

MDUSD Budget News Update

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Local News Part 1

- ▶ K-12 P-2 ADA (w/o Adult Ed or COE) 33,143.27
- ▶ Below projections by 140.03 (0.42%)
- ▶ Loss of ongoing funds = +/- \$840,000 for 2009/10
- ▶ Projected ADA decline for 2009/10 adjusted from 116.64 to 185.80
- ▶ Overall change in projected ADA is down 209.19 in 2009/10 and 312.62 in 2010/11
- ▶ Future revenues project downward
- ▶ 2011/12 cumulative shortfall (\$3,896,317)

State News Part 1

- ▶ 2009/10 COLA dropped from 5.02% to 4.25%
 - Reflects decline in economy
- ▶ Funded COLA remains 0% with more cuts
- ▶ Tier II & Tier III programs reduced 15.38% retroactive to July 1 and 19.84% next year
- ▶ Tier III programs now deemed unrestricted
 - Reporting requirements waived through 2013
 - Restricted resources to be closed 6/30/2009

Federal News – ARRA

- ▶ **Estimated Amounts to be adjusted @ P-2**
- ▶ **One time funding to spend across two years**
- ▶ Title I: \$ 3,710,146
- ▶ Special Education: \$ 6,667,377
- ▶ Special Education Preschool: \$ 574,189
- ▶ State Fiscal Stabilization Fund: \$ 8,974,427
- ▶ SFSF Eagle Peak: \$ 46,640
- ▶ Total one time funds = \$19,972,779
- ▶ Less estimated P-2 decline = \$19,869,243
- ▶ **All ARRA funding is restricted**

State News Part 2

- ▶ Revenues continue to lag projections
 - Estimated shortfall now up to \$15.4 - \$21.3 Billion by June 2010 depending on Measures 1A – 1E
 - State Cash projected (-\$11 Billion) Nov 2009
 - Prop. 98 drop estimated at an additional \$3.6 Billion or \$600 per student (\$19,885,962)
 - Additional Prop. 98 drop about equals ARRA funding
 - More deferrals expected in 2009/10 as State runs low on cash
- ▶ Dual May revise summary coming Thursday
 - One with State initiatives passing, one without
 - Details will not be released until **May 28th**

Local News Part 2

- ▶ Measure D on May 19 ballot
- ▶ Ongoing funds desperately needed to save programs from being cut further
- ▶ Provides \$7,000,000 of ongoing funding annually
- ▶ Will not bring back everything
- ▶ Will allow district to lessen effects of State dynamics on the classrooms

Upcoming Budget News

- ▶ We are building budget conservatively
- ▶ Budget development meetings with departments continuing
- ▶ Significant adjustments expected after election next Tuesday and May revise on May 28
- ▶ Budget adoption deadline June 30
 - Unlike U.S. and State, ours must be balanced