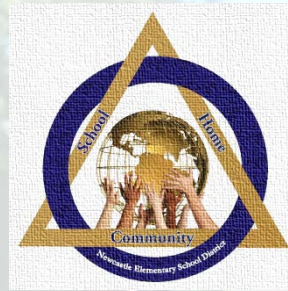


Newcastle Elementary School District



2019/2020

PROPOSED BUDGET

PRESENTED JUNE 12, 2019

2019/2020 Fiscal Journey



- ❖ Highlights of Governor's Budget
- ❖ Budget Components and Average Daily Attendance
- ❖ Education Protection Act
- ❖ Budget Revenue Overview/Detail and Expenses
- ❖ Estimated Actuals Preview
- ❖ Ending Fund Balance
- ❖ Multi Year Projections
- ❖ Other Funds and Capital Outlay Detail
- ❖ Long Term Debt
- ❖ Questions

Governor's Revised State Budget Highlights



- **LCFF 2019-20 COLA 3.26% from 3.46% in January**
 - 2020-21 3.00%
 - 2021-22 2.80%
- Additional special education funding still being debated~ Governor's Proposal Rejected
- CalSTRS employer relief 16.7% from 18.1% contribution rate
- No One Time Discretionary Funding





Budget Components and Assumptions Per ADA

ADA and Estimated LCFF Funding

NES	178	9,228
NCS	<u>270</u>	8,424
	448	

Unduplicated Pupil Percentage (UPP)

NES	37.28%	NCS	16.76%
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Lottery

Unrestricted (Salaries)	\$151
Restricted (Curriculum)	\$ 53

Mandated Costs Block Grant

NES	\$32.18	NCS	\$16.86
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**School District Basic Aid Supplement Funding
is not included in this budget or MYP**

Did you know?.....

NESD only receives the supplemental grant. The UPP percentage must be above 55% in order to receive the concentration grant

Education Protection Act (EPA) Funding



Fund	Beginning Balance	Budgeted Revenue	Budgeted Exp Teacher Salary and Benefits	Ending Balance
Newcastle Elementary	0	257,274	257,274	0
Newcastle Charter School	0	400,419	400,419	0

EPA funding is a sub-group of the State Aid calculation process and stems from the passage of Prop 30 back in 2012. It is not add-on revenue, but instead is deducted from total State Aid due (less local property taxes) and assigned a separate resource (1400) for tracking purposes by the State. **This portion of State Aid, designated as EPA funding, is budgeted for certificated teacher salaries for all school sites and charter schools to stay in compliance with Prop 30 requirements.**

On November 8, 2016, the voters approved the California Children's Education and Health Care Protection Act (Proposition 55) that maintains increased personal income tax rates for taxpayers in high tax brackets through 2030. **Proposition 55 did not extend the sales tax increase; therefore, the temporary sales tax increase expired at the end of calendar year 2016.**

Newcastle Elementary School District



NES and NCS 2019/2020 Projected Revenue

	NES	NCS	Total	Notes
General Purpose	1,725,060	2,274,779	3,999,839	State Aid EPA Property Taxes
Federal	133,243	0	133,243	Title 1 & II Fed SPED
State	261,354	167,538	428,892	Lottery Mandated Costs *STRS on Behalf State SPED
Local	795,030	5,500	800,530	Oversight Fees Billbacks SPED
Total	2,914,687	2,447,817	5,362,504	

June 12, 2019

2019/2020 Projected Budget

SPED= Special Education
EPA = Education Protection Act

***STRS on Behalf = 238,465**

NES and NCS Revenue in Detail



Unrestricted Local Revenue Detail

• Charter Oversight	\$129,665
• Back Office	\$ 63,504
• Building Leases	\$108,715
• Interest	\$ 58,500
• Misc.	\$ 2,200

Ch = Charter School
MOU= Memorandum of Understanding

Restricted Revenue

• SPED SELPA Funds	\$361,415
• SPED Ch Billbacks	\$245,000
• SPED Ch MOU Fees	\$ 10,300
• Federal Title I	\$ 23,500
• Federal Title II	\$ 3,888
• Federal Title IV	\$ 5,210
• State SPED MH	\$ 60,500
• Low Perf Grant	\$ 7,904
• STRS on Behalf	\$ 238,465
• Lottery Restricted	\$ 24,591

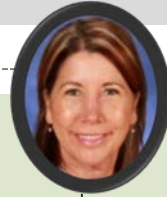


2019/2020 NES/NCS Expenses

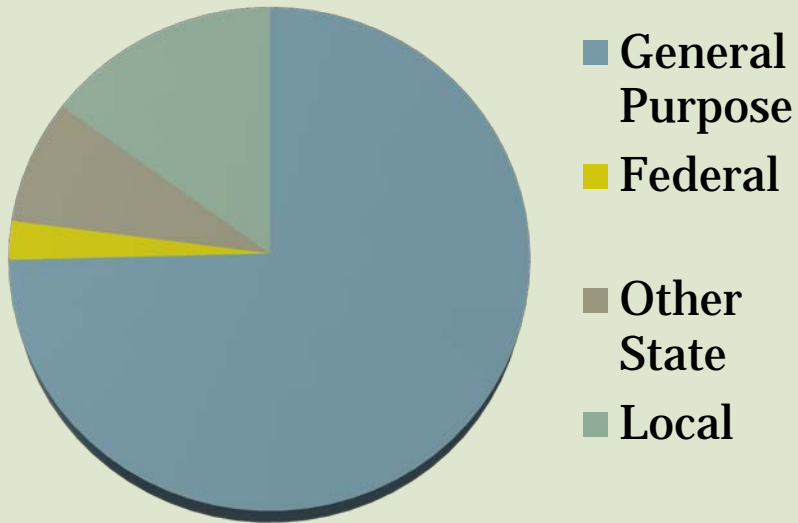
	NES	NCS	Total	Notes
Certificated Salaries	1,519,965	984,524	2,504,489	Salaries and Benefits represent 78% of expenses
Classified Salaries	754,469	263,840	1,018,309	
Benefits	891,293	491,328	*1,382,621	
Books & Supplies	142,666	123,971	266,637	
Other Operating Services	415,254	395,790	811,044	Outside services and utilities
Other Outgo	118,726	138,669	257,395	Long term debt Payments
Trans Out	4,450	45,550	50,000	NCS to NES Facility Fee
Total Expenses	3,846,823	2,444,672	6,290,495	

June 12, 2019

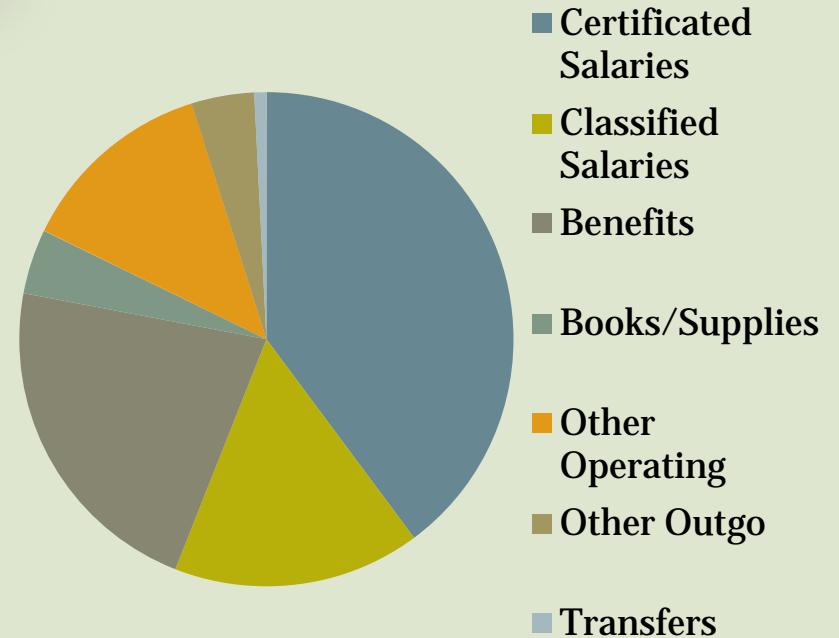
NES/NCS Unrestricted and Restricted Revenue and Expenses

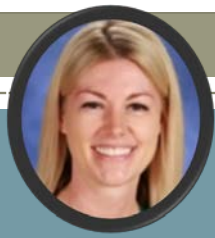


Revenue



Expenses





2018/2019 Estimated Actuals Preview

	NES	NCS	Total	2 nd Interim NES/NCS
Revenue and Trans In	8,689,729	2,442,358	11,132,087	11,162,165
Expenses and Trans Out	8,994,596	2,437,673	11,432,269	12,215,820
Excess/ (Deficit)	(304,867)	4,685	(300,182)	(1,053,655)
Beg Fund Balance	3,795,902	208,595	4,004,497	4,004,497
Ending Fund Balance	3,491,035	213,280	3,704,315	2,950,842



2019/2020 Proposed Budget Estimated Ending Fund Balance

	NES	NCS	Total
Revenue and Trans In	2,960,237	2,447,817	11,132,087
Expenses and Tran Out	3,892,373	2,443,672	11,432,269
Excess/ (Deficit)	(932,136)	4,145	(927,991)
Beg Fund Balance	3,491,035	213,280	3,704,315
Ending Fund Balance	2,558,899	217,425	2,776,324

Dipping into our EFB	
Planned Reserve for Transition year	500,000
Planned Reserve for 19/20 Salary Increase	250,000
Remaining Deficit	(177,991)



2019/2020

**Projected
Ending
Fund
Balance
Allocation**

	NES	NCS	
REU 5%	194,619		
REU Add 10% NES and NCS	765,807		
Restricted	187,556		
Committed	197,092		
Awning Project	8,107		
Library Funds (800+50,30)	5,830		
Stem Donations	210		
Targeted Instruction	1,000		
Music Donations	3,396		
School Programs		217,425	
Text Book Adoption	75,000		
Revolving Cash	700		
Reserve for 20/21 Salary	250,000		
Towards 19/20- 20/21 Deficit	869,582		
Total	2,558,899	217,425	2,776,324

*REU = 15% of NES & NCS's Expenses

NES/NCS Multi Year Projections

	2019/2020	2020/2021	2021/2022
Revenue and Trans In	5,408,054	5,539,296	5,617,052
Expenses and Trans Out	6,336,045	6,455,397	6,634,476
Excess/ (Deficit)	(927,991)	(916,101)	(1,017,424)
Beg Fund Balance	3,704,315	2,776,324	1,860,223
Ending Fund Balance	2,776,324	1,860,223	842,799
Committed	197,092	192,550	188,008
Restricted/ Nonspendable	193,247	78,807	4,644
Assigned	1,425,559	634,317	0
Reserves	960,426	954,549	650,147
*Percent Reserve	15%	15%	9.8%

*Reserves are calculated on NES and NCS Expenses – 5% plus 10% per BP 3100



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2019/2020	Beginning Fund Balance	Est. Net Change	Ending Fund Balance
Food Service	31,850	(10,002)	21,848
Deferred Maintenance	309,624	(1,000)	308,624
Capital Facilities	12,076	5,100	17,176
Capital Outlay	85,171	(40,568)	44,603



Capital Outlay Fund

Phase II Expenses	
Budgeted	4,395,433
Encumbered <i>(DLR)</i>	22,193
Total	4,417,626

Phase III Expenses	
Budgeted	128,669
Encumbered	4,007,602
Total	4,136,271

Food Service Grant	
Budgeted	3,000

Total Expenses = 8,556,897

	2018/2019	2019/2020
Local Revenue - Interest	16,500	15,000
Interfund Transfers In	4,785,000	0
Services and Operating Exp	285,092	10,568
Capital Outlay	8,271,805	45,000
Excess/(Deficit)	(3,755,397)	(40,568)
Beginning Fund Balance	3,840,568	85,171
Ending Fund Balance	85,171	44,603

NESD LONG TERM DEBT

	Balance Principal 7/1/18	Balance Interest 7/1/18	Duration/Interest Rate
Portable – NES/NCS	16,501		PAID
Placer County Treasury Loan	2,868,325	1,286,362	Last Payment 9/30/46 2.8% Interest
SWS Loan – Facility Repairs	418,741	102,095	Last Payment 10/2029 4.15 % Interest
Capitol Public Finance Prop 39 Supplement	691,623	186,298	Last Payment 4/2033 3.15%
Total	3,978,689	1,574,755	5,553,444

Other Post Employment Benefits (OPEB)	Potential L/T Expense	2019/2020 Payment	Committed in Fund Balance
	114,504	9,084	105,420

MULTI YEAR DISTRICT LONG TERM DEBT PAYMENTS

	2019/2020	2020/2021	2021/2022
Placer County Treasury	148,471	148,471	148,471
SWS Loan – Facility Repairs	49,625	49,627	49,627
Capitol One Fin (Prop 39 Supplement Loan)	47,995	49,915	51,911
OPEB (Other Post Employment Benefits)	9,084	4,542	4,542
Total	255,175	252,555	254,551

The End

ANY QUESTIONS?

