San Bernardino County Superintendent of Schools
Transforming lives through education
Ted Alejandre
County Superintendent

July 19, 2019 Bulletin No. 20-005

TO: **Chief Business Officials (K-12, Charters, and Community Colleges)**
San Bernardino School Districts

SUBJECT: **2018/19 3rd QUARTER LOTTERY APPORTIONMENT**

The 2018/19 Third Quarter Lottery Apportionment was distributed by the State Controller's Office and deposited into the districts' accounts on June 26, 2019. The total amount being apportioned to K-12 school districts, charter schools, community colleges and county offices of education is $28.70 per unit of average daily attendance (ADA) for unrestricted lottery apportionment and $30.83 for the Proposition 20 apportionment. Lottery is funded based on the prior year annual ADA of the LEA multiplied by the factor of 1.04446.

First and Second Quarter Apportionment and SSC's estimates 2018/19	Regular Lottery Resource 1100	Restricted (Prop 20) Resource 6300
First Quarter	$49.43	-0-
Second Quarter	$61.26	$11.35
Third Quarter	$28.70	$30.83
Est. Annual Amount per ADA from CDE	$163.73	$65.91

Attached are two letters; one from the California Department of Education dated June 26, 2019 with the 2018-19 Third Quarter Lottery Apportionment and the 2018-19 Fourth Quarter Accrual, with 2019-20 Lottery Revenue Projections.

The 2018/19 3rd Quarter Lottery worksheet detailing the apportionment distribution is available on SBCSS Website at:
https://www.sbcss.k12.ca.us/images/Documents/busServe/form/Tools_Lottery/Lottery1819_3rdQtr.pdf
If you have any questions or need assistance, please call Sally Leialoha at (909) 386-9685.

Sincerely,

Ted Alejandre
County Superintendent of Schools

Signed by
Thomas G. Cassida, Jr.
Director, Business Advisory Services

TGC:SL:lc

Attachments: CDE letters dated June 26, 2019
J:\bulletin\2019-20\20-005 2018-19 3rd Qtr. Lottery Apportionment

California DEPARTMENT OF EDUCATION

California Department of Education
Official Letter

June 26, 2019

Dear County and District Superintendents:

2018–19 Fourth Quarter Accrual
2019–20 Lottery Revenue Projections

The following lottery accrual and revenue projections are offered for your information as you prepare year-end statements and update your budgets.

2018–19 Fourth Quarter Accrual

Based on the California State Lottery Commission's (CSLC) year-end projections for fiscal year 2018–19, the California Department of Education (CDE) estimates lottery revenues to be $163.73 per unit of average daily attendance (ADA) for non-Proposition 20 (unrestricted revenues) and $65.91 per ADA for Proposition 20 revenues. This increased projection is a result of the higher than expected level of sales and profit in the 2018–19 fiscal year due to a historic Mega Millions jackpot in October 2018. The CSLC is projecting a more conservative level of sales in fiscal year 2019–20 based on statistical jackpot patterns.

As of June 26, 2019, the total amount apportioned through the third quarter is $139.38 per ADA in unrestricted revenues and $42.18 per ADA in Proposition 20 revenues. The CDE recommends accruals for the fourth quarter to be $24.35 per ADA for the unrestricted lottery apportionment and $23.73 per ADA for the Proposition 20 apportionment.

If funds are owed to the state for prior year adjustments, these amounts will be offset against the apportionment and should be taken into consideration when booking the fourth quarter accrual. Amounts due are listed under the Accounts Receivable Balance column of the Master Register and are broken down by non-Proposition 20 and Proposition 20. The third quarter State Controller's Office (SCO) Master Register on the SCO's web page at https://www.sco.ca.gov/ard_payments_lottery.html provides information on amounts due.

2019–20 Lottery Revenue Projections

The CSLC is projecting total sales of $7.295 billion for 2019–20 and estimates that this level of sales would result in $1.6 billion for education. Based on these projections, the CDE estimates that the lottery will provide $207 per ADA ($153 per ADA in unrestricted lottery revenues and $54 per ADA in

Proposition 20 revenues) for 2019–20. We will monitor actual sales each quarter and advise you of any changes to the projection. The CDE requests that county superintendents of schools inform LEAs immediately of this information.

If you have any questions regarding this subject, please contact Janet Finley, Education Fiscal Services Consultant, School Fiscal Services Division, by phone at 916-323-5091 or by email at JFinley@cde.ca.gov.

Sincerely,

Caryn Moore, Director
School Fiscal Services Division

CM:jf

Last Reviewed: Thursday, June 27, 2019

California Department of Education
Official Letter

June 26, 2019

Dear County Office of Education Chief Business Officials:

2018–19 Third Quarter Lottery Apportionment

The State Controller's Office (SCO) distributed the 2018–19 third quarter lottery apportionment on June 26, 2019. The total apportioned to county offices of education, school districts, and charter schools is $367,681,256.56. Local educational agencies (LEAs) will receive $177,264,251.08 or $28.70 ($28.696882971) per unit of average daily attendance (ADA) for the unrestricted lottery apportionment and $190,417,005.48 or $30.83 ($30.826150610) per unit of ADA for the Proposition 20 lottery apportionment.

To view a copy of the Master Register that lists the ADA, apportionment, adjustments, and net amount actually paid (Remittance Advice) to each county office, school district, charter school, and community college district on a quarterly and year-to-date basis, visit the SCO's web page at https://www.sco.ca.gov/ard_payments_lottery.html.

The California Department of Education requests that county superintendents of schools inform LEAs immediately of this apportionment. If you have any questions regarding the lottery apportionment, please contact Janet Finley, Fiscal Consultant, by phone at 916-323-5091 or by email at jfinley@cde.ca.gov.

Sincerely,

Caryn Moore, Director
School Fiscal Services Division

CM:jf

Last Reviewed: Thursday, June 27, 2019