



**Public Hearing and Action
on Resolution No. 2708:
State Categorical Program Flexibility
(Tier III) Transfer and 2012-13 Budget Update**

Board Item #11.2

Board of Education

June 14, 2012



Overview

Flexibility provided in 2009 package of bills
Assembly Bill (AB) 189
Tier I, II, III Flexibility
Discussion of Tier III Programs
2012-13 Budget Update



State Flexibility

Governor Schwarzenegger signed bills granting district flexibility in a variety of previously restricted funding sources

Many programs were reduced

Most districts utilized flexibility to offset declining state revenue limit funding/increased expenditures



Assembly Bill 189

- AB 189 requires Public Hearing
- Separate from Adopted Budget
- Discuss and approve proposed use of funding
- Identification of closed programs
- Potential loss of all Tier III funding if not followed



Tier I and Tier II

Tier I programs have no flexibility and no revenue reductions



Tier III

Tier III programs have flexibility and received a 20% revenue reduction

Attachment 2 of the agenda item outlines 26 State Categorical Tier III programs

Historical look at impact

Funds used to offset budget deficit

2008-09 funding less 20%



Tier III 2012-13 Closed Programs

Adult Education

Reduced in 2010-11, 2011-12 and Tier III funding eliminated in 2012-13

Fremont



Tier III 2012-13 Closed Programs

McClaskey

- Continue Developmentally Disabled Education

 - Agreement with ALTA California to provide funding for Adults with Disabilities

- Continue Parent Participation Preschools – increase fees

- Continue Parent Education at school sites – site paid

Phoenix Park

- Continue Parent Education and ESL classes

Greenfair

- Continue ESL/Citizenship classes



Tier III 2012-13 Closed Programs

Arts and Music Grant

Elimination of middle school supplemental music teachers

Researching alternative funding to support this program

School Library Improvement Block Grant

Elimination of middle school librarians and literacy support at K-8 schools

Researching alternative funding to support this program

Supplemental School Counseling



Tier III Closed Programs prior to 2012-13

Cal Safe Academic Support



Tier III Closed Programs prior to 2012-13

Peer Assistance and Review

Pupil Retention Block Grant

Staff Development – Administrator Training

Staff Development –



Use of Funds

Funds from closed or reduced Tier III funds are allocated to the unrestricted general fund to offset revenue reductions and expenditure increases

Dedicated to instruction and instruction-related services



Tier III Programs in Place for 2012-13

Cal Safe Childcare Services

Community Day School

Gifted and Talented Education

Instructional Materials Block Grant

International Baccalaureate

Professional Development Block Grant

Regional Occupational Program

School Safety Competitive Grant

Targeted Instructional Improvement Block Grant



2012-13 Budget Update

June 15 Budget from State

Too late for Adopted Budget

Adopted Budget will include:

Reductions approved on February 2, 2012

\$15 million in potential reductions if Governor's Tax Initiative does not pass

Closure of Freeport Elementary School

Partial reinstatement of co-curricular activities



2012-13 Budget Update

Co-Curricular Activities

Stipends

\$80,000 each for six comprehensive high schools

\$16,000 each for nine middle schools

\$5,000 each for five K-8 schools

Transportation

\$19,500 each for six comprehensive high schools

Uniform Replacement

\$15,000 each for six comprehensive high schools

Activities Director

\$25,000 per diem pay

Athletic Trainer

\$123,000 total for six comprehensive high schools



2012-13 Budget Update

Transportation

- Safety concerns such as railroad crossing

- Dependent on student placement

 - Program Improvement Choice

 - Special Education Programs

 - Concapping

- Work continuing over the summer



Next Steps

2012-