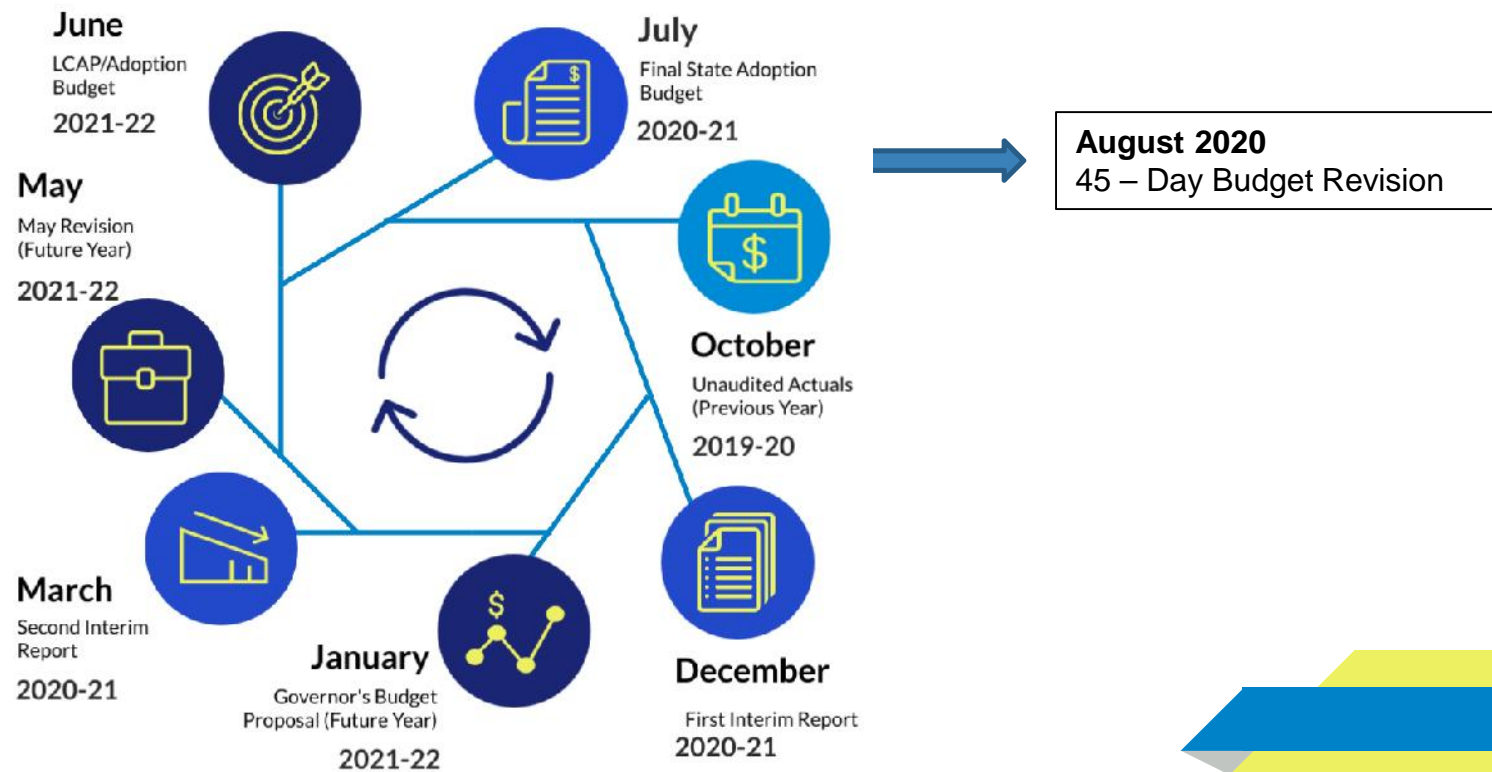


2020-21 45-Budget Revision Board Summary Report

August 18, 2020



Budget Reporting Cycle



Executive Summary

The budget update was completed based on the latest information available to date from the Final State Budget. Due to the significant changes from adoption budget that were based upon the Governor's May Revision, an official 45-Day Budget Revision is updating and replacing the June DJUSD Adoption Budget.

This update includes a reversal of the proposed LCFF funding reductions and additional one-time funds for learning loss mitigation from the impacts of COVID-19. These changes were a result of a substantial increase in the amount of LCFF cash deferrals.

45-Day Budget Revision Summary 2020-21

2020-21 Local Control Funding Formula (LCFF)

- LCFF Zero COLA
- LCFF ADA hold harmless funding freeze for one-year

The District budget includes

- Budget reductions and use of reserves to cover budget deficits due to the reduction in LCFF revenue over the multi-year projection period

Cash deferrals of LCFF apportionment payments

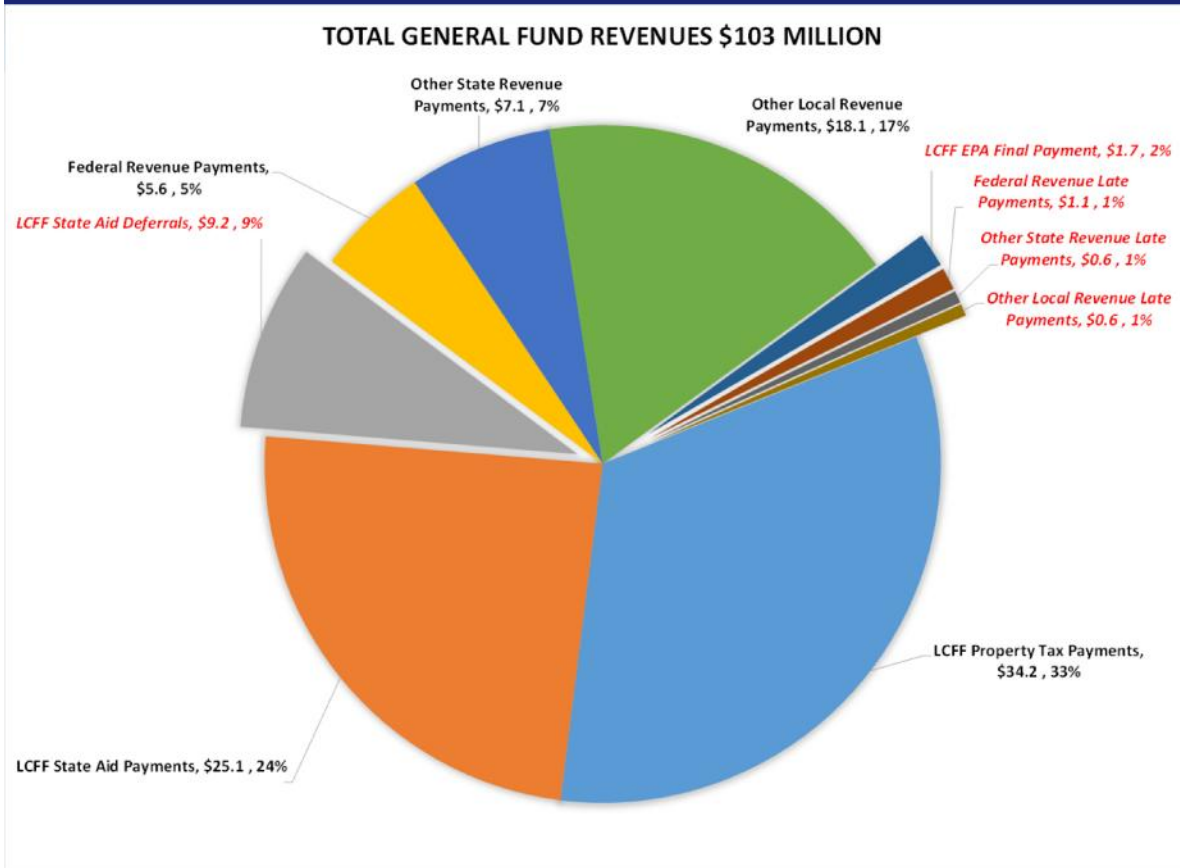
Total General Fund Budget

(In Millions)	2020-21 Adoption Budget	2020-21 45-Day Revision	Variance	
Beginning Balance July 1	\$6.1	\$6.1	\$0	
+ Revenues	\$93.2	\$103.1	+\$9.9	LCFF funding restoration and one-time COVID funds
- Expenditures	\$94.4	\$102.7	-\$8.4	Partial budget restoration and one-time programs
+ Other Financing Sources/Uses	(\$0.8)	(\$0.9)	-\$0.1	Budget restoration
= Surplus/(Deficit) Spending	(\$2.1)	(\$0.5)	+\$1.5	
Ending Balance June 30	\$4.1	\$5.6	+\$1.5	
<i>Unrestricted Ending Balance %</i>	3.1%	4.2%	+1.1%	1% above State minimum 3% plus 0.1% non-spendable

COVID Relief Funds and Learning Loss Mitigation

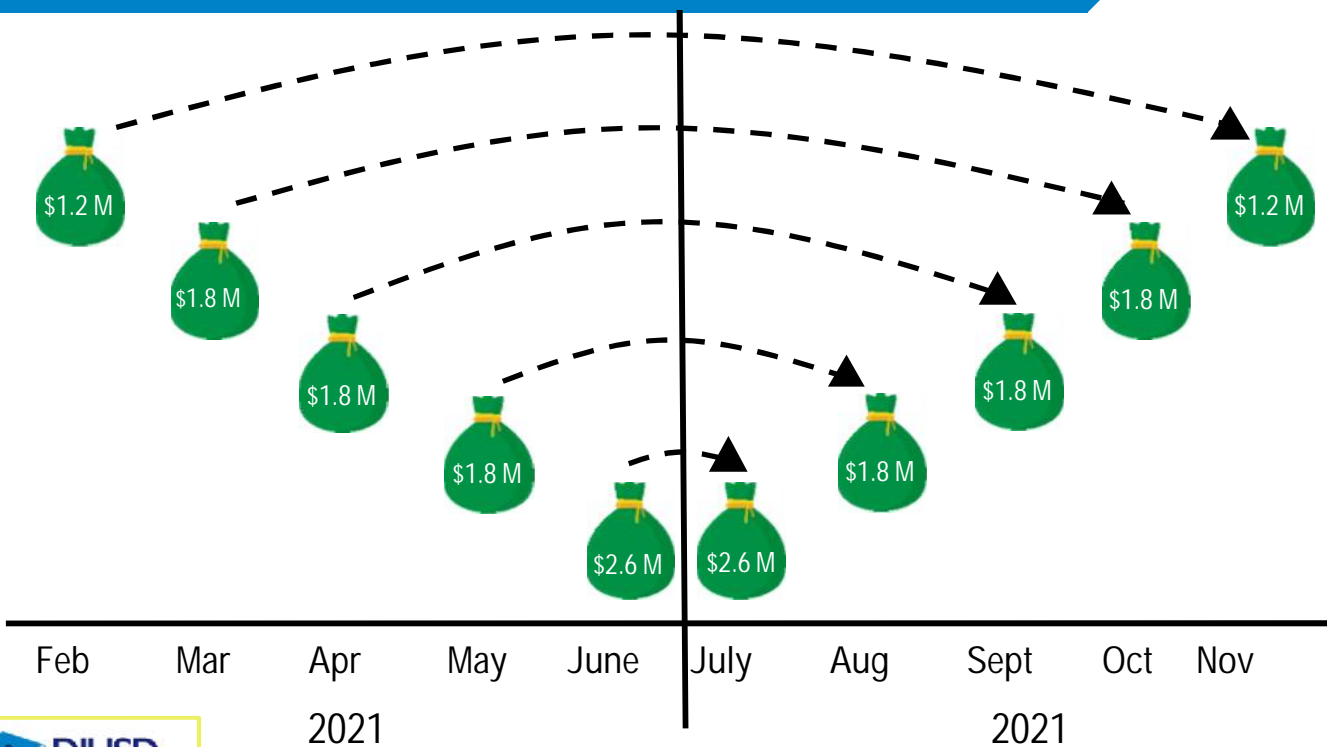
COVID Relief Activities	\$4.4 Million
Physical Health and Safety Measures	\$496,000
Technology Access	\$1,092,000
Instructional Technology	\$676,000
Professional Development	\$1,683,000
Instructional Supplies	\$93,000
Pupil Learning Loss Activities	\$350,000
Student Nutrition Services	\$49,000

General Fund Revenue Payments 2020-21



- Late payments average around 4-5 % of General Fund revenue
- The new LCFF State Aid Deferral of \$9.2 Million is 9% of General Fund Revenue

LCFF Cash Deferrals 2020–21 (in Millions)



- ❑ Total LCFF cash deferral of \$9.2 Million
- ❑ 31% of the DJUSD State LCFF Apportionment, 9% of total revenues

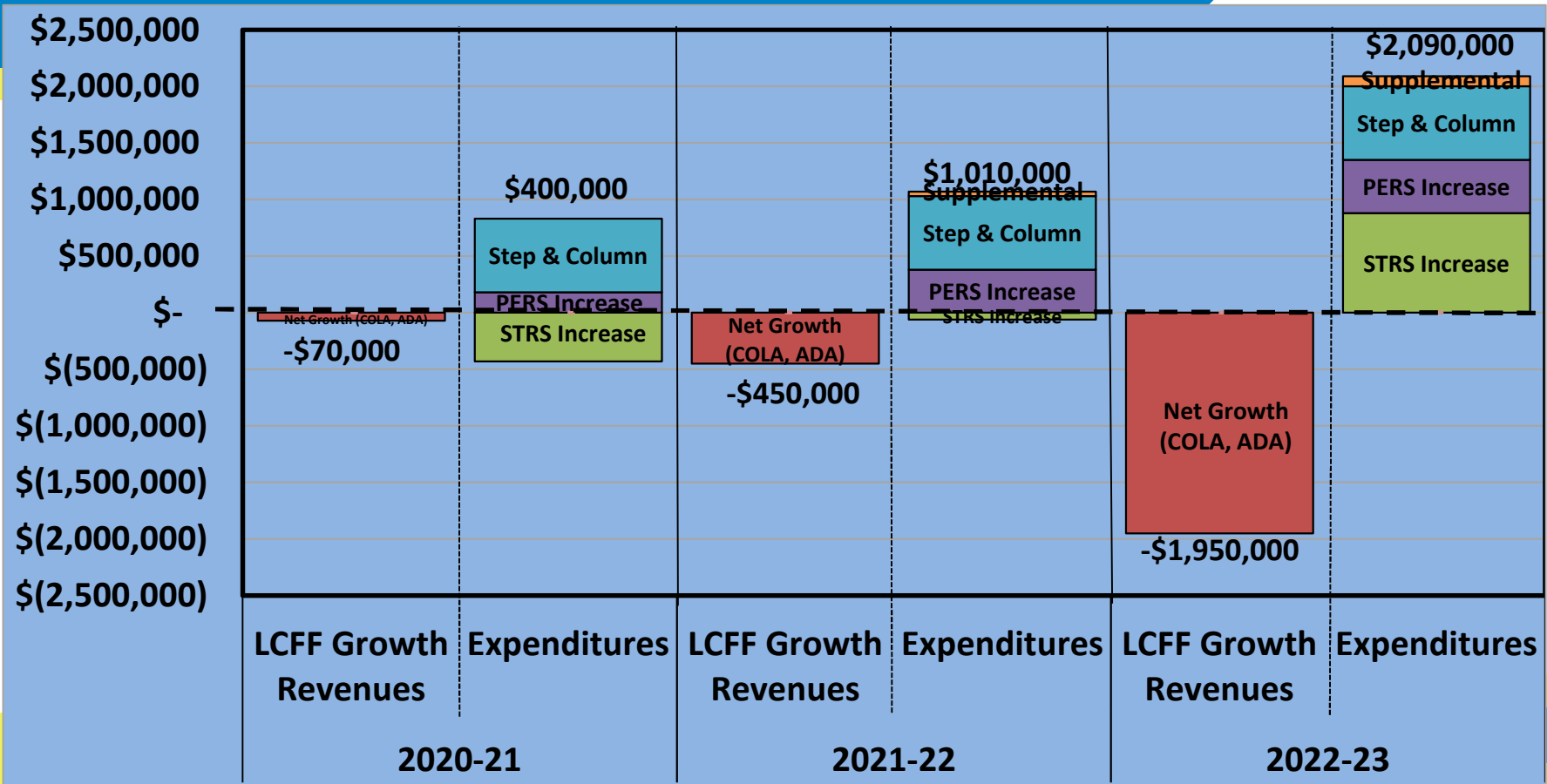
Multi-Year Projections Summary

Local Control Funding Formula (LCFF)

- LCFF Zero COLA going forward
- Decline in enrollment of 346 students FY 2021 – FY 2023

Budget reductions needed to cover budget deficits due to the reduction in LCFF revenue over the multi-year projection

Projected LCFF Growth & Expenditures (with enrollment decline)



Budget Outlook – 3% Minimum

DJUSD 45-Day Revision 2020-21 - 3% Reserve	2019-20	2020-21	2021-22	2022-23
LCFF COLA	3.26%	0.00%	0.00%	0.00%
LCFF Revenue Growth	\$1,800,000	(\$100,000)	(\$500,000)	(\$1,900,000)
Budget Reductions to Maintain 3% Reserve		\$0	(\$300,000)	(\$5,300,000)
Operating Deficit/Surplus	(\$1,800,000)	\$400,000	(\$1,300,000)	(\$100,000)
Reserve %	3.9%	4.2%	3.1%	3.1%
<i>Reserve for Economic Uncertainties %</i>	3.0%	3.0%	3.0%	3.0%
<i>Reserve for Economic Uncertainties \$</i>	\$3,100,000	\$3,100,000	\$3,000,000	\$2,900,000
<i>Available Reserve Dollar Value above 3%</i>	\$816,000	\$1,200,000	\$0	\$0

Budget Outlook – 4% Minimum

DJUSD 45-Day Revision 2020-21 - 4% Reserve	2019-20	2020-21	2021-22	2022-23
LCFF COLA	3.26%	0.00%	0.00%	0.00%
LCFF Revenue Growth	\$1,800,000	(\$100,000)	(\$500,000)	(\$1,900,000)
Budget Reductions to Maintain 3% Reserve		\$0	(\$1,200,000)	(\$4,500,000)
Operating Deficit/Surplus	(\$1,800,000)	\$400,000	(\$300,000)	(\$100,000)
Reserve %	3.9%	4.2%	4.1%	4.1%
<i>Reserve for Economic Uncertainties %</i>	3.0%	3.0%	3.0%	3.0%
<i>Reserve for Economic Uncertainties \$</i>	\$3,100,000	\$3,100,000	\$3,000,000	\$2,900,000
<i>Available Reserve Dollar Value above 3%</i>	\$816,000	\$1,200,000	\$1,000,000	\$1,000,000

Next Steps

Budget submitted to Yolo County Office of Education for review and approval

Unaudited Actuals October

First Interim Budget December