



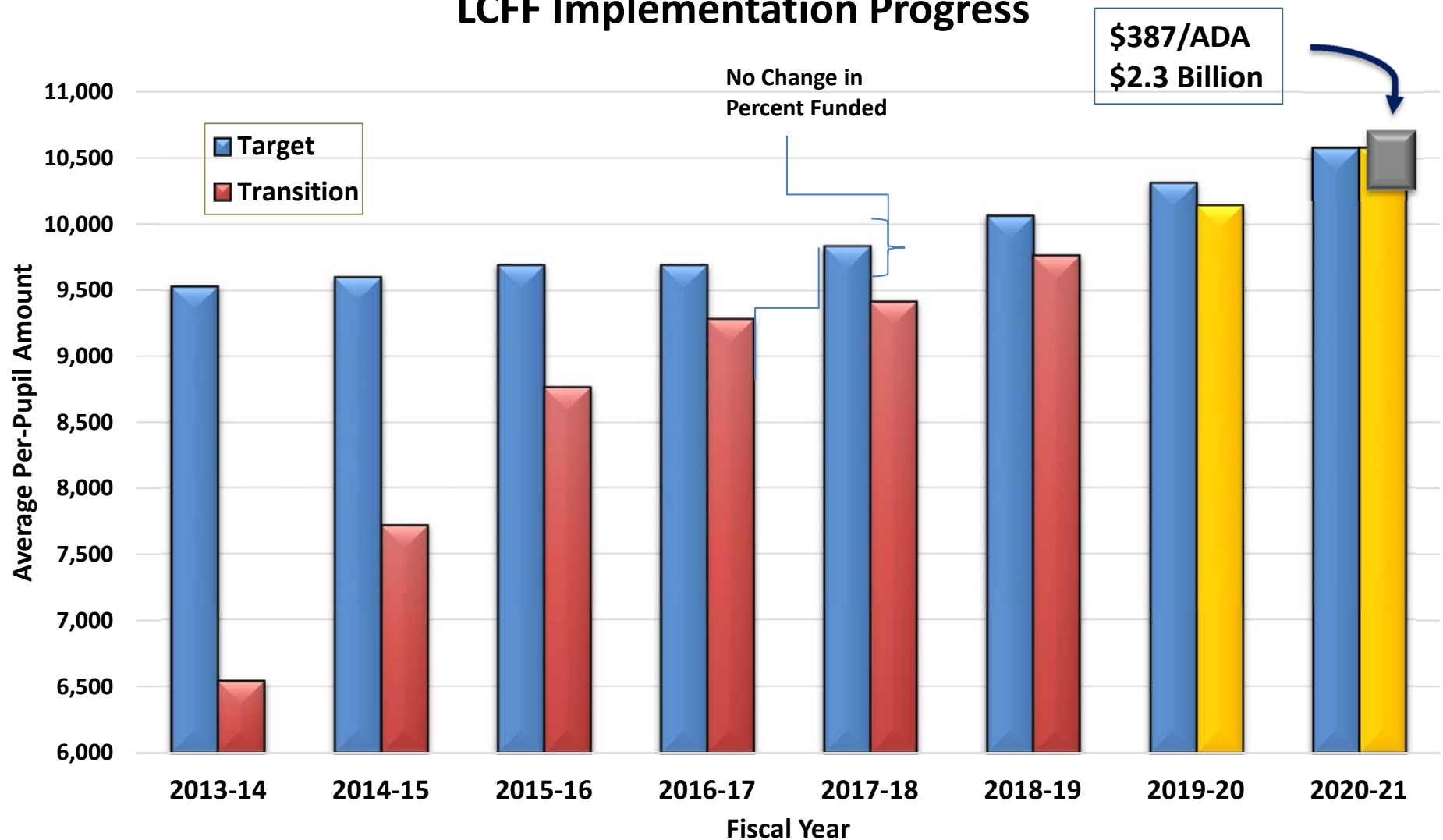
Dixie School District

2nd Interim and Budget Update
Fiscal Year Ended
2016 - 2017

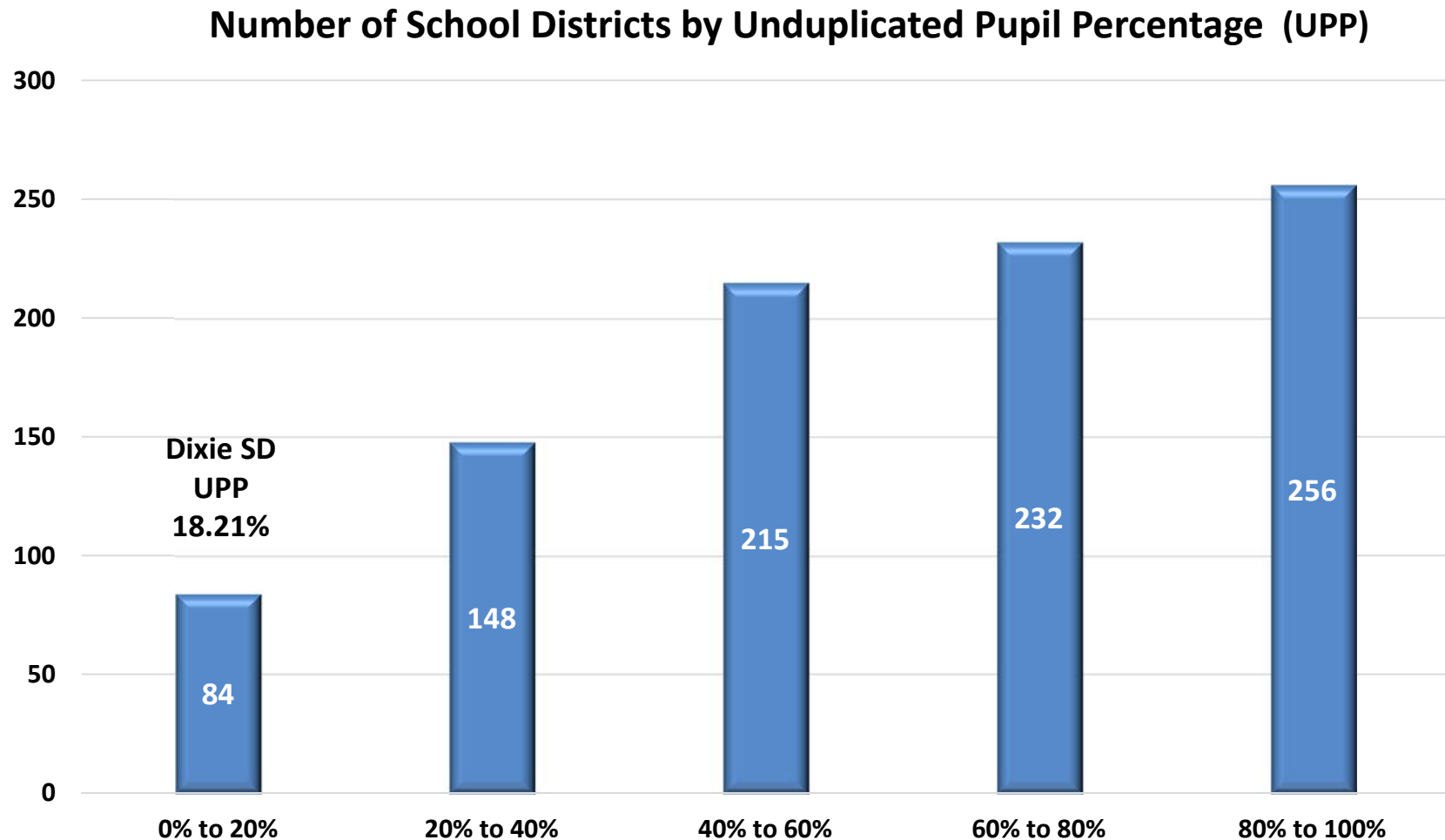
*Presented by
Robert A. Marical
Business Manager
March 14, 2017*

What's Ahead

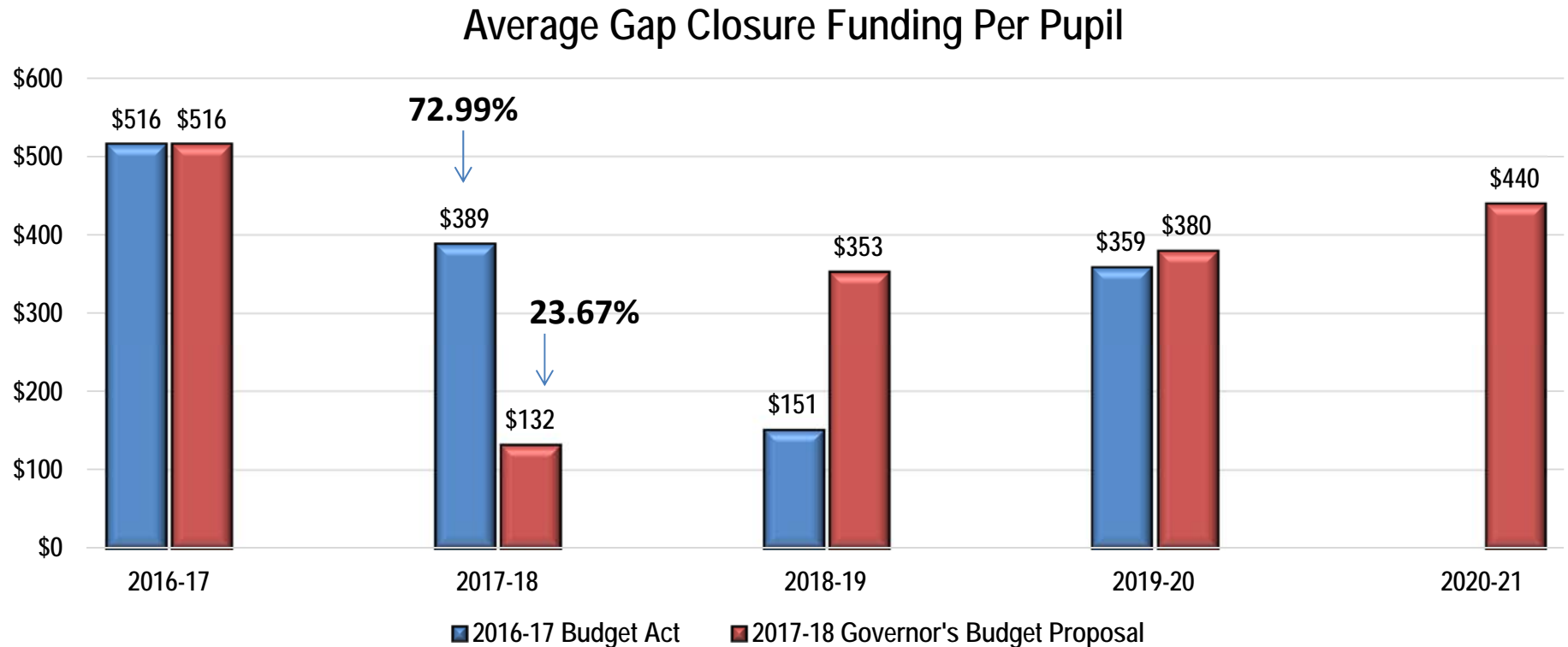
LCFF Implementation Progress



Transitioning to Full Funding of LCFF Entitlements

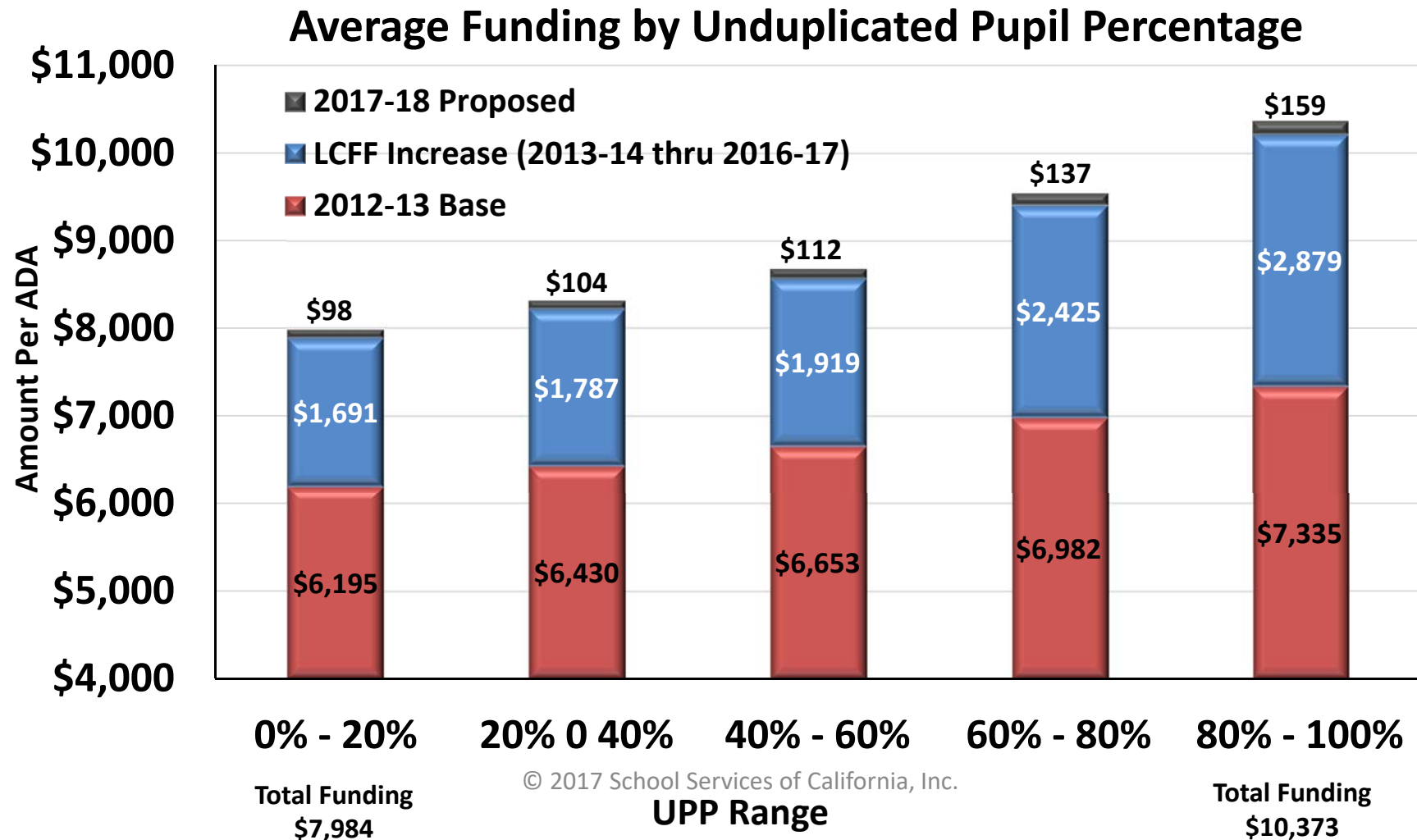


Department of Finance Forecasts



GAP funding change resulted in projected decrease in revenues for 2017-18 of \$350,000 for Dixie School District

Transitioning to Full Funding of LCFF Entitlements



**Dixie School District
Estimated Revenue Increase from GAP Funding
Revised 2nd Interim 2016-17**

LCFF Factors	2015-16	2016-17	2017-18	2018-19
ADA Change	2.8	0.0	-33.0	37.0
GAP %	52.20%	55.28%	23.67%	53.85%
COLA	1.02%	0.00%	1.48%	2.40%

Total LCFF Funding	\$ 14,365,491	\$ 15,029,537	\$ 15,082,755	\$ 15,621,213
Increase in Funding (New Money)	\$ 1,268,952	\$ 665,846	\$ 53,218	\$ 538,458
Increase in Funding (Percentage)	9.69%	4.64%	0.35%	3.57%

Projected increase in funding for 2017-18 will not cover built in costs for Step/Column and STRS/PERS increase.

CalSTRS Rate Increases

CalSTRS Rates

- Employer rates are increasing to 14.43% in 2017-18, up from 12.58% in 2016-17
 - No specific funds are provided for this cost increase
- Under current law, once the statutory rates are achieved, CalSTRS will have the authority to marginally increase or decrease the employer contribution rate

Year	Employer	Pre-PEPRA Employees	Post-PEPRA Employees
2016-17	12.58%	10.25%	9.205%
2017-18	14.43%	10.25%	9.205%
2018-19	16.28%	10.25%	9.205%
2019-20	18.13%	10.25%	9.205%
2020-21	19.10%	10.25%	9.205%

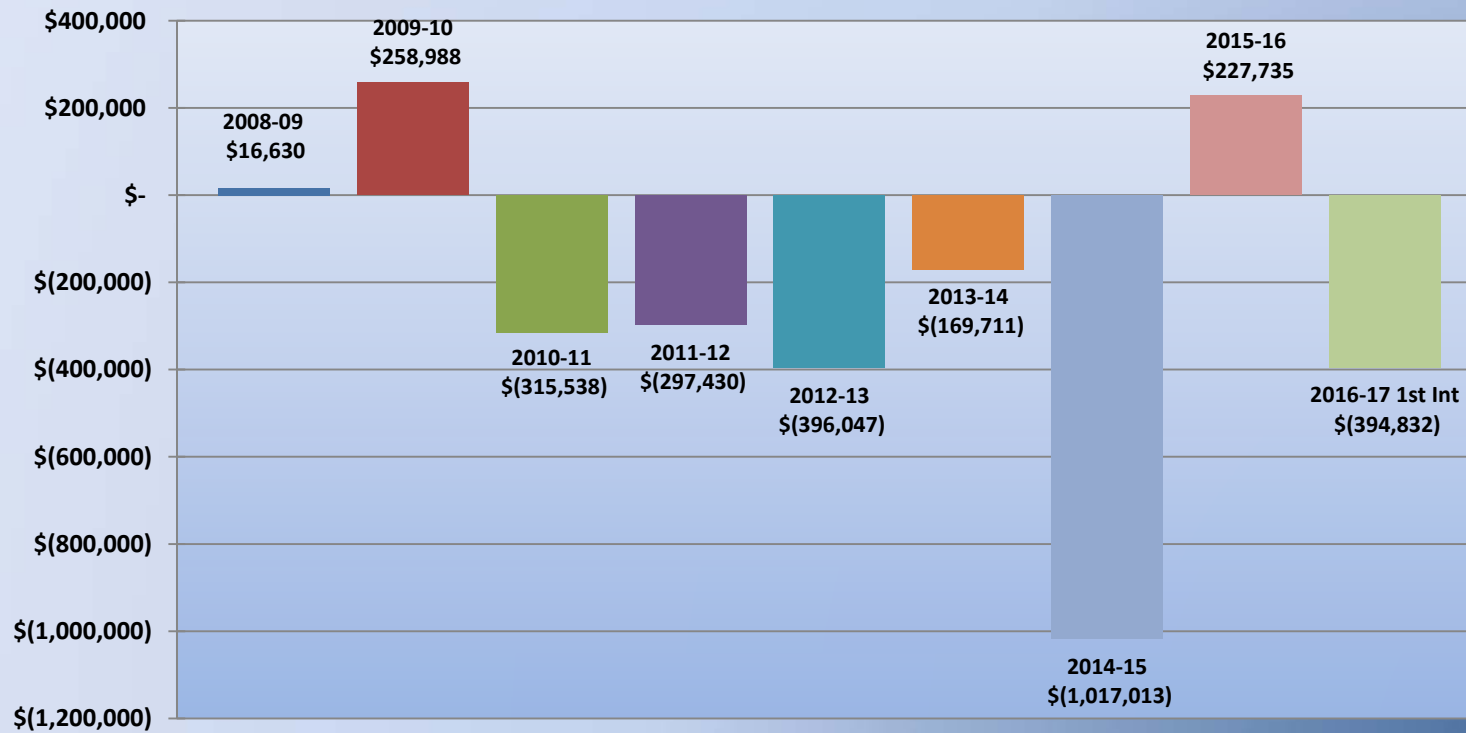
CalPERS Rate Increases

- The employer contribution to CalPERS is proposed to increase to 15.8% in 2017-18, up from 13.888% in 2016-17
- “Classic” members continue to pay 7.0%
 - New members pay 6.0%, which may fluctuate from year-to-year based on the PEPPRA requirement to pay half the normal cost rate
- Estimates of the resulting future contribution rate increases for school employers are as follows:

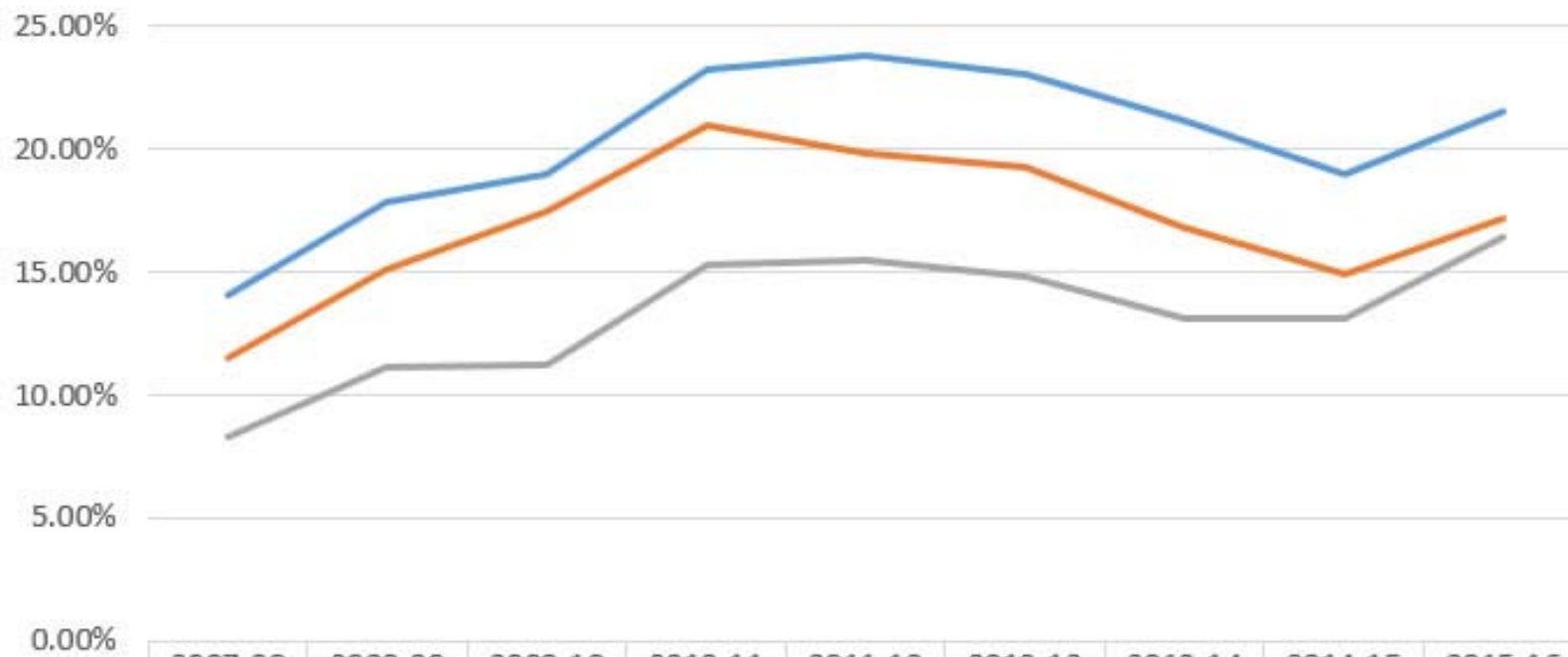
Actual	Projected				
2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
13.888%	15.8%*	17.7%*	19.7%*	21.1%*	21.5%*

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 *CalPERS provided these estimates in early 2016 and has not yet issued revised estimates

Dixie School District General Fund Change in Fund Balance



Historic Reserve Levels



	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16
E	14.05%	17.79%	18.95%	23.22%	23.75%	23.03%	21.13%	18.96%	21.54%
H	11.46%	15.10%	17.47%	20.96%	19.79%	19.27%	16.82%	14.86%	17.19%
U	8.32%	11.09%	11.23%	15.30%	15.44%	14.81%	13.13%	13.09%	16.45%

**Dixie School District
Analysis of Fund 40**

	2016/17 Budget	2017/18 Est Budget	2018/19 Est Budget	
Current Budget				
Beginning Fund Balance	\$ 848,443	\$ 605,597	\$ 603,660	
Revenues:	\$ 1,466,960	\$ 1,488,964	\$ 1,511,299	
Expenditures:				
Salaries + Benefits	\$ 170,347	\$ 172,902	\$ 175,496	
Materials Supplies	\$ 14,000	\$ 15,000	\$ 15,000	
Services/Contracts	\$ 152,010	\$ 155,050	\$ 158,151.20	
Unused Lease Sites	\$ -	\$ -	\$ -	
Total 1000-5999 Objects	\$ 336,357	\$ 342,952	\$ 348,647	
Capital Projects - Furnaces (\$4,500 ea)	\$ -	\$ 4,500	\$ 9,000	
Capital Projects - Fire Alarm	\$ 32,000		\$ -	
Capital Projects - Roofing LV	\$ 205,000	\$ -	\$ -	
Capital Projects - Roofing SM	\$ -	\$ -		
Capital Projects - Other	\$ 3,000	\$ 10,000	\$ 10,000	
Total Capital	\$ 240,000	\$ 14,500	\$ 19,000	
Transfer to GF - Annual Transfer	\$ 873,449	\$ 873,449	\$ 873,449	
Transfer to GF - Addtl to fund salary Increases	\$ 125,000	\$ 125,000	\$ 75,000	
Transfer to GF - To meet 3% Year 3 MYP	\$ 135,000	\$ 135,000	\$ 135,000	
Total Transfers Out	\$ 1,133,449	\$ 1,133,449	\$ 1,083,449	
Total Expenditures	\$ 1,709,806	\$ 1,490,901	\$ 1,451,096	
Ending Fund Balance	\$ 605,597	\$ 603,660	\$ 663,863	
Capital Projects Budget	2016-17	Future Projects	Total Future	
Furnaces				
Fire Alarm Project + Archtct	\$ 32,000	\$ 183,000		
Roofing Project - LV	\$ 205,000	\$ -		
Roofing Project - SM	\$ 3,000	\$ 277,000	\$ 70,000	
Other	\$ -	\$ -	\$ -	\$ -
	\$ 240,000	\$ 460,000	\$ 70,000	\$ 530,000

Dixie School District
Multi-Year Projections Combined General Fund
2nd Interim

0.00% Excludes Reg Classified

	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>
Beginning Balance	\$ 2,119,619	\$ 1,933,748	\$ 1,622,271
+ Total Revenues	\$ 22,436,636	\$ 22,099,515	\$ 22,493,795
- Total Expenditures	<u>\$ 22,622,507</u>	<u>\$ 22,410,992</u>	<u>\$ 23,097,592</u>
Projected Ending Balance	\$ 1,933,748	\$ 1,622,271	\$ 1,018,474
Surplus/(Deficit) (Total Rev - Total Exp)	\$ (185,871)	\$ (311,477)	\$ (603,797)
District Reserve Percentage	8.55%	7.24%	4.41%
(Proj Ending Balance/Total Expenditures)			
Reserves:			
a) Revolving Cash	\$ 3,000	\$ 3,000	\$ 3,000
b) Restricted Reserves	\$ 377,815	\$ 256,062	\$ 73,493
c) Committed	\$ -	\$ -	\$ -
d) Assigned:			
Designated Carryovers	\$ 425,830	\$ -	\$ -
Reserve for Health Benefit Increase	\$ -	\$ -	\$ -
e) Reserve for Economic Uncertainties	<u>\$ 1,127,103</u>	<u>\$ 1,112,192</u>	<u>\$ 941,981</u>
Unappropriated Funds: Unrestricted	\$ (0)	\$ 251,016	\$ 0
Unappropriated Funds: Restricted	\$ -	\$ -	\$ -
Available Reserves for AB1200 Calculation	\$ 1,127,102	\$ 1,363,209	\$ 941,981
AB 1200 Reserve Percentage (Must be min. 3% in Yr 3)	4.98%	6.08%	4.08%

Dixie School District
Multi-Year Projections Combined General Fund
2nd Interim

2.00% Excludes Reg Classified

	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>
Beginning Balance	\$ 2,119,619	\$ 1,830,192	\$ 1,415,105
+ Total Revenues	\$ 22,571,636	\$ 22,234,515	\$ 22,628,795
- Total Expenditures	\$ 22,861,063	\$ 22,649,602	\$ 23,336,053
Projected Ending Balance	\$ 1,830,192	\$ 1,415,105	\$ 707,847
Surplus/(Deficit) (Total Rev - Total Exp)	\$ (289,427)	\$ (415,087)	\$ (707,258)
District Reserve Percentage (Proj Ending Balance/Total Expenditures)	8.01%	6.25%	3.03%
Reserves:			
a) Revolving Cash	\$ 3,000	\$ 3,000	\$ 3,000
b) Restricted Reserves	\$ 310,896	\$ 122,079	\$ 0
c) Committed	\$ -	\$ -	\$ -
d) Assigned:			
Designated Carryovers	\$ 425,830	\$ -	\$ -
Reserve for Health Benefit Increase	\$ -	\$ -	\$ -
e) Reserve for Economic Uncertainties	\$ 1,090,466	\$ 1,124,123	\$ 704,847
Unappropriated Funds: Unrestricted	\$ 0	\$ 165,904	\$ 0
Unappropriated Funds: Restricted	\$ -	\$ -	\$ -
Available Reserves for AB1200 Calculation	\$ 1,090,466	\$ 1,290,026	\$ 704,847
AB 1200 Reserve Percentage (Must be min. 3% in Yr 3)	4.77%	5.70%	3.02%

Add'l Fund 40 Transfer to balance year 3

\$ 135,000	\$ 135,000	\$ 135,000
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