



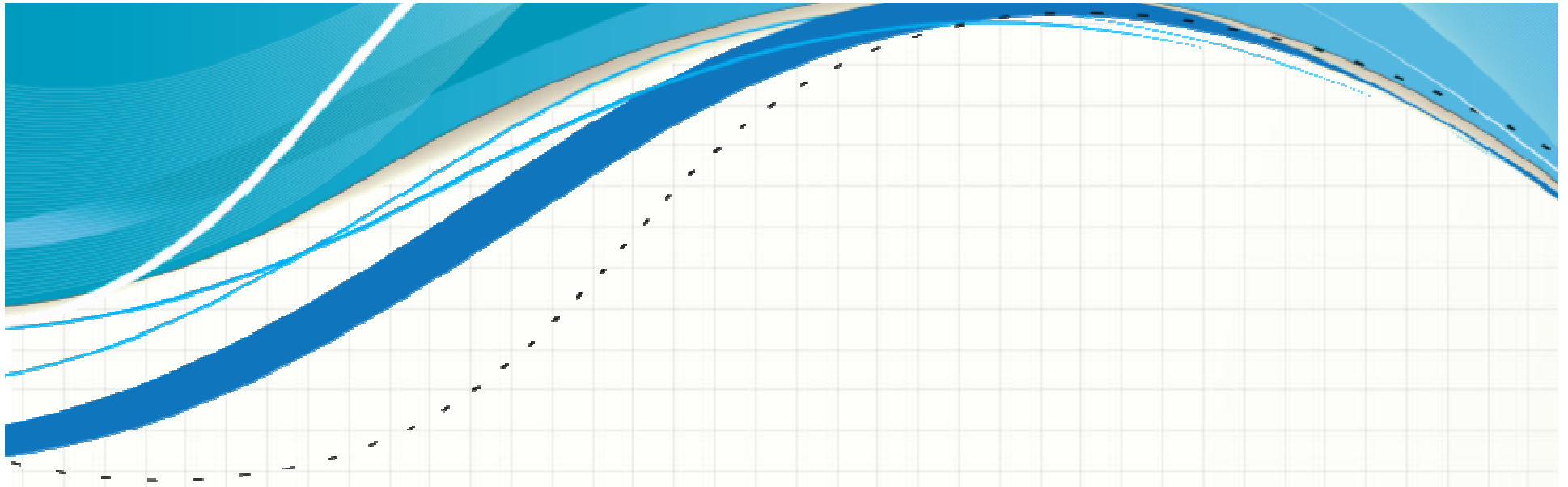
# **Hillsborough City School District**

## **2017-18 Proposed Budget**

6/6/2017

# Table of Contents

- Revenue Assumptions
- Expenditure Assumptions
- Multi-Year Projection & Reserves
- Enrollment & Average Daily Attendance (ADA)
- Projections vs. Predictions
- Questions



# Revenue Assumptions

# Assumptions-Revenues

## Property Tax Increases:

2016-17:	7.81%
2017-18:	6.03%
2018-19:	5.0%
2019-20:	4.0%

# Assumptions-Revenues

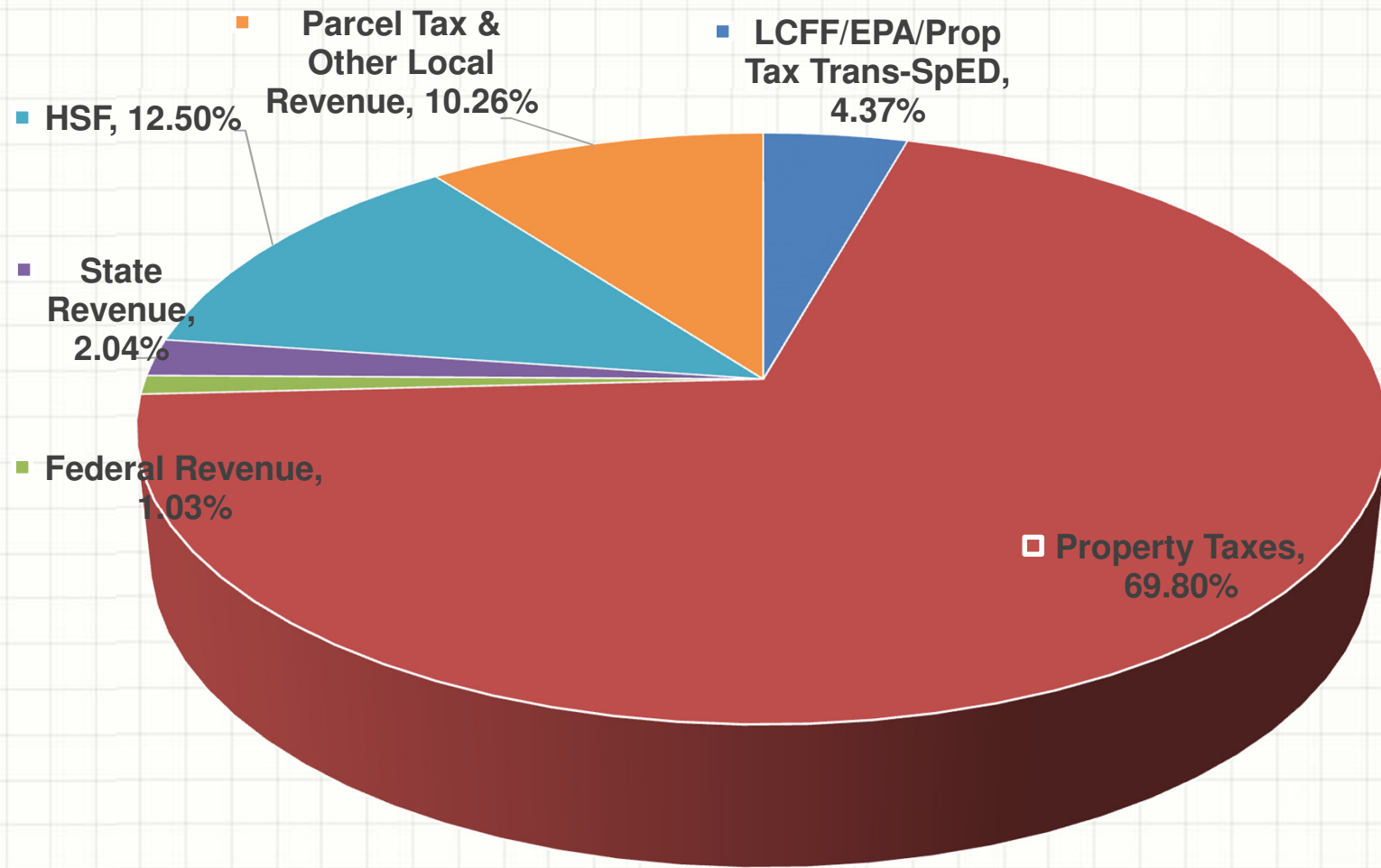
Property Taxes	\$18,821,836
Minimum State Aid	\$172,044
Parcel Tax	\$2,229,669
Education Protection Account	\$300,960
Special Ed Property Tax Transfer	\$704,812
Special Ed Federal Grant	\$277,640

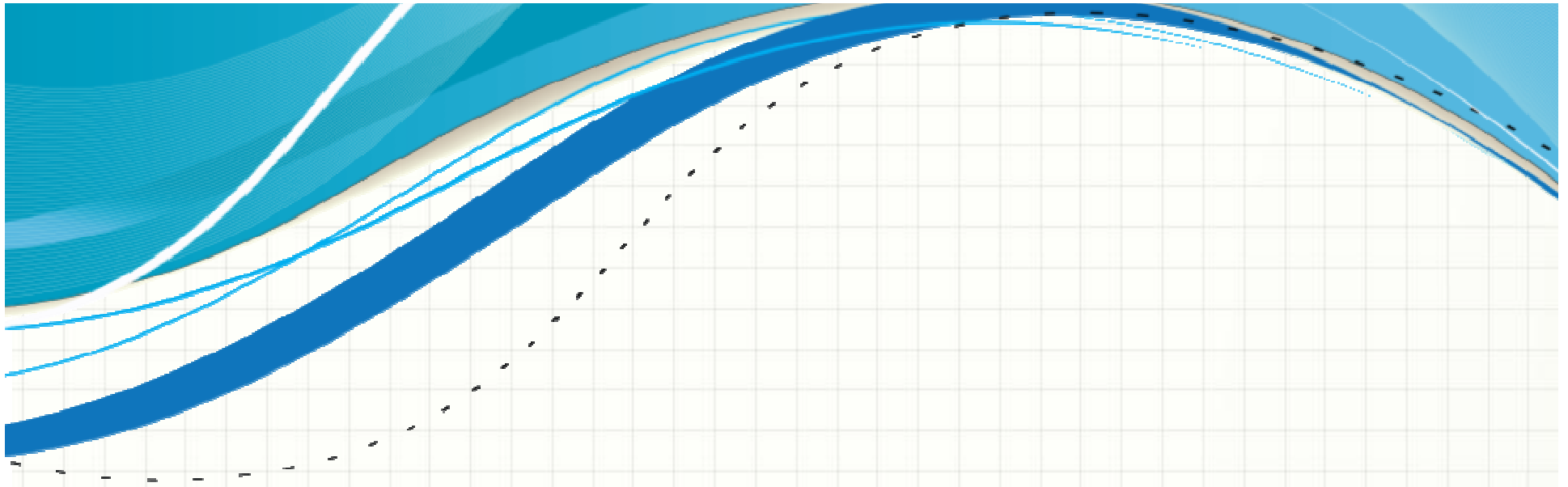
# Assumptions-Revenues

Mental Health	\$33,044
Mandated Cost	\$41,530
Hillsborough Schools Foundation	\$3,393,950
Prop 39 Clean Energy Jobs Act	\$100,000
Lottery	\$245,697
STRS On-Behalf	\$839,577

# Assumptions-Revenues

(without STRS On-Behalf)





# Expenditure Assumptions



# Assumptions-Expenditures

## CalSTRS & CalPERS

### Employer Contribution Rates

	CalSTRS	CalPERS
2015-16	10.73%	11.847%
2016-17	12.58%	13.888%
2017-18	14.43%	15.531%
2018-19	16.28%	18.10%
2019-20	18.13%	20.80%
2020-21	20.10%	23.80%
2021-22	20.25%	25.20%
2022-23	20.25%	26.10%
2023-24	20.25%	26.80%

# Assumptions-Expenditures

Certificated	14,268,710
Classified	3,395,179
Benefits	4,999,030
Benefits (STRS On-Behalf)	839,577
Books & Supplies	980,627
Services	3,525,966
Other Outgo/Capital Outlay	264,783
Total	27.883.417 <sup>10</sup>

# Assumptions-Expenditures

## Routine Restricted Maintenance (RRM)

17-18

772,306

## Multi-Year Maintenance Plan Cost (built in MYP)

17-18

115,660

18-19

155,614

19-20

241,647

# Assumptions-Expenditures

Prop 39 Energy Efficiency Projects (interior and exterior light sensors, CPM consulting)	100,000
Reduction of 6.0 Certificated FTE	(757,848)

# Assumptions-Interfund Transfers

Transfer in from Fund 40	80,000
Transfer out to Fund 20 (OPEB)	(35,000)

# Assumptions-General Fund Contributions to Restricted Programs

	Amount	% of General Fund Expenditures
Special Education	\$4,485,383	16.56%
Routine Restricted Maintenance	\$772,306	2.85%
Total	\$5,257,689	19.41%

# Assumptions-Contributions to Routine Restricted Maintenance

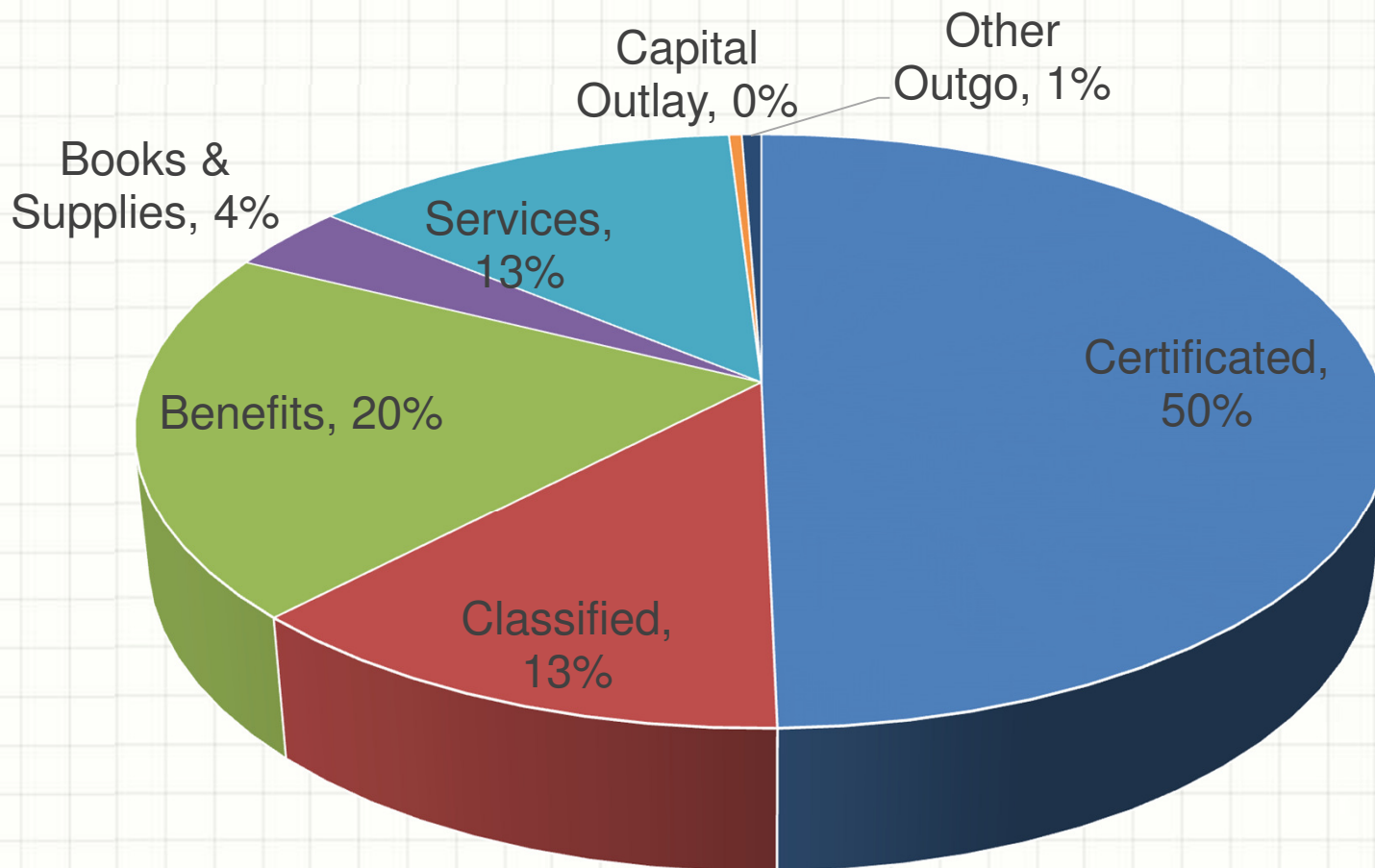
- AB 104 requires 3% by 2020-21
- For 2017-18, contribute the greater of
  - A. The lessor of
    - i. 3% of the 2017-18 total General Fund Expenditures (\$837,552,52)
    - ii. 2014-15 contribution (\$481,286.17)

The lessor is \$481,286.17
  - B. 2% of 2017-18 total General Fund Expenditures (\$558,368.35)

The greater is \$558,368.35.
- HCSD contributes \$772,306 and is compliant.

# Assumptions-Expenditures

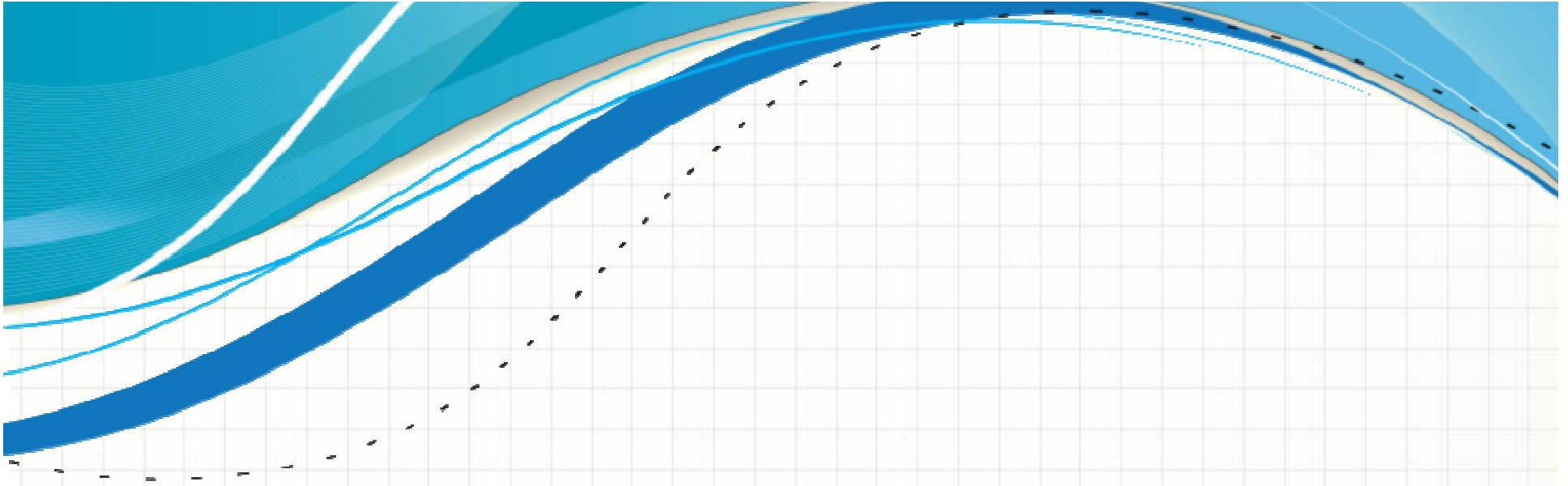
(without STRS On-Behalf)





# Prior Year Actuals vs 2017-18 Budget

	2013-14	2014-15	2015-16	16-17 Est Actuals	2017-18 Budget
<b>Revenues</b>	23,125,706	24,938,805	26,350,368	27,553,158	27,804,726
<b>Expenditures</b>	22,301,159	24,955,306	25,994,821	28,326,616	27,883,417
<b>Surplus (Deficit)</b>	824,547	(16,501)	355,547	<b>(793,458)</b>	<b>(78,692)</b>
<b>Total Transfers</b>	(285,500)	(285,500)	30,000	45,000	45,000
<b>End Bal Gain (Loss)</b>	539,047	(302,001)	385,547	(748,458)	(33,692)
<b>Beginning Balance</b>	3,804,934	4,343,980	4,041,980	4,427,527	3,679,069
<b>Ending Balance</b>	4,343,981	4,041,979	4,427,526	3,679,069	3,645,377



# Multi-Year Projection & Reserves

# Multi-Year Projections

	16-17 Est Actuals	2017-18 Proposed Budget	18-19 Projected Budget	19-20 Projected Budget
Revenues	27,533,158	27,804,726	28,433,154	29,378,340
Expenditures	28,326,616	27,883,417	28,381,528	29,298,146
Surplus (Deficit)	<b>(793,458)</b>	<b>(78,692)</b>	<b>51,627</b>	<b>80,194</b>
Net Transfers	45,000	45,000	45,000	45,000
End Bal Gain (Loss)	(748,458)	(33,692)	96,627	125,194
Beginning Balance	4,427,526	3,679,069	3,645,377	3,742,004
Ending Balance	3,679,069	3,645,377	3,742,004	3,867,197

# **Projected General Fund Reserves (Fund 01)**

- 2017-18: 12.25%
- 2018-19: 12.37%
- 2019-20: 12.41%

# Average Daily Attendance (ADA)

- Projected 17-18 Enrollment: 1,429
- Projected 17-18 ADA: 1,378.11

# Projections vs. Predictions

- Multiyear projections are required by AB 1200 and AB 2756
- MYPs are projections, not forecasts
  - Projections are the mathematical result of today's assumptions
  - Forecasts are predictions of the future—there is a higher implied reliability factor than projections

**\*\*Source: School Services of California**

Questions

