

# 2018-19 General Fund Revenue & Expenditure Assumptions

Presented at the Board Meeting / April 23, 2018  
Revised May 08, 2018



# General Fund Revenue Sources

- Local Control Funding Formula (LCFF)
- Federal Revenue
- State Revenue
- Local Revenue
- Transfers-In from other Funds

# CBEDS/P-1/P-2/P-Annual

- CBEDS – (California Basic Educational Data System)
  - Enrollment First Wednesday of October
- First Principal Apportionment P-1
  - Attendance Months 1-4
- Second Principal Apportionment P-2 (LCFF)
  - Attendance Months 1-7 or 8 (Last attendance month on or before April 15th)
- Annual Principal Apportionment P-Annual (Lottery & Non Public School (NPS) ADA are funded based on P-annual)
  - Attendance Months 1-10 or 11

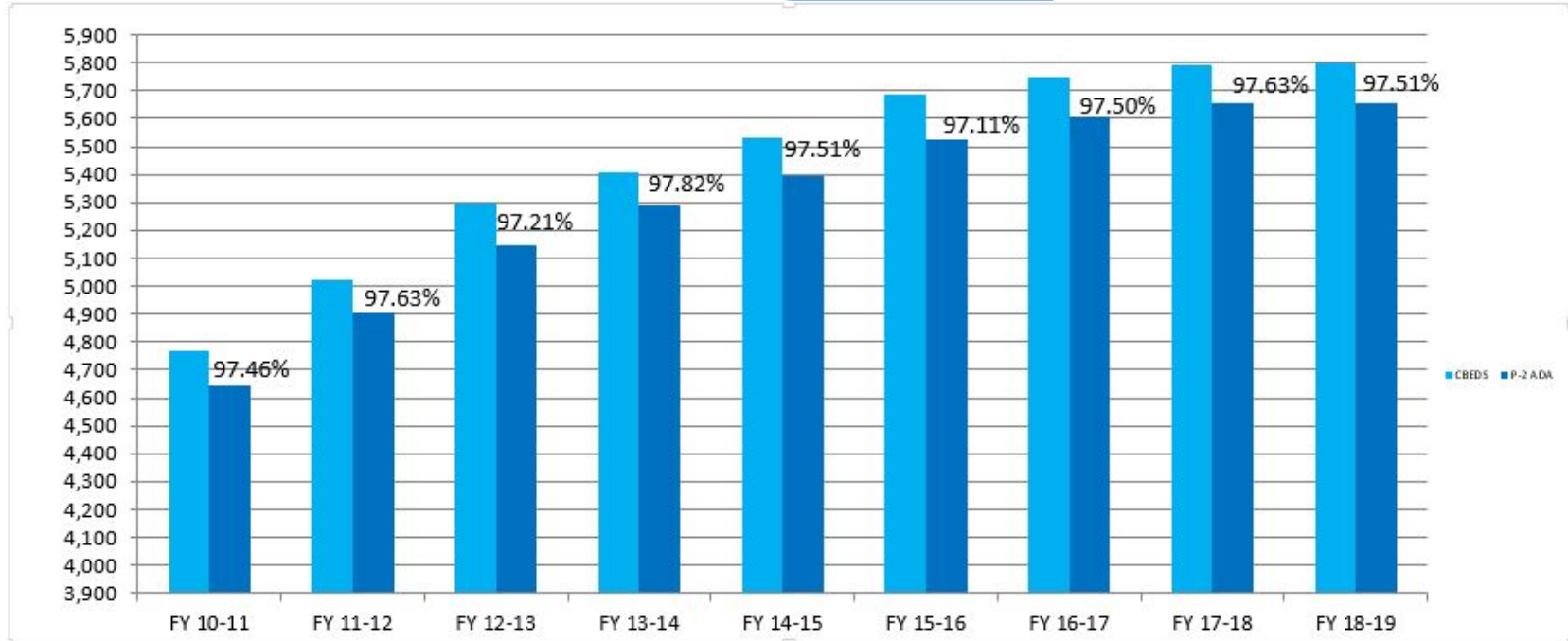
# USD-Enrollment / Average Daily Attendance (ADA) Excluding NPS and COE Count

Description	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19
	Actual	Actual	Actual	Actual	Actual/ Projected	Projected
<b>CBEDS</b>	5,405	5,530	5,688	5,748	5,791	5,796
<b>P1 % to CBEDS</b>	97.85%	97.96%	97.46%	97.78%	97.86%	97.78%
<b>P1 ADA</b>	5,288.67	5,417.17	5,543.77	5,620.52	5,667.08	5,667.33
<b>P-2 % to CBEDS</b>	97.82%	97.51%	97.11%	97.50%	97.63%	97.51%
<b>P-2 ADA</b>	5,287.20	5,392.06	5,523.51	5,604.08	<b>5,653.83</b>	<b>5,651.68</b>
<b>P-Annual % to CBEDS</b>	97.90%	97.35%	97.13%	97.52%	97.72%	97.48%
<b>P-Annual ADA</b>	5,290.19	5,388.02	5,524.99	5,605.22	<b>5,658.73</b>	<b>5,649.94</b>
<b>P-2/P-1</b>	99.97%	99.54%	99.63%	99.71%	99.77%	99.72%
<b>P Annual/ P-1</b>	100.03%	99.46%	99.66%	99.73%	99.85%	99.69%

+/- for rounding

# CBEDS to P-2 ADA

Excluding NPS and County Office of Education (COE) count



# ADA including NPS and COE Program

P2	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19
	Actual	Actual	Actual	Actual	Actual	<b>Projected</b>
District TK-8	5,287.80	5,391.09	5,523.51	5,604.08	5,653.83	<b>5,651.68</b>
NPS	4.88	3.43	5.72	3.16	2.15	<b>1.95</b>
COE Program*	16.72	16.48	22.56	21.82	20.25	<b>20.25</b>
Total	5,309.40	5,411.00	5,551.79	5,629.06	5,676.23	<b>5,673.88</b>
+/- Prior Yr		101.60	140.79	72.27	47.17	<b>(2.35)</b>
% +/- Prior Yr		1.91%	2.65%	1.43%	0.84%	<b>(0.04%)</b>

\*P-1 data (P-2 information not available)

# LCFF Funding Assumptions

- LCFF ADA:
  - TK-3 ADA – 2,402.69 ADA (COE ADA 7.84 included)
  - 4-6 ADA – 2,010.54 ADA (COE ADA 6.71 included)
  - 6-8 ADA – 1,260.65 ADA (COE ADA 5.70 included)
  - **Total projected ADA 5,673.88** (LCFF Funding based on 2017-18 ADA 5,676.23)
- COLA – 2.51%
- TK-3 - 10.40% of base grant adjustment
- LCFF Funding Percentage – 100%
- **Unduplicated Count for 18-19 – 20.17% (same as 17-18)**

# LCFF-Target Funding by Grade

## LCFF Target Details - 2018-19

LCFF ADA		Unduplicated SE: 20.17%							
Grade Span	LCFF ADA	NSS ADA	Base	CSR	CTE	Supplemental	Concentration		
K-3	2,400.73	0.00	17,702,983	1,841,110	-	788,409	0		
4-6	2,016.85	0.00	15,094,105	-	-	608,896	0		
7-8	1,258.65	0.00	9,700,416	-	-	391,315	0		
9-12	0.00	0.00	0	-	0	0	0		
NSS Allowance		0							
Transportation		198,272							
TIIG		0							

LCFF funding based on 2017-18 ADA (higher ADA of current and prior year)



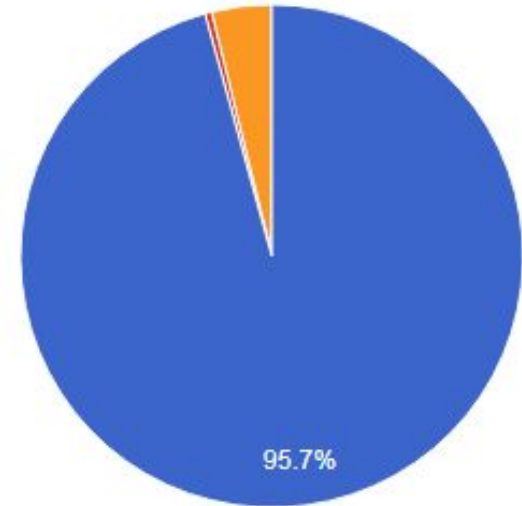
# 2018-19 LCFF -Average Target Funding/ADA

LCFF Target Analysis

Component	Amount	Per ADA	Percentage
Base	44,338,614	7,811	95.71%
Add-ons	198,272	35	0.43%
Supplemental	1,788,620	315	3.86%
Concentration	0	0	0.00%
Supp. & Conc. Combined	1,788,620	315	3.86%
<b>Entitlement</b>	<b>46,325,506</b>	<b>8,161</b>	<b>100%</b>
<b>ERT Payment</b>	<b>0</b>	<b>0</b>	

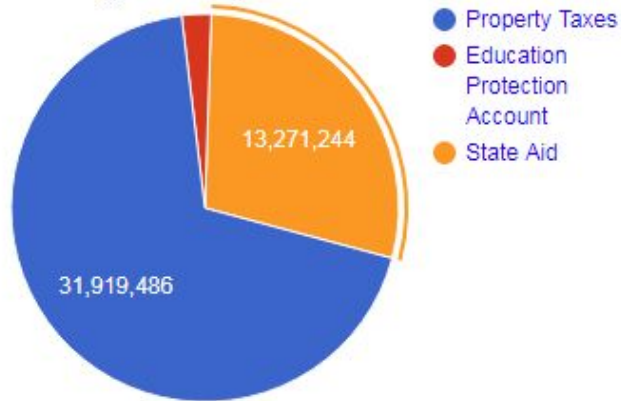
LCFF Target Components

● Base ● Add-ons ● Supplemental



# LCFF-Funding Sources

Funding Sources | 2018-19



2018-19 Funding Sources

Component	Amount	Percentage
Property Taxes	31,919,486	68.90%
Education Protection Account	1,134,776	2.45%
State Aid	13,271,244	28.65%
<b>Total Funding</b>	<b>46,325,506</b>	<b>100%</b>

# LCFF-Funded Revenue

	LCFF Funding Estimates			
	2017-18	2018-19	2019-20	2020-21
PY funding	42,949,730	43,959,418	46,325,506	47,896,005
Target	45,194,977	46,325,506	47,896,005	49,281,364
Funding Gap	2,245,247	2,366,088	1,570,499	1,385,359
LCFF Growth	1,009,688	2,366,088	1,570,499	1,385,359
LCFF Growth Pct	2.35%	5.38%	3.39%	2.89%
ERT*	0	0	0	0
LCFF Funding	43,959,418	46,325,506	47,896,005	49,281,364
Education Protection Account	1,135,246	1,134,776	1,145,696	1,146,480
Local Revenues	31,919,486	31,919,486	31,919,486	31,919,486
Hold Harmless/Min. State Aid	3,584,399	3,584,399	3,584,399	3,584,399
Calculated State Aid	10,904,686	13,271,244	14,830,823	16,215,398
Additional State Aid	0	0	0	0
Additional Local Revenues	0	0	0	0
Est. Total Funding	43,959,418	46,325,506	47,896,005	49,281,364
<b>Change from PY</b>		<b>2,366,088</b>	<b>1,570,499</b>	<b>1,385,359</b>
<b>Percent Change from PY</b>		<b>5.38%</b>	<b>3.39%</b>	<b>2.89%</b>
LCFF ADA	5,676.23	5,676.23	5,728.48	5,732.40
<b>Est. Funding per ADA</b>	<b>7,744</b>	<b>8,165</b>	<b>8,361</b>	<b>8,597</b>

\* Beginning in 2019-20, the ERT payment is rolled into the LCFF Add-ons.

# Unrestricted Revenue FY18-19

	Description	Funding Basis	Amount
1	LCFF	Base plus Add-Ons minus EPA	43,402,110
2	Education Protection Act (EPA)	Prop. 30 transition to Prop.55	1,134,776
3	LCFF Supplemental		1,788,620
<b>A</b>	<b>Subtotal LCFF Revenue</b>		<b>46,325,506</b>
	State Revenues (Unrestricted):		
1	Lottery	Prior Year Annual ADA times 1.04446 (\$146/ADA)	863,234
2	Mandated Cost Reimbursement	\$31.10/ADA Block Grant and One-Time \$295/ADA	1,844,415
3	Standardized Testing Reimbursements	2016-17 number of students assessed CELDT (\$5/student)*	4,350
<b>B</b>	<b>Subtotal State Revenue</b>		<b>2,711,999</b>

\*CELDT=California English Language Development Test

# Unrestricted Revenue FY18-19

	Local Revenues (Unrestricted)	Funding Basis	Amount
1	Interest	Current rate is 0.909%	40,000
2	Facility Use Fees		150,000
3	Parcel Tax (Year 3 of 10 years)	2017-18 Revenue minus 45 new exemptions	1,274,112
<b>C</b>	<b>Subtotal Local Revenue</b>		<b>1,464,112</b>
	Inter-fund Transfers In (Unrestricted)	Funding Basis	Amount
1	From Building Fund	Lease Management	60,000
2	From Building Fund	To cover General Fund Deficit*	7,217,419
3	From Self Insurance Fund (OPEB)	Interest earnings	110,000
4	From Self Insurance Fund (OPEB)	Current year health premiums-Post Employment Benefit (OPEB)	225,026
<b>D</b>	<b>Subtotal Inter-fund Transfer In</b>		<b>7,612,445</b>
	<b>Total Unrestricted Revenue &amp; Transfers-In</b>		<b>58,114,062</b>

\*Amount will change as we develop the Proposed Budget

# Restricted Revenues FY18-19

	LCFF (Restricted)	Funding Basis	Amount
1	Special Ed Property Tax Transfer	AB 602 Formula -SELPA Estimate*	897,157
<b>E</b>	<b>Subtotal LCFF Sources (Restricted)</b>		<b>897,157</b>

\*Special Education Local Plan Area

# Restricted Revenues FY18-19

	Federal Revenues (Restricted)	Funding Basis	Amount
1	Title I	Same as FY 2017-18	123,398
2	Special Education (PL 94-142)	AB 602 Formula -SELPA Estimate	1,037,996
3	Special Ed Preschool Entitlement	Effective 2018-19, consolidated with the above program	
4	Special Ed Preschool Grant	AB 602 Formula -SELPA Estimate	35,825
5	Special Ed Preschool Staff Development	AB602 Formula – SELPA Estimate	243
6	Title II Part A Teacher Quality	Same as FY 2017-18	63,764
7	Title III Immigrant	Same as FY 2017-18	31,130
8	Title III Part A Limited English Program	Same as FY 2017-18	69,714
9	Medi-CAL Billing Option (LEA)	Same as FY 2017-18	22,828
<b>F</b>	<b>Subtotal Federal Revenue</b>		<b>1,384,898</b>

# Restricted Revenues FY 18-19

	State Revenues (Restricted)	Funding Basis	Amount
1	Mental Health Service Grant	SELPA Estimate	224,480
2	Lottery- Instructional Materials	Prior Year Annual ADA times 1.04446 (\$48/ P Annual ADA)	283,803
3	CalSTRS on Behalf Pension Contribution	Same as 2017-18	1,357,931
<b>G</b>	<b>Subtotal State Revenue (Restricted)</b>		<b>1,866,214</b>
	<b>Total Restricted Revenue</b>		<b>4,148,269</b>

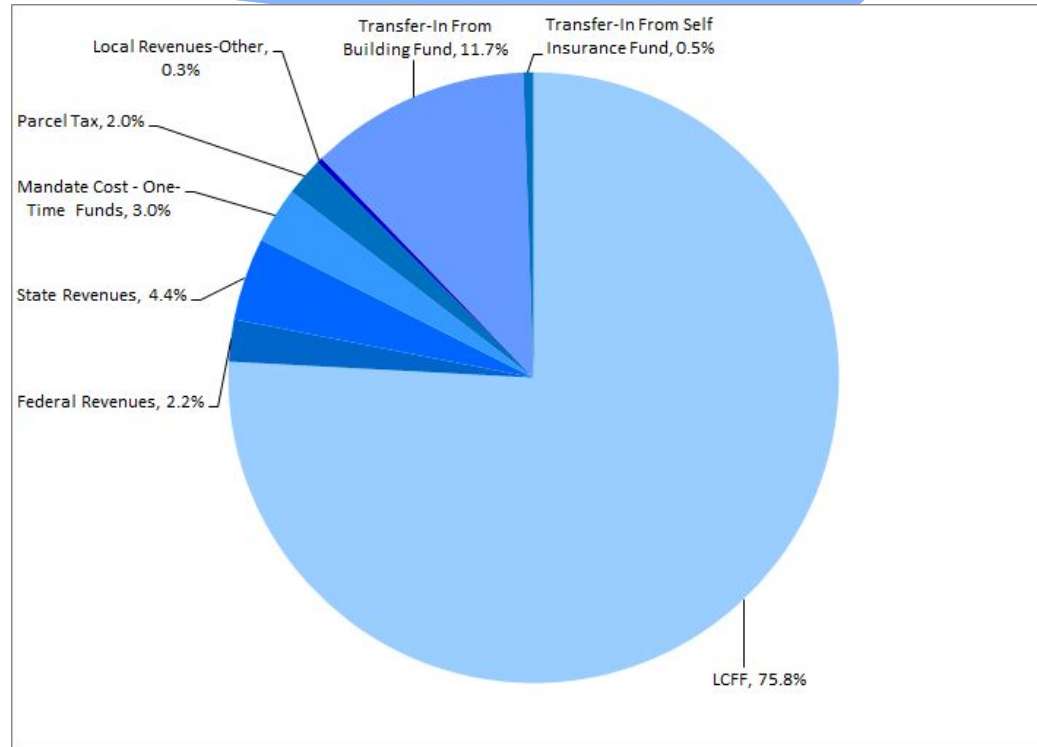


# General Fund Revenue FY 18-19

Description	Unrestricted	Restricted	Total
LCFF/Property Tax Transfer	46,325,506	897,157	47,222,663
Federal Revenue		1,384,898	1,384,898
State Revenue	2,711,999	1,866,214	4,578,213
Local Revenue-Other	1,464,112		1,464,112
Transfers-In from Building Fund*	7,277,419		7,277,419
Transfers-In from Self Insurance Fund (OPEB)	335,026		335,026
<b>Total Revenue &amp; Transfers-In</b>	<b>58,114,062</b>	<b>4,148,269</b>	<b>62,262,331</b>

\*This amount may change as we develop 2018-19 Budget.

# General Fund Revenue (Including Transfers-In) FY 18-19





***General Fund Budget  
Expenditure Assumptions  
Fiscal Year 2018-19***

# Salaries

## Certificated, Salaries

- Step Increases
- Column Increases based on reporting in Feb 2018

## Classified

- Step Increases
- Vacation days adjustment for eligible employees
- Noon Duty Supervisors

## Management Salaries

- Step Increases

# Employee Benefits

## Statutory (Salary related)

- STRS 16.28% (Certificated) increased by 1.85%
- PERS 18.062% (Qualifying positions) increased by 2.531%
- FICA 6.2% (Positions not subject to STRS)
- Medicare 1.45% (All payroll)
- Unemployment .05% (All payroll)
- Workers Compensation 1.4334% (All payroll)

## Health & Welfare

- Per contracts and agreements

# Supplies

## Sites

- Unit Budget on a per enrollment projection (Elementary Schools \$136.70/student and Middle Schools \$147.20/student)
- LCFF Supplemental allocation based on 17-18 Free and Reduced, EL and FY eligible students
- Smart Start material & supplies \$1,000 per school site
- STEAM/STEM supplies \$3,000 per school site
- Additional Supplies for Special Day Classes and Speech Program

## Departments

- Zero based
- Detailed line item

# Services

Utilities will be based on 2017-18 estimated actual costs plus increase of

- 2%-Gas
- Electricity same as 2017-18 (Solar savings-True Up by December 2018)
- 9.76%-Water
- 2%-Sewer

Property and Liability Insurance

- Rates provided by the JPA in May

# Other Outgo

## Transfers Out

- Retiree Benefit Fund
  - Estimated number of qualified employees retiring June 2018
  - Full future cost of district contribution
- Food Service Fund

## Indirect costs

- Charged to qualifying categorical programs 5.69% or program approved rate



# Reserve

Economic Uncertainty Based upon 3% of General Fund:

- Total Expenditures
- Transfers out to other funds

## Next Step

- May Revise Update
- Public Hearing for LCAP & Proposed Budget on June 4, 2018 board meeting
- Approval of LCAP & Adopted Budget on June 11, 2018 board meeting

