

2014-2015 Budget Adoption Process

Budget Adoption

June 24, 2014

2014-2015 Budget Adoption Process

Budget Adoption

Date		Adenda
March	25	Budget development Calendar
March	25	Concept of by site, by program budget
April	8	LCFF Base Grant & Restricted Allocations
April	29	Measure A Allocation
April	29	LCFF Supplemental Grant
May	13	LCAP Draft with budget components
May	27	Governor's May Revise
May	27	Budget by site, by program
June	10	Public hearing on LCAP and proposed budget
June	24	LCAP and budget adoption

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Budget Adoption - Agenda

- Background
- Budget update assumptions
- 2014-15 budget report for General Fund
- Multi-year projections
- Other Funds

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Budget Adoption

- Per State Law AUSD's Board must pass a budget by June 30 of each year.
- Targeted date for the governor to sign the state budget is June 30 of each year
- Board must certify that the District's projected financial outlook for 2014-15, 2015-16 and 2016-17 is one of the following:
 - **Positive: WILL MEET** the financial obligations for the current and two subsequent years
 - **Qualified: MAY NOT MEET** the financial obligations for the current and two subsequent fiscal years
 - **Negative: WILL BE UNABLE TO MEET** the financial obligations for the remainder of the current fiscal year and two subsequent fiscal years



- Staff recommends a positive certification

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Budget Adoption – Assumptions

Categories	Source	14/15	15/16	16/17
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
COLA	SSC	0.86%	2.12%	2.30%
LCFF GAP Funding Percentage	SSC	28.05%	7.80%	8.40%
State Teacher's Retirement System	COE Advisory	9.50%	11.10%	12.70%
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	\$ -	\$ -

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Budget Adoption– Proposed Budget, General Fund

	Unrestricted		Restricted		Total
	Totally Unrestricted	LCFF Supplemental Grant	Restricted without Parcel Tax	Parcel Tax	General Fund
<u>REVENUES</u>					
LCFF Revenue	\$ 62,624,350	\$ 2,616,951	\$ 370,297	\$ -	\$ 65,611,598
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	\$ 65,467,968	\$ 2,616,951	\$ 10,955,937	\$ 11,941,000	\$ 90,981,856
<u>EXPENDITURES</u>					
Salaries & Benefits	\$ 45,264,166	\$ 2,220,825	\$ 19,069,996	\$ 10,573,794	\$ 77,128,781
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	\$ 52,825,415	\$ 2,616,951	\$ 27,591,218	\$ 11,726,456	\$ 94,760,040
Other Sources (Uses)	\$ (15,696,837)		\$ 15,911,381	\$ (214,544)	\$ -
Net Inc. (Dec) in Fund Bal.	\$ (3,054,284)	\$ -	\$ (723,900)	\$ -	\$ (3,778,184)
Beginning Balance	\$ 7,158,535	\$ -	\$ 728,098	\$ -	\$ 7,886,633
Ending Balance	\$ 4,104,251	\$ -	\$ 4,198	\$ -	\$ 4,108,449

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Budget Adoption– MYP (Summary), Unrestricted Gen. Fund

	2013-14	2014-15	2015-16	2016-17
	Budgeted	Proposed	Projected	Projected
Beginning Balance (Unspent Funds from Prior Year)	\$ 10,838,576	\$ 7,158,535	\$ 4,104,251	\$ 772,592
PLUS: Revenues	\$ 63,440,817	\$ 68,084,919	\$ 69,195,891	\$ 70,451,214
MINUS: Expenditures	\$ 52,515,517	\$ 55,442,366	\$ 55,913,634	\$ 56,990,833
MINUS: Contributions	\$ 14,605,341	\$ 15,696,837	\$ 16,613,916	\$ 17,551,227
Strategic Budget Reduction				\$ (3,500,000)
Ending Balance	\$ 7,158,535	\$ 4,104,251	\$ 772,592	\$ 181,746
MINUS: Revolving Cash		\$ 50,000	\$ 50,000	\$ 50,000
Unassigned/Unappropriated Ending Fund Balance	\$ 7,158,535	\$ 4,054,251	\$ 722,592	\$ 131,746
Deficit Spending	\$ (3,680,041)	\$ (3,054,284)	\$ (3,331,659)	\$ (590,846)

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Budget Adoption– MYP (Details), Unrestricted Gen. Fund

	2014-15	2015-16	2016-17
<u>REVENUES</u>			
LCFF	\$ 65,241,301	\$ 66,352,273	\$ 67,607,596
Federal	\$ -	\$ -	\$ -
Other State	\$ 1,656,952	\$ 1,656,952	\$ 1,656,952
Other Local	\$ 1,186,666	\$ 1,186,666	\$ 1,186,666
Revenues	\$ 68,084,919	\$ 69,195,891	\$ 70,451,214
<u>EXPENDITURES</u>			
Salaries & Benefits	\$ 47,484,991	\$ 48,110,125	\$ 48,909,084
Books/Supplies & Outlay	\$ 1,895,037	\$ 1,964,011	\$ 2,006,236
Services & Operating Expenses	\$ 7,613,385	\$ 7,390,546	\$ 7,626,560
Other Outgo & Transfers	\$ (1,551,047)	\$ (1,551,047)	\$ (1,551,047)
Strategic Budget Reduction	\$ -	\$ -	\$ (3,500,000)
Expenditures	\$ 55,442,366	\$ 55,913,635	\$ 53,490,833
Other Sources (Uses)	\$ (15,696,837)	\$ (16,613,916)	\$ (17,551,227)
Net Inc/Dec in Fund Balance	\$ (3,054,284)	\$ (3,331,660)	\$ (590,846)
Beginning Balance	\$ 7,158,535	\$ 4,104,251	\$ 772,592
Ending Balance	\$ 4,104,251	\$ 772,591	\$ 181,746
<u>Restrictions/Commitments/Assignments</u>			
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000
Unassigned/Unappropriated EFB	\$ 4,054,251	\$ 722,591	\$ 131,746

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Budget Adoption– MYP (Details), Restricted Gen. Fund

	2014-15	2015-16	2016-17
<u>REVENUES</u>			
LCFF transfers from Unrestricted	\$ 370,297	\$ 370,297	\$ 370,297
Federal	\$ 3,905,110	\$ 3,905,110	\$ 3,905,110
Other State	\$ 1,917,958	\$ 1,917,958	\$ 1,917,958
Other Local	\$ 4,762,572	\$ 4,762,572	\$ 4,762,572
Parcel Tax	\$ 11,941,000	\$ 11,941,000	\$ 11,941,000
Revenues	\$ 22,896,937	\$ 22,896,937	\$ 22,896,937
<u>EXPENDITURES</u>			
Salaries & Benefits	\$ 29,643,790	\$ 30,010,530	\$ 30,779,645
Books/Supplies & Outlay	\$ 2,802,250	\$ 2,576,617	\$ 2,625,952
Services & Operating Expenses	\$ 4,483,501	\$ 4,586,623	\$ 4,701,286
Other Outgo & Transfers	\$ 2,388,133	\$ 2,341,281	\$ 2,341,281
Expenditures	\$ 39,317,674	\$ 39,515,051	\$ 40,448,164
Other Sources (Uses)	\$ 15,696,837	\$ 16,613,916	\$ 17,551,227
Net Inc/Dec in Fund Balance	\$ (723,900)	\$ (4,198)	\$ -
Beginning Balance	\$ 728,098	\$ 4,198	\$ -
Legally Restricted Fund Balance*	\$ 4,198	\$ -	\$ -
Unassigned/Unappropriated	\$ -	\$ -	\$ -

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Budget Adoption – MYP (Details), Combined Gen. Fund

	2014-15	2015-16	2016-17
<u>REVENUES</u>			
LCFF	\$ 65,611,598	\$ 66,722,570	\$ 67,977,893
Federal	\$ 3,905,110	\$ 3,905,110	\$ 3,905,110
Other State	\$ 3,574,910	\$ 3,574,910	\$ 3,574,910
Other Local	\$ 5,949,238	\$ 5,949,238	\$ 5,949,238
Parcel Tax	\$ 11,941,000	\$ 11,941,000	\$ 11,941,000
Revenues	\$ 90,981,856	\$ 92,092,828	\$ 93,348,151
<u>EXPENDITURES</u>			
Salaries & Benefits	\$ 77,128,781	\$ 78,120,655	\$ 79,688,730
Books/Supplies & Outlay	\$ 4,697,287	\$ 4,540,628	\$ 4,632,188
Services & Operating Expenses	\$ 12,096,886	\$ 11,977,167	\$ 12,327,847
Other Outgo & Transfers	\$ 837,086	\$ 790,234	\$ 790,234
Strategic Budget Reduction			\$ (3,500,000)
Expenditures	\$ 94,760,040	\$ 95,428,684	\$ 93,938,999
Other Sources (Uses)			
Net Inc/Dec in Fund Balance	\$ (3,778,184)	\$ (3,335,856)	\$ (590,848)
Beginning Balance	\$ 7,886,633	\$ 4,108,449	\$ 772,593
Ending Balance	\$ 4,108,449	\$ 772,593	\$ 181,745
<u>Restrictions/Commitments/Assignemtns</u>			
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000
Unassigned/Unappropriated	\$ 4,058,449	\$ 722,593	\$ 131,745

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Budget Adoption – Proposed Budget, Fund 11, 12 & 13

	Adult Education Fund 11	Child Development Fund 12	Child Nutrition Fund 13*
<u>REVENUES</u>			
Federal	\$ 263,040	\$ 429,319	\$ 1,629,839
State		\$ 817,896	\$ 91,928
Local	\$ 76,964	\$ 183,942	\$ 456,835
Revenues	\$ 340,004	\$ 1,431,157	\$ 2,178,602
<u>EXPENDITURES</u>			
Salaries & Benefits	\$ 781,359	\$ 1,284,041	\$ 1,195,390
Supplies	\$ 19,005	\$ 49,190	\$ 975,586
Services & Operating Expenses	\$ 10,076	\$ 5,300	\$ 35,590
Capital Outlay			\$ 8,800
Other Outgo & Transfers		\$ 92,626	\$ 117,288
Expenditures	\$ 810,440	\$ 1,431,157	\$ 2,332,654
Other Sources (Uses)	\$ 470,436	\$ -	
Net Inc/Dec in Fund Balance	\$ -	\$ -	\$ (154,052)
Beginning Balance	\$ 18,356	\$ 66,853	\$ 509,746
Ending Balance	\$ 18,356	\$ 66,853	\$ 355,694
<u>Restrictions/Commitments/Assignments</u>			
Legally Restricted Ending Fund Balance	\$ 18,356	\$ 66,853	\$ 355,694
Unassigned/Unappropriated	\$ -	\$ -	\$ -

*Beginning balance changed from June 10th public hearing

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Budget Adoption – Proposed Budget, Fund 14, 17, 25 & 40

	Deferred Maintenance Fund 14*	Special Reserve Non-Capital Outlay Fund 17	Capital Facilities Fund 25*	Special Reserve Capital Outlay Fund 40
<u>REVENUES</u>				
LCFF Sources	\$ 365,384			
State				
Local	\$ 500	\$ 13,630	\$ 63,000	\$ 386,450
Parcel Tax				
Revenues	\$ 365,884	\$ 13,630	\$ 63,000	\$ 386,450
<u>EXPENDITURES</u>				
Salaries & Benefits				\$ 112,492
Supplies				
Services & Operating Exp.	\$ 365,884			\$ 560,000
Capital Outlay				
Other Outgo & Transfers			\$ 148,273	
Expenditures	\$ 365,884	\$ -	\$ 148,273	\$ 672,492
Other Sources (Uses)		\$ -		
Net Inc/Dec in Fund Balance	\$ -	\$ 13,630	\$ (85,273)	\$ (286,042)
Beginning Balance	\$ 97,293	\$ 8,708,922	\$ 2,056,006	\$ 1,492,270
Ending Balance	\$ 97,293	\$ 8,722,552	\$ 1,970,734	\$ 1,206,228
<u>Restrictions/Commitments/Assignments</u>				
Facilities Related Projects	\$ 97,293		\$ 1,235,734	\$ 6,228
COP Loan Repayment			\$ 735,000	
Measure H Parcel Tax Contingent Liability		\$ 5,800,000		
District Office Rental Reserve				\$ 1,200,000
Reserved for Economic Uncertainties		\$ 2,922,552		
Unassigned/Unappropriated	\$ -	\$ -	\$ -	\$ (0)

*Beginning balance changed from June 10th public hearing

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Budget Adoption– 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	Depart 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