

# 2015-16 Adopted Budget



June 17, 2015  
Board Meeting

Allanah Smith  
8<sup>th</sup> Grade, Mrs. Smisko  
Prairie Vista Fine Arts Academy



## 2015-16 Adopted Budget Requirements

- Required to hold a public hearing for both the 2015-16 HSD LCAP and Budget prior to adoption (May 27, 2015)
- Required to hold a public hearing for reserve requirements (June 11)
- Multi-year Projections
- Los Angeles County Office of Education Directive and School Services of California Projections and Assumptions



# 2015-16 Adopted Budget Assumptions

## Revenue

- Statutory COLA / Net Funded COLA – 1.02%
- Gap Funding – 53.08%
- Base Grant per ADA - \$7,820 (K-3), \$7,189 (4-6), \$7,403 (7-8) and \$8,801 (9-12)
- K-3 CSR Augmentation Grant - \$737 per ADA
- Supplemental and Concentration Grant - \$7,165,281
- Supplemental and Concentration Grant, Economic Impact Aid - \$1,977,650
- Routine Restricted Maintenance (RRMA) Contribution - \$2,700,970
- Lottery - \$128 per ADA (Unrestricted) and \$34 per ADA (Restricted)
- Parcel Tax - \$1,511,698



# 2015-16 Adopted Budget Assumptions

## Expense

- Required progress made toward K-3 Grade Span Adjustment, with district moving to 24:1 in 2015-16
- Step and Column movement at 1.5%
- Statutory Fringe Benefits – as required by LACOE
  - STRS and PERS as per current estimates (PERS subject to change)

	2015-16	2016-17	2017-18
CalSTRS	\$4,128,901	\$4,923,089	\$5,731,779
CalPERS	\$1,256,160	\$1,457,882	\$1,882,289
<b>Total Estimated STRS and PERS</b>	<b>\$5,385,061</b>	<b>\$6,380,971</b>	<b>\$7,614,068</b>

- Retiree benefits for Health and Welfare budgeted at \$385,000
- Utilities budgeted at \$1,977,087



## 2015-16 Adopted Budget - Revenue Unrestricted General Fund

LCFF/Revenue Limit Sources	\$72,293,240
Federal Revenues	10,575
Other State Revenues	6,015,637
Other Local Revenues	2,041,200
Contributions	(8,160,255)
<b>TOTAL REVENUE SOURCES</b>	<b>\$72,200,397</b>



## 2015-16 Adopted Budget – Expense Unrestricted General Fund

Certificated Salaries	\$33,591,448
Classified Salaries	8,603,359
Employee Benefits	16,484,581
Books and Supplies	3,004,248
Services and Other Operating	5,478,930
Capital Outlay	0
Other Outgo	(243,790)
Transfers Out	4,572,551
<b>TOTAL EXPENDITURES</b>	<b>\$71,500,327</b>



## 2015-16 Adopted Budget – Summary Unrestricted General Fund

<b>Total Revenue Sources</b>	<b>\$72,200,397</b>
less	
<b>Total Expenditures</b>	<b>\$71,500,327</b>
NET INCREASE(DECREASE) IN FUND BALANCE	\$700,070



## 2015-16 Adopted Budget – Summary Unrestricted General Fund

<b>Beginning Fund Balance</b>	<b>\$7,858,628</b>
Net Increase (Decrease) in Fund Balance	700,070
<b>Ending Fund Balance</b>	<b>\$8,558,698</b>





## 2015-16 Adopted Budget – Summary Unrestricted General Fund

<b>Components of Ending Fund Balance</b>	
Nonspendable	\$114,038
Assigned	\$5,743,690
<b>Reserve of Economic Uncertainties (Required 3%)</b>	<b>\$2,700,970</b>



# 2015-16 Adopted Budget – General Fund, Multi-Year Projections



**Los Angeles County  
Office of Education**

**INFORMATIONAL  
BULLETIN # 4125**  
Rev: 6/1/2015

9300 Imperial Highway, Downey, California 90242-2890 • (562) 922-6111

Arturo Delgado, Ed.D., *Superintendent*

Therefore, *we recommend that districts assign, reserve, or otherwise set aside any projected increase in LCFE revenue as a result of Gap Funding in 2016-17 and subsequent years.* County Offices continue to reinforce the need for reserves over the minimum reserve requirements. The experience of the most recent recession has clearly demonstrated these minimum levels are not sufficient to protect educational programs from severe disruption in an economic downturn. The typical 3.0 percent reserve minimum represents less than two weeks of payroll for many districts.



## 2015-16 Adopted Budget – General Fund, Multi-Year Projections

	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>
Total Revenue Sources	\$90,872,628	\$90,220,825	\$93,591,807
Total Expenditures	\$90,032,203	\$88,713,452	\$91,383,090
<b>NET INCREASE (DECREASE) IN FUND BALANCE</b>	<b>\$840,425</b>	<b>\$1,507,373</b>	<b>\$2,208,717</b>



## 2015-16 Adopted Budget – General Fund, Multi-Year Projections

	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>
Beginning Fund Balance	\$8,429,984	\$9,270,409	\$10,777,782
Net Increase (Decrease) in Fund Balance	\$840,425	\$1,507,373	\$2,208,717
<b>Ending Fund Balance</b>	<b>\$9,270,409</b>	<b>\$10,777,782</b>	<b>\$12,986,499</b>



## 2015-16 Adopted Budget – General Fund, Multi-Year Projections

<b>Components of Ending Fund Balance</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>
Nonspendable	\$114,038	\$114,038	\$114,038
Restricted	\$711,714	\$129,406	\$20,383
Assigned*	\$5,734,690	\$7,872,834	\$10,110,485
<b>Reserve of Economic Uncertainties (Required 3%)</b>	<b>\$2,700,970</b>	<b>\$2,661,404</b>	<b>\$2,741,493</b>
<b>Reserve % Excluding LACOE LCFF Assignment</b>	<b>9.34%</b>	<b>7.07%</b>	<b>5.71%</b>

\*Per LACOE Bulletin #4125: Increases in LCFF revenue in 2016-17 and beyond should be assigned.

# Questions / Comments



Allanah Smith  
8<sup>th</sup> Grade, Mrs. Smisko  
Prairie Vista Fine Arts Academy