



# Plumas Lake Elementary School District

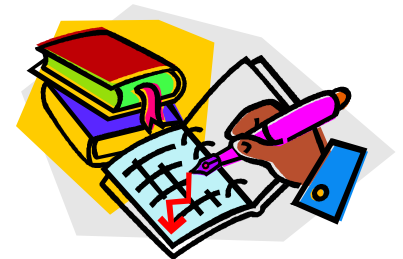
2010-11 Budget Adoption  
June 23, 2010

Presented by Ajit Kang

*Each student will reach their fullest potential as we strive for district excellence through sound leadership, effective communication, accountability, and investment in our staff.*

# Budget Adoption

- The Governing Board must adopt the budget on or before July 1 of each year and:
  - The 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 the budget with the 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

	2009-10 Estimated Actuals	2010-11	2011-12	2012-13
Statutory COLA	4.25%	-0.39%	2.10%	2.40%
Deficit Factor	18.355% \$0.81645 per \$1.00	18.355% \$0.81645 per \$1.00	18.355% \$0.81645 per \$1.00	18.355% \$0.81645 per \$1.00
Revenue Limit (RL) w/ COLA	\$6,597.35	\$6,573.35	\$6,701.61	\$6,851.28
RL w/ deficit	\$5,386.40	\$5,366.81	\$5,471.53	\$5,593.73
Loss per ADA	\$1,210.95	\$1,206.54	\$1,230.08	\$1,257.52
Other RL adjustments	-\$252.99 per ADA "one-time"	3.85% deficit applied to RL	3.85% deficit applied to RL	3.85% deficit applied to RL
State Categorical Programs	-4.46%	-0.38%	2.10%	2.40%
ARRA – State Fiscal Stabilization Funds	\$15,914	0	0	0
ARRA – Sp Ed	\$83,188	0	0	0
Federal Funds	0% Increase No longer eligible for Title I;	0% No more funding for Titles I, IV and V	0%	0%
Average Daily Attendance (ADA)	1021.86 (P2)	1021.86	1021.86	1021.86
California CPI	0.80%	2.00%	2.40%	2.70%
Lottery Base	\$111.00	\$111.00	\$111.00	\$111.00
Lottery Prop 20	\$14.50	\$14.50	\$14.50	\$14.50



# Budget Assumptions

Financial Report	2009-10 Budget Adoption	2009-10 First Interim	2009-10 Second Interim	Budget Development
Fiscal Year	2010-11	2010-11	2010-11	2010-11
COLA	0.90%	0.50%	-0.38% (\$23) per ADA	-0.39% (\$24) per ADA
Deficit Factor	17.967% \$0.82033 per \$1.00	18.355% \$0.81645 per \$1.00	18.355% \$0.81645 per \$1.00	18.355% \$0.81645 per \$1.00
Revenue Limit (RL) Deficited RL Dollar loss per ADA	\$6,652.53 \$5,457.27 (\$1,195.26)	\$6,628.35 \$5,411.72 (\$1,216.63)	\$6,574.35 \$5,367.64 (\$1,206.72)	\$6,573.35 \$5,366.81 (\$1,206.54)
Other Revenue Limit Adjustments			(\$250.00) per ADA	3.85% cut on RL approx. (\$275.75) per ADA
State Categorical Programs	0.90%	0.50%	-0.38%	-0.38%
ADA	938.35 (prior year P2)	994.38 (P1)	1013.64	1021.86
Loss in Revenue per ADA	\$1,195.26	\$1,216.63	\$1,479.72	\$1,506.29

# Budget Assumptions (continued)

- Tier III flexibility allowed through 2012-13
  - No Deferred Maintenance match required
- Routine Restricted Maintenance – Contribution *can be* decreased to one percent;
- Step and column increases included for 2010-11; Step increases for subsequent years;
- Health, Dental & Vision Benefits cap - \$10,000;
- TCSIG Payment - \$56,158 not in budget;
- Additional 2 FTE (certificated) for projected growth;
- Medi-Cal LEA Billing – health clerk funding \$15,000;
- Medi-Cal Administrative Activities (MAA) funding;
- Transportation fees;
- 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;
- 09-10 P2 vs current enrollment projections – potential increase of \$142K (note: projections do not include county ADA).

CB	Rio	RM	Total	ADA (96.28%)
284	478	320	1082	1041.7

# General Fund Revenues

- Revenue Limit Sources – largest source of funding based on per ADA
- Federal Funding
  - No Child Left Behind: Title I (carryover), II, and III;
  - Medi-cal LEA Billing Option;
  - SELPA funding
- State revenue- Second biggest source of revenue
  - Restricted funding includes:
    - Economic Impact Aid
    - Lottery Prop 20
    - Tobacco-Use Prevention Education – funding ended; carryover only;
    - Transportation: Home-to-School
    - Transportation: Special Ed (SD/OI)
    - English Language Acquisition Program
  - Unrestricted funding includes:
    - Lottery
    - Class-size reduction
    - Tier III categoricals
- Other Local Revenue
  - Interest
  - Facilities fees
  - Other local fees



# General Fund Revenues (continued)

*Education Code* Section 42605 allows complete flexibility in the use of funds appropriated in the state budget for fiscal years 2008-09 through 2012-13 for numerous programs and can be used for any educational purpose:

- Administrator Training - \$2,823
- Art and Music Block Grant - \$15,070
- California Peer Assistance & Review Program - \$5,128
- CAHSEE Intensive Instruction - \$797
- Chief Business Official Training - \$5,659
- Community Based English Tutoring- \$4,460
- Deferred Maintenance - \$33,375
- Gifted and Talented Education – \$66,235
- Instructional Materials Funding Realignment Program - \$56,813
- Math and Reading Professional Development - \$7,903
- Professional Development Block Grant - \$11,553
- School Library Improvement Block Grant - \$10,396
- School Safety and Violence Prevention - \$4,145
- Supplemental Hourly Programs - \$24,344
- Targeted Instructional Improvement - \$4,415



# General Fund Revenue and Expenditures

Beginning Fund balance	2009-10 Second Interim	2009-10 Estimated Actuals	2010-11 Budget
Beginning fund balance	\$2,477,295	\$2,477,295	\$2,232,919
Revenue	\$7,502,781	\$7,539,688	\$7,384,674
Expenditures	\$7,764,230	\$7,784,064	\$7,577,771
Excess (deficiency) of revenues over expenditures	(\$261,449)	(\$244,376)	(\$193,097)
Ending fund balance	\$2,215,846	\$2,232,919	\$2,039,822

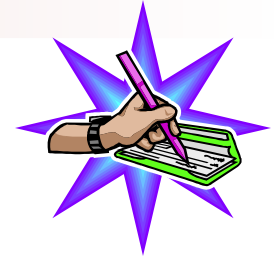




# General Fund Revenues

	2009-10 Second Interim	2009-10 Estimated Actuals	2010-11 Budget
Revenue Limit Sources	\$5,748,239	\$5,770,146	\$5,708,991
Federal Revenue	\$238,942	\$254,772	\$154,377
Other State Revenue	\$920,717	\$907,671	\$927,590
Other Local Revenue	\$552,633	\$574,497	\$561,466
Total Revenue	\$7,460,531	\$7,507,086	\$7,352,424

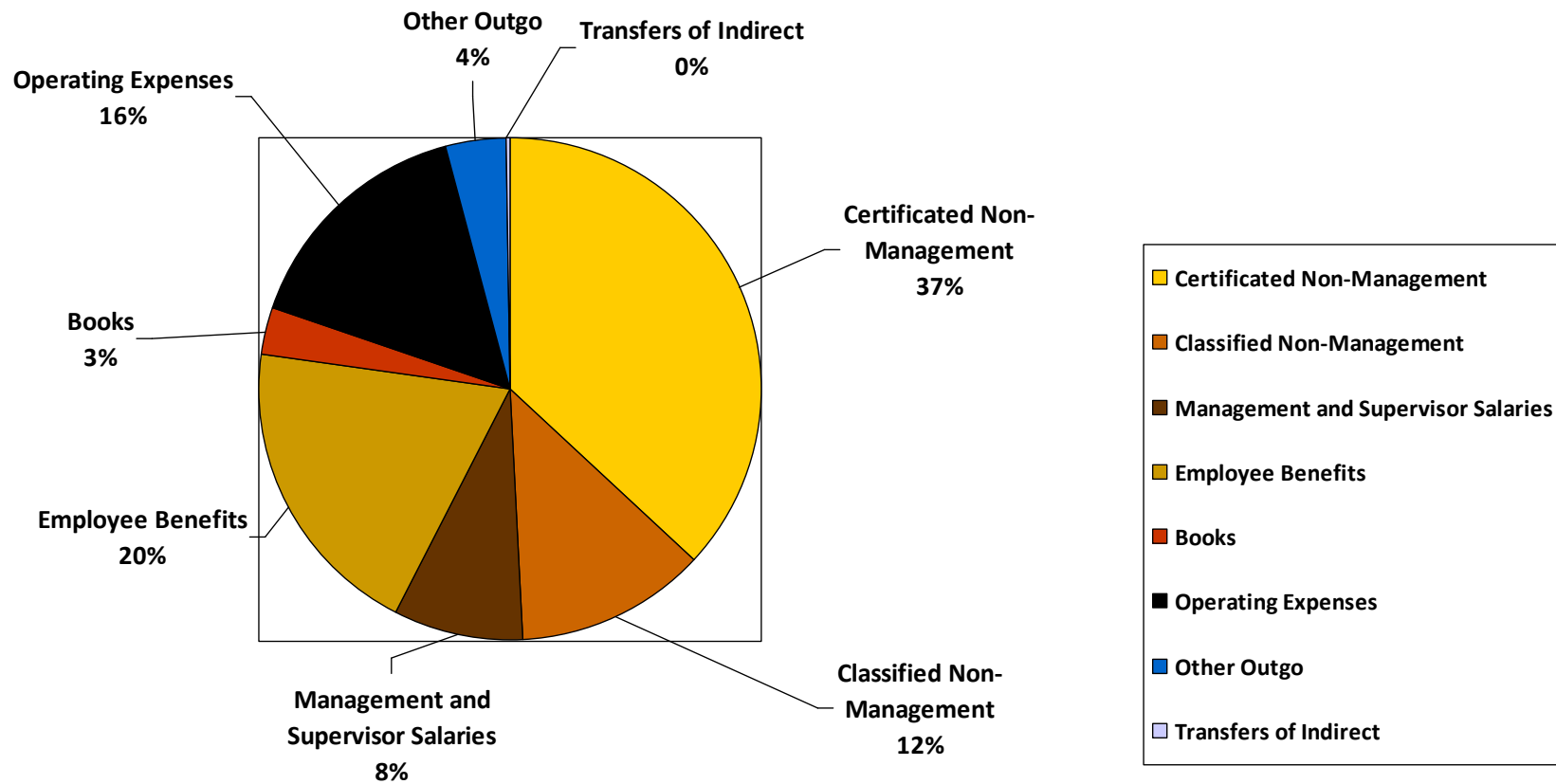
# General Fund Expenditures



	2009-10 Second Interim	2009-10 Estimated Actuals	2010-11 Budget
Certificated Salaries	\$3,199,410	\$3,203,749	\$3,306,538
Classified Salaries	\$1,208,168	\$1,205,114	\$1,079,033
Employee Benefits	\$1,567,515	\$1,526,349	\$1,504,812
Books and Supplies	\$342,598	\$392,008	\$228,049
Services & Other Op	\$1,183,547	\$1,172,779	\$1,187,822
Capital outlay	\$0	\$0	\$0
Other Outgo	\$280,911	\$302,455	\$289,820
Transfer of Indirect	(\$17,919)	(\$18,390)	(\$18,303)
Other financing sources/uses	(\$42,250)	(\$32,602)	(\$32,250)



# 2010-11 General Fund Expenditures





# Multi-Year Projections

	2010-11	2011-12	2012-13
Beginning Fund Balance	\$2,232,919	\$2,039,822	\$1,803,696
Revenue	\$7,384,674	\$7,492,530	\$7,630,102
Expenditures	\$7,577,771	\$7,728,657	\$7,885,836
Net increase (decrease) in fund balance	(\$193,097)	(\$236,127)	(\$255,735)
Ending Fund Balance	\$2,039,822	\$1,803,696	\$1,547,961



# Multi-Year Projections – Ending Fund Balance

	2010-11 Budget	2011-12 Projections	2012-13 Projections
Ending Fund Balance	\$2,039,822	\$1,803,696	\$1,547,961
Designated for Economic Uncertainty	\$377,276	\$384,820	\$392,679
COP payment	\$476,065	\$475,475	\$474,603
Charter ADA Issue	\$186,511	\$186,511	\$186,511
Restricted funding	\$74,063	\$74,064	\$74,064
TCSIG payment	\$56,158	\$56,158	\$56,158
Available for budget shortfalls	\$869,749	\$726,668	\$363,946



# Fund 13 – Cafeteria Fund

	2009-10 Second Interim	2009-10 Estimated Actuals	2010-11 Budget
Beginning Fund Balance	\$25,839	\$25,839	\$11,517
Revenue	\$400,000	\$411,964	\$424,000
Expenditures			
Classified Salaries	\$143,787	\$144,781	\$147,301
Employee Benefits	\$49,031	\$49,077	\$56,413
Food and Supplies	\$196,000	\$205,715	\$200,000
Services/Op Expenses	\$7,623	\$8,323	\$8,525
Transfer of Indirect	\$17,919	\$18,390	\$18,303
Excess (deficiency) of Revenues over expenditures	(\$14,360)	(\$14,322)	(\$6,542)
Ending Fund Balance	\$11,479	\$11,517	\$4,975



# Fund 14 – Deferred Maintenance

	2009-10 Second Interim	2009-10 Estimated Actuals	2010-11 Budget
Beginning Fund Balance	\$112,778	\$112,778	\$84,828
Revenue	\$2,000	\$2,050	\$2,000
Expenditures			
Materials and Supplies	\$10,500	\$10,500	
Services/Other Op Exp	\$19,500	\$19,500	\$30,000
Excess (deficiency) of Revenues over expenditures	(\$28,000)	(\$27,950)	(\$28,000)
Ending Fund Balance	\$84,778	\$84,828	\$56,828

# Fund 25 – Capital Facilities Fund

	2009-10 Second Interim	2009-10 Estimated Actuals	2010-11 Budget
Beginning Fund Balance	\$910,882	\$910,882	\$750,177
Revenue	\$311,359	\$310,759	\$302,962
Transfers In	\$39,851	\$39,851	\$48,326
Expenditures			
Services/Other Op Exp	\$35,000	\$32,174	\$35,000
Capital Outlay		\$2,826	
Other Outgo – debt service payment	\$476,315	\$476,315	\$476,065
Excess (deficiency) of Revenues over expenditures	(\$160,105)	(\$160,705)	(\$159,777)
Ending Fund Balance	\$750,777	\$750,177	\$590,400
Cash with fiscal agent	\$485,339	\$485,339	\$485,339



# Fund 52 – Debt Service Fund

	2009-10 Second Interim	2009-10 Estimated Actuals	2010-11 Budget
Beginning Fund Balance	\$1,059,723	\$1,059,723	\$1,160,833
Revenue	\$659,430	\$658,350	\$669,720
Expenditures			
Other Outgo – debt service payment	\$524,638	\$524,638	\$524,613
Transfers Out	\$42,250	\$32,602	\$80,576
Excess (deficiency) of Revenues over expenditures	\$92,542	\$101,110	\$64,531
Ending Fund Balance	\$1,152,265	\$1,160,833	\$1,225,364
Cash with fiscal agent	\$470,000	\$470,000	\$470,000
August debt service	\$320,000	\$320,000	\$320,000
Available for transfers	\$362,265	\$370,833	\$465,364



# Areas of concern

- State Budget
  - State budget was not passed on time;
  - Assumptions continuously changing;
  - School Services of California dartboard – COLA for 2011-12 and 2012-13 planned, however may not happen;
- Projections indicate deficit spending in 2010-11, 2011-12, 2012-13:
  - District has sufficient reserves to meet its current year and subsequent two year obligations;
- Overpayment of Charter – repayment to CDE;
- Lack of mitigation fees – COP payment is an obligation of the General fund;

# 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 *Education Code Section 42605*.





Any questions?