



2018-19 SAUSD SECOND INTERIM REPORT

MARCH 12, 2019

Manoj Roychowdhury, Assistant Superintendent, Business Services

Overview

How are we doing?

How do we compare?

What's in the future?



SANTA ANA UNIFIED SCHOOL DISTRICT - CLASSROOM . COMMUNITY . CONNECTEDNESS



Overview

3

- × Approval of Second Interim
- × Our Vision and Budget
- × Our Financial Positions
- × Comparability
- × Fiscal Outlook

SANTA ANA UNIFIED SCHOOL DISTRICT - CLASSROOM . COMMUNITY . CONNECTEDNESS



Second Interim Action

4

- × **Education Code 42131 requires the Interim Report and Certification of Financial Condition approved by the Governing Board of the School District**
- × **Staff recommends “Positive Certification” which certifies that based upon the current projections Santa Ana Unified School District will meet its financial obligations for the current fiscal year and subsequent two fiscal years (*with out-year adjustments*)**

Our Vision and Budget

5

- × **Work collaboratively and comprehensively with staff, parents, and the community to strengthen a learning environment focused on raising the achievement of all students and preparing them for success in college and career**
- × **Maintain district stability, solvency, and local control**

SANTA ANA UNIFIED SCHOOL DISTRICT - CLASSROOM . COMMUNITY . CONNECTEDNESS



Our Financial Positions – Revenue Components GF



\$ in Millions

LCFF Sources	\$	521.45
Federal Revenue	\$	53.09
Other State Revenue	\$	93.51
Other Local Revenue	\$	14.94
Total Revenues	\$	682.99

LCFF Sources
76.35%

Federal Revenues
7.77%

Other State Revenue
13.69%

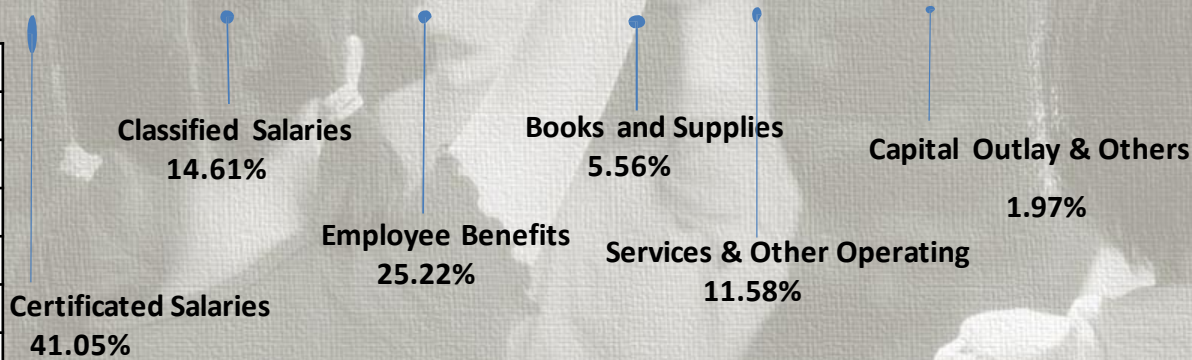
Other Local Revenues
2.19%

Our Financial Positions – Expenditure Components GF



\$ in Millions

Certificated Salaries	\$	278.91
Classified Salaries	\$	99.30
Employee Benefits	\$	171.36
Books and Supplies	\$	37.78
Services and Other Operating	\$	78.70
Capital Outlay	\$	9.93
Other Outgo	\$	6.26
Direct Support/Indirect Cost	\$	(2.79)
Expenditures	\$	679.45



Interfund Transfers Out \$ **5.10**

Our Financial Positions – General Fund (GF) Changes

8

General Fund <i>Combined</i>	First Interim	Second Interim	Variance
Total Revenue	\$683.05 M	\$682.99 M	\$(0.06) M
Total Expenditures & Transfers	\$690.80 M	\$684.55 M	\$6.25 M
Net Increase / Decrease	\$(7.75) M	\$(1.56) M	\$6.19 M
Beginning Fund Balance	\$105.95 M	\$105.95 M	-
Ending Fund Balance	\$98.20 M	\$104.39 M	\$6.19 M

Our Financial Positions – \$ Variances

9

General Fund Components	Variance	Clarifications
LCFF Revenue	-	No Change
Federal Revenue	+1.29 M	MAA Backcasting, Title I Increase, Title III carry-over
State Revenue	-2.12 M	STRS on behalf decrease
Local Revenue	+0.77 M	Interest Income
Certificated Salaries, Classified Salaries and Benefits	+10.43 M	Salaries (teachers, extra duty, vacant positions) and Benefits adjustments
Books & Supplies	-2.31 M	FPM adjustments (Title 1)
Services	-2.30 M	Dashboard Support, OCDE SOS Services, Legal Fees
Capital Outlay	\$0.42 M	Prop 39 projects

Our Financial Positions – Other Funds

(\$ in Millions)

10

Fund	Fund Description	Beginning Fund Balance [^]	Revenues*	Expenditures**	Ending Fund Balance
9	Charter Schools Special Revenue Fund (ALA)	\$ 1.07	\$ 4.51	\$ 3.97	\$ 1.61
12	Child Development Fund	\$ 0.46	\$ 8.68	\$ 8.68	\$ 0.46
13	Cafeteria Fund	\$ 21.00	\$ 41.05	\$ 44.28	\$ 17.77
14	Deferred Maintenance Fund	\$ 5.10	\$ 7.40	\$ 10.96	\$ 1.54
20	Special Reserve for Postemployment Benefits	\$ 0.31	\$ 0.01	\$ -	\$ 0.32
21	Building Fund	\$ 0.00	\$ 0.55	\$ 0.54	\$ 0.01
25	Capital Facilities Fund	\$ 24.17	\$ 9.40	\$ 23.50	\$ 10.07
35	County School Facilities Fund	\$ 29.79	\$ 0.55	\$ 3.72	\$ 26.62
40	Special Reserve Fund for Capital Outlay	\$ 12.53	\$ 11.46	\$ 19.81	\$ 4.18
49	Capital Project Fund for Blended Component Units	\$ 0.65	\$ 0.01	\$ 0.13	\$ 0.53
51	Bond Interest & Redemption Fund	\$ 24.61	\$ 20.01	\$ 20.34	\$ 24.28
56	Debt Service Fund	\$ 4.17	\$ 7.57	\$ 7.43	\$ 4.31
67	Self-Insurance Fund	\$ 24.09	\$ 23.82	\$ 25.16	\$ 22.75
71	Retiree Benefit Fund	\$ 50.01	\$ 0.01	\$ -	\$ 50.02

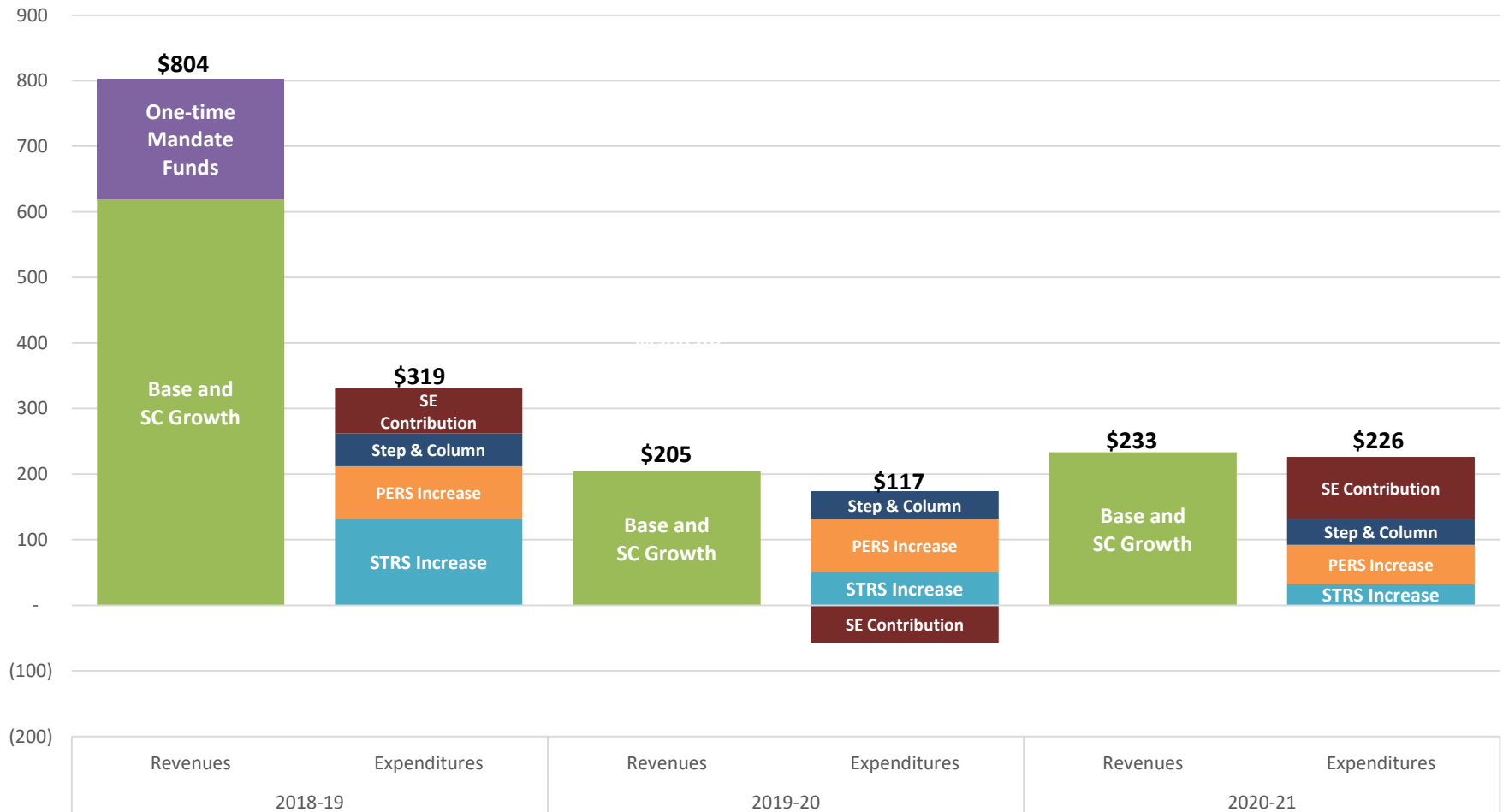
[^]includes Audit adjustments

*include Transfers In and Other Sources

**include Transfers Out and Other Uses

Fiscal Outlook

Growth in Revenues and Expenditures per ADA



Fiscal Outlook - Assumptions



12

Assumptions	2018-19	2019-20	2020-21
Gap Funding	100.00%		
Statutory COLA	2.71%	3.46%	2.86%
California CPI	3.58%	3.18%	3.05%
Enrollment		(1,351)	(1,351)
Unduplicated Pupil Percentage	89.44%	85.88%	84.37%
Certificated Staffing Adjustment - FTE		(45)	(45)
Certificated Step & Column		0.75%	0.75%
Classified Step		0.25%	0.25%
Statutory Benefit Increases - STRS		5.04%	5.85%
Statutory Benefit Increases - PERS		14.61%	13.04%
Health Benefit Increase		6.00%	5.56%
Books and Supplies		3.18%	3.05%
Services (Utilities, Insurance)		3.18%	3.05%
Capital Outlay		0.25%	0.25%

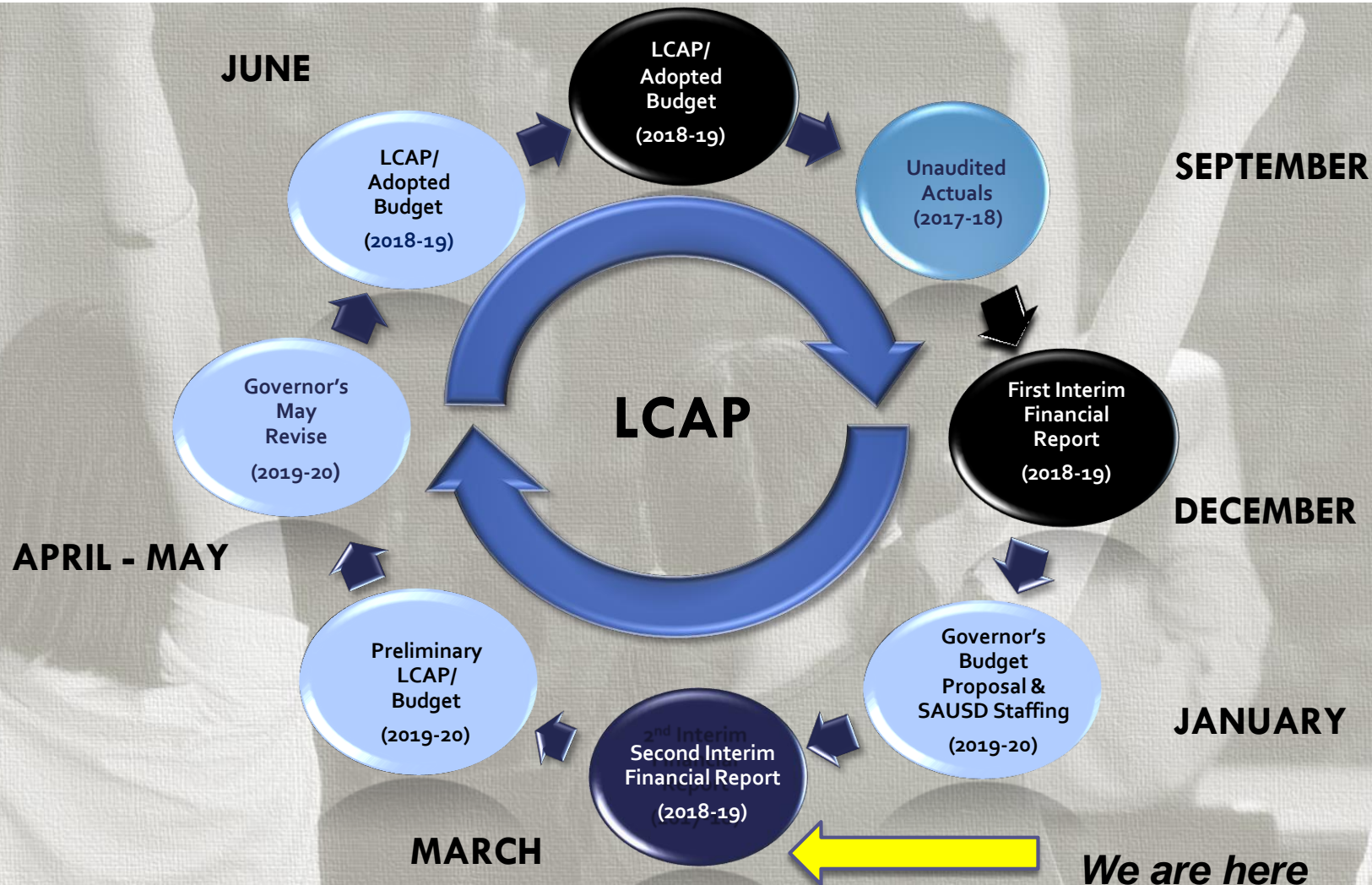
Our Financial Positions – Multi Year Projections GF

(\$ in Millions)

13

	2018 - 19	2019 - 20	2020 - 21
Total Revenues	\$ 682.99	\$ 654.30	\$ 647.59
Total Expenditures without Adjustments	\$ 679.45	\$ 678.14	\$ 672.76
Other Financing Sources/Uses	\$ 5.10	\$ 5.24	\$ 5.36
Other Adjustments (TBD)	\$ -	\$  (5.00)	\$  (15.00)
Net Increase (Decrease) in Fund Balance	\$ (1.56)	\$ (24.08)	\$ (15.53)
Beginning Fund Balance	\$ 105.94	\$ 104.38	\$ 80.30
Ending Fund Balance	\$ 104.38	\$ 80.30	\$ 64.77
Ending Fund Balance Components	2018 - 19	2019 - 20	2020 - 21
Nonspendable Revolving Cash	\$0.19	\$0.19	\$0.19
Nonspendable Stores	\$1.00	\$1.00	\$1.00
Restricted Balance	\$22.94	\$17.19	\$16.31
Reserve for Economic Uncertainties	\$13.69	\$13.57	\$13.26

Our Financial Positions - Budget Reporting Cycle



Questions



Questions?