



Fiscal Committee Meeting
Wednesday, January 25, 2017
1390 Market Street, Suite 318
Minutes

I. Roll Call

Staff called the meeting to order at 2:50 pm.

Present: Maria Su and Linda Asato

Absent: Lynn Merz and Ingrid Mezquita

II. General Public Comment

There was no general public comment.

III. Discussion and possible action to approve the October 26, 2016 Fiscal Committee meeting minutes

There was no further discussion and a motion to approve the October 26, 2016 Fiscal Committee meeting minutes was made by Commissioner Su and seconded by Commissioner Asato.

The motion was approved at 2:50 pm.

There was no public comment.

IV. Discussion of year-to-date financials

Staff presented the financials through December 31, 2016. The following highlights were discussed:

- Received \$2.5 million in revenues.
- Used \$5.2 million of the preservation fund to cover expenses.
- Expect to receive all of the revised Prop 10 revenues that were projected.
- Total expenses were \$7.7 million.
- Projected possible savings for 2016-17.
- The bulk of the expenses, approximately \$6.3 million, were for grants.
- Most of the expenditures will be in fourth quarter of the fiscal year.

There was no public comment.

V. Discussion of the preliminary draft of the 2017-18 budget

Staff presented the first draft of the 2017-18 budget. The following highlights were discussed:

- Prop 10 revenues will drop by 17%, from \$6 million to \$5 million, in 2017-18.
- Prop 10 revenues will continue to drop in the future.
- There are no changes to Prop 10 local IMPACT grant.
- Slight decrease in the regional hub IMPACT grant and the QRIS Block grant.
- Interest is slightly increased to include the state portion the Commission receives annually.
- Work order recoveries from the Department of Children, Youth & their Families (DCYF), Human Services Agency (HSA), and Office of Early Care and Education (OECE) have slightly decreased due to shifts in program administration.
- Administrative expenses slightly increased due to increases in staff salaries and benefits.
- Total program expenses decreased by \$1.7 million due to shifts in programming.
 - Systems of Change slightly increased due to slow roll out of initiative.

- Child Development decreased by \$1 million as the Commission continues to transition Preschool for All to OECE.
- Family Support slightly decreased but relatively no change.
- Child Health decreased by \$1.3 million due to alignment to the new strategic plan.
- The 2017-18 budget is not set and may change after the Commissioners' retreat.

There was no public comment.

VI. Fiscal Committee Update

The following was discussed:

- Differences of Trump's child care plans.
- FRC NOFA was released and staff is receiving letters of intent.
- Preschool for All curriculum enhancements will be directly administered by OECE.
- QRIS RFQ will be released around March.
- DCYF will release its large RFQ in July.
- DCYF's Results Based Accountability (RBA) work and training.

There was no public comment

VII. ADJOURNMENT

Meeting was adjourned at 3:35 pm.