



ORANGE UNIFIED SCHOOL DISTRICT

2015-16 Estimated Actuals

2016-17 All Funds Budget



May 26, 2016

Presentation Overview



Budgetary Building Blocks for 2016-17 Budget Hearing



Funding under the Local Control Funding Formula (LCFF)



Enrollment Projections



District Contributions to CalSTRS and CalPERS



Multi-Year Projections



Governor's May Revise Proposal for 2016-17 Budget



Next Steps

A vertical decorative image on the left side of the slide. It features a bright green apple with a short stem, resting on a wooden surface. The background is a chalkboard with faint white mathematical symbols like pi, infinity, and numbers. The image is partially cut off by the left edge of the slide.

Budgetary Building Blocks

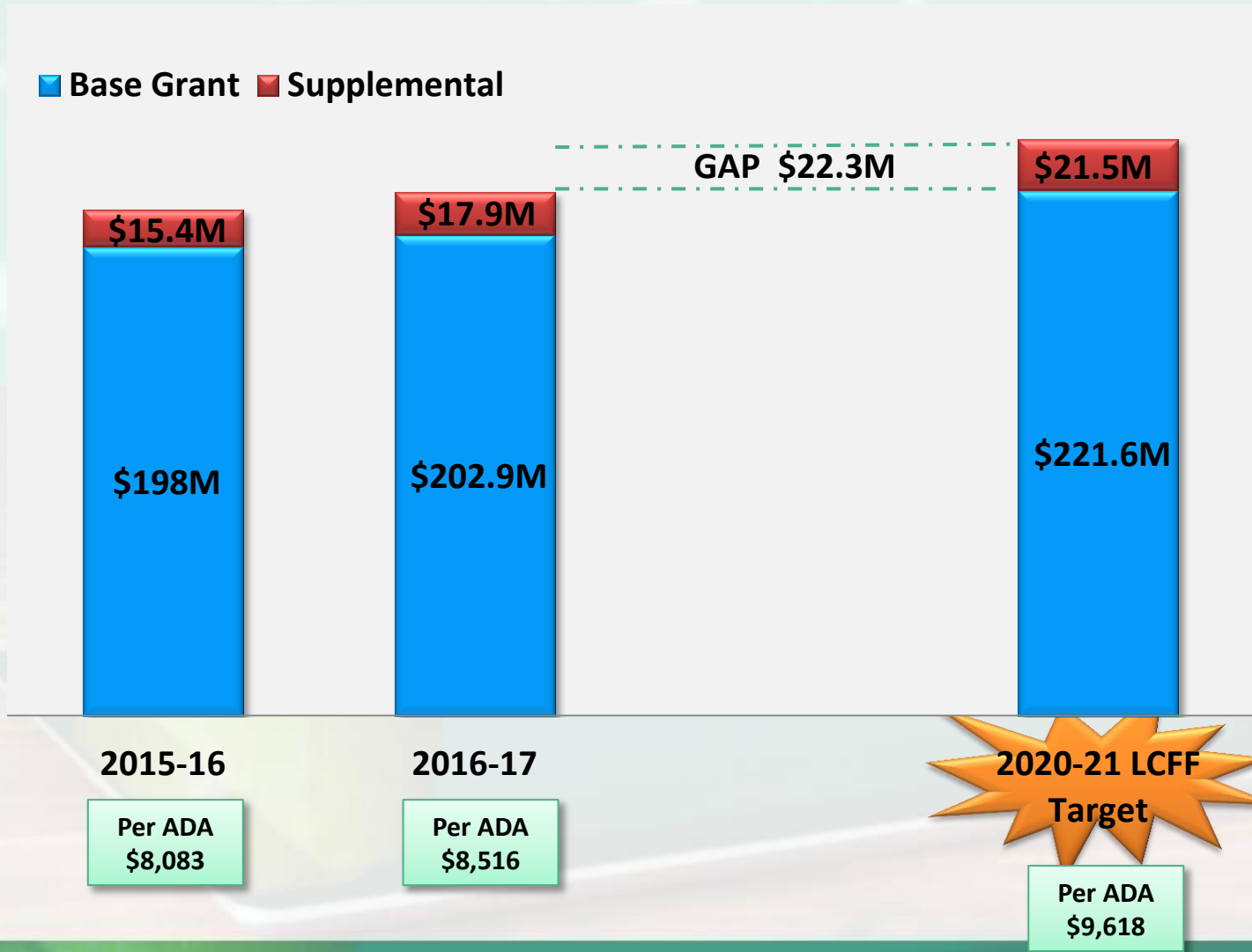
- **Revenues:**

- Local Control Funding Formula
 - Annual decline in enrollment of 250 (3-Year Average)
 - Attendance Rate: 96.3%
 - New Funding for 2016-17
 - Base: \$4.5M
 - CSR, CTE & Supplemental: \$2.9M

- **Expenditures:**

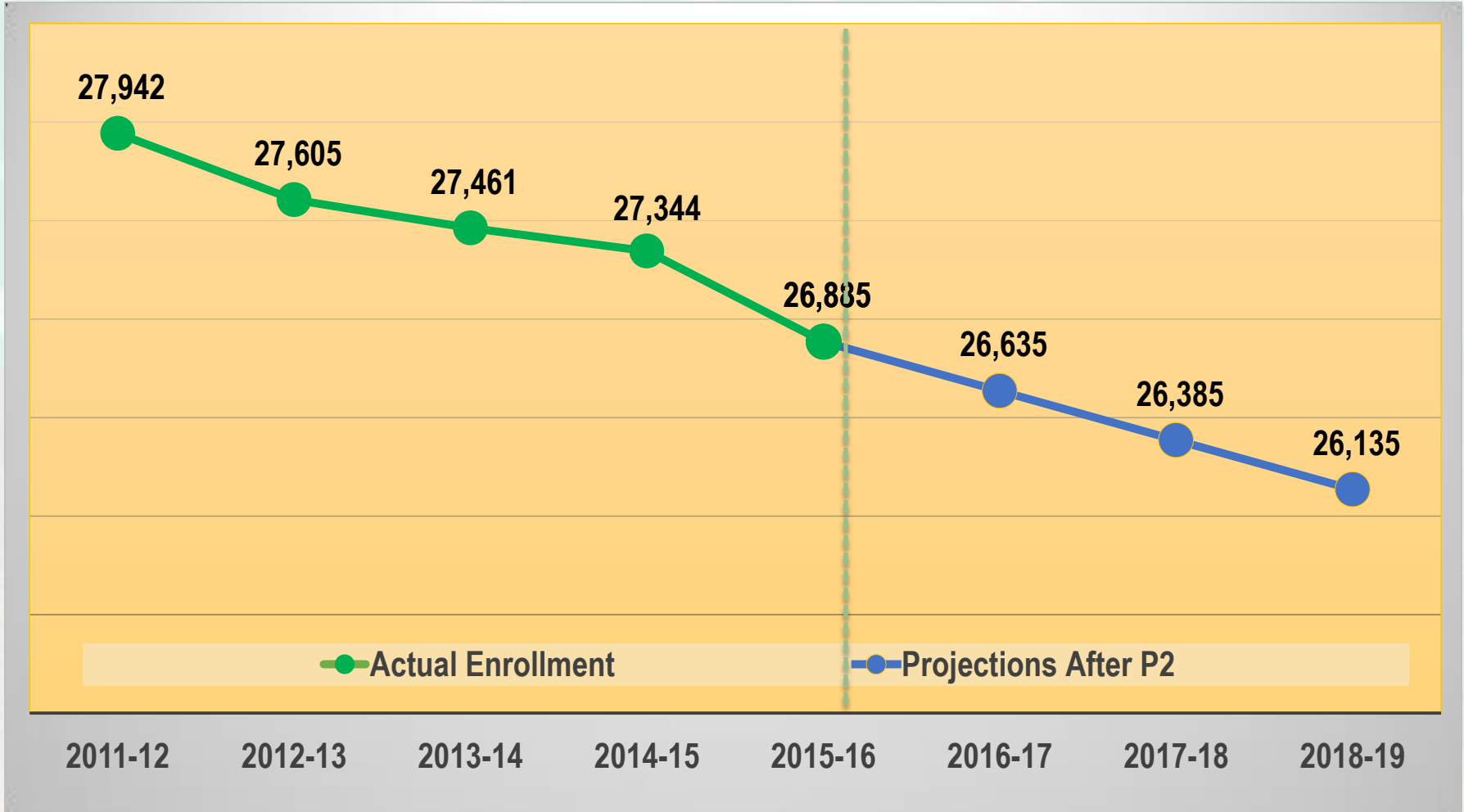
- Outcome of Collective Bargaining Agreements approved in January
- Class Size Reduction beginning 2017-18
- Step and Column Increases
- Increases in STRS and PERS employer contribution rates

Funding Under LCFF

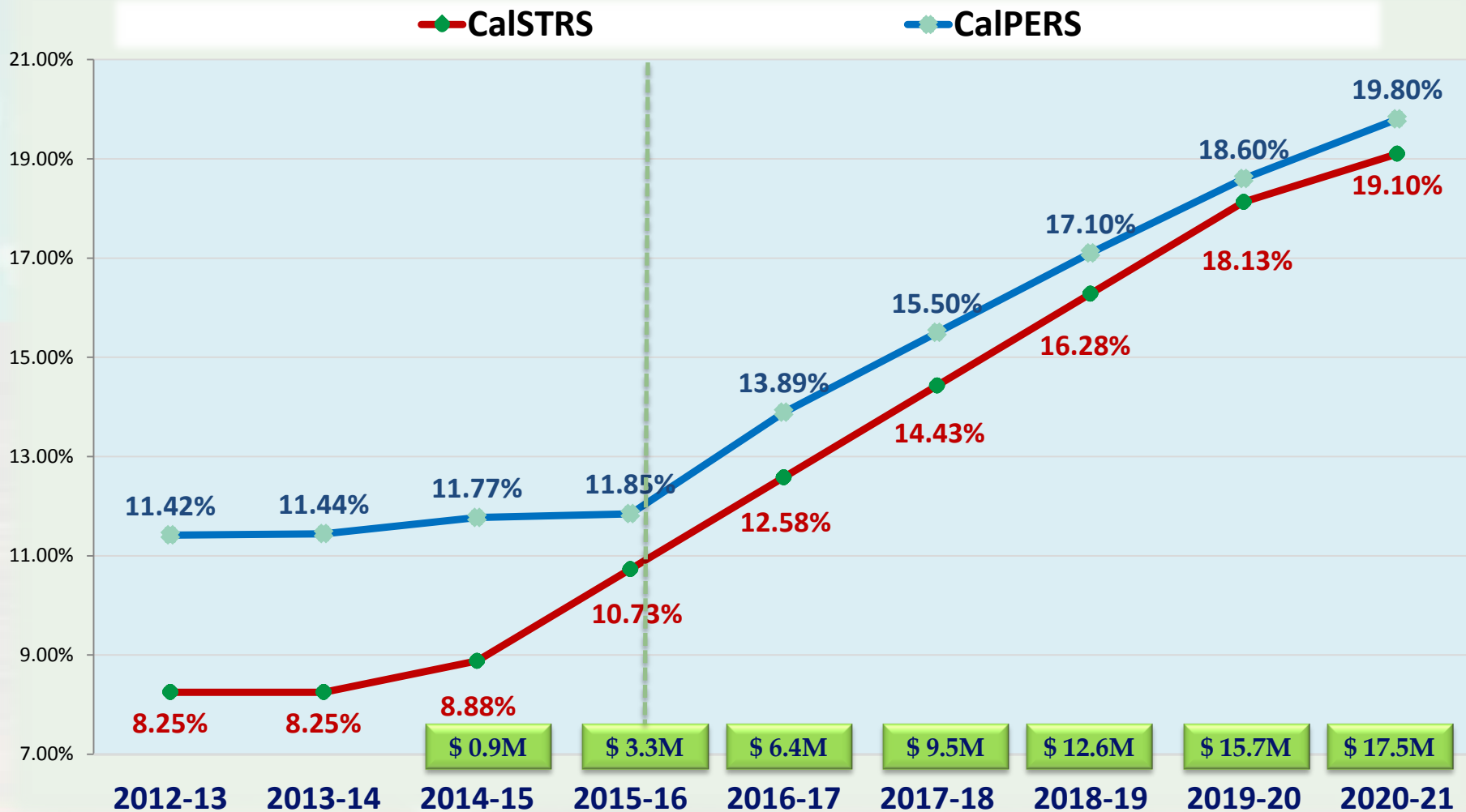


Historical Enrollment

Excluding Charter Schools



Historical District Contributions to CalSTRS and CalPERS



Multi-Year Projections

	2016-17	2017-18	2018-19
REVENUES	264,289,703	262,198,818	266,780,943
<i>Declining Enrollment</i>	<i>(2,051,079)</i>	<i>(4,144,065)</i>	<i>(6,291,243)</i>
<i>Increase in Supplemental Funding</i>	<i>2,519,252</i>	<i>3,312,951</i>	<i>4,096,411</i>
TOTAL REVENUES AS ADJUSTED	264,757,876	261,367,704	264,586,111
EXPENDITURES	272,656,132	269,184,873	271,795,882
<i>STRS & PERS Increase</i>	<i>6,425,639</i>	<i>9,488,991</i>	<i>12,612,180</i>
<i>Class Size Reduction Expenses</i>		<i>2,446,584</i>	<i>4,893,168</i>
<i>Increase in Supplemental Expenditures</i>	<i>2,519,252</i>	<i>3,312,951</i>	<i>4,096,411</i>
TOTAL EXPENDITURES	281,601,023	284,433,399	293,397,641
INCREASE (DECREASE) IN FUND BALANCE	(16,843,147)	(23,065,695)	(28,811,530)
BEGINNING BALANCE	69,655,877	52,812,730	29,747,035
PROJECTED ENDING BALANCE	52,812,730	29,747,035	935,505
Adjustment to Ending Fund Balance			
Stores, Revolving Cash and Carryover	<i>(3,525,630)</i>	<i>(334,295)</i>	<i>(334,295)</i>
3% State Required Contingency	<i>(8,448,031)</i>	<i>(8,533,002)</i>	<i>(8,801,929)</i>
Unappropriated Fund Balance Above 3%	40,839,069	20,879,738	(8,200,719)

Governor's May Revise for 2016-17 Budget

- The state's projections assume the expiration of Proposition 30 temporary taxes;
- The May revision continues the implementation of LCFF with an additional \$154 million above the January proposal;
- The cost-of-living adjustment (COLA) 0%, a decrease from 0.47% in January;



Next Steps

State Level

- May Proposed Budget moves forward to the Legislature
- State Budget is enacted by June 30, 2016

Local Level

- Adopt 2016-17 District Budget on June 9, 2016
- Adopt 2015-16 Unaudited Actuals and 2016-17 Revised Budget on September 8, 2016