

West Contra Costa Unified School District December 9, 2009



2009-10 First Interim Financial Report

First Interim 2009-10

- Period Ending October 31, 2009
- Updated Information for all funds
- Latest Information from the State
- Utilizing the budget assumptions published by School Services of California as recommended by the County Office

Multi Year Projection - First Interim Report

Unrestricted General Fund

	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>
Revenues	\$161,805	\$168,772	\$171,286
Expenses	171,434	168,992	179,772
Deficit Spending	(9,629)	(219)	(8,436)
Beginning Fund Balance	20,049	10,420	10,200
Ending Fund Balance	10,420	10,200	1,763
Required Reserve	9,061	8,247	8,354
Stores & Revolving Cash	300	300	300
Remaining Balance	\$1,059	\$1,653	(\$6,890)

Revised Multi Year Projection

- 2009-10
 - \$9.6 million projected deficit - unrestricted
 - Will meet 3% reserve
- 2010-11
 - \$219k projected deficit – unrestricted
 - Will meet 3% reserve
- 2011-12
 - \$8.4 million projected deficit – unrestricted
 - Unable to meet a 3% reserve

Multi Year Projection

- Much larger deficit spending in 09-10 than originally anticipated due to State revise in July
- Smaller deficit in 10-11 because the Federal Stimulus came late in 08-09 we are spending it in 09-10 and 10-11
- 2011-12 deficit is about the same as originally projected in June



Local Outlook

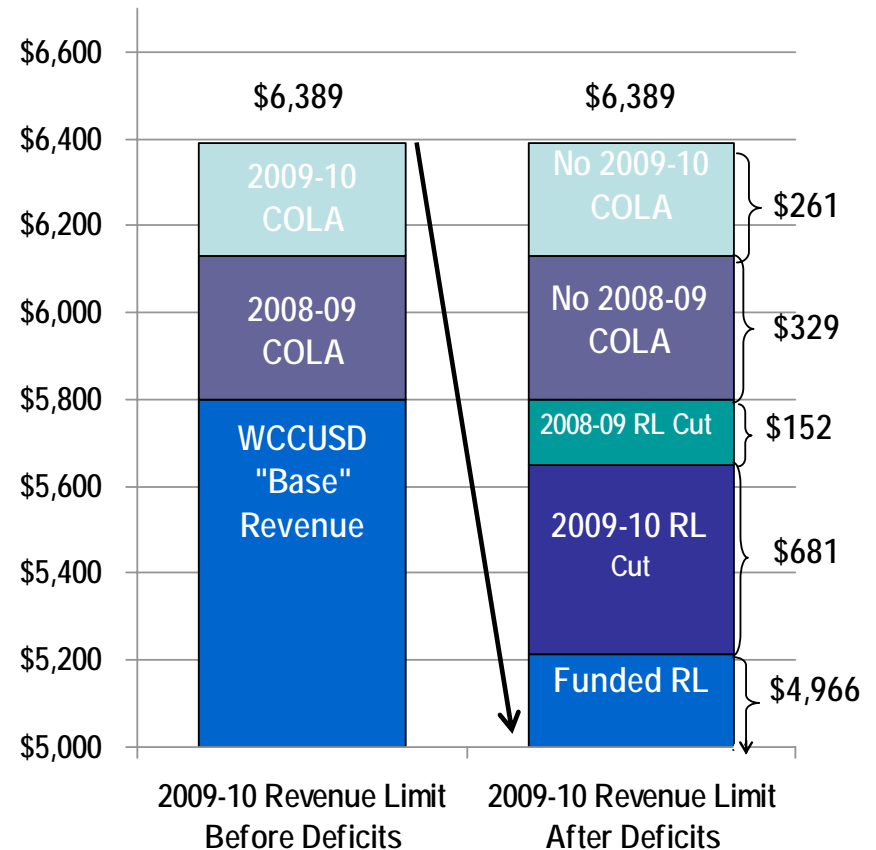
- Declining Enrollment
 - 390 Students as compared to Oct. 2008
- Cash Deferrals will require constant monitoring of program expenses for ability to pay
- Qualified Certification of First Interim due to deficit spending

Threats to Current Budget

- State Economic Crisis
 - Mid year cuts in 2009-10?
 - \$250 per student restored in 2010-11 – is it solid?
- QEIA
 - Still potential cut of \$32 per student or \$860 K

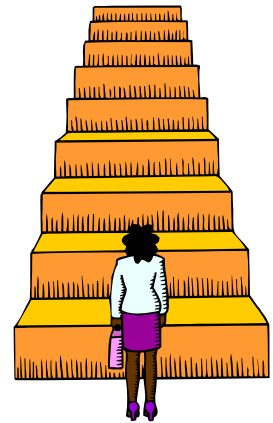
2009-10 State Funding for WCCUSD

- The economic crisis has caused a devastating loss of funding for our schools
- In a stable economy the district would have received \$6,389 per pupil in attendance funding. Due to the economic crisis the amount is \$4,966
- This has meant a loss of \$39.5 million funding for education in West Contra Costa County School District



Next Steps

- Consider areas remaining in State flexibility
 - K-3 Class Size Reduction
 - Summer School
 - Staff will bring action item January 6, 2010 for fund balance sweep into reserve fund
 - Deferred Maintenance \$2.0 m
 - Adult Education \$2.0 m





Next Steps

- Consider local funding options
 - Parcel Tax re-allocation
 - Additional Parcel Tax ?
- Eliminate or Reduce Debt
 - Property Sale
 - Property Lease
 - Also avoids additional expenses due to vacant property issues

Next Steps

- Governor's January Budget Analysis
- Community Budget Meetings
 - January 25, 27,28
 - February 2,3,4
- Decision making for budget development at January & February Board Meetings
- Financial reports available on the web
<http://www.wccusd.net/>