

West Contra Costa
Unified School District
February 1, 2012



2011-12
Budget Update
2012-13 Governor's Budget Review

2011-12 Budget

- Mid year triggers are enacted
 - \$1.4 million reduction in current year
 - These reductions are ongoing
- New bill : SB 81 “re-benches” the transportation cut
 - May cause an entirely new formula for calculating the current mid year trigger as well as the 2012-13 revenues
- Board noted the need to revisit the 2012-13 budget projections once Governor’s proposal is announced

Multi Year Projection

2011-12 Mid Year Trigger Estimates

Governor's Budget Projection

Unrestricted General Fund

| | 2011-12 | 2012-13 | 2013-14 |
|--------------------------------|-----------|-----------|------------|
| Revenues | \$168,308 | \$165,890 | \$165,701 |
| Special Reserve Usage | - | - | - |
| mid year triggers + transp cut | (1,400) | (11,810) | (11,810) |
| Expenses | 169,923 | 168,769 | 172,362 |
| Deficit Spending | (3,015) | (14,689) | (18,471) |
| Beginning Fund Balance | 18,439 | 15,424 | 735 |
| Ending Fund Balance | 15,424 | 735 | (17,736) |
| Required Reserve | 8,495 | 8,076 | 8,243 |
| Stores & Revolving Cash | 300 | 300 | 300 |
| Mid-Year Trigger Reserve | - | - | - |
| Remaining Balance | \$6,629 | (\$7,641) | (\$26,279) |

Chart in Thousands

Multi Year Projection

2011-12 Mid Year Trigger Estimates

Governor's Budget Projection

Unrestricted General Fund

| | 2011-12 | 2012-13 | 2013-14 |
|--------------------------------|-----------|-----------|------------|
| Revenues | \$168,308 | \$165,890 | \$165,701 |
| Special Reserve Usage | - | 10,000 | - |
| mid year triggers + transp cut | (1,400) | (11,810) | (11,810) |
| Expenses | 169,923 | 168,769 | 172,362 |
| Deficit Spending | (3,015) | (4,689) | (18,471) |
| Beginning Fund Balance | 18,439 | 15,424 | 10,735 |
| Ending Fund Balance | 15,424 | 10,735 | (7,736) |
| Required Reserve | 8,495 | 8,076 | 8,243 |
| Stores & Revolving Cash | 300 | 300 | 300 |
| Mid-Year Trigger Reserve | - | - | - |
| Remaining Balance | \$6,629 | \$2,359 | (\$16,279) |

Chart in Thousands

Board Priorities

- Assumptions Based on Board Priorities are Used for Multi-Year Projections since October 2011 meeting and for First Interim Report
 - Lake and Shannon Schools remain open
 - School Resource Officers at 2011-12 levels
 - Adult Education
 - K-3 Class Sizes using Parcel Tax funds = 28 to 1
 - 180 Day School Year
 - Furlough Days are restored per contracts
 - K-3 CSR – additional staffing as funding available

Board Priorities

- Assumptions Based on Board Priorities are Used for Multi-Year Projections since October 2011 meeting and for First Interim Report
 - Tier III Funding and Special Reserve are in use
 - City of Richmond continues support for Kennedy, Grant and Olinda schools
- Long Term Debt – paid off in 2011-12
 - State Loan
 - IBM
 - VIP

Transitional Kindergarten

- Planning and pilot for Transitional Kindergarten began this year
- Transitional Kindergarten is stated as “no funding” in the Governor’s Budget
- Many districts are opting out
- There are divergent opinions on the mandate and no clear direction from the State at this time

Transitional Kindergarten

- The Board expressed an interest in adding Transitional Kindergarten on to the priority list for 2012-13
- Two options were presented
 - Option 1 – Match current Kindergarten schedule \$834,000
 - Option 2 – Extended day \$1 million

2012-13 Planning

- Current estimates for 2012-13 deficit
 - \$14.7 million
 - absent positive outcomes in November

Use of one time Special Reserve \$10 million for mid-year triggers leaves \$4.7 million estimated deficit in 2012-13

Budget adoption requires a Multi-Year that extends to 2014-15

Board Priorities

- Assumptions Based on Board Priorities are Used for Multi-Year Projections since October 2011 meeting
 - Lake and Shannon Schools remain open \$600,000
 - School Resource Officers at 2011-12 levels \$1 million
 - Adult Education \$1 million
 - K-3 Class Sizes using Parcel Tax funds = 28 to 1
 - 180 Day School Year – per contract
 - Furlough Days are restored per contracts
 - Additional K-3 CSR equivalent to \$2.4 million – currently an unfunded priority
- Does the Board wish to add Transitional Kindergarten to the priority list?

Next Steps

Second Interim Report March 21, 2012 Board Meeting



- Staff will update the Board at each meeting
- Community Budget Meetings 6:30 – 8:00 PM

| DAY | DATE | SCHOOL SITE | ADDRESS |
|------------|------------------|---------------------------|------------------------------------|
| Wednesday | January 25 2012 | Hercules High School | 1900 Refugio Valley Road, Hercules |
| Thursday | January 26, 2012 | Murphy Elementary | 4350 Valley View Road, Richmond |
| Tuesday | January 31, 2012 | Helms Middle School | 2500 Road 20, San Pablo |
| Thursday | February 2, 2012 | King Elementary School | 4022 Florida Avenue, Richmond |
| Tuesday | February 7, 2012 | Harding Elementary School | 7230 Fairmont Avenue, El Cerrito |
| Wednesday | February 8, 2012 | Pinole Middle School | 1575 Mann Drive, Pinole |

Financial reports available on the web

<http://www.wccusd.net/>