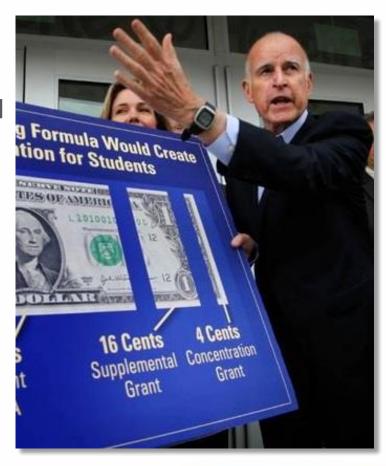
Governor's May Budget Highlights

- Prop 98 Guarantee –increase of \$3.2\$3.5 billion
- Prop 98 Per-Pupil Spending projected
 \$10,591-up \$368 \$10,643 up \$440
- → \$2.8 \$2.95 billion for LCFF now 95.7% of full implementation
- → \$1.2 \$1.348 billion in new one-time flexible funding
- COLA of 0.47% 0% (yes, none)
- Eliminates Maintenance Factor





\$300 million new money

- \$1.348 million in one-time discretionary Prop 98 funding that counts against mandate claims
- > \$154 million for LCFF
- > \$100 million loan fund for emergency repairs
- \$10 million for development of 4-year teacher credential programs
- Maintenance Factor projected \$1.6 billion



Governor's Budget: Early Ed Revised

- Governor proposes a planning year for an Early Education Block Grant
- No changes in from current year funding in the budget year. Plus 3-year hold harmless.
- Proposal to roll-in PQRI Quality money off the table
- For 2017-18 and forward eliminates TK
- Prioritizes lowest income & most-at-risk four & five-year olds
- > Funds run through LEAs to provide services or contract



Governor's Budget: Early Ed

- Align & integrate with LCFF and LCAP
- Provide more funding for programs for neediest children
- Allows serving more if all needy children served
- Moves to an all voucher childcare program
 - (no more CDE contracts with childcare centers)
- Provide more discretion to implement programs aligned with local priorities
- Allows contracting with CBOs and forming consortium



Governor's Budget: What's Still Missing

- Replacement for Prop 30 revenue
- Targeted program expansion
- Retirement contribution backfill (CalSTRS/CalPERS)
- Reserve Cap fix
- New money for child care
- New money for teacher training

