

# Hillsborough City School District

2015-16 Budget

## Agenda

- Assumptions
  - Enrollment
  - Revenue Assumptions
  - Expenditure Assumptions
- Multi-Year Projection
- Challenges for Community Funded School Districts
- Questions

## Attendance and Enrollment

- Average Daily Attendance Assumes 1504.88, per 2014-15 P2 ADA.
- Enrollment as of April 17, 2015 is 1548.

## Revenue Assumptions

## Property Taxes

- Projected property taxes are above estimated LCFF entitlement
- District remains a Community-Funded, Basic Aid District

Description	Amount
A. State Hold Harmless + EPA	\$473,020
B. Property Taxes	\$15,396,697
C. Total Funding (A+B)	\$15,869,717
D. LCFF Phase-In Entitlement	\$10,273,876
Benefit as Community-Funded District (C-D)	\$5,294,865

## Property Tax Increase

Year	Rate Increase
2011-12	0.0%
2012-13	4.04%
2013-14	6.64%
2014-15	6.23%
2015-16	7.24%
2016-17	4.50%
2017-18	4.50%

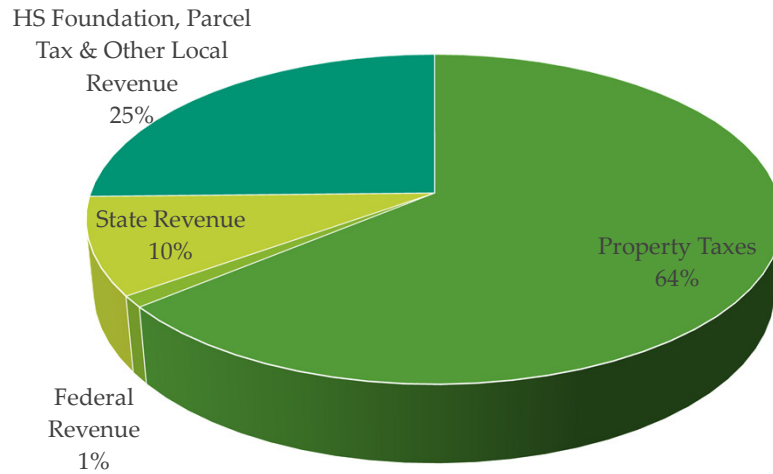
## General Fund Revenues

Property Taxes	\$15,396,697
LCFF Hold Harmless (12-13 Categorical less 8.92% Fair Share	\$172,044
Education Protection Account (EPA)	\$302,034
Hillsborough Foundation	\$3,540,000
Parcel Tax	\$2,146,894

## General Fund Revenues

Mental Health	\$33,044
Prop 39 Clean Energy	Possible 5 years but not included in budget
Lottery	\$250,770
One-Time Discretionary Money* Per May Revise, may be used for any educational purpose, e.g. professional development, support to beginning teachers, instructional materials, & technology	\$896,897

## General Fund Revenues



## Interfund Transfers In

	2014-15	2015-16	2016-17
Transfer in from Fund 40 for Network Line	\$44,500	\$44,500	\$44,500

# Expenditure Assumptions

## Expenditure Assumptions

- Increase of 1.0 FTE Special Ed Resource Specialist
- Increase of 1.0 FTE Special Ed Academic Program Support Teacher
- Board approved ongoing reduction of \$143,000
- Contribution to Fund 20 OPEB \$50,000 per year
- EPA money to be spent on teacher salaries

## Contribution from Unrestricted to Restricted

	2015-16	2016-17	2017-18
Special Education	3,305,007	3,517,912	3,575,756
Routine Restricted Maintenance	751,002	766,911	766,911
Total	4,056,009	4,284,823	4,342,667

## Expenditure Assumptions CalPERS Rate Increases

Actual	Actual	Projected				
2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
11.771%	11.847%	13.05%	16.6%*	18.2%*	19.9%*	20.4%*

\* CalPERS provided these estimates in 2014 and has not yet issued revised estimates.

## Expenditure Assumptions: CalSTRS Rate Increase

Year	Employer	Pre-PEPRA Employees	Post-PEPRA Employees
2015-16	10.73%	9.20%	8.56%
2016-17	12.58%	10.25%	9.21%
2017-18	14.43%	10.25%	9.21%
2018-19	16.28%	10.25%	9.21%
2019-20	18.13%	10.25%	9.21%
2020-21	19.10%	10.25%	9.21%

## Expenditure Assumptions: CalPERS & CalSTRS Rate Increase

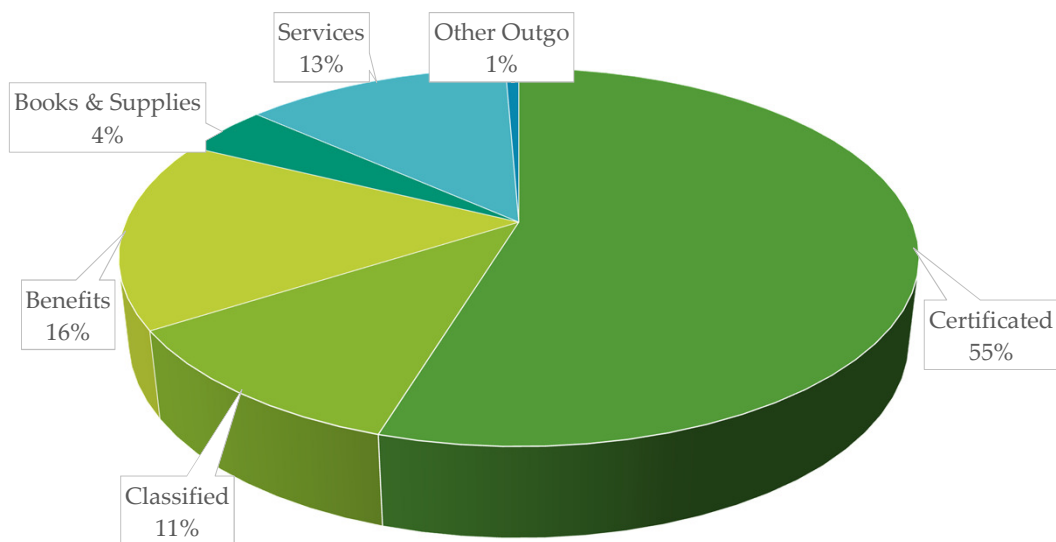
- 2015-16 Budget Incorporates CalSTRS & CalPERS Rates up to 2017-18 only.
- State has not provided funds for this cost increase.
- Once STRS 19.10% is achieved, current law allows CalSTRS to marginally increase or decrease the employer contribution rates.



## Expenditure Assumptions

Certificated	13,637,409
Classified	2,801,335
Benefits	4,062,887
Books & Supplies	1,055,123
Services	3,195,314
Other Outgo	159,783
Total	24,911,851

## General Fund Expenditures



## Multi-Year Projection

	14-15 Est. Actuals	15-16 Proj. Budget	16-17 Proj. Budget	17-18 Proj. Budget
A. Revenues	23,793,396	25,456,905	25,148,076	25,924,046
B. Expenditures	24,678,711	24,911,851	25,409,408	25,642,021
C. Excess or Deficiency of Revenue over Expenditure (A-B)	<b>(885,315)</b>	<b>545,054</b>	<b>(261,332)</b>	<b>282,025</b>
D. Transfer In	44,500	44,500	44,500	44,500
E. Transfer Out	330,000	50,000	50,000	50,000
F. Net Increase or Decrease in Fund Balance (C+D-E)	<b>(1,170,815)</b>	<b>539,554</b>	<b>(266,832)</b>	<b>276,525</b>
G. Beginning Balance	4,343,980	3,173,165	3,712,719	3,445,887
H. Ending Balance (F+G)	3,173,165	3,712,719	3,445,887	3,722,412

## District General Fund Reserve -including restricted balances

2014-15	2015-16	2016-17	2017-18
12.6%	14%	12%	12%

## Challenges for Community-Funded /Basic Aid Districts

- Uncertainty of property tax revenues
- Delayed revenue information. Final tax information is received following July.
- Cash
- Enrollment growth not funded.

### **Requires**

**-Long-term planning and large reserve**

Questions

