



Covid 19 Budget Implications

Presentation to School Board
April 16, 2020 Meeting

Historical Economic Perspective 2008-2018

Economic Decline 2008-2010; Slow recovery 2011-2014; Significant increases in property taxes and RDA funds returned to Districts 2014-2020

Federal stimulus package ARRA was twice as large as current stimulus.

As State recovered one time monies increased revenue to school Districts this ended in 2018.

2013-14 State Pension reform began increasing Employer Contribution nearly tripled the cost to employers

State Economy

State-All prior proposals are off the table. Downward adjustment to COLA from 2.29% and readjust budget projections in August. State has \$20B rainy day fund

To be eligible for State Disaster funding SB 117, State must continue to provide average level of school funding **which would be a 7.8% reduction for 20-21 or \$4.3 Billion correction.**

Decreased Capital Gains: Richest 1% of Californian's pays 50% of the State taxes

Decreased sales tax as many file for State unemployment. May exceed 10%

STRS and PERS-Both funds suffered huge losses. CalPers could seek employer reimbursement > 30%. STRS allowed to increase by 1% annually starting 21-22.

Anticipated Revenue Impact

Decreased property values-Secured Property Taxes largely set for 20-21 at an estimated 3.93% increase. This will adjust downward based on unsecured taxes and appeals. Current projections at 4%. Bigger projected impact in 21-22 and 22-23 currently projected at 3.5% and 5% respectively.

1% adjustments to property taxes = \$325,000

State SB117 Funding received approximately \$50K

FEMA application submitted for unreimbursed expenses incurred for disaster

Federal Stimulus CARE is distributed according to Title 1 or ~\$100K for LGUSD

Loss of facilities rental fees of approximately ~\$100K

Anticipated Expense Impact

Savings in current year add to Reserve Balances-

Administrative Staff Retirement, Substitutes, Supplies & Utilities ~ \$400K

Classroom supplies possibly \$100K savings will be realized by H&SC

Professional Development and Other Contracted Services ~ \$100K

Curriculum budgeted at \$350K annually for new adoptions can be delayed

Salary adjustment 2% and STRS/PERS .5% annual adjustments are included in current projections. Subject to negotiations

Recommendations

Elementary school enrollment is stable and middle school maintaining programs.

Maintain existing Certificated staff positions and hold on any new positions

Fund Balance built in safety net.

Utilize to maintain programs if property taxes decline below projections or parcel tax expires

Current property tax projections likely adjusted by > \$500K in 22-23 and expenses needed to be adjusted accordingly.

Business Services Updates

Business services transition to electronic forms and approvals.

Accounts Payable, Accounts Receivable and Payroll transitioning to receiving all transactions electronically and submitting all approvals electronically

Facilities & Maintenance

Scheduled through year end to maintain safe and sanitary physical plant

Child Nutrition

Serving between 300-400 meals M-F including breakfast and lunch

Using SCPHD safety regulations and socially distancing service

Child Nutrition



Child Nutrition



Child Nutrition-Wellness Committee

LOS GATOS UNION SCHOOL DISTRICT

MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY
<p>Lemon Garlic Chicken with Herb Potatoes</p> <p>WG Pork Eggroll or Chicken & Vegetable Eggroll & Fried Rice - V</p> <p>All-Natural Ham & Swiss Sub Sandwich with Shredded Lettuce & Sliced Tomato on a Whole Grain Rich Roll</p>	<p>100% All Beef Soft Tacos, Cheddar Cheese, Diced Tomatoes, and Shredded Lettuce</p> <p>4 Cheese Whole Grain Rich Pasta with Peas - V</p> <p>Chinese Chicken Salad with Wonton Strips</p> <p><u>BLOSSOM HILL</u> Mountain Mikes Pepperoni or Cheese Pizza</p>	<p>Pasta Marinara with All-Natural Chicken & Herb Meatballs</p> <p>Grilled Cheddar Cheese Sandwich with Sliced Tomato on Whole Grain Rich Sliced Bread - V</p>	<p>Carnitas Burrito. Carnitas, Mexican Rice, Cheese, Pico De Gallo, Tortilla</p> <p>100% All Beef Hamburger with lettuce and Tomato on a Whole Grain Rich Bun</p> <p>Greek Salad with Olives, Cucumber, Cherry Tomatoes, Red Onion, and Feta Cheese - V</p> <p><u>DAVES</u> Mountain Mikes Pepperoni or Cheese Pizza</p>	<p>Shepherd's Pie. 100% All Ground Beef, Mashed Potatoes, Sweet Corn, and Cheddar Cheese</p> <p>Veggie Lo Mein Noodles. Noodles, Zucchini, Carrots, Peas, and Green Beans - V</p> <p>Turkey & Cheese Pinwheel. All-Natural Turkey, Spinach, Tomato, Cheddar Cheese, Ranch</p>



Maintenance & Facility Update

Thomas Lettiere
Director of Maintenance and Operations

Grounds :

- Mowing and Maintaining all grounds at sites on a rotational basis.
- Daily Site Checks at all campus to ensure that access to outdoor structures , fields & tracks are secure.
- Ensuring that all sites landscapes are maintained to the district standard during the closures.
- Daily checks of sites irrigation systems.
- Giving access to contractors when emergency repairs are needed.

Custodian support :

- Cleaned and Sanitized all rooms and common areas at all sites week of the 16-20th
- Working currently with food service staff on daily cleaning of kitchen and tables used during daily food distribution.
- Week of the 6th re-cleaned and sanitized rooms teachers accessed 4-1 & 4-2 to gather supplies.
- Worked with Tech Staff and cleaned and sanitized 180 chromebooks for distribution to students from all sites.

Maintenance Support :

- Daily site system checks during these past weeks. (Boilers , Plumbing , HVAC, Alarm systems) and general security of all campuses on a rotational basis
- Gathered 1k pairs of gloves from RJF science dept for distribution to local hospitals.
- Set up Designated drop off days for all delivery services to the warehouse and district office.
- Monitor alarm system daily and responding to all calls.

During this time we are offering support to our LGUSD staff in many ways while keeping our campuses clean and safe.







Any Questions?