



Cotati-Rohnert Park USD 2014-15 First Interim Report

2014-15 First Interim General Fund Projection

	Adopted	First Interim	Difference
Total Revenue	50,095,229	52,180,387	2,085,158
Expenditures:			
Certificated Salaries	20,069,115	21,664,410	1,595,295
Classified Salaries	5,090,947	5,482,902	391,955
Health Benefits: Actives	7,794,480	7,984,160	189,680
Health Benefits: Retirees	1,044,672	1,196,356	151,684
Other Employee Benefits	4,081,535	4,111,537	30,002
Books & Supplies	937,462	1,609,800	672,338
Services & Operating Expenditures	10,111,898	9,298,919	-812,979
Other	945,813	903,313	-42,500
Net Increase (Decrease)	19,307	-71,010	-90,317
Beginning Balance	1,188,624	1,522,100	333,476
Ending Balance	1,207,931	1,451,090	243,159

Enrollment

© 2014 School Services of California, Inc.

- Official enrollment is measured on CBEDS day
 - This year October 1
- Transfer of county programs has changed the breakdown
- District to certify CBEDS December 19, 2014
- Amendment window closes February 27, 2015

	2013-14 CBEDS	2014-15 Adopted Budget	2014-15 First Interim	2014-15 CBEDS Estimate
District	5,788	5,893	5,877	5,868
County programs	95	40	41	41
Total	5,883	5,933	5,918	5,909

LCFF: 2014-15 Base Grant Entitlement Target

- Target entitlement calculation
 - Grade span per-pupil grants adjusted for COLA

Factors	K-3	4-6	7-8	9-12
2013-14 Base Grant per ADA	\$6,952	\$7,056	\$7,266	\$8,419
COLA @ .85%	\$ 60	\$ 60	\$ 62	\$ 72
2014-15 Base Grants	\$7,012	\$7,116	\$7,328	\$8,491

LCFF – K-3 CSR and CTE Adjustments

- Target entitlement calculation for 2014-15

- K-3 CSR (24 pupils maximum per-class target) and CTE adjustment

Factors	K-3	4-6	7-8	9-12
Base Grants – including COLA	\$7,012	\$7,117	\$7,328	\$8,491
Adjustment Factors	10.4% CSR	–	–	2.6% CTE
CSR, CTE Amounts	\$ 729	–	–	\$ 221
2014-15 Base Grade Span	\$7,741	\$7,117	\$7,328	\$8,712

LCFF – Calculations

Target entitlement calculation for 2014-15

- Supplemental and concentration grant add-ons are calculated based on the percentage of total enrollment that are English learners, Free and Reduced-Price Meal Program eligible students, and foster youth
- Increased from 44.92% at budget adoption

District Factors	K-3	4-6	7-8	9-12
Base Grade Span	\$7,741	\$7,117	\$7,328	\$8,712
% Enrollment Eligible (actual)	48.24%	48.24%	48.24%	48.24%
20% Supplemental	\$747	\$687	\$717	\$841
50% Concentration (above 55% eligible)	\$0	\$0	\$0	\$0

Multi-Year Projections

Factor	2014-15	2015-16	2016-17
Statutory COLA	.085%	2.19%	2.14%
LCFF Factors			
Gap Funding Percentage	2014-15	2015-16	2016-17
School Services	29.56%	7.9%	8.2%
Dept. of Finance	29.56%	20.68%	25.48%
District Projection	29.56%	15.00%	17.00%

- 2014-15 gap funding increased from 28.05% at budget adoption
- Later years decreased significantly since adoption
- Revenue range is \$1.3 million in 2015-16 and \$2.8 million in 2016-17

Multiyear Projections

- LCFF Revenue Range--Unrestricted

	2015-16	2016-17
School Services	\$42,209,503	\$43,951,979
Dept. of Finance	\$43,503,742	\$46,802,201
Difference	\$ 1,294,239	\$ 2,850,222
District Projection	\$42,928,524	\$45,511,553

Transparency Requirements

SB 858 - Created new “transparency requirements” for school district reserves

- Begins with 2015-16 adopted budget
- Budget adoption and all revisions must include “Review and Discussion” of reserves:
 - Minimum reserve for Economic Uncertainties (3% of expenditures for our district)
 - Statement of reasons for assigned & unassigned ending fund balances
- Provide for each year of the budget

Actual General Fund Ending Balance

Actual	Unrestricted	Restricted	General Fund Total	Special Reserve Fund	Total Reserves
2007-08	2,283,924	2,604,673	4,488,597	1,483,636	6,372,233
2008-09	5,192,070	1,889,532	7,081,602	0	7,081,602
2009-10	3,329,180	724,337	4,053,527	0	4,053,517
2010-11	2,382,200	571,357	2,953,557	834,246	3,787,803
2011-12	2,926,129	827,693	3,753,822	841,686	4,595,508
2012-13	1,921,187	994,668	2,915,855	847,287	3,763,142
2013-14	683,232	838,867	1,522,099	851,193	2,373,292

Projected Reserves 2014-15 Adopted Budget

	Unrestricted	Restricted	General Fund Total	Special Reserve Fund	Total Reserves	Reserve %
2012-13	1,921,187	994,668	2,915,855	847,287	3,763,142	7.90%
2013-14	683,232	838,867	1,522,099	851,193	2,373,292	4.72%
2014-15	1,012,559	438,531	1,207,931	855,187	2,063,118	3.53%
2015-16	851,157	1,385	852,542	860,200	1,706,357	3.17%
2016-17	920,762	4,197	924,959	865,000	1,780,762	3.21%

District Reserves

- Currently just over 3% in all years of multi-year projection
- Board policy calls for 4%, but need more to manage cash flow
 - Government Finance Officers Association recommends two months of expenditures, about 17%
 - Bond rating agencies compare to statewide average, 15% for unified districts
- Other multi-year needs: instructional materials, deferred maintenance, replacement of technology and vehicles
- Difficult to increase reserves while State and District are still in fiscal recovery
- Best approach is to use one-time funds
 - Funding for mandated cost backlog
 - Proceeds from sale of Keiser property

Reserve Cap?

- Voters approved Proposition 2 in November
- One provision would cap District reserves at 6%
- Many conditions must be met before cap would apply
- Recent past shows this is bad public policy
- CSBA and other groups are seeking repeal of the cap

What's Next?

- P-1 attendance due to SCOE January 5, 2015
- Governor's budget proposal for 2015-16 to be announced around January 9, 2015
- Special education revenue calculation due from SELPA in February-March
- Second Interim Report presented to Board for certification at the March meeting

A red apple with a single green leaf is positioned on top of a stack of several old, worn books. The books have yellowed pages and dark, possibly leather or cloth, covers. The entire scene is set against a dark green, textured background that resembles a chalkboard or a painted wall. The lighting is soft, highlighting the textures of the apple and the books.

School
Services
of California
INC. TM

Questions?