



Alum Rock School District

2015/16 First Interim Report

Dr. Hilaria Bauer, Superintendent

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Accuracy, Transparency, Communication, Collaboration, Customer Service

Agenda

- * Budget: What, Who, Why
- * General Fund: What Changed?
- * Assumptions: The Why
- * Multi-Year Projections & Assumptions
- * Areas of Interest, Opportunity, Recognition and Concern
- * Questions

Why: Fiscal Accountability

- * AB1200 County Oversight (199
- * Defines Budget Process
- * Going Concern
- * Certification
- * Public Disclosure
- * County/State interventions



General Fund (Unrestricted) – A Comparative

| Description | Adopted 15/16 | 1 st Interim 15/16 | Difference |
|------------------------|----------------|-------------------------------|--------------|
| Beginning Fund Balance | \$11,001,762. | \$14,677,796. | \$3,676,034. |
| Revenues | \$117,087,172. | \$116,122,010. | <\$965,162.> |
| Expenditures | \$97,272,902. | \$96,648,023. | <\$624,879.> |
| Contributions | \$19,355,851. | \$19,355,851. | No change |
| Surplus | \$458,419. | \$118,136. | <\$340,283.> |
| Ending Fund Balance | \$11,460,181. | \$14,795,932. | \$3,335,751. |

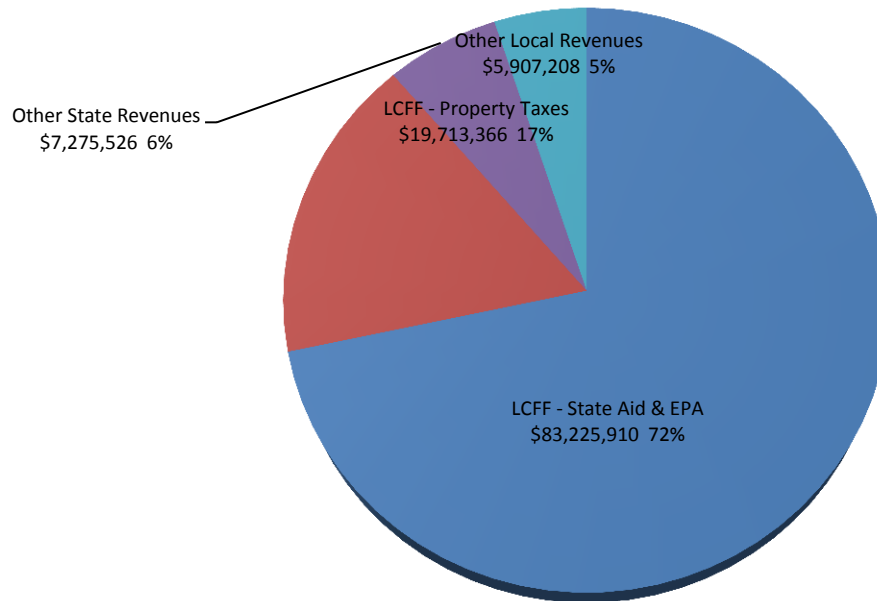
Revenue Assumptions – The “Why”

- * Local Control Funding Formula (LCFF)
 - * Gap Funding Percentage: 53.08% to 51.52%
 - * ARUESD: <\$344,459>; Aptitud: \$231,030
- * LCFF Net Loss <\$113,429>
- * One-Time Discretionary and Mandated Reimbursements
 - * Discretionary \$580 per ADA to \$530 per ADA
 - * ARUESD: <\$762,352>; Aptitud \$213,170
 - * Mandated Block Grant <\$304,569>
 - * To be adjusted/increased @ 2nd Interim
- * One-Time/Mandated Net Loss <\$853,751>

Total Net Loss Revenue General Fund Unrestricted <\$965,162>

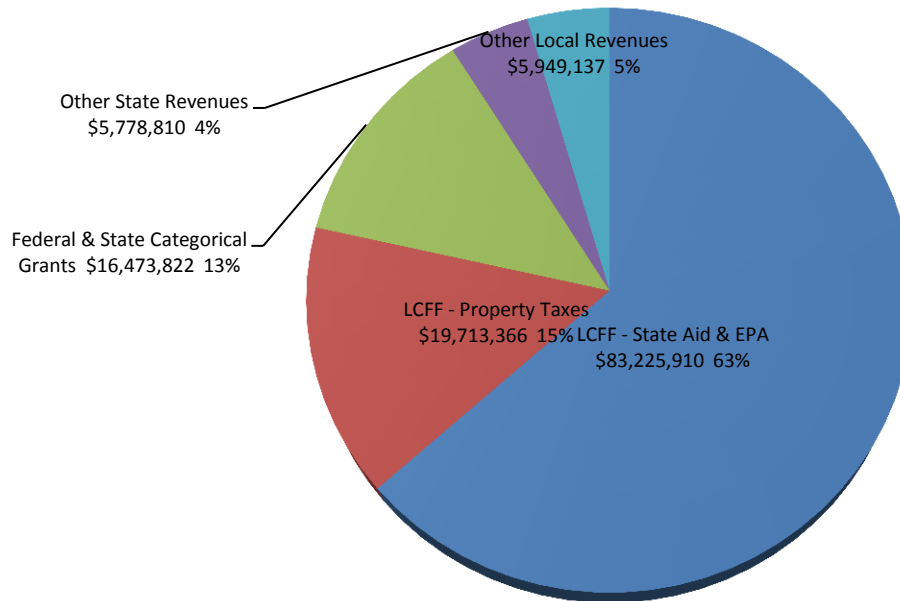
General Fund “Unrestricted” Revenue

Alum Rock Union Elementary School District
2015-16 First Interim Unrestricted General Fund Revenue Sources



General Fund “Combined” Revenue

**Alum Rock Union Elementary School District
2015-16 First Interim Combined General Fund Revenue Sources**



Expenditure Assumptions: The “Why”

- * Certificated Salaries \$586,111

- * Increased FTE

- * Classified Salaries \$193,492

- * Benefits <\$250,111>

- * Alignment to Salaries

- * Materials & Supplies \$136,569

- * Operating Expenditures \$801,697

- * Transfer Costs Capital Outlay

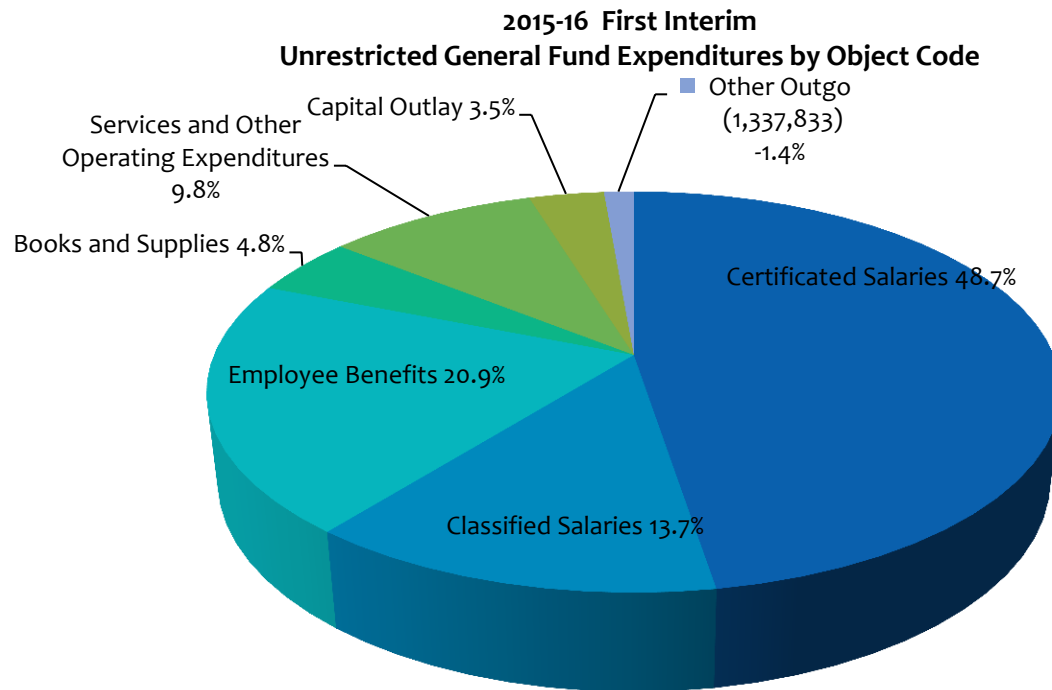
- * Capital Outlay <\$2,046,225>

- * Transfer of Costs Operating Expenditures

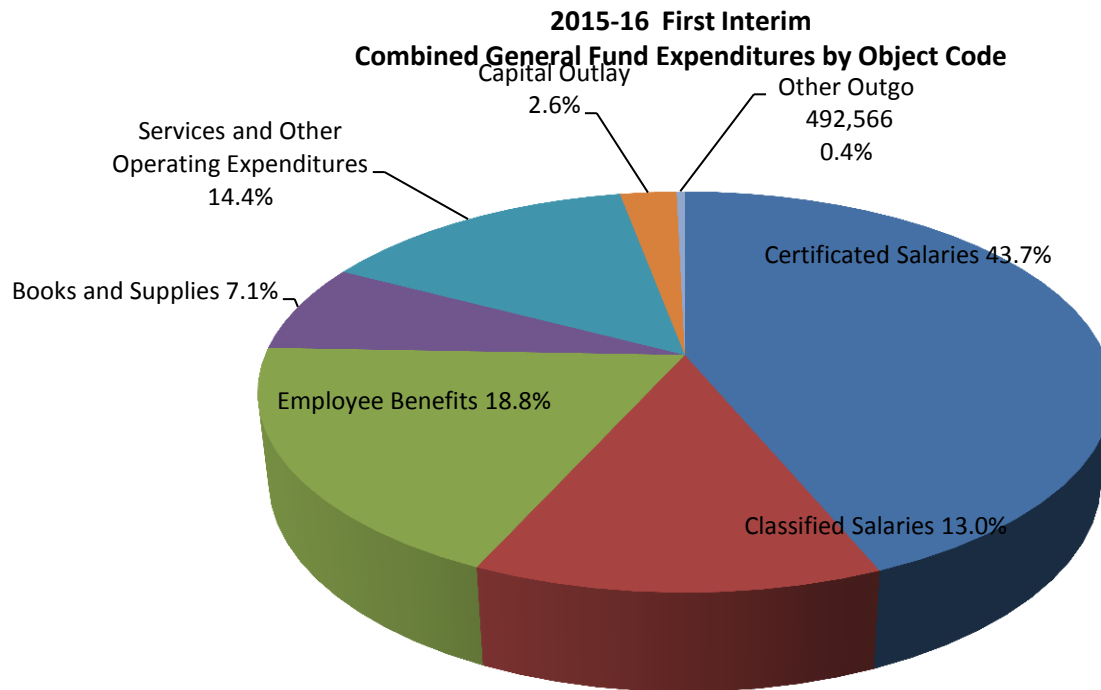
- * Classified FTE

- * Other Outgo \$46,412

General Fund “Unrestricted” Expenditures



General Fund “Combined” Expenditures



General Fund (Unrestricted) Multi-Year Projections

| Description | 1 st Interim 2015-16 | Projection 16-17 | Projection 17-18 |
|---------------------|---------------------------------|------------------|------------------|
| Beginning Balance | \$14,677,796 | \$14,795,930 | \$10,382,383 |
| Revenues | \$96,966,159 | \$91,570,906 | \$92,231,744 |
| Expenditures | \$96,848,025 | \$95,984,453 | \$98,235,167 |
| Contributions | <\$19,155,851> | <\$19,831,448> | <\$20,428,401> |
| Surplus/<Deficit> | \$118,133 | <\$4,413,547> | <\$6,003,423> |
| Ending Fund Balance | \$14,795,930. | \$10,382,383. | \$4,378,960. |

Multi-Year Assumptions

- * LCFF
 - * Declining Enrollment 16/17 <\$2.7 million> & 17/18 <\$2.6 million>

- * Salaries
 - * Step & Column only
 - * Does not include potential negotiated settlements
 - * Does not include attrition

- * Statutory Benefits
 - * STRS: Increased Costs 16/17 \$799k & 17/18 \$960k
 - * PERS: Increased Costs 16/17 \$280k & 17/18 \$510k

- * One time Dollars
 - * Educator Effectiveness <\$954k>
 - * Williams Settlement <\$2.4 million>
 - * Discretionary <\$5.7 million>

2nd Interim Adjustments

- * Revenue

- * Enrollment/Attendance – T4 students
- * Attrition
- * Mandated Block Grant 2015/16 only

- * Expenditures

- * Affordable Care Act - Cadillac Tax 2017/18
- * E Rate Adjustment

Local Control Accountability Plan (LCAP)

Areas of Interest, Opportunity and Recognition

Total Budgeted \$19,007,163. Expenditures-to-Date \$10,098,280

- * **Goal 1:** Provide all students with rigorous, challenging and innovative instructional program that prepare them for college-readiness and for excellence in the 21st century.

- * **Budgeted \$5,875,999.**

- * **Goal 2:** English Learners will have the required skills to reach grade level standards/proficiency.

- * **Budgeted \$135,000.**

**Expenditures also included within goal 1

- * **Goal 1:** Teacher Recruitment, Support & Retention, Extended learning, Professional Development, Technology

- * **Expenditures-to-Date \$3,664,211.**

- * **Goal 2:** PD for EL support, CELDT, Data management system, Summer Bridge to Kindergarten

- * **Expenditures-to-Date \$132,395.****

Local Control Accountability Plan (LCAP)

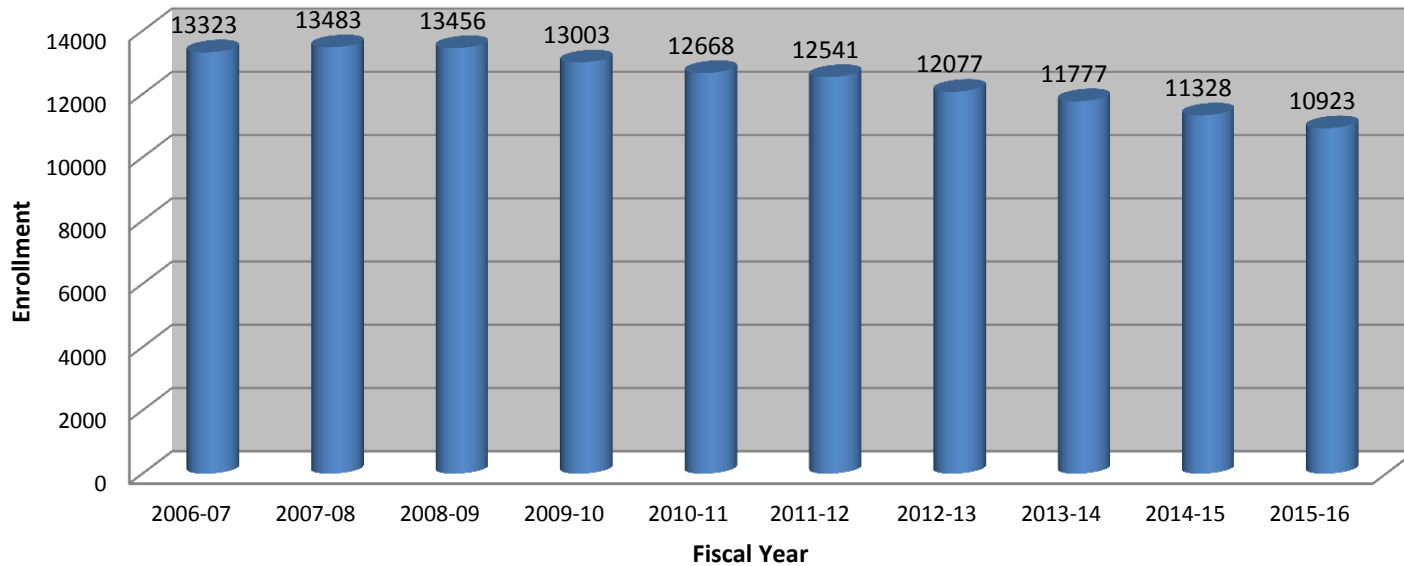
Areas of Interest, Opportunity and Recognition

Total Budgeted: \$19,007,163 Expenditures-to-Date \$10,098,280.

- * **Goal 3:** Provide all students and families a safe, welcoming, and caring environment conducive to learning.
 - * **Budgeted \$11,639,010.**
- * **Goal 4:** Engage Stakeholders in a meaningful way that promotes a positive learning, working, and community environment that is geared toward student achievement.
 - * **Budgeted \$1,108,196.**
- * **Goal 3:** Custodial support, PBIS, Mariachi & Jazz, Nurses, Library Assistants, Health Assistants, Music Program, After School Sports, Administrative Support Middle Schools, Facilities
 - * **Expenditures-to-Date \$5,433,902.**
- * **Goal 4:** Parent/Community Involvement Opportunities, Parent Outreach & Training, Translation, Parent University, Community Liaisons for all schools
 - * **Expenditures-to-Date \$943,339.**

Declining Enrollment: Historical Trends

Alum Rock Union Elementary School District
Chart 1: Ten Year Enrollment History



Declining enrollment: Future & Ongoing Concern

- * Local Control Funding Formula
- * Declining Enrollment = Loss of Revenue
- * 2016/17
 - * Projection of student loss 278
 - * Estimated LCFF funding loss <\$2,758,316>
- * 2017/18
 - * Projection of student loss 261
 - * Estimated LCFF funding loss <\$2,692,998>

Areas of Concern/Opportunity

- * Declining Enrollment
- * Affordable Care Act
- * Professional Development
- * Technology Replacement
- * Expansion of TK for 4 y/o
- * Attrition
- * Health Plan
- * Facilities

Questions

Thank you