



# Redlands Unified School District

## Second Interim Financial Report

March 7, 2017



# Governor's Proposed Budget for 2017-2018

- Governor reduced GAP closure approx. 65% - reduction of approx. \$4.6M to RUSD. It is still an increase, just a much smaller increase
- Proposes an additional One-time payment of \$42/ADA
- General Fund support for schools slows – LCFF funding model is not investment in education, it is purely a model to redistribute the 2008-2009 level of funding.
- Governor's concerns for a recession are growing
- Deferrals have returned – 28-32% of June Apportionment – Governor claims one-time occurrence not on-going
- This is the beginning of the 17-18 Budget process, not the end – over the next several months this landscape will change
- Governor is delivering a message – Revenue growth is slowing, tax receipts are volatile, costs are growing and to be prepare for uncertain times



# The Gap Keeps Widening

## SB County District's Per Student Allocation for 2016-2017 at 1<sup>st</sup> Interim

District	LCFF Revenue	ADA	LCFF/ADA
<b><u>ELEMENTARY</u></b>			
Oro Grande	\$ 1,047,006	98	\$ 10,684
Adelanto	\$ 76,014,220	7,924	\$ 9,593
Victor El	\$ 108,724,317	11,455	\$ 9,491
Ontario-Montclair	\$ 196,275,344	20,781	\$ 9,445
Cucamonga	\$ 22,751,567	2,492	\$ 9,130
Mt. Baldy	\$ 823,042	94	\$ 8,718
Mountain View	\$ 21,268,941	2,477	\$ 8,587
Central	\$ 37,490,782	4,401	\$ 8,519
Alta Loma	\$ 45,423,559	5,624	\$ 8,077
Helendale	\$ 4,991,257	621	\$ 8,037
Etiwanda	\$ 105,609,379	13,515	\$ 7,814
<b><u>UNIFIED</u></b>			
Baker	\$ 3,359,818	146	\$ 23,012
Trona	\$ 2,967,496	225	\$ 13,189
Lucerne	\$ 7,481,719	668	\$ 11,198
SB City	\$ 489,574,599	47,531	\$ 10,300
Fontana	\$ 375,856,217	36,521	\$ 10,292
Rialto	\$ 246,012,615	24,888	\$ 9,885
Bear Valley	\$ 21,005,762	2,126	\$ 9,880
Needles	\$ 10,180,933	1,035	\$ 9,837
Colton	\$ 218,540,992	22,292	\$ 9,804
Barstow	\$ 53,053,308	5,521	\$ 9,609
Hesperia	\$ 193,670,106	20,660	\$ 9,374
Rim	\$ 30,463,817	3,265	\$ 9,330
Morongo	\$ 71,650,722	7,722	\$ 9,279
Apple Valley	\$ 111,023,893	12,065	\$ 9,202
Silver Valley	\$ 17,506,356	1,985	\$ 8,819
<b>Redlands</b>	<b>\$ 177,522,098</b>	<b>20,195</b>	<b>\$ 8,790</b>
Chino	\$ 232,892,457	26,536	\$ 8,776
Yucaipa	\$ 67,906,825	7,838	\$ 8,663
Snowline	\$ 62,873,872	7,352	\$ 8,551
Upland	\$ 90,325,687	10,659	\$ 8,474
<b><u>HIGH SCHOOL</u></b>			
Victor High	\$ 92,584,924	8,840	\$ 10,473
Chaffey	\$ 226,155,542	23,192	\$ 9,751



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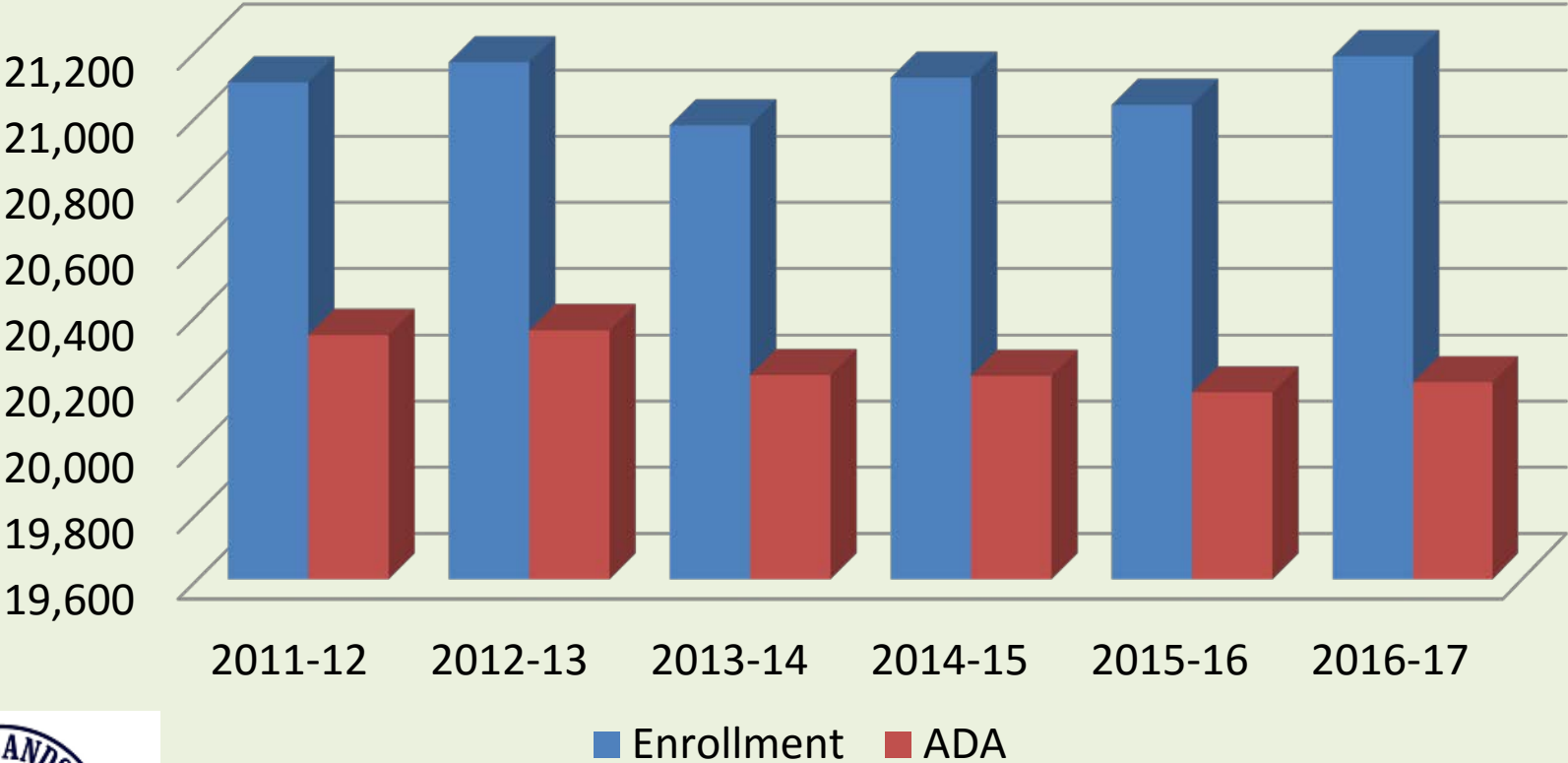
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# 2016-17 SECOND INTERIM REPORT



## CBEDS Enrollment to Average Daily Attendance





# Combined General Fund



	<u>2015/16 Actuals</u>	<u>2016/17 Revised Budget</u>	<u>2016/17 2nd Interim</u>	<u>Net Change from Revised Budget</u>
<i>Beginning Balance</i>	\$31,253,016	\$49,252,026	\$49,252,026	\$0
<i>Revenues</i>	\$217,796,945	\$212,319,245	\$212,601,703	\$282,458
<i>Expenditures</i>	<u>\$199,742,458</u>	<u>\$219,625,822</u>	<u>\$219,840,196</u>	<b>\$(214,374)</b>
<i>Surplus/ (Deficit)</i>	\$18,054,487	\$(7,306,577)	\$(7,238,493)	\$68,084
<i>Ending Balance</i>	\$49,307,502	\$41,945,449	\$42,013,533	\$68,084



# 2016-17 SECOND 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		\$4,600,00
Legally Restricted		\$12,051,324	\$12,051,324
3% Reserve Economic Uncertainty	\$6,600,000		\$6,600,000
Designated Items	\$14,401,891		\$14,401,891
Unappropriated	\$4,060,318		\$4,060,318
Totals	\$29,962,209	\$12,051,324	\$42,013,533

# Components of Assigned Items

(Second Interim 2016-17)



• \$2,530,031	Sites (SIP and Donation)
• \$ 112,213	ETEC
• \$ 114,271	AQMD
• \$ 559,562	Site Allocation (DISC)
• \$2,170,449	Lottery
• \$ 334,643	Furniture and Equipment
• \$3,700,000	Tech Super Hwy
• \$ 583,652	Gas Line Repair Cope/Smiley
• \$4,297,070	Laptops, Tablets, Instructional Materials (LCAP)
<hr/>	
\$14,401,891	Total Assigned Items







# 2016-17 SECOND INTERIM Multi-Year Assumptions



## ➤ 2017-2018

- ✓ LCFF GAP Funded –23.67% Increase over prior yr.
- ✓ \$200,000 Classified
- ✓ 3 FTE Certificated (GSA)
- ✓ 0% Benefit Increase
- ✓ 1.912% PERS & 1.85% STRS contribution increase
- ✓ Step & Column
- ✓ 5%-8% Utilities
- ✓ 15% P&L Insurance
- ✓ Program Changes

## ➤ 2018-2019

- ✓ LCFF GAP Funded – 34.42% Increase over prior yr.
- ✓ \$200,000 Classified
- ✓ 0% Benefit Increase
- ✓ 2.90% PERS and 1.85% STRS contribution increase
- ✓ Step & Column
- ✓ 5%-8% Utilities
- ✓ 15% P&L Insurance
- ✓ Program Changes



# Multi-Year Analysis



	<u>2015/16</u> <i>Actuals</i>	<u>2016/17</u> <i>2nd Interim</i>	<u>2017/18</u> <i>Projected</i>	<u>2018/19</u> <i>Projected</i>
<i>Beginning Balance</i>	\$31,253,016	\$49,252,026	\$42,013,533	\$38,025,961
<i>Revenues</i>	\$217,796,945	\$212,601,703	\$211,134,846	\$217,279,593
<i>Expenditures</i>	<u>\$199,742,458</u>	<u>\$219,840,196</u>	<u>\$215,122,418</u>	<u>\$219,787,976</u>
<i>Ending Balance</i>	\$49,307,502	\$42,013,533	\$38,025,961	\$35,517,578



# Second 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.



# Second 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.



Questions????

