

GRANADA HILLS

CHARTER HIGH SCHOOL

TO: Governing Board

DATE: June 10, 2013

FROM: Walter Wallace

SUBJECT: Proposed Adopted Budget 2013-14

Attached is a copy of the Proposed Adopted Budget for Combined School Operations for 2013-14. We presented the preliminary budget to the District for their review last month, and with few changes we have finalized the school budget for 2013-14. There is much speculation about school funding from Sacramento for next year and beyond as the Legislature meets in Conference Committee to combine their competing alternatives and pass a budget by the June 15 deadline. While the Governor's May Revise to his 2013-14 State Budget is less optimistic than the original proposal last January, it does not embrace the larger growth in revenue recently forecast by the Legislative Analyst. The Legislature, however, has taken this higher forecast to heart and each house has attempted in its own way to provide an alternative to the Governor's Local Control Funding Formula (LCFF) proposal for schools by providing more revenue overall and distributing it in a slightly different way.

In the face of higher forecast State revenue and our uncertainty over its long term projection (see attached Fiscal Report which analyzes the riskiness of the Governor's proposals), I have made only a few changes to the Preliminary Budget of last month – it remains as cautiously optimistic as before. We continue to keep our revenue projections in line with the calculated and expected COLA for state funding and do not count on any additional revenue from any of the competing proposals in Sacramento. The GHCHS Adopted Budget revenue is now projected almost \$20,000 higher due to minor reductions in preliminary Federal grant allocations offset by a doubling of the Mandated Cost Block Grant funding; the expenditures are projected \$113,000 higher due to higher utilities costs and the anticipated increase in insurance coverage for the Pinecrest property. We are still projecting a budget with a slight surplus, and this surplus could be larger if the final State budget provides more revenue to local schools than I have forecast.

Rather than restate all of the information from the Preliminary Budget assumptions, I am including another copy of that information for your review if needed. Once the State Budget is signed, we will come back to you by the start of the school year with more information on the budget revisions that will be required.

Here is a quick tour of the seven-page Adopted Budget document. On pages one and two there is a summarized comparison of this year's projection and next year's budget; while this year's projection maintains the latest budget numbers, final revenue should be a little higher and expenses should be a little lower than forecast. Pages three through five provide greater detail on the Adopted Budget by major funding program, and you can compare the totals with the current year projection. This part of the document gives greater detail on Food Service, Special Education, the Facility Rental fund, and the ASB fund and how they all combine with the Grants program and the Unrestricted funding to make up the total budget for our school. The last two

pages show how our five restricted Federal grants and the restricted portion of the State Lottery funding are combined to make up the Grants column of the Adopted Budget on pages three through five; for all of these programs, revenue and expenses are equal.

cc: Brian Bauer, Executive Director

Granada Hills Charter High School

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 PROPOSED BUDGET 2013-14
 AS OF JUNE 10, 2013
 COMPARISON OF 2012-13 PROJECTED ACTUALS AND 2013-14 PROPOSED BUDGET

| | OBJECT CODE | SACS Object | Resource Code | PROJECTED ACTUALS 6/30/13 | PROPOSED BUDGET 7/1/13 |
|---|----------------|----------------|------------------|---------------------------------|------------------------------|
| A. REVENUES (Summary- -See details next page) | | | | | |
| 1) Revenue Limit Sources | 8010-8099 | | | 25,406,480 | 26,279,300 |
| 2) Federal Revenues | 8100-8299 | | | 2,457,267 | 2,220,663 |
| 3) Other State Revenues | 8300-8599 | | | 6,229,866 | 6,395,946 |
| 4) Other Local Revenues | 8600-8799 | | | 2,454,579 | 2,895,000 |
| 5) TOTAL REVENUES | | | | 36,548,192 | 37,790,909 |
| B. EXPENDITURES (Summary- - See details next page) | | | | | |
| 1) Certificated Salaries | 1000-1999 | | | 15,469,307 | 15,662,112 |
| 2) Classified Salaries | 2000-2999 | | | 5,060,625 | 5,073,907 |
| 3) Employee Benefits | 3000-3999 | | | 6,392,439 | 6,770,912 |
| 4) Books & Supplies | 4000-4999 | | | 2,660,078 | 2,653,000 |
| 5) Srvcs, Other Operating Expenditures | 5000-5999 | | | 5,055,162 | 5,070,067 |
| 6) Capital Outlay | 6000-6999 | | | 441,247 | 475,000 |
| 7) Other Outgo | 7100-7299 | | | 221,300 | 221,300 |
| 8) Dir.Supp/Indir. Costs | 7300-7399 | | | 891,259 | 1,329,039 |
| 9) Other Transfers Out | | | | 0 | 0 |
| 10) TOTAL EXPENDITURES | | | | 36,191,417 | 37,255,337 |
| C. EXCESS (DEF) OF REVENUE OVER EXPENDITURES BEFORE OTHER FINANCIAL SOURCES & USES | | | | | |
| | (A5 - B9) | | | 356,775 | 535,572 |
| D. OTHER FINANCING SOURCES/USES | | | | | |
| 2) Other Sources/Uses | | | | | |
| a) Sources | 8930-8979 | | | 0 | 0 |
| b) Uses | 7630-7699 | | | 0 | 0 |
| 3) Contrib to Restricted Programs | 8980-8999 | | | 0 | 0 |
| 4) TOTAL OTHER FINANCING SOURCES/USES | | | | 0 | 0 |
| E. NET INCREASE (DECR) IN FUND BALANCE | | | | | |
| | (C - D4) | | | 356,775 | 535,572 |

Granada Hills Charter High School

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 PROPOSED BUDGET 2013-14
 AS OF JUNE 10, 2013
 COMPARISON OF 2012-13 PROJECTED ACTUALS AND 2013-14 PROPOSED BUDGET

| | OBJECT CODE | SACS Object | Resource Code | PROJECTED ACTUALS 6/30/13 | PROPOSED BUDGET 7/1/13 |
|---|----------------|----------------|------------------|---------------------------------|------------------------------|
| F. FUND BALANCE RESERVES | | | | | |
| 1) Beginning Fund Balance | | | | | |
| a) As of June 30 - Unaudited Actuals | 9791 | | | 16,410,590 | 16,767,365 |
| b) Audit Adjustments/Restatement | 9793/9795 | | | 0 | 0 |
| c) Adjusted Beginning Balance | | | | 16,410,590 | 16,767,365 |
| 2) Ending Fund Balance | (F.1.c. + E) | | | 16,767,365 | 17,302,937 |
| Components of Fund Ending Balance | | | | | |
| a) Reserved Amounts: | | | | | |
| Revolving Cash | 9711 | | | 677 | 677 |
| Stores | 9712 | | | 57,943 | 60,612 |
| Prepaid Expenditures | 9713 | | | | |
| General Reserve | 9730 | | | 819,729 | 739,011 |
| b) Designated Amounts: | | | | | |
| Designated for Economic Uncertainties | 9770 | | | 3,511,071 | 3,725,534 |
| Capital Improvements, Net | | | | 2,551,484 | 8,127,028 |
| Reserve for Capital Improvements | | | | 400,000 | 400,000 |
| Facility Reserve | | | | 1,200,000 | 1,200,000 |
| Errors & Omissions Reserve | | | | 300,000 | 300,000 |
| Balance of Mandated Cost Revenue | | | | 1,230,083 | 1,230,083 |
| Post Retirement Health Benefits Reserve | 9780 | | | 1,151,250 | 1,151,250 |
| c) Undesignated/Unappropriated Amounts | 9790 | | | 5,545,128 | 368,742 |

GRANADA HILLS CHARTER HIGH SCHOOL

| | 2012-13 Projected Actuals | Adopted 2013-14 Budget - June 10, 2013 | | | | | | | | | |
|--|---------------------------------|--|-------------------------|------------------|----------------------|--------------------|------------------|---------------------|---------------------------|----------------------|-------------------|
| | | UNRESTRICTED | GRANTS/ ENTITLEMENTS | FOOD SERVICE | SPECIAL EDUCATION | FACILITY RENTAL | A.S.B. | TOTAL RESTRICTED | GENERAL (Unrestricted) | FUND (Restricted) | Total |
| REVENUE | | | | | | | | | | | |
| Revenue Limit Sources | | | | | | | | | | | |
| 8015 General Block Grant | 19,822,320 | 20,555,055 | | | | | | | 20,555,055 | | 20,555,055 |
| 8096 Portion funded by School District | 5,584,160 | 5,724,245 | | | | | | | 5,724,245 | | 5,724,245 |
| TTL Revenue Limit Sources | 25,406,480 | 26,279,300 | | | | | | | 26,279,300 | | 26,279,300 |
| Federal Revenue | | | | | | | | | | | |
| 8220 Child Nutrition Program | 700,000 | | | 770,000 | | | | 770,000 | | 770,000 | 770,000 |
| 8290 NCLB: Title I | 538,635 | | 550,000 | | | | | 550,000 | | 550,000 | 550,000 |
| 8290 NCLB: Title IV-21st Century Comm Learning | 280,250 | | | | | | | 0 | | 0 | 0 |
| 8290 NCLB: Title II- Improving Teach Quality | 18,611 | | 18,611 | | | | | 18,611 | | 18,611 | 18,611 |
| 8290 NCLB: Title III - LEP | 24,837 | | 12,785 | | | | | 12,785 | | 12,785 | 12,785 |
| 8181 IDEA Special Education | 803,317 | | 787,550 | | | | | 787,550 | | 787,550 | 787,550 |
| 8290 NCLB: Title III - Immigrant | 9,900 | | | | | | | 0 | | 0 | 0 |
| 8290 AP Test Fee Reimbursement | 40,000 | 40,000 | | | | | | 0 | 40,000 | 0 | 40,000 |
| 8290 Voc. Tech. - Perkins | 41,717 | | 41,717 | | | | | 41,717 | | 41,717 | 41,717 |
| TTL Federal Income | 2,457,267 | 40,000 | 1,410,663 | 770,000 | 0 | 0 | 0 | 2,180,663 | 40,000 | 2,180,663 | 2,220,663 |
| Other State Revenue | | | | | | | | | | | |
| 8311 Special Education Apportionment | 2,275,217 | | | | 2,292,185 | | | 2,292,185 | | 2,292,185 | 2,292,185 |
| 8311 Supplemental Hours | 604,639 | 604,639 | | | | | | 0 | 604,639 | | 604,639 |
| 8480 Categorical Block Grant 9-12 | 2,148,754 | 2,244,390 | | | | | | 0 | 2,244,390 | | 2,244,390 |
| 8520 Child Nutrition Program | 65,000 | | | 71,500 | | | | 71,500 | 0 | 71,500 | 71,500 |
| 8550 Mandated Costs Reimbursement | 56,813 | 99,600 | | | | | | 0 | 99,600 | 0 | 99,600 |
| 8560 State Lottery Income | 698,192 | 545,885 | 156,496 | | | | | 156,496 | 545,885 | 156,496 | 702,381 |
| 8590 Supplemental Counseling | 232,597 | 232,579 | | | | | | 0 | 232,579 | 0 | 232,579 |
| 8590 Art and Music Block Grant | 56,592 | 56,658 | | | | | | 0 | 56,658 | 0 | 56,658 |
| 8590 CAHSEE Support | 32,001 | 32,014 | | | | | | 0 | 32,014 | 0 | 32,014 |
| 8590 Other State Revenues | 60,061 | 60,000 | | | | | | 0 | 60,000 | 0 | 60,000 |
| TTL Other State Revenue | 6,229,866 | 3,875,765 | 156,496 | 71,500 | 2,292,185 | 0 | 0 | 2,520,181 | 3,875,765 | 2,520,181 | 6,395,946 |
| Other Local Revenue | | | | | | | | | | | |
| 8631 Sale of Equipment / Supplies | 8,000 | 8,000 | | | | | | 0 | 8,000 | | 8,000 |
| 8634 Food Service Sales | 750,000 | | | 775,000 | | | | 775,000 | | 775,000 | 775,000 |
| 8639 Other Sales | 60,000 | | | 70,000 | | | | 70,000 | | 70,000 | 70,000 |
| 8650 Leases and Rentals | 175,000 | 217,000 | | | | 150,000 | | 150,000 | 217,000 | 150,000 | 367,000 |
| 8660 Interest | 275,000 | 275,000 | | | | | | 0 | 275,000 | 0 | 275,000 |
| 8697 Pass Through Revenue Local Sources | 80,871 | | | | 100,000 | | | 100,000 | 0 | 100,000 | 100,000 |
| 8699 All Other Local Revenues | 1,105,708 | 250,000 | | | | | 1,050,000 | 1,050,000 | 250,000 | 1,050,000 | 1,300,000 |
| TTL Other Local Revenues | 2,454,579 | 750,000 | 0 | 845,000 | 100,000 | 150,000 | 1,050,000 | 2,145,000 | 750,000 | 2,145,000 | 2,895,000 |
| 8980 Contributions from Unrestricted Sources | | (958,089) | | | 958,089 | | | 958,089 | (958,089) | 958,089 | 0 |
| TOTAL REVENUE | 36,548,192 | 29,986,976 | 1,567,159 | 1,686,500 | 3,350,274 | 150,000 | 1,050,000 | 7,803,933 | 29,986,976 | 7,803,933 | 37,790,909 |
| EXPENDITURES | | | | | | | | | | | |
| Certificated Salaries | | | | | | | | | | | |
| 1100 Teachers' Salaries | 11,925,978 | 10,573,833 | 1,042,186 | | 449,614 | 0 | | 1,491,800 | 10,573,833 | 1,491,800 | 12,065,633 |
| 1200 Pupil Support Staff | 1,979,597 | 1,844,416 | | | 164,875 | | | 164,875 | 1,844,416 | 164,875 | 2,009,291 |
| 1300 Exec. Dir./ Directors | 913,502 | 927,205 | | | | | | 0 | 927,205 | 0 | 927,205 |
| 1300 Sp Ed Coord/ Director | 162,233 | 0 | | | 164,666 | | | 164,666 | 0 | 164,666 | 164,666 |
| 1900 Athletics/Activities/Coord/Committees | 487,997 | 495,317 | | | | | | 0 | 495,317 | 0 | 495,317 |
| TTL Certified Salaries | 15,469,307 | 13,840,771 | 1,042,186 | 0 | 779,155 | 0 | 0 | 1,821,341 | 13,840,771 | 1,821,341 | 15,662,112 |

GRANADA HILLS CHARTER HIGH SCHOOL

| | 2012-13 Projected Actuals | Adopted 2013-14 Budget - June 10, 2013 | | | | | | | | | |
|---|---------------------------------|--|-------------------------|-----------------|----------------------|--------------------|----------------|---------------------|---------------------------|----------------------|------------------|
| | | UNRESTRICTED | GRANTS/ ENTITLEMENTS | FOOD SERVICE | SPECIAL EDUCATION | FACILITY RENTAL | A.S.B. | TOTAL RESTRICTED | GENERAL (Unrestricted) | FUND (Restricted) | Total |
| Classified Salaries | | | | | | | | | | | |
| 2100 Educational Assistants | 986,153 | 1,951 | 12,785 | | 907,739 | | | 920,524 | 1,951 | 920,524 | 922,475 |
| 2200 Maintenance/Security | 1,078,478 | 1,079,655 | | | | 15,000 | | 15,000 | 1,079,655 | 15,000 | 1,094,655 |
| 2200 Food Service Salaries | 452,623 | 0 | | 475,255 | | | | 475,255 | 0 | 475,255 | 475,255 |
| 2300 Classified Admin | 763,516 | 694,969 | | 80,000 | | | | 80,000 | 694,969 | 80,000 | 774,969 |
| 2400 Clerical / Network Support | 1,476,604 | 1,453,753 | | | 45,000 | | | 45,000 | 1,453,753 | 45,000 | 1,498,753 |
| 2900 Attendance/Students/Permits/Coaches | 303,251 | 284,800 | | | | 23,000 | | 23,000 | 284,800 | 23,000 | 307,800 |
| TTL Classified Salaries | 5,060,625 | 3,515,128 | 12,785 | 555,255 | 952,739 | 38,000 | 0 | 1,558,779 | 3,515,128 | 1,558,779 | 5,073,907 |
| Employee Benefits | | | | | | | | | | | |
| 3100 STRS | 1,235,041 | 1,102,903 | 86,440 | | 64,224 | | | 150,664 | 1,102,903 | 150,664 | 1,253,567 |
| 3200 PERS | 517,188 | 379,250 | 0 | 53,871 | 117,992 | 1,400 | | 173,263 | 379,250 | 173,263 | 552,513 |
| 3310 OASDI | 308,803 | 209,981 | 0 | 29,150 | 72,304 | 2,000 | | 103,454 | 209,981 | 103,454 | 313,435 |
| 3330 Medicare | 300,193 | 260,677 | 14,890 | 8,000 | 20,529 | 600 | | 44,019 | 260,677 | 44,019 | 304,696 |
| 3390 PARS - Alternative Retirement | 14,813 | 13,062 | 0 | 2,638 | 100 | 200 | | 2,938 | 13,062 | 2,938 | 16,000 |
| 3400 Health & Welfare Benefits | 3,589,177 | 3,074,397 | 195,204 | 175,000 | 445,668 | 6,800 | | 822,672 | 3,074,397 | 822,672 | 3,897,069 |
| 3500 Unemployment Insurance | 223,785 | 179,622 | 5,134 | 6,067 | 35,919 | 400 | | 47,520 | 179,622 | 47,520 | 227,142 |
| 3600 Workers' Compensation | 203,439 | 164,793 | 5,413 | 5,813 | 30,071 | 400 | | 41,697 | 164,793 | 41,697 | 206,490 |
| TTL Employee Benefits | 6,392,439 | 5,384,685 | 307,081 | 280,539 | 786,807 | 11,800 | 0 | 1,386,227 | 5,384,685 | 1,386,227 | 6,770,912 |
| Books and Supplies | | | | | | | | | | | |
| 4100 Textbooks | 225,000 | 200,000 | 0 | | | | | 0 | 200,000 | 0 | 200,000 |
| 4200 Books | 10,000 | 10,000 | | | | | | 0 | 10,000 | 0 | 10,000 |
| 4310 Instructional Materials and Supplies | 447,093 | 240,504 | 176,496 | | 33,000 | | | 209,496 | 240,504 | 209,496 | 450,000 |
| 4350 Office Supplies | 72,000 | 54,109 | 0 | 20,891 | | | | 20,891 | 54,109 | 20,891 | 75,000 |
| 4370 Custodial Supplies | 151,000 | 175,000 | | | | | | 0 | 175,000 | 0 | 175,000 |
| 4380 Maintenance Supplies | 3,000 | 8,000 | | | | | | 0 | 8,000 | 0 | 8,000 |
| 4390 Other Supplies | 896,614 | 395,000 | | | | | 475,000 | 475,000 | 395,000 | 475,000 | 870,000 |
| 4400 Non-Capitalized Equipment | 205,371 | 75,000 | 5,000 | 60,000 | 10,000 | | | 75,000 | 75,000 | 75,000 | 150,000 |
| 4700 Food for Cafeteria | 650,000 | 0 | | 715,000 | | | | 715,000 | 0 | 715,000 | 715,000 |
| TTL Books and Supplies | 2,660,078 | 1,157,613 | 181,496 | 795,891 | 43,000 | 0 | 475,000 | 1,495,387 | 1,157,613 | 1,495,387 | 2,653,000 |
| Other Operating Expenses | | | | | | | | | | | |
| 5100 Instructional Contracted Services | 1,056,228 | 735,333 | 0 | | 222,800 | | | 222,800 | 735,333 | 222,800 | 958,133 |
| 5200 Travel and Conferences- General | 146,345 | 68,934 | 23,611 | 2,000 | 51,800 | | | 77,411 | 68,934 | 77,411 | 146,345 |
| 5300 Dues and Memberships | 55,000 | 55,000 | | | | | | 0 | 55,000 | 0 | 55,000 |
| 5400 Insurance | 147,000 | 160,000 | | | | | | 0 | 160,000 | 0 | 160,000 |
| 5500 Utilities & Housekeeping | 425,000 | 475,000 | | | | | | 0 | 475,000 | 0 | 475,000 |
| 5600 Rent/Lease/Repairs | 1,300,000 | 1,349,000 | | | 1,000 | | | 1,000 | 1,349,000 | 1,000 | 1,350,000 |
| 5800 General Contracted Services | 1,170,589 | 480,589 | | | 100,000 | 15,000 | 575,000 | 690,000 | 480,589 | 690,000 | 1,170,589 |
| 5800 Services (Legal/Audit) | 125,000 | 100,000 | | | 25,000 | | | 25,000 | 100,000 | 25,000 | 125,000 |
| 5800 Transportation-Athletic-Activities/Field Trips | 200,000 | 200,000 | | | | | | 0 | 200,000 | 0 | 200,000 |
| 5800 Transportation-Special Education | 80,000 | 0 | | | 80,000 | | | 80,000 | 0 | 80,000 | 80,000 |
| 5800 Other Services and Operating Expenditures | 265,000 | 225,000 | | 40,000 | | | | 40,000 | 225,000 | 40,000 | 265,000 |
| 5910 Communications | 85,000 | 85,000 | | | | | | 0 | 85,000 | 0 | 85,000 |
| TTL Other Operating Expenses | 5,055,162 | 3,933,856 | 23,611 | 42,000 | 480,600 | 15,000 | 575,000 | 1,136,211 | 3,933,856 | 1,136,211 | 5,070,067 |

GRANADA HILLS CHARTER HIGH SCHOOL

| | 2012-13 Projected Actuals | Adopted 2013-14 Budget - June 10, 2013 | | | | | | | | | |
|---|---------------------------------|--|-------------------------|------------------|----------------------|--------------------|------------------|---------------------|---------------------------|----------------------|-------------------|
| | | UNRESTRICTED | GRANTS/ ENTITLEMENTS | FOOD SERVICE | SPECIAL EDUCATION | FACILITY RENTAL | A.S.B. | TOTAL RESTRICTED | GENERAL (Unrestricted) | FUND (Restricted) | Total |
| Capital Outlay | | | | | | | | | | | |
| 6200 Buildings and Improvements of Buildings | 0 | 0 | | | | | | 0 | 0 | 0 | 0 |
| 6400 Equipment - Capitalized (over \$5,000) | 15,000 | 25,000 | | | | | | 0 | 25,000 | 0 | 25,000 |
| 6900 Depreciation | 426,247 | 351,985 | | 12,815 | | | 85,200 | 98,015 | 351,985 | 98,015 | 450,000 |
| TTL Capital Outlay | 441,247 | 376,985 | 0 | 12,815 | 0 | 85,200 | 0 | 98,015 | 376,985 | 98,015 | 475,000 |
| Other Outgo | | | | | | | | | | | |
| 7281 District Oversight Fee | 275,552 | 713,092 | | | | | | 0 | 713,092 | 0 | 713,092 |
| 7281 Special Education Excess Cost Assessment | 615,707 | 307,974 | | | 307,973 | | | 307,973 | 307,974 | 307,973 | 615,947 |
| 7400 Debt Service - Interest | 221,300 | 221,300 | | | | | | 0 | 221,300 | 0 | 221,300 |
| 7600 Other Transfers Out | 0 | 0 | | | | | | 0 | 0 | 0 | 0 |
| TTL Other Outgo | 1,112,559 | 1,242,366 | 0 | 0 | 307,973 | 0 | 0 | 307,973 | 1,242,366 | 307,973 | 1,550,339 |
| TOTAL EXPENDITURES | 36,191,417 | 29,451,404 | 1,567,159 | 1,686,500 | 3,350,274 | 150,000 | 1,050,000 | 7,803,933 | 29,451,404 | 7,803,933 | 37,255,337 |
| TOTAL REVENUES LESS EXPENDITURES | 356,775 | 535,572 | 0 | 0 | 0 | 0 | 0 | 0 | 535,572 | 0 | 535,572 |
| BEGINNING BALANCE | 16,410,590 | 14,144,116 | 0 | 200,000 | 0 | 1,823,249 | 600,000 | 2,623,249 | 14,144,116 | 2,623,249 | 16,767,365 |
| Audit Adjustments | 0 | 0 | 0 | 0 | 0 | 0 | | 0 | 0 | 0 | 0 |
| REVISED BEGINNING BALANCE | 16,410,590 | 14,144,116 | 0 | 200,000 | 0 | 1,823,249 | 600,000 | 2,623,249 | 14,144,116 | 2,623,249 | 16,767,365 |
| ENDING BALANCE | 16,767,365 | 14,679,688 | 0 | 200,000 | 0 | 1,823,249 | 600,000 | 2,623,249 | 14,679,688 | 2,623,249 | 17,302,937 |
| COMPONENTS OF ENDING FUND BALANCE | | | | | | | | | | | |
| Revolving Cash/Stores/Prepays | 677 | 300 | | 377 | | | | 377 | 300 | 377 | 677 |
| Stores/Inventory | 57,943 | 0 | | 60,612 | | | | 60,612 | 0 | 60,612 | 60,612 |
| Restricted Balances - Categorical Programs | 819,729 | 0 | | 139,011 | | | 600,000 | 739,011 | 0 | 739,011 | 739,011 |
| Reserve for Economic Uncertainties | 3,511,071 | 3,725,534 | | | | | | 0 | 3,725,534 | 0 | 3,725,534 |
| Capital Improvements, Net | 2,551,484 | 6,303,779 | | | | 1,823,249 | | 1,823,249 | 6,303,779 | 1,823,249 | 8,127,028 |
| Reserve for Facilities, Other | 1,900,000 | 1,900,000 | | | | | | 0 | 1,900,000 | 0 | 1,900,000 |
| Reserve Balance of Mandated Cost Revenue | 1,230,083 | 1,230,083 | | | | | | 0 | 1,230,083 | 0 | 1,230,083 |
| Post-Retirement Health Benefits Reserve | 1,151,250 | 1,151,250 | | | | | | 0 | 1,151,250 | 0 | 1,151,250 |
| TOTAL RESERVES AND RESTRICTED BALANCES | 11,222,237 | 14,310,946 | 0 | 200,000 | 0 | 1,823,249 | 600,000 | 2,623,249 | 14,310,946 | 2,623,249 | 16,934,195 |
| UNALLOCATED ENDING BALANCE | 5,545,128 | 368,742 | 0 | 0 | 0 | 0 | 0 | 0 | 368,742 | 0 | 368,742 |

**GRANADA HILLS CHARTER HIGH SCHOOL
GRANTS / ENTITLEMENTS
ADOPTED 2013-14 BUDGET**

| | <u>Title I</u> <u>3010</u> | <u>IDEA</u> <u>3310</u> | <u>Perkins</u> <u>3550</u> | <u>Title II</u> <u>4035</u> | <u>Title III</u> <u>4203</u> | <u>Prop 20</u> <u>6300</u> | <u>Total</u> |
|--|-------------------------------|----------------------------|-------------------------------|--------------------------------|---------------------------------|-------------------------------|------------------|
| Federal Revenue | | | | | | | |
| 8290 NCLB: Title I | 550,000 | | | | | | 550,000 |
| 8181 IDEA: Special Education | | 787,550 | | | | | 787,550 |
| 8290 Voc. Tech. - Perkins | | | 41,717 | | | | 41,717 |
| 8290 NCLB: Title II- Improving Teach Quality | | | | 18,611 | | | 18,611 |
| 8290 NCLB: Title III - LEP | | | | | 12,785 | | 12,785 |
| 8290 21st Century Community Grant | | | | | | | 0 |
| TTL Federal Income | 550,000 | 787,550 | 41,717 | 18,611 | 12,785 | 0 | 1,410,663 |
| Other State Revenue | | | | | | | |
| 8560 State Lottery Prop 20 - Instructional Materials | | | | | | 156,496 | 156,496 |
| 8590 TIIG: CSR, PWT IM, Magnet IM,CAP IM | | | | | | | 0 |
| TTL Other State Revenue | | | | | | 156,496 | 156,496 |
| TOTAL REVENUE | 550,000 | 787,550 | 41,717 | 18,611 | 12,785 | 156,496 | 1,567,159 |
| Certificated Salaries | | | | | | | |
| 1100 Teachers' Salaries | 424,434 | 607,752 | 10,000 | | | | 1,042,186 |
| 1960 Activity Stipends - Certificated | | | | | | | 0 |
| 1200 Guidance/Welfare Salaries | | | | | | | 0 |
| Total Certificated Salaries | 424,434 | 607,752 | 10,000 | 0 | | 0 | 1,042,186 |
| Classified Salaries | | | | | | | |
| 2100 Educational Assistants (22) | | | | | 12,785 | | 12,785 |
| 2960 Activity Stipends - Classified | | | | | | | 0 |
| Total Classified Salaries | 0 | 0 | 0 | 0 | 12,785 | 0 | 12,785 |
| Employee Benefits | | | | | | | |
| 3100 STRS | 34,838 | 49,885 | 1,717 | | | | 86,440 |
| 3200 PERS | | | | | | | 0 |
| 3310 OASDI | | | | | | | 0 |
| 3330 Medicare | 6,123 | 8,767 | | | | | 14,890 |
| 3350 PARS - Alternative Retirement | | | | | | | 0 |

GRANADA HILLS CHARTER HIGH SCHOOL
GRANTS / ENTITLEMENTS
ADOPTED 2013-14 BUDGET

| | Title I <u>3010</u> | IDEA <u>3310</u> | Perkins <u>3550</u> | Title II <u>4035</u> | Title III <u>4203</u> | Prop 20 <u>6300</u> | <u>Total</u> |
|---|------------------------|---------------------|------------------------|-------------------------|--------------------------|------------------------|------------------|
| 3410 Health & Welfare Benefits | 80,268 | 114,936 | | | | | 195,204 |
| 3510 Unemployment Insurance | 2,111 | 3,023 | | | | | 5,134 |
| 3610 Workers' Compensation | 2,226 | 3,187 | | | | | 5,413 |
| Employee Benefits | 125,566 | 179,798 | 1,717 | 0 | 0 | 0 | 307,081 |
| Books and Supplies | | | | | | | |
| 4100 Textbooks | | | | | | | 0 |
| 4310 Instructional Materials and Supplies - Departments | | | 20,000 | | | 156,496 | 176,496 |
| 4390 Other Supplies | | | | | | | 0 |
| 4400 Non-capitalized equipment | | | 5,000 | | | | 5,000 |
| Total Books and Supplies | 0 | 0 | 25,000 | 0 | 0 | 156,496 | 181,496 |
| Other Operating Expenses | | | | | | | |
| 5100 Instructional contracts | | | | | | | 0 |
| 5200 Travel and Conferences Prof Development | | | 5,000 | 18,611 | | | 23,611 |
| 5200 Travel and Conferences Mileage | | | | | | | 0 |
| 5800 Contracted Services | | | | | | | 0 |
| 5800 Transportation - Field Trip | | | | | | | 0 |
| Total Operating Expenses | 0 | 0 | 5,000 | 18,611 | 0 | 0 | 23,611 |
| 6400 Equipment | | | | | | | 0 |
| Direct Support / Indirect Costs | | | | | | | |
| 7310 Indirect Costs | | | | | | | 0 |
| TTL Direct Support / Indirect Costs | | | | | | | |
| TOTAL EXPENDITURES | 550,000 | 787,550 | 41,717 | 18,611 | 12,785 | 156,496 | 1,567,159 |
| TOTAL REVENUES LESS EXPENDITURES | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| BEGINNING BALANCE | | | | | | | 0 |
| ENDING BALANCE | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

The FISCAL REPORT an informational update

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No. 12

Ask SSC . . . How Risky Is This May Revision?

Q. In your workshops and *Fiscal Report* articles of recent years, you have enumerated many reasons why State Budget proposals, and even enacted State Budgets, have been fraught with risk. What is your assessment of the Governor's May Revision for 2013-14?

A. Your assessment is correct in that we have listed several cautions about the risks involved in some of the major budget assumptions used in the State Budgets of recent years. We believe that this May Revision has a relatively lower risk of falling out of balance for several reasons:

- It is not dependent on an unrealistic revenue projection, as in 2011-12
- It is not dependent on voter approval of a tax increase initiative, as in 2012-13 (Proposition 30)
- It does not rely on an infusion of federal funds to maintain programs
- It is not reliant on gaining unrealistic operational efficiencies in state programs
- The overall economic outlook is the best it has been in more than five years

To add to this lower risk, the Governor's May Revision paints a more pessimistic economic outlook in 2013 and 2014 than in his January Budget proposal. It does acknowledge that the economy was gaining strength in the first quarter of this year, the unemployment rate continues to fall, jobs are being created, the housing market is recovering, inflation remains low, and business profits are up. However, the January Budget assumed that federal lawmakers would avoid across-the-board tax hikes and budget cuts. Instead, tax rates for high-income earners have risen, the payroll tax holiday was allowed to expire, and sequestration cuts have been imposed. This caused the Department of Finance to lower its revenue forecast for 2013-14 by \$1.3 billion from the January estimate.

After the May Revision was released, the Legislative Analyst's Office developed a revenue forecast for 2013-14 that is significantly higher—by \$3.2 billion—than the Governor's May Revision proposal.

All of this leads us to draw the conclusion that the Governor's May Revision proposal involves much less risk than our recent State Budgets. What remains to be seen is the result of the current State Budget negotiations for 2013-14—will the parties agree to an increased revenue forecast for 2013-14, and if so, how much will go to education and how much will be ongoing versus one-time? Stay tuned, as we expect to see a Budget deal by the end of next week.

—Robert Miyashiro and Sheila G. Vickers

posted 06/06/2013

There are some changes for Federal and State revenue projections. Title I funding should continue to rise in response to our increase in free and reduced meal percentage (approaching 50% of the student body), and increase student meal participation allows us to project higher levels of reimbursement in our feeding program. At the same time, funding for the after school program (AHA) was not renewed; we are pursuing an appeal on that decision, as well as looking for alternative sources to maintain much of this program. Much of the change in other State funding is due to projected increases in ADA.

Changes in Other Local Revenue come from increased cash sales in the student meal program, rental income from the Pinecrest property, and additional local District funding for new activities in the special education program. Overall, we are anticipating an increase in revenue for 2013-14 of \$1,223,099 (3.3%) and for 2014-15 of \$1,060,624 (2.8%).

We have additional assumptions that drive our projections in expenditures over the next two years, as well. These are:

| Expenditure Assumptions | 2013-14 | 2014-15 |
|--|----------------|----------------|
| Additional staffing cost – step and column | 1.5% | 1.5% |
| Increase in health benefits cost – mid-year | 10% | 10% |
| Reduction of expenditures for AHA program | -\$280,250 | |
| Increase in PERS contribution (11.417% in 12-13) | 12.2% | 13.0% |

Most of the other non-personnel costs are projected to remain about the same as this year. We are expecting the PERS Board to decide soon on future increases in the employer contribution rate to reduce the unfunded liability in the PERS fund. While the District Supervisorial Oversight Fee projection was reduced back to 1% for the current year budget, I have raised it back to 2.5% in the two succeeding years with the anticipation that the Facilities Use Agreement with the District will be finalized; this will be an increase in 2013-14 of almost \$440,000. Overall, we anticipate an increase in expenditures for 2013-14 of \$950,920 (2.6%) and for 2014-15 of \$930,665 (2.5%).

With these projections, we are beginning the next two year period showing budgets with a slight surplus of about 1.5% of our expenditures. We are trying to keep expenditures in line with our slight growth in enrollment/ADA and anticipate that funding increases will enable us to project a slight surplus.

cc: Brian Bauer, Executive Director