



**Governing Board of Trustees
SPECIAL BOARD MEETING AGENDA
Wednesday, October 7, 2015, 4:00 PM**

Kristina Cook ♦ Dawn Ovrom ♦ Lee Pontes ♦ Maria Simon ♦ Lou Smith
Student Board Representative: Cheyne Ostrander
Superintendent/Secretary: Jeffrey Felix Recording Secretary: Maria Johnson

Times indicated are Anticipated and Serve as Guidelines for Discussion; this meeting will be not be videotaped

1.0 CALL TO ORDER.....4:00

2.0 OPEN SESSION (Board Room)

- 2.1 Pledge to the American Flag
- 2.2 Approval of the Agenda: Any changes to the agenda must be made at this time

3.0 COMMENTS FROM THE AUDIENCE (Agenda and Non-agenda items)

Anyone wishing to address the Board on agenda, non-agenda, and/or Closed Session items may do so. Individual speakers will be limited to three minutes. Total public input on any one subject will be limited to twenty minutes, and may be extended at the discretion of the Board President. Comments on an agenda item may be taken when the agenda item is discussed by the Board. Comments on non-agenda items will be heard before the Consent Motion if there are three speaker cards or less per topic. If there are more than three speaker cards per topic, then the comments from the audience may be held until the end of the agenda.

4.0 ACTION ITEMS

- 4.1 Adopt 2014-15 Unaudited Actual SACS Financial Report2
- 4.2 Adopt the “Gann” Limit Resolution.....5

5.0 REPORT/DISCUSSION

- 5.1 District Financial Philosophy and Superintendent’s Implementation of Same

6.0 ORGANIZATIONAL BUSINESS

- 6.1 Future Agenda Items/Board Member Comments
- 6.2 Upcoming Meetings:
 - Regular Board Meeting, Thursday, October 15, 2015
 - Special Board Meeting, Thursday, November 5, 2015, SSC Report; PeopleSoft
 - Regular Board Meeting, Thursday, November 19, 2015

7.0 ADJOURN6:00

Individuals who require special accommodation (American Sign Language Interpreter, accessible seating, documentation in accessible formats, etc.) should contact the Superintendent or designee at least two days before the meeting date. In compliance with Government Code section 54957.5, non-exempt writings that are distributed to a majority or all of the Board in advance of a meeting, may be viewed at 201 Sixth Street, Coronado, CA 92118, or at the scheduled meeting. In addition, if you would like a copy of any record related to an item on the agenda, please contact Maria Johnson, Executive Assistant to the Superintendent/Board, at (619) 522-8900, ext. 1025.

AGENDA – October 7, 2015

4.0 BUSINESS AND FISCAL MANAGEMENT

4.1 Adopt 2014-15 Unaudited Actual SACS Financial Report (Action)

Background Information:

Education Code Section 42100 requires school districts to adopt prior year Unaudited Actual SACS Financial Report and to file the same with the County Superintendent of Schools.

Provided under separate cover is the report which includes all funds from the 2014-15 fiscal year as well as the previously adopted General Fund budget for 2015-16.

Report:

The attached SACS financial reporting forms reflect the final numbers for the 2014-15 fiscal year. We are pleased to report that our final position for the year showed a strong improvement, with Unassigned Reserves on June 30, 2015, at \$2,760,427, or 9.5% of total expenses. This means that we are a few steps further down the Road to Basic Aid by not needing to use as much of our 2% Pass Through funds in 2016-17. That 2016-17 multi-year projection will be updated as part of the 2015-16 First Interim Report presented to the Board in December 2015.

Financial Impact:

There is no financial impact to the general fund as a result of this action.



Superintendent's Recommendation:

That the Board adopt the 2014-15 Unaudited Actuals SACS Financial Report.

Moved _____ Seconded _____

Ayes _____ Noes _____ Absent _____ Abstain _____ Student _____

Significant Changes between Estimated Actuals and Unaudited Actuals

2014-15 Revenues	Est. Act.	U/A Actuals	Change
Unrestricted	24,500,162	25,329,173	829,011
Restricted	4,042,705	4,534,959	492,254
Total	28,542,867	29,864,132	1,321,265

Unrestricted Revenue		Change	
Childcare (Before & After Care)	49,965		Before & After Care ended the year with stronger revenues
City/CUSD Healthy Children's Initiative	190,050		We did not count on these revenues until received
CSF increased revenue to CUSD	132,754		CSF had a very strong year
Increased Impact Aid Revenue	123,917		PeopleSoft had a glitch recognizing these revenues; now corrected
One Time Mandated Costs revenue	201,974		PeopleSoft had a glitch recognizing these revenues as well; now corrected
Lottery	34,138		Unrestricted lottery revenues were stronger in Quarters 3 & 4
Total Change	732,798		
Restricted Revenue			
GASB 68 STRS Liability Recognition	754,157		California changed how all districts must account for their STRS pension liability. This accounting requires CUSD to artificially inflate this revenue and artificially inflate expenses below by equal amounts.
DoDEA grant carryover	(313,947)		We were able to carry over unspent funds by decreasing revenues here and decreasing corresponding expenses below
Lottery	58,122		Restricted lottery revenues were stronger in Quarters 3 & 4
Total Change	498,332		

2014-15 Expenses	Est. Act.	U/A Actuals	Change
Unrestricted	21,345,017	20,932,649	(412,368)
Restricted	8,645,100	8,242,747	(402,353)
Total	29,990,117	29,175,396	(814,721)

Parentheses mean a savings--less expenses

Unrestricted Expenses	Change
Site-Based Budgeting savings	(784,015)
Site and Dept. classified personnel increases	369,549
Total Change	(414,466)

Site-Based Budgeting worked very well; sites will carryover these savings
 Budgets in this area could have been adjusted during the year to minimize the impact at the end of the year; overtime related to the PeopleSoft implementation and substitute pay for most sites and departments.

Restricted Expenses	Change
GASB 68 STRS Liability Recognition	754,157
DoDEA grant carryover	(313,947)
Materials & Supplies/Lottery & CSF	(291,143)
Special Ed transportation	(132,000)
Subagreements for services	(352,560)
Total Change	(335,493)

Same as above in Restricted Revenue
 Same as above in Restricted Revenue
 Budgets in this area could have been adjusted during the year
 Savings from the new transportation contract
 Savings here partially offset by hiring District personnel

2014-15 Ending Fund Balance	Est. Act.	U/A Actuals	Change
Net Change in Fund Balance	(1,491,275)	500,118	1,991,393
Unassigned Reserves	1,092,373	2,760,427	1,668,054
% Reserves	3.6%	9.5%	

AGENDA – October 7, 2015

4.0 **BUSINESS AND FISCAL MANAGEMENT**

4.2 Adopt the “Gann” Limit Resolution (Action)

Background Information:

In November 1979, Proposition 4 was adopted which “established constitutional limits on the allowable growth in state and local government spending. These appropriations limits, popularly called Gann limits, allow government spending to grow at a rate no faster than inflation and the change in population.” (reference: 1993 Edition of Revenues and Limit, a Guide to School Finance in California by Paul Goldfinger, School Services of California, Inc.).

Education Code sections 1629 and 42132 specify that governing boards of school districts and county offices shall adopt a resolution to calculate the actual appropriations from the prior fiscal year and estimate the appropriation for the current fiscal year.

Financial Impact:

For reporting purposes only. If the 2014-15 “Total Appropriations Subject to the Limit” exceeds the “Preliminary Appropriations Limit,” then a transfer of limit authority to the District from the state would be needed. The transfer does not need to occur.

JPF

Superintendent’s Recommendation:

That the Board adopt the “Gann” Limit Resolution #15-10-01.

Moved _____ Seconded _____

Ayes _____ Noes _____ Absent _____ Abstain _____ Student _____

CORONADO UNIFIED SCHOOL DISTRICT

**RESOLUTION FOR ADOPTING THE “GANN” LIMIT
RESOLUTION #15-10-01**

WHEREAS, in November of 1979, the California electorate did adopt Proposition 4, commonly called the Gann Amendment, which added Article XIII-B to the California Constitution; and,

WHEREAS, the provisions of that Article establish maximum appropriation limitations, commonly called “Gann Limits,” for public agencies, including school districts; and,

WHEREAS, the District must establish a Gann Limit for the 2014-15 fiscal years and a projected Gann Limit for the 2015-16 fiscal years in accordance with the provisions of Article XIII-B and applicable statutory law;

NOW, THEREFORE, BE IT RESOLVED, that this Board does provide public notice that the attached calculations and documentation of the Gann Limits for the 2014-15 and 2015-16 fiscal years are made in accord with applicable constitutional and statutory law;

AND BE IT FURTHER RESOLVED, that this Board does hereby declare that the appropriations in the Budget for the 2014-15 and 2015-16 fiscal years do not exceed the limitations imposed by Proposition 4;

AND BE IT FURTHER RESOLVED, that the Superintendent provides copies of this resolution along with the appropriate attachments to interested citizens of this District.

Superintendent
Coronado Unified School District

Clerk of the Governing Board
Coronado Unified School District

	2014-15 Calculations			2015-16 Calculations		
	Extracted Data	Adjustments*	Entered Data/Totals	Extracted Data	Adjustments*	Entered Data/Totals
A. PRIOR YEAR DATA (2013-14 Actual Appropriations Limit and Gann ADA are from district's prior year Gann data reported to the CDE)	2013-14 Actual			2014-15 Actual		
1. FINAL PRIOR YEAR APPROPRIATIONS LIMIT (Preload/Line D11, PY column)	16,919,726.70		16,919,726.70			17,209,987.15
2. PRIOR YEAR GANN ADA (Preload/Line B3, PY column)	3,046.43		3,046.43			3,105.84
ADJUSTMENTS TO PRIOR YEAR LIMIT	Adjustments to 2013-14			Adjustments to 2014-15		
3. District Lapses, Reorganizations and Other Transfers						
4. Temporary Voter Approved Increases						
5. Less: Lapses of Voter Approved Increases						
6. TOTAL ADJUSTMENTS TO PRIOR YEAR LIMIT (Lines A3 plus A4 minus A5)			0.00			0.00
7. ADJUSTMENTS TO PRIOR YEAR ADA (Only for district lapses, reorganizations and other transfers, and only if adjustments to the appropriations limit are entered in Line A3 above)						
B. CURRENT YEAR GANN ADA (2014-15 data should tie to Principal Apportionment Software Attendance reports and include ADA for charter schools reporting with the district)	2014-15 P2 Report			2015-16 P2 Estimate		
1. Total K-12 ADA (Form A, Line A6)	3,030.84		3,030.84	3,030.84		3,030.84
2. Total Charter Schools ADA (Form A, Line C9)	75.00		75.00	0.00		0.00
3. TOTAL CURRENT YEAR P2 ADA (Line B1 plus B2)			3,105.84			3,030.84
C. LOCAL PROCEEDS OF TAXES/STATE AID RECEIVED TAXES AND SUBVENTIONS (Funds 01, 09, and 62)	2014-15 Actual			2015-16 Budget		
1. Homeowners' Exemption (Object 8021)	25,401.29		25,401.29	25,401.00		25,401.00
2. Timber Yield Tax (Object 8022)	0.00		0.00	0.00		0.00
3. Other Subventions/In-Lieu Taxes (Object 8029)	0.00		0.00	0.00		0.00
4. Secured Roll Taxes (Object 8041)	3,014,514.87		3,014,514.87	2,999,712.00		2,999,712.00
5. Unsecured Roll Taxes (Object 8042)	101,056.41		101,056.41	100,249.00		100,249.00
6. Prior Years' Taxes (Object 8043)	(2,605.96)		(2,605.96)	(3,226.00)		(3,226.00)
7. Supplemental Taxes (Object 8044)	277,798.75		277,798.75	238,792.00		238,792.00
8. Ed. Rev. Augmentation Fund (ERAF) (Object 8045)	(279,678.00)		(279,678.00)	(312,598.00)		(312,598.00)
9. Penalties and Int. from Delinquent Taxes (Object 8048)	0.00		0.00	0.00		0.00
10. Other In-Lieu Taxes (Object 8082)	0.00		0.00	0.00		0.00
11. Comm. Redevelopment Funds (objects 8047 & 8625)	0.00		0.00	0.00		0.00
12. Parcel Taxes (Object 8621)	0.00		0.00	0.00		0.00
13. Other Non-Ad Valorem Taxes (Object 8622) (Taxes only)	0.00		0.00	0.00		0.00
14. Penalties and Int. from Delinquent Non-LCFF Taxes (Object 8629) (Only those for the above taxes)	0.00		0.00	0.00		0.00
15. Transfers to Charter Schools in Lieu of Property Taxes (Object 8096)	0.00	51,401.36	51,401.36	0.00		0.00
16. TOTAL TAXES AND SUBVENTIONS (Lines C1 through C15)	3,136,487.36	51,401.36	3,187,888.72	3,048,330.00	0.00	3,048,330.00
OTHER LOCAL REVENUES (Funds 01, 09, and 62)						
17. To General Fund from Bond Interest and Redemption Fund (Excess debt service taxes) (Object 8914)	0.00		0.00	0.00		0.00
18. TOTAL LOCAL PROCEEDS OF TAXES (Lines C16 plus C17)	3,136,487.36	51,401.36	3,187,888.72	3,048,330.00	0.00	3,048,330.00

	2014-15 Calculations			2015-16 Calculations		
	Extracted Data	Adjustments*	Entered Data/Totals	Extracted Data	Adjustments*	Entered Data/Totals
EXCLUDED APPROPRIATIONS						
19. Medicare (Enter federally mandated amounts only from objs. 3301 & 3302; do not include negotiated amounts)			255,383.38			265,892.00
OTHER EXCLUSIONS						
20. Americans with Disabilities Act						
21. Unreimbursed Court Mandated Desegregation Costs						
22. Other Unfunded Court-ordered or Federal Mandates						
23. TOTAL EXCLUSIONS (Lines C19 through C22)			255,383.38			265,892.00
STATE AID RECEIVED (Funds 01, 09, and 62)						
24. LCFF - CY (objects 8011 and 8012)	17,876,564.00		17,876,564.00	21,583,328.00		21,583,328.00
25. LCFF/Revenue Limit State Aid - Prior Years (Object 8019)	(28,079.36)		(28,079.36)	0.00		0.00
26. TOTAL STATE AID RECEIVED (Lines C24 plus C25)	17,848,484.64	0.00	17,848,484.64	21,583,328.00	0.00	21,583,328.00
DATA FOR INTEREST CALCULATION						
27. Total Revenues (Funds 01, 09 & 62; objects 8000-8799)	30,445,716.41		30,445,716.41	31,967,005.00		31,967,005.00
28. Total Interest and Return on Investments (Funds 01, 09, and 62; objects 8660 and 8662)	40,790.98		40,790.98	35,000.00		35,000.00
APPROPRIATIONS LIMIT CALCULATIONS						
D. PRELIMINARY APPROPRIATIONS LIMIT						
1. Revised Prior Year Program Limit (Lines A1 plus A6)			16,919,726.70			17,209,987.15
2. Inflation Adjustment			0.9977			1.0382
3. Program Population Adjustment (Lines B3 divided by [A2 plus A7]) (Round to four decimal places)			1.0195			0.9759
4. PRELIMINARY APPROPRIATIONS LIMIT (Lines D1 times D2 times D3)			17,209,987.15			17,436,804.11
APPROPRIATIONS SUBJECT TO THE LIMIT						
5. Local Revenues Excluding Interest (Line C18)			3,187,888.72			3,048,330.00
6. Preliminary State Aid Calculation						
a. Minimum State Aid in Local Limit (Greater of \$120 times Line B3 or \$2,400; but not greater than Line C26 or less than zero)			372,700.80			363,700.80
b. Maximum State Aid in Local Limit (Lesser of Line C26 or Lines D4 minus D5 plus C23; but not less than zero)			14,277,481.81			14,654,366.11
c. Preliminary State Aid in Local Limit (Greater of Lines D6a or D6b)			14,277,481.81			14,654,366.11
7. Local Revenues in Proceeds of Taxes						
a. Interest Counting in Local Limit (Line C28 divided by [Lines C27 minus C28] times [Lines D5 plus D6c])			23,431.39			19,403.55
b. Total Local Proceeds of Taxes (Lines D5 plus D7a)			3,211,320.11			3,067,733.55
8. State Aid in Proceeds of Taxes (Greater of Line D6a, or Lines D4 minus D7b plus C23; but not greater than Line C26 or less than zero)			14,254,050.42			14,634,962.56
9. Total Appropriations Subject to the Limit						
a. Local Revenues (Line D7b)			3,211,320.11			
b. State Subventions (Line D8)			14,254,050.42			
c. Less: Excluded Appropriations (Line C23)			255,383.38			
d. TOTAL APPROPRIATIONS SUBJECT TO THE LIMIT (Lines D9a plus D9b minus D9c)			17,209,987.15			

