



Plumas Lake Elementary School District 2009-10 Unaudited Actuals

September 16, 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."

Agenda

- ⊙ Executive Summary
- ⊙ Revenues, Expenditures and Changes in Fund Balance
 - General Fund
 - Cafeteria Account
 - Deferred Maintenance
 - Capital Facilities Fund
 - Capital Project Fund
 - Debt Service Fund
- ⊙ Schedule of Long-Term Liabilities
- ⊙ Looking Ahead

Executive Summary

⊙ Unaudited Actuals

Financial data reflecting district's fiscal status at the end of the 2009-10 school year

Revenues and expenditures for the entire year as reported by the district prior to the annual audit

· Must be approved by the Governing Board by September 15

· Submitted to California Department of Education by local county office of education by October 15

Independent auditors validate the numbers and present audit report to Board in December

Executive Summary (continued)

⊙ Enrollment - 2009-10 California Basic Educational Data System (CBEDS)

K-8: 1046 (6.7% growth from prior year)

Charter: 6

Prior year (08-09) combined K-8 and Charter was 994 - increase of 58 students

⊙ Assumptions

Statutory COLA: 4.25%

Increase of \$250 per average daily attendance (based on statewide average) translates to 3.94% COLA for Plumas Lake ESD

Revenue Limit = \$6,597.36 per ADA

Deficit: 18.355% (\$0.81645 per \$1.00)

Categorical programs: (4.46%)

Executive Summary (continued)

- ⊙ Principal Apportionment (P2)
 - Average daily attendance (ADA) - used to calculate Revenue Limit
 - 2009-10 P2
 - District K-8: 1015.24
 - County Special Ed: 6.62
 - Charter: 5.25
 - Note: 2008-09 P2 K-8: 936.57
- ⊙ Deferred Maintenance State Apportionment - Tier III flexibility allows us to offset contribution to Routine Restricted Maintenance - \$19,702
- ⊙ Routine Restricted Maintenance - flexibility to decrease to one percent (approx \$38.5K savings)
- ⊙ Reserves for Economic Uncertainty - 5 percent
- ⊙ Certificates of Participation (COP)
 - Obligation of General Fund if insufficient funds available in Fund 25 for debt service payment
 - Reserve for COP debt service payment - \$476,065
- ⊙ Reserve for Charter ADA issue (pending appeal) - \$186,511

Executive Summary (continued)

- ⊙ American Recovery and Reinvestment Act (ARRA)
 - State Fiscal Stabilization Funding (SFSF) - intended to offset reductions to state general purpose and categorical funding:
 - State general purpose funding:
 - \$293,424 - K:8
 - \$3,396 - Charter
 - Categorical funding:
 - \$50,715
 - Entire entitlement \$347,535 received in 08-09 school year
 - Used for certificated teaching salaries in 09-10 - \$211,545
 - Balance (\$136K) budgeted in 2010-11 school year for certificated teaching salaries;
 - California Department of Education revised entitlements in June:
 - Additional \$10,634 funding based on P2 data
 - Categorical funding offset by \$15,914
 - Special Education funding \$163,705
 - 2008-09 school year used \$81,846 for para salaries
 - Balance (\$83,188) used in 2009-10 for para salaries

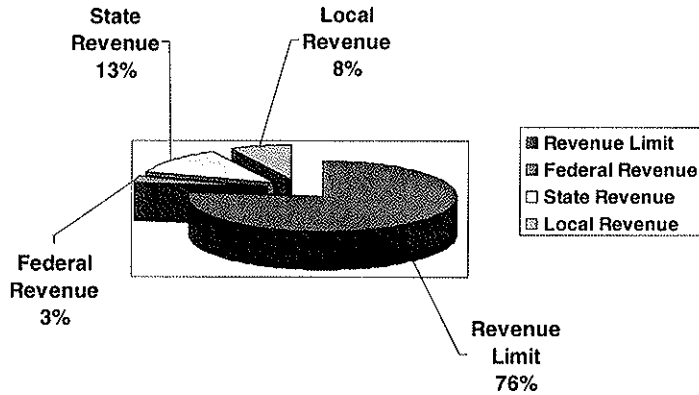
Executive Summary (continued)

- ⊙ “One-time” per ADA reduction
 - Impact on PLESD - \$246,119 in revenue loss for the 2009-10
 - Now an ongoing cut for 2010-11 and subsequent years - 3.85% of Revenue Limit

Fund 01: 2009-10 Revenue Sources

Revenue Source	Estimated Actuals Total Restricted and Unrestricted	2009-10 Unaudited Actuals			Variance
		Unrestricted	Restricted	Total Restricted and Unrestricted	
Revenue Limit Sources	\$ 5,770,146	\$ 5,842,113	\$ -	\$ 5,842,113	1.25%
Federal Sources	\$ 254,772	\$ 18,513	\$ 202,934	\$ 221,447	-13.08%
State Sources	\$ 907,671	\$ 861,049	\$ 88,468	\$ 949,517	4.61%
Other Local Revenue	\$ 574,497	\$ 66,940	\$ 509,909	\$ 576,849	.41%
Total Revenue	\$ 7,507,086	\$ 6,788,614	\$ 801,311	\$ 7,589,925	1.10%

2009-10 Revenue Sources



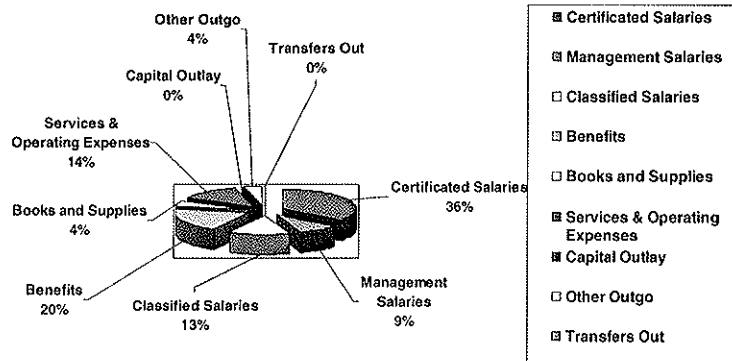
Fund 01: 2009-10 Expenditures

Object Code	2009-10 Estimated Actuals	2009-10 Unaudited Actuals			Variance
		Unrestricted	Restricted	Total Restricted and Unrestricted	
1000-Certificated Salaries	\$ 3,203,749	\$ 2,782,228	\$ 403,655	\$ 3,185,883	-0.56%
2000-Classified Salaries	\$ 1,205,114	\$ 796,836	\$ 375,322	\$ 1,172,158	-2.73%
3000-Benefits	\$ 1,526,349	\$ 1,229,920	\$ 262,976	\$ 1,492,896	-2.19%
4000-Materials and Supplies	\$ 392,008	\$ 224,931	\$ 88,414	\$ 313,345	-19.61%
5000-Services & Operating Expenditures	\$ 1,172,779	\$ 774,192	\$ 271,310	\$ 1,045,502	-11.0%
6000-Capital Outlay	\$ 0	\$ 0		\$	0%
7000-Other Outgo, Transfers of Indirect/Direct Support Costs	\$ 284,065	\$ (117,227)	\$ 399,587	\$ 282,360	-0.6%
Total Expenditures	\$ 7,784,064	\$ 5,690,879	\$ 1,801,263	\$ 7,492,142	-3.75%
Other Financing Sources/Uses	\$ 32,602	\$ (831,697)	\$ 855,658	\$ 23,961	-26.5%
Net Increase (Decrease) in Fund balance	\$ (244,376)	\$ 266,038	\$ (144,294)	\$ 121,744	
Beginning Fund Balance	\$ 2,549,853	\$ 2,125,864	\$ 423,990	\$ 2,549,853	
Audit Adjustments - clear accounts receivable	\$ (72,558)	\$ (7,208)	\$ (65,350)	\$ (72,558)	
Adjusted Beginning Fund Balance	\$ 2,477,295	\$ 2,118,656	\$ 358,640	\$ 2,477,295	
Ending Fund Balance	\$ 2,232,919	\$ 2,384,694	\$ 214,346	\$ 2,599,040	

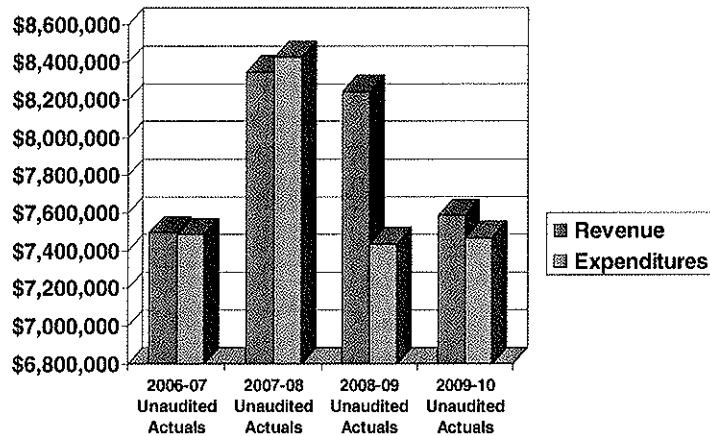
Components of Ending Balance

Revenues	\$7,589,925
Expenditures	\$7,468,181
Net Increase/Decrease	\$ 121,744
Ending Fund Balance	\$2,599,040
Reserved for Economic Uncertainty	\$ 373,409
Revolving Cash and Prepaids	\$ 14,847
COP Debt Service Payment	\$ 476,065
Charter ADA	\$ 186,511
ELA Adoption	\$ 34,634
ARRA funds	\$ 135,990
Restricted funds	\$ 78,356
Lottery Unrestricted	\$ 178,669
Available for Budget Shortfalls	\$1,120,559

Expenditures by Category



Revenue vs Expenditures



Current Expense Formula/Minimum Classroom Compensation

- ⊙ *Education Code*, Section 41372 requires elementary school districts to expend at least 60 percent of their current cost of education for classroom teachers and aides, plus associated benefits.

District is 1.22% below the minimum

Deficiency amount is \$80,581.79

- ⊙ Why are we below the minimum?
- ⊙ Options available to the District

Fund 13: Cafeteria Fund

Category	2009-10 Estimated Actuals	2009-10 Unaudited Actuals
Revenue		
Federal Revenue	\$ 241,500	\$ 250,726
State Revenue	\$ 20,000	\$ 21,726
Local Revenue	\$ 150,464	\$ 154,725
Total Revenue	\$ 411,964	\$ 427,177
Expenditures		
Classified Salaries	\$ 144,781	\$ 145,474
Benefits	\$ 49,077	\$ 48,513
Materials and supplies	\$ 205,715	\$ 204,675
Services and operating expenses	\$ 8,323	\$ 7,303
Transfer of indirect/Direct Support Costs	\$ 18,390	\$ 18,350
Interfund Transfer In		\$ 0
Total Expenditures	\$ 426,286	\$ 424,315
Net Increase/(Decrease) in Fund balance	\$ (14,322)	\$ 2,862
Beginning Fund Balance	\$ 34,842	\$ 34,842
Audit Adjustment - clear old bank account	\$ (9,003)	
Clear old bank account and accounts receivable postings		\$ (11,778)
Ending Fund Balance	\$ 11,517	\$ 25,926

Fund 14: Deferred Maintenance

Category	2009-10 Estimated Actuals	2009-10 Unaudited Actuals
Revenue		
Other State Revenue		\$ 0
Local Revenue	\$ 2,050	\$ 2,073
Total Revenue	\$ 2,050	\$ 2,073
Expenditures		
Materials and supplies	\$ 10,500	\$ 559
Services and operating expenses	\$ 19,500	\$ 1,919
Total Expenditures	\$ 30,000	\$ 2,478
Excess (deficiency) of Revenues over expenditures before other financing sources and uses	\$ (27,950)	\$ (405)
Other financing Sources/Uses	0	\$ 0
Net Increase (decrease) in Fund Balance	\$ (27,950)	\$ (405)
Beginning Fund Balance	\$112,778	\$112,778
Ending Fund Balance	\$ 84,828	\$112,374

Fund 25: Capital Facilities Fund

Category	2009-10 Estimated Actuals	2009-10 Unaudited Actuals
Revenue		
Local Revenue	\$ 310,759	\$ 310,571
Total Revenue	\$ 310,759	\$ 310,571
Expenditures		
Materials and supplies		\$
Services and operating expenses	\$ 32,174	\$ 22,939
Capital Outlay	\$ 2,826	\$ 2,826
Other outgo (debt service principal and interest)	\$ 476,315	\$ 476,315
Excess (deficiency) of Revenues over expenditures before other financing sources and uses	\$ (200,556)	\$ (191,509)
Interfund Transfers In	\$ 39,851	\$ 39,851
Net Increase (decrease) in Fund Balance	\$ (160,705)	\$ (151,658)
Beginning Fund Balance	\$ 319,882	\$ 319,882
Audit Adjustment - clear old accounts payable account	\$ 591,000	\$ 591,000
Ending Fund Balance	\$ 750,177	\$ 759,224
Cash with fiscal agent		\$ 485,346

Fund 49: Capital Project Fund for Blended Component Units

Category	2009-10 Estimated Actuals	2009-10 Unaudited Actuals
Revenue		
Local Revenue	\$ 591	\$ 451
Total Revenue	\$ 591	\$ 451
Expenditures	\$ 0	
Other outgo (debt service principal and interest)		
Excess (Deficiency) of Revenues over expenditures before other financing sources and uses	\$ 591	\$ 451
Other financing Sources/Uses		
Transfers In		\$
Transfers Out	\$ 39,851	\$ 39,851
Net Increase (Decrease) in Fund Balance	\$ (39,260)	\$ (39,400)
Beginning Fund Balance	\$ 39,502	\$ 39,502
Ending Fund Balance	\$ 242	\$ 102

Fund 52: Debt Service Fund for Blended Component Units

Category	2009-10 Estimated Actuals	2009-10 Unaudited Actuals
Revenue		
Local Revenue	\$ 658,350	\$ 693,955
Total Revenue	\$ 650,358	\$ 693,955
Expenditures		
Other outgo (debt service principal and interest)	\$ 524,638	\$ 524,638
Excess (Deficiency) of Revenues over expenditures before other financing sources and uses	\$ 133,712	\$ 169,318
Other financing sources/uses	\$ 32,602	\$ 23,961
Net Increase (decrease) in fund balance	\$ 101,110	\$ 145,357
Beginning Fund Balance	\$1,059,723	\$1,059,723
Ending Fund Balance	\$1,160,833	\$1,205,080
Cash with fiscal agent	\$ 469,600	\$ 469,707

Schedule of Long-Term Liabilities

	Unaudited balance July 1, 2009	Audit Adj	Audited Balance July 1, 2007	Increases	Decreases	Ending Balance June 30, 2010	Amounts Due Within One Year
Certificates of Participation Payable	\$ 6,945,000		\$ 6,945,000		\$ 125,000	\$ 6,820,000	\$ 476,065
Other General Long-Term Debt	\$ 8,425,000		\$ 8,425,000		\$ 115,000	\$ 8,310,000	\$ 524,638
Governmental activities long-term liabilities	\$ 15,370,000		\$ 15,370,000		\$ 240,000	\$ 15,130,000	\$ 1,000,703

Looking ahead - 2010-11

- ⊙ Still no State Budget for 2010-11
 - Budget revisions at first interim - assumptions have changed:
 - Staffing
 - Site needs
 - Outstanding prior year purchase orders
- ⊙ Still weak outlook for economy for next several years;
- ⊙ Statutory COLA:
 - Revenue Limit - (0.39%)
 - Categorical Programs - (0.38%)
- ⊙ Deficit Factor - 18.355%;
- ⊙ "One-time" per ADA reductions now ongoing - 3.85% applied to our Revenue Limit;
- ⊙ Cash deferrals continue;
- ⊙ Enrollment as of 9/14/10 - 1041:
 - Cobblestone: 275
 - Rio: 460
 - Riverside: 306
- ⊙ CBEDS last October - 1046

Looking ahead (continued)

- ⊙ KB Homes has indicated they will re-open the community October 9th and hope to start pulling permits in late November:
 - Need fees to fund COP payment;
- ⊙ Education Jobs Fund - preliminary estimate \$221,067
 - No indication of whether this will be used to backfill cuts at the State level, i.e. categorical funding;
- ⊙ Impact Aid
- ⊙ MAA increased participation - 75 out of 78 completed the first time survey in August!

QUESTIONS?