

# Newcastle Elementary School District

*2017/2018 2nd Interim*  
*March 14, 2018*



# Journey Through 2<sup>nd</sup> Interim

- District Overview and Budget Assumptions
- Newcastle Elementary/Charter Variances
- Multiyear Projections
- Other District Funds
- Project Budget Update
- Long Term Debt
- PERS/STRS Increase-What does that look like for NESD
- Ongoing Concerns...



# 2017/2018 2nd Interim Budget Components

## School Estimated 2017/2018

	<u>ADA</u>	
	1 <sup>st</sup> Interim	2 <sup>nd</sup> Interim
Newcastle Elementary	148	151
Newcastle Charter	294	297
Total	442	448
Overall Change		+6

## Per ADA Amounts

Unrestricted Lottery	\$146
Restricted Lottery	\$48
Mandated Costs Block Grant	
Elementary School	\$30.34
Charter School	\$15.90
One Time Mandated Cost	\$147



# What is the Basic Aid Supplement Funding?

## CDE Definition- School District Basic Aid Supplement Charter School Adjustment

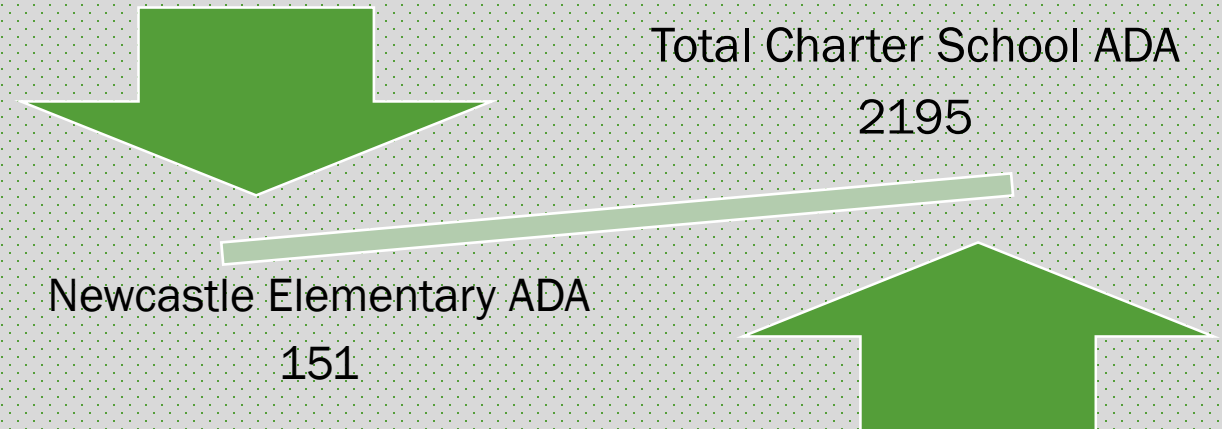
Current year state aid to backfill a school district for the loss of local revenue to a charter school serving nonresident students.

## LCFF Exhibit Reference Guide

Basic Aid Supplement funding provides state aid for sponsoring school districts up to 70 percent of the LCFF entitlement of the pupil's school district of residence.

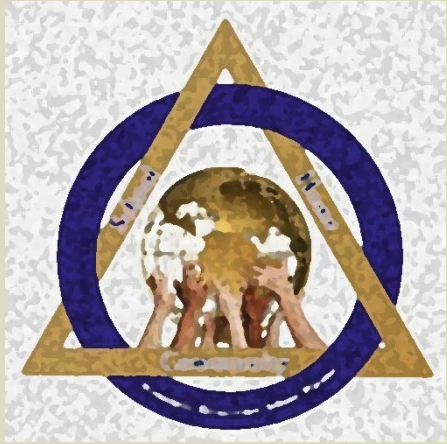
*Education Code Section 47663*

<u>2017/2018</u>
NES 151
NCS 297
HRCC 486
SVP 39
Creekside 146
RA Gateway 1,227
Total 2,346





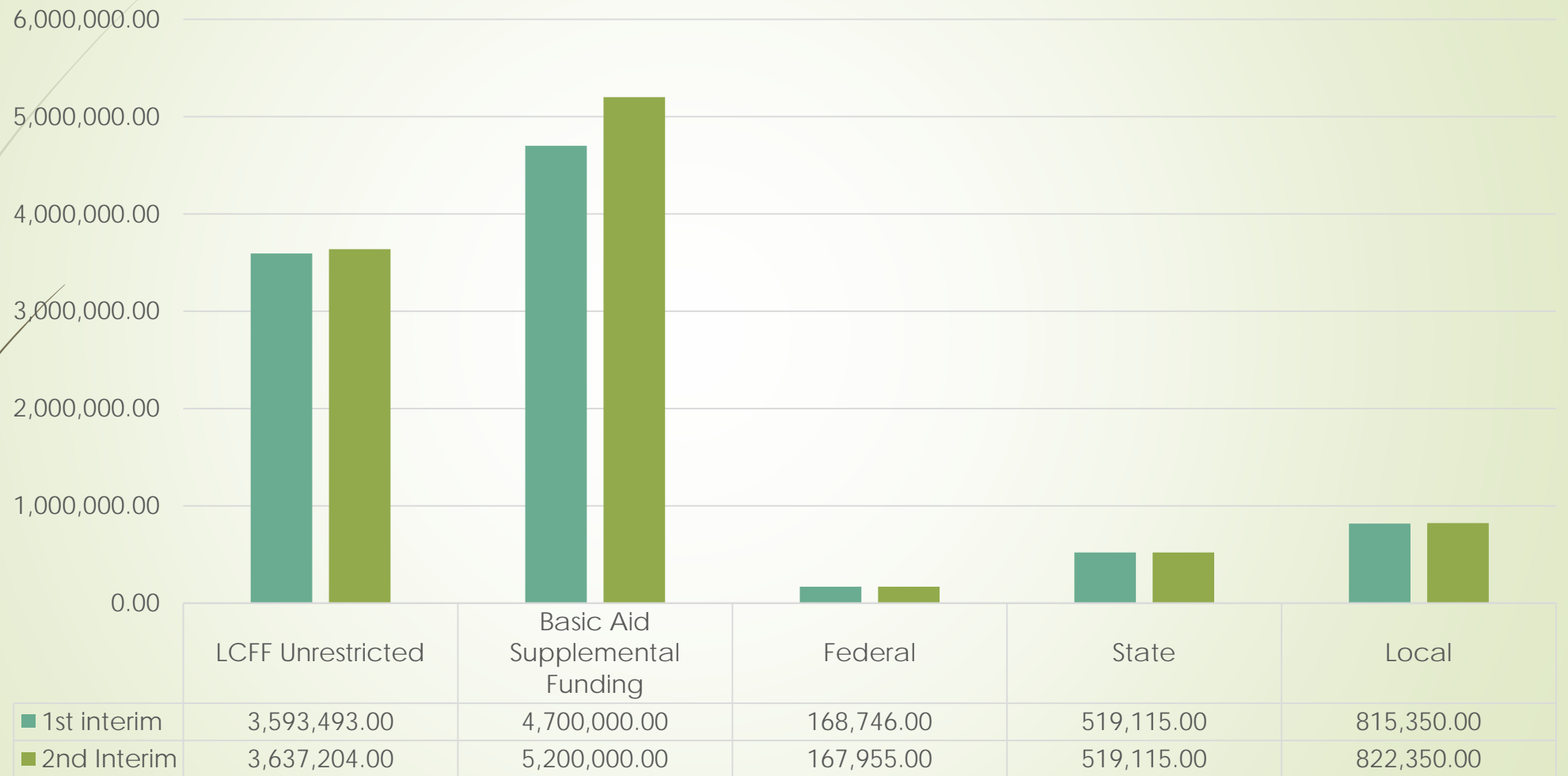
# Newcastle Elementary School District Variances Between 1<sup>st</sup> and 2<sup>nd</sup> Interim



# Newcastle Elementary and Charter School

## 2017/2018 Revenue

### 1<sup>st</sup> Interim vs. 2nd Interim



2017/2018 2nd Interim 3/14/18



# Newcastle Elementary/Charter School

## Variance Between Budget and 2nd Interim Revenue

	Variance	Notes
LCFF	43,711	Adjustment in ADA
Basic Aid Supplement	500,000	Increased per State Apportionment
Federal	(791)	Increase in Federal SELPA Funds
State	0	Restricted State Revenue was decreased to reflect amounts due in 17/18
Local	7,000	Increase in SELPA Funds and Charter Bill backs
<b>Total</b>	<b>549,920</b>	



# Newcastle Elementary and Charter School 2017/2018 Expenses

## 1<sup>st</sup> Interim to 2nd Interim





	Variance	Notes
Certificated Salaries	(678)	
Classified Salaries	3,918	
Benefits	4,573	
Books and Supplies	21,871	Additional Technology
Other Services Operating Exp.	(5,525)	
Capital Outlay	0	
Other Outgo	0	
Transfer Out	0	
Total	24,159	



# 2017/2018 NES/NCS Variances In Expenses



# **2017/2018 Second Interim** **Components of Ending Fund Balance** **Unrestricted & Restricted Funds**

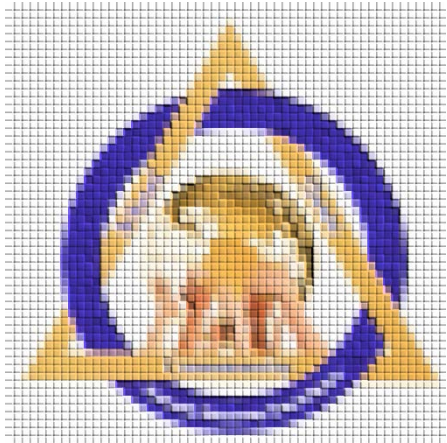
	NES	NCS	Total
Beginning Fund Balance	2,068,767	468,021	2,536,788
Change	553,629	(140,125)	413,504
Ending Fund Balance	2,622,396	327,896	2,950,292



Components of EFB	NES Fund 01	NCS Fund 09
Reserve for Economic Uncertainty	759,131	327,896
Restricted	289,707	
Committed to Long Term Debt	215,260	
Awning Project	7,863	
Library Funds	5,513	
Stem Donations	253	
Library Author Fund	800	
Wellness Fund	156	
Revolving Cash	700	
Anticipated Litigation	500,000	
Transition Reserve	500,000	
Reserve for 18/19 Deficit	343,013	
Total	2,622,396	327,896

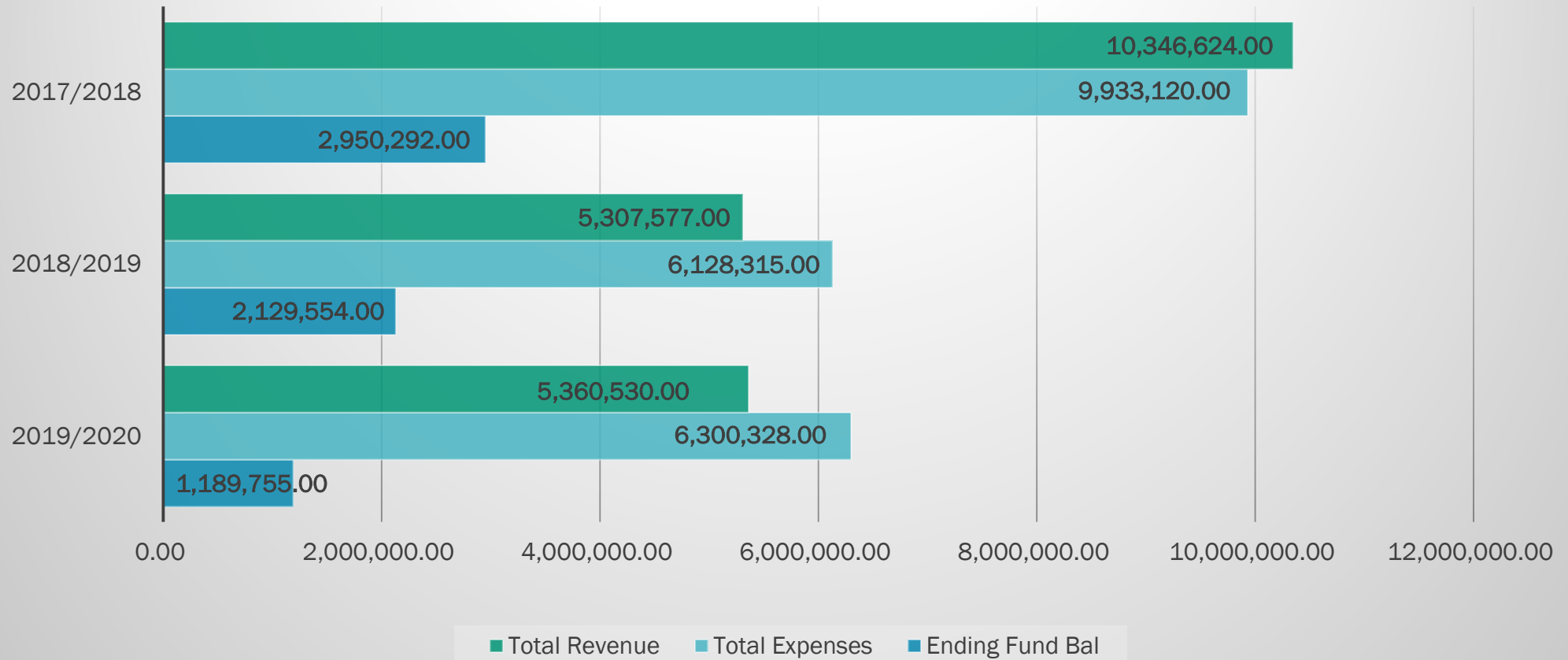


# NESD Multiyear Projections





# Newcastle Elementary/Charter School Multiyear Projection





# Three Year Summary Projection

## Newcastle Elementary/Charter Schools

### Unrestricted/Restricted

Description	2017/2018	2018/2019	2019/2020
Expected Change	413,504	(820,738)	(939,799)
Beg Fund Bal	2,536,788	2,950,292	2,129,554
Ending Fund Bal	2,950,292	2,129,554	1,189,755
Assignments, Commit, Restrictions	1,863,265	1,210,307	385,222
Reserve for Economic Uncertainty (REU)	1,087,027	919,247	804,533
Unassigned	0	0	0

# Other Funds

Fund	Beginning Fund Balance	Est. Net Change	Ending Fund Balance
Food Service	39,918	(22,875)	17,043
Deferred Maintenance	298,007	(154,600)	143,407
Capital Facilities	11,342	5,493	16,835
Capital Outlay	9,659,968	(9,509,623)	150,345





# Project Budgets.....



the future  
OF THE WORLD  
is in my  
classroom  
today

TEACHING  
TODAY'S CLASS



# Funding Sources

## School District Basic Aid Supplement Funds

2015/2016	3,161,103	Received
2016/2017	4,697,228	Received
2017/2018	5,200,000	Budgeted
<b>Total</b>	<b>13,058,331</b>	

## Other Funding

Capital Lease-Loan	2015/2016	759,895	Water/Light retrofit, cool roof, dry rot
State Grant Prop 39	13/14 to 17/18	910,242	Solar Panels Planning Funds
Placer County Treasury Loan	2016/2017	3,000,000	Purchase of Kentucky Greens Property





# SCHOOL DISTRICT BASIC AID SUPPLEMENT CHARTER SCHOOL ADJUSTMENT FUNDS - OVERVIEW - WHERE IS IT GOING?

Budgeted Expenses	First Interim	Second Interim
Property Down Payment	1,000,000	1,000,000
Walkway Ramp and Stairs	851,000	<b>910,297</b>
Building Improvements	500,000	500,000
Classroom Furniture/Technology	800,000	800,000
Extra Staff Time During Transition	200,000	200,000
Contribution to Athletic Field	177,000	<b>176,129</b>
Phase 1- Parking Lot/ADA Access	2,100,000	<b>2,096,730</b>
Phase 2 – Classrooms and Exterior of Upper Campus	5,265,071	<b>5,209,915</b>
General Fund	850,000	850,000
Deferred Maintenance Fund	400,000	400,000
Classroom Program Growth	200,000	200,000
Long Term Debt- Primarily OPEB	215,260	215,260
Reserve for Anticipated Litigation	0	<b>500,000</b>
Total	12,558,331	<b>13,058,331</b>

Bold = Change From First Interim





# NEWCASTLE ELEMENTARY SCHOOL DISTRICT PROJECT UPDATE

Property Acquisition	Actual <i>As of 2/28/18</i>	Original Budget	
Property	3,551,999	3,500,000	(51,999)
Walkway Ramp and Stairs	910,297	810,000	(100,297)
<u>Building Improvements</u>		500,000	
600 Building	202,576		
District Office Improvements	72,640		224,784
Classroom Furniture/Technology	147,000	800,000	653,000
Total	4,884,512	5,610,000	725,488

Other Projects	Actual <i>As of 2/28/18</i>	Budget	
Phase I	2,096,730	2,200,000	103,270
Prop 39/Field	178,139	120,000	(58,139)
Phase II	380,357	5,265,071	TBD

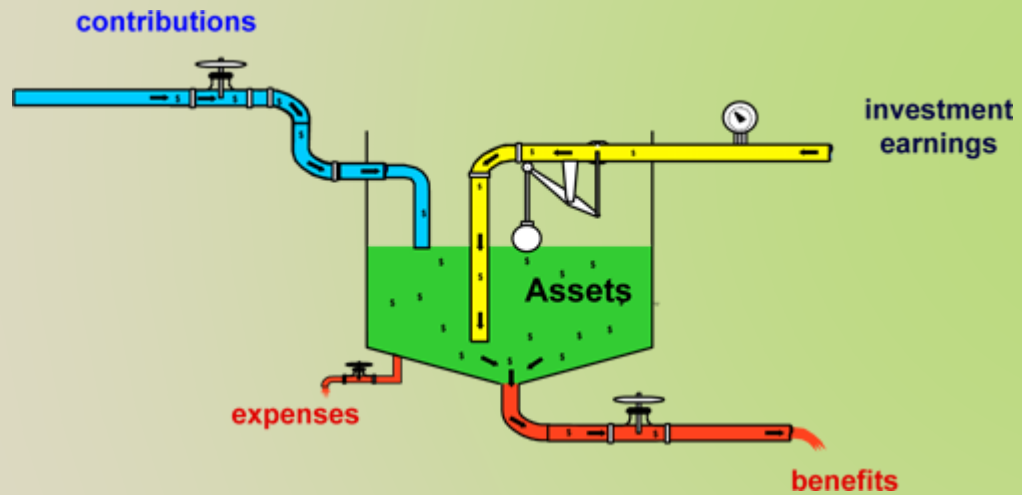


# District Long Term Debt-Summary

	Balance Principal/Interest	2017/2018 Payment Principal & Int	Duration
Apple Lease	91,362	91,362	Last Payment 10/2017 <i>2.536% Interest</i>
Portable – NES/NCS	33,002	16,501	Last Payment 7/2018 <i>10%Interest</i>
Placer County Treasury Loan	4,451,624	148,471	<b>Last Payment 9/30/46</b> <b><i>2.8% Interest</i></b>
SWS Loan – Facility Repairs	620,088	49,625	Last Payment 10/2029 <i>4.15 % Interest</i>
Capitol Public Finance Prop 39 Supplement	992,224	68,155	Last Payment 4/2033 <i>3.15%</i>
OPEB (Other Post Employment Benefits)	141,756	9,084	Funds have been committed to pay this obligation
<b>Total</b>	<b>6,330,056</b>	<b>383,198</b>	



# STRS/PERS and NESD!





# NES/NCS Retirement Contribution Changes 2017-18 to 2018-19

STRS		Certificated Salaries	Employer STRS Contributions
2017/2018	14.43%	2,549,068	367,831

STRS	Rate	Certificated Salaries	Additional 1.85% over 17/18	
2018/2019	16.28%	2,456,392	399,900	32,069

PERS		Classified Salaries	Employer PERS Contributions
2017/2018	15.531%	1,059,464	164,545

PERS	Rate	Classified Salaries	Additional over 17/18	
2018/2019	17.7%	981,337	173,697	9,152

<b>Total</b>	<b>41,221</b>
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# NES/NCS Retirement Contribution Changes 2018-19 to 2019-20

STRS		Certificated Salaries	Employer STRS Contributions
2018/2019	16.28%	2,456,392	399,900

STRS	Rate	Certificated Salaries	Additional 1.85% over 17/18	
2019/2020	18.13%	2,498,150	452,915	53,015

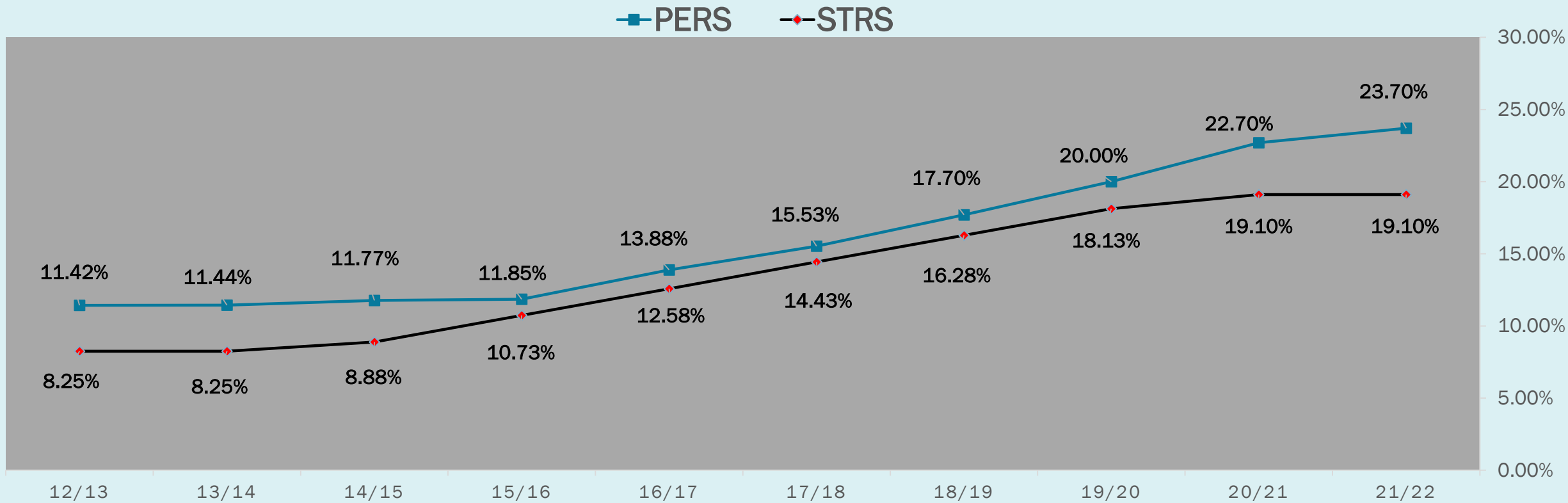
PERS		Classified Salaries	Employer PERS Contributions
2018/2019	17.7%	981,337	173,697

PERS	Rate	Classified Salaries	Additional over 17/18	
2019/2020	20%	1,001,945	200,389	26,692

**Total 79,707**



# 10 Years STRS/PERS Rates





# Ongoing Concerns.....



## Deficit Spending

- 2018/2019 and 2019/2020



## PERS/STRS Increases



## Monitoring Expenses One Time vs. Ongoing

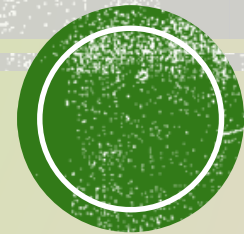


## Phase II –Gearing up



# The End

Any Questions?



**Good Knight!**