

**SANTEE SCHOOL DISTRICT
REGULAR MEETING
OF THE BOARD OF EDUCATION**

May 16, 2017
MINUTES

Douglas E. Giles
Educational Resource Center
9619 Cuyamaca Street
Santee, California

A. OPENING PROCEDURES – 7:00

1. Call to Order and Welcome

President Levens-Craig called the meeting to order at 7:00 p.m.

Members present:

Elana Levens-Craig, President
Dianne El-Hajj, Vice President
Ken Fox, Clerk
Dustin Burns, Member
Barbara Ryan, Member

Administration present:

Kristin Baranski, Superintendent and Secretary to the Board
Karl Christensen, Assistant Superintendent, Business Services
Tim Larson, Assistant Superintendent, Human Resources/Pupil Services
Dr. Stephanie Pierce, Assistant Superintendent, Educational Services
Lisa Arreola, Executive Assistant and Recording Secretary

2. District Mission

President Levens-Craig invited the audience to recite the District Mission.

3. Pledge of Allegiance

President Levens-Craig invited, Karen Fleck, Business Development Officer at East County Schools Federal Credit Union, to lead the members, staff, and audience in the Pledge of Allegiance.

4. Approval of Agenda

Member Burns moved approval.

<i>Motion:</i>	<u>Burns</u>	<u>Ryan</u>	<u>Aye</u>	<u>Fox</u>	<u>Aye</u>
<i>Second</i>	<u>Fox</u>	<u>Levens-Craig</u>	<u>Aye</u>	<u>Burns</u>	<u>Aye</u>
<i>Vote:</i>	<u>5-0</u>	<u>El-Hajj</u>	<u>Aye</u>		

B. REPORTS AND PRESENTATIONS

1. Superintendent's Report

- 1.1. Developer Fees and Collection Report
- 1.2. Use of Facilities Report
- 1.3. Enrollment Report
- 1.4. Schedule of Upcoming Events

2. Spotlight: PT(S)A Presidents

Superintendent Baranski expressed the District's gratitude towards the PTA Presidents for their service, leadership, and advocacy for the children and parents. President Levens Craig presented each PTA President with a certificate, and a rose, as a token of appreciation.

Cajon Park: Kim Stacks
Carlton Hills: Andie Reyes-Pupero
Carlton Oaks: Shelly Kowalsky
Chet F. Harritt: Chris Ebert
Hill Creek: Cara Cadwell

Pepper Drive: Melissa Jarvis
PRIDE Academy: Robyn Sarvis
Rio Seco: April Stuart
Sycamore Canyon: Trish Malone
Tierra del Sol Council President: Jean Brittain

3. Spotlight: Student Recognitions

Dr. Stephanie Pierce introduced students being recognized in County-level programs: 2017 San Diego County Spelling Bee, PTA 2017 Reflections, Young American Poetry Digest Published Authors, Spring Sprint Triathlon, Greater San Diego Regional Botball Tournament, and the Science Field Day.

2017 Greater San Diego Science and Engineering Fair

The Board of Education recognized two Carlton Hills' students for receiving a 2nd Place Ribbon and the Micky Award trophy for best sports related project.

- Shala Malone
- Jasmine Lopez

San Diego County Spelling Bee

The Board of Education recognized a Hill Creek 8th grader for participating in this year's San Diego County Spelling Bee.

- Rose Terrill

PTA 2017 Reflections

The Board of Education recognized three students for being the PTA 2017 Reflections school winners.

- Zoey Ebert - 2nd grade - Chet F. Harritt
- Stephen Cox - 5th grade - Carlton Hills
- Alazain Angotti - 7th grade - Rio Seco

2016 Young American Poetry Digest

The Board of Education recognized four 4th graders from Chet F. Harritt for being 2016 Young American Poetry Digest published authors.

- Aron Guidroz
- Amber Froehlich
- Aubrey Laue
- Kaydence Millender

Spring Sprint Triathlon

The Board of Education recognized Carlton Oaks students from Ms. Panfil's class for participating in the Spring Sprint Triathlon.

- | | |
|-------------------|------------------------|
| • Keira Baranski | • Jayden Musbach |
| • Nate Buechner | • Raegen Musbach |
| • Liberty Bloom | • Thomas Simpson |
| • Aydin Heth | • Riley Smith |
| • Sydney Hodge | • Taylor Spletstoesser |
| • Carson Kowalsky | • Caleb Van Hoy |

Greater San Diego Regional Botball Tournament

The Board of Education recognized Carlton Oaks and PRIDE Academy students for their outstanding achievement in the Greater San Diego Regional Botball Tournament. Dr. Pierce shared the Carlton Oaks students received the Judge's choice award for Critical Thinking Skills.

Carlton Oaks

- Jacob Southwick
- Alex Marquardt
- Amy Manahan
- Andrew Gallagher
- Alayla Reese

PRIDE Academy

- Dominic Fionda
- Kaylee Burns
- Seth Crook
- Elijah Gipson
- Leo Gonzales
- Cameron Reyes
- Mathew Rogers
- Jacob Tingle
- Kris Yepez
- Jesse Saucedo

Science Field Day

The Board of Education recognized the following Rio Seco students for competing in a variety of events at the Science Field Day.

- Kristen Bressler
- Sophia Pineiro
- Nolan Goetz
- Jordyn Bugg
- Larissa Baker
- Kenadie Wisneski
- Chloe Nickerson
- Sarah Mitchell
- Hayden Miller
- Maddy Saul
- Aly Reiter

C. PUBLIC COMMUNICATION

President Levens-Craig invited members of the audience to address the Board about any item not on the agenda. There were no public comments.

D. CONSENT ITEMS

President Levens-Craig invited comments from the public on any item listed under Consent.

- 1.1. Approval of Minutes
- 2.1. Approval/Ratification of Travel Requests
- 2.2. Approval/Ratification of Expenditure Warrants
- 2.3. Approval/Ratification of Purchase Orders
- 2.4. Approval/Ratification of Revolving Cash Report
- 2.5. Acceptance of Donations
- 2.6. Approval of Consultants and General Service Providers
- 2.7. Approval of Agreement for Mileage Reimbursement In Lieu of District Transportation
- 2.8. Award of Bid for Stucco Replacement Project at Carlton Hills School
- 2.9. Award of Bid #1718-90-01: Commodities, Non-Commodities, and Grocery/Snack
- 2.10. Authorization to Solicit Informal Bids through the CUPCCAC Process for Reseeding and Irrigation System Improvement of Grass Fields at Pepper Drive and Sycamore Canyon Schools
- 2.11. Authorization to Sell/Dispose of Surplus Items
- 2.12. Approval of Agreement with DECISIONINSITE LLC for Professional Services and Software Related to Demographic Analysis and Enrollment Projections
- 3.1. Approval of State Preschool Program Annual Report to California Department of Education
- 3.2. Approval of Personnel Agreement with Grossmont Union High School District for the 2017-18 Santee School District Spanish I Program
- 4.1. Personnel, Regular
- 4.2. Approval of Services Agreement with San Joaquin County Office of Education (SJCOE) to Provide Claims Administration Services for the Medi-Cal Billing Option Program
- 4.3. Approval of Agreement with Kontraband Interdiction and Detection Services, Inc. (K.I.D.S.) for the 2017-2018 School Year
- 4.4. Approval to Renew Agreement with Frontline Technologies (Aesop) Automated Substitute Calling/Attendance System
- 4.5. Approval of Teacher Induction Program Agreement with San Diego County Office of Education for 2017-2018
- 4.6. Approval of Influenza Vaccine Administration Program Agreement
- 4.7. Approval of Short Term Positions
- 4.8. Approval of Revisions to Direction, Curriculum & Assessment Job Description
- 4.9. Adoption of Resolution No. 1617-43 to Eliminate/Layoff Classified Non-Management Position

Member Ryan moved approval.

<i>Motion:</i> <u>Ryan</u>	<i>Levens-Craig</i> <u>Aye</u>	<i>Burns</i> <u>Aye</u>
<i>Second</i> <u>El-Hajj</u>	<i>El-Hajj</i> <u>Aye</u>	<i>Ryan</i> _____
<i>Vote:</i> <u>5-0</u>	<i>Fox</i> <u>Aye</u>	

E. DISCUSSION AND/OR ACTION ITEMS

Educational Services

1.1. **Middle School Elective Application: Hill Creek School**

Dr. Pierce shared Interim Principal Jim Rosa and Vice Principal Kristen Bonser, representing Hill Creek, were present to share their middle school elective application; which was part of the LCAP Action/Service steps.

Interim Principal Rosa shared how the middle school electives vision correlated with the school's mission. Vice Principal Bonser mentioned this year's offerings for 7th and 8th grade students. She shared that with the current schedule, with the academic lab structure, students are only able to access electives one day a week. Vice Principal Bonser shared with the proposed electives, the school would be shifting to a more balanced elective wheel that incorporates grades 6 – 8th.

Interim Principal Rosa explained input was received from various stakeholders (i.e., PTA, SSC, Staff, Students, and Parents) on the proposed electives. He explained it was Administration's intent to place every 6-8th grade student in a middle school atmosphere to experience three electives throughout the school year. Interim Principal Rosa and Vice Principal Bonser shared the proposed electives were:

Robotics & Coding

- Students will learn computer science skills through a variety of programs and formats, starting with coding, scratch, and etc. They will also learn robotics.

Arts Media & Entertainment

- Student News Broadcast
- School Newsletter
- Yearbook

Makerspace

- Applied Design
- Manufacturing
- Product Development

Introduction to Language

- Cultural Appreciation
- Conversational Spanish

Farm to Table

- Gardening (Agriculture)
 - Design
- Cooking (Hospitality)
 - Menu Planning
 - Food Prep

Cross Age Tutoring

- Students will interact with younger grades and tutor them in areas of need.
- Education and Child Development

Interim Principal Rosa presented the following budget and shared site support includes ongoing site funding of \$4,000 for equipment repairs, garden, perishable materials, and software/licenses. He mentioned electives will begin in the Fall of the 2017-18 school year and next steps include monitoring and evaluating for continuous improvements.

Robotics/Coding	
Apps	\$2,000
Software	\$4,000
Kits	\$6,000
Subtotal	\$12,000
Media Arts	
Laptop	\$1,000
Green Room	\$800
Furniture	\$1,600
Subtotal	\$3,400
Makerspace	
3D Printer	\$500
Service Current Equipment	\$1,000
Drafting Supplies	\$1,000
Subtotal	\$2,500
Intro. To Language	
Curriculum	\$5,000
Subtotal	\$5,000
Farm to Table	
Garden Fencing	\$8,000
Garden Beds	\$2,000
Garden Equipment	\$2,000
Ovens	\$6,000
Cooking Utensils	\$1,000
Dishwasher and Garbage Disposal	\$2,000
Refrigerator/Freezer	\$1,000
Subtotal	\$22,000
Cross Age Tutoring	
Notebooks	\$100
Subtotal	\$100
Total Cost	\$45,000

The Board expressed their gratitude to Hill Creek Administration. Member Ryan moved approval.

Motion: Ryan
Second: Fox
Vote: 5-0

Levens-Craig Aye
El-Hajj Aye
Fox Aye

Burns Aye
Ryan Aye

Business Services

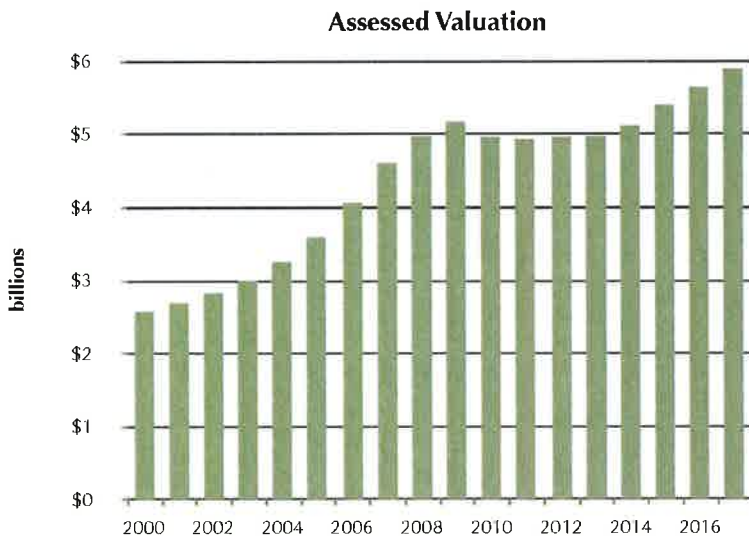
2.1. Series B General Obligation Bond Refunding Update

Karl Christensen, Assistant Superintendent of Business Services reminded the Board that back in October, the District was moving forward with refunding a portion of the Series B General Obligation bonds when interest rates began to rise, thereby partially eroding potential savings. He mentioned Dale Scott, the District's financial advisor pulled the plug on the transaction since the amount of savings for taxpayers to be generated from a bond sale fell significantly below the Board's threshold of fifteen percent (15%) of the refunding bonds principal amount. Mr. Christensen explained that since then, market conditions have improved a bit and a sale in late June could produce significant taxpayer savings. He shared Mr. Scott was present to update the Board on market conditions and a timeline for a June bond sale. Mr. Christensen mentioned this item was for information only and Administration planned to bring a revised resolution for Board action at the June 6th meeting.

Dale Scott, the District's financial advisor, reported interest rates had increased after the elections and since then the interest rates had moved downward. Mr. Scott shared the District's assessed valuation (AV) has grown by 14% over the past three years. He presented the current Debt Service and Tax Rate Projections; and reviewed the GO Bond and the Debt Service and Tax Rate projections.

Santee School District: **Assessed Valuation**

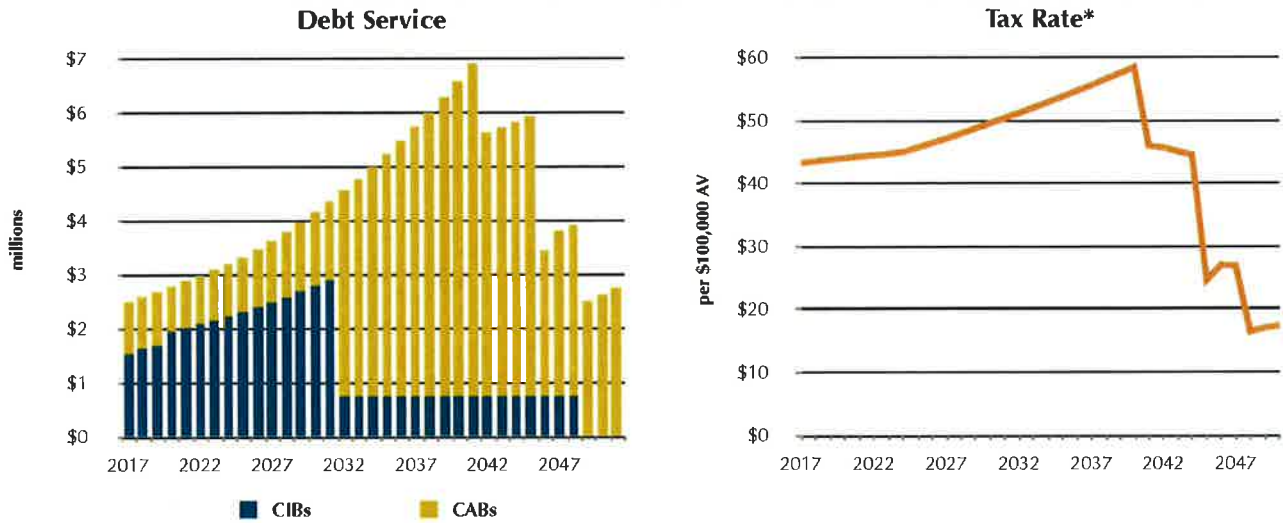
District AV Has Grown by 14% Over the Past Three Years



Assessed Valuation: 2000 to 2017		
FY ending	(billions)	% change
2000	\$2.57	
2001	\$2.69	4.4%
2002	\$2.83	5.2%
2003	\$2.99	5.9%
2004	\$3.26	8.8%
2005	\$3.59	10.2%
2006	\$4.06	13.2%
2007	\$4.60	13.2%
2008	\$4.97	8.1%
2009	\$5.17	3.9%
2010	\$4.96	-4.0%
2011	\$4.93	-0.6%
2012	\$4.96	0.5%
2013	\$4.97	0.2%
2014	\$5.11	2.8%
2015	\$5.39	5.6%
2016	\$5.64	4.6%
2017	\$5.88	4.2%
5 Year Average		3.5%
10 Year Average		2.5%

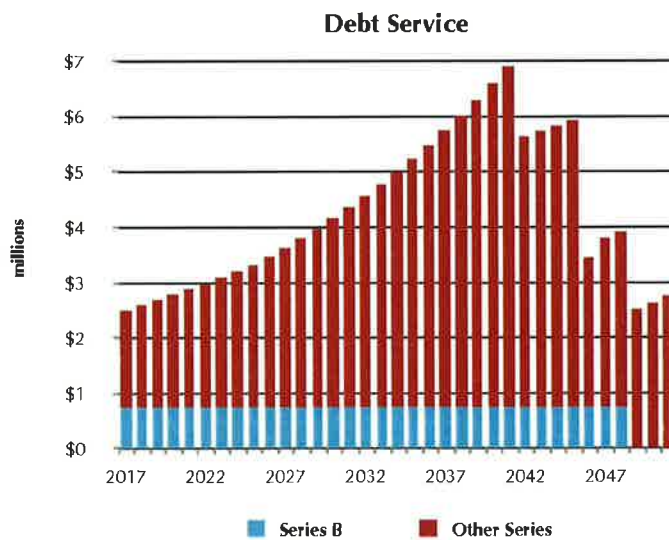
Santee School District: GO Bond Review

Debt Service and Tax Rate Projections



Santee School District: GO Bond Review

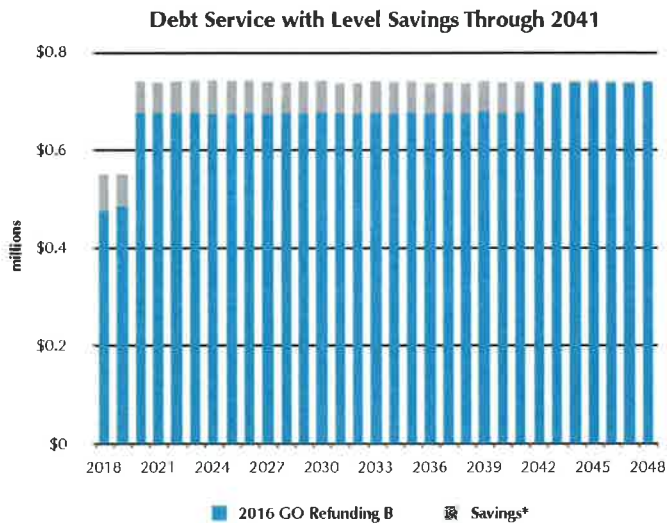
GO 2006 Election, Series B Bonds



He shared two alternatives to the 2016 Refunding of 2006, Series B bonds. He explained Alternative A has almost no effect; and Alternative B offered more “wobble room” in tax rates in the later years. Mr. Scott recommended going with Alternative B. He mentioned if the Board decided to move forward, a resolution would be brought forth at the June 6 meeting for the Board’s consideration and adoption. It was the Board’s consensus to have the resolution brought forth at the next meeting.

Santee School District: 2016 Refunding of 2006, Series B

Alternative A Refunding Can Save Taxpayers Up to \$1.58 Million

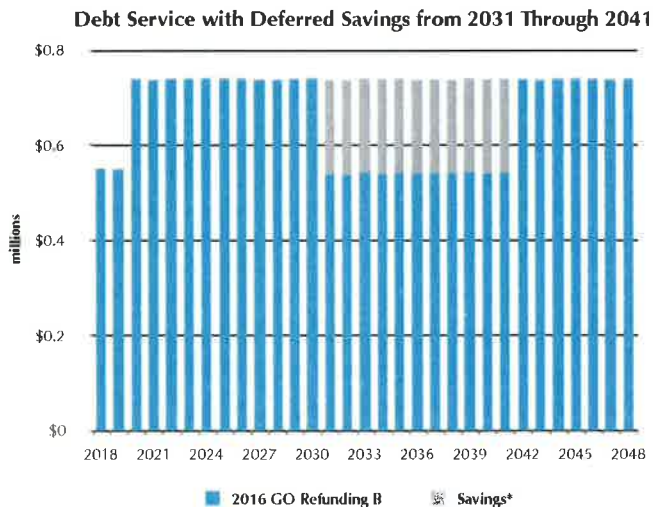


Refunded Principal	\$11,240,000
Prior Refunded Bond Maturity Dates	2020 - 2048
New Refunding Bond Maturity Dates	2018 - 2048
Average Interest Rate of Refunded Bonds	4.96%
Average Interest Rate of Refunding Bonds	2.78%
Estimated Issuance Costs	\$247,861
Escrow Fund Negative Arbitrage	\$311,091
Net Debt Service Savings	\$1,582,575
Present Value of Debt Service Savings	\$1,036,722
Savings as % of Refunded Principal	14.08%

*Based on market rates as of May 11, 2017

Santee School District: 2016 Refunding of 2006, Series B

Alternative B Refunding Can Save Taxpayers Up to \$2.24 Million



Refunded Principal	\$11,240,000
Prior Refunded Bond Maturity Dates	2020 - 2048
New Refunding Bond Maturity Dates	2018 - 2048
Average Interest Rate of Refunded Bonds	4.96%
Average Interest Rate of Refunding Bonds	2.62%
Estimated Issuance Costs	\$244,081
Escrow Fund Negative Arbitrage	\$304,565
Net Debt Service Savings	\$2,244,723
Present Value of Debt Service Savings	\$1,143,576
Savings as % of Refunded Principal	19.97%

*Based on market rates as of May 11, 2017

2.2. Authorization to Solicit Informal Bids through the CUPCCAC Process for Installation of a Driveway at the Lower Parking Lot at Pepper Drive School

Mr. Christensen mentioned the school bus drop off and pickup at Pepper Drive is challenging given the fact that there is only one street into- and out-of-the school. He explained that currently, the busses drop off and pick up at the upper parking lot where parents also drop off and pick up their students. Mr. Christensen mentioned it is not uncommon for busses to be ten (10) minutes late to the school for pickup in the afternoon, due to the heavy traffic congestion on Marlinda Way. For years, the idea of having the busses drop off and pick up at the lower parking lot has been discussed but this requires installation of a second driveway to provide separate ingress and egress points. Until recently, Administration understood that the County of San Diego would not approve a driveway there given the close proximity of the adjacent property driveway on Pepper Drive. Christina Becker, Director of Maintenance & Operations, and Charlie Myers, Director of Transportation, have been having discussions with the County and now have preliminary approval to install a second driveway for the lower parking lot. Administration recommends moving forward with this project and is asking for authorization to solicit informal bids through the CUPCCAC process. It is estimated that this project could cost \$40,000, but the exact amount will not be known until an action item is brought back at a subsequent board meeting for consideration of bid award.

Member Ryan inquired on a path for the students to access the lower parking lot. Mr. Christensen explained the school's Principal, Mr. Hooks, already had a plan for the students to access the lower parking lot safely. Member Burns moved for approval with Member Ryan's stipulation to make sure the students are provided a safe path to the proposed lower parking lot.

<i>Motion:</i>	<u>Burns</u>	<i>Levens-Craig</i>	<u>Aye</u>	<i>Burns</i>	<u>Aye</u>
<i>Second</i>	<u>Ryan</u>	<i>El-Hajj</i>	<u>Aye</u>	<i>Ryan</i>	<u>Aye</u>
<i>Vote:</i>	<u>5-0</u>	<i>Fox</i>	<u>Aye</u>		

2.3. Yale Preschool Program Fee Increase

Mr. Christensen shared that over the last year, Administration discussed the revenue and expenditure patterns of YALE preschool with Hope Baker, Coordinator, and Pam Brasher, Director, of the Out of School Time Program. Mr. Christensen explained that with adoption of the 2016-17 budget, it became evident that YALE was beginning to experience a structural deficit with on-going expenditures exceeding on-going revenues. With YALE being a self-sufficient program, the impacts of significant cost pressures must be addressed. He shared Ms. Baker and Ms. Brasher have identified some expenditure reductions but they are not enough to overcome the structural deficit. Consequently, Administration believes a fee increase is necessary. Mr. Christensen mentioned the item was being brought forth for information only; and action was at the discretion of the Board. He shared Administration plans to bring back an action item at the June 6th meeting for Board consideration, unless the Board would take action tonight. Mr. Christensen walked through the rationale and opened it up for the Board's discussion and/or questions. He shared Ms. Baker and Ms. Brasher were present to answer questions. He provided an overview of the program's current standing. Mr. Christensen shared the summary of revenues and expenditures for 2015-16; 2016-17 2nd Interim, and the most recent estimates for 2016-17 as follows:

Description	2015-16	2016-17 2nd Interim	2016-17 Revised Estimate
Total Revenue	\$873,755	\$780,074	\$865,501
Salary & Benefit Expenditures	\$686,761	\$779,172	\$779,172
Non-Salary Expenditures	\$92,319	\$139,534	\$139,534
Total Expenditures	\$779,080	\$918,706	\$918,706
Operating Surplus(Deficit)	\$94,675	(\$138,632)	(\$53,205)
Salaries and Benefits as a % of Revenue	78.60%	99.88%	90.03%
One-Time Revenue Adjustment	\$12,362	\$5,332	\$5,332
One-Time Expenditure Adjustment	\$11,789	\$940	\$940
Estimated Structural Surplus(Deficit)	\$94,102	(\$143,024)	(\$57,597)

He shared the YALE Preschool Administration surveyed programs in Santee to determine market rates. Based on the information that was gathered, Administration recommends an increase of 15% for full-time participants and 20% for part-time participants. Mr. Christensen shared the increase still keeps the YALE Preschool program fees comparable with other preschool providers.

(Current Rates)

Full-Time	Hrly. Rate	PT 5-Day	Hrly. Rate	PT 3-Day	Hrly. Rate	PT 2-Day	Hrly. Rate
1 Children's Choice	\$3.04	1 Children's Choice	\$5.09	1 YALE	\$6.36	1 YALE	\$6.92
2 YALE	\$3.20	2 Little Learners	\$5.83	2 Little Learners	\$8.33	2 Little Learners	\$10.42
3 Kindercare	\$3.84	3 YALE	\$6.22	3 Kindercare	\$11.25	3 Kindercare	\$13.50
4 Little Learners	\$3.91	4 Tutor Time	\$8.40	4 Tutor Time	\$12.00	4 Tutor Time	\$14.60
5 Tutor Time	\$4.12	5 Kindercare	\$9.00	5 *		5 *	

(15% & 20%)

Full-Time	Hrly. Rate	PT 5-Day	Hrly. Rate	PT 3-Day	Hrly. Rate	PT 2-Day	Hrly. Rate
1 Children's Choice	\$3.04	1 Children's Choice	\$5.09	1 YALE	\$7.69	1 YALE	\$8.31
2 YALE	\$3.65	2 Little Learners	\$5.83	2 Little Learners	\$8.33	2 Little Learners	\$10.42
3 Kindercare	\$3.84	3 YALE	\$7.54	3 Kindercare	\$11.25	3 Kindercare	\$13.50
4 Little Learners	\$3.91	4 Tutor Time	\$8.40	4 Tutor Time	\$12.00	4 Tutor Time	\$14.60
5 Tutor Time	\$4.12	5 Kindercare	\$9.00	5 *		5 *	

He explained the following projection of revenue and expenditures for 2017-18 through 2019-20 with the proposed fee increase and expenditure reductions. Mr. Christensen clarified this analysis did not include the impact of any future negotiated compensation increases or minimum wage increases.

Fee Increase	Description	2017-18	2018-19	2019-20
15% Full-Time, 20% Part-Time Effective 8-21-17	Total Revenue	\$991,232	\$991,232	\$991,232
	Salary & Benefit Expenditures	\$803,379	\$827,586	\$851,793
	Non-Salary Expenditures	\$118,929	\$121,308	\$123,734
	Total Estimated Expenditures	\$922,308	\$948,894	\$975,527
	Operating Surplus(Deficit)	\$68,924	\$42,338	\$15,705
	Salaries and Benefits as a % of Revenue	81.05%	83.49%	85.93%
	One-Time Revenue Adjustment	\$0	\$0	\$0
	One-Time Expenditure Adjustment	\$0	\$0	\$0
	Estimated Structural Surplus(Deficit)	\$68,924	\$42,338	\$15,705

Member Fox inquired on programs for low-income families. Ms. Brasher shared the District works with various subsidy agencies in San Diego County. Member El-Hajj inquired on the number of students in the State preschool program. Ms. Brasher shared there were over 200 students currently enrolled. Member Burns asked how much it cost a parent to have a child attend YALE full-time. Ms. Brasher shared it was approximately \$737. The proposed rate would increase to approximately \$847.

Member Burns expressed his concern on the low-wages that cause employee turnover. As a parent, he shared some might not like the lack of employee stability. He suggested a slightly higher increase to the part-time fees to provide more revenue to subsidize higher salaries to avoid employee turnover. Member Ryan inquired on the parent advisory group's perspective. Ms. Brasher shared the advisory group was supportive and understanding of the need for an increase; and they are appreciative that the District's increases are not annually.

Member Burns mentioned he was supportive of the increase and asked that his concern for staff turnover be noted. Mr. Christian shared the item would return for the Board's consideration at the June 6th meeting.

2.4. Paid Meal Price Increase

Mr. Christensen explained that each year, the United States Department of Agriculture (USDA) requires the District to calculate Paid Lunch Equity to determine if, in their estimation, Federal revenue for free and reduced price meals is subsidizing paid meals; using a calculator provided by the California Department of Education (CDE). He explained this year's calculation indicates that the District must increase the cost of the paid meal price from \$2.75 to at least \$2.85. In order to not create additional change making complexity, Administration recommends increasing to \$3.00. Mr. Christensen explained it was important to note that the Paid Lunch Equity requirement has been a discussion at the Federal level in talks regarding reauthorization and there has been some talk about eliminating this regulation. However, until the law is changed, we are still required to be in compliance with the existing regulation. It is also important to note that the District is scheduled to be audited next year. Prior to the audit, the District is sent a questionnaire and is asked to answer "yes" or "no" for various compliance items, including Paid Lunch Equity. "No" answers trigger a more extensive audit. He shared this was for information only and action was at the discretion of the Board. Mr. Christian shared the item would return for the Board's consideration at the June 6th meeting, unless the Board took action tonight.

Upon discussion, Member Ryan moved approval to increase the paid meal price to \$3.00, effective August 21, 2017.

Motion:	<u>Ryan</u>	Levens-Craig	<u>Aye</u>	Burns	<u>Aye</u>
Second	<u>Fox</u>	El-Hajj	<u>Aye</u>	Ryan	<u>Aye</u>
Vote:	<u>5-0</u>	Fox	<u>Aye</u>		

2.5. May Revise and State Budget Update

Mr. Christensen mentioned the Governor issued his May Revise for the 2017-18 proposed State Budget and he would be providing some highlights. He went on to provide an overview of the economy and shared a comparison between the January budget proposal and the May Revise. Mr. Christensen explained State Revenues for 2017-18 were \$125.19 billion; an increase of \$1.88 billion from the January Proposal. He provided a three-year comparison of State Revenues. Mr. Christensen explained the 2015-16 State Revenue was \$115.66 billion; an increase of \$.16 billion from January. The 2016-17 State Revenues were \$118.54 billion; a decrease of \$.0225 billion from January's Proposal. The 2017-18 State Revenues were \$125.19 billion; an increase of \$1.88 billion from January. He explained this was due to a 7.0% annual increase for Personal Income Tax; .1% decrease for Sales and Use Tax; and a 6.7% annual increase for Corporation Tax.

Mr. Christensen shared a comparison of the Guaranteed Calculations in Prop 98 from 2015-16 to 2017-18. Over the three-year period, the comparisons showed an increase of roughly 4.5% increase from prior year revised. The changes to the distribution in K-12 from the January proposal include a \$1.4 billion to LCFF; \$661 million higher than the January proposal. It funds 1.56% COLA plus some progress to closing the GAP (97% of full implementation). He shared it was important to note that the Governor included an additional \$750 million in the May Revise for one-time discretionary funding. However, the payment of these funds is not scheduled until May 2019 in the 2018-19 fiscal year and is contingent upon a State revenue accounting for 2017-18. Mr. Christensen noted that due to the tenuous nature of the appropriation, School Services is recommending not including this in the 2017-18 District budget or in the multi-year projection. He shared no deferral was proposed in January. However, in order to increase Prop 98 funding and eliminate the deferral in this economic climate, the Governor proposes to suspend the statutory Prop 98 Test 3B supplemental appropriation in 2016-17, in addition to the 2018-19 through 2020-21 fiscal years. There is a \$376.2 million for Prop 39 Energy Efficiency; a \$46.7 decrease from the January proposal. In addition to a 1.56% COLA for categorical programs outside LCFF.

Mr. Christensen mentioned the budget continues to examine issues related to Special Education funding to chart a path forward that will maximize resources to serve students while increase transparency and accountability.

F. BOARD POLICIES AND BYLAWS

1.1. Second Reading: New Board Policy and Revised Administrative Regulation 5111.1, District Residency

New Board Policy and Revised Administrative Regulation 5111.1, District Residency was presented for a second reading and approval. Member Burns moved approval.

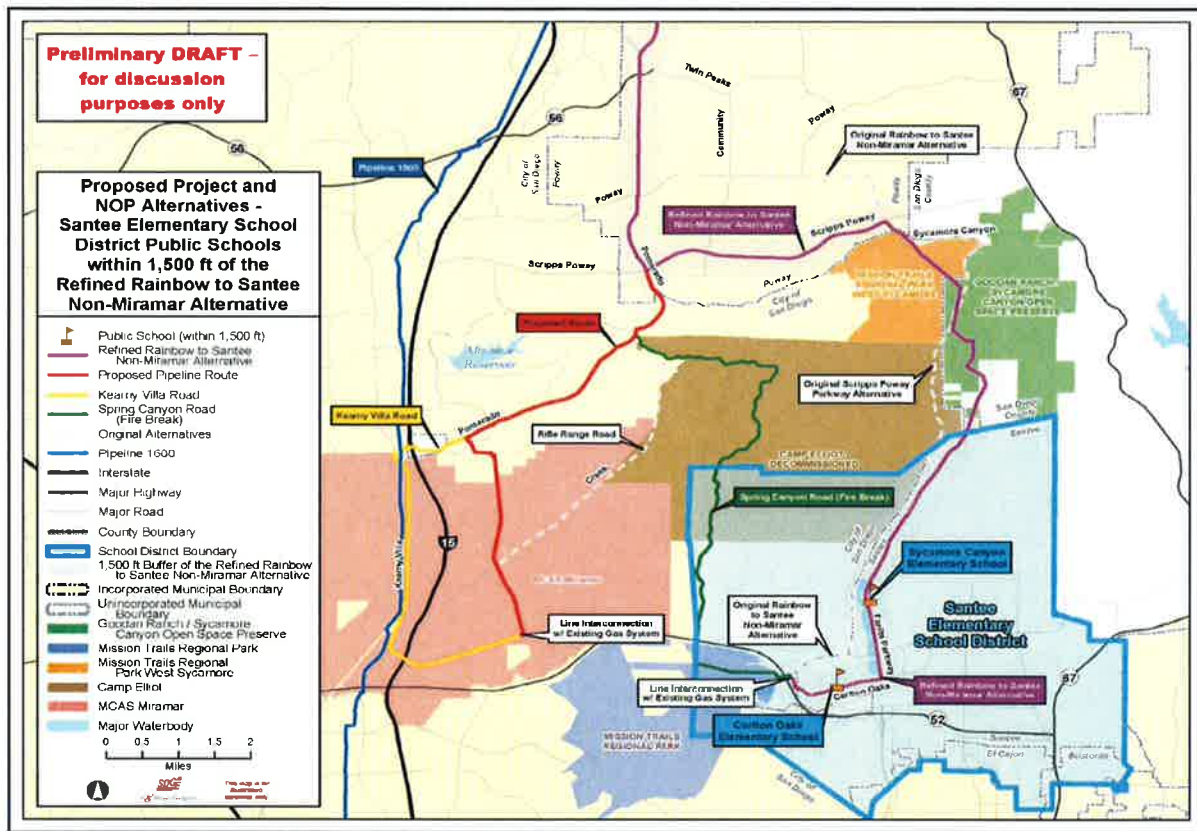
<i>Motion:</i>	<u>Burns</u>	<i>Levens-Craig</i>	<u>Aye</u>	<i>Burns</i>	<u>Aye</u>
<i>Second</i>	<u>El-Hajj</u>	<i>El-Hajj</i>	<u>Aye</u>	<i>Ryan</i>	<u>Aye</u>
<i>Vote:</i>	<u>5-0</u>	<i>Fox</i>	<u>Aye</u>		

1.2. First Reading: New Board Policy 3515.7 Firearms on School Grounds

New Board Policy 3515.7 Firearms on School Grounds was presented for a first reading. BP 3515.7 will return to the next meeting for a second reading and request for approval.

G. BOARD COMMUNICATION AND ORGANIZATIONAL BUSINESS

Superintendent Baranski mentioned holding a phone conference with Kevin O'Beirne from Sempra Utilities. She explained Mr. O'Beirne was overseeing the communications with local agencies regarding the proposed natural gas pipeline construction in San Diego County. Superintendent Baranski shared San Diego is currently served by two natural gas pipelines, one constructed in 1949 and the other constructed in 1960. She explained that since the ruptured gas line in San Bruno, in 2010, laws were changed requiring the testing or replacement of old pipeline infrastructures. SDG&E filed an application in September 2015 to replace the natural gas line created in 1949 but they may not see a decision until 2019. She shared the following map of the proposed gas line.



PIPELINE Safety & Reliability PROJECT 16

The proposed, newly constructed gas line would begin in Rainbow, where the current connection is made to natural gas from the north, and would end at Marine Corps Air Station Miramar. This new line would not require any imposition on private residences or business properties, as in the acquisition of property to complete the gas line replacement. She shared that with infrastructure proposals, alternate routes are considered and public comment opportunities are provided. One alternate route runs through Santee School District boundaries; specifically, near Sycamore Canyon and Carlton Oaks schools. Area residents were sent mailings so they would know about the alternate route and be able to provide public comment. Superintendent Baranski shared that if the alternate route was selected, SDG&E would work with the District on timelines to reduce the inconvenience of construction. The total construction of the gas line will be 47 miles and 3-4 of those miles will be in Santee. It would take approximately 9-12 weeks to complete in Santee. Upon discussion, the Board asked that Administration attend one of public comment sessions; notify the Carlton Oaks and Sycamore Canyon residents via school messenger about the mailer and the public scoping meetings. Member Burns suggested contacting Supervisor Dianne Jacob.

The Board and Superintendent held a discussion on holding a planning meeting regarding the Santee Success Program (SSP). The Board asked Administration to look for a date when SSP staff is available to attend the meeting.

Member Burns suggested working with the County to see if there are any interns interested in participating in the YALE Program.

President Levens-Craig shared attending the Bilingual Awards and commended Terry Johnson on the recognition.

H. CLOSED SESSION

President Levens-Craig announced that the Board would meet in closed session for:

1. **Conference with Legal Counsel – Anticipated Litigation**
2. **Public Employee Discipline/Dismissal/Release** (Govt. Code § 54957)
3. **Conference with Labor Negotiator** (Govt. Code § 54957.6)
Purpose: Negotiations
Agency Negotiator: Tim Larson, Assistant Superintendent
Employee Organization: Santee Teachers Association (STA)
4. **Conference with Labor Negotiator** (Govt. Code § 54957.6)
Purpose: Negotiations
Agency Negotiator: Tim Larson, Assistant Superintendent
Employee Organization: Classified School Employees Association (CSEA)
5. **Public Employee Performance Evaluation** (Gov't. Code § 54957)
Superintendent

The Board entered closed session at 8:44 p.m.

I. RECONVENE TO PUBLIC SESSION

The Board reconvened to public session at 10:35 p.m. and reported no action had been taken.

J. ADJOURNMENT

With no further business, the regular meeting of May 16, 2017 was adjourned.



Ken Fox, Clerk



Kristin Baranski, Secretary