

Sausalito Marin City School District

Second Period Interim Report 2017-2018

**Regular Board Meeting
March 13, 2018**

Introduction

- Information presented reflects the changes in the budget since budget adoption in June 2017
- Period covers changes July 1 through January 31, 2018
- In addition, the Second Interim Report includes:
 - Detailed Budget Changes
 - Multi Year Projection
 - Estimated Cash Flow
- It is recommended that the Second Interim Report be approved with a **positive certification**

First Interim VS Second Interim

	2017/18 First Interim Combined	2017/18 Second Interim Combined	Revisions 1/31/2018 Combined
Beginning Fund Balance	1,555,840	1,555,840	-
Revenue	5,881,111	5,860,314	(20,797)
Expenditures	5,943,495	6,126,706	183,211
Transfer In from Fund 17	-	174,010	174,010
Transfers Out to Other Funds	(345,947)	(397,455)	(51,508)
Net Decrease	(408,332)	(489,837)	(81,505)
Ending Fund Balance	1,147,509	1,066,003	(81,506)
<u>Components of Fund Balance</u>			
Restricted	189,901	40,413	(149,489)
Revolving Cash	-	3,500	3,500
Reserve for Economic Uncertainty - 5%	314,472	334,909	20,436
Fund 01 Unassigned Amount	\$ 643,136	\$ 687,182	44,047
Fund 17 Unassigned Amount	\$ 174,000	\$ -	(174,000)
Total Unassigned	\$ 817,136	\$ 687,182	(129,953)
Total Reserve Percent	17.99%	15.82%	-2.17%

Revenue - Total Decrease (\$20,797)

- Decrease in Basic Aid Supplemental Funding
- Increase in Title I and Title II - Intervention and Staff Development
- Increase Overall State Revenue:
 - Decrease in Lottery Revenue due to Less Enrollment
 - Increase One-Time Restricted Clean Energy Funding
- Increase Donations
 - E-Rate Reimbursement for Internet Services
 - Center for Excellence Donation for Additional Art and Music

Expenses - Total Increase \$183,211

- Increase Certificated Staff Expenses
 - Substitute Teacher Expense
 - Change in Regular Staffing
 - Additional Art and Music
- Increase Classified Staff Expense
 - Long Term Substitute Expenses
 - Support Staff Overtime
 - Extra Hours to Provide Specialized Student Service
 - Student Supervision and Substitute Support

Adjustments to Expenses - Continued

- Decrease Employee Benefits
 - Health and Welfare and Mandatory Benefits
- Decrease Instructional Materials
 - Instructional Materials Paid by Lottery
- Increase Operating Expenses
 - Special Education Contracts (Prior Year)
 - Staff Development
 - Prop 39 Clean Energy Projects

Adjustments to Expenses - Continued

- Increase Other Outgo
 - Increase Special Education Transportation
 - Decrease Special Education Excess Costs
- Increase Transfers Out
 - General Education Contribution to Cafeteria Program

Adjustments to Expenses - Continued

- Contributions to Restricted Programs

	First Interim	Second Interim	Difference
Special Education	\$ 1,268,289	\$ 1,185,756	\$ (82,533)
Maintenance	\$ 290,943	\$ 280,943	\$ (10,000)
School Garden Program	\$ 20,000	\$ 20,000	\$ -
Field Trips	\$ 10,000	\$ 10,000	\$ -
Title I - Student Intervention	\$ 36,480	\$ 36,480	\$ -
Total	\$ 1,625,712	\$ 1,533,179	\$ (92,533)

Multi-Year Projection - General Fund

	2017/18 Second Interim Combined	2018/19 MYP Year 2 Combined	2019-20 MYP Year 3 Combined
Beginning Fund Balance	1,555,840	1,066,003	670,943
Revenue	5,860,314	5,867,591	6,005,505
Expenses	6,126,706	5,956,754	5,229,504
Transfer in From Fund 17 (One-Time)	174,010	-	-
Transfers Out to Other Funds	(397,455)	(305,897)	(314,240)
Net Increase/Decrease	(489,838)	(395,060)	461,760
Ending Fund Balance	1,066,003	670,943	1,132,703
<u>Components of Fund Balance</u>			
Restricted	40,413	32,982	37,917
Revolving Cash	3,500	3,500	3,500
Reserve for Economic Uncertainty - 5%	334,909	313,133	277,187
Unassigned Amount	\$ 687,182	\$ 321,329	\$ 814,098
Economic Reserve 5% Plus Unassigned Reserve Percent	15.82%	10.13%	19.58%

Multi-Year Projection – Cafeteria Program

	2nd Interim Budget	2018-2019 Budget	2019-2020 Budget
Revenue	\$ 70,400	\$ 70,400	\$ 70,400
General Fund Contribution	<u>\$ 147,148</u>	<u>\$ 111,357</u>	<u>\$ 119,700</u>
Total	\$ 217,548	\$ 181,757	\$ 190,100
Expenses			
Salaries	\$ 115,600	\$ 85,557	\$ 90,000
Employee Benefits	\$ 40,138	\$ 38,100	\$ 40,500
Supplies	\$ 52,010	\$ 51,400	\$ 52,900
Operating Expenses	<u>\$ 9,800</u>	<u>\$ 6,700</u>	<u>\$ 6,700</u>
Total Expenses	\$ 217,548	\$ 181,757	\$ 190,100

Multi-Year Projection Assumptions

Revenue	2018-2019	2019-2020
Basic Aid Supplemental	Flat Funding	Flat Funding
Property Taxes	Increase 4.4%	Increase 4.4%
Charter In-Lieu	Increase	Increase
Admn-Teacher Ratio Penalty	Included	Included
Federal Revenue	No Carryover	
	No Title II	
State	No One-Time Mandated Costs	Slight Increase
Local		
	No One-Time Donations	No CCEE for Community Sch Coordinator
Transfer In Fund 17	None	None
Special Education		Reduce Special Education Revenue if WCA Moves to Sonoma County SELPA
WCA Oversight		Reduce from 3% to 1 %
WCA Pro-Rata Facilities		Increase

Expenses	2018-2019	2019-2020
	Salary Step & Column	Salary Step & Column
Personnel Expenses	STRS and PERS Increases	STRS and PERS Increases
	Reduce Substitute Expenses	
	No Educator Effectiveness	
	Inflation Increase	Inflation Increase
	No District Office Rental	No Basic Aid (Negative) Calculated
Operating Expenses	No Capitol Lease	
	No Excess 2% Property Tax Payment to WCA	
	Summer School Less than 17-18	
	No Prop 39 Clean Energy Expenses	
	No Educator Effectiveness	
Special Education		Reduce Special Education Expense if WCA Moves to Sonoma County SELPA
WCA Utilities Expense		Utilities expense specific to WCA reduces
WCA Nurse Expense		Nurse expense specific to WCA reduces