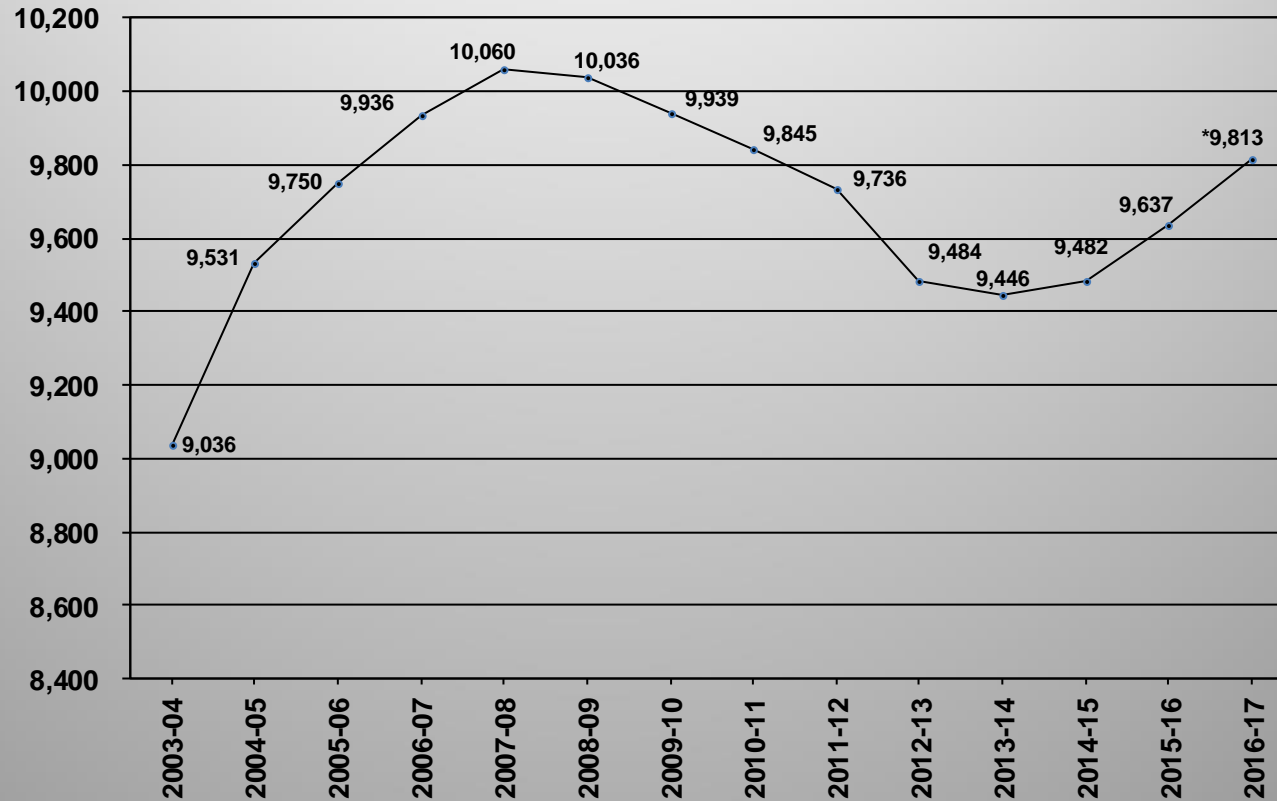




***2016/2017***  
***First Interim***  
***as of October 31, 2016***

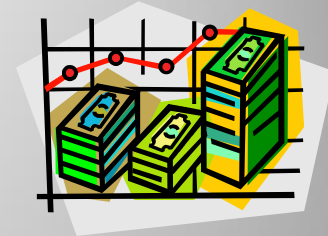
***Merced Union High School District***  
***December 14, 2016***

# ADA History (P-2)



\*Projection

# Local Control Funding Formula Components 2016/2017

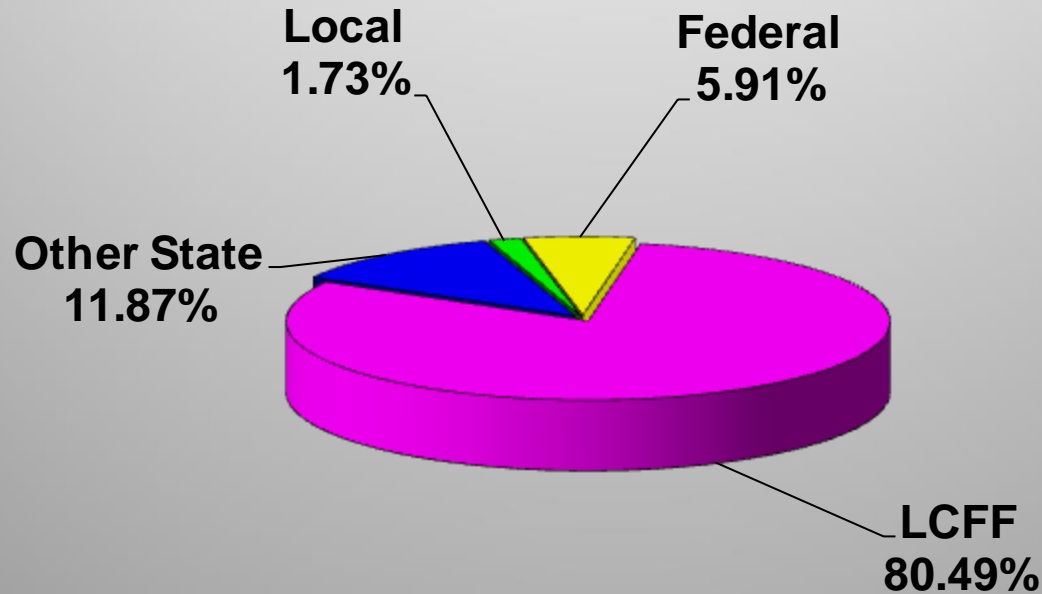


Item	Dollar Amount
State Aid	\$ 73,976,884
Education Protection Account	\$ 15,386,615
Local Property Taxes	\$ 17,215,777
Other Funds included in LCFF:	
Deferred Maintenance Fund	\$ (374,034)
<b>Total LCFF Funds</b>	<b>\$ 106,205,242</b>

# 2016/2017 Revenue

	2015/2016 Unaudited Actuals	2016/2017 Adopted Budget	2016/2017 First Interim	Change
LCFF	\$ 97,921,439	\$ 104,584,355	\$ 106,205,242	\$ 1,620,887
Federal Income	\$ 7,574,176	\$ 7,634,173	\$ 7,809,958	\$ 175,785
Other State Income	\$ 16,001,316	\$ 14,507,217	\$ 15,660,185	\$ 1,152,968
Other Local Income	\$ 2,641,166	\$ 2,217,271	\$ 2,275,709	\$ 58,438
<b>Subtotal</b>	<b>\$ 124,138,097</b>	<b>\$ 128,943,016</b>	<b>\$ 131,951,094</b>	<b>\$ 3,008,078</b>
Interfund Transfers In	\$ 4,468,373	\$ 285,000	\$ 285,000	\$ -
<b>Total</b>	<b>\$ 128,606,470</b>	<b>\$ 129,228,016</b>	<b>\$ 132,236,094</b>	<b>\$ 3,008,078</b>

# ***Projected Revenue 2016/2017 First Interim***





# Revenue Assumptions 2016/2017 First Interim

- ❑ ADA increased by 176 to 9,813 at First Interim - \$1.6 million increase in revenue from original budget.
- ❑ LCFF Summary of Increased Revenue:

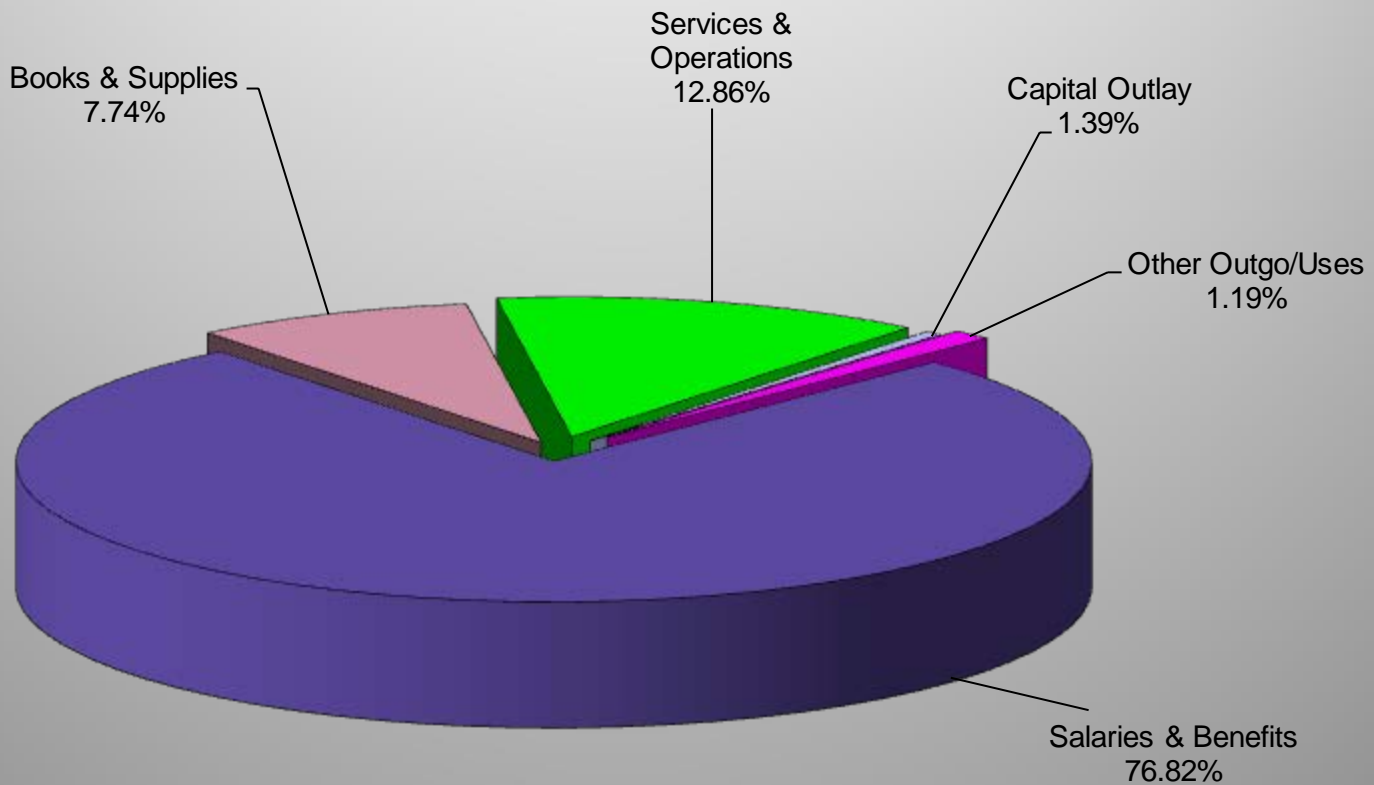
**New LCFF Funding:**

Base Funding	\$6.1 Million
Supplemental and Concentration	<u>\$1.9 Million</u>
Total Funding	<u>\$8.0 Million</u>

# 2016/2017 Expenses

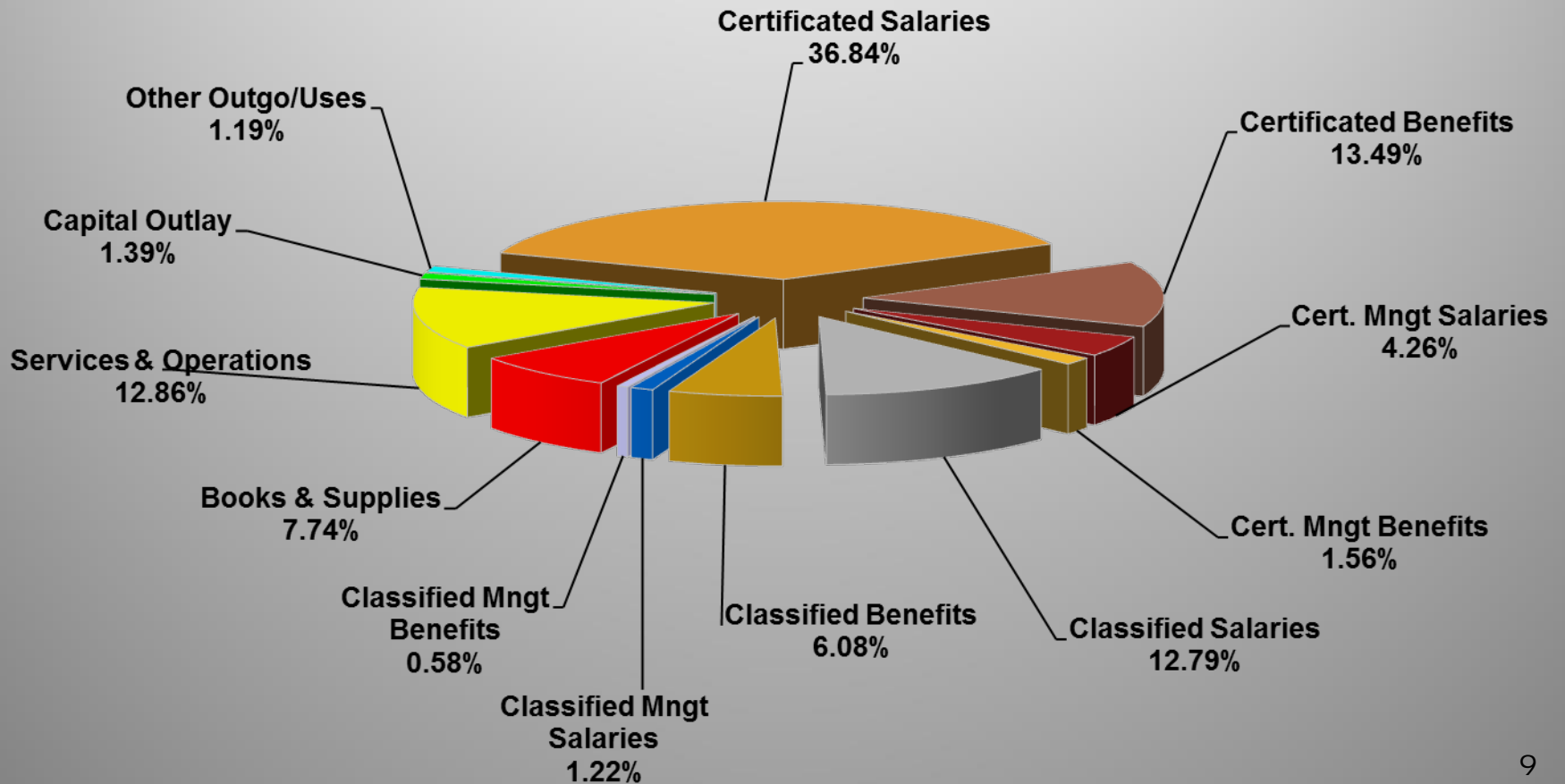
	2015/2016 Unaudited Actuals	2016/2017 Adopted Budget	2016/2017 First Interim	Change
Certificated Salaries	\$ 49,711,661	\$ 50,824,035	\$ 52,968,782	\$ 2,144,746
Classified Salaries	\$ 17,270,699	\$ 18,359,349	\$ 18,041,157	\$ (318,192)
Employee Benefits	\$ 24,333,886	\$ 27,461,616	\$ 27,984,391	\$ 522,776
Books & Supplies	\$ 7,207,576	\$ 10,215,402	\$ 9,967,330	\$ (248,072)
Services	\$ 13,479,420	\$ 14,720,627	\$ 16,574,129	\$ 1,853,502
Capital Outlay	\$ 2,163,933	\$ 1,673,790	\$ 1,793,850	\$ 120,060
Other Outgo	\$ 1,640,146	\$ 1,720,253	\$ 1,733,849	\$ 13,596
Direct Support/Indirect Costs	\$ (316,099)	\$ (196,544)	\$ (196,544)	\$ -
<b>Subtotal</b>	<b>\$ 115,491,222</b>	<b>\$ 124,778,527</b>	<b>\$128,866,944</b>	<b>\$ 4,088,416</b>
Interfund Transfers Out	\$ 8,277,473	\$ 6,597,634	\$ 4,597,634	\$ (2,000,000)
<b>Total</b>	<b>\$ 123,768,694</b>	<b>\$ 131,376,161</b>	<b>\$133,464,577</b>	<b>\$ 2,088,416</b>

# ***Projected Expenditures 2016/2017 First Interim***





# Projected Expenditures 2016/2017 First Interim





# Expenditure Assumptions 2016/2017 First Interim

Certificated Classroom sections increased by 57 (11.40 FTE) increasing salaries and benefits by \$1.0 million.

- Interfund Permanent Transfers Out:
  - Fund 12 – Child Development Fund - \$489,519
  - Fund 13 – Cafeteria – \$73,115
  - Fund 14 – Deferred Maintenance Fund - \$750,000
  - Fund 17 – Other than Capital Outlay - \$1,000,000
  - Fund 43 - Special Reserve – Capital Projects - \$2,000,000
- Interfund Temporary Transfers Out (Cash Loans):
  - Fund 13 - \$285,000

# Summary - First Interim

	2015/2016 Unaudited Actuals	2016/2017 Adopted Budget	2016/2017 First Interim	Change
Total Revenue plus Transfers In	\$128,606,469	\$129,228,016	\$132,236,094	\$3,008,078
Total Expenditures plus Transfers Out	\$123,768,694	\$131,376,161	\$133,464,577	\$2,088,416
<b>Excess(Deficiencies) Revenues over Expenditures</b>	\$4,837,775	(\$2,148,145)	(\$1,228,483)	

# General Fund Summary

	2015/2016 Unaudited Actuals	2016/2017 Adopted Budget	2016/2017 First Interim
TOTAL REVENUE	\$124,138,097	\$128,943,016	\$131,951,094
TOTAL EXPENSES	\$115,491,222	\$124,778,527	\$128,866,944
Excess (Deficiency) of Revenues Over Expenditures	\$8,646,875	\$4,164,489	\$3,084,150
Interfund Transfers-In	\$4,468,373	\$285,000	\$285,000
Interfund Transfers-Out	\$8,277,473	\$6,597,634	\$4,597,634
Net Increase/(Decrease)	\$4,837,775	(\$2,148,145)	(\$1,228,484)
Beginning Balance	\$8,893,039	\$13,730,815	\$13,730,815
Ending Balance	\$13,730,815	\$11,582,670	\$12,502,332

# Ending Balance Components

	2015/2016 Unaudited Actuals	2016/2017 Adopted Budget	2016/2017 First Interim
Components of Ending Fund Balance			
Nonspendable			
Revolving Cash	\$ 20,000	\$ -	\$ 20,000
Stores	142,100	-	200,000
Restricted	956,961	1,247,073	1,365,952
Assigned			
Other Assignments	6,366,243	4,932,274	3,893,533
Reserved for Economic Uncertainties	6,245,511	5,403,322	7,022,847
<b>Unappropriated</b>	<b>-</b>	<b>-</b>	<b>-</b>

# Ending Balance Components and Assignments 2016/2017 First Interim

<b>Ending Balance</b>		\$ 12,502,332
<b>Revolving Cash and Stores</b>		220,000
<b>Restricted Ending Balances</b>		1,365,952
<b>Other Assignments:</b>		
LCAP Professional Development	\$ 74,000	
Retiree Self-Pay	140,901	
Chromebook Repair	35,017	
Site Savings	175,000	
One-time State Funds	1,989,839	
Computer Refresh	332,668	
Sp.Ed. Food Sales	498	
Microsoft Settlement	33,336	
E-Rate	61,820	
Instructional Program Support	30,452	
Safety	20,000	
Supplemental and Concentration	1,000,000	
<b>Total Other Assignments</b>		3,893,533
<b>Economic Uncertainties</b>		7,022,847
<b>Unassigned</b>		\$ -

# ***Subsequent Year Projections Revenue Assumptions 2017/2018 & 2018/2019***

- Additional projected LCFF funding for:

2017/2018	Base Funding	\$0.7 Million
	Supplemental & Concentration	<u>\$3.8 Million</u>
	Total Increase	<u><u>\$4.5 Million</u></u>
2018/2019	Base Funding	\$1.0 Million
	Supplemental & Concentration	<u>\$0.3 Million</u>
	Total Increase	<u><u>\$1.3 Million</u></u>

- No projected change in budgeted ADA for 2017/2018 and 2018/2019.
- LCFF and Other State revenues increased by:
  - 2017/2018 – 1.11% COLA
  - 2018/2019 – 2.42% COLA



# ***Subsequent Year Projections Revenue Assumptions 2017/2018 & 2018/2019***

- ❑ Increased STRS 2017-18 - \$189,304  
2018-19 - \$192,144
  
- ❑ Increased PERS 2017-18 - \$29,042  
2018-19 - \$29,258
  
- ❑ 1.5% step and column increase for 2017/2018 and 2018/2019



# General Fund Summary Projection Combined

	2016/2017 Adopted Budget	2016/2017 First Interim	2017/2018 Projected Budget	2018/2019 Projected Budget
TOTAL REVENUE	\$128,943,016	\$131,951,094	\$134,090,973	\$134,727,232
TOTAL EXPENSES	\$124,778,527	\$128,866,944	\$127,089,138	\$128,202,584
Excess (Deficiency) of Revenues Over Expenditures	\$4,164,489	\$3,084,150	\$7,001,835	\$6,524,648
Interfund Transfers-In	\$285,000	\$285,000	\$285,000	\$285,000
Interfund Transfers-Out	\$6,597,634	\$4,597,634	\$6,597,634	\$6,597,634
Other Financing Sources/Uses				
Net Increase/(Decrease)	(\$2,148,145)	(\$1,228,484)	\$689,201	\$212,014
Beginning Balance	\$13,730,815	\$13,730,815	\$12,502,332	\$13,191,533
Ending Balance	\$11,582,670	\$12,502,332	\$13,191,533	\$13,403,547

# Projected Ending Balance Components

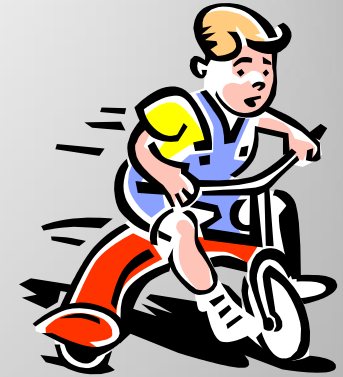
		2016/2017 Adopted Budget	2016/2017 First Interim	2017/2018 Projected Budget	2018/2019 Projected Budget
<b>Components of Ending Fund Balance</b>					
<b>Nonspendable</b>					
Revolving Cash		\$ -	\$ 20,000	\$ 20,000	\$ 20,000
Stores		\$ -	\$ 200,000	\$ 200,000	\$ 200,000
Restricted		\$ 1,247,073	\$ 1,365,952	\$ 1,119,091	\$ 1,471,340
<b>Assigned</b>					
Other Assignments		\$ 4,932,274	\$ 3,893,533	\$ 4,807,375	\$ 4,555,794
Reserved for Economic Uncertainties		\$ 5,403,322	\$ 7,022,847	\$ 7,045,066	\$ 7,156,411
<b>Unappropriated</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

# Adult Education Fund 11.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 330,091	\$ 284,148	\$ 284,148	\$ -
<i>Total Revenue</i>	\$ 2,468,048	\$ 2,367,526	\$ 2,381,204	\$ 13,678
<i>Total Expenditures</i>	\$ 2,513,991	\$ 2,607,239	\$ 2,596,631	\$ (10,608)
<i>Ending Balance</i>	\$ 284,148	\$ 44,435	\$ 68,721	\$ 24,286

# Child Development Fund 12.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 74,694	\$ 85,097	\$ 85,097	\$ -
<i>Total Revenue</i>	\$ 507,719	\$ 514,985	\$ 514,985	\$ -
<i>Total Expenditures</i>	\$ 497,316	\$ 485,038	\$ 508,590	\$ 23,552
<i>Ending Balance</i>	\$ 85,097	\$ 115,044	\$ 91,492	\$ (23,552)

# Cafeteria/Food Services

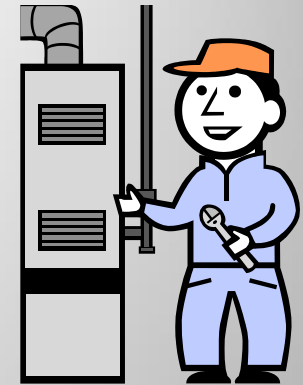
## Fund 13.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 252,922	\$ 98,424	\$ 98,424	\$ -
<i>Total Revenue</i>	\$ 5,447,030	\$ 5,139,595	\$ 5,139,595	\$ -
<i>Total Expenditures</i>	\$ 5,601,528	\$ 5,194,686	\$ 5,238,019	\$ 43,333
<i>Ending Balance</i>	\$ 98,424	\$ 43,333	\$ -	\$ (43,333)

# Deferred Maintenance

## Fund 14.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 235,002	\$ 329,937	\$ 329,937	\$ -
<i>Total Revenue</i>	\$ 1,127,511	\$ 1,126,034	\$ 1,126,034	\$ -
<i>Total Expenditures</i>	\$ 1,032,576	\$ 1,213,140	\$ 1,213,140	\$ -
<i>Ending Balance</i>	\$ 329,937	\$ 242,831	\$ 242,831	\$ -

# Pupil Transportation Equipment Fund 15.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 236	\$ 100,238	\$ 100,238	\$ -
<i>Total Revenue</i>	\$ 100,002	\$ 2	\$ 2	\$ -
<i>Total Expenditures</i>	\$ -	\$ -	\$ -	\$ -
<i>Ending Balance</i>	\$ 100,238	\$ 100,240	\$ 100,240	\$ -

# Special Reserve, Other Than Capital Outlay Projects Fund 17.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 5,526,006	\$ 5,303,611	\$ 5,303,611	\$ -
<i>Total Revenue</i>	\$ 3,155,605	\$ 1,020,000	\$ 1,020,000	\$ -
<i>Total Expenditures</i>	\$ 3,378,000	\$ -	\$ -	\$ -
<i>Ending Balance</i>	\$ 5,303,611	\$ 6,323,611	\$ 6,323,611	\$ -



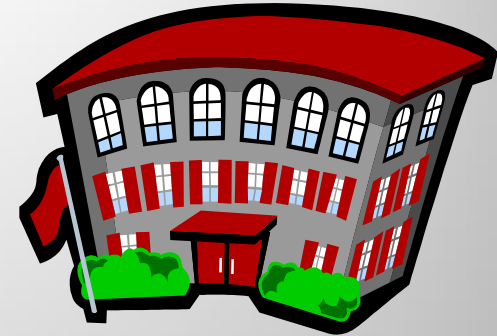
# Special Reserve, Postemployment Benefits Fund 20.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 5,414,164	\$ 5,608,648	\$ 5,608,648	\$ -
<i>Total Revenue</i>	\$ 1,050,599	\$ 1,045,000	\$ 45,000	\$ (1,000,000)
<i>Total Expenditures</i>	\$ 856,115	\$ -	\$ -	\$ -
<i>Ending Balance</i>	\$ 5,608,648	\$ 6,653,648	\$ 5,653,648	\$ (1,000,000)

# Building Fund

## Fund 21.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 104,913	\$ 17,295,300	\$ 17,295,300	\$ -
<i>Total Revenue</i>	\$ 18,173,108	\$ 40,397	\$ 4,787,893	\$ 4,747,496
<i>Total Expenditures</i>	\$ 982,721	\$ 14,645,653	\$ 22,083,193	\$ 7,437,540
<i>Ending Balance</i>	\$ 17,295,300	\$ 2,690,044	\$ -	\$ (2,690,044)

# Capital Facilities

## Fund 25.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 1,747,151	\$ 2,512,515	\$ 2,512,515	\$ -
<i>Total Revenue</i>	\$ 808,390	\$ 710,000	\$ 710,000	\$ -
<i>Total Expenditures</i>	\$ 43,026	\$ 35,526	\$ 2,579,585	\$ 2,544,059
<i>Ending Balance</i>	\$ 2,512,515	\$ 3,186,989	\$ 642,930	\$ (2,544,059)

# County School Facilities

## (New Construction & Modernization)

### Fund 35.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 695,143	\$ 687,175	\$ 687,175	\$ -
<i>Total Revenue</i>	\$ 11,706	\$ 4,760	\$ 4,760	\$ -
<i>Total Expenditures</i>	\$ 19,674	\$ 461,405	\$ 462,905	\$ 1,500
<i>Ending Balance</i>	\$ 687,175	\$ 230,530	\$ 229,030	\$ (1,500)

# Special Reserve for Capital Projects Fund 43.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 88,581	\$ 1,052,845	\$ 1,052,845	\$ -
<i>Total Revenue</i>	\$ 1,820,484	\$ 3,008,520	\$ 2,008,520	\$ (1,000,000)
<i>Total Expenditures</i>	\$ 856,220	\$ 25,020	\$ 2,435,449	\$ 2,410,429
<i>Ending Balance</i>	\$ 1,052,845	\$ 4,036,345	\$ 625,916	\$ (3,410,429)

# Bond Interest/Redemption Fund 51.0



<i>Description</i>	<i>2015/2016 Unaudited Actuals</i>	<i>2016/2017 Adopted Budget</i>	<i>2016/2017 First Interim</i>	<i>Change</i>
<i>Beginning Balance</i>	\$ 10,045,707	\$ 11,802,208	\$ 11,802,208	\$ -
<i>Total Revenue</i>	\$ 6,888,104	\$ 4,966,246	\$ 4,966,246	\$ -
<i>Total Expenditures</i>	\$ 5,131,603	\$ 3,779,039	\$ 3,779,039	\$ -
<i>Ending Balance</i>	\$ 11,802,208	\$ 12,989,415	\$ 12,989,415	\$ -

Reminder: Control over this fund resides with Merced County.



# ***District Certification of First Interim Report***

## **X POSITIVE CERTIFICATION**

As president of the governing Board of the MUHSD, I certify that based upon current projections MUHSD will be able to meet its financial obligations for the current fiscal year and subsequent two fiscal years.

## **QUALIFIED CERTIFICATION**

As president of the governing Board of the MUHSD, I certify that based upon current projections MUHSD may not meet its financial obligations for the current fiscal year or two subsequent fiscal years.

## **NEGATIVE CERTIFICATION**

As president of the governing Board of the MUHSD, I certify that based upon current projections MUHSD will be unable to meet its financial obligations for the remainder of the fiscal year or for the subsequent fiscal year.