

MARYSVILLE JOINT UNIFIED SCHOOL DISTRICT 2013-14 Adopted Budget

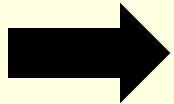
June 25, 2013



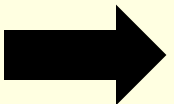
■ State Budget

■ Governor's proposed budget for 2013-14

- Revenue Limit COLA of 1.565 %
- 18.997% Revenue Limit Deficit
- Effective COLA of 5.85%-average Unified
- No COLA for state funded categorical programs, including Home to School Transportation
- No change to revised K3 CSR rules/penalties



Note: At the June 4, 2013 meeting the Board of Trustees directed staff to prepare the 2013/14 Adopted Budget using the lesser of current law (Revenue Limit) and the Governors proposed LCFF funding model. Based on staff projections, current law will be used for the 2013/14 Adopted Budget.

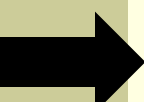


Budget Year Current Assumptions

- The 2013-14 Adopted Budget reflects all current year estimated revenues and expenditures, with the following additional comments:
 - Budgeted salaries and benefits are adjusted for step and column movements, and known retirements/resignations.
 - Categorical programs have been adjusted to reflect the proposed funding.
 - ➡ ■ 3% Reserve for Economic Uncertainty maintained in 2013-2014.
 - ADA is being closely monitored.
 - Majority of State Categorical programs, based on current legislation are budgeted as unrestricted revenue-Flexibility Transfers for "any educational purpose".
 - Utilities and other operating costs have been adjusted to reflect current spending patterns. Essentially no increases.
 - ➡ ■ 2013-14 Special Ed Program Billback increase of \$335,000.

Throughout the budget process, numbers will continue to be adjusted for changes in anticipated funding and expenditures.₃ Board goals, including maintaining fiscal solvency, will serve as the driving force in allocating resources.

KEY FACTS

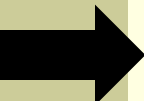


■ Base Revenue Limit	\$6,819
■ Revenue Limit Deficit Factor	.81003 18.997%
■ Revenue Limit ADA	8,884
■ Loss of funding due to deficit	\$11,508,382
■ October Enrollment-Est.	9,525
■ Class Size Reduction (K-3) without any penalties and up to 20 students per class.	\$1,071 Full Day
■ Lottery	\$117.25/\$23.25

Unrestricted Revenues*	\$56,509,591
Restricted Revenues *	<u>\$18,719,831</u>
TOTAL REVENUES *	\$75,229,422

*(Includes Other Financing Sources/Uses)

Projected Net Increase/Decrease to the General Fund



	<u>2012/13 Estimated Actuals</u>	<u>2013/14 Adopted</u>
■ Unrestricted	\$ (1,037,728)	\$(1,915,175)
■ Restricted	<u>\$(1,251,511)</u>	<u>\$ (557)</u>
TOTAL	\$(2,289,239)	\$(1,915,732)

2012/13 Third Interim Comparison to 2013/14 Adopted Budget

Changes in Revenue

Revenue Limit: 8010-8099

Revised Base Revenue Limit per ADA	\$2,286,875
<u>Other Revenue Limit Adjustments</u>	<u>\$(178,638)</u>
	\$2,108,237

Federal Revenues 8100-8299

<u>Forest Reserves and other</u>	<u>\$(7,073)</u>
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Other Revenue 8300-8599

Mandated Cost Block Grant	\$154,090
<u>Misc other State Revenue</u>	<u>29,256</u>
	\$183,346

Other Local Revenue 8600-8799

<u>Other Local Revenue</u>	<u>\$27,634</u>
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Total Revenue

\$2,312,144

2012/13 Third Interim Comparison to 2013/14 Adopted Budget Cont.....

Other Financing Sources/Uses

8900-8929 Interfund Transfers In	N/A
7610-7629 Transfers Out	N/A
8930-8979 Other Sources-reduction of one time COPS proceeds	\$(433,391)

Contributions 8990

Special Education Programs	\$(368,292)
Special Education Transportation	\$(100,618)
Home to School Transportation	\$(23,171)
Maintenance Department	\$(1,882)
Continuation Education	\$(25,901)
Subtotal	\$(519,864)

Total Other Financing Sources/Uses \$(953,255)

Net Increase in Revenue Projections: \$1,358,889

2012/13 Third Interim Comparison to 2013/14 Adopted Budget Cont...

Changes in Expenditures

Certificated Salaries 1000-1999

Collective Bargaining Agreements	\$557,044
Increased FTE's	\$270,100
Title II CSR to unrestricted	\$457,000
Coding Changes to Unrestricted	\$30,000
	<u>\$1,314,144</u>

Classified Salaries 2000-2999

Collective Bargaining Agreements	\$177,001
Increased FTE's	\$111,600
Increase 14 TK Para-educators	\$231,000
	<u>\$519,601</u>

Employee Benefits 3000-3999

Collective Bargaining Agreements	\$530,217
Rate increase for Early Retiree H & W costs	\$172,160
Decrease in Unemployment Insurance Rates	\$(376,365)
	<u>\$326,012</u>

Materials & Supplies 4000-4999

Adjusted Materials and Supplies	<u>\$4,418</u>
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Services & Other Operating Exp 5000-5999

Adjusted Services & Other Operating Exp	<u>\$(1,785)</u>
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2012/13 Third Interim Comparison to 2013/14 Adopted Cont.....

Capital Outlay 6000-6999

Reductions to Capital Outlay exp.	<u>\$(208,437)</u>
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Other Outgo/Indirect Costs 7300-7399

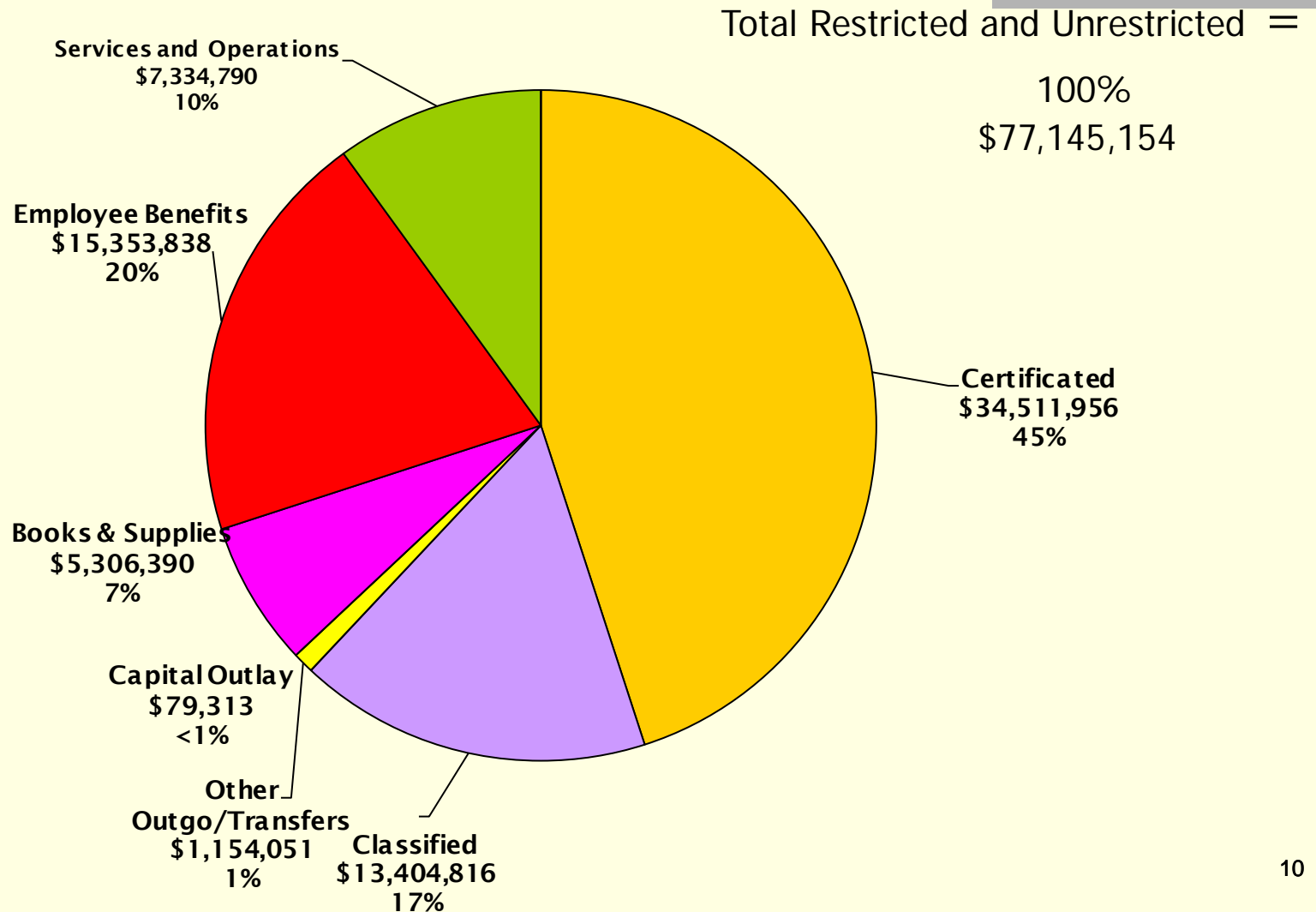
Adjustment to indirect Costs	<u>237,643</u>
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Increase in Expenditures	\$2,191,596
2012-2013 3 rd Interim Projected	\$(582,468)
2013-2014 Adopted Budget Projected	<u>\$(1,415,175)</u>

Net Decrease in Ending fund Balance	<u>\$(832,707)</u>
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How We Spend our Money- 2013/14 Adopted Budget



Summary of the Proposed 2013/14 -General Fund Adopted Budget

	2012/13 Estimated Actuals	2013/14 Adopted
Revolving Cash	\$ 30,000	\$ 30,000
Stores	425,000	425,000
Restricted Balances	689,930	689,373
Economic Uncertainties 3%	2,403,420	2,314,355
Other Assignments	1,100,701	1,100,701
Unassigned/Unappropriated	<u>4,353,947</u>	<u>2,527,837</u>
Total Estimated Ending General Fund Balance	\$9,002,998	\$7,087,266
NOTE: The “Designated for Economic Uncertainties” is currently maintained at the State minimum of 3% in 2012/13 and 2013/14.		

2013/14 LISTING OF CATEGORICAL PROGRAMS TRANSFERRED TO ANY EDUCATIONAL PURPOSE

Approved at the May 28, 2013 Board Meeting

Description	
Physical Education Teacher Incentive Program	\$234,811
School Safety Block Grant	\$119,002
Arts & Music On-going Block Grant	\$149,876
CAHSEE Intensive Instruction & Services	\$136,727
Supplemental School Counseling Program	\$267,934
Gifted & Talented	\$63,675
Instructional Materials Funding Reform Act	\$533,025
American Indian Early Childhood Education	\$88,175
Peer Assistance & Review	\$37,698
Administrator Training	\$19,397
Math & Reading Professional Development- EL	\$78,161
Professional Development Block Grant	\$446,859
School & Library Improvement Block Grant	\$660,593
Adult Education Fund	\$541,452
Deferred Maintenance Fund	<u>\$331,299</u>
	\$3,708,684

2013/14 Adopted Budget-Board Approved Restorations to Date

Certificated

2.4 FTE Teachers-LHS/MHS	\$147,000
2.0 FTE Teachers-CLE/JPE for TK	\$123,000
Coordinator of Student Discipline- Change budget coding	<u>\$30,000</u>
Total	\$300,000

Classified

1.0 FTE ASB Clerical-MHS	\$52,000
2.0 FTE Site Office Clerical	\$60,000
14.0 @3.75 Hours-Paraeducators for TK*	<u>\$231,000</u>
Total	\$343,000

Combined Total	\$643,000
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* Per side letter agreement with MUTA

2013/14 Adopted Budget-Possible changes due to LCFF and the passage of the 2013/14 State Budget

On-Going

Potential additional revenue*	\$948,000
Less: Elimination of Flexibility transfer provision for Adult Education* *	<u>\$(541,452)</u>
Net estimated change	\$406,548 =====

One Time

Common Core- Estimated Total @\$200 X 9525 for 2013/14 and 2014/15 only	\$1,905,000 =====
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*Calculation as of June 20, 2013. Based on an 80% supplemental/concentration factor.

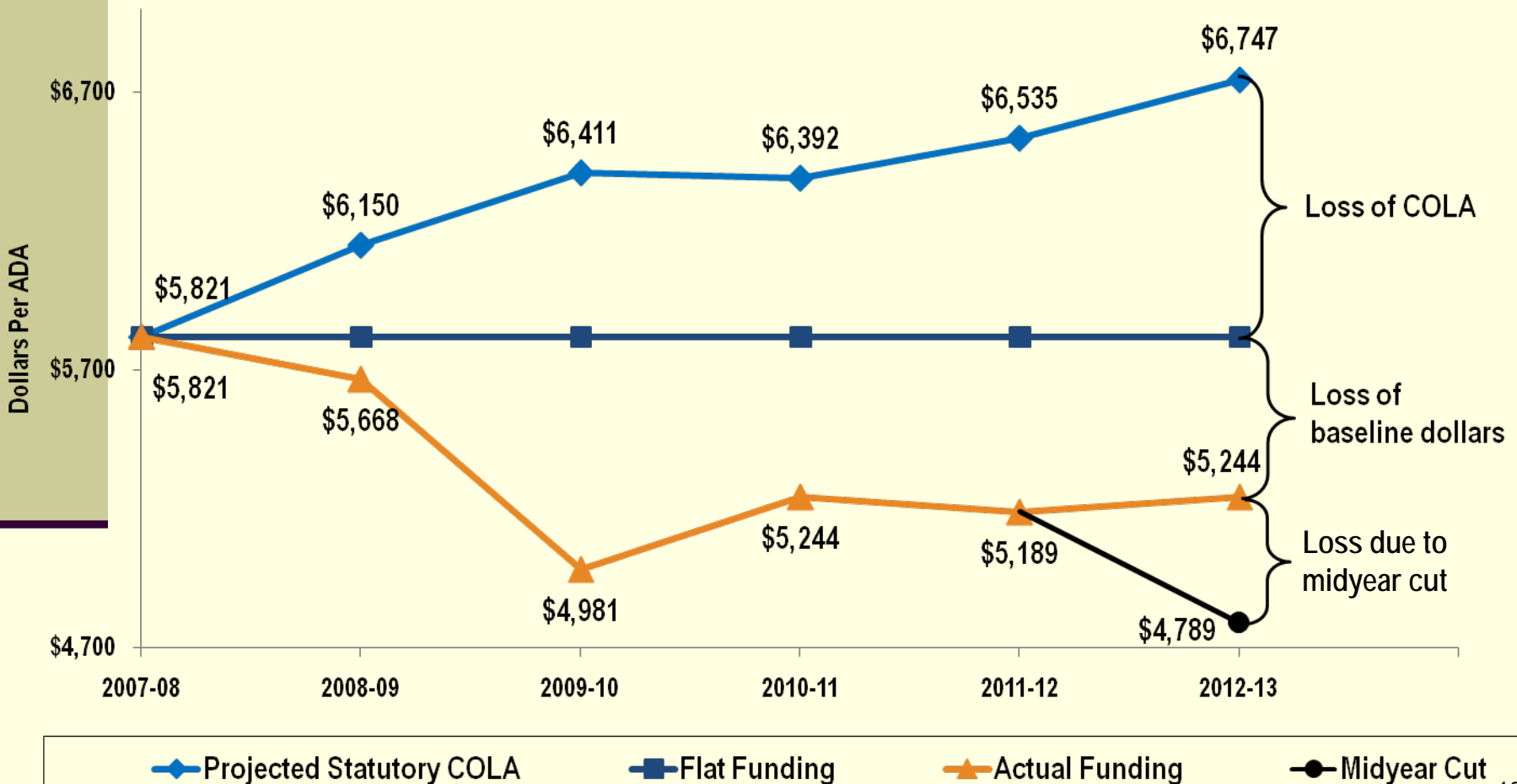
** Unknown outcome at this time. This may be adjusted based on an analysis of the final 2013/14 state budget.

2013-14 Adopted Budget- Unrestricted Deficit Spending Recap with LCFF added

2013/14 Unrestricted Deficit Spending	\$(1,915,175)
Less: Potential Additional Revenue from LCFF-Net	<u>\$407,000</u>
Total	\$(1,508,175) =====
Target at First Interim	\$(800,000)
Less: Misc. Budget Savings at year end close-est.	<u>\$500,000</u>
2013/14 Final Result with Target implemented	\$(300,000) =====

Funding Per ADA – Actual vs. Statutory Level-Slide from May Revise

Average Unified District



UNRESTRICTED BUDGET SAVINGS

<u>2008-09 Third Interim</u>		\$(84,351)
Actuals		<u>3,660</u>
	Difference	\$88,011
<u>2009-10 Third Interim</u>		\$(1,138,535)
Actuals		<u>757,979</u>
	Difference	\$1,896,514
<u>2010-11 Third Interim</u>		\$2,703,149
Actuals		<u>3,118,598</u>
	Difference	415,449
<u>2011-12 Third Interim</u>		\$(621,589)
Actuals		<u>(151,113)</u>
	Difference	\$470,476
<u>2012-2013 Third Interim</u>		\$(1,082,468)
Actuals		<u>TBD</u>
	Difference	TBD

Current estimate per Multi Year Projections= \$500,000
 4 year Average= \$717,613

Multi Year Projection – 2013/14 – 2015/16 as of 6/25/13- Using the Revenue Limit Calculation

Unrestricted Only	2013-14	2014-15	2015-16
<u>Total</u>			
Net Increase (Decrease)*	\$(1,415,175)	\$(1,048,359)	\$(382,063)
Estimated Ending Fund Balance	\$6,897,893	\$5,849,534	\$5,467,471
<i>Increase/Decrease:</i>			
Certificated Salaries		0.94%	0.95%
Classified Salaries		2.00%	2.00%
Employee Benefits		0.50%	0.50%
Step and Column Cost (Salaries Only)	Included	\$694,636	\$702,529

Note: This assumes there are no further restoration of prior reductions and changes.

* Net increase/decrease already includes \$500,000 per year in budget savings.

Revenue limit COLA's of 1.80 % in 2014-2015 and 2.20% in 2015-16 are assumed based on School Services of CA's "Dartboard".

“BUDGET SAVINGS”

Total 2013/14 Estimated Expenditures \$77,145,154

If 98% accurate-----

Variance can equal \$1,542,903

If 99% accurate-----

Variance can equal \$771,452

If 99.50% accurate-----

Variance can still equal \$385,726

Next Step

- The next step after the 2013/14 Adopted Budget, is the 2012/13 Unaudited Actuals and response to the final 2013/14 State Budget.
- Result: ?