

Plumas Lake Elementary School District

2009-10 Budget Adoption
June 23, 2009

Presented by Ajit Kang



Budget Adoption

- The Governing Board must adopt the budget on or before July 1 of each year:
District must certify one of the following:
 - Positive: District *can* meet its current year and subsequent two year obligations;
 - Qualified: District *may not* be able to meet its current year and subsequent two year obligations; or
 - Negative: District *cannot* meet its current year and subsequent two year obligations.

File budget with county superintendent within five days of adoption or by July 1, whichever occurs first

- Budget development is a continuous process
Based on current known assumptions
Assumptions will change
Annual financial reporting:
 - Budget Adoption – Due July 1
 - First Interim – Due December 15
 - Second Interim – Due March 15
 - Unaudited Actuals – Due September 15

Budget Assumptions

	2008-09 Estimated Actuals	2009-10	2010-11	2011-12
Statutory COLA	5.66%	4.25%	0.90%	2.40%
Deficit Factor	11.426% (\$0.88572 per \$1.00)	17.967% (\$0.82033 per \$1.00)	17.967%	17.967%
Revenue Limit w/ COLA	\$6,347.36	\$6,597.36	\$6,652.53	\$6,708.22
Revenue Limit w/ deficit	\$5,621.98	\$5,412.01	\$5,457.27	\$5,502.95
State Categorical Programs Transportation	-15.38%	-4.46% -65%	0.90%	2.40%
ARRA – State Fiscal Stabilization Funds – Revenue Limit	0	\$234,392	\$62,428	0
ARRA – Sp Ed	\$81,444	\$81,444	0	0
ARRA – State Fiscal Stabilization Funds – Categoricals	0	0	\$50,715	
Federal Categorical Programs	0% Increase	0% increase No longer eligible for Title I	0%	0%
Average Daily Attendance (ADA)	976.98 (prior year ADA)	938.35	938.35	938.35

Budget Assumptions (continued)

- Routine Restricted Maintenance – Contribution *can be* decreased to one percent: reduced \$48K from Second Interim
- No Deferred Maintenance match required – state apportionment is subject to categorical flexibility
- Step and Column increases included –
 - 2.46% certificated;
 - 4.85% classified
- Health, Dental & Vision Benefits cap - \$10,000
- California Consumer Price Index – 0.90%

Budget Assumptions (continued)

- Principals – 210 work days
- Includes music program – 0.7 FTE
- Additional 1 FTE (certificated) for projected growth
- Medi-Cal LEA Billing grant – health clerk funding \$15,000
- COP payment – Fund 25 will collect sufficient mitigation fees to cover a portion of the debt service payment; balance will be transferred from Fund 52
- ADA vs Enrollment
 - Current enrollment projections – potential increase of \$180K

CB	Rio	RM	Total	ADA (94.5%)
244	453	327	1028	971.46

General Fund Revenues

- Revenue Limit Sources – largest source of funding based on per ADA
- Federal Funding
 - funding authorized by No Child Left Behind: Title I, II, III, IV and V and
 - American Recovery and Reinvestment Act – Federal Funding

General Fund Revenues (continued)

State revenue- Second biggest source of revenue

- Restricted funding includes:
 - Economic Impact Aid
 - Class-size reduction
 - Lottery Prop 20
 - Lottery Non-Prop 20 (unrestricted)
 - Tobacco-Use Prevention Education
 - Home-to-School Transportation
 - English Language Learners
- Funding subject to flexibility authorized by SBX 3 4, Section 15: (Can be used for any educational purpose.)
 - Art and Music Block Grant
 - Professional Development Block Grant
 - Targeted Instructional Improvement
 - California Peer Assistance & Review Program
 - Community Based English Tutoring
 - CAHSEE Intensive Instruction
 - School Library Improvement Block Grant
 - GATE
 - Deferred Maintenance
 - Instructional Materials Funding Realignment Program

General Fund Revenues (continued)

- State revenue subject to restricted ending balance flexibility pursuant to SBX3 4, Section 42: (Can be used for any educational purpose)

6275 – Teacher Retention and Recruitment - \$3,793
6760 – Art & Music Block Grant - \$ 23,788
6761 – Arts, Music, and PE supplies and equipment - \$49,885
6275 – Teacher Recruitment and Retention - \$3,793
6286 – English Language Acquisition Program - \$12,962
6285 – Community-Based English Tutoring - \$9,998
6288 – English Language and Intensive Literacy Program - \$304
7140 – Gifted and Talented Education - \$100,175
7271 – California Peer Assistance & Review Program - \$11,574
7294 – Staff Development Math & Reading - \$3,750
7393 – Professional Development Block Grant - \$5,029
7395 – School Library Block Grant - \$4,416
7396 – Discretionary Block Grant: School Site - \$46,742
7397 – Discretionary Block Grant: District - \$8,366
7398 – Instructional Materials, Library Materials and Ed Technology - \$2,355

General Fund Revenues (continued)

■ Other Local Revenue

- Interest
- Facilities fees
- Other local fees

General Fund Revenues

	2008-09 Second Interim	2008-09 Estimated Actuals	2009-10 Budget
Revenue Limit Sources	\$6,308,676	\$6,078,466	\$5,632,572
*Federal Revenue	\$133,193	\$215,377	\$452,004
Other State Revenue	\$922,922	\$951,216	\$924,742
Other Local Revenue	\$493,329	\$482,461	\$467,942
Total Revenue	\$7,858,120	\$7,727,520	\$7,477,260

* Include American Recovery and Reinvestment Act one-time funding:
 Revenue Limit \$234,392 (2009-10)
 Special Ed - \$81,444 (2008-09 Est Actuals and 2009-10)

General Fund Expenditures

	2008-09 Second Interim	2008-09 Estimated Actuals	2009-10 Budget
Certificated Salaries	\$3,065,069	\$3,069,145	\$3,053,502
Classified Salaries	\$1,222,457	\$1,212,925	\$1,218,379
Employee Benefits	\$1,699,281	\$1,685,641	\$1,525,290
Books and Supplies	\$430,543	\$406,728	\$315,230
Services & Other Op	\$1,193,651	\$1,184,641	\$1,164,609
Capital outlay	\$5,365	\$5,355	\$6,600
Other Outgo	\$206,322	\$206,322	\$274,311
Transfer of Indirect	(\$20,514)	(\$20,514)	(\$17,232)
Other financing sources/uses	(\$87,920)	7,000	\$14,173

General Fund Revenue and Expenditures

	2008-09 Second Interim	2008-09 Estimated Actuals	2009-10 Budget
Beginning Fund balance			
Beginning fund balance	\$1,742,313	\$1,742,313	\$1,726,570
Revenue	\$7,858,120	\$7,727,520	\$7,477,260
Expenditures	\$7,890,084	\$7,743,263	\$7,526,516
Excess (deficiency) of revenues over expenditures	(\$31,964)	(\$15,743)	(\$49,256)
Ending fund balance	\$1,710,349	\$1,726,570	\$1,677,314

Multi-Year Projections

	2009-10 Budget	2010-11 Projections	2011-12 Projections
Beginning Fund Balance	\$1,726,570.15	\$1,677,313.48	\$1,354,344.96
Revenue	\$7,519,509.33	\$7,436,619.80	\$7,364,980.66
Expenditures	\$7,568,766	\$7,759,588.72	\$7,953,779.96
Net increase (decrease) in fund balance	(\$49,256.67)	(\$322,968.52)	(\$588,799.30)
Ending Fund Balance	\$1,677,314.15	\$1,354,344.96	\$765,545.66

Fund 52 – Debt Service Fund

	2008-09 Estimated Actuals	2009-10 Budget
Local Revenue	675,201	\$672,925
Expenditures	\$516,900	\$524,638
Other financing uses – Transfers out	\$526,000	\$347,115
Net Increase (Decrease) in fund balance	(\$367,699)	(\$198,828)
Ending fund balance (includes reserves with Trustee agent)	\$1,012,192.47	\$813,364.47

Fund 13 – Cafeteria Fund

	2008-09 Estimated Actuals	2009-10 Budget
Revenue		
Federal, State, Food Service Sales, Interagency Agreements	\$358,420	\$382,000
Contribution from General Fund	\$43,000	\$28,077
Total Revenues	\$401,420	\$410,077
Expenditures		
Classified Salaries	\$147,829	\$138,207
Employee benefits	\$58,498	\$50,788
Supplies	\$197,983	\$198,000
Services and Operating	\$5,500	\$5,850
Indirect Costs	\$20,479	\$17,232
Total Expenditures	\$430,289	\$410,077

Fund 25 – Capital Facilities Fund

	2008-09 Estimated Actuals	2009-10 Budget
Beginning fund balance	\$752,870.52	\$170,307.52
Revenue	\$428,245	\$218,670
Expenditures	\$1,510,813	\$551,315
Other financing sources (transfers in)	\$500,005	\$343,865
Net increase (decrease) in fund balance	(\$582,563)	\$11,220
Ending fund balance	\$170,307.52	\$181,527.52

Areas of concern

- State Budget
 - Assumptions continuously changing
 - Deficit continues to grow
 - 2009-10 mid-year reductions are expected
 - 2009-10 end-of-year reductions could occur
 - 2010-11 – 2.4% COLA planned, however may not happen
- Projections indicate deficit spending in 2008-09, 2009-10, 2010-11 and 2011-12:
 - District has sufficient reserves to meet its current year and subsequent two year obligations, however district will need to reduce the deficits to ensure sufficient reserves are available
 - To deal with current economic crisis and any new budget reductions from the State
 - For the COP payment in case new construction (homes) does not improve
- Overpayment of Charter
- Lack of mitigation fees – COP payment is an obligation of the General fund.
- Wheatland MOU - \$591,000

Budget Adoption and Certification

Based on multi-year projections and current budget assumptions request the Board adopt the budget with a *positive* certification and approve the acceptance of and use of funds subject to flexibility as authorized by SBx 3 4, Chapter 12:

	2009-10	2010-11	2011-12
Increase (decrease) in fund balance	(\$49,257)	(\$322,969)	(\$588,799)
Fund balance	\$1,677,313	\$1,354,345	\$765,546
Designated for Economic uncertainty and cash with banks	\$383,538	\$393,079	\$402,789
Available for other designations (i.e. COP, Charter overpayment, flexibility transfer, categoricals)	\$1,293,775	\$961,266	\$362,757



Any questions?