

2016-2017 FIRST INTERIM FINANCIAL REPORT

Redlands Unified School District
Board Meeting
December 13, 2016





2016-17 FIRST INTERIM REPORT

- Required to be presented to the Board for approval by December 15th.
- Identifies changes to the projected budget since the Unaudited Actuals were presented in September 2016 as well as revisions based on the State Budget which was adopted in June 2016.
- Identifies actual Restricted and Unrestricted expenditures through October 31, 2016.

2016-17 FIRST INTERIM REPORT

- LCFF funding is comprised of three components
 - Base Grant
 - All Districts receive same amount based upon grade span
 - Supplemental Grant (Unduplicated student count)
 - Districts receive more funds based upon % of Free & Reduced Lunch count, and EL learners
 - Concentration Grant
 - Extra % that is given for each percentage span for F&R unduplicated count that is above 55%

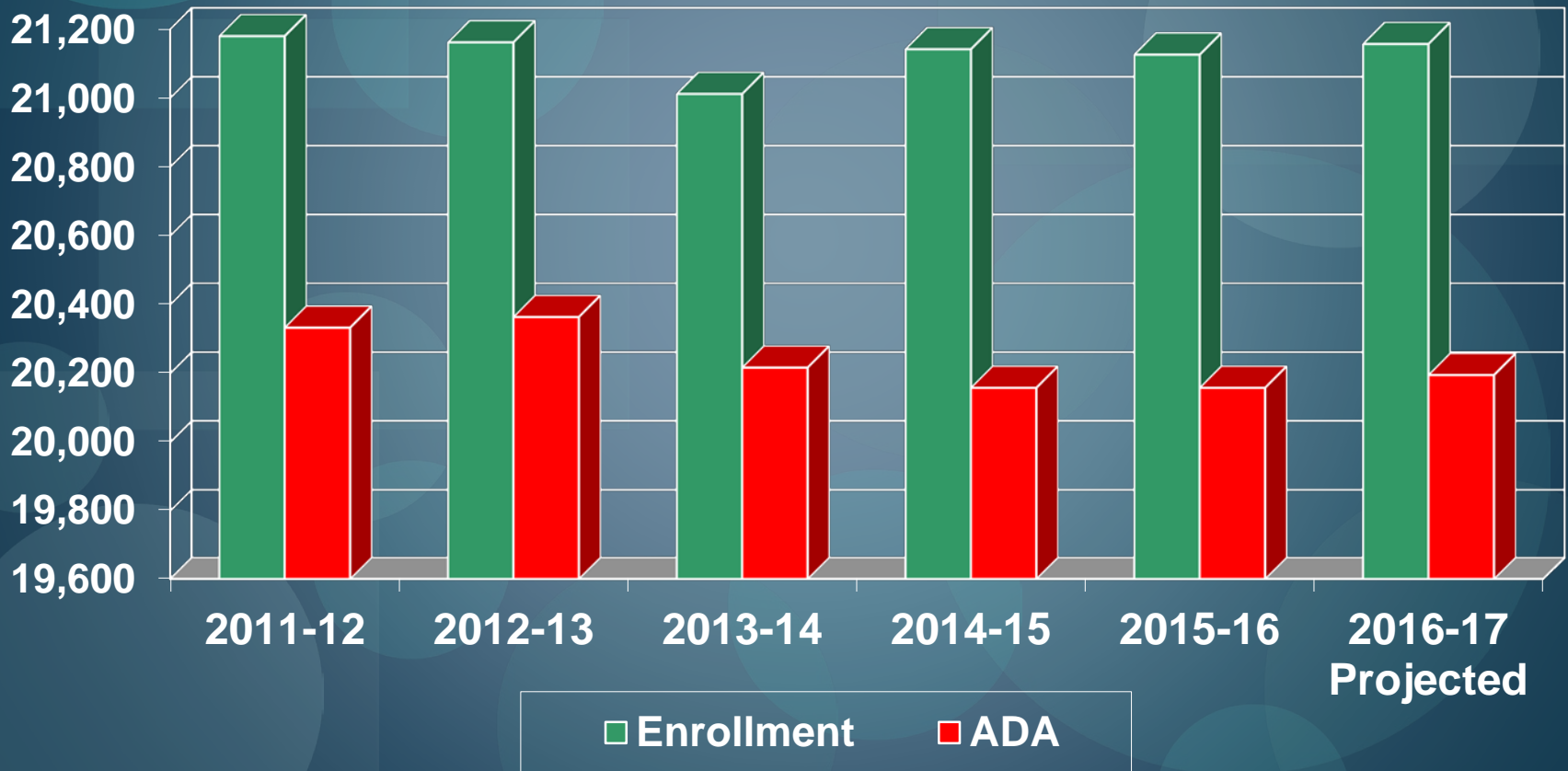
2016-17 FIRST INTERIM REPORT

- LCFF is on track to be fully funded over eight years; until then budgets proportionally increase
- Actual funding allocations for current year have been based on the State Adopted Budget passed in June.
 - Calculations for this presentation have been created using the FCMAT LCFF calculator.
- LCFF funding levels vary dramatically between districts based on the variances of each district's Unduplicated Pupil Count.



2016-17 FIRST INTERIM REPORT

CBEDS Enrollment to Average Daily Attendance





2016-17 FIRST INTERIM REPORT

	2015/16 <u>Actuals</u>	2016/17 <u>Revised Budget</u>	2016/17 <u>1st Interim</u>	<u>Net Change From Revised Budget</u>
Beginning Balance	\$31,253,016	\$49,252,026	\$49,252,026	\$ 0
Revenues	\$217,796,945	\$211,611,978	\$212,453,087	\$841,109
Expenditures	<u>\$199,742,458</u>	<u>\$219,571,368</u>	<u>\$221,214,889</u>	\$(1,643,521)
Surplus/ (Deficit)	\$18,054,487	\$(7,959,390)	\$(8,761,802)	\$(802,412)
Ending Balance	\$49,307,502	\$41,292,636	\$40,490,224	\$(802,412)



2016-17 FIRST INTERIM REPORT

Components of Ending Balance

	<u>Unrestricted*</u>	<u>Restricted</u>	<u>Total</u>
Revolving Cash	\$50,000		\$50,000
Stores Inventory	\$250,000		\$250,000
Committed	\$4,600,000		\$4,600,000
Legally Restricted		\$12,243,670	\$12,243,670
Items 3% Reserve Economic Uncertainty	\$6,425,000		\$6,425,000
Designated Items	\$13,860,128		\$13,860,128
Unappropriated	\$3,061,426		\$3,061,426
Totals	\$28,246,554	\$12,243,670	\$40,490,224



Components of Assigned Items

• \$2,170,448	Lottery (Resource 1100)
• \$ 603,449	Sites (SIP and Donation)
• \$ 112,212	ETEC
• \$ 351,551	Furniture and Equipment
• \$ 114,271	AQMD
• \$2,000,000	K-12 Science
• \$3,700,000	Tech Super Hwy
• \$ 400,000	Gas Lines Cope/Smiley
• \$ 183,652	One-time Mandated Cost Reimb.
• \$4,224,535	LCAP Obligation
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\$13,860,128	Total (Assigned Items)



2016-17 FIRST INTERIM REPORT

Multi-Year Assumptions

➤ 2017-2018

- ✓ LCFF GAP Funded – 72.99% Increase over prior yr.
- ✓ \$200,000 Classified Staffing increase
- ✓ 3 FTE Certificated (GSA 24:1)
- ✓ 0% Benefit Increase
- ✓ 1.62% PERS & 1.85% STRS contribution increase
- ✓ Step & Column
- ✓ 5-8% Utilities
- ✓ 10% P&L Insurance
- ✓ Program Changes

➤ 2018-2019

- ✓ LCFF GAP Funded – 35.11% Increase over prior yr.
- ✓ No Classified Staffing increase
- ✓ 0 FTE Certificated (GSA 24:1)
- ✓ 0% Benefit Increase
- ✓ 1.60% PERS and 1.85% STRS contribution increase
- ✓ Step & Column
- ✓ 5% Utilities
- ✓ 10% P&L Insurance
- ✓ Program Changes



Multi-Year Analysis 2016-17

	<u>2015/16</u> <u>Actuals</u>	<u>2016/17</u> <u>1st Interim</u>	<u>2017/18</u> <u>Projected</u>	<u>2018/19</u> <u>Projected</u>
Beginning Balance	\$31,253,016	\$49,252,026	\$40,490,224	\$35,527,479
Revenues	\$217,796,945	\$212,453,087	\$214,781,846	\$217,942,947
Expenditures	<u>\$199,742,458</u>	<u>\$221,214,889</u>	<u>\$219,744,591</u>	<u>\$224,191,569</u>
Ending Balance	\$49,307,502	\$40,490,224	\$35,527,479	\$29,278,857



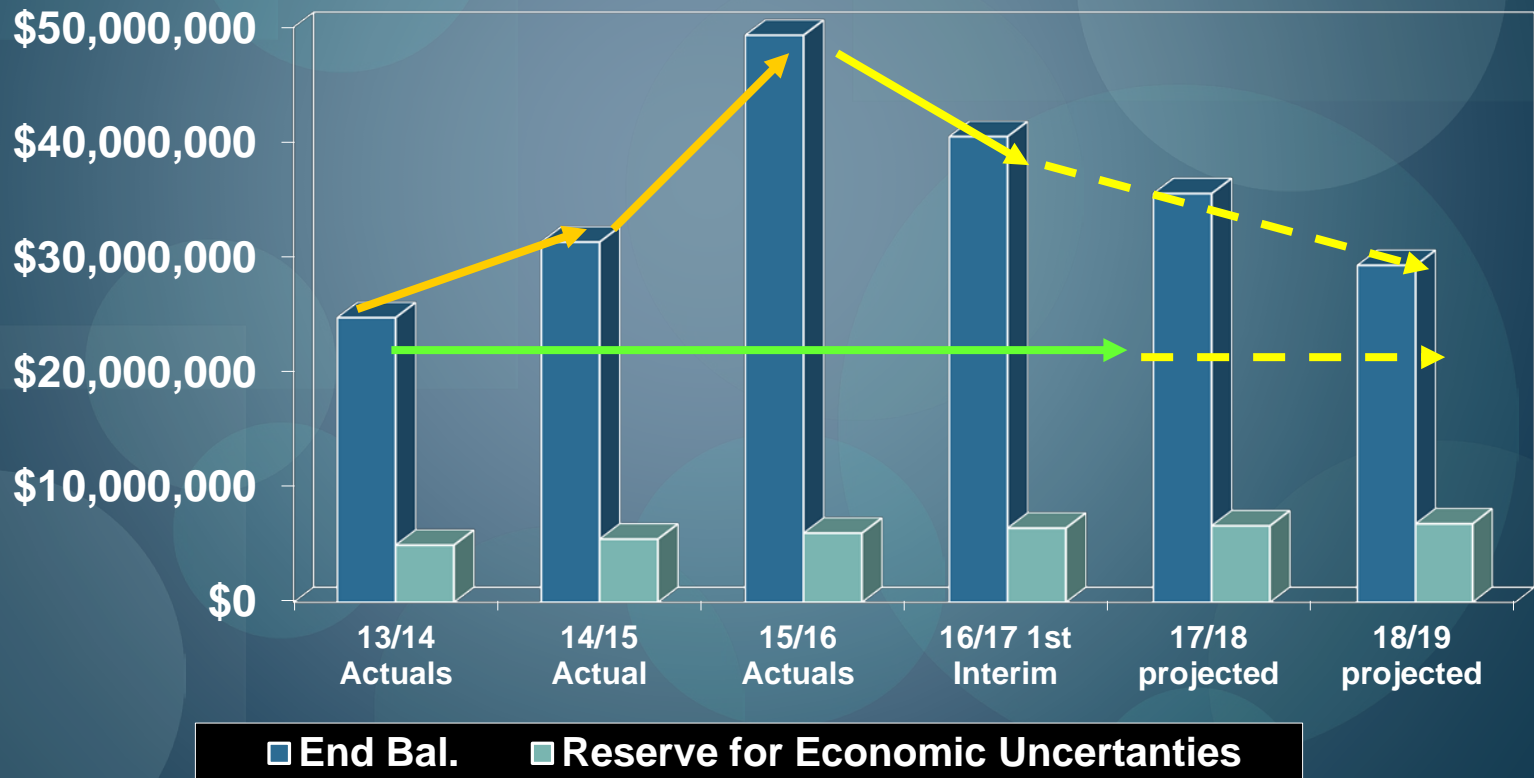
LCFF Revenue Subsequent Years

	<u>2017/18</u> <u>Projected</u>	<u>2018/19</u> <u>Projected</u>
General Purpose	\$4,224,292	\$1,896,661
LCAP	<u>\$2,816,194</u>	<u>\$1,264,440</u>
Total LCFF Increase	\$7,040,486	\$3,161,101



2016-17 FIRST INTERIM REPORT

Multi-Year Ending Balance Analysis



First Interim Financial Report Certification

- Three Possible Certifications

- Positive

- The District can meet its financial obligations for the current fiscal year and the next two fiscal years.

- Qualified

- The District may not meet its financial obligations for the current year or two subsequent fiscal years.

- Negative

- The District will be unable to meet its financial obligations for the remainder of the fiscal year or for the subsequent fiscal year.

First Interim Financial Report Certification

- Administration Recommends:
- **Positive Certification**
 - The District can meet its financial obligations for the current fiscal year and the next two fiscal years.

First Interim Financial QUESTIONS?

Redlands Unified School District