

GRANADA HILLS

CHARTER HIGH SCHOOL

TO: Governing Board

DATE: June 29, 2015

FROM: Gene Straub, Chief Business Officer

SUBJECT: **Fiscal Year 15-16 Preliminary Budget – For Approval**

Attached please find the recommended budget for the 2015-16 school year. This version of the budget is based on the signed budget agreement between the Governor and the Legislature and reflects the most up-to-date information available. The budget has been developed and revised alongside the Local Control Accountability Plan (LCAP) and the Board will be asked to give its final approval to both the budget and the LCAP.

The budget is based on the following general assumptions (highlighted items reflect changes from the draft of the preliminary budget presented at the June 15, 2015 meeting):

Total Projected Enrollment	4600
Zelzah Campus	4360
Devonshire Campus	240
Projected Average Daily Attendance (%)	97.5%
Projected Average Daily Attendance (#)	4485
Projected Unduplicated Students (FRL/EL/FY) (%)	51.83%
Projected Unduplicated Students (#)	2369
Projected Proportionality Rate (%)	5.61%
Projected Proportionality Funding (\$)	\$2,108,053
Projected Education Protection Account (EPA) Factor	23%
Cost Of Living Adjustment Factor (Funding)	1.01%
Projected Funding Rates (per unit of ADA)	
Base Funding (9-12)	\$8,578
9-12 Grade Span Adjustment (2.6% of Base)	\$223
Supplemental Funding (per Unduplicated Student)	\$1,760
LCFF Gap Closure Percentage (FY16)	51.52%
One-time Funding (FY15 P2 ADA)	\$530
One-time Teacher Effectiveness (Per ADA)	\$67
Mandate Backlog Funding	\$42
Federal Special Education Funding	\$199
State Special Education Funding	\$538

	Lottery Funding (Unrestricted)	\$128
	Lottery Funding (Restricted)	\$34
	In Lieu of Property Tax	\$1,659.12
Projected Expenditure Rates (% of Salaries)		
	STRS (Credentialed Staff)	10.73%
	PERS (Classified Staff)	11.84%
	OASDI (excl. Credentialed Staff)	6.2%
	Health & Welfare Benefits	18%
	Unemployment & Workers Compensation	1.1%
Projected Wage Growth (Step/Column & New Positions)		
	Credentialed Staff	12%
	Classifies Staff	12%
Projected Future Year Gap Closure		
	16/17	35.55%
	17/18	35.11%
	18/19	19.88%
	19/20	0%

Revenue Overview

Local Control Funding Formula (Basic State Aid) is comprised of three components: Basic LCFF Funding, Education Protection Account (EPA) Funding and In Lieu of Property Tax Funding. All of these are calculated using the LCFF Calculator that has been developed by the CDE. GHCHS uses a version of the calculator provided and maintained by School Services of California. The LCFF calculator factors in the per-ADA assumptions derived from the Final Budget Bill passed by the Legislature and signed by the Governor on June 26th. Using our assumed enrollment, attendance and unduplicated pupil percentage, the calculator determines the base funding, supplemental funding and minimum proportionality percentage for the coming year. It also derives the splits between LCFF, EPA and In Lieu based on current assumptions. These revenue streams are dictated by the LCFF calculator, and other than changes in enrollment and unduplicated student assumptions, there are no discretionary assumptions in these calculations. LCFF and In Lieu funding can be used for all school-related expenses, while EPA funds can only be used for salaries and benefits per the Board's EPA Spending Resolution.

Under the approved budget deal, the Gap Closure percentage for 2015-16 was reduced from 53.08% to 51.52%. This equates to a \$120,000 decrease in Basic State Aid for the year and the One-time Funding was reduced by approximately \$400 million. At the same time, estimates for the next three years (16/17, 17/18 &

18/19) were all adjusted up. This will increase out projected revenue for these years and provide additional financial stability for the school.

Also included in the agreement between the Governor and the Legislature was the addition of \$500 million for a one-time Teacher Effectiveness grant. While the combination of the revised ADA-based One-Time funding and the Teacher Effectiveness funding are approximately equal to the Governor's May Revise One-Time Funding proposal, the difference in calculation basis for the Teacher Effectiveness portion may result in a slight variance (positive or negative) once the final distribution methodology is confirmed. As of now, the basis for distribution of the Teacher Effectiveness funds has not be made public yet – it will be based on some type of 14/15 staffing metric – nor have any restrictions on the use of the funds been published. We have estimated approximately \$300k coming to the school through the Teacher Effectiveness funding. This assumes we get a proportionate share of the funding similar to the share of ADA-based One Time funding that we will receive – approximately .007% of the total apportionment. Lastly, between the June 15th Board meeting and today, our 14-15 P2 ADA was certified at a level slightly higher than our projections and this change has been incorporated. The net effect of the One-Time/Teacher Effectiveness changes was negligible on the budget as the reduction in One-Time dollars was offset by the higher ADA number and the inclusion of the Teacher Effectiveness revenue.

Federal Revenues includes Federal Special Education Funding (IDEA), National School Lunch Program (NSLP) Reimbursements, Title Program Funding, AP/IB Test Fee Reimbursements and Career Technical Education Funding. For the 15-16 School Year we have opted not to apply for Title III – Limited English Proficient funding as the available funding (less than \$10,000 to GHCHS) did not make sense given the required reporting and program activities. We are also considering our continued participation in the Perkins CTE grant. The level of funding is going to be reduced significantly once the new budgets for the CTE program are completed and the restrictions and reporting for this program may not be justified depending on the funding available. The 21st CCLC Afterschool Funding continues as a pass-through grant from YPI. We are projecting a modest increase in overall NSLP reimbursements based on the growth in ADA and the addition of the Devonshire site to the food service program. For Title I – Low Achieving and Title II – Teacher Quality, we have assumed modest increases over FY15 awards due to COLA adjustments and increased ADA. All Federally funded programs are budgeted to breakeven, and, as in past years, Title I funds will be utilized to cover co-teacher positions in the General Education program as well as targeted intervention programs for low achieving students throughout the year, Title II funds will be used for Professional Development activities, NSLP funds will offset food and labor costs in the Cafeteria, 21st CCLC funds will be used to run the After Hours Activities (AHA)

program, Perkins CTE funds will be used to support the Career Technical Education Program and IDEA funds will be used to cover co-teacher positions in the Special Education program.

Other State Revenue includes all funding from the State exclusive of the funds reported in LCFF/Basic State Aid category. This group of funds includes State Special Education Funding (AB602), State Meal Reimbursements, Mandated Cost Reimbursements, Lottery (Restricted and Unrestricted) and One-Time Funding. With the exception of the Meal Reimbursements, these funding sources are all apportioned by the State based on our reported attendance. Meal Reimbursements are calculated based on actual usage, and, as we did with NSLP Funding, we have assumed a modest increase in utilization based on growth in enrollment and the addition of the Devonshire site to the program.

As we look at toward the future, there is concern about the impact of the elimination of One-time Funding and the expiration of Prop 30. Due to the way the state chose to reduce school funding during the recession, schools were owed approximately \$10 billion in constitutionally-required funding (the "Maintenance Factor") that had not been paid during this period. As a result of the increased economic activity and increases in state revenues, all but \$772 million of the Maintenance Factor will have been paid out by the end of 15-16 through one-time funding streams. Based on our projections, this equals about \$2.5 million in 15-16 that we do not expect to see in future years. Prop 30 – the temporary sales tax increase – will expire over the coming years under a phase out scheme, and at this point in time the Governor does not support a renewal or extension of the proposition. The premise is that the economy will have sufficiently expanded to the point that the incremental sales tax dollars are no longer needed to meet the constitutional guarantees for school funding.

Other Local Revenue includes revenue generated through the sale of food to our non-FRL eligible students, the rental of the campus and school-owned property for filming, instruction, religious and sports activities and events, grants and fundraising proceeds, our Federal interest rebate and revenues associated with student activities run via the Associated Student Body. We have made some modest adjustments, both up and down, within the Other Local Revenue category to account for projected activity in the new fiscal year.

Also included in the revenue portion of the budget is the **Contribution from Unrestricted Sources** that covers the shortfall between our AB602 revenue and AB602 expenses. This is necessary to bring the AB602 program to breakeven and is a transfer between accounts.

Expense Overview

Certificated Salaries includes all compensation (base salary, differentials, stipends and auxiliaries) for our credentialed faculty. For the purpose of this draft, we have include a 12% increase in this category. This is not a salary enhancement, but rather covers the projected cost of step & column movement along with the addition of new certificated positions necessary to accommodate the growth in enrollment and to offer additional intervention and enrichment supports and classes.

Classified Salaries includes all compensation (base salary and stipends) for all non-credential staff. Similar to our planning for certificated salaries, we have also included a 12% increase in classified expenses for 15-16. This is funding to cover the movement of existing staff across the salary table as well as the addition of new positions needed due to the growth in overall enrollment and to offer additional intervention and enrichment support.

Employee Benefits includes the statutory rates for Retirement (STRS, PERS & PARS), OASDI, Medicare and Unemployment contributions. This category also includes the costs for GHCHS-provided medical/dental/vision insurance and workers compensation insurance.

Of great concern as we look at the coming years is the continued escalation of the Employer contribution rates for STRS and PERS. While the PERS rates did not increase as much as expected for 15-16 due to the valuation-driven methodology that is used every year to establish the contribution rate for the following year, the expectation is that it will be increased as projected over the coming years to address the underfunding of the PERS program. STRS rates have been increased for 15-16 as projected and will continue to rise over the coming years as planned. STRS rates are set by statute and we do not expect any fluctuation in contribution rates over the coming years. The table below shows the expected Employer Contribution rates for both STRS and PERS over the coming years:

Program	14-15	15-16	16-17	17-18	18-19	19-20
STRS	8.88%	10.73%	12.58%	14.43%	16.28%	18.13%
PERS	11.77%	11.84%	13.05%	16.60%	18.20%	19.90%

Based on our current salary projections in the Preliminary Budget, and assuming no increases in headcount or compensation, these increases would have the following incremental cost to GHCHS over the coming years:

Program	15-16 Base Comp	Annual Cost Increase of Retirement Contributions			
		16-17	17-18	18-19	19-20
STRS	20,520,000	+385,776	+379,620	+379,620	+379,620
PERS	6,650,000	+80,465	+236,075	+106,400	+113,050
Total		+466,241	+615,695	+486,020	+492,670

And the following cumulative costs:

Program	15-16 Base Comp	Cumulative Cost Increase of Retirement Contributions			
		16-17	17-18	18-19	19-20
STRS	20,520,000	+385,776	+765,396	+1,145,016	+1,524,636
PERS	6,650,000	+80,465	+316,540	+422,940	+535,990
Total		+466,241	+1,081,936	+1,567,956	+2,060,626

We do not expect that our salary base will remain flat for the next 5 years, and the following table shows the impact on the cumulative cost projections of a 1% to 5% per annum increase in our compensation costs, whether due to salary enhancements, headcount growth or both:

Annual Percentage Increase	Cumulative Retirement Cost in 19-20	Variance vs. Base
1%	2,234,150	173,524
2%	2,442,198	381,572
3%	2,656,457	595,831
4%	2,877,048	816,422
5%	3,104,094	1,043,468

At the same time that STRS and PERS rates are increasing, we are also projecting lower annual increases in LCFF Funding in the range of 2% - 4% per year, plus the prevailing COLA factor.

The following table shows our projected LCFF funding, based on the current calculator assumptions as well as the variance between incremental funding and incremental retirement costs (assuming no increases):

Year	15-16	16-17	17-18	18-19	19-20
Total LCFF Funding	39,708,001	42,212,429	43,662,633	44,462,660	44,462,652
Incremental Funding		2,504,428	1,450,204	800,027	(8)
Percent Change		6.31%	3.44%	1.83%	0.00%
Additional Retirement		466,241	615,695	486,020	492,670
Surplus (Deficit)		2,038,187	834,509	314,007	(492,678)

Note: The foregoing is based on compensation remaining at 15-16 levels through 19-20. Annual increases and salary enhancements will adversely impact the net position shown above.

This combination of higher retirement rates and lower revenue growth may lead to a scenario where we will be forced to make cuts to the non-Personnel portion of the budget to offset the increased STRS/PERS contributions if other revenue enhancements are not identified.

In addition, the elimination of one-time funding after 15-16 will put further pressure on the overall budget as total revenue growth flattens and personnel-related costs continue to increase.

Books and Supplies covers Instructional Materials, Office, Custodial and Maintenance Supplies, Other Supplies (including ASB activities), Non-Capitalized Equipment and Food for the school lunch program.

The most notable item in this category for 15-16 is the inclusion of the purchase of the Chromebooks for the 1:1 Technology Program in the Non-Capitalized Equipment line. Given the final one-time funding included in the Final Budget Bill, we are electing to purchase the machines outright rather than lease them. This will take pressure off of the 16-17 and 17-18 budgets as we will not have lease payments related to the 1:1 Technology Program in those years. It will also allow us to potentially extend the life of the devices to four years at no additional cost.

Other Operating Expenses includes the non-instructional costs associated with the operation of the school. These items have been reviewed and adjusted to reflect the additional costs associated with the overall increase in enrollment as well as the expansion to the Devonshire campus. The Rentals/Leases/Repairs budget and the Contracted Services budget have been increased significantly to allow for additional non-capital work to be done on the Zelzah campus.

Capital Outlay includes our estimated Depreciation Expense which has been increased slightly to account for additions to the Fixed Asset register. We are currently capitalizing the costs associated with the Devonshire renovations and will begin depreciating them once the asset has been put in service.

Other Outgo includes fair share payments to LAUSD for our use of the Zelzah campus (2.5% of LCFF Funding) as well as for our participation in the Option 3 portion of the Charter Operated Program for Special Education (20% of IDEA and AB602 Funding). This category also includes our QSCB interest expense and the transfer of indirect costs from unrestricted programs to Federally-funded programs (Title I, Perkins, IDEA and Cafeteria).

Net Income & Reserves

Based on the current draft, Net Income for 15-16 will be approximately \$1.1 million. This is equivalent to 2.13% of budgeted expenses and 2.09% of budgeted revenues. Assuming we hit this target, we would increase the designated (Economic Uncertainty and Emergency) reserves by \$1.1 million, bringing the total designated reserve to \$9.8 million – up from \$8.5 million in 2014-15. Based on a projected operating budget of \$50.6 million, we would have a total designated reserve percentage of 19.3%.

Long-term Outlook

Looking beyond the current budget year, we see stronger than originally projected results in 16/17 and 17/18 due to the increased Gap Closure factors included in the final budget agreement. These changes have increased revenues significantly in those years over the projections in the May Revise and have had a positive impact on Net Income. In 18/19 and 19/20, we are forecasting decreases in revenue growth and concurrently a decrease in Net Income. While with both years currently show positive Net Income, there is significant erosion in both dollar and percentage terms. This is due in large measure to the continued escalation of STRS and PERS contributions during this period and the slowdown/elimination of Gap Closure funding. 19/20 is meant to be the last year of retirement contribution rate increases, but unless there is significant indication of improved retirement plan economics, it is likely that the rates will remain at these higher levels, or levels close to these, for years to come.

The current projections are presented without any salary enhancement assumptions or additional headcount. Year over year salary costs grow by 1.5% to account for step/column and salary range growth for current staff only. All other expenses are growing based on trend analysis, ADA-based increases or

COLA. Additions to staff and salary enhancements will put additional pressure on the school's bottom line over the coming years.

The current projections are also presented based on the current 9-12 program only – no additional revenues or expenses have been included for the future expansion into the K-8 grades.

Finally, as has been previously discussed, the current projections used by the Governor and Legislature make no allowance for an economic slowdown or downturn and also ignore the expiration of the Prop 30 tax revenues. The future funding of the Prop 98 mandate continues to hinge on the strength of the State's tax base, including a heavy reliance on capital gains and sales taxes. This reliance increase the volatility in the state budget – both positive and negative – and creates the potential for drastic changes from year to year.

We feel positive about the next three years and we do have a number of options at our disposal to address the out year budgets and ensure that we maintain the strong fiscal footing upon which the school rests.

Recommendation

It is recommended that the Governing Board approve the 2015-16 Budget for Granada Hills Charter High School concurrent with its vote to approve the 2015-16 Local Control and Accountability Plan.

cc: Brian Bauer, Executive Director

GRANADA HILLS CHARTER HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
COMBINED SCHOOL OPERATIONS

Preliminary Budget - For Approval

	FY15 Adopted Budget	FY15 1st Interim Budget	FY15 2nd Interim Budget	FY16 Prelim Budget
REVENUES (Summary - See details below)				
1) General Funding Sources	32,931,975	33,471,363	33,471,363	39,708,001
2) Federal Revenues	2,765,351	2,963,482	2,973,243	3,124,515
3) Other State Revenues	3,280,436	3,589,445	3,589,445	5,984,528
4) Other Local Revenues	3,145,000	3,097,000	3,097,000	2,940,000
TOTAL REVENUES	42,122,762	43,121,290	43,131,051	51,757,045
EXPENDITURES (Summary - See details below)				
1) Certificated Salaries	18,449,232	18,449,232	18,487,038	20,520,000
2) Classified Salaries	5,937,965	5,937,965	5,997,402	6,650,000
3) Employee Benefits	7,105,756	7,105,756	7,106,637	9,004,891
4) Books & Supplies	3,730,000	3,165,000	3,244,088	4,720,000
5) Services & Other Operating Expenditures	5,245,500	5,827,500	5,899,557	7,310,000
6) Capital Outlay	500,000	500,000	500,000	550,000
7) Other Outgo	2,149,449	1,900,947	1,715,947	1,903,789
TOTAL EXPENDITURES	43,117,902	42,886,400	42,950,669	50,658,680
EXCESS (DEFECIT) OF REVENUE OVER EXPENDITURES	(995,140)	234,890	180,382	1,098,365
FUND BALANCE RESERVES				
1) Beginning Fund Balance - Unaudited	17,483,930	17,418,396	17,418,396	17,598,778
2) Projected Ending Fund Balance	16,488,790	17,653,286	17,598,778	18,697,143
a) Reserved Amounts:				
Revolving Cash	527	527	527	527
Stores	113,995	115,000	115,000	115,000
Prepaid Expenditures	66,986	50,000	50,000	150,000
General Reserve	773,009	773,009	773,009	0
Capital Improvements, Net of Outstanding Debt	7,881,269	7,948,940	7,948,940	8,548,940
b) Designated Amounts:				
Designated for Economic Uncertainties	4,191,790	4,168,640	4,175,067	6,421,462
Reserve for Emergencies	3,461,214	3,461,214	3,461,214	3,461,214
c) Undesignated/Unappropriated Amounts	-	1,135,956	1,075,021	-

GRANADA HILLS CHARTER HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
COMBINED SCHOOL OPERATIONS

Preliminary Budget - For Approval

	FY15 Adopted Budget	FY15 1st Interim Budget	FY15 2nd Interim Budget	FY16 Prelim Budget
Revenue Detail				
1) General Funding Sources				
Local Control Funding Formula - General State Aid	20,956,166	18,252,768	21,515,842	25,886,711
Education Protection Account - Prop 30	5,445,573	8,921,236	5,658,162	6,380,137
In Lieu of Property Taxes - LAUSD	6,530,236	6,297,359	6,297,359	7,441,153
Total General Funding Sources	<u>32,931,975</u>	<u>33,471,363</u>	<u>33,471,363</u>	<u>39,708,001</u>
2) Federal Revenues				
Education for Handicapped Children (IDEA)	782,167	837,153	837,153	892,515
Child Nutrition Program	983,190	983,190	983,190	1,050,000
NCLB: Title I, Basic Grants	575,000	744,071	744,071	800,000
Perkins Voc. Tech	41,717	57,628	57,628	52,000
NCLB: Title II, Teacher Quality	18,611	18,611	18,611	15,000
NCLB: Title IV, 21st Century CLC (Afterschool)	250,000	250,000	250,000	250,000
NCLB: Title III, Immigrant Education Program	30,000	0	0	-
NCLB: Title III, Limited English Proficiency	24,837	13,000	22,761	-
AP Test Fee Reimbursement	59,829	59,829	59,829	65,000
Total Federal Revenues	<u>2,765,351</u>	<u>2,963,482</u>	<u>2,973,243</u>	<u>3,124,515</u>
3) Other State Revenues				
Special Education	2,348,583	2,358,660	2,358,660	2,412,930
Child Nutrition Program	87,297	87,297	87,297	95,000
Mandated Costs Block Grant	174,132	174,132	174,132	188,370
State Lottery - Non Prop 20 - Current Yr	527,744	547,744	547,744	574,080
State Lottery - Prop 20 Instr Mat - Current Yr	127,680	127,680	127,680	152,490
One Time Funds Mandated Costs, CCSS, ELD & NextGen	-	278,932	278,932	2,561,658
All Other State Funding	15,000	15,000	15,000	-
Total Other State Revenues	<u>3,280,436</u>	<u>3,589,445</u>	<u>3,589,445</u>	<u>5,984,528</u>
4) Other Local Revenues				
Food Service Sales	800,000	800,000	800,000	800,000
Other Sales - Catering	70,000	70,000	70,000	70,000
Leases & Rentals	375,000	327,000	327,000	300,000
Interest	250,000	250,000	250,000	220,000
Net Inc (Dec) in the Fair Value of Investments	-	0	0	-
Non-Resident Student Fees	-	102,450	102,450	102,450
Pass Through Revenue Local Sources	250,000	250,000	250,000	150,000
Other Local Revenues	1,400,000	1,297,550	1,297,550	1,297,550
Total Other Local Revenues	<u>3,145,000</u>	<u>3,097,000</u>	<u>3,097,000</u>	<u>2,940,000</u>
TOTAL REVENUES	<u>42,122,762</u>	<u>43,121,290</u>	<u>43,131,051</u>	<u>51,757,045</u>

GRANADA HILLS CHARTER HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
COMBINED SCHOOL OPERATIONS

Preliminary Budget - For Approval

	FY15 Adopted Budget	FY15 1st Interim Budget	FY15 2nd Interim Budget	FY16 Prelim Budget
Expenditure Detail				
1) Certificated Salaries				
Teachers	14,135,600	14,135,600	14,173,406	15,730,000
Pupil Support Staff	2,475,077	2,475,077	2,475,077	2,750,000
Exec. Dir. / Directors	1,199,059	1,199,059	1,199,059	1,330,000
Supervisors - Special Education	179,074	179,074	179,074	200,000
Other Certificated - Athletics/Activities	460,422	460,422	460,422	510,000
Total Certificated Salaries	<u>18,449,232</u>	<u>18,449,232</u>	<u>18,487,038</u>	<u>20,520,000</u>
2) Classified Salaries				
Instructional Aides	1,289,290	1,289,290	1,348,727	1,500,000
Maintenance/Security	1,209,729	1,209,729	1,209,729	1,340,000
Food Services	544,439	544,439	544,439	600,000
Classified Administration	856,277	856,277	856,277	950,000
Clerical/Network Support	1,643,954	1,643,954	1,643,954	1,820,000
Other Classified - Athletics/Activities	394,276	394,276	394,276	440,000
Total Classified Salaries	<u>5,937,965</u>	<u>5,937,965</u>	<u>5,997,402</u>	<u>6,650,000</u>
3) Employee Benefits				
STRS	1,418,216	1,418,216	1,416,711	2,201,796
PERS	618,055	618,055	618,055	787,360
OASDI	362,771	362,771	363,584	412,300
Medicare	342,737	342,737	344,409	393,965
PARS - Alternative Retirement System	19,540	19,540	19,540	20,000
Health & Welfare Benefits	4,096,574	4,096,574	4,091,573	4,890,600
Unemployment Insurance	11,438	11,438	12,074	27,170
Workers' Compensation	236,425	236,425	240,691	271,700
Total Employee Benefits	<u>7,105,756</u>	<u>7,105,756</u>	<u>7,106,637</u>	<u>9,004,891</u>
4) Books & Supplies				
Textbooks	250,000	50,000	50,000	125,000
Books other than Textbooks	5,000	5,000	5,000	20,000
Instructional Materials	500,000	500,000	504,110	675,000
Student Testing	-	0	59,829	100,000
Office Supplies	65,000	65,000	65,000	-
Custodial/Operations Supplies	200,000	200,000	200,000	250,000
Maintenance Supplies	20,000	20,000	20,000	50,000
Other Supplies	890,000	890,000	890,000	1,150,000
Non-capitalized Equipment	925,000	560,000	575,149	1,450,000
Food (Cafeteria)	875,000	875,000	875,000	900,000
Total Books & Supplies	<u>3,730,000</u>	<u>3,165,000</u>	<u>3,244,088</u>	<u>4,720,000</u>

GRANADA HILLS CHARTER HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
COMBINED SCHOOL OPERATIONS

Preliminary Budget - For Approval

	FY15 Adopted Budget	FY15 1st Interim Budget	FY15 2nd Interim Budget	FY16 Prelim Budget
5) Services, Other Operating Exp				
Personal Services				
Instructional Contracted Services	975,000	1,075,000	1,075,000	1,300,000
Travel/Conference/Mileage	135,000	135,000	159,500	250,000
Dues/Memberships	32,500	32,500	32,500	40,000
Insurance	242,000	242,000	242,000	225,000
Operation and Housekeeping Services	500,000	993,000	993,000	1,100,000
Rentals/Leases/Repairs	1,300,000	1,300,000	1,331,204	1,800,000
Transfer of Direct Costs - Interfund	-	0	0	-
Consulting Services & Operating Exp	2,000,000	1,989,000	2,005,353	2,475,000
Communications	61,000	61,000	61,000	120,000
Total Services, Other Operating Exp	<u>5,245,500</u>	<u>5,827,500</u>	<u>5,899,557</u>	<u>7,310,000</u>
6) Capital Outlay				
Depreciation	500,000	500,000	500,000	550,000
Total Capital Outlay	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>550,000</u>
7) Other Outgo				
Supervisory Oversight Fees 1% - 2.5%	823,299	836,784	836,784	992,700
Special Education Fair Share Assessment 20%	626,150	639,163	639,163	661,089
Debt Service: Interest	700,000	425,000	240,000	250,000
Total Other Outgo	<u>2,149,449</u>	<u>1,900,947</u>	<u>1,715,947</u>	<u>1,903,789</u>
TOTAL EXPENDITURES	<u>43,117,902</u>	<u>42,886,400</u>	<u>42,950,669</u>	<u>50,658,680</u>

Granada Hills Charter High School
2015-16 Preliminary Budget

Approved State Budget

	2015-16	2014-15	Preliminary 15-16 Budget - June 15, 2015									2015-16	2016-17	2017-18	2018-19	2019-20
	Preliminary Board Budget	2nd Interim Budget	Unrestricted Programs	Grants & Entitlements	Food Service Program	AB 602 Special Education	Facility Rental	Associated Student Body	Total Restricted Programs	Total General Fund		Preliminary Board Budget	DRAFT	DRAFT	DRAFT	DRAFT
	ADA: 4,485	ADA: 4,287								Unrestricted	Restricted					
REVENUE																
Local Control Funding Formula																
8011 LCFF	25,886,711	21,515,842	25,886,711	-	-	-	-	-	-	25,886,711	-	25,886,711	28,374,104	30,107,736	33,883,753	36,859,735
8012 EPA (@ 23% of Calculated Floor)	6,380,137	5,658,162	6,380,137	-	-	-	-	-	-	6,380,137	-	6,380,137	6,235,408	5,951,980	2,975,990	-
8096 Portion funded in lieu of local property tax	7,441,153	6,297,359	7,441,153	-	-	-	-	-	-	7,441,153	-	7,441,153	7,602,917	7,602,917	7,602,917	7,602,917
Total LCFF Sources	39,708,001	33,471,363	39,708,001	-	-	-	-	-	-	39,708,001	-	39,708,001	42,212,429	43,662,633	44,462,660	44,462,652
Federal Revenue																
8181 IDEA Special Education (@ \$199/ADA)	892,515	837,153	-	892,515	-	-	-	-	892,515	-	892,515	892,515	919,669	927,486	935,370	943,320
8220 Child Nutrition Program	1,050,000	983,190	-	-	1,050,000	-	-	-	1,050,000	-	1,050,000	1,050,000	1,086,041	1,095,272	1,104,582	1,113,971
8290 AP Test Fee Reimbursement	65,000	59,829	65,000	-	-	-	-	-	65,000	-	65,000	65,000	65,000	65,000	65,000	65,000
8290 NCLB: Title I - Low Achieving	800,000	744,071	-	800,000	-	-	-	-	800,000	-	800,000	800,000	825,000	825,000	825,000	825,000
8290 NCLB: Title II - Improving Teacher Quality	15,000	18,611	-	15,000	-	-	-	-	15,000	-	15,000	15,000	15,000	15,000	15,000	15,000
8290 NCLB: Title III - LEP	-	22,761	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8290 NCLB: Title IV - 21st CCLC	250,000	250,000	-	250,000	-	-	-	-	250,000	-	250,000	250,000	250,000	250,000	250,000	250,000
8290 Perkins Vocational Tech	52,000	57,628	-	52,000	-	-	-	-	52,000	-	52,000	52,000	52,000	52,000	52,000	52,000
Total Federal Income	3,124,515	2,973,243	65,000	2,009,515	1,050,000	-	-	-	3,059,515	65,000	3,059,515	3,124,515	3,212,710	3,229,758	3,246,952	3,264,291
Other State Revenue																
8311 Special Education Apportionment (@ \$538/ADA)	2,412,930	2,358,660	-	-	-	2,412,930	-	-	2,412,930	-	2,412,930	2,412,930	2,504,831	2,566,951	2,640,622	2,640,622
8520 Child Nutrition Program	95,000	87,297	-	-	95,000	-	-	-	95,000	-	95,000	95,000	93,116	95,426	98,164	98,164
8550 Mandated Costs Reimbursement (@ \$42/ADA)	188,370	174,132	188,370	-	-	-	-	-	-	188,370	-	188,370	195,544	200,394	206,145	206,145
8560 State Lottery Income (@ \$128/ADA & \$34/ADA)	726,570	675,424	574,080	152,490	-	-	-	-	152,490	574,080	152,490	726,570	754,243	772,948	795,132	795,132
8590 One Time Funding (@ \$530/14-15 P2 ADA +300k TE)	2,561,658	278,932	2,561,658	-	-	-	-	-	-	2,561,658	-	2,561,658	-	-	-	-
8590 Prop 39 Energy Management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8590 Other State Revenues	-	15,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Other State Revenue	5,984,528	3,589,445	3,324,108	152,490	95,000	2,412,930	-	-	2,660,420	3,324,108	2,660,420	5,984,528	3,547,735	3,635,719	3,740,064	3,740,064
Other Local Revenue																
8634 Food Service Sales	800,000	800,000	-	-	800,000	-	-	-	800,000	-	800,000	800,000	800,000	800,000	800,000	800,000
8639 Other Sales	70,000	70,000	-	-	70,000	-	-	-	70,000	-	70,000	70,000	70,000	70,000	70,000	70,000
8650 Leases and Rentals	300,000	327,000	150,000	-	-	-	150,000	-	150,000	150,000	150,000	300,000	300,000	300,000	300,000	300,000
8660 Interest	220,000	250,000	220,000	-	-	-	-	-	-	220,000	-	220,000	220,000	220,000	220,000	220,000
8697 Pass Through Revenue Local Sources	150,000	250,000	-	-	-	150,000	-	-	150,000	-	150,000	150,000	150,000	150,000	150,000	150,000
8699 All Other Local Revenues	1,400,000	1,400,000	350,000	-	-	-	-	1,050,000	1,050,000	350,000	1,050,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
Total Other Local Revenues	2,940,000	3,097,000	720,000	-	870,000	150,000	150,000	1,050,000	2,220,000	720,000	2,220,000	2,940,000	2,940,000	2,940,000	2,940,000	2,940,000
8980 Contributions from Unrestricted Sources	-	-	(957,663)	-	-	957,663	-	-	957,663	(957,663)	957,663	-	-	-	-	-
TOTAL REVENUE	51,757,045	43,131,051	42,859,447	2,162,005	2,015,000	3,520,593	150,000	1,050,000	8,897,598	42,859,447	8,897,598	51,757,045	51,912,874	53,468,110	54,389,676	54,407,007
EXPENDITURES																
Certificated Salaries																
1100 Teachers' Salaries	15,730,000	14,173,406	14,036,351	1,090,941	-	602,708	-	-	1,693,649	14,036,351	1,693,649	15,730,000	15,965,950	16,205,439	16,448,521	16,695,249
1200 Pupil Support Staff	2,750,000	2,475,077	2,589,287	-	-	160,713	-	-	160,713	2,589,287	160,713	2,750,000	2,791,250	2,833,119	2,875,616	2,918,750
1300 Exec. Dir. / Directors	1,330,000	1,199,059	1,330,000	-	-	-	-	-	-	1,330,000	-	1,330,000	1,349,950	1,370,199	1,390,752	1,411,614
1300 Sp Ed Coord / Director	200,000	179,074	20,926	-	-	179,074	-	-	179,074	20,926	179,074	200,000	203,000	206,045	209,136	212,273
1900 Athletics/Activities/Coord/Committees	510,000	460,422	461,700	48,300	-	-	-	-	48,300	461,700	48,300	510,000	517,650	525,415	533,296	541,295
Total Certificated Salaries	20,520,000	18,487,038	18,438,265	1,139,240	-	942,495	-	-	2,081,735	18,438,265	2,081,735	20,520,000	20,827,800	21,140,217	21,457,320	21,779,180
Classified Salaries																
2100 Educational Assistants	1,500,000	1,348,727	491,267	130,959	-	877,774	-	-	1,008,733	491,267	1,008,733	1,500,000	1,522,500	1,545,338	1,568,518	1,592,045
2200 Maintenance/Security	1,340,000	1,209,729	1,324,000	-	-	-	16,000	-	16,000	1,324,000	16,000	1,340,000	1,360,100	1,380,502	1,401,209	1,422,227
2200 Food Service Salaries	600,000	544,439	35,000	-	565,000	-	-	-	565,000	35,000	565,000	600,000	609,000	618,135	627,407	636,818
2300 Classified Admin	950,000	856,277	880,000	-	70,000	-	-	-	70,000	880,000	70,000	950,000	964,250	978,714	993,394	1,008,295
2400 Clerical / Network Support	1,820,000	1,643,954	1,784,506	-	-	35,494	-	-	35,494	1,784,506	35,494	1,820,000	1,847,300	1,875,010	1,903,135	1,931,682
2900 Attendance/Students/Permits/Coaches	440,000	394,276	344,650	70,350	-	-	25,000	-	95,350	344,650	95,350	440,000	446,600	453,299	460,098	467,000
Total Classified Salaries	6,650,000	5,997,402	4,859,423	201,309	635,000	913,268	41,000	-	1,790,577	4,859,423	1,790,577	6,650,000	6,749,750	6,850,996	6,953,761	7,058,068
Employee Benefits																
3100 STRS (@10.73%)	2,201,796	1,416,711	1,978,426	122,240	-	101,130	-	-	223,370	1,978,426	223,370	2,201,796	2,620,137	3,050,533	3,493,252	3,948,565
3200 PERS (@11.84%)	787,360	618,055	575,356	23,835	75,184	108,131	4,854	-	212,004	575,356	212,004	787,360	880,842	1,137,265	1,265,585	1,404,555
3310 OASDI (@ 6.2% excl STRS)	412,300	363,584	303,440	12,481	37,756	56,623	2,000	-	108,860	303,440	108,860	412,300	418,485	424,762	431,133	437,600
3330 Medicare (@ 1.45%)	333,965	344,409	338,188	19,438	8,830	26,909	600	-	55,777	338,188	55,777	333,965	399,874	405,873	411,961	418,140
3390 PARS - Alternative Retirement	20,000	19,540	17,162	-	2,638	-	200	-	2,838	17,162	2,838	20,000	20,000	20,000	20,000	20,000
3400 Health & Welfare Benefits (@ 18%)	4,890,600	4,091,573	4,193,584	241,299	114,300	334,037	7,380	-	697,016	4,193,584	697,016	4,890,600	4,963,959	5,038,418	5,113,995	5,190,705
3500 Unemployment Insurance (@ .1%)	27,170	12,074	23,298	1,341	635	1,856	41	-	3,872	23,298	3,872	27,170	27,578	27,991	28,411	28,837
3600 Workers' Compensation (@1.0%)	271,700	240,691	233,247	13,405	6,090	18,558	400	-	38,453	233,247	38,453	271,700	275,776	279,912	284,111	288,372
Total Employee Benefits	9,004,891	7,106,637	7,662,699	434,040	245,433	647,244	15,475	-	1,342,192	7,662,699	1,342,192	9,004,891	9,606,651	10,384,755	11,048,447	11,736,775

Granada Hills Charter High School
2015-16 Preliminary Budget

Approved State Budget

	2015-16	Preliminary 15-16 Budget - June 15, 2015										2015-16	2016-17	2017-18	2018-19	2019-20	
	Preliminary Board Budget	2014-15	Unrestricted Programs	Grants & Entitlements	Food Service Program	AB 602 Special Education	Facility Rental	Associated Student Body	Total Restricted Programs	Total General Fund		Preliminary Board Budget	DRAFT	DRAFT	DRAFT	DRAFT	
	ADA: 4,485	2nd Interim Budget								Unrestricted	Restricted	ADA: 4,485	ADA: 4,583	ADA: 4,583	ADA: 4,583	ADA: 4,583	
Books and Supplies																	
4100 Textbooks	125,000	50,000	125,000	-	-	-	-	-	-	125,000	-	125,000	50,000	50,000	50,000	50,000	
4200 Books	20,000	5,000	20,000	-	-	-	-	-	-	20,000	-	20,000	30,000	30,000	30,000	30,000	
4310 Instructional Materials and Supplies	675,000	504,110	445,688	179,312	-	50,000	-	229,312	445,688	229,312	675,000	580,000	580,000	580,000	580,000		
4350 Office Supplies	100,000	65,000	91,350	-	3,650	5,000	-	8,650	91,350	8,650	100,000	70,000	70,000	70,000	70,000		
4370 Custodial Supplies	250,000	200,000	250,000	-	-	-	-	-	250,000	-	250,000	230,000	230,000	230,000	230,000		
4380 Maintenance Supplies	50,000	20,000	50,000	-	-	-	-	-	50,000	-	50,000	70,000	70,000	70,000	70,000		
4390 Other Supplies	1,150,000	949,829	583,566	16,434	75,000	-	-	475,000	583,566	566,434	1,150,000	1,150,000	1,150,000	1,150,000	1,150,000		
4400 Non-Capitalized Equipment	1,450,000	575,149	1,345,000	5,000	-	100,000	-	-	1,345,000	105,000	1,450,000	230,000	230,000	230,000	230,000		
4700 Food for Cafeteria	900,000	875,000	-	-	900,000	-	-	-	900,000	-	900,000	920,000	940,000	970,000	970,000		
Total Books and Supplies	4,720,000	3,244,088	2,910,604	200,746	978,650	155,000	-	475,000	1,809,396	2,910,604	1,809,396	4,720,000	3,330,000	3,350,000	3,380,000	3,380,000	
Other Operating Expenses																	
5100 Instructional Contracted Services	1,300,000	1,075,000	1,100,000	-	-	200,000	-	-	200,000	1,100,000	200,000	1,300,000	1,300,000	1,300,000	1,300,000	1,300,000	
5200 Travel and Conferences - General	250,000	159,500	197,000	45,000	5,000	3,000	-	-	53,000	197,000	53,000	250,000	250,000	250,000	250,000		
5300 Dues and Memberships	40,000	32,500	40,000	-	-	-	-	-	-	40,000	-	40,000	40,000	40,000	40,000		
5400 Insurance (GL/Property)	225,000	242,000	225,000	-	-	-	-	-	-	225,000	-	225,000	225,000	225,000	225,000		
5500 Utilities & Housekeeping	1,100,000	993,000	1,100,000	-	-	-	-	-	-	1,100,000	-	1,200,000	1,200,000	1,200,000	1,200,000		
5600 Rent/Lease/Repairs	1,800,000	1,331,204	1,758,000	-	25,000	17,000	-	-	42,000	1,758,000	42,000	1,800,000	1,500,000	1,500,000	1,900,000		
5800 General Contracted Services	1,550,000	1,300,353	871,015	72,660	-	20,000	11,325	575,000	678,985	871,015	678,985	1,550,000	1,500,000	1,500,000	1,500,000		
5800 Services (Legal/Audit)	200,000	140,000	160,000	-	-	40,000	-	-	40,000	160,000	40,000	200,000	200,000	200,000	200,000		
5800 Transportation-Athletic-Activities/Field Trips	300,000	200,000	300,000	-	-	-	-	-	-	300,000	-	300,000	300,000	300,000	300,000		
5800 Transportation-Special Education	100,000	100,000	-	-	-	100,000	-	-	100,000	-	100,000	100,000	100,000	100,000	100,000		
5800 Other Services and Operating Expenditures	325,000	265,000	275,000	-	50,000	-	-	-	50,000	275,000	50,000	325,000	325,000	325,000	325,000		
5910 Communications	120,000	61,000	120,000	-	-	-	-	-	-	120,000	-	120,000	120,000	120,000	120,000		
Total Other Operating Expenses	7,310,000	5,899,557	6,146,015	117,660	80,000	380,000	11,325	575,000	1,163,985	6,146,015	1,163,985	7,310,000	7,060,000	7,060,000	7,460,000	7,460,000	
Capital Outlay																	
6200 Buildings and Improvements of Buildings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
6400 Equipment - Capitalized (over \$5,000)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
6900 Depreciation	550,000	500,000	450,300	-	17,500	-	82,200	-	99,700	450,300	99,700	550,000	500,000	500,000	500,000		
Total Capital Outlay	550,000	500,000	450,300	-	17,500	-	82,200	-	99,700	450,300	99,700	550,000	500,000	500,000	500,000		
Other Outgo																	
7281 District Oversight Fee (@ 2.5%)	992,700	836,784	992,700	-	-	-	-	-	-	992,700	-	992,700	1,055,311	1,091,566	1,111,567	1,111,566	
7281 Special Education Excess Cost Assessment (@ 20%)	661,089	639,163	178,503	-	-	482,586	-	-	482,586	178,503	482,586	661,089	684,900	698,887	715,198	716,789	
7400 Debt Service - Interest	250,000	240,000	250,000	-	-	-	-	-	-	250,000	-	250,000	250,000	250,000	250,000		
7150 Indirect Costs	-	-	(127,427)	69,010	58,417	-	-	-	127,427	(127,427)	127,427	-	-	-	-		
Total Other Outgo	1,903,789	1,715,947	1,293,776	69,010	58,417	482,586	-	-	610,013	1,293,776	610,013	1,903,789	1,990,211	2,040,453	2,076,765	2,078,355	
TOTAL EXPENDITURES	50,658,680	42,950,669	41,761,082	2,162,005	2,015,000	3,520,593	150,000	1,050,000	8,897,598	41,761,082	8,897,598	50,658,680	50,064,411	51,326,421	52,876,293	53,992,378	
TOTAL REVENUES LESS EXPENDITURES	1,098,365	180,382	1,098,365	-	-	-	-	-	-	1,098,365	-	1,098,365	1,848,463	2,141,689	1,513,383	414,629	