



2014-15 FIRST INTERIM REPORT

(FINANCIAL INFORMATION AS OF OCTOBER 31, 2014)

DECEMBER 9, 2014

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Deputy Superintendent, Operations/CBO

TONIGHT'S GOALS

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- **2014-15 First Interim Report – Positive Certification**
- **Major Changes Since Budget Adoption**
- **Process/Next Steps**

MAJOR CHANGES - REVENUE

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REVENUE ADJUSTMENTS – 2014-15	\$ (in millions)
Current year LCFF funding adjustment	\$1.7 million
2015 increased unduplicated count	\$2.7 million
One-time, prior year repayment for past State claims	\$3.46 million

REVENUE ADJUSTMENTS – 2015-16	\$ (in millions)
Estimated reduction in LCFF funding projection	(\$1.5 million)
Removal of ROP revenue from OCDE	(\$2.9 million)
Removal of QEIA revenue (end of program)	(\$5.58 million)
Impact of declining enrollment in 2014–15	(\$8.1 million)

MAJOR CHANGES – ESTIMATED EXPENDITURES

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EXPENDITURE ADJUSTMENTS – 2015-16	\$ (in millions)
STRS rate increase	\$4.9 million
PERS rate increase	\$0.7 million
Routine Restricted Maintenance Account contribution	\$2.6 million
QEIA expenses and positions eliminated (end of program)	(\$5.58 million)
Special Education staffing (low-incident caseloads) increase	\$1.5 million
Anticipated costs for Affordable Care Act and AB1522 (Sick Leave)	\$2.5 million
Health and Welfare costs increase	\$3.7 million
Estimated Step and Column increase (not including attrition)	\$3.1 million

2014-15 ENDING FUND BALANCE and MULTI-YEAR PROJECTION

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- Due to LCFF state funding adjustments, the 2013-14 ending fund balance increased by approximately \$8 million (one-time)
- The Multi-Year Projection (MYP) incorporates ongoing LCFF funding
 - ▣ Current budgeted gap funding for 2015-16 is 20.68% (DOF projection)
 - ▣ Changes in funding will be verified after the Governor's January Budget Proposal

NEXT STEPS – BUDGET

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January 2015

Governor's January Budget Proposal



March 2015

LCAP Update to the Board and Second Interim Report



May 2015

LCAP Update to the Board



June 2015

LCAP and Budget

THANK YOU

