

May Budget Update

May 31, 2018

DAVIS JOINT UNIFIED SCHOOL DISTRICT

BRUCE COLBY

CHIEF BUSINESS AND OPERATIONS OFFICER

Budget Considerations

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

While State funding is increasing, it's not enough to pay for the current cost of our programs services and required State and Local expenditure increases.

The Board and administration are committed to closing our structural budget deficit and to addressing other identified challenges.



May Budget Update

Slightly better than January Projection

- Local Control Funding Formula (LCFF) funding increased



DJUSD Projected LCFF Funding Change *	January Budget Proposal	May Budget Proposal
2018-19 Net Funding Increase (with ADA adjustment)	\$3.6 Million	\$3.9 Million
<i>% Increase over prior year funding</i>	5.7%	6.0%

*** Already encumbered for 2018 Collective Bargaining Agreements**



May Budget Update

State May budget projection better than January projection

Proposed One-Time Discretionary Funds increased

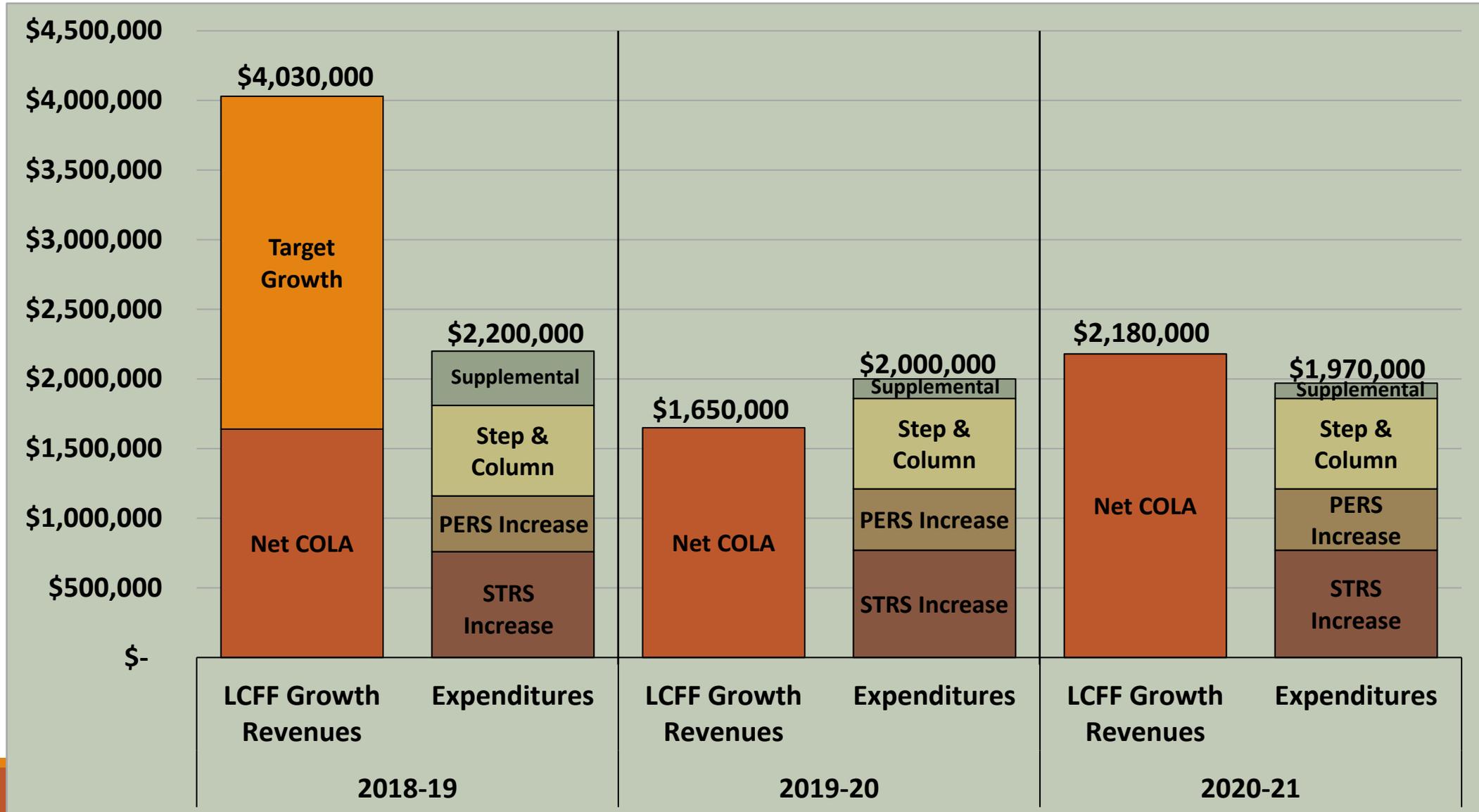
DJUSD One-Time Discretionary Funds *	January Budget Proposal	May Budget Proposal
2018-19 Proposed Funding Level	\$2.3 million	\$2.6 million
<i>Per ADA</i>	<i>\$295</i>	<i>\$344</i>

* Already encumbered for 2018 Collective Bargaining Agreements



May Budget Update

Projected LCFF Growth & Expenditures



May Budget Update

Measure H cost inflator mitigates the future cost increases for tax funded programs



- Measure H Cost Inflator (California CPI; projected at 2.6% - 3.2%)
 - Can be adjusted for inflation for 2018-19 going forward
 - Rate set in June of the preceding fiscal year
 - Increase \$250,000 - \$300,000 of revenue annually to cover staffing cost increases in required costs for parcel tax funded positions
 - Statutory benefits
 - Step and Column

Board direction needed to include as official budget assumption

