

**TWAIN HARTE-LONG BARN UNION SCHOOL DISTRICT
BOARD OF EDUCATION**

**BOARD MEETING MINUTES
District Office – Board Room
18995 Twain Harte Drive
Twain Harte, CA 95383**

Wednesday, March 5, 2014 at 5:30 p.m.

Board President, Ronda Bailey opened the public session at 5:30 p.m.

PUBLIC SESSION:

1. CALL TO ORDER

- 1.1. Flag Salute
- 1.2. Roll Call

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|-------------------------|---|
| Members Present: | Jim Jacobs Tim Hoffman-Brady Tracie Walters Ronda Bailey |
| Members Absent: | Eli Wingo |
| Administrators Present: | Jeff Winfield, Superintendent Tonya Midget, Chief Business Official Dan Mayers, Principal |
| Employees Present: | Michele Harper, Administrative Specialist I |

1.3. Agenda Review and Adoption

Motion to approve: Tracie Walters
Second: Tim Hoffman-Brady
Vote: 4 ayes, 0 Noes, 1 absent, 0 abstentions

2. COMMENTS FROM THE PUBLIC

No comments from the public.

3. COMMENTS FROM BOARD MEMBERS

Tim Hoffman-Brady stated that the Salmon Field trip to Knights Ferry was cool.

4. FISCAL SERVICES

4.1. Second Interim Report 2013-2014

Tonya Midget stated that the Second Interim looks very positive similar to the First Interim. There are some key points and changes that Tonya Midget will cover. Our Revenue limit calculation is no longer being used, we are now in the Local Control Funding Formula model. Our property taxes funding exceed the calculation by \$882,000, so we are still Basic Aid. In addition to Second Interim, Tonya Midget adjusted the Property Taxes to \$2,324,000, the County Tax Assessor estimating \$2,347,000, so that is being ignored until we know for sure and see those receipts. The District average daily attendance (ADA) would need to increase over 171 ADA to simply equal the property tax base. That is still outrageously huge, not likely to grow that much anytime in the near future. Our categorical funding as Tonya Midget stated in the last report of \$801,063 was lumped in and categorized as LCFF funding instead of all the individual pots of money that we use to receive. The Fair share reduction of \$187,000 was applied to that number bringing the State's hold harmless amount to \$624,000. Tonya Midget made a note on page 16 so that Board can refer to the report itself and see how these numbers work and that you are improving. If the Board will look on page 16 there is a number 1 & 2, the original budget

adoption was using the Revenue Limit Funding, and we were budgeting a negative amount of \$31,000 that was the County Office transfer out which we have always done since we did not receive any State aid at that time. Now over in number 2 we are budgeting \$624,000 positive. The County Office has recommended that we not include county served students in our estimate in our budget because we don't know what dollar figure to apply to that. So this \$31,000 out there isn't being addressed. The way that it has been handled in the past is the County Office reported the average daily attendance for Special Education and Community Day School kids if there were any, and then we would transfer funds to pay for them. Under the LCFF we will claim the ADA which is still be generated by those county served students at the County Programs and we will also transfer that money back out. So Tonya Midget isn't recognizing the revenue or the transfer out for these students. So Tonya Midget is guessing it is going to be around \$31,000 or a little bit more, that will be included in the estimated Actuals when we build the budget. We will be meeting with the County in the next few weeks to establish what that per ADA amount should be and how to incorporate it into our budget. At this time we don't have any more information on the Mountain Oaks ADA, and it isn't time for Ed code to change the amount that we are sending them at this time. The State will catch up with their exhibits and recognize what their P2 ADA for Mountain Oaks and at that time we should be able to square up with Mountain Oaks. Our understanding verbally is that their enrollment is less than last year so we won't owe \$203,000 it will be somewhere lower than that. Tonya Midget will make sure that we firm up the number in our June payment to Mountain Oaks. They have agreed to surrender all the name of the students to the County. We still have Forest Reserve funding budget for this year and next year. There isn't any funding for Medicare Administrative Activities for this 2013/2014 year. The Local Control plan that needs to be drafted and approved at the end of this school year for the 2014/2015 school year, there is a dollar figure associated that District needs to identify in the plan. The District will needs to use a major part of this fund for student progress, and that amount is \$154,691 so. We need to address all of our funding in the Local Control Funding plan but we need to specially demonstrate that we are spending this amount in the student achievements and whatever those goals that the Board sets. Title One funding the same sequestration dollars were applied at budget adoption. On page 26 you can see that we estimated \$86,558, and that was reduced to \$73,000. Federal Special Education is receiving a bill back from the SELPA for \$65.00 per ADA and the encroachment is about \$176,841. On expenditures funds you can see where the difference is in the negative amount this is from the certificated salaries and cost of living adjustment that was placed on salaries for staff. The outside services going out of \$11,000 is the cost of the LAIR trip and all those monies were donated. The cafeteria fund there is \$39,058 if the cafeteria doesn't need all that money then Tonya Midget will transfer it at the end of the school year into general fund. We transferred \$50,000 to the Developer Fee fund to try to shore up some to of the shortfall. Our Projected Ending fund is 12% Board designated reserve has been set aside in both general fund and Special reserve 17 combined provide a 52.66% reserve. We are on a very healthy financial situation. Tonya Midget would like the Board to look at page 9, on the second box total funding is broken down in years and the revue isn't expected to grow much, there is a bump in 2013/2014 and 2014/2015 and then it levels out. We will need to be careful with spending money. On page 80 Multi-years this is our estimate for 2014/2015 and 2015/2016 we are expecting positive revenue growth in the amount of \$104,716 these have been huge negative number so this is a lot better than it has been. Using the estimate of increased spending for next year it would be a growth of \$55,000 and the change will be our teachers and classified staff taking step increase. The third year it will drop \$27,000 and there is the absence of the Federal Forest Reserve, that will go away. We will need to be very cautious about spending. That completes my report if you have any questions.

Ronda Bailey asked if there were any questions. Jim Jacobs asked about the 2015-2016 getting down to zero, what is best thing to keep us above zero? Tonya Midget stated that with the enrollment decreasing to make sure that we keep the classrooms balance and don't retaining staff that we don't need. With Mountain Oak what I am projecting is the same amount out to them that we have been paying. Tonya Midget think that will decrease so that will be a saving. Tonya Midget didn't include an increase in Property tax that exceeds what the County is projecting and that is another place that will have some cushion. With the \$50,000 transfer to the Developer Fee we are still short about \$33,000.

Recommendation: For Approval

Motion to approve: Tim Hoffman-Brady

Second: Jim Jacobs

Vote: 4 ayes, 0 Noes, 1 absent, 0 abstentions

5. ADJOURNMENT: Special Board meeting adjourned at 5:56 p.m.
Motion to approve: Tracie Walters
Second: Tim Hoffman-Brady
Vote: 4 ayes, 0 Noes, 1 absent, 0 abstentions

Ronda Bailey, President

Jeff Winfield, Superintendent

Date