

SAN MATEO UNION HIGH SCHOOL DISTRICT



Unaudited Actuals 2018-19
September 12, 2019

AGENDA

- Budgets are Dynamic
- Estimated and Unaudited Actuals
- Program Carryover
- Changes to Ending Balance
- Next Steps

BUDGETS ARE DYNAMIC

Factors Impacting the Close of Financial Statements

REVENUES:

LCFF Revenues:

- The final posting of annual property taxes and state aid is received and posted in August
- The actual ADA for in-lieu from Sequoia is provided in July
- The closing entries for SPED and SELPA high cost pool is finalized during the summer

Federal Revenues:

- If program budgets are not fully expended any residual will be deferred to the following fiscal year

BUDGETS ARE DYNAMIC

Factors Impacting the Close of Financial Statements

REVENUES (CONT.)

State and Other Local Revenues:

- CalSTRS and CalPERS On-Behalf
- Closing entries for Lottery
- Closing entries for SPED State Extra Cost Pool from prior year

BUDGETS ARE DYNAMIC

EXPENDITURES:

Salary and Benefits:

- Final variable timesheets are posted
- CalSTRS and CalPERS On-Behalf

On June 27, 2019, Governor Gavin Newsom signed Senate Bill (SB) 90 into law, which appropriated \$2.246 billion and \$904 million to CalSTRS and the California Public Employees' Retirement System (CalPERS), respectively. SB 90 explicitly states that these contributions are to occur in the 2018–19 fiscal year, and are on behalf of local school and college employers with the intent to reduce future year employer contribution rates. Both CalSTRS and CalPERS accrued the contributions from the state on their 2018–19 financial statements, and the matching principle requires school and college employers to recognize the impact on their 2018–19 financial statements.

BUDGETS ARE DYNAMIC

EXPENDITURES (CONT.)

Supplies and Materials:

- Department, site, and program budgets not fully expended, any unused allocation falls to the bottom line. In many cases carryovers are carried into the following year.

Services and Other Operating Expenditures:

- Department, site, and program budgets not fully expended, any unused allocation falls to the bottom line. In many cases carryovers are carried into the following year.
- District enters into numerous contracts each year. Department should review if the services are utilized or needed.
- Travel and Conferences
- Professional Services
- Utilities

BUDGETS ARE DYNAMIC

EXPENDITURES (CONT.)

Equipment:

- Bus Replacement – for Transportation we are on track to replace 20 buses by 2023 to meet state emission requirements set by the California Air Resource Board.

Other Expenditures:

- SPED County Tuition
- Capital projects postponed or delayed into the following year
- Increase contribution to Fund 13
- Transfer for BAC, deferred maintenance, and contra account

ESTIMATED AND UNAUDITED ACTUALS

	Estimated Actuals			Unaudited Actuals		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
LCFF	\$ 144,209,092	\$ 4,194,275	\$ 148,403,367	\$ 145,445,778	\$ 4,743,930	\$ 150,189,708
Federal		3,190,140	3,190,140		2,931,665	2,931,665
State	3,326,840	7,683,577	11,010,417	3,533,351	13,890,222	17,423,573
Local	5,832,539	3,115,912	8,948,451	6,267,934	2,607,184	8,875,118
Source	-	-	-	385,372	-	385,372
Total Rev	\$ 153,368,471	\$ 18,183,904	\$ 171,552,375	\$ 155,632,435	\$ 24,173,001	\$ 179,805,436
Certificated	\$ 56,993,999	\$ 8,616,920	\$ 65,610,919	\$ 57,012,123	\$ 8,647,290	\$ 65,659,413
Classified	20,276,506	8,873,041	29,149,547	20,526,773	8,883,196	29,409,969
Benefits	28,373,929	12,244,513	40,618,442	28,266,196	18,291,415	46,557,611
Supplies	5,869,711	3,324,349	9,194,060	4,170,327	2,318,405	6,488,732
Services	9,720,835	8,755,679	18,476,514	9,188,826	8,461,238	17,650,064
Equipment	879,935	220,811	1,100,746	1,339,850	220,476	1,560,326
Outgo	302,000	4,007,790	4,309,790	354,792	4,029,729	4,384,521
Indirect	(92,201)	5,000	(87,201)	(162,898)	46,775	(116,123)
Total Exp	\$ 122,324,714	\$ 46,048,103	\$ 168,372,817	\$ 120,695,989	\$ 50,898,524	\$ 171,594,513
Transfer Out	\$ 3,425,757	\$ -	\$ 3,425,757	\$ 6,700,757	\$ -	\$ 6,700,757
Contribution	\$ (26,339,050)	\$ 26,339,050	\$ -	\$ (25,711,023)	\$ 25,711,023	\$ -
Incr/Decr	\$ 1,278,950	\$ (1,525,149)	\$ (246,199)	\$ 2,524,666	\$ (1,014,500)	\$ 1,510,166
Beg Bal	\$ 21,265,671	\$ 1,525,149	\$ 22,790,820	21265671	\$ 1,525,149	\$ 22,790,820
End Bal	\$ 22,544,621	\$ -	\$ 22,544,621	\$ 23,790,337	\$ 510,649	\$ 24,300,986

CHANGES - ESTIMATED TO UNAUDITED ACTUALS

	Difference		
	Unrestricted	Restricted	Total
LCFF	\$ 1,236,686	\$ 549,655	\$ 1,786,341
Federal	-	(258,475)	(258,475)
State	206,511	6,206,645	6,413,156
Local	435,395	(508,728)	(73,333)
Source	385,372	-	385,372
Total Rev	\$ 2,263,964	\$ 5,989,097	\$ 8,253,061
Certificated	\$ 18,124	\$ 30,370	\$ 48,494
Classified	250,267	10,155	260,422
Benefits	(107,733)	6,046,902	5,939,169
Supplies	(1,699,384)	(1,005,944)	(2,705,328)
Services	(532,009)	(294,441)	(826,450)
Equipment	459,915	(335)	459,580
Outgo	52,792	21,939	74,731
Indirect	(70,697)	41,775	(28,922)
Total Exp	\$ (1,628,725)	\$ 4,850,421	\$ 3,221,696
Transfer Out	\$ 3,275,000	\$ -	\$ 3,275,000
Contribution	\$ 628,027	\$ (628,027)	\$ -
Incr/Decr	\$ 1,245,716	\$ 510,649	\$ 1,756,365
Beg Bal			
End Bal	\$ 1,245,716	\$ 510,649	\$ 1,756,365

PROGRAM CARRYOVER

Unrestricted Programs **\$ 832,878**

- Site discretionary budgets
- Department carryovers
- Textbook accounts

Restricted Programs

- | | |
|----------------------------------|-------------------|
| • Lottery | \$ 249,085 |
| • CL Sch EE Prof Dev Block Grant | 67,189 |
| • Low Performing Students | <u>194,375</u> |
| | \$ 510,649 |

Total Program Carryovers **\$1,343,527**

PROGRAM CARRYOVER

Restricted Local Grant (Deferred Revenue)

Restricted Local Grants (Deferred Revenue)

\$ 625,410

- | | |
|------------------------------|----------|
| • Parent Foundation Salaries | \$ 1,519 |
| • Parent Project Funds | 70,200 |
| • Parent Gate Funds | 22,132 |
| • Parent Sponsored Sports | 17,929 |
| • Parent Funding - Other | 1,055 |
| • Diamond Grant | 138 |
| • Advanced Placement | 82,059 |
| • Steiner Endowment Funds | 4,636 |
| • Wellness Center | 3,000 |
| • Career Center | 1,207 |
| • CHS Gate | 2,313 |
| • Wellness Faire Funds | 121,280 |
| • Bio -Tech Project | 40,768 |
| • Library Projects | 6,399 |

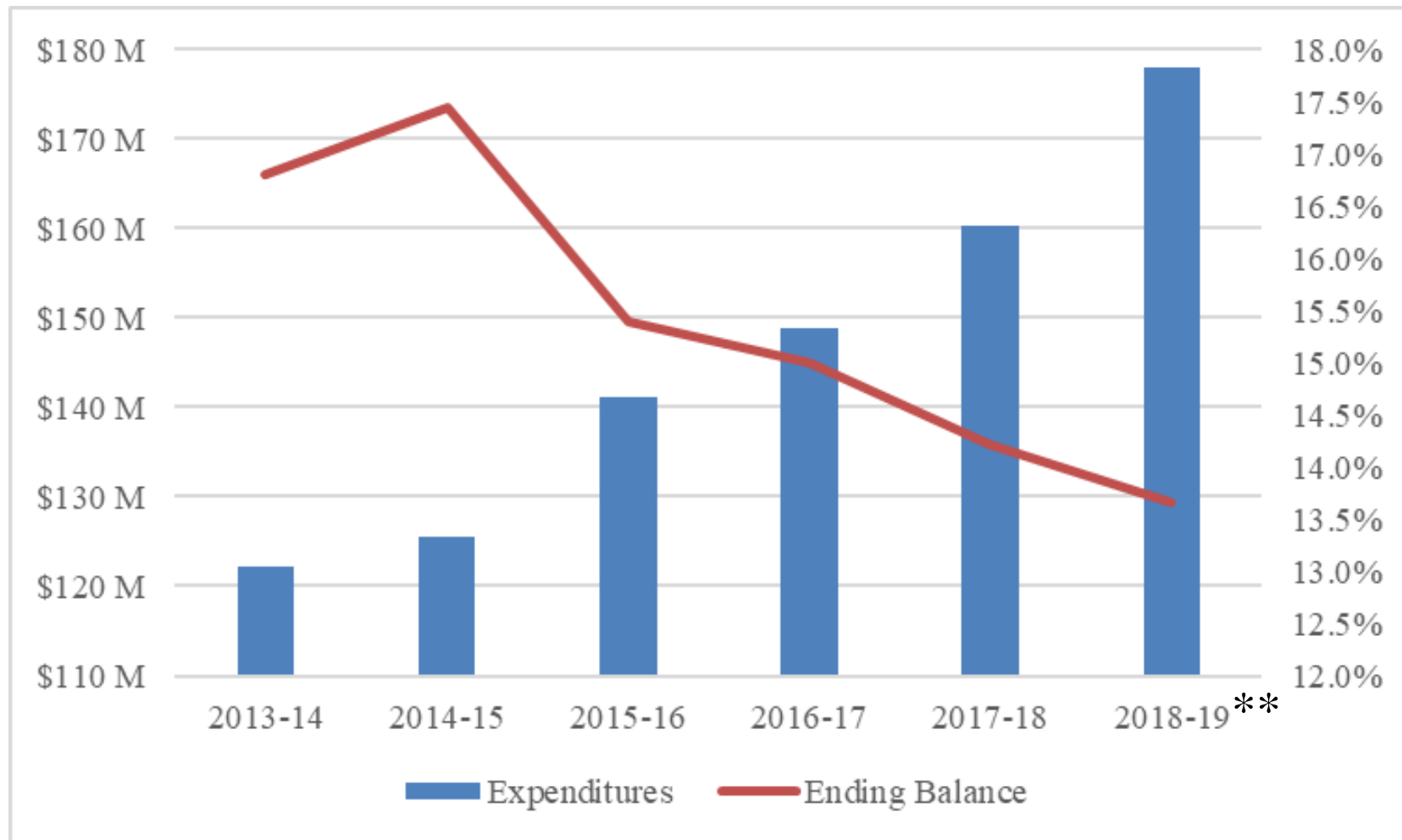
PROGRAM CARRYOVER

Restricted Local Grant (Continued)

• Student Safety	1,174
• PSAT	14,706
• Betty Lumpkin Grant	77,335
• Italy Exchange Trip	55
• Theatre Production	14,309
• Vending Machines	11,029
• Equal Opportunity School Grant	26,757
• Science Projects	14,313
• Art Trust Funds	20,686
• Improvements	1,090
• Child Development	13,979
• Cap Career Center Program	910
• Community Foundation Silicon Valley	1,330
• Silicon Valley Mathematics	978
• Robotics Team Grant	52,126

Total Program Carry Over (including Local Grants) \$ 1,968,937

PERCENTAGE OF ENDING BALANCE TO EXPENDITURES



** CalSTRS and CalPERS On-Behalf adjustment

NEXT STEPS

- Monitor Levy Letter, P1, and P2, and Annual property tax projections
- Monitor enrollment
- Monitor staffing
- Monitor Special Education funding, enrollment, NPA and NPS, and settlements
- Sunsetting Grants – Work with appropriate department to review their plans to address grants and positions where funding is winding down
- Monitor interest rates
- Continue to monitor STRS and PERS increases