

PUBLIC HEARING 2009/2010 BUDGET

Whenever a budget is presented for adoption, State law requires the public be given an opportunity to address the Board of Education with any comments or concerns they may have about the proposed budget. A Public Hearing for this purpose was announced by the Alameda County Office of Education in local newspapers in accordance with Education Code section 42103.

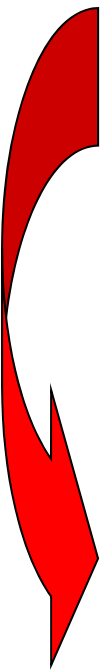
ESTIMATED ACTUALS
AS OF JUNE 16, 2009

BEGINNING BALANCE	\$18,921,779
REVENUE	\$108,372,703
EXPENDITURES	(\$113,843,138)
TRANSFERS/OTHER	\$314,222
ENDING BALANCE	\$13,765,566

NET CHANGE TO ENDING BALANCE
\$4,865,594

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ENDING BALANCE	\$13,765,566
REVOLVING CASH	\$50,000
STORES/WAREHOUSE	\$200,000
4% RESERVE	\$4,561,726
DESIGNATED BAL.	\$8,953,840
UNDESIGNATED BAL.	\$0



DESIGNATED BALANCE

• LEA Health Benefit Balance	\$ 669,254
• Negotiated salary increase for 2009/10	\$1,044,735
• Reserve for declining enrollment and proposed 2009/10 State revenue cuts (includes Federal Stimulus, freeze, sweep, and trimester savings)	\$7,239,851
Total	<hr/> \$8,953,840

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REVENUE LIMIT			
(\$28,730)	PERS adjustment	U	NO
(\$2,761,990)	Governor's May Revise	U	YES
(\$2,790,720)	TOTAL		

U = Unrestricted

R = Restricted

YES = Impacts the ending fund balance

NO = Does not impact the ending fund balance

FEDERAL REVENUE

\$4,779,099	State Fiscal Stabilization	R	YES
\$7,738	Title V adjustment	R	NO
\$4,500	Migrant Ed adjustment	R	NO
\$4,791,337	TOTAL		

OTHER STATE REVENUE

\$71,411	Special Ed prior year adj	R	NO
\$65,051	9 th Grade CSR adj to 07/08	U	YES
\$22,233	Hourly program adj to 07/08	U	YES
\$2,569	English Lang. Acq. adj	R	NO
\$161,264	TOTAL		

LOCAL REVENUE			
\$93,943	Donations	R	NO
\$505	ASB invoices	U	NO
\$94,448	TOTAL		

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**EXPENDITURES & TRANSFERS
W/O REVENUE OFFSETS**

(\$1,761,144)

07-08 Categorical 'Sweep'

(\$1,000,000)

Reduced expenses for expected savings from spending freeze

(\$57)

Indirect costs from restricted programs and other funds

NET CHANGE TO ENDING BALANCE

\$4,865,594

THE BUDGET 2009/2010

The District operates 13 funds:

01 – General Fund

11 – Adult Fund

12 – Child Development Fund

13 – Cafeteria Fund

14 – Deferred Maintenance Fund

17 – Special Reserve Fund (Parcel Tax reserve)

20 – Postretirement Benefit Fund

21 – Building Fund (Measure L)

25 – Capital Facilities Fund (Developers Fees)

35 – County School Facility Fund

51 – Bond Interest Redemption Fund

67 – Self Insurance Fund

73 – Foundation Trust Fund (Scholarships)

THE BUDGET 2009/2010

- **The Adopted Budget** (July 1)
- **The Revised Budget**
(Adopted within 45 days of State Budget)
- **Monthly Budget Updates**
- **First Interim**
(As of October 31 to Board in January)
- **Second Interim**
(As of January 31 to Board in March)

THE GENERAL FUND
BUDGET 2009/2010

Est. Beginning Balance	\$ 13,765,566
Revenue	\$ 96,279,188
Expenditures	(\$100,481,749)
Other Sources/(Uses)	\$ 2,880
	<hr/>
Estimated Ending Balance	\$ 9,565,885
Deficit Spending	(\$ 4,199,681)

THE GENERAL FUND BUDGET 2009/2010

Components of the Ending Fund Balance

Revolving Cash	\$	50,000
Stores Inventory	\$	200,000
LEA Health Benefit Balance	\$	669,254
4% Reserve for		
Economic Uncertainty	\$	4,031,724
Designated Balance for further revenue		
reductions	\$	4,614,907
Estimated Ending Balance	\$	9,565,885

THE GENERAL FUND BUDGET 2009/2010

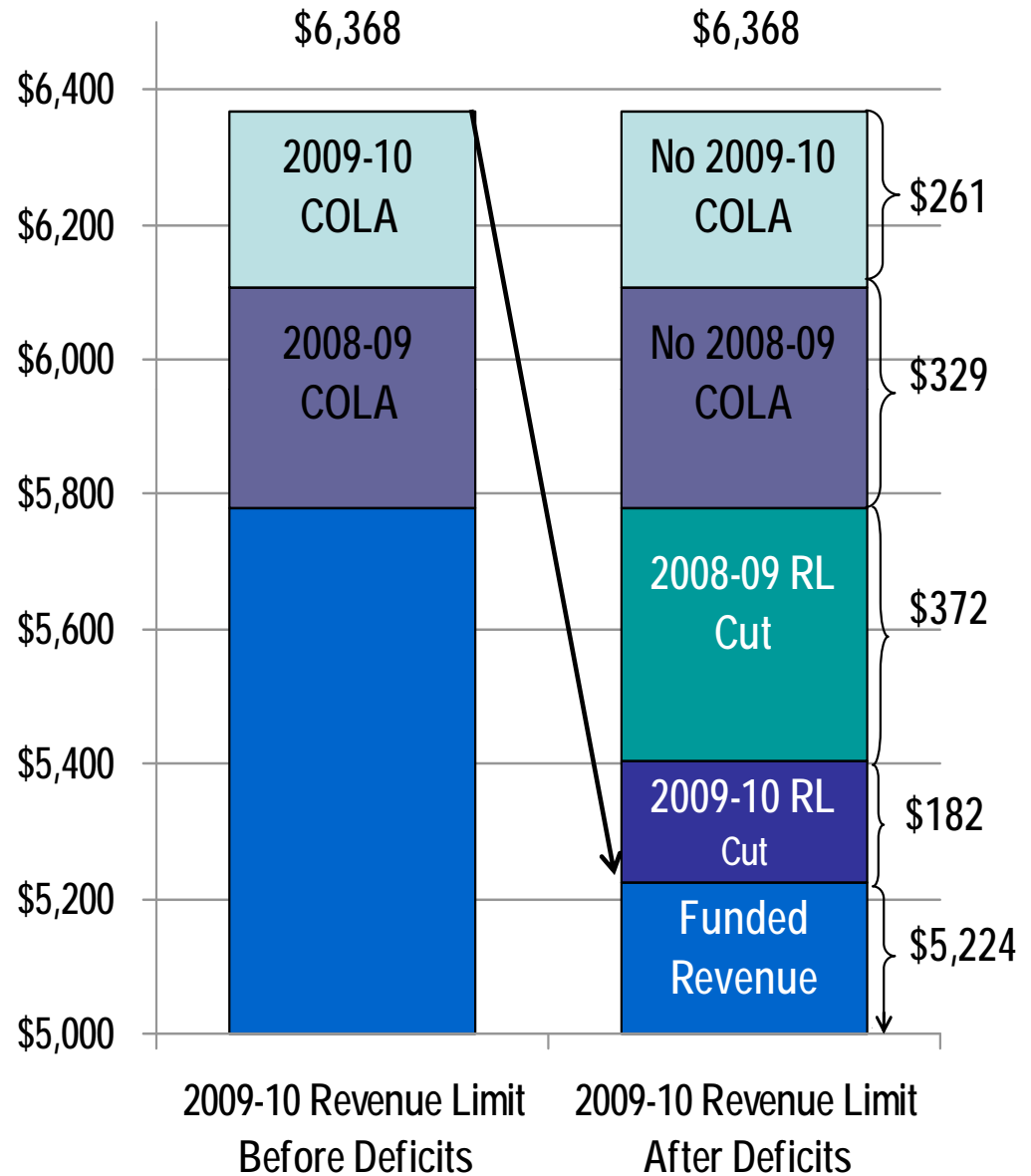
Assumptions

- Base Revenue Limit COLA = 4.25%
- Deficit of 17.967%
- No additional Equalization
- Day 14 Enrollment estimated at 12,972
- Revenue Limit ADA will be 12,637
- State funds K-3 Class Size Reduction at \$963.90 per student
- No mandated cost reimbursement budgeted

2009-10 Revenue Limit per ADA

Applying the deficit
= only 82 cents
on the dollar!

$$\begin{aligned}
 &= \$6,368 \times (1.0 - 0.17967) \\
 &= \$6,368 \times 0.82033 \\
 &= \$5,224
 \end{aligned}$$



THE GENERAL FUND BUDGET 2009/2010

Assumptions continued

- Step & column, longevity, and salary related benefits are included
- Employee health benefits capped as negotiated
- A .53% salary increase is included
- Negotiated furlough days for CSEA, LMA, Classified Management, and Superintendents are included
- Restricted Maintenance match at a minimum of 3%
- Deferred Maintenance will not be matched

CATEGORICAL FLEXIBILITY

Resource	Title	Amount	Budgeted flexibility
1200	9th Grade CSR	\$ 299,085	\$ 299,085
6205	Deferred Maintenance	\$ 523,350	\$ 300,000 one-time
6285	Community Based English Tutoring	\$ 50,606	\$ 50,606
6350	ROP	\$ 875,894	Pass through funds
6390	Adult Education	\$ 587,992	\$ 500,000 one-time
6405	School Safety & Violence Prevention	\$ 188,091	
6760	Art and Music Block Grant	\$ 185,451	Pays for elementary music
7055	California High School Exit Exam	\$ 114,067	
7080	Supplementary School Counseling	\$ 369,346	
7140	Gifted and Talented Education	\$ 98,862	\$ 98,862
7156	Instructional Material Realignment	\$ 740,969	
7271	California Peer Assistance and Review	\$ 52,233	
7276	Certificated Staff Mentoring	\$ 10,640	
7294	Staff Development: Math and Reading	\$ 3,003	
7370	Specialized Secondary Program	\$ 63,450	
7390	Pupil Retention Block Grant	\$ 191,715	\$ 22,940
7393	Professional Development Block Grant	\$ 634,815	Already part of General Fund
7394	Targeted Instruction Block Grant	\$ 760,044	\$ 760,044
7395	School and Library Program Improvement	\$ 777,332	\$ 385,072
		<u>\$ 6,526,945</u>	<u>\$ 2,416,609</u>

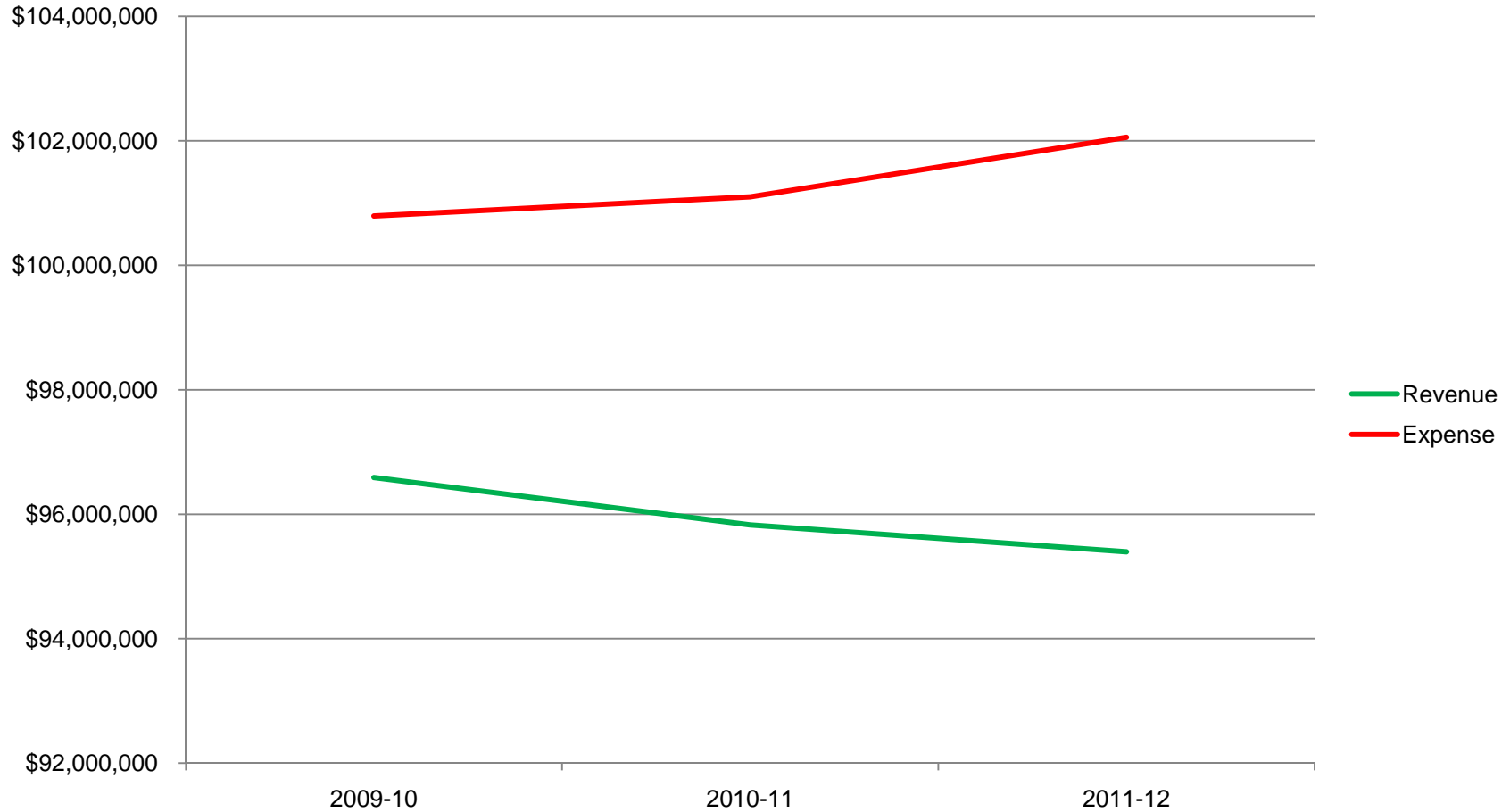
Multi-Year Projection

Adopted Budget – June 23, 2009

Using School Services of California
Dashboard and using one time reserves with
no additional cuts

Fiscal Year	Revenue – Expense Surplus/(Deficit)	Ending Balance
2009-2010	(\$4,199,680)	\$9,565,885
2010-2011	(\$5,271,352)	\$4,294,534
2011-2012	(\$6,659,477)	(\$2,364,943)

Projected Revenue and Expense without cuts



2008-2009 Revenues

• February Reduction	\$2.40 Million
• May Reduction	<u>\$2.80 Million</u>
Total	\$5.20 Million

Cuts made:

- \$4.78 Million Federal Stimulus
- \$420,000 Freeze 08-09

2009-2010 Revenues

• April Reduction	\$5 Million
• May Reduction	<u>\$3 Million</u>
Total	\$8 Million

Cuts made:

- \$4 Million ongoing cuts made
- \$1 Million Sweep (07-08)
- \$760,000 Sweep (07-08)
- \$580,000 Freeze (08-09)
- \$1,660,000 Categorical Flex (09-10)

2010-2011 Revenues

- Reduction \$5 Million

Cuts that need to be made:

- \$2.5 Million ongoing cuts
- \$2.5 Million one-time

\$740,000 Categorical Flex (09-10)

\$760,000 Categorical Flex (10-11)

\$1 Million Trimester Savings

2011-2012

Cuts that need to be made:

- \$2.5 Million ongoing cuts
????

\$ Remaining

- \$1,000,000 4% Reserve (\$ over 3%)
 - \$1,000,000 Parcel Tax
 - \$ 840,000 Categorical Flex (10-11)
 - \$1,600,000 Categorical Flex (11-12)
- \$4,440,000

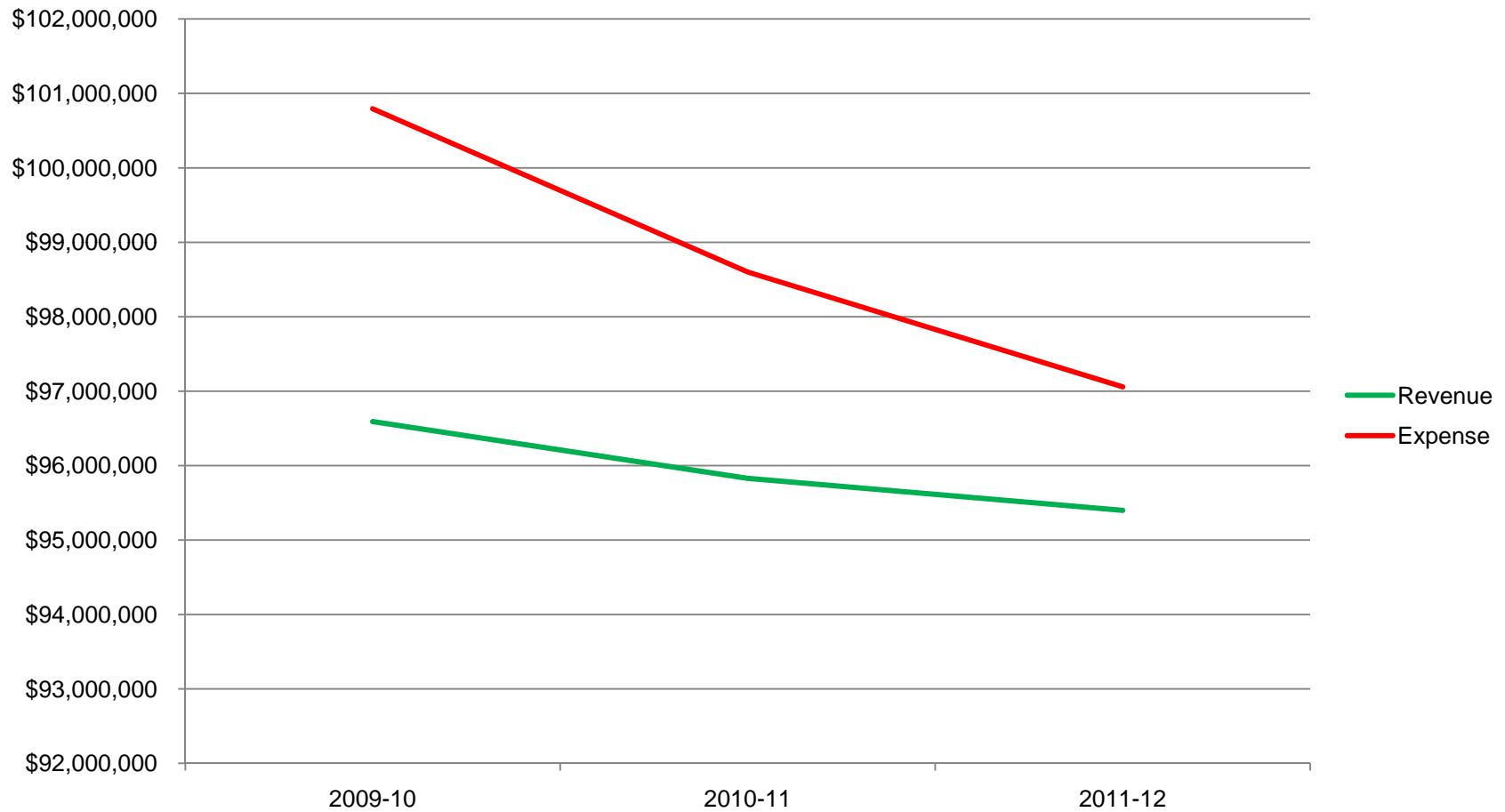
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Using School Services of California
Dashboard and including proposed cuts and
use of one time reserves

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2009-2010	(\$4,199,680)	\$9,565,885
2010-2011	(\$2,771,352)	\$6,794,534
2011-2012	(\$1,659,477)	\$5,135,057

Projected Revenue and Expense with cuts



WHAT HAPPENS NEXT?

- **WARNING-**

- We have been informed by School Services of California (SSC), California Association of School Business Officials (CASBO), Association of California School Administrators (ACSA), and School Innovations and Advocacy (SIA) to **expect more cuts to come when the budget is adopted, mid-year, and probably even late in the year for 2009-10.**

WHAT HAPPENS NEXT?

- Board holds a public hearing to receive comments from the community
- Board adopts this budget based on the assumptions indicated to meet the July 1 statutory requirement
- Once the State adopts it's budget we have 45 days to submit a revised budget using
 - current information from the State
 - updated staffing and enrollment projections
 - any additional Board decisions