



City of San Antonio

Agenda Memorandum

File Number:17-1186

Agenda Item Number: 8.

Agenda Date: 2/7/2017

In Control: Early Childhood Education Municipal Development Corporation Board of Directors

DEPARTMENT: Pre-K 4 SA

DEPARTMENT HEAD: Sarah Baray, Ph.D.

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

FY 2017 Six Plus Six Financial Report

SUMMARY:

FT 2017 Six Plus Six Financial Report (Actuals through December with Annualized Projections) with an informational briefing on the Pre-K 4 SA Fiscal Year (FY) 2017 Budget status through the second quarter (July through December).

BACKGROUND INFORMATION:

The Board adopted a budget on April 5, 2016 for the Pre-K 4 SA fiscal year that began July 1, 2016. Total Appropriations approved by the Board are \$47,559,215. This includes funding for four Education Centers with a total enrollment of 2,000 students for the 2016-2017 school year, funded the competitive grants program and authorized 463 positions. On May 12, 2016 City Council approved the FY 2017 Pre-K 4 SA Annual Operating Budget.

ISSUE:

The Six Plus Six Financial report will provide the Board with an informational briefing on the Pre-K 4 SA FY 2017 financial status of revenues and expenses through the second quarter of the fiscal year (July to December) and projections for the remaining six months (January to June).

The Mid-Year Budget Adjustment addresses the following:

- Revise Sales Tax revenue to reflect the current projection as provided by the City's Office of Management & Budget.
- Adjust other revenues due to changes in student population (free vs. tuition)
- Addressing the Living Wage increase approved by City Council in September 2016 and implemented in October 2016.
- Changes to City of San Antonio charges such as City indirect costs, revised health benefit costs, workers compensation assessments and other fees.
- Addresses Department re-organizations as well as line item adjustments to certain appropriations as requested by the CEO.

FISCAL IMPACT:

The FY 2017 Six Plus Six Financial Report shows a positive variance. The net ending Fund Balance based on the six plus six is estimated at \$12,870,478.00 and shows a favorable variance of \$200,279.00 when compared to the ending balance of \$12,670,199.00 within the adopted budget.

RECOMMENDATION:

Staff recommends for the Board to accept the FY 2017 Six Plus Six Financial Report