



10.2 Board Report, Potential District Priorities: Transitional Kindergarten and Facilities

Governing Board of Trustees Regular Meeting

December 13, 2023





Agenda

- Potential Priorities
- Additional Information and Projections
- Direction & Next Steps



Potential District Priorities: Satellite Kitchens, Facilities Funding, and Transitional Kindergarten





Enrollment Projection Impact

	23-24 Actual	24-25 High Capture	24-25 Low Capture	25-26 High Capture	25-26 Low Capture
Budgeted FTE	177	177	177	177	177
Actual/Projected	173	169	165	166	159
Projected Difference	4	8	12	11	18
Savings*	\$572,000.00	\$1,144,000.00	\$1,716,000.00	\$1,573,000.00	\$2,574,000.00

* Based on average total teacher cost for one FTE of \$143,000



Currently Unfunded: Satellite Kitchens

- Satellite Kitchens
 - 3-compartment sinks
 - Handwashing
 - Food prep sink
 - Refrigeration
 - Heating
 - Estimated cost \$700,000-\$1,000,000 per site (7 sites)



Underfunded Facilities Projects

- Sage Canyon School Modernization
- Torrey Hills School Modernization
- Sycamore Ridge School Modernization
- Ocean Air School Modernization



Currently Unfunded: Transitional Kindergarten

Considerations shared at Oct Budget Workshop:

- If TK is identified as a priority
 - Enrollment - prioritize free and reduced, foster youth, and homeless students
 - Anticipated qualified students 25-30
 - Lottery for open spots
 - Determine location(s)
 - Determine daily schedule/hours
 - Research, select, and purchase curriculum
 - Negotiate with DMCTA
 - Hire staff



Potential Priorities: Additional Information and Projections



Updated Measure MM Project Budgets

BOND MEASURE MM BUDGETS				
Project Description	2020 Project Budgets	Anticipated Bond Series	Updated Budgets	Anticipated Bond Series
Del Mar Heights School Rebuild	\$55,412,500.00	Series A & B	\$76,000,000.00	Series A & B
Pacific Highlands Ranch School #9	\$22,648,362.00	Series A & B	\$24,500,000.00	Series A & B
Modern Learning Environments Districtwide			\$13,000,000.00	Series A, B, & C
Play Improvements Districtwide	\$592,614.00	Series C	\$6,500,000.00	Series A & B
All Other Projects	\$6,584,919.00	Series A, B, C, & D	\$1,005,000.00	Series A, B, C, & D
Del Mar Hills Academy Modernization	\$19,975,957.00	Series B	\$25,500,000.00	Series B & C
Carmel Del Mar School Modernization	\$12,845,267.00	Series B	\$15,500,000.00	Series C
Ashley Falls School Modernization	\$17,396,363.00	Series C	\$20,000,000.00	Series D
Sage Canyon School Modernization	\$16,096,845.00	Series C & D	\$19,000,000.00	Series D & Unfunded
Torrey Hills School Modernization	\$13,984,204.00	Series C & D	\$16,000,000.00	Unfunded
Sycamore Ridge School Modernization	\$15,055,758.00	Series D	\$14,600,000.00	Unfunded
Ocean Air School Modernization	\$10,796,653.00	Series D	\$9,100,000.00	Unfunded

\$54,705,000 unfunded



Budget Variances

- Del Mar Heights School Rebuild- \$20 million
 - Litigation and associated delay
 - Escalation
- Pacific Sky School - \$2 million
 - Delay due to coastal process
 - Escalation
- Del Mar Hills Academy Modernization - \$5.6 million
 - Delay due to Del Mar Heights litigation
 - Escalation
 - Scope increase due to seismic analysis
- Other projects - \$21.7 million
 - Delay due to Del Mar Heights litigation
 - Escalation



Other Facilities Funds

- Other Funds Ending Fund Balance as of June 30, 2023
 - \$2,230,531 Fund 14 Deferred Maintenance
 - \$1,306,666 Fund 25 Capital Facilities Developer Fees
 - \$6,349,712 Fund 40 Special Reserve for Capital Outlay
 - \$15,831,326 Fund 49 Community Facilities Districts (CFD's) combined

\$25,791,235 total

- Estimated future CFD revenue
 - \$8,575,000 through 2030

\$34,366,235 combined total



Facilities Program Underfunded*

Budget Impact Description	Budget Impact (in millions)
Measure MM Underfunded amount	-\$54.7
Other facilities funds used to offset Underfunded amount	\$34.4
Overall Unfunded Facilities Program	-\$20.3

*This does not include the \$5 million - \$7 million needed for satellite kitchens



Transitional Kindergarten – Unfunded for DMUSD

- TK is not funded for our district
 - Budget cut to K-6 programs
 - Concerns regarding potential impact of a TK program on current priorities, including: Low Class Size K-6, STEAM+ program, 6th grade Spanish, Counselors, Reading and Math Intervention/Supports
- Any TK program would be funded from our General Fund
- 14th grade that is impacting an elementary school district
 - Does not impact the HS district

Transitional Kindergarten Costs

Annual Costs

Assume enrollment at 290 students with 20 students : 2 adults
(one certificated teacher and one classified aide)*

Staffing*	Avg Salary & Benefits	Total
16 Certificated	\$143,000	\$2,288,000
16 Classified	\$54,900	\$878,400
Substitute Cost	\$180/day	\$43,200
Materials, supplies, and other costs:		
290 Students	\$190/student	\$55,100
	Total (1 class)	\$204,000
	Total (16 classes)	\$3.3 million

*Assumptions are based on TK being 80% of our Kindergarten enrollment

Additional Initial One-Time Costs

- Curriculum
- Initial classroom supplies (art, science, math, play-based learning)
- Classroom furniture and room modernization
- Estimated One-Time Costs
 - Per Class: \$70,000
 - 16 Classes: \$1,120,000

Total Cost

- Total Cost for Year 1 of a full program:
 - \$4.4 million



Districtwide Capacity

2023-2024	Total Classrooms*	Portable Classrooms	Kinder w Restrooms
Total	297	26	26
Total w/o Portables	271		

2024-2025	Total Classrooms*	Portable Classrooms	Kinder w Restrooms
Total	292	19	29
Total w/o Portables	273		

2030-2031	Total Classrooms*	Portable Classrooms	Kinder w Restrooms
Total	293	0	31
Total w/o Portables	293		

*This includes all K-6, Specialty, STEAM+, SpEd, ASP, etc.



Full TK Program 2024-2025 (Capacity)

Projected TK and K Sections	
Kindergarten	20
Transitional Kindergarten (80% of K)	16
Total Sections	36

Projected Available Classrooms with Restrooms	
Classrooms with Restrooms	29
Minus Rooms used for other programs	-4
Available Classrooms with Restrooms	25

Sections without Restrooms	
Total TK + K Sections (projected)	36
Total Classrooms with Restrooms	25
Sections without Restrooms	11



Full TK Program 2025-2026 (Capacity)

Projected TK and K Sections	
Kindergarten	20
Transitional Kindergarten (80% of K)	16
Total Sections	36

Projected Available Classrooms with Restrooms	
Classrooms with Restrooms	31
Minus Rooms used for other programs	-4
Available Classrooms with Restrooms	27

Sections without Restrooms	
Total TK + K Sections (projected)	36
Total Classrooms with Restrooms	25
Sections without Restrooms	9



Financial Impact of Potential Priorities

Transitional Kinder Costs	2024-2025	5-year total*
1 Class	\$274,000	\$1,440,000
16 Classes (full program)	\$4,384,000	\$17,440,000

Reserving for Facilities	2024-2025	5-year total
\$500,000/year	\$500,000	\$2,500,000
\$1,000,000/year	\$1,000,000	\$5,000,000
\$2,000,000/year	\$2,000,000	\$10,000,000

* Includes 2% step and column salary increases annually. Does not include any potential negotiated raises.



Transitional Kindergarten Early Intervention

- Limited enrollment - prioritize free and reduced, foster youth, and homeless students
 - Anticipated qualified students approximately 25
 - Small number of classes for students who are eligible
- Slightly shorter school day than K-6 students
- Curriculum
 - English-Language Arts – Wonders Pre-K, “World of Wonders”
 - Mathematics – Cognitively Guided Instruction (CGI)
 - Social-Emotional – Second Step
- ECDC Program to continue as is



Direction & Next Steps



Potential Direction and Next Steps

Staff recommends

- Identify funds and budgets for the unfunded facilities projects
- Do not move forward with a full Transitional Kindergarten Program
 - TK is not funded for our district
 - Budget cut to K-6 programs
 - Concerns regarding potential impact of a TK program on current priorities, including: Low Class Size K-6, STEAM+ program, 6th grade Spanish, Counselors, Reading and Math Intervention/Supports
 - Any TK program would be funded from our General Fund

If the Board directs staff to move forward with Transitional Kindergarten, Staff recommends

- Transitional Kindergarten Early Intervention
 - Small number of classes for eligible students
- Board Direction – Transitional Kindergarten Action Item at January Board of Trustees Regular Meeting

