

FULLERTON SCHOOL DISTRICT



1401 W. VALENCIA DRIVE, FULLERTON, CA 92833

(714) 447-7400



First Interim Report

**REPORT TO BOARD OF TRUSTEES
DECEMBER 11, 2012**

First Interim Report

- One of three annual financial reports
- Reports financial results and projections
- Key to determining District's fiscal viability
- Components of the Report



2012-13 Budget



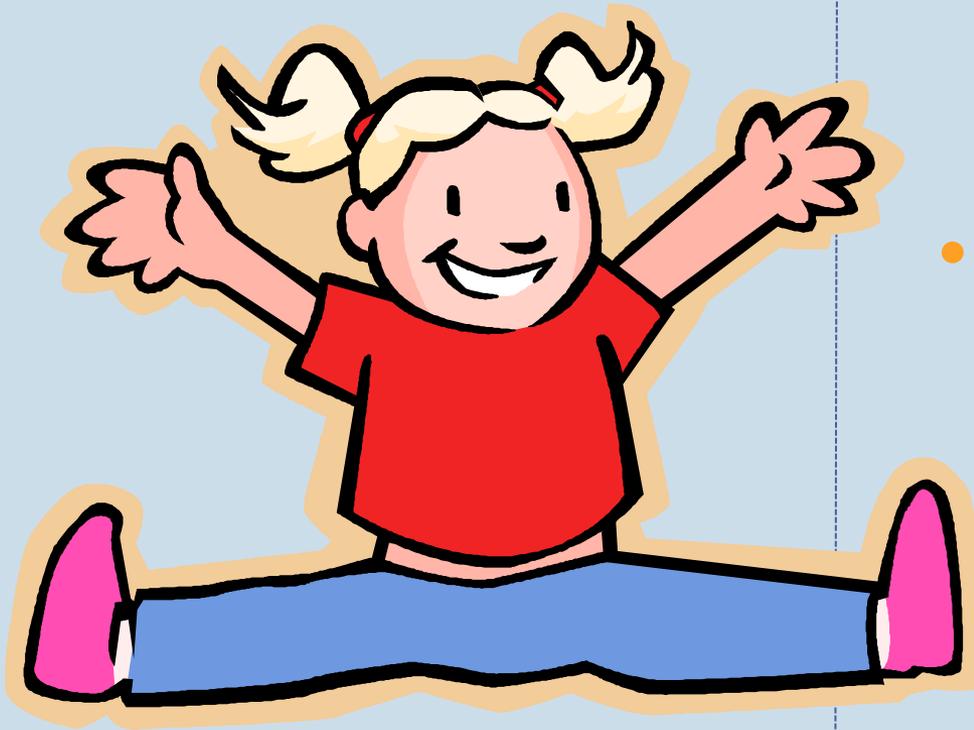
- At First Interim, District updates current year budget to most recent data
 - Update for State Budget
 - “Routine” adjustments

State Budget



- District's original budget based on May Revise
- State budget on time, also based on May Revise
- Both budgets contingent on passage of Prop 30

State Budget



- Since Prop 30 passed, no material adjustments to District budget necessary

Adjustments to First Interim Budget



District budget is updated to reflect most current information regarding:

- Beginning fund balances
- Enrollment
- Categorical revenues and expenses
- Other income accounts
- Encroachment
- Salaries and benefits
- All other expenditure accounts



2012-13 Revised Budget



Unrestricted General Fund:

Projected loss – Original Budget	(\$2,720,790)
Projected net income - First Interim	<u>66,769</u>
Improvement	\$2,787,559

Revised projected Unrestricted Ending Fund Balance:

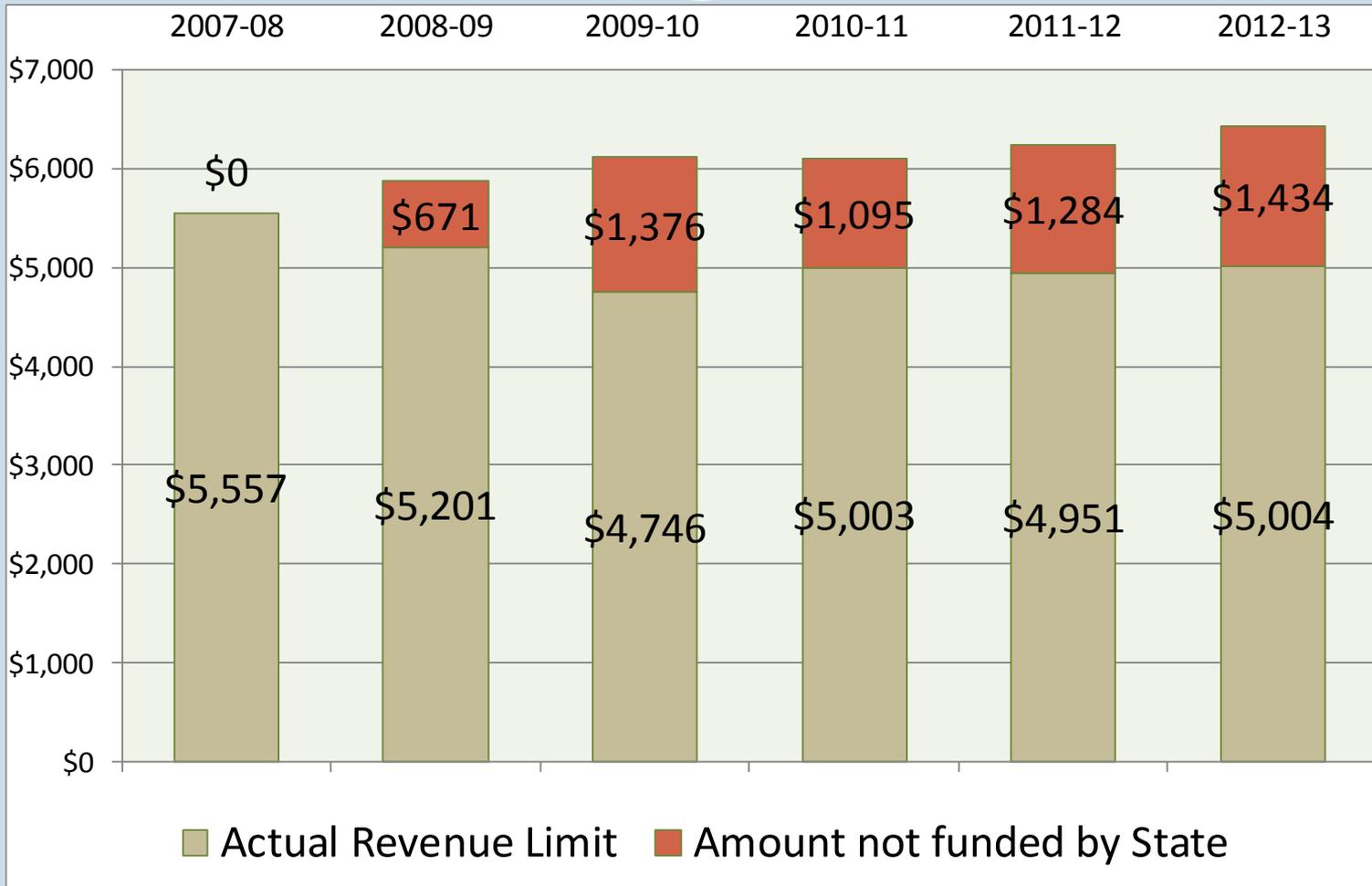
\$17.0 M 16.3%

Multi-Year Projections



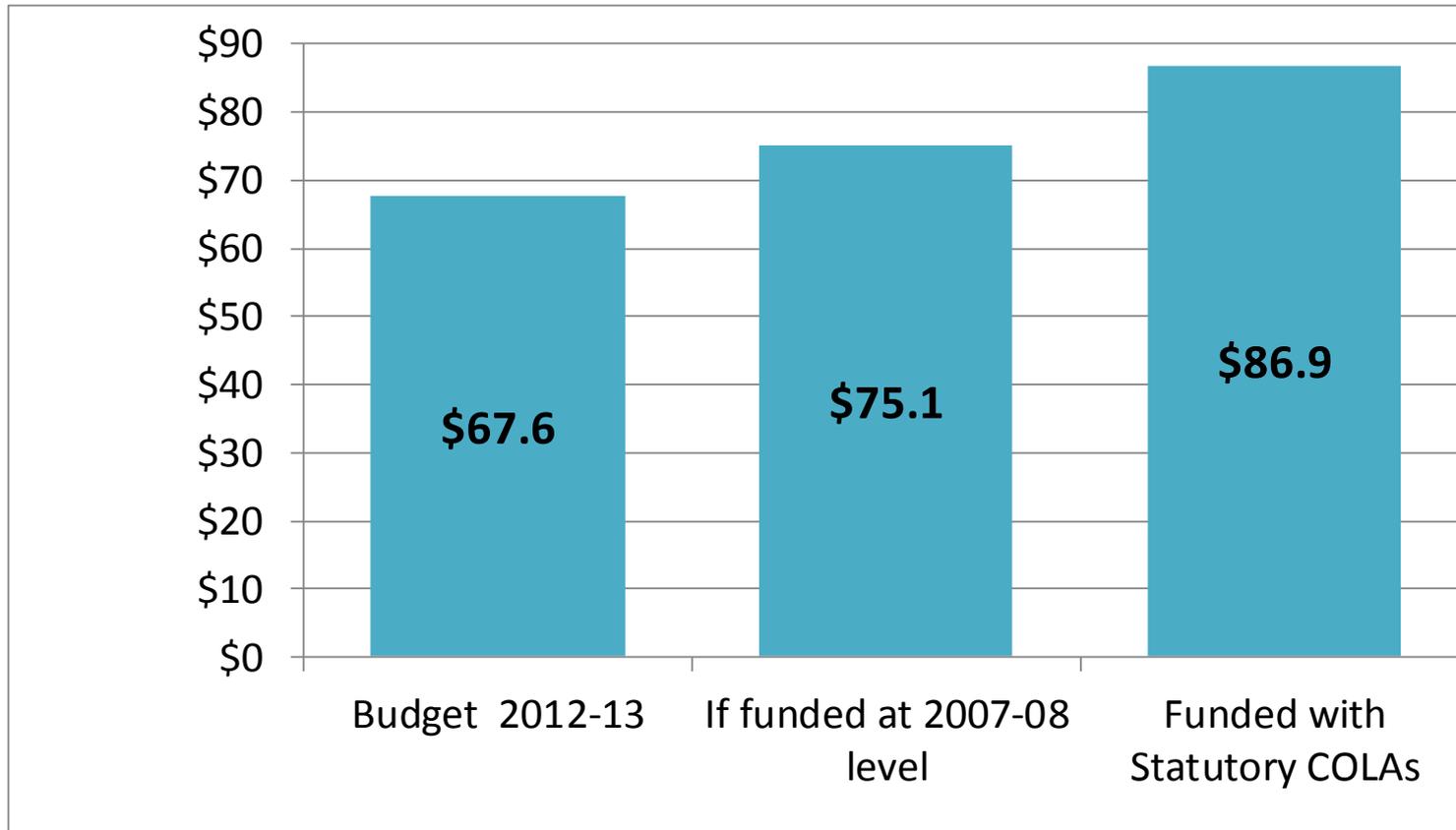
	<u>12-13</u>	<u>13-14</u>	<u>14-15</u>
Statutory COLA	3.24%	2.0%	2.3%
Net funded COLA	1.1%	2.0%	2.3%
Dollar Change per ADA	\$ 54	\$ 100	\$118
Change in ADA	+100	-0-	-0-

FSD Revenue Limit



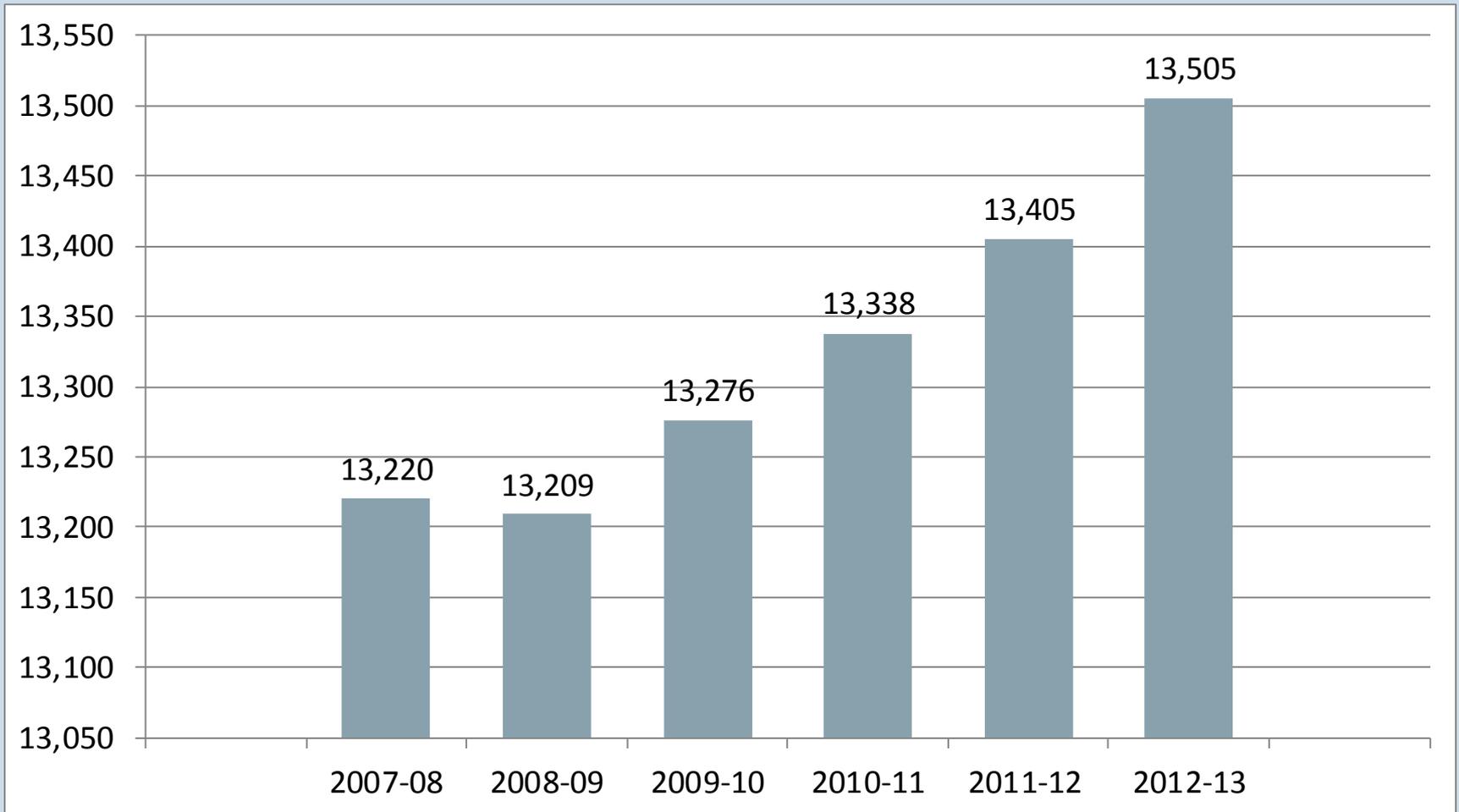
Revenue Limit Income – Actual vs. COLA

All amounts in Millions



Estimated Total Revenue Limit

FSD Funded ADA

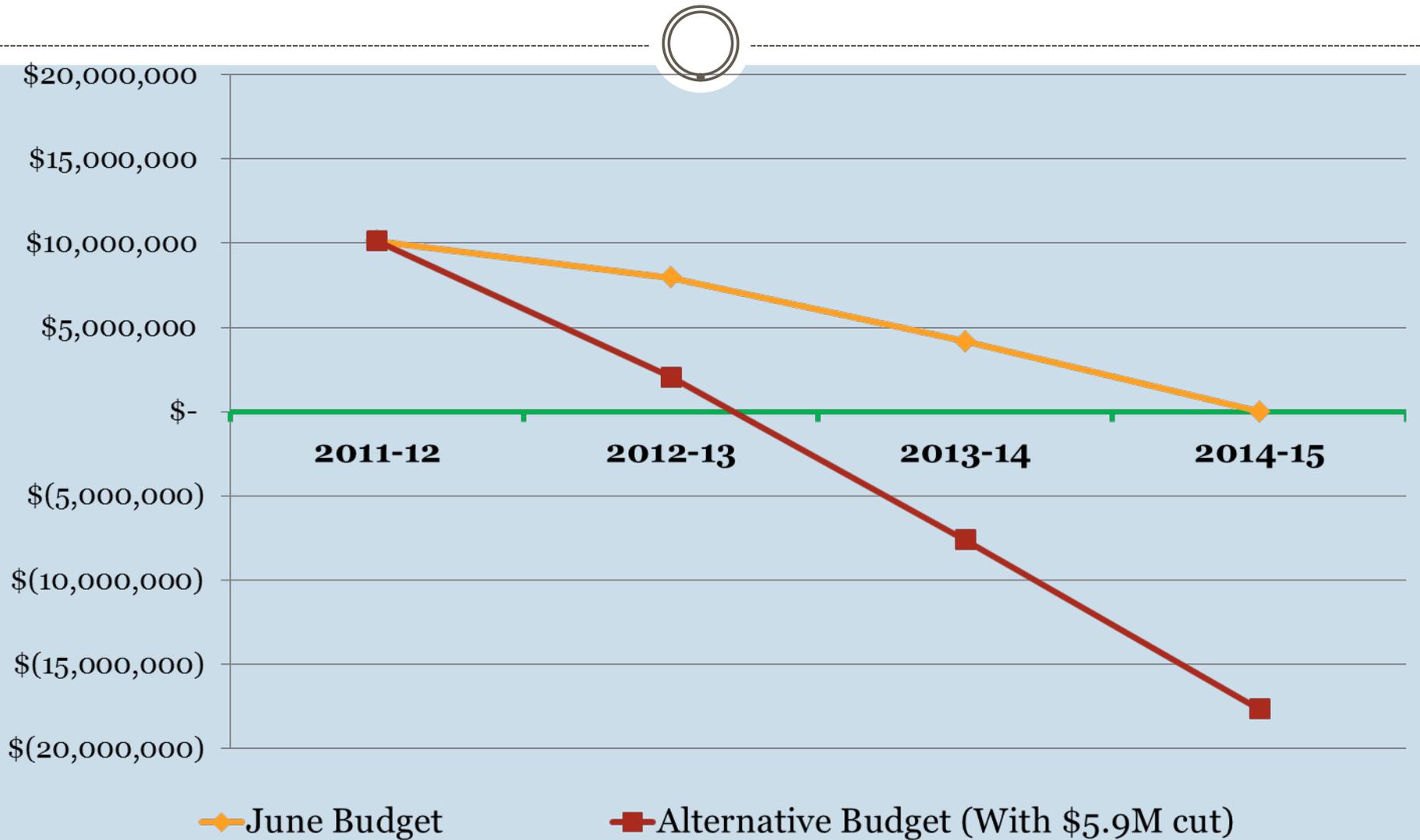


Multi-Year Projections – Other Factors

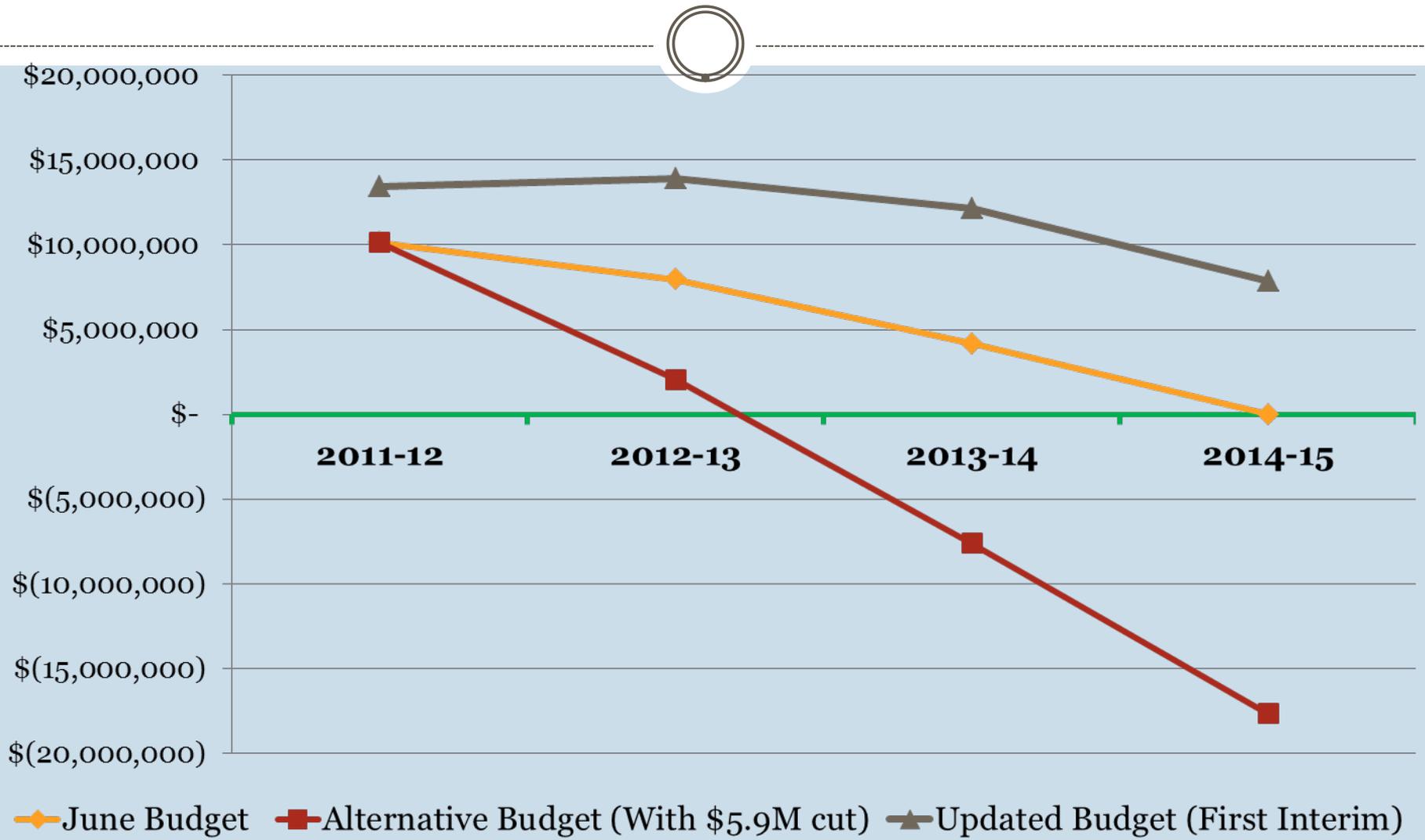


- **Mandated Cost Income – block grant**
- **Flexibility**
 - Tier 3 Categorical sweep – \$3.2 million
 - K-3 CSR Flexibility
- **Salaries and Benefits**
 - No furlough days projected beyond current year
 - Step and column increase
 - 8% increase for health insurance added

Amount Above Required 3% Reserve



Amount Above Required 3% Reserve



Projected Unrestricted Reserve



	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>
Projected Unrestricted Gain (Loss)	\$66.8K	(\$2.1M)	(\$4.6M)
Projected Unrestricted Ending Fund Balance	\$ 17.0 M	\$15.3M	\$11.1M
Fund Balance Percent	16.3%	14.4%	10.0%

District Certification



- The District shows above required 3% reserve as of June 30, 2015
- The District is certifying “**Positive**”
- A positive certification indicates that the District **will** be able to meet its financial obligations for the current and subsequent two fiscal years



Next Steps



- **First Interim Report filed with OCDE for review**
- **Governor releases his projected State Budget – January**
- **District continues to work at reducing deficit spending**
- **Second Interim – March**



Questions?

