

☐ A ☐ C ☐ C	nformation Item Only pproval on Consent Agenda conference (for discussion only) conference/First Reading (Action Anticipated: conference/Action action public Hearing)
<u>Division</u> : Recomme	Business Services endation	
2016-2017 Backgrour	: Receive for information a review of the Gov 7. nd/Rationale	ernor's Budget proposal for
	: The budget cycle is an evolutionary pr n becomes available. As the district executes the curr otavielopothleebGogetnor'thProextsescEludert thatebiesoen	ent year budget, the process
Financial (Considerations	
balance th	: Board review and preparation for ache 2016-2017 and 2017-2018 budgets. al(s) : Family and Community Engagement	ctions required to effectively
	s Attached: ive Summary	
	d Time of Presentation: 10 minutes d by: Gerardo Castillo, CPA, Chief Business Officer	

Approved by: José L. Banda, S uperintendent

Board of Education Executive Summary

BusinesServices

2016-202016-17 continue the positive theme that has existed over the lucation. As the conomy has improved, and been aided by the additional provided by Proposition, and repayment of the maintenance factor ble to advance his agenda with authority ublic education. This great nified School District (SCUSD), especially since School in a budget 20203 school year. From 200023 to 201314, the district has reduced venues, or usede-time funds for a total of \$150 million dollars to ast year 2014-15) was the first year in several years that SCUSD did not st time since 2007-08 that positive certification was presented to f Education

evious yearswas caused primarily by a reduction in state funding with reased employee costs and declining enrollment. on the LEA's duction in revenue limit dollars in that the revenue limit was a deficit early acknowled that the growth in education budget was warranted the cutsto education were much deeper than other areas of the State and restore funding topublic education is greatly appreciated.

en made to all employee groups, supplies, services, utilities, and capital Latuania en all employee groups, supplies, services, utilities, and capital

Board of Education Executive Summary

BusinesServices 20162017Budget Update January 21, 2016



- x The Governor took great pairto explain the relationship between state revenues, particularly capital gains revenues, and ongoing state expenditures. He asserted that even a moderate recession could quickly produce huge deficits in the State Budget. As a result, the Governor plans to make major additions to the Rainy Day Fund.
- x The Budget tells state

Board

Board of Education Executive Summary

BusinesServices 20162017Budget Update January 21, 2016



VI. RESULTS:

Required Board actions will take place in order to ensure a balanced Adopted Budget is in place on or before July 1, 206.

VII. IESSONS LEARNED/NEXT STEPS:

- x Follow the approved calendar with adjustments made as necessary.
- x Continue to monitor the state budget and its impact on the district finances.
- x Meet and communicate with bargaining unit partners.
- x Continue to provide updates to the board, parents, community and staff

Busines Services 5