



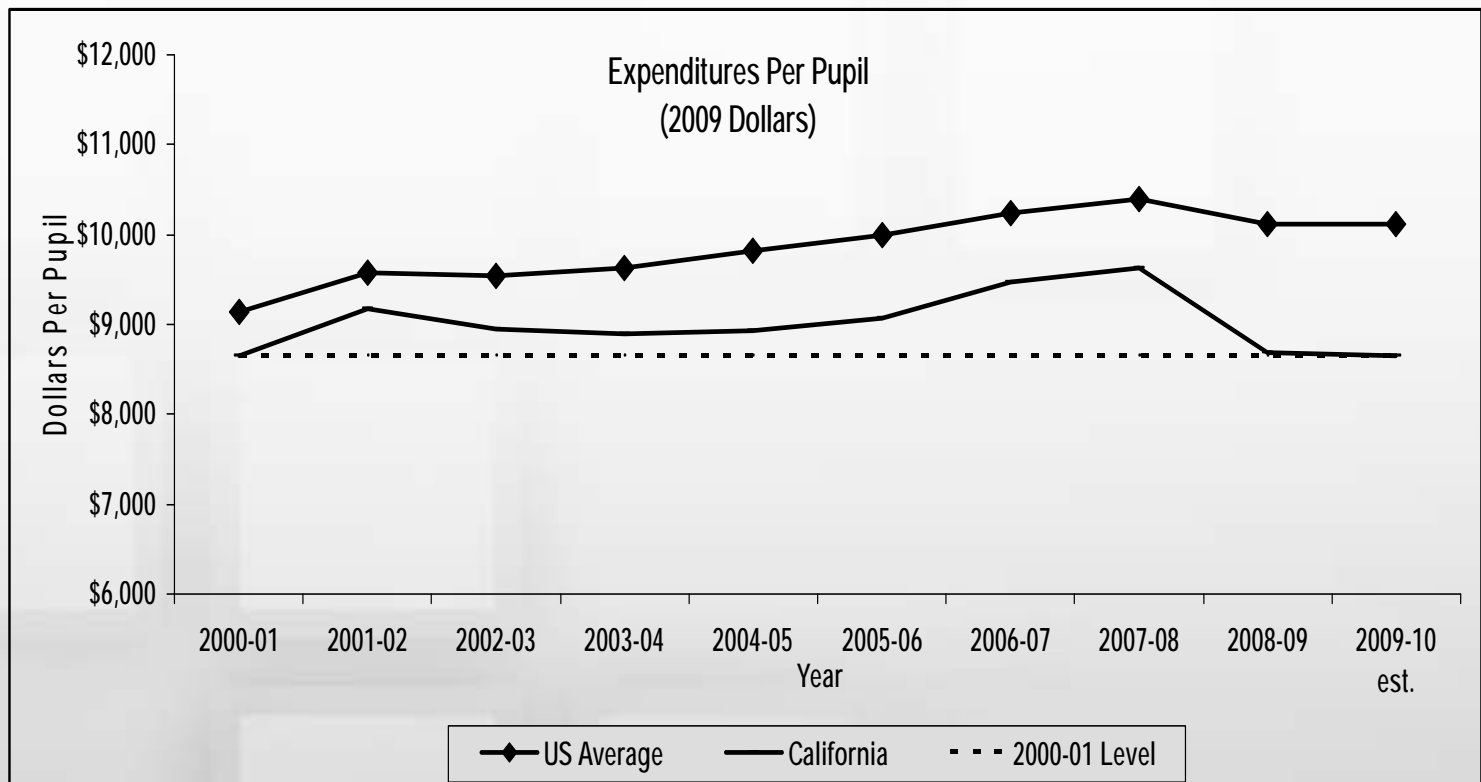
# PROJECTED BUDGET REDUCTIONS 2010-2011

**Richard Odegaard**  
Associate Superintendent  
Finance and School Support

Presented to the  
**Board of Education**  
September 15, 2009

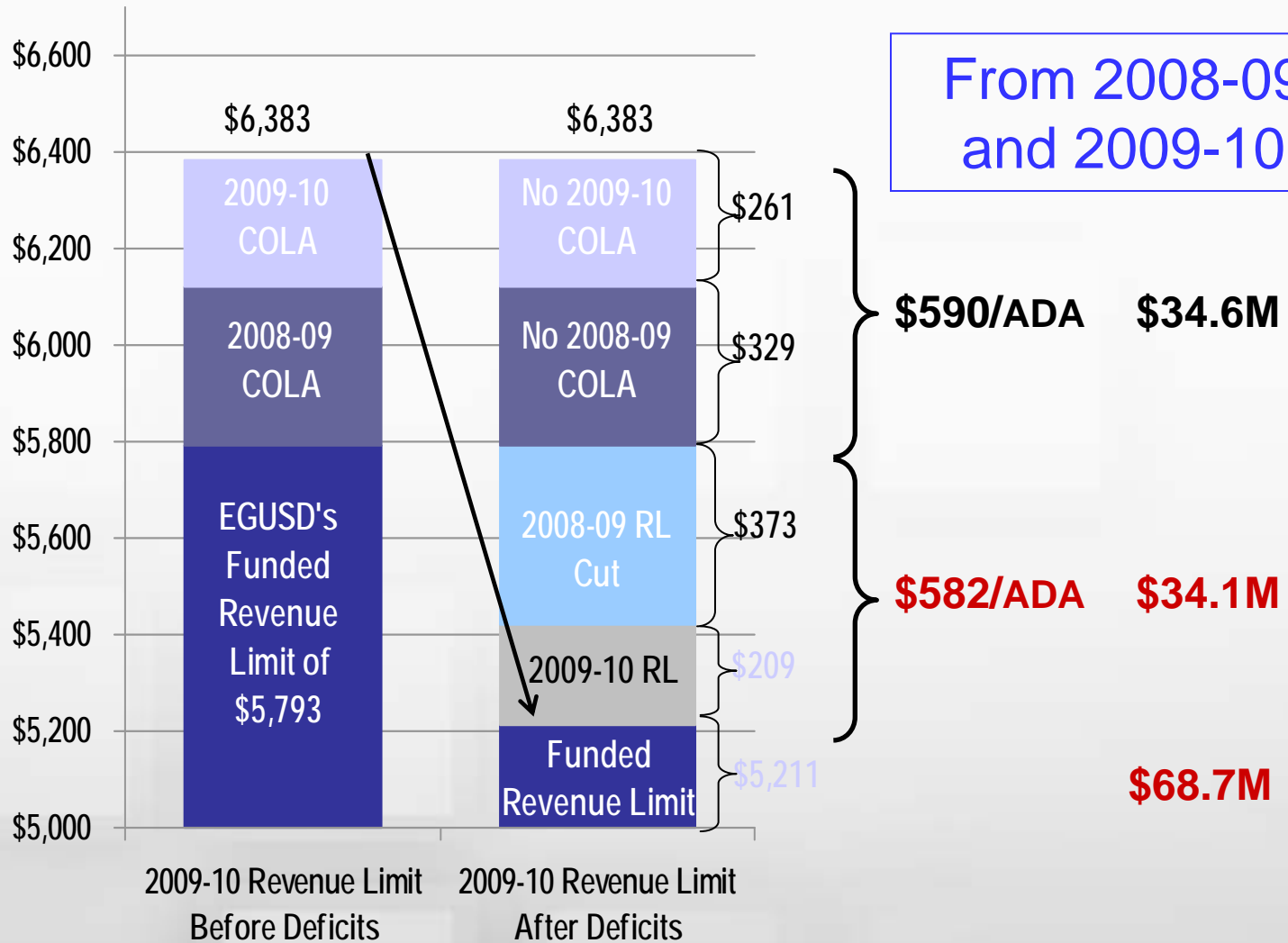
# The Lost Decade

- The cuts sustained so far, plus the May Revision's additional cuts, erased almost a decade's worth of increased spending power for California schools.
- The last time California's per-pupil spending was at this level, adjusted for inflation, was 2000-01.



# EGUSD Revenue Limit per ADA

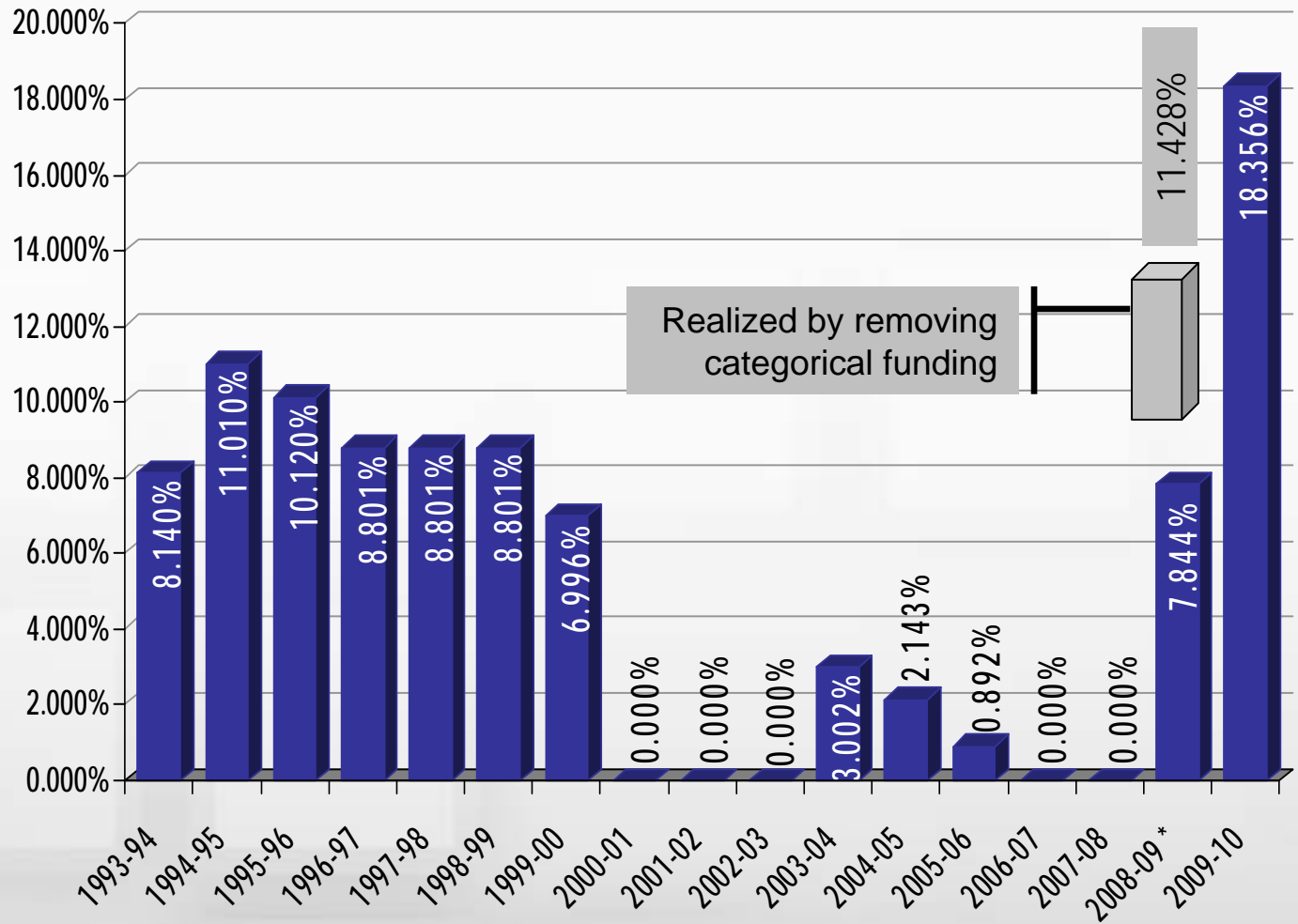
(Revised)



\* Does not include \$0.8 million on-going loss of Transportation Funding



# Revised Revenue Limit Deficit Factor



\* 2008-09 Deficit does not include one-time additional deficit taken in 2009-10



# EGUSD BUDGET REDUCTIONS

## UNRESTRICTED – APPROVED 2008/09 REDUCTIONS

- 2008/09 Adopted Reductions *(May 08)* \$10.3 m
  - On-going - 78.00 FTE
- 2008/09 Midyear Reductions *(April 09)* \$10.1 m
  - One-time *(One-time 2008/09 Flexibility Carryover)*

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**2008-09**

**Total Reductions \$20.4 m**

**(On-Going & One-Time)**

# 2008-09 Approved Reductions



- 2008-09 On-Going Reductions
  - Recapture of Vacant Position Savings
  - Instructional Coaches (27 FTE)
  - High School Teachers (51 FTE)
    - 17 reinstated using Title II Funds
- 2008-09 One-Time Reductions
  - 2007/08 Flexibility Ending Balance Sweep
  - Textbook Adoptions
  - Workbook Duplication Costs
  - Districtwide Supplies and Services Reductions



# EGUSD BUDGET REDUCTIONS

## UNRESTRICTED – APPROVED 2009/10 REDUCTIONS

- 2009/10 Adopted Reductions (*April 09*) \$19.8 m
    - One-time (*One-time 2008/09 Flexibility Carryover*)
    - On-going - 24.90 FTE
  
  - 2009/10 Adopted Reductions (*June 09*) \$4.4 m
    - On-going – 0.00 FTE
- 
- \$24.2 m**

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**Total Already Approved**

**\$44.6 m**

**2008-09 – 2009-10**

# 2009-10 Approved Reductions



- 2009-10 One-Time Reductions
  - Delay COHS/EPMS Start Up Costs
  - 2008-09 Flexibility Ending Balance Sweep
    - Arts, Music, & PE
    - Instructional Materials
    - Gifted & Talented Grant (GATE)
    - Physical Education Teacher Grant
    - School Library & Improvement Grant
    - Adult Education Ending Fund Balance

# 2009-10 Approved Reductions



- 2009-10 On-Going Reductions
  - Flexibility Transfers (8.00 FTE)
  - Convert Year Round Schools to Traditional
  - Discontinue Summer School/Intersession Classes
  - Reduce Workers Compensation Rate
  - Delay New School Openings (6.00 FTE)
  - Eliminate District Administration Personnel (10.90 FTE)

# Why are we already talking about reductions for 2010-11?



- Identify an additional \$42 million in reductions
  - Based on what we know to date
- Significant reductions must be on-going
- Must be Board Approved for 1<sup>st</sup> Interim Report
- There is not an easy solution
  - Reserves have been used
  - Federal assistance has already been used

# How did we get to this point?



- State Funding dramatically reduced
- Increased Costs
- Deliberate strategy to delay cuts as long as possible
- We delayed to keep as many people providing services to our children
- Used Federal Stimulus dollars for 2009-10 budget

# What Are Our Lens?



- Reduce things before people
- Safety and security
- Cleanliness
- Protect academic program

# EGUSD BUDGET REDUCTIONS



## STARTING POINT

### UNRESTRICTED – 2010/11 & 2011/12 IDENTIFIED REDUCTIONS

- 2010/11 Identified Reduction Options (*April 09*) \$16.2 m
  - On-going – 358.65 FTE
- 2010/11 Identified Reduction Options (*June 09*) \$26.2 m
  - On-going – 221.54 FTE
- 2011/12 Identified Reduction Options (*June 09*) \$5.6 m



# EGUSD BUDGET REDUCTIONS

## UNRESTRICTED – DETAILS

### Staffing Reductions

- K-3 CSR – 28:1 (255 FTE)
- Eliminate 9<sup>th</sup> Grade CSR (14 FTE)
- Eliminate All Counselors (82 FTE)
- Reduce Vice Principals (24 FTE)
- Reduce Librarians (16 FTE) & Eliminate Library Technicians (16 FTE)
- Reduce Office Assistants at Year Round Schools (28 FTE)
- Reduce District Office Administrative Assistants (8 FTE)





# EGUSD BUDGET REDUCTIONS

## UNRESTRICTED – DETAILS

- Eliminated Instructional Materials Adoptions
- Sweep Eligible Categorical Programs – SLIB, GATE etc.
- Eliminate ROP, Summer School, and reduce Adult Education
- Reduce Regular Routine Maintenance and Eliminate Deferred Maintenance
- Reduce Interscholastic Athletics by 33%
- Reduce 2% Contingency Reserve Below Required Level by \$3.4m



# The 2010-11 Identified Budget Reduction Options are Posted on Our Website (Budget Watch)



		2010/11	
		FTE	AMOUNT
<b><u>Ongoing Reductions - Non-Negotiated</u></b>			
<u>2010/11 Reductions Identified 4/14/09</u>			
Eliminate CSR Grades K-3 (26:1)	Based on Current Penalty	205.75	\$3,979,040
Reduce Secondary Counseling Services		16.00	1,200,000
Pupil Retention Block Grant		3.00	106,000
Reduce Program Specialist in Curriculum/Professional Learning		2.00	206,000
Healthy Start			315,000
School & Library Improvement Block Grant		28.00	1,600,000
Reduce clerk position at YR school sites (SOA)		28.00	1,400,000
Reduce Custodial Services Supervisors		9.00	610,000
Reduce FNS Site Supervisors		4.00	240,000
Eliminate Secondary Library Techs		14.00	690,000
Eliminate Elementary Library Techs		2.40	682,000
Interscholastic Athletic Programs			600,000
Reduce One Director Instructional Support		1.00	125,000
Reduce District Level Administrative Assistants		5.00	300,000
Reduce Elementary Vice Principals		12.00	1,300,000
Eliminate Secondary Librarians		16.00	1,700,000
Reduce Middle School Vice Principals		4.50	405,000
Reduce High School Vice Principals		8.00	718,000
		<b>358.65</b>	<b>\$16,176,040</b>

# Additional 2010-11 Reduction Options



Increase K-3 CSR Class Size 26:1 to 28:1	Based on Current Penalty	48.99	\$2,566,300
Eliminate 9th Grade CSR		14.10	856,015
GATE - Flexibility			100,000
CAHSEE - Supplies & Services Flexibility			454,052
ROP - Flexibility		25.61	1,933,258
CAL-Safe - Flexibility		2.44	114,284
School Safety & Violence Prev - Flexibility		8.00	737,664
Teacher Credentialing Block Grant Flexibility		1.00	260,000
Deferred Maintenance State Revenue Flex			1,659,884
Adult Education Flexibility			1,853,205
Counselors - General Fund (7-8)		24.41	1,740,434
Counselors - General Fund (9-12)		37.67	2,841,346
Counselors - General Fund (Alt Ed)		4.00	318,429
High School Athletics			1,514,954
Eliminate High School Adjunct Duty Stipends			346,368
Reduce RSP and Learning Center Para's by 50% in Special Ed.		49.33	1,521,783
Reduce Voc Specialist		4.00	338,000
Reduce Maintenance (RRM)			300,000
Convert 4 Year Round Schools to Traditional			820,000
Eliminate Regular Transportation for Middle and High Schools			550,000
Reduce District level Office Assistants		3.00	125,000
Project Ride			51,500
Telecommunications Savings			125,000
Reduction to Required Reserve			1,700,000
<b>Subtotal</b>		<b>222.54</b>	<b>\$22,827,476</b>



# EGUSD BUDGET REDUCTIONS



## SUMMARY

### UNRESTRICTED – TOTAL SINCE 2007/08

• 2008/09 Approved Reductions	\$20.4 m
• 2009/10 Approved Reductions	\$24.2 m
• 2010/11 Identified Reduction Options	\$42.4 m
• 2011/12 Identified Reduction Options	\$ 5.6 m
<b>Total</b>	<b>\$92.5 m</b>



# NEXT STEPS



<b>Budget Committee Meetings</b>	<i>August – October 2009</i>
<b>Superintendent's Site Visits</b>	<i>Sept. – October 2009</i>
<b>Community Meetings</b>	<i>October 2009</i>
<b>Bring to Board of Education</b> <ul style="list-style-type: none"><li>•For Information</li><li>•For Action</li></ul>	<i>November 5, 2009</i>  <i>November 19, 2009</i>