
Alameda Unified School District

1st Interim 2010-2011

November 23, 2010

**AUSD – 10-11 First Interim
Outstanding Issues
Possibly Impacting the Budget**

State Budget Still in Crisis

- Special session being called in December 2010
- LAO surfaces \$6 billion shortfall 2010-11, \$19 billion 2011-12 (\$25 billion total)
- New Governor's Budget in mid January

State Reduction of Mental Health Dollars

- District currently will be liable for maintaining service to students
- Funding maintained through December 30th 2010
- Legal action pending at the state level

**AUSD – 10-11 First Interim
Outstanding Issues (Continued)
Possibly Impacting the Budget**

Federal Stimulus Dollars (Maintain Jobs)

- They have been received (approximately \$1.6 million)
- Academy of Alameda will receive some portion
- Will be utilized in 2011-2012 to maintain site based jobs
- Use will become clearer after Governor's budget, Parcel Tax and May revise

State Economic Recovery Still in Flux

- State job growth is still lacking and not showing signs of recovery
- State economic activity in major industries has not shown signs of recovery

AUSD – 1st Interim 2010-11

Multi-Year Projections and Assumptions

<u>Categories</u>	<u>08/09</u>	<u>09/10</u>	<u>10/11</u>	<u>11/12</u>	<u>12/13</u>
<u>Enrollment and ADA</u>					
District Enrollment (CBEDS)	9892	9,770	9,182	9,201	9,165
District ADA-Actual/Projected	9550	9,368	8,838	8,847	8,800
District ADA-Funded	9591	9,396	8,838	8,847	8,847
Charter School ADA	307	612	1,138	1,138	1,138
<u>Revenues</u>					
Revenue Limit COLA Statutory	5.66%	4.25%	-0.39%	0.0%	1.9%
Revenue Limit Deficit	7.844%	18.355%	17.963%	17.963%	17.963%
State Categorical Tiers II and III	-15.38%	-4.46%	0%	0%	1.9%
Other Revenue Limit Adjustments	-	252/ADA	0%	0%	0%
Base Revenue Limit w/Statutory COLA	\$6,106	\$6,368	\$6,343	\$6,343	\$6,464
Base Revenue Limit w/Deficit COLA	\$5,627	\$5,199	\$5,203	\$ 5,203	\$5,303
Additional RL reduction 252 ADA 09/10	-	\$4,947			
Adopted Base Revenue Limit w/Deficit COLA			\$4,934	\$5,039	\$5,160
Revenue Limit Adjustment s			\$269	\$164	\$143

AUSD – 1st Interim 2010-11

	Unrestricted	Tier 3	Restricted	Total
<u>REVENUES</u>				
Revenue Limit	\$ 45,011,525		\$ 1,857,884	\$ 46,869,409
Federal	\$ 46,620		\$ 5,287,489	\$ 5,334,109
Other State	\$ 3,179,129	\$ 6,069,800	\$ 2,804,377	\$ 12,053,306
Other Local	\$ 1,034,805	\$ 826,316	\$ 5,410,381	\$ 7,271,502
Parcel Tax	\$ 7,300,000			\$ 7,300,000
Revenues	\$ 56,572,079	\$ 6,896,116	\$ 15,360,131	\$ 78,828,326
<u>EXPENDITURES</u>				
Salaries & Benefits	\$ 45,007,893	\$ 2,099,513	\$ 16,245,183	\$ 63,352,589
Books/Supplies & Outlay	\$ 681,778	\$ 2,874,290	\$ 3,323,069	\$ 6,879,137
Services & Op. Expenses	\$ 6,213,842	\$ 451,241	\$ 7,182,837	\$ 13,847,920
Other Outgo & Transfers	\$ 23,000	\$ 2,592,668	\$ 767,064	\$ 3,382,732
Expenditures	\$ 51,926,513	\$ 8,017,712	\$ 27,518,153	\$ 87,462,378
Other Sources (Uses)	\$ (5,934,835)	\$ (2,993,851)	\$ 9,760,196	\$ 831,510
Net Inc/Dec in Fund Bal.	\$ (1,289,269)	\$ (4,115,446)	\$ (2,397,826)	\$ (7,802,541)
Beginning Balance	\$ 7,298,363	\$ 4,343,063	\$ 2,597,798	\$ 14,239,224
Adjustments	\$ 489,874	\$ (227,617)	\$ (199,972)	\$ 62,285
Ending Balance	\$ 6,498,968	\$ -	\$ -	\$ 6,498,968

AUSD – Multi-Year Projections 2010-11 through 2012-2013

Unrestricted General Fund, including Tier III

	10/11	11/12	12/13
<u>REVENUES</u>			
Revenue Limit	\$ 45,011,525	\$ 45,332,930	\$ 46,042,238
Federal	\$ 46,620	\$ 46,620	\$ 46,620
Other State	\$ 9,248,929	\$ 9,248,892	\$ 7,268,739
Other Local	\$ 1,861,122	\$ 1,861,092	\$ 1,861,092
Parcel Tax	\$ 7,300,000	\$ 7,300,000	\$ -
Revenues	\$ 63,468,196	\$ 63,789,534	\$ 55,218,689
<u>EXPENDITURES</u>			
Salaries & Benefits	\$ 47,107,406	\$ 46,635,673	\$ 51,221,262
Books/Supplies & Outlay	\$ 3,556,068	\$ 1,008,152	\$ 1,035,372
Services & Operating Expenses	\$ 6,665,083	\$ 6,072,166	\$ 6,123,451
Other Outgo & Transfers	\$ 2,266,717	\$ 1,999,273	\$ 2,035,625
PROPOSED CUTS		\$ (4,500,000)	\$ (12,600,000)
Expenditures	\$ 59,595,274	\$ 51,215,264	\$ 47,815,710
Other Sources (Uses)	\$ (9,277,637)	\$ (8,111,015)	\$ (8,574,255)
Net Inc/Dec in Fund Balance	\$ (5,404,715)	\$ 4,463,255	\$ (1,171,276)
Beginning Balance	\$ 11,641,426	\$ 6,498,968	\$ 10,962,223
Adjustments	\$ 262,257		\$ -
SACS Ending Balance	\$ 6,498,968	\$ 10,962,223	\$ 9,790,947
<u>CONTINGENCIES / STIMULUS</u>			
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000
Federal Job Savings	\$ -	\$ 1,529,908	\$ -
Revenue Limit Adjust. (3.85%)	\$ 2,370,844	\$ 4,741,688	\$ 7,112,532
Maintenance of Tier 3 allocation	\$ 862,190	\$ 862,190	\$ 862,190
Mental Health Contingency	\$ 500,000	\$ 1,000,000	\$ 1,000,000
NET ENDING FUND BAL	\$ 2,715,934	\$ 2,778,437	\$ 766,225

AUSD – 11/12 CUTS

\$4 Million Reduction Additional		Implementation on July 1, 2011
AUSD Reduction	Savings	Description
Adult Education Elimination	\$750,000	Total Elimination of the Adult Education Program (Soft)
2 Additional Furlough Days for AEA Teachers	\$442,681	Negotiated in 2010 MOU with AEA will be a total of 10 days
Equivalent 10 Days Lay-Off (CSEA 860-27 and Admin)	\$892,241	*Effects must be negotiated but can be imposed. 10 days to equal AEA agreement
Secondary School Closure	\$574,065	Close 1 Middle School
Elimination of Seven Period Day Middle School	\$780,000	Eliminates one elective period from the middle school schedule at both schools necessary. 10 days to equal AEA agreement
Running Total	\$3,438,987	

AUSD – 11/12 CUTS (Continued)

Total from Previous Page	\$3,348,987	Implementation on July 1, 2011
AUSD Reduction	Savings	Description
32:1 Elementary Class Size Increase Elementary	\$1,108,062	Increase all K-3 Classrooms in the District to 32:1
Athletics- coaching, transportation, operations (-25%)	\$106,889	Eliminates all Freshman and JV Athletics. One coach per sport.
Grand Total	\$4,653,938	

AUSD – 12/13 CUTS (draft)

\$9 Million Reduction Additional		Implementation on July 1, 2012
AUSD Reduction	Savings	Description
8% Salary Reduction All Employees	\$4,876,306	**Must be Negotiated
Eliminate all of Elementary (Music, PE & Media)	\$795,735	Eliminates all electives at the elementary school sites **Must be Negotiated
3 Elementary School Closures	\$913,146	Three sites to be identified
Eliminate ROTC	\$81,294	Eliminates the ROTC Program
Reduction High School Graduation Requirements	\$1,299,990	Would lower the graduation requirements eliminating 15 FTE
Eliminate Athletics/Pool, Coaching, Transportation, Operations	\$443,111	Complete elimination of all athletics, pool maintenance, operations
Running Total	\$8,409,582	

AUSD – 12/13 CUTS (Continued)

Total from Previous Page	\$8,409,582	Implementation on July 1, 2012
AUSD Reduction	Savings	Description
Staffing reduction 11 FTE maintaining 35 to 1 at high schools	\$770,000	Will staff as a true base of 35:1 in all high school classes (50:1 PE)
Reduce 3.5 Technology classified Staff	\$254,561	Eliminates Tech support to school sites
Reduce and additional 5 FTE counseling staff	\$455,960	Reduces counseling to 2.5 FTE
Grand Total	\$9,890,103	

AUSD – Eliminations Even With a Parcel Tax

AUSD Permanent Reductions	Savings	Description
District Office Reductions	\$250,000	Maintain district office reductions
Reduction of 3 TSA at District Office	\$152,000	2 FTE in Special Education, 1 FTE in Technology
Elimination of 7 period day at Middle School	\$780,000	Reduces electives to 1 in grades 6, 7, 8
Reduction of High School Graduation Requirements (15) FTE	\$1,050,000	Lowers graduation credits from 230 to 220 over time
Special Education Reduction in Paraprofessionals	\$477,938	Reduction in hours to special education paraprofessionals
Staffing reduction (11) FTE maintaining 35 to at high schools	\$1,120,000	Will staff at a true base of 35:1 in all high school classes 50:1
Grand Total	\$3,829,938	

Final Note:

When good intentions meet bad economics, it is usually the economics that win out.

- Warren Buffett -