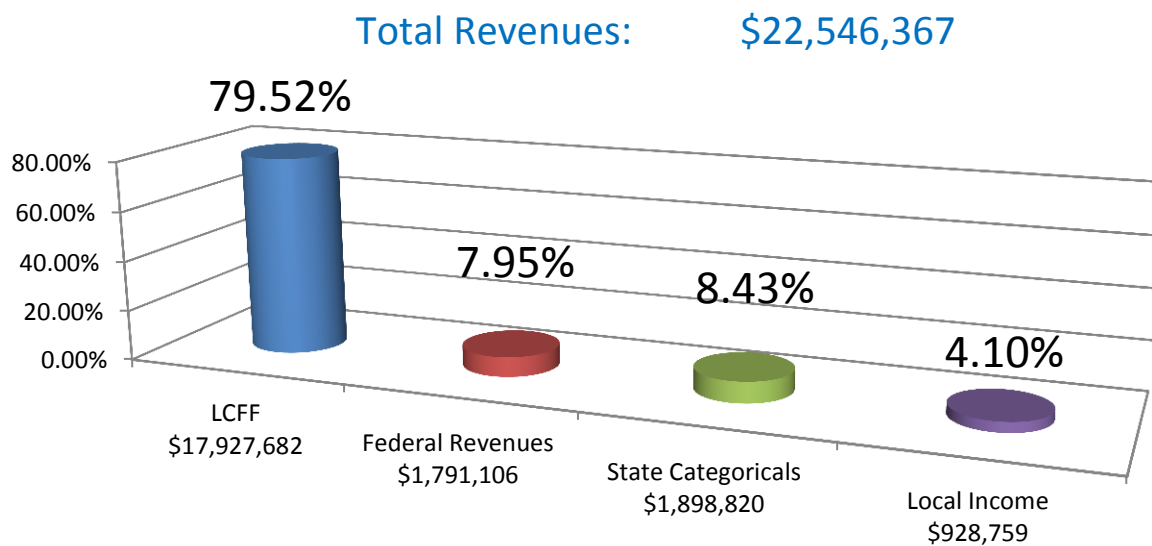


Bishop Unified School District 2018/2019 Budget Narrative

9.4



Revenue Limit

Property Taxes	\$10,505,022
State Supplement Unrestricted	\$ 6,662,487
State Supplement Restricted EPA	\$ 760,173

Federal Revenues

Impact Aid	\$ 940,000
Special Education	\$ 320,000
Title I Parts A & D	\$ 312,228
Title II	\$ 45,000
Title III – ELL & Immigrant	\$ 28,706
Indian Ed, MediCal, Misc	\$ 145,172

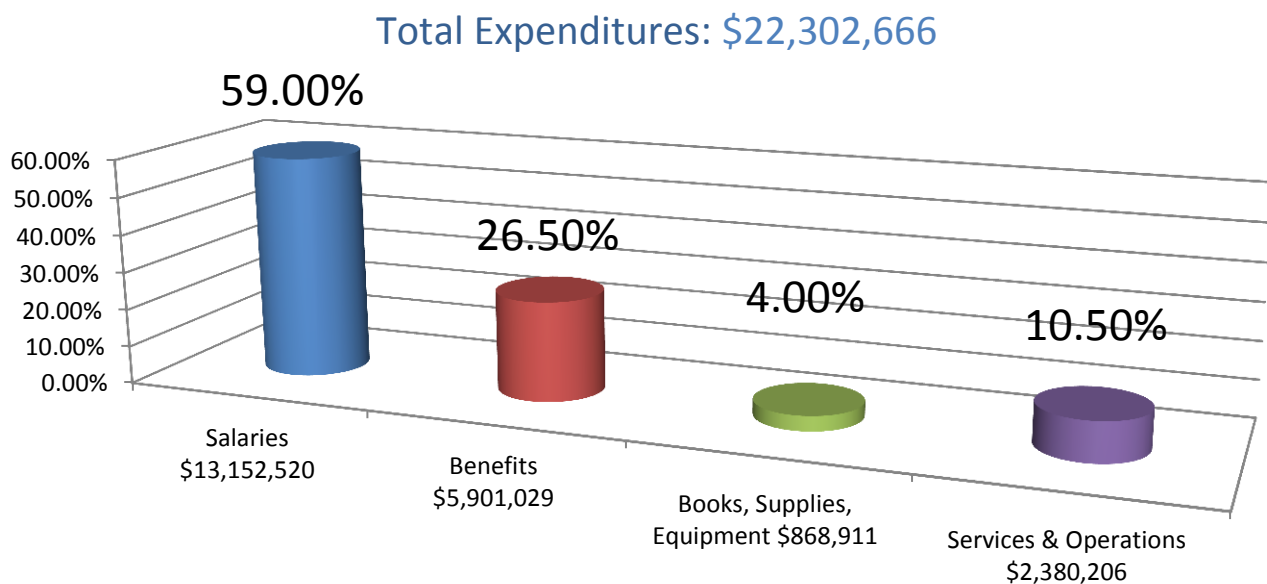
State Categoricals

Special Education	\$ 460,000
Workability	\$ 57,244
Lottery	\$ 345,303
Mandated Costs	\$ 682,500
Miscellaneous	\$ 202,773
CTE Incentive Grant	\$ 150,000

Local Income

Interest, Leases & Rentals	\$ 12,000
Other Local Income	\$ 916,759

Bishop Unified School District 2018/2019 Budget Narrative



Salaries

Certificated	\$8,406,575
Administration	\$ 962,602
Classified	\$3,783,344

Benefits

Health/Welfare	\$2,901,821
Retiree Health/Welfare	\$ 158,172
Certificated Retirement Contribution	\$1,462,498
Classified Retirement Contribution	\$ 720,279
Unemployment/Disability/MediCal/Worker Comp/SS	\$ 658,259

Books & Supplies

Textbooks	\$ 275,654
Materials & Supplies	\$ 496,444
Equipment/Technology	\$ 96,812

Services & Operating Expenditures

Travel & Conference	\$ 32,576
Dues & Memberships	\$ 25,150
Insurance	\$ 127,758
Utilities, Fuels, Repairs	\$ 699,600
Contracts & Consulting	\$ 868,679
Communications (phones & postage)	\$ 50,100
Transfer to Food Services	\$ 120,000
Transfer to Cover Chromebook purchases	\$ 120,000
Transfer to Facilities to Cover Windows	\$ 130,000
Purchase of Van and Completion of BUHS Boiler Replacement	\$ 206,343

Narrative for 2018/2019 Budget

Full funding of the LCFF and One-time 1819 funding of \$340 per ADA sure made the budget process more pleasant this year! The additional ongoing revenues allowed us to maintain staffing, cover increased PERS/STRS costs, and provide a COLA and Health/Welfare cap increase to our staff. One-time funding has allowed us to plan for the Social Science and Science textbook adoptions, purchase four class sets of Chromebooks, put money aside for deferred maintenance, complete the installation of new windows in first grade classrooms, and plan for the replacement of two aging student vans. It has been a long time since we have had the ability to think about these kinds of things! Please keep reading for highlights.

Midge Milici, CBO

Revenues:

- **LCFF** - LCFF revenues are forecasted to be \$17,927,682. We have projected our ADA higher as a result in the recent decision by RV to eliminate their 7th and 8th grade programs next year and the District's program to focus on attendance. While technically, RV is not changing anything for 1819, we have already seen quite a few students transferring into BUSD ahead of the change. Between the increased ADA and fully funded LCFF, the District is projected to realize an increase to our funding of just over a million dollars.
- **Federal Revenues** - Federal revenue projections are projected slightly lower than 1718 as we received one-time arrears payments for Impact Aid that we can't count on for this or subsequent years. Federal funding is projected to remain flat in future years although mid-term elections are on the horizon and could lead to adjustments.
- **Other State Revenues** - One time funding of \$340 per ADA was announced for 1819. This is very exciting as the additional funding will allow us to transfer money to facilities and make purchases that we would not have been able to do otherwise. It will also mean a surplus in the 1819 budget which will bring our reserves back to 17%. Subsequent years do not have this one time funding in the projections and are predicted to remain static.
- **Local Revenue** - We continue to experience a decline in this category due to ICSOS backing off their support of CTE with the support dropping by and additional \$140,130 over three years.

Expenses:

- **Salaries & Benefits** - Salary and benefits continue to make up roughly 86% of our budget. If you remove the expenses related to the one-time funding, the percentage is actually 88%. As the required contributions to STRS/PERS increase, that percentage will also increase. Current state projections see the increase to STRS ending after 20/21 although PERS will continue to increase for several more years. When all is said and done, our contribution requirement will have close to tripled. Negotiations have been settled for 1819 but staffing costs could still require tweaking as K-2 class size numbers are on the high side and the addition of another teacher may have to be addressed. Class size reduction funding hinges on an average of 24:1. Increasing beyond that number even by a small fraction would result in the loss of several hundred thousand dollars.
- **Books, Supplies & Equipment** - One time funding has allowed us to budget for the Social Studies adoption this year. We have also planned to fund the Science adoption in 1920. Once those adoptions are complete we have earmarked \$100,000 per year to start saving up for future adoptions.
- **Services & Operating Expenses** - This budget area includes our utilities, county provided services including data and CTE, postage, legal fees, and professional development. We have budgeted \$120,000 for the cafeteria next year, \$120,000 to transfer to Fund 40 to contribute to the cost of the Chromebook purchase, \$130,000 to Fund 14 to pay for the completion of the first grade windows and other maintenance costs. In addition we have budgeted money to replace two of our aging student vans and pay for the much needed replacement of the BUHS boiler.

Reserves:

- Our Estimated Actuals reflect our ending reserve to be \$3,551,565 (16.51%) for 1718. The 1819 budget looks much better, meeting the board adopted 17% at \$3,795,265. 1920 and 2021 are projected to be at 17.08% and 17.53% respectively.

Other Funds:

- **Cafeteria - 13** - The cafeteria income has improved over the last few years which have helped offset the rising costs of maintaining the program but we still anticipate needing to increase the contribution from the general fund to \$120,000. Negative student cafeteria accounts are still and will always be an issue. During the year we hit all-time highs of \$15,000+ but the end of the year push by parents of graduating students brought the number down under \$10,000. Still too high but better. We will see another flurry of activity prior to school starting.
- **Deferred Maintenance - 14, Capital Projects 25 & 35, Special Projects – 40** - The only planned expenditures from these accounts is the window replacement in first grade. We have budgeted and projected to start regular transfers to these funds to shore up our ability to handle facility issues for our aging campuses.
- **Capital Facilities – 21**, This fund was depleted on the window project last summer. There will be no need for this fund unless the District should pass a bond in the future.
- **Transportation – 15** - This is another area we need to concentrate on to rebuild the balance. Our van fleet is aging but we plan to use the balance to purchase one of two new vans.
- **Bond Funds – 51 & 52** - We don't worry too much about these funds as they are self-supporting. The county deposits property tax revenues that cover the payments we make to pay off our bonds. Don't you wish everything was this simple?
- **Retiree Benefits – 67** - We will use \$300,000 in both 1819 and 1920 to cover retiree benefits. Once the money is depleted, the District will be funding the entire obligation from the general fund. These costs are in the MYP.
- **Private Purpose Trust – 73** - This fund hold private contributions that are used to provide scholarships to BUHS graduates and we thank those donors for continuing to provide resources to our students.

**BISHOP UNIFIED SCHOOL DISTRICT
MULTI-YEAR PROJECTIONS**

	2017/2018	2018/2019		2018/2019	1st Subsequent	2nd Subsequent
	Estimated	Original	Pending	Revised	Projected	Projected
	Actuals	Budget	Adjustments	Budget	Budget	Budget
FUND 01 - GENERAL FUND						
REVENUES						
REVENUE LIMIT SOURCES	16,823,229	17,927,682		17,927,682	18,414,216	19,004,260
FEDERAL REVENUES	1,858,633	1,791,105		1,791,105	1,791,105	1,791,105
OTHER STATE REVENUE	1,638,868	1,898,820		1,898,820	1,278,320	1,278,320
OTHER LOCAL REVENUE	908,187	928,760		928,760	928,760	928,760
TOTAL REVENUES	21,228,917	22,546,367		22,546,367	22,412,401	23,002,445
EXPENDITURES						
CERTIFICATED SALARIES	9,350,586	9,369,177		9,369,177	9,431,789	9,503,836
CLASSIFIED SALARIES	3,715,296	3,783,344		3,783,344	3,851,476	3,914,953
EMPLOYEE BENEFITS	5,536,936	5,901,029		5,901,029	6,118,885	6,551,158
BOOKS AND SUPPLIES	663,553	868,911		868,911	870,411	741,911
SERVICES, OTHER OPERATING EXPENSES	1,942,784	1,803,863		1,803,863	1,807,863	1,811,863
CAPITAL OUTLAY	175,002	206,343	0	206,343		0
OTHER OUTGO (7300-7400)				0	0	0
TOTAL EXPENDITURES	21,384,158	21,932,666		21,932,666	22,080,423	22,523,720
EXCESS/<DEFICIENCY> (REV-EXP)	-155,241	613,700		613,700	331,978	478,724
OTHER FINANCING SOURCES/USES						
INTERFUND TRANSFERS IN		0		0		0
INTERFUND TRANSFERS OUT	100,000	370,000		370,000	300,000	300,000
OTHER SOURCES		0		0	0	0
OTHER USES		0		0	0	0
CONTRIBUTIONS - STATUTORY				0	0	0
CONTRIBUTIONS - OTHER				0	0	0
TOTAL SOURCES/USES	-100,000	-370,000		-370,000	-300,000	-300,000
INCREASE/<DECREASE> IN FUND BALANCE	-255,241	243,700		243,700	31,978	178,724
FUND BALANCE, RESERVES						
BEGINNING BALANCE, JULY 1				3,551,565	3,795,265	3,827,243
AUDIT ADJUSTMENTS						
ADJUSTMENTS FOR RESTATEMENTS						
NET BEGINNING BALANCE	3,806,806	3,551,565		3,551,565	3,795,265	3,827,243
UNADJUSTED ENDING BALANCE, JUNE 30	3,551,565	3,795,265		3,795,265	3,827,243	4,005,967
RESERVE DESIGNATION BY OBJECT CODE						
LEGALLY RESTRICTED RESERVES 9740						
REVOLVING CASH 9712	4,000	4,000		4,000	4,000	4,000
OTHER DES PER BOARD RESOLUTION 9780						
UNASSIGNED RESERVES See Below**	3,547,565	3,791,265		3,791,265	3,823,243	4,001,967
**RESERVED-ECONOMOC UNCERTAINTY 9789						
**UNASSIGNED RESERVES 9790	3,547,565	3,791,265		3,791,265	3,823,243	4,001,967
Expenditures	21,484,158	22,302,666		22,302,666	22,380,423	22,823,720
Reserve Percentage	16.51%	17.00%		17.00%	17.08%	17.53%

[illegible]