

2008-2009 Final Adoption Budget

Governing Board:

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Kathleen Coppersmith, Clerk
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Administration:

James Negri - Superintendent
John Stockton – Associate Superintendent, Educational Services
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June 18, 2008

We educate every student to excel and contribute in a global society.

Table of Contents

Message from Superintendent	3
Introduction	4
AUHSD Budget – All Funds	5
Definition of Funds	6
General Fund Budget Assumptions	7
CBEDS Enrollment Data and Projections	9
P-2 History and Projections	10
General Fund Revenues	11
Parcel Tax	13
General Fund Expenditures	14
Annual Medical Rate Increases	15
Other Post Employment Retirement Benefits	16
Multi-Year Projection	17
Components of Ending Fund Balance	19
Other District Funds	20
Budget Development Considerations 2008-2009	29
Conclusion	30
Budget Adoption	31

Message from the Superintendent.

Through our Mission – *We educate every student to excel and contribute in a global society* - the Governing Board of the Acalanes Union High School District has made a strong commitment to successfully educate every student for the 21st century. This commitment is based on four strategic priorities:

- Offer excellent academic, extra-curricular, and support programs that provide balance for all students
- Attract, retain, and support quality staff to ensure student learning
- Provide strong financial and physical assets, and community partnerships
- Foster dialogue and connectivity among all stakeholders.

Even though the Acalanes Union High School District ranks as the highest performing high school district in California based on the Academic Performance Index (API), the District strongly supports a continuous improvement process; there is always room for growth. By all academic measures, the District is a lighthouse district for quality education despite ranking in the bottom 5% of state funding for high school districts.

During the past year, the District began implementing more than twenty Strategic Action Plans (<http://www.acalanes.k12.ca.us/strategicplan/>), which are designed to maintain excellence while shaping the future. The District is characterized by a rigorous, standards-based curriculum, a wide range of co- and extra-curricular programs, highly motivated students, an outstanding staff, and an extremely supportive community. The Strategic Plan serves as the roadmap for excellence.

The 2008-2009 budget represents the Governing Board's vision of, priorities for, and commitment to educational excellence in a very difficult and challenging budget year. The Board has had to make difficult personnel and programs reductions to balance the budget. This budget is a working document that will allow the District to continue its implementation of the Strategic Plan within this year's limited resources. Since the State of California has not adopted its budget, this budget will be adjusted during the course of the year to reflect the final state budget as well as actual revenues and expenditures. The generous \$1 million contribution by parent clubs and foundations has greatly assisted the District in maintaining valuable programs.

During the 2007-2008 academic year with the generous, ongoing support of our parents and community, and the revenue from voter-approved Measure A, the District was able to offer a wide range of programs to meet student needs. Measure A has allowed the District to restore programs that had been cut in recent years (e.g., 10th grade English class size reduction, staffing the Career Center), add new programs to support student learning and achievement (e.g., seven-period day option, increased electives, maintaining and expanding the Advanced Placement program, support for instructional technology), and expand counseling services.

While Measure A generates approximately \$6.6 million, the Governor's proposed budget provides a 0% COLA (cost of living adjustment), which means the District must cut programs and services to meet existing needs. Therefore, the Governing Board must make difficult choices between equally important, but competing educational priorities. Until the Governor signs the final state budget, we will not know the true impact of the state budget cuts on our educational programs. California's economic situation will continue to impact our budget even after the Governor signs the budget.

I would like to express my deepest appreciation to Chris Learned, Assistant Superintendent – Business Services, Julie Bautista, Director of Fiscal Services, and their staff for the work that went into the preparation of this budget document. Our goal is to make the budget easy to read and transparent while meeting all state requirements. We recognize that school budgets can be difficult to understand; therefore, we are striving to provide the public with a user-friendly, easy-to-understand budget document. If you have any questions or suggestions on how we can improve this budget document, please contact either Assistant Superintendent Chris Learned (dlearned@acalanes.k12.ca.us) or me (jnagri@acalanes.k12.ca.us).

Thank you for your support of the Acalanes Union High School District, its students, and staff.

Sincerely,

Jim Negri

Jim Negri, Superintendent

Introduction

The Acalanes Union High School District budget for the 2008-2009 fiscal year was developed partly from information provided in the Governor's January state budget proposal and his subsequent May Revision. In addition to the State budget considerations, the District's budget is developed using historical enrollment trends to determine the number of enrolled students, projected employee, and operational costs.

The Governor's proposed budget in January included a zero cost of living allowance (COLA), a 2.4% reduction to the revenue limit and a 6.99% deficit factor. His May Revision eliminated the revenue limit reduction, provide a zero COLA and reduces the deficit factor to 5.37%. Both of his budget proposals provided a zero COLA and have a 6.5% reduction of current revenue levels to most categorical programs. Special Education will receive a zero COLA but its current year revenue will not be reduced by 6.5% for the 2008-2009 fiscal year.

The District's revenue limit calculation for the 2008-2009 fiscal year was calculated on the 0% COLA. The District's 2008-2009 enrollment projection has 150 fewer students than the 2007-2008 school year and the multi-year projection indicates that enrollment will continue declining over the next three years.

The Governing Board is required to adopt their budget on or before July 1. This typically means their budget is adopted prior to having the accurate financial numbers of the State budget. As of June 18, 2008, the state budget has not been forwarded to the Governor for his approval. The State budget is not anticipated to be signed until mid-August at the earliest. Once the budget is signed by the Governor, the Governing Board must revise their budget within 45 days to include substantive changes in revenue from State budget.

AUHSD Budget – All Funds

California law requires that local education agencies take certain prescribed actions in the adoption of the annual operating budget. Aside from assuring that governing boards will review the Adoption Budget in an orderly fashion, the statutes are intended to afford the community an opportunity to review and comment on the spending plan of the school district. The District utilizes nine separate funds within the District's adopted budget, with the general fund being the primary fund of the District.

Fund	Description
01	General
11	Adult Education
13	Cafeteria Special Reserve
14	Deferred Maintenance
21	Building
25	Capital Facilities
35	County School Facilities
40	Special Reserve - Capital Outlay
73	Foundation Private-Purpose Trust

Definition of Funds

General Fund – 01

The General Fund is the primary fund of the District. It is the fund used to implement the District's strategic plan for providing the 9th – 12th grade educational programs. The revenue for the General Fund is received from Revenue Limit, Federal, Other State, and Other Local Sources that are further divided into unrestricted and restricted resources.

Adult Education Special Reserve Fund - 11

The Adult Education Fund allows the District to provide life-long learning opportunities to adults of the communities it serves.

Cafeteria Special Reserve Fund - 13

The Cafeteria Fund is used to account separately for federal, state, and local revenue to operate the food services program of the District.

Deferred Maintenance Fund – 14

The State School Deferred Maintenance Program provides state matching funds, on a dollar-for-dollar basis, to assist school districts with expenditures for major repair or replacement of existing school building components.

Building Fund -21

The Building Fund exists primarily to account separately for proceeds from the sale of bonds. The fund can also be utilized to account for revenue from rentals and leases.

Capital Facilities Fund -25

The Capital Facilities Fund accounts for revenue from local redevelopment agencies.

County School Facilities Fund – 35

The County School Facilities Fund is utilized to receive apportionments from the State School Facilities Fund. The funds are restricted solely for the purpose of school construction.

Special Reserve for Capital Outlay Fund -40

The Special Reserve Capital Outlay Fund was created with the sale of surplus school property. The Del Valle Site Sale Reserve is located in this fund.

Foundation Private-Purpose Trust Fund - 73

The Foundation Private Purpose Trust Fund is used to account separately for gifts or bequests.

General Fund Budget Assumptions

The budget is based on the latest known revenue and expenditure data available prior to budget adoption. The Adopted Budget should be considered as an evolving document that will change, with Governing Board approval, over the course of the fiscal year based on the final state budget, revised revenues and expenditure. The 2008-2009 budget assumptions were based on the following:



Revenue Assumptions:	2007-08	2008-09*
Statutory COLA to Revenue Limit	4.53%	5.66%
Deficit Factor	0.00%	5.357%
Special Education COLA	4.53%	0.00%
Most State Categoricals COLA	4.53%	0.00%
Most State Categoricals Cuts (including adult education)	N/A	-6.50%
California Lottery Base	\$114.75	\$ 115.00
California Lottery Prop 20	\$16.10	\$ 16.50
CBEDS Enrollment	5,905	5,746
Estimated Actual Attendance	5,668	5,668
Revenue Limit Per Student	\$6,669	\$7,048
Instructional Materials Block Grant per prior year CBEDS	\$69.32	\$64.81
Summer School/Hourly Programs per hour	\$4.08	\$2.33
School Counselors per ADA	\$68.56	\$63.99
9th Grade CSR (English & World History)	\$213.00	\$190.00
Parcel Tax	\$6,700,000	\$6,700,000

General Fund Budget Assumptions - Continued



Expense Assumptions	2007-08	2008-09*
Workers' Compensation	1.8334%	1.5853%
Unemployment Insurance	0.05%	0.05%
Medicare	1.45%	1.45%
STRS	8.25%	8.25%
PERS/PERS Reduction	13.02%	13.02%
Step/Column/Longevity	2.32%	2.53%
Savings From Retirees	0.39%	0.39%
Kaiser Family Monthly Rate	\$1,121.04	\$1,223.74
Delta Dental Monthly Rate	\$113.75	113.75
Vision Care Monthly Rate	\$25.91	\$25.91
Liability Insurance	\$440,752	\$445,331
Other Post Employment Benefits (OPEB)	\$428,326	\$507,618
Electric	\$780,000	\$850,000
Refuse Service	\$214,000	\$220,000
Gas	\$400,000	\$450,000
Water/Sewer	\$260,000	\$286,000
* Projected		

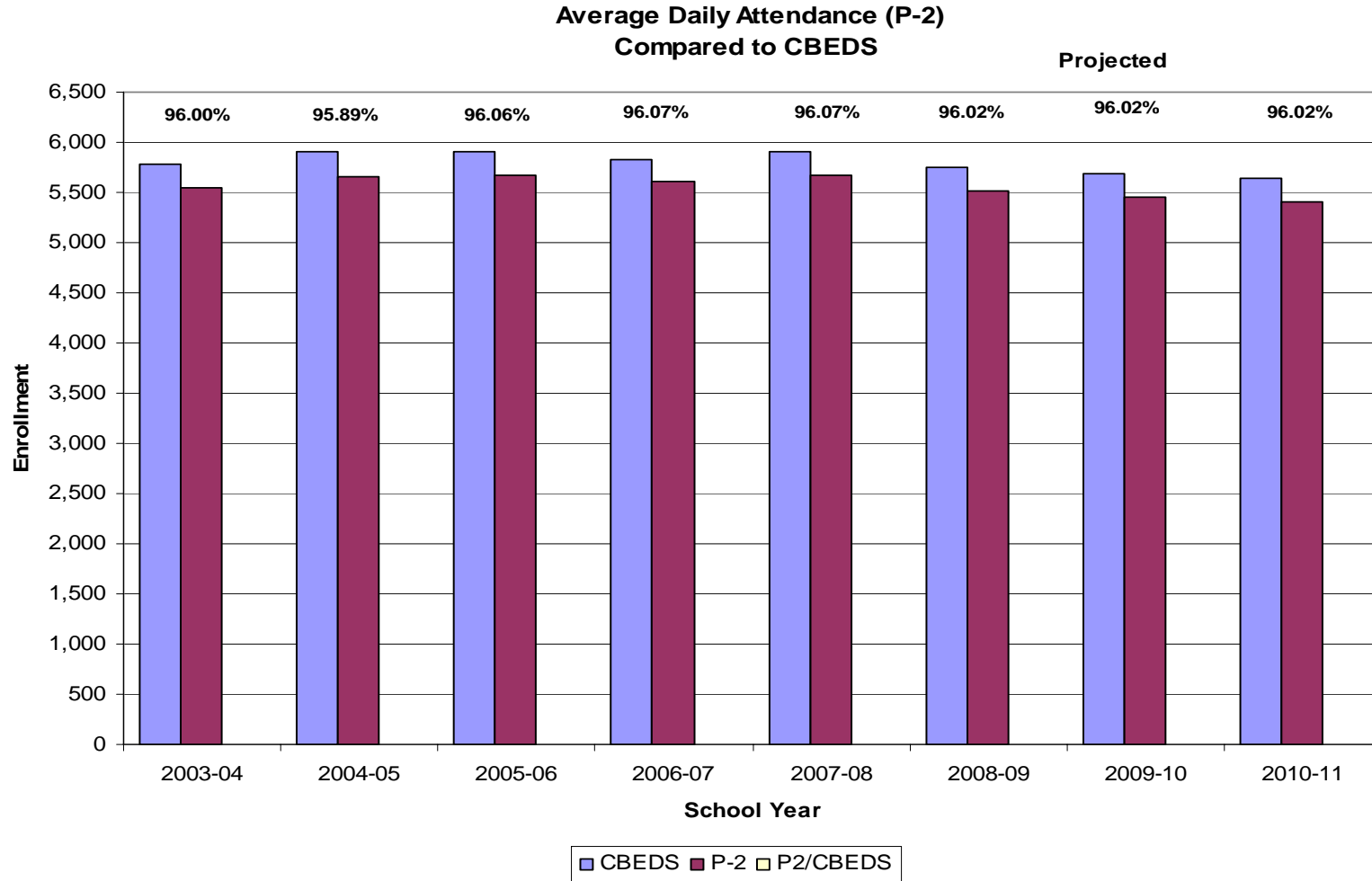
* Health benefits are negotiable. The rate change for 2008-2009 has not been included in the budget.

CBEDS Enrollment Data and Projections

Each October, all districts are required to collect data through the California Basic Education Data System (CBEDS). The CBEDS data on student enrollment from the elementary districts and the AUHSD is utilized to project enrollment trends. The chart below provides five years of CBEDS data and a three year enrollment projection. The District's enrollment is expected to decline over the next three years.

	CBEDS	CBEDS	CBEDS	CBEDS	CBEDS	Projected	Projected	Projected
School	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
Acalanes	1,316	1,342	1,389	1,376	1,393	1,331	1,383	1,367
Campolindo	1,315	1,350	1,339	1,372	1,407	1,419	1,396	1,362
Del Oro / Independent Study	80	80	87	96	107	96	96	96
Las Lomas	1,677	1,730	1,636	1,567	1,581	1,517	1,498	1,486
Miramonte	1,397	1,404	1,452	1,391	1,383	1,369	1,293	1,313
Transition / NPS	N/A	N/A	N/A	30	34	14	14	14
Total Enrollment	5,785	5,906	5,903	5,832	5,905	5,746	5,680	5,638

P-2 History and Projections



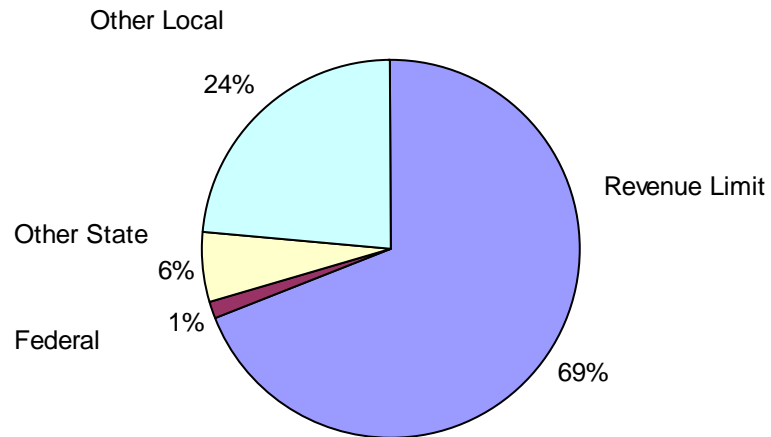
The revenue limit is funded on period two (P-2) enrollment reported to the state. The difference between CBEDS and P-2 is the average daily attendance or ADA. The District's five-year average daily attendance is 96.02% of CBEDS. The loss in revenue due to absences from CBEDS to P-2 for the 2007/2008 fiscal year was **\$1,547,208**. For pupil funding purposes, absences are not excused. Therefore, district funding is reduced whenever a student is absent.

General Fund Revenues

General Fund Sources in Millions				
	2007-2008		2008-2009	
Soucrs	Revenue	Percent	Revenue	Percent
Revenue Limit	38	68.1%	38	69.0%
Federal	0.8	1.4%	0.75	1.4%
Other State	3.9	7.0%	3.35	6.1%
Other Local	13.1	23.5%	13	23.6%
Total Revenues	55.8	100%	55.1	100%

Most of the District's General Fund revenue comes from the state in the form of Revenue Limit, which yields funds based on a state determined dollar amount multiplied by the average number of students who are in attendance throughout the school year. Public education, unlike any other public agency, receives most of its revenue based on the population it serves.

General Fund Revenue Picture 2008-2009



General Fund Revenues - Continued

General Fund Revenues	Estimated Actual FY 07-08	Proposed Budget FY 08-09
Revenue Limit Sources		
Revenue Limit	37,953,637	38,022,599
Total Revenue Limit Sources	37,953,637	38,022,599
Federal Revenue		
Special Education	601,440	576,734
Safe and Drug Free	11,792	11,449
Vocational Ed. (Carl Perkins)	53,329	52,114
Title II (Teacher Quality)	83,900	79,245
Title V (Innovative Strategies)	4,100	3,800
Title III (LEP)	46,127	-
Total Federal Revenues	800,688	723,342
Other State Revenue		
Revenue Limit Other Hourly Programs	207,598	243,597
Class Size Reduction 9th	630,480	509,580
State Lottery - Unrestricted	741,398	774,158
State Lottery - Instructional Materials	103,408	105,567
Special Education (Settlement)	22,817	22,817
Workability	142,224	132,979
Professional Development - AB 825	287,183	279,300
Other State Testing	15,000	10,000
Mandated Cost	-	-
Career Technology Tech Ed.	43,306	-
Art & Music Block Grant	122,768	-
Art, Music, & PE Grant	117,277	-
GATE	52,317	49,137
School & Library Improvement - AB 825	156,350	146,187
School Site Discretionary Grant	86,897	-
Economic Impact Aid	45,316	42,370
School Safety	228,351	223,040
Instruction Materials	401,766	383,825
Peer Assistance & Review	27,000	-
CAHSEE Intensive Materials	44,424	-
School Supplemental Counseling	392,134	383,825
Pupil Retention Block Grant	35,908	44,852
Total Other State Revenue	3,903,922	3,351,234

Local Support Represents 16.7% of the Revenue

The District receives revenue in four distinct categories: Revenue Limit, Federal, Other State, and Local. Most Federal and Other State Revenue is restricted to specified purposes.

Local Revenue		
Parcel Tax	6,680,000	6,700,000
Foundation & Parent Club Pledge	-	1,000,000
Interest	300,000	200,000
Fingerprinting	12,000	12,000
Transportation	77,000	50,000
Safety Grant	6,319	-
Testing Fees	300,000	300,000
Athletic Donations	540,000	589,800
Textbook & Classroom Donations	16,664	-
Aquatic Program Fees	140,000	165,000
Sports Camp Fees	21,000	-
BTSA - through County	58,800	-
ROP from County	825,585	817,993
City Of Walnut Creek	10,000	-
Parents Club	508,680	236,706
Athletic Booster Club	105,000	105,000
Student Body	96,194	66,731
Education Foundation	1,152,352	562,698
School Site Auxilliary Account	36,109	-
Othe Misc Revenue	74,196	50,000
SELPA - Admin Fee	45,000	40,000
Special Ed Apportionment from SELPA	2,100,106	2,116,100
Total Local Revenue	13,105,005	13,012,028

Parcel Tax

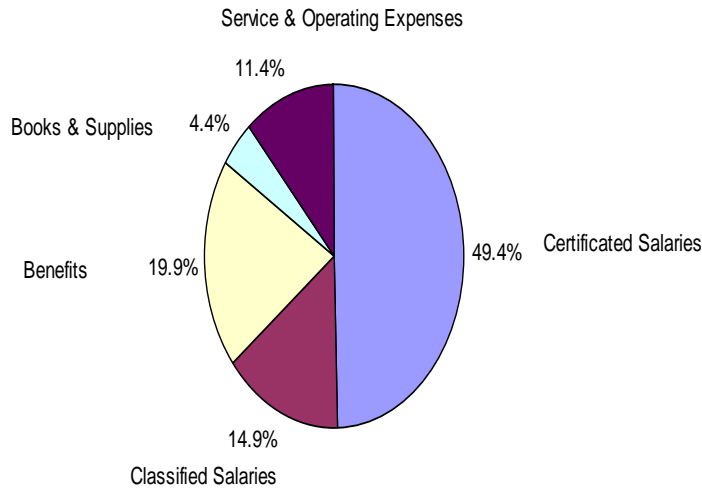
On March 8, 2005, the District's electorate passed a six-year, \$189 per parcel tax that became effective on July 1, 2005, and expires on June 30, 2011.

The Governing Board adopted Resolution No. 04-05-09 stating the tax would be used for specific purposes such as, "preventing the elimination of teaching positions, preventing the dramatic increase in class-size of freshman English and history, supporting the maintenance of college preparatory courses, Advanced Placement and honors classes, and elective courses; supporting the continuation of student support services such as librarians; preventing class-size increase for all students at each of the District's schools." The table below illustrates the Measure A budget for 2007-2008 and 2008-2009.

Measure A Budget and Expenditure by Program			
	FY 07-08 Estimated Actual		FY 08-09 Adopted Budget
Carryover Revenues	580,527		457,884
Current Year Revenues	6,717,859		6,700,000
TOTAL REVENUES	\$ 7,298,386		\$ 7,157,884
EXPENDITURES - PROGRAM DESCRIPTION			
Regular Instruction Supporting Subject Matter listed:			
Seven Period & Electives	3,681,281		3,558,886
CSR 9th English	186,220		154,099
CSR 10th English	258,584		255,597
CSR 9th Social Science	195,740		212,722
Support Intervention - Math/Algebra/English	354,000		334,050
Subtotal	4,675,825		4,515,354
Instructional Support:			
Athletic Directors Release	107,168		106,172
Leadership Release	96,578		91,716
Librarians	414,796		413,842
Extended Library Hours - 2 Hours each school (New)	29,644		30,303
Subtotal	648,186		642,033
Instructional Technology Support:			
Instructional Technology Mentor Release	110,703		96,271
Instructional Technology Coordinator (New)	61,903		61,966
Computer Lab Technician (New)	140,714		149,909
Subtotal	313,320		308,146
Guidance, Counseling & Nurse Services			
Career Centers	165,054		165,097
Counseling Services (New)	808,480		835,753
Nurses	202,637		206,617
Subtotal	1,176,171		1,207,467
General Administrative Costs			
Administrative costs	27,000		27,000
TOTAL EXPENDITURES	6,840,502		6,700,000
RESERVES			
Four Years Inflation	257,279		257,279
3% Required Reserve -Expenditure Budget	200,605		200,605
ENDING MEASURE A FUND BALANCE	\$ 457,884		\$ 457,884

General Fund Expenditures

Budget Expenditures 2008-2009



Benefits represent 19.9% of payroll in the budget for expenses in areas such as medical, dental, and vision plans, State retirement plans, workers' compensation, Medicare and Social Security.

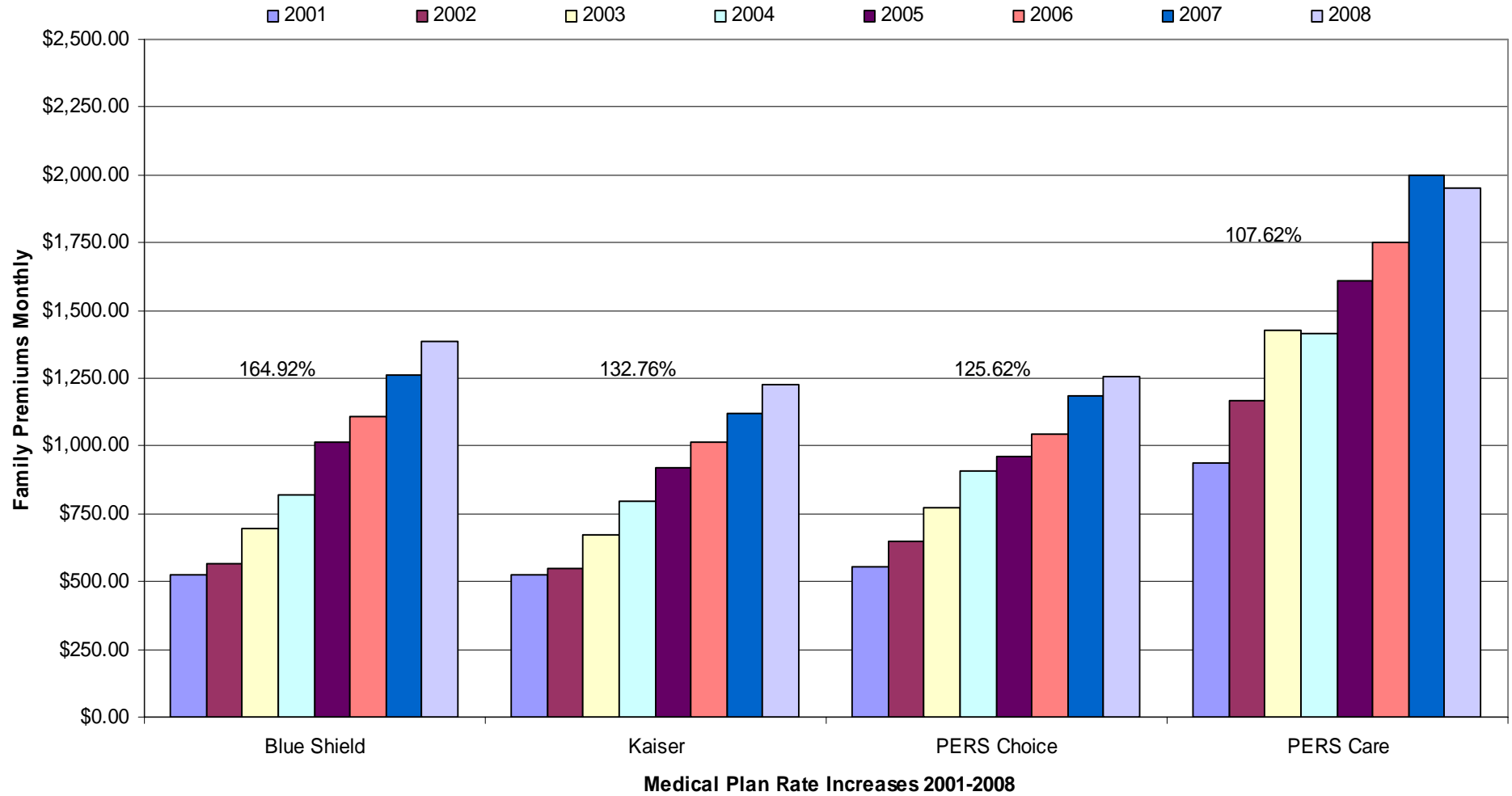
Most of the expenditures are committed to the salaries and benefits for employees of the District. It takes people to teach students, and in Acalanes Union High School District, 84.3% of the District's budgeted expenditures are for the services of District employees. This is slightly below the state average.

Employee salaries are divided into three separate line items: certificated, management, and classified employees. Certificated employees include teachers, counselors, nurses, librarians, psychologists, and others who provide services that require credentials from the state of California. Management employees include principals, associate principals, instructional leaders, classified management personnel, and district superintendents.

Classified employees include all of the support personnel in the District, including secretaries, accountants, bus drivers, mechanics, painters, and custodial personnel.

General Fund Expenditures	Estimated Actuals FY 07-08	Proposed Budget FY 08-09
Certificated Salaries	27,631,548	26,943,335
Classified Salaries	8,570,346	8,114,499
Employee Benefits	10,947,936	10,873,763
Books and Supplies	2,633,050	2,411,668
Services & Other Operating Expenses	6,135,248	6,230,337
Capital Outlay	76,900	-
Other Outgo	250,000	250,000
Indirect/Direct Support Costs	(250,000)	(250,000)
Other Transfer Out	269,955	100,000
Total Revenue Limit Sources	56,264,983	54,673,602

CALPERS Health Plans



The chart above illustrates the dramatic rise in health care costs over the past seven years. The District cap is based on the Kaiser Family Plan at \$1,223.74 per month. CALPERS has not released its rates for 2009. However, the rates are expected to go up by 9% which would raise the Kaiser Family Rate to \$1,333.88 beginning January 1, 2009. ***The cap has not been increased in the 2008/09 budget as it is negotiable.*** Raising the Kaiser Family cap would cost approximately \$350,000. That is equivalent to raising all employee salaries by 1%.

Other Post Employment Benefits (OPEB)

- Requires district to book OPEB liability on financial statements beginning 2008-2009
- Current year amortized cost of unfunded actuarial accrued liability (UAAL) is \$527,856
- Normal costs plus first year annual required contribution (ARC) is \$1,339,851
- Current employees value of accrued benefits is \$811,995 (normal costs)
- Actuarial accrued liability \$11,917,359
- Governing Board approved setting up an irrevocable trust
- Governing Board approved funding the ARC incrementally until fully funded

ACALANES UNION HIGH SCHOOL DISTRICT			
Multi Year Projections			
Combined	Adopted	Budget	Budget
	Budget	Projection	Projection
	2008-2009	2009-2010	2010-2011
REVENUES:			
Revenue Limit	38,022,599	38,778,027	39,367,352
Federal	723,342	730,575	737,881
State	3,351,234	3,494,428	3,554,356
Local	13,012,028	12,155,808	12,424,535
Total Revenues	55,109,203	55,158,838	56,084,124
EXPENDITURES:			
Certificated Salaries	26,943,335	27,336,088	27,837,482
Classified Salaries	8,114,499	8,226,789	8,341,325
Benefits	10,873,763	11,095,607	11,300,641
Books & Supplies	2,411,668	1,871,960	1,924,375
Contracts & Services	6,230,337	6,336,787	6,457,554
Capital Outlay	-	-	-
Total Expenditures	54,573,602	54,867,231	55,905,247
Excess (Deficiency) of Revenues over Expenditures	535,601	291,608	178,878
Tranfers Out	(100,000)	-	-
Net Increase (Decrease) In Fund Balance	435,601	291,608	178,878
FUND BALANCE, RESERVES:			
Beginning Balance	4,357,210	4,792,811	5,084,419
Ending Balance	4,792,811	5,084,419	5,263,296

ACALANES UNION HIGH SCHOOL DISTRICT
Multi Year Projection

Combined	Proposed Budget 2008-2009	Budget Projection 2009-2010	Budget Projection 2010-2011
FUND BALANCE, RESERVES:			
Beginning Balance	4,357,210	4,792,811	5,084,419
Ending Balance	4,792,811	5,084,419	5,263,296
 Reserve Amounts:			
Revolving Cash	17,000	17,000	17,000
Stores	-	-	-
Designated for Economic Uncertainties	1,630,325	1,646,017	1,677,157
Legally Designated	468,236	468,236	468,236
Other Designations	1,065,427	1,065,427	1,065,427
Undesignated Amount	1,611,823	1,887,739	2,035,476

ASSUMPTIONS:	2008-2009	2009-2010	2010-2011
Base Revenue Limit	\$7,048	\$7,389	\$7,589
Statutory COLA	4.53%	3.70%	2.60%
Equalizatio Aid	-	-	-
Deficit Factor	5.36%	5.36%	5.36%
Lottery Allocation/ADA Unrestricted	\$115.00	\$115.50	\$115.50
Lottery Allocation/ADA Restricted	\$16.50	\$16.75	\$16.80
Enrollment	5,746	5,680	5,638
ADA Estimated	5,517	5,454	5,414
Parcel Tax	6,700,000	6,700,000	6,700,000
California CPI		2.50%	2.60%
Cert. Step & Column Increase		1.89%	1.89%
Class. Step Increase		2.00%	2.00%
Books & Supplies Increase Equal to CPI		\$20,900	\$22,279
Contracts & Services Increase for CPI		\$100,554	\$104,071
Capital Outlay Increase for CPI		-	-

General Fund		
Components of Ending Fund Balance		
	FY 07-08 Estimated Actual	FY 08-09 Adopted Budget
Ending Fund Balance	4,357,210	4,792,811
Revolving Cash	11,500	17,000
Legally Restricted Balance - Categorical		
Arts and Music Block Grant	90,000	-
Arts, Music & PE Supplies	20,000	-
CAHSEE Intervention Instr	48,093	-
CAHSEE Intensive Instr Mtrls	1,431	-
Economic Impact Aid	65,000	-
Instructional Materials Realignment	100,000	-
California Peer Assistance & Review	80,000	80,000
Tenth Grade Counseling	15,500	-
Pupil Retention Block Grant	28,000	-
School & Library Improvement Block Grant	145,000	-
Discretionary Block Grant - School Site	75,000	-
Discretionary Block Grant - District	94,384	94,384
Instructional, Library & Ed Tech Mtrl	83,618	-
Routine Restricted Maintenance	8,935	8,935
Other Local Resources	20,454	27,638
School Auxiliary Account	7,184	-
Measure A - Parcel Tax	257,279	257,279
	1,139,878	468,236
Required 3% Designated for Economic Uncertainties		
General Fund Unrestricted	1,479,828	1,429,720
General Fund Restricted - Measure A	200,605	200,605
	1,680,433	1,630,325
Other Designations		
Vacation Liability	318,324	318,324
FY 07-08 Budget Savings	311,775	311,775
CCSIG - Safety Incentive Grant	5,805	-
Pupil Testing	68,528	68,528
Classroom Supplies Donations	17,000	-
Lost Textbook/Resale Account	116,000	116,000
Classified Retiree - SEIU	79,252	69,252
Retiree H&W Benefits	7,140	130,000
Bad Checks/Stale Dated	51,548	51,548
	975,372	1,065,427
Undesignated Amount	550,027	1,611,823

Other District Funds

Adult Education Fund

Acalanes Union High School District Adult Education Fund - 11

	2007-08 Estimated Actual 6/30/08	2008-09 Adopted Budget 7/1/08
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The Adult Education Fund was established to account for revenues and expenditures that are used in specific programs for the education of adults. The primary revenue sources to the program include state revenue limit and student fees. The funds are expended on salaries, benefits, books, and supplies.

REVENUES

Revenue Limit		
Federal Income	32,595	21,694
State Income	1,461,655	1,276,501
Local and Other Income	291,015	308,499
TOTAL REVENUES	<u>\$ 1,785,265</u>	<u>\$ 1,606,694</u>

EXPENDITURES and OTHER FINANCING

Certificated Salaries	\$ 711,973	\$ 670,125
Classified Salaries	271,534	287,669
Benefits - All	190,673	199,261
Books and Supplies	101,213	114,507
Other Services	137,225	127,000
Capital Outlay		
Other Outgo		
Direct Support/Indirect Costs		
Inter Fund Transfers (In)/Out	250,000.00	250,000.00
TOTAL EXPENDITURES and OTHER FINANCING	<u>\$ 1,662,618</u>	<u>\$ 1,648,562</u>

Net Increase/Decrease in Fund Balance	<u>\$ 122,647</u>	<u>\$ (41,868)</u>
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FUND BALANCE

Beginning Balance @ 7/1	\$ 605,256	\$ 727,903
Estimated Ending Balance @ 6/30	\$ 727,903	\$ 686,035

COMPONENTS of ENDING FUND BALANCE

Reserve for Economic Uncertainties	45,000	45,000
Reserve for Petty Cash	1,500	
Unappropriated Amount	681,403	641,035

Cafeteria Fund

Acalanes Union High School District Cafeteria Fund - 13

	2007-08	2008-09
	Estimated	Adopted
	Actual	Budget
	6/30/08	7/1/08
REVENUES		
Revenue Limit	\$ -	\$ -
Federal Income	50,000	50,000
State Income	2,000	2,000
Local and Other Income	884,950	885,000
TOTAL REVENUES	<u>\$ 936,950</u>	<u>\$ 937,000</u>
EXPENDITURES and OTHER FINANCING		
Certificated Salaries	\$ -	\$ -
Classified Salaries	464,104	394,272
Benefits - All	137,185	111,299
Books and Supplies	469,616	415,329
Other Services	136,000	115,700
Capital Outlay		
Other Outgo		
Direct Support/Indirect Costs		
Inter Fund Transfers (In)/Out	\$ (269,955)	\$ (100,000)
TOTAL EXPENDITURES and		
OTHER FINANCING	<u>\$ 936,950</u>	<u>\$ 936,600</u>
Net Increase/Decrease in Fund Balance	<u>\$ -</u>	<u>\$ 400</u>
FUND BALANCES		
Beginning Balance @ 7/1	\$ 4,600	\$ 4,600
Estimated Ending Balance @ 6/30	\$ 4,600	\$ 5,000
COMPONENTS of ENDING FUND BALANCE		
Reserve for Economic Uncertainties	-	-
Reserve for Change Fund	3,600	3,600
Unappropriated Amount	1,000	1,400

The Cafeteria Fund was established to provide for the accounting of all revenue and expenditures separate from the General Fund. The goal of this fund is to break-even.

The fund ran a \$269,955 deficit in 2007-2008 and projected to have a \$100,000 deficit in 2008-2009. The Governing Board established a Food Service Task to explore ways to eliminate the deficit for the 2008-2009 fiscal year.

Deferred Maintenance Fund

Acalanes Union High School District Deferred Maintenance Fund - 14	2007-08 Estimated Actual 6/30/08	2008-09 Adopted Budget 7/1/08
REVENUES		
Revenue Limit	\$ -	\$ -
Federal Income		
State Income	250,184	
Local and Other Income	<u>40,000</u>	<u>40,000</u>
TOTAL REVENUES	<u>\$ 290,184</u>	<u>\$ 40,000</u>
EXPENDITURES and OTHER FINANCING		
Certificated Salaries	\$ -	\$ -
Classified Salaries		
Benefits - All		
Books and Supplies		
Other Services	-	
Capital Outlay	75,661	75,000
Direct Support/Indirect Costs		
Interfund Transfer In	<u>(280,087)</u>	
TOTAL EXPENDITURES and OTHER FINANCING	<u>\$ (204,426)</u>	<u>\$ 75,000</u>
 Net Increase/Decrease in Fund Balance	 <u>\$ 494,610</u>	 <u>\$ (35,000)</u>
FUND BALANCES		
Beginning Balance @ 7/1	\$ 1,281,930	\$ 1,776,540
 Estimated Ending Balance @ 6/30	 \$ 1,776,540	 \$ 1,741,540
COMPONENTS of ENDING FUND BALANCE		
Reserve for Economic Uncertainties	-	-
Unappropriated Amount	1,776,540	1,741,540

The Deferred Maintenance Fund provides the District with state matching funds for major building maintenance projects. Under the Governor's May Revision, the State does not plan to fund the program for the 2008-2009 fiscal year. Therefore, the district did not budget for its matching funds to the program.

Building Fund

Acalanes Union High School District Building Fund 21

	2007-08 Estimated Actual 6/30/08	2008-09 Adopted Budget 7/1/08
REVENUES		
Revenue Limit	\$ -	\$ -
Federal Income		
State Income		
Local and Other Income	<u>323,000</u>	<u>385,000</u>
TOTAL REVENUES	<u>\$ 323,000</u>	<u>\$ 385,000</u>
EXPENDITURES and OTHER FINANCING		
Certificated Salaries		
Classified Salaries	333,478	378,097
Benefits - All	109,719	114,274
Books and Supplies	50,020	8,375
Other Services	194,040	151,000
Capital Outlay	3,409,980	
Other Outgo		
Direct Support/Indirect Costs		
Interfund Tfr (In)/Out	-	-
Other Sources/Uses	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES and OTHER FINANCING	<u>\$ 4,097,237</u>	<u>\$ 651,746</u>
Net Increase/Decrease in Fund Balance	<u>\$ (3,774,237)</u>	<u>\$ (266,746)</u>
FUND BALANCES		
Beginning Balance @ 7/1	4,646,283	872,046
Estimated Ending Balance @ 6/30	872,046	605,300
COMPONENTS of ENDING FUND BALANCE		
Reserve for Economic Uncertainties	-	-
Reserve for Construction Projects	872,046	605,300

The Building Fund includes Measure A, Measure B, and facility rentals. Measure A was voter approved in November 1997 and Measure B was approved in November 2002. The Building Fund can only be used for capital improvement and expansion projects.

The projects planned for 2008-2009 include:

- Completion of Miramonte HVAC project

Once finished, all Measure A and B projects will have been completed.

Capital Facilities Fund

**Acalanes Union High School District
Capital Facilities Fund - 25 (RDA)**

	2007-08 Estimated Actual 6/30/08	2008-09 Adopted Budget 7/1/08
REVENUES		
Revenue Limit	\$ -	\$ -
Federal Income		
State Income		
Local and Other Income	80,000	75,000
TOTAL REVENUES	<u>\$ 80,000</u>	<u>\$ 75,000</u>
EXPENDITURES and OTHER FINANCING		
Certificated Salaries	\$ -	\$ -
Classified Salaries		
Benefits - All		
Books and Supplies	588	30,000
Other services		
Capital Outlay		20,000
Other Outgo		
Direct Support/Indirect Costs		
Inter Fund Transfers (In)/Out		
TOTAL EXPENDITURES and OTHER FINANCING	<u>\$ 588</u>	<u>\$ 50,000</u>
Net Increase/Decrease in Fund Balance	<u>\$ 79,412</u>	<u>\$ 25,000</u>
FUND BALANCES		
Beginning Balance @ 7/1	\$ 127,669	\$ 207,081
Estimated Ending Balance @ 6/30	\$ 207,081	\$ 232,081
COMPONENTS of ENDING FUND BALANCE		
Unappropriated Amount	207,081	232,081

The Capital Facilities Fund was established to account for revenues and expenditures from local redevelopment agencies. These funds are used to off-set school impacts as a result of city redevelopment projects. This year, the funds will be used to provide office space, furniture and equipment, and an additional counselor at each of the District's school.

County School Facility Fund

Acalanes Union High School District County School Facilities Fund - 35

	2007-08 Estimated Actual 6/30/08	2008-09 Adopted Budget 7/1/08
REVENUES		
Revenue Limit	\$ -	\$ -
Federal Income		
State Income	-	
Local and Other Income	<u>1,000</u>	<u>1,000</u>
TOTAL REVENUES	<u>\$ 1,000</u>	<u>\$ 1,000</u>
EXPENDITURES and OTHER FINANCING		
Certificated Salaries	\$ -	\$ -
Classified Salaries		
Benefits - All		
Books and Supplies		
Other Services		
Capital Outlay	-	
Other Outgo		
Direct Support/Indirect Costs		
Inter Fund Transfers (In)/Out	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES and OTHER FINANCING	<u>\$ -</u>	<u>\$ -</u>
 Net Increase/Decrease in Fund Balance	 <u>\$ 1,000</u>	 <u>\$ 1,000</u>
FUND BALANCES		
Beginning Balance @ 7/1	\$ 79,189	\$ 80,189
 Estimated Ending Balance @ 6/30	 \$ 80,189	 \$ 81,189
COMPONENTS of ENDING FUND BALANCE		
Unappropriated Amount	80,189	81,189

The County School Facilities Fund is used to account for revenue and expenditures for the State School Facilities Program. There are no pending applications for this program.

Special Reserve Fund

Acalanes Union High School District Special Reserve Fund - 40 (Del Valle)

	2007-08 Estimated Actual 6/30/08	2008-09 Adopted Budget 7/1/08
REVENUES		
Revenue Limit	\$ -	\$ -
Federal Income		
State Income		
Local and Other Income	250,000	200,000
TOTAL REVENUES	<u>\$ 250,000</u>	<u>\$ 200,000</u>
EXPENDITURES and OTHER FINANCING		
Certificated Salaries	\$ -	\$ -
Classified Salaries		
Benefits - All		
Books and Supplies	50,000	50,000
Other Services	50,000	
Capital Outlay	450,000	
Other Outgo		
Direct Support/Indirect Costs		
Inter Fund Transfers (In)/Out	280,087	
TOTAL EXPENDITURES and OTHER FINANCING	<u>\$ 830,087</u>	<u>\$ 50,000</u>
Net Increase/Decrease in Fund Balance	<u>\$ (580,087)</u>	<u>\$ 150,000</u>
FUND BALANCES		
Beginning Balance @ 7/1	\$ 10,793,650	\$ 10,213,563
Estimated Ending Balance @ 6/30	\$ 10,213,563	\$ 10,363,563
COMPONENTS of ENDING FUND BALANCE		
Unappropriated Amount	10,213,563	10,363,563

The Special Reserve Fund accounts for the revenue and expenditures that are generated by interest earned on investments from the partial sale of the Del Valle campus. This fund has produced investment earnings that allow the District to purchase capital equipment, make capital improvements, and provide the deferred maintenance match. Most districts have to fund the above through their General Fund.

Foundation Private-Purpose Trust Fund

**Acalanes Union High School District
Foundation Private-Purpose Trust Fund 73**

	2007-08 Estimated Actual 6/30/08	2008-09 Adopted Budget 7/1/08
REVENUES		
Revenue Limit	\$ -	\$ -
Federal Income		
State Income		
Local and Other Income	<u>10,000</u>	<u>10,000</u>
TOTAL REVENUES	<u>\$ 10,000</u>	<u>\$ 10,000</u>
EXPENDITURES and OTHER FINANCING		
Certificated Salaries	\$ -	\$ -
Classified Salaries	-	-
Benefits - All		
Books and Supplies		
Other Services	30,000	10,000
Capital Outlay		
Other Outgo		
Direct Support/Indirect Costs		
Inter Fund Transfers (In)/Out	<u>\$ -</u>	<u>\$ -</u>
TOTAL EXPENDITURES and OTHER FINANCING	<u>\$ 30,000</u>	<u>\$ 10,000</u>
Net Increase/Decrease in Fund Balance	<u>\$ (20,000)</u>	<u>\$ -</u>
FUND BALANCES		
Beginning Balance @ 7/1	\$ 1,126,571	\$ 1,106,571
Estimated Ending Balance @ 6/30	\$ 1,106,571	\$ 1,106,571

COMPONENTS of ENDING FUND BALANCE

Joan Minton Trust Fund	9,631	9,631
Acalanes High School Misc Scholarship	94,857	94,857
MHS Scholarship	1,002,083	1,002,083

The Foundation Private-Purpose Trust includes donations to Miramonte and Acalanes high schools. The funds are used to provide scholarships to Miramonte and Acalanes students.

2008-2009

Budget Development Considerations

- Strategic Plan
- Post Retirement Benefit Plans (GASB 43 & 45)
- Declining Enrollment (150 Fewer Students)
- State's fiscal crisis

Conclusion

Staff has presented the Governing Board with a balanced budget for the 2008-2009 fiscal year. The multi-year projection for the subsequent two years were balanced by making assumptions in level of service reductions in personnel due to projected declining enrollment.

Fiscal Year 2008-2009 Budget Adoption

(Single Adoption Budget)

The Governing Board of the Acalanes Union High School District is required to approve the District's budget as of July 1, 2008, as input on the California Department of Education forms.

Copies of the state forms are available at the district office:

**Acalanes Union High School District
1212 Pleasant Hill Road
Lafayette, CA 94549**