

## I. OVERVIEW/HISTORY:

On October 1, 2020, the Sacramento City Unified School District's ("District") Board approved the 2020-21 revised adopted budget which was disapproved by the Sacramento County Office of Education (SCOE) in a letter dated October 28, 2020. SCOE disapproved the District's 2020 revised adopted budget due to the on

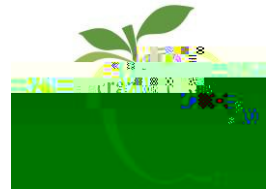
# Board of Education Executive Summary

Business Services



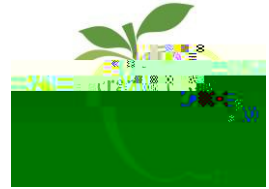
Board of Education Executive





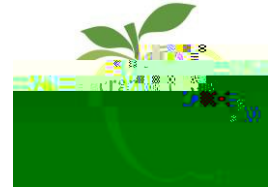
# Board of Education Executive Summary

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## Business Services



The summary below reflects countless hours of staff collaboration identifying possible reductions to the budget. While none of these items are desired, there is recognition that difficult decisions must be made.

| Item  | Potential Cost Savings |
|---|------------------------|
| APs, Social Workers, Counselors Over Re (A) | 1,749,000              |
| Central Depts - PD, Staff, Supplies         | 2,253,000              |
| Programs/Sites Staff Over Formula           | 9,633,000              |
| Dual Immersion, UGF portion                 | 25,000                 |
| Staff Recommendations                       | 13,660,000             |
| Special Programs - To Discuss (B)           | 4,941,000              |
| List of Potential Reductions                | 18,601,000             |

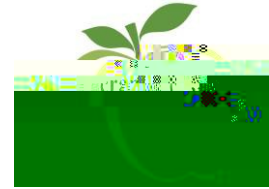
(A) Note that counselors and librarian staffing ratios are included in the SCTA CBA. CBA prevents the reduction of 57.1 FTE in this area, or \$7.5M

(B) Staff does not recommend, but possible:

The components of these summary items will be presented at the board meeting.

# Board of Education Executive Summary

## Business Services



| Fiscal Recovery Plan Scenario #1 \$51M On-Going to Eliminate Deficit Spending |   |                      |                      |                      |
|---|---|----------------------|----------------------|----------------------|
|   | 2020-21<br>Revised<br>Adopted<br>Budget | 2021-22<br>Projected | 2022-23<br>Projected | 2023-24<br>Potential |
| Deficit Spending as of Revised Adopted Budget (from above)                    | (26,404,000)                            | (34,023,000)         | (50,962,000)         | (60,000,000)         |
| Revised Deficit Reduction Target  | (26,404,000)                            | (34,023,000)         | (50,962,000)         | (60,000,000)         |
| On-going budget reductions 2020-21  |   | 51,000,000           | 51,000,000           | 51,000,000           |
| On-going budget reductions 2021-22  |   |                      | -                    | -                    |
| On-going budget reductions 2022-23  |   |                      | -                    | -                    |
| Cummulative On-Going Budget Reductions  | -                                       | 51,000,000           | 51,000,000           | 51,000,000           |
| Revised Surplus/(Deficit)   | (26,404,000)                            | 16,977,000           | 38,000               | (9,000,000)          |
| Net Available Fund Balance after 2% REU                                       | 53,471,074                              | 71,962,074           | 72,000,074           | 63,000,074           |

The tables below show the impact of implementing budget solutions effective July 1, 2021.

Scenario #2 \$15 million in ongoing reductions reflects most of the non-negotiable items but the District will

need to identify an additional \$36 million in ongoing reductions to eliminate the projected deficit.

Board of





