



San Mateo-Foster City School District

Presentation to Board of Trustees

2010-11 Unaudited Actuals
Action Item: 13.3

September 22, 2011

Presentation Items

1. 2010-11 Unaudited Actuals Report
2. Actual Revenues Received (Revise from draft)
3. Actual Expenditures Incurred
4. General Fund Encroachment and Match
5. ARRA Funds-Entitlement and Expenses (Revise from draft)
6. Budget compared to Actual (New)
7. Ending Fund Balance-Unrestricted General Fund (Revise from draft)
8. Next Steps

1. 2010-11 Unaudited Actuals Report

- Every year, all California public school districts are required to report the actual expenditures incurred and actual revenues received for the period from **July 1 – June 30**. This report is the Unaudited Actuals Report.
- The California Department of Education requires school districts to submit an Unaudited Actual Report on or before **October 15** of every year, after review by the County Office of Education (COE).
- San Mateo COE requires school districts to submit our report to them by **September 15** of every year.
- District independent auditors also audit the data, procedures and practices utilized on the report.

2.

2010-11 Actual Revenue Received: Unrestricted General Fund

<u>Unrestricted General Fund Revenue</u>	<u>\$</u>	<u>%</u>
Revenue Limit Sources:		
Other State Revenue	20,389,749	32.69%
Other Local Revenue	32,748,694	52.50%
Revenue Limit Transfer to Special Education & Nutrition Center	(1,700,142)	(2.73%)
Total Revenue Limit Sources	51,438,301	82.46%
Other State Revenue	8,966,807	14.38%
Other Local Revenue	9,549,768	15.31%
Transfer In (Annex)	648,747	1.04%
General Fund Encroachment and Matches (Special Education, Transportation, Restricted Routine Maintenance)	(8,229,158)	(13.19%)
Total Net Revenue	62,374,465	100.00

2. 2010-11 Actual Revenue Received: Restricted General Fund (Revised)

<u>Restricted General Fund Revenue</u>	<u>\$</u>	<u>%</u>
Revenue Limit Sources	6,091,465	21.95%
Federal Revenue *	6,935,804	24.99%
Other State Revenue	2,676,053	9.64%
Other Local Revenue **	3,821,247	13.77%
General Fund Encroachment and Matches (Special Education, Transportation, Restricted Routine Maintenance)	8,229,158	29.65%
Total Net Revenue	27,753,727	100.00%

* Balance of unspent Education Job \$ (\$1,480,593) was deferred to next fiscal year

**Adjusted revenue for two local grants based on revised contracts (\$53,466)

2. 2010-11 Actual Revenue Received:
Unrestricted and Restricted Combined (Revised)

<u>General Fund Combined Revenue</u>	<u>\$</u>	<u>%</u>
Revenue Limit Sources	57,529,765	63.83%
Federal Revenue*	6,935,804	7.70%
Other State Revenue	11,642,860	12.92%
Other Local Revenue**	13,371,015	14.84%
Transfer In (Annex)	648,747	0.71%
Total Net Revenue	90,128,191	100%

* Balance of unspent Education Job \$ (\$1,480,593) was deferred to next fiscal year

** Adjusted revenue for two local grants based on revised contracts (\$53,466)

3. 2010-11 Actual Expenditures Incurred: Unrestricted General Fund

In 2010-11, 92% of the District's total Unrestricted General Fund expenditures were dedicated to salaries and benefits.

Unrestricted General Fund	\$	%
Certificated Salaries	31,953,115	62.09%
Classified Salaries	5,437,239	10.57%
Employee Benefits	9,900,733	19.24%
Subtotal Salaries and Benefits	47,291,087	91.90%
Books and Supplies	898,669	1.75%
Services and other Operating Expenditures	3,241,111	6.30%
Capital Outlay	32,332	0.06%
Other Outgo	187,893	0.37%
Sub Total	51,651,092	100.38%
Transfers of Indirect/Direct Support Costs	(191,022)	(0.38%)
Total Expenditures (Net)	51,460,070	100.00%

3. 2010-11 Actual Expenditures Incurred: Restricted General Fund

In 2010-11, 63% of the District's total Restricted General Fund expenditures were dedicated to salaries and benefits.

Restricted General Fund	\$	%
Certificated Salaries	7,646,382	28.09%
Classified Salaries	5,256,305	19.31%
Employee Benefits	4,048,262	14.87%
Subtotal Salaries and Benefits	16,950,949	62.27%
Books and Supplies	1,451,426	5.33%
Services and other Operating Expenditures (direct costs)	7,194,790	26.43%
Capital Outlay	210,052	0.77%
Other Outgo (County Special Education Programs fee; Other districts Special Education fee and debt payment for copiers)	1,281,187	4.71%
Transfers of Indirect	135,973	0.49%
Total Expenditures	27,224,377	100.00%

3. 2010-11 Actual Expenses Incurred: General Fund Combined

In 2010-11, 82% of the District's total General Fund Combined expenditures were dedicated to salaries and benefits.

General Fund Combined	\$	%
Certificated Salaries	39,599,497	50.33%
Classified Salaries	10,693,544	13.59%
Employee Benefits	13,948,995	17.73%
Subtotal Salaries and Benefits	64,242,036	81.65%
Books and Supplies	2,350,095	2.98%
Services and other Operating Expenditures	10,435,901	13.26%
Capital Outlay	242,383	0.31%
Other Outgo	1,414,031	1.80%
Total Expenditures	78,684,446	100.00%

4. 2010-11 Unrestricted General Fund: Contributions and Matches

Unrestricted General Fund Encroachment, Contribution & Match	2008-09	2009-10	2010-11
Special Education Encroachment	\$9,729,686	\$5,310,184	4,975,373
ARRA Special Education Expenditures		1,895,516	395,052
Special Education Encroachment, subtotal:	9,729,686	7,205,700	5,370,425
Transportation Encroachment	1,570,776	1,860,479	1,660,233
Total Encroachment	11,300,462	9,066,179	7,030,658
Contribution & Match :			
Homework Tutorial	27,236	17,845	0
Restricted Routine Maintenance	2,150,406	2,598,555	1,610,000
Total Contribution & Match	2,177,642	2,616,400	1,610,000
Total	\$13,478,104	\$11,682,579	8,640,658
Decreased by year		(1,795,525)	(3,041,921)

5. ARRA Funds-Entitlement and Expenses (Revised)

American Recovery and Reinvestment Act (ARRA)						
Grants	Res.Code	Award	2009-10 Spending	2010-11 Spending	2011-12 Spending	Balance
State Fiscal Stability Fund (SFSF)	3200	4,129,233.00	3,562,973.00	566,260.00	0.00	0.00
Title I Part A	3011	185,563.00	118,161.00	9,021.78	58,380.22	0.00
Special Education-IDEA, Local Assistance	3313	1,986,139.00	1,635,080.25	351,058.75	0.00	0.00
Special Education-IDEA, preschool	3324	166,574.00	162,791.00	3,783.00	0.00	0.00
Special Education-IDEA, preschool staff development	3319	119,289.00	97,644.98	21,644.02	0.00	0.00
Special Education-IDEA, Private School	3314	18,566.11	0.00	18,566.11	0.00	0.00
Education Technology Grant	4047	14,934.00	0.00	14,934.00	0.00	0.00
Total		6,620,298.11	5,576,650.23	985,267.66	58,380.22	0.00
Education Job \$	3205	1,700,569.00	0.00	219,975.70	0.00	1,480,593.30
Notes: ARRA grants have to be fully spent or obligated by September 30, 2011						
Job \$ have to be fully spent or obligated by September 30, 2012. Grant awarded \$1,961,805, cash received \$1,700,569.						

6. Actual compared to Budget (New) Unrestricted General Fund Revenue

- Revenue Limit Source:
 - 2010-11 increased ADA by 276 from 2009-10, an 2.69% increase
- Other State Revenue:
 - In 2010-11 Budget assumption: Mid Year cut of \$253 per ADA
 - Year end closing: no mid year cut
 - Year end closing: no Fair share Reduction
- Parcel Tax
 - Parcel Tax increased from \$6 million to \$9 million compared to prior year because of Measure A
- General Fund encroachment:
 - Reduced General Fund encroachment to Special Education and Transportation

6. Actual compared to Budget (New)

Unrestricted General Fund Revenue

Object Code	Object Description	2010-2011 Latest Estimated Budget	2010-2011 Actual	Varaince	%
8011	REVENUE LIMIT STATE AID-CURREN	25,129,756.00	20,217,616.00	(4,912,140.00)	
8019	Rev Limit State Aid - Prior Yr	0.00	(38,796.50)	(38,796.50)	
8021	HOMEOWNERS' EXEMPTIONS	373,979.00	379,322.74	5,343.74	
8041	SECURED ROLL TAXES	47,858,509.00	48,539,411.78	680,902.78	
8042	UNSECURED ROLL TAXES	2,482,789.00	2,518,896.64	36,107.64	
8043	PRIOR YEARS' TAXES	0.00	121,305.73	121,305.73	
8045	EDUCATION REVENUE AUG. FUND	(22,654,811.00)	(19,719,031.00)	2,935,780.00	
8046	EDUCATION REVENUE AUG. FUND	0.00	885,542.00	885,542.00	
8047	COMMUNITY REDEVELOPMENT FUNDS	23,000.00	23,000.00	0.00	
8082	OTHER IN-LIEU TAXES	0.00	245.83	245.83	
8091	REVENUE LIMIT TRANSFERS	(1,800,000.00)	(1,700,142.01)	99,857.99	
8092	PERS REDUCTION TRANSFER	230,239.00	210,929.00	(19,310.00)	
	Total Revenue Limit Sources	51,643,461.00	51,438,300.21	(205,160.79)	-0.40%
8311	OTHER STATE APPORTIONMENTS-CUR	239,813.00	212,530.00	(27,283.00)	
8434	CLASS SIZE REDUCTION GR.K-3	3,742,074.00	3,624,271.00	(117,803.00)	
8550	MANDATED COST REIMBURSEMENTS	324,445.00	324,445.00	0.00	
8560	LOTTERY	1,176,600.00	1,245,374.27	68,774.27	
8590	ALL OTHER STATE REVENUE	433,843.92	3,560,186.70	3,126,342.78	
	Total Other State Revenue	5,916,775.92	8,966,806.97	3,050,031.05	51.55%
8621	PARCEL TAX	8,710,000.00	9,057,573.56	347,573.56	
8660	INTEREST	300,000.00	436,423.18	136,423.18	
8699	ALL OTHER LOCAL	14,000.00	55,771.69	41,771.69	
	Total Other Local Revenue	9,024,000.00	9,549,768.43	525,768.43	5.83%
8919	OTHER AUTHORIZED INTERFUND TRA	648,747.00	648,747.00	0.00	
8980	CONTRIBUTIONS FROM UNREST. RES	(12,076,121.96)	(8,245,605.82)	3,830,516.14	
8990	CONTRIBUTIONS FROM RESTRICTED	16,447.64	16,447.64	0.00	
	Total Interfund/contribution	(11,410,927.32)	(7,580,411.18)	3,830,516.14	-33.57%
	Total Unrestrict General Fund	55,173,309.60	62,374,464.43	7,201,154.83	13.05%

6.

Actual compared to Budget (New) Unrestricted General Fund Expenditures

- During 2011-12 Budget development process, savings made during 2010-11 to help 2011-12 budget deficit:
 - Target at least \$800,000 reduction in Unrestricted General Fund Expenditures:
 - Did not replace positions following resignation and retirement-For example:
 - 1 FTE Accountant in Business resigned in November, 2010, replace with a .80 FTE in April, 2011
 - CBO resigned in March 2011, still to be hire
 - Administrative Assistant in Education Service was vacant from December, 2010 to August, 2011
- Deferred needed purchases, cutting supplies and discretionary funds from all programs
- Raising class sizes and tightened staffing FTE's at all grades
- Balance of Tier III grants set aside for schools increase from \$3 to \$5 million

6 ■ Actual compared to Budget (New)

2010-11 Unrestricted General Fund Expenditures

Objects	2010-11 Latest Budget	2010-11 Actual	Variance	%
Certificated Salaries	33,328,110.27	31,953,114.66	(1,374,995.61)	-4.13%
Classified Salaries	5,847,017.80	5,437,238.70	(409,779.10)	-7.01%
Employee Benefits	11,701,682.07	9,900,733.21	(1,800,948.86)	-15.39%
Books and Supplies	2,173,365.23	898,669.29	(1,274,695.94)	-58.65%
Services and Other Operating Expenditures	4,392,169.98	3,241,111.28	(1,151,058.70)	-26.21%
Capital Outlay	9,648.00	32,332.17	22,684.17	235.12%
Other Outgoing	183,189.00	187,892.58	4,703.58	2.57%
Transfer of indirect costs	(318,459.16)	(191,022.24)	127,436.92	-40.02%
Total Expenditures	57,316,723.19	51,460,069.65	(5,856,653.54)	-10.22%

7. 2010-11 Ending Fund Balance- Unrestricted General Fund (Revised)

	\$	\$	\$
	2010-11 Latest Budget	2010-11 Actual	Variance
Ending Balance, June 30, 2011	17,616,046	30,673,855	13,057,809
Components of Ending Balance			
Reserve for Revolving fund/Prepayment	35,000	84,108	49,108
Reserve for Store	0	791	791
3% Reserve for Economic Uncertainty	2,861,842	2,360,533	-501,309
Tier III Grants designated for site uses	3,086,724	5,345,400	2,258,676
Unallocated ending fund balance	11,632,480	22,883,023	11,250,543

Next Steps

- 2011-12 First Interim Report
 - Timeline: November 17, 2011 Board meeting for information
 - December 15, 2011 Board meeting for approval

- 2010-11 Audit Report
 - Timeline: Present to Board for approval in January 2012