2016-17 Second Interim Assumptions

Jefferson School District
February 21, 2017

2016-17 Settlement

- 2nd Interim will include budget adjustments for settlement approved by Board on 2/13/17
  - $1.3M Objects 1xxx & 2xxx (Certificated & Classified salaries)
  - $222.6K Objects 3xxx (Statutory benefits)
- 2015-16 Retro payment backed out in future years
  - Expense for increase is included ongoing in 2016-17 and retro for the prior year is a one time additional expense which will not impact future years on our Multi Year Projection (MYP)
  - $407K Objects 1xxx & 2xxx (Certificated & Classified salaries)
  - $71.8K Objects 3xxx (statutory benefits)

2016-17 Settlement (cont.)

- Retro for 2015-16 as well as the 16-17 retro amount will be covered by a reduction in our Mandate Cost one-time funds in Resource 0070

- Contributions from Resource 0070 to other Resources will be entered to offset retro costs of settlement

2nd Interim Revenue Change

- At 1st Interim, 2017-18 LCFF GAP rate was projected to be 72.99%
- At 2nd Interim, that GAP rate has been adjusted down to 23.67%
- Over the three year period (2016-17 through 2018-19), this change is a $300K decrease in revenue for our district

Budget Reductions

- Ongoing review across all expenditure budgets for possible budget reductions
  - Goal is to lower amount of fall-out at year-end for budgeted items unspent repeatedly
    - Review is ongoing in nature and may (or may not) result in future budget changes

Proposed Budget Revisions at 2nd Interim

Resource	Object Code	Description	Amount
0723	5670	Vehicle Repair	-$ 5,000
0723	4370	Auto Repair	-$ 4,000
0723	4381	Diesel Fuel	-$ 4,000
0723	4382	Gasoline/Fuel	-$10,000
1100	4310	Assessment Supplies	-$12,100
0000	4310	Indirect Reserve	-$12,000
0000	4400	Equipment > $500	- $6,464
0000	5220	Conferences	- $8,597
1100	5220	Conferences	- $3,627
0000	5640	Contracted Services (Rents)	- $4,290
0000	5800	Services	- $3,210
0000	5660	Equipment Repair	- $4,000
		TOTAL ONGOING REDUCTIONS	-$77,288

2nd Interim Updates (cont.)

- At 1st Interim, we were declining 40 each year
- At 2nd Interim, we are showing a decline of 30 each year
  - Based on COE's three year averaging of our enrollment and ADA trends
  - Projected Funded ADA
    - 2016-17 2,298.26 (P2 15-16)
    - 2017-18 2,264.35
    - 2018-19 2,234.35

Next Steps

- 2nd Interim presented at March 14th meeting
- Complete list of assumptions detailed at that meeting (Step & Column, etc.)
- If approved this evening, budget revisions outlined will be included at 2nd Interim.