



Approval and Public Hearing for Final Budget for 2013-14

June 20, 2013

Terese McNamee-Chief Business Officer
Jean Yao-Director of Fiscal Services
Mountain View Whisman School District

Budget Report Information and Graphs

State Budget Update

2013-14 Budget Assumptions

Budget Report by Sub-Fund

Chart of Sources of Revenue

Chart of Types of Expenditures

Comparison of Revenues & Expenditures

Multi-Year Assumptions

Multi-Year Projection

Current Issues That May Affect Budget

Key Messages

State Budget Update

- May revenue is \$799 million above projections
 - This gives additional credence to LAO and UCLA projections showing higher revenue for 13-14.
- Legislature likely to pass budget by June 15
 - Budget Committee tentatively agreed to the LCFF and added \$200 million to the budget for implementation.
 - Proposed Changes to LCFF
 - Increased Base Grant by \$537 per ADA
 - Reduced Supplemental Grant from 35% to 20% of base
 - Concentration Grant threshold will increase from 50% to 55%
 - Implements an economic recovery payment where Districts will get back to their pre-recession funding levels
 - Accountability is based on a local accountability plan outlining how the supplemental and concentration grants will benefit and improve the targeted population

2013-14 Budget Assumptions

Total ADA	4972.65
COLA	1.565%
Fully Funded RL Deficited	\$5,470
Total Deficited Funded Revenue Limit	\$27,202,465
Total Revenue Limit	\$27,296,696
Property Tax	\$27,051,624
State Aid Portion of Revenue Limit	\$245,072

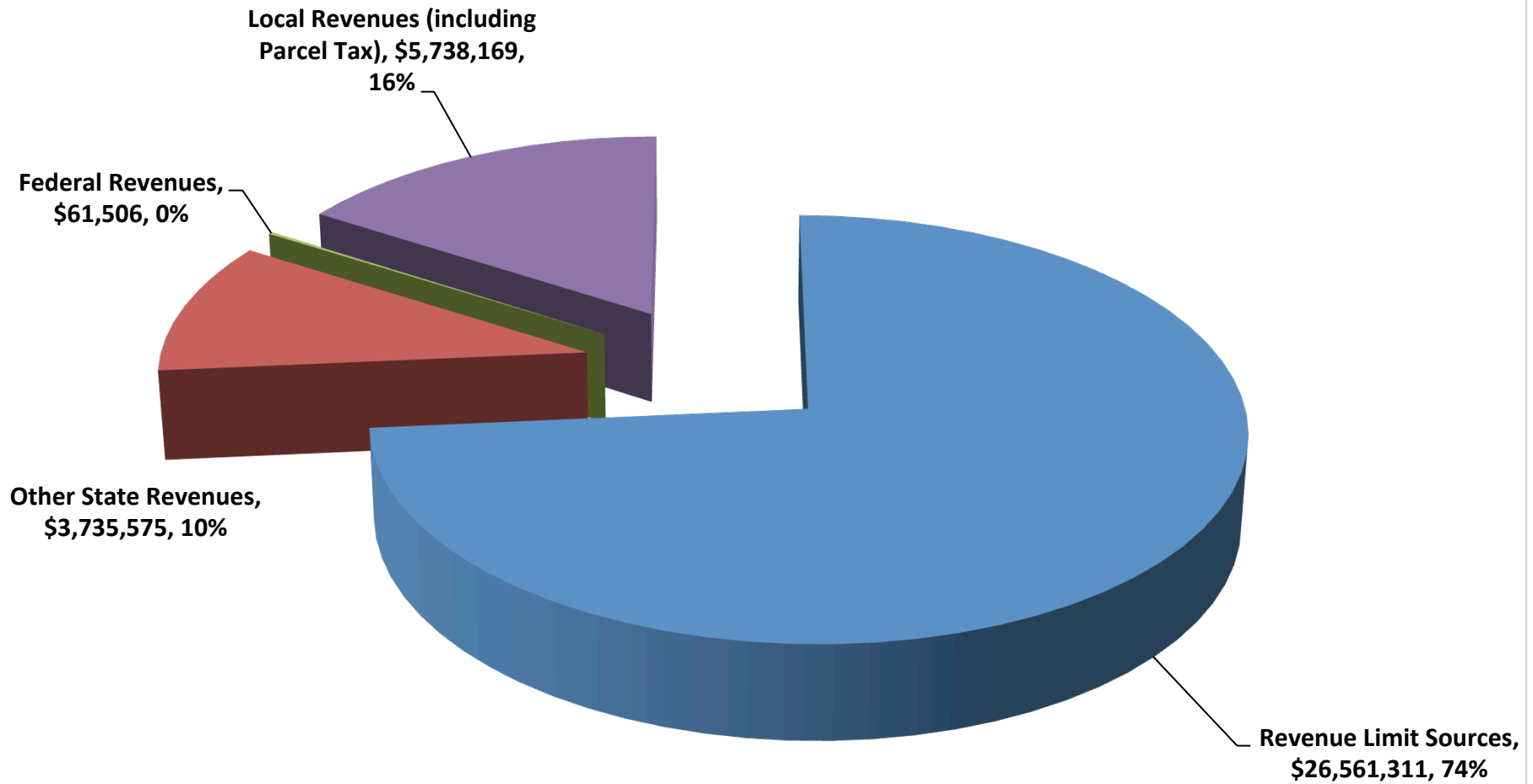
2013-14 June Budget Report

Revenues and Expenditures by Sub-Fund

2013-14 June Budget											
BEGINNING	BALANCE	\$10,042,466	\$937,150	\$3,695,401		\$81,400	\$5,934,514	\$0	\$0		\$20,690,931
		Gen Fd	Parcel Tax	Tier III Flex	Total Unrestricted	Routine R. Maint	Categoricals	Transportation	Special Ed.	Total Restricted	AMS
		03-01,03-02,03-03	03-04	03-05		06-05	06-06	06-07	06-08		TOTAL
REVENUE											
	Revenue Limit Sources: 8010-8099	\$ 26,561,311			\$ 26,561,311				\$ 1,971,296	\$ 1,971,296	\$ 28,532,607
	Other State Sources: 8300-8599	\$ 3,735,575		\$ -	\$ 3,735,575		\$ 429,285	\$ 482,318	\$ 198,911	\$ 1,110,514	\$ 4,846,089
	Federal Sources: 8100-8299	\$ 61,506			\$ 61,506		\$ 359,300		\$ 1,009,715	\$ 1,369,015	\$ 1,430,521
	* Local Sources: 8600-8799	\$ 2,938,169	\$ 2,800,000		\$ 5,738,169		\$ 1,479,710	\$ 30,000	\$ 713,436	\$ 2,223,146	\$ 7,961,315
	TOTAL REVENUES	\$ 33,296,561	\$ 2,800,000	\$ -	\$ 36,096,561	\$ -	\$ 2,268,295	\$ 512,318	\$ 3,893,358	\$ 6,673,971	\$ 42,770,532
EXPENDITURE											
	1000-1999 Certificated Salaries	\$ 15,386,402	\$ 852,122	\$ 316,770	\$ 16,555,294	\$ -	\$ 1,873,818	\$ -	\$ 2,947,687	\$ 4,821,505	\$ 21,376,799
	2000-2999 Classified Salaries	\$ 3,106,624	\$ 763,529	\$ -	\$ 3,870,153	\$ 324,246	\$ 657,843	\$ 300,862	\$ 1,860,471	\$ 3,143,422	\$ 7,013,575
	3400-H/W	\$ 3,812,186	\$ 403,460	\$ -	\$ 4,215,645	\$ 77,564	\$ 275,598	\$ 132,984	\$ 1,017,219	\$ 1,503,365	\$ 5,719,011
	3000-3999-Others Fringes	\$ 2,771,451	\$ 274,140	\$ 2,024	\$ 3,047,614	\$ 68,370	\$ 280,500	\$ 86,321	\$ 794,298	\$ 1,229,489	\$ 4,277,104
	4000-4999	\$ 592,218	\$ 19,355	\$ 367,007	\$ 978,580	\$ 80,000	\$ 649,177	\$ 55,000	\$ 50,500	\$ 834,677	\$ 1,813,257
	5000-5999	\$ 1,988,687	\$ 525,387	\$ 10,000	\$ 2,524,074	\$ 180,000	\$ 981,705	\$ 232,336	\$ 1,851,873	\$ 3,245,914	\$ 5,769,988
	6000-6999	\$ -	\$ -	\$ -	\$ -	\$ 40,000	\$ -	\$ -	\$ -	\$ 40,000	\$ 40,000
	7100-7299	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	7300-7399 Indirect Costs	\$ (280,042)	\$ -	\$ -	\$ (280,042)	\$ -	\$ 149,515	\$ -	\$ -	\$ 149,515	\$ (130,527)
	7400-7499	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	7600 Transfer	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	TOTAL EXPENSES	\$ 27,377,525	\$ 2,837,993	\$ 695,801	\$ 30,911,319	\$ 770,180	\$ 4,868,156	\$ 807,503	\$ 8,522,048	\$ 14,967,887	\$ 45,879,206
	EXCESS OF REVENUE OVER EXPENDITURE	\$ 5,919,036	\$ (37,993)	\$ (695,801)		\$ (770,180)	\$ (2,599,861)	\$ (295,185)	\$ (4,628,690)		\$ (3,108,674)
	OTHER FINANCING SOURCE										
	INTERFUND TRANSFER										
	IN 8910										\$ -
	OUT 7610, 7619										\$ -
@.5%	TO DEFERRED MAINTENANCE	\$ -		\$ -							\$ -
	To OPEB (could be \$403676	\$ (680,498)			\$ (680,498)						\$ (680,498)
	TOTAL OUTGO	\$ (680,498)	\$ -	\$ -	\$ (680,498)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (680,498)
	CONTRIBUTION TO										
	RESTRICTED SUB FUNDS										
	1. 06-08 SPECIAL ED	\$ (4,628,690)			\$ (4,628,690)				\$ 4,628,690		\$ 4,628,690
	2. 06-07 TRANSPORTATION	\$ (295,185)			\$ (295,185)			\$ 295,185			\$ 295,185
@1% Min	3. 06-05 ROUTINE MAINTENANCE	\$ (688,780)			\$ (688,780)	\$ 688,780					\$ 688,780
	4. 01-01 GENERAL FUND	\$ -			\$ -						\$ -
	TOTAL CONTRIBUTION	\$ (5,612,656)	\$ -	\$ -	\$ (5,612,656)	\$ 688,780	\$ -	\$ 295,185	\$ 4,628,690		\$ 5,612,656
	ENDING BALANCE	\$ 9,668,348.06	\$ 899,157.23	\$ 2,999,600.07	\$ 13,567,105	\$ -	\$ 3,334,653.39	\$ -	\$ -		\$ 16,901,759
	3% designated	\$ 1,369,816.41	\$ 26,975	\$ 89,988	\$ 1,486,779						\$ 1,486,779
	Revolving Cash	\$ 8,000									\$ 8,000
	Prepaid Expense	\$ 50,000									\$ 50,000
	Designated - Site	\$ 200,507		\$ 250,000			\$ 43,845				\$ 494,352
	Designated-Flex			\$ -							\$ -
	Designated-Routine R. Maint.					\$ -					\$ -
	Designated-Def Maint										\$ -
	Designated-categorical						\$ 3,290,808				\$ 3,290,808
	Designated Reserve - \$441 per ADA						\$ -				\$ -
	Parcel Tax Reserves		\$ 793,479								\$ 793,479
	Undesignated	\$ 8,040,025	\$ 78,703	\$ 2,659,612	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,778,340

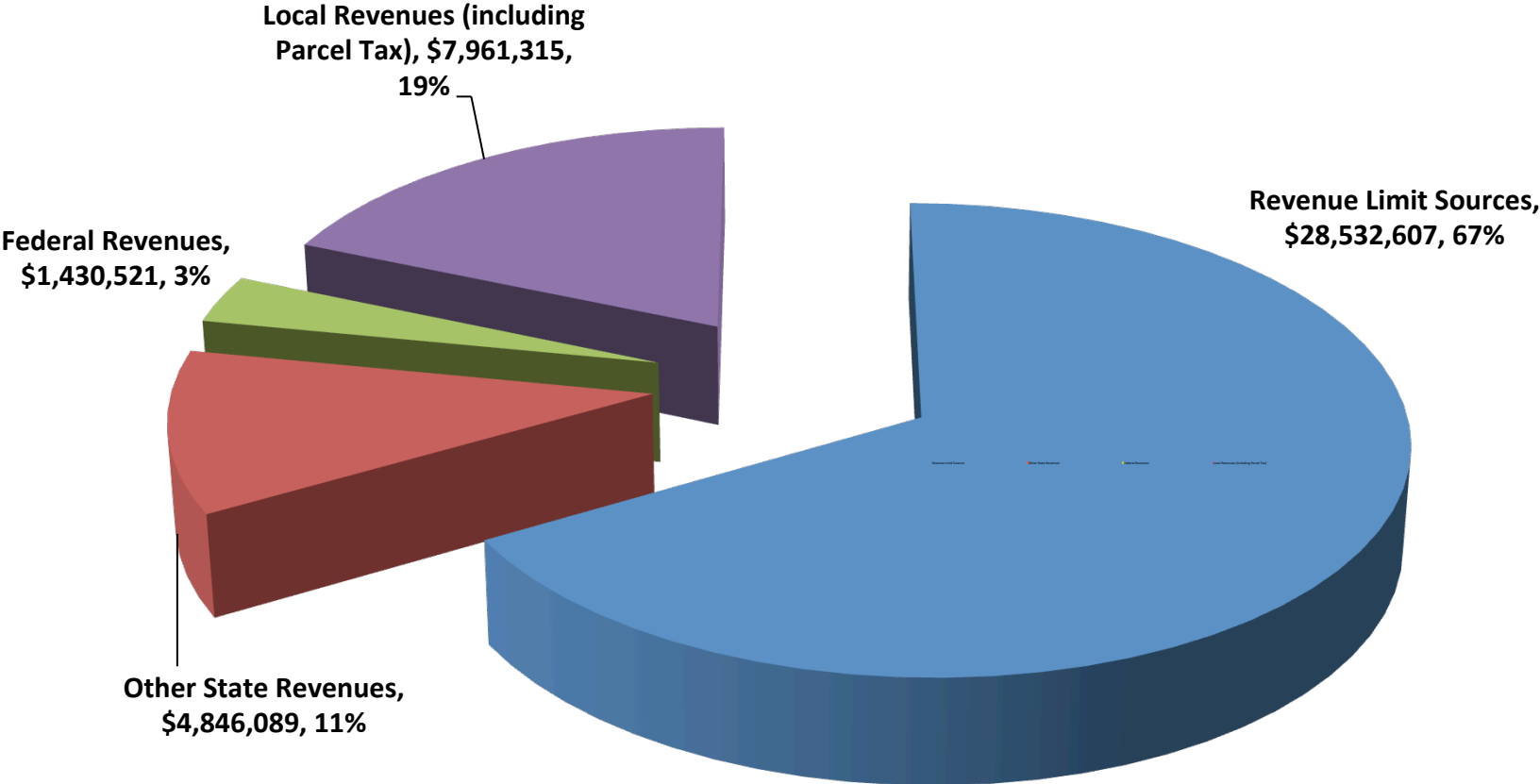
2013-14 June Budget Report

Sources of Revenue (Unrestricted General Fund)

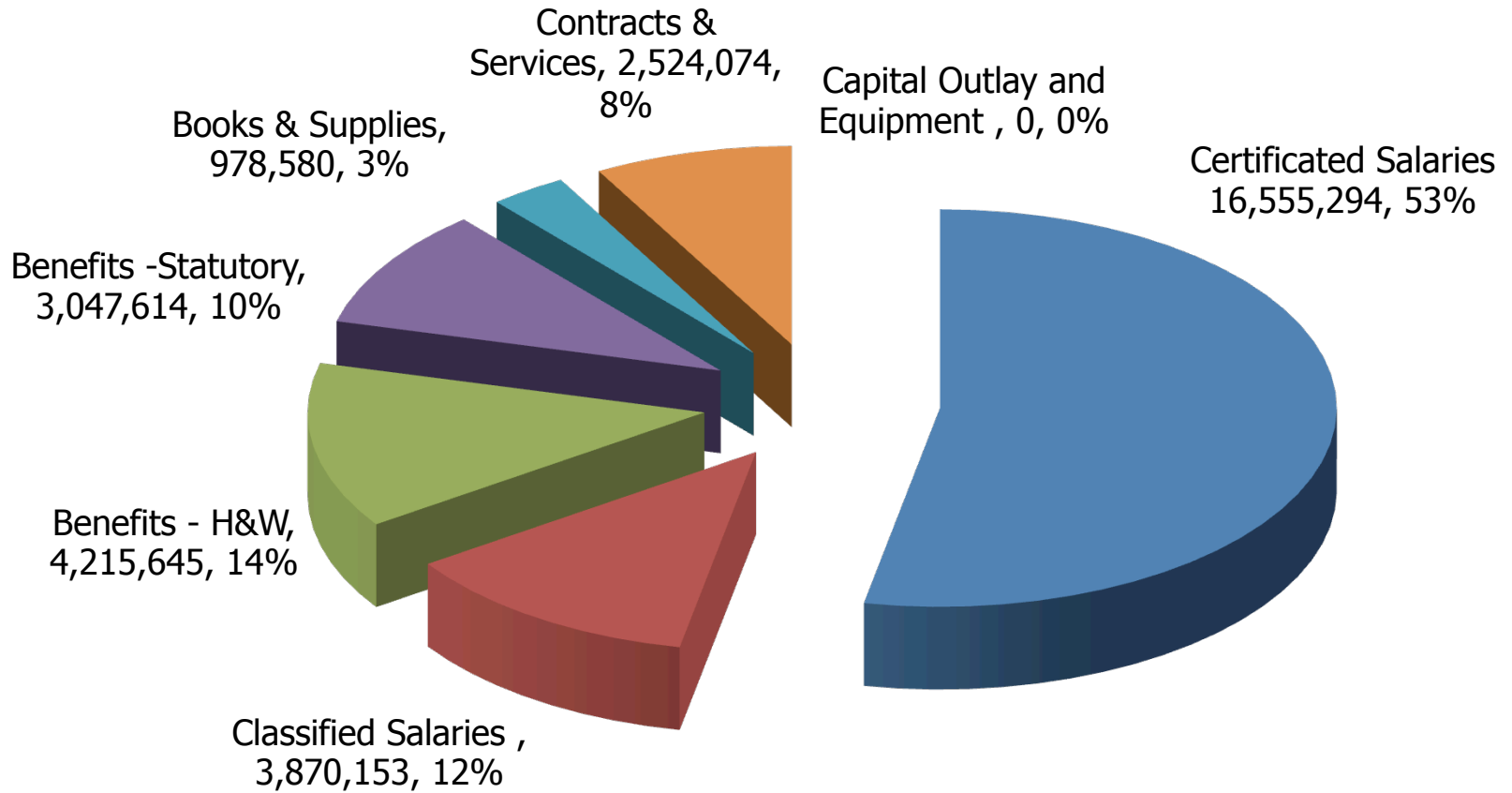


2013-14 June Budget Report

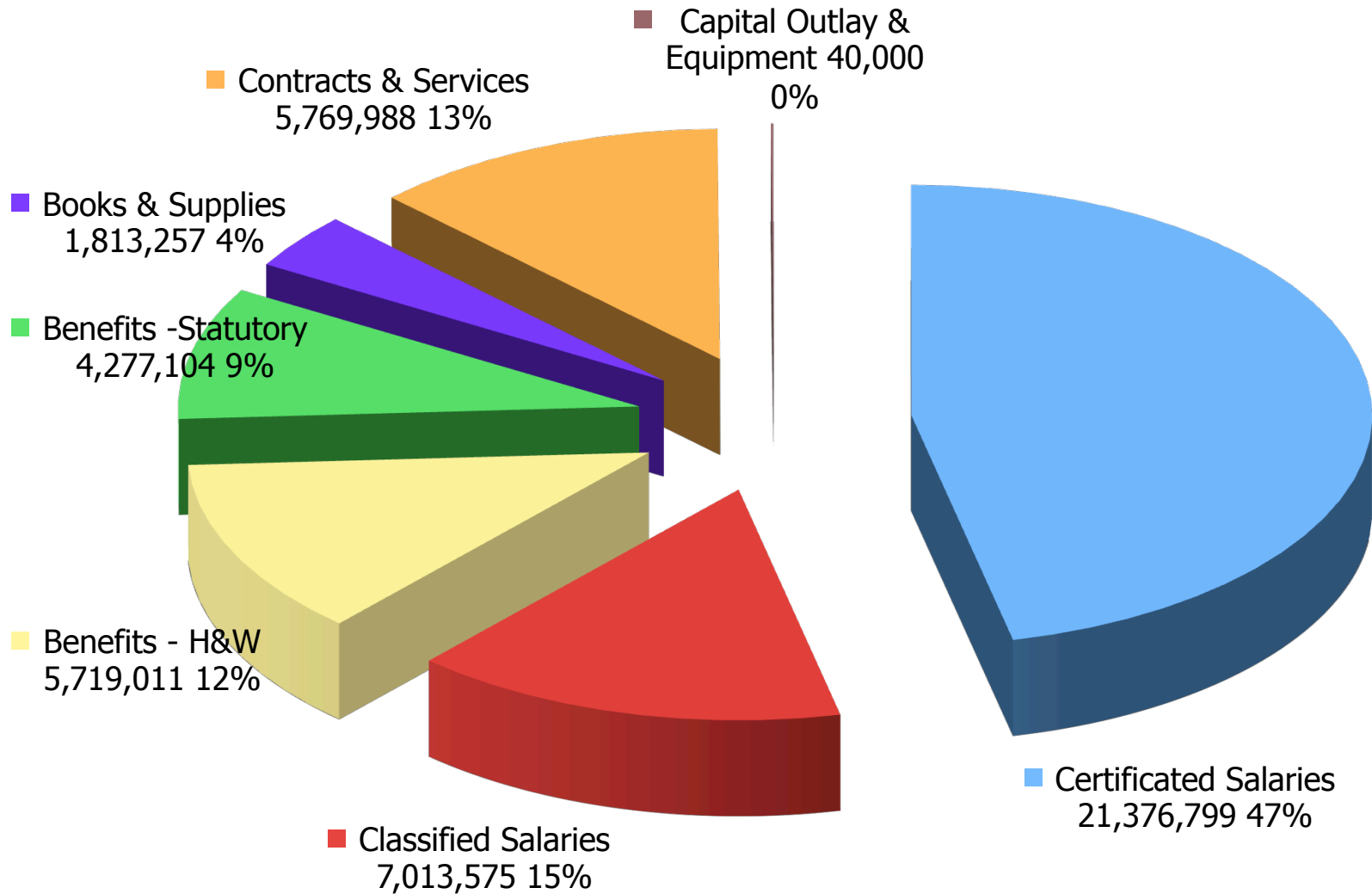
Sources of Revenue (All Sub-funds)



2013-14 June Budget Report - Summary of Expenditures (Unrestricted General Fund)



2013-14 June Budget Report - Summary of Expenditures (All Sub-funds)



Other Funds

Fund #	Fund Name	2013-14 Actual Beginning Balance	2013-14 June Budget Revenues & Transfers	2013-14 Estimated Expenditures	2013-14 Estimated Ending Balance
10-80	General Fund	20,690,931	42,770,532	46,559,704	16,901,759
120	Child Development	284,817	929,410	786,278	427,949
130	Child Nutrition	268,649	2,212,415	2,120,033	361,031
140	Deferred Maintenance	722,138	151,300	260,000	613,438
170	Special Reserve Fund for Other Than Capital Outlay Projects	118,822	800	-	119,622
200	Special Reserve for Post-Employment Benefits	3,629,349	697,498	-	4,326,847
210	Building-Developer Fees	660,731	3,000	10,000	653,731
211	GO Bond Fund-Measure G	44,000,000	-	6,000,000	38,000,000
250	Capital Facilities- Developer Fees	1,619,378	753,000	210,000	2,162,378
730	Whisman Sports Center Special Purpose	293,548	16,591	150,000	160,139

Multi-Year Assumptions - Expenditures

- Salary and Benefits:
 - Completed negotiations with certificated and non represented groups. Awaiting board approval to finalize in the budget projections
 - Position control reflects projected certificated and classified positions and benefits
 - Staffing includes TK, coaches, new assistant principal position at Castro, new teaching positions at Crittenden, Stevenson and Theuerkauf to reflect enrollment growth
 - Proposed increased allocations for noon duty to provide coverage for breakfast and after school support.
 - Health & welfare for 2013-14 through 2015-16 to reflect mid-year increases of 15%.
 - Anticipate implementing provisions of affordable health care act beginning 1/1/14
 - Annual step & column increases
 - Classified: 1.08; Certificated: 2.09%
 - Salary Schedule
 - Budgeting annual COLA increase
 - Unemployment insurance rate decreased to 0.5%
 - OPEB (GASB 45) liability to be funded per actuarial study
- Encroachments and Contributions
 - Special Education deficit has increased due to contracted services increases.
 - Transportation deficits primarily due to costs of Special Education transportation. Working on increasing in-house drivers to reduce cost of JPA transportation

Mountain View Whisman School District General Fund (Restricted & Unrestricted Combined) Multi-year Projection for 2013-2014 @ June Budget prepared as of May 28, 2013		2012-13 @ Projected Actuals Except As Noted \$ Amount	2013-14 @ June Budget Except As Noted \$ Amount	2014-15 @ June Budget Except As Noted \$ Amount	2015-16 @ June Budget Except As Noted \$ Amount
	Budget ADA	4853.93	4972.65	4972.65	4972.65
	BEGINNING FUND BALANCE	15,035,170	20,690,931	16,901,759	12,043,520
REVENUES	Revenue Limit Sources	29,960,143	28,532,607	29,411,786	29,905,715
	Other State Revenues	6,105,549	4,846,089	4,674,279	4,735,983
	Federal Revenues	1,549,895	1,430,521	1,432,569	1,451,436
	Local Revenues (including Parcel Tax)	10,670,324	7,961,315	7,725,801	7,833,144
	TOTAL REVENUES	\$48,285,911	\$42,770,532	\$43,244,436	\$43,926,278
EXPENDITURES	Certificated Salaries	18,784,493	21,376,799	21,890,589	22,402,764
	Classified Salaries	6,503,538	7,013,575	7,239,552	7,413,301
	Benefits - H&W	5,136,534	5,719,011	6,243,121	6,850,135
	Benefits -Statutory	4,189,563	4,277,104	4,385,906	4,517,874
	Books & Supplies	1,696,898	1,813,257	1,856,775	1,905,051
	Contracts & Services	5,835,306	5,769,988	5,908,468	6,062,088
	Capital Outlay & Equipment	90,000	40,000	40,960	42,025
	Other Outgo/Indirect Cost Recovery	(123,052)	(130,527)	(133,660)	(137,135)
	SUB-TOTAL EXPENDITURES	\$42,113,280	\$45,879,206	\$47,431,712	\$49,056,104
	Excess (Deficiency) of Revenue over Expenditures	6,172,631	(3,108,674)	(4,187,276)	(5,129,826)
TRANSFERS OU	Transfer Out to Deferred Maintenance	0	0	0	0
	Transfer Out to OPEB	516,870	680,498	670,963	662,963
	Total Transfers Out	516,870	680,498	670,963	662,963
	TOTAL EXPENDITURES & TRANSFERS OUT	\$42,630,150	\$46,559,704	\$48,102,675	\$49,719,067
	Excess (Deficiency) of Revenue over Outgo & Expenditures	5,655,761	(3,789,172)	(4,858,239)	(5,792,789)
TRANSFERS IN	TIER III TRANSFERS IN		0	0	0
	ENDING BALANCE with current budget projections	\$20,690,931	\$16,901,759	\$12,043,520	\$6,250,731
BALANCES	Revolving Cash, Stores & Prepaid Exp.	22,986	58,000	61,458	61,458
	Assigned-Site Discretionary	303,492	244,352	200,507	200,507
	Assigned-Tier III Categorical	371,583	250,000	250,000	250,000
	Assigned-Routine Repair & Maintenance	81,400	0	0	0
	Restricted Categorical	5,846,824	3,290,808	2,990,044	2,572,439
	Assigned Reserve -				
	Restricted Parcel Tax Reserves	855,467	793,479	686,326	478,022
UNRESTRICTED and UNASSIGNED Reserve for Economic Uncertainties		\$13,209,179	\$12,265,119	\$7,855,185	\$2,688,305
	Reserve as % of Total Expense	31.37%	26.73%	16.56%	5.48%
	% of Required Reserve for this school district	3%	3%	3%	3%
	\$ Amount of Required Reserve for this school district	\$1,263,398	\$1,376,376	\$1,422,951	\$1,471,683
ADDITIONAL Reserves above that needed to maintain required reserve		\$11,945,781	\$10,888,743	\$6,432,233	\$1,216,622

Other Current Issues Likely to Impact District Financial Condition

- State budget is expected to pass by June 15
- Renegotiating the Shoreline Education Enhancement Reserve
- Student Facilities Improvement Bond
- Negotiations with Bargaining Units

Key Messages

- While recovery has begun, impact of state and national fiscal crisis will continue 3-5 years.
- On-going revisions to the District's budget are expected based upon the legislature's response to the Governor's May Revision proposals and changes in the economy. Expect the trigger cuts may be volatile over the next few years.
- We envision an ongoing need to negotiate with employee associations to proactively address structural and budgetary issues.
- Plan to maintain all key operational programs.
- We will plan for conservative assumptions with the goal to maintain 3% required reserve for the three year projections.