

Del Mar Union School District

2007/08 First Interim Report

NARRATIVE

RESTRICTED AND UNRESTRICTED FUND SUMMARY

The following narrative explains changes that have occurred in the District's 2007/08 Budget since the Board approved the 2007/08 Adopted Budget at the June 27, 2007 Board meeting.

Income

Property Tax and Revenue Limit Sources **\$1,121,910**

The District's 07-08 Adopted Budget included a 5% increase in property taxes over the 06-07 budgeted property taxes. The estimates received from the County Tax Assessor were higher than the adopted budget amount. The increase to \$29,325,926 for all revenue limit sources brings the budget up to the County Tax Assessor's estimate.

Federal Revenue **-\$23,050**

Special education revenues reduced due to decreased funding levels.

State Revenue **\$196,180**

Increase in State funding was to adjust estimated funding levels to California Department of Education apportionment documents as of October 31, 2007.

Local Revenue **\$620,703**

The JPA released to the District \$255,946 of surplus equity that was being held in the Worker's Compensation Fund. The Special Education funding from NCSSE was increased due to higher student enrollment. The balance is various site donations that are approved by the board monthly.

Expenditures

Certificated Salaries **\$988,824**

At the time of budget adoption, the District and DMCTA had not begun negotiations for the 07-08 school year. At the August Regular Board Meeting, the board approved the AB1200 which gave staff a 4.03% increase on the salary schedules. This increase is reflected on the AB1200 and here at First Interim.

Classified Salaries **\$542,548**

At the time of budget adoption, the District and DMCTA had not begun negotiations for the 07-08 school year. At the August Regular Board Meeting, the board approved the AB1200 which gave staff a 4.03% increase on the salary schedules. This increase is reflected on the AB1200 and here at First Interim.

Employee Benefits **\$103,174**

Although, the health benefit cap was not increased during negotiations, there are statutory payroll expenses that increase as payroll increases. These expenses include PERS, STRS, and other related payroll taxes.

Books and Supplies **\$1,097,569**

Books and supplies increased at First Interim due to carryover balances in categorical programs and site fundraising. The amount of the restricted categorical programs and site fundraising carryover were reported on the 06-07 Unaudited Actuals.

Services and Other Operating Expenditures **\$503,377**

Services and Other Operating Expenditures increased at First Interim due to carryover balances in categorical programs and site fundraising. The amount of the restricted categorical programs and site fundraising carryover were reported on the 06-07 Unaudited Actuals

Capital Outlay **\$85,912**

Capital Outlay increased at First Interim due to carryover balances in categorical programs and site fundraising. The amount of the restricted categorical programs and site fundraising carryover were reported on the 06-07 Unaudited Actuals. A large part of the carryover balances were earmarked for computer purchases.

Other Outgo **-\$13,878**

Capital leases for copy machines were renewed after budget adoption. The new leases were at a lower monthly payment than the previous leases.

Transfers of Indirect/Direct Support **No change**

The \$22,121 is to allocate General Fund support to the Cafeteria Fund. This amount is an estimate and will be adjusted and year-end.

Other Financing Sources and Uses **-\$239,204**

The district was able to reduce the required contribution to the Deferred Maintenance Fund. Also the \$255,946 listed above in local revenue was transferred to the Special Reserve for Other Than Capital Outlay in the 17-42 Fund.

Projected Ending Balance

Ending Balance **-\$1,630,967**

The ending balance is projected to decrease an additional \$1,630,967 since Budget Adoption on June 27, 2008. \$1,179,897 is carryover for categorical programs. \$268,116 is the carryover from site based programs. \$99,226 is the increase to economic uncertainties. \$83,728 is the net effect of other board approved transactions such as the AB1200 and other miscellaneous contracts.