

Soledad Unified School District

2nd Interim 2020-21
March 10, 2021



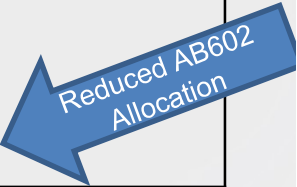
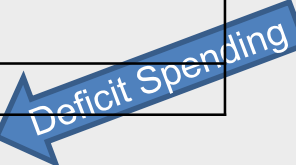
Garry Bousum,
Interim Chief Business Officer
Ron Wheelehan
Business Office Consultant

1st to 2nd Interim Budget Assumptions Changes

	2020-21 Adoption	2020-21 1st Interim	2020-21 2 nd Interim	2021-22	2022-23
Revenue					
COLA Percentage	-3.26%	0.00%	0.00% ¹	3.84% ²	1.28%
Unduplicated Pupil Percentage	92.05%	92.06%	90.35% ³	88.72%	86.91%
Funded ADA	4,703	4,659	4,640	4,640	4,640
Salaries and Benefits					
STRS	17.10%	16.15%	16.15%	15.92%	18.00%
PERS	19.72%	20.70%	20.70%	23.00%	26.30%
OASDI	6.20%	6.20%	6.20%	6.20%	6.20%
Medicare	1.45%	1.45%	1.45%	1.45%	1.45%
Unemployment Insurance	0.05%	0.05%	0.05%	0.05%	0.05%
Workers Comp	1.57%	1.57%	1.57%	1.57%	1.57%

^{1,2} 2020-21 COLA was not Funded and is included in a 2021-22 compounded COLA, ³ Loss of 231 UPP Students

Analysis of Unrestricted Budget Changes

Description	Adopted Budget	1st Interim Projected Totals	2nd Interim Projected Totals	
Revenue				
Revenue Limit Sources	53,719,281	55,361,507	55,412,081	
Federal Revenue	0	0	0	
Other State Revenue	914,261	914,261	868,700	
Other Local Revenue	270,700	270,700	286,114	
Contributions to Restricted Programs	(11,424,120)	(11,424,129)	(11,985,445)	
Total Revenue	43,480,122	45,122,339	44,642,716	
Expense				
Certificated Salaries	20,636,690	20,698,534	20,698,534	
Classified Salaries	8,463,431	8,463,431	8,425,463	
Employee Benefits	12,471,682	12,506,042	12,506,042	
Books and Supplies	1,112,932	1,402,302	1,389,233	
Services and Other Operating	3,161,333	3,724,344	3,777,553	
Capital Outlay	30,000	30,000	30,000	
Transfers to County and Debt Service	796,343	796,343	796,343	
Indirect Charges	(1,289,159)	(1,390,014)	(1,390,014)	
Transfer to Restricted Funds	(449,045)	(509,207)	(509,207)	
Total Expense	44,934,207	45,721,775	46,176,383	
Net Decrease to Fund Balance	(1,454,085)	(599,436)	(1,533,667)	

Multi-Year Projections

		2020-21	2021-22	2022-23
Revenue		56,566,895	58,998,800	60,759,869
Expense		46,065,590	46,341,169	47,255,276
Operating Surplus		10,501,305	12,657,631	13,504,593
Transfers In		620,000		
Transfers Out		(110,793)		
Contributions		(11,985,445)	(11,985,445)	(11,985,445)
Deficit Spending		(974,933)	672,186	1,519,148
Fund Balance				
	Beginning	5,707,673	4,732,740	5,404,926
	Ending	4,732,740	5,404,926	6,924,074
Reserve Percentage		6.13%	7.98%	10.04%

COVID-19 Relief Remaining Restricted Funds Summary

RESOURCE	Description	Projected Balances
3210	ESSER I	\$ 703,294
3212	ESSER II	\$ 2,806,703
3215	Governor's Emergency Ed. Relief (GEER)	\$ 325,228
3220	CARES	\$ 0
7420	State Learning Loss Funds	\$ 470,000
	Remaining Restricted	\$ 4,305,225

CASH Flow Projections – Tax Revenue Anticipation Note

- Additionally, due to COVID-19, the State of California's cash flow has been impacted. This impact then affects School Districts that rely on State funding.
- The SUSD Board has taken action to participate in the **Tax Revenue Anticipation Note (TRAN)** program to cover for the cash shortfall. This is a short-term loan to cover cash flow deficit.
- The Cash flow need has been sized at **\$9M** to assure a positive cash balance on June 30, 2021.
- The TRAN pool is scheduled to be sold to investors on March 16th, locking in the interest rate on the district's TRAN. On March 29th, the financing will close and the TRAN proceeds will be wired to the district to be held in the county treasurer's investment pool.

Questions?

