

**CORE Butte, Inc.**  
CORE Butte Charter School

**Agenda Item G4**  
Board Packet Ref. Pages 104-106

TO: Board of Directors

FROM: Jonelle Pena, Executive Director  
Dr. David E. Guthrie, ESC Consultant

DATE: September 13, 2013

ITEM: **LCFF Budget Revenue Revision (discussion / action)**

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**Background:**

CORE Butte's budget was adopted prior to the State Budget Act that included the Local Control Funding Formula (LCFF) school finance reform intended to equalize school system funding changing the base revenue schools receive. The changes prompt the School to announce publicly the Reform's revenue impact. An LCFF calculator was used to calculate the revenue CORE Butte can expect to receive this year.

**Current Consideration:**

The enclosed LCFF Calculation shows the revenue change since budget adoption built on the original *Charter School Model* (Dartboard enclosed). Categoricals are now rolled into the Revenue Limit (General Purpose, In-Lieu of Property Taxes, and Education Protection Account (EPA) and accumulated deficit factors over the past decade are dissolved. The changes to revenue are as follows:

Adopted LCFF

Budget Calculator Change

General Purpose	2,191,868	2,610,245	418,377
In-Lieu of Property Taxes	635,579	635,579	0
EPA	706,862	708,634	1,772
Economic Impact Aid (EIA)	75,240	0	(75,240)
Categorical Block Grant	259,900	0	(259,900)
Arts & Music Block Grant	5,213	0	(5,213)
High School Counseling	10,227	0	(10,227)
CAHSEE	1,086	0	(1,086)
Total:	<u>3,885,975</u>	<u>3,954,458</u>	<u>68,483</u>

The LCFF calculation is considered preliminary as the Calculator template is still in development reflecting the State's ongoing assessment of Proposition 30 tax revenue supporting the Reform. The State estimates the final LCFF for 2013/14 will firm sometime after the Period 2 attendance and expect the added revenue to appear in June or July.

**Financial/Educational Impact:**

LCFF calculations show CORE Butte will receive more revenue than the adopted 2013/14 Budget. The LCFF will move CORE Butte's revenue profile upward toward equalization over the next eight years through an annual supplemental funding rate.

**Recommendation:**

The Board of Directors discuss CORE Butte's 2013/14 Budget LCFF Calculation and resulting revenue revisions.