

# **Metropolitan Education District**

**Review of 2006-07  
Unaudited Financial  
Reports**

# Format of the Written Presentation

- **Executive Summary**
- **Unaudited Actuals “At a Glance”**
- **Comparative: Unaudited to Estimated, with footnotes**
- **JPA Certification**
- **State Forms by Fund**
- **Other State Forms**

# General Fund 010 Summary

	<u>Estimated</u>	<u>Actuals</u>	<u>Change</u>
Revenues	\$17,513,264	\$18,132,124	\$618,860*
Expenses	<u>\$15,270,654</u>	<u>\$14,769,219</u>	<u>(\$ 501,435)</u>
Net Change	\$ 2,242,610	\$ 3,362,905	\$1,120,295
Transfers (net)	<u>(\$ 2,286,620)</u>	<u>(\$ 2,764,779)</u>	<u>(\$ 478,211)</u>
Fund Bal Inc/Dec	<u>\$ (44,010)</u>	<u>\$ 598,126</u>	<u>\$ 642,136</u>

\* \$321,838 current year growth ADA funding will be taken away in 2007-08 FY

# General Fund 010

## Fund Balance

Required Reserves (cash, Prepaid)	\$ 40,597
Legally Restricted (Lottery & CTE grant )	\$ 46,335
General Reserve-Cash Flow (4%)	\$ 704,475
Designated: Economic Uncertainty (6%)	\$ 1,056,712
Designated: Contingency for State Deficits	\$ 200,000
Designated: Campus Security Projects	\$ 130,000
Designated: Sewer Line Project	\$ 250,000
Designated: Year End Misc. Purchase	\$ 44,700
Designated: WASC and CTE Reform	\$ 80,000
Undesignated Fund Balance	<u>\$ 70,217</u>
Total Fund Balance	\$ 2,623,036

# Adult Ed Fund 110 Summary

	<u>Estimated</u>	<u>Actuals</u>	<u>Change</u>
Revenues	\$11,041,319	\$11,043,491	\$ 2,172
Expenses	\$10,922,759	\$10,824,451	\$ (98,308)
Net Change	\$ 118,560	\$ 219,040	\$ 100,480
Transfers (net)	\$ 75,688	\$ 75,688	\$ 0
FB Inc/Dec	\$ 194,248	\$ 294,728	\$ 100,480

# Adult Ed Fund 110

## Fund Balance

<b>General Reserve-Cash Flow (4%)</b>	<b>\$ 432,978</b>
<b>Legally Restricted ( 1x block grant)</b>	<b>\$ 38,542</b>
<b>Designated: Economic Uncertainty (6%)</b>	<b>\$ 649,467</b>
<b>Designated: PERS Recapture Liability</b>	<b>\$ 348,071</b>
<b>Designated: WASC and Staff Development</b>	<b>\$ 85,000</b>
<b>Undesignated Fund Balance</b>	<b><u>\$ 63,028</u></b>
<b>Total Fund Balance</b>	<b>\$1,617,086</b>

# Deferred Maintenance Fund 140

<b>Beginning Fund Balance</b>	<b>\$ 660,533</b>
<b>Plus: State Funding</b>	<b>\$ 294,963</b>
<b>Plus: Transfer In from Gen. Fund</b>	<b>\$ 164,747</b>
<b>Plus: Interest Revenue</b>	<b><u>\$ 26,852</u></b>
<b>Total Sources Available</b>	<b>\$1,147,095</b>
<b>Less: Expenditures- <i>CCOC Transformer project</i></b>	<b>\$ 466,440</b>
<b>Less: Expenditures- <i>CCOC Painting project</i></b>	<b>\$ 103,664</b>
<b>Less: Expenditures- <i>CCOC Paving project</i></b>	<b>\$ 85,483</b>
<b>Less: Expenditures- <i>Other projects</i></b>	<b><u>\$ 31,036</u></b>
<b>Ending Fund Balance</b>	<b>\$ 460,472</b>

# Special Reserve Fund 170

<b>Beginning Fund Balance</b> (new this year)	\$	<b>0</b>
<b>Plus: Transfer In from Gen. Fund</b> (mandated Cost)	\$	<b>201,238</b>
<b>Plus: Transfer In from Gen. Fund</b> (PERS Recap.)	\$	<b>374,537</b>
<b>Plus: Interest Revenue</b>	\$	<b><u>4,291</u></b>
<b>Total Sources Available</b>	\$	<b>580,066</b>
<b>Less: Transfer Out</b> (allowable portion of the mandates)	\$	<b><u>112,200</u></b>
<b>Ending Fund Balance</b>	\$	<b>467,866 *</b>

*\*: \$378,828 reserved for PERS Recapture Liability and \$89,038 for Mandated Costs Reimb.*

# Asset Management Fund 210

<b>Beginning Fund Balance</b>	<b>\$ 536,099</b>
<b>Plus: Lease Income from LLC</b>	<b>\$ 270,603</b>
<b>Plus: Interest Income</b>	<b>\$ 29,319</b>
<b>Total Sources Available</b>	<b><u>\$ 836,021</u></b>
<b>Less: Expenses – new classes</b>	<b>\$ 123,093</b>
<b>Less: Building 700 renovation</b>	<b>\$ 148,497</b>
<b>Less: Health &amp; safety expenditures</b>	<b>\$ 17,650</b>
<b>Less: Transfer-Mgmt Fee (3%)</b>	<b><u>\$ 10,547</u></b>
<b>Total Expenses/Transfers</b>	<b>\$ 299,787</b>
<b>Ending Fund Balance</b>	<b>\$ 536,234 *</b>

\* \$250,000 minimum balance required by Board policy

# Capital Outlay

## Fund 400 - CCOC

	<u>CCOC</u>
Beginning Balance	\$4,602,759
Plus: Interest Revenue	\$ 179,727
Plus: Transfer In-Debt Svc	\$ 171,600
Plus: Transfer In-Cap Outlay	<u>\$1,930,524</u>
<b>Total Sources Available</b>	<b>\$6,884,610</b>
Less: Expenses	\$1,329,026
Less: Debt Service (Cap Lease-final)	\$ 171,600
Less: Debt Service (QZAB Bond)	<u>\$ 19,501</u>
Ending Balance	<b>\$5,364,483 *</b>

*\*: \$697,865 reserved for principal payment of QZAB bond in 15 years*

# Capital Outlay

## Fund 400 – Adult Ed

	<u>San Jose</u>	<u>Campbell</u>
Beginning Balances	\$1,363,083	\$ 742,766
Plus: Interest Revenue	<u>\$ 62,195</u>	<u>\$ 32,153</u>
Total Sources	\$1,425,278	\$ 774,919
Less: Expenses	<u>\$ 23,271</u>	<u>\$ 7,537</u>
Ending Balances	\$1,402,007	\$ 767,382

# Significant Financial Impacts

- **5.92% (+) salary increase for all employees, follows 3% increase for 2005-06**
- **1x ROC/P excess property taxes = \$981,196 (for Prop 1D match)**
- **1 x block grant , CTE equipment grant and Mandated Cost Reimbursement = \$619,275**
- **\$156,358 prior year excess ROP ADA funding**
- **Both ROC/P and Adult ED program met the state funding cap**
- **Adult ED program reductions fully implemented and operated within the projections**
- **Much needed transfers to Capital Outlay Fund**

# Recommendations

- ✓ **Authorize all 2006-07 interfund transfers as shown in the Unaudited Actual Financial Reports**
- ✓ **Approve all year-end fund balance designations**
- ✓ **Accept the 2006-07 Unaudited Actual Financial Reports and authorize the Superintendent to file with the County Superintendent**

# Welcome to the 2007-08 School Year

