

A stylized, light blue tree graphic is positioned in the background on the right side of the slide. It has a thick trunk and several branches with oval-shaped leaves.

Fiscal Committee Meeting

El Dorado Charter SELPA

June 9, 2020

Bob Steponovich

SELPA Business Services Director





SELPA Governance

- Each charter (unique CDS code) = one vote
- Two Council meetings per year – Fall/Spring
- Recommendations for Council vetted with Executive Committee
- Two Fiscal Committee meetings each year – Following CEO Council
- Review of CEO Council meeting & general updates



Today's Agenda

1. State Budget & State/Federal Funding
2. Mental Health Funding (ERMHS)
3. SELPA Pool Updates
4. CEO Council Action Items (5-21-20 mtg)
5. General Updates

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State Budget State/Federal Funding



2020-21 State Budget

- The Governor's May Revision:
 - No COLA for 2020-21
 - Statewide Target Rate increase from \$557/ADA to \$645/ADA
 - 3-year rolling average ADA
 - SpEd funding deferrals, including the deferral of June 2019 revenue to July 2020
 - Unclear as to SpEd Proration
- Based on the May Revision, we have updated our scenarios on our website to include the following:
 - \$645/ADA-- adjusted State Target Rate of \$645 with no COLA and no proration
 - \$619/ADA--adjusted State Target Rate of \$645 with no COLA, prorated at 96%.



State

2019-20 Estimate
\$543

2019-20 Final
\$538

2019-20
P-2 ADA

Less Admin Fee &
Set-Aside (1st year)

2020-21 Projection
\$645 - \$619

18-19, 19-20, 20-21
Avg ADA

Federal

2019-20 Estimate
\$125

2019-20 Final
\$133.09

2018-19
Enrollment

Less Admin Fee

2020-21 Projection
\$125

2019-20
Enrollment



Budgeting Support

Special Education Base Funding (AB 602)

State apportionment and Federal grant revenues are passed through by the SELPA to our partners throughout the year. The tabs below provide access to cash flow, budgeting, forecasting and federal grant reporting details

Revenue Projections

Budgeting Resources

Federal Reporting

Special education budgeting is an important component of a charter school's overall school budget, particularly given the variability in expenditures the program can introduce from year to year. The resources here are offered to assist your program/business team navigate the budgeting process.

 [Budgeting Summary of Guidance Charter](#)

 [CSDC Budget Prep Webinar: COVID-19 Fallout](#)

 [Multi-Year What-If Tool](#)

 [Budgeting Best Practices Government Finance Officers Association \(GFOA\)](#)

 [Budgeting Best Practices GFOA \(paid publication\)](#)

 [Special Education Efficiency Tool FCMAT](#)

 [First Aid for Financial Crisis Resources GFOA](#)

What-If Variables

- Statewide Target Rate
- COLA
- SpEd funding deficit
- Enrollment growth
- ADA growth
- Rolling vs. CY ADA

Mental Health Funding

Educationally Related Mental Health Services (ERMHS)





2019-20 ERMHS FUNDING LEVELS

Level 2	Level 3 Site-Based	Level 3 NPS	Level 3 NPS-Residential
IEP Based ERMHS Services	Structured Therapeutic ERMHS Program	ERMHS in NPS	Room and Board for ERMHS Services
Any Eligibility	ED	ED	ED
80% of the lesser of: \$3300 per service or Budget Request	80% of ERMHS Allowed Cost	90% of ERMHS Allowed Cost	100% of Room & Board Costs



2019-20 Determination of Sufficiency

ERMHS Budget		A	B	C	D	E	F	G	H
		2017-18 Final	2018-19 Final	Pro-ration	2019-20 Projected (May 2020)	Pro-ration	2019-20 Projected (May 2020)	Pro-ration	2019-20 Projected (May 2020)
1	State	10,460,970	13,194,599		13,702,412		13,702,412		13,702,412
2	Federal	1,653,927	1,975,593		2,432,778		2,432,778		2,432,778
3	Total Revenue	\$ 12,114,897	\$ 15,170,192		\$ 16,135,190		\$ 16,135,190		\$ 16,135,190
4	Level 2	8,899,644	11,169,010	80%	10,892,596	90%	12,254,171	90%	12,254,171
5	Level 3 Site Based Therapeutic	424,503	706,503	80%	581,788	90%	654,511	90%	654,511
6	Level 3 NPS	1,199,433	1,628,401	90%	1,791,944	90%	1,791,944	95%	1,891,496
7	Level 3 Res/NPS	1,500,758	1,724,781	90%	394,428	90%	394,428	95%	416,341
8	Level 3 Residential			100%	1,314,773	100%	1,314,773	100%	1,314,773
9	SELPA Indirect	360,730	456,861		449,300		492,300		495,900
10	Total Expenditures	\$ 12,385,068	\$ 15,685,556		\$ 15,424,829		\$ 16,902,127		\$ 17,027,192
11	Revenue less Expenditures	\$ (270,171)	\$ (515,364)		\$ 710,361		\$ (766,937)		\$ (892,002)
12	Beginning Balance	\$ 2,777,322	\$ 2,507,151		\$ 1,991,787		\$ 1,991,787		\$ 1,991,787
13	Ending Balance	\$ 2,507,151	\$ 1,991,787		\$ 2,702,148		\$ 1,224,850		\$ 1,099,785
14	Reserve (% of Revenue)	20.69%	13.13%		16.75%		7.59%		6.82%

SELPA Pool Updates



Set-Aside Risk Pool

- Protects SELPA partners from unrecoverable funding
- One-time contribution from new charters
= \$5.00/CY ADA



Risk Pools Update

Set Aside Risk Pool		A	B	C
		2017-18 Final	2018-19 Final	2019-20 Projected
1	Contribution from New Charters	65,446	158,769	\$ 80,052
2	Total Revenue	\$ 65,446	\$ 158,769	\$ 80,052
3	Distressed Charters	46,539	-	\$ 536,378
4	Extraordinary Costs	-	22,000	\$ -
5	Total Expenditures	\$ 46,539	\$ 22,000	\$ 536,378
6	Income less Expenditures	\$ 18,907	\$ 136,769	\$ (456,326)
7	Beginning Balance	\$ 564,212	\$ 583,119	\$ 719,888
8	Ending Balance	\$ 583,119	\$ 719,888	\$ 263,562



Low Incidence

- Services & Materials
 - Hearing impairments (hard of hearing, deaf)
 - Vision impairments
 - Severe orthopedic impairments
 - Any combination thereof (e.g. deaf-blind)
- SELPA receives $\approx \$435 \times \text{PY LI pupil count}$
- \$600 minimum claim
- Claims must be submitted by May 1st
- Min reimbursement set @ start of year
- Max reimbursement established @ end of year based on claims
- 2019-20 Maximum = \$2,470



Risk Pools Update

Low Incidence Pool		A	B	C
		2017-18 Final	2018-19 Final	2019-20 Projected
1	Income	153,082	183,147	236,354
2	Total Revenue	\$ 156,082	\$ 191,767	\$ 236,354
3	Awards	92,144	207,014	284,582
4	Total Expenditures	\$ 114,446	\$ 207,014	\$ 284,582
5	Income less Expenditures	\$ 41,636	\$ (15,247)	\$ (48,228)
6	Beg Balance	\$ 21,839	\$ 63,475	\$ 48,228
7	Ending Balance	\$ 63,475	\$ 48,228	\$ -



Rate Smoothing Pool

- Created in response to state SpEd funding deficits
- Flow cash at a Charter Member Rate based on final deficit projection
- Pool Revenue = Deficit restoration dollars
- Pool Expenditures = Dollars used to provide a steady rate



Risk Pools Update

Rate Smoothing Pool		A	B	C
		2017-18 Final	2018-19 Final	2019-20 Projected
1	Total Revenue	30,697	2,470,754	2,760,792
2	Total Expenditures	310,118	177,123	5,741,626
3	Income less Expenditures	(279,421)	2,293,631	(2,980,834)
4	Beginning Balance	976,348	696,927	2,990,558
5	Ending Balance	696,927	2,990,558	9,724

CEO Council Action Items

- Adoption of 2020-21 Annual Service & Budget Plan
 - Annual requirement – Significant template changes
 - All Services to Students & Projected Revenues & Expenditures
 - 800 pages [link](#)
- Clean-up language in Allocation Plan
 - Re: Income Reallocation
 - Clarified Org Partners vs. JPAs
- Legal Risk Pool suspended





6-yr Avg Revenue* = \$157,539
6-yr Avg Claims = \$223,056

*Removing C2

Revenue

Legal Risk Pool		A	B	C	D	E	F
		2014-15 Final	2015-16 Final	2016-17 Final	2017-18 Final	2018-19 Final	2019-20 Projected
1	Transfer from Other Pools	298,275	146,354	222,405	111,371	262,579	
2	Forfeited State Funds	4,734	(30,406)	850,872	5,189	26,862	209,194
3	Cancelled PY Pending Awards	-	-	-	-	37,559	-
4	Total Revenue	\$ 300,583	\$ 115,948	\$ 1,073,277	\$ 116,560	\$ 327,000	\$ 209,194
5	Total Awards	79,976	44,121	85,544	363,841	384,019	450,000
6	Contribution to Other Pools	448,435	-	218,685	-	500,000	-
7	Total Expenditures	\$ 528,411	\$ 44,121	\$ 304,229	\$ 363,841	\$ 884,019	\$ 450,000
8	Income Less Expenditures	\$ (227,828)	\$ 71,827	\$ 769,048	\$ (247,281)	\$ (557,019)	\$ (240,806)
9	Beginning Balance	\$ 532,183	\$ 304,355	\$ 376,182	\$ 1,145,230	\$ 897,949	\$ 340,930
10	Ending Balance	\$ 304,355	\$ 376,182	\$ 1,145,230	\$ 897,949	\$ 340,930	\$ 100,124

General Updates



2019-20 SPECIAL EDUCATION REVENUES

STATE	OTHER STATE	FEDERAL	ERMHS
Resource 6500 Object 8792 <ul style="list-style-type: none">• \$538.00• 2019-2020 P-2 ADA• Less Admin & Set-Aside (new charters only)	Resource 6500 Object 8792 <ul style="list-style-type: none">• Low Incidence• Legal Risk Pool	• Resource 3310 Object 8181 <ul style="list-style-type: none">• \$133.09• 2018-19 CBEDS• Less Admin• Eligible Partners	Resource 6512 Object 8590 <ul style="list-style-type: none">• Level 2• State Resource 3327 Object 8182 <ul style="list-style-type: none">• Level 3





Mark Your Calendars

- Updated Cashflows (P-2) for 2019-20 & 2020-21

Posted 7/8/20

- June State Revenue Payments (2019-20)

TBD

- Final Expenditures Due (ERMHS & Federal)

Due 7/13/20

- July State Revenue Payments (2020-21)

TBD

- Final 2019-20 Revenues and Accruals

Posted 8/3/20

- Year End/MOE Template

Due 9/4/20

EL DORADO
CHARTERSELPA
Special Education Local Plan Area

2020-21 Fiscal Calendar

SELPA closed	
Meeting/Training	
SELPA Reports	
Partner Reports	

Partner Reports to SELPA:

- 7/13 Final 2019-20 Mental Health Expenditure Report Due
- 7/13 Final 2019-20 Federal Expenditure Reports Due

SELPA Reports to Partners:

- 7/8 Final 2019-20 State Checks
- 7/28 SpEd Business 101 Los Angeles
- 7/29 SpEd Business 101 San Diego
- 7/31 State Checks

July 2020						
Su	M	Tu	W	Th	F	Sa
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	31	

August 2020						
Su	M	Tu	W	Th	F	Sa
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

Partner Reports to SELPA:

- You're off the hook this month!

SELPA Reports to Partners:

- 8/4 SpEd Business 101 Sacramento
- 8/5 SpEd Business 101 Bay Area
- 8/3 Final Revenue and Accruals Posted to Website
- 8/3 Year End MOE Report Open in Fiscal Portal
- 8/14 Final 2019-20 Level 2 & 3 ERMHS Checks
- 8/31 State Checks

Partner Reports to SELPA:

- 9/4 Year End/MOE Report Due with Excess Cost and Subsequent Year Tracking

SELPA Reports to Partners:

- 9/10 SSES MH Service Count Preliminary #1
- 9/15 ERMHS Determination
- 9/30 Final 2019-20 Federal Checks (tentative)
- 9/30 State Checks

September 2020						
Su	M	Tu	W	Th	F	Sa
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30		

October 2020						
Su	M	Tu	W	Th	F	Sa
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31						

Partner Reports to SELPA:

- 10/9 Cash Advance Applications Due

SELPA Reports to Partners:

- 10/7 CEO Council Meeting
- 10/12 SSES MH Service Count Preliminary #2
- 10/20 Fiscal Committee Meeting (Webinar)
- 10/30 State Checks
- 10/30 Level 2 ERMHS Checks (up to 50%)

Partner Reports to SELPA:

- 11/2 Mental Health Plan Due
- 11/2 ERMHS Level 2 Site Based Budget Due
- 11/2 ERMHS Level 2 NPS/Residential Budget Requests for Continuing Placements Due

SELPA Reports to Partners:

- 11/10 SSES MH Service Count Preliminary #3
- 11/17 Local Contribution Posted to Website
- 11/20 State Checks

November 2020						
Su	M	Tu	W	Th	F	Sa
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30					

December 2020						
Su	M	Tu	W	Th	F	Sa
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

Partner Reports to SELPA:

- 12/18 FY Audit Reports Due

SELPA Reports to Partners:

- 12/10 SSES MH Service Count (FINAL)
- 12/18 State Checks

Partner Reports to SELPA:

- 1/15 ERMHS Level 2 Budget Requests Due
- 1/22 Mid-Year/Fed #1 Expenditure Report with Projected 2021-22 P-2 ADA Due

SELPA Reports to Partners:

- 1/29 Level 2 ERMHS Checks (up to 50%)
- 1/29 State Checks

January 2021						
Su	M	Tu	W	Th	F	Sa
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31						

February 2021						
Su	M	Tu	W	Th	F	Sa
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30			

Partner Reports to SELPA:

- You're off the hook this month!

SELPA Reports to Partners:

- 2/25 Symposium San Diego
- 2/28 ERMHS Determination (50%)
- 2/28 Level 2 ERMHS Checks (50%)

**P-2 Certification delays Feb State Checks to Mar 5

Partner Reports to SELPA:

- 3/19 MOE Pre-Test Due

SELPA Reports to Partners:

- 3/5 Feb State Checks
- 3/5 Fiscal/Cash Flow Updates Posted to Website
- 3/5 Admin Rate for 21-22 Included to Website
- 3/8 MOE Pre-Test Template
- 3/31 State Checks

March 2021						
Su	M	Tu	W	Th	F	Sa
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

April 2021						
Su	M	Tu	W	Th	F	Sa
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30

Partner Reports to SELPA:

- 4/21 Federal Expenditure Report #2 with updated 2021-22 Projected P-2 ADA due

SELPA Reports to Partners:

- 4/28 Year End Business Workshop (Webinar)
- 4/30 State Checks
- 4/30 Level 2 ERMHS (up to 75%) Checks
- 4/30 Federal Checks (tentative)

Partner Reports to SELPA:

- 5/3 Legal Risk Pool Requests due
- 5/3 Low Incidence Requests due

SELPA Reports to Partners:

- 5/1 ERMHS Determination
- 5/20 CEO Council Meeting
- 5/28 State Checks

May 2021						
Su	M	Tu	W	Th	F	Sa
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

June 2021						
Su	M	Tu	W	Th	F	Sa
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30

Partner Reports to SELPA:

- You're off the hook this month.

SELPA Reports to Partners:

- 6/3 Fiscal Committee Meeting (Webinar)
- 6/30 Federal Checks (tentative)

***P-2 Certification delays Jun State Checks to Jul 8 (est.)



Education/Connection Opportunities

- SpEd Business 101 Workshops
 - Basics of SELPA/Partner funding & reporting
 - TBA
- Program/Business Buzz Sessions (web)
 - 30-minute sessions
 - You own request and agenda
 - Email charterselpabusiness@edcoe.org to schedule.

Thank You!

Slide deck available on website