

Conejo Valley Unified School District

2018-19 Second Interim Financial Report

Executive Summary

Complete report available on www.conejousd.org

BOARD OF TRUSTEES:

Dr. Betsy Connolly

Ms. Sandee Everett

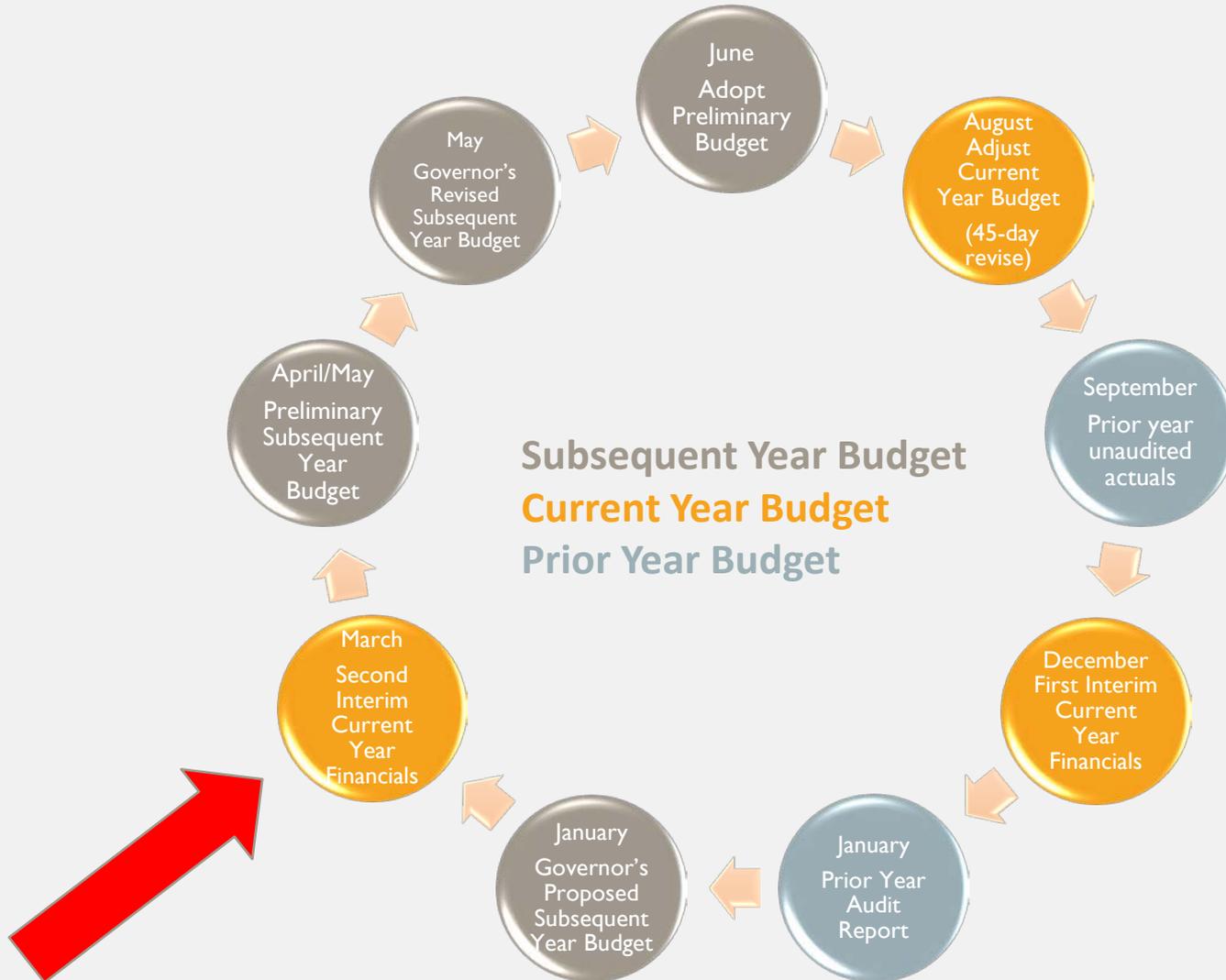
Ms. Jenny Fitzgerald

Ms. Cindy Goldberg

Mr. Bill Gorback

BUDGET CYCLE AND REPORTING

Note: Fiscal Year is July 1 to June 30



EDUCATION CODE

Education Code requires districts to submit financial reports, or interims, to the County Office of Education twice a year.

- 1st Interim Report covers financial activities through October 31
- 2nd Interim Report covers financial activities through January 31

Education Code Section 42130 (a) (1) defines the certifications:

- **Positive** Certification: WILL MEET their financial obligations for the current and two subsequent fiscal years
- **Qualified** Certification: MAY NOT MEET their financial obligations for the current OR two subsequent fiscal years
- **Negative** Certification: UNABLE TO MEET their financial obligations for the current OR two subsequent fiscal years

BUDGET NEWS

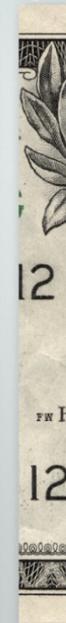
- Full day Kindergarten (\$750m for construction retrofit)
- Full day preschool (10,000 slots for low-income families)
- \$3b payment into CalSTRS pension
- Statewide Target rate of \$558 per ADA for SPED
- \$576 million for SPED (for supplemental services outside of AB 602 funding)
- Tax collections running below forecast
- Legislative Analysts Office (LAO) recommends rejection of COLA and moving to an annual assessment of budget factors and priorities
- May Revise uncertainty

Where does our money come from?*

LCFF
83%

Incoming Transfers
4%

Federal
3%



State
6%

Local
3%

*Rounded

How do we spend each dollar?

Certificated Salaries
46%

Classified Salaries
13%

Contracted Services
9%

Other
1%



Benefits
24%

Book Supplies
6%

Capital Outlay
<1%

FORECAST FINANCIALS AS OF 1/31/19

Revenue Source	2018-19 Projected	Expense Category	2018-19 Projected
LCFF	\$162,280,367	Certificated Salaries	\$92,199,950
Federal	\$6,240,060	Classified Salaries	\$26,192,642
State	\$11,274,345	Benefits	\$48,176,929
Local	\$6,433,572	Books/Supplies	\$11,990,050
Incoming Transfers	\$8,378,825	Contracted Svcs/Oper Exp	\$18,887,237
Total Revenue	\$194,607,169	Capital Outlay	\$301,230
		Other Outgo	\$1,629,921
		Total Expenses	\$199,377,959
		Operating Deficit	(\$4,770,790)

CALCULATION OF ENDING BALANCE AS OF 2018-19 SECOND INTERIM

Category	Amount
Started year with a balance of	\$25,281,179
Revenue (+)	\$194,607,169
Expenditure (-)	(\$199,377,959)
Ended the year with a balance of	\$20,510,389
<u>Breakdown of ending balance</u>	
Stores	\$95,235
Revolving Cash	\$43,616
Local Fiscal Stabilization Reserve	\$3,000,000
Mandated Reserve (3%)	\$5,981,339
Pre-paid Expenses	\$31,942
Undesignated Reserve	\$11,358,257

MULTI-YEAR PROJECTION ASSUMPTIONS

Budget Assumptions	2018-19	2019-20	2020-21
LCFF GAP Funding	100%	n/a	n/a
One-time Funding (per ADA)	\$184	\$0	\$0
COLA	3.70%	3.46%	2.86%
Enrollment	18,452	18,352	18,178
Funded Average Daily Attendance (ADA)	18,090	17,831	17,734
Unduplicated Count	26.35%	27.28%	27.19%
Lottery-Unrestricted (per ADA)	\$151	\$151	\$151
Lottery-Restricted (per ADA)	\$53	\$53	\$53
CalSTRS Employer Rate (% of payroll)	16.28%	17.13%	18.10%
CalPERS Employer Rate (% of payroll)	18.062%	20.70%	23.40%

MULTI-YEAR PROJECTION

Revenue	2018-19 Second Interim	2019-20 Projection	2020-21 Projection
LCFF	\$162,280,367	\$165,936,935	\$169,689,728
Federal	\$6,240,060	\$6,240,060	\$6,240,060
State	\$11,274,345	\$7,814,148	\$7,776,509
Local	\$6,433,572	\$6,176,126	\$6,021,349
Incoming Transfers	\$8,378,825	\$8,325,056	\$8,228,817
Total Income	\$194,607,169	\$194,492,325	\$197,956,463
Expense			
Certificated Salaries	\$92,199,950	\$92,440,570	\$92,172,825
Classified Salaries	\$26,192,642	\$26,789,100	\$27,147,767
Benefits	\$48,176,929	\$49,113,420	\$50,568,649
Books/Supplies	\$11,990,050	\$11,238,222	\$11,202,517
Cont. Svcs./Other Exp.	\$18,887,237	\$19,495,090	\$20,161,323
Capital Outlay	\$301,230	\$301,230	\$301,230
Other Outgo	\$1,629,921	\$1,724,753	\$1,824,327
Total Expense	\$199,377,959	\$201,102,385	\$203,378,639

MULTI-YEAR PROJECTION

	2018-19 Second Interim	2019-20 Projection	2020-21 Projection
Beginning Balance	\$25,281,179	\$20,510,389	\$13,900,329
Income	\$194,607,169	\$194,492,325	\$197,956,463
Expense	(\$199,377,959)	(\$201,102,385)	(\$203,378,639)
Ending Balance	\$20,510,389	\$13,900,329	\$8,478,153
Stores/Revolving Cash	\$138,851	\$138,851	\$138,851
Fiscal Stabilization Reserve	\$3,000,000	\$3,000,000	\$2,000,000
3% Mandated Reserve	\$5,981,339	\$6,033,072	\$6,101,359
Pre-paid Expense	\$31,942	\$31,942	\$31,942
Undesignated Reserve	\$11,358,257	\$4,696,465	\$206,001

OTHER FUNDS

	Fund	Beginning Balance	Est. Income	Est. Expenses	Est. End Balance
1	Adult Education	\$599,892	\$4,060,451	\$4,252,212	\$408,131
2	Measure I: Building	\$38,348,724	\$380,000	\$28,880,800	\$9,847,924
3	Measure I: Technology	\$10,977,495	\$150,000	\$2,303,116	\$8,824,379
4	Child Care	\$0	\$5,126,971	\$5,126,971	\$0
5	Child Division (NfL & related)	\$0	\$1,894,951	\$1,894,951	\$0
6	Child Nutrition	\$92,754	\$4,338,500	\$4,283,992	\$147,262
7	Developer Fees	\$1,234,132	\$765,124	\$764,070	\$1,235,186
8	Deferred Maintenance	\$1,635,919	\$96,280	\$275,975	\$1,456,224
9	Private Purpose Trust	\$2,191	\$24,291	\$23,991	\$2,491
10	Surplus Property	\$71	\$5	\$76	\$0
11	TOPASS	\$5,811,372	\$1,476,387	\$390,915	\$6,896,844
12	TOPASS Foundation	\$197,958	\$2,000	\$191,042	\$8,916
13	Health & Welfare*	\$2,058,659	\$29,333,834	\$28,010,195	\$3,382,298
14	Worker Compensation*	\$2,325,511	\$2,285,689	\$2,103,800	\$2,507,400

*Does not include reserve for claims

Questions