



**SANTA ANA UNIFIED SCHOOL
DISTRICT**

Preparing All Students for Success in College and Career

2020-21 First Interim Report



December 15, 2020

Agenda

- Approval of First Interim
- Our Vision, Mission and Budget
- Budget Reporting Cycle
- Our Financial Position
- Comparability
- Fiscal Outlook

First Interim Action

Education Code 42131 requires the Interim Report and Certification of Financial Condition approved by the Governing Board of the School District

Staff recommends “Positive Certification” which certifies that based upon the current projections Santa Ana Unified School District will meet its financial obligations for the current fiscal year and subsequent two fiscal years (*with out-year adjustments*)



Vision

We will work collaboratively and comprehensively with staff, parents, and the community to strengthen a learning environment focused on raising the achievement of all students and preparing them for success in college and career.

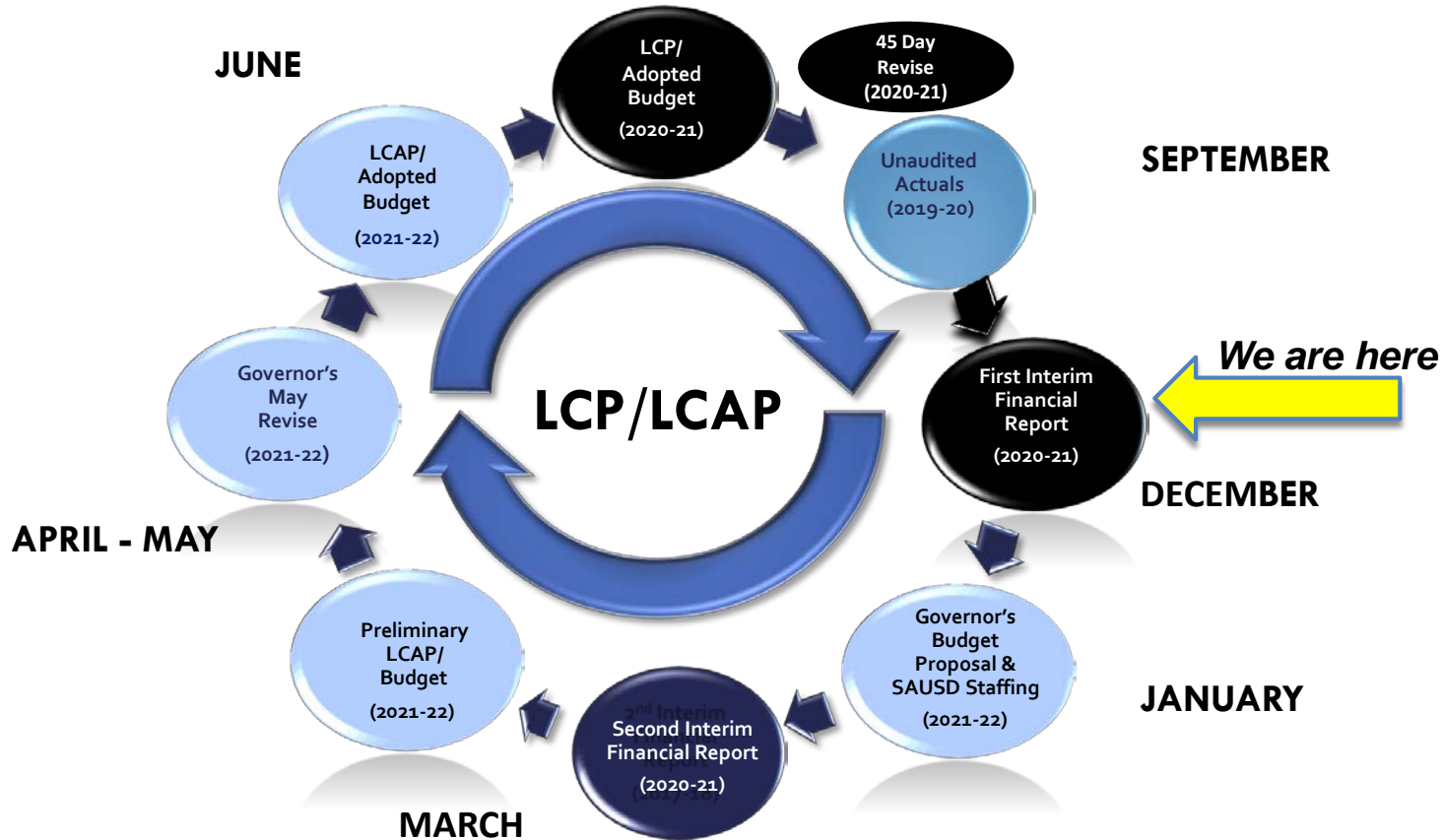
Mission

We assure well-rounded learning experiences, which prepare our students for success in college and career. We engage, inspire, and challenge all of our students to become productive citizens, ethical leaders, and positive contributors to our community, country and a global society.



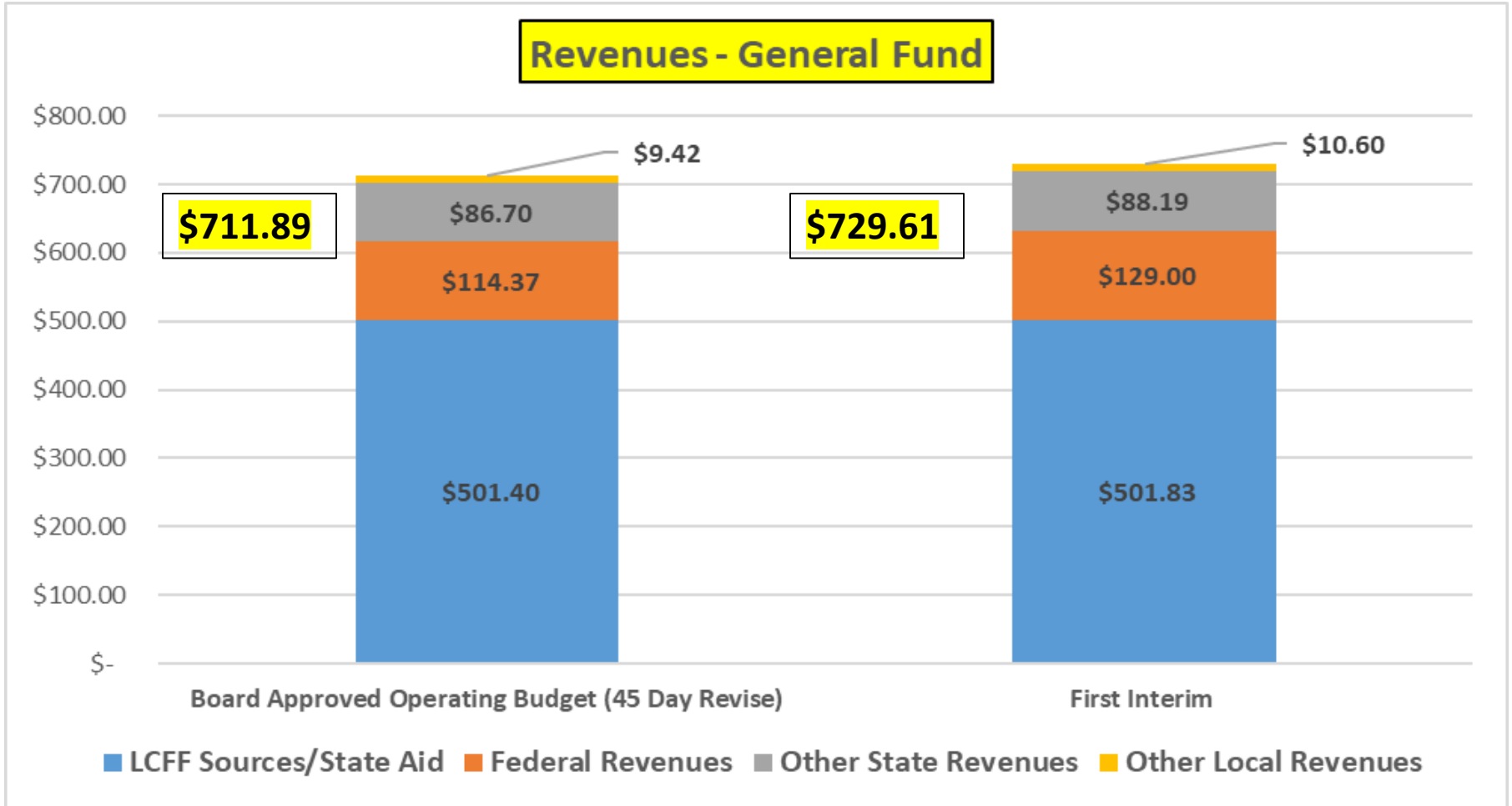
*Maintain District stability, solvency,
and local control*

Budget Reporting Cycle

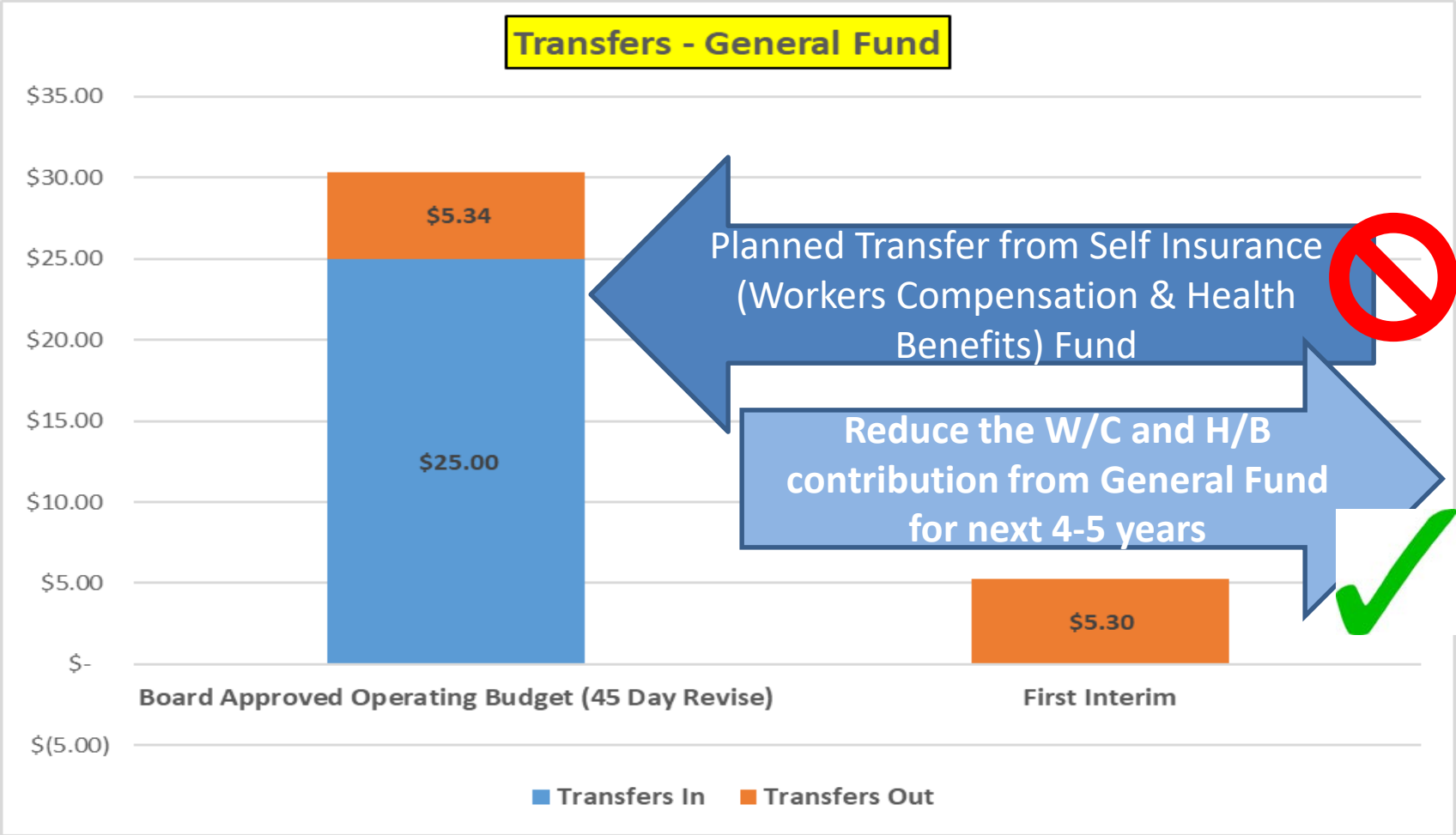


Our Financial Position

\$ in Millions



Our Financial Position



Our Financial Position – Measures Implemented

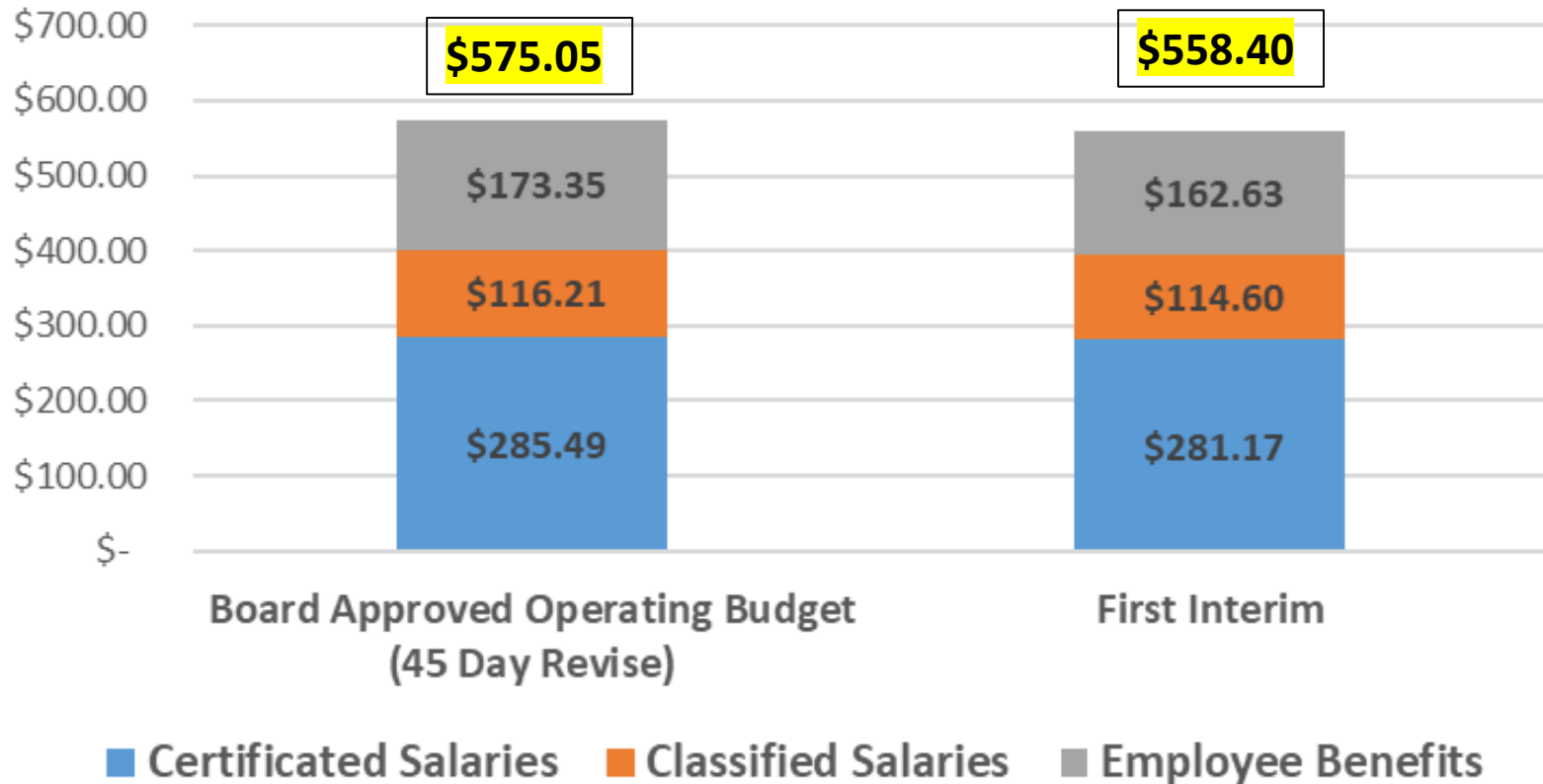
\$ in Millions

Items	2020-21	Savings (2020-21)
1	Deferred \$4 Million (one-time) Science textbook adoption after 2022-23	\$ 4.00
2	Drawing down \$5 Million (ongoing for 5 years) annually from Self Insurance (Workers Compensation & Health Benefits) Fund for General Fund Operations	\$ 5.00
3	Transferring \$10 Million (ongoing for 5 years) annually from Retirement OPEB Fund for General Fund Operations	\$ 10.00
3	Assumed natural attrition of 40 Teacher FTEs (not backfilled)	\$ 4.00
5	5% reduction in Site Discretionary funding	\$ 0.27
6	10% reduction in District Department Discretionary funding	\$ 0.80
7	Selectively re-hiring for vacant positions	
8	Improving Operational Efficiencies	
9	Pursuing Grant Opportunities	
		\$ 24.07

Our Financial Position

\$ in Millions

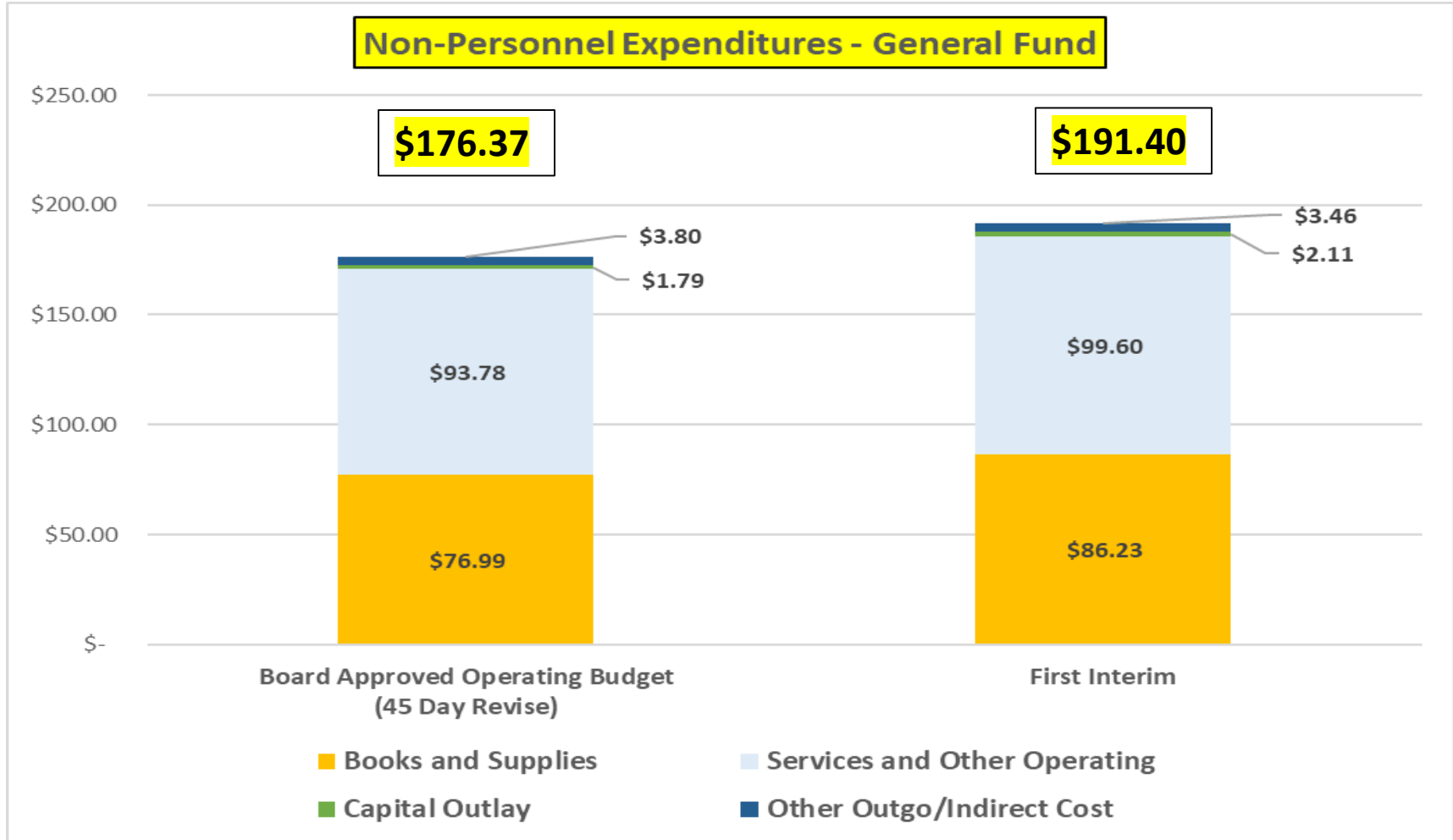
Personnel Expenditures - General Fund



Our Financial Position

\$ in Millions

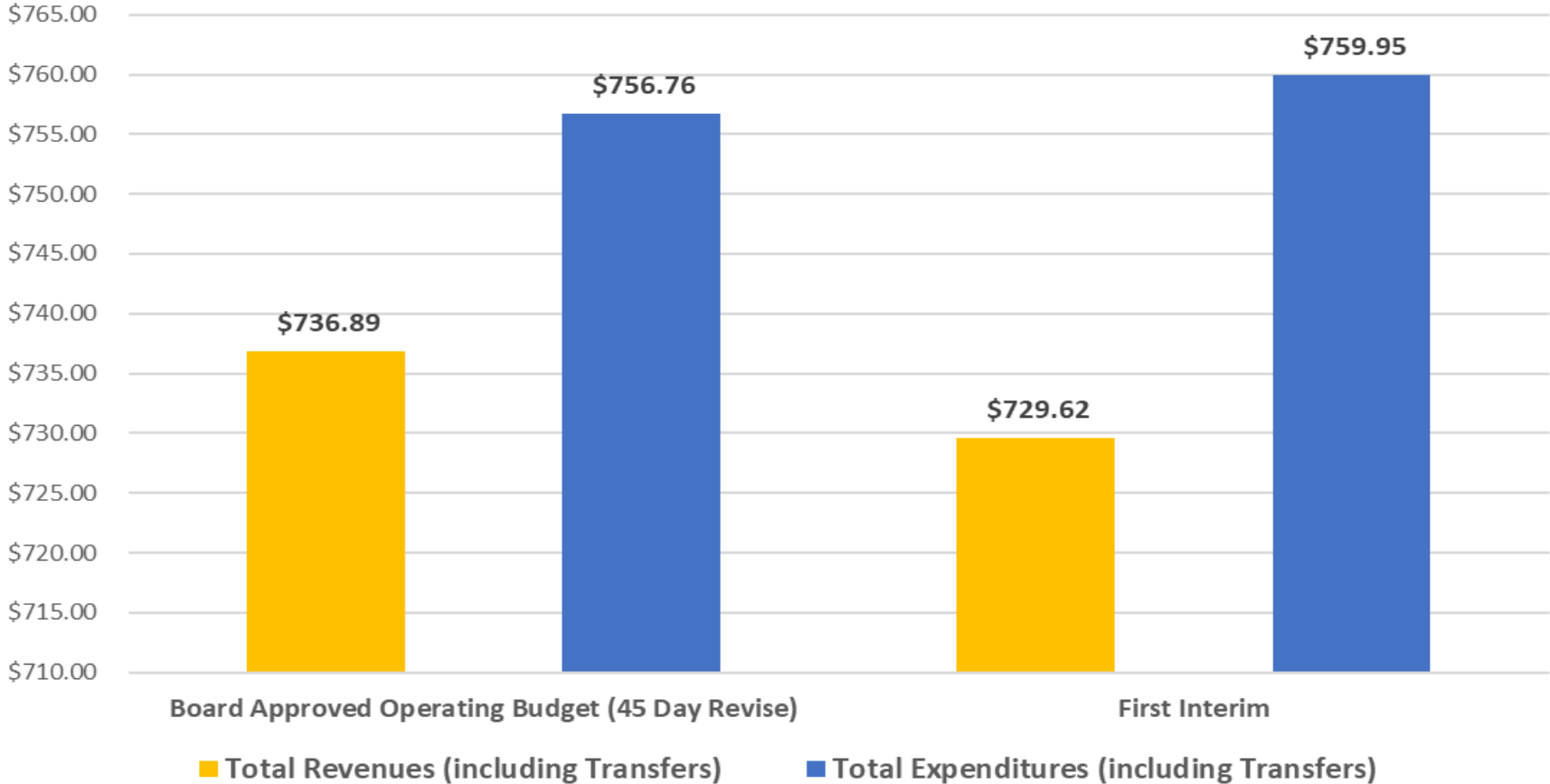
Non-Personnel Expenditures - General Fund



Our Financial Position

\$ in Millions

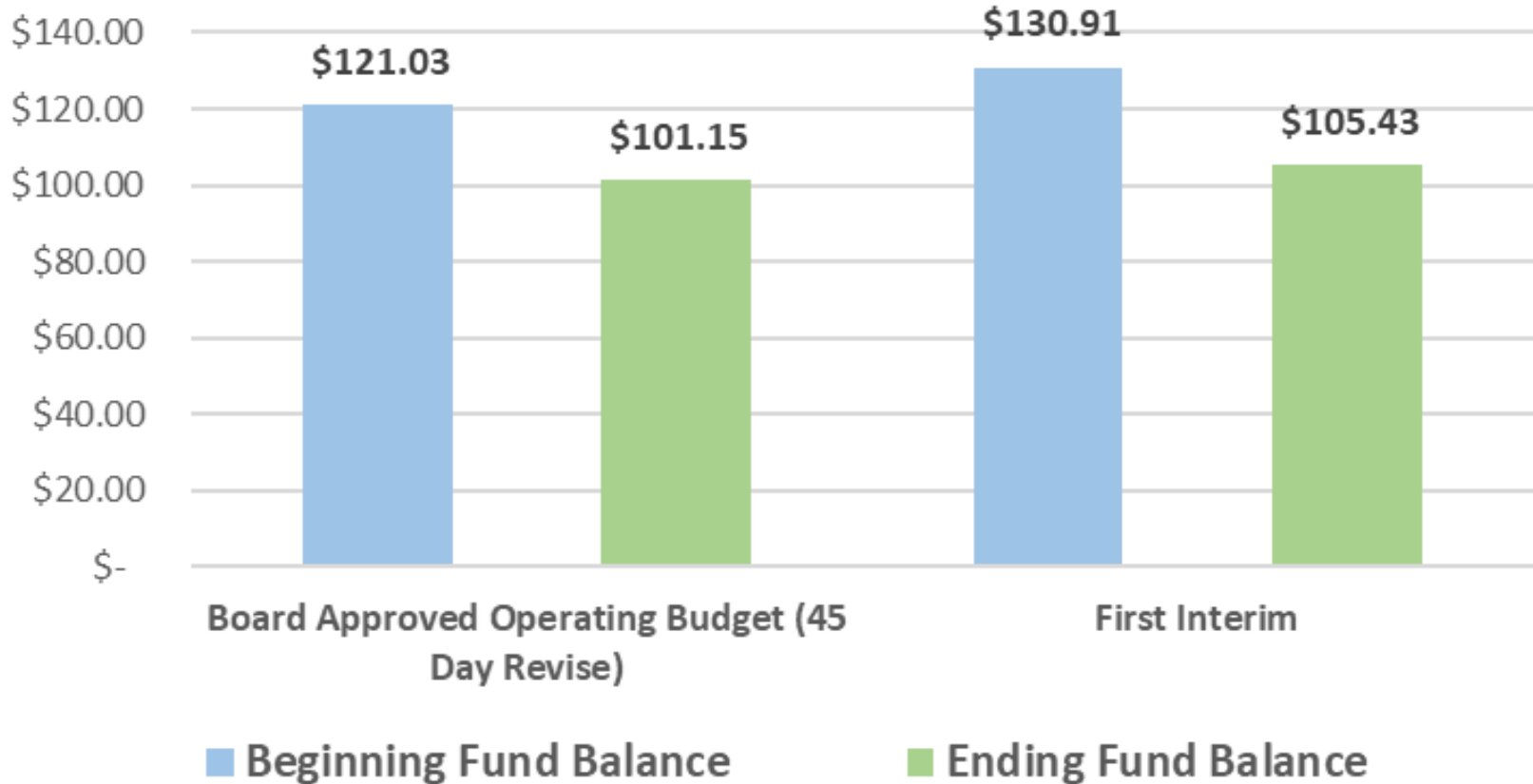
Total Revenues & Total Expenditures (including Transfers) - General Fund



Our Financial Position

\$ in Millions

Fund Balances - General Fund



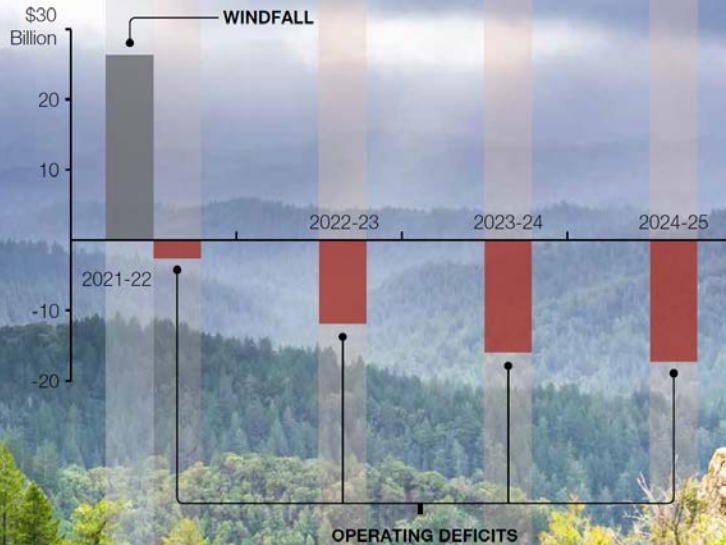
Our Financial Position – Other Funds

\$ in Millions

		2020-21 First Interim			
Fun	Fund Description	Beginning Fund Balance	Revenues + Transfers in + other sources	Expenditures + Transfers out + other uses	Ending Fund Balance
09	Charter Schools Special Revenue Fund (ALA)	\$ 1.81	\$ 4.70	\$ 5.08	\$ 1.44
12	Child Development Fund	\$ 0.98	\$ 9.93	\$ 9.92	\$ 0.99
13	Cafeteria Fund	\$ 18.92	\$ 37.09	\$ 41.11	\$ 14.90
14	Deferred Maintenance Fund	\$ 5.52	\$ 2.10	\$ 4.63	\$ 2.99
17	Special Reserve for Other Than Capital Outlay Projects	\$ 1.22	\$ 0.02	\$ -	\$ 1.24
20	Special Reserve for Postemployment Benefits	\$ 0.33	\$ 0.01	\$ -	\$ 0.33
21	Building Fund	\$ 51.59	\$ 0.50	\$ 42.96	\$ 9.14
25	Capital Facilities Fund	\$ 18.16	\$ 9.30	\$ 6.24	\$ 21.21
35	Special Reserve Fund for Capital Outlay	\$ 4.44	\$ 0.05	\$ 4.01	\$ 0.48
40	County School Facilities Fund	\$ 9.97	\$ 4.07	\$ 6.25	\$ 7.79
49	Capital Project Fund for Blended Component Units	\$ 0.75	\$ 0.02	\$ 0.22	\$ 0.55
51	Bond Interest & Redemption Fund	\$ 35.36	\$ 33.68	\$ 34.61	\$ 34.43
56	Debt Service Fund	\$ 4.46	\$ 7.66	\$ 7.60	\$ 4.53
67	Self-Insurance Fund	\$ 40.35	\$ 14.95	\$ 19.44	\$ 35.86
71	Retiree Benefit Fund	\$ 50.01	\$ 0.00	\$ 10.00	\$ 40.01

Fiscal Outlook

The 2021-22 Budget: California's Fiscal Outlook

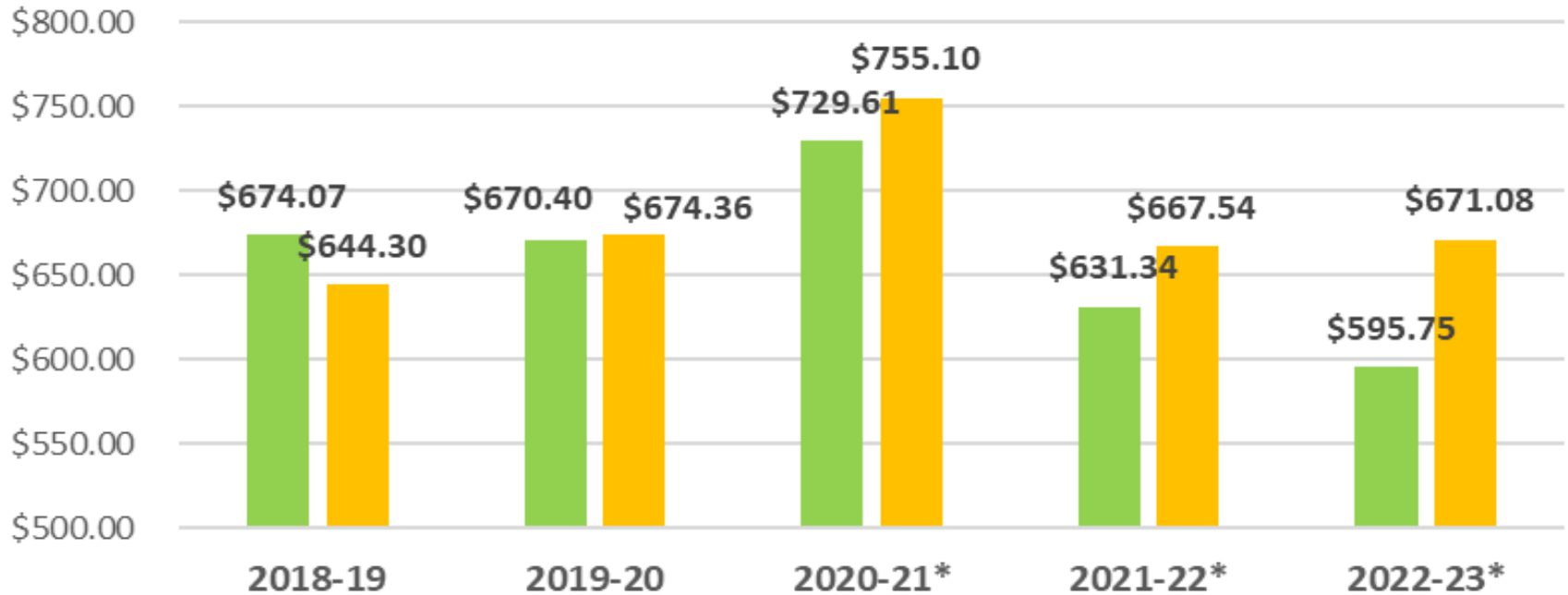


- ***State Economy Has Undergone Rapid but Uneven Recovery***
- ***Recent Data on Tax Collections and Expenditures Consistent With Economic Picture***
- ***Estimated Windfall of \$26 Billion in 2021-22...***
- ***...But State Also Faces an Operating Deficit Beginning in 2021-22***
- ***Budget for Schools and Community Colleges Is More Positive***

Fiscal Outlook

\$ in Millions

SAUSD Multi Year Revenues and Expenditures (Without Adjustments)

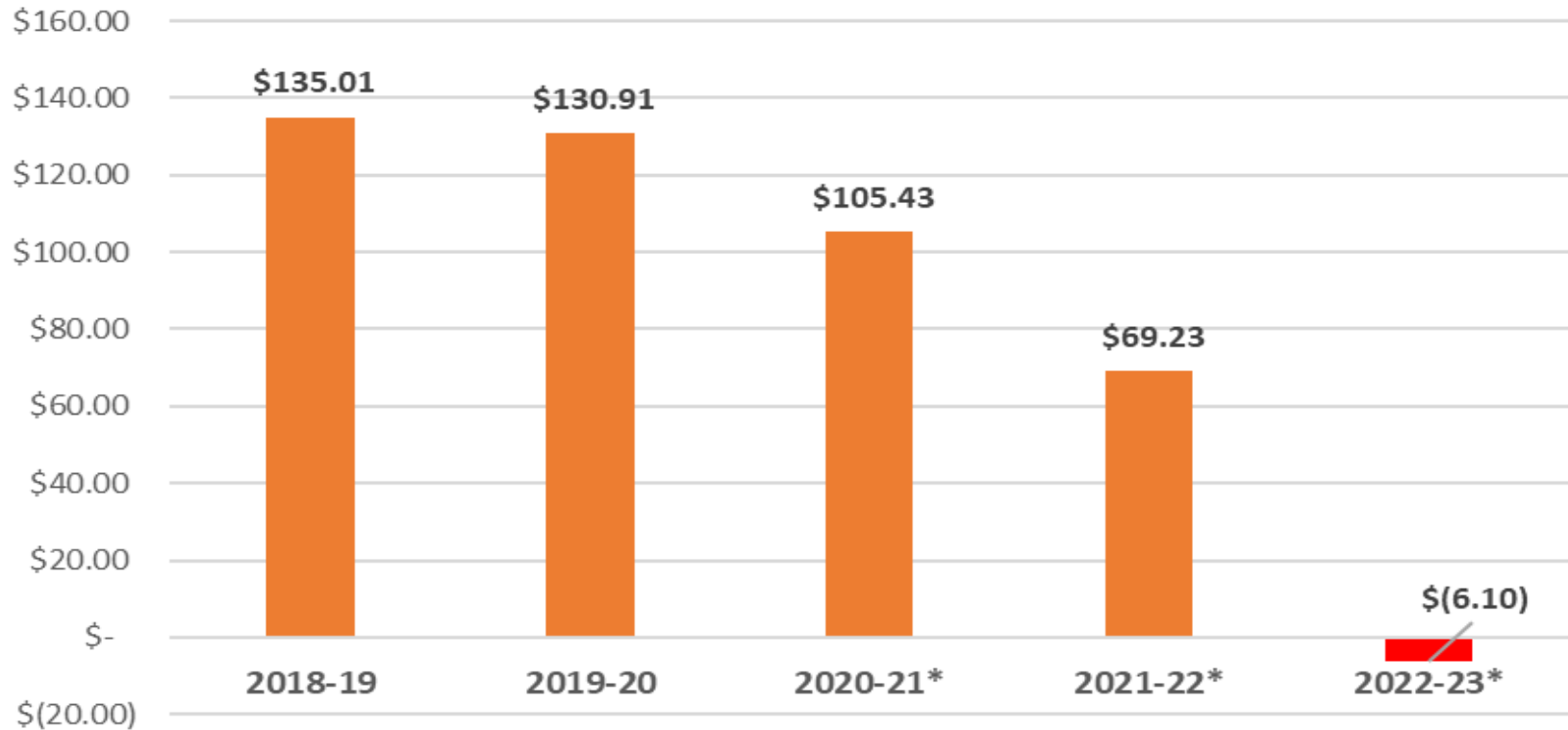


*Projections ■ Total Revenues ■ Total Expenditures (including Transfers)

Fiscal Outlook

\$ in Millions

SAUSD Ending Fund Balance (Without Adjustments)



Fiscal Outlook – Historical Projections

Events/Triggers	Fiscal Impact
2019-20 ADA Revision (48.64 increase)	+\$0.40 Million
SB 98 (June 2020) and SB 820 (Sep 2020) changes to Apportionment funding (2021-22 Funding based on 2019-20 P2)	+\$11.75 Million
Staffing Adjustments (Freeze, Separations offset with some additions)	+\$5.25 Million
Anticipated GF savings from Miscellaneous COVID-19 Revenues (\$74.61 Million) & Pandemic closures	+\$2.6 Million
Total	+\$20.00 Million

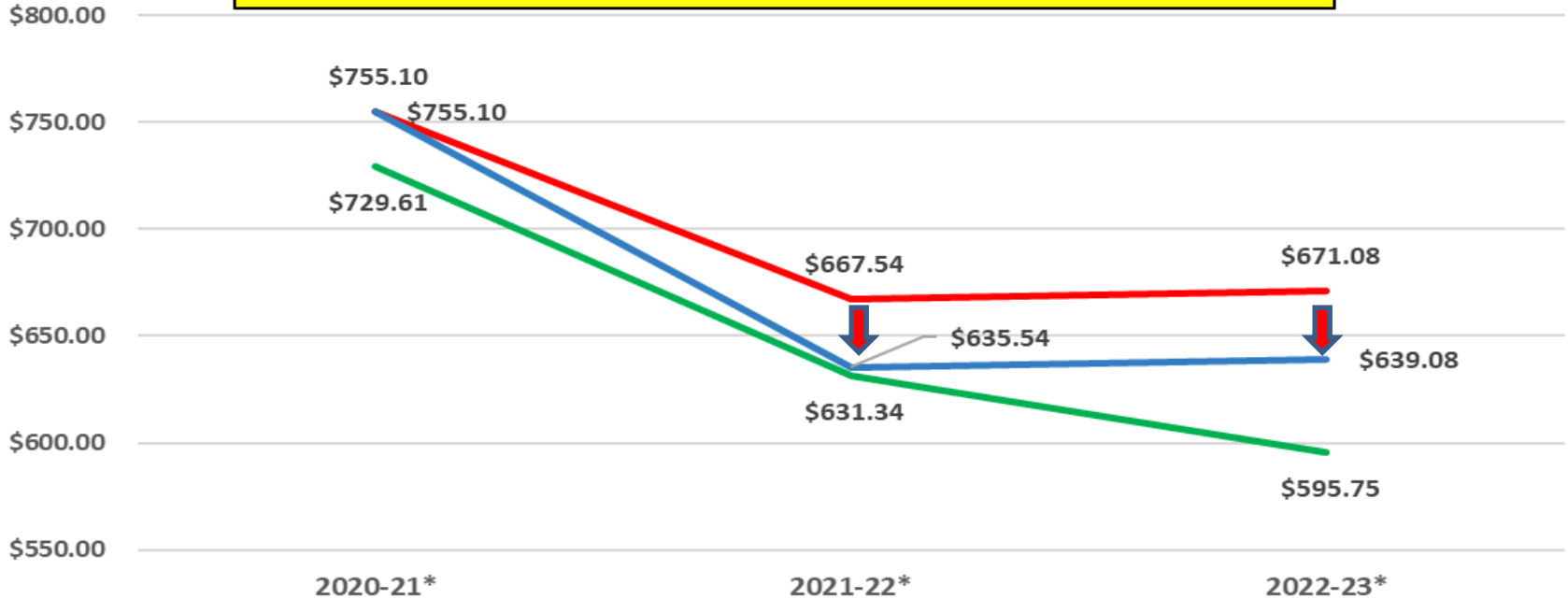
Budget Apportioned above \$20 Million surplus to the District ongoing Deficit over two out-years

	2021-22	2022-23
Prior Deficit	\$(42.00) M	\$(42.00) M
New Deficit	\$(32.00) M	\$(32.00) M

Fiscal Outlook

\$ in Millions

SAUSD Multi Year Revenues & Expenditures (with Adjustments)

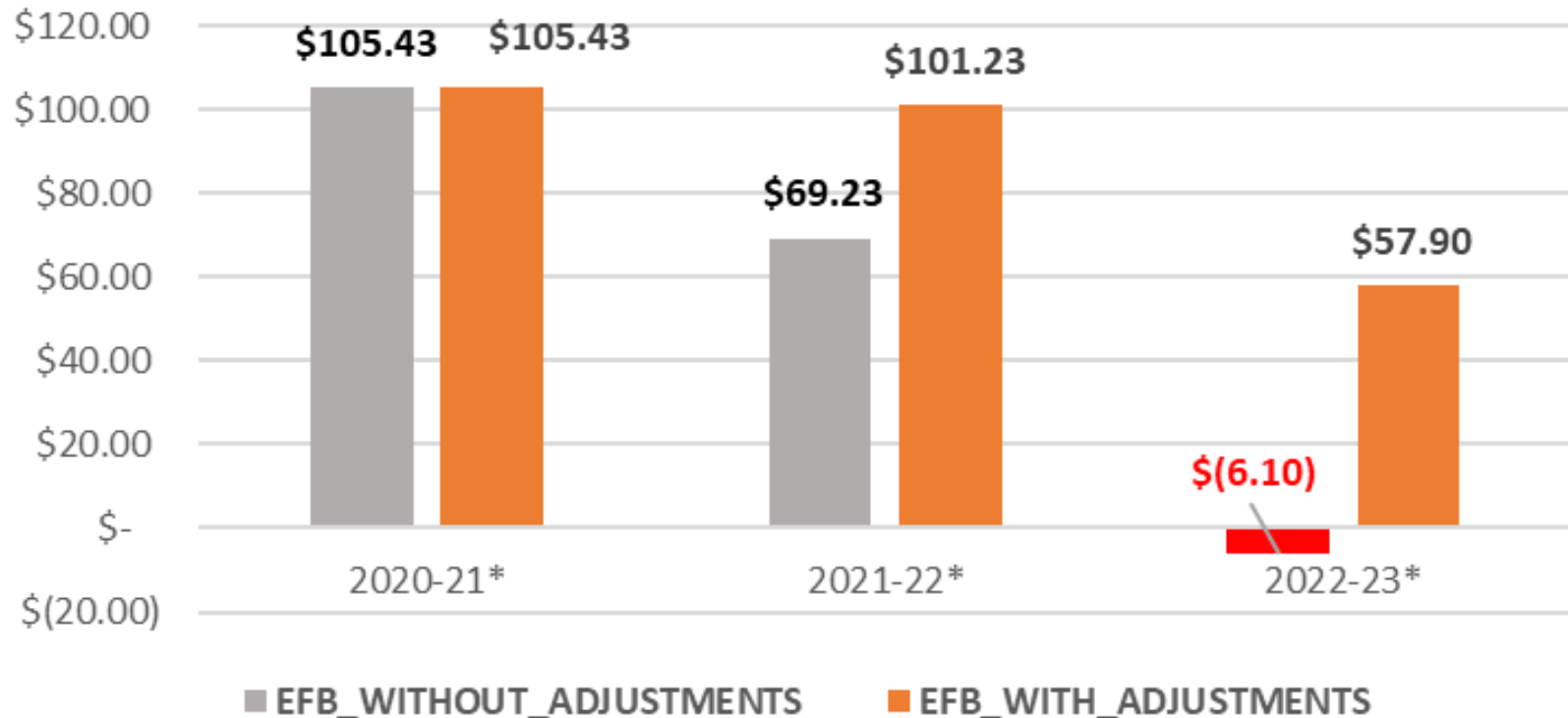


- Total Revenues
- Total Expenditures (including Transfers) Without Adjustments
- Total Adjusted Expenditures (including Transfers)

Fiscal Outlook

\$ in Millions

SAUSD Ending Fund Balances (With and Without Adjustments)



Questions?