



MEASURE E OVERSIGHT COMMITTEE

April 23, 2018

MINUTES

Committee

Members Present: Jay Esban
Hannah Kukurudz
Jay Lieberman
Adam McArthur
Catherine Nelson
Ted Paul

Committee

Members Absent: John Elginer

Also Present:

Karen Kimmel, Assistant Superintendent, Business
Kristine Torres, Director of Accounting

The meeting was called to order at 5:33 p.m.

State/District Budget

Ms. Kimmel reported that she and Ms. Torres had attended the Governor's Budget Workshop in mid-January. At the workshop they heard that the revenue from sales tax is down, however state revenues from income taxes had risen. Ms. Kimmel stated that there is an assembly bill being considered which would alter the way that special education is funded statewide. She added that the current model for special education funding does not cover all of the costs.

Ms. Kimmel highlighted points from the second interim budget, which was approved by the Board of Education in March. She stated the district budget would reflect additional revenue of \$363K for 2017-18, but that even with this positive news, the overall budget is a deficit of \$3.2M. Ms. Kimmel reported that some of the reason behind the changes to the budget is due to increases to the Local Control Funding Formula, adjusted grants and diminished need for certificated substitutes as much of the training is being done after hours so substitute teachers are

not needed. She noted that even with the positive changes there has been an increased need for instructional materials and that legal costs have risen.

Ms. Kimmel stated that District staff are being cautious due to the deficit and are being careful in terms of how dollars are spent. She noted that enrollment is decreasing and that the decline in enrollment is a contributing factor to the budget deficit. Ms. Kimmel stated that the goal is to keep the out-of-district permit level balanced. The decline in enrollment this school year is 1.8%, which is approximately 200 students. She stated that compared to other local districts, LVUSD does not receive as much money through supplemental funds because LVUSD does not have a large population of students who are low-income or English as a second language learners.

Ms. Kimmel commented that the state mandated contributions to CalSTRS and CalPERS from school districts statewide continues to rise. She stated that as a percent of salary, the contribution from the District in 2019-20 for CalPERS would be 18.13%. She continued that the contribution percentage would continue to rise until it reached 26% of salary.

Ms. Kimmel reported that the expected increase of funding from the state for Average Daily Attendance would be \$454 in 2018-19, and that the increase in costs would be \$215. This increase is due to the expected full funding of the LCFF in the governor's budget.

Mr. Esban asked if there were any charter schools in the district. Ms. Kimmel responded that there were none.

Parcel Tax Budget

Ms. Torres reviewed the current parcel tax budget with the committee. The total projected revenue is \$2.285M. The current expected expenditures are \$2.55M. The projected ending balance is \$68.5K, which is just above the 3% minimum reserve level agreed upon by the committee.

Ms. Kukurudz asked when the donation appeal letter was sent to families of out of district students. Ms. Kimmel responded that the letter was sent at the end of February and that the current donation amount received is \$26K.

Mr. Esban inquired if the counties hold onto the funds received through the parcel tax. Ms. Kimmel answered that the counties are very timely in their distribution of the parcel tax funds they receive.

Mr. Paul asked what the deferred revenue is. Ms. Kimmel replied the deferred revenue is the reserves from the prior year.

Ms. Kimmel informed the committee that the District has been adding improvements to safety including the use of a visitor management system. The new system will be implemented district-wide. Mr. Lieberman asked where the funds are coming from to add the safety improvements. Ms. Kimmel stated that general funds would be used. She noted however that the new voice-

over Internet protocol phone system would be paid through Measure G funds. She added that the new fencing would be paid for with deferred maintenance funds. Ms. Kukurudz questioned if new security cameras would be added. Ms. Kimmel responded that additional cameras had been purchased and the funding would be through Measure G. Mr. McArthur asked about security cameras. Ms. Kimmel replied that District staff are adding and upgrading cameras at the sites. She continued that all staff will need to wear name badges and that campus supervisors will wear safety vests while on yard duty.

Meeting Dates for the 2018-19 School Year

The committee agreed on the following meeting dates for the 2018-19 school year:

- Monday, September 17, 2018 at 5:30 p.m.
- Monday, February 4, 2019 at 5:30 p.m.
- Monday, May 13, 2019 at 5:30 p.m.

The meeting adjourned at 6:41 p.m.