

2019 May Revision Workshop



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Rainy Day Fund

- The May Revision includes an additional \$1.2 billion deposit into the Rainy Day Fund, bringing the reserve to \$16.5 billion in 2019-20
- The Rainy Day Fund is now expected to reach its constitutional cap of 10% of General Fund revenues in 2020-21, two years earlier than predicted in January
- By the end of 2022-23, the Rainy Day Fund balance is projected to be \$18.7 billion
- The revised Budget would also, for the first time, deposit \$389 million into the Public School System Stabilization Account



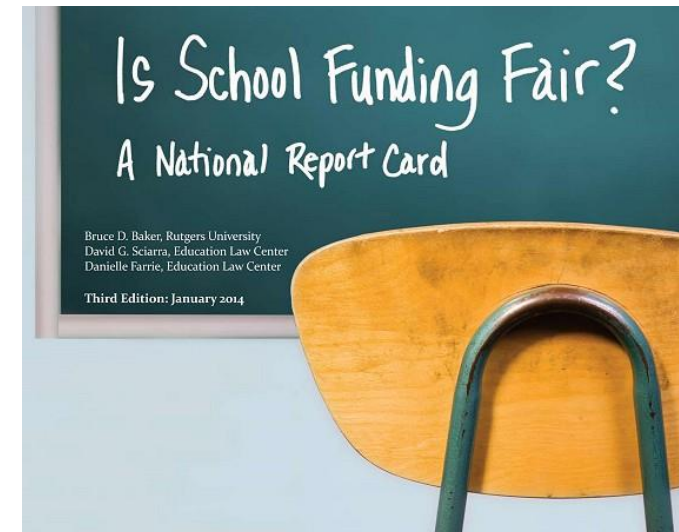


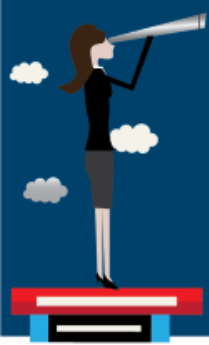
Is California School Funding Fair?

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- A study released in February 2018 by Rutgers University and the Education Law Center, *Is School Funding Fair? A National Report Card*, ranked California low on several measures of school funding fairness based on 2015 data from the U.S. Census
 - Funding per pupil: 32nd at \$8,961 per student
 - California provided about 66% of 10th ranked Delaware (\$13,598 per student)
 - In 2011, California was in 38th place, providing \$7,730 per student
 - The funding gap between California and then 10th ranked Maryland was 65%, essentially the same as in 2015



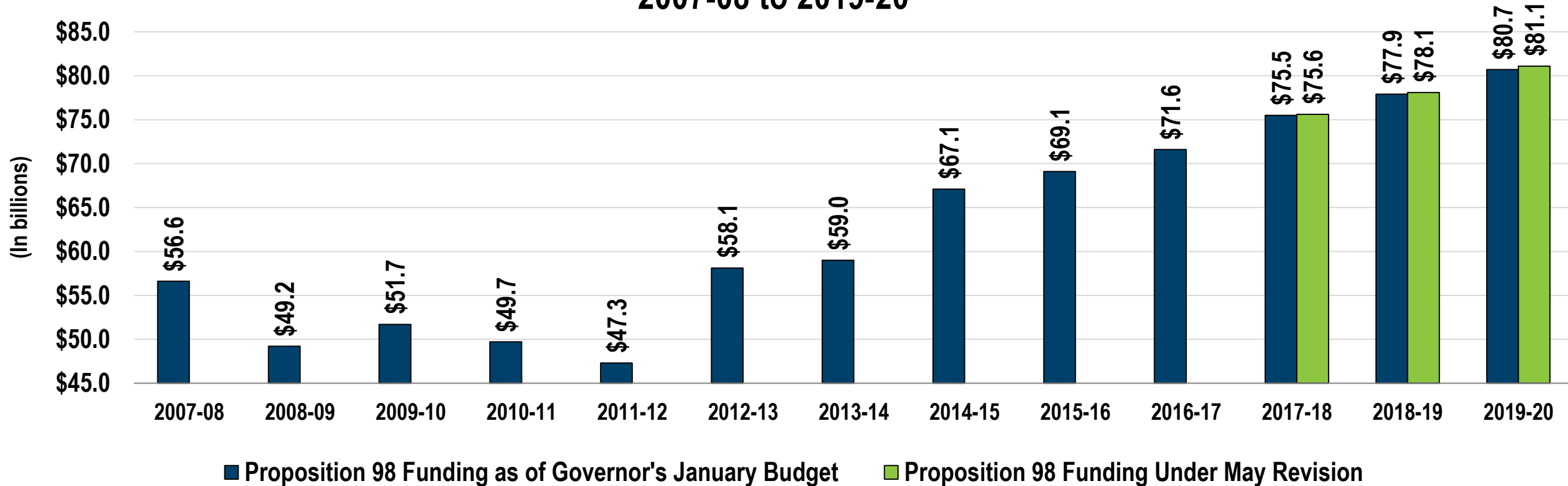


Proposition 98 Funding

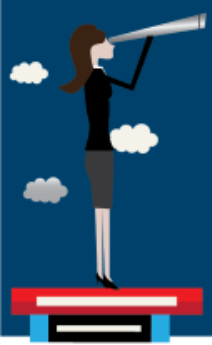
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Proposition 98 Funding 2007-08 to 2019-20



Source: 2019-20 Governor's Budget, pg. 32 and 2019-20 May Revision, pg. 17



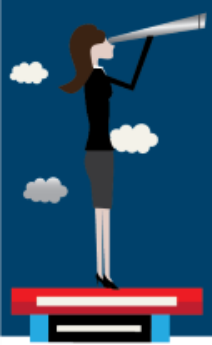
Proposition 98 Reserve Deposit in 2019-20

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- With all four criteria having been met, the May Revision anticipates a deposit into the Proposition 98 reserve of \$389 million in 2019-20
- Fortunately, this deposit will fall short of the 3% level, which the May Revision estimates to be \$2.1 billion
 - Therefore, the cap on district reserves will not be triggered in 2020-21
- Nevertheless, it is only a matter of time until deposits reach the 3% Proposition 98 threshold, thus triggering the cap on district reserves
- We therefore continue to urge the full repeal of this unsound budgeting policy



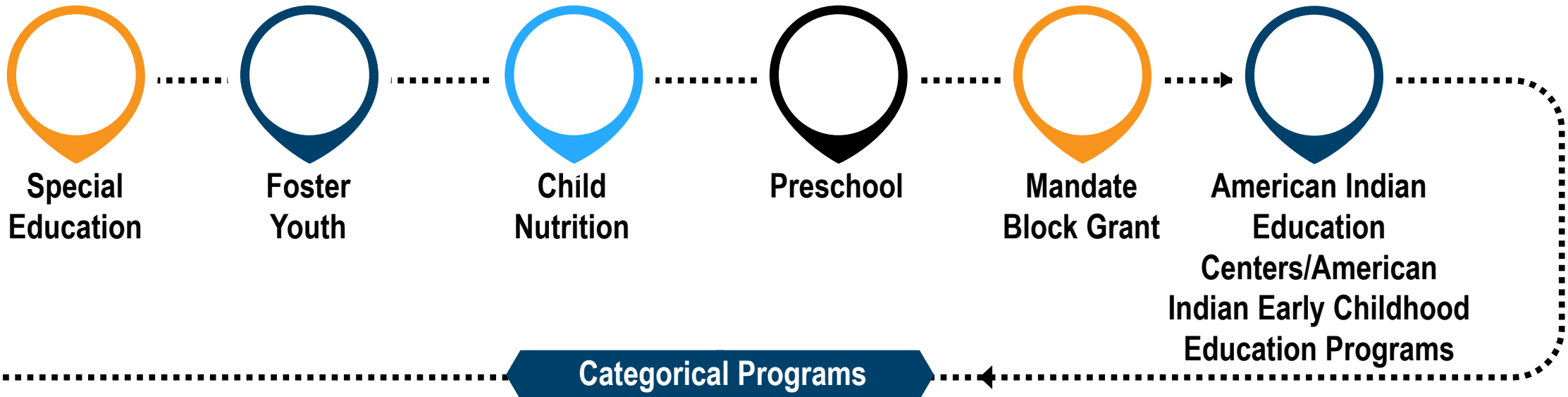


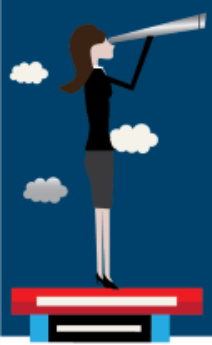
Statutory COLA at 3.26%

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- The May Revision proposes a 3.26% statutory cost-of-living adjustment (COLA) (down from the 3.46% estimated COLA in January)
- Categorical programs outside of the Local Control Funding Formula (LCFF) will receive the statutory COLA
 - As costs continue to rise, these programs will see adjustments for COLA only (and average daily attendance (ADA) for Special Education)

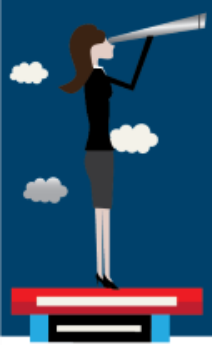




2019-20 LCFF Funding Factors

■ The K-12 COLA is 3.26% for 2019-20 and is applied to the LCFF base grants for each grade span

Grade Span	2018-19 Base Grant Per ADA	3.26% COLA	2019-20 Base Grant Per ADA
K-3	\$7,459	\$243	\$7,702
4-6	\$7,571	\$247	\$7,818
7-8	\$7,796	\$254	\$8,050
9-12	\$9,034	\$295	\$9,329



2019-20 LCFF Funding Factors

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- Two grade span adjustments (GSAs) are applied as percentage increases against the adjusted base grant, also receiving the benefit of a 3.26% COLA in 2019-20
 - Grades K-3 receive a 10.4% increase for smaller average class sizes
 - Grades 9-12 receive a 2.6% increase in recognition of the costs of Career Technical Education coursework

Grade Span	2019-20 Base Grant Per ADA	GSA	2019-20 Adjusted Base Grant
K-3	\$7,702	\$801	\$8,503
4-6	\$7,818	–	\$7,818
7-8	\$8,050	–	\$8,050
9-12	\$9,329	\$243	\$9,572



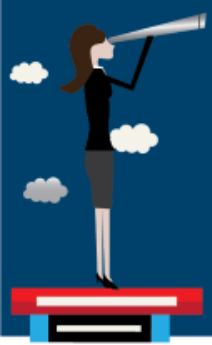
What Does the LCFF Mean for Ripon Unified School District?

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Ripon Unified School District – 2019-20		
2019-20 LCFF Per-ADA Funding	Projected 2019-20 ADA	Projected 2019-20 LCFF Total Revenue
\$9,294	3,184.43	\$29,595,112

Determined using the LCFF Calculator data provided by San Joaquin County Office of Education



LCFF Budget Overview for Parents – Data Requirements

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Projected General Fund revenue for the budget year, with funds broken out as follows:

- LCFF revenue
- LCFF supplemental and concentration grants
- All other state funds
- All local funds
- All federal funds

Total expenditures for the budget year as follows:

- Projected General Fund expenditures
- Budgeted expenditures for all Planned Actions/Services
- Budgeted expenditures for Planned Actions/Services contributing to increasing or improving services for unduplicated students
- Brief description of the activities or programs supported by General Fund expenditures that are not included in the LCAP

Total expenditures for the current year as follows:

- Budgeted expenditures for Actions/Services indicated as contributing to services for unduplicated students
- Estimated Actual Expenditures for Actions/Services indicated as contributing to increasing or improving services for unduplicated students



LCAP Federal Addendum

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In order to receive federal ESSA* funds, LEAs are required to complete an LEA Plan. Three items comprise the LEA Plan:

- LCAP
- Consolidated Application (ConApp)
- LCAP Federal Addendum

LCAP likely addresses most requirements for the LEA Plan

LCAP Federal Addendum meant to supplement the LCAP to ensure LEAs comply with all LEA Plan requirements

- Point to where certain ESSA provisions are already covered in the LCAP
- Address ESSA provisions not covered in the LCAP or the ConApp

*Every Student Succeeds Act

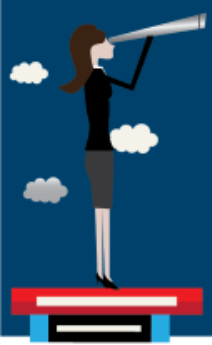


Ripon USD 2019-20 Budget

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2019-20 Budget			
	Unrestricted	Restricted	Comibined
LCFF Sources	29,595,112	0	29,595,112
LCFF State Aid	25,370,585	-	
Property Taxes	5,832,955	-	
In-Lieu Tax Transfer	(1,608,328)	-	
Total	29,595,212	-	29,595,212

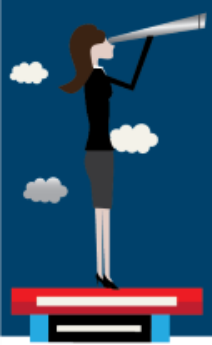


Ripon USD 2019-20 Budget

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2019-20 Budget			
	Unrestricted	Restricted	Comibined
Federal Revenue	-	1,037,258	1,037,258
IDEA Special Education	-	418,969	
Other Federal - Title I, Teacher Quality, ROTC	-	618,289	
Total	-	1,037,258	1,037,258

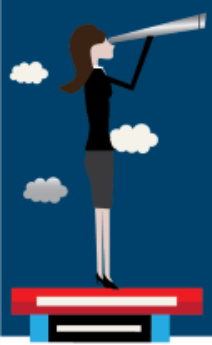


Ripon USD 2019-20 Budget

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2019-20 Budget			
	Unrestricted	Restricted	Comibined
Other State Revenue	608,025	1,752,502	2,360,527
Mandated Block Grant	130,418	-	
Unrestricted Lottery	477,607	-	
Restricted Lottery	-	167,637	
Other State - MediCal Billing, CTEIG, Ag Voc	-	272,349	
STRS In Lieu	-	1,312,516	
Total	608,025	1,752,502	2,360,527

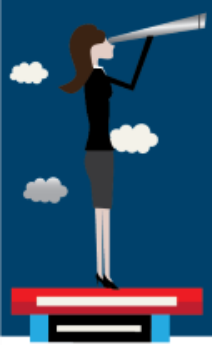


Ripon USD 2019-20 Budget

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2019-20 Budget			
	Unrestricted	Restricted	Comibined
Other Local Revenue	608,694	701,118	1,309,812
Lease and Rental	48,150	-	
Interest	77,775	-	
Fees	219,093	362,739	
Other Local	263,676	338,379	
Total	608,694	701,118	1,309,812



Ripon USD 2019-20 Budget

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2019-20 Budget			
	Unrestricted	Restricted	Comibined
Certificated Salaries	13,059,054	1,882,683	14,941,737
Regular Certificated Salaries	12,548,738	1,815,732	
Certificated Stipends and Extra Time	222,475	3,438	
Certificated Substitutes	287,841	63,513	
Total	13,059,054	1,882,683	14,941,737

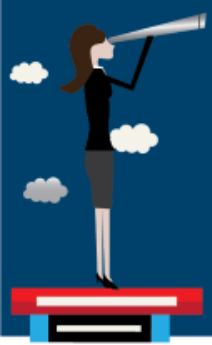


Ripon USD 2019-20 Budget

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2019-20 Budget			
	Unrestricted	Restricted	Comibined
Classified Salaries	3,378,108	1,422,117	4,800,225
Regular Classified Salaries	3,051,663	1,412,875	
Classified Stipends and Extra Time	265,279	5,867	
Classified Substitutes	61,166	3,375	
Total	3,378,108	1,422,117	4,800,225



Ripon USD 2019-20 Budget

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2019-20 Budget			
	Unrestricted	Restricted	Comibined
Employee Benefits	5,707,563	2,362,003	8,069,566
State Teadchers' Retirement System (STRS)	2,249,228	1,646,696	
Public Employees Retirement System (PERS)	638,312	269,610	
Old Age, Survivors and Disability Insurance (OASDI)	182,752	83,411	
Federal Insurance Contribution Act (FICA)	208,353	43,287	
Health and Welfare (H+W)	1,706,470	255,485	
State Unemployment Insurance (SUI)	7,822	1,630	
Workers' Compensation (W/C)	296,205	61,884	
Other Post Employment Benefits (OPEB)	286,512	-	
Public Agency Retirement Services (PARS)	131,909	-	
Total	5,707,563	2,362,003	8,069,566



Ripon USD 2019-20 Budget

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2019-20 Budget			
	Unrestricted	Restricted	Comibined
Books and Supplies	1,077,156	816,487	1,893,643
Textbooks	48,709	26,537	
Books other than Textbooks	17,158	27,473	
Materials and Supplies	716,277	479,950	
Non-Capitalized Equipment	295,012	282,527	
Total	1,077,156	816,487	1,893,643

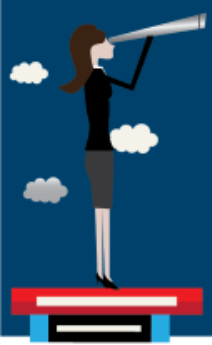


Ripon USD 2019-20 Budget

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2019-20 Budget			
	Unrestricted	Restricted	Comibined
Services and Other Operating Expenses	2,865,725	1,191,653	4,057,378
Subareements for Services	-	478,290	
Travel and Conference	150,122	95,812	
Dues and Memberships	16,845	731	
Insurance	241,570	-	
Operations and Housekeeping Services	726,610	220	
Rentals, Leases, Repairs and Non-Capitalized Improvements	437,066	278,469	
Transfer of Direct Costs	157	7,095	
Professional/Consulting Services and Operating Expenditures	1,160,642	330,789	
Communications	132,713	247	
Total	2,865,725	1,191,653	4,057,378

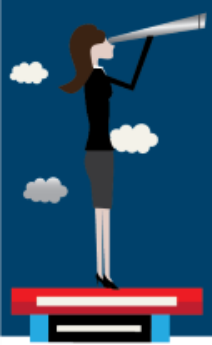


Ripon USD 2019-20 Budget

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2019-20 Budget			
	Unrestricted	Restricted	Comibined
Capital Outlay	35,844	242,970	278,814
Land Improvement	-	23,791	
Building Improvement	-	63,505	
Equipment	35,844	5,005	
EuiPMENT Replacement	-	150,669	
Total	35,844	242,970	278,814



Ripon USD 2019-20 Budget

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2019-20 Budget			
	Unrestricted	Restricted	Comibined
Other Outgo	390,344	17,066	407,410
Excess Costs	409,568	11,300	
Transfer Indirect Costs	(5,766)	5,766	
Interfund Indirect	(13,458)	-	
Total	390,344	17,066	407,410



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Thank you!