



Scotts Valley Unified School District

Governor's Proposal
for the
2018-19 Education Budget



Overview:

Cost of living increase - COLA

★ Revenue Proposals

Expenditure Proposals

Impact of Proposals

Timeline and the road ahead



COLA History & Projections:

HISTORICAL	2013-14	2014-15	2015-16	2016-17	2017-18
Jan	1.65%	.86%	1.58%	.47%	1.48%
May	1.57%	.85%	1.02%	0.00%	1.56%



PROJECTED	2018-19 Proposed	2019-20 Proposed	2020-21 Proposed	2021-22 Proposed
Jan	2.51%	2.41%	2.80%	3.17%
May			----- COLA ONLY -----	

LCFF fully funded



Fully Funded Local Control Funding Formula (LCFF) by grade span:

Grade Span	2017-18 Base Grant per ADA	2.51% COLA	GSA	2018-19 Adjusted Base Grant per ADA
K-3 **	\$7,193	\$181	\$767 **	\$8,141
4-6	\$7,301	\$183	-	\$7,484
7-8	\$7,518	\$189	-	\$7,707
9-12 **	\$8,712	\$219	\$232 **	\$9,163

** Grade Span Adjustment



Supplemental & Concentration Funding

Grade Span	2018-19 Adjusted Grants per ADA	20% ** Supplemental Grant – Total UPP	50% Concentration Grant – UPP Above 55%
K-3	\$8,141	\$1,628	N/A
4-6	\$7,484	\$1,497	N/A
7-8	\$7,707	\$1,541	N/A
9-12	\$9,163	\$1,833	N/A

- UPP = Unduplicated Pupil Population**

(students who qualify for free and reduced lunch, English language learners, foster and homeless youth)

** Approximately 11% of SV student population qualifies

Scotts Valley does not qualify for these funds



One-time discretionary funding history (per ADA):

2014-15	2015-16	2016-17	2017-18	2018-19 Proposed
\$67	\$529	\$214	\$147	\$295

- *Expenditure of these funds is determined by the local governing board and can be used for any one-time purpose.*

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\$695K

Department of Finance has advised districts not to budget these funds as the legislature is actively looking at reallocating these funds to other programs



Other Revenue

(per ADA):

	2017-18	2018-19 Proposed	2019-20 Proposed	2020-21 Proposed
Lottery	\$194	\$194	\$194	\$194
Mandate Block Grant	K-8: \$ 30.34 9-12: \$ 58.25	K-8: \$ 31.10 9-12: \$ 59.71	K-8: \$ 31.10 9-12: \$ 59.71	K-8: \$ 31.10 9-12: \$ 59.71
Special Ed funding	+ \$7.88	+ \$13.58	??	??



Expenditures

	2017-18	2018-19 Projected	% incr.	2019-20 Projected	% incr.	2020-21 Projected	% incr.
Salary Step & Column:	1.30%	1.30%	1.30%	1.30%	1.30%	1.30%	1.30%
STRS:	14.43%	16.28%	1.85%	18.13%	1.85%	19.10%	.97%
PERS:	15.531%	18.1%	2.57%	20.80%	2.70%	23.8%	3.0%
Benefits:	9.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
% Increase over 3 years:			10.72%		10.85%		10.27%

ESTIMATED Revenue & Expenditures



(in \$\$)

Revenue:	2018-19 Proposed	2019-20 Proposed	TOTAL over 2 years:
COLA + Gap:	+ \$405,000	+ \$363,000	\$768,000
Lottery:	+ 0	+ 0	0
Block Grant:	+ \$ 2,915	+ 0	\$2,915
SpEd funding:	+ \$7,347	??	\$7,347
Expenditures:	Projected Actuals 2018-19	Projected Actuals 2019-20	Projected Actuals over 2 years
Step & Column:	+ \$127,340	+ \$125,717	\$253,057
STRS:	+ \$181,214	+ \$178,904	\$360,118
PERS:	+ \$68,462	+ \$72,669	\$114,131
Benefits:	+ \$189,801	+ \$199,291	\$389,092
TOTAL Decr. to Budget:	(\$151,555)	(\$213,581)	(\$365,136)



Timeline and The Road Ahead



Timeline

- While the State Budget process is complicated and covers six months, here's the process between now and the May Revision

January 16

February

Early Spring

**Governor introduces
State Budget
proposal**

**Budget bill
introduced in both
houses shortly
thereafter**

**Budget trailer bills
are released,
providing critical
details to the
January proposal**

**Budget
subcommittees
examine specific
details of the proposal**

**Some policy decisions
made; most funding
decisions delayed
until the May Revision**

The Road Ahead



☐ Minimum Wage

Effective Date	Minimum Wage
January 1, 2017	\$10.50/hour
January 1, 2018	\$11.00/hour
January 1, 2019	\$12.00/hour
January 1, 2020	\$13.00/hour
January 1, 2021	\$14.00/hour
January 1, 2022	\$15.00/hour

- ☐ CalSTRS and CalPERS employer contributions are still increasing
- ☐ Health and welfare contributions are increasing
- ☐ Contributions to restricted programs continue to increase
- ☐ New Governor and his/her priorities



Questions