



Board Agenda Item #	III A- Action Item
Date:	06-28-19
To:	Magnolia Board of Directors
From:	Alfredo Rubalcava, CEO & Superintendent
Lead:	Nanie Montijo, CFO/ Erdinc Acar, CAO/
RE:	Use of Budget Reserves to Fund 2019 Summer School Programs

### Proposed Board Recommendation

Staff moves that the MPS Board of Directors approve the use of each school's 2018-19 ending fund balance/ reserves to support/fund the July 2019 Summer Program for MSA 1, MSA 2, MSA 3, MSA 5, MSA 7, MSA 8, MSA SA and MSA SD.

MSA 4 and MSA 6 are not participating in the summer school program this year.

### Background

MPS provides summer school options to all MPS students and staff to enrich and supplement our academic programs. Each year about 1,000 students from all grades benefit from these programs. Our summer school vendor informed us on May 7, 2019 that they wouldn't be able to provide summer school services for MSA-2, 3, 5 and 8. As a result of this, the MPS team has been working on ways of operating summer schools at all school sites as promised to students and parents.

In consultation with LACOE, our legal counsels and the school administration, the team decided to continue with our summer school programs internally without any interruptions. As a result, MSA-1, 7, SA and SD will be operating regular summer school programs from July 1st through July 31, 2019. Similarly, other schools will be doing blended/hybrid summer school programs, where students take online courses and do additional academic work while getting support from the school staff.

Because schools did not allocate any funds in their current budgets to run the summer school programs, each school will need the funds specified below to run their respective summer school program. Since this is an unexpected emergency, this is for one-time use only. We recommend that schools use their reserve funding for this purpose. Moving forward, each school will include this expense in their regular budgets.

We are working with Los Angeles County Office of Education (LACOE) to determine how to claim additional ADA funding as a result of these summer school programs.



Budget Implications

Each School's projected costs of operating the July 2019 Summer School Programs are listed below. The projected ending fund balance (reserves) as of 2<sup>nd</sup> Interim Financials is also listed together with the projected net ending fund balance after the summer program.

	Proj. Ending Fund Balance Adopted Budget 2019-20	Projected Cost of 2019 Summer Program	Projected Ending Fund Balance 2019-20
MSA 1	\$4,946,962	\$77,072	\$4,869,890
MSA 2	\$862,734	\$30,280	\$832,454
MSA 3	\$810,430	\$11,657	\$798,773
MSA 4	\$906,984	\$0	\$906,984
MSA 5	\$1,929,871	\$14,921	\$1,914,950
MSA 6	\$1,668,106	\$0	\$1,668,106
MSA 7	\$1,300,772	\$38,334	\$1,262,438
MSA 8	\$4,312,823	\$4,646	\$4,308,178
MSA SA	\$7,713,821	\$68,775	\$7,645,046
MSA SD	\$352,925	\$47,552	\$305,373