

# *Metropolitan Education District*

## *Highlights of the Proposed Budget*

*2005-06 Fiscal Year*



# *Purpose of a Budget*

- The educational program of the district expressed in dollars
- A tool to maximize the use of limited resources while implementing the district's goals and objectives

*General Fund 010*  
*(ROC/P)*

# *General Fund 010*

## *Revenues – What's New*

- Revenue Limit COLA = 4.23%
- ADA Cap Growth % = 2.62%
- ADA Cap Growth = 105 ADA

# *General Fund 010*

## *Revenues – What's NOT*

- ROC/P Continues to Lose Substantial Funding Due to State & Federal cuts
- Specifically.....
  - Mandated Cost Reimbursements (\$30,000)
  - CalWorks ADA (\$1 million)
  - Excess Property Taxes (\$500,000)
  - Federal Carl Perkins Grant (\$123,000)

# *General Fund 010*

## *Continuing Expenditures*

- Continued support for major programs
- Step, column and longevity wage increases for employees
  - Certificated employees **\$ 91,981**
  - Classified employees **\$ 70,116**
- 5% increase in employer contribution to employee health & welfare benefits: **\$ 44,872**
- Capital lease paid off early in 2004-05
- Def. Maintenance-District match **\$164,203**

# *General Fund 010*

## *Expenditures – What's New*

- Added 4 new CCOC classes
  - Forensic Investigation
  - Video Production
  - Computer Technology Careers
  - Legal Careers
- Dropped 2 CCOC classes
  - Network Administration
  - Computer Maintenance

# *General Fund 010*

## *Expenditures – What's New?*

- 2 Fte - Teachers (net) \$119,093
- 1 Fte - Student Counselor \$ 78,309
- Grant writing (contracted) \$ 60,000
- Transfer of 2% state STRS cost \$ 75,980
- 1 Fte groundskeeper, release 2 temporary workers (net) \$ 20,307
- Increase staff development \$ 20,000
- Increase advertising, printing \$ 48,000

# *General Fund 010*

## *Expenditures – What's New?*

- Down-sized Fiscal Department 2 Ftes (resulting from internal reorganization & transfer of financial services to SSCOE) (\$ 62,176)
- 2004-05 Student system savings (\$ 27,000)
  - \$62,000 savings over 2003-04
- COLA for applicable expense accounts
- Includes 2.41% COLA approved for all employees in 2004-05

# *General Fund 010*

## *Transfers & Fund Balance*

- Excess Property Tax Transfer to Capital Outlay Fund (for modernization match) **(\$510,136)**
- Potential PERS Reduction liability accumulated (& reserved in fund balance)
  - For 2004-05 **\$127,992**
  - For 2005-06 **\$226,511**

# *General Fund 010 Budget Summary*

	Estimated <u>FY 2004-05</u>	Budget <u>FY 2005-06</u>
Revenues	\$15,212,922	\$14,689,552
Expenditures	( <u>14,403,748</u> )	( <u>14,279,051</u> )
Excess (Deficiency)	809,174	410,501
Net Transfers	( <u>811,901</u> )	( <u>324,885</u> )
Incr/Decr to FB	( \$ 2,727 )	\$ 85,616

# *General Fund 010*

## *Fund Balance*

	<u>FY 2004-05</u>	<u>FY 2005-06</u>
Revolving Cash, Stores	\$ 62,140	\$ 62,140
General Reserve (4%)	\$ 609,860	\$ 584,567
E/Uncertainty (6%)	\$ 914,790	\$ 876,850
Other Designations	\$ 150,000	\$ 150,000
PERS Reduction Res.	\$ 127,992	\$ 226,511
Unrestricted Fund Bal	<u>\$ 93,029</u>	<u>\$ 143,359</u>
Total End Fund Bal	\$ 1,957,811	\$ 2,043,427

*Adult Education  
Fund 110*

# *Adult Education Fund 110*

## *Revenues – What's New*

- Revenue Limit COLA = 4.23%
- ADA Cap Growth % = 2.50%
- ADA Cap Growth = 79.84 ADA

# *Adult Education Fund 110*

## *Revenues – What's NOT*

- The Problem: Adult Education program survives on federal grants
- President Bush's proposed budget is a big hit for Adult Education federal grants
  - El Civics grant reduction (\$310,993)
  - El Civics supplemental grant (\$191,300)
  - Carl Perkins grant (\$ 36,632)
  - Adult Basic Ed grant (06-07) (\$250,000)

# *Adult Education Fund 110 Revenues – What's NOT*

- Bridge grant 2006-07      **(\$387,201)**
- Mandated Cost Reimbursement.  
(to be repaid over 15 years)
- Calworks ADA

# *Adult Education Fund 110*

## *Continuing Expenditures*

- Continued support for major programs
- Step, column and longevity wage increases for employees
  - Certificated employees **\$27,993**
  - Classified employees **\$60,882**
- 5% increase in employer contribution to employee health & welfare **\$77,037**
- COLA for applicable expense accounts

# *Adult Education Fund 110*

## *Expenditures – What's New?*

- 2.41% COLA for all employees in 2004-05
- Transfer of 2% state STRS costs           \$ 66,266
- 1 Fte - Assistant Principal                 \$ 89,592
- 1 Fte – Cert Pgm Lead (Calworks)         \$ 66,958
- Materials & supplies                         (\$132,842)
- Non-capitalized equipment                 (\$149,254)
- Add 1 garden coordinator                 \$ 20,000
- Add 1/2 pony/custodian                     \$ 20,000

# *Adult Ed Fund 110*

## *Budget Summary*

	<u>FY 2004-05</u>	<u>FY 2005-06</u>
Revenues	\$ 9,962,245	\$10,219,160
Expenditures	<u>( 9,872,961)</u>	<u>( 10,005,868)</u>
Excess (Deficiency)	89,284	213,292
Transfers Out	<u>( 500,000)</u>	<u>( 0)</u>
Incr/Decr to FB	(\$ 410,716)	\$ 213,292

# *Adult Ed Fund 110*

## *Fund Balance*

	<u>FY 2004-05</u>	<u>FY 2005-06</u>
Revolving, PPD Exp.	\$ 28,000	\$ 28,000
General Reserve (4%)	\$ 414,918	\$ 400,235
E/Uncertainty (6%)	\$ 622,378	\$ 600,352
Pers Reduction Res.	\$ 89,896	\$ 199,766
Undesignated F/Bal.	<u>\$ 45,478</u>	<u>\$ 185,609</u>
Total End Fund Bal	\$ 1,200,670	\$ 1,413,962

# *Deferred Maintenance Fund 140*

■ Beginning Fund Balance	=	<u>\$570,912</u>
■ <u>Revenues:</u>		
➤ State match at 100%	=	\$164,203
➤ District match contribution	=	\$164,203
➤ Hardship funding (transformers)	=	<u>\$191,262</u>
➤ Total Revenues	=	\$519,668
■ <u>Expenditures:</u>		
➤ Transformer Replacement	=	\$514,508
➤ Other Def. Maint. Projects	=	<u>\$400,000</u>
➤ Total Expenditures	=	<u>\$914,508</u>
➤ Ending Fund Balance:	=	\$176,072

# *Asset Management Fund 210*

■ Beginning Fund Balance		<u>\$ 738,709</u>
■ New Revenues		\$ 277,672
■ Expenditures & Transfers Out:		
■ 2005-06 per 5-year plan	\$ 450,000	
■ 2004-05 carryover	\$ 90,000	
■ 2005-06 transfer out	<u>\$ 10,238</u>	
■ Total Expenditures & Transfers		<u>\$ 550,238</u>
■ Ending Fund Balance		\$ 466,143

# *Capital Outlay Fund 400*

## *Capital Funding Needs*

- CCOC Facilities - Nearly 40 years old, need modernization in next 5-6 years
- Adult Ed - Del Mar Annex Site, office & classroom replacement needed
- Central Office portables need replacement in next 2-3 years
- Capital Outlay Fund is our savings account



# *Capital Outlay Fund 400*

## *CCOC*

	<u>2004-05</u>	<u>2005-06</u>
■ <b>Beginning Fund Balance</b>	<u>\$ 2,081,986</u>	<u>\$ 2,624,122</u>
■ <u><b>Revenues</b></u>		
➤ Interest Earnings	\$ 32,000	\$ 33,000
➤ Transfers In	<u>\$ 681,136</u>	<u>\$ 170,920</u>
<b>Total Revenues</b>	\$ 713,136	\$ 203,920
■ <u><b>Expenditures</b></u>		
➤ Debt Service	<u>\$ 171,000</u>	<u>\$ 170,920</u>
➤ Ending Fund Balance	\$ 2,624,122	\$ 2,657,122

# *Capital Outlay Fund 400*

## *Campbell Adult*

	<u>2004-05</u>	<u>2005-06</u>
■ <b>Beginning Fund Balance</b>	<u>\$ 409,383</u>	<u>\$ 640,383</u>
■ <b><u>Revenues</u></b>		
➤ Interest Earning	\$ 6,000	\$ 5,000
➤ Transfers In	<u>\$ 225,000</u>	<u>\$ 0</u>
<b>Total Revenues</b>	<b>\$ 231,000</b>	<b>\$ 5,000</b>
■ <b><u>Expenditures</u></b>		
➤ Capital Outlay Projects	<u>\$ 0</u>	<u>\$ 0</u>
■ <b>Ending Fund Balance</b>	<b>\$ 640,383</b>	<b>\$ 645,383</b>

# *Capital Outlay Fund 400*

## *San Jose Adult*

	<u>2004-05</u>	<u>2005-06</u>
■ <b>Beginning Fund Balance</b>	<u>\$ 819,519</u>	<u>\$ 1,103,519</u>
■ <u>Revenues</u>		
➤ Interest Earning	\$ 9,000	\$ 10,000
➤ Transfers In (estimated)	<u>\$ 275,000</u>	<u>\$ 0</u>
<b>Total Revenues</b>	<b>\$ 284,000</b>	<b>\$ 10,000</b>
■ <u>Expenditures</u>		
➤ Capital Outlay Projects	<u>\$ 0</u>	<u>\$ 0</u>
■ <b>Ending Fund Balance</b>	<b>\$ 1,103,519</b>	<b>\$ 1,113,519</b>

# *School Facilities Funding*

AB 956, Coto

*School Facilities:  
Regional Occupational Centers*

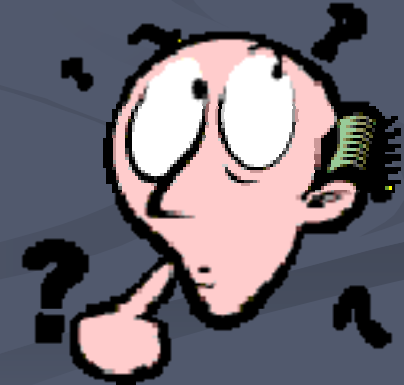
Would allow MetroED to qualify for state school  
facilities funds

Passed Assembly

Sent to Senate

3<sup>rd</sup> Year –

Will it finally pass?



# *Staff Recommends a Positive Certification for all Funds*

- All funds will be able to meet their financial obligations for budget & 2 subsequent years
- All funds will end 2005-06 with a positive cash balance
- ROC/P and Adult Education funds will maintain at least a 3% reserve (6%)

# *Budget Advisory Committee Recommendation*

On May 24, 2005,  
the Budget Advisory Committee  
unanimously recommended  
this budget for approval

# *Staff Recommendation*

Staff recommends  
the MetroED Governing Board  
review the 2005-06  
Proposed Budget

# Questions ? Comments?

The final budget will be brought to the  
Governing Board for approval at the  
June 22, 2005 Board meeting

# *Superintendent's Issues to Address in 05-06*

- Maintain competitive salaries
- ROC/P program relevance
- District participation in ROC/P programs
- CCOC facilities modernization
- ROC/P equalization

*Program End*

