

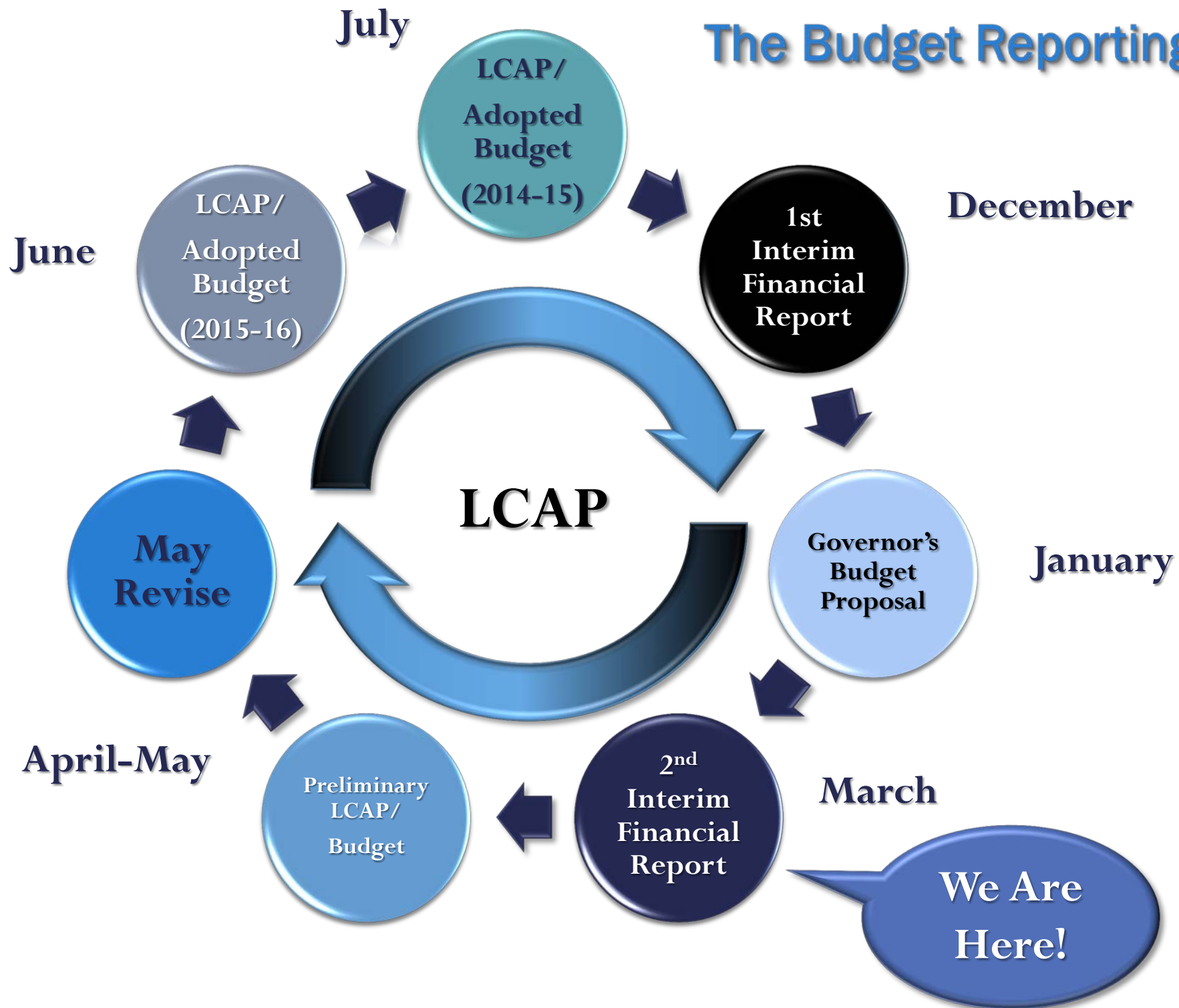
# Marysville Joint Unified School District

## Second Interim Budget Update

March 10, 2015

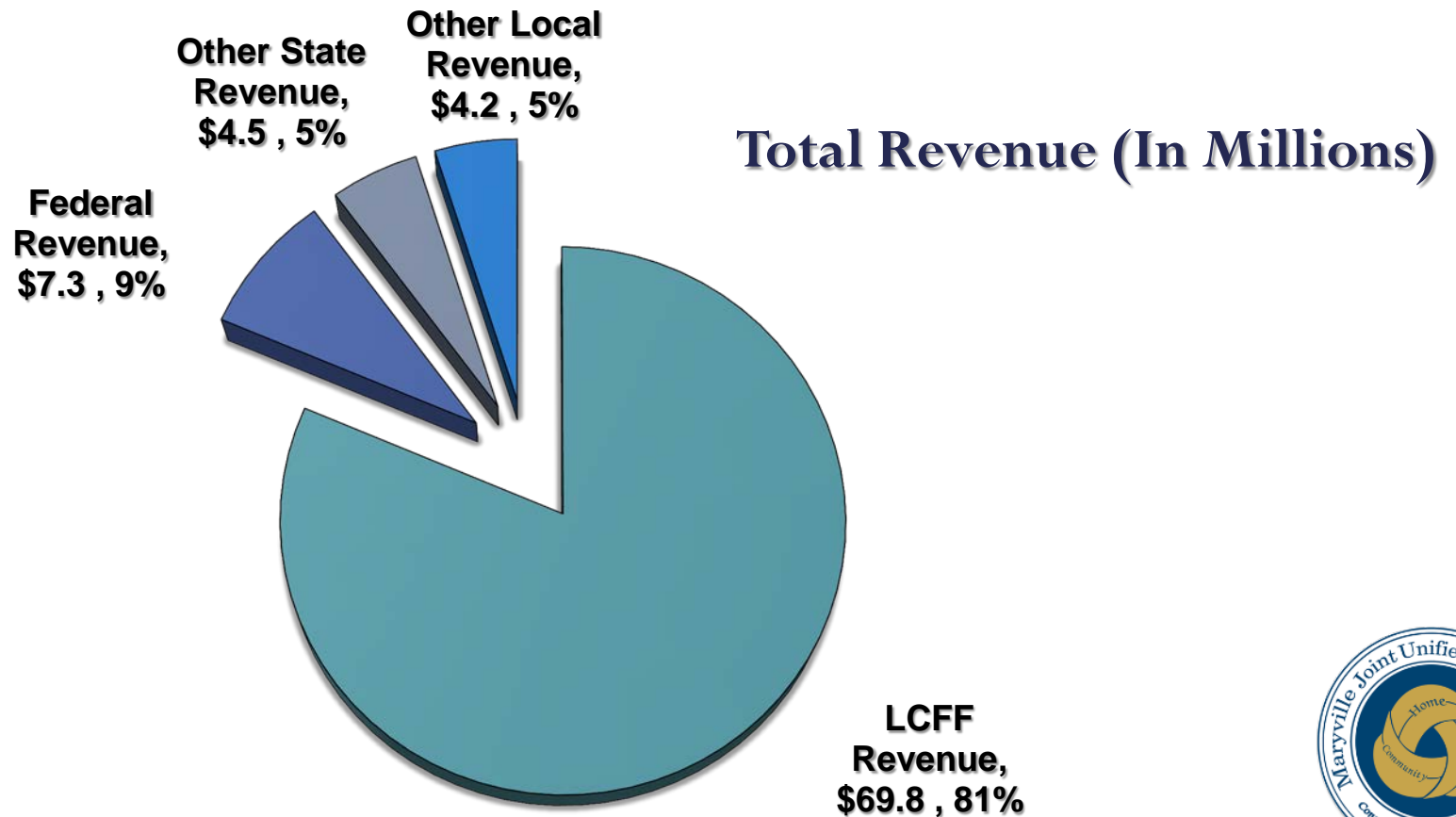


# The Budget Reporting Cycle



# Revenue Update

	Actual 2013-14	Estimate 2014-15	Estimate 2015-16	Estimate 2016-17
LCFF Gap Funding Percentage	12.00%	29.15%	32.19%	23.71%
Annual COLA	1.57%	0.85%	1.58%	2.17%



# Second Interim compared to First Interim

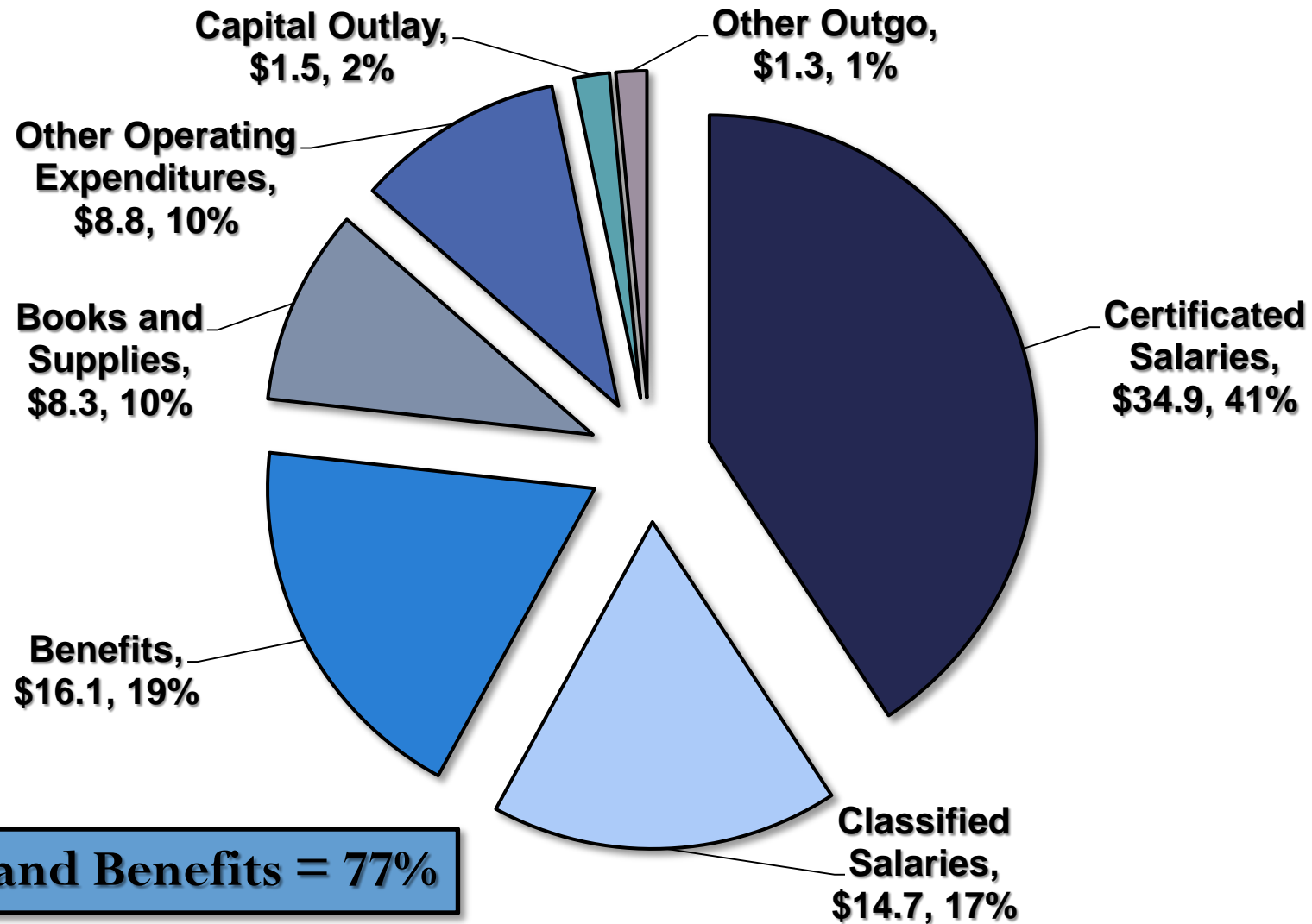
## - Total Revenue (Unrestricted & Restricted)

(In Millions)	1 <sup>st</sup> Interim FY 14-15	2 <sup>nd</sup> Interim FY 14-15	Variance
LCFF Sources	\$69.8	\$69.8	\$-
Federal Revenue	\$7.1	\$7.3	\$0.2
Other State Revenue	\$4.5	\$4.5	\$-
Other Local Revenue	\$4.2	\$4.2	\$-
<b>TOTAL REVENUE</b>	<b>\$85.6</b>	<b>\$85.8</b>	<b>\$0.2</b>



# Expenditures Update

## Total Expenditures (In Millions)



# Second Interim compared to First Interim

## - Total Expenditures (Unrestricted & Restricted)

(In \$ Millions)	1 <sup>st</sup> Interim FY 14-15	2 <sup>nd</sup> Interim FY 14-15	Variance
Certificated Salaries	\$34.9	\$34.9	\$-
Classified Salaries	\$14.3	\$14.7	\$0.4
Employee Benefits	\$16.0	\$16.1	\$0.1
Books and Supplies	\$8.2	\$8.3	\$0.1
Services/Other Operating Expenses	\$9.1	\$8.8	\$(0.3)
Capital Outlay	\$0.2	\$1.5	\$1.3
Other Outgo/Transfers	\$1.4	\$1.4	\$0.0
<b>TOTAL EXPENDITURES</b>	<b>\$84.1</b>	<b>\$85.6</b>	<b>\$1.5</b>



# Significant Variances Impact on Budget

## Surplus- Unrestricted

	(In Millions)
<b>First Interim Unrestricted Ending Fund Balance</b>	<b>\$2.67</b>
<b>Ongoing Adjustments:</b>	
<b>ADD: Salary and benefit net savings, other net adjustments</b>	<b>\$0.38</b>
<b>LESS: Decrease in LCFF revenue, decrease in local revenue, increased contributions to SPED, Salary increases for CSEA and AMACE, increase for student discipline budget</b>	<b>\$(0.56)</b>
<b>Adjusted Ending Fund Balance after Ongoing Adjustments</b>	<b>\$2.49</b>
<b>One-Time Adjustments:</b>	
<b>LESS: One-Time Gen. Fund expenditures, security cameras project, facility consultant costs, 2013-14 alternative ed. carryover</b>	<b>\$(1.22)</b>
<b>Second Interim Adjusted Ending Fund Balance</b>	<b>\$1.27</b>

Note: Restricted Balances primarily anticipated carryover and recategorizing funds





# Components of Ending Fund Balance

Ending Fund Balance = One-Time Money!

Description	Unrestricted	Restricted	Total
Revolving Cash	\$30,000		\$30,000
Est. Ending Inventory	425,000		425,000
Restricted		\$1,568,979	1,568,979
Assignments	1,710,840		1,710,840
Economic Uncertainty	2,593,000		2,593,000
Unassigned/ Unappropriated	6,243,398		6,243,398
<b>Total-Fund Balance</b>	<b>\$11,002,238</b>	<b>\$1,568,979</b>	<b>\$12,571,217</b>





# Multi-Year Projection (MYP) Assumptions for Second Interim

	2014-15	2015-16	2016-17
<b>Average Daily Attendance (ADA)</b>	<b>8,760</b>	<b>8,637</b>	<b>8,492</b>
<b>Statutory COLA</b>	<b>0.85%</b>	<b>1.58%</b>	<b>2.10%</b>
<b>Step and Column</b>	<b>2.00%</b>	<b>2.00%</b>	<b>2.00%</b>
<b>LCFF Gap Funding (SSC)</b>	<b>29.15%</b>	<b>32.19%</b>	<b>11.00%</b>
<b>Benefits – Health &amp; Welfare benefits remain the same; statutory benefits projected to adjust to: STRS (8.88%, 10.73%, 12.58%); PERS (11.771%, 12.60%, 15.00%); OASDI (6.2%); Medicare (1.45%); Unemployment (0.05%); and Workers' Comp (1.11%) and OPEB (1.97%)</b>			
<b>Special Education and Categorical Programs COLA</b>	<b>0.85%</b>	<b>1.58%</b>	<b>2.10%</b>
<b>Lottery Revenue – Unrestricted</b>	<b>\$128.00/ADA</b>	<b>\$128.00/ADA</b>	<b>\$128.00/ADA</b>
<b>Lottery Revenue – Restricted</b>	<b>\$34.00/ADA</b>	<b>\$34.00/ADA</b>	<b>\$34.00/ADA</b>
<b>California Consumer Price Index (CPI)</b>	<b>1.8%</b>	<b>2.1%</b>	<b>2.8%</b>
<b>Negotiated Salary Increases</b>	<b>4% - CSEA groups; 3% - AMACE</b>	<b>4% - CSEA groups</b>	<b>-</b>



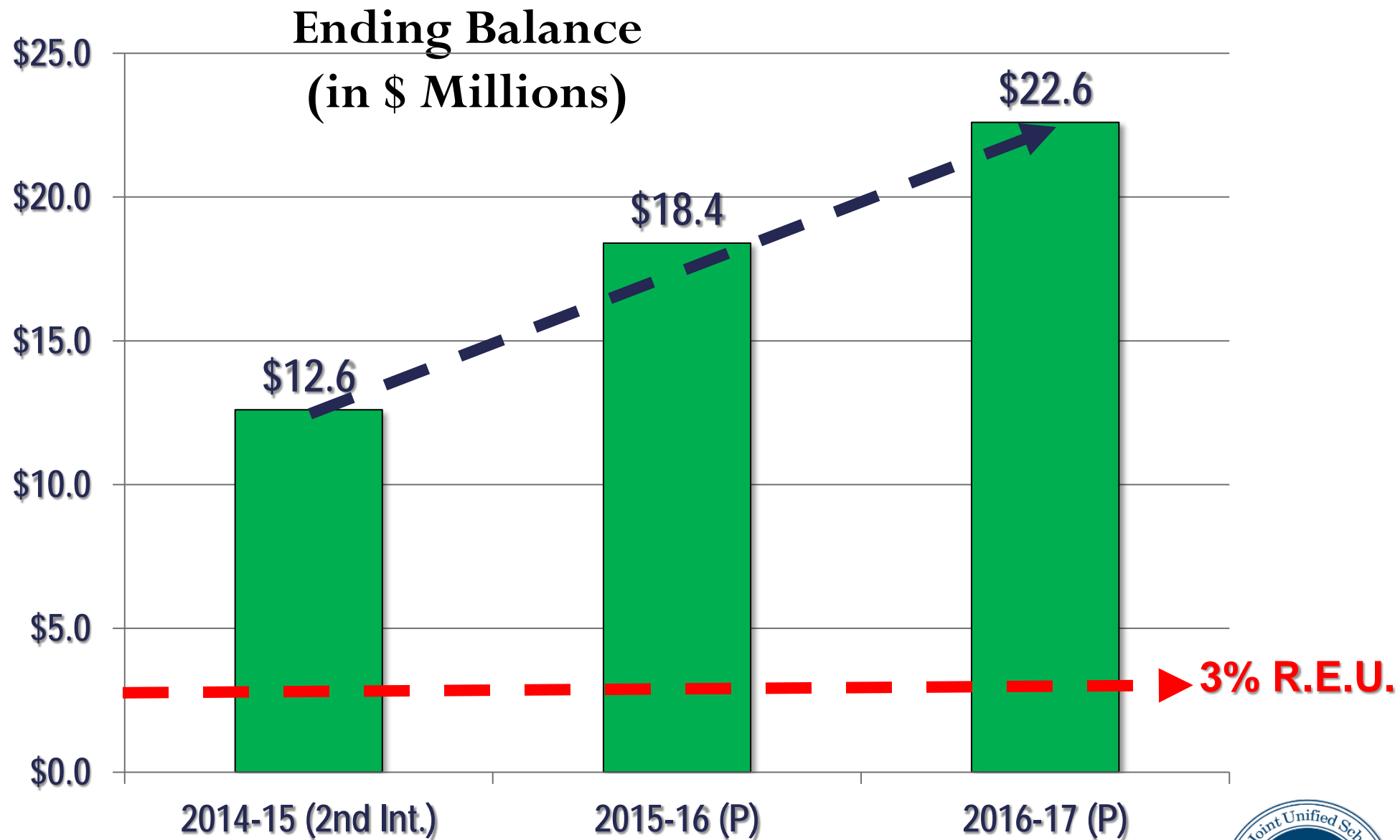
# Multi-Year Projection (MYP)

## – Total (Unrestricted and Restricted)

(In \$ Millions)	1 <sup>st</sup> Interim FY 14-15	Projection FY 15-16	Projection FY 16-17
Beg Balance – July 1	\$13.2	\$12.6	\$18.4
Revenues	\$85.8	\$90.4	\$91.1
<i>Expenditures</i>	<i>\$(85.6)</i>	<i>\$(83.8)</i>	<i>\$(86.0)</i>
<i>Transfers In / Out</i>	<i>\$(0.8)</i>	<i>\$(0.8)</i>	<i>\$(0.8)</i>
Tot. Exp. & Transfers Out	\$(86.4)	\$(84.6)	\$(86.8)
<b>Surplus/(Deficit Spending)</b>	<b>\$(0.7)</b>	<b>\$5.8</b>	<b>\$4.2</b>
Ending Balance	\$12.6	\$18.4	\$22.6



# Multi-Year Projection (MYP)



# Looking Forward

- Balance Budget
  - Spend current surplus to improve or increase services for students
    - *Negotiations ongoing; other operational adjustments ongoing*
- One-Time Expenditures implemented
  - \$671,000 positive revenue over expenditures for 2013-14
  - Budgeted to spend \$688,000 on:
    - South Lindhurst portable addition
    - Couvillaud/7<sup>th</sup> Street fencing project
    - Two new SPED buses
    - Nutrition Services delivery truck
    - Replace pool filter at MHS
- Build towards 2015-16 LCAP and Adopted Budget
  - 2014-15 Budget Calendar for rest of year



# 2014-15 Budget Calendar

## February 2015

- 2<sup>nd</sup> LCAP/Budget Committee Meeting

## March 2015

- Second Interim presented to and approved by Board
- 3<sup>rd</sup> LCAP/Budget Committee Meeting

## April 2015

- 4<sup>th</sup> LCAP/Budget Committee Meeting
- Draft 2015-16 LCAP
- Site LCAP visits with staff, parents and community

## May 2015

- Continue site LCAP visits with staff, parents and community
- Governor's May Revise Budget Proposal – update Board

## June 2015

- Proposed 2015-16 LCAP and Budget Public Hearing
- Board approves 2015-16 LCAP and Budget
- 2015-16 State Budget Adopted by legislature



**THANK YOU**  
**Questions?**

