

FIRST INTERIM REPORT 2016-2017 LCAP ALIGNMENT



November 16, 2016

PSD Guiding Principle

***A Balanced investment in
People, Operations & Programs
for the benefit of our students***

PSD Budget Aligned with LCAP

- LCAP Metrics & Preliminary Budget Update reviewed during October 19, 2016 Study Session

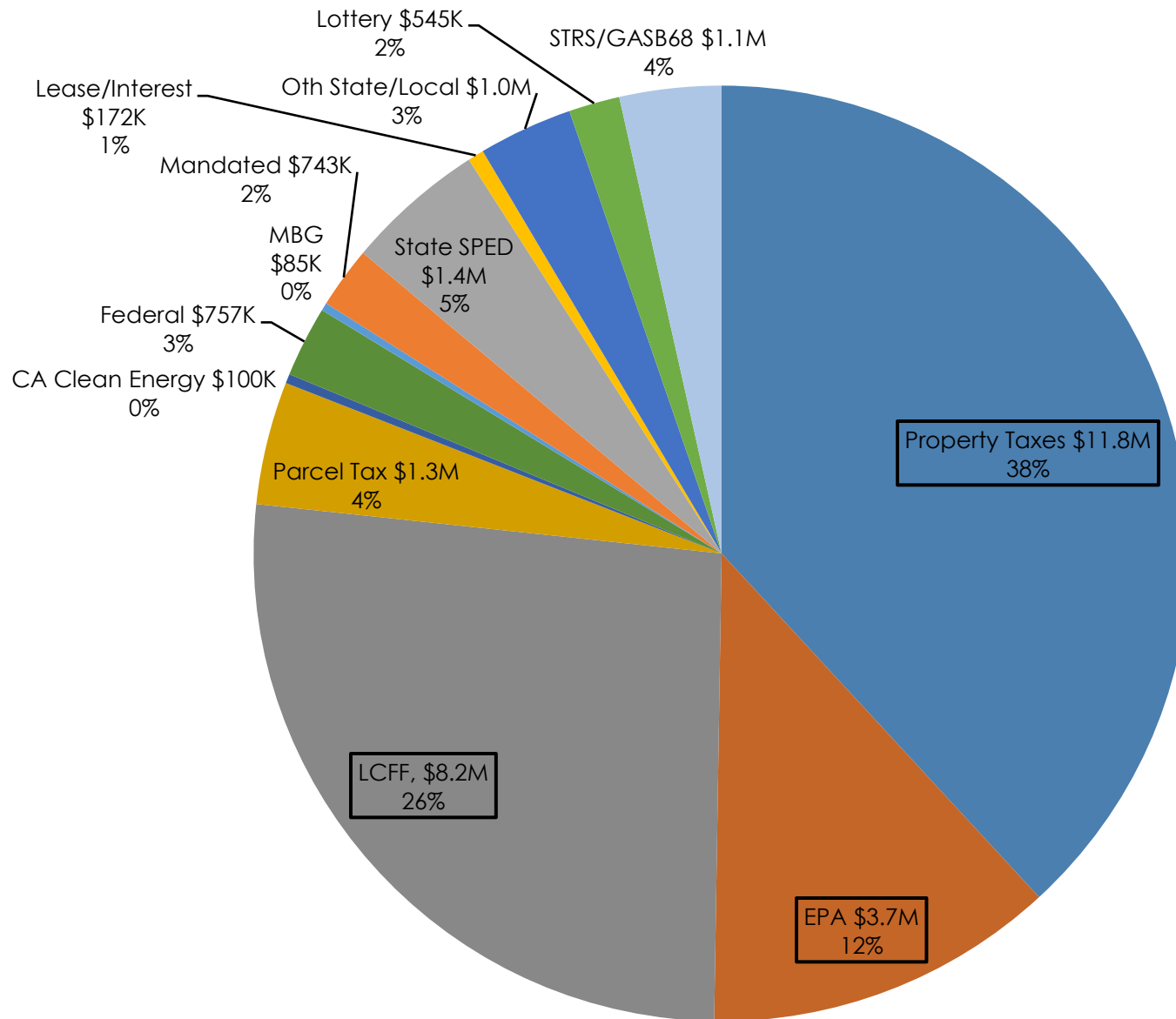
First Interim Report

- Positive Certification
 - Criteria & Standards & Fiscal Indicators
- Actual Expenditures as of October 31, 2016
- Budget Updated with current revenue & expenditure projections
- 2015-2016 Carryover Balances (unspent funds) now included in the 2016-2017 Budget

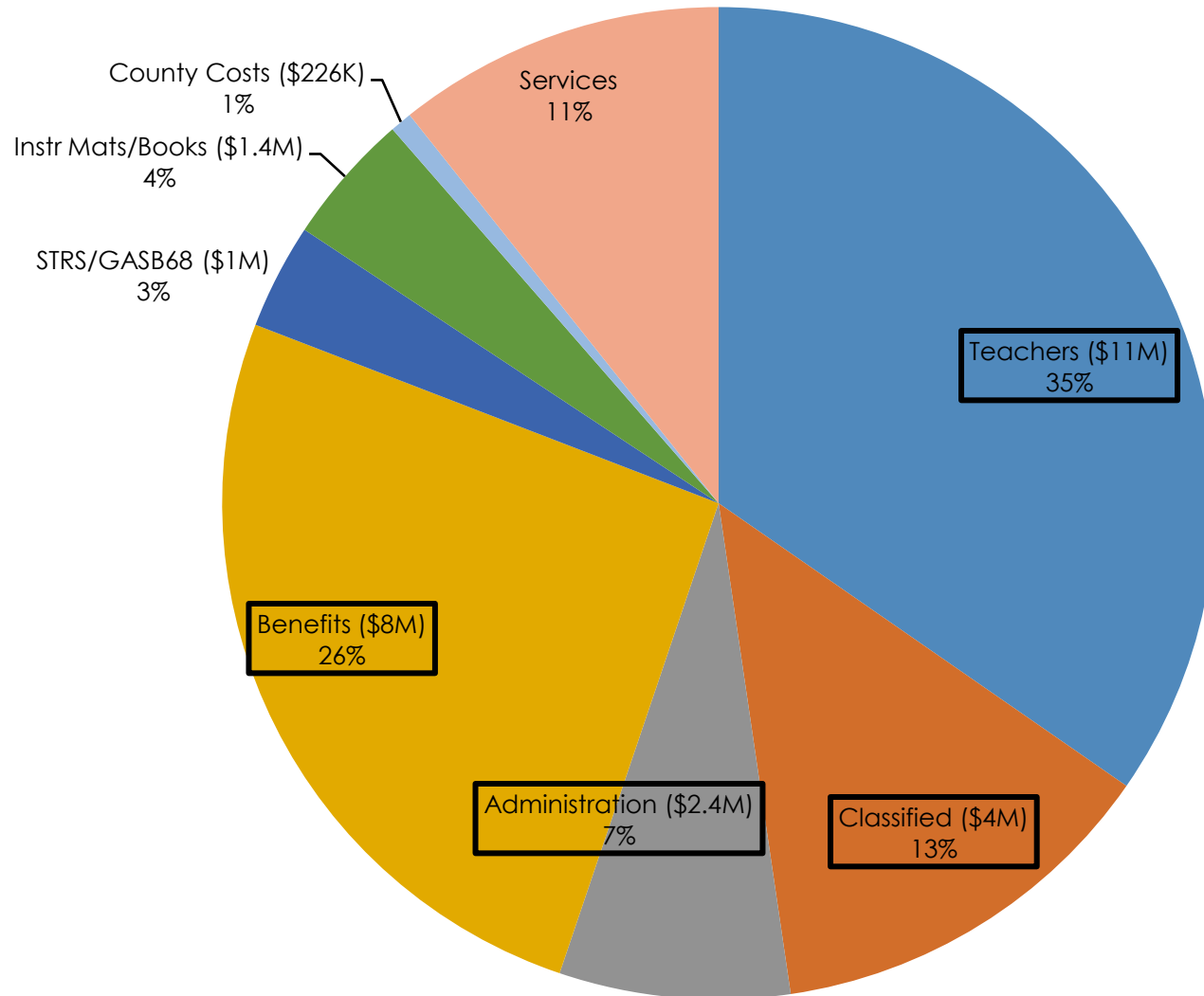
Budget Update-Changes from Final State Budget

	January Proposal	May Revision	June Budget/First Interim
State COLA	.47%	0%	0%
LCFF GAP %	49.08%	54.84%	54.18%
PSD funded ADA (PY16)	3079	3079	3079
LCFF Increase	\$1.0M	\$1.03M	\$997K
LCFF Supplemental	\$1.0M	\$1.0M	\$1.0M
Min. Proportionality	4.6%	4.6%	4.6%
One Time Funds-Mandate	\$214/ADA=\$658K	\$237/ADA = \$726K	\$214/ADA = \$658K

PSD 2016-2017 Revenues Breakdown



PSD 2016-2017 Expenditures Breakdown



Total Personnel Costs = 81%

2016-17 One time Expenditures

Source of Funds: State One Time –Old Mandate Fund Reimbursements and Balance of Funds from Capital Outlay Fund:	
<u>Item</u>	<u>Amount</u>
Ocean Shore Roof	\$413K
Seismic Shut off Valves	\$ 38K
Communication Systems	\$220K
Auto External Defibrulators	\$ 16K
Total Expenditures	\$687K

Note: Board allocated above funds during the May 2016 Budget Study Session

2016-17 Budget Considerations

- Monitor the impact
 - Changes in health benefits (Jan 2017)
 - STRS/PERS Increases to Employer Contributions
- Instructional Needs
 - Implementation of new curriculum: Materials
 - Technology: Maintenance of Devices

Pacifica School District

Parcel Tax Update - October 2016

Parcel Tax Revenues

2015-16

2016-17

Prior Year Balance of Parcel Tax Funds

\$91,072

\$83,694

Current Year Projected Funds

\$1,299,632

\$1,316,054

Total Parcel Tax Funds Available

\$1,390,704

\$1,399,748

Parcel Tax Expenditures

Teachers Salaries (10 Positions 16-17)

\$985,000

\$750,000

Teacher Support

\$60,000

\$65,000

Library Media (4 hours per site+lead)

\$67,101

\$194,612

Counseling Program (2.4 Positions)

\$82,328

\$186,852

Outdoor Education

\$112,580

\$111,511

School Gardens

\$8,131

Library Books

\$35,000

Total Parcel Tax Expenditures as of June 30

\$1,307,010

\$1,351,106

Balance in Parcel Tax Fund as of June 30

\$83,694

\$48,642

Multi Year Considerations

- Revenues that Sunset
 - Prop 30 (EPA) = 12% of Budget
- STRS Increases to Employer Contributions
 - 17-18 = 1.85% (\$222K)
 - 18-19 = 1.85% (\$230K)
- PERS Increases to Employer Contributions
 - 17-18 = 3.55% (\$150K)
 - 18-19 = 1.6% (\$70K)

Multi Year Considerations

- Enrollment Trends
- Support for Other Funds:
 - Child Nutrition
 - Deferred Maintenance
- Governor's Budget 2017-2018

Multi Year Estimates

Unrestricted General Fund Summary	2016-2017	2017-2018	2018-2019
Beginning Fund Balance July 1	\$2,292,053	\$1,807,703	\$1,434,901
REVENUES	\$24,956,601	\$24,552,418	\$24,897,170
EXPENDITURES	\$25,440,951	\$24,925,220	\$25,164,742
EXCESS (DEFICIENCY) OF REVENUE	(\$484,350)	(\$372,802)	(\$267,572)
Ending Fund Balance June 30	\$1,807,703	\$1,434,901	\$1,167,329
LESS: Reserve for Economic Uncertainty	\$1,190,093	\$1,143,222	\$1,154,603
Revolving Cash Account	\$7,500	\$7,500	\$7,500
Unallocated Funds:	\$610,110	\$284,179	\$5,226
<i>Special Reserve Fund 17</i>	\$ 725,000	\$ 730,000	\$ 735,000
<i>Total Reserves all Funds</i>	\$2,525,203	\$2,157,401	\$1,894,829
Reserve Percentage	7.89%	6.91%	6.03%

Reserves

- Cash Management – avoid cost of borrowings
- Fluctuation in Enrollment
- Flexibility to absorb unanticipated expenditure
- Protection against expiration of temporary taxes (Prop 30 & Parcel Tax)
- Protect against exposure to significant one time outlay (disaster, lawsuit)
- Protection against volatility in state funding

Certification of Financial Condition

- **Positive Certification:**

The District will meet its financial obligations for the current year, and the two subsequent fiscal years.

Next Steps:

- Second Interim Reporting Period – January 31, 2017
- Governors January Proposal for 2017-2018
 - -Begin planning for 2018



Questions/Board Discussion