

Budget Scenario 2

Projected Estimates in Thousands

Scenario 2 - AFT Proposal With Class Schedule Alignment

Beginning Balance	<u>2015/2016 (8)</u>	<u>2016/2017 (8)</u>	<u>2017/2018 (8)</u>	<u>2018/2019 (7)</u>	<u>2019/2020 (7)</u>	<u>2020/2021 (7)</u>
	\$ 28,399	\$ 29,452	\$ 26,845	\$ 5,727	\$ (10,726)	\$ (23,224)
Revenues	\$ 202,157	\$ 195,281	\$ 174,361 (1)	\$ 175,624 (2)	\$ 176,908	\$ 178,213 (3)
Expenditures (4)	\$ 201,104 (6)	\$ 197,887 (6)	\$ 195,480 (6)	\$ 192,077 (6)	\$ 189,405 (6)	\$ 188,984 (6)
Difference	<u>\$ 1,053</u>	<u>\$ (2,606)</u>	<u>\$ (21,118)</u>	<u>\$ (16,453)</u>	<u>\$ (12,498)</u>	<u>\$ (10,771)</u>
Ending Balance	<u>\$ 29,452</u>	<u>\$ 26,845</u>	<u>\$ 5,727</u>	<u>\$ (10,726)</u>	<u>\$ (23,224)</u>	<u>\$ (33,995)</u>

Ending Balance Reserve % 15% 14% 3% (5) -6% -12% -18%

	<u>2015/2016</u>	<u>2016/2017</u>	<u>2017/2018</u>	<u>2018/2019</u>	<u>2019/2020</u>	<u>2020/2021</u>
Funded FTEs	30,990	29,540	23,632	23,632	23,632	23,632
Alignment	-3%	-5%	-5%	-5%	-5%	-3%
Schedule FTEs	31,000	29,450	27,978	26,579	25,250	23,632
FTEF	1,696	1,611	1,531	1,454	1,381	1,340
Reduction of Classes	234	382	363	344	327	186
Cumulative Reduction of Classes	234	616	978	1,323	1,650	1,836
Expenditure Reductions (thousands)	2,269,592	3,709,910	3,491,680	3,360,742	3,055,220	1,789,486

(1) Decrease in annual projected revenue due to loss of stability funding.

(2) Prop 30 expires but approximately \$23M in revenue continues.

(3) Parcel tax expires but approximately \$16M in revenue continues.

(4) Includes increase in STRS and PERS contributions.

(5) District drops below the state recommended reserve threshold of 5%.

(6) Factors a 26% alignment in the class schedule starting in fiscal year 2015-16.

(7) 1% COLA passed through to revenue and expenditures.

(8) Includes the following restoration and salary schedule increases:

	<u>15/16</u>	<u>16/17</u>	<u>17/18</u>	<u>Total</u>
Step Increase	1.00%	0.00%	0.00%	1.00%
Restoration	3.70%	0.00%	0.00%	3.70%
Base Increase	4.00%	4.00%	4.00%	12.00%
	<u>8.70%</u>	<u>4.00%</u>	<u>4.00%</u>	<u>16.70%</u>

12/7/2015