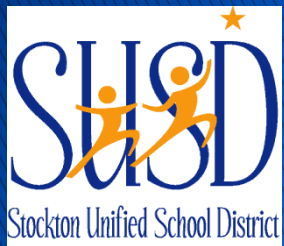


Stockton Unified School District 2013-14 Budget



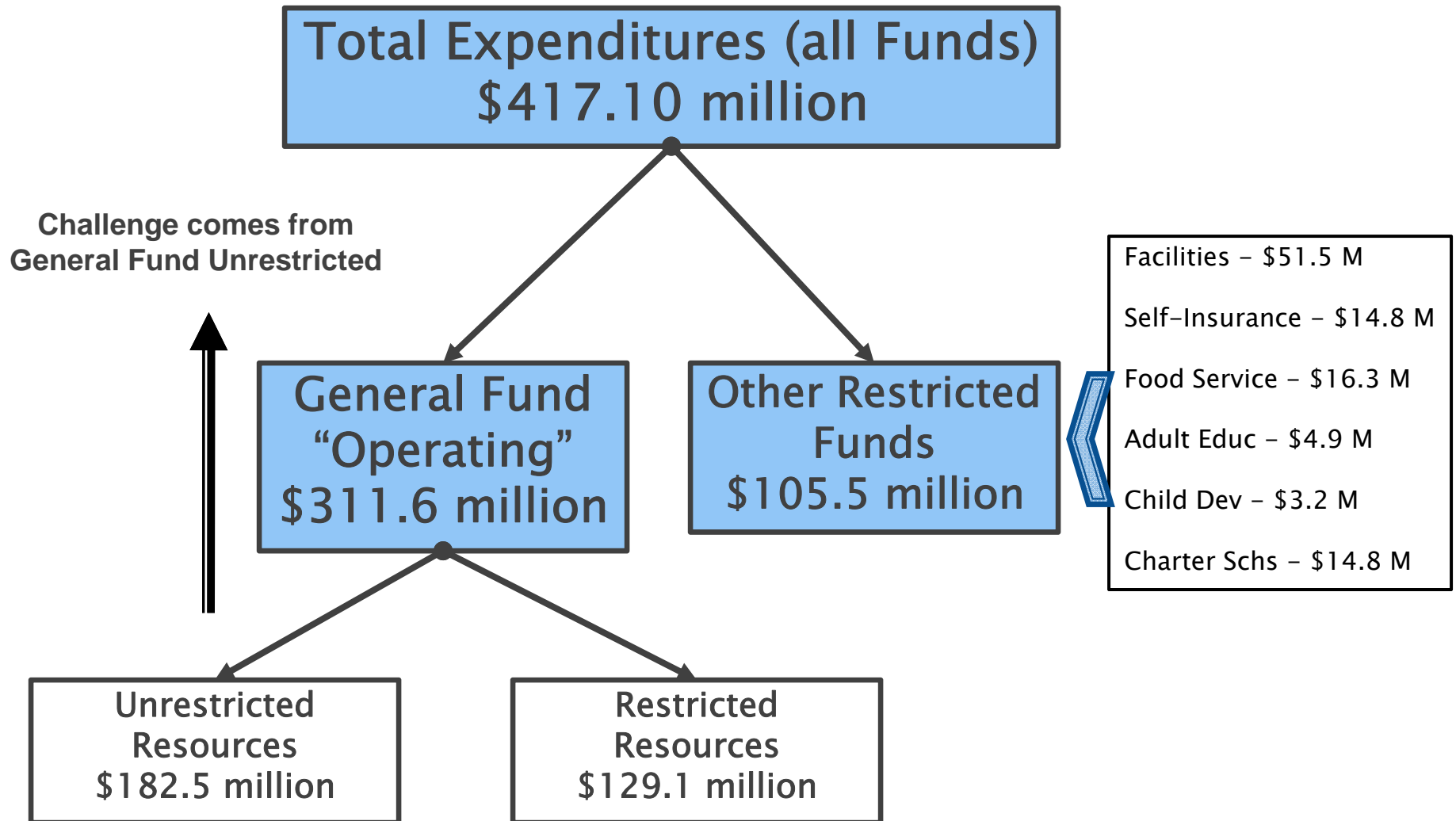
June 11, 2013



Overview

- ▶ What impact does the Governor's new funding proposal (LCFF) have on SUSD's operating budget?
- ▶ Why is it important to monitor the percentage of salaries/benefits to expenditures?
- ▶ Will the LCFF make-up for the five (5) year cumulative funding lost experienced by SUSD?
- ▶ What action will the county office take on SUSD's 2013-14 budget?

SUSD 2013-14 Budget

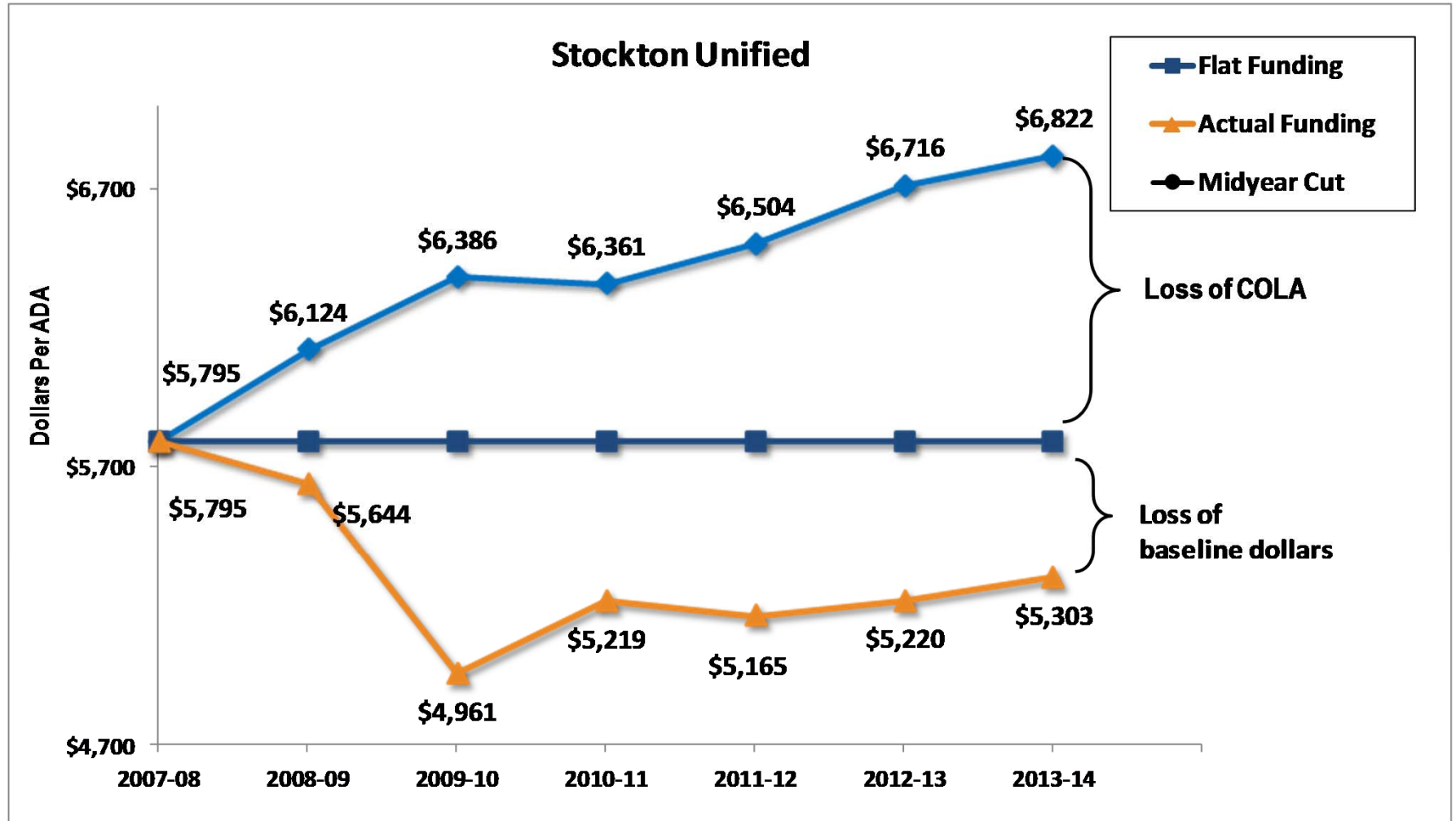


Source: Stockton Unified School District's 2013-14 Budget.
All Funds. As of 6/11/2013.

Fast Facts: 2013–14 Budget

Line	Description	Budget
A	Revenue Limit Funding per Student (After applied deficit factor of .77728)	\$5,303
B	Step/Column Movement <u>(1.7%)</u>	Certificated: \$1.8 million
C	Step/Column Movement <u>(1.3%)</u>	Classified: \$976,000
D	Ratio of Projected ADA to Enrollment	94%
E	General Fund Budget (includes both Unrestricted and Restricted)	\$311.6 million
F	Reserve for Economic Uncertainties (2% of total expenditures)	\$6.2 million
G	Percentage of unrestricted/general purpose salaries/benefits to expenditures	92.5%
H	Cost of 1% Increase/Decrease in Salaries– District wide	\$2 million

Funding Per ADA – Actual vs. Statutory Level



County Office Position

- Developing a “Common Message” focusing on uncertainty of LCFF and will direct school districts to take a conservative budgetary approach until laws are changed
- SUSD’s 2013–14 Budget is based on direction from county office which will result in a statutory COLA of 1.565% and a status quo deficit factor of .77728
- SUSD’s estimated deficit spending is higher than usual for next year and other outgoing years
- 45 Day Revision timeline in preparation for the 2013–14 First Interim Financial Report

Multi-Year Projections – Budget 2013-14 *Without* Deficit Reduction General Purpose/Unrestricted

	2013-14	2014-15	2015-16
REVENUE			
Revenue Limit (Deficit Reduction of .77728)	\$164,792,918	\$166,282,662	\$169,433,862
Other Revenue	\$36,812,916	\$35,626,461	\$36,083,908
Contributions	(\$28,927,378)	(\$29,105,439)	(\$29,192,196)
Total Revenue	\$172,678,456	\$172,803,684	\$176,325,574
EXPENDITURES			
Salaries, Benefits, Books/Supplies, Services, Capital Outlay	\$182,515,247	\$181,499,293	\$182,923,771
Total Expenditures	\$182,515,247	\$181,499,293	\$182,923,771
Net Increase/(Decrease)	(\$9,836,791)	(\$8,695,609)	(\$6,598,197)
FUND BALANCE			
Beginning Fund Balance	\$44,648,677	\$34,811,886	\$26,116,277
Ending Fund Balance	\$34,811,886	\$26,116,277	\$19,518,080
COMPONENTS OF ENDING BALANCE			
Revolving Cash & Stores	\$1,270,000	\$1,270,000	\$1,270,000
Economic Uncertainty (2%)	\$6,231,726	\$6,233,273	\$6,286,341
Redevelopment Agency Repayment	\$763,513	\$503,164	\$0
Deficit Spending (2014-15 & 2015-16)	\$15,293,806	\$6,598,197	\$0
Undesignated/Unappropriated	\$11,252,841	\$11,511,643	\$11,961,739

County Office of Education: What action do we expect on SUSD's 2013-14 Budget?

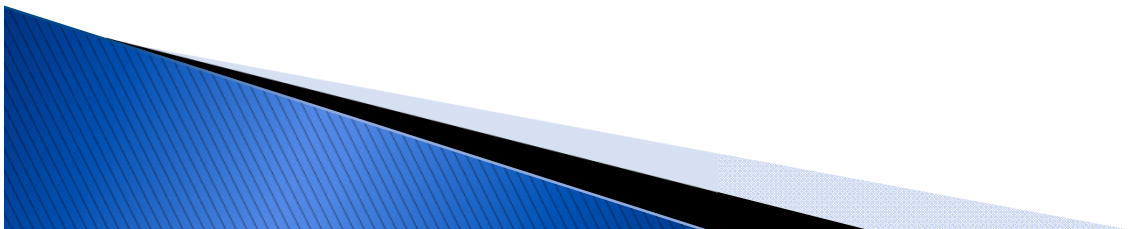
- ▶ The county office will review District Budget Assumptions: enrollment/ADA, deficit spending, fund balance, and reserves
 - Approved: Budget meets fiscal solvency criteria (SUSD)
 - Conditionally Approved: Approved, however, corrections are necessary to meet fiscal solvency criteria
 - Disapproved: The district's budget does not meet the fiscal solvency criteria

Next Steps

	Description	Timeline
A	Adoption of 2013-14 District Budget	June 11th
B	Review of District Budget by County Office of Education	After June 11
C	Approval of State Budget	On or before June 15th
D	Development of District Spending Plan for estimated LCFF dollars (based on passage of LCFF and District priorities)	June - August
E	Submission of 45 Day Budget Revisions to County Office	August
F	Open Enrollment for District offered Health Benefits - Affordable Care Act (ACA)	September - October

Questions

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Special Thanks!!!!!!!!!!!!

- ▶ Business Services Staff
 - Susanne Montoya
 - Gene Wyllie
 - Ofelia Roxas
 - Daniel Bonora

- ▶ Information Services/Print Shop
 - Robert Torres
 - Thomas Pope
 - Richard Lovitt
 - Gibran Soto

- ▶ Board
 - Board Members

- ▶ Superintendent
 - Dr. Lowder

