

# BUDGET STUDY UPDATE

PRESENTED TO THE  
BOARD OF EDUCATION  
MAY 26, 2020



# AGENDA



MAY REVISE OVERVIEW



IMPACT TO SYLVAN

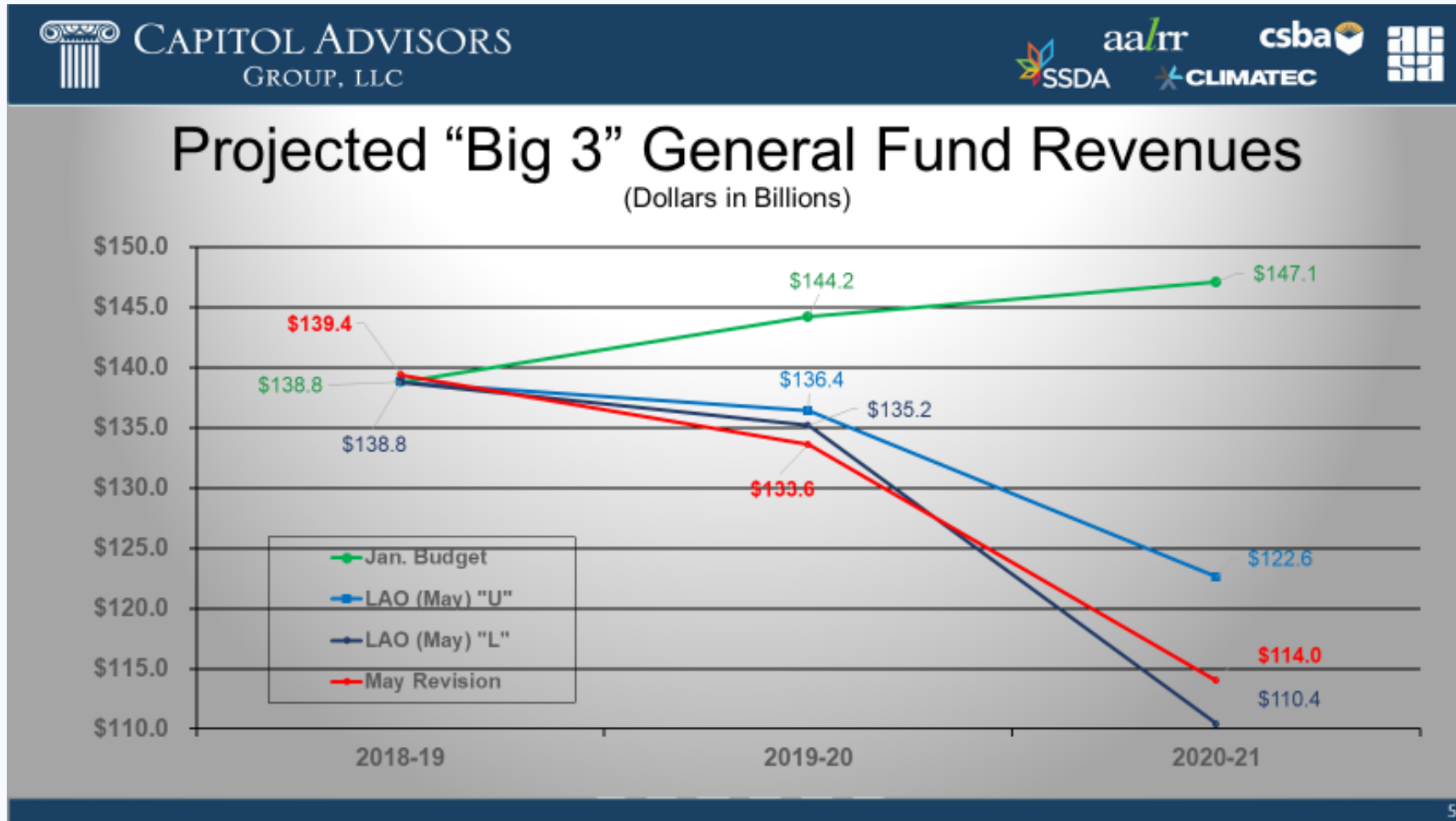


NEXT STEPS

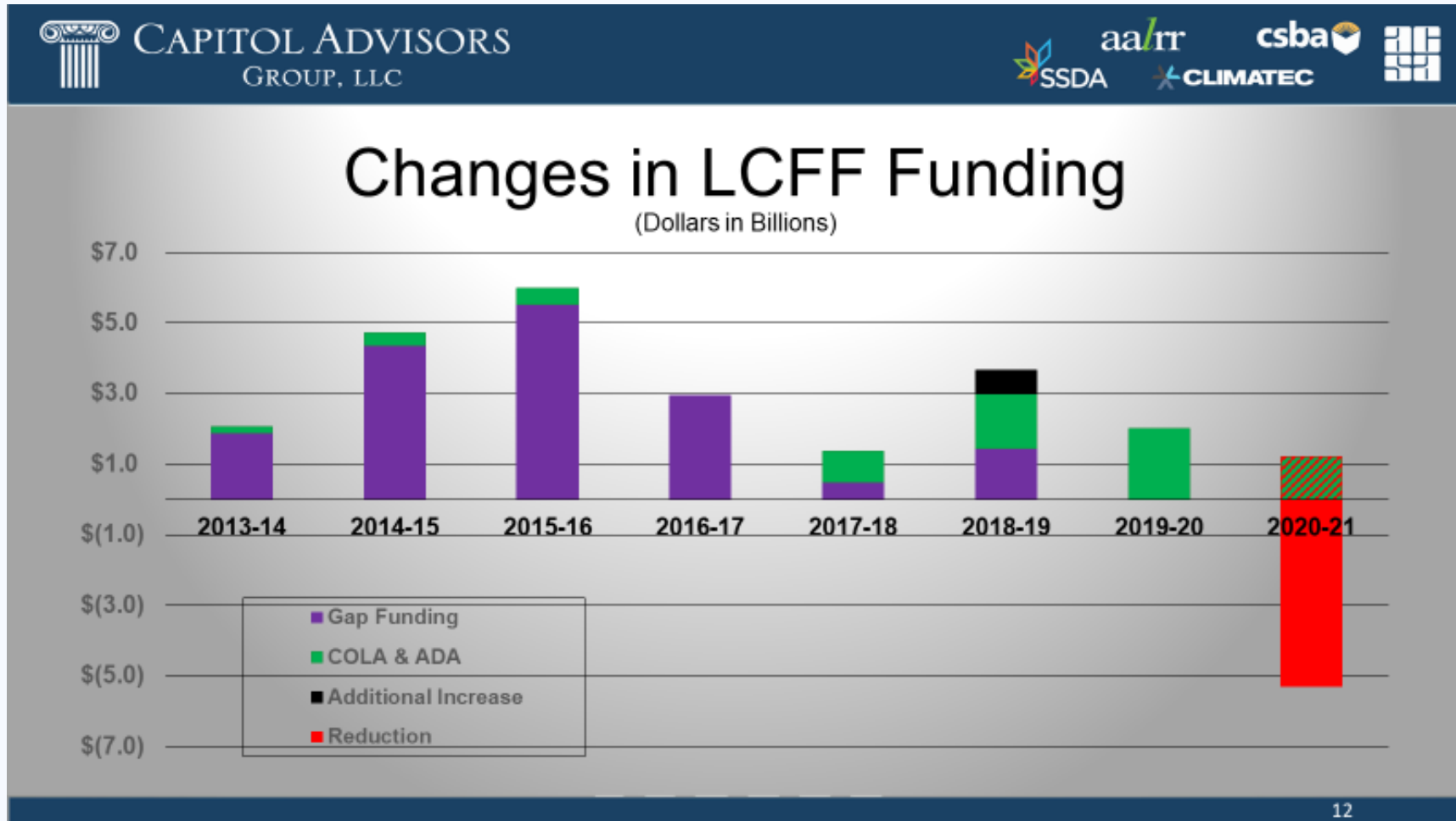
## MAY REVISE OVERVIEW

- CRISIS: Much bigger than state/local budgets
- CALIFORNIA: Governor Newsom forced to turn to federal government
- FEDERAL RELIEF: Deep cuts but some hope for “trigger off” from another federal relief package
- UNCERTAINTY: Must budget from May Revision, but the only certainty is that the final budget will be different from this proposal
- CONFLICT: How to plan for educating students and resolving the conflict between the cost of reopening schools and implementing historically deep cuts

# MAY REVISE OVERVIEW - STATE BUDGET



# MAY REVISE OVERVIEW - STATE BUDGET



# MAY REVISE OVERVIEW - STATE BUDGET



CAPITOL ADVISORS  
GROUP, LLC



aa/rr

CLIMATEC

csba



## District LCFF Entitlement Targets

- Base Grant per ADA (with 2.31% COLA and 10% reduction)
  - K-3 = \$7,092 (-\$610 / -\$786)
  - 4-6 = \$7,199 (-\$619 / -\$798)
  - 7-8 = \$7,413 (-\$638 / -\$822)
  - 9-12 = \$8,590 (-\$739 / -\$953)
- Grade Span Adjustments: 10.4% = \$738 (-\$63 / -\$81) per K-3 ADA; 2.6% = \$223 (-\$19 / -\$25) per 9-12 ADA
- Supplemental Grant = 20% of Adjusted Base Grant
- Concentration Grant = 50% of Adjusted Base Grant
- TIIG and HST Add-ons reduced by 10% from prior years

## IMPACT TO SYLVAN

LCFF Revenue Reduction Projection  
(vs. 2<sup>nd</sup> Interim)

**-7.92% COLA = -\$7.4M**

IMPACT TO SYLVAN

# **Worksheet with Recommendations**



## NEXT STEPS

### Governor's Proposed Budget

( January )

The Budget proposed by the Governor

### May Revision

( May )

Changes to the Governor's Proposed Budget based upon the latest economic forecasts

### Enacted Budget

( Summer )

The Budget passed by the Legislature and signed by the Governor

## NEXT STEPS



May Revise  
Impact  
Next Steps

SUSD Budget Adoption  
Progress & Updates

Governor Approval  
by June 30

SUSD Board Meeting  
to hold budget  
hearing & adoption

Tax Deadline – July 15<sup>th</sup>  
Revisions Aug/Sept