

San Dieguito Union High School District

INFORMATION REGARDING BOARD AGENDA ITEM

TO: BOARD OF TRUSTEES

DATE OF REPORT: June 13, 2017

BOARD MEETING DATE: June 22, 2017

PREPARED BY: Delores Perley, Chief Financial Officer

SUBMITTED BY: Eric R. Dill, Superintendent

SUBJECT: ADOPTION OF 2017-18 DISTRICT BUDGET/
GENERAL FUND & SPECIAL FUNDS

EXECUTIVE SUMMARY

The 2017-2018 Annual Budget is presented for adoption. As required, the budget was presented for review and a public hearing was held June 8, 2017. No changes have been made to the budget since that hearing.

As we informed the Board of Trustees, the budget was prepared using assumptions from the Governor's May Revised State Budget proposal. Any impacts from the final state budget act and associated trailer affecting the District budget will be incorporated in the Fall Revision.

General Fund

Revenue

The Board will notice a decrease in revenue from 2016-17 to 2017-18. The primary reasons for this are:

- Estimated increase in Property Tax of 5%, offset by a decrease of state aid funding under the LCFF model due to higher property tax
- Estimated reduction of 12% in Federal funding
- Reduction in CTE Incentive Grant per 3 year grant cycle
- Removal of any one-time revenue, and other prior year carryover amounts
- Gifts & Donations in Local Income are booked as revenue is received

Encroachment

Encroachment into the unrestricted general fund shows an overall increase for the following reasons:

- Increase to ROP due to reduction of CTE Incentive Grant funding

- Increase to Educator Effectiveness, which is used for the Beginning Teacher Support and Assessment (BTSA) program due to loss of one-time (3-year) funding
- Increase to special education contribution due to increased staffing costs, and contracted services including room and board, non-public schools, and non-public agencies. The increases in contracted services are due to incoming students and additional student need. Staff will continue to assess cost saving measures by reviewing and incorporating additional ideas and suggestions from the Fiscal Crisis and Management Assistance Team (FCMAT) study in January 2015
- Other increases due to contributions for step, column, and labor related costs (benefits) to all programs.

Expenditures

Expenditures are down overall, due to retirement savings, the loss of expenses from one-time funding, and the removal of prior year carryover and local revenue amounts. These decreases are partially offset by salary and benefit increases attributed to annual step, column, longevity and CalSTRS/PERS rate amounts:

- Decrease of FTE for classroom reassignment of teachers on special assignment (TOSA) and District Library/Media Coordinator; FTE increase in counselors
- Increases in salaries and benefits for additional staffing of Pacific Trails Middle School for Assistant Principal
- Increases in benefits for proposed CalSTRS employer contribution rate increase, CalPERS rate increase, and estimated health insurance cost increases, partially offset by corresponding benefit savings for salary and FTE decreases
- Books and supplies savings derive from the removal of expenses funded by donations, and prior year carryover amounts until the 16-17 amounts are determined at year end
- Services and operating expenses show an overall increase for Special Education contracted services and pool rental for athletics, previously paid by High School Foundations
- Capital Outlay is reduced by the removal of Prop 39 Clean Energy expenses. Additional expenses will be included in the budget when new projects and related funding is determined
- Restricted programs with carry-over balances will have a commensurate increase in expenditures posted and included in the Fall Revision Budget Report.

Fund Balance Reserves

The Proposed Budget meets and exceeds the 4.5% Board recommended minimum reserve. Detailed information regarding the fund balance was shared at the public hearing on June 8, 2017.

Multi-Year Projection

This summary of the unrestricted portion of the Multi Year Projection (MYP) is included for your review and consideration.

Unrestricted Only	<u>2017-18</u>	<u>2018-19</u>	<u>2019-20</u>
Total Revenue	95,904,328	100,146,461	103,468,192
Total Expenditures	103,310,996	104,283,699	106,334,432
Difference + or (-)	(7,406,668)	(4,137,238)	(2,866,240)
Beginning Balance	16,503,469	9,096,801	4,959,563
Ending Balance	9,096,801	4,959,563	2,093,323
Reserve @ 3%			
General Fund Only	Met	Met	Not Met
Gen Fund & SpecResv	Met	Met	Met

Assumptions include:

2017-18

- District remains LCFF funded
- Property tax growth, continuation of the Education Protection Act (EPA) funding from Prop 30 tax increases
- COLA's and deficits as projected by School Services of California
- Step, column costs and benefits costs increased
- Retirement savings

2018-19 & 2019-20

- District continues as LCFF
- Property tax increases as California Consumer Price Index and Assessed Values increase
- Average Daily Attendance increases for small enrollment growth
- COLA's and deficits as projected by School Services of California
- Site formula budgets to remain static from 2016-17 levels
- Retirement savings
- Increased costs for CalSTRS/PERS rate increases

With the above assumptions, the District projects that it will be able to meet its financial obligations for the next 3 years in the general and special reserve funds.

Staff expects the adjusted beginning balance to improve as the expenditures are finalized for 2016-17 and savings are realized with existing budgets. Cost-containment and efficiency will continue to be a priority in order to maintain adequate reserves.

Special Funds

The proposed budgets for all 2017-18 special funds of the district are presented to the Board for approval. All special funds are unchanged from the tentative budgets presented to the Board on June 8, 2017.

Special funds for the district are as follows:

Cafeteria Fund.....	(13-00)
Deferred Maintenance	(14-00)
Pupil Transportation Equipment Fund	(15-00)
Special Reserve Fund Other than Capital Outlay	(17-42)
Other Building Fund.....	(21-09)
Building Fund-Prop 39 (Prop AA).....	(21-39)
Capital Facilities Funds	(25-18 & 25-19)
County School Facilities Fund	(35-00)
Special Reserve Fund for Capital Outlay Projects.....	(40-00)
Capital Project Fund (for Mello Roos Projects).....	(49-00)
Self-Insurance Funds	(67-16, 67-17 & 67-30)

Supporting Documentation

Documents included for this agenda item include:

- Budget Spreadsheet for “General Fund Revenue & Expenditures – 2017-18 Proposed Budget”
- Multi-Year Projection for General Fund Revenue and Expenditures
- Special Funds – Overview; a brief description of each fund
- Special Funds – Balance Summary; summary spreadsheet for the proposed Special Funds Budget
- 2017-18 Capital/Deferred Maintenance Projects
- Printouts from the Standardized Account Code Structure (SACS) state software for 2016-17 and 2017-18

State requirements dictate certain documents be included as backup to the budget adoption agenda item. Included in this backup is a certification page which includes a summary of Criteria and Standards Review. Each standard is determined to be “Met” or “Not Met” or answered “Yes/No”. Where standards are not met, explanations are provided for the discrepancies. Most of the standards which have not been met are due to revenue & expense variances related to the removal of carryover and one-time revenue sources and with district-wide expenditure reductions. Printouts from the Standardized Account Code Structure (SACS) software are included, as required.

RECOMMENDATION:

It is recommended that the Board adopt the proposed 2017-2018 Annual Budget / General Fund & Special Funds, as shown in the attached supplements.

FUNDING SOURCE:

Not applicable.

Attachments

General Fund Revenue & Expenditures - 2017-2018 Proposed Budget

	2016-2017 Spring Revision			2017-2018 Proposed Budget			Change
	UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
PROJECTED INCOME							
LCFF/Revenue Limit / Property Tax	103,726,243	508,530	104,234,773	107,745,482	552,878	108,298,360	4,063,587
Federal Income	702,479	3,555,762	4,258,241	615,000	3,305,577	3,920,577	(337,664)
Other State Income	5,227,801	10,140,554	15,368,355	2,415,942	8,692,843	11,108,785	(4,259,570)
Local Income	2,259,912	5,465,899	7,725,811	1,449,000	5,373,067	6,822,067	(903,744)
Transfers	765,589	0	765,589	765,589	0	765,589	0
Encroachment	(15,539,474)	15,539,474	0	(17,086,685)	17,086,685	0	0
TOTAL PROJECTED INCOME	97,142,550	35,210,219	132,352,769	95,904,328	35,011,050	130,915,378	(1,437,391)
PROJECTED EXPENDITURES							
Certificated Salaries	57,579,600	11,244,882	68,824,482	57,158,145	11,223,022	68,381,167	(443,315)
Classified Salaries	15,724,461	5,334,357	21,058,818	15,273,025	5,030,776	20,303,801	(755,017)
Benefits	17,785,284	9,616,138	27,401,422	19,111,917	10,316,807	29,428,724	2,027,302
Books & Supplies	3,321,271	3,358,114	6,679,385	2,309,061	1,177,009	3,486,070	(3,193,315)
Services & Operating Expenses	8,421,459	5,660,967	14,082,426	7,997,275	6,414,739	14,412,014	329,588
Capital Outlay	53,272	1,255,821	1,309,093	70,000	0	70,000	(1,239,093)
Other Outgo	1,124,532	1,029,644	2,154,176	1,391,573	848,697	2,240,270	86,094
TOTAL PROJECTED EXPENDITURES	104,009,879	37,499,923	141,509,802	103,310,996	35,011,050	138,322,046	(3,187,756)
Estimated Unspent	0	0	0	0	0	0	0
Expenditures (over/under) Revenue	(6,867,329)	(2,289,704)	(9,157,033)	(7,406,668)	0	(7,406,668)	1,750,365
FUND BALANCE, RESERVES:							
Beginning Balance - July 1	23,370,798	2,289,704	25,660,502	16,503,469	0	16,503,469	(9,157,033)
Adjusted Beginning Balance	23,370,798	2,289,704	25,660,502	16,503,469	0	16,503,469	(9,157,033)
Projected Ending Balance - June 30	16,503,469	0	16,503,469	9,096,801	0	9,096,801	(7,406,668)
COMPONENTS OF THE ENDING BALANCE:							
<i>Nonspendable:</i>							
Revolving Cash Fund 9130	180,000		180,000	180,000		180,000	0
Stores Inventory 9320	1,000		1,000	1,000		1,000	0
<i>Restricted:</i>							
Reserve for categorical programs		0	0		0	0	0
<i>Assigned:</i>							
Basic Aid Reserve			0			0	0
			0			0	0
<i>Unassigned:</i>							
Recommended Min Reserve (4.5%)	6,367,941		6,367,941	6,224,492		6,224,492	(143,449)
Total Components	6,548,941	0	6,548,941	6,405,492	0	6,405,492	(143,449)
RESERVE FOR ECONOMIC UNCERTAINTIES	9,954,528	0	9,954,528	2,691,309	0	2,691,309	(7,263,219)
	7.03%	0.00%	7.03%	1.95%	0.00%	1.95%	-5.09%

LCFF/REVENUE LIMIT SOURCES

Object	Resource		2016-2017 Spring Revision			2017-2018 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
8011		STATE AID	4,470,477	0	4,470,477	3,319,500	0	3,319,500	(1,150,977)
8012		EPA STATE AID CURRENT YEAR	2,493,800	0	2,493,800	2,524,800	0	2,524,800	31,000
8021		HOMEOWNERS' EXEMPTION	713,599	0	713,599	746,893	0	746,893	33,294
8041		SECURED TAXES	93,033,655		93,033,655	98,804,109		98,804,109	5,770,454
8042		UNSECURED TAXES	3,036,721		3,036,721	3,230,308		3,230,308	193,587
8043		PRIOR YEAR TAXES	(35,807)		(35,807)	(39,769)		(39,769)	(3,962)
8044		SUPPLEMENTAL TAXES	0		0	368,453		368,453	368,453
8045		ED REV AUGMENT FUNDS(ERAF)	0		0	(1,209,062)		(1,209,062)	(1,209,062)
8046		SUPPL ED REV AUGMENT FUNDS(SERAF)	0		0	0		0	0
8047		COMMUNITY REDEVELOPMENT FUNDS	13,548		13,548			0	(13,548)
8082		OTHER TAXES	500		500	500		500	0
8089		50% RECAPTURE, OTHER TAXES	(250)		(250)	(250)		(250)	0
8091		SPECIAL ED ADA	0	0	0	0	0	0	0
8092		PERS REDUCTION TRANSFER	0		0	0		0	0
8096		XFER TO CHT SCH INLIEU PROP TX	0		0	0		0	0
8097		SPECIAL ED EXCESS TAX		508,530	508,530		552,878	552,878	44,348
		TOTAL LCFF/REVENUE LIMIT SOURCES	103,726,243	508,530	104,234,773	107,745,482	552,878	108,298,360	4,063,587

FEDERAL INCOME

Object	Resource		2016-2017 Spring Revision			2017-2018 Proposed Budget			Change	
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL		
8290-000	0000-000		OTHER FEDERAL REVENUE	15,922		15,922	10,000		10,000	(5,922)
8290 006	0000 012		DIRECT SUBSIDY ON QSCB	686,557		686,557	605,000		605,000	(81,557)
8290 000	3010 000		NCLB: TITLE I		836,583	836,583		736,193	736,193	(100,390)
8290 002	3010 000		NCLB: TITLE I		20,350	20,350			0	0
8290 000	3185-000		NCLB: TITLE I PROGRAM IMPROVEMENT		0	0			0	0
8181 000	3310 000		IDEA PL 94-142 SPEC. ED.		1,739,096	1,739,096		1,797,935	1,797,935	58,839
8181 002	3310 000		IDEA PL 94-142 SPEC. ED.		0	0			0	0
8181 000	3311 000		SP ED IDEA LOCAL ASST. PRIVATE SCH		158,306	158,306		79,073	79,073	(79,233)
8182 000	3327 000		SP ED: IDEA MENTAL HEALTH		140,885	140,885		140,885	140,885	0
8182 002	3327 000		SP ED: IDEA MENTAL HEALTH		0	0			0	0
8290 000	3410 000		DEPT OF REHAB: WORKABILITY II FDN		196,416	196,416		225,689	225,689	29,273
8290 000	3550 001		PERKINS VATEA SECONDARY 131		130,631	130,631		108,886	108,886	(21,745)
8290 000	3550 002		PERKINS VATEA ADULTS 132		0	0			0	0
8290 000	4035 000		NCLB: TITLE II		175,736	175,736		155,967	155,967	(19,769)
8290 001	4035 000	D	NCLB: TITLE II		0	0			0	0
8290 002	4035 000		NCLB: TITLE II		21,417	21,417			0	(21,417)
8290 000	4036 000		NCLB: TITLE II, PT A, TEACHER QUALITY		0	0			0	0
8290 001	4036 000	D	NCLB: TITLE II, PT A, TEACHER QUALITY		4,468	4,468			0	(4,468)
8290 002	4036 000		NCLB: TITLE II, PT A, TEACHER QUALITY		0	0			0	0
8290 000	4045 000		TITLE II ENHNC EDUCATION/TECH		0	0			0	0
8290 002	4045 000		TITLE II ENHNC		0	0			0	0
8290 000	4201 000		TITLE III IMMIGRANT EDUCATION		24,069	24,069		21,181	21,181	(2,888)
8290 001	4201 000	D	TITLE III IMMIGRANT EDUCATION		0	0			0	0
8290 002	4201 000		TITLE III IMMIGRANT EDUCATION		21,835	21,835			0	(21,835)
8290 000	4203 000		TITLE III LEP STUDENT		45,191	45,191		39,768	39,768	(5,423)
8290 001	4203 000	D	TITLE III LEP STUDENT		14,116	14,116			0	(14,116)
8290 002	4203 000		TITLE III LEP STUDENT		26,663	26,663			0	(26,663)
			TOTAL FEDERAL REVENUE	702,479	3,555,762	4,258,241	615,000	3,305,577	3,920,577	(337,664)

D DEFERRED

LOCAL INCOME

Object	Resource		2016-2017 Spring Revision			2017-2018 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
8625 000	9625-000	COMMUNITY DEVELOPMENT FUNDS		17,231	17,231			0	(17,231)
8631 000	0000-000	SALE OF EQUIPMENT & SUPPLIES	5,000		5,000	2,000		2,000	(3,000)
8650 XXX	0000 634/5	M & O FIELD USE	80,000		80,000			0	(80,000)
8650 000	0100 XXX	LEASES AND RENTALS-SITE USE			0			0	0
8660 XXX	0000 000	INTEREST	310,000		310,000	410,000		410,000	100,000
8675 XXX	0000-723	TRANSPORT.SERVICES PARENT PAY	197,858		197,858	237,000		237,000	39,142
8677 000	9382 000	CA CAREER PATHWAYS		217,513	217,513		213,871	213,871	(3,642)
8677 004	0100 038	INT/AGY PRIVATE CONTRACTOR	85,000		85,000	45,000		45,000	(40,000)
8677 007	9025 XXX	INT/AG. REV. - ROP TIER III			0			0	0
8677 007	6500 004	COASTAL LEARNING ACADEMY			0			0	0
8677 014	0100 051	ADMIN DEV FEES RSF/SB			0			0	0
8689 001	0100 039	OTHER PARKING FINES-TP	1,081		1,081			0	(1,081)
8689 001	0100 052	OTHER PARKING FINES-CCA	168		168			0	(168)
8689 001	0100 054	OTHER PARKING FINES-LCC	1,825		1,825			0	(1,825)
8689 001	0100 055	OTHER PARKING FINES-SDA	1,955		1,955			0	(1,955)
8689 050	0000 300	TRANSP FEES-ATHL-TP	100,000		100,000	100,000		100,000	0
8689 100	0000 300	TRANSP FEES-ATHL-LCC	80,000		80,000	80,000		80,000	0
8689 130	0000 300	TRANSP FEES-ATHL-SDA	60,000		60,000	60,000		60,000	0
8689 140	0000 300	TRANSP FEES-ATHL-CCA	75,000		75,000	73,000		73,000	(2,000)
8699 000	9010 014	WIP PARTNERSHIP GRANT			0			0	0
8699 000	9010 016	SB70 CTE MCC AUTO CLUB GRANT		2,800	2,800			0	(2,800)
8699 XXX	XXXX XXX	OTHER LOCAL INCOME	1,262,025	750	1,262,775	442,000	500	442,500	(820,275)
8710 000	6500 001	SP ED, TUITION		37,000	37,000			0	(37,000)
8782 000	9025 XXX	ROP COUNTY OFFICE		93,837	93,837		126,865	126,865	33,028
8782 XXX	1100 001	ROP LOTTERY TRANSFER			0			0	0
8783 000	XXXX XXX	ALL OTHER TRANSFERS FROM JPA			0			0	0
8792 XXX	6500 XXX	SPECIAL EDUCATION		5,096,768	5,096,768		5,031,831	5,031,831	(64,937)
					0			0	0
		TOTAL LOCAL REVENUE	2,259,912	5,465,899	7,725,811	1,449,000	5,373,067	6,822,067	(903,744)
8919 016	0000 000	I/TRANSF SELF INS FD			0			0	0
8919 021	0000 000	TRANSFER FROM BOND FUNDS FOR SOLAR	765,589		765,589	765,589		765,589	0
		SUBTOTAL TRANSFERS	765,589	0	765,589	765,589	0	765,589	0
8980 000	0000 000	UNRESTRICTED CONTRIBUTIONS	(15,539,474)		(15,539,474)	(17,086,685)		(17,086,685)	(1,547,211)
8980 000	6500 000	CONTRIBUTION TO SPEC. ED. FOR ENCROACHMENT		11,087,871	11,087,871		11,455,067	11,455,067	367,196
8980 000	6512 000	SPED MENTAL HEALTH SERVICES		293,208	293,208		179,779	179,779	(113,429)
8980 000	8150 000	CONTRIBUTION TO ROUTINE REPAIR FOR ENCROACH.		3,972,327	3,972,327		4,126,896	4,126,896	154,569
8980 000	6520 000	SPEC ED PROJ WORKABILITY I LEA		15,384	15,384		22,144	22,144	6,760
8980 000	9025 XXX	CONTRIBUTION TO ROP		134,249	134,249		798,291	798,291	664,042
8980 000	4035 000	CONTRIBUTION TO TITLE II			0		15,040	15,040	15,040
8980 000	6364 000	CONTRIBUTION TO EDUCATOR EFFECTIVENESS			0		466,185	466,185	466,185
8980 000	6387 000	CONTRIBUTION TO CTE INCENTIVE			0		23,283	23,283	23,283
8980 000	3410 000	CONTRIBUTION TO WORKABILITY		36,435	36,435				0
									0
		SUBTOTAL ENCROACHMENT	(15,539,474)	15,539,474	0	(17,086,685)	17,086,685	0	0
		TOTAL TRANSFERS	(14,773,885)	15,539,474	765,589	(16,321,096)	17,086,685	765,589	0
		TOTAL ALL REVENUE	97,142,550	35,210,219	132,352,769	95,904,328	35,011,050	130,915,378	(1,437,391)
									0

CERTIFICATED SALARIES

Object	Resource		2016-2017 Spring Revision			2017-2018 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
1100 000		TEACHERS' SALARIES	47,460,571	9,551,158	57,011,729	47,105,813	9,809,961	56,915,774	(95,955)
1100 033		EL STIPEND	0	0	0			0	0
1200 000		PUPIL SUPPORT: LIBRARIANS GUIDANCE, WELFARE & ATTEND. PHYSICAL & MENTAL HEALTH	4,661,485	21,365	4,682,850	4,467,012	19,441	4,486,453	(196,397)
1300 000		SUPERVISORS, ADMIN: SCHOOL ADMINISTRATORS SUPERINTENDENTS ADMINISTRATORS	4,618,016	1,079,618	5,697,634	4,818,784	875,117	5,693,901	(3,733)
1900 000		OTHER CERTIFICATED	839,528	592,741	1,432,269	766,536	518,503	1,285,039	(147,230)
		TOTAL-OBJECT CODE 1000	57,579,600	11,244,882	68,824,482	57,158,145	11,223,022	68,381,167	(443,315)

CLASSIFIED SALARIES

Object	Resource		2016-2017 Spring Revision			2017-2018 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
2100 000		INSTRUCTIONAL AIDES	1,268,000	2,917,987	4,185,987	1,172,500	2,703,875	3,876,375	(309,612)
2200 000		CLASSIFIED SUPPORT: MAINTENANCE & OPERATIONS INSTR. MEDIA / LIBRARY TRANSPORTATION	6,544,385	1,816,302	8,360,687	6,175,608	1,750,605	7,926,213	(434,474)
2300 000		SUPERVISORS AND ADMINISTRATORS' SALARIES	1,346,565	261,988	1,608,553	1,441,114	262,405	1,703,519	94,966
2400 000		CLERICAL & OFFICE PERSONNEL	5,876,996	336,380	6,213,376	5,897,539	313,891	6,211,430	(1,946)
2900 000		OTHER CLASSIFIED	688,515	1,700	690,215	586,264	0	586,264	(103,951)
		TOTAL-OBJECT CODE 2000	15,724,461	5,334,357	21,058,818	15,273,025	5,030,776	20,303,801	(755,017)

EMPLOYEE BENEFITS

Object	Resource		2016-2017 Spring Revision			2017-2018 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
3100 000		STATE TEACHERS' RETIREMENT SYS	6,557,851	6,103,625	12,661,476	7,563,223	6,958,522	14,521,745	1,860,269
3200 000		PUBLIC EMPLOYEE RETIREMENT SYS	2,040,521	648,487	2,689,008	2,235,440	715,764	2,951,204	262,196
3311/2 000		SOCIAL SECURITY	994,154	334,787	1,328,941	1,011,216	340,881	1,352,097	23,156
3321/2 000		MEDICARE	1,063,334	238,784	1,302,118	1,069,030	248,724	1,317,754	15,636
3400 000		INC PROTCT+CERT DNTAL+LIFE	2,377,171	563,239	2,940,410	2,116,176	632,896	2,749,072	(191,338)
3500 000		UNEMPLOYMENT INSURANCE	36,597	8,229	44,826	36,818	8,529	45,347	521
3600 000		WORKERS' COMPENSATION	1,519,109	339,655	1,858,764	1,469,598	341,519	1,811,117	(47,647)
3700 000		RETIREE BENEFITS (H & W)	492,118	114,805	606,923	481,028	118,282	599,310	(7,613)
3800 000		PERS REDUCTION	0	0	0	0	0	0	0
3900 000		FLEX ACCOUNTS	2,704,429	1,264,527	3,968,956	3,129,388	951,690	4,081,078	112,122
		TOTAL-OBJECT CODE 3000	17,785,284	9,616,138	27,401,422	19,111,917	10,316,807	29,428,724	2,027,302

BOOKS AND SUPPLIES

Object	Resource		2016-2017 Spring Revision			2017-2018 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
4100 000		TEXTBOOKS (7-8 + 9-12)	0	340,000	340,000	0	184,000	184,000	(156,000)
4200 000		BOOKS OTHER THAN TEXTBOOKS	1,563	60,700	62,263	2,450	18,000	20,450	(41,813)
4300 000		MATERIALS & SUPPLIES	2,506,811	2,336,001	4,842,812	1,737,714	745,176	2,482,890	(2,359,922)
		LOTTERY INSTRUCTIONAL MTRLS							
		OTHER SUPPLIES							
		PUPIL TRANSPORTATION SUPPLIES							
		GIFTS & DONATIONS							
4300 999		ESTIMATED UNSPENT	0	0	0	0	0	0	0
4400 000		NON-CAPITALIZED EQUIP (under \$5,000)	812,897	621,413	1,434,310	568,897	229,833	798,730	(635,580)
		TOTAL-OBJECT CODE 4000	3,321,271	3,358,114	6,679,385	2,309,061	1,177,009	3,486,070	(3,193,315)

SERVICES AND OPERATING EXPENSES

Object	Resource		2016-2017 Spring Revision			2017-2018 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
5100 000		SUBAGREEMENT FOR SERVICES	424,000	1,626,139	2,050,139	282,550	1,628,500	1,911,050	(139,089)
5200 000		TRAVEL/CONFERENCES/INSERVICE TRNG	363,499	143,450	506,949	170,525	98,790	269,315	(237,634)
5300 000		DISTRICT DUES & MEMBERSHIP	88,480	150	88,630	71,850	100	71,950	(16,680)
5400 000		INSURANCE	621,156	0	621,156	697,738	0	697,738	76,582
5500 000		UTILITIES	2,629,900	0	2,629,900	2,670,000	0	2,670,000	40,100
5600 000		RENTALS, LEASES & REPAIRS	644,499	417,820	1,062,319	803,719	531,702	1,335,421	273,102
5700 000		INTER-PROGRAM SERVICES	(80,500)	51,000	(29,500)	(112,498)	56,023	(56,475)	(26,975)
5800 000		PROF./CONSULTING & OTHER SERVICES & OPERATING EXPENSES, INSTRUCTIONAL CONSULT. & LECT.	3,351,975	3,410,878	6,762,853	3,080,750	4,094,326	7,175,076	412,223
5900 000		COMMUNICATIONS: VOICE, DATA & POSTAGE	378,450	11,530	389,980	332,641	5,298	337,939	(52,041)
		TOTAL-OBJECT CODE 5000	8,421,459	5,660,967	14,082,426	7,997,275	6,414,739	14,412,014	329,588

CAPITAL OUTLAY

Object	Resource		2016-2017 Spring Revision			2017-2018 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
6100 000		SITES & IMPROVEMENT OF SITE	8,772	145,004	153,776	0	0	0	(153,776)
6200 000		IMPROVEMENT	0	1,105,817	1,105,817	0	0	0	(1,105,817)
6400 000		EQUIPMENT	44,000	0	44,000	25,000	0	25,000	(19,000)
6500 000		EQUIPMENT REPLACEMENT	500	5,000	5,500	45,000	0	45,000	39,500
		TOTAL-OBJECT CODE 6000	53,272	1,255,821	1,309,093	70,000	0	70,000	(1,239,093)

OTHER OUTGO

Object	Resource		2016-2017 Spring Revision			2017-2018 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
7130 000	XXXX XXX	STATE SPECIAL SCHOOLS	0	0	0			0	0
7141 000	65XX XXX	SPED OTH TUIT- DEFIC PMTS-SCH	0	17,593	17,593		18,250	18,250	657
7142 000	6500 000	SPED OTH TUIT-X COST	0	408,941	408,941		394,000	394,000	(14,941)
7142 000	6500 001	OTHER TUITION & SPEC. ED EXCESS COS	0	43,100	43,100		43,100	43,100	0
7142 000	6512 000	SPED MENTAL HEALTH OTH TUIT-X COST	0	197,736	197,736		167,100	167,100	(30,636)
7142-002	6500-005	ADULT TRANSITION SH PROGRAM	0	0	0			0	0
7142 003	6500 001	SP. ED. NCCSE MOU	0	0	0			0	0
7142 004	6512 000	SPED MENTAL HEALTH SERVICES	0	0	0			0	0
7310 001	XXXX XXX	DIRECT SUPPORT/INDIRECT COSTS	(362,274)	362,274	0	(226,247)	226,247	0	0
7350 011	XXXX XXX	ADULT ED INDIRECT - FUND 11-00	0	0	0			0	0
7350 013	XXXX XXX	FOOD SERVICE INDIRECT FD 13-00	(131,014)	0	(131,014)			0	131,014
7438 000	XXXX XXX	SOLAR PROJ DEBT SVC INT	822,231	0	822,231	822,231		822,231	0
7439 000	XXXX XXX	SOLAR PROJ OTH DEBT SVC PRINC.	765,589	0	765,589	765,589		765,589	0
7619 014	0000 800	I/F TRANSF TO DEFERRED MAINTENANCE	0	0	0			0	0
7619 015	0000 724	I/F TRANSF TO TRANSP EQUIPMENT FD	0	0	0			0	0
7619 030	0000 800	INTERFD-TRSF-TO DED. INS.	30,000	0	30,000	30,000		30,000	0
		TOTAL-OBJECT CODE 7000	1,124,532	1,029,644	2,154,176	1,391,573	848,697	2,240,270	86,094
		TOTAL-ALL EXPENDITURES	104,009,879	37,499,923	141,509,802	103,310,996	35,011,050	138,322,046	
		GRAND TOTAL-ALL EXPENDITURES	104,009,879	37,499,923	141,509,802	103,310,996	35,011,050	138,322,046	

General Fund Revenue & Expenditures - 2017-2018 Proposed Budget
 Business Services Division
 Finance Department
Summary of Changes

Income:

	<u>Spring Revision</u>	<u>Proposed Budget</u>	<u>Summary of Changes</u>
LCFF/Revenue Limit	104,234,773	108,298,360	4,063,587 * \$5.2M Property Taxes * <\$1.1M> LCFF State Aid
Federal	4,258,241	3,920,577	(337,664) * \$29K Department of Rehab * <\$20K> IDEA Special Ed * <\$82K> Federal Subsidy for Solar (QSCB) * <\$94K> Prior Year Federal Revenue * <\$128K> Estimated Federal Reductions (Title I, Title II, Title III)
Other State	15,368,355	11,108,785	(4,259,570) * \$593K STRS On-Behalf Pension Contribution (required entry to revenue and STRS expense) * \$110K Unrestricted Lottery Revenue * \$62K Restricted Lottery Revenue * <\$93K> Prior Year State Revenue * <\$118K> One Time College Readiness Grant * <\$301K> Tobacco Use and Prevention Education Funds (3 year grant) * <\$480K> CTE Incentive Grant Program * <\$1.2M> Prop 39 Clean Energy Funds * <\$2.9M> One time Manadated Cost Funds
Local	7,725,811	6,822,067	(903,744) * <\$65K> Special Education Revenue * <\$827K> Donations, College Testing, etc.
Transfers	765,589	765,589	-
Encroachment	(15,539,474)	(17,086,685)	(1,547,211) * \$664K Increase ROP Contribution due to loss of CTE Funding * \$466K Increase Educator Effectiveness Contribution due to loss of one time revenue * \$367K Increase Special Education Contribution * \$155K Increase Routine Restricted Maintenance Contribution (3% contribution required) * <\$113K> Decrease Special Education Mental Health Contribution
Total	132,352,769	130,915,378	(1,437,391)

General Fund Revenue & Expenditures - 2017-2018 Proposed Budget
 Business Services Division
 Finance Department
Summary of Changes

Expenditures:

	<u>Spring Revision</u>	<u>Proposed Budget</u>	<u>Summary of Changes</u>
Certificated Salaries	68,824,482	68,381,167	(443,315) * \$950K Step and Column Increases * <\$1.3M> Net Certificated Retirement Savings * 1.0 FTE Counselor Increase * <4.7> FTE Teacher Decrease (Teacher on Special Assignment reassignments) * <1.0> FTE District Library/Media Coordinator Decrease * <3.0> Certificated Management Decrease: Vacant Mental Health Providers (Unable to fill, continue to contract for these positions)
Classified Salaries	21,058,818	20,303,801	(755,017) * \$126K Step and Column Increases * <\$384K> Net Classified Retirement Savings * <\$135K> Donation funded extra-time (budgeted as it is received) * <\$200K> Decrease in extra-time * <1.2> FTE Decrease
Benefits	27,401,422	29,428,724	2,027,302 * \$1.7M STRS/PERS Rate Increase * \$593K STRS On-Behalf Pension Contribution (required entry to State revenue and expense) * <\$130K> Workers Compensation Rate Decrease * Corresponding Labor Related Costs for changes in Salary Costs
Books & Supplies	6,679,385	3,486,070	(3,193,315) * <\$2.2M> Prior Year Carryover Removed (16-17 Carryover added back to budget in the fall of 2017) * <\$827K> Donations, College Testing, etc. (budgeted as revenue is received)
Services & Operating Expenses	14,082,426	14,412,014	329,588 * \$400K Special Education NPS/NPA Expense * \$100K Pool Rentals for Athletics * <\$100K> Travel Expenses
Capital Outlay	1,309,093	70,000	(1,239,093) * <\$1.2M> Prop 39 Clean Energy Projects
Other Outgo	2,154,176	2,240,270	86,094 * 86K Indirect Cost Reduction
Total	141,509,802	138,322,046	(3,187,756)

Special Funds - Balance Summary

2016-17 Estimated / 2017-18 Proposed

	Cafeteria Fund 13-00 16-17 Est.	Cafeteria Fund 13-00 17-18 Prop.	Defer. Maint. Fund 14-00 16-17 Est.	Defer. Maint. Fund 14-00 17-18 Prop.	Bus Replacement Fund 15-00 16-17 Est.	Bus Replacement Fund 15-00 17-18 Prop.
INCOME	2,673,500	2,700,400	20	20	1,000	1,000
EXPENDITURES	2,790,946	2,697,711	-		100,000	-
Expenditures (over)/under Revenue	(117,446)	2,689	20	20	(99,000)	1,000
FUND BALANCE, RESERVES: Beginning Balance - July 1	171,971	54,525	3,179	3,199	121,586	22,586
Ending Balance - June 30 Reserve for economic uncertainties	54,525	57,214	3,199	3,219	22,586	23,586

	Sp. Res. w/o Cap. Out. Fund 17-42 16-17 Est.	Sp. Res. w/o Cap. Out. Fund 17-42 17-18 Prop.	Building Fund 21-09 16-17 Est.	Building Fund 21-09 17-18 Prop.	Prop AA Fund 21-39 16-17 Est.	Prop AA Fund 21-39 17-18 Prop.
INCOME	15,000	15,000	750	750	64,765,199	739,990
EXPENDITURES	-	-	-	27,738	65,636,741	85,469,176
Expenditures (over)/under Revenue	15,000	15,000	750	(26,988)	(871,542)	(84,729,186)
FUND BALANCE, RESERVES: Beginning Balance - July 1	2,479,572	2,494,572	43,538	44,288	94,511,342	93,639,800
Ending Balance - June 30 Reserve for economic uncertainties	2,494,572	2,509,572	44,288	17,300	93,639,800	8,910,614

Special Funds - Balance Summary

2016-17 Estimated / 2017-18 Proposed

	Cap. Fac. Fund 25-18 16-17 Est.	Cap. Fac. Fund 25-18 17-18 Prop.	Cap. Fac. Fund 25-19 16-17 Est.	Cap. Fac. Fund 25-19 17-18 Prop.
INCOME	379,769	522,200	506,000	305,000
EXPENDITURES	591,935	587,597	734,375	166,475
Expenditures (over)/under Revenue	(212,166)	(65,397)	(228,375)	138,525
FUND BALANCE, RESERVES: Beginning Balance - July 1	918,560	706,394	1,461,535	1,233,160
Ending Balance - June 30 Reserve for economic uncertainties	706,394	640,997	1,233,160	1,371,685

	School Facilities Fund Fund 35-00 16-17 Est.	School Facilities Fund Fund 35-00 17-18 Prop.	Spec Res Cap Proj Fund 40-00 16-17 Est.	Spec Res Cap Proj Fund 40-00 17-18 Prop.	Self Ins. Fund 67-16 16-17 Est.	Self Ins. Fund 67-16 17-18 Prop.
INCOME	2,000	2,000	150	150	178,000	178,000
EXPENDITURES	-	-	-	-	-	-
Expenditures (over)/under Revenue	2,000	2,000	150	150	178,000	178,000
FUND BALANCE, RESERVES: Beginning Balance - July 1	18,933	20,933	27,147	27,297	534,686	712,686
Ending Balance - June 30 Reserve for economic uncertainties	20,933	22,933	27,297	27,447	712,686	890,686

Special Funds - Balance Summary

2016-17 Estimated / 2017-18 Proposed

	OPEB Fund 67-17 16-17 Est.	OPEB Fund 67-17 17-18 Prop.	Deduct. Ins. Loss Fund 67-30 16-17 Est.	Deduct. Ins. Loss Fund 67-30 17-18 Prop.
INCOME	602,000	677,000	30,150	30,150
EXPENDITURES	500,017	675,000	30,000	30,000
Expenditures (over)/under Revenue	101,983	2,000	150	150
FUND BALANCE, RESERVES: Beginning Balance - July 1	(9,951,929)	(9,849,946)	22,179	22,329
Ending Balance - June 30 Reserve for economic uncertainties	(9,849,946)	(9,847,946)	22,329	22,479