



2017-2018 Proposed Budget



Pacifica School District

June 7, 2017

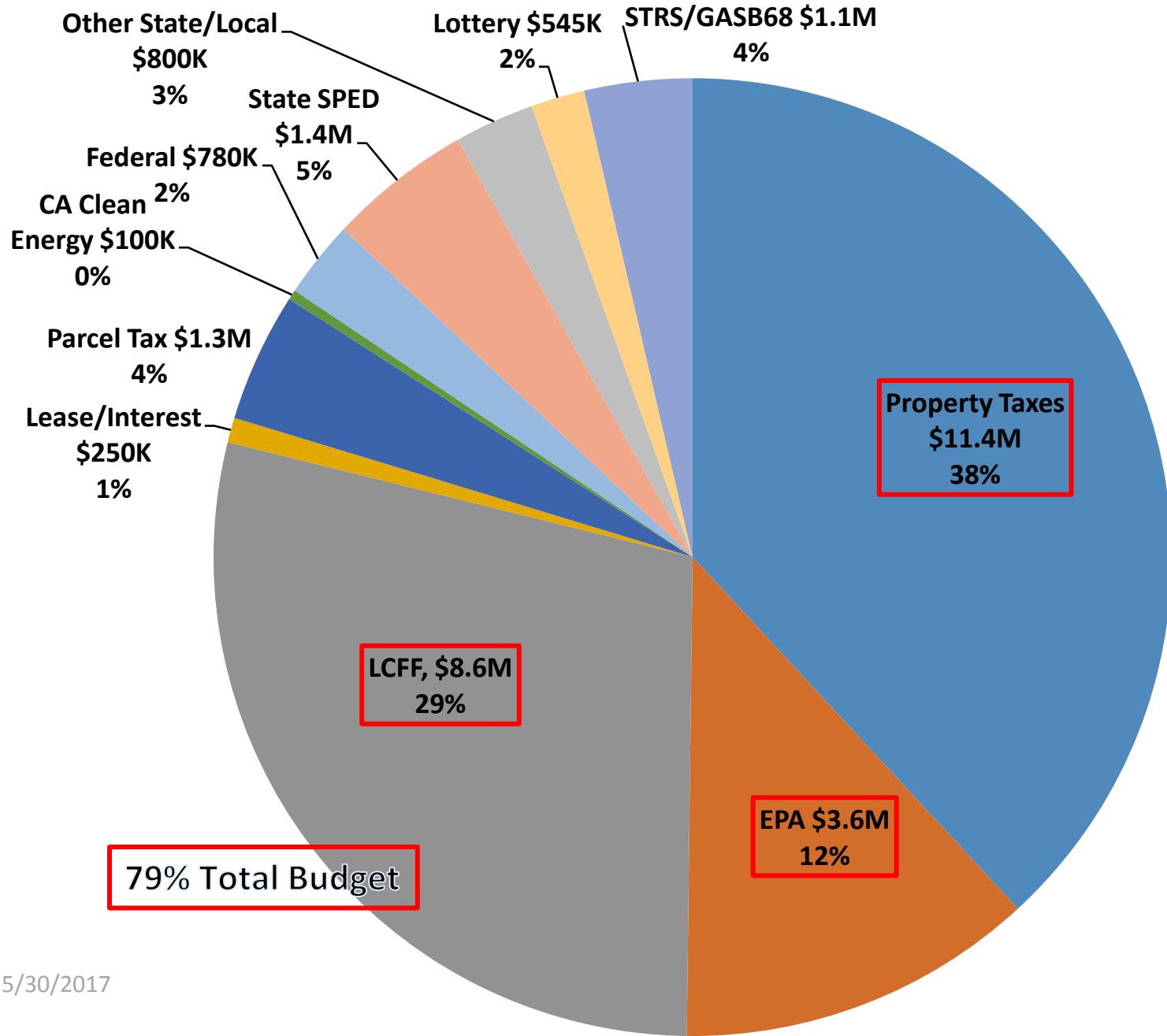
Guiding Principle

Balanced Approach People, Operations & Program

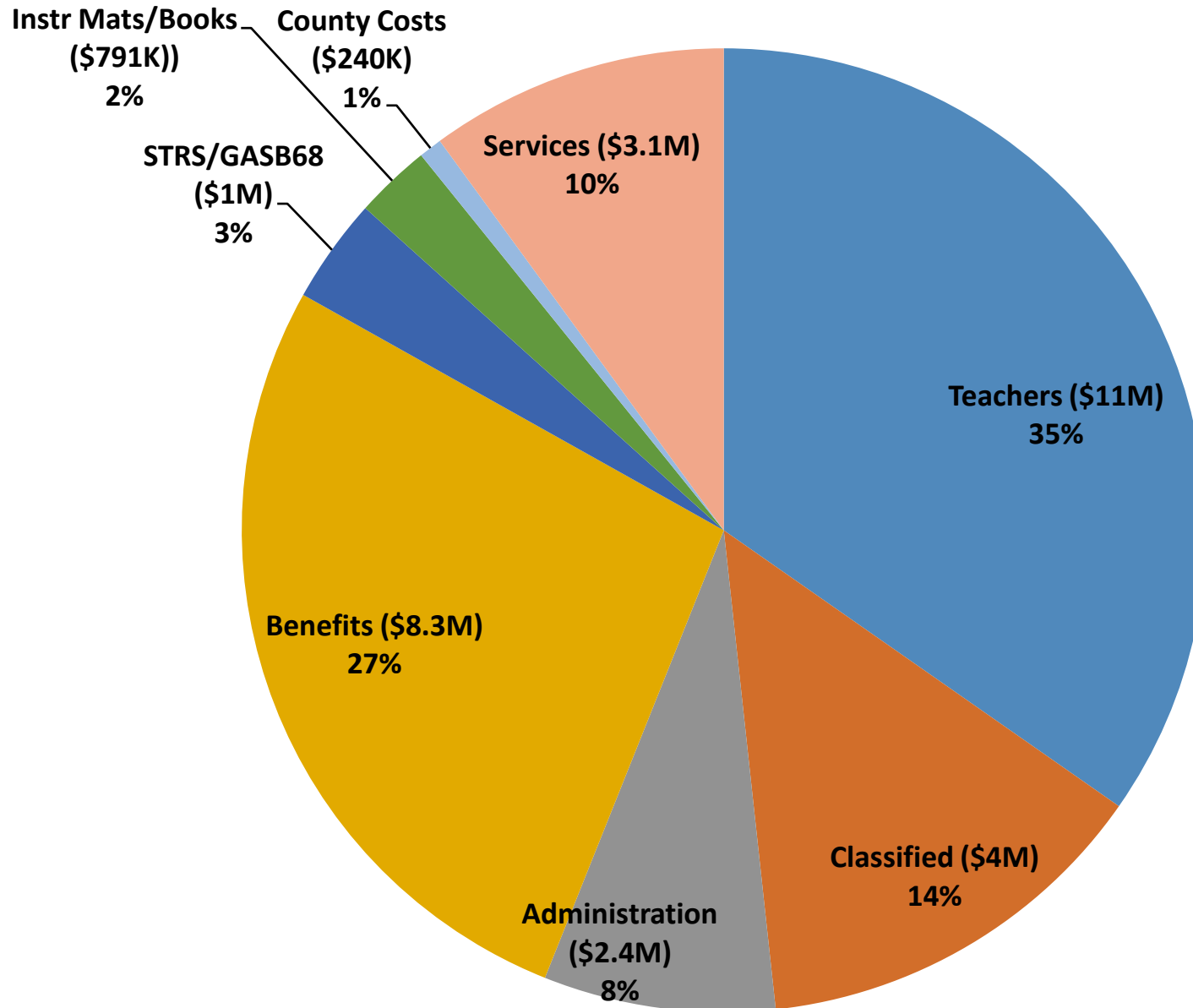
State Budget 2017-2018 Budget Proposal

	January Proposal	May Revision
LCFF Funds – COLA	1.48%	1.56%
LCFF GAP Funding	26%	43%
LCFF Target	96% Funded	97% Funded
One Time Funds	\$48 per ADA	\$170 per ADA Not paid until <u>May 2019</u>
State Deferrals	% of June Apportionment	Eliminated

PSD 2017-2018 Projected Revenues



PSD 2017-2018 Projected Expenditures



Pacifica School District

Parcel Tax Update -May 2017

<u>Parcel Tax Revenues</u>	2016-17	2017-18
Prior Year Balance of Parcel Tax Funds	\$83,694	\$4,695
Current Year Projected Funds	<u>\$1,316,054</u>	<u>\$1,306,000</u>
Total Parcel Tax Funds Available	\$1,399,748	\$1,310,695
<u>Parcel Tax Expenditures</u>		
Teachers Salaries (9 Positions 17-18)	\$750,000	\$740,000
Teacher Support	\$58,500	\$60,000
Library Media (4 hours per site+lead)	\$187,853	\$190,000
Counseling Program (2.4 Positions)	\$191,758	\$195,000
Outdoor Education	\$113,811	\$115,000
School Gardens	\$8,131	\$8,000
Library Books	\$35,000	\$0
Math Summer Program	\$50,000	\$0
Total Parcel Tax Expenditures as of June 30	<u>\$1,395,053</u>	<u>\$1,308,000</u>
Balance in Parcel Tax Fund as of June 30	\$4,695	\$2,695
updated May 11, 2017		
5/30/2017		6

PSD Multi Year Considerations

Expenditure Increases	2017-2018	2018-2019	2019-2020
STRS – 1.85% increase per year	\$232K	\$236K	\$237K
PERS % increase PERS \$ increase	1.912% \$91K	1.9% \$89K	2.0% \$96K
*Health Benefits	\$87K	\$100K	\$100K
Step/Column Offset by Retirements ?	TBD	TBD	TBD

*Not considering future adjustments in earnings rates

Multi Year Considerations

- Impact of Affordable Care Act
- Enrollment Trends (PSD Declining)
- Textbook Adoptions
- Support for Other Funds:
 - Child Nutrition
 - Capital Outlay (Facilities Master Plan)
- Oddstad Workforce Housing Financing

Multi-year Considerations

One Time Funds (\$500k)

- Governor is delaying payment until May 2019
 - State Budget contains aggressive revenue forecast
 - There is risk of State shortfall
 - Need for protective action
- Payment may not equal the \$170 per ADA
- School Districts cannot count the one time funds in their 2017-2018 Budget
 - Removed expenditures from LCAP
 - Shifted budget expenditures (e.g. Reduced pd)

Multi Year Summary

Unrestricted General Fund Summary	2016-2017	2017-2018	2018-2019	2019-2020
Beginning Fund Balance July 1	\$2,292,053	\$2,035,138	\$1,216,070	\$729,453
REVENUES	\$25,028,917	\$24,378,884	\$24,964,702	\$25,594,442
EXPENDITURES	\$25,285,832	\$25,197,952	\$25,451,319	\$25,784,887
EXCESS (DEFICIENCY) OF REVENUE	(\$256,915)	(\$819,068)	(\$486,617)	(\$190,445)
Ending Fund Balance June 30	\$2,035,138	\$1,216,070	\$729,453	\$539,008
LESS: Reserve for Economic Uncertainty	\$1,183,315	\$1,122,466	\$721,953	\$531,508
Revolving Cash Account	\$7,500	\$7,500	\$7,500	\$7,500
Unallocated Funds:	\$844,323	\$86,104	\$0	\$0
<i>Special Reserve Fund 17</i>	\$ 725,000	\$ 730,000	\$ 735,000	\$ 735,000
<i>Total Reserves all Funds</i>	\$2,752,638	\$1,938,570	\$1,456,953	\$1,266,508
Reserve Percentage	8.63%	6.28%	4.69%	4.02%

Reserve Considerations

- Cash Management – avoid cost of borrowing
- 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



Proposed Budget 2017-18

2017-18 Recommendations - Deferred Maintenance **\$240K**

Project	Est. Cost	Notes
Summer 2017 Projects:		
Cabrillo Lobby Roof	\$30,000	Estimate from TREMCO
IBL Gym Floor Refurbish	\$15,000	Re-sand, Refinish, restripe
Various Portable roofs (SR,IBL)	\$50,000	Roofs repair/replace, seal bldg penetrations, replace HVAC equip
Venting Room/Area (SR Kiln)	\$11,000	
Summer 2018 Projects:		
OS Play structure	\$50,000	K-5 structure (within district standards)
SR MPR Floor Replacement	\$15,000	Refloat uneven subfloor, replace tile
Future Projects:		
OS D Wing Shading	\$50,000	To Reduce heat gain during heat waves
SR Pedestrian Walkway	\$200,000	Alleviate pedestrian congestion (safety)
<i>Additional projects included in Facilities Mater Plan</i>		

Planning for 2017-18

Other Funds/Needs

■ **Parcel Tax**

- Outdoor Education Stipends
- Lead Library Media Technician
- Math Summer Program (June 2016-17)

■ **Professional Development & Instructional Materials**

- Supported by Other Funds
- Examples - EEBG (last year carry over), Lottery, Title II (Federal)

Planning for 2017-18

Other Funds/Needs

- **Child Nutrition**

- On-going contribution for quality meals

- **Capital Outlay (Lease Income)**

- Technology
 - Communications
 - Phone Systems
 - District wide radios

Other Future Needs

- Personnel

- Nurse
- HR Director
- Technology Assistant
- Parent Liaison (Spanish Speaking)
- Counselors (Grades TK-5)
- Spanish Teachers – Grades 6-8
- PE Teachers (Grades 1-5)
- Visual and Performing Arts (VAPA)

- Maintenance and Operations

- Deferred Maintenance: Facilities
- Capital Outlay: Furniture, Hardware

Direction for Funding District-wide

- Current
 - LCFF- Base and Supplemental
 - Parcel Tax
 - Pacifica Education Foundation
 - State One Time Funds
 - Grants
- Options: General Obligation Bond
 - Capital Projects
 - Capital Repair
 - Capital Outlay
 - Furniture
 - Technology (possibly personnel)
 - Next Steps
 - Continue discussions from Board Study Session May 31, 2017

Next Steps

- Final State Budget

June 2017

- Final State Revenues
- Timing of Payments

- PSD First Interim Report

October 2017

- Final Staffing
- Health Benefit Costs
- Updated Enrollment

Questions/Comments/Directions