

2014-15 SECOND INTERIM BUDGET

Pleasant Valley School District

March 10, 2015

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

Major Changes Since First Interim

- Local Control Funding Formula (LCFF) \$160,000 increase for:
 - Enrollment of County served Special Education students
 - Decrease in % of gap funding
- Expenditures revised for:
 - \$2.2M increase for negotiated and proposed salary and benefit enhancements
 - \$865,000 decrease in books, supplies and services
- Contributions revised for:
 - Redirection of \$865,000 for proposed salary and benefit enhancements
 - Increase in Special Education, MAA and Transportation program costs

2014-15 Second Interim Budget

	Unrestricted Operations	Unrestricted Programs	Restricted Programs	Total Budget
Revenue	37,358,638	8,723,583	7,042,691	53,124,912
Expenditures	40,809,097	12,013,060	8,983,493	61,805,650
Net Increase/(Decrease)	(3,450,459)	(3,289,477)	(1,940,802)	(8,680,738)
Beginning Balance	9,644,991	3,299,501	1,940,802	14,885,294
Ending Balance	6,194,532	10,024	-	6,204,556

2014-15 Second Interim Budget

	Unrestricted Operations	Unrestricted Programs	Restricted Programs	Total Budget	Percent of Expenditures
Ending Balance	6,194,532	10,024	-	6,204,556	10.0%
<u>Reserves:</u>					
Cash	5,250			5,250	< 0.5%
Designated Econ Uncertainties	1,854,170			1,854,170	3.0%
Instructional Materials Adoption	1,889,301			1,889,301	3.1%
Equipment (Buses, mowers)	192,045			192,045	< 0.5%
Program Balances		10,024		10,024	< 0.5%
Budget Stabilization	2,253,767			2,253,767	3.6%

Multi-Year Projection Assumptions

	2014-15 2 nd Interim	2015-16 Estimate	2016-17 Estimate
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Enrollment	6,653	6,653	6,653
LCFF Funding per ADA	\$6,683	\$7,159	\$7,436
Percent of LCFF Gap Funded	29.15%	32.19%	23.71%

PERS Rate	11.771%	12.6%	15.0%
STRS Rate	8.88%	10.73%	12.58%

LCFF Revenue

	2014-15	2015-16	2016-17
	2nd Interim	Estimate	Estimate
LCFF Target	\$51,703,297	\$52,794,623	\$53,862,154
Floor	39,728,337	43,219,038	46,301,419
CY Gap	11,974,960	9,575,585	7,560,735
CY Gap Funding	3,490,701	3,082,381	1,792,650
Percent of Gap Funding	29.15%	32.19%	25.48%
Total Phase-In Entitlement	\$43,219,038	\$46,301,419	\$48,094,069

Multi-Year Adjustments

2014-15 to 2015-16

- Revenues adjusted for:
 - \$3.1M increase in LCFF
 - One-time revenue sources
- Expenditures adjusted for:
 - Reduction of prior year carryover assumed spent in 2014-15
 - Proposed ongoing salary and benefit enhancements
 - STRS/PERS rate increases
 - Step/column movement
 - 2.1 % Consumer Price Index
 - 3% Routine Restricted Maintenance contribution

2015-16 to 2016-17

- Revenues adjusted for:
 - \$1.8M increase in LCFF
 - Reduction of one-time revenue source
- Expenditures adjusted for:
 - Proposed ongoing salary and benefit enhancements
 - STRS/PERS rate increases
 - Step/column movement
 - 2.5% Consumer Price Index
 - 3% Routine Restricted Maintenance contribution

Multi-Year Projection

	2014-15	2015-16	2016-17
	2 nd Interim	Estimate	Estimate
Revenue	\$53,124,912	\$56,529,767	\$57,165,417
Expenditures	61,805,650	56,387,053	57,337,747
Net Increase/(Decrease)	(8,680,738)	142,714	(172,330)
Beginning Balance	14,885,294	6,204,556	6,347,270
Ending Balance	\$6,204,556	\$6,347,270	\$6,174,940

Multi-Year Projection

	2014-15 2 nd Interim	2015-16 Estimate	2015-16 Estimate
Ending Balance	6,204,556	6,347,270	6,174,940
<u>Reserves:</u>			
Cash	5,250	5,250	5,250
Designated Econ Uncertainties	1,854,170	1,691,612	1,720,132
Instructional Materials Adoption	1,889,301	2,248,149	2,606,997
Equipment Replacement	192,045	192,045	192,045
Program Balances	10,024	10,024	10,024
One-time payment per Governor's January Budget Proposal		1,157,000	
Budget Stabilization	2,253,767	1,043,190	1,640,492

Considerations Moving Forward

- Governor's May Revise for 2015-16
- Local Control Accountability Plan
- Final salary and benefit enhancements
- Routine Restricted Maintenance flexibility expiring
- Proposition 30 taxes expiring
- STRS/PERS relief