

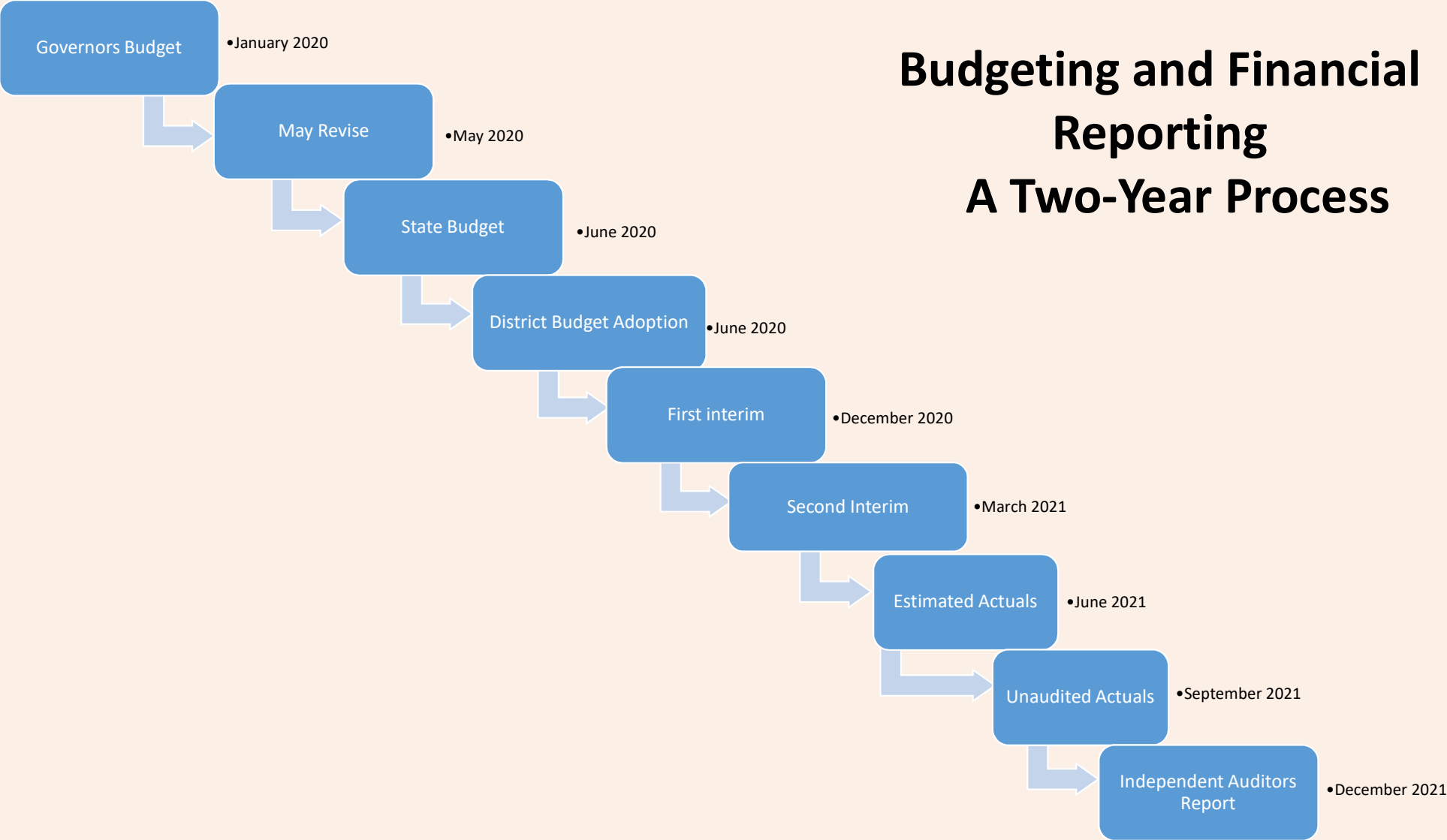
**ACTON-AGUA DULCE**  
**UNIFIED SCHOOL DISTRICT**  
**THE GOLD STANDARD**

*EMPOWERING TODAY'S LEARNERS TO THRIVE IN TOMORROW'S WORLD*

# 2020-2021 Unaudited Actuals

# Budgeting and Financial Reporting

## A Two-Year Process



# WHAT HAS CHANGED SINCE?

- The financial books of the District have been closed
- All year-end closing entries are prepared and posted.
- Unspent allocations have been identified and reserved or assigned to the fund balance as appropriate.
- Unaudited actuals are compared to Estimated Actuals as presented with the 2021-2022 Adopted Budget.

# WHY ARE PROJECTIONS DIFFERENT THAN EXPECTED?

- AADUSD uses conservatively estimated revenue and expenditures during budget and interim reporting processes.
- The risk of miscalculating or under estimating is too great.
- Running out of cash is never a good thing.
- Revenue is received that was not anticipated.
- Expenditure allocations or budgets were not completely used.
- Purchase orders issued before 06/30/2021- but work completed or goods received after 07/01/2021

# ALL GENERAL FUND REVENUES

	Estimated Actuals	Unaudited Actuals	Difference
<b>LCFF</b>	<u>\$9,719,420.00</u>	<u>\$9,744,518.47</u>	<u>\$25,098.47</u>
<b>Federal Revenue</b>	\$2,258,241.00	\$1,590,735.06	(\$667,505.94)
<b>Other State Revenue</b>	\$1,616,473.00	\$1,806,499.66	\$190,026.66
<b>Other Local Revenue</b>	\$3,235,720.00	\$3,679,298.41	\$443,578.41
<b>Total Revenues</b>	<u><u>\$17,968,756.00</u></u>	<u><u>\$16,821,051.60</u></u>	<u><u>(\$8,802.40)</u></u>

# CHANGES IN REVENUE

- LCFF Revenue: Increase of \$25K is due to final LCAP Base Grant updates from our revised P-2.
- Federal Revenue: Decrease of \$664K due to Title I, Title 2, Title 3, Title 4, ESSER funds carryover being removed to reflect only the total amount allocated to AADUSD. Grant programs must balance revenues and expenses so the carryover remaining is removed and placed in balance sheet account until 2021-2022 fiscal year.
- State Revenue: Increase by \$190k based on final allocations from State Covid Funds and lottery revenue.
- Local Revenues: Increased by \$443k due to funds transferred from LacoE due to closed charter school Inspire. Charter lease revenue from I-Lead was deposited. We also saw an increase in Medi-Cal reimbursements.

# Contributions

Fund	Resource	Description	Goal	Function	Object	Location	2021 Operating Budget	2021 Actuals	Variance
01.0	00000.0	Unrestricted	00000	00000	8980	0000000	(2,608,937.00)	(1,502,723.58)	(1,106,213.42)
01.0	07230.0	Transportation	00000	00000	8980	0000000	361,935.00	272,926.72	89,008.28
01.0	07240.0	Sped. Transportation	00000	00000	8980	0000000	0.00	183,051.41	(183,051.41)
01.0	07240.0	Sped. Transportation	50010	00000	8980	0000000	206,745.00	0.00	206,745.00
01.0	65000.0	Special Ed	50010	00000	8980	0000000	1,459,608.00	430,337.11	1,029,270.89
01.0	66902.0	TUPE	00000	00000	8980	0000000	0.00	(5,000.00)	5,000.00
01.0	81500.0	Routine Maintenance	00000	00000	8980	0000000	580,649.00	621,408.34	(40,759.34)

- Total fund balance in unrestricted general fund increased by approx. \$1.4 million due to revenues only.
- We contributed \$1.1 million dollars less out of the general fund than what was budgeted.
- Transportation program contribution netted a savings of approx. 112k.
- Our Special Education was the major factor we contributed approx. \$1 million less than budgeted due to p2 funding model increase. We did not know the impact of OFY leaving our Selpa until p2 which was after estimated actuals.
- We also received an increase in Special Ed funding this year thru Governor's Revise.
- Tupe was a decrease of \$5,000 due to repaying general fund contributions in prior year.
- Routine Maintenance Account caused a decrease of approx. 40k due to increase contribution in order to meet the 3% minimum requirement.

# GENERAL FUND UNRESTRICTED EXPENDITURE CHANGES

	<u>Estimated Actuals</u>	<u>Unaudited Actuals</u>	<u>Difference</u>
<b>Certificated Salaries</b>	\$4,395,041.00	\$4,411,982.49	<b>\$16,941.49</b>
<b>Classified Salaries</b>	\$1,521,277.00	\$1,404,071.47	<b>(\$117,205.53)</b>
<b>Employee Benefits</b>	\$1,969,374.00	\$1,896,932.74	<b>(\$72,441.26)</b>
<b>Books and Supplies</b>	\$362,272.00	\$169,810.84	<b>(\$192,461.16)</b>
<b>Services, Other Op</b>	\$2,408,850.00	\$2,004,577.88	<b>(\$404,272.12)</b>
<b>Capital Outlay</b>	\$0.00	\$0.00	<b>\$0.00</b>
<b>Other Outgo</b>	\$218,186.00	\$218,548.01	<b>\$362.01</b>
<b>Direct Support/IC</b>	(\$12,000.00)	(\$21,143.49)	<b>(\$9,143.49)</b>
<b>Total Expenditures</b>	\$10,863,000.00	\$10,084,779.94	<b>(\$778,220.06)</b>



- Expenditures decreased by \$778,220.06.
- Decrease in the general fund is due to closely monitoring funds and shifting expenses to help with deficit spending.
- Classified salaries came \$37k savings due to instructional aides vacancies. \$67k savings in pupil support mainly due to vacancies in Transportation and Security. Approx. \$24k savings due to the time gap between previous CBO and myself.
- Benefits savings of \$72k due to staff vacancies.
- Supplies and Materials there was a savings of \$192k due to instructional materials shifted from general fund to Covid expenditures and PO's not materializing.
- Contracted Services savings of \$404k. We saw a \$140k savings in our utilities, \$112k savings due to utilizing Covid funding for internet/hotspots/phones. \$152k savings due to decreasing cost on legal/contracted services.

# IMPACT ON GENERAL FUND

## 2020/21 General Fund Ending Balance(Unaudited Actuals)

	2020/21 Budget and Estimated Actuals	2020/2021 Unaudited Actuals	Difference
<b>Unrestricted</b>	\$9,605,526.77	\$11,822,415.86	\$2,216,889.09
<b>Restricted</b>	\$708,018.29	\$654,922.26	(\$53,096.03)
<b>Total General Fund Ending Balance</b>	\$10,313,545.06	\$12,477,338.12	<b>\$2,163,793.06</b>

# IMPACT ON GENERAL FUND RESERVE

- The Ending Fund Balance for 2020/21 is \$12,477,338.12

## **Which is comprised of the following categories:**

- Non-spendable Revolving Cash and Prepaid: \$1,000
- Committed Restricted Funds: \$654,922.26
- Other Assignments: \$410,000
- Reserve for Economic Certainties: \$11,411,415.86

# IMPACT ON GENERAL FUND RESERVE

- Committed Restricted Funds are tied to Categorical Expenditures for the upcoming year.
- The Reserve for Economic Uncertainties is 74% of the total expenditures, which meets and exceeds our 4% reserve requirement to meet expenditures and future unforeseen expenses.
- Our average payroll is 1.1 million dollars with a 4%(600K) reserve we will not be able to meet 1 month of payroll. With 74%, we are able to meet at approx. 10.37 months.

# OTHER REVENUES AND EXPENSES

<b>Fund 8- ASB Fund</b>	<b>Fund 13- Child Nutrition</b>	<b>Fund 14- Deferred Maint.</b>	<b>Fund 17- Sp Res. For Cap Outlay</b>	<b>Fund 25- Capital Facilities Fund</b>	<b>Fund 35- County Facilities Fund</b>	<b>Fund 40- Capital Outlay</b>	<b>Fund 49- CFD Fund</b>	<b>Fund 51- Bond Interest Fund</b>
<b>Beg Balance:</b> <b>\$145,130.90</b>	<b>Beg Balance:</b> <b>\$73,003.09</b>	<b>Beg Balance:</b> <b>\$603,774.50</b>	<b>Beg Balance:</b> <b>\$3,041.68</b>	<b>Beg Balance:</b> <b>\$372,419.31</b>	<b>Beg Balance:</b> <b>\$8,493.59</b>	<b>Beg Balance:</b> <b>\$501,497.42</b>	<b>Beg Balance:</b> <b>\$0</b>	<b>Beg Balance:</b> <b>\$864,715</b>
<b>Revenue:</b> <b>\$31,163.40</b>	<b>Revenue:</b> <b>\$617,674.23</b>	<b>Revenue:</b> <b>\$326,803.46</b>	<b>Revenue:</b> <b>\$16.63</b>	<b>Revenue:</b> <b>\$109,114.78</b>	<b>Revenue:</b> <b>\$70.21</b>	<b>Revenue:</b> <b>\$2,751.58</b>	<b>Revenue:</b> <b>\$50,056.81</b>	<b>Revenue:</b> <b>\$893,956</b>
<b>Expenditures:</b> <b>\$46,348.01</b>	<b>Expenditures:</b> <b>\$579,823.46</b>	<b>Expenditures:</b> <b>\$799,887.63</b>	<b>Expenditures:</b> <b>\$0</b>	<b>Expenditures:</b> <b>\$46,500</b>	<b>Expenditures:</b> <b>\$0</b>	<b>Expenditures:</b> <b>\$3,390.63</b>	<b>Expenditure</b> <b>\$9,851.74</b>	<b>Expenditures:</b> <b>\$824,607</b>
<b>Ending Fund Balance:</b> <b>\$129,946.29</b>	<b>Ending Fund Balance:</b> <b>\$110,853.86</b>	<b>Ending Fund Balance:</b> <b>\$130,690.33</b>	<b>Ending Fund Balance:</b> <b>\$3,058.31</b>	<b>Ending Fund Balance:</b> <b>\$435,034.09</b>	<b>Ending Fund Balance:</b> <b>\$8,563.80</b>	<b>Ending Fund Balance:</b> <b>\$500,858.37</b>	<b>Ending Fund Balance:</b> <b>\$40,205.07</b>	<b>Ending Fund Balance:</b> <b>\$934,064</b>

# Summary

- The unaudited actuals reporting show where all the District funds have ended after all transactions have been accounted for.
- The total increase in ending fund balance was \$2,163,793.06
- There were several components that caused the increase. Revenues came in higher than expected, Contributions were less than expected. Effective monitoring and controlling of Services and other operating expenses.
- It is recommended that the Board of Trustees approve the 2020-2021 Unaudited Actuals Financial Report.