



# Approval for Final Budget for 2014-15

**June 30, 2014**

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Mountain View Whisman School District

# Budget Report Information and Graphs

State Budget Update

2014-15 Budget Assumptions

2014-15 LCFF 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 above projections. State revenue in 14-15 will likely exceed budget.
- Legislature passed budget by June 15, Governor also approved.
  - Agreed to the Brown's \$4.5 billion increase to LCFF and added \$250 million for implementation.
  - No additional funding for Common Core State Standards (CCSS)
  - \$255 million for state preschool program slots and provider rate increases
  - A 0.85% cost-of-living adjustment to Special Education, foster youth, early childhood education (ECE), American Indian centers and childhood education, and child nutrition programs

# Multi-Year Budget Assumptions

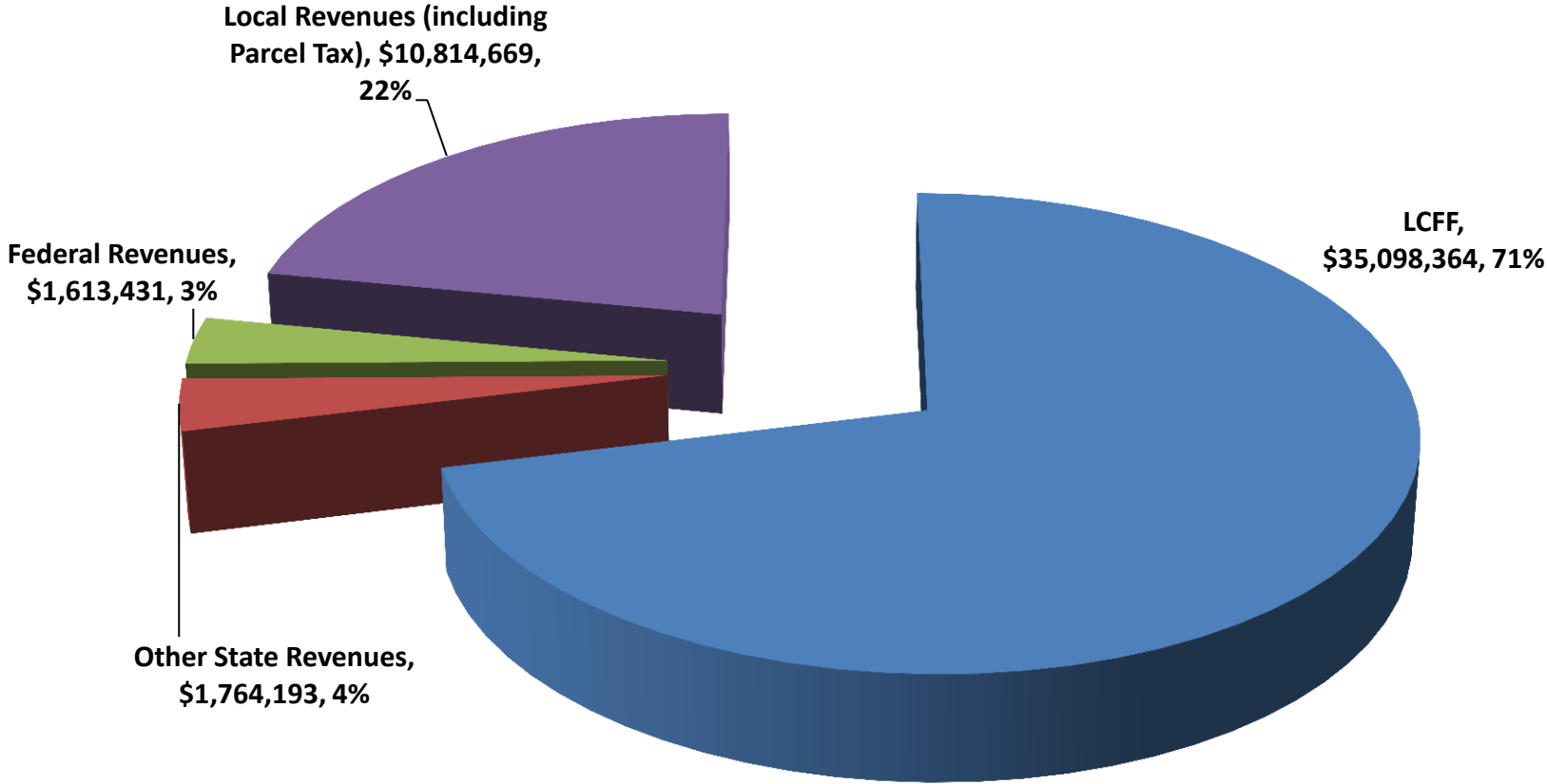
	2014-15	2015-16	2016-17
ADA	4905.42	4905.42	4905.42
COLA	0.85%	2.10%	2.30%
LCFF Target	\$ 8,347	\$ 8,522	\$ 8,715
DOF Projections	\$ 6,986	\$ 7,508	\$ 7,769
SSC Projections	\$ 6,986	\$ 7,106	\$ 7,241
Difference Between DOF & SSC	\$ -	\$ 1,969,728	\$ 2,590,365
Property Tax	\$ 27,806,534	\$ 28,362,664	\$ 28,929,918
State Aid	\$ 6,461,587	\$ 6,492,985	\$ 6,588,792

# LCFF Budget Assumptions

<b>LCFF Gap Closure Percentage</b>	<b><i>2013-14</i></b>	<b><i>2014-15</i></b>	<b><i>2015-16</i></b>	<b><i>2016-17</i></b>
DOF	11.78%	28.06%	33.95%	21.67%
SSC Recommended	11.78%	28.06%	7.8%	8.4%
<b><i>COLA</i></b>	<b><i>1.57%</i></b>	<b><i>0.85%</i></b>	<b><i>2.12%</i></b>	<b><i>2.30%</i></b>

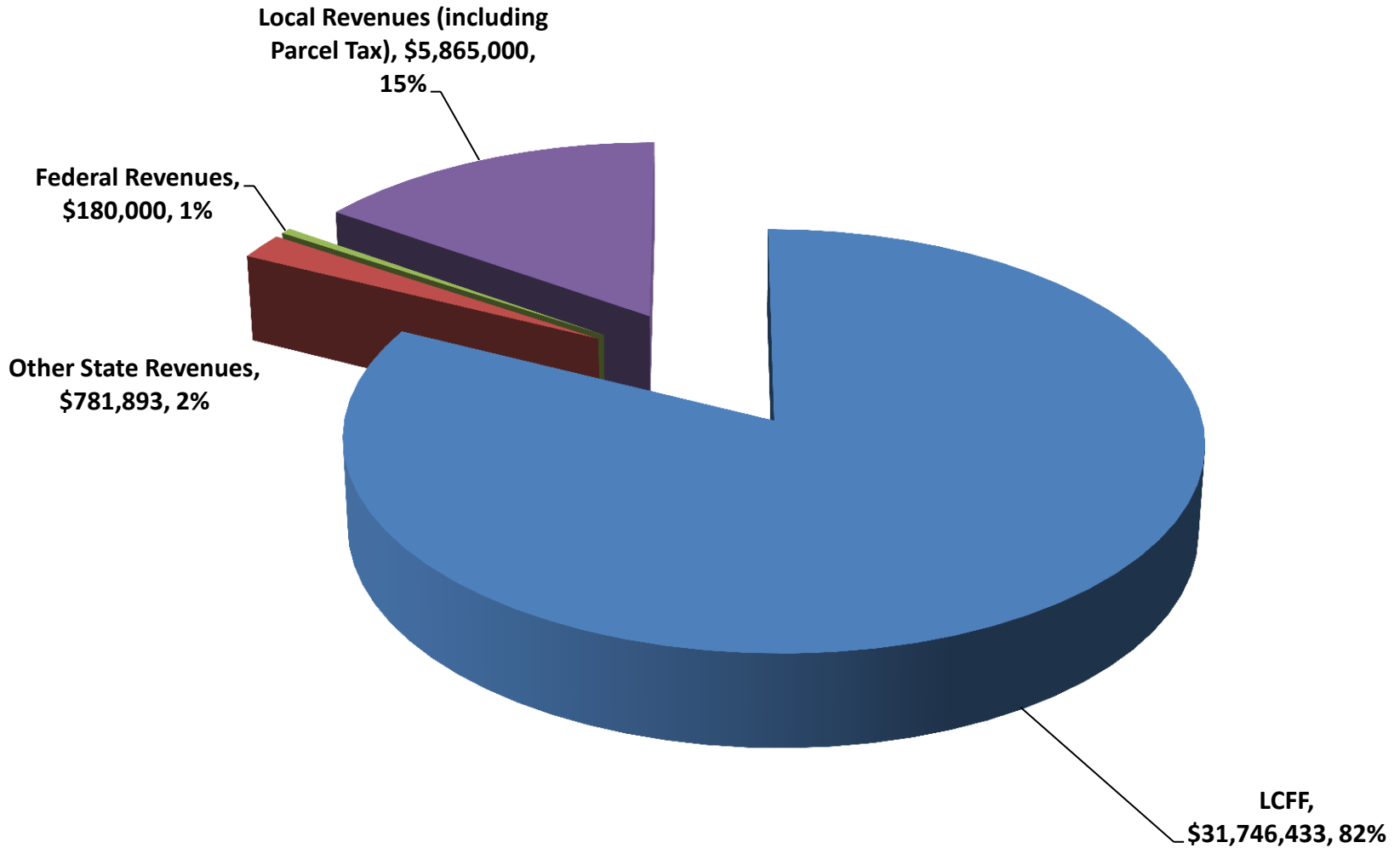
# 2014-15 June Budget Report

## Sources of Revenue (All Sub-funds)

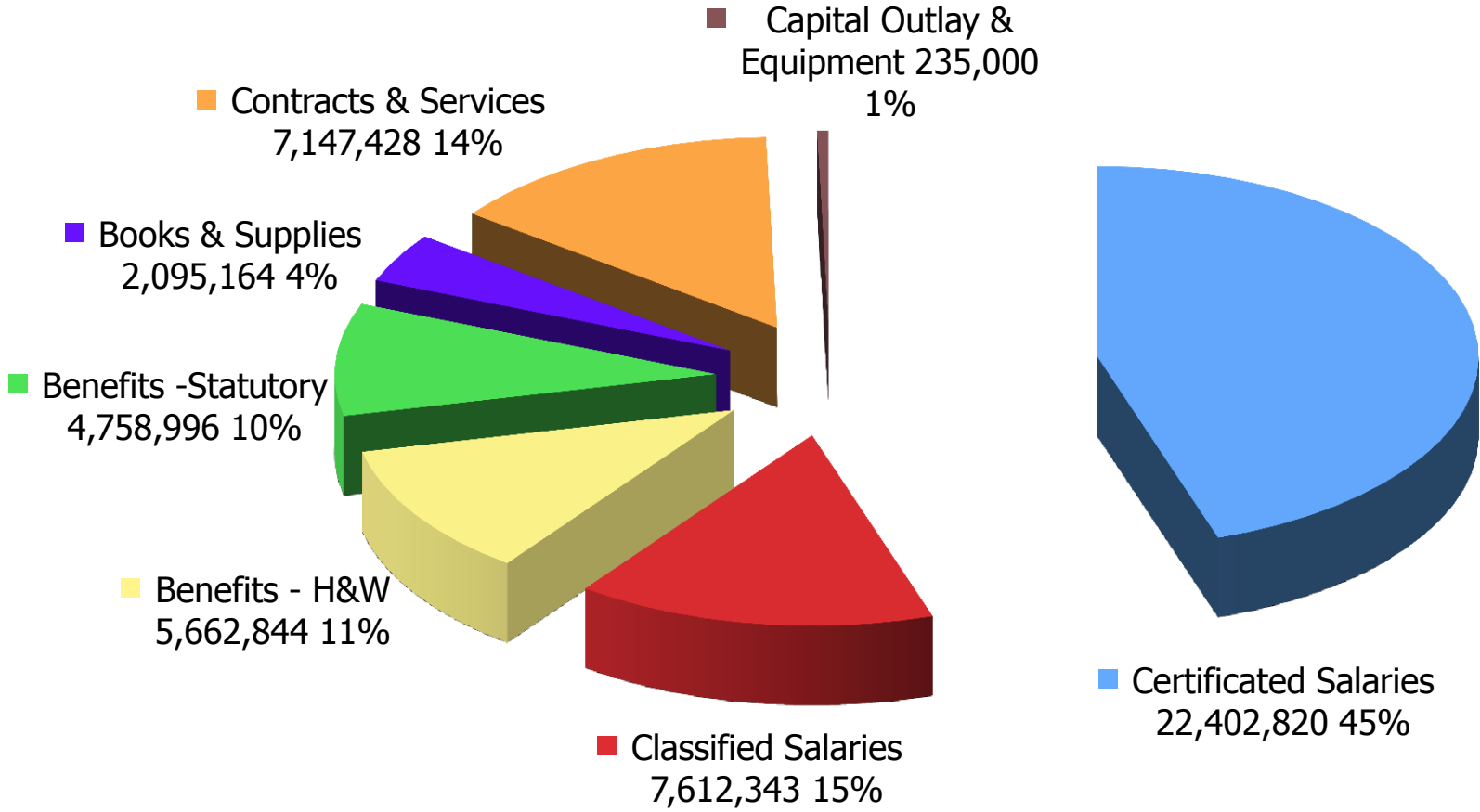


# 2014-15 June Budget Report

## Sources of Revenue (Unrestricted General)

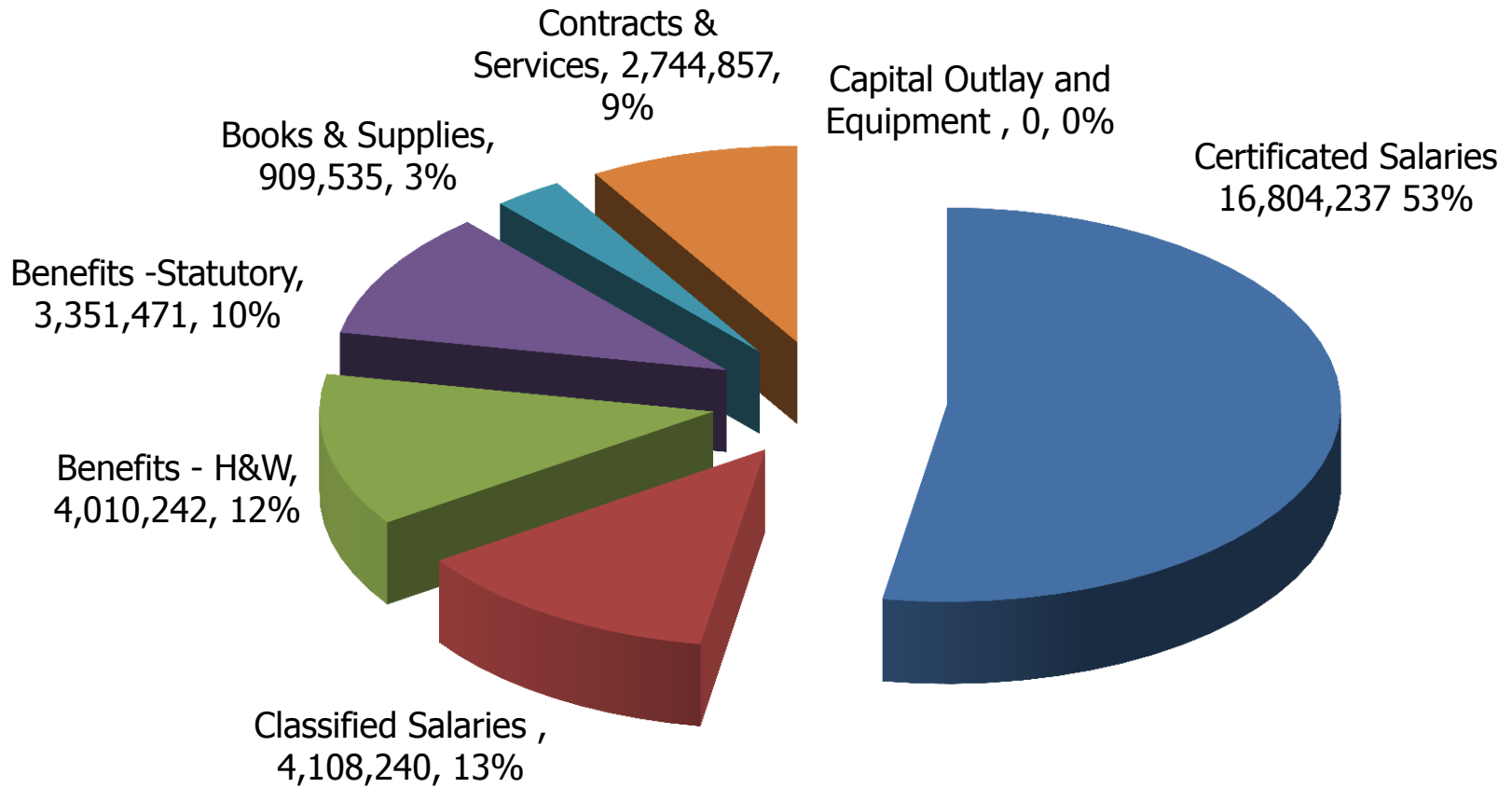


# 2014-15 June Budget Report - Summary of Expenditures (All Sub-funds)





## 2014-15 June Budget Report - Summary of Expenditures (Unrestricted General Fund)



# Other Funds

Fund #	Fund Name	2014-15 Estimated Beginning Balance	2014-15 June Budget Revenues & Transfers	2014-15 Estimated Expenditures	2014-15 Estimated Ending Balance
10-80	General Fund	22,178,579	49,290,657	49,791,266	21,677,970
120	Child Development	228,930	922,460	815,143	336,247
130	Child Nutrition	321,495	2,043,889	2,073,024	292,360
140	Deferred Maintenance	763,428	256,786	15,000	1,005,214
170	Special Reserve Fund for Other Than Capital Outlay Projects	119,486	550	-	120,036
200	Special Reserve for Post-Employment Benefits	4,969,859	863,693	-	5,833,552
210	Building-Developer Fees	662,812	2,500	10,000	655,312
211	GO Bond Fund-Measure G	42,822,892	85,000	6,870,810	36,037,082
250	Capital Facilities- Developer Fees	2,436,775	503,000	10,000	2,929,775
730	Whisman Sports Center Special Purpose	120,072	15,514	135,000	586

Mountain View Whisman School District General Fund (Restricted & Unrestricted Combined) Multi-year Projection for 2014-15 SSC Projections prepared as of June 11, 2014		2013-14 Budget Except As Noted \$ Amount	2014-15 June Budget Except As Noted \$ Amount	2015-16 June Budget Except As Noted \$ Amount	2016-17 June Budget Except As Noted \$ Amount
	Budget ADA	4868.96	4905.42	4905.42	4905.42
	BEGINNING FUND BALANCE	\$ 19,952,149	\$ 22,178,579	\$ 20,172,914	17,982,157
<b>REVENUES</b>	LCFF Base Grant (Including EPA)	32,271,659	33,334,499	34,333,350	34,842,237
	LCFF Supplemental	964,157	1,763,865	1,923,493	2,089,361
	Other State Revenues	2,845,086	1,764,193	1,803,005	1,803,005
	Federal Revenues	1,555,790	1,613,431	1,536,132	1,659,174
	Local Revenues (Including Parcel Tax)	11,874,574	10,814,669	11,007,021	11,228,611
	<b>TOTAL REVENUES</b>	<b>\$ 49,511,266</b>	<b>\$ 49,290,657</b>	<b>\$ 50,603,002</b>	<b>\$51,622,388</b>
<b>EXPENDITURES</b>	Certificated Salaries	21,369,446	22,402,820	22,932,024	23,464,102
	Classified Salaries	6,986,964	7,612,343	7,971,560	8,156,520
	Benefits - H&W	5,073,653	5,662,844	6,512,271	7,489,111
	Benefits - Statutory	4,000,092	4,758,996	4,977,688	5,409,943
	Books & Supplies	2,400,731	2,095,164	1,832,862	1,875,018
	Contracts & Services	6,661,236	7,147,428	7,297,524	7,465,367
	Capital Outlay & Equipment	449,205	235,000	239,935	245,454
	Other Outgo/Indirect Cost Recovery	(123,114)	(123,329)	(125,919)	(128,815)
	<b>SUB-TOTAL EXPENDITURES</b>	<b>\$ 46,818,213</b>	<b>\$ 49,791,266</b>	<b>\$ 51,637,945</b>	<b>\$53,976,700</b>
	Excess (Deficiency) of Revenue over Expenditures	2,693,053	(500,609)	(1,034,943)	(2,354,311)
<b>TRANSFERS OUT</b>	Transfer Out to Deferred Maintenance	0	254,786	258,190	269,883
	Transfer Out to OPEB	867,200	849,693	897,624	866,313
	Total Transfers Out	867,200	1,104,479	1,155,814	1,136,196
	<b>TOTAL EXPENDITURES &amp; TRANSFERS OUT</b>	<b>\$ 47,685,413</b>	<b>\$ 50,895,745</b>	<b>\$ 52,793,759</b>	<b>\$55,112,896</b>
	Excess (Deficiency) of Revenue over Outgo & Expenditures	1,825,853	(1,605,088)	(2,190,756)	(3,490,508)
<b>TRANSFERS IN</b>	TIER III TRANSFERS IN	0	0	0	0
	<b>ENDING BALANCE with current budget projections</b>	<b>\$ 21,778,002</b>	<b>\$ 20,573,491</b>	<b>\$ 17,982,157</b>	<b>\$14,491,649</b>
<b>BALANCES</b>	Revolving Cash, Stores & Prepaid Exp.	58,000	61,458	61,458	61,458
	Assigned-Site Discretionary	228,292	200,507	200,507	200,507
	Assigned-Tier III	250,000	183,991	112,543	0
	Routine Repair and Maintenance	81,400	81,400	50,774	(7,513)
	Restricted Categorical	8,027,092	8,494,576	9,386,233	10,248,538
	Assigned Reserve				
	Restricted Parcel Tax Reserves	940,524	639,140	265,874	(252,229)
<b>UNRESTRICTED and UNASSIGNED Reserve for Economic Uncertainties</b>		<b>\$ 12,023,422</b>	<b>\$ 10,912,419</b>	<b>\$ 7,904,768</b>	<b>\$4,240,889</b>
	Reserve as % of Total Expense	25.68%	21.92%	15.31%	7.86%
	% of Required Reserve for this school district	3%	3%	3%	3%
	\$ Amount of Required Reserve for this school district	\$ 1,404,546	\$ 1,493,738	\$ 1,549,138	\$1,619,301
<b>ADDITIONAL Reserves above that needed to maintain required reserve</b>		<b>\$ 10,618,876</b>	<b>\$ 9,418,681</b>	<b>\$ 6,355,630</b>	<b>\$2,621,588</b>

# Other Current Issues Likely to Impact District Financial Condition

- Negotiations with Bargaining Units
- Implementation of STRS Funding Plan

Year	Employer	Pre-PEPRA Employee	Post-PEPRA Employee
2013-14	8.25%	8.00%	8.00%
2014-15	8.88%	8.15%	8.15%
2015-16	10.73%	9.20%	8.56%
2016-17	12.58%	10.25%	9.205%
2017-18	14.43%	10.25%	9.205%
2018-19	16.28%	10.25%	9.205%
2019-20	18.13%	10.25%	9.205%
2020-21	19.10%	10.25%	9.205%

- Expiration of the Parcel Tax in 2017

# Key Messages

- We continue to be in a sound financial position, and the undesignated reserve, the Parcel Tax, lease revenue, and MVEF will be critical to ongoing solvency
- Implementation of key initiatives, including common core and technology upgrades, will require additional funding over next few years. Will help reduce deficit if additional State funding is received for CCSS
- Notwithstanding strong cash balances, District projects operating in a deficit and using cash reserves to fund deficit and maintain state required reserves.
- Expect State Revenue to increase over next 7 years to eliminate operating deficit and allow for some program expansion for common core and technology.
- Long-Term objective is to maintain all key operational programs.