



Evergreen
School District

Operational Budget 2016-17

Budget Advisory Committee Meeting
October 27, 2016

2016-17 LCFF Assumptions

Item	2016-17	2017-18	2018-19
LCFF Gap Funding Percentage	54.18%	72.99%	40.36%
COLA	0%	1.11%	2.42%
District Enrollment	11,820	11,434	11,081
Average Daily Attendance (ADA)	11,465	11,091	10,749
LCFF Funded ADA Include County ADA	12,069	11,580	11,206
LCFF Per ADA (Average)	\$7,970	\$8,254	\$8,395
Supplemental grant funding	\$7.47 M	\$7.48 M	\$7.43 M

Major Other Revenue Assumptions

- One time discretionary funds \$214 per ADA in 2016-17 \$2.56M
- Revenue contribution to Routine Restricted Maintenance Account (RRMA) at 2014-15 contribution level (\$2.66M), 2018-19 at 2.4% of general fund expenditures (\$2.87M)

Major Expenditure Assumptions

- Declined enrollment in future years based on demographer's January 2016 enrollment projection report
 - 2016-17 reduce 462 students; reduce 37.5 teachers (as 9/16/2016)
 - 2017-18 reduce 386 students; reduce 15 teachers
 - 2018-19 reduce 353 students; reduce 14 teachers
- \$1.14 M step/column salary increases for all groups
- \$211,845 savings from 5 teacher retirements annually in future years
- Salary increase status quo (subject to negotiation)
- Health benefits with current rates in 2016-17; 5% cost increase projected in 2017-18 & 2018-19

Major Expenditure Assumptions

- Proportionality requirement met, spend supplemental grant for students in need. Expenditures budgeted under supplemental grant 1590, 1591, 1592, 1593, 1594, 1595, 1596 and 1597
 - 2016-17 \$7,786,328
 - 2017-18 \$7,915,513
 - 2018-19 \$8,047,239
- Increase retirement contributions for STRS and PERS

Years	STRS Rate	\$ increase from 2015-16	PERS rate	\$ increase from 2015-16
2015-16	10.73%		11.847%	
2016-17	12.58%	\$1,620,016	13.89%	\$211,789
2017-18	14.43%	\$3,085,117	15.50%	\$368,176
2018-19	16.28%	\$4,542,814	17.10%	\$533,080

Total FTE by Major Positions

AS 9-30-2016

Certificated	FY 11-12	FY 12-13	FY 13-14	FY14-15	FY15-16	FY16-17
Regular Teachers	513.6000	511.0400	514.8000	503.4000	489.8000	449.9000
Special Teachers	9.3500	8.4100	14.5000	13.5000	11.0000	12.0000
Special Education Teachers	55.6000	56.0000	56.5000	57.0000	57.5000	57.0000
Librarians	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
Nurses	2.0000	2.0000	2.0000	2.0000	3.0000	3.0000
Psychologists/Counselor/Social Worker	7.8000	9.0000	9.0000	9.0000	12.2000	14.1000
Subtotal	588.8500	586.9500	597.3000	585.4000	574.0000	536.5000
Classified						
Instructional Aides	24.0750	23.1750	24.7750	23.1250	23.1250	26.4375
Instructional Aides - Special Ed	38.1063	37.5125	37.6375	36.1375	36.0125	37.8875
Operations	43.3750	43.3750	43.6250	43.6250	45.2500	45.2500
Transportation	16.4689	11.0630	11.8128	11.8752	12.4063	12.4063
Clerical	54.1750	54.6875	55.7500	59.2500	60.0000	59.2500
Health Aides	8.8750	9.1875	8.8750	8.8750	9.8750	9.8750
Occupational Therapist	2.0000	2.0000	2.0000	2.0000	2.0000	2.0000
Library Aides	11.4375	11.2375	13.5625	13.5625	13.5625	13.5625
Food Service	28.5000	28.3750	27.8750	27.5000	27.5000	27.5000
Subtotal	227.0127	220.6130	225.9128	225.9502	229.7313	234.1688
Administration						
Certificated Management	33.5000	33.5000	33.5000	32.5000	33.5000	32.5000
Classified Management	9.0000	9.0000	9.0000	10.0000	10.0000	10.0000
Subtotal	42.5000	42.5000	42.5000	42.5000	43.5000	42.5000
TOTAL	858.3627	850.0630	865.7128	853.8502	847.2313	813.1688

Detail of 2016-17 Reserve

- 3% required minimum reserve is \$3,429,957
- The amount in excess of minimum reserve is \$14,183,875. Excess reserve is needed for the following:
 - PERS/STRS contribution rate increases
 - Projected future enrollment decline
 - Deficit spending in the future years

	10/17/2016	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
		ACTUAL	ACTUAL	ACTUAL	BUDGET	BUDGET	BUDGET
SUMMARY							
TOTAL REVENUES		96,293,209	103,340,085	122,235,917	116,857,650	113,440,310	112,477,367
TOTAL EXPENDITURES		99,061,983	105,007,151	114,149,446	114,331,901	116,335,606	119,013,212
SURPLUS/(DEFICIT)		(2,768,775)	(1,667,065)	8,086,471	2,525,749	(2,895,296)	(6,535,845)
BEGINNING BALANCE							
UNRESTRICTED		15,860,129	11,946,220	10,356,533	18,817,642	21,904,913	19,027,740
RESTRICTED		2,527,286	3,672,420	3,595,042	3,220,404	2,658,882	2,640,759
ENDING BALANCE		15,618,641	13,951,575	22,038,046	24,563,795	21,668,499	15,132,654
COMPONENTS OF ENDING BALANCE							
A) NONSPENDABLE							
1 REVOLVING CASH		15,000	15,000	15,000	15,000	15,000	15,000
2 STORES		46,767	49,504	39,664	39,664	39,664	39,664
3 PREPAID EXPENDITURES		1,192,232	1,360,418	1,236,417	1,236,417	1,236,417	1,236,417
B) RESTRICTED							
MAIN. RESERVES		58,121	299,508	299,508	239,068	134,988	179,598
RESTRICTED		3,614,300	3,295,534	2,920,896	2,419,814	2,505,771	2,579,941
C) COMMITTED							
STABILIZATION ARRANGEMENTS		0	0	0	0	0	0
OTHER COMMITMENTS		0	0	3,000,000	3,000,000	3,000,000	3,000,000
D) ASSIGNED							
OTHER ASSIGNMENTS		0	24,746	34,350	0	0	0
E) UNASSIGNED/UNAPPROPRIATED							
RESERVE FOR ECO. UNCERTAINTIES		2,971,860	3,150,215	3,424,483	3,429,957	3,490,068	3,570,396
UNASSIGNED/UNAPPROPRIATED		7,720,362	5,756,651	11,067,728	14,183,875	11,246,591	4,511,638
		15,618,641	13,951,575	22,038,046	24,563,795	21,668,499	15,132,654
UNRESTRICTED (DEFICIT)/SURPLUS		(3,913,909)	(1,589,687)	8,461,109	3,087,271	(2,877,173)	(6,654,625)
% of AVAILABLE RESERVE		10.79%	8.48%	12.70%	15.41%	12.67%	6.79%

October Operational Budget Compare with June Adopted Budget

FY 2016-17

10/18/2016

A	B C D			E F G			H I J K L				
	June Adopted Budget			October Budget update			VARIANCE				
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted Variance	Note	Restricted Variance	Note	Total Variance
1 Revenue Detail											
2 LCFF	96,263,401	-	96,263,401	96,188,085	-	96,188,085	(75,316)		-		(75,316)
3 Federal Revenue	-	4,490,466	4,490,466	-	4,540,045	4,540,045	-		49,579		49,579
4 Other State Revenue	4,966,524	5,212,295	10,178,819	4,724,211	5,857,392	10,581,603	(242,313)		645,097	2	402,784
5 Other Local Revenue	3,175,878	2,017,237	5,193,115	3,349,382	2,198,535	5,547,917	173,504		181,298		354,802
6 Total Revenue	104,405,803	11,719,998	116,125,801	104,261,678	12,595,972	116,857,650	(144,125)		875,974		731,849
7 Expenditure Detail											
8 Certificated	51,597,163	6,411,672	58,008,835	49,967,150	6,829,023	56,796,173	(1,630,013)	1	417,351	1	(1,212,662)
9 Classified	7,738,981	2,996,642	10,735,623	7,857,470	2,947,152	10,804,622	118,489		(49,490)		68,999
10 Employee Benefits	23,907,066	7,464,087	31,371,153	22,942,304	7,963,572	30,905,876	(964,762)	2	499,485	2	(465,277)
11 Books & Supplies	2,366,374	2,435,962	4,802,336	2,537,530	2,541,125	5,078,655	171,156		105,163		276,319
12 Services, Other Operating	3,598,028	4,520,025	8,118,053	4,021,152	4,732,491	8,753,643	423,124		212,466		635,590
13 Capital Outlay	-	-	-	-	-	-	-		-		-
14 Other Outgo	707,088	1,390,000	2,097,088	707,088	1,390,000	2,097,088	-		-		-
15 Direct Support/Indirect	(193,741)	193,741	-	(298,543)	194,387	(104,156)	(104,802)		646		(104,156)
16 Total Expenditures	89,720,959	25,412,129	115,133,088	87,734,151	26,597,750	114,331,900	(1,986,808)		1,185,621		(801,188)
17 Excess/(Deficiency)	14,684,844	(13,692,131)	992,713	16,527,527	(14,001,778)	2,525,749	1,842,683		(309,647)		1,533,036
18 Other Financing Sources/Uses											
19 Transfers In	-	-	-	-	-	-	-		-		-
20 Transfers Out	-	-	-	-	-	-	-		-		-
21 Other Sources	-	-	-	-	-	-	-		-		-
22 Other Uses	-	-	-	-	-	-	-		-		-
23 Contributions	(13,790,734)	13,790,734	-	(13,440,256)	13,440,256	-	350,478	1	(350,478)	1	-
24 Total Other Sources/Uses	(13,790,734)	13,790,734	-	(13,440,256)	13,440,256	-	350,478		(350,478)		-
25 Net Inc/Dec to Fund Balance	894,110	98,603	992,713	3,087,271	(561,522)	2,525,749	2,193,161		(660,125)		1,533,036
26 Beginning Balance	18,817,642	3,220,405	22,038,047	18,817,642	3,220,405	22,038,047	-		-		-
27 Ending Balance	19,711,752	3,319,008	23,030,760	21,904,913	2,658,883	24,563,796	2,193,161		(660,125)		1,533,036
28 Components of Ending Fund Balance											
29 Revolving Cash	15,000	-	15,000	15,000	-	15,000	-		-		-
30 Stores	46,767	-	46,767	39,664	-	39,664	(7,103)		-		(7,103)
31 Prepaid Expenditures	1,192,232	-	1,192,232	1,236,417	-	1,236,417	44,185		-		44,185
32 Restricted	-	3,319,008	3,319,008	-	2,658,883	2,658,883	-		(660,125)		(660,125)
33 Committed	3,000,000	-	3,000,000	3,000,000	-	3,000,000	-		-		-
34 Other Assigned	-	-	-	-	-	-	-		-		-
35 Reserve for Economic Uncertainty	3,453,993	-	3,453,993	3,429,957	-	3,429,957	(24,036)		-		(24,036)
36 Undesignated	12,003,760	-	12,003,760	14,183,875	-	14,183,875	2,180,115		-		2,180,115
37 Total	19,711,752	3,319,008	23,030,760	21,904,913	2,658,883	24,563,796	2,193,161		(660,125)		1,533,036
38 Percentage	13.43%			15.41%							

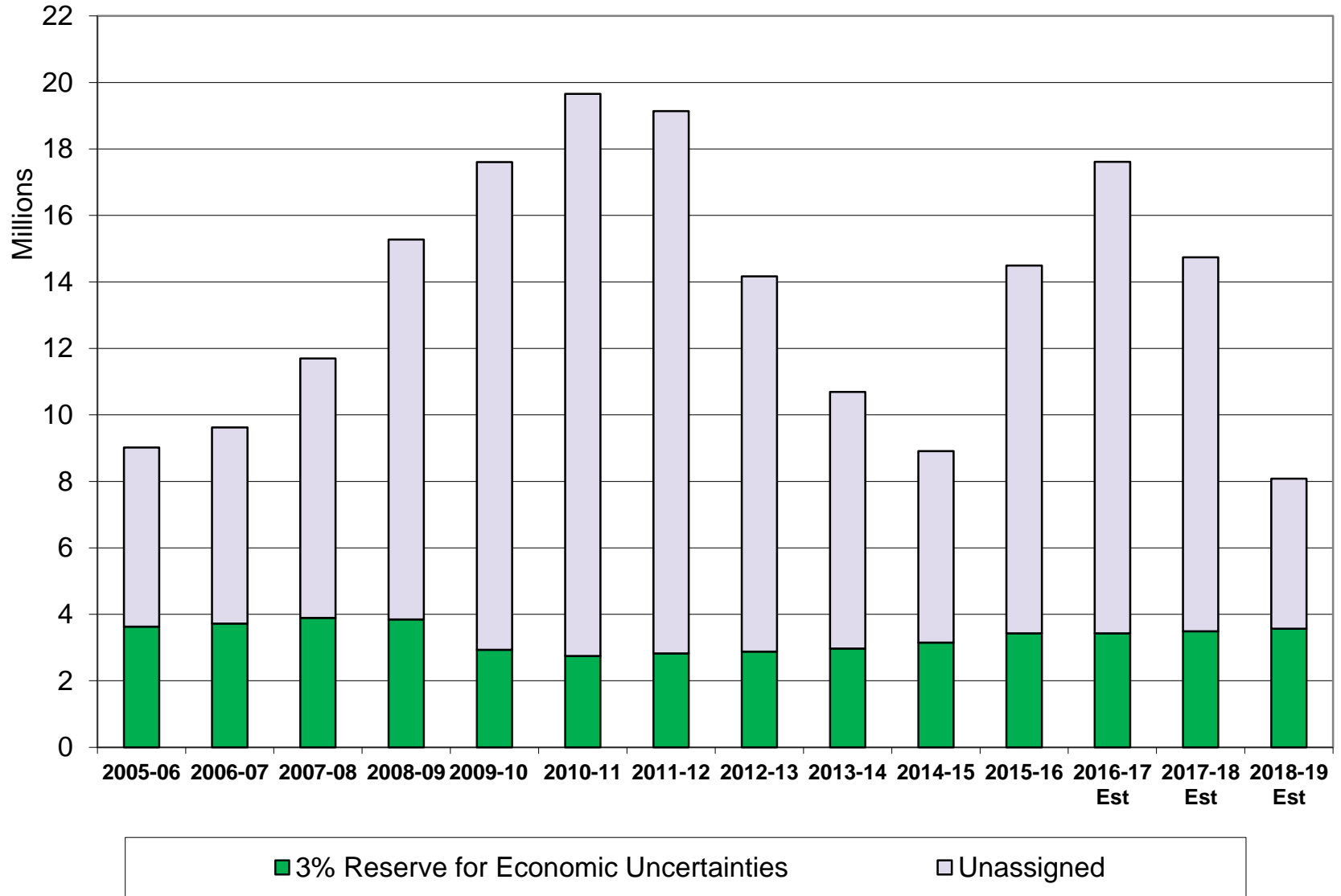
Note : Changes to October Projection Report

1. Update salary costs based on current actual staffing
 - a. Board approved the usage of \$868,188 Educator Effectiveness restricted fund pays for part of unrestricted coach salary and benefits
 - b. June budget projected reduce 34 FTE Cert. positions salary saving \$1,870,000; actually reduced 37.5 FTE salary saving \$2,529,349; additional saving of \$659,349
 - c. June budgeted 5 retirements (with replacements) salary saving of \$191,748; actually 9 retirements and 4 resigned salary saving \$421,775; additional saving of \$230,027
 - d. June budgeted step increase \$974,413; actual step increased \$692,806; additional saving of \$281,607
2. a. 15.83% statutory benefit adjustments based on actual staffing costs
 - b. Updated STRS On-Behalf Pension Contribution revenue and expenditures by \$293,705

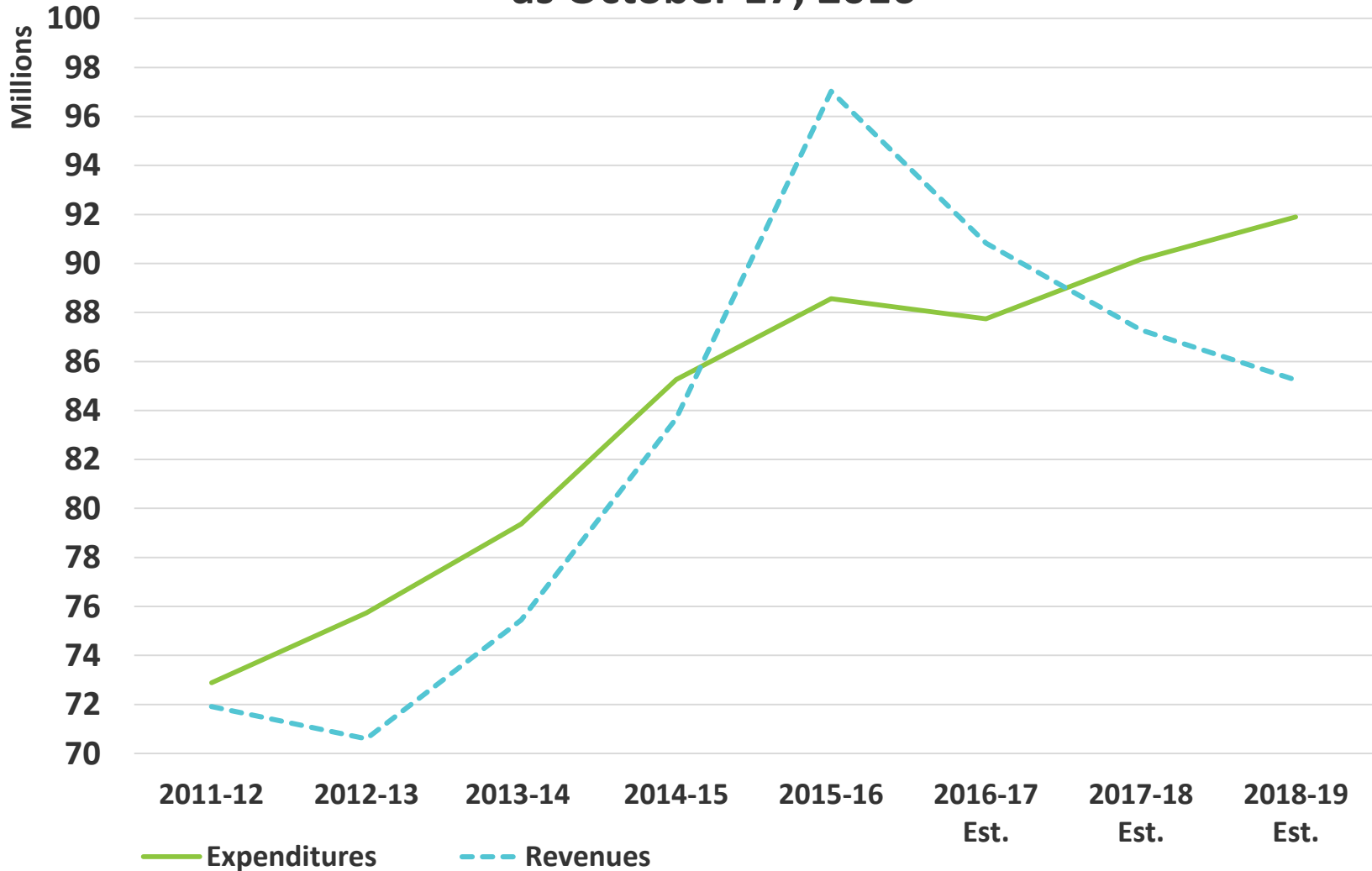
Restricted Fund Balance Detail:

Medi-cal	269,902
California Clean Energy Job Act	432,853
Educator Effectiveness	0
Special Ed: Mental Health Serves	1,617,060
RMA Maintenance Account	239,068
Local Donations	100,000
Total	\$2,658,883

General Fund Unrestricted Reserves as October 17, 2016

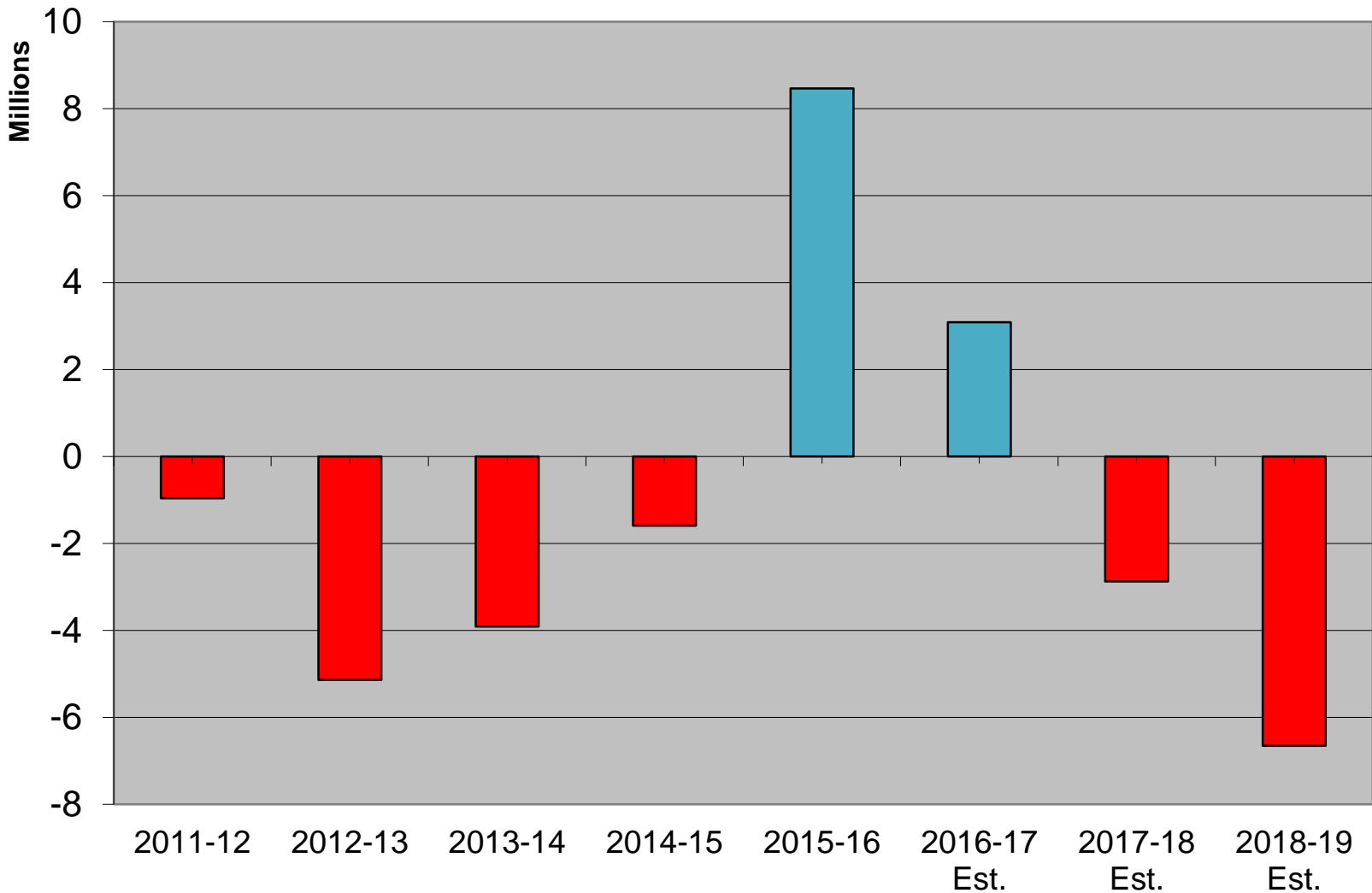


General Fund Unrestricted Expenditure and Revenue as October 17, 2016



Unrestricted Operating Deficit and Surplus

As October 17, 2016





Evergreen School District

From strong roots grow bright futures

Questions?