



Approval for Final Budget 2015-16

June 18, 2015

Terese McNamee-Chief Business Officer
Maria Liu-Director of Fiscal Services
Mountain View Whisman School District

State Budget Update

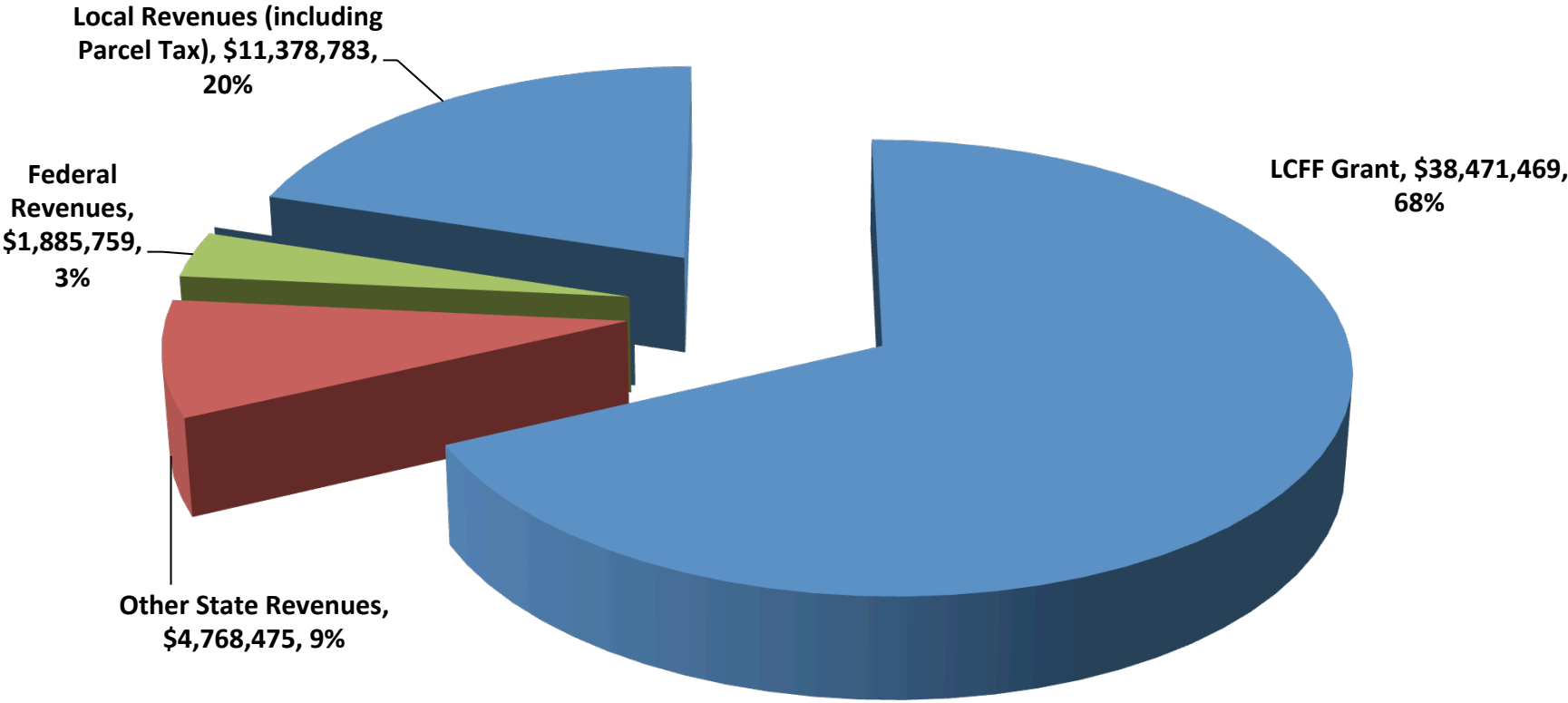
- May revenue is above projections. State revenue in 2014-15 will likely exceed budget.
- Legislature is likely to pass budget by June 15, but there is not consensus with Governor. Legislature anticipates over \$3 billion of additional revenue not included in Governor's budget.
- Legislature's proposal includes additional funding:
 - Gap Closure
 - Slightly lower one-time funding
 - Teacher Support and Professional Development
 - Home to School Transportation COLA
 - Preschool additional students served

Multi-Year Budget Assumptions

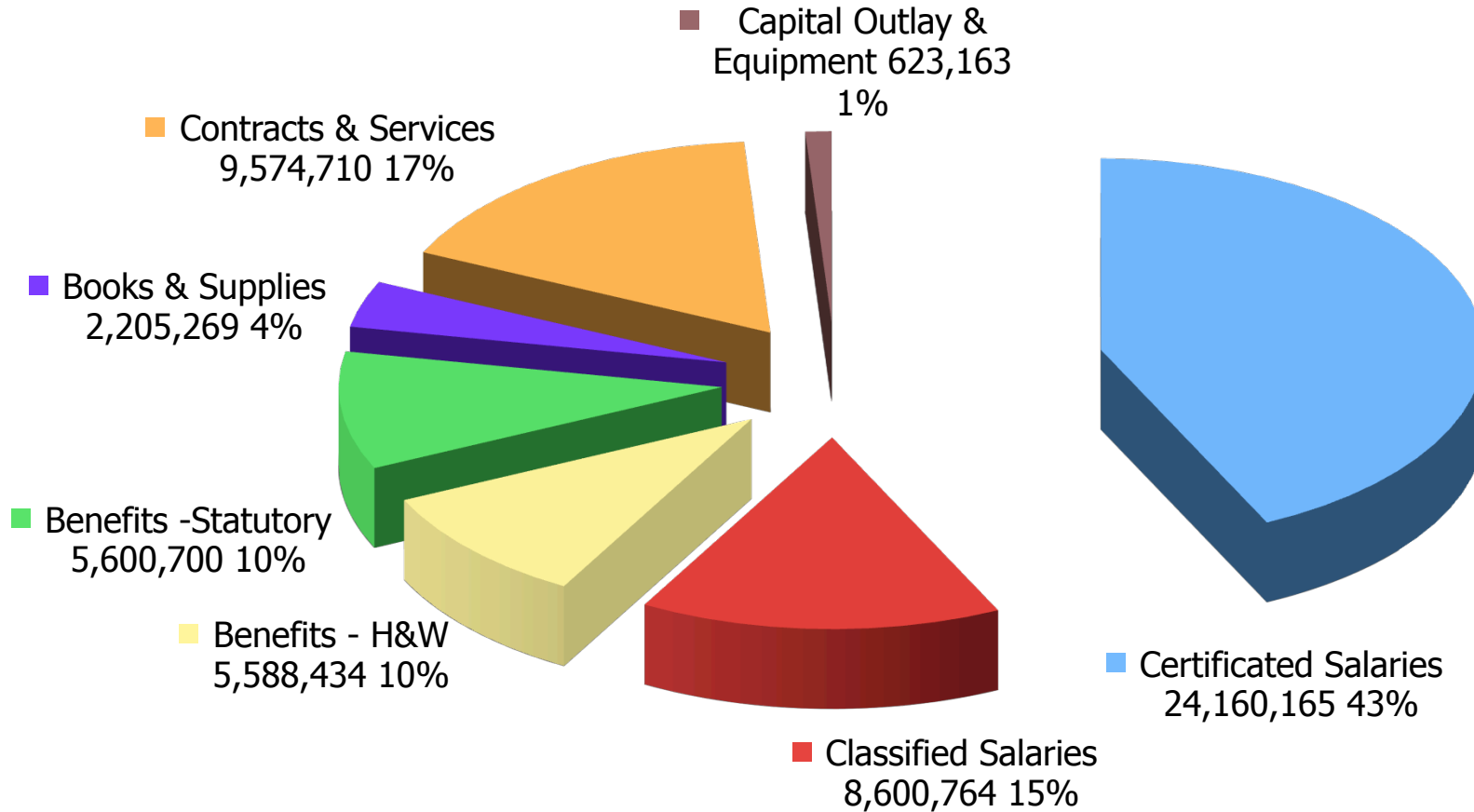
	2014-15	2015-16	2016-17	2017-18
REVENUE				
Enrollment	5,069	5,099	5,099	5,099
ADA	4,902	4,902	4,902	4,902
LCFF % of Unduplicated Students	47.23%	46.95%	46.95%	46.95%
LCFF % of Unduplicated Students-Average	49.09%	48.37%	47.04%	46.95%
COLA	0.85%	1.02%	1.60%	2.48%
TARGET				
LCFF Target	\$40,655,600	\$41,014,891	\$41,558,561	\$42,567,691
LCFF Base	\$37,074,252	\$37,449,745	\$38,036,265	\$38,964,931
LCFF Supplemental	\$3,581,348	\$3,565,146	\$3,522,296	\$3,602,760
FUNDED				
LCFF Funded/State Funded	\$34,618,252	\$37,534,252	\$39,039,336	\$ 40,344,253
LCFF Base Grant	\$33,596,658	\$34,127,039	\$35,365,846	\$ 36,467,633
LCFF Base Grant Funded per ADA	\$7,063	\$7,657	\$7,964	\$8,231
LCFF Supplemental 20%	\$1,956,407	\$2,810,326	\$3,076,603	\$ 3,269,703
LCFF New Funding	\$596,116	\$2,916,000	\$1,505,084	\$1,304,917
% Increase in Base Income	2%	2%	4%	3%
% Increase in Supplemental Income	96%	44%	9%	6%
% Gap Closure	28.06%	53.08%	37.40%	36.70%
% Received of Target Funding	85.15%	91.51%	93.94%	94.78%
Property Tax	\$ 29,925,973	\$ 30,378,694	\$ 30,986,268	\$ 31,605,993
State Aid	\$ 4,692,279	\$ 7,155,558	\$ 8,053,068	\$ 8,738,260
% Increase in Salary Tables	5% + 2%	4% + 1%	1.60%	2.48%
% Increase in Step & Column	2.00%	1.98%	2.12%	2.40%
% Increase in H&W	5.81%	10.00%	10.00%	10.00%
% OF STRS	8.8%	10.7%	12.6%	14.4%
% OF PERS	11.8%	12.6%	15.0%	16.6%

2015-16 June Budget Report

Sources of Revenue (All Sub-funds)



2015-16 June Budget Report - Summary of Expenditures (All Sub-funds)



Mountain View Whisman School District General Fund (Restricted & Unrestricted Combined) Multi-year Projection for 2015-16 June Budget prepared as of June 10, 2015		2014-15 Budget Except As Noted \$ Amount	2015-16 June Budget Except As Noted \$ Amount	2016-17 June Budget Except As Noted \$ Amount	2017-18 June Budget Except As Noted \$ Amount
	Budget ADA	4901.68	4901.68	4901.68	4901.68
	BEGINNING FUND BALANCE	\$ 24,707,384	\$ 23,555,801	22,922,945	19,866,199
REVENUES	LCFF Base Grant (Including EPA)	33,724,550	35,661,143	36,997,066	37,728,656
	LCFF Supplemental	1,853,483	2,810,326	2,900,177	3,028,328
	Other State Revenues	2,150,576	4,768,475	1,899,656	1,918,486
	Federal Revenues	1,686,665	1,885,759	1,912,551	1,939,744
	Local Revenues (Including Parcel Tax)	10,785,033	11,378,783	11,610,410	9,057,102
	TOTAL REVENUES	\$ 50,200,307	\$ 56,504,486	\$ 55,319,860	\$ 53,672,315
EXPENDITURES	Certificated Salaries	23,082,137	24,160,165	24,661,275	25,277,807
	Classified Salaries	7,926,287	8,600,764	8,781,380	9,000,915
	Benefits - H&W	5,256,734	5,588,434	6,147,277	6,762,005
	Benefits - Statutory	4,756,430	5,595,633	5,743,338	5,890,520
	Books & Supplies	2,892,638	2,205,269	2,251,580	2,307,869
	Contracts & Services	7,206,962	9,574,710	9,969,479	10,206,216
	Capital Outlay & Equipment	235,000	623,163	636,249	652,156
	Other Outgo/Indirect Cost Recovery	(22,799)	(62,658)	(63,974)	(65,573)
	SUB-TOTAL EXPENDITURES	\$ 51,333,389	\$ 56,285,480	\$ 58,126,605	\$ 60,031,914
	Excess (Deficiency) of Revenue over Expenditures	(1,133,082)	219,006	(2,806,745)	(6,359,599)
TRANSFERS OUT	Transfer Out to Deferred Maintenance	0	254,786	254,786	254,786
	Transfer Out to OPEB & Child Nutrition	863,193	551,484	0	0
	Total Transfers Out	863,193	806,270	254,786	254,786
	TOTAL EXPENDITURES & TRANSFERS OUT	\$ 52,196,582	\$ 57,091,750	\$ 58,381,391	\$ 60,286,700
	Excess (Deficiency) of Revenue over Outgo & Expenditures	(1,996,275)	(587,264)	(3,061,531)	(6,614,385)
TRANSFERS IN		0	0	0	0
	ENDING BALANCE with current budget projections	\$ 22,711,109	\$ 22,968,537	\$ 19,861,413	\$ 13,251,815
BALANCES	Revolving Cash, Stores & Prepaid Exp.	31,856	31,856	31,856	31,856
	Designated-Site Discretionary	652,750	652,750	652,750	652,750
	Designated-6% Reserve for Economic Uncertainties	7,657,117	5,628,442	5,812,660	6,003,191
	Committed-Middle School Innovation Centers	4,920,466	4,920,466	4,920,466	4,920,466
	Committed-Preschool		500,000	400,000	200,000
	Committed-Parcel Tax Transition Reserve				2,800,000
	Restricted Categorical	1,105,500	1,262,584	1,407,141	1,535,083
	Restricted Parcel Tax Reserves	791,777	551,040	0	0
	UNRESTRICTED and UNASSIGNED Balance	\$ 7,551,642	\$ 9,421,398	\$ 6,636,539	\$ (2,891,532)
	Reserve as % of Total Expense	14.71%	16.74%	11.42%	-4.82%
	% of Required Reserve for this school district	3%	3%	3%	3%
	\$ Amount of Required Reserve for this school district	\$ 1,540,002	\$ 1,688,564	\$ 1,743,798	\$ 1,800,957

Other Funds

Fund #	Fund Name	2015-16 Estimated Beginning Balance	2015-16 Estimated Revenues & Transfers	2015-16 Estimated Expenditures	2015-16 Estimated Ending Balance
10-80	General Fund - <i>Unrestricted</i>	15,022,777	38,461,172	39,942,024	13,541,925
10-80	General Fund - <i>Restricted</i>	8,533,024	17,491,830	16,343,456	9,681,398
120	Child Development	201,423	803,093	888,084	116,432
130	Child Nutrition	44,477	2,553,374	2,553,374	44,477
140	Deferred Maintenance	1,047,575	256,786	15,315	1,289,046
170	Special Reserve Fund for Other Than Capital Outlay Projects	119,739	550	-	120,289
200	Special Reserve for Post-Employment Benefits	4,983,859	14,000	-	4,997,859
210	Building	779,880	2,500	10,210	772,170
211	GO Bond Fund-Measure G	32,865,231	87,500	15,437,908	17,514,823
250	Capital Facilities- Developer Fees	4,415,822	1,003,000	10,210	5,408,612
730	Whisman Sports Center Special Purpose	149,191	15,514	137,835	26,870

LCAP Alignment to Budget for 2015-16

INCOME-LCAP is primarily funded by targeted income

LCFF Supplemental Grant (unduplicated students)	\$ 2,810,326
State Mandated Cost Reimbursement (1 time money)	\$ 2,945,910
Parcel Tax	\$ 736,050
Federal funding from Title I, Title II & Title III	\$ 829,889
Mountain View Education Foundation	\$ 691,715
Shoreline	\$ 655,661

GENERAL FUND **\$ 8,669,551**

Measure G \$26,000,000

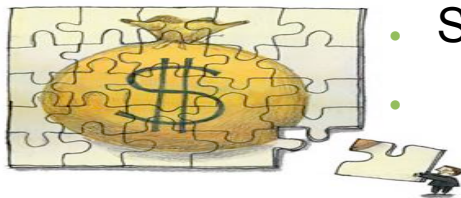
TOTAL INCOME ALLOCATED TO LCAP **\$34,669,551**



LCAP Alignment to the Budget

MAJOR EXPENDITURES-Spending over \$ 8.6 million General Fund (+26 million Measure G Fund) on LCAP priorities including the following highlights

• Instructional Materials	\$1,000,000
• Community Facilitators/Parent Engagement	\$ 642,098
• Professional Development	\$ 450,000
• Technology and Math Pathways & Equipment	\$1,059,615
• Instructional/New Teacher Coaches	\$1,101,351
• Summer Programs	\$ 167,878
• Intervention	\$1,482,580
• Art, Music, PE, Enrichment	\$1,624,271
• Preschool Expansion	\$ 100,000
• Turnaround Principals & Intervention	\$ 650,000
• Afterschool Program Expansion for Low Income	\$ 120,000
• Student Services	\$ 36,063
• Facilities Improvement Plan	\$26,000,000



Key Messages

- State funding will continue to increase by COLA rather than the significant increases received over past three years. Supplemental funding is stable and should remain relatively flat.
- District will, for the foreseeable future, be in a situation in which on-going cost increases will exceed the rise in on-going revenue received.
- This deficit continues through the multi-year projections. In order to fund additional operating expenses, the District must seek additional revenue or will significantly exhaust reserves over next 3 years.
- Reserves can fund unanticipated deficits but should not be used to cover ongoing operating expenses.
- District is using reserves for one-time expenses that focus on student achievement. Board should commit reserves toward one time expenses.