

# Metropolitan Education District



Review of 2008-09  
Unaudited Financial  
Reports

# Format of Written Presentation

- JPA Certification
- Executive Summary
- Unaudited Actuals “At a Glance”
- Comparative: Unaudited to Estimated
- General Fund & MYP Update
- Adult Ed Fund & MYP Update
- Other Funds
- Other Misc. State Forms



# General Fund 010

## Summary of Operations

Components of Fund Balance	Estimated	Actuals	Difference
Beginning Fund Balance	<u>3,068,415</u>	<u>3,068,415</u>	<u>\$0</u>
Revenues	15,479,475	15,858,643	379,168
Expenditures	<u>14,866,001</u>	<u>13,752,486</u>	<u>(1,113,515)</u>
Net Change	613,474	2,106,157	1,492,683
Other Financing Sources/Uses	<u>(1,537,242)</u>	<u>(2,061,232)</u>	<u>(523,990)</u>
Increase (Decrease) in Fund Balance	(923,768)	44,925	968,693
Ending Fund Balance	2,144,647	3,113,340	968,693

# General Fund 010

## Components of Fund Balance

Components of Fund Balance	Estimated	Actuals	Difference
Reserved-Revolving Cash	20,000	20,000	0
General Reserve-Cash Flow (4%)	656,550	632,982	(23,568)
Legally Restricted Balances	0	30,371	30,371
Res: Economic Uncertainty (6%)	984,824	949,472	(35,352)
Res: Contingency for State Deficits	220,493	666,569	446,076
Res: SFSF Receivable Contingency	0	533,974	533,974
Res: Cosmetology Contracts	160,000	160,000	0
Res: Other Misc.	102,780	67,277	(35,503)
Undesignated Fund Balance	<u>0</u>	<u>52,695</u>	<u>52,695</u>
<b>Total Fund Balance</b>	<b>2,854,522</b>	<b>3,113,340</b>	<b>968,693</b>

# Adult Education Fund 110

## Summary of Operations

Summary of Operations	Estimated	Actuals	Difference
Beginning Fund Balance	<u>2,808,730</u>	<u>2,808,730</u>	<u>0</u>
Revenues	10,836,242	9,915,748	(920,494)
Expenditures	<u>11,601,520</u>	<u>10,896,634</u>	<u>(704,886)</u>
Net Change	(765,278)	(980,886)	(215,608)
Net Other Financing Sources/Uses	<u>(314,665)</u>	<u>(390,350)</u>	<u>(75,685)</u>
Increase (Decrease) in Fund Balance	<u>(1,079,943)</u>	<u>(1,371,236)</u>	<u>(291,293)</u>
Ending Fund Balance	1,728,787	1,437,494	(291,293)

# Adult Education Fund 110

## Components of Fund Balance

Components of Fund Balance		Estimated	Actuals	Difference
General Reserve-Cash Flow	(4%)	482,141	457,945	(24,196)
Res: Economic Uncertainty	(6%)	723,211	686,918	(36,293)
Res: Contingency-State Deficits		386,100	292,631	(93,469)
Res: Contingency for Lottery		137,335	0	(137,335)
Undesignated Fund Balance		<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Fund Balance</b>		<b>1,728,787</b>	<b>1,437,494</b>	<b>(291,293)</b>

# Deferred Maintenance Fund 140

## Summary of Operations

Summary of Operations	Estimated	Actuals	Difference
Beginning Fund Balance	<u>414,486</u>	<u>415,486</u>	<u>0</u>
State Regular DM Funding	147,455	147,455	0
State Extreme Hardship Funding	168,385	168,385	0
District Regular Match Contrib.	176,954	176,954	0
District Transfer: Sewer Project	633,448	633,448	0
Interest Income	<u>8,000</u>	<u>9,449</u>	<u>1,449</u>
Total Sources of Funds	1,134,242	1,135,691	1,449
Expenditures & Transfers	<u>313,431</u>	<u>315,409</u>	<u>1,978</u>
Ending Fund Balance	1,404,682	1,235,768	(168,914)

# Special Reserve Fund 170

## Components of Fund Balance

Components of Fund Balance	Estimated	Actuals	Difference
Reserve for Mandated Costs	278,735	93,946	(184,789)
Res: PERS Liability (General Fund)	373,281	408,620	35,339
Res: PERS Liability (Adult Ed Fund)	302,000	302,000	0
Res: Legal Costs (Gen Fund)	0	100,000	100,000
Res: legal Costs (Adult Ed)	0	50,000	50,000
Res: Other	<u>500,000</u>	<u>0</u>	<u>(500,000)</u>
<b>Total Fund Balance</b>	<b><u>1,454,016</u></b>	<b><u>954,566</u></b>	<b><u>(499,450)</u></b>



# Asset Management Fund 210

## Components of Fund Balance

Components of Fund Balance	Estimated	Actuals	Difference
Res: Prop 1D, Bldg 200 Equipment	0	67,723	67,723
Res: Prop 1D, Bldg 300 Equipment	0	29,168	29,168
Res: Prop 1D, Bldg 800 Equipment	0	53,677	53,677
Res: Prop 1D, Bldg 100 Equipment	0	102,620	102,620
Res: Prop 1D, Bldg 500/600 Equip.	0	388,867	388,867
Res: CCOC Equipment Upgrades	684,644	51,619	(633,025)
Res: Minimum Res (Board Policy)	<u>250,000</u>	<u>250,000</u>	<u>0</u>
<b>Total Fund Balance</b>	<b>934,644</b>	<b>943,674</b>	<b>9,030</b>

# Capital Outlay Fund 400

## Components of Fund Balance

Components of Fund Balance	CCOC	SJ AE	Campbell AE
Cash with Fiscal Agent (QZAB)	730,024		
Res: Prop 1D, Bldg 300	1,332,367		
Res: Prop 1D, Bldg 800	813,489		
Res: Prop 1D Bldg 200	235,971		
Res: Prop 1D Bldg 100	1,275,961		
Res: Prop 1D, Bldg 100	230,422		
Res: Prop 1D, Bldg 200	1,181,601		
Res: Prop 1D, Bldg 600	1,300,178		
Res: Prop 1D, Bldg 700	295,377		
Res: Prop 1D, Bldg 300	653,618		
Res: Prop 1D, Bldg 100	475,912		
Res: Capital Projects/Maintenance	<u>0</u>	<u>1,598,869</u>	<u>155,719</u>
Ending Fund Balances	8,524,917	1,598,869	155,719

# Significant Financial Impacts

## 2008-09

- 15.38% mid-year reduction in state funding = \$3.7 million
- Received 1x ROCP excess property taxes = \$1,242,844
- Pass through of SFSF Funding = \$562,274:
- All Prop 1D project match requirements have been met (except: \$618,874)

### Funding Issues Resolved:

- Base year for funding (2007-08, less 15.38% & 20%)
- State lottery funding for ROCP & AE (prop. share of 07-08 base year)
- SFSF funding & pass through (ROCP Adult ADA only)

### Unresolved:

- Basic Aid District “fair share” cuts - corresponds to cuts to RL district revenue Limits (state will take from categorical funding)

# Recommendations



- **Authorize all 2008-09 interfund transfers as shown in the Unaudited Actual Financial Reports**
- **Approve all year-end fund balance designations**
- **Accept the 2008-09 Unaudited Actual Financial Reports and authorize the Superintendent to file with the County Superintendent**