2017-2018 Unaudited Actuals

<table>
<thead>
<tr>
<th></th>
<th>2016-17</th>
<th>2017-18</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unrestricted Beginning Balance</td>
<td>148,062</td>
<td>322,835</td>
</tr>
<tr>
<td>Unrestricted Ending Balance</td>
<td>322,835</td>
<td>515,027</td>
</tr>
<tr>
<td>Assigned for Textbooks</td>
<td>0</td>
<td>-472,879</td>
</tr>
<tr>
<td>Non-spendable</td>
<td>-10,750</td>
<td>-22,362</td>
</tr>
<tr>
<td>Reserve for Economic Uncertainties</td>
<td>312,085</td>
<td>19,787</td>
</tr>
<tr>
<td>Special Reserve Fund</td>
<td>3,184,601</td>
<td>3,233,728</td>
</tr>
<tr>
<td>TOTAL Reserves</td>
<td>3,496,686</td>
<td>3,253,514</td>
</tr>
<tr>
<td>Total General Fund Expense &amp; Trf Out</td>
<td>53,690,698</td>
<td>56,250,481</td>
</tr>
<tr>
<td>Reserve Percentage</td>
<td>6.5%</td>
<td>5.8%</td>
</tr>
</tbody>
</table>
History of Property Taxes

<table>
<thead>
<tr>
<th>Year</th>
<th>Amount (in)</th>
<th>Growth Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>12-13</td>
<td>34,442,364</td>
<td>0.6%</td>
</tr>
<tr>
<td>13-14</td>
<td>34,653,762</td>
<td>6.4%</td>
</tr>
<tr>
<td>14-15</td>
<td>36,884,811</td>
<td>7.9%</td>
</tr>
<tr>
<td>15-16</td>
<td>39,803,523</td>
<td>6.1%</td>
</tr>
<tr>
<td>16-17</td>
<td>42,222,249</td>
<td>5.0%</td>
</tr>
<tr>
<td>17-18</td>
<td>44,319,357</td>
<td></td>
</tr>
</tbody>
</table>
### 2018-19 Property Tax Projections

<table>
<thead>
<tr>
<th></th>
<th>Secured</th>
<th>HOPTR</th>
<th>Unsecured</th>
<th>Misc</th>
<th>RDA Pass Thru</th>
<th>TOTAL</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Santa Clara County</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Assessor's Estimate</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>18-19 Estimate</td>
<td>41,235,000</td>
<td>174,000</td>
<td>2,553,000</td>
<td>3,200</td>
<td>74,000</td>
<td>44,039,200</td>
</tr>
<tr>
<td>17-18 Actual</td>
<td>38,643,572</td>
<td>177,310</td>
<td>2,660,968</td>
<td>3,199</td>
<td>78,405</td>
<td>41,563,454</td>
</tr>
<tr>
<td><strong>% Change</strong></td>
<td>6.71%</td>
<td>-1.87%</td>
<td>-4.06%</td>
<td>0.03%</td>
<td>-5.62%</td>
<td>5.96%</td>
</tr>
<tr>
<td>Plus 2% for Santa Cruz - No Assessor's Estimate</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>18-19 Estimate</td>
<td>2,739,787</td>
<td>16,466</td>
<td>51,818</td>
<td>2,957</td>
<td>-</td>
<td>2,811,028</td>
</tr>
<tr>
<td>17-18 Actual</td>
<td>2,686,066</td>
<td>16,143</td>
<td>50,802</td>
<td>2,899</td>
<td>-</td>
<td>2,755,910</td>
</tr>
<tr>
<td><strong>% Change</strong></td>
<td>2.00%</td>
<td>2.00%</td>
<td>2.00%</td>
<td>2.00%</td>
<td></td>
<td>2.00%</td>
</tr>
<tr>
<td><strong>COMBINED</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>18-19 Estimate</td>
<td>43,974,787</td>
<td>190,466</td>
<td>2,604,818</td>
<td>6,157</td>
<td>74,000</td>
<td>46,850,228</td>
</tr>
<tr>
<td>17-18 Actual</td>
<td>41,329,638</td>
<td>193,453</td>
<td>2,711,770</td>
<td>6,098</td>
<td>78,405</td>
<td>44,319,364</td>
</tr>
<tr>
<td><strong>% Change</strong></td>
<td>6.40%</td>
<td>-1.54%</td>
<td>-3.94%</td>
<td>0.97%</td>
<td>-5.62%</td>
<td><strong>5.71%</strong></td>
</tr>
</tbody>
</table>
Budget Challenges - Little District Control

• Residual redevelopment funding all restricted
• Retirement cost escalations (total dollar cost up 300% in 8 years)
• Health and Welfare (cost increases usually greater than tax increases)
Residual Redevelopment is Restricted

Before
- To Fund 40
- To Fund 14
- Stays in Fund 01 (unrestricted)

1.1 Million for COPS and Turf
175 K For Deferred Maintenance

2.1 million in residual RDA can no longer be accounted for as unrestricted

Now
- To Fund 40
- To Fund 14

1.1 Million for COPS and Turf
Remainder to Deferred Maintenance (move qualifying maintenance expense)
Budget Challenges – District Control

• Facility use fees are mostly in the Special Reserve for Capital Outlay
• General Fund contribution to Maintenance going up faster than tax revenue
  • Staff tasked with analysis of how to control maintenance costs. Can shift some costs to Deferred Maintenance or to the Special Reserve for Capital Outlay
• Contribution to the Cafeteria Fund is rising
  • Staff to analyze program to ensure it is cost neutral
• Special Education costs are rising faster than tax revenue
  • These costs are harder to control however we have had success with reigning in transportation costs and continue to find ways to deliver programs efficiently
• Staff will bring recommendations to the board and report on efforts and plans to control costs