

Budget Update 2012-13

January, 2012



FOLSOM CORDOVA UNIFIED SCHOOL DISTRICT

Governor's Proposed Budget

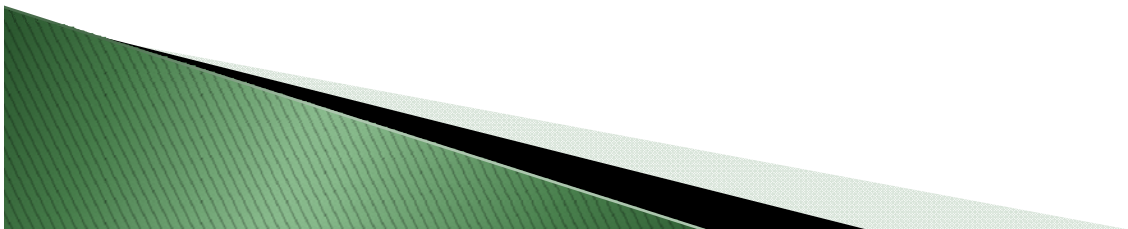
- ❑ Governor's 2012-13 budget assumes voter passage of November 2012 tax initiative
 - Same funding as 2011-12
- ❑ However, if tax initiative fails
 - Mid-Year Trigger Reduction of \$370/student
 - FCUSD = (\$6.6 million)
- ❑ Transportation funding eliminated in both scenarios
 - FCUSD = (\$950,000)
- ❑ No COLA
- ❑ Weighted student funding for categorical programs
- ❑ No funding for transitional Kindergarten



2012-13

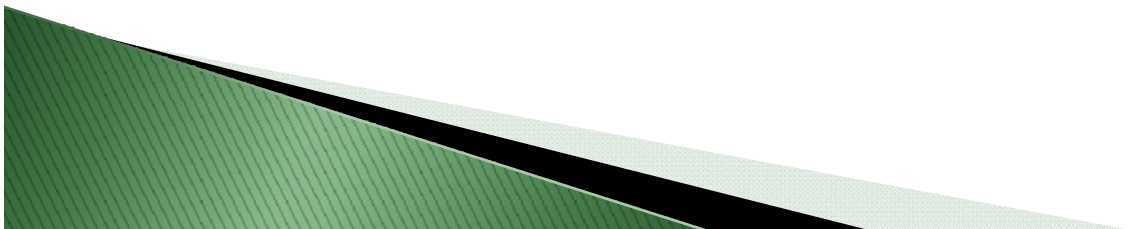
➤ Known Structural Deficit

Loss of one-time funds (used for expenses in 2011-12)	\$5,000,000
Sunset of furlough days	1,700,000
Automatic salary increases	1,800,000
Benefits increase (unemployment, workers comp, dental, retirees)	400,000
Utilities/Gas/Property Insurance	<u>100,000</u>
Shortfall	(\$9,000,000)



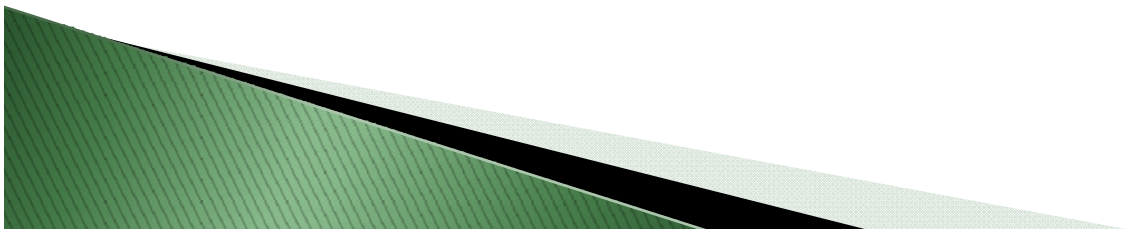
2012-13 Best Case

Structural deficit	(\$9,000,000)
Loss of Transportation Revenue	<u>(950,000)</u>
	(\$9,950,000)
<u>One-time solutions:</u>	
Balance of reserve for state triggers	4,100,000
Tier 3 categorical transfers	<u>6,100,000</u>
Budget Surplus	\$ 250,000



2012-13 Worst Case

Structural deficit	(\$9,000,000)
Revenue Reduction (\$370/student)	(6,600,000)
Loss of Transportation Revenue	<u>(950,000)</u>
	(\$16,550,000)
<u>One-time solutions:</u>	
Balance of reserve for state triggers	4,100,000
Tier 3 categorical transfers	<u>6,100,000</u>
Budget Shortfall	(\$6,350,000)



What's Next?

- ❑ Trailer Bill Language – February
- ❑ Monitor Enrollment and ADA
- ❑ Maximize Attendance (on-going)
- ❑ Develop Recommendations (cuts, flexibility options, redirection) for Board Consideration and submission to County Office of Education
- ❑ Start Budget Development and Layoff Process
- ❑ Second Interim through January 31, 2012
- ❑ May Revise

