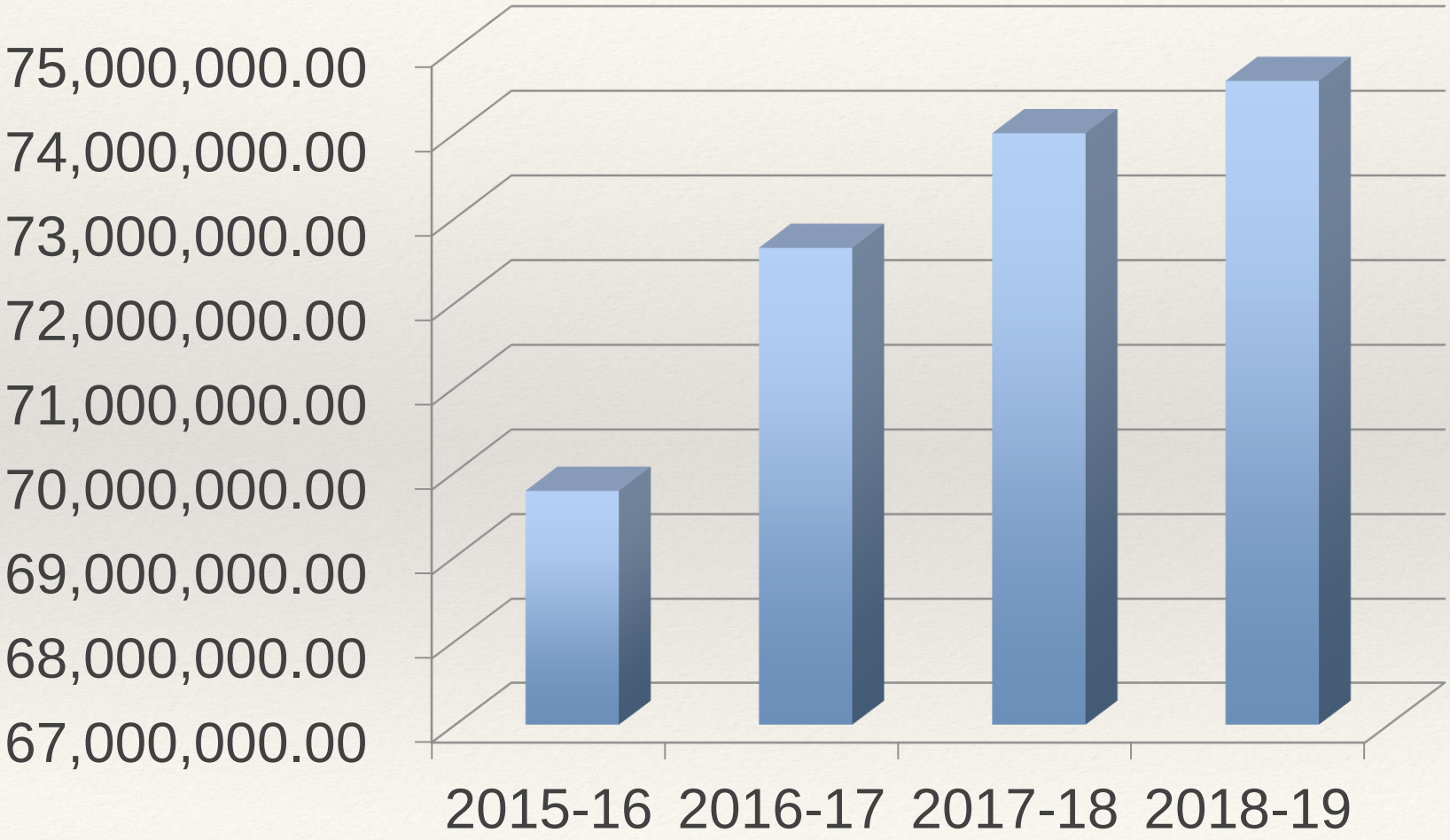
San Leandro Unified 2016-17 Budget

7 June 2016

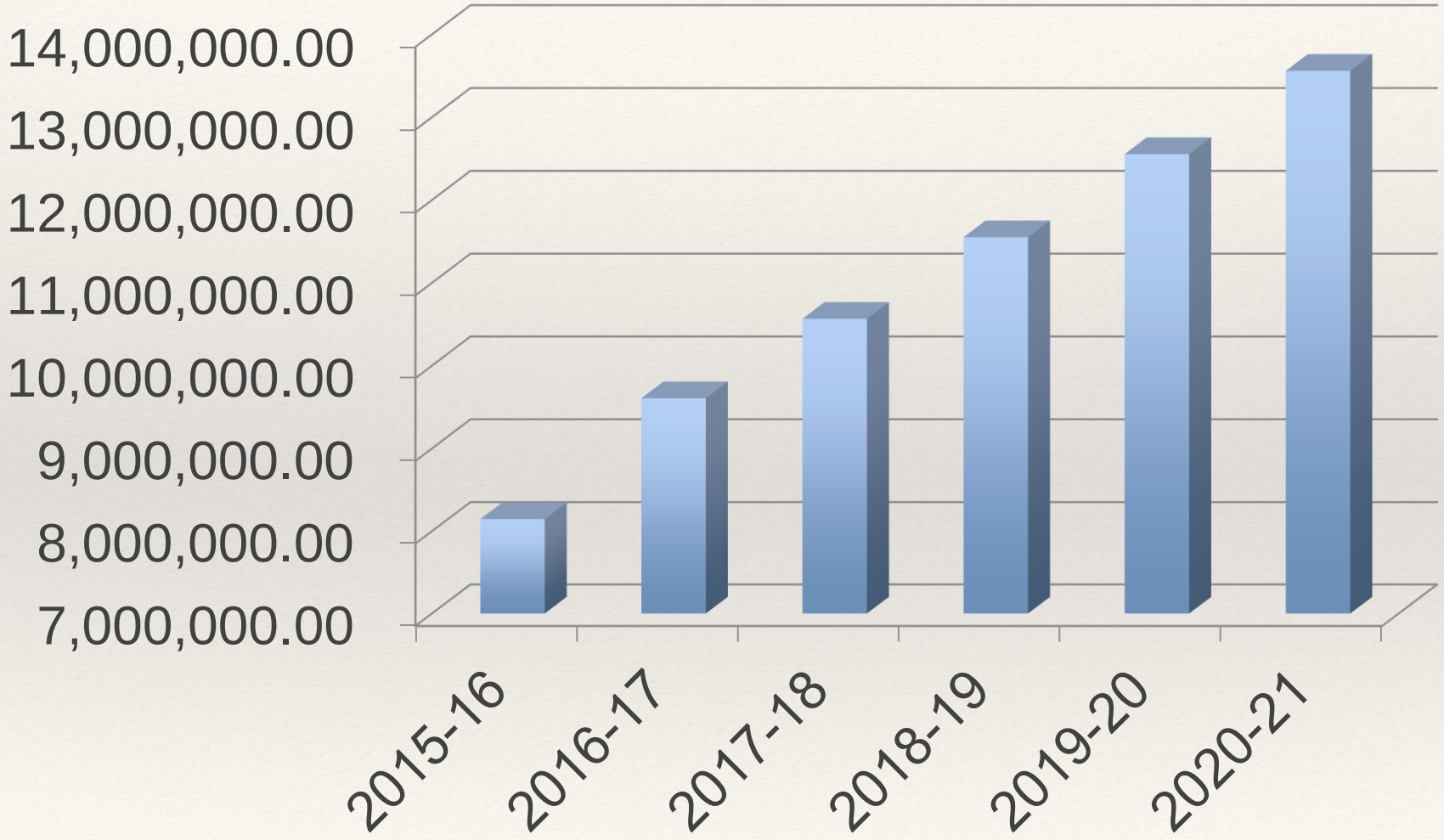
Key Points

- Budget balanced for this year
- Budget Adjustments Required in out years
- ADA declined 20 this year and is projected to decline for the next two years.
- Revenue Growth is slowing
- STRS and PERS are taking a larger share of budget
- Special Education transportation costs grow from $1 million to $1.4 million

Local Control Funding Formula Growth Slows
Additional Sales Tax Expires end of 2016
Additional Income Tax Expires 2018



Benefit Costs rise nearly 60%
Driven by Increases in STRS/PERS



SAN LEANDRO UNIFIED SCHOOL DISTRICT

2016-17 PROPOSED BUDGET

Multi-Year Financial Projection

Description	2015-16 Est. Actuals Unrestricted	2016-17 Budget Unrestricted	2017-18 Projected Unrestricted	2018-19 Projected Unrestricted
TOTAL REVENUES	**77,113,608**	**76,822,532**	**76,243,894**	**76,854,833**
TOTAL EXPENDITURES	**63,476,038**	**64,521,307**	**64,743,609**	**63,257,296**
EXCESS / (DEFICIENCY)	**13,637,570**	**12,301,225**	**11,500,285**	**13,597,537**
OTHER SOURCES/USES				
Transfers In	-	-	-	-
Transfers Out	(832,505)	(675,505)	(675,505)	(675,505)
Net Other Sources (Uses)	-	-	-	-
Contributions to Restricted	(11,052,777)	(11,945,407)	(12,466,020)	(12,952,041)
TOTAL OTHER SOURCES / USES	(11,885,282)	(12,620,912)	(13,141,525)	(13,627,546)
Net Increase (Decrease)	**1,752,288**	**(319,687)**	**(1,641,240)**	**(30,009)**
FUND BALANCE, RESERVES				
Beginning Balance	2,998,713	4,751,001	4,431,314	2,790,074
Estimated Ending Balance	**4,751,001**	**4,431,314**	**2,790,074**	**2,760,065**
Nonspendable	40,000	40,000	40,000	40,000
Assigned	1,984,810	1,672,398	-	-
Unassigned - REU	2,726,191	2,718,916	2,750,074	2,720,065
Total - Est. Fund Balance	**4,751,001**	**4,431,314**	**2,790,074**	**2,760,065**

2017-18 will require $1.6 million in budget adjustments to achieve the above projection

Assumptions

Revenue

1. LCFF-FCMAT LCFF calculator is source of LCFF Revenue Calculation
   - Zero COLA
   - ADA declined by 20 in 2015-16,
   - Projected to decline 46 in 2016-17, 43 in 2017-18, 41 in 2018-19
   - 2016-17 One time dollars= $2.2 million
   - 2017-19 No one time dollars
2. LCFF budgeted Supplemental Concentration dollars decline by approximately $1.1 Million over two years (2015-2017) due to over counting of disadvantaged children. This error has been corrected.
3. Budget adjustments of $1.6 million are assumed for 2017-18

Expense

1. Certificated salaries—No FTE reduction budget year
   1.5% step and column each out year.
2. Classified salaries— No FTE reduction in budget year
   1.5% step and column each out year

3. Benefits Increase— STRS/PERS show large increases as mandated by state
4. Decreases in non salary accounts due to decrease in one time dollars

Supplementary Information

- Fund 21 Bond funds assumed expended
- Special Education transportation costs may grow more than $400,000 currently budgeted. Contract not yet settled.
- There are no employee group negotiated settlements for 2016-17
- Parcel tax will expire in 2018 ($800,000 per year)