

2019-20

Unaudited Actuals

September 9, 2020



Presentation by:
Bill Young, Assistant Superintendent - Business Services



Objectives

- Present an overview of the 19-20 General Fund (Fund 01) Unaudited Actuals - Unrestricted Funds
- Present an overview of the 19-20 Charter Fund (Fund 09) Unaudited Actuals - Unrestricted Funds
- Reminder about cash flow concerns
- Next steps



General Fund Unaudited Actuals

- The 2019-20 unrestricted ending fund balance increased to \$2,979,601 rather than \$918,000 projected in June.
- Roughly \$1.7 million of the increase in ending fund balance is due to revenue not being reduced in reaction to the Governor's May Revise.
- Approximately \$233,000 of the increase in ending fund balance is due to lower than expected expenditures due to reduced spending during March through June.
- Reminder - Ending Fund Balance is one-time money



General Fund Unaudited Actuals

Fund 01 - Unrestricted Funds

	2019-20 Estimated Actuals	2019-20 Unaudited Actuals	+/-
REVENUES			
TOTALS	39,979,828	41,722,768	1,743,978
EXPENDITURES			
TOTALS	32,655,733	32,404,825	-250,908
Excess / Deficiency	7,324,094	9,317,944	
Contribution to Restricted/Transfers In/Out	-6,406,015	-6,338,343	
Net Increase (Decrease) in Fund Balance	918,079	2,979,601	
Projected Beginning Balance	10,755,236	10,755,236	
Projected Ending Balance	11,673,315	13,734,836	



Charter Fund Unaudited Actuals

- The 2019-20 charter school ending fund balance was projected to be \$1.4 million and ending up at \$1.6 million
- \$117,000 was due to revenue not being reduced as proposed by the Governor's May Revise and the remainder due to decreased expenditures



Charter Fund Unaudited Actuals

Fund 09 - Unrestricted Funds

	2019-20 Estimated Actuals	2019-20 Unaudited Actuals	+/-
REVENUES			
TOTALS	7,831,156	7,945,645	114,489
EXPENDITURES			
TOTALS	7,949,674	7,869,084	-80,590
Excess / Deficiency	-118,518	76,561	
Contribution to Restricted/Transfers In/Out	-85,000	-85,000	
Net Increase (Decrease) in Fund Balance	-203,518	-8,349	
Projected Beginning Balance	1,632,778	1,632,778	
Projected Ending Balance	1,429,260	1,624,339	195,079

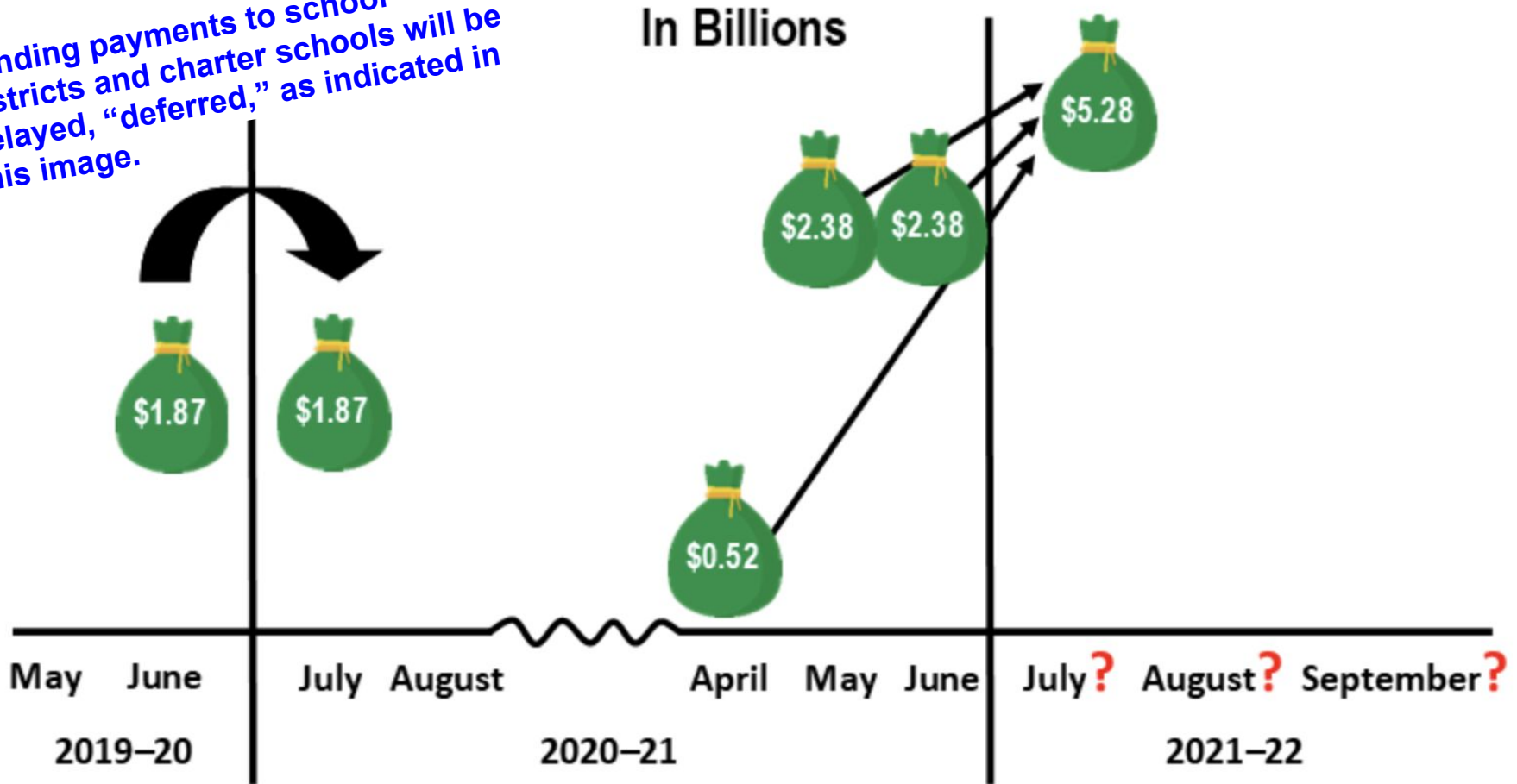
**REMINDER
PRESENTED
JUNE 10, 2020**

STATE Cash Flow Concerns

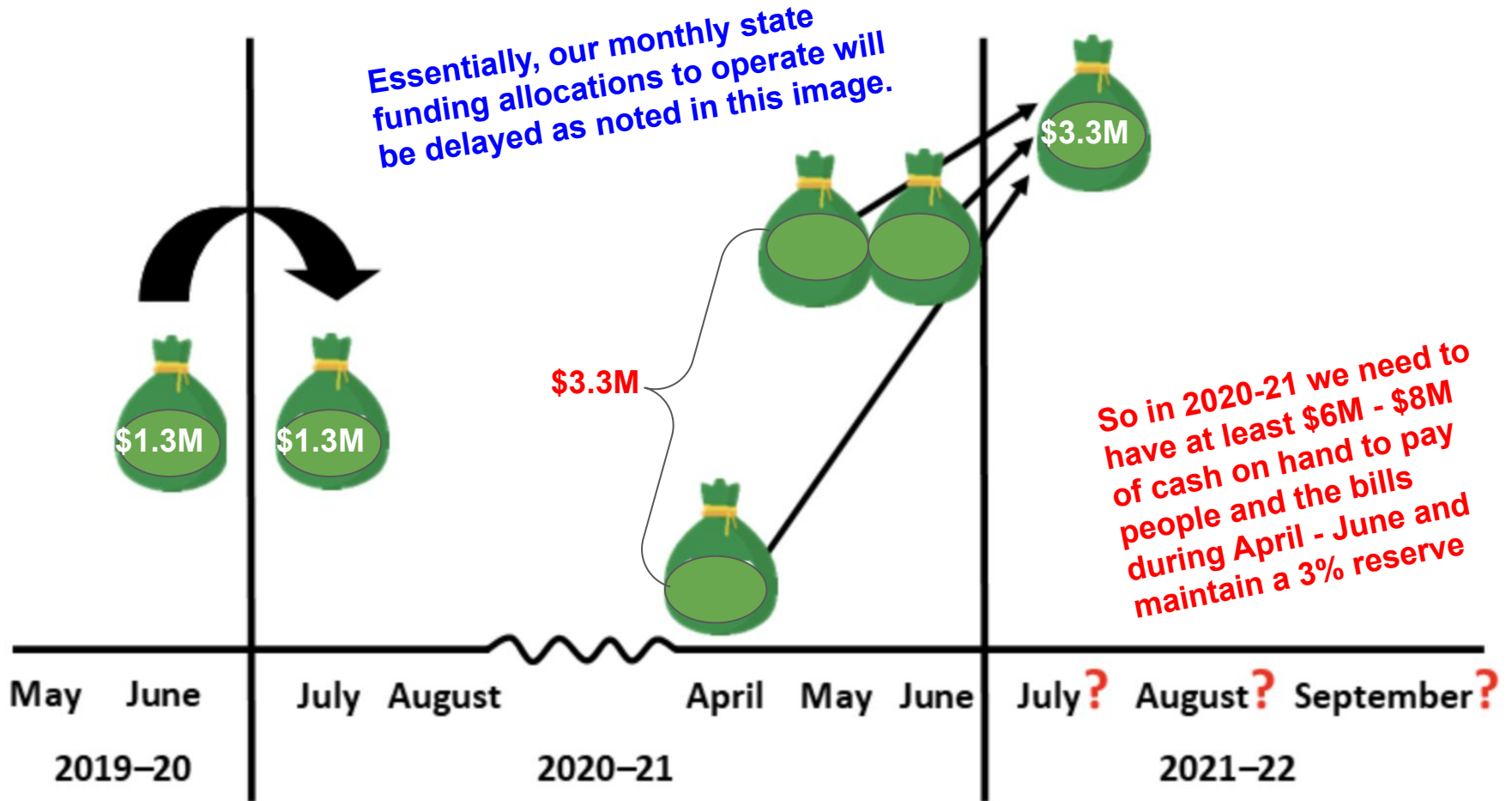


Funding payments to school districts and charter schools will be delayed, "deferred," as indicated in this image.

In Billions



REMINDER PRESENTED JUNE 10, 2020
OUSD
Cash Flow Concerns





Next Steps

- Commit Ending Fund Balance to plan for continued state and national fiscal uncertainty and meet cash flow needs
- Independent Auditor to complete Audited Actuals
- Continue to strategically plan for loss of revenues due to:
 - Loss of enrollment
 - Decline in state tax revenues
 - State and National fiscal recession
- 2020-21 First Interim Report - December 2020
- Calculate Cash Flow with monthly forecasting
- Consider applying for a Tax Revenue Anticipation Note (TRAN) a temporary state loan to meet cash flow needs
- Monitor enrollment and staffing in preparation for 2021-22
- Address \$350k-\$750k COVID-19 staff testing costs
- Address \$600k Campus Connection program costs

QUESTIONS



**REMINDER
PRESENTED
JUNE 10, 2020**

Next Steps

We will need to examine and implement additional budget reductions absent increasing revenues.

- Balance the LCAP due to proposed reductions - present in December
- Examine:
 - Tax and Revenue Anticipation Note (TRAN) - a loan to assist with cash flow
 - Interfund borrowing - borrowing cash between funds to assist with cash flow
 - Staffing ratios (management, certificated, & classified) / Reductions / Layoffs
 - Class Size ratios
 - Work & School Calendars / Furlough Days
 - Charter Programs Review
 - Program reductions (e.g. after school, athletics, music, arts)
 - Secondary Master Schedule reductions (electives)
 - Transportation reductions
 - Delay textbook adoptions
 - Campus Connection Program Review (**Est. deficit is \$82,000**)
 - Everything...