

# 2018-19 2<sup>nd</sup> Interim Financial Report

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PRESENTED: MARCH 7, 2019

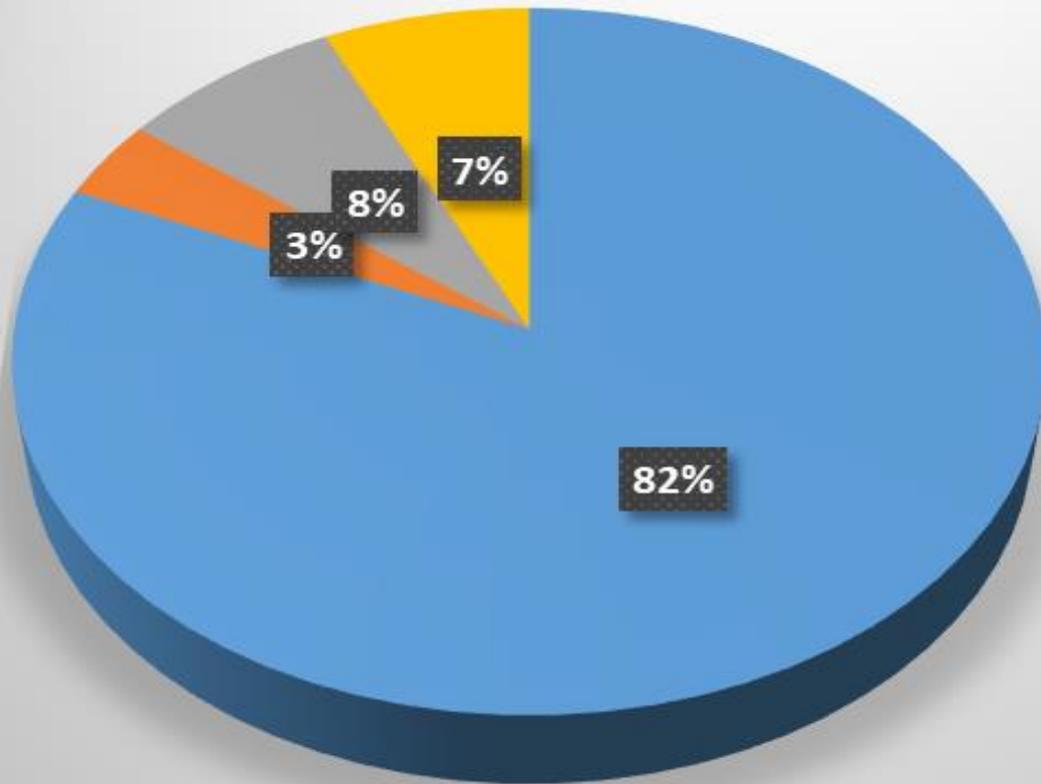


# Overview of 2<sup>nd</sup> Interim

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- Review of Revenue Sources
- Changes from 1<sup>st</sup> Interim: Revenue
- Review of Expenditure Sources
- Changes from 1<sup>st</sup> Interim: Expenditures
- Multi Year Projection (MYP)
- Key Focus Areas
- The Path Forward

# Revenue Sources



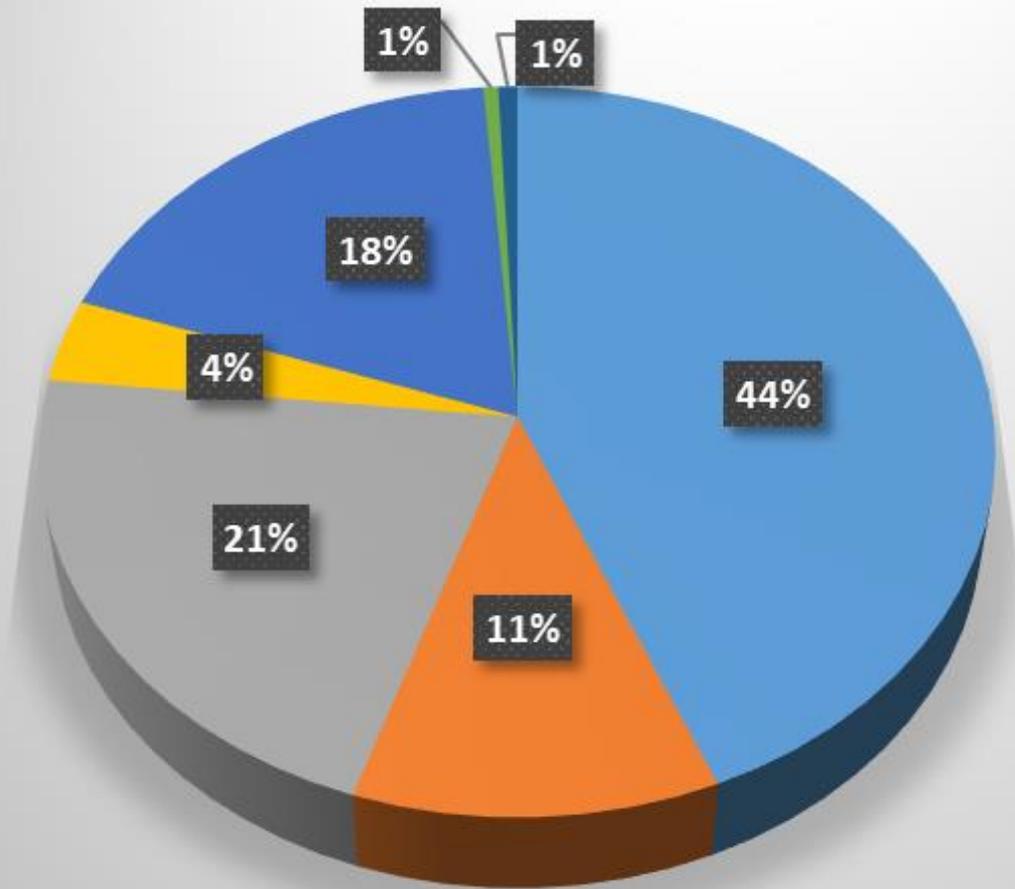
- LCFF Sources
- Federal Revenue
- Other State Revenue
- Other Local Revenue

# Revenue Summary

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	<b>Adopted Budget</b>	<b>1st Interim</b>	<b>2nd Interim</b>	<b>Variance 1st Interim &amp; 2nd Interim</b>	<b>Reason for Revision</b>
<i>Information through:</i>	<b>7/1/2018</b>	<b>10/31/2018</b>	<b>1/31/2019</b>		
LCFF Sources (Basic Aid)	107,720,856	108,951,437	108,951,622	185	
Federal Revenue	4,246,312	4,644,815	4,625,631	(19,184)	LEA billing
Other State Revenue	12,026,883	10,465,389	11,267,472	802,083	CSEPDBG \$54K, LPSBG \$741K, MH \$7K
Other Local Revenue	5,588,020	7,797,199	8,755,684	958,485	Interest \$50K, \$908K
Interfund Transfers In	750,000	750,000	750,000	0	donations/one time
Contributions	0	0	-	0	
<b>Total Revenue</b>	<b>\$ 130,332,071</b>	<b>\$ 132,608,840</b>	<b>\$ 134,350,409</b>	<b>\$ 1,741,569</b>	

# Expenditure Sources



- Certificated Salary
- Classified Salary
- Employee Benefit
- Books and Supplies
- Services and Operating Expenditures
- Capital Outlay
- Other Outgo

# Expenditure Summary

	Adopted Budget	1st Interim	2nd Interim	Variance 1st Interim & 2nd Interim	Reason for Revision
Certificated Salaries	61,949,676	60,185,057	61,964,925	1,779,868	Raise \$1.73M, Adj to actuals \$47K (late hire PTA/one time)
Classified Salaries	15,875,087	15,776,044	16,098,767	322,723	Raise \$416K, Adj to actuals/vacancies <\$93K>
Employee Benefits	30,707,787	30,344,569	30,520,553	175,984	Raise
Books & Supplies	3,106,763	4,979,743	5,173,750	194,006	\$255K PTA donations
Service, Other Operating	22,831,402	24,207,310	26,151,530	1,944,221	CSEPDBG \$54K, LPSBG \$741K, PTA \$528K, \$578K SPED
Capital Outlay	1,566,000	655,122	780,543	125,422	Donation \$86K, Carryover \$31K
Other Outgo	1,359,811	1,359,811	1,225,811	(134,000)	SPED Interdistrict \$134K
Direct Support/Indirect	(211,482)	(219,118)	(222,958)	(3,840)	
Interfund Transfers Out	859,286	3,564,200	3,564,200	0	
<b>Total Expenditures</b>	<b>\$ 138,044,330</b>	<b>\$ 140,852,738</b>	<b>\$ 145,257,121</b>	<b>4,404,384</b>	
<b>Excess/(Deficiency)</b>	<b>\$ (7,712,259)</b>	<b>\$ (8,243,898)</b>	<b>\$ (10,906,713)</b>	<b>\$ (2,662,814)</b>	

# Multi Year Projection

Description	2018-19 2nd Interim	2019-20	2020-21
<b>Revenue Balances</b>			
Revenue Limit Sources (8010 to 8099)	108,951,622.00	113,377,886.54	118,028,687.10
Federal Revenue (8100 to 8299)	4,625,630.62	3,761,386.00	3,761,386.00
Other State Revenue (8300 to 8599)	11,267,471.90	8,380,555.64	8,385,586.65
Other Local Revenue (8600 to 8799)	8,755,684.19	15,807,561.01	16,143,774.58
Interfund Transfers In (8900 to 8929)	750,000.00	750,000.00	750,000.00
<b>Total Revenue Balances</b>	<b>\$ 134,350,409</b>	<b>\$ 142,077,389</b>	<b>\$ 147,069,434</b>
<b>Expenditure Balances</b>			
Certificated Salary (1000 to 1999)	61,964,925.35	63,261,687.00	64,340,291.71
Classified Salary (2000 to 2999)	16,098,767.40	15,633,867.96	15,911,432.00
Employee Benefit (3000 to 3999)	30,520,552.53	31,425,247.16	32,857,124.24
Books and Supplies (4000 to 4999)	5,173,749.64	4,603,516.67	4,587,927.81
Services and Operating Expenditures (5000 to 5999)	26,151,530.23	27,587,954.08	27,605,377.85
Capital Outlay (6000 to 6999)	780,543.33	10,000.00	10,000.00
Other Outgo (7100 to 7499)	1,002,853.00	1,002,853.00	1,002,853.00
Interfund Transfers Out (7600 to 7629)	3,564,200.00	859,286.00	859,286.00
<b>Total Expenditure Balances</b>	<b>\$ 145,257,121</b>	<b>\$ 144,384,412</b>	<b>\$ 147,174,293</b>
<b>Total General Fund</b>	<b>\$ (10,906,713)</b>	<b>\$ (2,307,023)</b>	<b>\$ (104,858)</b>

# Focus Areas

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- ADA and enrollment changes
- Rate of property tax growth due to assessed valuation increases
- STRS/PERS rate changes
- Operational cost increases exceeding revenue increases
- State budget changes

# The Path Forward

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## **March 21, 2019**

2018-19 Final Second Interim Report for  
Board of Trustees approval

## **March and April**

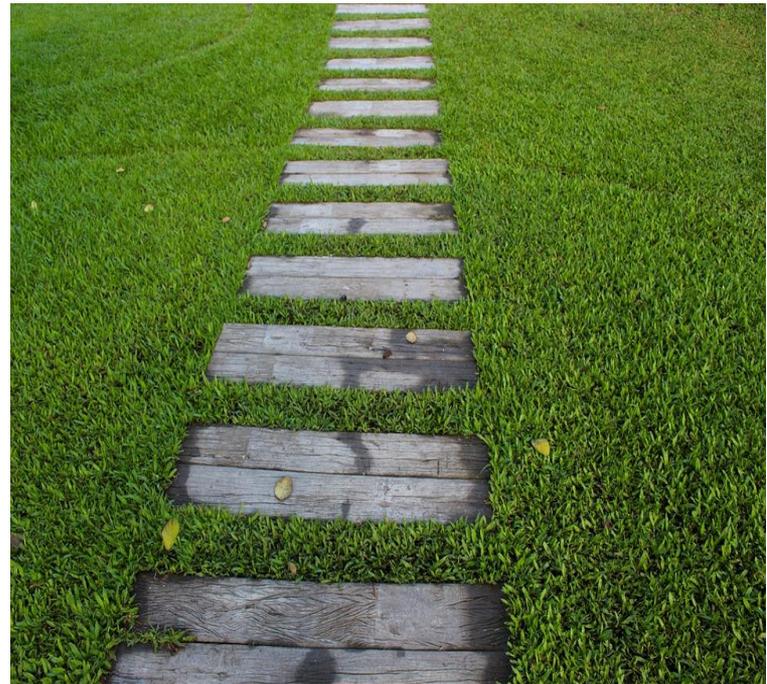
Continue 2019-20 budget development  
Review Budget Assumptions

## **May**

Approve Budget Assumptions  
Governor's May Revise 2019-20 state budget

## **June**

2019-20 LCAP and Budget Public Hearing  
2019-20 LCAP and Budget Adoption



# Board Questions & Comments

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