

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