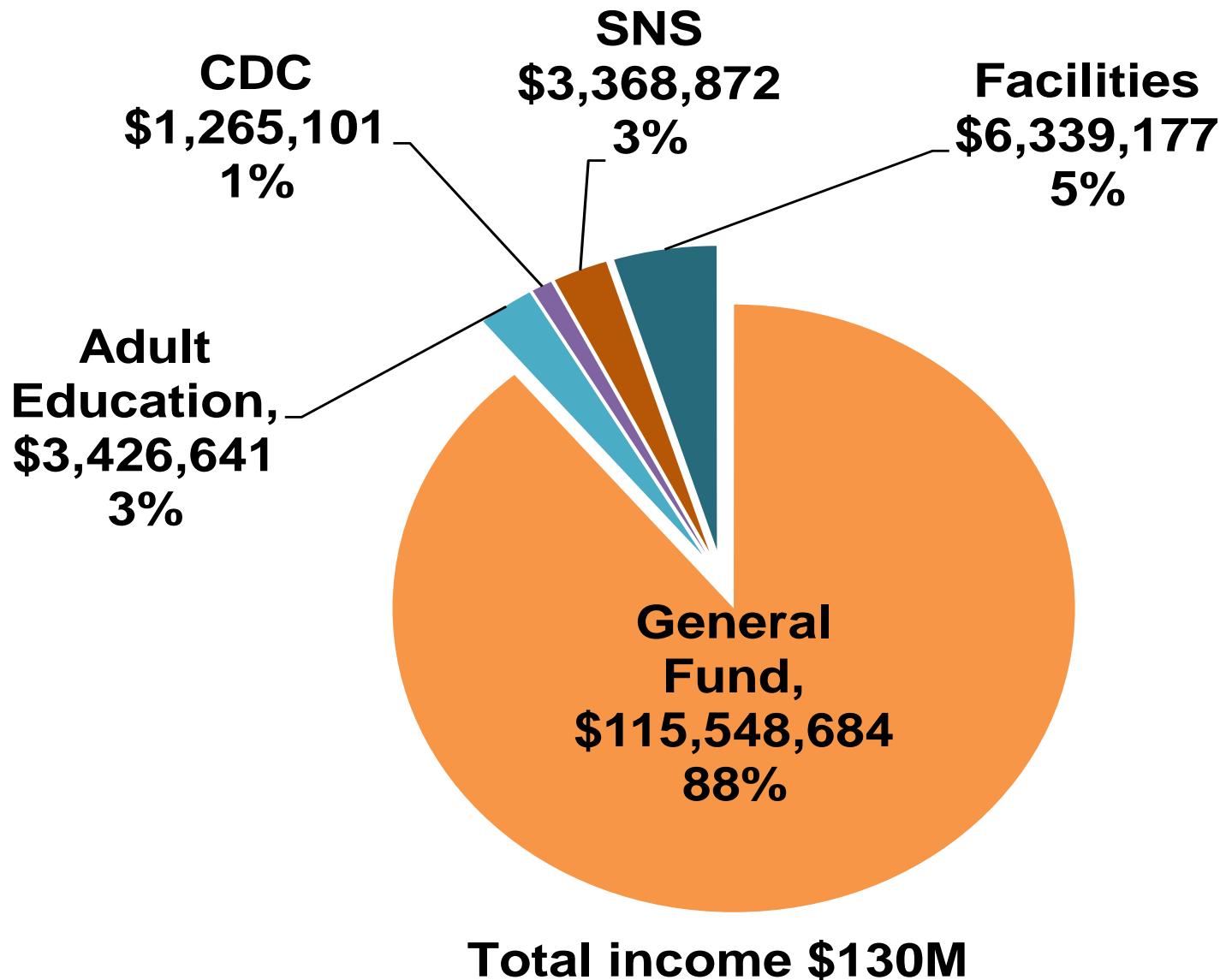


# **Milpitas Unified School District**

**2017-18 Second Interim**

**March 13, 2018**

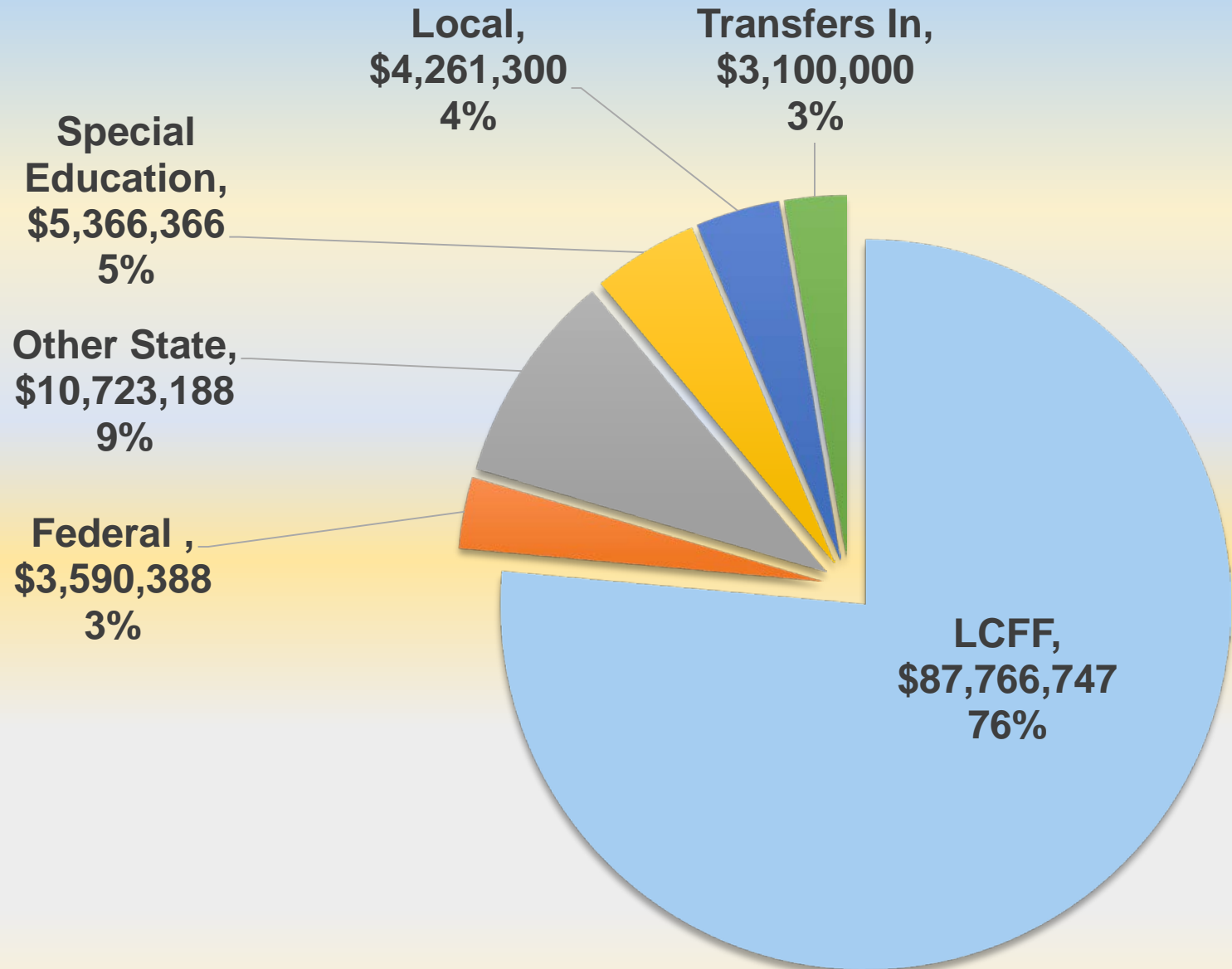
# District Funding at a Glance



# Purpose & Process

- **Financial Certification**
  - ✓ **Positive**
  - ❖ **Qualify**
  - ❖ **Negative**
- **Use Actual Data as of January 31**

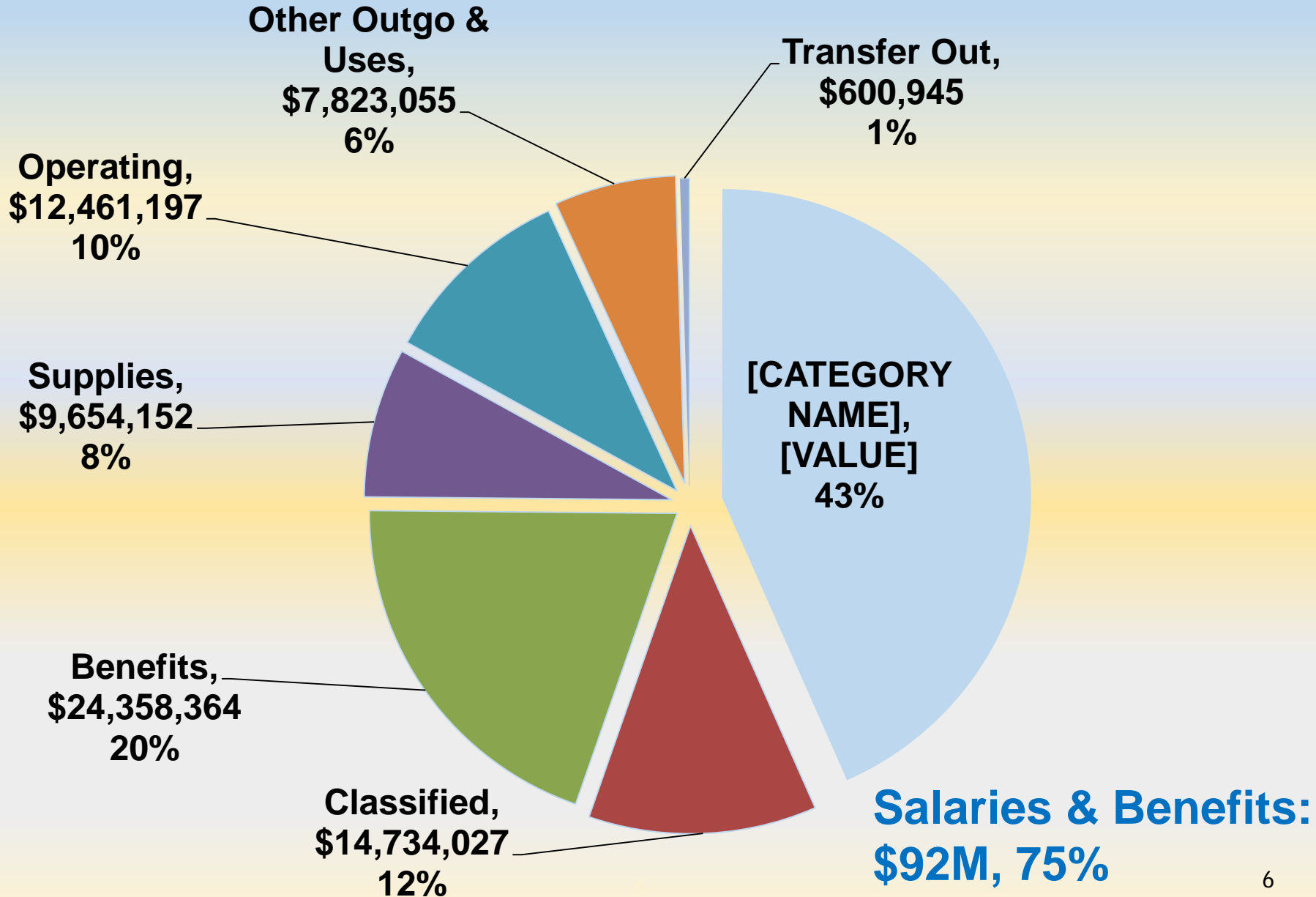
# 2017-18 Revenue - \$114,807,989



# Major Changes - Revenue

- **LCFF Recalculation: \$115K**
- **Federal Revenue Increase: \$19K**
- **State Revenue Increase: \$135K**
- **Local Revenue Increase: \$274K**

# Expenditure - \$122,950,417



# Major Changes- Expenditures

- **2.5% Salary & Benefits increases :  
\$1.9M**
- **Total Salary Savings: <\$386K>**
- **Total Benefits Savings: <\$528K>**
- **Special Ed Program Savings:  
<\$567K>**
- **Solar Inverter Replacement Account:  
\$200K**

# 2018-19 State Budget Proposals

## At the State Level

**12% in General Fund reserve**

**Full Funding of LCFF**

**Provides \$1.8B in  
discretionary funds**

**Full Funding of Rainy Day  
Fund**

**Preparation for the 11th  
Recession**

## At the District Level

**14% reserve in GF + Reserve**

**\$4.3M new revenue**

**\$295/ADA = \$3.3M**

**Building up our reserves**

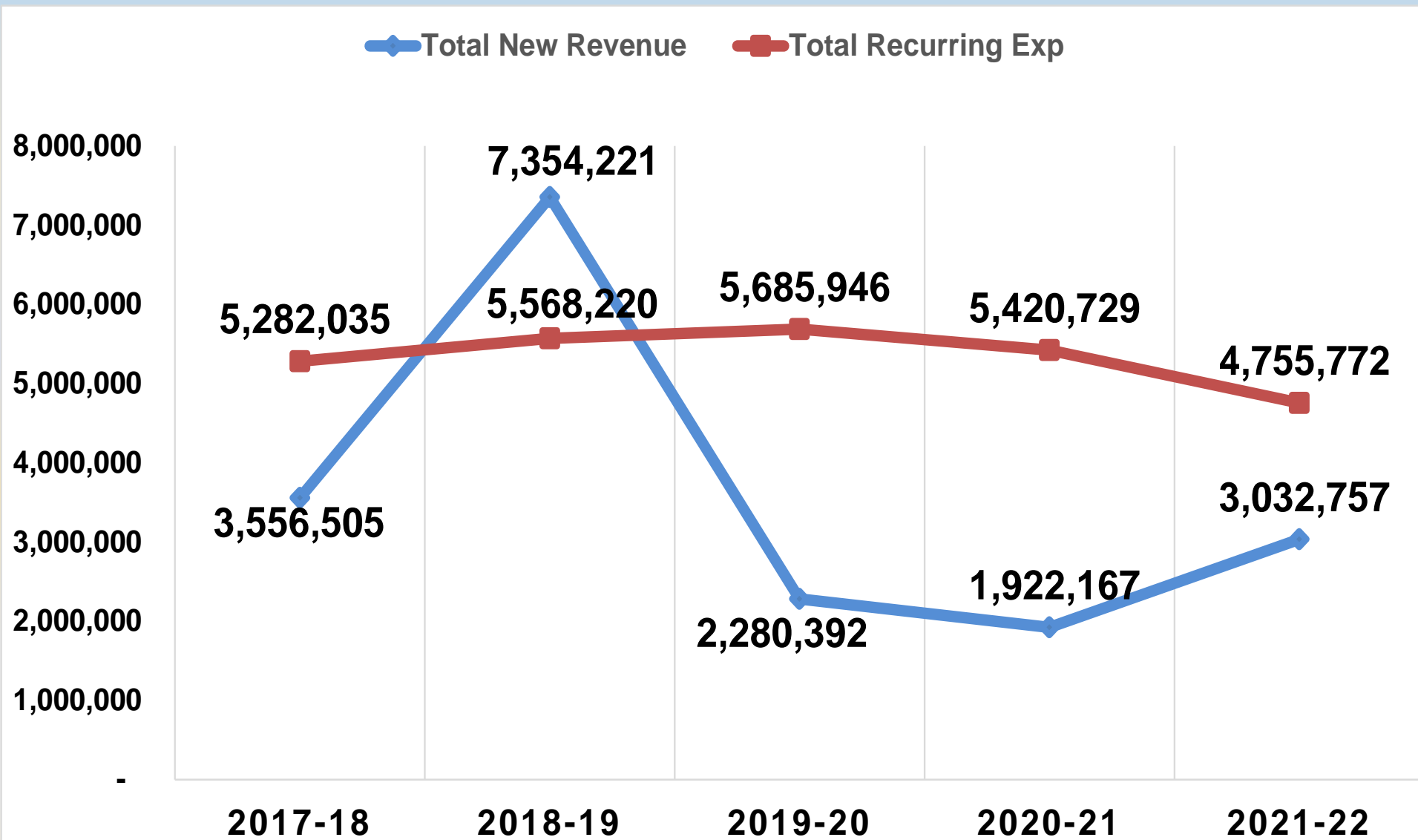
**Cost Management starting in  
2018-19**



# MYP Factors

- ❖ **Step, Column, and Longevity: \$1.3M**
- ❖ **No Salary Improvement Included**
- ❖ **Health & Welfare Capped: \$920/month**
- ❖ **STRS and PERS Rate Increase: \$1.4M**
- ❖ **50 ADA Increase Projection**
- ❖ **All One Time Revenue and Expenditures Removed**

# New Revenue vs Recurring Exp.



# MYP Summary

	Actual 2016-17	Proposed 2017-18	Projection Y1 2018-19	Projection Y2 2019-20
Total Beginning Balance	\$12,980,077	\$16,706,300	\$8,563,872	\$5,859,836
LCFF Sources/ Excess Property Tax	86,393,664	87,766,747	92,132,041	94,412,433
Federal Revenues	3,543,593	3,590,388	3,513,793	3,513,793
State Revenues	10,639,256	10,723,188	11,479,449	8,145,872
Other Local Revenues	8,951,216	9,627,666	8,905,229	8,905,229
<b>TOTAL REVENUES</b>	<b>\$109,527,729</b>	<b>\$111,707,989</b>	<b>\$116,030,512</b>	<b>\$114,977,327</b>
Certificated Salaries	51,572,812	53,307,486	55,207,486	56,477,486
Classified Salaries	14,135,366	14,734,027	15,159,027	15,394,027
Benefits	22,072,088	24,358,364	26,424,019	28,574,944
Books, Supplies, Services, Utilities	20,285,574	29,949,595	22,793,071	23,891,544
<b>TOTAL EXPENDITURES</b>	<b>\$108,065,840</b>	<b>\$122,349,472</b>	<b>\$119,583,603</b>	<b>\$124,338,001</b>
<b>Excess (Deficiency) of Revenues over Expenditures Before Transfers In/Out</b>	<b>\$1,461,889</b>	<b>(\$10,641,483)</b>	<b>(\$3,553,091)</b>	<b>(\$9,360,674)</b>
Transfers In Other Funds	-	-	-	-
Building	1,450,000	1,450,000	1,450,000	1,450,000
Special Reserve	1,488,865	1,650,000	0	6,967,953
<b>Total Transfer In from Other Funds</b>	<b>2,938,865</b>	<b>3,100,000</b>	<b>1,450,000</b>	<b>8,417,953</b>
Transfers Out to Other Funds	(674,533)	(600,945)	(600,945)	(700,945)
<b>Total Excess include transfers out/over</b>	<b>3,726,221</b>	<b>(8,142,428)</b>	<b>(2,704,036)</b>	<b>(1,643,666)</b>
Restricted Ending Balance	6,316,071	0	0	0
Unrestricted Ending Balance	10,390,229	8,563,872	5,859,836	4,216,169
<b>Ending Balance</b>	<b>\$16,706,300</b>	<b>\$8,563,872</b>	<b>\$5,859,836</b>	<b>\$4,216,169</b>

# Strategic & Building Fund Summary

	2016-17	2017-18	2018-19	2019-20
<b><u>Special Reserve/Strategic Fund</u></b>				
Beginning Fund Balance	9,250,784	9,383,917	9,544,517	9,709,517
Transfer in and Interest Revenue	133,133	160,600	165,000	60,000
Transfers to General Fund	-	-		(6,967,953)
<b><i>Projected Ending Fund Balance</i></b>	<b>9,383,917</b>	<b>9,544,517</b>	<b>9,709,517</b>	<b>2,801,564</b>
RDA Settlement Transfer In	6,138,865	4,650,000	3,000,000	3,000,000
Trans	(1,488,865)	(1,650,000)	-	-
<b>RDA Settlement Balance</b>	<b>4,650,000</b>	<b>3,000,000</b>	<b>3,000,000</b>	<b>3,000,000</b>
Transfer In from GF- for Solar Inverter	150,000	200,000	200,000	300,000
<b>Solar Inverter Replacement Balance</b>	<b>300,000</b>	<b>500,000</b>	<b>700,000</b>	<b>1,000,000</b>
<b><u>Building Fund</u></b>				
Beginning Fund Balance	6,682,049	8,868,097	8,134,042	7,814,987
Projected Revenues	4,624,897	2,874,177	2,889,177	2,889,177
Projected Expenditures	(688,849)	(1,858,232)	(1,358,232)	(858,232)
Transfer to Deferred Maintenance Fund	(300,000)	(300,000)	(400,000)	(400,000)
Transfers to General Fund	(1,450,000)	(1,450,000)	(1,450,000)	(1,450,000)
<b><i>Projected Ending Fund Balance</i></b>	<b>8,868,097</b>	<b>8,134,042</b>	<b>7,814,987</b>	<b>7,995,932</b>

***“The districts committed to best practices will patch the roof before, not during, the next storm” -SCC***