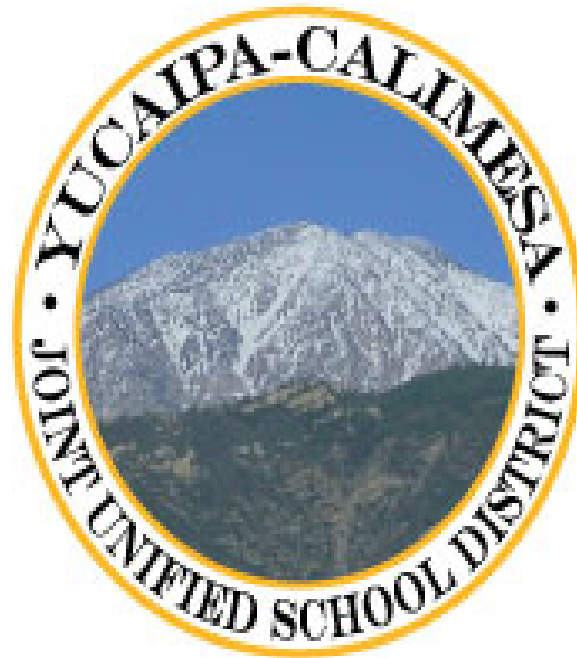




2011-12 Outlook



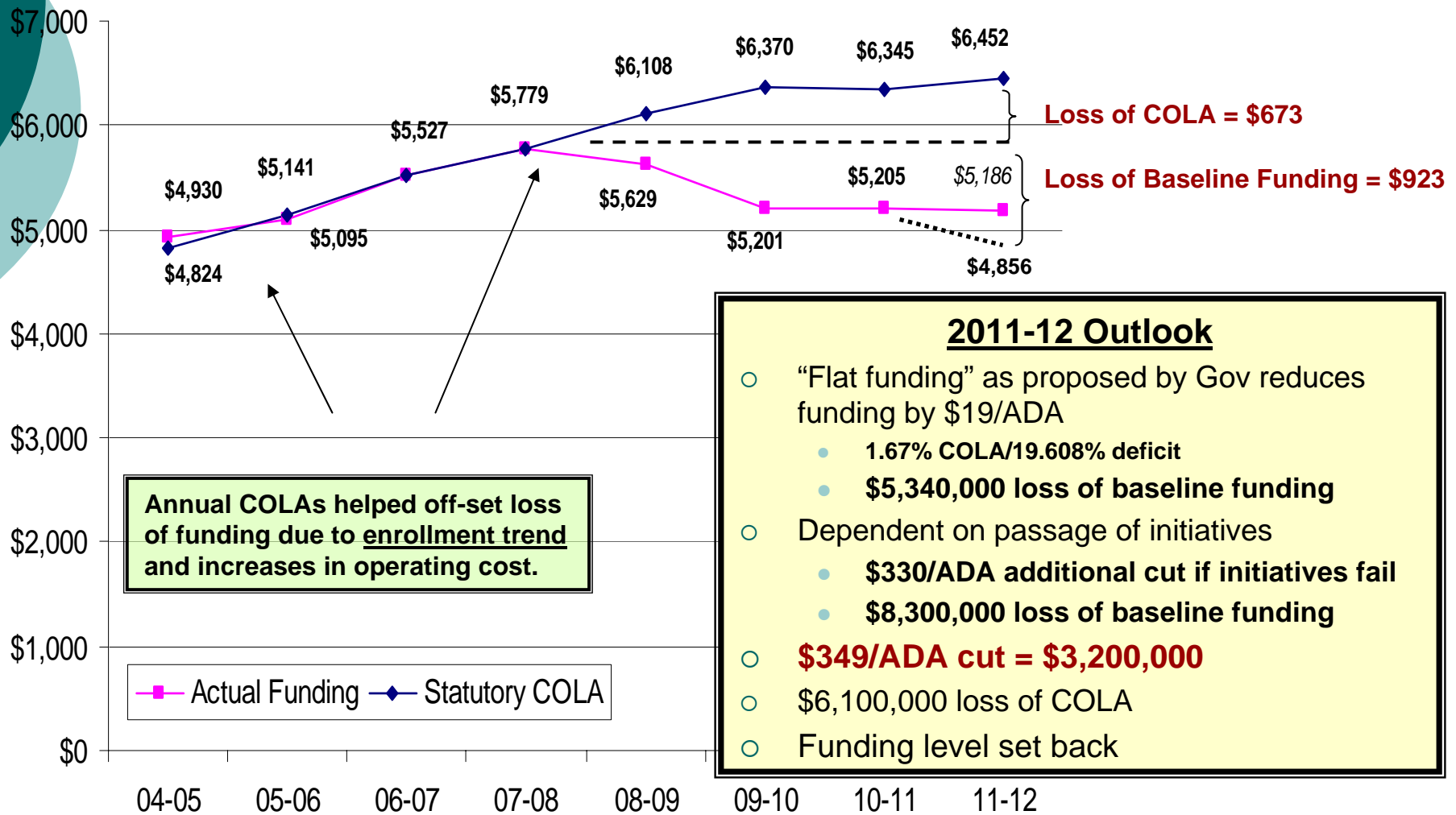
as of February 22, 2011

January Budget

“Can’t Catch a Break”

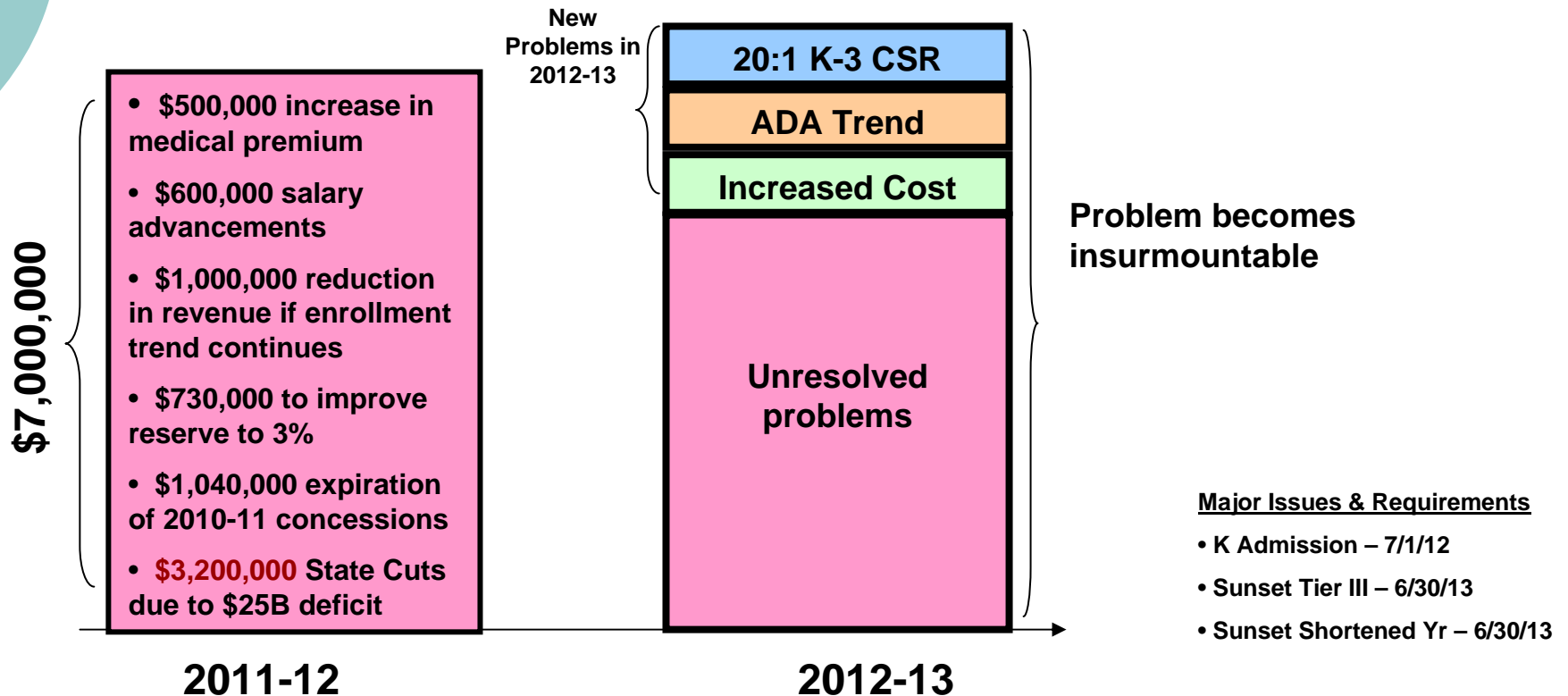
- More IOUs
 - More deferrals proposed
 - More loans may be necessary
- Worsens 2011-12 Imbalance
 - More reductions to Revenue Limit
- Potential Budget Solutions
 - Non-negotiable
 - Negotiable

Financial Squeeze Continues (per ADA)



2011-12 Budget Imbalance

Summarizing the Causes



Potential Solutions to \$7,000,000 Imbalance

<u>Non Negotiable</u>			<u>Negotiable</u>		
A	Reserve from Oct Budget	\$2,067,000	A	Full elimination of K-6 prep time	\$948,000
			B	Elimination of additional 50 min 4-6 prep time	\$133,000
B	School Closures	\$800,000	C	Elimination of 1-3 prep time only	\$434,000
			D	Full elimination of 7-12 prep time	\$1,166,000
C	Enrollment Trend	\$720,000	E	Five Furlough days (unrestricted)	\$780,000
			F	Elimination of 2 yard aides	\$157,000
D	Raise class size in K-3 to 30:1	\$1,175,000	G	Increase before/after school by 30 minutes	\$49,000
			H	8 hours adjacent duty required by all teachers	\$45,000
E	Adt'l Classified Reductions	\$300,000	I	Increase class size in grades 4-6:	
			J	36 to 1	\$117,000
F	Hold Reserve for EU at 2%	\$700,000	K	37 to 1	\$175,000
			L	Increase class size in grades 7-12:	
G	YCMT Furloughs	\$90,000	M	37 to 1	\$233,000
			N	38 to 1	\$466,000
H	Special Ed Reduction Plan	\$400,000	O	Elimination of PE Aides	\$86,000
			P	Freeze advancements on salary schedule	
I	Savings-Early Ret Incentive	\$300,000	Q	CSEA	\$105,000
			R	YMT	\$39,000
J	Reduce Counselor & IS	\$120,000	S	YCEA	\$384,000
			T	Salary rollbacks for all employees	
			U	1%	\$430,000
			V	2%	\$860,000
			W	3%	\$1,290,000
			X	4%	\$1,720,000
			Y	5%	\$2,150,000
			Z	Rollback of all co-curricular & coaching	\$51,000
			AA	Reduce YCEA president release time to 20%	\$40,400
	Total	\$6,672,000			

Summary & Next Step

- Prepare for realistic scenario
 - Sunset of temporary taxes
 - Absent passage of initiatives, existing law defaults to termination of temporary taxes
 - Implement measures to mitigate **\$7,000,000** budget gap
 - **\$3.8M -- District problems**
 - **\$3.2M -- State cuts (\$349/ADA)**
 - Incorporate the solutions into 2011-12 budget estimations
- Quantify impact of additional cash deferral
- Prepare for First Interim Report
 - Current year budget
 - Multiple year projections
 - Cash