

2024-2025 Second Interim Budget Report

MVLA High School District

MVLA District Six-Year Goals 2023-2028

Improve academic achievement of all students equitably at ALL performance levels by:

- Aligning curriculum and grading systems with best practices to accomplish the desired improvement while increasing student engagement
- Cultivating a respectful caring school climate that promotes wellness and inclusion, develops life skills and self-expression
- Providing data-driven professional development that enhances student learning at all levels
- **Being fiscally responsible in budgeting while providing personnel and facilities that optimize teaching and learning**

Budget Development Process: Context - AB 1200

Legislation passed in 1991 that defined a system of fiscal accountability for school districts and county offices of education to prevent bankruptcy. The law requires districts to do multi-year financial projections; identify sources of funding for substantial cost increases, such as employee raises; and make public the cost implications of such increases before approving employee contracts. County offices review district budgets, and the state reviews countywide school districts. (EdSource.org)

AB1200 requires multiple budget reports and revisions throughout each fiscal year.

Purpose:

- detail changes to the previous budget in accordance with State Adopted Criteria and Standards
- communicate the overall financial condition of the District to the Governing Board, County Office of Education, State, and community, for the current fiscal period
- identify and explain changes from one revision to the next

Requires a three year multi-year projection

California K-12 School District Budget Cycle

Adopted Budget	June 30
First Interim Report	December 15
Second Interim Report	March 15
Unaudited Financial Actuals	September 15

Fiscal Year is July 1 - June 30

2024-2025 Unrestricted and Restricted Resources

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
Revenues:			
LCFF/Property Taxes	120,245,697	3,560,033	123,805,730
Federal Revenue	-	1,744,483	1,744,483
Other State Revenue	1,686,594	8,266,461	9,953,055
Other Local Revenue	7,868,163	2,751,109	10,619,272
Total Revenues	129,800,454	16,322,086	146,122,540

2024-2025 Unrestricted and Restricted Resources

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
Expenditures:			
Certificated Salaries (1000s)	47,988,705	8,853,926	56,842,631
Classified Salaries (2000s)	15,149,600	8,176,896	23,326,496
Employee Benefits (3000s)	26,757,096	13,465,436	40,222,532
Books & Supplies (4000s)	3,000,609	4,732,451	7,733,060
Operating Expenses (5000s)	11,062,144	7,205,898	18,268,012

2024-2025 Unrestricted and Restricted Resources

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
Capital Outlay	305,000	1,352,107	1,657,107
Other Outgo	262,102	-	262,102
Direct/Indirect Costs	(320,826)	34,487	(286,339)
Total Expenditures	104,204,400	43,821,201	148,025,602
Contributions to Restricted	(25,148,363)	25,148,363	-
Increase/(Decrease):	447,691	(2,350,752)	(1,903,061)

2024-2025 Unrestricted and Restricted Resources

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
Beginning Balance:	13,249,009	3,473,985	16,722,994
Non Spendable	13,700	-	13,700
Restricted	-	1,123,233	1,123,233
Assigned	9,242,231	-	9,242,231
Reserve for Econ. Uncertainty	4,440,768	-	4,440,768
Ending Fund Balance	13,696,699	1,123,233	14,819,933

District Reserve Levels

Current reserve level (Fund 01, 17 & 20)	2-months operating expenses (~17%)
\$28,435,677*	\$25,164,352

*GF= \$12,961,210, Fund 17= \$11,572,939, Fund 20= \$3,901,528

Variance - First Interim v. Second Interim

<u>Revenue:</u>	<u>First Interim</u>	<u>Second Interim</u>	<u>Variance</u>
LCFF/Property Taxes	123,528,881	123,805,730	276,846
Federal Revenue	1,699,679	1,744,483	44,804
Other State Revenue	9,912,739	9,953,055	40,316
Other Local Revenue	10,673,171	10,619,272	(53,899)
Total Revenue	145,814,471	146,122,540	308,069

Variance - First Interim v. Second Interim

<u>Expenditures:</u>	<u>First Interim</u>	<u>Second Interim</u>	<u>Variance</u>
Certificated Salaries	56,888,408	56,842,631	(45,777)
Classified Salaries	23,344,496	23,326,496	(18,000)
Employee Benefits	40,043,518	40,222,532	179,014
Books & Supplies	7,643,004	7,733,060	90,056
Operating Expenses	17,791,748	18,268,012	476,265
Capital Outlay	1,982,207	1,657,107	(325,100)

Variance - First Interim v. Second Interim

<u>Expenditures:</u>	<u>First Interim</u>	<u>Second Interim</u>	<u>Variance</u>
Other Outgo	262,102	262,102	-
Direct/Indirect Costs	(286,339)	(286,339)	-
Total Expenditures	147,669,144	148,025,602	356,458
Transfers out to other funds (OPEB)	-	-	
Change in Fund Balance	(1,854,673)	(1,903,061)	(48,388)

Historical Trends - Total Revenue

2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025*
\$102,101,485	\$114,525,816	\$119,557,892	\$134,152,410	\$140,963,789	\$146,122,540
3.7%	12.2%	4.4%	12.21%	5.1%	3.7%

**2nd Interim projection*

Historical Trends - Special Education

	<u>2020-2021</u>	<u>2021-2022</u>	<u>2022-2023</u>	<u>2023-2024</u>	<u>2024-2025</u>
Revenue:	\$3,347,023	\$4,417,387	\$5,197,558	\$5,164,347	\$5,442,405
Expenditures:	\$16,962,553	\$18,703,995	\$22,152,849	\$25,399,101	\$27,684,889
GF Contribution:	\$13,615,530	\$14,286,608	\$16,955,291	\$20,234,754	\$22,242,484

Significant Changes

1. Secured and Unsecured tax revenue remain the same as First Interim, per Santa Clara County estimates
2. Restricted Revenue - increase in Special Education revenue due to revised calculations from SELPA
3. Minimal changes in Certificated and Classified Salaries
 - Mid-year retirements and resignations accounted for
 - Vacant positions eliminated
 - Ongoing collaboration between Personnel and Business Services is providing updated information

Multi-Year Projection - Total Revenues

	2024-2025	2024-2025	2024-2025	2025-2026	2025-2026	2025-2026	2026-2027	2026-2027	2026-2027
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
LCFF/ Property Taxes	120,245,697	3,560,033	123,805,730	125,738,997	3,560,033	129,299,030	131,506,962	3,560,033	135,066,995
Federal Revenue	-	1,744,483	1,744,483	-	1,585,562	1,585,562	-	1,641,374	1,641,374
Other State Revenue	1,686,594	8,266,461	9,953,055	1,627,075	7,036,765	8,663,840	1,643,958	7,036,765	8,680,723
Other Local Revenue	7,868,163	2,751,109	10,619,272	7,505,086	2,801,109	10,306,195	7,505,086	2,851,109	10,356,195
Total Revenues	129,800,454	16,322,086	146,122,540	134,871,158	14,983,469	149,854,628	140,656,006	15,089,281	155,745,287

Multi-Year Projection - Total Expenditures

	2024-2025	2024-2025	2024-2025	2025-2026	2025-2026	2025-2026	2026-2027	2026-2027	2026-2027
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
Certificated Salaries	47,988,705	8,853,926	56,842,631	48,177,746	8,692,506	56,870,251	49,077,582	8,822,893	57,900,475
Classified Salaries	15,149,600	8,176,896	23,326,496	15,376,844	8,175,075	23,551,919	15,607,497	8,297,702	23,905,198
Employee Benefits	26,757,096	13,465,436	40,222,532	27,338,441	13,591,254	40,929,695	28,146,784	13,780,307	41,927,091
Books & Supplies	3,000,609	4,732,451	7,733,060	3,088,227	2,326,589	5,414,816	3,171,609	2,389,407	5,561,016
Operating Expenses	11,062,114	7,205,898	18,268,012	11,385,128	7,121,332	18,506,460	11,692,526	7,513,608	19,206,135
Capital Outlay	305,000	1,352,107	1,657,107	305,000	1,391,589	1,696,589	305,000	1,429,161	1,734,161

Multi-Year Projection - Total Expenditures continued

	2024-2025	2024-2025	2024-2025	2025-2026	2025-2026	2025-2026	2026-2027	2026-2027	2026-2027
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
Other Outgo	262,102	-	262,102	262,102	-	262,102	262,102	-	262,102
Direct/ Indirect Costs	(320,826)	34,487	(286,339)	(320,826)	34,487	(286,339)	(320,826)	34,487	(286,339)
Total Expenditures	104,204,400	43,821,201	148,025,602	105,612,661	41,332,833	146,945,494	107,942,274	42,267,566	150,209,840

Multi-Year Projection - Fund Balance

Increase/ (Decrease)	447,691	(2,350,752)	(1,903,061)	2,983,590	(74,456)	2,909,134	5,637,484	(102,037)	5,535,447
Ending Fund Balance	13,696,699	1,123,233	14,819,933	16,680,289	1,048,777	17,729,067	22,317,773	946,741	23,264,514

Cost of 1% Salary Increase

Classified	239,992
Certificated	609,511
Other Classified	36,011
Other Certificated	70,280
Total District	955,794

All Funds Spreadsheet

Mountain View Los Altos Union High School District 24-25 2nd Interim Budget																	
	General Unrestricted	Lottery	Transportation Unrestricted	Maint	Special Projects	Special Education	Total General Funds	Adult Education	Cafeteria	Special Reserve Other	Special Reserve OPEB	Building	GO Bonds Measure E	Capital Facilities	Special Reserve Other	Self Insurance	Total All Funds
	01	02	018	05	06	08		11	13	17	20	21-0	21-3	25	40	67	
Income																	
Revenue Limit	120,245,697	0	0	0	0	3,560,033	123,805,730	0	0	0	0	0	0	0	0	0	123,805,730
Federal Revenue	0	0	0	0	528,507	1,215,976	1,744,483	396,662	420,000	0	0	0	0	0	0	0	2,561,145
State Revenue	6,380,843	832,600	0	0	2,300,325	439,287	9,953,055	4,458,427	1,730,000	0	0	30,879,221	0	0	0	0	47,020,703
Local Revenue	7,868,163	0	0	0	2,524,000	227,109	10,619,272	1,509,270	8,700	300,000	200,000	360,000	1,800,000	1,800,000	25,000	985,000	17,607,242
Other Sources							0						0				0
Total Income	134,494,703	832,600	0	0	5,352,832	5,442,405	146,122,540	6,364,359	2,158,700	300,000	200,000	31,239,221	1,800,000	1,800,000	25,000	985,000	190,994,820
Expenses																	
Certificated	47,988,705	0	0	0	341,839	8,512,087	56,842,631	2,605,565	0	0	0	0	0	0	0	0	59,448,196
Classified	15,149,600	0	0	438,556	780,387	6,957,953	23,326,496	1,406,094	777,830	0	0	0	0	0	0	0	25,510,420
Benefits	31,451,345	832,600	0	259,229	465,770	7,213,588	40,222,532	1,525,140	354,713	0	0	0	0	0	0	0	42,102,385
Books & Supplies	3,000,609	0	0	1,054,601	3,504,788	173,062	7,733,060	510,082	1,171,000	0	0	0	0	0	150,000	0	9,564,142
Services	9,867,114	0	1,195,000	1,426,507	973,480	4,805,912	18,268,913	721,357	-11,165	0	0	5,000	0	485,000	0	745,000	20,213,205
Capital Outlay	305,000	0	0	1,152,107	200,000	0	1,657,107	0	0	0	0	0	37,388,100	480,000	0	0	39,525,207
Other Outgo	262,102	0	0	0	0	0	262,102	0	0	0	0	0	0	149,161	0	0	411,263
Direct/Indirect Costs	-320,826	0	0	0	12,200	22,287	-286,339	286,339	0	0	0	0	0	0	0	0	0
Other Uses	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Expenditures	107,703,649	832,600	1,195,000	4,331,000	6,278,464	27,684,889	148,025,602	7,054,577	2,292,378	0	0	5,000	37,388,100	1,114,161	150,000	745,000	196,774,818
Income less Expenses	26,791,054	0	-1,195,000	-4,331,000	-925,632	-22,242,484	-1,903,062	-690,218	-133,678	300,000	200,000	31,234,221	-35,588,100	685,839	-125,000	240,000	-5,779,998
Interfund Transfers																	
Transfers In	0	0	0	0	0	0	0	0	0	2,722,949	0	0	0	0	360,000	0	3,082,949
Transfers Out	0	0	0	0	0	0	0	0	0	0	-2,722,949	-360,000	0	0	0	0	-3,082,949
Contributions	-26,343,363	0	1,195,000	4,331,000	-1,425,121	22,242,484	0	0	0	0	0	0	0	0	0	0	0
All Other Sources/Uses	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Transfers	-26,343,363	0	1,195,000	4,331,000	-1,425,121	22,242,484	0	0	0	2,722,949	-2,722,949	-360,000	0	0	360,000	0	0
Net Increase (Decrease)	447,691	0	0	0	-2,350,753	0	-1,903,062	-690,218	-133,678	3,022,949	-2,522,949	30,874,221	-35,588,100	685,839	235,000	240,000	-5,779,998
Fund Balances																	
Beginning Balance	13,249,009				3,473,985	0	16,722,994	5,032,979	409,256	8,549,990	6,424,477	10,209,456	66,379,998	5,886,240	992,807	1,508,055	122,116,252
Non Spendable	13,700						13,700										13,700
Restricted	1,123,232				1,123,232		1,123,232	266,818	275,579			41,083,677	30,791,898	6,572,079	2,279	0	80,115,563
Prepaid	0				0		0					0	0	0	0	0	0
Assigned	9,242,229						9,242,229			11,572,939	3,901,528			1,225,528			25,942,224
Unassigned	0						0	4,075,943							1,748,055		5,823,998
Economic Uncertainty 3%	4,440,770						4,440,770				0	0	0	0	0	0	4,440,770
Ending Balance	13,696,700	0	0	0	1,123,232	0	14,819,932	4,342,761	275,579	11,572,939	3,901,528	41,083,677	30,791,898	6,572,079	1,227,807	1,748,055	116,336,255

Reserve for Eco. Uncertainty	\$ 4,440,770
23-24 Assigned Balances	
Instructional Materials	\$ 721,789
General Fund Reserve	\$ 8,520,440

For Information Only:	
Reserve Target (17%)	\$ 26,104,352
GF Assigned Reserve	\$ 8,520,440
Fund 17 Reserve	\$ 11,572,939
Fund 20	\$ 3,901,528
Current Total	\$ 23,994,907
Difference	\$ (1,100,445)

The Road Ahead...

- Monitor property tax growth projections and State budget proposals
- Monitor and submit reports for State and Federal funds
- Negotiations with DTA and CSEA
- Continue to work with Educational Services and Personnel to refine enrollment and staffing for 2025-2026
- Begin work on 2025-2026 budget and LCAP development

How to read SACS Forms

Form 01 = Funds 01-08 General Fund (Unrestricted and Restricted)

Form 11 = Fund 11 Adult Education

Form 13 = Fund 13 Cafeteria

Form 17 = Fund 17 Special Reserve (non-Capital Outlay Projects)

Form 20 = Fund 20 Other Postemployment Benefits (OPEB)

Form 21 = Fund 21 Building Fund (includes Measure E bond funds)

Form 25 = Fund 25 Capital Facilities (Developer Fees)

Form 40 = Fund 40 Special Reserve for Capital Outlay Projects

Form 67 = Fund 67 Self-Insurance (Dental)

Credit goes to...

Elvis Lopez	Fiscal Services Director
Daisy De La Cruz	Administrative Assistant II
Min Li	Accountant
Lerian Reloba	Payroll/Benefits Technician
Rachelle Herrera	Payroll/Benefits Technician
Emily Nguyen	Accounting Technician II
Susan Salvador	Accounting Technician II

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MVLA High School District