



Scotts Valley Unified School District

Governor's Proposal
for the
2018-19 Education Budget



CALIFORNIA REPUBLIC



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%
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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