

# 2015-16 SECOND INTERIM BUDGET

Pleasant Valley School District

March 8, 2016

# Major Changes Since First Interim

- Local Control Funding Formula (LCFF)  
\$39,000 increase for:
  - Slight Increase in % of gap funding
- Expenditures revised for:
  - \$250,000 one time legal settlement
  - \$161,000 increase in Capital equipment for replacing one bus
- Contributions revised for:
  - Decrease in Special Education salaries – vacant positions not being filled.

# Budget Categories

- Unrestricted Operations
  - ongoing operational costs
  - classroom teachers, support staff, utilities
- Unrestricted Programs
  - varying degrees of flexibility
  - focused on particular needs
  - Education Protection Act, Donations, Transportation, GATE, English Language Learners
- Restricted Programs
  - specific guidelines
  - Title I, Special Education, CCSS Implementation

# 2015-16 Second Interim Budget

	Unrestricted Operations	Unrestricted Programs	Restricted Programs	Total Budget
Revenue	43,979,192	9,472,014	7,818,680	61,269,886
Expenditures	44,405,502	12,866,463	9,259,708	66,531,673
Net Increase/(Decrease)	(426,310)	(3,394,449)	(1,441,028)	(5,261,787)
Beginning Balance	8,950,507	3,404,750	1,441,028	13,796,285
Ending Balance	8,524,197	10,301	0	8,534,498

# 2015-16 Second Interim Budget

	Unrestricted Operations	Unrestricted Programs	Restricted Programs	Total Budget	Percent of Expenditures
Ending Balance	8,524,197	10,301	0	8,534,498	12.9%
<u>Reserves:</u>					
Cash	5,250			5,250	< 0.5%
Designated Econ Uncertainties	1,995,951			1,995,951	3%
Instructional Materials Adoption	1,158,149			1,158,149	1.75%
Equipment (Buses, mowers)	192,045			192,045	< 0.5%
Program Balances		10,301		10,301	< 0.5%
One Time Mandate Payment	2,380,599			2,380,599	3.6%
Budget Stabilization	2,792,203			2,792,203	4.2%

# Multi-Year Projection Assumptions

	2015-16 2nd Interim	2016-17 Estimate	2017-18 Estimate
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Enrollment	6,702	6,702	6,702
LCFF Funding per ADA	\$7,423	\$7,767	\$8,010
Percent of LCFF Gap Funded	51.97%	49.08%	45.34%

PERS Rate	11.85%	13.05%	16.6%
STRS Rate	10.73%	12.58%	14.43%

# LCFF Revenue

	2015-16 2nd Interim	2016-17 Estimate	2017-18 Estimate
LCFF Target	\$51,921,953	\$52,166,822	\$53,330,685
Floor	43,073,831	47,672,219	49,878,196
CY Gap	8,848,122	4,494,603	3,452,489
CY Gap Funding	4,598,369	2,205,951	1,565,359
Percent of Gap Funding	51.97%	49.08%	45.34%
Total Phase-In Entitlement	\$47,672,200	\$49,878,170	\$51,443,555

# Multi-Year Adjustments

## 2015-16 to 2016-17

- Revenues adjusted for:
  - \$2.2M increase in LCFF
  - Add One-time revenue sources- \$1.3M and reduce 15/16 \$3.8M – net (\$2.5M)
  - Reduction of prior year carryover assumed spent in 2015-16
- Expenditures adjusted for:
  - STRS/PERS rate increases
  - Step/column movement
  - 3% Routine Restricted Maintenance contribution
  - Remove One Time Legal Settlement and Interim CBO
  - Two Additional Deans

## 2016-17 to 2017-18

- Revenues adjusted for:
  - \$1.6M increase in LCFF
  - Reduction of one-time revenue source
- Expenditures adjusted for:
  - STRS/PERS rate increases
  - Step/column movement
  - 3% Routine Restricted Maintenance contribution

# Multi-Year Projection

	2015-16	2016-17	2017-18
	2nd Interim	Estimate	Estimate
Revenue	\$61,269,886	\$60,895,488	\$61,138,706
Expenditures	66,531,673	61,077,972	62,345,361
Net Increase/(Decrease)	(5,261,787)	(182,484)	( 1,206,655)
Beginning Balance	13,796,285	8,534,498	8,352,014
Ending Balance	\$8,534,498	\$8,352,014	\$7,145,359

# Multi-Year Projection

	2015-16 2nd Interim	2016-17 Estimate	2017-18 Estimate
Ending Balance	8,534,498	8,352,014	7,145,359
<u>Reserves:</u>			
Cash	5,250	5,250	5,250
Legally Restricted	0	0	0
Designated Econ Uncertainties	1,995,951	1,832,340	1,870,362
Instructional Materials Adoption	1,158,149	1,158,149	1,158,149
Equipment Replacement	192,045	192,045	192,045
Program Balances	10,301	10,301	10,301
15/16 One -Time Mandated Costs Payments	2,380,599	1,753,799	1,126,599
16/17 One Time Revenue		1,322,167	1,322,167
Budget Stabilization	2,792,203	2,078,163	1,460,486

# Considerations Moving Forward

- Governor's May Revise for 2016-17
- Local Control Accountability Plan
- Proposition 30 taxes expiring
- STRS/PERS relief
- LCFF Full Implementation