

Pacifica School District



Board Work Study
Local Control Accountability Plan (LCAP)
and Budget Update
May 25, 2016

LCAP Activities

The completed LCAP reflects multiple stakeholder input sessions and guidance from SMCOE

Title	Date(s)	Participants
District Leadership Team (DLT)	10/26/15, 1/12/16, 3/1/16	Representatives from LSEA, CSEA, Parents, Site and District Administration
Student Input Sessions	11/12/15, 4/25/16, 4/27/16, 5/9/16, 5/11/16	Middle school students from Cabrillo, IBL, Ocean Shore, and Vallemar
Board Work Study	9/30/15, 2/10/16, 5/25/16	PSD Board Trustees (open to the public)
LSEA Consultation	4/20/16	LSEA Leadership
CSEA	4/22/16	CSEA Leadership
Stakeholders Meeting	12/2/15, 4/4/16	PSD Board Trustees, Principals, District Administration, LSEA Representatives, CSEA Representatives, Leaders from each school's PTO, Parent Council Representatives, Members of the Pacifica Ed Foundation
District English Learners Advisory Committee (DELAC)	4/28/16	Parents of English Learners
Parent Council	5/4/16	Parent Representatives


Review of LCAP

For each Goal, review:

- Goal wording & State priorities
- Expected Outcomes
- Targeted Actions/Services
- Funding

2017-2019 LCAP Projected Expenditure Changes

Goal 1	Goal 2	Goal 3
1.8c (realign 6-8 NGSS) – increase by \$3,000 in 17-18, then to 0 in 18-19	2.1a & b (pd) – decrease due to end of EEBG	3.2 (FLES at SR) – increase by \$40,000 in supplemental funds in 17-18 (in MYP)
1.8d (6-8 NGSS supplemental materials) – decrease by \$2,000 in 18-19	2.6 (study skills) – increase \$4,500 in 17-18 & another \$5,000 18-19	3.2 (MS language) – increase of \$160,000 in 18-19 (in MYP)
1.8f (shifts in SS) – increase by \$3,000 in 18-19	2.11 (site supplemental funds) – increase \$5 per student per year	3.5 (online communication) – increase \$500 in 17-18
1.11 (deferred maintenance) – increase by \$20,000 each year, 17-18 & 18-19		3.6 (parent leadership) – increase \$500 in 17-18



Comments
Questions
Discussion



PSD Budget Aligned with LCAP

PSD Guiding Principle

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

Note: Allocation of revenue to address needs in these areas as we keep in mind negotiations with our labor partners.

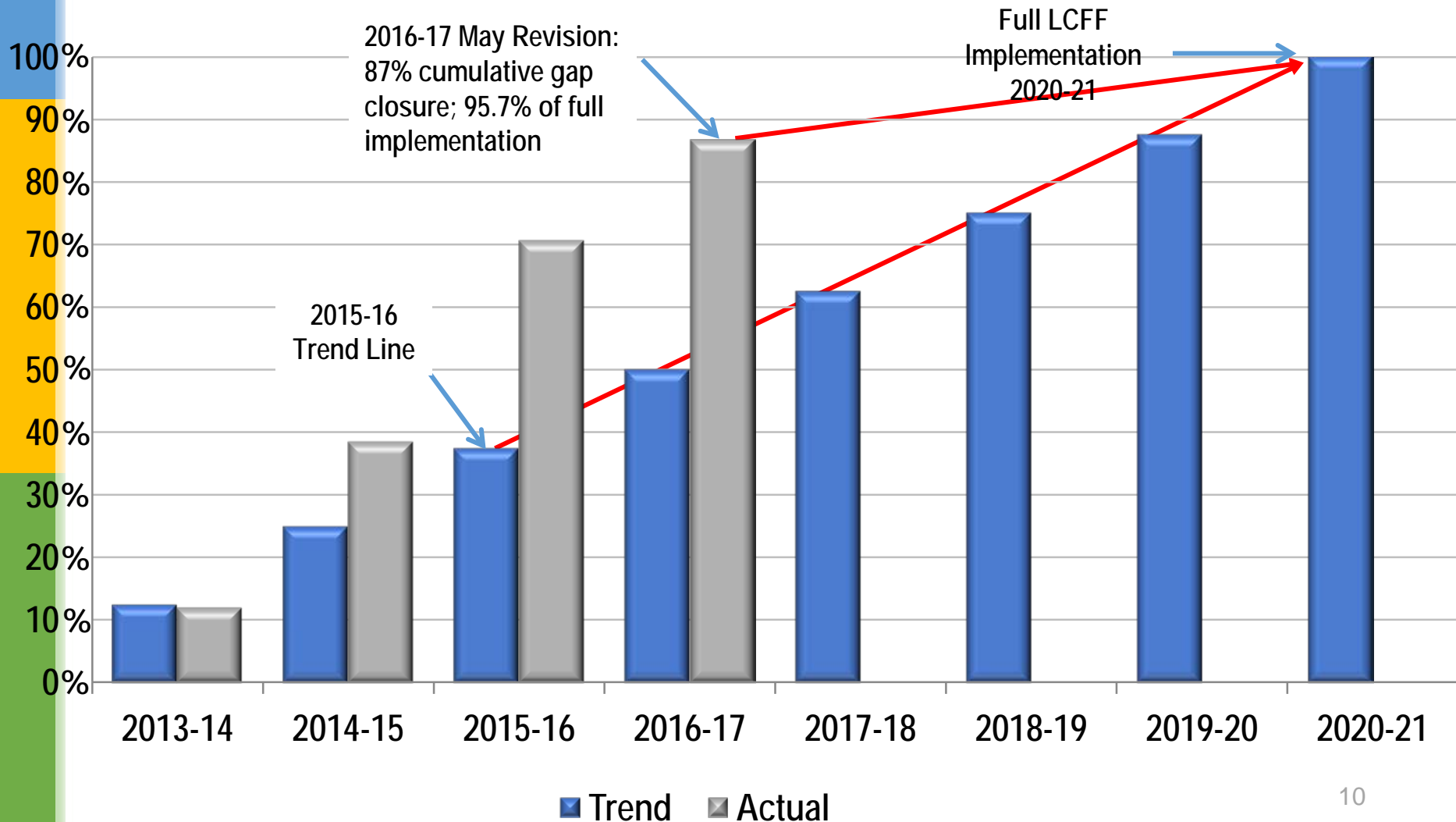
Budget Cycle Review

Board Study Sessions LCAP/BUDGET	2/10/2016, 5/25/2016
Public Hearing LCAP/BUDGET	June 1, 2016
LCAP/BUDGET ADOPTION (based on May Revise)	June 15, 2016
State Adopts Budget	June 2016
First Interim Report	November 2016
Second Interim Report	March 2017
Unaudited Actuals	September 2017
Final Audit Report	December 2016

Local Control Funding Formula-LCFF

- New State Funding Formula 2013-2014
- Addresses funding inequities
- Y3 of 8 year transition-full implementation 2020
- Increases flexibility
- Base Grant by grade level
- Supplemental Funds
 - Ensures needs of English Learner, Foster Youth, Free & Reduced are met

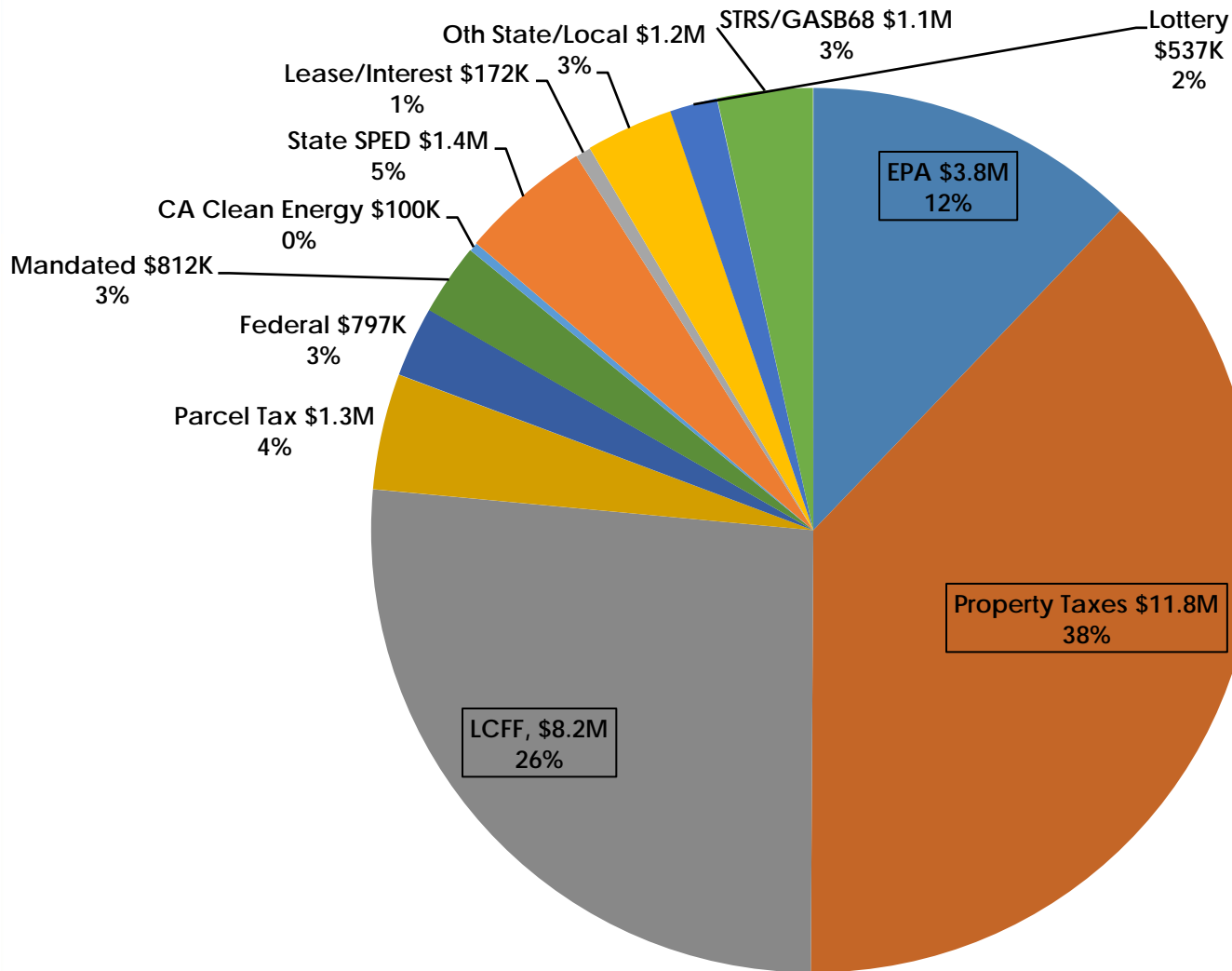
Progress Toward LCFF Implementation



January Budget vs. May Revision

Item	January Budget	May Revision
LCFF Gap Funding	49.08%	54.84%
2016-2017 COLA	0.47%	0%
One-Time Discretionary Funds for 2016-17	\$214/ADA=\$660K	\$237/ADA=\$726K
Pacifica ADA	3066	3066
LCFF Increase from 2015-2016	\$1.0M	\$1.03M
Supplemental Funds increase from 2015-2016 (included in LCFF)	\$115K	\$130K

2016-2017 PSD Revenues



2016-17 Expenditure Budget Assumptions

- Preliminary district staffing
 - *Total costs of all employees (salary & benefits)*
 - *Includes pay raises 2.5% July 2016*
- Health Benefit Cost approx 5% premium increase offset by estimated savings in benefit restructuring
- Retirement Contribution Increases (employer share)
 - Increase STRS – 1.9% (\$190K)
 - Increase PERS – 2.033% (\$68K)
- Continue Contribution to Child Nutrition Fund = \$40K
- Continue Transfer to Deferred Maintenance = \$240K
- Operations Increases (Utilities, Insurance) = \$50K

2016-17 Ongoing Expenditures

February 2016 Study Session: \$300k	
Item	Amount
Increased School Assistant Staffing	\$25K
District share of Mental Health Counselor (10% of position)	\$10K
Increased Library Media hours	\$75K
Reclassification of Director of Facilities	\$15K
Reclassification of Facility Utility Worker	\$6K
Reclassification of Technology Technician (Lead)	\$14K
World Languages – Sunset Ridge (Supplemental Funds)	\$100K
Total On-Going Expenditures added to Budget	\$245K
May 2016 Revise: \$350K	

2016-17 One time Expenditures

February 2016 Board Study Session: \$600k	
Item	Amount
IBL Painting (in Deferred Maintenance- \$170k)	\$0
Ocean Shore Roofing (Partial- Building Fund)	\$TBD
Seismic Shut off Valves	\$38K
Communication Systems (Y1 \$170K; Actual \$200k)	\$200K
Auto External Defibrulators	\$16K
Technology Hardware	\$200K
Sub Total	\$454K
May 2016 Revise: \$726	
Ocean Shore Roof- \$350K (Partial- Building Fund)	\$272K
Total Expenditure	\$726

Additional Budget Information/Considerations

- Parcel Tax Projections
- Other District Funds
- Reserves

Parcel Tax Update

Description	2014-2015	2015-2016	2016-2017
Prior Year Balance	\$41K	\$91K	\$41K
Revenues	\$1.3M	\$1.3M	\$1.3M
Total Funds Available	\$1.34M	\$1.4M	\$1.35M
Teachers (10 Positions 16-17)	\$1.12M	\$1.0M	\$810K
Teacher Support	\$56K	\$68K	\$75K
Library Media (4 hrs)		\$70K	\$140K
Counseling (2.4 Positions 16-17)	\$75K	\$81K	\$171K
Outdoor Education		\$102K	\$104K
School Gardens			\$7K
Total Parcel Tax Expense	\$1.25M	\$1.36M	\$1.3M
Ending Balance	\$91K	\$41K	\$50K

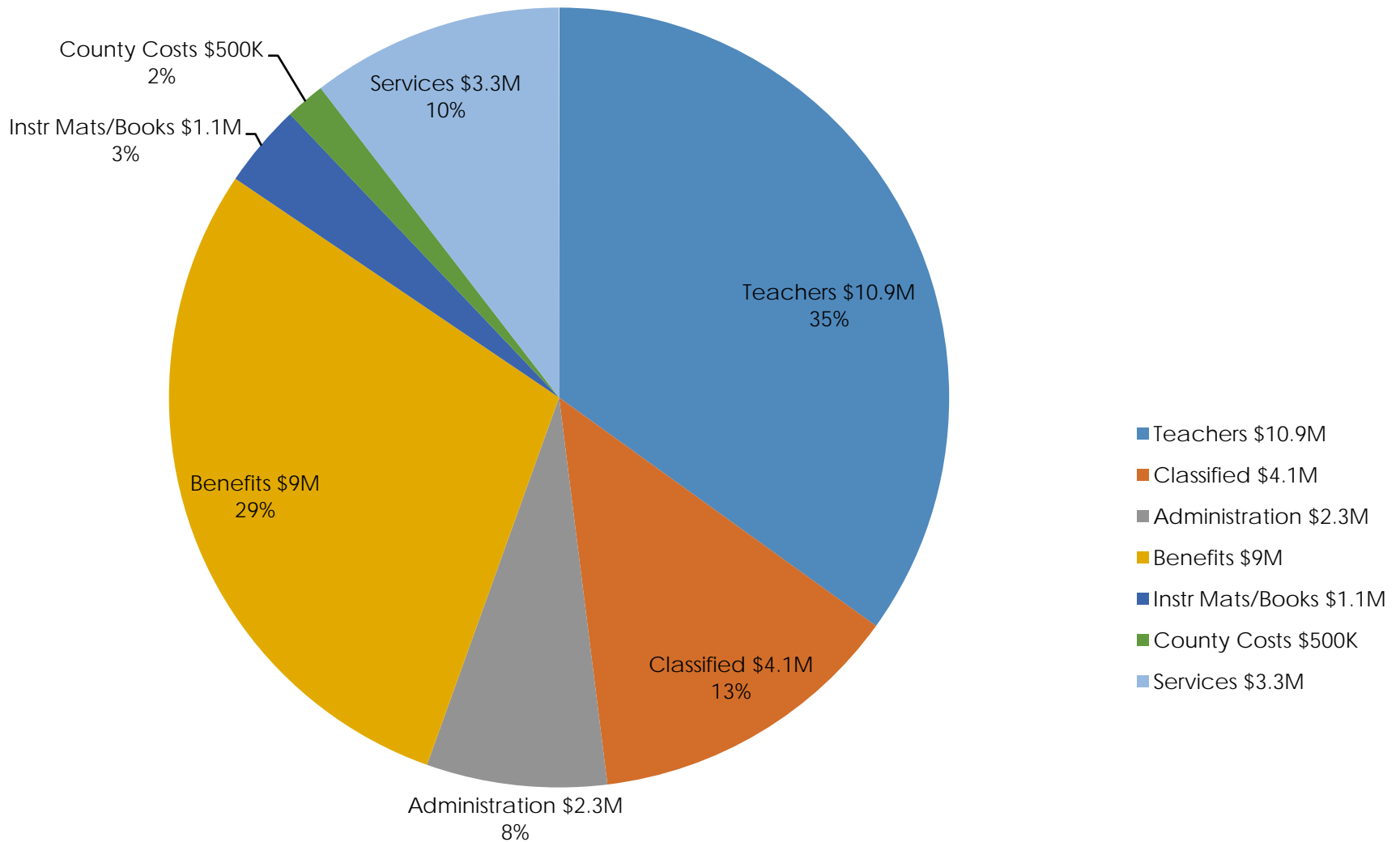
PSD Estimated Other Fund Balances –June 2017

■ Child Nutrition Fund-13	■ \$157K
■ Deferred Maintenance Fund-14	■ \$49K
■ Special Reserve-Fund 17	■ \$730K
■ Building Fund - 21	■ \$915K
■ Capital (Developer) Fund -25	■ \$199K
■ Capital Outlay Fund - 40	■ \$47K
■ Retiree Benefit Fund -71	■ \$788K

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

2016-2017 Projected Expenditures



Multi Year Considerations

- Revenues that Sunset (Prop30/Parcel Tax)
- Health Benefit Cost Increases
- Enrollment Trends
- Retirement Increases (STRS, PERS)
- On-going Cost in LCAP
- Other Funds – fiscal stability
 - Child Nutrition Fund
 - Deferred Maintenance Fund

PSD Multi Year Summary

Unrestricted General Fund:	2016-17	2017-18	2018-19
Beginning Fund Balance	\$2.1M	\$1.8M	\$1.5M
Revenues	\$21.56M	\$21.48M	\$21.8M
Expenditures	\$21.9M	\$21.76M	\$22.1M
Excess/ Deficit	(\$350K)	(\$276K)	(\$276K)
Ending Fund Balance	\$1.8M	\$1.5M	\$1.2M
Designated for Economic Uncertainty	\$1.15M	\$1.2M	\$1.2M
Unallocated Fund Balance	\$615K	\$314K	\$27K

*includes Spanish language program

2016-17 Additional Ongoing Considerations

Item	Amount
Nurse	\$100K
Crossing Guard (\$10K/site)	\$60K
Technology Technician added staff	\$75K
Repair and Maintenance Technology	\$100K
Child Nutrition Fund- Supervisor from 10 mo. To 12 mo.	\$0
PE Teachers Gr. 1-5	\$195K
LCAP 16-17: Library Books	\$35K
LCAP 16-17: Lead Library Media Tech (Parcel Tax)	\$8K
LCAP Costs 17-18 & 18-19:	
Increase Deferred Maintenance Contribution	\$20K

Additional One time Considerations

Item	Amount
2016-17	
Library Books	\$35K
2017-18	
Technology	\$200k
Future Years/Facilities Master Plan	
Multi Purpose	TBD
Ocean Shore Band Room	TBD
Capital Outlay Projects (sites e.g. drinking fountains)	TBD
Sunset Ridge Canopy	TBD
District wide painting schedule	TBD

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:

- LCAP & Budget Public Hearings –June 1, 2016
- State Adopts Budget –June 15th
- First Interim Revised Budget (Nov 2016)

Thank you!

