

HILLSBOROUGH CITY SCHOOL DISTRICT

2018-19 PROPOSED BUDGET

June 6, 2018



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Assumptions-Revenues

Property Tax Increases:

2017-18	6.01%
2018-19	5.25%
2019-20	4%
2020-21	4%

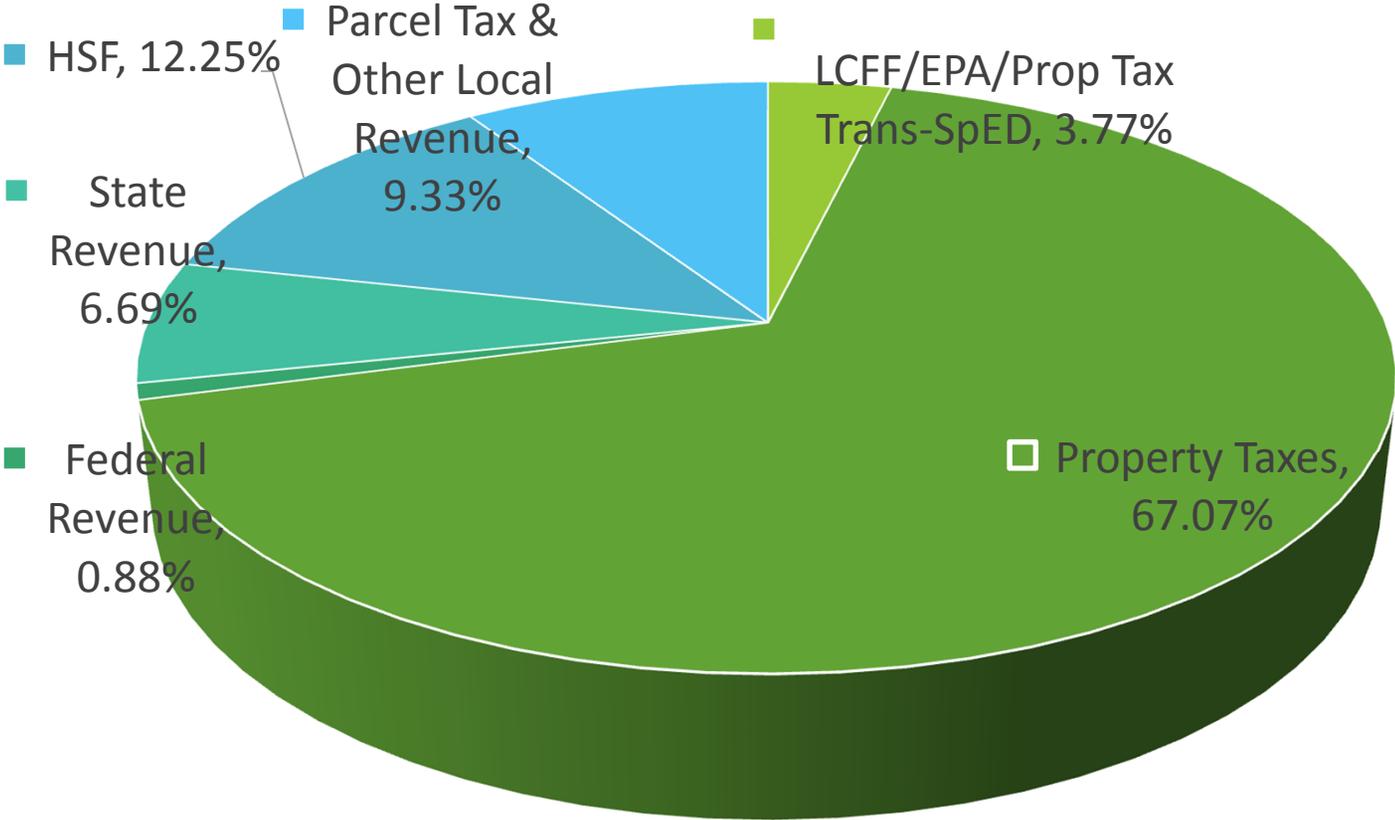
Assumptions-Revenues

Property Taxes	\$20,069,673
Minimum State Aid	\$172,044
Parcel Tax	\$2,229,669
Education Protection Account (Prop 30)	\$270,798
AB 602 Special Ed Funding	\$685,590
Special Ed Federal Grants	\$247,972

Assumptions-Revenues

Mental Health	\$33,044
Mandated Cost	\$41,530
One-time Discretionary	\$465,776
HSF Fund-a-Need for Technology	\$365,000
HSF 2018-19 Contribution	\$3,300,000
Lottery	\$278,081
STRS On-Behalf	\$1,180,663

2018-19 General Fund Revenue Sources



Assumptions-Contributions to Routine Restricted Maintenance

AB 104 requires 3% by 2020-21

For 2018-19, contribute the **greater** of

A. The **lessor** of

i. 3% of the 2018-19 total General Fund Expenditures (\$888,981.79)

ii. 2014-15 contribution (\$481,286.17)

The **lessor** is **\$481,286.17**

B. 2% of 2018-19 total General Fund Expenditures (\$592,654.53)

The greater is **\$592,654.53**.

HCSD contributes **\$718,259** and is compliant.

Assumptions-Expenditures

Routine Restricted Maintenance (RRM)	
2018-19	718,259
Multi-Year Maintenance Plan Cost (built in General Fund MYP)	
2018-19	241,630
2019-20	587,662
2020-21	551,775
Total	1,381,067

Assumptions-Expenditures

Window Covering at All School Sites	2018-19	150,000
HCS D Forward-Technology 1:1 Devices	2017-18	50,000
	2018-19	200,000
	2019-20	50,000
Science Curriculum	2019-20	300,000

Assumptions-Expenditures

Prop 39 Energy Efficiency Projects (HVAC, CPM consulting)
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153,684

Assumptions-Interfund Transfers

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

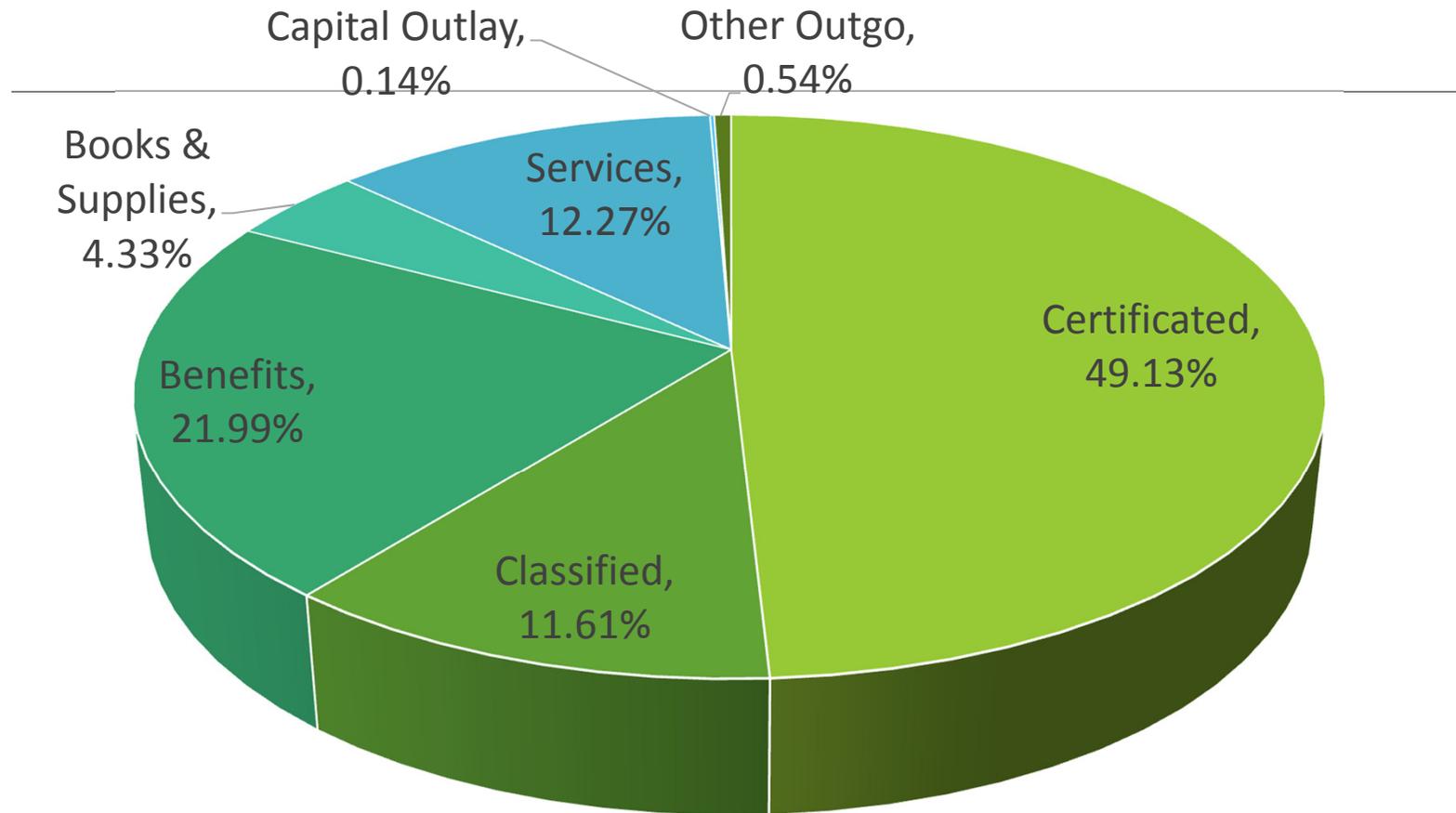
Assumptions-General Fund Contributions to Restricted Programs

	Amount	% of General Fund Expenditures
Special Education	\$4,822,407	16.27%
Routine Restricted Maintenance	\$718,259	2.42%
Total	\$5,540,666	18.70%

Assumptions-Expenditures

Certificated	14,540,998
Classified	3,437,544
Benefits	6,507,256
Books & Supplies	1,281,944
Services	3,630,201
Capital Outlay	40,000
Other Outgo	159,783
Total Expenditures	29,597,726.45

2018-19 General Fund Expenditures



Prior Year Actuals vs 2018-19 Budget General Fund

	2014-15	2015-16	2016-17	2017-18 Estimate Actuals	2018-19 Budget
Revenues	24,938,805	26,350,368	27,747,511	28,832,673	29,921,256
Expenditures	24,955,306	25,994,821	27,847,553	28,820,933	29,597,726
Surplus (Deficit)	(16,501)	355,547	(100,043)	11,741	323,529
Total Transfers	(285,500)	30,000	45,000	45,000	45,000
End Bal Gain/Loss	(302,001)	385,547	(55,043)	56,741	368,529
Beginning Balance	4,343,980	4,041,980	4,427,526	4,372,484	4,429,224
Ending Balance	4,041,979	4,427,526	4,372,484	4,429,224	4,797,754

2018-19 Budget General Fund Multi-Year Projections

	2017-18 Estimated Actuals	2018-19 Proposed Budget	2019-20 Projected Budget	2020-21 Projected Budget
Revenues	28,832,673	29,921,256	30,137,795	30,734,695
Expenditures	28,820,933	29,597,726	30,155,389	30,731,610
Surplus (Deficit)	11,741	323,529	(17,594)	3,085
Net Transfers	45,000	45,000	45,000	45,000
End Bal Gain (Loss)	56,741	368,529	27,406	48,085
Beginning Balance	4,372,484	4,429,224	4,797,754	4,825,160
Ending Balance	4,429,224	4,797,754	4,825,160	4,873,245

2018-19 Budget General Fund Reserves

	2017-18	2018-19	2019-20	2019-20
	Estimated	Projected	Projected	Projected
6% for Economic Uncertainty	1,731,355.97	1,777,963.59	1,811,423.31	1,845,996.57
Unappropriated Ending Balance	2,325,793.39	2,813,712.76	2,807,659.26	2,821,171.30
Total Expenditures + Transfers out	28,855,932.76	29,632,726.45	30,190,388.58	30,766,609.58
General Fund Reserve	14.64%	15.50%	15.30%	15.17%
Add Fund 17 Balance	551,111.55	557,111.55	563,611.55	570,611.55
Reserve with Fund 01, 17	15.97%	17.38%	17.17%	17.02%
Add Fund 20 Balance	1,152,918.45	1,199,418.45	1,246,418.45	1,293,918.45
Reserve with Fund 01, 17, 20	19.97%	21.42%	21.30%	21.23%

2018-19 Budget All Funds at a Glance

	General	Cafeteria Special Revenue	Special Non- Capital Reserve	Special Reserve (OPEB)	Capital Facilities	Special Reserve Capital Outlay	Total
Description	Fund 01	Fund 13	Fund 17	Fund 20	Fund 25	Fund 40	
Beginning Fund Balances	4,429,224	13,861	551,112	1,152,918	211,726	103,448	6,462,289
Revenues	29,921,256	3,400	6,000	11,500	71,414	101,500	30,115,070
Transfers In	80,000			35,000			115,000
Total Sources of Funds	30,001,256	3,400	6,000	46,500	71,414	101,500	30,230,070
Expenditures	29,597,726	3,200			7,126	9,432	29,617,485
Transfers Out	35,000					80,000	115,000
Total Uses of Funds	29,632,726	3,200	-	-	7,126	89,432	29,732,485
Net Sources/Uses of Funds	368,529	200	6,000	46,500	64,288	12,068	497,585
Ending Fund Balance	4,797,754	14,061	557,112	1,199,418	276,013	115,516	6,959,874

Average Daily Attendance (ADA)

2014-15 P-2	1,504.88
2015-16 P-2	1,461.30
2016-17 P-2	1,429.22
2017-18 P-2	1,353.99
2018-19 Projected	1,353.99

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%	18.062%
2019-20	18.13%	20.80%
2020-21	19.10%	23.50%

STRS Employer Rate Increase Cost 2015-16 through 2020-21

Year	STRS Rate	Rate Incr per Year	16-17 STRS Creditable Earnings	STRS Cost Incrse per Year
2015-16	10.73%			
2016-17	12.58%	1.85%	14,072,042	260,333
2017-18	14.43%	1.85%	14,072,042	520,666
2018-19	16.28%	1.85%	14,072,042	780,998
2019-20	18.13%	1.85%	14,072,042	1,041,331
2020-21	19.10%	0.97%	14,072,042	1,177,830
			Total	3,781,158

PERS Employer Rate Increase Cost 2015-16 through 2020-21

Year	PERS Rate	Rate Incr per Year	16-17 PERS Creditable Earnings	PERS Cost Increase per Year	Combined Cost Increase per Year
2015-16	11.847%				
2016-17	13.888%	2.041%	3,196,963	65,250	325,583
2017-18	15.531%	1.643%	3,196,963	117,776	638,442
2018-19	18.062%	2.531%	3,196,963	198,691	979,690
2019-20	20.80%	2.738%	3,196,963	286,224	1,327,555
2020-21	23.50%	2.700%	3,196,963	372,542	1,550,372
			Total	1,040,483	4,821,641

STRS & PERS Employer Rate Increase Combined Cost 2015-16 through 2020-21

Year	Combined Cost Increase per Year
2015-16	
2016-17	325,583
2017-18	638,442
2018-19	979,690
2019-20	1,327,555
2020-21	1,550,372
	4,821,641

Questions?