



# Conejo Valley Unified School District

## 2019-20 Second Interim Financial Report *Executive Summary*

### BOARD OF TRUSTEES:

Ms. Cindy Goldberg, President

Ms. Jenny Fitzgerald, Vice-president

Mr. Bill Gorback, Clerk

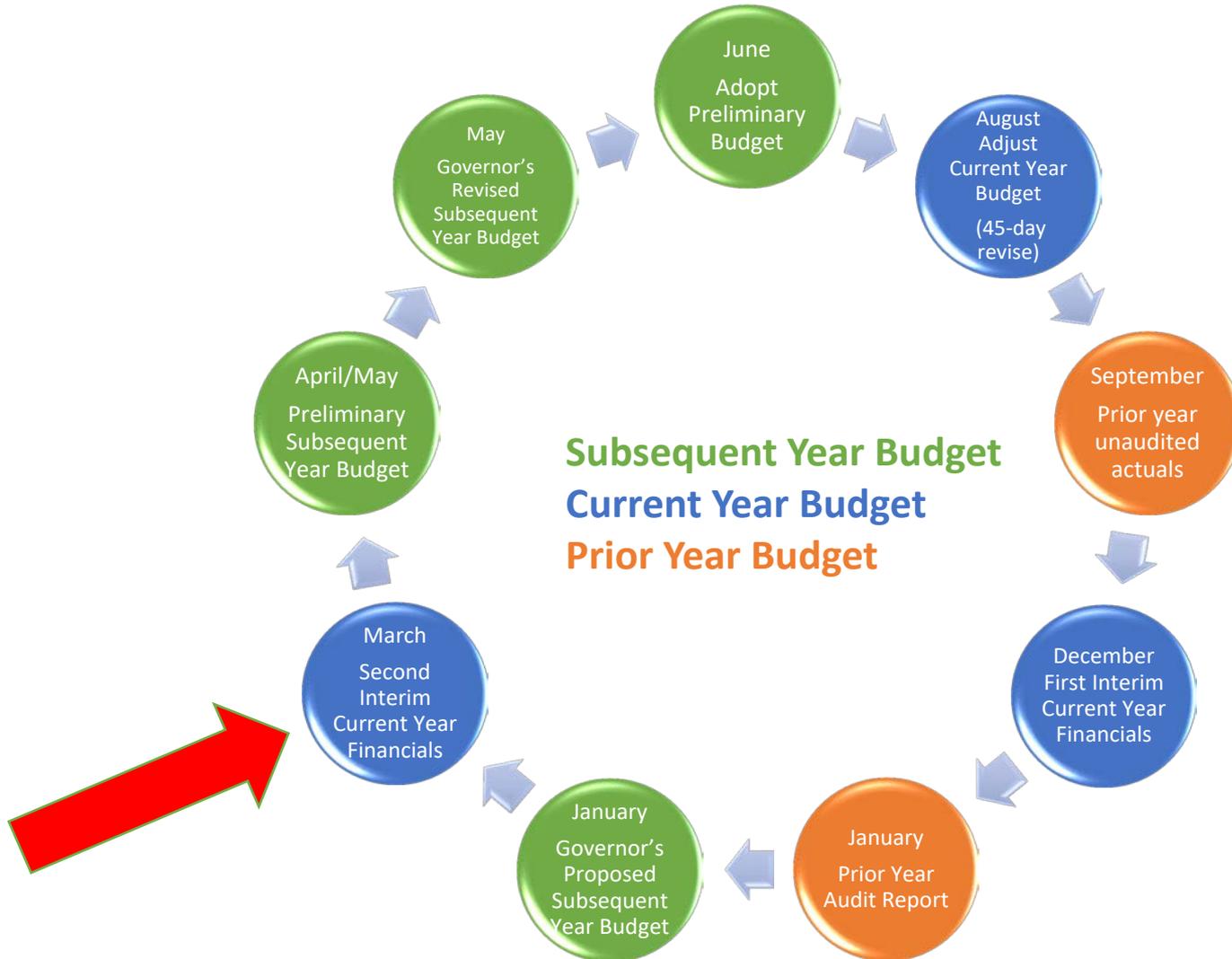
Dr. Betsy Connolly

Ms. Sandee Everett

Ms. Jordan Scott

# Budget Cycle and Reporting

Note: Fiscal Year is July 1 to June 30



# Education Code

Education Code requires districts to submit reports to the County Office of Education twice a year. These reports are “Interim” reports.

- 1st Interim Report covers financial activities through October 31
- 2nd Interim Report covers financial activities through January 31

Education Code Section 42130 (a)(1) defines the certifications:

- **Positive** Certification: WILL MEET their financial obligations for the current and two subsequent fiscal years
- **Qualified** Certification: MAY NOT MEET their financial obligations for the current OR two subsequent fiscal years
- **Negative** Certification: UNABLE TO MEET their financial obligations for the current OR two subsequent fiscal years

# Second Interim Updated Revenue

Revenue Source	2019-20 1 <sup>st</sup> Interim	2019-20 2 <sup>nd</sup> Interim
LCFF	\$165,072,433	\$165,108,150
Federal	\$6,397,144	\$6,362,144
State	\$8,415,681	\$8,532,962
Local	\$4,876,524	\$5,757,747
Incoming Transfers	\$8,036,912	\$8,036,912
<b>Total Revenue</b>	<b>\$192,798,694</b>	<b>\$193,797,915</b>

Expense Category	2019-20 1 <sup>st</sup> Interim	2019-20 2 <sup>nd</sup> Interim
Certificated Salaries	\$92,463,348	\$92,935,201
Classified Salaries	\$26,981,208	\$26,843,799
Benefits	\$47,832,768	\$48,113,156
Books/Supplies	\$10,828,590	\$9,379,357
Contracted Svcs/Oper Exp	\$18,636,304	\$20,435,942
Capital Outlay	\$429,702	\$380,654
Other Outgo	\$1,638,456	\$1,641,175
<b>Total Expenses</b>	<b>\$198,810,376</b>	<b>\$199,729,284</b>

# Projected Ending Fund Balance

Category	Amount
Estimated beginning Balance	\$28,066,316
Income	\$193,797,915
Expenses	\$199,729,284
Estimated ending balance	\$22,134,947
<u>Breakdown of ending balance</u>	
Stores & revolving cash	\$199,030
Local fiscal stabilization reserve	\$3,000,000
Mandated reserve (3%)	\$5,991,879
Undesignated	\$12,944,038
Estimated ending fund balance	\$22,134,947

# Multi-Year Projection

Projections are not predictions. They are assumptions based on today's information and are expected to change as various factors change.

# Planning Factors for Multi-Year Projections

Budget Assumptions	2019-20	2020-21	2021-22
Cost Of Living Adjustment (COLA)	3.26%	2.29%	2.71%
Enrollment Projection	18,334	18,211	17,903
P-2 Funded ADA estimate	17,767	17,677	17,488
Unduplicated Count %	27%	27%	27%
CalSTRS Employer Rate	17.10%	18.40%	18.10%
CalPERS Employer Rate	19.721%	22.8%	24.9%
Salary changes <i>(not reflected in the MYP)</i>	TBD	TBD	TBD
Anticipated Retirements	25	25	25
Staffing ratios	<b>K-3 - 21.5:1</b> <b>4-12 - 30:1</b>	<b>K-3 - 21.5:1</b> <b>4-12 - 30:1</b>	<b>K-3 - 21.5:1</b> <b>4-12 - 30:1</b>

# Multi-Year Projection

Description	2019-20 2nd Interim	2020-21 Projection	2021-22 Projection
Estimated Beginning Balance July 1	\$28,066,316	\$22,134,947	\$16,746,015
Total Income	\$193,797,915	\$196,788,419	\$199,979,808
Total Expense	\$199,729,284	\$202,177,351	\$202,728,816
Ending Balance	\$22,134,947	\$16,746,015	\$13,997,007
<u>Components of Ending Fund Balance</u>			
Stores/Revolving Cash/PPE	\$199,030	\$199,030	\$199,030
Fiscal Stabilization Reserve	\$3,000,000	\$3,000,000	\$3,000,000
Required Reserve 3%	\$5,991,879	\$6,065,321	\$6,081,864
Undesignated Funds	\$12,944,038	\$7,481,665	\$4,716,113

# Other District Funds

The Conejo Valley Unified School District is a premier comprehensive local education agency providing programs and supporting activities from pre-school to adult education.

	Other Funds	Beginning Balance	Est. Income	Est. Expenses	Net Est. End Balance
110	Adult Education	\$877,887	\$4,010,139	\$4,191,937	\$696,089
120	Child Care	\$258,616	\$5,992,994	\$5,705,611	\$545,999
121	Child Development	\$934	\$1,378,577	\$1,379,511	\$0
130	Child Nutrition	\$136,778	\$4,346,600	\$4,108,677	\$374,701
140	Deferred Maintenance	\$1,684,172	\$121,854	\$176,000	\$1,630,026
212	Measure I: Building 	\$20,357,463	\$500,000	\$17,639,674	\$3,217,789
213	Measure I: Technology 	\$9,001,163	\$220,000	\$2,367,421	\$6,853,742
251	Developer Fees	\$1,652,853	\$818,500	\$428,414	\$2,042,939
401	TOPASS	\$6,910,598	\$1,710,000	\$1,010,275	\$7,610,323
403	TOPASS Foundation	\$119,854	\$2,000	\$121,854	\$0
511	Bond Redemption	\$12,910,651	\$7,344,452	\$9,689,075	\$10,566,028
671	Worker Compensation	\$2,331,545	\$1,802,348	\$2,392,881	\$1,741,012
672	Health & Welfare	\$7,179,691	\$27,582,516	\$24,392,384	\$10,369,823
730	Private Purpose Trust	\$2,851	\$17,141	\$16,591	\$3,401

# 2019-20 Budget Timeline (updated)

- **June 15<sup>th</sup>** State Legislature must submit a budget to the Governor including any legislative proposals that both houses agree on.
- **June 18<sup>th</sup>** CVUSD Budget Adoption.
- **June 30<sup>th</sup>** Governor's Deadline, Signed Budget. If necessary, on or about **August 15<sup>th</sup>** CVUSD budget revision to align with State adopted budget.
- **September 2019** (1) Presentation of 2018-19 unaudited actuals (2) Board to agree on budget strategy and give direction to the Budget Committee. (3) Selection of Budget Committee (4) Start of monthly Budget Committee meetings to identify budget cuts.
- **November 2019** Administration to bring first round of cuts/changes recommended by Budget Committee to BOE at work session.
- **December 2019** Presentation of First Interim financial report.
- **January 2020** (1) Governor's new budget proposal. (2) Review of staffing. (3) Administration to bring second round of cuts/changes recommended by Budget Committee to BOE at work session.
- **March 2020** (1) Presentation of Second Interim financial reports. (2) Budget Committee continues work.
- **April 2020** First draft of budget estimates.
- **May 2020** May Revise of Governor's proposed budget.
- **June 2020** Public hearing and approval of 2020-21 LCAP and Budget.

