

SCOTTS VALLEY UNIFIED SCHOOL DISTRICT

Board Meeting: September 18, 2012

IT IS RECOMMENDED THAT THE BOARD OF TRUSTEES ACCEPT INFORMATION REGARDING THE REVIEW AND APPROVAL OF THE 2012-13 BUDGET BY THE COUNTY OFFICE OF EDUCATION.

BACKGROUND: AB1200 requires that the County Office of Education review and approve, conditionally approve, or disapprove district budgets based upon the district's ability to meet the Standards and Criteria for fiscal stability. Unlike interim reports, there is no certification process, whereby a district receives a certification of positive, qualified, or negative. The County Office of Education has approved the Scotts Valley Unified School District's 2012-2013 budget. As part of the review process, the County Office of Education provides the district with a list of recommendations and references to issues which may have an impact on the fiscal condition of the district over the current and two subsequent years.

DESCRIPTION DETAILS: A presentation will be made at the board meeting highlighting the elements of the budget review as addressed by the County Office of Education.

FISCAL IMPACT: None

Prepared By: Vickie Clark, Chief Business Official

Item Proposed for: Information



Santa Cruz County
Office of Education

Michael C. Watkins, Superintendent • 400 Encinal Street, Santa Cruz, CA 95060 • 831-466-5600 • FAX 831-466-5607 • www.santacruz.k12.ca.us

BOARD OF EDUCATION

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August 15, 2012

Mr. Larry Beaman
President, Governing Board
Scotts Valley Unified School District
313 Lockwood Lane
Scotts Valley, CA 95066

Re: 2012-13 Budget Approval and Comments

Dear Mr. Beaman:

Thank you for the submission of the district's 2012-13 Adopted Budget. Each year for the past five years districts have been challenged to continue to prepare balanced budgets in a constantly changing environment and still support the instructional program. Scotts Valley Unified School district has been able to do this year after year in the past but as the cuts continue may not be able to react in the future in the same ways. This budget recognizes the challenges coming. On June 27, 2012 the Governor signed the State Budget act, AB1464 and Education Budget Trailer Bill, SB 1016. Our review utilizes the revised Education Code provisions of the State Budget.

Our office has completed its review of the district's 2012-13 Adopted Budget in compliance with the provisions of Education Code Section 42127 et seq. The County Superintendent of Schools is required to review the adopted budget and determine if the budget meets the Criteria and Standards for fiscal stability and allows the district to meet its financial obligations during the 2012-13 fiscal year. The 2012 Budget Act assumes passage of Governor Brown's tax initiative, which will appear on the November ballot. Should the tax initiative fail, schools across California will have another mid-year budget reduction of an average of \$457/ADA. In addition, we foresee increased difficulty in meeting cash obligations as additional deferrals will also be implemented mid-year. Due to this continued uncertainty we have asked districts to budget conservatively, prepare a contingency plan, project cash expenditures based on the worst case scenario..

As adopted by the district's Governing Board, the budget (including the reduction for the tax initiative failing) reflects an unassigned/unrestricted ending balance in excess of the 3 % minimum in the General Fund of 16%. The district is also projecting an unassigned/unrestricted ending fund balance of 9.5% in 2013-14 and of 0% in 2014-15, both reflect the excess over the 3% minimum. If the tax initiative passes the district's budget would reflect an

Mr. Larry Beaman
President, Governing Board
Scotts Valley Unified School District
August 15, 2012
Page | 2

unassigned/unrestricted ending fund balance above the 3% minimum reserve of 22.4% in 2012-13, 22.1% in 2013-14 and 18.5% in 2014-15.

Based on this analysis, we have concluded that the district **will** be able to meet its financial obligations in 2012-13 and the subsequent two years. We **Approve** the district's 2012-13 budget.

The approval of the Adopted Budget is based on an assessment and analysis of the following additional major components of the district's budget:

- Average Daily Attendance (ADA) & Enrollment Projections
- Revenue and Expenditure Projections/Deficit spending
- Negotiations Status
- Long Term Debt
- Reserves
- Cash Flow
- Charter Schools (NA)

The budget is a dynamic document that reflects the Governing Board's plan for receipt of revenues and utilization of expenditures to meet the goals and financial obligations of the school district in the coming year based on the information known to the district and board at the time of adoption. To assure that the budget continues to reflect that plan, the following items should be taken into consideration:

- **AVERAGE DAILY ATTENDANCE (ADA) & ENROLLMENT PROJECTIONS**
The district is projecting 2012-13 P-2 ADA to be 2,399. The ADA in 2011-12 was 2,414. This is a variance of 15 ADA. This area should be monitored closely and adjusted at First Interim if necessary.
- **UNRESTRICTED REVENUE AND EXPENDITURE PROJECTIONS/DEFICIT SPENDING**
Our review indicates that the district has budgeted revenue limit funding at the 2011-12 rate less the \$441 per ADA reduction due to the potential loss of funding if the tax initiative fails in November 2012. The district is projecting unrestricted expenditures to exceed revenues by \$987,000 in the budget year, Deficit spending levels increase to \$1.1 million in 2013-14 and to \$1.4 million in 2014-15. The district does have funds in excess of its required 3% reserve in Fund 17, the Special Reserve Fund for Other than Capital Outlay, however, cannot continue this expenditure pattern beyond 2014-15.
- **FEDERAL STIMULUS PROJECTION**
These funds were required to be spent by September 30, 2012

- **NEGOTIATIONS STATUS**

The information submitted with your Adopted Budget indicates that salary negotiations have been concluded for the 2012-13 fiscal year.

The majority of a school district's budget is spent on salaries and benefits. The state's established standard is based on an average of the district's prior three years of unrestricted salaries to total unrestricted expenditures. The district's ratio of unrestricted salaries and benefits to total unrestricted expenditures are within the state's established standard. The ratio for 2012-13 is 91.4%. If salaries and benefits are growing at a rate faster than total expenditures, these costs will consume a disproportionately greater share of the district's resources, putting significant pressures on the rest of the budget. We recommend that the district monitor these ratios and take them into consideration as part of collective bargaining negotiations and oversight of position control.

- **LONG TERM DEBT**

The Adopted Budget includes non-voter approved long-term debt (COPS) of \$3.8 million which constitutes 23% of the district's general fund budget and 33% of the district's unrestricted general fund budget. The debt repayment is budgeted using Redevelopment pass through funds. There is a great deal of controversy with redevelopment funds currently. The district should continue to keep abreast of the changes occurring and adjust accordingly.

- **RESERVE FOR ECONOMIC UNCERTAINTIES**

The district projects that it will meet the 3% reserve requirement in 2012-13, 2013-14 and 2014-15 whether the tax initiative fails or passes.

- **CASH FLOW**

Our office reviewed the district's anticipated 2012-13 cash flow projections. We anticipate the district will have sufficient cash under both conditions (passing of the tax initiative or failure to pass the initiative).

- **CHARTER SCHOOLS**

N/A

- **MULTI YEAR PROJECTION**

Please refer to previous comments on the current fiscal health of the district over the next three years.

Our review has been based on the latest information available to this office within the 2012-13 State Enacted Budget. Please remember that Education Code Section 42127(i)(4) requires that:

Mr. Larry Beaman
President, Governing Board
Scotts Valley Unified School District
August 15, 2012
Page | 4

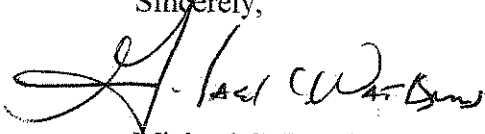
"Not later than 45 days after the Governor signs the annual Budget Act, the school district shall make available for public review any revisions in revenues and expenditures that it has made to its budget to reflect the funding made available by that Budget Act."

The 45 day window would end August 13, 2012. We anticipate a timely year-end closing of the 2011-12 financial records by the district, along with the annual audit by the district's external auditors which will determine the actual beginning fund balances for 2012-13 and audited ending balances for 2011-12. These actions will also ultimately affect the availability of reserves for the 2012-13 operating budgets. The unaudited actuals report is due to our office per Education Code Section 42100 on or before September 17, 2012, and the audit report is due on or before December 15, 2012.

The district's budget will be reevaluated at the time of the First Interim Report to determine if the budget should be certified as positive, qualified, or negative. We fully anticipate the district will have a positive certification at that time under either scenario (tax initiative passes or fails).

Any questions concerning the review of the district's 2012-13 Adopted Budget may be addressed to Mary Hart at (831) 466-5602.

Sincerely,



Michael C. Watkins
County Superintendent of Schools

MH/mmm

- c: Mary Hart, SCCOE Associate Superintendent, Business/CBO
- Penny Weaver, Superintendent/Scotts Valley Unified School District
- Vickie Clark, CBO/Scotts Valley Unified School District
- Rudolph Ramirez, Director of Business Services/Scotts Valley Unified School District
- Jean Gardner, SCCOE Director/Fiscal Services

REVIEW AND APPROVAL OF FISCAL YEAR 2012/2013 FINAL ADOPTED BUDGET

TO THE GOVERNING BOARD: Scotts Valley Unified School District

FROM: Michael C. Watkins, County Superintendent of Schools
 Santa Cruz County Office of Education

In accordance with the provisions of Education Code Section 42127, a review of the final adopted budget for your district has been completed by this office. A report on that review follows.

1. TYPE OF APPROVAL

- The adopted budget has been approved.
- The adopted budget has been conditionally approved, see section 5 (recommendations requiring a response).
- The adopted budget has not been approved.
- Approval of the adopted budget is being withheld at this time.

An item marked with an asterisk (*) indicates (when checked) a conditional approval of your budget requiring the district Superintendent and governing board by September 8th to do the following:

- ▶ Review the indicated recommendations and/or technical corrections at a public meeting of the board and, if requested, respond in writing indicating your concurrence or the proposed actions to be taken, if any.

2. RESERVES

We have made the following computation of budget year reserves based upon updated prior year information. Adjustments made after this date could further impact the projected ending reserve fund balance.

	Unrestricted	Restricted
Beginning fund balance as adopted per estimated actuals:	\$ 3,528,624	\$ 569,462
Projected Increase/decrease in fund balance per adopted	(\$987,445)	(\$46,901)
Ending fund balance per adopted budget:	\$2,541,179	\$522,561
State required unrestricted reserves:	\$495,819	
District Designations for Economic Uncertainty in Fund 01 (9770):	\$0	
District Designations for Economic Uncertainty in Fund 17 (9770):	\$729,614	
DEU percentage per state criteria and standards:	3.00%	
District DEU percentage per adopted budget:	4.41%	
Restricted reserves (9780/9740):		522,561
Other unrestricted reserves and designations:	123,039	
Unappropriated reserves (9790):	2,418,092	

REVIEW AND APPROVAL OF FISCAL YEAR 2012/2013 FINAL ADOPTED BUDGET

Scotts Valley Unified School District

Page 2

3. STATEWIDE CRITERIA AND STANDARDS (Ed. Code 33127)

We have reviewed your board adopted budget evaluation based upon state mandated budget criteria and standards for fiscal stability, including narrative(s), if any.

- We accept your Summary Review Document calculations as complete and narrative(s) as reasonable.
- * We have made recalculations based upon updated information for the prior fiscal year. See attached.
- * We were unable to base our evaluation on the criteria and standards, as the information was not completed. The district provided no narratives.

4. RECOMMENDATION AND TECHNICAL CORRECTIONS

A. Unrestricted Reserves Available through 2014-15

- Appear to be adequate (as recalculated).
- * Are below state recommended levels for your size district (See Section 5, below).
Level: 3% of budgeted expenditures or: \$ N/A, whichever is greater.

B. Revenue and Expenditures through 2014-15

- * The revenue appears to be overstated (see Section 5, below).
- The total expenditures appear to be understated (see Section 5, below).
- The proposed expenditures and transfers out exceed the estimated total revenue.

Total available reserves appear adequate to offset this condition.

* Total available reserves do not appear adequate to offset this condition, (see Section 5, below).

C. ADA: We recommend budgeting no more revenue limit funding than the state guarantee (prior year ADA). The average daily attendance upon which this budget is based: 2,414

- ADA budgeted does not exceed the state guaranteed level of ADA revenue limit funding.
- With our prior concurrence, this level of ADA is above the state guaranteed level of revenue limit funding by _____ ADA. Actual ADA should be monitored closely.
- * This level of ADA exceeds the state guaranteed level of revenue limit funding by _____ ADA. (see Section 5, below).

D. Other Recommendations

- See Section 5 for details.
- * See Section 5 for details (response required).

E. Technical Corrections

Other technical corrections have been made to your final adopted budget as explained in Section 5, below.

5. DESCRIPTION OF RECOMMENDATIONS AND TECHNICAL CORRECTIONS

SECTION NUMBER	DESCRIPTION
B-1	According to the district's multi-year projections, the district is projecting to deficit spend in the unrestricted resources in the budget year by \$987,000, in 2013-14 by \$1.1 million and in 2014-15 by \$1.4 million. The district's unrestricted reserves cannot sustain this expenditure pattern beyond 2014-15.
C-1	The district has been experiencing a period of declining enrollment since 2005-06. The district is projecting that ADA will decrease in the budget year by 15 ADA, in 2013-14 by 11 ADA and remain flat in 2014-15. The district should continue to closely monitor enrollment and ADA levels.
D-1	According to the district's criteria and standards document, the district has an unfunded actuarially accrued liability (UAAL) for other post-employment benefits (OPEB) of \$1.65 million, as of the district's latest actuarial report dated January 5, 2011. The district was required to implement Government Accounting Standards Board (GASB) statement 45 in the 2008-09 fiscal year, which requires the district to include as a liability within its financial statements the annual contribution necessary to fund this liability over 30 years. The district is currently handling these costs on a pay-as-you-go basis. According to the district's actuarial report, those costs are estimated at \$117,000 in the budget year, \$132,000 in 2013-14 and \$135,000 in 2014-15.
D-2	Contributions to restricted programs (encroachment) are projected to decrease by 4.5% in the budget year over prior year estimated actuals. In the multi-year projections, contributions are projected to increase by 3.5% in 2013-14 and by 2.9% in 2014-15. The district's encroachment levels are mostly due to the cost of Special Education (82.7%), transportation (5.2%) and the contribution to Routine Restricted Maintenance (12%). Contributions in the budget year total \$2.5 million.
D-3	The district is projecting to deficit spend in the budget year in the General Fund, Cafeteria Fund, Deferred Maintenance Fund and the Special Reserve Fund for Capital Outlay. Across all the district's funds, the net deficit spending is \$1.1 million, the bulk of which is in the General Fund.
D-4	The district has eliminated capital outlay expenditures from its budget and multi-year projections. In the 2011-12 estimated actuals, the district has \$136,000 in capital outlay costs, \$103,000 of which are in the unrestricted general fund. Should the district have capital outlay needs in the budget year or subsequent two fiscal years, there are currently no budgeted funds for this purpose and no available funds in the unrestricted resources.
This section is continued on the next page...	
* Item requires specific board action (see Section I).	

5. DESCRIPTION OF RECOMMENDATIONS AND TECHNICAL CORRECTIONS continued...

SECTION & COMMENT NUMBER	DESCRIPTION
	Continued from previous page...
D-5	<p>According to the district's cash flow projections for 2012-13 the district is estimating to have \$3 million in cash in the general fund on June 30, 2013. The enacted state budget, signed after the district's July 1 budget was prepared, included a 21% reduction to the advance apportionment for school districts, which will be paid in June 2013. This will significantly change cash flow for many districts throughout the state. It appears that the district may have adequate cash whether the tax initiative passes or fails. The district should update its cash flow projections for 2012-13 and 2013-14 as soon as possible to determine if any deficiencies exist. As we have noted previously, many districts throughout the state are experiencing more significant cash flow issues than at any other time in recent history due to the extreme deficits to public education, deferrals from the state, declining enrollment resulting in further reductions in funding and the spending down of fund balances and reserves in all funds. The district should continue to monitor cash flow very carefully. The district currently has approximately \$725,000 in Fund 17, as well as some small balances in other funds, which it can draw upon for temporary cash flow loans, should the need arise.</p>
D-6	<p>Negotiations are settled with the district's certificated bargaining unit for the budget year and compensation issues are also settled with the unrepresented groups. The district has negotiated two furlough days for the certificated unit for the budget year and is currently in discussions with the other groups. Health and Welfare benefit increases are budgeted in line with the district's rolling cap. The district has budgeted an 8.5% increase in the medical plan in the budget year and the subsequent two fiscal years. No other salary increases beyond step and column advancements are included in the budget or multi-year projections.</p>
D-7	<p>The district maintains its reserves for economic uncertainty (REU) in Fund 17, the Special Reserve Fund for Other than Capital Outlay. The district is currently projecting adequate reserves in this fund for all three years displayed in the multi-year projections.</p>
D-8	<p>The district's budget currently reflects the savings for two (2) furlough days in 2012-13 for all employee groups.</p>
D-9	<p>The district's budget currently reflects the trigger reduction of \$441/ADA should the tax measure fail in November as a reduction to revenue limit funding, so the district's budget currently displays projected deficit spending levels should that measure fail. Should the measure pass, the district's projected ending fund balance would improve.</p>
* Item requires specific board action (see Section I).	

This section is required based on review:

PROPOSED BOARD ACTION:

Lined area for proposed board action.

Signed: _____

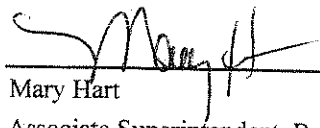
Date: _____

CONCURRED:

Signed: _____

Date: _____

EXAMINED BY COUNTY SUPERINTENDENT OF SCHOOLS:

BY: 
Mary Hart
Associate Superintendent, Business Services

Date: 8/14/12

cc: District Superintendent
District Business Office
County Business Office

FINANCIAL ANALYSIS OF GENERAL FUND UNRESTRICTED AND RESTRICTED FUNDS

GENERAL FUND	2010/11		2011/12		2012/13		2013/14		2014/15	
	Unaudited Actuals		Estimated/Actuals		Adopted Budget		Projected Budget		Projected Budget	
	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted	Unrestricted	Restricted
Revenues										
8100-8999 REVENUE LIMIT SOURCES	\$ 12,726,877	\$ 246,284	\$ 12,973,161	\$ 246,284	\$ 11,493,642	\$ 213,782	\$ 11,707,324	\$ 12,079,178	\$ 226,984	\$ 12,306,162
8100-8999 FEDERAL	1,342,203	399	1,342,602	399	2,000	633,928	2,000	2,000	633,928	635,928
8300-8999 OTHER STATE	1,688,882	1,771,626	1,860,908	1,771,626	1,502,730	1,575,554	1,560,788	1,135,504	1,573,445	1,292,849
8600-8799 OTHER LOCAL	503,529	1,833,910	2,337,439	1,833,910	20,500	1,468,925	1,469,425	20,500	1,287,356	1,307,856
8910-8929 INTERFUND TRANS IN										
8997-8998 CATEGORICAL FLEXIBILITY										
8990 CONTRIBUTIONS FROM UNRESTRICTED	(2,425,374)	2,425,374			(2,539,126)	2,539,126				
TOTAL REV., TRANSF. IN/SOURCES	\$ 12,494,313	\$ 5,360,812	\$ 17,855,125	\$ 5,360,812	\$ 10,479,646	\$ 5,013,315	\$ 15,492,961	\$ 10,742,221	\$ 5,009,574	\$ 15,751,795
Expenditures										
1000-1999 CERTIFICATED SALARY	\$ 6,374,781	\$ 1,642,720	\$ 8,017,501	\$ 1,642,720	\$ 5,901,496	\$ 1,695,842	\$ 7,597,338	\$ 6,174,172	\$ 1,717,214	\$ 7,891,386
2000-2999 CLASSIFIED SALARY	1,542,203	638,899	1,881,102	638,899	1,288,142	887,907	1,575,649	1,336,385	663,827	2,000,212
3000-3999 EMPLOYEE BENEFIT	3,092,551	754,445	3,806,996	754,445	3,193,624	865,934	4,139,658	3,638,326	906,768	4,545,094
4000-4999 BOOKS & SUPPLIES	156,740	425,375	582,116	425,375	176,975	138,152	315,127	176,732	144,147	204,959
5000-5999 SERVICE, OTHER OPERATING	1,007,227	1,849,278	2,856,555	1,849,278	966,892	1,229,693	2,216,545	1,004,124	1,190,612	2,049,959
6000-6999 CAPITAL OUTLAY	24,225	20,808	45,033	20,808						
7100-7299 OTHER OUTGO	10,344	282,783	293,128	282,783	15,672	247,318	267,990	15,672	247,318	262,990
7300-7529 DIRECT SUPPORT/INDIRECT					(195,870)	195,870		(211,078)	195,870	
7610-7629 INTERFUND TRANSFERS OUT										
7630-7699 OTHER USES	(147,257)	136,386	(10,870)	136,386						
TOTAL EXPEND., TRANS. OUT/USES	\$ 11,820,864	\$ 5,750,696	\$ 17,571,560	\$ 5,750,696	\$ 11,467,091	\$ 5,060,216	\$ 16,527,307	\$ 12,134,393	\$ 5,065,756	\$ 17,200,149
EXCESS (DEFICIENCY)	\$ 673,449	(389,884)	283,565	(389,884)	(987,445)	(46,901)	(1,034,346)	(1,392,172)	(56,182)	(1,448,354)
BEGINNING BALANCE:	\$ 2,973,215	\$ 1,344,986	\$ 4,318,201	\$ 1,344,986	\$ 3,528,624	\$ 569,462	\$ 4,098,086	\$ 1,397,774	\$ 478,729	\$ 1,876,504
ENDING BALANCE:	\$ 3,646,664	\$ 955,103	\$ 4,601,767	\$ 955,103	\$ 2,541,179	\$ 522,561	\$ 3,063,740	\$ 5,603	\$ 422,547	\$ 428,150
RESERVES										
DEU (9770) PER DISTRICT	\$ 2,000	\$ 484	\$ 2,000	\$ 484	\$ 2,000	\$ 522,561	\$ 2,000	\$ 2,000	\$ 422,547	\$ 2,000
REVOLVING CASH / NONSPENDABLE										
STORIES/PREPAID EXPD (9712) Others(9719)										
RESTRICTED RESERVES (9740)										
DESIGNATED / COMMIT ASSIGNED (9760-9780)	200,637	948,725	1,149,362	948,725	121,039	141,059	1,141,059			
UNAPPROPRIATED / UNASSIGNED (9790)	3,443,564	200,627	3,644,191	200,627	2,418,092	2,418,092	2,418,092			
EXCESS (DEFICIENCY) ABOVE 3% / INCLUDES FUN	\$ 3,639,582	\$ 3,443,564	\$ 3,443,564	\$ 3,443,564	\$ 2,772,974	\$ 2,772,974	\$ 2,772,974	\$ 3,603	\$ 8,212	\$ 3,603
UNRESTRICTED RESERVE PERCENTAGE	24.8%		24.8%		19.6%		19.6%	3.0%	3.0%	
Contributions to Restricted Programs										
AVERAGE DAILY ATTENDANCE:										
(W/O COE Reported) P2 ACTUALS/PROJECTED										
REVENUE LIMIT ADA	2,455	2,468	2,455	2,468	2,399	2,414	2,399			2,388
CURRENT YEAR CBEDS	2,574	2,574	2,574	2,574	2,507	2,507	2,507			2,499
Ratio of P-2 to CBEDS	95.4%		95.4%		95.7%		95.7%			95.6%
SPECIAL RESERVE FUND 37	722,328		722,328		729,614		729,614	520,614		520,614

FINANCIAL ANALYSIS OF GENERAL FUND

SCOTTS VALLEY UNIFIED SCHOOL DISTRICT

GENERAL FUND	2008/09		2009/10		2010/11		2011/12		2012/13		2013/14		2014/15	
	UNAUDITED ACTUALS	UNAUDITED ACTUALS	UNAUDITED ACTUALS	ESTIMATED ACTUALS	ADOPTED BUDGET	CHANGE BETWEEN 11/12 12/13	PROJECTED BUDGET	CHANGE BETWEEN 12/13 13/14	PROJECTED BUDGET	CHANGE BETWEEN 13/14 14/15				
REVENUES:														
8010-8099 REVENUE LIMIT SOURCES	\$ 14,314,765	\$ 12,445,468	\$ 12,973,161	\$ 12,863,376	\$ 11,707,324	-9.0%	\$ 12,034,114	2.8%	\$ 12,306,162	2.3%				
8100-8299 FEDERAL	1,376,117	953,610	684,018	1,115,294	635,928	-43.0%	635,928	0.0%	635,928	0.0%				
8300-8599 OTHER STATE	2,171,756	1,806,117	1,860,508	1,645,804	1,660,284	0.9%	1,659,131	-0.1%	1,292,849	-22.1%				
8600-8799 OTHER LOCAL	1,940,841	1,904,984	2,337,439	2,287,590	1,489,425	-34.9%	1,390,212	-6.7%	1,307,856	-5.9%				
8910-8929 INTERFUND TRANS IN	-	-	-	-	-	-	-	-	-	-				
8930-8979 OTHER SOURCES	-	-	-	-	-	-	-	-	-	-				
8980 CONTRIBUTIONS FROM UNRESTRICTED	-	-	-	-	-	-	-	-	-	-				
TOTAL REV., TRANSF. IV/SOURCES	\$ 19,803,479	\$ 17,110,179	\$ 17,855,125	\$ 17,912,064	\$ 15,492,961	-13.5%	\$ 15,719,385	1.5%	\$ 15,751,795	0.2%				
EXPENDITURES:														
1000-1999 CERTIFICATED SALARY	9,065,599	\$ 8,325,784	\$ 8,017,501	\$ 7,979,181	\$ 7,597,338	-4.8%	\$ 7,808,879	2.8%	\$ 7,891,386	1.1%				
2000-2999 CLASSIFIED SALARY	2,230,823	1,853,179	1,981,102	2,118,217	1,975,649	-6.7%	1,965,670	-0.5%	2,000,212	1.8%				
3000-3999 EMPLOYEE BENEFIT	3,679,347	3,453,202	3,806,996	4,193,237	4,159,658	-0.8%	4,355,422	4.7%	4,545,094	4.4%				
4000-4999 BOOKS & SUPPLIES	557,942	684,798	582,116	912,013	315,127	-65.4%	320,730	1.8%	320,939	0.1%				
5000-5899 SERVICE, OTHER OPERATING	3,216,324	2,807,184	2,856,555	2,827,828	2,216,545	-21.6%	2,208,139	-0.4%	2,194,736	-0.6%				
6000-6599 CAPITAL OUTLAY	10,489	76,917	45,033	136,920	262,990	-100.0%	262,990	0.0%	262,990	0.0%				
7100-7299 OTHER OUTGO	347,516	304,223	293,128	263,398	262,990	-0.2%	(15,208)	-100.0%	(15,208)	0.0%				
7300-7399 DIRECT SUPPORT/INDIRECT	123,730	90,508	(10,870)	(15,048)	-	-	-	-	-	-				
7610-7629 INTERFUND TRANSFERS OUT	-	-	-	-	-	-	-	-	-	-				
7630-7699 OTHER USES	-	-	-	-	-	-	-	-	-	-				
TOTAL EXPEND., TRANS, OUT/USES	\$ 19,231,771	\$ 17,595,796	\$ 17,571,560	\$ 18,415,745	\$ 16,527,307	-10.3%	\$ 16,906,622	2.3%	\$ 17,200,149	1.7%				
EXCESS (DEFICIENCY)	571,708	(485,616)	283,565	(503,681)	(1,034,346)	105.4%	(1,187,237)	14.8%	(1,448,354)	22.0%				
BEGINNING BALANCE:	4,204,043	4,775,751	4,318,201	4,601,767	4,016,340	-12.7%	2,981,994	-25.8%	1,794,758	-39.8%				
AUDIT ADJUSTMENTS/RESTATEMENTS	-	-	-	-	-	-	-	-	-	-				
ENDING BALANCE:	\$ 4,775,751	\$ 4,290,135	\$ 4,601,767	\$ 4,016,340	\$ 2,981,994	-25.8%	\$ 1,794,758	-39.8%	\$ 346,404	-80.7%				
RESERVES:														
NORMAL RESERVE WITH BUDGET STANDARDS	\$ 576,953	\$ 577,877	\$ 577,147	\$ 577,147	\$ 575,815	-0.5%	\$ 577,147	2.8%	\$ 577,147	0.0%				
RECOMMENDED ADDITIONAL STANDARDS (COMBINED)	-	-	-	-	-	-	-	-	-	-				
Additional DEU in Special Reserve Fund 17	See Below	See Below	See Below	See Below	See Below		See Below		See Below					
REVOLVING CASH	1,970	1,956	2,000	2,000	2,000	0.0%	2,000	0.0%	2,000	0.0%				
STORES	-	4,205	6,861	-	-	-	-	-	-	-				
RESTRICTED RESERVES	1,947,980	643,384	948,725	569,462	522,561	-8.2%	384,433	-26.4%	384,444	0.0%				
OTHER UNRESTRICTED RESERVES	2,554	713,553	200,627	121,039	121,039	0.0%	326,578	169.8%	326,578	0.0%				
UNAPPROPRIATED RESERVES	2,823,247	2,955,105	3,443,554	3,405,585	2,418,092	-29.0%	2,301,095	-4.8%	1,247,156	-45.8%				
EXCESS (DEFICIENCY) ABOVE 3% W/SPEC RESERVE FUND	\$ 2,961,145	\$ 3,898,900	\$ 3,839,362	\$ 3,700,141	\$ 2,772,926	-25.1%	\$ 2,850,089	2.8%	\$ 1,578,344	-44.6%				
Contributions to Restricted Programs	1,735,977	2,014,073	2,425,374	2,430,929	2,539,126	4.5%	2,628,646	3.5%	2,703,961	2.9%				
AVERAGE DAILY ATTENDANCE:	2,497	2,466	2,455	2,414	2,399	-0.6%	2,388	-0.5%	2,388	0.0%				
(W/O Reported by COE) P2 ACTUAL & EST SUBSOMT YRS	2,531	2,496	2,468	2,454	2,414	-1.6%	2,388	-1.1%	2,388	0.0%				
REVENUE LIMIT	2,594	2,556	2,574	2,504	2,507	0.1%	2,499	-0.3%	2,499	0.0%				
CBEDS	96.3%	96.5%	95.4%	95.7%	95.7%	0.5%	95.6%	0.0%	95.6%	0.0%				
Ratio of P-2 to CBEDS	\$ 712,297	\$ 718,116	\$ 722,328	\$ 725,989	\$ 729,614	0.5%	\$ 729,614	0.0%	\$ 729,614	0.0%				
Special Reserve Fund 17 DEU	\$ 712,297	\$ 718,116	\$ 722,328	\$ 725,989	\$ 729,614	0.5%	\$ 729,614	0.0%	\$ 729,614	0.0%				

SUMMARY OF SCOTT'S VALLEY UNIFIED SCHOOL DISTRICT

**ALL FUNDS
2012-13
ADOPTED**

	01 GENERAL	13 CAFETERIA	14 DEF MAINT.	17 SPEC RESERVE	21 BUILDING	25 CAP. FAC.	30 LEASE PURCH	40 SPEC RESERVE CAPITAL OUTLY	51 BOND INTEREST REDEMPTION	TOTAL
REVENUE										
8000-8099 REV LIMIT	11,707,324	-	-	-	-	-	-	-	-	11,707,324
8100-8299 FED FUNDS	635,928	145,113	-	-	-	-	-	-	-	781,041
8300-8599 STATE FUNDS	1,660,284	10,816	-	-	-	-	-	-	-	1,671,100
8600-8699 LOCAL FUNDS	1,489,425	390,688	545	3,625	-	158,965	-	1,375	-	2,044,623
TOTAL REVENUE	15,492,961	546,617	545	3,625	-	158,965	-	1,375	-	16,204,088
EXPENDITURES										
1000 CERT. SALARIES	7,597,338	-	-	-	-	-	-	-	-	7,597,338
2000 CLASSIFIED SALARIES	1,975,649	173,035	-	-	-	-	-	-	-	2,148,684
3000 EMP. BENEFITS	4,159,658	92,852	-	-	-	-	-	-	-	4,252,510
4000 BOOKS & SUPPLIES	315,127	254,600	32,400	-	-	-	-	-	-	602,127
5000 CONTRACTED SVC	2,216,545	9,543	-	-	-	86,045	-	-	-	2,312,133
6000 EQUIPMENT	-	20,000	-	-	-	-	-	135,000	-	155,000
7100-7299 OTHER OUTGO (74XX)	262,990	-	-	-	-	-	-	-	-	262,990
7300 INDIRECT COSTS	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	16,527,307	550,030	32,400	-	-	86,045	-	135,000	-	17,330,782
NET REV OVER EXPENDITURES	(1,034,346)	(3,413)	(31,855)	3,625	-	72,920	-	(133,625)	-	(1,126,694)
OTHER SOURCES/USES										
8910-8929 TRANSFERS IN	-	-	-	-	-	-	-	-	-	-
8930-8979 OTHER SOURCES	-	-	-	-	-	-	-	-	-	-
8997-8998 CATEGORICAL FLEXIBILITY	-	-	-	-	-	-	-	-	-	-
8980-8999 CONTRIBUTIONS	-	-	-	-	-	-	-	-	-	-
7610-7629 TRANSFERS OUT	-	-	-	-	-	-	-	-	-	-
7630-7699 OTHER USES	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES/USES	-	-	-	-	-	-	-	-	-	-
TOTAL INCR/DECR TO FUND BALANCE	(1,034,346)	(3,413)	(31,855)	3,625	-	72,920	-	(133,625)	-	(1,126,694)
BEGINNING FUND BALANCE	4,098,086	49,582	108,834	725,989	555	88,457	137,657	144,263	1,121,584	6,475,007
AUDIT ADJUSTMENTS										
OTHER RESTATEMENTS										
ENDING FUND BALANCE	3,063,740	46,169	76,979	729,614	555	161,377	137,657	10,638	1,121,584	5,348,313
% Increase of beginning fund balance	-25.24%	-6.88%	-29.27%	0.50%	0.00%	82.44%	0.00%	-92.63%	0.00%	-17.40%

SUMMARY OF SCOTTS VALLEY UNIFIED SCHOOL DISTRICT

ALL FUNDS

2011-12

ESTIMATED ACTUALS

	01 GENERAL	13 CAFETERIA	14 DEF MAINT.	17 SPEC RESERVE	21 BUILDING	25 CAP. FAC.	30 LEASE PURCH	40 SPEC RESERVE CAPITAL OUTLY	51 BOND INTEREST REDEMPTION	TOTAL
REVENUE										
8000-8099 REV LIMIT	12,863,376	-	-	-	-	-	-	-	-	12,863,376
8100-8299 FED FUNDS	1,115,294	151,161	-	-	-	-	-	-	-	1,266,455
8300-8599 STATE FUNDS	1,645,804	10,816	-	-	-	-	-	-	-	1,656,620
8600-8699 LOCAL FUNDS	2,287,590	401,980	1,906	3,661	3	166,808	1,294	7,216	-	2,870,458
TOTAL REVENUE	17,912,064	563,957	1,906	3,661	3	166,808	1,294	7,216	-	18,656,909
EXPENDITURES										
1000 CERT. SALARIES	7,979,181	-	-	-	-	-	-	-	-	7,979,181
2000 CLASSIFIED SALARIES	2,118,217	170,348	-	-	-	-	-	-	-	2,288,565
3000 EMP. BENEFITS	4,193,237	92,169	-	-	-	-	-	-	-	4,285,406
4000 BOOKS & SUPPLIES	912,013	263,700	7,000	-	-	-	-	-	-	1,182,713
5000 CONTRACTED SVC	2,827,828	12,611	9,050	-	-	85,581	-	22,816	-	2,945,875
6000 EQUIPMENT	136,920	-	-	-	-	-	-	86,059	-	222,979
7100-7299 OTHER OUTGO (74XX)	263,398	-	-	-	-	-	-	-	-	263,398
7300 INDIRECT COSTS	(15,048)	15,048	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	18,415,745	553,876	16,050	-	-	85,581	-	108,875	-	19,180,127
NET REV OVER EXPENDITURES	(503,681)	10,081	(14,144)	3,661	3	81,227	1,294	(101,659)	-	(523,218)
OTHER SOURCES/USES										
8910-8929 TRANSFERS IN	-	-	-	-	-	-	-	-	-	-
8930-8979 OTHER SOURCES	-	-	-	-	-	-	-	-	-	-
8997-8998 CATEGORICAL FLEXIBILITY	-	-	-	-	-	-	-	-	-	-
8980-8999 CONTRIBUTIONS	-	-	-	-	-	-	-	-	-	-
7610-7629 TRANSFERS OUT	-	-	-	-	-	-	-	-	-	-
7630-7699 OTHER USES	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES/USES	-	-	-	-	-	-	-	-	-	-
TOTAL INCR/DECR TO FUND BALANCE	(503,681)	10,081	(14,144)	3,661	3	81,227	1,294	(101,659)	-	(523,221)
BEGINNING FUND BALANCE										
AUDIT ADJUSTMENTS										
OTHER RESTATEMENTS										
ENDING FUND BALANCE	4,601,767	39,501	122,978	722,328	552	7,230	158,539	245,922	1,121,584	7,020,401
	4,098,086	49,582	108,834	725,989	552	88,457	(22,177)	144,263	1,121,584	(22,177)
% Increase of beginning fund balance	-10.95%	25.52%	-11.50%	0.51%	0.00%	1123.41%	0.82%	-41.34%	0.00%	-7.45%