

SAUSALITO MARIN CITY SCHOOL DISTRICT

2012-2013 Budget Adoption ~ General Fund

KEY BUDGET ASSUMPTIONS

The following Budget Assumptions are based on the May Revise School Services of California Dartboard workshop (attended by staff on May 21, 2012) and the Marin County Office of Education Common Message.

2012-2013 Budget Draft

REVENUES: 2012-2013

1. *Revenue Limit Sources/Property Taxes = \$ 3,461,569*

- Property taxes estimated at 0% growth applied to 2011-2012 through 2014-2015 from Marin County Office of Education and J-29 (P2) estimates from the County of Marin.
- Revenue limit deficit factor of 22.167% for 2012-2013 and 24.278% for 2013-2014 and 24.278% for 2014-2015.

2. *Federal Revenue = \$209,978*

- No carryover budgeted and no increases for COLA or growth budgeted.
- No ARRA-IDEA, ARRA-SFSF or Federal Jobs monies budgeted as these were one-time only.
- Title I, Title II, Title III monies budgeted flat until more information about the Federal budget is known (possibility of cuts to each of these programs being proposed).

3. *State Revenue = \$ 765,912*

- COLA of 0% applied to all categorical programs.
- Projected Basic Aid "Fair Share" reduction to categorical programs at approximately \$658.09 per student, lesser of 9.57% P2 Revenue Limit calculation before deficit or excess property tax (\$86,275.34).
- All categorical program balances available under prior year Tier 2 and 3 Sweep and/or Flexibility options remain shifted to unrestricted general fund.
- Home to School Transportation funding included at 2011-2012 funding level (\$455 total revenue).

4. *Local Revenues = \$1,022,415*

- Special Education AB 602 revenue – (transfer from SELPA-Special Education Local Plan Area) revised to reflect 0% COLA, budgeted flat.
- Marin Community Foundation VAPA Grant, Pre-K to 3 Grant and Transforming School Grant (TSG) reduced from prior year allocation (2011-2012). Reduction in the three Marin Community Foundation grants by 20% for 2012 - 2013 and an ongoing reduction of 20% per year thru 2014-2015 (until the grants are phased out).

EXPENDITURES: 2012-2013

1. *Salaries & Benefits = \$3,282,928*

- Certificated salaries include the following staffing by formula:
 - ✓ 15 FTE Certificated
 - ✓ .3 FTE Psychologist (shared MCOE)
 - ✓ .2 FTE Nurse (shared MCOE)
 - ✓ 3.4 FTE Administration (District & shared MCOE)

- Classified salaries include the following staffing by formula:
 - ✓ 13.23 FTE Classified support staff including maintenance, custodial, clerical, campus support, paraprofessionals
 - ✓ 2.0 FTE Confidential (district office)
 - ✓ 2.0 FTE Classified Management
 - ✓ .7 FTE Technology (shared MCOE/contracted)
- Statutory benefits (employer costs):
 - ✓ STRS rate 8.25%
 - ✓ Social Security rate 6.2%
 - ✓ Medicare rate 1.45%
 - ✓ SUI rate 1.61 % per EDD
 - ✓ PERS rate 11.4 per CDE
 - ✓ Worker's Compensation rate 2.215%
 - Certificated Total = 13.525%
 - Classified Total = 22.875%

2. **Other: Books/Supplies, Services/Operating Expenditures, Other Out-go and Other Financing Sources/Uses = \$2,372,902**

- Marin County Office of Education support/contracts (Aries, CalPads, Technology, QSS, Payroll, Accounts Payable)
- Operational Expenditures; utilities, gas, sewer, trash, etc.
- Deferred Maintenance contribution of \$100,000 (2012-2013 one-time contribution) to address ongoing major repair needs district wide.
- Funds allocated toward professional development for staff: International Baccalaureate program, curriculum/staff development, Summer Arts Institute, National Equity Project, Restorative Justice, etc.

3. **Reserves = \$565,584**

- Designated for Economic Uncertainties remains at 5% (state requirement/law) of adopted budget operating expenditures (\$282,792).
- Maintained Board Designated reserve for Economic Uncertainties per Board Policy of 5% (\$282,792).

2012-2013 to 2014-2015 General Fund ~ MYP Factors

REVENUES

1. Property taxes estimated flat from prior year at **0%** growth.
2. Revenue limit deficit factor of 22.167% for 2012-2013 and 24.278% for 2013-2014 & 2014-2015.
3. Federal Revenue budgeted flat from 2011-2012.
4. State Revenue budgeted with reductions from 2011- 2012. Includes flexibility options for ongoing Tier 3 programs and estimate of ongoing "Fair Share" reduction for Basic Aid districts (9.57% 2012-2013 & 8.92% 2013- 2014 & 2014-2015) and an additional \$441/ADA trigger cut for 2013-2014 (\$57,828.33) & 2014-2015 (\$57,828.33).
5. Marin Community Foundation grants for 2012-2013 to 2014-2015 with 20% reductions annually in grant amounts (reduction for 2012-2013; \$259,789 & 2013-2014; \$136,151 & 2014-2015; \$95,713).

EXPENDITURES

1. *Salaries & Benefits*

- 2012-2013 Staffing
 1. 3.0 FTE Certificated additional: 2.0 FTE due to reduction in consulting, resulting in direct hire (Art & Counseling Services) and 1 FTE Spanish.
 2. 1.0 FTE Certificated reduction: 1 FTE classroom teacher absorption
 3. Minor reduction in classified staff due to the decrease in enrollment.
- 2013-2014 Staffing
 1. Reductions related to implementation of K – 8 model, 1 administrator and administrative support, and implementation of formula staffing.
 - ✓ Projected step and column adjustments included in salary projections.
 - ✓ Benefits updated to include effects of step and column increases.
- 2014-2015 Staffing
 1. Flat staffing (dependent on student enrollment)
 - ✓ Projected step and column adjustments included in salary projections.
 - ✓ Benefits updated to include effects of step and column increases.

2. *Non-Salary accounts*

Unrestricted/Restricted:

- Continued contribution toward Deferred Maintenance at 1.8% of the total expenditure costs; \$100,000 contribution for 2012/2013 (one-time).
- Decrease in books and supplies of \$223,987 from 2011-2012 (of which \$81,526 were one-time expenses).
- Decrease in services and other operating expenditures of \$445,561 from 2011-2012 (of which \$48,985 were one-time expenses, elimination of services no longer needed and redirection of contracted services to direct-hire expenditures (For example: Counselor contract).
- Decrease in other outgo expenditures of \$116, 311 from 2011-2012.

RESERVES

1. Designated for Economic Uncertainties remains at 5% of adopted budget operating expenditures.
2. Maintained Board Designated reserve for Economic Uncertainties per Board Policy of 5%

NOTE:

- The Weighted Students Formula has currently been removed from the budget language by legislators but is being reviewed and is expected to be part of the 2013 -2014 budget. If WSF in its current form is implemented, the financial implication could be a loss of approximately \$475,000 and the school district will have to make additional cuts to ongoing expenditures. The school district will have to start making some hard decisions about the direction of its educational program, facilities, staffing, etc.