

# OPERATIONAL BUDGET 2012-13

November 8, 2012

# Major Revenue Assumptions

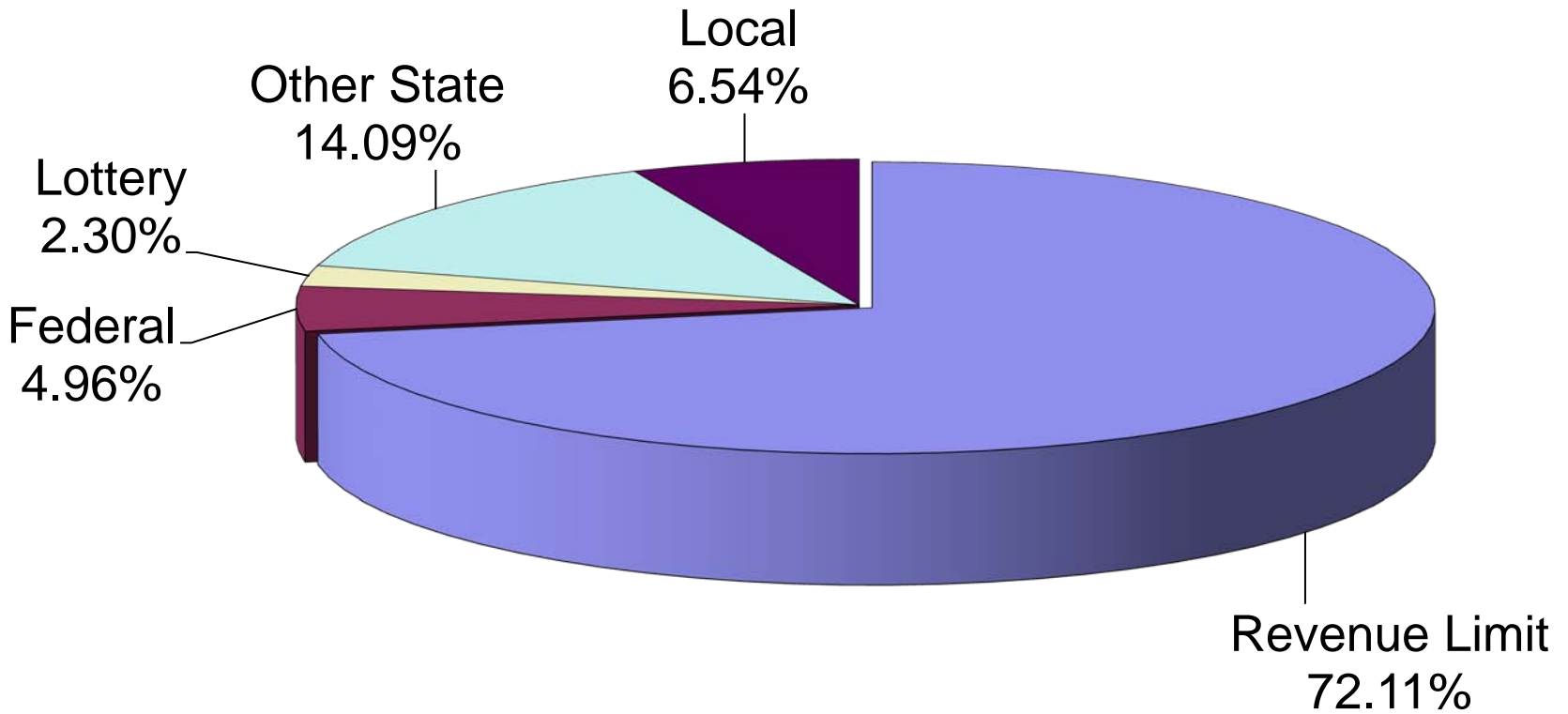
- ❑ \$420 per ADA revenue reduction included in the budget report dated 11/8/2012
- ❑ Prop 30 has passed. \$5.5M revenue from Education Protection Account (EPA) will be received in June
- ❑ COLA based on School Services Dartboard - Prop 30 passed

Factor	2012-13	2013-14	2014-15
Statutory COLA applies to K-12	3.24%	2.30%	2.50%
K-12 Revenue Limit Deficit %	22.272%	22.272%	22.272%

# Major Revenue Assumptions

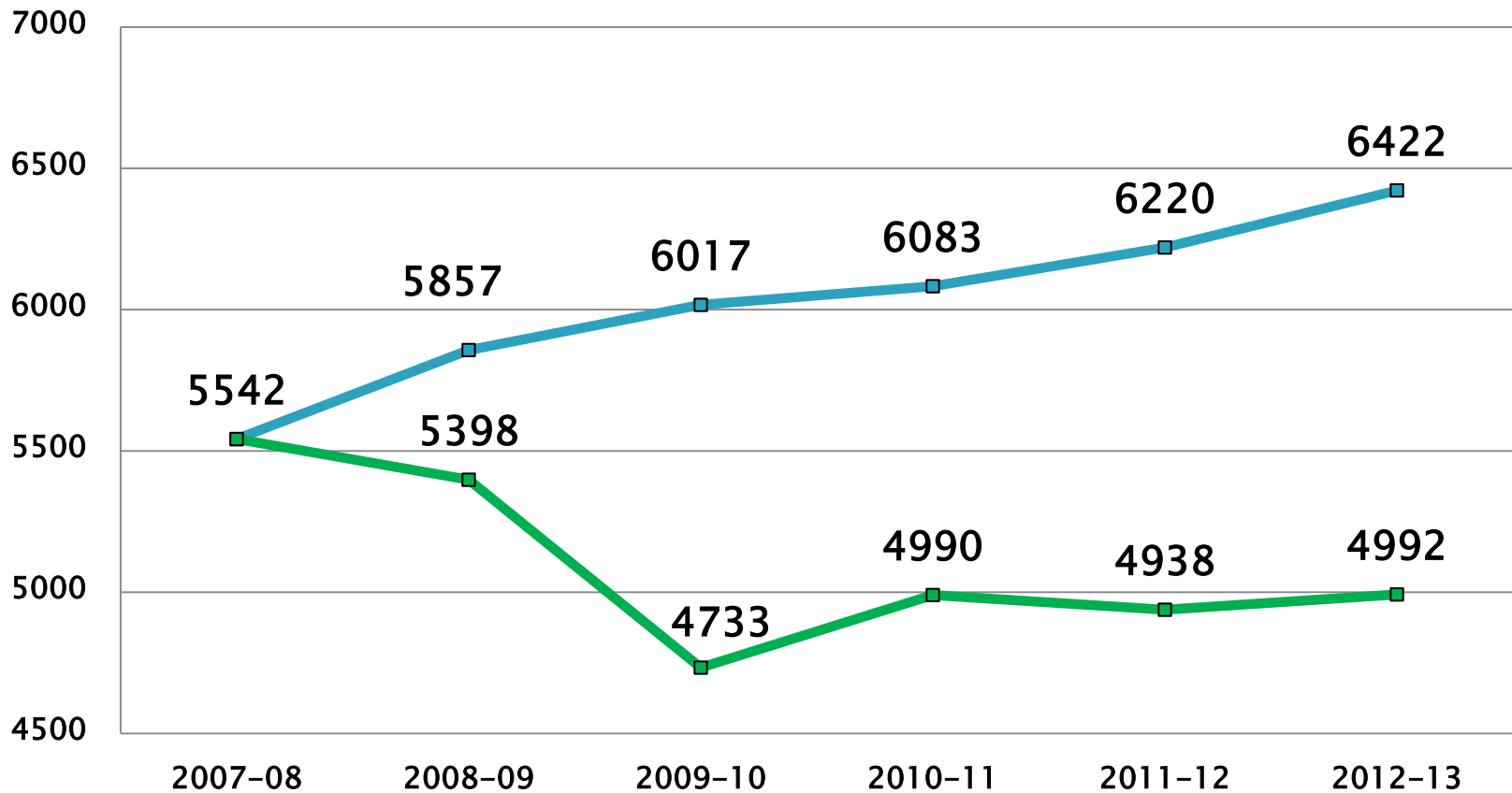
- ❑ \$28 per ADA mandate block grant starts FY 12-13
- ❑ 5 year Parcel Tax expires on 06/30/2014
- ❑ Continue to utilize state tier III flexibility
- ❑ Federal, State and Local allowed carryover revenues (\$1.7 million) included

Evergreen School District  
General Fund Revenue Source  
November Tax Initiative Passed  
FY 12-13



# Evergreen School District Base Revenue Limit History – Prop 30 Passed

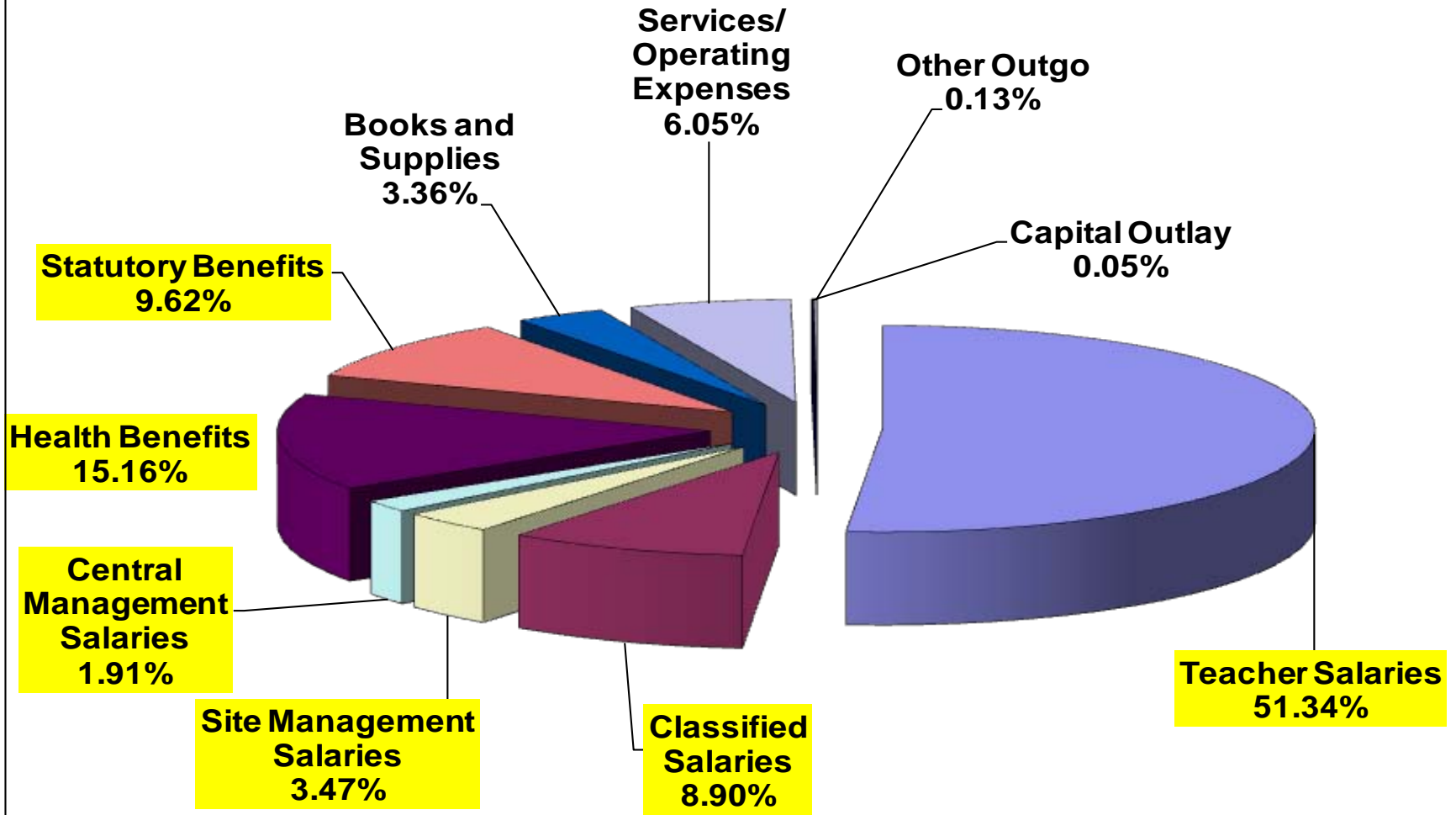
—■ Base Revenue Limit      —■ Funded Base Revenue Limit



# Major Expenditure Assumptions

- ❑ Reduce Students
  - FY 13-14 reduce 173 students; reduce 6 teachers
  - FY 14-15 reduce 275 students; reduce 10 teachers
- ❑ No salary increase for all groups
- ❑ Savings from Four teacher retirements
- ❑ Health benefits 5.47% increase
- ❑ K-3 class size maintained at 1:24
- ❑ Home to school transportation at FY 12-13 level
- ❑ Reduce 1.5 FTE middle school assistant principals starts FY 13-14
- ❑ Libraries for FY 12-13 only

# General Fund Expenditures

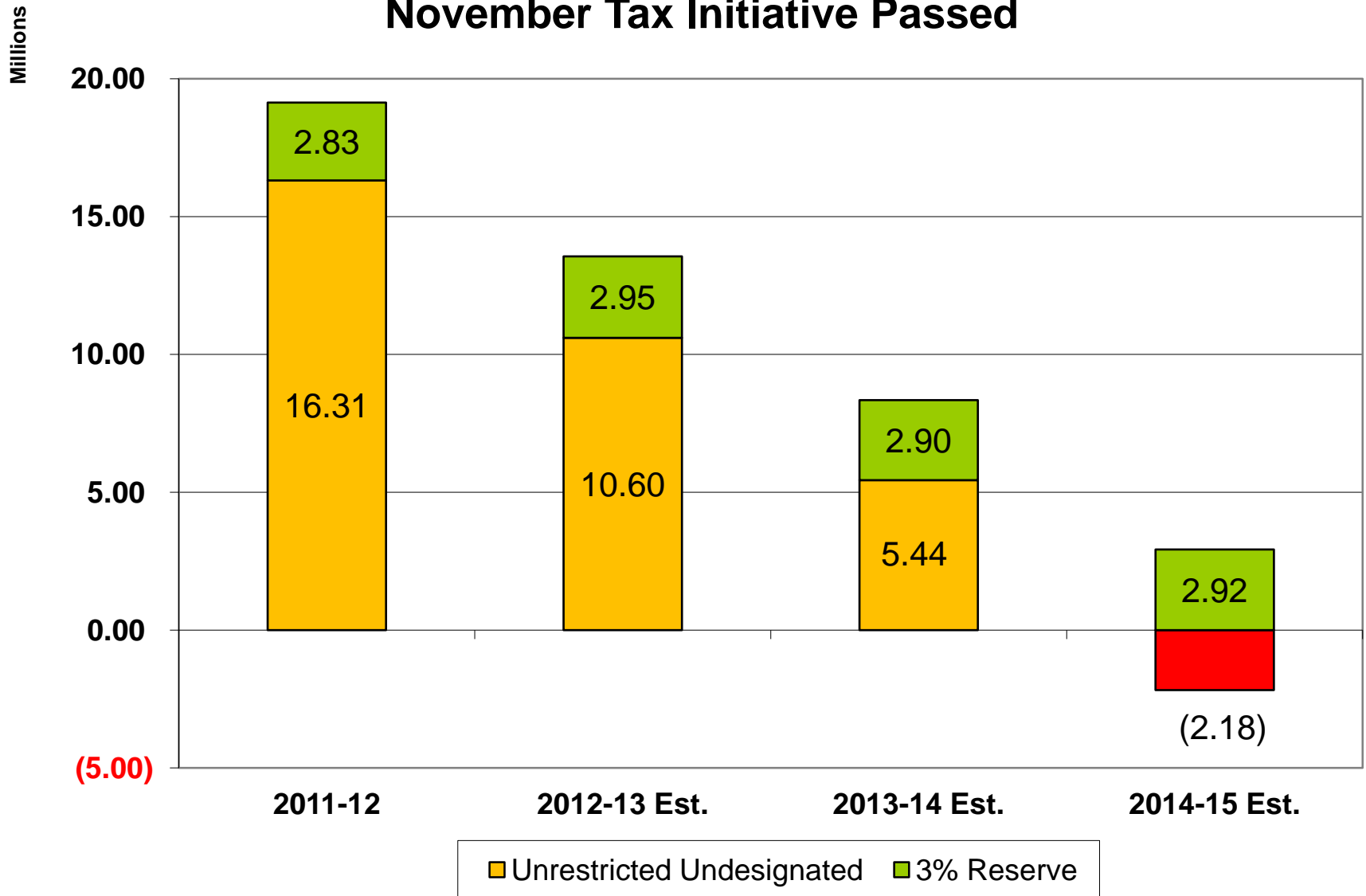


Salaries and benefits comprise 90.4% of expenditures

Without Trigger	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
	<u>ACTUAL</u>	<u>ACTUAL</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>BUDGET</u>	<u>BUDGET</u>
<b>SUMMARY</b>						
TOTAL REVENUES	\$96,569,161	\$92,889,665	\$94,303,833	\$91,413,871	\$91,419,360	\$89,825,553
TOTAL EXPENDITURES	97,849,292	91,671,064	94,223,585	98,477,333	96,719,216	97,431,329
SURPLUS/(DEFICIT)	(\$1,280,131)	\$1,218,601	\$80,248	(\$7,063,462)	(\$5,299,856)	(\$7,605,776)
BEGINNING BALANCE						
UNRESTRICTED	\$15,863,894	\$19,057,113	\$21,966,145	\$21,000,374	\$14,752,706	\$9,538,152
RESTRICTED	\$7,409,895	\$2,936,546	\$1,246,115	\$2,292,134	\$1,476,340	\$1,391,038
ENDING BALANCE	<u>\$21,993,659</u>	<u>\$23,212,260</u>	<u>\$23,292,508</u>	<u>\$16,229,046</u>	<u>\$10,929,190</u>	<u>\$3,323,414</u>
COMPONENTS OF ENDING BALANCE						
<b>A) NONSPENDABLE</b>						
1 REVOLVING CASH	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000	15,000
2 STORES	29,231	54,696	70,160	70,160	70,160	\$70,160
3 PREPAID EXPENDITURES	677,686	1,099,413	1,110,290	1,110,290	1,110,290	1,110,290
<b>B) RESTRICTED</b>						
MAIN. RESERVES	437,982	507,715	303,546	163,546	78,244	67,841
RESTRICTED	2,498,564	738,399	1,988,587	1,312,794	1,312,794	1,312,794
<b>C) COMMITTED</b>						
STABILIZATION ARRANGEMENTS	0	0	0	0	0	0
OTHER COMMITMENTS	0	0	0	0	0	0
<b>D) ASSIGNED</b>						
OTHER ASSIGNMENTS	726,222	1,143,448	668,573	0	0	0
<b>E) UNASSIGNED/UNAPPROPRIATED</b>						
RESERVE FOR ECO. UNCERTAINTIES	2,935,479	2,750,132	2,826,708	2,954,320	2,901,576	2,922,940
UNASSIGNED/UNAPPROPRIATED	14,673,496	16,903,457	16,309,644	10,602,936	5,441,126	(2,175,611)
	<u>\$21,993,659</u>	<u>\$23,212,260</u>	<u>\$23,292,508</u>	<u>\$16,229,046</u>	<u>\$10,929,190</u>	<u>\$3,323,414</u>
UNRESTRICTED (DEFICIT)/SURPLUS	\$3,193,219	\$2,909,032	(\$965,771)	(\$6,247,668)	(\$5,214,554)	(\$7,595,372)



# Evergreen School District Unrestricted General Fund Reserve November Tax Initiative Passed



# How Has the District Managed?

Suspended Programs, Reduced Services and Staffing: \$9.2 million

Utilized State Flexibilities: \$20.33 million

Utilized One Time Revenues: \$11.23 million

## One Time Revenues & State Flexibilities For Unrestricted Expenses

							Millions
Year	08-09	09-10	10-11	11-12	Est. 12-13	Est. 13-14	Est. 14-15
Sweep Categorical Fund Balances	2.53	0.57					
Sweep Tier III Categorical Annual Revenues	0.63	3.81	3.77	3.77	3.77	3.77	3.77
Sweep Other Fund Balances		4.30	0.95				
Federal One Time Revenues	0.28	5.33	2.02	2.40			
Insurance Profit Share & ERRP Revenues				0.50			
Mandated Cost			0.54	0.16			
Class Size Reduction Revenue 1:24 Saving			1.30	1.30	1.30	1.30	1.30
<b>Total</b>	<b>3.44</b>	<b>14.01</b>	<b>8.58</b>	<b>8.13</b>	<b>5.07</b>	<b>5.07</b>	<b>5.07</b>

A	B	C	D	E	F	G	H	I	J	K	L
	ADOPTED BUDGET			NOV BUDGET UPDATE			VARIANCE				
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted Variance B - E	Note	Restricted Variance C - F	Note	Total Variance
<b>Revenue Detail</b>											
Revenue Limit	59,019,070	1,043,599	60,062,669	59,531,887	844,878	60,376,765	512,817	1	(198,721)	2	314,096
Federal Revenue	-	3,861,735	3,861,735	-	4,531,142	4,531,142	-		669,407	3	669,407
Other State Revenue	10,759,647	3,353,459	14,113,106	11,394,225	3,588,811	14,983,036	634,578	4	235,352	5	869,930
Other Local Revenue	2,525,525	3,035,607	5,561,132	2,702,090	3,280,098	5,982,188	176,565	6	244,491	7	421,056
<b>Total Revenue</b>	<b>72,304,242</b>	<b>11,294,400</b>	<b>83,598,642</b>	<b>73,628,202</b>	<b>12,244,929</b>	<b>85,873,131</b>	<b>1,323,960</b>		<b>950,529</b>		<b>2,274,489</b>
<b>Expenditure Detail</b>											
Certificated	46,960,299	5,911,482	52,871,781	47,651,613	6,120,103	53,771,716	691,314	8	208,621	9	899,935
Classified	5,222,921	3,698,598	8,921,519	5,296,666	3,699,972	8,996,638	73,745	10	1,374		75,119
Employee Benefits	20,081,879	3,854,266	23,936,145	19,870,400	3,942,974	23,813,374	(211,479)	11	88,708	12	(122,771)
Books & Supplies	1,476,628	1,998,327	3,474,955	1,656,569	3,539,210	5,195,779	179,941	13	1,540,883	13	1,720,824
Services, Other Operating	2,060,230	4,138,183	6,198,413	2,388,605	3,912,322	6,300,927	328,375	14	(225,861)	15	102,514
Capital Outlay			-	5,000	8,000	13,000	5,000		8,000		13,000
Other Outgo	20,467	391,503	411,970	20,467	470,082	490,549	-		78,579	16	78,579
Direct Support/Indirect	(304,433)	199,783	(104,650)	(307,184)	202,534	(104,650)	(2,751)		2,751		-
<b>Total Expenditures</b>	<b>75,517,991</b>	<b>20,192,142</b>	<b>95,710,133</b>	<b>76,582,136</b>	<b>21,895,197</b>	<b>98,477,333</b>	<b>1,064,145</b>		<b>1,703,055</b>		<b>2,767,200</b>
<b>Excess/(Deficiency)</b>	<b>(3,213,749)</b>	<b>(8,897,742)</b>	<b>(12,111,491)</b>	<b>(2,953,934)</b>	<b>(9,650,268)</b>	<b>(12,604,202)</b>	<b>259,815</b>		<b>(752,526)</b>		<b>(492,711)</b>
<b>Other Financing Sources/Uses</b>											
Transfers In			-			-	-		-		-
Transfers Out			-			-	-		-		-
Other Sources			-			-	-		-		-
Other Uses			-			-	-		-		-
Contributions	(8,757,306)	8,757,306	-	(8,834,474)	8,834,474	-	(77,168)	17	77,168	17	-
<b>Total Other Sources/Uses</b>	<b>(8,757,306)</b>	<b>8,757,306</b>	<b>-</b>	<b>(8,834,474)</b>	<b>8,834,474</b>	<b>-</b>	<b>(77,168)</b>		<b>77,168</b>		<b>-</b>
Net Inc/Dec to Fund Balance	(11,971,055)	(140,436)	(12,111,491)	(11,788,408)	(815,794)	(12,604,202)	182,647		(675,358)		(492,711)
<b>Beginning Balance</b>	<b>20,938,043</b>	<b>1,615,809</b>	<b>22,553,852</b>	<b>21,000,374</b>	<b>2,292,134</b>	<b>23,292,508</b>	<b>62,331</b>		<b>676,325</b>		<b>738,656</b>
<b>Ending Balance</b>	<b>8,966,988</b>	<b>1,475,373</b>	<b>10,442,361</b>	<b>9,211,966</b>	<b>1,476,340</b>	<b>10,688,306</b>	<b>244,978</b>		<b>967</b>		<b>245,945</b>
<b>Components of Ending Fund Balance</b>											
Revolving Cash	15,000		15,000	15,000		15,000	-		-		-
Stores	54,696		54,696	70,160		70,160	15,464		-		15,464
Prepaid Expenditures	1,099,413		1,099,413	1,110,290		1,110,290	10,877		-		10,877
Restricted		1,475,373	1,475,373		1,476,340	1,476,340	-		967		967
Other Assigned	-		-	-		-	-		-		-
Reserve for Economic Uncertainty	2,871,304		2,871,304	2,954,320		2,954,320	83,016		-		83,016
Undesignated	4,926,575		4,926,575	5,062,196		5,062,196	135,621		-		135,621
<b>Total</b>	<b>8,966,988</b>	<b>1,475,373</b>	<b>10,442,361</b>	<b>9,211,966</b>	<b>1,476,340</b>	<b>10,688,306</b>	<b>244,978</b>		<b>967</b>		<b>245,945</b>
Percentage			8.15%			8.14%					

**Note : Changes to Adopted Budget**

1. Trigger changed from \$441 per ADA to \$420
2. Reduced SDC revenue limit based on # of students
3. Prior year Federal allowed carryovers included
4. Mandated cost block grant \$365,000 and other allowed carryovers included
5. State allowed carryovers included
6. Increased lease revenue by \$110,000 and Parcel Taxes revenue by \$38,000
7. Increased SELPA revenue allocation by \$114,071 and donation carryovers included
8. 8 classroom teachers added; Increased substitute teachers cost by \$40,000
9. 1.2 FTE Psychologists added
10. Increased 1 FTE K singleton instruction aide; Salary step increases included
11. Reduced retiree medical benefit cost by \$204,094
12. Employee benefits based on actual staffing in restricted program
13. Carryover amounts budgeted
14. Utilities cost increased by \$110,000; New Tech Network 2nd year contract \$121,000
15. Reduced Mental Health contract services by \$316,834
16. Transportation JPA excess cost increased by \$78,579
17. Additional unrestricted contributions to Special Ed \$22,313; Transportation \$54,855

**Restricted Fund Balance Detail:**

Medi-cal	\$111,665
Lottery: Instructional Materials	\$645,088
Special Ed:Mental Health Servs	\$456,041
Maintenance Account	\$163,546
Local Donations	\$100,000
<b>Total</b>	<b>\$1,476,340</b>