

2015-16 Unaudited Actuals



Glendale Unified School District

Board of Education Meeting – September 6, 2016 – Information Report No. 6

2015-16 UNAUDITED Actuals

2015-16 Unrestricted General Fund Balance

Unrestricted General Fund	Projected	Final
	June 21, 2016	
Designated for Economic Uncertainty	\$ 8,288,430	\$ 8,045,298
Revolving Cash, Warehouse & Prepaid Expense	1,465,039	1,455,864
School Site & Program Carry Overs	-	1,759,616
Reserve for Medical Administrative Activity (MAA)	1,385,622	1,389,566
Reserve for Board Election	-	200,000
Reserve for Operational Draw Down	2,142,282	2,142,282
Reserve for Unrestricted CTE Assigned	-	262,564
Reserve for Supplemental Program	-	1,221,818
Unassigned Reserve	19,901,237	27,712,605
Total Unrestricted General Fund Balance	\$ 33,182,610	\$ 44,189,613

\$7,811,368 Increase
Positive Impact in Multi-Year Projections

The “Great Squeeze”

➤ The CalSTRS employer rate increase:

• 2015-16	10.73%	\$2,901,497
• 2016-17	12.58%	\$5,187,680
• 2017-18	14.43%	\$7,012,480
• 2018-19	16.28%	\$9,223,716

➤ The CalPERS employer rate increase:

• 2015-16	11.847%	\$ 135,944
• 2016-17	13.888%	\$ 821,891
• 2017-18	15.500%	\$1,363,545
• 2018-19	17.100%	\$1,901,168

➤ Pending salary increase negotiations

The “Great Squeeze” – Cont.

➤ Collective Bargaining Agreement Costs Impact:

- GTA - 2015-16 for \$9.2 million
- CSEA - 2015-16 for \$3.7 million
2016-17 for \$2.1 million
- GSMA - 2015-16 for \$1.8 million
2016-17 for \$1.0 million

➤ Solvency Savings – Required budget reductions in services and costs to assure that the District will be solvent in the next three years:

- 2017-18 - Projected at \$8.2 million and ongoing
- 2018-19 - Projected at \$8.2 million and ongoing
- 2019-20 - Projected at \$8.2 million and ongoing

Concerns

Reserves Available in Other Funds May be More Restricted in Future Years

Reserves Utilized between 2012-13 to 2016-17 to Support the General Fund	In Millions
Special Education Reserve	\$ 1.1
Retiree Health Benefits - Fund 20.0	2.8
Early Retirement Benefits - Fund 67.2	4.0
Restricted Major Maintenance Reserve	1.7
Debt Service - Fund 56.0	<u>2.9</u>
Total Reserves Utilized Between 2012-13 to 2016-17	\$ 12.5

Concerns (cont.)

- A Board approved fiscal stabilization plan for “Solvency Savings” in 2017-18 needs to be submitted to LACOE with the 2016-17 First Interim Report.
- To maintain sufficient reserves to see us through what could be a very tough time
- Need to think long term when making program, funding, and compensation decisions
- State has broken its promise to education many times in the last decade
- Growing Structural Deficit

GLENDALE UNIFIED SCHOOL DISTRICT



2015-16 Unaudited Actuals
and
2016-17 Budget (June Adoption)
September 6, 2016

Budget Book 2016-17

Budget Composition (Pages 1-4)

Fund Name	Total Budget (in millions)
Combined General Fund # 01.0	\$ 320.4
Unrestricted General Fund \$271.7m	
Restricted General Fund \$48.7m	
Special Education Pass-Through Fund #10.0	-
Child Development Fund - Fund #12.0	3.9
Nutrition Service Fund - Fund #13.0	14.5
Deferred Maintenance Fund - Fund #14.0	5.1
Post-Employment Benefits Fund - Fund # 20.0	-
Measure K Building Fund - Fund #21.0	-
Measure S Building Fund - Fund #21.1	56.24
Clean Renewable Energy Bond - Fund #21.2	0.07

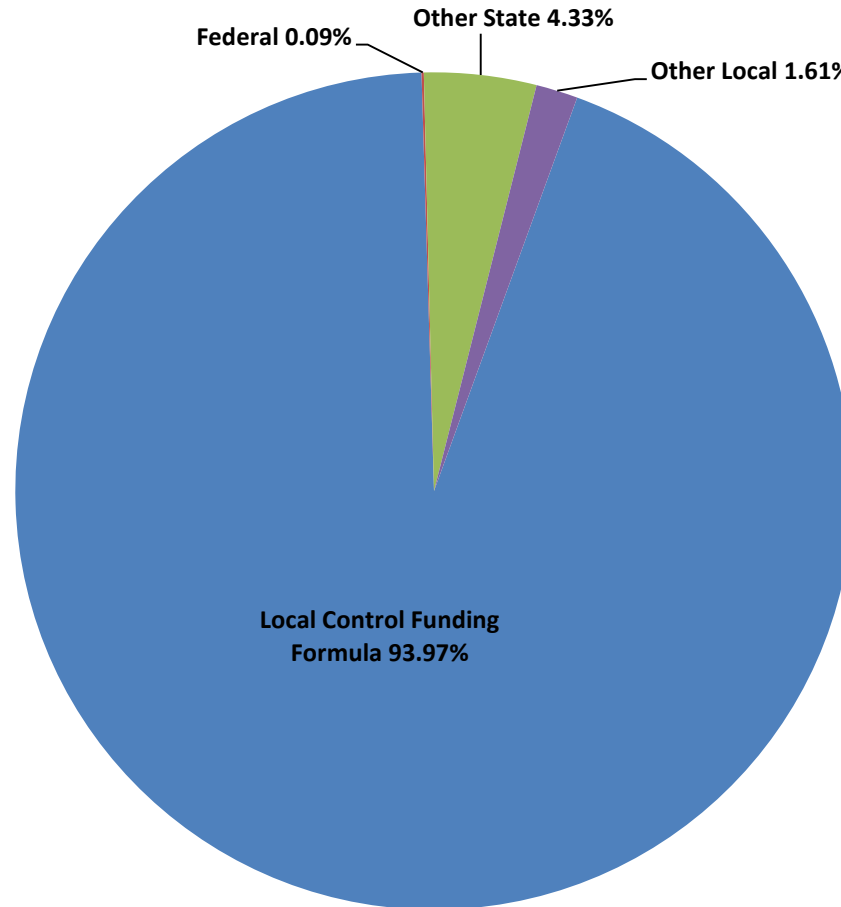
Budget Book 2016-17

Budget Composition (Pages 1-4) - Continued

Fund Name	Total Budget (in millions)
Developer Fee Fund - Fund #25.0	12.6
Capital Projects Funds-County Schools Facilities Fund - Fund #35.0	0.2
Capital Projects Fund - Fund #40.1	19.6
Capital Projects Nutrition Services - Fund #40.2	1.2
Bond Interest & Redemption Fund (County Administered) - Fund #51.0	31.3
Debt Service Fund - Fund #56.0	14.1
Health & Welfare Fund - Fund #67.0	7.6
Workers Compensation Fund - Fund #67.1	6.8
Early Retirement Benefits Fund - Fund #67.2	3.4
McLennan & Other Scholarships Trust Fund - Fund #73.0	0.3
District's 2016-17 Budget - All Funds	\$ 497.3

2016-17 Adopted Budget

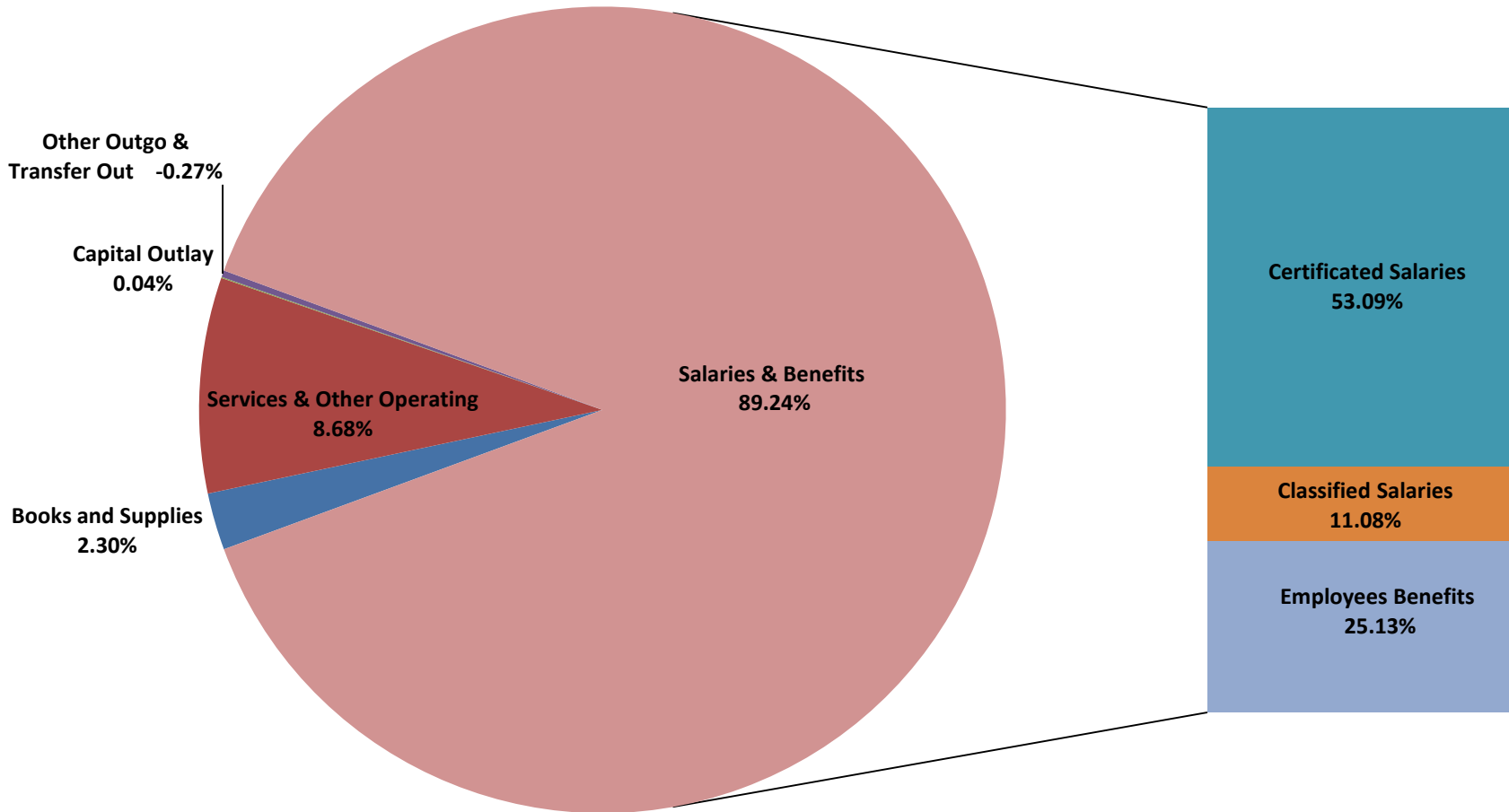
TOTAL REVENUE – UNRESTRICTED GENERAL FUND



Total Revenues = \$227,551,832

2016-17 Adopted Budget

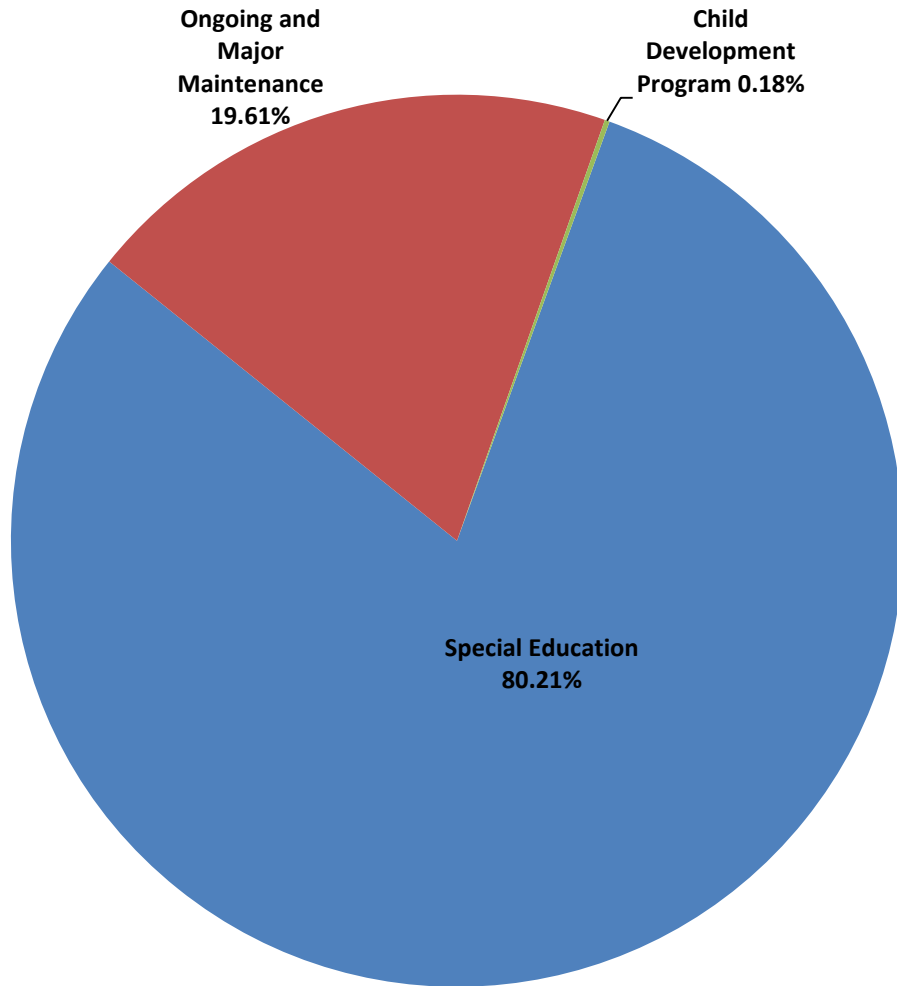
TOTAL EXPENDITURES – UNRESTRICTED GENERAL FUND



Total Expenditures = \$192,870,350

2016-17 Adopted Budget

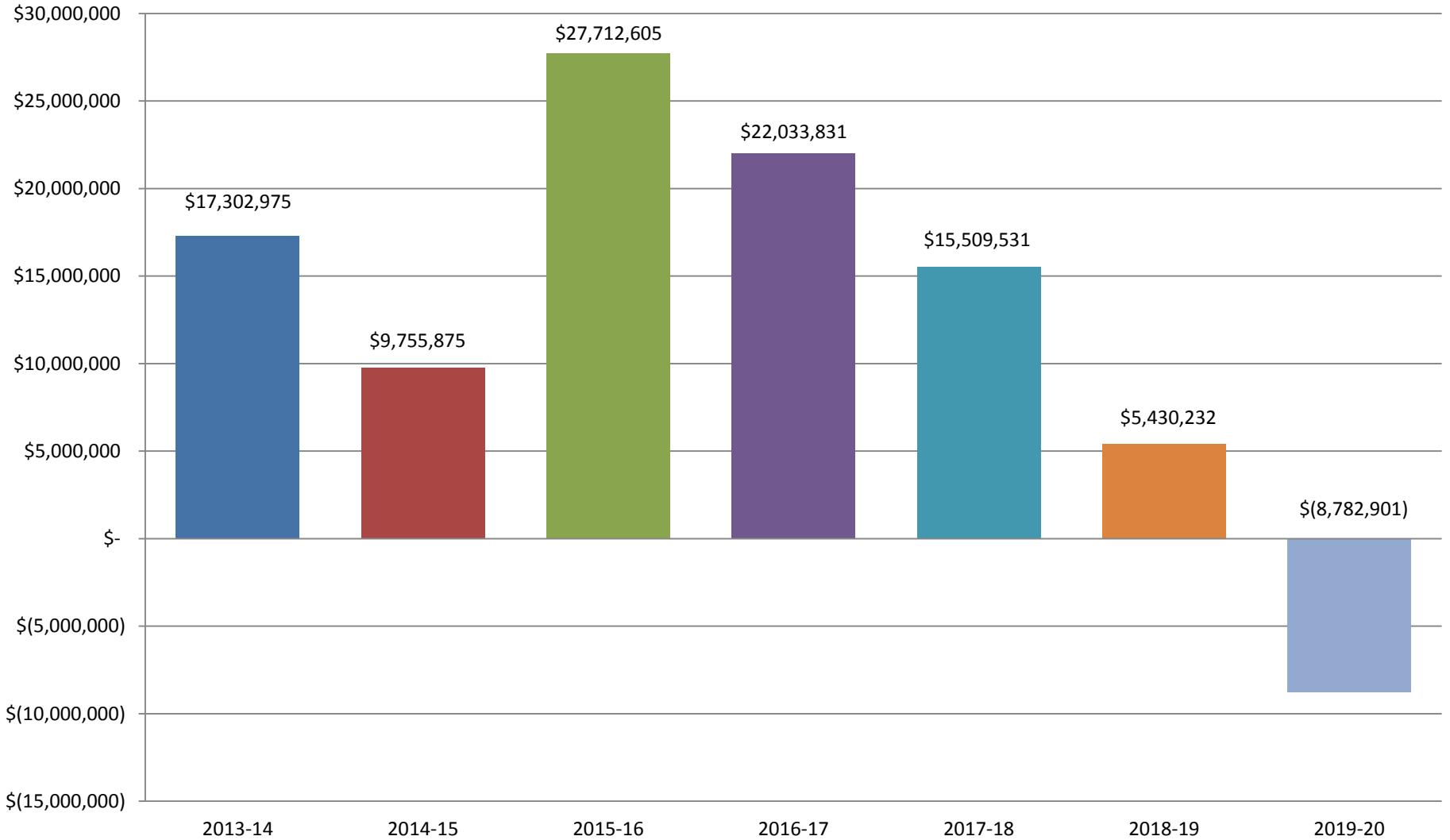
TOTAL CONTRIBUTION FROM UNRESTRICTED GENERAL FUND



Total Contributions = \$42,275,669

Equivalent to \$33.9 million. This is the amount that State and Federal Governments short fund Special Education. Special Education serves 2,780 students and this shortfall is equal to approximately \$12,190 per student.

Unrestricted General Fund Change in Unassigned Balance



Note: The balances for 2017-18 and 2018-19 include \$16.2 million ongoing solvency savings already in the budget.

Budget Book 2015-16

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Recalculated Structural Deficit

	2015-16 Unaudited Actuals	2016-17 Budget
Deficit Spending 6/30/2016 Adopted Budget	11.70	(7.13)
Solvency Transfers – Fund 56.0	(1.37)	(1.48)
2015-16 Designated Carry Over (Tier III, Sites, etc.)	(6.80)	
2014-15 Designated Carry Over (Tier III, Sites, etc.)	6.30	
Initial August Adjustments		
LCFF Net Income Growth Less STRS/PERS Increase		(5.09)
Retiree Benefit Rate Adjustment	(.39)	
CCSS Program – Cost covered by Title I	(.20)	
Unrestricted Expenditure Adjustment	(2.30)	
MAA Revenue Received in excess of Budget	(.25)	
One Time Mandated Cost	(13.30)	(5.34)
Net Adjustment	(18.31)	(11.91)
Structural Deficit	(6.61)	(19.04)

Future Adjustments – Staffing Changes
Negotiated Salary Changes

Questions?