

Del Mar Union School District Budget Update

March 26, 2014 Regular Board Meeting

2013-2014 Memorandum of Understanding

- MOU made modifications to the Agreement to address the District's structural deficit which began in 2011-2012
- Modifications Included:
 - Article 13: Hours of Employment
 - An additional four hours of optional planning time in the classroom was offered
 - Article 18: Class Size
 - 18.3 Suspended: Unit member teaching 4th – 6th Grade will no longer receive two days of compensatory time
 - 18.4 Suspended: Unit member teaching 4th – 6th Grade may not request a substitute for one day per conference period

2013-2014 Memorandum of Understanding

- Article 18: Class Size
 - Maximum Class Size per bargaining unit member
 - Grades K-3 22:1
 - Unit member to receive \$10 per day for the 23rd student
 - Unit member to receive \$20 per day for the 24th student
 - Grades 4-6 27:1
 - Unit member would not receive any compensation for the 28th student
 - Unit member to receive \$20 per day for any student over the 28th
- Article 22: Shared Assignments
 - Each job share participant will receive 10 hours of “out of contract pay” a reduction from the 21 hours
- Article 27: Term
 - Effective for one year- July 1, 2013 through June 30, 2014

Enrollment (as of March 21, 2014)

Grades K-3

Class Size	Sections
17-22:1	102
23:1	8
24:1	1

Grades 4th -6th

Class Size	Sections
19-27: 1	56
28:1	17
29:1	1

Costs Associated with MOU Expiration

- Class Size:
 - Hire Teachers and/or over class size pay
- Shared Contract:
 - Increase in Hours
- Substitute Costs:
 - 4th -6th Grade- two comp and two conference days
- Other Costs:
 - Substitute Costs for additional teachers
 - Increase in ESC cost associated with prep time
 - Cost for Combo Classes
 - Increase in materials and supplies

Budget Update

Budget as of 2013-2014 Second Interim			
	2013-2014	2014-2015	2015-2016
Total Revenues	43,815,219	43,010,138	43,733,526
Total Expenditures	44,230,972	43,005,005	43,532,384
Budget Adjustment: MOU Expiration		1,000,000	1,000,000
Beginning Fund Balance	10,501,753	10,086,000	9,091,133
Net Increase (Decrease) in Fund Balance	(415,753)	(994,867)	(798,858)
Ending Fund Balance	10,086,000	9,091,133	8,292,275

Budget Update

Budget as of 2013-2014 Second Interim Components of the Ending Fund Balance

	2013-2014	2014-2015	2015-2016
Revolving Cash	25,000	25,000	25,000
Prepaid Expenditure	200,718	200,718	-
Assigned-Carmel Del Mar Modernization	1,500,000	1,500,000	1,500,000
Reserve for Economic Uncertainties	1,326,929	1,320,150	1,335,972
Unassigned/Unappropriated	7,033,353	6,045,265	5,431,303
Total Ending Fund Balance	10,086,000	9,091,133	8,292,275
Total Reserve and Unassigned/Unappropriated	8,360,282	7,365,415	6,767,275
Total Reserve Percentage	18.9%	16.7%	15.2%

State Aid Funding

- Impact to the DMUSD as a result of the new State Funding Model- Local Control Funding Formula (LCFF) and the intent by the Governor that a School District will not receive less than it did in 2012-13
- LCFF does not provide for restoration of fair share cuts over the last several years

– Categorical Program Funding prior to Fair Share:

• Grades K-3 Class Size Reduction (20:1)	\$2,325,141
• Other Categorical Funding	<u>\$1,291,587</u>
Total Funding until 2008-09	\$3,616,728

Less 2012-13 Basic Aid Reduction (Fair Share) ~~-\$2,446,378~~

Total 2013-14 State Aid Funding (Hold Harmless) \$1,170,350

*Note: Beginning 2009-10, DMUSD has experienced annual fair share reductions and will continue to experience reductions of approximately \$2.5 million less annually from the State

Initial Tentative Agreement

- 2% increase to the salary schedule beginning July 1, 2013
- Grades K-3 Staff at 22:1
- Grades 4-6 Staff at 27:1
- Elimination of over class size stipend
- Elimination of 4th-6th grade comp and conference days
- Reduction of shared contract hours from 21 to 10