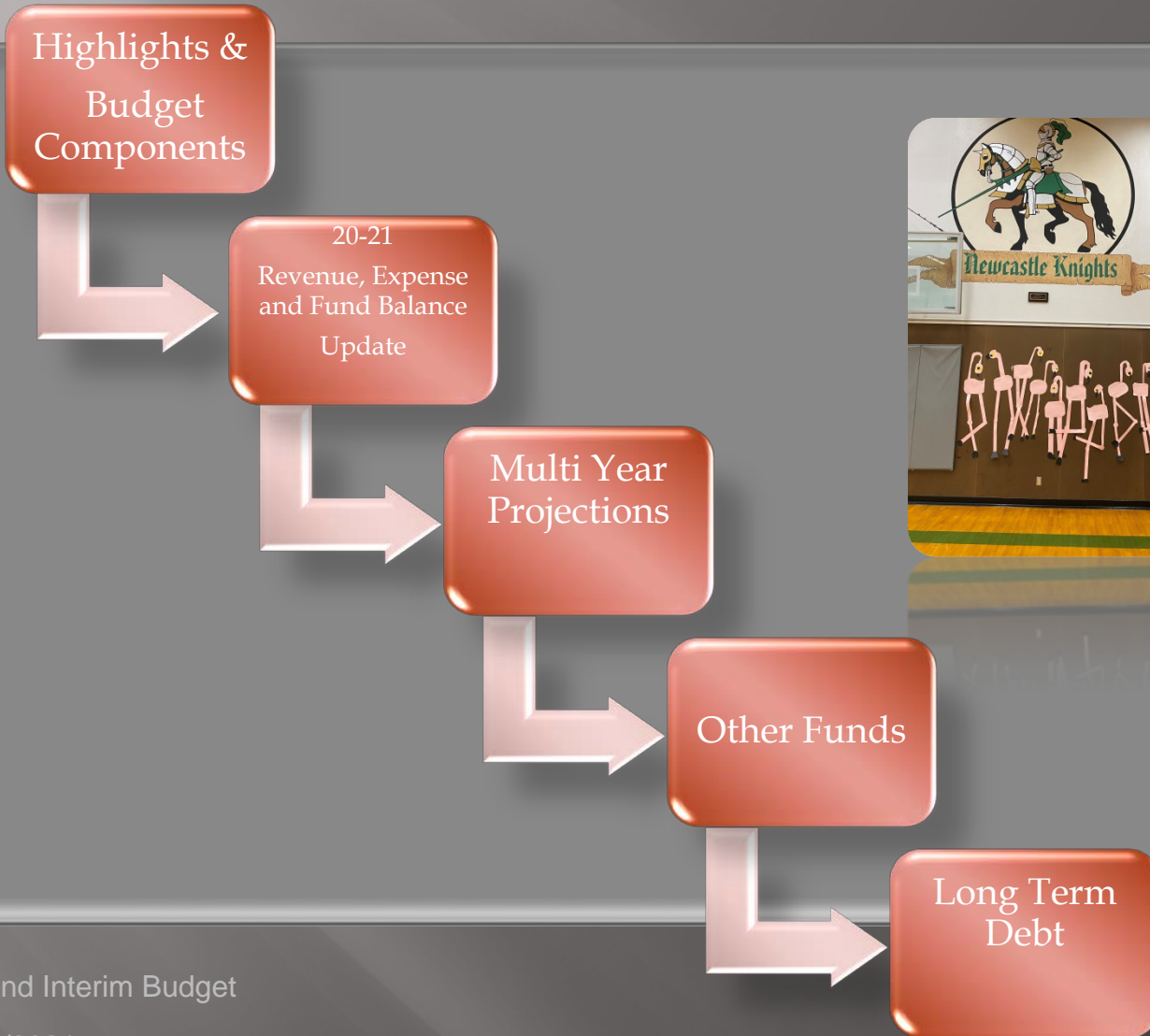


NEWCASTLE ELEMENTARY SCHOOL DISTRICT



2020/2021
SECOND INTERIM BUDGET
PRESENTED MARCH 10, 2021
REPORT ON EXPENSES AS OF 1/31/21

2020/2021 2nd Interim Journey



Highlights of 2020/2021 Second Interim

*Projected COLAs for 21-22 and 22-23

Deficit Spending

NESD Declining Enrollment

Increase to current year revenue and expenses

ADA = Average Daily Attendance

Budget Components and Assumptions

(Factors used to build budget revenue)



Estimated LCFF Funding

NES	9,156
NCS	8,454

Average \$8,805

Unduplicated Pupil Percentage (UPP)

	NES	NCS
2nd Interim	33.71%	16.73%

Lottery

Unrestricted (Salaries)	\$150
Restricted (Curriculum)	\$ 49

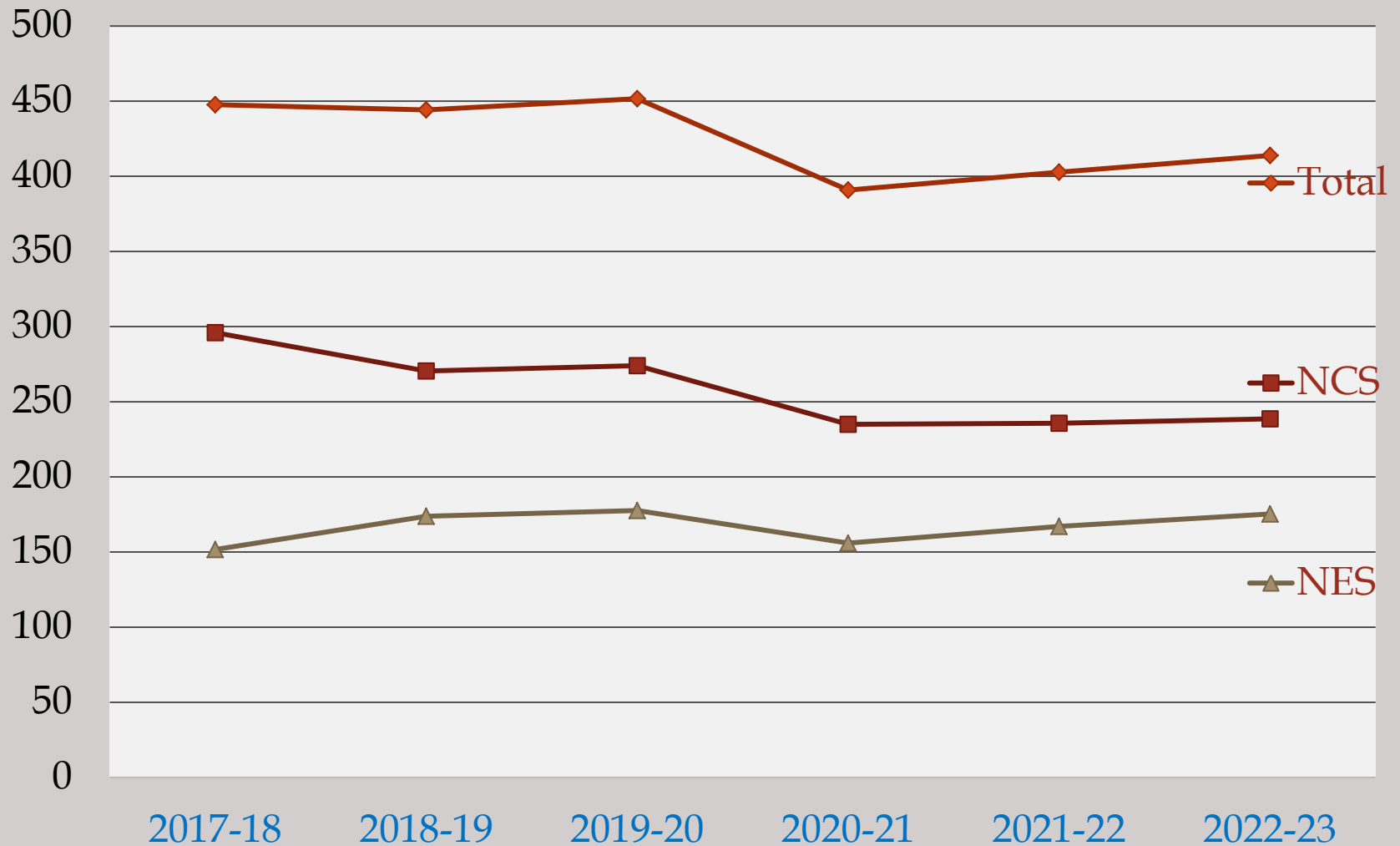
Mandated Costs Block Grant

NES	\$32.18	NCS	\$16.86
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ADA = Average Daily Attendance

LCFF = Local Control Funding Formula

Average Daily Attendance



2020/2021 Second Interim Budget

Newcastle Elementary School District



Education Protection Act (EPA) Funding

Fund	Beginning Balance	Budgeted Revenue	Budgeted Teacher Salary and Benefits	Ending Balance
Newcastle Elementary	\$0	\$327,016	\$327,016	\$0
Newcastle Charter School	\$0	\$518,888	\$518,888	\$0

EPA funding is a sub-group of the State Aid calculation process and stems from the passage of Prop 30 back in 2012. It is not add-on revenue, but instead is deducted from total State Aid due (less local property taxes) and assigned a separate resource (1400) for tracking purposes by the State. **This portion of State Aid, designated as EPA funding, is budgeted for certificated teacher salaries for all school sites and charter schools to stay in compliance with Prop 30 requirements.**

On November 8, 2016, the voters approved the California Children's Education and Health Care Protection Act (Proposition 55) that maintains increased personal income tax rates for taxpayers in high tax brackets through 2030. Proposition 55 did not extend the sales tax increase; therefore, the temporary sales tax increase expired at the end of calendar year 2016.

Newcastle Elementary and Charter School 2020/2021 Second Interim Revenue

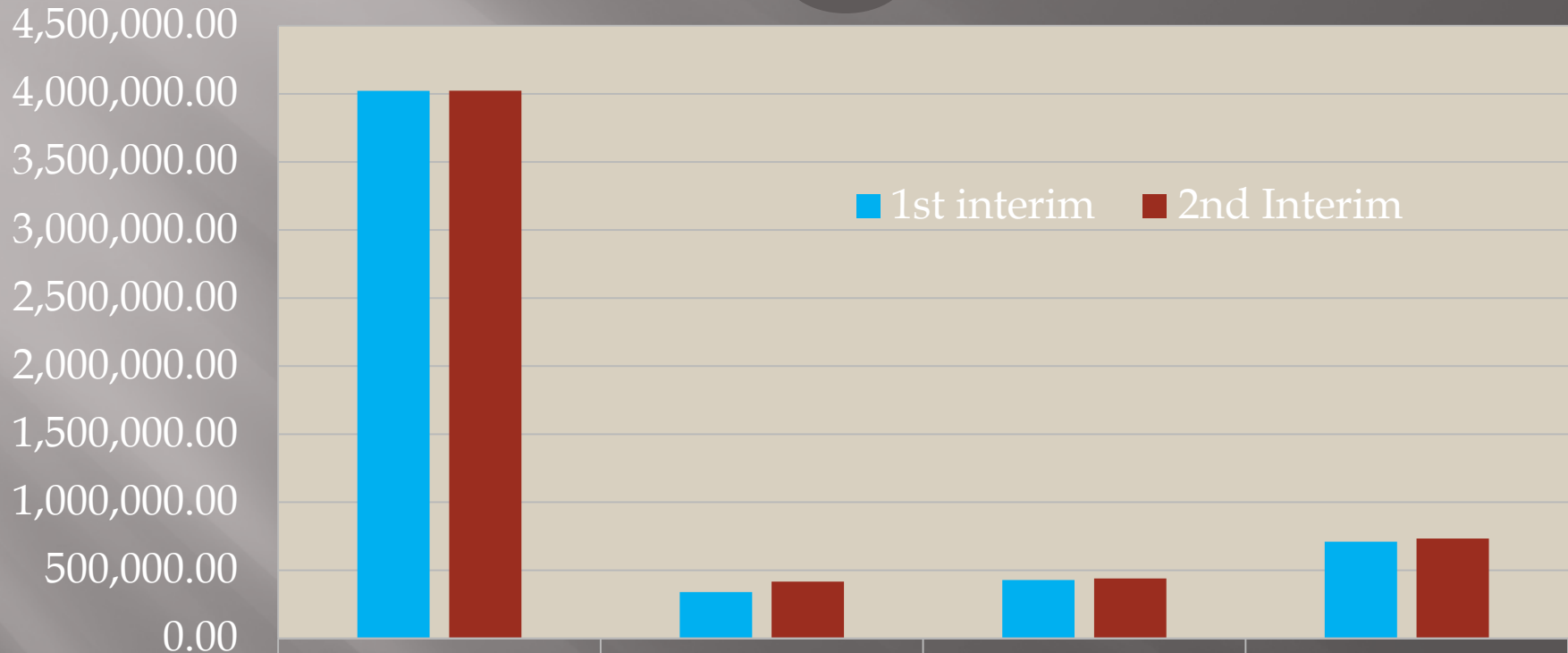
	NES	NCS	Total	Notes
General Purpose	1,714,149	2,309,362	4,023,511	State Aid EPA Property Taxes
Federal	332,534	84,357	416,891	Title 1 & II Fed SPED
State	255,395	185,185	440,580	Lottery Mandated Costs *STRS on Behalf State SPED
Local	727,525	6,000	733,525	Oversight Fees Billbacks SPED-Interest
Total	3,029,603	2,584,904	5,614,507	

SPED= Special Education

EPA = Education Protection Act

*Includes STRS on Behalf = 238,465

2020/2021 1st Interim vs. 2nd Interim Revenue



	LCFF Unrestricted	Federal	State	Local
1st interim	4,021,601.00	340,768.00	428,780.00	709,952.00
2nd Interim	4,023,511.00	416,891.00	440,580.00	733,525.00

Newcastle Elementary and Charter School
2020/2021 Second Interim
Revenue Variances

	Variance	Notes
LCFF	1,910	
Federal	76,123	ESSERII Funding
State	11,800	Prior Year Adjustment to Lottery Revenue
Local	23,573	SIG- Workman's Comp Dividend- Safety Credit Funds
Total Increase to Revenue	113,406	

Newcastle Elementary and Charter School 2020/2021 Second Interim Expenses

	NES	NCS	Total	Notes
Certificated Salaries	1,457,588	1,142,972	2,600,560	Salary and Benefits are 78% of all expenses
Classified Salaries	776,085	274,095	1,050,180	
Benefits	863,896	538,816	*1,402,712	
Books & Supplies	169,737	119,478	289,215	
Other Operating Services	465,891	340,160	806,051	Outside services and utilities
Other Outgo/ Capitol Outlay	134,092	118,858	252,950	Long term debt
Trans Out	54,000		54,000	Trans to Food Service and Deferred Maintenance
Total Expenses	3,921,289	2,534,379	6,455,668	

Newcastle Elementary and Charter School 2020/2021 1st Interim vs. 2nd Interim Expenses



Variances in Expenses

From 1st Interim to 2nd Interim

Certificated Salaries	1,771	Extra Cert time was reallocated from unrestricted funds
Classified Salaries	17,118	Add'l Custodial and Supervision time
Benefits	10,804	In relation to position changes
Books and Supplies	(72)	
Services & Operating Exp	15,692	Advertising, PD, HVAC Repair
Capital Outlay	0	No Change
Other Outgo	4,937	Special Education Transfer
Transfer Out	4,000	Budgeted Contribution To Food Service
Total Increase to Expenses	54,250	

COVID 19 - Budget

Learning Loss Mitigation Funds

▣ Staff extra time and reclassification
~Salaries and benefits

87,638

▣ Safety supplies and equipment
~Chromebooks, filters, desk and lunch table partitions, desks, cleaning supplies, masks, recess equipment, curriculum

152,443

▣ Services
~Sink rentals, PD, HVAC Service

38,885

Total 2nd Interim 278,966

COVID 19 - Budget

Learning Loss Mitigation Funds

2 nd Interim	268,966
1 st Interim	222,708

Cohort C Support
Extra Custodial
Extra Supervision
Additional supplies
and equipment

46,258 Increase over
1st Interim

Second Interim Budget Estimated Ending Fund Balance

	NES	NCS	Total
Revenue and TF In	3,075,153	2,584,904	5,660,057
Expenses and TF Out	3,921,289	2,579,929	6,501,218
Excess/ (Deficit)	(846,136)	4,975	(841,161)
Beginning Fund Balance	3,835,131	304,252	4,139,383
Ending Fund Balance	2,988,995	309,227	3,298,222

TF= Transfer

2020/2021 Ending Fund Balance (EFB) Allocation

*REU = 15% of NES & NCS's
Expenses 6,401,668

960,250

(320,083+ 640,167)

REU=Reserve for Economic Uncertainty

	NES	NCS
REU 5%	320,083	
REU Add 10% NES and NCS	640,167	
Restricted	117,617	25,974
Committed	182,842	
Chrome Book Ins	4,134	
PTC Donation	65,000	
Wellness Fund	38	
Library Funds	5,888	
Stem Donations	325	
Music Donations	8,317	
Reserve for Classroom Tech	45,000	
Text Book Adoption- Increased	85,000	
Revolving Cash	700	
Cert Salaries –Lottery	0	
Towards Future Deficits	1,513,884	283,253
Total	2,988,995	309,227

**Total EFB
3,298,222**

Multi -Year Projections

Budget is an art – Accounting is a science



The following projections are based on current enrollment numbers and would change as more information is received.

It is our best estimate at this time and will evolve as the year goes on.

Multi-Year Assumptions

LCFF Funding COLA 3.84% 2021-22 2.98% 2022-23

2021-22 ADA is **413.37** 2022-23 ADA is **413.97**

**21-22 Reduction of 3.0 FTE Certificated and .475 FTE Classified
(Only required if enrollment does not increase)**

Certificated Step and Column is 1.23%

Classified Step and Column is 3.32%

2021-2022	STRS 16.00%	PERS 22.84%
2022-2023	STRS 18.10%	PERS 25.50%

COVID revenue and expenses are removed in 21-22 and 22-23

~~**Additional \$500,000 is cut from 2021-22**~~

Multi-Year Projection Summary

Newcastle Elementary and Charter Schools

Unrestricted/Restricted

Description	2020/2021 ADA 458.99	2021/2022 ADA 413.37	2022/2023 ADA 413.39
Revenue with Trans In	5,614,507	5,174,300	*5,325,153
Expenses with Trans Out	6,455,668	5,850,003	6,000,183
Net Inc/Decrease To Fund Balance	(841,161)	(675,703)	(675,030)
Beginning Fund Balance	4,139,383	3,298,222	2,622,519
Ending Fund Balance	3,298,222	2,622,519	1,947,489



Other FUNds

O
T
H
E
R

F
U
N
D
S

2020/2021	Beginning Fund Balance	Est. Net Change	Ending Fund Balance
Food Service	26,122	(25,539)	583
Free lunches for all students until the last day of school		\$4,000 contribution from general fund (NES) is budgeted	

Deferred Maintenance	322,628	(10,132)	312,496
<u>Deferred Maintenance To Date</u>		Gas Leak Repair	2,600
		Blinds	1,270
Planter Bark	3,100	Fire Alarm Conduit	3,200
Tree Service	3,254	MOT Bard A/C Unit	14,442
Building #305 Gutters	6,100	HVAC Repair	1,300

OTHER FUNDS

2020/2021	Beginning Fund Balance	Est. Net Change	Ending Fund Balance
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Capital Facilities	24,645	29,888	54,533
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Developer Fees to be used to prevent overcrowding of classrooms	Consulting with Technology and Facilities for future needs
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Capital Outlay	523,421	2,550	525,971
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Expenses	Final Consulting Fees 850 Freezer for Kitchen 5,850
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NESD LONG-TERM DEBT

	Balance Principal As of 7/1/20	Balance Interest As of 7/1/20	Duration/Interest Rate
Placer County Treasury Loan	2,799,690	1,206,526	Last Payment 9/30/46 2.8% Interest
SWS Loan – Facility Repairs	386,162	85,048	Last Payment 10/2029 4.15 % Interest
Capital Public Finance Prop 39 Supplement	665,208	164,718	Last Payment 4/2033 3.15%
Total	3,851,060	1,456,292	5,307,352

**Other Post
Employment Benefits
(OPEB)**

Potential L/T Expense

180,500

2020/2021 Payment

14,250

Committed in Fund

**Balance
182,842**

MULTI-YEAR DISTRICT LONG TERM DEBT PAYMENTS

	2020/2021	2021/2022	2022/2023
Placer County Treasury Kentucky Greens Property	148,471	148,471	148,471
SWS Loan Facility Repairs	49,627	49,627	49,628
Capital One Finance Prop 39 Supplement Loan	49,915	51,911	53,998
OPEB Other Post Employment Benefits	14,250	14,250	9,500
Total	262,263	264,259	261,597

Fiscal Feel Goods

Advertising will begin in local papers to promote NESD!



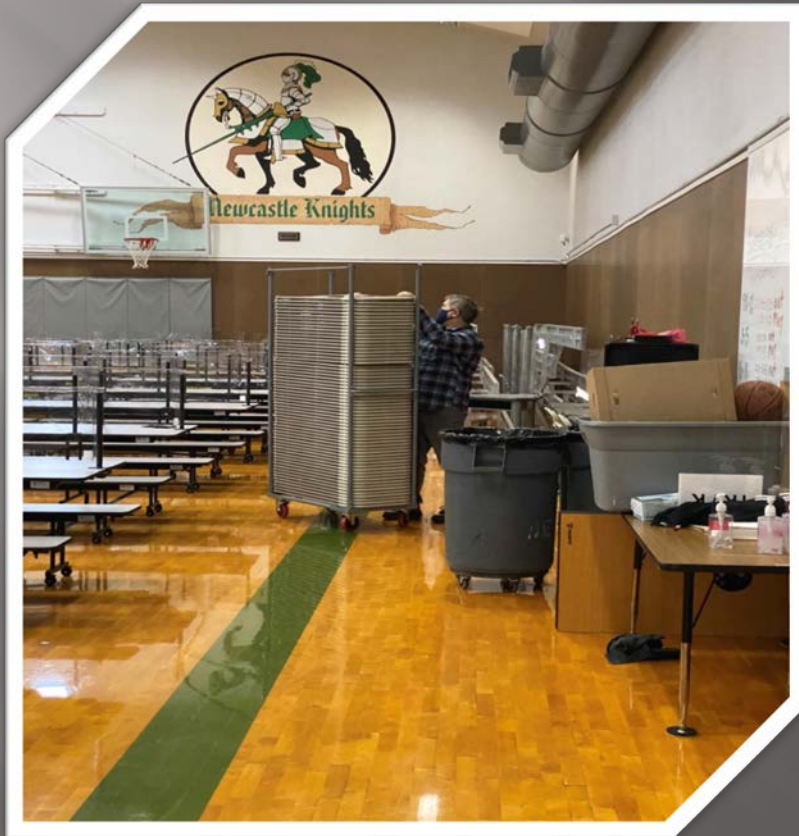
Students are back on campus!

Enrollment is increasing for 2021-2022



THE END

Any Questions?



**THANK
YOU**