

Mountain View Whisman School District

Agenda Item for Board Meeting of September 4, 2014

Agenda Category:	Review and Action
Agenda Item Title:	2013-14 Standardized Account Code Structure Unaudited Actuals – Adoption of Resolution No. 1543.9/14 2013-14 Year-End and Unaudited Actuals Budget Adjustment
Estimated Time:	20 minutes
Person Responsible:	Terese McNamee, Chief Business Officer

Background:

The Board of Trustees is legally required to submit the 2013-14 Standardized Account Code Structure (SACS) Unaudited Actuals, the report of actual revenues received and expenditures for the year. An analysis of how the actual revenues, expenses, and ending balances compare with the projections made at the Second Interim Report will be presented.

Fiscal Implication:

The complete 2013-14 SACS Unaudited Actuals has been provided to the Board under separate cover. (Copies are available on the web page (www.mvwsd.org) or upon request from the Business Office).

Key Financial Highlights for the fiscal year ending June 30, 2014 were as follows:

- Total General Fund Revenue was \$52,119,067 including:
 - \$35,287,453 (68%) Revenue Limit and Appropriations
 - \$1,754,357 (3%) Federal Revenue
 - \$2,832,004 (5%) Other State Revenue
 - \$12,245,253 (24%) Local Revenue
- The District had \$46,209,042 in expenses, which was fully supported by General Fund Revenue.
- Total Assets of \$25,719,867 include Cash of \$23,746,040 and Accounts Receivable of \$1,580,074. Liabilities are \$1,012,483 and are primarily Accounts Payable \$520,512 and Deferred Revenue \$332,012.
- Total Fund Balance of the General Fund was \$24,707,377. This is an increase of \$4,755,234 from 2012-13.
- Other Fund Balances for Child Development, Child Nutrition, Deferred Maintenance, Special Reserve Fund, OPEB, Building Fund, Capital Facilities Fund and Whitman Fund total \$10,425,266.

LCFF:

In June 2013, Governor Brown changed the funding formula for education. The State moved away from funding based on specific categorical programs and shifted toward funding each student equally and providing supplemental resources for the neediest students, including socioeconomically disadvantaged and English Language Learners. For MVWSD, this does not significantly increase our revenue. However, there is a shift of resources from various restricted programs to programs that support the SED and ELL student's achievement and are reflected in LCAP. All other programs previously supported by State categorical money must now be funded by other sources.

In 2013-14, based on an unduplicated student percentage of 52% the amount of the LCFF Supplemental funds received was \$964,197. These funds are the same amount as received in 2012-13 and were allocated to each site for intervention based on the percentage of unduplicated pupils at the respective sites. Consistent with the requirements of 5 CCR 15496, the District must demonstrate how the services provided in the LCAP year for low income pupils, foster youth, and English learners provide for increased or improved services for these pupils in proportion to the increase in funding provided for such pupils (Minimum Proportionality Percentage "MPP"). For 13-14, total spending exceeded \$1.2M of supplemental funds with the majority of funds spent on intervention teachers and materials to support intervention.

Encroachment:

Special Education and Transportation encroachment increased to \$6,139,027. This is an increase in comparison to last year's encroachment of \$4,292,616. This is primarily due to the changing revenue treatment for both Transportation and Special Education. For both, the State resources are now considered part of the LCFF funding and have reduced the direct funding to Transportation (\$488,515) and Special Education (\$773,827). This reduction must now be included in the encroachment and has increased the amount by \$1,262,342. Special Education has also seen an increase in consulting costs as we are supplementing our staff with community resources to meet the specific needs of our students. The district sees consulting costs as an opportunity to review whether the needs can be met by hiring staff or providing in house.

Recommended Action:

That the Board approve and adopt Resolution No. 1543.9/14 2013-14 Year-End and Unaudited Actuals Budget Adjustment as presented.