

Westside Union School District

# Second Interim Budget Presentation

March 7, 2017

Regina Rossall, Superintendent  
Shawn Cabey, Assistant Superintendent, Administrative Services  
Lisa Jehlicka, Fiscal Services Supervisor

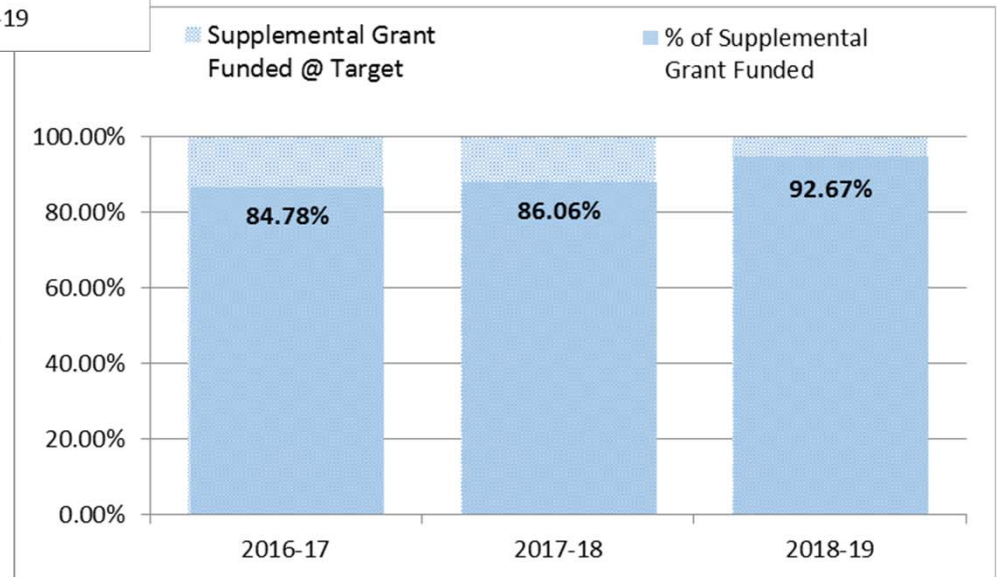
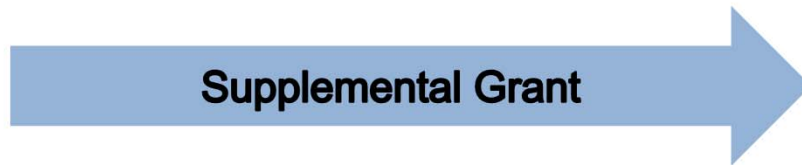
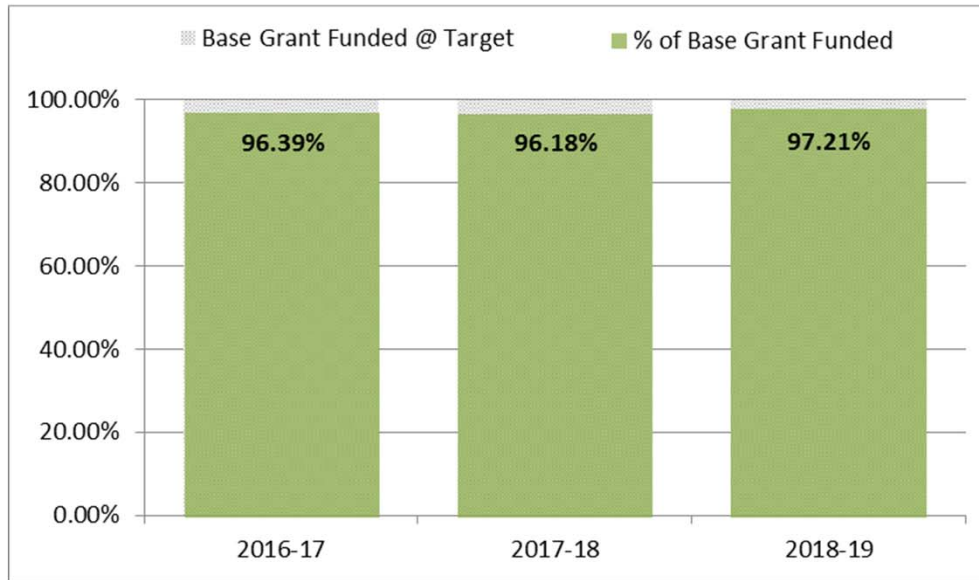


## Interim Financial Reporting

- ↯ 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 15<sup>th</sup> for the period ending October 31<sup>st</sup>.
- ↯ The **Second Interim** Financial Report is due March 15<sup>th</sup> for the period ending January 31<sup>st</sup>.

# Our Progress towards Target Funding

(Expected in 2020-21)



# Differences between 2016-2017 First Interim & Second Interim Budgets



| Description                | 2016-17<br>FIRST INTERIM |                    |                    | differences between<br>First Interim & Second Interim |                    |                  | 2016-17<br>SECOND INTERIM |                    |                    |
|----------------------------|--------------------------|--------------------|--------------------|---|--------------------|------------------|---------------------------|--------------------|--------------------|
|                            | Unrestricted             | Restricted         | Total              | Unrestricted  | Restricted         | Total            | Unrestricted              | Restricted         | Total              |
| LCFF Base Revenues         | 65,218,813               | -                  | 65,218,813         | 87,476  | -                  | 87,476           | 65,306,289                | -                  | 65,306,289         |
| LCFF Supplemental Grant    | 5,147,443                | -                  | 5,147,443          | 41,022  | -                  | 41,022           | 5,188,465                 | -                  | 5,188,465          |
| Federal Revenues           | -                        | 3,347,853          | 3,347,853          | 32,930  | (518,961)          | (486,031)        | 32,930                    | 2,828,892          | 2,861,822          |
| State Revenues             | 3,469,089                | 752,848            | 4,221,937          | 6,033   | 214,824            | 220,857          | 3,475,122                 | 967,672            | 4,442,794          |
| Other Local Revenues       | 778,069                  | 4,473,269          | 5,251,338          | 5,474   | 50,445             | 55,919           | 783,543                   | 4,523,714          | 5,307,257          |
| Contributions              | (10,489,363)             | 10,489,363         | -                  | 667,162   | (667,162)          | 1                | (9,822,201)               | 9,822,201          | -                  |
| <b>TOTAL REVENUES</b>      | <b>64,124,051</b>        | <b>19,063,333</b>  | <b>83,187,384</b>  | <b>840,097</b>  | <b>(920,854)</b>   | <b>(80,757)</b>  | <b>64,964,148</b>         | <b>18,142,479</b>  | <b>83,106,627</b>  |
| Certificated Salaries      | 32,093,794               | 5,802,223          | 37,896,017         | (51,897)  | (239,311)          | (291,208)        | 32,041,897                | 5,562,912          | 37,604,809         |
| Classified Salaries        | 7,529,657                | 4,323,429          | 11,853,086         | (84,269)  | 125,012            | 40,743           | 7,445,388                 | 4,448,441          | 11,893,829         |
| Employee Benefits          | 13,417,912               | 2,988,935          | 16,406,847         | 16,779  | (63,425)           | (46,646)         | 13,434,691                | 2,925,510          | 16,360,201         |
| Supplies                   | 2,304,057                | 2,577,849          | 4,881,906          | (20,993)  | (506,865)          | (527,858)        | 2,283,064                 | 2,070,984          | 4,354,048          |
| Services                   | 8,232,870                | 2,603,272          | 10,836,142         | (38,192)  | 25,445             | (12,747)         | 8,194,678                 | 2,628,717          | 10,823,395         |
| Capital Outlay             | 3,654,151                | 1,998,836          | 5,652,987          | 955,048   | (1,081,136)        | (126,088)        | 4,609,199                 | 917,700            | 5,526,899          |
| Other Outgo                | 242,488                  | 460,000            | 702,488            | -   | -                  | -                | 242,488                   | 460,000            | 702,488            |
| Indirect Costs             | (842,632)                | 731,089            | (111,543)          | (97,110)  | 97,019             | 2                | (939,742)                 | 828,108            | (111,634)          |
| <b>TOTAL EXPENDITURES</b>  | <b>66,632,297</b>        | <b>21,485,633</b>  | <b>88,117,930</b>  | <b>679,366</b>  | <b>(1,643,261)</b> | <b>(963,895)</b> | <b>67,311,663</b>         | <b>19,842,372</b>  | <b>87,154,035</b>  |
| <b>Surplus / (Deficit)</b> | <b>(2,508,246)</b>       | <b>(2,422,300)</b> | <b>(4,930,546)</b> | <b>160,731</b>  | <b>722,407</b>     | <b>883,138</b>   | <b>(2,347,515)</b>        | <b>(1,699,893)</b> | <b>(4,047,408)</b> |
| Beginning Fund Balance     | 14,336,324               | 3,283,417          | 17,619,741         | -   | -                  | -                | 14,336,324                | 3,283,417          | 17,619,741         |
| Restatements/Adjustments   | -                        | -                  | -                  | -   | -                  | -                | -                         | -                  | -                  |
| Ending Fund Balance        | 11,828,078               | 861,117            | 12,689,195         | 160,731   | 722,407            | 883,138          | 11,988,809                | 1,583,524          | 13,572,333         |

# Differences between 2016-2017 First Interim & Second Interim Budgets

| Category           | 2016-17   | 2017-18   | 2018-19   | 2019-20   | 2020-21   | 2021-22   | 2022-23   | 2023-24   | 2024-25   | 2025-26   | 2026-27   | 2027-28   | 2028-29   | 2029-30   | Total      |
|--------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Operating Expenses | 1,234,567 | 1,345,678 | 1,456,789 | 1,567,890 | 1,678,901 | 1,789,012 | 1,890,123 | 1,901,234 | 2,012,345 | 2,123,456 | 2,234,567 | 2,345,678 | 2,456,789 | 2,567,890 | 20,123,456 |
| Capital Expenses   | 123,456   | 134,567   | 145,678   | 156,789   | 167,890   | 178,901   | 189,012   | 190,123   | 201,234   | 212,345   | 223,456   | 234,567   | 245,678   | 256,789   | 2,123,456  |
| Debt Service       | 567,890   | 678,901   | 789,012   | 890,123   | 901,234   | 1,012,345 | 1,123,456 | 1,234,567 | 1,345,678 | 1,456,789 | 1,567,890 | 1,678,901 | 1,789,012 | 1,890,123 | 12,345,678 |
| Reserve            | 234,567   | 345,678   | 456,789   | 567,890   | 678,901   | 789,012   | 890,123   | 901,234   | 1,012,345 | 1,123,456 | 1,234,567 | 1,345,678 | 1,456,789 | 1,567,890 | 10,123,456 |
| Other              | 345,678   | 456,789   | 567,890   | 678,901   | 789,012   | 890,123   | 901,234   | 1,012,345 | 1,123,456 | 1,234,567 | 1,345,678 | 1,456,789 | 1,567,890 | 1,678,901 | 11,234,567 |
| Total              | 2,205,508 | 2,361,015 | 2,514,158 | 2,663,593 | 2,815,901 | 2,967,812 | 3,119,726 | 3,270,840 | 3,421,959 | 3,573,074 | 3,724,189 | 3,875,303 | 4,026,417 | 4,177,531 | 56,550,613 |

| Description             | 2016-17<br>FIRST INTERIM |            |            | differences between<br>First Interim & Second Interim |            |                 | 2016-17<br>SECOND INTERIM |                   |                   |
|-------------------------|--------------------------|------------|------------|---|------------|-----------------|---------------------------|-------------------|-------------------|
|                         | Unrestricted             | Restricted | Total      | Unrestricted  | Restricted | Total           | Unrestricted              | Restricted        | Total             |
| LCFF Base Revenues      | 65,218,813               | -          | 65,218,813 | 87,476  | -          | 87,476          | 65,306,289                | -                 | 65,306,289        |
| LCFF Supplemental Grant | 5,147,443                | -          | 5,147,443  | 41,022  | -          | 41,022          | 5,188,465                 | -                 | 5,188,465         |
| Federal                 |                          |            |            |   |            | (86,031)        | 32,930                    | 2,828,892         | 2,861,822         |
| State                   |                          |            |            |   |            | 220,857         | 3,475,122                 | 967,672           | 4,442,794         |
| Other                   |                          |            |            |   |            | 55,919          | 783,543                   | 4,523,714         | 5,307,257         |
| County                  |                          |            |            |   |            | -               | (9,822,201)               | 9,822,201         | -                 |
| <b>TC</b>               |                          |            |            |   |            | <b>(80,757)</b> | <b>64,964,148</b>         | <b>18,142,479</b> | <b>83,106,627</b> |
| Capital                 |                          |            |            |   |            | 291,208)        | 32,041,897                | 5,562,912         | 37,604,809        |
| Classified              |                          |            |            |   |            | 40,743          | 7,445,388                 | 4,448,441         | 11,893,829        |
| Enterprise              |                          |            |            |   |            | (46,646)        | 13,434,691                | 2,925,510         | 16,360,201        |
| Subsidy                 |                          |            |            |   |            | 527,858)        | 2,283,064                 | 2,070,984         | 4,354,048         |
| Self-insured            |                          |            |            |   |            | (12,747)        | 8,194,678                 | 2,628,717         | 10,823,395        |
| California              |                          |            |            |   |            | (26,088)        | 4,609,199                 | 917,700           | 5,526,899         |
| Other                   |                          |            |            |   |            | -               | 242,488                   | 460,000           | 702,488           |
| Income                  |                          |            |            |   |            | (91)            | (939,742)                 | 828,108           | (111,634)         |
| <b>TC</b>               |                          |            |            |   |            | <b>963,895)</b> | <b>67,311,663</b>         | <b>19,842,372</b> | <b>87,154,035</b> |
| Subsidy                 |                          |            |            |   |            | 883,138         | (2,347,515)               | (1,699,893)       | (4,047,408)       |
| Benefit                 |                          |            |            |   |            | -               | 14,336,324                | 3,283,417         | 17,619,741        |
| Reserve                 |                          |            |            |   |            | -               | -                         | -                 | -                 |
| Ending Fund Balance     | 11,828,078               | 861,117    | 12,689,195 | 160,731   | 722,407    | 883,138         | 11,988,809                | 1,583,524         | 13,572,333        |

## REVENUES

- LCFF base revenues increase by \$87,476 due to the GAP Funding percentage increasing from 54.18% to 55.28% since First Interim
- The SELPA distributed prior year carryover of State Mental Health monies of approximately \$219k
- Decreased contribution to the Routine Restricted Maintenance Account due to fewer General Fund expenditures \$649k
- School Medi-Cal Administrative Activities (SMAA) Revenues from 2<sup>nd</sup> Qtr. 2014-15 received of approximately \$32k
- Budgeting for decreased revenues in the LEA Medi-Cal program due to program changes of health care services eligible for reimbursement and the Audit Adjustments from the 2012-13 CRCS (Cost and Reimbursement Comparison Report) Audit completed by the Dept. of Health Care Services. \$513k



# Differences between 2016-2017 First Interim & Second Interim Budgets

| Category    | 2016-17    | 2017-18    | 2018-19    | 2019-20    | 2020-21    | 2021-22    | 2022-23    | 2023-24    | 2024-25    | 2025-26    | 2026-27    | 2027-28    | 2028-29    | 2029-30    | Total      |
|-------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Revenue     | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 |
| Expenditure | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 | 65,218,813 |
| Balance     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          |

| Description              | 2016-17<br>FIRST INTERIM |            |            | differences between<br>First Interim & Second Interim |            |           | 2016-17<br>SECOND INTERIM |             |             |
|--------------------------|--------------------------|------------|------------|---|------------|-----------|---------------------------|-------------|-------------|
|                          | Unrestricted             | Restricted | Total      | Unrestricted  | Restricted | Total     | Unrestricted              | Restricted  | Total       |
| LCFF Base Revenues       | 65,218,813               | -          | 65,218,813 | 87,476  | -          | 87,476    | 65,306,289                | -           | 65,306,289  |
| LCFF Supplemental Grant  | 5,147,443                | -          | 5,147,443  | 41,022  | -          | 41,022    | 5,188,465                 | -           | 5,188,465   |
| Federal Revenues         | -                        | 3,347,853  | 3,347,853  | 32,930  | (518,961)  | (486,031) | 32,930                    | 2,828,892   | 2,861,822   |
| State Revenues           | 3,469,089                | 752,848    | 4,221,937  | 6,033   | 214,824    | 220,857   | 3,475,122                 | 967,672     | 4,442,794   |
| Other Local Revenues     | 778,069                  | 4,473,269  | 5,251,338  | 5,474   | 50,445     | 55,919    | 783,543                   | 4,523,714   | 5,307,257   |
| Co                       |                          |            |            |   |            |           | 1)                        | 9,822,201   | -           |
| TC                       |                          |            |            |   |            |           | 8                         | 18,142,479  | 83,106,627  |
| Ce                       |                          |            |            |   |            |           | 7                         | 5,562,912   | 37,604,809  |
| Cl                       |                          |            |            |   |            |           | 8                         | 4,448,441   | 11,893,829  |
| En                       |                          |            |            |   |            |           | 1                         | 2,925,510   | 16,360,201  |
| Su                       |                          |            |            |   |            |           | 4                         | 2,070,984   | 4,354,048   |
| Se                       |                          |            |            |   |            |           | 8                         | 2,628,717   | 10,823,395  |
| Ca                       |                          |            |            |   |            |           | 9                         | 917,700     | 5,526,899   |
| Ot                       |                          |            |            |   |            |           | 8                         | 460,000     | 702,488     |
| In                       |                          |            |            |   |            |           | 2)                        | 828,108     | (111,634)   |
| TC                       |                          |            |            |   |            |           | 3                         | 19,842,372  | 87,154,035  |
| Su                       |                          |            |            |   |            |           | 5)                        | (1,699,893) | (4,047,408) |
| Be                       |                          |            |            |   |            |           | 4                         | 3,283,417   | 17,619,741  |
| Restatements/Adjustments | -                        | -          | -          | -   | -          | -         | -                         | -           | -           |
| Ending Fund Balance      | 11,828,078               | 861,117    | 12,689,195 | 160,731   | 722,407    | 883,138   | 11,988,809                | 1,583,524   | 13,572,333  |

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## EXPENSES

- Shifting Personnel expenditures to Consultants for Speech and Psychological Services due to difficulty in finding staff to hire due to teacher shortage \$140k
- Shifting Prop. 39 Clean Energy Jobs Act expenditures from 2016-17 to 2017-18 \$919k
- Reducing budgeted personnel Expenditures for 2016-17 due to timing of mid-year hires and shifting the hiring of some of those additional personnel until 2017-18
- Shifting CW Modernization expenditures from the RMA to the URGF \$799k
- Eliminate the mid-year hire of one Elementary Vice Principal
- Increased Expenditures utilizing Supplemental Grant Funds \$41k

# 2016-2017 Second Interim Budget Multi-Year Projection



| Description                      | 2016-17            |                    |                    | 2017-18            |                   |                    | 2018-19            |                   |                   |
|----------------------------------|--------------------|--------------------|--------------------|--------------------|-------------------|--------------------|--------------------|-------------------|-------------------|
|                                  | Unrestricted       | Restricted         | Total              | Unrestricted       | Restricted        | Total              | Unrestricted       | Restricted        | Total             |
| LCFF Base Revenues               | 65,306,289         | -                  | 65,306,289         | 66,056,683         | -                 | 66,056,683         | 68,362,603         | -                 | 68,362,603        |
| LCFF Supplemental Grant          | 5,188,465          | -                  | 5,188,465          | 5,462,804          | -                 | 5,462,804          | 6,018,351          | -                 | 6,018,351         |
| Federal Revenues                 | 32,930             | 2,828,892          | 2,861,822          | -                  | 2,535,976         | 2,535,976          | -                  | 2,447,321         | 2,447,321         |
| State Revenues                   | 3,475,122          | 967,672            | 4,442,794          | 2,032,928          | 1,044,019         | 3,076,947          | 1,613,638          | 418,306           | 2,031,944         |
| Other Local Revenues             | 783,543            | 4,523,714          | 5,307,257          | 482,080            | 4,380,387         | 4,862,467          | 482,080            | 4,380,387         | 4,862,467         |
| Contributions                    | (9,822,201)        | 9,822,201          | -                  | (11,167,232)       | 11,167,232        | -                  | (11,253,612)       | 11,253,612        | -                 |
| <b>TOTAL REVENUES</b>            | <b>64,964,148</b>  | <b>18,142,479</b>  | <b>83,106,627</b>  | <b>62,867,263</b>  | <b>19,127,614</b> | <b>81,994,877</b>  | <b>65,223,060</b>  | <b>18,499,626</b> | <b>83,722,686</b> |
| Certificated Salaries            | 32,041,897         | 5,562,912          | 37,604,809         | 33,216,496         | 6,035,560         | 39,252,056         | 34,198,834         | 5,865,613         | 40,064,447        |
| Classified Salaries              | 7,445,388          | 4,448,441          | 11,893,829         | 7,591,034          | 4,355,841         | 11,946,875         | 7,689,139          | 4,353,558         | 12,042,697        |
| Employee Benefits                | 13,434,691         | 2,925,510          | 16,360,201         | 14,506,886         | 3,141,648         | 17,648,534         | 15,554,610         | 3,246,066         | 18,800,676        |
| Supplies                         | 2,283,064          | 2,070,984          | 4,354,048          | 2,476,953          | 2,081,523         | 4,558,476          | 2,461,163          | 1,226,053         | 3,687,216         |
| Services                         | 8,194,678          | 2,628,717          | 10,823,395         | 7,183,451          | 1,519,724         | 8,703,175          | 7,645,856          | 1,349,318         | 8,995,174         |
| Capital Outlay                   | 4,609,199          | 917,700            | 5,526,899          | 2,529,402          | 1,316,670         | 3,846,072          | 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                   | (939,742)          | 828,108            | (111,634)          | (896,365)          | 781,601           | (114,764)          | (885,968)          | 770,423           | (115,545)         |
| <b>TOTAL EXPENDITURES</b>        | <b>67,311,663</b>  | <b>19,842,372</b>  | <b>87,154,035</b>  | <b>66,850,345</b>  | <b>19,692,567</b> | <b>86,542,912</b>  | <b>67,017,497</b>  | <b>17,532,047</b> | <b>84,549,544</b> |
| <b>Surplus / (Deficit)</b>       | <b>(2,347,515)</b> | <b>(1,699,893)</b> | <b>(4,047,408)</b> | <b>(3,983,082)</b> | <b>(564,953)</b>  | <b>(4,548,035)</b> | <b>(1,794,437)</b> | <b>967,579</b>    | <b>(826,858)</b>  |
| <b>Beginning Fund Balance</b>    | <b>14,336,324</b>  | <b>3,283,417</b>   | <b>17,619,741</b>  | <b>11,988,809</b>  | <b>1,583,524</b>  | <b>13,572,333</b>  | <b>8,005,727</b>   | <b>1,018,571</b>  | <b>9,024,298</b>  |
| <b>Restatements/Adjustments</b>  | <b>-</b>           | <b>-</b>           | <b>-</b>           | <b>-</b>           | <b>-</b>          | <b>-</b>           | <b>-</b>           | <b>-</b>          | <b>-</b>          |
| <b>Ending Fund Balance (EFB)</b> | <b>11,988,809</b>  | <b>1,583,524</b>   | <b>13,572,333</b>  | <b>8,005,727</b>   | <b>1,018,571</b>  | <b>9,024,298</b>   | <b>6,211,290</b>   | <b>1,986,150</b>  | <b>8,197,440</b>  |

## 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%)   | 2,614,622         | -                | 2,614,622         | 2,596,288        | -                | 2,596,288        | 2,536,487        | -                | 2,536,487        |
| Legally Restricted Balance          | -                 | 1,583,524        | 1,583,524         | -                | 1,018,571        | 1,018,571        | -                | 1,986,150        | 1,986,150        |
| 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        | 2,979,803        | -                | 2,979,803        |
| One-Time Revenues (Unpaid Mandates) | 1,868,259         | -                | 1,868,259         | -                | -                | -                | -                | -                | -                |
| Unassigned                          | 4,930,928         | -                | 4,930,928         | 1,774,439        | -                | 1,774,439        | -                | -                | -                |
| <b>Total Components of EFB</b>      | <b>11,988,809</b> | <b>1,583,524</b> | <b>13,572,333</b> | <b>8,005,727</b> | <b>1,018,571</b> | <b>9,024,298</b> | <b>6,211,290</b> | <b>1,986,150</b> | <b>8,197,440</b> |

# 2016-2017 Second Interim Budget Multi-Year Projection *(x 1000)*



|                                 | 2016-17           |                   |                   | 2017-18           |                  |                   | 2018-19           |                  |                  |
|---------------------------------|-------------------|-------------------|-------------------|-------------------|------------------|-------------------|-------------------|------------------|------------------|
| Revenues                        | URGF              | RGF               | Total             | URGF              | RGF              | Total             | URGF              | RGF              | Total            |
| LCFF Base Revenues              | \$ 65,306         | \$ -              | \$ <b>65,306</b>  | \$ 66,057         | \$ -             | \$ <b>66,057</b>  | \$ 68,363         | \$ -             | \$ <b>68,363</b> |
| LCFF Supplemental Grant         | \$ 5,188          | \$ -              | \$ <b>5,188</b>   | \$ 5,463          | \$ -             | \$ <b>5,463</b>   | \$ 6,018          | \$ -             | \$ <b>6,018</b>  |
| Federal Revenues                | \$ 33             | \$ 2,829          | \$ <b>2,862</b>   | \$ -              | \$ 2,536         | \$ <b>2,536</b>   | \$ -              | \$ 2,447         | \$ <b>2,447</b>  |
| Other Revenues                  | \$ (5,564)        | \$ 15,314         | \$ <b>9,750</b>   | \$ (8,652)        | \$ 16,592        | \$ <b>7,939</b>   | \$ (9,158)        | \$ 16,052        | \$ <b>6,894</b>  |
| <b>Total Revenues:</b>          | <b>\$ 64,964</b>  | <b>\$ 18,142</b>  | <b>\$ 83,107</b>  | <b>\$ 62,867</b>  | <b>\$ 19,128</b> | <b>\$ 81,995</b>  | <b>\$ 65,223</b>  | <b>\$ 18,500</b> | <b>\$ 83,723</b> |
| <b>1</b>                        |                   |                   |                   |                   |                  |                   |                   |                  |                  |
| Expenses                        | URGF              | RGF               | Total             | URGF              | RGF              | Total             | URGF              | RGF              | Total            |
| Certificated                    | \$ 32,042         | \$ 5,563          | \$ <b>37,605</b>  | \$ 33,216         | \$ 6,036         | \$ <b>39,252</b>  | \$ 34,199         | \$ 5,866         | \$ <b>40,064</b> |
| Classified                      | \$ 7,445          | \$ 4,448          | \$ <b>11,894</b>  | \$ 7,591          | \$ 4,356         | \$ <b>11,947</b>  | \$ 7,689          | \$ 4,354         | \$ <b>12,043</b> |
| Benefits                        | \$ 13,435         | \$ 2,926          | \$ <b>16,360</b>  | \$ 14,507         | \$ 3,142         | \$ <b>17,649</b>  | \$ 15,555         | \$ 3,246         | \$ <b>18,801</b> |
| Supplies                        | \$ 2,283          | \$ 2,071          | \$ <b>4,354</b>   | \$ 2,477          | \$ 2,082         | \$ <b>4,558</b>   | \$ 2,461          | \$ 1,226         | \$ <b>3,687</b>  |
| Services                        | \$ 8,195          | \$ 2,629          | \$ <b>10,823</b>  | \$ 7,183          | \$ 1,520         | \$ <b>8,703</b>   | \$ 7,646          | \$ 1,349         | \$ <b>8,995</b>  |
| Other                           | \$ 3,912          | \$ 2,206          | \$ <b>6,118</b>   | \$ 1,876          | \$ 2,558         | \$ <b>4,434</b>   | \$ (532)          | \$ 1,491         | \$ <b>959</b>    |
| <b>Total Expenses:</b>          | <b>\$ 67,312</b>  | <b>\$ 19,842</b>  | <b>\$ 87,154</b>  | <b>\$ 66,850</b>  | <b>\$ 19,693</b> | <b>\$ 86,543</b>  | <b>\$ 67,017</b>  | <b>\$ 17,532</b> | <b>\$ 84,550</b> |
| <b>2</b>                        |                   |                   |                   |                   |                  |                   |                   |                  |                  |
| <b>Surplus / (Deficit)</b>      | <b>\$ (2,348)</b> | <b>\$ (1,700)</b> | <b>\$ (4,047)</b> | <b>\$ (3,983)</b> | <b>\$ (565)</b>  | <b>\$ (4,548)</b> | <b>\$ (1,794)</b> | <b>\$ 968</b>    | <b>\$ (827)</b>  |
| <b>Beg. Fund Balance (Adj.)</b> | <b>\$ 14,336</b>  | <b>\$ 3,283</b>   | <b>\$ 17,620</b>  | <b>\$ 11,989</b>  | <b>\$ 1,584</b>  | <b>\$ 13,572</b>  | <b>\$ 8,006</b>   | <b>\$ 1,019</b>  | <b>\$ 9,024</b>  |
| <b>End. Fund Balance</b>        | <b>\$ 11,989</b>  | <b>\$ 1,584</b>   | <b>\$ 13,572</b>  | <b>\$ 8,006</b>   | <b>\$ 1,019</b>  | <b>\$ 9,024</b>   | <b>\$ 6,210</b>   | <b>\$ 1,986</b>  | <b>\$ 8,197</b>  |

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



# 2016-2017 Second Interim Budget Multi-Year Projection (x 1000)



|                         | 2016-17          |                  |                  | 2017-18          |                  |                  | 2018-19          |                  |                  |
|-------------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Revenues                | URGF             | RGF              | Total            | URGF             | RGF              | Total            | URGF             | RGF              | Total            |
| LCFF Base Revenues      | \$ 65,306        | \$ -             | \$ 65,306        | \$ 66,057        | \$ -             | \$ 66,057        | \$ 68,363        | \$ -             | \$ 68,363        |
| LCFF Supplemental Grant | \$ 5,188         | \$ -             | \$ 5,188         | \$ 5,463         | \$ -             | \$ 5,463         | \$ 6,018         | \$ -             | \$ 6,018         |
| Federal Revenues        | \$ 33            | \$ 2,829         | \$ 2,862         | \$ -             | \$ 2,536         | \$ 2,536         | \$ -             | \$ 2,447         | \$ 2,447         |
| Other Revenues          | \$ (5,564)       | \$ 15,314        | \$ 9,750         | \$ (8,652)       | \$ 16,592        | \$ 7,939         | \$ (9,158)       | \$ 16,052        | \$ 6,894         |
| <b>Total Revenues:</b>  | <b>\$ 64,964</b> | <b>\$ 18,142</b> | <b>\$ 83,107</b> | <b>\$ 62,867</b> | <b>\$ 19,128</b> | <b>\$ 81,995</b> | <b>\$ 65,223</b> | <b>\$ 18,500</b> | <b>\$ 83,723</b> |

|     |   |   |    |           |
|-----|---|---|----|-----------|
| Exp | 1 | <b>REVENUES</b>   | 66 | \$ 40,064 |
| C   |   | 2016-17 reflects \$1.45M and 2017-18 reflects \$419k of One-Time Revenues for payment on  | 54 | \$ 12,043 |
| C   |   | unpaid prior year mandated cost claims that are not ongoing into 2018-19                  | 46 | \$ 18,801 |
| B   |   | 2017-18 and 2018-19 GAP funding projected at 23.67% and 53.85%, resulting in \$813k and   | 26 | \$ 3,687  |
| S   |   | \$2.29M of additional Base Grant revenues, respectively                                   | 49 | \$ 8,995  |
| S   |   | Supplemental Grant funding projected to increase \$274k in 2017-18 and \$555k in 2018-19  | 91 | \$ 959    |
| O   |   | 2017-18 & beyond does not project collection revenues from our Delinquent Tax Authority   | 32 | \$ 84,550 |
| T   |   | JPA and 2017-18 is the final year of the CA Clean Energy Jobs Act program with final      | 68 | \$ (827)  |
| Sur |   | revenues projected that are not ongoing into 2018-19                                      | 19 | \$ 9,024  |
| Be  |   | Solar Rebates are not projected in 2017-18 and beyond due to the difficulty in projecting | 86 | \$ 8,197  |
| End |   | the future rebate trend   |    |           |
| *A  |   |   |    |           |

# 2016-2017 Second Interim Budget Multi-Year Projection (x 1000)



|   | 2016-17    |           |           | 2017-18    |           |           | 2018-19       |           |                  |
|---|------------|-----------|-----------|------------|-----------|-----------|---------------|-----------|------------------|
| Revenues  | URGF       | RGF       | Total     | URGF       | RGF       | Total     | URGF          | RGF       | Total            |
| LCFF Base Revenues  | \$ 65,306  | \$ -      | \$ 65,306 | \$ 66,057  | \$ -      | \$ 66,057 | \$ 68,363     | \$ -      | \$ 68,363        |
| LCFF Supplemental Grant   | \$ 5,188   | \$ -      | \$ 5,188  | \$ 5,463   | \$ -      | \$ 5,463  | \$ 6,018      | \$ -      | \$ 6,018         |
| Federal Revenues  | \$ 33      | \$ 2,829  | \$ 2,862  | \$ -       | \$ 2,536  | \$ 2,536  | \$ -          | \$ 2,447  | \$ 2,447         |
| Other Revenues  | \$ (5,564) | \$ 15,314 | \$ 9,750  | \$ (8,652) | \$ 16,502 | \$ 7,850  | \$ (9,158)    | \$ 16,052 | \$ 6,894         |
| <b>Total</b>  |            |           |           |            |           |           | <b>18,500</b> |           | <b>\$ 83,723</b> |
| <b>EXPENSES</b>   |            |           |           |            |           |           |               |           |                  |
| Full-Year personnel costs for the multiple of 2016-17 mid-year staffing hires                         |            |           |           |            |           |           | 5,866         |           | \$ 40,064        |
| Budgeted costs for Speech & Psychologist consultants reverts back to Certificated Salaries & Benefits |            |           |           |            |           |           | 4,354         |           | \$ 12,043        |
| Additional STRS & PERS Retirement costs due to increasing contribution rates                          |            |           |           |            |           |           | 3,246         |           | \$ 18,801        |
| Increase personnel costs due to step & column salary placement changes                                |            |           |           |            |           |           | 1,226         |           | \$ 3,687         |
| Increase expenses for provided services utilizing the additional Supplemental Grant funding           |            |           |           |            |           |           | 1,349         |           | \$ 8,995         |
|   |            |           |           |            |           |           | 1,491         |           | \$ 959           |
|   |            |           |           |            |           |           | <b>17,532</b> |           | <b>\$ 84,550</b> |
| 2017-18 expenses projected to decrease from 2016-17 as carryover from the prior year will be depleted |            |           |           |            |           |           | 968           |           | \$ (827)         |
| 2017-18 will have increased expenditures utilizing the CA Clean Energy Jobs Act funds                 |            |           |           |            |           |           | 1,019         |           | \$ 9,024         |
| Additional personnel for an HR Coordinator and a Director of Assessment                               |            |           |           |            |           |           | 1,986         |           | \$ 8,197         |

# 2016-2017 Second Interim Budget Five-Year Projection



|                           | 16-17 |             | 17-18 |             | 18-19 |             | 19-20 |             | 20-21 |             |
|---------------------------|-------|-------------|-------|-------------|-------|-------------|-------|-------------|-------|-------------|
| Revenues                  | URGF  |             | URGF  |             | URGF  |             | URGF  |             | URGF  |             |
| LCFF Base Revenues        | \$    | 65,306,289  | \$    | 66,056,683  | \$    | 68,362,603  | \$    | 70,926,668  | \$    | 73,978,831  |
| LCFF Supplemental Grant   | \$    | 5,188,465   | \$    | 5,462,804   | \$    | 6,018,351   | \$    | 6,459,757   | \$    | 6,835,988   |
| Other Revenues            | \$    | (5,530,606) | \$    | (8,652,224) | \$    | (9,157,894) | \$    | (9,288,768) | \$    | (9,397,082) |
| Total Revenues:           | \$    | 64,964,148  | \$    | 62,867,263  | \$    | 65,223,060  | \$    | 68,097,657  | \$    | 71,417,737  |
| Expenses                  |       |             |       |             |       |             |       |             |       |             |
| Certificated              | \$    | 32,041,897  | \$    | 33,216,496  | \$    | 34,198,834  | \$    | 35,069,643  | \$    | 35,990,686  |
| Classified                | \$    | 7,445,388   | \$    | 7,591,034   | \$    | 7,689,139   | \$    | 7,809,566   | \$    | 7,931,197   |
| Benefits                  | \$    | 13,434,691  | \$    | 14,506,886  | \$    | 15,554,610  | \$    | 16,817,766  | \$    | 17,784,068  |
| Supplies/ Services/ Other | \$    | 14,389,687  | \$    | 11,535,929  | \$    | 9,574,914   | \$    | 10,016,319  | \$    | 9,951,145   |
| Total Expenses:           | \$    | 67,311,663  | \$    | 66,850,345  | \$    | 67,017,497  | \$    | 69,713,294  | \$    | 71,657,096  |
| Surplus / (Deficit)       | \$    | (2,347,515) | \$    | (3,983,082) | \$    | (1,794,437) | \$    | (1,615,637) | \$    | (239,359)   |
| Beg. Fund Balance (Adj.)  | \$    | 14,336,324  | \$    | 11,988,809  | \$    | 8,005,727   | \$    | 6,211,290   | \$    | 4,595,653   |
| End. Fund Balance         | \$    | 11,988,809  | \$    | 8,005,727   | \$    | 6,211,290   | \$    | 4,595,653   | \$    | 4,356,293   |
| Reserves                  |       |             |       |             |       |             |       |             |       |             |
| Economic Uncertainty      |       | 2,614,623   |       | 2,596,288   | \$    | 2,536,488   | \$    | 2,617,361   | \$    | 2,675,675   |
| WUTA Medigap & Other      |       | 2,443,259   |       | 635,000     | \$    | 695,000     | \$    | 755,000     | \$    | 815,000     |
| OPEB                      |       | 2,000,000   |       | 3,000,000   | \$    | 2,979,802   | \$    | 2,979,802   | \$    | 2,979,802   |
| Excess / Shortage         | \$    | 4,930,927   | \$    | 1,774,439   | \$    | -           | \$    | (1,756,510) | \$    | (2,114,184) |

Short desired \$4,000,000

# 2016-2017 Second Interim Budget Five-Year Projection



|                                 | 16-17                 | 17-18                 | 18-19                 | 19-20                 | 20-21                 |
|---------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|                                 | URGF                  | URGF                  | URGF                  | URGF                  | URGF                  |
| <b>Revenues</b>                 |                       |                       |                       |                       |                       |
| LCFF Base Revenues              | \$ 65,306,289         | \$ 66,056,683         | \$ 68,362,603         | \$ 70,926,668         | \$ 73,978,831         |
| LCFF Supplemental Grant         | \$ 5,188,465          | \$ 5,462,804          | \$ 6,018,351          | \$ 6,459,757          | \$ 6,835,988          |
| Other Revenues                  | \$ (5,530,606)        | \$ (8,652,224)        | \$ (9,157,894)        | \$ (9,288,768)        | \$ (9,397,082)        |
| <b>Total Revenues:</b>          | <b>\$ 64,964,148</b>  | <b>\$ 62,867,263</b>  | <b>\$ 65,223,060</b>  | <b>\$ 68,097,657</b>  | <b>\$ 71,417,737</b>  |
| <b>Expenses</b>                 |                       |                       |                       |                       |                       |
| Certificated                    | \$ 32,041,897         | \$ 33,216,496         | \$ 34,198,834         | \$ 35,069,643         | \$ 35,990,686         |
| Classified                      | \$ 7,445,388          | \$ 7,591,034          | \$ 7,689,139          | \$ 7,809,566          | \$ 7,931,197          |
| Benefits                        | \$ 13,434,691         | \$ 14,506,886         | \$ 15,554,610         | \$ 16,817,766         | \$ 17,784,068         |
| <b>Benefits % of Salaries</b>   | <b>34.02%</b>         | <b>35.55%</b>         | <b>37.13%</b>         | <b>39.22%</b>         | <b>40.49%</b>         |
| Supplies/ Services/ Other       | \$ 14,389,687         | \$ 11,535,929         | \$ 9,574,914          | \$ 10,016,319         | \$ 9,951,145          |
| <b>Total Expenses:</b>          | <b>\$ 67,311,663</b>  | <b>\$ 66,850,345</b>  | <b>\$ 67,017,497</b>  | <b>\$ 69,713,294</b>  | <b>\$ 71,657,096</b>  |
| <b>Surplus / (Deficit)</b>      | <b>\$ (2,347,515)</b> | <b>\$ (3,983,082)</b> | <b>\$ (1,794,437)</b> | <b>\$ (1,615,637)</b> | <b>\$ (239,359)</b>   |
| <b>Beg. Fund Balance (Adj.)</b> | <b>\$ 14,336,324</b>  | <b>\$ 11,988,809</b>  | <b>\$ 8,005,727</b>   | <b>\$ 6,211,290</b>   | <b>\$ 4,595,653</b>   |
| <b>End. Fund Balance</b>        | <b>\$ 11,988,809</b>  | <b>\$ 8,005,727</b>   | <b>\$ 6,211,290</b>   | <b>\$ 4,595,653</b>   | <b>\$ 4,356,293</b>   |
| <b>Reserves</b>                 |                       |                       |                       |                       |                       |
| Economic Uncertainty            | 2,614,623             | 2,596,288             | \$ 2,536,488          | \$ 2,617,361          | \$ 2,675,675          |
| WUTA Medigap & Other            | 2,443,259             | 635,000               | \$ 695,000            | \$ 755,000            | \$ 815,000            |
| OPEB                            | 2,000,000             | 3,000,000             | \$ 2,979,802          | \$ 2,979,802          | \$ 2,979,802          |
| <b>Excess / Shortage</b>        | <b>\$ 4,930,927</b>   | <b>\$ 1,774,439</b>   | <b>\$ -</b>           | <b>\$ (1,756,510)</b> | <b>\$ (2,114,184)</b> |

# THANK YOU

