

2015-16 ADOPTED BUDGET

Pleasant Valley School District

June 4, 2015

Governor's May Revision

- Improving economy and increased state revenue growth
- Proposition 98 guarantee grows by \$6.1 billion to \$68.4 billion in 2015-16
- \$6.1 billion for continued implementation of the Local Control Funding Formula
- \$3.5 billion in one-time discretionary funding (mandated costs payment)
- No funds to offset PERS/STRS cost increases
- Reserve cap not triggered

2014-15 Year End Estimate vs. 2015-16 Adopted

	2014-15 Year End Estimate	2015-16 Adopted
Revenue	53,126,038	60,792,112
Expenditures	60,328,606	59,524,370
Net Increase/(Decrease)	(7,202,568)	1,267,742
Beginning Balance	14,885,294	7,682,726
Ending Balance	7,682,726	8,950,468

2014-15 Year End Estimate vs. 2015-16 Adopted

	2014-15 Estimate	2015-16 Adopted
<u>Reserves:</u>		
Cash	5,250	5,250
Designated Econ Uncertainties	1,809,860	1,785,732
Instructional Materials Adoption	1,889,301	1,158,149
Equipment (Buses, mowers)	192,045	192,045
One-time Mandated Costs Payment		2,859,000
Program Balances	10,301	10,301
Budget Stabilization	<u>3,775,969</u>	<u>2,939,991</u>
Total	7,682,726	8,950,468

The reserve for the one-time mandated costs payment reflects the discretionary funding included as part of the Governor's May Revision. This reserve will be budgeted as expense when a plan for its use is developed.

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, Routine Restricted Maintenance

2015-16 Adopted Budget

	Unrestricted Operations	Unrestricted Programs	Restricted Programs	Total Budget
Revenue	45,160,243	8,796,057	6,835,812	60,792,112
Expenditures	43,892,501	8,796,057	6,835,812	59,950,468
Net Increase/(Decrease)	1,267,742	-	-	1,267,742
Beginning Balance	7,672,425	10,024	-	7,682,726
Ending Balance	8,940,167	10,024	-	8,950,468

- LCFF revenue increase of \$4.6 million
- Revenue of \$3.9 million for one-time Mandated Costs payment
- Reflects 6% salary increase and health benefit cap increases
- Returns Routine Restricted Maintenance contribution to 3%
- Textbook adoption cost of \$1,090,000
- Includes cost of step/column, CPI and increase in PERS and STRS rates

2015-16 Adopted Budget

	Unrestricted Operations	Unrestricted Programs	Restricted Programs	Total Budget	Percent of Expenditures
Ending Balance	8,940,167	10,301	-	8,950,468	15.0%
<u>Reserves:</u>					
Cash	5,250			5,250	< 0.5%
Designated Econ Uncertainties	1,785,732			1,785,732	3.0%
Instructional Materials Adoption	1,158,149			1,158,149	1.9%
Equipment (Buses, mowers)	192,045			192,045	< 0.5%
One-time Mandated Costs Payment	2,859,000			2,859,000	4.8%
Program Balances		10,301		10,301	< 0.5%
Budget Stabilization	2,939,991			2,939,991	4.9%

The reserve for the one-time mandated costs payment reflects the discretionary funding included as part of the Governor's May Revision. This reserve will be budgeted as expense when a plan for its use is developed.

Multi-Year Projection Assumptions

	2015-16	2016-17	2017-18
	Adopted	Estimate	Estimate

Enrollment	6,653	6,653	6,653
LCFF Funding per ADA	\$7,430	\$7,715	\$7,963
Percent of LCFF Gap Funded	53.08%	37.4%	36.7%

PERS Rate	11.85%	13.05%	16.6%
STRS Rate	10.73%	12.58%	14.43%
Mandated Costs Payment (one-time) per ADA	\$601	-	-

LCFF Revenue

	2015-16 Adopted	2016-17 Estimate	2017-18 Estimate
LCFF Target	\$51,834,541	\$52,600,659	\$53,886,634
Floor	43,036,427	47,706,450	49,536,858
CY Gap	8,798,114	4,894,209	4,349,776
CY Gap Funding	4,670,039	1,830,434	1,596,368
Percent of Gap Funding	53.08%	37.4%	36.7%
Total Phase-In Entitlement	\$47,706,466	\$49,536,884	\$51,133,226

Multi Year Projection

	2015-16	2016-17	2017-18
	Adopted	Estimate	Estimate
Revenue	60,792,112	58,763,546	60,359,914
Expenditures	59,524,370	59,666,074	60,696,720
Net Increase/(Decrease)	1,267,742	(902,528)	(336,806)
Beginning Balance	7,682,726	8,950,468	8,047,940
Ending Balance	8,950,468	8,047,940	7,711,134

For 2015/16 and 2017/18

- Increase LCFF revenue by \$1.8M and \$1.6M, respectively
- Add cost of step/column, CPI, and increase in PERS and STRS rates
- Remove \$3.9 million in Mandated Costs payment
- Remove \$731,000 of textbook adoption

Multi-Year Projection (MYP)

	2015-16 Adopted	2016-17 Estimate	2017-18 Estimate
Ending Balance	8,950,468	8,047,940	7,711,134
<u>Reserves:</u>			
Cash	5,250	5,250	5,250
Designated Econ Uncertainties	1,785,732	1,789,983	1,820,903
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
One-time Mandated Costs payment	2,859,000	2,232,000	1,605,000
Budget Stabilization	2,939,991	2,660,212	2,919,486

The reserve for the one-time mandated costs payment reflects the discretionary funding included in the Governor's May Revision. For purposes of the MYP, these funds were used to replace CCSS funding that expired in 2014-15. If the State provides CCSS funding, then those funds will replace the discretionary funds.

2015-16 ADOPTED BUDGET

