



# Financial Update

Presentation to the Special Administrative Board

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# Financial Update

- FY2015-2016 General Operating Budget (GOB)
  - Quarter 4
  - Unaudited Annual Results
- FY2016-2017 General Operating Budget
  - Quarter 1
  - Amendment 1
- FY2016-2017 All Fund Categories: Quarter 1

# Budget Objectives

- Establish Full Accreditation
- Align resources to support the District's Transformation Plan Objectives
  1. Operate a system of excellent school options for all students
  2. Cultivate and sustain transformational teachers & leaders
  3. All students read their way to college & career success
  4. Partnerships support the whole child
- Build financial stability with 10% fund balance target per board policy
- Reinforce a culture of high expectations and accountability

# 2016 GOB Results (unaudited)

<i>(in millions)</i>	FY2015-16						% Budget
		AmendBud	QTR1	QTR2	QTR3	QTR4	
Local Revenue	229.9	12.1	67.2	123.2	26.9	229.4	99.8%
County Revenue	3.4	0.1	0.0	0.1	2.9	3.0	89.0%
State Revenue	55.9	13.6	13.0	14.8	13.5	54.8	98.1%
Federal Revenue	5.4	0.1	0.6	0.5	4.6	5.8	107.2%
<b>Revenues</b>	<b>\$294.6</b>	<b>\$25.8</b>	<b>\$80.8</b>	<b>\$138.6</b>	<b>\$47.9</b>	<b>\$293.1</b>	<b>99.5%</b>
Salaries	132.6	22.6	44.6	34.9	32.3	134.3	101.3%
Temp/OT	12.5	1.9	3.1	2.6	4.6	12.2	97.3%
Benefits	67.5	10.2	20.4	18.5	18.4	67.5	100.0%
Prof Services	33.1	4.4	3.8	5.4	12.7	26.3	79.3%
Prop Services	12.2	2.5	2.5	2.5	4.4	11.9	97.5%
Transportation	22.3	0.1	8.2	6.0	8.0	22.2	99.8%
Operational	8.6	2.0	1.3	1.6	8.2	13.1	151.6%
Capital Expense	5.4	0.2	0.8	0.5	3.7	5.2	97.6%
<b>Expenditures</b>	<b>\$294.2</b>	<b>\$43.9</b>	<b>\$84.5</b>	<b>\$72.0</b>	<b>\$92.3</b>	<b>\$292.7</b>	<b>99.5%</b>
<b>Surplus/(Deficit)</b>		<b>\$0.3</b>				<b>\$0.3</b>	
<b>Beg Fund Balance</b>		<b>\$20.8</b>				<b>\$20.8</b>	
<b>Ending Fund Balance</b>		<b>\$21.1</b>				<b>\$21.1</b>	11/16/2016

# 2017 GOB Quarterly Financials

<i>(in millions)</i>	FY2016-17	FY2016-17	% Budget
	ADOPTED	QTR1	YTD
Local Revenue	224.4	10.6	4.7%
County Revenue	3.4	0.0	1.2%
State Revenue	51.4	11.8	22.9%
Federal Revenue	4.4	0.1	2.4%
<b>Revenues</b>	<b>\$283.6</b>	<b>\$22.5</b>	<b>7.9%</b>
Salaries	136.1	20.0	14.7%
Temp/OT	8.4	1.8	21.9%
Benefits	63.6	7.8	12.3%
Prof Services	24.1	2.9	12.1%
Prop Services	17.1	2.9	16.8%
Transportation	23.6	1.2	5.1%
Operational	9.2	2.7	29.6%
Capital Expense	0.9	0.0	4.5%
<b>Expenditures</b>	<b>\$283.1</b>	<b>\$39.5</b>	<b>14.0%</b>
<b>Surplus/(Deficit)</b>	<b>\$0.5</b>		
<b>Beg Fund Balance</b>	<b>\$21.1</b>		
<b>Ending Fund Balance</b>	<b>\$21.6</b>		

# Budget Amendment Basics

- State law requires that a budget amendment be made prior to actual expenditures for a given fund exceeding the officially approved budget for that fund
- The budget amendment should be noted in the board minutes
- Board Approves Expenditures
  - Adopted Budget
  - Budget Amendments
  - Monthly Transaction Reports

# GOB Budget Amendment #1

- Revenue: +\$27.8M
  - Property taxes (Prop 1 \$0.75 tax increase)
  - State Aid
  - Building Sales
- Expenditures: +\$20.0M
  - Water testing and treatment
  - Energy loan and facilities projects
  - Proposition 1 projects
    - Early Childhood Education
    - Character and alternative education options
    - Safety and security equipment and personnel
    - Competitive salaries

# GOB Budget Amendment #1

Revenues	Adopted Budget	Amendment #1	Variance
Local	\$224,401,147	\$252,469,851	\$28,068,704
County	\$3,359,354	\$3,359,354	\$0
State	\$51,429,481	\$51,121,206	-\$308,275
Federal	\$4,465,327	\$4,465,327	\$0
Grand Total	\$283,655,309	\$311,415,737	\$27,760,429
<b>Expenditures</b>			
Salaries	\$136,106,264	\$144,187,655	\$8,081,391
Temp/OT	\$8,427,313	\$9,094,813	\$667,500
Benefits	\$63,633,663	\$65,762,767	\$2,129,104
Professional Svcs	\$24,129,154	\$26,927,154	\$2,798,000
Property Svcs	\$17,147,530	\$22,771,334	\$5,623,804
Transportation	\$23,552,534	\$23,552,534	\$0
Operational	\$9,270,213	\$9,970,414	\$700,201
Capital Outlay	\$888,637	\$888,637	\$0
Grand Total	\$283,155,309	\$303,155,309	\$20,000,000
<b>Surplus/(Deficit)</b>	<b>\$500,000</b>	<b>\$8,260,429</b>	<b>\$7,760,429</b>

# 2017 All Funds Quarterly Financials

Fund Category	FY2017		
	Adopted	QTR1	%
General Operating	283,655,309	22,501,302	7.9%
Deseg Expansion	6,508,585		
Federal	49,469,030	11,898	0.0%
Food Service	17,526,306	966,437	5.5%
Capital	(6,508,585)	-	
Debt	28,308,726	-	0.0%
Trust	4,045,000	96,206	2.4%
<b>Total Revenues</b>	<b>383,004,370</b>	<b>23,575,843</b>	<b>6.2%</b>
General Operating	283,155,309	39,517,824	14.0%
Deseg Expansion	6,798,585	819,491	12.1%
Federal	49,469,030	6,073,867	12.3%
Food Service	17,380,273	973,817	5.6%
Capital	-	-	0.0%
Debt	28,753,860	-	0.0%
Trust	4,045,000	1,183,961	29.3%
<b>Total Expenditures</b>	<b>389,602,057</b>	<b>48,568,959</b>	<b>12.5%</b>

# FY2016-17 Considerations

- Increasing Regulation & Compliance
  - ACA, FLSA, ESSA
- Tax Revenue/TAN
- Staff Shortages

Risks

- Building Sales

Opportunities

# Questions?