

**ALAMEDA UNIFIED SCHOOL DISTRICT
BOARD AGENDA ITEM**

**EXHIBIT
F-7**

Meeting Date: December 13, 2011

Item Title: Public Hearing and Approval of First Interim Budget,
Resolution No. 11-0100

Item Type: Action

BACKGROUND: Twice during the fiscal year, a school district is required to submit a financial report certifying the district's ability to meet its financial obligations for the current year and two subsequent years. The report examines the district's attendance, spending patterns, fund balance, reserve for economic uncertainties, and multi-year projections.

Staff will present the 2011/12 First Interim which reports the district's financial position as of October 31, 2011.

FISCAL ANALYSIS:

- General Fund
- Categorical Funds
- Parcel Tax Funds

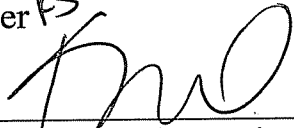
See attached report [Savings] [Cost]
_____ Department Budget

RECOMMENDATION: Approve as submitted.

AUSD Guiding Principle: #6 – Allocation of funds must support our vision, mission, and guiding principles.

Submitted by: Robert Shemwell, Chief Business Officer ^{RS}

Approved for Submission to Board of Education



Kirsten Vital, Superintendent

Alameda Unified School District

1st Interim 2011-2012

December 13, 2011

**AUSD – 11-12 First Interim
Outstanding Issues
Possibly Impacting the Budget**

State Budget Still in Crisis

- State Revenue is \$3.7 billion below the level assumed in June 11-12 budget
- Potential \$2 billion in trigger cuts to various programs
- By December 15, 2011, the Director of Finance is required to determine whether revenues are coming

State Reduction of Mental Health Dollars

- District currently will be liable for maintaining service to students
- Funding still being determined
- Legal action pending at the state level

**AUSD – 11-12 First Interim
State Deferral Schedule for 2011-12**

Month	Traditional Disbursement	Current Disbursement	Accumulated Shortfall
July	5.00%	0.00%	-5.00%
August	5.00%	0.00%	-10.00%
September	9.00%	11.70%	-7.30%
October	9.00%	0.00%	-16.30%
November	9.00%	9.00%	-16.30%
December	9.00%	9.00%	-16.30%
January	9.00%	25.30%	0.00%
February	9.00%	0.50%	-8.50%
March	9.00%	0.00%	-17.50%
April	9.00%	4.60%	-21.90%
May	9.00%	1.50%	-29.40%
June	9.00%	0.00%	-38.40%
Deferred to 2012-13	0.00%	38.40%	

**AUSD – 11-12 First Interim
Cash Flow, General Fund, July 2011 to November 2011**

Month	Jul	Aug	Sep	Oct	Nov
	Actual	Actual	Actual	Actual	Projected
Beginning Cash Balance	\$4,579,091.13	\$1,507,658.52	(\$2,339,145.00)	(\$7,404,891.00)	\$612,317.27
Total Receipts	\$1,857,305.40	\$160,572.42	\$36,362.65	\$8,003,477.24	\$4,626,678.39
Total Disbursements	\$1,963,915.27	\$5,435,852.65	\$6,441,348.10	\$9,501,496.26	\$6,644,795.16
Receivables	\$748,237.58	\$2,383,532.00	\$1,534,431.00	\$10,925,087.00	\$658,117.38
Payables	\$3,713,060.32	\$955,055.29	\$195,191.55	\$1,409,859.71	\$333,685.41
Ending Cash Balance	\$1,507,658.52	(\$2,339,145.00)	(\$7,404,891.00)	\$612,317.27	(\$1,081,367.53)

Cash Balances in Restricted Funds may be used to backfill cash shortage in General Fund on temporary basis

AUSD – 11-12 First Interim Multi-Year Projections and Assumptions

Categories	10/11	11/12	12/13	13/14
	(Actual)	(Projected)	(Projected)	(Projected)
<u>Enrollment and ADA</u>				
District Enrollment (CBEDS)	9,182	9,231	9,269	9,255
District ADA-Actual/Projected	8,901	8,847	8,884	8,884
Charter School ADA	1,205			
<u>Revenues</u>				
Revenue Limit COLA Statutory	-0.390%	2.240%	3.100%	2.800%
Revenue Limit Defecit	17.963%	19.754%	19.754%	19.754%
State Categorical Tiers II & III				
Other Revenue Limit Adjustments		\$330/ADA		
Base Revenue Limit w/ Statutory COLA	\$ 6,343.14	\$ 6,486.14	\$ 6,687.14	\$ 6,874.14
Base Revenue Limit w/Deficit COLA	\$ 5,203.72	\$ 5,204.87	\$ 5,366.16	\$ 5,516.22

AUSD – 1st Interim 2011-12, Budget, General Fund, Combined (Including Categorical)

	Unrestricted	Tier 3	Restricted	Measure A	Total
REVENUES					
Revenue Limit	\$ 45,555,232		\$ 1,839,795		\$ 47,395,027
Federal	\$ 47,218	\$ 11,164	\$ 5,906,022		\$ 5,964,404
Other State	\$ 3,242,797	\$ 6,378,080	\$ 3,098,617		\$ 12,719,494
Other Local	\$ 1,086,266	\$ -	\$ 6,340,528		\$ 7,426,794
Parcel Tax	\$ 372,420		\$ -	\$ 12,164,400	\$ 12,536,820
Revenues	\$ 50,303,933	\$ 6,389,244	\$ 17,184,962	\$ 12,164,400	\$ 86,042,539
EXPENDITURES					
Salaries & Benefits	\$ 37,412,176	\$ 1,373,455	\$ 19,864,618	\$ 10,194,202	\$ 68,844,451
Books/Supplies & Outlay	\$ 1,366,699	\$ 1,795,489	\$ 3,682,388	\$ 361,866	\$ 7,206,442
Services & Op. Expenses	\$ 6,251,914	\$ 582,840	\$ 7,867,877	\$ 1,128,332	\$ 15,830,962
Other Outgo & Transfers	\$ 1,528,026	\$ 375,874	\$ 1,308,348	\$ 480,000	\$ 3,692,248
Expenditures	\$ 46,558,815	\$ 4,127,658	\$ 32,723,231	\$ 12,164,400	\$ 95,574,104
Other Sources (Uses)	\$ (9,156,596)	\$ (3,341,292)	\$ 12,497,888		\$ -
Net Inc/Dec in Fund Bal.	\$ (5,411,478)	\$ (1,079,706)	\$ (3,040,381)	\$ 0	\$ (9,531,565)
Beginning Balance	\$ 10,711,460	\$ 1,079,706	\$ 3,157,283		\$ 14,948,449
Adjustments					\$ -
Ending Balance	\$ 5,299,982	\$ -	\$ 116,903	\$ 0	\$ 5,416,885

AUSD – 11-12 First Interim

Multi-Year Projections, Unrestricted General Fund, including Tier III, Prior to Contingencies

	10/11	11/12	12/13	13/14
REVENUES				
Revenue Limit	\$ 45,217,905	\$ 45,555,232	\$ 47,451,911	\$ 48,794,170
Federal	\$ 62,819	\$ 58,382	\$ 58,382	\$ 58,382
Other State	\$ 10,119,130	\$ 9,620,877	\$ 10,883,805	\$ 11,068,814
Other Local	\$ 3,019,936	\$ 1,086,266	\$ 1,116,266	\$ 1,116,266
Parcel Tax (Old A & H)	\$ 7,707,719	\$ 372,420	\$ -	\$ -
Revenues	\$ 66,127,509	\$ 56,693,177	\$ 59,510,364	\$ 61,037,632
EXPENDITURES				
Salaries & Benefits	\$ 45,348,171	\$ 38,785,631	\$ 42,745,163	\$ 43,158,238
Books/Supplies & Outlay	\$ 1,427,574	\$ 3,162,188	\$ 1,829,869	\$ 1,884,765
Services & Operating Expenses	\$ 6,113,333	\$ 6,834,754	\$ 6,617,953	\$ 6,816,492
Other Outgo & Transfers	\$ 5,720,219	\$ 1,903,900	\$ (1,015,610)	\$ (1,032,337)
		\$ -	\$ -	\$ -
Expenditures	\$ 58,609,297	\$ 50,686,473	\$ 50,177,375	\$ 50,827,158
Other Sources (Uses)	\$ (7,216,763)	\$ (12,497,888)	\$ (12,711,358)	\$ (12,970,588)
Net Inc/Dec in Fund Balance	\$ 301,449	\$ (6,491,184)	\$ (3,378,369)	\$ (2,760,114)
Beginning Balance	\$ 11,641,426	\$ 11,791,166	\$ 5,299,982	\$ 1,921,613
Adjustments	\$ (151,709)		\$ -	\$ -
SACS Ending Balance	\$ 11,791,166	\$ 5,299,982	\$ 1,921,613	\$ (838,500)

AUSD – 11-12 First Interim

Contingencies to Unrestricted General Fund, Including Tier III

	10/11	11/12	12/13	13/14
<u>CONTINGENCIES</u>				
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
Maintenance of Tier 3 allocation	\$ 1,231,417	\$ -	\$ -	\$ -
Deficited BRL 2012-13 Setaside	\$ -	\$ -	\$ 1,442,699	\$ 2,885,398
Districtwide Vacation Liability	\$ 556,960	\$ 556,960	\$ 556,960	\$ 556,960
Mental Health Contingency	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000
NET ENDING FUND BAL	\$ 9,452,789	\$ 4,193,022	\$ (628,046)	\$ (4,830,858)

AUSD – 11-12 First Interim

Multi-Year Projections, Unrestricted including Tier III

Including Contingencies

	10/11	11/12	12/13	13/14
<u>REVENUES</u>				
Revenue Limit	\$ 45,217,905	\$ 45,555,232	\$ 47,451,911	\$ 48,794,170
Federal	\$ 62,819	\$ 58,382	\$ 58,382	\$ 58,382
Other State	\$ 10,119,130	\$ 9,620,877	\$ 10,883,805	\$ 11,068,814
Other Local	\$ 3,019,936	\$ 1,086,266	\$ 1,116,266	\$ 1,116,266
Parcel Tax (Old A & H)	\$ 7,707,719	\$ 372,420	\$ -	\$ -
Revenues	\$ 66,127,509	\$ 56,693,177	\$ 59,510,364	\$ 61,037,632
<u>EXPENDITURES</u>				
Salaries & Benefits	\$ 45,348,171	\$ 38,785,631	\$ 42,745,163	\$ 43,158,238
Books/Supplies & Outlay	\$ 1,427,574	\$ 3,162,188	\$ 1,829,869	\$ 1,884,765
Services & Operating Expenses	\$ 6,113,333	\$ 6,834,754	\$ 6,617,953	\$ 6,816,492
Other Outgo & Transfers	\$ 5,720,219	\$ 1,903,900	\$ (1,015,610)	\$ (1,032,337)
		\$ -	\$ -	\$ -
Expenditures	\$ 58,609,297	\$ 50,686,473	\$ 50,177,375	\$ 50,827,158
Other Sources (Uses)	\$ (7,216,763)	\$ (12,497,888)	\$ (12,711,358)	\$ (12,970,588)
Net Inc/Dec in Fund Balance	\$ 301,449	\$ (6,491,184)	\$ (3,378,369)	\$ (2,760,114)
Beginning Balance	\$ 11,641,426	\$ 11,791,166	\$ 5,299,982	\$ 1,921,613
Adjustments	\$ (151,709)		\$ -	\$ -
SACS Ending Balance	\$ 11,791,166	\$ 5,299,982	\$ 1,921,613	\$ (838,500)
<u>CONTINGENCIES</u>				
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
Maintenance of Tier 3 allocation	\$ 1,231,417	\$ -	\$ -	\$ -
Deficited BRL 2012-13 Setaside	\$ -	\$ -	\$ 1,442,699	\$ 2,885,398
Districtwide Vacation Liability	\$ 556,960	\$ 556,960	\$ 556,960	\$ 556,960
Mental Health Contingency	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000
NET ENDING FUND BAL	\$ 9,452,789	\$ 4,193,022	\$ (628,046)	\$ (4,830,858)

AUSD – 11-12 First Interim
Components of Special Reserve Fund for 11-12

Beginning Balance	\$ 5,719,355
Net Increase (Decrease)	\$ 2,927,932
Ending Balance	\$ 8,647,287
Components of Ending Balance	
Reserve for Economic Uncertainties	\$ 2,867,223
Reserve for Potential Trigger Cuts	\$ 2,919,510
Reserve for Multiyear Commitment	\$ 2,860,554

AUSD – 11-12 1st Interim, Multi-Year Projections

Unrestricted General Fund including Tier III

	10/11	11/12	12/13	13/14
REVENUES				
Revenue Limit	\$ 45,217,905	\$ 45,555,232	\$ 47,451,911	\$ 48,794,170
Federal	\$ 62,819	\$ 58,382	\$ 58,382	\$ 58,382
Other State	\$ 10,119,130	\$ 9,620,877	\$ 10,883,805	\$ 11,068,814
Other Local	\$ 3,019,936	\$ 1,086,266	\$ 1,116,266	\$ 1,116,266
Parcel Tax (Old A & H)	\$ 7,707,719	\$ 372,420	\$ -	\$ -
Revenues	\$ 66,127,509	\$ 56,693,177	\$ 59,510,364	\$ 61,037,632
EXPENDITURES				
Salaries & Benefits	\$ 45,348,171	\$ 38,785,631	\$ 42,745,163	\$ 43,158,238
Books/Supplies & Outlay	\$ 1,427,574	\$ 3,162,188	\$ 1,829,869	\$ 1,884,765
Services & Operating Expenses	\$ 6,113,333	\$ 6,834,754	\$ 6,617,953	\$ 6,816,492
Other Outgo & Transfers	\$ 5,720,219	\$ 1,903,900	\$ (1,015,610)	\$ (1,032,337)
		\$ -	\$ -	\$ -
Expenditures	\$ 58,609,297	\$ 50,686,473	\$ 50,177,375	\$ 50,827,158
Other Sources (Uses)	\$ (7,216,763)	\$ (12,497,888)	\$ (12,711,358)	\$ (12,970,588)
Net Inc/Dec in Fund Balance	\$ 301,449	\$ (6,491,184)	\$ (3,378,369)	\$ (2,760,114)
Beginning Balance	\$ 11,641,426	\$ 11,791,166	\$ 5,299,982	\$ 1,921,613
Adjustments	\$ (151,709)		\$ -	\$ -
SACS Ending Balance	\$ 11,791,166	\$ 5,299,982	\$ 1,921,613	\$ (838,500)
CONTINGENCIES				
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
Maintenance of Tier 3 allocation	\$ 1,231,417	\$ -	\$ -	\$ -
2012-13 Unfunded COLA	\$ -	\$ -	\$ 1,442,699	\$ 2,885,398
Districtwide Vacation Liability	\$ 556,960	\$ 556,960	\$ 556,960	\$ 556,960
Mental Health Contingency	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000
NET ENDING FUND BAL	\$ 9,452,789	\$ 4,193,022	\$ (628,046)	\$ (4,830,858)
FUND 17 AVAILABLE RESERVES	\$ 5,719,355.00	\$ 8,647,287.00		
ASSUMPTIONS:				
COLA	-0.39%	2.24%	3.10%	2.80%
Deficit	17.963%	19.754%	19.754%	19.754%
Reserve for Potential Trigger Outs	\$ -	\$ 330	\$ -	\$ -
ADA	8,900.68	8,847	8,884	8,884
BRL Per ADA	\$ 6,343.14	\$ 6,486.14	\$ 6,687.14	\$ 6,874.14
BRL Per ADA with Reduction/Deficit	\$ 5,203.72	\$ 5,204.87	\$ 5,366.16	\$ 5,516.22
K-3 Class Size	25:1	25:1	20:1	20:1
Furlough Days	8	0	0	0

AUSD – 11-12 1st Interim, Multi-Year Projections

SACS Unrestricted General Fund including Tier III

	10/11	11/12	12/13	13/14
<u>REVENUES</u>				
Revenue Limit	\$ 45,217,905	\$ 45,555,232	\$ 47,451,911	\$ 48,794,170
Federal	\$ 62,819	\$ 58,382	\$ 58,382	\$ 58,382
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Other Local	\$ 3,019,936	\$ 1,086,266	\$ 1,116,266	\$ 1,116,266
Parcel Tax	\$ 7,707,719	\$ 372,420	\$ -	\$ -
Revenues	\$ 66,127,509	\$ 56,693,177	\$ 59,510,364	\$ 61,037,632
<u>EXPENDITURES</u>				
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Books/Supplies & Outlay	\$ 1,427,574	\$ 3,162,188	\$ 1,829,869	\$ 1,884,765
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Other Outgo & Transfers	\$ 5,720,219	\$ 1,903,900	\$ (1,015,610)	\$ (1,032,337)
		\$ -	\$ -	\$ -
Expenditures	\$ 58,609,297	\$ 50,686,473	\$ 50,177,375	\$ 50,827,158
Other Sources (Uses)	\$ (7,216,763)	\$ (12,497,888)	\$ (12,711,358)	\$ (12,970,588)
Transfer In from Fund 17	\$ -	\$ -	\$ 700,000	\$ 4,200,000
Net Inc/Dec in Fund Balance	\$ 301,449	\$ (6,491,184)	\$ (2,678,369)	\$ 1,439,886
Beginning Balance	\$ 11,641,426	\$ 11,791,166	\$ 5,299,982	\$ 2,621,613
Adjustments	\$ (151,709)		\$ -	\$ -
SACS Ending Balance	\$ 11,791,166	\$ 5,299,982	\$ 2,621,613	\$ 4,061,499
<u>CONTINGENCIES</u>				
Revolving Cash	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
Maintenance of Tier 3 allocation	\$ 1,231,417	\$ -	\$ -	\$ -
2012-13 Unfunded COLA	\$ -	\$ -	\$ 1,442,699	\$ 2,885,398
Districtwide Vacation Liability	\$ 556,960	\$ 556,960	\$ 556,960	\$ 556,960
Mental Health Contingency	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000
NET ENDING FUND BAL	\$ 9,452,789	\$ 4,193,022	\$ 71,954	\$ 69,141