

**2016-2017**

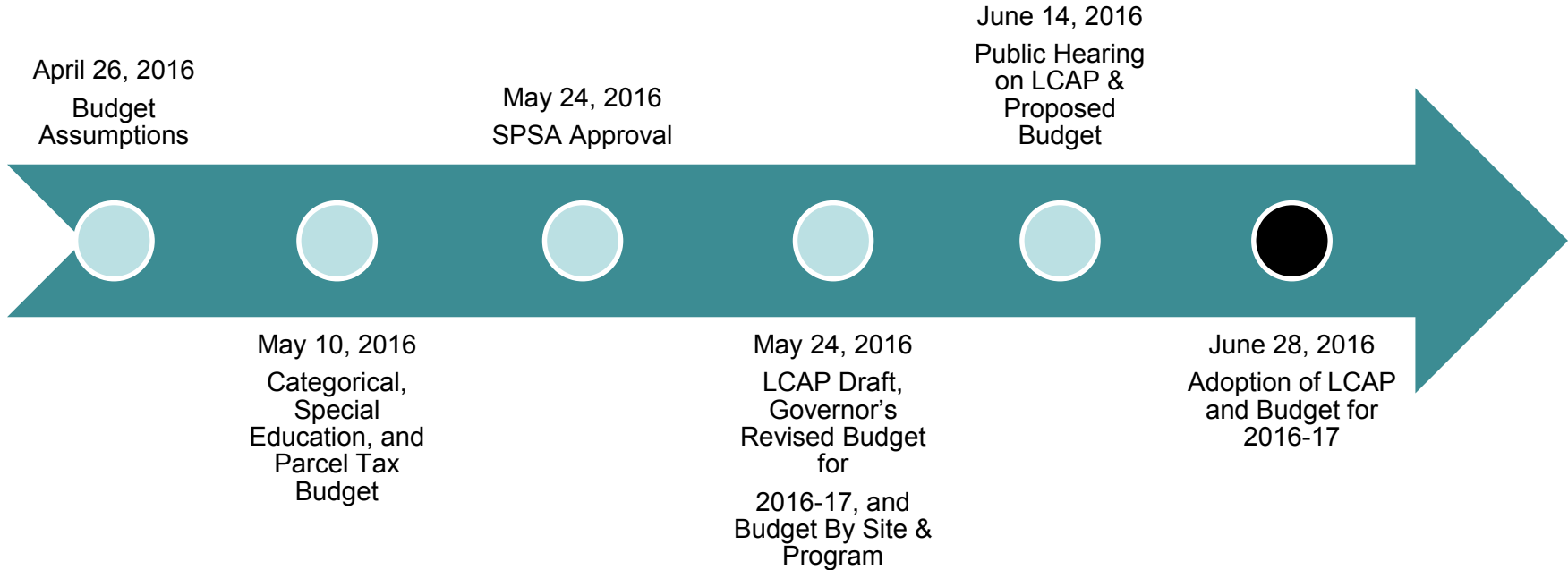
**Budget & LCAP Adoption Process**

**Adoption of  
Proposed Budget**

**June 28, 2016**

# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal - Timeline



# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal - Agenda

---

- Background
- New items
- Budget assumptions
- 2016-2017 General Fund budget
- Multi-year projections
- Additional materials
  - Other funds
  - Details of General Fund
  - Glossary of terms

# 2016-2017 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 2016-2017, 2017-2018, and 2018-2019 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

# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – New Items

---

- Maintenance fund contribution (ongoing)
  - Reduced from \$1.9M to \$500K in 2016-17
- Contingency for salary increase (ongoing)
- Crossing Guards - \$78,000
- Data Center, as the District Office prepares to move out of the Challenger Drive location - \$350,000
- Transferred \$1,575,633 from the Reserve Fund to the General Fund

# 2016-2017 Budget & LCAP Adoption Process

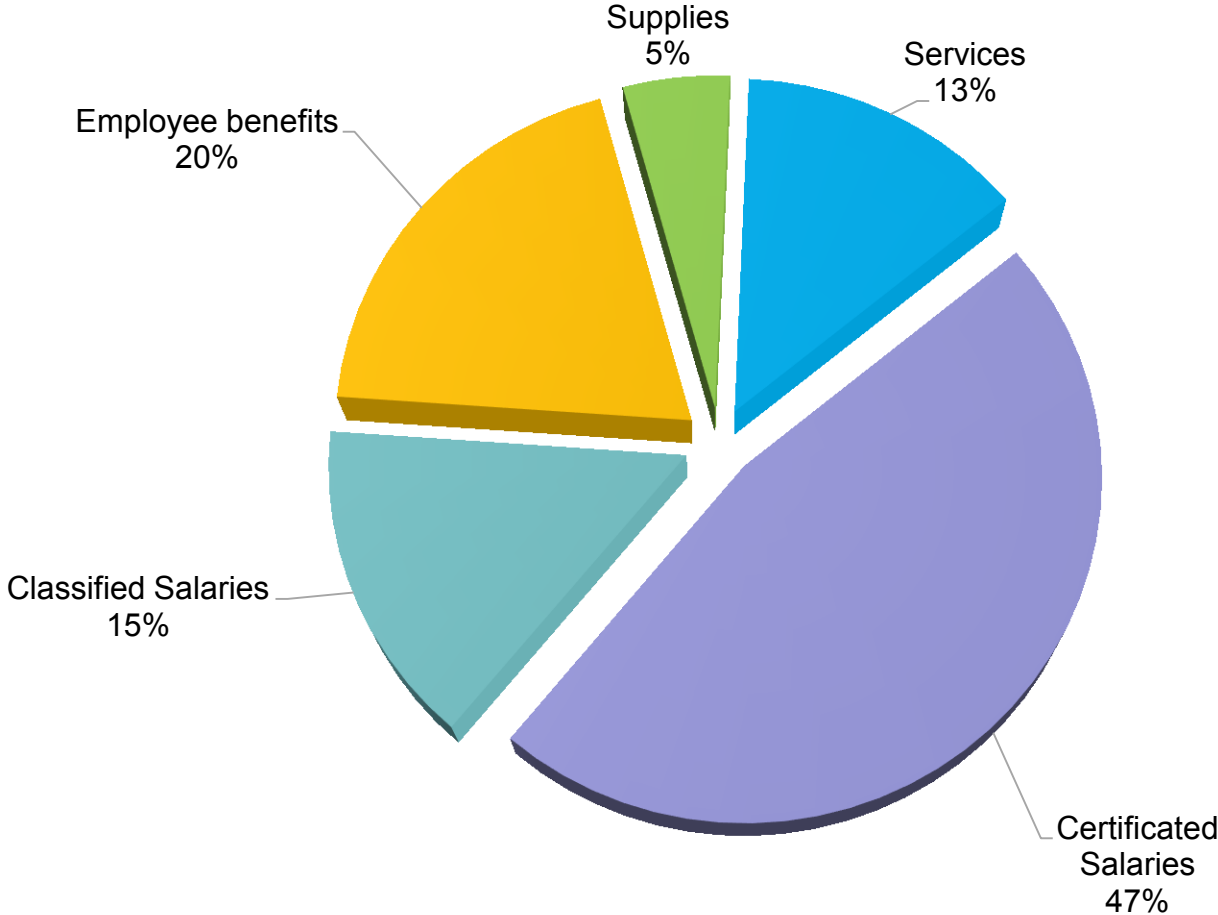
## Adoption of Budget Proposal - Assumptions

Categories	Source	2016-2017	2017-2018	2018-2019
District Enrollment	Projection	9,454	9,454	9,454
District Funded ADA-Actual/Projected	Projection	9,079	9,079	9,079
ADA as a Percentage of Total Enrollment	Projection	96.03%	96.03%	96.03%
Unduplicated EL/FRM Count (Count)	CALPADS	3,351	3,318	3,284
Unduplicated EL/FRM Count (Percentage)	CALPADS	35.45%	35.10%	34.74%
COLA	DOF	0.00%	1.11%	2.42%
LCFF GAP Funding Percentage	DOF/SSC	54.84%	73.96%	41.22%
District's contribution to:				
State Teacher's Retirement (STRS)	COE Advisory	12.58%	14.43%	16.28%
Public Employee's Retirement (PERS)	COE Advisory	13.880%	15.50%	17.10%
Teacher Contingency for Additional Enrollment (FTE)	Projection	5	5	5
I-20 Foreign Students	Projection	30	30	30

# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Expenditures

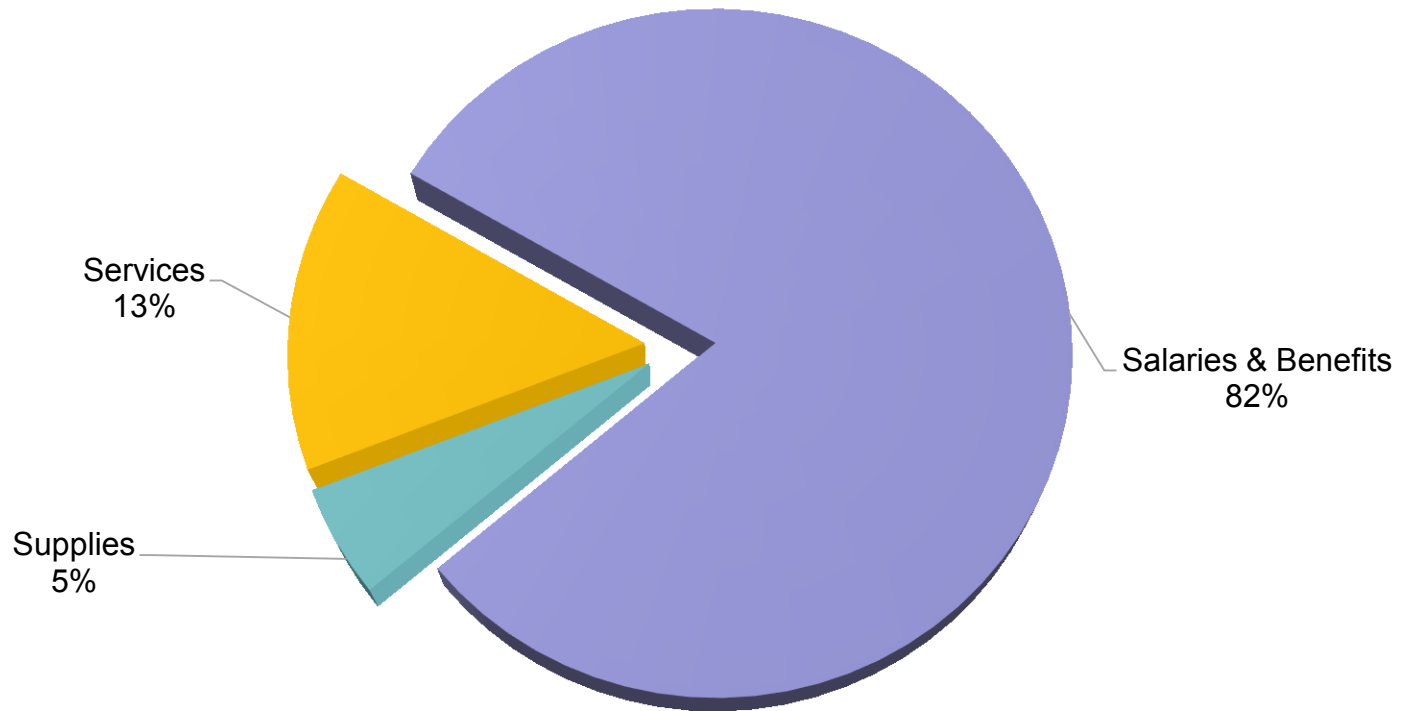
---



# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Expenditures

---

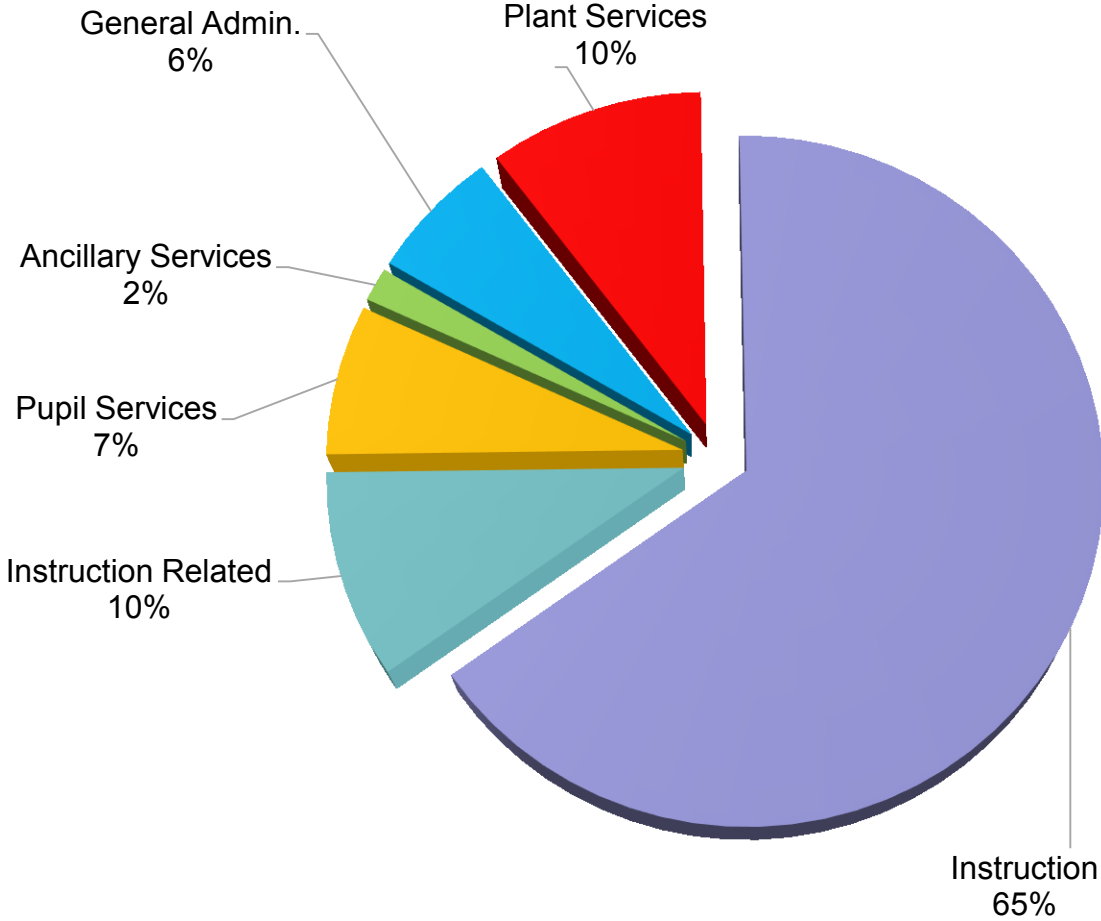




# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Expenditures

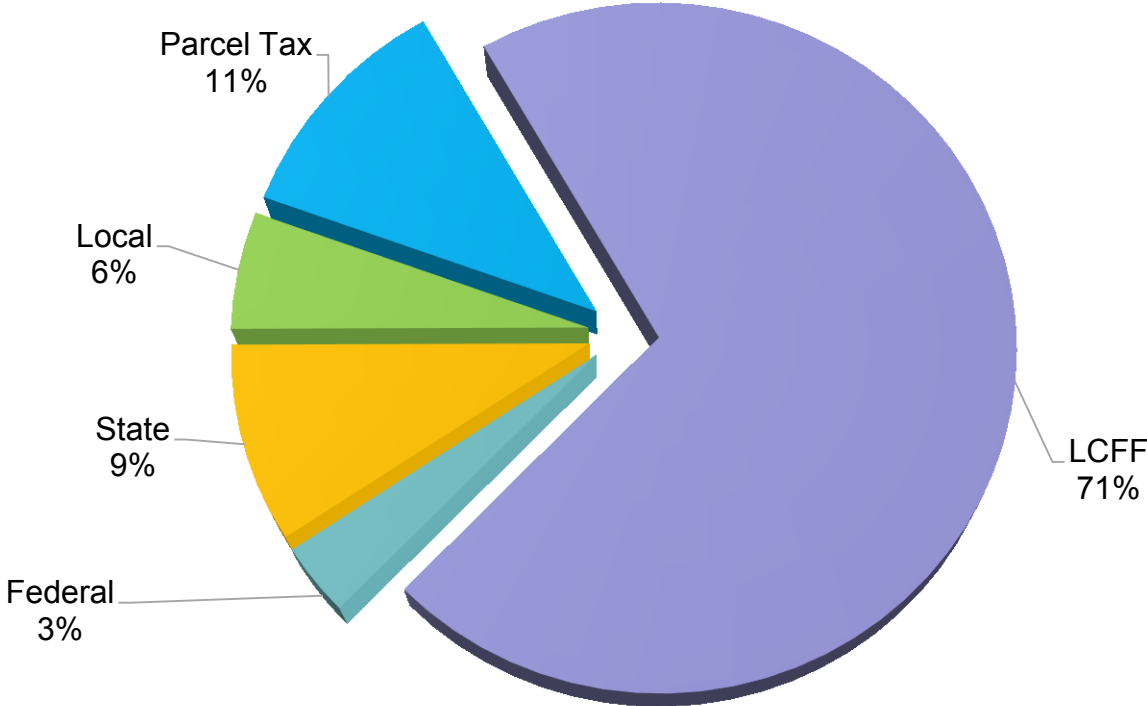
Major Operational Areas	
Instruction	Activities dealing directly with the interaction between teachers and students
Instruction Related	Library & Media teachers, School Administration, Teaching Staff Development
Pupil Services	Counselors, Psychologists, Specialized Special Ed. Services, Transportation, Health Services
Ancillary Services	Athletics, After School Services
General Admin.	Fiscal Services, Technology Services, Insurance, Human Resources, Legal, Superintendent
Plant Services	Utilities, Custodial Services, Maintenance Staff



# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Revenue

---



# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Changes from Public Hearing

	2016-2017	2017-2018	2018-2019
	Proposed Budget	Projected	Projected
Administrative Assistant (1 FTE Position Closed)	\$ 112,181	\$ 116,668	\$ 121,334
Savings from New Copier Contract	\$ 212,000	\$ 212,000	\$ 212,000
Removal of Data Center from Set-Asides	\$ 350,000		
Reduction in LCFF Supplemental Set-Aside	\$ 223,319		
Total Change from Public Hearing	\$ 897,500	\$ 328,668	\$ 333,334
Cumulative Savings	\$ 897,500	\$ 1,226,168	\$ 1,559,502

# 2016-2017 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
<b>REVENUES</b>					
LCFF Revenue	\$ 70,422,384	\$ 4,778,032	\$ 495,342	\$ -	\$ 75,695,758
Federal	\$ -		\$ 3,614,756	\$ -	\$ 3,614,756
Other State	\$ 3,760,333		\$ 6,206,041	\$ -	\$ 9,966,374
Other Local	\$ 1,161,782		\$ 4,660,360	\$ -	\$ 5,822,142
Parcel Tax	\$ -	\$ -	\$ -	\$ 12,171,528	\$ 12,171,528
<b>Revenues</b>	<b>\$ 75,344,499</b>	<b>\$ 4,778,032</b>	<b>\$ 14,976,499</b>	<b>\$ 12,171,528</b>	<b>\$ 107,270,558</b>
<b>EXPENDITURES</b>					
Salaries & Benefits	\$ 48,111,444	\$ 4,165,144	\$ 24,066,759	\$ 11,331,548	\$ 87,674,895
Books/Supplies & Outlay	\$ 2,829,131	\$ 82,065	\$ 2,457,288	\$ 380,437	\$ 5,748,921
Services & Op. Expenses	\$ 8,310,199	\$ 743,639	\$ 5,331,248	\$ 98,712	\$ 14,483,798
Other Outgo & Transfers	\$ (1,719,692)		\$ 1,717,938	\$ 360,831	\$ 359,077
<b>Expenditures</b>	<b>\$ 57,531,082</b>	<b>\$ 4,990,848</b>	<b>\$ 33,573,233</b>	<b>\$ 12,171,528</b>	<b>\$ 108,266,691</b>
Other Sources (Uses)	\$ (18,330,919)		\$ 18,330,919		\$ -
<b>Net Inc. (Dec) in Fund Bal.</b>	<b>\$ (517,502)</b>	<b>\$ (212,816)</b>	<b>\$ (265,815)</b>	<b>\$ -</b>	<b>\$ (996,133)</b>
<b>Beginning Balance</b>	<b>\$ 13,255,354</b>	<b>\$ -</b>	<b>\$ 935,263</b>		<b>\$ 14,190,617</b>
<b>Ending Balance</b>	<b>\$ 12,737,852</b>	<b>\$ (212,816)</b>	<b>\$ 669,448</b>	<b>\$ -</b>	<b>\$ 13,194,484</b>

# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – MYP Unrst. Gen. Fund

Line		2016-2017	2017-2018	2018-2019
		Proposed Budget	Projected	Projected
A	<b>Beginning Balance, July 1</b>	\$ 13,255,354	\$ 12,525,036	\$ 7,030,960
B	Revenues	\$ 80,122,531	\$ 75,936,521	\$ 77,444,117
C	Expenditures (incl. transfer to restricted fund)	\$ 80,852,849	\$ 82,330,597	\$ 96,272,720
D	<b>Transfer from Reserve, if needed</b>		<b>\$ 900,000</b>	
E	<b>Strategic Budget Cuts</b>			<b>\$ (21,300,000)</b>
F = B-C-D-E	<b>Surplus (Deficit)</b>	\$ (730,318)	\$ (5,494,076)	\$ 2,471,397
G = A+F	Ending Balance	\$ 12,525,036	\$ 7,030,960	\$ 9,502,357
H	Assignments/Commitments	\$ 4,560,609	\$ 6,976,985	\$ 9,478,379
I = G-H	<b>Unassigned/Unappropriated Ending Fund Balance</b>	<b>\$ 7,964,427</b>	<b>\$ 53,975</b>	<b>\$ 23,978</b>

# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Components of EFB\*

Description	2015-2016	2016-2017	2017-2018	2018-2019
<b>Ending Fund Balance, After Strategic Budget Cuts</b>	<b>\$ 13,255,354</b>	<b>\$ 12,525,036</b>	<b>\$ 7,030,960</b>	<b>\$ 9,502,356</b>
<b>Components of Ending Fund Balance</b>				
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
MAA Set-aside	\$ 275,173	\$ 275,173	\$ 275,173	\$ 275,173
Textbook Adoptions	\$ 3,200,000	\$ 1,580,000	\$ 1,580,000	\$ 1,580,000
Data Center (Removed)	\$ -	\$ -	\$ -	\$ -
Additional LCFF Supplemental Funds	\$ 555,301	\$ 331,982	\$ 331,982	\$ 331,982
Salary Set-aside	\$ -	\$ 2,323,454	\$ 4,739,830	\$ 7,241,224
<b>Total - Components</b>	<b>\$ 4,080,474</b>	<b>\$ 4,560,609</b>	<b>\$ 6,976,985</b>	<b>\$ 9,478,379</b>
<b>Net Unassigned Ending Fund Balance</b>	<b>\$ 9,174,880</b>	<b>\$ 7,964,427</b>	<b>\$ 53,975</b>	<b>\$ 23,977</b>

\*Also known as set-asides

# 2016-2017 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 \$3,248,000.
- Fund 17: Additional committed reserves, equal to three weeks payroll, of \$4,864,597, per Board Policy 3100.
- Fund 1: The amount of assigned and unassigned ending fund balance that exceeds the minimum reserve is \$13,194,484.
- Greater than minimum reserves are required in 2016-17 to fund items listed in the Components of Ending Fund Balance slide and to keep the District solvent in 2017-18 and 2018-19.

# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Proposed Budget

	2015-16 Estimated Actuals	2016-17 Proposed Budget
<b><u>REVENUES</u></b>		
LCFF Revenue	\$ 72,082,718	\$ 75,695,758
Federal	\$ 4,076,384	\$ 3,614,756
Other State	\$ 12,044,112	\$ 9,966,374
Other Local	\$ 8,920,151	\$ 5,902,042
Parcel Tax	\$ 12,161,922	\$ 12,091,628
<b>Revenues</b>	<b>\$ 109,285,287</b>	<b>\$ 107,270,558</b>
<b><u>EXPENDITURES</u></b>		
Salaries & Benefits	\$ 83,628,370	\$ 87,674,895
Books/Supplies & Outlay	\$ 10,039,779	\$ 5,748,921
Services & Op. Expenses	\$ 15,544,974	\$ 14,483,798
Other Outgo & Transfers	\$ 365,568	\$ 359,077
<b>Expenditures</b>	<b>\$ 109,578,691</b>	<b>\$ 108,266,691</b>
Other Sources (Uses)	\$ 638,152	
<b>Net Inc. (Dec) in Fund Balance</b>	<b>\$ 344,749</b>	<b>\$ (996,133)</b>
Beginning Balance	\$ 13,845,869	\$ 14,190,617
Ending Balance	\$ 14,190,617	\$ 13,194,484
Components of Ending Fund Balance	\$ 5,365,737	\$ 5,230,057
<b>Unassigned/Unappropriated Ending Fund Balance</b>	<b>\$ 8,824,880</b>	<b>\$ 7,964,427</b>
Cash on Hand, May 31, 2016	\$ 22,323,963	



# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal

# ADDITIONAL MATERIALS

# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Unrestricted Details

	2016-2017	2017-2018	2018-2019
<b>REVENUES</b>			
LCFF	\$ 75,200,416	\$ 72,952,176	\$ 74,459,772
Federal			
Other State	\$ 3,760,333	\$ 1,822,563	\$ 1,822,563
Other Local	\$ 1,161,782	\$ 1,161,782	\$ 1,161,782
<b>Transfer from Reserve Fund, if needed</b>		<b>\$ 900,000</b>	
<b>Revenues</b>	<b>\$ 80,122,531</b>	<b>\$ 76,836,521</b>	<b>\$ 77,444,117</b>
<b>EXPENDITURES</b>			
Salaries & Benefits	\$ 52,276,588	\$ 53,434,277	\$ 54,746,123
Books/Supplies & Outlay	\$ 2,911,196	\$ 1,811,124	\$ 1,334,215
Services & Operating Expenses	\$ 9,053,838	\$ 9,769,755	\$ 10,013,022
Other Outgo & Transfers	\$ (1,719,692)	\$ (1,719,692)	\$ (1,719,692)
<b>Strategic Budget Reduction</b>		<b>\$ -</b>	<b>\$ (21,300,000)</b>
<b>Expenditures</b>	<b>\$ 62,521,930</b>	<b>\$ 63,295,464</b>	<b>\$ 43,073,668</b>
Other Sources (Uses)	\$ (18,330,919)	\$ (19,035,133)	\$ (31,899,053)
Net Inc/Dec in Fund Balance	\$ (730,318)	\$ (5,494,076)	\$ 2,471,396
<b>Beginning Balance</b>	<b>\$ 13,255,354</b>	<b>\$ 12,525,036</b>	<b>\$ 7,030,960</b>
<b>Ending Balance</b>	<b>\$ 12,525,036</b>	<b>\$ 7,030,960</b>	<b>\$ 9,502,356</b>
<b>Restrictions/Commitments/Assignments</b>			
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000
Assigned Balances	\$ 4,510,609	\$ 6,926,985	\$ 9,428,379
<b>Unassigned/Unappropriated EFB</b>	<b>\$ 7,964,427</b>	<b>\$ 53,975</b>	<b>\$ 23,977</b>

# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Restricted Details

	2016-2017	2017-2018	2018-2019
<b>REVENUES</b>			
LCFF transfers from Unrestricted	\$ 495,342	\$ 495,342	\$ 495,342
Federal	\$ 3,614,756	\$ 3,654,880	\$ 3,743,328
Other State	\$ 6,206,041	\$ 6,216,185	\$ 6,238,545
Other Local	\$ 4,740,260	\$ 4,680,746	\$ 4,680,746
Parcel Tax	\$ 12,091,628	\$ 12,091,628	\$ -
<b>Revenues</b>	<b>\$ 27,148,027</b>	<b>\$ 27,138,781</b>	<b>\$ 15,157,961</b>
<b>EXPENDITURES</b>			
Salaries & Benefits	\$ 35,398,307	\$ 36,086,739	\$ 36,897,342
Books/Supplies & Outlay	\$ 2,837,725	\$ 2,901,858	\$ 2,974,114
Services & Operating Expenses	\$ 5,429,960	\$ 5,552,677	\$ 5,690,939
Other Outgo & Transfers	\$ 2,078,769	\$ 2,078,769	\$ 1,717,938
<b>Expenditures</b>	<b>\$ 45,744,761</b>	<b>\$ 46,620,043</b>	<b>\$ 47,280,333</b>
Other Sources (Uses)	\$ 18,330,919	\$ 19,035,133	\$ 31,899,053
Net Inc/Dec in Fund Balance	\$ (265,815)	\$ (446,129)	\$ (223,319)
<b>Beginning Balance</b>	<b>\$ 935,263</b>	<b>\$ 669,448</b>	<b>\$ 223,319</b>
<b>Legally Restricted Fund Balance*</b>	<b>\$ 669,448</b>	<b>\$ 223,319</b>	<b>\$ -</b>
<b>Unassigned/Unappropriated</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Combined Details

	2016-2017	2017-2018	2018-2019
<b>REVENUES</b>			
LCFF	\$ 75,695,758	\$ 73,447,518	\$ 74,955,114
Federal	\$ 3,614,756	\$ 3,654,880	\$ 3,743,328
Other State	\$ 9,966,374	\$ 8,038,748	\$ 8,061,108
Other Local	\$ 5,902,042	\$ 5,842,528	\$ 5,842,528
Parcel Tax	\$ 12,091,628	\$ 12,091,628	\$ -
<b>Transfer from Reserve fund, if needed</b>		<b>\$ 900,000</b>	
<b>Revenues</b>	<b>\$ 107,270,558</b>	<b>\$ 103,975,302</b>	<b>\$ 92,602,078</b>
<b>EXPENDITURES</b>			
Salaries & Benefits	\$ 87,674,895	\$ 89,521,016	\$ 91,643,466
Books/Supplies & Outlay	\$ 5,748,921	\$ 4,712,982	\$ 4,308,329
Services & Operating Expenses	\$ 14,483,798	\$ 15,322,432	\$ 15,703,960
Other Outgo & Transfers	\$ 359,077	\$ 359,077	\$ (1,754)
<b>Strategic Budget Reduction</b>			<b>\$ (21,300,000)</b>
<b>Expenditures</b>	<b>\$ 108,266,691</b>	<b>\$ 109,915,507</b>	<b>\$ 90,354,001</b>
Other Sources (Uses)	\$ -	\$ -	\$ -
Net Inc/Dec in Fund Balance	\$ (996,133)	\$ (5,940,205)	\$ 2,248,077
<b>Beginning Balance</b>	<b>\$ 14,190,618</b>	<b>\$ 13,194,485</b>	<b>\$ 7,254,280</b>
<b>Ending Balance</b>	<b>\$ 13,194,485</b>	<b>\$ 7,254,280</b>	<b>\$ 9,502,357</b>
<b>Restrictions/Commitments/Assignemtns</b>			
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000
	\$ 5,180,057	\$ 7,150,305	\$ 9,428,379
<b>Unassigned/Unappropriated</b>	<b>\$ 7,964,428</b>	<b>\$ 53,975</b>	<b>\$ 23,978</b>

# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Other Funds

	Adult Education Fund 11	Child Development Fund 12	Child Nutrition Fund 13
<b>REVENUES</b>			
Federal	\$ 256,361	\$ 257,949	\$ 1,610,000
State	\$ 665,963	\$ 1,182,203	\$ 93,000
Local	\$ -	\$ 257,050	\$ 875,850
<b>Revenues</b>	<b>\$ 922,324</b>	<b>\$ 1,697,202</b>	<b>\$ 2,578,850</b>
<b>EXPENDITURES</b>			
Salaries & Benefits	\$ 811,224	\$ 1,495,124	\$ 1,468,517
Supplies	\$ 92,126	\$ 99,182	\$ 956,944
Services & Operating Expenses	\$ 18,974	\$ 4,932	\$ 32,460
Capital Outlay			
Other Outgo & Transfers		\$ 97,964	\$ 120,929
<b>Expenditures</b>	<b>\$ 922,324</b>	<b>\$ 1,697,202</b>	<b>\$ 2,578,850</b>
Other Sources (Uses)	\$ -		
Net Inc/Dec in Fund Balance	\$ -	\$ -	\$ -
<b>Beginning Balance</b>	<b>\$ 4,833</b>	<b>\$ 83,794</b>	<b>\$ 434,145</b>
<b>Ending Balance</b>	<b>\$ 4,833</b>	<b>\$ 83,794</b>	<b>\$ 434,145</b>
<b>Restrictions/Commitments/Assignments</b>			
Legally Restricted Ending Fund Balance	\$ 4,833	\$ 83,794	\$ 434,145
<b>Unassigned/Unappropriated</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

# 2016-2017 Budget & LCAP Adoption Process

## Adoption of Budget Proposal – Facilities Funds

	Deferred Maintenance	Building	Capital Facilities	Special Reserve Capital Outlay
	Fund 14	Fund 21	Fund 25	Fund 40
<b>REVENUES</b>				
LCFF Sources	\$ 500,000			
State				
Local	\$ 511	\$ 100,000	\$ 106,790	\$ 432,480
Parcel Tax				
<b>Revenues</b>	<b>\$ 500,511</b>	<b>\$ 100,000</b>	<b>\$ 106,790</b>	<b>\$ 432,480</b>
<b>EXPENDITURES</b>				
Salaries & Benefits		\$ 408,527		\$ 119,243
Supplies				
Services & Operating Exp.				\$ 600,000
Capital Outlay		\$ 48,000,000	\$ -	
Other Outgo & Transfers			\$ -	
<b>Expenditures</b>	<b>\$ -</b>	<b>\$ 48,408,527</b>	<b>\$ -</b>	<b>\$ 719,243</b>
Other Sources (Uses)		\$ -		
Net Inc/Dec in Fund Balance	\$ 500,511	\$ (48,308,527)	\$ 106,790	\$ (286,763)
<b>Beginning Balance</b>	<b>\$ 1,357,203</b>	<b>\$ 71,121,305</b>	<b>\$ 4,398,951</b>	<b>\$ 1,293,516</b>
<b>Ending Balance</b>	<b>\$ 1,857,714</b>	<b>\$ 22,812,778</b>	<b>\$ 4,505,741</b>	<b>\$ 1,006,753</b>
<b>Restrictions/Commitments/Assignments</b>				
Facilities Related Projects	\$ 1,857,714	\$ 22,812,778	\$ 4,505,741	
COP Loan Repayment			\$ -	
District Office Rental Reserve				\$ 1,006,753
<b>Unassigned/Unappropriated</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

# 2016-2017 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