

**Evergreen School District
Budget Advisory Committee (BAC)
Minutes of June 1, 2017 Meeting**

I. Call to order

- a. 5:31 pm; Welcome and introductions
Present: Kathy Gomez, Nelly Yang, Kim McNiven, Jim Zito, Sylvia Alvarez, Kristi Frankina, Phil Bond (no sign in), Pauline Benton, Diane Hobbs, Dixie Lopes, Conrad Taylor.

II. Approval of minutes from May 3, 2017 meeting

- a. Approved.

III. Election of 2017-18 Officers

- a. Chairperson: Kristi
- b. Co-Chair: Conrad
- c. Secretary: Dixie

IV. 2017-18 Budget for June 8th Adoption (Per Governor's May budget revision)

- a. Revenue:
 - i. Additional \$1.7M LCFF funding to revenue vs. prior forecast, spread out over next 3 years
 - ii. Title 1 revenue drops 18%
 - iii. Removed Governor's one-time revenue for 2017-18, because it won't be paid until May, 2019, if at all.
 - iv. New Proposal in legislature: Suspension of Prop 98 "Test 3-b", which would mean that if the state budget grows, education would not share in the growth.
 - v. State budget needs to be approved by June 15, 2017
- b. Expenses:
 - i. PERS retiree medical is down approx. \$900K vs prior as retirees move off District insurance at age 65.
 - ii. Migrant Ed moving out of expenses (revenue dropped as well, so net \$0 impact)
- c. Net spending: Deficit of \$4M, \$7M and \$11M over next 3 years
- d. Minimum reserve (3%) will not be available by 2019-20
- e. Nelly reviewed all the fund balances, and detailed which we could transfer to general fund if needed.
- f. Sylvia noted that many districts in CA are losing kids, and we need legislators to consider the impact. Suggested providing input to a bill for the state legislature.
- g. Jim noted that other districts do direct canvassing to recruit students
- h. Another option: set up dependent charters to attract students from other districts who don't let their students leave. Need to be careful which schools to select, because their LCFF funding is calculated separately.

V. Fiscal Stabilization options

- a. Nelly reviewed a list of options to increase revenue and reduce expense
 - i. Discussion ensued
 - ii. County may require this list/plan if we are not meeting our minimum 3% reserve for the next 3 years

VI. Next Meeting: October 19, 2017

VII. Meeting adjourned 6:54 pm.

Respectfully submitted,

Dixie Lopes
Secretary