



Silver Valley Unified School District

Second Interim Budget Report
March 12, 2019

Interim Financial Reporting

- Education Codes 35035(g), 42130, and 42131
 - Governing Board must certify district's ability to meet financial obligations for current and two subsequent years
- Board Adopted 2018-19 Budget - June 19, 2018
- First Interim Financial Report - December 11, 2019
 - July 1 through October 31
- Second Interim Financial Report - due by March 15
 - July 1 through January 31

2018-19 First Interim & Second Interim Report

	2018-19 First Interim			2018-19 Second Interim			<i>differences between First and Second Interim</i>		
Description	Total								
LCFF Base	2018-19 First Interim to Second Interim								
	REVENUES								
Federal Revenues	<ul style="list-style-type: none"> - Federal Revenues - Increased by \$328,887 <ul style="list-style-type: none"> - Increase in Impact Aid Revenues - DoDEA STEM Grant - State Revenues - Increased by \$46,815 <ul style="list-style-type: none"> - LPSBG - Classified PD - Other Local - Decreased by \$208,711 <ul style="list-style-type: none"> - SELPA Adjustment 								
State Revenues									6,815
Other Local Revenues									(208,711)
Contributions									0
TOTAL REVENUES									6,991
Certificated Salaries									0,991
Classified Salaries									17,776
Employee Benefits									8,652
Supplies									64,898
Services									51,023
Capital Outlays									3,900
Other Outlays									0
Indirect Costs									0
Transfers Out									0
TOTAL EXPENDITURES									17,890
Surplus/(Deficit)									0,899
Beginning Balance									0
Ending Fund Balance	3,854,024	119,074	3,973,098	3,823,125	119,074	3,942,199	(30,899)	(0)	(30,899)

2018-19 First Interim & Second Interim Report

	2018-19 First Interim			2018-19 Second Interim			<i>differences between First and Second Interim</i>		
Description	2018-19 First Interim to Second Interim								
LCFF Base	EXPENDITURES								
Federal Re									
State Reve									
Other Loca									
Contributi									
TOTAL R									
Certificate	- Salaries - Increased by \$178,767								
Classified	- Added positions and substitute costs								
Employee	- Benefits - Decreased by \$118,652								
Supplies	- Retirees								
Services	- CalSTRS, CalPERS, H&W								
Capital Ou	- Supplies - Increased by \$264,898								
Other Outg	- Textbook adoption								
Indirect Co	- DoDEA STEM Grant Supplies								
Transfers C	- Services - Decreased by \$151,023								
TOTAL E	- Colin Powell Classroom Expenses								
Surplus/(D									
Beginning									
Ending Fund Balance	3,854,024	119,074	3,973,098	3,823,125	119,074	3,942,199	(30,899)	(0)	(30,899)

Multi-Year Projection

Description	2018-19			2019-20			2020-21		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
LCFF Base Revenues	18,948,083		18,948,083	19,622,746	0	19,622,746	19,692,845	0	19,692,845
Federal Revenues									9,868,262
State Revenues									537,227
Other Local Revenues									1,212,737
Contributions									-
TOTAL REVENUES									31,311,071
Certificated Salaries									10,998,682
Classified Salaries									4,214,662
Employee Benefits									8,134,927
Supplies									784,118
Services									6,181,858
Capital Outlays									0
Other Outlays									0
Indirect Costs									0
Transfers Out									250,000
Adjustments									
TOTAL EXPENDITURES									30,564,247
Surplus/(Deficit)									746,824
Beginning Fund Balance	1,996,581	670,926	2,667,507	3,823,125	119,074	3,942,199	5,230,659	119,074	5,349,733
Ending Fund Balance	3,823,125	119,074	3,942,199	5,230,659	119,074	5,349,733	5,977,483	119,074	6,096,557

2018-19, 2019-20, 2020-21

MULTI-YEAR PROJECTION

- 2018-19 Projected Reserve - \$2,865,075 or 9.60%
- 2019-20 Projected Reserve - \$4,528,609 or 15.18%
- 2020-21 Projected Reserve - \$5,275,433 or 17.26%

- **Assumption: FAP Fully Implemented in 2018-19, 2019-20**

- **Does not include Collective Bargaining**
- **Level Impact Aid Funding in 2nd Out Year**

Ongoing Challenges

- Unknown state economic conditions
 - COLA only increases
- Enrollment uncertainty - Down 45 students since Jan.
- CalPERS and CalSTRS Increases
 - 2011-12
 - SVUSD CalPERS & CalSTRS: \$1.2m
 - 2017-18
 - SVUSD CalPERS & CalSTRS: \$3.1m
- Special Ed, Transportation, CNS Contributions
- Cash flow
 - \$2,500,000 Loan paid back to COE (Feb)

Next Steps

- Monitor Impact Aid
 - Sequestration?
 - Enrollment?
 - Impact Aid Revenue Stabilization Reserve (Board Resolutions)
- More certainty in the following areas:
 - Average Daily Attendance for 2018-19 (P2)
 - Governor's May Revise to Budget Proposal

Certification

- Three types of certification based on MYP:
 - **Positive** - District **will** meet its financial obligations for current and two subsequent years
 - **Qualified** - District **may not** be able to meet financial obligations for current and two subsequent years
 - **Negative** - District **will not** be able to meet financial obligations in two or more of the three years
- Recommend the district certify **Positive** Second Interim Report

Thank you