



# Marysville Joint Unified School District 2020-21

# 45-DAY BUDGET REVISION

Presented August 11, 2020 to the MJUSD Board of Trustees



# Agenda

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- X Budget/LCAP Cycle
- X Significant Changes to Revenues
- X Estimated Increases to Expenditures
- X Cash Deferrals and Cash Flow





# 45 Day Budget Revision

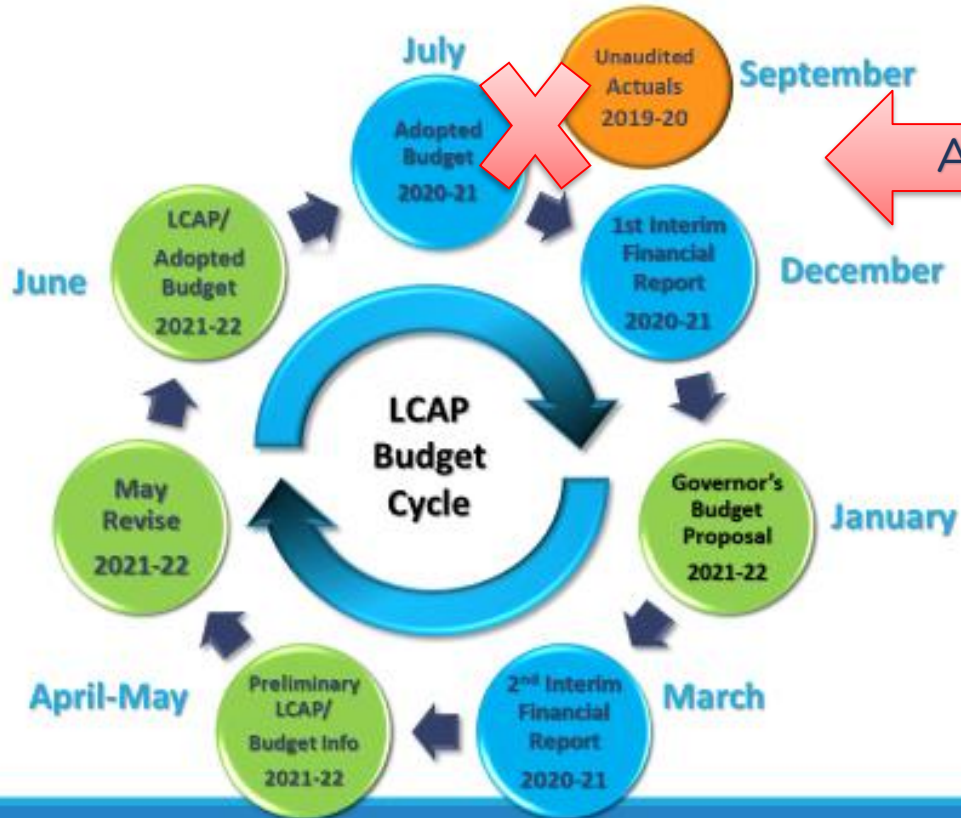
Often not needed when the May Revision closely aligns to the State Enacted Budget, but this year there are significant differences.

Education Code 42127(h)

# Where Are We In The Budget Cycle?



2019-20  
2020-21  
2021-22



# Significant Revenue Changes – General Fund



## Unrestricted

### **X Increase \$8.2 M in LCFF**

- Restores MJUSD to 2019-20 funding level which means Zero COLA for 2020-21

### **X Decrease \$4.7M CARES Act**

- Funds are restricted, not unrestricted, as originally stated at budget adoption

## Restricted

### **X Increase \$14.9M CARES Act & Learning Loss Mitigation Funds**

- \$10.3M to be spent by 12/30/20, and;
- \$4.6M to be spent by 9/30/22

**Coronavirus Aid, Relief, and Economic Security (CARES) Act**





# Significant Revenue Changes – Cafeteria Fund



If Student  
Meal  
Participation  
Declines

Contribution  
from  
General  
Fund to  
Cafeteria  
Fund  
Increases



Due to the anticipated decrease in student meal participation and the subsequent decrease in revenue, the **transfer from the General Fund to the Cafeteria Fund** will likely be more than the \$1.2M in the 2020-21 Adopted Budget. Additional amount to be determined.

# Estimated Cost Increases - Examples

Actual Costs to  
be determined



Personal Protective Equipment (PPE) such as disposable face masks, face shields, and disposable gloves

\$2,000,000



Technology – internet connectivity, online textbooks, distance learning instructional strategies and materials, Chromebook insurance, staff devices and student devices, additional staffing

\$3,000,000



Sanitizing - hand sanitizer in every room, disinfectant wipes, thermometers and temperature scanners, electrostatic sprayers, deep cleaning after active case(s)

\$2,000,000



Transportation - additional bus driver routes due to student social distancing requirements, additional fuel, additional maintenance for buses

\$1,000,000

# Estimated Cost Increases – Examples (continued)

Actual Costs to  
be determined



Additional Custodial staff



Professional Development



Additional Nutrition Services Costs



Bus aides to health screen students who ride the bus and to monitor social distancing

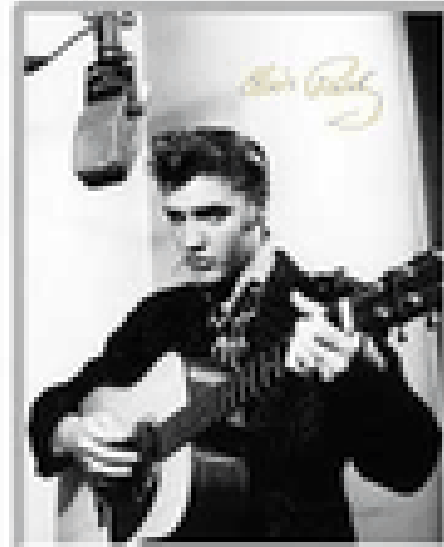


# What Are Cash Deferrals?

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Cash deferrals occur when the state does not have enough cash to pay school districts their monthly apportionment.

All school districts' annual apportionment is based on a percentage of state revenue and the number of days students attend class.



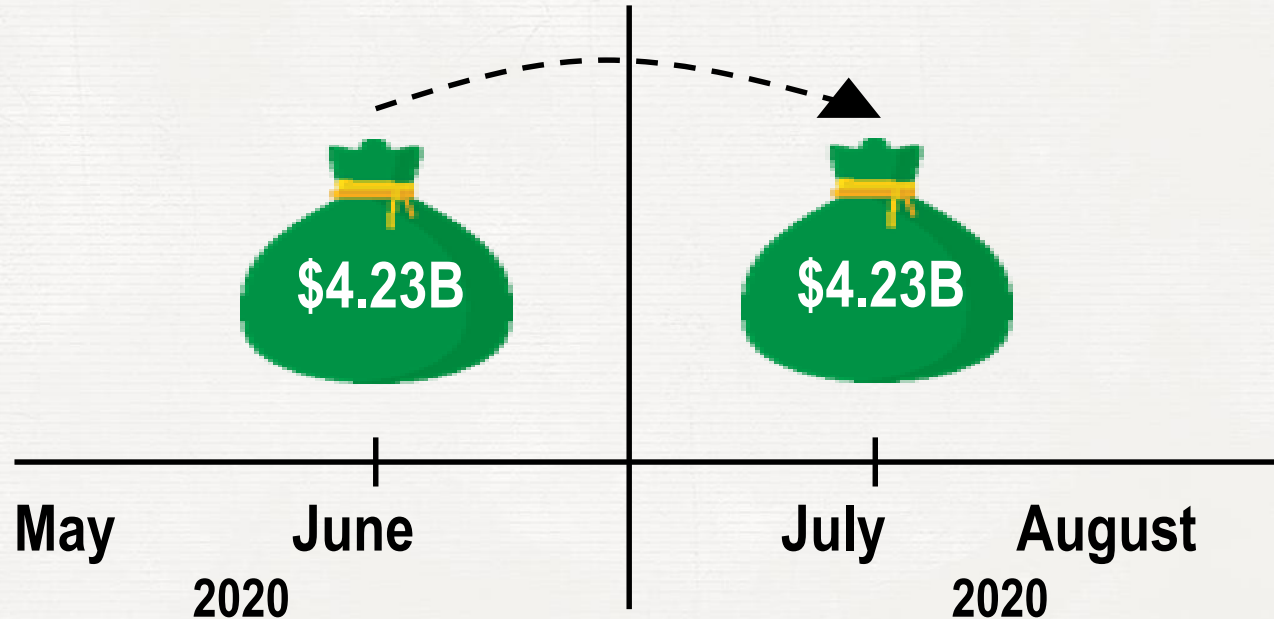
**CASH IS KING**

# Cash Flow



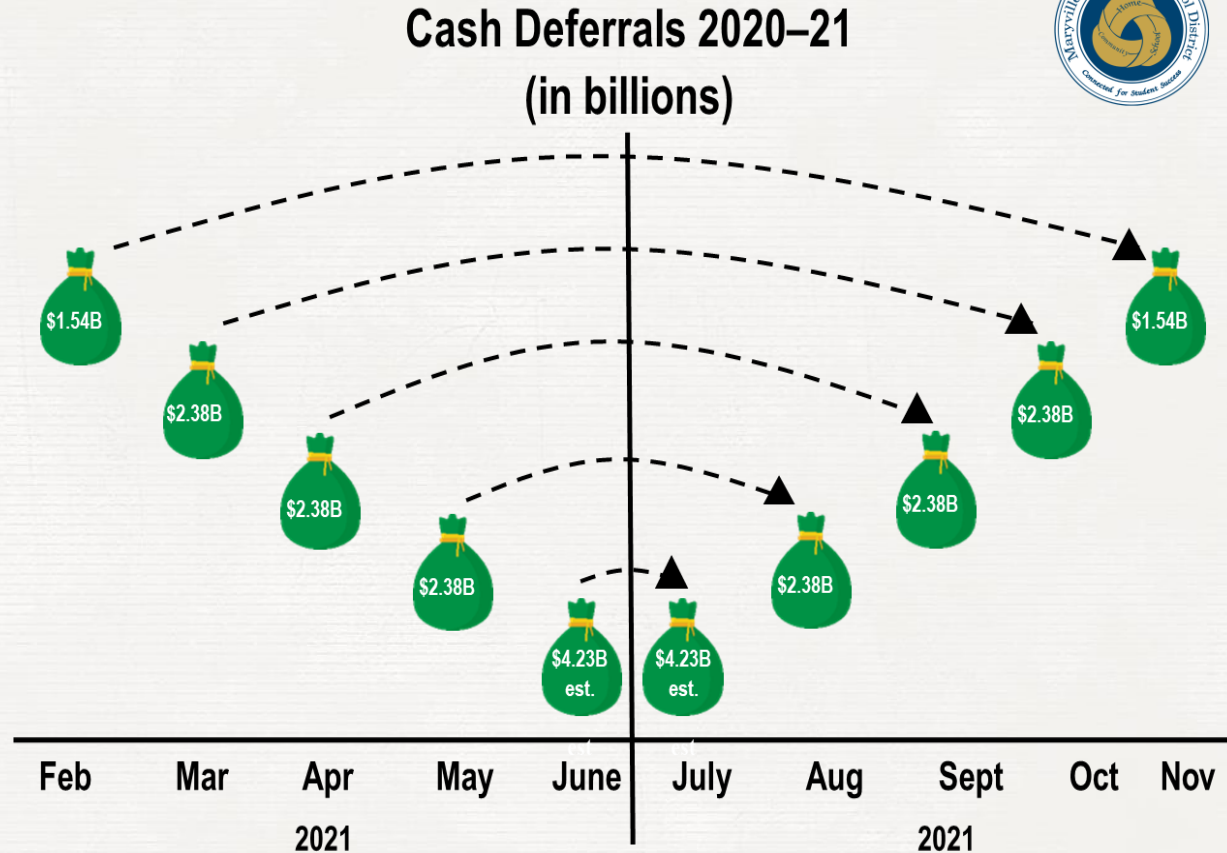
## Cash Deferrals 2019–20 (in billions)

- In 2019–20, the deferrals began with the June payment not being paid until the next fiscal year.
- June payment of \$9M was paid in July.



# Cash Flow

- Current year deferrals begin in February 2021
- **Total cash deferrals from current year to next year = \$26.4M**





# Cash Flow

- The MJUSD Board of Trustees have been prudent in their fiduciary responsibilities. MJUSD has a healthy cash flow which is good, because we're going to need it.
- 2018-19 Year-End General Fund Cash = \$38,127,282
- **Projected** 2019-20 Year-End GF Cash = \$26,570,000
- **Projected** 2020-21 Year-End GF Cash = \$22,610,000

**Projections will change as underlying assumptions change.**



# Thank you

**Any questions?**

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