

**2018-2019
SECOND INTERIM REPORT
AND BUDGET REVISION**

Presented February 26, 2019
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Interim Report

- Education code requires districts and county offices to complete interim reports twice a year, a third interim may be required if the entity has a qualified/negative status
- Completed using the Standardized Account Code Structure (SACS)
- A snapshot of the actual annual income and expenses through January 31st, 2019
- Offers projections for the remainder of the 2018-2019 budget year
- Multiyear projections for next two fiscal years
- Requires Superintendent approval and certification

Yolo County Office of Education 2nd Interim Budget Revision 2018/2019

	ADOPTED BUDGET 2018-2019	1ST INTERIM OCTOBER 31, 2018 APPROVED	2ND INTERIM JANUARY 31, 2019 REVISION	DIFFERENCE BETWEEN APPROVED & REVISION
REVENUE LIMIT	9,954,895	10,304,895	10,304,895	0
FEDERAL	4,486,839	4,596,974	4,645,272	48,298
STATE	3,630,887	4,434,539	4,434,539	0
LOCAL	5,768,846	5,969,907	6,361,003	391,096
OTHER SOURCES				0
REVENUES	23,841,567	25,906,315	25,745,709	439,394
				(184,725)
CERTIFICATED	5,805,635	6,106,738	6,291,463	4,542
CLASSIFIED	6,464,090	6,868,929	6,864,387	127,383
BENEFITS	5,754,931	5,681,898	5,554,515	86,799
SUPPLIES	888,598	1,112,911	1,026,112	(392,168)
OTHER OPER SERVICES	4,469,626	6,278,534	6,670,702	73,434
CAPITAL OUTLAY	1,352,266	2,142,966	2,069,532	0
OTHER OUTGO TRANSFER	88,148	110,737	110,737	4,940
OTHER OUTGO INDIRECT	(273,628)	(339,491)	(344,431)	(279,795)
EXPENDITURES	24,559,666	27,963,222	28,243,017	
				159,599
SURPLUS(DEFICIT)	(718,099)	(2,656,907)	(2,497,308)	
BEGINNING BALANCE	11,660,162	11,660,162	11,660,162	(0)
RESTATEMENTS	(31,315)	(31,315)	(31,315)	0
ENDING BALANCE	10,910,748	8,971,940	9,131,539	159,599
NONSPENDABLE	32,387	32,387	32,387	0
RESTRICTED	2,654,731	1,726,158	2,284,626	558,468
ASSIGNED:	7,435,803	6,374,496	5,966,527	(407,969)
UNASSIGNED:				9,100
DESIGNATED REU	787,828	838,900	848,000	
UNDESIGNATED				

Revenue Increased

Expenses Increased

**2018-2019 2nd Interim Budget Revision
Budget Changes by Program/Object Code**

Description/Program	Special Education	SELPA	Ed Services	College & Career Readiness	Curriculum, Instruction, Intervention & Alt Ed.	Early Childhood Education	County Office Operations	Total
Revenues								
Revenue Limit	0	0	0	0	0	0	0	0
Federal Revenues	0	43	0	0	48,255	0	0	48,298
Other State Revenues	0	0	0	0	0	0	0	0
Local Revenues/Transf. In	144,927	0	15,400	0	237,920	0	(7,151)	391,096
Total Revenues	144,927	43	15,400	0	286,175	0	(7,151)	439,394
Expenditures								
Salaries and Benefits	(40,712)	0	3,348	136,656	(448,889)	235,816	60,981	(52,800)
Books & Supplies	(2,700)	(5,800)	(514)	178,968	(11,520)	(5,570)	(66,065)	86,799
Services/Operating	41,274	(12,528)	(18,234)	(550,531)	440,423	(237,294)	(55,278)	(392,168)
Capital Outlay	0	0	0	86,500	0	(21,942)	8,876	73,434
Other Outgo/Transfers Out	(2,518)	(1,708)	0	71,557	51,676	26,990	(143,057)	4,940
Local/Other	(4,656)	(20,038)	(16,400)	(76,650)	31,690	0	(194,543)	(279,795)

2017-18 Unaudited Actuals Fund Balance	11,660,162
2018-19 Adopted Budget Estimated Ending Fund Balance	10,910,748
2018-19 1st Interim Revenues Revision	1,464,748
2018-19 1st Interim Expenditures Revision	(3,403,556)
2018-19 2nd Interim Revenues Revision	439,394
2018-19 2nd Interim Expenditures Revision	(279,795)
2018-19 Estimated General Fund Ending Balance	<u>9,131,539</u>

**2018-2019 2nd Interim Budget Revision
Budget Changes by Program/Object Code**

Revenue Detail

Description	Special Education	SELPA	Ed Services	College & Career Readiness	Curriculum, Instruction, Intervention & Alternative Ed	Early Childhood Education	County Office Operations	Total
LCFF								
Total Revenue Limit	0	0	0	0	0	0	0	0
Federal		SpEd Alt. Depute 43			NCLB Title IV 21st Century NCLB Title IV PI Academic Homeless Education	755 10,000 37,500		
Total Federal	0	43	0	0	48,255	0	0	48,298
State								
Total State	0	0	0	0	0	0	0	0
Local / Other Tuition	144,927		Fees & Contracts 15,400	Contribution Career Tech 638 Contribution STREAM 9750	(256,032) 256,032	Juvenile Hall ORR Program Contrib. Juvenile Hall Contrib. Community School Community School Local Rev Tuition Professional Development Contrib. Lottery Future Scientists	Local Revenue Contrib. Lottery Contrib. Lottery Mrg Gm	50 (5,227) (1,974)
Total Local	144,927	0	15,400	0	0	237,920	0	(7,151) 391,096
Total Revenues	144,927	43	15,400	0	0	286,175	0	(7,151) 439,394

MULTIYEAR PROJECTIONS

- COLA has been allocated in out years
- Reduced expenditures and removed revenues to programs ending 6/30/19
- The annual step and column increase estimated at 2.5% for certificated and classified salaries are included
- PERS and STRS rate increases have been applied to out years
- Detailed assumptions are included on Forms MYP



SSC School District and Charter School Financial Projection Dashboard 135a
2019-20 Governor's Proposed State Budget

This version of SSC's Financial Projection Dashboard is based on the 2019-20 Governor's State Budget proposal. We have updated the cost-of-living adjustment (COLA), Consumer Price Index (CPI), and ten-year 1-bid planning factors per the latest economic forecasts. We have also updated the Local Control Funding Formula (LCFF) factors. We rely on various state agencies and outside sources in developing these factors, but we assume responsibility for them with the understanding that they are general guidelines.

LCFF ENTITLEMENT FACTORS				
Entitlement Factors per ADA	K-3	4-6	7-8	9-12
2018-19 Base Grants	\$7,459	\$7,371	\$7,796	\$9,034
COLA at 3.46%	\$758	\$762	\$770	\$813
2019-20 Base Grants	\$7,217	\$7,813	\$8,066	\$9,347
Grade Span Adjustment Factors	10.4%	-	-	2.8%
Grade Span Adjustment Amounts	\$803	-	-	\$243
2019-20 Adjusted Base Grants	\$8,020	\$7,813	\$8,066	\$9,990

Supplemental Grants (% Adj. Base)	20%	20%	20%	20%
Concentration Grants	50%	50%	50%	50%
Concentration Grant Threshold	5%	5%	5%	5%

LCFF DASHBOARD FACTORS					
Factors	2018-19	2019-20	2020-21	2021-22	2022-23
Department of Finance Gap Funding Percentage (CMAA)	100.00%	9.26%	3.46%	2.86%	2.92%

PLANNING FACTORS					
Factors	2018-19	2019-20	2020-21	2021-22	2022-23
Statutory COLA ¹	2.71%	3.46%	2.86%	2.92%	2.90%
California CPI	3.58%	3.18%	3.03%	2.92%	3.15%
California Lottery	Lottery per ADA	\$151	\$151	\$151	\$151
	Lottery per ADA	\$5	\$5	\$5	\$5
Mandate Block Grant (Direct)	Grant per ADA	\$31.16	\$31.24	\$31.16	\$31.11
	Grant per ADA	\$6.83	\$6.90	\$6.87	\$6.81
Mandate Block Grant (Charter)	Grant per ADA	\$16.33	\$16.90	\$17.39	\$17.89
	Grant per ADA	\$4.23	\$4.79	\$4.83	\$4.93
Value-Added Discretionary Fund per ADA	\$184	-	-	-	-
Interest Rate for Ten-Year Treasuries	2.87%	3.10%	3.19%	3.20%	3.30%
CalPERS Employer Rate ²	18.06%	20.70%	23.40%	24.50%	25.00%
CalSTRS Employer Rate ³	16.28%	17.10%	18.10%	18.10%	17.80%

STATE MINIMUM RESERVE REQUIREMENTS	
Reserve Requirement	District ADA Range
The greater of 3% or \$0.0001	\$1 to \$50
The greater of 5% or \$0.0001	\$51 to \$1,000
5%	1,001 to \$0.000
6%	\$0.001 to \$0.000
7%	\$0.001 and higher

¹ Impact of COLA was adjusted in the 2019-20 fiscal year. Districts will not be able to increase or reduce amounts by percentage to the equivalent of the COLA in the base year.
² COLA for ten-year treasury bonds is 2.71% and 3.10% for the appropriate calendar year, respectively. We are using 3.10% for the school district projection which is a conservative estimate based on the Federal Reserve.
³ Agency's assumed education cost inflation rate. Periodic table with Annual Inflation Outlook version August 2018. Table C-100 and Table C-101. Multiple years are shown.
 State is based on 2018 fiscal year.
 Note: 2019-20 and 2020-21 are estimated projections based on the 2019-20 proposal.
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Yolo County Office of Education
Yolo County

2018-19 Second Interim
County School Service Fund
Multiyear Projections
Unrestricted/Restricted

67 10679 000000
Form MYP1

Description	Object Code	Projected Year Totals (Form 011) (A)	% Change (Col. C-A/A) (D)	2019-20 Projection (C)	% Change (Col. E-C/C) (D)	2020-21 Projection (E)
County Operations Over All (State projections for subsequent years 1 and 2 in Columns C and E; Form 100 - Column A is extracted from Form 011, Line 85)						
Current year - Column A is extracted		27,283.00	0.00%	27,283.00	0.00%	27,283.00
A. REVENUES AND OTHER FINANCING SOURCES						
1. LCP/Rentals/Lease Sources	8010-8099	10,304,893.00	0.89%	10,400,893.00	0.80%	10,496,893.00
2. Federal Revenues	8100-8399	4,440,277.00	1.51%	4,713,909.00	0.80%	4,713,909.00
3. Other State Revenues	8300-8399	4,014,593.00	-31.89%	2,655,970.00	0.80%	2,655,970.00
4. Other Local Revenues	8600-8799	6,341,803.00	-11.22%	5,483,888.00	0.80%	5,483,888.00
5. Other Financing Sources						
a. Transfers In	8800-8929	0.00	0.00%	0.00	0.80%	0.00
b. Other Revenues	8800-8979	0.00	0.00%	0.00	0.80%	0.00
c. Contributions	8800-8999	0.00	0.00%	0.00	0.80%	0.00
6. Total (Sum Rows A1 thru A5)		20,761,563.00	-8.46%	23,339,222.00	0.33%	23,643,700.00
B. EXPENDITURES AND OTHER FINANCING USES						
1. Classified Salaries						
a. Base Salaries				6,231,483.00		6,219,894.00
b. Step & Column Adjustment				177,288.00		185,563.00
c. Cost-of-Living Adjustment				0.00		0.00
d. Other Adjustments				0.00		0.00
e. Total Classified Salaries (Sum Rows B1a thru B1d)	1000-1099	6,231,483.00	-1.4%	6,219,864.00	2.30%	6,375,560.00
a. Base Salaries				6,244,367.00		6,242,473.00
b. Step & Column Adjustment				177,698.00		189,234.00
c. Cost-of-Living Adjustment				0.00		0.00
d. Other Adjustments				0.00		0.00
e. Total Classified Salaries (Sum Rows B2a thru B2d)	2000-2999	6,422,065.00	1.1%	6,442,065.00	2.65%	6,521,707.00
3. Employees Benefits	3000-3999	3,534,318.00	1.73%	3,678,799.00	1.64%	3,932,716.00
4. Books and Supplies	4000-4999	1,820,113.00	-3.82%	995,880.00	0.80%	995,880.00
5. Services and Other Operating Expenditures	6000-6999	1,620,703.00	-32.23%	4,354,919.00	0.80%	4,354,919.00
6. Capital Outlay	7000-7999	1,620,703.00	86.88%	44,477.00	0.80%	44,477.00
7. Other Outlay (including Transfers of Indirect Costs)	7100-7999, 7400-7499	7,853.00	-100.00%	0.00	0.80%	0.00
8. Other Outlay - Transfers of Indirect Costs	7300-7399	2,461,899.00	-3.80%	2,341,219.00	10.73%	2,069,411.00
9. Other Financing Uses						
a. Transfers Out	7600-7629	10,133.00	-21.90%	80,146.00	0.80%	80,146.00
b. Other Uses	7630-7699	0.00	0.00%	0.00	0.80%	0.00
10. Other Adjustments						
11. Total (Sum Rows B1 thru B10)		23,242,811.00	-12.7%	23,779,211.00	2.40%	24,604,897.00
C. NET CHANGES (DECREASE) IN FUND BALANCE (Line A6 minus Line B11)						
		(2,481,248.00)		(438,989.00)		(761,197.00)
D. FUND BALANCE						
1. Net Beginning Fund Balance (Form 011, Line F1a)						
		11,623,846.72		5,131,538.72		8,895,139.72
2. Ending Fund Balance (Sum Rows C and D)						
		9,142,598.72		4,692,549.72		8,133,942.72
3. Component of Ending Fund Balance (Form 011)						
a. Unavailable						
	9110-9110	31,287.00	0.00	0.00	0.00	0.00
b. Restricted						
	9740	2,244,623.81		2,247,840.29		1,449,209.29
c. Committed						
	9730	0.00	0.00	0.00	0.00	0.00
d. Other Commitments						
	9780	0.00	0.00	0.00	0.00	0.00
e. Assigned						
	9790	2,964,327.31		3,913,814.33		5,833,963.33
f. Unassigned/Unappropriated						
1. Reserve for Economic Uncertainties						
	9780	848,200.00		713,000.00		731,200.00
2. Unassigned/Unappropriated						
	9790	11,000.00		0.00		0.00
3. Total Component of Ending Fund Balance (Sum Rows 3a thru 3f)						
		9,131,234.72		8,895,139.72		8,133,942.72

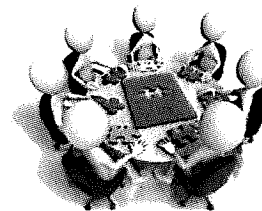
Yolo County Office of Education
Yolo County

2018-19 Second Interim
County School Service Fund
Multiyear Projections
Unrestricted/Restricted

87 10679 000000
Form MYP1

Description	Object Code	Projected Year Totals (Form 011) (A)	% Change (Col. C-A/A) (D)	2019-20 Projection (C)	% Change (Col. E-C/C) (D)	2020-21 Projection (E)
F. AVAILABLE RESERVES (Unrestricted except as noted)						
1. County School Service Fund						
a. Rebillment on Arrangements	9750	0.00		0.00		0.00
b. Reserve for Economic Uncertainties	9780	848,200.00		713,000.00		731,200.00
c. Unassigned/Unappropriated	9790	0.00		0.00		0.00
2. Negative Restricted Ending Balances (Negative resources 2000-9999)						
a. Special Reserve Fund - Non-capital Outlay (Fund 17)	9792	(1.40)		0.00		0.00
b. Rebillment on Arrangements	9730	0.00		0.00		0.00
c. Reserve for Economic Uncertainties	9780	0.00		0.00		0.00
d. Unassigned/Unappropriated	9790	0.00		0.00		0.00
3. Total Available Reserves - by Account (Sum Rows F1a thru F2c)		847,998.60		713,000.00		731,200.00
4. Total Available Reserves - by Percent (Line F3 divided by Line F2c)		3.60%		3.00%		3.00%
F. RECOMMENDED RESERVES						
1. Special Education Pass-Through Exclusions						
For counties that serve as the administrative unit (AU) of a special education local plan area (SELPA):						
a. Do you choose to exclude from the reserve calculation the pass-through funds distributed to SELPA members? Yes						
b. If you are the SELPA AU and are excluding special education pass-through funds:						
1. Enter the amount of the SELPA(s)						
2. Special education pass-through funds (Column A: Fund 10, resources 2000-9999 and 6300-6540, objects 7211-7213 and 9221-7223, state projections for subsequent years 1 and 2 in Columns C and E)						
		12,030,581.00		12,030,581.00		12,030,581.00
2. County Office's Total Expenditures and Other Financing Uses (Line D11, plus Line F1b2 if Line F1 is No)						
		23,243,017.00		23,795,231.00		24,404,897.00
3. Calculating the Reserves						
a. Expenditure or net Other Financing Uses (Line B11)						
		23,243,017.00		23,795,231.00		24,404,897.00
b. Plus Special Education Pass-through Funds (Line F1b, if Line F1 is No)						
		0.00		0.00		0.00
c. Total Expenditures and Other Financing Uses (Line F1a plus Line F3b)						
		23,243,017.00		23,795,231.00		24,404,897.00
d. Reserve Standard Percentage Level (Refer to Form 0102, Criterion 4 for calculation details)						
		3%		3%		3%
e. Reserve Standard - by Percent (Line F1c times F3d)						
		847,290.51		713,854.93		731,146.91
f. Reserve Standard - by Amount (Refer to Form 0102, Criterion 4 for calculation details)						
		396,000.00		396,000.00		396,000.00
g. Reserve Standard (Greater of Line F3e or F3f)						
		847,290.51		713,854.93		731,146.91
h. Available Reserves (Line F3) Minus Reserve Standard (Line F3g)						
		YES		YES		YES

Next Steps



- April 15 – P2 Attendance Period
- Continue Budget Committee meetings
- May-June - Estimated Actuals/Proposed Budget
- June 2019 – 2019/2020 Budget Adoption
- June 30 – Annual Attendance Period