



# 2012-2013 FIRST INTERIM

SPECIAL BOARD MEETING  
DECEMBER 12, 2012

# Presentation



- Budget Timeline
- Unaudited Actuals and Adopted vs. First Interim
- General Fund Summary
  - 2012-2013 Revenues and Expenditures
- Historical Data
  - Property Taxes
  - Basic Aid Reduction
  - Ending Fund Balance
  - Cash Balances
- Multi-Year Projection
- Looking Ahead

# Budget Report Timeline



- **Adopted Budget**
  - Budget Based on May Revise
  - Presented at the June 27, 2012 Regular Board Meeting
  - Due to San Diego County Office of Education by July 2, 2012
- **First Interim**
  - Actuals for period ending October 31<sup>st</sup>
  - Due to San Diego County Office of Education by December 17, 2012
- **Second Interim**
  - Actuals for period ending January 31<sup>st</sup>
  - Due to San Diego County Office of Education by March 18, 2013
- **Unaudited Actuals**
  - Actuals for period ending June 30<sup>th</sup>
  - Due to San Diego County Office of Education by September 16, 2013

**2011-12 Unaudited Actuals and  
2012-13 Adopted Budget versus  
2012-13 First Interim**

# Revenue



	Unaudited Actuals	Adopted Budget	Carryover	Budget Adjustments	First Interim	Difference
Revenue Limit Sources	33,137,193	33,141,279	-	(291,583)	32,849,696	(291,583)
Federal Revenues	1,244,529	895,363	67,238	2,198	964,799	69,436
Other State Revenues	4,490,897	4,361,648	-	308,323	4,669,971	308,323
Basic Aid Reduction	(2,295,052)	(2,532,886)	-	(8,995)	(2,541,881)	(8,995)
Other Local Revenues	3,912,217	3,111,962	-	153,687	3,265,649	153,687
Other Finance Sources	450,101	95,000		8,032	103,032	8,032
Total Revenues	40,939,885	39,072,366	67,238	171,662	39,311,266	238,900

# Revenue Variances



- Revenue Limit:
  - Decrease in Property Taxes \$291,583
- Federal:
  - Carryover Balance \$67,238 Title II Improving Teacher Quality and Title III LEP and Immigrant
- State:
  - Mandate Block Grant \$119,319
  - Increase Lottery Funding \$107,068
  - Increase Mental Health Funding
- Other Local:
  - Fundraising Budgeted when received
  - Excess Cost Reimbursement from outside districts

# Expenditures



	Unaudited Actuals	Adopted Budget	Carryover	Budget Adjustments	First Interim	Difference
Certificated Salaries	22,098,128	23,650,982	9,630	(288,197)	23,372,415	(278,567)
Classified Salaries	6,251,700	6,498,544	-	48,072	6,546,616	48,072
Employee Benefits	7,230,342	7,323,280	-	(37,157)	7,286,123	(37,157)
Books & Supplies	1,776,200	1,496,836	404,201	(315,481)	1,585,556	88,720
Operating Expenses	4,351,473	4,372,766	179,800	170,776	4,273,342	350,576
Capital Outlay	455,243	55,000	-	(25,000)	30,000	(25,000)
Other Outgo	168,127	184,693	-	81,062	265,755	81,062
Total Expenditures	43,331,213	43,582,101	593,631	(365,925)	43,809,807	227,706

# Expenditure Variance



- **Salaries and Benefits:**
  - Decreases:
    - ✦ 199 Teachers Adopted, 196 at First Interim
    - ✦ Freeze Assistant Principal Position
    - ✦ Savings from Superintendent change
    - ✦ Related health and welfare benefits adjustment
  - Increase:
    - ✦ Rehire of Categorical Aides (Volunteer Coordinators)
- **Books and Supplies:**
  - Decrease:
    - ✦ Reduction in department supply budget
    - ✦ Reclass expense to Operating Expenditures
  - Increases (Carryover):
    - ✦ Site Fundraising and School Improvement Funds (SIP)
    - ✦ Categorical Funds (EIA, Title II, Title III)
- **Operating Expenditures:**
  - Increases:
    - ✦ Mental Health Carryover
    - ✦ Reclass from Books and Supplies and Capital Outlay
- **Capital Outlay and Other Outgo:**
  - Decrease due to reclass to Operating Expenditures
  - Increase from reclassification of excess costs due to student attending outside district



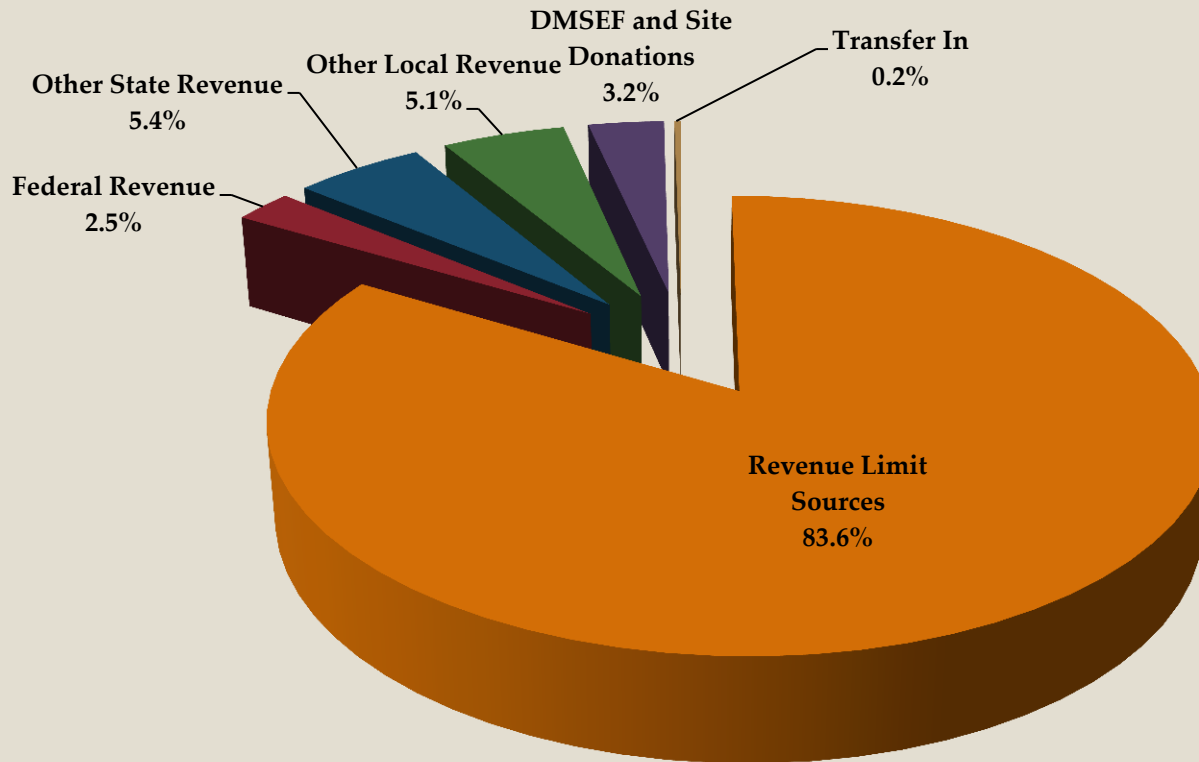
# Ending Fund Balance



	Unaudited Actuals	Adopted Budget	Carryover	Budget Adjustments	First Interim	Difference
<b>E. Net Increase (Decrease)</b>	(2,391,328)	(4,509,735)	(526,393)	537,587	(4,498,541)	11,194
<b>F. Fund Balance</b>						
Beginning Fund Balance (adjusted to actual)	15,413,914	13,022,586			13,022,586	-
Ending Fund Balance	13,022,586	8,512,851			8,524,045	11,194
						-
Components of the Ending Fund Balance						-
a) Nonspendable:						-
Revolving Cash	25,000	25,000			25,000	-
Prepaid Expenditures	202,930	200,718			200,718	-
b) Restricted	222,872	222,872			2,312	(220,560)
c) Committed	-	-			-	-
d) Assigned	2,486,230	-			-	-
e) Unassigned/Unappropriated:						-
Reserve for Economic Uncertainty (3% minimum required)	1,299,936	1,307,463			1,314,294	6,831
Unassigned/Unappropriated	8,785,618	6,756,798			6,981,721	224,923
Note: Board Approved 15% Reserve	6,499,682	6,537,315			6,571,471	

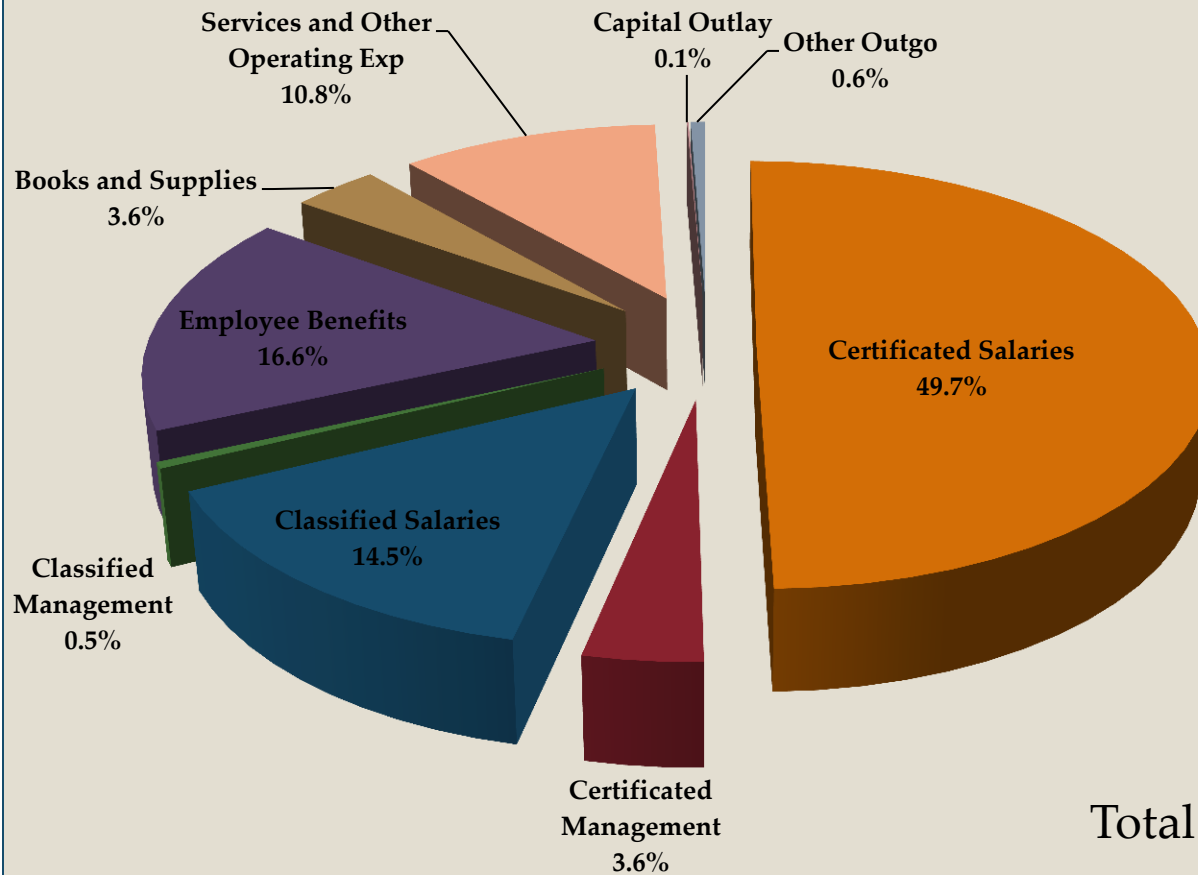
# **GENERAL FUND SUMMARY**

# 2012-2013 Revenue Summary



Revenue Limit Sources	32,849,696
Federal Revenue	964,799
Other State Revenue	2,128,090
Other Local Revenue	2,020,077
DMSEF and Site Donations	1,245,572
Transfer In	103,032
Total Revenue and Other Financing Sources	39,311,266

# 2012-2013 Expenditure Summary

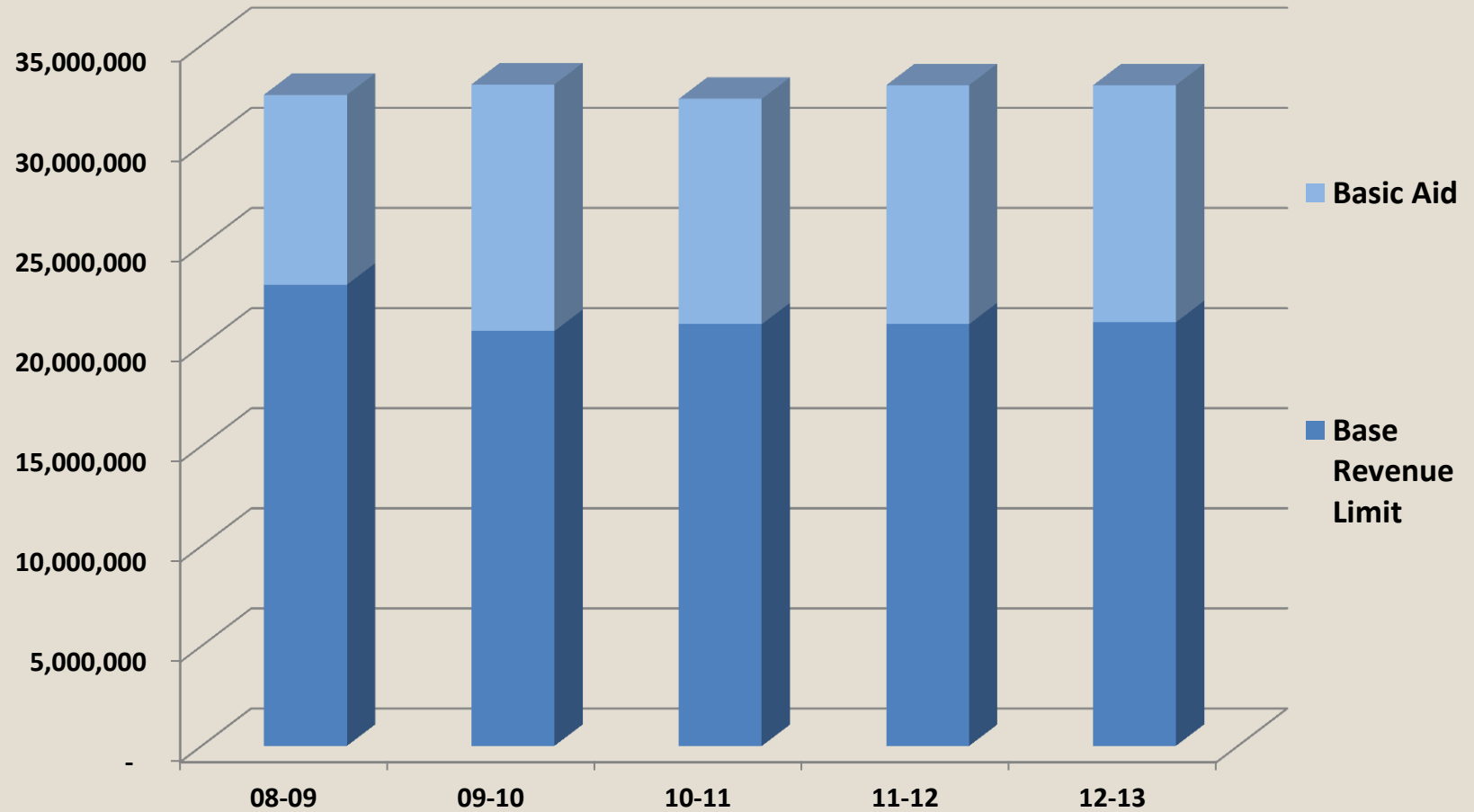


Certificated Salaries	21,775,682
Certificated Management	1,596,733
Classified Salaries	6,337,271
Classified Management	209,345
Employee Benefits	7,286,123
Books and Supplies	1,585,556
Services and Other Operating Exp	4,723,342
Capital Outlay	30,000
Other Outgo	265,755
Total Expenditures and Other Outgo	43,809,807

Total Salary and Benefits = 84.9%

# **HISTORICAL DATA SUMMARY**

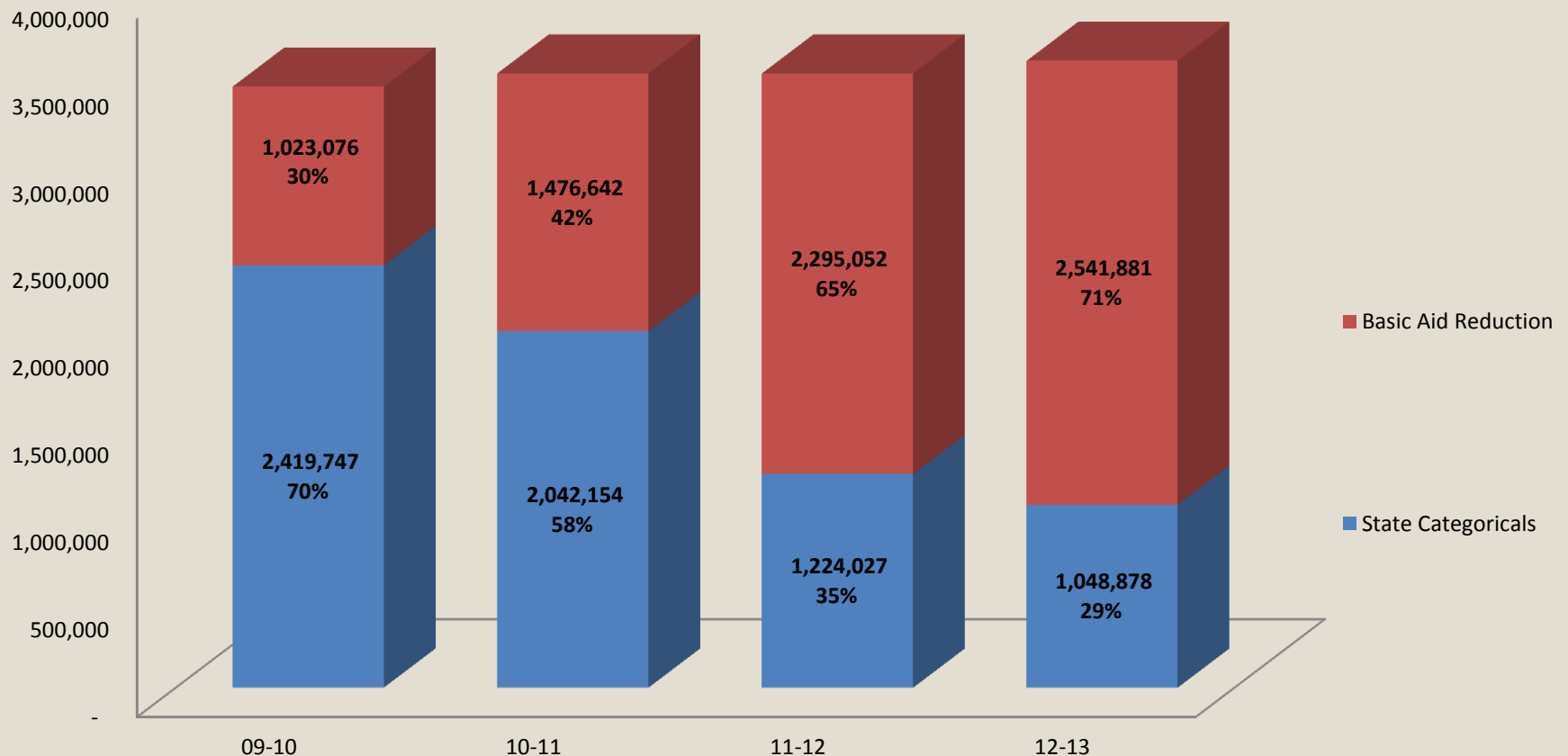
# Property Tax Revenue



Property Tax Total	32,529,656	33,043,893	32,327,178	33,011,096	32,719,389 *
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\*Based upon 12-13  
Estimated Property  
Taxes J-29B

# Basic Aid Reduction – Fair Share



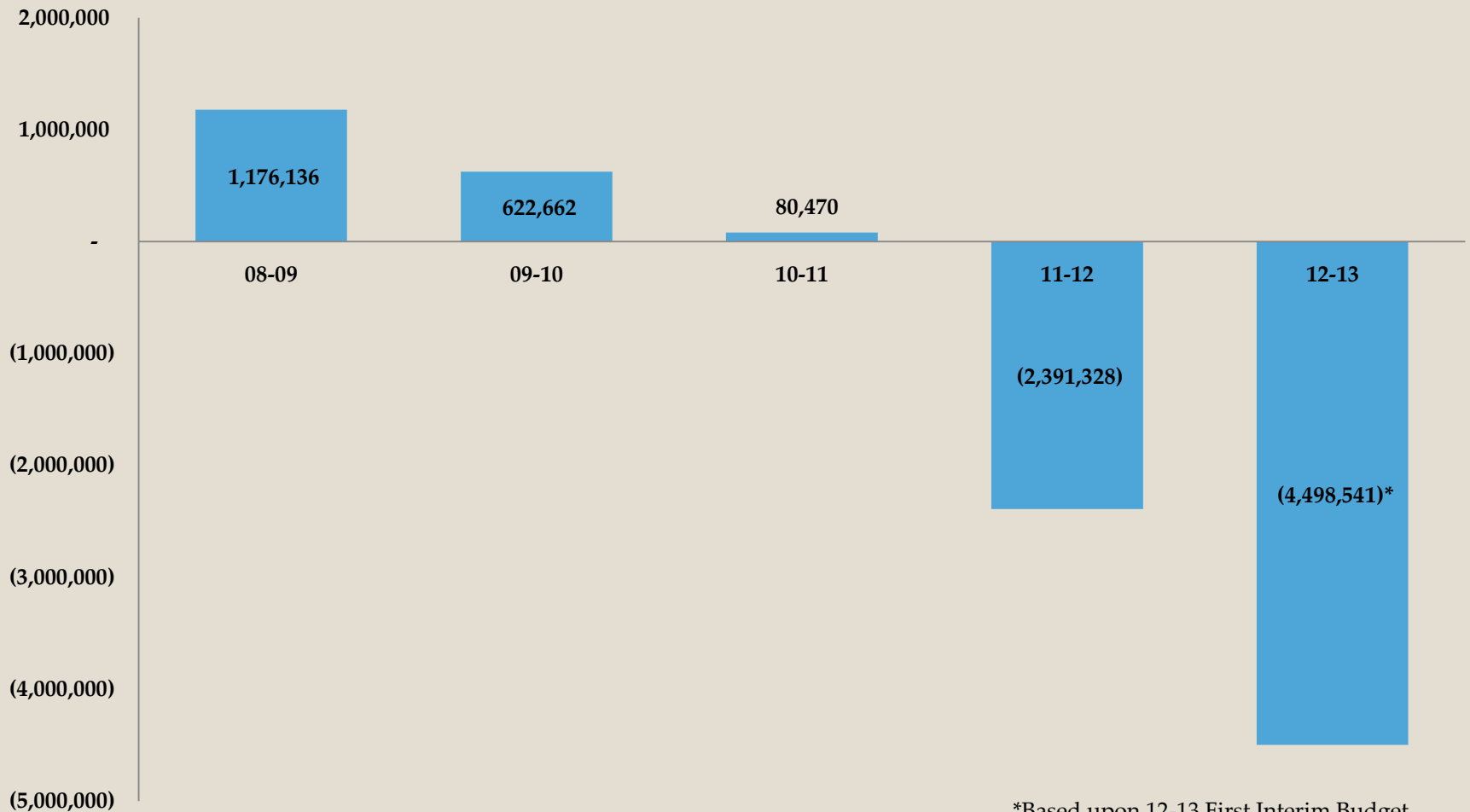
# 2012-2013 Fair Share by Program



Program	2011-2012 Deferral	2012-2013 Estimated Entitlement	Reduction Due to Fair Share	Estimated 12-13 Cash Entitlement	Estimated Deferral Subject to 13-14 Fair Share
Deferred Maintenance		135,459	-	135,459	-
PE Teacher Incentive Grant		117,406	(117,406)	-	-
Arts & Music Block Grant		56,770	(56,770)	-	-
GATE		27,800	(27,800)	-	-
IMFRP-Instructional Materials		224,045	(224,045)	-	-
Peer Assistance & Review		20,649	(20,649)	-	-
Math & Reading Prof. Development		35,074	(35,074)	-	-
Professional Development Block Grant		134,083	(134,083)	-	-
School & Library Improvement (SIP)		229,741	(229,741)	-	-
Administrator Training Program		2,425	(2,425)	-	-
Oral Health		4,027	(4,027)	-	-
BTSA		65,229	(65,229)	-	-
Class Size Reduction	1,056,060	2,326,212	(1,564,540)	770,937	1,046,795
Economic Impact Aid		145,064	-	145,064	-
Home to School Transportation		60,092	(60,092)	-	-
	1,056,060	3,584,076	(2,541,881)	1,051,460	1,046,795

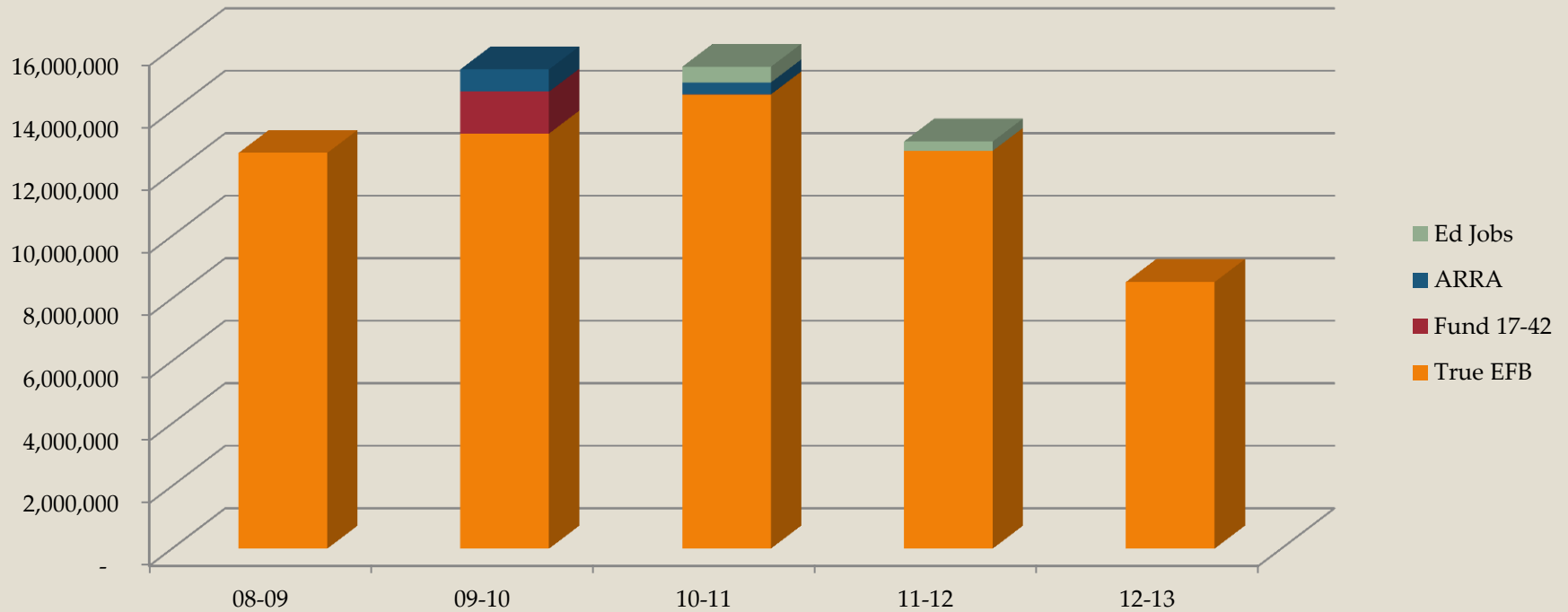


# Change in Ending Fund Balance



\*Based upon 12-13 First Interim Budget

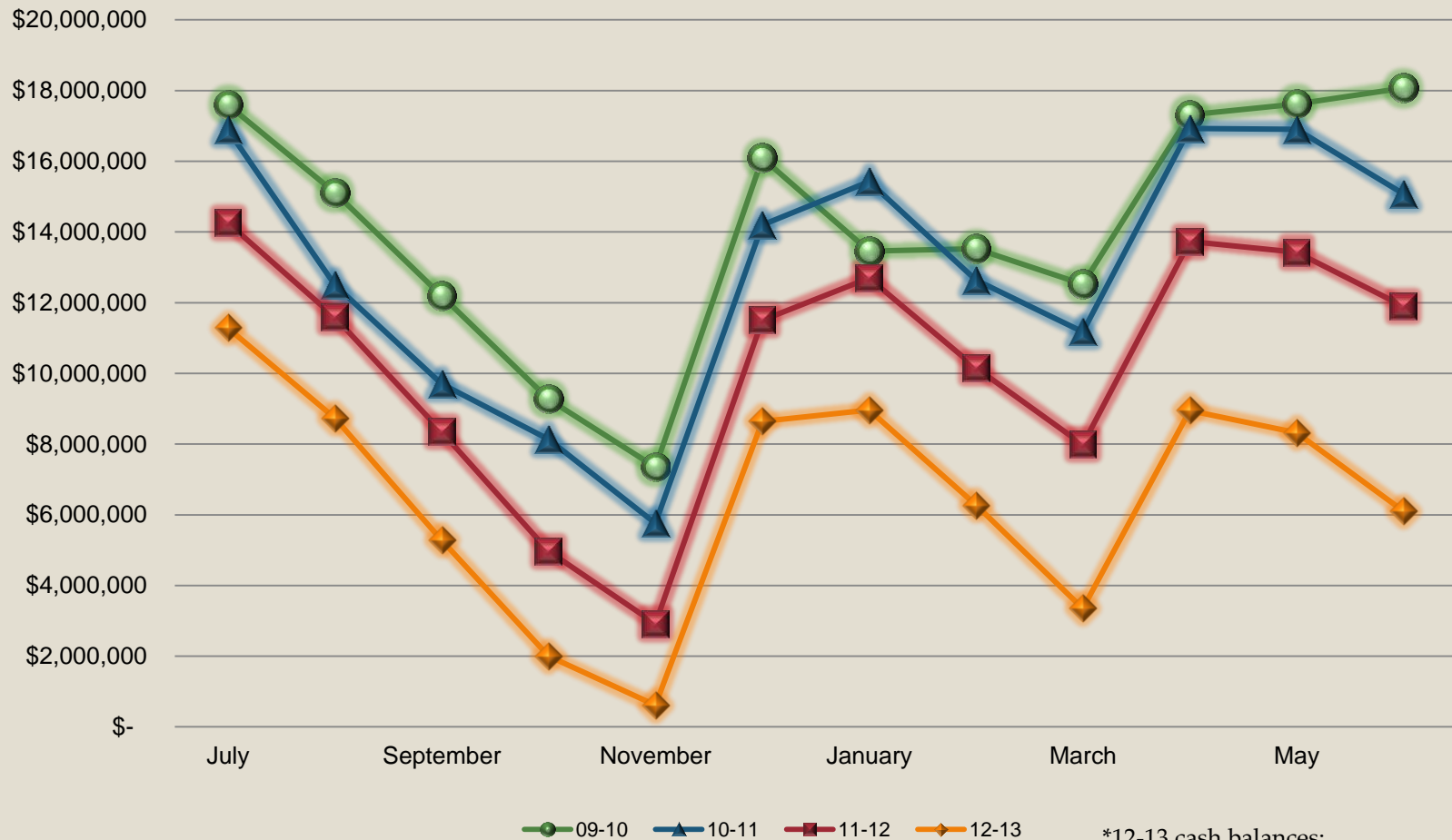
# What Helps Support Ending Fund Balance?



	08-09	09-10	10-11	11-12	12-13
True EFB	12,657,981	13,280,642	14,528,303	12,725,021	8,524,044 *
Fund 17-42	-	1,338,789	2,062	30	-
ARRA	-	714,013	383,279	-	-
Ed Jobs	-	-	500,270	297,534	-
Total EFB	12,657,981	15,333,445	15,413,914	13,022,585	8,524,044

\*Based upon 12-13  
First Interim Budget

# Cash Balances



\*12-13 cash balances:  
Actuals November 2012,  
projected through June 2013

# LOOKING AHEAD

# Potential Changes in Projected Deficit Balance



- Property Tax Revenue
- Prop 30 impact unknown at this time
- Weighted Student Formula
- Carryover from unrestricted/restricted funds
- Funding for Special Education

# Multi-Year Projection Assumptions



- Based upon the School Services of California Dartboard
- Property Tax Projection:
  - 2013-14 1% Increase
  - 2014-15 2% Increase
- Average Daily Attendance Projections:
  - 2013-14 4,160
  - 2014-15 4,057
- Salary: Step and Column – 2% annually
- Freeze Expenditures, eliminate Chromebook purchase and Capital Outlay

# Multi-Year Projection



DESCRIPTION	FY 2012-13 Current (Base Year)	FY 2013-14 First Projected Year	FY 2014-15 Second Projected Year
<b>Revenues</b>			
Revenue Limit Sources	32,849,696	33,176,847	33,837,692
Federal Revenues	964,799	895,299	895,299
Other State Revenues	2,128,090	2,186,777	2,262,310
Other Local Revenues	3,265,649	3,208,767	3,272,323
Transfers In	103,032	103,032	103,032
<b>Total Revenues</b>	<b>39,311,266</b>	<b>39,570,722</b>	<b>40,370,655</b>
<b>Expenditures</b>			
Certificated Salaries	23,372,415	23,807,929	24,252,153
Classified Salaries	6,546,616	6,677,548	6,811,099
Employee Benefits	7,286,123	7,420,923	7,558,420
Books & Supplies	1,585,556	946,818	946,818
Services, Other Operating Exp	4,723,342	4,517,669	4,517,669
Capital Outlay	30,000	0	0
Other Outgo - exclude Direct Sup.	111,362	113,923	116,771
Debt Service	164,215	164,214	92,811
Direct Support/Indirect Costs	(9,822)	(10,048)	(10,299)
<b>Total Expenditures:</b>	<b>\$43,809,807</b>	<b>\$43,638,976</b>	<b>\$44,285,441</b>

# Multi-Year Projection Cont.



DESCRIPTION	FY 2012-13 Current (Base Year)	FY 2013-14 First Projected Year	FY 2014-15 Second Projected Year
<b>Net Increase (Decrease) In Fund Balance</b>	<b>(\$4,498,541)</b>	<b>(\$4,068,255)</b>	<b>(\$3,914,786)</b>
<b>Beginning Balance as of July 1</b>	<b>\$13,022,586</b>	<b>\$8,524,045</b>	<b>\$4,455,791</b>
<b>Ending Balance</b>	<b>\$8,524,045</b>	<b>\$4,455,791</b>	<b>\$541,005</b>
Revolving Cash	25,000	25,000	25,000
Other Reserves	200,718	200,718	200,718
Restricted	2,311	4,190	8,380
Stabilization Arrangements	0	0	0
Other Commitments	0	0	0
Assigned - Other Assignments	0	0	0
Reserve for Economic Uncertainties	1,314,294	1,309,169	1,328,563
Unassigned/Unappropriated Amount	6,981,722	2,916,713	(1,021,657)
	<b>\$8,524,045</b>	<b>\$4,455,791</b>	<b>\$541,005</b>

Note: Board Approved 15% Reserve

6,499,682

6,545,846 – Not Met

Not Met