

# AGENDA

**Tamalpais Union High School District**  
**Parcel Tax Citizens Oversight Committee (PTCOC)**  
**Wednesday, October 6, 2021**  
**8:30-10:30am**

Given the current COVID-19 environment, the public meeting will be held remotely via Zoom web-conferencing at this link:

<https://tamdistrict-org.zoom.us/j/99021483965?pwd=NDJBVk1jQng0c05rSGhTTzhkcWxLdz09>

## **Committee Members:**

Robin Moses - Chairperson  
John Richard - Vice Chairperson  
Jennifer Ginsburg  
Tammy Wilks Kornfeld  
Bill Levinson

## **TUHSD Staff:**

Corbett Elsen, Assistant Superintendent of Business and Operations & PTCOC Secretary  
Lorie Perez, Administrative Assistant of Business Services

## **Our Mission:**

THE TAMALPAIS UNION HIGH SCHOOL DISTRICT is dedicated to the development of creative, passionate, and self-motivated learners. Upon graduation, students will be prepared for engaged citizenship and able to contribute individually and collaboratively in order to address the challenges of a dynamic and diverse world. To these ends, all students will demonstrate mastery of core competencies and will be offered meaningful learning experiences to enable them to access and critically analyze information, pose substantive questions, and communicate effectively..

**NOTE:** Members of the public who wish to address the Committee are asked to use the Zoom 'Reactions' feature at the bottom of your Zoom window and either use the 'hand' symbol to communicate to the Chairperson that you would like to address the Committee. When the Chairperson calls your name to make your public comment, please do not forget to 'unmute' your audio feature at this time so you can be heard..

Members of the public may comment on agenda items as follows: Once an item is introduced, the staff will review the item for the Committee and then comments will be accepted from the public. A total of 20 minutes may be allotted for public comment on any specific topic or agenda item.

Public comment on matters within the subject matter jurisdiction of the Committee but not on the agenda will be taken at the conclusion of all substantive action and discussion items on the agenda, as indicated on the agenda. In keeping with provisions of the Brown Act, the Committee cannot comment on items that are not on the agenda.

[Click here](#) for agenda materials:

## Agenda:

### 1.0 Call to Order

Zoom Link:

<https://tamdistrict-org.zoom.us/j/99021483965?pwd=NDJBVk1jQng0c05rSGhTTzhkcWxLdz09>

(please mute your audio when not speaking)

### 2.0 Discussion/Action Items

#### 2.1) Take action to approve '2020-21 Annual Report on Measure J'

Per TUHSD PTCOC bylaws, an Annual Report produced by the PTCOC is to be presented to the TUHSD Board of Trustees, currently scheduled for October 12th, reviewing and confirming that the district expenditures of Measure J were expended as authorized by the voter-approved ballot measure language.

Format for Annual Report to Board in October:

- Formal written report - [linked here](#)
- Exhibit showing teacher positions funded by Measure M proceeds
  - Full annual expenditures for 2020-21 - [linked here](#)

#### 2.2) Discuss 1) 2021-22 TUHSD Budget Adoption & 2) 2020-21 Unaudited Actuals budget report presentation

- 2021-22 Budget Adoption [slidedeck](#) - June 8, 2021
- 2020-21 Unaudited Actuals report [slidedeck](#) - September 14, 2021

#### 2.3) Take action to approve Minutes of the March 31, 2021 PTCOC Meeting

- See link to 'agenda materials' at the top of this page for [draft Minutes](#)

### 3.0 Informational Items:

#### 3.1) Brief COVID-19 & TUHSD school re-opening update

#### 3.2) TUHSD Facilities Master Planning (FMP) process beginning this Fall

#### 3.3) Review PTCOC Communications protocols

- PTCOC Website: <https://www.tamdistrict.org/Page/12317>

### 4.0 Future Agenda Items

At this time, PTCOC members may request future agenda items for consideration by the Chairperson and Vice Chairperson

### 5.0 Public Comment on Non-Agenda Items

At this time members of the public may address the PTCOC on any items, not on the agenda that are within the subject matter jurisdiction of the PTCOC. Speakers are requested to limit their remarks to no more than three minutes.

Zoom Web-Conferencing Norms: Members of the public who wish to address the Committee are asked to use Zoom 'Reactions' feature at the bottom of your Zoom window and either use the 'hand' symbol to communicate to the Chairperson that you would like to address the Committee. When the Chairperson calls your name to make your public comment, please do not forget to 'unmute' your audio feature at this time so you can be heard..

## **6.0 Next Meeting**

Date: March 30, 2022 from 8:30-10:30am in Kreps Conference Center (or via Zoom as appropriate)

## **7.0 Adjournment**

*The Tamalpais Union High School District Parcel Tax Oversight Committee meetings are open to the public.*

*The public is encouraged to attend.*

*For more information or any accessibility needs,  
please call Lorie Perez, Administrative Assistant, at 415-945-1037*



**TAMALPAIS UNION HIGH SCHOOL DISTRICT**

**TAMALPAIS UNION HIGH SCHOOL DISTRICT  
PARCEL TAX OVERSIGHT COMMITTEE**

**ANNUAL REPORT FOR 2020-21 FISCAL YEAR**

**Presented to TUHSD Board of Trustees  
October 26, 2021**

**Current Committee Members:**

**Robin Moses, Chairperson  
John Richard, Vice-Chairperson  
Jennifer Ginsburg  
Bill Levinson  
Tammy Wilks Kornfeld**



# TAMALPAIS UNION HIGH SCHOOL DISTRICT

## Introduction

The Tamalpais Union High School District Parcel Tax Oversight Committee (PTOC Committee) was established by the District's Board of Trustees as required by the November 2018 voter-approved ballot Measure J. Measure J required the creation of an independent citizens' oversight committee to oversee expenditure of the funds collected pursuant to Measure J to ensure that funding raised under Measure J are spent only for the purposes described in Measure J.

The PTOC Committee confirms that Tamalpais Union High School District has received positive financial audits and is spending these tax dollars in accordance with the voter-approved ballot measure. The committee wishes to highlight to the Board of Trustees, its recognition of the importance and value of these funds to support high quality education in our schools. Without the parcel taxes, the students would have experienced a reduction in core academic programming and art and music elective offerings, higher class sizes, reduction in counseling support services to students and the loss of highly qualified teachers to other school districts.

The Committee commends the Board of Trustees and District Administration for recognizing the critical need for these essential funds and maximizing the benefits for our public school students in the allocation and spending of these dollars. Our community should be thanked for their continued support by passing Measure J.

Note: On November 3, 2020, voters approved Measure M, which contains the same citizens' oversight provisions in the parcel tax ballot language as in Measure J. Measure J funding concluded at the end of the 2020-21 fiscal year and Measure M funding began for the 2021-22 fiscal year. As a result, this 2020-21 Annual Report is solely focused on Measure J funding and the future 2021-22 Annual Report will be solely focused on Measure M funding.

## Background

Since 1989, Tamalpais Union High School District has relied upon stable local parcel tax funding approved and renewed multiple times by our community voters. In 2012, voters approved Measure B which authorized a parcel tax of \$238.78 per parcel with an annual 3% annual increase and with senior exemptions that would expire at the end of June 2022.

On November 6, 2018, voters approved Measure J, which is a supplementary parcel tax, that authorized an additional parcel tax of \$149 per parcel with an annual 3% annual increase with



## TAMALPAIS UNION HIGH SCHOOL DISTRICT

senior exemptions that would also expire at the end of June 2022. Measure J funding would be in addition to Measure B funding during the four-year duration of Measure J.

The Board of Trustees authorized the formation of the Parcel Tax Oversight Committee with approved by-laws. It was formed in the 2019-20 school year once Measure J funds were actually received in December 2019, per the ballot measure language. The Committee met twice (September 2020, March 2021) during the 2020-21 fiscal year to review district financial reports and independent financial audits prepared by the auditing firm Christy White & Associates.

The Measure J parcel tax rates and annual amount collected from November 7, 2018 to present are listed below. Given the ballot measure language, voters authorized an annual prorated tax amount collected for the remainder of the 2018-19 tax year from November 7, 2018 through June 30, 2019 to be collected on the November 2019 tax bill in addition to the regular annual amount collected for the 2019-20 tax year.

<b>Tax Year</b>	<b>Measure J Parcel Tax Rate</b>	<b>Annual Amount Collected</b>
2018-19	\$149.00 per parcel	\$0
2019-20	\$153.47 per parcel	\$8,638,017 ((\$5,356,947 for 2019-20 + \$3,281,070 for 11/7/2018 through 6/30/2019)
2020-21	\$158.07 per parcel	\$5,317,849

Note: 'Annual Amount Collected' is based on the number of parcels and the rate of tax and fluctuates annually with the number of exemptions.

### **Voter Approved Authorization of Parcel Tax Proceeds:**

Measure J: Tamalpais Union High School District Special Tax - November 6, 2018

"To protect high quality education with local funding that cannot be taken by the State, shall Tamalpais Union High School District attract and retain highly qualified teachers, counselors and staff; provide excellent science, technology, engineering, math, reading/writing; protect art/music programs; and maintain small class sizes by levying \$149 per parcel, providing \$5.1 million



## TAMALPAIS UNION HIGH SCHOOL DISTRICT

annually for 4 years, with senior exemptions, annual cost of living adjustments, independent citizens' oversight and all funds for local high school students?"

Measure J further noted:

"Moneys raised under this Measure shall be authorized to be used only for the following purposes in accordance with priorities established by the Board and to the extent of available funds:

- To provide high quality education
- To attract and retain highly qualified teachers, counselors and staff
- To provide excellent science, technology, engineering, math, reading, writing, art and music instruction
- To maintain small class sizes

No funds will be spent on administrative salaries or benefits."

### **Exemptions**

Per the ballot measure language, Measure J includes all legal exemptions (Senior, SSI, SSDI) and the process and forms needed to apply for all exemptions are [linked here](#) on the District home webpage.

### **Annual Summary of Expenditures for 2020-21**

Detailed table of 2020-21 Annual Expenditures of Measure J proceeds are [linked here](#).

### **Parcel Tax Oversight Committee Review and Findings:**

The Committee reviewed district financial reports, annual independent district financial audits and met with Assistant Superintendent of Business and Operations Corbett Elsen and confirmed the district allocations were consistent with the voter-approved ballot measure language. Likewise, the Committee confirmed these allocations were expended as authorized.

### **Appendices:**

Parcel Tax Oversight Committee agendas, materials and minutes are [linked here](#) on the 'TUHSD PTOC Communications' website.



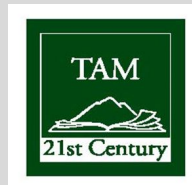




**TAMALPAIS UNION HIGH SCHOOL DISTRICT**

# **2021-22 Budget Proposal**

June 8, 2021

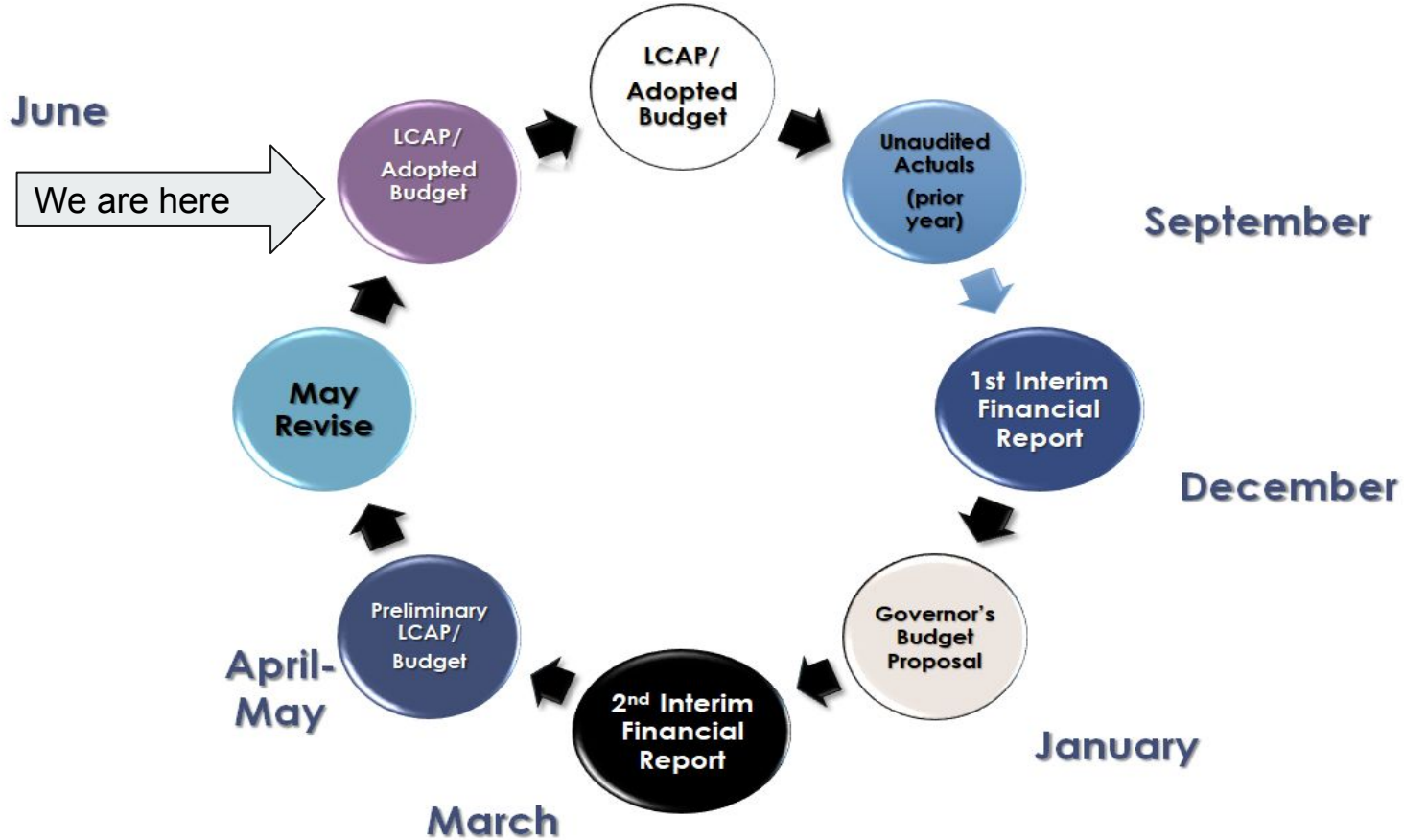


# Agenda



- Budget Reporting Cycle & Calendar
- National, State & Local economic context
- Governor's 'May Revise' Budget proposal
- 2020-21 Estimated Actuals
- 2021-22 Budget & Multi-Year Projection
  - Key Assumptions - Revenues & Expenditures
  - Reserves
  - Other Funds
- Uncertainties & Prudence
- Next Steps & Questions

# Budget Reporting Cycle



# 2021-22 Budget Calendar & Key Dates



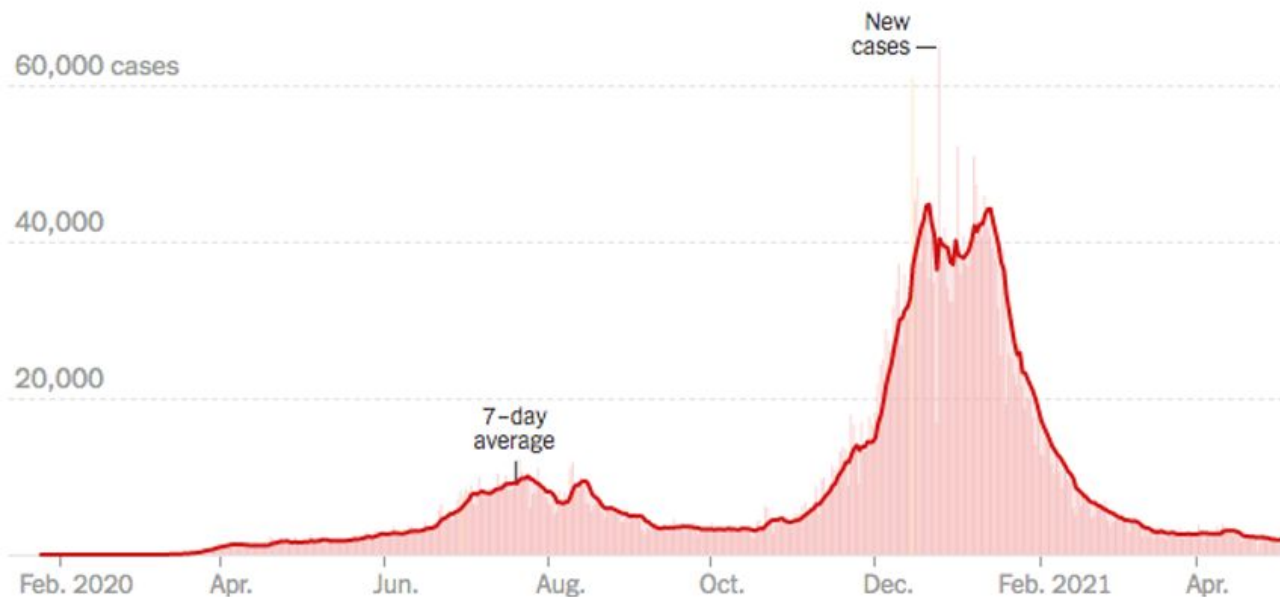
May 2021	Governor's May Revise Budget Proposal for 2021-22
June 2021	CA State Legislature must propose budget plan by June 15th TUHSD must adopt a budget by June 30th
August 2021	<u>Potential</u> TUHSD 45-day budget revision for 2021-22, pending State budget
September 2021	Unaudited Actuals Budget Report for 2020-21
December 2021	1st Interim Budget Report for 2021-22

# **National, State & Local Economic Context**



# California is Looking Good!

## New reported cases



## Vaccinations

Fully vaccinated

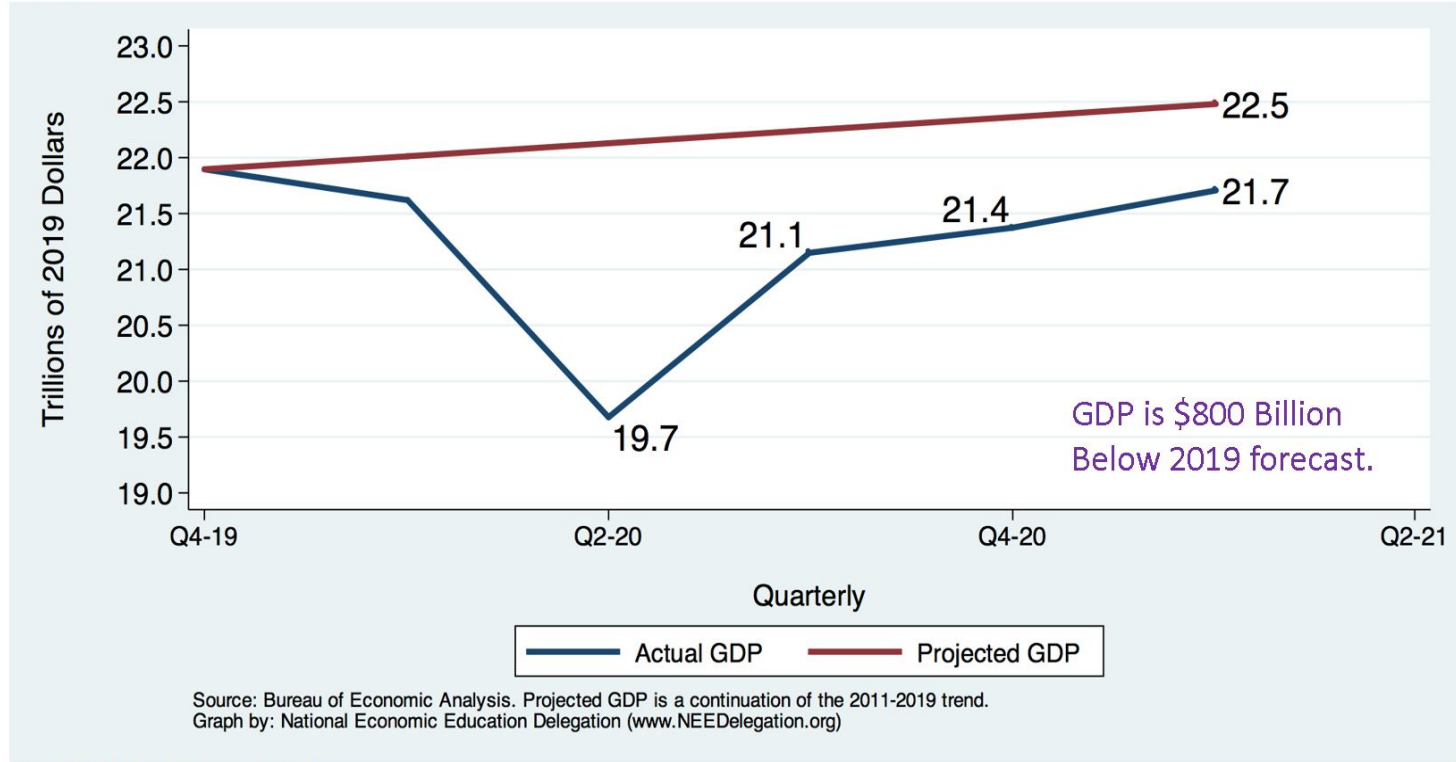
32%

At least one dose

50%

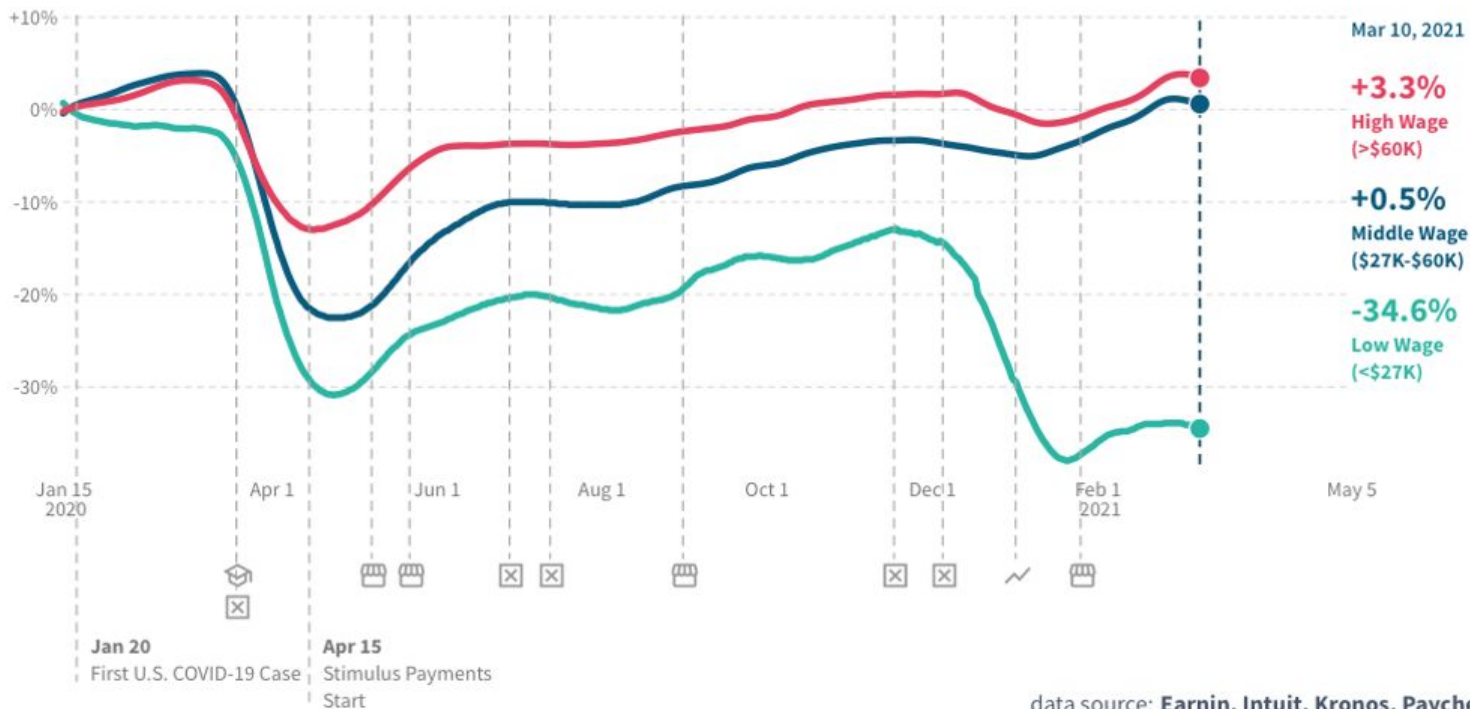


## GDP Trajectory: Pandemic Plunge!



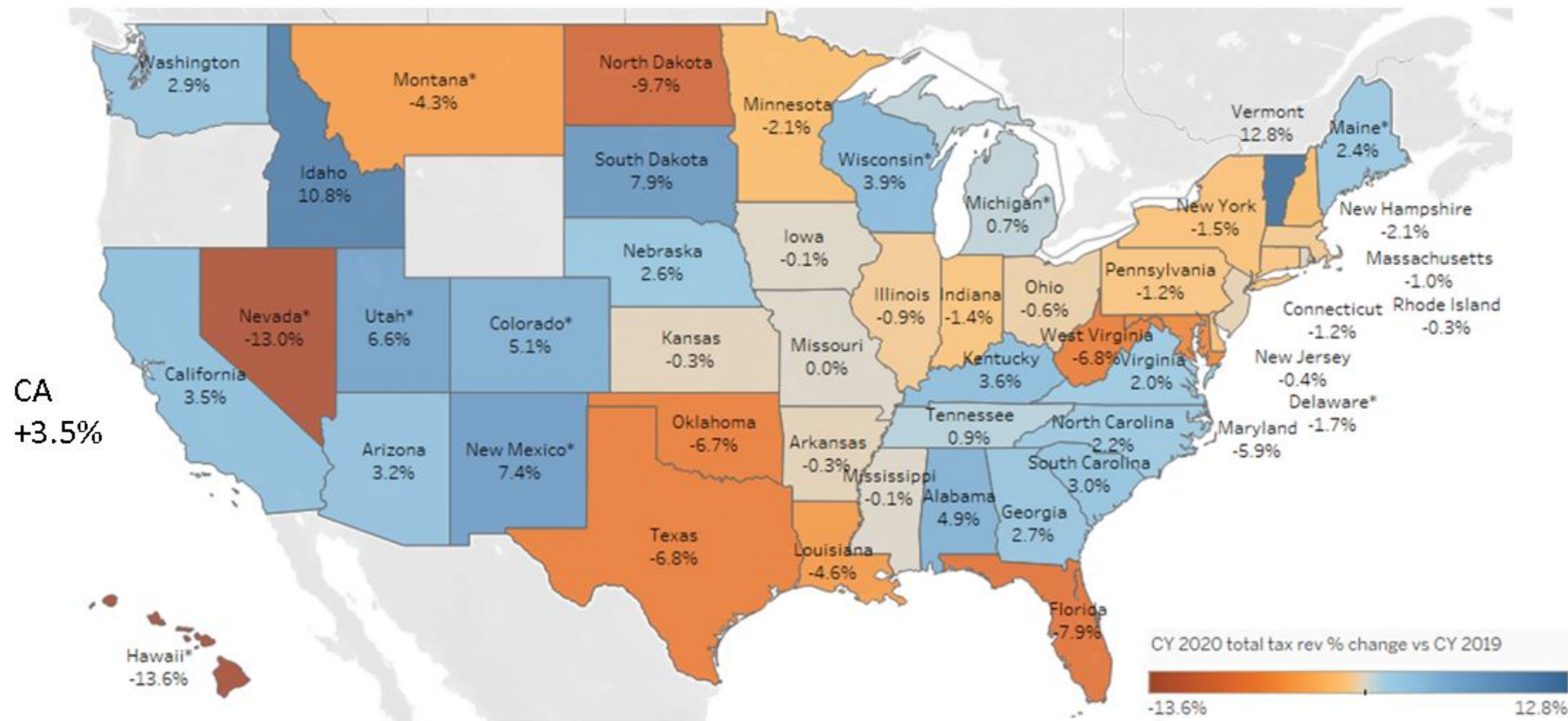
# K-Shaped Recovery

In **California**, as of March 10 2021, employment rates among workers in the middle wage quartiles increased by **0.5%** compared to January 2020 (not seasonally adjusted).





# 2020 State Tax Receipts Relative to 2019

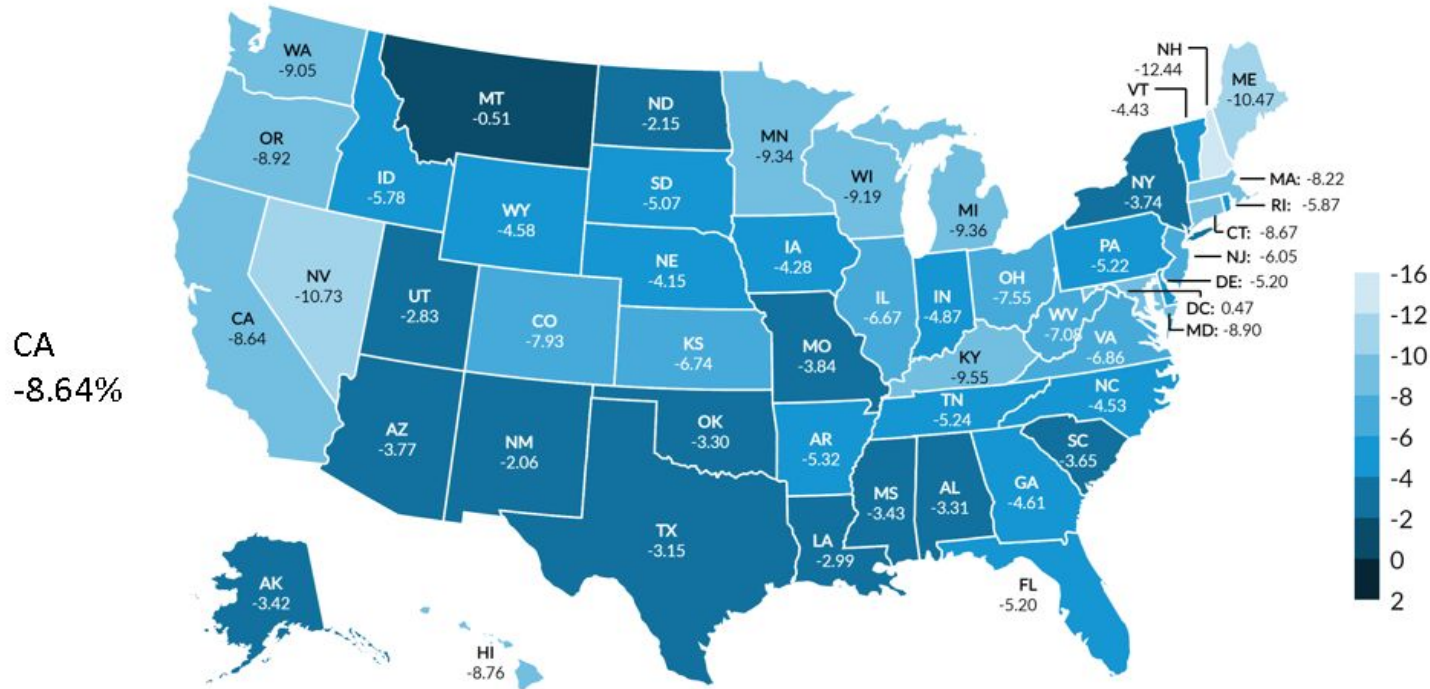


# Employment Losses Don't Match Revenue

PUBLIC

## State and local public employment, December 2020

(percent change year over year, seasonally adjusted)



Source: Bureau of Labor Statistics via the State Economic Monitor

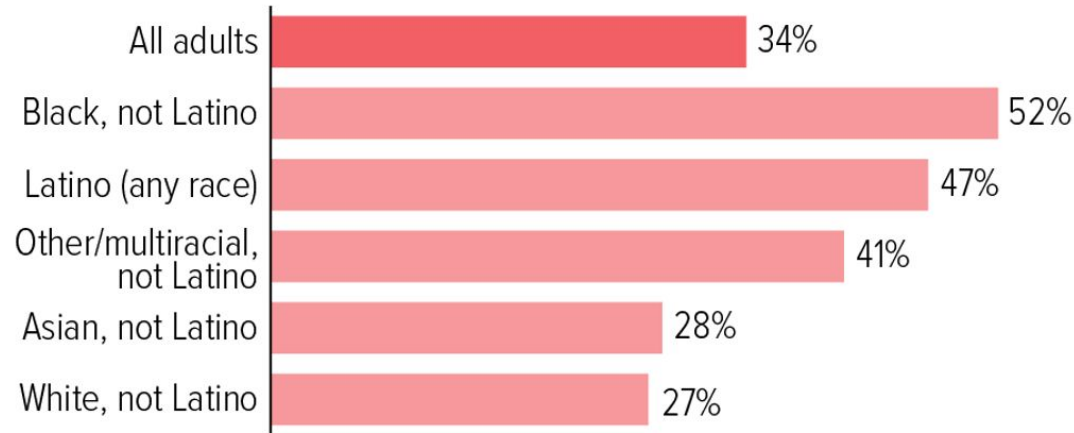
URBAN INSTITUTE



# And People are Really Hurting

## 1 in 3 Adults Had Trouble Paying for Usual Household Expenses in Last 7 Days

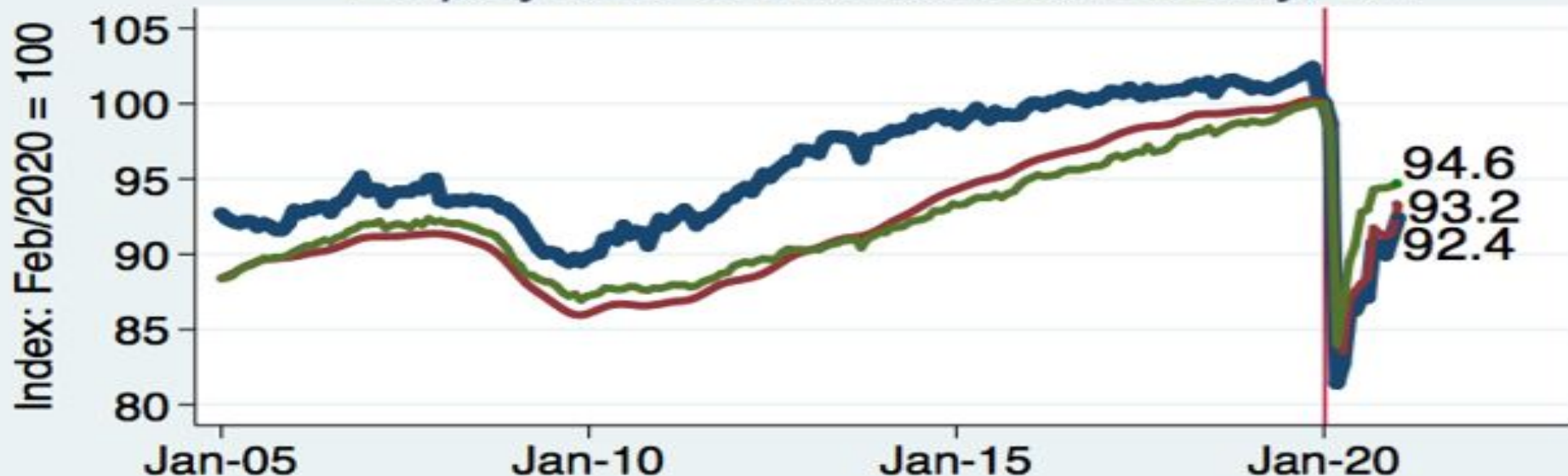
Share of adults reporting that it was somewhat or very difficult for their household to pay for usual expenses



Note: Other/multiracial, not Latino = people identifying as American Indian, Alaska Native, Native Hawaiian or Pacific Islander, or more than one race. Percentages exclude individuals who did not respond to the question.

Source: CBPP analysis of Census Bureau Household Pulse Survey tables for October 28 – November 9, 2020

## Employment Growth in Marin County, CA

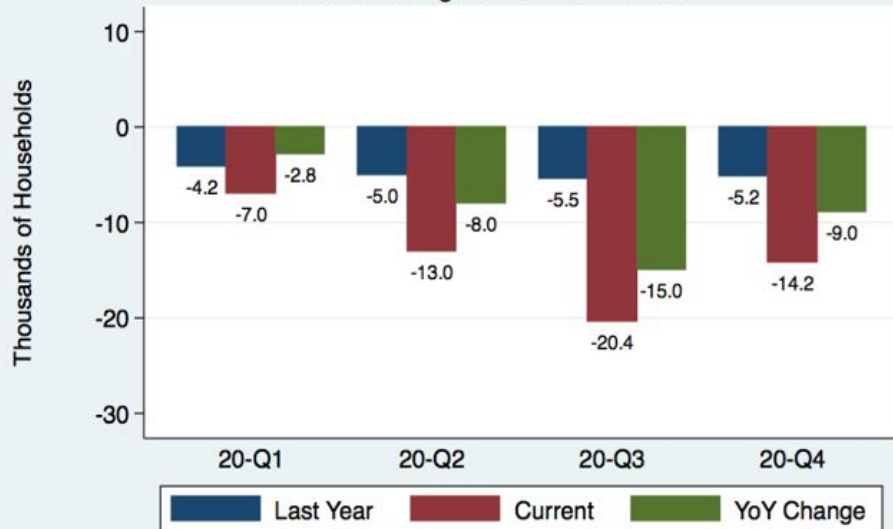


Source: U.S. Bureau of Labor Statistics, Seasonally Adjusted  
Produced by: National Economic Education Delegation ([www.NEEDelegation.org](http://www.NEEDelegation.org))



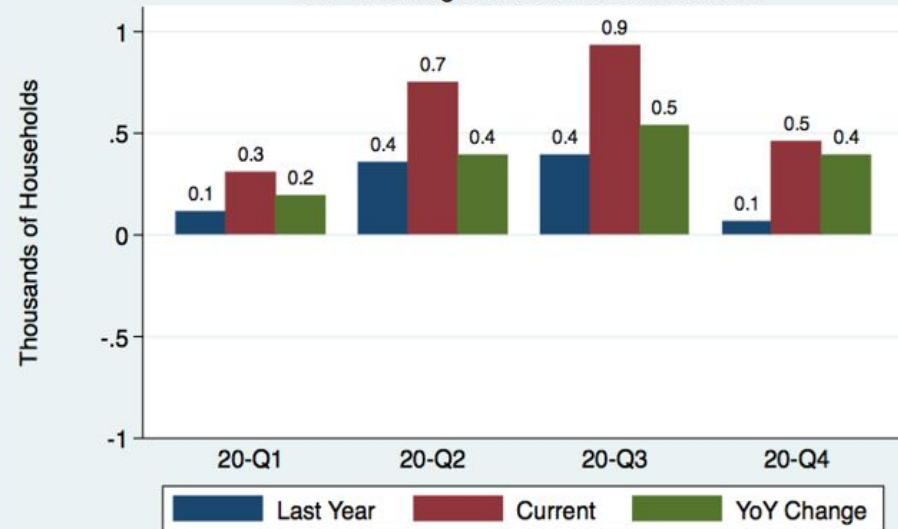
# Population Change: San Francisco & Marin

San Francisco County, CA Net Migration  
USPS: Change of Address Submissions



Source: United States Postal Service and American Community Survey  
Graph by: National Economic Education Delegation ([www.NEEDelegation.org](http://www.NEEDelegation.org))

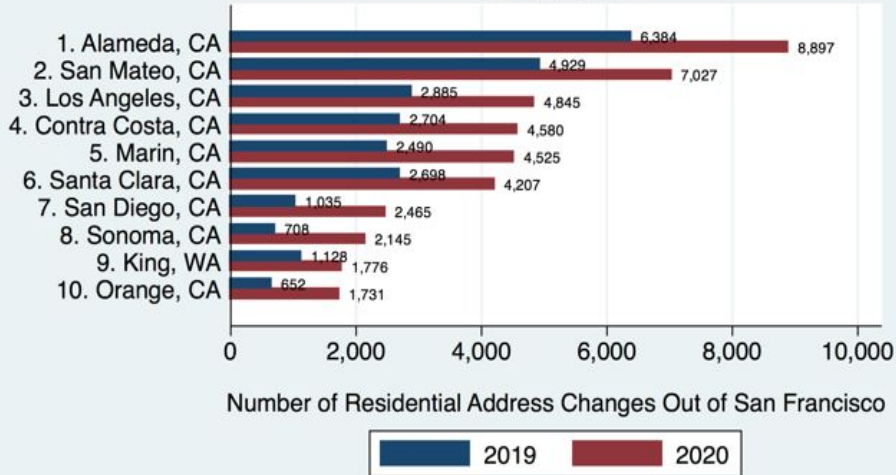
Marin County, CA Net Migration  
USPS: Change of Address Submissions



Source: United States Postal Service and American Community Survey  
Graph by: National Economic Education Delegation ([www.NEEDelegation.org](http://www.NEEDelegation.org))

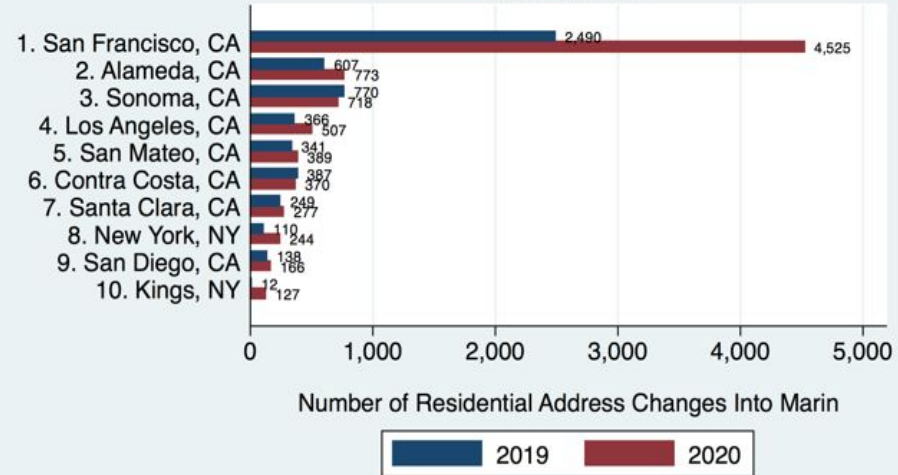
# Which Way Did They Go? SF & Marin

Top 10 Migration DESTINATION Counties  
San Francisco County, CA  
Rank in 2020



Source: United States Postal Service and American Community Survey  
Data include April-December of each year to capture the pandemic effect.  
Graph by: National Economic Education Delegation ([www.NEEDelegation.org](http://www.NEEDelegation.org))

Top 10 Migration SOURCE Counties  
Marin County, CA  
Rank in 2020



Source: United States Postal Service and American Community Survey  
Data include April-December of each year to capture the pandemic effect.  
Graph by: National Economic Education Delegation ([www.NEEDelegation.org](http://www.NEEDelegation.org))

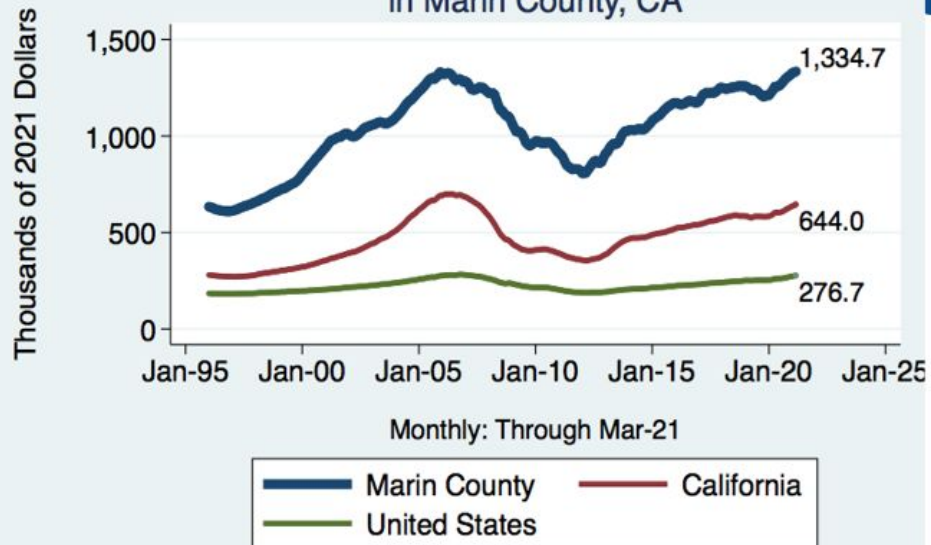
# RE Experiences Differ!

Estimated Median Home Value  
in San Francisco County, CA



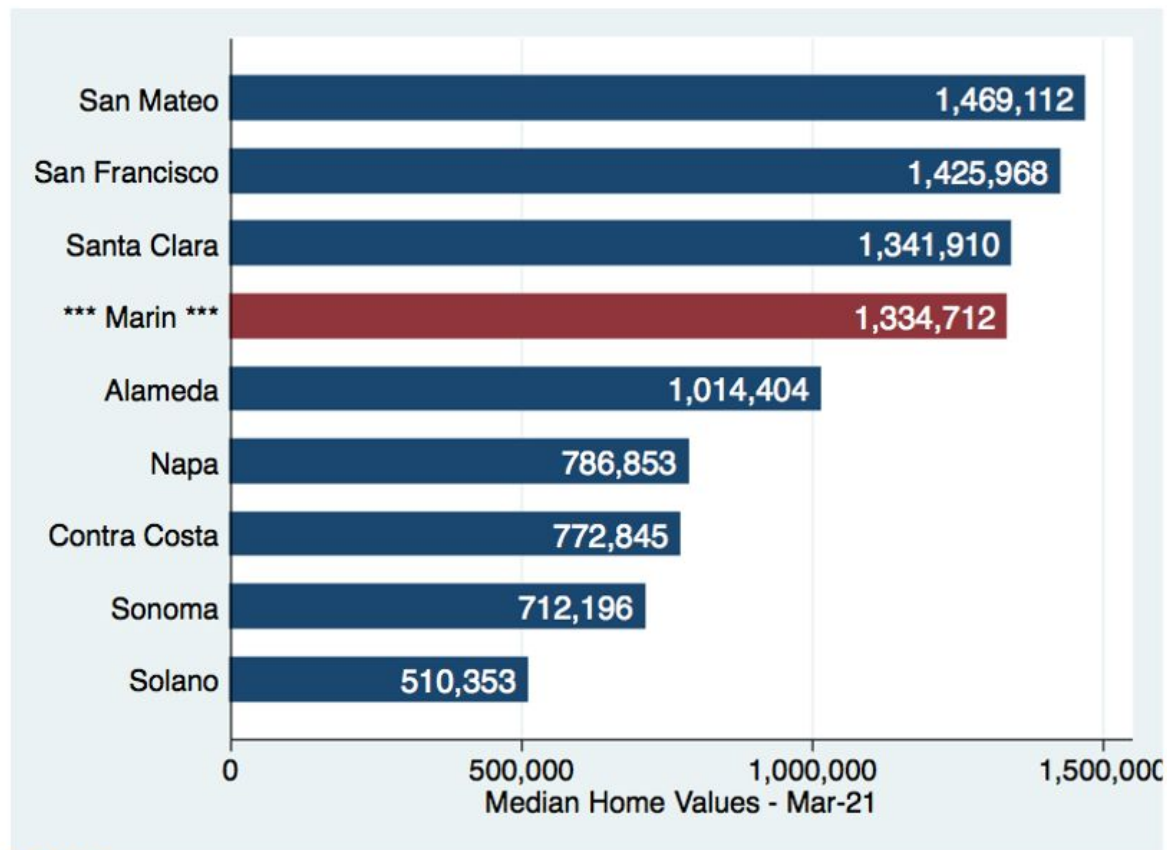
Source: Zillow Housing Data, <https://www.zillow.com/research/data/>  
 Produced by: National Economic Education Delegation ([www.NEEDelegation.org](http://www.NEEDelegation.org))

Estimated Median Home Value  
in Marin County, CA



Source: Zillow Housing Data, <https://www.zillow.com/research/data/>  
 Produced by: National Economic Education Delegation ([www.NEEDelegation.org](http://www.NEEDelegation.org))

# Marin's Home Price Position



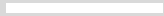


# Summary

- **U.S. economy poised for a solid recovery.**
  - Small businesses may struggle for a while yet.
  - GDP likely to recover fully end of 2021, early 2022.
  - Employment may take a little longer.
- **California is lagging behind the rest of the United States.**
  - Tourism is going to be slow in recovering...until it isn't!
- **Marin workers are doing well, but employment is not.**
  - Small business services sector drives employment in Marin.
- **Home prices locally are doing well, but likely tepid growth later.**
  - Marin is benefitting from the San Francisco exodus. But for how long?



# Governor's *'May Revision'* State Budget Proposal



# Highlights of Governor's May Revision State Budget Proposal

Source: CCSESA May Revision Update - May 2021

## Spending overview

Under Newsom's "California for All Kids Plan," the state outlines a five-year strategy for public school investment that aims to offer every child in California the comprehensive support necessary to reach their full potential. Major expenditures, both inside and outside Proposition 98, include:

- Universal transitional kindergarten starting in 2022-23
- Greater access to before/after-school supplemental education programs
- Community schools
- Educator workforce expansion and training
- Decreased adult-to-student ratio by adding teachers, school counselors, social workers, and nurses
- Expanding universal meal provisions
- More integrated relationship between schools and health care plans, county health, and social services to provide school-based services to children

Note: TUHSD is not expected to receive any significant funding given the Governor's 'May Revise' proposal

***Back to TUHSD...***

**2020-21 Estimated Actuals**



# What is included in the budget adoption process?

- The 2020-21 'Estimated Actuals' reports:
  - Actual financial activity through April & projects financial activity through June 30th
  - Estimated Actuals will be compared to the Unaudited Actuals in September
  - Similar to a '3rd Interim' Budget report for 2020-21
  
- 2021-22 Proposed Budget aligns resources to the LCAP goals & action steps
  - Inclusive of stakeholder feedback: Public Hearing, LCAP Committee, etc.
  
- Provides an opportunity to:
  - Adopt a budget based on any significant changes since 2nd Interim in March
  - Recalculate Multi Year Projections
  - Discuss any needed changes or actions

# 2020-21 School Year: Distance Learning & Return to In-Person




## Save in....

- Materials and supplies
- Contracted services
- Utilities
- Student transportation (Bollinas bus to Tam High & Special Education)

## Increased spending in....

- Procuring technology devices, infrastructure & internet access
- Online learning resources
- Custodial supplies


# Comparison of 2nd Interim vs. Estimated Actuals



<i>Description</i>	<i>Unrestricted Projected Operating Surplus (Deficit)</i>
2020-21 2nd Interim Projection (March)	\$ (445,018)
<i>Changes</i> (See Next Slide)	\$ 2,038,411
2020-21 Estimated Actuals Projection (June)	\$ 1,593,393

Operating Surplus occurs when the current year revenues exceed current year expenditures, which results in increasing reserves.


# Changes from 2nd Interim vs. Estimated Actuals



<i>Description of Changes (Unrestricted)</i>	<i>Amount</i>
Increase in property tax revenue (\$496k) & interest revenue (\$150k)	\$646k
Increase in certificated & classified salaries as a result of negotiations	<b>\$(2.2M)</b>
Decrease in budgeted site & department expenditures for materials, services and variable salaries	\$1.6M
Reclassification of district expenditures to COVID Relief funds (both State & Federal)	\$2.0M
Net other	<b>\$(53k)</b>
<b>Total Changes</b>	<b>\$2.0M</b>



# Comparison of 2nd Interim vs. Estimated Actuals - Impact on Reserves



<i>Description</i>	<i>Unrestricted Projected Operating Surplus (Deficit)</i>	<i>Ending Fund Balance (Reserve)</i>
<b>2020-21 2nd Interim Projection (March)</b>	<b>\$ (445,018)</b>	<b>\$ 17,812,637</b>
<i>Changes</i>	<i>\$ 2,038,411</i>	<i>\$ 2,038,411</i>
<b>2020-21 Estimated Actuals Projection (June)</b>	<b>\$ 1,593,393</b>	<b>\$ 19,851,048</b>

# **2021-22 Budget Proposal**

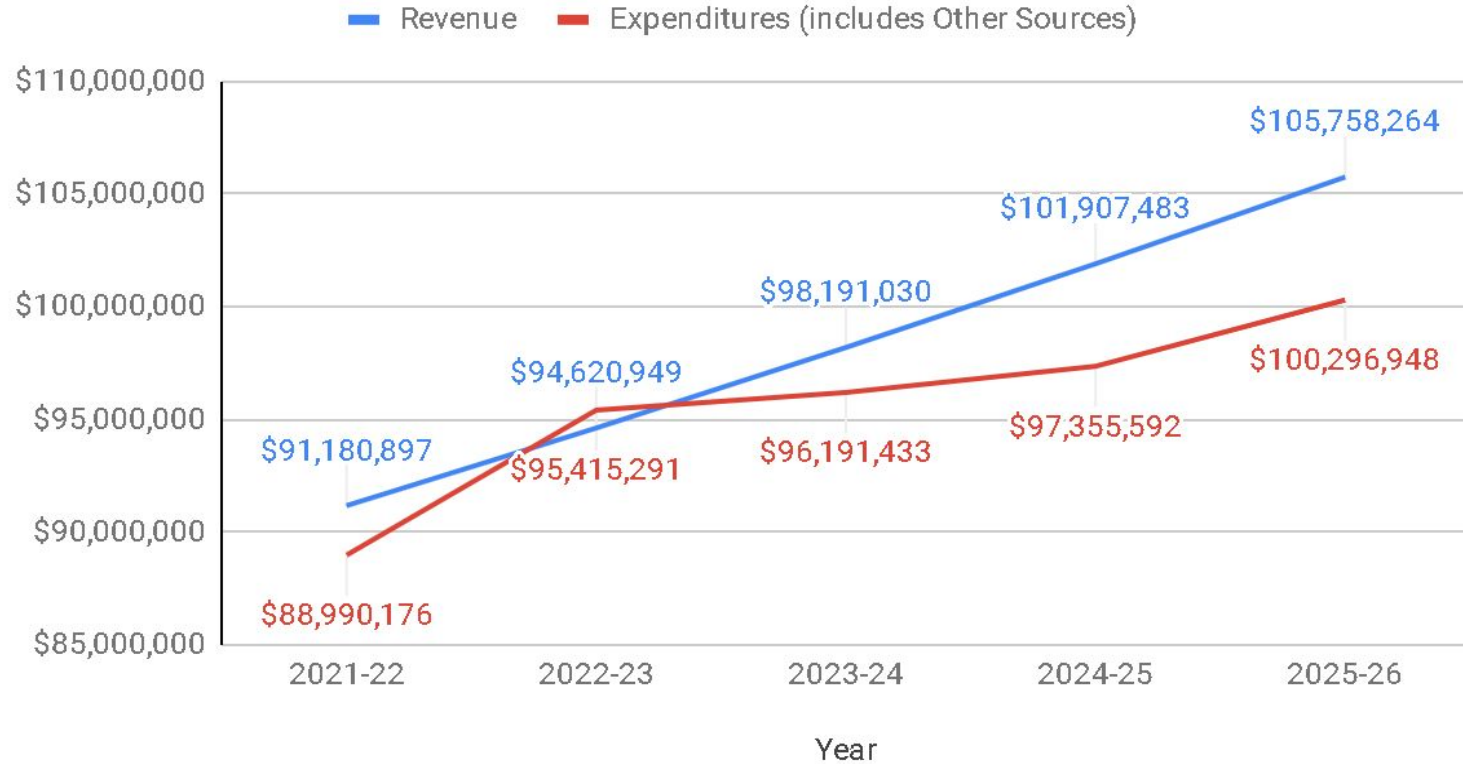
## **Multi-Year Projection**

- **2022-23 through 2023-24**



# Summary of Multi-Year Projections (5-year)

## TUHSD Revenue and Expenditures (Unrestricted)



# TUHSD Summary of Multi-Year Projections

	2020-21	2021-22	2022-23 #	2023-24 *
<b>Operating Surplus (Deficit)</b> <i>(March 2021)</i>	\$ (445k)	\$ (777k)	\$ (3.2M)	\$ (2.7M)
<b>Ending Fund Balance/Reserve</b> <i>(March 2021)</i>	\$17.8M (17.4%)	\$17.0M (17.3%)	\$13.8M (13.4%)	\$11.1M (10.5%)
<b>Operating Surplus (Deficit)</b> <i>(June 2021)</i>	\$1.6M	\$2.1M	\$ (794k)	\$2.0M
<b>Ending Fund Balance/Reserve</b> <i>(June 2021)</i>	\$19.9M (19.4%)	\$22.0M (21.7%)	\$21.2M (20.4%)	\$23.2M (22.1%)

## Key Assumptions:

\* Figures do not include any potential increase in staff compensation

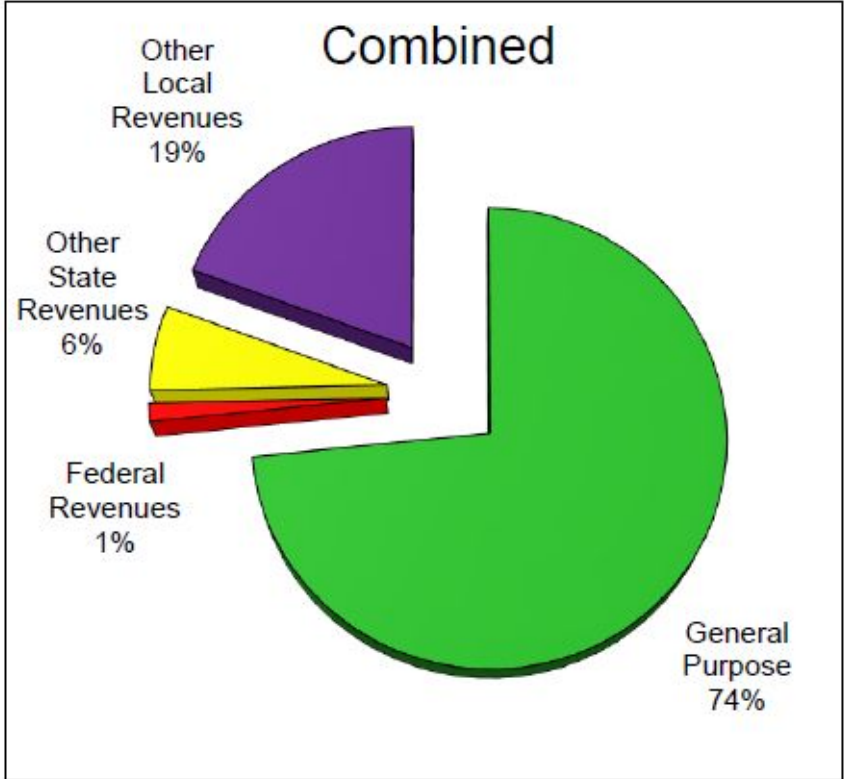
# Expiration of State pension relief to TUHSD (\$1.1M)

# Revenue Sources for 2021-2022 (combined)




- General Purpose                   \$ 73,384,502
  - Property taxes, EPA, minimum State Aid, etc.
- State Funding                   \$ 5,971,487
  - COVID relief, Lottery, Special Education, ROP, etc.
- Federal Funding               \$ 1,268,485
  - COVID relief, Title I, Title II, IDEA, etc.
- Local Revenue                 \$ 19,377,786
  - Parcel tax, Foundations donations, facilities fees, interest

**TOTAL:   \$ 100,002,260**



# Key Budget Assumptions - Unrestricted Revenues

## Property Tax Revenue growth:



Year	2021-22 <i>(see note 2)</i>	2022-23	2023-24
Growth Rate (%)	4.07%	4.25%	4.25%

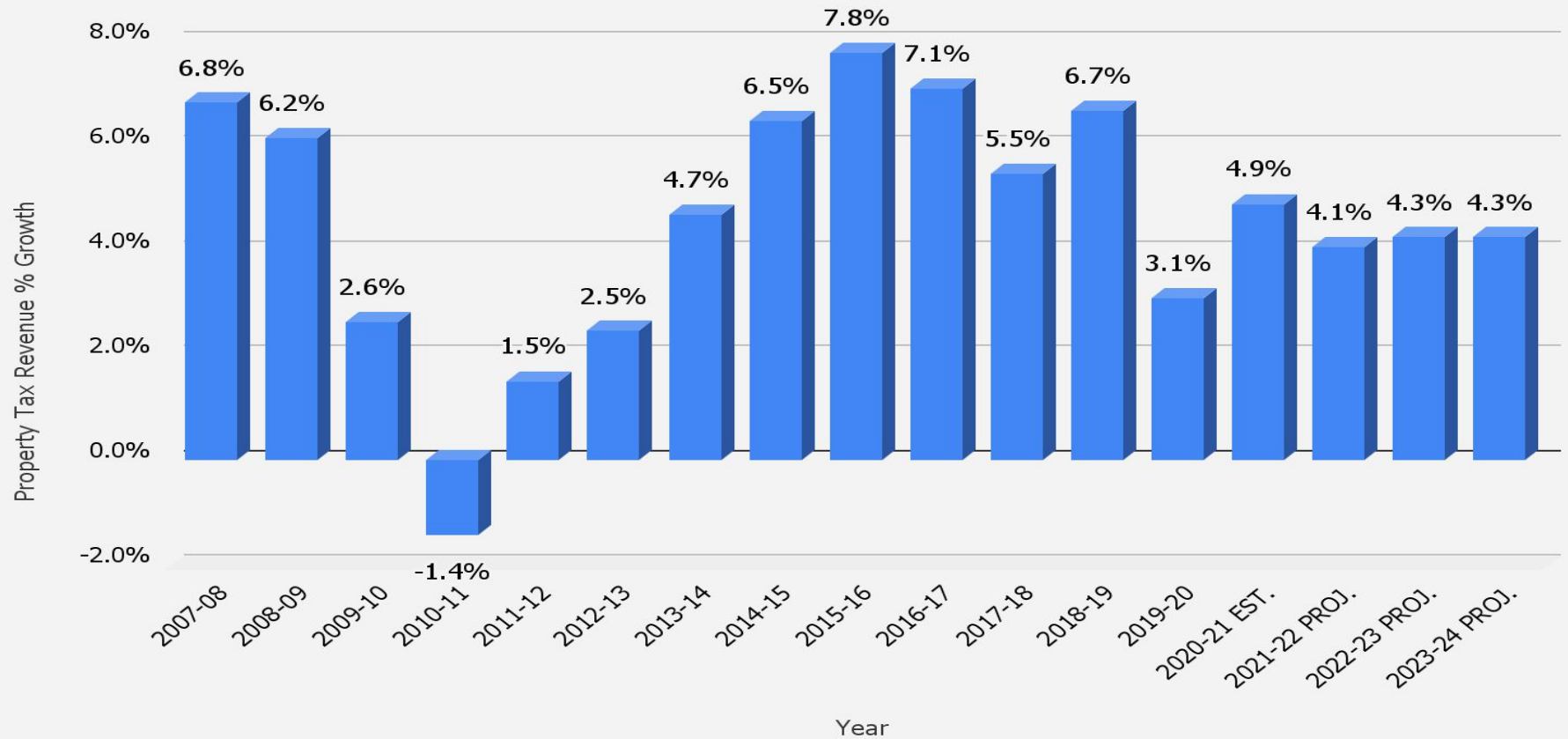
### Notes:

1. 2021-22 Property taxes now budgeted at 99.5% of total anticipated revenue, as discussed at January Budget Board Workshop
2. Per Proposition 13, State inflation was less than 2%, therefore property tax bills could not increase by the typical full 2% annual amount

### Parcel Tax Revenue

- Increase of 3% with annual inflation adjustment
  - Actual amount depends on volume of Senior Exemptions
- 2021-22 Parcel Tax revenue projected to be \$16.3M

# TUHSD Historical Property Tax Revenue Growth



# Restricted Revenues: COVID Relief & TUHSD uses

COVID Relief: combined \$6.3M of one-time funds

- Federal sources
  - ESSER 2 - \$407k
    - TUHSD Uses: Student devices, HVAC upgrades and sanitation/safety expenditures
  - ESSER 3 - estimated \$936k
    - TUHSD Uses: Summer School 2021, Edgenuity (credit redemption program), online curriculum subscriptions and IT expenditures
- State sources (AB/SB 86)
  - In-Person Instruction (IPI) grant - \$1.6M
    - TUHSD Uses: In-person Teacher & Counselor staff expenditures at all sites
  - Expanded-Learning Opportunities (ELO) grant - \$3.0M
    - TUHSD Uses: 2021-22 student learning supports, Summer School 2022, 3 TOSA's, 1 POSA, student devices, additional Academic Workshop classes, social-emotional resources & Wellness supports, nutrition and staff professional development
  - ELO Paraprofessional (ELO-Paras) grant - \$337k
    - TUHSD Uses: Paraeducators to support the ELO (as needed) and prevent the layoff of paraeducators



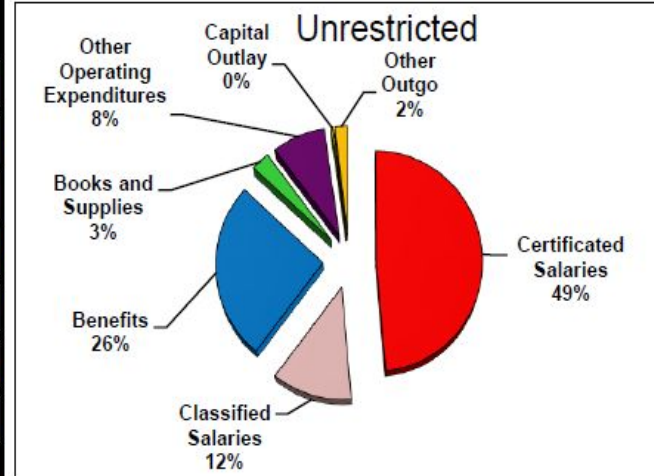
# Education Protection Account (EPA)

As specified in Proposition 30, EPA K-14 general purpose funds must be utilized for instructional purposes.

<b>Education Protection Account (EPA) Budget</b> <i>2021-22 Fiscal Year</i>	
Description	Amount
<b>BEGINNING BALANCE</b>	\$0
<b>BUDGETED EPA REVENUES:</b>	
<i>Estimated EPA Funds</i>	\$985,994
<b>BUDGETED EPA EXPENDITURES:</b>	
<i>Certificated Instructional Salaries</i>	\$709,673
<i>Certificated Instructional Benefits</i>	\$276,321
<b>TOTAL</b>	\$985,994
<b>ENDING BALANCE</b>	\$0

# General Fund Expenditures

Description	Unrestricted	Combined
Certificated Salaries	\$33,291,032	\$40,302,681
Classified Salaries	\$8,028,835	\$12,061,908
Benefits (Payroll Taxes and Health & Welfare Contributions)	\$17,841,869	\$27,338,871
Books and Supplies	\$1,929,370	\$3,010,083
Other Operating Expenditures	\$5,529,323	\$12,907,575
Capital Outlay	\$175,445	\$180,445
Other Outgo	\$1,378,556	\$3,155,141
<b>TOTAL</b>	<b>\$68,174,430</b>	<b>\$98,956,704</b>



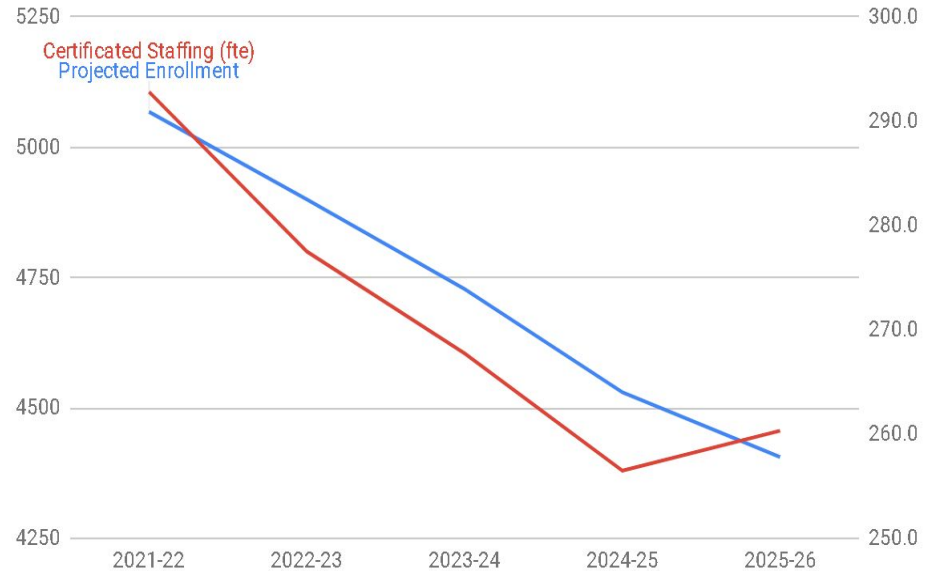
Salaries and benefits comprise approximately 87% of the District's unrestricted expenditures, and approximately 81% of the combined General Fund expenditures.

# Key Budget Assumptions - Expenditures

## Enrollment & Certificated Staffing projections:

School Year	Projected Enrollment	Difference from Prior Year	Certificated Staffing (fte)	Difference from Prior Year
2021-22	5068	-16	292.8	-0.9
2022-23	4900	-168	277.5	-15.3
2023-24	4728	-172	267.7	-9.8
2024-25	4530	-198	256.5	-11.2
2025-26	4406	-124	260.3 *	+ 3.8 *

TUHSD Projected Enrollment & Certificated Staffing



Notes:

\* - Expiration of extended 'Class Size increase' MOU (assumes return to lower class size ratios)

# Key Budget Assumptions - Expenditures (cont'd)



- TFT- & CSEA-represented employee groups have settled on compensation with TUHSD through 2022-23, but not in 2023-24 & beyond
  - Unrepresented employees (Confidential Classified, Management, & Contractual Mgt) is a Reserve Assignment
  - Future cost of a 1% raise in 2023-24 estimated to be approximately \$600k
- Step & Column increases are 1.40% for Certificated and 4.38% for Classified from 2020-21
- Health & Welfare employee benefit increases up 5% annually
- STRS/PERS Pension employer rates still reduced one final year in 2021-22 given 2020-21 State budget
- Utilities expenses projected to increase 4% annually (i.e. MMWD, PG&E, etc)
- Continued historic trend of Special Education costs average annual increase of \$1.1M (*later slide*)
  - Note: Adjustment made for \$1.7M of historical 'budget fall-out', as discussed at January Budget Board Workshop

# STRS & PERS Pension Employer Rates & Costs

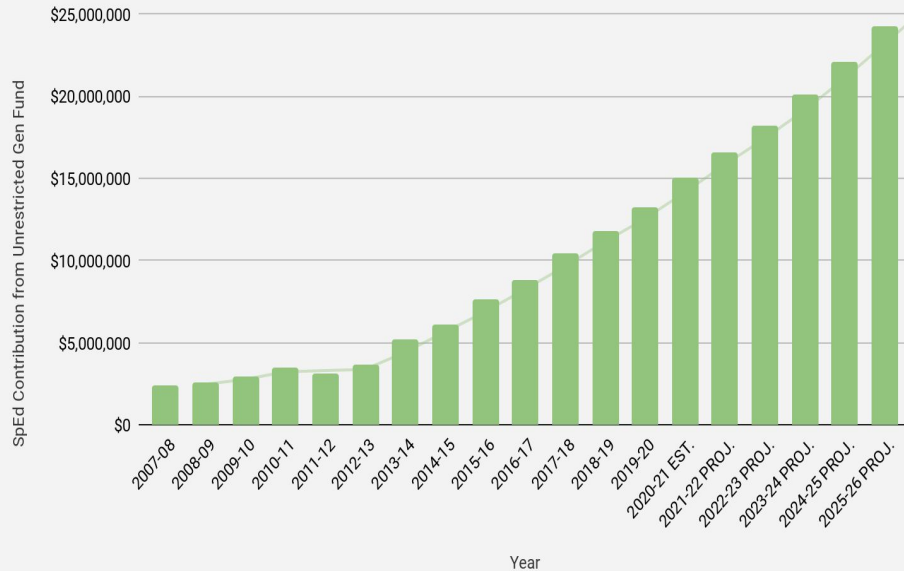
- In 2013, pension rates were re-calculated based on the Public Employee Pension Reform Act that restructured retirement age and benefits
- Compared to 2013-14, increased pension employer rates & costs have more than doubled
- 2020-21 State Budget provided pension relief in 'one-time' savings of \$1,068,000 for 2020-21 & 2021-22

CalPERS Rate Comparison									
	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
<b>Employer Rates</b>	11.85%	13.89%	15.53%	18.06%	19.72%	20.70%	22.91%	26.10%	27.10%
<b>Change</b>		2.04%	1.64%	2.53%	1.66%	0.98%	2.21%	3.19%	1.00%
CalSTRS Rate Comparison									
<b>Employer Rates</b>	10.73%	12.58%	14.43%	16.28%	17.10%	16.15%	16.92%	19.10%	19.10%
<b>Change</b>		1.85%	1.85%	1.85%	0.82%	-0.95%	0.77%	2.18%	0.00%

# Special Education Costs



Historic Contribution to Special Education from Unrestricted General Fund



- TUHSD SpEd contributions have increased from \$2.4M to \$15.1M in 12 years
  - Avg. of \$1.1M increase annually
- In 2012, CA law changed increasing district responsibility for funding special education (NPS, mental health)
- 2016 TUHSD Special Education Audit
  - Recommendation to reduce NPS expenses
- TUHSD currently has 4 Counseling Enriched Classrooms (CEC) and opening 5th at San Andreas in the Fall
  - Estimated savings is \$560k annually per CEC
  - Total savings of about \$2.8M annually

# Reserves & Assignments



# Reserves & Assignments

2021-22 Estimated Ending Fund Balance (Unrestricted) - \$22,041,769 (21.7% reserve level)

Non-Spendable - \$12,000

Assigned - \$18,328,742

Restricted - \$854,404

- 2021-22 Operating Deficit (Unrestricted) - \$794,342
- Textbook Adoption Purchases (Next Gen Science Standards) - \$500,000
- Distance Learning materials & supplies - \$500,000
- Property Tax Uncertainty (1% of prop tax revenues) - \$700,000
- Tentative Agreements with Unrepresented Units - \$1,046,000
- Additional 17% Reserve (less REU), per Board Policy - \$14,038,400

Unassigned - 3% minimum reserve for economic uncertainty (REU) - \$3,047,900

Unassigned (Other) - \$653,127

Reminder: TUHSD Board Policy (BP 3100) establishes a targeted minimum reserve level at 17% of expenditures.



Description	2021-22 Proposed Budget			2022-23 Projected Budget			2023-24 Projected Budget		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
<b>REVENUES</b>									
General Purpose Revenue (A)	73,384,502	-	73,384,502	76,361,026	-	76,361,026	79,441,734	-	79,441,734
Federal Revenue (B)	-	1,268,485	1,268,485	-	1,268,485	1,268,485	-	1,268,485	1,268,485
State Revenue (B)	1,032,750	4,938,737	5,971,487	1,032,750	4,938,737	5,971,487	1,032,750	4,938,737	5,971,487
Local Revenue (C)	16,763,645	2,614,141	19,377,786	17,227,173	2,614,141	19,841,314	17,716,546	2,614,141	20,330,687
<b>TOTAL REVENUES</b>	<b>91,180,897</b>	<b>8,821,363</b>	<b>100,002,260</b>	<b>94,620,949</b>	<b>8,821,363</b>	<b>103,442,312</b>	<b>98,191,030</b>	<b>8,821,363</b>	<b>107,012,393</b>
<b>EXPENDITURES</b>									
Certificated Salaries (D)	33,291,032	7,011,649	40,302,681	35,658,585	5,674,810	41,333,395	34,153,966	5,758,230	39,912,196
Classified Salaries (D)	8,028,835	4,033,073	12,061,908	8,939,310	3,986,231	12,925,541	9,172,626	4,090,272	13,262,898
Benefits (E)	17,841,869	9,497,002	27,338,871	20,061,186	9,203,808	29,264,994	19,866,230	9,387,649	29,253,879
Books and Supplies (F)	1,929,370	1,080,713	3,010,083	2,171,979	838,104	3,010,083	2,171,979	838,104	3,010,083
Other Services & Oper. Exp (G)	5,529,323	7,378,252	12,907,575	6,440,377	7,122,998	13,563,375	6,383,377	7,616,998	14,000,375
Capital Outlay (F)	175,445	5,000	180,445	175,445	5,000	180,445	175,445	5,000	180,445
Other Outgo (H)	1,430,065	1,753,400	3,183,465	1,430,065	1,928,400	3,358,465	1,430,065	2,121,400	3,551,465
Transfer of Indirect Costs	(51,509)	23,185	(28,324)	(51,509)	23,185	(28,324)	(51,509)	23,185	(28,324)
<b>TOTAL EXPENDITURES</b>	<b>68,174,430</b>	<b>30,782,274</b>	<b>98,956,704</b>	<b>74,825,438</b>	<b>28,782,536</b>	<b>103,607,974</b>	<b>73,302,179</b>	<b>29,840,838</b>	<b>103,143,017</b>
<b>EXCESS / (DEFICIENCY)</b>	<b>23,006,467</b>	<b>(21,960,911)</b>	<b>1,045,556</b>	<b>19,795,511</b>	<b>(19,961,173)</b>	<b>(165,662)</b>	<b>24,888,851</b>	<b>(21,019,475)</b>	<b>3,869,376</b>
<b>OTHER SOURCES/USES</b>									
Transfers In	-	-	-	-	-	-	-	-	-
Transfers Out (I)	(2,636,835)	-	(2,636,835)	(628,680)	-	(628,680)	(1,869,779)	-	(1,869,779)
Net Other Sources (Uses)	-	-	-	-	-	-	-	-	-
Contributions to Restricted (J)	(18,178,911)	18,178,911	-	(19,961,173)	19,961,173	-	(21,019,475)	21,019,475	-
<b>TOTAL OTHER SOURCES / USES</b>	<b>(20,815,746)</b>	<b>18,178,911</b>	<b>(2,636,835)</b>	<b>(20,589,853)</b>	<b>19,961,173</b>	<b>(628,680)</b>	<b>(22,889,254)</b>	<b>21,019,475</b>	<b>(1,869,779)</b>
<b>Net Increase (Decrease)</b>	<b>2,190,721</b>	<b>(3,782,000)</b>	<b>(1,591,279)</b>	<b>(794,342)</b>	<b>-</b>	<b>(794,342)</b>	<b>1,999,597</b>	<b>-</b>	<b>1,999,597</b>
<b>FUND BALANCE, RESERVES</b>									
Estimated Beginning Balance	19,851,048	4,636,404	24,487,452	22,041,769	854,404	22,896,173	21,247,427	854,404	22,101,831
<b>Estimated Ending Balance</b>	<b>22,041,769</b>	<b>854,404</b>	<b>22,896,173</b>	<b>21,247,427</b>	<b>854,404</b>	<b>22,101,831</b>	<b>23,247,024</b>	<b>854,404</b>	<b>24,101,428</b>
Nonspendable	12,000	-	12,000	12,000	-	12,000	12,000	-	12,000
Restricted	-	854,404	854,404	-	854,404	854,404	-	854,404	854,404
Assigned	18,328,742	-	18,328,742	17,534,400	-	17,534,400	17,534,400	-	17,534,400
Unassigned - REU @ 3%	3,047,900	-	3,047,900	3,127,100	-	3,127,100	3,150,400	-	3,150,400
Unassigned - Other	653,127	0	653,127	573,927	0	573,927	2,550,224	0	2,550,224
<b>Total - Est. Fund Balance</b>	<b>22,041,769</b>	<b>854,404</b>	<b>22,896,173</b>	<b>21,247,427</b>	<b>854,404</b>	<b>22,101,831</b>	<b>23,247,024</b>	<b>854,404</b>	<b>24,101,428</b>

Fund Balance Reserve Percentage  
(Combined Assigned & Unassigned)

21.68%

20.37%

22.13%

# TUHSD Summary of Multi-Year Projections

	2020-21	2021-22	2022-23 #	2023-24 *
<b>Operating Surplus (Deficit)</b> <i>(March 2021)</i>	<b>\$(445k)</b>	<b>\$(777k)</b>	<b>\$(3.2M)</b>	<b>\$(2.7M)</b>
<b>Ending Fund Balance/Reserve</b> <i>(March 2021)</i>	<b>\$17.8M (17.4%)</b>	<b>\$17.0M (17.3%)</b>	<b>\$13.8M (13.4%)</b>	<b>\$11.1M (10.5%)</b>
<b>Operating Surplus (Deficit)</b> <i>(June 2021)</i>	<b>\$1.6M</b>	<b>\$2.1M</b>	<b>\$(794k)</b>	<b>\$2.0M</b>
<b>Ending Fund Balance/Reserve</b> <i>(June 2021)</i>	<b>\$19.9M (19.4%)</b>	<b>\$22.0M (21.7%)</b>	<b>\$21.2M (20.4%)</b>	<b>\$23.2M (22.1%)</b>

## Key Assumptions:

\* **Figures do not include any potential increase in staff compensation**

# **Expiration of State pension relief to TUHSD (\$1.1M)**

# Summary of Multi-Year Projections *(official 3-yr & projected 5-yr)*

	2021-22	2022-23 #	2023-24 *	2024-25 *	2025-26 * &
<b>Operating Surplus (Deficit)</b> <i>(June 2021)</i>	\$2.1M	\$ (794k)	\$2.0M	\$4.5M	\$5.5M
<b>Ending Fund Balance/Reserve</b> <i>(June 2021)</i>	\$22.0M (21.7%)	\$21.2M (20.4%)	\$23.2M (22.1%)	\$27.8M (26.2%)	\$33.3M (30.5%)

**Key Assumptions:**

\* Figures do not include any potential increase in staff compensation

# Expiration of State pension relief to TUHSD (\$1.1M)

& Expiration of extended 'Class Size' MOU

# Summary of All Funds

Below is a summary of each Fund's fund balance (or reserve) and estimated changes.

FUND	2020-21	Est. Net Change	2021-22
GENERAL (UNRESTRICTED & RESTRICTED)	\$24,487,452	(\$1,591,279)	\$22,896,173
ADULT EDUCATION	\$119,642	(\$61,600)	\$58,042
CAFETERIA FUND	\$387,719	\$100,000	\$487,719
DEFERRED MAINTENANCE	\$0	\$367,000	\$367,000
SPECIAL RESERVE FUND	\$0	\$0	\$0
FOUNDATION SPECIAL RESERVE	\$53,413	\$300	\$53,713
CAPITAL FACILITIES FUND	\$43,000	\$20,100	\$63,100
CAPITAL OUTLAY	\$4,248,873	\$1,015,000	\$5,263,873
BOND INTEREST & REDEMPTION	\$9,453,614	(\$370,888)	\$9,082,726
SELF-INSURANCE	\$0	\$0	\$0
<b>TOTAL</b>	<b>\$38,793,713</b>	<b>(\$521,367)</b>	<b>\$38,272,346</b>

Note: Deferred Maintenance (Fund 14) will have an estimated fund balance of \$2M, which will be reflected in Unaudited Actuals in September. The entire fund balance is budgeted above as a placeholder for departmental purposes.

# Uncertainties & Prudence



# Uncertainties & Prudence



- Unknown duration of local economic recovery, related Prop 13 inflation & impact on local property tax revenues
- TUHSD is now past 'peak enrollment' in 2020-21 with ongoing projected declines through current Kindergarten class
  - *Will current Marin real estate growth translate into increase in future students?*
- New 'Class Size Increase' MOU expires in 2025-2026 school year
- TFT and CSEA employee groups have settled on compensation with TUHSD through 2022-23, but not beyond
  - Future cost of a 1% raise in 2023-24 estimated to be \$600k
- Concerns about future increases to STRS & PERS pension rates given statewide loss of enrollment & staff paying into pension systems
- COVID relief funding: One-time revenues = One-time expenditures (i.e. no ongoing services)
- Statewide trend of Special Education costs increases continue (unfunded mandate)
- After 'one-time' relief (i.e. COVID funds, State pension relief, new Class Size MOU) expires, TUHSD is projecting balanced budgets in the official 3-year MYP and surpluses in the 5-year projection.

# 2021-22 Budget Calendar & Key Dates



- May 2021 Governor's May Revise Budget Proposal for 2021-22
- June 2021 CA State Legislature must propose budget plan by June 15th  
TUHSD must adopt a budget by June 30th
- August 2021 Potential TUHSD 45-day budget revision for 2021-22, pending State budget
- September 2021 Unaudited Actuals Budget Report for 2020-21
- December 2021 1st Interim Budget Report for 2021-22

# Questions? Comments?

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*Special thanks to our Principals for their help in finalizing teacher staffing during an extraordinarily busy Spring!*





**TAMALPAIS UNION HIGH SCHOOL DISTRICT**

# **2020-21 Unaudited Actuals**

September 14, 2021

# So.... why do Unaudited Actuals?



- Unaudited actuals are the last major 'look back' at the previous fiscal year
- Looking at actual revenues & expenditures for 2020-21
  - Not budget (i.e. Budget Adoption, 1st & 2nd Interim, Estimated Actuals)
- Comparison: Estimated Actuals (June 2021) vs. Unaudited Actuals (Sept 2021)
  - Goal: provides feedback on accuracy of District's budgeting process
    - Accuracy = as close to zero as possible
  - Difference between the two only impacts the 2021-22 Beginning Fund Balance (Reserve)
  - Difference does not impact our 2021-22 budget & multi-year projection
  - Primarily focused on Unrestricted & other key funds for analysis
- Required by Ed Code

# Agenda



- Revenue Drivers & Factors
- General Fund Revenue & Expenditure Categories
- Contributions & Transfers from General Fund
- General Fund Activity Summary
- Reconciliation of Estimated Actuals to Unaudited Actuals
- Activity & Balances (all Funds)
- Uncertainties & Prudence
- Next Steps & Questions

# Revenue Drivers & Factors

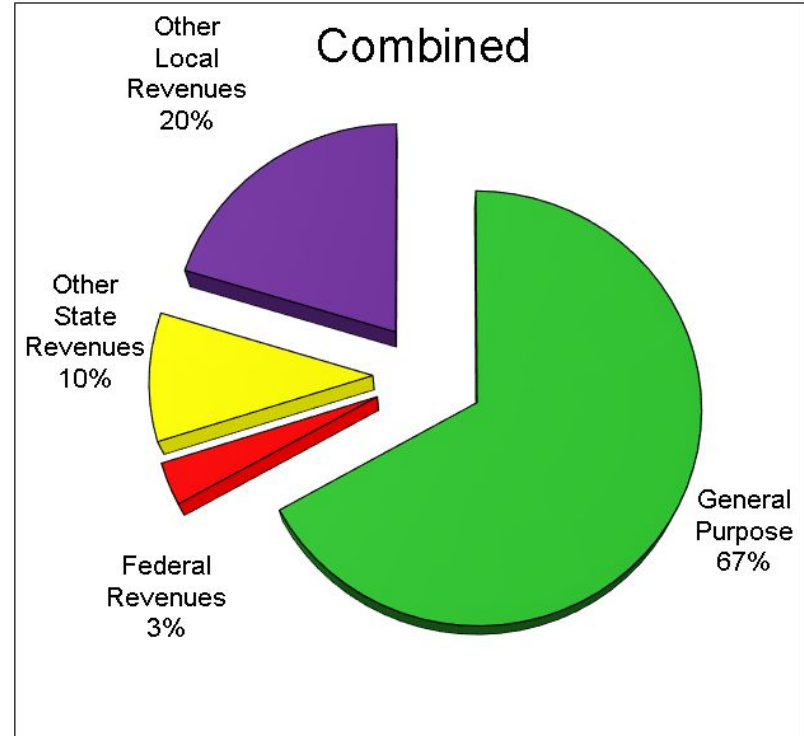


- 2020-21 Average Daily Attendance (ADA)
  - Actual ADA was 4,929, which is an increase of 82 students from 2019-20
  - Reminder: ADA is different than enrollment (5,093 students)
- Due to the fact that TUHSD is 'basic aid', the increase in ADA from 2019-20 does not significantly impact operating revenues
- Property taxes received during the fiscal year were \$69.2M, which was an increase of approximately \$3.6M from 2019-20 and represents a 5.56% increase

# Sources of 2020-21 General Revenue (combined)

- General Purpose \$ 69,726,055
  - Property taxes, EPA, minimum State Aid
- State Funding \$ 10,028,758
  - COVID relief, Lottery, Special Education, etc.
- Federal Funding \$ 3,343,730
  - COVID relief, Title I, Title II, etc.
- Local Revenue \$ 21,159,390
  - Parcel taxes, Foundations, facilities fees, interest

**TOTAL: \$ 104,257,933**



# Education Protection Account (EPA)



- Approved by CA voters in 2012 (Prop 30) after 'Great Recession'
- Funding must be used for instructional purposes

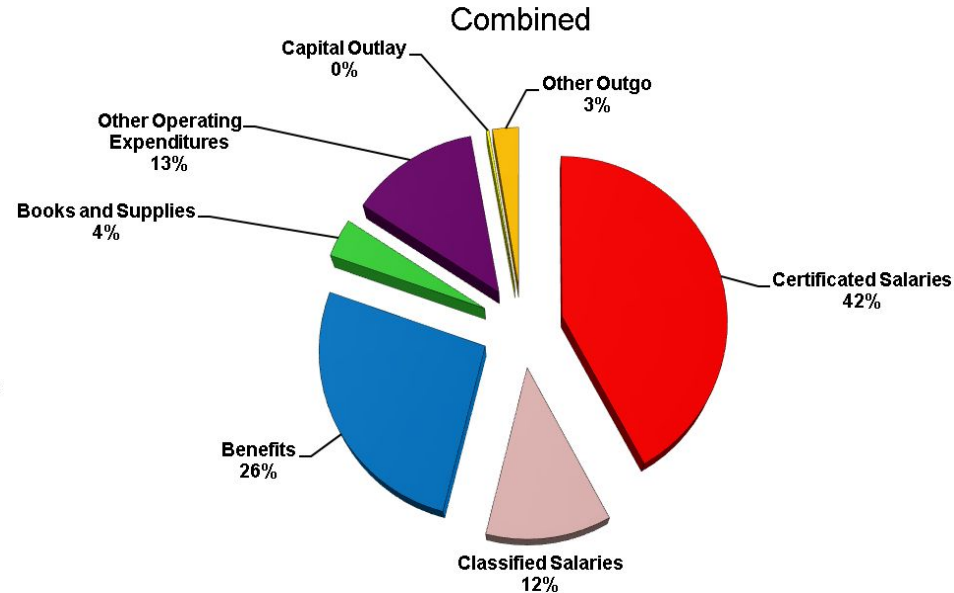
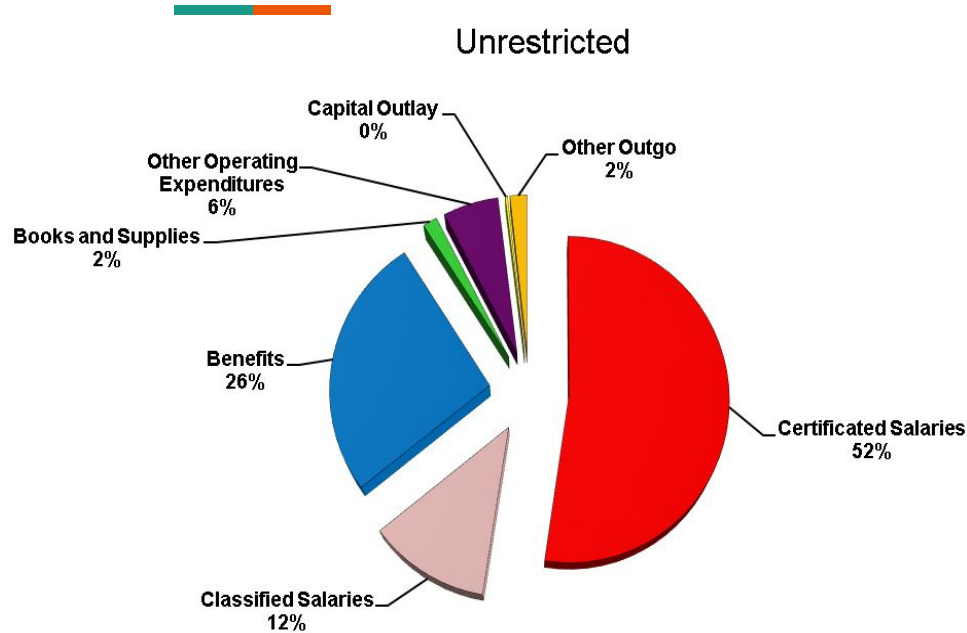
<b>Education Protection Account (EPA) Budget</b> <i>2020-21 Fiscal Year</i>	
Description	Amount
<b>BEGINNING BALANCE</b>	\$0
<b>EPA REVENUES:</b>	
<i>EPA Funds</i>	\$986,578
<b>EPA EXPENDITURES:</b>	
<i>Certificated Instructional Salaries</i>	\$723,458
<i>Certificated Instructional Benefits</i>	\$263,120
<b>TOTAL</b>	\$986,578
<b>ENDING BALANCE</b>	\$0

# General Fund Expenditures

Description	Unrestricted	Combined
Certificated Salaries	\$33,915,295	\$39,870,193
Classified Salaries	\$7,699,096	\$11,276,091
Benefits (Payroll Taxes and Health & Welfare Contributions)	\$17,019,273	\$25,050,985
Books and Supplies	\$970,774	\$3,620,635
Other Operating Expenditures	\$3,729,379	\$12,332,986
Capital Outlay	\$157,199	\$246,002
Other Outgo	\$1,137,626	\$2,479,530
<b>TOTAL</b>	<b>\$64,628,643</b>	<b>\$94,876,422</b>

81% of combined General Fund expenditures are salary and benefits

# General Fund Expenditures



91% of Unrestricted General Fund expenditures are salary & benefits



# General Fund Contributions & Transfers



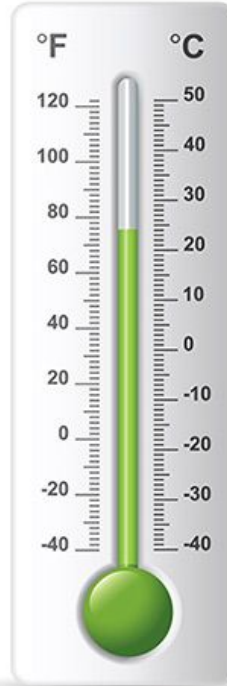
Description	Unaudited Actuals
Special Education - Instruction	\$12,798,281
Restricted Maintenance Account	\$3,788,817
Career Technical Education	\$141,467
Contributions from Foundations	(\$199,586)
<b>TOTAL CONTRIBUTIONS</b>	<b>\$16,528,979</b>

In addition to the above contributions, the District transferred \$543k to the Cafeteria Special Revenue Fund, \$1.16 million to Deferred Maintenance Fund and \$2.18 million to the Capital Outlay Reserve Fund.

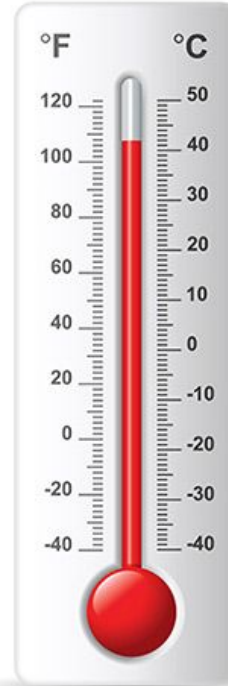
# Unaudited Actuals 'Success Criteria'



**+/-1% = Great**  
(about \$935k)




**+/-2% = Good**  
(about \$1.87M)



**+/-3% = OK**  
(about \$2.8M)

Note: Percentage is difference relative to total expenditures & other sources/uses

# Looking back at 2020-21... June and tonight



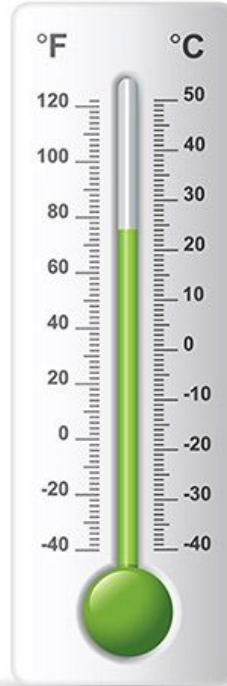
Again, we are looking back at 2020-21 and are comparing our Estimated Actuals (June 2021) to our Unaudited Actuals (September 2021).

- Overall changes between Estimated Actuals and Unaudited Actuals provide savings
- The variance between Estimated Actuals and Unaudited Actuals was about \$2.2 million, or 2.2% of the Unrestricted budget

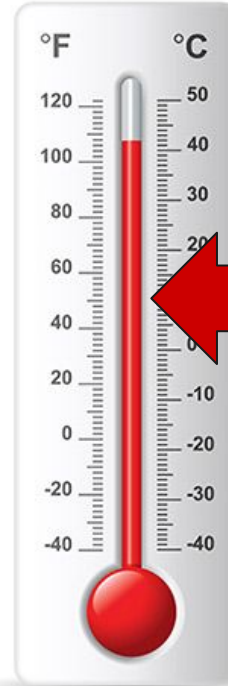
# Unaudited Actuals 'Success Criteria'



+/-1% = Great  
(about \$935k)



+/-2% = Good  
(about \$1.87M)



+/-3% = OK  
(about \$2.8M)



TUHSD is at  
+\$2.2M (2.2%)

Note: Percentage is  
difference relative to  
total expenditures &  
other sources/uses

# Comparison of Estimated Actuals vs. Unaudited Actuals - Impact on Reserves

<i>Description</i>	<i>Unrestricted Projected Operating Surplus</i>	<i>Ending Fund Balance (Reserve)</i>
2020-21 Estimated Actuals Projection (June)	\$ 1,593,393	\$ 19,851,048
<i>Changes</i>	\$ 2,150,272	\$ 2,150,272
2020-21 Unaudited Actuals Projection (September)	\$ 3,743,665	\$ 22,001,320

# Components for Change in Unrestricted General Fund Reserve

Description of Significant Variance Components	Amount
Property & Parcel taxes revenues higher than estimated in June	\$6k
State lottery revenue higher than estimated in June	\$156k
Local revenues (Foundations, Facilities rentals, Interest) higher than estimated in June	\$318k
Expenditures less than anticipated in all categories (primarily during Spring COVID-19 school closures & use of COVID restricted funds)	\$1.6M
Contributions to Special Education were less than estimated (both increased revenues & decreased expenditures primarily for Non Public School placements)	\$2.5M
Transfers out to other funds were more than estimated (Facilities funds, Nutrition)	(\$2.4M)
<b>Total Variance</b>	<b>\$2.2M</b>

2020-21 General Fund Summary: In June, the estimated operating surplus for 2020-21 was \$1.6M. In September, the surplus is \$2.2M more than June and the unaudited actuals operating surplus for 2020-21 is now \$3.7M.

# Components of 2020-21 Ending General Fund Balance (Reserve)



As a result of operations for 2020-21, the General Fund unrestricted ending fund balance is \$22.0M (estimated at \$19.9M in June), and restricted portion is \$6.1M, for a total of \$28.1M.

The components of the District's unrestricted fund balance are as follows:

- Revolving cash & other nonspendable items - \$425k
- Assignments (i.e. 21-22 deficit spending, NGSS Textbook Adoption & Distance Learning) - \$18.3M
- Economic Uncertainty (3%) - \$2.9M
- Unassigned /Unappropriated - \$319k

The unrestricted reserve represents a 22.1% reserve level, which is above the targeted minimum reserve level of 17%, per Board Policy 3100 .

The reserve as of budget adoption (June 2021) is projected to increase by \$2.2M in the current year, but is projected to decrease by **\$794k** in 2022-23, and then an increase of \$2.0M in 2023-24.

## 2020-21 Ending Fund Balances (all funds)

As illustrated below, all Funds have a positive ending fund balance at June 30, 2021.

FUND	2019-20	Net Change	2020-21
GENERAL (UNRESTRICTED & RESTRICTED)	\$21,293,313	\$6,815,197	\$28,108,510
STUDENT ACTIVITY SPECIAL RESERVE	\$1,122,271	(\$124,333)	\$997,938
ADULT EDUCATION	\$582,778	\$170,600	\$753,378
CAFETERIA	\$501,834	(\$111,996)	\$389,838
DEFERRED MAINTENANCE	\$2,435,481	\$259,505	\$2,694,986
SPECIAL RESERVE	\$9,280	(\$9,280)	\$0
FOUNDATION	\$53,413	\$368	\$53,781
BUILDING	\$0	\$0	\$0
CAPITAL FACILITIES	\$308,172	\$171,455	\$479,627
CAPITAL OUTLAY	\$3,943,873	\$1,939,509	\$5,883,383
BOND INTEREST & REDEMPTION	\$9,110,109	\$1,114,323	\$10,224,432
SELF INSURANCE	\$66,771	(\$66,771)	\$0
<b>TOTAL</b>	<b>\$39,427,295</b>	<b>\$10,158,578</b>	<b>\$49,585,873</b>



# Uncertainties & Prudence: *Moving forward...*

- COVID-19 Delta variant and potential impact on economy, related Prop 13 inflation cap & local property tax revenues
- Scheduled large facilities projects ahead (multiple field replacements, roofing, pool replastering, etc)
- TUHSD is now past 'peak enrollment' in 2020-21 with ongoing projected declines through current Kindergarten class
  - *Will current Marin real estate growth translate into increase in future students?*
- Extended 'Class Size Increase' MOU expires in 2025-2026 school year
- TFT and CSEA employee groups have settled on compensation with TUHSD through 2022-23, but not beyond
  - Future cost of a 1% raise in 2023-24 estimated to be \$600k
- Concerns about future increases to STRS & PERS pension rates given statewide loss of enrollment & staff paying into pension systems
- COVID relief funding: One-time revenues = One-time expenditures (i.e. no ongoing services)
- Statewide trend of Special Education costs increases continue (unfunded mandate)
- After 'one-time' relief (i.e. COVID funds, State pension relief, Class Size MOU) expires, TUHSD is projecting balanced budgets in the official 3-year MYP and surpluses in the 5-year projection.

# Next Steps



- Business staff has finished closing the books - *BIG shout-out to the Business Office staff!*
- The auditors express an opinion
  - *“In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2021...”*
    - This is the opinion we want and expect to see!
    - District’s external auditors will conduct fieldwork in November and will render an opinion by December 15th
    - Audit report will be shared with the Board in January

## ***Questions & Comments?***

**Agenda:**

[Click here](#) for agenda materials:

## **1.0 Call to Order**

Zoom Link:

(please mute your audio when not speaking)

The meeting was called to order by Robin Moses at 8:37a.m.

## **2.0 Information Q&A: Brief COVID-19 update**

Corbett shared that Marin County has moved from the purple to the red tier and is now in the orange tier. Every teacher in the county has been offered at least the first vaccine. School reopened on March 3, 2021 to in person instruction, in a brief cohort model, that has been largely successful. No in school transmissions. Able to open 100% in person instruction on Tuesday, April 13<sup>th</sup>, partly that is in coordination with the CDC's revised guidelines on social distancing going from 6 feet to 4 feet in January to now 3 feet. This is a difference of holding 20 students to holding 38 students. We will continue to honor our commitment to those who those families/citizens who want or need to remain at home through June. Lastly, we have received one time funding from the state and federal for covid relief, one time funding, which provides additional funding to support those students who have fallen behind.

The committee discussed investing in more infrastructure, student attendance (in-person or distance learning) and grading.

### **2.1) Share results of parcel tax Measure M election from November 3rd, 2020**

- **Measure M:** 73.63% voted 'yes' out of 70,386 votes
- **Measure B in March 2020:** 62.91% voted 'yes' out of 53,232 votes
- 2/3rd or 66.67% 'yes' votes needed for parcel tax passage in California

Corbett reviewed the results of the November 3, 2020 election for the Measure M Parcel Tax showed overwhelming support from our community, not seen up and down CA. There was some discussion on maintaining this infrastructure or bringing in new people to take on the leadership role in 2023.

## **3.0 Discussion/Action Items**

### **3.1) Review & Discuss [Parcel Tax COC Bylaws](#) & [Ballot Measure \(J\)](#)**

Purpose: Audit function; not decision-making

- Duties: Ensure expenditures align with ballot measure

Robin reminded everyone that the purpose of the committee is audit function, not decision-making. Making sure that our expenditures align with the ballot measure.

- For 2020-21 school year, PTCOC will continue to provide oversight solely on Measure J

For now we are focusing on Measure J and next year we will move into being the oversight committee for Measure M.

- For 2021-22 school year, PTCOC will transition to oversight (with same purpose & allowable uses in ballot language) of Measure M

We only meet a couple of times a year. I wanted to have that in the minutes, as a reminder to the public if they want to review the minutes. Measure M passed in November 2020 and it does have a semi-pro rated, a partial year factor related to this year and to keep it clean and clear to the public, we are planning on our body, in this current year, only auditing Measure J, which passed in 2018. Next year, 2021-22 school year, the first full annual revenue of Measure M, we will be solely focused on Measure M and Measure J will disappear.

### **3.2) TUHSD Budget Overview - Discuss 2020-21 2nd interim budget report presentation**

- 2nd Interim budget report [slidedeck](#)  
Corbett shared and reviewed the March 2<sup>nd</sup> Interim budget slides. We have an official 3 year, state required multi-year projection but we choose to do an internal 5 year. We have not included any potential staff compensations as we are not allowed to budget for them because that is violating collective bargaining and it would be considered bargaining in public.
- Discuss impact of Measure M passing, economic impact of COVID, future Fiscal Advisory committee to recommend budget cuts for 2022-23, and next steps  
Facts were reviewed on the economy opening up, the K-shaped recovery. Wall Street is very doing well, real estate market is doing well but mainstream is not doing as well economically. Regarding PERS/STRS pension reform, these are the 2 years were the state stepped in and artificially decreased the rates below where they were scheduled to be. Our concern is for the 2022-23, it increases 2% in the STRS system and over 3.3%, a jump of 1.1 million of additional district expenditures.

We are in good position to maintain our infrastructure, not to renovate, but to keep it up to current standards.

We are receiving an additional 6 million in covid relief, one time funding, that we have to use over the next two to three years and we are in the current stages of planning that out.

Lastly, even with the covid relief and what we have discussed, we knew that we would have to make some budget cuts as a result of measure B not passing. Once we have clarity on salary compensation, if any, and property tax revenue in June, then we can crunch numbers and find out what size of budget cuts we need to make. We will bring it to the board to get direction on how much and which year and we will bring it back to our Fiscal Advisory Committee to provide input.

### **3.4) Review PTCOC Communications protocols**

- PTCOC Website: <https://www.tamdistrict.org/Page/12317>  
If you have questions you can contact Corbett, but we don't talk among ourselves.

### **3.5) Approve Minutes of the September 30th, 2020 PTCOC Meeting**

- See link to 'agenda materials' at the top of this page for [draft Minutes](#)  
Bill made a motion to approve the minutes of the September 30<sup>th</sup>, 2020  
Tammy seconded  
All in Favor - Ayes

#### **4.0 Future Agenda Items**

Open this up to the rest of the community members, if there are any future agenda items you would like to see on the agenda, please give your input to Robin, John or Corbett for consideration and plan for the next meeting. This is not your only opportunity but if you think of anything, please ask.

#### **5.0 Public Comment on Non-Agenda Items**

At this time members of the public may address the PTCOC on any items, not on the agenda that are within the subject matter jurisdiction of the PTCOC. Speakers are requested to limit their remarks to no more than three minutes.

Zoom Web-Conferencing Norms: Members of the public who wish to address the Committee are asked to use Zoom 'Reactions' feature at the bottom of your Zoom window and either use the 'hand' symbol to communicate to the Chairperson that you would like to address the Committee. When the Chairperson calls your name to make your public comment, please do not forget to 'unmute' your audio feature at this time so you can be heard.

The host sees no one waiting to comment.

#### **6.0 Next Meeting**

Date: October 6, 2021 from 8:30-10:30am in Kreps Conference Center  
(or Zoom as needed) to review draft 2020-21 annual report for Measure J

#### **7.0 Adjournment**

Meeting was adjourned at 9:43am.

***The Tamalpais Union High School District Parcel Tax Oversight Committee meetings are open to the public.  
The public is encouraged to attend.***

***For more information, please call Lorie Perez, Administrative Assistant, at 415-945-1037***