



DAVIS JOINT UNIFIED SCHOOL DISTRICT

2015-16 UNAUDITED ACTUALS

October 6, 2016



UNAUDITED ACTUALS REPORT

- Actual Financial Report of the District
 - Final accounting of District results for receipts and expenditures as of June 30, 2016
 - Prepared using Generally Accepted Accounting Principles (GAAP)
 - Prepared according to State required guidelines
 - Prepared using State standardized accounting reporting format (SACS)
 - Official information used for State Reporting
 - Forwarded and approved by Yolo County Office of Education and the State of California



UNAUDITED ACTUALS SUMMARY

- In summary, the actuals met or exceeded the district projection for all funds
- The Total General Fund ending balance of \$11.3m is slightly better than projected by \$59k due to favorable updates in final funding allocations, local revenue and donations.
- All variances, favorable or unfavorable will be reviewed and analyzed for future budget projections



ALL FUNDS SUMMARY

| FUNDS | 2014-15 BEGINNING BALANCE | TOTAL REVENUES | TOTAL EXPENDITURES | TOTAL OTHER SOURCES/USES | NET INCREASE (DECREASE) IN FUND BALANCE | 2015-16 ENDING BALANCE |
|---|---------------------------------|-------------------|-----------------------|-----------------------------|---|------------------------------|
| GENERAL FUND | \$7,743,214 | \$86,490,653 | \$82,773,701 | (\$202,748) | \$3,514,204 | \$11,257,418 |
| CHARTER SCHOOLS FUND (Da Vinci) | 638,143 | 5,192,040 | 5,116,541 | - | 75,499 | 713,642 |
| ADULT EDUCATION FUND | 1,000 | 586,054 | 462,920 | - | 123,134 | 124,134 |
| CHILD DEVELOPMENT FUND (State Preschool) | 15,472 | 262,908 | 378,061 | 115,282 | 129 | 15,601 |
| CAFETERIA FUND (Student Nutrition) | 50,507 | 2,175,545 | 2,113,763 | 70,000 | 131,782 | 182,289 |
| CAPITAL FACILITIES FUND (Redevelopment & Developer Fees) | 1,052,947 | 811,531 | 1,315,609 | - | (504,078) | 548,869 |
| SPECIAL RESERVE FUND (CAPITAL) (Grande Land Sale/Use) | 2,474 | 51,274 | 435,192 | 5,500,000 | 5,116,082 | 5,118,556 |
| CAPITAL PROJECT FUND (BLENDED) (CFD Funded Projects) | 24,621,215 | 169,871 | 10,311,920 | 154,026 | (9,988,023) | 14,633,192 |
| <i>BOND INTEREST AND REDEMPTION FUND (GO Bond Debt Service)</i> | <i>2,397,106</i> | <i>1,813,942</i> | <i>1,634,693</i> | <i>-</i> | <i>179,249</i> | <i>2,576,355</i> |
| <i>DEBT SERVICE FUND (BLENDED) (CFD Debt Service)</i> | <i>25,295,147</i> | <i>7,961,399</i> | <i>22,010,891</i> | <i>(154,026)</i> | <i>(14,203,518)</i> | <i>11,091,629</i> |
| SELF-INSURANCE FUND | 292,576 | 3,292 | 13,507 | 17,466 | 7,251 | 299,827 |
| PRIVATE FOUNDATION TRUST FUND (Scholarship Donation Fund) | 107,699 | 21,229 | 32,906 | - | (11,677) | 96,022 |
| GRAND TOTAL ALL FUNDS | \$62,217,500 | \$105,539,738 | \$126,599,704 | \$5,500,000 | (\$15,559,966) | \$46,657,534 |

GENERAL FUND SUMMARY

| Description | <----- 2015-16 UNAUDITED ACTUALS -----> | | | <----- 2015-16 JUNE ESTIMATE-----> | | |
|---|---|--------------------|---------------------|------------------------------------|--------------------|---------------------|
| | UNRESTRICTED | RESTRICTED | TOTAL | UNRESTRICTED | RESTRICTED | TOTAL |
| REVENUES | \$74,898,811 | \$11,591,842 | \$86,490,653 | \$74,661,981 | \$11,569,197 | \$86,231,178 |
| EXPENDITURES | \$57,977,263 | \$24,796,439 | \$82,773,702 | \$57,842,862 | \$24,706,757 | \$82,549,619 |
| TOTAL OTHER SOURCES/USES | (\$14,501,921) | \$14,299,173 | (\$202,748) | (\$14,401,651) | \$14,175,397 | (\$226,254) |
| NET INCR. (DECR.) IN FUND BALANCE | \$2,419,627 | \$1,094,576 | \$3,514,203 | \$2,417,468 | \$1,037,837 | \$3,455,305 |
| BEGINNING FUND BALANCE JULY 1ST | \$6,776,850 | \$966,365 | \$7,743,215 | \$6,776,850 | \$966,365 | \$7,743,215 |
| ENDING FUND BALANCE JUNE 30TH | \$9,196,477 | \$2,060,941 | \$11,257,418 | \$9,194,318 | \$2,004,202 | \$11,198,520 |
| COMPONENTS OF ENDING BALANCE | | | | | | |
| Revolving Cash/Stores | \$47,500 | \$0 | \$47,500 | \$47,500 | \$0 | \$47,500 |
| Prepaid Expenditures | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Legally Restricted Balances | \$0 | \$2,060,941 | \$2,060,941 | \$0 | \$2,004,202 | \$2,004,202 |
| Designated for Economic Uncertainties | \$6,638,116 | \$0 | \$6,638,116 | \$6,622,070 | \$0 | \$6,622,070 |
| <u>Other Designations:</u> | | | | | | |
| Carryover/Commitments | \$309,481 | | \$309,481 | \$450,000 | | \$450,000 |
| State One-Time Discretionary (PD, Instructional Materials, Tech) | \$2,201,380 | | \$2,201,380 | \$2,074,748 | | \$2,074,748 |
| Undesignated Amount | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

CHANGES FROM PRIOR YEAR ACTUALS REPORTING

- **Minimum Uncertainty Reserve Level**
 - Implemented policy of 8% Minimum Reserve for Economic Uncertainty
 - Used \$900k of estimated positive variances from Second Interim budget to increase uncertainty reserves from 6.9% to 8%
- **Transferred BTSA consortium program to local restricted categorical**
- **Negative variances in unrestricted expenditures and general fund contributions**
 - Estimate of variable payroll (timesheet pay)
 - Utilities estimate
 - Special education contribution
- **Net positive variance in unrestricted revenues balanced out negative variances**

UNRESTRICTED GENERAL FUND

| Description | <----- 2015-16 -----> | | |
|--|-----------------------|----------------|-------------|
| | ACTUAL | JUNE ESTIMATE | VARIANCE |
| REVENUES | \$74,898,811 | \$74,661,981 | \$236,830 |
| TOTAL EXPENDITURES | \$57,977,263 | \$57,842,862 | (\$134,401) |
| OTHER FINANCING SOURCES/USES | (\$14,501,921) | (\$14,401,651) | (\$100,270) |
| NET INCR. (DECR.) IN FUND BALANCE | \$2,419,627 | \$2,417,468 | \$2,159 |
| BEGINNING FUND BALANCE JULY 1ST | \$6,776,850 | \$6,776,850 | \$0 |
| ENDING FUND BALANCE JUNE 30TH | \$9,196,477 | \$9,194,318 | \$2,159 |
| RESERVE % | 11.1% | 11.1% | |
| COMPONENTS OF ENDING BALANCE | | | |
| Revolving Cash/Stores/Prepaid | \$47,500 | \$47,500 | \$0 |
| Designated for Economic Uncertainties (8%) | \$6,638,116 | \$6,622,070 | \$16,046 |
| <u>Other Designations:</u> | | | |
| Carryover/Commitments | \$309,481 | \$450,000 | (\$140,519) |
| State One-Time Discretionary (PD, Instructional Materials, Tech) | \$2,201,380 | \$2,074,748 | \$126,632 |
| Undesignated Amount | \$0 | \$0 | \$0 |

UNRESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

| | |
|-------------------------------|---------|
| ■ Revenue | +\$237k |
| ■ Revenue Limit (ADA Funding) | -\$4k |
| ■ Other State Revenue | +\$41k |
| ■ Local Revenue | +\$200k |
| ■ Local Interest and Fees | |

UNRESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

| | |
|---|---------|
| ■ Expenditures | -\$134k |
| ■ Salaries | -\$283k |
| ■ Employee Benefits | +\$90k |
| ■ Books & Supplies | +\$264k |
| ■ Services & Operating Expenses, Capital | -\$240k |
| ■ Utilities, Professional Services Contracts, Legal | |
| ■ Other Outgo including Direct/Indirect Costs | +\$35k |

UNRESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

| | |
|--|---------|
| ■ Other Sources/Uses | -\$100k |
| ■ Contributions to Restricted Programs | -\$124k |
| ■ Final Special education transfers | |
| ■ Interfund Transfers | +\$24k |
| ■ General Fund transfers to balance other supplemental funds | |

RESTRICTED GENERAL FUND

| Description | ←----- 2015-16 -----> | | |
|-------------------------------------|-----------------------|---------------|-------------|
| | ACTUAL | JUNE ESTIMATE | VARIANCE |
| TOTAL REVENUES | \$11,591,842 | \$11,569,197 | \$22,645 |
| TOTAL EXPENDITURES | \$24,796,439 | \$24,706,757 | (\$89,682) |
| OTHER FINANCING SOURCES/USES | \$14,299,173 | \$14,175,397 | \$123,776 |
| NET INCR. (DECR.) IN FUND BALANCE | \$1,094,576 | \$1,037,837 | \$56,739 |
| BEGINNING FUND BALANCE JULY 1ST | \$966,365 | \$966,365 | \$0 |
| ENDING FUND BALANCE JUNE 30TH | \$2,060,941 | \$2,004,202 | \$56,739 |
| COMPONENTS OF ENDING BALANCE | | | |
| Legally Restricted Balances | \$2,060,941 | \$2,004,202 | \$56,739 |
| Undesignated Amount | \$0 | \$0 | \$0 |
| RESTRICTED BALANCE DETAIL | | | |
| California Energy Jobs Act | \$216,214 | \$542,859 | (\$326,645) |
| Lottery Instructional Materials | \$94,181 | \$0 | \$94,181 |
| Educator Effectiveness | \$418,794 | \$466,137 | (\$47,343) |
| Donations and Grants | \$1,331,752 | \$995,206 | \$336,546 |

RESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

| | |
|--|---------|
| ■ Revenue | +\$23k |
| ■ LCFF – Property tax transfer | +\$128k |
| ■ Categorical Funds | |
| ■ Federal Revenues | -\$150k |
| ■ Other State Revenue | +\$285k |
| ■ GASB 68 Pension Liability Adjustment | |
| ■ Other Local Revenues | -\$240k |
| ■ Local Donations/Grants/SELPA | |

RESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

| | |
|---|---------|
| ■ Expenditures | -\$90k |
| ■ Salaries | -\$135k |
| ■ Benefits | -\$594k |
| ■ GASB 68 Pension Liability Adjustment | |
| ■ Books & Supplies | +\$158k |
| ■ Carryover of site local donation accounts, restricted instructional materials | |
| ■ Services & Operating Expenses, Capital | +\$450k |
| ■ Site facility repairs & maintenance | |
| ■ Other Outgo/Indirect Costs | +\$31k |

RESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

- **Other Sources/Uses** **+\$123k**
 - **Contributions from Unrestricted** **+\$123k**
 - **Increase in unrestricted contribution needed to cover special education program costs and other program transfers**

GENERAL FUND EQUITY



- Fund Balance reserves are technically an accounting balance of Current Assets minus Current Liabilities
 - $\text{Assets} - \text{Liabilities} = \text{Equity}$
- Fiscal health is measured by the strength of the assets supporting the fund equity (Cash is King)
- On-going fiscal health is measured by a sustained level of cash reserves

GENERAL FUND EQUITY

| Description | 2015-16 ACTUAL | 2014-15 ACTUAL | DIFFERENCE |
|-----------------------------------|-------------------|-------------------|---------------|
| BEGINNING FUND BALANCE JULY 1ST | \$7,743,215 | \$9,980,716 | (\$2,237,501) |
| NET INCR. (DECR.) IN FUND BALANCE | \$3,514,203 | (\$2,237,501) | \$5,751,704 |
| ENDING FUND BALANCE JUNE 30TH | \$11,257,418 | \$7,743,215 | \$3,514,203 |
| FUND EQUITY SUMMARY | | | |
| Assets: | | | |
| Cash | \$15,293,069 | \$12,961,057 | \$2,332,012 |
| Investments | \$12,683 | \$12,683 | \$0 |
| Receivables | \$2,851,695 | \$2,811,948 | \$39,747 |
| Due from Other Funds | \$125,467 | \$1,621,072 | (\$1,495,605) |
| Other Assets | \$0 | \$2,796 | (\$2,796) |
| Total Assets | \$18,282,914 | \$17,409,556 | \$873,358 |
| Liabilities: | | | |
| Payables | \$6,851,614 | \$9,197,235 | (\$2,345,621) |
| Due to Other Funds | \$170,122 | \$469,106 | (\$298,984) |
| Deferred Revenue | \$3,760 | \$0 | \$3,760 |
| Total Liabilities | \$7,025,496 | \$9,666,341 | (\$2,640,845) |
| Total Fund Equity | \$11,257,418 | \$7,743,215 | \$3,514,203 |

GENERAL FUND

WHAT DOES IT ALL MEAN?



- We have met the minimum State reserve requirement
- We have the cash reserves as budgeted to manage deficit spending and minor budget shortfalls for the near future
 - ***Note: Dependent on renewal of Parcel Taxes in 2016***

NEXT STEPS: ACCOUNTABILITY



- ◎ Unaudited Actuals report sent to other agencies
 - Yolo County Office of Education Office for review and approval
 - State of California
- ◎ Review and assessment by external auditor according to State of California audit guide
- ◎ Audit report sent to the State for review
- ◎ Audit report submitted to DJUSD School Board

NEXT STEPS: BUDGET GOING FORWARD

- ◎ **Review Budget and Update for Known Changes (First Interim)**
 - Update changes from prior year actuals
 - Updates from Final State Budget
 - Staffing costs (position control)
 - ADA Estimate from actual enrollment
- ◎ **Review current year local goals and update budget requirements as needed**
- ◎ **Start scenario planning for next year**
 - Economic and budget outlook
 - Updated demographic study

