



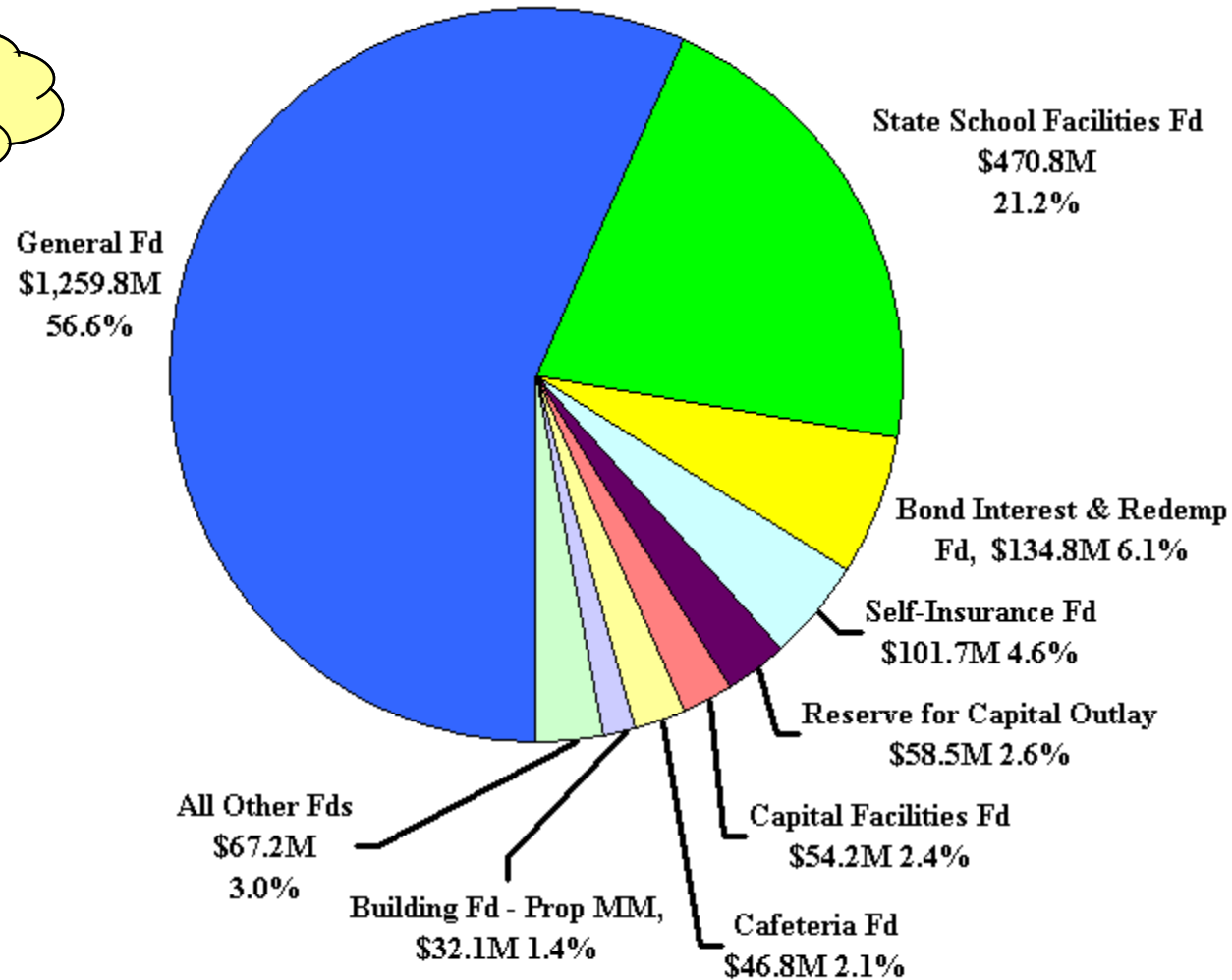
**Board of Education Brief
2007/08 Budget Adoption**

June 27, 2007



All Funds – 2007/08 Budget

**Total Budget
\$2.2B**



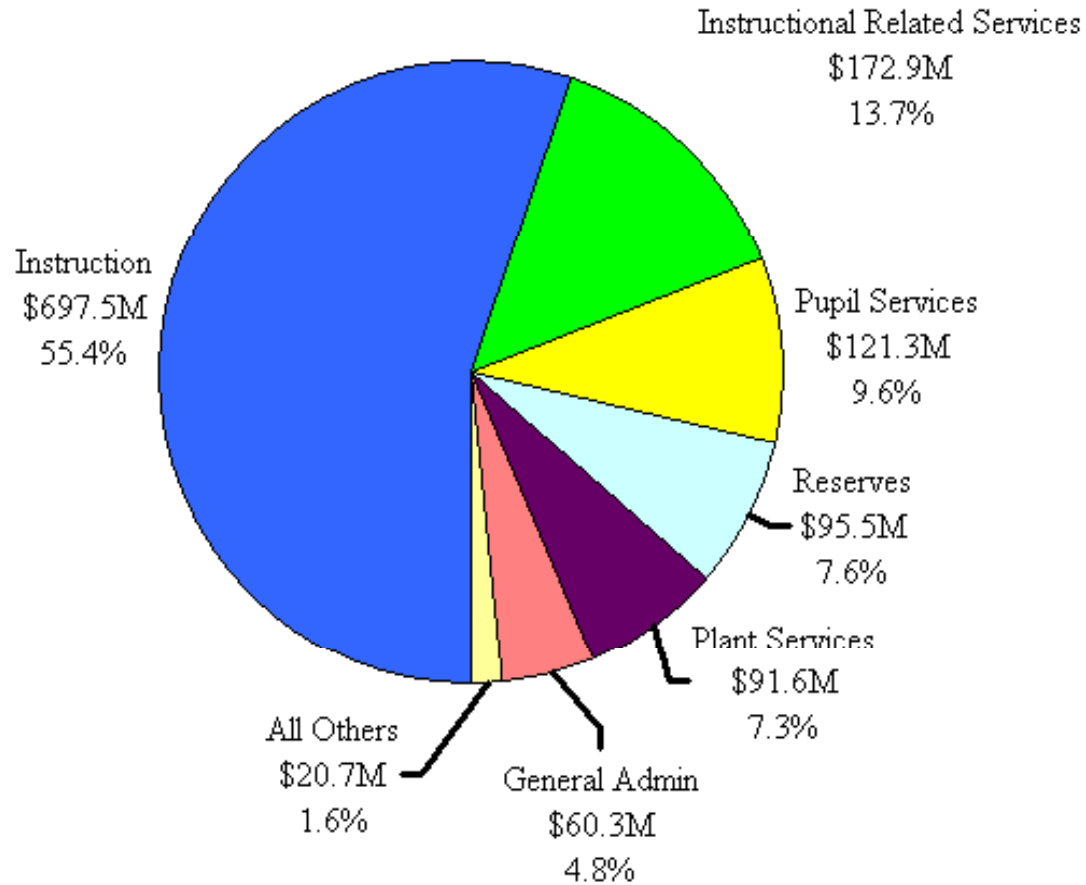
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Budget at a Glance By Function



\$1.26B



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Total General Fund Budget By Function



PROGRAMS	DETAILS	BUDGET
Instruction \$697,503,853 55.4%	Instruction	\$ 522,170,612
	SpEd:Separate Classes (SDC)	80,115,630
	SpEd:Resource Specialist	30,052,272
	SpEd:Suppl Aids & Services	22,285,922
	SpEd:Non Public Schls Agencies	14,332,500
	SpEd:Special Instruction	28,546,917
Instructional Related Services \$172,933,721 13.7%	Supervision of Inst & Admin	41,131,856
	Curriculum Development	336,248
	In House Instr Staff Dev	9,467,247
	Instr Admin of Sp Projects	24,983,675
	Library Media and Tech	10,120,118
	Other Instr Resources	3,496,908
	Parent Participation	2,006,365
	School Administration	81,391,304
Pupil Services \$121,277,439 9.6%	Guidance And Counseling Svc	36,122,985
	Psychological Services	14,651,074
	Attendance And Social Work	1,749,798
	Health Services	25,101,944
	Speech Pathology And Audiol	876,999
	Pupil Testing Services	2,117,513
	Pupil Transportation	37,481,139
	Other Pupil Services	3,175,987

Athletics \$2,847,148 0.2%	School-Sponsored Athletics	2,847,148
Enterprise \$192,890 0.0%	Enterprise	192,890
Gen Admin \$60,300,016 4.8%	Board And Superintendent	7,831,914
	Other General Admin	38,901,549
	General Admin Cost Transfers	(1,492,180)
	Data Processing Services	15,058,733
Plant Srvcs \$91,556,648 7.3%	Plant Maintenance & Ops	86,272,064
	Security	5,111,771
	Facilities Acquisition & Co	172,813
Transfers \$17,682,228 1.4%	Debt Services	9,600,833
	Transfers Between Agencies	503,600
	Interfund Transfers	7,577,795
Reserves \$95,528,178 7.6%	Reserves for Economic Uncertain	23,300,000
	Other Reserves	72,228,178

Total General Fund \$ 1,259,822,121

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General Fund – Unrestricted & Restricted By Major Expenditure Accounts

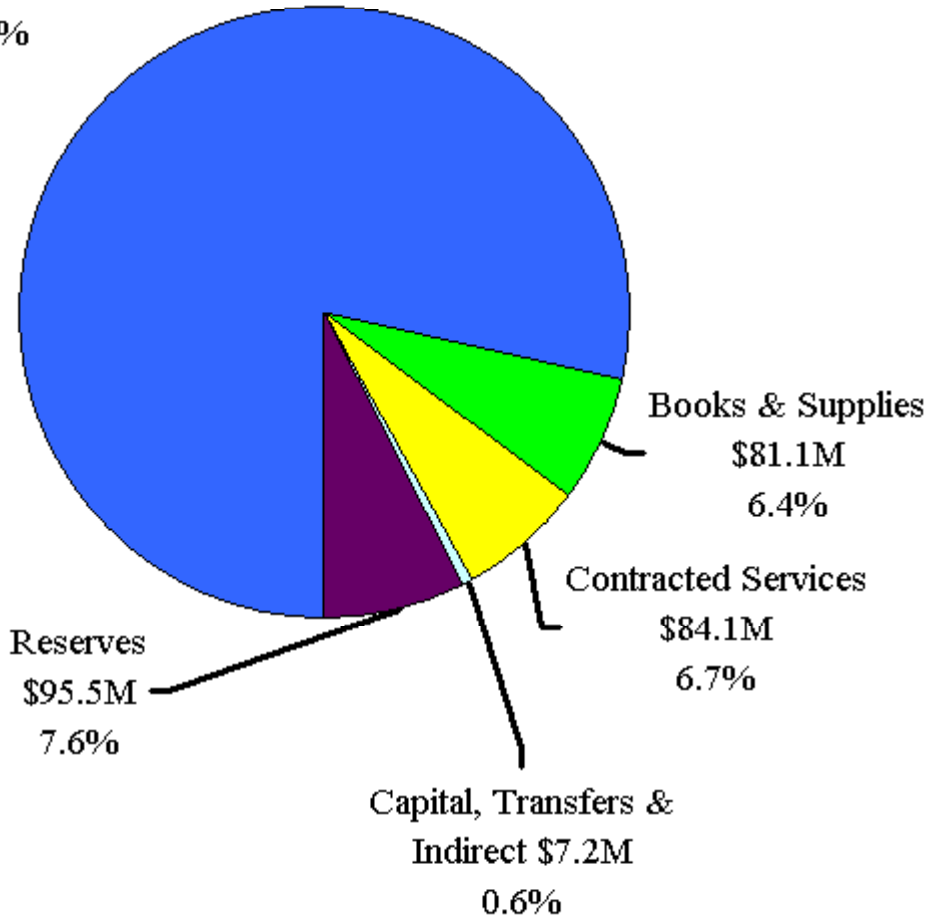


\$1.26B

Salaries & Benefits

\$991.9M

78.7%



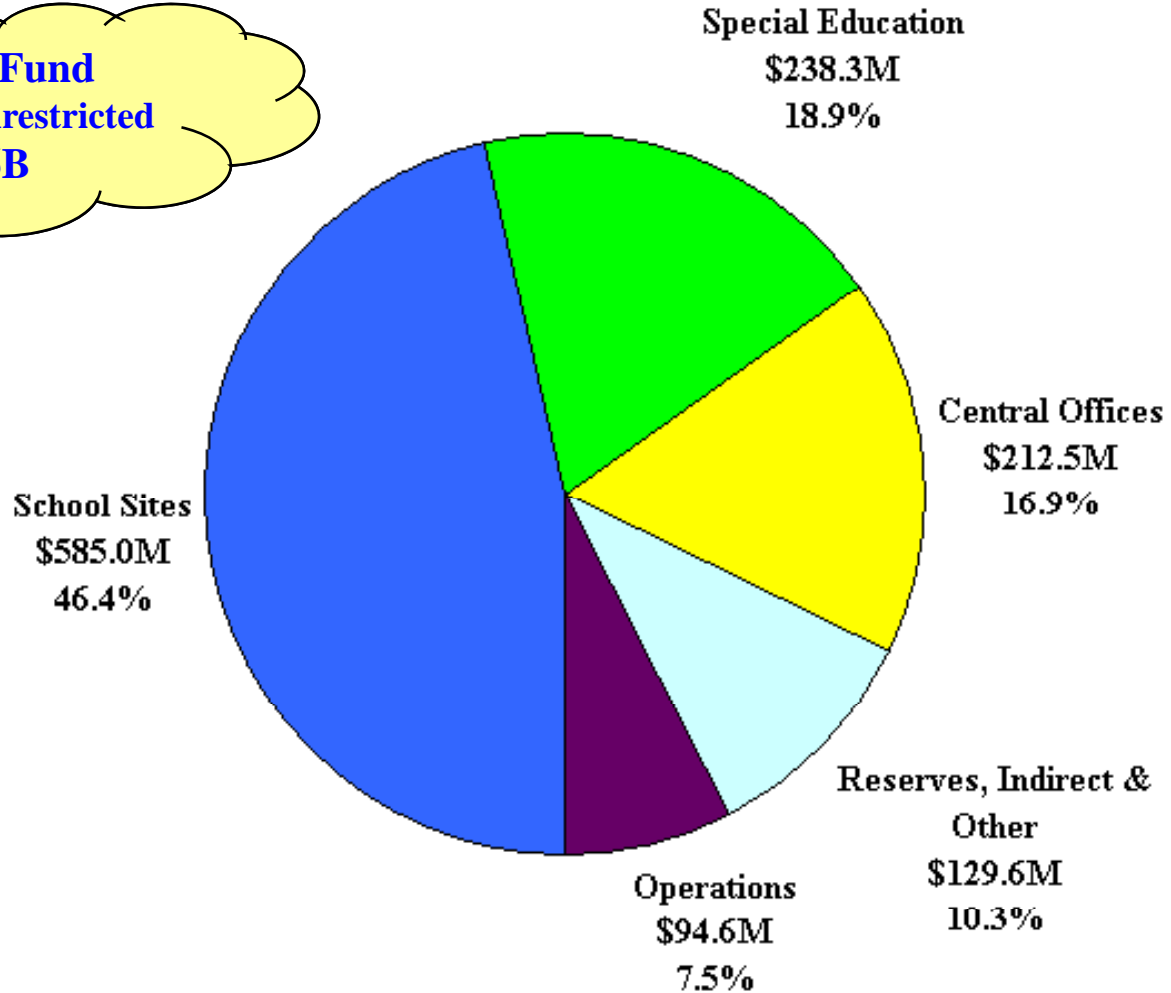
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Departments – 2007/08 Budget



General Fund
Restricted/Unrestricted
\$1.26B

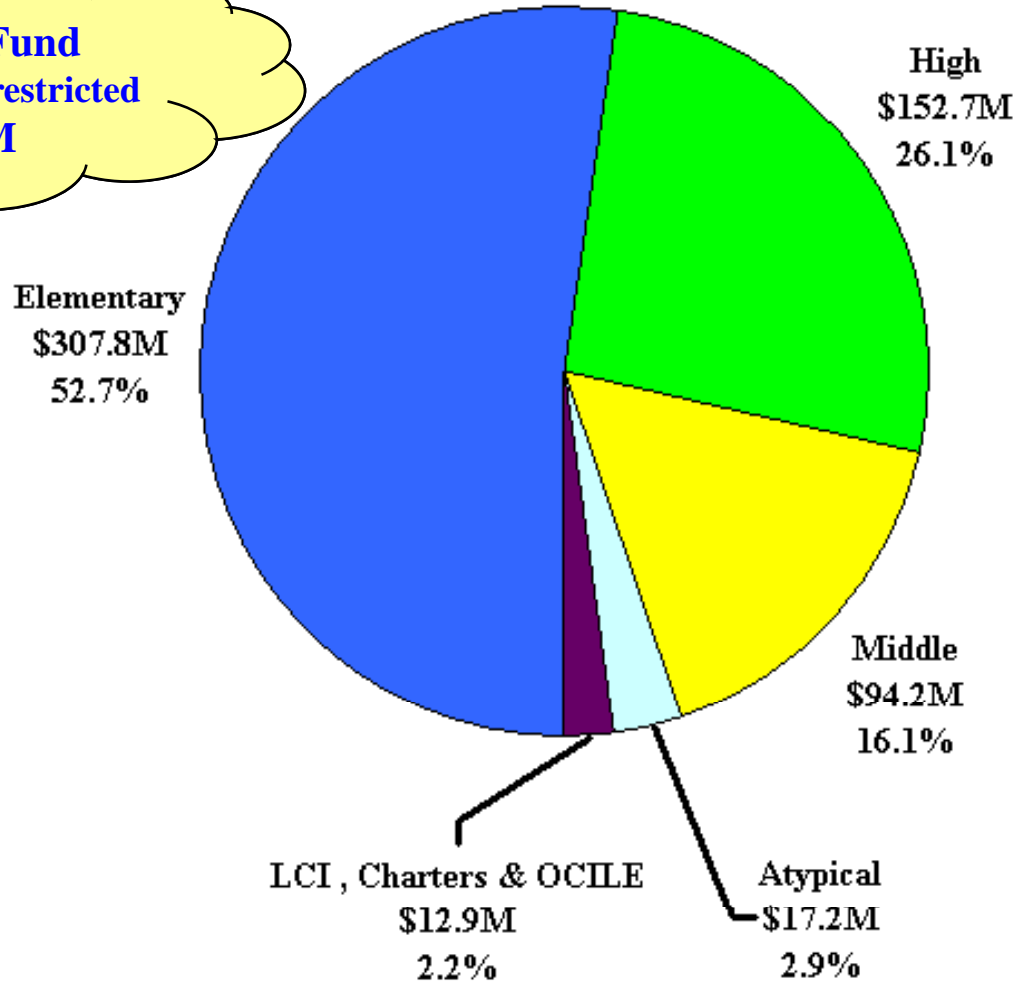


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School Sites – 2007/08 Budget

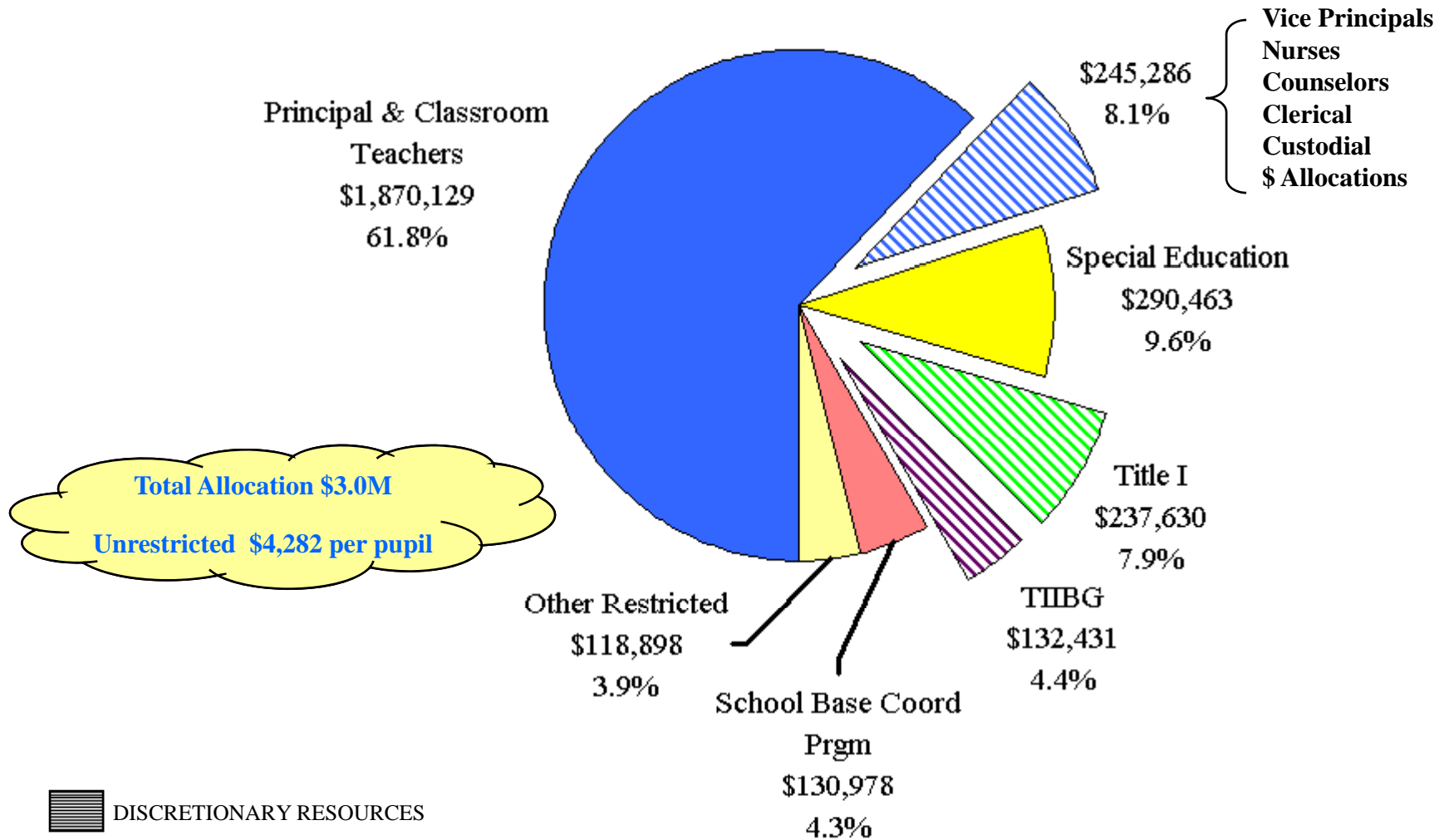
**General Fund
Restricted/Unrestricted
\$585M**



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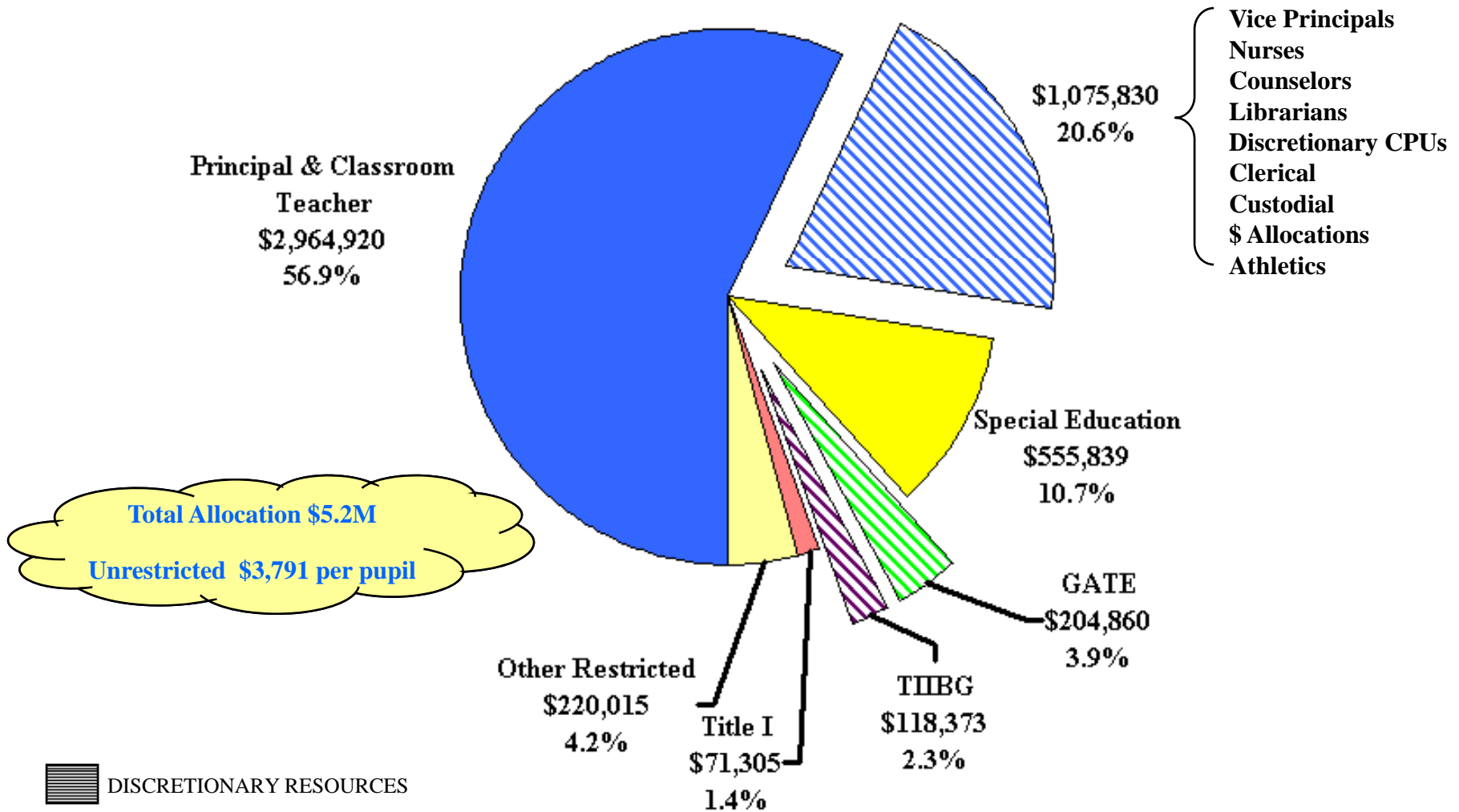
Average Elementary School 2007/08 Allocation



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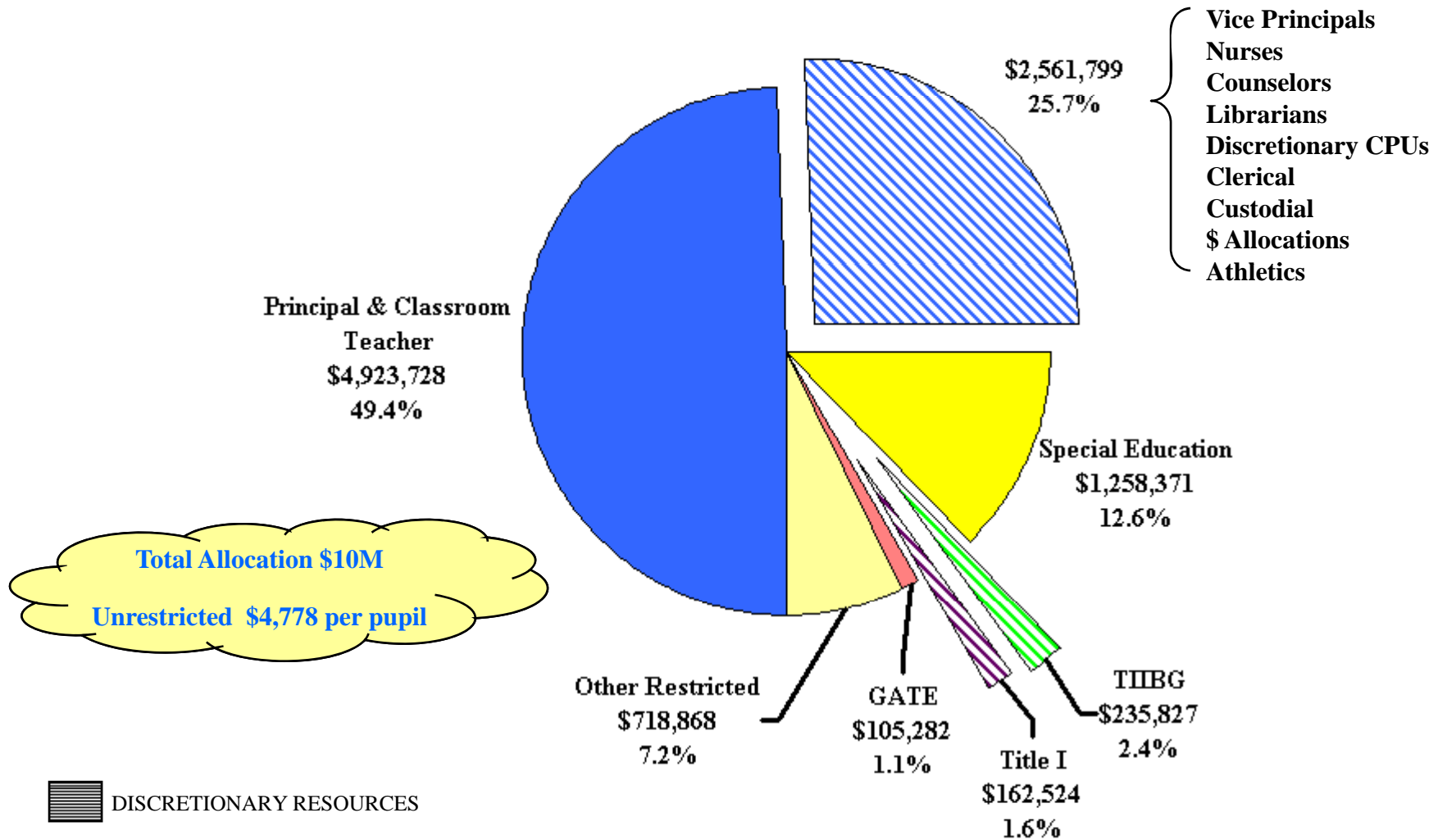
Average Middle School 2007/08 Allocation



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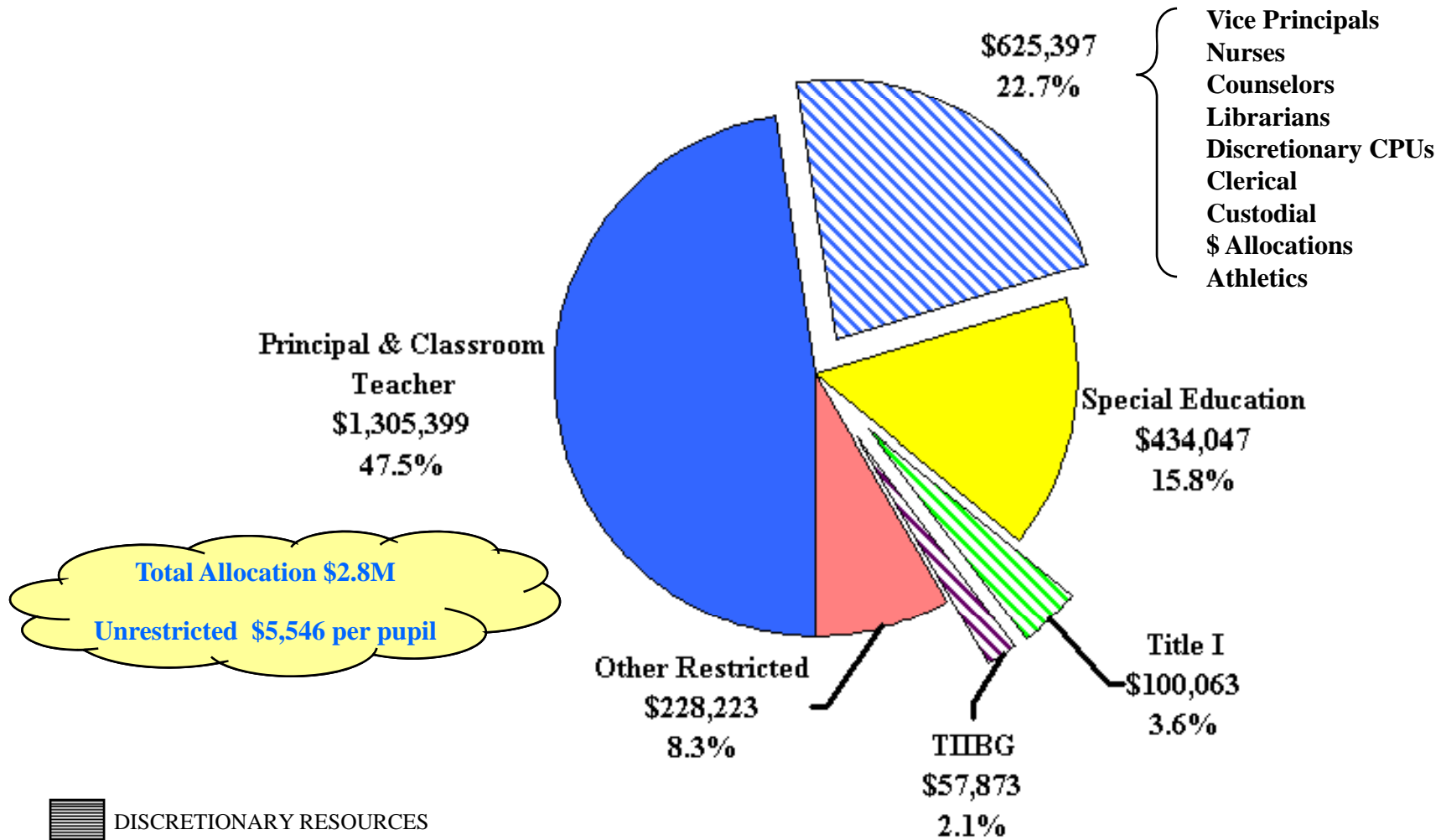
Average High School 2007/08 Allocation



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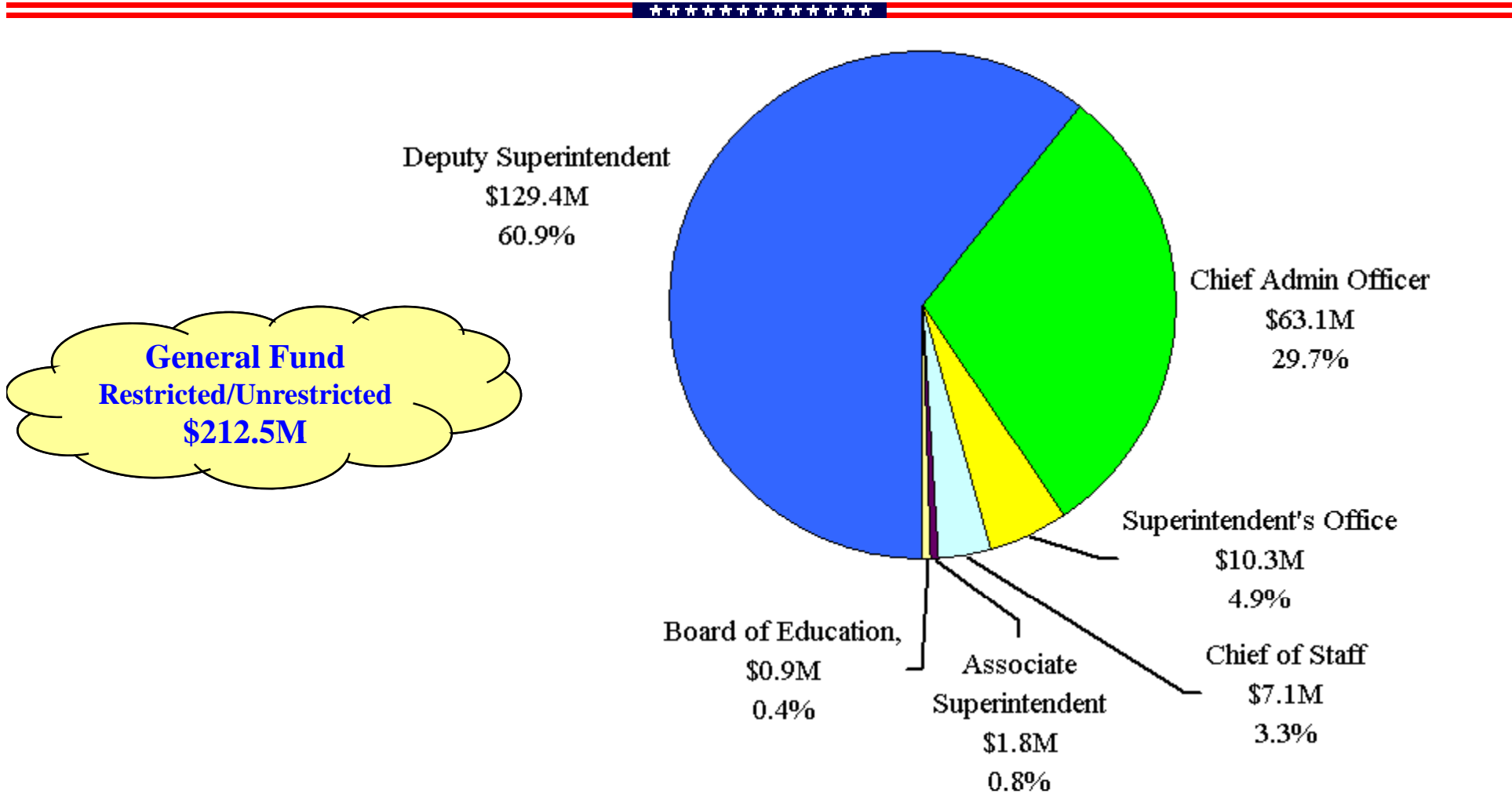
Average Small High School 2007/08 Allocation



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Central Offices



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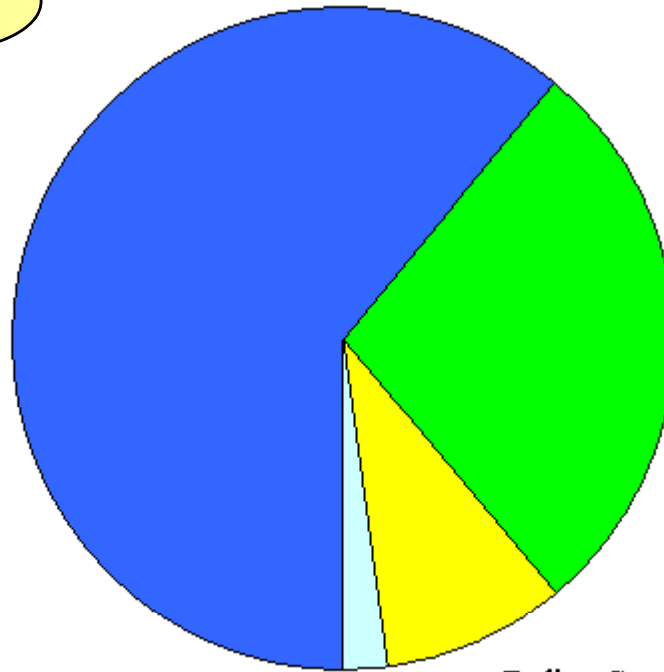


Business Operations



General Fund
Restricted/Unrestricted
\$94.6M

Physical Plant Opns
\$57.8M
61.1%



Transportation
\$26.4M
27.9%

Police Services
\$8.2M
8.7%

Distribution
\$2.2M
2.3%

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Components of Ending Balance 2007/08



	<u>Unrestricted Reserves</u>	<u>Restricted Designations</u>	<u>Total Reserves</u>
Reserve for Economic Uncertainty	\$ 23,300,000		\$ 23,300,000
Reserves- All Others:			
Anticipated Unexpended Balances	\$ 13,281,389		
School Site Ending Balances	\$ 11,972,000		
Revolving Cash	\$ 57,800		
Stores	\$ 1,800,000		
Pre-Paid Expenses	<u>\$ 1,934,961</u>		
Total All Others	<u>\$ 29,046,150</u>	\$ 43,182,030	\$ 72,228,180
Total	<u><u>\$ 52,346,150</u></u>	<u><u>\$ 43,182,030</u></u>	<u><u>\$ 95,528,180</u></u>

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Mandated Cost Reimbursement Revenue Profile



	<u>2006/07</u>	<u>2007/08</u>	<u>2008/09</u>	<u>2009/10</u>
Mandated Cost Revenue Received	\$ 45,694,761	\$ -	\$ -	\$ -
Used in Current Year Operations				
General Fund	(15,510,467.00)	(5,900,000.00)		
Bus Replacement Fund	(2,500,000.00)			
Interest Revenue	696,822.00	1,000,000.00	1,000,000.00	1,000,000.00
Ending Balance	\$ 28,381,116	\$ 23,481,116	\$ 24,481,116	\$ 25,481,116

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General Fund – Unrestricted Multi-Year Projection



**No Deficit
Spending**

DESCRIPTION	ACTUALS	PROJECTIONS			
	2005/06	2006/07	2007/08	2008/09	2009/10
BEGINNING BALANCE	\$ 52,799,872	\$ 51,795,497	\$ 52,346,150	\$ 52,346,150	\$ 54,517,069
REVENUES	\$ 714,343,689	\$ 791,231,273	\$ 718,397,311	\$ 724,274,741	\$ 728,736,053
EXPENDITURES					
Certificated Salaries	\$ 324,681,243	\$ 347,818,871	\$ 342,276,254	\$ 344,544,657	\$ 343,105,561
Classified Salaries	81,889,860	88,892,235	90,503,222	94,554,189	95,574,899
Employee Benefits	138,913,918	142,278,126	146,642,696	141,343,657	141,206,806
Books and Supplies	11,200,946	10,787,178	9,739,602	3,978,026	3,984,046
Contracted Services	42,416,182	41,069,124	43,285,681	45,773,686	48,544,546
Other Transfers	38,149,421	76,027,154	(2,144,152)	(2,144,152)	(2,144,152)
TOTAL EXPENDITURES	637,251,570	706,872,688	630,303,303	628,050,063	630,271,706
CONTRIBUTIONS					
a. Special Education	\$ (59,027,581)	\$ (68,791,696)	\$ (71,476,670)	\$ (77,436,421)	\$ (79,066,462)
b. Restricted Maintenance	(15,000,573)	(13,000,000)	(15,000,000)	(15,000,000)	(15,000,000)
c. other	(794,527)	(2,016,236)	(1,617,338)	(1,617,338)	(1,617,338)
TOTAL CONTRIBUTIONS	(74,822,681)	(83,807,932)	(88,094,008)	(94,053,759)	(95,683,800)
ENDING BALANCE	\$ 55,069,310	\$ 52,346,150	\$ 52,346,150	\$ 54,517,069	\$ 57,297,616

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Special Education Multi-Year Projection

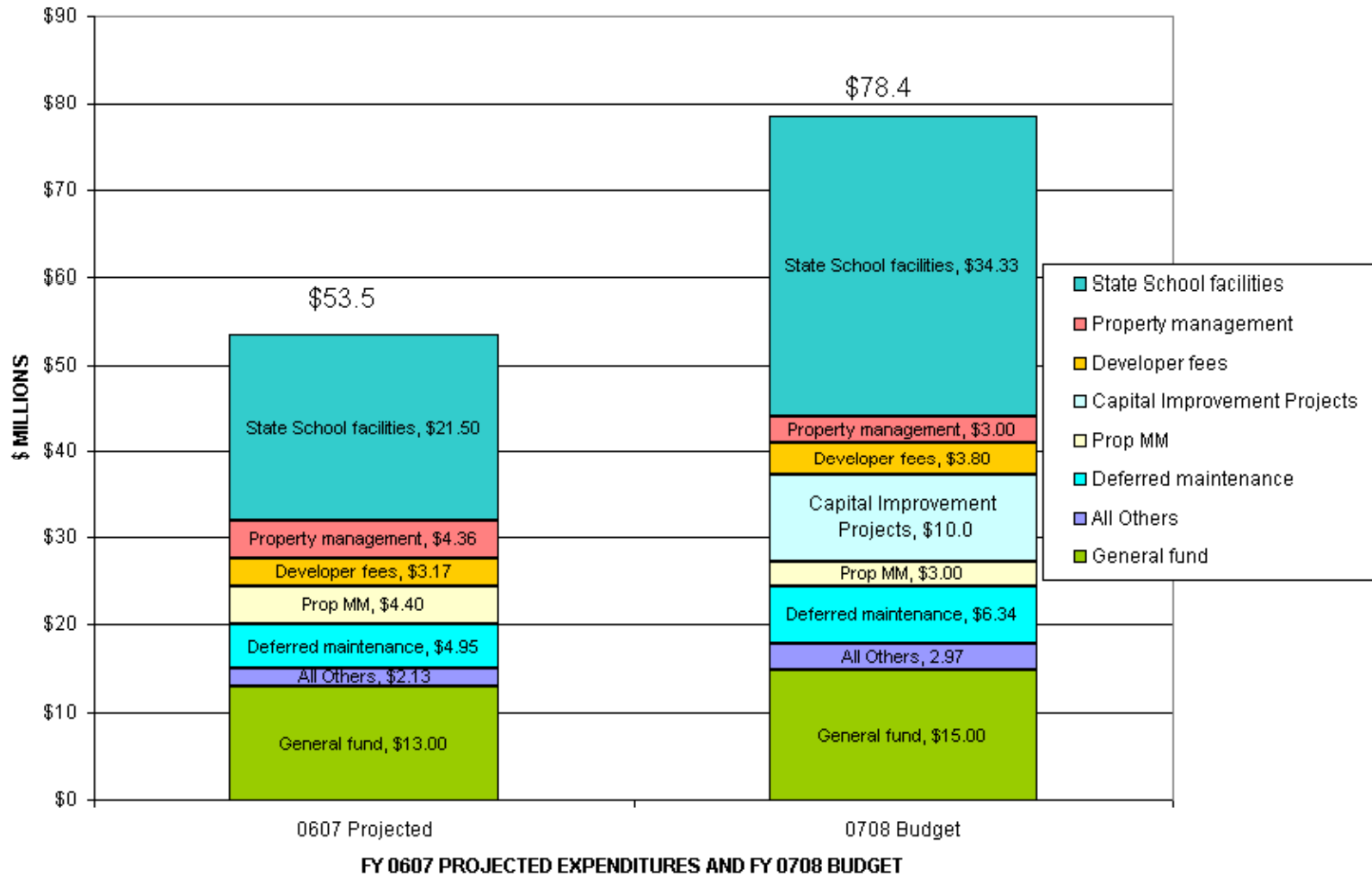


DESCRIPTION	ACTUALS	PROJECTIONS			
	2005/06	2006/07	2007/08	2008/09	2009/10
REVENUES	\$ 136,049,698	\$ 141,164,887	\$ 148,821,667	\$ 156,117,411	\$ 159,452,814
EXPENDITURES					
Certificated Salaries	\$ 79,348,612	\$ 87,896,865	\$ 98,410,801	\$ 101,632,875	\$ 103,259,000
Classified Salaries	39,548,132	45,228,452	45,462,189	48,226,048	48,881,923
Employee Benefits	47,901,081	52,391,716	52,208,253	56,755,429	59,474,012
Books and Supplies	1,960,583	1,178,964	2,811,145	2,881,424	2,846,285
Contracted Services	42,146,906	39,960,257	38,894,126	41,546,233	41,546,233
Health Services	891,207	677,417	782,820	827,165	827,165
Occup Therapy	1,273,371	3,422,176	2,280,000	2,443,896	2,443,896
Physical Therapy	286,797	278,075	558,700	601,574	601,574
Speech Language	2,971,629	5,031,039	583,960	620,374	620,374
Student Services	3,294,162	3,805,562	3,450,670	3,684,643	3,684,643
Vision Therapy	418,309	477,104	600,000	639,173	639,173
Other Contracted Services	1,451,679	1,356,389	1,577,976	1,691,929	1,691,929
Interprgm Transport	15,127,732	11,114,924	13,900,000	14,851,368	14,851,368
Trans Home to School	1,942,665	2,500,238	2,595,000	2,763,482	2,763,482
Transportation Non-Public	1,052,425	1,132,516	1,315,000	1,409,940	1,409,940
Tuition Non-Public School	13,436,930	10,164,817	11,250,000	12,012,689	12,012,689
Other Transfers	679,395	668,482	526,100	526,100	526,100
TOTAL EXPENDITURES	211,584,709	227,324,736	238,312,614	251,568,109	256,533,553
CONTRIBUTIONS					
a. Mega Item	\$ 1,080,482	-	-	-	-
b. Restricted - Home to School	2,919,359	3,058,067	3,126,990	3,126,990	3,126,990
c. Restricted - AB825	12,530,710	14,310,086	14,887,287	14,887,287	14,887,287
d. Unrestricted	59,027,581	68,791,696	71,476,670	77,436,421	79,066,462
TOTAL CONTRIBUTIONS	75,558,132	86,159,849	89,490,947	95,450,698	97,080,739
ENDING BALANCE	\$ 23,121	-	-	-	-

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Restricted Maintenance



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Utilities Breakdown

INCREASE DUE TO:

<u>TYPE</u>	<u>RATE</u>	<u>ADDITIONAL SQ. FT</u>	<u>TOTALS</u>
Gas	\$ 1,561,377	\$ 701,161	\$ 2,262,538
Electric	251,419	57,109	308,528
Water & Sewer	610,069	118,458	728,527
Rubbish		87,239	87,239
<u>Totals</u>	<u>\$ 2,422,865</u>	<u>\$ 963,967</u>	<u>\$ 3,386,832</u>

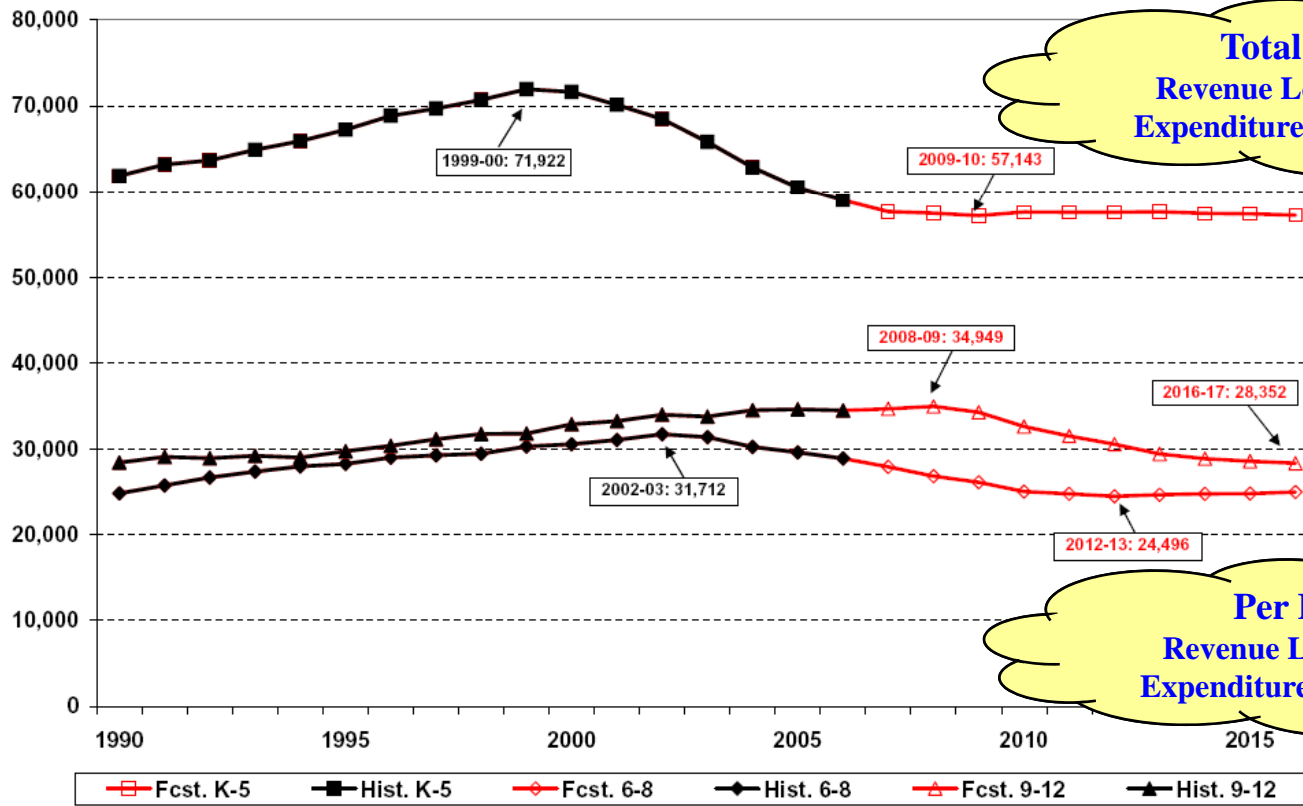


Enrollment Forecast



Enrollment by School Level
Historical 1990-2006 and DRAFT Preliminary Forecast 2007-2016

Working Document



Total 07/08
Revenue Loss \$14.2M
Expenditure Loss \$11.8M

Per Pupil
Revenue Loss \$6,975
Expenditure Loss \$4,260

Note: Does not include approximately 7,000 students identified in special day class and continuation programs.
 SDCS, Instructional Facilities Planning Dept.

January, 2006

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Budget Planning Factors – “Must Fund”

- Cover health/welfare benefits rate increase (7.6%)
- Fully fund salary schedule maintenance (\$7.0M)(1.4%)
- Support all Special Education program growth (\$16.1M)
- Contribute to 4th of 5-year plan to fully fund the Worker’s Compensation liability
- Sustain pupil bus replacement funding (\$1M)
- Pay utilities rate increases (\$3.4M)(22.2%)
- Maintain 2% reserve for economic uncertainties
- Enable school site budget carryovers
- Develop school allocations based on low range forecast (-2,763 students)
- Continue K-3 Class Size Reduction (CSR) allocation ratios at 20:1

Continue past practices... fund basic programs first

Budget-to-Budget comparison:
2006 / 07
vs.
2007 / 08



2007/08 Budget Highlights ... What's New & Funded

● Unrestricted Funding

- Attendance Intervention Center staffing (\$400K)
- BOE paperless office (\$60K)
- Centralized enrollment office (\$70K)
- Flexibility Reserve (\$8.7M)
- IT on site support staff (21 FTEs) (\$1.3M)
- K-8 roll-out ... staff (\$350K)
- Mission Bay MCJROTC Unit (\$62K)
- New school allocations (Lincoln, Rodriguez, Joyner)
- New school custodian staffing (28 FTEs) (\$1.4M)
- Ninth grade intervention program (\$1.0M)
- Office of School Choice (\$0.6M)
- Special Education subsidy (\$16.1M)



Funded initiatives
based upon
Superintendent
and/or Board
approvals

● Restricted Funding

- Attendance Intervention Center facilities (\$500K- SSFF)
- K-8 roll-out ... textbooks, library books and facilities (\$1.2M-SSFF)
- Landscape position restoration (40 FTEs) (\$1.8M-Prop. Mgmt. & Redevelop. Agency)
- New magnet school programs (\$2.2M- TIIBG)



2007/08 Budget Dialogue (Notional)



- **July 07 Define/Start Dialogue**
- **Sept 07 Final CA Budget Assessment/Unaudited Actuals**
- **Oct 07 First 07/08 Assessment/Early 08/09 Issues**
- **Nov 07 Title I Ranking Discussion/Decision**
- **Dec 07 First Interim (07/08)/External Audit (06/07)**
- **Feb 08 Gov Proposed Budget Assessment /08/09 Issues Review**
- **Mar 08 Second Interim (07/08)**
- **Apr 08 Budget (08/09) Workshop/Priorities Review**
- **May 08 Budget (08/09) Development Update**
- **June 08 Gov May Revise/Budget (08/09) Review**
- **June 08 Public Hearing/Budget Adoption**