

West Contra Costa Unified School District

April 26, 2016



District Local Control Accountability Plan
Committee
DLCAP

Funding Estimates

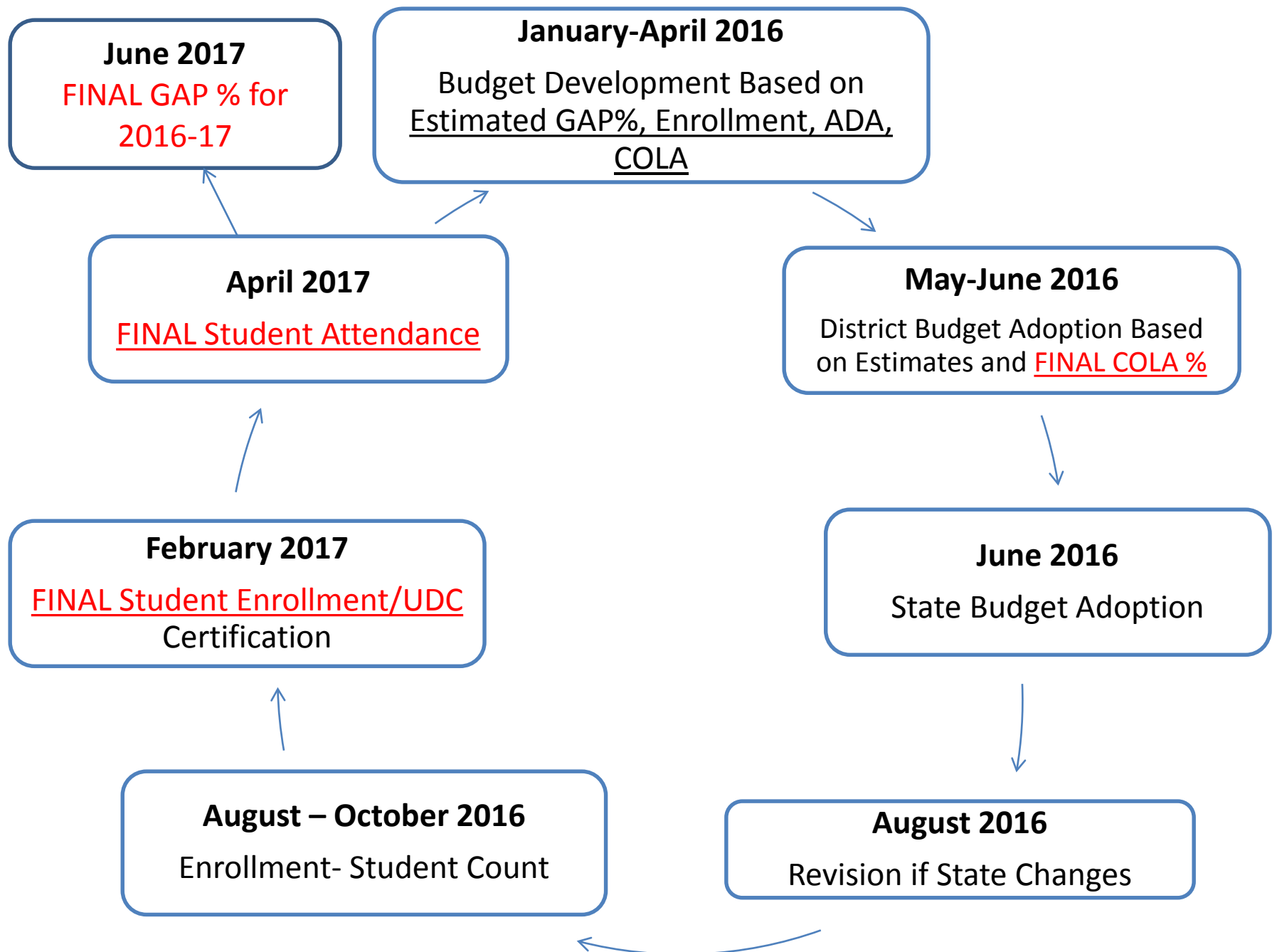
- There is a high level of volatility and risk in this funding model as years progress
 - Student Demographic Changes
 - Legislative Support must continue over time
 - Economic Stability and Growth
- A decline in attendance has greater impact as our funding model improves for example:
 - All factors the same except a 2% decline in attendance in 16-17 = \$3 million reduction in LCFF revenues

Why do we Estimate?

- The Local Control Funding Formula includes factors that are not known ahead of time
- The State uses school district information that is collected and certified at various times of the year
- The State can and does change underlying factors **AFTER** the School District has had a public hearing and has adopted the budget

What are the Factors?

- Enrollment and Student Attendance
 - Unduplicated Student Count Enrollment
 - All students average daily attendance from the first day of school...
 - Different per ADA funding amounts based upon grade level
- Target funding levels set by the State
- Gap Funding amounts set by the State
- Annual COLA percentage
- Actual Supplemental/Concentration



Revenue Updates

- Final student attendance information is not available until after the April deadline of each year
 - This means the revenues that are actually earned by the District will be adjusted during the year end closing process
 - This includes Supplemental and Concentration funds



Changes Since Budget Adoption

2015-16 LCFF Revenue Calculation Comparison of Adoption to 2nd Interim			
	2015-16	2015-16	Difference
	Adoption	2nd Interim	
<u>Preloaded Assumptions</u>			
Annual COLA	1.02%	1.02%	0.00%
GAP Funding	53.08%	51.97%	-1.11%
EPA	23.00%	25.08%	2.08%
<u>Other Comparisons</u>			
Enrollment	27,496	28,646	1,150
Unduplicated Count	20,600	21,286	686
Unduplicated %	74.95%	74.75%	-0.20%
2015-16 Funded ADA	26,722.96	27,232.79	509.83
Target Funding	267,777,752	272,921,247	5,143,495
% of Target Funded	89.83%	89.50%	(0)
TOTAL FUNDED LCFF:	240,540,336	244,262,696	3,722,360
Funded BASE	204,203,270	206,904,798	2,701,528
Funded Supplemental/Concentration	36,337,066	37,357,898	1,020,832
Entitlement per ADA	9,001	8,969	-32
MPP	18.21%	18.48%	0.27%

Factors for Estimating Local Control Funding Formula for the LCAP

2016-17

- State COLA Increase 0.47%
- State Gap Funding 49.08%
- District Unduplicated Count 74.66%
- District Enrollment 27,905
- District Attendance 26,577

These numbers will be adjusted when new information is available.

Budget Estimates for Programs

- The budgets for many of the planned LCAP programs are estimates of costs
 - The programs may end up costing more or less depending upon the staff costs and other variables
 - This requires some flexibility between programs
 - It is important that the activities and services happen – sometimes savings or extra costs are a part of the overall flexibility that is required

Program Information

- The Annual Update section of the LCAP will include our best estimates for how much programs are going to spend by June 30th
- In order to include them in this report, we have to make our estimates in April
- Programs and sites are still operating and spending funds through June

Carry Over

- Some programs had to spend more or less depending upon their activity costs
- School site allocations
 - Schools will receive their carry over for the weighted per pupil allocations that they were not able to spend during 2015-16
 - We keep those funds in a special account group
- Programs will not have carry over since they are getting new budgets in the coming year

What have we learned?

- We can't overstate the ways in which this new funding model can change!
- We should plan for flexibility and prioritize in case the state provides more or less funding or in case our enrollment or attendance fluctuates
- Current Estimate is \$44.9 million based upon the factors we reviewed

Multi Year

- Current LCAP shows programs rolling forward each year
- Increased costs will need to be factored in as time progresses in case of benefit or salary increases or increases to contracts and services
- The District will estimate increased costs based upon the Consumer Price Index (CPI)
- There is a balance left to allocate in the coming year
 - This is where consideration of priorities is key

Multi Year

- We will always need to adjust based upon changing factors- these are estimates and projections and will be subject to change
- Continue to communicate about the changes to the factors that affect our funding
- Continue to discuss and analyze the priorities and factors that drive program decisions

THANK YOU!