

2016-17 Unaudited Actuals - Final

Presentation to Board of Trustees
September 28, 2017





Presentation Overview

- 2016-17 Actual Revenues and Expenditures
- Unrestricted General Fund Contributions to Restricted Programs
- 2016-17 Financial Highlights
- Ending Fund Balance Multi-Year Projections
- Upcoming Budget Events

2016-17 Actual Revenues – General Fund

	Unrestricted General Fund	Restricted General Fund	Combined General Fund
LCFF Sources*	\$94,740,343	\$6,209,704	\$100,950,048
Federal Revenues	-	3,663,507	3,663,507
Other State Revenues	2,157,547	8,517,745	10,675,292
Other Local Revenues	4,180,998	11,719,937	15,900,935
Transfers In (Annex)	250,000	-	250,000
Total Net Revenues	\$101,328,888	\$30,110,893	\$131,439,781

* Restricted General Fund LCFF revenues are the County's transfer of property tax revenues for Special Education Local Plan Area (SELPA).

2016-17 Actual Expenditures – General Fund

	Unrestricted General Fund	Restricted General Fund	Combined General Fund
Certificated Salaries	\$44,403,961	\$11,339,194	\$55,743,155
Classified Salaries	8,056,066	6,205,001	\$14,261,067
Employee Benefits	16,153,129	10,458,326	\$26,611,456
Subtotal Salaries & Benefits	\$68,613,157	\$28,002,521	\$96,615,678
Books and Supplies	826,733	3,194,458	\$4,021,191
Services and Other Operating Expenditures	6,808,761	12,338,765	\$19,147,526
Capital Outlay	0	6,252,218	\$6,252,218
Other Outgo/Transfers Out	826,836	3,692,319	\$4,519,155
Transfers of Indirect/Direct Cost	(342,794)	109,119	(\$233,676)
Total Net Expenditures	\$76,732,692	\$53,589,400	\$130,322,092

2016-17 Contributions - Unrestricted General Fund

	2014-15	2015-16	2016-17
Contributions to Restricted/Mandated Programs:			
Special Education	\$8,786,424	\$10,430,281	\$11,566,506
Restricted Routine Maintenance (required 3%)	3,325,569	3,494,505	4,033,502
Misc. Locally Restricted	0	961,215	26,531
Tech Network Project	4,554,400	6,500,000	0
Student Furniture Replacement	3,500,000	0	0
Total Contributions from Unrestricted G/F	\$20,166,393	\$21,386,001	\$15,626,539
Increase/(Decrease) from prior year	\$9,483,465	\$1,219,608	(\$5,759,462)

Other 2016-17 Financial Highlights *since 2nd Interim*

- **Revenue changes: increase \$4,297,106**
 - LCFF Revenue Limit Sources increase of \$1,388,691
 - 2016-17 Basic Aid, LCFF in 2017-18
 - Education Protection Act (EPA) Entitlement of \$2,309,284
 - Other Local Revenue increase of \$685,685
 - PTA donations March - June

Other 2016-17 Financial Highlights *since 2nd Interim*

- **Expenditure changes: decrease \$11,769,530**
 - Certificated salaries savings of \$1,248,380
 - Personal deductions, unfilled vacancies, Supplemental carryover, other teacher pay
 - Classified salaries savings of \$627,160
 - Vacancies, Worker's Comp. reimbursements, Personal deductions
 - Books and Supplies carryover of \$3,966,245
 - Instructional supplies, office supplies, equipment replacement, and carryover from one time textbook funds, Lottery, Site donations, Site facility use
 - Services and Operating expenses savings of \$4,733,686
 - Legal expenses, Internet connection, online licenses, Tech Refresh carryover
 - Capital Outlay
 - One time vehicle replacement and one time classroom furniture

2016-17 Ending Fund Balance- Unrestricted General Fund

	2016-17 Estimated Actuals	2016-17 Unaudited Actuals
Beginning Balance, July 1, 2016	\$62,972,526	\$62,972,526
Ending Balance, June 30, 2017	\$48,023,578	\$64,090,215
<u>Components of Ending Balance:</u>		
Reserve for Revolving Fund/Prepayment	80,288	102,143
Restricted	13,477,970	22,328,591
Reserve for Economic Uncertainty - 10%	14,209,162	13,032,209
Other Assignments:	20,256,158	28,435,589
<i>Vacation Payout</i>	<i>500,000</i>	<i>542,294</i>
<i>Supplemental Carryover</i>	<i>1,331,307</i>	<i>1,538,382</i>
<i>Parcel Tax Carryover for 2017-18 & 18-19</i>	<i>7,000,000</i>	<i>7,000,000</i>
<i>One Time Basic Aid Carryover 2018-19</i>	<i>0</i>	<i>1,400,000</i>
<i>Equipment Replacement Carryover</i>	<i>0</i>	<i>482,598</i>
<i>One Month Payroll (partial)</i>	<i>6,607,395</i>	<i>8,000,000</i>
<i>Proposed Salary Increase 2016-17</i>	<i>0</i>	<i>3,473,755</i>
<i>Proposed Salary Increase 2017-18</i>	<i>0</i>	<i>5,833,560</i>
<i>Substitute Teacher Rate Increase</i>	<i>0</i>	<i>165,000</i>
<i>EPA Exenditures</i>	<i>4,817,456</i>	<i>0</i>
Unassigned Ending Fund Balance	\$0	\$191,683

* Ending Fund Balance includes Prop 30 Education Protection Account allocation of \$2,319,284. In 2016-17, SMFC received this funding outside of LCFF as a Basic Aid district (approximately \$200/ADA). In 2017-18, EPA allocation will be included as a portion of LCFF funding.

Ending Fund Balance - Unrestricted General Fund

Multiyear Projections based on 2017-18 Adopted Budget

	2016-17 Unaudited Actuals	2017-18 Adopted Budget	2018-19 Projection	2019-20 Projection
Ending Balance, June 30, 2017	\$64,090,215	\$34,161,244	\$20,611,203	\$15,402,591
<u>Components of Ending Balance:</u>				
Reserve for Revolving Fund/Prepayment	102,143	80,288	80,288	80,288
Restricted Fund Balance	22,328,591	6,877,265	7,287,623	7,823,624
Reserve for Economic Uncertainty-10%, 6%	13,032,209	7,812,484	7,385,844	7,562,338
Other Assignments	28,435,589	19,391,207	5,857,448	0
Unassigned Ending Fund Balance	\$191,683	\$0	\$0	(\$63,659)



Upcoming Budget Events

2017-18 First Interim Report

November 16, 2017 present to Board for information

December 7, 2017 present to Board for approval

2016-17 Audited Financial Statements

Present to Board for approval on January 11, 2018