



2018-2019 First Interim Report

Presented
by
Sean Kearney
Director, Fiscal Services

December 11, 2018



2018-2019 First Interim Net Decrease in Fund Balance

- 2018-2019 Adopted Budget – (\$2,277,070)
- 2018-2019 First Interim - (\$2,861,848)



2018-2019 First Interim Updates to Adopted Budget

Revenues:

- Increase in LCFF funding due to cost of living increase (COLA) - \$400K
- Decrease in State funding due to reduction of One-Time Discretionary funds allocation – (\$1M)

Expenditures:

- Salaries and benefits increased due to comparison to 17-18 actuals, additional staffing, STRS/PERS increases, and budgeting of unfilled positions - \$500K



Multi-Year Projection

- Increase in employer contribution percentages to STRS and PERS roughly 2% per year = 2% salary schedule increase
- Measure “K” Parcel Tax proceeds included in Local Revenue
- Deficit spending projected through 2020-21



Other Factors to Consider

- LCFF funding at full implementation including Supplemental funds allocation
- Routine Restricted Maintenance (RRMA) 3% spending requirement triggered in 18-19
- Policy decisions made by new Governor
- Potential for an economic slowdown or downturn