

**2015-16 Publication Budget
Red Bluff Joint Union
High School District
June 17, 2015**



Introduction

- Financial Reporting Periods
- May Revise of State Budget
- LCAP/MPP
- District Funds
- Enrollment
- Average Daily Attendance
- LCFF/Revenues
- Expenditures
- Multi-Year Projections
- Upcoming Events

Financial Reporting Periods

- Adopted Budget - by June 30th of each year
- First Interim – data as of October 31st
- Second Interim – data as of January 31st
- Unaudited Actuals – Closing the books as of June 30th of each year

May Revise for 2015-16 State Budget

- LCFF Gap funding percentage increased from 32.19% to 53.08%
- Projected one-time discretionary funds based on \$601 per 2014-15 ADA
- Eliminate all apportionment deferrals so 2015-16 dollars will all be received in 2015-16
- No relief for the STRS and PERS rate increases
- AB 1522 – Sick Leave Law effective July 1, 2015
- ROP Lottery funding eliminated

LCAP/MPP

- Budget aligned with Local Control Accountability Plan goals
- Budget meets Minimum Proportionality Percentage
 - ❖ 8.27% or \$1,040,607
 - ❖ Proportional share of LCFF funds that are required to be spent to increase or improve services for English Language Learners, Low Income, and Foster Youth

District Funds

- Fund 01 – General Fund
- Fund 13 – Cafeteria Fund
- Fund 14 – Deferred Maintenance Fund
- Fund 15 – Pupil Transportation Fund
- Fund 25 – Developer Fee Fund
- Fund 35 – Facility Fund
- Fund 40 – Capital Outlay Fund
- Fund 71 – Retiree Benefit Fund

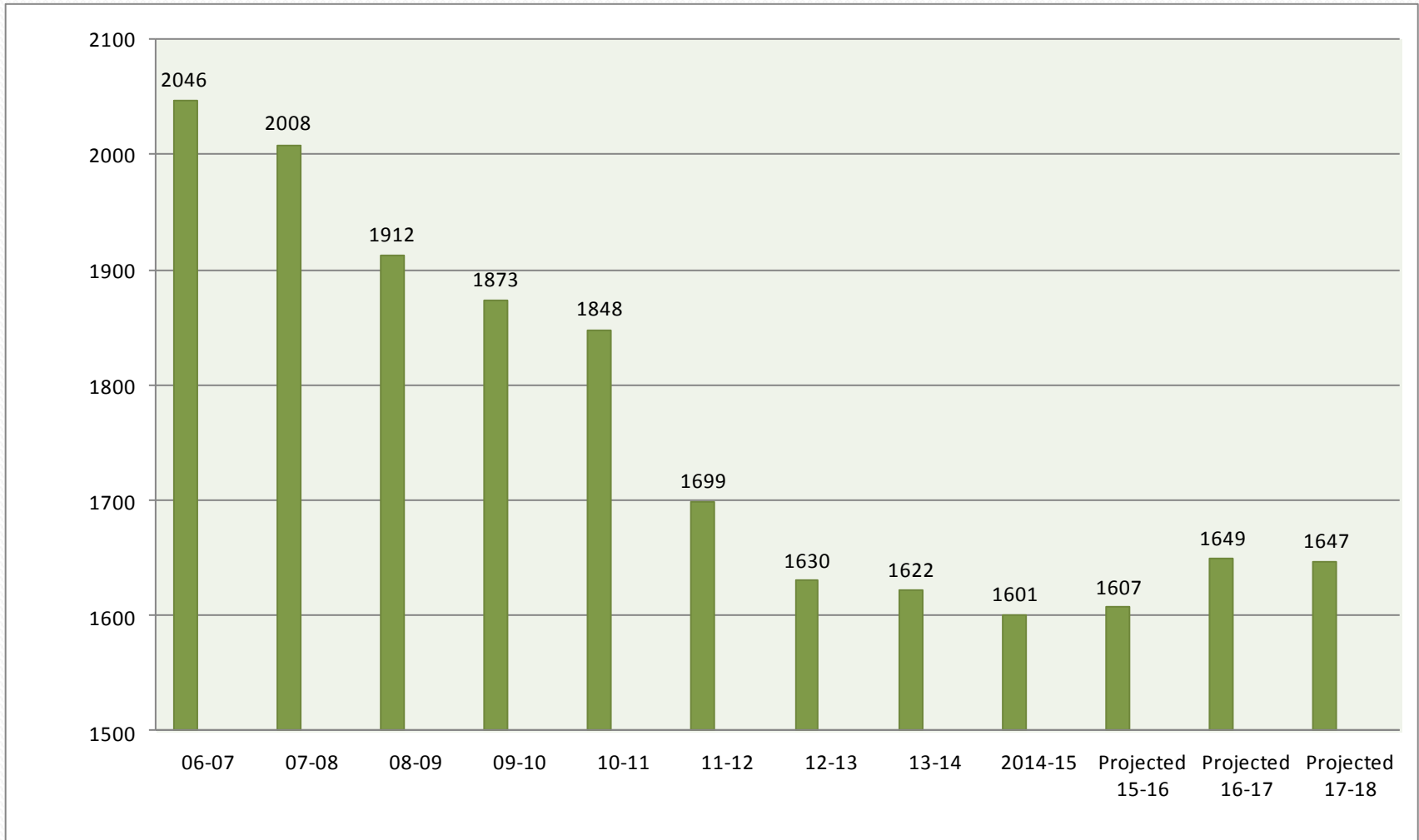
Enrollment

- The count of students enrolled
 - California Basic Education Data System (CBEDS)
 - Counted every year on first Wed in Oct
 - Same date for all districts
- Used to calculate revenue
 - Some restricted programs
 - Estimates Average Daily Attendance

Enrollment/ADA Assumptions

YEARS	ENROLLMENT	AVERAGE DAILY ATTENDANCE (ADA)
2014-15	1601	1494.39 Adjusted to 1462.58
2015-16	1607	1466
2016-17	1649	1504
2017-18	1647	1502

Enrollment



Average Daily Attendance

- Funding is not based on enrollment, but rather on the number of days that pupils come to school (average daily attendance—ADA)
- Can be funded on current or prior year ADA, whichever is greater
- The Publication Budget is based on 1,466 ADA, which is the projected P-2 ADA for 2015-16

Average Daily Attendance

- Calculated three times a year for State Reporting
 - P1 – attendance as of December 31st
 - P2 – attendance as of April 15th
(majority of funding based on)
 - Annual – attendance through June 30th

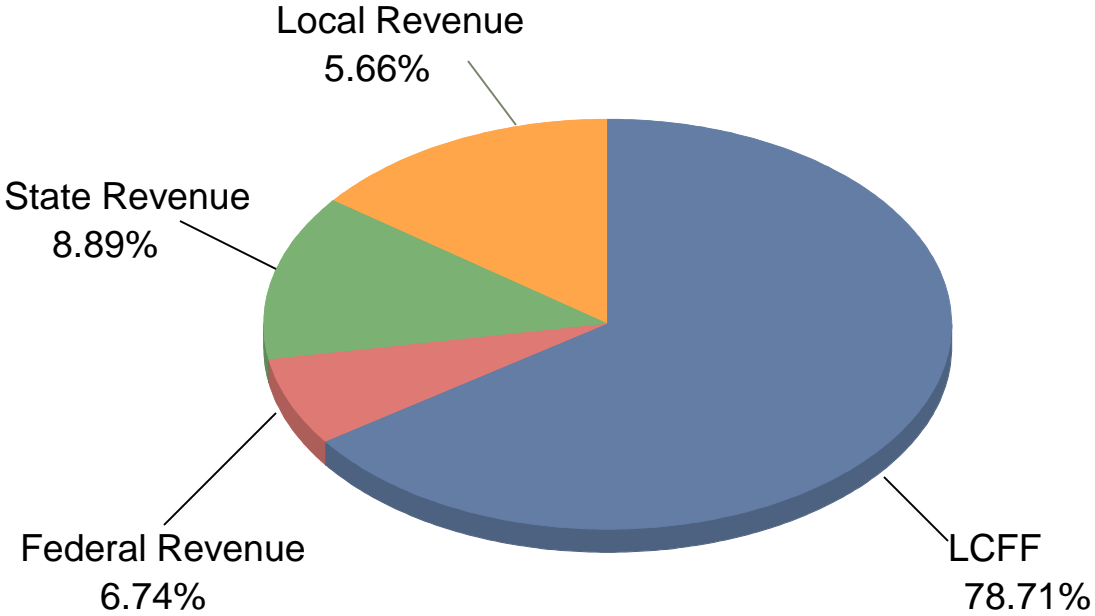
Where the Money Comes From

- Revenues (District Income)
 - Local Control Funding Formula
 - Federal Revenues
 - Other State Revenues
 - Other Local Revenues

Total Revenue Summary

(as % of Total Revenue)

Revenue by Object:	Total Amount
LCFF	14,021,199
Federal Revenue	1,200,927
State Revenue	1,584,258
Local Revenue	1,008,031
Total Revenue	\$17,814,415



Local Control Funding Formula

- LCFF is an eight year phase in process –began 2013-14
- “Gap funding” percentages estimated by FCMAT – Fiscal Crisis Management Assistance Team
- School Services of CA projects much lower percentages
- FCMAT percentages are used for budgeting to maintain full transparency of all possible revenues

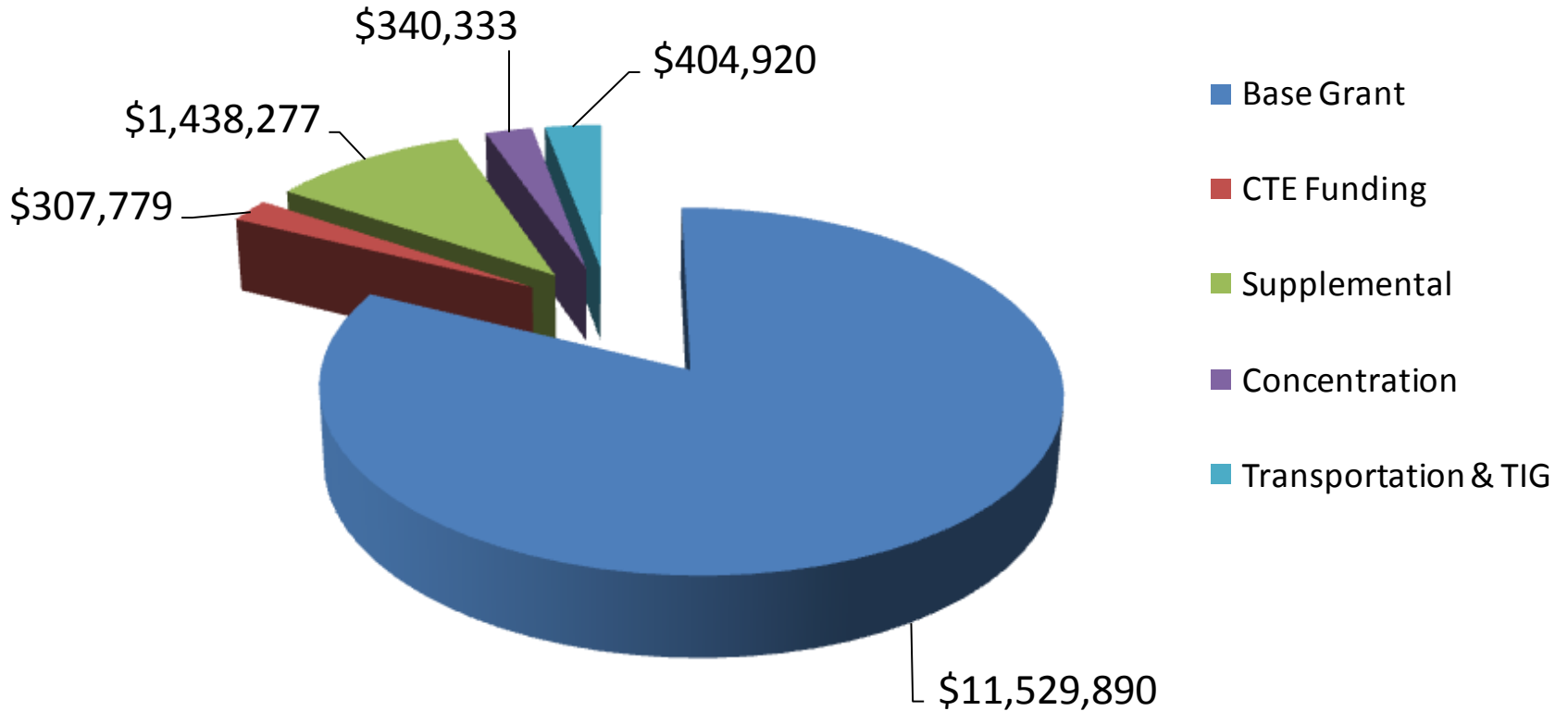
Reporting Periods	2014-15	2015-16	2016-17	2017-18
2014-15 Budget (June 2014)	28.06%	30.39%	19.50%	0
1 st Interim (Oct 2014)	29.56%	20.68%	25.48%	0
2 nd Interim (Jan 2015)	29.15%	32.19%	23.71%	0
2015-16 Budget (June 2015)	29.97%	53.08%	37.40%	36.70%

Local Control Funding Formula Calculation

- ADA times the Base, CTE, Supplemental, and Concentration Grant amounts gives you the targeted amount to be reached by 2020-21
- ADA times the Revenue Limit rate for 2012-13 gives you the LCFF floor amount
- The “targeted” amount minus the “floor” amount gives you the difference our revenue should increase to by 2020-21
- The above amount is then multiplied times the “gap funding percentage”
- The “gap funding percentage” is determined each year by the State when the budget is adopted

LCFF Revenues

Revenues \$14,021,199



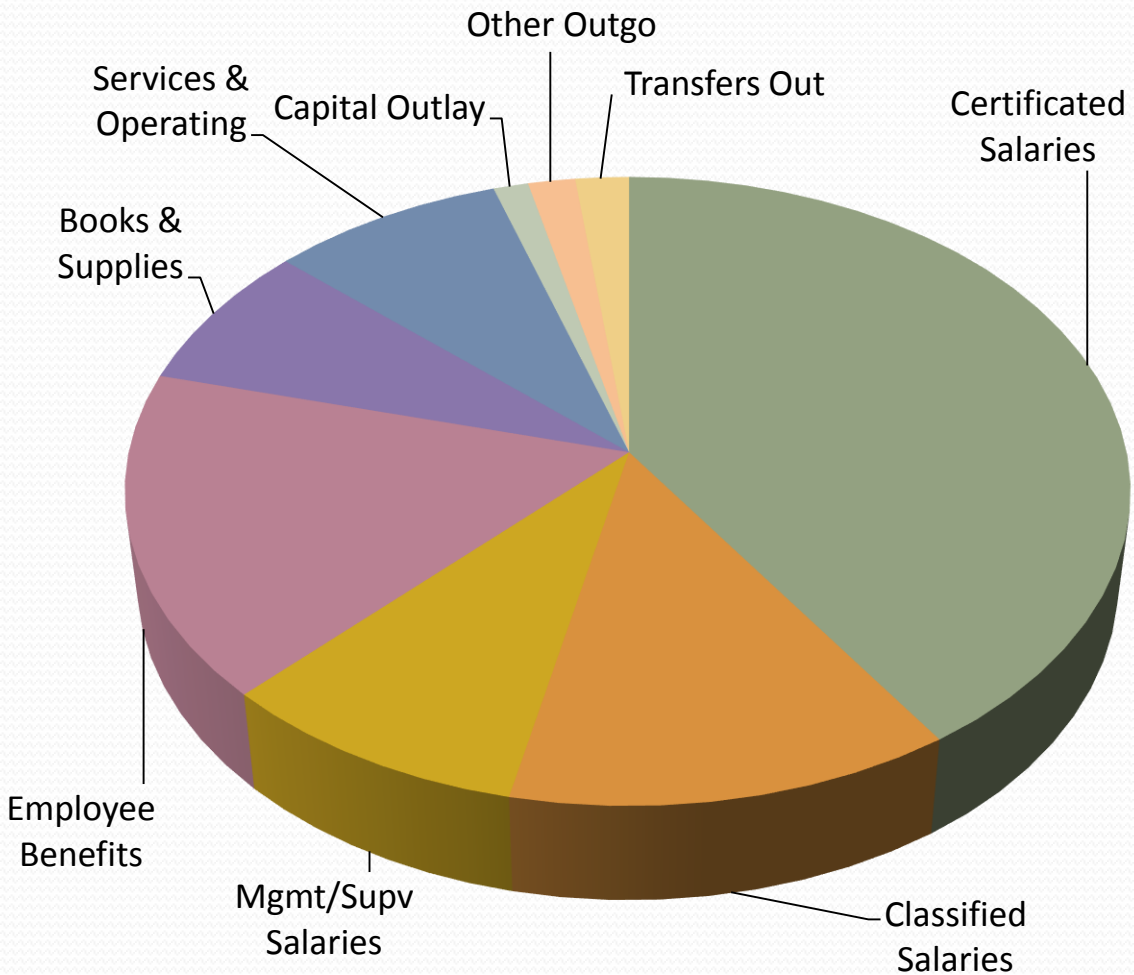
Projected Expenditures

- Approximately 80% of school budgets are in employee wages and benefits. When we develop a preliminary (Publication) budget, a substantial amount of time is spent making sure all personnel costs are estimated as close as possible
- The remaining expenditures for books, supplies, services and capital outlay make up the remaining 20% of the budget
- A 1% variance in our personnel budget amounts to approximately \$140,904
- A 1% variance in all other expense categories, including transfers out, amounts to approximately \$37,240

Projected Expenditures (Cont'd)

- Step & Column costs have been included in the budget and both out years
- STRS and PERS rate increases are reflected – an increase cost of \$149,499 for 2015-16
- Health & Welfare Cap increases have been applied to all units
- Materials, Supplies, Services and Operating budgets are increased in the budget year due to LCAP goals, new courses, staff trainings, required materials, and the new Career Pathways Grant
- Capital Outlay and Other Outgo budgets increase due to implementation of new programs and projected 21st Century classroom expenses

Total Expenditure Summary



EXPENSE CATEGORIES

Certificated Salaries	\$7,236,103
Classified Salaries	\$2,273,135
Mgmt/Supv Salaries	\$1,600,147
Employee Benefits	\$2,981,028
Books/Supplies	\$1,345,873
Services/Operating	\$1,504,472
Capital Outlay	\$ 225,000
Other Outgo	\$ 303,657
Transfers Out	<u>\$ 345,000</u>
TOTAL EXPENSES	\$17,814,415

How We Split Up the DOLLAR



Multi-Year Projections

- Multi-Year Projections (MYPs) are required by AB1200 and AB2756
- MYPs are projections, not forecasts
 - Projections are the mathematical result of today's decisions based on a given set of assumptions
 - Forecasts are predictions for the future
 - Projections are expected to change as various factors change – they are not predictions

General Fund Multi-Year Projection

	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>
Beginning Fund Balance	3,348,217	3,348,217	3,348,217
Revenues	17,814,415	17,959,995	18,060,678
Expenses	17,814,415	17,959,995	18,060,678
Net Increase/(Decrease)	-0-	-0-	-0-
Projected Ending Fund Balance	3,348,217	3,348,217	3,348,217
Assigned/Committed			
Lottery ,Prop 39, Career Pathways Grant, textbooks	956,462	400,000	0
Designated for Economic Uncertainties – 3%	534,433	538,780	541,820
Board Policy Additional 5% DEU Committed/Assigned	890,720	898,020	903,034
Unrestricted/Undesignated	966,602	1,511,417	1,903,363
Percentage of Available Funds (includes 3% DEU)	8.43%	11.42%	13.54%

Now What?

- Governor is expected to approve the 2015-16 State Budget by June 30, 2015
- Work on closing the books for 2014-15
- Bring 2014-15 Unaudited Actuals to the September Board meeting for approval
- Auditors will be here the last week of August and second week of October
- **TAKE SOME TIME OFF!!**



Questions?