

POWAY UNIFIED SCHOOL DISTRICT
BOARD OF EDUCATION
SPECIAL BOARD MEETING
June 15, 2015



District Office
Community Room
15250 Avenue of Science
San Diego, CA 92128
6:00 p.m.

NOTE: At 3:30 p.m., there will be an open session to allow for public comment on the closed session agenda items, followed immediately by a closed session in the Board Conference Room.

CLOSED SESSION: CONFERENCE WITH LABOR NEGOTIATORS

Agent Negotiator: Tracy Hogarth, John Collins
PFT, PSEA, SEIU

CLOSED SESSION: PUBLIC EMPLOYEE PERFORMANCE EVALUATION

Title: Superintendent

CLOSED SESSION: CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION

(Subdivision (a) of Section 54956.9) 2 cases:

Case No.: 37-201400035745-CU-PT-CTL

Case No. 37-2014-00040788-CU-CR-CTL

Legal Counsel: Dan Shinoff

A. PRELIMINARY FUNCTIONS

1. Call to Order
2. Members in Attendance
3. Approval of Consent Calendar

B. REPORTS / PRESENTATIONS / EARLY AGENDA ITEMS

1. Student Recognition – AVID Senior Standouts 2015
2. PUSD Volunteer of the Year Recognition

In compliance with the Americans with Disabilities Act, if you need special assistance, disability-related modifications, or accommodations, including auxiliary aids or services, in order to participate in the public meetings of the District's Governing Board, please contact the office of the District Superintendent at (858) 521.2700 [15250 Avenue of Science, San Diego]. Notification 24 hours prior to the meeting will enable the District to make reasonable arrangements to ensure accommodation and accessibility to this meeting. Upon request, the District shall also make available this agenda and all other public records associated with the meeting in appropriate alternative formats for persons with a disability.

Written materials relating to an item on this agenda that are distributed to the Poway Unified School District Board of Education within 24 hours before it is to consider the item at a special meeting will be available for public inspection at 15250 Avenue of Science, San Diego, during normal business hours. Such written materials will also be made available on the district website [www.powayusd.com], subject to staff's ability to post the documents before the regularly scheduled meeting.

C. PUBLIC COMMENTS

The Board will hear public comments on the agenda items only.

D. ACTION ITEMS

D-201 Public Hearing and Approval of Initial Proposal from the Board of Education to Poway Federation of Teachers (PFT), 2015-2015

E. CONSENT CALENDAR

E-101 Adoption of High School Mathematics Textbook

E-102 Adoption of Middle School Mathematics Textbook

E-103 Adoption of Transitional Kindergarten Mathematics Textbook

E-202 (a) Approval of Certificated Personnel Report No. 11-2015

(b) Approval of Classified Personnel Report No. 11-2015

F. FIRST READING ITEMS

F-104 First Reading and Local Control and Accountability Plan (LCAP) Updates for 2015-2016*

F-301 First Reading and Public Hearing of Proposed 2015-2016 Budget

F-302 First Reading and Public Hearing of Reserves in Excess of Minimum Reserves in 2015-2016

G. ADJOURNMENT

*A copy of the LCAP is available for public review in the Administration Center.

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: John P. Collins

AGENDA ITEM: A-3

Staff Support:

SUBJECT: APPROVAL OF CONSENT CALENDAR

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote Required

RECOMMENDATION:

The following items comprise the Consent Calendar. Action may be taken on these items by a single motion of the Board, allowing time for discussion on other routine items.

DISCUSSION/PROGRAM:

100 – LEARNING SUPPORT SERVICES

- 103 Adoption of High School Mathematics Textbook
- 104 Adoption of Middle School Mathematics Text
- 105 Adoption of Transitional Kindergarten Mathematics Textbook

200 – PERSONNEL SUPPORT SERVICES

- 202 (a) Approval of Certificated Personnel Report No. 11-2015
- (b) Approval of Classified Personnel Report No. 11-2015

LEGAL REFERENCE: N/A

FISCAL IMPACT: N/A

MOVED BY: _____ **SECONDED BY:** _____

VOTE: BEATTY ____ O'CONNOR-RATCLIFF ____ PATAPOW ____ SELLERS ____ ZANE ____ **STUDENT PREFERENTIAL VOTE:** BARRETT ____

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: Mel Robertson

AGENDA ITEM: B-1

Staff Support: Beth Perisic

SUBJECT: STUDENT RECOGNITION

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote Required

RECOMMENDATION:

Information

DISCUSSION/PROGRAM:

AVID (Advancement Via Individual Determination) is a course designed to engage students in learning, study, and academic behavioral skills that are essential to success in rigorous coursework. In the AVID class, students receive daily instruction and support to prepare them for a post-secondary education. AVID students are often the first in their families to attend college.

Each year one AVID Senior Standout is selected by the AVID Site Team or Senior AVID teacher at each of our high schools. Students who are selected as the Senior Standout are eligible to apply for the AVID Senior Standout Founder’s Scholarship. Selection criteria to be considered as a Senior Standout includes: a minimum GPA of 3.5, successful completion of two or more AP courses, 50 hours of community service, and participation in extra-curricular activities.

Tonight, Poway Unified School District will honor the following Senior Standouts:

- o ***Nayeli Fernandez** and AVID coordinator **Karen Kawasaki** – Poway High School
- o **Aimee Lin** and AVID coordinator **Dorothy Carlson** – Westview High School
- o **Angelica Nicole Tuazon** and AVID coordinator **Susan Randle** – Mount Carmel High School
- o **Hada Marabeh** and AVID coordinator **Leann Marshall** – Rancho Bernardo High School
- o ***Katrina Salinas** and AVID coordinator **Cara Heinen** – Del Norte High School

*These students were finalists for the AVID Senior Standout Founder’s Scholarship.

Continued...

LEGAL REFERENCE:

FISCAL IMPACT:

MOVED BY: _____ **SECONDED BY:** _____

VOTE: BEATTY ___ O’CONNOR-RATCLIFF ___ PATAPOW ___ SELLERS ___ ZANE ___ **STUDENT PREFERENTIAL VOTE:** BARRETT ___

AVID SCHOLARSHIP AWARDS – Each year the AVID San Diego County Dollars for Scholars committee reviews and selects award recipients based on overall merit. This year’s award recipients are:

- **David (Banks) Irelan and Katrina Salinas – both won the AVID Classrooms of the Future Foundation (CFF) High Tech Achievement STEM Scholarship, \$2,000 was awarded to each student.**

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: John P. Collins
Staff Support:

AGENDA ITEM: B-2

**SUBJECT: POWAY UNIFIED SCHOOL DISTRICT VOLUNTEERS OF THE
YEAR 2015-16: HIROKO GOLDSTEIN-BABA; PATTI
MATSUOKA; RHEIA VIGAY**

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote
Required

RECOMMENDATION:

Presentation

DISCUSSION/PROGRAM:

The Poway Unified School District proudly recognizes our volunteers and announces that Hiroko Goldstein-Baba, Patti Matsuoka, and Rheia Vigay have been chosen as Poway Unified School District Volunteers of the Year for 2015-16 from a very distinguished list of school site volunteers of the year.

The Selection Committee for the Volunteers was made up of **David Hall**, Personnel Support Services; **Noreen Walton**, Learning Support Services; and **Joy Ramiro**, Business Support Services.

Hiroko Goldstein-Baba

Canyon View Elementary School

Hiroko is an active member of both the PTA and Foundation, and volunteers in the classroom as well. A mother of two, bilingual and offering the perspective and experiences of a multicultural background, Hiroko is one of a kind. She volunteers countless hours to Canyon View Elementary School in numerous capacities. Whether she is helping organize registration, working in our Friendship Garden, teaching garden lessons to classes, collecting canned food, sending out the Howler newsletter or working on school websites, Hiroko is always a phone call away and will drop everything she is doing to come to Canyon View and lend a helping hand.

As an involved member of our PTA and Foundation, Hiroko is compassionate about education, is an advocate for the mission and vision of the school and uses her strong intrapersonal skills to lead the community and support the success of Canyon View. She actively seeks strong parent volunteers and donations that keep the school flourishing and relationships with the community growing. Not only does Hiroko go above and beyond the average parent volunteer, but she also donates her time and energy to support school-wide programs. Recently, she put life back into the Friendship Garden and worked with kindergarten classes to teach lessons about the life cycle of a plant.

In addition, Hiroko supports community efforts by holding multiple food drives throughout the year on the school campus and also coordinates the annual Adopt-a-Family program and assembly. "If I had to describe Hiroko and the work that she does," said Principal, Megan Battle, "I would use the term transformational: an inspirational leader and volunteer. She is humble in all that she does and Canyon View Elementary School is extremely lucky to have Hiroko as a member of our parent organizations and volunteer community."

Continued...

Patti Matsuoka

Twin Peaks Middle School

Patti Matsuoka will leave Twin Peaks Middle School this year as her youngest daughter moves onto Poway High School, but her legacy of giving and charitable work will remain. Patti was instrumental in founding the Kiwanis' Builders Club (BC) at Twin Peaks to provide continuity from the elementary school K-Kids program to Poway High's Key Club. The club started with 20 students in 2011 and grew to 100 students by 2014. Her leadership has brought together hundreds of Twin Peaks students, parents and volunteers in service to the local community. Through Patti's tireless efforts Twin Peaks Builders Club students have touched and improved the lives of children, adults, veterans, active duty military, families in need, cancer patients and many others. With Patti's guidance, the BC students participated in numerous fundraising activities – far too many to mention here.

While Patti may be known as the backbone of the Builders Club, this is not where her contributions end. During her five years as a Twin Peaks parent she has helped with registration, administered career education programs, volunteered in the library, chaperoned field trips, and helped with the 6th Grade Olympics. Her caring, generosity and positive spirit inspire students and adults alike. Patti's contributions have long term benefits. According to Tanisha Smith, national director of volunteer services for Volunteers of America, "Two thirds of youths who volunteer become active adults who volunteer." This truism is not lost on Patti's daughter Erin who shared that, "watching her has made me want to get more involved; I probably wouldn't have done ASB or been president of Builders Club if she hadn't been here." Erin added, "I like having my mom around campus. Some of my friends don't like having their parents around, but I like having my mom at school. When she puts her mind to something she always does her best. She gives 100% and I'm glad she's being recognized for it."

"Patti is dedicated to making Twin Peaks Middle School and the community a better place and to teaching our students the importance of helping others," said Principal Dr. Kelly Burke. "The impact of her efforts is considerable in the present and the legacy of her work is impossible to measure. She is a prime example of Poway's "Parents as Partners" tenet and we genuinely appreciate her outstanding commitment to Twin Peaks community."

Rheia Vigay

Poway High School

Rheia Vigay has been an active volunteer for Poway High's PTSA for several years. One of her first positions with PTSA was Parliamentarian, which she took the initiative to learn and did an excellent job for two years. She joined other members of PHS PTSA and their outreach to Abraxas High School by providing meals for staff lunches and helping to set-up, serve, and clean afterwards. Rheia also participated with Grad Nite preparations contributing to the success of the event and has helped Poway High for several years with Back-to-School registration.

In addition to this work, Rheia has organized the hospitality for Poway High's Eye on Art event that showcases the diverse art work of students each May. She has also single-handedly taken on the Student and Staff Recognition program. As the interest in the program has waned, Rheia has become the champion for the program by attending meetings, talking to key people, using multiple communication modes to raise interest and get the event together. Rheia develops proposals and solutions to get past the roadblocks and she is flexible, patient and determined. All of this effort was just to get the program organized. She also takes a hand in putting together and delivering the Recognition Night.

Principal Ron Garret says Rheia is unique in that, "Her bright personality and can-do attitude compel people to help out and make the people that work with her feel positive and valued. This is especially valuable for the students that are the beneficiaries of her efforts." "PHS has greatly benefited from her gracious contributions."

Continued...

The following is a list of all the PUSD school site Volunteers of the Year. All of these finalists are representative of the high caliber of volunteers whose sincerity and dedication benefit hundreds of PUSD students.

Name	Site
Kathy Duston	Adobe Bluffs Elementary School
Josie Burye	Black Mountain Middle School
Hiroko Goldstein-Baba	Canyon View Elementary School
Janette "Jan" Haase	Chaparral Elementary School
Cindy Lee	Creekside Elementary School
Erin Mitchell	Deer Canyon Elementary School
Jeff Erwin	Del Norte High School
Esther Beentjes	Del Sur Elementary School
Claudine Hagerstrom	Garden Road Elementary School
Lisa Velazquez	Meadowbrook Middle School
Bradley Chang	Mesa Verde Middle School
Angela Vivas	Midland Elementary School
Theresa Manalang	Monterey Ridge Elementary School
Jennifer Hagan	Morning Creek Elementary School
Kris Webster	Mt. Carmel High School
Ann Rubio	Oak Valley Middle School
Hilary Pollard	Painted Rock Elementary School
Jeff Johnson	Park Village Elementary School
Gioia Bowser	Pomerado Elementary School
Rheia Vigay	Poway High School
Dr. Alan Elliott	Rancho Bernardo High School
Erin Navage	Rolling Hills Elementary School
Carol Ware	Stone Ranch Elementary School
Dixie Levine	Sundance Elementary School
Franny Chin	Sunset Hills Elementary School
Mary Costello	Tierra Bonita Elementary School
Genni Myles	Turtleback Elementary School
Patti Matsuoka	Twin Peaks Middle School
Laura Danahy	Valley Elementary School
Patty Tokushige	Westwood Elementary School
Julie Hume	Willow Grove Elementary School
Edward Wiesmeier III	Student Support Service/After School Education and Safety

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: John P. Collins
Staff Support:

AGENDA ITEM: C

SUBJECT: PUBLIC COMMENTS

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote
Required

RECOMMENDATION:

PUBLIC COMMENT WILL BE LIMITED TO THREE MINUTES PER SPEAKER.

DISCUSSION/PROGRAM:

Because this is a Special Meeting of the Board, public comments are limited to agendized items only. Requests to speak during Public Comment on any of the agenda items will be granted only if a Speaker Slip is given to the Clerk of the Board of Education before Public Comment comes up in the agenda.

Individuals wishing to discuss concerns regarding District personnel issues should follow District policies and procedures available in the Personnel Office.

LEGAL REFERENCE: Government Code Section 54950 *et seq.*

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: Tracy Hogarth

AGENDA ITEM: D-201

Staff Support:

SUBJECT: PUBLIC HEARING AND APPROVAL OF INITIAL PROPOSAL FROM THE BOARD OF EDUCATION TO POWAY FEDERATION OF TEACHERS (PFT) 2015-2016

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote Required

RECOMMENDATION:

That a public hearing be held and the Board of Education adopt the District's Proposal to Poway Federation of Teachers (PFT) 2015-2016.

DISCUSSION/PROGRAM:

Under California Government Code Section 3547, the presentation and adoption of the District's initial proposal for contract negotiations is a two-step process. This initial proposal was presented to the Board of Education on May 18, 2015, as a first reading, and a reasonable amount of time has allowed the public to be informed. Tonight is the public hearing.

The initial proposal is attached.

LEGAL REFERENCE: California Government Code Section 3547 et seq.

FISCAL IMPACT: TBD through Collective Bargaining Process

MOVED BY: _____ **SECONDED BY:** _____

VOTE: BEATTY ___ O'CONNOR-RATCLIFF ___ PATAPOW ___ SELLERS ___ ZANE ___ **STUDENT PREFERENTIAL VOTE:** BARRETT ___

Initial Proposal for Contract Negotiations

From Poway Unified School District To Poway Federation of Teachers 2015-2016

Article II - Duration of Agreement

The District proposes a three-year agreement to expire June 30, 2018, with specified reopeners during the term of the agreement.

Article III – Health and Welfare Benefits

The District proposes a continuation of the District's contribution per employee, using the formula and calculations as outlined in Section III – Health and Welfare Benefits.

Article VII – Hours of Employment and Article XI – Wages

The District will work with the Federation using the fiscal Interest-Based Problem Solving model to begin negotiations of a proposal regarding wages.

Other

The parties will continue to meet to prepare an updated version of the Collective Bargaining Agreement, to include agreed upon Memoranda of Understanding and other minor changes to practice which have occurred. It should be noted that the Articles of this Agreement may be amended by mutual consent during the term of this agreement and the District is committed to continuing its Interest-Based Problem Solving relationship with the Poway Federation of Teachers.

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: Mel Robertson

AGENDA ITEM: E-101

Staff Support: Beth Perisic

SUBJECT: ADOPTION OF HIGH SCHOOL MATHEMATICS TEXTBOOKS

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote Required

RECOMMENDATION:

That the textbooks listed below be adopted.

DISCUSSION/PROGRAM:

At the May 18, 2015, Board meeting, the textbooks listed below were presented to the Board of Education. The proposed textbooks have been reviewed and piloted by representative math teachers from each high school, and representatives included special education and middle school math teachers. The textbooks are in alignment with subject-specific State and District standards. The textbooks are available for examination and are on display in the Administration Center.

Subject	Textbook Title and Publisher
Mathematics	<p><u>Core Connections Integrated I, 2nd Ed., V6</u> Dietiker, Kysh, Sallee, Hoey College Preparatory Mathematics (CPM) Educational Program, 2014</p> <p><u>Teacher Edition</u> Integrated I, Volume I and Volume II ISBN 978-1-60328-327-4</p> <p><u>Student Edition</u> Integrated I ISBN 978-1-60328-323-6</p>

Continued...

LEGAL REFERENCE: California Education Code Section 60242

FISCAL IMPACT: \$441,300 District Common Core Funds

MOVED BY: _____ **SECONDED BY:** _____

VOTE: BEATTY ___ O'CONNOR-RATCLIFF ___ PATAPOW ___ SELLERS ___ ZANE ___ **STUDENT PREFERENTIAL VOTE:** BARRETT ___

Subject

Mathematics

Textbook Title and Publisher**Core Connections Integrated II, 2nd Ed., V1**

Dietiker, Kysh, Sallee, Hoey

College Preparatory Mathematics (CPM) Educational Program, 2014

Teacher Edition

Integrated II, Volume I and Volume II

ISBN 978-1-60328-339-7

Student Edition

Integrated II, Volume One

ISBN 978-1-60328-333-5

Integrated II, Volume Two

ISBN 978-1-60328-334-2

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: Mel Robertson
Staff Support: Eric Lehew/Beth Perisic

AGENDA ITEM: E-102

SUBJECT: ADOPTION OF EIGHTH GRADE MATHEMATICS TEXTBOOK

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote Required

RECOMMENDATION:

That the textbooks listed below be adopted.

DISCUSSION/PROGRAM:

At the May 18, 2015, Board meeting, the textbooks listed below were presented to the Board of Education. The proposed textbooks have been reviewed and piloted by representative math teachers from each middle school. The textbooks are in alignment with subject-specific State and District standards. The adoption of the 8th grade book completes a two year process for adoption of math textbooks for the Math 6, 7 and 8 classes and the Compacted Math 6/7 and 7/8 courses. The textbooks are available for examination and are on display in the Administration Center.

Subject	Textbook Title and Publisher
Mathematics	<p><u>Connected Mathematics 3 (CMP3)</u> Lappan, Phillips, Fey, Friel Pearson Education</p> <p>Grade 8 – Teacher Print & Digital Butterflies, Pinwheels, and Wallpaper (Symmetry and Transformations) ISBN 978-0-13-327666-4</p> <p>Growing, growing, growing (Exponential Functions) ISBN 978-0-13-327664-0</p> <p>It's In the System (Systems of Linear Equations and Inequalities) ISBN 978-0-13-327668-8</p>

Continued...

LEGAL REFERENCE: California Education Code Section 60242

FISCAL IMPACT: \$311,730 District Common Core funds

MOVED BY: _____ **SECONDED BY:** _____

VOTE: BEATTY ___ O'CONNOR-RATCLIFF ___ PATAPOW ___ SELLERS ___ ZANE ___ **STUDENT PREFERENTIAL VOTE:** BARRETT ___

Subject

Mathematics

Textbook Title and Publisher

Grade 8 – Teacher Print & Digital

Looking for Pythagoras (The Pythagorean Theorem)

ISBN 978-0-13-327663-3

Say it With Symbols (Making Sense of Symbols)

ISBN 978-0-13-327667-1

Thinking With Mathematical Models (Linear and Inverse Variation)

ISBN 978-0-13-327662-6

Grade 8 – Student Print & Digital

CMP3 Grade 8

ISBN 978-0-13-327814-9

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: Mel Robertson
Staff Support: Cindy De Clercq

AGENDA ITEM: E-103

**SUBJECT: ADOPTION OF ELEMENTARY TRANSITIONAL
KINDERGARTEN (TK) MATH INSTRUCTIONAL MATERIALS**

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote
Required

RECOMMENDATION:

That the textbooks listed below be adopted.

DISCUSSION/PROGRAM:

At the May 18, 2015, Board meeting, the textbooks listed below were presented to the Board of Education. The proposed textbooks have been reviewed and piloted by representative group of teachers from each elementary school. The textbooks are in alignment with subject-specific State and District standards. The textbooks are available for examination and are on display in the Administration Center.

Subject	Textbook Title and Publisher	Material Type and Funding
Transitional Kindergarten Mathematics	<u>Investigations in Number, Data and Space</u> Pearson Education One Lake Street, Upper Saddle River, New Jersey 07458	Basic Textbook to be funded by District Common Core funds

LEGAL REFERENCE: California Education Code Section 60242

FISCAL IMPACT: \$30,000 District Common Core funds

MOVED BY: _____ **SECONDED BY:** _____

VOTE: BEATTY ___ O'CONNOR-RATCLIFF ___ PATAPOW ___ SELLERS ___ ZANE ___ **STUDENT PREFERENTIAL VOTE:** BARRETT ___

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: Tracy Hogarth
Staff Support: Genny Girten

AGENDA ITEM: E-202(a)

SUBJECT: APPROVAL OF CERTIFICATED PERSONNEL REPORT NO. 11-2015

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote Required

RECOMMENDATION:

That the Certificated Personnel Report No. 11-2015 be approved as presented.

DISCUSSION/PROGRAM:

LEGAL REFERENCE: N/A

FISCAL IMPACT: N/A

MOVED BY: _____ **SECONDED BY:** _____

VOTE: BEATTY ____ O'CONNOR-RATCLIFF ____ PATAPOW ____ SELLERS ____ ZANE ____ **STUDENT PREFERENTIAL VOTE:** BARRETT ____

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: Tracy Hogarth

AGENDA ITEM: E-202(b)

Staff Support: Leisl Sanchez

SUBJECT: APPROVAL OF CLASSIFIED PERSONNEL REPORT NO. 11-2015

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote Required

RECOMMENDATION:

That the Classified Personnel Report No. 11-2015 be approved as presented.

DISCUSSION/PROGRAM:

LEGAL REFERENCE: N/A

FISCAL IMPACT: N/A

MOVED BY: _____ **SECONDED BY:** _____

VOTE: BEATTY ____ O'CONNOR-RATCLIFF ____ PATAPOW ____ SELLERS ____ ZANE ____ **STUDENT PREFERENTIAL VOTE:** BARRETT ____

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: Mel Robertson and Malliga Tholandi
Staff Support: Noreen Walton, Mercedes Hubschmitt

AGENDA ITEM: F-104

SUBJECT: PUBLIC HEARING OF PUSD LOCAL CONTROL AND ACCOUNTABILITY PLAN (LCAP) FOR 2015-2016 - FIRST READING

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote Required

RECOMMENDATION:

That, following a public hearing, the Board approve, at the June 22, 2015 Board Meeting, the PUSD Local Control and Accountability Plan (LCAP) for 2015-2016.

DISCUSSION/PROGRAM:

In compliance with California Education Codes 52060 – 52077, PUSD District staff has developed the District’s Local Control and Accountability Plan (LCAP) using the new template required by the California Department of Education. Last year, the board adopted two-year goals. Staff has updated the Goals, Actions, and Services, based on stakeholder input.

Opportunities for stakeholders to provide input in the development of PUSD’s LCAP goals include:

- District Advisory Committee, District English Learner Advisory Committee, Special Education Community Advisory Committee
- Superintendent’s Roundtable (consisting of all management positions Director and above) and K-12 Principals
- Superintendent’s Student Advisory Committee
- District wide Parent Perception Survey
- District wide Student Surveys on Technology, the California Healthy Kids Survey (CHKS), Level Surveys, Senior Exit Surveys
- District Committees: Counseling; Student Support Task Force
- Six Community Forum stakeholder meetings
- District Union Leadership Teams
- District wide staff through crowdsourcing: InnovationU
- Extended Student Services Graffiti Walls
- Community input via district email address: communityinput@powayusd.com

Continued....

LEGAL REFERENCE: California Education Code 52060-52077

FISCAL IMPACT: \$23,782,114

MOVED BY: _____ **SECONDED BY:** _____

VOTE: BEATTY ___ O’CONNOR-RATCLIFF ___ PATAPOW ___ SELLERS ___ ZANE ___ **STUDENT PREFERENTIAL VOTE: BARRETT ___**

The District's timeline for development of the LCAP:

- September 2014 to Present: Current district data collected for LCAP development.
- February-March: Surveys developed, launched and data collected through Superintendent's Student Advisory Committee and InnovationU; collected data shared and discussed with District English Language Advisory Committee (DELAC) and District Advisory Committee (DAC).
- April – May: Critical questions written based on State's eight priority areas covered in the LCAP requirements and presented at a Community Forums for feedback and input for updating LCAP goals; updated draft presented to DAC and DELAC (5/6) for review and input.
- May – June 2015: Superintendent's written responses provided to DAC/DELAC and Board of Education; LCAP and District budget presented to Board and Public at Special Board meeting on 6/15; adopted by Board at 6/22 Board meeting; and submitted to SDCOE by 6/30.

PUSD's Local Control and Accountability Plan aligns with the eight LCAP Priority Areas adopted by California's State Board of Education (SBE), PUSD's Strategic Vision, and the Goals and Initiatives adopted by the PUSD Board of Education in fall 2013:

1. Ensure each student engages in a challenging 21st Century learning experience.
2. Develop and maintain communications systems that create collective engagement among all stakeholders.
3. Create a collaborative culture of continuous learning for all staff.

PUSD's five 2015-16 LCAP goals are:

1. Ensure college, career and citizenship readiness for all students, PreK-12, through high quality teachers implementing an articulated, California standards-based learning experience in curriculum, instruction, and assessment.
2. Increase College and Career Readiness for all students, while closing achievement gaps in all subgroups, through systems and structures that provide multiple pathways of learning and engagement.
3. Strengthen and maintain a safe, positive, healthy and well-maintained learning environment for all learners.
4. Increase student and parent engagement in learning through enhanced community involvement in the education of our students.
5. Develop, implement, and embed a collaborative learning structure and system for adults and students to increase student achievement.

A copy of the LCAP is available for public review in the Administration Center. A request for formal approval will be submitted at the June 22, 2015 Board Meeting.

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: Malliga Tholandi

AGENDA ITEM: F-301

Staff Support: Joy Ramiro

SUBJECT: PUBLIC HEARING OF 2015-2016 PROPOSED BUDGET - FIRST READING

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote Required

RECOMMENDATION:

First Reading.

DISCUSSION/PROGRAM:

California Education Code Section 52060(b)(2) requires that the governing board holds separate public hearings on the Local Control Accountability Plan (LCAP) and the Proposed Budget.

Attached for the Board's review are the Estimated Actuals for 2014-2015 as of May 2015, and the Proposed Multi-Year Projections (MYP) for the General Fund Combined. All assumptions for 2015-2016, 2016-2017, and 2017-2018 are included.

The projected multi-year projection for 2016-2017 and 2017-2018 have been prepared using the Local Control Funding Formula (LCFF) funding gap rate as recommended by School Services of California (SSC) – **(Exhibit A)**. These rates are lower than the rates suggested by the Department of Finance (DOF) as shown in the tables below:

LCFF Funding Gap Rate Percentage

	2015-2016	2016-2017	2017-2018
SSC	53.08%	12.62%	18.24%
DOF	53.08%	37.40%	36.74%

LCFF Estimated Revenue (net of LCFF Transfer to Adult Ed and Deferred Maintenance)

	2015-2016	2016-2017	2017-2018
SSC	263,509,314	266,978,263	272,895,646
DOF	263,509,314	274,153,684	283,436,853

We have included a projection for 2016-2017 and 2017-2018 using the DOF's rates **(Exhibit B)**.

Continued...

LEGAL REFERENCE: California Education Code Section 52060(b)(2)

FISCAL IMPACT: As described in 2014-2015 Estimated Actuals and the Multi-Year Projection

MOVED BY: _____ **SECONDED BY:** _____

VOTE: BEATTY ___ O'CONNOR-RATCLIFF ___ PATAPOW ___ SELLERS ___ ZANE ___ **STUDENT PREFERENTIAL VOTE:** BARRETT ___

On May 14, 2015, we had shared with the Board that the 2015-2016 expense budget will be increased by \$13,875,781 in ongoing expenses, \$141,500 in one-time expenses and \$2,225,075 in supplemental grants (the detailed spreadsheet is attached – **Attachment 1**).

Since then, the Governor has signed the May Revision to his proposed 2015-2016 budget and K-14 school districts are receiving additional revenues. It is one of the best May revisions in many, many years and is projected to bring extra dollars (\$2 billion) to K-14 school districts. The main reason for this increase is that state general fund revenues came in much higher than projected and due to Proposition 98 regulations, 40 percent of new monies are being allocated to K-14 schools. In short, K-14 schools are receiving what they are due.

All districts will be receiving higher than projected revenues for both 2014-2015 and 2015-2016. In addition, the Governor is also paying back all the deferrals and bringing down his wall of debt to schools to zero.

Using the formula given to us by School Services of California, our District will be receiving \$504,238 more in ongoing LCFF revenues than what is in our budget for 2014-2015.

In 2015-2016, we will be getting an additional \$11 million in ongoing LCFF revenues beyond what is currently in our budget. We will also be getting a one-time allocation of \$601 per child, which equals \$20.7 million for our District. This is about \$15 million more than what we had originally budgeted.

The CTE grant is also included in the May revision. However, the dollar amount per ADA (Average Daily Attendance) and the method of distribution have not yet been determined.

In support of community input, and the Board/District priorities, we have already put \$1 million towards TK-3 Class Size Reduction (CSR). With the additional State funding, we are also going to move forward with an additional \$500,000 toward CSR in grades 4-5 and \$1.5 million toward CSR in grades 10-12 core subject areas to bring them under a target of 40. This is a total increase of \$3,000,000 toward class size reduction to bring down class sizes at all levels.

It is also a community, and Board/District priority to support our sites so they are not as dependent on parents, PTA, and Foundation funds for basic classroom supplies. Since 2007-2008, we have severely reduced budget standards funding at our school sites. We have allocated \$1,000,000 toward budget standards in the 2015-2016 budget as an ongoing expense.

OPERATIONAL PRIORITIES

ATTACHMENT 1

2014-15 Unrestricted General Fund Projected Budget

May 14, 2015

2014-15 Unrestricted General Fund As of 4/30/2015	
Projected Revenue	254,256,585
Projected Expenditures	236,533,790
Difference	\$ 17,722,795
Transfers in, out, contributions	(33,039,446)
Net decrease	\$ (15,316,651)
Projected beginning balance	46,229,994
Projected Ending Balance 2014-15	\$ 30,913,343
Mandated reserves	15,462,394
Other reserves - unappropriated	14,950,950
Unappropriated fund balance	\$ 500,000

OPERATIONAL PRIORITIES - 2015-16 Unrestricted General Fund

REVENUES	ONGOING	ONE-TIME	SUPPLEMENTAL
Increase to LCFF base grant	14,657,647		
Allocation to Deferred Maintenance Program	(550,000)		
Increase to Supplemental grant			2,225,075
One time mandated grant (\$171 per ADA of 34,482.90)		5,896,576	
Total increase in revenue	\$ 14,107,647	\$ 5,896,576	\$ 2,225,075
EXPENDITURES			
PFT step and column	1,726,349		
APSM step & longevity	249,205		
PSEA and SEIU, step & longevity	306,959		
Related fringes for above 3 items	376,609		
Health insurance increase (7.2% increase)	1,765,829		
Special Education increase	2,000,000		
Utilities increase (Electricity & water)	828,775		
12.86 teacher FTE for class size	1,000,000		
Routine Restricted & Maintenance (RRMA) details next page	3,500,000		
Savings by transferring existing expense to RRMA (details next page)	(1,298,586)		
Assistant Director, Transportation	130,718		
Senior ISSA position (IT and Testing)	70,089		
Increase LANS from 10.5 to 11 months(+3 days) (SITES)	55,000		
10 custodians for sites (F, M & O)	394,122		
Increase hours for Data Assistant 1 and 2 / Testing	12,115		
Increase HS and MS Accounting Tech CORE from 75% to 90% - SITES	63,650		
Increase to STRS and PERS, districtwide	2,644,947		
Athletic Field Trip budget for High Schools	50,000		
1 van for Abraxas with wheelchair lift		50,000	
3 vans for warehouse		91,500	
Details for Supplemental to be provided via LCAP (June 2015)			2,225,075
Total increase in expenses	\$ 13,875,781	\$ 141,500	\$ 2,225,075
Difference between new revenue and new expenses	231,866	5,755,076	
Other reserves - unappropriated - from previous page	14,950,950		
Projected Balance in 2015-16	\$ 15,182,816	\$ 5,755,076	

**OPERATIONAL PRIORITIES
ROUTINE RESTRICTED MAINTENANCE ACCOUNT**

- > *Based on input from forums, sites, work orders, and our Director of Facilities.*
- > *Pursuant to Ed code 17070.75, we are required to contribute 3 % of total expenses to fund RRMA.*
 - ~ *Minimum of 1 % contribution allowed from 2008-09 through 2014-15. This state waiver expires June 30, 2015.*

Synthetic Turf replacement at RBHS, DNHS, & WGES	473,000	
Adobe Bluffs asphalt	300,000	
WVHS stadium work	40,000	
WVHS Tennis Courts	40,000	
MVMS External Painting	100,000	
Flatbed and utility vans	333,500	
Grounds Equipment	159,000	
Maintenance Equipment	4,100	
Increase in various supply, and repair parts accounts	127,000	
Total goods, supplies, equipment		\$ 1,576,600
M&O Worker 1 - 1 position	50,407	
Painter -1	56,443	
HVAC Tech -1	66,019	
M&O Worker Two- 1	56,443	
Groundskeepers - 2	92,030	
Lead Groundskeeper -1	57,535	
Total positions		\$ 378,877
2 assistant mechanics - savings to unrestricted general fund	148,670	
Charge 6 Groundsmen to RRMA -savings	141,864	
Increase custodians by 10% to RRMA -savings	257,250	
Charge IT communication department to RRMA - savings	750,802	
Savings by transferring existing expense to RRMA		\$ 1,298,586
RRMA reserve for contingencies	245,937	245,937
TOTAL	\$ 3,500,000	\$ 3,500,000

2014-15 Revised Budget - April 2015

General Fund / Combined

		I	II	III
DESCRIPTION	OBJECT CODES	Unrestricted	Restricted	Combined
A. REVENUES				
LCFF	8010-8099	235,856,468	1,019,823	236,876,291
Federal Revenues	8100-8299	85,893	9,716,738	9,802,631
Other State Revenues	8300-8599	8,384,609	21,025,992	29,410,601
Other Local Revenues	8600-8799	9,929,615	4,041,782	13,971,397
TOTAL REVENUES		254,256,585	35,804,335	290,060,920
B. EXPENDITURES				
Certificated Salaries	1000-1999	115,845,964	24,821,559	140,667,523
Classified Salaries	2000-2999	34,450,223	16,380,233	50,830,456
Employee Benefits	3000-3999	46,872,934	14,078,675	60,951,608
Books and Supplies	4000-4999	13,687,636	7,381,968	21,069,604
Services and Other Operating Expenditures	5000-5999	21,282,897	12,782,965	34,065,862
Capital Outlay	6000-6599	3,780,006	228,758	4,008,764
Other Outgo	7100-7299 & 7400-7499	1,964,130	990,878	2,955,008
Direct Support / Indirect Costs	7300-7399	(1,350,000)	973,935	(376,065)
EXPENDITURES before cuts		236,533,790	77,638,971	314,172,761
Proposed reductions in 2014-15		-	-	-
TOTAL EXPENDITURES after cuts		236,533,790	77,638,971	314,172,761
C. EXCESS OF REVENUES OVER EXPENDITURES		17,722,795	(41,834,636)	(24,111,841)
D. OTHER FINANCING SOURCES/USES				
Interfund Transfers				
Transfers In	8910-8929	513,171	-	513,171
Transfers Out	7610-7629	1,782,566	10,000	1,792,566
Other Sources/Uses				
Sources	8930-8979	3,831,114	-	3,831,114
Uses	7630-7699	-	-	-
Contributions	8980-8999	(35,601,165)	35,601,165	-
TOTAL OTHER FINANCING SOURCES/USES		(33,039,446)	35,591,165	2,551,720
E. NET INCREASE / DECREASE		(15,316,651)	(6,243,470)	(21,560,121)
F. FUND BALANCE, RESERVES				
Beginning Balance		46,229,994	10,243,470	56,473,464
Ending Balance		30,913,343	4,000,000	34,913,343
COMPONENTS OF ENDING BALANCE				
A) NONSPENDABLE				
Revolving Cash	9711	109,500	-	109,500
Stores	9712	283,587	-	283,587
B) RESTRICTED	9740	-	4,000,000	4,000,000
C) COMMITTED	9750	-	-	-
D) ASSIGNED				
Carryover (Projected)	9780	8,750,000	-	8,750,000
E) UNASSIGNED & UNAPPROPRIATED				
Economic Uncertainties @ 2%	9789	6,319,307	-	6,319,307
Reserve to reduce deficit		3,120,500	-	3,120,500
Reserve to balance 2015-16 budget		11,469,723	-	11,469,723
Reserve 1% for SEIU and APSM		360,727	-	360,727
TOTAL COMPONENTS OF ENDING FUND BALANCE		30,413,344	4,000,000	34,413,343
Unappropriated Fund Balance		500,000	-	500,000

2014-15 May Revisions

		<u>Budget Adjustments</u>	<u>Unrestricted</u>	<u>Restricted</u>	<u>Combined</u>
Beginning Balance Adjustment					
	2014-15 Second Interim Budget, Net Increase/Decrease		(15,316,651)	(6,243,470)	
	Total Beginning Balance Adjustment		(15,316,651)	(6,243,470)	(21,560,121)
Revenue Adjustment					
8010-8099 LCFF	Update LCFF based on 29.97% funding gap rate (was 29.15%)		504,238		
	Update supplemental funding at 29.97% funding gap rate		76,641		
	Prior year LCFF funding adjustment		(3,909)		
	Total LCFF Sources		576,970	-	576,970
8100-8299 Federal Revenue					
	Total Federal Revenue		-	-	-
8300-8599 Other State					
	Total Other State Revenue		-	-	-
8600-8799 Other Local	Miscellaneous Local Revenue		924,239		
	CTE program from Restricted to Unrestricted (net of \$882,678 reduction, 2013-14 funding was \$2,342,293)		1,459,615	(1,459,615)	
	Adjust CTE funded by SDCOE		(13,469)		
	Total Other Local Revenue		2,370,385	(1,459,615)	910,770
	Total Revenue Adjustments		2,947,355	(1,459,615)	1,487,740
Expenditure Adjustment					
1000 Certificated Salaries	PFT - 2.5% settlement		2,987,815		
	APSM - 2.5% settlement		459,290		
	2014-15 salary lapse account		(330,997)		
	Budget Adjustment			(76,366) ②	
	CTE program from Restricted to Unrestricted		1,616,935	(1,616,935)	
	Total 1000		4,733,043	(1,693,301)	3,039,742
2000 Classified Salaries	PSEA - 1.5% settlement (1% done)		449,427		
	SEIU - 2.5% settlement		307,395		
	APSM - 2.5% Settlement		105,640		
	2014-15 salary lapse account		(176,210)		
	Budget Adjustment			(461,685) ②	
	Unspent budget in Special Ed			(236,449)	
	CTE program from Restricted to Unrestricted		192,093	(192,093)	
	Total 2000		878,345	(890,227)	(11,882)
3000 Employee Benefits	PFT - 2.5% settlement		388,408		
	APSM - 2.5% settlement		82,980		
	PSEA - 1.5% settlement (1% done)		134,483		
	SEIU - 2.5% settlement		80,615		
	2014-15 salary lapse account		(191,533)		
	Budget Adjustment			119,082 ②	
	Unspent budget in Special Ed			(135,685)	
	CTE program from Restricted to Unrestricted		577,430	(577,430)	
	Total 3000		1,072,382	(594,033)	478,349
4000 Supplies	Update supplemental budget		76,641		
	Additional increase in projected sites and department carryover		(750,000)		
	One-time savings in facilities, grounds, maintenance, transportation and other department accounts		(1,351,260)		
	Budget Adjustment			235,157 ②	
	Unspent budget in Special Ed			(109,455)	
	CTE program from Restricted to Unrestricted		68,446	(68,446)	
	Total 4000		(1,956,173)	57,256	(1,898,917)
5000 Services	Unused utility contingency budget		(450,000)		
	Increase in CTF discount and savings in phone, data lines and cable budget		(250,000)		
	Budget Adjustment		16,914 ①	183,812 ②	
	Unspent budget in RRMA			(250,000)	
	Unspent budget in Special Ed			(518,411)	
	CTE program from Restricted to Unrestricted		48,588	(48,588)	

2014-15 May Revisions

	Total 5000	(634,498)	(633,187)	(1,267,685)
6000 Capital Outlay	Budget Adjustment	(16,914) ①		
	Total 6000	(16,914)	-	(16,914)
7000 Other Outgo	CTE program from Restricted to Unrestricted	84,105	(84,105)	
	Total 7000	84,105	(84,105)	-
	Total Expenditure Adjustments	4,160,290	(3,837,597)	322,693
Transfer Adj. & Other Sources				
8910-8929 Transfers In				
7610-7629 Transfers Out				
8930-8979 Other Sources				
7630-7699 Other Uses				
8980-8999 Contributions	Unspent budget in Special Ed	1,000,000	(1,000,000)	
	Projected savings in RRMA	250,000	(250,000)	
	CTE program from Restricted to Unrestricted	1,127,982	(1,127,982)	
	Total Transfer Adjustments	2,377,982	(2,377,982)	-
Total Net Increase/Decrease		(14,151,604)	(6,243,470)	(20,395,074)
Total Net Change		(14,151,604)	(6,243,470)	(20,395,074)

① Net to zero ② Net to zero

2014-15 Estimated Actuals - May 2015 General Fund / Combined

		I	II	III
DESCRIPTION	OBJECT CODES	Unrestricted	Restricted	Combined
A. REVENUES				
LCFF	8010-8099	236,433,438	1,019,823	237,453,261
Federal Revenues	8100-8299	85,893	9,716,738	9,802,631
Other State Revenues	8300-8599	8,384,609	21,025,992	29,410,601
Other Local Revenues	8600-8799	12,300,000	2,582,167	14,882,167
TOTAL REVENUES		257,203,940	34,344,720	291,548,660
B. EXPENDITURES				
Certificated Salaries	1000-1999	120,579,007	23,128,258	143,707,265
Classified Salaries	2000-2999	35,328,568	15,490,006	50,818,574
Employee Benefits	3000-3999	47,945,316	13,484,642	61,429,957
Books and Supplies	4000-4999	11,731,463	7,439,224	19,170,686
Services and Other Operating Expenditures	5000-5999	20,648,399	12,149,778	32,798,177
Capital Outlay	6000-6599	3,763,092	228,758	3,991,850
Other Outgo	7100-7299 & 7400-7499	1,964,130	990,878	2,955,008
Direct Support / Indirect Costs	7300-7399	(1,265,895)	889,830	(376,065)
EXPENDITURES before cuts		240,694,080	73,801,374	314,495,454
Proposed reductions in 2014-15		-	-	-
TOTAL EXPENDITURES after cuts		240,694,080	73,801,374	314,495,454
C. EXCESS OF REVENUES OVER EXPENDITURES		16,509,860	(39,456,654)	(22,946,794)
D. OTHER FINANCING SOURCES/USES				
Interfund Transfers				
Transfers In	8910-8929	513,171	-	513,171
Transfers Out	7610-7629	1,782,566	10,000	1,792,566
Other Sources/Uses				
Sources	8930-8979	3,831,114	-	3,831,114
Uses	7630-7699	-	-	-
Contributions	8980-8999	(33,223,183)	33,223,183	-
TOTAL OTHER FINANCING SOURCES/USES		(30,661,464)	33,213,183	2,551,720
E. NET INCREASE / DECREASE		(14,151,604)	(6,243,470)	(20,395,074)
F. FUND BALANCE, RESERVES				
Beginning Balance		46,229,994	10,243,470	56,473,464
Ending Balance		32,078,391	4,000,000	36,078,391
COMPONENTS OF ENDING BALANCE				
A) NONSPENDABLE				
Revolving Cash	9711	109,500	-	109,500
Stores	9712	282,202	-	282,202
B) RESTRICTED				
	9740	-	4,000,000	4,000,000
C) COMMITTED				
	9750	-	-	-
D) ASSIGNED				
Carryover (Projected)	9780	11,750,000	-	11,750,000
E) UNASSIGNED & UNAPPROPRIATED				
Economic Uncertainties @ 2%	9789	6,325,760	-	6,325,760
Reserve to reduce deficit		3,120,500	-	3,120,500
Reserve to balance 2015-16 budget		9,990,428	-	9,990,428
TOTAL COMPONENTS OF ENDING FUND BALANCE		31,578,391	4,000,000	35,578,391
Unappropriated Fund Balance		500,000	-	500,000

2015-16 Assumptions

		Budget Adjustments	Unrestricted	Restricted	Combined
Beginning Balance Adjustment					
	2014-15 Revised Budget, Net Increase/Decrease		(14,151,604)	(6,243,470)	
	Total Beginning Balance Adjustment		(14,151,604)	(6,243,470)	(20,395,074)
Revenue Adjustment					
8010-8099	LCFF	Update LCFF at 53.08% funding gap rate (was 32.19%) - ADA of 34,472.11	24,125,052		
		Update LCFF Supplemental funding at 53.08% funding gap rate (unduplicated % of 23.27%)	3,500,824		
		Update 2015-16 Special Ed property tax transfer		297,335	
		Increase transfer to Deferred Maintenance project	(550,000)		
		Total LCFF Sources	27,075,876	297,335	27,373,211
8100-8299	Federal Revenue	Reverse 2013-14 carryover/deferrals, Mental Health grant, Title I, Impact Aid and Perkins 132 funding adjustment		(806,019)	
		Reverse 2014-15 Advanced Placement Grant	(24,938)		
		Total Federal Revenue	(24,938)	(806,019)	(830,957)
8300-8599	Other State	Special Ed COLA @ 1.02%		288,890	
		Update 2015-16 Special Ed apportionment (AB602)		196,853	
		One-time 2015-16 Mandate grant at \$601 per 2014-15 P-2 ADA of 34,472.11	20,717,738		
		Reverse one-time Mandate Grant and Lottery funding adj	(2,460,134)		
		Reverse Prop 39 - Year 2 funding, Mental Health carryover and Lottery funding adj.		(1,208,836)	
		Total Other State	18,257,604	(723,093)	17,534,511
8600-8799	Other Local	CTE funding reduction -SDCOE	(794,277)		
		Reverse 2013-14 carryover/deferrals, Microsoft Voucher and Misc Local Revenue		(943,982)	
		Reverse one time SDG&E - Savings by Design, CTE Lottery funding, and one-time Misc Local Revenue	(1,523,245)		
		Total Other Local	(2,317,522)	(943,982)	(3,261,504)
		Total Revenue Adjustments	42,991,020	(2,175,759)	40,815,261
Expenditure Adjustment					
1000	Certificated Salaries	Update Step & Column PFT	1,726,349		
		Update Step increase APSM	214,056		
		Reverse one-time SEAS training budget	(88,708)		
		Update safety net to 10 FTE, 2014-15 has 5 FTE (5 FTE x \$58,000)	290,000		
		Class size reduction (12.86 FTE x \$58,000)	745,880		
		Additional budget for class size reduction (6.43 FTE x \$58,000)	372,940		
		Class size reduction for Gr 4-5 and Secondary (19.29 FTE x \$58,000)	1,118,820		
		Update D39C staffing	253,799		
		Net categorical budget adjustment - including Special Ed.		(409,230) ②	
		TLC Facilitator - one time funds	43,638		
		TOSAs - 2 FTE (Supplemental grant)	171,250 ③		
		Psychologists salary distribution - 10% to Mental Health Grant	(145,051)	145,051	
		Additional counselors for supplemental program (10.44 FTE x \$73,724)	769,674		
		Reverse CTE carryover spent in 2014-15	(172,300)		
		Total 1000	5,300,348	(264,179)	5,036,169
2000	Classified Salaries	Update Step & longevity, PSEA & SEIU	306,959		
		Update Step & longevity, APSM	35,149		
		Special Education increased costs (part of \$2m)		800,000	
		Update budget to Office Specialist for PSS full year (MITI project)	18,498		
		Increase LANS from 10.5 to 11 month plus 3 days on timesheet (savings RRMA)	42,422		
		Senior ISSA for IT/Testing (savings RRMA)	50,027		
		Assistant Director for Transportation (savings RRMA)	101,238		
		Increase hours of Data Assistants	12,115		
		Update D39C staffing	120,682		
		Update MS and HS Accounting Technicians (from 75% to 90% Core)	13,143		
		Categorical budget adjustment		618,064 ②	

2015-16 Assumptions

	IT Communication to RRMA, vehicle maintenance mechanic, salary distribution of custodians, lead custodians, crew chief and supervisor to 20% and additional custodians at 10 FTE	(807,263)	1,133,183	①
	Move groundskeeper salaries/fringes and grounds supplies to RRMA (6 FTE)	(262,944)	262,944	
	Reverse one-time 2014-15 Special Ed budget not spent		236,449	
	Reverse PSEA Bonus (One time)	(311,677)		
	Total 2000	(681,651)	3,050,640	2,368,989
3000 Employee Benefits	Health Insurance @ 7.2%	1,393,374	372,455	①
	Update Step & Column, PFT	255,532		
	Update Step & longevity, APSM	40,424		
	Update Step & longevity, PSEA & SEIU	80,653		
	Special Education increased costs (part of \$2m)		500,000	
	PERS at 11.847% (was 11.771% in 2014-15)	34,760		
	STRS at 10.73% (was 8.88% in 2014-15)	2,610,187		
	Update budget to Office Specialist for PSS full year (MITI project)	11,608		
	Update safety net to 10 FTE (Fringes at 14.58% plus H&W at \$11,313 per FTE)	98,847		
	Class size reduction at 12.86 FTE (Fringes at 14.58% plus H&W at \$11,313 per FTE)	254,120		
	Additional budget for class size reduction at 6.43 FTE (Fringes at 14.58% plus H&W at \$11,313 per FTE)	127,059		
	Class size reduction for Gr 4-5 and Secondary at 19.29 FTE (Fringes at 14.58% plus H&W at \$11,313 per FTE)	381,180		
	Increase LANS from 10.5 to 11 month plus 3 days on timesheet (savings RRMA)	12,579		
	Senior ISSA for IT/Testing (savings RRMA)	20,062		
	Assistant Director for Transportation (savings RRMA)	29,480		
	Update D39C staffing	171,963		
	Update MS and HS Accounting Technicians (from 75% to 90% Core)	5,507		
	Categorical budget adjustment		311,713	②
	TLC Facilitator - one time funds	6,362		
	IT Communication to RRMA, vehicle maintenance mechanic, salary distribution of custodians, lead custodians, crew chief and supervisor to 20% and additional custodians at 10 FTE	(323,545)	460,266	①
	TOSAs - 2 FTE (Supplemental grant)	48,750		③
	Psychologists salary distribution - 10% to Mental Health Grant	(43,120)	43,120	
	Additional counselors at 10.44 FTE for supplemental (Fringes at 14.58% plus H&W at \$11,313 per FTE)	230,326		
	Move groundskeeper salaries/fringes and grounds supplies to RRMA (6 FTE)	(146,193)	146,193	
	Reverse one-time 2014-15 Special Ed budget not spent		135,685	
	Reverse 2013-14 Prepaid Expense - SERP, PSEA Bonus, SEAS training budget	(1,466,651)		
	Total 3000	3,833,265	1,969,432	5,802,697
4000 Supplies	Special Education increased costs (part of \$2m)		400,000	
	Regional Communication System expense	115,000		
	2014-15 Instructional materials carryover to be spent in 2015-16	200,000		
	2014-15 F&E carryover to be spent in 2015-16	1,000,000		
	2014-15 IMFRP carryover to be spent in 2015-16	500,000		
	2014-15 Donation carryover to be spent in 2015-16	500,000		
	2014-15 Mental Health carryover to be spent in 2015-16		400,000	
	Categorical Budget Adjustment (increase in H&W)		(372,455)	①
	Update Indirect Costs for categorical programs at 4.74% (was 5.16% in 2014-15)		47,316	①
	Reverse one-time 2014-15 Special Ed budget not spent		109,455	
	Reverse one-time savings in facilities, grounds, maintenance, transportation and other department accounts	1,351,260		
	Categorical budget adjustment		711,428	②
	Schools budget standard restoration	1,000,000		
	Update 2015-16 funding to supplemental programs at 53.08% funding gap rate (\$3.5 million less counselors)	2,500,823		

2015-16 Assumptions

	Estimated increase in Routine Restricted Maintenance Account to meet 3% required contribution		3,992,684	
	Budget Adjustment - II Communication, vehicle maintenance mechanic, chief and supervisor salary distribution, additional custodians at 10 FTE, RRMA flatbed, utility, van	(116,500)	(1,934,154)	①
	TOSAs - 2 FTE (Supplemental grant)	(220,000)		③
	Move 10% of psychologists to Mental Health Grant		(188,171)	
	Move groundskeeper supplies to RRMA	(157,877)	157,877	
	Reverse 2013-14 carryover/deferrals, Common Core , Mental Health grant, Title I, Impact Aid, Lottery and Perkins 132 budget adjustment		(6,903,402)	
	Reverse one-time 2013-14 open projects - D39C F&E, Microsoft Voucher, CTE Lottery, Advance placement grant, copier lease purchase and one-time miscellaneous revenue	(2,891,983)		
	Total 4000	3,780,723	(3,579,422)	201,301
5000 Services	Projected additional increase in utilities (7.5% electricity and 5% in water)	828,775		
	Special Education increased costs (part of \$2m) 2014-15 PSEA & SEIU Professional Learning Program carryover to be spent in 2015-16	350,000	300,000	
	Update 2015-16 Impact Aid funding		(49,569)	
	Athletic trips/High Schools	50,000		
	Update MS and HS Accounting Technicians (from 75% to 90% Core)	45,000		
	Categorical budget adjustment		(833,217)	②
	Additional Increase in Special Ed program expense to match revenue		494,188	
	IT Communication to RRMA	(7,205)	7,205	①
	Reverse Mental Health, CA Clean Energy Prop 39 and HVAC project carryover		(1,805,014)	
	Reverse one-time increase in CTF discount and savings in phone, data lines and cable budget	250,000		
	Reverse one-time 2014-15 Special Ed and RRMA budget not spent		768,411	
	Reverse 2013-14 open projects - WHS technology, PHS artificial turf, RBHS surveillance system, BHMS transformer repair, CNG repair, pool cover	(731,768)		
	Total 5000	784,802	(1,117,996)	(333,194)
6000 Capital Outlay	3 vans for the warehouse - one time funds	91,500		
	Transition van for Abraxas - one time funds	50,000		
	RRMA - flatbed, utility, van		333,500	①
	Categorical budget adjustment		(223,758)	②
	Reverse one-time bus purchase	(1,882,677)		
	Total 6000	(1,741,177)	109,742	(1,631,435)
7000 Other Outgo	Annual computer lease payment (Lease #3) - lease of \$2,500,000 for 5 years (projected interest @ 3.0%)	379,732		
	Update Indirect Costs for categorical programs at 4.74% (was 5.16% in 2014-15)	47,316	(47,316)	①
	Update Indirect Costs - other funds	22,355		
	Categorical budget adjustment		(175,000)	②
	Reverse Common Core carryover from 2013-14 - deadline to spend 6/30/15	312,022	(312,022)	
	Total 7000	761,425	(534,338)	227,087
	Total Expenditure Adjustments	12,037,735	(366,121)	11,671,614
Transfer Adj. & Other Sources				
8910-8929 Transfers In	Reverse one-time PSEA Bonus, PSEA & SEIU cell enhancement, new buses funding from CFD and MITI funding moved to capital project fund	138,935		
	OA II for PSS full year (MITI project)	30,106		
7610-7629 Transfers Out	Reverse CalWorks and Lottery transfer to Adult Ed and update Cell Tower transfer to Fund 17-42	(41,341)	(10,000)	
8930-8979 Other Sources	Reverse one-time IT storage & Special Ed buses - loan proceeds	(1,331,114)		
7630-7699 Other Uses				
8980-8999 Contributions	Special Ed COLA @ 1.02%	288,890	(288,890)	
	Special Education increased Costs	(2,000,000)	2,000,000	
	Estimated increase in Routine Restricted Maintenance Account - 3% required contribution	(3,992,684)	3,992,684	

2015-16 Assumptions

	Move groundskeeper salaries/fringes and grounds supplies to RRMA	(567,014)	567,014	
	Reverse one-time 2014-15 Special Ed and RRMA savings and RBHS HVAC project	(1,200,000)	1,200,000	
	Reverse CTE carryover spent in 2014-15	(172,300)	172,300	
	Total Transfer Adjustments	(8,763,840)	7,653,108	(1,110,732)
Total Net Increase/Decrease		8,037,841	(400,000)	7,637,841
	Proposed reductions to expenditures	-	-	-
Total Net Change		8,037,841	(400,000)	7,637,841

① Net to zero ② Net to zero ③ Net zero

2015-16 Proposed Budget General Fund / Combined

		I	II	III
DESCRIPTION	OBJECT CODES	Unrestricted	Restricted	Combined
A. REVENUES				
LCFF	8010-8099	263,509,314	1,317,158	264,826,472
Federal Revenues	8100-8299	60,955	8,910,719	8,971,674
Other State Revenues	8300-8599	26,642,213	20,302,899	46,945,112
Other Local Revenues	8600-8799	9,982,478	1,638,185	11,620,663
TOTAL REVENUES		300,194,960	32,168,961	332,363,921
B. EXPENDITURES				
Certificated Salaries	1000-1999	125,879,355	22,864,079	148,743,434
Classified Salaries	2000-2999	34,646,917	18,540,646	53,187,563
Employee Benefits	3000-3999	51,778,581	15,454,074	67,232,654
Books and Supplies	4000-4999	15,512,186	3,859,802	19,371,988
Services and Other Operating Expenditures	5000-5999	21,433,201	11,031,782	32,464,983
Capital Outlay	6000-6599	2,021,915	338,500	2,360,415
Other Outgo	7100-7299 & 7400-7499	2,343,862	815,878	3,159,740
Direct Support / Indirect Costs	7300-7399	(884,202)	530,492	(353,710)
EXPENDITURES before cuts		252,731,815	73,435,253	326,167,068
<i>Proposed reductions in 2015-16</i>		-	-	-
TOTAL EXPENDITURES after cuts		252,731,815	73,435,253	326,167,068
C. EXCESS OF REVENUES OVER EXPENDITURES		47,463,145	(41,266,292)	6,196,853
D. OTHER FINANCING SOURCES/USES				
Interfund Transfers				
Transfers In	8910-8929	682,212	-	682,212
Transfers Out	7610-7629	1,741,225	-	1,741,225
Other Sources/Uses				
Sources	8930-8979	2,500,000	-	2,500,000
Uses	7630-7699	-	-	-
Contributions	8980-8999	(40,866,291)	40,866,291	-
TOTAL OTHER FINANCING SOURCES/USES		(39,425,304)	40,866,291	1,440,988
E. NET INCREASE / DECREASE		8,037,841	(400,000)	7,637,841
F. FUND BALANCE, RESERVES				
Beginning Balance		32,078,391	4,000,000	36,078,391
Ending Balance		40,116,232	3,600,000	43,716,232
COMPONENTS OF ENDING BALANCE				
A) NONSPENDABLE				
Revolving Cash	9711	107,500	-	107,500
Stores	9712	275,000	-	275,000
B) RESTRICTED				
	9740	-	3,600,000	3,600,000
C) COMMITTED				
	9750	-	-	-
D) ASSIGNED				
Carryover (Projected)	9780	7,000,000	-	7,000,000
E) UNASSIGNED & UNAPPROPRIATED				
Economic Uncertainties @ 2%	9789	6,558,166	-	6,558,166
Reserve to reduce deficit		3,120,500	-	3,120,500
Reserve to balance 2016-17 budget		22,555,066	-	22,555,066
TOTAL COMPONENTS OF ENDING FUND BALANCE		39,616,232	3,600,000	43,216,232
Unappropriated Fund Balance		500,000	-	500,000

2016-17 Assumptions

		Budget Adjustments	Unrestricted	Restricted	Combined
Beginning Balance Adjustment					
	2015-16 Projected Budget, Net Increase/Decrease		8,037,841	(400,000)	
	Total Beginning Balance Adj		8,037,841	(400,000)	7,637,841
Revenue Adjustment					
8010-8099	LCFF	Update LCFF base amount at 12.62% funding gap rate (ADA of 34,457.06)	3,066,634		
		Update LCFF Supplemental funding at 12.62% funding gap rate (unduplicated % of 23.09%)	402,315		
	Total LCFF Sources		3,468,949	-	3,468,949
8100-8299	Federal Revenue				
	Total Federal Revenue		-	-	-
8300-8599	Other State	Special Ed COLA at 1.60%		364,740	
		Reverse one-time 2015-16-mandate grant	(20,717,738)		
	Total Other State		(20,717,738)	364,740	(20,352,998)
8600-8799	Other Local	CTE funding reduction -SDCOE	(272,297)		
		E-rate funding reduced	(100,000)		
	Total Other Local		(372,297)	-	(372,297)
	Total Revenue Adjustments		(17,621,086)	364,740	(17,256,346)
Expenditure Adjustment					
1000	Certificated Salaries	PFT Step & Column	1,200,000		
		Step & longevity APSM	225,000		
		Special Education increased costs		500,000	
		TK-3 class size reduction (6.34 FTE at \$58,000)	367,836		
		VAPA/Physical Education (3.8 FTE at \$58,000)	220,400		
	Total 1000		2,013,236	500,000	2,513,236
2000	Classified Salaries	Step & longevity, PSEA & SEIU	310,000		
		Step & longevity, APSM	40,000		
		Special Education increased costs		500,000	
		Reverse Office Specialist for PSS (MITI project)	(36,996)		
	Total 2000		313,004	500,000	813,004
3000	Employee Benefits	Health Insurance @ 12% * 60% Fiscal Year (7.2%)	1,393,374		
		Special Education increased costs		300,000	
		Step & Column, PFT	197,160		
		Step & longevity, APSM	49,788		
		Step & longevity, PSEA & SEIU	99,355		
		PERS at 13.05%	557,345		
		STRS at 12.58%	2,661,455		
		Reverse Office Specialist for PSS (MITI project)	(23,216)		
		TK-3 class size reduction at 6.43 FTE (Fringes at 16.43% plus H&W at \$11,313 per FTE)	132,164		
		VAPA/Physical Education at 3.8 FTE (Fringes at 16.43% plus H&W at \$11,313 per FTE)	79,600		
	Total 3000		5,147,024	300,000	5,447,024
4000	Supplies	Special Education increased costs		400,000	
		Update 2016-17 supplemental funding at 11.25% funding gap rate	402,315		
		Reverse 2014-15 Instructional materials, F&E, Lottery, IMFRP and donation carryover spent in 2015-16	(2,200,000)		
	Total 4000		(1,797,685)	400,000	(1,397,685)
5000	Services	Utilities	400,000		
		Special Education increased costs		300,000	
		Reverse 2014-15 PSEA & SEIU Professional Learning Program carryover spent in 2015-16	(350,000)		
		Reverse Mental Health carryover spent in 2015-16		(400,000)	
	Total 5000		50,000	(100,000)	(50,000)
6000	Capital Outlay	Regional Communication System expense - Infrastructure costs	1,469,000		
	Total 6000		1,469,000	-	1,469,000
7000	Other Outgo	Annual computer lease payment (Lease #4) - lease of \$2,500,000 for 5 years (projected interest @ 3.0%)	520,000		
	Total 7000		520,000	-	520,000
	Total Expenditure Adjustments		7,714,580	1,600,000	9,314,580
Transfer Adj. & Other Sources					
8910-8929	Transfers In	Reverse OA II for PSS (MITI project)	(60,212)		
7610-7629	Transfers Out				

2016-17 Assumptions

8930-8979 Other Sources				
7630-7699 Other Uses				
8980-8999 Contributions				
	Special Education increased Costs	(2,000,000)	2,000,000	
	Special Ed COLA at 1.60%	364,740	(364,740)	
	Total Transfer Adjustments	(1,695,472)	1,635,260	(60,212)
Total Net Increase/Decrease		(18,993,296)	(0)	(18,993,296)
	Proposed reductions to expenditures			-
Total Net Change		(18,993,296)	(0)	(18,993,296)

2016-17 Projected Budget General Fund / Combined

Exhibit A

		I	II	III	
DESCRIPTION	OBJECT CODES	Unrestricted	Restricted	Combined	
A. REVENUES					
LCFF	8010-8099	266,978,263	1,317,158	268,295,421	
Federal Revenues	8100-8299	60,955	8,910,719	8,971,674	
Other State Revenues	8300-8599	5,924,475	20,667,639	26,592,114	
Other Local Revenues	8600-8799	9,610,181	1,638,185	11,248,366	
TOTAL REVENUES		282,573,874	32,533,701	315,107,575	
B. EXPENDITURES					
Certificated Salaries	1000-1999	127,892,591	23,364,079	151,256,670	
Classified Salaries	2000-2999	34,959,921	19,040,646	54,000,567	
Employee Benefits	3000-3999	56,925,605	15,754,074	72,679,679	
Books and Supplies	4000-4999	13,714,501	4,259,802	17,974,303	
Services and Other Operating Expenditures	5000-5999	21,483,201	10,931,782	32,414,983	
Capital Outlay	6000-6599	3,490,915	338,500	3,829,415	
Other Outgo	7100-7299 &	7400-7499	2,863,862	815,878	3,679,740
Direct Support / Indirect Costs	7300-7399	(884,202)	530,492	(353,710)	
EXPENDITURES before cuts		260,446,395	75,035,253	335,481,648	
Proposed reductions in 2016-17		-	-	-	
TOTAL EXPENDITURES after cuts		260,446,395	75,035,253	335,481,648	
C. EXCESS OF REVENUES OVER EXPENDITURES		22,127,479	(42,501,551)	(20,374,072)	
D. OTHER FINANCING SOURCES/USES					
Interfund Transfers					
Transfers In	8910-8929	622,000	-	622,000	
Transfers Out	7610-7629	1,741,225	-	1,741,225	
Other Sources/Uses					
Sources	8930-8979	2,500,000	-	2,500,000	
Uses	7630-7699	-	-	-	
Contributions	8980-8999	(42,501,551)	42,501,551	-	
TOTAL OTHER FINANCING SOURCES/USES		(41,120,776)	42,501,551	1,380,776	
E. NET INCREASE / DECREASE		(18,993,296)	0	(18,993,296)	
F. FUND BALANCE, RESERVES					
Beginning Balance		40,116,232	3,600,000	43,716,232	
Ending Balance		21,122,935	3,600,000	24,722,935	
COMPONENTS OF ENDING BALANCE					
A) NONSPENDABLE					
Revolving Cash	9711	107,500	-	107,500	
Stores	9712	275,000	-	275,000	
B) RESTRICTED					
	9740	-	3,600,000	3,600,000	
C) COMMITTED					
	9750	-	-	-	
D) ASSIGNED					
Carryover (Projected)	9780	7,000,000	-	7,000,000	
E) UNASSIGNED & UNAPPROPRIATED					
Economic Uncertainties @ 2%	9789	6,744,457	-	6,744,457	
Reserve to reduce deficit		3,120,500	-	3,120,500	
Reserve to balance 2017-18 budget		3,375,478	-	3,375,478	
TOTAL COMPONENTS OF ENDING FUND BALANCE		20,622,935	3,600,000	24,222,935	
Unappropriated Fund Balance		500,000	-	500,000	

2016-17 Projected Budget General Fund / Combined

Exhibit B

		I	II	III
DESCRIPTION	OBJECT CODES	Unrestricted	Restricted	Combined
A. REVENUES				
LCFF	8010-8099	274,153,684	1,317,158	275,470,842
Federal Revenues	8100-8299	60,955	8,910,719	8,971,674
Other State Revenues	8300-8599	5,924,475	20,667,639	26,592,114
Other Local Revenues	8600-8799	9,610,181	1,638,185	11,248,366
TOTAL REVENUES		289,749,295	32,533,701	322,282,996
B. EXPENDITURES				
Certificated Salaries	1000-1999	127,892,591	23,364,079	151,256,670
Classified Salaries	2000-2999	34,959,921	19,040,646	54,000,567
Employee Benefits	3000-3999	56,925,605	15,754,074	72,679,679
Books and Supplies	4000-4999	14,504,468	4,259,802	18,764,270
Services and Other Operating Expenditures	5000-5999	21,483,201	10,931,782	32,414,983
Capital Outlay	6000-6599	3,490,915	338,500	3,829,415
Other Outgo	7100-7299 &	2,863,862	815,878	3,679,740
Direct Support / Indirect Costs	7300-7399	(884,202)	530,492	(353,710)
EXPENDITURES before cuts		261,236,361	75,035,253	336,271,614
<i>Proposed reductions in 2016-17</i>				-
TOTAL EXPENDITURES after cuts		261,236,361	75,035,253	336,271,614
C. EXCESS OF REVENUES OVER EXPENDITURES		28,512,934	(42,501,551)	(13,988,618)
D. OTHER FINANCING SOURCES/USES				
Interfund Transfers				
Transfers In	8910-8929	622,000	-	622,000
Transfers Out	7610-7629	1,741,225	-	1,741,225
Other Sources/Uses				
Sources	8930-8979	2,500,000	-	2,500,000
Uses	7630-7699	-	-	-
Contributions	8980-8999	(42,501,551)	42,501,551	-
TOTAL OTHER FINANCING SOURCES/USES		(41,120,776)	42,501,551	1,380,776
E. NET INCREASE / DECREASE		(12,607,842)	0	(12,607,841)
F. FUND BALANCE, RESERVES				
Beginning Balance		40,116,232	3,600,000	43,716,231
Ending Balance		27,508,389	3,600,000	31,108,389
COMPONENTS OF ENDING BALANCE				
A) NONSPENDABLE				
Revolving Cash	9711	107,500	-	107,500
Stores	9712	275,000	-	275,000
B) RESTRICTED				
	9740	-	3,600,000	3,600,000
C) COMMITTED				
	9750	-	-	-
D) ASSIGNED				
Carryover (Projected)	9780	7,000,000	-	7,000,000
E) UNASSIGNED & UNAPPROPRIATED				
Economic Uncertainties @ 2%	9789	6,760,257	-	6,760,257
Reserve to reduce deficit		3,120,500	-	3,120,500
Reserve to balance 2017-18 budget		9,745,133	-	9,745,133
TOTAL COMPONENTS OF ENDING FUND BALANCE		27,008,390	3,600,000	30,608,390
Unappropriated Fund Balance		500,000	-	500,000

2017-18 Assumptions

		Budget Adjustments	Unrestricted	Restricted	Combined
Beginning Balance Adjustment					
	2016-17 Projected Budget, Net Increase/Decrease		(18,993,296)	0	
	Total Beginning Balance Adj		(18,993,296)	0	(18,993,296)
Revenue Adjustment					
8010-8099	LCFF	Update LCFF base amount at 18.24% funding gap rate (ADA of 34,457.06)	5,358,728		
		Update LCFF Supplemental funding at 18.24% funding gap rate (unduplicated % of 23.02%)	558,654		
	Total LCFF Sources		5,917,382	-	5,917,382
8100-8299	Federal Revenue				
	Total Federal Revenue		-	-	-
8300-8599	Other State	Special Ed COLA at 2.48%		417,305	
	Total Other State		-	417,305	417,305
8600-8799	Other Local	CTE funding reduction -SDCOE	(189,364)		
	Total Other Local		(189,364)	-	(189,364)
	Total Revenue Adjustments		5,728,018	417,305	6,145,323
Expenditure Adjustment					
1000	Certificated Salaries	PFT Step & Column	1,200,000		
		Step & longevity APSM	225,000		
		Special Education increased costs		500,000	
		TK-3 class size reduction (6.26 FTE x \$58,000)	363,080		
	Total 1000		1,788,080	500,000	2,288,080
2000	Classified Salaries	Step & longevity, PSEA & SEIU	310,000		
		Step & longevity, APSM	40,000		
		Special Education increased costs		500,000	
	Total 2000		350,000	500,000	850,000
3000	Employee Benefits	Health Insurance @ 12% * 60% Fiscal Year (7.2%)	1,393,374		
		Special Education increased costs		300,000	
		Step & Column, PFT	219,360		
		Step & longevity, APSM	54,590		
		Step & longevity, PSEA & SEIU	104,315		
		PERS at 16.60%	1,644,700		
		STRS at 14.43%	2,661,455		
		TK-3 class size reduction at 6.26 FTE (Fringes at 18.28% plus H&W at \$11,313 per FTE)	136,920		
	Total 3000		6,214,714	300,000	6,514,714
4000	Supplies	Special Education increased costs		400,000	
		Update 2017-18 supplemental funding at 18.24% funding gap rate	558,654		
	Total 4000		558,654	400,000	958,654
5000	Services	Utilities	400,000		
		Special Education increased costs		300,000	
	Total 5000		400,000	300,000	700,000
6000	Capital Outlay				
	Total 6000		-	-	-
7000	Other Outgo	Annual computer lease payment (Lease #5) - lease of \$2,500,000 for 5 years (projected interest @ 3.0%)	520,000		
	Total 7000		520,000	-	520,000
	Total Expenditure Adjustments		9,831,448	2,000,000	11,831,448
Transfer Adj. & Other Sources					
8910-8929	Transfers In				
7610-7629	Transfers Out				
8930-8979	Other Sources				
7630-7699	Other Uses				
8980-8999	Contributions				
		Special Education increased Costs	(2,000,000)	2,000,000	
		Special Ed COLA at 2.48%	417,305	(417,305)	
	Total Transfer Adjustments		(1,582,695)	1,582,695	-
Total Net Increase/Decrease			(24,679,422)	0	(24,679,421)
Proposed reductions to expenditures			(16,100,000)		(16,100,000)
Total Net Change			(8,579,422)	0	(8,579,421)

2017-18 Projected Budget General Fund / Combined

Exhibit A

		I	II	III
DESCRIPTION	OBJECT CODES	Unrestricted	Restricted	Combined
A. REVENUES				
LCFF	8010-8099	272,895,646	1,317,158	274,212,804
Federal Revenues	8100-8299	60,955	8,910,719	8,971,674
Other State Revenues	8300-8599	5,924,475	21,084,944	27,009,419
Other Local Revenues	8600-8799	9,420,817	1,638,185	11,059,002
TOTAL REVENUES		288,301,892	32,951,006	321,252,898
B. EXPENDITURES				
Certificated Salaries	1000-1999	129,680,671	23,864,079	153,544,750
Classified Salaries	2000-2999	35,309,921	19,540,646	54,850,567
Employee Benefits	3000-3999	63,140,319	16,054,074	79,194,393
Books and Supplies	4000-4999	14,273,156	4,659,802	18,932,957
Services and Other Operating Expenditures	5000-5999	21,883,201	11,231,782	33,114,983
Capital Outlay	6000-6599	3,490,915	338,500	3,829,415
Other Outgo	7100-7299 & 7400-7499	3,383,862	815,878	4,199,740
Direct Support / Indirect Costs	7300-7399	(884,202)	530,492	(353,710)
EXPENDITURES before cuts		270,277,843	77,035,253	347,313,096
Proposed reductions in 2017-18		(16,100,000)		(16,100,000)
TOTAL EXPENDITURES after cuts		254,177,843	77,035,253	331,213,096
C. EXCESS OF REVENUES OVER EXPENDITURES		34,124,049	(44,084,246)	(9,960,198)
D. OTHER FINANCING SOURCES/USES				
Interfund Transfers				
Transfers In	8910-8929	622,000	-	622,000
Transfers Out	7610-7629	1,741,225	-	1,741,225
Other Sources/Uses				
Sources	8930-8979	2,500,000	-	2,500,000
Uses	7630-7699	-	-	-
Contributions	8980-8999	(44,084,246)	44,084,246	-
TOTAL OTHER FINANCING SOURCES/USES		(42,703,471)	44,084,246	1,380,776
E. NET INCREASE / DECREASE		(8,579,422)	0	(8,579,421)
F. FUND BALANCE, RESERVES				
Beginning Balance		21,122,935	3,600,000	24,722,935
Ending Balance		12,543,514	3,600,000	16,143,514
COMPONENTS OF ENDING BALANCE				
A) NONSPENDABLE				
Revolving Cash	9711	107,500	-	107,500
Stores	9712	275,000	-	275,000
B) RESTRICTED				
	9740	-	3,600,000	3,600,000
C) COMMITTED				
	9750	-	-	-
D) ASSIGNED				
Carryover (Projected)	9780	5,000,000	-	5,000,000
E) UNASSIGNED & UNAPPROPRIATED				
Economic Uncertainties @ 2%	9789	6,659,086	-	6,659,086
TOTAL COMPONENTS OF ENDING FUND BALANCE		12,041,586	3,600,000	15,641,586
Unappropriated Fund Balance		501,927		501,927

2017-18 Projected Budget General Fund / Combined

Exhibit B

		I	II	III
DESCRIPTION	OBJECT CODES	Unrestricted	Restricted	Combined
A. REVENUES				
LCFF	8010-8099	283,436,853	1,317,158	284,754,011
Federal Revenues	8100-8299	60,955	8,910,719	8,971,674
Other State Revenues	8300-8599	5,924,475	21,084,944	27,009,419
Other Local Revenues	8600-8799	9,420,817	1,638,185	11,059,002
TOTAL REVENUES		298,843,100	32,951,006	331,794,106
B. EXPENDITURES				
Certificated Salaries	1000-1999	129,680,671	23,864,079	153,544,750
Classified Salaries	2000-2999	35,309,921	19,540,646	54,850,567
Employee Benefits	3000-3999	63,140,319	16,054,074	79,194,393
Books and Supplies	4000-4999	14,549,539	4,659,802	19,209,341
Services and Other Operating Expenditures	5000-5999	21,883,201	11,231,782	33,114,983
Capital Outlay	6000-6599	3,490,915	338,500	3,829,415
Other Outgo	7100-7299 & 7400-7499	3,383,862	815,878	4,199,740
Direct Support / Indirect Costs	7300-7399	(884,202)	530,492	(353,710)
TOTAL EXPENDITURES		270,554,227	77,035,253	347,589,480
C. EXCESS OF REVENUES OVER EXPENDITURES		28,288,873	(44,084,246)	(15,795,374)
D. OTHER FINANCING SOURCES/USES				
Interfund Transfers				
Transfers In	8910-8929	622,000	-	622,000
Transfers Out	7610-7629	1,741,225	-	1,741,225
Other Sources/Uses				
Sources	8930-8979	2,500,000	-	2,500,000
Uses	7630-7699	-	-	-
Contributions	8980-8999	(44,084,246)	44,084,246	-
TOTAL OTHER FINANCING SOURCES/USES		(42,703,471)	44,084,246	1,380,776
E. NET INCREASE / DECREASE		(14,414,598)	0	(14,414,597)
F. FUND BALANCE, RESERVES				
Beginning Balance		27,508,389	3,600,000	31,108,389
Ending Balance		13,093,792	3,600,000	16,693,792
COMPONENTS OF ENDING BALANCE				
A) NONSPENDABLE				
Revolving Cash	9711	107,500	-	107,500
Stores	9712	275,000	-	275,000
B) RESTRICTED				
	9740	-	3,600,000	3,600,000
C) COMMITTED				
	9750	-	-	-
D) ASSIGNED				
Carryover (Projected)	9780	5,000,000	-	5,000,000
E) UNASSIGNED & UNAPPROPRIATED				
Economic Uncertainties @ 2%	9789	6,986,614	-	6,986,614
TOTAL COMPONENTS OF ENDING FUND BALANCE		12,369,114	3,600,000	15,969,114
Unappropriated Fund Balance		724,678		724,678

TO: BOARD OF EDUCATION

MEETING DATE: June 15, 2015

FROM: Malliga Tholandi

AGENDA ITEM: F-302

Staff Support: Joy Ramiro

SUBJECT: PUBLIC HEARING OF 2015-2016 BALANCES IN EXCESS OF MINIMUM RESERVE REQUIREMENTS - FIRST READING

- Action
- Consent Calendar
- First Reading
- Information
- Presentation
- Public Hearing
- Roll Call Vote Required

RECOMMENDATION:

First Reading.

DISCUSSION/PROGRAM:

Senate Bill 858 (SB 858) approved by the Governor and filed with the secretary of state on June 20, 2014, created new transparency requirements and contains a provision that would place a hard-cap on the "assigned and unassigned" reserves in the combined general fund.

The reserve cap is not currently in effect and the earliest it could be in effect is for 2016-2017. Meanwhile, there is a new provision of law related to the reserves that is in effect now, and it involves the public hearings that we are holding for the adoption of the 2015-2016 Budget.

Beginning with the 2015-2016 fiscal year, SB 858 amends Education Code Section 42127 to require that a district's public hearing for budget adoption include the following for review and discussion:

- The minimum recommended reserves for economic uncertainties for each fiscal year identified in the budget.
- The combined assigned and unassigned ending fund balances in excess of the minimum recommended reserve for economic uncertainties for each fiscal year identified in the budget, pursuant to Education Code Section 33128(a). The fund balances included are for Fund 01, General Fund, and Fund 17, Special Reserve Fund for Other Than Capital Outlay Projects.
- A statement of reasons that substantiates the need for an assigned and unassigned ending fund balance in excess of the minimum recommended reserve for economic uncertainties for each fiscal year.

The governing board of a school district shall include this information each time it files an adopted budget or revised budget with the county superintendent of schools. The county superintendent of school shall determine whether a school district's adopted or revised budget complies with these requirements.

**LEGAL REFERENCE: SB 858(Chapter 32/2014)
Education Code Sections 33128 and 42127**

FISCAL IMPACT: N/A

MOVED BY: _____ **SECONDED BY:** _____

VOTE: BEATTY ___ O'CONNOR-RATCLIFF ___ PATAPOW ___ SELLERS ___ ZANE ___ **STUDENT PREFERENTIAL VOTE: BARRETT ___**

Poway Unified School District
 2015-16 Budget Attachment
 Balances in Excess of Minimum Reserve Requirements

Reasons for Assigned and Unassigned Ending Fund Balances in Excess of Minimum Recommended Reserves

Education Code Section 42127(a)(2)(B) requires a statement of the reasons that substantiates the need for assigned and unassigned ending fund balances in excess of the minimum reserve standard for economic uncertainties.

Combined Assigned and Unassigned/Unappropriated Fund Balances		2015-16 Budget
Form	Fund	
01	General Fund	\$43,716,232.00
17	Special Reserve Fund for Other Than Capital Outlay Projects	\$604,967.00
Total Assigned and Unassigned Ending Fund Balances		\$44,321,199.00
Less District Minimum Reserve for Economic Uncertainties (District Standard Reserve = 2%)		\$6,558,166.00
Remaining Balance to Substantiate Need		\$37,763,033.00

Reasons for Fund Balances in Excess of Minimum Reserve for Economic Uncertainties			
Form	Fund	2015-16 Budget	Description of Need
01	General Fund	\$382,500.00	Set aside for Revolving Cash and Stores Inventory
01	General Fund	\$3,600,000.00	Set aside for Restricted Categorical Programs
01	General Fund	\$7,000,000.00	Set aside for Sites and Departments Carryover
01	General Fund	\$25,675,566.00	Set aside Fund Balance (see details attached)
01	General Fund	\$500,000.00	Emergency Contingency (unappropriated)
17	Special Reserve Fund for Other Than Capital Outlay Projects	\$604,967.00	Set aside to Support and Enhance Districtwide Technology Infrastructure (PUSD Administrative Procedure 6.28.1)
Total of Substantiated Needs		\$37,763,033.00	

Remaining Unsubstantiated Balance \$0.00 Balance should be Zero

Education Code Section 42127 (d)(1) requires a county superintendent to either conditionally approve or disapprove a school district budget if the district does not provide for EC 42127 (a)(2)(B) public review and discussion at its public budget hearing.

Poway Unified School District
 2015-16 Budget Attachment
 Set aside Fund Balances in Excess of Minimum Reserve Requirements
 Combined General Fund

	One-time	Ongoing	Total
Unassigned Ending Balance	\$ 20,526,238	\$ 5,149,328	\$ 25,675,566

Computer Labs for testing at sites	952,000		952,000
Professional Development for all staff	500,000		500,000
Special Education			
1 Psychologist, 1 Program Specialist, add 2 weeks to Health Office Specialist		238,626	238,626
Assistant Director, Purchasing		110,000	110,000
Accountant, Finance		65,000	65,000
Repair and upgrade radios at sites	40,000		40,000
Safety Plan - Phase 2	1,000,000		1,000,000
Deferred Maintenance at sites	5,000,000		5,000,000
Set aside for Deficit reduction	6,879,500	3,120,500	10,000,000
Set aside for LCAP priorities	6,154,738	1,615,202	7,769,940
Total set aside Fund Balance	\$ 20,526,238	\$ 5,149,328	\$ 25,675,566