



San Leandro Unified School District

2015-16 Adopted Budget Report

Board Meeting

June 2, 2015

Presentation Items

- 2015-16 Budget Development Assumptions
- Multi-Year Projection Update
- Budget Development Cautions
- Next Steps

Board of Trustees

Diana J. Prola

Ron Carey

Vince J. Rosato

Lance James

Leo Sheridan

Evelyn Gonzalez

Monique Tate



Budget Development Assumptions

- Ed Code Sections 42127 & 52062 require District Boards to:
 - Hold a public hearing on both the annual Budget and LCAP – The Local Control Accountability Plan
 - Board meeting must be separate from board meeting to adopt the LCAP & Adopted Budget
 - Adopted budget must be submitted to local COE for review and approval by July 1st
 - June 2th Board Meeting - present LCAP & Budget
 - June 23rd Board Meeting – adopted LCAP & Budget



Budget Development Assumptions

- Projected Total Student enrollment: 8,617
 - Regular School: 8,351
 - Special Education 266
- ADA based on 95.0% attendance
- Prior Year 2014-15 P-2 ADA = 8,187.18
 - Used for Lottery, Mandated Cost Reimbursement, & LCFF Calculations
- Unduplicated Count-District 3 Year Average for SLUSD is 67.32%
 - Used for LCFF Calculation



Budget Development Assumptions

- May Revise COLA / LCFF Gap Funding %'s:
 - 2015-16 - 1.02% COLA with a 53.08% LCFF Gap Funding %
 - 2016-17 - 1.60% COLA with a 37.40% LCFF Gap Funding %
 - 2017-18 - 2.48% COLA with a 36.70% LCFF Gap Funding %
- Salary Expenditures
 - 2014-15 Bargaining Unit Salary Settlements Budgeted
 - Step & Column Increases Included each year
 - STRS Rates go up to 10.73%, 12.58%, 14.43% for budget year and next 2 fiscal years
- 3% District State required reserve balance is met
- Contributions continue for Special Education & Transportation, & RRMA - Routine Restricted Maint.



◦ 2015-16 May Revise Changes

- LCFF Funding Gap Increases

- From 32.19% up to 53.08% in 2015-16

- \$7.76 Million Increase over Prior Year 2014-15
- \$2.82 Million Increase over Prior Year 2015-16
- \$2.43 Million Increase over Prior Year 2016-17
- \$1.86 Million Increase over Prior Year 2017-18
- Less incremental funding per year as total gap closes

- Funding gap may be completed before 2020-21

- Still \$7 Million short of Target as of 2018-19, however!

- 1-Time Discretionary State Funding

- \$4,900,000 Increase for SLUSD (\$601 per ADA)

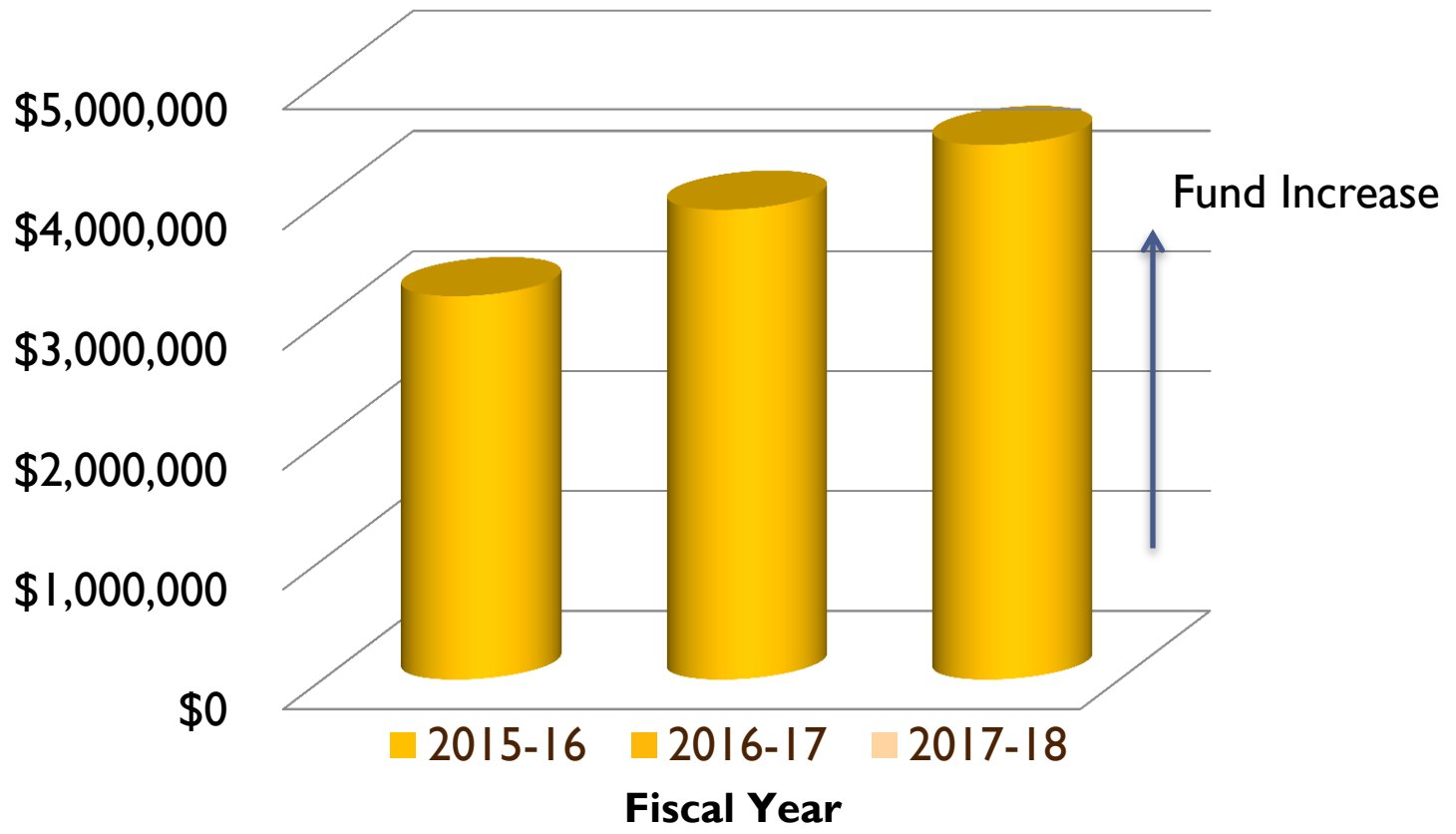


Multi-Year Projection, as of June 2, 2015

Description	2015-16	2016-17	2017-18
Total Revenues	\$74,951,179	\$74,165,219	\$76,596,162
Total Expenses includes <i>(Transfers Out)</i>	\$61,206,257	\$59,701,064	\$61,593,288
Revenues – Expense <i>(Deficit)</i>	\$13,744,922	\$14,464,155	\$15,002,874
Contributions ***	-\$10,546,895	-\$10,546,895	-\$10,546,895
Fund Balance Change <i>(Deficit)</i>	\$3,198,027	\$3,917,260	\$4,455,979
Beginning General Fund Balance	\$2,551,281	\$5,749,308	\$9,666,568
Ending General Fund Balance	\$5,749,308	\$9,666,568	\$14,122,547
Designated Balances **	\$3,263,707	\$7,215,761	\$11,618,769
3% Minimum Reserve Req. *	\$2,485,600	\$2,450,807	\$2,503,778
* = 3% of total General Fund Expenditures (Both Unrestricted & Restricted)			
** = Reserves designated for future program needs			
*** = RRMA, Special Ed, Special Ed Transp., etc.			



Net Increase (Decrease) in Fund Balance



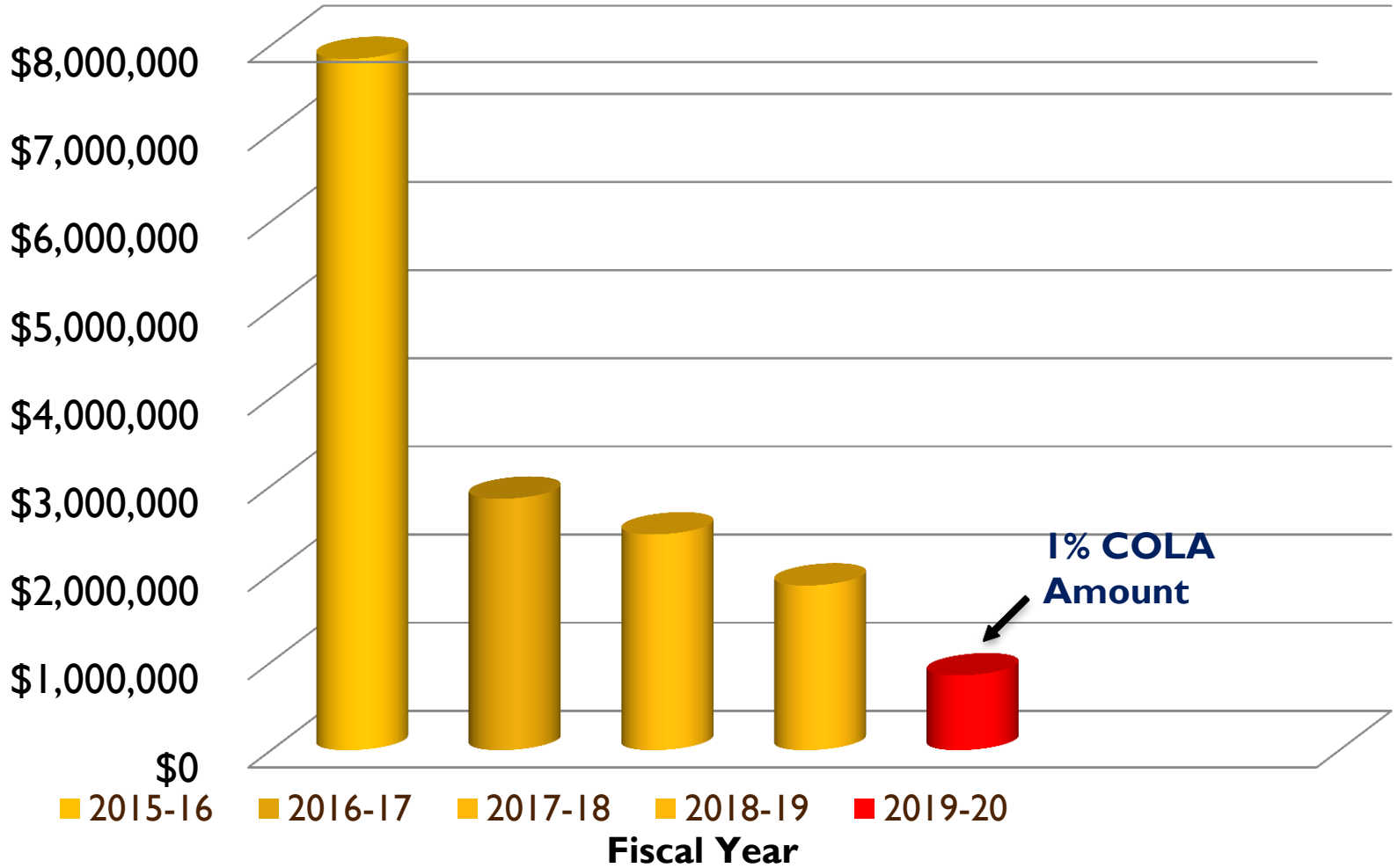


◦ Budget Development Cautions

- District Proposed Budget is based on May Revise Estimates as of May 14, 2015
 - These will be updated when State Budget is signed by State Governor – After June 15, 2015 until ???
- Fully funded 2007-08 rates do not equal 2015-16 Expenditure Rates
- LCFF Gap Funding Increases are only for 4 or 5 more years;
 - Afterward, LCFF increases are only by COLA funding plus District Enrollment/ADA Growth
 - 90% now – back to 40% before 2020-21



LCFF Funding Gap Increase per Year





◦ Budget Development Cautions

- 1-Time 2015-16 Discretionary Funds goes away in 2016-17
- STRS Employer % Rates will continue to increase by 1.85% until 2019-20
 - 25% of planned LCFF growth consumed by STRS increases at full implementation
- Proposition 30 – Temporary Taxes Expiring:
 - Sales Taxes – Year 2016
 - Higher Personal Income Taxes – Year 2018
 - \$7 to \$9 Billion inflow into State Revenues per Yr.
- Next Recession – When?



Next Steps

- 2015-16 LCAP & Adopted Budget Public Hearing
 - June 2, 2015
- 2015-16 LCAP & Adopted Budget to the Board
 - June 23, 2015
- 2015-16 LCAP & Adopted Budget to the COE
 - June 30, 2015
- 2015-16 State Prop. Budget to the Governor
 - June 15, 2015
- 2014-15 Unaudited Actuals to the Board
 - September 8, 2015