# 2019-20 Adopted Budget Fiscal Challenges

- Operating cost increasing
  - STRS/PERS
  - Special Education



# 2019-20 Adopted Budget Revenue Assumptions

Factor	2019-20			2020-21			2021-22		
Enrollment	10,697			10,990			11,210		
Funded ADA	10,282.21			10,564.14			10,774.81		
ADA to Enrollment	96.13%			96.13%			96.12%		
Cost of Living Adjustment	3.26%			3.00%			2.80%		
LCFF Gap Funding	100%			100%			100%		
	TK-3	4-6	7-8	TK-3	4-6	7-8	TK-3	4-6	7-8
Base Grant per ADA	\$7,702	\$7,818	\$8,050	\$7,933	\$8,053	\$8,292	\$8,155	\$8,278	\$8,524
Grade Span Adjustment (TK-3)	\$801 per ADA		\$3,806,296	\$825 per ADA		\$4,027,922	\$848 per ADA		\$4,222,845
Supplemental Grant			\$8,005,357			\$8,372,093			\$8,777,843
Lottery – Unrestricted	\$151 per ADA		\$1,573,876	\$151 per ADA		\$1,621,093	\$151 per ADA		\$1,669,725
Lottery – Restricted	\$53 per ADA		\$552,420	\$53 per ADA		\$568,993	\$53 per ADA		\$586,062
Mandate Block Grant	\$32.18 per ADA		\$321,135	\$33.15 per ADA		\$340,740	\$34.08 per ADA		\$360,808
Routine Restricted Maintenance			\$3,275,331			\$3,429,528			\$3,525,763



# 2019-20 Adopted Budget Expenditure Assumptions

- Increase in staffing due to enrollment growth
- Step and Column movement at 1.5%
- Statutory Fringe Benefits – as required by RCOE
- STRS and PERS as per current estimates

	2019-20		2020-21		2021-22	
CalSTRS	16.70%	\$8,421,860	18.10%	\$9,134,497	17.80%	\$8,976,780
CalPERS	20.733%	\$2,926,794	23.60%	\$3,379,200	24.90%	\$3,588,933
<b>Total Estimated STRS and PERS</b>		<b>\$11,348,654</b>		<b>\$12,513,697</b>		<b>\$12,565,713</b>
<b>Estimated Annual Increase</b>		<b>\$1,232,036</b>		<b>\$1,165,043</b>		<b>\$52,016</b>



# 2019-20 Adopted Budget Revenue

	2019-20	2020-21	2021-22
LCFF/Revenue Limit Sources	\$92,405,782	\$97,675,475	\$102,396,806
Federal Revenues	\$3,669,525	\$3,669,525	\$3,669,525
Other State Revenues	\$7,216,244	\$7,299,638	\$7,385,407
Other Local Revenues	\$5,017,654	\$5,017,654	\$5,017,654
Transfers In	\$75,000	\$75,000	\$75,000
<b>Total Revenues</b>	<b>\$108,384,205</b>	<b>\$113,737,292</b>	<b>\$118,544,392</b>



# 2019-20 Adopted Budget Expense

	2019-20	2020-21	2021-22
Certificated Salaries	\$50,902,665	\$52,572,450	\$54,264,743
Classified Salaries	\$15,779,776	\$16,133,304	\$16,509,983
Employee Benefits	\$26,904,065	\$28,552,835	\$29,089,130
Books and Supplies	\$4,633,099	\$4,985,805	\$4,300,506
Services and Other Operating Expense	\$9,164,625	\$10,361,405	\$11,568,889
Capital Outlay	\$100,330	\$103,396	\$106,516
Other Outgo	\$1,693,117	\$1,608,404	\$1,685,676
<b>TOTAL</b>	<b>\$109,177,677</b>	<b>\$114,317,599</b>	<b>\$117,525,443</b>





## 2019-20 Adopted Budget MYP and Reserves

Current	2019-20	2020-21	2021-22
Beginning Fund Balance	\$9,506,695	\$8,713,223	\$8,132,916
Net Change In Fund Balance	(\$793,472)	(\$580,307)	\$1,018,949
<b>Ending Fund Balance</b>	<b>\$8,713,223</b>	<b>\$8,132,916</b>	<b>\$9,151,865</b>
Non-spendable	\$5,000	\$5,000	\$5,000
Restricted	\$2,147,888	\$3,081,061	\$4,052,332
3% Required Reserve	\$3,275,331	\$3,429,528	\$3,525,764
Budget Contingency	\$3,285,004	\$1,617,327	\$1,568,769
<b>Total Available Reserve</b>	<b>6.01%</b>	<b>4.41%</b>	<b>4.33%</b>

# Questions / Comments



Thank You!