



Pleasant Grove Joint Union School District
2017/2018 ADOPTED BUDGET REPORT

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Pleasant Grove Joint Union Elementary School District

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Pleasant Grove Joint Union Elementary School District

INTRODUCTION

2017/2018 Adopted Budget Report

- The County Office, under AB1200, requires districts to document and include written budget assumptions in the budget package submitted for approval to the district Board of Trustees. Each district should advise the Board, by way of budget documents, accompanied by a brief narrative, of the financial condition of the district. This report will provide the required information for the Board to certify the district's ability to meet its financial obligations.
- The Adopted Budget Report is presented by fund and major object account classification, reflecting 2016/2017 "*Estimated Actuals*" in columns A-C and the 2017/2018 "*Proposed Adopted Budget*" in columns D-F. The final column reflects the percentage of variance between the **2016/2017 Estimated Actuals** and the ***proposed 2017/2018 Adopted Budget***.
- This report contains information and estimates that reflect the information contained in the Governor's May Revision State Budget proposal.

Pleasant Grove Joint Union Elementary School District GENERAL FUND REVENUE ASSUMPTIONS 2017/2018 Adopted Budget Report

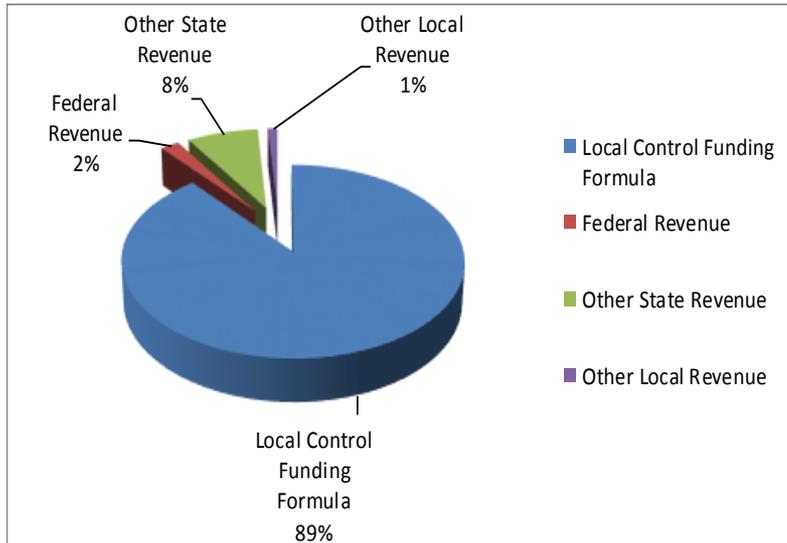
Local Control Funding Formula

- ▶ Based on 2017/2018 Projected ADA of 184+3.63 (COE)
- ▶ GAP Funding Rate = 43.97%
- ▶ Property Taxes = \$483,662
- ▶ State Aid = \$826,110

Other State and Federal Funding

- ▶ Unrestricted Lottery = \$144 per Annual ADA
- ▶ Restricted Lottery = \$45 per Annual ADA
- ▶ Federal No Child Left Behind & REAP funding remains flat
- ▶ AB602 Special Education funding above county program costs = \$50,734

Pleasant Grove Joint Union Elementary School District GENERAL FUND REVENUE SOURCES 2017/2018 Adopted Budget Report



Local Control Funding Formula	\$ 1,545,326
Federal Revenue	\$ 35,610
Other State Revenue	\$ 134,369
Other Local Revenue	\$ 18,000
TOTAL REVENUE	\$ 1,733,305

In the adopted Governor's 2014-2015 budget a new funding formula (LCFF) was implemented. This formula is based on a relatively simple calculation, which funds every local educational agency the same amount per student. In addition, a handful of calculated adjustments are identified for smaller class size and demographic characteristics such as low income students, English learners and foster youth.

As part of the LCFF, school districts, COEs, and charter schools are required to develop, adopt, and annually update a three-year Local Control and Accountability Plan (LCAP), beginning on July 1, 2015, using a template adopted by the California State Board of Education (SBE). The LCAP is required to identify goals and measure progress for student subgroups across multiple performance indicators. The largest part of the revenue (89%) comes from Local Control Funding and is to be aligned to meet the eight state priorities. These priorities are on the next slide.

The district will continue to receive federal funds which includes Title I, Title II and REAP for specific purposes and must continue to follow federal regulations.

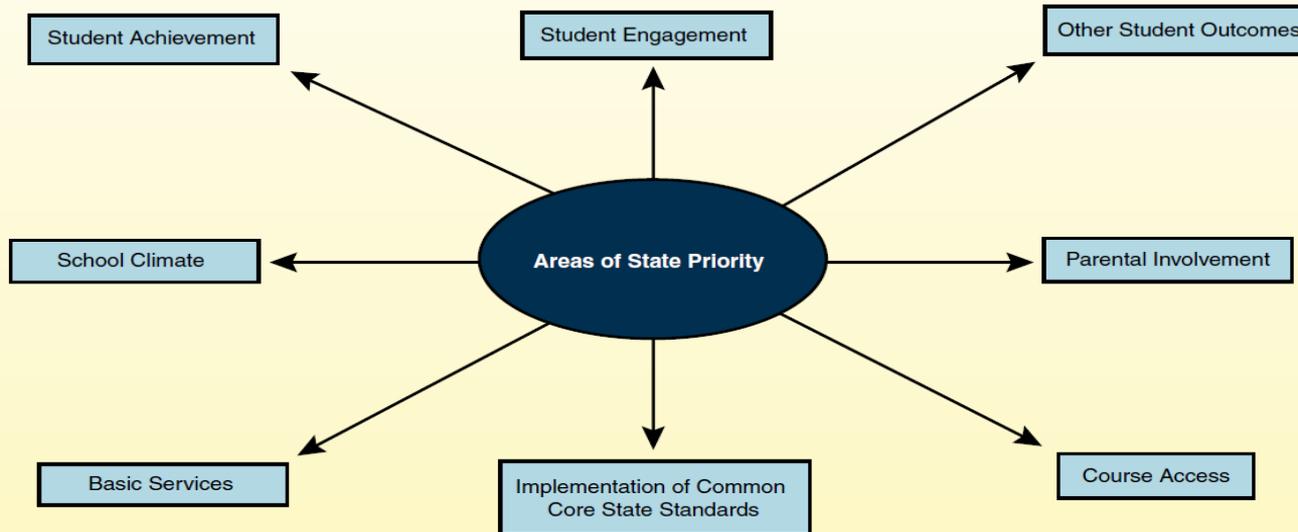
Other state funds consist of child nutrition, lottery and miscellaneous other awards.

Local resources include interest, donations, special education funds and parent fees for cafeteria and childcare.

Eight State Priorities

2017/2018 ADOPTED BUDGET REPORT

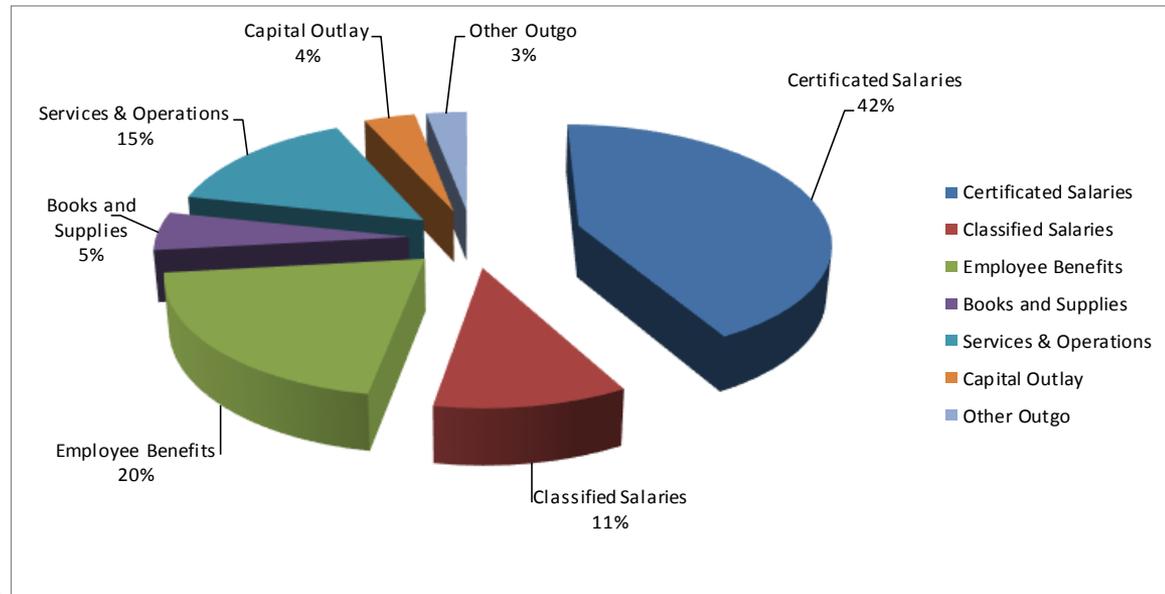
Eight Areas of State Priority Must Be Addressed in LCAPs



LCAP = Local Control and Accountability Plan.

Pleasant Grove Joint Union Elementary School District GENERAL FUND EXPENDITURES 2017/2018 Adopted Budget Report

Certificated Salaries	\$ 724,429
Classified Salaries	\$ 184,943
Employee Benefits	\$ 352,137
Books and Supplies	\$ 90,550
Services & Operations	\$ 256,249
Capital Outlay	\$ 64,433
Other Outgo	\$ 50,734
TOTAL EXPENDITURES	\$ 1,723,475



Pleasant Grove Joint Union Elementary School District

GENERAL FUND EXPENDITURES

2017/2018 Adopted Budget Report

CERTIFICATED SALARIES - \$724,429

Salary projections are based on 9.7 certificated, non-management FTE and 1.3 management FTE. The increase of \$10,795 is due to regular Step & Column increases and projected extra Professional Development Subs time.

CLASSIFIED SALARIES - \$184,943

Salary projections are based on 8.2 classified FTE. The decrease of \$7,249 is due to the reduction of part-time hours of Aides and Library staff.

EMPLOYEE BENEFITS - \$352,137

Benefit projections are based on 2017/2018 projected salaries and a H & W benefit cap of \$9,600. Also included are an increased PERS rate of 15.531% and STRS of 14.43%.

BOOKS AND SUPPLIES - \$90,550

The decrease of \$12,867 in books and supplies is primarily based on actuals and planned costs. Books and Supplies expense includes all instructional materials; fine arts program support, and technology related expenditures.

SERVICES, OTHER OPERATING EXPENSES - \$256,249

The decrease of \$124,027 in Services and Other Expenditure is primarily related to the removal of travel, services and other operating expenditures which were purposely reduced based on actuals and planned costs. Also removed one-time Prop 39 services related to facilities and maintenance. The operating expense includes professional development costs; miscellaneous transportation costs, legal costs, and building maintenance and cleaning costs.

Pleasant Grove Joint Union Elementary School District GENERAL FUND EXPENDITURES 2017/2018 Adopted Budget Report

CAPITAL OUTLAY - \$64,433

Capital Outlay budget includes \$ 40,000 for H-Vac project, \$16,433 for Solar and \$ 8,000 for technology.

OTHER OUTGO - \$50,734

Projected special education services excess costs.

INTERFUND TRANSFERS IN/OUT

There are no planned inter-fund transfers in/out.

CONTRIBUTIONS TO RESTRICTED PROGRAMS - \$94,240

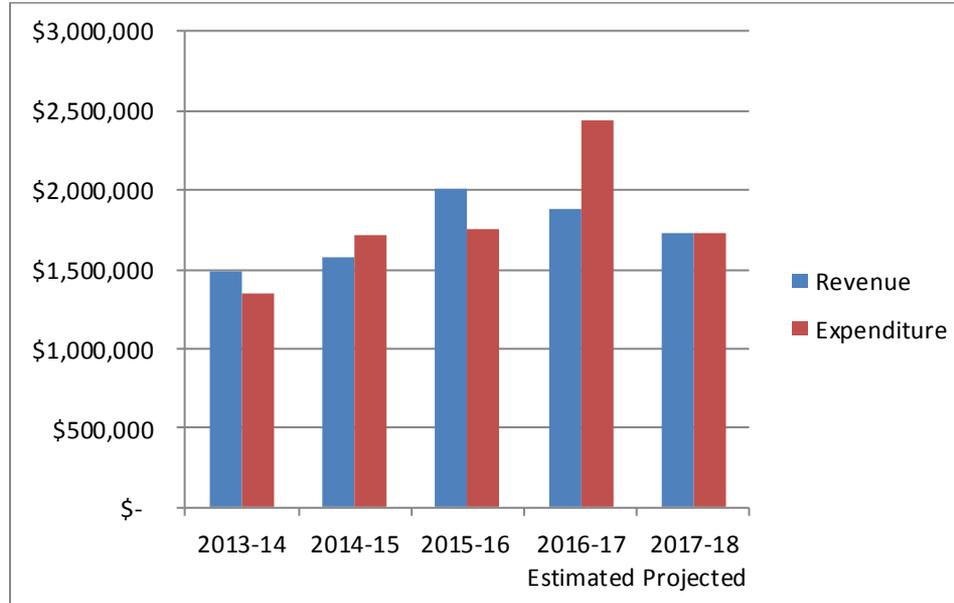
Contributions from unrestricted to restricted are for Title I cost of \$ 4,285, Special Education costs of \$ 54,926 and Routine Restricted Maintenance to meet the 3% of total expenses requirement for \$35,029.

Pleasant Grove Joint Union Elementary School District

REVENUE vs. EXPENSE

2017/2018 Adopted Budget Report

The projected 2017/2018 adopted budget is balanced with no planned deficit spending. Current district financial data indicates that the district will maintain sufficient reserves.



	2013/2014	2014/2015	2015/2016	2016/2017 Estimated	2017/18 Projected
INCOME	1,483,126	1,581,431	2,009,587	1,880,996	1,733,305
EXPENSE	1,351,466	1,717,726	1,751,202	2,437,882	1,723,475
(DEFICIT/SURPLUS)	131,660	(136,295)	258,385	(556,886)	9,830

Pleasant Grove Joint Union Elementary School District

OTHER FUNDS

2017/2018 Adopted Budget Report

- ▶ **Cafeteria Fund (Fund 13)** – 2017/2018 ending fund balance is projected at **\$42,662.03**.
- ▶ **Special Reserve Fund (Fund 17)** - 2017/2018 ending fund balance is projected at **\$46,182.78**.
- ▶ **Capital Facilities Fund (Fund 25)** – No new developer fees are budgeted. 2017/2018 ending fund balance is projected at **\$55,288.46**.
- ▶ **County Schools Facilities Fund (Fund 35)** – 2017/2018 ending fund balance is projected at **\$10.56**.

Pleasant Grove Joint Union Elementary School District MULTI-YEAR PROJECTION (MYP) ASSUMPTIONS 2017/2018 Adopted Budget Report

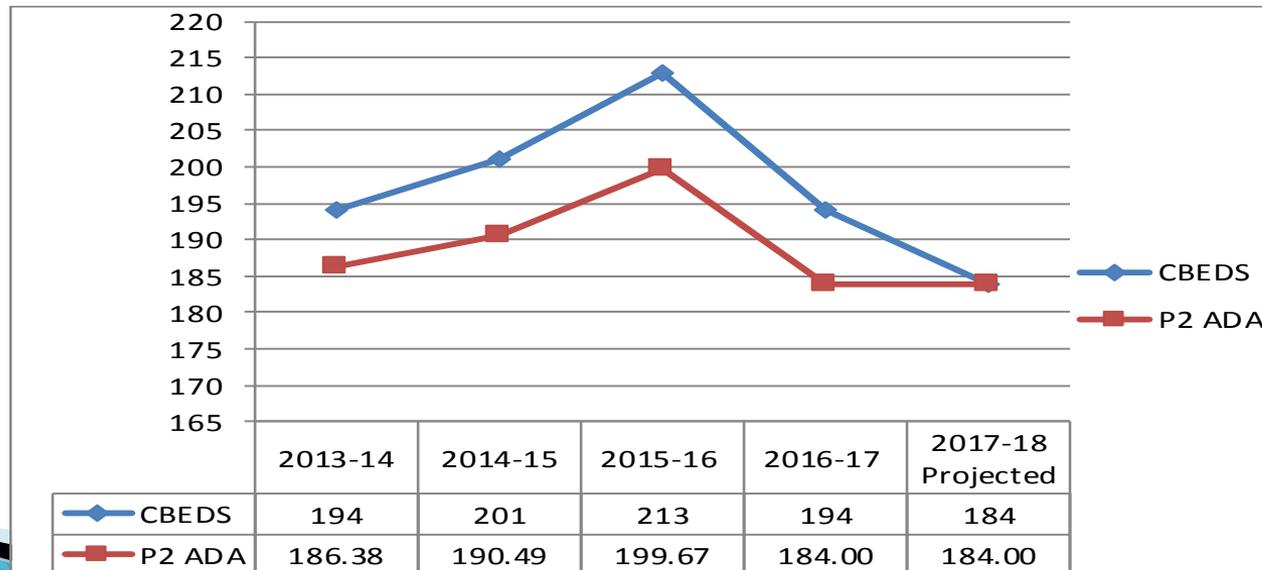
- Pleasant Grove is not deficit spending in budget year and the MYP indicates that the Pleasant Grove Joint Union School District will not deficit spend in both subsequent years. No COLA has been applied.
- Expenditure adjustments are as follows:
 - Object 1000 Increased to record estimated cost of range and step increases in 18/19 & 19/20.
 - Object 2000 Increased to record estimated cost of range and step increases in 18/19 & 19/20.
 - Object 3000 Increased to cover the above salary adjustments and increases in PERS & STRS rates. PERS rates are projected for 18/19 and 19/20 to be 18.1% and 20.8% respectively. STRS rates for 18/19 and 19/20 are projected to be 16.28% and 18.13% respectively.
 - Object 4000 Increased by the California CPI rates of 2.92% for 2018/19 & 2.60% for 2019/20.
 - Object 5000 Increased by the California CPI rates of 2.92% for 2018/19 & 2.60% for 2019/20.
 - Object 6000 Budgeted for final Prop 39 project in 17/18.
 - Other Outgo No adjustments.
 - Transfers-Out No adjustments.
 - Other Sources/Uses Increased contributions to restricted resources Routine Restricted Maintenance in 18/19 & 19/20.

Pleasant Grove Elementary School District

Restored Classified Salaries	PROJECTED 2017-18			Projected Increase/ (Decrease)	PROJECTED 2018-19			Projected Increase/ (Decrease)	PROJECTED 2019-20		
	184 Unrestricted	ADA Restricted	Total		184 Unrestricted	ADA Restricted	Total		184 Unrestricted	ADA Restricted	Total
REVENUES											
1) LCFF Revenue	1,545,326	0	1,545,326	3.30%	1,596,384	0	1,596,384	2.73%	1,639,968	0	1,639,968
2) Federal Revenue	0	35,610	35,610	0.00%	\$ 0	35,610	35,610	0.00%	0	35,610	35,610
3) Other State Resources	26,896	107,473	134,369	-41.78%	27,196	51,040	78,236	0.00%	27,196	51,040	78,236
4) Other Local Revenue	18,000	0	18,000	0.00%	18,000	0	18,000	0.00%	18,000	0	18,000
TOTAL REVENUES	1,590,222	143,083	1,733,305	-0.29%	1,641,580	86,650	1,728,230	2.52%	1,685,164	86,650	1,771,814
EXPENDITURES											
1) Certificated	707,644	16,785	724,429	1.18%	715,925	17,057	732,982	1.33%	725,385	17,335	742,720
2) Classified	169,671	15,272	184,943	1.97%	172,960	15,621	188,581	2.37%	177,066	15,987	193,053
3) Employee Benefits-Statutory	168,930	49,680	218,609	9.25%	188,301	50,533	238,835	3.49%	196,050	51,123	247,173
3a) Employee Benefits-H & W	126,711	6,816	133,527	0.00%	126,711	6,816	133,527	0.00%	126,711	6,816	133,527
4) Books & Supplies	63,046	27,504	90,550	2.92%	64,887	28,307	93,194	2.60%	66,574	29,043	95,617
5) Services, Other Operating	242,150	14,099	256,249	2.92%	249,221	14,511	263,731	2.60%	255,701	14,888	270,588
6) Capital Outlay	8,000	56,433	64,433	-100.00%	0	0	0	#DIV/0!	0	0	0
7) Other Outgo	0	50,734	50,734	0.00%	0	50,734	50,734	0.00%	0	50,734	50,734
10) Direct Support/Indirect	0	0	0		0	0	0		0	0	0
TOTAL EXPENDITURES	1,486,153	237,323	1,723,475		1,518,005	183,580	1,701,585		1,547,487	185,926	1,733,413
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	104,069	(94,240)	9,830		123,575	(96,930)	26,645		137,677	(99,276)	38,401
OTHER FINANCING SOURCES											
1) Interfund Transfers											
a) Transfers In	0	0	0		0	0	0		0	0	0
b) Transfers Out		0	0			0	0			0	0
2) Other Sources/Uses											
a) Sources											
b) Uses/Long Term Debt	0	0	0		0	0	0		0	0	0
c) 07-08 C/O flexibility											
3) Contrib to Restricted	(94,240)	94,240	0		(96,930)	96,930	0		(99,276)	99,276	0
TOTAL OTHER SOURCES	(94,240)	94,240	0		(96,930)	96,930	0		(99,276)	99,276	0
NET INCREASE (DECREASE) IN FUND BALANCE	9,829	0	9,830		26,645	0	26,645		38,401	(0)	38,401
FUND BALANCE											
BEGINNING BALANCE	867,845	134,851	1,002,696		877,674	134,851	1,012,525		904,319	134,851	1,039,170
ESTIMATED ENDING BALANCE	877,674	134,851	1,012,526		904,319	134,851	1,039,170		942,721	134,851	1,077,571
State Requirement											
Reserved for Economic Uncertainties	86,174				85,079				86,671		

Pleasant Grove Joint Union Elementary School District CBEDS/ADA TREND PROJECTIONS 2017/2018 Adopted Budget Report

Fiscal Year	CBEDS	P2 ADA	% of CBEDS
2013-14	194	186.38	96.1%
2014-15	201	190.49	94.8%
2015-16	213	199.67	93.7%
2016-17	194	184.00	94.8%
2017-18 Projected	184	184.00	100.0%

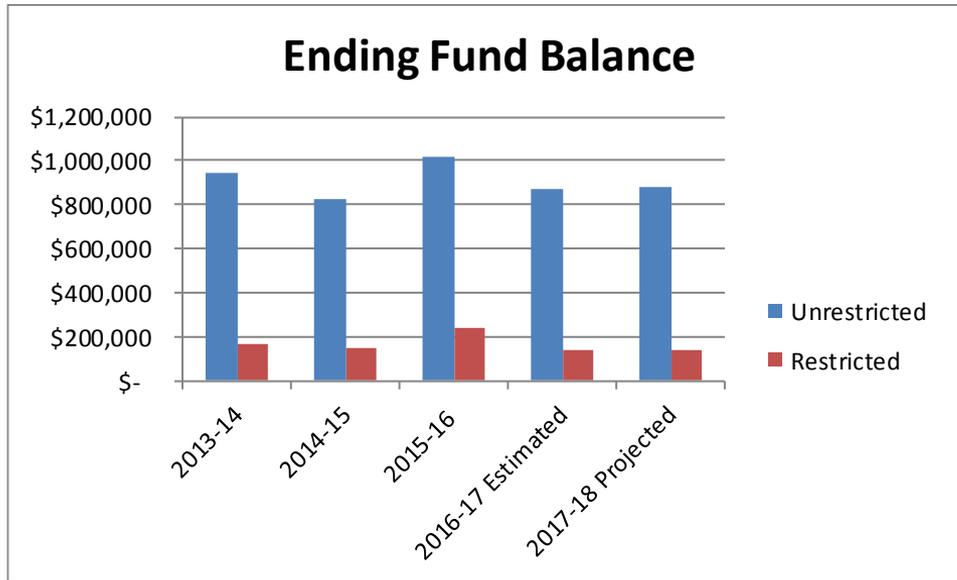


Pleasant Grove Joint Union Elementary School District

ENDING FUND BALANCE HISTORY

2017/2018 Adopted Budget Report

The **estimated ending balance for the 2017/2018 year is \$1,012,526**. Of this amount, \$86,174 has been designated for economic uncertainties as required by the State of California.



Fiscal Year	Ending Fund Balance		Total
	Unrestricted	Restricted	
2013-14	\$ 947,906	\$ 164,491	\$ 1,112,397
2014-15	\$ 828,192	\$ 147,911	\$ 976,103
2015-16	\$ 1,018,949	\$ 240,633	\$ 1,259,582
2016-17 Estimated	\$ 867,845	\$ 134,851	\$ 1,002,696
2017-18 Projected	\$ 877,675	\$ 134,851	\$ 1,012,526