



# MT. DIABLO UNIFIED SCHOOL DISTRICT

## 2020-21 PROPOSED BUDGET

Presented June 29, 2020

Dr. Lisa Gonzales, Chief Business Officer  
Mika Arbelbide, Director of Fiscal Services

# State Budget Changes/Uncertainty

2

- State Budget approved, but very little detail - trailer bills emerging to clarify
- Districts statewide will need to revise budgets based on new information
- *“The state budget is primarily based on the Legislature’s framework, which relies on \$14B in federal funding” - CASBO, June 22, 2020*
- *“Governor Newsom and the Legislature on Monday struck a budget deal that preserves K-12 funding in the short term and relies heavily on deferrals to help the state close its \$54B shortfall.” CSBA School News, June 24, 2020*
- *“We are still waiting for details of the overall agreement.” Capitol Advisors, June 22, 2020*
- *“...the language of the State Budget deal and corresponding trailer bill language is not yet available.” School Services, June 22, 2020*

# 2020-21 Budget

3

- Our 2020-21 budget is based on the Governor's *May Revision* to his January budget.
- MDUSD budget adjusted to State adopted information at the 45-day Revision or the revised state budget

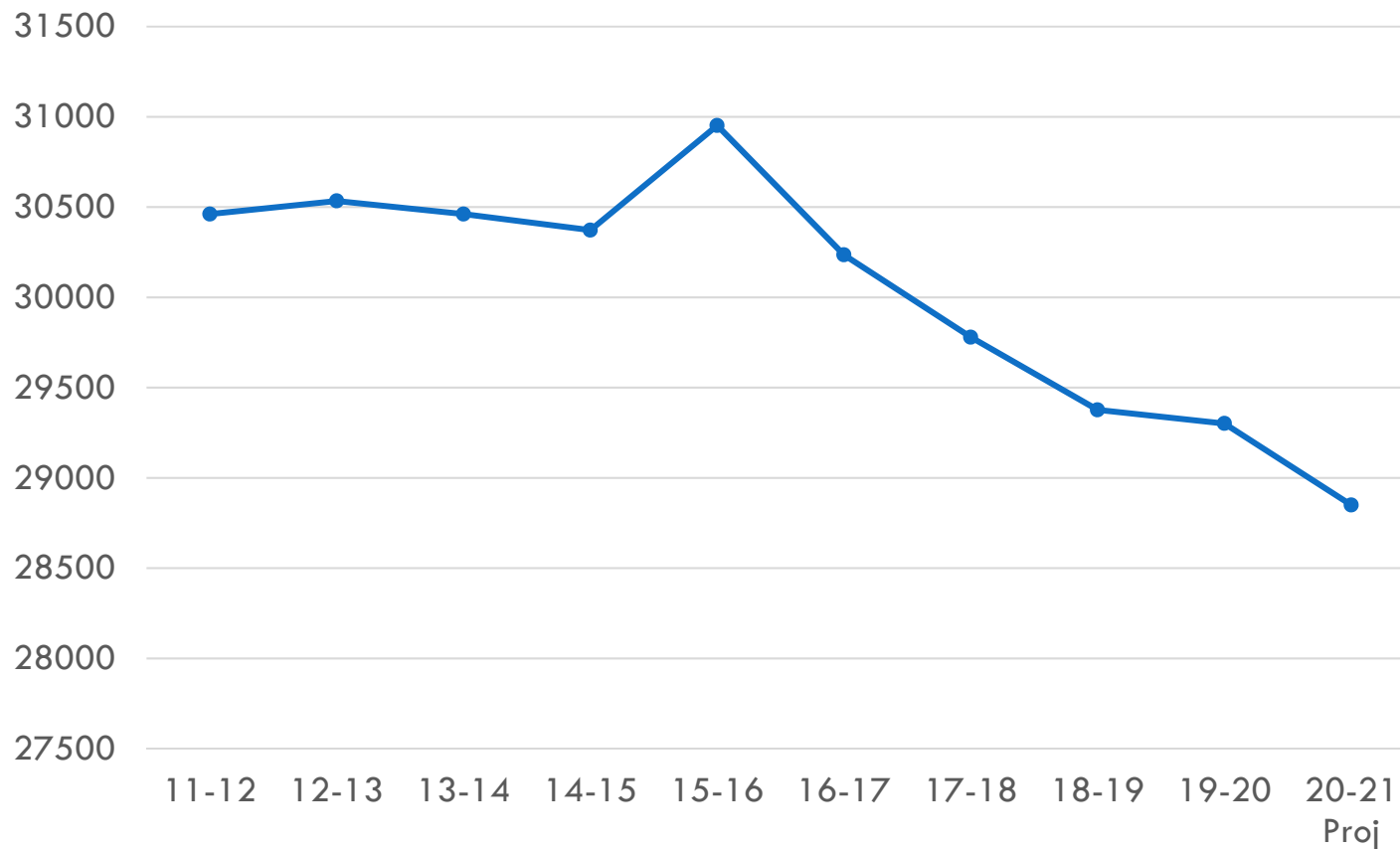
# 2020-21 Budget Assumptions

4

- Average Daily Attendance (ADA) - Estimate funded ADA – 29,160
- Estimated Unduplicated Pupil percentage for supplemental 48.87%
- LCFF Cost of Living Adjustment (COLA)
  - ▣ -7.92% (2020-21), 0.00% (2021-22), 0.00% (2022-23)
- Federal budgets unclear at this time
- Categorical Programs – 10 to 50% reduction
- Special Education augmentation from \$557 to \$625, net change helps to reduce contribution
- STRS 16.15% (approx. 1% decrease from 2019-20)
- PERS 20.70% (approx. 1% increase from 2019-20)
- PARS approval (retirement program – June 8 board meeting)
- Excessive expenditure budgets reduced to actual spending patterns

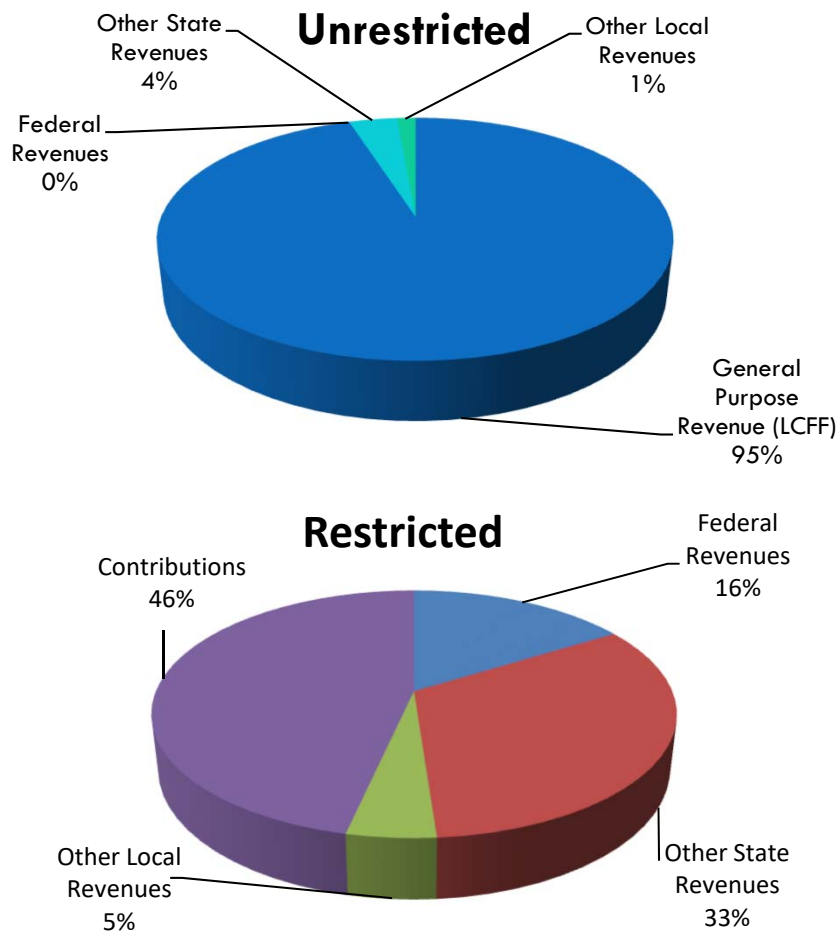
# Average Daily Attendance (ADA)

5



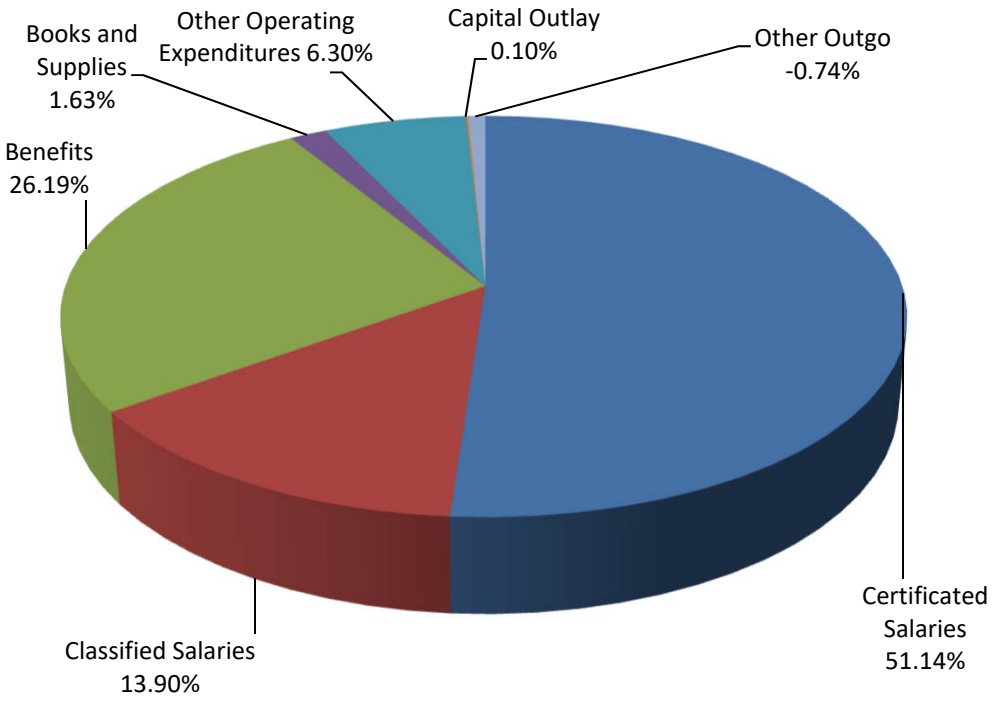
# 2020-21 General Fund Revenue

6



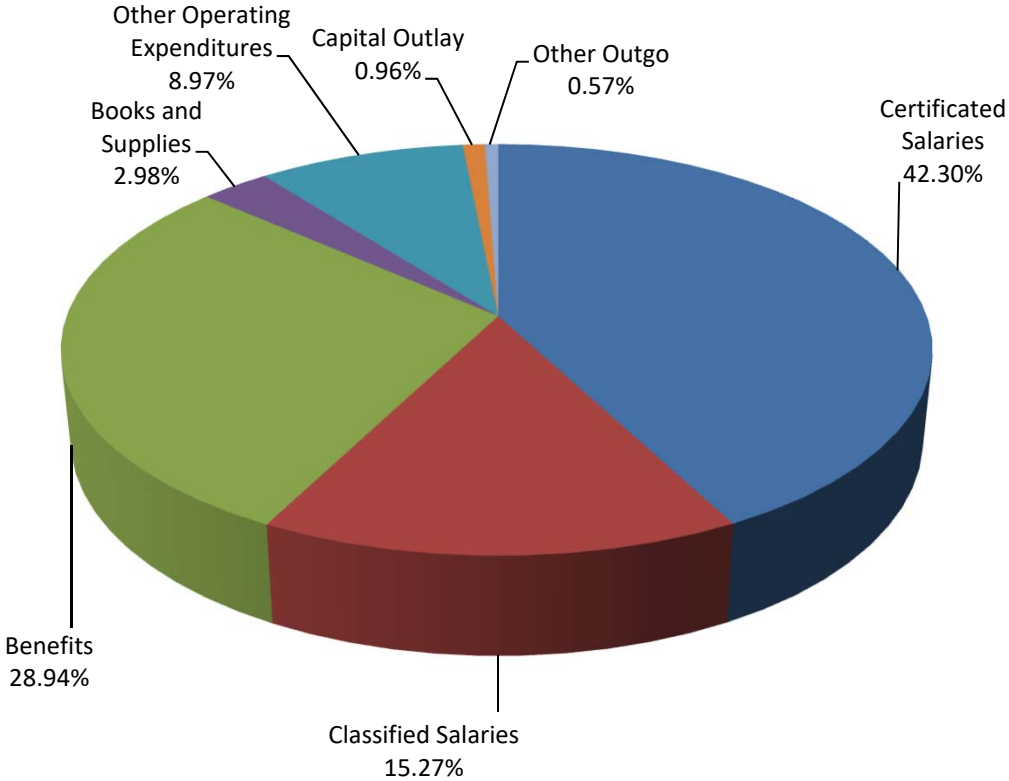
- **General Purpose** – Primarily LCFF funding and small amounts of state and local funding
- **Federal** – District must follow specific grant guidelines (Title I, Title II, etc.)
- **Other State** – State funds not part of general purpose funds (Block grant, Lottery, Special Education)
- **Local** – Funds received from local sources (interest, County, fees)

# General Fund Expenditures (Unrestricted)



93% of expenditures is salary and benefits

# General Fund Expenditures (combined)



87% of expenditures is for salary and benefits total General Fund Budget



# Cash Flow

9

2020-21	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21
BEGINNING CASH BALANCE	23.7 M	24.5 M	6.6 M	-4.5 M	-10.5 M	-23. M	-1.9 M	-12.2 M	-27.3 M	-27.4 M	-24.9 M	-11.7 M
TOTAL REVENUES	145.6 M	10.6 M	14.5 M	21.5 M	16.1 M	7.9 M	17.3 M	10. M	26.9 M	4.4 M	23.7 M	12.3 M
TOTAL EXPENDITURES	5. M	28.8 M	27.1 M	30. M	29.5 M	26.1 M	30.9 M	27.6 M	28. M	27.3 M	28. M	64.5 M
TOTAL WORKING CAPITAL	15.6 M	-1. M	-1.6 M	-7 M	-1. M	.5 M	-2.6 M	-1.6 M	-9 M	2.3 M	-18.7 M	12.1 M
NET CASH ADJUSTMENT	.7 M	-17.9 M	-11.1 M	-6.1 M	-12.5 M	21.1 M	-10.3 M	-15.1 M	-.1 M	2.5 M	13.3 M	-6.3 M
CASH ENDING BALANCE	24.5 M	6.6 M	-4.5 M	-10.5 M	-23. M	-1.9 M	-12.2 M	-27.3 M	-27.4 M	-24.9 M	-11.7 M	-18. M

# General Fund Components (incl. reductions in out-years)

10

Description	2020-21	2021-22	2022-23
Beginning Fund Balance	38,212,340	27,586,638	19,107,633
Add: Net Increase/Decrease	(10,625,703)	(8,479,004)	(5,259,083)
Ending Fund Balance	27,586,638	19,107,633	13,848,550
Subtract: Non-spendable	712,000	712,000	712,000
Subtract: Committed	13,261,924	8,232,056	3,119,474
Subtract: Reserve for Economic Uncertainties 3%	10,585,867	10,163,577	10,017,076
One-time Designations for Future Deficit Spending	3,026,847	0	(0)

\* Expenditures include planned adjustments of: (17,122,757) (29,505,409)

# Components of Combined General Fund (not incl. reductions in out-years)

Description	2020-21	2021-22	2022-23
Beginning Fund Balance	38,212,340	27,586,638	1,984,876
Add: Net Increase/Decrease	(10,625,703)	(25,601,761)	(34,764,493)
Ending Fund Balance	27,586,638	1,984,876	(32,779,616)
Subtract: Non-spendable	712,000	712,000	712,000
Subtract: Committed	13,261,924	8,232,056	3,119,474
Subtract: Reserve for Economic Uncertainties 3%	10,585,867	10,677,260	10,902,238
One-time Designations for Future Deficit Spending	3,026,847	(17,636,440)	(47,513,328)

\* Expenditures include planned adjustments of: 0 0

# Thank You

- Huge thanks to the Fiscal Service staff for all of their time, effort and flexibility, especially during the shelter in place.
- Thank you to the office managers and administrators who have been so flexible with state's fiscal crisis and ever-changing information.