

San Dieguito Union High School District

INFORMATION REGARDING BOARD AGENDA ITEM

TO: BOARD OF TRUSTEES

DATE OF REPORT: June 12, 2019

BOARD MEETING DATE: June 20, 2019

PREPARED BY: Dawn Campbell, Director of Fiscal Services
Tina Douglas, Associate Superintendent,
Business Services

SUBMITTED BY: Robert A. Haley, Ed.D., Superintendent

SUBJECT: ADOPTION OF 2019-20 DISTRICT PROPOSED
BUDGET / GENERAL FUND & SPECIAL FUNDS

EXECUTIVE SUMMARY

The 2019-2020 Annual Budget is presented for adoption. As required, the budget was presented for review and a public hearing was held June 6, 2019. 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 bills affecting the District budget will be incorporated in the Fall Revision.

- Estimated increase of state aid funding under the LCFF model due to a 3.26% COLA and increase in Property Taxes of 5%
- Removal of any one-time revenue, and other prior year carryover amounts
- Estimated enrollment of 13,205
- Estimated ADA of 12,630

With the above assumptions, the District projects that it will be able to meet its financial obligations for the next 3 years.

Staff expects the adjusted beginning balance to improve as the expenditures are finalized for 2018-19 and savings are realized with existing budgets. Cost-containment and efficiency will continue to be a priority in order to maintain adequate reserves.

The proposed budgets for all 2019-20 special funds of the district are presented to the Board for adoption as well.

The Proposed Budget meets and exceeds the 4.5% Board targeted reserve. Detailed information regarding the fund balance was shared at the public hearing on June 6, 2019.

RECOMMENDATION:

It is recommended that the Board adopt the proposed 2019-2020 Annual Budget / General Fund & Special Funds, as shown in the attached supplements.

FUNDING SOURCE:

Not applicable.

General Fund Revenue & Expenditures - 2019-2020 Proposed Budget

	2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
	UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
PROJECTED INCOME							
LCFF/Revenue Limit / Property Tax	115,450,949	633,189	116,084,138	119,864,608	661,735	120,526,343	4,442,205
Federal Income	685,000	3,413,609	4,098,609	675,000	3,154,292	3,829,292	(269,317)
Other State Income	4,553,060	10,041,367	14,594,427	2,567,974	8,657,888	11,225,862	(3,368,565)
Local Income	1,622,053	5,544,657	7,166,710	2,355,878	5,499,289	7,855,167	688,457
Transfers	765,589	0	765,589	765,589	0	765,589	0
Encroachment	(18,318,758)	18,318,758	0	(19,364,450)	19,364,450	0	0
TOTAL PROJECTED INCOME	104,757,893	37,951,580	142,709,473	106,864,599	37,337,654	144,202,253	1,492,780
PROJECTED EXPENDITURES							
Certificated Salaries	58,884,193	11,693,130	70,577,323	59,893,868	11,472,500	71,366,368	789,045
Classified Salaries	15,137,497	5,192,290	20,329,787	15,666,211	5,202,389	20,868,600	538,813
Benefits	22,122,801	10,844,147	32,966,948	23,010,051	11,955,678	34,965,729	1,998,781
Books & Supplies	3,322,777	4,014,914	7,337,691	2,302,542	1,130,209	3,432,751	(3,904,940)
Services & Operating Expenses	8,668,793	6,482,532	15,151,325	8,150,959	6,311,166	14,462,125	(689,200)
Capital Outlay	91,948	355,359	447,307	52,000	5,000	57,000	(390,307)
Other Outgo	1,661,105	887,721	2,548,826	1,773,244	711,322	2,484,566	(64,260)
TOTAL PROJECTED EXPENDITURES	109,889,114	39,470,093	149,359,207	110,848,875	36,788,264	147,637,139	(1,722,068)
Estimated Unspent	0	0	0	0	0	0	0
Expenditures (over/under) Revenue	(5,131,221)	(1,518,513)	(6,649,734)	(3,984,276)	549,390	(3,434,886)	3,214,848
FUND BALANCE, RESERVES:							
Beginning Balance - July 1	17,115,203	2,518,514	19,633,717	11,983,982	1,000,001	12,983,983	(6,649,734)
Adjusted Beginning Balance	17,115,203	2,518,514	19,633,717	11,983,982	1,000,001	12,983,983	(6,649,734)
Projected Ending Balance - June 30	11,983,982	1,000,001	12,983,983	7,999,706	1,549,391	9,549,097	(3,434,886)
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 restricted programs		1,000,001	1,000,001		1,549,391	1,549,391	549,390
<i>Assigned:</i>							
Basic Aid Reserve			0			0	0
			0			0	0
<i>Unassigned:</i>							
Economic Uncertainties @ 3%	4,480,776		4,480,776	4,429,114		4,429,114	(51,662)
Balance After Components	7,322,206	1,000,001	8,322,207	3,389,592	1,549,391	4,938,983	(3,383,224)
Remaining for Board 4.5% reserve	7,322,206	0	7,322,206	3,389,592	0	3,389,592	(3,932,614)
	4.90%	0.00%	4.90%	2.30%	0.00%	2.30%	-2.61%
SPECIAL RESERVE FUND							
Combined Reserve	2,565,104	0	2,565,104	2,595,104	0	2,595,104	
	9.74%	0.00%	9.74%	7.18%	0.00%	7.18%	

LCFF/REVENUE LIMIT SOURCES

Object	Resource		2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
8011		STATE AID	4,051,134	0	4,051,134	1,689,549	0	1,689,549	(2,361,585)
8012		EPA STATE AID CURRENT YEAR	2,518,200	0	2,518,200	2,527,200	0	2,527,200	9,000
8021		HOMEOWNERS' EXEMPTION	701,524	0	701,524	736,212	0	736,212	34,688
8041		SECURED TAXES	104,213,825		104,213,825	111,160,489		111,160,489	6,946,664
8042		UNSECURED TAXES	3,312,506		3,312,506	3,500,156		3,500,156	187,650
8043		PRIOR YEAR TAXES	(13,769)		(13,769)	(24,789)		(24,789)	(11,020)
8044		SUPPLEMENTAL TAXES	1,473,016		1,473,016	1,474,249		1,474,249	1,233
8045		ED REV AUGMENT FUNDS(ERAF)	(574,708)		(574,708)	(416,015)		(416,015)	158,693
8046		SUPPL ED REV AUGMENT FUNDS(SERAF)	0		0	0		0	0
8047		COMMUNITY REDEVELOPMENT FUNDS	71,437		71,437	46,172		46,172	(25,265)
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	(302,466)		(302,466)	(828,865)		(828,865)	(526,399)
8097		SPECIAL ED EXCESS TAX		633,189	633,189		661,735	661,735	28,546
		TOTAL LCFF/REVENUE LIMIT SOURCES	115,450,949	633,189	116,084,138	119,864,608	661,735	120,526,343	4,442,205

FEDERAL INCOME

Object	Resource		2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
8290 XXX	0000-000		10,000		10,000			0	(10,000)
8290 006	0000 012		675,000		675,000	675,000		675,000	0
8290 000	3010 000			655,553	655,553		667,292	667,292	11,739
8290 001	3010 000	D		1,305	1,305			0	(1,305)
8290 002	3010 000			127,477	127,477			0	(127,477)
8181 000	3310 000			1,660,225	1,660,225		1,582,979	1,582,979	(77,246)
8181 002	3310 000				0			0	0
8181 000	3311 000			92,235	92,235		115,919	115,919	23,684
8182 000	3327 000			145,031	145,031		145,031	145,031	0
8182 002	3327 000				0			0	0
8290 000	3410 000			225,689	225,689		225,689	225,689	0
8290 000	3550 001			107,634	107,634		118,212	118,212	10,578
8290 000	3550 002				0			0	0
8290 000	4035 000			185,988	185,988		185,988	185,988	0
8290 001	4035 000	D		8,245	8,245			0	(8,245)
8290 002	4035 000			11,022	11,022			0	(11,022)
8290 000	4036 000				0			0	0
8290 001	4036 000	D			0			0	0
8290 002	4036 000				0			0	0
8290 000	4045 000				0			0	0
8290 002	4127 000			47,706	47,706			0	(47,706)
8290 000	4201 000			32,784	32,784		24,588	24,588	(8,196)
8290 001	4201 000	D		16,536	16,536			0	(16,536)
8290 002	4201 000			7,585	7,585			0	(7,585)
8290 000	4203 000			51,407	51,407		51,407	51,407	0
8290 001	4203 000	D			0			0	0
8290 002	4203 000			37,187	37,187		37,187	37,187	0
			685,000	3,413,609	4,098,609	675,000	3,154,292	3,829,292	(269,317)

D DEFERRED

OTHER STATE INCOME

Object	Resource			2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
				UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
8590 000	0000 000		OTHER STATE REVENUE			0			0	0
8590 002	0000 000		OTHER STATE REVENUE			0			0	0
8590 006	0000 012		CA SOLAR INITIATIVE REBATE			0			0	0
8590 000	0000 024		AP FEE REIMB PROG			0			0	0
8550 000	0000-000		MANDATED COST REIMBURSEMENT	2,709,080		2,709,080	660,844		660,844	(2,048,236)
8590 000	09XX 000		CATEGORICAL FLEXIBILITY			0			0	0
8560 000	1100 000		LOTTERY	1,843,980		1,843,980	1,907,130		1,907,130	63,150
8560-002	1100 000		LOTTERY			0			0	0
8590 000	6230 000		PROP 39 CA CLEAN ENERGY JOBS			0			0	0
8560 000	6264 000		EDUCATOR EFFECTIVENESS			0			0	0
8560 000	6300 000		LOTTERY INSTRUCTIONAL MATERIALS		606,240	606,240		669,390	669,390	63,150
8560 002	6300 000		LOTTERY INSTRUCTIONAL MATERIALS			0			0	0
8590 000	6387 000		CTE INCENTIVE GRANT PROGRAM		764,993	764,993		626,316	626,316	(138,677)
8590 001	6387 000	D	CTE INCENTIVE GRANT PROGRAM		1,271,370	1,271,370			0	(1,271,370)
8590 002	6387 000		CTE INCENTIVE GRANT PROGRAM			0			0	0
8590 000	6500 000		SPECIAL ED CAHSEE			0			0	0
8590 000	6500 000		SPECIAL EDUCATION			0			0	0
8590 000	6500 009		MENTAL HEALTH SERVICES			0			0	0
8590 000	6512 000		SPED MENTAL HEALTH SERVICES		759,490	759,490		786,633	786,633	27,143
8590 002	6512 000		SPED MENTAL HEALTH SERVICES		(9,499)	(9,499)			0	9,499
8590 000	6520 000		SPED PROJ WORKABILITY		307,059	307,059		305,925	305,925	(1,134)
8590 000	6530 000		SPED LOW INCIDENCE			0			0	0
8590 000	6535 000		SPED PERSONNEL STAFF DEV			0			0	0
8590 000	6690 016		TUPE GRADES 6-12 TIER 2		72,148	72,148			0	(72,148)
8590 001	6690 016	D	TUPE GRADES 6-12 TIER 2		222,437	222,437			0	(222,437)
8590 000	6695 000		TUPE PROP 56		72,148	72,148			0	(72,148)
8590 000	7311 000		CLASSIFIED PROF DEVELPMNT BLOCK GRNT		63,048	63,048			0	(63,048)
8590 000	7338 000		COLLEGE READINESS BLOCK GRANT			0			0	0
8590 000	7510 000		LOWEST PERFORMING STUDENT BLOCK GRN		466,342	466,342			0	(466,342)
8590 000	7690 000		STRS ON-BEHALF PENSION CONTRIBUTION		5,415,591	5,415,591		6,254,624	6,254,624	839,033
8590 000	7810 004		TRANSITION PRTNRSHP PROJ - WIT		30,000	30,000		15,000	15,000	(15,000)
			TOTAL OTHER STATE REVENUE	4,553,060	10,041,367	14,594,427	2,567,974	8,657,888	11,225,862	(3,368,565)

D DEFERRED

LOCAL INCOME

Object	Resource		2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
8625 000	9625-000	COMMUNITY DEVELOPMENT FUNDS			0			0	0
8631 000	0000-000	SALE OF EQUIPMENT & SUPPLIES	2,000		2,000	2,000		2,000	0
8650 XXX	0000 634/5	M & O FIELD USE			0			0	0
8650 000	0100 XXX	LEASES AND RENTALS-SITE USE			0			0	0
8660 XXX	0000 000	INTEREST	550,000		550,000	600,000		600,000	50,000
8675 XXX	0000-723	TRANSPORT SERVICES PARENT PAY	204,500		204,500	233,975		233,975	29,475
8677 000	6387 000	CTE INCENTIVE GRANT PROGRAM			0			0	0
8677 004	0100 038	INT/AGY PRIVATE CONTRACTOR	50,000		50,000	100,000		100,000	50,000
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			0	5,020		5,020	5,020
8689 001	0100 052	OTHER PARKING FINES-CCA			0	250		250	250
8689 001	0100 054	OTHER PARKING FINES-LCC			0	2,000		2,000	2,000
8689 001	0100 055	OTHER PARKING FINES-SDA			0	1,000		1,000	1,000
8689 050	0000 300	TRANSP FEES-ATHL-TP			0			0	0
8689 100	0000 300	TRANSP FEES-ATHL-LCC			0			0	0
8689 130	0000 300	TRANSP FEES-ATHL-SDA			0			0	0
8689 140	0000 300	TRANSP FEES-ATHL-CCA			0			0	0
8699 000	0000 300	ATHLETICS	500,000		500,000	500,000		500,000	0
8699 000	0000 799	MELLO ROOS REIMBURSED SALARIES			0	705,633		705,633	705,633
8699 000	9010 017	SUMS INITIATIVE GRANT		25,000	25,000			0	(25,000)
8699 XXX	XXXX XXX	OTHER LOCAL INCOME	315,553	1,480	317,033	206,000	500	206,500	(110,533)
8710 000	6500 001	SP ED, TUITION			0			0	0
8782 000	9025 XXX	ROP COUNTY OFFICE		131,067	131,067		127,028	127,028	(4,039)
8783 000	XXXX XXX	ALL OTHER TRANSFERS FROM JPA			0			0	0
8792 XXX	6500 XXX	SPECIAL EDUCATION		5,387,110	5,387,110		5,371,761	5,371,761	(15,349)
					0			0	0
		TOTAL LOCAL REVENUE	1,622,053	5,544,657	7,166,710	2,355,878	5,499,289	7,855,167	688,457
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	(18,318,758)		(18,318,758)	(19,364,450)		(19,364,450)	(1,045,692)
8980 000	6500 000	CONTRIBUTION TO SPEC. ED. FOR ENCROACHMENT		11,604,821	11,604,821		12,236,266	12,236,266	631,445
8980 000	6512 000	SPED MENTAL HEALTH SERVICES		505,309	505,309		443,839	443,839	(61,470)
8980 000	8150 000	CONTRIBUTION TO ROUTINE REPAIR FOR ENCROACH.		4,455,601	4,455,601		4,566,764	4,566,764	111,163
8980 000	6520 000	SPEC ED PROJ WORKABILITY I LEA		37,717	37,717			0	(37,717)
8980 000	9025 XXX	CONTRIBUTION TO ROP		1,623,340	1,623,340		2,059,635	2,059,635	436,295
8980 000	3410 000	CONTRIBUTION TO PROJECT WORKABILITY		13,356	13,356			0	(13,356)
8980 000	6230 000	CONTRIBUTION TO CLEAN ENERGY JOBS ACT		45,921	45,921			0	(45,921)
8980 000	9382 000	CONTRIBUTION TO CAREER PATHWAYS TRUST		32,693	32,693		57,946	57,946	25,253
		SUBTOTAL ENCROACHMENT	(18,318,758)	18,318,758	0	(19,364,450)	19,364,450	0	0
		TOTAL TRANSFERS	(17,553,169)	18,318,758	765,589	(18,598,861)	19,364,450	765,589	0
		TOTAL ALL REVENUE	104,757,893	37,951,580	142,709,473	106,864,599	37,337,654	144,202,253	1,492,780
									0

CERTIFICATED SALARIES

Object	Resource		2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
1100 000		TEACHERS' SALARIES	47,812,668	10,340,965	58,153,633	48,341,378	10,205,740	58,547,118	393,485
1200 000		PUPIL SUPPORT: LIBRARIANS GUIDANCE, WELFARE & ATTEND. PHYSICAL & MENTAL HEALTH	4,786,418	24,615	4,811,033	4,939,598	24,905	4,964,503	153,470
1300 000		SUPERVISORS, ADMIN: SCHOOL ADMINISTRATORS SUPERINTENDENTS ADMINISTRATORS	5,063,182	987,399	6,050,581	5,181,052	1,027,965	6,209,017	158,436
1900 000		OTHER CERTIFICATED	1,221,925	340,151	1,562,076	1,431,840	213,890	1,645,730	83,654
		TOTAL-OBJECT CODE 1000	58,884,193	11,693,130	70,577,323	59,893,868	11,472,500	71,366,368	789,045

CLASSIFIED SALARIES

Object	Resource		2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
2100 000		INSTRUCTIONAL AIDES	1,229,471	2,873,467	4,102,938	1,206,018	2,900,631	4,106,649	3,711
2200 000		CLASSIFIED SUPPORT: MAINTENANCE & OPERATIONS INSTR. MEDIA / LIBRARY TRANSPORTATION	6,154,372	1,762,889	7,917,261	6,179,303	1,773,380	7,952,683	35,422
2300 000		SUPERVISORS AND ADMINISTRATORS' SALARIES	1,226,997	238,872	1,465,869	1,584,359	242,133	1,826,492	360,623
2400 000		CLERICAL & OFFICE PERSONNEL	5,879,785	317,062	6,196,847	6,055,514	286,245	6,341,759	144,912
2900 000		OTHER CLASSIFIED	646,872	0	646,872	641,017	0	641,017	(5,855)
		TOTAL-OBJECT CODE 2000	15,137,497	5,192,290	20,329,787	15,666,211	5,202,389	20,868,600	538,813

EMPLOYEE BENEFITS

Object	Resource		2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
3100 000		STATE TEACHERS' RETIREMENT SYS	9,609,940	7,250,223	16,860,163	9,869,385	8,190,475	18,059,860	1,199,697
3200 000		PUBLIC EMPLOYEE RETIREMENT SYS	2,745,475	954,662	3,700,137	3,216,569	1,037,611	4,254,180	554,043
3310 000		SOCIAL SECURITY	994,544	355,811	1,350,355	997,482	333,530	1,331,012	(19,343)
3320 000		MEDICARE	1,090,540	246,718	1,337,258	1,093,132	241,792	1,334,924	(2,334)
3400 000		INC PROTCT+CERT DNTAL+LIFE	2,755,173	819,953	3,575,126	2,674,306	825,087	3,499,393	(75,733)
3500 000		UNEMPLOYMENT INSURANCE	37,796	8,561	46,357	37,739	8,344	46,083	(274)
3600 000		WORKERS' COMPENSATION	1,496,108	338,596	1,834,704	1,440,547	318,544	1,759,091	(75,613)
3700 000		RETIREE BENEFITS (H & W)	519,451	128,596	648,047	610,983	155,991	766,974	118,927
3900 000		FLEX ACCOUNTS	2,873,774	741,027	3,614,801	3,069,908	844,304	3,914,212	299,411
		TOTAL-OBJECT CODE 3000	22,122,801	10,844,147	32,966,948	23,010,051	11,955,678	34,965,729	1,998,781

BOOKS AND SUPPLIES

Object	Resource		2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
4100 000		TEXTBOOKS (7-8 + 9-12)	0	391,240	391,240	0	1,000	1,000	(390,240)
4200 000		BOOKS OTHER THAN TEXTBOOKS	4,650	165,702	170,352	3,880	5,000	8,880	(161,472)
4300 000		MATERIALS & SUPPLIES LOTTERY INSTRUCTIONAL MTRLS OTHER SUPPLIES PUPIL TRANSPORTATION SUPPLIES GIFTS & DONATIONS	2,544,549	2,924,339	5,468,888	1,671,021	872,504	2,543,525	(2,925,363)
4300 999		ESTIMATED UNSPENT	0	0	0	0	0	0	0
4400 000		NON-CAPITALIZED EQUIP (under \$5,000)	773,578	533,633	1,307,211	627,641	251,705	879,346	(427,865)
		TOTAL-OBJECT CODE 4000	3,322,777	4,014,914	7,337,691	2,302,542	1,130,209	3,432,751	(3,904,940)

SERVICES AND OPERATING EXPENSES

Object	Resource		2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
5100 000		SUBAGREEMENT FOR SERVICES	210,260	2,037,336	2,247,596	425,500	1,910,408	2,335,908	88,312
5200 000		TRAVEL/CONFERENCES/INSERVICE TRNG	226,442	201,173	427,615	227,620	95,183	322,803	(104,812)
5300 000		DISTRICT DUES & MEMBERSHIP	86,000	200	86,200	103,100	100	103,200	17,000
5400 000		INSURANCE	763,890	0	763,890	946,563	0	946,563	182,673
5500 000		UTILITIES	2,744,200	0	2,744,200	2,718,100	0	2,718,100	(26,100)
5600 000		RENTALS, LEASES & REPAIRS	763,948	591,357	1,355,305	727,907	623,770	1,351,677	(3,628)
5700 000		INTER-PROGRAM SERVICES	(84,049)	59,049	(25,000)	(117,127)	76,275	(40,852)	(15,852)
5800 000		PROF./CONSULTING & OTHER SERVICES & OPERATING EXPENSES, INSTRUCTIONAL CONSULT. & LECT.	3,720,827	3,592,437	7,313,264	3,049,751	3,604,050	6,653,801	(659,463)
5900 000		COMMUNICATIONS: VOICE, DATA & POSTAGE	237,275	980	238,255	69,545	1,380	70,925	(167,330)
		TOTAL-OBJECT CODE 5000	8,668,793	6,482,532	15,151,325	8,150,959	6,311,166	14,462,125	(689,200)

CAPITAL OUTLAY

Object	Resource		2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
6100 000		SITES & IMPROVEMENT OF SITE	0	0	0	0	0	0	0
6200 000		IMPROVEMENT	20,000	340,359	360,359		0	0	(360,359)
6400 000		EQUIPMENT	40,000	0	40,000	5,000	5,000	10,000	(30,000)
6500 000		EQUIPMENT REPLACEMENT	31,948	15,000	46,948	47,000	0	47,000	52
		TOTAL-OBJECT CODE 6000	91,948	355,359	447,307	52,000	5,000	57,000	(390,307)

OTHER OUTGO

Object	Resource		2018-2019 2nd Interim			2019-2020 Proposed Budget			Change
			UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL	
7130 000	XXXX XXX	STATE SPECIAL SCHOOLS	10,000	0	10,000	10,000	0	10,000	0
7141 000	65XX XXX	SPED OTH TUIT- DEFIC PMTS-SCH	0	18,250	18,250	0	61,835	61,835	43,585
7142 000	6500 000	SPED OTH TUIT-X COST	0	394,000	394,000	0	286,975	286,975	(107,025)
7142 000	6500 001	OTHER TUITION & SPEC. ED EXCESS COS	0	33,100	33,100	0	33,500	33,500	400
7142 000	6512 000	SPED MENTAL HEALTH OTH TUIT-X COST	0	147,000	147,000	0	108,035	108,035	(38,965)
7142-002	6500-005	ADULT TRANSITION SH PROGRAM	0	0	0	0	0	0	0
7142 003	6500 001	SP. ED. NCCSE MOU	0	0	0	0	0	0	0
7142 004	6512 000	SPED MENTAL HEALTH SERVICES	0	0	0	0	0	0	0
7310 001	XXXX XXX	DIRECT SUPPORT/INDIRECT COSTS	(295,371)	295,371	0	(220,977)	220,977	0	0
7350 013	XXXX XXX	NUTRITION SERVICES INDIRECT FD 1300	(155,000)	0	(155,000)	(157,212)	0	(157,212)	(2,212)
7438 000	XXXX XXX	SOLAR PROJ DEBT SERVICE INTEREST	822,231	0	822,231	822,231	0	822,231	0
7439 000	XXXX XXX	SOLAR PROJ OTH DEBT SERVICE PRINC.	765,589	0	765,589	765,589	0	765,589	0
7438 000	XXXX XXX	BUS PURCHASE DEBT SERVICE INTEREST	23,491	0	23,491	23,491	0	23,491	0
7439 000	XXXX XXX	BUS PURCHASE DEBT SERVICE PRINC.	134,483	0	134,483	134,482	0	134,482	(1)
7619 013	0000 800	I/F TRANSFER TO NUTRITION SERVICE FU	310,682	0	310,682	350,640	0	350,640	39,958
7619 015	0000 724	I/F TRANSFER TO TRANS EQUIP FUND	0	0	0	0	0	0	0
7619 030	0000 800	I/F TRANSFER TO INSURANCE DED. FUND	45,000	0	45,000	45,000	0	45,000	0
		TOTAL-OBJECT CODE 7000	1,661,105	887,721	2,548,826	1,773,244	711,322	2,484,566	(64,260)
		TOTAL-ALL EXPENDITURES	109,889,114	39,470,093	149,359,207	110,848,875	36,788,264	147,637,139	
		GRAND TOTAL-ALL EXPENDITURES	109,889,114	39,470,093	149,359,207	110,848,875	36,788,264	147,637,139	

General Fund Revenue & Expenditures - 2019-2020 Proposed Budget
 Business Services Division
 Finance Department
Summary of Changes

Income:	<u>2nd Interim</u>	<u>Proposed Budget</u>	<u>Summary of Changes</u>
LCFF/Revenue Limit	116,084,138	120,526,343	4,442,205 * \$7.5M Property Taxes * <\$2.3M> LCFF State Aid * 3.26% COLA
Federal	4,098,609	3,829,292	(269,317) * \$11K Title I increase * \$10K Perkins increase * <\$48K> Title IV ESSA SSAE - one-time (funding eliminated) * <\$200K> Prior Year Federal Revenue
Other State	14,594,427	11,225,862	(3,368,565) * <\$2M> Reduction one-time mandated costs (funding eliminated) * <\$466K> Reduction Lowest Performing Blk Grant one-time (funding eliminated) * <\$63K> Reduction Classified PD Blk Grant one-time (funding eliminated) * <\$145K> Reduction in TUPE grant (funding eliminated) * <\$139K> Reduction CTE Incentive Grant * <\$2.3MK> Prior Year State Revenue
Local	7,166,710	7,855,167	688,457 * \$50K Interest * \$706K Mello Roos Reimbursed Salaries * <\$25K> Reduction in SUMS (funding eliminated) * <\$43K> Donations
Transfers	765,589	765,589	-
Contributions	(18,318,758)	(19,364,450)	(1,045,692) * \$436K ROP Contribution Increase due to decrease in CTE funding * \$25K Career Pathways Trust Contribution Increase * \$631K Special Education Contribution Increase * <\$62K> Special Education Mental Health Services Contribution Increase * <\$51K> Workability Contribution Decrease * \$111K Routine Restricted Maintenance Increase * <\$46K> Clean Energy Contribution Decrease (funding eliminated)
Total	142,709,473	144,202,253	1,492,780

General Fund Revenue & Expenditures - 2019-2020 Proposed Budget

Business Services Division

Finance Department

Summary of Changes

Expenditures:

	<u>2nd Interim</u>	<u>Proposed Budget</u>	<u>Summary of Changes</u>
Certificated Salaries	70,577,323	71,366,368	789,045 * Step & Column Increases * 1% Certificated Salary increase
Classified Salaries	20,329,787	20,868,600	538,813 * Step & Column Increases * 1% Management Salary increase
Employee Benefits	32,966,948	34,965,729	1,998,781 * Corresponding Labor Related Costs for Changes in Salary Costs * 5% Health & Welfare increase * STRS/PERS increase
Books & Supplies	7,337,691	3,432,751	(3,904,940) * <\$360K> Textbooks/Other Books Decrease * <\$1M> CTE Incentive Grant reduction * <\$172K> ESSA Title IV School Improvement grant (one-time) * <\$2.3M> Prior Year Carryover Removed (19-20 Carryover added back to budget in the fall of 2019)
Services & Operating Expenses	15,151,325	14,462,125	(689,200) * \$180K Increase Property and Liability Insurance Premiums * <\$90K> Remove election expense * <\$280K> Reduction in legal expenses * <\$190K> Reduction in mediation expenses * <\$300K> Prior Year Carryover Removed (19-20 Carryover added back to budget in the fall of 2019)
Capital Outlay	447,307	57,000	(390,307) * <\$390K> Prop 39 Clean Energy (funding eliminated)
Other Outgo	2,548,826	2,484,566	(64,260) * <\$102K> Decrease Tuition NCA contracts Sp Ed * \$38K Increase Contribution to Nutrition Services
Total	149,359,207	147,637,139	(1,722,068)

SPECIAL FUNDS - OVERVIEW

Information relative to special funds, other than the General Fund, gives a brief description of the activities of the fund.

Cafeteria Fund, 13-00

School lunch nutrition standards have caused increased expenses and decreased revenue for the last few years. As a result, menus, staffing and productivity are constantly evaluated to ensure the district is providing wholesome, nutritious meals that are attractive to its customers and can be sold at a reasonable price. Nutrition Services continues to hone its marketing efforts and will further enhance technology to provide faster meal service. Managing the challenges of open campuses and single lunch periods continues.

Deferred Maintenance Fund, 14-00

Contributions to this program were eliminated in 2009-10 under the Fair Share proposal. With the 2013-14 implementation of the Local Control Funding Formula (LCFF), districts are no longer required to match state deferred maintenance funds. Since 2009-10, the district has included the costs of many necessary projects in the General Fund within the Routine Restricted Maintenance Program. The maintenance and repair of the new and remodeled Prop AA facilities continues to be a priority for the district. The deferred maintenance fund will be used until funds are depleted.

Pupil Transportation Equipment Fund, 15-00

This fund was created to separately account for income and expenses related to the acquisition of pupil transportation equipment.

Special Reserve Other Than Capital Outlay, 17-42

The purpose of this fund is to provide for the accumulation of General Fund resources for general operating purposes. Previous one-time mandate revenue was deposited to contribute to GASB 45 (OPEB) obligations. The balance has been used as part of the district's reserve for economic uncertainties.

Building Fund, 21-09

This fund is used to account for income due from prior construction projects. This fund is used for various construction projects. The balance will diminish until funds are depleted.

Building Fund-Proposition 39, 21-39

In November 2012, voters of the San Dieguito Union High School District community passed Proposition AA, a proposition 39 general obligation bond measure to provide monies to finance the construction of school facilities. This fund was created to account for income from the sale of the bonds and is used for the various construction projects approved by Proposition AA.

Capital Facilities, 25-18

Used for developer fees generated by agreements before 1987, this is a dwindling resource fund. The use of these funds is restricted to the cost of construction/reconstruction of facilities as a result of student population growth.

Capital Facilities, 25-19

Used for “per square foot” developer fees that the state authorized beginning in January 1987 and before many of the currently established Mello-Roos districts were formed. The use of these funds is limited to capital expenditures related to enrollment growth.

County School Facilities Fund, 35-00

This fund is used exclusively to account for income from the state for construction and modernization of school facilities.

Special Reserve for Capital Projects, 40-00

This fund is used to account for donated funds associated with capital projects. This fund balance will decline until all funds are depleted, unless future donations are made for capital projects.

Self-Insurance Fund, 67-16

This fund is used as a trust account for amounts not spent on insurance premiums for certificated employees that declined health insurance. The balance in this fund grows until a distribution is agreed upon between the district and the San Dieguito Faculty Association.

Other Post Employment Benefits Fund, 67-17

This fund is used as an escrow account to fund the annual “pay-as-you-go” amount for Other Post Employment Benefits (OPEB). The General Fund makes contributions to this fund and then premiums are paid from this account. Assets do not count toward the unfunded OPEB liability as the funds are not held in a special trust. The negative ending fund balance reflects the accumulated unfunded liability for OPEB.

Deductible Insurance Loss Fund, 67-30

This fund is used for the purpose of claims, administrative costs, services, deductible insurance amounts, costs of excess insurance and other related costs.

Special Funds - Balance Summary

2018-19 Estimated / 2019-20 Proposed

	Cafeteria Fund 13-00 18-19 Est.	Cafeteria Fund 13-00 19-20 Prop.	Defer. Maint. Fund 14-00 18-19 Est.	Defer. Maint. Fund 14-00 19-20 Prop.	Bus Replacement Fund 15-00 18-19 Est.	Bus Replacement Fund 15-00 19-20 Prop.
INCOME	3,181,682	3,149,147	30	30	-	2,800
EXPENDITURES	2,935,079	3,149,147	-		-	-
Expenditures (over)/under Revenue	246,603	-	30	30	-	2,800
FUND BALANCE, RESERVES: Beginning Balance - July 1	104,283	350,886	3,260	3,290	23,092	23,092
Ending Balance - June 30 Reserve for economic uncertainties	350,886	350,886	3,290	3,320	23,092	25,892

	Sp. Res. w/o Cap. Out. Fund 17-42 18-19 Est.	Sp. Res. w/o Cap. Out. Fund 17-42 19-20 Prop.	Building Fund 21-09 18-19 Est.	Building Fund 21-09 19-20 Prop.	Prop AA Fund 21-39 18-19 Est.	Prop AA Fund 21-39 19-20 Prop.
INCOME	22,000	30,000	1,200	46,000	26,763,302	816,683
EXPENDITURES	-	-	3,501,947	-	58,500,046	19,697,535
Expenditures (over)/under Revenue	22,000	30,000	(3,500,747)	46,000	(31,736,744)	(18,880,852)
FUND BALANCE, RESERVES: Beginning Balance - July 1	2,543,104	2,565,104	4,247,350	746,603	81,234,260	49,497,516
Ending Balance - June 30 Reserve for economic uncertainties	2,565,104	2,595,104	746,603	792,603	49,497,516	30,616,664

Special Funds - Balance Summary

2018-19 Estimated / 2019-20 Proposed

	Cap. Fac. Fund 25-18 18-19 Est.	Cap. Fac. Fund 25-18 19-20 Prop.	Cap. Fac. Fund 25-19 18-19 Est.	Cap. Fac. Fund 25-19 19-20 Prop.
INCOME	651,825	12,500	508,582	516,000
EXPENDITURES	693,121	627	2,023,000	560,407
Expenditures (over)/under Revenue	(41,296)	11,873	(1,514,418)	(44,407)
FUND BALANCE, RESERVES: Beginning Balance - July 1	407,446	366,150	1,696,304	181,886
Ending Balance - June 30 Reserve for economic uncertainties	366,150	378,023	181,886	137,479

	School Facilities Fund Fund 35-00 18-19 Est.	School Facilities Fund Fund 35-00 19-20 Prop.	Spec Res Cap Proj Fund 40-00 18-19 Est.	Spec Res Cap Proj Fund 40-00 19-20 Prop.	Self Ins. Fund 67-16 18-19 Est.	Self Ins. Fund 67-16 19-20 Prop.
INCOME	200	200	250	300	180,000	179,000
EXPENDITURES	-	-	-	-	-	-
Expenditures (over)/under Revenue	200	200	250	300	180,000	179,000
FUND BALANCE, RESERVES: Beginning Balance - July 1	19,418	19,618	27,842	28,092	312,913	492,913
Ending Balance - June 30 Reserve for economic uncertainties	19,618	19,818	28,092	28,392	492,913	671,913

Special Funds - Balance Summary

2018-19 Estimated / 2019-20 Proposed

	OPEB Fund 67-17 18-19 Est.	OPEB Fund 67-17 19-20 Prop.	Deduct. Ins. Loss Fund 67-30 18-19 Est.	Deduct. Ins. Loss Fund 67-30 19-20 Prop.
INCOME	678,000	678,000	45,350	45,200
EXPENDITURES	675,000	675,000	45,000	45,000
Expenditures (over)/under Revenue	3,000	3,000	350	200
FUND BALANCE, RESERVES: Beginning Balance - July 1	(13,072,327)	(13,069,327)	15,737	16,087
Ending Balance - June 30 Reserve for economic uncertainties	(13,069,327)	(13,066,327)	16,087	16,287