

# GRANADA HILLS CHARTER HIGH SCHOOL

TO: Governing Board

FROM: Erin Lillibridge, Chief Business Officer

SUBJECT: APPROVAL – Preliminary Budget for 2018-19

DATE: June 25, 2018

Attached please find the Granada Hills Charter High School (GHC) 2018-19 Preliminary Budget, which staff has prepared using the Governor's May Revision proposal as the basis for assumptions. Staff notes that at the time of final preparation, the State had not yet enacted a 2018-19 Budget Act. Therefore, some assumptions included in the budget plan will change; staff will present necessary budget revisions to the Governing Board at the September meeting.

California Education Code Section 47604.33 requires charter schools to prepare a Preliminary Budget on or before July 1 annually. The chartering authority, Los Angeles Unified School District (LAUSD), required that GHC prepare and submit a preliminary budget by June 11, 2018, in SACS format using the state's SACS software. Staff submitted the attached SACS forms to LAUSD by the requested deadline, and therefore, the information reflected differs slightly from the Preliminary Budget presented for board approval at this meeting.

Staff recommends the Governing Board approve the 2018-19 Preliminary Budget as detailed in the attached presentation and forms, and forward to LAUSD.

**State Budget Update:** On June 14, 2018, one day before the June 15 constitutional deadline for the Legislature to act on a spending plan for the next year, the Senate and Assembly approved the 2018-19 State Budget Bill and several accompanying trailer bills. Once received, the Governor will have twelve (12) days to take action and sign, line-item veto, or veto the budget bill. Attached for your reference are two School Services of California Fiscal Reports relating to the proposed 2018-19 Budget Act – (1) *2018-19 State Budget Approved by the Legislature*, and (2) *Conference Committee Releases Framework for 2018-19 State Budget Compromise*.

Significant changes made to State Budget from the May Revision proposal (not yet reflected in the GHC 2018-19 Budget) are as follows:

- Discretionary One-time Funds: Reduced by more than one-half to \$1.0 billion from over \$2.0 billion proposed in the May Revision (GHC Budget Impact: estimated decrease of \$809,197 in 2018-19 projected revenues).
- Local Control Funding Formula (LCFF): Increased LCFF base grant cost-of-living adjustment by \$407 million from 3.0% to 3.7% (GHC Budget Impact: estimated increase of \$287,419 in projected base grant and \$28,167 in supplement grant revenues).
- Low-Performing Students Block Grant: Added \$300 million in one-time funds to help improve the performance of students with the lowest standardized test scores (GHC Budget Impact: total unknown, estimated \$2,000 in one-time funds for each eligible student).

## **2018-19 Budget Highlights:**

- Budget plan fully supports Year 2 of the GHC 2017-20 Local Control Accountability Plan.
- Enrollment is expected to remain flat at 4,700, and is projected to generate an attendance capture rate of 97.0%.
- Total revenues for all funds are projected to increase to over \$59.2M, up 5.48% from 2017-18. General operating revenues (Fund 62) increase \$3.1M (\$2.2M in on-going and \$0.9M in one-time funds) from the prior year.
- Combined expenditures are projected to total over \$58.6M, including employee compensation increases for retirement (1.85% for STRS, 2.531% for PERS), health and welfare (6%), and step and column adjustments (1.5%). Also includes the addition of an IB Coordinator position (+1.0 FTE).
- Employer retirement contribution rate increases continue to place pressure on school resources, exhausting a significant portion of new funding in the budget and future years.
- Multi-year financial projections indicate deficit spending in 2019-20 and 2020-21, but healthy reserve balances are in place to accommodate for the next three years. Staff will continue to monitor both revenues and expenditures closely and make necessary adjustments to ensure the school's ongoing fiscal stability.

cc: Brian Bauer, Executive Director



# 2018-19 PRELIMINARY BUDGET

**GHC** | GRANADA HILLS  
CHARTER  
HIGH SCHOOL

# STATE BUDGET UPDATE

- MAY 11, 2018 – Governor released the 2018-19 May Revision Proposal.
  - GHC uses the May Revision as the basis for 2018-19 budget assumptions.
- JUNE 14, 2018 – Legislature acted on spending plan for 2018-19. Significant changes:
  - Discretionary: Reduced from \$344 per ADA to \$168 per ADA (-\$809K)
  - LCFF: Increased base grant cost-of-living adjustment 0.7% (+316K)
  - Projected GHC Surplus: Reduced to \$125K (-493K)

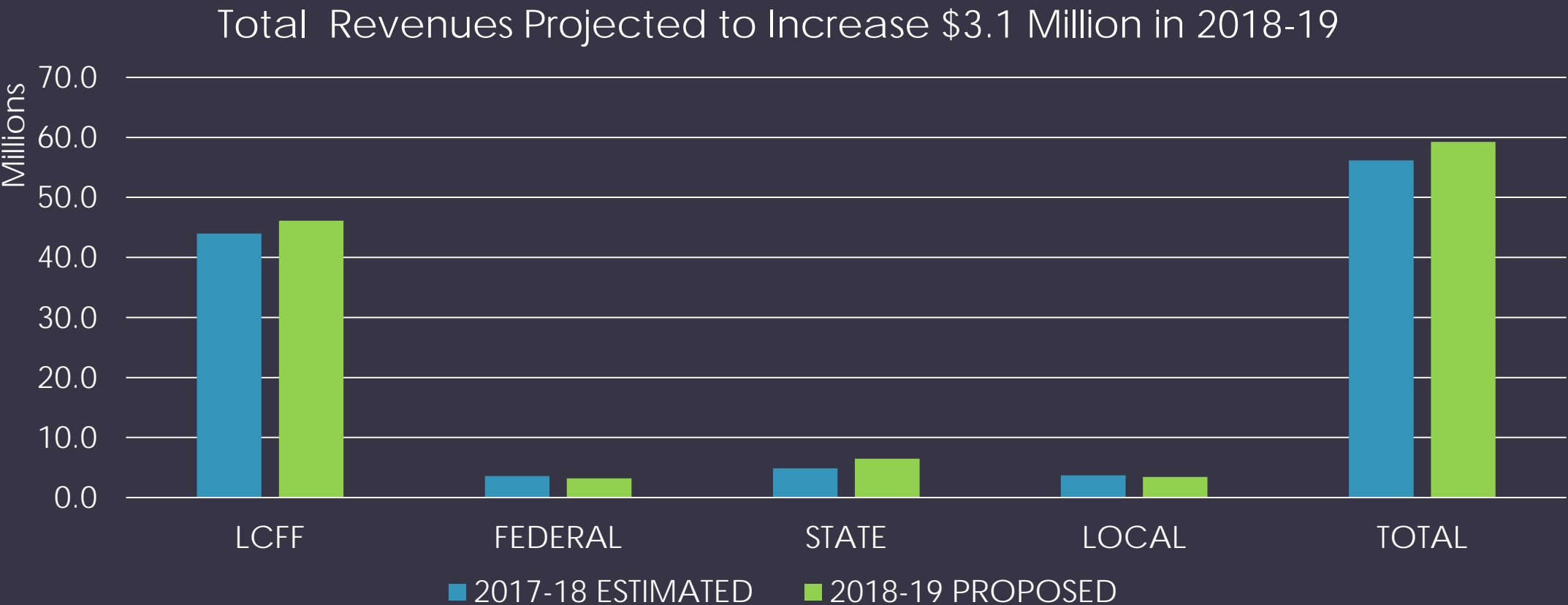
BUDGET ITEM	JANUARY	MAY
LCFF GAP FUNDING	100% (\$2.9B)	100% (\$3.2B)
PROP 98 MINIMUM	\$78.3B	\$78.4B
*2018-19 COLA	2.51%	2.71%
*DISCRETIONARY (ONE-TIME)	\$1.8B (\$295/ADA )	\$2.0B (\$344/ADA)

# BUDGET BUILDING BLOCKS: ATTENDANCE

YEAR	2017-18	2018-19	2019-20	2020-21
ENROLLMENT	4,739	4,700	4,700	4,700
CHANGE FROM PRIOR YEAR	+77	-39	--	--
P-2 ADA	4,598	4,562	4,562	4,562
CHANGE FROM PRIOR YEAR	+60	-36	--	--
CAPTURE RATE	97.02%	97.07%	97.07%	97.07%



# BUDGET BUILDING BLOCKS: REVENUES



# LOCAL CONTROL FUNDING FORMULA

2018-19 LCFF FACTORS	GRADES 9-12 (PER ADA)	ADA = 4,562 TOTAL
LCFF BASE GRANT	\$8,973	\$40,936,759
GRADE SPAN ADJUSTMENT	233	1,062,997
SUPPLEMENTAL GRANT	902	4,115,976
CONCENTRATION GRANT	--	--
TOTAL LCFF TARGET	\$10,108	\$46,115,732
LCFF target funding met in 2018-19. Growth in future years limited to applicable cost-of-living adjustment on the base grant.		

## ASSUMPTIONS

COLA = 3.00%  
(2.71% STATUTORY + 0.29%  
ADDITIONAL P98 GROWTH)

UNDUPLICATED COUNT =  
2,303

UNDUPLICATED PUPIL  
PERCENTAGE = 49.00%  
(3-YEAR ROLLING AVG)

CONCENTRATION GRANT =  
NOT APPLICABLE  
(55% THRESHOLD)

# LOCAL CONTROL FUNDING FORMULA

SOURCES	2017-18	2018-19
STATE AID	\$26,884,070	\$29,079,878
EDUCATION PROTECTION ACCOUNT	6,824,841	6,772,153
IN LIEU PROPERTY TAX	10,263,701	10,263,701
<b>TOTAL LCFF REVENUES</b>	<b>\$43,972,612</b>	<b>\$46,115,732</b>
BASE GRANT	38,923,868	40,936,759
GRADE SPAN ADJUSTMENT	1,014,201	1,062,997
SUPPLEMENTAL GRANT	4,034,543	4,115,976



# FEDERAL REVENUES

PROGRAMS	2017-18	2018-19
SPECIAL EDUCATION (IDEA/DOR)	\$975,184	\$969,541
CHILD NUTRITION (NSLP/CACFP)	1,241,342	1,262,636
TITLE I – BASIC GRANTS	844,117	800,000
TITLE II – TEACHER QUALITY	129,851	115,000
TITLE IV – 21 <sup>ST</sup> CENTURY	230,000	--
PERKINS – CAREER TECHNICAL EDUCATION	65,591	59,031
SMAA/MEDI-CAL BILLING	106,301	--
<b>TOTAL FEDERAL REVENUES</b>	<b>\$3,592,386</b>	<b>\$3,206,208</b>

# OTHER STATE REVENUES

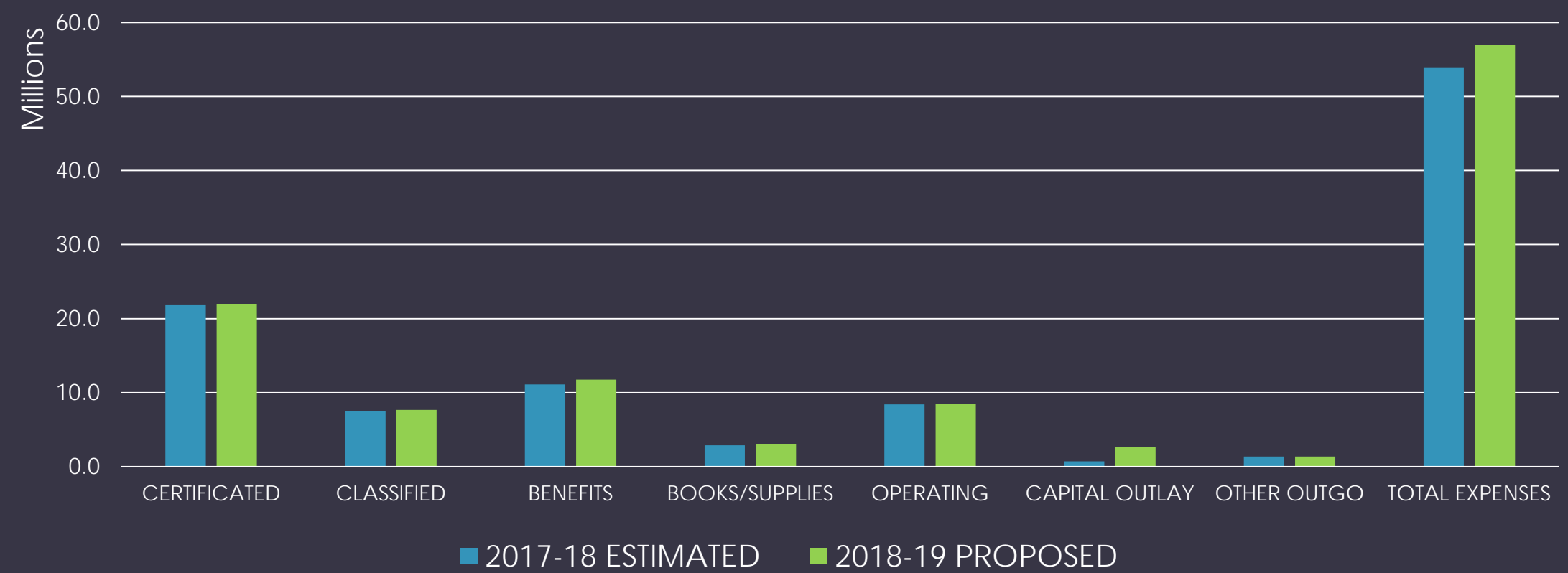
PROGRAMS	2017-18	2018-19
SPECIAL EDUCATION	\$2,636,833	\$2,687,756
CHILD NUTRITION	100,000	100,000
MANDATE BLOCK GRANT	199,846	207,954
LOTTERY (UNRESTRICTED/INSTRUCTIONAL)	998,711	942,064
DISCRETIONARY (ONE-TIME)	668,517	1,581,612
CAREER TECHNICAL EDUC INCENTIVE GRANT	--	964,957
CA CLEAN ENERGY JOBS ACT (PROP 39)	255,314	--
OTHER MISC (STATE TESTING/STUDENT ID)	8,125	7,500
<b>TOTAL OTHER STATE REVENUES</b>	<b>\$4,867,346</b>	<b>\$6,491,843</b>

# LOCAL REVENUES

PROGRAMS	2017-18	2018-19
FOOD SERVICE SALES	\$685,629	\$650,000
LEASES AND RENTALS (FUNDS 62/63/64)	784,381	832,690
INTEREST (FUNDS 62/64)	298,334	354,500
SPECIAL EDUCATION – COP SELPA TRANSFER	264,908	150,000
OTHER MISCELLANEOUS	450,053	232,500
ASSOCIATED STUDENT BODY (FUND 95)	1,239,999	1,200,000
<b>TOTAL LOCAL REVENUES</b>	<b>\$3,723,304</b>	<b>\$3,419,690</b>

# BUDGET BUILDING BLOCKS: EXPENDITURES

Total Expenses Projected to Increase \$3.1 Million in 2018-19



# EXPENDITURES – BY MAJOR OBJECT

CATEGORY	2017-18 ESTIMATED	2018-19 PROPOSED	YEAR-TO-YEAR CHANGE
CERTIFICATED SALARIES	\$21,820,359	\$21,913,271	\$92,912
CLASSIFIED SALARIES	7,554,853	7,720,512	165,659
EMPLOYEE BENEFITS	11,120,135	11,777,325	657,190
BOOKS & SUPPLIES	4,191,065	4,392,639	201,574
SERVICES/OTHER OPERATING	8,420,547	8,466,468	45,621
CAPITAL OUTLAY	770,758	2,677,427	1,906,669
OTHER OUTGO	1,590,733	1,667,754	77,021
<b>TOTAL EXPENDITURES</b>	<b>\$55,468,750</b>	<b>\$58,615,396</b>	<b>\$3,146,647</b>

# BUDGET BUILDING BLOCKS: LCAP

## LOCAL CONTROL ACCOUNTABILITY PLAN (\$56.9 MILLION)

- **GOAL 1 – CONDITIONS OF LEARNING:** GHC provides all staff and students with a safe, warm and welcoming school environment that promotes innovation, risk taking and learning. Along with building content knowledge using the California Common Core State Standards and the Next Generation Science Standards, teachers develop lessons that are rigorous and relevant. All students, including EL students, Foster Youth and low-income have an opportunity to engage in active learning (**\$37.9 Million**).
- **GOAL 2 – ENGAGEMENT:** GHC values school safety, educational and enrichment opportunities for all and a school climate that fosters success. Parents, students and staff have multiple avenues and opportunities to engage in the betterment of the organization (**\$5.0 Million**).
- **GOAL 3 – PUPIL OUTCOMES:** GHC is committed to student college and career readiness. The school uses multiple measures, both internal and external, to gauge preparedness and proficiency. The school aims to instill its students with a lifelong love for learning (**\$14.0 Million**).



# MULTI-YEAR FINANCIAL PROJECTIONS

	2018-19	2019-20	2020-21
TOTAL REVENUES/SOURCES	\$59,233,473	\$57,596,002	\$58,557,274
TOTAL EXPENDITURES/USES	58,615,396	58,536,692	59,604,715
EXCESS/(DEFICIT)	618,077	(940,690)	(1,047,441)
BEGINNING FUND BALANCE	16,908,065	17,526,141	16,585,452
ENDING FUND BALANCE	17,526,141	16,585,452	15,538,010

# MYP ASSUMPTIONS

- **ENROLLMENT/ADA** – flat, no change from 2018-19
- **STEP AND COLUMN** – 1.5% in 2019-20 and 2020-21
- **RETIREMENT CONTRIBUTIONS**
  - **STRS** – 18.13% in 2019-20, 19.10% in 2020-21
  - **PERS** – 20.0% in 2019-20, 22.7% in 2020-21
- **HEALTH AND WELFARE** – 6% in 2019-20 and 2020-21
- **WORKERS' COMPENSATION** – 1.039% in 2019-20 and 2020-21
- **LCFF COST-OF-LIVING ADJUSTMENTS** – 2.57% in 2019-20, 2.67% in 2020-21
- **UNDUPLICATED COUNT PERCENTAGE** – 49.28% in 2019-20, 49.25% in 2020-21

# FUND BALANCE DETAIL

	2018-19	2019-20	2020-21
<b>PROJECTED FUND BALANCE</b>	<b>\$17,526,141</b>	<b>\$16,585,452</b>	<b>\$15,538,010</b>
<b>NONSPENDABLE:</b>			
STORES/PREPAID	185,000	185,000	185,000
<b>RESTRICTED:</b>			
ASB - FUND 95	284,086	184,086	84,086
DEVONSHIRE – FUND 64	3,029,870	3,142,033	3,249,058
FACILITIES – FUND 63	1,794,677	1,798,631	1,800,585
OTHER CAPITAL ASSETS – FUND 62	359,348	359,348	359,348
<b>ASSIGNMENTS:</b>			
10% RESERVE	5,864,070	5,856,199	5,963,002
FACILITY IMPROVEMENTS	6,009,090	5,060,155	3,896,931

# FUTURE CONSIDERATIONS BEYOND 2018-19

- While the overall State Budget proposal for 2018-19 is good for K-12 education, given the automatic cost increases schools continue to face, it is still a challenge to maintain current programs.
  - PERS and STRS contribution rate increases to total close to or over 20% in two years.
  - Employee health and welfare costs continue to rise and are fully covered by GHC.
  - Special Education funding from federal and state sources not keeping up with costs.
  - Deferred Maintenance needs on aging campus are coming due.
- Governor Brown kept his promise to fully fund the LCFF before 2020-21. Future growth in LCFF revenues limited to the application of a COLA to the base grant. Base grant is too low to cover the recurring costs of public education.
- Grades 9-12 enrollment currently at maximum capacity.

2018-19 PRELIMINARY BUDGET - DETAIL		FUND 62 - UNRESTRICTED PROGRAMS										FUND 62 - RESTRICTED PROGRAMS					
2017-18		Unrestricted	Qatar	Korean	Lottery	EPA	Title I	SPED	DOR	Perkins	Title II	Title IV	Cafeteria	Café Equip	Snacks	Medi-cal	Prop39
Account Codes		0000	0004	0120	1100	1400	3010	3310	3410	3550	4035	4124	5310	5314	5320	5640	6230
<b>A. REVENUES</b>																	
1) LCFF Sources	8010 - 8099	37,107,799	-	-	-	6,863,055	-	-	-	-	-	-	-	-	-	-	-
2) Federal Revenues	8100 - 8299	106,301	-	-	-	-	844,117	905,795	69,389	65,591	129,851	230,000	1,200,000	2,853	38,489	-	-
3) Other State Revenues	8300 - 8599	876,488	-	-	738,060	-	-	-	-	-	-	-	100,000	-	-	-	255,314
4) Other Local Revenues	8600 - 8799	939,709	30,455	4,000	-	-	-	-	-	-	-	-	688,055	-	-	-	-
5) TOTAL REVENUES		39,030,297	30,455	4,000	738,060	6,863,055	844,117	905,795	69,389	65,591	129,851	230,000	1,988,055	2,853	38,489	-	255,314
<b>B. EXPENDITURES</b>																	
1) Certificated Salaries	1000 - 1999	19,082,272	82,145	-	-	-	221,815	-	-	1,500	-	8,671	-	-	-	-	-
2) Classified Salaries	2000 - 2999	5,589,866	-	-	-	-	27,941	-	27,060	25,859	-	130,741	744,238	-	-	-	-
3) Employee Benefits	3000 - 3999	9,128,149	34,766	-	-	-	63,807	-	290	1,876	-	45,039	417,112	-	-	-	-
4) Books & Supplies	4000 - 4999	959,147	2,097	6,017	458,069	-	511	-	-	20,799	-	48,286	1,038,306	-	26,349	-	-
5) Services, Other Expenses	5000 - 5999	6,909,209	2,497	388	64,123	-	-	-	-	12,889	14,000	5,595	65,660	-	-	-	-
Direct Cost Transfers	5710	(7,722,205)	-	-	215,868	6,863,055	563,553	905,795	42,039	-	110,569	(8,332)	(62,140)	-	12,140	-	-
6) Capital Outlay	6000 - 6999	681,406	-	-	-	-	-	-	-	-	-	-	25,670	-	-	-	-
7) Other Outgo	7100 - 7299																
	7400 - 7499	661,267	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8) Indirect Cost Transfers	7300 - 7399	(42,285)	-	-	-	-	34,335	-	-	2,668	5,282	-	-	-	-	-	-
9) TOTAL EXPENDITURES		35,246,826	121,505	6,405	738,060	6,863,055	911,962	905,795	69,389	65,591	129,851	230,000	2,228,846	-	38,489	-	-
<b>C. EXCESS (DEFICIENCY) OF REV/EXP</b>		<b>3,783,471</b>	<b>(91,050)</b>	<b>(2,405)</b>	<b>-</b>	<b>-</b>	<b>(67,845)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(240,791)</b>	<b>2,853</b>	<b>-</b>	<b>-</b>	<b>255,314</b>
<b>D. OTHER FINANCING SOURCES/USES</b>																	
1) Interfund Transfers																	
a) Transfers In	8910 - 8929	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
b) Transfers Out	7610 - 7629	(36,900)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2) Other Sources/Uses																	
a) Sources	8930 - 8979	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
b) Uses	7630 - 7699	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3) Contributions	8980 - 8999	(3,482,418)	91,050	-	-	-	67,845	-	-	-	-	79,356	240,791	(2,853)	-	-	-
4) TOTAL OTHER FINANCING SOURCES/USES		(3,519,318)	91,050	-	-	-	67,845	-	-	-	-	79,356	240,791	(2,853)	-	-	-
<b>E. CHANGE IN NET POSITION</b>		<b>264,153</b>	<b>-</b>	<b>(2,405)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>79,356</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>255,314</b>
<b>F. NET POSITION</b>																	
1) Beginning Balance																	
a) As of July 1, Unaudited	9791	10,983,586.28	-	2,404.54	-	-	-	-	-	-	-	(79,356.00)	47,120.47	-	-	-	293,546.46
b) Audit Adj/Restatement	9793/9795	(36,884.00)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
c) As of July 1, Audited		10,946,702.28	-	2,404.54	-	-	-	-	-	-	-	(79,356.00)	47,120.47	-	-	-	293,546.46
2) Ending Balance, June 30		11,210,855.28	-	-	-	-	-	-	-	-	-	-	47,120.47	-	-	-	548,860.46

2018-19 PRELIMINARY BUDGET - DETAIL		2017-18	Lottery	CTEIG	SPED	SPED	CRBG	LADWP	IB Misc	FUND 62 CHARTER	FUND 63 FACILITIES	FUND 64 DEVONSHIRE	FUND 95 ASB	UNRESTRICTED	RESTRICTED	COMBINED
		Account Codes	6300	6387	6500	6501	7338	9119	9120	TOTAL	TOTAL	TOTAL	TOTAL	TOTAL	TOTAL	TOTAL
<b>A. REVENUES</b>																
1) LCFF Sources		8010 - 8099	-	-	-	-	-	-	-	43,970,854	-	-	-	43,970,854	-	43,970,854
2) Federal Revenues		8100 - 8299	-	-	-	-	-	-	-	3,592,386	-	-	-	106,301	3,486,085	3,592,386
3) Other State Revenues		8300 - 8599	260,651	-	2,636,833	-	-	-	-	4,867,346	-	-	-	1,614,548	3,252,798	4,867,346
4) Other Local Revenues		8600 - 8799	-	-	-	264,908	-	45,000	3,037	1,975,164	132,291	375,850	1,239,999	974,164	2,749,140	3,723,304
5) TOTAL REVENUES			260,651	-	2,636,833	264,908	-	45,000	3,037	54,405,750	132,291	375,850	1,239,999	46,665,867	9,488,023	56,153,890
<b>B. EXPENDITURES</b>																
1) Certificated Salaries		1000 - 1999	-	-	2,423,956	-	-	-	-	21,820,359	-	-	-	19,164,417	2,655,942	21,820,359
2) Classified Salaries		2000 - 2999	-	-	968,889	-	-	-	-	7,514,594	40,259	-	-	5,589,866	1,964,987	7,554,853
3) Employee Benefits		3000 - 3999	-	-	1,423,756	-	-	-	-	11,114,795	5,340	-	-	9,162,915	1,957,220	11,120,135
4) Books & Supplies		4000 - 4999	260,651	-	49,356	-	-	15,808	2,671	2,888,067	-	-	1,302,998	1,425,330	2,765,735	4,191,065
5) Services, Other Expenses		5000 - 5999	-	-	1,265,840	2,080	69,600	1,700	366	8,413,947	-	6,900	-	6,976,217	1,444,630	8,420,847
Direct Cost Transfers		5710	-	-	(1,210,662)	262,828	-	27,492	-	-	-	-	-	(643,282)	643,282	-
6) Capital Outlay		6000 - 6999	-	-	-	-	-	-	-	707,076	63,682	-	-	681,406	89,352	770,758
7) Other Outgo		7100 - 7299														
		7400 - 7499	-	-	708,526	-	-	-	-	1,369,793	-	220,940	-	661,267	929,466	1,590,733
8) Indirect Cost Transfers		7300 - 7399	-	-	-	-	-	-	-	-	-	-	-	(42,285)	42,285	-
9) TOTAL EXPENDITURES			260,651	-	5,629,661	264,908	69,600	45,000	3,037	53,828,631	109,281	227,840	1,302,998	42,975,851	12,492,899	55,468,750
<b>C. EXCESS (DEFICIENCY) OF REV/EXP</b>			-	-	(2,992,828)	-	(69,600)	-	-	577,119	23,010	148,010	(62,999)	3,690,016	(3,004,876)	685,140
<b>D. OTHER FINANCING SOURCES/USES</b>																
1) Interfund Transfers																
a) Transfers In		8910 - 8929	-	-	-	-	-	-	-	-	-	36,900	-	-	36,900	36,900
b) Transfers Out		7610 - 7629	-	-	-	-	-	-	-	(36,900)	-	-	-	(36,900)	-	(36,900)
2) Other Sources/Uses																
a) Sources		8930 - 8979	-	-	-	-	-	-	-	-	-	-	-	-	-	-
b) Uses		7630 - 7699	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3) Contributions		8980 - 8999	-	-	2,992,828	-	13,401	-	-	-	-	-	-	(3,391,368)	3,391,368	-
4) TOTAL OTHER FINANCING SOURCES/USES			-	-	2,992,828	-	13,401	-	-	(36,900)	-	36,900	-	(3,428,268)	3,428,268	-
<b>E. CHANGE IN NET POSITION</b>			-	-	-	-	(56,199)	-	-	540,219	23,010	184,910	(62,999)	261,748	423,392	685,140
<b>F. NET POSITION</b>																
1) Beginning Balance																
a) As of July 1, Unaudited		9791	-	-	(150.00)	-	56,199.00	-	-	11,303,350.75	1,771,712.54	2,736,856.80	447,084.93	10,985,990.82	5,273,014.20	16,259,005.02
b) Audit Adj/Restatement		9793/9795	-	-	-	-	-	-	-	(36,884.00)	-	803.22	-	(36,884.00)	803.22	(36,080.78)
c) As of July 1, Audited			-	-	(150.00)	-	56,199.00	-	-	11,266,466.75	1,771,712.54	2,737,660.02	447,084.93	10,949,106.82	5,273,817.42	16,222,924.24
			-	-	-	-	-	-	-	-	-	-	-	-	-	-
2) Ending Balance, June 30			-	-	(150.00)	-	-	-	-	11,806,686.21	1,794,722.54	2,922,570.02	384,085.93	11,210,855.28	5,697,209.42	16,908,064.70



2018-19 PRELIMINARY BUDGET		FUND 62 - UNRESTRICTED PROGRAMS								FUND 62 - RESTRICTED PROGRAMS							
	2018-19	Unrestricted	Lottery	EPA	Title I	SPED	DOR	Perkins	Title II	Title IV	Cafeteria	Café Equip	Snacks	Medi-cal	Prop39	Lottery	CTEIG
A. REVENUES	Account Codes	0000	1100	1400	3010	3310	3410	3550	4035	4124	5310	5314	5320	5640	6230	6300	6387
1) LCFF Sources	8010 - 8099	39,343,579	-	6,772,153	-	-	-	-	-	-	-	-	-	-	-	-	-
2) Federal Revenues	8100 - 8299	-	-	-	800,000	898,927	70,614	59,031	115,000	-	1,200,000	-	62,636	-	-	-	-
3) Other State Revenues	8300 - 8599	1,797,066	708,976	-	-	-	-	-	-	-	100,000	-	-	-	-	233,088	964,957
4) Other Local Revenues	8600 - 8799	890,740	-	-	-	-	-	-	-	-	650,000	-	-	-	-	-	-
5) TOTAL REVENUES		42,031,385	708,976	6,772,153	800,000	898,927	70,614	59,031	115,000	-	1,950,000	-	62,636	-	-	233,088	964,957
B. EXPENDITURES																	
1) Certificated Salaries	1000 - 1999	19,147,764	-	-	212,549	-	-	1,500	-	10,000	-	-	-	-	-	-	-
2) Classified Salaries	2000 - 2999	5,756,595	-	-	30,000	-	27,060	-	-	132,148	760,016	-	-	-	-	-	-
3) Employee Benefits	3000 - 3999	9,414,626	-	-	67,135	-	290	282	-	43,611	450,919	-	-	-	-	-	-
4) Books & Supplies	4000 - 4999	1,148,194	505,000	-	500	-	-	43,000	-	58,001	1,015,000	-	38,356	-	-	233,088	-
5) Services, Other Expenses	5000 - 5999	7,023,880	63,500	-	-	-	-	11,438	-	5,000	72,350	-	-	-	-	-	-
Direct Cost Transfers	5710	(7,547,929)	140,476	6,772,153	594,651	898,927	43,264	-	109,409	(18,760)	(74,280)	-	24,280	-	-	-	-
6) Capital Outlay	6000 - 6999	1,074,258	-	-	-	-	-	-	-	-	25,670	-	-	-	548,860	-	964,957
7) Other Outgo	7100 - 7299																
	7400 - 7499	661,267	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8) Indirect Cost Transfers	7300 - 7399	(47,295)	-	-	38,893	-	-	2,811	5,591	-	-	-	-	-	-	-	-
9) TOTAL EXPENDITURES		36,631,360	708,976	6,772,153	943,728	898,927	70,614	59,031	115,000	230,000	2,249,675	-	62,636	-	548,860	233,088	964,957
C. EXCESS (DEFICIENCY) OF REV/EXP		5,400,025	-	-	(143,728)	-	-	-	-	(230,000)	(299,675)	-	-	-	(548,860)	-	-
D. OTHER FINANCING SOURCES/USES																	
1) Interfund Transfers																	
a) Transfers In	8910 - 8929	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
b) Transfers Out	7610 - 7629	(25,300)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2) Other Sources/Uses																	
a) Sources	8930 - 8979	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
b) Uses	7630 - 7699	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3) Contributions	8980 - 8999	(4,217,042)	-	-	143,728	-	-	-	-	230,000	299,675	-	-	-	-	-	-
4) TOTAL OTHER FINANCING SOURCES/USES		(4,242,342)	-	-	143,728	-	-	-	-	230,000	299,675	-	-	-	-	-	-
E. CHANGE IN NET POSITION		1,157,683	-	-	-	-	-	-	-	-	-	-	-	-	(548,860)	-	-
F. NET POSITION																	
1) Beginning Balance																	
a) As of July 1, Unaudited	9791	11,210,855.28	-	-	-	-	-	-	-	-	47,120.47	-	-	-	548,860.46	-	-
b) Audit Adj/Restatement	9793/9795	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
c) As of July 1, Audited		11,210,855.28	-	-	-	-	-	-	-	-	47,120.47	-	-	-	548,860.46	-	-
2) Ending Balance, June 30		12,368,538.28	-	-	-	-	-	-	-	-	47,120.47	-	-	-	-	-	-

2018-19 PRELIMINARY BUDGET		2018-19	SPED	SPED	CRBG	QATAR	KOREAN	LADWP	IB Misc	FUND 62 CHARTER	FUND 63 FACILITIES	FUND 64 DEVONSHIRE	FUND 95 ASB	UNRESTRICTED	RESTRICTED	COMBINED
		Account Codes	6500	6501	7338	9004	9012	9119	9120	TOTAL	TOTAL	TOTAL	TOTAL	TOTAL	TOTAL	TOTAL
<b>A. REVENUES</b>																
1) LCFF Sources		8010 - 8099	-	-	-	-	-	-	-	46,115,732	-	-	-	46,115,732	-	46,115,732
2) Federal Revenues		8100 - 8299	-	-	-	-	-	-	-	3,206,208	-	-	-	-	3,206,208	3,206,208
3) Other State Revenues		8300 - 8599	2,687,756	-	-	-	-	-	-	6,491,843	-	-	-	2,506,042	3,985,801	6,491,843
4) Other Local Revenues		8600 - 8799	-	150,000	-	28,500	4,000	-	-	1,723,240	120,000	376,450	1,200,000	890,740	2,528,950	3,419,690
5) TOTAL REVENUES			2,687,756	150,000	-	28,500	4,000	-	-	57,537,023	120,000	376,450	1,200,000	49,512,514	9,720,959	59,233,473
<b>B. EXPENDITURES</b>																
1) Certificated Salaries		1000 - 1999	2,456,409	-	-	85,049	-	-	-	21,913,271	-	-	-	19,147,764	2,765,507	21,913,271
2) Classified Salaries		2000 - 2999	964,693	-	-	-	-	-	-	7,670,512	50,000	-	-	5,756,595	1,963,917	7,720,512
3) Employee Benefits		3000 - 3999	1,754,251	-	-	41,847	-	-	-	11,772,961	4,364	-	-	9,414,626	2,362,699	11,777,325
4) Books & Supplies		4000 - 4999	46,000	-	-	2,000	3,500	-	-	3,092,639	-	-	1,300,000	1,653,194	2,739,445	4,392,639
5) Services, Other Expenses		5000 - 5999	1,282,500	-	-	2,000	500	-	-	8,461,168	-	5,300	-	7,087,380	1,379,088	8,466,468
Direct Cost Transfers		5710	(1,092,191)	150,000	-	-	-	-	-	-	-	-	-	(635,300)	635,300	-
6) Capital Outlay		6000 - 6999	-	-	-	-	-	-	-	2,613,745	63,682	-	-	1,074,258	1,603,169	2,677,427
7) Other Outgo		7100 - 7299														
		7400 - 7499	717,337	-	-	-	-	-	-	1,378,604	-	289,150	-	661,267	1,006,487	1,667,754
8) Indirect Cost Transfers		7300 - 7399	-	-	-	-	-	-	-	-	-	-	-	(47,295)	47,295	-
9) TOTAL EXPENDITURES			6,128,999	150,000	-	130,896	4,000	-	-	56,902,900	118,046	294,450	1,300,000	44,112,489	14,502,907	58,615,396
<b>C. EXCESS (DEFICIENCY) OF REV/EXP</b>			(3,441,243)	-	-	(102,396)	-	-	-	634,123	1,954	82,000	(100,000)	5,400,025	(4,781,948)	618,077
<b>D. OTHER FINANCING SOURCES/USES</b>																
1) Interfund Transfers																
a) Transfers In		8910 - 8929	-	-	-	-	-	-	-	-	-	25,300	-	-	25,300	25,300
b) Transfers Out		7610 - 7629	-	-	-	-	-	-	-	(25,300)	-	-	-	(25,300)	-	(25,300)
2) Other Sources/Uses																
a) Sources		8930 - 8979	-	-	-	-	-	-	-	-	-	-	-	-	-	-
b) Uses		7630 - 7699	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3) Contributions		8980 - 8999	3,441,243	-	-	102,396	-	-	-	-	-	-	-	(4,217,042)	4,217,042	-
4) TOTAL OTHER FINANCING SOURCES/USES			3,441,243	-	-	102,396	-	-	-	(25,300)	-	25,300	-	(4,242,342)	4,242,342	-
<b>E. CHANGE IN NET POSITION</b>			-	-	-	-	-	-	-	608,823	1,954	107,300	(100,000)	1,157,683	(539,606)	618,077
<b>F. NET POSITION</b>																
1) Beginning Balance																
a) As of July 1, Unaudited		9791	(150.00)	-	-	-	-	-	-	11,806,686.21	1,794,722.54	2,922,570.02	384,085.93	11,210,855.28	5,697,209.42	16,908,064.70
b) Audit Adj/Restatement		9793/9795	-	-	-	-	-	-	-	-	-	-	-	-	-	-
c) As of July 1, Audited			(150.00)	-	-	-	-	-	-	11,806,686.21	1,794,722.54	2,922,570.02	384,085.93	11,210,855.28	5,697,209.42	16,908,064.70
2) Ending Balance, June 30			(150.00)	-	-	-	-	-	-	12,415,508.75	1,796,676.54	3,029,870.02	284,085.93	12,368,538.28	5,157,602.96	17,526,141.24

**PRELIMINARY BUDGET - 2018-19**  
**MULTI-YEAR FINANCIAL PROJECTIONS**  
ALL FUNDS COMBINED

		2017-18	2018-19	2019-20	2020-21	2017-18	2018-19	2019-20	2020-21	2017-18	2018-19	2019-20	2020-21
<b>A. REVENUES</b>		<b>UNRESTRICTED TOTAL</b>				<b>RESTRICTED TOTAL</b>				<b>COMBINED TOTAL</b>			
1) LCFF Sources	8010 - 8099	43,970,854	46,115,732	47,327,064	48,592,412	-	-	-	-	43,970,854	46,115,732	47,327,064	48,592,412
2) Federal Revenues	8100 - 8299	106,301	-	-	-	3,486,085	3,206,208	3,136,563	3,136,563	3,592,386	3,206,208	3,136,563	3,136,563
3) Other State Revenues	8300 - 8599	1,614,548	2,506,042	903,728	908,911	3,252,798	3,985,801	3,083,632	3,159,063	4,867,346	6,491,843	3,987,360	4,067,974
4) Other Local Revenues	8600 - 8799	974,164	890,740	615,740	231,000	2,749,140	2,528,950	2,529,275	2,529,325	3,723,304	3,419,690	3,145,015	2,760,325
5) TOTAL REVENUES		46,665,867	49,512,514	48,846,532	49,732,323	9,488,023	9,720,959	8,749,470	8,824,951	56,153,890	59,233,473	57,596,002	58,557,274
<b>B. EXPENDITURES</b>		-	-	-	-	-	-	-	-	-	-	-	-
1) Certificated Salaries	1000 - 1999	19,164,417	19,147,764	19,371,488	19,662,060	2,655,942	2,765,507	2,835,177	2,873,632	21,820,359	21,913,271	22,206,665	22,535,692
2) Classified Salaries	2000 - 2999	5,589,866	5,756,595	6,022,522	6,173,085	1,964,987	1,963,917	1,945,712	1,961,645	7,554,853	7,720,512	7,968,234	8,134,730
3) Employee Benefits	3000 - 3999	9,162,915	9,414,626	10,329,303	11,183,856	1,957,220	2,362,699	2,551,863	2,731,217	11,120,135	11,777,325	12,881,166	13,915,073
4) Books & Supplies	4000 - 4999	1,425,330	1,653,194	1,376,904	1,376,904	2,765,735	2,739,445	2,739,445	2,739,445	4,191,065	4,392,639	4,116,349	4,116,349
5) Services, Other Expenses	5000 - 5999	6,976,217	7,087,380	7,011,203	7,011,203	1,444,630	1,379,088	1,629,983	1,379,968	8,420,847	8,466,468	8,641,186	8,391,171
6) Capital Outlay	6000 - 6999	681,406	1,074,258	956,708	956,708	89,352	1,603,169	89,352	89,352	770,758	2,677,427	1,046,060	1,046,060
7) Other Outgo	7100 - 7299	-	-	-	-	-	-	-	-	-	-	-	-
7) Other Outgo	7400 - 7499	661,267	661,267	661,267	439,967	929,466	1,006,487	1,015,765	1,025,673	1,590,733	1,667,754	1,677,032	1,465,640
8) Direct/Indirect Costs	7300 - 7399	(42,285)	(47,295)	(47,341)	(47,341)	42,285	47,295	47,341	47,341	-	-	-	-
9) TOTAL EXPENDITURES		42,975,851	44,112,489	45,046,754	46,121,142	12,492,899	14,502,907	13,489,938	13,483,573	55,468,750	58,615,396	58,536,692	59,604,715
<b>C. EXCESS (DEFICIENCY) OF REV/EXP</b>		3,690,016	5,400,025	3,799,778	3,611,181	(3,004,876)	(4,781,948)	(4,740,468)	(4,658,622)	685,140	618,077	(940,690)	(1,047,441)
<b>D. OTHER FINANCING SOURCES/USES</b>		-	-	-	-	-	-	-	-	-	-	-	-
1) Interfund Transfers		-	-	-	-	-	-	-	-	-	-	-	-
a) Transfers In	8910 - 8929	-	-	-	-	36,900	25,300	25,300	25,300	36,900	25,300	25,300	25,300
b) Transfers Out	7610 - 7629	(36,900)	(25,300)	(25,300)	(25,300)	-	-	-	-	(36,900)	(25,300)	(25,300)	(25,300)
2) Other Sources/Uses		-	-	-	-	-	-	-	-	-	-	-	-
a) Sources	8930 - 8979	-	-	-	-	-	-	-	-	-	-	-	-
b) Uses	7630 - 7699	-	-	-	-	-	-	-	-	-	-	-	-
3) Contributions	8980 - 8999	(3,391,368)	(4,217,042)	(4,729,284)	(4,652,301)	3,391,368	4,217,042	4,729,284	4,652,301	-	-	-	-
4) TOTAL OTHER FINANCING SOURCES/USES		(3,428,268)	(4,242,342)	(4,754,584)	(4,677,601)	3,428,268	4,242,342	4,754,584	4,677,601	-	-	-	-
<b>E. CHANGE IN NET POSITION</b>		261,748	1,157,683	(954,806)	(1,066,420)	423,392	(539,606)	14,117	18,979	685,140	618,077	(940,690)	(1,047,441)
<b>F. NET POSITION</b>		-	-	-	-	-	-	-	-	-	-	-	-
1) Beginning Balance		-	-	-	-	-	-	-	-	-	-	-	-
a) As of July 1, Unaudited	9791	10,985,991	11,210,855	12,368,538	11,413,732	5,273,014	5,697,209	5,157,603	5,171,719	16,259,005	16,908,065	17,526,141	16,585,452
b) Audit Adj/Restatement	9793/9795	(36,884)	-	-	-	803	-	-	-	(36,081)	-	-	-
c) As of July 1, Audited		10,949,107	11,210,855	12,368,538	11,413,732	5,273,817	5,697,209	5,157,603	5,171,719	16,222,924	16,908,065	17,526,141	16,585,452
2) Ending Balance, June 30		11,210,855	12,368,538	11,413,732	10,347,312	5,697,209	5,157,603	5,171,719	5,190,698	16,908,065	17,526,141	16,585,452	15,538,010

Charter Number: \_\_\_\_\_

To the chartering authority and the county superintendent of schools (or only to the county superintendent of schools if the county board of education is the chartering authority):

2018-19 CHARTER SCHOOL BUDGET REPORT: This report is hereby filed by the charter school pursuant to Education Code Section 47604.33(a).

Signed:   
Charter School Official  
(Original signature required)

Date: 6/11/18

Printed Name: ERIN LILLIBRIDGE

Title: CBO

For additional information on the budget report, please contact:

Charter School Contact:

Erin Lillibridge  
Name

CBO  
Title

818-360-2361 x350  
Telephone

elillibridge@ghchs.com  
E-mail Address

Description	Resource Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>A. REVENUES</b>					
1) LCFF Sources		8010-8099	0.00	46,115,732.00	New
2) Federal Revenue		8100-8299	0.00	3,206,208.00	New
3) Other State Revenue		8300-8599	0.00	3,804,087.00	New
4) Other Local Revenue		8600-8799	0.00	6,107,446.00	New
5) TOTAL, REVENUES			0.00	59,233,473.00	New
<b>B. EXPENSES</b>					
1) Certificated Salaries		1000-1999	0.00	21,913,271.00	New
2) Classified Salaries		2000-2999	0.00	7,720,512.00	New
3) Employee Benefits		3000-3999	0.00	11,777,325.00	New
4) Books and Supplies		4000-4999	0.00	4,571,764.00	New
5) Services and Other Operating Expenses		5000-5999	0.00	8,486,468.00	New
6) Depreciation		6000-6999	0.00	2,677,427.00	New
7) Other Outgo (excluding Transfers of Indirect Costs)		7100-7299, 7400-7499	0.00	1,667,754.00	New
8) Other Outgo - Transfers of Indirect Costs		7300-7399	0.00	0.00	0.0%
9) TOTAL, EXPENSES			0.00	58,814,521.00	New
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE OTHER FINANCING SOURCES AND USES (A5 - B9)</b>			0.00	418,952.00	New
<b>D. OTHER FINANCING SOURCES/USES</b>					
1) Interfund Transfers					
a) Transfers In		8900-8929	0.00	25,300.00	New
b) Transfers Out		7600-7629	0.00	25,300.00	New
2) Other Sources/Uses					
a) Sources		8930-8979	0.00	0.00	0.0%
b) Uses		7630-7699	0.00	0.00	0.0%
3) Contributions		8980-8999	0.00	0.00	0.0%
4) TOTAL, OTHER FINANCING SOURCES/USES			0.00	0.00	0.0%

Description	Resource Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>E. NET INCREASE (DECREASE) IN NET POSITION (C + D4)</b>			0.00	418,952.00	New
<b>F. NET POSITION</b>					
1) Beginning Net Position					
a) As of July 1 - Unaudited		9791	0.00	0.00	0.0%
b) Audit Adjustments		9793	0.00	0.00	0.0%
c) As of July 1 - Audited (F1a + F1b)			0.00	0.00	0.0%
d) Other Restatements		9795	0.00	0.00	0.0%
e) Adjusted Beginning Net Position (F1c + F1d)			0.00	0.00	0.0%
2) Ending Net Position, June 30 (E + F1e)			0.00	418,952.00	New
Components of Ending Net Position					
a) Net Investment in Capital Assets		9796	0.00	0.00	0.0%
b) Restricted Net Position		9797	0.00	0.00	0.0%
c) Unrestricted Net Position		9790	0.00	0.00	0.0%



Description	Resource Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>G. ASSETS</b>					
1) Cash					
a) in County Treasury		9110	0.00		
1) Fair Value Adjustment to Cash in County Treasury		9111	0.00		
b) in Banks		9120	0.00		
c) in Revolving Cash Account		9130	0.00		
d) with Fiscal Agent/Trustee		9135	0.00		
e) Collections Awaiting Deposit		9140	0.00		
2) Investments		9150	0.00		
3) Accounts Receivable		9200	0.00		
4) Due from Grantor Government		9290	0.00		
5) Due from Other Funds		9310	0.00		
6) Stores		9320	0.00		
7) Prepaid Expenditures		9330	0.00		
8) Other Current Assets		9340	0.00		
9) Fixed Assets					
a) Land		9410	0.00		
b) Land Improvements		9420	0.00		
c) Accumulated Depreciation - Land Improvements		9425	0.00		
d) Buildings		9430	0.00		
e) Accumulated Depreciation - Buildings		9435	0.00		
f) Equipment		9440	0.00		
g) Accumulated Depreciation - Equipment		9445	0.00		
h) Work in Progress		9450	0.00		
10) TOTAL, ASSETS			0.00		
<b>H. DEFERRED OUTFLOWS OF RESOURCES</b>					
1) Deferred Outflows of Resources		9490	0.00		
2) TOTAL, DEFERRED OUTFLOWS			0.00		

Description	Resource Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>I. LIABILITIES</b>					
1) Accounts Payable		9500	0.00		
2) Due to Grantor Governments		9590	0.00		
3) Due to Other Funds		9610	0.00		
4) Current Loans		9640	0.00		
5) Unearned Revenue		9650	0.00		
6) Long-Term Liabilities					
a) Net Pension Liability		9663	0.00		
b) Total/Net OPEB Liability		9664	0.00		
c) Compensated Absences		9665	0.00		
d) COPs Payable		9666	0.00		
e) Capital Leases Payable		9667	0.00		
f) Lease Revenue Bonds Payable		9668	0.00		
g) Other General Long-Term Liabilities		9669	0.00		
7) TOTAL, LIABILITIES			0.00		
<b>J. DEFERRED INFLOWS OF RESOURCES</b>					
1) Deferred Inflows of Resources		9690	0.00		
2) TOTAL, DEFERRED INFLOWS			0.00		
<b>K. NET POSITION</b>					
Net Position, June 30 (G10 + H2) - (I7 + J2)			0.00		

Description	Resource Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>LCFF SOURCES</b>					
Principal Apportionment					
State Aid - Current Year		8011	0.00	29,079,878.00	New
Education Protection Account State Aid - Current Year		8012	0.00	6,772,153.00	New
State Aid - Prior Years		8019	0.00	0.00	0.0%
LCFF Transfers					
Unrestricted LCFF Transfers - Current Year	0000	8091	0.00	0.00	0.0%
All Other LCFF Transfers - Current Year	All Other	8091	0.00	0.00	0.0%
Transfers to Charter Schools in Lieu of Property Taxes		8096	0.00	10,263,701.00	New
Property Taxes Transfers		8097	0.00	0.00	0.0%
LCFF/Revenue Limit Transfers - Prior Years		8099	0.00	0.00	0.0%
<b>TOTAL, LCFF SOURCES</b>			0.00	46,115,732.00	New
<b>FEDERAL REVENUE</b>					
Maintenance and Operations		8110	0.00	0.00	0.0%
Special Education Entitlement		8181	0.00	0.00	0.0%
Special Education Discretionary Grants		8182	0.00	0.00	0.0%
Child Nutrition Programs		8220	0.00	1,262,636.00	New
Donated Food Commodities		8221	0.00	0.00	0.0%
Interagency Contracts Between LEAs		8285	0.00	898,927.00	New
Title I, Part A, Basic	3010	8290	0.00	800,000.00	New
Title I, Part D, Local Delinquent Programs	3025	8290	0.00	0.00	0.0%
Title II, Part A, Educator Quality	4035	8290	0.00	115,000.00	New
Title III, Part A, Immigrant Education Program	4201	8290	0.00	0.00	0.0%
Title III, Part A, English Learner Program	4203	8290	0.00	0.00	0.0%
Public Charter Schools Grant Program (PCSGP)	4610	8290	0.00	0.00	0.0%
	3020, 3040, 3041, 3045, 3060, 3061, 3150, 3155, 3180, 3181, 3185, 4124,				
Other NCLB / Every Student Succeeds Act	4126, 4127, 5510, 5630	8290	0.00	0.00	0.0%
Career and Technical Education	3500-3599	8290	0.00	59,031.00	New
All Other Federal Revenue	All Other	8290	0.00	70,614.00	New
<b>TOTAL, FEDERAL REVENUE</b>			0.00	3,206,208.00	New

Description	Resource Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>OTHER STATE REVENUE</b>					
Other State Apportionments					
Special Education Master Plan Current Year	6500	8311	0.00	0.00	0.0%
Prior Years	6500	8319	0.00	0.00	0.0%
All Other State Apportionments - Current Year	All Other	8311	0.00	0.00	0.0%
All Other State Apportionments - Prior Years	All Other	8319	0.00	0.00	0.0%
Child Nutrition Programs		8520	0.00	100,000.00	New
Mandated Costs Reimbursements		8550	0.00	1,789,566.00	New
Lottery - Unrestricted and Instructional Materials		8560	0.00	942,064.00	New
After School Education and Safety (ASES)	6010	8590	0.00	0.00	0.0%
Charter School Facility Grant	6030	8590	0.00	0.00	0.0%
Drug/Alcohol/Tobacco Funds	6690, 6695	8590	0.00	0.00	0.0%
California Clean Energy Jobs Act	6230	8590	0.00	0.00	0.0%
Career Technical Education Incentive Grant Program	6387	8590	0.00	964,957.00	New
Specialized Secondary	7370	8590	0.00	0.00	0.0%
Quality Education Investment Act	7400	8590	0.00	0.00	0.0%
Common Core State Standards Implementation Funds	7405	8590	0.00	0.00	0.0%
All Other State Revenue	All Other	8590	0.00	7,500.00	New
<b>TOTAL, OTHER STATE REVENUE</b>			0.00	3,804,087.00	New

Description	Resource Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>OTHER LOCAL REVENUE</b>					
Sales					
Sale of Equipment/Supplies		8631	0.00	0.00	0.0%
Sale of Publications		8632	0.00	0.00	0.0%
Food Service Sales		8634	0.00	650,000.00	New
All Other Sales		8639	0.00	0.00	0.0%
Leases and Rentals		8650	0.00	832,690.00	New
Interest		8660	0.00	354,500.00	New
Net Increase (Decrease) in the Fair Value of Investments		8662	0.00	0.00	0.0%
Fees and Contracts					
Child Development Parent Fees		8673	0.00	0.00	0.0%
Transportation Fees From Individuals		8675	0.00	0.00	0.0%
Interagency Services		8677	0.00	2,837,756.00	New
All Other Fees and Contracts		8689	0.00	0.00	0.0%
All Other Local Revenue		8699	0.00	1,432,500.00	New
Tuition		8710	0.00	0.00	0.0%
All Other Transfers In		8781-8783	0.00	0.00	0.0%
Transfers of Apportionments					
Special Education SELPA Transfers From Districts or Charter Schools	6500	8791	0.00	0.00	0.0%
From County Offices	6500	8792	0.00	0.00	0.0%
From JPAs	6500	8793	0.00	0.00	0.0%
Other Transfers of Apportionments From Districts or Charter Schools	All Other	8791	0.00	0.00	0.0%
From County Offices	All Other	8792	0.00	0.00	0.0%
From JPAs	All Other	8793	0.00	0.00	0.0%
All Other Transfers In from All Others		8799	0.00	0.00	0.0%
<b>TOTAL, OTHER LOCAL REVENUE</b>			0.00	6,107,446.00	New
<b>TOTAL, REVENUES</b>			0.00	59,233,473.00	New

Description	Resource Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>CERTIFICATED SALARIES</b>					
Certificated Teachers' Salaries		1100	0.00	16,807,149.00	New
Certificated Pupil Support Salaries		1200	0.00	3,223,939.00	New
Certificated Supervisors' and Administrators' Salaries		1300	0.00	1,673,869.00	New
Other Certificated Salaries		1900	0.00	208,314.00	New
TOTAL, CERTIFICATED SALARIES			0.00	21,913,271.00	New
<b>CLASSIFIED SALARIES</b>					
Classified Instructional Salaries		2100	0.00	2,282,051.00	New
Classified Support Salaries		2200	0.00	2,198,188.00	New
Classified Supervisors' and Administrators' Salaries		2300	0.00	1,047,283.00	New
Clerical, Technical and Office Salaries		2400	0.00	1,806,714.00	New
Other Classified Salaries		2900	0.00	386,276.00	New
TOTAL, CLASSIFIED SALARIES			0.00	7,720,512.00	New
<b>EMPLOYEE BENEFITS</b>					
STRS		3101-3102	0.00	3,472,897.00	New
PERS		3201-3202	0.00	1,282,413.00	New
OASDI/Medicare/Alternative		3301-3302	0.00	846,462.00	New
Health and Welfare Benefits		3401-3402	0.00	5,826,155.00	New
Unemployment Insurance		3501-3502	0.00	14,605.00	New
Workers' Compensation		3601-3602	0.00	298,793.00	New
OPEB, Allocated		3701-3702	0.00	0.00	0.0%
OPEB, Active Employees		3751-3752	0.00	0.00	0.0%
Other Employee Benefits		3901-3902	0.00	36,000.00	New
TOTAL, EMPLOYEE BENEFITS			0.00	11,777,325.00	New
<b>BOOKS AND SUPPLIES</b>					
Approved Textbooks and Core Curricula Materials		4100	0.00	693,838.00	New
Books and Other Reference Materials		4200	0.00	9,000.00	New
Materials and Supplies		4300	0.00	2,638,440.00	New
Noncapitalized Equipment		4400	0.00	267,130.00	New
Food		4700	0.00	963,356.00	New
TOTAL, BOOKS AND SUPPLIES			0.00	4,571,764.00	New



Description	Resource Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>SERVICES AND OTHER OPERATING EXPENSES</b>					
Subagreements for Services		5100	0.00	1,922,000.00	New
Travel and Conferences		5200	0.00	237,438.00	New
Dues and Memberships		5300	0.00	72,945.00	New
Insurance		5400-5450	0.00	256,500.00	New
Operations and Housekeeping Services		5500	0.00	890,950.00	New
Rentals, Leases, Repairs, and Noncapitalized Improvements		5600	0.00	2,075,868.00	New
Transfers of Direct Costs		5710	0.00	0.00	0.0%
Transfers of Direct Costs - Interfund		5750	0.00	0.00	0.0%
Professional/Consulting Services and Operating Expenditures		5800	0.00	2,223,316.00	New
Communications		5900	0.00	807,451.00	New
TOTAL, SERVICES AND OTHER OPERATING EXPENSES			0.00	8,486,468.00	New
<b>DEPRECIATION</b>					
Depreciation Expense		6900	0.00	2,677,427.00	New
TOTAL, DEPRECIATION			0.00	2,677,427.00	New
<b>OTHER OUTGO (excluding Transfers of Indirect Costs)</b>					
Tuition					
Tuition for Instruction Under Interdistrict Attendance Agreements		7110	0.00	0.00	0.0%
Tuition, Excess Costs, and/or Deficit Payments Payments to Districts or Charter Schools		7141	0.00	0.00	0.0%
Payments to County Offices		7142	0.00	0.00	0.0%
Payments to JPAs		7143	0.00	0.00	0.0%
Other Transfers Out					
All Other Transfers		7281-7283	0.00	1,157,304.00	New
All Other Transfers Out to All Others		7299	0.00	0.00	0.0%
Debt Service					
Debt Service - Interest		7438	0.00	510,450.00	New
TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)			0.00	1,667,754.00	New

			2017-18	2018-19	Percent
Description	Resource Codes	Object Codes	Estimated Actuals	Budget	Difference
<b>OTHER OUTGO - TRANSFERS OF INDIRECT COSTS</b>					
Transfers of Indirect Costs		7310	0.00	0.00	0.0%
Transfers of Indirect Costs - Interfund		7350	0.00	0.00	0.0%
TOTAL, OTHER OUTGO - TRANSFERS OF INDIRECT COSTS			0.00	0.00	0.0%
TOTAL, EXPENSES			0.00	58,814,521.00	New

Description	Resource Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>INTERFUND TRANSFERS</b>					
<b>INTERFUND TRANSFERS IN</b>					
Other Authorized Interfund Transfers In		8919	0.00	25,300.00	New
(a) TOTAL, INTERFUND TRANSFERS IN			0.00	25,300.00	New
<b>INTERFUND TRANSFERS OUT</b>					
Other Authorized Interfund Transfers Out		7619	0.00	25,300.00	New
(b) TOTAL, INTERFUND TRANSFERS OUT			0.00	25,300.00	New
<b>OTHER SOURCES/USES</b>					
<b>SOURCES</b>					
Other Sources					
Transfers from Funds of Lapsed/Reorganized LEAs		8965	0.00	0.00	0.0%
All Other Financing Sources		8979	0.00	0.00	0.0%
(c) TOTAL, SOURCES			0.00	0.00	0.0%
<b>USES</b>					
Transfers of Funds from Lapsed/Reorganized LEAs		7651	0.00	0.00	0.0%
All Other Financing Uses		7699	0.00	0.00	0.0%
(d) TOTAL, USES			0.00	0.00	0.0%
<b>CONTRIBUTIONS</b>					
Contributions from Unrestricted Revenues		8980	0.00	0.00	0.0%
Contributions from Restricted Revenues		8990	0.00	0.00	0.0%
(e) TOTAL, CONTRIBUTIONS			0.00	0.00	0.0%
<b>TOTAL, OTHER FINANCING SOURCES/USES (a - b + c - d + e)</b>			0.00	0.00	0.0%

Description	Function Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>A. REVENUES</b>					
1) LCFF Sources		8010-8099	0.00	46,115,732.00	New
2) Federal Revenue		8100-8299	0.00	3,206,208.00	New
3) Other State Revenue		8300-8599	0.00	3,804,087.00	New
4) Other Local Revenue		8600-8799	0.00	6,107,446.00	New
5) TOTAL, REVENUES			0.00	59,233,473.00	New
<b>B. EXPENSES (Objects 1000-7999)</b>					
1) Instruction	1000-1999		0.00	29,853,954.00	New
2) Instruction - Related Services	2000-2999		0.00	5,314,446.00	New
3) Pupil Services	3000-3999		0.00	8,273,814.00	New
4) Ancillary Services	4000-4999		0.00	2,690,261.00	New
5) Community Services	5000-5999		0.00	54,364.00	New
6) Enterprise	6000-6999		0.00	0.00	0.0%
7) General Administration	7000-7999		0.00	3,442,055.00	New
8) Plant Services	8000-8999		0.00	7,517,873.00	New
9) Other Outgo	9000-9999	Except 7600-7699	0.00	1,667,754.00	New
10) TOTAL, EXPENSES			0.00	58,814,521.00	New
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE OTHER FINANCING SOURCES AND USES (A5 - B10)</b>			0.00	418,952.00	New
<b>D. OTHER FINANCING SOURCES/USES</b>					
1) Interfund Transfers					
a) Transfers In		8900-8929	0.00	25,300.00	New
b) Transfers Out		7600-7629	0.00	25,300.00	New
2) Other Sources/Uses					
a) Sources		8930-8979	0.00	0.00	0.0%
b) Uses		7630-7699	0.00	0.00	0.0%
3) Contributions		8980-8999	0.00	0.00	0.0%
4) TOTAL, OTHER FINANCING SOURCES/USES			0.00	0.00	0.0%

Description	Function Codes	Object Codes	2017-18 Estimated Actuals	2018-19 Budget	Percent Difference
<b>E. NET INCREASE (DECREASE) IN NET POSITION (C + D4)</b>			0.00	418,952.00	New
<b>F. NET POSITION</b>					
1) Beginning Net Position					
a) As of July 1 - Unaudited		9791	0.00	0.00	0.0%
b) Audit Adjustments		9793	0.00	0.00	0.0%
c) As of July 1 - Audited (F1a + F1b)			0.00	0.00	0.0%
d) Other Restatements		9795	0.00	0.00	0.0%
e) Adjusted Beginning Net Position (F1c + F1d)			0.00	0.00	0.0%
2) Ending Net Position, June 30 (E + F1e)			0.00	418,952.00	New
Components of Ending Net Position					
a) Net Investment in Capital Assets		9796	0.00	0.00	0.0%
b) Restricted Net Position		9797	0.00	0.00	0.0%
c) Unrestricted Net Position		9790	0.00	0.00	0.0%

Resource	Description	2017-18	2018-19
		Estimated Actuals	Budget
Total, Restricted Net Position		0.00	0.00

# The FISCAL REPORT an informational update

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No. 12

## 2018-19 State Budget Approved by the Legislature

One day before the June 15 constitutional deadline for the Legislature to act on a state spending plan for the upcoming fiscal year, the Assembly and Senate approved the 2018-19 State Budget Bill ([Senate Bill \[SB\] 840](#)) and several accompanying trailer bills, on a mostly party-line vote (for more details on the Budget agreement, see “[Conference Committee Releases Framework for 2018-19 State Budget Compromise](#),” in the current issue of the *Fiscal Report*).

On June 13, 2018, the Senate Committee on Budget and Fiscal Review considered and approved more than a dozen Budget trailer bills, the implementing language of the California State Budget Bill, in advance of Thursday’s vote. On the other side of the aisle, the Assembly Budget Committee held an informational hearing on many of the Budget trailer bills, but will not take action on several of those measures until next week. Once passed by the Budget Committees, these bills move forward to the full Senate and Assembly floors for approval.

While the Proposition 98 certification trailer bill ([Assembly Bill \[AB\] 1825](#)) was approved by the Legislature, the education omnibus trailer bill ([AB 1808](#)) was not in print long enough to be voted on by the Legislature, and instead is expected to be taken up sometime next week. With the passage of Proposition 54 in 2016, all legislation, including the State Budget Bill and accompanying trailer bills, is required to be in print and online in its final form for at least 72 hours before the Legislature can take action on it.

If Governor Jerry Brown receives SB 840 and any accompanying trailer bills on June 14, 2018, immediately following passage by the Senate and Assembly, he will have until June 26, 2018, 12 days after being presented with the bills, to take one of the following actions:

- Approve the Budget bill (and/or accompanying trailer bills) as presented to him
- Approve the Budget bill with specific line item reductions
- Veto the Budget bill (and/or any accompanying trailer bills) and send it back to the Legislature

With the Governor and leaders of the Senate and Assembly having announced an agreement on June 8, 2018, significant line item vetoes are not expected.

The State Constitution only requires that the State Budget Bill itself be presented to the Governor by the June 15 constitutional deadline. The Budget trailer bills can follow days or even weeks after the main Budget bill has been approved by the Legislature.

We’ll share more information about the adopted State Budget at our School Finance and Management Conference next month. To register, click [here](#).

—SSC Governmental Relations Team

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# *The* FISCAL REPORT *32 informational update*

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## **Conference Committee Releases Framework for 2018-19 State Budget Compromise**

On June 8, 2018, Governor Jerry Brown and the Democratic legislative leadership announced that they had reached a deal for the 2018-19 State Budget. A few hours later the legislative Budget Conference Committee (Conference Committee) released its close out agenda, which provides the framework of the compromise reached between the Governor and the Democratic leaders. Although the Budget package will not be official until the Conference Committee votes on it later this evening, we summarize many of the available details of the compromise below.

The Budget package commits \$3.67 billion (\$407 million above the Governor's May Revision proposal) in ongoing funds to implement the Local Control Funding Formula (LCFF). The compromise also includes \$300 million in one-time funding for low-performing students as well as \$200,000 in one-time funds for redesigning the Local Control and Accountability Plan template and another \$200,000 in one-time funds to develop the Budget Summary for Parents to improve LCFF transparency. However, the compromise does not include legislative intent language to increase the LCFF target base rates, which was language included in the Assembly version of the Budget.

The Budget package will include \$1 billion in one-time discretionary funding for school districts, charter schools, and county offices of education (COEs), which is considerably less than the amounts included in the May Revision and in the Governor's January proposal.

Although the Assembly approved \$200 million in ongoing funding to equalize Special Education funding rates in their version of the Budget, the compromise does not include any funding for Special Education rate equalization. The package retains the Governor's proposal for \$50 million in one-time funds for the Local Solutions Grant Program to support local efforts to address local needs for Special Education teachers and also includes the Governor's proposal for \$50 million in one-time funds for the Teacher Residency Grant Program aimed at prospective Special Education teachers. The Teacher Residency Grant Program also includes an additional \$25 million for prospective Science, Technology, Engineering, and Math and bilingual education teachers.

In terms of Career Technical Education (CTE), the Budget package provides \$150 million in ongoing funding for the CTE Incentive Grant Program, which was set to expire on July 1, 2018. The compromise includes \$150 million in ongoing funding to implement the Governor's proposed K-12 CTE program within the California Community Colleges Strong Workforce Program. The deal also includes \$14 million in ongoing funding to support the Workforce Pathway Coordinators, K-14 Technical Assistance Providers, and the consortia administrative costs under the K-12 portion of the Strong Workforce Program.

The compromise Budget package provides \$100 million in one-time non-Proposition 98 funds for facility grants for full-day Kindergarten programs, but does not provide any funding for the following: an increased rate for full-day Kindergarten, funding for facility grants for school-based State Preschool programs, new slots for State Preschool, funding for COEs to assist school districts in expanding pre-Kindergarten programs, or increases for the After School Education and Safety Program.



The Budget package approves the Governor's proposed Proposition 98 certification process with some slight modifications. The Department of Finance will publish a final calculation of the prior-year minimum guarantee (inclusive of its calculation factors) with the May Revision, triggering a public comment period. As part of the compromise, there will also be a legislative review period prior to the final Proposition 98 certification, and if there are no challenges, the certification becomes final. Any funding provided above the minimum guarantee may be used as credit toward future minimum guarantee obligations, and any amount owed would be paid over a specified period. However, the Legislature retains its ability to adopt an alternative plan for allocating any settle-up funds owed to schools.

The Budget bill, Senate Bill 840, must be passed by the Legislature by midnight Friday, June 15. Due to the passage of Proposition 54 (2016), any legislation (including the Budget bill that is expected to be passed by the Conference Committee later tonight) must be in print in its final form for at least 72 hours before the Legislature can take action on it. Budget trailer bills, legislation necessary for enacting provisions of the State Budget, also are expected to be in print and voted on by the Legislature next week.

Click [here](#) to find the Conference Committee close out agenda, which details all of the issues the Conference Committee will consider as part of adopting the State Budget. We will keep you posted and let you know when the Conference Committee officially takes action.

We will discuss many of these issues further at our [School Finance and Management Conference](#) next month and offer our advice on how best to proceed.

**—SSC Governmental Relations Team**

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