



Hillsborough City School District

2015-16 2nd Interim

3/9/2016

Table of Contents

- Revenue Assumptions
- Expenditure Assumptions
- Changes from 15-16 1st Interim Budget
- Multi-Year Projection & Reserves
- Enrollment & Average Daily Attendance (ADA)
- Questions



Revenue Assumptions

Assumptions-Revenues

Property Tax Increases:

2015-16:	7.96%
2016-17:	4.74%
2017-18:	4.50%

Assumptions-Revenues

Property Tax Revenues (per 11/13/15
County 15-16 P1 Report):

Net Secured	15,506,745.06
Unsecured	862,877.43
Homeowner Exemption	81,167.69
Prior Year Taxes	(8,966.00)
Total	16,441,824.18

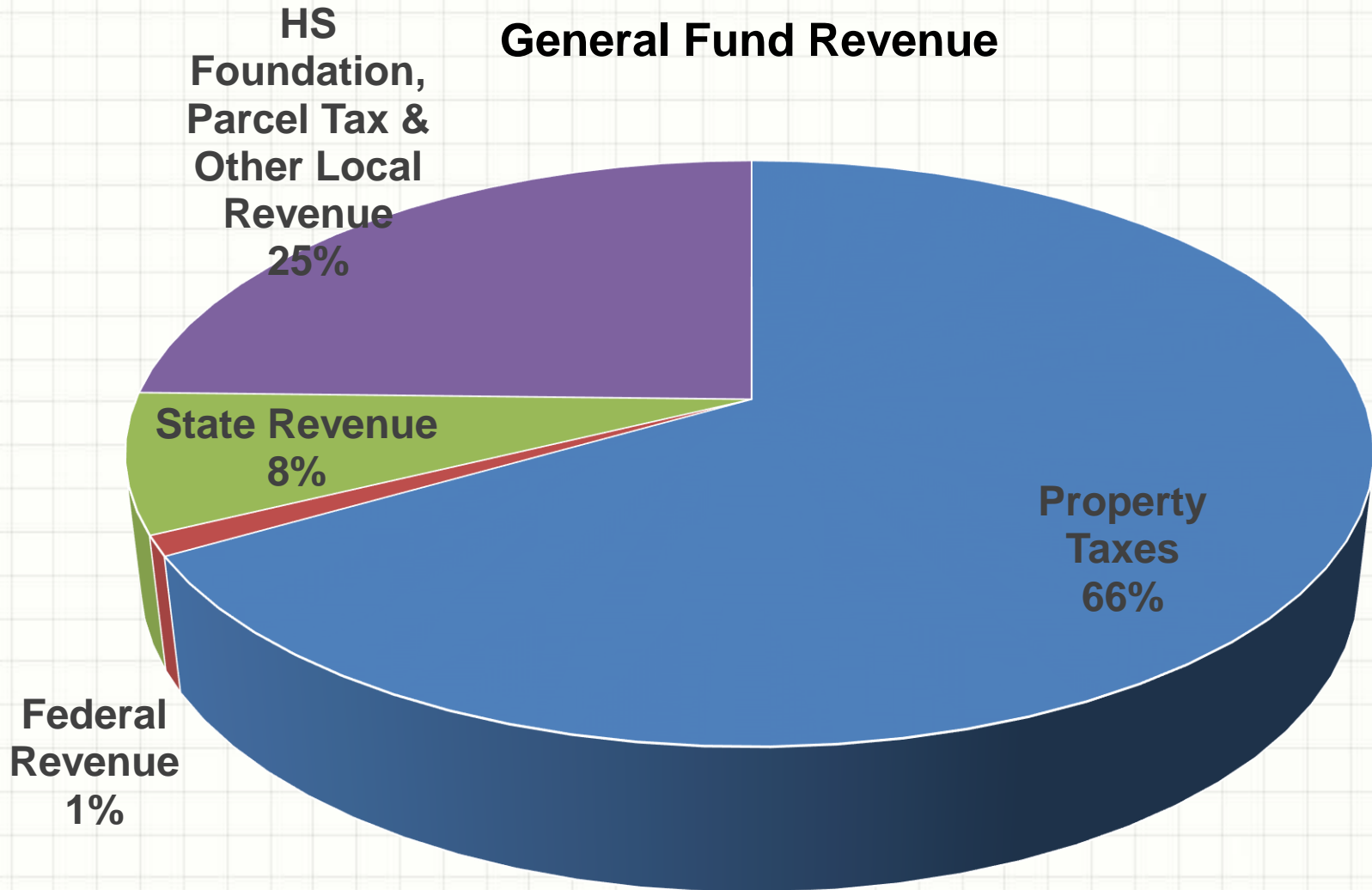
Assumptions-Revenues

Minimum State Aid	\$172,044
Parcel Tax	\$2,156,544
Education Protection Account	\$300,976
Mandated Cost	\$42,769
One-Time Discretionary Funds	\$796,490

Assumptions-Revenues

One-Time Educator Effectiveness Funding	\$185,589
Mental Health	\$33,044
Hillsborough Schools Foundation	\$3,540,000
Prop 39 Clean Energy Jobs Act	\$100,025
Lottery	\$261,248

Assumptions-Revenues





Expenditure Assumptions

Assumptions-Expenditures

Retirement Employer Contribution Rates

	CalSTRS	CalPERS
2015-16	10.73%	11.847%
2016-17	12.58%	13.050%
2017-18	14.43%	16.600%
2018-19	16.28%	18.200%
2019-20	18.13%	19.900%
2020-21	19.10%	20.400%

Assumptions-Expenditures

Certificated	14,024,655
Classified	2,968,598
Benefits	4,972,969
Books & Supplies	1,214,024
Services	3,541,812
Other Outgo	159,783
Total	26,881,841

Assumptions-Expenditures

Routine Restricted
Maintenance

619,944

Additional Technology
Replacement

90,000

Assumptions-Expenditures

Prop 39 Energy Efficiency Projects (thermostats, occupancy light sensors, CPM consulting)	129,161
2016-17 Certificated FTE Reduction and Staffing Changes	(173,302)

Assumptions-Interfund Transfers

Transfer in from Fund 40	44,500
Transfer out to Fund 20 (OPEB)	50,000

Assumptions-General Fund Contributions to Restricted Programs

	Amount	% of General Fund Expenditures
Special Education	\$3,824,402.25	14.20%
Routine Restricted Maintenance	\$619,944.12	2.30%
Total	\$4,444,346.37	16.50%

Assumptions-Contributions to Routine Restricted Maintenance

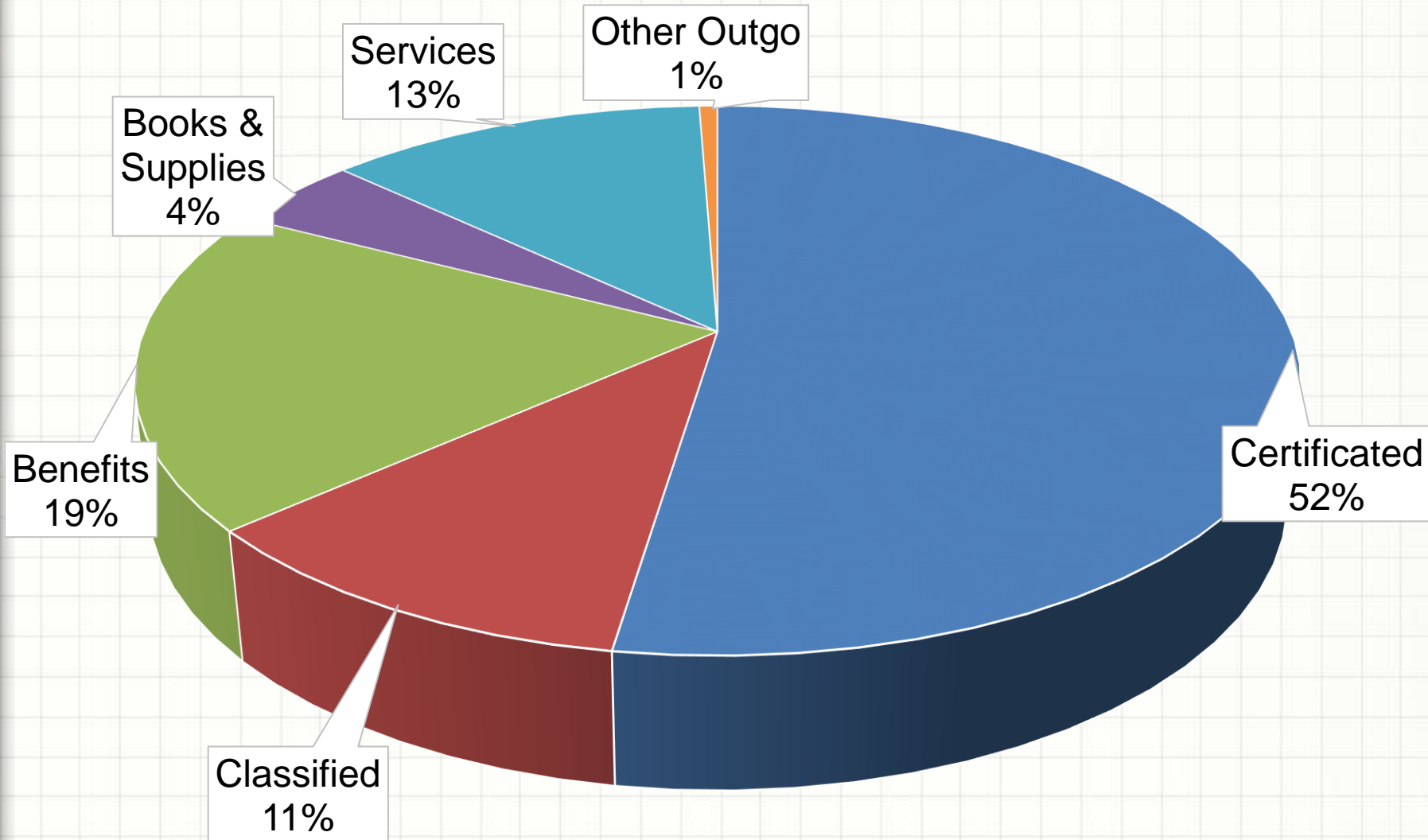
- AB 104 requires 3% by 2020-21
- For 2015-16 & 2016-17, contribute the lesser of
 - 3% of the 2015-16 total General Fund Expenditures (\$807,955.23)
 - 2014-15 contribution (\$481,286.17)

Assumptions-Contributions to Routine Restricted Maintenance

- For 2017-18 & 2019-20, the greater of
 - The lesser of 3% of total GF expenditures for that fiscal year or 2014-15 deposit
 - 2% of total GF expenditures for that fiscal year
- For 2020-21 and beyond, 3% of GF expenditures

Assumptions-Expenditures

General Fund Expenditures





Changes from 2015-16 1st Interim

15-16 1st to 2nd Interim Changes

	15-16 1st Interim (A)	15-16 2nd Interim (B)	Difference (B-A)
Revenues	26,429,549	26,494,577	65,028
Expenditures	26,757,007	26,881,841	124,834
Surplus (Deficit)	(327,457)	(387,263)	(59,806)
Total Transfers	(5,500)	(5,500)	0
End Bal Gain (Loss)	(332,957)	(392,763)	(59,806)
Beginning Balance	4,041,979	4,041,979	0
Ending Balance	3,709,022	3,649,216	(59,806)

15-16 1st to 2nd Interim Changes

Revenue Changes

(44,711)	Sp Ed AB602 Excess Taxes decrease due to declined enrollment
9,512	Increase of Sp Ed IDEA entitlement
57,664	Increase of State Revenue
42,563	Site Allocation, Parent/Student Group Donations
(250,000)	Projected 17-18 HSF decline

15-16 1st to 2nd Interim Changes

Expenditure Changes

(142,446)	Projected benefits decrease per year to date actuals
59,650	Cost increase due to math curriculum adoption
199,955	Sp Ed Legal and NPS cost increase
250,000	Language Arts curriculum (2016-17)

Prior Year Actuals vs 2015-16 2nd Interim

	2011-12	2012-13	2013-14	2014-15	15-16 2nd Interim
Revenues	20,376,238	21,416,811	23,125,706	24,938,805	26,494,577
Expenditures	20,713,398	20,909,748	22,301,159	24,955,306	26,881,841
Surplus (Deficit)	(337,160)	507,063	824,547	(16,501)	(387,263)
Total Transfers	44,500	44,500	(285,500)	(285,500)	(5,500)
End Bal Gain (Loss)	(292,660)	551,563	539,047	(302,001)	(392,763)
Beginning Balance	3,546,031	3,253,371	3,804,934	4,343,980	4,041,979
Ending Balance	3,253,371	3,804,934	4,343,981	4,041,979	3,649,216



Multi-Year Projection & Reserves

Multi-Year Projections

	14-15 Actuals	15-16 2nd Interim Budget	16-17 Projected Budget	17-18 Projected Budget
Revenues	24,938,805	26,494,577	26,287,431	26,793,163
Expenditures	24,955,306	26,881,841	27,127,211	27,599,333
Surplus (Deficit)	(16,501)	(387,263)	(833,780)	(806,170)
Net Transfers	(285,500)	(5,500)	(5,500)	(5,500)
End Bal Gain (Loss)	(302,001)	(392,763)	(839,280)	(811,670)
Beginning Balance	4,343,980	4,041,979	3,649,216	2,809,936
Ending Balance	4,041,979	3,649,216	2,809,936	1,998,266

Projected General Fund Reserves

Fund		15-16 2nd Interim	2016-17	2017-18
01	6% for Economic Uncertainty	1,615,910	1,630,273	1,658,960
01	Unappropriated Ending Balance	1,373,250	361,619	-84,037
01	Total Expenditures+ Transfers Out	26,931,841	27,171,211	27,649,333
	GF Reserve	11.10%	7.33%	5.70%
17	Ending Balance	539,662	539,662	539,662
	Reserve with Fund 17	13.10%	9.32%	7.65%

Projected General Fund Reserves

- The Government Finance Officers Association recommends reserves equal to two months of average General Fund Operating expenditures, or about 17%.
- Rating agencies like Fitch or Moody's compares district reserves with statewide averages, which are around 15%.

Enrollment

	2/19/2016	2/20/2015	Difference
NORTH	325	355	(30)
SOUTH	242	257	(15)
WEST	381	390	(9)
CROCKER	541	541	-
TOTAL	1489	1543	(54)

Average Daily Attendance (ADA)

- 2014-15 P-2: 1,504.88
- 2014-15 P-Annual: 1,503.75
- 2015-16 P-1: 1,455.82
- Decline from 14-15 P-Annual: 47.93

Questions

