



Board Meeting  
February 1, 2024  
Agenda Item No. 10.1

Janea Marking, Chief Business and Operations Officer

## The Proposition 98 budget is a story of correction and normalization

The historic increases in Proposition 98 from 2019-20 through 2021-22 resulted in significant financial investments to combat the impacts of the pandemic

## The Governor continues with the theme of “correction and normalization”

Despite the significant underperformance of General Fund revenues in 2022-23, the Governor is not proposing any new cuts or deferrals to K-12 education core programs

General Fund revenue spikes in 2021-22 were used for one-time purposes and that is now paying dividends

Education is facing a “COLA<sup>1</sup>-only” year where the projected statutory COLA is significantly less than 2023-24 and anticipated for 2024-25 trending down

<sup>1</sup>cost-of-living adjustment

















