

Davis Joint Unified School District
First Interim Budget Summary
Fiscal Year 2016-2017



Budget Considerations

- 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 returning dollars strategically and wisely towards the future of our district.

General Fund

Budget Summary

- The District's funding is on a projected upward trend.
- The District's current "positive" budget certification is based upon:
 - Projected growth in LCFF revenue
 - Maintaining our existing level of programming and staff costs and spending down fund balance to cover budget deficits
 - The District will need to continue the plan to use projected increases in State LCFF revenue to address deficit spending levels & to meet the future needs and costs of the district for student programs including employee compensation

Budget Revision Assumptions

General Fund

2016-2017

- Final State Budget Act Assumptions
 - Local Control Funding Formula
 - Mandated Costs payment
- Projected Paid ADA of 7,679 based upon current year Projected P2
 - Actual DJUSD Enrollment of 7,986
 - Estimated funded ADA up 7 from 2016 Actuals
- Position Control – Stipends, Classroom FTE, Benefits

**DAVIS JOINT UNIFIED SCHOOL DISTRICT
GENERAL FUND UNRESTRICTED SUMMARY**

Description	<----- 2016-17 BUDGET ----->		
	BOARD APPROVED BUDGET	FIRST INTERIM BUDGET	DIFFERENCE
REVENUES	\$75,107,872	\$75,268,960	\$161,088
EXPENDITURES	\$60,464,520	\$61,873,660	(\$1,409,140)
OTHER FINANCING SOURCES/USES	(\$14,765,774)	(\$14,666,000)	\$99,774
NET INCR. (DECR.) IN FUND BALANCE	(\$122,422)	(\$1,270,700)	(\$1,148,278)
BEGINNING FUND BALANCE JULY 1ST	\$9,196,477	\$9,196,477	\$0
ENDING FUND BALANCE JUNE 30TH	\$9,074,055	\$7,925,777	(\$1,148,278)
<u>COMPONENTS OF ENDING BALANCE</u>			
Revolving Cash/Stores	\$47,500	\$47,500	\$0
Designated for Economic Uncertainties	\$6,770,095	\$7,073,414	\$303,319
<u>Other Assignments:</u>			
Carryover/Commitments	\$301,330	\$0	(\$301,330)
One-Time Discretionary (PD, Instructional Materials, Tech)	\$1,955,130	\$804,863	(\$1,150,267)
Unassigned/Unappropriated Amount	\$0	\$0	\$0

**DAVIS JOINT UNIFIED SCHOOL DISTRICT
GENERAL FUND RESTRICTED SUMMARY**

Description	←----- 2016-17 BUDGET----->		
	BOARD APPROVED BUDGET	FIRST INTERIM BUDGET	DIFFERENCE
REVENUES	\$8,498,620	\$10,512,330	\$2,013,710
EXPENDITURES	\$24,029,785	\$26,394,893	(\$2,365,108)
OTHER FINANCING SOURCES/USES	\$14,633,900	\$14,533,482	(\$100,418)
NET INCR. (DECR.) IN FUND BALANCE	(\$897,265)	(\$1,349,081)	(\$451,816)
BEGINNING FUND BALANCE JULY 1ST	\$2,060,941	\$2,060,941	\$0
ENDING FUND BALANCE JUNE 30TH	\$1,163,676	\$711,860	(\$451,816)
<u>COMPONENTS OF ENDING BALANCE</u>			
Legally Restricted Balances	\$1,490,321	\$711,860	(\$778,461)
Unassigned/Unappropriated Amount	(\$326,645)	\$0	\$326,645
<u>RESTRICTED BALANCE DETAIL</u>			
<i>Lottery Instructional Materials</i>	\$94,181	\$0	(\$94,181)
<i>Educator Effectiveness</i>	\$193,644	\$0	(\$193,644)
<i>Donations and Grants</i>	\$1,202,496	\$711,860	(\$490,636)
TOTAL LEGALLY RESTRICTED BALANCES	\$1,490,321	\$711,860	(\$778,461)

District First Interim December

- Key Assumptions (Next Year 2016-17)
 - LCFF Revenue, +\$2,600,000
 - Cost increases
 - Increased pension costs
 - Net Step and Column
 - Inflation and program costs
 - LCFF/LCAP Supplemental program spending requirements

District 2016-17 Projected LCFF Growth

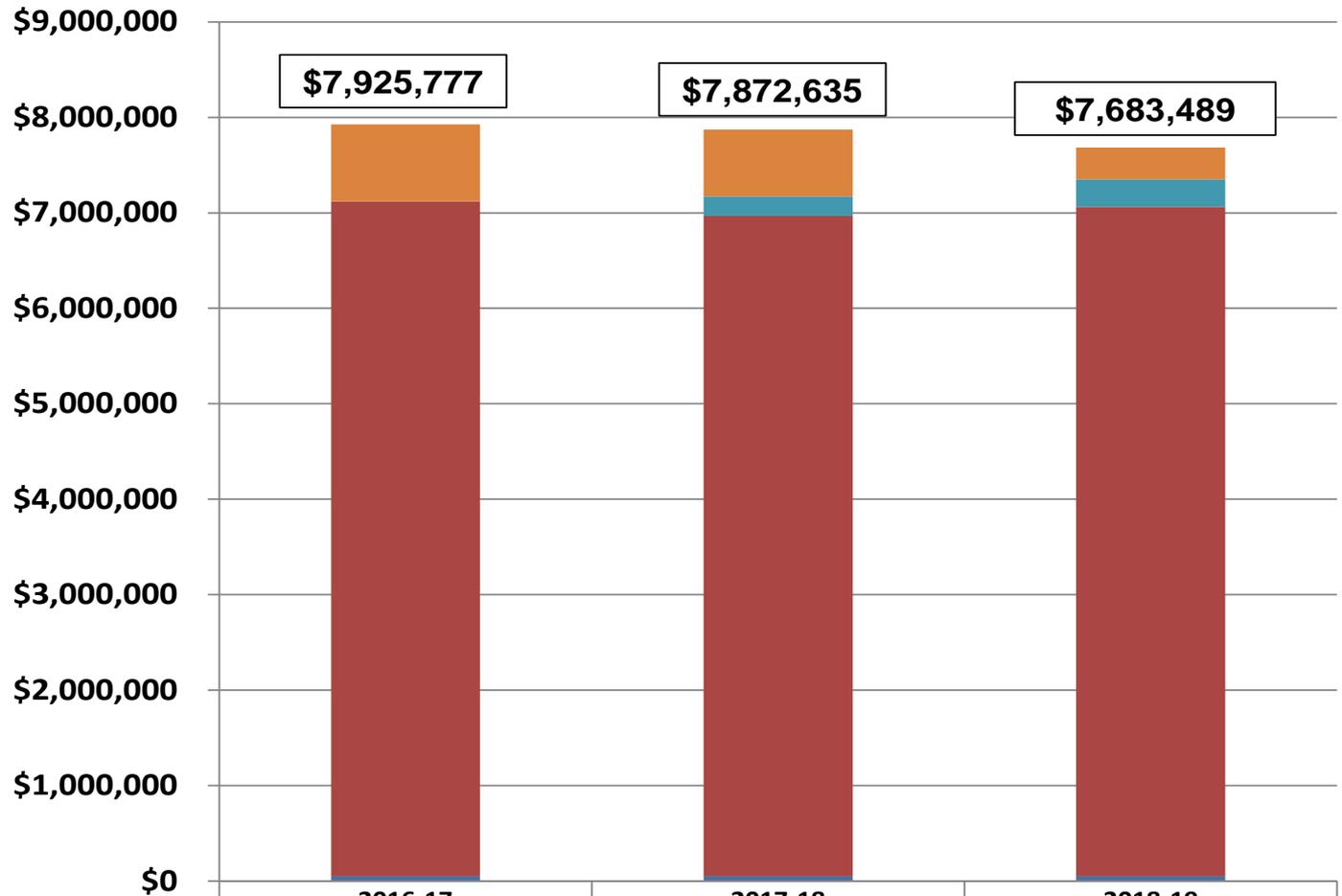
+ 2016-17 LCFF Revenue Increase:	\$2,600,000
Less expenditures increases:	
Increased pension costs:	\$1,010,000
Net step and column:	\$450,000
LCAP Supplemental Services:	\$300,000
Teacher staffing for class loading:	TBD
Deficit spending reduction:	\$840,000
Collective Bargaining:	TBD
Other program increases:	TBD
Total Projected Increases	\$2,600,000

Multiyear Projections

General Fund - Unrestricted

Description	2016-17	2017-18	2018-19
REVENUES	\$75,268,960	\$76,321,369	\$77,673,182
EXPENDITURES	\$61,873,660	\$61,524,330	\$62,827,966
OTHER FINANCING SOURCES/USES	(\$14,666,000)	(\$14,850,181)	(\$15,034,362)
NET INCR. (DECR.) IN FUND BALANCE	(\$1,270,700)	(\$53,142)	(\$189,146)
BEGINNING FUND BALANCE JULY 1ST	\$9,196,477	\$7,925,777	\$7,872,635
ENDING FUND BALANCE JUNE 30TH	\$7,925,777	\$7,872,635	\$7,683,489
<i>RESERVE %</i>	<i>9.0%</i>	<i>9.1%</i>	<i>8.8%</i>
COMPONENTS OF ENDING BALANCE			
Revolving Cash/Stores/Prepaid	\$47,500	\$47,500	\$47,500
Reserve for Economic Uncertainties	\$7,073,414	\$6,920,138	\$7,016,274
<i>Designated for Economic Uncertainties %</i>	<i>8.0%</i>	<i>8.0%</i>	<i>8.0%</i>
<u>Other Assignments:</u>			
LCFF Supplemental Grant Funding	\$0	\$203,829	\$289,206
One-Time (PD, Instructional Materials, Tech)	\$804,863	\$701,168	\$330,509
Unassigned/Unappropriated Amount	\$0	\$0	\$0
Operating Deficit - / Surplus +	(\$900,000)	(\$100,000)	(\$200,000)

First Interim Unrestricted Reserves



	2016-17	2017-18	2018-19
Unassigned/Unappropriated Amount	\$0	\$0	\$0
One-Time (PD, Instructional Materials, Tech)	\$804,863	\$701,168	\$330,509
LCFF Supplemental Grant Funding	\$0	\$203,829	\$289,206
Reserve for Economic Uncertainties	\$7,073,414	\$6,920,138	\$7,016,274
Revolving Cash/Stores/Prepaid	\$47,500	\$47,500	\$47,500

Summary Analysis



- DJUSD is highly dependent upon increases in State Funding
- Reserves as reported at First Interim are adequate at this snapshot
- DJUSD must use caution in spending down one-time reserves for on-going activities

Going Forward

- Governor's January Revise
 - State budget priorities
- Budget process Jan-May
 - Local Control Accountability Plan (LCAP)
 - Enrollment and staffing assumptions
 - Budget planning
- Second Interim update March 15th
 - January revise assumptions
 - Staffing and Enrollment projections
 - Budget allocations
- Governor's May Revise and Approved State Budget
- District Budget Adoption

Questions

