

2010-11 Adopted Budget

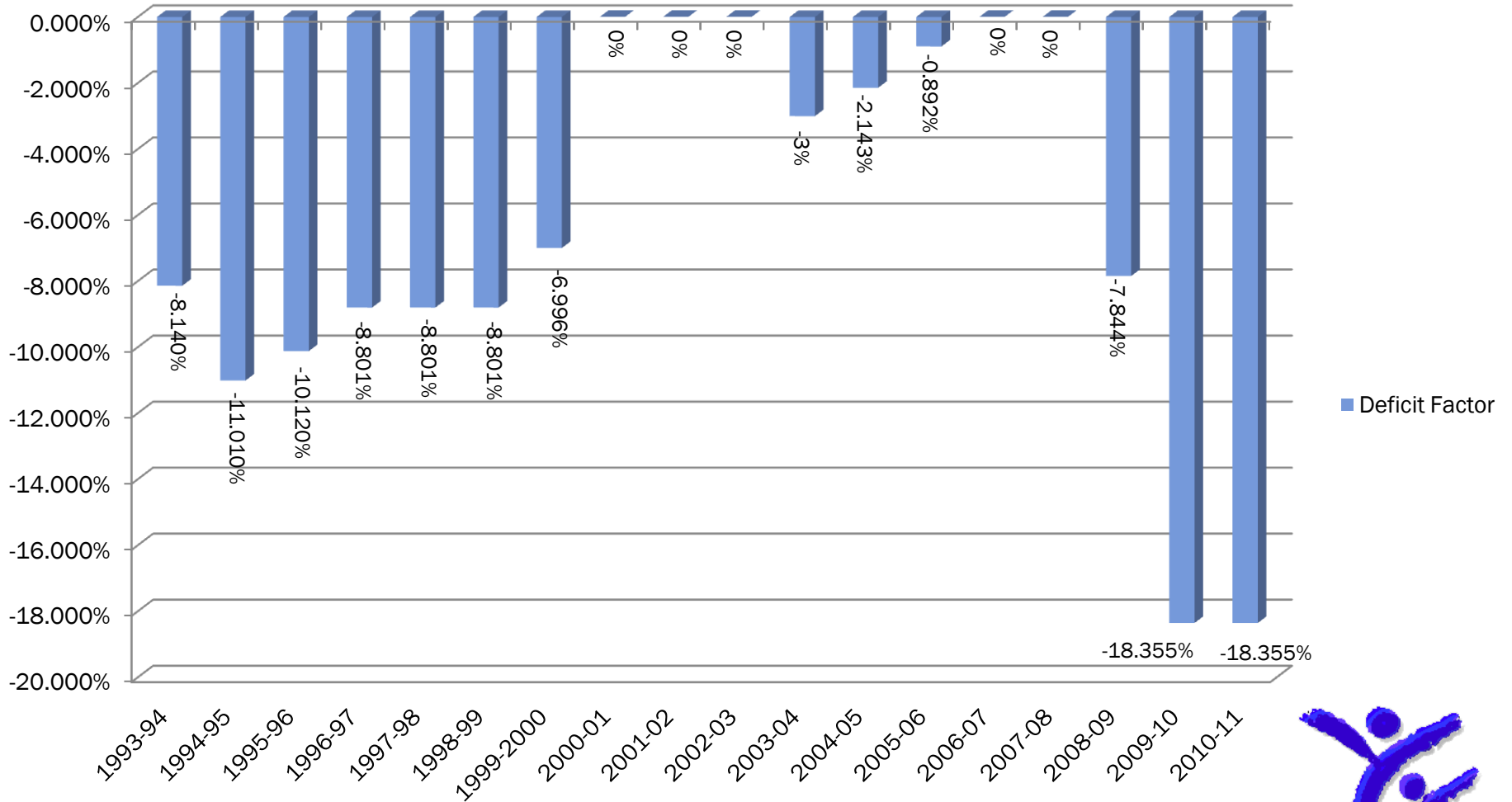
Irvine Unified School District
June 29, 2010



2010-11 Budget Assumptions

| Description | 2010-11 | 2011-12 | 2012-13 |
|----------------------------------|---------------|---------------|---------------|
| ADA Growth | 250 | 250 | 250 |
| Revenue Limit COLA | -.39% | 2.10% | 2.40% |
| Rev Limit /Student | \$6,340.41 | \$6,473.56 | \$6,628.92 |
| Rev Limit Deficit | 18.355% | 18.355% | 18.355% |
| Rev Limit/Student – deficated | \$5,176.63 | \$5,285.34 | \$5,412.19 |
| Property Tax Growth | 0% | 1% | 2% |
| Bren Donation | \$2,184,000 | \$2,150,000 | \$2,150,000 |
| IRWD – Special Reserve Fund | \$1,063,000 | \$1,190,000 | \$1,327,800 |
| IPSF/City - Class Size Support | \$1,000,000 | \$1,000,000 | \$0 |
| Furlough Days | 8 | 0 | 0 |
| Fair Share Reduction | (\$9,747,723) | (\$9,800,917) | (10,439,487) |
| 3.85% Reduction (Previously Adm) | (\$6,472,510) | (\$6,594,544) | (\$6,655,562) |
| Retiree Savings | \$1,000,000 | \$500,000 | \$500,000 |
| Health Insurance Contribution | \$8,443 | \$8,443 | \$8,443 |
| Certificated Step/Column | 2% | 2% | 2% |

Revenue Limit Deficit History



Irvine Unified School District: 2010-11 Budget

2010-11 General Fund Budget

| | |
|------------------------------------|-----------------------|
| Revenue | \$196.8 million |
| Expense | (\$200.5 million) |
| <u>Total Sources/Contributions</u> | <u>\$ 1.7 million</u> |
| Change in Operations | (\$ 2.0 million) |

Fund Balance

| | |
|-------------------------------------|-------------------------|
| Beginning Balance | \$ 37.2 million |
| <u>2010-11 Change in Operations</u> | <u>(\$ 2.0 million)</u> |
| Projected Ending Balance | \$ 35.2 million |

Irvine Unified School District: 2010-11 Budget

2010-11 Unrestricted Budget

| | |
|------------------------------------|--------------------------|
| Revenue | \$164.0 million |
| Expense | (\$141.9 million) |
| <u>Total Sources/Contributions</u> | <u>(\$ 24.1 million)</u> |
| Change in Operations | (\$ 2.0 million) |

Fund Balance

| | |
|-------------------------------------|-------------------------|
| Beginning Balance | \$ 32.8 million |
| <u>2010-11 Change in Operations</u> | <u>(\$ 2.0 million)</u> |
| Projected Ending Balance | \$ 30.8 million |

Irvine Unified School District: 2010-11 Budget

2010-2011 Restricted Budget

| | |
|------------------------------------|-----------------------|
| Revenue | \$32.8 million |
| Expense | (\$58.7 million) |
| <u>Total Sources/Contributions</u> | <u>\$25.9 million</u> |
| Change in Operations | \$ 0.0 million |

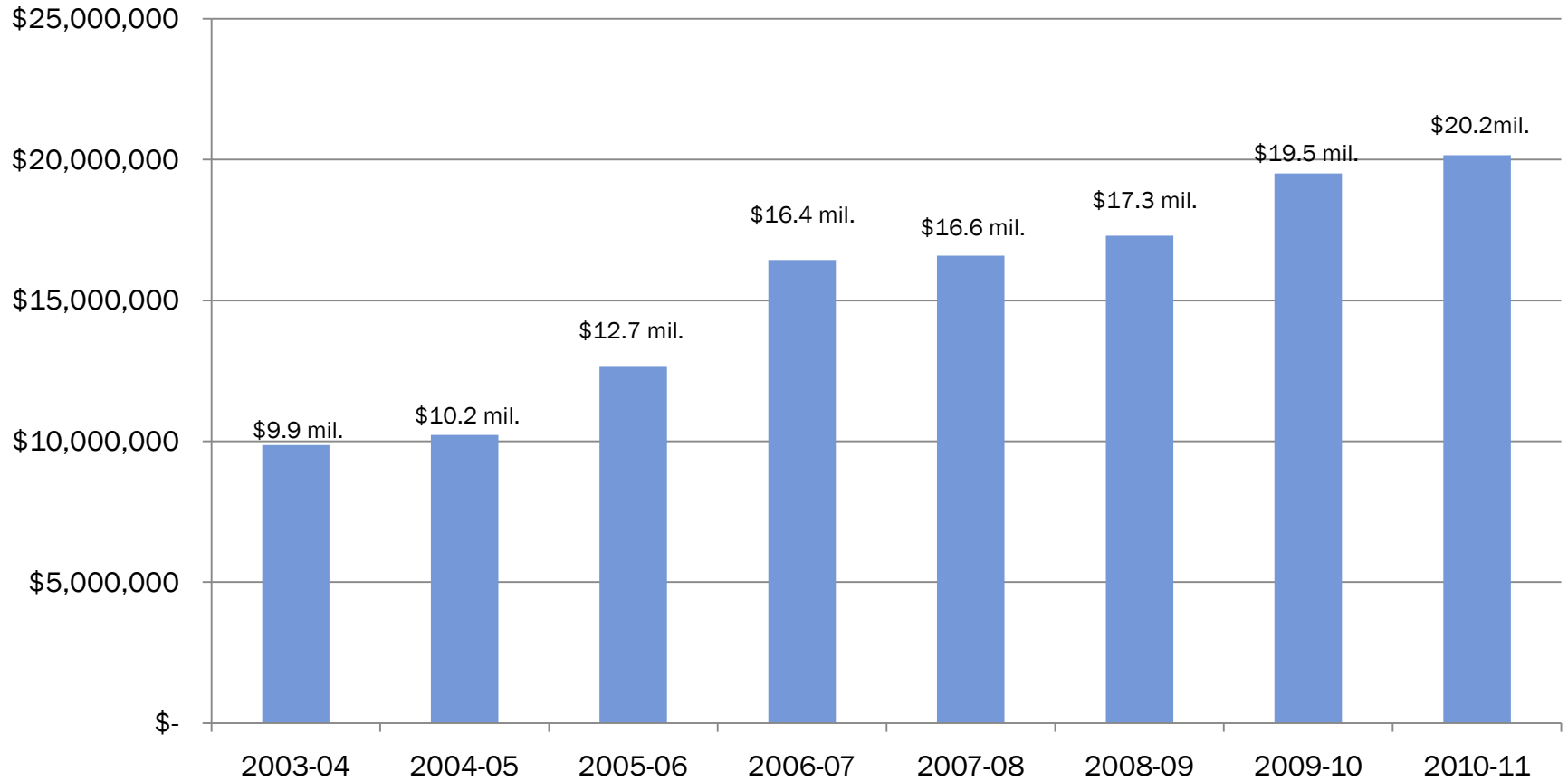
Fund Balance

| | |
|-------------------------------------|-----------------------|
| Beginning Balance | \$ 4.4 million |
| <u>2010-11 Change in Operations</u> | <u>\$ 0.0 million</u> |
| Projected Ending Balance | \$ 4.4 million |

Multiyear Projections - Unrestricted

| Description | 2010-11 Adopted | 2011-12 Projected | 2012-13 Projected |
|---------------------------|--------------------|----------------------|----------------------|
| Total Revenues | \$141,271,548 | \$147,817,339 | \$146,212,621 |
| Total Expenditures | (\$143,283,587) | (\$153,751,206) | (\$156,896,355) |
| NET INCREASE (DECREASE) | (\$ 2,012,039) | (\$ 5,933,866) | (\$ 10,683,734) |
| Beginning Balance, July 1 | \$ 32,842,786 | \$ 30,830,747 | \$ 24,896,881 |
| Ending Balance, June 30 | \$ 30,830,747 | \$ 24,896,881 | \$ 14,213,147 |
| Required Reserves | \$ 6,462,000 | \$ 6,874,062 | \$ 7,014,142 |
| Designations | \$ 24,368,747 | \$ 26,147,269 | \$ 36,009,204 |
| Excess / (Shortfall) | \$ 0 | (\$ 8,124,450) | (\$ 28,810,199) |

Special Education Underfunding



In 2009-10, Special Education revenue limit transfer has been eliminated; \$1.2 million of ARRA IDEA funding has been included; Net effect \$19.5 million underfunding

2010-11 Adopted Budget Observations

- IUSD has reduced over **\$38 million** in programs and expenditures over the past 2 years
 - 2009-10 Budget Reductions - \$18,279,377
 - 2010-11 Budget Reductions - \$19,822,327
- The 2010-11 Adopted Budget contains a 3% reserve for economic uncertainties
- IUSD is projected to have a \$8.1M shortfall in 2011-12
- IUSD is projected to have a \$28.8M shortfall in 2012-13

Irvine Unified School District: 2010-11 Budget

Recommendation:

Adopt the 2010-2011 Budget as presented and continue to explore additional expenditure reductions and revenue enhancements for fiscal years 2010-11 and 2011-12.

