

HILLSBOROUGH CITY SCHOOL DISTRICT

2020-21 Second Interim Budget



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Assumptions

- Assessed Property Values 20-21 3.78% into 21-22 in lieu of 4.03% at First Interim
- Assessed Property Values 21-22 2% into 22-23
- 21-22 and 22-23 return to 19-20 staffing level with no compensation increase

Revisions from 20-21 1st Interim to 2nd Interim Budget

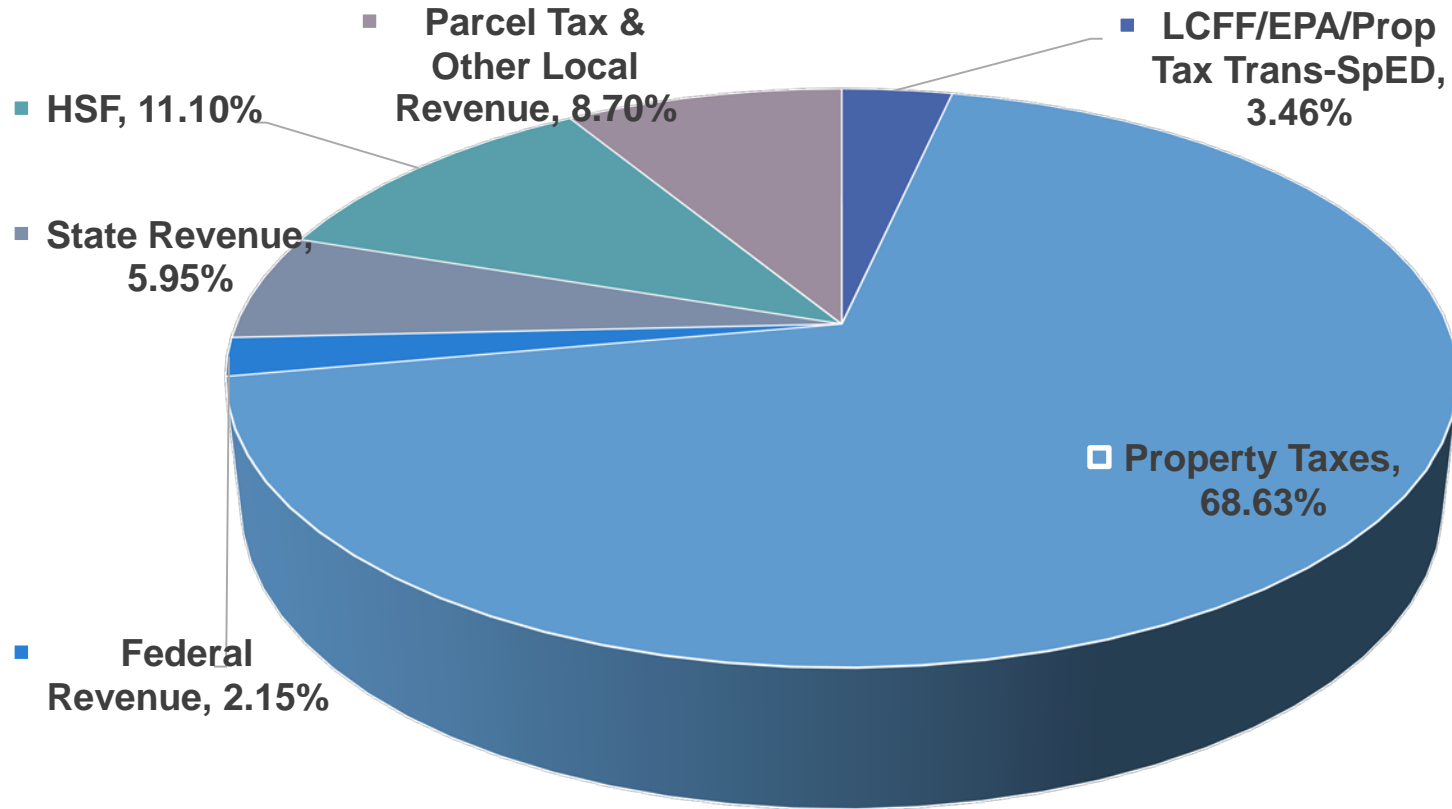
Revisions: 20-21 1st Interim to 2nd Interim Budget

	20-21 1st Interim	20-21 2nd Interim	Changes
Revenue			
Property Taxes/EPA/LCFF	23,482,767	23,469,905	(12,862)
Federal Revenue	697,168	698,331	1,163
Other State Revenue	1,891,179	1,938,294	47,115
Other Local Revenue	6,435,435	6,448,309	12,874
Inter-fund Transfers In	80,000	80,000	
Total Revenue	32,586,550	32,634,840	48,290
Expenditure			
Certificated Salary	16,335,784	16,320,362	(15,422)
Classified Salary	4,471,886	4,474,335	2,449
Employee Benefit	7,745,548	7,745,976	428
Books and Supplies	1,374,736	1,389,466	14,731
Services and Operating Expenditures	3,118,973	3,374,782	255,809
Capital Outlay	401,836	403,052	1,215
Other Outgo	208,579	212,203	3,624
Interfund Transfers Out	35,000	35,000	
Total Expenditure	33,692,342	33,955,176	262,834
Revenues less Expenditures	(1,105,792)	(1,320,336)	(214,544)

Summary of Revisions--Revenue

	20-21 1st Interim (A)	20-21 2nd Interim (B)	Changes (B-A)
Education Protection Account	261,618	248,756	(12,862)
Title II Teacher Quality	18,535	17,372	1,163
State Lottery Revenue	278,082	270,436	(7,645)
Special Ed Mental Health	1,570,908	1,625,668	54,760
School Site Budget	3,646,101	3,658,975	12,874

2020-21 2nd Interim General Fund Revenues



Note: HSF accounts for 11.63% of the GF Revenues without the \$1,495,172 STRS on Behalf under State Revenue.

Revisions from 20-21 1st Interim
to 2nd Interim Budget
Expenditures

Summary of Revisions--Expenditures

Certificated Salary	(15,422)
Classified Salary	2,449
Employee Benefit	428
Books and Supplies	14,731
Services and Operating Expenditures	255,809
Capital Outlay	1,215
Other Outgo	3,624
Total Expenditure	262,834

Summary of Revisions--Expenditures

Additional Janitorial Services	129,458.92
COVID-19 Testing Related Services	65,279.99
Special Ed Mental Health	54,759.79
Total	249,498.70

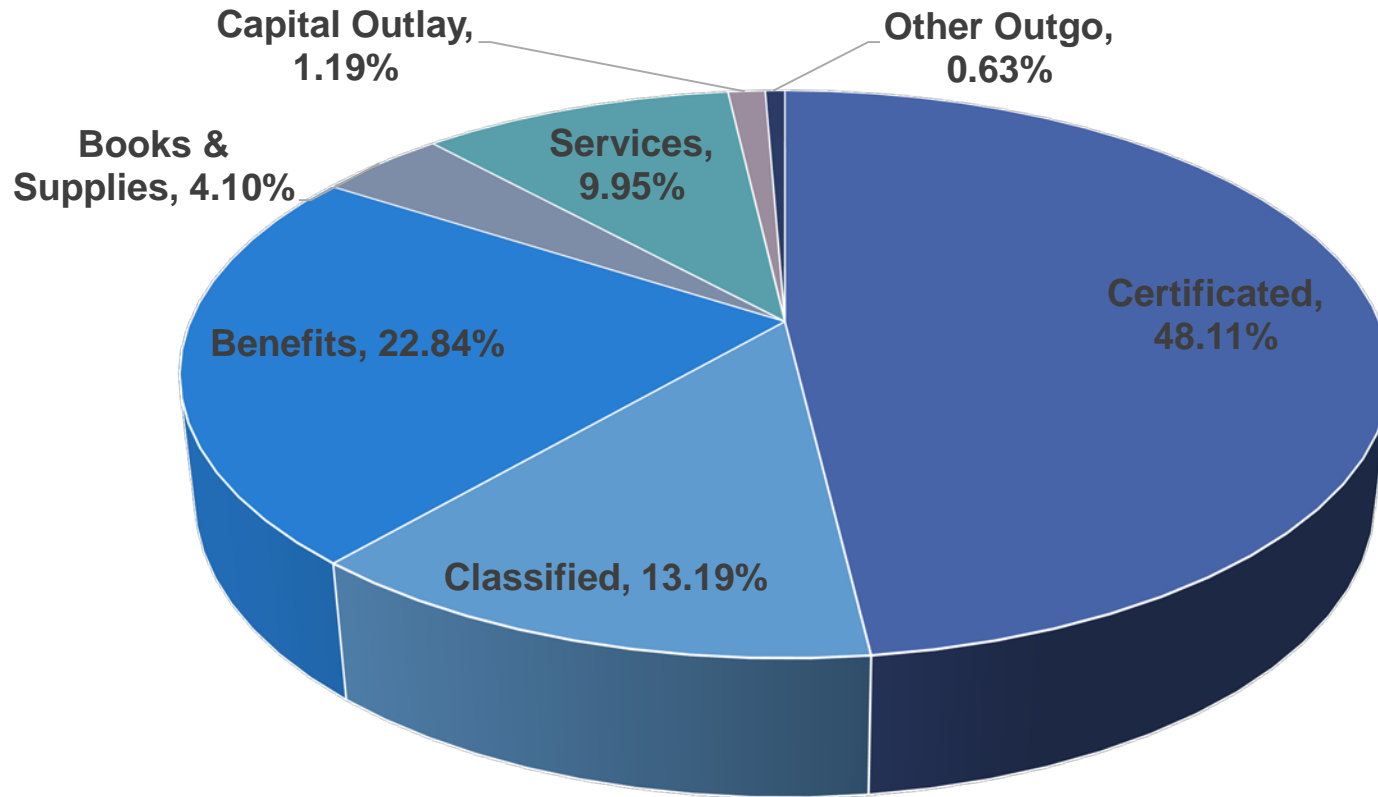
Flexibility in RRMA Contribution

- Ed Code 17070.75 requires school districts to deposit 3% of total General Fund expenditures plus transfers out into the Routine Restricted Maintenance Account (RRMA), for the sole purpose of maintaining school facilities.
- The \$1,459,172 STRS on Behalf amount raised the minimum of the required deposit.
- The 2020-21 State Budget, Section 99 of Senate Bill, states that the On-Behalf payment shall be excluded from the calculation and this flexibility does not expire.

Flexibility in RRMA Contribution

General Fund Expenditures	33,920,176.27
Transfer Out	35,000.00
STRS on Behalf	(1,459,172.00)
Total after Flexibility	32,496,004.27
Minimum Deposit to RRMA (3%)	974,880.13
RRMA 2nd Interim Budget	974,951.87
Budget over Requirement	71.74

2020-21 2nd Interim General Fund Expenditures



2020-21 2nd Interim General Fund Multi-Year Projections and Reserves

20-21 2nd Interim General Fund Multi-Year Projections

	19-20 Actuals	20-21 2nd Interim Budget	21-22 Projected Budget	22-23 Projected Budget
Revenues	31,728,340	32,554,840	32,784,551	33,027,502
Expenditure	31,636,764	33,920,176	33,169,478	33,162,859
Surplus/Deficit	91,576	(1,365,336)	(384,927)	(135,357)
Total Transfers	(34,385)	45,000	30,000	30,000
End Balance Gain/Loss	57,191	(1,320,336)	(354,927)	(105,357)
Beginning Balance	6,357,446	6,414,636	5,094,300	4,739,373
Ending Balance	6,414,636	5,094,300	4,739,373	4,634,015

20-21 2nd Interim General Fund Reserves

	19-20 Actuals	20-21 2nd Interim Budget	21-22 Projected Budget	22-23 Projected Budget
6% Reserve for Economic Uncertainty	1,905,069	2,037,311	1,993,169	1,992,772
Unappropriated Ending Balance	3,739,527	2,530,724	2,183,456	1,992,013
Total Expenditures+ Transfer out	31,751,149	33,955,176	33,219,478	33,212,859
General Fund Reserve	17.78%	13.45%	12.57%	12.00%
Add Fund 17 Balance	575,707	586,707	597,707	608,707
Reserve with Fund 17	19.59%	15.18%	14.37%	13.83%
Add Fund 20 Balance	1,341,252	1,399,502	1,422,752	1,446,002
Reserve with Fund 17 & Fund 20	23.82%	19.30%	18.65%	18.18%

Funding Updates

	20-21	21-22	Future Status
Title I	Preliminary \$30,424	Estimate \$50,000 per CDE	Pending census
Title II	\$18,535	Unknown, but should be similar to 20-21	Ongoing
Title III	Estimate \$1,830	Unknown	Pending census
Title IV	N/A per CDE	Estimate \$10,000, pending receiving Title I in 20-21	Pending census
ESSER II	Preliminary \$102,264	N/A	One-time

Funding Updates-Coronavirus Response and Relief Supplemental Appropriations (CRRSA)

	20-21	21-22	Future Status
Reopening Grants	Estimate \$708,790, distributed partly in May	Distributed partly in August	One-time
GEER II	Likely N/A	Pending governor's distribution, maybe after final state budget	One-time

Other Funds

	Change in Ending Balance
Fund 13, Cafeteria Fund	7,565
Fund 25, Capital Facilities Fund	21,570
Fund 40 Special Reserve Fund for Capital Projects	(6,782)

2020-21 2nd Interim All Funds Budget at a Glance

2020-21 2nd Interim All Funds Budget at a Glance

	General	Cafeteria	Non-Capital	OPEB	Fund	Facilities	Capital	
Description	Fund 01	Fund 13	Fund 17	Fund 20	Fund 21	Fund 25	Fund 40	Total
Beginning Fund Balances	6,414,636	11,173	575,707	1,341,252	649,765	2,585	171,542	9,166,660
Revenues	32,554,840	115	11,000	23,250	8,000	90,910	78,551	32,766,666
Transfers In	80,000			35,000				115,000
Total Sources of Funds	32,634,840	115	11,000	58,250	8,000	90,910	78,551	32,881,666
Expenditures	33,920,176	3,723			654,160	28,630	5,000	34,611,689
Transfers Out	35,000						80,000	115,000
Total Uses of Funds	33,955,176	3,723	-	-	654,160	28,630	85,000	34,726,689
Ending Fund Balance	5,094,300	7,565	586,707	1,399,502	3,605	64,865	165,093	7,321,637

Average Daily Attendance (ADA)

Year	ADA	Change from Prior Year
•2014-15 P-2:	1,504.88	
•2015-16 P-2:	1,461.30	(43.58)
•2016-17 P-2:	1,429.22	(32.08)
•2017-18 P-2:	1,353.99	(75.23)
•2018-19 P-2:	1,307.43	(46.56)
•2019-20 P-2:	1,243.78	(63.65)
Projected 20-21 ADA:	1,243.78	

CalSTRS Employer Rate Increase Cost 2015-16 to 2022-23

Year	CalSTRS Rate	Rate Increase per Year	CalSTRS Creditable Earnings	CalSTRS Cost Increase per Year
2015-16	10.73%			
2016-17	12.58%	1.85%	14,072,042	260,333
2017-18	14.43%	1.85%	13,888,999	513,893
2018-19	16.28%	1.85%	14,437,119	801,260
2019-20	17.10%	0.82%	14,437,119	919,644
2020-21	16.15%	-0.95%	14,437,119	782,492
2021-22	16.02%	-0.13%	14,437,119	763,724
2022-23	18.40%	2.38%	14,437,119	1,107,327
			Total	4,041,346

CalPERS Employer Rate Increase Cost 2015-16 to 2022-23

Year	CalPERS Rate	Rate Increase per Year	CalPERS Creditable Earnings	CalPERS Cost Increase per Year
2015-16	11.847%			
2016-17	13.888%	2.041%	3,196,963	65,250
2017-18	15.531%	1.643%	3,242,762	119,463
2018-19	18.062%	2.531%	3,516,905	218,576
2019-20	19.721%	1.659%	3,516,905	276,921
2020-21	20.70%	0.979%	3,516,905	311,352
2021-22	22.84%	2.140%	3,516,905	386,613
2022-23	25.80%	2.960%	3,516,905	490,714
			Total	1,868,889

CalSTRS & CalPERS Employer Rate Increase Cost 2015-16 through 2022-23

Year	Combined Cost Increase per Year
2015-16	
2016-17	325,583
2017-18	633,356
2018-19	1,019,836
2019-20	1,196,566
2020-21	1,093,843
2021-22	1,150,337
2022-23	1,598,041
Total	5,419,521

Questions?