

ADDITIONAL MATERIAL

**Clark County School District
Bill Draft Request – Ending Fund Balance
2019 Legislative Session**

Entity Submitting: Clark County School District

Name of Person Submitting: Brad Keating, Director of Government Relations, brad@nv.ccsd.net

1. Intent of Proposed Bill

Nevada Revised Statute (NRS) 354.6241 currently states that “For any local government other than a school district, for the purposes of chapter 288 of NRS, a budgeted ending fund balance of not more than 25 percent of the total budgeted expenditures, less capital outlay, for a general fund: (a) is not subject to negotiations with an employee organization; and (b) must not be considered by a fact finder or arbitrator in determining the financial ability of the local government to pay compensation or monetary benefits.”

The District requests adding a section to NRS 354.6241 that states: “For public school districts, for the purposes of chapter 288 of NRS, a budgeted and/or actual ending fund balance of not more than 8.3 percent of the total budgeted and/or actual expenditures, less capital outlay, for a general or special revenue fund: (a) is not subject to negotiations with an employee organization; and (b) must not be considered by a fact finder or arbitrator in determining the financial ability of the local government to pay compensation or monetary benefits.”

2. Any Additional Information

This ensures that NRS is aligned with NAC and would allow CCSD to begin to protect its ending fund balance, which is currently less than 2 percent.

3. NRS Titles, Chapters, etc.

The NRS that will be affected is 354.6241.

4. Effective Date

Upon Passage and Approval

5. Person to be Consulted:

Brad Keating

702-799-1080

brad@nv.ccsd.net or searekm@nv.ccsd.net or barros@nv.ccsd.net

6. Description of any known cost to the State

There is no cost anticipated with this bill draft.

7. Governing Body

I hereby certify that the Clark County School District Board of School Trustees approved this request for the drafting of a legislative measure during a public hearing on August 1, 2018.

Signature: _____

CLARK COUNTY SCHOOL DISTRICT
Cash Flow Projections - All Funds
Fiscal Year 2019

	PROJECTED JULY	PROJECTED AUGUST	PROJECTED SEPTEMBER	PROJECTED OCTOBER	PROJECTED NOVEMBER	PROJECTED DECEMBER	PROJECTED JANUARY
Beginning Cash and Investment Balance ¹	\$ 1,081,954,696.10	\$ 1,031,257,856.72	\$ 955,018,876.72	\$ 1,158,124,322.38	\$ 1,123,206,480.56	\$ 1,593,290,132.15	\$ 1,565,924,029.24
RECEIPTS/DEPOSITS							
Distributive School Account (DSA)	\$ 53,306,333.33	\$ 32,473,500.00	\$ 106,612,646.66	\$ 32,473,480.00	\$ 53,306,333.33	\$ 106,612,666.67	\$ 32,473,500.00
Class Size Reduction	-	-	28,707,799.00	28,707,799.00	-	-	-
Local School Support Tax (LSST)	85,622,191.00	86,857,520.00	84,875,000.00	84,310,879.18	82,532,318.25	84,617,599.43	85,190,342.86
Taxes - Property, room and real property transfer	13,236,380.78	21,930,000.00	224,910,000.00	55,590,000.00	166,770,000.00	37,740,000.00	70,380,000.00
State, Federal and Government Service Tax	77,142,857.14	62,000,000.00	22,000,000.00	32,000,000.00	20,000,000.00	41,000,000.00	90,000,000.00
District deposits	6,570,294.27	2,500,000.00	5,500,000.00	6,500,000.00	4,000,000.00	9,500,000.00	8,000,000.00
Other Financing Sources: Bond Proceeds	-	-	-	-	436,975,000.00	-	-
Total Receipts/Deposits	\$ 235,878,056.52	\$ 205,761,020.00	\$ 472,605,445.66	\$ 239,582,158.18	\$ 763,583,651.58	\$ 279,470,266.10	\$ 286,043,842.86
EXPENDITURES/PAYMENTS							
Salaries and tax deposits	\$ 135,363,035.03	\$ 150,500,000.00	\$ 144,000,000.00	\$ 149,000,000.00	\$ 147,000,000.00	\$ 147,000,000.00	\$ 163,000,000.00
Wires: Public Employees Retirement System (PERS) and other miscellaneous	37,397,264.16	33,500,000.00	40,500,000.00	41,500,000.00	38,500,000.00	38,500,000.00	37,500,000.00
Accounts Payable Disbursements (services, supplies, property, and other)	113,814,596.71	98,000,000.00	85,000,000.00	84,000,000.00	108,000,000.00	57,000,000.00	94,000,000.00
Debt service payments	-	-	-	-	-	64,336,369.00	-
Total Disbursements	\$ 286,574,895.90	\$ 282,000,000.00	\$ 269,500,000.00	\$ 274,500,000.00	\$ 293,500,000.00	\$ 306,836,369.00	\$ 294,500,000.00
Net Change	\$ (50,696,839.38)	\$ (76,238,980.00)	\$ 203,105,445.66	\$ (34,917,841.82)	\$ 470,083,651.58	\$ (27,366,102.90)	\$ (8,456,157.14)
Ending Cash and Investment Balance	\$ 1,031,257,856.72	\$ 955,018,876.72	\$ 1,158,124,322.38	\$ 1,123,206,480.56	\$ 1,593,290,132.15	\$ 1,565,924,029.24	\$ 1,557,467,872.10

¹ The month of June FY18 is not closed, so the beginning balance will change due to year end investment entries for GASB 31.

CLARK COUNTY SCHOOL DISTRICT
Cash Flow Projections - All Funds
Fiscal Year 2019

	PROJECTED FEBRUARY	PROJECTED MARCH	PROJECTED APRIL	PROJECTED MAY	PROJECTED JUNE	PROJECTED TOTAL
Beginning Cash and Investment Balance ¹	\$ 1,557,467,872.10	\$ 1,623,170,940.26	\$ 1,622,947,419.09	\$ 1,621,185,660.17	\$ 1,565,588,021.16	
<u>RECEIPTS/DEPOSITS</u>						
Distributive School Account (DSA)	\$ 53,306,313.33	\$ 106,612,666.67	\$ -	\$ 85,779,833.33	\$ 106,612,646.67	\$ 769,569,919.99
Class Size Reduction	28,707,799.00	-	-	-	28,707,799.00	114,831,196.00
Local School Support Tax (LSST)	91,552,945.82	80,753,812.17	80,948,241.08	90,682,527.65	81,394,737.45	1,019,338,114.89
Taxes - Property, room and real property transfer	137,190,000.00	46,410,000.00	142,290,000.00	22,440,000.00	18,054,000.00	956,940,380.78
State, Federal and Government Service Tax	20,000,000.00	61,000,000.00	46,000,000.00	41,000,000.00	59,000,000.00	571,142,857.14
District deposits	6,000,000.00	5,000,000.00	4,500,000.00	8,000,000.00	4,000,000.00	70,070,294.27
Other Financing Sources: Bond Proceeds	-	-	-	-	-	436,975,000.00
Total Receipts/Deposits	<u>\$ 336,757,058.15</u>	<u>\$ 299,776,478.84</u>	<u>\$ 273,738,241.08</u>	<u>\$ 247,902,360.98</u>	<u>\$ 297,769,183.12</u>	<u>\$ 3,938,867,763.07</u>
<u>EXPENDITURES/PAYMENTS</u>						
Salaries and tax deposits	\$ 146,500,000.00	\$ 148,000,000.00	\$ 145,000,000.00	\$ 145,000,000.00	\$ 157,000,000.00	\$ 1,777,363,035.03
Wires: Public Employees Retirement System (PERS) and other miscellaneous	41,553,990.00	37,500,000.00	38,000,000.00	37,500,000.00	37,000,000.00	458,951,254.16
Accounts Payable Disbursements (services, supplies, property, and other)	83,000,000.00	114,500,000.00	92,500,000.00	121,000,000.00	109,000,000.00	1,159,814,596.71
Debt service payments	-	-	-	-	348,769,782.00	413,106,151.00
Total Disbursements	<u>\$ 271,053,990.00</u>	<u>\$ 300,000,000.00</u>	<u>\$ 275,500,000.00</u>	<u>\$ 303,500,000.00</u>	<u>\$ 651,769,782.00</u>	<u>\$ 3,809,235,036.90</u>
Net Change	<u>\$ 65,703,068.15</u>	<u>\$ (223,521.16)</u>	<u>\$ (1,761,758.92)</u>	<u>\$ (55,597,639.02)</u>	<u>\$ (354,000,598.88)</u>	<u>\$ 129,632,726.17</u>
Ending Cash and Investment Balance	\$ 1,623,170,940.26	\$ 1,622,947,419.09	\$ 1,621,185,660.17	\$ 1,565,588,021.16	\$ 1,211,587,422.27	

Regulation Change Proposal – NAC 354.660

The District requests updating NAC 354.660 through a regulation change as follows: “For public school districts, a budgeted and/or actual ending fund balance of not more than 8.3 percent of the total budgeted and/or actual expenditures, less capital outlay, for a general or special revenue fund: (a) is not subject to negotiations with an employee organization; and (b) must not be considered by a fact finder or arbitrator in determining the financial ability of the local government to pay compensation or monetary benefits.”