

San Francisco Unified School District

**Recommended Budget for
Fiscal Year 2006-2007**

**Committee of the Whole
June 20th, 2006**

Presentation Summary

- Overview of SFUSD Funds
- Highlights of Recommended Budget
 - State Budget Outlook
 - Unrestricted General Fund
 - School Site Budgets
 - County Office of Education
 - Child Development Fund
- Next Steps

Overview of SFUSD Funds

	Total Dollars	\$ Per Pupil
District Funds		
<i>General Fund</i>		
Unrestricted General Fund	\$356,181,526	\$6,334
Restricted General Fund	\$103,002,772	\$1,832
<i>Total General Fund Revenues</i>	<i>\$459,184,298</i>	<i>\$8,165</i>
<i>Facilities Funds</i>		
Deferred Maintenance	\$2,444,750	\$43
Capital Facilities (Developer Fees)	\$4,250,000	\$76
State School Building Funds	\$360,000	\$6
1990 School Facilities Parcel Tax	\$6,453,000	\$115
1997 Prop A Bonds	\$300,000	\$5
2003 Prop A Bonds	\$93,800,000	\$1,668
<i>Total Facilities Funds Revenues</i>	<i>\$107,607,750</i>	<i>\$1,914</i>
<i>Other Funds</i>		
Cafeteria Fund	\$14,962,397	\$266
KALW Trust Fund	\$1,500,000	\$27
Self Insurance	\$23,000,000	\$409
<i>Total Other Funds Revenues</i>	<i>\$39,462,397</i>	<i>\$702</i>
Total District Revenues	\$606,254,445	\$10,781
County and Child Development Funds		
County Office of Education (Special Ed., Alternative Ed.)	\$100,690,954	\$14,339
Child Development Fund	\$39,517,960	\$8,580
Total County and Child Development Fund Revenues	\$140,208,914	N/A

Revenues
Reflected in
Recommended
Budget for
FY 2006-07

State Budget Outlook

- The Governor's May Revise includes \$2.8 billion of additional Prop 98 funding
 - \$2.0 billion in 1-time funds
 - \$0.8 billion in ongoing funding
 - 1-time funds and ongoing funds include unrestricted funds, but the majority of increased funding is restricted
- State Legislature has made several proposals, including:
 - Increasing flexibility on one-time restricted funds by creating block grants
 - Reducing amounts for several categorical programs and significantly increasing Economic Impact Aid
- All parties hope to reach an agreement by June 30th

Unrestricted General Fund - Summary

- Projected UGF activity for FY 2006-07:
 - Beginning Balance (7/1/06) \$10.135 M
 - Revenues \$356.182 M
 - Expenditures \$334.302 M
 - Other Uses \$21.400 M
 - Ending Balance (6/30/07) \$10.614 M
- The projected ending balance narrowly meets SFUSD's required 2% undesignated reserve plus other mandatory reserves

Unrestricted Gen. Fund – Summary (cont.)

- Looking ahead to FY 2007-08, a projected gap of \$5.8 million will require additional revenues or expenditure cuts
- Additional UGF revenues included in state budget for FY 2006-07 could help meet 6/30/08 reserve requirement

Unrestricted General Fund - Revenues

District Revenue Limit	\$277,026,480
Charter School In-Lieu Taxes & Pass-Through	14,317,815
Sub-Total Revenue Limit	<u>291,344,295</u>
Federal Revenue	<u>729,000</u>
Other State Revenue	
Class Size Reduction (CSR)	14,726,000
CSR - 9th Grade Math	1,119,000
Lottery	6,342,868
Lottery-Charter Sch Pass Thru	296,310
Staff Development	3,304,704
Mandated Costs	1,000,000
All Other State	70,349
Charter School Block Grant Pass-Thru	924,000
Sub-Total Other State	<u>27,783,231</u>
Other Local Revenue	
Sales Tax	21,300,000
Leases and Rentals*	8,800,000
Interest	4,200,000
Charter School Admin Fee	1,200,000
Redevelopment & Permit Fees	300,000
All Other Local Revenue	525,000
Sub-Total Local Revenue	<u>36,325,000</u>
Total	<u>\$356,181,526</u>

* Includes 4.3 M one-time lease/permit income from City College of San Francisco.

Unrestricted General Fund - Expenditures

Centrally Budgeted Functions	
Central Administration	\$12,738,301
Instructional Support For Schools	6,990,983
Operational Support	50,776,008
Other School-Based Instruction	19,666,942
Total Centrally Budgeted Functions	<u>90,172,233</u>
Negotiated Salary and Benefits Increases	15,789,973
Weighted Student Formula	196,223,628
Contributions To / From Other Funds	
Charter Schools-In Lieu Taxes & Pass-throughs	15,538,125
Child Development Fund	700,000
County Office of Ed.(Incl. Special Ed & Transportation)	27,000,000
Total Contributions To/From Other Funds	<u>43,238,125</u>
Total Expenditures	<u>345,423,959</u>
Other Financing (Sources)/Uses	
Ongoing and Major Maintenance	14,000,000
Debt Service	6,400,316
Legal Settlements - Lopez	3,500,000
AB 825 Flexibility Transfers	(2,500,000)
Total Other Financing (Sources)/Uses	<u>21,400,316</u>
Indirect Costs	(11,121,487)
Total Expenditures, Other Financing and Support	<u>\$355,702,788</u>

School Site Budgets

- Weighted Student Formula Assumptions
 - Naturally occurring reductions in WSF allocations due to declining enrolment
 - Reductions in WSF funding associated with closure and merger of several schools
 - Aggregate 1% reduction to preliminary WSF allocations
- State budget proposals / negotiations point to more site-based funding in new and expanded categorical programs
- Staff will analyze impact of final state budget on school site budgets and make recommendation re. WSF allocations as appropriate

County Office of Education

County Community Programs

Juvenile Court	\$1,359,026
County Community Schools	\$3,663,664
NCLB-Title I Basic Grants-Low Income	\$185,287
NCLB-Title I-PART D-Delinquent	\$125,978
CalSafe County (Pregnant Minors)	\$959,400
CAHSEE Intensive Instruction	\$33,682
Total County Community	\$6,327,038

Special Education

SP ED: IDEA Basic Local Aid	\$10,859,572
SP ED: IDEA Preschool Local	\$104,206
Special Education	\$71,652,328
Transportation-Home to School	\$1,016,095
Transportation-Special Education	\$6,987,569
Total Special Education	\$90,619,771

Other County Programs

	\$1,956,129
TOTALS	\$98,902,938

COE Responsibilities and Funding Include:

- Special Education
- County Community Schools
- Regional Occupation Program
- *Williams County Oversight*

Child Development Fund

- Revenue of Approximately \$39 million multiple funding sources:
 - Federal and State General Child Care Grants (Infants, Toddlers, Preschool and School Age Care)
 - Head Start
 - State Preschool
 - Title I Preschool
 - Preschool for All
 - Vouchers
 - Tuition and Fees
- Preschool for All and Title I have been moved into Fund 12
- 5.92% COLA on State Programs
- Pilot Program with “factors” for major state grant
- Sliding Scale Tuition System Introduced

Child Development Fund

- Expenditure Changes
 - Wage increases for teachers and paras
 - Increased Premium for Lead CDC Teachers
 - Restored historic CDP salary schedule allowing experience employees to continue to move up steps
 - Reduction in days of operation around winter holidays
 - Reduction of 4 under-enrolled school age classes
 - Renegotiation of Presidio Trust Lease
 - Student Information System included in budget
 - UASF Pilot Program for Principals with School Age Programs

Next Steps

- Board of Education adopts budget – June 27th
- State adopts budget – Date TBD
- SFUSD staff analyzes final state budget – Summer
 - Determine variances from current assumptions
 - Analyze impact on school site budgets
 - Recommend appropriate adjustments to adopted budget
- School sites revise final budgets – September / October
- Close books for FY 2005-06 – December
- First Interim Report for FY 2006-07 – December