

Scotts Valley Unified School District



2017-18 Adopted Budget & Multi Year Projections

1

Rudolph Ramirez
Mary Navas

Overview

- Revenues assumption for 3 years
- Expenditures projections for 3 years
 - Main components of expenditure increases
- Financials for 3 years
- Fund Balance
- Disclosure of Reserves
- On-going factors



• Revenue

	2017-18	2018-19	2019-20
COLA	1.56%	2.15%	2.35%
Gap Closure (School Services 2017-18 & 2018-19) (Dept of Finance 2019-2020)	43.97%	39.03%	73.51%
Enrollment	2,520	2,574	2,570
ADA (Average Daily Attendance)	95%	96%	96%
Mandated Block Grant	\$ 89,485	\$ 89,485	\$ 89,485
Lottery - Unrestricted (\$144 x enrollment)	\$362,880	\$370,656	\$370,080
Lottery - Restricted (\$45 x enrollment)	\$113,834	\$115,830	\$115,650

• Expenditures

	2017-18	2018-19	2019-20
Step & Column	1.3%	1.3%	1.3%
STRS rate	14.43%	16.28%	18.13%
PERS rate	15.531%	18.1%	20.8%
Health & Welfare	9.5%	Budgeted at 5%	Budgeted at 5%
Materials & Supplies	50% reduction * *1 time \$\$	10% reduction	Static
Services & Other Operating	@ 6% increase	4.98% reduction	Static

- End of Prop 39 – Energy Efficiency
- Reduction in maintenance to offset work on the Middle School

• Expenditures: STRS & PERS

STRS and PERS Employer % increase over three years

Salary	2017-18		2018-19		2019-2020	
	2017-18	2017-18	2018-19	2018-19	2019-2020	2019-2020
Certificated	9,106,966	168,478.87	9,186,904	169,957.72	9,291,498	171,892.71
Classified	2,220,954	36,490.27	2,247,681	57,742.92	2,276,806	61,473.76
		204,969.15		227,700.65		233,366.48
3 yr total: <u>\$666,036.27</u>						

5.55%

PERS 1.643%

STRS 1.85%

PERS 2.569%

STRS 1.85%

PERS 2.700%

STRS 1.85%

6.912%

• Expenditures: Health & Welfare

2017-18	2018-19	2019-20
9.5%	5%	5%
\$ 322,834	\$ 188,884	\$ 198,329

• Expenditures: Special Education

Special Education costs continue to rise throughout the state with no additional funding to offset these increases from either the federal or state.

Scotts Valley has - since 2nd interim 2016-17 been informed that we will have additional Special Education costs which are projected for the next three years. Projected increases total \$462,000 per year as a result of four students.

Total 3 year projected cost: \$ 1,386,000.

• Projected Budget 2017-18

Fund Balance

Object #:	Various General Unrestricted	0510 Discretionary	0700 Supplemental	1100 Lottery	1400 EPA	Total Unrestricted	33XX/65XX Special Education	CATS Categoricals	8150 Routine & Restricted Maintenanc	9000 Local Programs	Total Restricted	Total General Fund
Revenues												
LCFF Revenues 8000 - 8099	17,857,637	-	453,827	-	1,263,134	19,574,598	-	-	-	-	-	19,574,598
Federal Revenues 8100 - 8299	-	-	-	-	-	-	436,657	258,616	-	-	695,273	695,273
Federal Pass Through	-	-	-	-	-	-	-	-	-	-	-	-
Other State Revenues 8300 - 8599	89,485	-	-	362,880	-	452,365	91,717	915,267	-	-	1,006,984	1,459,349
Other Local Revenues 8699 - 8799	40,000	-	-	-	-	40,000	559,928	-	-	378,554	938,482	978,482
Total Revenue	17,987,122	-	453,827	362,880	1,263,134	20,066,963	1,088,302	1,173,883	-	378,554	2,640,739	22,707,702
Expenditures												
Certificated Salaries 1000 - 1999	6,335,933	-	251,621	329,733	834,794	7,752,081	1,232,067	122,818	-	-	1,354,885	9,106,966
Classified Salaries 2000 - 2999	1,563,313	-	2,049	9,282	-	1,574,644	427,980	-	106,653	127,677	662,309	2,236,954
Employee Benefits 3000 - 3999	4,420,401	-	67,632	153,484	428,340	5,069,858	855,657	847,892	116,446	15,582	1,835,577	6,905,435
Books and Supplies 4000 - 4999	209,711	-	38,932	580	-	249,143	28,767	169,755	106,800	-	305,322	554,465
Services, Other Operating Ex 5000 - 5999	1,850,233	-	133,691	14,055	-	1,997,979	2,345,825	192,924	271,317	2,365	2,812,431	4,810,410
Capital Outlay 6000 - 6999	-	-	-	-	-	-	-	-	-	-	-	-
Other Outgo 7000 - 7299, 7400 - 7499	-	-	-	-	-	-	-	-	-	251,213	251,213	251,213
Pass Through	-	-	-	-	-	-	-	-	-	-	-	-
Indirect Costs 7300 - 7399	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	14,379,592	-	493,925	507,054	1,263,134	16,643,705	4,890,296	1,333,389	601,216	396,837	7,221,737	23,865,442
Interfund Transfers												
Transfers In 8900 - 8929	(45,000)	-	45,000	-	-	-	-	-	-	-	-	-
Transfers Out 7600 - 7629	(50,000)	-	-	-	-	(50,000)	-	-	-	-	-	(50,000)
Other Financing Sources 7630 - 7699	-	-	-	-	-	-	-	-	-	-	-	-
Contributions 8980 - 8999	(4,302,792)	-	-	-	-	(4,302,792)	3,697,744	-	587,521	17,527	4,302,792	-
Total Transfers	(4,397,792)	-	45,000	-	-	(4,352,792)	3,697,744	-	587,521	17,527	4,302,792	(50,000)
Beginning Fund 01 Bal. Adj \$551,036:												
Beginning Balance:	2,608,860	0	(4,902)	151,104	-	2,755,062	104,250	159,506	13,695	295,877	573,328	3,328,389
Net Incr (Decr) in Fund Balance:	(790,262)	-	4,902	(144,174)	-	(929,534)	(104,250)	(159,506)	(13,695)	(756)	(278,207)	(1,207,741)
Ending Fund Balance:	1,818,598	0	-	6,930	-	1,825,528	(0)	-	-	295,121	295,121	2,120,648

• Projected Budget 2018-19

Fund
Balance

Object #:	Various General Unrestricted	0510 Discretionary	0700 Supplemental	1100 Lottery	1400 EPA	Total Unrestricted	33XX/65XX Special Education	CATS Categoricals	8150 Routine & Restricted Maintenance	9XXX Local Programs	Total Restricted	Total General Fund
Revenues												
LCFF Revenues 8000 - 8099	18,553,447	-	429,674	-	1,371,729	20,354,850	-	-	-	-	-	20,354,850
Federal Revenues 8100 - 8299	-	-	-	-	-	-	436,657	258,616	-	-	695,273	695,273
Federal Pass Through	-	-	-	-	-	-	-	-	-	-	-	-
Other State Revenues 8300 - 8599	89,485	-	-	370,656	-	460,141	91,717	917,263	-	-	1,008,980	1,469,121
Other Local Revenues 8699 - 8799	-	-	-	-	-	-	559,928	-	-	145,316	705,244	705,244
Total Revenue	18,642,932	-	429,674	370,656	1,371,729	20,814,991	1,088,302	1,175,879	-	145,316	2,409,497	23,224,488
Expenditures												
Certificated Salaries 1000 - 1999	6,418,300	-	254,892	240,926	905,341	7,819,460	1,248,084	124,414	-	-	1,372,498	9,191,958
Classified Salaries 2000 - 2999	1,599,637	-	2,075	7,413	-	1,609,125	433,544	-	108,039	129,336	670,919	2,280,044
Employee Benefits 3000 - 3999	4,894,451	-	68,512	114,903	466,388	5,544,254	866,781	858,914	117,959	15,785	1,859,439	7,403,693
Books and Supplies 4000 - 4999	209,711	-	38,932	369	-	249,006	28,767	133,410	106,800	-	268,977	517,983
Services, Other Operating Exp 5000 - 5999	1,850,074	-	65,263	13,832	-	1,929,169	2,445,825	59,140	221,763	-	2,726,728	4,655,896
Capital Outlay 6000 - 6999	-	-	-	-	-	-	-	-	-	-	-	-
7000 - 7299,	-	-	-	-	-	-	-	-	-	-	-	-
Other Outgo 7400 - 7499	-	-	-	-	-	-	-	-	-	-	-	-
Pass Through	-	-	-	-	-	-	-	-	-	-	-	-
Indirect Costs 7300 - 7399	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	14,972,172	-	429,674	377,438	1,371,729	17,151,013	5,023,000	1,175,879	554,562	145,121	6,898,562	24,049,576
Interfund Transfers												
Transfers In 8900 - 8929	-	-	-	-	-	-	-	-	-	-	-	-
Transfers Out 7600 - 7629	(50,000)	-	-	-	-	(50,000)	-	-	-	-	-	(50,000)
Other Financing Sources 7630 - 7699	-	-	-	-	-	-	-	-	-	-	-	-
Contributions 8980 - 8999	(4,489,260)	-	-	-	-	(4,489,260)	3,934,698	-	554,562	-	4,489,260	-
Total Transfers	(4,539,260)	-	-	-	-	(4,539,260)	3,934,698	-	554,562	-	4,489,260	(50,000)
Beginning Balance:	1,818,598	0	-	6,930	-	1,825,528	(0)	-	-	295,121	295,121	2,120,648
Net Incr (Decr) in Fund Balance:	(868,501)	-	-	(6,782)	-	(875,283)	-	-	-	195	195	(875,088)
Ending Fund Balance:	950,097	0	-	148	-	950,245	(0)	-	-	295,316	295,316	1,245,560

• Projected Budget 2019-20

Fund
Balance

Object #:	Various General Unrestricted	0510 Discretionary	0700 Supplemental	1100 Lottery	1400 EPA	Total Unrestricted	33XX/65XX Special Education	CATS Categoricals	8150 Routine & Restricted Maintenance	9XXX Local Programs	Total Restricted	Total General Fund
Revenues												
LCFF Revenues 8000 - 8099	19,358,912	-	454,925	-	1,371,729	21,185,566	-	-	-	-	-	21,185,566
Federal Revenues 8100 - 8299	-	-	-	-	-	-	436,657	258,616	-	-	695,273	695,273
Federal Pass Through	-	-	-	-	-	-	-	-	-	-	-	-
Other State Revenues 8300 - 8599	89,485	-	-	370,080	-	459,565	91,717	915,267	-	-	1,006,984	1,466,549
Other Local Revenues 8699 - 8799	-	-	-	-	-	-	559,928	-	-	147,496	707,424	707,424
Total Revenue	19,448,397	-	454,925	370,080	1,371,729	21,645,131	1,088,302	1,173,883	-	147,496	2,409,681	24,054,812
Expenditures												
Certificated Salaries 1000 - 1999	6,501,738	-	258,206	240,552	905,341	7,905,837	1,264,309	126,032	-	-	1,390,341	9,296,178
Classified Salaries 2000 - 2999	1,636,432	-	2,102	7,402	-	1,645,936	439,180	-	109,444	131,018	679,641	2,325,577
Employee Benefits 3000 - 3999	5,389,774	-	69,402	114,725	466,388	6,040,289	878,049	870,080	119,493	15,990	1,883,612	7,923,901
Books and Supplies 4000 - 4999	209,711	-	38,932	363	-	249,006	28,767	133,410	106,800	-	268,977	517,983
Services, Other Operating Ex 5000 - 5999	1,850,074	-	86,283	6,902	-	1,943,259	2,445,825	44,361	221,317	-	2,711,503	4,654,761
Capital Outlay 6000 - 6999	-	-	-	-	-	-	-	-	-	-	-	-
Other Outgo 7000 - 7299, 7400 - 7499	-	-	-	-	-	-	-	-	-	-	-	-
Pass Through	-	-	-	-	-	-	-	-	-	-	-	-
Indirect Costs 7300 - 7399	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	15,587,729	-	454,925	369,943	1,371,729	17,784,326	5,056,129	1,173,883	557,054	147,008	6,934,074	24,718,400
Interfund Transfers												
Transfers In 8900 - 8929	-	-	-	-	-	-	-	-	-	-	-	-
Transfers Out 7600 - 7629	(50,000)	-	-	-	-	(50,000)	-	-	-	-	-	(50,000)
Other Financing Sources 7630 - 7699	-	-	-	-	-	-	-	-	-	-	-	-
Contributions 8980 - 8999	(4,524,881)	-	-	-	-	(4,524,881)	3,967,827	-	557,054	-	4,524,881	-
Total Transfers	(4,574,881)	-	-	-	-	(4,574,881)	3,967,827	-	557,054	-	4,524,881	(50,000)
Beginning Balance:	950,097	0	-	148	-	950,245	(0)	-	-	295,316	295,316	1,245,561
Net Incr (Decr) in Fund Balance:	(714,213)	-	-	137	-	(714,076)	-	-	-	488	488	(713,588)
Ending Fund Balance:	235,884	0	-	285	-	236,169	(0)	-	-	295,804	295,804	531,973

• Projected Fund Balance

	2017-18	2018-19	2019-20
General Fund – Unrestricted	\$1,825,528	\$ 950,425	\$ 236,169
General Fund - Restricted	\$ 295,122	\$ 295,316	\$ 295,804
Ending Fund Balance:	\$ 2,120,648	\$ 1,245,560	\$ 531,973
% change:	<36.3%>	<41.3%>	<57.3%>

• Disclosure of Reserves

2017-18 Budget Adoption Reserves

Substantiation of need for reserves greater than the state required minimum reserve for economic uncertainty

District: Scotts Valley Unified School District

CDS #: 4475432

The governing board of a school district that proposes to adopt a budget that includes a combined assigned and unassigned ending fund balance in excess of the minimum recommended reserve for economic uncertainties, shall, at the Budget Adoption public hearing, provide:

The minimum recommended reserve for economic uncertainties;

The combined assigned and unassigned ending fund balances that are in excess of the minimum recommended reserve for economic uncertainties for each fiscal year identified in the budget; and

A statement of reasons to substantiate the need for reserves that are higher than the minimum recommended reserve.

		2017-18	2018-19	2019-20
Total General Fund Expenditures & Other Uses		\$ 23,815,442	\$ 23,999,576	\$ 24,668,400
Minimum Reserve requirement	3%	\$ 714,463	\$ 719,987	\$ 740,052
General Fund Combined Ending Fund Balance		\$ 2,120,648	\$ 1,245,560	\$ 531,973
Special Reserve Fund Ending Fund Balance	Fn 17	\$ 748,707	\$ 754,804	\$ 760,907
Components of ending balance:				
Nonspendable (revolving, prepaid, etc.)		\$ 2,000	\$ 2,000	\$ 2,000
Restricted		\$ 295,121	\$ 295,316	\$ 295,804
Committed		\$ -	\$ -	\$ -
Assigned		\$ 1,823,528	\$ 948,244	\$ 234,169
Reserve for economic uncertainties		\$ 748,706	\$ 754,804	\$ 760,907
Unassigned and Unappropriated		\$ -	\$ -	\$ -
Subtotal Assigned, Unassigned & Unappropriated		\$ 2,572,234	\$ 1,703,048	\$ 995,076
Total Components of ending balance		\$ 2,869,355	\$ 2,000,364	\$ 1,292,880
		TRUE	TRUE	TRUE
Assigned & Unassigned balances above the minimum reserve requirement		\$ 1,857,771	\$ 983,061	\$ 255,024

Statement of Reasons

The District's General Fund Balance includes assigned, unassigned and unappropriated components, that in total are greater than the Minimum Recommended Reserve for Economic Uncertainties because:

District's assigned budget is to cover projected deficit spending in future years.

• On-going Factors

- ✓ Adoption of annual state budget June 15, 2017; incorporate any changes
- ✓ Possible one-time revenue
- ✓ Education Protection Act Resolution: done annually; how our funds were spend for the current year
- ✓ Potential additional costs in 2nd, 3rd years
- ✓ Final Budget will be brought back June 27, 2017 for board approval

