



2017-2018 Proposed Budget

Patrick Sánchez, Superintendent
Bryan Richards, Chief Business Official

June 19, 2017

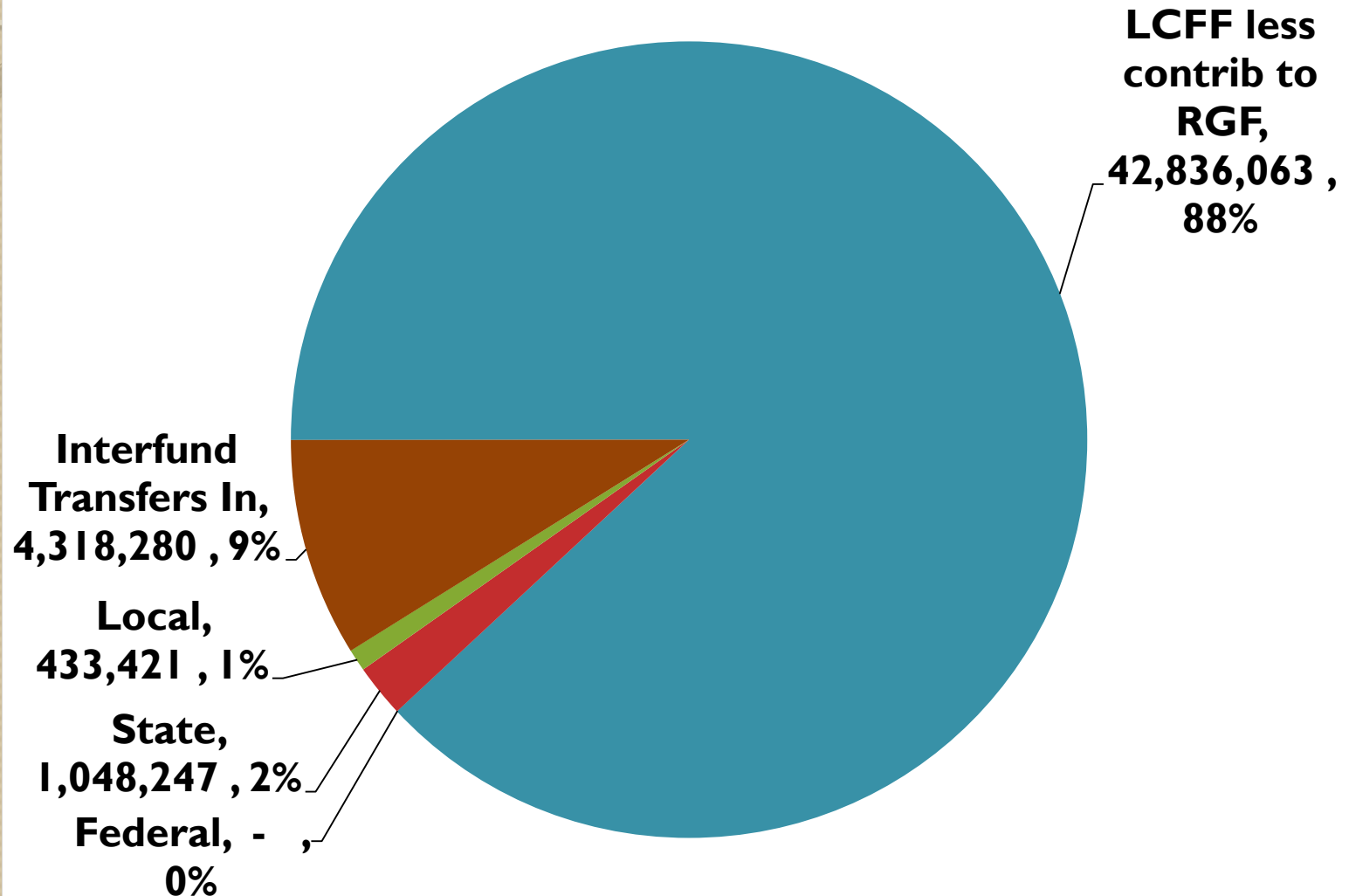
Key Budget Assumptions for 2017-18

- COLA of 1.56%
- Funding bridge percentage 43.97%
- Routine Restricted Maintenance Fund now at 2%, returns to 3% starting in 20/21
- No addressing of STRS/PERS funding issue
- COLA and funding bridge combined do not offset the effect of declining enrollment on the LCFF Base
- NTA and CSEA Tentative Agreements included in the budget assumptions

STRS & PERS

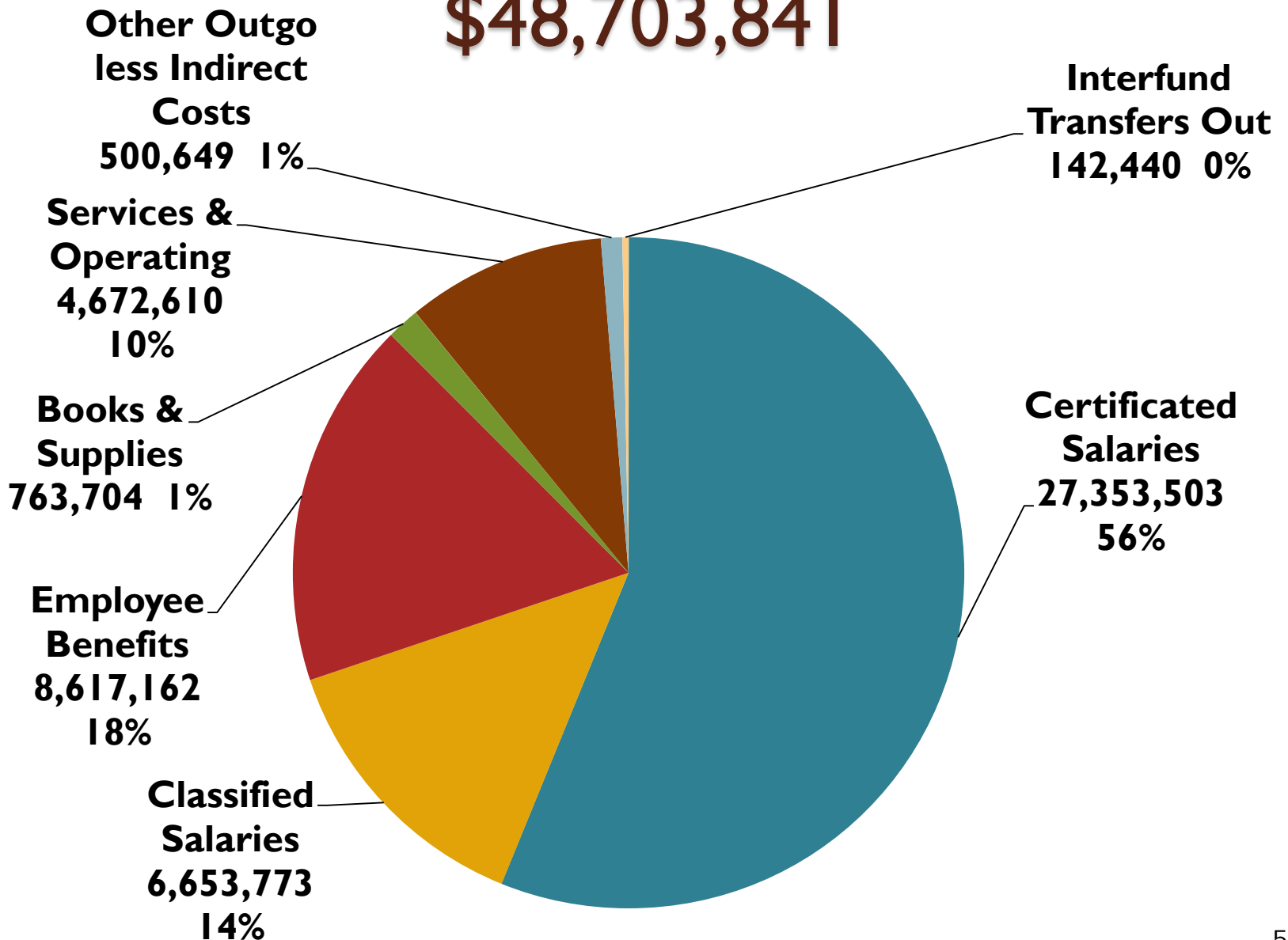
- STRS rate increases by 14.7%
 - from 12.58% to 14.43% of covered payroll
 - 3rd of 6 consecutive planned rate increases of 1.85% of payroll per year
- PERS rate increases by 11.8%
 - from 13.888% to 15.531% of classified payroll
 - Continued Increases projected through 2024/2025

2017-18 Unrestricted Revenue \$48,636,011



2017-2018 Unrestricted Expenditures

\$48,703,841



Unrestricted General Fund

	Budget 2017/2018
Revenues	\$ 51,599,108
Less: Contribution to Restricted	(7,281,377)
Interfund Transfers In	4,318,280
Total Sources of Funds	<u>48,636,011</u>
Expenditures	\$ 48,561,401
Interfund Transfers Out	142,440
Total Uses of Funds	<u>\$ 48,703,841</u>
Net Increase/Decrease in Fund Balance	\$ (67,830)
Beginning Fund Balance	<u>2,145,216</u>
Ending Fund Balance	<u><u>\$ 2,077,386</u></u>

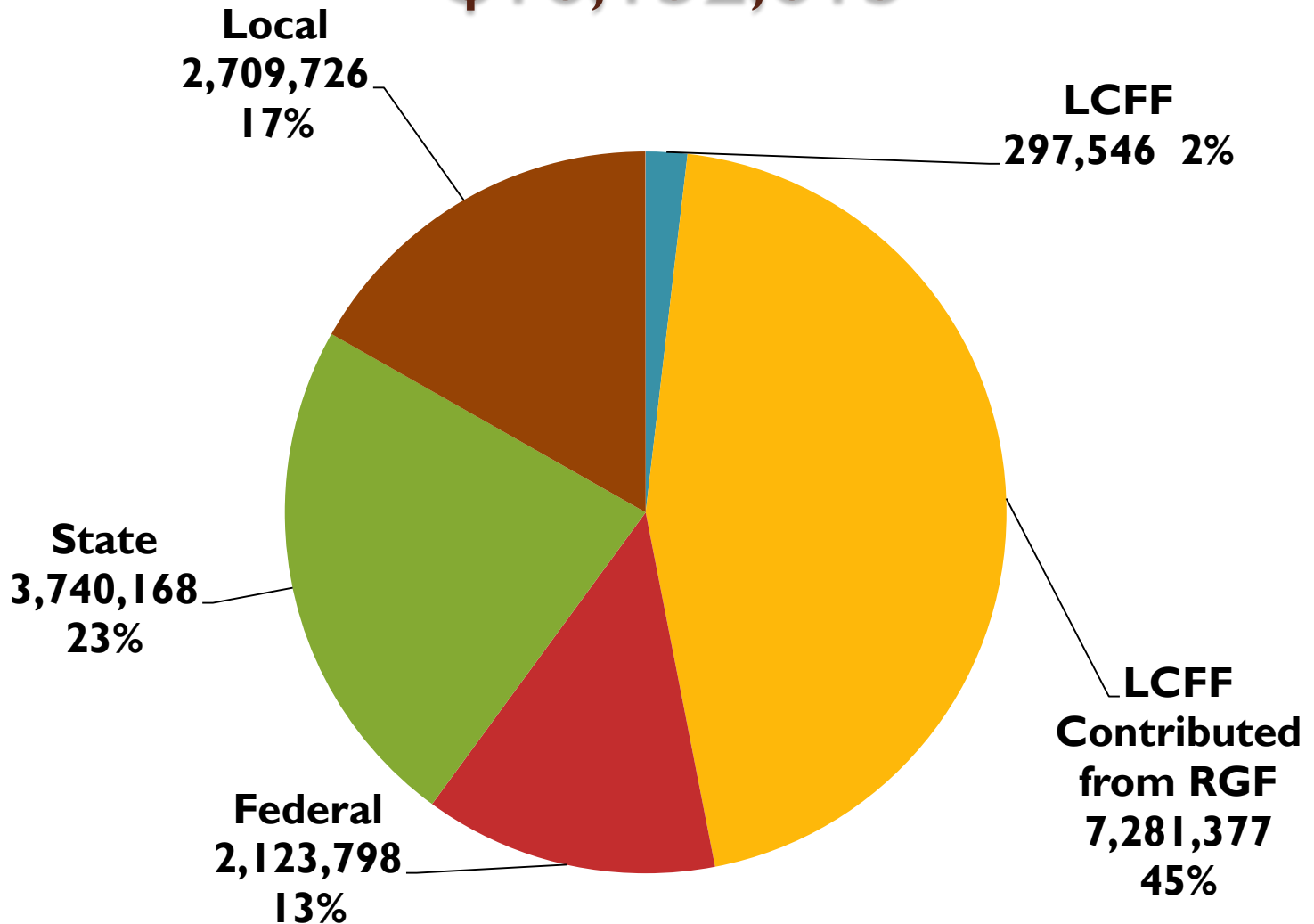


Components of the Ending Balance

	Budget 2017/18
Reserve for Revolving Cash	\$ 25,000
Reserve for Stores	72,921
Reserve for Economic Uncertainties - 3%	1,946,050
Undesignated Fund Balance	<u>33,415</u>
 Total Ending Fund Balance	 \$ <u>2,077,386</u>

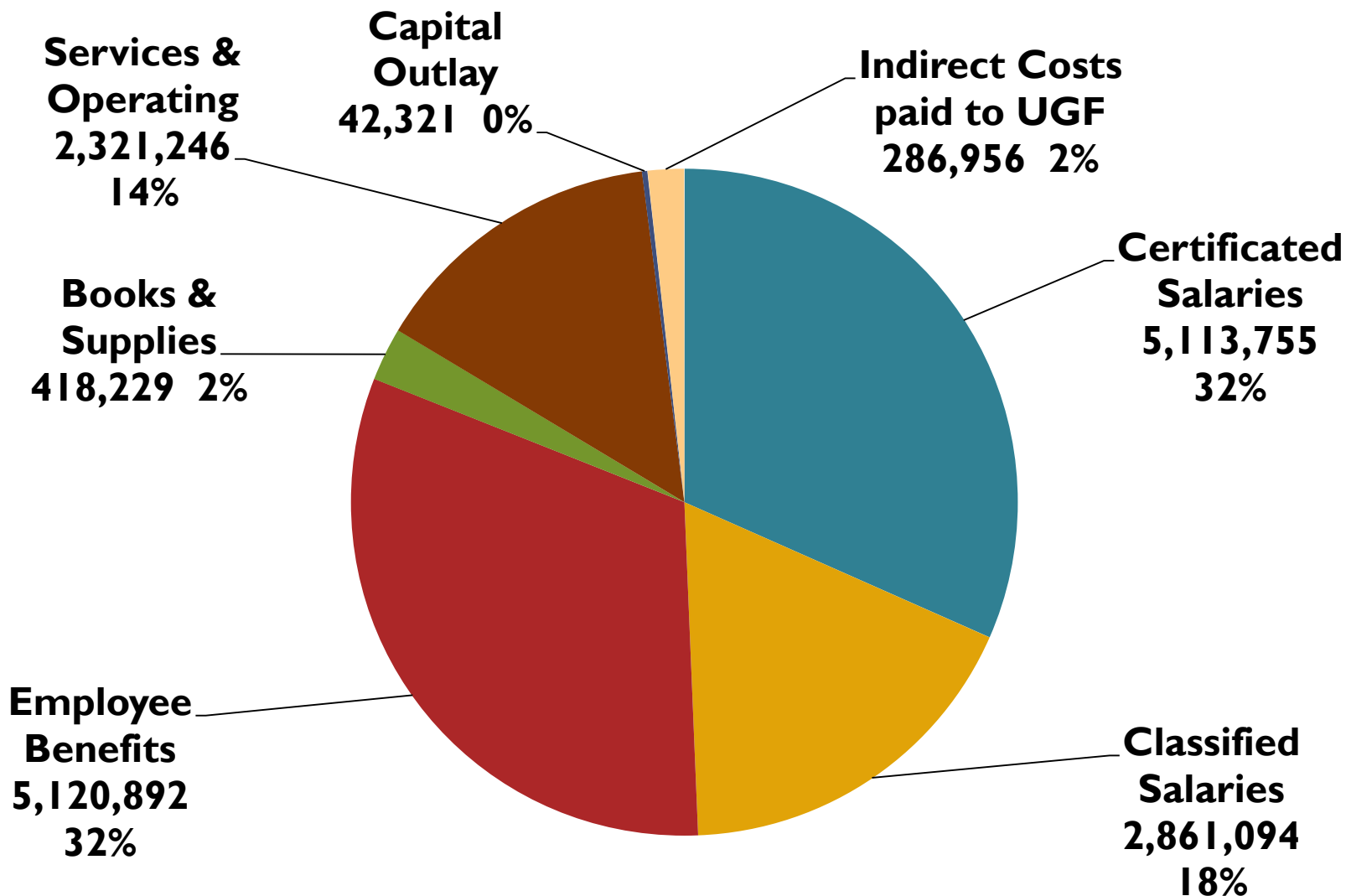


2017-18 Restricted Revenue \$16,152,615



2017-2018 Restricted Expenditures

\$16,164,493



Restricted General Fund

	Budget 2015/16
Revenues	\$ 8,871,238
Contribution from Unrestricted	7,281,377
Total Sources of Funds	16,152,615
Expenditures	\$ 16,164,493
Net Increase/Decrease in Funds Balance	\$ (11,878)
Beginning Fund Balance	685,347
Ending Fund Balance	\$ 673,469

100% of the Ending Fund Balance in the Restricted General Fund is Restricted. There are no other components.



Other Funds (Operating)

	Fund 11 Adult Education	Fund 12 Child Development	Fund 13 Child Nutrition	Fund 17 Special Reserve
Revenue	\$ 300,436	\$ 861,567	\$ 2,360,700	\$ 0
Interfund Transfers In	<u>100,000</u>	<u>42,440</u>	<u>0</u>	<u>0</u>
Total Sources of Funds	\$ 400,436	\$ 904,007	2,360,700	\$ 0
Expenditures	\$ 355,876	\$ 904,007	\$ 2,356,054	\$ 0
Interfund Transfers Out	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,318,280</u>
Total Uses of Funds	\$ 355,876	\$ 904,007	\$ 2,356,054	\$ 4,318,280
Net Increase/(Decrease) in Fund Balance	\$ 44,560	\$ 0	\$ 4,646	\$ (4,318,280)
Beginning Fund Balance	<u>0</u>	<u>46,864</u>	<u>932,700</u>	<u>5,150,688</u>
Ending Fund Balance	<u>\$ 44,560</u>	<u>\$ 46,864</u>	<u>\$ 937,346</u>	<u>\$ 832,408</u>
Reserve for Stores	\$ 0	\$ 0	\$ 0	\$ 0
Reserve for Economic Uncertainties	0	0	0	832,408
Legally Restricted Balances	0	46,729	874,145	0
Designated to purpose of fund	<u>44,560</u>	<u>135</u>	<u>63,201</u>	<u>0</u>
Total Ending Fund Balance	\$ 44,560	\$ 46,864	\$ 937,346	\$ 832,408



Other Funds (Capital/Debt Service)

	Fund 21 Building (Bond)	Fund 25 Capital Facilities	Fund 40, Special Reserve, Capital	Fund 51 Bond Interest & Redemption
Revenues	\$ 0	\$ 1,000,000	\$ 0	\$ 9,113,357
Other sources	0	0	0	0
Total Sources of Funds	\$ 0	\$ 1,000,000	\$ 0	\$ 9,113,357
Expenditures	\$ 1,775,605	\$ 270,700	\$ 0	\$ 9,113,357
Net Increase/(Decrease) in Fund Balance	\$ (1,775,605)	\$ 729,300	\$ 0	\$ 0
Beginning Fund Balance	11,369,735	5,833,693	12,690,697	8,092,642
Ending Fund Balance	\$ 9,594,130	\$ 6,562,993	\$ 12,690,697	\$ 8,092,642
Legally Restricted Balances	9,568,876	0	12,535,115	8,092,642
Designated to purpose of fund	25,254	6,562,993	155,582	0
Total Ending Fund Balance	\$ 9,594,130	\$ 6,562,993	\$ 12,690,697	\$ 8,092,642



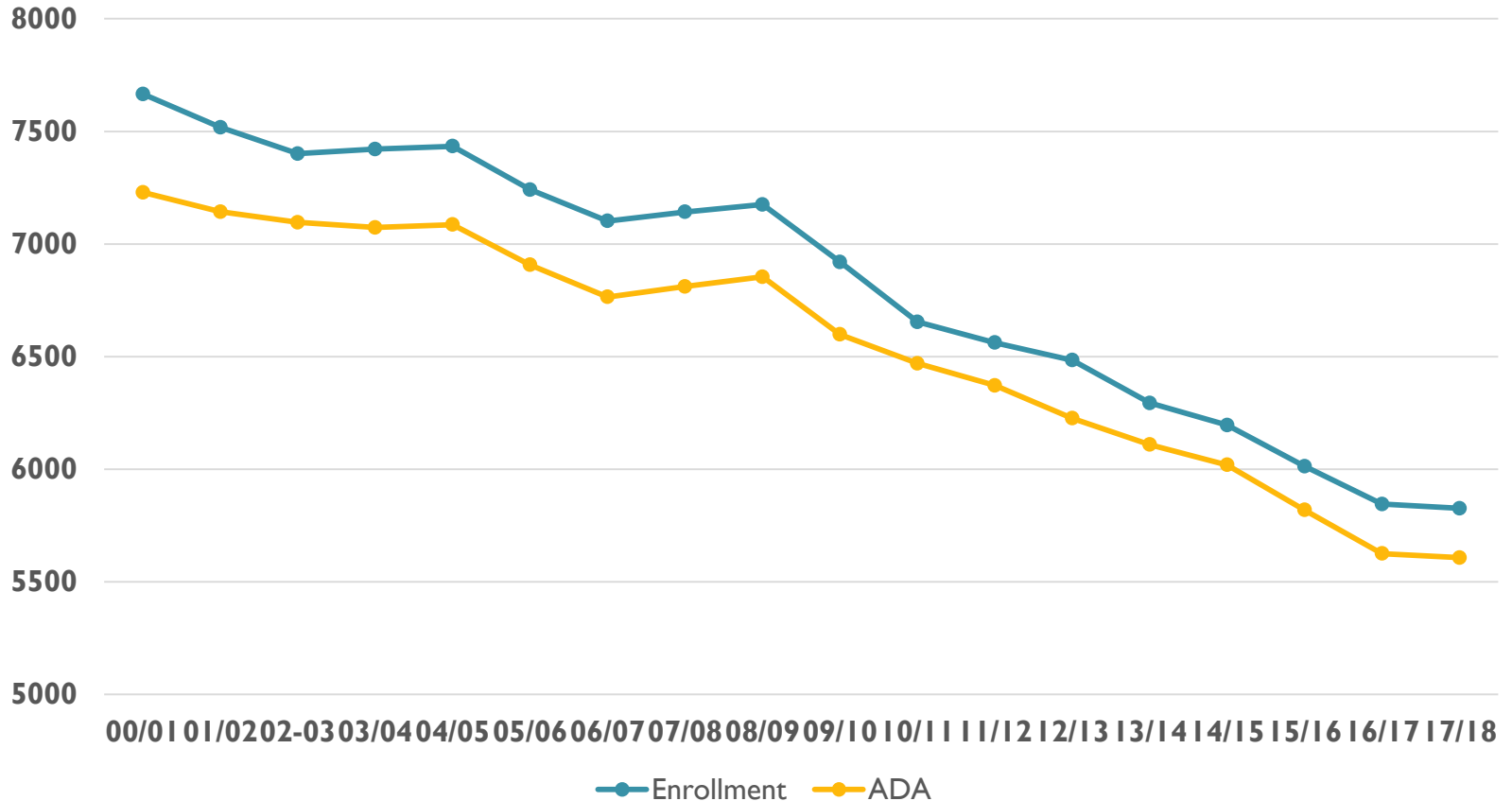
Other Funds (Self Insurance)

	Fund 67 Post Retirement Benefits	Fund 68 Property & Liability	Total = SACS Fund 67
Revenue	\$ 1,550,241	\$ 509,367	\$ 2,059,608
Other Sources			0
Total Sources of Funds	\$ 1,550,241	509,367	\$ 2,059,608
Expenditures	\$ 1,540,241	\$ 509,367	\$ 2,049,608
Net Increase/Decrease in Funds Balance	\$ 10,000	\$ 0	\$ 10,000
Beginning Fund Balance	1,598,978	184,444	1,783,422
Ending Fund Balance	\$ 1,608,978	\$ 184,444	\$ 1,793,422
Legally Restricted Balances	\$ 0	\$ 0	\$ 0
Designated to purpose of fund	1,608,978	90,530	1,793,422
Total Ending Fund Balance	\$ 1,608,978	\$ 90,530	\$ 1,793,422



Form A - Average Daily Attendance

NUSD Enrollment & ADA



Multi-Year Projection - Unrestricted

• Undesignated Fund Balance 6/30/18	\$	33,415
• Revenues net of contributions 18/19		45,889,569
• Expenditures & Transfers out 18/19		(49,560,085)
• Interfund transfer from reserve fd 17		832,408
• Adjustment to 3% reserve		<u>(34,300)</u>
• Undesignated Fund Balance 6/30/19		(2,838,993)
• Revenues net of contributions 19/20		47,648,440
• Expenditures & Transfers out 19/20		(51,394,665)
• Adjustment to 3% reserve		<u>(69,051)</u>
• Undesignated Fund Balance 6/30/20	\$	(6,654,269)

Other Forms

- Form CEA & CEB – Minimum Classroom Compensation for Estimated Actuals & Budget
 - Required to be at least 55%, we are at 60.61% (CEA) and 61.73% (CEB).
- Form L – Lottery Expenditure Report
- Form NCMOE – Maintenance of Effort Met for No Child Left Behind Rules
- Form SIAA & SIAB – Show Interfund Transfers for the Estimated Actuals and Budget
- Form OICS – Criteria and Standards – Additional Analysis to supplement the County Office of Education’s review of the budget

What happens next?

- The Legislature has passed the 2017-2018 budget and forwarded it to Governor Brown.
- The budget has not been signed yet.
- If there are significant changes from the May revise, they will be brought forward to the Board in August.



THANK-YOUs!

- Kim Lola, Director of Fiscal Services
- Carol McElhaney, Position & Budget Manager
- Sarah Wilson, Administrative Assistant
- Business Services staff

- QUESTIONS?

