



DATE: March 18, 2020
TO: Board of Education
FROM: Dr. Robert Leri, Superintendent Chief Learning Officer
SUBJECT: 2019 - 2020 Second Interim Report
PRESENTED BY: Todd Rivera, Executive Director of Business Services

ACTION REQUESTED:

Approve 2019 - 2020 Second Interim Report

BACKGROUND INFORMATION:

By March 15, 2020 the district must submit the second interim report of its current budget to the Placer County Office of Education. The Board will review changes to revenue, expense and estimated ending balances. As of this Second interim report, the projected Reserve for Economic Uncertainty as of June 30, 2020 will be \$6,680,289 million or 9.28% of total general fund expenditures. This is a decrease of approximately \$97,231 from the adopted budget. This is mainly due to increased expenditures in 2019 - 2020. The multi-year projection (Form MYP) for 2019 - 2020 documents that the District will be able to meet Board Policy #3100 and its financial obligations in all three years. However, the multi-year projection also shows that the District is deficit spending and does not meet its minimum reserve requirement of 10% as determined by Board Policy #3100. In order to curtail deficit spending and regain reserves to the 10% threshold, the District will need to make ongoing reductions in the amount of \$750,000 beginning in 2020 - 2021. This will balance the budget and result in net increases to unrestricted general fund starting in 2021 – 2022. The attached financial report and narrative include details of all expenditure and revenue changes that have occurred through January 31, 2020. This information along with estimated ending balances will be reviewed during the presentation on March 18, 2020.

RESOURCES REQUIRED: NA

PREPARED BY: Todd Rivera

Attachment: 2019 - 2020 Second Interim Report, 2019 - 2020 Second Interim Presentation