

ALBANY UNIFIED SCHOOL DISTRICT

2012-13 District Budget

Presentation Items

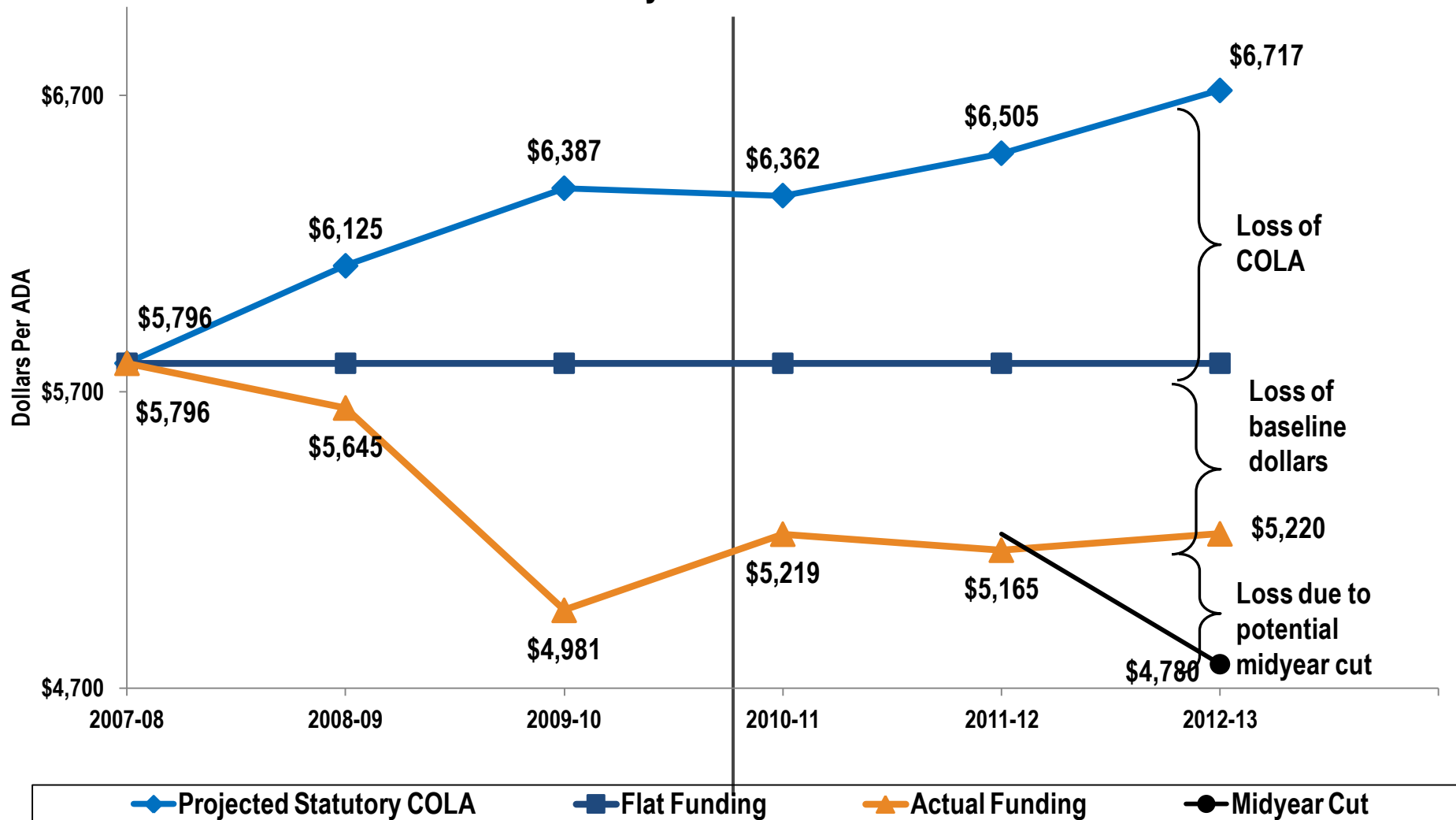
1. The Governor's 2012-13 Budget and the November tax measure and the impact to our budget.
2. Assuming the Governor's November Tax Initiative passes, what will happen to the District's reserves with continued deficit spending?
3. District Revenues
4. District Expenditures
5. Concerns

Governor's 2012-13 Budget

- There are two scenarios that could result from the November 2012 election
 - Scenario 1: Best Case
 - Tax Initiative Passes – Flat Funding
 - Scenario 2: Worst Case
 - Tax Initiative Fails – Revenue Reduction

Funding Per ADA Actual vs. Statutory Level

Albany Unified



BEST CASE SCENARIO

SCENARIO: TAX MEASURE PASSES FLAT FUNDING	Object Code	Base Year 2012 - 13	Year 1 2013 - 14	Year 2 2014 - 15
Revenues				
Total Revenues		\$32,830,848.38	\$33,537,620.70	\$34,306,932.88
Expenditures				
Total Expenditures		\$34,421,674.00	\$34,993,817.68	\$35,775,337.59
Other Financing Sources\Uses				
Net Increase (Decrease) in Fund Balance	➡	(\$1,590,825.62)	(\$1,456,196.98)	(\$1,468,404.71)
Fund Balance				
Beginning Fund Balance		\$5,623,084.00	\$4,032,258.38	\$2,576,061.40
Ending Fund Balance		\$4,032,258.38	\$2,576,061.40	\$1,107,656.69
Components of Ending Fund Balance				
Reserved Balances				
Actual Reserve as a percent of expenditures	➡	11.64%	7.29%	3.03%

WORST CASE SCENARIO

SCENARIO: TAX MEASURE FAILS		Object Code	Base Year 2012 - 13	Year 1 2013 - 14	Year 2 2014 - 15
Revenues					
ESTIMATED REVENUE REDUCTION	\$455.00 per ADA	→	(\$1,661,205.00)	(\$1,661,205.00)	(\$1,661,205.00)
(3651.0)					
REVISED REVENUES			\$31,169,643.38	\$31,876,415.70	\$32,645,727.88
Expenditures					
EXPENDITURE REDUCTIONS NECESSARY TO MAINTAIN		→	(\$500,000.00)	(\$2,300,000.00)	(\$2,300,000.00)
A 3% RESERVE					
REVISED EXPENDITURES			\$33,921,674.00	\$32,693,817.68	\$33,475,337.59
Other Financing Sources\Uses					
Net Increase (Decrease) in Fund Balance			(\$2,752,030.62)	(\$817,401.98)	(\$829,609.71)
Fund Balance					
Beginning Fund Balance			\$5,623,084.00	\$2,871,053.38	\$2,053,651.40
Ending Fund Balance			\$2,871,053.38	\$2,053,651.40	\$1,224,041.69
Components of Ending Fund Balance					
Reserved Balances					
Actual Reserve as a percent of expenditures			8.39%	6.21%	3.58%

DEFICIT SPENDING

The district must begin to look for ways to reduce our on-going deficit.

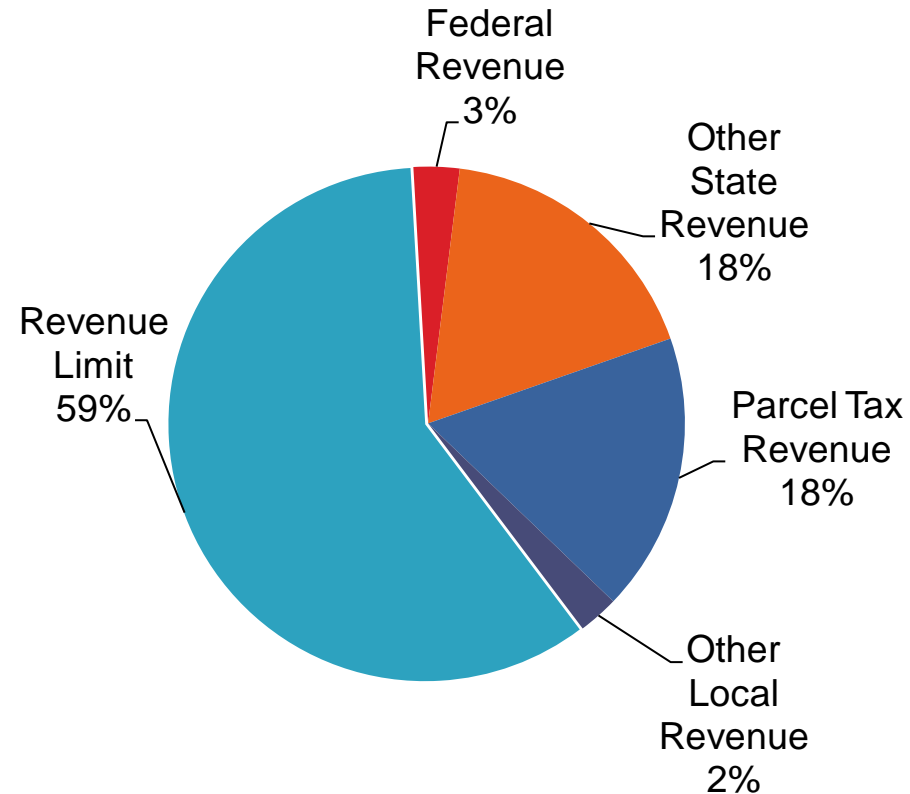
	Base Year 2012 - 13	Year 1 2013 - 14	Year 2 2014 - 15
Other Financing Sources\Uses			
Net Increase (Decrease) in Fund Balance	➡ (\$1,590,825.62)	(\$1,456,196.98)	(\$1,468,404.71)
Fund Balance			
Beginning Fund Balance	\$5,623,084.00	\$4,032,258.38	\$2,576,061.40
Ending Fund Balance	\$4,032,258.38	\$2,576,061.40	\$1,107,656.69
Components of Ending Fund Balance			
Reserved Balances			
Actual Reserve as a percent of expenditures	➡ 11.64%	7.29%	3.03%

REVENUES

The pie chart shows the specific sources that compose the District's revenue.

59% comes from the Revenue Limit

Revenue by Object:	Total Amount		Dollars per ADA	
Revenue Limit	\$	19,489,133	\$	5,338
Federal Revenue	\$	947,879	\$	260
Other State Revenue	\$	5,800,751	\$	1,589
Parcel Tax Revenue	\$	5,760,000	\$	1,578
Other Local Revenue	\$	833,085	\$	228
Total Revenue	\$	32,830,848	\$	8,992

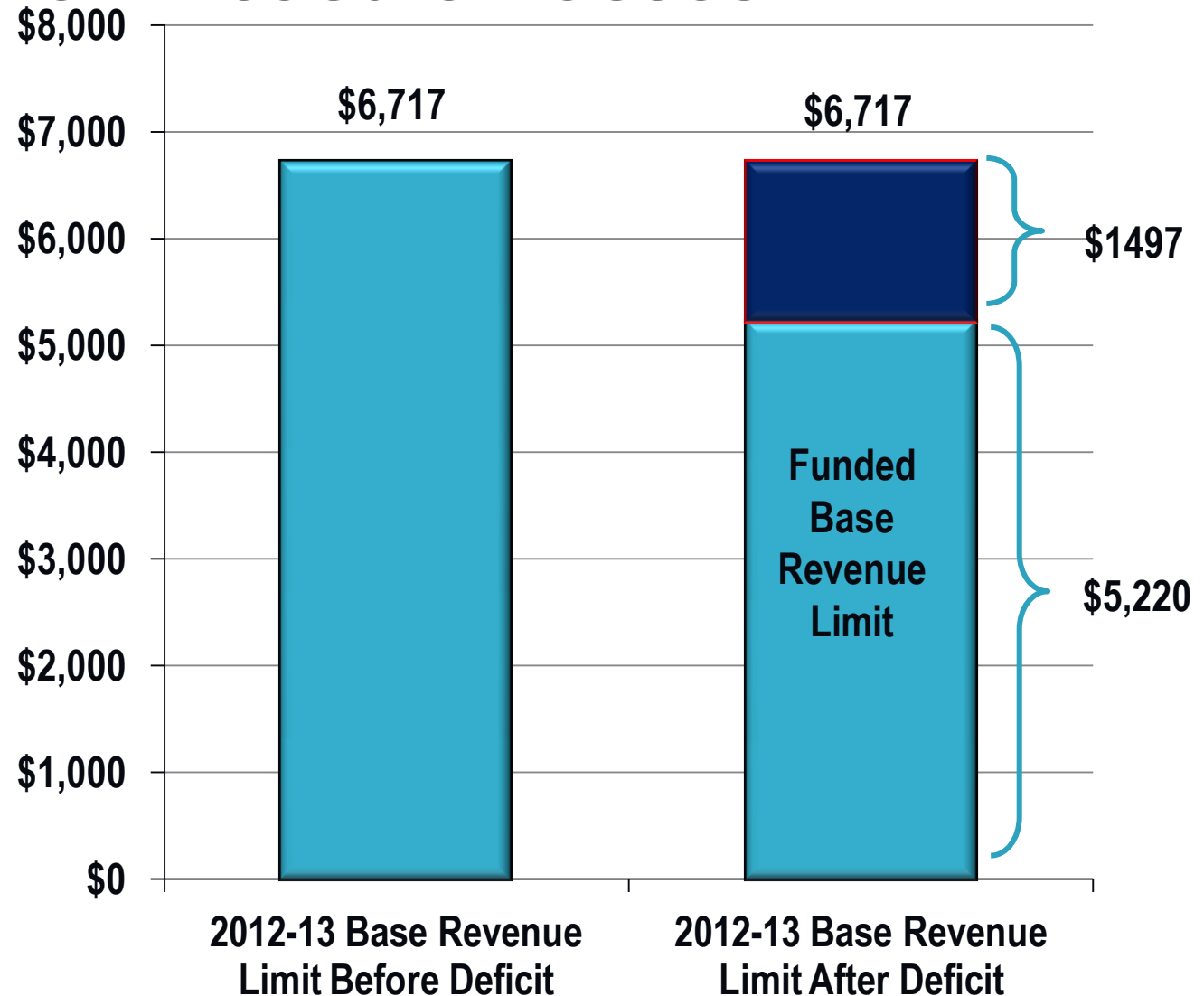


Revenue Limit After Deficit Factor

Assuming Tax Measure Passes

- Apply the 2012-13 deficit of 22.272% to the undeficit base revenue limit

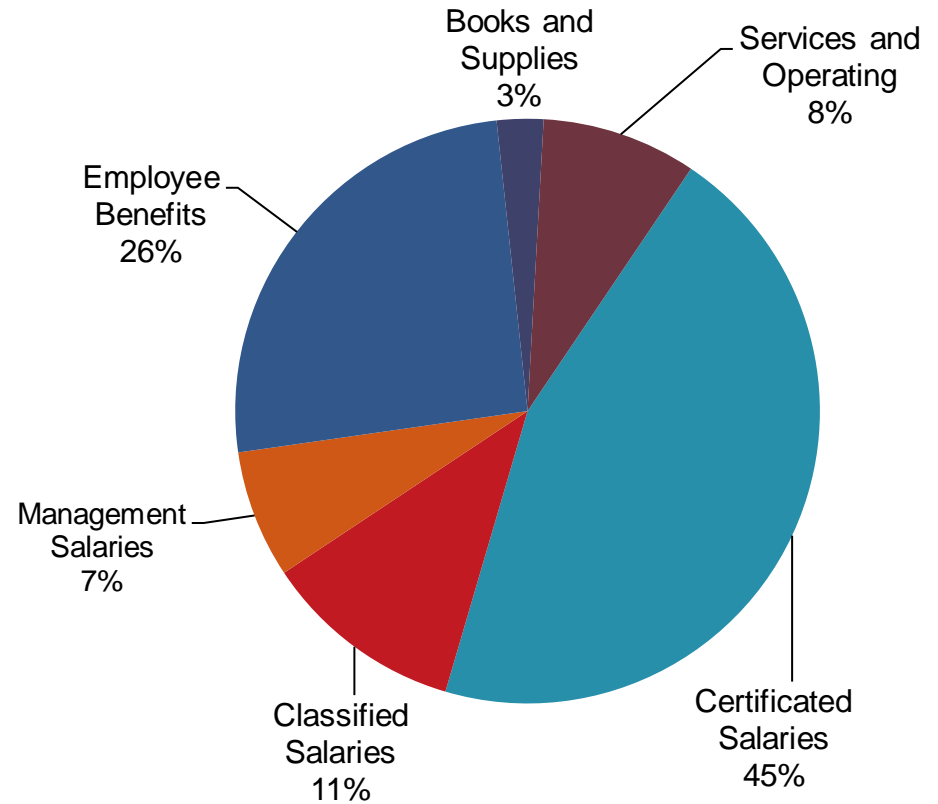
**LOSS OF \$1497.00
PER STUDENT**



EXPENDITURES

89% of the budget is salaries
& benefits for staff

Expenditure by Object:	Total Amount	Dollars per ADA
Certificated Salaries	\$ 15,521,331	\$ 4,251
Classified Salaries	\$ 3,832,561	\$ 1,050
Management Salaries	\$ 2,432,851	\$ 666
Employee Benefits	\$ 8,801,223	\$ 2,411
Books and Supplies	\$ 885,672	\$ 243
Services and Operating	\$ 2,948,036	\$ 807
Total Expenditure	\$ 34,421,674	\$ 9,428



CONCERNS

- November tax initiatives
- Mid-year “trigger” reductions
- The district’s on-going deficit
- Continued cash deferrals
- Escalating health care costs
 - Family Medical/Dental & Vision = \$26,500 annually per full time employee
- The expiration of the Measure I parcel tax in 2015
 - A revenue loss of \$1.2
- District programs that continue to struggle to be self-supporting
 - Albany Children’s Center
 - Albany Aquatic Center
 - Albany Adult Education

What Should We Plan For?

- If the Governor's tax initiative passes:
 - Remember, under this plan we get no new dollars, but we do not take another cut
- If the Governor's tax initiative fails:
 - Hold on to reserves – without the taxes, we expect the Governor to propose another cut in January 2013 to address the structural deficit.
- Regardless of the November tax initiative, the district must begin to address our structural deficit.

END OF PRESENTATION