

in the State Teachers Retirement System (STRS) contribution from 10.73% to 12.58% in FY 2016-17.

BSEP revenue for the CSR fund in FY 2016-2017 is projected at \$16,165,814.

The indirect cost rate for FY 2016-17 is 6.41%.

General Fund revenue is projected based on the Governor's budget of January 2016.

The class size reduction is achieved with General Fund monies being used to establish a ratio of 34:1 for the K-5 grades and 36:1 in grades 6-12, and BSEP CSR funds used to reduce the pupil-teacher ratios to the lower class sizes.

According to the BSEP measure, average class sizes in the K-3 grades shall be reduced to 20:1 as long as State Class Size Reduction funds are provided for

Discretionary Expenditures:
Expanded Course Offerings, Counseling Services and Program Support

After the class size goals are achieved, the BSEP Measure stipulates that BSEP CSR funds may be used for secondary purposes (often referred to as Page Two of the CSR fund). These purposes include Expanded Course Offerings (ECO), at the middle and high schools, Counseling Services at each of the District's middle schools, and Program Support.

BSEP revenue growth has not kept pace with increased costs in recent years. In the early years of the measure, during a period of high COLA increases and lower costs, it was possible to fund and even expand programs funded on Page Two. Now, with lower COLAs driving lower revenues, alongside higher costs associated with staffing, the reduced CSR fund from the state, and the maintenance of the 20:1 class sizes at K-3, the funds available for Page Two are not sufficient to provide BSEP funding for formerly funded programs. The shortfall is calculated by Business Services to be approximately \$1.8M. Board action will be needed at the March 8 Board Meeting to confirm that an alternative funding source is to be used to continue the balance of these Page Two programs.

The Page Two portion of the CSR fund provides valuable services to our students. The expanded course offerings offer a wide variety of options for students, from AP augmentation classes, which give access to AP coursework for students who might not otherwise have such access, to science labs, yearbook and music classes. Middle school counseling provides social-emotional and academic support to our students at a crucial point in their development.

Included in the area of Program Support are 1.8 FTE teachers for 3/4 and 4/5 combination classes at the TWI schools. The BSEP-funded RtI2 program
1.8

Expanded Course Offerings (ECO)

6.4 FTE classroom teachers for ECO classes at Berkeley High School

1.6 FTE classroom teachers for ECO classes at the Middle Schools

Projected expense: \$813,653

Program Support

There are 10.6 FTE Program Support staffing as follows:

3.3 FTE elementary school Literacy Coaches/Teachers; (.3 FTE for each elementary school).

1.8 FTE elementary school teachers for a .5 FTE allocation (plus .10 FTE prep time for each teacher) to each of three schools: Cragmont, LeConte and Rosa Parks to provide grade-specific time for students in 3/4 or 4/5 combination classes.

2.75 FTE RTleso 8.HEm.rdeso 8.Hew6rds7/[2n 1 Tf 12 -0 0 12 90 0 6 re f*/995775

