

Tulare Joint Union High School District

2015-2016

First Interim Report

NOVEMBER 19, 2015

Goals of First Interim Report

- Changes Since Budget Adoption
- Enrollment and Attendance Trends
- Local Control Funding Formula
- Budget Summary
- Multi Year Projections
- Next Steps

Changes since June 30, 2015 Budget Adoption

Income	
Reduction of LCFF revenue for lower ADA and gap closure	(1,677,171)
Decrease federal revenue for VEA and CA Endowment	(15,553)
Increase State revenue for one-time mandated cost funds	2,614,656
Increase State revenue for AB 86 Adult Ed funding	2,598,453
Increase local revenue for CCPT Round 2	254,400
	<u>3,774,785</u>
Expenses	
Increase for certificated negotiations	1,485,310
Increase certificated salaries for actual psychologist costs	23,400
Increase certificated salaries for CA Endowment and Common Core	127,620
Increase classified aides for Title 1	310
Increase maintenance substitute costs	15,000
Employee benefits for certificated negotiations	269,268
Employee benefits for non-negotiations changes	28,830
Increase books and supplies for site carryover funds	459,344
Increase books and supplies for Common Core and CA Endowment	106,290
Decrease services for site categorical budgets	(30,485)
Increase services for Common Core	109,939
Other outgo increased for County Special Ed ADA adjustment	883
	<u>2,595,709</u>
Net Increase (Decrease) in Fund Balance	1,179,076
Reconciliation of Fund Balance:	
Increase in Ending Fund Balance as of Budget Adoption	1,304,736
Net Increase (Decrease) in Fund Balance since Budget Adoption	1,179,076
Increase (Decrease) in Ending Fund Balance as of First Interim	2,483,812

For additional details, please see copies of budget revisions cover memos.

CBEDs and ADA

- October 2012 – 5,306 students (+66)
- October 2013 – 5,330 students (+24)
- October 2014 – 5,325 students (-5)
- October 2015 – 5,363 students (+38)* (unofficial)

- 2012-2013 P2 ADA – 4,983 Attendance Percentage was 93.92%
- 2013-2014 P2 ADA – 5,042 Attendance Percentage was 94.60%
- 2014-2015 P2 ADA – 4,974 Attendance Percentage was 93.41%
- 2015-2016 P2 ADA – 4,952 Attendance Percentage budgeted as 93% of 5,325

**School Works projection for 2015-16 from December 2012 report was 5,521*

LCFF Target – For Tulare Joint Union High School District

Factors	9-12
Adjusted grant per ADA	\$8,801
% Enrollment eligible*	72.65%
71.36% of Supplemental (Base \$ x 20% x % Enrollment Eligible)	\$1,279
16.36% of Concentration (percentage above 55%) (Base \$ x 50% x % above 55%)	\$777
Total 2020-2021 LCFF Target grant per ADA	\$10,857
2015-16 Funded LCFF per ADA	\$10,046*

*2015-16 funded ADA is 92.5% of 2020-2021 Target
2014-15 funded ADA was \$8,985

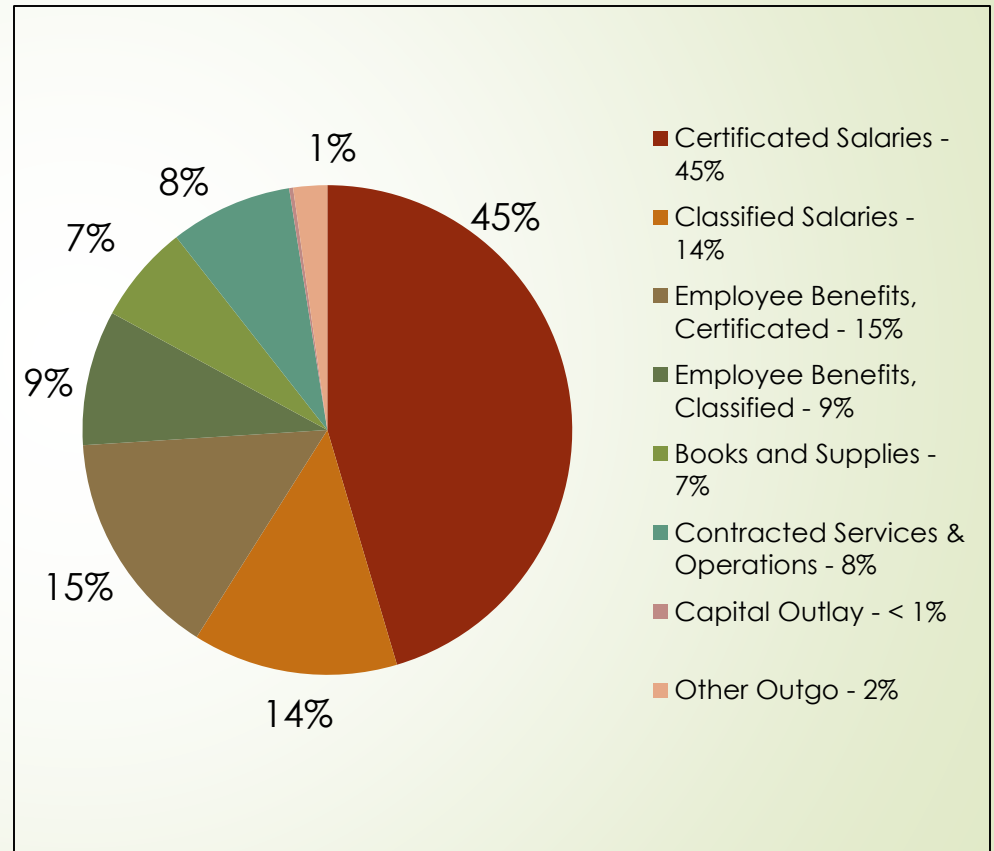
2015-2016 First Interim Summary: Restricted & Unrestricted

6

Beginning Fund Balance (SACS Report Page 22, Row F1e, Column D)		\$ 9,982,082
Total Revenue (Page 21, Row A5, Column D)		\$ 61,424,503
Expenditures (Page 21)		
Certificated Salaries (Row B1, Column D)	\$ 26,763,700	
Classified Salaries (Row B2, Column D)	7,987,130	
Employee Benefits (Row B3, Column D)	14,123,073	
Books and Supplies (Row B4, Column D)	3,832,994	
Contracted Services & Operations (Row B5, Column D)	4,760,902	
Capital Outlay (Row B6, Column D)	153,500	
Other Outgo:		
- TCOE Severely Handicapped Transfer \$806,392 (Row B7, Column D)		
- State Special Schools \$10,000 (Row B7, Column D)		
- Transfer from Fund 130 for Cafeteria Indirect (\$102,000) (Row D1a, Column D)		
- Transfer to Fund 631 for Dairy Enterprise \$50,000 (Row D1b, Column D)		
- Transfer to Fund 400 for Technology/FMP \$500,000 (Row D1b, Column D)		
- Debt Service for Copy Contract \$55,000 (Row B7, Column D)	1,319,392	
Total Expenditures (Row B9, Column D + Row D1b, Column D)		\$ 58,940,691
Net Increase in Fund Balance (Page 18, Row C, Column D)		\$ 2,483,812
Projected Ending Fund Balance June 30, 2016* (Page 19, Row F2, Column D)		\$ 12,465,894
*Equates to a 18.45% unrestricted balance (Page 115)		

Projected Expenditures 2015-2016

Certificated Salaries - 45%	\$ 26,763,700
Classified Salaries - 14%	\$ 7,987,130
Employee Benefits, Certificated - 15%	\$ 8,869,433
Employee Benefits, Classified - 9%	\$ 5,253,640
Books and Supplies - 7%	\$ 3,832,994
Contracted Services & Operations - 8%	\$ 4,760,902
Capital Outlay - < 1%	\$ 153,500
Other Outgo - 2%	\$ 1,319,392
Total Expenditures	\$ 58,940,691



Multi-Year Projections

SACS Report, Page 88		(A)	(B)	(C)	(D)	(E)
Description	Object Codes	Projected Year Totals	% Change	2016-2017 Projection	% Change	2017-2018 Projection
Total Revenue	8010-8999	61,424,503	-1.23%	60,667,116	2.91%	62,429,779
Expenditures						
Certificated Salaries	1000-1999	26,763,700	7.58%	28,791,367	6.46%	30,652,285
Classified Salaries	2000-2999	7,987,130	1.97%	8,144,586	1.97%	8,305,256
Employee Benefits	3000-3999	14,123,073	1.34%	14,312,494	10.55%	15,822,716
Books and Supplies	4000-4999	3,832,994	-6.58%	3,580,935	-5.63%	3,379,287
Contracted Services & Operations	5000-5999	4,760,902	-3.42%	4,598,152	-2.63%	4,477,302
Capital Outlay	6000-6999	153,500	-100.00%	103,500	0.00%	103,500
Other Outgo	7100-7699	1,319,392	40.16%	1,849,229	28.56%	2,377,410
Total Expenditures		58,940,691	4.14%	61,380,263	6.09%	65,117,756
Net Increase (Decrease) in Fund Balance		2,483,812		(713,147)		(2,687,977)
Net Beginning Fund Balance		9,982,082		12,465,894		11,752,747
Ending Fund Balance		12,465,894		11,752,747		9,064,770
Restricted		1,589,043		2,119,399		1,071,636
Total Available Reserves - by Amount		10,876,852		9,633,349		7,993,135
Total Available Reserves - by Percent (Page 118)		18.45%		15.69%		12.27%

2016-17 Assumptions – COLA of 1.60%. No enrollment growth, ADA at 93% of enrollment. Step and column for certificated at 1.50%, classified at 2.00%. Increase certificated salaries by negotiated increase. Increase STRS/PERS costs. Increase utilities by 3.00%. Increase Fund 400 transfer by \$500,000.

2017-18 Assumptions – COLA 2.48%. No enrollment growth and ADA at 93% of enrollment. Step and column for certificated at 1.50%, classified at 2.00%. Increase certificated salaries by negotiated increase. Increase STRS/PERS costs. Increase Health benefits for certificated for negotiated increase. Increase utilities by 3.00%. Increase Fund 400 transfer by \$500,000.

Next Steps

- November 30, 2015
 - Budget Advisory Committee Meeting #1
- December 10, 2015
 - Approve First Interim Financial Report
- January 2016
 - Governor's proposed 2016-2017 State Budget released
 - Review staffing and continue to meet with union representatives
 - Quarterly Budget-to-Actual Report (Oct, Nov, Dec)
- January 26, 2016
 - Budget Advisory Committee Meeting #2
- February 2016
 - Present 2nd Interim Financial Report
 - Budget Advisory Committee Meeting #3
 - Continue to review staffing
- March 2016
 - Present budget calendar, policies & formulas to Board for approval
- March 1, 2016
 - Budget Advisory Committee Meeting #4

Thank you to the Tulare Joint Union High School District Board of Trustees

“Quality Schools Preparing Exceptional Students”

VISION: Our students will have the 21st Century skills and knowledge through meaningful and relevant learning opportunities to empower them to productively contribute to a global society.

MISSION: Our mission is to empower all students to graduate with college, career, and life-readiness skills.

EXPECTED GRADUATE OUTCOMES: Our students will...

- Think critically
- Work independently and collaboratively
- Communicate effectively
- Use creativity and imagination