



MAY REVISION STATE BUDGET 2015-16

Delegate Assembly Meeting
May 16-17, 2015
Hyatt Regency Sacramento at Capitol Park
Sacramento, CA



WHERE WE WERE IN JANUARY

January proposal increased education \$7.8b
- an increase of \$306 per-pupil over the level
provided in 2014-15

- \$4 billion more for LCFF – 32% closure of gap to full funding
- Repays all inter-year deferrals
- \$77.5 billion total for K-12



WHAT CHANGED IN MAY

- Adds \$6.1b (\$2.7b ongoing & \$3.5b one-time)
 - Total funding \$83 billion for K-12
 - Prop 98 - \$68.4 billion for K-12
- LCFF funded \$53.1 billion – closes gap 53% (90% funded)
- COLA down from 1.58 to 1.02%
- Earned income tax credit – reduces guarantee



BIG MONEY

Adjustments for 13-14 and 14-15

+

January Budget for 15-16

+

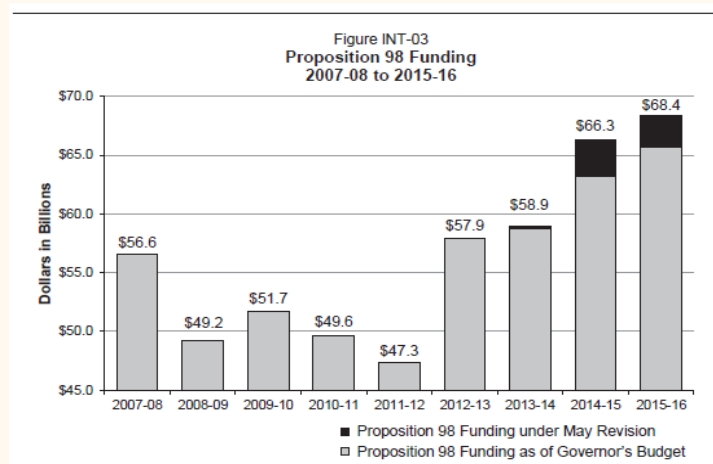
May Revision

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***\$13.9 billion more for schools
since July 2014 Budget***



BIG MONEY



ON-GOING MONEY

- \$6.1 billion distributed per LCFF
- Closes the remaining gap by 53%
- Brings LCFF to 90% funded without changing 8 year timeline (2020-21)



ONE TIME MONEY

- \$3.5b Per ADA – Standards & Mandates
- \$60m Special Ed Task Force Report Recos
- \$400m CTE Incentive Grants
- \$40m COE new responsibilities
- \$4.6m QEIA transition for specific districts
- \$2m Teacher Training – Wiesenthal Center



DOUBLE & TRIPLE COUNTING

- Continues to count one-time money provided as an off-set of applicable mandate claims
- \$3.5 billion one-time *implementation of standards* allocation applied to mandate reimbursement debt, etc. --
Approximately \$565/ADA



SPECIAL EDUCATION

Special Education Task Force
recommendations funded \$60 million

- \$30m – early interventions
- \$12m -- preschool slots for special needs children
- \$6m -- preschool training
- \$10m – TA and statewide resources for supports and interventions (one-time)



CTE INCENTIVE GRANTS

CTE +\$150m in Jan + \$250m new
total \$400m new CTE expansion funds

Phases out the grant matching program over
3 years until LEAs fully responsible.

Continues to be competitive grant program
LOOKING FOR SOMETHING NEW!



FACILITIES

No changes...


Continues January proposals to severely limit state role in facilities funding:

- No state bond money
- Restructure developer fees
- Expand local funding capacity
- Expand allowable uses of routine restricted maintenance




ADULT EDUCATION

- Maintains \$500 million from January
- Adult Ed Block Grant program
 - Joint with Community Colleges
 - Eliminates allocation boards within consortia
 - Provides 2 year budget planning
 - Integrates WIB & Perkins funding

 **TEACHERS**


- CTC fee increase
- CTC authority to investigate superintendents who fail to report teacher misconduct

 **WHAT'S NOT HERE**

- Changes to the Reserve Cap
- Funding plan for School Facilities
- Child care push-ins
- PERS/STRS mitigation
- Transportation

 **NEXT STEPS**

May 15-31	Budget Subcommittee hearings
June 1-15	Budget Conference Committee
June 15	Floor votes
June 30	Governor signs budget

 **PREDICTIONS**

Efforts to push more childcare into Prop 98

No new categoricals created –
locals solve all their own problems ...

- transportation
- PERS/STRS
- recruitment/retention
- instructional materials