

2008-2009 Proposed Budget Goals & Assumptions
June 19, 2008
Point Arena Schools - Arena Elementary/Point Arena HS

GENERAL FUND REVENUES

REVENUE LIMIT/PROPERTY TAX

Revenue Limit Sources have increased \$175,641 in the 08/09 Proposed Budget. Current Secured Property Taxes were increased 4% in 08/09; 2% in 09/10 and 2% in 10/11. All others estimates remained the same. If were for Revenue Limit Districts, the May Revision 2008 calls for an increase of 4.53% COLA with a deficit of 5.36%; therefore no COLA in 08/09; future years estimate deficit greater than the COLA.

2007/2008 Budget	2008/2009 Budget		2009/2010 Budget		2010/2011 Budget	
4,296,224.00	4,471,865.00	4%	4,565,889.00	2%	4,661,793.00	2%
	175,641.00		94,024.00		95,904.00	

FEDERAL REVENUES

Using School Services Budget Workshop data, Federal Revenues were reduced in 2008-2009 by 2.5% for \$6,089. The MAA Program funding revenues for 08/09 have been reduced by \$21,422. Program year 09/10 will be funded at current rate. However, Program year 10/11 has been included in the budget, but could be cut. So it may need to be eliminated in the future which would require reduction of 1 teacher.

Fed Reduction of 2.5%	(6,089.00)	
MAA Reduction - AE	(10,261.00)	
MAA Reduction - PA	(11,161.00)	
Prior Year NCLB Title I	(4,000.00)	
Prior Year - REAP	(1,000.00)	
Prior Year Teacher Quality	(7,092.00)	
Prior Year Principal Training	(3,000.00)	
NCLB Program Improvement	(40,000.00)	
Special Ed Increases	8,673.00	Additional Federal Sp Ed entitlement
	<u>(73,930.00)</u>	

STATE LOTTERY REVENUES

State Lottery Revenues have been decreasing; the 08/09 Budget reflects a decrease of \$8,587

STATE CATEGORICAL REVENUES

Using School Services Budget Workshop data, State Revenues were reduced in 2008-2009 by 6.5% for \$40,257

State Reduction of 6.5%	(40,257.00)	
Lottery	(8,587.00)	
Prior Year State Block Grants	(15,903.00)	have not been funded for 08/09
Prior Year - After School	(80,272.00)	reduced for 08/09
Prior Year - HPSG	(71,318.00)	funding has been reduced
Staff Mentoring	(18,900.00)	*we were not able to use last year and was cut from
	<u>(235,237.00)</u>	this year's budget

LOCAL REVENUES

Proposed Budget 08/09 does not include approximately \$25,000 for "the unmet Special Education need application" still pending.

ONE-TIME UNRESTRICTED REVENUES

None

ONE-TIME RESTRICTED REVENUES

State Block Grants for approximately \$16,000 have not been funded for 08/09.
After School Program funding has been reduced by \$80,272 for 08/09.
HPSG funding has been reduced by \$71,318.

GENERAL FUND EXPENDITURES

CERTIFICATED AND CLASSIFIED SALARIES

The current year budget for 2008-2009 does not include any estimate for a COLA not yet negotiated for Certificated. But Budget includes step and column for each year estimated at 2.0%.

The current year budget for 2008-2009 does not include any estimate for a COLA not yet negotiated for Classified, Step and column for each year estimated at 2.0%.

Summary of FTE positions:

	Classified	Certificated
PAHS	24	20
AUES	15	20
Management	3	3
Conf. Management	5.5	
	48.5	45

Reduction of Staff:

- 1 FTE Special Ed Certificated Teacher
- 1 FTE Math/Elective Certificated Teacher
- .5 FTE PE Certificated Teacher

EMPLOYEE BENEFIT COSTS

Health and Welfare cost increase of 10.0% in 08/09 Budget. MYP also includes 10% increases.
Worker's comp rates decreased by .86% from 4.157% to 3.297% in 08/09. No change for next two years in MYP.
Unemployment rates increased .25% from .05% to .3 for 08/09. No change for next two years in MYP.

EXPECTED BUDGET CHANGES

The budget was balanced and prepared prior to the final numbers being made available for the costs for health insurance, workers compensation insurance and PERS.

The changes will be incorporated into the budget at First Interim 08/09

The estimated amount of cost to be incorporated into the budget at first interim is less than \$10,000 decrease in costs.

OTHER SIGNIFICANT EXPENDITURES

Unrestricted Supplies were increased in MYP by 2.0% in each MYP.

Unrestricted Operating Expenditures were increased in MYP by 3.0%.

No increase in MYP for Restricted Supplies and Operating expenditures because of the Categorical reduction.

COMPONENTS OF ENDING FUND BALANCE

Reserve for economic uncertainty was increased by \$49,000 in 08/09 to take us to 5%; and Reserves are maintained at 5% for MYP.

Unappropriated Reserves increased from \$1,332 in 07/08 to \$75,250 in 08/09

NET CHANGE IN THE UNRESTRICTED GENERAL FUND BALANCE FOR MYP

	2007-2008	2008-2009	2009-2010	2010-2011
	<u>\$ 578,947</u>	<u>\$ 701,865</u>	<u>\$ 758,098</u>	<u>740,480</u>
Revolving Cash	\$ 3,150	\$ 3,150	\$ 3,150	\$ 3,150
Economic				
Uncertainty	265,000	314,000	322,000	326,000
Board Reserve	160,000	160,000	160,000	160,000
Facility	110,765	110,765	110,765	110,765
Gualala School	38,700	38,700	38,700	38,700
Unappropriated	<u>1,332</u>	<u>75,250</u>	<u>123,483</u>	<u>101,865.00</u>
	<u>\$ 578,947</u>	<u>\$ 701,865</u>	<u>\$ 758,098</u>	<u>\$ 740,480</u>

OTHER FUNDS

CHANGES IN REVENUES, EXPENDITURES OR TRANSFERS

No significant changes in other funds. State Pre-School may again receive additional special needs funding for Special Ed students.

Comparison of Year Ending Budget to Proposed Budget 2008/09

	2007/2008	2008/2009 Proposed Budget	Difference	
	Year Ending (Both Restricted/ Unrestricted)			
Beg Bal	573,896	662,547	88,651	
RL Sources	4,296,224	4,471,865	175,641	
Federal Revenue	510,405	436,475	(73,930)	See # 1 expanded notes next pg
Impact Aid	70,000	60,000	(10,000)	Falling Native American Students
State Revenue	1,078,848	843,611	(235,237)	See # 2 State Categorical Reducti
Interest	10,000	8,000	(2,000)	next pg
Other Local	602,148	576,700	(25,448)	Sp Ed unmet needs grant pending
Contributions	0	0	0	
	<u>6,567,625</u>	<u>6,396,651</u>	<u>(170,974)</u>	
Certificated Salaries	2,416,748	2,303,243	(113,505)	See #3 expanded notes next pg
Classified Salaries	1,331,494	1,270,756	(60,738)	See #4 expanded notes next pg
Benefits	1,431,567	1,503,743	72,176	H&W 10%
Supplies	504,702	385,523	(119,179)	Categorical reductions
Operating				
Expenditures	681,347	694,542	13,195	Fuel & Energy Cost increase
Equipment	0	0	0	
Transfers	113,116	115,926	2,810	
	<u>6,478,974</u>	<u>6,273,733</u>	<u>(205,241)</u>	
Net increase(decrease)	88,651	122,918	34,267	
Ending Fund Bal	662,547	785,465	122,918	
Revolving Cash	3,150	3,150	0	
Economic Uncertainty	265,000	314,000	49,000	
Designations	309,465	309,465	0	
Unappropriated				
Unrestricted	1,332	75,250	73,918	
Restricted	83,600	83,600	0	High Priority Schools Grant
	<u>662,547</u>	<u>794,465</u>	<u>131,918</u>	

Expanded figures for Comparison of Year Ending Budget to Proposed Budget 2008/09

1 Fed Reduction of 2.5%	(6,089.00)
MAA Reduction - AE	(10,261.00)
MAA Reduction - PA	(11,161.00)
Prior Year Categorical	(15,092.00)
NCLB Program Improvement	(40,000.00)
Special Ed Increases	8,673.00
	<u>(73,930.00)</u>
2 State Reduction of 6.5%	(40,257.00)
Lottery	(8,587.00)
Prior Year Categorical	(15,903.00)
Prior Year - After School	(80,272.00)
Prior Year - HPSG	(71,318.00)
Staff Mentoring	(18,900.00)
	<u>(235,237.00)</u>
3 Math/Elective Teacher	(37,536.00)
Stornetta on leave	(14,000.00)
South Coast Sub	(12,000.00)
After School - reduced for enrichment team	(23,000.00)
Special Ed - 1 teacher	(45,000.00)
Staff Mentoring - unused/cat	(20,000.00)
MAA/Nurse (Reimbursement)	(6,500.00)
Title I Add'l help	(1,534.00)
Step & Column	46,065.00
	<u>(113,505.00)</u>
4 Bilingual Spanish Paraeducator	(14,000.00)
Summer Maintenance	(10,000.00)
After School - reduced Paraeducator	(13,000.00)
Impact Aid	(23,500.00)
Tech Center - Reduced ROP	(6,300.00)
Add'l help reduction	(8,500.00)
Innovated Ed	(1,200.00)
CAHSEE	(2,000.00)
SIP	(4,800.00)
Nutrition Grant	(2,853.00)
Step & Column	25,415.00
	<u>(60,738.00)</u>