



Fiscal Year 2020 - 2021

First Interim

December 16, 2020



2020 - 2021 First Interim Overview

- First Interim through October 31st
- Major Changes to revenue and expenditures
- Multi-year projection
 - Positive Certification



Budget Reporting Process

- 2020 - 2021 Original Budget Adopted- June 24, 2020
- 2019 - 2020 Unaudited Actuals- September 16, 2020
- **2020 - 2021 First Interim Report – December 16, 2020**
- 2019 - 2020 Final Annual Audit January 2020
- 2019 – 2020 Second interim report – March 2020
- 2021 - 2022 Local Control Accountability Plan- June 2020
- 2021 - 2022 Original Budget adopted by July 1
- 2020 - 2021 Unaudited Actuals report - (September 2020)
- Final annual audit (December 2021)



Major Changes Since Budget Adoption

- State Budget adopted June 26, 2020
 - No 10% Reduction
 - Restoration of Categorical Programs/State Aid
 - SELs In-lieu Property Tax
 - Cash Deferrals
- Assessed Valuations from Counties
 - 5.2% AV Increase
 - 5.14% Property Tax Increase over Budget (4.81% UA)
- Unaudited Actuals
 - Increased Fund Balance/REU



Major Changes Since Budget Adoption

- CARES Act/Learning Loss Mitigation
 - \$197,000 in ESSER at Budget Adoption
 - \$2,509,985 at First Interim



Restricted vs Unrestricted

- Restricted Funds Need to Be Used for Specific Purposes
 - E.g., Prop 39, Title Funds, Special Ed, LLM
 - Sometimes We Make Contributions From Unrestricted
 - Sometimes We Can Leverage Funding
 - Increases in Restricted Funds Don't Always Improve Fiscal Position
- Unrestricted Funds
 - E.g., Property Taxes, State Apportionments, EPA
 - Unrestricted Funds Better Measure of Fiscal Health
 - The More Unrestricted Funds the Better



**2020 - 2021 Adopted Budget and First Interim
Unrestricted and Restricted Revenues**

Revenue	2020 - 2021 Adopted Budget	2020 - 2021 First Interim	Increase/ (Decrease)
Property Taxes/State Aid/EPA	\$ 54,864,793	\$ 55,569,095	\$ 704,302
Federal Revenue	\$ 1,553,421	\$ 3,960,454	\$ 2,407,033
State Revenue	\$ 4,889,371	\$ 5,662,813	\$ 773,442
Local Revenue	\$ 10,168,444	\$ 10,332,876	\$ 164,432
Total Revenue	\$ 71,476,029	\$ 75,525,238	\$ 4,049,209



Revenue Changes Since Budget Adoption

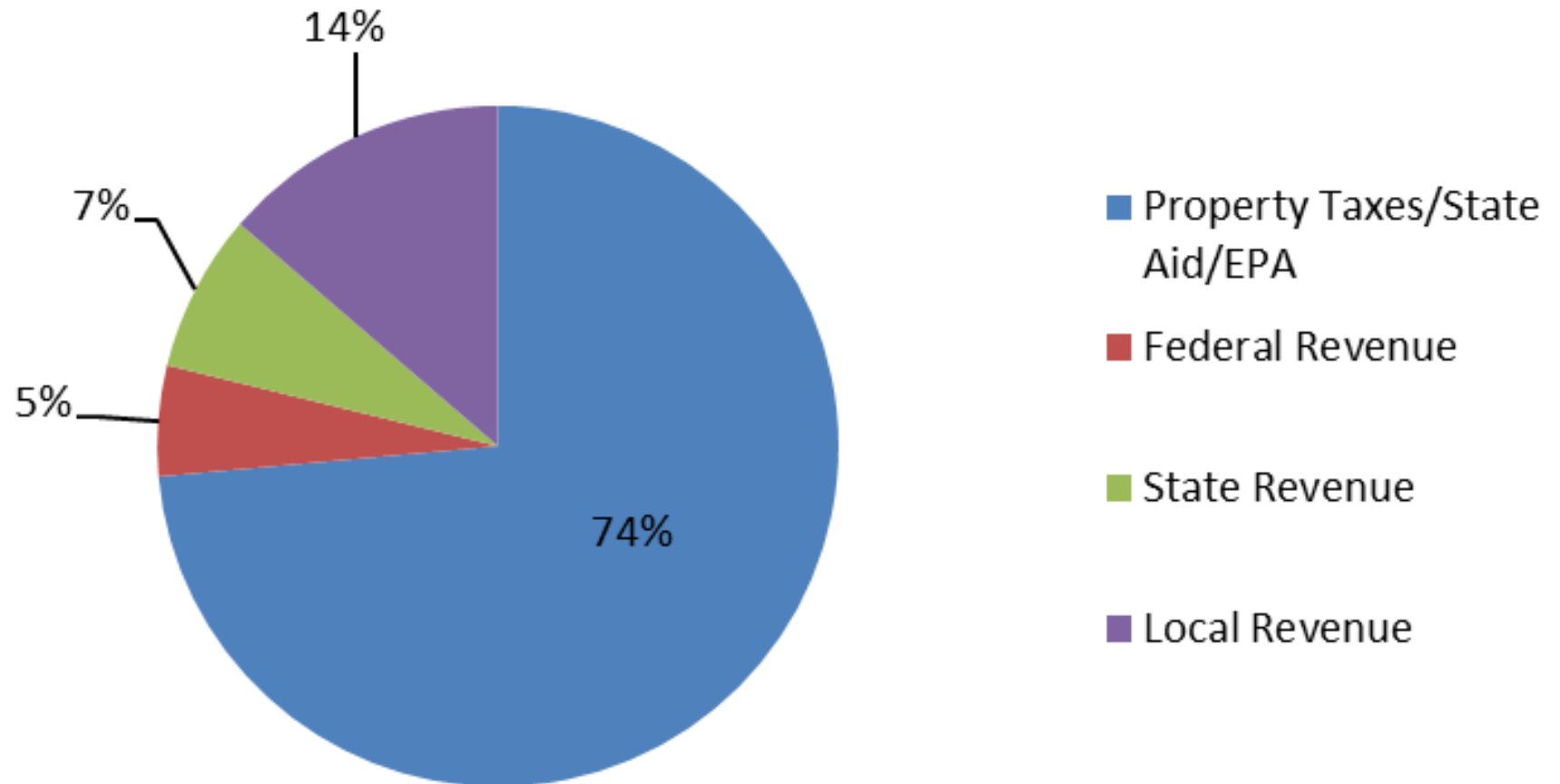
- Restricted Revenues Increased \$3,268,832
 - LLM/COVID-19 Funds Increased \$2.3 M
 - Other Donations Increased \$81K
 - DROPS Funding Increased \$91K
 - ESSA CSI Grant of \$170K
 - SWP Increased \$365K
 - Special Education Funding Decrease of \$15K
 - Title Program Revenues Increase of \$209K



Revenue Changes Since Budget Adoption

- UnRestricted Revenues Increased \$780,377
 - Property Taxes and RDA Taxes increased \$633K
 - Decrease of \$139K for Additional In-lieu Property Tax to SELS
 - Decrease of \$24K to Forest Reserve Funds
 - Increase to State Aide of \$190K
 - Facility Use/Transportation Fees Decrease \$241K
 - ERATE Increase of \$226K
 - Worker Compensation Dividend of \$131K

2020 - 2021 Total Revenue Summary





Expenditure Changes Since Adoption

- Overall Expenditures Increased by \$4.05 M
 - Certificated Staffing increased \$401K
 - Added Positions for DL and Hybrid Increase of \$741K
 - Vacancy and Other Savings of \$316K
 - Classified Salaries Increased by \$136K
 - Added Positions for DL and Hybrid \$359 K
 - Vacancy and Other Savings of \$200K
 - Benefits Increased by \$261K
 - Payroll Liabilities and Health and Welfare Benefits for Added Staff



Expenditure Changes Since Adoption

- Materials and Supplies Increased \$1.7 M
 - \$991K in Instructional Materials and Safety Mitigation for DL and Hybrid
 - \$139K Increase in General Instructional Materials
 - Increase of \$164K for CSI Grant
 - \$360K for SWP Carryover
 - Carryover Funds, Donations and Grants
 - Accounting Re-classifications
 - \$125K for Additional ELA Adoption
 - \$30K for Custodial Equipment
- Professional Services Increased \$875K
 - \$347K in Instructional Software Licenses and Services for DL, LLM, Daycare, Safety
 - \$165K for Increased Title I Allocation
 - \$137K Decrease in Non-Public School Tuition
 - \$77K in Insurance Increases
 - \$225K Increase for Online Speech and Language Service
 - Accounting Re-classifications



Expenditure Changes Since Adoption

- Capital Outlay Increased \$493K
 - \$69K Increase for DROPS
 - \$8K Proposition 39 Projects
 - \$333K for Wireless Access Point Project
 - \$15K Increase for Copiers

- Contribution to Food Service
 - \$300K Due to Revenue Loss



Total Covid-19 Expenditures @ First Interim

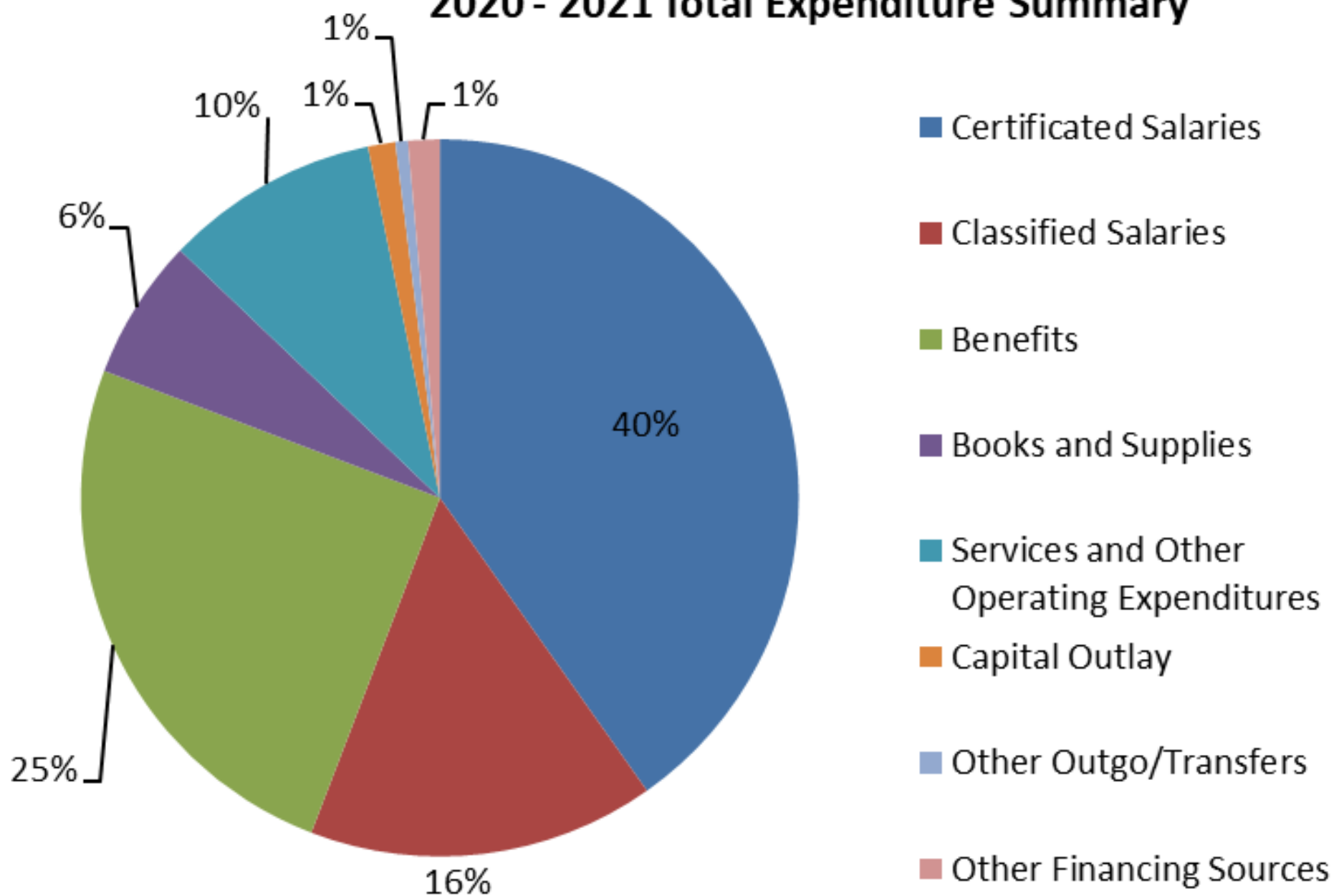
Certificated Payroll	\$770,179.00
Classified Payroll	\$637,532.01
Child Care	\$91,600.00
Instructional Materials - Sites	\$212,510.36
Instructional Materials - General	\$199,527.37
PPE	\$53,640.23
Safety Mitigation	\$525,154.62
Technology	\$439,663.49
Internet Access	\$13,402.88
Total	\$2,943,209.96



**2020 - 2021 Adopted Budget and First Interim
Unrestricted and Restricted Expenditures**

Expenditures	2020 - 2021 Adopted Budget	2020 - 2021 First Interim	Increase/ (Decrease)
Certificated Salaries	\$ 29,903,379	\$ 30,304,135	\$ 400,756
Classified Salaries	\$ 11,641,159	\$ 11,776,924	\$ 135,765
Benefits	\$ 18,524,378	\$ 18,785,162	\$ 260,784
Books and Supplies	\$ 3,075,236	\$ 4,796,269	\$ 1,721,033
Services and Other Operating Expenditure	\$ 6,405,565	\$ 7,280,491	\$ 874,926
Capital Outlay	\$ 434,397	\$ 927,123	\$ 492,726
Other Outgo	\$ 495,060	\$ 495,060	\$ -
Transfers of Indirect Cost	\$ (70,189)	\$ (70,530)	\$ (341)
Other Financing Sources	\$ 775,229	\$ 1,072,900	\$ 297,671
Contributions	\$ -	\$ -	\$ -
Total Expenditures	\$ 71,184,214	\$ 75,367,534	\$ 4,183,320

2020 - 2021 Total Expenditure Summary





First Interim Unrestricted Fund Balance

- First Interim REU at \$8,557,478
- \$7,714,131 at budget adoption
- 11.35% REU



**2020 - 2021 TTUSD Adopted Budget and First Interim
Components of Ending Fund Balance**

Fund Balance	2020 - 2021 Original Budget	2020- 2021 First Interim
Restricted	\$ 1,117,898	\$ 1,174,670
Unrestricted		
Reserve for Economic Uncertainty and Basic Aid	\$ 7,714,131	\$ 8,557,478
Reserve for Cash, Stores and Prepaid Expense	\$ 60,000	\$ 60,000
Designated (Inst. Materials Reserve, MAA, Bus and Tech Reserves)	\$ 1,791,238	\$ 1,380,762
Undesignated	\$ -	\$ -
Unrestricted Subtotal	\$ 9,565,369	\$ 9,998,240
 Total Ending Balance	 \$ 10,683,267	 \$ 11,172,910
 Reserve for Economic Uncertainty and Basic Aid	 10.84%	 11.35%



Multi-Year Projections

- Assumptions
 - 3.25% increase to property tax in 2021 -2022 and 3.0% in 2022 - 2023
 - No One-time Funding or Workers Comp Dividend in 2021 – 2022
 - Restoration of Facility Use and Bus Pass/Trip Revenues
 - EPA funding in out years
 - No additional staffing in out years
 - Does Not Include Salary Increases
 - No SWP Funding after 2020 – 2021
 - Re-absorb SWP and Literacy Program Staffing Into Unrestricted GF in 2021 – 2022
 - Temporary Staffing from 2021 – 2022 Removed



Multi-Year Projections

- Assumptions (cont.)
 - STRS Rates of 16.0% in 2021 – 2022 and 18.10% in 2022 - 2023
 - PERS Rates of 23.0% in 2021 - 2022 and 26.3% in 2022 - 2023
 - \$125K in Attrition Savings in 2021 -2022 and out years.
 - Step and Column at 1.7% for Certificated and 2.0% for Classified
 - Continuing Contributions to Measure AA
 - E-Rate Category 2 Equipment Purchase in Out Years.
 - Adoption of Instructional Materials in Out Years



**2020 - 2021 TTUSD Proposed Budget
Multi-Year Projection Ending Fund Balances**

Fund Balance	2020 - 2021 Projected	2021 - 2022 Projected	2022 - 2023 Projected
Restricted	\$ 1,174,670	\$ 1,527,655	\$ 2,084,263
Unrestricted			
Reserve for Economic Uncertainty and Basic Aid	\$ 8,557,478	\$ 9,315,801	\$ 10,401,038
Reserve for Cash, Stores and Prepaid Expense	\$ 60,000	\$ 60,000	\$ 60,000
Designated (Inst. Materials Reserve, MAA, Bus and Tech Reserves)	\$ 1,380,762	\$ 1,411,294	\$ 1,359,635
Undesignated	\$ -	\$ -	\$ -
Unrestricted Subtotal	<u>\$ 9,998,240</u>	<u>\$ 10,787,095</u>	<u>\$ 11,820,673</u>
 Total Ending Balance	 \$ 11,172,910	 \$ 12,314,751	 \$ 13,904,935
 Reserve for Economic Uncertainty and Basic Aid	 11.35%	 12.74%	 13.99%

Tahoe Truckee Unified School District

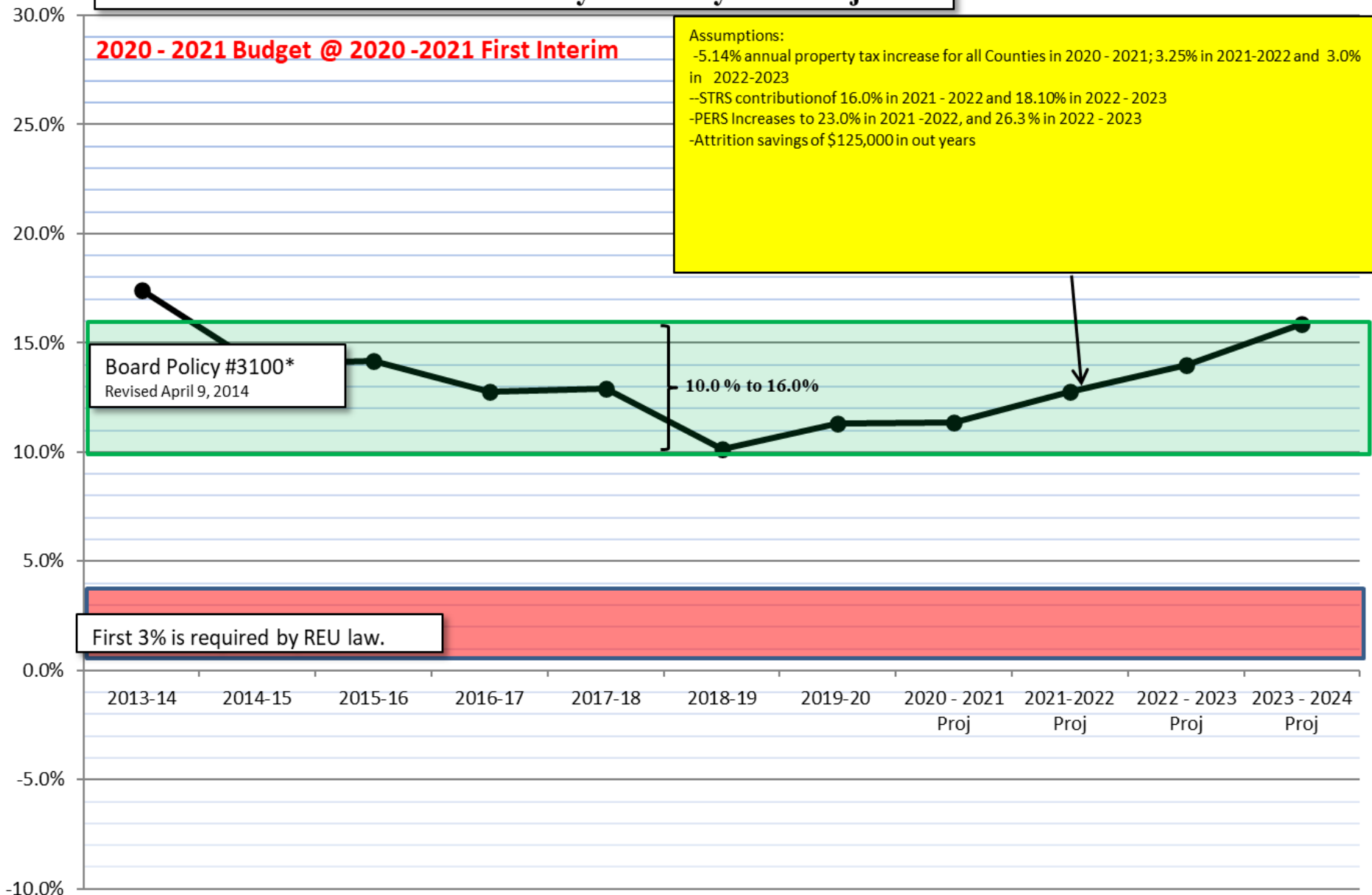
Reserve for Economic Uncertainty: History and Projection

FY21@ 2020 - 2021 First Interim

2020 - 2021 Budget @ 2020 - 2021 First Interim

Assumptions:

- 5.14% annual property tax increase for all Counties in 2020 - 2021; 3.25% in 2021-2022 and 3.0% in 2022-2023
- STRS contribution of 16.0% in 2021 - 2022 and 18.10% in 2022 - 2023
- PERS Increases to 23.0% in 2021 - 2022, and 26.3% in 2022 - 2023
- Attrition savings of \$125,000 in out years



Note: Every 1% = approx. \$711,000

June 24, 2020



What's Coming?

- Governor's January Budget Proposal
- Second Interim
- Budget and LCAP development
- May Revise



Questions?