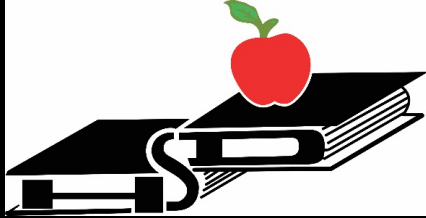


2014-15 Second Interim Financial Report

March 11, 2015
Board Meeting

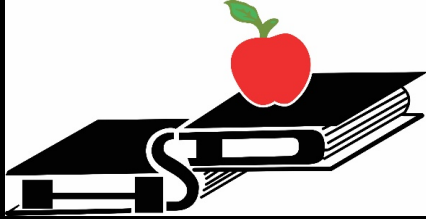


Matthew Villaroman
6th Grade, Mrs. Smisko
Prairie Vista Fine Arts Academy



2014-15 Second Interim – Report

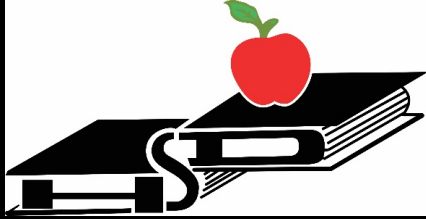
- Education Code (EC) Sections 35035(g), 42130 and 42131 require the Governing Board of each school district to certify at least twice a year to the district's ability to meet its financial obligations for the remainder of that fiscal year and for the subsequent two fiscal years.
- Tonight Board approval is requested for the
 - 2014-15 Second Interim Financial Report, Positive Certification
 - Associated Budget Revisions



2014-15 Second Interim – Assumptions

Revenue

- Statutory COLA / Net Funded COLA – 0.85%
- Gap Funding – 29.56%
- Base Grant per ADA - \$7,011 (K-3), \$7,116 (4-6), \$7,328 (7-8) and \$8,491 (9-12)
- K-3 CSR Augmentation Grant - \$729 per ADA
- Supplemental and Concentration Grant - \$5,678,254
- Supplemental and Concentration Grant, Economic Impact Aid - \$1,977,650
- Routine Restricted Maintenance (RRMA) Contribution - \$2,268,357
- Lottery - \$128 per ADA (Unrestricted) and \$34 per ADA (Restricted)
- Parcel Tax - \$1,573,862



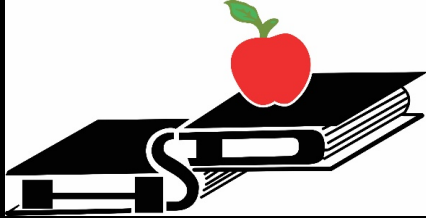
2014-15 Second Interim – Assumptions

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)

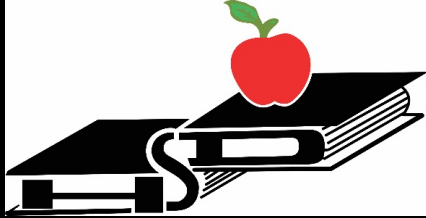
	2014-15	2015-16	2016-17
CalSTRS	\$3,097,975	\$3,962,403	\$4,715,259
CalPERS	\$1,073,113	\$1,304,482	\$1,576,249
Total Estimated STRS and PERS	\$4,171,088	\$5,266,885	\$6,291,508

- Supplemental Retirement Program (SRP) 2009 and 2011 Program payment of \$556,113
- Retiree benefits for Health and Welfare budgeted at \$385,000
- Utilities budgeted at \$1,851,707



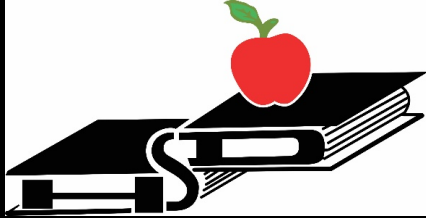
2014-15 Second Interim – Revenue Unrestricted General Fund

LCFF/Revenue Limit Sources	\$61,484,223
Federal Revenues	0
Other State Revenues	1,831,084
Other Local Revenues	2,041,200
Contributions	(7,527,571)
TOTAL REVENUE SOURCES	\$57,828,936



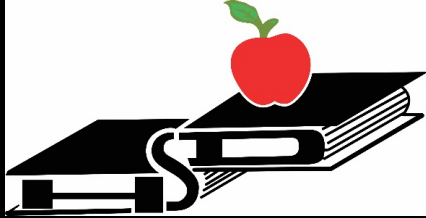
2014-15 Second Interim – Expense Unrestricted General Fund

Certificated Salaries	\$30,372,251
Classified Salaries	7,842,490
Employee Benefits	14,539,125
Books and Supplies	2,247,993
Services and Other Operating	5,781,943
Capital Outlay	18,403
Other Outgo	(243,411)
Transfers Out	75,775
TOTAL EXPENDITURES	\$60,634,569



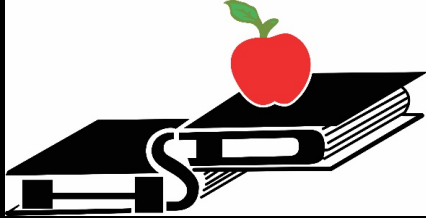
2014-15 Second Interim – Summary Unrestricted General Fund

Total Revenue Sources	\$57,828,936
less	
Total Expenditures	\$60,634,569
NET INCREASE(DECREASE) IN FUND BALANCE	(\$2,805,633)



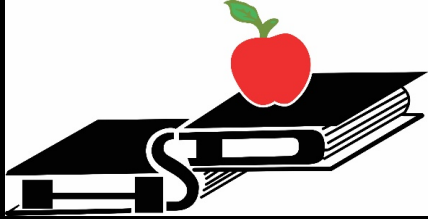
2014-15 Second Interim – Summary Unrestricted General Fund

Beginning Fund Balance	\$12,100,687
Net Increase (Decrease) in Fund Balance	(2,805,633)
Ending Fund Balance	\$9,295,054



2014-15 Second Interim – Summary Unrestricted General Fund

Components of Ending Fund Balance	
Nonspendable	\$120,612
Assigned	\$6,750,483
Reserve of Economic Uncertainties (Required 3%)	\$2,423,959



2014-15 Second Interim – General Fund, Multi-Year Projections



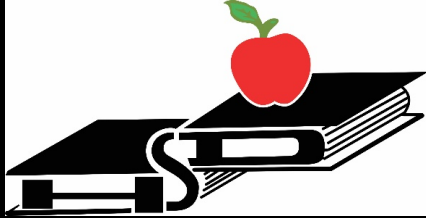
**Los Angeles County
Office of Education**

**INFORMATIONAL
BULLETIN # 4043**

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

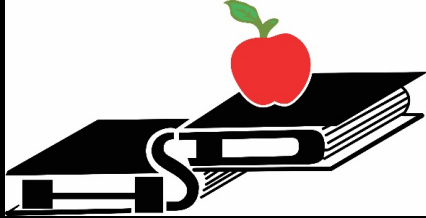
Arturo Delgado, Ed.D., *Superintendent*

We continue to remind Districts that there is no statutory requirement for an increase in LCFF funding in future years. Any increase is dependent upon the appropriation, by the Legislature and approval by the Governor, of available State funds to provide an increase in LCFF funding. *Therefore, we continue to recommend that districts that project an increase in LCFF revenues in 2015-16 and beyond, assign, reserve or otherwise set-aside the increase.* If districts choose to budget this increased revenue they must have a contingency or alternative plan in place should these funds fail to materialize.



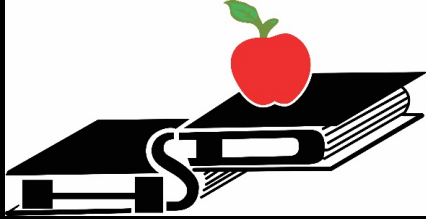
2014-15 Second Interim – General Fund, Multi-Year Projections

	2014-15	2015-16	2016-17
Total Revenue Sources	\$77,167,018	\$83,614,146	\$87,621,063
Total Expenditures	\$80,798,605	\$82,514,148	\$84,274,913
NET INCREASE (DECREASE) IN FUND BALANCE	(\$3,631,587)	\$1,099,998	\$3,346,150



2014-15 Second Interim – General Fund, Multi-Year Projections

	2014-15	2015-16	2016-17
Beginning Fund Balance	\$13,627,516	\$9,995,929	\$11,095,927
Net Increase (Decrease) in Fund Balance	(\$3,631,587)	\$1,099,998	\$3,346,150
Ending Fund Balance	\$9,995,929	\$11,095,927	\$14,442,077



2014-15 Second Interim – General Fund, Multi-Year Projections

Components of Ending Fund Balance	2014-15	2015-16	2016-17
Nonspendable	\$120,612	\$101,957	\$101,957
Restricted	\$700,875	\$0	\$0
Assigned*	\$6,750,483	\$8,517,498	\$11,810,340
Reserve of Economic Uncertainties (Required 3%)	\$2,423,959	\$2,476,472	\$2,529,780
Reserve % Excluding LACOE LCFF Assignment	3.00%	3.00%	4.60%

*Per LACOE Bulletin #4043: Increases in LCFF revenue in 2015-16 and beyond should be assigned.

Questions / Comments



Matthew Villaroman
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