Yolo County Office of Education
Garth Lewis, Superintendent
2019-2020 Annual Budget

Public Hearing Budget Session
June 11, 2019

Proposed Budget Adoption
June 25, 2019

Presented by Debra Hindsy
Director, Internal Business Services

Overview of Annual Budget Process

- Mission and Goals
- Budget Timelines
- Governor’s State Budget
- Assumptions
- Summary of All Funds
Mission and Goals:

- The annual budget reflects our mission and goals
- Yolo County Office of Education Mission:
The Yolo County Office of Education will be a countywide and regional leader to support and advocate for equity and access to high-quality educational programs
- Yolo County Office of Education Goals:
The Yolo County Office of Education will provide excellent education programs for all students served by YCDE, be excellent stewards of resources, serve as a resource and partner to school districts

YCOE Budget Timelines

- Governor's Budget
  - January Proposal, May Review, June Adoption
- Development of Program Budgets (Nov-May)
- Local Control Accountability Plan (LCAP) Development (Jan-May)
- Legally required to hold LCAP and Budget public hearings
- Legally required to adopt LCAP and Budget prior to July 1

ANNUAL BUDGET PROCESS

[Diagram showing the annual budget process with key dates and steps]
**Governor's Budget – May Revise**

**Major assumptions impacting YCOE:**
- $2 billion in Prop 98 funding dedicated to the statutory COLA at 3.26%, a slight decrease from the 3.46% estimated in January
- Contributions to rainy day fund
- $3.15 billion non-prop 98 funds toward debt payments to CalSTRS liability
- Reduction in CalSTRS rates; 2019-20 rate from 18.33% to 16.7% and 2020-21 rate from 19.3% to 18.1%
- Discretionary Funds – no proposed one time funding

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**LCFF Entitlement Factors**

**2019-2020 Budget Assumptions cont’d**

- COLA 3.26% for Local Control Funding Formula (LCFF), Foster Youth & Special Education
- Federal Revenues held at prior year levels
- Lottery – unrestricted @ $151/ADA
  restricted @ $53/ADA
- Salaries – Step & column approx. 2.5%
- H&W benefits based on bargaining unit negotiated cap
- Deferred Maintenance contribution $175,000
STRS/PERS Projected Increases

CalSTRS Projected Rates per May Release

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<tbody>
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<td>Employee</td>
<td>11.0%</td>
<td>11.5%</td>
<td>11.6%</td>
<td>11.6%</td>
<td>11.8%</td>
<td>12.1%</td>
<td>12.3%</td>
<td>12.6%</td>
<td>12.8%</td>
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</table>
| STRS rates have increased 4.99% in 5 years

CalPERS Projected Rates per May Release

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<td>5.4%</td>
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| PERS rates have increased 11.83% in 5 years

YOLO COUNTY OFFICE OF EDUCATION
2019-2020 Proposed Budget

Total Revenue $25,239,969

- Local Revenues: $2,837,741
- State Revenues: $3,084,485
- Federal Revenues: $4,226,427
- LCFF Revenue/Local Revenues: $11,489,781

See Page 367 Budget Summary
See Page 371 Financial Report

REVENUE COMPARISON BY SOURCE
2019-2020 Multi-Year Projection General Fund Balance

Estimated Ending Bal. 2018-2019 $10,910,748
Est. 2019-2020 deficit spending $(1,199,136)
Est. 2020-2021 deficit spending $(619,921)
Est. 2021-2022 deficit spending $(888,473)

YCOE programs are expected to address all deficit spending to balance the budget.

See Page 258 Financial Report
## MULTY YEAR BUDGET PROJECTIONS

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<thead>
<tr>
<th>DESCRIPTION</th>
<th>CURRENT BUDGET</th>
<th>2020-2021 BUDGET</th>
<th>2021-2022 BUDGET</th>
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<td>$5,766,234</td>
<td>$6,304,954</td>
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<td>Operations</td>
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<td>$3,530,000</td>
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<td>Capital Projects</td>
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<td>Facilities</td>
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<td>Debt Service</td>
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<td>TOTAL EXPENDITURES</td>
<td>$13,907,514</td>
<td>$16,896,234</td>
<td>$19,244,954</td>
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## 2019-2020 BUDGET RECAP

Managing the Future:
- STRS/PERS Increases – employer and employee
- Addressing minimum wage increases
  - January 2019 $12.00
  - January 2021 $14.00
  - January 2022 $15.00
- Addressing facilities needs
- MYPs - deficit spending
- Continue to offer quality programs and support without compromising fiscal solvency

![Images of people and activities related to the budget discussions.]