



Santa Barbara
SCHOOL DISTRICTS

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Date: February 18, 2009
 To: Board of Education
 From: Dr. J. Brian Sarvis, Superintendent
 Subject: Approval of Plan to Deny K-5 Interdistrict Transfers Beginning Fall 2009 in Order to Move Santa Barbara Elementary District Toward Basic Aid Status

Action Agenda

Background

The board of education discussed Basic Aid projections in the elementary district and interdistrict transfer students at the January 27, 2009 and February 10, 2009 board meetings. The latest projections on becoming a Basic Aid district requested by the board at our last meeting are based on the latest information on the state budget process and updated ADA data.

Issue

The elementary district is facing serious budget reductions from the recent state budget agreement and will need to cut services to students in the elementary district. Denying inter-district transfers in the future would set the course for moving the district into Basic Aid as well as producing significant cost savings which would mitigate budget reductions projected for April. Board members expressed an interest in looking at projections denying interdistrict transfers next year except sixth grade students, their younger siblings, and children of district employees.

Fiscal Impact

\$764,591 (with \$112,991 in increased revenue due to an increase in property taxes in excess of the revenue limit threshold, plus \$158,400 in cost savings due to the loss of staffing enrollment decline and \$493,200 in cost savings due to the loss of staffing related to the rescission of inter-district transfers).

Recommendation

It is recommended that the board of education deny inter-district transfers in the elementary district beginning fall 2009 except for 2009-10 sixth grade students, their siblings who are currently enrolled in the elementary district (until the end of the 2009-10 school year), and children of school district employees (as shown in column C).

Attachment(s)?	X	Yes (if so, please attach)	No	Powerpoint	Overhead	Consultant
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Santa Barbara Elementary School District Basic Aid Analysis

2009-10

2010-11

Presentation to the Board on Feb. 24, 2009

	A	B	C	
	2009-10 Adopted Budget	2009-10 Adopted Budget: Less All Interdistrict Transfers Including Children of District Employees	2009-10 Adopted Budget: Less Interdistrict Transfers except 6th gr., Siblings & Children of District Employees	2010-11 Adopted Budget: Using Prior Year Guarantee-Based on Col. C
Estimated 2009-10 Adopted Budget				
ADA - 2009-10 P-2 Projection	4,439.52	4,439.52	4,439.52	4,439.52
Interdistrict Transfers	0.00	(258.00)	(181.00)	(181.00)
Base Revenue Limit COLA of 5. %	6,142.72	6,142.72	6,142.72	6,145.72
Total Base Revenue Limit	27,270,728	25,685,907	26,158,896	26,171,672
Meals for Needy/Beg. Teacher's Salary	125,821	125,821	125,821	131,158
Revenue Limit Subject to Deficit	27,396,549	25,811,728	26,284,717	26,302,830
Deficit Factor as of 2/17/09 13%	0.86906	0.86906	0.86906	0.86906
Total Deficit Revenue Limit	23,809,245	22,431,940	22,842,996	22,858,737
Miscellaneous	(242,479.00)	(242,479.00)	(242,479.00)	(249,135.00)
Total Revenue Limit	23,566,766	22,189,461	22,600,517	22,609,602
Total Property Taxes	22,713,509	22,713,509	22,713,509	23,107,155
Total State Aid/Basic Aid Status	853,258	(524,048)	(112,991)	(497,553)
Basic Aid	No	Yes	Yes	Yes
Cost Savings Per Scenario	158,400	928,800	651,600	

Notes:

**2% increase in property taxes

*** No incoming Kindergarten

**** 2010-11 district ADA projections are to decrease; therefore prior year guarantee is used.

*****Col A is natural decline of 44 ADA using 20:1 ratio