

# **Governor's 2014-15 January Budget Proposal**

**Glendale Unified School District  
Board Of Education Meeting – January 14, 2014  
Information Report No. 2**

**Eva Rae Lueck, Chief Business & Financial Officer  
Mike Lee, Controller**

**Budget Report No. 5**

# Overview of Governor's January Budget Proposal

**Governor Brown: “Wisdom and Prudence Should be the Order of the Day.”**

## Deferrals

- Proposing \$5.5 billion to completely eliminate the rest of the statutory cash deferrals for K-12 schools
- If adopted by the Legislature, will improve school districts' cash flow and free up Prop. 98 dollars in subsequent years
- Does not provide more spending authority to schools

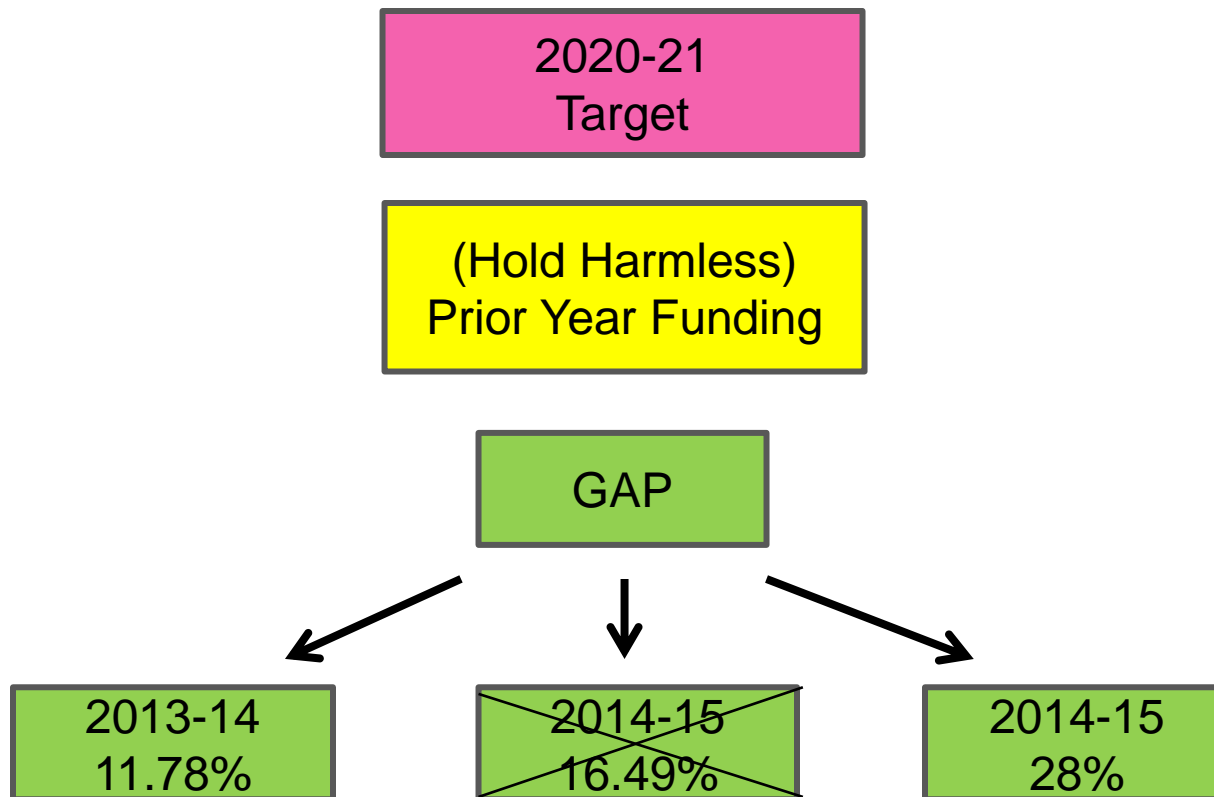
## Rainy Day Fund

- Avoid using deferrals again in the next revenue downturn
- Proposing a constitutional amendment to designate a portion of state revenue growth that exceeds a minimum level to a special reserve fund

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## Local Control Funding Formula (LCFF)

- Proposing \$4.5 billion of additional funding, an average increase of \$725 to \$751 per ADA
- Funding Gap



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## Local Control Accountability Plan (LCAP)

- Cornerstone of the Accountability System for LCFF
- No changes to the existing requirements
- State Board of Education (SBE) will meet on January 16, 2014 on the LCAP template

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## Next Steps

- Further Analysis of Governor's Budget
  - Los Angeles County Office of Education (LACOE)
  - School Services of California (SSC)
- Develop Local Control Accountability Plan (LCAP)
- Evaluate State May Revise Budget Impacts
- Finalize Initial GUSD Budget for 2014-15