

2015-2016

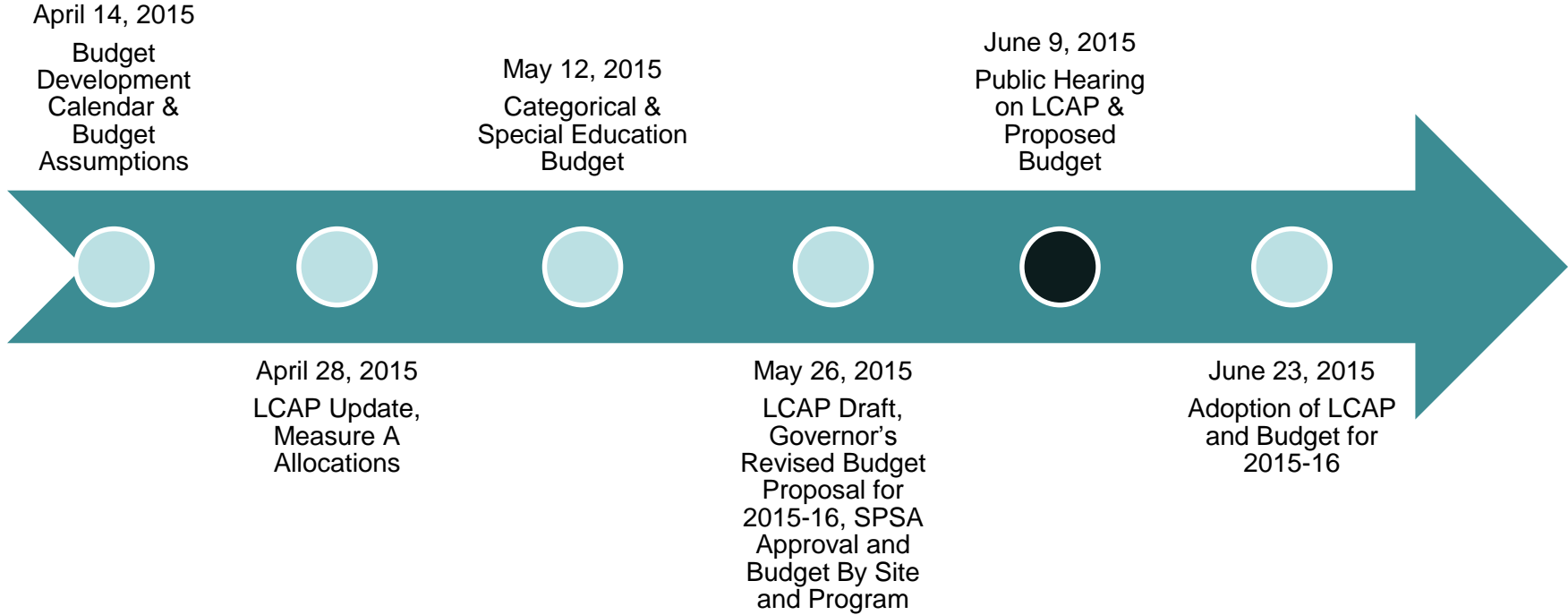
Budget & LCAP Adoption Process

**Adoption of
Proposed Budget**

June 23, 2015

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal - Timeline



2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal - Agenda

- Background
- New items and set-asides
- Budget assumptions
- 2015-2016 General Fund budget
- Multi-year projections
- Additional materials
 - Other funds
 - Details of General Fund
 - Glossary of terms

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal - Background

- Per State Law AUSD's Board must adopt budget by June 30.
- Board must certify that the District's projected financial outlook for 2015-2016, 2016-2017, and 2017-2018, is one of the following:
 - **Positive: WILL MEET** the financial obligations for the current and two subsequent years
 - **Qualified: MAY NOT MEET** the financial obligations for the current and two subsequent fiscal years
 - **Negative: WILL BE UNABLE TO MEET** the financial obligations for the remainder of the current fiscal year and two subsequent fiscal years



Staff recommends a positive certification

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – New Items

- Maintenance fund contribution (ongoing)
 - 1% of expenditures in 2015-16 (Approx. \$900K)
 - 2% of expenditures in 2016-17 (Approx. \$1.9M)
 - 3% of expenditures in 2017-18 and onwards (Approx. \$2.9M)
- Affordable Care Act - \$300K (ongoing)
- Contingency for salary increase (ongoing)
- Special Education transportation - \$800K (ongoing)
- Special Education staffing - \$570K (ongoing)

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – New Items (contd.)

- ELD Coaches - \$560K (ongoing)
- Staffing ratios at secondary schools - \$540K (ongoing)
- Student Services programs - \$400K (ongoing)
- One time revenue (\$601/ADA) - \$5.4M (one time, only in 2015-16)

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – Set-asides*

- Textbooks adoptions - \$3.2M
- Healthy Families Act - \$34K
 - Sick leave for substitute employees
- Additional LCFF Supplemental Funds - \$657K
 - Announced by the Governor in May 2015
 - Will go through LCAP process in Fall 2015

*Also known as Components of ending fund balance in official SACS documents

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal - Assumptions

Categories	Source	2015-2016	2016-2017	2017-2018
District Enrollment	Projection	9,499	9,499	9,499
District Funded ADA-Actual/Projected	Projection	9,091	9,091	9,091
ADA as a Percentage of Total Enrollment	Projection	95.71%	95.71%	95.71%
Unduplicated EL/FRM Count (Count)	CALPADS	3,688	3,688	3,688
Unduplicated EL/FRM Count (Percentage)	CALPADS	38.83%	38.83%	38.83%
COLA	DOF	1.02%	1.60%	2.48%
LCFF GAP Funding Percentage*	DOF/SSC	53.08%	37.40%	18.24%
District's contribution to:				
State Teacher's Retirement (STRS)	COE Advisory	10.73%	12.58%	14.43%
Public Employee's Retirement (PERS)	COE Advisory	11.847%	13.05%	16.60%
Additional Teacher FTE Contingency	Projection	3	3	3
I-20 Foreign Students	Projection	20	20	20

*Department of Finance GAP funding rate for 2017-2018 is 36.74%

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – DOF vs. SSC

Revenue variance between SSC & DOF in FY 2017-2018	
School Services GAP Rate	18.24%
Dept. of Finance GAP Rate	36.74%
Additional revenue AUSD may realize if the DOF rate holds true for FY 2017-2018	
\$	1,199,429

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – Proposed Budget

	Unrestricted		Restricted		Total
	Totally Unrestricted	LCFF Supplemental Grant	Restricted without Parcel Tax	Parcel Tax	General Fund
REVENUES					
LCFF Revenue	\$ 68,217,480	\$ 3,599,921	\$ 402,331	\$ -	\$ 72,219,732
Federal	\$ -		\$ 3,623,023	\$ -	\$ 3,623,023
Other State	\$ 7,112,102		\$ 2,042,294	\$ -	\$ 9,154,396
Other Local	\$ 1,097,631		\$ 4,922,301	\$ -	\$ 6,019,932
Parcel Tax	\$ -	\$ -	\$ -	\$ 12,141,814	\$ 12,141,814
Revenues	\$ 76,427,213	\$ 3,599,921	\$ 10,989,949	\$ 12,141,814	\$ 103,158,897
EXPENDITURES					
Salaries & Benefits	\$ 50,528,361	\$ 3,172,806	\$ 19,346,354	\$ 10,555,080	\$ 83,602,601
Books/Supplies & Outlay	\$ 1,419,621	\$ 55,003	\$ 2,015,481	\$ 508,692	\$ 3,998,797
Services & Op. Expenses	\$ 8,023,535	\$ 372,112	\$ 4,649,420	\$ 237,424	\$ 13,282,491
Other Outgo & Transfers	\$ (1,574,203)		\$ 1,492,873	\$ 360,265	\$ 278,935
Expenditures	\$ 58,397,314	\$ 3,599,921	\$ 27,504,128	\$ 11,661,461	\$ 101,162,824
Other Sources (Uses)	\$ (16,514,179)		\$ 16,514,179	\$ (480,353)	\$ (480,353)
Net Inc. (Dec) in Fund Bal.	\$ 1,515,720	\$ -	\$ -	\$ -	\$ 1,515,720
Beginning Balance	\$ 8,294,502	\$ -	\$ 95,597		\$ 8,390,099
Ending Balance	\$ 9,810,222	\$ -	\$ 95,597	\$ -	\$ 9,905,819

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – MYP Unrst. Gen. Fund

Line		2015-2016	2016-2017	2017-2018
		Proposed	Projected	Projected
A	Beginning Balance, July 1	\$ 8,294,502	\$ 9,810,222	\$ 6,484,794
B	Revenues	\$ 80,027,134	\$ 76,149,716	\$ 76,363,523
C	Expenditures (incl. transfer to restricted fund)	\$ 78,511,414	\$ 79,475,144	\$ 81,908,828
D	Strategic Budget Cuts			\$ (3,900,000)
E = B-C-D	Surplus (Deficit)	\$ 1,515,720	\$ (3,325,428)	\$ (1,645,305)
F = A+E	Ending Balance	\$ 9,810,222	\$ 6,484,794	\$ 4,839,489
G	Assignments/Commitments	\$ 3,941,596	\$ 4,505,285	\$ 4,733,362
H = F-G	Unassigned/Unappropriated Ending Fund Balance	\$ 5,868,626	\$ 1,979,509	\$ 106,127

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – Components of EFB*

Description	2015-2016	2016-2017	2017-2018
Ending Fund Balance	\$ 9,810,222	\$ 6,484,794	\$ 4,839,489
Components of Ending Fund Balance			
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000
Textbook Adoptions	\$ 3,200,000	\$ 3,200,000	\$ 3,200,000
Additional LCFF Supplemental Fund	\$ 657,015	\$ 1,186,124	\$ 1,379,620
Healthy Families Act (sick leave for substitute employees)	\$ 34,581	\$ 69,161	\$ 103,742
Total - Components	\$ 3,941,596	\$ 4,505,285	\$ 4,733,362
Net Unassigned Ending Fund Balance	\$ 5,868,626	\$ 1,979,509	\$ 106,127

*Also known as set-asides

2015-2016 Budget & LCAP Adoption Process

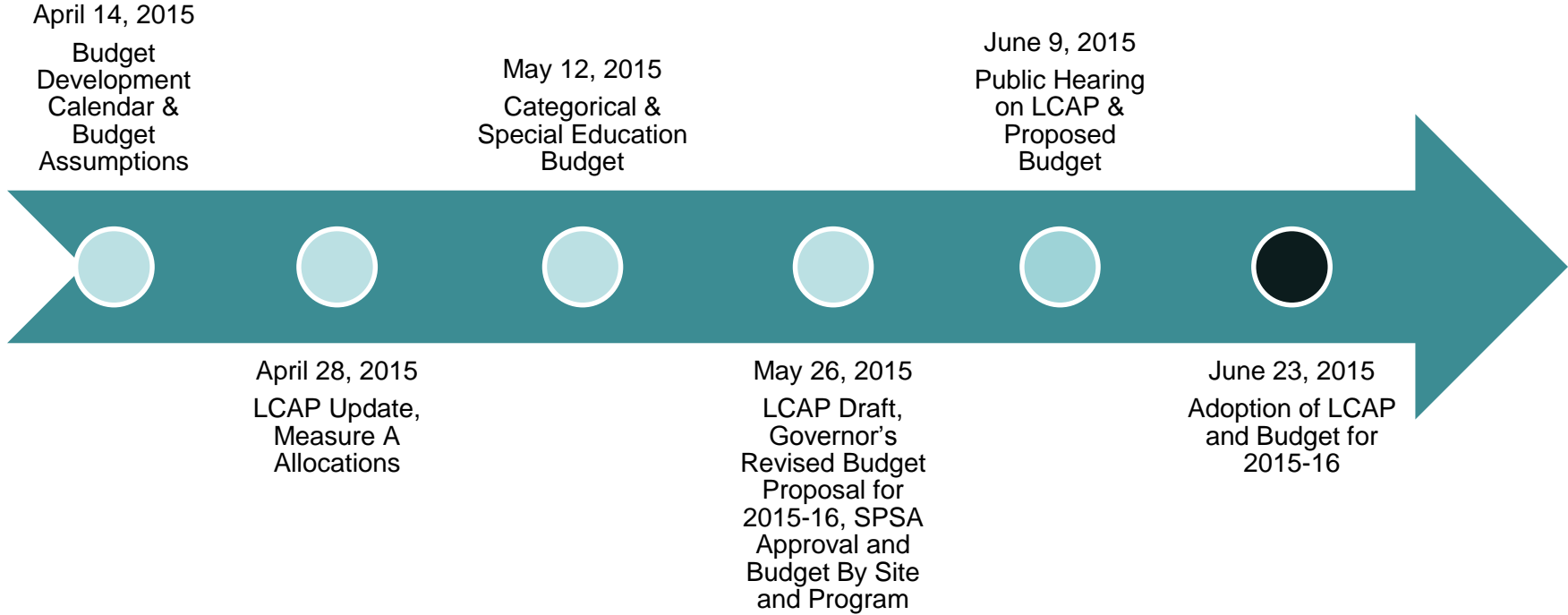
Adoption of Budget Proposal - Reserves

As required by Senate Bill (SB) 858, the Alameda Unified School District has determined:

- Fund 17: Minimum reserve level, required by law, is \$3,050,031.
- Fund 17: Additional committed reserves, equal to one month's payroll, of \$5,687,977, per Board Policy 3100.
- Fund 1: The amount of assigned and unassigned ending fund balance that exceeds the minimum reserve is \$9,760,222.
- Greater than minimum reserves are required in 2015-16 to fund items listed in the Components of Ending Fund Balance slide and to keep the District solvent in 2016-17 and 2017-18.

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – Next Steps



2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal

ADDITIONAL MATERIALS

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – Unrestricted Details

	2015-2016	2016-2017	2017-2018
REVENUES			
LCFF	\$ 71,817,401	\$ 73,551,594	\$ 73,765,401
Federal			
Other State	\$ 7,112,102	\$ 1,500,491	\$ 1,500,491
Other Local	\$ 1,097,631	\$ 1,097,631	\$ 1,097,631
Revenues	\$ 80,027,134	\$ 76,149,716	\$ 76,363,523
EXPENDITURES			
Salaries & Benefits	\$ 53,701,167	\$ 53,799,952	\$ 54,899,709
Books/Supplies & Outlay	\$ 1,474,624	\$ 1,185,666	\$ 1,214,979
Services & Operating Expenses	\$ 8,395,647	\$ 8,582,852	\$ 8,814,589
Other Outgo & Transfers	\$ (1,574,203)	\$ (1,574,203)	\$ (1,574,203)
Strategic Budget Reduction			\$ (3,900,000)
Expenditures	\$ 61,997,235	\$ 61,994,267	\$ 59,455,074
Other Sources (Uses)	\$ (16,514,179)	\$ (17,480,877)	\$ (18,553,754)
Net Inc/Dec in Fund Balance	\$ 1,515,720	\$ (3,325,428)	\$ (1,645,305)
Beginning Balance	\$ 8,294,502	\$ 9,810,222	\$ 6,484,794
Ending Balance	\$ 9,810,222	\$ 6,484,794	\$ 4,839,489
Restrictions/Commitments/Assignments			
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000
Assigned Balances	\$ 3,891,596	\$ 4,455,285	\$ 4,683,362
Unassigned/Unappropriated EFB	\$ 5,868,626	\$ 1,979,509	\$ 106,127

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – Restricted Details

	2015-2016	2016-2017	2017-2018
REVENUES			
LCFF transfers from Unrestricted	\$ 402,331	\$ 402,331	\$ 402,331
Federal	\$ 3,623,023	\$ 3,623,023	\$ 3,623,023
Other State	\$ 2,042,294	\$ 2,042,294	\$ 2,042,294
Other Local	\$ 4,922,301	\$ 4,922,301	\$ 4,862,787
Parcel Tax	\$ 12,141,814	\$ 12,141,814	\$ 12,141,814
Revenues	\$ 23,131,763	\$ 23,131,763	\$ 23,072,249
EXPENDITURES			
Salaries & Benefits	\$ 29,901,434	\$ 30,762,689	\$ 31,474,930
Books/Supplies & Outlay	\$ 2,524,173	\$ 2,592,326	\$ 2,662,318
Services & Operating Expenses	\$ 4,886,844	\$ 5,019,732	\$ 5,155,264
Other Outgo & Transfers	\$ 1,853,138	\$ 1,853,138	\$ 1,853,138
Expenditures	\$ 39,165,589	\$ 40,227,885	\$ 41,145,650
Other Sources (Uses)	\$ 16,033,826	\$ 17,000,524	\$ 18,073,401
Net Inc/Dec in Fund Balance	\$ -	\$ (95,598)	\$ -
Beginning Balance	\$ 95,598	\$ 95,598	\$ -
Legally Restricted Fund Balance*	\$ 95,598	\$ -	\$ -
Unassigned/Unappropriated	\$ -	\$ -	\$ -

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – Combined Details

	2015-2016	2016-2017	2017-2018
REVENUES			
LCFF	\$ 72,219,732	\$ 73,953,925	\$ 74,167,732
Federal	\$ 3,623,023	\$ 3,623,023	\$ 3,623,023
Other State	\$ 9,154,396	\$ 3,542,785	\$ 3,542,785
Other Local	\$ 6,019,932	\$ 6,019,932	\$ 5,960,418
Parcel Tax	\$ 12,141,814	\$ 12,141,814	\$ 12,141,814
Revenues	\$ 103,158,897	\$ 99,281,479	\$ 99,435,772
EXPENDITURES			
Salaries & Benefits	\$ 83,602,601	\$ 84,562,643	\$ 86,374,638
Books/Supplies & Outlay	\$ 3,998,797	\$ 3,777,992	\$ 3,877,297
Services & Operating Expenses	\$ 13,282,491	\$ 13,602,583	\$ 13,969,853
Other Outgo & Transfers	\$ 278,935	\$ 278,935	\$ 278,935
Strategic Budget Reduction			\$ (3,900,000)
Expenditures	\$ 101,162,824	\$ 102,222,153	\$ 100,600,723
Other Sources (Uses)	\$ (480,353)	\$ (480,353)	\$ (480,353)
Net Inc/Dec in Fund Balance	\$ 1,515,720	\$ (3,421,027)	\$ (1,645,304)
Beginning Balance	\$ 8,390,100	\$ 9,905,820	\$ 6,484,793
Ending Balance	\$ 9,905,820	\$ 6,484,793	\$ 4,839,489
Restrictions/Commitments/Assignemtns			
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000
	\$ 3,987,193	\$ 4,455,285	\$ 4,683,362
Unassigned/Unappropriated	\$ 5,868,627	\$ 1,979,508	\$ 106,127

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – Other Funds

	Adult Education Fund 11	Child Development Fund 12	Child Nutrition Fund 13
REVENUES			
Federal	\$ 247,821	\$ 449,897	\$ 1,552,000
State		\$ 869,307	\$ 93,700
Local	\$ 100,200	\$ 180,741	\$ 641,600
Revenues	\$ 348,021	\$ 1,499,945	\$ 2,287,300
EXPENDITURES			
Salaries & Benefits	\$ 768,001	\$ 1,352,998	\$ 1,285,748
Supplies	\$ 35,472	\$ 50,038	\$ 843,555
Services & Operating Expenses	\$ 24,901	\$ 5,100	\$ 33,350
Capital Outlay			
Other Outgo & Transfers		\$ 91,809	\$ 110,647
Expenditures	\$ 828,374	\$ 1,499,945	\$ 2,273,300
Other Sources (Uses)	\$ 480,353	Parcel Tax Transfer	
Net Inc/Dec in Fund Balance	\$ -	\$ -	\$ 14,000
Beginning Balance	\$ 55,785	\$ 60,180	\$ 475,672
Ending Balance	\$ 55,785	\$ 60,180	\$ 489,672
Restrictions/Commitments/Assignments			
Legally Restricted Ending Fund Balance	\$ 55,785	\$ 60,180	\$ 489,672
Unassigned/Unappropriated	\$ 0	\$ -	\$ -

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – Facilities Funds

	Deferred Maintenance Fund 14	Building Fund 21	Capital Facilities Fund 25	Special Reserve Capital Outlay Fund 40
REVENUES				
LCFF Sources	\$ 968,768			
State				
Local	\$ 250	\$ 154,000	\$ 66,000	\$ 483,256
Parcel Tax				
Revenues	\$ 969,018	\$ 154,000	\$ 66,000	\$ 483,256
EXPENDITURES				
Salaries & Benefits		\$ 296,070		\$ 114,251
Supplies				
Services & Operating Exp.				\$ 570,000
Capital Outlay		\$ 12,500,000	\$ 200,000	
Other Outgo & Transfers			\$ 147,673	
Expenditures	\$ -	\$ 12,796,070	\$ 347,673	\$ 684,251
Other Sources (Uses)		\$ -		
Net Inc/Dec in Fund Balance	\$ 969,018	\$ (12,642,070)	\$ (281,673)	\$ (200,995)
Beginning Balance	\$ 121,639	\$ 89,300,000	\$ 3,526,661	\$ 1,392,592
Ending Balance	\$ 1,090,657	\$ 76,657,930	\$ 3,244,988	\$ 1,191,597
Restrictions/Commitments/Assignments				
Facilities Related Projects	\$ 1,090,657	\$ 76,657,930	\$ 2,507,867	
COP Loan Repayment			\$ 737,121	
District Office Rental Reserve				\$ 1,191,597
Unassigned/Unappropriated	\$ -	\$ -	\$ -	\$ -

2015-2016 Budget & LCAP Adoption Process

Adoption of Budget Proposal – Glossary of Terms

AB	Assembly Bill
ADA	Average Daily Attendance
Certificated	Teachers, Substitute Teachers, Counselors, Principals, Vice Principals, Nurses, Psychologists, Directors in Education Services, Superintendent
Classified	Office Managers, Accountants, Custodians, Food Service Assistants, Directors in Business Services
Contributions	General fund contribution to a program which is unable to meet its expenditures using Federal or State funding
EL	English Learners
FRM	Free or Reduced Priced Meal
FTE	Full Time Equivalent
Indirect Cost	Rate charged by AUSD for implementing State and Federal Categorical programs
LCAP	Local Control Accountability Plan
LCFF	Local Control Funding Formula
LEP	Limited English Proficient
MYP	Multi Year Projections
Other Outgo	Transfer of Indirect cost from restricted to unrestricted funds, Debt Payment
PI	Program Improvement
Other Sources & Uses	Contribution to restricted programs, primarily Special Education, Student Transportation
RL	Revenue Limit (old State funding formula for Education)
Services	Utility Bills, Legal Fees, Insurance, Software Subscriptions, Internet Access, Special Education Non Public Schools
SES	Supplemental Educational Services
SPSA	Single Plan for Student Achievement
SSC	School Site Counsel, also used for School Services of California
Supplies	Classroom Supplies, Textbooks, Janitorial Supplies, Office Supplies, Technology Equipment
TQ	Teacher Quality