



BOARD OF EDUCATION MEETING AND WORKSHOP Special Meeting

Board of Education Members

Christina Pritchett, President (Trustee Area 3)
Lisa Murawski, Vice President (Trustee Area 1)
Darrel Woo, Second Vice President (Trustee Area 6)
Leticia Garcia (Trustee Area 2)
Jamee Villa (Trustee Area 4)
Chinua Rhoades (Trustee Area 5)
Lavinia Grace Phillips (Trustee Area 7)
Isa Sheikh, Student Member

Tuesday, January 26, 2021

4:30 p.m. Closed Session

6:00 p.m. Open Session

Serna Center

Community Conference Rooms

5735 4th Avenue

Sacramento, CA 95824

(See Notice to the Public Below)

AGENDA

2020/21-18

- | | | | |
|-----------|-----|---|---------------|
| | | | Allotted Time |
| 4:30 p.m. | 1.0 | OPEN SESSION / CALL TO ORDER / ROLL CALL | |
| | | <u>NOTICE OF PUBLIC ATTENDANCE BY LIVESTREAM</u> | |
| | | <u>Members of the public who wish to attend the meeting may do so by</u> | |
| | | livestream at: https://www.scusd.edu/post/watchmeetinglive . No | |
| | | physical location of the meeting will be provided to the public. | |
| | 2.0 | ANNOUNCEMENT AND PUBLIC COMMENT REGARDING ITEMS TO BE | |
| | | DISCUSSED IN CLOSED SESSION AND OPEN SESSION | |

3.0 CLOSED SESSION

While the Brown Act creates broad public access rights to the meetings of the Board of Education, it also recognizes the legitimate need to conduct some of its meetings outside of the public eye. Closed session meetings are specifically defined and limited in scope. They primarily involve personnel issues, pending litigation, labor negotiations, and real property matters.

3.1 Government Code 54957.6 (a) and (b) Negotiations/Collective Bargaining SCTA, SEIU, TCS, Teamsters, UPE, ~~Not~~ Represented/Confidential Management (District Representative Pam Manville)

6:00 p.m. 4.0 CALL BACK TO ORDER

6:05 p.m. 5.0 ANNOUNCEMENT OF ACTION TAKEN IN CLOSED SESSION

6:10 p.m. 6.0 AGENDA ADOPTION

7.0 BOARD WORKSHOP/STRATEGIC PLAN AND OTHER INITIATIVES

6:15 p.m. 7.1 Resolution No3180: Recognition of District Structural Deficit (President Pritchett) Conference/First Reading
15 minute presentation
15 minute discussion

6:45 p.m. 7.2 Budget and Fiscal Recovery Plan Update (Rose Ramos) Information
40 minute presentation
40 minute discussion

8:07 p.m. 9.0 ADJOURNMENT

NOTE: The Sacramento City Unified School District encourages those with disabilities to participate fully in the public meeting process. If you need a disability modification or accommodation, including auxiliary aids or services, to participate in the public portion of the special Board meeting, please contact the Board of Education at (916) 643-3300. See California Education Code, § 54957.6 (a) and (b).

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT BOARD OF EDUCATION

Agenda Item 7.1

Meeting Date: January 26, 2021

Subject: Resolution No. 3180: Recognition of District Structural Deficit

- Information Item Only
- Approval on Consent Agenda
- Conference (for discussion only)
- Conference/First Reading (Action Anticipated: February 4, 2021)
- Conference/Action
- Action
- Public Hearing

Division: Office of the Superintendent

Recommendation: Resolution No. 3180: Recognition of District Structural Deficit

Background/Rationale: The District's structural deficit has been analyzed by numerous independent entities, include the Fiscal Crisis & Management Assistance Team (FCMAT), the California State Auditor, the Sacramento County Office of Education, and the Policy Analysis for California Education (PACE). Each of these independent entities have offered recommendations aimed at reducing the District's Structural Deficit. The proposed Resolution aims to recognize the District's fiscal challenges and to establish the goal of taking actions to address such.

Financial Considerations: The proposed Resolution is directed at recognizing and addressing the District's Structural Deficit.

LCAP Goal(s):

3. [Fiscal Crisis & Management Assistance Team \(FCMAT\) 2020](#)
4. [Policy Analysis for California Education \(PACE\) 2019](#)
5. [Sacramento County Office of Education \(SCOE\) Analyses Continuing](#)

Critical conclusions from these independent entities include:

1. The District does not have sufficient ongoing resources to support ongoing expenses noted by the [State Auditor, *Sacramento Unified's costs, such as salaries and benefits, have increased at a rate that has outpaced the ongoing revenue it receives*](#)" (Audit Report at pg. 9, Figure 2)

2. The District should not rely on one-time funds to support ongoing expenses recognized by the [State Auditor, *The Legislature appropriates one-time funds for a specific purpose and for a limited term, and subsequent legislation is necessary to renew them. Thus, such funds are fundamentally different from funds that districts generally use for ongoing costs, which consist of appropriations for the same purpose that are funded on an annual basis or continuously appropriated funds that are appropriated from year to year without the need for further authorization from the Legislature. For example, in fiscal year 2017–18, Sacramento Unified received \\$5.7 million in one-time funds from the State for the purpose of satisfying potential outstanding state mandate claims.*](#)" (Audit Report at pg. 16)

3. The District muso mpi

WHEREAS, the District's current benefit structure includes [significantly underfunded retiree lifetime health benefits in addition to fully paid, high priced health benefits for active employees](#) (Audit Report at pg. 202, Figure 7; see also [FCMAT 2018](#)

WHEREAS, the Board recognizes that the District has been able to supplement its budget and temporarily mitigate its deficit with Coronavirus Aid, Relief, and Economic Security Act (CARES Act) and recent Coronavirus Response and Relief Supplemental Appropriations Act of 2021 (CRRSAA Act) **one-time restricted revenues** which must be spent for specific COVID related purposes as further outlined by the California Department of Education (CDE) and School Services of California (SSC) (Adopted Budget at pg-31), and the Board of Education understands that these funds are ~~one-time~~ restricted funds and non-sustainable as they must be expended by June 2021, December 2021, September 2022, and 2023; and

WHEREAS, the Board understands that the District accounts for the cricsen-3nb 0.00.8.1d ())Tj 0.

The District's on-going, structural budget deficit would increase approximately \$33 million by 2022-2023 based on 2020-2021 First Interim and factoring in generous assumptions from the Governor's January Proposed Budget and Fiscal Recovery Plan Update, Board Presentation Item 7.2, January 26, 2021)

A prolonged inability to reach a point of fiscal recovery where the District can afford to invest in programs, services, and staff training to support student safety, wellness academic success and social and emotional learning such as: expanding inclusive practices for students with disabilities throughout the district; offering additional specialized programs of study; providing equitable extracurricular activities and replacing the current "pay-to-play" and fundraising models for athletic and experiential activities, which are pervasive in our District; enhancing cultural competency and linguistic services; expanding enrichment programs such as college visits; adopting new, updated, socially and culturally relevant curricular materials; and providing high quality ongoing professional staff development

NOW, THEREFORE, BE IT RESOLVED that, the SCUSD Board of Education recognizes the existence of a significant threat posed by the District's on-going structural deficit, and;

BE IT FURTHER RESOLVED that the District must act to reduce the ongoing unrestricted general fund expenditures in order to balance the multi-year budget that meets the state mandated 2% reserve, avoid a state ban and takeover, and provide a foundation for solvency and reinvestment in critical priorities when resources allow.

PASSED AND ADOPTED by the Sacramento City Unified School District Board of Education on this ____ day of _____ 2021, by the following vote:

AYES: _____

NOES: _____

ABSTAIN: _____

ABSENT: _____

ATTESTED TO:

Jorge A. Aguilar
Secretary of the Board of Education

Christina Pritchett
President of the Board of Education

**SACRAMENTO CITY UNIFIED SCHOOL DISTRICT
BOARD OF EDUCATION**

Agenda Item 7.2

Meeting Date: January 26, 2021