

Impact of Proposed State Budget Christina School District

Finance Office
Christina School District

March 23, 2010

Funding Cliff

- Discussed during Budget Approval
- We have reached the First Cliff

ESTIMATED IMPACT BASED ON PROPOSED GOVERNOR'S BUDGET	Impact	Comment
Reduction State Fiscal Stabilization Funds	\$ (2,490,000)	FY 10 allocation was \$ 8,328,846. The amount indicated is considered a preliminary number. Funds were utilized to support positions and operating costs (\$5.8+M at risk fy 12)
Loss of Match Funds	\$ (2,150,000)	Programs funded with State and local "Match" funds were eliminated from the State budget in Fiscal 2010. In Fiscal 2010 we were authorized to continue "matching" at fiscal 09 levels. This authorization does not exist. This impacts positions and services supporting Academic, Counseling, and Behavior Intervention.
Divison II (All other cost) reduction	\$ (211,000)	Impacts Classroom supplies
Elimination of Title IV (Safe & Drug Free Schools)	\$ (165,000)	Predominately Impacts Douglass School - Counseling and Behavior Intervention Services
Reduction of Transportation Maintenance	\$ (694,000)	
Reduction in Minor Cap	\$ (708,000)	Funding Authorized (proposed) ~\$800,000.
<u>Not Driven by State Budget</u>		
Step increases	\$ (886,000)	Projected local increase created by movement up and across the pay tables
Increase in other Employment Cost	\$ (828,000)	Driven by increased funding costs for Pension (Earnings/ performance driven)
Total	\$ (8,132,000)	
Proposed Cost Transfer - Transportation	\$ (3,550,000)	Proposed impact on Match Tax - \$.068 projected -actual change in Tax Warrant will depend on outcome of other Match issues. Current Match Tax rate is \$.06

Impact Based on Proposed State Budget

Reduction in State Fiscal Stabilization Funds	(\$ 2,490,000)
Elimination of Local Match Tax	(\$ 2,150,000)
Reduction of Division II (All other Costs)	(\$ 211,000)
Reduction of Support for Transportation Operations	(\$ 694,000)
Reduction in Minor Capital Support	(\$ 708,000)
Other Actions Impacting District	
Federal Elimination of Title IV	(\$ 165,000)
Cost Transfer – Transportation (75/25 Split) – District to be provided opportunity to raise funds through a “Match Tax”	(\$ 3,550,000)

Projected Shortfall –Fiscal 2011

- Impact of State Budget reflects a decrease in support of ~ \$ 6.4 Million
- Increased local costs (Step and Pension Cost) ~ \$1.7 Million

Projected Budget Shortfall ~ \$8.1 Million

What Does the Loss of Funds Mean?

Reduced Funding For

- Teaching and Learning
 - Staffing, Materials, Supplies
- Technology Resources
 - Staffing and Materials
- Student Support Services
 - Behavior Intervention
 - Counselors
 - Alternative Programs