



**Westminster School District  
Second Interim Budget Report  
FY 2020-2021**

**Presented March 11, 2021**

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Business Services



# 2020-2021 Budget Calendar

Budgeting for a school district is a continuous, year-round process. Projections continually change based on new and changing information. Regular budget updates are presented to the Board during these normal cycles:

September 15, 2020	Unaudited Actuals
December 15, 2020	1 <sup>st</sup> Interim Budget (Data as of October 31)
March 11, 2021	2 <sup>nd</sup> Interim Budget (Data as of January 31)
June 10, 2021	Public Hearings LCAP and Budget
June 24, 2021	Adopted 2021-22 Budget

# Interim Report Certification

Education Code (EC) Sections 42130 and 42131 require the Governing Board of each school district to certify at least twice a year to the district's ability to meet its financial obligations for the remainder of that fiscal year and for the subsequent two fiscal years. This is the Interim Report Process.

- **Positive** = A school district that, based on current projections, **will** be able to meet its financial obligations for the current fiscal year and subsequent two fiscal years.
- **Qualified** = A school district that, based on current projections, **may not** meet its financial obligations for the current fiscal year and subsequent two fiscal years.
- **Negative** = A school district that, based on current projections, **will be unable** to meet its financial obligations for the current fiscal year and subsequent two fiscal years.

# 2020-21 Second Interim Changes

- Revenues

- The final budget for 2020-21 suspended the statutory COLA of 2.31% currently projected to be 0% on the Local Control Funding Formula (LCFF)
- COLA projections have changed since First Interim:
  - 2021-2022 is projected at 3.84%
  - 2022-2023 is projected at 1.28%
- Additional COVID funding Federal and State

- Expenditures

\*Additional LCFF Funding to reduce deficit spending in 2021-22



# Major Assumptions - MYP at Second Interim 2020-2021

Planning Factor	2020-21	2021-22	2022-23
SSC estimated Statutory COLA	0%	3.84%	1.28%
Funded ADA Projections	8785	8785	8627
7% Reserve for Economic Uncertainties	\$8,874,779	\$8,028,104	\$8,262,507
STRS Employer Rates (Approximate)	16.15%	15.92%	18.0%
PERS Employer Rates (Approximate)	20.7%	23.0%	26.3%
Lottery – Unrestricted per ADA	\$150	\$150	\$150
Lottery – Prop. 20 per ADA	\$49	\$49	\$49
Mandated Block Grant for Districts K-8 per ADA	\$32.18	\$32.66	\$33.08

Combined MYP	2020-2021	2021-2022	2022-2023
<b>Beginning Balance</b>	41,040,650	36,702,638	35,231,398
<b>REVENUES</b>			
Local Control Funding Formula (LCFF)	91,320,693	94,892,889	94,436,641
Federal Apportionments	16,697,969	5,657,942	5,657,942
Other State (including Lottery)	8,030,800	7,081,208	7,058,774
Other Local Income	6,372,179	6,370,232	6,370,232
Transfers from Unrestricted Resources	0	0	0
<b>Current Year Revenue</b>	<u>122,421,641</u>	<u>114,002,271</u>	<u>113,523,589</u>
<b>EXPENDITURES</b>			
Certificated Salaries (1000)	54,145,340	54,842,165	55,538,303
Classified Salaries (2000)	16,395,366	16,674,159	16,990,593
Employee Benefits (3000)	26,400,113	26,831,044	27,766,355
Materials & Supplies (4000)	15,731,608	3,743,968	3,743,968
Services & Other Expenses (5000)	11,745,526	11,025,035	11,299,734
Capital Outlay (6000)	1,212,600	1,212,600	1,212,600
Other outgo/ Indirect (7000)	1,129,100	1,144,540	1,144,540
Unidentified Adjustments	0	0	0
<b>Total Expenditures</b>	<u>126,759,653</u>	<u>115,473,511</u>	<u>117,696,093</u>
<b>Net Increase (decrease)</b>	(4,338,012)	(1,471,240)	(4,172,504)
<b>Projected Ending Balance</b>	<u><u>36,702,638</u></u>	<u><u>35,231,398</u></u>	<u><u>31,058,894</u></u>
<b>Components of Ending Fund Balance</b>			
Nonspendable Reserve	120,000	120,000	120,000
Restricted Reserve	9,569,063	9,569,062	9,569,062
Assigned Reserve	4,156,759	4,156,759	4,156,759
Reserve for Economic Uncertainties (7%)	8,874,779	8,028,104	8,262,507
Unassigned Balance	13,982,038	13,357,473	8,950,566
	<u>36,702,639</u>	<u>35,231,398</u>	<u>31,058,894</u>

# Multiyear Projections - Combined

	2020-21	2021-22	2022-23
Revenues	\$122,421,641.00	\$114,002,271.00	\$113,523,589.00
Expenses	\$126,759,653.00	\$115,473,511.00	\$117,696,093.00
Difference/Deficit	(\$4,338,012.00)	(\$1,471,240.00)	(\$4,172,504.00)
Beginning Balance	\$41,040,650.46	\$36,702,638.46	\$35,231,398.46
Ending Balance	\$36,702,638.46	\$35,231,398.46	\$31,058,894.46

# MYP Projections continued

Components of Ending Fund Balance	2020-21	2021-22	2022-23
Reserve Economic Uncertainties	\$8,874,779.00	\$8,028,104.00	\$8,262,507.00
Restricted Designation	\$9,569,063.03	\$9,569,063.03	\$9,569,063.03
Stores	\$20,000.00	20,000.00	\$20,000.00
Revolving Cash	\$100,000.00	\$100,000.00	\$100,000.00
Bus Replacement	\$270,000.00	\$270,000.00	\$270,000.00
Textbook Adoptions	\$780,720.00	\$780,720.00	\$780,720.00
ACA/AB1522	\$366,818.50	\$366,818.50	\$366,818.50
Facilities Use	\$261,741.23	\$261,741.23	\$261,741.23
Student Support	\$588,841.27	\$588,841.27	\$588,841.27
Site/Dept/C/O	\$1,107,570.34	\$1,107,570.34	\$1,107,570.34
Encumbrances	\$781,067.35	\$781,067.35	\$781,067.35
Unassigned/Unappropriated Amount	\$13,982,037.73	\$13,357,473.42	\$8,950,566.42





# Recommendation

Based upon current projections, the Superintendent recommends Board Approval with a **Positive Certification** for fiscal year 2020-2021 Second Interim Report.

**Thank**

**you**