

San Mateo-Foster City School District

Presentation to Board of Trustees

2012-13 Unaudited Actuals – Final

Board Agenda Item 13.
September 19, 2013



Presentation Overview

1. 2012-13 Unaudited Actuals Report
2. Changes from Draft Report
3. Actual Revenues
4. Actual Expenditures
5. Unrestricted General Fund Contributions to Restricted Programs
6. Other 2012-13 Financial Highlights
7. Ending Fund Balance Multi-Year Projections
8. Next Steps



2012-13 Unaudited Actuals Report

- Every year, all California public school districts are required to report the actual expenditures incurred and actual revenues recognized for the period from **July 1 – June 30**.
- The California Department of Education requires school districts to submit an Unaudited Actual Report on or before **October 15th** of every year, after review by the County Office of Education (COE).
- San Mateo COE requires school districts to submit the Unaudited Actuals Report by **September 15th** of every year.
- Independent auditors also audit the data, procedures and practices utilized on the report.
- Staff presented the Draft 2012-13 Unaudited Actuals for Board review on September 5th.



Changes from Draft Report

- Reduced Federal Grant Title III indirect cost by \$1,489
 - Federal Income reduced and carryover increase by the same amount
 - Unrestricted General Fund Indirect cost reduced by \$1,489 and total expenses increased by the same amount

- Accrued August & September 2013 employee portion of medical premium
 - Increased Restricted General Fund H&W expenses by \$489,344
 - Reduced Restricted General Fund ending fund balance by the same amount

2012-13 Revenues - Unrestricted General Fund

Unrestricted General Fund Revenues	Unaudited Actuals	Percentage
Revenue Limit Sources:		
State Aid	\$ (92,979)	(0.14%)
Local Property Taxes	62,236,694	92.43%
Revenue Limit Transfers to Special Education & Nutrition Center	(1,471,455)	(2.19%)
Total Revenue Limit Sources	\$ 60,672,260	90.10%
Other State Revenues	6,598,381	9.80%
Other Local Revenues	10,076,500	14.96%
Transfers In	200,000	0.30%
Contributions to Restricted Programs (Special Education, Transportation, Restricted Routine Maintenance)	(10,211,210)	(15.16%)
Total Net Revenues, Unrestricted G/F	\$ 67,335,931	100.00

*incl. 2.2M
prop. 30 EPA*

- Negative State Aid amount is due to transfer to County Office of Education (COE) and prior year adjustments
- Total net unrestricted general fund revenues increased by \$4,288,873 compared to 2011-12
- 2012-13 revenues include Fair Share Reductions accrual *(6,047,057)*

2012-13 Revenues - Restricted General Fund

Restricted General Fund Revenue	Unaudited Actuals	Percentage
Revenue Limit Sources	\$ 6,365,023	22.90%
Federal Revenues	4,222,015	15.19%
Other State Revenues	2,619,152	9.42%
Other Local Revenues	4,376,949	15.75%
Contributions from Unrestricted General Fund (Special Education, Transportation, Restricted Routine Maintenance)	10,211,210	36.74%
Total Net Revenues, Restricted G/F	\$ 27,794,349	100.00%

- Total net restricted general fund revenues decreased by \$377,250 compared to 2011-12

2012-13 Revenues – Combined General Fund

General Fund Combined Revenues	Unaudited Actuals	Percentage
Revenue Limit Sources	\$ 69,251,315	72.80%
Federal Revenues	4,222,015	4.44%
Other State Revenues	7,003,501	7.36%
Other Local Revenues	14,453,449	15.19%
Transfers In (Annex)	200,000	0.21%
Total Net Revenues, Combined G/F	\$ 95,130,280	100%

- Revenue Limit Sources revenue is entirely from community funding
- Per ADA funding base:
 - \$6,415.93 Base Revenue Limit
 - \$4,986.97 Funded RL (net of deficit factor)
 - \$5,621.56 Community Funding (property taxes)
- Fair Share Reduction per ADA – 2012-13 is last year
 - \$ 634.59 Deducted from 2013-14 Tier III Categoricals

2012-13 Expenditures - Unrestricted General Fund

Unrestricted General Fund		Unaudited Actuals	Percentage
Certificated Salaries		\$ 36,872,727	60.29%
Classified Salaries		6,107,751	9.99%
Employee Benefits		12,409,930	20.29%
	Subtotal Salaries and Benefits	\$ 55,390,408	90.57%
Books and Supplies		956,565	1.56%
Services and Other Operating Expenditures		4,369,601	7.15%
Capital Outlay		582,873	0.95%
Other Outgo		198,814	0.33%
	Sub Total	\$ 61,498,261	100.56%
Transfers of Indirect/Direct Support Costs		(340,604)	(0.56%)
	Total Expenditures, Unrestricted G/F	\$ 61,157,657	100.00%

- In 2012-13, 90.57% of the District's total Unrestricted General Fund expenditures were dedicated to salaries and benefits.

2012-13 Expenditures - Restricted General Fund

Restricted General Fund	Unaudited Actuals	Percentage
Certificated Salaries	\$ 7,251,833	26.40%
Classified Salaries	5,033,255	18.32%
Employee Benefits	3,934,508	14.32%
Subtotal Salaries and Benefits	\$ 16,219,596	59.04%
Books and Supplies	1,562,852	5.69%
Services and Other Operating Expenditures (direct costs)	7,818,581	28.46%
Capital Outlay	28,339	0.10%
Other Outgo (County Special Education Program fees; Other district Special Education fees and lease payment for copiers)	1,611,310	5.87%
Transfers of Indirect	229,759	0.84%
Total Expenditures, Restricted G/F	\$ 27,470,437	100.00%

- In 2012-13, 59.04% of the District's total Restricted General Fund expenditures were dedicated to salaries and benefits.

2012-13 Expenses – Combined General Fund

General Fund Combined	Unaudited Actuals	Percentage
Certificated Salaries	\$ 44,124,561	49.79%
Classified Salaries	11,141,006	12.57%
Employee Benefits	16,344,438	18.44%
Subtotal Salaries and Benefits	\$ 71,610,005	80.80%
Books and Supplies	2,519,418	2.84%
Services and Other Operating Expenditures	12,188,182	13.75%
Capital Outlay	611,211	0.69%
Other Outgo	1,699,279	1.92%
Total Expenditures, Combined G/F	\$ 88,628,095	100.00%

- In 2012-13, 80.80% of the District's total Combined General Fund expenditures were dedicated to salaries and benefits.

2012-13 Contributions and Matches - Unrestricted General Fund

2010-11 2011-12 2012-13

Contributions to Mandated Programs:			
Special Education transfers	\$4,975,373	\$5,215,279	\$5,902,203
ARRA Special Education Expenditures	\$395,052	0	0
Contributions to Special Education, subtotal	\$5,370,425	\$5,215,279	\$5,902,203
Transportation transfers	\$1,660,233	\$1,736,388	\$1,874,495
Total Contributions to Mandated Programs	\$7,030,658	\$6,951,667	\$7,776,698
Other Contributions & Matches :			
Homework Tutorial	0	0	\$22,553
Restricted Routine Maintenance	\$1,610,000	\$2,411,959	\$2,411,959
Total Other Contributions & Matches	\$1,610,000	\$2,411,959	\$2,434,512
Total Contributions from Unrestricted G/F	\$8,640,658	\$9,363,626	\$10,211,210
Increase/(Decreased) from prior year	\$(3,041,921)	\$722,968	\$847,584

+686,924
+138,107



Other 2012-13 Financial Highlights

- Revenue Limit Sources:
 - 2012-13 Revenue Limit ADA increased by 238 ADA from prior year (a 2.20% increase) to 11,071 ADA
- Fair Share Reductions:
 - \$6,123,464 based on Basic Aid Status at 2012-13 Second Principal Apportionment Period
 - Deducted from 2013-14 State Categorical Grants (Tier III)
 - Accrued as Accounts Payable in 2012-13
 - This is eliminated effective 2013-14

7. 2012-13 Ending Fund Balance- Unrestricted General Fund

	2012-13 Estimated Actuals	2012-13 Unaudited Actuals	Variance
Ending Balance, June 30, 2012	\$45,187,004	\$47,232,542	\$2,045,538
Components of Ending Balance:			
Reserve for Revolving Fund/Prepayment	35,000	35,000	0
Reserve for Economic Uncertainty	9,449,115	9,316,072	(133,043)
Tier III Grants designated for site uses	5,569,400	4,921,290	(648,110)
Unallocated ending fund balance	\$30,133,489	\$32,960,180	\$2,826,691
% of Unallocated Fund Balance	31.74%	36.51%	3.13%

- Ending Fund Balance includes Prop 30 Education Protection Account allocation of \$2,214,032. This is additional funding for Basic Aid districts (approximately \$200/ADA).

Ending Fund Balance - Unrestricted General Fund

Multiyear Projections based on 2013-14 Adopted Budget

	2012-13 Unaudited Actuals	2013-14 Adopted Budget	2014-15 Projection	2015-16 Projection
Ending Balance, June 30, 2013	\$47,232,542	\$44,016,545	\$39,946,212	\$35,334,141
Components of Ending Balance:				
Reserve for Revolving Fund/Prepayment	35,000	35,000	35,000	35,000
Reserve for Economic Uncertainty	9,316,072	9,316,072	9,666,135	10,018,833
Tier III Grants designated for site uses	4,921,290	5,593,523	5,000,000	5,000,000
Unallocated ending fund balance	\$32,960,180	\$29,071,950	\$25,245,077	\$20,280,308
% of Unallocated Fund Balance	36.51%	31.21%	26.12%	20.24%



Next Steps

- 2012-13 Audited Financial Statements
 - Present to Board on December 12, 2013
- 2013-14 First Interim Report
 - November 21, 2013 present to Board for information
 - December 12, 2013 present to Board for approval

