



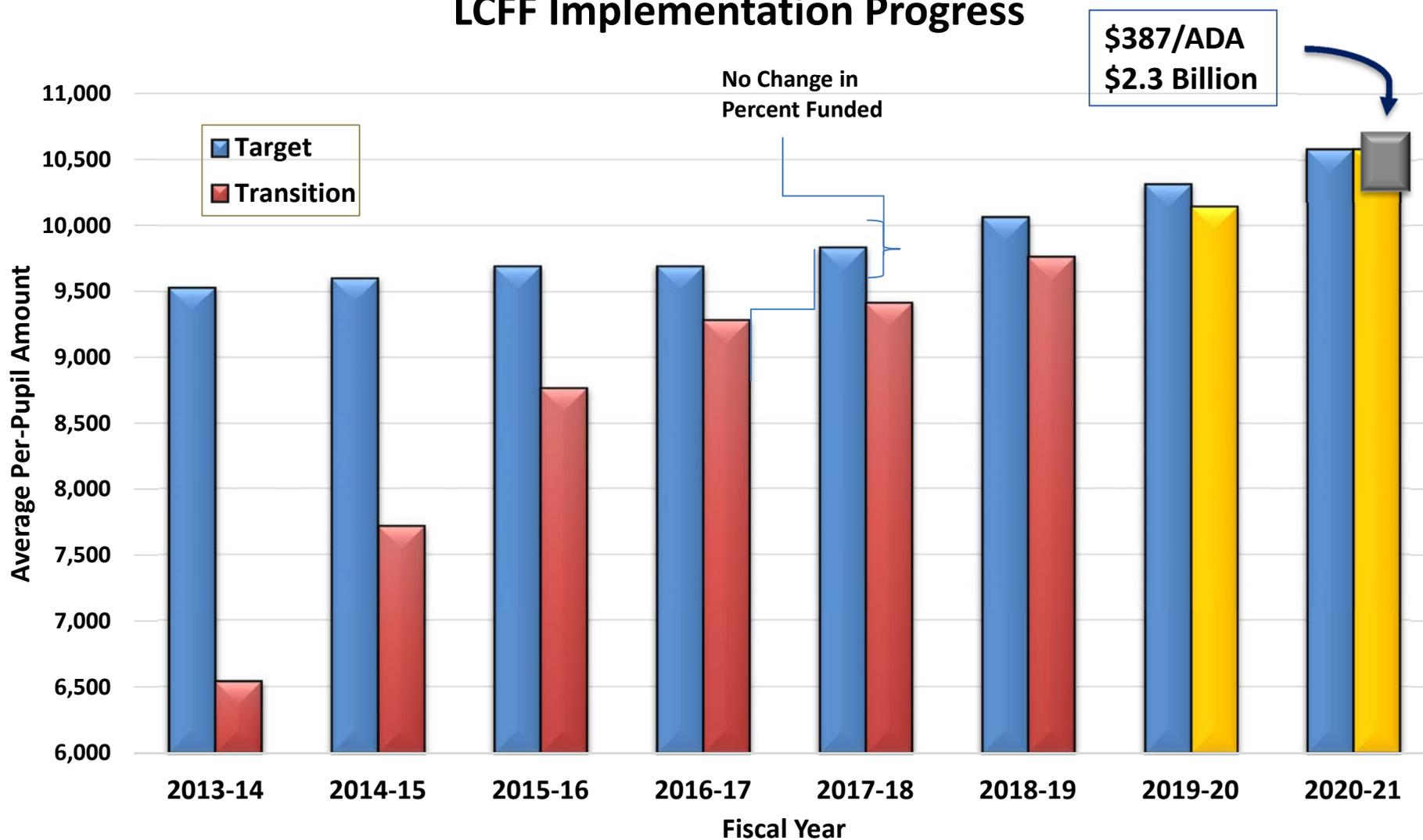
Dixie School District

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

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

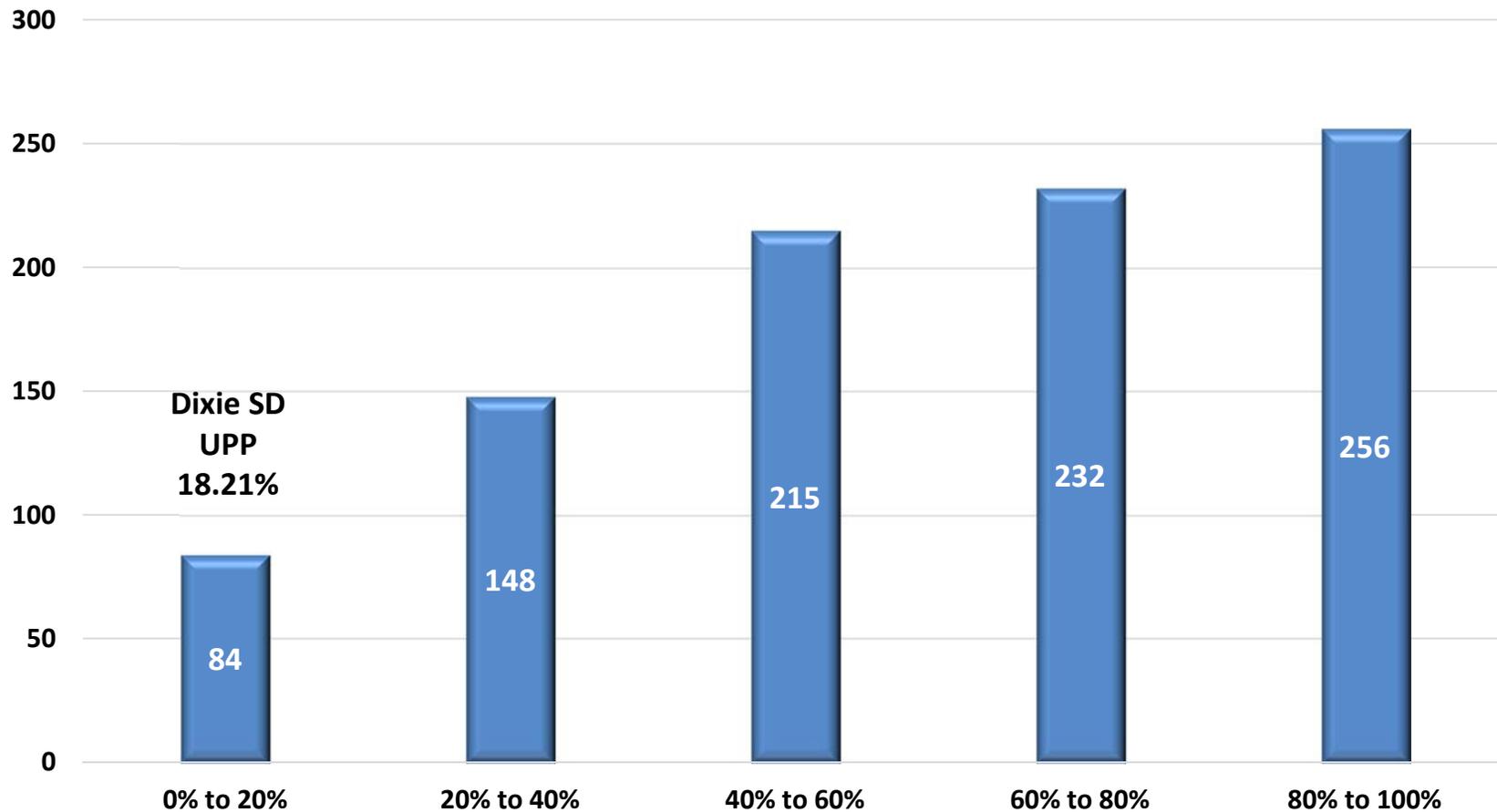
What's Ahead

LCFF Implementation Progress



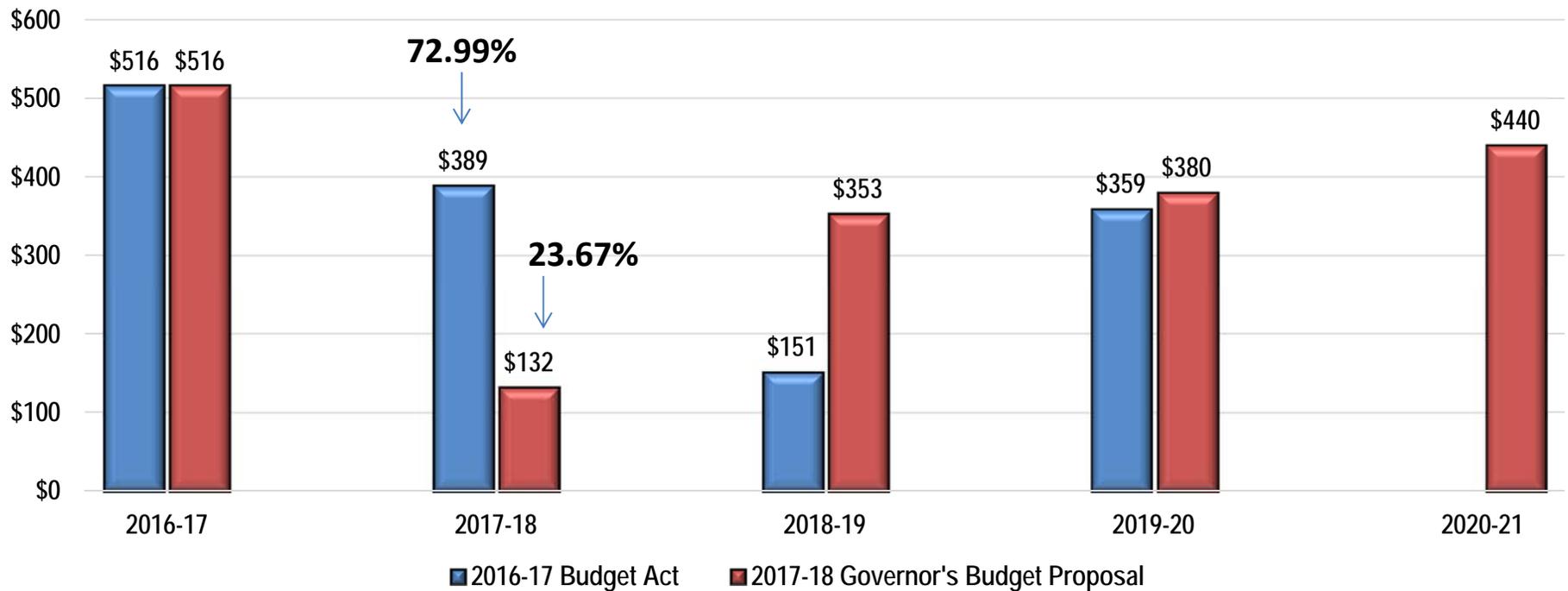
Transitioning to Full Funding of LCFF Entitlements

Number of School Districts by Unduplicated Pupil Percentage (UPP)



Department of Finance Forecasts

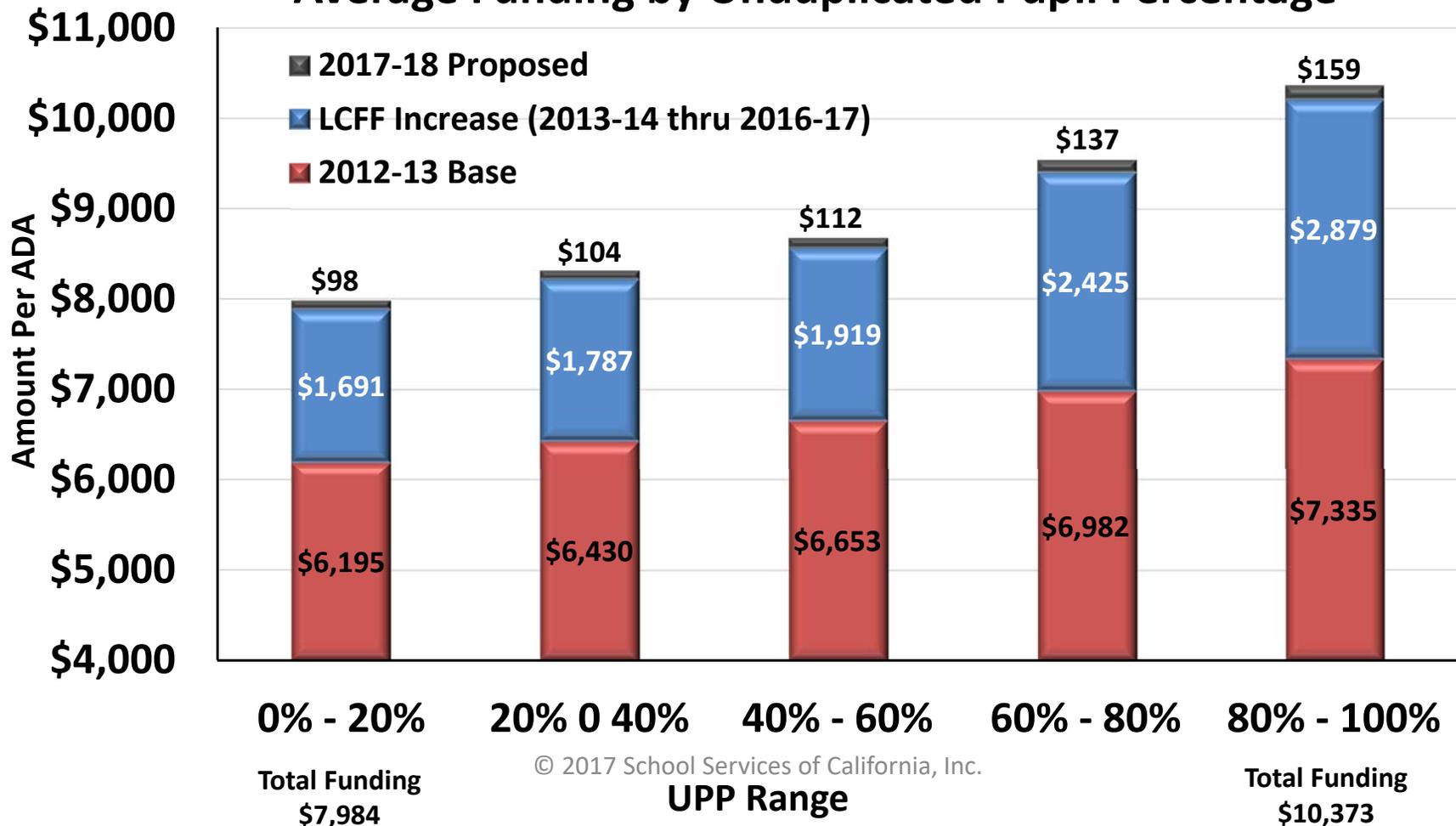
Average Gap Closure Funding Per Pupil



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

Average Funding by Unduplicated Pupil Percentage



**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 PEPRRA requirement to pay half the normal cost rate
- Estimates of the resulting future contribution rate increases for school employers are as follows:

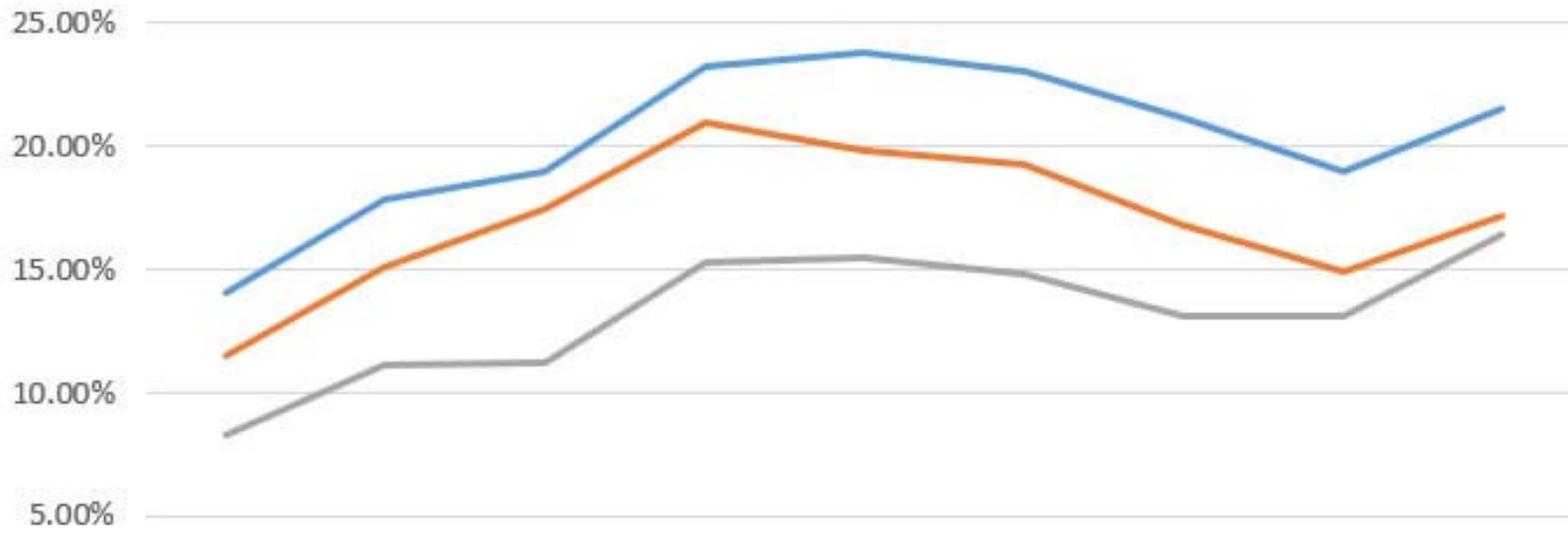
Actual	Projected				
2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
13.888%	15.8%*	17.7%*	19.7%*	21.1%*	21.5%*

© 2017 School Services of California, Inc.
 *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	<u>2016-17</u>	<u>Future Projects</u>		<u>Total Future</u>
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 (Proj Ending Balance/Total Expenditures)	8.55%	7.24%	4.41%
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' Fund 40 Transfer to balance year 3

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