

# FULLERTON SCHOOL DISTRICT

## UNAUDITED ACTUALS

2008-2009



Presented to the Board of Trustees by:

Gary Cardinale, Ed.D., Assistant Superintendent, Business Services

Suwen Su, Director, Business Services

Becky Silva, Assistant Director, Business Services

September 8, 2009

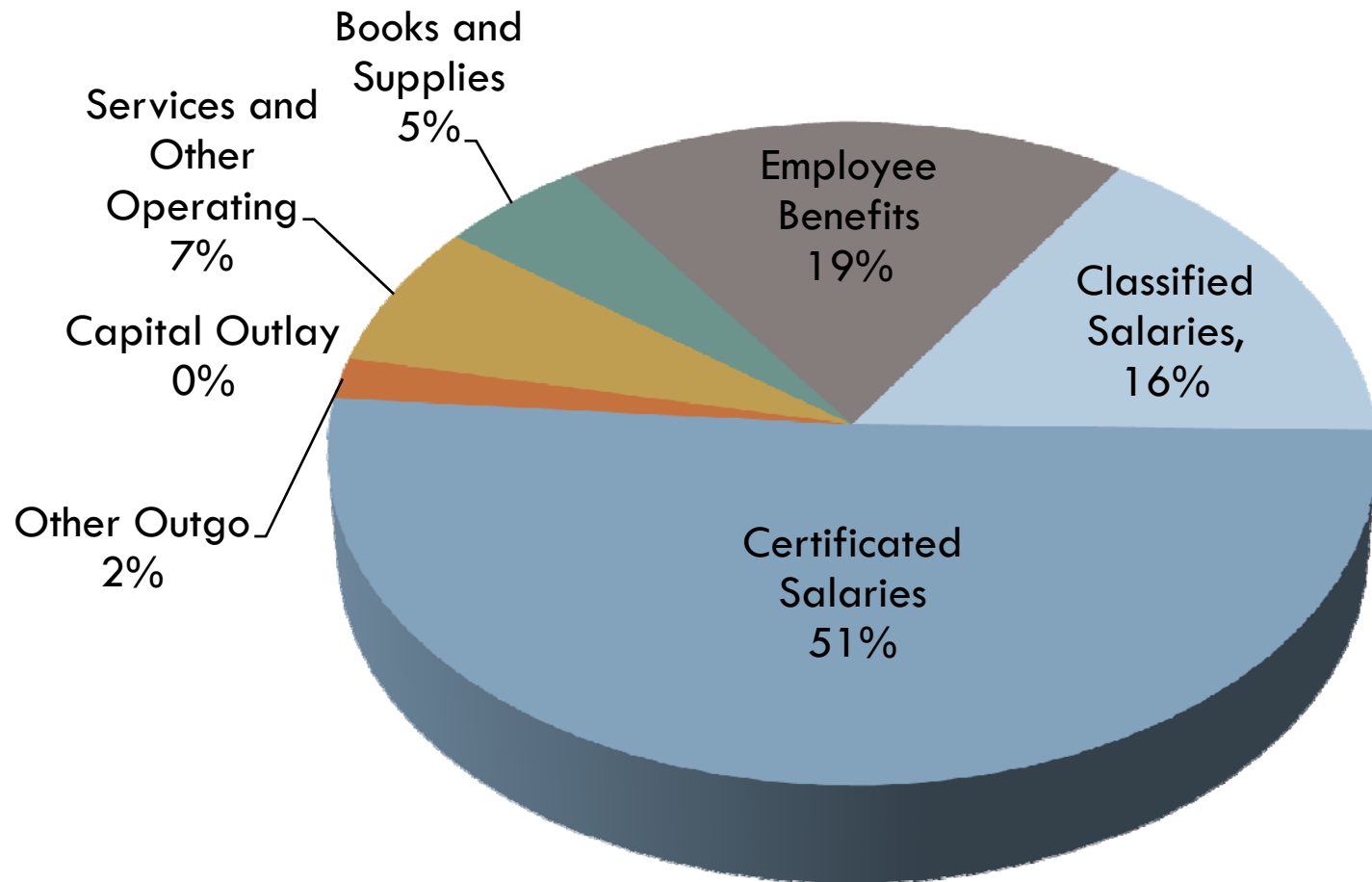
# Agenda

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- Welcome!
- 2008-2009 Unaudited Actuals Financial Overview
- Ending Fund Balance Analysis
- A Look Ahead
- Next Steps

# 2008-2009 Restricted and Unrestricted Expenditure by Object

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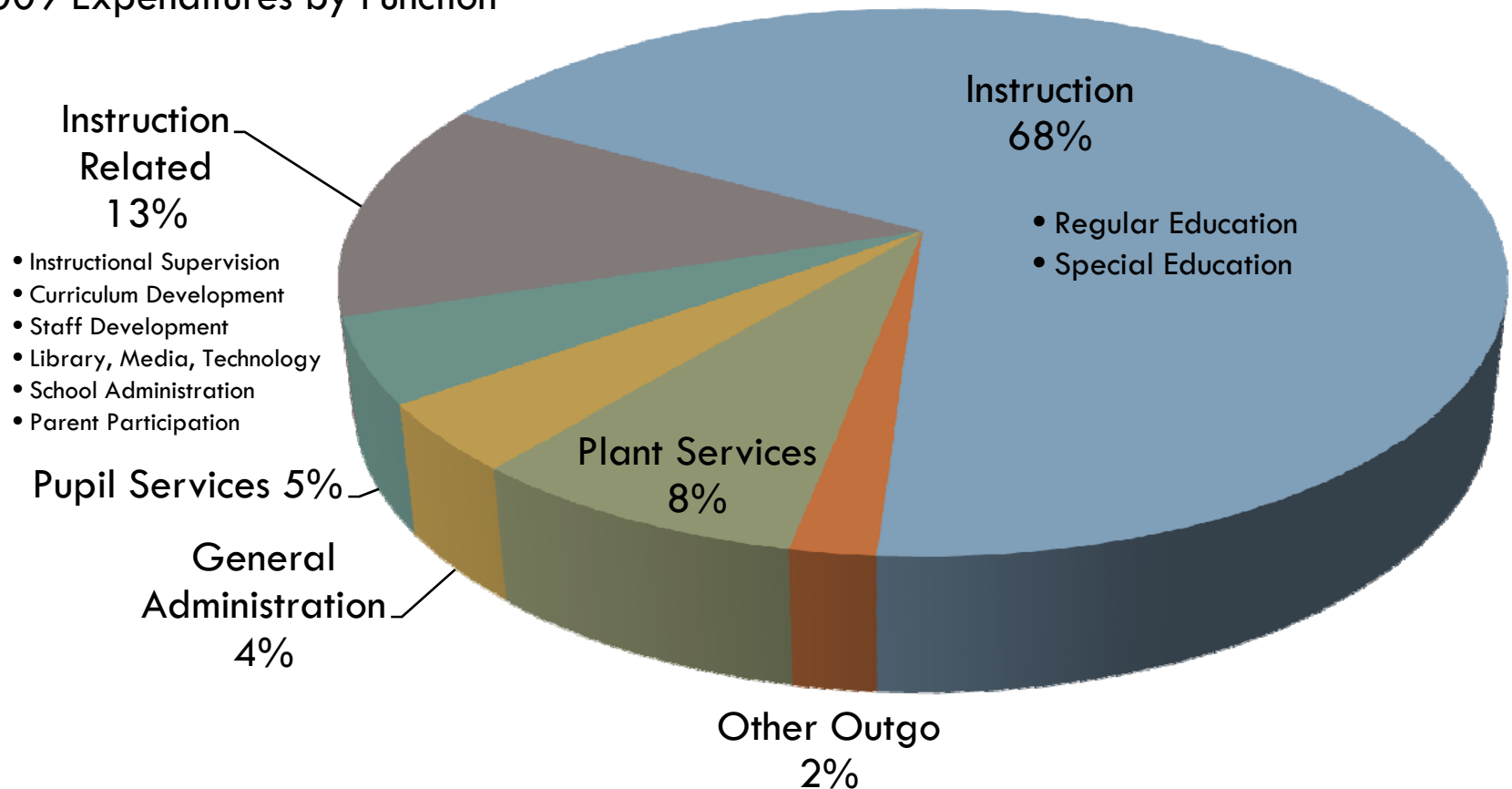


86% of Expenditures are for Salaries and Benefits

# Where Does Our Money Go?

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## 2008-2009 Expenditures by Function



81% of Expenditures are for Instruction or Instruction Related

# General Fund Unaudited Actuals

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Category	2008-2009 Unrestricted	2008-2009 Restricted	Total
Beginning Fund Balance	\$8,755,924	\$5,088,842	\$13,844,767
Total Revenue & Transfers In	*\$73,746,608	\$37,318,891	\$111,065,499
Total Expenditures & Transfers Out	*\$71,850,990	\$36,473,956	\$108,324,946
Net Increase/Decrease (-)	\$1,895,618	\$844,935	\$2,740,553
Ending Fund Balance	**\$10,651,542	\$5,933,777	\$16,585,319

\* Includes \$8.1 million in Reductions and Adjustments

\*\* \$8.84 million is designated for school sites, special programs and 09-10 Revenue Limit Deficit

# Unrestricted General Fund Reserves for 2008-2009

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<b>Ending Balance</b>	\$10,651,541
<b>Components of Ending Fund Balance:</b>	
Revolving Cash/Stores/Prepaid Exp.	\$1,370,355
Local School Donations/Foundations/Grants	\$503,985
Restricted Programs (SSOAR, IB, IMFRP, etc.)	\$794,302
Reserve for 2009-10 Revenue Limit to fund QEIA	\$551,849
Reserve for 2009-10 RL one-time deficit \$253/ADA	\$3,320,028
Categorical Year End balances (Sweeps from 06-07 and 07-08/Tier III)	\$2,302,792
<b>Subtotal</b>	<b>\$8,843,311</b>
<b>Designated for Economic Uncertainties</b>	<b>\$1,808,231</b>

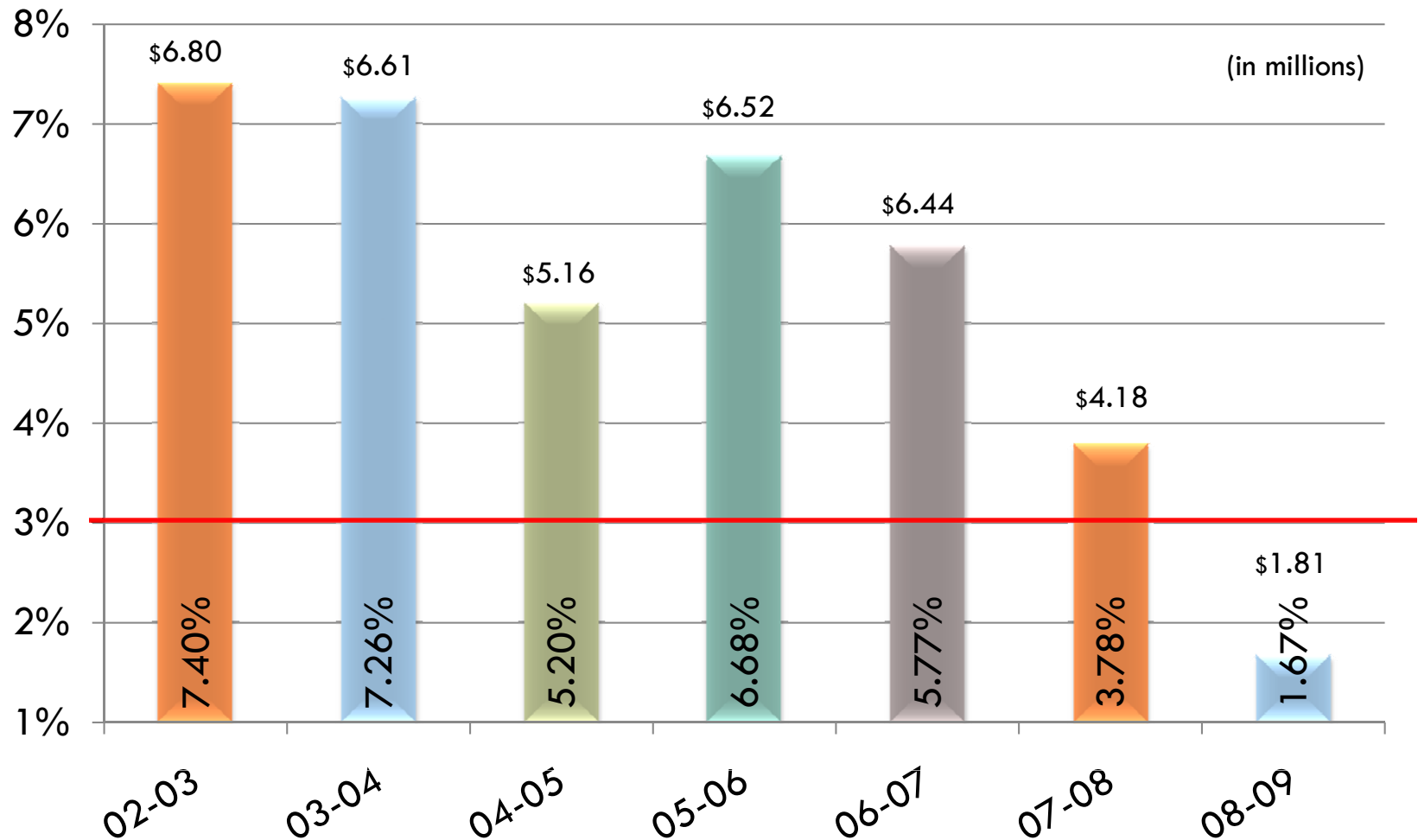
# Restricted General Fund Reserves for 2008-2009

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<b>Components of Ending Fund Balance:</b>	
ARRA: State Fiscal Stabilization Fund	\$4,509,392
Medi-Cal Billing Option	\$61,370
English Language Acquisition Program, Teacher Training & Student	\$128,944
Lottery: Instructional Materials	\$308,267
Special Education (Pre-Referral Mental Health)	\$98,000
Economic Impact Aid (EIA)	\$614,267
Quality Education Investment Act	\$213,536
<b>Total</b>	<b>\$5,933,777</b>

# Designated for Economic Uncertainties 2002-2009

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# Ending Fund Balance for Other Funds

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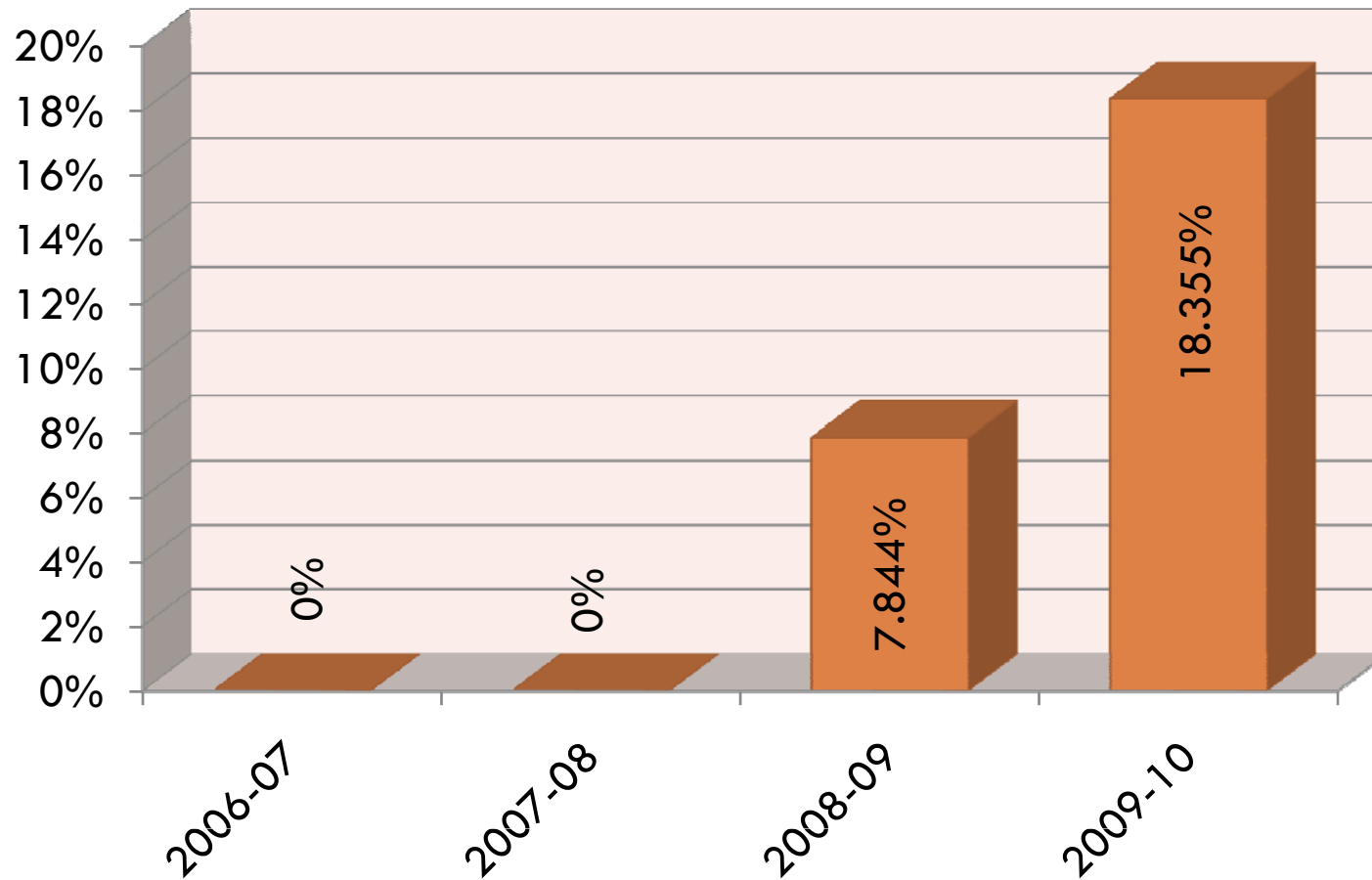
Fund No.	Fund Name	2008-2009 Unaudited Actuals	Description
12	Child Development	\$295,577	
13	Cafeteria Fund	\$642,332	
14	Deferred Maintenance	\$1,872,612	For schools that need major plumbing fixes
17*	Special Reserve Fund	\$3,697,555	Borrow against to make Payroll
20*	Special Reserve Fund for Post Employment Benefits	\$2,405,632	Pay retiree benefits for the next 3-4 years
21	Building Fund	\$2,470,585	
25	Capital Facilities Fund	\$1,622,950	
40	Special Reserve for Capital Outlay	\$1,719,104	
68	Workers' Compensation (Self Insurance)	\$1,077,877	
69	Dental Self Insurance Fund	\$86,339	
81	Property and Liability Self Insurance	\$694,270	

\* One-time funds, once utilized the funds will be gone forever

# Looking Ahead...

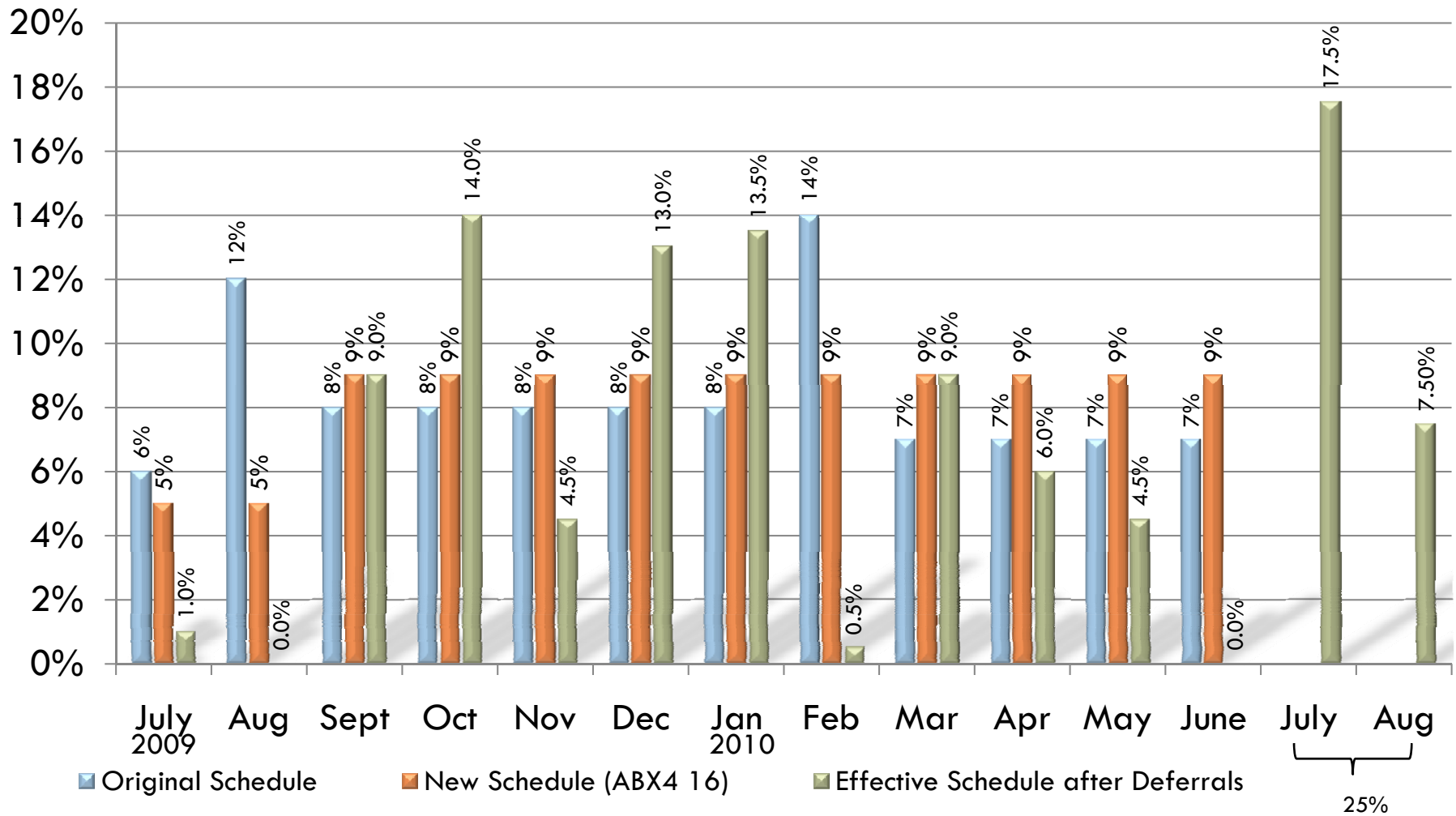
# Revenue Limit Deficit Factors

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\*Courtesy of SSC

# 2009-10 State Apportionment Schedule Compared to 2008-09



# 2009-2010 State Aid Revenue Limit Cash Receipts Due To Cash Deferrals (in millions)

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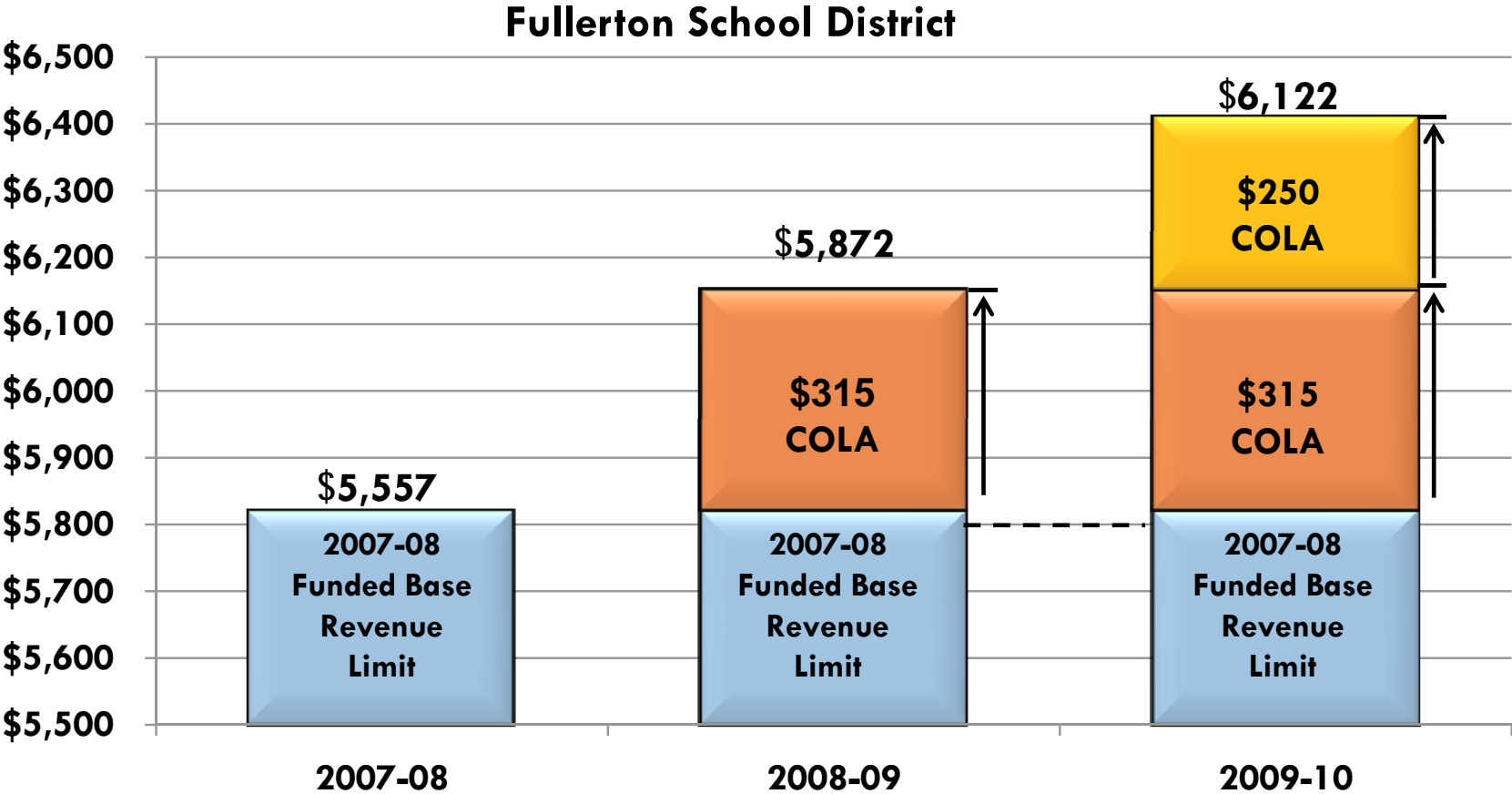
- Apportionment deferrals for Schools have become the solution to the state's cash flow problem.
- We can expect these deferrals to continue indefinitely.

# Revenue Limit Cash Deferrals for FSD

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2009	Month	In Dollars (in millions)	Original	New Deferrals	% Change
	Jul '09	-\$1.5	6.0%	1.0%	-5.0%
	Aug '09	-\$3.7	12.0%	0.0%	-12.0%
	Sept '09	\$0.3	8.0%	9.0%	1.0%
	Oct '09	\$1.8	8.0%	14.0%	6.0%
	Nov '09	-\$1.0	8.0%	4.5%	-3.5%
	Dec '09	\$1.5	8.0%	13.0%	5.0%
	Jan '09	\$1.7	8.0%	13.5%	5.5%
	Feb '09	-\$4.2	14.0%	0.5%	-13.5%
	Mar '09	\$0.6	7.0%	9.0%	2.0%
	Apr '09	-\$0.3	7.0%	6.0%	-1.0%
	May '09	-\$0.8	7.0%	4.5%	-2.5%
	Jun '09	\$0.0	0.0%	0.0%	0.0%
<b>2010</b>					
	Jul '10	Total \$3.9	7.0%	17.5%	10.5%
	Aug '10	\$5.5 \$1.6	0.0%	7.5%	7.5%

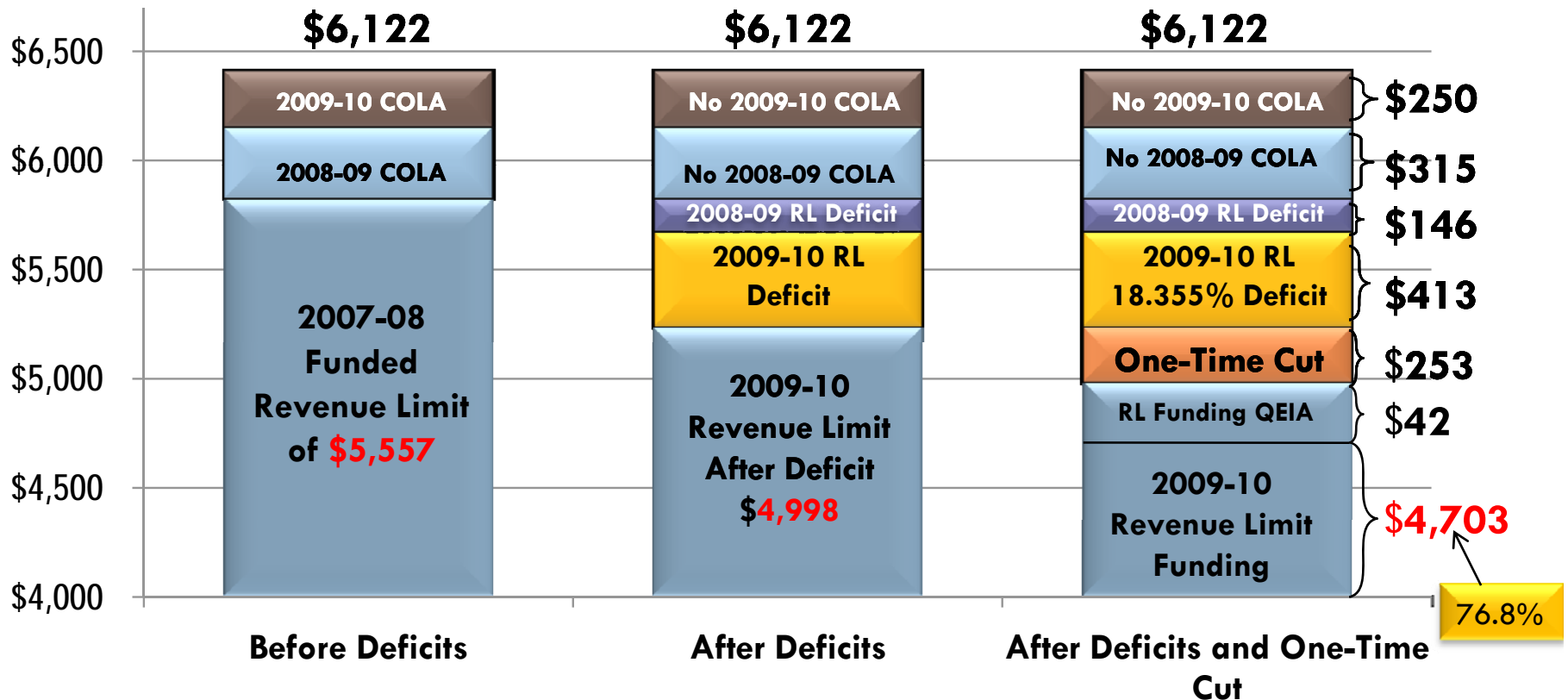
# Undeficited Revenue Limit



\*Courtesy of SSC

# Impact of One-Time Revenue Limit Reductions

## Fullerton School District 2009-10 Revenue Limit Funding

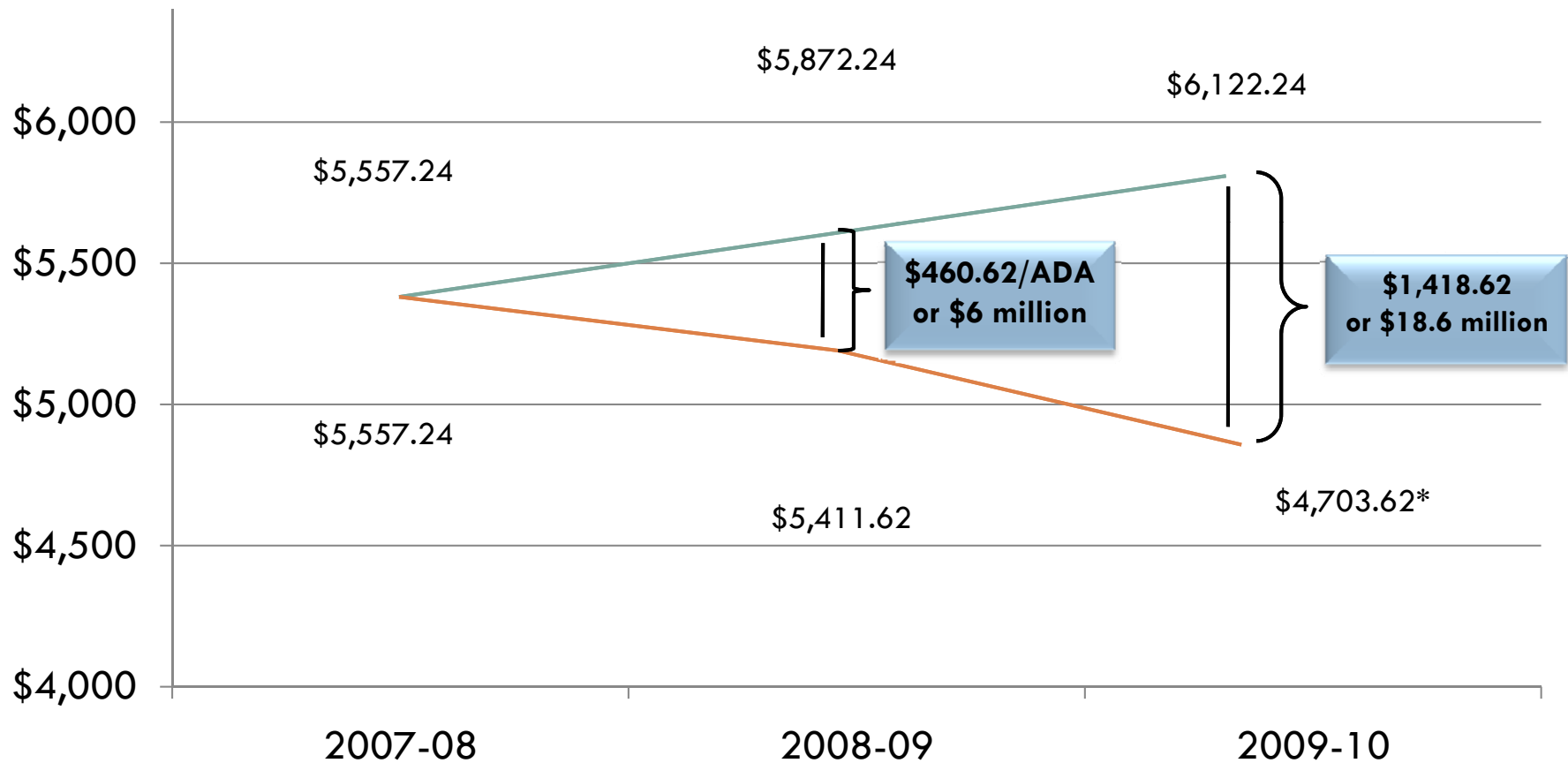


\*Courtesy of SSC

**Total loss from Statutory COLA = \$1,419/ADA**



# Revenue Limit Comparison for Fullerton School District



— Statutory Revenue Limit per ADA

— Funded Revenue Limit\* per ADA

\*Includes One-Time Reduction of \$253/ADA and Loss of Revenue Due to QEIA

# 2009-10 Adopted Budget Multi-Year Projection

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	2008-09 Actuals	2009-10	2010-11
Revenue	\$111,065,499	\$98,260,180	\$94,739,925
Expenditure	\$108,324,946	\$101,452,523	\$95,261,547
Net Increase/Decrease	\$2,740,553	-\$3,192,343	-\$521,622
<b><u>Increase/Decrease(-)</u></b>			
Unrestricted	\$1,895,618	-\$3,579,235	-\$521,622
Restricted	\$844,935	\$386,892	-

Includes Budget Reduction of \$13.4 million, one-time ARRA federal stimulus of \$5.8 million as well as step and column and increases in health benefits.

Includes unspecified budget reductions of \$8.9 million, step and column and increases in health benefits.

# Next Steps

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1. Verify Enrollments
2. CBEDS
3. Process of Making Adjustments As Per July 28, 2009 Budget
4. Confirm Staffing Ratios
5. First Interim – October 31, 2009

ONGOING CASH FLOW ANALYSIS