

Budget 2012-13 Overview



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Proposed State Budget

- Temporary 5 year ***Tax Increase***
 - *Set for November 2012 election*
- 3.17% Cost of Living Allowance (***COLA***)
 - ***Not funded***
- Deficit to Education Increased to ***21.666%***
- Elimination of ***Transportation*** Funding
- Closing the gap to on-going ***deferrals***.

Proposed State Budget

Reform of *Education Mandates*

- *Keeping some mandates.*
- *Making some optional.*

Categorical Fund Flexibility

- *Weighted student formulas*
- *5 year phase*

Proposed State Budget

Transitional Kindergarten

- Eliminate funding.
- Administration of Kindergarten start dates continue with current law.

Proposed State Budget

If Tax Initiative Does NOT Pass:

- ❑ Budget Triggers for January 2013
- ❑ \$4.8 Billion Reduction to K-14 Education

What This Means for Millbrae

If the Tax Initiative Passes in November 2012

- Flat Funding
- Zero COLA
- Loss of Transportation
- Potential increase in Special Education Costs

What This Means for Millbrae

*If the Tax Initiative Does NOT Pass in
November 2012*

\$370 per Student

\$838,000 Reduction to Revenue Limit

Next Steps

1. Districts will receive direction from County Office of Education.
2. All districts are to plan for the worst should the tax initiative does not pass.
3. Hope for the Best