

**SAN MARINO UNIFIED SCHOOL DISTRICT
BUSINESS SERVICES**

To: Dr. Alex Cherniss, Superintendent

Submitted by: Julie Boucher, Assistant Superintendent, Business Services

Prepared by: Vangie Lingat, Director of Accounting

Date: June 23, 2015

Subject: 2015-16 PROPOSED DISTRICT BUDGET AND LONG RANGE FINANCIAL PROJECTIONS FOR 2016-17 AND 2017-18 FISCAL YEARS

It is recommended that the Board of Education adopt the 2015-16 Proposed District Budget and Long-Range Financial Projections for the 2016-17 and 2017-18 fiscal years.

The 2015-16 Proposed District Budget "Proposed Budget" and Long-Range Financial Projections were developed based on the Governor's May Revise Report, and the Los Angeles County Office of Education's Projections for fiscal years 2015-16 through 2017-18 (Attachment 1), in accordance with the District's 2015-16 Budget Calendar (Attachment 2).

Under the Local Control Funding Formula (LCFF), the funding formulas for K-12 Education were significantly changed in 2014. The intent of LCFF is to provide for more flexibility at the local level, transparency of the District's budget development process, and alignment of District goals, actions and services with its budget.

The Proposed Budget was developed in tangent with the Local Control Accountability Plan (LCAP). The LCAP expenditures are reflected in the 2015-16 Proposed District Budget and vice versa. The Governor's plan is to reach the targeted LCFF funding levels for K-12 Education within eight years, which may occur sooner depending on state funding. Additional information on the Governor's May Revise is attached (Attachment 3).

Revenue Assumptions

Student Enrollment/Average Daily Attendance

Student enrollment has been relatively stable over the past few years. Projected total student enrollment for 2015-16 is projected at 3,142. For budgeting purposes, the District's average daily attendance is projected at current year P2 ADA, equal to 3073.92.

Statutory COLA's

The term "COLA" or Cost-of-Living Allowance, no longer holds the significance that it did under the old funding system of revenue limits and categorical programs. The projected statutory COLAs are now added to the target base grants. The projected COLA's are included in the District's LCFF calculations. The COLA for 2015-16 is 1.02%. Districts are only receiving a portion of their "target" funding, which is referred to as "Gap Funding." In other words, Gap Funding is the amount of new funding received over the prior year.

Hold Harmless Provisions – LCFF Funding

The District's Local Control Funding is based on its "Hold Harmless" revenue calculation of prior year funding and average daily attendance.

Gap Funding

It is projected that the District will receive \$2,445,775 in Gap Funding for 2015-16. Based on the projected Gap Funding, proposed Budget Items for 2015-16 (Attachment 4) were included in the budget and additional funds were set aside for salary and benefit adjustments.

2015-16 Budget Augmentations/Items

Attached is a listing of the Proposed Budget Items for the 2015-16 fiscal year (Attachment 4), which provide for the enhancement and expansion of instructional and support services at all school sites as well lower class sizes.

Grade Span Adjustment Funding

The District will receive funding in support of lower class sizes (24:1) for grades TK through 3 as well as funding for grades 9 – 12 to support supplemental services. Previously the District received similar funding K-3 CSR, Grade 9 CSR and other high school categorical funding. Under the new funding level and requirements, each elementary school must maintain on overall average class size for grades TK - 3 below 24:1.

Supplemental Grant and Proportionality

Under the LCFF Funding formula, the District is receiving a pro-rata share of its entitled Supplemental Grant allocation. Supplemental Grant revenue is based on the District's "Unduplicated Count" students. The Unduplicated Count is a composite of those students who qualify for free and reduced priced meals, English learners, and foster youth. The District currently has 467 students or 14.86% of its total student population in this category.

Under the LCFF funding laws, the District must demonstrate quantitative and qualitative enhanced services for Unduplicated Count students. The District has committed \$486,586, of which \$192,667 is from the 2015-16 Gap Funding, to help serve and support the identified students. The additional funding is referred to as "Proportionality Funding."

Other State Funding

The District will also continue to receive the Targeted Instructional Improvement Grant (TIIG) funding and Home-to-School Transportation, used for Special Education transportation services based on 2012-13 funding levels. Other state revenues include restricted and unrestricted lottery revenues, mandated block grant funds and special education mental health funding.

Federal Funding

The District will continue to receive federal funding for Title I, Title II (Teacher Quality Improvement), and funding for immigrant education and limited English proficiency program (Title III). The District also receives federal funding for special education.

San Marino Schools Foundation Contributions

The District is extremely fortunate to receive contributions and revenues from its local community. The San Marino Schools Foundation is a significant part of the District's local funding. The funding helps to keep teaching positions to maintain lower class sizes across all grade levels. It is projected that the District will receive \$2.5 million per year from the Schools Foundation's contributions in 2015-16.

Parcel Tax Revenues

The District has two parcel taxes, Measure R and Measure E. Measure R was renewed in 2013, and Measure E was renewed in 2015, both for six-year terms. Measure R is currently \$336 per parcel and Measure E is \$865 per parcel. Together, the parcel taxes provide the District with \$5.5 million annually. Proceeds received from the parcel tax are used to preserve core academic and instructional programs and services. The District publishes an annual accountability report of parcel tax expenditures.

Other Local Donations and Reimbursements

Additionally, the District receives donations and reimbursements from parents, PTA's and PTSA, school-connected organizations, parents, and community members as well as revenues for use of its facilities from local community athletic groups, the Chinese Club of San Marino and the City of San Marino. Donations are budgeted upon receipt of the funds throughout the year.

Expenditure Assumptions

Certificated and Classified Salaries

Certificated and classified salaries have been adjusted to reflect step and column adjustments. Additional salary adjustments are subject to negotiations with San Marino Teachers Association and California School Employees Association Chapter #120. Positions listed on the 2015-16 Budget Items listing (Attachment 4), are also included in the Proposed Budget. The Budget Assumptions listing (Attachment 5) provides further details on the District's projected salary and benefit assumptions.

Health Benefits

In 2015-16, health benefit premium increases will be funded by a transfer of \$176,000 from the Health Benefits Fund, and increased employee co-pays for major medical insurance. After accounting for the contribution from the Health Benefits Fund, the District funds 90% of employee-only costs and 70% of two-party and family costs. In future years, employee co-pays will be adjusted based on negotiated agreements. The District also provides two options for dental insurance, vision, life insurance for benefit-eligible employees and an employee assistance program for all employees.

Statutory Benefits

CalSTRS employer rates are projected to increase incrementally over the next six year. Employee contributions for CalSTRS will also increase slightly. CalPERS employer rates will also increase over the same time period. The District's contributions to CalSTRS and CalPERS will increase by \$311,882 in 2015-16.

Table 1: CalSTRS and CalPERS Employer Rate Projections:

	CalSTRS	CalPERS
2014-15 *	8.88%	11.771%
2015-16	10.73%	11.847%
2016-17	12.58%	13.050%
2017-18	14.43%	16.600%
2018-19	16.28%	18.200%
2019-20	18.13%	19.900%
2020-21	19.10%	20.400%

*Actual Rates

Additionally, employees' CalSTRS rates will increase from 8.15% to 9.20% in 2015-16 for classic members and 8.56% for employees who became members after January 1, 2013. Their contribution rates will also be adjusted over a period of time depending on their CalSTRS eligibility date. The changes are based on "Public Employees' Pension Reform Act" (PEPRA) enacted on September 12, 2012.

The other statutory benefits, including Medicare, OASDI, State Unemployment Insurance, and Workers Compensation have been included in the salary and benefit projections. There are no major changes in these rates. The District's workers compensation premium will be funded from safety credits and equity distribution funds from the West San Gabriel Workers Compensation JPA.

Books and Supplies, Services and Equipment Costs

Instructional and non-instructional supplies, textbooks, operating services and equipment accounts are reflective of allocated amounts. School sites receive funding for general school site allocations, state adopted instructional materials, funding to support their Single Plans for Student Achievement (SPSA), and Targeted Instructional Improvement Grant (TIIG) funding. School Sites will develop budget plans for their SPSA and TIIG allocations in cooperation with their School Site Councils. These plans will be presented to the Board at a later date.

Throughout the year, schools also receive donations from PTA's/PTSA, parents, and the community to support their instructional programs and educational support. These donations and associated expenditures are budgeted when the donation amounts are received.

Other Financing Sources/Uses

The District is committed to maintaining its facilities in accordance with the San Marino USD community's passage of two bonds totaling \$52 million, in 1996 and 2000. Transfer of \$15,125 to the Capital Projects Fund is included in the Proposed Budget, as well as a transfer in of \$176,000 from the Health Benefits Fund.

Indirect Support

The District collects indirect costs from state and federal categorical programs to offset General Fund operational costs. The current district approved rate for the 2015-16 year is 10.51 %. This results in an offset of \$49,367 to General Fund expenditures.

Ending Balance Assumptions

Reserve for Economic Uncertainties

The District maintains a 5% minimum reserve in accordance with Board Policy. The Proposed Budget reflects a 5% reserve in the budget and projection years of \$1.97 million.

Cash Flow

The District has an established Cash Flow Fund (Fund 17.2), which provides adequate funding to meet payroll and operational expenditures on a monthly basis throughout the fiscal year. The Cash Flow fund provides sufficient funding to meet payroll and expenditure obligations for two to three months during the fiscal year.

Future Year Projections

Proposition 30, passed by voters on November 6, 2012, increased sales tax rates through 2016 and personal income tax rates through 2018. The additional funding offsets further reductions to K-12 Education funding. It is also provided funding for the implementation of LCFF, funds to address the CalSTRS unfunded liability, amendments to the Rainy Day Fund, and additional funding for other state programs.

Despite the Governor's commitment to K-12 Education and the LCFF Funding formula, state funding for K-12 Education is still well below the national average and the District does not benefit as much as other School Districts based on its unduplicated student count. The District is fortunate for the generous contributions received from the San Marino Schools Foundation and the parcel taxes to support its top-quality educational programs and services.

Other Funds

As part of the Proposed Budget, information and projections for each of the District's "Other Funds" is provided.

Food Services Fund 13.0

The District's food services program is fully self-supporting. The Food Services Fund covers all costs associated with the program including food services salaries and benefits, food and supplies, repairs, equipment replacement. The projected beginning balance in the fund as of July 1, 2015 is \$23,195.

Deferred Maintenance Fund 14.0

The Deferred Maintenance Fund supports major maintenance and repairs throughout the District. The projected beginning balance in the fund as of July 1, 2015 is \$1,562,015. Majority of the funds have been committed to the following projects: Carver Parking Lot Improvement, Carver Underground Piping and Huntington Electrical Upgrades.

Health Benefits Fund 17.0

The Proposed Budget includes a transfer of \$176,000 from the Health Benefits Fund to the General Fund to offset premium increases in 2015-16. The projected beginning balance in the fund as of July 1, 2015 is \$176,542.

Cash Flow Fund 17.2

The Cash Flow Fund was established in 2009 as a result of the state's deferral of K-12 Education revenues and the District's need to meet its monthly payroll and expenditure obligations. The Proposed State Budget includes a plan to eliminate the remaining K-12 apportionment deferrals. The District continues to have a need for cash flow during certain months of the year. The Proposed Budget includes a transfer of \$795,000 from the Cash Flow Fund to offset increases in Health and Welfare premiums as well as to fund Technology projects. The projected beginning balance in the fund as of July 1, 2015 is \$7,362,000.

Building Fund 21.0

All funds have been expended.

Capital Facilities Fund 25.0

The Capital Facilities Fund accounts for income and expenditures associated with the collection of developer fees. Developer Fee revenues, projected at \$100,000 per year, are restricted for capital needs associated with enrollment growth and program expansion. The projected beginning balance in the fund as of July 1, 2015 is \$683,601.

Capital Projects and Improvement Fund 40.0

The Capital Projects and Improvement Fund represents restricted donations for San Marino High School alumni tiles. The projected beginning balance in the fund as of July 1, 2015 is \$61,537.

Bond Interest and Redemption Fund 51.0

The Bond Interest and Redemption Fund accounts for the proceeds from tax revenues and payment of principal and interest to bondholders associated with the District's issuance of General Obligation Bonds "GO Bonds" in 1996, 1998, and 2000, and the 2001 refunding of the 1996 issuance. The fund is managed by the Los Angeles County Treasurer's Office. The projected beginning balance in the fund as of July 1, 2015 is \$16,778,595. These funds are restricted and committed to bondholders.

Next Steps – State Budget

The State Legislature and Governor have agreed on the 2015-16 State Budget. As more information is received, updates will be provided to the Board of Education.

**2015-16 UPDATED BUDGET ASSUMPTION GUIDELINES
PROJECTIONS FOR FISCAL YEARS 2014-15 THROUGH 2017-18**

Assumptions must be submitted to support data for the 2015-16 and two subsequent years. The guidelines indicated below are provided to assist you with projections for fiscal years 2015-16, 2016-17, and 2017-18.

LCFF REVENUE	2014-15	2015-16	2016-17	2017-18
Statutory COLA / Net Funded COLA	0.85%	1.02%	1.60%	2.48%
Gap Funding ¹	29.15%	53.08%	37.40%	36.70%
SPECIAL EDUCATION AND CATEGORICAL PROGRAMS	2014-15	2015-16	2016-17	2017-18
COLA for Special Ed and Other Categorical Programs Outside of LCFF (on state and local share only)	0.85%	1.02%	1.60%	2.48%
LOTTERY REVENUE²	2014-15	2015-16	2016-17	2017-18
Unrestricted	\$128.00/ADA	\$128.00/ADA	\$128.00/ADA	\$128.00/ADA
Restricted for Instructional Materials	<u>34.00/ADA</u>	<u>34.00/ADA</u>	<u>34.00/ADA</u>	<u>34.00/ADA</u>
Total Lottery Revenue	\$162.00/ADA	\$162.00/ADA	\$162.00/ADA	\$162.00/ADA
OTHER FACTORS	2014-15	2015-16	2016-17	2017-18
CalSTRS Employer Rates	8.88%	10.73%	12.58%	14.43%
CalPERS Employer Rates	11.771%	11.847%	13.05%	16.60%
Interest Rate for 10-year Treasuries	2.20%	2.50%	2.80%	3.00%
California Consumer Price Index (CPI)	1.80%	2.10%	2.50%	2.90%
Other Expenses (4000s – 6000s)	2013-14+CPI	2014-15+CPI	2015-16+CPI	2016-17+CPI

¹ There is no statutory requirement to provide Gap funding in any year; when projecting LCFF increases in the “out years” it is recommended that districts assign, reserve or otherwise set-aside any projected increase in LCFF revenues as a result of Gap funding or at least have a contingency plan in place if anticipated revenues do not materialize

² Lottery funding is based on actual ADA (e.g., excluding excused absences), multiplied by a statewide excused absence rate of 1.04446. For 2009-10 through 2014-15, 2007-08 ADA is used for Adult Education and ROC/Ps. No additional lottery funding provided for Adult Education and ROC/Ps ADA beginning in 2015-16.

**San Marino Unified School District
2015-16 Budget Development Calendar**

February 2015

Cabinet/Principals/Directors Budget Meetings

School Sites' Single Plans for Student Achievement Presented to Board of Education

March 2015

2014-15 Second Interim Financial Report and Projections

Cabinet/Principals/Directors Budget Meetings

District Meetings with SMTA and CSEA Chapter #120

April 2015

Preliminary Enrollment Projections for Budget Planning

LCAP Parent Advisory Committee and DELAC Meetings

District Meetings with SMTA and CSEA Chapter #120

Cabinet/Principals/Directors Budget Meetings

May 2015

Governor's May Revise Report

LCAP Parent Advisory Committee Meeting

District Meetings with SMTA and CSEA Chapter #120

Cabinet/Principals/Directors Budget Meetings

Board Meeting to Review Updated LCAP Plan

June 2015

Public Hearing Local Control Accountability Plan

Public Hearing 2015-16 Proposed District Budget

Proposed Updated LCAP Presented to the Board of Education

Proposed 2015-16 District Budget Presented to the Board of Education

July 2015

Submit Approved Updated LCAP Plan and 2015-16 Adopted District Budget to LACOE

LOS ANGELES COUNTY OFFICE OF EDUCATION
Division of Business Advisory Services
Financial Management Services

County Office 2015-16 Budget Assumptions and Recommendations

These assumptions are recommended for use by districts in developing their 2015-16 Budget and multi-year projections.

MAY REVISION HIGHLIGHTS

State revenues are projected to climb by \$5.6 billion over the three year period 2013-14, 2014-15, and 2015-16, as compared to the January budget proposal, primarily because of higher personal income taxes. The Proposition 98 guarantee is projected to provide an increase of \$2.7 billion in 2015-16 educational funding.

The Proposition 98 maintenance factor, which totaled nearly \$11 billion in 2011-12, has been reduced to \$772 million under the May Revision.

Major components of the Governor's May Revision are:

- \$6.1 billion to continue implementation of the Local Control Funding Formula (LCFF); which equates to a 53.08 gap closure percentage.
- \$3.5 billion in one-time Prop 98 funding to further implement the state adopted academic standards. Note that these funds will offset any applicable mandate reimbursement claims.
- \$1.9 billion contribution to the "Rainy Day" fund;
- \$1.0 billion to eliminate all inter-year deferrals in 2014-15;
- \$400 million for a new transitional Career Technical Education (CTE) Grant Program
- \$100 million for school internet connectivity and infrastructure consistent with the process used in 2014-15
- \$1.8 million increase in the Mandated Block Grant (MBG) to align with revised Average Daily Attendance (ADA) estimates.

REVENUE LIMIT / LCFF FUNDING

The Governor proposed \$6.1 billion to continue the implementation of the LCFF. Districts should continue to project funding based on the May Revision LCFF revenue projections as follows:

- The statutory COLA is 1.02 percent for 2015-16, and is projected at 1.60 percent for 2016-17 and 2.48 percent for 2017-18.

Attachment No. 1 to:
Informational Bulletin No. 4125

LCFF Funding Projections

The County Office LCFF revenue projections are used to validate district budget revenue projections. The formulas used in these projections have been synced with the FCMAT Calculator's formulas. *It is strongly recommended that districts utilize these updated County Office LCFF revenue runs to project estimated revenues for the 2015-16 Budget and multi-year projections. Our review of districts' projections will be using that data.*

These projections have been updated to reflect the new Proportionality Percentage calculation, as well as provide districts with the ability to project revenues using alternate Gap Funding amounts if desired. This will be found in the analysis tab in the LCFF revenue projection system.

Augmentation Grant

The Augmentation Grant provides additional funding for grades K-3 (CSR) and 9-12 (CTE). The CSR augmentation is 10.4 percent of the K-3 Base Grant, estimated at \$737 per ADA for 2015-16. When the LCFF is fully funded, and as a condition of receipt, districts shall maintain average class sizes of 24:1, unless a locally bargained alternative ratio is agreed on. The class size requirement is not subject to waiver by the State Board of Education.

The CTE augmentation is 2.6 percent of the 9-12 Base Grant, estimated at \$223 per ADA. While commonly referred to as CTE, no specific requirement is made to allocate these funds for CTE purposes. However, the District Plan must include a CTE component.

Supplemental and Concentration Grants

The Supplemental and Concentration Grants provide additional funding to students identified as qualifying for free and reduced price meals, English Learner (EL), and foster youth. Each district will determine the unduplicated count of these students. A three-year rolling average of this count will be the basis for funding. This count is expressed as a percentage of total enrollment.

The Supplemental Grant provides an additional 20 percent of the Base Grant multiplied by the unduplicated count percentage. The Concentration Grants provides additional funding for districts with unduplicated counts greater than 55 percent, with an additional 50 percent of the Base Grant multiplied by the unduplicated count in excess of 55 percent.

Home-to-School Transportation and TIIG Grant

The Home-to-School Transportation Grant and Targeted Instructional Improvement Grant (TIIG) provide funding equal to the amounts districts received from these programs in 2012-13. These amounts are fixed at the 2012-13 amounts for all future years' calculations.

The May Revision proposes to provide home-to-school transportation funding directly to joint powers authorities (JPAs). Member school districts would be required to forward funding equal to the 2012-13 allocation to the JPAs unless both parties agree to an alternative arrangement.

The proposed Base Grant rates for 2015-16 and 2016-17 are as follows:

Grade Level	Base Grant per ADA	2015-16 COLA 1.02percent	2015-16 Base Grant	2016-17 COLA 1.60percent	Base Grant per ADA
K-3	\$ 7,011	\$ 72	\$ 7,083	\$ 113	\$ 7,196
4-6	\$ 7,116	\$ 73	\$ 7,189	\$ 115	\$ 7,304
7-8	\$ 7,328	\$ 75	\$ 7,403	\$ 118	\$ 7,521
9-12	\$ 8,491	\$ 87	\$ 8,578	\$ 137	\$ 8,715

LCFF Funding Increases

The Base Grant rates are increased annually by the statutory COLA. The statutory COLA for 2015-16 is 1.02 percent. The estimated COLAs for 2016-17 are 1.60 percent and 2.48 percent for 2017-18. It is important to note that the *COLA affects only the calculation of the LCFF Target, and does not describe the net increase in funding for each district.*

The Governor proposes \$6.1 billion to increase LCFF funding in 2015-16. This would further implement the LCFF and would fund each district’s Gap by an estimated 53.08 percent. The Department of Finance projects that enough additional funds will be provided to fund the Gap by 37.40 percent in 2016-17 and by 36.70 percent in 2017-18. This does not mean that each district will receive increases equal to these amounts, but rather that each district’s Gap (the difference between their minimum State funding and their Target amounts) would be funded by those percentages.

Based on our calculations of Los Angeles County school districts’ LCFF revenues, the increases from 2014-15 to 2015-16 range from just over 5.0 percent to just under 19.0 percent per ADA. This wide range is a clear indication that each district must understand the unique impact of the LCFF funding on their district.

The Administration anticipates the transition to fully fund LCFF will take eight years, with full funding occurring in 2020-21. Until then, increases in funding will be as the State budget appropriates funding for that purpose. There is no statutory guaranteed increase in any given year until full implementation is reached. Furthermore, expiration of some temporary tax increases in 2016 and 2018, as well as uncertainty regarding the continued recovery of the State’s economy, results in uncertainty regarding future years’ increases in LCFF funding. Therefore, *we recommend that districts assign, reserve or otherwise set aside any projected increase in LCFF revenue as a result of Gap Funding in 2016-17 and subsequent years. If districts choose to budget this increased revenue, they must have a contingency or alternative plan in place should these funds fail to materialize.* However, we do recognize that the Governor has proposed significant funding to increase LCFF funding for 2015-16, and do recommend that districts budget revenues at that level.

Local Control and Accountability Plans (LCAP)

Careful alignment of the district LCAP and budget is essential. The LCAP review by COEs must address the sufficiency of the budget to fund services and actions outlined in the LCAP. The County Superintendent of Schools must determine that both: (1) the LCAP adheres to the template adopted by the SBE, and (2) the budget adopted by the governing board of the school district includes sufficient expenditures to provide the services and actions included in the LCAP adopted by the governing board of the school district.

LCAPs are to be adopted by the local governing board on or before July 1, 2015, and within five days transmit the adopted LCAP to the County Superintendent of Schools.

Refer to Informational Bulletin No. 4126 dated June 1, 2015, for additional information.

Maintenance of Effort (MOE)

Regional Occupational Centers/Programs (ROC/P's) are absorbed into the LCFF base for districts and county offices. While the grade 9-12 augmentation is not specifically identified as a Career Technical Education (CTE) grant, it does represent the funding allocated to these programs in prior years. Beginning in 2014-15, a CTE component is required in the LCAP.

A two-year MOE provision was enacted as part of the 2013 Budget Act and requires that LEAs spend at least the same amount on ROC/Ps in 2013-14 and 2014-15 as was spent in 2012-13. In addition, districts that are members of an ROC/P JPA must continue to forward the same amount to the JPA as they did in 2012-13 unless otherwise agreed upon by both parties.

Federal CTE funds, including Perkins funding, are not part of LCFF and continue to be subject to all existing compliance and reporting requirements.

Career Technical Education

The May Revision proposes \$400 million in 2015-16, \$300 million for 2016-17 and \$200 million in 2017-18 for a new transitional Career Technical Education (CTE) Grant Program. The state to local match ratio requirement will increase each year from 1:1 in 2015-16, 1:1.5 in 2016-17 and 2:1 in 2017-18. The expectation is that LEAs will use LCFF and the 9-12 grade span adjustment (GSA) funds to support the program beginning 2018-19

Adult Education

The 2015-16 May Revision maintained the \$500 million in new funding for an Adult Education Block Grant dedicated to funding adult education programs in 2015-16. The new funds will supplant the LCFF funds school districts may have been allocating for Adult Education programs in the past year(s). While the exact amount required to preserve existing Adult Education programs is still to be determined, current estimates are \$300-350 million. The remainder of the grant funds will be distributed to the consortiums to support programs and services such as child care or career counseling and for administration (which will be capped at 5 percent).

In the initial year, 2015-16, funding will be provided directly to K-12 school districts in the amount equal to their 2014-15 MOE expenditures. Future allocations will be distributed per the direction of local allocation committees.

Adult Education Consortium

The May Revision, consistent with a number of recommendations made by the education community, included the following adjustments:

- Elimination of allocation boards within each consortium with the requirement to create rules and procedures regarding how it will make decisions based on State guidelines;
- Require more robust, but less frequent, planning with the requirement to develop a comprehensive plan for adult education in its region at least once every three years, with annual updates;
- Provide greater funding certainty by requiring the Superintendent of Public Instruction (SPI) and the Chancellor of the California Community Colleges to certify maintenance of effort (MOE) levels by July 30, and determine the allocation of any remaining block grant funds to the consortia by October 30. Beginning in 2016, the SPI and Chancellor will provide preliminary allocations to the consortia following the release of the Governor's Budget, and final allocations, along with preliminary projections for two future years, shortly after each Budget is enacted; and,
- Integrate Adult Education Programs and funding streams by requiring the SPI and Chancellor to develop and submit a plan to distribute Workforce Innovation and Opportunity Act Title II and Perkins funding using the consortia structure in future years by January 31, 2016.

Additional information on the Adult Education Consortium can be found at:

<http://ab86.cccco.edu/Home.aspx>

EDUCATION PROTECTION ACCOUNT (EPA)

Proposition 30 provided for the following temporary tax increases.

- Temporary increase in the State sales tax of 0.25 percent through 2016
- Temporary increase in the income tax rate for the State's wealthiest taxpayers of up to 3.0 percent through 2018

It is projected that these tax increases will generate up to \$8.0 billion per year through 2018. The EPA was established as the vehicle to collect and disburse funds generated by the temporary tax increases. School districts, charter schools, county offices of education and community colleges will receive revenues from the EPA on a quarterly basis.

EPA funds should be accounted for in Resource Code 1400 - Education Protection Account, and Object Code 8012 - Education Protection Account Entitlement. Districts may not use EPA funds for administrative costs. A complete list of function codes that are prohibited for EPA expenditures can be found on the CDE's website at:

<http://www.cde.ca.gov/fg/ac/ac/sacsfaq.asp>

Similar to local property taxes, districts' State Aid is reduced by one dollar for each dollar received from the EPA. The EPA becomes, in essence, a third revenue source in addition to local property tax revenue and State Aid.

Districts will also need to consider the impact of the ongoing quarterly receipts of EPA, as EPA revenues will be distributed at the end of each quarter in September, December, March and June.

Reporting Requirements

Proposition 30 required that each agency use the new revenues for any purpose excluding administration. **The Governing Board shall make the spending determination of these funds annually in an open session of a public meeting.** Furthermore, each agency must annually publish on its website an accounting of how much money was received from the EPA and how that money was spent.

RESERVE REQUIREMENTS

Cash management challenges make it even more imperative that districts consider reserve levels greater than the minimums required within the State's Criteria and Standards. Reserves are especially critical in order to have sufficient cash to meet payroll and other obligations.

Senate Bill (SB) 858 (Chapter 32/Statutes 2014) establishes new transparency requirements and contains a provision that would place a hard cap on the combined assigned and unassigned unrestricted ending fund balance. Additional details of the new reserve requirements are listed below.

New Public Hearing Requirement for Excess Reserves Beginning In 2015-16

New for 2015-16, districts that propose to adopt a budget that includes a combined assigned (Object Codes 9770-9788) and unassigned (Object Codes 9789-9790) ending fund balance in excess of the minimum recommended reserve for economic uncertainties (REU) must provide the following information at the public hearing for their proposed budget prior to budget adoption:

- The minimum REU level required in each year identified in the budget
- The amount of assigned and unassigned ending fund balance that exceeds the minimum REU in each year
- Reasons for the REU being greater than the minimum

Pursuant to EC Section 42127(a)(2)(C), the district's governing board must include this information each time it files an adopted or revised budget with the county superintendent, as well as maintain and make it available for public review. While there is no state sanctioned format for providing this information, **districts that fall under this requirement should expect to provide and submit the information in writing in a similar manner and format as the budget narrative and assumptions that are normally submitted with their adopted budget.** In addition, the Budget Certification (Form CB) from the State SACS software includes a check box for affected districts to certify their compliance with this new requirement.

County Offices continue to reinforce the need for reserves over the minimum reserve requirements. The experience of the most recent recession has clearly demonstrated these minimum levels are not sufficient to protect educational programs from severe disruption in an economic downturn. The typical 3.0 percent reserve minimum represents less than two weeks of payroll for many districts. Many LEAs have established reserve policies calling for higher than minimum reserves, recognizing their duty to maintain fiscal solvency. The adequacy of a given reserve level should be assessed based on the LEA's own specific circumstances.

There are multiple benefits to carrying higher than minimum reserves. These include:

- Financial flexibility to absorb unanticipated expenditures without significant disruption to educational programs
- Protection against exposure to significant one-time outlays such as disasters, lawsuits or material audit findings
- Protection against the volatility of state revenues
- Protection against the volatility of property tax revenues for basic aid districts
- Cash management / avoiding the cost of borrowing for cash flow purposes
- Protection against declining enrollment
- Protection against the expiration of parcel taxes

This is not an exhaustive list. Of all the reasons for carrying higher than minimum reserves, protecting against state revenue volatility is one of the most compelling. This is especially true during LCFF implementation, because gap percentage funding is directly tied to the State's ongoing ability to fund the LCFF through Proposition 98 growth. Most importantly, by providing a buffer from volatile state revenues, maintaining higher than minimum reserves creates a more stable educational environment for students.

County Office May Exempt Districts from Reserve Cap

If a reserve cap is implemented in a future fiscal year, the County Office may waive the prohibition, pursuant to specified conditions, for up to two consecutive fiscal years within a three-year period if the school district provides documentation indicating that extraordinary

fiscal circumstances substantiate the need for the additional reserves. Documentation indicating extraordinary fiscal circumstances may include, but is not limited to, multi-year infrastructure or technology projects. As a condition of receiving a waiver, a school district shall do all of the following:

- Provide a statement that substantiates the need for an assigned and unassigned ending fund balance in excess of the minimum recommended REU;
- Identify the revenue or expense funding amounts in the budget adopted by the school district that are associated with the extraordinary fiscal circumstances; and
- Provide documentation that no other fiscal resources are available to fund the extraordinary fiscal circumstances.

CASH FLOW PROJECTIONS

Principal Apportionment Deferrals

In the May Revision, the Governor proposes to eliminate all cross-year deferrals in 2014-15. Remember, deferral buy-downs constitute one-time cash and not additional revenues. Once all deferrals are eliminated, the Principal Apportionment Payment Schedule will revert back to the traditional “5-5-9” schedule.

Cash Management Planning

Increased emphasis must be put on cash flow analysis and monitoring. Districts must incorporate the updated payment schedule in their cash flow projection. In addition, in order to identify and assist those districts that will experience cash deficiencies, **districts should project the cash flow for a two-year period** to reflect 2015-16 and 2016-17.

It is important to plan ahead and establish a cash management plan that ensures sufficient cash. **Districts’ cash flows should reflect implementation of their cash management plan (e.g., short-term borrowing).**

Districts should ensure they have appropriate Board resolutions to authorize inter-fund and County Treasurer borrowing, and that the borrowing caps are appropriately set (i.e., are high enough to meet identified cash needs). For additional information regarding cash borrowing, please refer to Informational Bulletin No. 4111, dated May 27, 2015, issued by the Division of School Financial Services, which is available on our website.

Cash management challenges make it even more imperative that districts consider reserve levels greater than the minimums required within the State's Criteria and Standards. Reserves are especially critical in order to have sufficient cash to meet payroll and other obligations.

CATEGORICAL PROGRAMS

Most State categorical programs have been incorporated into the 2015-16 LCFF. However, some State categorical programs remain. Federal programs are entirely outside the LCFF and remain with their own program descriptions and restrictions.

Categorical Flexibility

- Education Code Section 17070.75 requires school agencies that participated in the School Facility Grant Program to establish a Routine Restricted Maintenance Account (RRMA) and make General Fund contributions to the RRMA for 20 years from receipt of the program's funds. The flexible reduction to one percent of required contributions into the RRMA expires at the end of 2014-15 and returns to three percent in 2015-16.
- For 2015-16, deferred maintenance funding continues to be folded into the LCFF base grant with no restrictions. However, districts must still maintain safe, clean and functional environments for student success and comply with Williams requirements. *Districts should seriously consider setting aside funds in their budget for deferred maintenance activity.*
- The flexibility to reduce the number of instructional days from 180 to 175 sunsets on June 30, 2015, and districts must revert back to a minimum of 180 instructional days in 2015-16. Previous guidance was, once districts were fully funded at their LCFF target they must revert back to 180 days or be subject to a significant fiscal penalty.

Common Core Implementation Grant

The 2013-14 Budget Act provided \$1.25 billion in one-time restricted monies to assist school districts, county offices and charter schools in implementing the new Common Core State Standards (CCSS). Funds were distributed to all schools on a per ADA basis outside the LCFF calculation.

Funding for Common Core implementation was estimated to be \$200 per ADA for all school districts, county offices and charter schools. Districts may encumber funds any time during 2013-14 and 2014-15. Funds can be used for professional development, instructional materials and investments in technology to support Common Core implementation and must be used by June 30, 2015.

The adoption of a two-year spending plan is required prior to the expenditure of the Common Core funding. Per Assembly Bill (AB) 86, Section 85, LEAs are required to "Develop and adopt a plan delineating how funds ... shall be spent. The plan shall be explained in a public meeting of the governing board ... before its adoption in a subsequent public meeting." **In addition, LEAs will be required to submit detailed expenditure reports on the use of the funds to the CDE on or before July 1, 2015.**

Mandated Block Grant

The May Revision provides \$219.5 million to fund the Mandated Block Grant (MBG) and is available to districts and charter schools. There is no change in the per ADA rate from 2014-15 to 2015-16 as indicated in the chart below. The rates are now separated into grade span-specific rates with grades 9-12 receiving higher amounts based on the inclusion of the Graduation Mandate.

Grade Span	School District Rates	Charter School Rates	COE Rates
K-8	\$28	\$14	\$29
9-12	\$56	\$42	\$57

The MBG is optional and replaces the claiming process for districts that elect to participate. However, agencies must continue to perform mandated activities regardless of their participation in the MBG. Participating agencies will be subject to compliance audits as part of their annual audits.

A complete list of programs covered under the block grant can be found on the Mandate Block Grant Request for Application Web page at:

<http://www.cde.ca.gov/fg/fo/r14/mandatebg12rfa.asp>

School districts have the option to decline participation in the block grant and continue to claim reimbursements under the existing mandate claims process with the same mandate requirements. However, payment of current-year claims is again deferred. However, the Governor intends to pay down the obligation over the next few years, and completely by 2017-18. Districts opting to receive block grant funding will need to elect to participate in the block grant by August 30 of each year. Funds are typically received in November.

One-time Unrestricted Funds (CCSS Implementation)

The 2015-16 May Revision includes \$3.5 billion, an increase of \$2.4 billion from the 2015-16 Proposed Budget, in one-time discretionary funds to pay down a portion of the debt owed to LEAs for mandated cost reimbursement. The intent is that the LEA prioritizes these funds for CCSS implementation, but this is not a requirement, and the funds may be used for any purpose as determined by the district's Governing Board. However, funds received are also offsetting to any outstanding mandate claims on a dollar-for-dollar basis. The distribution of the mandate reimbursement is on a per-ADA basis, currently estimated at \$601 per ADA, and will be apportioned regardless of whether or not the LEA had any prior year claims. **We recognize these new funds are included in the proposed budget but if districts choose to recognize this additional revenue they should have a contingency or alternative plan in place should these funds fail to materialize.**

Proposition 39: California Clean Energy Jobs Act

The California Clean Energy Jobs Act was approved by voters in 2012. For years 2013-14 through 2017-18, the measure requires half of the increased revenues, up to \$550 million per year, be used to support energy efficient projects.

As a result of reduced revenue estimates, the 2015-16 May Revision decreases the amount of energy efficient funds available to \$313.4 million, a decrease of \$6.7 million from the January Proposal. LEAs should not commit the anticipated funds until they are familiar with the final guidelines and the criteria to enable them to apply for and collect the funds.

Lottery

Beginning in 2015-16, LEAs will no longer receive the per ADA Lottery Funding for Adult or ROC/P ADA. The CDE recently revised its projection of lottery revenues for 2014-15 to reflect the Lottery Commission's updated lottery sales projection of \$5.1 billion. The projected rates for 2014-15 are now \$128 per ADA unrestricted and \$34 per ADA restricted. The projected rates for 2015-16 and 2016-17 are \$128 per ADA unrestricted and \$34 per ADA restricted.

K-3 Grade Span Adjustment (GSA)

The former K-3 CSR program became a 10.4 percent K-3 GSA augmentation to the LCFF base grant to support lowering class sizes in grades kindergarten through three. Unless there is a collectively bargained alternative ratio in place, districts must ensure all school site average class enrollment ratios meet the target ratio of 24:1 (rounded to the nearest half or whole integer), or that they are making progress to close the K-3 class size gap in proportion to progress toward closing the LCFF entitlement gap, as a condition of apportionment. **Districts should plan to reduce class sizes in grades K-3 by 53.08 percent of the difference between the current year (2014-15) class size and the school site average target of 24 students per class. Districts that fail to meet the above requirements at each school site will lose 100 percent of this additional funding in that fiscal year.** The K-3 GSA requirement has been included in the 2014-15 Audit Guide.

CALPADS

CALPADS data have become critical to funding, accountability, and assessment functions. The unduplicated count of disadvantaged students produced by *CALPADS feeds the supplemental and concentration grant portions of the LCFF. Therefore it is extremely important that districts ensure that this data is up-to-date and accurate.*

Beginning in 2013-14, AB 97 (Chapter 47/Statutes 2013) requires County Offices of Education (COEs) to "review and validate reported English Learner, foster youth and free or reduced-price meal eligible pupil data for school districts and charter schools under its jurisdiction to ensure the data is reported accurately." To assist COE's, CALPADS have made available school-level reports (1.17 and 1.18) that display the aggregate unduplicated counts of disadvantaged students for each LEA and charter school within the county. Additional information regarding the data collection system can be found on the following CDE website:

<http://www.cde.ca.gov/ds/sp/cl/index.asp>

SPECIAL EDUCATION

In response to the Statewide Special Task Force recommendations released in March 2015, the May Revision proposes \$60.1 million in Prop. 98 funds (\$50.1 million ongoing and \$10 million one-time) in 2015-16 to implement selected program changes and makes targeted investments that improve service delivery and outcomes for all disabled students, with a particular emphasis on early education.

Significant Adjustments:

- \$30 million in Prop. 98 to increase opportunities for infants and toddlers to receive early interventions. This funding will augment the Early Education Program for Infants and Toddlers with Exceptional Needs;
- \$12.1 million in Prop. 98 to provide access to an additional 2,500 children in State Preschool. Priority for this funding is for children with exceptional needs;
- \$6 million in Prop. 98 to increase the State Preschool reimbursement rates by 1%. The proposal would also require the State Preschool programs to:
 - Provide parents with information about accessing local resources for the screening and treatment of developmental disabilities
 - Provide teachers training on behavioral strategies and targeted interventions to improve kindergarten readiness;
- A one-time investment of \$10 million in Prop. 98 to provide technical assistance and build statewide resources to assist LEAs interested in implementing school-wide, data-driven systems of support and intervention. School-wide tiered systems provide scientifically based practices and interventions that are proportional to a student's needs. Research indicates schools that have implemented tiered systems are more successful at improving disabled student outcomes;
- The May Revision proposes an increase of \$1.7 million in federal IDEA funds for state-level activities to expand the current Alternative Dispute Resolution Grant Program to all SELPAs in the state. On a limited scale, this program has proven successful in resolving special education disputes at the local level;
- An increase of \$500,000 in federal IDEA state-level activity funds to develop resources and provide technical assistance to LEAs for implementation of the federally required State Systemic Improvement Plan for students with disabilities.

The Governor's proposal continues to fund Special Education outside of the LCFF.

Extraordinary Costs

SELPAs with single placement extraordinary costs are eligible to submit for costs exceeding the threshold pursuant to EC Section 56836.21. The current threshold is \$74,385.27. If claims exceed the appropriation, the reimbursements will be prorated.

Claims are filed using the CDE-issued Revenue Software. Claims for 2014-15 must be filed by November 30, 2015, to ensure funding. These claims require submittal to and certification by the County Office in advance of submittal to the CDE.

BASIC AID SCHOOL DISTRICTS

Basic aid districts are defined as districts having property taxes in excess of their revenue limit entitlement. The LCFF language states the determination of a basic aid district is made exclusive of funds received through EPA and further excludes revenues received through the LCFF hold harmless calculation. Under the LCFF, a basic aid district is defined as a district that does not receive state aid to fund the base entitlement for transition to the LCFF or any portion of the LCFF at full implementation.

Under LCFF, basic aid districts will receive minimum state funding of no less than the amount received in 2013-14. The minimum State funding amount will be calculated based on the categorical allocation net of 8.92 percent fair share reduction.

Basic Aid Districts Reserves

It is important for basic aid districts to carry higher-than-minimum reserves. Dependency on property taxes means dependency on assessed property values. Greater-than-minimum reserves provide a buffer in the event that assessed values fall short of projections. Due to the continuing economic uncertainties and their impact on assessed values, reserves are more critical than ever before. Moreover, basic aid districts whose student population is growing do not receive additional funding. For these reasons and the growing loss from "fair share" reductions, higher-than-minimum reserves are important.

Proposition 30 Impact on Basic Aid Districts

Proposition 30 guarantees a minimum of \$200 per ADA in revenue from the EPA. The EPA is the vehicle for collecting and distributed revenues from the temporary tax increases authorized by Proposition 30. This means that basic aid districts will receive at least \$200 per ADA in revenue from the EPA. However, some districts may become basic aid and receive no State Aid as a result of the implementation of the EPA. In this case, the \$200 per ADA minimum may simply replace State Aid and not represent additional funding.

CALIFORNIA SCHOOL-BASED MEDI-CAL ADMINISTRATIVE ACTIVITIES

The California School-Based Medi-Cal Administrative Activities (SMAA) program provides Federal reimbursement of specific activities performed by school districts serving Medi-Cal eligible students. The Federal oversight agency, Centers for Medicare and Medicaid

Services (CMS), conducted a review of school MAA claiming units in California and found them to out of compliance with Federal regulations, guidelines and standards. CMS notifies the California Department of Health Care Services (DHCS) of the non-compliance. CMS's determination that payments for other California MAA claiming districts would be deferred until the California MAA plan was revised and additional documentation was received.

On October 7, 2014, DHCS shared an approval letter from CMS that detailed the methodology and timeline that DHCS had to abide by to resolve the deferred invoices (from FY 2010-11 and FY 2011-12) and the interim invoices (from FY 2012-13 and FY 2013-14). This plan allows DHCS to make interim payments to LEAs; the basis of the payments is a sliding scale of payments using a set of percentages that are applied based upon the value of the placeholder invoices:

Deferral Resolution (FY 2009-10 Quarter 4- FY 2011-12)

- Invoices Under \$25,000 – CMS has released these deferrals at 100 percent and are not requiring backcasting
- Invoices between \$25,001-\$50,000 – Claiming units have a choice between the following two options that must be selected prior to payment:
 1. Accept an interim payment of 75 percent and agree to backcast
 2. Accept a settlement amount of either 75 percent of the claimed amount or a flat \$25,000, whichever is higher
- Invoices over \$50,000 – CMS has approved an interim payment of 40 percent of the claimed amount and require backcasting

Deferral Resolution for Claiming Units No Longer Participating in the Program

- Invoices Under \$25,000 – CMS has released these deferrals at 100 percent
- Invoices between \$25,001-\$50,000 – CMS will release 75 percent of the claimed amount with a 5 percent reduction
- Invoices over \$50,000 – CMS will release 40 percent of the claimed amount with a 5 percent reduction

Interim Claiming Resolution (FY 2012/13 – FY 2013-14)

- Invoices Under \$25,000 – Interim payment of 90 percent subject to backcasting
- Invoices between \$25,001-\$50,000 – Interim payment of 75 percent subject to backcasting
- Invoices over \$50,000 – Interim payment of 40 percent subject to backcasting

The plan also requires DHCS to submit a backcasting proposal utilizing statewide Random Moment Time Survey (RMTS) results from the first four quarters of RMTS surveying. DHCS conferred with an ad hoc committee of RMTS stakeholders and submitted a final backcasting proposal on April 1, 2015. *[Backcasting is the process whereby past invoice amounts that utilized the flawed worker log survey methodology to generate the reimbursement percentages will be adjusted by replacing those reimbursement percentages with statistically valid percentages from the first four quarters of California's RMTS survey results.]* As of this writing, DHCS is still awaiting formal approval from CMS on the submitted backcasting methodology.

Please contact Octavio Castelo at Castelo_Octavio@lacoed.edu or (562) 922-6144, your Regional MAA Coordinator, for further information regarding the new survey methodology.

TRANSITIONAL KINDERGARTEN

School districts are currently eligible to collect ADA for these transitional kindergarten students. The TK program is not required to be operated at every school site, just by the school district so that it meets the needs of the school district. Students enrolled in TK must be considered when calculating and achieving the average class size goal of 24:1.

PROGRAMS FUNDED OUTSIDE OF THE LCFF

The May Revision proposes categorical programs outside of the LCFF received a decrease of \$18.4 million based on ADA growth and a reduction in COLA from 1.58 percent to 1.02 percent.

- Federally funded programs
- Quality Education Investment Act (QEIA)
- Special Education
- After School Education and Safety (ASES)
- Child Nutrition
- State Testing
- State Preschool
- Emergency Repair
- Mandate Block Grant (MBG)
- District of Choice credit
- Charter school basic aid supplement
- Court-ordered credit
- Foster Youth
- Adults in Correctional Facilities

SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 BUDGET ITEMS

A	B	C	D	E	H	I	J	K	L	M	N
2	LCAP Priorities:	1 - Williams Compliance									
3		2 - Academic Content and Performance Standards									
4		3 - Parental Involvement									
5		4 - Pupil Achievement									
6		5 - Pupil Engagement									
7		6 - School Climate									
8		7 - Access and Enrollment									
9		8 - Pupil Outcomes									
10											
11	SMUSD LCAP GOAL 5	Level or Department Elementary	LCAP ACTIONS/SERVICES	Position(s)	LCAP BUDGETED EXPENDITURES	LCAP State Priority	Projected Salary	Statutory Benefits	Health Benefits	Total Sal/Ben	Notes
12			Provide each elementary school with a dedicated TK instructional classroom.	Teacher, Transitional Kindergarten	Add an additional TK Teacher	4,5,7,8	\$60,000	\$8,538	\$12,000	\$80,538	
13			Enhance support for elementary remediation with a focus on student services	Reading Specialists (Certificated)	Add two part-time Reading Specialist positions (certificated)	4,5,7,8	\$60,000	\$8,538	\$12,000	\$80,538	
14			To support the implementation of Common Core State Standards in math and English. Provide embedded professional development for teachers through a coaching modeling teacher training framework.	Teachers on Special Assignment, Elementary	Provide TOSAs for each Elementary School with specialization in math and English language arts	4,5,7,8	\$120,000	\$17,076	\$24,000	\$161,076	
15			Provide for a STEM TOSA to coach teachers on next generation science standards, technology and math and to develop a comprehensive activity and problem-based STEM curriculum for teachers to engage student learning.	Teacher on Special Assignment, STEM	Add a TOSA position to provide support for TK - 12 STEM instruction	2,4,5,6,7,8	\$60,000	\$8,538	\$12,000	\$80,538	
16		Middle School	To lower 6th grade class sizes expand the capability for teachers to collaborate and time for curriculum planning	Teacher, 6th grade	Provide for an additional teacher (1.00 FTE) to support 6th grade English, social studies, math and science classroom instruction	2,4,5,7,8	\$60,000	\$8,538	\$12,000	\$80,538	
17		District - Instructional Services	To coordinate and facilitate the District's English Language Programs, Testing and Assessment. To support and enhance the District's transition to the Common Core, professional development implementation, and increased assessment with the California Assessment of Student Performance and Progress System (CASPP) and LCAP accountability.	Teacher on Special Assignment, Instructional Services	Provide a 6 period per day TOSA to support English Learners program, assessment, and accountability.	2,3,4,5,7,8	\$36,000	\$5,123	\$12,000	\$53,123	Supplemental Grant funds
18		High School	To support the High School's athletic programs and services	Administrator, Athletics	Provide for a full-time Administrator of Athletics - based on 195 day work year	3,5,6,7,8	\$110,446	\$15,716	\$21,054	\$147,216	

SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 BUDGET ITEMS

A	B	C	D	E	H	I	J	K	L	M	N
2	LCAP Priorities:	1 - Williams Compliance									
3		2 - Academic Content and Performance Standards									
4		3 - Parental Involvement									
5		4 - Pupil Achievement									
6		5 - Pupil Engagement									
7		6 - School Climate									
8		7 - Access and Enrollment									
9		8 - Pupil Outcomes									
10											
11	SMUSD LCAP GOAL 10	LCAP ACTIONS/SERVICES	Position(s)	LCAP BUDGETED EXPENDITURES	LCAP State Priority	FTE	Projected Salary	Statutory Benefits	Health Benefits	Total Sal/Ben	Notes
		To provide interpretation and translation services for the District and to expand the District's community outreach with parent communications, outreach, etc.	Community Liaison	Hire a full-time community liaison	3,4,5,6,7,8	1.00	\$40,000	\$8,619	\$12,000	\$60,619	
20		To support the schools' and the District's technology needs	Computer Lab Coordinators	Increase Elementary and Middle School Computer Lab Coordinators from 10 months to 11 months	4,5,7,8	n/a	\$14,990	\$3,230	N/A	\$18,220	
21		To provide support, management, and maintenance of the elementary schools' technology systems and equipment and provide training opportunities (computers, chromebooks, document cameras, copiers, etc.)	Technology Service Technicians - Elementary Schools	Add an additional Technology Service Technician to provide support for the Elementary Schools	2,3,4,7,8	1.00	\$51,500	\$11,097	\$12,000	\$74,597	
22		To administer and support informational systems related to Instructional Technology servers, systems, centralized device management (including Chromebooks, iPads, notebooks), software and applications deployment, and oversight of the District's Technology help desk system.	Systems Analyst	Add a Systems Analyst position	2,3,4,7,8	1.00	\$69,500	\$14,975	\$12,000	\$96,475	
23											
24		TOTAL - 2015-16 BUDGET ITEMS:				10.60	\$682,436	\$109,988	\$141,054	\$933,478	

**SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 Proposed Budget Assumptions**

BUDGET ASSUMPTIONS	2014-15	2015-16	2016-17	2017-18
REVENUES				
Projected CBEDS Enrollment	3,142	3,142	3,142	3,142
Projected Funded Average Daily Attendance	3,073.92	3,073.92	3,073.92	3,073.92
COLA (%)	0.85%	1.02%	1.60%	2.48%
LCFF Gap Funding Percentage	29.97%	53.08%	37.40%	36.70%
LCFF Gap Funding	\$1,893,212	\$2,445,775	\$986,686	\$839,553
LCFF Funding - TOTAL	\$20,786,403	\$23,232,186	\$24,218,861	\$25,058,426
K-3 Grade Span Adjustment (per ADA)	\$729	\$737	\$749	\$767
9-12 Grade Span Adjustment (per ADA)	\$221	\$223	\$227	\$232
Unduplicated Student Count	467	467	467	467
Unduplicated Student Percentage (Average)	14.86%	13.38%	14.86%	14.86%
Proportionality Funding for Unduplicated Students	\$293,919	\$486,586	\$581,813	\$647,047
Education Protection Account (EPA)	\$3,650,234	\$3,650,234	\$3,650,234	\$3,650,234
Unrestricted Lottery (per ADA)	\$128	\$128	\$128	\$128
Restricted Lottery (per ADA)	\$34	\$34	\$34	\$34
Mandated Block Grant	\$322,436	\$118,183	\$118,183	\$118,183
Discretionary One-Time Funding (est.)	\$0	\$1,800,000	\$0	\$0
LACOE ROP/CTE Funding	\$387,139	\$0	\$0	\$0
Special Education Funding	\$2,780,278	\$2,630,278	\$2,630,278	\$2,630,278
Parcel Tax Revenues (Measure R) 2019	\$1,532,894	\$1,575,000	\$1,625,000	\$1,675,000
Parcel Tax Revenues (Measure E) 2021	\$3,939,710	\$3,939,710	\$4,000,000	\$4,075,000
San Marino Schools Foundation	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000
San Marino Schools Foundation Excess Contribution	\$1,507,289	\$1,500,000	\$1,500,000	\$1,500,000
Use of District Facilities	\$300,000	\$300,000	\$300,000	\$300,000
Interest	\$80,000	\$80,000	\$80,000	\$80,000

**SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 Proposed Budget Assumptions**

BUDGET ASSUMPTIONS	2014-15	2015-16	2016-17	2017-18
EXPENDITURES/TRANSFERS OUT				
Certificated SMTA Salaries	Step & Column; 3.25% Schedule Adjustment; 190 Day Work Days and Realignment of Steps 14, 15, 17, 19 by 0.75%	Step & Column; 3.50% Schedule Adjustment; 188 Day Work Days	TBD	TBD
Classified CSEA/Non-Represented Salaries	Step & Longevity; 3.25% COLA Adjustment and Realignment of Steps 7 and 8 by 1.00%	TBD	TBD	TBD
Management & Administrative Salaries	Step Adjustment; 3.25% on-schedule adjustment and 1.71% off-schedule adjustment	TBD	TBD	TBD
Health Benefits - Major Medical	Offset premium increase from Health Benefits Reserve Fund. District to contribute 90% for Employee Only; 70% for Two Party and Family Coverage	TBD	TBD	TBD
Health Benefits - Other Medical	District to fund Delta Dental (employee only), Delta Care, Vision, Life and Employee Assistance Program	TBD	TBD	TBD
Status of Bargaining Unit Negotiations	Settled	SMTA Settled/CSEA Pending	Pending	Pending
STRS Employer share	8.88%	10.73%	12.58%	14.43%
PERS Employer share	11.771%	11.847%	13.050%	15.000%
School Sites - Support Allocation	\$200 per student	\$200 per student	\$200 per student	\$200 per student
School Sites - Textbook Allocation	\$50 per student	\$50 per student	\$50 per student	\$50 per student
School Sites - SPSSA Allocation	\$75 per student	\$75 per student	\$75 per student	\$75 per student
School Sites - Restricted Lottery Allocation	\$25 per student	\$25 per student	\$25 per student	\$25 per student
School Sites - TIIG Allocation	\$40,000 per site	\$40,000 per site	\$40,000 per site	\$40,000 per site
Transfer to Capital Projects Fund	\$15,125	\$15,500	\$15,500	\$15,500
Reserve for Economic Uncertainties	5.00%	5.00%	5.00%	5.00%

SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 LINE ITEM BUDGET SUMMARY and LONG RANGE FINANCIAL PROJECTION

	A	I	J	K	L	M	N	O	P	Q	R	S	T	U
	Estimated Actuals 2014-15	Unrestricted	Special Education	Restricted	Projected 2015-16	Unrestricted	Special Education	Restricted	Projected 2016-17	Unrestricted	Special Education	Restricted	Projected 2017-18	
1														
2														
3	Projected P2 Average Daily Attendance (ADA)	3,054.86	2,965.14	88.07	3,053.21	2,965.14	88.07	88.07	3,053.21	2,965.14	88.07		3,053.21	
4	Plus Annual Non-Public School (NPS) ADA	9.27	7.44	7.44	7.44	7.44	7.44	7.44	7.44	7.44	7.44		7.44	
5	Plus Los Angeles County Sp. Ed. ADA	-	-	-	-	-	-	-	-	-	-		-	
6	Total Projected Revenue Limit ADA	3,064.13	2,965.14	95.51	3,060.65	2,965.14	95.51	95.51	3,060.65	2,965.14	95.51		3,060.65	
7														
8	<u>CBEDS Enrollment Projection</u>													
9	Grades K - 3	727	727		727	727			727	727			727	
10	Grades 4 - 6	693	693		693	693			693	693			693	
11	Grades 7 - 8	528	528		528	528			528	528			528	
12	Grades 9 - 12	1,194	1,194		1,194	1,194			1,194	1,194			1,194	
13	Total CBEDS Enrollment Projection	3,142	3,142	-	3,142	3,142	-	-	3,142	3,142	-	-	3,142	
14														
15	Unduplicated ELL, Free/Reduced & Foster Youth Count	467	467		467	467			467	467			467	
16	Percent over CBEDS	14.86%	14.86%		14.86%	14.86%			14.86%	14.86%			14.86%	
17														
18	<u>Projected Funded Average Daily Attendance (ADA)</u>													
19	Grades K - 3	707.32	686.99	19.22	707.32	686.99	19.22	19.22	707.32	686.99	19.22	1.11	707.32	
20	Grades 4 - 6	677.28	651.88	24.43	677.28	651.88	24.43	24.43	677.28	651.88	24.43	0.97	677.28	
21	Grades 7 - 8	515.26	498.86	15.47	515.26	498.86	15.47	15.47	515.26	498.86	15.47	0.93	515.26	
22	Grades 9 - 12	1,174.06	1,136.52	21.49	1,174.06	1,136.52	21.49	21.49	1,174.06	1,136.52	21.49	16.05	1,174.06	
23	Total Funded ADA Projection	3,073.92	2,974.25	80.61	3,073.92	2,974.25	80.61	80.61	3,073.92	2,974.25	80.61	19.06	3,073.92	
24														
25	Projected COLA	0.850%	1.020%		1.020%	1.600%			1.600%	2.480%			2.480%	
26														
27	<u>Projected Base Grant</u>													
28	Grades K - 3	7,011.00	7,011.00	72.00	7,083.00	7,083.00	113.00	113.00	7,196.00	7,196.00	178.00		7,374.00	
29	Grades 4 - 6	7,116.00	7,116.00	73.00	7,199.00	7,199.00	115.00	115.00	7,304.00	7,304.00	181.00		7,485.00	
30	Grades 7 - 8	7,328.00	7,328.00	75.00	7,403.00	7,403.00	118.00	118.00	7,521.00	7,521.00	187.00		7,708.00	
31	Grades 9 - 12	8,491.00	8,491.00	87.00	8,578.00	8,578.00	137.00	137.00	8,715.00	8,715.00	216.00		8,931.00	
32														
33	<u>TARGET BASE GRANT</u>													
34	Grades K - 3	4,959,021	5,009,948		5,009,948	5,089,875			5,089,875	5,215,778			5,215,778	
35	Grades 4 - 6	4,819,524	4,888,956		4,888,956	4,946,653			4,946,853	5,069,441			5,069,441	
36	Grades 7 - 8	3,775,825	3,814,470		3,814,470	3,875,270			3,875,270	3,971,624			3,971,624	
37	Grades 9 - 12	9,988,943	10,071,087		10,071,087	10,231,933			10,231,933	10,485,530			10,485,530	
38	TARGET - Base Grant	23,523,313	23,764,471		23,764,471	24,143,931			24,143,931	24,742,373			24,742,373	
39														
40	<u>TARGET GRADE SPAN ADJUSTMENTS</u>													
41	K - 3 Augmentation (Target Base Grant x 10.4%) (\$729)	515,636	521,295		521,295	529,075			529,075	542,514			542,514	
42	9 - 12 Augmentation (Target Base Grant x 2.60%) (\$221)	259,467	261,815		261,815	266,512			266,512	272,382			272,382	
43	TARGET - Augmentation Grants	775,103	783,110		783,110	795,587			795,587	814,896			814,896	
44														
45	<u>TARGET SUPPLEMENTAL GRANT</u>													
46	Target Base + Target Augmentation Grant x 20%	4,859,683	4,909,516		4,909,516	4,987,904			4,987,904	5,111,454			5,111,454	
47	Unduplicated Count Percentage - Average	14.86%	13.38%		13.38%	14.86%			14.86%	14.86%			14.86%	
48	TARGET - Supplemental Grant	722,149	656,893		656,893	741,203			741,203	759,562			759,562	
49														
50	<u>TARGET TRANSPORTATION & TIIG GRANTS</u>													
51	Transportation Grant	27,727	27,727		27,727	27,727			27,727	27,727			27,727	
52	TIIG Grant	161,924	161,924		161,924	161,924			161,924	161,924			161,924	
53	TARGET - Transportation/TIIG Grants	189,651	189,651		189,651	189,651			189,651	189,651			189,651	
54	TARGET - LCFF FUNDING	25,210,216	25,394,125		25,394,125	25,870,372			25,870,372	26,506,482			26,506,482	

**SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 LINE ITEM BUDGET SUMMARY and LONG RANGE FINANCIAL PROJECTION**

Budget Details

	A	I	J	K	L	M	N	O	P	Q	R	S	T	U
		Estimated Actuals 2014-15	Unrestricted	Special Education	Restricted	Projected 2015-16	Unrestricted	Special Education	Restricted	Projected 2016-17	Unrestricted	Special Education	Restricted	Projected 2017-18
1														
2														
55	HOLD HARMLESS CALCULATION													
57	Prior-Year Revenue Limit/LCFF Funding per ADA	5,300.62	5,561.40			5,561.40	6,177.30			6,177.30	6,972.95			6,972.95
58	Prior-Year Gap Funding	260.78	615.90			615.90	795.65			795.65	320.99			320.99
59	Hold Harmless Revenue Limit per ADA	5,561.40	6,177.30			6,177.30	6,972.95			6,972.95	7,293.94			7,293.94
60	Current Year Funded ADA	3,073.92	3,073.92			3,073.92	3,073.92			3,073.92	3,073.92			3,073.92
61	Hold Harmless Revenue Limit/LCFF Funding	17,095,306	18,988,526			18,988,526	21,434,290			21,434,290	22,420,988			22,420,988
62														
63	GAP FUNDING													
64	TARGET - LCFF FUNDING	25,210,216	25,394,125			25,394,125	25,870,372			25,870,372	26,506,482			26,506,482
65	Hold Harmless - Revenue Limit/LCFF Funding	(17,095,306)	(18,988,526)			(18,988,526)	(21,434,290)			(21,434,290)	(22,420,988)			(22,420,988)
66	Hold Harmless - Categorical Funding	(1,797,885)	(1,797,885)			(1,797,885)	(1,797,885)			(1,797,885)	(1,797,885)			(1,797,885)
67	Difference	6,317,025	4,607,714			4,607,714	2,638,197			2,638,197	2,287,609			2,287,609
68	GAP Funding Percentage	29.97%	53.08%			53.08%	37.40%			37.40%	36.70%			36.70%
69	GAP FUNDING	1,893,212	2,445,775			2,445,775	986,686			986,686	839,553			839,553
70														
71	LCFF Funding													
72	Hold Harmless - PY Funded RI/ADA x CY ADA	17,095,306	18,988,526			18,988,526	21,434,290			21,434,290	22,420,988			22,420,988
73	Hold Harmless - 12/13 Categorical Programs	1,797,885	1,797,885			1,797,885	1,797,885			1,797,885	1,797,885			1,797,885
74	GAP Funding (Target LCFF less Hold Harmless x %)	1,893,212	2,445,775			2,445,775	986,686			986,686	839,553			839,553
75	TOTAL LCFF FUNDING	20,786,403	23,232,186			23,232,186	24,218,861			24,218,861	25,058,426			25,058,426
76														
77	Informational Only													
78	Property Taxes	10,744,311	10,744,311			10,744,311	10,744,311			10,744,311	10,744,311			10,744,311
79	EPA (Educational Protection Act)	3,650,234	3,650,234			3,650,234	3,650,234			3,650,234	3,650,234			3,650,234
80	State Aid	6,391,858	8,837,641			8,837,641	9,824,316			9,824,316	10,663,881			10,663,881
81	Total Funded Revenue Limit/LCFF	20,786,403	23,232,186			23,232,186	24,218,861			24,218,861	25,058,426			25,058,426
82														
83	LCAP Proportionality Percentage Calculation (Informational Only)													
84	Current Year LCFF Funding	20,786,403				23,232,186				24,218,861				25,058,426
85	Transportation and TIG Funding	189,651				189,651				189,651				189,651
86	Supplemental Concentration Grant at Target	722,149				656,893				741,203				759,562
87	Prior Year Funds spent on Unduplicated Students	110,654				293,919				486,586				581,813
88	Difference	611,495				362,974				254,617				177,749
89	Funded portion of increase in Supplemental Grant	183,265				192,667				95,227				65,234
90	Total Funding for Unduplicated Students	293,919				486,586				581,813				647,047
91	Current Year Funding Available for all Students	20,302,833				22,555,949				23,447,397				24,221,728
92	Proportionality Percentage for Unduplicated Students	1.45%				2.16%				2.48%				2.67%
93														
94	Projected Federal Income													
95	Title I	158,415			158,415	158,415				158,415			158,415	158,415
96	Title I - PY Carryover	61,374												
97	Special Ed - Local Assistance	508,009		508,009		508,009		508,009		508,009		508,009		508,009
98	Special Ed - Federal Preschool	6,319		6,319		6,319		6,319		6,319		6,319		6,319
99	Special Ed - Preschool Local Entitlement	17,446		17,446		17,446		17,446		17,446		17,446		17,446
100	Special Ed - Mental Health Funding	34,299		34,299		34,299		34,299		34,299		34,299		34,299
101	Special Ed - Preschool Staff Development	74		74		74		74		74		74		74
102	Title II - Teacher Quality	61,443		61,443		61,443		61,443		61,443		61,443		61,443
103	Title III - Immigrant Education Program	23,930		23,930		23,930		23,930		23,930		23,930		23,930
104	Title III - Limited English Proficiency Program	21,268		21,268		21,268		21,268		21,268		21,268		21,268
105	TOTAL PROJECTED FEDERAL REVENUE	892,577		566,147	265,056	831,203		566,147	265,056	831,203		566,147	265,056	831,203
106														

**SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 LINE ITEM BUDGET SUMMARY and LONG RANGE FINANCIAL PROJECTION**

Budget Details

	A	I	J	K	L	M	N	O	P	Q	R	S	T	U
		Estimated Actuals 2014-15	Unrestricted	Special Education	Restricted	Projected 2015-16	Unrestricted	Special Education	Restricted	Projected 2016-17	Unrestricted	Special Education	Restricted	Projected 2017-18
1														
2														
107	Projected Other State Revenue													
108	Lottery Revenue	531,656	363,577		104,759	468,336	363,577		104,759	468,336	363,577		104,759	468,336
109	Mandate Block Grant	322,436	118,183			118,183	118,183			118,183	118,183			118,183
110	Misc. State Income	2,068												
111	Discretionary One-Time Funding		1,800,000			1,800,000								
112	Prop 39 - Clean Energy Act													
113	Special Ed - State Preschool Grant													
114	Special Ed - Mental Health Funding	172,693		172,693		172,693		172,693		172,693		172,693		172,693
115	Common Core Implementation Funding (one-time)													
116	TOTAL PROJECTED OTHER STATE REVENUE	1,028,853	2,281,760	172,693	104,759	2,559,212	481,760	172,693	104,759	759,212	481,760	172,693	104,759	759,212
117														
118	Projected Other Local Revenue													
119	Special Education - Master Plan	1,541,438		1,541,438		1,541,438		1,541,438		1,541,438		1,541,438		1,541,438
120	SELPA Reimbursement (Regional Programs)	500,000		350,000		350,000		350,000		350,000		350,000		350,000
122	Subtotal - Special Education Funds	2,041,438		1,891,438		1,891,438		1,891,438		1,891,438		1,891,438		1,891,438
123														
124	ROP Classroom Allocation	251,250												
125	ROP Counselor Allocation	51,762												
126	ROP Lottery Allocation	15,629												
127	ROP Support Allocation	68,498												
128	Subtotal - ROP Funds	387,139												
129														
130	Parcel Tax Revenue - Measure E (2021)	3,939,710	3,939,710			3,939,710	4,000,000			4,000,000	4,075,000			4,075,000
131	Parcel Tax Revenue - Measure R (2019)	1,532,894	1,575,000			1,575,000	1,625,000			1,625,000	1,675,000			1,675,000
132	Subtotal - Parcel Tax Funds	5,472,604	5,514,710			5,514,710	5,625,000			5,625,000	5,750,000			5,750,000
133														
134	SMSF Annual Campaign	1,000,000	1,000,000			1,000,000	1,000,000			1,000,000	1,000,000			1,000,000
135	SMSF Excess Funds	1,507,289	1,500,000			1,500,000	1,500,000			1,500,000	1,500,000			1,500,000
136	Subtotal - SMSF Funds	2,507,289	2,500,000			2,500,000	2,500,000			2,500,000	2,500,000			2,500,000
137														
138	Use of Facilities Rental Income	300,000	300,000			300,000	300,000			300,000	300,000			300,000
139	Interest Earnings	80,000	80,000			80,000	80,000			80,000	80,000			80,000
140	Misc. Local Income - Donations	487,353	1,154			1,154								
141	Misc. Local Income - WSGV JPA	1,594,265												
142	Misc. Local Income - PT Affiliates	120,000												
143	Misc. Local Income - ASB Transfers	548,846												
144	Reimbursements - Curriculum Lab	15,000		15,000		15,000			15,000	15,000			15,000	15,000
146	Reimbursements - Talent Bank	115,427		21,005		21,005			21,005	21,005			21,005	21,005
147	Reimbursements - PTA Council (Curr Lab)	17,996		18,779		18,779			18,779	18,779			18,779	18,779
148	Reimbursements - Foundation Salary/Benefits	104,144												
149	Reimbursements - Carver PTA	243,776		238,701		238,701			238,701	238,701			238,701	238,701
150	Reimbursements - Carver Enrichment	15,009												
151	Reimbursements - Valentine PTA	249,281		187,107		187,107			187,107	187,107			187,107	187,107
152	Reimbursements - Huntington PTA	94,712												
153	Reimbursements - Huntington ASB	6,350												
154	Reimbursements - SMHS PTA	102,947												
155	Reimbursements - SMHS ASB	20,334												
156	Subtotal - Miscellaneous Income	4,115,440	381,154	480,592		861,746	380,000		480,592	860,592	380,000		480,592	860,592
157	TOTAL PROJECTED OTHER LOCAL REVENUE	14,523,910	8,395,864	1,891,438	480,592	10,767,894	8,505,000	1,891,438	480,592	10,877,030	8,630,000	1,891,438	480,592	11,002,030
158	TOTAL PROJECTED REVENUE	37,231,743	33,909,810	2,630,278	850,407	37,390,495	33,205,621	2,630,278	850,407	36,686,306	34,170,186	2,630,278	850,407	37,650,871
159														

**SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 LINE ITEM BUDGET SUMMARY and LONG RANGE FINANCIAL PROJECTION**

Budget Details

	A	I	J	K	L	M	N	O	P	Q	R	S	T	U
	Estimated Actuals 2014-15	Unrestricted	Special Education	Restricted	Projected 2015-16	Unrestricted	Special Education	Restricted	Projected 2016-17	Unrestricted	Special Education	Restricted	Projected 2017-18	
1														
2														
160	Projected Expenditures													
161	Certificated Salaries	16,023,676	13,803,190	2,318,168	172,936	16,294,294	13,278,190	2,318,168	172,936	15,769,294	13,508,190	2,348,168	172,936	16,029,294
162	Certificated Step/Column						230,000	30,000		260,000	230,000	30,000		260,000
163	Certificated Adjustments		450,000			450,000								
164	Classified Salaries	7,706,086	4,974,200	1,834,902	1,059,310	7,868,412	4,759,200	1,834,902	1,059,310	7,653,412	4,879,200	1,864,902	1,069,310	7,813,412
165	Classified Step/Column						120,000	30,000		160,000	120,000	30,000		160,000
166	Classified Adjustments		235,000			235,000								
167	Employee Benefits	6,764,544	5,713,184	1,392,713	373,688	7,479,565	5,218,029	1,392,713	373,688	6,984,410	5,680,375	1,402,713	375,688	7,458,756
168	Employee Benefits related to Step/Column						60,000	10,000		70,000	60,000	10,000		70,000
169	Employee Benefit Adjustments		115,000			115,000								
170	Increase in STRS/PERS Rates						402,346			402,346	590,740			590,740
171	Book and Supplies	3,075,894	1,332,577	23,462	388,543	1,744,582	1,176,999	23,462	388,543	1,589,004	959,302	23,462	388,543	1,371,307
172	Operating Services	4,773,031	2,514,604	643,861	474,838	3,633,303	2,214,604	643,861	474,838	3,333,303	1,714,604	643,861	474,838	2,833,303
173	Equipment	4,119,064	410,000		10,000	420,000			10,000	10,000			10,000	10,000
174	Other Outgo	144,386	15,500	75,000		90,500		75,000		75,000		75,000		75,000
175	Indirect Support		(49,367)	33,498	15,869		(49,367)	33,498	15,869		(49,367)	33,498	15,869	
176	TOTAL EXPENDITURES	42,606,681	29,513,858	6,321,604	2,495,164	38,330,656	27,410,001	6,391,604	2,507,164	36,308,769	27,693,044	6,461,604	2,519,164	36,673,812
177	Excess/(Deficiency) of Revenue over Expenditures	(5,374,938)	4,395,922	(3,691,326)	(1,644,757)	(940,161)	5,795,620	(3,761,326)	(1,656,757)	377,537	6,477,142	(3,831,326)	(1,668,757)	977,059
179	Other Financing Sources/Uses													
181	Transfer in from Health & Welfare Fund	522,290	176,542			176,542								
182	Transfer to Health & Welfare Fund	(171,503)												
183	Transfer in from Capital Projects Fund	173,415												
184	Transfer in from Cash Flow Fund		795,000			795,000								
185	Transfer to Capital Projects Fund	(15,125)	(15,500)			(15,500)	(15,500)			(15,500)	(15,500)			(15,500)
187	Contribution to Special Education		(3,691,326)	3,691,326			(3,761,326)	3,761,326			(3,831,326)	3,831,326		
188	Contribution to Maintenance & Operations		(1,644,757)	1,644,757			(1,656,757)	1,656,757			(1,668,757)	1,668,757		
189	TOTAL OTHER SOURCES/(USES)	509,077	(4,380,041)	3,691,326	1,644,757	956,042	(5,433,583)	3,761,326	1,656,757	(15,500)	(5,515,583)	3,831,326	1,668,757	(15,500)
190	Net Increase/(Decrease) in Fund Balance	(4,865,861)	15,881			15,881	362,037			362,037	961,559			961,559
192	Projected Beginning Balance July 1	7,982,059	2,294,219	201,960	620,019	3,116,198	2,310,100	201,960	620,019	3,132,079	2,672,137	201,960	620,019	3,494,116
194	Restatement													
195	Projected Ending Balance June 30	3,116,198	2,310,100	201,960	620,019	3,132,079	2,672,137	201,960	620,019	3,494,116	3,633,696	201,960	620,019	4,455,675
197	Components of Ending Fund Balance													
199	Designated for Economic Uncertainties Percentage	5.00%	5.00%			5.00%	5.00%			5.00%	5.00%			5.00%
200	Designated for Economic Uncertainties - 5%	2,180,595	1,969,976			1,969,976	1,990,541			1,890,541	1,953,713			1,953,713
201	Assigned for Carryover - School Site Allocations/Programs	522,985				522,985				522,985				522,985
202	Assigned for Carryover - Mental Health Program	201,960				201,960				201,960				201,960
203	Assigned for Carryover - Prop 39 Clean Air Act	82,034				82,034				82,034				82,034
205	Assigned for Carryover - Future Year	11,595	238,095			238,095								
208	Assigned Balance - Supplemental Grant						95,227			95,227	160,461			160,461
209	Assigned Balance - GAP Funding (net of STRS/PERS increases)						584,340			584,340	1,417,493			1,417,493
210	Revolving Fund	100,000	100,000			100,000	100,000			100,000	100,000			100,000
211	Talent Bank Revolving Fund	15,000				15,000				15,000				15,000
212	Warehouse Stores	2,029	2,029			2,029	2,029			2,029	2,029			2,029
213														
214	Unappropriated Amount													

SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 LINE ITEM BUDGET SUMMARY and LONG RANGE FINANCIAL PROJECTION

	A	E	I	M	Q	U
		Unaudited Actuals 2013-14	Estimated Actuals 2014-15	Projected 2015-16	Projected 2016-17	Projected 2017-18
1						
2						
3	<i>Projected P2 Average Daily Attendance (ADA)</i>	3,053.48	3,054.86	3,053.21	3,053.21	3,053.21
4	<i>Plus Annual Non-Public School (NPS) ADA</i>	8.62	9.27	7.44	7.44	7.44
6	Total Projected Revenue Limit ADA	3,062.10	3,064.13	3,060.65	3,060.65	3,060.65
7						
8	<u>CBEDS Enrollment Projection</u>					
9	Grades K - 3	714	727	727	727	727
10	Grades 4 - 6	709	693	693	693	693
11	Grades 7 - 8	543	528	528	528	528
12	Grades 9 - 12	1,167	1,194	1,194	1,194	1,194
13	Total CBEDS Enrollment Projection	3,133	3,142	3,142	3,142	3,142
14						
15	<i>Unduplicated ELL, Free/Reduced & Foster Youth Count</i>	326	467	467	467	467
16	Percent over CBEDS	10.41%	14.86%	14.86%	14.86%	14.86%
17						
18	<u>Projected Funded Average Daily Attendance (ADA)</u>					
19	Grades K - 3	723.03	707.32	707.32	707.32	707.32
20	Grades 4 - 6	697.52	677.28	677.28	677.28	677.28
21	Grades 7 - 8	507.32	515.26	515.26	515.26	515.26
22	Grades 9 - 12	1,159.12	1,174.06	1,174.06	1,174.06	1,174.06
23	Total Funded ADA Projection	3,086.99	3,073.92	3,073.92	3,073.92	3,073.92
24						
25	<i>Projected COLA</i>	1.565%	0.850%	1.020%	1.600%	2.480%
26						
27	<u>Projected Base Grant</u>					
28	Grades K - 3	6,952.00	7,011.00	7,083.00	7,196.00	7,374.00
29	Grades 4 - 6	7,056.00	7,116.00	7,189.00	7,304.00	7,485.00
30	Grades 7 - 8	7,266.00	7,328.00	7,403.00	7,521.00	7,708.00
31	Grades 9 - 12	8,419.00	8,491.00	8,578.00	8,715.00	8,931.00
32						
33	TARGET BASE GRANT					
34	Grades K - 3	5,026,505	4,959,021	5,009,948	5,089,875	5,215,778
35	Grades 4 - 6	4,921,701	4,819,524	4,868,966	4,946,853	5,069,441
36	Grades 7 - 8	3,686,187	3,775,825	3,814,470	3,875,270	3,971,624
37	Grades 9 - 12	9,758,631	9,968,943	10,071,087	10,231,933	10,485,530
38	TARGET - Base Grant	23,393,024	23,523,313	23,764,471	24,143,931	24,742,373
39						
40	TARGET GRADE SPAN ADJUSTMENTS					
41	K - 3 Augmentation (Target Base Grant x 10.4%) (\$729)	522,757	515,636	521,295	529,075	542,514
42	9 - 12 Augmentation (Target Base Grant x 2.60%) (\$221)	253,724	259,467	261,815	266,512	272,382
43	TARGET - Augmentation Grants	776,481	775,103	783,110	795,587	814,896
44						
45	TARGET SUPPLEMENTAL GRANT					
46	Target Base + Target Augmentation Grant x 20%	4,833,901	4,859,683	4,909,516	4,987,904	5,111,454
47	Unduplicated Count Percentage - Average	10.41%	14.86%	13.38%	14.86%	14.86%
48	TARGET - Supplemental Grant	503,209	722,149	656,893	741,203	759,562
49						
50	TARGET TRANSPORTATION & TIIG GRANTS					
51	Transportation Grant	27,727	27,727	27,727	27,727	27,727
52	TIIG Grant	161,924	161,924	161,924	161,924	161,924
53	TARGET - Transportation/TIIG Grants	189,651	189,651	189,651	189,651	189,651
54	TARGET - LCFF FUNDING	24,862,365	25,210,216	25,394,125	25,870,372	26,506,482
55						

SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 LINE ITEM BUDGET SUMMARY and LONG RANGE FINANCIAL PROJECTION

	A	E	I	M	Q	U
		Unaudited Actuals 2013-14	Estimated Actuals 2014-15	Projected 2015-16	Projected 2016-17	Projected 2017-18
1						
2						
56	HOLD HARMLESS CALCULATION					
57	Prior-Prior Year Revenue Limit/LCFF Funding per ADA	5,300.62	5,300.62	5,561.40	6,177.30	6,972.95
58	Prior Year Gap Funding	-	260.78	615.90	795.65	320.99
59	Hold Harmless Revenue Limit per ADA	5,300.62	5,561.40	6,177.30	6,972.95	7,293.94
60	Current Year Funded ADA	3,086.99	3,073.92	3,073.92	3,073.92	3,073.92
61	Hold Harmless Revenue Limit/LCFF Funding	16,362,961	17,095,306	18,988,526	21,434,290	22,420,988
62						
63	GAP FUNDING					
64	TARGET - LCFF FUNDING	24,862,365	25,210,216	25,394,125	25,870,372	26,506,482
65	Hold Harmless - Revenue Limit/LCFF Funding	(16,362,961)	(17,095,306)	(18,988,526)	(21,434,290)	(22,420,988)
66	Hold Harmless - Categorical Funding	(1,797,885)	(1,797,885)	(1,797,885)	(1,797,885)	(1,797,885)
67	Difference	6,701,519	6,317,025	4,607,714	2,638,197	2,287,609
68	GAP Funding Percentage	12.00%	29.97%	53.08%	37.40%	36.70%
69	GAP FUNDING	804,182	1,893,212	2,445,775	986,686	839,553
70						
71	LCFF Funding					
72	Hold Harmless - PY Funded RL/ADA x CY ADA	16,362,961	17,095,306	18,988,526	21,434,290	22,420,988
73	Hold Harmless - 12/13 Categorical Programs	1,797,885	1,797,885	1,797,885	1,797,885	1,797,885
74	GAP Funding (Target LCFF less Hold Harmless x %)	804,182	1,893,212	2,445,775	986,686	839,553
75	TOTAL LCFF FUNDING	18,965,028	20,786,403	23,232,186	24,218,861	25,058,426
76						
77	<i>Informational Only</i>					
78	Property Taxes	10,084,092	10,744,311	10,744,311	10,744,311	10,744,311
79	EPA (Educational Protection Act)	3,456,616	3,650,234	3,650,234	3,650,234	3,650,234
80	State Aid	5,424,320	6,391,858	8,837,641	9,824,316	10,663,881
81	Total Funded Revenue Limit/LCFF	18,965,028	20,786,403	23,232,186	24,218,861	25,058,426
82						
83	LCAP Proportionality Percentage Calculation (Informational Only)					
84	Current Year LCFF Funding		20,786,403	23,232,186	24,218,861	25,058,426
85	Transportation and TIIG Funding		189,651	189,651	189,651	189,651
86	Supplemental Concentration Grant at Target		722,149	656,893	741,203	759,562
87	Prior Year Funds spent on Unduplicated Students		110,654	293,919	486,586	581,813
88	Difference		611,495	362,974	254,617	177,749
89	Funded portion of Increase in Supplemental Grant		183,265	192,667	95,227	65,234
90	Total Funding for Unduplicated Students		293,919	486,586	581,813	647,047
91	Current Year Funding Available for all Students		20,302,833	22,555,949	23,447,397	24,221,728
92	Proportionality Percentage for Unduplicated Students		1.45%	2.16%	2.48%	2.67%
93						
94	Projected Federal Income					
95	Title I	84,969	158,415	158,415	158,415	158,415
96	Title I - PY Carryover	97,578	61,374	-	-	-
97	Special Ed - Local Assistance	482,844	508,009	508,009	508,009	508,009
98	Special Ed - Federal Preschool	8,895	6,319	6,319	6,319	6,319
99	Special Ed - Preschool Local Entitlement	16,657	17,446	17,446	17,446	17,446
100	Special Ed - Mental Health Funding	35,193	34,299	34,299	34,299	34,299
101	Special Ed - Preschool Staff Development	107	74	74	74	74
102	Title II - Teacher Quality	61,845	61,443	61,443	61,443	61,443
103	Title III - Immigrant Education Program	21,184	23,930	23,930	23,930	23,930
104	Title III - Limited English Proficiency Program	14,720	21,268	21,268	21,268	21,268
105	TOTAL PROJECTED FEDERAL REVENUE	823,992	892,577	831,203	831,203	831,203
106						

**SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 LINE ITEM BUDGET SUMMARY and LONG RANGE FINANCIAL PROJECTION**

	A	E	I	M	Q	U
		Unaudited Actuals 2013-14	Estimated Actuals 2014-15	Projected 2015-16	Projected 2016-17	Projected 2017-18
1						
2						
107	Projected Other State Revenue					
108	Lottery Revenue	524,304	531,656	468,336	468,336	468,336
109	Mandate Block Grant	118,183	322,436	118,183	118,183	118,183
110	Misc. State Income	7,229	2,068	-	-	-
111	Discretionary One-Time Funding	-	-	1,800,000	-	-
114	Special Ed - Mental Health Funding	177,291	172,693	172,693	172,693	172,693
116	TOTAL PROJECTED OTHER STATE REVENUE	1,582,784	1,028,853	2,559,212	759,212	759,212
117						
118	Projected Other Local Revenue					
119	Special Education - Master Plan	1,618,891	1,541,438	1,541,438	1,541,438	1,541,438
120	SELPA Reimbursement (Regional Programs)	335,124	500,000	350,000	350,000	350,000
122	Subtotal - Special Education Funds	1,954,015	2,041,438	1,891,438	1,891,438	1,891,438
123						
124	ROP Classroom Allocation	251,250	251,250	-	-	-
125	ROP Counselor Allocation	51,762	51,762	-	-	-
126	ROP Lottery Allocation	31,258	15,629	-	-	-
127	ROP Support Allocation	68,498	68,498	-	-	-
128	Subtotal - ROP Funds	402,768	387,139	-	-	-
129						
130	Parcel Tax Revenue - Measure E (2021)	3,881,624	3,939,710	3,939,710	4,000,000	4,075,000
131	Parcel Tax Revenue - Measure R (2019)	1,510,302	1,532,894	1,575,000	1,625,000	1,675,000
132	Subtotal - Parcel Tax Funds	5,391,926	5,472,604	5,514,710	5,625,000	5,750,000
133						
134	SMSF Annual Campaign	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
135	SMSF Excess Funds	1,783,851	1,507,289	1,500,000	1,500,000	1,500,000
136	Subtotal - SMSF Funds	2,783,851	2,507,289	2,500,000	2,500,000	2,500,000
137						
138	Use of Facilities Rental Income	308,400	300,000	300,000	300,000	300,000
139	Interest Earnings	75,359	80,000	80,000	80,000	80,000
140	Misc. Local Income - Donations	600,200	487,353	1,154	-	-
141	Misc. Local Income - WSGV JPA	-	1,594,265	-	-	-
142	Misc. Local Income - PT Affiliates	110,294	120,000	-	-	-
143	Misc. Local Income - ASB Transfers	999,448	548,846	-	-	-
144	Reimbursements - Curriculum Lab	10,897	15,000	15,000	15,000	15,000
146	Reimbursements - Talent Bank	13,520	115,427	21,005	21,005	21,005
147	Reimbursements - PTA Council (Curr Lab)	21,844	17,996	18,779	18,779	18,779
148	Reimbursements - Foundation Salary/Benefits	175,679	104,144	-	-	-
149	Reimbursements - Carver PTA	290,270	243,776	238,701	238,701	238,701
150	Reimbursements - Carver Enrichment	852	15,009	-	-	-
151	Reimbursements - Valentine PTA	289,214	249,281	187,107	187,107	187,107
152	Reimbursements - Huntington PTA	51,524	94,712	-	-	-
153	Reimbursements - Huntington ASB	14,927	6,350	-	-	-
154	Reimbursements - SMHS PTA	77,067	102,947	-	-	-
155	Reimbursements - SMHS ASB	16,455	20,334	-	-	-
156	Subtotal - Miscellaneous Income	3,055,950	4,115,440	861,746	860,592	860,592
157	TOTAL PROJECTED OTHER LOCAL REVENUE	13,588,510	14,523,910	10,767,894	10,877,030	11,002,030
158	TOTAL PROJECTED REVENUE	34,960,314	37,231,743	37,390,495	36,686,306	37,650,871
159						
160	Projected Expenditures					
161	Certificated Salaries	14,590,455	16,023,676	16,294,294	15,769,294	16,029,294
162	Certificated Step/Column	-	-	-	260,000	260,000
163	Certificated Adjustments	-	-	450,000	-	-
164	Classified Salaries	6,990,026	7,706,086	7,868,412	7,653,412	7,813,412
165	Classified Step/Column	-	-	-	160,000	160,000
166	Classified Adjustments	-	-	235,000	-	-

SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 LINE ITEM BUDGET SUMMARY and LONG RANGE FINANCIAL PROJECTION

A	E	I	M	Q	U	
	Unaudited Actuals 2013-14	Estimated Actuals 2014-15	Projected 2015-16	Projected 2016-17	Projected 2017-18	
1						
2						
167	Employee Benefits	6,116,233	6,764,544	7,479,565	6,984,410	7,458,756
168	Employee Benefits related to Step/Column	-	-	-	72,000	72,000
169	Employee Benefit Adjustments	-	-	115,000	-	-
170	Increase in STRS/PERS Rates	-	-	-	402,346	590,740
171	Book and Supplies	1,739,062	3,075,894	1,744,582	1,589,004	1,371,307
172	Operating Services	4,614,480	4,773,031	3,633,303	3,333,303	2,833,303
173	Equipment	2,900,509	4,119,064	420,000	10,000	10,000
174	Other Outgo	268,903	144,386	90,500	75,000	75,000
175	Indirect Support	-	-	-	-	-
176	TOTAL EXPENDITURES	37,219,668	42,606,681	38,330,656	36,308,769	36,673,812
177						
178	Excess/(Deficiency) of Revenue over Expenditures	(2,259,354)	(5,374,938)	(940,161)	377,537	977,059
179						
180	<u>Other Financing Sources/Uses</u>					
181	Transfer in from Health & Welfare Fund	295,043	522,290	176,542	-	-
182	Transfer to Health & Welfare Fund	(221,274)	(171,503)	-	-	-
183	Transfer in from Capital Projects Fund	-	173,415	-	-	-
184	Transfer in from Cash Flow Fund	-	-	795,000	-	-
185	Transfer to Capital Projects Fund	(47,385)	(15,125)	(15,500)	(15,500)	(15,500)
189	TOTAL OTHER SOURCES/(USES)	(546,209)	509,077	956,042	(15,500)	(15,500)
190						
191	Net Increase/(Decrease) in Fund Balance	(2,805,563)	(4,865,861)	15,881	362,037	961,559
192						
193	Projected Beginning Balance July 1	10,733,376	7,982,059	3,116,198	3,132,079	3,494,116
195						
196	Projected Ending Balance June 30	7,982,059	3,116,198	3,132,079	3,494,116	4,455,675
197						
198	<u>Components of Ending Fund Balance</u>					
199	<i>Designated for Economic Uncertainties Percentage</i>	<i>5.00%</i>	<i>5.00%</i>	<i>5.00%</i>	<i>5.00%</i>	<i>5.00%</i>
200	Designated for Economic Uncertainties - 5%	2,186,951	2,180,595	1,969,976	1,890,541	1,953,713
201	Assigned for Carryover - School Site Allocations/Programs	2,360,275	522,985	522,985	522,985	522,985
202	Assigned for Carryover - Mental Health Program	201,960	201,960	201,960	201,960	201,960
203	Assigned for Carryover - Prop 39 Clean Air Act	82,034	82,034	82,034	82,034	82,034
204	Assigned for Carryover - Common Core Program	560,057	-	-	-	-
205	Assigned for Carryover - Future Year	1,500,748	11,595	238,095	-	-
206	Assigned Balance - H&W Transfer	168,823	-	-	-	-
207	Assigned Balance - GAP Funding 13/14	804,182	-	-	-	-
208	Assigned Balance - Supplemental Grant	-	-	-	95,227	160,461
209	Assigned Balance - GAP Funding	-	-	-	584,340	1,417,493
210	Revolving Fund	100,000	100,000	100,000	100,000	100,000
211	Talent Bank Revolving Fund	15,000	15,000	15,000	15,000	15,000
212	Warehouse Stores	2,029	2,029	2,029	2,029	2,029
213						
214	Unappropriated Amount	-	-	-	-	-

SAN MARINO UNIFIED SCHOOL DISTRICT
2015-16 Summary by Fund

Proposed Budget

	Unrestricted	Restricted	Fund 01.0 COMBINED GENERAL FUND	Fund 13.0 Food Services	Fund 14.0 Deferred Maintenance	Fund 17.0 Health & Welfare Reserve	Fund 17.2 Cash Flow	Fund 25.0 Capital Facilities	Fund 40.0 Capital Projects & Impr.	Fund 51.0 Bond Interest & Redemption	Total
Projected Balance July 1, 2015	2,294,219	821,979	3,116,198	23,195	1,562,015	176,542	7,362,000	683,601	61,537	3,793,507	16,778,595
Revenues											
State Revenues (LCFF)	23,232,186	-	23,232,186	-	-	-	-	-	-	-	23,232,186
Federal Revenue	-	831,203	831,203	95,000	-	-	-	-	-	-	926,203
Other State Revenue	2,281,760	277,452	2,559,212	6,000	-	-	-	-	-	-	2,565,212
Other Local Revenue	8,395,864	2,372,050	10,767,894	771,000	10,000	1,000	25,000	102,000	-	4,168,189	15,845,083
Total Revenues	33,909,810	3,480,685	37,390,495	872,000	10,000	1,000	25,000	102,000	-	4,168,189	42,568,684
Expenditures											
Certificated Salaries	14,253,190	2,491,104	16,744,294	-	-	-	-	-	-	-	16,744,294
Classified Salaries	5,209,200	2,894,212	8,103,412	456,931	-	-	-	-	-	-	8,560,343
Employee Benefits	5,828,184	1,766,381	7,594,565	124,466	-	-	-	-	-	-	7,719,031
Supplies	1,332,577	412,005	1,744,582	317,500	-	-	-	-	-	-	2,062,082
Operating Services	2,514,604	1,118,699	3,633,303	(21,950)	116,156	-	-	50,000	-	-	3,771,509
Capital Outlay/Equipment	410,000	10,000	420,000	-	1,445,859	-	-	50,000	61,537	-	1,977,396
Other Outgo	15,500	75,000	90,500	-	-	-	-	-	-	4,171,105	4,261,605
Indirect Support	(49,387)	49,387	-	-	-	-	-	-	-	-	-
Total Expenditures	29,513,888	8,816,768	38,330,656	876,947	1,562,015	-	-	100,000	61,537	4,171,105	45,102,260
Other Financing Sources/Uses											
	(4,380,041)	5,336,083	956,042	-	-	(176,542)	(795,000)	-	15,500	-	-
Net Incr/Decr in Fund Balance	15,881	-	15,881	(4,947)	(1,552,015)	(175,542)	(770,000)	2,000	(46,037)	(2,916)	(2,533,576)
Projected Balance June 30, 2016	2,310,100	821,979	3,132,079	18,248	10,000	1,000	6,592,000	685,601	15,500	3,790,591	14,245,019
Components of Ending Fund Balance:											
Revolving Cash	100,000	-	100,000	612	-	-	-	-	-	-	100,612
Talent Bank	-	15,000	15,000	-	-	-	-	-	-	-	15,000
Stores	2,029	-	2,029	13,083	-	-	-	-	-	-	15,122
Assigned for Food Svc Operations	-	-	-	4,543	-	-	-	-	-	-	4,543
Assigned for Def. Maint. Projects	-	-	-	-	-	-	-	-	-	-	10,000
Assigned for H&W Increase	-	-	-	-	10,000	1,000	-	-	-	-	1,000
Assigned for Cash Flow	-	-	-	-	-	-	6,592,000	-	-	-	6,592,000
Assigned for Capital Projects	-	-	-	-	-	-	-	685,601	15,500	-	701,101
Assigned for Econ. Uncertainties	1,969,976	-	1,969,976	-	-	-	-	-	-	-	1,969,976
Assigned for Carryover-Future Year	238,095	806,979	1,045,074	-	-	-	-	-	-	-	1,045,074
Assigned for Bond Int. & Redemption	-	-	-	-	-	-	-	-	-	3,790,591	3,790,591
Unappropriated Amount	-	-	-	-	-	-	-	-	-	-	-