



PALISADES CHARTER HIGH SCHOOL

More Than 50 Years of Innovation and Excellence

CBO REPORT BOARD OF TRUSTEES MEETING NOVEMBER 7 2017

2017-2018

Cash Balances for PCHS at the end of month end were \$7.7 million (\$7.2 million Unrestricted and \$5.35 million in Fund 20.0-Lifetime Benefits Account, excluding outstanding loan from Permit account) compared to \$8.4 million in August 2017 (\$7.8 Unrestricted).

The updated 2017-2018 Financial projections are attached separately containing both in summary and detail to update new ADA, funding and expense projections. We will be presenting the 1st Interim Report of Actual Revenue & Expenditures based upon our October 2017 financials and projected full year projections with an accompanying balance sheet. This report is due to the CDE by December 15, 2017.

Annual Audit

The Auditors were out the third week of October to perform their on-site year-end audit work for the 2016-2017 School Year. They have to complete their work and produce our Audit Report by December 15th. No material adjustments were discussed, although on-going discussions are underway regarding new reporting of the Lifetime Health Benefit obligation. They are preparing their report and will have a meeting that will be scheduled with the Audit Committee when a draft of the report is ready (by the end of November)

Cafeteria

Cafeteria Operations and participation are still positive. Participation for the month of October averaged 941 meals per day (up 25.2% for the month compared to 2016-17). Year to date, the participation rate is up 38% in 2016-2017.

Special Education COP-(Option 3)

The new 4 tier matrix (by type of SpED student) funding model previously discussed last month, was for the allocation of \$3.1 million in Step Grants available to the 163 Option 3 Charters. This new funding model will provide PCHS with approximately \$115,000 in SpED Grant Funding, an increase of approx. \$15,000 in funding due to the change from 2 tiers to 4 tiers.

Attendance

The reported Month 3 attendance and ADA showed 3,046 Students Enrolled (2,973 in 2016/17) and an cumulative ADA of 2,952 at 96.8% (2,873 or 96.5% in 2016/17). Initial combined enrollment included 64 at Pali (Temescal) Academy and 51 in Virtual Academy. The Budgeted ADA for 2017-2018 is 2,854.

Our Mission:

PCHS will empower our diverse population to make positive contributions to the global community by dedicating our resources to ensure educational excellence, civic responsibility, and personal growth

**PALISADES CHARTER HIGH SCHOOL
2016-2017 UNAUDITED ACTUALS AND 2017-2018 BUDGET and UPDATES**

Revenue	Unaudited Actuals		Adopted		Updated 16/17 vs. 17/18 P Incr./[Decr.]	COMMENTS
	2016-2017 Updated 8/31	2017-2018 Budget	2017-2018 Projection	2017-2018 P		
ADA	2,844.00	2,854.00	2,916.00			ADA reported on norm day
LCFF Revenue	25,626,699	26,290,340	26,838,872		4.7%	increase as a result of ADA
Federal Revenue	1,190,679	1,291,185	1,376,749		15.6%	
Other State Revenue	3,918,911	3,209,662	3,510,351		-10.4%	
Local Revenue	1,481,334	1,634,593	1,619,593		9.3%	
Total Revenue	32,217,621	32,425,780	33,345,565		3.5%	
Expenses						
	2016-2017	2017-2018		2016-2017	2017-2018 P	
		Budget	Projection	% OF Total	% OF Total	
Certificated Salaries (Excl. Admin)	13,313,420	13,721,085	13,706,085	41.4%	41.4%	
Certificated Salaries-Admin	865,419	785,000	870,000	2.7%	2.6%	
Classified Salaries (Excl. Admin)	3,765,589	4,053,413	4,043,413	11.7%	12.2%	
Classified Salaries -Admin	372,882	369,631	379,631	1.2%	1.1%	
Benefits	6,746,792	7,250,273	7,346,389	21.0%	22.2%	
Total Salaries & Benefits	25,064,102	26,179,402	26,345,518	77.9%	79.6%	
Books & Supplies	1,259,159	852,859	852,859	3.9%	2.6%	
Services & Other Operating	4,981,289	4,524,869	4,892,803	15.5%	14.8%	transportation & consulting increase
Interest	33,314	33,314	61,869	0.1%	0.2%	
Depreciation	594,295	574,000	695,000	1.8%	2.1%	track/field renovation
District Oversight	256,297	257,947	263,551	0.8%	0.8%	
Total Expenses	32,188,456	32,422,390	33,111,599	100.0%	100.0%	
Fund Balance-Excess/(Deficit)	29,165	3,390	233,965			

PALISADES CHARTER HIGH SCHOOL
2016-2017 Unaudited Actuals 2017-2018 Budget with updates as of 11/3/17

	Unaudited Actuals 8/16/17	2017-2018 Budget Approved 6/20/17	2017-2018 Budget Updates as of 11/3/17	Comments
ADA ESTIMATES/ACTUAL FUNDED LCFF FUNDING PER ADA	2,844	2,854	2,916	ADA as of Norm Day
EPA Funding-Prop 30	4,355,534	9,212,27	9,220	increase in unduplicated count to 34% Per FCMAT Calculator based on new ADA
LCFF Entitlement - State Aid - Current Year	15,236,889	16,428,863	16,573,262	
LCFF PY Adjustments	(216,101)		(46,061)	-5 ADA Adjustment (16/17)
C S Funding in Lieu of PropTax - PY adjustments	6,037,268	5,677,956	6,037,267	Per LAUSD Spreadsheet
LCFF Funding-Total	213,109			PY Prop Tax Adjustment
NCLB:T1,Basic School Support	25,626,699	26,290,340	26,838,872	
Special Ed: IDEA Basic Local Assistance	254,804	256,834	275,975	Title I per CDE 8-1-17
Entitlement	549,373	555,461	570,865	
NCLB:TII, Teacher Quality/ESSA	6,797	6,903	57,922	Title II ESSA Funding - 8/1/17
MAA-Medical Reimbursements	37,823	37,926	37,926	
Perkins	28,120	24,736	24,736	
DOR-Rehab	13,174			
AP Fees	13,186			
Child Nutrition Program	287,401	409,325	409,325	
Federal Revenues-Total	1,190,679	1,291,185	1,376,749	
Prop. 39 energy	108,501	110,194	151,883	Prop 39 funding as of 10/30/17 Entitlement Letter
State Lottery:Non Prop 20 - Current Year	428,732	438,082	416,684	Unrestricted lottery rate @\$146/ADA
State Lottery:Non Prop 20 - PY adjustments	9,060		9,448	prior year lottery
Child Nutrition: School Programs	24,270	35,662	35,662	
Mandated Costs Reimbursement	119,113	119,478	125,690	
Educator Effectiveness Grant (3 year grant)	199,449	100,000		
One Time Discretionary Grant (Common Core Focused)	610,704		419,538	one time block grant - as of 8/1/17 @\$147/ADA
State Lottery:Prop 20 Inst Matis-Current Year adjustments	138,569	147,807	136,992	Restricted Lottery rate @\$45/ADA (lottery rate decreased from \$48/ADA to \$45/ADA)
Special Education- AB602	6,970	1,621,942	14,336	
Student ID/CAHSEE	1,619,536	4,992	1,668,419	prior year lottery
CTE Grant	482,174	368,012	263,214	CTE revenue to match expenses approved during 17/18 budget adoption
College Readiness Block Grant		133,494	133,494	
LAUSD-Sp Ed Grants	166,207	130,000	130,000	
Other State Revenues-Total	3,918,911	3,209,662	3,510,351	
Food Service Sales	93,030	194,907	194,907	
Leases & Rentals (POOLS/PERMIT/CIVIC CENTER ETC.)	1,069,682	1,059,686	1,009,686	
Interest	111,873	80,000	115,000	Includes interest in Fund 20.0
Lease Revenue- iPad Rentals	1,865			
Fundraising	204,884	300,000	300,000	
Other Local Revenues-Total	1,481,334	1,634,593	1,619,593	

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ADA ESTIMATES/ACTUAL FUNDED LCFF FUNDING PER ADA	2,844	2,854	2,916	ADA as of Norm Day
Total Revenue	32,217,621	32,425,780	33,345,565	increase in unduplicated count to 34%
Teachers	12,237,584	13,324,423	13,324,423	Note: Salaries summarized for Budget reporting purposes
School Admin	865,419	785,000	870,000	
Librarians	126,493			Included above for projections
Guidance,Welfare	694,570			Included above for projections
Other Support/Impact of / Step and Column	-	107,235	92,235	
New Periods & Teachers (Master Budget- Other - SUBS)	254,773	289,427	289,427	
Certificated Salaries	14,178,839	14,506,085	14,576,085	
Inst'l Aides	1,022,273	-		Note: Salaries summarized for Budget reporting purposes
Admin. Sal	372,882	369,631	379,631	
Clerical/Office	1,734,553	3,900,370	3,895,370	Included above for projections
Maint./Oper (incl. in Clerical/Office)	105,227			Included above for projections
Food Services	44,666			Included above for projections
Other Classified	858,870			Included above for projections
Impact Step and Column	-	60,171	55,171	Revised Step & column updated for continuing Positions
Proposed New Positions/Hours	-	92,872	92,872	
Classified Salaries	4,138,471	4,423,044	4,423,044	
Total Salaries	18,317,310	18,929,129	18,999,129	
STRS - Certificated (ER 14.430%)	1,711,339	2,093,228	2,103,329	
PERS - Classified (ER 15.531%)	499,538	556,424	556,424	
OASDI Regular - Certificated	14,411	15,000	15,000	
OASDI Regular - Classified	258,209	274,229	274,229	
OASDI Medicare - Certificated	201,262	210,338	211,353	
OASDI Medicare - Classified	58,602	64,134	64,134	
Health & Welfare Benefits - Certificated	2,122,359	2,186,100	2,186,100	
Health & Welfare Benefits - Classified	983,152	1,021,221	1,021,221	
Unemployment Insurance - Certificated	12,869	7,253	13,253	
Unemployment Insurance - Classified	5,515	2,212	6,212	
Workers' Compensation - Certificated	139,186	132,394	142,394	
Workers' Compensation - Classified	49,351	56,740	61,740	
Other Employment Benefits - Certificated (LT Benefits)	483,000	441,000	483,000	Note: Benefit addition made due to assumption of Budget surplus. Adding additional funding would have resulted in deficit for 2016/17
Other Employment Benefits - Classified (LT Benefits)				Retained contribution amounts to previously established levels for 17/18
Employee Benefits	208,000	190,000	208,000	
Total Salary & Benefits	6,746,792	7,250,273	7,346,389	
Textbooks	231,344	186,578	186,578	
Instructional Materials	231,873	227,611	227,611	
Non-capitalized Equipment	431,038	51,555	51,555	
Other Supplies	171,716	130,694	130,694	

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ADA ESTIMATES/ACTUAL FUNDED LCFF FUNDING PER ADA				
Food Service Supplies	2,844	2,854	2,916	ADA as of Norm Day
		9,212,27	9,220	increase in unduplicated count to 34%
Books & Supplies	193,188	256,421	256,421	
Personnel Services-Mileage	1,259,159	852,859	852,859	
Travel/Conference	6,751	6,500	6,500	
	80,918	75,250	75,250	
Due/Memberships	216,880	205,066	217,000	increase subscription budget due to increase in contracts
Insurance	166,675	143,029	143,029	
Operation and Housekeeping Services	663,083	650,000	665,000	keep at 16/17 levels
Rentals/Leases/Repairs&Noncapitalized Improvements	414,179	400,000	416,000	keep at 16/17 levels
Professional Consulting Services & Operating Exp (5800, 5810, 5821, 5850, 5860)	2,554,092	2,277,698	2,402,698	estimated increase of \$125K in Uniserve Contract & Security
Pupil Transportation	643,324	576,570	776,570	estimated increase of \$200K in transportation costs due to new vendor
Communications and Other Expenses	235,387	190,756	190,756	
Services, Other Operating Exp	4,981,289	4,524,869	4,892,803	
Capital Outlay (6100-6500) - Total (Detail Below)	916,593	983,000	1,136,000	
Sites & Improvement (6100)	45,713	105,000	105,000	
Bids & Improvement (6200)	356,028	247,000	300,000	increase due to unexpected Capital Repairs (Gas Leak)
Equipment-Technology (6400)	456,074	550,000	650,000	security camera project
Equipment/Furniture Replacement (6500)	58,778	81,000	81,000	
Depreciation Expense	594,295	574,000	695,000	increase depreciation due to track/field project Prop 39
Interest	33,314	33,314	61,869	Pool Loan & Track/Field Interest (\$28,544.91)
Indirect Cost (Total charter school supervisory oversight fees only)	256,297	257,947	263,551	
Total Expenses-Financial Reporting Basis	32,188,456	32,422,390	33,111,599	
Total Expenses-Cash Reporting Basis	32,510,754	32,831,390	33,552,599	
Financial Reporting Basis-Adjusted for Depreciation	29,165	3,390	233,965	
Net Reserve Fund Increase(Reduction)-Cash Basis	(293,133)	(405,610)	(207,035)	