

NAVIGATING THE FSD BUDGET

COMMUNITY INPUT FORUM

February 26, 2009
Dr. Mitch Hovey
Superintendent

“Alone we can do so little,
together we can do so much.”

- Helen Keller

Agenda

- * Picking Up From Where We Left Off...
- * Federal Stimulus Package
- * Newly Approved State Budget (2008/2009 Mid-Year Cuts)
- * Newly Approved State Budget (2009/2010)
- * Budget Reductions and Adjustments

Fullerton School District Revenue Limit \$ Update

<u>2008/2009</u>	Statutory COLA	Revenue Limit Deficit	Funded COLA	Before Deficited BRL*/ADA	Deficited BRL*/ADA	Gain/ Loss (-) \$ Per ADA	Revenue Limit ADA	Loss in Revenue
May 2008 Revise	5.66%	5.357%	0%	\$5,872	\$5,557	\$0		
Adopted Budget	5.66%	5.357%	0%	\$5,872	\$5,557	\$0		
Sept 2008	5.66%	4.713%	0.68%	\$5,872	\$5,595	\$38		
Jan 2009**	5.66%	9.685%	-4.57%	\$5,872	\$5,304	-\$291	13,158.73	-\$3,829,754
<u>2009/2010</u>								
Sept 2008	5.60%	9.766%	0%	\$5,872	\$5,595			
Jan 2009**	5.02%	16.161%	-2.52%	\$6,167	\$5,171	-\$424	13,046.71	-\$5,537,644
<u>2010/2011</u>								
Sept 2008	3.50%	9.766%	3.50%	\$6,077	\$5,791			
Jan 2009**	0.50%	16.161%	0.50%	\$6,198	\$5,197	-\$594	12,901.66	-\$7,669,488
*BRL: Base Revenue Limit **Jan '09 Gov's Proposal								
Total Loss in Revenue Limit \$ For 3 Years								-\$17,036,885

Budget Cuts

	December 2008 1st Interim		January 2009 Governor's Proposal		Total
2008/2009	Original Cuts:	\$ 3.9 million	Ongoing: \$ 3.3 million One Time: \$(0.8) million <u>Not Yet Determined: \$(2.1) million</u> Not Yet Determined: \$ 0.4 million	\$ 3.3 million \$(0.8) million <u>\$(1.5) million</u> \$ 1.0 million	\$ 7.2 million
2009/2010	Original Cuts:	\$ 5.5 million	Board Approved Ongoing: Not Yet Determined:	\$ 3.3 million \$(0.8) million <u>\$(1.5) million</u> \$ 1.0 million	\$ 6.5 million
TOTAL		\$ 9.4 million		\$ 4.3 million	\$ 13.7 million

Federal Stimulus Package

- * On Tuesday, February 17th, President Obama signed into law the \$789 billion Federal Stimulus Package
- * Cautions from CCSESA Fiscal Oversight
 - * They Are **One Time Funds**
 - * Unsure Just How Much Will Reach the Schools
 - * Will Not Know When Funding Will Be Received or How We'll Be Able to Spend It

“It is inappropriate to recognize any funding from the Federal Stimulus Package until you receive official notice of an allocation.”

- Dr. W. Benkert Asst. Supt. Business Services for OCDE

Newly Approved State Budget (2008/2009 Mid-Year Cuts)

- * .68% Cost of Living Adjustment (COLA) Loss of About \$500,000
- * 2.5% to Revenue Limit Loss of About \$1.9 million or \$145 Less per ADA (Average Daily Attendance)
- * 15.4% to 53 Categorical Programs

Estimated Loss of \$900,000 for FSD

(plus an additional 4.5% reduction in 2009/2010)

Newly Approved State Budget (2009/2010)

- * 0% COLA
- * Of the Billions of Dollars in State Shortfall, the Majority of the Spending Cuts (approximately 60%) are Coming at the Expense of Education
- * Hinges on the May 19th Special Election/Ballot Propositions
- * May Revisions to the State Budget Postponed Until May 25th, After the Special Election
- * Conditional Categorical Program Flexibility

“Although the details of the budget have changed from the Governor’s January budget proposal, the magnitude of the cuts to education has not been reduced.”

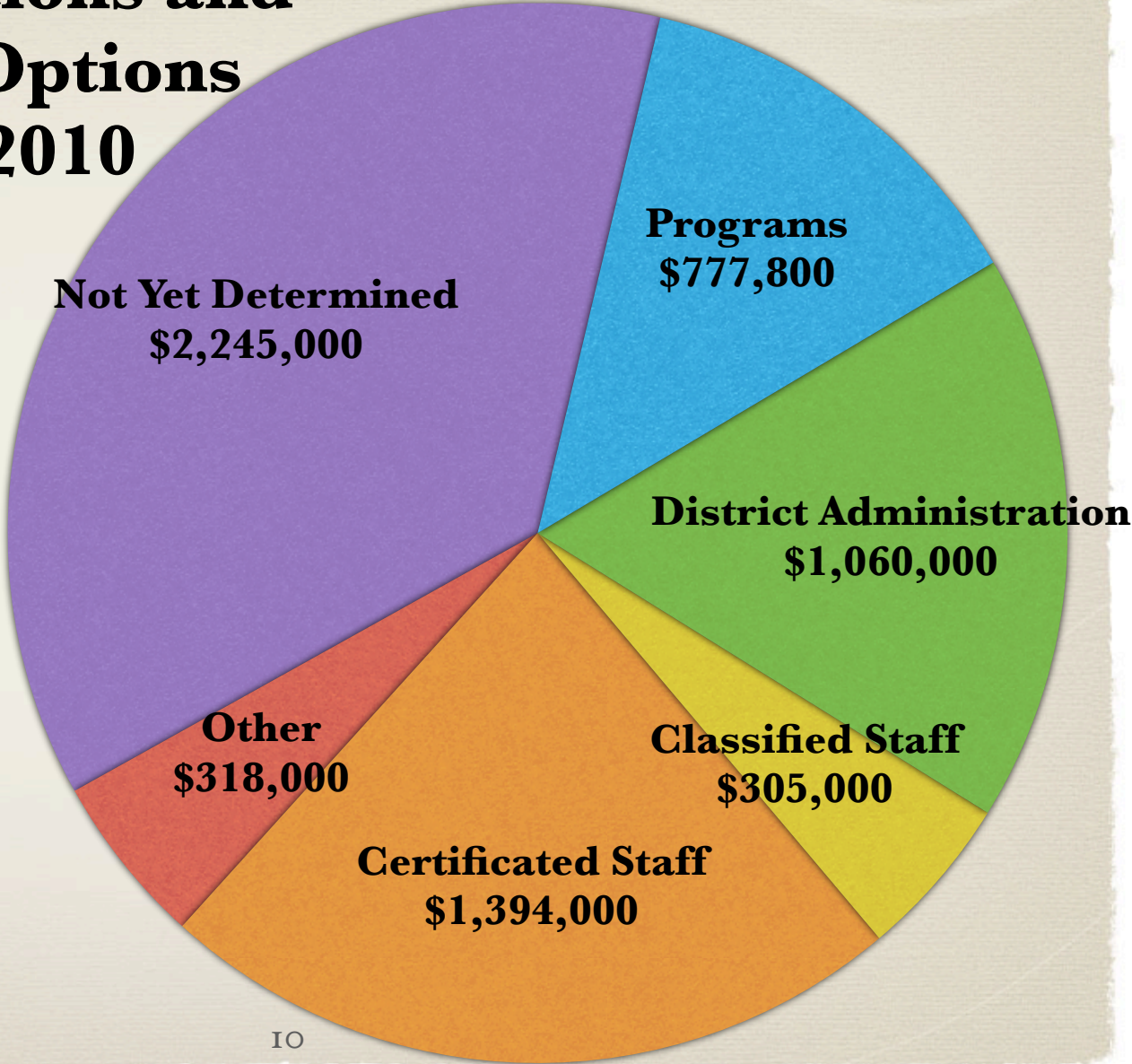
Dr. W. Benkert, Asst. Supt. Business Services for OCDE

2009/2010 Budget Reductions and Adjustments

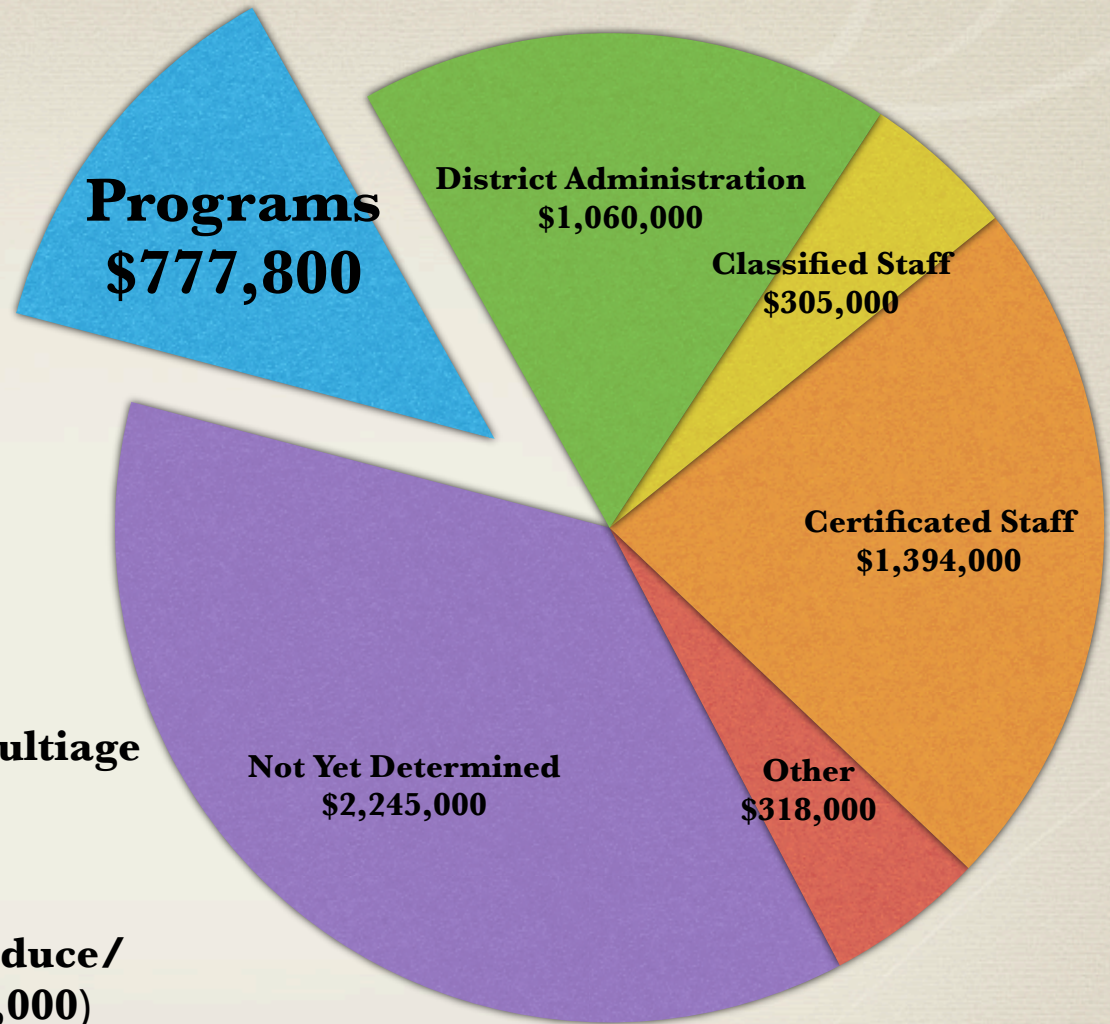
- * Tonight's Assumptions Based on the January Governor's Budget Proposal
- * Details of the February Budget Act and the Impacts on District Finances are Being Addressed Now by the Legislature Through Trailer Bills. Clarification Will Be Communicated in Early March.
- * 2009/2010 Budget Reductions/Adjustments Will Remain Fluid Through Further Interpretation of the February Budget, May 19th Special Election, & May 25th Revise

Fullerton School District Budget Reductions and Adjustment Options for 2009/2010

**Total:
\$6,100,000**

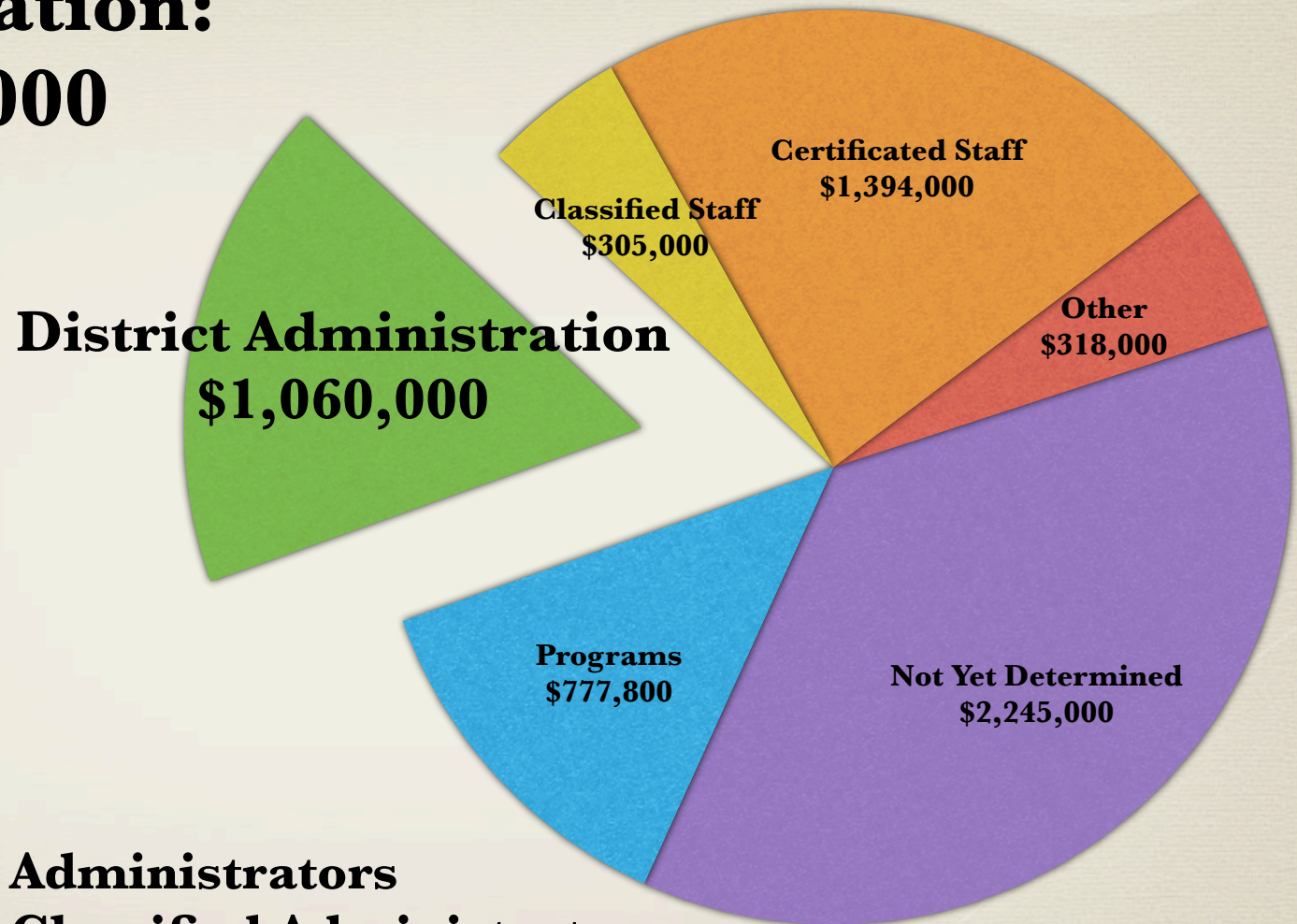


Programs: \$777,800



- 20% Reduction to IB, GATE, Multiage (\$76,800)
- All the Arts Reduce/Eliminate Encroachment (\$202,000)
- Elementary Music Program Reduce/Eliminate Encroachment (\$217,000)
- Laptop 1:1 Reduce/Eliminate Encroachment (\$73,000)
- CSR Reduce/Eliminate Encroachment (\$209,000)

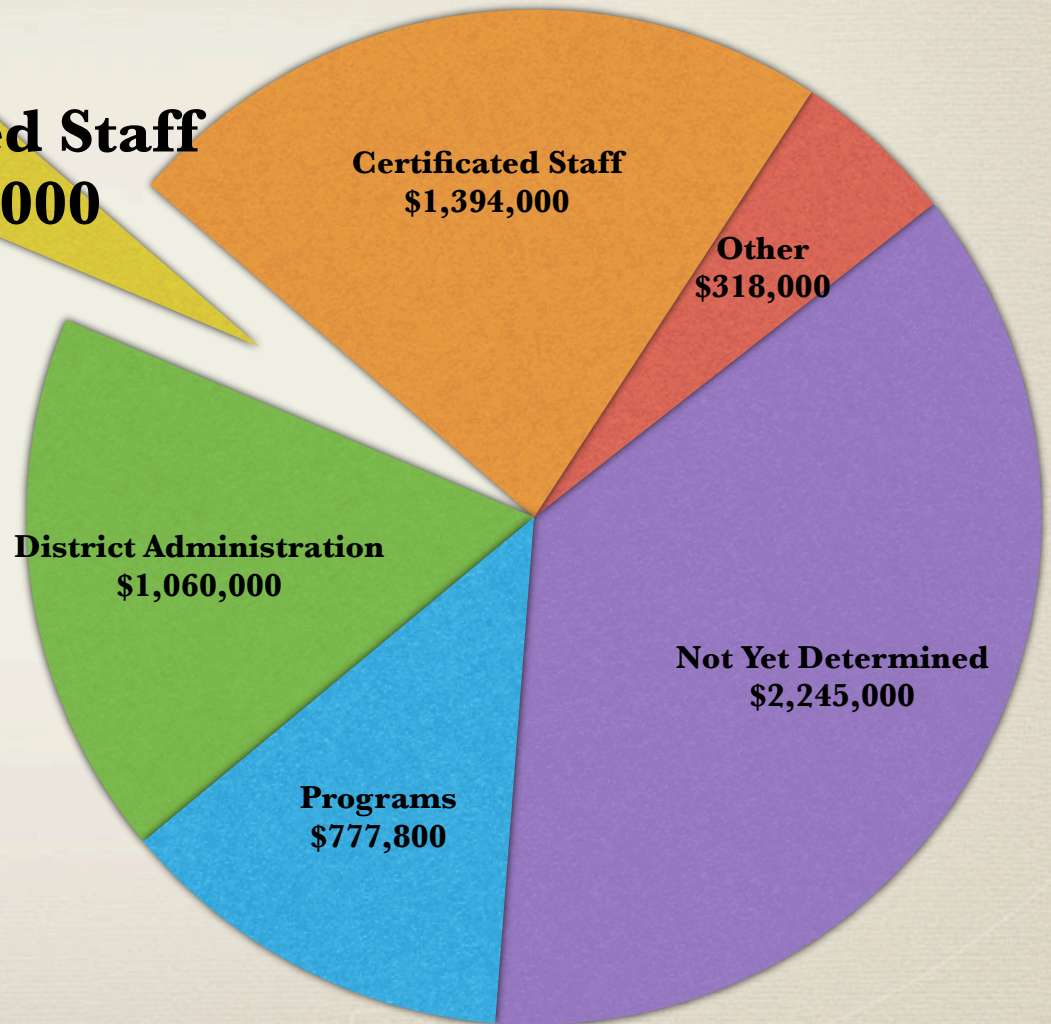
District Administration: \$1,060,000



- **District Office Administrators**
- **District Office Classified Administrators**
- **Psychologists**
- **Elementary Assistant Principals**

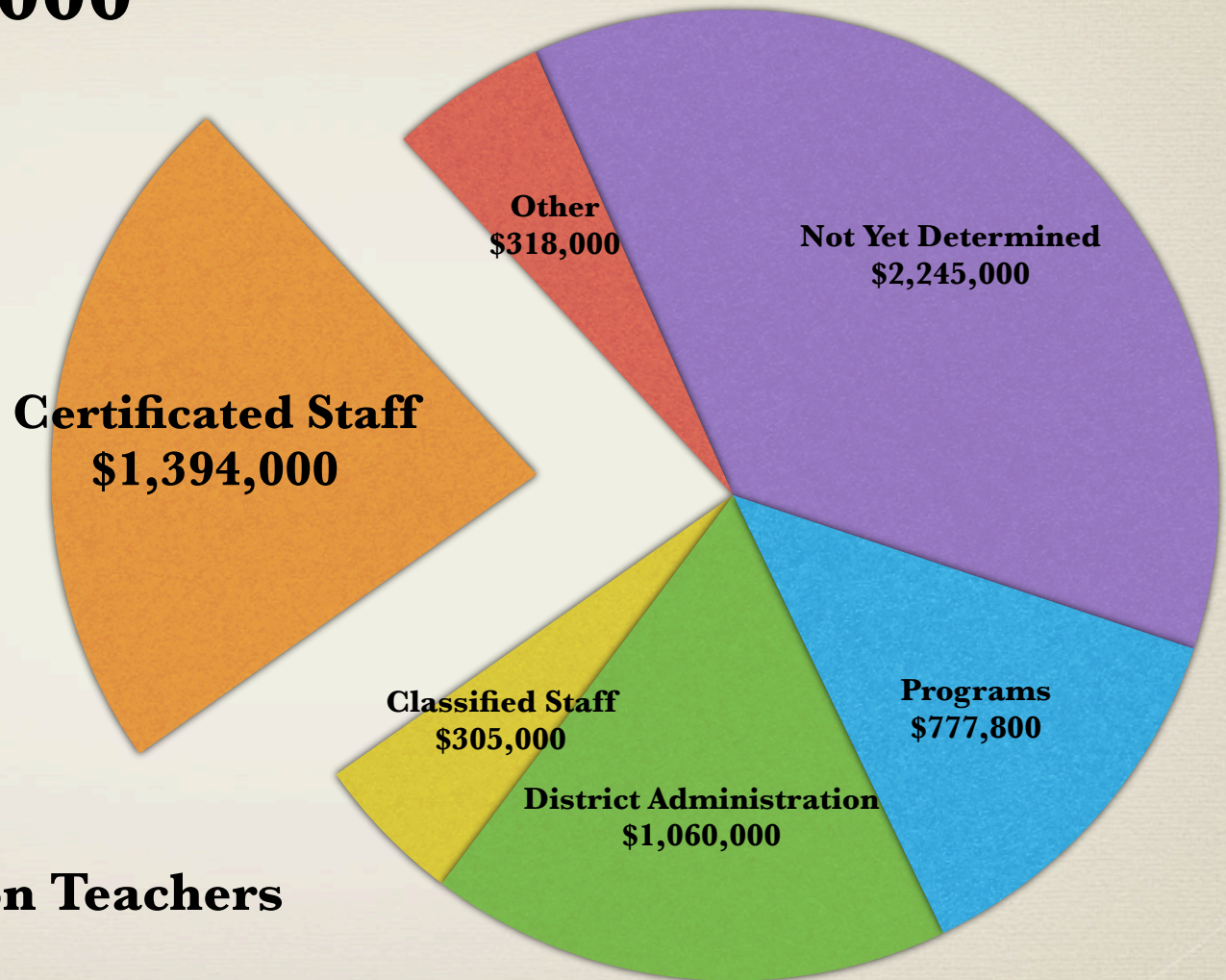
Classified Staff: \$305,000

**Classified Staff
\$305,000**



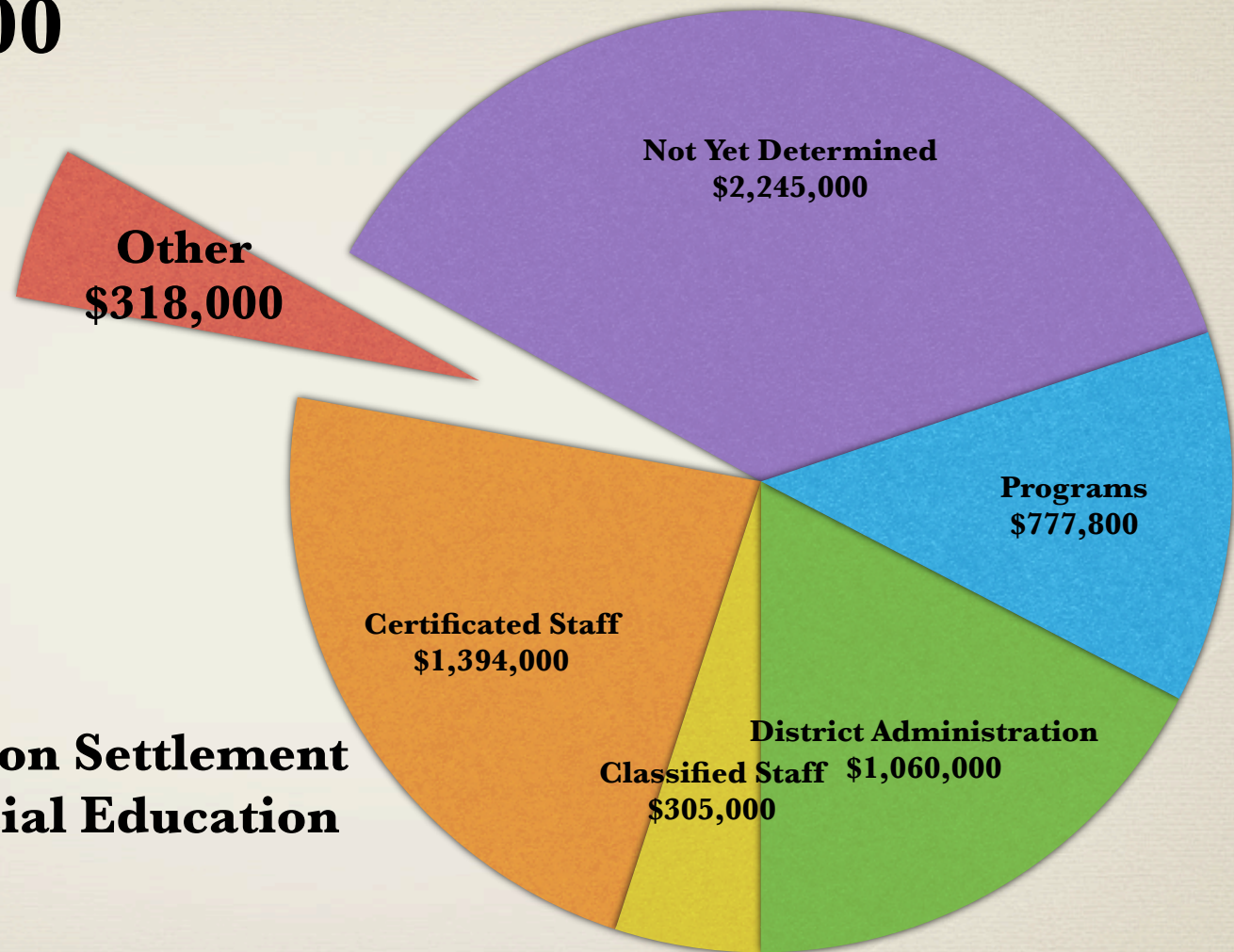
- **Special Education Aides**
- **District Office Clerical**

Certificated Staff: \$1,394,000



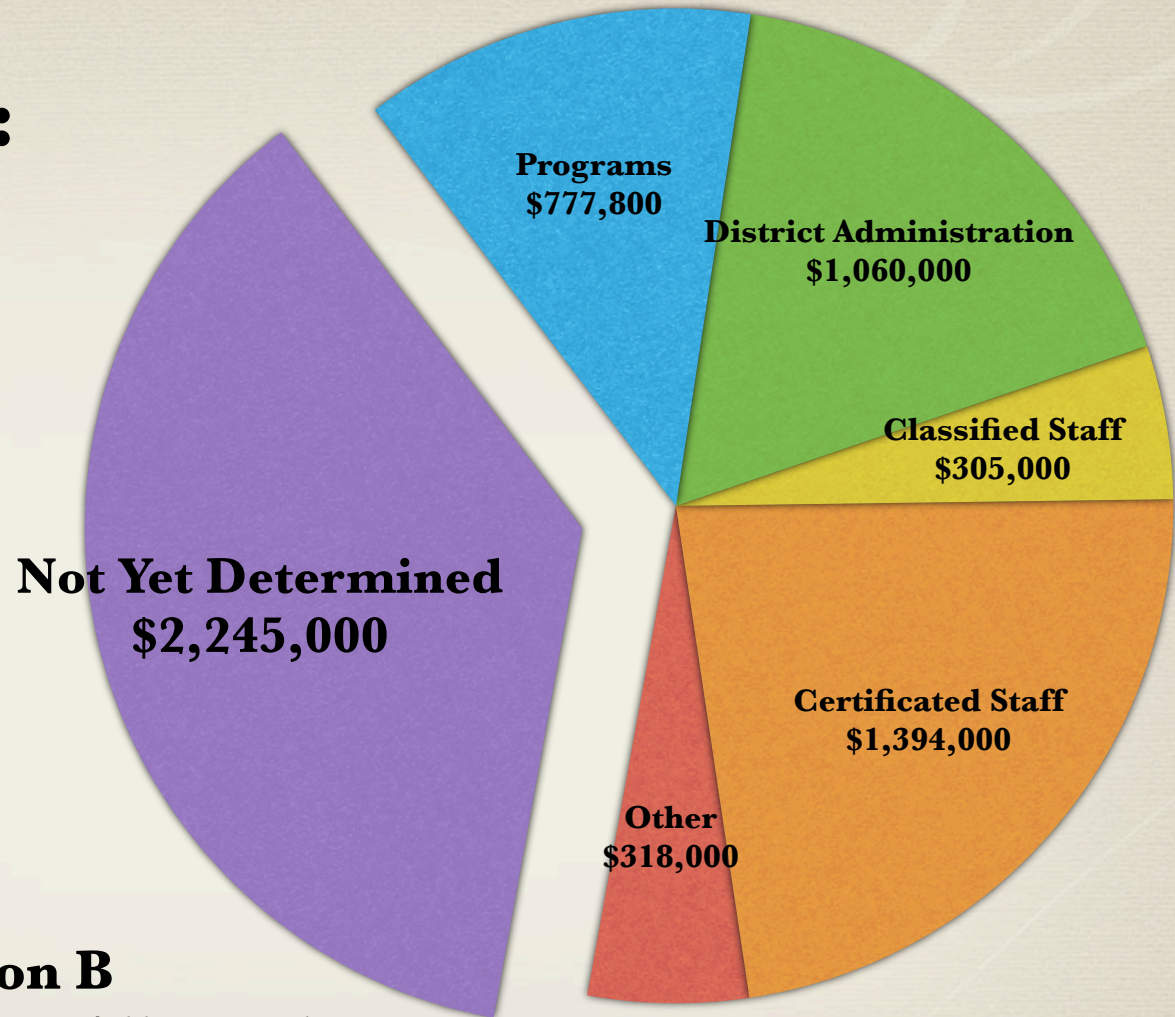
- TSAs
- Nurses
- Counselors
- Special Education Teachers

**Other:
\$318,000**



- **Special Education Settlement**
- **Additional Special Education Reductions**

**Not Yet
Determined:
\$2,245,000**



- **Negotiated Items**
 - **H+W Shift to Option B**
 - **Salary Reductions to All Employee Salaries**

Next Steps

- * Continue To Monitor Details as Presented by School Services Dartboard, OCDE Requirements, etc.
- * Utilize Input Received by BAC, Extended Cabinet, Employee Advisory Group, Parent & Community Leaders to Finalize Budget Adjustments
- * Prepare Second Interim Report to be Presented at March 10th Board Meeting to Include Final Budget Reductions

“The good you do today will often be forgotten. Do good anyway.”

- credited to Mother Teresa