

TO: Board of Education

FROM: Randall Booker, Superintendent
Song Chin-Bendib, Assistant Superintendent, Business Services
Michelle Nguyen, Director of Fiscal Services

SUBJECT: **REVIEW 2016-17 REVISED BUDGET (AS REQUIRED BY ED CODE 42127(i)(4)) AND PROVIDE INFORMATION REGARDING IMPLICATIONS OF STATE BUDGET ON FUTURE DISTRICT BUDGET DEVELOPMENT; PROVIDE INFORMATION ON THE 2016-17 BUDGET ADVISORY CALENDAR**

I. SUPPORT INFORMATION

On June 27, 2016, the Governor signed the 2016-17 State Budget into law. Pursuant to Education Code 42127(i) (4) not later than 45 days after the Governor signs the Annual Budget Act, the school district shall make available for public review any revisions in revenues and expenditures that it has made to its budget to reflect the funding made available by the Budget Act.

No Significant Budget Revisions

The Piedmont Unified School District has determined that there are no significant changes to the District's 2016-17 Adopted Budget and Multi-Year Projections bottom line. The cumulative net effect of the changes below is approximately (\$89,245).

Below are the highlights of the Governor's final budget that have an impact on Piedmont USD:

1. LCFF Gap Funding rate changes

	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>
May Revise	54.84%	73.96%	41.22%
Final Budget	54.18%	72.99%	40.36%

Impact to PUSD: Loss of \$28,709 over three years; \$5,201 in 2016-17; \$9,987 in 2017-18 and \$13,521 in 2018-19.

2. One-time discretionary funds for 2016-17

May Revise:	\$237 per ADA
Final Budget:	\$214 per ADA

Impact to PUSD: Loss of \$60,536

The one-time funds are available for any purpose established by the local Board. As in prior years, these funds offset outstanding mandate claims on a dollar-for-dollar basis for those districts with claims.

As a practice, the Budget Advisory Committee consisting of representatives from all stakeholders in the District meets regularly to discuss the District Budget and provide recommendations to the Board of Education in the budget development process. The BAC members also report information on the budget back to their constituent groups.

The first BAC meeting in FY 2016-17 is Thursday, September 8, 2016, which is after the close of the 2015-16 books. The number of BAC meeting dates has been adjusted to more align with critical fiscal milestones of the District and the release of the Governor's proposed budget and the May Revise.

School Boards must revise budgets for the current year based on the "Unaudited Actuals" from the previous year by September 15th of each year. The 2015-16 Unaudited Actuals and 2016-17 Revised Budget will be presented at the September 14, 2016, Regular Board Meeting.

Below are the scheduled Budget Advisory Committee meeting dates for 2016-17:

Thursday, September 8, 2016

Thursday, December 8, 2016

Thursday, March 2, 2017

Thursday, June 8, 2017

II. RECOMMENDATION: INFORMATION