

Provide methodology and assumptions used to estimate ADA, enrollment, revenues, expenditures, reserves and fund balance, and multiyear commitments (including cost-of-living adjustments).

Deviations from the standards must be explained and may affect the interim certification.

**CRITERIA AND STANDARDS**

**1. CRITERION: Average Daily Attendance**

STANDARD: Funded average daily attendance (ADA) for any of the current fiscal year or two subsequent fiscal years has not changed by more than two percent since budget adoption.

District's ADA Standard Percentage Range: -2.0% to +2.0%

**1A. Calculating the District's ADA Variances**

DATA ENTRY: Budget Adoption data that exist will be extracted; otherwise enter data into the first column for all fiscal years. First Interim Projected Year Totals data for Current Year are extracted. If First Interim Form MYPI exists, Projected Year Totals data will be extracted for the two subsequent years; if not, enter data into the second column.

| Fiscal Year                   | Revenue Limit (Funded) ADA                                     |   | Percent Change | Status |
|-------------------------------|--|---|----------------|--------|
|                               | Budget Adoption<br>Budget<br>(Form 01CS, Item 4A1,<br>Step 2A) | First Interim<br>Projected Year Totals<br>(Form RLI, Line 5b)<br>(Form MYPI, Unrestricted, A1b) |                |        |
| Current Year (2011-12)        | 27,073.00  | 27,445.64   | 1.4%           | Met    |
| 1st Subsequent Year (2012-13) | 27,573.00  | 27,945.64   | 1.4%           | Met    |
| 2nd Subsequent Year (2013-14) | 28,273.00  | 28,445.64   | 0.6%           | Met    |

**1B. Comparison of District ADA to the Standard**

DATA ENTRY: Enter an explanation if the standard is not met.

- 1a. STANDARD MET - Funded ADA has not changed since budget adoption by more than two percent in any of the current year or two subsequent fiscal years.

**Explanation:**  
(required if NOT met)

**2. CRITERION: Enrollment**

STANDARD: Projected enrollment for any of the current fiscal year or two subsequent fiscal years has not changed by more than two percent since budget adoption.

District's Enrollment Standard Percentage Range: -2.0% to +2.0%

**2A. Calculating the District's Enrollment Variances**

DATA ENTRY: Budget Adoption data that exist will be extracted; otherwise, enter data into the first column for all fiscal years. Enter data in the second column for all fiscal years.

| Fiscal Year                   | Enrollment                              |                                  | Percent Change | Status |
|-------------------------------|---|----------------------------------|----------------|--------|
|                               | Budget Adoption<br>(Form 01CS, Item 3B) | First Interim<br>CBEDS/Projected |                |        |
| Current Year (2011-12)        | 27,661                                  | 28,096                           | 1.6%           | Met    |
| 1st Subsequent Year (2012-13) | 28,172                                  | 28,583                           | 1.5%           | Met    |
| 2nd Subsequent Year (2013-14) | 28,886                                  | 29,094                           | 0.7%           | Met    |

**2B. Comparison of District Enrollment to the Standard**

DATA ENTRY: Enter an explanation if the standard is not met.

- 1a. STANDARD MET - Enrollment projections have not changed since budget adoption by more than two percent for the current year and two subsequent fiscal years.

**Explanation:**  
(required if NOT met)

**3. CRITERION: ADA to Enrollment**

STANDARD: Projected second period (P-2) average daily attendance (ADA) to enrollment ratio for any of the current fiscal year or two subsequent fiscal years has not increased from the historical average ratio from the three prior fiscal years by more than one half of one percent (0.5%).

**3A. Calculating the District's ADA to Enrollment Standard**

DATA ENTRY: Unaudited Actuals data that exist will be extracted into the P-2 ADA column for the First Prior Year; otherwise, enter First Prior Year data. P-2 ADA for the second and third prior years are preloaded. Budget Adoption data that exist will be extracted into the Enrollment column; otherwise, enter Enrollment data for all fiscal years.

| Fiscal Year                 | P-2 ADA<br>Unaudited Actuals<br>(Form A, Lines 3, 6, and 25) | Enrollment<br>CBEDS Actual<br>(Form 01CS, Item 2A)                                 | Historical Ratio<br>of ADA to Enrollment |
|-----------------------------|--|--|--|
| Third Prior Year (2008-09)  | 25,858   | 26,522   | 97.5%                                    |
| Second Prior Year (2009-10) | 26,165   | 26,822   | 97.6%                                    |
| First Prior Year (2010-11)  | 26,569   | 27,253   | 97.5%                                    |
|                             |  | Historical Average Ratio:  | 97.5%                                    |
|                             |  | <b>District's ADA to Enrollment Standard (historical average ratio plus 0.5%):</b> | <b>98.0%</b>                             |

**3B. Calculating the District's Projected Ratio of ADA to Enrollment**

DATA ENTRY: If Form MYPI exists, Estimated P-2 ADA data for the two subsequent years will be extracted; if not, enter Estimated P-2 ADA data in the first column. All other data are extracted.

| Fiscal Year                   | Estimated P-2 ADA<br>(Form AI, Lines 1-4 and 22)<br>(Form MYPI, Line F2) | Enrollment<br>CBEDS/Projected<br>(Criterion 2, Item 2A) | Ratio of ADA to Enrollment | Status |
|-------------------------------|--|---|----------------------------|--------|
| Current Year (2011-12)        | 27,342   | 28,096  | 97.3%                      | Met    |
| 1st Subsequent Year (2012-13) | 27,842   | 28,583  | 97.4%                      | Met    |
| 2nd Subsequent Year (2013-14) | 28,342   | 29,094  | 97.4%                      | Met    |

**3C. Comparison of District ADA to Enrollment Ratio to the Standard**

DATA ENTRY: Enter an explanation if the standard is not met.

- 1a. STANDARD MET - Projected P-2 ADA to enrollment ratio has not exceeded the standard for the current year and two subsequent fiscal years.

**Explanation:**  
(required if NOT met)

**4. CRITERION: Revenue Limit**

STANDARD: Projected revenue limit for any of the current fiscal year or two subsequent fiscal years has not changed by more than two percent since budget adoption.

District's Revenue Limit Standard Percentage Range: -2.0% to +2.0%

**4A. Calculating the District's Projected Change in Revenue Limit**

DATA ENTRY: Budget Adoption data that exist will be extracted; otherwise, enter data into the first column. In the First Interim column, Current Year data are extracted; enter data for the two subsequent years.

| Fiscal Year                   | Revenue Limit<br>(Fund 01, Objects 8011, 8020-8089) |  | Percent Change | Status |
|-------------------------------|---|--|----------------|--------|
|                               | Budget Adoption<br>(Form 01CS, Item 4B)             | First Interim<br>Projected Year Totals |                |        |
|                               | Current Year (2011-12)                              | 146,387,787.00                         |                |        |
| 1st Subsequent Year (2012-13) | 149,830,109.74                                      | 152,391,723.71                         | 1.7%           | Met    |
| 2nd Subsequent Year (2013-14) | 157,654,527.00                                      | 159,743,828.10                         | 1.3%           | Met    |

**4B. Comparison of District Revenue Limit to the Standard**

DATA ENTRY: Enter an explanation if the standard is not met.

- 1a. STANDARD NOT MET - Projected revenue limit has changed since budget adoption by more than two percent in any of the current year or two subsequent fiscal years. Provide reasons why the change(s) exceed the standard and a description of the methods and assumptions used in projecting revenue limit.

**Explanation:**  
(required if NOT met)

Property taxes were increased to match P-1 estimates. Also, ADA projections were increased by 350 ADA since budget adoption.

**5. CRITERION: Salaries and Benefits**

STANDARD: Projected ratio of total unrestricted salaries and benefits to total unrestricted general fund expenditures for any of the current fiscal year or two subsequent fiscal years has not changed from the historical average ratio from the three prior fiscal years by more than the greater of three percent or the district's required reserves percentage.

**5A. Calculating the District's Historical Average Ratio of Unrestricted Salaries and Benefits to Total Unrestricted General Fund Expenditures**

DATA ENTRY: Unaudited Actuals data that exist for the First Prior Year will be extracted; otherwise, enter data for the First Prior Year. Unaudited Actuals data for the second and third prior years are preloaded.

| Fiscal Year                 | Unaudited Actuals - Unrestricted<br>(Resources 0000-1999) |  | Ratio<br>of Unrestricted Salaries and Benefits<br>to Total Unrestricted Expenditures |
|-----------------------------|---|--|--|
|                             | Salaries and Benefits<br>(Form 01, Objects 1000-3999)     | Total Expenditures<br>(Form 01, Objects 1000-7499) |  |
| Third Prior Year (2008-09)  | 135,406,405.16  | 143,835,458.37                                     | 94.1%  |
| Second Prior Year (2009-10) | 128,252,174.49  | 139,020,669.05                                     | 92.3%  |
| First Prior Year (2010-11)  | 129,396,754.95  | 139,659,195.84                                     | 92.7%  |
| Historical Average Ratio:   |   |  | 93.0%  |

|  | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|--|---------------------------|----------------------------------|----------------------------------|
| District's Reserve Standard Percentage<br>(Criterion 10B, Line 4)  | 3.0%                      | 3.0%                             | 3.0%                             |
| <b>District's Salaries and Benefits Standard<br/>(historical average ratio, plus/minus the<br/>greater of 3% or the district's reserve<br/>standard percentage):</b> | <b>90.0% to 96.0%</b>     | <b>90.0% to 96.0%</b>            | <b>90.0% to 96.0%</b>            |

**5B. Calculating the District's Projected Ratio of Unrestricted Salaries and Benefits to Total Unrestricted General Fund Expenditures**

DATA ENTRY: If Form MYPI exists, Projected Year Totals data for the two subsequent years will be extracted; if not, enter Projected Year Totals data. Projected Year Totals data for Current Year are extracted.

| Fiscal Year                   | Projected Year Totals - Unrestricted<br>(Resources 0000-1999)                      |  | Ratio<br>of Unrestricted Salaries and Benefits<br>to Total Unrestricted Expenditures | Status  |
|-------------------------------|--|--|--|---------|
|                               | Salaries and Benefits<br>(Form 011, Objects 1000-3999)<br>(Form MYPI, Lines B1-B3) | Total Expenditures<br>(Form 011, Objects 1000-7499)<br>(Form MYPI, Lines B1-B8, B10) |  |         |
| Current Year (2011-12)        | 144,283,158.97   | 161,881,413.28   | 89.1%  | Not Met |
| 1st Subsequent Year (2012-13) | 148,411,567.80   | 159,972,649.20   | 92.8%  | Met     |
| 2nd Subsequent Year (2013-14) | 150,972,105.85   | 163,025,099.77   | 92.6%  | Met     |

**5C. Comparison of District Salaries and Benefits Ratio to the Standard**

DATA ENTRY: Enter an explanation if the standard is not met.

- 1a. STANDARD NOT MET - Projected ratio of unrestricted salary and benefit costs to total unrestricted expenditures has changed by more than the standard in any of the current year or two subsequent fiscal years. Provide reasons why the change(s) exceed the standard and a description of the methods and assumptions used in projecting salaries and benefits.

**Explanation:**  
(required if NOT met)

Total expenditures in current year were increased by over \$5.3 million to budget for prior year carryover.

**6. CRITERION: Other Revenues and Expenditures**

STANDARD: Projected operating revenues (including federal, other state and other local) or expenditures (including books and supplies, and services and other operating), for any of the current fiscal year or two subsequent fiscal years, have not changed by more than five percent since budget adoption.

Changes that exceed five percent in any major object category must be explained.

|  |                |
|--|----------------|
| District's Other Revenues and Expenditures Standard Percentage Range:    | -5.0% to +5.0% |
| District's Other Revenues and Expenditures Explanation Percentage Range: | -5.0% to +5.0% |

**6A. Calculating the District's Change by Major Object Category and Comparison to the Explanation Percentage Range**

DATA ENTRY: Budget Adoption data that exist will be extracted; otherwise, enter data into the first column. First Interim data for the Current Year are extracted. If First Interim Form MYPI exists, data for the two subsequent years will be extracted; if not, enter data for the two subsequent years into the second column.

Explanations must be entered for each category if the percent change for any year exceeds the district's explanation percentage range.

| Object Range / Fiscal Year   | Budget Adoption<br>Budget<br>(Form 01CS, Item 6B) | First Interim<br>Projected Year Totals<br>(Fund 01) (Form MYPI) | Percent Change | Change Is Outside<br>Explanation Range |
|--|---|---|----------------|--|
| <b>Federal Revenue (Fund 01, Objects 8100-8299) (Form MYPI, Line A2)</b> |   |   |                |  |
| Current Year (2011-12)   | 8,759,318.00                                      | 13,289,149.97   | 51.7%          | Yes                                    |
| 1st Subsequent Year (2012-13)  | 8,759,318.00                                      | 11,178,132.57   | 27.6%          | Yes                                    |
| 2nd Subsequent Year (2013-14)  | 8,759,318.00                                      | 11,180,917.59   | 27.6%          | Yes                                    |

**Explanation:**  
(required if Yes)

The first interim budgets have been adjusted for current year to include deferred revenues.

|  |               |               |       |     |
|--|---------------|---------------|-------|-----|
| <b>Other State Revenue (Fund 01, Objects 8300-8599) (Form MYPI, Line A3)</b> |               |               |       |     |
| Current Year (2011-12)   | 32,145,674.00 | 34,850,732.73 | 8.4%  | Yes |
| 1st Subsequent Year (2012-13)  | 34,895,299.94 | 36,343,926.00 | 4.2%  | No  |
| 2nd Subsequent Year (2013-14)  | 35,554,370.97 | 40,744,615.98 | 14.6% | Yes |

**Explanation:**  
(required if Yes)

Current year budgets have been adjusted based on most current information. In 2013-14 there is a significant increase due to the fair share amount being decreased resulting in higher revenues.

|  |               |               |       |     |
|--|---------------|---------------|-------|-----|
| <b>Other Local Revenue (Fund 01, Objects 8600-8799) (Form MYPI, Line A4)</b> |               |               |       |     |
| Current Year (2011-12)   | 12,277,411.00 | 14,549,021.84 | 18.5% | Yes |
| 1st Subsequent Year (2012-13)  | 12,370,415.86 | 14,677,201.01 | 18.6% | Yes |
| 2nd Subsequent Year (2013-14)  | 12,466,016.57 | 14,808,367.61 | 18.8% | Yes |

**Explanation:**  
(required if Yes)

IUSD uses the practice of excluding these revenues until received in both budgeted revenues and expenditures as to not inflate monies that are not verified.

|   |              |               |        |     |
|---|--------------|---------------|--------|-----|
| <b>Books and Supplies (Fund 01, Objects 4000-4999) (Form MYPI, Line B4)</b> |              |               |        |     |
| Current Year (2011-12)  | 7,600,272.00 | 20,658,745.15 | 171.8% | Yes |
| 1st Subsequent Year (2012-13)   | 7,857,013.34 | 9,406,410.88  | 19.7%  | Yes |
| 2nd Subsequent Year (2013-14)   | 8,277,285.09 | 9,603,610.38  | 16.0%  | Yes |

**Explanation:**  
(required if Yes)

Fiscal Year 2011-12 includes carryover dollars.

|  |               |               |      |     |
|--|---------------|---------------|------|-----|
| <b>Services and Other Operating Expenditures (Fund 01, Objects 5000-5999) (Form MYPI, Line B5)</b> |               |               |      |     |
| Current Year (2011-12)   | 18,511,031.00 | 19,862,293.82 | 7.3% | Yes |
| 1st Subsequent Year (2012-13)  | 19,099,536.02 | 19,355,183.12 | 1.3% | No  |
| 2nd Subsequent Year (2013-14)  | 19,829,932.81 | 20,071,164.38 | 1.2% | No  |

**Explanation:**  
(required if Yes)

Fiscal Year 2011-12 includes carryover dollars.



**6B. Calculating the District's Change in Total Operating Revenues and Expenditures**

DATA ENTRY: All data are extracted or calculated.

| Object Range / Fiscal Year  | Budget Adoption<br>Budget | First Interim<br>Projected Year Totals | Percent Change | Status  |
|---|---------------------------|--|----------------|---------|
| <b>Total Federal, Other State, and Other Local Revenue (Section 6A)</b>                     |                           |  |                |         |
| Current Year (2011-12)  | 53,182,403.00             | 62,688,904.54                          | 17.9%          | Not Met |
| 1st Subsequent Year (2012-13)   | 56,025,033.80             | 62,199,259.58                          | 11.0%          | Not Met |
| 2nd Subsequent Year (2013-14)   | 56,779,705.54             | 66,733,901.18                          | 17.5%          | Not Met |
| <b>Total Books and Supplies, and Services and Other Operating Expenditures (Section 6A)</b> |                           |  |                |         |
| Current Year (2011-12)  | 26,111,303.00             | 40,521,038.97                          | 55.2%          | Not Met |
| 1st Subsequent Year (2012-13)   | 26,956,549.36             | 28,761,594.00                          | 6.7%           | Not Met |
| 2nd Subsequent Year (2013-14)   | 28,107,217.90             | 29,674,774.76                          | 5.6%           | Not Met |

**6C. Comparison of District Total Operating Revenues and Expenditures to the Standard Percentage Range**

DATA ENTRY: Explanations are linked from Section 6A if the status in Section 6B is Not Met; no entry is allowed below.

- 1a. STANDARD NOT MET - One or more projected operating revenue have changed since budget adoption by more than the standard in one or more of the current year or two subsequent fiscal years. Reasons for the projected change, descriptions of the methods and assumptions used in the projections, and what changes, if any, will be made to bring the projected operating revenues within the standard must be entered in Section 6A above and will also display in the explanation box below.

**Explanation:**  
Federal Revenue  
(linked from 6A  
if NOT met)

The first interim budgets have been adjusted for current year to include deferred revenues.

**Explanation:**  
Other State Revenue  
(linked from 6A  
if NOT met)

Current year budgets have been adjusted based on most current information. In 2013-14 there is a significant increase due to the fair share amount being decreased resulting in higher revenues.

**Explanation:**  
Other Local Revenue  
(linked from 6A  
if NOT met)

IUSD uses the practice of excluding these revenues until received in both budgeted revenues and expenditures as to not inflate monies that are not verified.

- 1b. STANDARD NOT MET - One or more total operating expenditures have changed since budget adoption by more than the standard in one or more of the current year or two subsequent fiscal years. Reasons for the projected change, descriptions of the methods and assumptions used in the projections, and what changes, if any, will be made to bring the projected operating revenues within the standard must be entered in Section 6A above and will also display in the explanation box below.

**Explanation:**  
Books and Supplies  
(linked from 6A  
if NOT met)

Fiscal Year 2011-12 includes carryover dollars.

**Explanation:**  
Services and Other Exps  
(linked from 6A  
if NOT met)

Fiscal Year 2011-12 includes carryover dollars.

**7. CRITERION: Facilities Maintenance**

STANDARD: Identify changes that have occurred since budget adoption in the projected contributions for facilities maintenance funding as required pursuant to Education Code sections 17584 (Deferred Maintenance) and 17070.75 (Ongoing and Major Maintenance Account).

**7A. Determining the District's Compliance with the Contribution Requirement for EC Section 17584 - Deferred Maintenance**

**NOTE:** SBX3 4 (Chapter 12, Statutes of 2009), as amended by SB 70 (Chapter 7, Statutes of 2011), eliminates the local match requirement for Deferred Maintenance from 2008-09 through 2014-15. Therefore, this section has been inactivated for that period.

**7B. Determining the District's Compliance with the Contribution Requirement for EC Section 17070.75 as modified by Section 17070.766 and amended by SB 70 (Chapter 7, Statutes of 2011), effective 2008-09 through 2014-15 - Ongoing and Major Maintenance/Restricted Maintenance Account (OMMA/RMA)**

**NOTE:** SB 70 (Chapter 7, Statutes of 2011) extends EC Section 17070.766 from 2008-09 through 2014-15. EC Section 17070.766 reduced the contributions required by EC Section 17070.75 from 3 percent to 1 percent. Therefore, the calculation in this section has been revised accordingly for that period.

DATA ENTRY: Budget Adoption data that exist will be extracted; otherwise, enter Budget Adoption data into lines 1 and 2. All other data are extracted.

|  | Budget Adoption<br>1% Required<br>Minimum Contribution<br>(Form 01CS, Item 7B2c) | First Interim Contribution<br>Projected Year Totals<br>(Fund 01, Resource 8150,<br>Objects 8900-8999) | Status |
|--|--|---|--------|
| 1. OMMA/RMA Contribution   | 2,147,110.50   | 6,876,050.00  | Met    |
| 2. Budget Adoption Contribution (information only)<br>(Form 01CS, Criterion 7B, Line 2c) |  | 6,876,050.00  |        |

If status is not met, enter an X in the box that best describes why the minimum required contribution was not made:

- Not applicable (district does not participate in the Leroy F. Green School Facilities Act of 1998)
- Exempt (due to district's small size [EC Section 17070.75 (b)(2)(D)])
- Other (explanation must be provided)

**Explanation:**  
(required if NOT met  
and Other is marked)

**8. CRITERION: Deficit Spending**

STANDARD: Unrestricted deficit spending (total unrestricted expenditures and other financing uses is greater than total unrestricted revenues and other financing sources) as a percentage of total unrestricted expenditures and other financing uses, has not exceeded one-third of the district's available reserves<sup>1</sup> as a percentage of total expenditures and other financing uses<sup>2</sup> in any of the current fiscal year or two subsequent fiscal years.

<sup>1</sup>Available reserves are the unrestricted amounts in the Reserve for Economic Uncertainties and the Unassigned/Unappropriated accounts in the General Fund and the Special Reserve Fund for Other Than Capital Outlay Projects. Available reserves will be reduced by any negative ending balances in restricted resources in the General Fund.

<sup>2</sup>A school district that is the Administrative Unit of a Special Education Local Plan Area (SELPA) may exclude from its expenditures the distribution of funds to its participating members.

**8A. Calculating the District's Deficit Spending Standard Percentage Levels**

DATA ENTRY: All data are extracted or calculated.

|  | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|--|---------------------------|----------------------------------|----------------------------------|
| District's Available Reserve Percentages (Criterion 10C, Line 9)   | 3.0%                      | 1.1%                             | -1.6%                            |
| <b>District's Deficit Spending Standard Percentage Levels<br/>(one-third of available reserve percentage):</b> | <b>1.0%</b>               | <b>0.4%</b>                      | <b>-0.5%</b>                     |

**8B. Calculating the District's Deficit Spending Percentages**

DATA ENTRY: Current Year data are extracted. If Form MYPI exists, data for the two subsequent years will be extracted; if not, enter data for the two subsequent years into the first and second columns.

| Fiscal Year                   | Projected Year Totals  |   |  | Deficit Spending Level<br>(If Net Change in Unrestricted Fund<br>Balance is negative, else N/A) | Status  |
|-------------------------------|--|---|--|---|---------|
|                               | Net Change in<br>Unrestricted Fund Balance<br>(Form 011, Section E)<br>(Form MYPI, Line C) | Total Unrestricted Expenditures<br>and Other Financing Uses<br>(Form 011, Objects 1000-7999)<br>(Form MYPI, Line B11) |  |   |         |
| Current Year (2011-12)        | (18,478,658.00)  | 163,582,478.28  |  | 11.3%   | Not Met |
| 1st Subsequent Year (2012-13) | (13,698,765.51)  | 161,673,714.20  |  | 8.5%  | Not Met |
| 2nd Subsequent Year (2013-14) | (6,113,742.91)   | 164,726,164.77  |  | 3.7%  | Not Met |

**8C. Comparison of District Deficit Spending to the Standard**

DATA ENTRY: Enter an explanation if the standard is not met.

- 1a. STANDARD NOT MET - Unrestricted deficit spending has exceeded the standard percentage level in any of the current year or two subsequent fiscal years. Provide reasons for the deficit spending, a description of the methods and assumptions used in balancing the unrestricted budget, and what changes will be made to ensure that the budget deficits are eliminated or are balanced within the standard.

**Explanation:**  
(required if NOT met)

The district is utilizing reserves from previous years to cover the deficit amounts. The district will continue to designate reserves for future years shortfalls.

**9. CRITERION: Fund and Cash Balances**

A. FUND BALANCE STANDARD: Projected general fund balance will be positive at the end of the current fiscal year and two subsequent fiscal years.

**9A-1. Determining if the District's General Fund Ending Balance is Positive**

DATA ENTRY: Current Year data are extracted. If Form MYPI exists, data for the two subsequent years will be extracted; if not, enter data for the two subsequent years.

| Fiscal Year                   | Ending Fund Balance<br>General Fund<br>Projected Year Totals<br>(Form 011, Line F2 ) (Form MYPI, Line D2) | Status |
|-------------------------------|---|--------|
| Current Year (2011-12)        | 27,349,649.13   | Met    |
| 1st Subsequent Year (2012-13) | 13,650,883.62   | Met    |
| 2nd Subsequent Year (2013-14) | 7,537,140.71  | Met    |

**9A-2. Comparison of the District's Ending Fund Balance to the Standard**

DATA ENTRY: Enter an explanation if the standard is not met.

- 1a. STANDARD MET - Projected general fund ending balance is positive for the current fiscal year and two subsequent fiscal years.

**Explanation:**  
(required if NOT met)

B. CASH BALANCE STANDARD: Projected general fund cash balance will be positive at the end of the current fiscal year.

**9B-1. Determining if the District's Ending Cash Balance is Positive**

DATA ENTRY: If Form CASH exists, data will be extracted; if not, data must be entered below.

| Fiscal Year            | Ending Cash Balance<br>General Fund<br>(Form CASH, Line F, June Column) | Status |
|------------------------|---|--------|
| Current Year (2011-12) | 29,011,451.00   | Met    |

**9B-2. Comparison of the District's Ending Cash Balance to the Standard**

DATA ENTRY: Enter an explanation if the standard is not met.

- 1a. STANDARD MET - Projected general fund cash balance will be positive at the end of the current fiscal year.

**Explanation:**  
(required if NOT met)

**10. CRITERION: Reserves**

STANDARD: Available reserves<sup>1</sup> for any of the current fiscal year or two subsequent fiscal years are not less than the following percentages or amounts<sup>2</sup> as applied to total expenditures and other financing uses<sup>3</sup>:

| Percentage Level            | District ADA |     |         |
|-----------------------------|--------------|-----|---------|
| 5% or \$60,000 (greater of) | 0            | to  | 300     |
| 4% or \$60,000 (greater of) | 301          | to  | 1,000   |
| 3%                          | 1,001        | to  | 30,000  |
| 2%                          | 30,001       | to  | 400,000 |
| 1%                          | 400,001      | and | over    |

<sup>1</sup> Available reserves are the unrestricted amounts in the Reserve for Economic Uncertainties and the Unassigned/Unappropriated accounts in the General Fund and Special Reserve Fund for Other Than Capital Outlay Projects. Available reserves will be reduced by any negative ending balances in restricted resources in the General Fund.

<sup>2</sup> Dollar amounts to be adjusted annually by the prior year statutory cost-of-living adjustment (Education Code Section 42238), rounded to the nearest thousand.

<sup>3</sup> A school district that is the Administrative Unit (AU) of a Special Education Local Plan Area (SELPA) may exclude from its expenditures the distribution of funds to its participating members.

|  | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|--|---------------------------|----------------------------------|----------------------------------|
| District Estimated P-2 ADA (Criterion 3, Item 3B)    | 27,342                    | 27,842                           | 28,342                           |
| <b>District's Reserve Standard Percentage Level:</b> | <b>3%</b>                 | <b>3%</b>                        | <b>3%</b>                        |

**10A. Calculating the District's Special Education Pass-through Exclusions (only for districts that serve as the AU of a SELPA)**

DATA ENTRY: For SELPA AUs, if Form MYPI exists, all data will be extracted including the Yes/No button selection. If not, click the appropriate Yes or No button for item 1 and, if Yes, enter data for item 2a and for the two subsequent years in item 2b; Current Year data are extracted.

For districts that serve as the AU of a SELPA (Form MYPI, Lines F1a, F1b1, and F1b2):

- Do you choose to exclude from the reserve calculation the pass-through funds distributed to SELPA members?
- If you are the SELPA AU and are excluding special education pass-through funds:
  - Enter the name(s) of the SELPA(s): \_\_\_\_\_

|   | Current Year<br>Projected Year Totals<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|---|--|----------------------------------|----------------------------------|
| b. Special Education Pass-through Funds<br>(Fund 10, resources 3300-3499 and 6500-6540,<br>objects 7211-7213 and 7221-7223) | 0.00   |                                  |                                  |

**10B. Calculating the District's Reserve Standard**

DATA ENTRY: If Form MYPI exists, all data will be extracted or calculated. If not, enter data for line 1 for the two subsequent years; Current Year data are extracted.

|   | Current Year<br>Projected Year Totals<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|---|--|----------------------------------|----------------------------------|
| 1. Expenditures and Other Financing Uses<br>(Form 011, objects 1000-7999) (Form MYPI, Line B11)     | 238,159,796.38                                     | 229,666,821.80                   | 233,968,545.19                   |
| 2. Plus: Special Education Pass-through<br>(Criterion 10A, Line 2b, if Criterion 10A, Line 1 is No) | 0.00   |                                  |                                  |
| 3. Total Expenditures and Other Financing Uses<br>(Line B1 plus Line B2)                            | 238,159,796.38                                     | 229,666,821.80                   | 233,968,545.19                   |
| 4. Reserve Standard Percentage Level  | 3%   | 3%                               | 3%                               |
| 5. Reserve Standard - by Percent<br>(Line B3 times Line B4)   | 7,144,793.89                                       | 6,890,004.65                     | 7,019,056.36                     |
| 6. Reserve Standard - by Amount<br>(\$60,000 for districts with less than 1,001 ADA, else 0)        | 0.00   | 0.00                             | 0.00                             |
| 7. <b>District's Reserve Standard<br/>(Greater of Line B5 or Line B6)</b>                           | <b>7,144,793.89</b>                                | <b>6,890,004.65</b>              | <b>7,019,056.36</b>              |

**10C. Calculating the District's Available Reserve Amount**

DATA ENTRY: All data are extracted from fund data and Form MYPI. If Form MYPI does not exist, enter data for the two subsequent years. If Fund 17 does not exist, enter data for the current and two subsequent years, as appropriate.

| Reserve Amounts<br>(Unrestricted resources 0000-1999 except Line 4)   | Current Year<br>Projected Year Totals<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|---|--|----------------------------------|----------------------------------|
| 1. General Fund - Stabilization Arrangements<br>(Fund 01, Object 9750) (Form MYPI, Line E1a)  | 0.00   |                                  |                                  |
| 2. General Fund - Reserve for Economic Uncertainties<br>(Fund 01, Object 9789) (Form MYPI, Line E1b)  | 7,157,000.00                                       | 6,890,004.65                     | 7,019,056.36                     |
| 3. General Fund - Unassigned/Unappropriated Amount<br>(Fund 01, Object 9790) (Form MYPI, Line E1c)  | 0.00   | (4,412,216.03)                   | (10,655,010.65)                  |
| 4. General Fund - Negative Ending Balances in Restricted Resources<br>(Fund 01, Object 979Z, if negative, for each of resources 2000-9999)<br>(Form MYPI, Line E1d) | 0.00   | 0.00                             | 0.00                             |
| 5. Special Reserve Fund - Stabilization Arrangements<br>(Fund 17, Object 9750) (Form MYPI, Line E2a)  | 0.00   |                                  |                                  |
| 6. Special Reserve Fund - Reserve for Economic Uncertainties<br>(Fund 17, Object 9789) (Form MYPI, Line E2b)  | 0.00   |                                  |                                  |
| 7. Special Reserve Fund - Unassigned/Unappropriated Amount<br>(Fund 17, Object 9790) (Form MYPI, Line E2c)  | 0.00   |                                  |                                  |
| 8. District's Available Reserve Amount<br>(Lines C1 thru C7)  | 7,157,000.00                                       | 2,477,788.62                     | (3,635,954.29)                   |
| 9. District's Available Reserve Percentage (Information only)<br>(Line 8 divided by Section 10B, Line 3)  | 3.01%  | 1.08%                            | -1.55%                           |
| <b>District's Reserve Standard<br/>(Section 10B, Line 7):</b>   | <b>7,144,793.89</b>                                | <b>6,890,004.65</b>              | <b>7,019,056.36</b>              |
| Status:   | Met  | Not Met                          | Not Met                          |

**10D. Comparison of District Reserve Amount to the Standard**

DATA ENTRY: Enter an explanation if the standard is not met.

- 1a. STANDARD NOT MET - Available reserves are below the standard in one or more of the current year or two subsequent fiscal years. Provide reasons for reserves falling below the standard and what plans and actions are anticipated to increase reserves to, or above, the standard.

**Explanation:**  
(required if NOT met)

IUSD plans to identify budget reductions prior to the 2nd Interim Report for fiscal year 2012-13. The 2nd subsequent year 2013-14 will be addressed at a later time and when more information is known regarding the State budget.

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**SUPPLEMENTAL INFORMATION**

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DATA ENTRY: Click the appropriate Yes or No button for items S1 through S4. Enter an explanation for each Yes answer.

**S1. Contingent Liabilities**

1a. Does your district have any known or contingent liabilities (e.g., financial or program audits, litigation, state compliance reviews) that have occurred since budget adoption that may impact the budget?

1b. If Yes, identify the liabilities and how they may impact the budget:

**S2. Use of One-time Revenues for Ongoing Expenditures**

1a. Does your district have ongoing general fund expenditures funded with one-time revenues that have changed since budget adoption by more than five percent?

1b. If Yes, identify the expenditures and explain how the one-time resources will be replaced to continue funding the ongoing expenditures in the following fiscal years:

**S3. Temporary Interfund Borrowings**

1a. Does your district have projected temporary borrowings between funds?  
(Refer to Education Code Section 42603)

1b. If Yes, identify the interfund borrowings:

**S4. Contingent Revenues**

1a. Does your district have projected revenues for the current fiscal year or either of the two subsequent fiscal years contingent on reauthorization by the local government, special legislation, or other definitive act (e.g., parcel taxes, forest reserves)?

1b. If Yes, identify any of these revenues that are dedicated for ongoing expenses and explain how the revenues will be replaced or expenditures reduced:

**S5. Contributions**

Identify projected contributions from unrestricted resources in the general fund to restricted resources in the general fund for the current fiscal year and two subsequent fiscal years. Provide an explanation if contributions have changed by more than \$20,000 and more than five percent since budget adoption.

Identify projected transfers to or from the general fund to cover operating deficits in either the general fund or any other fund for the current fiscal year and two subsequent fiscal years. Provide an explanation if transfers have changed by more than \$20,000 and more than five percent since budget adoption.

Identify capital project cost overruns that have occurred since budget adoption that may impact the general fund budget.

District's Contributions and Transfers Standard: -5.0% to +5.0%  
or -\$20,000 to +\$20,000

**S5A. Identification of the District's Projected Contributions, Transfers, and Capital Projects that may Impact the General Fund**

DATA ENTRY: Budget Adoption data that exist will be extracted; otherwise, enter data into the first column. Enter data into the second column, except for Current Year Contributions, which are extracted.

| Description / Fiscal Year   | Budget Adoption<br>(Form 01CS, Item S5A) | First Interim<br>Projected Year Totals | Percent<br>Change | Amount of Change | Status |
|---|--|--|-------------------|------------------|--------|
| <b>1a. Contributions, Unrestricted General Fund<br/>(Fund 01, Resources 0000-1999, Object 8980)</b> |  |  |                   |                  |        |
| Current Year (2011-12)  | (32,096,704.00)                          | (32,096,770.31)                        | 0.0%              | 66.31            | Met    |
| 1st Subsequent Year (2012-13)   | (32,868,560.03)                          | (32,862,992.68)                        | 0.0%              | (5,567.35)       | Met    |
| 2nd Subsequent Year (2013-14)   | (33,575,631.11)                          | (33,412,100.01)                        | -0.5%             | (163,531.10)     | Met    |
| <b>1b. Transfers In, General Fund *</b>   |  |  |                   |                  |        |
| Current Year (2011-12)  | 1,377,073.00                             | 1,377,073.00                           | 0.0%              | 0.00             | Met    |
| 1st Subsequent Year (2012-13)   | 1,377,073.00                             | 1,377,073.00                           | 0.0%              | 0.00             | Met    |
| 2nd Subsequent Year (2013-14)   | 1,377,073.00                             | 1,377,073.00                           | 0.0%              | 0.00             | Met    |
| <b>1c. Transfers Out, General Fund *</b>  |  |  |                   |                  |        |
| Current Year (2011-12)  | 2,516,065.00                             | 2,616,065.00                           | 4.0%              | 100,000.00       | Met    |
| 1st Subsequent Year (2012-13)   | 2,516,065.00                             | 2,616,065.00                           | 4.0%              | 100,000.00       | Met    |
| 2nd Subsequent Year (2013-14)   | 2,516,065.00                             | 2,616,065.00                           | 4.0%              | 100,000.00       | Met    |

**1d. Capital Project Cost Overruns**

Have capital project cost overruns occurred since budget adoption that may impact the general fund operational budget?

No

\* Include transfers used to cover operating deficits in either the general fund or any other fund.

**S5B. Status of the District's Projected Contributions, Transfers, and Capital Projects**

DATA ENTRY: Enter an explanation if Not Met for items 1a-1c or if Yes for Item 1d.

1a. MET - Projected contributions have not changed since budget adoption by more than the standard for the current year and two subsequent fiscal years.

**Explanation:**

(required if NOT met)

1b. MET - Projected transfers in have not changed since budget adoption by more than the standard for the current year and two subsequent fiscal years.

**Explanation:**

(required if NOT met)

1c. MET - Projected transfers out have not changed since budget adoption by more than the standard for the current year and two subsequent fiscal years.

**Explanation:**  
(required if NOT met)

1d. NO - There have been no capital project cost overruns occurring since budget adoption that may impact the general fund operational budget.

**Project Information:**  
(required if YES)

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**S6. Long-term Commitments**

Identify all existing and new multiyear commitments<sup>1</sup> and their annual required payment for the current fiscal year and two subsequent fiscal years.

Explain how any increase in annual payments will be funded. Also, explain how any decrease to funding sources used to pay long-term commitments will be replaced.

<sup>1</sup> Include multiyear commitments, multiyear debt agreements, and new programs or contracts that result in long-term obligations.

**S6A. Identification of the District's Long-term Commitments**

DATA ENTRY: If Budget Adoption data exist (Form 01CS, Item S6A), long-term commitment data will be extracted and it will only be necessary to click the appropriate button for Item 1b. Extracted data may be overwritten to update long-term commitment data in Item 2, as applicable. If no Budget Adoption data exist, click the appropriate buttons for items 1a and 1b, and enter all other data, as applicable.

1. a. Does your district have long-term (multiyear) commitments?  
(If No, skip items 1b and 2 and sections S6B and S6C)

Yes

b. If Yes to Item 1a, have new long-term (multiyear) commitments been incurred since budget adoption?

No

2. If Yes to Item 1a, list (or update) all new and existing multiyear commitments and required annual debt service amounts. Do not include long-term commitments for postemployment benefits other than pensions (OPEB); OPEB is disclosed in Item S7A.

| Type of Commitment            | # of Years Remaining | SACS Fund and Object Codes Used For: |                             | Principal Balance as of July 1, 2011 |
|-------------------------------|----------------------|--------------------------------------|-----------------------------|--------------------------------------|
|                               |                      | Funding Sources (Revenues)           | Debt Service (Expenditures) |                                      |
| Capital Leases                | 6                    | General Fund                         | 7438 & 7439                 | 1,925,513                            |
| Certificates of Participation |                      |                                      |                             |                                      |
| General Obligation Bonds      |                      |                                      |                             |                                      |
| Supp Early Retirement Program |                      |                                      |                             |                                      |
| State School Building Loans   |                      |                                      |                             |                                      |
| Compensated Absences          |                      |                                      |                             |                                      |

Other Long-term Commitments (do not include OPEB):

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| Type of Commitment (continued) | Prior Year (2010-11) Annual Payment (P & I) | Current Year (2011-12) Annual Payment (P & I) | 1st Subsequent Year (2012-13) Annual Payment (P & I) | 2nd Subsequent Year (2013-14) Annual Payment (P & I) |
|--------------------------------|---|---|--|--|
| Capital Leases                 | 358,475                                     | 358,475                                       | 358,475  | 358,475  |
| Certificates of Participation  |   |   |  |  |
| General Obligation Bonds       |   |   |  |  |
| Supp Early Retirement Program  |   |   |  |  |
| State School Building Loans    |   |   |  |  |
| Compensated Absences           |   |   |  |  |

Other Long-term Commitments (continued):

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|--|-----------|-----------|-----------|-----------|
| Total Annual Payments:   | 358,475   | 358,475   | 358,475   | 358,475   |
| <b>Has total annual payment increased over prior year (2010-11)?</b> | <b>No</b> | <b>No</b> | <b>No</b> | <b>No</b> |

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**S6B. Comparison of the District's Annual Payments to Prior Year Annual Payment**

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DATA ENTRY: Enter an explanation if Yes.

- 1a. No - Annual payments for long-term commitments have not increased in one or more of the current and two subsequent fiscal years.

**Explanation:**  
(Required if Yes  
to increase in total  
annual payments)

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**S6C. Identification of Decreases to Funding Sources Used to Pay Long-term Commitments**

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DATA ENTRY: Click the appropriate Yes or No button in Item 1; if Yes, an explanation is required in Item 2.

1. Will funding sources used to pay long-term commitments decrease or expire prior to the end of the commitment period, or are they one-time sources?

No

2. No - Funding sources will not decrease or expire prior to the end of the commitment period, and one-time funds are not being used for long-term commitment.

**Explanation:**  
(Required if Yes)

**S7. Unfunded Liabilities**

Identify any changes in estimates for unfunded liabilities since budget adoption, and indicate whether the changes are the result of a new actuarial valuation.

**S7A. Identification of the District's Estimated Unfunded Liability for Postemployment Benefits Other Than Pensions (OPEB)**

DATA ENTRY: Click the appropriate button(s) for items 1a-1c, as applicable. Budget Adoption data that exist (Form 01CS, Item S7A) will be extracted; otherwise, enter Budget Adoption and First Interim data in items 2-4.

1. a. Does your district provide postemployment benefits other than pensions (OPEB)? (If No, skip items 1b-4)
- b. If Yes to Item 1a, have there been changes since budget adoption in OPEB liabilities?
- c. If Yes to Item 1a, have there been changes since budget adoption in OPEB contributions?

2. OPEB Liabilities

|   | Budget Adoption<br>(Form 01CS, Item S7A) | First Interim |
|---|--|---------------|
| a. OPEB actuarial accrued liability (AAL)           | 44,795,900.00                            | 47,636,500.00 |
| b. OPEB unfunded actuarial accrued liability (UAAL) | 44,795,900.00                            | 47,636,500.00 |

c. Are AAL and UAAL based on the district's estimate or an actuarial valuation?

|   | Actuarial    | Actuarial    |
|---|--------------|--------------|
| d. If based on an actuarial valuation, indicate the date of the OPEB valuation. | Jun 30, 2009 | Jun 30, 2011 |

3. OPEB Contributions

|   | Budget Adoption<br>(Form 01CS, Item S7A) | First Interim |
|---|--|---------------|
| a. OPEB annual required contribution (ARC) per actuarial valuation or Alternative Measurement Method                              |  |               |
| Current Year (2011-12)  | 4,735,100.00                             | 5,073,000.00  |
| 1st Subsequent Year (2012-13)   | 4,637,000.00                             | 5,073,000.00  |
| 2nd Subsequent Year (2013-14)   | 4,549,100.00                             | 5,073,000.00  |
| b. OPEB amount contributed (for this purpose, include premiums paid to a self-insurance fund)<br>(Funds 01-70, objects 3701-3752) |  |               |
| Current Year (2011-12)  | 2,880,922.00                             | 2,880,922.00  |
| 1st Subsequent Year (2012-13)   | 2,059,108.00                             | 2,880,922.00  |
| 2nd Subsequent Year (2013-14)   | 1,741,582.00                             | 2,880,922.00  |
| c. Cost of OPEB benefits (equivalent of "pay-as-you-go" amount)   |  |               |
| Current Year (2011-12)  | 3,457,400.00                             | 3,250,900.00  |
| 1st Subsequent Year (2012-13)   | 3,816,800.00                             | 3,326,300.00  |
| 2nd Subsequent Year (2013-14)   | 3,816,800.00                             | 3,346,500.00  |
| d. Number of retirees receiving OPEB benefits   |  |               |
| Current Year (2011-12)  | 237                                      | 236           |
| 1st Subsequent Year (2012-13)   | 214                                      | 236           |
| 2nd Subsequent Year (2013-14)   | 181                                      | 236           |

4. Comments:

**S7B. Identification of the District's Unfunded Liability for Self-insurance Programs**

DATA ENTRY: Click the appropriate button(s) for items 1a-1c, as applicable. Budget Adoption data that exist (Form 01CS, Item S7B) will be extracted; otherwise, enter Budget Adoption and First Interim data in items 2-4.

1. a. Does your district operate any self-insurance programs such as workers' compensation, employee health and welfare, or property and liability? (Do not include OPEB; which is covered in Section S7A) (If No, skip items 1b-4)

|     |
|-----|
| Yes |
|-----|

b. If Yes to item 1a, have there been changes since budget adoption in self-insurance liabilities?

|    |
|----|
| No |
|----|

c. If Yes to item 1a, have there been changes since budget adoption in self-insurance contributions?

|    |
|----|
| No |
|----|

2. Self-Insurance Liabilities  
a. Accrued liability for self-insurance programs  
b. Unfunded liability for self-insurance programs

|    | Budget Adoption<br>(Form 01CS, Item S7B) | First Interim |
|----|--|---------------|
| a. | 6,304,839.00                             | 6,613,637.00  |
| b. | 0.00                                     | 0.00          |

3. Self-Insurance Contributions  
a. Required contribution (funding) for self-insurance programs  
Current Year (2011-12)  
1st Subsequent Year (2012-13)  
2nd Subsequent Year (2013-14)

|                               | Budget Adoption<br>(Form 01CS, Item S7B) | First Interim |
|-------------------------------|--|---------------|
| Current Year (2011-12)        | 19,763,634.00                            | 21,400,878.00 |
| 1st Subsequent Year (2012-13) | 19,795,127.00                            | 21,400,878.00 |
| 2nd Subsequent Year (2013-14) | 19,795,127.00                            | 21,400,878.00 |

b. Amount contributed (funded) for self-insurance programs  
Current Year (2011-12)  
1st Subsequent Year (2012-13)  
2nd Subsequent Year (2013-14)

|                               |               |               |
|-------------------------------|---------------|---------------|
| Current Year (2011-12)        | 19,763,634.00 | 21,400,878.00 |
| 1st Subsequent Year (2012-13) | 19,795,127.00 | 21,400,878.00 |
| 2nd Subsequent Year (2013-14) | 19,795,127.00 | 21,400,878.00 |

4. Comments:

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**S8. Status of Labor Agreements**

Analyze the status of employee labor agreements. Identify new labor agreements that have been ratified since budget adoption, as well as new commitments provided as part of previously ratified multiyear agreements; and include all contracts, including all administrator contracts (and including all compensation). For new agreements, indicate the date of the required board meeting. Compare the increase in new commitments to the projected increase in ongoing revenues and explain how these commitments will be funded in future fiscal years.

**If salary and benefit negotiations are not finalized, upon settlement with certificated or classified staff:**

The school district must determine the cost of the settlement, including salaries, benefits, and any other agreements that change costs, and provide the county office of education (COE) with an analysis of the cost of the settlement and its impact on the operating budget.

The county superintendent shall review the analysis relative to the criteria and standards and may provide written comments to the president of the district governing board and superintendent.

**S8A. Cost Analysis of District's Labor Agreements - Certificated (Non-management) Employees**

DATA ENTRY: Click the appropriate Yes or No button for "Status of Certificated Labor Agreements as of the Previous Reporting Period." If Yes, nothing further is needed for section S8A. If No, enter data, as applicable, in the remainder of section S8A; there are no extractions in this section.

**Status of Certificated Labor Agreements as of the Previous Reporting Period**

Were all certificated labor negotiations settled as of budget adoption?

No

If Yes, skip to section S8B.  
If No, continue with section S8A.

**Certificated (Non-management) Salary and Benefit Negotiations**

|  | Prior Year (2nd Interim)<br>(2010-11) | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|--|---------------------------------------|---------------------------|----------------------------------|----------------------------------|
| Number of certificated (non-management) full-time-equivalent (FTE) positions | 1,179.8                               | 1,203.4                   | 1,218.4                          | 1,233.4                          |

1a. Have any salary and benefit negotiations been settled since budget adoption?

No

If Yes, and the corresponding public disclosure documents have been filed with the COE, complete questions 2 and 3.  
If Yes, and the corresponding public disclosure documents have not been filed with the COE, complete questions 2-5.  
If No, complete questions 6 and 7.

1b. Are any salary and benefit negotiations still unsettled?

Yes

If Yes, complete questions 6 and 7.

Negotiations Settled Since Budget Adoption

2a. Per Government Code Section 3547.5(a), date of public disclosure board meeting:

2b. Per Government Code Section 3547.5(b), was the collective bargaining agreement certified by the district superintendent and chief business official?

If Yes, date of Superintendent and CBO certification:

3. Per Government Code Section 3547.5(c), was a budget revision adopted to meet the costs of the collective bargaining agreement?

n/a

If Yes, date of budget revision board adoption:

4. Period covered by the agreement:

Begin Date:

End Date:

5. Salary settlement:

Current Year  
(2011-12)

1st Subsequent Year  
(2012-13)

2nd Subsequent Year  
(2013-14)

Is the cost of salary settlement included in the interim and multiyear projections (MYPs)?

|  |  |  |
|--|--|--|
|  |  |  |
|--|--|--|

**One Year Agreement**

Total cost of salary settlement

|  |  |  |
|--|--|--|
|  |  |  |
|--|--|--|

% change in salary schedule from prior year  
or

|  |  |  |
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**Multiyear Agreement**

Total cost of salary settlement

|  |  |  |
|--|--|--|
|  |  |  |
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% change in salary schedule from prior year  
(may enter text, such as "Reopener")

|  |  |  |
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Identify the source of funding that will be used to support multiyear salary commitments:



**Negotiations Not Settled**

|  |                           |                                  |                                  |
|--|---------------------------|----------------------------------|----------------------------------|
| 6. Cost of a one percent increase in salary and statutory benefits | 1,032,246                 |                                  |                                  |
|  | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
| 7. Amount included for any tentative salary schedule increases     | 0                         | 0                                | 0                                |

**Certificated (Non-management) Health and Welfare (H&W) Benefits**

|   | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|---|---------------------------|----------------------------------|----------------------------------|
| 1. Are costs of H&W benefit changes included in the interim and MYPs? | Yes                       | Yes                              | Yes                              |
| 2. Total cost of H&W benefits   | 11,575,266                | 11,719,596                       | 11,863,926                       |
| 3. Percent of H&W cost paid by employer                               | \$9,622 per eligible FTE  | \$9,622 per eligible FTE         | \$9,622 per eligible FTE         |
| 4. Percent projected change in H&W cost over prior year               | 0.0%                      | 0.0%                             | 0.0%                             |

**Certificated (Non-management) Prior Year Settlements Negotiated Since Budget Adoption**

|  |    |  |  |
|--|----|--|--|
| Are any new costs negotiated since budget adoption for prior year settlements included in the interim? | No |  |  |
| If Yes, amount of new costs included in the interim and MYPs   |    |  |  |
| If Yes, explain the nature of the new costs:   |    |  |  |

**Certificated (Non-management) Step and Column Adjustments**

|  | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|--|---------------------------|----------------------------------|----------------------------------|
| 1. Are step & column adjustments included in the interim and MYPs? | Yes                       | Yes                              | Yes                              |
| 2. Cost of step & column adjustments                               |                           |                                  |                                  |
| 3. Percent change in step & column over prior year                 | 2.0%                      | 2.0%                             | 2.0%                             |

**Certificated (Non-management) Attrition (layoffs and retirements)**

|  | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|--|---------------------------|----------------------------------|----------------------------------|
| 1. Are savings from attrition included in the budget and MYPs?   | Yes                       | Yes                              | Yes                              |
| 2. Are additional H&W benefits for those laid-off or retired employees included in the interim and MYPs? | Yes                       | Yes                              | Yes                              |

**Certificated (Non-management) - Other**

List other significant contract changes that have occurred since budget adoption and the cost impact of each change (i.e., class size, hours of employment, leave of absence, bonuses, etc.):

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**S8B. Cost Analysis of District's Labor Agreements - Classified (Non-management) Employees**

DATA ENTRY: Click the appropriate Yes or No button for "Status of Classified Labor Agreements as of the Previous Reporting Period." If Yes, nothing further is needed for section S8B. If No, enter data, as applicable, in the remainder of section S8B; there are no extractions in this section.

**Status of Classified Labor Agreements as of the Previous Reporting Period**

Were all classified labor negotiations settled as of budget adoption?

If Yes, skip to section S8C.

If No, continue with section S8B.

No

**Classified (Non-management) Salary and Benefit Negotiations**

|   | Prior Year (2nd Interim)<br>(2010-11) | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|---|---------------------------------------|---------------------------|----------------------------------|----------------------------------|
| Number of classified (non-management) FTE positions | 827.2                                 | 854.9                     | 854.9                            | 854.9                            |

1a. Have any salary and benefit negotiations been settled since budget adoption?

No

If Yes, and the corresponding public disclosure documents have been filed with the COE, complete questions 2 and 3.

If Yes, and the corresponding public disclosure documents have not been filed with the COE, complete questions 2-5.

If No, complete questions 6 and 7.

1b. Are any salary and benefit negotiations still unsettled?

If Yes, complete questions 6 and 7.

Yes

Negotiations Settled Since Budget Adoption

2a. Per Government Code Section 3547.5(a), date of public disclosure board meeting:

2b. Per Government Code Section 3547.5(b), was the collective bargaining agreement certified by the district superintendent and chief business official?

If Yes, date of Superintendent and CBO certification:

3. Per Government Code Section 3547.5(c), was a budget revision adopted to meet the costs of the collective bargaining agreement?

If Yes, date of budget revision board adoption:

n/a

4. Period covered by the agreement:

Begin Date:

End Date:

5. Salary settlement:

Current Year  
(2011-12)

1st Subsequent Year  
(2012-13)

2nd Subsequent Year  
(2013-14)

Is the cost of salary settlement included in the interim and multiyear projections (MYPs)?

**One Year Agreement**

Total cost of salary settlement

% change in salary schedule from prior year

or

**Multiyear Agreement**

Total cost of salary settlement

% change in salary schedule from prior year  
(may enter text, such as "Reopener")

Identify the source of funding that will be used to support multiyear salary commitments:

Negotiations Not Settled

6. Cost of a one percent increase in salary and statutory benefits

404,354

7. Amount included for any tentative salary schedule increases

Current Year  
(2011-12)

1st Subsequent Year  
(2012-13)

2nd Subsequent Year  
(2013-14)

0

0

0

**Classified (Non-management) Health and Welfare (H&W) Benefits**

1. Are costs of H&W benefit changes included in the interim and MYPs?
2. Total cost of H&W benefits
3. Percent of H&W cost paid by employer
4. Percent projected change in H&W cost over prior year

| Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|---------------------------|----------------------------------|----------------------------------|
| Yes                       | Yes                              | Yes                              |
| 3,752,580                 | 3,752,580                        | 3,752,580                        |
| \$9.622 per eligible FTE  | \$9.622 per eligible FTE         | \$9.622 per eligible FTE         |
| 0.0%                      | 0.0%                             | 0.0%                             |

**Classified (Non-management) Prior Year Settlements Negotiated Since Budget Adoption**

Are any new costs negotiated since budget adoption for prior year settlements included in the interim?

|    |  |  |
|----|--|--|
| No |  |  |
|----|--|--|

If Yes, amount of new costs included in the interim and MYPs  
If Yes, explain the nature of the new costs:

**Classified (Non-management) Step and Column Adjustments**

1. Are step & column adjustments included in the interim and MYPs?
2. Cost of step & column adjustments
3. Percent change in step & column over prior year

| Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|---------------------------|----------------------------------|----------------------------------|
| Yes                       | Yes                              | Yes                              |
| 2.0%                      | 2.0%                             | 2.0%                             |

**Classified (Non-management) Attrition (layoffs and retirements)**

1. Are savings from attrition included in the interim and MYPs?
2. Are additional H&W benefits for those laid-off or retired employees included in the interim and MYPs?

| Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|---------------------------|----------------------------------|----------------------------------|
| Yes                       | Yes                              | Yes                              |
| Yes                       | Yes                              | Yes                              |

**Classified (Non-management) - Other**

List other significant contract changes that have occurred since budget adoption and the cost impact of each (i.e., hours of employment, leave of absence, bonuses, etc.):

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**S8C. Cost Analysis of District's Labor Agreements - Management/Supervisor/Confidential Employees**

DATA ENTRY: Click the appropriate Yes or No button for "Status of Management/Supervisor/Confidential Labor Agreements as of the Previous Reporting Period." If Yes or n/a, nothing further is needed for section S8C. If No, enter data, as applicable, in the remainder of section S8C; there are no extractions in this section.

**Status of Management/Supervisor/Confidential Labor Agreements as of the Previous Reporting Period**

Were all managerial/confidential labor negotiations settled as of budget adoption?   
 If Yes or n/a, skip to S9.  
 If No, continue with section S8C.

**Management/Supervisor/Confidential Salary and Benefit Negotiations**

|  | Prior Year (2nd Interim)<br>(2010-11) | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|--|---------------------------------------|---------------------------|----------------------------------|----------------------------------|
| Number of management, supervisor, and confidential FTE positions | 172.3                                 | 172.3                     | 172.3                            | 172.3                            |

1a. Have any salary and benefit negotiations been settled since budget adoption?   
 If Yes, complete question 2.  
 If No, complete questions 3 and 4.

1b. Are any salary and benefit negotiations still unsettled?   
 If Yes, complete questions 3 and 4.

**Negotiations Settled Since Budget Adoption**

2. Salary settlement:

|  | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|--|---------------------------|----------------------------------|----------------------------------|
| Is the cost of salary settlement included in the interim and multiyear projections (MYPs)? |                           |                                  |                                  |
| Total cost of salary settlement  |                           |                                  |                                  |
| Change in salary schedule from prior year (may enter text, such as "Reopener")             |                           |                                  |                                  |

**Negotiations Not Settled**

3. Cost of a one percent increase in salary and statutory benefits

|  | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|--|---------------------------|----------------------------------|----------------------------------|
| 4. Amount included for any tentative salary schedule increases |                           |                                  |                                  |

**Management/Supervisor/Confidential Health and Welfare (H&W) Benefits**

|   | Current Year<br>(2011-12)     | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|---|-------------------------------|----------------------------------|----------------------------------|
| 1. Are costs of H&W benefit changes included in the interim and MYPs? | Yes                           | Yes                              | Yes                              |
| 2. Total cost of H&W benefits   | 1,654,984                     | 1,654,984                        | 1,654,984                        |
| 3. Percent of H&W cost paid by employer                               | \$9.622 per eligible employee | \$9.622 per eligible employee    | \$9.622 per eligible employee    |
| 4. Percent projected change in H&W cost over prior year               | 0.0%                          | 0.0%                             | 0.0%                             |

**Management/Supervisor/Confidential Step and Column Adjustments**

|   | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|---|---------------------------|----------------------------------|----------------------------------|
| 1. Are step & column adjustments included in the budget and MYPs? | Yes                       | Yes                              | Yes                              |
| 2. Cost of step & column adjustments                              |                           |                                  |                                  |
| 3. Percent change in step and column over prior year              | 2.0%                      | 2.0%                             | 2.0%                             |

**Management/Supervisor/Confidential Other Benefits (mileage, bonuses, etc.)**

|  | Current Year<br>(2011-12) | 1st Subsequent Year<br>(2012-13) | 2nd Subsequent Year<br>(2013-14) |
|--|---------------------------|----------------------------------|----------------------------------|
| 1. Are costs of other benefits included in the interim and MYPs? | Yes                       | Yes                              | Yes                              |
| 2. Total cost of other benefits                                  |                           |                                  |                                  |
| 3. Percent change in cost of other benefits over prior year      |                           |                                  |                                  |

**S9. Status of Other Funds**

Analyze the status of other funds that may have negative fund balances at the end of the current fiscal year. If any other fund has a projected negative fund balance, prepare an interim report and multiyear projection for that fund. Explain plans for how and when the negative fund balance will be addressed.

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**S9A. Identification of Other Funds with Negative Ending Fund Balances**

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DATA ENTRY: Click the appropriate button in Item 1. If Yes, enter data in Item 2 and provide the reports referenced in Item 1.

1. Are any funds other than the general fund projected to have a negative fund balance at the end of the current fiscal year?

|    |
|----|
| No |
|----|

If Yes, prepare and submit to the reviewing agency a report of revenues, expenditures, and changes in fund balance (e.g., an interim fund report) and a multiyear projection report for each fund.

2. If Yes, identify each fund, by name and number, that is projected to have a negative ending fund balance for the current fiscal year. Provide reasons for the negative balance(s) and explain the plan for how and when the problem(s) will be corrected.

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### ADDITIONAL FISCAL INDICATORS

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The following fiscal indicators are designed to provide additional data for reviewing agencies. A "Yes" answer to any single indicator does not necessarily suggest a cause for concern, but may alert the reviewing agency to the need for additional review.

DATA ENTRY: Click the appropriate Yes or No button for items A2 through A9; Item A1 is automatically completed based on data from Criterion 9.

- A1.** Do cash flow projections show that the district will end the current fiscal year with a negative cash balance in the general fund? (Data from Criterion 9B-1, Cash Balance, are used to determine Yes or No)
- A2.** Is the system of personnel position control independent from the payroll system?
- A3.** Is enrollment decreasing in both the prior and current fiscal years?
- A4.** Are new charter schools operating in district boundaries that impact the district's enrollment, either in the prior or current fiscal year?
- A5.** Has the district entered into a bargaining agreement where any of the current or subsequent fiscal years of the agreement would result in salary increases that are expected to exceed the projected state funded cost-of-living adjustment?
- A6.** Does the district provide uncapped (100% employer paid) health benefits for current or retired employees?
- A7.** Is the district's financial system independent of the county office system?
- A8.** Does the district have any reports that indicate fiscal distress pursuant to Education Code Section 42127.6(a)? (If Yes, provide copies to the county office of education.)
- A9.** Have there been personnel changes in the superintendent or chief business official positions within the last 12 months?

When providing comments for additional fiscal indicators, please include the item number applicable to each comment.

**Comments:**  
(optional)

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|---|
| Terry Walker is the new Superintendent, effective July 1, 2011. John Fogarty is the new Chief Business Official, effective November 28, 2011. |
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### End of School District First Interim Criteria and Standards Review

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