



## IMPACT OF PROPOSED 2009-10 STATE BUDGET CUTS TO PUSD

### FACT SHEET

#### GOVERNOR'S PROPOSAL

To achieve the \$6 billion in proposed 2009-10 General Fund reductions to K-12 education, the proposed budget makes the following reductions:

- \$2.6 billion in mid-year reductions
- \$1.5 billion to revenue limits.
- \$1.1 billion to reflect allowing a five-day reduction in the school year.
- \$398.5 million to reflect the usage of special funds for the Home-to-School Transportation program.
- \$152.7 million to revenue limits due to a decline in average daily attendance.
- \$150 million due to redesignating some expenditures as coming from Proposition 98 settle-up funding.
- \$114.2 million to eliminate the High Priority Schools Grant Program.
- \$4.5 million to testing to align with anticipated contract costs and one-time availability of federal carryover funds.
- \$1 million by preventing new teachers from entering into the National Board Certification Incentive Program.
- \$38.7 million by reducing reimbursement rate limits in voucher-based child care programs from the 85th percentile to the 75th percentile.
- \$14.4 million to reflect a revised family fee schedule for child care programs.

#### IMPACT TO PUSD

- If the state budget is implemented as proposed, PUSD will have to reduce its general fund budget by \$5 million to cover the shortfall caused by the loss in state funding
- PUSD would also lose millions of dollars in special program funds, many of which pay for targeted instructional programs at school sites

#### BUDGET DEVELOPMENT PROCESS

- PUSD will take immediate actions to create a one-time \$7 million emergency fund
- PUSD will identify \$5 million in ongoing reductions by achieving organizational efficiencies, evaluating existing programs for cost-effectiveness and increasing revenues
- PUSD will prioritize spending based on priorities established in the Approach to Excellence II and the preliminary Strategic Planning process
- **PUSD will urge state officials to pass a budget that protects our schools**