



Fiscal Year 2013-14 Community Budget Forum

December 4, 2013

**Presented By
Ken A. Forrest
Chief Business Officer
Gerardo Castillo
Director of Fiscal Services**

Agenda

A. Presentation.

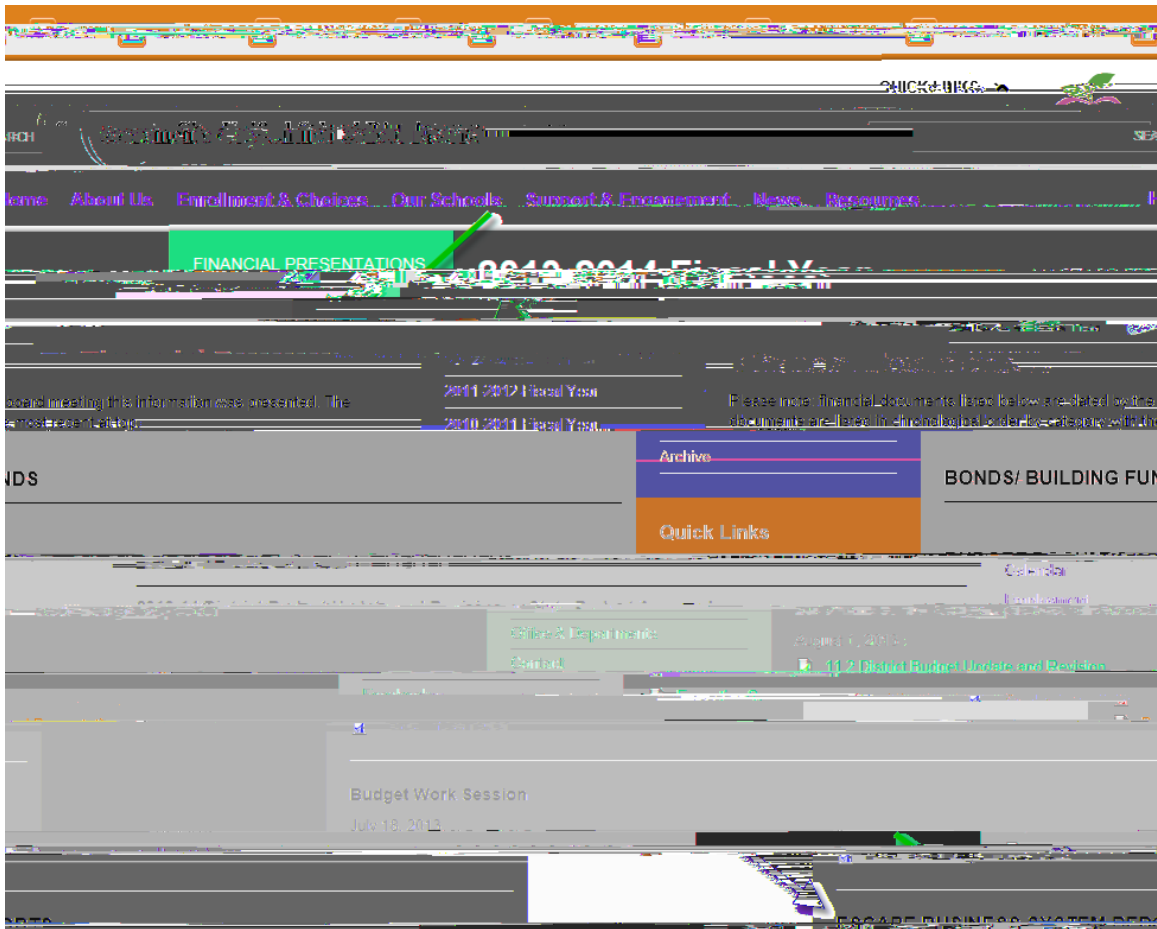
- **Where are we today?**
 - **What about future years?**
- **What is supplanting?**
- **Local Control Funding Formula (LCFF)**
- **Questions during the presentation are encouraged!**

B. Interactive Response To Questions.

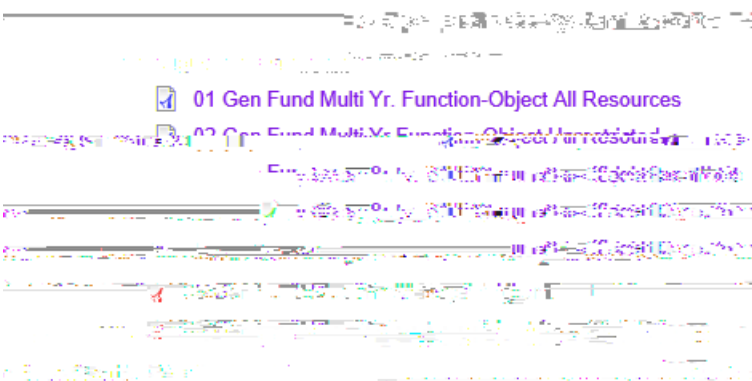
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Website



ESCAPE BUSINESS SYSTEM REPORTS



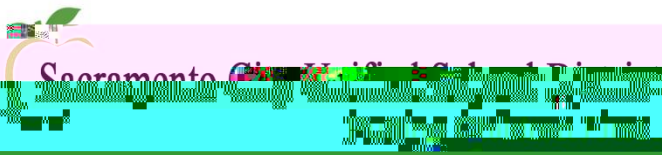
ESCAPE BUSINESS SYSTEM REPORTS

August 1, 2013



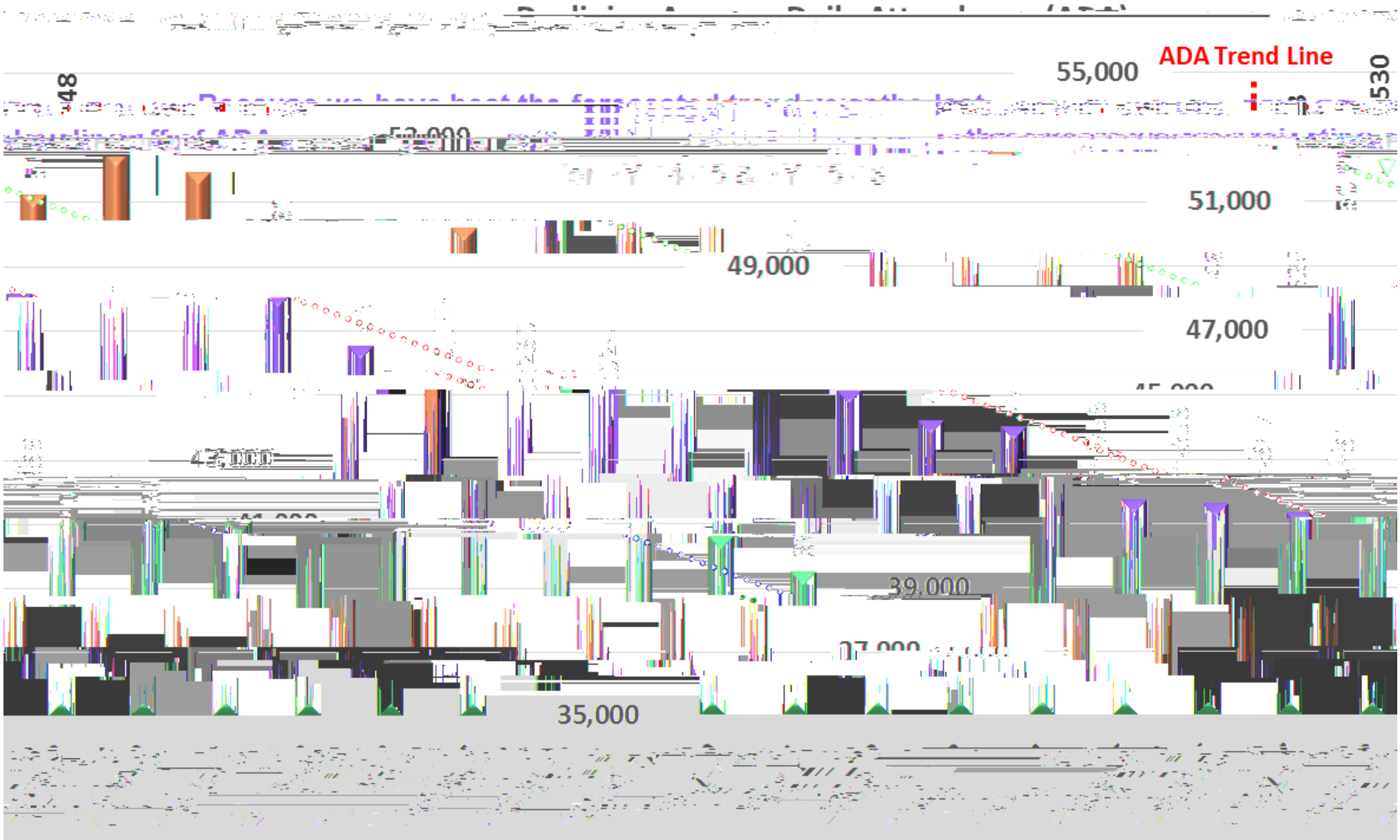
Restricted versus UnRestricted

In order to ensure that we are providing adequate information related to the above requirement, this budget presentation at times shows the Unrestricted, Restricted, and TotalQmot1n aabuofn aanestsuu

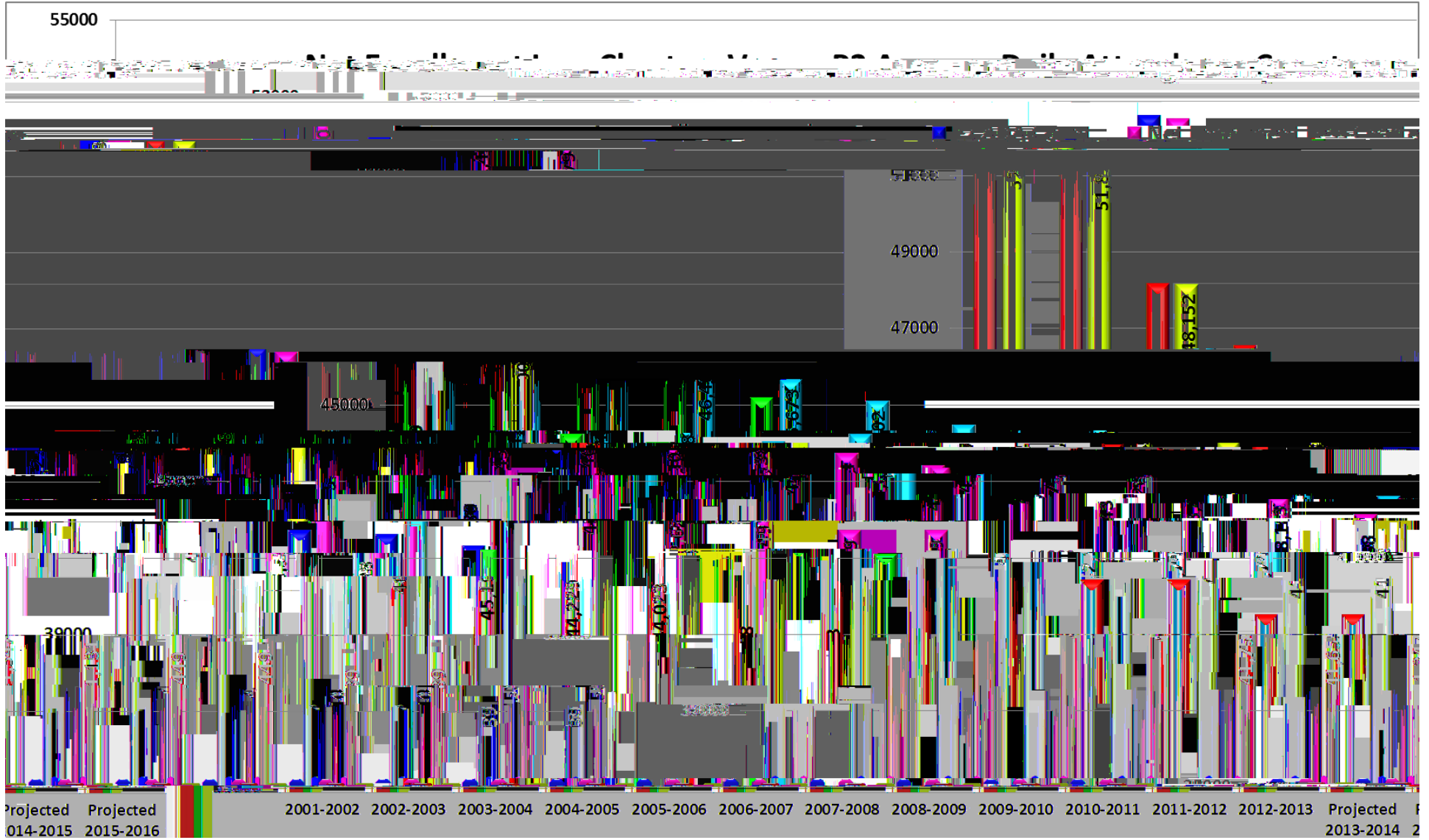


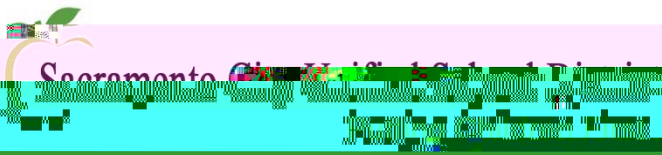
LCFF Accountable Dollars

ADA History



Enrollment ADA Analysis



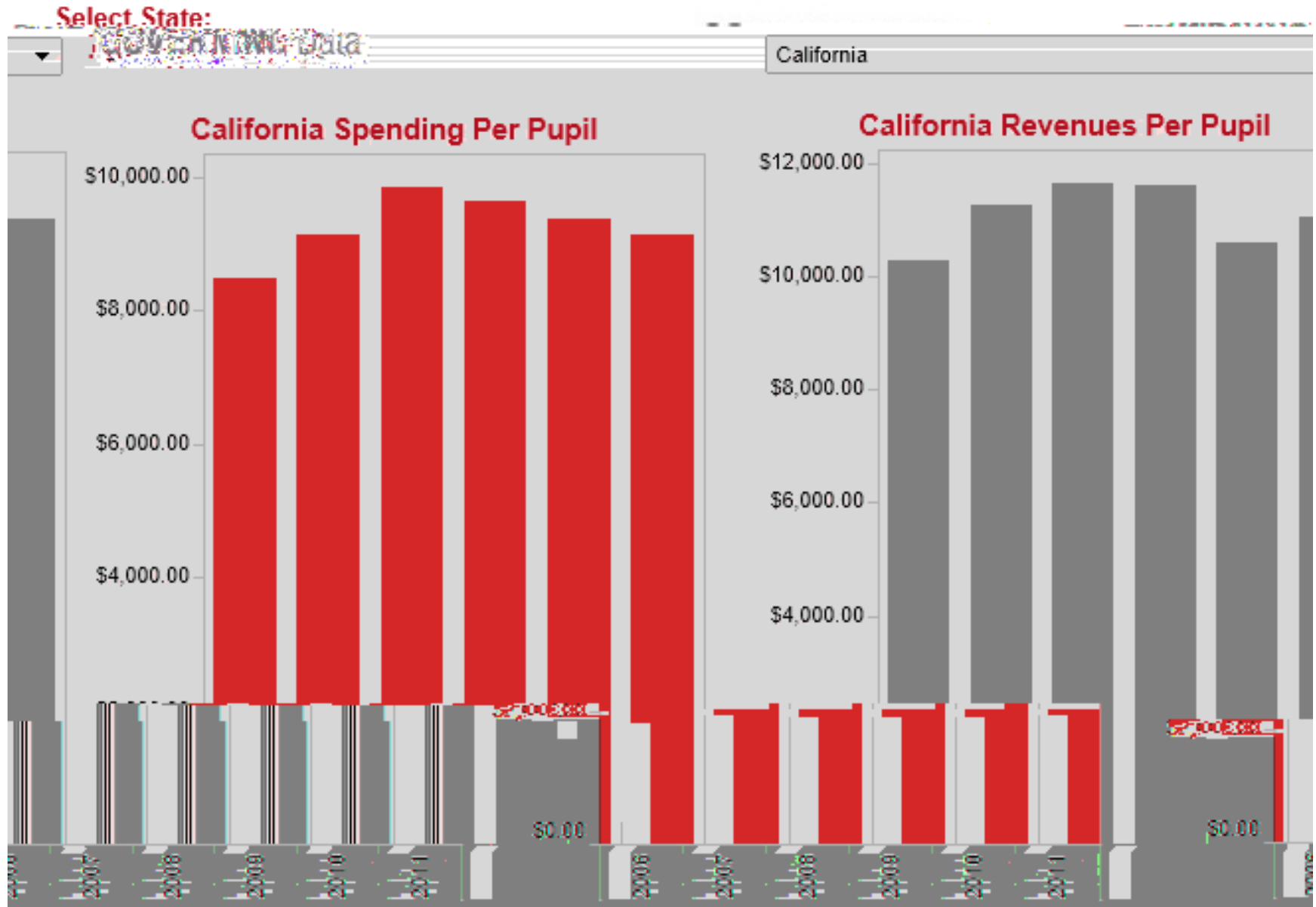


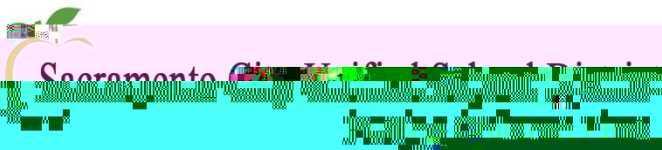
Prop 30 Education Protection Account

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Please remember Prop 30 did not increase our funding!
It prevented further reductions in funding of approximately
\$16 million or approximately \$395 per ADA.

California Historical Per Pupil Revenue / Spending



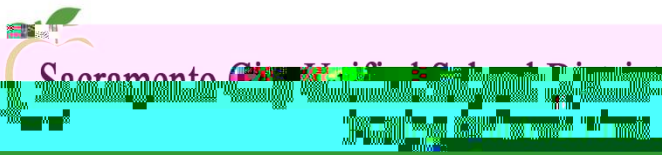


Where Does California Rank?

State	FY 2011	FY 2010	Change	Percent Change
New York	18,076	18,815	-739	-3.9
District of Columbia	18,475	18,667	-191.77	-1.0
Alaska	16,674	15,783	891.46	5.6
New Jersey	15,968	16,841	-872.73	-5.2
Vermont	15,925	15,274	651.72	4.3
Connecticut	15,600	14,906	693.7	4.7
Pennsylvania	12,995	13,467	-471.73	-3.6

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State	FY 2011	FY 2010	Change	Percent Change
West Virginia	11,846	11,527	319.20	2.8
Maine	11,438	11,259	178.9	1.6
Ohio	11,225	11,038	187.49	1.7
Nevada	10,825	10,734	91.21	0.8
Illinois	10,774	11,634	-860.33	-7.4
Louisiana	10,723	10,638	85.75	0.8
Massachusetts	10,612	10,685	-73.04	-0.7
Montana	10,609	10,487	122.24	1.2
Virginia	10,364	10,587	-222.40	-2.2
Oregon	9,624	58.38	9,565.62	16,390.0

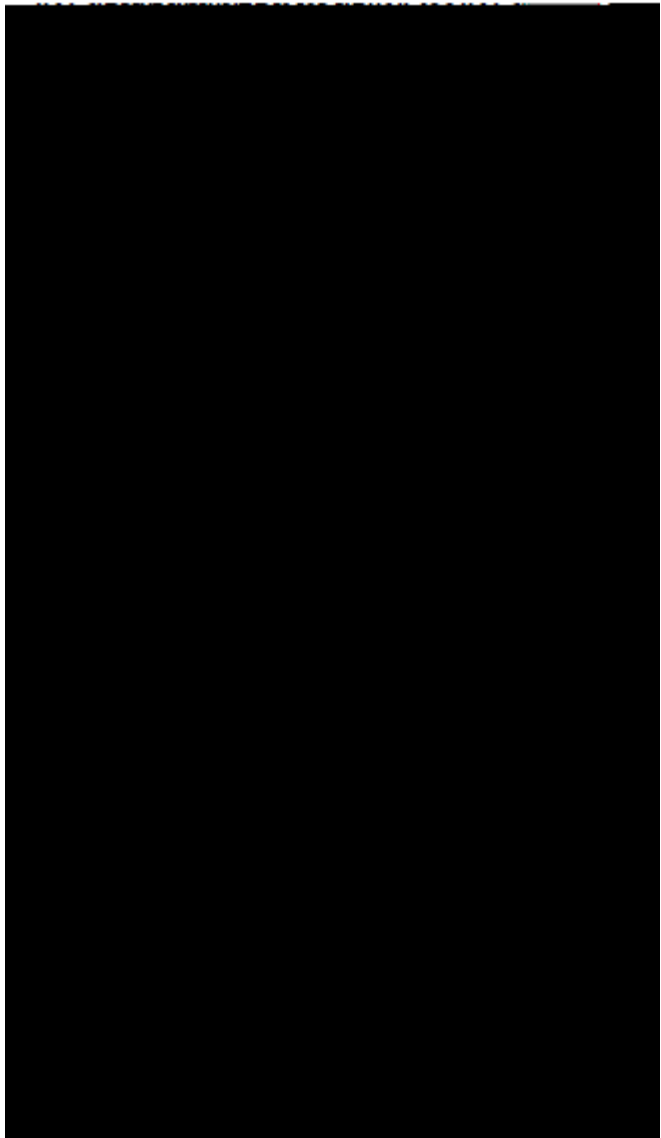


Where Does California Rank?

State	FY 2011	FY 2010	Change	Percent Change	
Kansas	9,498	9,715	-217.09	-2.2	29
Washington	9,483	9,452	30.87	0.3	30
Missouri	9,410	9,634	-224.14	-2.3	31
Indiana	9,370	9,611	-241.61	-2.5	32
Arkansas	9,353	9,143	210.17	2.3	33
Kentucky	9,309	8,948	360.96	4.0	34
Georgia	9,253	9,394	-141.10	-1.5	35
California	9,139	9,375	-235.03	-2.5	36
New Mexico	9,070	9,384	-313.41	-3.3	37
Florida	8,887	8,741	145.21	1.7	
Alabama	8,813	8,881	-68.04	-0.8	
South Dakota	8,805	8,858	-53.70	-0.6	
Colorado	8,724	8,853	-129.03	-1.5	

State	FY 2011	FY 2010	Change	Percent Change
Texas	8,671	8,746	-74.51	-0.9
Nebraska	8,527	8,402	125.70	1.5
North Carolina	8,408	8,066	342.44	4.2
Arizona	7,566	7,848	-282.24	-3.6
Oklahoma	7,505	7,806	-300.84	-3.9
Iowa	6,824	7,106	-281.98	-4.0

Where Does California Rank?



C-16. AVERAGE SALARIES OF INSTRUCTIONAL STAFF IN PUBLIC SCHOOLS, 2010-11 (REVISED) (\$)

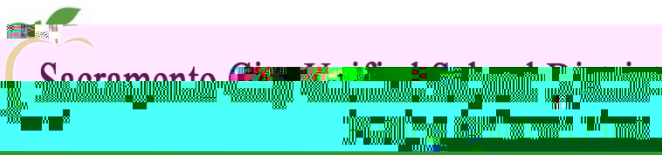
State	Average Salary (\$)	Rank
ALASKA	62,918	10
ARIZONA	62,664	11
ARKANSAS	61,560	2
CALIFORNIA	60,716	12
CONNECTICUT	69,185	4
DELAWARE	66,691	7
DISTRICT OF COLUMBIA	65,640	8
FLORIDA	61,500	9
ILLINOIS	60,000	13
INDIANA	60,000	14
MISSISSIPPI	57,282	15
MISSOURI	60,000	16
MONTANA	60,000	17
NEBRASKA	60,000	18
NEVADA	60,000	19
NEW HAMPSHIRE	60,000	20
NEW JERSEY	60,000	21
NEW YORK	60,000	22
NORTH CAROLINA	60,000	23
NORTH DAKOTA	60,000	24
OHIO	60,000	25
OKLAHOMA	60,000	26
PENNSYLVANIA	60,000	27
RHODE ISLAND	60,000	28
TENNESSEE	60,000	29
Texas	60,000	30
UNITED STATES	57,282	

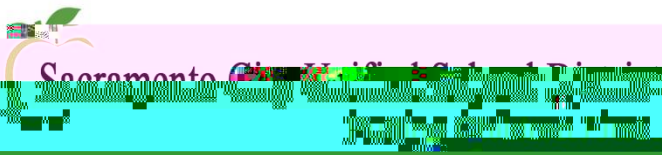


Average salaries seem very consistent when viewed against previous cost of living slide.

However average salaries seem very inconsistent when compared against our funding level.

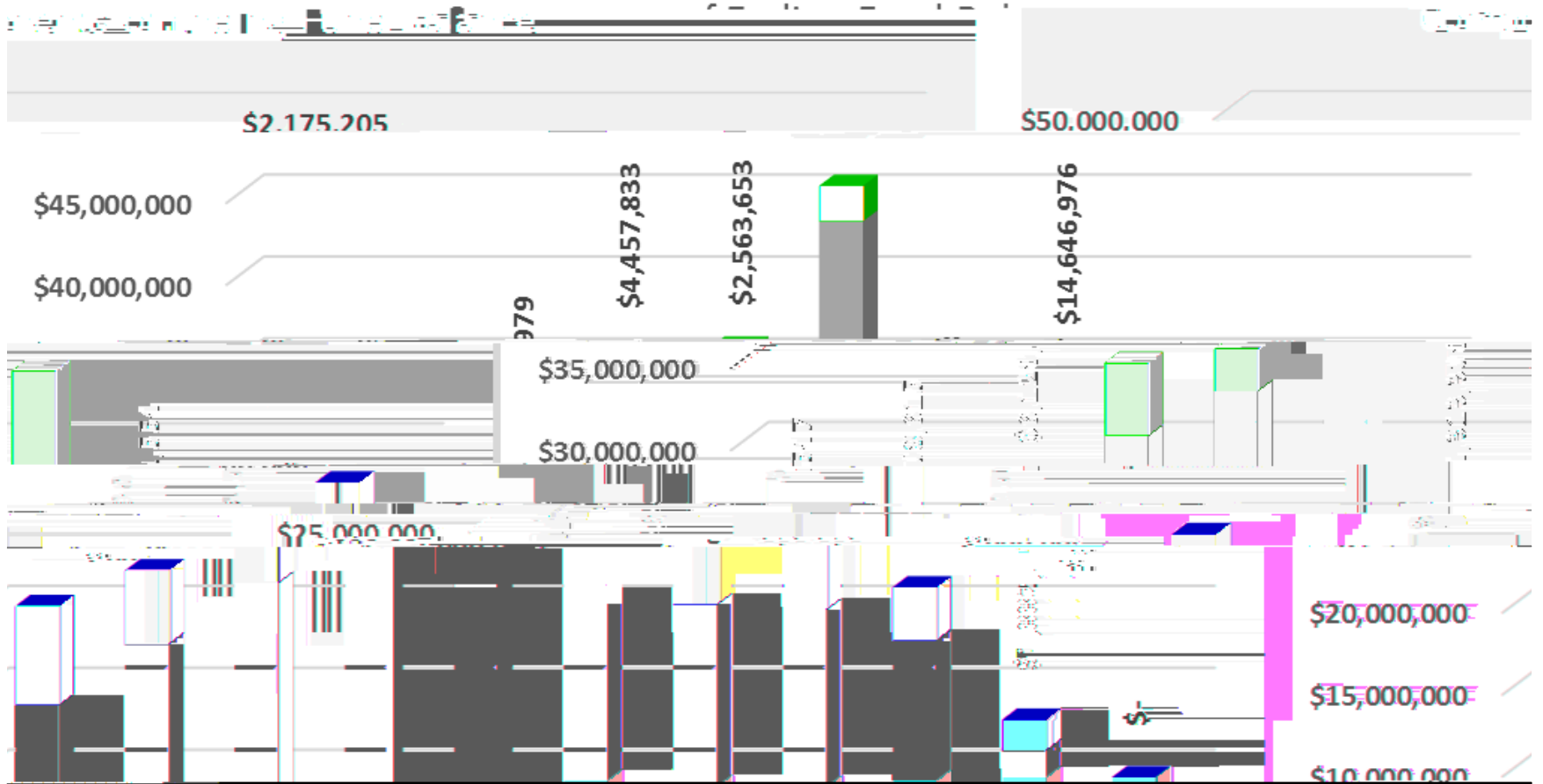






Deficit Spending Continues

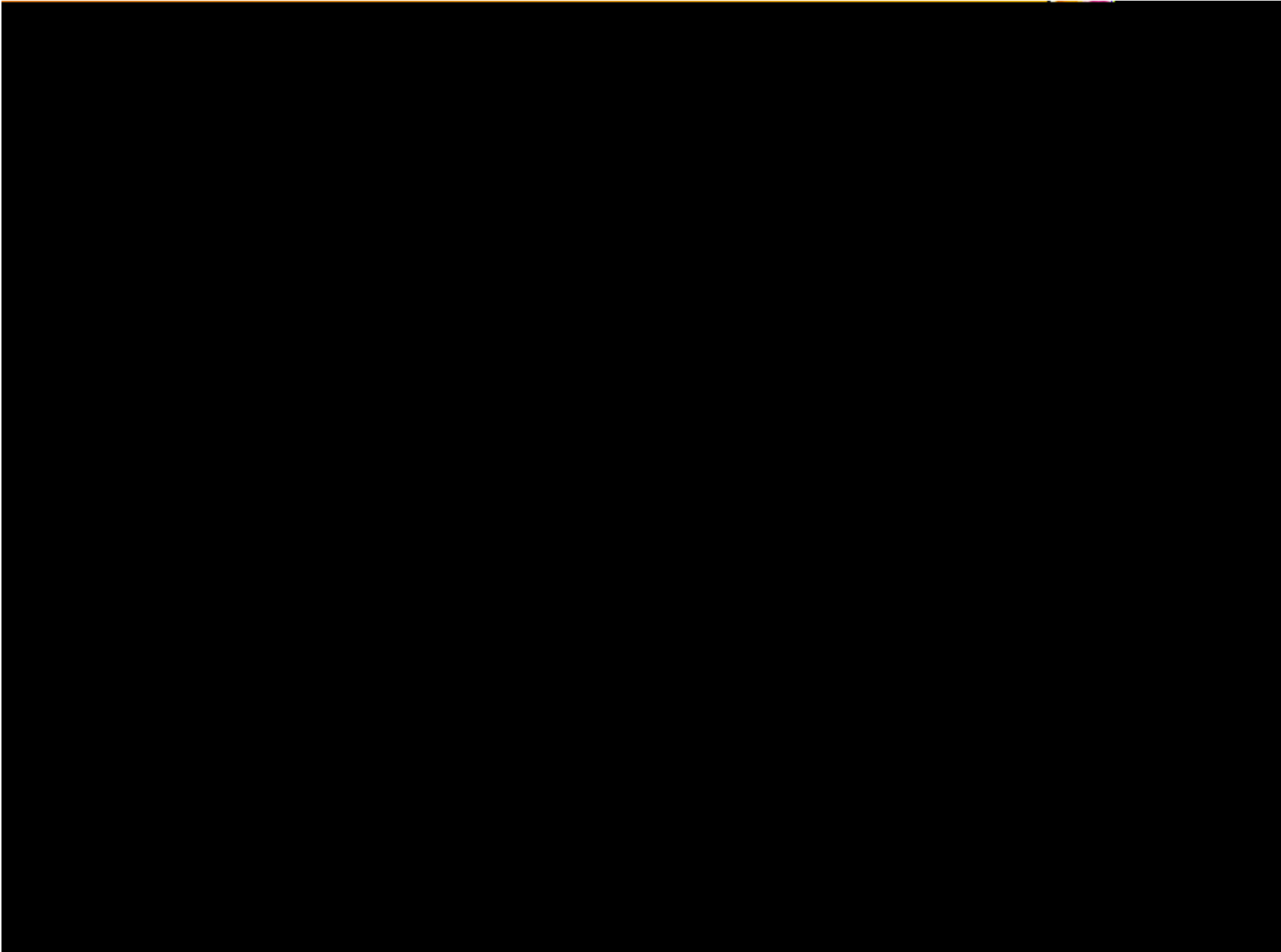
Fund Balance By Component



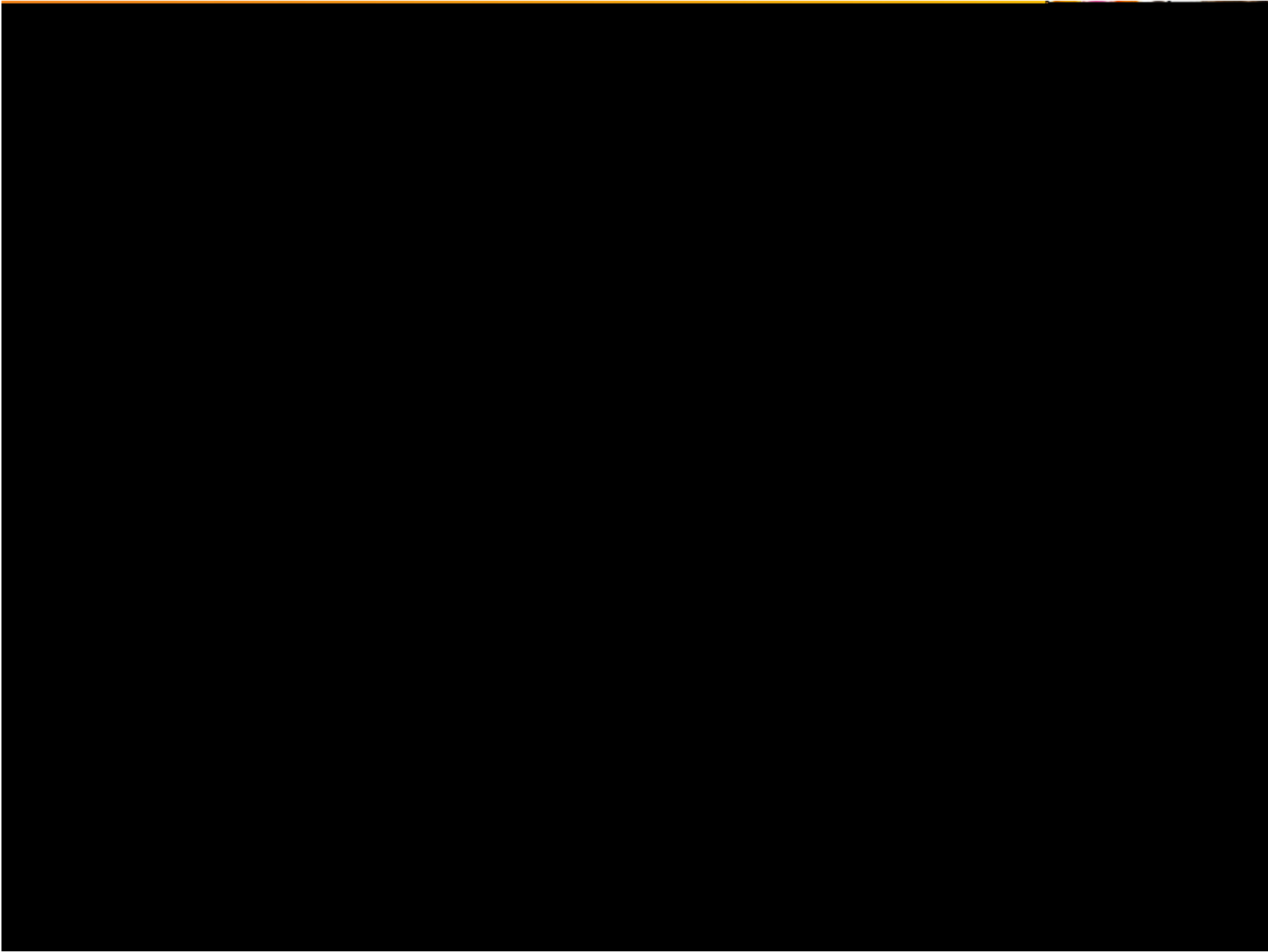
Fund Balance Analysis Continued

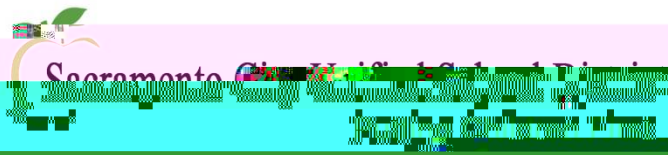


Reserve Discussion

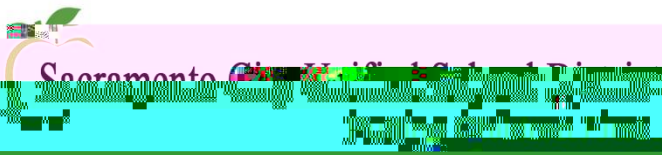


Reserve Discussion

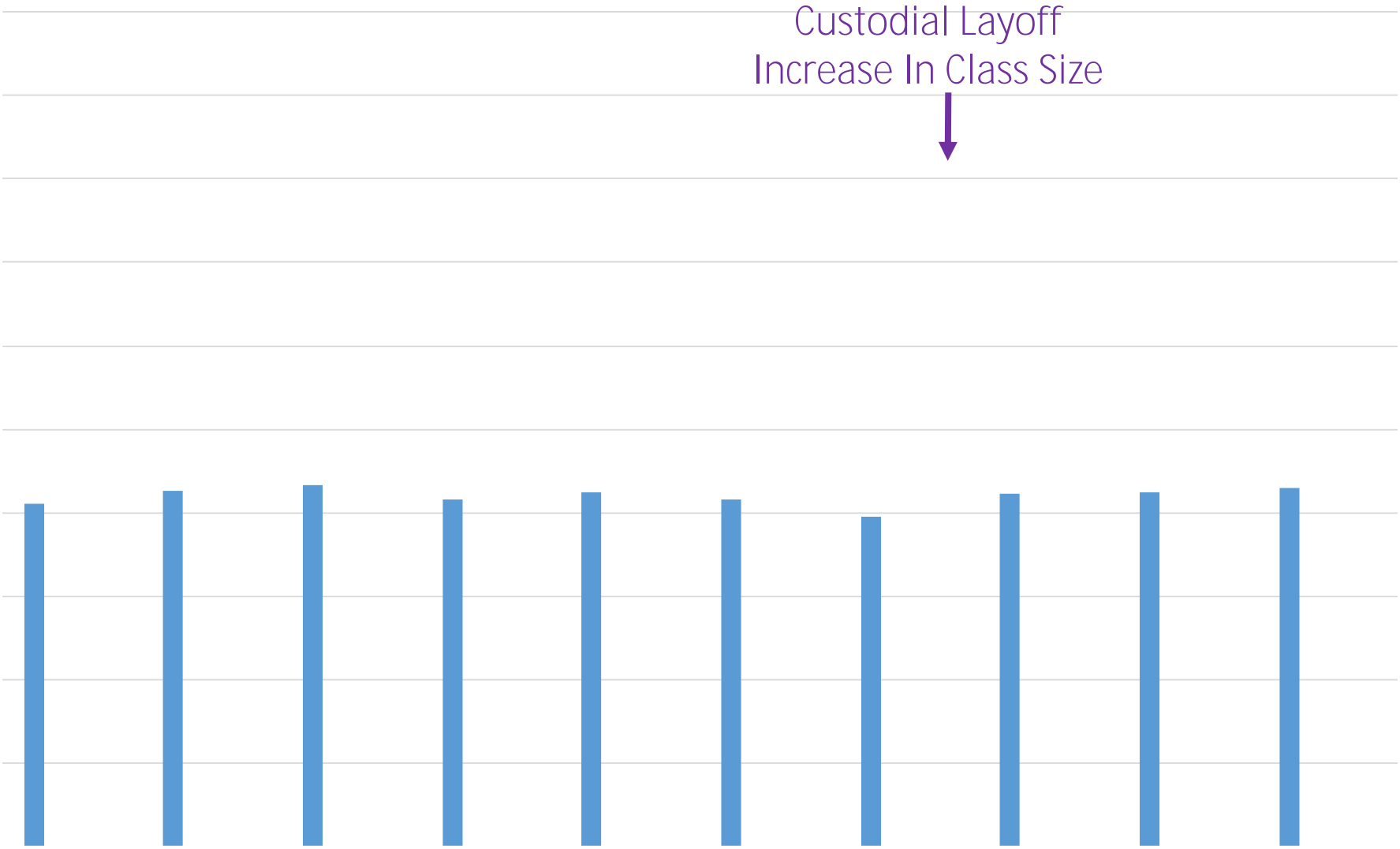




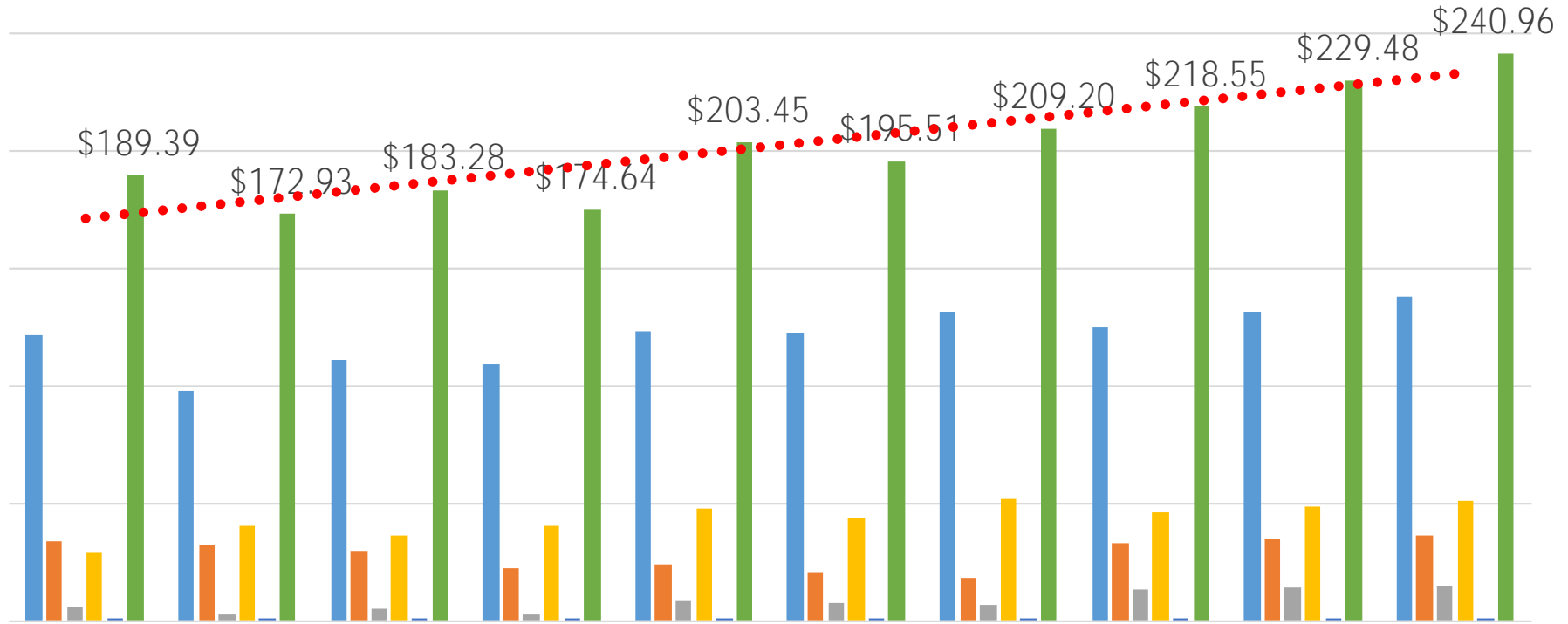
Continuing Budget Obligations & Considerations



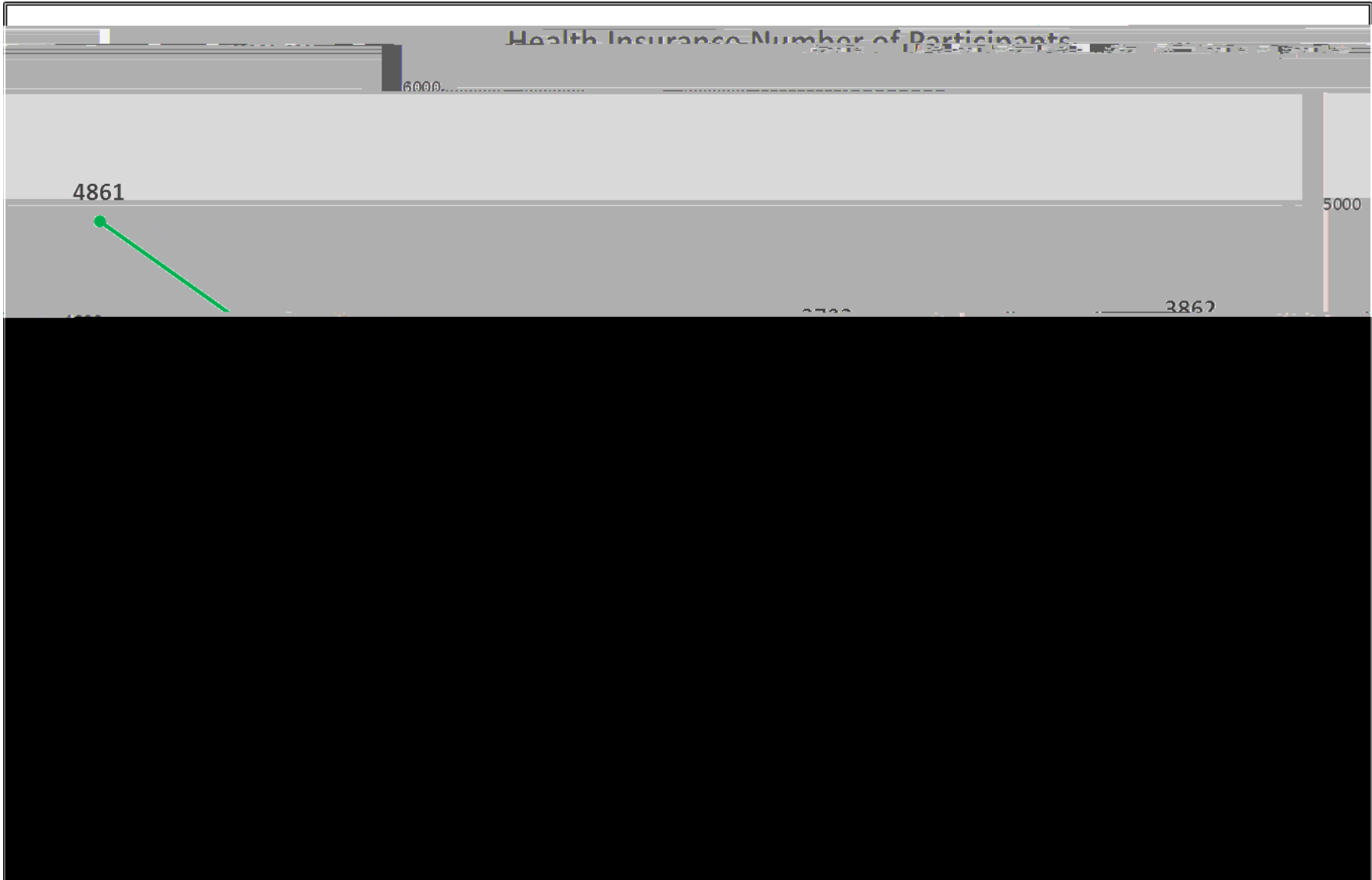
Expenses Continue To Climb Regardless Of Funding



Utility Increases Per ADA



Budget Realities Health Care Cost

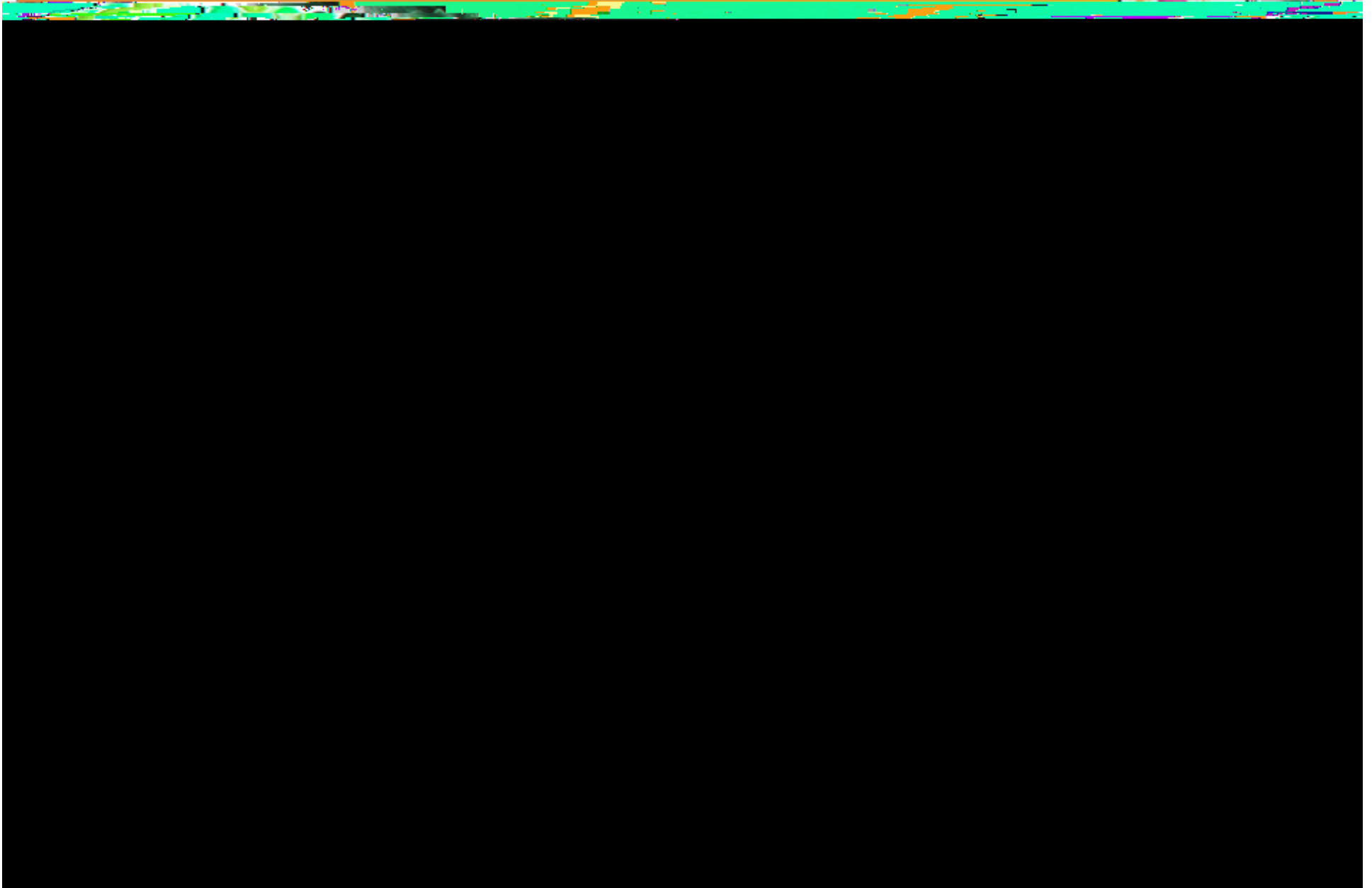


Current Revised Budget

		% of Type
Revenue Limit	\$ 226,059,707	59.3%
Federal Revenue	\$ 26,893,836	11.2%
Other State Revenue	\$ 112,872,978	29.6%
Other Ln w0 G()TJET4Revenue		

Current Revised Expenditure Totals FY 2013-14 Budget		% of Type
Expenditures By Object		
Certificated Salaries	\$ 165,475,708	42.7%
Classified Salaries	\$ 48,862,985	12.6%
Employee Benefits	\$ 109,203,432	28.2%
Books & Supplies	\$ 13,735,144	3.5%
Services/Other Operating Expenses	\$ 49,714,701	12.8%
Capital Outlay	\$ 371,775	0.1%
Other Expenses	\$ 2,125,000	0.5%
Indirect Support	\$ (1,616,068)	-0.4%
Total Expenses	\$ 387,872,677	
Total Compensation 1+2+3	\$ 323,542,125	83.4%

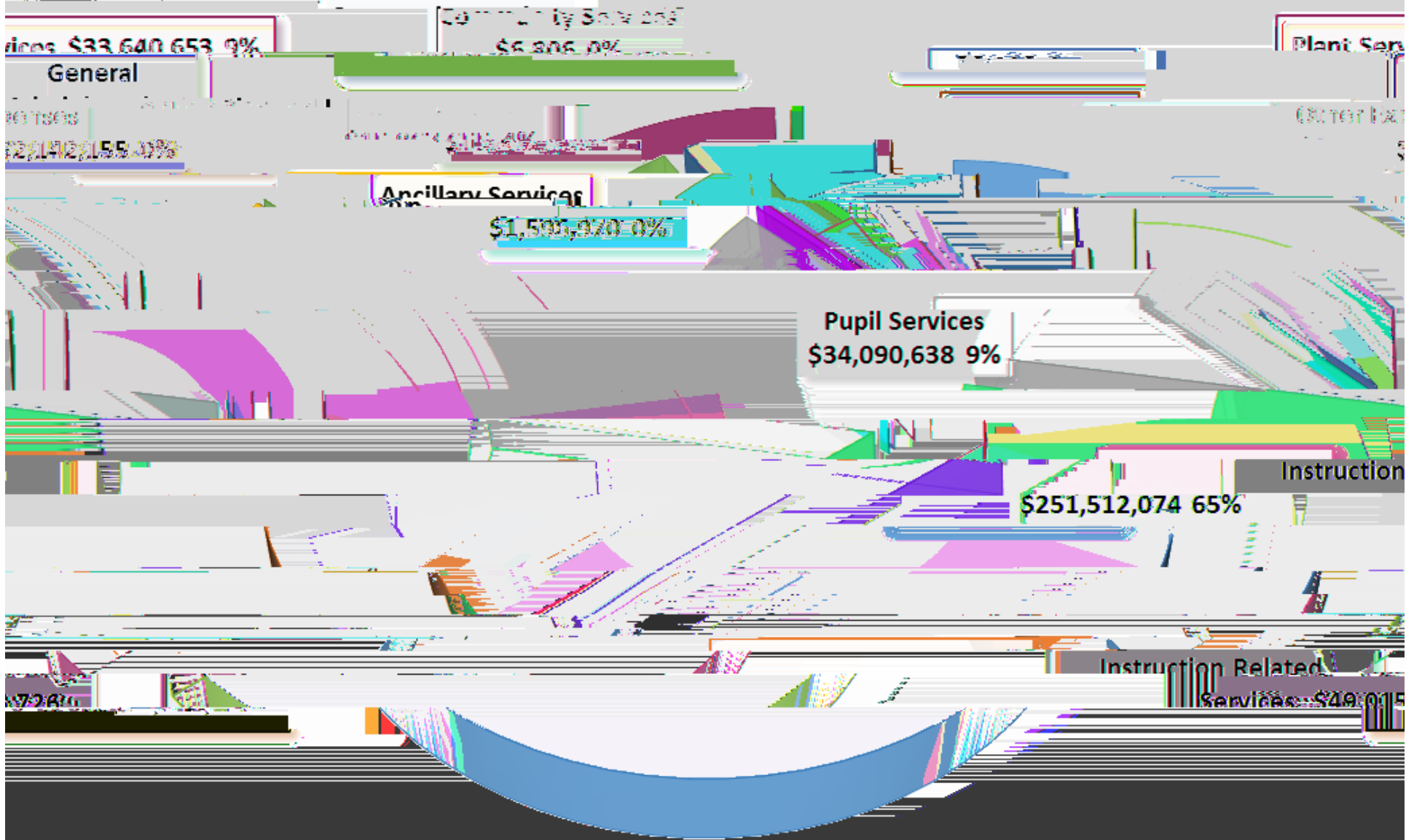
Current Revised Components Of Ending Fund Balance		
Ending Fund Balance		
Revolving Cash	\$ 225,000	+
Stores Inventory	\$ 320,000	+
Reserve For Economic Uncertainty	\$ 8,007,454	+
Total Non-Spendable	\$ 8,552,454	= +
Unappropriated Fund Balance	\$ 102,835	+
Projected Ending Fund Balance June 30	\$ 8,655,289	=





Current Revised Budget

TOTAL FY 2013-14 BY FUNCTION

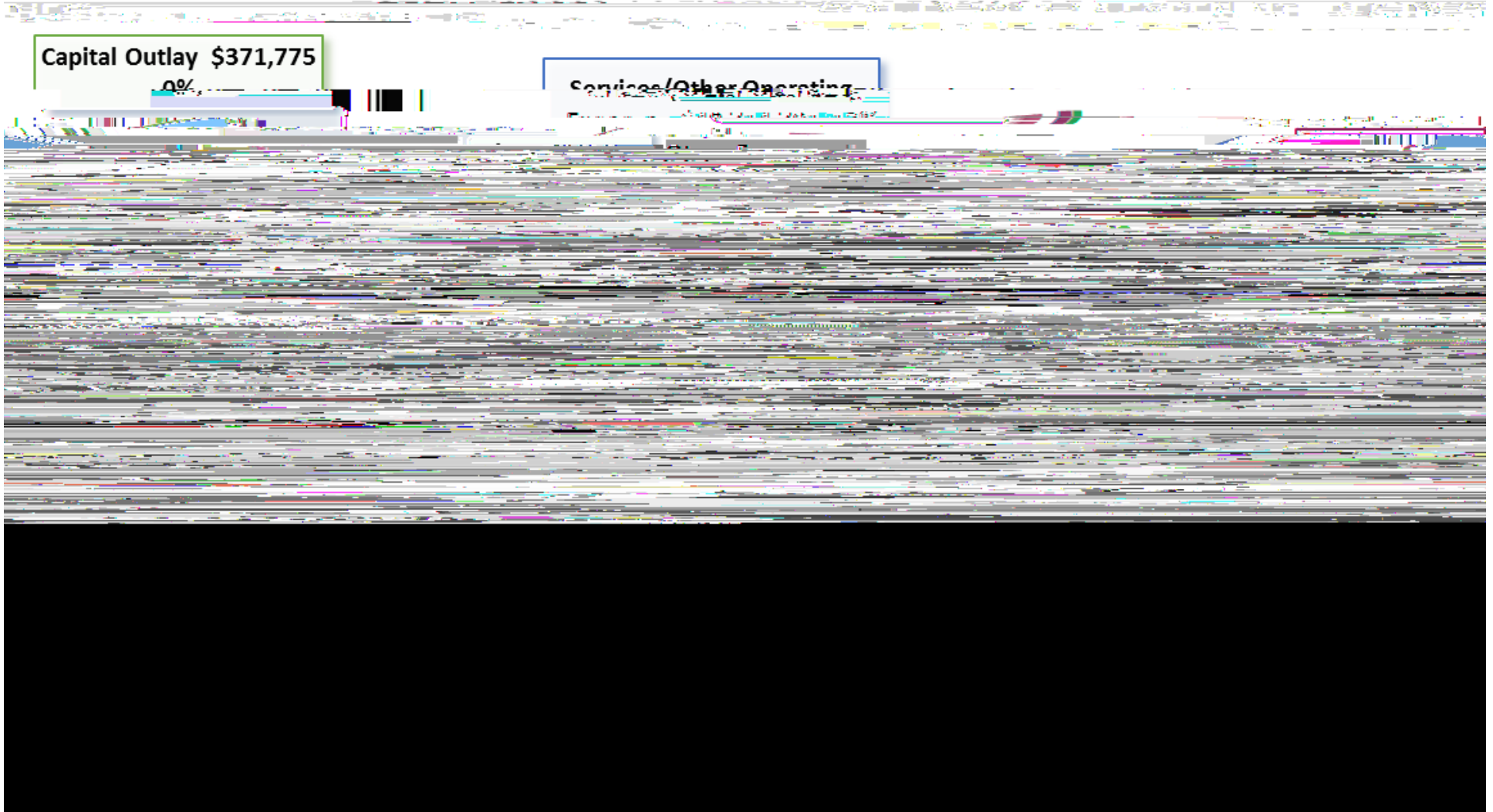


Current Revised Budget

Capital Outlay \$371,775

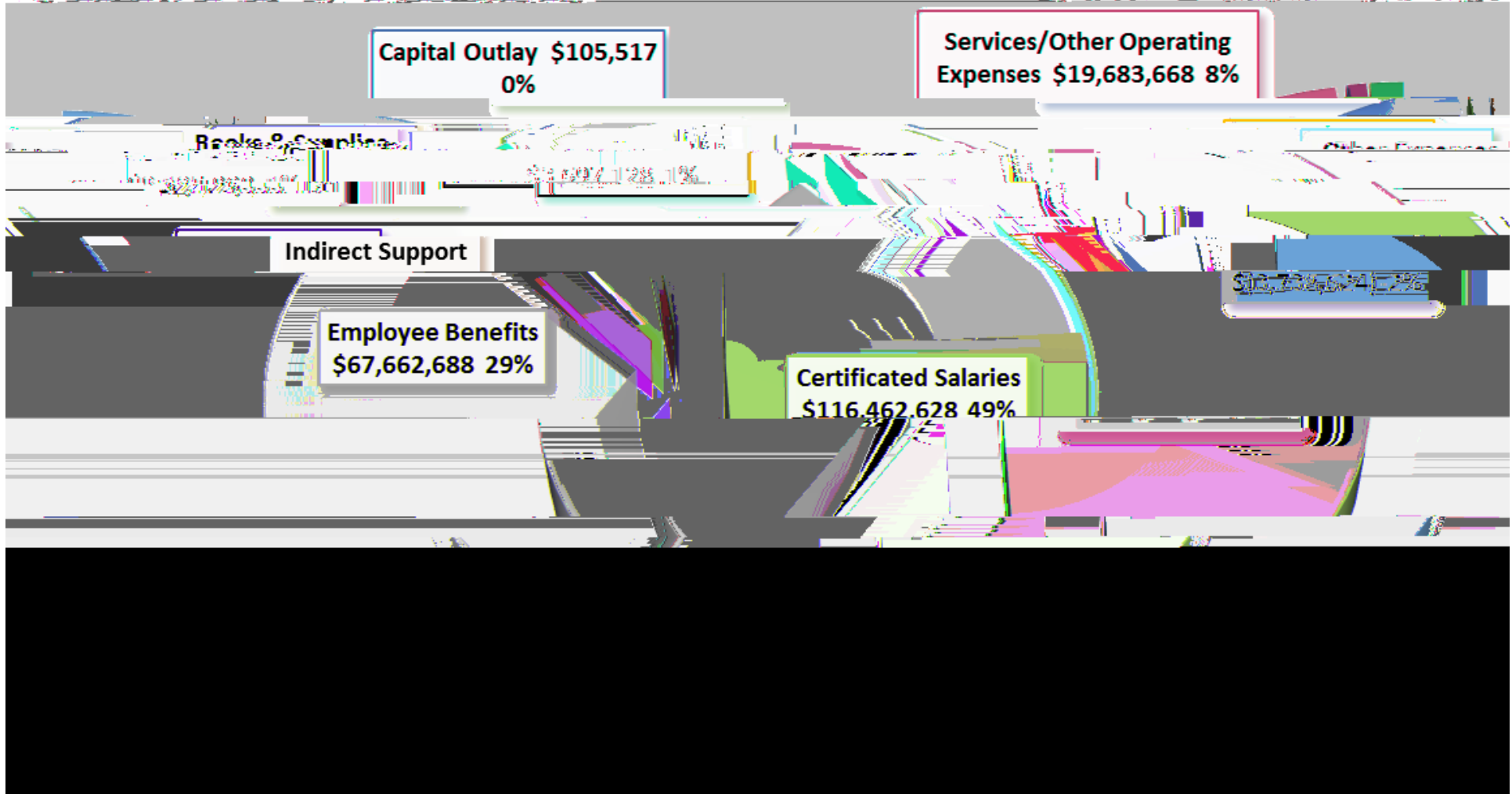
0%

Services/Other Operating



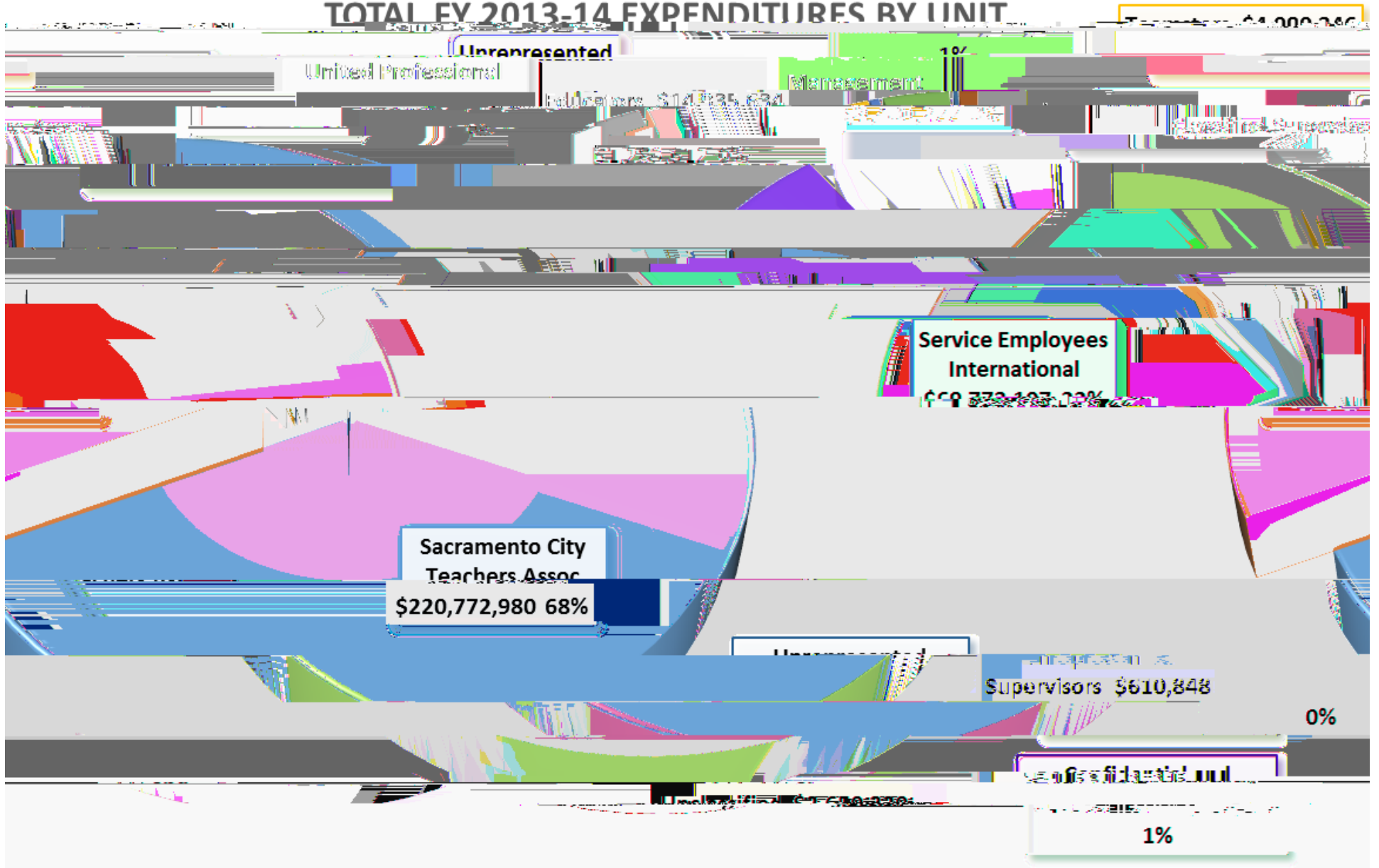
Current Revised Budget

TOTAL FY 2013-14 UNRESTRICTED EXPENDITURES BY OBJECT



Current Revised Budget

TOTAL FY 2013-14 EXPENDITURES BY UNIT



- Our District Budget is a living document and changes constantly.





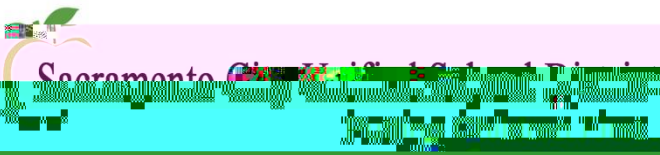
School Location Budget Allocations 2013-2014

Location Code	School Name	Budgeted Enrollment	2013-14 Total Adopted Budget	Per Student Adopted Budget	2013-14 Total Budget Includes Carryover	Per Student Total Budget Includes Carryover	Adopted Unrestricted Discretionary	Per Student Unrestricted Discretionary
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School Location Budget Allocations 2013-2014 Revised



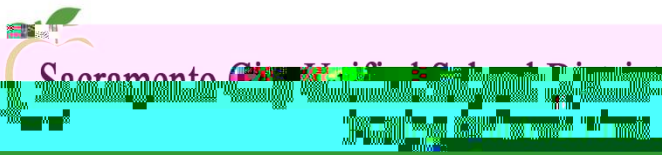
Location
Code



School Location Budget Allocations 2013-2014 Revised

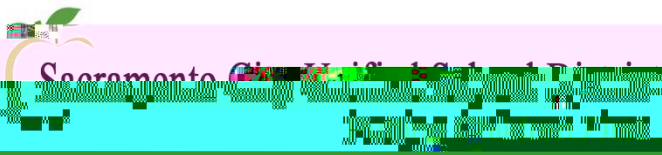
Location Code	School Name	Budgeted Enrollment	2013-14 Total Adopted Budget	Per Student Adopted Budget	2013-14 Total Budget Includes Carryover	Per Student Total Budget Includes Carryover	Unrestricted Discretionary	Per Student Unrestricted Discretionary
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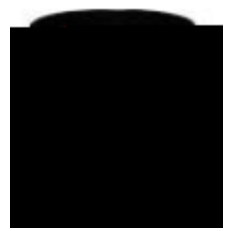
Department Budget Allocations 2013-2014 Revised

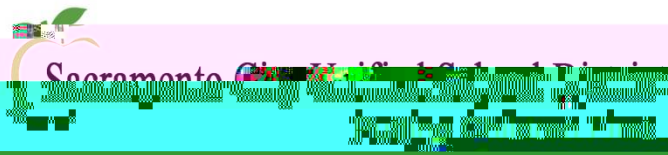
Location



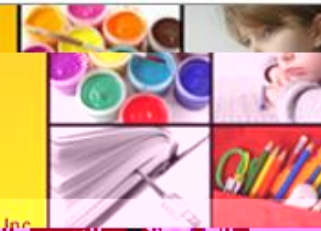
Department Budget Allocations 2013-2014 Revised

Location Code	Department Name	Total Adopted Budget 10/18/2013	Total Budget Per Student	Total Revised Budget 10/18/2013	Total Budget Per Student
0760	STUDENT SERVICES	\$778,290.00	\$18.58	\$867,941.25	\$20.72
0762	EXPANDED LEARNING SERVICES	\$0.00	\$0.00	\$502,250.00	\$11.99
0763	FOSTER YOUTH SE	\$455,274.00	\$10.87	\$572,388.02	\$13.67
0764	HEALTH SERVICES	\$1,844,985.43	\$44.05	\$1,899,745.85	\$45.36
0765					



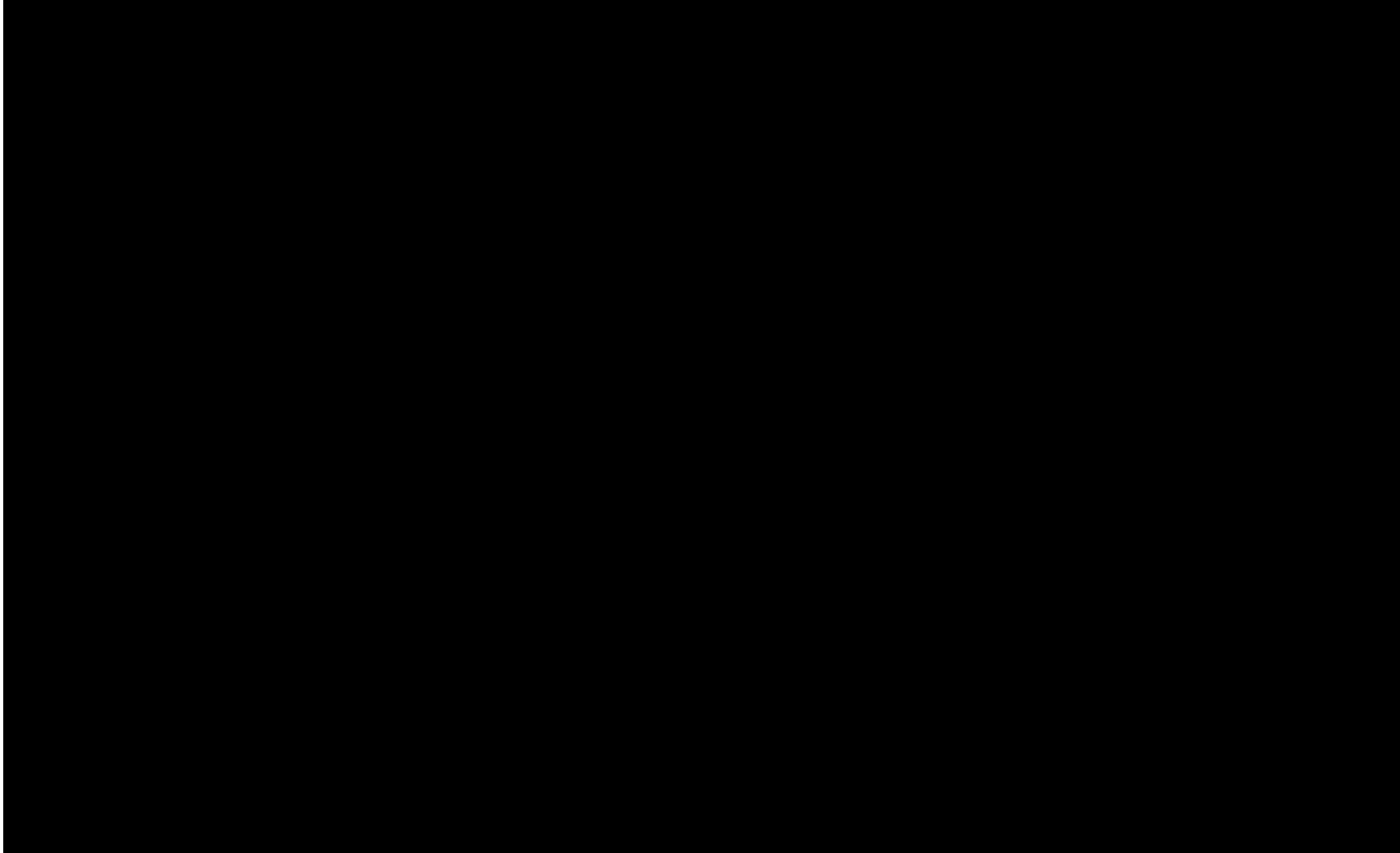


SBE Actions and Timeline



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LCFF and K-3 CSR Penalties

-

negotiated

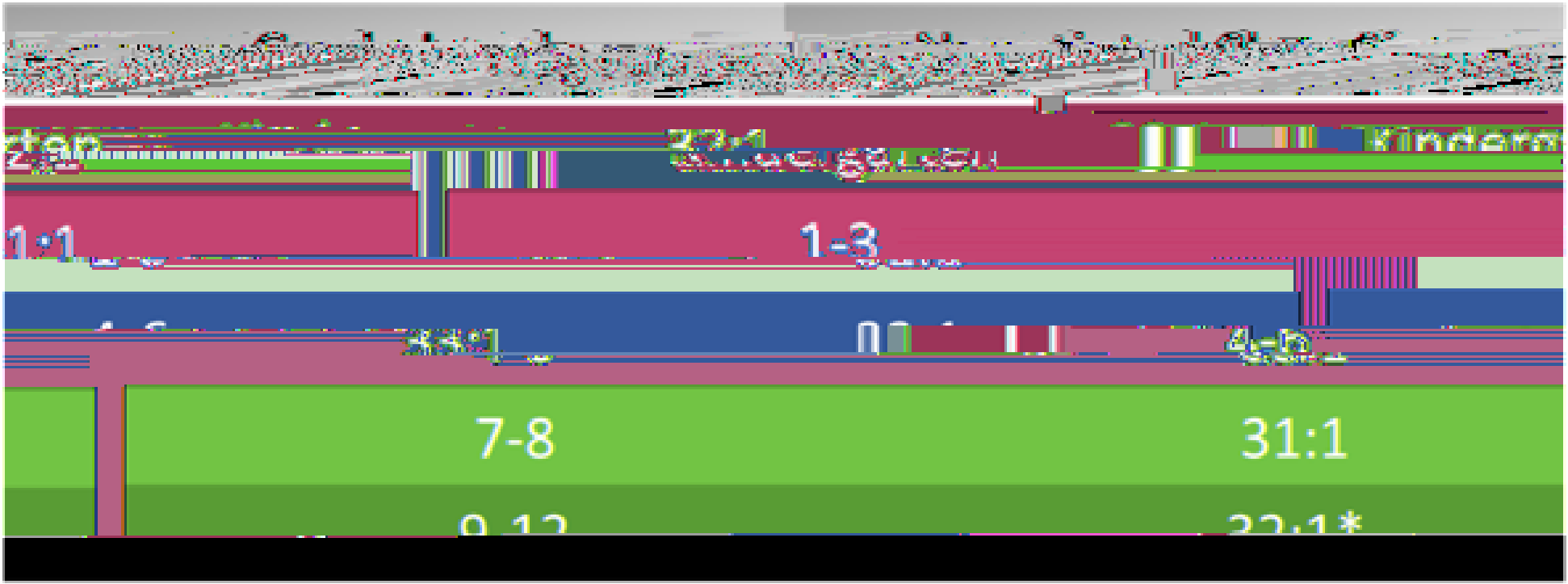
unless an alternate ratio is locally

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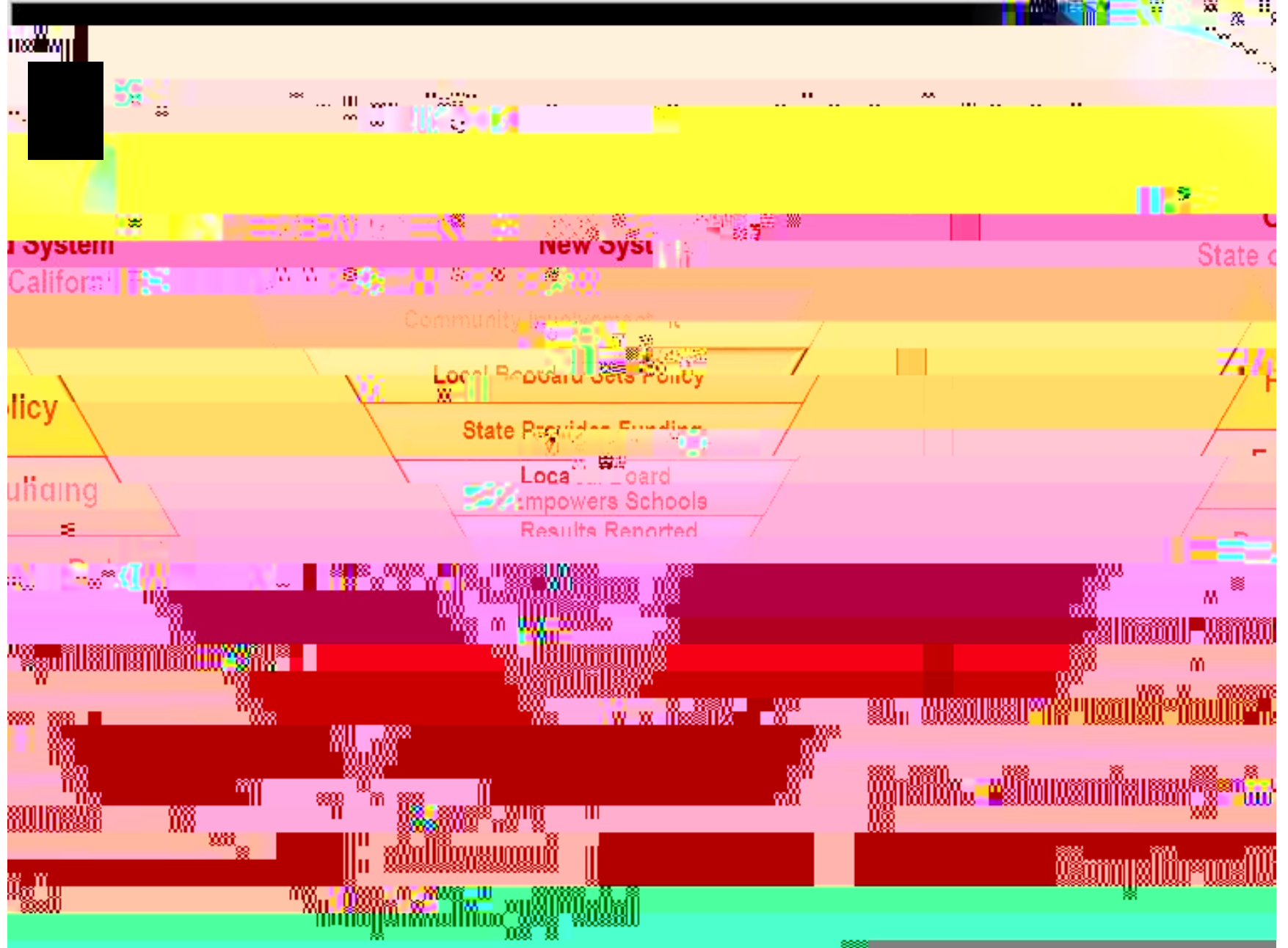
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Negotiated Class Size



*Note: 25 in some classes for English, Social Studies, Math, and Science, and 30 in some classes for History, Science, and Art.



B-11 Adopting and Updating the LCAP

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Adoption of

Present for review and

at advisory

opportunity to

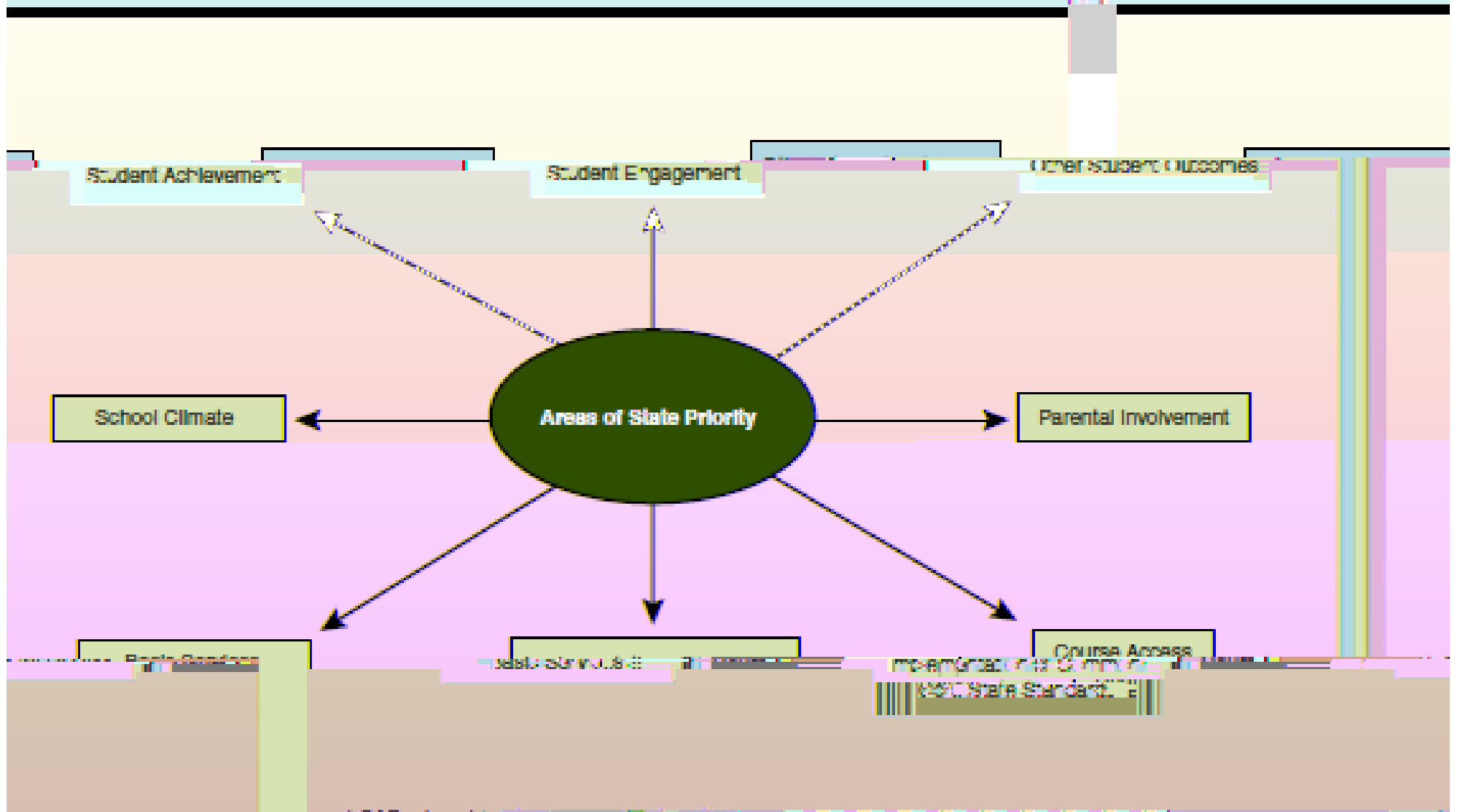
Submitted

State Priorities

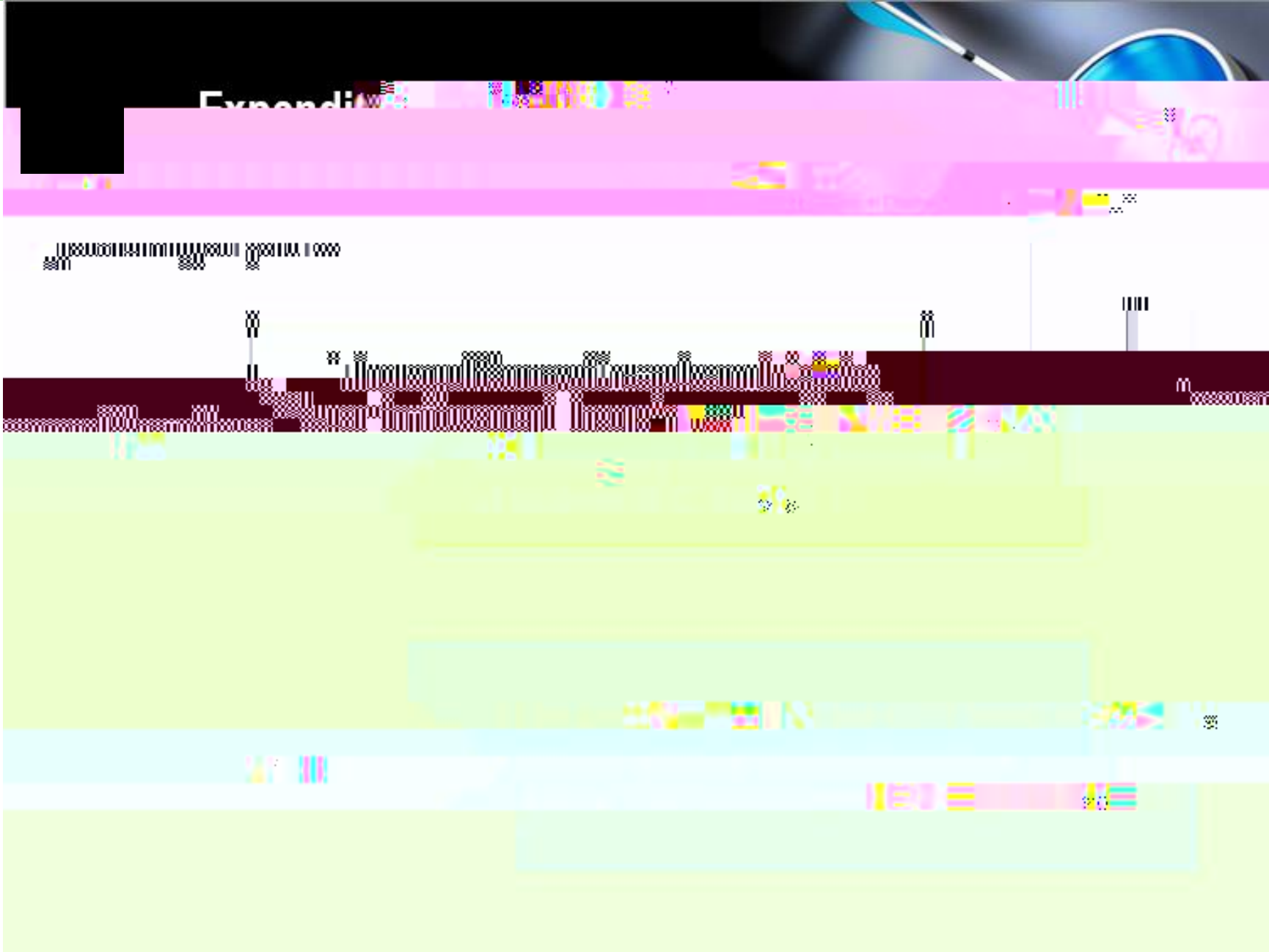
2013 School Services of California

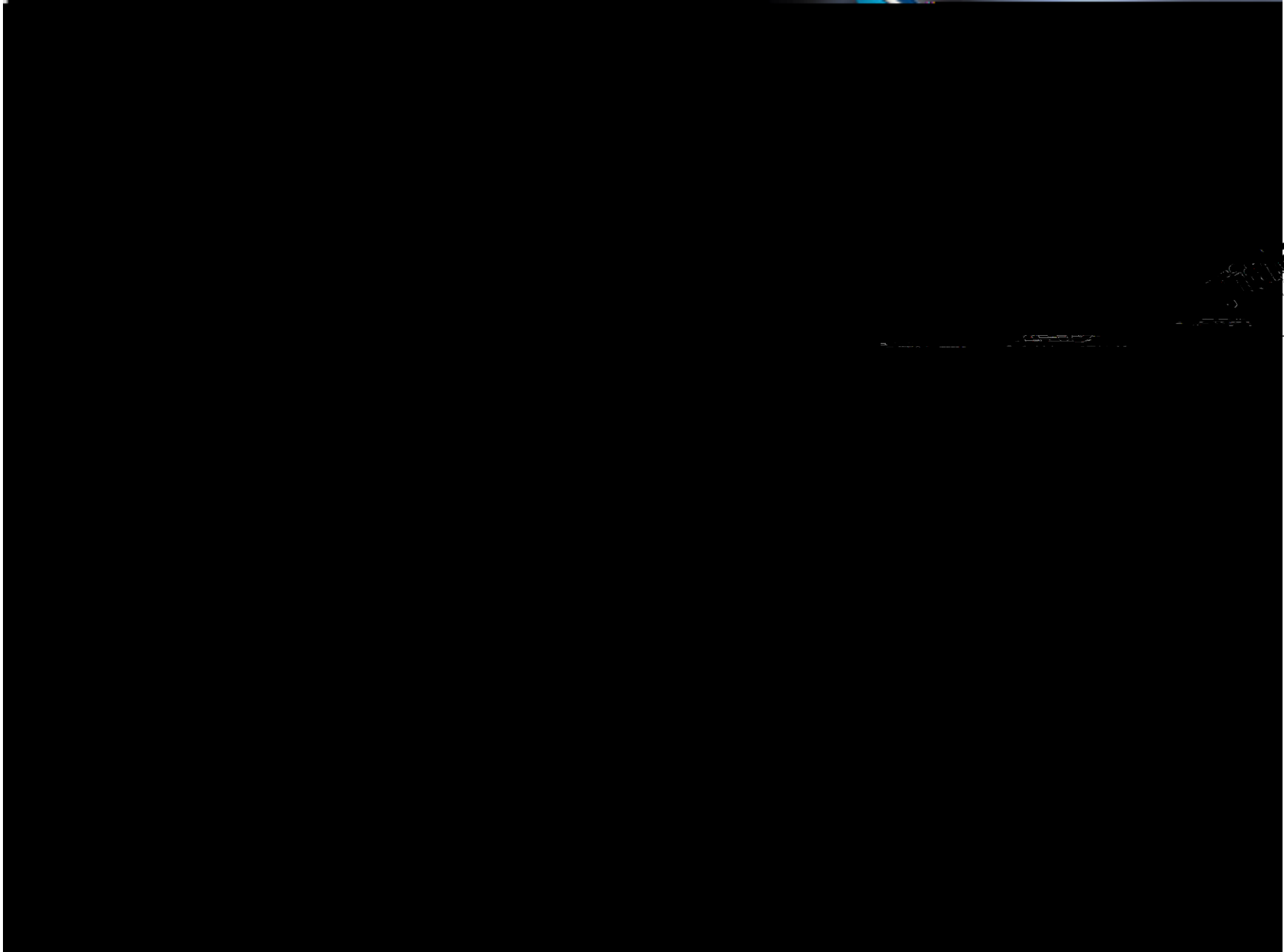
The graphic consists of a large white grid on a blue background. On the left side, there is a large, semi-transparent blue circle. On the right side, there is a large, semi-transparent blue rectangle. The grid contains various colored shapes and patterns, including a large blue circle on the left, a large blue rectangle on the right, and a large orange rectangle at the bottom. The text 'State Priorities' is at the top, and '2013 School Services of California' is in a blue banner below it.

Eight Areas of State Priority that Do Addressed in C&D



Instructional Quality, School Climate, Instructional Quality





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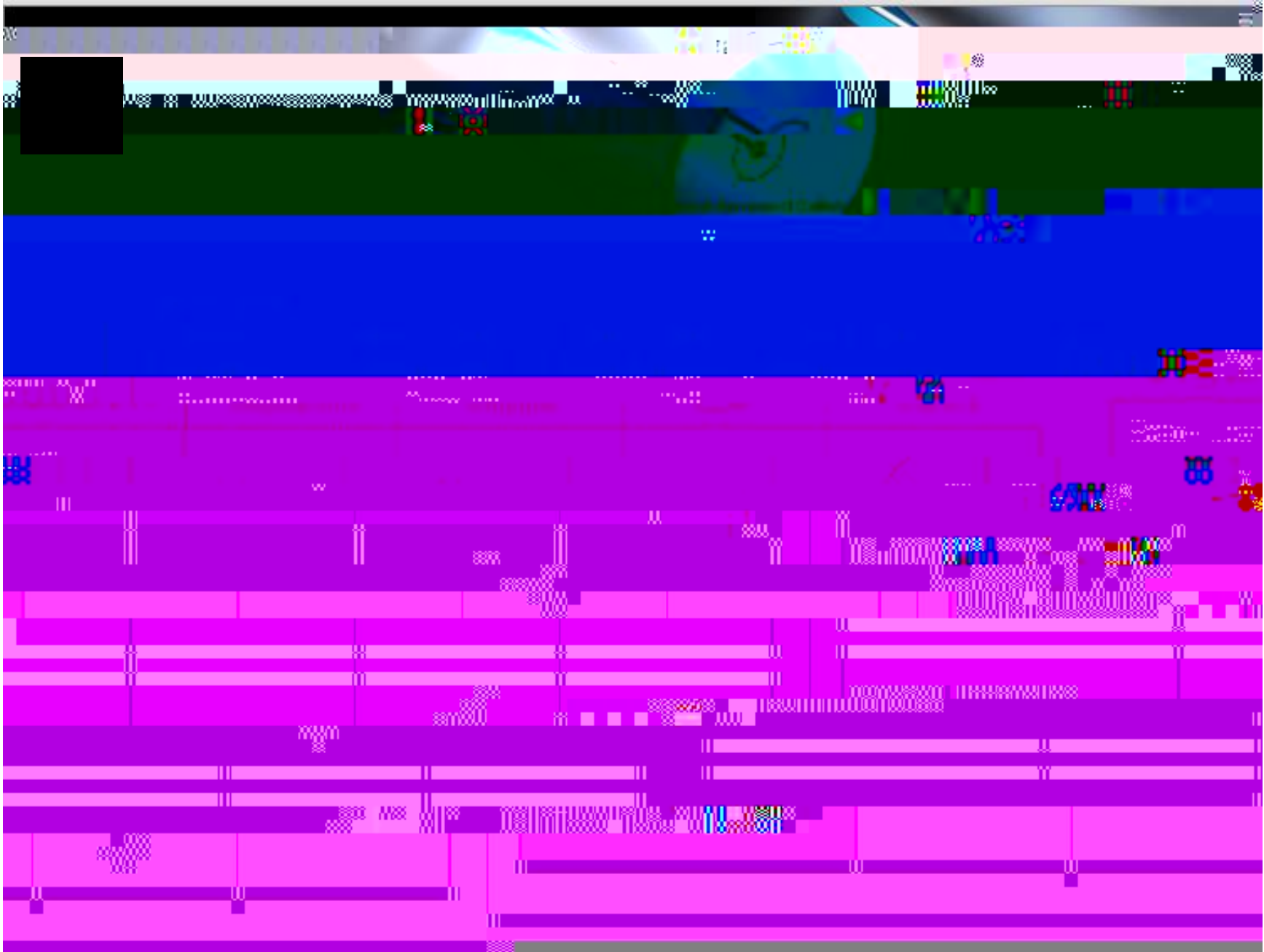


Illustration of How LOEE Works

Example of 20 Students

Concentration Threshold

(70% percent of enrollment in English Learner/Low Income)

FUNDING EACH STUDENT GENERATES

\$7,527

\$6,045

\$7,100

70% x 20 students = 14

Departmental

Departmental

Departmental

Departmental

Departmental

Departmental

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LCFF Total Target Calculation Continued

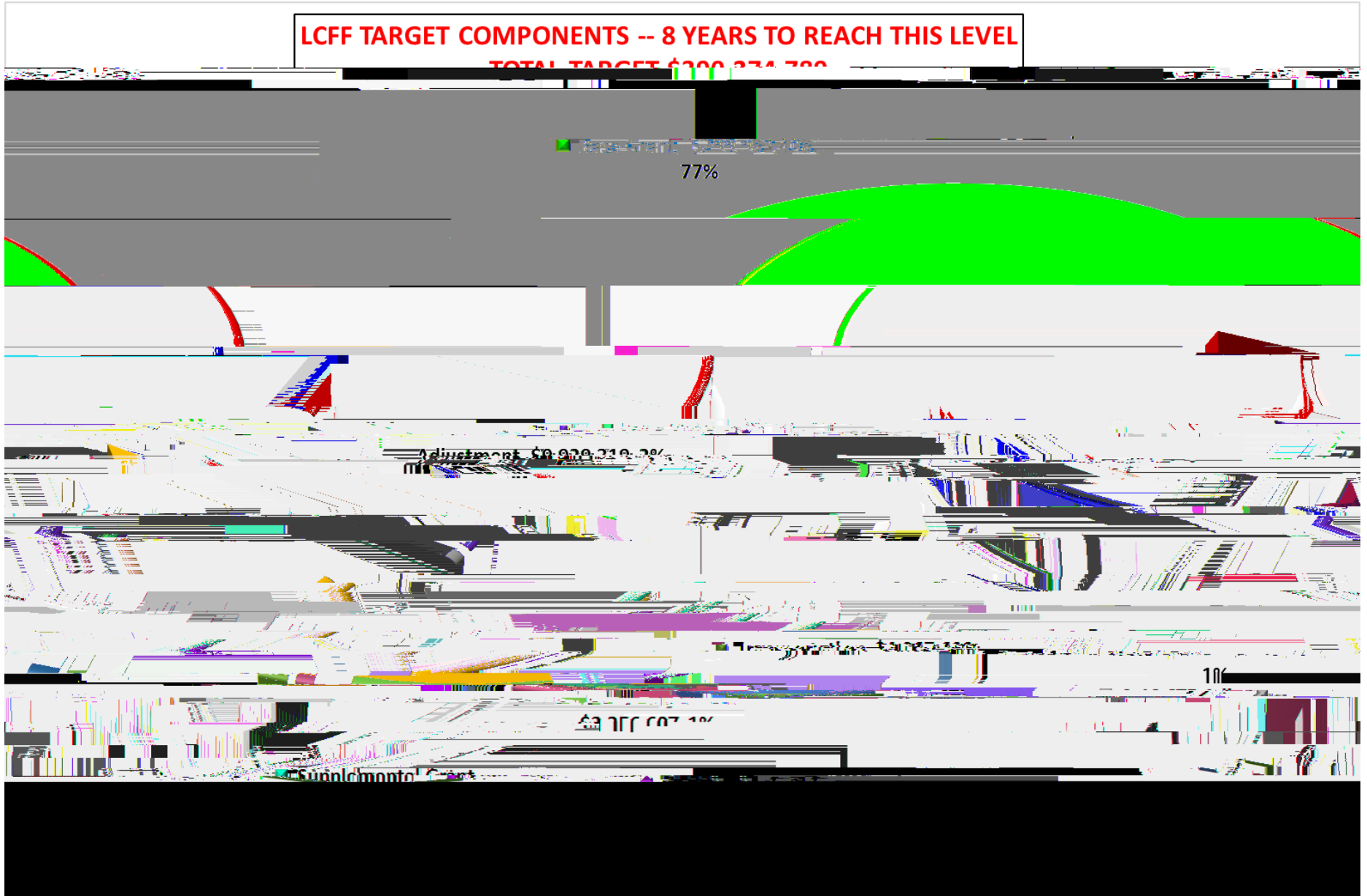


Additional amount for Supplemental & Concentration for
FY 2013-2014 \$1,305,950

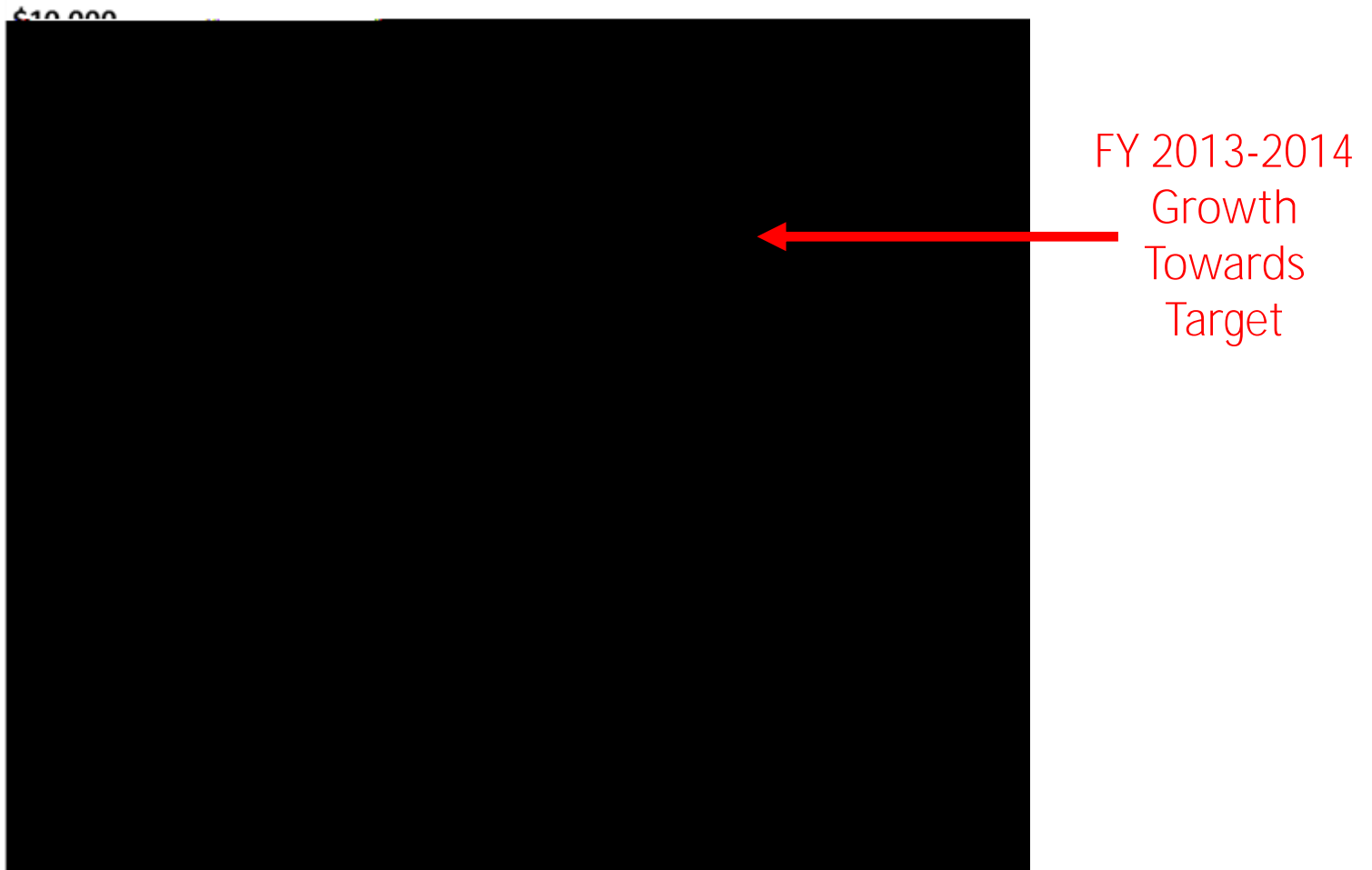
Estimated Designation for Supplemental & Concentration
FY 2014-2015 \$8,423,840

Meaning This Amount Will Be Accountable

Components of LCFF Target



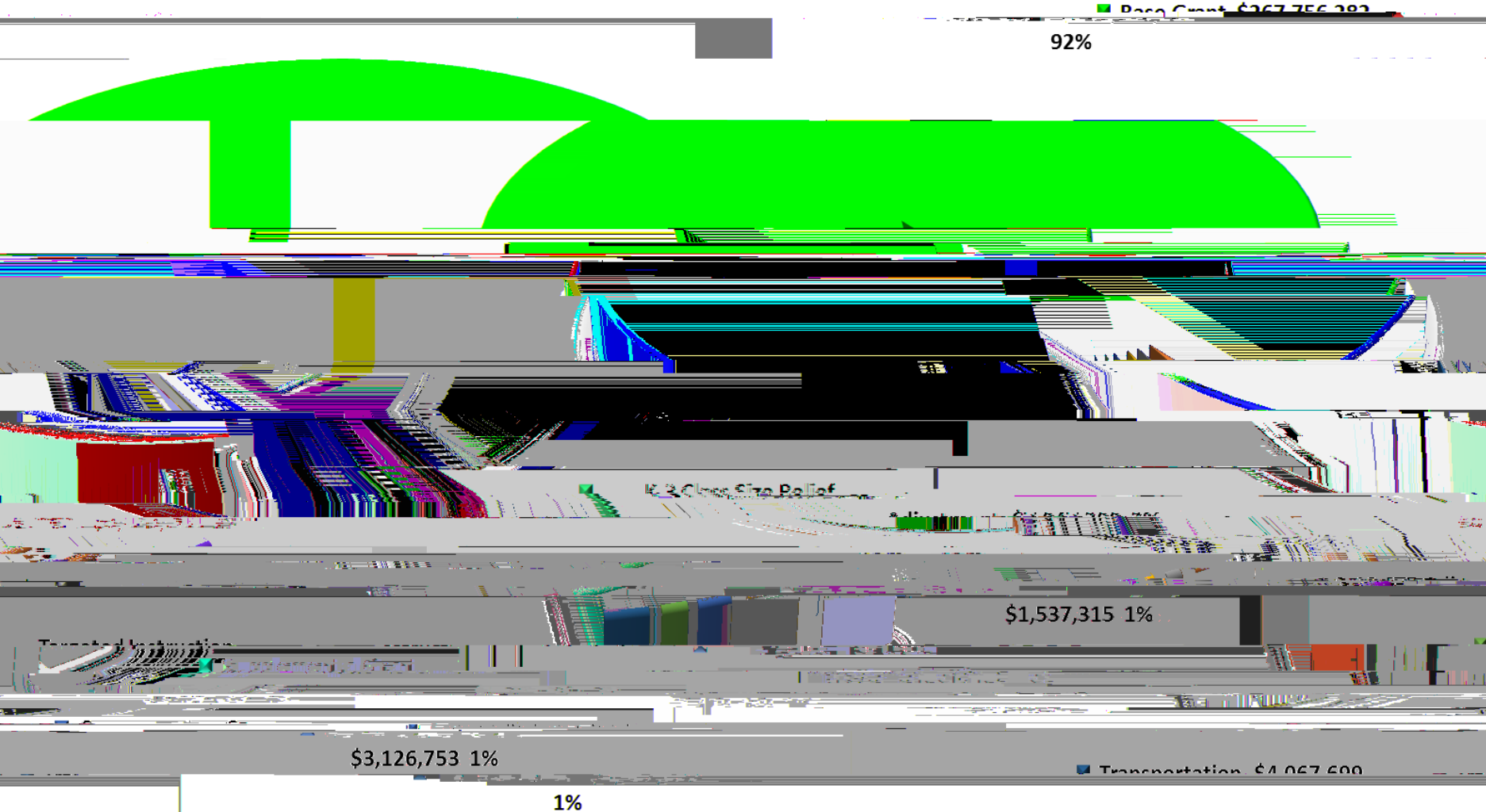
2013-14 Growth Toward Target



Components of LCFF Current Year

CURRENT YEAR LCFF COMPONENTS

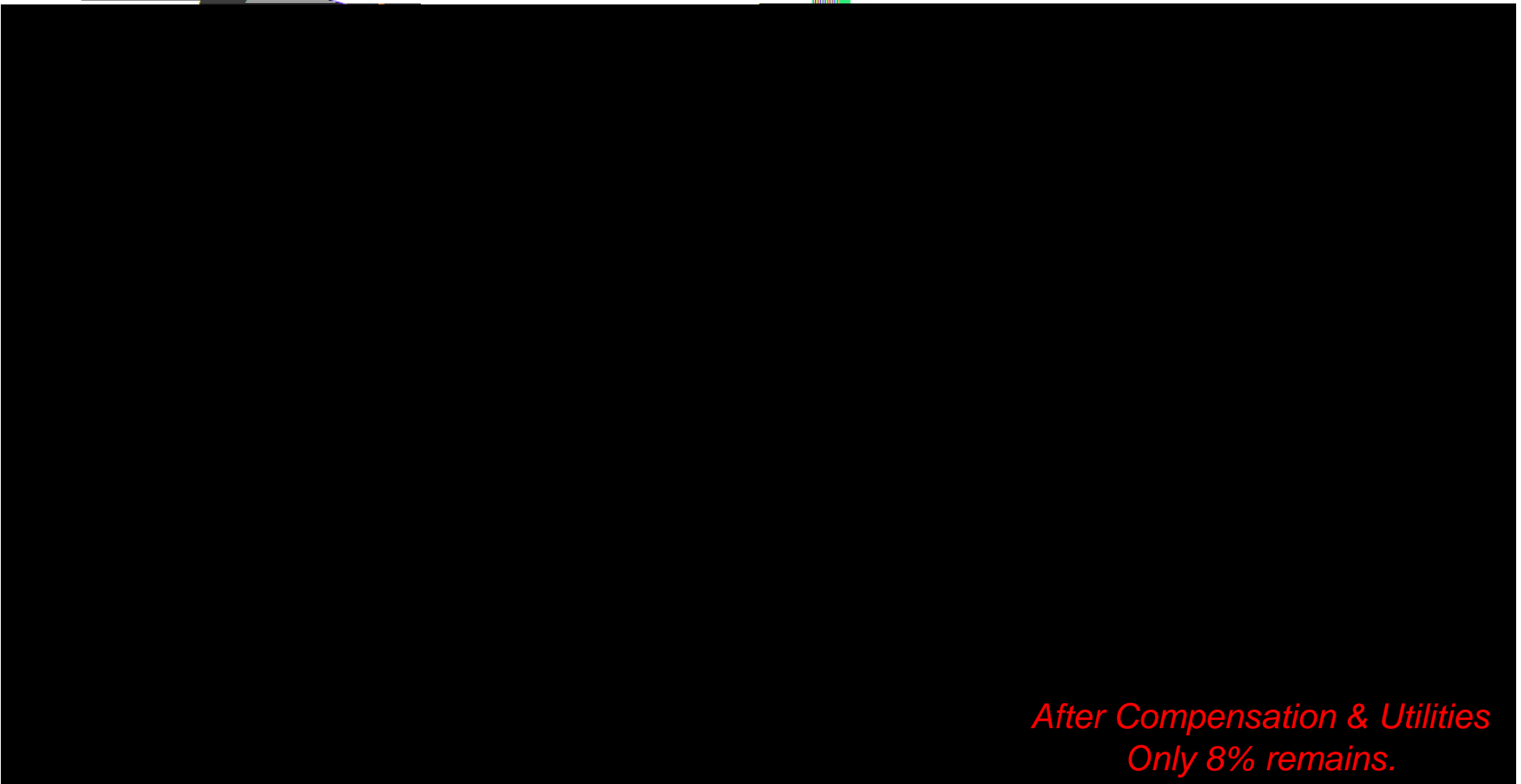
FY 2013-2014





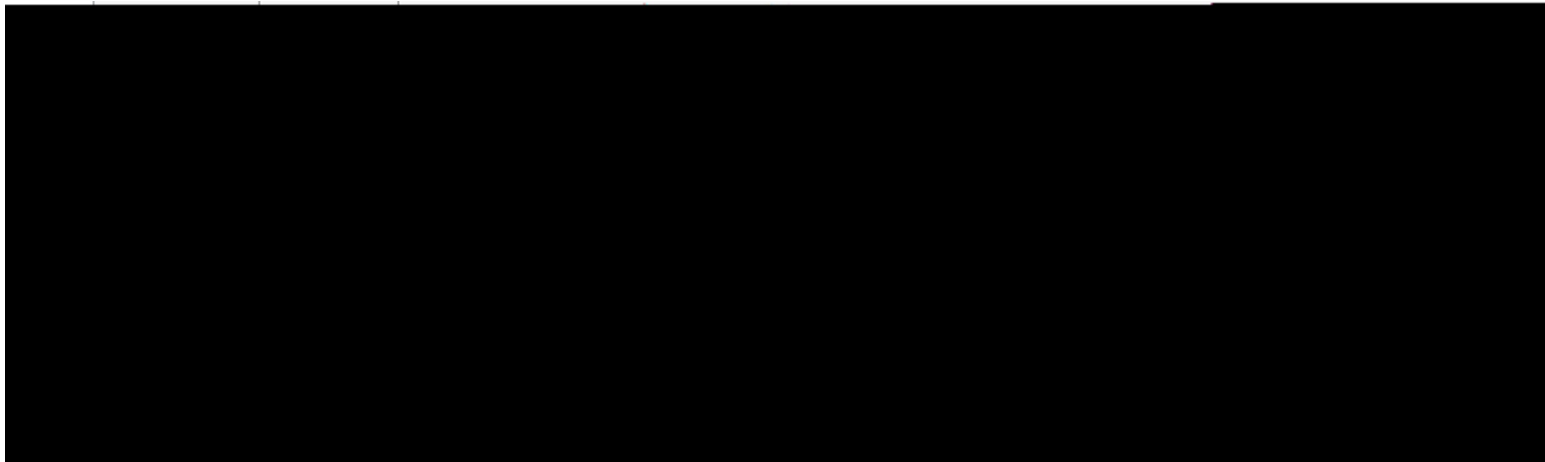
*Total Compensation 88% of
LCFF Funds*

\$25,718,980, 10%



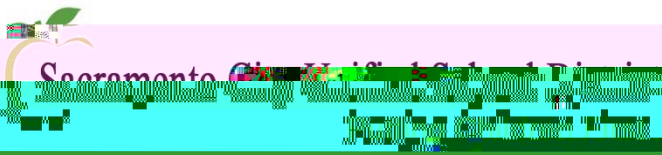
*After Compensation & Utilities
Only 8% remains.*

- Readers of this document are encouraged to learn more about California School District budgeting and accounting by visiting:



<http://www.cde.ca.gov/fg/ac/ac/>

Questions?



School Library Improvement Block Grant SLIBG



Public Hearing for Proposed Fiscal Year 2013-14 Transfers of Tier III Resources

Tier III Program	Original Funding	2010-11 Funding	2011-12 Funding	2012-13 Funding	2013-14 Funding	2013-14 Transfer to Resource 0000 NO SLIBG ALLOCATIONS
Total	\$32,587,800	\$17,587,800	\$13,757,800	\$6,382,622	\$6,447,546	\$26,675,706

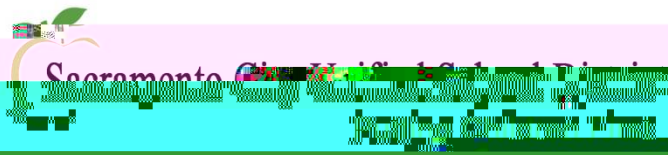
Supplement, not Supplant

Categoricals are intended to be “over and above”, “extra”, “in addition to” what is being expended from state and local funds [supplement]

Categoricals are not to replace/decrease what is being expended from state and local funds [supplant]

If supplanting is determined by grantor, funds must be returned to grantor

Both the TAS and SWP requirements prohibit the use:



Supplement, not Supplant



...demonstrate that federal funds are used only for specific targeted

...A CWR school has been identified as

Presumption of Supplanting

It is presumed supplanting has occurred if:

- and to provide services required to be made available under other federal ... Federal funds were u
- the funds being used to provide Title I services are not ...
- ts, and the same service is provided to ... Title I funds were used to provide services to Title I studen

OK – what does all of the above actually mean?

- To ensure that the District, not a specific school, is not guilty of supplanting it is required that we be able to show that we did not reduce any funding to any school receiving Title I funds.
- Unfortunately that is only the first part, the second part relates to being able to show that under no circumstances did any Title I schools receive any less on a per pupil basis than any non-Title I schools from General Fund Support.
 - So