GENERAL FUND

Beginning Fund Balance

Plus: Surplus/(Deficit) this is the difference between Revenues and Expenditures

= Ending Fund Balance

Minus: Designations

= Reserve

• General Fund is made up of the following categories:
  • Unrestricted General Purpose
  • Supplemental Grant-LCAP
  • Special Education
  • Routine Restricted Maintenance
  • Categorical Programs
REVENUES

- Local Control Funding Formula (LCFF)
- Enrollment & Average Daily Attendance (ADA)
- Base Funding and Supplemental Grant
- Unduplicated Pupil Percentage
- Property Tax

- Federal Revenues
  - Title I, II, III
  - Special Education
  - Other Categorical Grants

- State Revenues
  - Lottery
  - One-time Discretionary Fund
  - California Clean Energy Jobs Act (Prop 39)

- Local Revenues
  - Donations from Parent Organizations, Newark Educational Foundation,
  - Leases & Rentals
  - Interest Income

- Interfund Transfer In
  - Special Reserve

- Contribution to/from other Programs
  - To Special Education Deficit
  - To Routine Restricted Maintenance
  - To Categorical Program
ASSUMPTIONS
ASSUMPTIONS

• Lottery is estimated to be funded at $151 per ADA for unrestricted purposes, and $53 for restricted purposes

• CalSTRS Rate (Projected)
  2018-19: 16.28%
  2019-20: 17.10%
  2020-21: 18.10%

• CalPERS Rate (Projected)
  2018-19: 18.062%
  2019-20: 20.70%
  2020-21: 23.4%

• Step and Column
  Certificated: 1.67%
  Classified: .72%

• Reduction of $2,200,000
ASSUMPTIONS
ONLINE REGISTRATION

• First year of online registration at the elementary schools
• Registered: 3,623
• Not Registered: 2,108
• Not Returning: 80
• Total: 5,811
# Revenue Summary

<table>
<thead>
<tr>
<th>Fund Name</th>
<th>Object</th>
<th>Adopted Budget 2018-19</th>
<th>3rd Interim 2018-19</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>LCFF Sources</td>
<td>8010-8099</td>
<td>54,469,530</td>
<td>54,246,100</td>
<td>(223,430)</td>
</tr>
<tr>
<td>Federal Revenues</td>
<td>8100-8299</td>
<td>2,110,041</td>
<td>2,553,621</td>
<td>443,580</td>
</tr>
<tr>
<td>Other State Revenues</td>
<td>8300-8599</td>
<td>6,700,783</td>
<td>6,488,264</td>
<td>(212,519)</td>
</tr>
<tr>
<td>Other Local Revenues</td>
<td>8600-8799</td>
<td>3,430,893</td>
<td>3,907,400</td>
<td>476,507</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td>66,711,247</td>
<td>67,195,385</td>
<td>484,138</td>
</tr>
</tbody>
</table>

**Variance Explanation**

- **LCFF Sources**: COLA increase from 2.51% to 3.70%. Former Governor Brown added more funds to the Base of LCFF.
- **Federal Revenues**: Carryovers from prior year.
- **Other State Revenues**: One time discretionary fund went from $344 to $184 per ADA. Received funding for low performing students, Professional Development.
- **Other Local Revenues**: New grants and donations, CCEE.
REVENUES

Federal Revenues, 2,553,621, 4%

Other State Revenues, 6,488,264, 9%

Other Local Revenues, 3,907,400, 6%

LCFF Sources, 54,246,100, 81%
EXPENDITURES SUMMARY

- Certificated Salaries
  - Teacher, Nurse, Speech Therapist, Psychologist,
  - Superintendent, Associate Superintendent
  - Principals, Asst. Principal

- Classified Salaries
  - Para-educator, Clerical
  - Custodian, Maintenance Staff
  - Confidential, Office staff

- Employee Benefits
  - State Teachers Retirement System (STRS), Public Employee Retirement System (PERS), Old Age, Survivors and Disability Insurance (OASDI), Medicare, Workers Compensation, Unemployment Insurance, Retiree Benefits, Medical Benefits (Classified only)

- Books & Supplies
  - Textbook Adoption, Reference Books, Instructional Materials, Office Supplies

- Services & Operating Expenses
  - Contracts, Special Education Contracts, Insurance, Utilities, Conference

- Capital Outlay
  - Furniture & Equipment

- Other Outgo
  - Mission Valley Regional Occupational Program (MVROP)

- Interfund Transfer Out
  - Transfer to Cafeteria Fund and Child Development Fund
# EXPENDITURE SUMMARY

<table>
<thead>
<tr>
<th>Fund Name</th>
<th>Object</th>
<th>Adopted Budget 2018-19</th>
<th>3rd Interim 2018-19</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Certificated Salaries</td>
<td>1000-1999</td>
<td>32,395,038</td>
<td>31,547,901</td>
<td>(847,137)</td>
</tr>
<tr>
<td>Classified Salaries</td>
<td>2000-2999</td>
<td>8,683,264</td>
<td>8,780,897</td>
<td>97,633</td>
</tr>
<tr>
<td>Employee Benefits</td>
<td>3000-3999</td>
<td>13,942,810</td>
<td>13,923,810</td>
<td>(19,000)</td>
</tr>
<tr>
<td>Books and Supplies</td>
<td>4000-4999</td>
<td>2,760,047</td>
<td>3,100,848</td>
<td>340,801</td>
</tr>
<tr>
<td>Services and Other Operating Expenses</td>
<td>5000-5999</td>
<td>7,894,235</td>
<td>10,687,459</td>
<td>2,793,224</td>
</tr>
<tr>
<td>Capital Outlay</td>
<td>6000-6999</td>
<td>95,176</td>
<td>324,529</td>
<td>229,353</td>
</tr>
<tr>
<td>Other Outgo</td>
<td>7100-7499</td>
<td>774,211</td>
<td>969,359</td>
<td>195,148</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td>66,544,781</td>
<td>69,334,803</td>
<td>2,790,022</td>
</tr>
</tbody>
</table>

**Variance Explanation**
- Certificated Salaries: Unable to fill certificated positions
- Services and Other Operating Expenses: Outsource special education services; utility, water, liability insurance, equipment repairs, Carryover from prior years such as Title I, II, III, Prop 39; New grants
- Capital Outlay: Clean Energy project
<table>
<thead>
<tr>
<th>Housekeeping</th>
<th>2017-18</th>
<th>2018-19</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gas</td>
<td>147,405</td>
<td>159,832</td>
</tr>
<tr>
<td>Utility</td>
<td>1,117,430</td>
<td>1,286,495</td>
</tr>
<tr>
<td>Water</td>
<td>240,403</td>
<td>351,633</td>
</tr>
<tr>
<td>Sewage</td>
<td>54,914</td>
<td>55,287</td>
</tr>
<tr>
<td>Waste Disposal</td>
<td>2,655</td>
<td>4,232</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>1,562,807</strong></td>
<td><strong>1,857,479</strong></td>
</tr>
</tbody>
</table>
EXPENDITURES

- Classified Salaries: 8,780,897, 13%
- Certified Salaries: 31,547,901, 46%
- Employee Benefits: 13,923,810, 20%
- Books and Supplies: 3,100,848, 5%
- Capital Outlay: 324,529, 0%
- Services and Other Operating Expenses: 10,687,459, 15%
- Other Outgo: 969,359, 1%
## Multi-Year Projection 2018-2021

<table>
<thead>
<tr>
<th></th>
<th>2018-19</th>
<th>2019-20</th>
<th>2020-21</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beg. Balance</td>
<td>6,079,765</td>
<td>4,153,532</td>
<td>2,291,903</td>
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<tr>
<td>Revenues</td>
<td>67,195,385</td>
<td>65,185,790</td>
<td>65,928,238</td>
</tr>
<tr>
<td>Total</td>
<td>73,275,150</td>
<td>69,339,322</td>
<td>68,220,141</td>
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<tr>
<td>Expenditures</td>
<td>69,121,618</td>
<td>68,725,419</td>
<td>67,248,090</td>
</tr>
<tr>
<td>Budget Reduction</td>
<td>-</td>
<td>(1,678,000)</td>
<td>(1,320,000)</td>
</tr>
<tr>
<td>Deficit</td>
<td>(1,926,233)</td>
<td>(1,861,629)</td>
<td>148</td>
</tr>
<tr>
<td>Ending Balance</td>
<td>4,153,532</td>
<td>2,291,903</td>
<td>2,292,051</td>
</tr>
<tr>
<td>Reserve for Economic Uncertainties</td>
<td>2,073,649</td>
<td>2,024,246</td>
<td>1,991,008</td>
</tr>
<tr>
<td>Total Reserve Percentage</td>
<td>3%</td>
<td>3%</td>
<td>3%</td>
</tr>
<tr>
<td>FUNDS</td>
<td>Beginning Balance</td>
<td>Ending Balance</td>
<td></td>
</tr>
<tr>
<td>------------------------------------------------------------</td>
<td>-------------------</td>
<td>----------------</td>
<td></td>
</tr>
<tr>
<td>Adult Education</td>
<td>29,468</td>
<td>26,993</td>
<td></td>
</tr>
<tr>
<td>Child Development</td>
<td>179,213</td>
<td>157,179</td>
<td></td>
</tr>
<tr>
<td>Cafeteria Funds</td>
<td>696,793</td>
<td>389,593</td>
<td></td>
</tr>
<tr>
<td>Special Reserve Other Than Capital Outlay Projects</td>
<td>2,224,793</td>
<td>2,246,793</td>
<td></td>
</tr>
<tr>
<td>Building Fund - General Obligation Bond</td>
<td>12,417,733</td>
<td>9,632,480</td>
<td></td>
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<tr>
<td>Capital Facilities Fund</td>
<td>10,762,853</td>
<td>13,889,302</td>
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<tr>
<td>Capital Outlay Projects - Ruschin</td>
<td>11,129,589</td>
<td>10,761,334</td>
<td></td>
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<tr>
<td>Bond Interest and Redemption</td>
<td>8,711,771</td>
<td>7,787,439</td>
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<tr>
<td>Self Insurance</td>
<td>2,999,816</td>
<td>2,535,937</td>
<td></td>
</tr>
</tbody>
</table>
BUDGET CERTIFICATION

- No Budget Certification is required for Third Interim

- Submit Third Interim

  - Alameda County Office of Education

  - California Department of Education (CDE)

  - State Controller’s Office
NEXT STEPS

State Level

• May Revision

District Level

• May 20, 2019 – Governor’s May Revise
• June 06, 2019 – 2019/20 Budget Public Hearing
• June 19, 2019 – 2019/20 LCAP and Budget Adoption
ITEMS TO CONSIDER

- Continue to monitor online registration
  - Best indicator for enrollment
  - Enrollment may begin to flatten or increase marginally beginning 2022-23 or sooner

- May Revision

- Revenue Enhancement Findings
QUESTIONS?