

**Glendale USD/La Canada USD
Potential Territory Transfer**

**Board of Education Meeting - November 4, 2014
Discussion Report No. 2**

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Summary of Timeline

- ❖ **La Canada City Council approved a resolution to support a Territory Transfer of the Sagebrush area from GUSD to LCUSD. – 6/3/13**
- ❖ **The LCUSD adopted a resolution in support of the Territory Transfer of the Sagebrush area from GUSD to LCUSD. – 8/6/13; Re-adopted the resolution due to election of new board members. – 1/7/14**
- ❖ **GUSD Board Discussion/Information Reports: 8/13/13, 10/15/13, 3/11/14, 4/15/14, 5/6/14, 5/20/14, 6/17/14, 7/8/14, 9/16/14, 10/21/14**
- ❖ **GUSD/LCUSD commission on analysis of potential territory transfer and financial impact – 9/30/13**
- ❖ **PTA/Community Meetings – 10/8/13, 3/25/14, 8/26/14, 9/11/14**
- ❖ **Sagebrush FAQs posted on the GUSD website – 3/25/14; Revised FAQs posted on the GUSD website – 7/10/14**

Key Proposal Points

1. LCUSD to assume financial responsibility for Sagebrush's portion of debt service on bonds issued through June 2014.
2. LCUSD to make annual payment to GUSD to offset a portion of the per-student State funding loss for 12 Years
3. GUSD to retain ownership of Pickens Canyon Lot
4. LCUSD to agree to a phased-in enrollment period of six years
5. Transfer of GUSD students to LCUSD – NOT FINALIZED
6. LCUSD and GUSD to share special education costs and responsibilities during six year phase-in period
7. LCUSD to agree to GUSD remedies on default

LCUSD Payment to GUSD to Offset Per-Student State Funding Loss for 12 Years

Projected Payments/Loss to GUSD		
Year	# of Students	Payment to GUSD
1	60	\$ 215,850
2	120	470,700
3	180	735,570
4	240	1,010,183
5	300	1,300,610
6	360	1,607,554
7	360	1,655,781
8	360	1,705,454
9	360	1,756,618
10	360	1,809,317
11	360	1,863,596
12	360	1,919,504
	12 Year Total	\$ 16,050,738

Assumptions: State funding in multi-year budget and in years 4 through 12 increase of 3% per year

“Allen Bill” Options

- A. LCUSD will limit the acceptance of “Allen Bill” students from GUSD to only those students whose parents work directly for LCUSD.
- B. GUSD will provide a credit against the annual payments required from LCUSD to GUSD under Item 2 (slide 3) for any decrease in the number of GUSD students transferred to LCUSD compared to the 102 transfers in 2013-14. For example, if only 101 GUSD non-Sagebrush students transfer to LCUSD, LCUSD receives a credit for 1 student in the calculation of the annual payment required under Item 2 (slide 3). In no case, would GUSD be required to pay LCUSD under this provision.
- C. The proposed territory transfer terms will not impose additional limits on transfer of GUSD students to LCUSD.

Next Steps

- ❖ **Present Proposal to LCUSD**
- ❖ **Absent an Agreement – GUSD Oppose Territory Transfer**