

Sierra Sands Unified School District
General Fund Unrestricted
Budget Comparison Report
2016/2017 Estimated Actuals v 2017/2018 Proposed Budget

	Objects	COLUMN A	COLUMN B	DIFFERENCE
		2017/2018	2016/2017	
		Proposed Budget	Estimated Actuals	
Projected Fund Balance				
July 1 Beginning Fund Balance		\$4,799,931	\$5,111,052	
Add: Revenues *	8000-8999	\$40,112,567	\$42,061,761	
Less: Expenditures **	1000-7999	\$40,918,955	\$42,372,883	
June 30 Ending Fund Balance		\$3,993,544	\$4,799,931	
Less: Stores, Prepaid Expenses, & Revolving Cash		\$90,000	\$90,000	
Less: 5% Reserve for Economic Uncertainties		\$2,617,434	\$2,715,181	
Ending Fund Balance as of June 30		<u>\$1,286,110</u>	<u>\$1,994,750</u>	
ADD: Revenues				<i>(Column A - Column B)</i>
Local Control Funding Formula (LCFF)	8010-8099	\$41,338,607	\$40,789,466	\$549,141 ¹
Federal Revenues	8100-8299	\$1,801,500	\$1,801,907	-\$407
Other State Revenues	8300-8599	\$693,040	\$1,814,949	-\$1,121,909 ²
Other Local Revenues	8600-8799	\$270,500	\$1,494,362	-\$1,223,862 ³
Total Revenues		<u>\$44,103,647</u> a	<u>\$45,900,684</u>	<u>-\$1,797,037</u>
LESS: Expenditures				<i>(Column B - Column A)</i>
Certificated Salaries	1000-1999	\$16,534,066	\$16,564,580	\$30,514 ⁴
Classified Salaries	2000-2999	\$5,589,667	\$5,656,054	\$66,387 ⁵
Benefits - Current Employees	3000-3999	\$9,986,169	\$9,414,690	-\$571,479 ⁶
Benefits - Retirees	370X & 390X	\$1,361,696	\$1,455,490	\$93,794 ⁶
Books and Supplies	4000-4999	\$2,273,515	\$3,631,596	\$1,358,081 ⁷
Services and Operating Expenses	5000-5999	\$4,262,195	\$3,943,328	-\$318,867 ⁸
Capital Outlay	6000-6999	\$420,000	\$393,000	-\$27,000 ⁹
Other Outgo	7100-7299 7400-7499	\$277,906	\$275,199	-\$2,707
Indirect Costs	7300-7399	-\$124,494	-\$105,456	\$19,037
Total Expenditures		<u>\$40,580,718</u> b	<u>\$41,228,480</u>	<u>\$647,760</u>
ADD: Interfund Transfers In				<i>(Column A - Column B)</i>
Transfers In - Fund 20 (09/10 OPEB)	8900-8929	\$93,301	\$136,274	-\$42,973
Total Interfund Transfers In		<u>\$93,301</u> c	<u>\$136,274</u>	<u>-\$42,973</u>
LESS: Interfund Transfers Out				<i>(Column B - Column A)</i>
Transfer Out- Fund 13 (Encroachment & Bad Debt)	7600-7629	\$338,237	\$0	-\$338,237 ¹⁰
Transfer Out- Fund 17 (Golden Handshake)	7600-7629	\$0	\$0	\$0
Transfer Out- Fund 40 (RDA Pass through Facilities Funds)	7600-7629	\$0	\$1,144,403	\$1,144,403 ¹¹
Total Interfund Transfers Out		<u>\$338,237</u> d	<u>\$1,144,403</u>	<u>\$806,166</u>
LESS: Encroachment Contributions (Reduction of Revenue from Unrestricted General Fund) ***				<i>(Column A - Column B)</i>
Resource 6500 - Special Education	8980	-\$3,863,977	-\$3,759,680	-\$104,297 ¹²
Resource 9021 - Sierra Vista Center	8980	-\$220,404	-\$215,517	-\$4,887
Total Encroachment Contributions		<u>-\$4,084,381</u> e	<u>-\$3,975,197</u>	<u>-\$109,184</u>
Net Revenue less Expenditures (a + c + e) - (b + d)		<u>-\$806,388</u>	<u>-\$311,121</u>	

* Revenues equal objects 8XXX and include total revenues, total interfund transfers in, and total encroachment contributions.

** Expenditures equal objects 1000-7999 and include total expenditures and total interfund transfers out. Indirect costs are general overhead costs paid out of the unrestricted general fund for restricted programs. Indirect costs are shown as negative because they are reimbursements to the unrestricted general fund by reducing the expense, so it is a reduction in expenses.

*** Encroachment contributions are taken from unrestricted general fund and added to the restricted general fund. They are shown as a negative because they decrease revenues.

- MINUS SIGNS before a number in the **Difference** column show either decreased revenue or increased expenses. No minus sign in the **Difference** column shows increased revenue or decreased expenses.

The information presented above is accurate to the best of our knowledge.

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- 1 P-2 ADA is 4778.13, which is 38.13 ADA higher than projected at 2nd Interim. This increase in ADA and the Governor's May Revision to the State budget proposes funding the LCFF gap at 55.03% resulted in an increase in revenue.
- 2 In 16/17 district received 1M of one-time funding associated with the states effort to reduce its mandated cost liability. In 17/15 the district does not anticipate any additional one-time mandate reimbursement funding per advice received at the 2017 May Revision of the Governors' Budget Workshop.
- 3 Decrease in other local revenue compared to the 2016/2017 year is primarily due to the receipt of RDA pass through facilities funds (1.1M). This revenue source had corresponding expenditures. The RDA funds are required to be used for facilities and have been transferred to Fund 40 Reserve for Capital Outlay/Construction (see Note #11).
- 4 Decrease in certificated salaries is primarily due to retirements.
- 5 Decrease is reflective of reduction of classified positions and retirements in 16/17.
- 6 Benefits are a function of salaries. Other increases are a result of increased annual premiums for Health and Welfare (approx. 3.3%), STRS rate increase (from 12.58% to 14.43%), and PERS rate increase (from 13.888% to 15.531%). Retiree benefit decrease indicates a reduction in retirees eligible for district coverage.
- 7 Decrease in books and supplies is primarily reflective of planned use of one-time mandated cost reimbursement (see Note #3) including textbook adoption (1.5M) in 16/17.
- 8 Increase in services and operating expenses is reflective of maintenance and transportation needs.
- 9 Increase in the capital outlay budget is reflective of planned use of budgets among other elements of expense.
- 10 Fund 13 - Cafeteria Fund has been deficit spending for several years and has depleted its reserves. In 17/18 it is anticipated that the Cafeteria Fund will encroach on the General Fund.
- 11 See Note #4. Pass through RDA funds that are not subject to LCFF offset are required to be used for facilities. These funds were transferred to Fund 40 Reserve for Capital Outlay/Construction in 2016/17
- 12 Increase in encroachment contribution reflective of increased Special Education staffing needs, as well as step/column, increased statutory benefit costs, and negotiation settlements.

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Objects	<u>COLUMN A</u> 2017/2018 <u>Proposed Budget</u>	<u>COLUMN B</u> 2016/2017 <u>Estimated Actuals</u>	<u>DIFFERENCE</u>
Projected Fund Balance			
July 1 Beginning Fund Balance	\$1,359,824	\$1,795,253	
Add: Revenues* 8000-8999	\$11,357,164	\$11,495,311	
Less: Expenditures** 1000-7999	\$11,429,723	\$11,930,740	
June 30 Ending Fund Balance	<u>\$1,287,265</u>	<u>\$1,359,824</u>	
ADD: Revenues			<i>(Column A - Column B)</i>
Federal Revenues 8100-8299	\$2,831,642	\$3,163,821	-\$332,179 ¹
Other State Revenues 8300-8599	\$4,257,388	\$4,183,493	\$73,895 ²
Other Local Revenues 8600-8799	\$183,753	\$172,800	\$10,953
Total Revenues	<u>\$7,272,783</u> ^a	<u>\$7,520,114</u>	<u>-\$247,331</u>
LESS: Expenditures			<i>(Column B - Column A)</i>
Certificated Salaries 1000-1999	\$4,077,414	\$4,151,287	\$73,873 ³
Classified Salaries 2000-2999	\$1,526,166	\$1,606,046	\$79,879 ⁴
Benefits - Current Employees 3000-3999	\$2,858,464	\$2,606,554	-\$251,911 ⁵
Books and Supplies 4000-4999	\$801,036	\$926,220	\$125,184 ⁶
Services and Operating Expenses 5000-5999	\$1,298,473	\$1,388,741	\$90,267 ⁷
Capital Outlay 6000-6999	\$469,036	\$862,785	\$393,749 ⁸
Other Outgo (Lease Rev Bond Paym) 7100-7299 7400-7499	\$294,583	\$295,783	\$1,200
Indirect Costs 7300-7399	\$104,550	\$93,325	-\$11,225 ⁹
Total Expenditures	<u>\$11,429,723</u> ^b	<u>\$11,930,740</u>	<u>\$501,017</u>
ADD: Encroachment Contributions (Reduction of Revenue from Unrestricted General Fund) ***			<i>(Column A - Column B)</i>
Resource 6500 - Special Education 8980	\$3,863,977	\$3,759,680	\$104,297 ¹⁰
Resource 9021 - Sierra Vista Center 8980	\$220,404	\$215,517	\$4,887
Total Encroachment Contributions	<u>\$4,084,381</u> ^c	<u>\$3,975,197</u>	<u>\$109,184</u>
Net Revenue less Expenditures (a + c) - b	<u>-\$72,559</u>	<u>-\$435,429</u>	

* Revenues equal objects 8XXX and include total revenues, total interfund transfers in and total encroachment contributions.

** Expenditures equal objects 1000-7999 and include total expenditures and total interfund transfers out. Indirect costs are general overhead costs paid out of the unrestricted general fund for restricted programs. Indirect costs are shown as negative because they are reimbursements to the unrestricted general fund by reducing the expense, so it is a reduction in expenses.

*** Encroachment contributions are taken from unrestricted general fund and added to the restricted general fund. They are shown as a positive because they increase revenues.

- MINUS SIGNS before a number in the **Difference** column show either decreased revenue or increased expenses. No minus sign in the **Difference** column shows increased revenue or decreased expenses.

The information presented above is accurate to the best of our knowledge.

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- 1 Decrease in federal revenue is primarily related to carryover not budgeted for until the books are closed
- 2 Increase in other state revenue is related to anticipated grant programs.
- 3 Decrease in certificated salaries is reflective of attrition due to retirements.
- 4 Decrease in classified salaries is reflective of elimination of restricted resource funded positions.
- 5 Benefits are a function of salaries. Other increases are a result of increased annual premiums for Health and Welfare (approx 3.3%), STRS rate increase (from 12.58% to 14.43%), and PERS rate increase (from 13.888% to 15.531%).
- 6 Decrease in books and supplies is primarily related to aligning budgets to better reflect expected areas of expenditures
- 7 Increase in services and operating expenses is primarily related to aligning budgets to better reflect expected areas of expenditures
- 8 Decrease in capital outlay is primarily related to aligning budgets to better reflect expected areas of expenditures
- 9 Increase in indirect cost is reflective of eligible restricted resources for attributing indirect costs.
- 10 Increase in encroachment contribution reflective of increased Special Education staffing needs, as well as step/columnm, increased statutory benefit costs, and negotiation settlements.