

2014-15 Unaudited Actuals 2015-16 Revised Budget

Orange Unified School District
September 10, 2015



Presentation Overview

-  **Governor's Enacted Budget for 2015-16**
-  **Budgetary Building Blocks**
-  **Historical Comparisons: Enrollment and One-Time Funds**
-  **District Contributions to CalSTRS and CalPERS**
-  **Multi-Year Projections**
-  **Next Steps**





Governor's Enacted Budget for 2015-16

- \$6 billion in additional funds towards implementation of Local Control Funding Formula
 - Base: \$15.3M
 - CSR, CTE & Supplemental: \$6.9M
- \$3.2 billion in one-time funding to offset prior year mandate reimbursement claims, approximately \$13.9M for OUSD
- No new funding to address the increased contributions to CalSTRS and CalPERS



Budgetary Building Blocks: Revenues

Local Control Funding Formula - LCFF

Annual decline in enrollment of 150

Attendance Rate: 96.3%

COLA Funding:

15-16 = 1.02% 16-17 = 1.6% 17-18 = 2.48%

GAP Percentage Funding:

15-16 = 51.52% 16-17 = 0% 17-18 = 0%

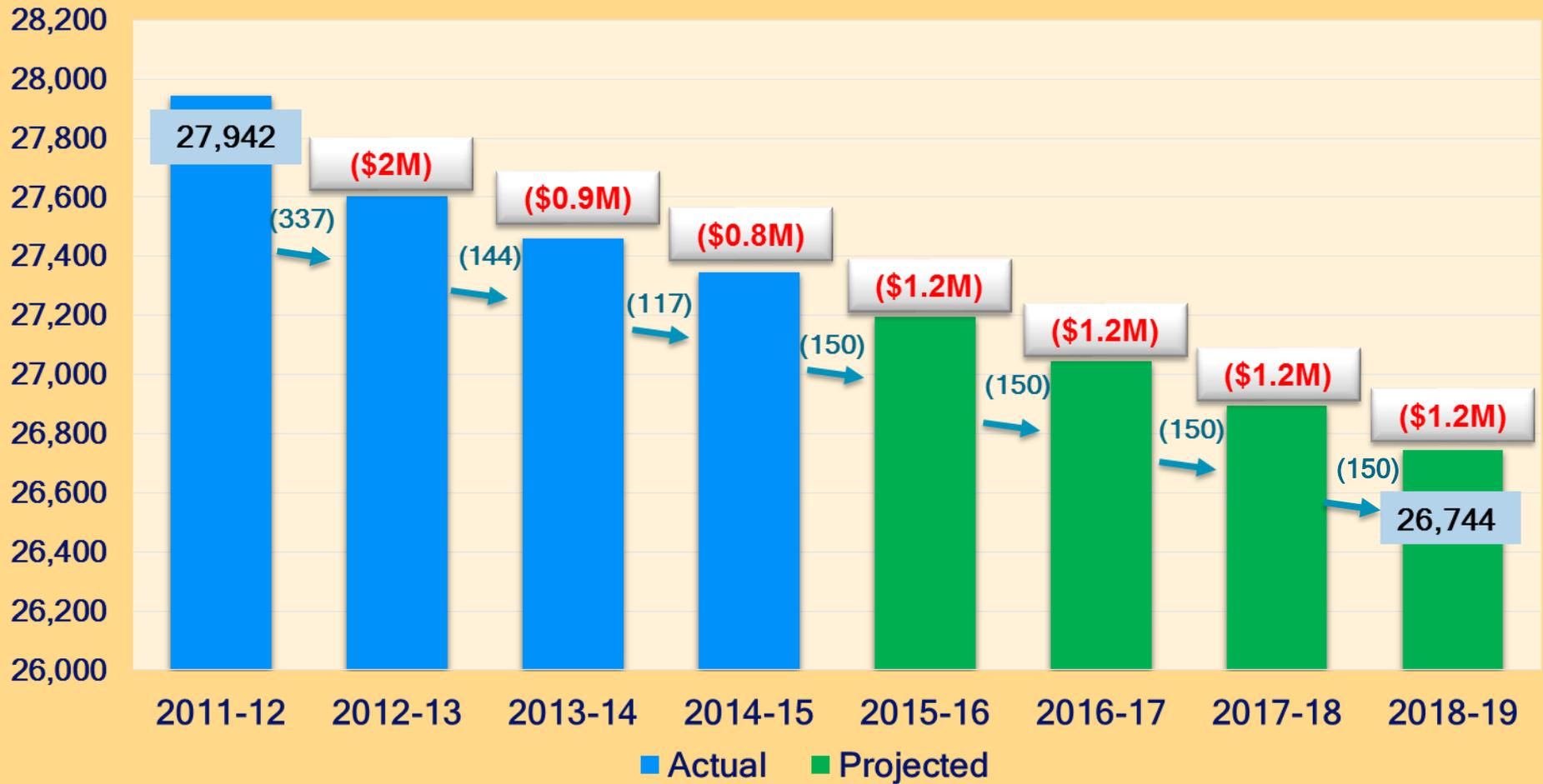
State Revenues: One-time Mandate Reimbursement \$13.9M in 2015-16



Budgetary Building Blocks: Expenditures

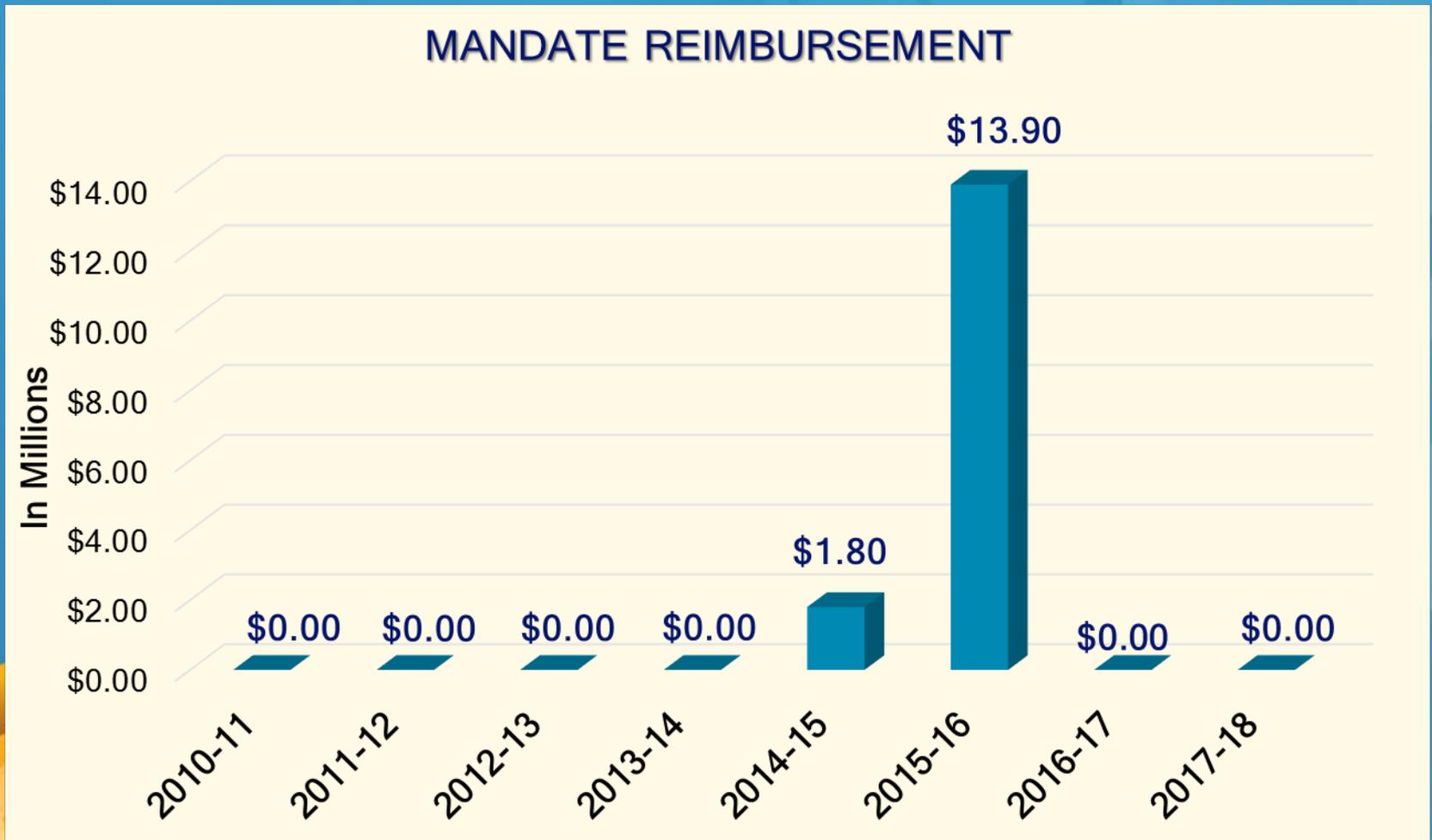
- Annual class sizes according to collective bargaining agreements
- Step and Column Increase:
 - Certificated: 1.2%
 - Classified: 2.0%
 - Leadership: 1.2%
- 0% COLA for all groups
- Increases in STRS and PERS employer contribution rates
- Health & Welfare caps at current levels

Historical Enrollment Excluding Charter Schools

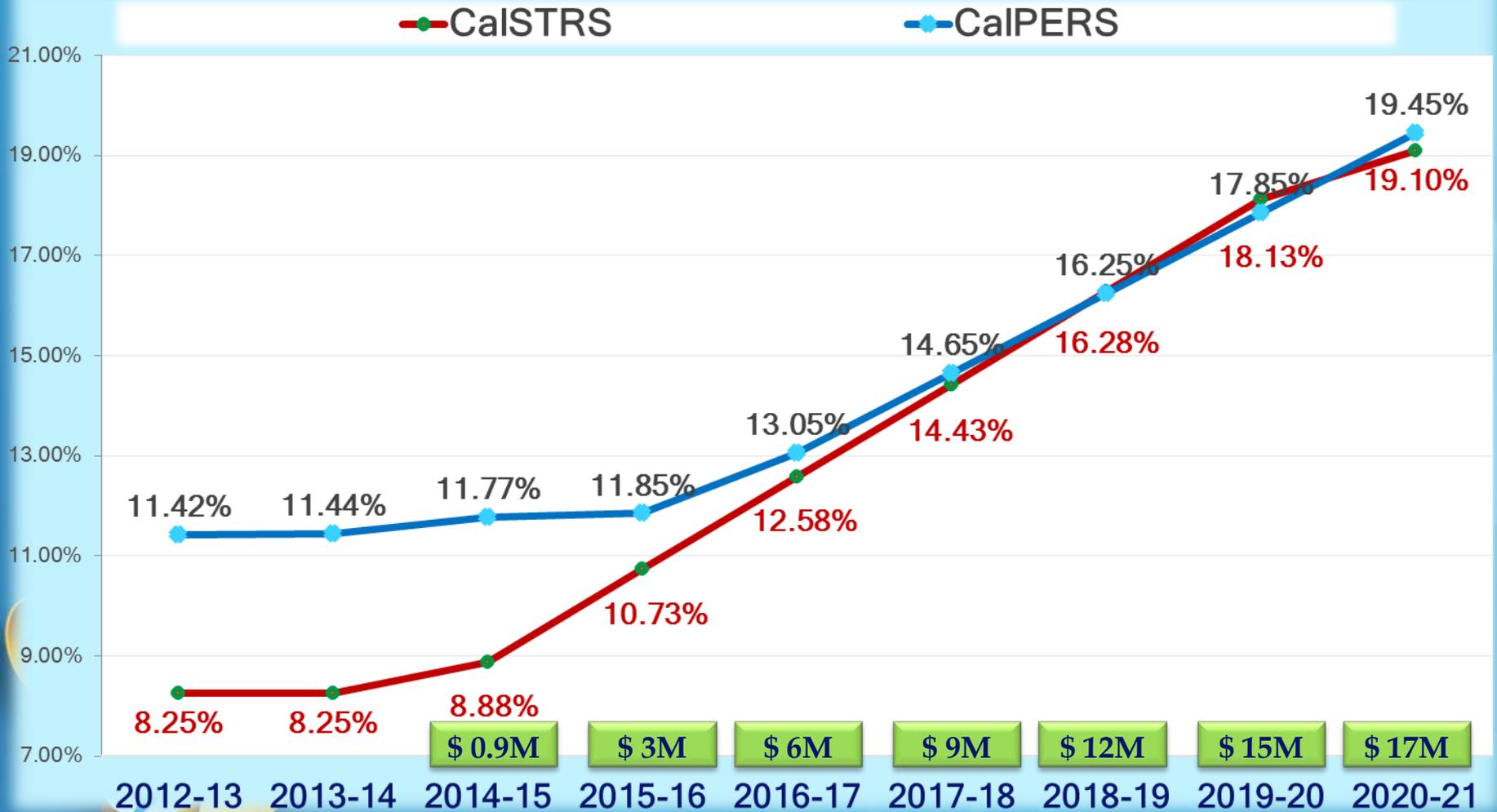


Template provided by OCDE

One-Time Funding



Historical District Contributions to CalSTRS and CalPERS



Multi-Year Projections Revenues

	2015-16	2016-17	2017-18
REVENUES	234,820,013	230,485,599	228,538,505
Governor's Enacted Budget	15,297,991	15,297,991	15,297,991
Allocation for CSR, CTE and Supplemental	6,857,220	6,857,220	6,857,220
One-Time Revenues - Mandate Reimbursement	13,900,000		
TOTAL REVENUES	270,875,224	252,640,810	250,693,716



Multi-Year Projections Expenditures

	2015-16	2016-17	2017-18
EXPENDITURES	261,914,692	257,925,894	263,623,773
CTE and Supplemental Expenditures	6,208,192	6,208,192	6,208,192
Increase in STRS & PERS Contributions	3,188,072	5,983,387	9,001,630
One-Time Rev. Reserve for One-Time Exp.	13,900,000		
TOTAL EXPENDITURES	285,210,956	270,117,473	278,833,595



Multi-Year Projections

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CTE and Supplemental Expenditures	6,208,192	6,208,192	6,208,192
Increase in STRS & PERS Contributions	3,188,072	5,983,387	9,001,630
One-Time Revenue Reserve for One-Time Expenditures	13,900,000		
TOTAL EXPENDITURES	285,210,956	270,117,473	278,833,595
INCREASE (DECREASE) IN FUND BALANCE	(14,335,732)	(17,476,663)	(28,139,879)
BEGINNING BALANCE	79,969,753	65,634,021	48,157,358
PROJECTED ENDING BALANCE	65,634,021	48,157,358	20,017,479
Adjustment to Ending Fund Balance			
Stores, Revolving Cash and Carryover	(2,039,113)	(3,216,036)	(334,295)
3% State Required Contingency	(8,556,329)	(8,103,524)	(8,365,008)
Unappropriated Fund Balance Above 3%	55,038,579	36,837,798	11,318,176

Multi-Year Projections

Analysis of Ending Fund Balance

	2015-16	2016-17	2017-18	2018-19	Cumulative Effect on Ending Balance
STRS & PERS Increase	(3,188,072)	(5,987,387)	(9,001,630)	(12,088,410)	(30,265,499)
Declining Enrollment	(1,200,000)	(2,400,000)	(3,600,000)	(4,800,000)	(12,000,000)
	(4,388,072)	(8,387,387)	(12,601,630)	(16,888,410)	(42,265,499)



Multi-Year Projections

	2015-16	2016-17	2017-18	2018-19
REVENUES	234,820,013	230,485,599	228,538,505	226,944,643
Governor's Enacted Budget	15,297,991	15,297,991	15,297,991	15,297,991
Allocation for CSR, CTE and Supplemental	6,857,220	6,857,220	6,857,220	6,857,220
One-Time Revenues - Mandate Reimbursement	13,900,000			
TOTAL REVENUES	270,875,224	252,640,810	250,693,716	249,099,854
EXPENDITURES	261,914,692	257,925,894	263,623,773	269,401,280
CTE and Supplemental Expenditures	6,208,192	6,208,192	6,208,192	6,208,192
Increase in STRS & PERS Contributions	3,188,072	5,983,387	9,001,630	12,088,410
One-Time Rev. Reserve for One-Time Exp.	13,900,000			
TOTAL EXPENDITURES	285,210,956	270,117,473	278,833,595	287,697,882
INCREASE (DECREASE) IN FUND BALANCE	(14,335,732)	(17,476,663)	(28,139,879)	(38,598,028)
BEGINNING BALANCE	79,969,753	65,634,021	48,157,358	20,017,479
PROJECTED ENDING BALANCE	65,634,021	48,157,358	20,017,479	(18,580,549)
Adjustment to Ending Fund Balance				
Stores, Revolving Cash and Carryover	(2,039,113)	(3,216,036)	(334,295)	(334,295)
3% State Required Contingency	(8,556,329)	(8,103,524)	(8,365,008)	(8,630,936)
Unappropriated Fund Balance Above 3%	55,038,579	36,837,798	11,318,176	(27,545,780)



Next Steps

Deadlines: Education Code (42127, 42130)

September 15, 2015

- 2014-15 Unaudited Actuals and 2015-16 Revised Budget

December 15, 2015

- 2014-15 Audit Report
- 2015-16 First Interim Budget

March 15, 2016

- 2015-16 Second Interim Report