

2014-2015 Budget Update

October 14, 2014

2014-2015 Budget Update

- June 24 , 2014 LCAP and budget adoption
- **October 14 , 2014** **Budget update**
- December 9, 2014 1st Interim budget update
- March 10, 2015 2nd Interim budget update
- September 8, 2015 Unaudited Actuals

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Agenda

- Background
- Updated budget assumptions
- Updated 2014-15 budget report for General Fund
- Updated Multi-year projections

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Assumptions

Categories	Source	14/15	15/16	16/17	14/15	15/16	16/17
Adopted					Revised		
District Enrollment	CALPADS	9,484	9,484	9,484			
District Funded ADA-Actual/Projected	Projection	9,119	9,119	9,119			
ADA as a Percentage of Total Enrollment	Projection	96.15%	96.15%	96.15%			
Unduplicated EL/FRM Count	CALPADS	3,794	3,794	3,794	3,806	3,806	3,806
COLA	SSC	0.86%	2.12%	2.30%	0.85%	2.19%	2.14%
LCFF GAP Funding Percentage	SSC	28.05%	7.80%	8.40%	29.56%	7.90%	8.20%
State Teacher's Retirement System	COE Advisory	9.50%	11.10%	12.70%	8.88%	10.73%	12.58%
Public Employee Retirement System	COE Advisory	11.77%	12.60%	15.00%			
Salary Increases (On going)	Board Approved	1.75%	0.00%	0.00%			
CSEA 27 Job Study Adj. (On going)	Projection	\$ 118,750	\$ -	\$ -			
Additional Teacher FTE Contingency	Projection	5	5	5			
I-20 Foreign Students	Projection	30	20	20			
Bond Election (Only for 14-15)		\$ 300,000	\$ -	\$ -			
Affordable Care Act (On going)		\$ 300,000	\$ -	\$ -			
Beginning Fund Balance		\$ 7,158,535	\$ 4,104,251	\$ 772,592	\$ 9,214,448	\$ 6,807,669	\$ 3,954,523

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GAP Funding Rate

	Adopted June 2014	Revised	Increase (Decrease)
2014-15			
GAP Funding Percentage	28.05%	29.56%	1.51%
LCFF Revenue	\$ 65,611,598	\$ 65,924,316	\$ 312,718
2015-16			
GAP Funding Percentage	7.80%	7.90%	0.10%
LCFF Revenue	\$ 66,722,570	\$ 67,030,690	\$ 308,120
2016-17			
GAP Funding Percentage	8.40%	8.20%	-0.20%
LCFF Revenue	\$ 67,977,893	\$ 68,226,787	\$ 248,894
Cumulative Impact over three years			\$ 869,732

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Contribution to State Teacher's Retirement System (STRS)

	Adopted	Revised	Increase (Decrease)
2014-15			
STRS Rate	9.50%	8.80%	-0.70%
STRS Expenditure	\$ 4,522,077	\$ 4,191,488	\$ (330,589)
2015-16			
STRS Rate	11.10%	10.73%	-0.37%
STRS Expenditure	\$ 5,237,717	\$ 5,063,127	\$ (174,590)
2016-17			
STRS Rate	12.70%	12.58%	-0.12%
STRS Expenditure	\$ 6,054,706	\$ 5,997,500	\$ (57,206)
Cumulative Impact over three years			\$ (562,385)

	14-15	15-16	16-17	17-18	18-19	19-20	20-21
Adoption	9.50%	11.10%	12.70%	14.30%	15.90%	17.50%	19.10%
Revised	8.80%	10.73%	12.58%	14.43%	16.28%	18.13%	19.10%

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Budget, General Fund

	Unrestricted		Restricted		Total
	Totally Unrestricted	LCFF Supplemental Grant	Restricted without Parcel Tax	Parcel Tax	General Fund
REVENUES					
LCFF Revenue	\$ 62,937,068	\$ 2,616,951	\$ 370,297	\$ -	\$ 65,924,316
Federal	\$ -		\$ 3,905,110	\$ -	\$ 3,905,110
Other State	\$ 1,656,952		\$ 1,917,958	\$ -	\$ 3,574,910
Other Local	\$ 1,186,666		\$ 4,762,572	\$ -	\$ 5,949,238
Parcel Tax	\$ -	\$ -	\$ -	\$ 11,941,000	\$ 11,941,000
Revenues	\$ 65,780,686	\$ 2,616,951	\$ 10,955,937	\$ 11,941,000	\$ 91,294,574
EXPENDITURES					
Salaries & Benefits	\$ 45,059,979	\$ 2,220,825	\$ 18,943,594	\$ 10,573,794	\$ 76,798,192
Books/Supplies & Outlay	\$ 1,741,068	\$ 153,969	\$ 2,321,122	\$ 481,128	\$ 4,697,287
Services & Op. Expenses	\$ 7,371,228	\$ 242,157	\$ 4,164,794	\$ 318,707	\$ 12,096,886
Other Outgo & Transfers	\$ (1,551,047)		\$ 2,035,306	\$ 352,827	\$ 837,086
Expenditures	\$ 52,621,228	\$ 2,616,951	\$ 27,464,816	\$ 11,726,456	\$ 94,429,451
Other Sources (Uses)	\$ (15,566,237)		\$ 15,780,781	\$ (214,544)	\$ -
Net Inc. (Dec) in Fund Bal.	\$ (2,406,779)	\$ -	\$ (728,098)	\$ -	\$ (3,134,877)
Beginning Balance	\$ 9,214,448	\$ -	\$ 6,501,106	\$ 57,264	\$ 15,772,818
Legally Restricted			\$ 6,501,106	\$ 57,264	
Ending Balance	\$ 6,807,669	\$ -	\$ -	\$ -	\$ 6,807,669

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MYP (Summary), Unrestricted Gen. Fund

	2013-14	2014-15	2015-16	2016-17
	Actual	Adopted	Projected	Projected
Beginning Balance (Unspent Funds from Prior Year)	\$ 10,838,576	\$ 9,214,448	\$ 6,807,669	\$ 3,954,523
PLUS: Revenues	\$ 63,593,521	\$ 68,397,637	\$ 69,504,011	\$ 70,700,108
MINUS: Expenditures	\$ 51,257,474	\$ 55,238,179	\$ 55,805,476	\$ 56,955,393
MINUS: Contributions	\$ 13,960,175	\$ 15,566,237	\$ 16,551,681	\$ 17,529,458
Strategic Budget Reduction				\$ (838,498)
Ending Balance	\$ 9,214,448	\$ 6,807,669	\$ 3,954,523	\$ 1,008,278
MINUS: Revolving Cash & Summer Construction Projects	\$ 1,008,278	\$ 1,008,278	\$ 1,008,278	\$ 1,008,278
Unassigned/Unappropriated Ending Fund Balance	\$ 8,206,170	\$ 5,799,391	\$ 2,946,245	\$ -
Deficit Spending	\$ (1,624,128)	\$ (2,406,779)	\$ (2,853,146)	\$ (2,946,245)

Projected at \$3.5 Million at budget adoption

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Next Steps

- 1st Interim Budget update
 - Savings from vacancies
 - Revenue update
- 2nd Interim Budget update
 - Adjustment to supplies, services and hourly/substitute budgets
 - Revenue update

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Glossary of Terms

ACA	Affordable Care Act aka Obama Care
ACOE / COE	Alameda County Office of Education / County Office of Education
CBEDS	California Basic Educational Data Systems
Certificated	Teachers, Substitute Teachers, Counselors, Principals, Vice Principals, Nurses, Psychologists, Directors in Education Services, Superintendent
Classified	Office Managers, Accountants, Custodians, Food Service Assistants, Directors in Business Services
COLA	Cost of Living Allowance
Contributions	General fund contribution to a program which is unable to meet its expenditures using Federal or State funding
CPI	Consumer Price Index
DOF	Department of Finance
EFB	Ending Fund Balance
EL	English Learners
FCMAT	Fiscal Crisis and Management Assistance Team
FRM	Free or Reduced Priced Meal
FTE	Full Time Equivalent
LCAP	Local Control Accountability Plan
LCFF	Local Control Funding Formula
MYP	Multi Year Projections
Other Outgo	Transfer of Indirect cost from restricted to unrestricted funds, Debt Payment
& Uses	Contribution to restricted programs, primarily Special Education, Student Transportation
RL	Revenue Limit (old State funding formula for Education)
Services	Utility Bills, Legal Fees, Insurance, Software Subscriptions, Internet Access, Special Education Non Public Schools
SSC	School Services of California
Supplies	Classroom Supplies, Textbooks, Janitorial Supplies, Office Supplies, Technology Equipment