



CSIS California School Information Services

May 22, 2008

Dee Alarcon, County Superintendent
Solano County Office of Education
5100 Business Center Drive
Fairfield, CA - 94534

Dear Superintendent Alarcon:

The purpose of this letter is to confirm the findings of the Fiscal Crisis and Management Assistance Team (FCMAT) regarding a fiscal review completed for the Dixon Unified School District in April and May 2008. As defined in the study agreement, the scope and objectives of the study included the following:

The district has submitted a negative certification for the 2007-08 second interim report to the COE. A negative certification indicates that a district is unable to meet its financial obligations for the remainder of the fiscal year or the subsequent fiscal year. Based on this certification, the COE is exercising its authority pursuant to Education Code 42127.6 and requesting the team to complete a multiyear financial projection of the district's general fund.

The team will utilize FCMAT's Budget Explorer v.3.0 Multiyear Financial Projection software to complete the financial projection using current School Services of California Dartboard variables and local variables and assumptions identified by the district.

A FCMAT consultant reviewed audit reports, unaudited actuals, J-18/19s and other historical financial information pertinent to the study. An independent multiyear projection was developed based on this information using reports run as of March 31, 2008, to develop the base year of 2007-08. All applicable information from the School Services Dartboard of January 2008 was used in developing the independent projection.

Multiyear Financial Projection

FCMAT's Multiyear Financial Projection (MYFP) indicates that the district *will not* be able to maintain its 3% required reserve in 2007-08, 2008-09 or 2009-10 based on the Governor's 2008-09 budget proposal. These projections are based on assumptions listed later in the letter, but do not include negotiation settlements in 2008-09 or 2009-10. Salary increases and/or

FCMAT

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health and benefit increases, as well as any other increased expenditures, would have a significant impact on the ending fund balance. FCMAT's multiyear financial projection demonstrates this by assuming that the district will continue to operate in the same manner with the ongoing costs currently in place unless the board has specifically approved budget reductions, which are included in the projection. Ongoing costs include the costs of step-and-column adjustments, utilities and other ongoing expenditures such as encroachment from special education and transportation. The Governor's 2008-09 budget proposal includes severe cuts to education, and these have been included in the multiyear projection. As the state budget continues to be revised, the district will need to continue to update its financial projections.

The district has faced serious fiscal uncertainty in recent years. In the last two years, the general fund unrestricted fund balance has been negative. However, the district has taken significant steps to take control of these problems in the past few months. At the time of FCMAT's review, the Governing Board had approved more than \$1.3 million in budget reductions, with other potential reductions still being discussed. The budget reductions approved at the time of FCMAT's review are included in the numbers shown in the table below in year 2008-09 and in the projection details later in this letter. Additional budget reductions will need to be considered by the district as they are finalized and approved by the board.

Although the Solano County Superintendent of Schools has functioned as the Dixon Unified School District's acting superintendent until recently, the district has hired a new Superintendent. The Chief Business Official position is temporarily filled by the county office's Assistant Superintendent.

The following table shows that the district will need to develop a recovery plan that includes budget reductions and/or revenue enhancements to maintain the 3% required reserve for the current and two subsequent fiscal years. In addition to the \$1.3 million in reductions that have been board approved, approximately \$1,104,453 in additional reductions or revenue enhancements will be necessary in 2008-09 and \$821,821 in 2009-10, barring any other changes to the state budget and/or budget assumptions used by FCMAT.

Multiyear Financial Projection Summary - Unrestricted General Fund

Description	Base Year, 2007-08	Year 1, 2008-09	Year 2, 2009-10
Total Revenues	24,638,124	23,898,395	24,494,242
Total Expenditures	21,002,937	19,931,703	20,263,363
Excess (Deficiency)	3,635,187	3,966,692	4,230,879
Total Other Sources/Uses	-3,880,791	-3,858,312	-3,935,662
Net Increase/Decrease	-245,604	108,379	295,217
Beginning Balance	-89,207	-334,810	-226,431
Ending Balance	-334,810	-226,431	68,786
3% Reserve	921,538	878,023	890,607
Negative Shortfall	-1,256,348	-1,104,453	-821,821

2007-08 Budget Review and Multiyear Financial Projection

A historical analysis of enrollment to P-2 attendance was developed, and birth rates were collected to prepare an enrollment and ADA forecast for two subsequent years in the MYP. This analysis indicates that the district will experience a continuing enrollment decline in subsequent years.

California school districts and county offices use many different methods and software products to prepare multiyear financial projections. The projections for the general fund, which are attached to this letter, were prepared using FCMAT's Budget Explorer Multiyear Projection software, a Web-based forecasting tool that is available at no cost to all California school districts. The district's 2007-08 March 31 second interim data was used for the projection's 2007-08 base budget. FCMAT also utilized a spreadsheet for account expenditures and other trends from prior years. The information in both applications was then reconciled to forecast the 2008-09 and 2009-10 fiscal years based on trends and known assumptions.

Any forecast of financial data has limitations because forecasts are based on certain criteria and assumptions rather than on exact calculations. These limitations include issues such as accuracy of baseline data, unpredictable timing of negotiations, enrollment trends and changing economic conditions at the state, federal and local levels. Therefore, the budget forecasting model should be evaluated as a trend based on certain criteria and assumptions rather than a prediction of exact numbers. To maintain the most accurate and meaningful data, the projection should be updated throughout the year, including at least at each interim financial reporting period and before settling negotiations.

To evaluate the multiyear projection, much attention is focused on the bottom line, which demonstrates the district's undesignated, unappropriated fund balance. If the bottom line demonstrates a positive unappropriated fund balance, this amount may be used by the Governing Board and/or Superintendent to improve educational programs, increase employee compensation or spend in other categories. However, if the unappropriated fund balance is negative, the budget must be adjusted by the amount of the deficit spending to sustain the recommended reserve levels under AB 1200 guidelines.

The projection must be viewed comprehensively, and the district must determine what compounding effects using any or all of the unappropriated fund balance will have on the projection in the current and future years. The unappropriated balance and the corresponding compounded effect can be clearly determined as the years proceed.

Although the projection indicates that the district will not be able to meet its financial obligations in either subsequent year as a result of the state budget proposal, the proposal will change in May and again when the final state budget is passed. As that proposal continues to be developed and further revised, the district will need to continue to prepare updated projections. At this time, it is best to assume that severe cuts will occur so that the district can plan for the worst instead of being overly optimistic.

Two major issues make planning for the budget and two subsequent years more difficult. First, the estimated 6.5% reduction in categorical programs for 2008-09 will cause the district to lose funds that currently pay for permanent staff. If these positions are not reduced in affected categorical programs, encroachment will either increase or begin in additional programs. Another alternative is moving some of these positions to unrestricted funding, causing additional deficits in unrestricted funds. Secondly, the state will delay revenue limit payments to districts from July 2008 to September 2008. This delay will cause cash flow problems and the need to borrow dollars to pay expenditures through July and August. Options for borrowing include the following:

- Internal borrowing between funds as authorized by Education Code Section 42603, which allows local education agencies (LEAs) to temporarily borrow between funds to address cash flow shortages. This is the most common method utilized by school districts, but it is possible only when cash is available in other funds to borrow. Specific limitations are associated with this type of borrowing regarding amount and timing of repayment.
- External borrowing from the county office as authorized under Education Code Sections 42621 and 42622. This option depends on the county office's willingness and ability to provide funds for this purpose.
- External borrowing from the County Treasurer, which is authorized by Education Code Section 42620. Under Article XVI, Section 6 of the California Constitution, the County Treasurer must provide funds to an LEA that is unable to meet its obligations. However, the County Treasurer cannot lend districts money after the last Monday in April of the current fiscal year, so this option is no longer available. If this option were available, the district would have to follow additional requirements that are not listed here.
- Tax and Revenue Anticipation Notes (TRANs), which are another form of external borrowing. The LEA must determine its cash flow needs to determine the size of the TRANs appropriately since there are arbitrage penalties. Working with the district's outside financial consultant can help avoid potential problems.

FCMAT reviewed the district's records, had several discussions with the county office staff members and examined financial reports to gather the information needed for the multiyear financial projection. The review included a summary assessment of the district's 2004-05, 2005-06 and 2006-07 unaudited actuals, 2007-08 adopted budget, and the 2007-08 second interim budget information. Also included was a fiscal analysis of the projected revenues, expenditures, transfers and components of the general fund ending fund balance. FCMAT's multiyear analysis base year utilizes the district's second interim March 31 data as information. FCMAT reviewed the district's various budget assumptions to validate the 2007-08 adopted budget and interim reports, including multiyear financial projections for the two subsequent years. This was to confirm the 2007-08 budget data that FCMAT would use for the base year to project the two subsequent years.

Based on analysis and forecasting, the specific changes that FCMAT made to the district's 2007-08 budget included the following:

- The revenue limit increased by more than \$200,000. FCMAT's projection uses prior-year average daily attendance (ADA) since the district is in declining enrollment and also includes the ADA of special education students educated by the county office.
- Expenditure budgets (supply and services budgets) in the restricted programs were reduced based on actual usage, while the district's data assumes that the entire budgeted amount will be spent by year end.
- The transfer from the routine repair and maintenance program to the deferred maintenance fund was increased from \$86,000 to \$142,000 based on updated calculations. The offset of the increase is found by reducing the 5600 object in the routine repair and maintenance account and does not affect the ending fund balance.
- In Medi-Cal Billing Option Resource, a negative contribution of \$15,807 was removed since the reasoning was unclear, and the transfer seemed unnecessary.
- An expenditure of \$15,000 was added for state special schools since these expenditures have occurred in the past although none were budgeted by the district in 2007-08.
- The transfer from the capital facility fund to the general fund was reduced to 3% of collected revenues, which is what the law allows. The district had budgeted \$194,427 for this transfer, but this is considerably more than the allowable 3%. FCMAT reduced the transfer to \$13,980. FCMAT reviewed information that indicates the larger amount is based on the district not transferring the allowable amount in past years. FCMAT recommends obtaining the independent auditor's approval on the increased transfer before closing the 2007-08 financial records since adjusting for prior year allowances is not always permissible.

• FCMAT's budget assumptions depict conservative economic factors and estimates as outlined by School Services of California in the Financial Dartboard produced in January 2008 after the Governor's 2008-09 budget proposal. The 0.5 deficit on the 2007-08 revenue limit was excluded based on updated information since that Dartboard was released.

The district Governing Board has approved budget cuts of approximately \$1.3 million in the 2008-09 fiscal year, which FCMAT has included in the multiyear projection. The board is to be commended for taking action on these adjustments since prompt decisions can lead to greater savings in the out years. The board is continuing to approve additional reductions, which is critical.

The following is a summary of the district's unrestricted general fund in the current and two subsequent years based on FCMAT's adjustments to the 2007-08 second interim budget and the projection of subsequent years, including board approved budget cuts at the time of FCMAT's review.

**General Fund/County School Service Fund
 Unrestricted Resources Only
 Revenues, Expenditures, and Changes in the Fund Balance**

Name	Object Code	Base Year 2007 - 08	Year 1 2008 - 09	Year 2 2009 - 10
Revenues				
Revenue Limit Sources	8010 - 8099	\$20,986,505.16	\$20,357,530.47	\$20,906,907.49
Federal Revenues	8100 - 8299	\$0.00	\$0.00	\$0.00
Other State Revenues	8300 - 8599	\$2,141,908.00	\$2,026,725.04	\$2,067,799.16
Other Local Revenues	8600 - 8799	\$1,509,711.00	\$1,514,139.00	\$1,519,535.54
Total Revenues		\$24,638,124.16	\$23,898,394.51	\$24,494,242.19
Expenditures				
Certificated Salaries	1000 - 1999	\$12,997,192.00	\$12,728,105.87	\$12,919,028.12
Classified Salaries	2000 - 2999	\$2,325,183.00	\$1,917,732.74	\$1,946,498.65
Employee Benefits	3000 - 3999	\$3,689,612.00	\$3,279,959.42	\$3,337,721.64
Books and Supplies	4000 - 4999	\$615,980.00	\$529,662.53	\$543,641.22
Services and Other Operating Expenditures	5000 - 5999	\$1,671,722.00	\$1,710,638.47	\$1,751,198.63
Capital Outlay	6000 - 6900	\$20,397.00	\$20,397.00	\$20,397.00
Other Outgo	7000 - 7299	\$15,000.00	\$15,741.00	\$16,213.23
Direct Support/Indirect Cost	7300 - 7399	(\$401,812.30)	(\$340,196.67)	(\$340,998.11)
Debt Service	7430 - 7439	\$69,663.00	\$69,663.00	\$69,663.00
Total Expenditures		\$21,002,936.70	\$19,931,703.36	\$20,263,363.38
Excess (Deficiency) of Revenues Over Expenditures		\$3,635,187.46	\$3,966,691.15	\$4,230,878.81
Other Financing Sources/Uses				
Interfund Transfers In	8910 - 8929	\$0.00	\$0.00	\$0.00
Interfund Transfers Out	7600 - 7629	\$119,392.00	\$119,392.00	\$119,392.00
All Other Financing Sources	8930 - 8979	\$0.00	\$0.00	\$0.00
All Other Financing Uses	7630 - 7699	\$0.00	\$0.00	\$0.00
Contributions	8980 - 8999	(\$3,761,399.35)	(\$3,738,920.16)	(\$3,816,270.08)
Total Other Financing Sources/Uses		(\$3,880,791.35)	(\$3,858,312.16)	(\$3,935,662.08)
Net Increase (Decrease) in Fund Balance		(\$245,603.89)	\$108,378.99	\$295,216.73
Fund Balance				
Beginning Fund Balance	9791	(\$89,206.51)	(\$334,810.40)	(\$226,431.41)
Audit Adjustments	9793	\$0.00	\$0.00	\$0.00
Other Restatements	9795	\$0.00	\$0.00	\$0.00
Adjusted Beginning Fund Balance		(\$89,206.51)	(\$334,810.40)	(\$226,431.41)
Ending Fund Balance		(\$334,810.40)	(\$226,431.41)	\$68,785.32
Components of Ending Fund Balance				
Reserved Balances	9700	\$0.00	\$0.00	\$0.00
Revolving Cash	9711	\$0.00	\$0.00	\$0.00
Stores	9712	\$0.00	\$0.00	\$0.00
Prepaid Expenditures	9713	\$0.00	\$0.00	\$0.00
Other Prepay	9719	\$0.00	\$0.00	\$0.00
General Reserve	9730	\$0.00	\$0.00	\$0.00
Legally Restricted Balance	9740 - 9759	\$0.00	\$0.00	\$0.00
Economic Uncertainties Percentage		3.00%	3.00%	3.00%
Designated for Economic Uncertainties	9770	\$921,537.54	\$878,023.08	\$890,607.12
Designated for the Unrealized Gains of Investments and Cash in County Treasury	9775	\$0.00	\$0.00	\$0.00
Other Designated	9780	\$0.00	\$0.00	\$0.00
Undesignated/Unappropriated	9790	\$0.00	\$0.00	\$0.00
Negative Shortfall	9790	(\$1,256,347.94)	(\$1,104,454.49)	(\$821,821.80)

The district is projected to make a yearly contribution to the following restricted resources in the current and subsequent years: special education, transportation, ROC/P, School Safety and Violence Prevention Program, and the required 3% contribution to the ongoing and major maintenance program.

The following resources also encroach in future years because of the rising cost of salaries and associated benefits in those future years: parent/teacher involvement, art, music and physical education, CAHSEE Intensive Instruction, California Peer Assistance and Review, and teacher credentialing. Although these resources do not encroach in 2007-08, the cost of salaries and benefits increase each year, and revenue decreases both because of declining enrollment and the deficit applied by the State to these programs. If other budget categories such as books and supplies cannot be decreased, services/other operating expense and encroachment will occur unless these categorical positions are eliminated or charged elsewhere.

Additional Areas to Monitor

- The district's unrestricted salaries and benefits percentage of total unrestricted expenditures was 2.11% above the statewide average in 2004-05 and 1.05% above the statewide average in 2005-06. The district should review the 2006-07 data when it becomes available.
- Transfers out from the unrestricted general fund to other funds are not balanced since other funds reflect a higher amount transferred in (\$146,034) than the amount the general fund indicates is being transferred out (\$119,392). The district should review this area and ensure the transfers are balanced. If the current amounts for transfers in to other funds are correct, this will negatively affect the general fund ending fund balance.
- General ledger clean-up issues could affect the fund balance if the amounts are not received and/or were not set up correctly in the prior fiscal year. General ledger reconciliation and clearing should normally occur by first interim reporting period, but no later than second, although the district's delay is understandable since few staff positions have been filled. Outstanding amounts in the following funds should be cleared as soon as possible so that any impact on fund balance can be realized:
 - Child development – deferred revenue
 - Deferred maintenance – accounts receivable
- The district has outstanding audit findings related to the continuation program from 2005-06 and 2006-07. These findings have been appealed. If the district is required to pay either of these penalties, the ending fund balance would be decreased by approximately \$300,000 a year. As the district works with the state to resolve these issues, it must be diligent in recognizing the liability once final determination has been made.
- The district does not maximize its use of categorical funding based on large carryover balances from previous years. Whenever possible, restricted funds should be spent in the year earned and on the students generating the revenue. In addition, categorical funds

must be integrated with the budget development process and monitored and used to the full extent. Categorical funds are meant to be expended in the same year the funds are generated unless carryover is planned for large future purchases. These types of exceptions should be approved by the Governing Board and Superintendent so that it is understood that saving restricted dollars is the exception rather than the rule. An example is carrying over funds for instructional materials purchases since it often takes years of savings to purchase a new state adoption.

- In this time of state fiscal crisis, it is crucial to analyze each categorically funded program for the current and two subsequent years. The proposed negative cost-of-living adjustment on state categorical programs that currently sustain salaries and benefits may leave the programs without sufficient funding for personnel in the future. It is important to ensure that categorical restricted resources and other funds are self-supporting to limit general fund contributions. They should pay for general fund overhead expenses such as direct support, indirect costs, PERS revenue limit reduction, post-retirement benefits and all other costs. The flexibility transfers from categorical dollars should be maximized, including mega-item, AB 825 and federal transfers.

The FCMAT study team would like to thank you and the employees interviewed for their cooperation and assistance in this review. If you have questions or require additional information about any of these issues, please do not hesitate to contact me at (415) 987-3104.

Sincerely,

Michelle Plumbtree
Chief Management Analyst

C: Lettie Allen, Assistant Superintendent, Business and Administrative Services
Linda Grundhoffer, FCMAT Consultant

Projection Rules

Rule	Description	Base Year 2007 - 08	Year 1 2008 - 09	Year 2 2009 - 10	Note
CertCOLA	Certificated COLA %	0.00%	0.00%	0.00%	
ClassCOLA	Classified COLA %	0.00%	0.00%	0.00%	
CertColumn%	Certificated Staff Column Increase %	0.00%	0.00%	0.00%	
CertStep%	Certificated Staff Step Increase %	0.00%	1.50%	1.50%	
ClasStep%	Classified Staff Step Increase %	0.00%	1.50%	1.50%	
CPI	California CPI (SSC)	3.20%	2.70%	2.50%	(1)
LOT-Res	California Lottery Restricted (SSC)	\$0.00	\$0.00	\$0.00	(2)
LOT-Unr	California Lottery Unrestricted (SSC)	\$0.00	\$0.00	\$0.00	(3)
INT	Interest Rate Trend for 10 Year Treasuries (SSC)	4.20%	4.10%	4.80%	(4)
NetCOLA	Net Funded Revenue Limit COLA (SSC)	4.53%	4.94%	3.00%	(5)
RLDef	Revenue Limit Deficit: K-12 (SSC)	0.00%	6.99%	6.99%	(6)
SpEdDef	Special Education Base Deficit (SSC)	4.53%	-6.50%	3.00%	(7)
CatCOLA	State Categorical COLA (SSC)	4.53%	-6.50%	3.00%	(8)
StCOLA	Statutory COLA (SSC)	4.53%	4.94%	3.00%	(9)
HW%	Health & Welfare Benefit Increase	0.00%	2.00%	2.00%	
CustAmt	Custom Amount	\$0.00	\$0.00	\$0.00	
Cust%	Custom Percent	0.00%	0.00%	0.00%	
Cust1Amt	Custom One Time Amount	\$0.00	\$0.00	\$0.00	
Cust1%	Custom One Time Percent	0.00%	0.00%	0.00%	
ManInput	Manual Input	\$0.00	\$0.00	\$0.00	
PRO	Proportional	0.00%	0.00%	0.00%	
Zap	Zero Out	\$0.00	\$0.00	\$0.00	
Enr	Year-to-Year Change in Enrollment	-0.13%	-0.53%	-0.28%	
RL-ADA	Year-to-Year Change in RL ADA	0.00%	-0.15%	-0.28%	
TchrStfg	Year-to-Year Change in Teacher Staffing	0.00%	0.00%	0.00%	
SalFrcstr	Salary Forecaster	\$0.00	\$0.00	\$0.00	
P2ADA	P2-ADA/ PRIOR YEAR ANNUAL ESTIMATE	0.00	3,738.24	3,732.50	
BasicGrant	Title I Part A (Resource 3010)	0.00%	3.20%	0.00%	(10)
SpecEduc	Special Education (Resource 3310)	0.00%	1.40%	0.00%	(11)
TeachQual	Title II Part A (Resource 4035)	0.00%	0.70%	0.00%	(13)
RLDefCOE	County Office Revenue Limit Deficit	0.00%	0.00%	0.00%	(12)
EnEducTech	Title II Part D (Resource 4045)	0.00%	-6.90%	0.00%	(14)
LangAcqu	Title III Language (Resource 4203)	0.00%	4.70%	0.00%	(15)
SafeDrugFree	Title V Safe and Drug (Resource 3710)	0.00%	-15.40%	0.00%	(16)
InnProg	Title V Part A (Resource 4110)	0.00%	-100.00%	0.00%	(17)
21CLC (IV)	Title V now IV Part B (Resource 4124)	0.00%	3.40%	0.00%	(18)
ReadFirst	Title I Part B (Resource 3030)	0.00%	-64.30%	0.00%	(19)
EvenStart	Title I Part B, Even Start (Resource 3105)	0.00%	-24.10%	0.00%	(20)
CTechEdGrant	Career and Technical Ed Grants	0.00%	-2.60%	0.00%	(21)
SSC CSR	SSC-CSR/ SSC CSR	\$0.00	\$0.00	\$0.00	
K3 CSR	K3-CSR/ K3 CSR	\$0.00	\$0.00	\$0.00	
AutoBal	Autobalance Rule	\$0.00	\$0.00	\$0.00	(22)
FedCOLA	Federal COLA	0.00%	0.00%	0.00%	(23)
IndirectRate	Indirect Rate	0.00%	0.00%	0.00%	(24)

- (1) California CPI
- (2) The forecast for Lottery funding per ADA includes only the amount restricted by Proposition 20 (2000) for instructional materials. Lottery funding is based on prior year annual ADA times the statewide average excused absence factor of 1.04446.
- (3) The forecast for Lottery funding per ADA includes only the base (unrestricted) funding. Lottery funding is based on prior year annual ADA times the statewide average excused absence factor of 1.04446.
- (4) Interest Rate for 10-year Treasuries
- (5) Net Funded Revenue Limit Change
- (6) Revenue Limit Deficits K-12
- (7) Special Education Base Deficit
- (8) State Categorical COLA (including adult ed, ROC/P)
- (9) Statutory COLA (use for K-12 and COE Revenue Limits and Special Education)
- (10) Title I, Part A (Basic Grant) Resource 3010
- (11) Special Education Resource 3310
- (13) Title II, Part A (Teacher Quality)
- (12) County Office Revenue Limit Deficit
- (14) Title II, Part D (Enhancing Education through Technology) Resource 4045
- (15) Title III (Language Acquisition) Resource 4203
- (16) Title IV (Safe and Drug Free Schools) Resource 3710
- (17) Title V, Part A (Innovative Programs) Resource 4110

Projection Rules

Rule	Description	Base Year 2007 - 08	Year 1 2008 - 09	Year 2 2009 - 10	Note
(18)	Title IV Part B (21st Century Learning Centers) Resource 4124				
(19)	Title I, Part B, Subpart 1 (Reading First) Resource 3030				
(20)	Title I, Part B, Subpart 3 (Even Start) Resource 3105				
(21)	Career and Technical Ed Grants				
(22)	Autobalance Rule				
(23)	Federal COLA				
(24)	Indirect Rate				

DRAFT

Enrollment, P2ADA & Enrollment Factors

Enrollment	Historical 5 2002 - 03	Historical 4 2003 - 04	Historical 3 2004 - 05	Historical 2 2005 - 06	Historical 1 2006 - 07	Base Year 2007 - 08	Year 1 2008 - 09	Year 2 2009 - 10
K	304	270	291	262	274	245	251	244
1	301	295	282	317	273	286	255	261
2	297	293	296	277	291	286	286	255
3	301	294	290	295	272	284	282	291
4	298	285	307	308	293	275	284	282
5	319	299	298	326	304	297	277	286
Subtotal (K - 5)	1820	1736	1764	1785	1707	1673	1635	1619
6	291	326	301	308	333	311	302	282
7	313	307	349	316	310	350	323	317
8	325	313	313	345	321	311	352	325
Subtotal (6 - 8)	929	946	963	969	964	972	977	924
9	295	333	319	328	346	334	322	363
10	310	299	336	329	320	361	346	334
11	310	294	295	314	327	315	359	344
12	287	321	300	285	326	330	325	369
Subtotal (9 - 12)	1202	1247	1250	1256	1319	1340	1352	1410
Ungraded Elementary	0	0	0	0	0	0	0	0
Ungraded Secondary	0	0	0	0	0	0	0	0
Subtotal Excluding Charter Schools	3951	3929	3977	4010	3990	3985	3964	3953
Charter Schools (to calculate in-lieu property taxes)	0	0	0	40	98	142	142	142
Total	3951	3929	3977	4050	4088	4127	4106	4095

P2ADA	Historical 5 2002 - 03	Historical 4 2003 - 04	Historical 3 2004 - 05	Historical 2 2005 - 06	Historical 1 2006 - 07	Base Year 2007 - 08	Year 1 2008 - 09	Year 2 2009 - 10
Excluding Charter Schools	0.00	0.00	3752.50	3749.80	3791.00	3738.24	3732.50	3722.14
Charter Schools (to calculate in-lieu property taxes)	0.00	0.00	0.00	31.77	82.87	123.26	120.46	120.46
COE CommSchs/SpEd	0.00	0.00	39.42	31.95	30.06	30.06	30.06	30.06
Total	0.00	0.00	3791.92	3813.52	3903.93	3891.56	3883.02	3872.66

Enrollment Factors	Historical 5 2002 - 03	Historical 4 2003 - 04	Historical 3 2004 - 05	Historical 2 2005 - 06	Historical 1 2006 - 07	Base Year 2007 - 08	Year 1 2008 - 09	Year 2 2009 - 10
Excluding Charter Schools	0.0000	0.0000	0.9436	0.9351	0.9501	0.9381	0.9416	0.9416
Charter Schools (to calculate in-lieu property taxes)	0.0000	0.0000	0.0000	0.7943	0.8456	0.8680	0.8483	0.8483

Revenue Limit

Description	Base Year 2007 - 08	Rules	Year 1 2008 - 09	Year 2 2009 - 10	Note
1. Base Revenue Limit Per ADA					
1.a. State Avg Base RL Per ADA (Prior Year)	\$5,568.00		\$5,820.00	\$6,108.00	
1.b. Base RL per ADA (Prior Year)	\$5,519.85		\$5,771.85	\$6,059.85	
2. Inflation Increase	\$252		\$288	\$183	
3. All Other Adjustments	\$0.00		\$0.00	\$0.00	
4. Current Base Revenue Limit Per ADA	\$5,771.85		\$6,059.85	\$6,242.85	
Revenue Limit Subject To Deficit					
5. Base Revenue Limit					
5.a. Base Revenue Limit Per ADA (Line 4)	\$5,771.85		\$6,059.85	\$6,242.85	
5.b. Prior Year P2 ADA	3,791.00		3,738.24	3,732.50	
5.b.i. Prior Yr. ADA Adjustment	0.00		0.00	0.00	
5.b.ii. Net Prior Yr. Revenue Limit ADA	3,791.00		3,738.24	3,732.50	
5.c. Current Yr. RL ADA (excluding Charter ADA)	3,738.24		3,732.50	3,722.14	
5.d. ADA Used for Revenue Limit (before adjustments)	\$3,791.00		\$3,738.24	\$3,732.50	
5.d.i. Current Yr. Charter Schl. ADA	\$123.26		\$120.46	\$120.46	
5.d.ii. Deduct: Necessary Small Schools ADA	\$0.00		\$0.00	\$0.00	
5.d.iii. COE CommSchs/SpEd	\$30.06		\$30.06	\$30.06	
5.e. ADA used for Revenue Limit	3,821.06		3,768.30	3,762.56	
5.f. Total Base Revenue Limit	\$22,054,585.16		\$22,835,332.76	\$23,489,097.70	
6. Allowance for Necessary Small Schools	\$0.00		\$0.00	\$0.00	
7. Gain or Loss from Interdistrict Attendance Agreements	\$0.00		\$0.00	\$0.00	
8. Meals for Needy Pupils	\$0.00		\$0.00	\$0.00	
9. Other Revenue Limit Adjustments	\$0.00		\$0.00	\$0.00	
10. Beginning Teacher Salary	\$129,931.00		\$129,931.00	\$129,931.00	
11. Less: Class Size Penalties Adjustment	\$0.00		\$0.00	\$0.00	
12. Total Before Deficit	\$22,184,516.16		\$22,965,263.76	\$23,619,028.70	
Deficit Calculation					
13. Revenue Limit Deficit:	0.000000%		6.990000%	6.990000%	
13.a. Loss to Deficit	\$0.00		\$1,605,271.94	\$1,650,970.11	
14. SubTotal, After Deficit	\$22,184,516.16		\$21,359,991.82	\$21,968,058.59	
Other Revenue Limit Items Net of Any Deficit					
15. Unemployment Insurance Revenue	\$8,256.00		\$8,256.00	\$8,256.00	
16. Continuation High School Revenue	\$0.00		\$0.00	\$0.00	
17. Less: Longer Day/year Penalty	\$0.00		\$0.00	\$0.00	
18. Less: Excess ROC/P Reserves Adjustment	\$0.00		\$0.00	\$0.00	
19. Less: PERS Reduction	\$92,558.00	(1)	\$99,027.80	\$105,949.84	
20. PERS Safety Adjustment	\$0.00		\$0.00	\$0.00	
21. Total, Other Revenue Limit Items Net of any Deficit	(\$84,302.00)		(\$90,771.80)	(\$97,693.84)	
22. Total, Revenue Limit	\$22,100,214.16		\$21,269,220.02	\$21,870,364.75	
Revenue Limit Local Sources					
23. Property Taxes	\$6,346,279.00		\$6,346,279.00	\$6,346,279.00	
24. Miscellaneous Taxes	\$0.00		\$0.00	\$0.00	
25. Community Redevelopment Funds	\$0.00		\$0.00	\$0.00	
26. Less: Charter Schools In-lieu Taxes	(\$213,735.00)		(\$198,411.81)	(\$198,946.74)	
27. Total, Revenue Limit - Local Sources	\$6,132,544.00		\$6,147,867.19	\$6,147,332.26	
28. Charter School General Purpose Block Grant Offset (Unified Districts Only)	\$0.00		\$0.00	\$0.00	
29. State Aid Portion of Revenue Limit	\$15,967,670.16		\$15,121,352.83	\$15,723,032.49	
Basic Aid Status					
30. Funding Model Used: ("Basic Aid" or "Revenue Limit")	Revenue Limit		Revenue Limit	Revenue Limit	
31. Educational Revenue Augmentation Fund Allocation (ERAF)	\$0.00		\$0.00	\$0.00	
32. Total Basic Aid Funding Received	N/A		N/A	N/A	
Other Items					
33. Less: County Office Funds Transfer	\$171,093.00		\$171,093.00	\$171,093.00	
34. All Other Adjustments	\$0.00		\$0.00	\$0.00	
35. Total, Other Items	(\$171,093.00)		(\$171,093.00)	(\$171,093.00)	
36. Total State Aid Portion of Revenue Limit	\$15,796,577.16		\$14,950,259.83	\$15,551,939.49	
Reconciliation to SACS Form 01					
37. Total State Aid Portion of Revenue Limit (Line 36)	\$15,796,577.16		\$14,950,259.83	\$15,551,939.49	
38. Total, Revenue Limit - Local Sources	\$6,132,544.00		\$6,147,867.19	\$6,147,332.26	
39. Total Combined Revenue Limit	\$21,929,121.16		\$21,098,127.02	\$21,699,271.75	
Revenue Limit Transfers					
40. Restricted Revenue Limit	\$784,769.00	(2)	\$839,624.35	\$898,314.10	

Revenue Limit

Description	Base Year 2007 - 08	Rules	Year 1 2008 - 09	Year 2 2009 - 10	Note
Reconciliation of Total Revenue Limit Sources					
41. Revenue Limit State Aid - Prior Year	(\$250,405.00)		\$0.00	\$0.00	
42. PERS Revenue Limit Reduction (Line 19)	\$92,558.00		\$99,027.80	\$105,949.84	
43. Total Unrestricted Revenue Limit Sources	\$20,986,505.16		\$20,357,530.47	\$20,906,907.49	
OTHER NON REVENUE LIMIT ITEMS					
44. Core Academic Program	\$88,065.00		\$88,065.00	\$88,065.00	
45. California High School Exit Exam	\$105,011.00		\$105,011.00	\$105,011.00	
46. Pupil Promotion and Retention, and Low STAR Score Program	\$20,672.00		\$20,672.00	\$20,672.00	
47. Apprenticeship Funding	\$0.00		\$0.00	\$0.00	
48. Community Day School Additional Funding	\$36,662.00		\$36,662.00	\$36,662.00	
49. Other State Apportionments-Current Year	\$0.00		\$0.00	\$0.00	
50. Total Other Non Revenue Limit Items	\$250,410.00		\$250,410.00	\$250,410.00	

Rules:

- (1) Rules applied: RLDef
- (2) Rules applied: ManInput

DRAFT

**General Fund/County School Service Fund
 Unrestricted and Restricted Resources
 Revenues, Expenditures, and Changes in the Fund Balance**

Name	Object Code	Base Year 2007 - 08	Year 1 2008 - 09	Year 2 2009 - 10
Revenues				
Revenue Limit Sources	8010 - 8099	\$21,771,274.16	\$21,197,154.82	\$21,805,221.59
Federal Revenues	8100 - 8299	\$1,119,145.00	\$1,110,369.20	\$1,099,469.55
Other State Revenues	8300 - 8599	\$4,783,002.00	\$4,499,393.33	\$4,611,776.88
Other Local Revenues	8600 - 8799	\$2,663,240.95	\$2,667,668.95	\$2,673,065.49
Total Revenues		\$30,336,662.11	\$29,474,586.30	\$30,189,533.51
Expenditures				
Certificated Salaries	1000 - 1999	\$15,796,048.00	\$15,568,944.72	\$15,802,479.51
Classified Salaries	2000 - 2999	\$4,068,452.00	\$3,687,150.78	\$3,742,457.94
Employee Benefits	3000 - 3999	\$4,863,188.00	\$4,473,573.39	\$4,551,727.13
Books and Supplies	4000 - 4999	\$2,025,969.00	\$1,543,075.34	\$1,534,190.54
Services and Other Operating Expenditures	5000 - 5999	\$3,390,313.00	\$3,418,359.89	\$3,477,908.95
Capital Outlay	6000 - 6900	\$38,693.00	\$20,397.00	\$20,397.00
Other Outgo	7000 - 7299	\$290,000.00	\$304,326.00	\$313,455.78
Direct Support/Indirect Cost	7300 - 7399	(\$113,074.00)	(\$113,074.00)	(\$113,074.00)
Debt Service	7430 - 7439	\$69,663.00	\$69,663.00	\$69,663.00
Total Expenditures		\$30,429,252.00	\$28,972,416.12	\$29,399,205.85
Excess (Deficiency) of Revenues Over Expenditures		(\$92,589.89)	\$502,170.18	\$790,327.66
Other Financing Sources/Uses				
Interfund Transfers In	8910 - 8929	\$0.00	\$0.00	\$0.00
Interfund Transfers Out	7600 - 7629	\$288,666.00	\$295,020.00	\$287,698.00
All Other Financing Sources	8930 - 8979	\$0.00	\$0.00	\$0.00
All Other Financing Uses	7630 - 7699	\$0.00	\$0.00	\$0.00
Contributions	8980 - 8999	\$0.00	\$0.00	\$0.00
Total Other Financing Sources/Uses		(\$288,666.00)	(\$295,020.00)	(\$287,698.00)
Net Increase (Decrease) in Fund Balance		(\$381,255.89)	\$207,150.18	\$502,629.66
Fund Balance				
Beginning Fund Balance	9791	\$1,016,769.36	\$635,513.47	\$842,663.65
Audit Adjustments	9793	\$0.00	\$0.00	\$0.00
Other Restatements	9795	\$0.00	\$0.00	\$0.00
Adjusted Beginning Fund Balance		\$1,016,769.36	\$635,513.47	\$842,663.65
Ending Fund Balance		\$635,513.47	\$842,663.65	\$1,345,293.31
Components of Ending Fund Balance				
Reserved Balances	9700	\$0.00	\$0.00	\$0.00
Revolving Cash	9711	\$0.00	\$0.00	\$0.00
Stores	9712	\$0.00	\$0.00	\$0.00
Prepaid Expenditures	9713	\$0.00	\$0.00	\$0.00
Other Prepay	9719	\$0.00	\$0.00	\$0.00
General Reserve	9730	\$0.00	\$0.00	\$0.00
Legally Restricted Balance	9740 - 9759	\$970,323.87	\$1,069,095.06	\$1,276,507.99
Economic Uncertainties Percentage		3.00%	3.00%	3.00%
Designated for Economic Uncertainties	9770	\$921,537.54	\$878,023.08	\$890,607.12
Designated for the Unrealized Gains of Investments and Cash in County Treasury	9775	\$0.00	\$0.00	\$0.00
Other Designated	9780	\$0.00	\$0.00	\$0.00
Undesignated/Unappropriated	9790	\$0.00	\$0.00	\$0.00
Negative Shortfall	9790	(\$1,256,347.94)	(\$1,104,454.49)	(\$821,821.80)

Source	Note
Resource: 0000 - Unrestricted Object: 8047 - Community Redevelopment Funds	Added From Revenue Limit Screen
Resource: 3310 - Special Ed: IDEA Basic Local Assistance Entitlement, Part B, Sec 611 (formerly P Object: 8980-8999 - Contributions	Increased to cover encroachment
Resource: 3315 - Special Ed: IDEA Preschool Grants, Part B, Sec 619 Object: 8980-8999 - Contributions	Increased to cover encroachment
Resource: 3550 - Vocational Programs: Voc & Appl Tech Secondary II C, Sec 131 (Carl Perkins Act) Object: 4000-4999 - Books and Supplies	Changed to prevent encroachment
Resource: 3550 - Vocational Programs: Voc & Appl Tech Secondary II C, Sec 131 (Carl Perkins Act) Object: 5000-5999 - Services and Other Operating Expenditures	Changed to prevent encroachment
Resource: 3710 - NCLB: Title IV, Part A, Drug Free Schools Object: 5000-5999 - Services and Other Operating Expenditures	No CPI applied to prevent encroachment
Resource: 4203 - NCLB: Title III, Limited English Proficiency (LEP) Student Program	Removed CPI to prevent encroachment

Object: 4000-4999 - Books and Supplies	
Resource: 4203 - NCLB: Title III, Limited English Proficiency (LEP) Student Program Object: 5000-5999 - Services and Other Operating Expenditures	Removed CPI to prevent encroachment
Resource: 5640 - Medi-Cal Billing Option Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 5640 - Medi-Cal Billing Option Object: 8980-8999 - Contributions	Removed (15,807) transfer in 07-08
Resource: 5640 - Medi-Cal Billing Option Object: 5000-5999 - Services and Other Operating Expenditures	Reduced to prevent encroachment
Resource: 6010 - After-School Learning & Safe Neighborhood Partnerships Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 6285 - Community-Based English Tutoring Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 6285 - Community-Based English Tutoring Object: 7300-7399 - Direct Support/Indirect Cost	Reduced to prevent encroachment
Resource: 6340 - Parent/Teacher Involvement: Nell Soto Program Object: 7300-7399 - Direct Support/Indirect Cost	Reduced to help with encroachment
Resource: 6405 - School Safety & Violence Prevention, Grades 8-12 Object: 7300-7399 - Direct Support/Indirect Cost	Reduced to help with encroachment
Resource: 6405 - School Safety & Violence Prevention, Grades 8-12 Object: 5000-5999 - Services and Other Operating Expenditures	Reduced to help with encroachment
Resource: 6761 - Arts, Music, and Physical Education Supplies and Equipment Object: 4000-4999 - Books and Supplies	Reduced to help with encroachment
Resource: 6761 - Arts, Music, and Physical Education Supplies and Equipment Object: 6000-6900 - Capital Outlay	Reduced to help with encroachment
Resource: 6761 - Arts, Music, and Physical Education Supplies and Equipment Object: 7300-7399 - Direct Support/Indirect Cost	Reduced to help with encroachment
Resource: 6761 - Arts, Music, and Physical Education Supplies and Equipment Object: 5000-5999 - Services and Other Operating Expenditures	Reduced to help with encroachment
Resource: 7010 - Agricultural Vocational Incentive Grants Object: 4000-4999 - Books and Supplies	Changed to prevent encroachment
Resource: 7055 - CAHSEE Intensive Instruction and Services Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7055 - CAHSEE Intensive Instruction and Services Object: 7300-7399 - Direct Support/Indirect Cost	Reduced to help with encroachment
Resource: 7080 - Supplemental School Counseling Program Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7140 - Gifted & Talented Education (GATE) Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7156 - Instructional Materials Realignment, IMFRP (AB 1781) Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7393 - Professional Development Block Grant Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7393 - Professional Development Block Grant Object: 5000-5999 - Services and Other Operating Expenditures	Reduced to prevent encroachment
Resource: 7396 - Discretionary Block Grant School Site Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7396 - Discretionary Block Grant School Site Object: 5000-5999 - Services and Other Operating Expenditures	Reduced to prevent encroachment
Resource: 9010 - Other Local Object: 4000-4999 - Books and Supplies	Reduced CPI to prevent encroachment
Resource: 9010 - Other Local Object: 7300-7399 - Direct Support/Indirect Cost	Corrected 09-10 to prevent encroachment
Resource: 9010 - Other Local Object: 5000-5999 - Services and Other Operating Expenditures	Reduced CPI to prevent encroachment

**General Fund/County School Service Fund
 Unrestricted Resources Only
 Revenues, Expenditures, and Changes in the Fund Balance**

Name	Object Code	Base Year 2007 - 08	Year 1 2008 - 09	Year 2 2009 - 10
Revenues				
Revenue Limit Sources	8010 - 8099	\$20,986,505.16	\$20,357,530.47	\$20,906,907.49
Federal Revenues	8100 - 8299	\$0.00	\$0.00	\$0.00
Other State Revenues	8300 - 8599	\$2,141,908.00	\$2,026,725.04	\$2,067,799.16
Other Local Revenues	8600 - 8799	\$1,509,711.00	\$1,514,139.00	\$1,519,535.54
Total Revenues		\$24,638,124.16	\$23,898,394.51	\$24,494,242.19
Expenditures				
Certificated Salaries	1000 - 1999	\$12,997,192.00	\$12,728,105.87	\$12,919,028.12
Classified Salaries	2000 - 2999	\$2,325,183.00	\$1,917,732.74	\$1,946,498.65
Employee Benefits	3000 - 3999	\$3,689,612.00	\$3,279,959.42	\$3,337,721.64
Books and Supplies	4000 - 4999	\$615,980.00	\$529,662.53	\$543,641.22
Services and Other Operating Expenditures	5000 - 5999	\$1,671,722.00	\$1,710,638.47	\$1,751,198.63
Capital Outlay	6000 - 6900	\$20,397.00	\$20,397.00	\$20,397.00
Other Outgo	7000 - 7299	\$15,000.00	\$15,741.00	\$16,213.23
Direct Support/Indirect Cost	7300 - 7399	(\$401,812.30)	(\$340,196.67)	(\$340,998.11)
Debt Service	7430 - 7439	\$69,663.00	\$69,663.00	\$69,663.00
Total Expenditures		\$21,002,936.70	\$19,931,703.36	\$20,263,363.38
Excess (Deficiency) of Revenues Over Expenditures		\$3,635,187.46	\$3,966,691.15	\$4,230,878.81
Other Financing Sources/Uses				
Interfund Transfers In	8910 - 8929	\$0.00	\$0.00	\$0.00
Interfund Transfers Out	7600 - 7629	\$119,392.00	\$119,392.00	\$119,392.00
All Other Financing Sources	8930 - 8979	\$0.00	\$0.00	\$0.00
All Other Financing Uses	7630 - 7699	\$0.00	\$0.00	\$0.00
Contributions	8980 - 8999	(\$3,761,399.35)	(\$3,738,920.16)	(\$3,816,270.08)
Total Other Financing Sources/Uses		(\$3,880,791.35)	(\$3,858,312.16)	(\$3,935,662.08)
Net Increase (Decrease) in Fund Balance		(\$245,603.89)	\$108,378.99	\$295,216.73
Fund Balance				
Beginning Fund Balance	9791	(\$89,206.51)	(\$334,810.40)	(\$226,431.41)
Audit Adjustments	9793	\$0.00	\$0.00	\$0.00
Other Restatements	9795	\$0.00	\$0.00	\$0.00
Adjusted Beginning Fund Balance		(\$89,206.51)	(\$334,810.40)	(\$226,431.41)
Ending Fund Balance		(\$334,810.40)	(\$226,431.41)	\$68,785.32
Components of Ending Fund Balance				
Reserved Balances	9700	\$0.00	\$0.00	\$0.00
Revolving Cash	9711	\$0.00	\$0.00	\$0.00
Stores	9712	\$0.00	\$0.00	\$0.00
Prepaid Expenditures	9713	\$0.00	\$0.00	\$0.00
Other Prepay	9719	\$0.00	\$0.00	\$0.00
General Reserve	9730	\$0.00	\$0.00	\$0.00
Legally Restricted Balance	9740 - 9759	\$0.00	\$0.00	\$0.00
Economic Uncertainties Percentage		3.00%	3.00%	3.00%
Designated for Economic Uncertainties	9770	\$921,537.54	\$878,023.08	\$890,607.12
Designated for the Unrealized Gains of Investments and Cash in County Treasury	9775	\$0.00	\$0.00	\$0.00
Other Designated	9780	\$0.00	\$0.00	\$0.00
Undesignated/Unappropriated	9790	\$0.00	\$0.00	\$0.00
Negative Shortfall	9790	(\$1,256,347.94)	(\$1,104,454.49)	(\$821,821.80)

Source	Note
Resource: 0000 - Unrestricted Object: 8047 - Community Redevelopment Funds	Added From Revenue Limit Screen

**General Fund/County School Service Fund
 Restricted Resources Only
 Revenues, Expenditures, and Changes in the Fund Balance**

Name	Object Code	Base Year 2007 - 08	Year 1 2008 - 09	Year 2 2009 - 10
Revenues				
Revenue Limit Sources	8010 - 8099	\$784,769.00	\$839,624.35	\$898,314.10
Federal Revenues	8100 - 8299	\$1,119,145.00	\$1,110,369.20	\$1,099,469.55
Other State Revenues	8300 - 8599	\$2,641,094.00	\$2,472,668.29	\$2,543,977.72
Other Local Revenues	8600 - 8799	\$1,153,529.95	\$1,153,529.95	\$1,153,529.95
Total Revenues		\$5,698,537.95	\$5,576,191.79	\$5,695,291.32
Expenditures				
Certificated Salaries	1000 - 1999	\$2,798,856.00	\$2,840,838.85	\$2,883,451.39
Classified Salaries	2000 - 2999	\$1,743,269.00	\$1,769,418.04	\$1,795,959.29
Employee Benefits	3000 - 3999	\$1,173,576.00	\$1,193,613.97	\$1,214,005.49
Books and Supplies	4000 - 4999	\$1,409,989.00	\$1,013,412.81	\$990,549.32
Services and Other Operating Expenditures	5000 - 5999	\$1,718,591.00	\$1,707,721.42	\$1,726,710.32
Capital Outlay	6000 - 6900	\$18,296.00	\$0.00	\$0.00
Other Outgo	7000 - 7299	\$275,000.00	\$288,585.00	\$297,242.55
Direct Support/Indirect Cost	7300 - 7399	\$288,738.30	\$227,122.67	\$227,924.11
Debt Service	7430 - 7439	\$0.00	\$0.00	\$0.00
Total Expenditures		\$9,426,315.30	\$9,040,712.76	\$9,135,842.47
Excess (Deficiency) of Revenues Over Expenditures		(\$3,727,777.35)	(\$3,464,520.97)	(\$3,440,551.15)
Other Financing Sources/Uses				
Interfund Transfers In	8910 - 8929	\$0.00	\$0.00	\$0.00
Interfund Transfers Out	7600 - 7629	\$169,274.00	\$175,628.00	\$168,306.00
All Other Financing Sources	8930 - 8979	\$0.00	\$0.00	\$0.00
All Other Financing Uses	7630 - 7699	\$0.00	\$0.00	\$0.00
Contributions	8980 - 8999	\$3,761,399.35	\$3,738,920.16	\$3,816,270.08
Total Other Financing Sources/Uses		\$3,592,125.35	\$3,563,292.16	\$3,647,964.08
Net Increase (Decrease) in Fund Balance		(\$135,652.00)	\$98,771.19	\$207,412.93
Fund Balance				
Beginning Fund Balance	9791	\$1,105,975.87	\$970,323.87	\$1,069,095.06
Audit Adjustments	9793	\$0.00	\$0.00	\$0.00
Other Restatements	9795	\$0.00	\$0.00	\$0.00
Adjusted Beginning Fund Balance		\$1,105,975.87	\$970,323.87	\$1,069,095.06
Ending Fund Balance		\$970,323.87	\$1,069,095.06	\$1,276,507.99
Components of Ending Fund Balance				
Reserved Balances	9700	\$0.00	\$0.00	\$0.00
Revolving Cash	9711	\$0.00	\$0.00	\$0.00
Stores	9712	\$0.00	\$0.00	\$0.00
Prepaid Expenditures	9713	\$0.00	\$0.00	\$0.00
Other Prepay	9719	\$0.00	\$0.00	\$0.00
General Reserve	9730	\$0.00	\$0.00	\$0.00
Legally Restricted Balance	9740 - 9759	\$970,323.87	\$1,069,095.06	\$1,276,507.99
Designated for Economic Uncertainties	9770	\$0.00	\$0.00	\$0.00
Designated for the Unrealized Gains of Investments and Cash in County Treasury	9775	\$0.00	\$0.00	\$0.00
Other Designated	9780	\$0.00	\$0.00	\$0.00
Undesignated/Unappropriated	9790	\$0.00	\$0.00	\$0.00
Negative Shortfall	9790	\$0.00	\$0.00	\$0.00

Source	Note
Resource: 3310 - Special Ed: IDEA Basic Local Assistance Entitlement, Part B, Sec 611 (formerly P) Object: 8980-8999 - Contributions	Increased to cover encroachment
Resource: 3315 - Special Ed: IDEA Preschool Grants, Part B, Sec 619 Object: 8980-8999 - Contributions	Increased to cover encroachment
Resource: 3550 - Vocational Programs: Voc & Appl Tech Secondary II C, Sec 131 (Carl Perkins Act) Object: 4000-4999 - Books and Supplies	Changed to prevent encroachment
Resource: 3550 - Vocational Programs: Voc & Appl Tech Secondary II C, Sec 131 (Carl Perkins Act) Object: 5000-5999 - Services and Other Operating Expenditures	Changed to prevent encroachment
Resource: 3710 - NCLB: Title IV, Part A, Drug Free Schools Object: 5000-5999 - Services and Other Operating Expenditures	No CPI applied to prevent encroachment
Resource: 4203 - NCLB: Title III, Limited English Proficiency (LEP) Student Program Object: 4000-4999 - Books and Supplies	Removed CPI to prevent encroachment
Resource: 4203 - NCLB: Title III, Limited English Proficiency (LEP) Student Program Object: 5000-5999 - Services and Other Operating Expenditures	Removed CPI to prevent encroachment

Resource: 5640 - Medi-Cal Billing Option Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 5640 - Medi-Cal Billing Option Object: 8980-8999 - Contributions	Removed (15,807) transfer in 07-08
Resource: 5640 - Medi-Cal Billing Option Object: 5000-5999 - Services and Other Operating Expenditures	Reduced to prevent encroachment
Resource: 6010 - After-School Learning & Safe Neighborhood Partnerships Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 6285 - Community-Based English Tutoring Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 6285 - Community-Based English Tutoring Object: 7300-7399 - Direct Support/Indirect Cost	Reduced to prevent encroachment
Resource: 6340 - Parent/Teacher Involvement: Nell Soto Program Object: 7300-7399 - Direct Support/Indirect Cost	Reduced to help with encroachment
Resource: 6405 - School Safety & Violence Prevention, Grades 8-12 Object: 7300-7399 - Direct Support/Indirect Cost	Reduced to help with encroachment
Resource: 6405 - School Safety & Violence Prevention, Grades 8-12 Object: 5000-5999 - Services and Other Operating Expenditures	Reduced to help with encroachment
Resource: 6761 - Arts, Music, and Physical Education Supplies and Equipment Object: 4000-4999 - Books and Supplies	Reduced to help with encroachment
Resource: 6761 - Arts, Music, and Physical Education Supplies and Equipment Object: 6000-6900 - Capital Outlay	Reduced to help with encroachment
Resource: 6761 - Arts, Music, and Physical Education Supplies and Equipment Object: 7300-7399 - Direct Support/Indirect Cost	Reduced to help with encroachment
Resource: 6761 - Arts, Music, and Physical Education Supplies and Equipment Object: 5000-5999 - Services and Other Operating Expenditures	Reduced to help with encroachment
Resource: 7010 - Agricultural Vocational Incentive Grants Object: 4000-4999 - Books and Supplies	Changed to prevent encroachment
Resource: 7055 - CAHSEE Intensive Instruction and Services Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7055 - CAHSEE Intensive Instruction and Services Object: 7300-7399 - Direct Support/Indirect Cost	Reduced to help with encroachment
Resource: 7080 - Supplemental School Counseling Program Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7140 - Gifted & Talented Education (GATE) Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7156 - Instructional Materials Realignment, IMFRP (AB 1781) Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7393 - Professional Development Block Grant Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7393 - Professional Development Block Grant Object: 5000-5999 - Services and Other Operating Expenditures	Reduced to prevent encroachment
Resource: 7396 - Discretionary Block Grant School Site Object: 4000-4999 - Books and Supplies	Reduced to prevent encroachment
Resource: 7396 - Discretionary Block Grant School Site Object: 5000-5999 - Services and Other Operating Expenditures	Reduced to prevent encroachment
Resource: 9010 - Other Local Object: 4000-4999 - Books and Supplies	Reduced CPI to prevent encroachment
Resource: 9010 - Other Local Object: 7300-7399 - Direct Support/Indirect Cost	Corrected 09-10 to prevent encroachment
Resource: 9010 - Other Local Object: 5000-5999 - Services and Other Operating Expenditures	Reduced CPI to prevent encroachment