



**Dixie School District
2nd Interim 18/19**

Dixie School District
2nd Interim 18/19

Table of Contents

The Big Picture

General Fund Narrative

General Fund Budget Comparison

Multi-Year Projection

Detailed Changes from Prior Period

Glossary

Dixie School District 2nd Interim 18/19

Our school district is required to submit budget reports to the governing board during each fiscal year; the original Adopted Budget, First Interim, Second Interim and Unaudited Actuals. The original Adopted Budget is required by law to be adopted each year by June 30th of the preceding year. The First Interim Budget covers the financial and budgetary status of the district for the period ending October 31st and must be approved by the Board no later than December 15th. The Second Interim Budget covers the financial and budgetary status of the district for the period ending January 31, and must be approved by the Board no later than March 15.

This budget includes the General Fund of the District for the current and two subsequent years in addition to the Criteria & Standards and other supplementary schedules and information.

Keep in mind that a budget and multi-year projections are just that- projections, not forecasts. Projections are expected to change as various factors change, they are not predictions. Projections are the mathematical result of today's decisions based on a given set of assumptions. Forecasts, on the other hand, are predictions of the future; there is a higher implied reliability factor than for projections. Projections will change anytime the underlying factors change.

The Big Picture

Status of the Budget: **Positive**

The district will meet its financial obligations for the current and two subsequent fiscal years.

Unrestricted Fund Balance and Reserve Levels

	<u>2nd Interim</u>	<u>19/20</u>	<u>20/21</u>
Beginning Fund Balance	2,235,552	2,081,736	2,118,677
Change in Fund Balance	(153,816)	36,941	(145,875)
Ending Fund Balance	2,081,736	2,118,677	1,972,802
Reserve for Economic Uncertainty	2,078,736	2,115,677	1,969,802
Percentage of Total Expenditures	8.2%	8.5%	7.7%
Minimum Reserve Met (Not Met) by:	-	-	-

Fund Balance is projected to decrease over the next three years by: (262,750)

The district will need to make adjustments to expenditures to cover increasing expenditures in the out years. This will need to be addressed since it is depleting the fund balance over the reporting period and is reducing the reserve over the reporting period.

General Fund Narrative

Unrestricted Beginning Fund Balance

2,235,552

Unrestricted Revenue

- The change in LCFF funding is due to the adjustment of enrollment and ADA projections. The projections were reduced to a more conservative projection based on actual revised enrollment counts. The projections are based on enrollment of 1,983 with ADA of 1,907 for the current year. The COLA is funded at 3.7%
- No Unrestricted Federal Revenues are received by the district.
- The changes to State Revenues include a small adjustment due to prior year unrestricted lottery allocation.
- The changes to Local Revenues include increased revenues for transportation fees of \$16,089, increased revenues for facilities use of \$3,459 and increased misc revenues of \$2,625.

Unrestricted Expenditures

- Adjustments due to budgeted certificated positions at actual salary and sub costs projected in addition to the transfer of allowable teacher instruction costs to the parcel tax funding.
- Adjustments due to budgeted classified positions at actual salary and sub costs projected.
- Significant changes to the PERS & STRS contribution rates are reflected in statutory benefits. All statutory benefits are adjusted for current wages.
- Adjustments to the Materials & Supplies budgets reflect a decrease to textbooks, decreased budget for books & reference materials, increase to classroom supplies, for an overall decrease to the budget of \$27,056.
- These changes are due to increased rates for utilities, bus repairs, increased adjustment to election costs, increased adjustment to legal costs, increased contract services such as outside bus drivers, professional development services, contracted nursing or health services.
- There are no unrestricted capital expenditures at this time.
- There is no change to the NPS/SDC transfer to MCOE.
- Indirect costs are recognized and adjusted for allowable rates on allowable programs.
- The transfer from Fund 40 has been revised from 1st Interim. The revision is to cover the minimum required reserve balance in Fund 40.
- There was a significant increase of the contribution to special education for student costs. Additionally, there are more special education costs that are in the pipeline that have not yet been estimated; this will continue to increase the special education contribution even higher before the end of the year.
- Increased costs in the cafeteria program required an increased transfer. This should be reduced in the out years as the new food service program is implemented at 2 sites.

Restricted Beginning Fund Balance
673,383

Restricted Revenue

- The changes to Federal Revenue include an increased award from Title I of \$2,632, recognition of deferred revenue of \$8,259 to Title III, and an adjustment to Federal Special Education funding of \$9,410.
- The changes to State Revenues include an award for Classified Employees Professional Development Block Grant, \$11,436 and an increase to the State Special Education funding of \$4,784.
- The changes in local revenues include an increase for revenues from Can Do!, Home & School Clubs, miscellaneous donations, Ed Foundation revenues, Coloma and Walker Creek revenues.

Restricted Expenditures

- Adjustments due to budgeted certificated positions at actual salary and sub costs projected. Main areas are special education, Low Performing Student Block Grant salaries, increased allowable parcel tax salaries, and other misc adjustments.
- Adjustments due to budgeted classified positions at actual salary and sub costs projected. Main areas of special education and locally funded positions.
- Significant changes to the PERS & STRS contribution rates are reflected in statutory benefits. All statutory benefits are adjusted for current wages.
- The increased budget for Materials & Supplies includes an increase to Title I of \$5,419, an increase of allowable supplies from the parcel tax funding of \$8,550 and misc donations in the amount of \$18,306.
- The majority of the increase to Operating Expenditures is a result of increased costs for specialized services for special education and increased costs for legal services. Other costs recognized here are increased costs for music, general education, and other small miscellaneous operating expenditures.
- There are no changes in Capital Outlay at this time.
- This decrease in Other Outgo is the revised Excess Cost for Special Education that is paid to MCOE.
- Indirect costs are recognized and adjusted for allowable rates on allowable programs. Final adjustments are made at year end for the actual costs as allowable for specific programs.
- There is no Transfer In activity at this time.
- The reduction in the contribution is due to the reduction of the Special Education Excess Cost of \$94,028 and an increase of \$23,057 in State funded Special Education for an overall reduction in contributions.
- There is no change to the Transfer Out activity.

Ending Fund Balance

Unrestricted Ending Fund Balance	2,081,736	
Restricted Ending Fund Balance	<u>184,283</u>	
Total Ending Fund Balance	2,266,019	
Reserve for Economic Uncertainty	2,078,736	8.2%

It is recognized that these are extraordinary economic times and it is difficult to gauge the future. School budgets should be managed with a great deal of conservatism over the next few years. It is generally advised that we maintain reserves much greater than the minimum 3%. Ideally the District would maintain the recommended 10% to 17% reserve. However, our current MYP reflects a decreasing fund balance due to deficit spending.

Dixie School District
2nd Interim 18/19

General Fund Budget Comparison

Materiality Threshold	
\$:	-
%:	0%

	Unrestricted				Restricted				Total			
	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	% Change	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	% Change	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	% Change
Revenues												
LCFF Funding 8010-8099	16,291,474	16,280,292	(11,182)	-0.07%	-	-	-	-	16,291,474	16,280,292	(11,182)	-0.07%
Federal Revenues 8100-8299	-	-	-	-	497,004	517,035	20,031	4.03%	497,004	517,035	20,031	4.03%
State Revenues 8300-8599	712,137	712,145	8	0.00%	1,104,869	1,121,089	16,220	1.47%	1,817,006	1,833,234	16,228	0.89%
Local Revenues 8600-8799	276,300	298,473	22,173	8.02%	4,343,634	4,579,264	235,630	5.42%	4,619,934	4,877,737	257,803	5.58%
Total Revenues	17,279,911	17,290,910	10,999	0.06%	5,945,507	6,217,388	271,881	4.57%	23,225,418	23,508,298	282,880	1.22%
Expenditures												
Certificated Salaries 1000-1999	7,716,481	7,368,154	(348,327)	-4.51%	3,214,216	3,588,393	374,177	11.64%	10,930,697	10,956,547	25,850	0.24%
Classified Salaries 2000-2999	2,288,311	2,289,487	1,176	0.05%	1,382,854	1,507,564	124,710	9.02%	3,671,165	3,797,051	125,886	3.43%
Benefits & Taxes 3000-3999	3,157,334	3,516,648	359,314	11.38%	2,438,208	2,134,794	(303,414)	-12.44%	5,595,542	5,651,442	55,900	1.00%
Materials & Supplies 4000-4999	559,272	532,216	(27,056)	-4.84%	332,331	364,606	32,275	9.71%	891,603	896,822	5,219	0.59%
Operating Expendit 5000-5999	1,559,759	1,676,108	116,349	7.46%	1,213,601	1,307,505	93,904	7.74%	2,773,360	2,983,613	210,253	7.58%
Capital Outlay 6000-6599	-	-	-	-	257,520	257,520	-	0.00%	257,520	257,520	-	0.00%
Other Outgo 7xxxx's	163,155	163,155	-	0.00%	449,354	355,326	(94,028)	-20.93%	612,509	518,481	(94,028)	-15.35%
Indirect Costs 7300-7399	(40,962)	(38,765)	2,197	-5.36%	40,962	38,765	(2,197)	-5.36%	-	-	-	-
Total Expenditures	15,403,350	15,507,003	103,653	0.67%	9,329,046	9,554,473	225,427	2.42%	24,732,396	25,061,476	329,080	1.33%
Revenue less Expenditures	1,876,561	1,783,907	(92,654)	-4.94%	(3,383,539)	(3,337,085)	46,454	-1.37%	(1,506,978)	(1,553,178)	(46,200)	3.07%
Other Sources / Uses												
Transfers In 8910-8979	1,324,254	1,144,854	(179,400)	-13.55%	-	-	-	-	1,324,254	1,144,854	(179,400)	-13.55%
Contributions 8980-8999	(3,068,956)	(2,997,985)	70,971	-2.31%	3,068,956	2,997,985	(70,971)	-2.31%	-	-	-	-
Transfers Out 7610-7699	(84,592)	(84,592)	-	0.00%	(150,000)	(150,000)	-	0.00%	(234,592)	(234,592)	-	0.00%
Total Other Sources	(1,829,294)	(1,937,723)	(108,429)	5.93%	2,918,956	2,847,985	(70,971)	-2.43%	1,089,662	910,262	(179,400)	-16.46%
Change in Fund Balance	47,267	(153,816)	(201,083)	-425.42%	(464,583)	(489,100)	(24,517)	5.28%	(417,316)	(642,916)	(225,600)	54.06%
Beginning Fund Balance	2,235,552	2,235,552	-	0.00%	669,481	673,383	3,902	0.58%	2,905,033	2,908,935	3,902	0.13%
Adjustments	-	-	-	-	-	-	-	-	-	-	-	-
Adj Beg Fund Bal	2,235,552	2,235,552	-	0.00%	669,481	673,383	3,902	0.58%	2,905,033	2,908,935	3,902	0.13%
Ending Fund Balance	2,282,819	2,081,736	(201,083)	-8.81%	204,898	184,283	(20,615)	-10.06%	2,487,717	2,266,019	(221,698)	-8.91%
Non Spendable	3,000	3,000	-	-	-	-	-	-	3,000	3,000	-	-
Restricted	-	-	-	-	208,800	184,283	(24,517)	-11.74%	208,800	184,283	(24,517)	-11.74%
Committed	-	-	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-	-	-
REU	2,279,819	2,078,736	-	-	-	-	-	-	2,279,819	2,078,736	-	-
Unassigned	-	-	(201,083)	-	(3,902)	-	3,902	-	(3,902)	-	(197,181)	5053.33%

REU is: 9.13% 8.22%

Dixie School District
2nd Interim 18/19
DETAILED ASSUMPTIONS AND CHANGES FROM LAST REPORTING PERIOD
UNRESTRICTED
Revenue

LCFF Funding	1st Interim	2nd Interim	Positive (Negative)	%
Objects 8010-8099	18/19	18/19	Difference	Change
	16,291,474	16,280,292	(11,182)	-0.07%

Change since 1st Interim	(11,182)
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Comments:
The change in LCFF funding is due to the adjustment of enrollment and ADA projections. The projections were reduced to a more conservative projection based on actual revised enrollment counts. The projections are based on enrollment of 1,983 with ADA of 1,907 for the current year. The COLA is funded at 3.7%

Federal Revenues	1st Interim	2nd Interim	Positive (Negative)	%
Objects 8100-8299	18/19	18/19	Difference	Change
	-	-	-	

Change since 1st Interim	-
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Comments:
No Unrestricted Federal Revenues are received by the district.

State Revenues	1st Interim	2nd Interim	Positive (Negative)	%
Objects 8300-8599	18/19	18/19	Difference	Change
	712,137	712,145	8	0.00%

Change since 1st Interim	8
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Comments:
The changes to State Revenues include a small adjustment due to prior year unrestricted lottery allocation.

Local Revenues	1st Interim	2nd Interim	Positive (Negative)	%
Objects 8600-8799	18/19	18/19	Difference	Change
	276,300	298,473	22,173	8.02%

Change since 1st Interim	22,173
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Comments:
The changes to Local Revenues include increased revenues for transportation fees of \$16,089, increased revenues for facilities use of \$3,459 and increased misc revenues of \$2,625.

Dixie School District
2nd Interim 18/19
DETAILED ASSUMPTIONS AND CHANGES FROM LAST REPORTING PERIOD
UNRESTRICTED

Expenditures

Certificated Salaries	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	%Change
Objects 1000-1999	7,716,481	7,368,154	(348,327)	-4.51%

Change since 1st Interim	(348,327)
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Comments:

Adjustments due to budgeted certificated positions at actual salary and sub costs projected in addition to the transfer of allowable teacher instruction costs to the parcel tax funding.

Classified Salaries	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	%Change
Objects 2000-2999	2,288,311	2,289,487	1,176	0.05%

Change since 1st Interim	1,176
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Comments:

Adjustments due to budgeted classified positions at actual salary and sub costs projected.

Benefits & Taxes	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	%Change
Objects 3000-3999	3,157,334	3,516,648	359,314	11.38%

Change since 1st Interim	359,314
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The rates of district-paid benefits & taxes are as follows:

STRS: 16.280%	OASDI/Medi: 7.65%	
PERS: 18.062%	Unemployment: 0.05%	Workers Comp: 1.271%

Comments:

Significant changes to the PERS & STRS contribution rates are reflected in statutory benefits. All statutory benefits are adjusted for current wages.

Materials & Supplies	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	%Change
Objects 4000-4999	559,272	532,216	(27,056)	-4.84%

Change since 1st Interim	(27,056)
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Comments:

Adjustments to the Materials & Supplies budgets reflect a decrease to textbooks, decreased budget for books & reference materials, increase to classroom supplies, for an overall decrease to the budget of \$27,056.

Operating Expenditures	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	%Change
Objects 5000-5999	1,559,759	1,676,108	116,349	7.46%

Change since 1st Interim	116,349
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Comments:

These changes are due to increased rates for utilities, bus repairs, increased adjustment to election costs, increased adjustment to legal costs, increased contract services such as outside bus drivers, professional development services, contracted nursing or health services.

Dixie School District
2nd Interim 18/19
DETAILED ASSUMPTIONS AND CHANGES FROM LAST REPORTING PERIOD

Capital Outlay	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	%Change
Objects 6000-6599	-	-	-	

Change since 1st Interim	-
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Comments:

There are no unrestricted capital expenditures at this time.

Other Outgo	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	%Change
Objects 7xxx's	163,155	163,155	-	0.00%

Change since 1st Interim	-
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Comments:

There is no change to the NPS/SDC transfer to MCOE.

Indirect Costs	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	%Change
Objects 7300-7399	(40,962)	(38,765)	2,197	-5.36%

Change since 1st Interim	2,197
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Comments:

Indirect costs are recognized and adjusted for allowable rates on allowable programs.

Transfers In	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	%Change
Objects 8910-8979	1,324,254	1,144,854	(179,400)	0.00%

Change since 1st Interim	(179,400)
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Comments:

The transfer from Fund 40 has been revised from 1st Interim. The revision is to cover the minimum required reserve balance in Fund 40.

Contributions	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	%Change
Objects 8980-8999	(3,068,956)	(2,997,985)	70,971	-2.31%

Change since 1st Interim	70,971
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Comments:

There was a significant increase of the contribution to special education for student costs. Additionally, there are more special education costs that are in the pipeline that have not yet been estimated; this will continue to increase the special education contribution even higher before the end of the year.

Transfers Out	1st Interim 18/19	2nd Interim 18/19	Positive (Negative) Difference	%Change
Objects 7610-7699	(84,592)	(84,592)	-	0.00%

Change since 1st Interim	-
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Comments:

Increased costs in the cafeteria program required an increased transfer. This should be reduced in the out years as the new food service program is implemented at 2 sites.

Dixie School District
2nd Interim 18/19
DETAILED ASSUMPTIONS AND CHANGES FROM LAST REPORTING PERIOD
RESTRICTED
Revenue

	1st Interim	2nd Interim	Positive (Negative)	%
Federal Revenues	<u>18/19</u>	<u>18/19</u>	<u>Difference</u>	<u>Change</u>
Objects 8100-8299	497,004	517,035	20,031	4.03%

Change since 1st Interim	20,031
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Comments:

The changes to Federal Revenue include an increased award from Title I of \$2,632, recognition of deferred revenue of \$8,259 to Title III, and an adjustment to Federal Special Education funding of \$9,410.

	1st Interim	2nd Interim	Positive (Negative)	%
State Revenues	<u>18/19</u>	<u>18/19</u>	<u>Difference</u>	<u>Change</u>
Objects 8300-8599	1,104,869	1,121,089	16,220	1.47%

Change since 1st Interim	16,220
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Comments:

The changes to State Revenues include an award for Classified Employees Professional Development Block Grant, \$11,436 and an increase to the State Special Education funding of \$4,784.

	1st Interim	2nd Interim	Positive (Negative)	%
Local Revenues	<u>18/19</u>	<u>18/19</u>	<u>Difference</u>	<u>Change</u>
Objects 8600-8799	4,343,634	4,579,264	235,630	5.42%

Change since 1st Interim	235,630
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Comments:

The changes in local revenues include an increase for revenues from Can Do!, Home & School Clubs, miscellaneous donations, Ed Foundation revenues, Coloma and Walker Creek revenues.

RESTRICTED
Expenditures

	1st Interim	2nd Interim	Positive (Negative)	%
Certificated Salaries	<u>18/19</u>	<u>18/19</u>	<u>Difference</u>	<u>Change</u>
Objects 1000-1999	3,214,216	3,588,393	374,177	11.64%

Change since 1st Interim	374,177
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Comments:

Adjustments due to budgeted certificated positions at actual salary and sub costs projected. Main areas are special education, Low Performing Student Block Grant salaries, increased allowable parcel tax salaries, and other misc adjustments.

	1st Interim	2nd Interim	Positive (Negative)	%
Classified Salaries	<u>18/19</u>	<u>18/19</u>	<u>Difference</u>	<u>Change</u>
Objects 2000-2999	1,382,854	1,507,564	124,710	9.02%

Change since 1st Interim	124,710
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Comments:

Adjustments due to budgeted classified positions at actual salary and sub costs projected. Main areas of special education and locally funded positions.

Dixie School District
2nd Interim 18/19

DETAILED ASSUMPTIONS AND CHANGES FROM LAST REPORTING PERIOD

Benefits & Taxes	1st Interim	2nd Interim	Positive (Negative)	%
	18/19	18/19	Difference	Change
Objects 3000-3999	2,438,208	2,134,794	(303,414)	-12.44%

Change since 1st Interim	(303,414)
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The rates of district-paid benefits & taxes are as follows:

STRS:	16.280%	OASDI/Medi:	7.65%
PERS:	18.062%	Unemployment:	0.05%
		Workers Comp:	1.271%

Comments:

Significant changes to the PERS & STRS contribution rates are reflected in statutory benefits. All statutory benefits are adjusted for current wages.

Materials & Supplies	1st Interim	2nd Interim	Positive (Negative)	%
	18/19	18/19	Difference	Change
Objects 4000-4999	332,331	364,606	32,275	9.71%

Change since 1st Interim	32,275
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Comments:

The increased budget for Materials & Supplies includes an increase to Title I of \$5,419, an increase of allowable supplies from the parcel tax funding of \$8,550 and misc donations in the amount of \$18,306.

Operating Expenditures	1st Interim	2nd Interim	Positive (Negative)	%
	18/19	18/19	Difference	Change
Objects 5000-5999	1,213,601	1,307,505	93,904	7.74%

Change since 1st Interim	93,904
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Comments:

The majority of the increase to Operating Expenditures is a result of increased costs for specialized services for special education and increased costs for legal services. Other costs recognized here are increased costs for music, general education, and other small miscellaneous operating expenditures.

Capital Outlay	1st Interim	2nd Interim	Positive (Negative)	%
	18/19	18/19	Difference	Change
Objects 6000-6599	257,520	257,520	-	0.00%

Change since 1st Interim	-
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Comments:

There are no changes in Capital Outlay at this time.

Other Outgo	1st Interim	2nd Interim	Positive (Negative)	%
	18/19	18/19	Difference	Change
Objects 7xxx's	449,354	355,326	(94,028)	-20.93%

Change since 1st Interim	(94,028)
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Comments:

This decrease in Other Outgo is the revised Excess Cost for Special Education that is paid to MCOE.

Dixie School District
2nd Interim 18/19
DETAILED ASSUMPTIONS AND CHANGES FROM LAST REPORTING PERIOD

Indirect Costs	1st Interim	2nd Interim	Positive (Negative)	%
Objects 7300-7399	18/19	18/19	Difference	Change
	40,962	38,765	(2,197)	-5.36%

Change since 1st Interim	(2,197)
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Comments:

Indirect costs are recognized and adjusted for allowable rates on allowable programs. Final adjustments are made at year end for the actual costs as allowable for specific programs.

Transfers In	1st Interim	2nd Interim	Positive (Negative)	%
Objects 8910-8979	18/19	18/19	Difference	Change
	-	-	-	

Change since 1st Interim	-
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Comments:

There is no Transfer In activity at this time.

Contributions	1st Interim	2nd Interim	Positive (Negative)	%
Objects 8980-8999	18/19	18/19	Difference	Change
	3,068,956	2,997,985	(70,971)	-2.31%

Change since 1st Interim	(70,971)
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Comments:

The reduction in the contribution is due to the reduction of the Special Education Excess Cost of \$94,028 and an increase of \$23,057 in State funded Special Education for an overall reduction in contributions.

Transfers Out	1st Interim	2nd Interim	Positive (Negative)	%
Objects 7610-7699	18/19	18/19	Difference	Change
	(150,000)	(150,000)	-	0.00%

Change since 1st Interim	-
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Comments:

There is no change to the Transfer Out activity.

Multi Year Projection

			2nd Interim 18/19			19/20 MYP			20/21 MYP		
			Unrestricted A	Restricted B	Combined C	Unrestricted D	Restricted E	Combined F	Unrestricted G	Restricted H	Combined I
Revenues											
LCFF Funding	8010-8099		16,280,292	-	16,280,292	16,809,521	-	16,809,521	17,278,989	-	17,278,989
Federal Revenues	8100-8299		-	517,035	517,035	-	507,035	507,035	-	507,035	507,035
State Revenues	8300-8599		712,145	1,121,089	1,833,234	360,828	1,058,276	1,419,104	360,828	1,058,276	1,419,104
Local Revenues	8600-8799		298,473	4,579,264	4,877,737	298,473	4,747,094	5,045,567	298,473	4,976,819	5,275,292
Total Revenues			17,290,910	6,217,388	23,508,298	17,468,822	6,312,405	23,781,227	17,938,290	6,542,130	24,480,420
Expenditures											
Certificated Salaries	1000-1999		7,368,154	3,588,393	10,956,547	7,277,396	3,631,028	10,908,424	7,386,557	3,694,571	11,081,128
Classified Salaries	2000-2999		2,289,487	1,507,564	3,797,051	2,323,829	1,518,793	3,842,622	2,358,687	1,545,372	3,904,059
Benefits & Taxes	3000-3999		3,516,648	2,134,794	5,651,442	3,837,868	2,302,916	6,140,784	4,076,656	2,431,172	6,507,828
Materials & Supplies	4000-4999		532,216	364,606	896,822	405,216	176,760	581,976	405,216	176,760	581,976
Operating Expenditures	5000-5999		1,676,108	1,307,505	2,983,613	1,507,444	1,220,613	2,728,057	1,507,444	1,220,613	2,728,057
Capital Outlay	6000-6599		-	257,520	257,520	-	-	-	-	-	-
Other Outgo	7xxx's		163,155	355,326	518,481	163,155	355,326	518,481	163,155	355,326	518,481
Other Outgo	7300-7399		(38,765)	38,765	-	(36,158)	36,158	-	(36,158)	36,158	-
Total Expenditures			15,507,003	9,554,473	25,061,476	15,478,750	9,241,594	24,720,344	15,861,557	9,459,972	25,321,529
Revenue less Expenditures			1,783,907	(3,337,085)	(1,553,178)	1,990,072	(2,929,189)	(939,117)	2,076,733	(2,917,842)	(841,109)
Other Sources/Uses											
Transfers In	8910-8979		1,144,854	-	1,144,854	1,044,854	-	1,044,854	944,854	-	944,854
Contributions	8980-8999		(2,997,985)	2,997,985	-	(2,997,985)	2,997,985	-	(3,167,462)	3,167,462	-
Transfers Out	7610-7699		(84,592)	(150,000)	(234,592)	-	(150,000)	(150,000)	-	(150,000)	(150,000)
Total Other Sources			(1,937,723)	2,847,985	910,262	(1,953,131)	2,847,985	894,854	(2,222,608)	3,017,462	794,854
Change in Fund Balance			(153,816)	(489,100)	(642,916)	36,941	(81,204)	(44,263)	(145,875)	99,620	(46,255)
Beginning Fund Balance			2,235,552	673,383	2,908,935	2,081,736	184,283	2,266,019	2,118,677	103,079	2,221,756
Adjustments			-	-	-	-	-	-	-	-	-
Adj Beg Fund Bal			2,235,552	673,383	2,908,935	2,081,736	184,283	2,266,019	2,118,677	103,079	2,221,756
Ending Fund Balance			2,081,736	184,283	2,266,019	2,118,677	103,079	2,221,756	1,972,802	202,699	2,175,501
Non Spendable			3,000	-	3,000	3,000	-	3,000	3,000	-	3,000
Restricted			-	184,283	184,283	-	103,079	103,079	-	202,699	202,699
Committed			-	-	-	-	-	-	-	-	-
Assigned			-	-	-	-	-	-	-	-	-
REU			2,078,736	-	2,078,736	2,115,677	-	2,115,677	1,969,802	-	1,969,802
Unassigned			-	-	-	-	-	-	-	-	-
REU is:			8.2%			8.5%			7.7%		

The District is deficit spending. The deficit spending is depleting the reserve balance and cannot be maintained over an extended period of time. Considerations should be made in the current year for out years to reduce deficit spending. The deficit exist even with the increasing COLA of the parcel tax and recognition of income from the rental properties.

19/20

Multi Year Projection Assumptions

Unrestricted	Restricted
<p>REVENUE</p> <p>LCFF: The LCFF funding is revised with a 3.46% COLA and projected enrollment of 1,983.</p> <p>Federal: The district does not receive unrestricted federal revenue.</p> <p>State: The one time funding in the amount of \$351,317 is removed from the budget.</p> <p>Local: Local revenues are budgeted with flat funding.</p>	<p>REVENUE</p> <p>LCFF: N/A</p> <p>Federal: Title IV in the amount of \$10,000 is removed as it is unknown if this funding will continue.</p> <p>State: The Low Performing Student Block Grant in the amount of \$51,377 and the Classified Employee Professional Development Block Grant of \$11,436 have both been removed as it is unknown if this funding will continue.</p> <p>Local: One time funding for Chromebooks has been removed from the budget in the amount of \$50,000, the increase for COLA on the parcel tax is included at \$67,830 and the Ed Foundation donation is recognized for \$150,000.</p>
<p>EXPENDITURES</p> <p>Certificated: Step movement is budgeted. The adjustment for the retirement incentive offered in 17/18 is included in 19/20.</p> <p>Classified: Step movement is budgeted.</p> <p>Benefits & Taxes: Statutory benefits adjust with the step movement referenced above. In addition, there are changes to the STRS and PERS rates. STRS will increase from 16.28% to 18.13% and PERS will increase from 18.062% to 20.7%. The projected increases in health cost are reflected at a 7% for Kaiser and 9.5% increase for Western Health.</p> <p>Materials & Supplies: Materials & Supplies are reduced with the removal of a multi-year contract paid in 17/18.</p> <p>Operating Expenditures: Operating expenditures are reduced with the removal of one time costs and multi-year contracts paid in 17/18.</p>	<p>EXPENDITURES</p> <p>Certificated: Step movement is budgeted. The removal of the Low Performing Student Block Grant staffing and Title IV staffing costs are removed from the budget.</p> <p>Classified: Step movement is budgeted. The removal of the Low Performing Student Block Grant staffing and Title IV staffing costs are removed from the budget.</p> <p>Benefits & Taxes: Statutory benefits adjust with the step movement referenced above. In addition there are changes to the STRS and PERS rates. STRS will increase from 16.28% to 18.13% and PERS will increase from 18.062% to 20.7%. The projected increases in health costs are reflected at 7% for Kaiser and 9.5% for Western Health.</p> <p>Materials & Supplies: Materials & Supplies are reduced with the removal of one time purchases.</p> <p>Operating Expenditures: Operating expenditures are reduced with the removal of one time costs.</p>

Capital Outlay: No Capital Outlay planned.

Debt Service/Other: N/A

Indirect Costs: Budgeted with adjustments based on actual costs.

OTHER SOURCES/USES

Interfund Transfers In: Transfers In have been budgeted with a decrease of \$100,000.

Contributions: Contributions have been budgeted flat.

Interfund Transfers Out: No Interfund Transfer Out activity is planned.

FUND BALANCE

Notes: The fund balance is increased by \$36,941 in 19/20.

Non Spendable: Revolving account \$3,000

Restricted: N/A

Committed: N/A

Assigned: N/A

REU: The reserve is at 8.51% equal to \$2,115,677.

Unassigned: None

Capital Outlay: No Capital Outlay planned.

Debt Service/Other: N/A

Indirect Costs: Budgeted with adjustments based on actual costs.

OTHER SOURCES/USES

Interfund Transfers In: N/A

Contributions: Contributions have been budgeted flat.

Interfund Transfers Out: The Interfund Transfer Out to Fund 56 for the solar payment is budgeted.

FUND BALANCE

Notes: The fund balance is decreased by \$81,204 in 19/20.

Non Spendable: N/A

Restricted: The restricted balance is \$103,079.

Committed: N/A

Assigned: N/A

REU: N/A

Unassigned: N/A

20/21

Multi Year Projection Assumptions

Unrestricted	Restricted
<p>REVENUE</p> <p>LCFF: The LCFF is revised with a 2.86% COLA of 2.67% and projected enrollment of 1,983.</p> <p>Federal: The District does not receive unrestricted federal funding.</p> <p>State: Budgeted flat with no changes.</p> <p>Local: Budgeted flat with no changes.</p>	<p>REVENUE</p> <p>Revenue Limit: N/A</p> <p>Federal: Budgeted flat with no changes.</p> <p>State: Budgeted flat with no changes.</p> <p>Local: The increase for COLA on the parcel tax is included at \$79,725 and the Ed Foundation donation is recognized for \$150,000.</p>
<p>EXPENDITURES</p> <p>Certificated: Step movement is budgeted.</p> <p>Classified: Step movement is budgeted.</p> <p>Benefits & Taxes: Statutory benefits adjust with the step movement referenced above. In addition there are changes to the STRS and PERS rates. STRS will increase from 18.13% to 19.1% and PERS will increase from 20.7% to 23.4%. The projected increases in health cost are reflected at a 4% for Kaiser and for Western Health.</p> <p>Materials & Supplies: Materials & Supplies are budgeted flat.</p> <p>Operating Expenditures: Operating Expenditures are budgeted flat.</p> <p>Capital Outlay: No Capital Outlay planned.</p> <p>Debt Service/Other: N/A</p> <p>Indirect Costs: Budgeted with adjustments based on actual costs.</p>	<p>EXPENDITURES</p> <p>Certificated: Step movement is budgeted.</p> <p>Classified: Step movement is budgeted.</p> <p>Benefits & Taxes: Statutory benefits adjust with the step movement referenced above. In addition there are changes to the STRS and PERS rates. STRS will increase from 18.13% to 19.1% and PERS will increase from 20.7% to 23.4%. The projected increases in health costs are reflected at 4% for Kaiser and for Western Health.</p> <p>Materials & Supplies: Materials & Supplies are budgeted flat.</p> <p>Operating Expenditures: Operating Expenditures are budgeted flat.</p> <p>Capital Outlay: No Capital Outlay planned.</p> <p>Debt Service/Other: N/A</p> <p>Indirect Costs: Budgeted with adjustments based on actual costs.</p>

OTHER SOURCES/USES

Interfund Transfers In: Transfers In have been budgeted with a decrease of \$100,000.

Contributions: Contributions have been adjusted to include an increased contribution to RRMA in the amount of \$169,477 to cover the 3% required contribution. This could increase based on actual expenditures.

Interfund Transfers Out: No Interfund Transfer Out activity is planned.

FUND BALANCE

Notes: The fund balance has been decreased by \$145,875.

Non Spendable: Revolving account \$3,000.

Restricted: N/A

Committed: N/A

Assigned: N/A

REU: The reserve is at 7.73% equal to \$1,969,802.

Unassigned: None.

OTHER SOURCES/USES

Interfund Transfers In: N/A

Contributions: Contributions have been adjusted to include an increased contribution RRMA in the amount of \$169,477 to cover the 3% required contribution. This could increase based on actual expenditures.

Interfund Transfers Out: The Interfund Transfer Out to Fund 56 for the solar payment is budgeted.

FUND BALANCE

Notes: The fund balance has been increased by \$99,620.

Non Spendable: N/A

Restricted: The restricted balance is \$202,698.

Committed: N/A

Assigned: N/A

REU: N/A

Unassigned: N/A

Glossary of Terms

ADA

ADA stands for Average Daily Attendance, and is a calculation of total approved days of attendance divided by the number of days the district is in session.

Certificated Pupil Support Salaries

Pupil support salaries are certificated positions not directly teaching pupils but are supporting education. Examples of this type of position include, but are not limited to: librarians, social workers, psychologists, counselors, etc.

Certificated Supervisors' and Administrators' Salaries

These salaries are associated with personnel engaged in instructional supervision including, but not limited to, principals, vice principals, directors, etc.

Classified Supervisors' and Administrators' Salaries

Salaries of supervisory personnel who are business managers, directors, purchasing agents, site administrators, etc.

Classified Support Salaries

Non-certificated salaries associated with instructional media and library, student support, pupil transportation, food services, maintenance and operations,

Clerical, Technical, and Office Salaries

Salaries paid to clerks, secretaries, accountants, bookkeepers, programmers, computer technical support, etc.

FTE

FTE stands for full-time equivalent. Generally a full-time position is equal to 1.0 FTE, a part-time position is a ratio of time expended as a percentage of a full-time position.

Health & Welfare

Expenditures made to provide personnel with health and welfare insurance benefits.

Instructional Aides

Salaries paid to non-certificated personnel to perform any portion of their duties in a classroom under the supervision of a classroom teacher.

OASDI/Medi

OASDI stands for Old-Age, Survivors and Disability Insurance. Medi stands for Medicare. These are employee benefits under the federal Social Security system; for our purposes these costs are the employer, or district cost.

OPEB

OPEB stands for Other Post Employment Benefits (other than pensions).

Other Certificated Salaries

These salaries are associated with personnel who do not fall within one of the categories above; examples include, but are not limited to: special education specialists, program specialist, and resource teachers.

Other Classified Salaries

Salaries not identified above.

PERS

PERS or CalPERS is the State Public Employee Retirement System.

RRMA

The State requires that 3% of general fund expenditures and transfers out be reserved in the Routine Restricted Maintenance Account, RRMA, for ongoing and major maintenance of school buildings. This account does not include custodial services.

SACS

Standardized Account Code Structure; this term is also synonymous with the standardized format in which all school districts present their financial information.

STRS

STRS or CalSTRS is the State Teachers' Retirement System

Teacher Salaries

Teachers salaries are those associated with teaching the pupils of the district for at least one full instructional period on each school day.

Unemployment

Expenditures made to provide personnel with unemployment compensation.

Workers Comp

Expenditures made to provide personnel with workers compensation benefits; which is a program compensating injured workers who are injured at work or contract occupational disease.