



2012-13 Unaudited Actuals

September 10, 2013

Getting to the Core



Charles E. McCully, Interim Superintendent

Stefanie P. Phillips, Ed.D., Deputy Superintendent, Operations

Tony Wold, Ed.D., Executive Director, Business Operations

Christeen Betz, Director, Accounting

Swandayani Singgih, Director, Budget

Superior Standards

Capital

Successful Students



Today's Agenda

- Unaudited Actuals
- District Reserves
- Cash Flow
- Next Steps

Getting to the Core



Superior Standards

Capital

Successful Students

2012-13 Unaudited Actuals



- **2012-13 Unaudited Actuals closed as follows:*** At 2013-14 Adopted Budget

(\$s in millions)	Estimated 2012-13 Fund Balance *	2012-13 Unaudited Actual Fund Balance	Difference
Unrestricted	\$39.7	\$39.7	\$0.0
Restricted	\$ 7.2	\$ 9.7	+\$2.5
Total	\$46.9	\$49.4	+\$2.5

- **No Unrestricted variance**
- Restricted favorable variance is primarily attributable to:
 - Spending less than what was budgeted in May/June in categorical funds
 - Many categorical programs are appropriated after the funds are spent, this requires reclassifying the income from one year to the next and can create variances from projection to actual
- Restricted Dollars will be carried over to 2013-14
 - Mental Health funds are being utilized for PBIS activities
 - Federal Categorical carryover funds supported the maintaining of K-8 Summer Programs when funding was eliminated at the last moment
 - These funds have already been spent, but are a component of the ending fund balance

Getting to the Core



Superior Standards

Capital

Successful Students

Ending Fund Balances (All Other Funds)



Fund (all \$s in 000's)	2012-13 Estimated Actuals	2012-13 Unaudited Actuals	Difference
Fund 11 – Adult Education	\$0	\$0	\$0
Fund 12 – Child Development	\$65	\$67	+\$2
Fund 13 – Cafeteria	\$17,545	\$20,371	+\$2,826
Fund 14 – Deferred Maintenance	\$0	\$30	+\$30
Fund 17 – Special Reserve	\$0	\$0	\$0
Fund 21 – Building	\$15,328	\$15,840	+\$512
Fund 25 – Capital Facilities	\$0	\$10,055	+\$10,055
Fund 35 – School Facilities	\$15,354	\$51,310	+\$35,956
Fund 40 – Special Reserve/Capital Outlay	\$20,221	\$33,513	+\$13,292
Fund 49 – Capital Projects (COP)	\$1,082	\$1,095	+\$13
Fund 51 – Bond Interest & Redemption	\$15,473	\$16,855	+\$1,382
Fund 56 – Debt Service	\$8,158	\$8,159	+\$1
Fund 67 – Workers' Comp/Property & Liability	\$5,798	\$7,760	+\$1,962
Health & Welfare Benefits (Fund 69)	\$2,060	\$1,987	(\$73)

Getting to the Core

Superior Standards

Capital

Successful Students

Comparing Adopted Budget to Estimated LCFF



MULTI-YEAR PROJECTIONS	2012-13 Budget	2013-14 Adopted Budget	2013-14 Estimated LCFF
GENERAL FUND REVENUE	\$277,480,432	\$289,864,524	
LCFF BASE GRANT			\$291,827,149
TIER III CATEGORICAL FUNDS (Flexible)	\$33,480,275	\$33,480,275	
TOTAL FLEXIBLE GENERAL FUND	\$310,960,707	\$323,344,799	\$291,827,149
Deficit Spending	(\$20,247,844)	(\$44,504,987)	(\$44,504,987)
LCFF "Base" or General Fund shortfall			\$31,517,650
LCFF Supplemental Grant			\$38,089,662
Restricted Categorical Funding (EIA)	\$15,957,734	\$15,958,721	
LCFF Concentration Grant			\$22,530,422
TOTAL FUNDING	\$326,918,444	\$339,303,320	\$352,447,233
SHORTFALL Cuts needed for 2014-15		(\$43,038,138)	(\$29,869,690)
Potential Cuts if LCFF NOT Flexible			(\$74,561,253)

Getting to the Core



Superior Standards

Capital

Successful Students



Declining Reserves and 2%

- The District **adopted a budget with the minimum 2% reserve** beginning in the 2013-14 school year and a significant structural deficit for 2014-15.
- The need for **ongoing budget reductions** and monitoring of spending will be required for the 2013-14 school year and beyond to **mitigate the structural deficit** and begin to work toward rebuilding a healthy reserve to mitigate any unexpected expenditures.
- A 2% reserve means that any new expenditure that was not planned on in the budget will require an immediate reduction in spending in a planned area of the budget in the current year.

Getting to the Core



Superior Standards

Capital

Successful Students

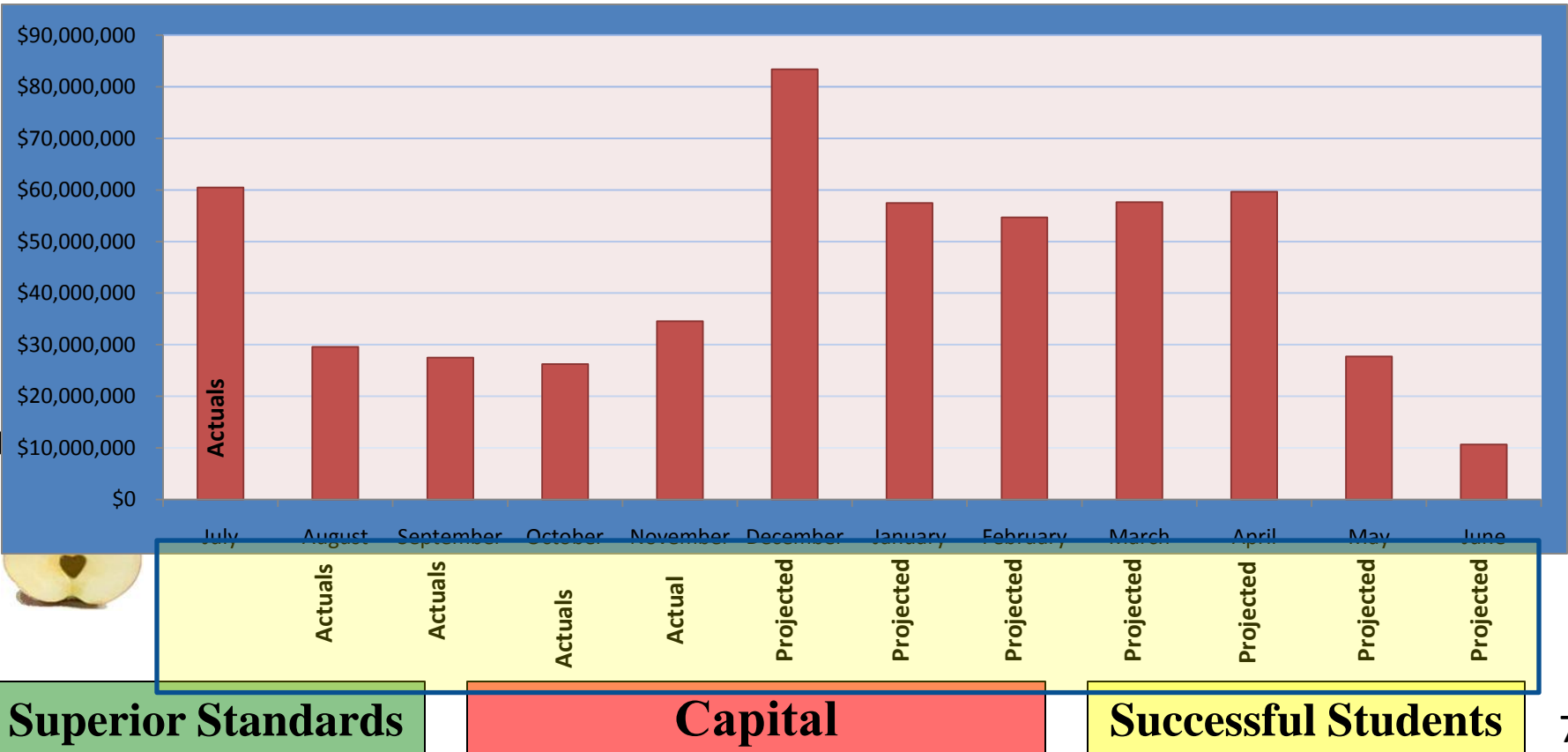
2013-14 Cash Flow As of August 2013



Cash Ending Balance for June 2014 is projected to be \$10.7 million positive.
The projection is based on the following:

- Adopted 2013-14 Budget Revenue Estimates
- Reductions to scheduled State Deferrals

Getting to the Core



Superior Standards

Capital

Successful Students

Questions?



DISCUSSION

Getting to the Core



Superior Standards

Capital

Successful Students