

SAN LEANDRO UNIFIED SCHOOL DISTRICT

2016-17 FIRST INTERIM

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Assistant Superintendent

December 6, 2016



2016-17 First Interim

Overview:

- 2016-17 Budget and Reserve Update
- Multi-Year Projection
- Next Steps

Budget Updates Since First Interim

- Major Revenue updates include:
 - LCFF – Unduplicated Count, Enrollment \$2,290,312
 - ROP One Time Grant \$ 242,000
 - Lottery \$ 130,191
 - College Readiness Grant \$ 265,192
 - Prop 39 Energy Efficiency \$ 201,293
 - Per Pupil Block Grant (\$ 142,119)
 - STRS “On Behalf” \$1,253,059
- Major Expenditure updates include:
 - 2.5% Settlement \$ 1,658,528
 - Additional payroll increases/adjusts \$ 1,077,673
 - ASES \$ 669,495
 - SPED Placements \$ 550,025
 - Prop & Liability Insurance (from Fund 67) \$ 705,000
 - STRS “On Behalf” \$1,253,059

2016-17 Revenues – General Fund Original Budget vs First Interim

| Revenue Source | Original Budget | First Interim | Difference |
|----------------|---------------------|---------------------|--------------------|
| LCFF | \$73,153,015 | \$75,443,327 | \$2,290,312 |
| Federal | \$4,122,087 | \$4,302,714 | \$180,627 |
| State | \$7,830,098 | \$9,952,126 | \$2,122,028 |
| Local | \$4,934,777 | \$4,858,180 | (\$76,597) |
| Total | \$90,039,977 | \$94,556,347 | \$4,516,370 |

2016-17 Expenditures – General Fund Original Budget vs First Interim

| Expense | Original budget | First Interim | Difference |
|---------------------------|---------------------|---------------------|--------------------|
| Certificated Salaries | \$46,463,756 | \$48,239,215 | \$1,775,459 |
| Classified Salaries | \$12,164,209 | \$12,364,885 | \$200,676 |
| Employee Benefits | \$15,037,441 | \$16,693,248 | \$1,655,807 |
| Books and Supplies | \$3,237,782 | \$3,591,976 | \$154,194 |
| Services | \$11,611,790 | \$13,738,669 | \$2,126,879 |
| Capital Outlay | \$15,896 | \$85,581 | \$69,685 |
| Total Expenditures | \$88,530,874 | \$94,513,574 | \$6,182,700 |

2016-17 Fund Balance (Restricted and Unrestricted)

| | Original Budget | First Interim | Difference |
|-------------------------|--------------------|--------------------|--------------------|
| Revenue | \$90,039,977 | \$94,556,347 | \$4,516,370 |
| Expenditures | \$88,530,874 | \$94,713,574 | \$6,182,700 |
| Transfers In / (Out) | \$748,638 | \$1,673,050 | \$924,412 |
| Excess/ (Deficiency) | (\$590,545) | (\$1,516,277) | (\$925,732) |
| Beginning Balance | \$5,879,520 | \$5,879,520 | \$0 |
| Audit Adjustments | \$0 | \$0 | \$0 |
| Ending Balance | \$5,288,975 | \$4,363,243 | (\$925,732) |

2016-17 Estimated Ending Fund Balance and Reserves

| | |
|---------------------------------------|---------------|
| •Estimated Unrestricted General Fund: | \$ 3,358,230 |
| •Estimated Restricted General Fund: | \$ 1,005,013 |
| •Estimated GF Expenditures | \$ 96,360,624 |
| Unrestricted GF Reserves: | 3.49% |
| “Excess Reserves” above 3% | \$ 467,411 |

General Fund Multi-Year Projection (Unrestricted and Restricted)

| | 2016-17 | 2017-18 | 2018-19 |
|-------------------------|---------------|--------------|--------------|
| Revenue | \$94,844,347 | \$96,261,429 | \$98,445,827 |
| Expenditures | \$96,360,624 | \$96,464,330 | \$98,714,662 |
| Surplus/(Deficit) | (\$1,516,277) | (\$ 202,901) | (\$ 268,835) |
| Included Cuts | | \$2,000,000 | \$2,000,000 |
| Unrestricted Reserves % | 3.49% | 3.49% | 3.41% |
| “Excess Reserves” | \$467,411 | \$472,082 | \$406,636 |

- Includes \$250 / ADA increase in 2018-19 for Prop 55
- Includes \$2,000,000 in ongoing cuts beginning in 2017-18
- Does not include any negotiated salary increase
- Assumes enrollment decline of 20 students in each year
- Includes STRS and PERS increases
- Assumes that parcel tax (\$750,000) expires after 2017-18



Next Steps

- Our External Auditors will present the district audit on January 24
- The Governor will release his 2017-18 Budget January which will be followed by the School Services of California conference in Sacramento.
- Second Interim will be presented in March.
- 2017-18 Budget will be presented for adoption in June.



Questions or Comments?