



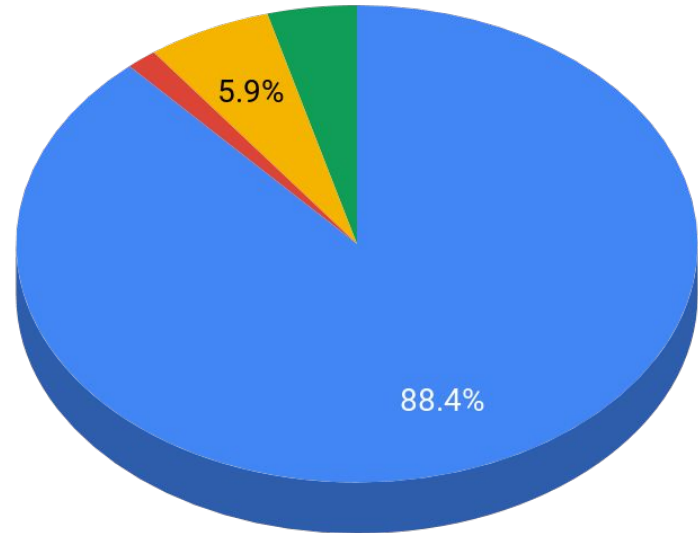
Laguna Beach Unified School District

2019-20 Preliminary Budget Presentation
June 11, 2019

Revenue

- 2018-19 revenue increased by \$2.5M versus 2017-18.
- It is assumed that local property tax revenues will increase by 4.7% for 2019-20. This year (2018-19) they increased by 5.5% over last year (2017-18).
- Total revenues for 2019-20 are projected to increase by \$2.5M.

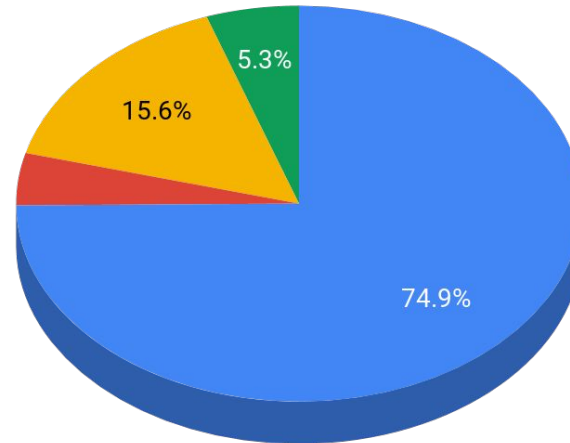
● LCFF ● Federal ● Other State ● Other Local



Expenditures

● Salaries & Benefits ● Books & Supplies ● Operating ● Capital Outlay & Other Outgo

- Salaries and benefits do not reflect potential compensation increases.
- Carryover is removed and one-time expenses built in for one-time items.
- Transfers out of the general fund are assumed to include \$250K for food services, \$1.2M to CIP, and \$900K to FRRP.



2019-20 Projected Expenditure Adjustments

Compared to Prior Year

Major Object Description	Net Change Amount
Certificated Salaries	(\$421,274)
Classified Salaries	\$173,620
Employee Benefits	(\$79,929)
Materials & Supplies	(\$26,715)
Contracted Services & Other Operating	(\$432,987)
Capital Outlay	\$51,123
Other Outgo	(\$391,210)
Total Projected Expenditure Adjustments, Including Transfers	(\$1,127,372)

2019-20 Projected Expenditure Adjustments

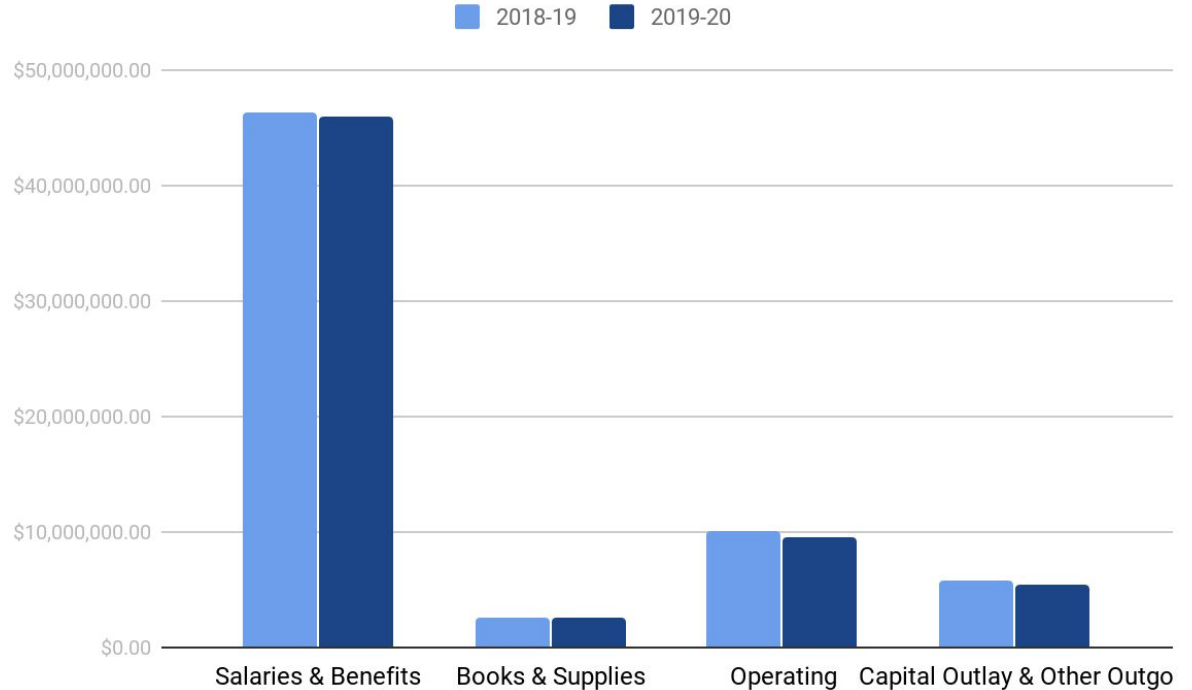
By Major Object

Major Object Description	Amount Budgeted
Certificated Salaries	\$22,814,221
Classified Salaries	\$8,964,537
Employee Benefits	\$14,176,883
Materials & Supplies	\$2,616,515
Contracted Services & Other Operating	\$9,564,237
Capital Outlay	\$2,156,383
Other Outgo	\$3,256,000
Total Projected Expenditures Including Transfers	\$63,548,776

Expenditures

2018-19 Expenditure Changes

- Salaries & Benefits
 - Decrease \$330K
- Books & Supplies
 - Decrease \$27K
- Operating
 - Decrease \$430K
- Capital Outlay & Outgo
 - Decrease \$340K



Expenditures

- Increases in total compensation, if approved by the Board, will be adjusted within the budget to revise the salaries & benefits accordingly.
- Changes would also be applied to the projected ending fund balance that is currently shown as \$9,726,852.
 - \$3,200,000 assigned as our reserve for economic uncertainties.

Encroachments

	<u>2019-20</u>	<u>2018-19</u>	<u>2017-18</u>
Transportation:	\$1,656,087	\$1,590,274	\$1,418,821
Food Services:	\$250,000	\$165,000	\$165,000
Special Education:	\$6,431,920	\$6,326,987	\$5,529,719

Components of Ending Fund Balance

2019-20 Projected Ending Fund Balance	\$9,276,852
Nonspendable - Revolving Cash	\$50,000
Routine Restricted Maintenance - Reserve	\$2,632,000
Assigned - Potential One-Time Expenditures	\$3,433,618
Reserve for Economic Uncertainties - 5%	\$3,200,000
<i>GASB 54 Compliant</i>	

Assigned and Unassigned Balances

Education Code Section 42127(a)(2)(B)

Assigned and Unassigned Balances	% of GF	Reserve Amount
Assigned - Potential One-Time Expenditures	5.4%	\$3,433,618
State Required Reserve for Economic Uncertainties	3%	\$1,906,464
Local Board Policy reserve for Economic Uncertainties	2%	\$1,293,536
Total Reserve	10.4%	\$6,633,618

Assigned and Unassigned Balances - MYP

Education Code Section 42127(a)(2)(B)

	2019-20		2020-21		2021-22	
General Fund Expenditures	60,698,776		61,459,674		62,617,612	
General Fund Transfers to Other Funds	<u>2,850,000</u>		<u>3,100,000</u>		<u>3,250,000</u>	
General Fund Expenditures and Transfers	63,548,776		64,559,674		65,867,612	
Education Code Section 42127(a)(2)(B) Assigned and Unassigned Balances	% of GF	Reserve Amount	% of GF	Reserve Amount	% of GF	Reserve Amount
<u>Assigned</u>	5.4%	3,433,618	10.3%	6,645,176	16.9%	11,138,551
Other Potential One-time Expenditures						
<u>Unassigned</u>	3.0%	1,906,464	3.0%	1,936,790	3.0%	1,976,028
State Required Reserve for Economic Uncertainties						
Local Board Policy Reserve for Economic Uncertainties	2%	1,293,536	2.0%	1,291,193	2.0%	1,317,352
	10.4%	\$ 6,633,618	15.3%	\$ 9,873,159	21.9%	\$ 14,431,931

All Funds Budget

In Millions

Fund	Description	Balance	Revenue	Expenditures	Transfers	Balance
01	General	\$8.1	\$65.1	(\$60.7)	(\$2.9)	\$9.7
11	Adult Education	-	\$0.1	(\$0.1)	-	-
13	Nutrition	\$0.05	\$0.7	(\$0.95)	\$0.25	\$0.06
17	Special Reserve	\$17.3	\$0.4	-	\$0.5	\$18.3
25	Developer Fees	\$0.03	\$0.15	(\$0.15)	-	\$0.03
4040	FRRP	\$0.67	\$0.03	(\$0.21)	\$0.90	\$1.4
4041	Aliso Property Reserve	\$5.3	\$0.10	-	-	\$5.4
4042	CIP	\$2.0	\$0.06	(\$0.66)	\$1.20	\$2.66
	All Funds	\$33.5	\$66.8	(\$62.8)	-	\$37.5



Questions?







Closed Session

6/12/2018

2018-19 Budget Outlook

- State budget likely to include \$1B in one-time discretionary funds, roughly half of what was proposed in the Governor's May Revision
 - Amounts to roughly \$450K for LBUSD
 - \$350K to cover additional 1% off-schedule payment

Historical Fiscal Data By Major Object Code

Major Object	Actual	Actual	Budget EA	Budget
	2015-16	2016-17	2017-18	2018-19
1000	\$ 20,771,845.00	\$ 22,111,437.00	\$ 22,802,135.00	\$ 23,727,881.00
2000	\$ 7,877,559.00	\$ 8,169,085.00	\$ 8,581,502.00	\$ 8,777,322.00
3000	\$ 12,574,957.00	\$ 11,701,315.00	\$ 12,664,842.00	\$ 14,013,691.00
4000	\$ 2,134,216.00	\$ 3,155,592.00	\$ 2,999,307.00	\$ 2,536,376.00
5000	\$ 7,989,227.00	\$ 8,084,867.00	\$ 9,666,712.00	\$ 9,510,938.00
6000	\$ 3,537,316.00	\$ 2,480,226.00	\$ 1,589,128.00	\$ 1,478,000.00
7000	\$ 2,756,696.00	\$ 2,557,936.00	\$ 2,722,496.00	\$ 2,600,800.00
8000	\$ 57,981,036.00	\$ 58,205,574.00	\$ 60,062,995.00	\$ 62,019,913.00
9000	\$ 21,480,703.00	\$ 20,304,929.00	\$ 20,528,697.00	\$ 12,582,591.00

2018-19 Budget Outlook

- 2018-19 budget excludes carryover.
 - Current year we have a balance of \$1.4M in non-salary expenditures
 - Currently \$2.3M is still encumbered in non-salary expenditures
 - Beginning fund balance is likely to be \$1M more than projected
 - Currently \$5.9M