

# 2018-2019 Budget Adoption

*San Mateo-Foster City School District*

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BOARD OF TRUSTEES

JUNE 21, 2018



# Presentation Overview

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- Budget Assumptions and Updates
- General Fund Review
- Multi Year Projection (MYP)
- Ending Fund Balance
- Budget Cycle

# Assumptions –Budget Adoption

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- Board Approved Budget Assumptions on May 7, 2018
- Budget is guided by the Strategic Plan and LCAP
- Revenue is based on May Revise information
- Step and Column salary increases included for all staff
- STRS/PERS rate increases included
- Property tax growth estimated at 7% for 2018-19
- Reserve for Economic Uncertainty temporarily reduced from 10% to 6%

# Budget Updates

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- LCFF COLA is at 3.7%, up from 3.0% at May Revise
- State one-time revenue reduced by more than half from May Revise of \$344 to \$168/ADA

2018-19 General Fund	Unrestricted 2018-19	Restricted 2018-19	Total 2018-19
LCFF	\$ 102,178,356	\$ 5,542,500	\$ 107,720,856
Federal Revenues	\$ -	\$ 4,246,312	\$ 4,246,312
State Income	\$ 2,198,985	\$ 9,827,898	\$ 12,026,883
Local Income	\$ 4,576,240	\$ 1,011,780	\$ 5,588,020
<b>Total Income</b>	<b>\$ 108,953,581</b>	<b>\$ 20,628,490</b>	<b>\$ 129,582,071</b>
Certificated	\$ 50,636,529	\$ 11,313,147	\$ 61,949,676
Classified	\$ 9,437,420	\$ 6,437,667	\$ 15,875,087
Benefits	\$ 19,778,133	\$ 10,929,654	\$ 30,707,787
Books/Supplies	\$ 1,789,223	\$ 1,317,540	\$ 3,106,763
Services	\$ 9,037,197	\$ 13,794,205	\$ 22,831,402
Capital Outlay	\$ -	\$ 1,566,000	\$ 1,566,000
Other Outgo	\$ -	\$ 1,359,811	\$ 1,359,811
Indirect	\$ (313,234)	\$ 101,752.00	\$ (211,482)
<b>Total Expenditures</b>	<b>\$ 90,365,268</b>	<b>\$ 46,819,776</b>	<b>\$ 137,185,044</b>
<b>Balance Before Transfers</b>	<b>\$ 18,588,313</b>	<b>\$ (26,191,286)</b>	<b>\$ (7,602,973)</b>
<b>Interfund Transfers</b>			
Transfers IN	\$ 750,000	\$ -	\$ 750,000
Transfers Out	\$ 826,836	\$ 32,450	\$ 859,286
Contributions to Restricted Prog.	\$ (26,295,243)	\$ 26,295,243	\$ -
<b>Subtotal</b>	<b>\$ (26,372,079)</b>	<b>\$ 26,262,793</b>	<b>\$ (109,286)</b>
<b>Total Net Increase / (Decrease)</b>	<b>\$ (7,783,766)</b>	<b>\$ 71,507</b>	<b>\$ (7,712,259)</b>
Beg. Balance	\$ 33,208,250	\$ 8,913,050	\$ 42,121,300
<b>Ending Fund Balance</b>	<b>\$ 25,424,484</b>	<b>\$ 8,984,557</b>	<b>\$ 34,409,041</b>
Revolving Cash	\$ 35,000	\$ -	\$ 35,000
Prepaid Items	\$ 45,288		\$ 45,288
Restricted	\$ -	\$ 8,984,557	\$ 8,984,557
<b>Reserve- Economic Uncertainty 6%</b>	<b>\$ 8,282,660</b>	<b>\$ -</b>	<b>\$ 8,282,660</b>
<b>Assigned</b>	<b>\$ 17,061,536</b>		<b>\$ 17,061,536</b>
<b>Undesignated Reserve</b>	<b>\$ 0</b>	<b>\$ -</b>	<b>\$ 0</b>

# Multi Year Projection (MYP)

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<b>MYP - General Fund Budget Adoption 2018-19</b>	<b>Budget 2018-19</b>	<b>Projected 2019-20</b>	<b>Projected 2020-21</b>
LCFF	\$ 107,720,856	\$ 112,099,524	\$ 116,704,725
Federal Revenues	\$ 4,246,312	\$ 3,911,068	3,911,068
State Income	\$ 12,026,883	\$ 8,075,858	8,080,933
Local Income	\$ 5,588,020	\$ 5,713,519	5,840,367
<b>Total Income</b>	<b>\$ 129,582,071</b>	<b>\$ 129,799,969</b>	<b>\$ 134,537,093</b>
Certificated	\$ 61,949,676	\$ 62,576,206	\$ 63,647,144
Classified	\$ 15,875,087	\$ 16,146,480	\$ 16,423,301
Benefits	\$ 30,707,787	\$ 32,805,173	\$ 34,314,366
Books/Supplies	\$ 3,106,763	\$ 2,552,362	\$ 2,551,505
Services	\$ 22,831,402	\$ 20,416,504	\$ 20,382,361
Capital Outlay	\$ 1,566,000	\$ 10,000	\$ 10,000
Other Outgo	\$ 1,359,811	\$ 1,359,811	\$ 1,359,811
Indirect	\$ (211,482)	\$ (211,482)	\$ (211,482)
<b>Total Expenditures</b>	<b>\$ 137,185,044</b>	<b>\$ 135,655,054</b>	<b>\$ 138,477,006</b>
<b>Balance Before Transfers</b>	<b>\$ (7,602,973)</b>	<b>\$ (5,855,085)</b>	<b>\$ (3,939,913)</b>

# MYP – Net Budget Incr./ (Decr.)

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<b>MYP - General Fund Budget Adoption 2018-19</b>	<b>Budget 2018-19</b>	<b>Projected 2019-20</b>	<b>Projected 2020-21</b>
<b>Balance Before Transfers</b>	<b>\$ (7,602,973)</b>	<b>\$ (5,855,085)</b>	<b>\$ (3,939,913)</b>
<b>Interfund Transfers</b>			
Transfers IN	\$ 750,000	\$ 750,000	\$ 750,000
Transfers Out	\$ 859,286	\$ 859,286	\$ 859,286
Contributions to Restricted Prog.	\$ -	\$ -	\$ -
<b>Subtotal</b>	<b>\$ (109,286)</b>	<b>\$ (109,286)</b>	<b>\$ (109,286)</b>
<b>Total Net Increase / (Decrease)</b>	<b>\$ (7,712,259)</b>	<b>\$ (5,964,371)</b>	<b>\$ (4,049,199)</b>

# MYP – Ending Fund Balance

<b>MYP - General Fund Budget Adoption 2018-19</b>	<b>Budget 2018-19</b>	<b>Projected 2019-20</b>	<b>Projected 2020-21</b>
Beg. Balance	\$ 42,121,300	\$ 34,409,041	\$ 28,444,670
<b>Ending Fund Balance</b>	<b>\$ 34,409,041</b>	<b>\$ 28,444,670</b>	<b>\$ 24,395,471</b>
Revolving Cash	\$ 80,288	\$ 80,288	\$ 80,288
Restricted	\$ 8,984,557	\$ 9,296,186	\$ 9,600,951
<b>Reserve-Econ Uncertainty 10% to 6%</b>	\$ 8,282,660	\$ 8,190,860	\$ 8,360,178
<b>Assigned</b>	<b>\$ 17,061,536</b>	<b>\$ 10,877,336</b>	<b>\$ 6,354,055</b>
<b>Undesignated Reserve</b>	\$ 0	\$ 0	\$ (0)
Total Available Reserves	6%	6%	6%
<b>Assigned Ending Fund Balance</b>			
Vacation	500,000	500,000	500,000
Payroll	6,568,211	6,750,000	5,854,055
Payroll	2,476,168	2,550,000	-
One Time 17-18 Basic Aid 18-19 Deficit	5,078,930	-	-
One Time 16-17 Basic Aid 18-19 Deficit	1,400,000	-	-
Property Tax (approx. 1%)	1,038,227	1,077,336	-
	<b>\$ 17,061,536</b>	<b>\$ 10,877,336</b>	<b>\$ 6,354,055</b>



# Ending Fund Balance

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- **Nonspendable: \$80,288**
  - Revolving Fund & Prepaid Expenditures
- **Reserve for Economic Uncertainties: \$8,282,660**
  - Temporarily reduced to 6%
- **Assigned Ending Fund Balance: \$17,061,536**
  - Vacation accrual
  - One month of payroll
  - One time basic aid revenue to fund 2018-19 deficit
  - Property tax, approx. 1%
- **Restricted Ending Fund Balance: \$8,984,557**
  - State restricted and locally restricted funds carried over for use in the following fiscal year

# The Cycle Continues

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- School Finance Workshop in July 16, 2018
- 2017-18 Unaudited Actuals in September
- 2018-19 First Interim Report in December
- 2019-20 Governor's Proposed Budget in January
- 2018-19 Second Interim Report in March

# Comments / Questions?

