

## BOARD AGENDA ITEM

F-3

**Meeting Date:** August 9, 2011

**Item Title:** Presentation on 45-Day Budget Analysis

**Item Type:** Information

**BACKGROUND:** Education Code (EC) section 42127 requires the Governing Board of each school district to make any revisions in its adopted budget revenues and expenditures within 45 days after the Governor signs the Annual Budget Act.

In addressing the intent of the 45-Day Revision, Alameda Unified School District will have no changes to the adopted budget.

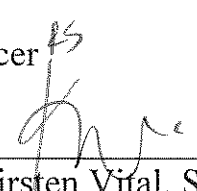
**FISCAL IMPLICATIONS:** None.

**RECOMMENDATION:** Receive information as submitted.

**AUSD Guiding Principle:** #5-Accountability, transparency and trust are necessary at all levels of the organization.

**Submitted by:** Robert Shemwell, Chief Business Officer

**Approved for Submission to Board of Education**

  
Kirsten Vital, Superintendent

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# **Alameda Unified School District**

## **Presentation on 45-Day Budget Analysis**

**August 9, 2011**

## AUSD – 2011-2012 Budget

### **No Fiscal Change Between May Revise and Final State Budget**

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- May Revision: Proposes \$2.5 billion to “pay down” Proposition 98 deferrals
  - ❖ Final Budget: Defers approximately \$2.1 billion of payments to schools
- May Revision: Counts on \$9.6 billion in temporary taxes
  - ❖ Final Budget: Assumes \$4 billion more in General Fund revenues above May forecast
- May Revision: Funds Proposition 98 at the minimum, without suspension
  - ❖ Final Budget: Takes away \$2.1 billion from K-12 education through a sales tax shift and reallocates those funds to other areas of the Budget without suspension

## AUSD – 2011-2012 Budget

### **No Fiscal Change Between May Revision and Final State Budget**

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- **May Revision:** Did not include “trigger cuts” to education, just the threat of additional cuts
  - ❖ **State Budget:** Puts K-12 education at risk of losing \$1.9 billion by triggering a cut if revenues fall short of projections
- **May Revision:** Contains no language that restricts local budgeting practices and fiscal oversight safeguards
  - ❖ **State Budget:** Places several requirements on the funding level school agencies must budget and staffing levels that must be met in 2011-12, and suspends various AB 1200 provisions
- **May Revision:** Contains no additional flexibility provisions
  - ❖ **Final Budget:** Allows automatic reductions in the school year if triggered cuts are made – however, would still be subject to collective bargaining

**AUSD – 2011-2012 Budget  
Multi-Year Projections 2011-12 through 2013-2014  
Unrestricted General Fund, including Tier III**

	11/12	12/13	13/14
<b><u>REVENUES</u></b>			
Revenue Limit	\$ 45,540,487	\$ 46,773,039	\$ 48,062,708
Federal	\$ 47,218	\$ 47,218	\$ 47,218
Other State	\$ 9,476,766	\$ 9,680,386	\$ 9,857,687
Other Local	\$ 986,535	\$ 956,535	\$ 976,535
<b>Revenues</b>	<b>\$ 56,051,006</b>	<b>\$ 57,457,178</b>	<b>\$ 58,944,148</b>
<b><u>EXPENDITURES</u></b>			
Salaries & Benefits	\$ 39,040,955	\$ 41,105,934	\$ 41,502,332
Books/Supplies & Outlay	\$ 1,609,856	\$ 1,638,833	\$ 1,668,332
Services & Operating Expenses	\$ 9,365,179	\$ 6,222,741	\$ 6,334,750
Other Outgo & Transfers	\$ (882,333)	\$ (882,333)	\$ (882,333)
<b>Expenditures</b>	<b>\$ 49,133,657</b>	<b>\$ 48,085,175</b>	<b>\$ 48,623,081</b>
Other Sources (Uses)	\$ (12,438,460)	\$ (12,716,281)	\$ (13,148,203)
Net Inc/Dec in Fund Balance	\$ (5,521,111)	\$ (3,344,278)	\$ (2,827,136)
<b>Beginning Balance</b>	<b>\$ 9,348,074</b>	<b>\$ 3,826,963</b>	<b>\$ 482,686</b>
<b>Ending Balance</b>	<b>\$ 3,826,963</b>	<b>\$ 482,685</b>	<b>\$ (2,344,450)</b>
<b><u>CONTINGENCIES</u></b>			
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000
District Wide Vacation Liability	\$ 538,787	\$ 538,787	\$ -
Mental Health Contingency	\$ 500,000	\$ 500,000	\$ 500,000
<b>NET ENDING FUND BAL</b>	<b>\$ 2,738,176</b>	<b>\$ (606,102)</b>	<b>\$ (2,894,450)</b>

