

MENLO PARK CITY SCHOOL DISTRICT

2014/15 Unaudited Actuals

Revised

September 10, 2015





Menlo Park City School District Business Office Memorandum

To: Board of Education
From: Ahmad Sheikholeslami, Chief Business and Operations Officer
Jill Frederiksen, Director of Fiscal Services
Date: 9/3/2015
Re: Unaudited Actuals

The Unaudited Actuals are presented to update the Board on the final status of the District's actual revenues, expenditures, and fund balance activity for the 2014/15 fiscal year. These include all activities since the 2014/15 Estimated Actuals were reported with the 2015/16 Budget at the May 12, 2015, public hearing.

The Unaudited Actuals are revised since the original presentation on September 1 to include recognition of the State's STRS contributions on-behalf of the District's employees as part of the new requirements of GASB 68, "Accounting and Financial Reporting for Pensions." It increases both revenue and expenditures by \$1.13 million, with no net effect on the ending fund balance. It will be used in the calculation of the District's proportionate share of the STRS and PERS net pension liability which must be included in the 2014-15 audit report (informational only). This accounting change does not significantly impact the September 1 presentation as it would have been adjusted out for comparison purposes.

Summary:

During the last several years the Business Office has worked hard to develop tighter budgets and ensure revenues and expenditure plans that are accurate and aligned with the budget plan. Key findings of the 2014-15 the Unaudited Actuals, not including GASB 68 state STRS on-behalf payments:

- 0.6% or \$220,096 increase in General Fund balance form 2014-15 Estimated Actuals
- Secured Property Tax growth of 6.7% or \$1.367M
- Total Increased Revenues (excluding one time funds and accounting changes) of \$2,285,081
- Total Increased Expenditures (excluding one time funds and accounting changes) of \$2,832,674
- Reduction in Fund Balances including Parcel Tax Fund 17 as planned
- Total Planned Deficit Spending (excluding one time funds and accounting changes) of \$1,174,056
- District reserve levels remain healthy with Economic Uncertainty Reserve of 16.5% or \$6,765,779

The net change in the General Fund balance since Estimated Actuals is an increase of \$220,906, or approximately 0.6% of total revenues (not including GASB 68 state STRS on-behalf contribution). Of this amount, the increase in the restricted ending fund balance is \$124,782. This is primarily due to carryover in Restricted Lottery and the Proposition 39, Clean Energy, grant. The increase in the unrestricted ending fund balance is \$96,124,

which is primarily due to increased revenue in Special Education. The District received additional revenue for prior year SELPA High Cost Pool reimbursements as well as a change in timing in the receipt of funds for SELPA Mental Health reimbursements. These additional revenues in Special Education reduced the contribution to the program from unrestricted sources.

The District's Reserve for Economic Uncertainty is increased \$102,462 after a \$6,338 reduction in unrestricted assignments. This increases the reserve in the General Fund from 16.2% of total expenditures to 16.5% (not including GASB 68 state STRS on-behalf payments). The net change in total available reserves including Fund 17, Special Reserve (primarily parcel tax balances), is \$74,098. See details below.

| Change in District's Available Reserves Since Estimated Actuals | |
|--|-----------|
| Increase in Unrestricted General Fund Balance (see above) | \$96,124 |
| Plus Net Decrease in Unrestricted Assignments | |
| Reduced assignments for Instructional Materials, Foundation accounts, and Site grants (reduction in carryover) | \$47,577 |
| Add new assignment for one-time Technology costs (balance remaining from one-time Mandate funding) | (41,239) |
| Net Decrease in Unrestricted Assignments | 6,338 |
| Total Increase in General Fund Reserve for Economic Uncertainty | \$102,462 |
| Less Net Decrease in Fund 17, Special Reserve | |
| Increased Interest/Lehman Brothers Investment Recovery | \$9,363 |
| Increased Contribution to General Fund (increased spending) | (37,727) |
| Net Decrease in Fund 17, Special Reserve | (28,364) |
| Total Increase in District's Available Reserves, Including Fund 17 | \$74,098 |

The total amount of the restricted ending fund balance and unrestricted assignments in the General Fund is \$2,421,073 as detailed below.

| 2014/15 Restricted Balances & Unrestricted Assignments | |
|---|-------------|
| Restricted Balances | |
| Proposition 39, Clean Energy, Grant | \$153,959 |
| Restricted Lottery | 441,411 |
| Routine Restricted Maintenance | 460,912 |
| Site Donations & Local Grant | 24,720 |
| Total Restricted Balances | \$1,081,002 |
| Unrestricted Assigned Fund Balance | |
| 1.5% Property Tax Receipts for Reassessments | \$350,000 |
| Reserve for Unsecured Tax Return (Genentech) | 130,000 |
| Instructional Materials (future book adoptions) | 489,345 |
| Foundation Fellows/Teacher Excellence Funds | 246,500 |
| Site Allocation Carryover | 57,123 |
| Carryover for Science & Music Materials | 25,864 |
| Technology Reserve (from 2014/15 one-time funding) | 41,239 |
| Total Unrestricted Assigned Fund Balance | 1,340,071 |
| Total Restricted Balances & Unrestricted Assignments | \$2,421,073 |

After adjusting for one-time sources and uses as well as the GASB 68 state STRS on-behalf contribution, the ongoing operations deficit is increased \$544,261 since the 2013/14 Unaudited Actuals. Both Secured Property Taxes and salaries and benefits increased at approximately the same percentage (6.7% for Secured Property Taxes and 6.6% for salaries and benefits, including growth of 5.8 FTE). However, salaries and benefits make up a bigger proportion of the budget. The increase in Secured Property Taxes was \$1.38 million, while the increase in salaries and benefits was \$2.11 million. Other changes are detailed in the Unaudited Actuals Comparison to Prior Year report attached.

The change in ending fund balance for 2014/15 will be reflected in the 2015/16 Budget, beginning fund balance, at the First Interim Report (scheduled for the December 8th Board meeting). The First Interim Report typically includes the most changes of the year. The prior year books are closed, the State budget is enacted, staffing will be finalized, and the first property tax revenue estimate for 2015/16 will have been received from the County. The 2014/15 Audit Report is also due December 15th and will be presented to the Board when ready.

Included in the Unaudited Actuals are the following reports:

- Summary of All Funds
- General Fund Totals
- General Fund Variance Summary
- Unaudited Actuals Comparison to Prior Year
- Parcel Tax Report
- SACS Financial Report

Changes for this revision are highlighted in yellow.

MENLO PARK CITY SCHOOL DISTRICT
ALL FUNDS
2014/15 Unaudited Actuals

| | General Fund 01 | Cafeteria 13 | Deferred Maintenance 14 | Special Reserve Other 17 | Special Reserve for OPEB 20 | Building Fund 21 | Capital Facilities (Dev Fees) 25 | County School Facilities 35 | Special Reserve Capital Outlay 40 |
|---------------------------------|--------------------|-----------------|-------------------------------|-----------------------------------|--------------------------------------|------------------------|---|--------------------------------------|--|
| Beginning Fund Balance | \$ 10,380,100 | \$ 84,565 | \$ 1,952,833 | \$ 5,905,518 | \$ 169,168 | \$ 27,161,258 | \$ 664,168 | \$ 138,983 | \$ 1,164,364 |
| REVENUES: | | | | | | | | | |
| LCFF/Property Taxes | \$ 25,812,441 | \$ - | \$ 930,120 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Federal | 628,698 | 104,013 | - | - | - | - | - | - | - |
| Other State | 2,087,149 | 5,968 | - | - | - | - | - | - | - |
| Other Local | 11,314,021 | 5,425 | 16,186 | 49,363 | 1,212 | 276,253 | 380,016 | 1,018 | 29,338 |
| Total Revenues | \$ 39,842,309 | \$ 115,406 | \$ 946,306 | \$ 49,363 | \$ 1,212 | \$ 276,253 | \$ 380,016 | \$ 1,018 | \$ 29,338 |
| EXPENDITURES: | | | | | | | | | |
| Certificated Salaries | \$ 22,522,673 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Classified Salaries | 5,458,219 | - | - | - | - | 98,765 | - | - | - |
| Employee Benefits | 7,411,762 | - | - | - | - | 23,950 | - | - | - |
| Books and Supplies | 2,415,442 | 122,809 | 4,182 | - | - | 328 | 14,775 | - | - |
| Services & Other Expenses | 3,247,487 | - | 34,210 | - | - | - | 12,960 | - | - |
| Capital Outlay & Other Outgo | 459,967 | - | 514,807 | - | - | 2,024,007 | - | - | - |
| Total Expenditures | \$ 41,515,550 | \$ 122,809 | \$ 553,199 | \$ - | \$ - | \$ 2,147,050 | \$ 27,735 | \$ - | \$ - |
| OTHER FINANCING SOURCES: | | | | | | | | | |
| Interfund Transfers In | \$ 1,164,993 | \$ - | \$ - | \$ - | \$ - | \$ 139,855 | \$ - | \$ - | \$ 685,000 |
| Interfund Transfers Out | 685,000 | 18,722 | - | 975,952 | 170,319 | - | - | 139,855 | - |
| TOTAL OTHER SOURCES | \$ 479,993 | \$ (18,722) | \$ - | \$ (975,952) | \$ (170,319) | \$ 139,855 | \$ - | \$ (139,855) | \$ 685,000 |
| Net Incr/(Decr) to Fund Balance | \$ (1,193,248) | \$ (26,125) | \$ 393,107 | \$ (926,589) | \$ (169,107) | \$ (1,730,942) | \$ 352,281 | \$ (138,837) | \$ 714,338 |
| NET ENDING BALANCE: | \$ 9,186,852 | \$ 58,440 | \$ 2,345,940 | \$ 4,978,929 | \$ 61 | \$ 25,430,316 | \$ 1,016,449 | \$ 146 | \$ 1,878,702 |

**MENLO PARK CITY SCHOOL DISTRICT
GENERAL FUND TOTALS
2014/15 Unaudited Actuals**

| | Unaudited Actuals Summary | One-Time Sources/Uses | Adjusted Actuals for Ongoing Operations |
|--|------------------------------|--------------------------------|--|
| Beginning Fund Balance | \$ 10,380,100 | \$ - | \$ 10,380,100 |
| REVENUES: | | | |
| Local Control Funding Formula Sources | | | |
| Total Local Property Tax | \$ 23,595,559 | \$ - | \$ 23,595,559 |
| State Aid (Minimum State Aid & Tinsley Revenue Transfer) | 1,117,038 | | 1,117,038 |
| Education Protection Account (Prop. 30) - expires 2018/19 | 579,702 | | 579,702 |
| Special Education/SELPA Property Tax | 1,450,262 | (106,463) ¹ | 1,343,799 |
| Deferred Maintenance Transfer | <u>(930,120)²</u> | <u>325,120²</u> | <u>(605,000)</u> |
| Sub-Total Local Control Funding Formula Sources | \$ 25,812,441 | \$ 218,657 | \$ 26,031,098 |
| Federal Revenue | 628,698 | 13,379 ³ | 642,077 |
| Other State Revenue (Mandated Costs, Lottery, Other One-Time) | <u>2,087,149</u> | <u>(1,471,445)⁴</u> | 615,704 |
| Local Revenue - Parcel Taxes | 6,536,689 ⁵ | | 6,536,689 |
| Local Revenue - Menlo Park Atherton Education Foundation | 3,600,000 | | 3,600,000 |
| Local Revenue - Other | <u>1,177,332</u> | <u>(513,108)⁶</u> | <u>664,224</u> |
| Total Revenue | <u>\$ 39,842,309</u> | <u>\$ (1,752,517)</u> | <u>\$ 38,089,792</u> |
| EXPENDITURES: | | | |
| Salaries & Benefits | | | |
| Certificated Salaries | \$ 22,522,673 | \$ - | \$ 22,522,673 |
| Classified Salaries | 5,458,219 | | 5,458,219 |
| Employee Benefits | <u>7,411,762</u> | <u>(1,134,949)⁷</u> | <u>6,276,813</u> |
| Sub-Total Salaries & Benefits | \$ 35,392,654 | \$ - | \$ 34,257,705 |
| Books & Supplies | 2,415,442 | (532,575) ⁸ | 1,882,867 |
| Services & Operating Expenditures | 3,247,487 | (371,012) ⁹ | 2,876,475 |
| Capital Outlay | 24,125 | (24,125) ¹⁰ | - |
| Other Outgo - OPEB Contribution | 303,492 | (170,319) ¹¹ | 133,173 |
| Other Outgo - Special Ed Tuition to Other Public Agencies | <u>132,350</u> | <u>-</u> | <u>132,350</u> |
| Total Expenditures | <u>\$ 41,515,550</u> | <u>\$ (1,098,031)</u> | <u>\$ 39,282,570</u> |
| NET OPERATING SURPLUS/(DEFICIT) - Revenue Less Expenditures | \$ (1,673,241) | \$ (654,486) | \$ (1,192,778) |
| Transfers In | \$ 1,164,993 | \$ (1,146,271) ¹² | \$ 18,722 |
| Transfers Out | <u>685,000</u> | <u>(685,000)¹³</u> | <u>-</u> |
| Net Increase(Decrease) in Fund Balance | <u>\$ (1,193,248)</u> | <u>\$ (1,115,757)</u> | <u>\$ (1,174,056)</u> |
| Projected & Adjusted Ending Fund Balance | \$ 9,186,852 | | \$ 9,206,044 |

One-Time Adjustments/Notes:

- ¹ Prior year Special Ed/SELPA property tax funds (\$38,416) and High Cost Pool reimbursements for 2012-13 and 2013-14 (\$68,048)
- ² Due to the classification of the Deferred Maintenance fund (Fund 14), the CDE recommends that the Deferred Maintenance transfer be reported as a reduction of LCFF revenue rather than an expenditure. This was implemented with the 2014/15 First Interim Budget Report. The 2014/15 Deferred Maintenance transfer includes the final year of lease income from the O'Connor site.
- ³ Prior year carryover in Title III, Limited English Proficiency (LEP), grant (\$34,353), plus current year carryover/uneared revenue \$47,732
- ⁴ Mandate funding (\$187,393); Prop. 39, Clean Energy, grant (\$100,588); Special Ed Mental Health reimbursement (\$48,515); STRS On-Behalf (\$1,134,949)
- ⁵ Prior to the 2014/15 First Interim Budget Report, Parcel Tax revenue was reported in Fund 17.
- ⁶ Site deposits/donations, primarily field trips (\$187,988) - budgeted on a cash basis; final year of O'Connor lease (\$325,120)
- ⁷ State STRS On-Behalf payments (offset by Other State Revenue contribution)
- ⁸ One-time increase for Math book adoption (\$532,575)
- ⁹ Mandate funding/Tech reserve (\$146,154); Prop. 39, Clean Energy, grant (\$53,199); site deposits/donations (\$171,659)
- ¹⁰ Truck purchase
- ¹¹ Clear Fund 20 to CalPERS CERBT account (\$170,319)
- ¹² Transfer from Fund 17 Special Reserve, primarily parcel tax balances (\$975,952) and from Fund 20 OPEB for CERBT payment (\$170,319)
- ¹³ Move excess Routine Restricted Maintenance contributions from prior years to Fund 40, Special Reserve for Capital Projects

**MENLO PARK CITY SCHOOL DISTRICT
GENERAL FUND VARIANCE SUMMARY
2014/15 Unaudited Actuals**

| | 2014-15 Adopted | 2014-15 First Interim | 2014-15 Second Interim | 2014-15 Est. Actuals | 2014-15 Actuals | Increase/(Decrease) Actuals |
|--|----------------------|--------------------------|---------------------------|-------------------------|-----------------------|--------------------------------|
| Beginning Fund Balance | \$ 9,537,044 | \$ 10,380,100 | \$ 10,380,100 | \$ 10,380,100 | \$ 10,380,100 | |
| REVENUES: | | | | | | |
| LCFF Sources (Property Tax & State Aid) | \$ 26,224,779 | \$ 25,713,844 | \$ 25,715,529 | \$ 25,784,973 | \$ 25,812,441 | \$ 27,468 ¹ |
| Federal Revenue | 599,707 | 602,549 | 651,732 | 651,732 | 628,698 | (23,034) ² |
| Other State Revenue | 532,466 | 848,194 | 847,516 | 878,865 | 2,087,149 | 1,208,284 ³ |
| Menlo Park Atherton Education Foundation | 3,600,000 | 3,600,000 | 3,600,000 | 3,600,000 | 3,600,000 | - |
| Parcel Tax Revenue | - | 6,537,544 | 6,537,544 | 6,537,544 | 6,536,689 | (855) |
| Other Local Revenue | 808,435 | 947,684 | 1,093,524 | 1,139,110 | 1,177,332 | 38,222 ⁴ |
| Transfers In | 7,326,810 | 820,962 | 809,962 | 1,128,175 | 1,164,993 | 36,818 ⁵ |
| Total Revenue | \$ 39,092,197 | \$ 39,070,777 | \$ 39,255,807 | \$ 39,720,399 | \$ 41,007,302 | \$ 1,286,903 |
| EXPENDITURES: | | | | | | |
| Certificated Salaries | \$ 22,112,699 | \$ 21,894,518 | \$ 21,849,562 | \$ 22,483,434 | \$ 22,522,673 | \$ 39,239 |
| Classified Salaries | 5,220,368 | 5,181,937 | 5,249,176 | 5,395,856 | 5,458,219 | 62,363 |
| Employee Benefits | 6,735,318 | 6,231,413 | 6,247,045 | 6,367,859 | 7,411,762 | 1,043,903 ⁶ |
| Books and Supplies | 1,804,235 | 2,288,164 | 2,220,354 | 2,437,580 | 2,415,442 | (22,138) |
| Services and Operating Expenditures | 2,643,184 | 2,986,054 | 3,187,922 | 3,333,807 | 3,247,487 | (86,320) ⁷ |
| Capital Outlay | - | - | 24,125 | 24,125 | 24,125 | - |
| Other Outgo | 212,442 | 212,442 | 227,442 | 406,892 | 435,842 | 28,950 |
| Transfers Out | 914,435 | - | - | 685,000 | 685,000 | - |
| Total Expenditures | \$ 39,642,681 | \$ 38,794,528 | \$ 39,005,626 | \$ 41,134,553 | \$ 42,200,550 | \$ 1,065,997 |
| Increase/(Decrease) Fund Balance | \$ (550,484) | \$ 276,249 | \$ 250,181 | \$ (1,414,154) | \$ (1,193,248) | \$ 220,906 |
| Projected Ending Fund Balance | \$ 8,986,560 | \$ 10,656,349 | \$ 10,630,281 | \$ 8,965,946 | \$ 9,186,852 | |

Unaudited Actuals Footnotes:

¹ Increase Deferred Maintenance transfer for rent from O'Connor site (\$15,685), plus SELPA High Cost Pool Revenue of \$29,216

² Federal Revenue reduced for unearned income (entitlements are earned as spent)

³ Lottery increased a total of \$22,585 (Unrestricted & Restricted); Special Ed Mental Health Reimb, usually received in following year, was received early \$48,515; State STRS On-Behalf Contribution \$1,134,949

⁴ Increase rent from O'Connor site \$15,685 plus increases from Site Donations/Deposits/PTO Reimbursements since Estimated Actuals in May

⁵ Increase Transfer In from Fund 17 by \$37,727 due to increased costs (primarily parcel tax fees & exemptions)

⁶ State STRS On-Behalf Payments \$1,134,949; Employee Benefits overbudgeted (\$91,046): ~(\$18.2K) STRS & PERS, ~(\$32.5K) FICA, ~(\$13.7K) Health/Welfare, ~(\$12.5K) Workers Comp, ~(\$11.2K) Retiree Benefits

⁷ Net increase in Restricted Ending Balance of \$124,782: Increase Restricted Lottery \$109,800 and Prop 39, Clean Energy, grant \$153,960; reduce Routine Restricted Maintenance (\$68,622); net reduction in Other Restricted Local resources (\$70,389), primarily parcel tax fees & exemptions.

MENLO PARK CITY SCHOOL DISTRICT
2014/15 UNAUDITED ACTUALS COMPARISON TO PRIOR YEAR

| | 2013/14 Unaudited Actuals | One-Time Sources/Uses | 2013/14 Adjusted for Ongoing Operations | 2014/15 Unaudited Actuals | One-Time Sources/Uses | 2014/15 Adjusted for Ongoing Operations | Increase/ (Decrease) Ongoing Operations |
|---|---------------------------------|------------------------------------|--|---------------------------------|------------------------------------|--|--|
| REVENUES: | | | | | | | |
| LCFF(Property Tax) | \$ 25,141,119 | \$ (415,058) | \$ 24,726,061 | \$ 25,812,441 | \$ 218,657 | \$ 26,031,098 | \$ 1,305,037 |
| Federal Revenue | 593,703 | 12,581 | 606,284 | 628,698 | 13,379 | 642,077 | 35,793 |
| Other State Revenue | 1,777,244 | (1,211,708) | 565,536 | 2,087,149 | (1,471,445) | 615,704 | 50,168 |
| Other Local Revenue | 4,829,057 | (280,418) | 4,548,639 | 11,314,021 | (513,108) | 10,800,913 | 6,252,274 |
| Total Revenues | \$ 32,341,123 | \$ (1,894,603) ¹ | \$ 30,446,520 | \$ 39,842,309 | \$ (1,752,517) ⁴ | \$ 38,089,792 | \$ 7,643,272 ⁷ |
| EXPENDITURES: | | | | | | | |
| Certificated Salaries | \$ 21,477,868 | \$ - | \$ 21,477,868 | \$ 22,522,673 | \$ - | \$ 22,522,673 | \$ 1,044,805 |
| Classified Salaries | 4,969,595 | | 4,969,595 | 5,458,219 | | 5,458,219 | 488,624 |
| Employee Benefits | 5,698,170 | | 5,698,170 | 7,411,762 | (1,134,949) | 6,276,813 | 578,643 |
| Books & Supplies | 2,157,731 | (540,000) | 1,617,731 | 2,415,442 | (532,575) | 1,882,867 | 265,136 |
| Operating Expenses | 2,572,683 | (156,161) | 2,416,522 | 3,247,487 | (371,012) | 2,876,475 | 459,953 |
| Cap Outlay & Other Outgo | 1,184,707 | (1,066,120) | 118,587 | 459,967 | (194,444) | 265,523 | 146,936 |
| Total Expenditures | \$ 38,060,754 | \$ (1,762,281) ² | \$ 36,298,473 | \$ 41,515,550 | \$ (2,232,980) ⁵ | \$ 39,282,570 | \$ 2,984,097 ⁸ |
| NET OPERATING SURPLUS/(DEFICIT) | \$ (5,719,631) | \$ (132,322) | \$ (5,851,953) | \$ (1,673,241) | \$ 480,463 | \$ (1,192,778) | \$ 4,659,175 |
| TRANSFERS & CONTRIBUTIONS: | | | | | | | |
| Transfers In | \$ 8,203,206 | \$ (1,899,609) | \$ 6,303,597 | \$ 1,164,993 | \$ (1,146,271) | \$ 18,722 | \$ (6,284,875) |
| Transfers Out | (1,496,497) | 415,058 | (1,081,439) | (685,000) | 685,000 | - | 1,081,439 |
| Contributions to Restricted | - | - | - | - | - | - | - |
| Net Transfers & Contributions | \$ 6,706,709 | \$ (1,484,551) ³ | \$ 5,222,158 | \$ 479,993 | \$ (461,271) ⁶ | \$ 18,722 | \$ (5,203,436) ⁹ |
| Increase/(Decrease) Fund Balance | \$ 987,078 | \$ (1,616,873) | \$ (629,795) | \$ (1,193,248) | \$ 19,192 | \$ (1,174,056) | \$ (544,261) |
| Beginning Fund Balance | 9,393,022 | | | 10,380,100 | | | |
| Ending Fund Balance | \$ 10,380,100 | | | \$ 9,186,852 | | | |
| Less Total Assigned Balances | \$ 1,704,706 | | | \$ 1,340,071 | | | |
| Reserve for Economic Uncertainty | \$ 6,776,007 | | | \$ 6,765,779 | | | |
| Reserve Percentage of Expenditures | 17.1% | | | 16.0% | | | |

Footnotes:

- ¹ 2013-14 one-time sources of revenue include \$562,494 Common Core Grant; \$541,230 Final K-3 Class Size Reduction Deferral; \$415,058 RDA Asset Liquidation; \$205,386 Site Deposits/Donations/PTO Reimbursements (budgeted as received); and \$107,984 Prop. 39, Clean Energy, grant.
- ² 2013-14 one-time uses, or expenditures, include \$1,000,000 payment to California Employers' Retiree Benefit Trust Fund (CERBT), \$275,000 for Technology, \$265,000 for textbooks, and \$156,165 Site Donations/Deposits/PTO Reimbursements (revenue received less carryover).
- ³ 2013-14 interfund transfers are adjusted for \$1,000,000 CERBT payment from Fund 20, \$899,609 transfer from Fund 17, and \$415,058 transfer of RDA funds to Fund 40.
- ⁴ 2014-15 one-time sources of revenue include \$187,988 Site Deposits/Donations/PTO Reimbursements (budgeted as received); \$187,393 one-time Mandate funding; \$154,979 total Special Education prior year funding; and \$100,588 Prop. 39, Clean Energy, grant. The final year of rent from the O'Connor site was transferred to Deferred Maintenance. State STRS On-Behalf Contribution \$1,134,949
- ⁵ 2014-15 one-time uses, or expenditures, include \$532,575 Math book adoption; \$171,659 Site Deposits/Donations/PTO Reimbursements (revenue received less carryover); \$170,319 one-time increase in contribution to CERBT account to clear Fund 20; one-time Tech costs \$146,154 (from Mandate funding); \$53,199 Prop. 39, Clean Energy, grant. State STRS On-Behalf Payments \$1,134,949
- ⁶ 2014-15 interfund transfers are adjusted for \$975,952 transfer from Fund 17, \$170,319 transfer to increase CERBT payment from Fund 20, and \$685,000 transfer of excess Routine Restricted Maintenance contributions to Fund 14, as per flexibility allowance EC Section 17070.766 for the period 2008-09 through 2014-15.
- ⁷ 2014-15 net increase in revenue includes \$1,376,767 Secured Property Tax, a 6.7% increase over prior year; (\$325,120) reduction in rental income, final year of O'Connor site rent transferred to Deferred Maintenance (included in one-time adjustments); \$248,482 parcel tax increase for 2.8% CPI; \$196,638 RDA Funds; \$143,962 State Aid; and \$123,671 SELPA Property Tax Transfer. 2014-15 also includes accounting changes for parcel tax revenue previously accounted for outside of the General Fund and reduction of LCFF funds for Deferred Maintenance transfer which was previously treated as an interfund transfer.
- ⁸ 2014-15 increase in expenditures includes an additional \$2,112,072 in salaries and benefits (~\$700,000 for 5.82 FTE growth, ~\$370,000 step & column, ~\$900,000 for 3% compensation increase, ~\$150,000 increase in STRS & PERS, ~\$100,000 increase in Workers' Compensation, less ~\$100,000 savings in teacher substitute costs). 2014-15 expenditures also include an additional \$872,025 in non-personnel costs (~\$230,000 Site Allocations, ~\$150,000 Curriculum Allocation, ~\$145,000 Maintenance, ~\$140,000 Special Education services, primarily legal fees, ~\$80,000 general legal fees). 2014-15 also includes payments to CERBT account as "Other Outgo" rather than contributions to Fund 20 through interfund transfer.
- ⁹ 2014-15 changes in Interfund Transfers reflects the accounting changes for Deferred Maintenance contributions (\$930,016) now reported as a reduction to LCFF sources, the discontinuance of contributions to Fund 20 (\$151,423) now paid to the CERBT account, and the change in reporting of parcel tax revenue (\$6,288,207) now included with the General Fund.

MENLO PARK CITY SCHOOL DISTRICT
 PARCEL TAX REPORT
 2014/15 Unaudited Actuals

| | Measure A (2000) | Measure A (2003) | Measure B (2003) | Measure C (2010) | Total Parcel Taxes |
|--------------------------------|--|--|--|---|-----------------------|
| Summary | <ul style="list-style-type: none"> • Music, Art & PE • Class Size, Gr 4-8 • Middle School Electives • Technology | <ul style="list-style-type: none"> • Smaller Class Size | <ul style="list-style-type: none"> • Remedial Math/Reading • Textbooks & Supplies • Retain Teachers | <ul style="list-style-type: none"> • Enrollment Growth • Smaller Class Size • Teacher Salaries | |
| Expiration Date | n/a | n/a | n/a | 6/30/2017 | |
| 2014/15 CPI Increase | 2.8% | 2.8% | 2.8% | 2.8% | |
| 2014/15 Amount per Parcel | \$ 419.40 | \$ 123.00 | \$ 92.56 | \$ 196.66 | \$ 831.62 |
| Total Parcels | | | | | 7,873.00 |
| Revenue: | | | | | |
| Total Parcel Tax Revenue | \$ 3,301,936 | \$ 968,379 | \$ 728,725 | \$ 1,548,304 | \$ 6,547,344 |
| Less County Fees | <u>(5,373)</u> | <u>(1,576)</u> | <u>(1,186)</u> | <u>(2,520)</u> | (10,655) |
| Net Revenue Received | <u>\$ 3,296,563</u> | <u>\$ 966,803</u> | <u>\$ 727,539</u> | <u>\$ 1,545,784</u> | \$ 6,536,689 |
| Expenditures: | | | | | |
| Certificated Salaries | \$ 2,098,507 | \$ 818,431 | \$ 576,241 | \$ 1,461,328 | \$ 4,954,507 |
| Classified Salaries | 513,012 | - | 28,406 | - | 541,418 |
| Employee Benefits | 561,905 | 161,924 | 103,547 | 281,785 | 1,109,161 |
| Books and Supplies | 622,059 | - | 118,390 | - | 740,449 |
| Services & Other Operating Exp | <u>63,258</u> | <u>-</u> | <u>40,313</u> | <u>-</u> | 103,571 |
| Total Expenditures | <u>\$ 3,858,741</u> | <u>\$ 980,355</u> | <u>\$ 866,897</u> | <u>\$ 1,743,113</u> | \$ 7,449,106 |
| Revenue Less Expenditures | <u>\$ (562,178)</u> | <u>\$ (13,552)</u> | <u>\$ (139,358)</u> | <u>\$ (197,329)</u> | \$ (912,417) |
| Ending Balance, Fund 17 | <u>\$ 2,635,792</u> | <u>\$ -</u> | <u>\$ 861,501</u> | <u>\$ 162,938</u> | \$ 3,660,231 |