

## **Wheatland School District 2010-11 Budget Assumptions**

*Note: Board adopted 10-11 budget reductions and revenue enhancements are included in the budget assumptions. A copy of the 6-10-10 Board action list is included at the end of this document.*

### **REVENUE LIMIT:**

#### **ADA Projections:**

Based on 09-10 P-2 ADA of 1076.76, due to lower estimated enrollment for 10-11. 1014.76 ADA estimated for 10-11 which equates to a loss of 62.09 ADA (5 year loss trend).

#### **Revenue Limit:**

Utilized SSC's Dartboard-May Revise Governor's Budget Edition and School Services revenue limit 12.0 software, which includes funding of the negative 0.39% COLA adjusted to declining enrollment. The deficit factor of .81645 applied. The June 10 deferral was included, while the June 11 deferral was excluded. Transfer of the In Lieu of Property Taxes transfer to the Charter included. The newly proposed cut of 3.85% was included and resulted in a loss of another \$252,882.

### **FEDERAL REVENUE:**

#### **Title 8:**

Used estimates for payment of the FY 2011 application at 100% of LOT not including Table 9. \$59,436 budgeted for Special Ed high cost military students, as per approval of claim by the DOD.

#### **Department of Defense:**

Projected at \$200,000 to be received during the summer 2011.

#### **ARRA-Stimulus:**

ARRA-SFSF revenue of \$587,331 all accounted for in 08-09 and 09-10 with carryover expenditures of \$77,889.86 anticipated in 10-11. \$119,651 in ARRA-Title I funds allocated to the District with \$6,483.00 in revenue and expenditures carried into 10-11. ARRA-IDEA funds of \$226,805.14 allocated by the SELPA for special education expenses. Each of these pots of monies must be spent in accordance to the individual program guidelines, as well as with these four principles in mind: *1) Spend funds quickly to save and create jobs, 2) Improve student achievement through school improvement and reform, 3) Ensure transparency and accountability and report publicly on the use of funds, 4) Invest one-time ARRA funds thoughtfully to minimize the "funding cliff."*

**All Other Federal Revenues:** Consolidated Application amounts based on 09-10 entitlements and will be revised with the Jan 2011 Con App Part II submission. MAA revenue remains at \$15,000 based on 08-09 invoicing. Mentoring grant award carryover of \$53,522.11

budgeted with grant ending date of 9-30-11. \$87,150.00 of the SELPA Special Ed dollars budgeted at the federal code.

**CATEGORICAL PROGRAMS:**

*With the implementation of SBX3 4 and ABX4 2, major changes to categorical programs have been implemented. WSD held public hearings on May 21, 2009 and on April 15, 2010 and voted to move all Tier III programs with flexibility to unrestricted resources. 15.38% in cuts were removed from the 08-09 budgets and an additional 4.46% in cuts from 09-10 budgets with an estimated cut of 0.38% in 10-11. The categorical flexibility runs through 2012-13.*

EIA: EIA remains at the 09-10 amount of \$84,104.

Transportation: \$231,788.56 anticipated from the State which includes SELPA transportation funds. \$10,000.00 anticipated in local revenue from field and athletic trips.

**OTHER STATE REVENUE:**

Instructional Materials: Revenues under Tier III flexibility for 10-11.

K-3 Class-Size Reduction: State notified the District that it qualifies for reduced 70% funding of \$305,162 based on 08-09 application.

Mandated Costs: None budgeted for 10-11 as per SSC's recommendations.

Lottery Revenue: Budgeted at \$111.00 for unrestricted and \$14.50 for Prop 20 Instructional Materials as per SSC's May Revise Dartboard.

One-Time Funds: ASES (afterschool) grant budgeted at \$447,263.30 to reflect grant maximum for 10-11. SCVP grant for Lone Tree budgeted at \$79,780.09 to include carryovers (this is a Cohort 2 grant and must remain in the restricted program as per CDE). SCVP grants for Bear River and Wheatland Elementary were moved to unrestricted due to Tier III flexibility. The State sent all 5 years of the grant in one lump sum payment during 09-10.

All other state revenues: On-going Tier III categorical flexibility programs included with further cuts of 0.38%. This list includes: Arts & Music Block Grant, CBET, GATE, Instr. Materials, Professional Dev. Block Grant, Sch Library Improvement Block Grant, Sch Safety Block Grant, Supp Sch Counseling, Targeted Instr Improv Block Grant and Teacher Credentialing Block Grant.

**LOCAL REVENUE:**

Interest: \$78,000 of interest from County Treasury budgeted. The deferrals of State revenues is having an impact on interest earnings.

Sale of Equipment: \$10,000 budgeted per Board action to sale surplus equipment.

Sale of Publications: None budgeted.

Fees: Budgeted at \$60,000 for the after school local fees.

Interagency Services: Interagency Services was budgeted at \$276,701.77 for business services to CMP & WCA charters.

Special Education: Budget reduced to reflect YCOE's latest projections and incorporating a loss of ADA and SELPA equalization for a total of \$492,611 including Federal 94-142 funds.

All other local revenues: Budgeted \$5,000 based on anticipated receipts including worker's comp reimbursements, prior year reimbursements, and other misc. funds.

Transfers In: \$158,711.68 expected from the Retiree Benefits fund as repayment for retiree expenses.

**EXPENDITURES:**

Certificated Salaries: No COLA budgeted for Management/Admin. 1% COLA added for WESTA certificated staff as per current contract. Step & column increases were budgeted for WESTA as well as Management/Admin. Additional time for home/hospital and Saturday School was included in the budget. Coaching stipends to be paid from the After School grant as these were cut from the 08-09 budget.

Classified Salaries: No COLA budgeted for Confidential and Secretarial staff. No COLA budgeted for CSEA staff. Step & column increases budgeted for all units. Categorical Flexibility dollars used to pay for para-educators and library techs.

Benefits: Health & Welfare: Certificated & Classified budgeted at respective Caps of \$10,000 per contractual agreements. *For Statutory Benefits the following rates were used:*

STRS	8.25%
PERS	10.707% (PERS reduct. @ 2.313%)
Social Security	6.2%
Medicare	1.45%
UI	.71%
WkComp	2.54%

4000-7000 Expenses: \$171,751.24 in ARRA fund carryover was included in the budget. No textbook adoption included as this has been deferred for 5 years. Minimal supply & services budgets were

included with \$187.64 per student being allocated to the schools from the Categorical Flexibility dollars. An additional \$61.48 per student was allocated to the schools for admin supplies & services, while \$45.09 per student was allocated for operation/custodial costs. Grant costs included for ASES \$447,263.30, SCVP-LT \$79,780.09, and Mentoring (grant ends 9-30-10) \$53,522.11. Consolidated Application programs budgeted according to anticipated revenue. Contributions to restricted programs of \$1,028,024.01 included. Encroachments by programs are: Special Ed \$700,331.93, Transportation \$121,405.08 and Routine Restricted Maintenance \$206,287.00.

Contributions to other funds remain as follows: Cafeteria - \$0, Capital Facilities - \$0, Equipment Replacement - \$0, and Deferred Maintenance - \$65,170. Child Development fund contribution budgeted at \$51,442 to cover Early Intervention aides' salaries & benefits. Contribution to Retiree Benefits budgeted at \$106,871 for GASB 45 OPEB ARC obligations updated May 17, 2010.

Ending Balance:

\$577,020.84 was designated for economic uncertainties in the budget year. The County Office of Ed. requires this higher amount over the State requirement of 3% due to the large impact of Federal monies that the District receives. Accrued Vacation liability in the amount of \$70,523.40 included as well as \$732,963.31 for Salaries & Benefits to cover cash flow issues from the Federal Impact Aid & State deferrals. Site carryovers in the amount of \$101,514.54 included. Categorical flexibility dollars are recognized for educational uses. One-time Impact Aid Table 9 dollars of \$1,773,001.92 are recognized in the fund balance. Lottery dollars are designated for textbook adoption. Restricted dollars were designated in their appropriate resources.

**FUND BALANCE:**

The fund balance is anticipated to decrease by \$1,254,358.68 which is due to:

- \$593,964.28 Declining enrollment (98 ADA x \$6060.86)
- \$1,198,140.96 State cuts (Deficit of \$1,112.48 per ADA x 1077 ADA)
- \$252,882 loss from 3.85% additional proposed State cut

**OTHER FUNDS:**

- Fund 09 – Charter Revenues and expenditures for 96.9 ADA budgeted. This is status quo with 09-10. This fund is expected to decrease by \$178,019.37 due mainly to State revenue cuts and one-time purchases of equipment & supplies.
- Fund 12 – Child Devel. State revenue of \$777,234.15 budgeted which reflects a 1% proposed State cut. Local revenues budgeted at \$102,800 for interest earnings and private pay fees. General Fund contribution budgeted at \$51,442 to cover Early Intervention aides. Expenditures increased to reflect new staff hired for the Child Care grants and the facilities grant expenses.
- Fund 13 – Cafeteria Federal revenue budgeted at projected program participation. No COLA increases for salaries were budgeted. Step & Column increases budgeted. No contribution from the General Fund is expected at this time. Budget reflects contract with Preferred Meals (food supply program) which is more cost effective. Fund expected to deficit spend by \$52,203.48.
- Fund 14 – Deferred Maint. No State allocation for 10-11 was budgeted. Interest decreased to \$15,000. District wide expenses budgeted in the amount of \$1,345,000 to include large critical hardship project at Lone Tree and repairs to school sites. Contribution from the General Fund of \$65,170 included.
- Fund 17 – Special Reserve Interest revenue decreased to \$42,503.75 due to lower anticipated funds from the Yuba County Treasury. No Transfers Out anticipated.
- Fund 20 – Retiree Benefits District contribution of \$106,871 to cover OPEB ARC obligations (updated May 17, 2010) was budgeted. Transfer out to General Fund in the amount of \$158,711.68 budgeted for 10-11 retiree expenses.
- Fund 25 – Capital Facilities Developer Fees budgeted at \$10,000 with interest lowered to \$80,583.00. Expenses were budgeted at \$707,579.92 to reflect maintenance salaries and site projects at Lone Tree.
- Fund 35 – County Building \$23,000 in interest revenue budgeted. Expenses budgeted at \$300,000 for playground and portable projects at Bear River.
- Fund 40 – Equip. Replace. Interest revenue budgeted at \$8,350 due to lower anticipated earnings. \$60,000 of expenses budgeted for phone systems.

**Wheatland School District**  
**Board Adopted 2010-11 Budget Reductions**

6-10-10

<i>Item #</i>	<b>Expenditure Reductions</b>	<i>Total On-going Savings</i>
1	<i>Close Warehouse -- Eliminate .5 FTE position and annual operating expenses</i>	\$ 31,868.11
2	<i>Reclassification of Food Service Director from 1.0 FTE to .6 FTE</i>	\$ 10,036.61
3	<i>Reduce Special Education Para-Ed from 5.5 hrs to 3 hrs per day</i>	\$ 8,505.26
4	<i>Eliminate Payroll Technician position</i>	\$ 72,019.85
5	<i>Eliminate Part Time Payroll/Accounts Payroll Audit position</i>	\$ 2,833.89
6	<i>Eliminate Student Services .8 FTE position</i>	\$ 64,111.61
7	<i>Reorganize Counseling Program utilizing existing staff</i>	\$ 112,502.00
8	<i>Electrical Savings--Cut off freezer and walk-in at Warehouse</i>	\$ 6,000.00
9	<i>10% Reduction in District/Site Allocations</i>	\$ 32,991.97
10	<i>Categorical shift to Title I for Intervention Teacher</i>	\$ 102,274.78
11	<i>Reduce District Staff Conferences (including mileage)</i>	\$ 2,500.00
<b>Total Expenditure Reductions</b>		<b>\$ 445,644.08</b>

<b>Possible Revenue Enhancements</b>		<i>Total Potential Additional Revenue</i>
13	<i>Facility Use Fees -- Ongoing</i>	\$ 5,000.00
14	<i>District Wide Surplus Sale -- One time</i>	\$ 10,000.00
<b>Total Revenue Enhancements</b>		<b>\$ 15,000.00</b>