Unaudited Actuals – What Is It?

- Board approval required by law

- Represents cumulative financial activity for the fiscal year – snap shot as of June 30
  - Conformance with the State Accounting Manual
  - Subject to audit
  - Stabilization Reserve review

- Annual report filed with the State

- 2021-22 beginning fund balances updated
The 2020-21 Year in Review

“Life can only be understood backwards; but it must be lived forwards.”

Soren Kierkegaard
Enrollment is Trending Downward
Revenue Higher than Expected (EA to UA)

- Unrestricted revenue higher by 0.23 percent
  - Other State
  - Other Local Support
- Restricted revenue higher by 4.5 percent
  - Other State
  - Other Local Support
Revenue Higher than Expected (AB to UA)

- Unrestricted revenue higher by 5.8 percent
  - Property Tax
- Restricted revenue higher by 70.3 percent
  - All Categories

Unrestricted, Restricted, and Combined Revenue

- June Adoption
- Unaudited Actual

$ Millions

Unrestricted

Restricted

Total

Newport-Mesa Unified School District
Expense Lower than Expected (EA to UA)

- Unrestricted expense lower than expectation by 0.23%
- Restricted expense lower than expectation by 7.1%
Encroachment and Transfers Out Impact

- Transfers Out to support out-year program needs and capital intensive projects
- Support for restricted programs decreased

Other Financing Uses

- Transfers Out
- Encroachment
- Total

$ Millions

June Adoption, 1st Interim, 2nd Interim, Estimated Actual, Unaudited Actual
Ending Fund Balance Change

- Unrestricted Ending Fund Balance increased by $6.0M
- Restricted Ending Fund Balance is higher by $8.6M
District GF Reserves are Approaching Best Practice
The Majority of 2020-21 Expenditures Spent on Instruction and Pupil Services

- Instruction: 69%
- Pupil Services: 8%
- Ancillary Services: 1%
- General Admin: 7%
- Plant Services: 14%
- Other Outgo: 1%
- General Admin: 7%

Newport-Mesa Unified School District
Summary

- Unaudited Actuals prepared in accordance with School Accounting Manual
- Enrollment decline is continuing
- Intervention and Psychological Services are increasing
- Ending Fund Balance is approaching best practice
Unaudited Actuals Report Recommendation

Staff recommends approval of the 2020-21 Unaudited Actuals Report

Questions?