

# 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

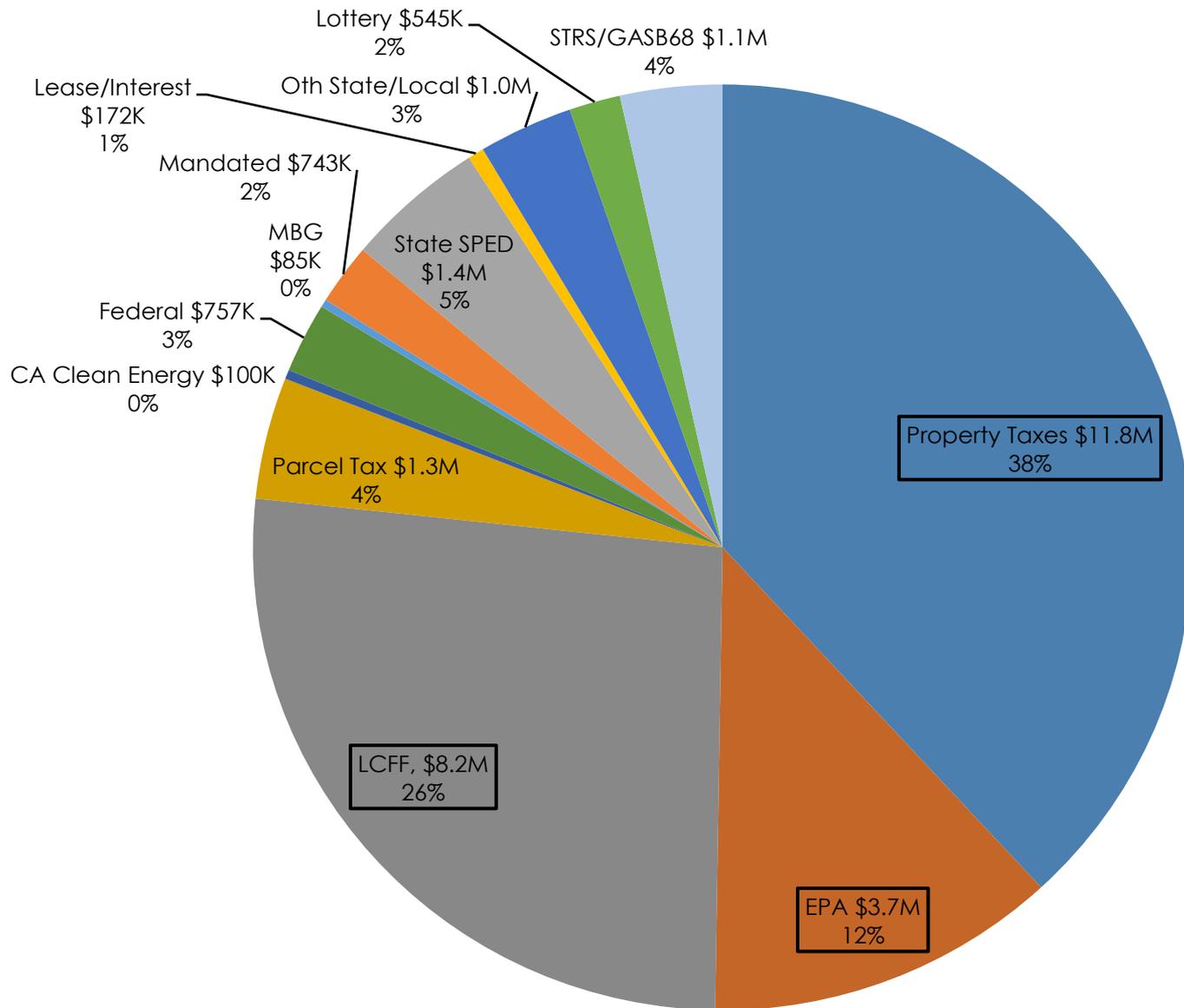
# First Interim Report

- 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

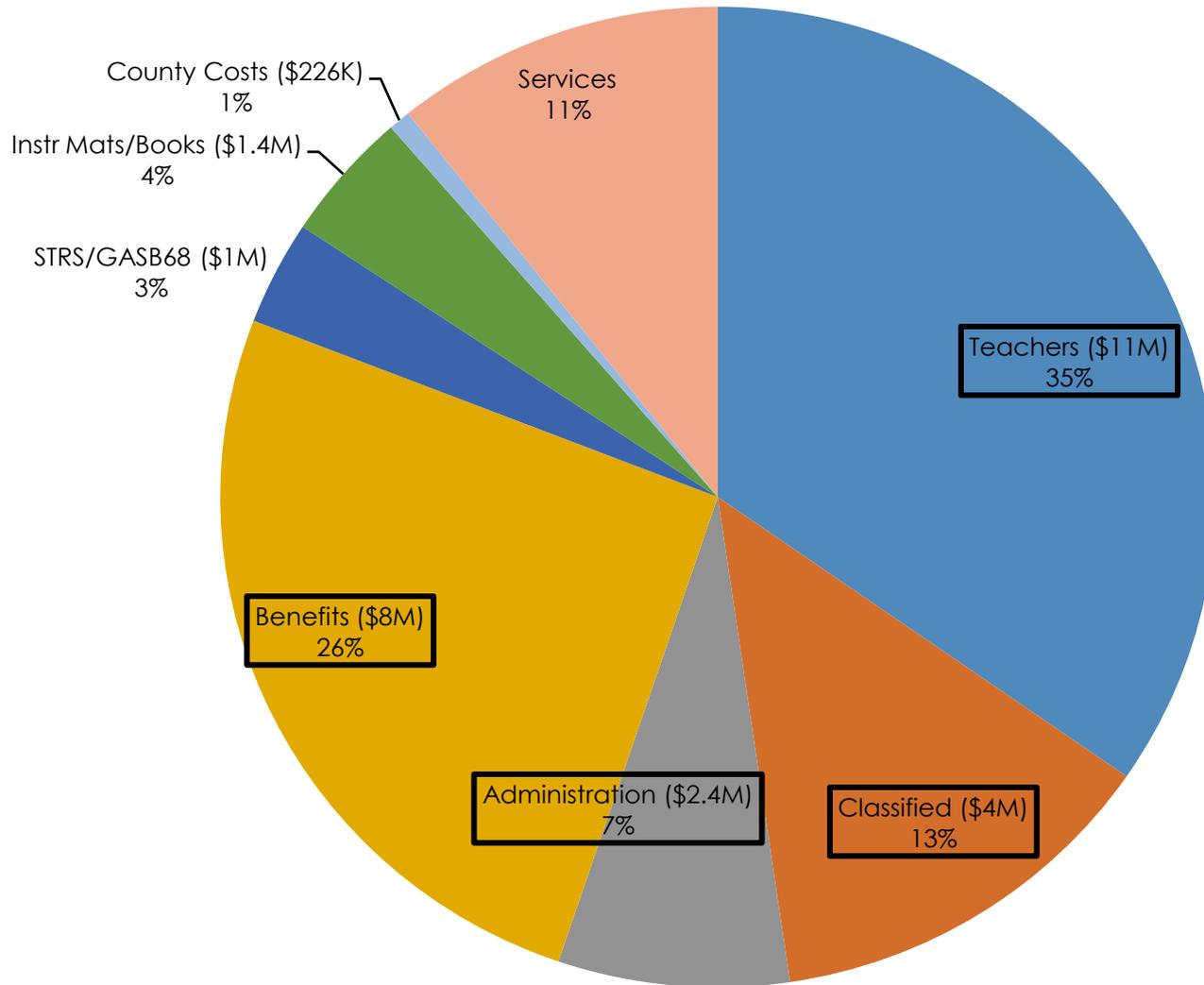
# Budget Update-Changes from Final State Budget

	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

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

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

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

# 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