

**WASHOE COUNTY SCHOOL DISTRICT**  
**Reno, Nevada**

**REGULAR MEETING OF THE BOARD OF TRUSTEES**  
**May 25, 2010**

**TITLE:** FISCAL YEAR 2010-11 FINAL BUDGET, SUPPLEMENTAL INFORMATION

**FROM:** Gary S. Kraemer, Chief Financial Officer

**PRESENTER(S) & PRESENTATION TIME:**  
Gary Kraemer, Chief Financial Officer (15 minutes)

**DATE REPORT WRITTEN:** May 17, 2010

**SUMMARY:** A previous Board cover sheet was submitted explaining that supplemental information related to the District's Final Budget would be submitted prior to the Board meeting. The supplemental information is provided on the following pages. State law requires the District to adopt a final budget by a majority vote on or before June 8 of each year. The adopted budget cannot appropriate for any fund any amount in excess of the budget resources of that fund.

**ADDITIONAL BACKGROUND INFORMATION:** The initial Board item for the Fiscal Year 2010-11 Final Budget described the recommendations to address the District's \$32.7 million budget shortfall. The budget shortfall is a combination of the \$29 million shortfall contained in the District's Tentative Budget, plus an additional \$3.7 million due to late changes by the State resulting in updated "net property tax changes" and per pupil (Distributive School Account) decreases. In addition, budget reductions for fiscal year 2009-10 of \$4 million also need to be addressed which bring the total budget shortfall to \$36.7 million (AB6).\*

The actual recommendations to address the fiscal year 2010-11 shortfall are as follows:

• Salary/furlough agreements	\$10.7 million
• Spend Down of Fund balance	\$3.5 million
• Spend Down of Contingency for Budget Uncertainties	\$5.2 million
• Central Services reductions	\$2.5 million
• Utilities savings (reduced rates/budgeted savings)	\$2.0 million
• Textbooks/supplementary materials (AB5)*	\$2.0 million
• Increase in class size by two students grades 1-3 (AB4)*	\$5.8 million
• Miscellaneous reductions	<u>\$1.0 million</u>
Total	\$32.7 million

\*Due to legislation passed during the 26<sup>th</sup> Special Session of the Legislature.

The spend down of the fund balance reduces the ending fund balance shown in the Final Budget to \$11.4 million and still maintains the Board policy of a 2% unreserved

ending fund balance. The spend down of the contingency for budget uncertainties will decrease the available amount to \$2.7 million, which will be carried forward to fiscal year 2011-12.

The impact of the recommendations above on the various revenue and expenditure categories to the General Fund, as well as changes made to other District funds, are described on the pages following the Superintendent's recommendation.

The District must adopt a final budget by June 8, 2010 by a majority vote. However, because no other Board meetings are scheduled from May 26, 2010 to June 8, 2010, any changes the Board wishes to make to the proposed final budget will have to be indicated at this meeting and approved by a majority vote of the Board.

**PREVIOUS BOARD ACTION:** *(For additional information regarding the previous agenda action listed below, refer to the district's website at [www.washoe.k12.nv.us](http://www.washoe.k12.nv.us) in the Calendar section under Meetings, Agendas, and Highlights.)*

Date: December 15, 2009

Related Action: Budget Work Session, Discussion of Widely Used Budgetary Approaches and Proposed Budget Process for the Fiscal Year 2010-11 Budget.

Date: March 23, 2010

Related Action: Presentation and Approval of the Fiscal Year 2010-11 Budget.

Date: May 1, 2010

Related Action: Board Work Session on Aligning Strategic Plan to Budget.

Date: May 19, 2010

Related Action: Public Hearing On The Fiscal Year 2010-11 Tentative Budget.

**ATTACHMENTS:**

- A) Final Budget Document for the Nevada Department of Taxation.

**BOARD POLICY/DISTRICT GOAL:** *This item addresses the areas of focus defined in the Washoe County School District's Blueprint for Student Success as they relate to the budget process.*

**LEGAL:** As required by NRS 354.598: The final budgets of school districts must be adopted on or before June 8 of each year by the favorable votes of a majority of all members of the governing body. No governing body may adopt any budget which appropriates for any fund any amount in excess of the budget resources of that fund.

**FINANCIAL:** *The budget provides final appropriation authority for approved programs to be included in Fiscal Year 2010-11 budget.*

**ALTERNATIVES:** None.

**SUPERINTENDENT'S RECOMMENDATION:** that the Board of Trustees adopts the final budget for fiscal year 2010-11 as submitted

**NARRATIVE EXPLAINING CHANGES FROM THE TENTATIVE TO FINAL BUDGET**

**GENERAL FUND RESOURCES (page 6)**

When the Tentative Budget was approved a budget shortfall of \$29 million was recognized. Since then, a revision by the State resulted in updated ad valorem taxes and per pupil (Distributive School Account) decreases of \$3.7 million bringing the total shortfall to \$32.7 million. The resource changes are shown on page 6 of the attachment.

Although our district's ad valorem tax actually increases over the tentative budget by \$5.6 million, statewide there was a decrease in ad valorem taxes and all districts end up sharing in that decrease based on the way the Nevada Plan calculates the per pupil funding provided in the Distributive School Account (DSA). The DSA therefore decreases by \$9.3 million resulting in a net decrease of \$3.7 million.

The other resource increase for the general fund is \$5.8 million for a transfer in from the Class Size Reduction Fund. AB4 of the special legislative session permits districts to increase class size in grades 1 thru 3 by up to two students. The recommendation is to do so, therefore resulting in a savings in costs for the Class Size Reduction fund of \$5.8 million. The State will allow a transfer of these remaining funds to the General Fund to mitigate reductions necessary to the General Fund had the increase in class size not been approved.

**GENERAL FUND APPLICATIONS (page 7)**

As previously mentioned, the District's shortfall is \$32.7 million. The \$29 million shortfall from the Tentative Budget is highlighted in the middle of the page and when added to the additional shortfall for Ad Valorem Tax/DSA resources of \$3.7 million results in a total shortfall of \$32.7 million.

The \$32.7 million shortfall is addressed as follows:

Total Shortfall	\$ 32.7 million
Class Size Increase to Grades 1-3	
Resulting in Additional Resources	<u>\$ (5.8 million)</u>
Remaining Shortfall	\$ 26.9 million
Eliminate Nutrition Services Transfer	\$ (0.3 million)
Use Designation for Budget Uncertainties	\$ (5.2 million)
Use Ending Fund Balance	\$ (3.5 million)
Reductions to Expenditure categories	\$ (15.5 million)
Reductions to Special Education	<u>\$ (2.4 million)</u>
Budget Shortfall Balance	<u><u>\$ 0</u></u>

The reduction to the various expenditure categories and the special education transfer categories total \$17.9 million and are related to the following:

Salary/furlough agreements	\$10.7 million
Central Services reductions	\$2.5 million
Utilities savings (reduced rates/budgeted savings)	\$2.0 million
Textbooks/supplementary materials	\$2.0 million
Miscellaneous reductions	<u>\$0.7 million</u>
Total	<u>\$17.9 million</u>

**CAPITAL PROJECTS FUND (page 9)**

The Capital Projects Fund has been modified to reflect the sale of qualified school construction bonds in the amount of \$3.5 million to be sold prior to the end of fiscal year 2010. The proceeds will not be used until fiscal year 2011, therefore the opening fund balance will be higher and the appropriated expenditure categories have been modified.

**SPECIAL REVENUE FUND (page 10)**

The Special Revenue Fund reflects changes necessary to include additional federal funding of \$3.0 million for Title 1, \$3.4 million for the school improvement grant and \$1 million for Indian Education; in addition, State funding for 1/5 PERS/Incentives of \$4.2 million is reflected. The expenditures have been placed in the appropriate categories.

**SPECIAL EDUCATION FUND (page 11)**

The Special Education Fund has been altered to reflect the reduction of 1 unit of funding (\$39,768) as well as the expenditure reduction related to the budget shortfall as the furloughs, rollup freezes and central services reorganization also impact this fund.

**CLASS SIZE REDUCTION FUND (page 11)**

Changes to the Class Size Reduction Fund reflect a reduction in expenditures related to increasing class size in grade 1 to 3 by two students. Grades 1 and 2 for fiscal year 2010-11 will be staffed at 18 students to 1 teacher and grade 3 at 21 students to 1 teacher. The increase in class size will reduce the number of teachers by 91 and result in a \$5.8 million savings. The special legislative session approved the increase in class size and the use of the savings to prevent further reductions to the General Fund. Therefore, the savings will be transferred to the General Fund.

**DEBT SERVICE FUND (page 12)**

The Debt Service Fund has been modified to reflect additional ad valorem revenue of \$2.9 million based on the latest State estimate and for the interest subsidy of \$1.4 million related to the two Taxable Recovery Zone Economic Development bonds issued as well as for the Qualified School Construction Bonds issued. Also, the opening fund balance will be \$10 million less as the reserve was used to pay off existing bonds as part of the recent bond refunding (\$23 million was retired by using the \$10 million fund balance and by refunding \$13 million with a lower interest rate). The refunding also reduced the fiscal year 11 principal payments by \$3.6 million.

### **INTERNAL SERVICE FUND (page 13)**

This fund accounts for transactions relating to the District's risk management services for property and casualty insurance, health insurance and workers' compensation. The changes are a reflection of the most current data available for the funds, which is very favorable as expenditures for fiscal year 2009-10 are well below anticipated levels.

This causes the opening retained earnings (at the bottom of the page) to be significantly higher (\$9.5 million) and the anticipated operating expenses for fiscal year 2010-11 to be significantly lower (\$6.8 million). The result is that the ending retained earnings (very bottom of the page) will be \$15 million more. This significant increase in reserves will continue to allow the district to mitigate budget reductions on the horizon for fiscal years 2011-12 and 2012-13.

### **NUTRITION SERVICE FUND (page 14)**

The Nutrition Service Fund has been modified to reflect the budget anticipated by the District's new food service provider, Aramark. The tentative budget reflected the same budget as the prior year as the RFP process to select the provider was in progress at that point in time. The budgeted transfer from the general fund of \$250,000 was eliminated as part of the District's budget reductions.

### **SUBSEQUENT YEARS BUDGET**

The budget decisions made for fiscal year 2010-11 will have an impact on future years as reductions to operating funds result in decreases in programs and services provided. In addition, any reductions utilizing "one-shot" sources of funds, such as reserves or contingency funds, do not recur in the subsequent year and will ultimately have to be addressed.

Additional loss of District funding appears to be on the horizon as the State will be facing a \$3 billion budget shortfall for the 2011-2013 biennium. Significant reductions may be needed to meet this shortfall.

The District will continue to monitor the situation, take an active stance in the production of the State budget and provide updates to constituents. In the interim, we will continue our fiscally conservative and responsible approach and continue to explore all budget saving opportunities while doing everything possible to improve student achievement.

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND BUDGET COMPARISON  
FISCAL YEAR 11 TENTATIVE vs FISCAL YEAR 11 FINAL**

	<b>Tentative FY11</b>	<b>Final FY11</b>	<b>Change</b>
<b>RESOURCES</b>			
<b>Local Sources:</b>			
Ad Valorem Tax	\$ 95,953,529	\$ 101,539,673	\$ 5,586,144
L.S.S.T.	115,602,580	115,602,580	0
Franchise Taxes	300,000	300,000	0
Government Services Tax	11,200,000	11,200,000	0
Rev In Lieu of Taxes	230,000	230,000	0
Regular Tuition	250,000	250,000	0
Summer School	800,000	800,000	0
Other Tuition	145,000	145,000	0
Transportation	325,000	325,000	0
Earnings on Investments	650,000	650,000	0
Student Activities Revenue	110,000	110,000	0
Other Local Revenue	583,000	583,000	0
Indirect Cost Revenue	2,000,000	2,000,000	0
Grants Administration Revenue	400,000	400,000	0
Salary Reimbursements	1,545,000	1,545,000	0
	<u>\$ 230,094,109</u>	<u>\$ 235,680,253</u>	<u>\$ 5,586,144</u>
<b>State Sources:</b>			
DSA Apportionments	\$ 166,245,769	\$ 156,965,070	\$ (9,280,699)
Special Appropriations	0	0	0
	<u>\$ 166,245,769</u>	<u>\$ 156,965,070</u>	<u>\$ (9,280,699)</u>
<b>Federal Sources:</b>			
Forest Reserve	\$ 6,000	\$ 6,000	\$ -
E-Rate Refund	320,000	320,000	0
P.L. 81-874	190,000	190,000	0
	<u>\$ 516,000</u>	<u>\$ 516,000</u>	<u>\$ -</u>
<b>Other Sources:</b>			
Sale of Fixed Assets	\$ 50,000	\$ 50,000	\$ -
Transfer From Prefunded Retiree Hlth Fu	2,200,000	2,200,000	0
Transfer From Class Size Reduction Fund	0	5,811,823	5,811,823
Lease Proceeds	0	0	0
	<u>\$ 2,250,000</u>	<u>\$ 8,061,823</u>	<u>\$ 5,811,823</u>
<b>Opening Fund Balance:</b>			
Reserved for Inventory	\$ 1,096,435	\$ 1,096,435	\$ -
Designated for PC Refresh	0	0	0
Designated for Maintenance of Effort	5,000,000	5,000,000	0
Designated for Property Taxes	6,000,000	6,000,000	0
Designated for Budget Uncertainties	7,831,336	7,831,336	0
Designated for Special Ed Transfer	2,955,258	2,955,258	0
Unreserved	14,892,543	14,892,543	0
	<u>\$ 37,775,572</u>	<u>\$ 37,775,572</u>	<u>\$ -</u>
<b>TOTAL RESOURCES</b>	<b><u>\$ 436,881,450</u></b>	<b><u>\$ 438,998,718</u></b>	<b><u>\$ 2,117,268</u></b>

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND BUDGET COMPARISON  
FISCAL YEAR 11 TENTATIVE vs FISCAL YEAR 11 FINAL**

	<b><u>Tentative</u></b> <b><u>FY11</u></b>	<b><u>Final</u></b> <b><u>FY11</u></b>	<b><u>Change</u></b>
<b>APPLICATIONS</b>			
<b>Expenditures:</b>			
Instruction	\$ 200,985,291	\$ 191,978,423	\$ (9,006,868)
Special Instruction	0	1,419,916	1,419,916
Vocational Education	8,044,782	7,485,352	(559,430)
Other Instructional	13,268,706	13,632,830	364,124
Co/Extra - Curricular	4,468,852	4,297,943	(170,909)
Student Support Services	26,902,791	25,846,601	(1,056,190)
Instruction Support Services	13,469,598	13,121,553	(348,045)
General Administration	5,907,220	5,644,890	(262,330)
School Administration	33,171,551	31,812,940	(1,358,611)
Central Services	21,299,386	19,459,642	(1,839,744)
Operation and Maintenance	51,372,983	48,693,295	(2,679,688)
Student Transportation	15,193,890	15,337,281	143,391
	<u>\$ 394,085,050</u>	<u>\$ 378,730,666</u>	<u>\$ (15,354,384)</u>
<b>Other Financing Uses:</b>			
Debt Service Fund Transfer	\$ 3,591,016	\$ 3,591,016	0
Insurance Trust Fund Transfer	1,873,940	1,873,940	0
Special Education Transfer	34,861,439	32,503,356	(2,358,083)
Nutrition Services Fund Transfer	250,000	0	(250,000)
Capital Projects Fund Transfer	59,000	59,000	0
Contingency	1,093,277	1,093,277	0
Unresolved Budget Shortfall	<b>(28,752,586)</b>	<b>0</b>	28,752,586
	<u>\$ 12,976,086</u>	<u>\$ 39,120,589</u>	<u>\$ 26,144,503</u>
<b>Ending Fund Balance:</b>			
Reserved	\$ 1,096,435	\$ 1,096,435	0
Designated for Maintenance of Effort	0	0	0
Designated For Property Tax	6,000,000	6,000,000	0
Designated for Budget Uncertainties	7,831,336	2,658,485	(5,172,851)
Designated For Special Education Transfe	0	0	0
Unreserved	14,892,543	11,392,543	(3,500,000)
	<u>\$ 29,820,314</u>	<u>\$ 21,147,463</u>	<u>\$ (8,672,851)</u>
<b>TOTAL APPLICATIONS</b>	<b><u>\$ 436,881,450</u></b>	<b><u>\$ 438,998,718</u></b>	<b><u>\$ 2,117,268</u></b>
	0	0	

**WASHOE COUNTY SCHOOL DISTRICT  
BUILDING & SITES FUND BUDGET COMPARISON  
FISCAL YEAR 11 TENTATIVE vs FISCAL YEAR 11 FINAL**

	<u>Tentative FY11</u>	<u>Final FY11</u>	<u>Change</u>
<b>RESOURCES</b>			
<b>Revenue:</b>			
<b>Local Sources:</b>			
Earnings on Investments	\$ 10,000	\$ 10,000	\$ -
Other Local Revenue-Rent	30,000	30,000	-
	<u>\$ 40,000</u>	<u>\$ 40,000</u>	<u>\$ -</u>
<b>State Sources:</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Federal Sources:</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Other Sources:</b>			
Transfers In	\$ -	\$ -	\$ -
Sale of Bonds	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Total Revenue</b>	<u>\$ 40,000</u>	<u>\$ 40,000</u>	<u>\$ -</u>
<b>Opening Fund Balance:</b>			
Reserved	<u>\$ 3,265,355</u>	<u>\$ 3,265,355</u>	<u>\$ -</u>
<b>TOTAL ALL RESOURCES</b>	<u><u>\$ 3,305,355</u></u>	<u><u>\$ 3,305,355</u></u>	<u><u>\$ -</u></u>
<b>APPLICATIONS</b>			
<b>Expenditures:</b>			
Business Support	\$ -	\$ -	\$ -
Central Support	-	-	-
Land Acquisitions	-	-	-
Site Improvments	-	-	-
Architecture/Engineering Svcs	-	-	-
Educational Specs Devel	-	-	-
Building Acquisition & Const	-	-	-
Building Improvements	30,000	30,000	-
	<u>\$ 30,000</u>	<u>\$ 30,000</u>	<u>\$ -</u>
<b>Other Financing Uses:</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Ending Fund Balance:</b>			
Reserved	<u>\$ 3,275,355</u>	<u>\$ 3,275,355</u>	<u>\$ -</u>
<b>TOTAL APPLICATIONS</b>	<u><u>\$ 3,305,355</u></u>	<u><u>\$ 3,305,355</u></u>	<u><u>\$ -</u></u>

**WASHOE COUNTY SCHOOL DISTRICT  
CAPITAL PROJECTS FUND BUDGET COMPARISON  
FISCAL YEAR 11 TENTATIVE vs FISCAL YEAR 11 FINAL**

	<u>Tentative FY11</u>	<u>Final FY11</u>	<u>Change</u>
<b>RESOURCES</b>			
<b>Revenue:</b>			
<b>Local Sources:</b>			
Gov't Svcs Tax	\$ 3,000,000	\$ 3,000,000	\$ -
Earnings on Investments	6,000	6,000	-
Other Local Revenue	-	-	-
	<u>\$ 3,006,000</u>	<u>\$ 3,006,000</u>	<u>\$ -</u>
<b>State Sources:</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Federal Sources:</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Other Sources:</b>			
Transfers In	\$ 59,000	\$ 59,000	\$ -
Sale of Bonds	-	-	-
	<u>\$ 59,000</u>	<u>\$ 59,000</u>	<u>\$ -</u>
<b>Total Revenue</b>	<u>\$ 3,065,000</u>	<u>\$ 3,065,000</u>	<u>\$ -</u>
<b>Opening Fund Balance:</b>			
Reserved	\$ -	\$ -	\$ -
Unreserved	3,575,952	7,125,952	3,550,000
	<u>\$ 3,575,952</u>	<u>\$ 7,125,952</u>	<u>\$ 3,550,000</u>
<b>TOTAL ALL RESOURCES</b>	<u><u>\$ 6,640,952</u></u>	<u><u>\$ 10,190,952</u></u>	<u><u>\$ 3,550,000</u></u>
<b>APPLICATIONS</b>			
<b>Expenditures:</b>			
Central Services	\$ -	\$ 150,000	\$ 150,000
Architecture/Engineering Svcs	1,317,655	1,667,655	350,000
Building Acquisition & Const	-	-	-
Site Improvments	200,000	200,000	-
Building Improvements	1,488,345	4,538,345	3,050,000
	<u>\$ 3,006,000</u>	<u>\$ 6,556,000</u>	<u>\$ 3,550,000</u>
<b>Other Financing Uses:</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Ending Fund Balance:</b>			
Reserved	\$ -	\$ -	\$ -
Unreserved	3,634,952	3,634,952	-
	<u>\$ 3,634,952</u>	<u>\$ 3,634,952</u>	<u>\$ -</u>
<b>TOTAL APPLICATIONS</b>	<u><u>\$ 6,640,952</u></u>	<u><u>\$ 10,190,952</u></u>	<u><u>\$ 3,550,000</u></u>

**WASHOE COUNTY SCHOOL DISTRICT  
SPECIAL REVENUE FUND BUDGET COMPARISON  
FISCAL YEAR 11 TENTATIVE vs FISCAL YEAR 11 FINAL**

	<b>Tentative FY11</b>	<b>Final FY11</b>	<b>Change</b>
<b>RESOURCES</b>			
<b>Revenue:</b>			
Local	\$ 2,301,053	\$ 2,301,053	\$ -
State	11,082,669	15,294,769	4,212,100
Federal	41,121,743	48,601,631	7,479,888
Transfers In	0	0	0
<b>Total Revenue</b>	<b>\$ 54,505,465</b>	<b>\$ 66,197,453</b>	<b>\$ 11,691,988</b>
<b>Opening Fund Balance:</b>			
Reserved	\$ -	\$ -	\$ -
Unreserved	4,527,039	4,527,039	0
<b>Total Opening Fund Balance:</b>	<b>\$ 4,527,039</b>	<b>\$ 4,527,039</b>	<b>\$ -</b>
<b>TOTAL ALL RESOURCES</b>	<b>\$ 59,032,504</b>	<b>\$ 70,724,492</b>	<b>\$ 11,691,988</b>
<b>APPLICATIONS</b>			
<b>Expenditures by Function:</b>			
Other Instructional Programs	\$ 36,796,868	\$ 48,099,345	\$ 11,302,477
Special Programs	12,758,973	12,758,973	0
Vocational Programs	1,288,510	1,288,510	0
Adult Education Programs	2,060,729	2,060,729	0
Community Service Programs	1,346,218	1,346,218	0
Instructional Programs	0	389,511	389,511
Student Support Services	384,711	384,711	0
Instruction Support Services	3,200	3,200	0
General Administration	298,500	298,500	0
School Administration	0	0	0
Central Services	0	0	0
Operation and Maintenance	15,000	15,000	0
Other Support	0	0	0
	<b>\$ 54,952,709</b>	<b>\$ 66,644,697</b>	<b>\$ 11,691,988</b>
<b>Other Uses:</b>			
Transfers Out	\$ 2,200,000	\$ 2,200,000	\$ -
Contingency	0	0	0
	<b>\$ 2,200,000</b>	<b>\$ 2,200,000</b>	<b>\$ 0</b>
<b>Ending Fund Balance:</b>			
Reserved	\$ 0	\$ 0	\$ -
Unreserved	1,879,795	1,879,795	0
	<b>\$ 1,879,795</b>	<b>\$ 1,879,795</b>	<b>\$ 0</b>
<b>TOTAL APPLICATIONS</b>	<b>\$ 59,032,504</b>	<b>\$ 70,724,492</b>	<b>\$ 11,691,988</b>

**WASHOE COUNTY SCHOOL DISTRICT  
SPECIAL EDUCATION FUND BUDGET COMPARISON  
FISCAL YEAR 11 TENTATIVE vs FISCAL YEAR 11 FINAL**

	<b>Tentative FY11</b>	<b>Final FY11</b>	<b>Change</b>
<b>RESOURCES</b>			
<b>State Sources:</b>	\$ 22,906,368	\$ 22,866,600	(\$39,768)
<b>Transfers In</b>	<u>\$ 34,861,439</u>	<u>\$ 32,503,356</u>	<u>\$ (2,358,083)</u>
<b>TOTAL RESOURCES</b>	<u><b>\$ 57,767,807</b></u>	<u><b>\$ 55,369,956</b></u>	<u><b>\$ (2,397,851)</b></u>

**APPLICATIONS**

**Expenditures:**

Instruction	\$ 47,701,247	\$ 42,202,890	\$ (5,498,357)
Student Support Services	2,009,640	4,664,883	2,655,243
Instruction Support Services	936,502	1,970,929	1,034,427
School Administration	321,259	303,791	(17,468)
Central Services	11,665	11,665	0
Operation and Maintenance	64,401	58,773	(5,628)
Student Transportation	<u>6,723,093</u>	<u>6,157,025</u>	<u>(566,068)</u>
<b>TOTAL APPLICATIONS</b>	<u><b>\$ 57,767,807</b></u>	<u><b>\$ 55,369,956</b></u>	<u><b>\$ (2,397,851)</b></u>

**WASHOE COUNTY SCHOOL DISTRICT  
CLASS SIZE REDUCTION FUND BUDGET COMPARISON  
FISCAL YEAR 11 TENTATIVE vs FISCAL YEAR 11 FINAL**

	<b>Tentative FY11</b>	<b>Final FY11</b>	<b>Change</b>
<b>RESOURCES</b>			
<b>Revenue:</b>			
State	\$ 19,778,057	\$ 19,778,057	\$ 0
Other	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Revenue</b>	<u>\$ 19,778,057</u>	<u>\$ 19,778,057</u>	<u>\$ 0</u>
<b>Transfers In</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL ALL RESOURCES</b>	<u><b>\$ 19,778,057</b></u>	<u><b>\$ 19,778,057</b></u>	<u><b>\$ 0</b></u>
<b>APPLICATIONS</b>			
<b>Expenditures by Function:</b>			
Instruction	\$ 19,778,057	\$ 13,966,234	\$ (5,811,823)
Transfer to Other Funds	<u>0</u>	<u>5,811,823</u>	<u>5,811,823</u>
<b>TOTAL APPLICATIONS</b>	<u><b>\$ 19,778,057</b></u>	<u><b>\$ 19,778,057</b></u>	<u><b>\$ 0</b></u>

**WASHOE COUNTY SCHOOL DISTRICT  
DEBT SERVICE FUND BUDGET COMPARISON  
FISCAL YEAR 11 TENTATIVE vs FISCAL YEAR 11 FINAL**

	<b>Tentative FY11</b>	<b>Final FY11</b>	<b>Change</b>
<b>RESOURCES</b>			
<b>Combined Bonds:</b>			
Ad Valorem Taxes	\$ 50,143,175	\$ 53,036,797	\$ 2,893,622
Earnings on Investments	1,200,000	1,200,000	0
Interest Subsidy		1,367,536	1,367,536
Net Incr (Dec) In FMV			0
Proceeds From Refunding			0
Proceeds From Bond Issuance			0
	<u>\$ 51,343,175</u>	<u>\$ 55,604,333</u>	<u>\$ 4,261,158</u>
<b>Opening Fund Balance</b>	<u>\$ 71,431,443</u>	<u>\$ 60,984,467</u>	<u>\$ (10,446,976)</u>
<b>Subtotal - Combined Bonds</b>	<u>\$ 122,774,618</u>	<u>\$ 116,588,800</u>	<u>\$ (6,185,818)</u>
<b>Medium-Term Financing:</b>			
Earnings on Investments	\$ 20,000	\$ 20,000	\$ -
Proceeds From Refunding	0	0	0
Transfers In	3,591,016	3,591,016	0
	<u>\$ 3,611,016</u>	<u>\$ 3,611,016</u>	<u>\$ -</u>
<b>Opening Fund Balance</b>	<u>\$ 3,930,590</u>	<u>\$ 3,930,590</u>	<u>\$ -</u>
<b>Subtotal - Combined Bonds</b>	<u>\$ 7,541,606</u>	<u>\$ 7,541,606</u>	<u>\$ 0</u>
<b>TOTAL RESOURCES</b>	<u><b>\$ 130,316,224</b></u>	<u><b>\$ 124,130,406</b></u>	<u><b>\$ (6,185,818)</b></u>
<b>APPLICATIONS</b>			
<b>Combined Bonds</b>			
Principal	\$ 31,945,000	\$ 28,340,000	\$ (3,605,000)
Interest	24,005,784	24,343,523	337,739
Coupon Redemption	0	0	0
Other Costs	100,000	100,000	0
Payments - Refunded Debt			0
Reserves (Inc Unapprop Bal)	66,723,834	63,805,277	(2,918,557)
<b>Subtotal Combined Bonds</b>	<u>\$ 122,774,618</u>	<u>\$ 116,588,800</u>	<u>\$ (6,185,818)</u>
<b>Medium-Term Financing:</b>			
Principal	\$ 2,696,206	\$ 2,696,206	\$ -
Interest	476,002	476,002	0
Payments - Refunded Debt			0
Reserves (Inc Unapprop Bal)	4,369,398	4,369,398	0
<b>Subtotal Combined Bonds</b>	<u>\$ 7,541,606</u>	<u>\$ 7,541,606</u>	<u>\$ -</u>
<b>TOTAL APPLICATIONS</b>	<u><b>\$ 130,316,224</b></u>	<u><b>\$ 124,130,406</b></u>	<u><b>\$ (6,185,818)</b></u>

**WASHOE COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUND BUDGET COMPARISON  
FISCAL YEAR 11 TENTATIVE vs FISCAL YEAR 11 FINAL**

	<b><u>Tentative FY11</u></b>	<b><u>Final FY11</u></b>	<b><u>Change</u></b>
<b>Operating Revenue</b>			
Premiums Collected	\$ 59,023,909	\$ 58,059,031	\$ (964,878)
<b>Total Operating Revenue</b>	<b>\$ 59,023,909</b>	<b>\$ 58,059,031</b>	<b>\$ (964,878)</b>
<b>Operating Expenses</b>			
Salaries and Benefits	\$ 244,232	\$ 280,170	\$ 35,938
Employee Benefits	62,030,274	56,993,815	(5,036,459)
Services and Supplies	10,322,992	8,508,727	(1,814,265)
<b>Total Operating Expense</b>	<b>\$ 72,597,498</b>	<b>\$ 65,782,712</b>	<b>\$ (6,814,786)</b>
<b>Operating Income (Loss)</b>	<b>\$ (13,573,589)</b>	<b>\$ (7,723,681)</b>	<b>\$ 5,849,908</b>
<b>Nonoperating Revenues</b>			
Interest Earned	\$ 377,412	\$ 96,936	\$ (280,476)
Stop Loss Insurance Reimbursement	\$ 0	500,000	500,000
Subsidies, FEMA and Medicare Part D	300,000	300,000	0
	<b>\$ 677,412</b>	<b>\$ 896,936</b>	<b>\$ 219,524</b>
<b>Nonoperating Expenses</b>			
Interest Expense	\$ 0	\$ 0	\$ 0
<b>Total Nonoperating Expense</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Net Income Before Operating Transfers</b>	<b>\$ (12,896,177)</b>	<b>\$ (6,826,745)</b>	<b>\$ 6,069,432</b>
<b>Operating Transfers</b>			
IN	\$ 1,873,940	\$ 1,707,764	\$ (166,176)
OUT	0	0	0
<b>Net Operating Transfers</b>	<b>\$ 1,873,940</b>	<b>\$ 1,707,764</b>	<b>\$ (166,176)</b>
<b>Net Income (Loss)</b>	<b>(\$11,022,237)</b>	<b>(\$5,118,981)</b>	<b>\$ 5,903,256</b>
Opening Retained Earnings	27,147,841	36,671,708	9,523,867
Ending Retained Earnings	<b>\$16,125,604</b>	<b>\$31,552,727</b>	<b>\$15,427,123</b>

**WASHOE COUNTY SCHOOL DISTRICT  
NUTRITION SERVICES FUND BUDGET COMPARISON  
FISCAL YEAR 11 TENTATIVE vs FISCAL YEAR 11 FINAL**

	<b>Tentative FY11</b>	<b>Final FY11</b>	<b>Change</b>
<b>Operating Revenue</b>			
Food Service Revenues	\$ 6,370,279	\$ 6,699,678	\$ 329,399
<b>Total Operating Revenue</b>	<b>\$ 6,370,279</b>	<b>\$ 6,699,678</b>	<b>\$ 329,399</b>
<b>Operating Expenses</b>			
Salaries	\$ 6,203,786	\$ 6,059,285	\$ (144,501)
Benefits	1,576,884	1,716,384	139,500
Purchased Service	942,721	1,259,560	316,839
Supplies	8,570,567	8,325,218	(245,349)
Depreciation	104,302	104,302	0
Other	371,125	391,511	20,386
<b>Total Operating Expense</b>	<b>\$ 17,769,385</b>	<b>\$ 17,856,260</b>	<b>\$ 86,875</b>
<b>Operating Income (Loss)</b>	<b>\$ (11,399,106)</b>	<b>\$ (11,156,582)</b>	<b>\$ 242,524</b>
<b>Nonoperating Revenues</b>			
State Matching Funds	\$ 0	\$ 0	\$ 0
Federal School Feeding Program	11,721,215	11,842,679	121,464
	<b>\$ 11,721,215</b>	<b>\$ 11,842,679</b>	<b>\$ 121,464</b>
<b>Nonoperating Expenses</b>			
Interest Expense	\$ 0	\$ 0	\$ 0
	0	0	0
<b>Total Nonoperating Expense</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Net Income Before Operating Transfers</b>	<b>\$ 322,109</b>	<b>\$ 686,097</b>	<b>\$ 363,988</b>
<b>Operating Transfers</b>			
IN	\$ 250,000	\$ 0	\$ (250,000)
OUT	0	0	0
<b>Net Operating Transfers</b>	<b>\$ 250,000</b>	<b>\$ 0</b>	<b>\$ (250,000)</b>
<b>Net Income</b>	<b>\$572,109</b>	<b>\$686,097</b>	<b>\$ 113,988</b>
Opening Retained Earnings	3,953,148	4,023,535	70,387
Ending Retained Earnings	<b>\$4,525,257</b>	<b>\$4,709,632</b>	<b>\$184,375</b>

**WASHOE COUNTY SCHOOL DISTRICT  
OPEB TRUST FUND  
FISCAL YEAR 11 TENTATIVE vs FISCAL YEAR 11 FINAL**

	<b>Tentative <u>FY11</u></b>	<b>Final <u>FY11</u></b>	<b><u>Change</u></b>
<b>Additions</b>			
Contributions by Employer	\$ 11,766,000	\$ 11,766,000	\$ 0
Earnings (loss) on investments	\$ 1,016,432	\$ 1,016,432	-
<b>Total Additions</b>	<u>\$ 12,782,432</u>	<u>\$ 12,782,432</u>	<u>\$ 0</u>
<b>Deductions</b>			
Benefits	<u>\$ 12,782,432</u>	<u>\$ 12,782,432</u>	<u>\$ 0</u>
<b>Total Deductions</b>	<u>\$ 12,782,432</u>	<u>\$ 12,782,432</u>	<u>\$ 0</u>
<b>Net Increase</b>	\$ 0	\$ 0	\$ 0
<b>Net Assets Held in Trust for OPEB</b>			
Beginning July 1	<u>20,328,638</u>	<u>20,328,638</u>	<u>0</u>
Ending June 30	<u>\$ 20,328,638</u>	<u>\$ 20,328,638</u>	<u>\$ 0</u>