

Westside Union School District

First Interim Budget Presentation

December 6, 2016

Regina Rossall, Superintendent

Shawn Cabey, Assistant Superintendent Administrative Services

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Interim Financial Reporting

- Education Code (EC) Sections 35035(g), 42130, and 42131 require the Governing Board of each school district to certify at least twice a year the district's ability to meet its financial obligations for the remainder of that fiscal year, and for the subsequent two fiscal years [Multi-Year Projections].
- The **First Interim** Financial Report is due December 15th for the period ending October 31st.
- The **Second Interim** Financial Report is due March 15th for the period ending January 31st.

Differences between 2016-17 Adopted Budget & First Interim Budget

Description	2016-17 ADOPTED BUDGET			differences between Adopted Budget & First Interim			2016-17 FIRST INTERIM		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
LCFF Base Revenues	63,954,749	-	63,954,749	1,264,064	-	1,264,064	65,218,813	-	65,218,813
LCFF Supplemental Grant	5,110,611	-	5,110,611	36,832	-	36,832	5,147,443	-	5,147,443
Federal Revenues	-	2,504,912	2,504,912	-	842,941	842,941	-	3,347,853	3,347,853
State Revenues	3,591,673	703,975	4,295,648	(122,584)	48,873	(73,711)	3,469,089	752,848	4,221,937
Other Local Revenues	542,331	4,475,337	5,017,668	235,738	(2,068)	233,670	778,069	4,473,269	5,251,338
Contributions	(10,760,028)	10,760,028	-	270,665	(270,665)	-	(10,489,363)	10,489,363	-
TOTAL REVENUES	62,439,336	18,444,252	80,883,588	1,684,715	619,081	2,303,796	64,124,051	19,063,333	83,187,384
Certificated Salaries	31,717,707	6,363,102	38,080,809	376,087	(560,879)	(184,792)	32,093,794	5,802,223	37,896,017
Classified Salaries	7,634,246	4,404,083	12,038,329	(104,589)	(80,654)	(185,243)	7,529,657	4,323,429	11,853,086
Employee Benefits	13,330,954	3,139,774	16,470,728	86,958	(150,839)	(63,881)	13,417,912	2,988,935	16,406,847
Supplies	2,650,740	1,657,356	4,308,096	(346,683)	920,493	573,810	2,304,057	2,577,849	4,881,906
Services	4,708,719	1,719,483	6,428,202	3,524,151	883,789	4,407,940	8,232,870	2,603,272	10,836,142
Capital Outlay	137,100	544,016	681,116	3,517,051	1,454,820	4,971,871	3,654,151	1,998,836	5,652,987
Other Outgo	2,075,163	460,000	2,535,163	(1,832,675)	-	(1,832,675)	242,488	460,000	702,488
Indirect Costs	(843,687)	727,951	(115,736)	1,055	3,138	4,193	(842,632)	731,089	(111,543)
TOTAL EXPENDITURES	61,410,942	19,015,765	80,426,707	5,221,355	2,469,868	7,691,223	66,632,297	21,485,633	88,117,930
Surplus / (Deficit)	1,028,394	(571,513)	456,881	(3,536,640)	(1,850,787)	(5,387,427)	(2,508,246)	(2,422,300)	(4,930,546)
Beginning Fund Balance	11,703,438	2,054,714	13,758,152	2,632,885	1,228,703	3,861,588	14,336,324	3,283,417	17,619,741
Restatements/Adjustments	-	-	-	-	-	-	-	-	-
Ending Fund Balance	12,731,832	1,483,201	14,215,033	(903,755)	(622,084)	(1,525,839)	11,828,078	861,117	12,689,195

Differences between 2016-17 Adopted Budget & First Interim Budget

Category	2012-13 Adopted Budget	2012-13 First Interim Budget	Difference
Revenues	1,233,123	66,632,297	65,400,000
Expenditures	1,233,123	21,485,633	1,018,490
Net Change	-	44,114,364	44,114,364

Description	2016-17 ADOPTED BUDGET			differences between Adopted Budget & First Interim			2016-17 FIRST INTERIM		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
LCFF Base Revenues	63,954,749	-	63,954,749	1,264,064	-	1,264,064	65,218,813	-	65,218,813
LCFF Supplemental Grant	5,110,611	-	5,110,611	36,832	-	36,832	5,147,443	-	5,147,443
Federal Revenues	-	2,504,912	2,504,912	-	842,941	842,941	-	3,347,853	3,347,853
State Revenues	3,501,673	700,077	4,201,750	(100,504)	(10,073)	(110,577)	3,469,089	752,848	4,221,937
Other Revenues	3,670	-	3,670	-	-	-	778,069	4,473,269	5,251,338
Capital Revenues	-	-	-	-	-	-	(10,489,363)	10,489,363	-
TC	73,067,033	2,504,912	75,571,945	1,163,560	832,868	2,000,428	64,124,051	19,063,333	83,187,384
Capital Expenditures	4,792	-	4,792	-	-	-	32,093,794	5,802,223	37,896,017
Classified Expenditures	5,243	-	5,243	-	-	-	7,529,657	4,323,429	11,853,086
Employee Salaries	3,881	-	3,881	-	-	-	13,417,912	2,988,935	16,406,847
Student Services	3,810	-	3,810	-	-	-	2,304,057	2,577,849	4,881,906
Security	7,940	-	7,940	-	-	-	8,232,870	2,603,272	10,836,142
Capital Expenditures	1,871	-	1,871	-	-	-	3,654,151	1,998,836	5,652,987
Other Expenditures	2,675	-	2,675	-	-	-	242,488	460,000	702,488
Interfund	4,193	-	4,193	-	-	-	(842,632)	731,089	(111,543)
TC	1,223	2	1,225	66,632,297	21,485,633	88,117,930	66,632,297	21,485,633	88,117,930
Supplies	7,427	-	7,427	-	-	-	(2,508,246)	(2,422,300)	(4,930,546)
Beginning Fund Balance	11,731,832	1,483,201	13,215,033	(903,755)	(622,084)	(1,525,839)	14,336,324	3,283,417	17,619,741
Restatements/Adjustments	-	-	-	-	-	-	-	-	-
Ending Fund Balance	12,731,832	1,483,201	14,215,033	(903,755)	(622,084)	(1,525,839)	11,828,078	861,117	12,689,195

16-17 Adopted Budget to First Interim

REVENUES

- LCFF Base and Supplemental Grant increase due to a projected increase of 173 ADA
- Earned Revenues from the carryover of Title I & III (one-time \$\$)
- One-Time revenues from the CA Statewide Delinquent Tax Finance Authority Program of \$172k were projected
- Lottery revenues increase accordingly to our ADA increase
- One-Time \$\$ projected from the Prior Year Unpaid Mandate Claims was revised down per ADA resulting in loss of revenues of approx. \$198k
- Increased contribution to the RMA due to increased total expenditures

Category	2012-2013 Adopted Budget	2012-2013 First Interim Budget	Difference
Operating Expenses	1,234,567	1,234,567	0
Capital Expenses	123,456	123,456	0
Debt Service	98,765	98,765	0
Reserve	54,321	54,321	0
Other	21,098	21,098	0
Total	1,531,107	1,531,107	0

Differences between 2016-17 Adopted Budget & First Interim Budget

Description	2016-17 ADOPTED BUDGET			differences between Adopted Budget & First Interim			2016-17 FIRST INTERIM		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
LCFF Base Revenues	63,954,749	-	63,954,749	1,264,064	-	1,264,064	65,218,813	-	65,218,813
LCFF Supplemental Grant	5,110,611	-	5,110,611	36,832	-	36,832	5,147,443	-	5,147,443
Federal Revenues	-	2,504,912	2,504,912	-	842,941	842,941	-	3,347,853	3,347,853
State Revenues	2,591,673	703,975	4,295,648	(122,584)	48,873	(73,711)	3,469,089	752,848	4,221,937
Other Revenues	-	-	-	-	-	-	233,670	778,069	4,473,269
Corrections	-	-	-	-	-	-	(10,489,363)	10,489,363	-
TO						2,303,796	64,124,051	19,063,333	83,187,384
Capital Expenses	-	-	-	(184,792)	-	(184,792)	32,093,794	5,802,223	37,896,017
Classified	-	-	-	(185,243)	-	(185,243)	7,529,657	4,323,429	11,853,086
Employment	-	-	-	(63,881)	-	(63,881)	13,417,912	2,988,935	16,406,847
Supplies	-	-	-	573,810	-	573,810	2,304,057	2,577,849	4,881,906
Services	-	-	-	4,407,940	-	4,407,940	8,232,870	2,603,272	10,836,142
Capital	-	-	-	4,971,871	-	4,971,871	3,654,151	1,998,836	5,652,987
Other	-	-	-	(1,832,675)	-	(1,832,675)	242,488	460,000	702,488
Indirect	-	-	-	4,193	-	4,193	(842,632)	731,089	(111,543)
TO						7,691,223	66,632,297	21,485,633	88,117,930
Surplus	-	-	-	(5,387,427)	-	(5,387,427)	(2,508,246)	(2,422,300)	(4,930,546)
Beginning Fund Balance	12,731,832	1,483,201	14,215,033	(903,755)	(622,084)	(1,525,839)	14,336,324	3,283,417	17,619,741
Restatements/Adjustments	-	-	-	-	-	-	-	-	-
Ending Fund Balance	12,731,832	1,483,201	14,215,033	(903,755)	(622,084)	(1,525,839)	11,828,078	861,117	12,689,195

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16-17 Adopted Budget to First Interim

EXPENSES

- Some increase in personnel were moved to mid-year hires or pushed forward to a next year hire
- Reclassified 3 Speech Teacher salaries to Consultant Services
- Reclassified Home-to-School Transportation costs from Other Outgoing to Services
- Increase Supplemental Grant, LEA Medi-Cal, TMA expenses utilizing carryover from the Prior Year
- CW Modernization project costs were reclassified to URGF, RMA and TMA as other Construction funds are exhausted
- Increase Title I & III expenses utilizing carryover from the Prior Year

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2016-17 First Interim Budget Multi-Year Projection

Description	2016-17			2017-18			2018-19		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
LCFF Base Revenues	65,218,813	-	65,218,813	67,555,467	-	67,555,467	68,585,360	-	68,585,360
LCFF Supplemental Grant	5,147,443	-	5,147,443	5,958,136	-	5,958,136	6,124,113	-	6,124,113
Federal Revenues	-	3,347,853	3,347,853	-	2,892,226	2,892,226	-	2,892,226	2,892,226
State Revenues	3,469,089	752,848	4,221,937	1,600,830	1,048,437	2,649,267	1,600,830	422,724	2,023,554
Other Local Revenues	778,069	4,473,269	5,251,338	527,580	4,419,297	4,946,877	527,580	4,419,314	4,946,894
Contributions	(10,489,363)	10,489,363	-	(10,951,263)	10,951,263	-	(11,045,343)	11,045,343	-
TOTAL REVENUES	64,124,051	19,063,333	83,187,384	64,690,750	19,311,223	84,001,973	65,792,540	18,779,607	84,572,147
Certificated Salaries	32,093,794	5,802,223	37,896,017	33,379,973	6,123,069	39,503,042	34,369,161	5,953,154	40,322,315
Classified Salaries	7,529,657	4,323,429	11,853,086	7,708,221	4,358,776	12,066,997	7,829,135	4,383,218	12,212,353
Employee Benefits	13,417,912	2,988,935	16,406,847	14,553,752	3,181,583	17,735,335	15,551,056	3,268,754	18,819,810
Supplies	2,304,057	2,577,849	4,881,906	2,499,742	1,636,553	4,136,295	2,499,533	1,295,630	3,795,163
Services	8,232,870	2,603,272	10,836,142	7,841,718	1,591,147	9,432,865	7,962,603	1,472,490	9,435,093
Capital Outlay	3,654,151	1,998,836	5,652,987	1,905,495	1,623,479	3,528,974	111,375	261,016	372,391
Other Outgo	242,488	460,000	702,488	242,488	460,000	702,488	242,488	460,000	702,488
Indirect Costs	(842,632)	731,089	(111,543)	(839,902)	724,797	(115,105)	(847,318)	731,773	(115,545)
TOTAL EXPENDITURES	66,632,297	21,485,633	88,117,930	67,291,487	19,699,404	86,990,891	67,718,033	17,826,035	85,544,068
Surplus / (Deficit)	(2,508,246)	(2,422,300)	(4,930,546)	(2,600,737)	(388,181)	(2,988,918)	(1,925,493)	953,572	(971,921)
Beginning Fund Balance	14,336,324	3,283,417	17,619,741	11,828,078	861,117	12,689,195	9,227,341	472,936	9,700,277
Restatements/Adjustments	-	-	-	-	-	-	-	-	-
Ending Fund Balance (EFB)	11,828,078	861,117	12,689,195	9,227,341	472,936	9,700,277	7,301,848	1,426,508	8,728,356

Components of Ending Fund Balance

Revolving Cash Account	30,000	-	30,000	30,000	-	30,000	30,000	-	30,000
Stores	5,000	-	5,000	5,000	-	5,000	5,000	-	5,000
Economic Uncertainty Reserve (3%)	2,643,538	-	2,643,538	2,609,727	-	2,609,727	2,566,323	-	2,566,323
Legally Restricted Balance	-	861,117	861,117	-	472,936	472,936	-	1,426,508	1,426,508
WUTA Medigap	540,000	-	540,000	600,000	-	600,000	660,000	-	660,000
Reserve for OPEB	2,000,000	-	2,000,000	3,000,000	-	3,000,000	4,000,000	-	4,000,000
One-Time Revenues (Unpaid Mandates)	1,868,259	-	1,868,259	-	-	-	-	-	-
Unassigned	4,741,281	-	4,741,281	2,982,614	-	2,982,614	40,525	-	40,525
Total Components of EFB	11,828,078	861,117	12,689,195	9,227,341	472,936	9,700,277	7,301,848	1,426,508	8,728,356

2016-17 First Interim Budget Multi-Year Projection

(x \$1,000)

	2016-17			2017-18			2018-19		
Revenues	URGF	RGF	Total	URGF	RGF	Total	URGF	RGF	Total
LCFF Base Revenues	\$ 65,219	\$ -	\$ 65,219	\$ 67,555	\$ -	\$ 67,555	\$ 68,585	\$ -	\$ 68,585
LCFF Supplemental Grant	\$ 5,147	\$ -	\$ 5,147	\$ 5,958	\$ -	\$ 5,958	\$ 6,124	\$ -	\$ 6,124
Federal Revenues	\$ -	\$ 3,348	\$ 3,348	\$ -	\$ 2,892	\$ 2,892	\$ -	\$ 2,892	\$ 2,892
Other Revenues	\$ (6,242)	\$ 15,715	\$ 9,473	\$ (8,823)	\$ 16,419	\$ 7,596	\$ (8,917)	\$ 15,887	\$ 6,970
Total Revenues:	\$ 64,124	\$ 19,063	\$ 83,187 1a	\$ 64,691	\$ 19,311	\$ 84,002 2a	\$ 65,793	\$ 18,780	\$ 84,572
Expenses									
Certificated	\$ 32,094	\$ 5,802	\$ 37,896	\$ 33,380	\$ 6,123	\$ 39,503	\$ 34,369	\$ 5,953	\$ 40,322
Classified	\$ 7,530	\$ 4,323	\$ 11,853	\$ 7,708	\$ 4,359	\$ 12,067	\$ 7,829	\$ 4,383	\$ 12,212
Benefits	\$ 13,418	\$ 2,989	\$ 16,407	\$ 14,554	\$ 3,182	\$ 17,735	\$ 15,551	\$ 3,269	\$ 18,820
Supplies	\$ 2,304	\$ 2,578	\$ 4,882	\$ 2,500	\$ 1,637	\$ 4,136	\$ 2,500	\$ 1,296	\$ 3,795
Services	\$ 8,233	\$ 2,603	\$ 10,836	\$ 7,842	\$ 1,591	\$ 9,433	\$ 7,963	\$ 1,472	\$ 9,435
Other	\$ 3,054	\$ 3,190	\$ 6,244	\$ 1,308	\$ 2,808	\$ 4,116	\$ (493)	\$ 1,453	\$ 959
Total Expenses:	\$ 66,632	\$ 21,486	\$ 88,118 1b	\$ 67,291	\$ 19,699	\$ 86,991 2b	\$ 67,718	\$ 17,826	\$ 85,544
Surplus / (Deficit)	\$ (2,508)	\$ (2,422)	\$ (4,931)	\$ (2,601)	\$ (388)	\$ (2,989)	\$ (1,925)	\$ 954	\$ (972)
Beg. Fund Balance (Adj.)	\$ 14,336	\$ 3,283	\$ 17,620	\$ 11,828	\$ 861	\$ 12,689	\$ 9,227	\$ 473	\$ 9,700
End. Fund Balance	\$ 11,828	\$ 861	\$ 12,689	\$ 9,227	\$ 473	\$ 9,700	\$ 7,301	\$ 1,427	\$ 8,728

* Note: These figures reflect rounding. Reference original SACS Financials for single dollar resolution.

2016-17 First Interim Budget Multi-Year Projection

(x \$1,000)

	2016-17	2017-18	2018-19
Revenues			
Expenses			
Surplus/Deficit			

	2016-17			2017-18			2018-19		
	URGF	RGF	Total	URGF	RGF	Total	URGF	RGF	Total
Revenues									
LCFF							\$ 68,585	\$ -	\$ 68,585
LCFF Supplemental Grant							\$ 6,124	\$ -	\$ 6,124
Federal							\$ -	\$ 2,892	\$ 2,892
Other							\$ (8,917)	\$ 15,887	\$ 6,970
Total							\$ 65,793	\$ 18,780	\$ 84,572
Expenses									
LCFF							\$ 34,369	\$ 5,953	\$ 40,322
LCFF Supplemental Grant							\$ 7,829	\$ 4,383	\$ 12,212
Special Education							\$ 15,551	\$ 3,269	\$ 18,820
Technology							\$ 2,500	\$ 1,296	\$ 3,795
Maintenance							\$ 7,963	\$ 1,472	\$ 9,435
Other							\$ (493)	\$ 1,453	\$ 959
Total							\$ 67,718	\$ 17,826	\$ 85,544
Surplus/Deficit							\$ (1,925)	\$ 954	\$ (972)
Beginning							\$ 9,227	\$ 473	\$ 9,700
Ending							\$ 7,301	\$ 1,427	\$ 8,728

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16-17 First Interim Budget MYP

Differences between 16-17 & 17-18

REVENUES

- LCFF GAP Funding projected at 72.99%, resulting in a LCFF Base increase of \$2.3M and Supplemental Grant increase of \$810k
- All One-Time Revenues from 16-17 are not ongoing into 17-18
- Increased contribution to Special Education program & Technology Maintenance Account for projected expenditure increases

EXPENSES

- STRS & PERS Contribution costs increase \$769k
- Additional personnel projected and full-year costs projected from prior year mid-year hired personnel
- Expenses utilizing carryover from prior years (*Title I, Title III, LEA Medi-Cal, Supplemental Grant, RMA, TMA etc.*) are not ongoing into 2017-18

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2016-17 First Interim Budget Multi-Year Projection

(x \$1,000)

	2016-17	2017-18	2018-19
Revenues			
Expenses			
Surplus			

	2016-17			2017-18			2018-19		
	URGF	RGF	Total	URGF	RGF	Total	URGF	RGF	Total
Revenues									
LCFF							\$ 68,585	\$ -	\$ 68,585
LCFF Supplemental Grant							\$ 6,124	\$ -	\$ 6,124
Federal							\$ -	\$ 2,892	\$ 2,892
Other							\$ (8,917)	\$ 15,887	\$ 6,970
Total							\$ 65,793	\$ 18,780	\$ 84,572
Expenses									
Capital							\$ 34,369	\$ 5,953	\$ 40,322
Classified							\$ 7,829	\$ 4,383	\$ 12,212
Beneficial							\$ 15,551	\$ 3,269	\$ 18,820
Supplemental							\$ 2,500	\$ 1,296	\$ 3,795
Special							\$ 7,963	\$ 1,472	\$ 9,435
Other							\$ (493)	\$ 1,453	\$ 959
Total							\$ 67,718	\$ 17,826	\$ 85,544
Surplus							\$ (1,925)	\$ 954	\$ (972)
Beginning							\$ 9,227	\$ 473	\$ 9,700
Ending							\$ 7,301	\$ 1,427	\$ 8,728

2a/b

16-17 First Interim Budget MYP

Differences between 17-18 & 18-19

REVENUES

- LCFF GAP Funding projected at 40.36%, resulting in a LCFF Base increase of \$1.0M and Supplemental Grant increase of \$166k
- Increased contribution to Special Education to cover projected expenditure increases
- Restricted Routine Maintenance Account contribution decreases due to decrease in total expenditures

EXPENSES

- STRS & PERS Contribution costs increase \$712k
- Projected Personnel costs increase for Step & Column movement \$1.26M
- CW Modernization project, Clean Energy Jobs project and Educator Effectiveness Grant program are completed in 2017-18 and not ongoing.

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* Note: These figures reflect rounding. Reference original SACS Financials for single dollar resolution.

THANK YOU