

# May Budget Update

## May 30, 2019

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DAVIS JOINT UNIFIED SCHOOL DISTRICT

BRUCE COLBY

CHIEF BUSINESS AND OPERATIONS OFFICER

# Budget Considerations

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DJUSD has a strong tradition of academic excellence and fiscal responsibility.

While State funding has increased, it's not enough to pay for all the services we'd like to have for our students and families at this time.

The Board and administration are committed to invest increased funding strategically and wisely towards the future of our district.

# May Budget Update LCFF



## Slightly lower than January Projection

- Local Control Funding Formula (LCFF) slight funding rate decrease (COLA)



DJUSD Projected LCFF Funding Change *	January Budget Proposal	May Budget Proposal
2019-20 Net Funding Increase per Pupil	\$314	\$297
% Increase over prior year funding	3.6%	3.4%

\* State average increase is \$322 per pupil

# May Budget Update Enrollment/ADA



## Current year ADA slightly higher than prior projection

- Funded ADA increase of 13 due to slightly better attendance rate (this mitigates 2019-20 rate decrease in LCFF calculation )

## 2019-20 enrollment change from out of boundary student increase

- Increase of 70 students from prior projection (mostly TK-3)
- Net DJUSD total enrollment increase of 14 versus a decline of 56



# May Budget Update LCFF Revenues

Net Increase from prior projection (\$'s Millions)

DJUSD Projected LCFF Funding Changes	2019-20	2020-21	2021-22
Adoption Budget Projection (May)	\$72.4	\$74.2	\$76.3
Second Interim Projection (March)	\$71.9	\$73.8	\$75.9
<i><b>Increase/(Decrease)</b></i>	<i><b>\$0.5</b></i>	<i><b>\$0.4</b></i>	<i><b>\$0.4</b></i>

# May Budget Update Pension Costs



State May Budget STRS projection better than January projection

STRS Pension Costs	2018-19	2019-20	2020-21	2021-22
May Budget Proposal	16.28%	16.70%	18.10%	17.80%
January Budget Proposal	16.28%	17.10%	18.10%	18.10%
Current Approved Budget	16.28%	18.13%	19.10%	19.10%

\$400,000 lower increase  
than prior projections on-  
going

PERS Board projection higher

PERS Pension Costs	2018-19	2019-20	2020-21	2021-22
May Budget Update	18.062%	20.733%	23.60%	24.90%
Current Approved Budget	18.062%	20.70%	23.40%	24.50%

\$80,000 higher increase  
than prior projections on-  
going

# May Budget Update Insurance Costs

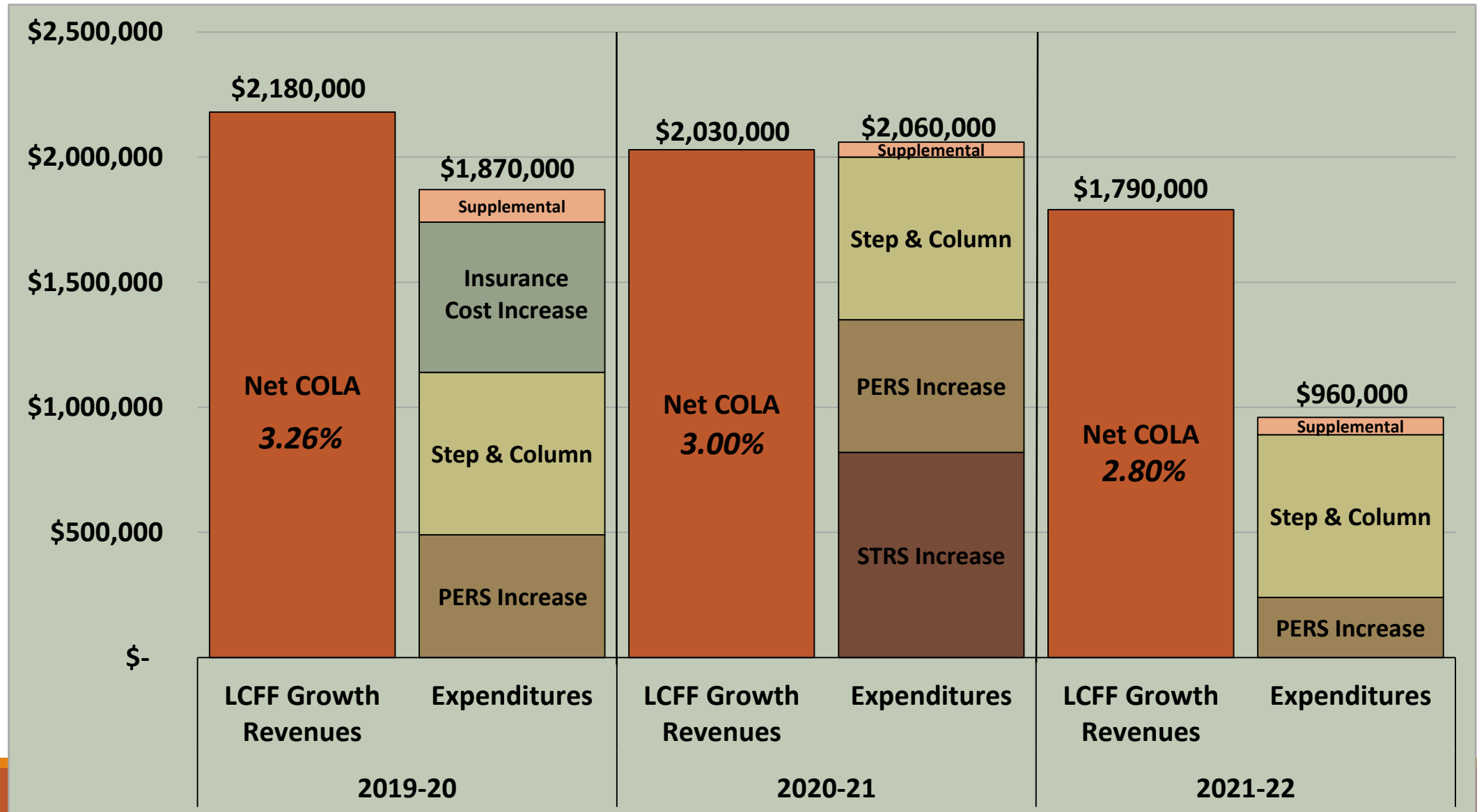
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The costs of property and liability insurance are increasing statewide next year due the financial impacts of the property losses from the state wildfires and increasing liability for large claim settlements. Insurance for DJUSD is projected to increase over next year by 75%, up \$600,000 per year.

# May Budget Update

## Projected LCFF Growth & Expenditures

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# May Budget Update Summary



## + Better / - Worse

### Revenue:

- LCFF +\$400k (on-going)
- Yolo SELPA State funding pass-through -\$200k (on-going from prior projection)
- Pensions +\$400K (net over three years)

### Expenditures:

- Insurance -\$600k (on-going)
- Utilities?
- Deficit Spending?
- Final staffing costs?

