



SACRAMENTO CITY UNIFIED SCHOOL DISTRICT BOARD OF EDUCATION

Agenda Item # 9.1

Meeting Date: March 7, 2013

Subject: 2013-14 Budget Recommendations and Reductions

- Information Item Only
- Approval or Consent Agenda
- Conference (for discussion only)
- Conference/First Reading (Action Anticipated: March 21, 2013)
- Conference/Action
- Action
- Public Hearing

Division: Administrative Services

Recommendation: Review and discuss for approval at the March 21, 2013 Board meeting potential recommendations for maintaining a balanced 2012-13 and 2013-14 budget.

Background/Rationale: Staff provided the First Interim Financial Report at the December 20, 2012 Board meeting. At that meeting, staff identified a deficit spending problem for 2012-13, a declining fund balance, and a multi-year projection that reflected a need for the District to identify budget reductions in the 2013-14 budget year. Additionally, staff projected a cash shortfall for 2012-13 and the need to sell Tax and Revenue Anticipation Notes in order to be in compliance with state requirements to end the year with a positive cash balance.

At the February 7, 2013 Board meeting, staff briefed the Board on the Governor's proposed budget for 2013-14. Staff highlighted issues that negatively affect the District's new budgets such as continued slow financial growth both nationally and statewide, the potential impact of the "Fiscal Cliff," and the cash problems associated with deferred revenue. While highlighting the uncertainty of projecting an exact amount required for budget reductions in 2013-14, staff did provide best and worst case scenarios both of which indicated that budget reductions would be required in 2013-14.

Financial Considerations Board review and discussion on recommendations for budget balancing.

Documents Attached:

1. Executive Summary
2. Information will be provided at the Board meeting.

Estimated Time of Presentation 10 Minutes

Submitted by: Richard E. Odegaard, Interim Chief Business Officer

Approved by: Jonathar P. Raymond, Superintendent

Boardof

Board of Education Executive Summary

Administrative Services

2013-14 Budget Recommendation and Reductions

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Curriculum Associates Benchmark \$200,000

Curriculum Associates Benchmarks are used as a formative benchmark, and help guide instruction and intervention. Although we currently have a backup supply, if schools require additional test booklets, site funds will need to be utilized.

Reduce One Cabinet Position \$170,000

Will require a redistribution of duties with a commensurate increase in other Cabinet members' spheres of responsibility.

Early K Coordinator \$20,000

Oversees the implementation of the Early Kindergarten Program.
Will be integrated within the Child Development Department.

Combine the Athletic Director and the PE Coordinator into One Position \$25,000

The Athletic Director is currently paid on a per diem basis. This half time position will be eliminated and combined into the job description of the PE Coordinator.

Eliminate the Grant Coordinator \$129,000

The elimination of this position will potentially reduce the number of grants that can be processed.

Board of Education Executive Summary

Administrative Services

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Modify the Funding for One Instructional Coordinator	\$50,000
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Supports the teaching and

Board of Education Executive Summary

Administrative Services

2013-14 Budget Recommendation and Reductions

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IV. Goals, Objectives and Measures:

Present a balanced 2012-13 and 2013-14 Budget plan to the Board for the Second Interim Report.

V. Major Initiatives:

Continued analysis of information from the state
Prepare for the Third Interim report

VI. Results:

The budget reductions approved at the March 21, 2013 Board meeting will enable the District to submit a balanced 2012-13 and 2013-14 budget plan to the Sacramento County Office of Education.

VII. Lessons Learned/Next Steps:

Continue to monitor the state budget and its impact on the district finances.
Continue to research and develop cost efficiencies.
Evaluate the changes made during the May Revise.
Prepare the Third Interim report.