

**California Department of Education / County Office of Education
External Services Subcommittee (ESSCO)
DRAFT NOTES**

**California Department of Education
1430 N Street, Room 1101**

**April 3, 2017
10:00 a.m.**

**Co-Chair: Chris Lombardo, Region IX – Orange CDE
Co-Chair: Christine Davis, California Department of Education
Vice-Chair: Kate Lane, Region IV – Marin COE**

Meg Kailikole	I	Mendocino	Jamie Perry	VII	Fresno
Adrian Barron	II	Butte	Cecilia Belmontes	VII	Merced
Jessica Tegerstrand	II	Shasta	John Wilborn	VII	Tulare
Debbie Towne	II	Tehama	Priscilla Quinn	VIII	Kern
Roslynne Manansala-Smith	III	El Dorado	Melissa Abbey	VIII	San Luis Obispo
Kathy Garrison	III	Placer	Paula Driscoll	VIII	Ventura
Teresa Stelzer	III	Placer	Norma Fajardo	IX	Imperial
Debbie Wilkins	III	Sacramento	Chris Lombardo	IX	Orange
Von Canale	III	Sacramento	James Whittington	X	Riverside
Jennifer Stahlheber	III	Sutter	Thomas Cassida	X	San Bernardino
Sandra Fowles	III	Yolo	Keith Crafton	XI	Los Angeles
Lori Carroll	III	Yuba	Tracy Minor	XI	Los Angeles
Kate Lane	IV	Marin	Peter Foggiato		CDE
Sarah Blackstone	IV	Napa	Christine Davis		CDE
Sherry Beatty	IV	Solano	Caryn Moore		CDE
Karen Deller Hennessy	V	Monterey	Shawna Shepley		CDE
Julie Betschart	VI	Stanislaus	Thi Huynh		CDE
Darlene Hodge	VI	Tuolumne			

1. Announcements

- a. Introductions
- b. AB1200 Fall Conference will be in October – ESSCO to discuss ideas for presentations at the next ESSCO meeting on May 15, 2017. Please be prepared to share and discuss specific items you’d like addressed at the conference
- c. P-2 Certification – property taxes and COE LCFF adjustments, NSS certifications and charter physical location are all due April 17th. Charter physical location adjustments must be submitted through a P-1 corrected file, and CDE should be notified that a corrected file has been submitted, as all physical location data are final as of P-2.

2. BASC Report

No BASC meeting since last ESSCO – BASC is this Friday

3. Basic Aid District of Choice

Current statute sunsets July 1, 2017. CDE will provide funding through 2017-18 if the program sunsets. AB 185 is an emergency measure to extend the Choice program but does not extend Basic Aid Choice ADA funding. If the bill passes the basic aid districts will NOT be funded in 2017-18. AB 185 proposes to extend District of Choice for six years. SB 52 proposes to extend the sunset date for five years – which allows Basic Aid Choice funding to continue.

<p>4. Update on the ESSA per-pupil expenditure reporting requirement The ESSA regulations that required States to develop a uniform method to determine LEA and school-level per-pupil expenditures to be reported in the State and LEA report cards, and that also specified the report card due date and the ability for States to apply for an extension of the due date, have been repealed. The CDE is in the process of determining next steps regarding guidance to provide to LEAs. It is possible that LEAs will have to report per-pupil school site expenditures for the 2017-18 school year report card.</p>
<p>5. ESSCO Accounting Subcommittee Update Proposed language changes to EC 41372 were discussed. Chris will gather additional data points from the group and take to BASC this week.</p>
<p>6. PERS: Are there any districts taking advantage of the prepaid option with PERS for the UAL portion of the employer contribution? Option to pre-pay for the year ahead by July to receive a discount. Some districts considering borrowing to be able to pre-pay and get the discount. The option appears to apply only to “PEPR group A pool” although it appears most school districts are in that pool.</p>
<p>7. STRS on behalf rate calculation: What should be used for creditable compensation in the supplemental benefit maintenance account (SBMA) portion of the calculation? In making the calculation, I’m getting stuck on EC 22954(b): Except as reduced pursuant to subdivision (c), the total amount of the appropriation for each year shall be equal to 2.5 percent of the total of the creditable compensation of the fiscal year ending in the immediately preceding calendar year upon which members' contributions are based for purposes of funding the supplemental payments authorized by Section 24415, as reported annually to the Director of Finance, the Chairperson of the Joint Legislative Budget Committee, and the Legislative Analyst pursuant to Section 22955.5.</p> <p>A number of members have attempted to back into last year’s rate and calculate using the CalSTRS instructions but are unable to arrive at the same rate. This is most likely because CalSTRS used different amounts in their example calculation than what CDE used in its calculation. For example, when CDE calculated the rate they used creditable compensation from the second prior year. Discussion may carry over to the May ESSCO meeting.</p>
<p>8. Ending Fund Balance – Fair Market Value Adjustments Discussion on how to post audit adjustments.</p>
<p>9. School-based Medi-Cal Administrative Activities (SMAA) Common Message Many changes in the MAA programs, especially related to time studies. Also requiring re-reporting of prior quarters.</p>
<p>10. SELPAs</p> <ul style="list-style-type: none"> a. Federal special education awards – 3310 and 3320 The formulas for the federal awards shifted pupil counts from resource 3310 to 3320. b. How is enrollment and attendance reporting for special education pupils attending classes at other district handled? There are many ways in which enrollment and attendance are captured. Education Code 56369 states that an LEA may contract with another public agency to provide special education or related services to an individual with exceptional needs. c. Private school proportionate share reporting required for first time this year. Plan Type 20 comes from December 2015 pupil count but Plan Type 70 must be pulled from June 2016 count. No discussion.
<p>11. Fiscal Procedural Manual Update</p>

Teams have formed to begin this year's manual updates. The goal is to complete updates by August 2017.

Roundtable Discussions:

1. FCMAT Certification Survey (Sherry Beatty)

- a. **Second Interim** - Discussion on how the data is used as it asks us how many certifications we will change which is not known at the beginning of the review process.

2. Open Roundtable

Our next meeting is May 15, 2017

2017 ESSCO agendas, handouts, and meeting notes will be posted at

<http://www.ocde.us/Business/Pages/ESSCO.aspx>.