



# Burbank Unified School District 2019-2020 First Interim Budget

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# The Budget Cycle

Report	Description	Due
Adopted Budget	Details spending plan of district and includes estimated actual ending balances for prior fiscal year	On or before July 1
<b>First Interim</b>	<b>Actual revenues &amp; expense July 1 to October 31 with projections for remainder of current and 2 future fiscal years</b>	<b>On or before December 9</b> <b>Note: LACOE is aware of our board meeting date and provided an extension to December 20</b>
Second Interim	Same as above but for period July 1 to January 31	On or before March 15
Unaudited Actuals	Details actual ending balances, all revenues and expenditures for year ended June 30	On or before September 15



# First Interim Assumptions Revenues

Factors	K-3	4-6	7-8	9-12
Base Grant	\$7,459	\$7,571	\$7,796	\$9,034
COLA – 3.26%	\$243	\$247	\$254	\$295
CSR - 10.4% CTE - 2.6%	\$801	-0-	-0-	\$243
Total	\$8,503	\$7,818	\$8,050	\$9,572

## Supplemental Grant Funding

2019-20	2020-21	2021-22
<b>Unduplicated Pupil Count</b>		
40.47%	40.13%	39.65%
\$10,285,996	\$10,444,632	\$10,608,410



# First Interim Assumptions

- Revenue - Projected ADA- based on 96% of enrollment

2019-20	2020-21	2021-22
14,662.87	14,585.40	14,585.40

- Assumes COLA revenue increases

2019-20	2020-21	2021-22
3.26%	3.00%	2.80%

- Assumes 2019-20 Lottery revenue projection
  - Unrestricted \$153 per ADA
  - Restricted \$54 per ADA
- Assumes 2019-20 Mandate Block Grant Revenue
  - \$32.18 per K-8 grade ADA
  - \$61.94 per 9-12 grade ADA



# General Fund First Interim Revenue Assumptions

Unrestricted / Restricted Combined	2019-20 Budget Adoption	2019-20 First Interim	2020-21 Projected	2021-22 Projected
LCFF	\$138,940,768	\$138,545,355	\$141,757,211	\$145,561,698
Federal	\$5,785,392	\$6,113,655	\$6,113,655	\$6,113,655
Other State	\$14,498,333	\$16,576,067	\$14,284,306	\$14,284,306
Other Local	\$2,580,721	\$7,087,431	\$6,623,708	\$6,519,126
<b>Total</b>	<b>\$161,805,214</b>	<b>\$168,322,508</b>	<b>\$168,778,880</b>	<b>\$172,478,785</b>



# First Interim Revenue Differences

## LCFF Revenue Changes

- Decline in enrollment since Budget Adoption
  - Budget Adoption: 14,686 First Interim: 14,663
  - (Less LCFF revenue - \$395,413)

## Federal Revenue Changes

- Received more Title I, II, III EL & IV funding

## State Revenue Changes

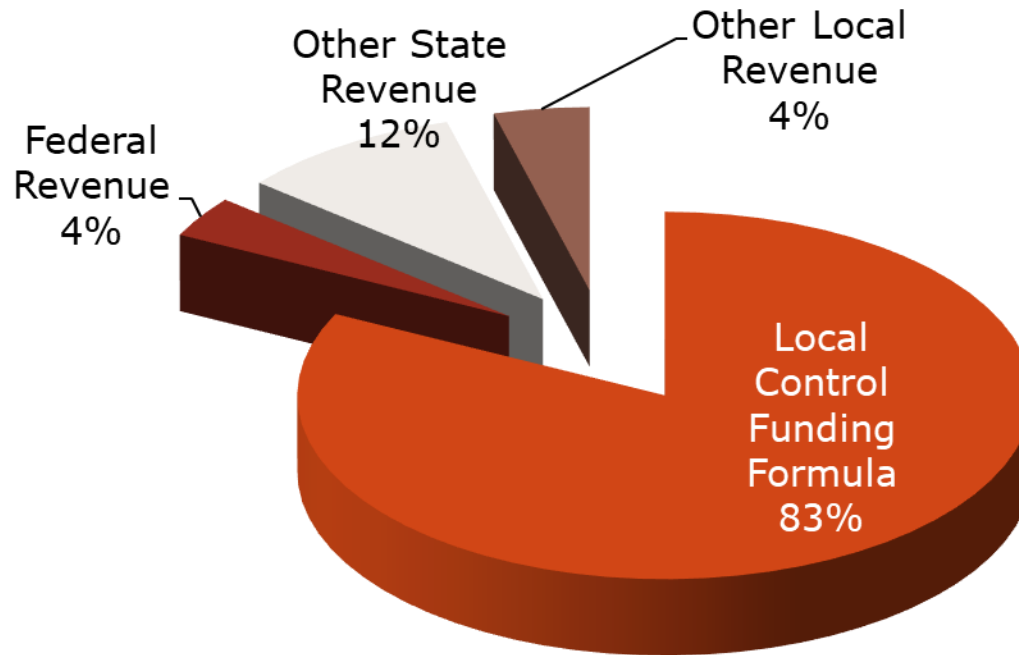
- One Time Special Education unrestricted funds
  - Per AB/SB114 – based off of 2018-19 Preschool pupil count – 148  
\$1,333,475

## Local Revenue Changes

- Projected interest earned on TRANS came in higher than anticipated
  - Additional \$300,000
- New K12 Strong Workforce Grant - \$406,642
- Gifts and donations – increased \$1,012,403
  - Includes carry over from 2018-19 - \$3,023,119



# First Interim Revenue Summary





# First Interim Expenditure Assumptions

## Expenditure Assumptions

- Step and Column increases
- Consumer Price Index – CPI
- Election costs for 2019-20 & 2020-21
- LCAP is fully funded
- Operational Site Budgets
- STRS/PERS increases

	2019-20	2020-21	2021-22
CalSTRS	17.10%	18.40%	18.10%
CalPERS	19.721%	22.80%	24.90%

- Health and Welfare 2% increase
- 1% on-schedule and retro for CSEA and BASA
  - CSEA AB1200 board approved on 11/21/2019
  - A 1% retro and 1% ongoing for BASA is included the budget





# General Fund 2019-20 First Interim Expenditures

Unrestricted / Restricted Combined	2019-20 Budget Adoption	2019-20 First Interim	2020-21 Projected	2021-22 Projected
Certificated Salaries	\$75,008,762	\$75,187,220	\$75,736,653	\$78,036,291
Classified Salaries	\$28,118,072	\$28,566,987	\$28,672,201	\$30,019,876
Employee Benefits	\$37,989,620	\$37,799,395	\$40,139,970	\$42,237,429
Books/Supplies	\$3,291,302	\$9,584,340	\$4,937,170	\$3,526,029
Services/Operating	\$15,614,550	\$18,985,894	\$19,676,534	\$20,168,081
Capital Outlay	\$186,875	\$276,936	\$-0-	\$-0-
Other Outgo	\$2,811,487	\$3,063,591	\$2,946,997	\$2,858,201
Indirect	(\$896,690)	(\$911,039)	(\$911,039)	(\$872,614)
Other Adjustments	\$-0-	\$-0-	(\$3,185,337)	(\$5,215,489)
<b>Total:</b>	<b>\$162,123,978</b>	<b>\$172,553,324</b>	<b>\$168,013,149</b>	<b>\$170,757,804</b>



# First Interim Expenditure Differences

## **Certificated Salaries**

- Step and Column increases

## **Classified Salaries**

- Step and Column Increases

## **Benefits**

- Changes with Step and Column increases
- STRS/PERS increases
- Health and Welfare 2% increase

## **Materials and Supplies**

- Expenditures to match gifts and donations revenue

## **Services**

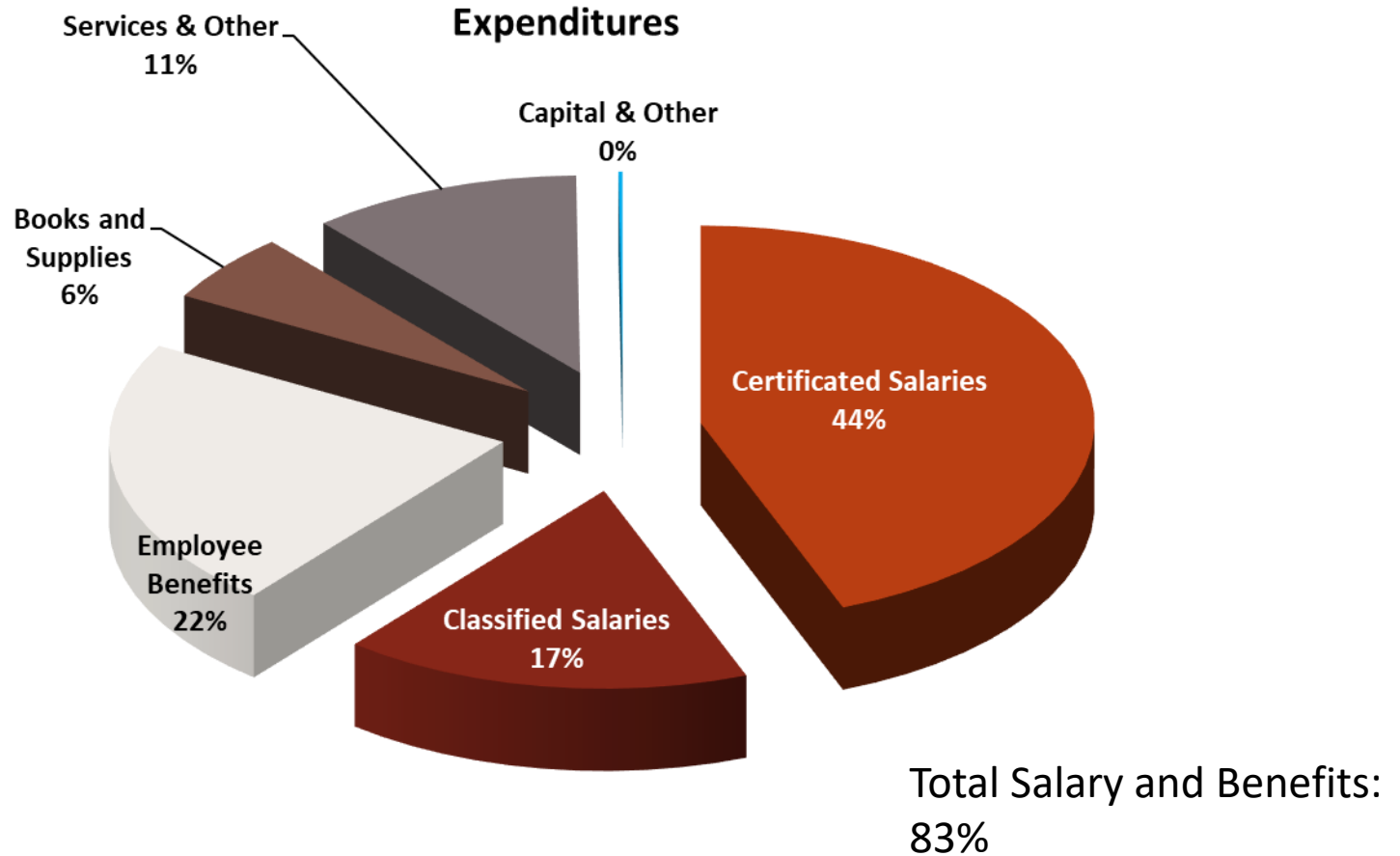
- Contracted services for Special Education needs

## **Capital Outlay**

- Repairs and equipment purchases



# 2019-20 Proposed General Fund Expenditure Summary





# Contribution

## Special Education contribution increase from Adopted Budget to First Interim Proposed Budget

- Certificated Salaries – \$78,757 – due to 1% increase and 1% retro including benefits
- Classified Salaries - \$427,810 – due to 1% increase and 1% retro including benefits and longevity increase
- Services - \$1,383,445 – due to NPA/NPS, consultants
- Transportation - \$104,114
- Excess Costs - \$145,612

	Budget Adoption 2019-20	First Interim 2019-20	Projected 2020-21	Projected 2021-22
<b>Special Education</b>	\$18,850,982	\$20,606,314	\$21,153,684	\$23,092,013
<b>Routine Restricted Maintenance</b>	\$ 4,896,241	\$ 4,896,241	\$ 5,040,394	\$ 5,122,734
<b>District Rentals Revenue</b>	(\$325,126)	(\$359,189)	(\$359,189)	(\$359,189)
<b>Totals:</b>	\$23,422,097	\$25,143,366	\$25,834,889	\$27,855,558



# Contribution

## Fund 12 – Child Development and Horace Mann transfer increase from Budget Adoption to First Interim

- State Revenues less based on September earning report - \$72,157
- Revenues less than expected by \$242,335 for Horace Mann due to declining enrollment
- Revenues less than expected by \$237,455 for ATB due to declining enrollment
- Offset to increase - Expenditures down by \$107,854

	2019-20 Budget Adoption	2019-20 First Interim	2020-21 Projected	2021-22 Projected
Fund 12 – Child Development / Horace Mann LCAP	\$182,075	\$182,075	\$182,075	\$182,075
Fund 12 – Child Development Fund / Horace Mann	\$415,507	\$666,571	\$589,308	\$555,203
<b>Totals:</b>	<b>\$597,582</b>	<b>\$848,646</b>	<b>\$771,383</b>	<b>\$737,278</b>



# General Fund Multi-Year Projection

	2019-2020	2020-2021	2021-2022
Beginning Balance	\$11,917,703	\$6,208,516	\$5,572,507
Revenue	\$168,322,508	\$168,778,880	\$172,478,785
Expense	\$172,553,324	\$168,013,149	\$170,757,804
Non Spendable	\$100,060	\$100,060	\$100,060
CSEA Job Study	\$390,000	\$390,000	\$390,000
Reserve (REU) 3%	\$5,220,951	\$5,082,447	\$5,163,763
Board REU up to 3%	\$-0-	\$-0-	\$-0-
Unassigned Fund Balance	\$-0-	\$-0-	\$-0-
Fiscal Solvency Plan	\$-0-	(\$3,185,337)	(\$5,215,489)



# Reduction Assumptions for Fiscal Stability

Proposed Reductions	2019-20	2020-21	2021-22
Not filling vacancies	\$267,535		
• Two TOSA Positions			
• Supervisor M&O			
• Assistant Principal – Miller Elementary			
Reduce Deferred Maintenance		\$400,000	\$400,000
Increase Horace Mann and ATB fees		\$580,000	\$580,000
Central Office Reductions		\$300,000	\$600,000
Special Education Reductions		\$400,000	\$700,000
Eliminate Elementary PE Teachers		\$490,000	\$490,000
Eliminate Elementary Music Teachers		\$176,000	\$281,000
Reduce Career Tech Ed Program		\$250,000	\$550,000
Increase Class Size		\$390,000	\$840,000
Move Pre-Service day to Supplemental Funding		\$200,000	\$800,000
<b>Total Reduction</b>	<b>\$267,535</b>	<b>\$3,186,000</b>	<b>\$5,241,000</b>



# Questions?

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