



Palo Alto Unified School District



## 2005-06 September Budget Revisions



Presented to the Board of Education  
September 13, 2005

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### New Information Since June 28, 2005 Budget Adoption



- Property Tax Growth for 2004-05 and Initial Estimations for 2005  $\text{€}$
- The State Budget for 2005  $\text{€}$
- PAUSD Unaudited Ending Balance for 2004  $\text{€}$



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### Property Tax Growth



|         | Growth | Growth Per Student |
|---------|--------|--------------------|
| 2002-03 | 5.62%  | 3.55%              |
| 2003-04 | 0.36%  | -1.49%             |
| 2004-05 | 8.19%  | 6.11%              |



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## Property Tax Growth

- PAUSD has increased property tax revenue projections from 3.46% to 5%.
- Added Revenue: \$1,432,062



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## New Information Since June 28, 2005 Budget Adoption

- The STRS cost shift and the mental health cost shift were not enacted.
- PAUSD will not incur the \$1.2 million in added costs.



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## New Information Since June 28, 2005 Budget Adoption

- The books for 2004-2005 have been closed.
- The unrestricted ending balance is \$1,028,167.



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## Revised Unrestricted General Fund

|              |              |
|--------------|--------------|
| Revenue      | \$95,952,096 |
| Expenditures | \$92,505,941 |
| Balance      | \$3,446,125* |

\* Certain expenditure categories have not yet been determined or budgeted.



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## Basic Aid Reserve Policy

If revenue exceeds expenditures by 3% or more, at least 25% of the difference between property tax revenue and what PAUSD would have received as a revenue limit district will be budgeted as a transfer to replenish the reserve.



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## Basic Aid

|                       |              |
|-----------------------|--------------|
| Reserve Requirement   | \$10,876,719 |
| Current Reserve Level | \$6,711,000  |
| Budget Transfer       | \$861,531    |
| New Reserve Level     | \$7,572,531  |
| New Reserve Shortfall | \$3,304,188  |



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## Potential Impacts on Budget

- Salary Schedule Increase
- Health Care Cost Increase
- Proposition 76

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## Enrollment

|              | 2005-06<br>Proj. | 2005-06<br>11 <sup>th</sup> Day | Over<br>(Under) |
|--------------|------------------|---------------------------------|-----------------|
| Elementary   | 4,839            | 4,747                           | -92             |
| Middle       | 2,449            | 2,422                           | -27             |
| High         | 3,495            | 3,537                           | 42              |
| <b>Total</b> | <b>10,783</b>    | <b>10,706</b>                   | <b>-77</b>      |

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## Enrollment

|              | 2003-04<br>11 <sup>th</sup> Day | 2004-05<br>11 <sup>th</sup> Day | 2005-06<br>11 <sup>th</sup> Day | Growth %    |
|--------------|---------------------------------|---------------------------------|---------------------------------|-------------|
| Elementary   | 4,610                           | 4,763                           | 4,747                           | -0.3%       |
| Middle       | 2,304                           | 2,314                           | 2,422                           | 4.7%        |
| High         | 3,427                           | 3,467                           | 3,537                           | -2.0%       |
| <b>Total</b> | <b>10,341</b>                   | <b>10,544</b>                   | <b>10,706</b>                   | <b>1.5%</b> |

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## Projection Model Development

- Initial Meeting with City Planning Department
- Developed Database



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## September - October

- Review Database with Assessor's Office and Crosscheck with Assessor's Data
- Conduct Demographic Study
- Refine Database
- Refine School Site Facility Capacities



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To obtain a copy of this presentation,  
please go to:

<http://www.pausd.org>



15

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