



June 22 Special Meeting

2015-16 Preliminary Budget Draft

Budget Development Board of Education Level by Month

January	Discuss Budget Preview and Process / Review Early <i>Baird Model</i> Forecast / Provide Input for February
February	Review State Budget Info / Provide Direction on Revenue Strategy, Compensation Strategy, and Benefits Strategy / <i>Board Input on Goals - Priorities for 2015-16 at Quarterly Meeting / Gather budget Input via Survey & Advisory Groups/</i>
March	Receive Update on February Direction, Discuss High Level Staffing Strategy / <i>Admin Recommends Options for Budget Solutions based on Additional Input</i> / Provide Input into Form & Content of Budget Report
April	Begin Board Review of Proposed Budget/ Begin Opportunities for Public Input / Adjust Budget as Needed Based on Referendum Results / <i>Agree on Process for BOE budget amendments</i>
May	Continue Board Review of Proposed Budget/ Gather Public Input / 4-week Window for Amendments/ Request Add'l Information as Needed / Early Approval Requests for Budget / <i>Review Options and Set Direction on Health Insurance Plan /</i>
June	Continue Board Review of Proposed Budget/ Gather Public Input / <i>Update on State Budget</i> / Request Add'l Information as Needed / Possible Budget Adoption

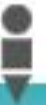
Budget Development

Draft budget posted to district website
Q & A posted each week

Key Dates:

April 27	Initial Board presentation
May 12	Budget input at Operations Workgroup
June 8	Budget input at Operations Workgroup
June 22	Budget input at Special Meeting
June 29	Board vote to amend/adopt preliminary budget
July 1	Fiscal year begins; state aid update

TBD: **State Budget Adoption**



Agenda for June 22

- New Developments Since April 27th Draft
- Tax Levy Update
- Updated Amendment Tracker



Developments Since April 27th Draft of Preliminary Budget:

May 11 Operations Meeting:

Employee Benefits Plan / Health Insurance & ACA

June 1 Special Meeting:

Behavior Education Plan

June 8 Operations Meeting:

State Budget Update

Tax Levy Options & Two-Year Strategy

Developments Since April 27th Draft of Preliminary Budget:

New Draft of Preliminary Budget for June 29 Contains these Updates

- Financial reports based on June 8th Operations Work Group meeting
- Staffing Charts include additional BEP, updated Title I, principals' staffing conversions
- Construction Project – Fund 42 established
- After School Child Care Programs - Fee schedule in addendum

Developments Since April 27th Draft of Preliminary Budget: Revised State Budget Factors

2015-16:

- No Increase in Revenue Limit per Pupil in 2015-16
- Maintains \$150 per pupil categorical aid for 2015-16
- No additional funding in the state equalization aid pool in 2015-16

2016-17:

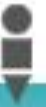
- No Increase in Revenue Limit per Pupil in 2016-17
- Increase of \$100 per pupil in state categorical aid (<1%);
- Increase equalization aid pool \$108 Million for tax relief, not school funding

Other:

- Private voucher and charter proposals could further decrease MMUSD's aid and increase local taxes

Summary of Budget Recommendation

- Recommend using the full tax levy authority available per the revenue limit formula
- Fund essential priority actions - scaled back to \$2.7 million
- Add \$1.9 million to Behavior Education Plan funding, new total of \$3.4 million
- Identify budget reductions and efficiencies totaling \$10.8 million
- Honor salary and benefit commitments while holding health insurance to a zero rate increase
- Create a \$3.2 million reserve (fund balance increase) in 2015-16 to help reduce the budget gap in the following year (2016-17)



Financial Update

Revenue, Expenditure & Levy Summary

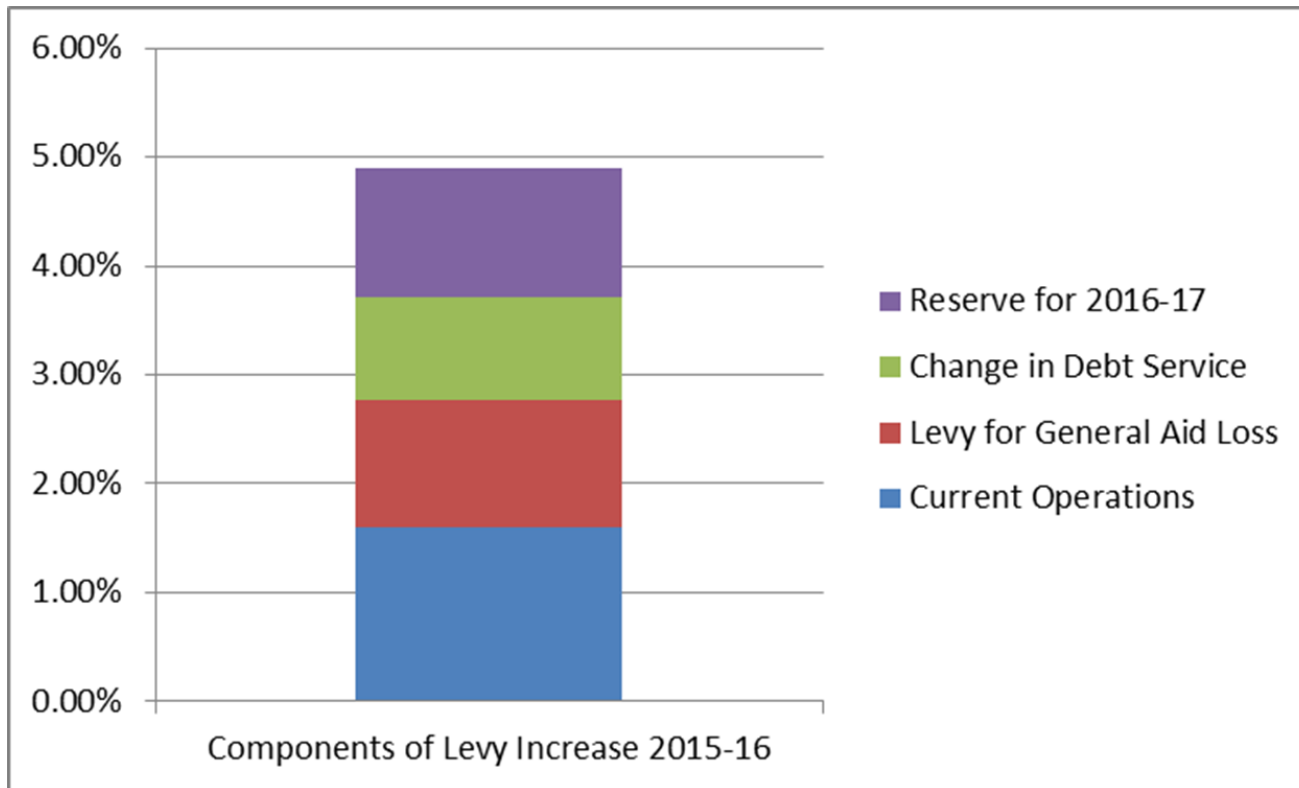
	2015-16	2016-17
General Fund Revenues	348,604,555	354,405,043
General Fund Expenditures	345,391,982	363,020,271
Initial Budget Gap	3,212,573	(8,615,228)
Use of Fund Balance	-	3,212,573
Net Budget Gap	3,212,573	(5,402,655)
Tax Levy	281,749,904	293,447,255
Tax Levy % Increase	4.93%	4.15%
Equalized Tax Rate	11.94	11.84



Tax Levy Update

Tax Levy Proposal

The tax levy increase to support current operations is less than 2%. This is a responsible budget that protects top priorities while planning ahead for next year.



Updated Amendment Tracker

	Item	Sponsor	Estimated Cost
A	Board Stipend @ \$8K/year	DL	\$26,634
B	Middle School Athletics	MF	\$250,000-\$500,000
	High School Athletics	MF	\$40,000-\$80,000
C			
D	Class Size (8 FTE)	TM	\$640,000
E			
F	Shabazz 0.2 FTE (Equity Cut)	TM	\$12,000
G	Class Action Research (CAR)	TM	\$25,000
H	Maintenance Budget	TM	\$500,000
I	Tutoring Program	TM	\$30,000
J			
K			
L			
M			
N	PD for Dyslexia	AM	\$36,782
O			

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Capital Maintenance \$4.5 million

Item:	Amount
Playground Matching Fund:	160,000
Classroom Furniture Replacement Fund:	250,000
Athletics Replacement and Renovation	200,000
Chief of School Operations - Discretionary - School Needs	200,000
General Maintenance - To Be Determined - As Needed	1,500,000
Specific Projects:	
Roof Replacements *	750,000
Whiteboard Replacements	100,000
Title IX Related Improvement Projects	400,000
East - Chair Lift Replacement - Accessibility	35,000
Gymnasium Divider Curtain - Replace	10,000
Glendale - Capacity Improvement via Remodel	225,000
LaFollette - Asphalt Replacement Main Drive Area	200,000
Leopold - Replace Generator	25,000
Toki - HVAC in Main Office Area	70,000
Toki - Restrooms Remodeling	150,000
Whitehorse - Chimney Stack Rennovate	75,000
Whitehorse - Fire Alarm	150,000
Total	4,500,000

**Roof Replacements at Hamilton, Huegel, Leopold & Lowell
Using a Combination of Full & Partial Replacements, Overlays, etc.*

APPENDIX

Priority Actions Summary

Priority Actions (Central Office and School Based)	Status	Amount
School Improvement Planning		
Intensive Support for Schools	Scaled Back	135,000
Reading Intervention	Scaled Back	180,000
Professional Learning		
Leadership and Instructional Design for Equity	Advancing	144,000
Priority Area 1: Coherent Instruction		
DLI/DBE Teacher Network for Biliteracy	Advancing	252,000
Behavior Education Plan per April Budget Draft	Advancing	491,000
Behavior Education Plan Updated June 1, 2015	Advancing	1,900,000
Equitable Instruction for English Language Learners	Scaled Back	87,500
Priority Area 2: Personalized Pathways		
Pathways Development	Scaled Back	275,700
Comprehensive Counseling	Advancing	504,000
AVID Expansion	On Hold	115,500
Priority Area 3: Family and Community Engagement		
Professional Development on Family Engagement	Advancing	25,000
Parent Academy	On Hold	10,000
Academic Tutoring and Mentoring	On Hold	30,000
Priority Area 4: Thriving Workforce		
Recruiting	Advancing	47,900
Wellness	Advancing	130,000
Priority Area 5: Accountability		
Student-based Budgeting (Pending BOE Approval of Donation)	Advancing	75,000