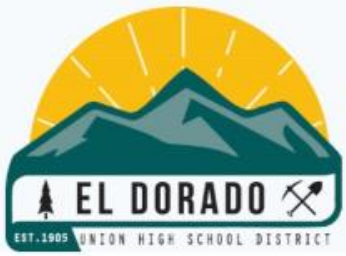




# Budget Advisory Committee Meeting

Thursday, April 23, 2020



# Welcome



# Overview of Agenda



# Budget Advisory Meeting Agenda

- ★ Discussion of Articles and the Economy
- ★ Review of Current Year Reductions
- ★ Budget Presentation: No COLA Projection
- ★ Calculating the Amount to Cut-Seeing through clouds
- ★ Dynamics of Balancing a Budget for 3 Years
- ★ Challenges: Technology, Medical Costs
- ★ Prioritizing Areas to Reduce-Review and Discuss
- ★ Google Form Activity:  
    **Green-Protect. Yellow-Consider. Red-Utilize for Savings** (Due 4/24/2020 @ 3:00 P.M.)
- ★ Budget Stabilization Activity 4/28/2020 (Due 4/29/2020 @ 3:00 P.M.)
- ★ May 12, 2020 Board Meeting action



# Roll Call



Menu

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Politics

# California Faces Budget Shortfall That Could Top \$35 Billion



UCLA Anderson Forecast Updates Views, Given Economy's Rapid Rate of Decline



# Garcetti: L.A. is 'under attack' and will need to furlough thousands of city workers



In his annual State of the City address, Mayor Eric Garcetti announced plans for furloughs of thousands of city workers.

By DAVID ZAHNISER, DAKOTA SMITH, EMILY ALPERT REYES

APRIL 19, 2020 | 5:39 PM UPDATED APRIL 19, 2020 | 9:21 PM

## CORONAVIRUS >

The spread of coronavirus in California began far earlier than first reported

Orange County keeps beaches open, but tells outsiders to stay away during heat wave

Animals, pets feel pandemic effects

The most important news, advice and distractions for today (free)

Coronavirus live updates: Newsom sued over aid plan for California immigrants who lack legal status

## Cases statewide >>

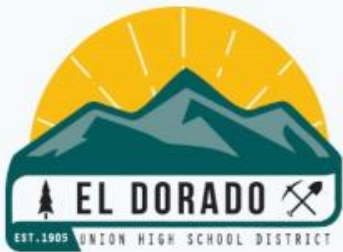
**39,009**  
confirmed

**1,512**  
deaths





# Review of Current Year Reductions



### Current Fiscal Year Reductions: 2019-2020 Budget

Reduce Maintenance & Operations Budget	\$250K
Reduction in Classified Substitutes--after 3 days of absence	\$55K
Weekend custodial costs	\$20K
Reduce site allocations 5%	\$50K
Custodial: Eliminate 1.0 FTE through a vacancy	\$60K
Athletic stipends without sports-reduce allocation	\$20K
Document scanning reduction	\$40k
Reduction in Mailing/printing/report cards and notifications	\$50k
Facility rent increases	\$10k
Semester reductions in sections:	\$80K
Mental Health Services-savings	\$65K
<b>Total Current Fiscal Year Reductions:</b>	<b>\$700K</b>



# Budget Presentation

# No COLA Projection



# Ending Fund Balances

## Combined Unrestricted/Restricted

Description	2015/16 Audited Actuals	2016/17 Audited Actuals	2017/18 Audited Actuals	2018/19 Audited Actuals	2019/20 2nd Interim	2020/21 Projection	2021/22 Projection	2022/23 Projection
<b>REVENUES AND OTHER FINANCING SOURCES</b>								
Total Revenue	\$71,050,866	\$70,899,585	\$72,496,933	\$79,040,191	\$78,216,136	\$77,347,958	\$78,010,107	\$77,932,592
<b>EXPENDITURES AND OTHER FINANCING USES</b>								
Total Expenditures	\$69,412,758	\$73,106,773	\$75,384,913	\$80,512,970	\$79,919,539	\$78,914,009	\$80,243,869	\$81,340,450
<b>NET INCREASE (DECREASE) IN FUND BALANCE</b>	<b>\$1,638,108</b>	<b>(\$2,207,188)</b>	<b>(\$2,887,980)</b>	<b>(\$1,472,779)</b>	<b>(\$1,703,403)</b>	<b>(\$1,566,051)</b>	<b>(\$2,233,762)</b>	<b>(\$3,407,858)</b>
<b>FUND BALANCE</b>								
Net Beginning Fund Balance	\$10,601,893	\$12,240,001	\$10,032,812	\$7,144,832	\$5,672,053	\$3,968,650	\$2,402,599	\$168,837
Ending Fund Balance	\$12,240,001	\$10,032,812	\$7,144,832	\$5,672,053	\$3,968,650	\$2,402,599	\$168,837	(\$3,239,021)
Components of Ending Fund Balance:								
Fund Balance Reserves/Unspendable	\$653,737	\$672,621	\$486,376	\$531,609	\$520,647	\$520,647	\$520,647	\$520,647
Restricted	\$2,312,487	\$1,825,612	\$1,280,392	\$699,745	\$154,458	\$77,229	\$0	\$0
<b>Reserve for Economic Uncertainties</b>	<b>\$2,082,500</b>	<b>\$2,193,300</b>	<b>\$2,261,600</b>	<b>\$2,415,400</b>	<b>\$2,397,600</b>	<b>\$2,367,600</b>	<b>\$2,407,400</b>	<b>\$2,440,300</b>
Committed	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Assigned	\$1,054,986	\$979,910	\$1,015,539	\$623,400	\$40,000	\$0	\$0	\$0
<b>Unassigned/Unappropriated Balance</b>	<b>\$6,136,292</b>	<b>\$4,361,369</b>	<b>\$2,100,924</b>	<b>\$1,401,899</b>	<b>\$855,945</b>	<b>(\$562,777)</b>	<b>(\$2,759,210)</b>	<b>(\$6,199,968)</b>



# Calculating the Amount to Cut Seeing Through the Clouds



# Dynamics of Balancing a Budget for 3 Years



# Challenges: Technology, Medical Costs



# Prioritizing Areas to Reduce Review and Discuss





**Green-Protect**

**Yellow-Consider**

**Red-Utilize for Savings**

**Due Tomorrow by 3:00 P.M.**



## BAC Survey on Possible Cost Savings

Due to the national health emergency associated with COVID-19, the Governor and Legislature will be faced with a loss in State tax revenue. As a result, K-12 schools will receive less than anticipated funding. The El Dorado Union High School District has a minimal ending fund balance reserve. In order to prevent the District from potential insolvency, cost reductions must be introduced for the 2020-21 school year. Administration and the Board are seeking cost saving recommendations from the Budget Advisory Committee (BAC). The items listed on this survey were generated from the prior BAC meeting. It must be noted that special education services are determined by the IEP process. Administration cannot deny students with disabilities access to free appropriate public education (FAPE). In addition, reductions that require a change to the FA or CSEA Master contracts must be negotiated using the collective bargaining process. That stated, the BAC may recommend that the District examine how the District offers FAPE to students with disabilities or recommend that Administration propose a contract change through negotiations. With these understandings in mind, please complete the BAC survey.

Your email address ([rwhittenberg@eduhd.k12.ca.us](mailto:rwhittenberg@eduhd.k12.ca.us)) will be recorded when you submit this form. Not you? [Switch account](#)

Reduce one assistant principal position in the District by not replacing a current retirement (PHS). Assistant principals may be reassigned to ensure each school has sufficient supervision.

- Strongly recommend this action
- Willing to support this action
- Opposed to this action



# Budget Stabilization Activity (Next Step)

- ★ Amount to Reduce to Stabilize Our Budget
- ★ We Will Provide a List of What Each Item Saves
- ★ Each Person Will Individually Identify a Budget Stabilization Plan
- ★ Meet With Faculty Association & CSEA to Discuss
- ★ Present a Budget Stabilization Plan for Wednesday, May 6, BAC



**Next BAC May 6**

**May 12, 2020**

**Board Meeting Action**



# ADJOURNMENT