NORTH MONTEREY COUNTY UNIFIED SCHOOL DISTRICT

BUDGET PROGRAM ADVISORY COMMITTEE

A SUPERINTENDENT'S ADVISORY COMMITTEE

Meeting #3
January 23, 2019

Presented by: Liann Reyes, Assistant Superintendent – Business Services

REVIEW OF PRIOR MEETING INFO

DISTRICT CONTRIBUTION TO SPECIFIC PROGRAMS



PROGRAMS REQUIRING CONTRIBUTION

- There are several programs that operate at the District that require a contribution, meaning, the District must transfer money in to these programs (from the base grant) in order to ensure a sufficient level of funding to cover all expenses
- Two of these programs are MANDATED; they are:
  - Special Education
  - Routine Restricted Maintenance (Ed Code 17070.75)



SPECIAL EDUCATION

Several years ago, the District made a conscientious decision to bring students with special needs back to the district.

Financially, this decision has saved the District a substantial amount of money.

Let's look at the historical fiscal impact of this decision



	Actual 11-12	Actual 12-13	Actual 13-14	Actual 14-15	Actual 15-16	Actual 16-17	Unaudit 17-18
Expenditures	$6.350	$6.976	$5.944	$6.153	$6.408	$6.505	$6.884
% Change		9.86%	-14.79%	3.52%	4.14%	1.52%	5.82%
Contributions	$3.835	$4.660	$3.554	$3.519	$3.745	$3.711	$4.152
% Change		21.51%	-23.73%	-0.98%	6.24%	-0.90%	11.88%
Pupil Count	279	322	386	468	475	490	507
% Change		15.41%	19.88%	21.24%	1.50%	3.16%	3.47%
Cost per Pupil	$22,761	$21,664	$15,399	$13,147	$13,491	$13,276	$13,578
% Change		-4.82%	-28.92%	-14.62%	2.62%	-1.59%	2.28%

If the same amount per pupil expended in fiscal 11-12 was expended in fiscal 17-18 times the # of pupils, the cost increase would equal $4.7 million!





SPECIAL EDUCATION

Another factor to look at is ...

What percent of the total Fund 01 expense budget does the contribution to Special Education represent?

	Actual 12-13	Actual 13-14	Actual 14-15	Actual 15-16	Actual 16-17	Actual 17-18	Budget 18-19
Contrib	$4.660	$3.554	$3.519	$3.745	$3.711	$4.152	$4.782
% Chg	21.51%	-23.73%	-0.98%	6.42%	-0.90%	11.88%	15.18%
Ttl Exp	$38.124	$39.809	$41.703	$50.216	$54.175	$54.994	$64.176
% of Exp	12.2%	8.93%	8.44%	7.46%	6.85%	7.55%	7.45%

One thing to keep in mind was the influx of One Time Money from the State during the 2015-16 through 2018-19 fiscal years. The proposed 2019-20 budget does NOT have a one time money provision.

ROUTINE RESTRICTED MAINTENANCE

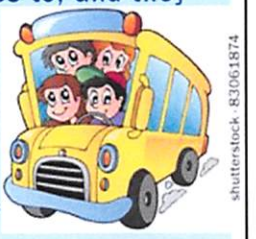
As noted earlier, EdCode requires the district to make a 3% contribution annually to Resource 8150 Routine Restricted Maintenance. This 3% is calculated on the total *Adopted Expenditures.*

Let's take a quick look at what the 3% contribution (in thousands) has been:

	Actual 12-13	Actual 13-14	Actual 14-15	Actual 15-16	Actual 16-17	Actual 17-18	Budget 18-19
Contrib	$841	$968	$1.249	$1.501	$1.596	$1.662	$1.730
% Chg		15%	29%	20%	6%	4%	4%

OTHER PROGRAMS THE DISTRICT CONTRIBUTES TO

- There are other programs the District contributes to, and they are listed below:
  - Transportation
  - CTE/ROP
  - Deferred Maintenance
- Let's take a minute to unpack these programs…









TRANSPORTATION

Due to the nature and geography of the District, Transportation is provided to all students TK through 12. It is important to note that in fiscal 2017-18 the bus barn was destroyed in a storm and has impacted the ability to earn Local Revenue. Transportation funding shortfall is paid from the base grant.

	Actual 12-13	Actual 13-14	Actual 14-15	Actual 15-16	Actual 16-17	Actual 17-18	Budget 18-19
Ttl Exp	$1.689	$1.876	$2.011	$1.984	$1.999	$2.228	$2.526
Cat Value	$1.043	N/A	N/A	N/A	N/A	N/A	N/A
Local Rev	$.140	$.138	$.101	$.111	$.067	$.056	$.028
Value of Add On	-0-	$1.049	$1.049	$1.049	$1.049	$1.049	$1.049
Contrib	$.500	$.689	$.861	$.824	$.883	$1.123	$1.449
% Chg		37.8%	25.0%	-4.3%	7.2%	27.2%	29.0%

CAREER TECH/REG OPERATIONAL PRGM

With the implementation of the Local Control Funding Formula, Career Tech Education was a program that had a Maintenance of Effort Requirement. This program continues to be supported via a contribution from the base grant.

The amount of $520,643 has been set aside for this program in the unrestricted budget from fiscal 2012-13 through 2018-19



DEFERRED MAINTENANCE FUND 14

Deferred maintenance is an amount set aside and transferred annually in to Fund 14 for major repairs or replacement of specific items, for example:

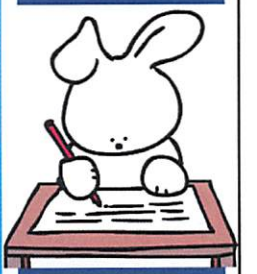
- Plumbing
- HVAC
- Electrical
- Roofing
- Flooring
- Painting

	Actual 12-13*	Actual 13-14*	Actual 14-15	Actual 15-16	Actual 16-17	Actual 17-18	Budget 18-19
Contrib	$177	$780	$450	$600	$598	$500	$500
% Chg		341%	-42%	33%	0%	-16%	0%



*It appears that there was a contribution timing issue between 1213 and 1314; two contributions occurred in 1314 – one for $330k early in 1314, which appears to have been for 1213 (bringing that year's total to $507k) but not transferred until 1314. Then later in 1314, a $450,000 contribution was made – most likely for the 1314 year.

INDEPENDENT STUDY AND CENTRAL BAY HIGH SCHOOL



REVIEW OF GOVERNOR'S PROPOSED 2019-20 BUDGET



GROUP DISCUSSION: IDEAS TO ACHIEVE A BALANCED BUDGET



NEXT MEETING

FEBRUARY 6, 2019
DISTRICT OFFICE
5:30 -- 7:30

