

# Budget Considerations Under Study

Orange Unified School District  
October 29, 2009



# Presentation Overview

- **Multi-Year Projection before Budget Reductions**
- **Administrative Funding Adjustments**
- **Multi-Year Projections after Administrative Funding Adjustments**
- **Budget Considerations Under Study**
- **Next Steps**

# Multi-Year Projections

	2009-10	2010-11	2011-12
Revenues	\$216,266,723	\$209,764,980	\$211,217,991
Expenditures	<u>\$247,844,592</u>	<u>\$222,593,342</u>	<u>\$228,813,694</u>
Inc./((Dec.) in Fund Balance	(\$31,577,869)	(\$12,828,362)	(\$17,595,703)
Beginning Fund Balance	<u>\$37,975,586</u>	<u>\$6,397,717</u>	<u>(\$6,430,645)</u>
Ending Balance	\$6,397,717	(\$6,430,645)	(\$24,026,348)
Less: Restricted Reserves	<u>(\$8,766,465 )</u>	<u>(\$7,408,927)</u>	<u>(\$7,595,538)</u>
Unrestricted Balance	(\$2,368,748)	(\$13,839,572)	(\$31,621,886)

# Administrative Funding Adjustments

	2009-10	2010-11 & On Going
Freeze Spending	\$500,000	-0-
Increased Medi-Cal Revenue Billing	\$500,000	\$500,000
Take Advantage of the IDEA Flexibility Option	\$6,300,000	-0-
Charge Fund 71 for Health Benefits	\$1,900,000	\$1,900,000
Reduce OPEB Interest to Estimated Actuals	\$2,250,000	-0-
Sweep Instructional Materials	\$1,500,000	\$750,000
Eliminate Deferred Maintenance Transfer	\$1,150,000	\$1,150,000
<b>TOTAL</b>	<b>\$14,100,000</b>	<b>\$4,300,000</b>

# Multi-Year Projections After Administrative Funding Adjustments

	2009-10	2010-11	2011-12
Revenues	\$216,266,723	\$209,764,980	\$211,217,991
Expenditures	<u>\$247,844,592</u>	<u>\$222,593,342</u>	<u>\$228,813,694</u>
Administrative Funding Adjustments	<u>(\$14,100,000)</u>	<u>(\$4,300,000)</u>	<u>(\$4,300,000)</u>
Total Expenditures	\$233,744,592	\$218,293,342	\$224,513,694
Inc./((Dec.) in Fund Balance	<u>(\$17,477,869)</u>	<u>(\$8,528,362)</u>	<u>(\$13,295,703)</u>
Beginning Fund Balance	<u>\$37,975,586</u>	<u>\$20,497,717</u>	<u>\$11,969,355</u>
Ending Balance	\$20,497,717	\$11,969,355	<u>(\$1,326,348)</u>
Less: Restricted Reserves	<u>(\$8,343,465)</u>	<u>(\$7,279,927)</u>	<u>(\$7,466,538)</u>
Unrestricted Balance	\$12,154,252	\$4,689,428	<u>(\$8,792,886)</u>

# Budget Considerations Under Study

- ▶ Reduce unique school programs (IB, Ag., AVID, etc.)
- ▶ Eliminate District Funding for Sports Transportation
- ▶ Increase Bus Pass Fees
- ▶ Eliminate GATE Busing
- ▶ Eliminate Elementary Instrumental Music Program
- ▶ Eliminate Elementary Summer School
- ▶ Restructure Secondary Summer School

## **Budget Considerations Under Study – cont.**

- ▶ Reduce High School Assistant Principals Secretaries**
- ▶ Reduce High School Assistant Principals**
- ▶ Restructure Library Media Technicians**
- ▶ Restructure Custodial Staffing**
- ▶ Consolidate Small Schools (Riverdale Elementary)**
- ▶ Restructure Elementary Class Size Reduction (CSR) Program to 30:1**
- ▶ Increase High School Staffing Ratio to 33:1**

# Next Steps

- Staff will continue to work with:
  - ✓ Site Administrators
  - ✓ Certificated Representatives
  - ✓ Classified Representatives
  - ✓ Parent Group Representatives
- November 12, 2009: Staff will present recommendations to balance the budget
- Deadlines: Education Code (42127, 42130)
  - ✓ December 15, 2009: Adopt First Interim Budget 2009/10 through 2011/12, including specified budget reductions
  - ✓ March 15, 2010: Adopt Second Interim Budget 2009/10 through 2011/12, including revised budget reductions
  - ✓ June 30, 2010: Adopt District Budget 2010/11 through 2012/13