

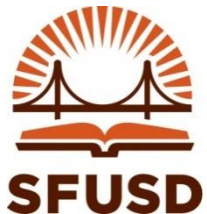
# RECOMMENDED BUDGET AND LCAP FOR FY 2015-2016

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Board of Education

Committee of the Whole

June 16, 2015



San Francisco Public Schools

# Presentation Overview

- Highlight changes to the LCAP since First Reading
- State budget update
- Summary of PEEF and UGF investments
- Gather feedback and address questions
- Review next steps

# Local Control Accountability Plan

- Revised draft LCAP is posted on [sfusd.edu](http://sfusd.edu)
- Staff have responded in writing to PAC / DELAC feedback
- Section 3 (supplemental and concentration grant calculations and expenditures) has been added
- Next steps
  - Refine Section 3 (e.g., provide footnotes, briefly describe expenditures)
  - Consider any additional feedback from PAC / DELAC
  - Final LCAP will be recommended for second reading and adoption at the June 23<sup>rd</sup> regular Board meeting

# State Budget Update

- Legislature passed a budget on 6/15/15 (meeting their constitutional deadline)
  - Legislature assumed LAO's projection of (\$3 billion) more revenues than Governor Brown assumed
  - Total PreK-12 funding is higher than Governor Brown proposed
- The Governor objected to assuming the higher revenues and it was expected that negotiations would continue with the Legislature for the next several days to reach a compromise
- As of a few hours ago, both the Governor and the Legislature have reached agreement on a final 2015-16 budget deal
- The 2015-16 State Budget will use the Governor's lower revenue estimates
- Through a combination of reductions in spending and identified savings in specific items, the agreement on the State budget will allow for the funding of
  - \$500 million for one-time K-12 teacher effectiveness block grant
  - \$265 million to fund 7,000 additional preschool slots and 6,800 child care slots
  - An increase in the reimbursement rate for all providers
- Trailer bills to codify and implement the agreed upon changes in the 2015-16 budget will be worked on over the next several days and sent to the Governor's desk for his approval

## Unrestricted General Fund Expenditure Increases

Increased Expenditures For Commitments Made to Date and New Programs	Amount (\$ millions)
Salaries and Benefits (includes employee raises - all units, incl. increase in contributions to all funds)	22.4
Site-Based Allocations	4.0
Centrally Managed Support to School Sites (Multi-Tiered System of Supports, including IRFs previously on Title I)	2.9
Cal-STRS	5.5
Continuation of Common Core Implementation (previously funded by expiring state grant)	6.8
Contribution to Special Education	4.0
Contribution to Transportation	3.2
Contribution to Student Nutrition	0.4
Contribution to RRM Account (restoration to 3%)	6.7
Pass-Through to County Office	1.0
New Programs/Priorities (On-going & One-time) – <i>See Details of Funded Priorities in Slides 6-9</i>	6.7
<b>Total</b>	<b>63.6</b>

# Summary of UGF and PEEF Investments

Initiative	Funding Source		Total
	UGF	PEEF	
Common Core	715,636	1,114,000	1,829,636
Safe & Supportive Schools	680,000	56,250	736,250
- SOAR	--	539,907	539,907
College & Career Readiness	10,000	--	10,000
Multi-Tiered System of Supports	--	577,675	577,675
Highly Qualified Teachers & Staff	762,803	312,000	1,074,803
Family Engagement	325,926	114,338	440,264
African American Achievement & Leadership Initiative	638,526	148,000	786,526
Multilingual Pathways	--	390,000	390,000
Special Education	790,000	--	790,000
Foster Youth Services	109,094	--	109,094
Ethnic Studies	--	355,057	355,057
School Marketing	114,900	--	114,900
Wellness & Health	--	401,400	401,400
Fund Development	233,000	--	233,000
One time Technology Projects	2,339,470	--	2,339,470
<b>GRAND TOTAL</b>	<b>6,719,355</b>	<b>4,008,627</b>	<b>10,727,982</b>

# Budget Priorities and Highlights

## *New Ongoing and One-time Investments (Total: 6.7M UGF)*

- **Common Core (0.7M)** – support continued implementation after expiration of state grant and expand STEM support, especially for middle grades
- **Safe and Supportive Schools (0.7M)** – increase resources for Restorative Practices, Peer Resources, mentoring, health education, support for students with 504 plans
- **College and Career Readiness (10K)** – provide additional supports to off-track and underserved students, plus career technical education
- **Highly Qualified Teachers/Staff (0.8M)** – stabilize and expand support for beginning teachers (BTSA), diversity recruitment, administrator recruitment, substitute system, and employee evaluation (feedback and support)
- **Family Engagement (0.3M)** – increase budget for translation and fund a new Family Academy

# Budget Priorities and Highlights (cont.)

## *New Ongoing and One-time Investments (Total: 6.7M UGF) (cont.)*

- **African American Achievement and Leadership (0.6M)** – fund initial investments including graduation/college counseling, family engagement, student engagement, extended learning, and staff development
- **Special Education (0.8M)** – interdisciplinary teams + differentials for paraprofessionals, establish a new ARC site for transition students, make progress toward staffing guidelines for school psychologists
- **Foster Youth Services (0.1M)** – stabilize and expand support for cross-functional case management (academic, behavioral, family engagement)
- **School Marketing (0.1M)** – fund a staff position focused on raising visibility and providing targeted outreach for specific schools
- **Fund Development (0.2M)** – provide resources to support 501(c)(3) foundation “SPARK”



# Budget Priorities and Highlights (cont.)

## *New Ongoing and One-time Investments (Total: 6.7M UGF) (cont.)*

- **One-time technology projects (2.3M)**
  - Devices for remaining educators
  - HR management information system
  - Asset management system
  - Budget management system
  - Intranet / employee portal

# Public Education Enrichment Fund (PEEF)

- The PEEF spending plan approved in April included nearly \$9 million of total additional investments vs. FY14-15, due to growth in City revenues and elimination of in-kind services
- Increases in state funding per the May Revision provide an opportunity to reduce the contribution from PEEF to the UGF (i.e., the “Reserve Fund” that was established several years ago to protect WSF allocations from cuts during tough budget years)
- The Superintendent’s budget will reflect significant progress in reducing the Reserve Fund, freeing up more than \$4 million of PEEF to directly fund targeted **new and expanded** investments
- The UGF will in turn absorb the effect of a smaller contribution from PEEF
- PEEF CAC has reviewed the proposed amendments to the spending plan and submitted their recommendations

## Next Steps

- Staff revises budget book for Second Reading – June 19<sup>th</sup>
- Staff prepares SACS forms, finalizes LCAP – June 22<sup>nd</sup>
- Second Reading of LCAP and Budget – June 23<sup>rd</sup>
- School sites revise final budgets – September / October
- Close books for FY14-15
  - Unaudited actuals – October
  - Audited financial statements - December
- First Interim Report for FY15-16 - December