

ITEM 3

SPECIAL FUNDS HIGHLIGHTS

2014-15
Proposed
Budget

SPECIAL FUNDS

- **Prop AA Fund 21-39**
 - Series A issued at \$160 million in 2013
 - Project commitments will bring available project funds down to \$6 million by the end of 2014-15
 - Series B discussions and analysis will begin this fall
- **Capital Facilities Funds 25-18 & 25-19**
 - Escalation in developer permit activity results in increased revenue
 - Funds smaller projects tied to enrollment growth
- **Deferred Maintenance Fund 14-00**
 - State contributions and local matching requirements eliminated during the recession
 - While fund balance is nearly depleted, deferred maintenance needs are ongoing
 - Maintenance & Operations is reviewing the Five-Year Deferred Maintenance plan
 - Staff intends to renew annual contributions to the fund to protect the investment in our schools

SPECIAL FUNDS

- **Adult Education Fund 11-00**
 - Maintenance of Effort requirement to support Adult Education at 2012-13 spending levels continues through 2014-15
 - Governor & legislature are mutually interested in establishing an ongoing single categorical program for Adult Ed
 - District is collaborating with MiraCosta Community College to develop a regional plan to serve educational needs of adults
 - Adult Education fund is projecting a surplus for 2014-15 despite ongoing loss of state revenue due to the Fair Share reduction
 - Overhead expenses have been reduced
 - Enrollment and associated revenue drives course offerings
 - Fund balance may change due to maintenance of effort at year end

SPECIAL FUNDS

- **Cafeteria Fund 13-00**
 - Nutrition Services is projecting a deficit for 2014-15
 - New regulations will negatively affect sales
 - Calorie and ingredient restrictions result in fewer beverage and snack options
 - Replacement menu items will be tested throughout the school year
 - New shopping center across from Canyon Crest Academy will bring competition to the area
 - No-Charge Breakfast will continue at campuses where state and federal revenue will cover costs

2014-15 PROPOSED BUDGET TIMELINE

- Regular Meeting, June 5, 2014
 - Public Hearing for LCAP
 - Public Hearing for Proposed General & Special Funds Budgets
- Regular Meeting, June 19, 2014
 - Adoption of LCAP
 - Adoption of General & Special Funds Budgets
- State Budget Timeline
 - Legislature to adopt by June 15, 2014
 - Governor to sign by July 1, 2014
 - Trailer & Clean-up Bills to be acted upon throughout Summer
- Fall Revision
 - Revised Beginning Balance and carryover amounts
 - Review of Property Tax estimate
 - Effect of State Budget & Trailer bills known