



Miller Creek

Elementary School District

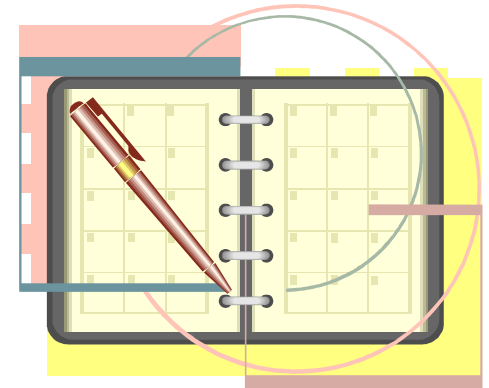
2021-22 Unaudited Actuals Report September 13, 2022

Ryland | SCHOOL BUSINESS
CONSULTING

- ▶ Miller Creek Elementary School District

Agenda

- ▶ Key Funding Factors
- ▶ State Aid vs Basic Aid
- ▶ General Fund Components
 - ▶ Revenue and Expenditures
 - ▶ Education Protection Account
 - ▶ Parcel Tax
 - ▶ Contributions to restricted
 - ▶ Contributions to Transportation
 - ▶ General Fund Summary
- ▶ Components of General Fund Ending Balance
- ▶ Summary of all other Funds
- ▶ Next Steps



Key Financial Factors

- ▶ Unrestricted property taxes are approximately \$17.6 million
 - ▶ \$30,000 of the total property taxes are *in lieu* taxes transferred to the Ross Valley charter school for district students
- ▶ Funded Average Daily Attendance (ADA) is 1,941.4 (excludes COE ADA of 26.3)
 - ▶ The funded ADA has minimal impact to overall revenues since the District is community funded in 21-22
- ▶ Parcel taxes revenue are \$2.8 million

Key Financial Factors (cont.)

- ▶ The certified unduplicated pupil percentage for supplemental and concentration funding is 21.16%
- ▶ Final Lottery is revenue is \$176.94 per ADA for unrestricted purposes, and \$81.94 for restricted purposes
- ▶ Mandated Cost Block Grant remains at \$32.79 for K-8
- ▶ CAN DO contribution of \$588,000
 - ▶ Funds used to support Art/Music/PE enrichment, counseling, wellness center, and school clubs and sports.
- ▶ COVID sources expenditures: \$1.05 million
 - ▶ Approximately \$815,000 remaining for future expenditures

State Funded

vs

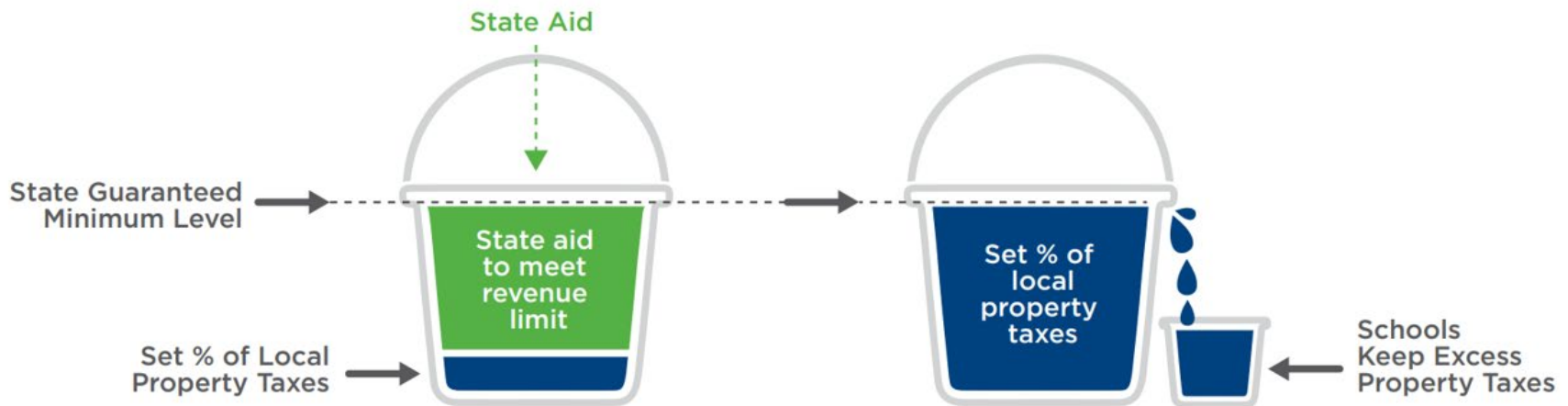
Basic Aid

▶ District is entitled to a calculated Entitlement

- ▶ Comprised of property taxes and State Aid
- ▶ When property taxes don't fill the bucket, the State makes up the shortfall with State Aid

▶ District is entitled to a calculated Entitlement

- ▶ Comprised of property taxes and State Aid
- ▶ If Property taxes fill the bucket, and overflow, the district keeps the overflow \$\$ and doesn't need State Aid

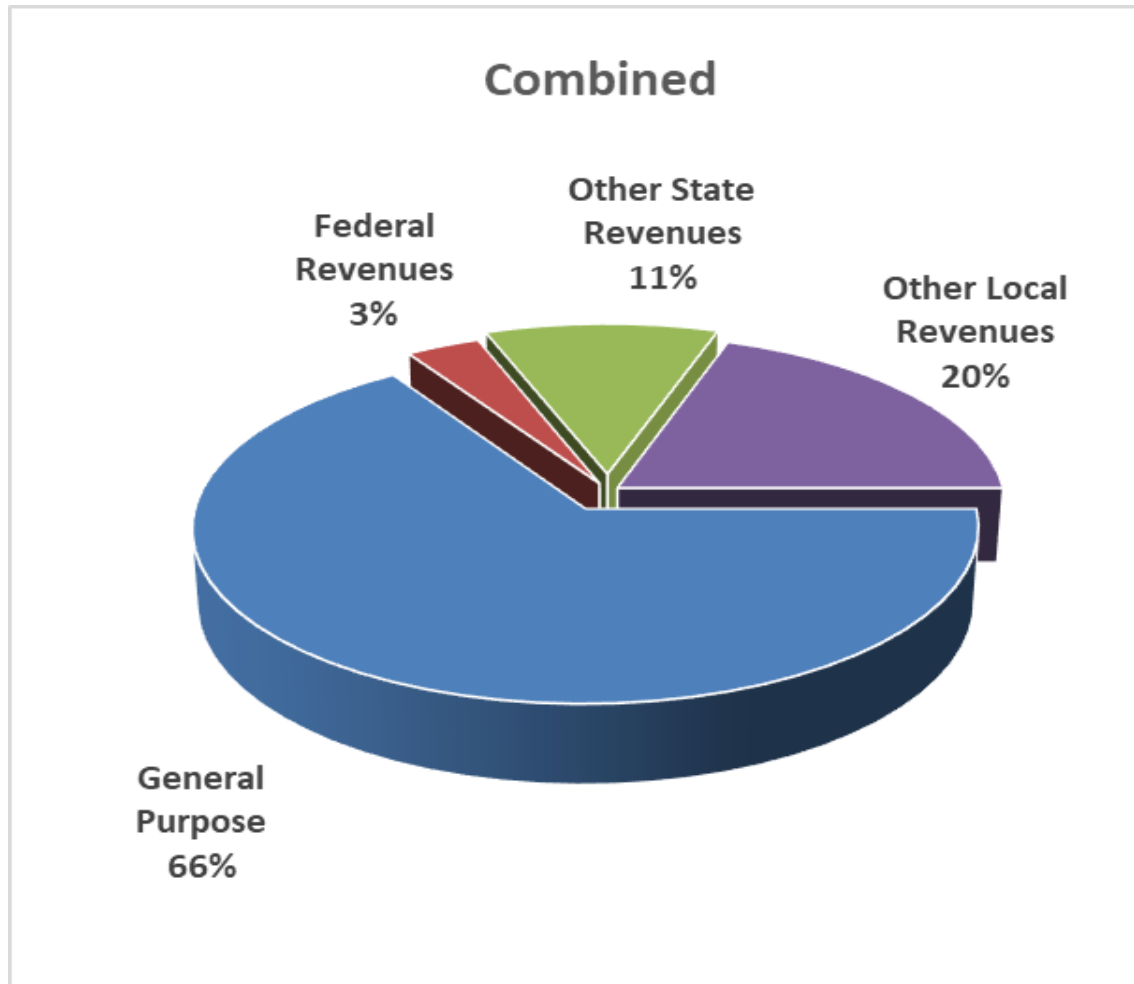


Why Does Basic Aid Status Matter?

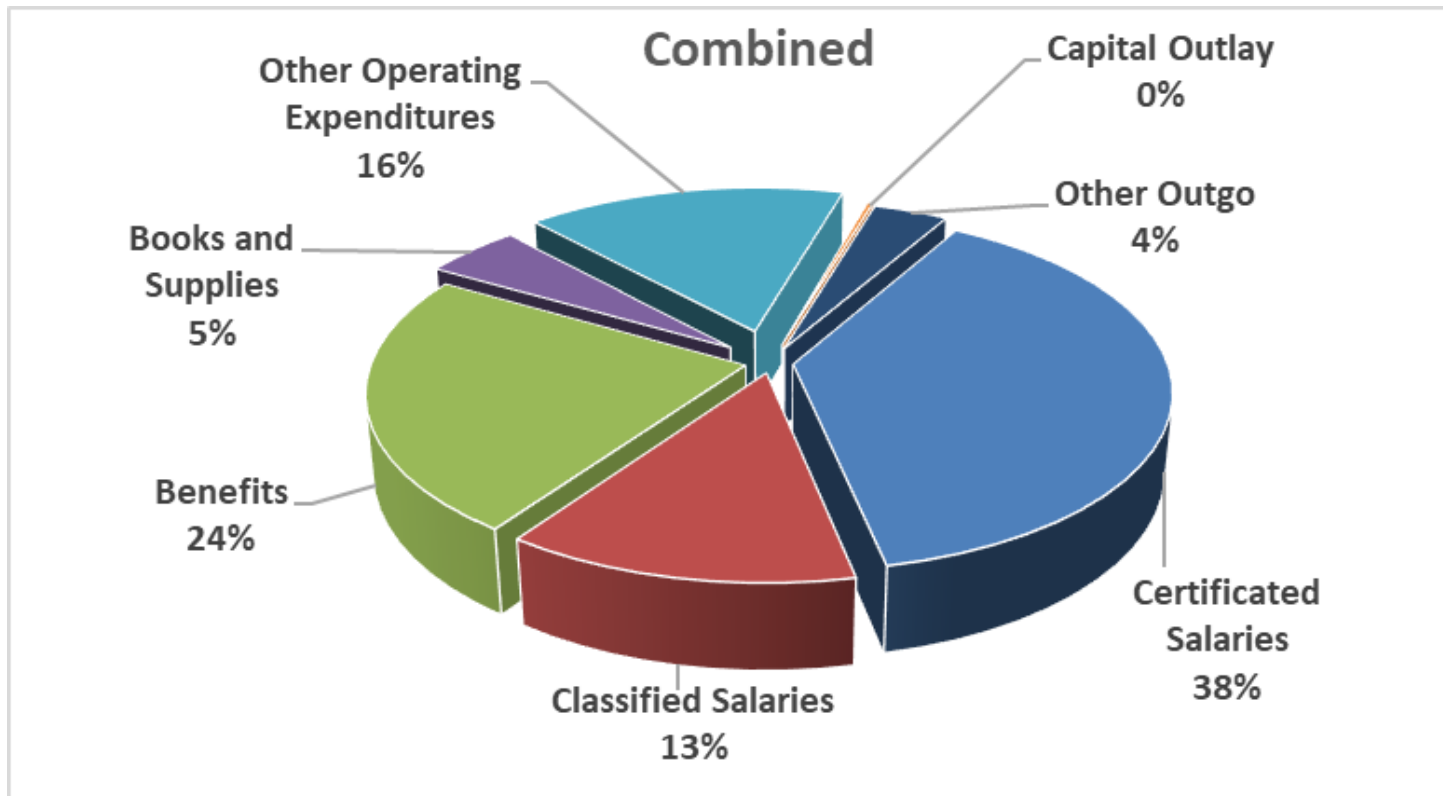
- ▶ The District will receive whichever calculation results in more funding for the District – it's not a choice
- ▶ When the District status is Basic Aid, more students does NOT mean more funding
 - ▶ Actually, more students results in LESS money per student
 - ▶ Base or COLA increases in the State Funding Formula do NOT generate more per-student revenue for the District
 - ▶ District is Basic Aid in 21-22 but projected to move to state funded in 22-23 and back to basic aid in subsequent years.

	<i>Non-Basic Aid</i>	<i>Basic Aid</i>	<i>Basic Aid</i>	<i>Non-Basic Aid</i>	<i>Basic Aid</i>	<i>Basic Aid</i>
	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
COLA & Augmentation	3.26%	0.00%	5.07%	12.84%	5.38%	4.02%
Total LCFF Entitlement	17,076,613	17,087,861	18,678,023	19,559,313	19,664,298	19,454,040
Property Tax Increase Rate	3.75%	5.42%	6.26%	5.26%	3.99%	3.00%
Excess Taxes	\$ -	\$ 690,826	\$ 384,209	\$ -	\$ 878,035	\$ 1,015,550
EPA in Excess to LCFF Funding	\$ 264,036	\$ 393,874	\$ 393,466	\$ -	\$ 360,069	\$ 342,023
TOTAL FUNDING	17,340,649	18,172,561	18,727,964	19,559,313	20,902,402	20,811,613

General Fund Revenue Budget (Combined)



General Fund Expenditures (Combined)



Education Protection Account (EPA)

- ▶ K-14 general purpose funds must be utilized for instructional purposes

Education Protection Account (EPA) Actuals	
<i>2021-22 Fiscal Year</i>	
Description	Amount
BEGINNING BALANCE	\$0
EPA REVENUES	\$393,466
EPA EXPENDITURES:	
<i>Certificated Instructional Salaries</i>	\$326,641
<i>Certificated Instructional Benefits</i>	\$66,825
TOTAL	\$393,466
ENDING BALANCE	\$0

Parcel Tax Summary

- ▶ Parcel tax renewed on May 8, 2018 for 12 years
- ▶ Renewed annual rate of \$352/parcel plus additional \$118/parcel for total \$470/parcel
- ▶ Included and annual 3% increase to ensure funding keeps pace with inflation and cost of providing instruction
- ▶ Funds used to:
 - ▶ Attract and retain qualified teachers
 - ▶ Maintain instructional materials and equipment for science
 - ▶ Support core academic programs, including math, science, technology, reading and writing
 - ▶ Maintain music programs and world language electives
 - ▶ Maintain computers and technology instruction
 - ▶ Maintain class sizes
 - ▶ Maintain library services and materials

Parcel Tax (cont.)

- ▶ Below is a 5 year summary of Parcel Tax revenue and expenditures and current year expense breakdown

Description	2017-18 Actuals	2018-19 Actuals	2019-20 Actuals	2020-21 Actuals	2021-22 Actuals
Total Revenue	1,973,925	2,543,824	2,619,216	2,693,382	2,797,746
Total Expenditures	1,960,463	2,536,407	2,616,243	2,740,009	2,799,317
Fund Balance	38,637	46,054	49,027	2,400	829

Expenditure Category	Description	21-22 Actuals
Certificated Staffing	14 FTE	1,599,329
Library Staff	3.9 FTE	242,594
MCMS Counseling	1.5 FTE	162,258
Music Program	3.7 FTE plus supplies	340,512
Nurse and Health Specialists	3.25 FTE	222,487
Science	Supplies	3,820
Technology Support and Instructional Coach	1.9 FTE	217,798
Other Supplies/Services		10,519
Total Expenditures		\$ 2,799,317

Contributions from the Unrestricted to Restricted

- ▶ Other than board-approved contributions, restricted programs should be self-sufficient and stay within revenues provided
- ▶ Below is a 5 year history of contributions to Special Education and Routine Restricted Maintenance Account

Description	2017-18 Actuals	2018-19 Actuals	2019-20 Actuals	2020-21 Actuals	2021-22 Actuals
Special Education	1,487,370	1,930,476	2,321,812	2,602,517	3,135,180
Routine Restricted Maintenance Account	540,751	540,751	773,171	727,813	853,479
Total Contributions	2,028,121	2,471,227	3,094,983	3,330,330	3,988,659

Contributions to Transportation

- ▶ Home to School Transportation funding is included as an “add-on” in LCFF calculation.
- ▶ The funded amount is equal to the amount the district received in 2012-13. LEAs must spend at least the amount spent in 2012-13 each year.
- ▶ Below is a 5 year history of total Transportation Revenue/Expenditures.

Description	2017-18 Actuals	2018-19 Actuals	2019-20 Actuals	2020-21 Actuals	2021-22 Actuals
LCFF Add-On: Home to School	157,573	157,573	157,573	157,573	157,573
LCFF Add-On: Special Education	139,399	139,399	139,399	139,399	139,399
Local Revenue (i.e. ticket sales, field trips, Marin Transit, etc.)	170,484	175,344	177,568	(35,856)	263,298
<i>Additional Contribution from Unrestricted for Home to School</i>	33,539	119,239	6,187	103,367	140,527
<i>Additional Contribution from Unrestricted for Special Education</i>	220,195	284,512	303,223	169,596	358,673
Total Revenue	721,190	876,067	783,950	534,079	1,059,471
Total Home to School Expenditures	361,596	452,156	341,328	225,084	561,423
Total Special Education Expenditures	359,594	423,911	442,622	308,995	498,072
Total Expenditures	721,190	876,067	783,950	534,079	1,059,495

General Fund Summary

- ▶ The District's 2021-22 unrestricted General Fund had an operating surplus of \$237,796 vs. an estimated deficit of \$52,087 as presented in the estimated actuals .
- ▶ The District's 2021-22 restricted General Fund had an operating surplus of \$149,799 instead of a deficit of \$1.2 million as presented in the estimated actuals. This is due to underspending with a plan to use in subsequent years.

2021-22 Unaudited Actuals			
Description	Unrestricted	Restricted	Total
Total Revenues	19,949,395	8,469,967	28,419,362
Total Expenditures	16,960,140	12,192,628	29,152,768
Excess/(Deficiency)	2,989,255	(3,722,661)	(733,406)
Other Sources/Uses	(2,751,459)	3,872,459	1,121,000
Net Increase/(Decrease)	237,796	149,799	387,594
Add: Beginning Fund Balance	3,696,821	1,618,055	5,314,876
Ending Fund Balance	3,934,616	1,767,854	5,702,470

Components of Estimated Ending General Fund Balance

- ▶ The General Fund ending fund balance is \$5.7 million. The components of the District's fund balance are as follows:
 - ▶ Revolving cash - \$3,000
 - ▶ Assignments
 - ▶ Future textbook adoption - \$300,000
 - ▶ Special education reserve - \$150,000
 - ▶ Pension stabilization reserve - \$75,000
 - ▶ Routine Restricted Maintenance reserve - \$150,000
 - ▶ Board Policy 3100 Additional reserve - \$2,040,100
 - ▶ Restricted programs - \$1,767,854
 - ▶ Economic uncertainty reserve - \$874,583
 - ▶ Unassigned fund balance is \$341,933

2021-22 Ending Fund Balances

- ▶ As illustrated below, all Funds have a positive ending fund balance at June 30, 2022

FUND	Balance June 30, 2021	Net Activity	Balance June 30, 2022
GENERAL (UNRESTRICTED & RESTRICTED)	\$5,314,876	\$387,594	\$5,702,470
CAFETERIA FUND	\$6,733	\$49,176	\$55,909
BUILDING FUND	\$60,986	(\$22,028)	\$38,958
CAPITAL FACILITIES	\$107,728	(\$66,960)	\$40,768
CAPITAL OUTLAY	\$3,291,318	\$133,653	\$3,424,971
BOND INTEREST & REDEMPTION	\$1,661,924	(\$637,931)	\$1,023,992
DEBT SERVICE FUND	\$49	(\$49)	\$0
SELF INSURANCE FUND	\$254,707	(\$7,619)	\$247,089
TOTAL	\$10,698,322	(\$164,164)	\$10,534,158



Next Steps



- ▶ Unaudited Actuals due to County Office of Education by September 15th
- ▶ Independent Audit due December 15th
- ▶ 2022-23 1st Interim due December 15th



Questions

