



2014-2015 2nd Interim Financial Report

March 2015

Budget and MYP Assumptions

- An overview of the Budget assumptions used for LCFF Gap Funding, COLA, CalSTRS and CalPERS rates

	2013-14	2014-15	2015-16	2016-17	2017-18
LCFF Gap Funding*	12.00%	29.15%	32.19%	11.00%	12.82%
COLA*	1.565%	0.85%	1.58%	2.10%	2.50%
CalSTRS Rate	8.25%	8.88%	10.73%	12.58%	14.43%
CalPERS Rate	11.442%	11.771%	12.60%	15.00%	16.60%

*As recommended by School Services of California

Unrestricted General Fund Summary

	2014-15 2 nd Interim	2015-16	2016-17
Beginning Balance	6,220,514	5,653,799	11,049,288
LCFF Revenue	74,462,206	80,674,333	83,612,162
Other Revenue	3,805,822	4,563,049	2,948,255
Contributions	<u>-8,423,068</u>	<u>-7,865,089</u>	<u>-8,150,047</u>
Total Revenues	69,844,960	78,372,293	78,410,370
Expenditures	70,411,676	72,976,804	75,288,183
Net Increase/(Decrease) to Ending Balance	(566,716)	5,395,489	3,122,187
Total Ending Balance	5,653,799	11,049,288	14,171,475
Less Reserved for One-Time Mandated Cost/Common Core*	585,589	2,200,383	2,200,383
Less Reserved for Supplemental, Concentration and CTE*		4,171,231	5,189,709
Net Ending Balance (Less Other Reserves)	5,068,209	4,677,674	6,781,383
Net Ending Balance % (Less Other Reserves)	5.47%	5.03%	7.11%

*To be determined by the LCAP Priorities

Revenue Limit vs. LCFF

Revenue Limit Funding

LCFF Funding

Unrestricted
(Negotiable)

Base Revenue Limit

Annual COLA increase was available for negotiations

Base Grant

Annual increase to base grant could be available for negotiations

Restricted
(Non-Negotiable)

Categorical Programs

Federal, State and Local Categoricals were not available for negotiations

Targeted Funds

Supplemental, Concentration & CTE funds are used to fund LCAP strategies for *Targeted Students* and are generally not available for negotiations

2015-16 LCFF Funding Summary

Restricted Set Asides For LCAP Priorities*	Amount
2014-15 One-Time Mandated Cost Carryover	\$585,589
2015-16 One-Time Mandated Cost/Common Core	\$1,614,794
Sub Total Mandated Cost/Common Core	\$2,200,383
2015-16 Supplemental, Concentration	\$3,304,338
2015-16 Grade Span / CTE Funding	\$866,893
Sub Total Supplemental/Concentration/CTE	\$4,171,213
Total	\$6,371,614

Local Control Funding Formula Base Grant Increase	Amount
Increase to LCFF Base Grant	\$3,018,368

*To be determined by the LCAP Priorities

2015-16 LCFF Additional Considerations

Statutory Increases

Statutory/Negotiated Increase for CSEA	Amount
CSEA Step Increases	\$84,620
Health & Welfare Increase	\$55,342
CalPERS Increase	\$106,765
Statutory/Negotiated Increase for PSEA	
PSEA Step Increases	\$556,277
Health & Welfare Increase	\$207,910
CalSTRS Increase	\$731,316
Statutory/Negotiated Increase for Confidential/Management	
Confidential/Management Step Increases	\$82,336
Health & Welfare Increase	\$0
CalPERS/CalSTRS Increase	\$95,277
Total	\$1,930,214

2015-16 LCFF Additional Considerations

Base Grant Spending & Cost of 1%

Local Control Funding Formula Base Grant	Amount
Increase to LCFF Base Grant	\$3,018,368
Less Statutory Increases	-\$1,930,214
Remaining LCFF Base Grant Increase	\$1,088,154

District Bargaining Unit	Cost of 1%
PSEA	\$345,305
CSEA	\$99,352
Management and Confidential	\$62,598
Total District Cost	\$507,255

Next Steps

- Positive Certification is recommended
 - Certifies that based on current projections the District will meet its financial obligations for the current and subsequent two fiscal years
- Governor's Budget – May Revision
- Continued conversations regarding budget priorities for the 2015-16 school year and beyond
 - Use of Common Core/Mandated Cost one-time dollars
 - Other priorities Identified by the LCAP process
- Negotiated compensation increases will be included once agreements are reached with the bargaining units
- 2015-2016 Budget will be presented to the Board for adoption in June
- An update on the enacted State Budget along with its' impact on the Perris Union High School District budget will be presented within 45 days of the State Enacted Budget