

# Pittsburg Unified School District

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## First Interim Report 2018-19

Presented by Sonya Marturano, Finance Director  
and Dr. Barry Schimmel, Interim Associate Superintendent Business

# First Interim

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- The First Interim Report updates the current budget through October 31, 2018. This report includes a revised revenue projection driven by attendance and expenditure adjustments reflecting Board priorities and spending.
- This report helps provide a basis for review of the current budget going forward in 2019. As second interim report will be presented in March, 2019.



# Assumption made in First Interim Report

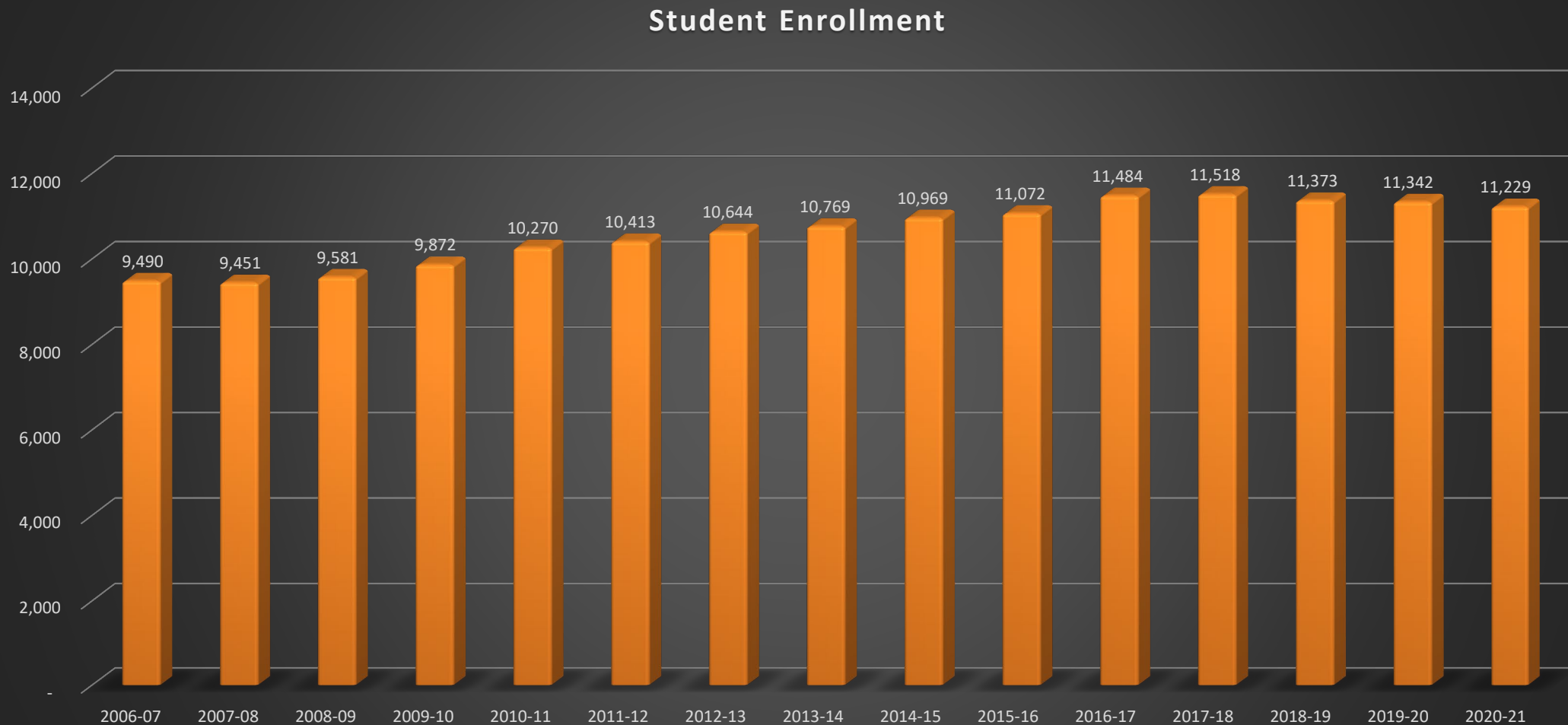
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- Revenue will be slightly less than projected in June 2018
- June Enrollment Projection      11,490
- October 31<sup>st</sup> Enrollment      11,373
- Fewer Students      117

Equates to 1% - Projections were 99% Accurate

# Student Enrollment

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# 2018-19 First Interim Unrestricted Summary Comparison to Adopted

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	Adopted June 2018	1 <sup>st</sup> Interim	Change
Total Revenues	\$ 79,314,798	\$ 82,499,737	\$ (3,184,938)
Total Expenditures	\$ 82,349,295	\$ 86,619,312	\$ (4,270,016)
Totals	\$ 3,034,497	\$ 4,119,575	\$ (1,085,078)

# Unrestricted General Fund Contributions

## First Interim October 31, 2018

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Changes to Unrestricted Contributions in 2018/19			
Contribution	Adopted Budget	First Interim	Difference
Supplemental/Concentration	23,088,166.00	18,058,277.00	(5,029,889.00)
Special Education	15,157,865.15	16,457,865.15	1,300,000.00
Restricted Maintenance	3,885,704.00	3,885,704.00	-
Transportation	1,781,000.00	1,981,000.00	200,000.00
	43,912,735.15	40,382,846.15	(3,529,889.00)
First Interim Unrestricted Contributions			
Contributions in the MYP	2018/19	2019/20	2020/21
Supplemental/Concentration	18,058,277.00	21,056,221.00	21,762,324.00
Special Education	16,457,865.15	16,457,865.15	16,457,865.15
Restricted Maintenance	3,885,704.00	3,925,704.00	3,965,704.00
Transportation	1,981,000.00	1,981,000.00	1,981,000.00
	40,382,846.15	43,420,790.15	44,166,893.15
Adopted Budget Unrestricted Contributions			
Contributions in the MYP	2018/19	2019/20	2020/21
Supplemental/Concentration	23,088,166.00	23,356,221.00	24,062,327.00
Special Education	15,157,865.15	15,157,865.15	15,157,865.15
Restricted Maintenance	3,885,704.00	3,925,704.00	3,925,704.00
Transportation	1,781,000.00	1,781,000.00	1,781,000.00
	43,912,735.15	44,220,790.15	44,926,896.15



# 2018-2019 First Interim Unrestricted Explanation of Significant Variances

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Unrestricted General Fund 2018-19	Adopted Budget	First Interim	Variance	% Change	
LCFF / Revenue Limit Sources	117,488,941.00	117,015,261.00	(473,680.00)	-0.4%	(1)
Certificated Salaries	40,400,887.00	42,144,238.00	1,743,351.00	4.3%	(2)
Classified Salaries	10,018,714.00	10,142,714.00	124,000.00	1.2%	(3)
Employee Benefits	20,566,050.63	21,187,939.63	621,889.00	3.0%	(4)
Books and Supplies	4,229,326.78	5,308,867.09	1,079,540.31	25.5%	(5)
Services and Other Operating Expenditures	7,189,599.49	7,493,974.49	304,375.00	4.2%	(6)
Capital Outlay	81,700.00	531,700.00	450,000.00	550.8%	(7)

- (1) Decreased revenue due to reduced Enrollment/ADA.
- (2) Increased salaries due to the 17/18 Retro and ongoing salary increase.
- (3) Increased salaries due to the 17/18 settlement.
- (4) Increased benefits due to the 17/18 Retro and ongoing salary and benefit cap increase.
- (5) 2017/18 Parcel Tax carry-over was posted to supplies.
- (6) Increase in District insurance expense.
- (7) Increase in Maintenance budget for fire at Foothill.

# 2018-2019 First Interim Unrestricted Expenditures

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Capital Outlay  
0.61%

Utilities  
2.73%

Professional  
Services  
5.91%

Books &  
Supplies  
6.12%

Supervisors &  
Administrators  
6.91%

STRS &  
PERS  
9.48%

Classified  
10.33%

Employee  
Benefits  
14.93%

Certificated  
42.99%



# 2018-19 Unrestricted General Multi-Year Projection

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	2018-2019	2019-2020	2020-2021
<b>REVENUES AND OTHER FINANCING SOURCES</b>			
<b>Total Revenue</b>	\$ 82,499,736.62	\$ 80,120,824.62	\$ 82,381,037.62
<b>EXPENDITURES AND OTHER FINANCING USES</b>			
<b>Total Expenditures</b>	\$ 86,619,312.21	\$ 84,646,356.21	\$ 86,570,623.21
<b>NET INCREASE (DECREASE) IN FUND BALANCE</b>			
	\$ (4,119,575.59)	\$ (4,525,531.59)	\$ (4,189,585.59)
<b>FUND BALANCE</b>			
Ending Fund Balance	\$ 9,327,691.24	\$ 4,802,159.65	\$ 612,574.06
Stabilization Arrangements- Board Policy 3%	\$ 4,603,268.69	\$ 310,964.81	\$ -
Reserve for Economic Uncertainties 3%	\$ 4,699,422.55	\$ 4,466,194.84	\$ 4,526,551.72
Unassigned/Unappropriated	\$ 0	\$ 0	\$ (3,938,977.66)

# Certification of Financial Condition

## Three Types

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- Positive Certification
  - Certifies that based upon current projections the district will meet its financial obligations for the current year and subsequent two fiscal years.
- Qualified Certification
  - Certifies that based upon current projections the district may not meet its financial obligations for the current year or two subsequent fiscal years.
- Negative Certification
  - Certifies that based upon current projections the district will be unable to meet its financial obligations for the remainder of the current fiscal year or for the subsequent fiscal years.

# Recommendation to the Board of Education

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- Approve the First Interim Report as presented with a Qualified Certification
- Next Step:  
The Contra Costa County Office of Education will review the First Interim Report and Compliance to Education Code Requirements with a letter to the district.



Concludes Presentation

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Board Questions and Comments