



Hacienda La Puente Unified School District

2017-18 Enacted State
Budget
An Update

Board Meeting
July 26, 2018

GYM

Introduction

- *At his June 27th press conference held in Los Angeles, Governor Jerry Brown signed his final state budget.*
- *It was the \$319 billion General Fund Budget that the Legislature passed and sent to the Governor on June 14 2018.*
- *The Governor also signed several trailer bills that implement the language of the State Budget.*

Budget Version Comparison

Comparison of Budget Versions

Items	Governor's January Proposal	Governor's May Revise	Enacted State Budget
2018-19 Prop 98 (K-14) Spending Level	\$78.3 billion	\$78.393 billion	\$78.393 billion
Local Control Funding Formula (LCFF) Increase	\$ 2.994 billion	\$3.160 billion	\$3.67 billion
LCFF Cost of Living Adjustment (COLA)	2.51 %	2.71% + \$166 million	2.71% + \$570 million
Discretionary one-time funds	\$1.760 billion \$295 per ADA	\$2.042 billion \$344 per ADA	\$1.1 billion \$184 per ADA

Local Control Funding Formula

2018-19 LCFF Target Funding Factors

- The K-12 augmented COLA is 3.7% for 2018-19 and is applied to the LCFF base grants for each grade span

Grade Span	2017-18 Base Grant Per ADA	3.70% COLA	2018-19 Base Grant Per ADA
K-3	\$7,193	\$266	\$7,459
4-6	\$7,301	\$270	\$7,571
7-8	\$7,518	\$278	\$7,796
9-12	\$8,712	\$322	\$9,034

2018-19 LCFF Target Funding Factors – cont.

- Two grade span adjustments (GSAs) are applied as percentage increases against the adjusted base grant, also receiving the benefit of a 3.70% augmented COLA in 2018-19
 - Grade K-3 – 10.4% increase for smaller average class enrollment of 24
 - Grades 9-12 – 2.6% increase in recognition of the costs of Career Technical Education (CTE) coursework

Grade Span	2018-19 Base Grant Per ADA	GSA	2018-19 Adjusted Grant
K-3 (10.4%)	\$7,459	\$776	\$8,236
4-6	\$7,571	-	\$7,571
7-8	\$7,796	-	\$7,796
9-12 (2.6%)	\$9,034	\$235	\$9,269

2018-19 LCFF Target Funding Factors – cont.

- Supplemental/concentration grants, based on the unduplicated pupil percentage (UPP), are also increased from 2017-18 because a 3.7% augmented COLA is applied to the LCFF base grants

Grade Span	2018-19 Adjusted Grants Per ADA	20% Supplemental Grant – Total UPP	50% Concentration Grant – UPP Above 55%
K-3	\$8,235	\$1,647	\$4,118
4-6	\$7,571	\$1,514	\$3,786
7-8	\$7,796	\$1,559	\$3,898
9-12	\$9,269	\$1,854	\$4,635

One-Time Discretionary Funds

One-Time Discretionary Funds

- *For 2018-19, the Budget includes \$1.1 billion (\$184 per ADA) in one-time discretionary funds.*
- *As before, these one-time funds offset outstanding mandated cost claims.*
- *What is different this year is that disbursement of the \$1.1 billion is being altered.*

One-Time Discretionary Funds – cont.

- ***The change in the disbursement schedule is to allow the State to recoup any outstanding Medi-Cal Administrative Activities overpayments made to school districts.***
- ***The disbursement schedule is as follows:***
 - ***January 2019 - 50% of the one-time discretionary funds***
 - ***June 2019 – Final 50% of disbursement***
- ***Since the recoupment will be made from the one-time discretionary funds, affected school districts will receive less than the \$184 per ADA.***

Thank you!