

Governor's Budget Proposals For 2013-14

**Glendale Unified School District Board Meeting – February 5, 2013
Discussion Report No. 2**

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Governor's Budget Proposals for 2013-14

- **Summary of Educational Funding**
- **Revenue Limit**
- **Local Control Funding Formula (LCFF)**
- **Other Changes**
- **Concerns**
- **Priorities**

Governor's Budget Proposals for 2013-14

Summary of Educational Funding

- **\$1.8 Billion** – reduce inter-year deferrals
Goal: Eliminate deferrals by end of 2016-17
- **\$1.6 Billion** – implement Local Control Funding Formula
(\$15 billion needed to fully implement)
- **\$400.5 Million** – energy efficiency projects in schools
- **\$100 Million** – Mandate Block Grant (Graduation Requirements and Behavioral Intervention Plan mandates)
- **\$62.8 Million** – 1.65% COLA (Special Education, Transportation?, TIIG?)

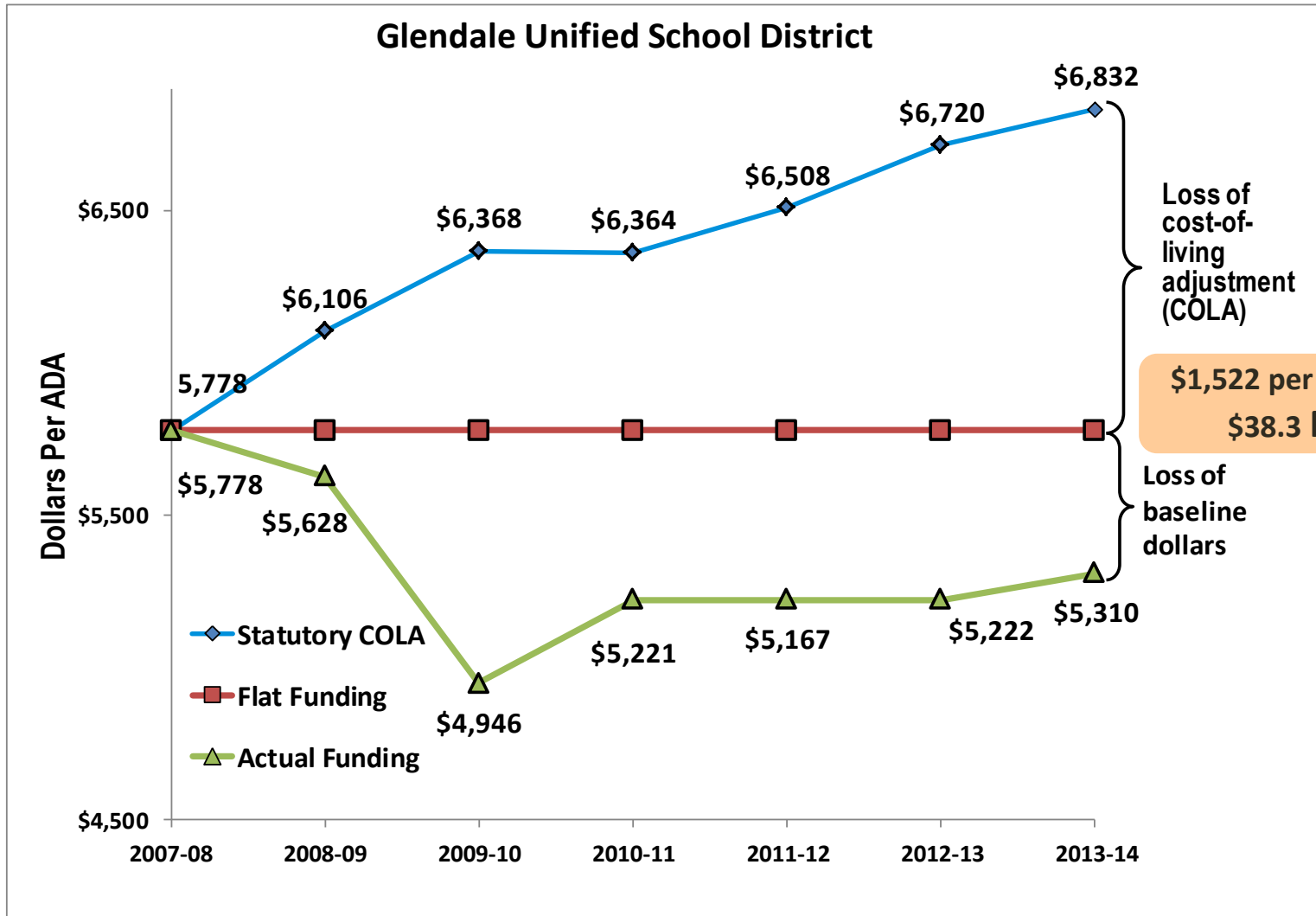
Governor's Budget Proposals for 2013-14

If Funded by Revenue Limit

COLA	1.65%
GUSD Impact	\$88/ADA
2013-14	Approx. \$2.2 Million

Revenue Limit Funding – Per ADA

(Still how education will be funded until state law is changed)



2013-14 ADA → 25,169 (Adopted Budget)

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However, Governor is Proposing

~~Revenue Limit~~

~~Categorical Funding~~

Local Control Funding Formula (LCFF)

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Local Control Funding Formula (LCFF)

- **Replace Revenue Limits and Categorical Funding (except: Special Education, Transportation, TIIG)**
- **Phase in over 7 years (fully implement by 2020-21)**
- **District Plan for Student Achievement – to be Concurrently Adopted with the Annual Budget**

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Local Control Funding Formula (LCFF) – Cont.

- **Base Grant** – varies by grade level
K-3...4-6...7-8...9-12

Governor's Goal - 2021				
Factors	K-3	4-6	7-8	9-12
Grade Span Base Grant per ADA	\$6,342	\$6,437	\$6,628	\$7,680
CSR, CTE amounts	\$710	–	–	\$215

- K-3 Class Size at 24 to1 in 2020-21

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Local Control Funding Formula (LCFF) – Cont.

- Per Student **Supplemental Grant** – 35%

Eligible Students: English Learners, Free and Reduced-Price Meals Program, Foster Care
(53% - 56%)

- Per Student **Concentration Grant** -35%

Eligible Students exceed 50% of Total Enrollment
(fund those exceeding 50% level; 3% - 6%)

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Year		In Millions
2012-13	District's Revenue Limit plus Categoricals (except Special Education, transportation, TIIG)	\$154 M
2020-21	Governor's target including k-3 Class Size Reduction (CSR) and Career Technical Education (CTE)	? \$219 M ?
	Potential Change Legislation and formulas not finalized	? \$65 M ?
2013-14	First Year of 7 year transition	????

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District Plan for Student Achievement

- **The District Plan must address at least the following:**
 - 1. Basic conditions for student achievement (qualified teachers, sufficient materials, school facilities – Williams type elements)**
 - 2. Programs or instruction for low-income and English language learners**
 - 3. Implementation of Common Core Standards (progress toward college and career readiness as measured by the API, graduation rates, completion of college-prep and CTE courses)**

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District Plan for Student Achievement (Cont.)

- **Department of Finance suggests that no State agency would review the District Plans**
- **Instead the K-12 Audit Guide would be revised to require independent auditors to verify the Plans contain all mandatory elements and related expenditures**

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**Opportunity to Evaluate/Redesign
Instructional Programs as Categorical
Dollars are Phased Out.**

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- **Deferred Maintenance**
 - **Will be part of the LCFF base grant**
 - **No local contribution is required to receive the funds**
 - **Concern – Funds will be needed after Measure S**

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- **Routine Restricted Maintenance**
 - Elimination of minimum 3% contribution requirement for routine maintenance
 - Need to evaluate maintenance needs and plan as part of General Fund expenditures
 - Majority of expenditures are classified salaries and benefits and materials and supplies

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CONCERNS

- **Formulas and Phasing Plan Need to be Finalized**
- **Laws Need to be Changed**
 - Unemployment Reimbursement Eliminated? \$1.5 to \$2.2 M
- **State Must have \$\$ to Reach 2020-21 Target**
- **Proposition 30 Revenue will end**

Sales Tax:	2016
Personal Income Tax:	2018

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As Funding Increases, How Will it be Spent?

Superintendent's Priorities

Quality Education for Students – Top Priority

- Maintain Staffing – Avoid Layoffs
- Address Structural Deficit – Future Stability
- Eliminate Furlough Days
- Re-Structure/Re-store Programs

“Preparing Our Students for *their* Future”