

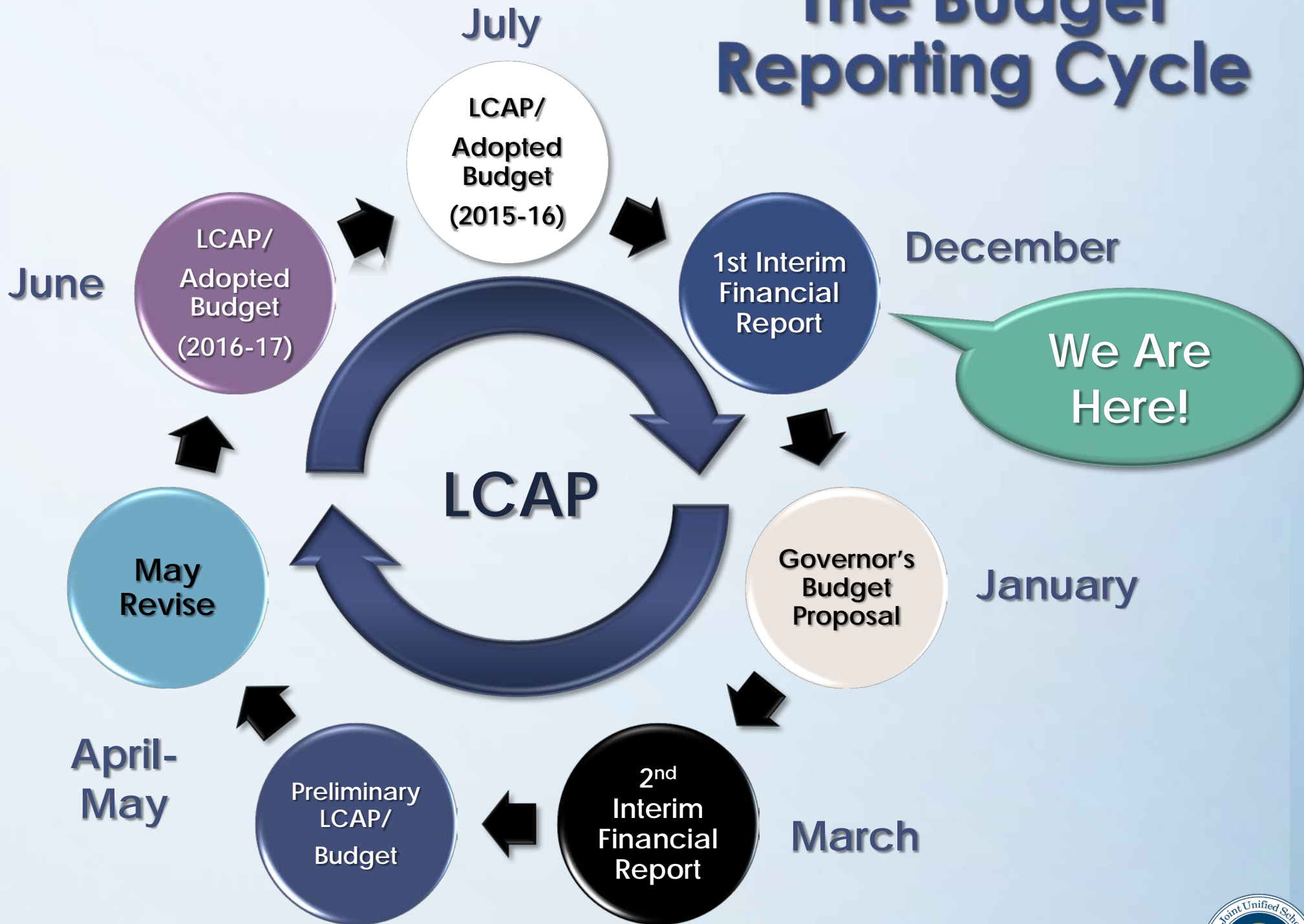


# **Marysville Joint Unified School District**

## **First Interim Budget Update**

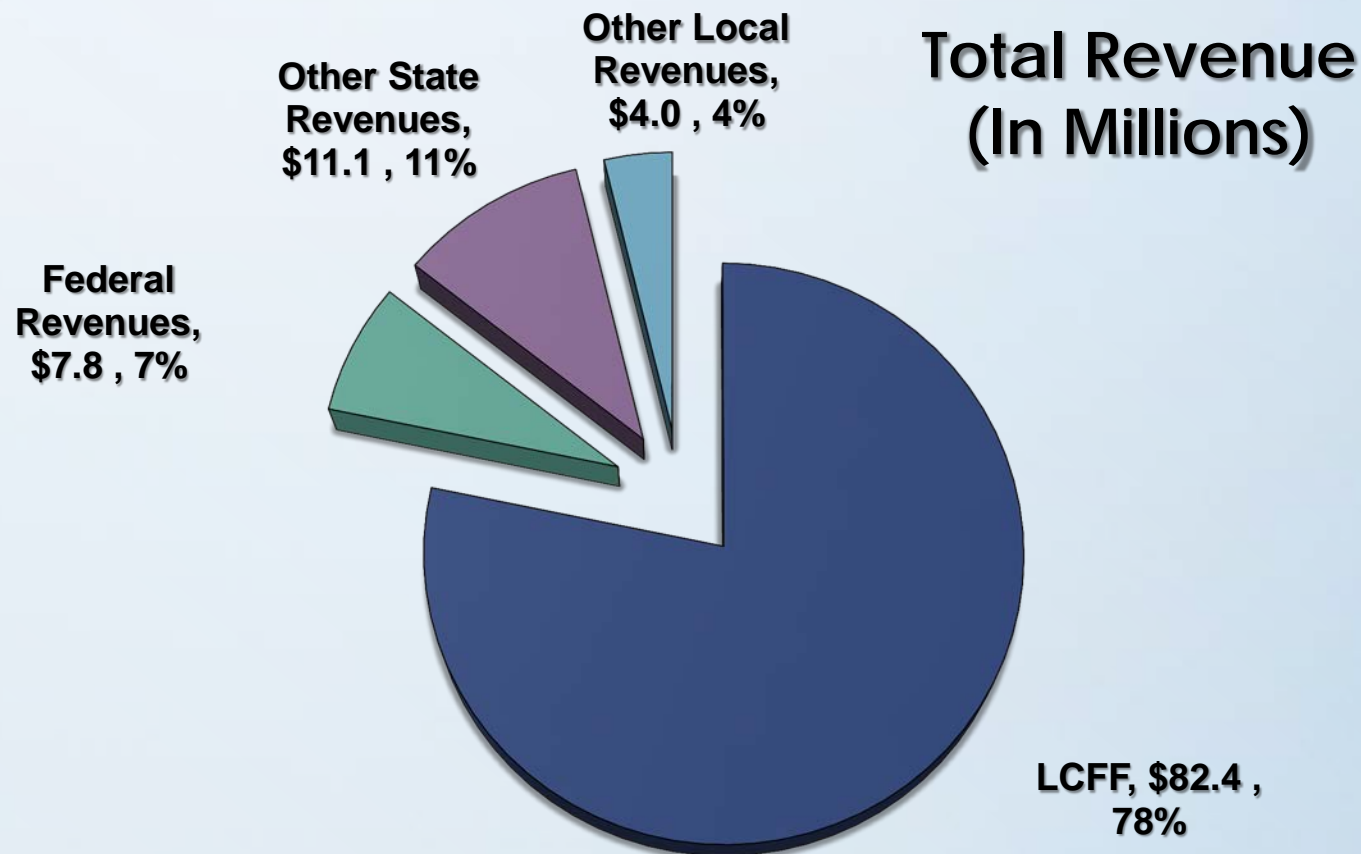
*December 8, 2015*

# The Budget Reporting Cycle



# Revenue Update

	Estimate 2015-16	Actual 2016-17	Estimate 2017-18
LCFF Gap Funding Percentage	51.52%	35.55%	35.11%
Annual COLA	1.02%	1.60%	2.48%



# First Interim compared to Adopted Budget - Total Revenue (Unrestricted)

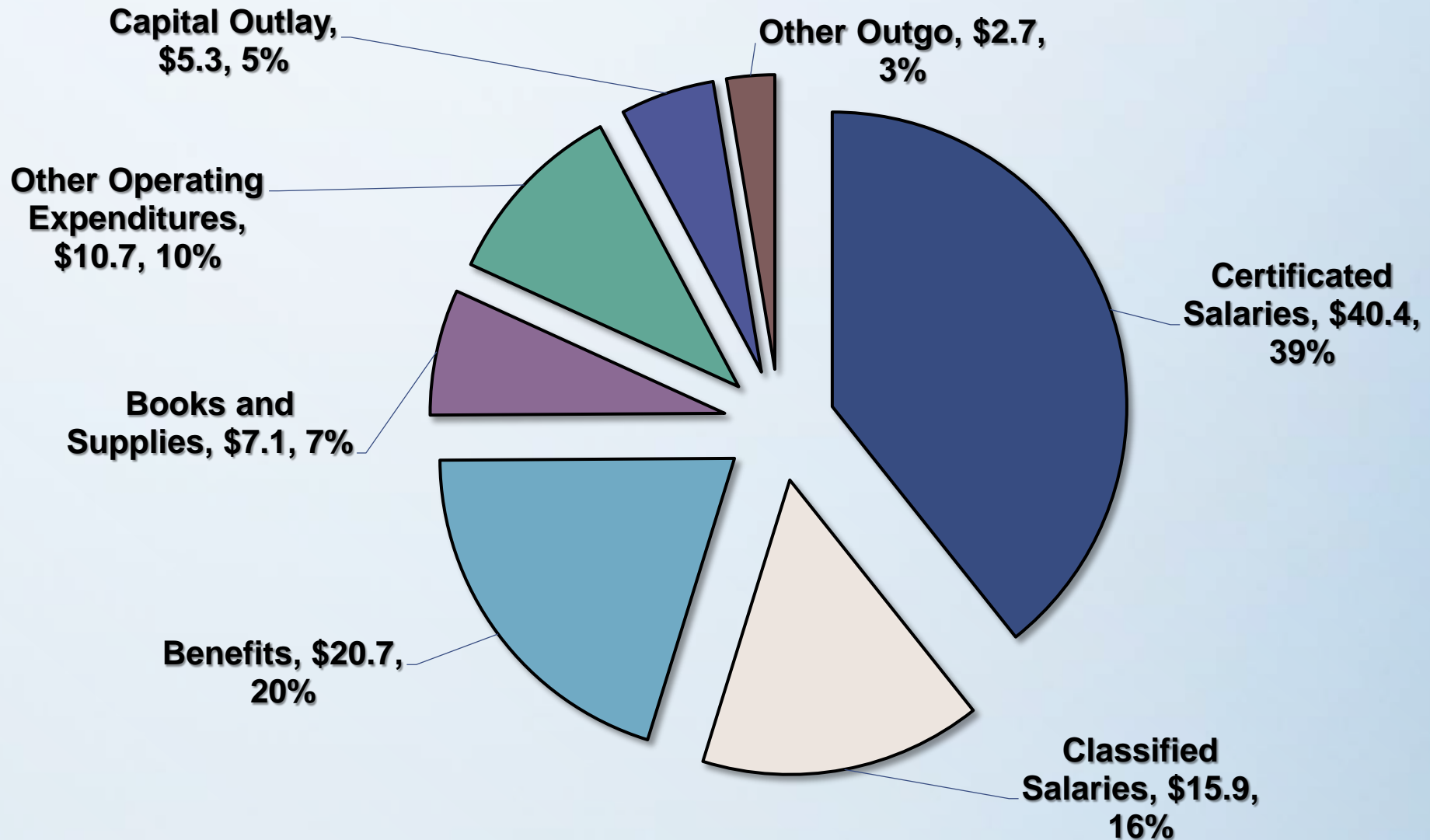
(In Millions)	Adopted Budget FY 15-16	1 <sup>st</sup> Interim FY 15-16	Variance
LCFF Sources	\$81.0	\$82.4	\$1.4
Federal Revenue	\$0.0	\$0.0	\$0.0
Other State Revenue	\$6.6	\$6.1	\$(0.5)
Other Local Revenue	\$0.2	\$0.4	\$0.2
<b>TOTAL REVENUE</b>	<b>\$87.7</b>	<b>\$88.8</b>	<b>\$1.1</b>





# Expenditures Update

## Total Expenditures (In Millions)



# Adopted Budget compared to First Interim - Total Expenditures (Unrestricted)

(In \$ Millions)	Adopted Budget FY 15-16	1 <sup>st</sup> Interim FY 15-16	Variance
Certificated Salaries	\$34.1	\$33.4	\$(0.7)
Classified Salaries	\$10.9	\$11.1	\$0.2
Employee Benefits	\$13.8	\$14.8	\$1.0
Books and Supplies	\$4.6	\$4.9	\$0.3
Services/Other Operating Expenses	\$6.1	\$6.6	\$0.5
Capital Outlay	\$0.2	\$5.1	\$4.9
Other Outgo	\$0.2	\$0.1	\$(0.1)
<b>TOTAL EXPENDITURES</b>	<b>\$69.8</b>	<b>\$76.0</b>	<b>\$6.2</b>



# Significant Variances Impact on Budget Surplus (Unrestricted)

	(In Millions)
<b>Adopted Budget Unrestricted Ending Fund Balance</b>	<b>\$6.66</b>
<u>On-going</u> Adjustments:	
ADD: Increase in LCFF funds due to enrollment, salary & benefits adjustment, athletics budget adjustments, removal of Child Dev. contribution	\$1.77
LESS: Align interfund expenses, Transportation salary & benefits, contribution to Nut. Servs. (unpaid meals) and increased insurance premiums and postage	\$(0.24)
<b>Adjusted Ending Fund Balance after Ongoing Adjustments</b>	<b>\$8.19</b>
<u>One-Time</u> Adjustments:	
ADD: Capture of indirect costs, mandated cost payout, increased misc. revenue,	\$0.29
LESS: Facilities capital projects (LHS/SLHS/COV/ARB), Nut. Servs. truck, two SPED buses, site targeted and lottery carryovers, Educator Effectiveness funds restricted, furniture for MHS/MCK (Office Depot settlement)	\$(6.53)
<b>First Interim Adjusted Ending Fund Balance</b>	<b>\$1.95</b>

Note: Restricted Balances primarily due to 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	289,293		289,293
Restricted		1,809,645	1,809,645
Assignments	1,611,118		1,611,118
Economic Uncertainty	3,110,000		3,110,000
Unassigned/ Unappropriated	9,278,490		9,278,490
<b>Total-Fund Balance</b>	<b>\$14,318,902</b>	<b>\$1,809,645</b>	<b>\$16,128,547</b>





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

	2015-16	2016-17	2017-18
Average Daily Attendance (ADA)	8,796	8,796	8,796
Statutory COLA	1.02%	1.60%	2.48%
Step and Column	2.00%	2.00%	2.00%
LCFF Gap Funding (SSC)	51.52%	12.52%	18.11%
STRS Employer Rates	10.73%	12.58%	14.43%
PERS Employer Rates	11.847%	13.05%	16.6%
Lottery Revenue – Unrestricted	\$140.00/ADA	\$140.00/ADA	\$140.00/ADA
Lottery Revenue – Restricted	\$41.00/ADA	\$41.00/ADA	\$41.00/ADA
California Consumer Price Index (CPI)	2.3%	2.7%	2.8%
One-Time Discretionary Funding	\$529/ADA	\$0/ADA	\$0/ADA
Educator Effectiveness (Restricted)	\$1,466/FTE	\$0/FTE	\$0/FTE



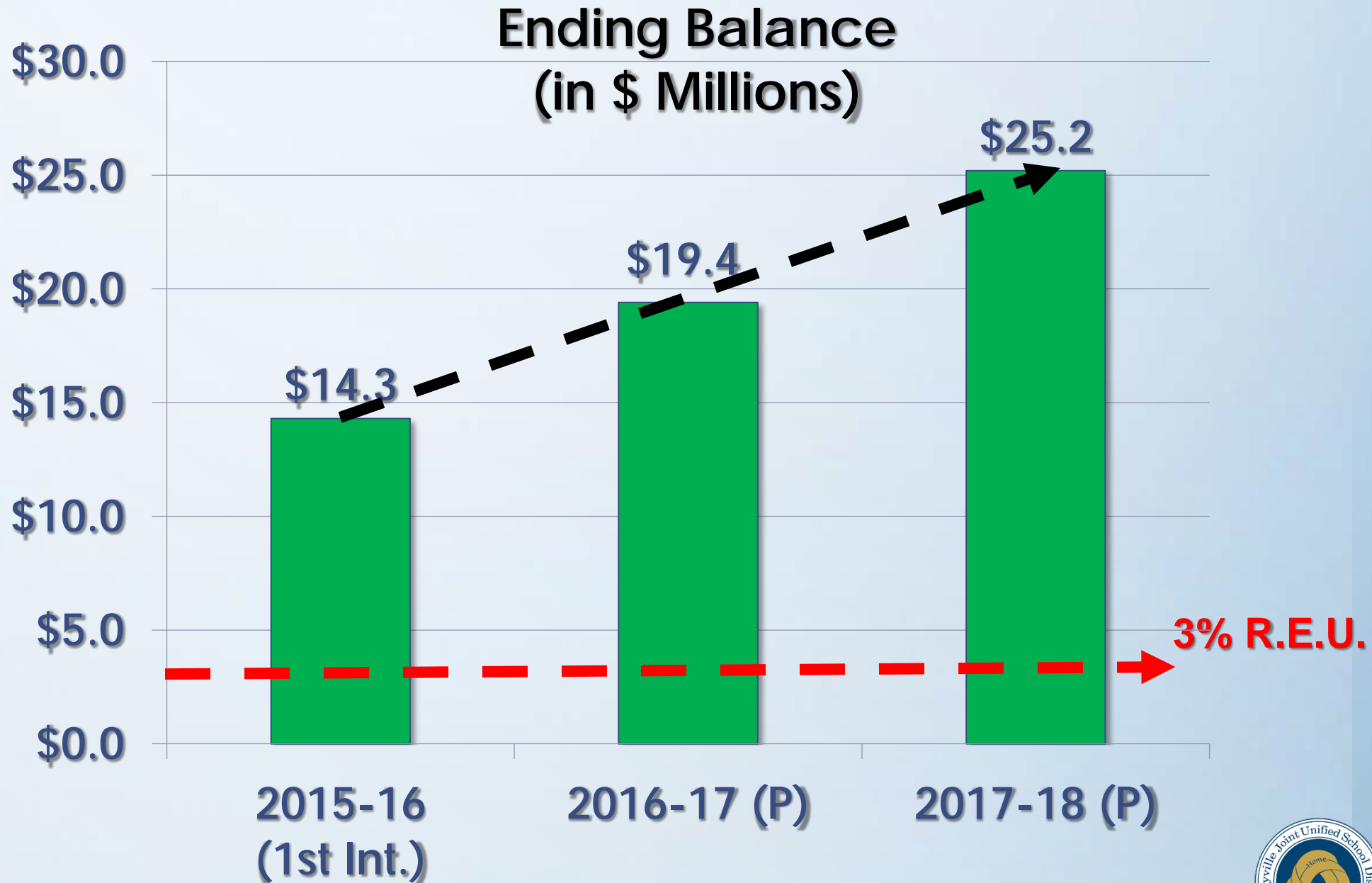
# Multi-Year Projection (MYP)

## – Unrestricted

(In \$ Millions)	1 <sup>st</sup> Interim FY 15-16	Projection FY 16-17	Projection FY 17-18
Beg Balance – July 1	\$12.4	\$14.3	\$19.4
Revenue	\$88.8	\$88.5	\$91.9
Expenditures	\$(76.0)	\$(71.9)	\$(74.0)
Transfers In/Out	\$(10.9)	\$(11.6)	\$(12.1)
Tot. Exp. & Transfers Out	\$(86.9)	\$(83.5)	\$(86.1)
Surplus/(Deficit Spending)	\$1.9	\$5.0	\$5.8
Ending Balance	\$14.3	\$19.4	\$25.2



# Multi-Year Projection (MYP) (Unrestricted)



# Looking Forward

- Budget Surplus of \$1.95 million
  - Primarily due to increased enrollment and thus, LCFF funding
  - Less operational changes and one-time money unbudgeted
- One-Time Money
  - \$4.6 million added for Capital Facilities Improvement Projects
    - Lindhurst HVAC (Split funded with Fund 14)
    - Lindhurst Quad/Gas Line
    - Arboga Portables Legacy
    - Covillaud Security Fencing
    - South Lindhurst Portable
  - Approx. \$950,000 carryover available to sites as targeted and lottery allocations
- Build towards 2016-17 LCAP and Adopted Budget
  - Updated 2015-16 Budget Calendar





# 2015-16 Budget Calendar - Updated

## September 2015

- Unaudited Actuals presented to Board
- Distribute LCAP/Adopted Budget fact sheets to stakeholders

## October 2015

- Start Stakeholder LCAP/Budget Meetings

## November 2015

- Continue Stakeholder LCAP/Budget Meetings

## December 2015

- First Interim presented to and approved by the Board
- 1<sup>st</sup> LCAP/Budget Committee Meeting
- Continue Stakeholder Budget Meetings

## January 2016

- Governor's 2016-17 State Budget Proposal released – update Board
- Continue Stakeholder Budget Meetings



# 2015-16 Budget Calendar - Updated

## February 2016

- Budget Update to Board – Governor's 2016-17 Budget Proposal
- 2<sup>nd</sup> LCAP/Budget Committee Meeting

## March 2016

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

## April 2016

- 4<sup>th</sup> LCAP/Budget Committee Meeting
- Draft 2016-17 LCAP
- Site LCAP visits with staff, parents and community

## May 2016

- Final revisions made to LCAP
- Governor's May Revise Budget Proposal – update Board

## June 2016

- Proposed 2016-17 LCAP and Budget Public Hearing
- 2016-17 LCAP and Budget Adoption by Board
- 2016-17 State Budget Adopted by legislature



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

