

## **Culver City USD**

### **2nd Interim Assumptions 2012-13**

#### Revenue

Although the Governor's proposal would eliminate Revenue Limit (RL) funding and replace it with the new Local Control Funding Formula (LCFF), LACOE recommends continuing to project RL funding as follows: 0% Cost of Living Adjustment (COLA) for 2012-13, 0% COLA for 2013-14, and 2.3% COLA for 2014-15.

Lottery revenue per ADA and interest rates per the second interim assumption guidelines from LACOE were used to project lottery and interest revenue. Our categorical flexibility programs were budgeted the same as we assumed the flexibility will continue through 2014-15. Until we receive more direction from the State regarding the LCFF, we will budget based on categorical flexibility as previously mentioned.

The District reduced its Federal program revenue in 2013-14 and 2014-15 by 5.9% per direction from LACOE relating to Federal sequestration.

#### Cashflow

We used LACOE's deferral schedule for revenue limit in preparing our cash flow projections and actual cash flow is included through January.

#### Other General Assumptions

We have projected a decline in current year enrollment of approximately 90 ADA based on 2012-13 CBEDS enrollment. The decline in our enrollment is reflected as a decrease in RL funding in fiscal year 2013-14 when our revenue limit would be impacted by the decline in enrollment.

## **Culver City USD**

### **Differences between First Interim & Second Interim:**

#### Revenues

Federal and State revenues increased due to the latest up-to-date information available regarding grants and entitlements for Special Education programs as well as other Federal and State categorical programs.

Local revenue increased by \$450,000 due to further analysis of prior year trends and adjusting budget to actual to reflect a more earnest and anticipated projection.

#### Expenditures

Per First Interim, Salaries and benefits for SELPA Mental Health employees were budgeted at (1 Case Manager, 4 Clinical Counselors, 8 interns, and one full time clerical support staff). Per Second Interim, the SELPA Mental Health employees were budgeted based on the most recent information available focusing on actuals-to-date at (1 Case Manager, 3 Clinical Counselors, 3 interns, and one full time clerical support staff). The decrease was partially offset by an increase in personnel cost related to a one-time, off schedule salary bonus paid to ACE and MACCS members.

Services and Other Operating expenses decreased due to savings realized from adjusting District Office supplies and attorney fee budgets based on actual-to-date and anticipated expenditures for the remainder of the fiscal year. In addition, the District anticipates minimal expenditures relating to being significantly disproportionate in Special Education. However, these expenditures will be realized in fiscal year 2013-14 and are accounted for in the MYP.

#### Transfers In/Out & Contributions

The District reduced the transfer out of the General Fund to the Adult Education Fund by \$300,000 in the current year and fiscal year 2013-14. The Adult Ed. Fund has a fund balance that can sustain two years of operations with a General Fund transfer of \$600,000 for FY 2012-13 and 2013-14. The District is bringing the Adult Ed. Fund in line so that revenues and expenditures including transfers in represent a balanced budget.

We are continuing to fund our contribution to Restricted Routine Maintenance (RRM) at 2.5%. Our Special Education contribution continues to increase and encroach on the

General Fund due to new Mental Health expenditures and the District being identified as being Significantly Disproportionate.

#### Other Funds to Note

The District received a Redevelopment Agency (RDA) pass-through payment this year totaling \$5.3 million. \$1.7 million of that payment relates to the current fiscal year. \$3 million of that payment relates to a prior period adjustment. \$556,000 of that payment is currently unidentified. Of the total payment received, \$1.25 million is subject to revenue limit offset meaning that we are not receiving a net gain/increase in revenue by that amount. The remaining \$4.05 million represents RDA Fund 40 revenue and is restricted for facilities use. Per the District's pass-through agreement, we are able to transfer \$1.4 million of the \$4.05 million to the General Fund to be used for operations without being subject to revenue limit offset. This leaves us with a net amount of \$2.65 million revenue in Fund 40 to be used for making improvements to our current facilities. A significant portion of the current year payment is allocated to cover additional expenses beyond those not included in our original capital project costs plus earmarked funds for safety and deferred maintenance improvements to our existing schools. These additional expenditures reduce our available capital project funding sources proportionately. The District is continuing to analyze and research the complex topic of RDA funding and how it affects the District's finances currently and in the future.

Funds 21, 25, and 40 are restricted for facilities construction, repair, and improvements and are being utilized to fund the following capital projects: Athletic Field Project, ADA compliant elevators at the Middle and High Schools, improvements to the Robert Frost Auditorium, and the Solar Project.

If you have any questions or need additional clarification please follow up with the Business Department by Tuesday March 12<sup>th</sup>.

2012-13 Second Interim  
General Fund  
Summary - Unrestricted/Restricted  
Revenues, Expenditures, and Changes in Fund Balance

Description	Resource Codes	Object Codes	Original Budget (A)	Board Approved Operating Budget (B)	Actuals To Date (C)	Projected Year Totals (D)	Difference (Col B & D) (E)	% Diff (E/B) (F)
<b>A. REVENUES</b>								
1) Revenue Limit Sources		8010-8099	32,367,978.00	32,367,978.00	19,256,873.86	35,276,114.00	2,908,136.00	9.0%
2) Federal Revenue		8100-8299	2,811,827.00	2,811,827.00	802,075.04	3,249,920.00	438,093.00	15.6%
3) Other State Revenue		8300-8599	10,459,802.00	10,459,802.00	7,154,630.73	10,917,119.00	457,317.00	4.4%
4) Other Local Revenue		8600-8799	3,384,192.00	3,384,192.00	3,709,207.63	3,837,563.00	453,371.00	13.4%
5) TOTAL, REVENUES			49,023,799.00	49,023,799.00	30,922,787.26	53,280,716.00		
<b>B. EXPENDITURES</b>								
1) Certificated Salaries		1000-1999	26,135,044.00	26,135,044.00	11,856,563.78	26,509,360.00	(374,316.00)	-1.4%
2) Classified Salaries		2000-2999	8,616,977.00	8,616,977.00	3,700,406.74	8,746,350.00	(129,373.00)	-1.5%
3) Employee Benefits		3000-3999	9,417,702.00	9,417,702.00	4,325,175.14	9,486,373.00	(68,671.00)	-0.7%
4) Books and Supplies		4000-4999	1,979,809.00	1,979,809.00	1,334,369.25	2,069,279.00	(89,470.00)	-4.5%
5) Services and Other Operating Expenditures		5000-5999	8,572,031.00	8,572,031.00	4,691,968.40	8,645,197.00	(73,166.00)	-0.9%
6) Capital Outlay		6000-6999	50,000.00	50,000.00	1,960.00	50,000.00	0.00	0.0%
7) Other Outgo (excluding Transfers of Indirect Costs)		7100-7299 7400-7499	124,000.00	124,000.00	40,806.00	124,000.00	0.00	0.0%
8) Other Outgo - Transfers of Indirect Costs		7300-7399	(357,775.00)	(357,775.00)	0.00	(357,139.00)	(636.00)	0.2%
9) TOTAL, EXPENDITURES			54,537,788.00	54,537,788.00	25,951,249.31	55,273,420.00		
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES AND USES (A5 - B9)</b>			(5,513,989.00)	(5,513,989.00)	4,971,537.95	(1,992,704.00)		
<b>D. OTHER FINANCING SOURCES/USES</b>								
1) Interfund Transfers								
a) Transfers In		8900-8929	1,400,000.00	1,400,000.00	0.00	1,400,000.00	0.00	0.0%
b) Transfers Out		7600-7629	900,000.00	900,000.00	781.91	600,000.00	300,000.00	33.3%
2) Other Sources/Uses								
a) Sources		8930-8979	0.00	0.00	0.00	0.00	0.00	0.0%
b) Uses		7630-7699	0.00	0.00	0.00	0.00	0.00	0.0%
3) Contributions		8980-8999	0.00	0.00	0.00	0.00	0.00	0.0%
4) TOTAL, OTHER FINANCING SOURCES/USES			500,000.00	500,000.00	(781.91)	800,000.00		

2012-13 Second Interim  
General Fund  
Summary - Unrestricted/Restricted  
Revenues, Expenditures, and Changes In Fund Balance

Description	Resource Codes	Object Codes	Original Budget (A)	Board Approved Operating Budget (B)	Actuals To Date (C)	Projected Year Totals (D)	Difference (Col B & D) (E)	% Diff (E/B) (F)
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>			(5,013,989.00)	(5,013,989.00)	4,970,756.04	(1,192,704.00)		
<b>F. FUND BALANCE, RESERVES</b>								
1) Beginning Fund Balance								
a) As of July 1 - Unaudited		9791	19,714,806.09	19,714,806.09		20,276,262.67	561,456.58	2.8%
b) Audit Adjustments		9793	0.00	0.00		0.00	0.00	0.0%
c) As of July 1 - Audited (F1a + F1b)			19,714,806.09	19,714,806.09		20,276,262.67		
d) Other Restatements		9795	0.00	0.00		0.00	0.00	0.0%
e) Adjusted Beginning Balance (F1c + F1d)			19,714,806.09	19,714,806.09		20,276,262.67		
2) Ending Balance, June 30 (E + F1e)			14,700,817.09	14,700,817.09		19,083,558.67		
Components of Ending Fund Balance								
a) Nonspendable								
Revolving Cash		9711	14,000.00	14,000.00		15,000.00		
Stores		9712	60,000.00	60,000.00		60,000.00		
Prepaid Expenditures		9713	0.00	0.00		0.00		
All Others		9719	0.00	0.00		0.00		
b) Restricted								
		9740	3,477,950.84	3,477,950.84		4,204,716.78		
c) Committed								
Stabilization Arrangements		9750	0.00	0.00		0.00		
Other Commitments		9760	0.00	0.00		0.00		
d) Assigned								
Other Assignments		9780	1,108,756.00	1,108,756.00		2,252,157.40		
Additional Board Reserve of 2%	0000	9780	1,108,756.00					
Additional Board Reserve of 2%	0000	9780		1,108,756.00				
Additional Board Reserve of 2%	0000	9780				1,117,468.40		
Restricted Reserve for Schol Site Alloc	0000	9780				75,000.00		
Restricted Reserve for ROP Program	0000	9780				529,689.00		
Restricted Reserve for IMFRP Program	0000	9780				530,000.00		
e) Unassigned/Unappropriated								
Reserve for Economic Uncertainties		9789	1,993,938.00	1,993,938.00		1,676,202.60		
Unassigned/Unappropriated Amount		9790	8,046,172.25	8,046,172.25		10,875,481.89		

# CULVER CITY UNIFIED SCHOOL DISTRICT

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"BUDGET YEAR +2" - With Ongoing RDA Transfer

SUMMARY - UNRESTRICTED/RESTRICTED

AS OF SECOND INTERIM

		2012-13	2013-14	2014-15	2015-16
1	REVENUES				EE -1,200,000
2	REVENUES (INC XFERS IN)	54,680,716	54,357,065	55,127,791	53,927,791
3	EXPENDITURES				S&C... 550,710 Other 299,320
4	EXPENDITURES (+XFERS OUT)	55,873,420	56,672,455	57,607,515	58,457,545
5	BEGINNING BALANCE	20,276,263	19,083,559	16,768,169	14,288,445
6	SURPLUS / DEFICIT	(1,192,704)	(2,315,390)	(2,479,724)	(4,529,754)
7	RESTRICTED \$ CARRYOVER \$	5,414,406	4,758,792	4,870,120	4,200,000
8	UNRESTRICTED ENDING BALANCE	13,669,153	12,009,377	9,418,325	5,558,691
9	STATE 3%	1,676,203	1,700,174	1,728,225	1,753,726
10	BOARD 2%	1,117,468	1,133,449	1,152,150	1,169,151
11	UNCOMMITTED ONE-TIME \$'s:	10,875,482	9,175,754	6,537,949	2,635,814

The District's Measure EE Parcel Tax revenue of \$1.2 million per year will expire in 2015-16. We have included the ongoing annual transfer of \$1.4 from the RDA Fund 40 to the General Fund for operations through fiscal year 2015-16 for now until the future flow is known.

**CULVER CITY UNIFIED SCHOOL DISTRICT  
2012-2013 SECOND INTERIM REPORT**

**SUMMARY OF OTHER FUNDS**

State Report (SACS)	Form 11	Form 12	Form 13	Form 14
Description (SACS)	Adult (11)	Child (12)	Cafeteria (13)	Deferred (14)
Beginning Balance	909,350	1,031,498	464,881	108,645
Revenue/Transfers In	1,126,716	3,973,116	1,993,500	0
Expenditures/Transfers Out	1,668,774	3,993,171	2,312,833	80,484
<b>ENDING BALANCE</b>	<b>\$367,292</b>	<b>\$1,011,443</b>	<b>\$145,548</b>	<b>\$28,161</b>
	Special Purpose	Special Purpose	Special Purpose	Restricted
<b>Revenue Source</b>	State/Fees	State/Fees	State/Fees	State/GF

State Report (SACS)	Form 21	Form 25	Form 40	Form 51
Description (SACS)	Building (21)	Cap. Fac. (25)	Redevelop (40)	Bond Int. Redemption
Beginning Balance	3,333,792	1,920,394	4,019,592	1,769,234
Revenue/Transfers In	30,000	262,000	4,025,000	2,609,451
Expenditures/Transfers Out	3,265,242	1,543,910	3,090,900	2,736,468
<b>ENDING BALANCE</b>	<b>\$98,550</b>	<b>\$638,484</b>	<b>\$4,953,692</b>	<b>\$1,642,217</b>
	Restricted (Measure T)	Restricted (Developers)	Restricted	Restricted
<b>Revenue Source</b>	State/GF	Fees	Agreement	Local