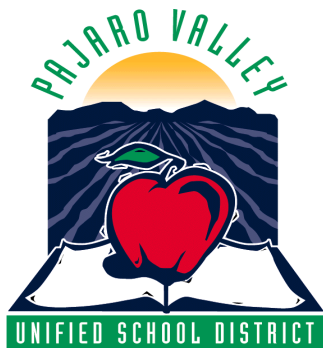


2012-11 July Budget Adoption



Presentation to the Board of Trustees
Brett McFadden, CBO
Helen Bellonzi, Dir. of Finance
June 27, 2012



What we will cover tonight

- Overview of the 2012-13 budget
- Multi-year projections
- Next steps

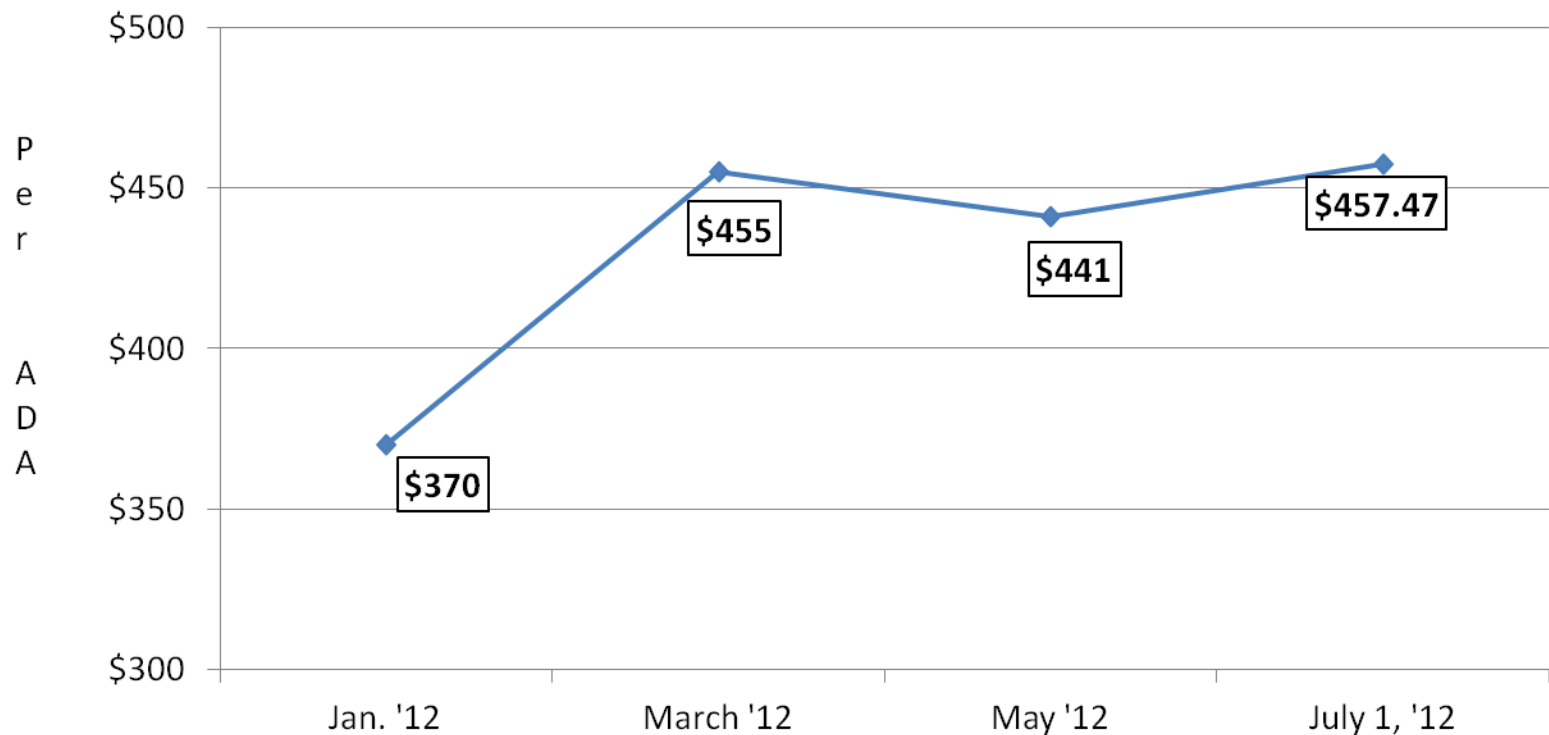


What is the July budget ?

- ❑ Required by law - board approval by June 30
- ❑ Subject to COE review and approval
- ❑ The July budget is a policy and fiscal roadmap for the upcoming fiscal year
- ❑ It is not static – it will change based on a wide array of circumstances

This year's challenge – planning for the unknown

Proposed 2012-13 Mid-yr. Trigger





Key provisions for 2012-13

The budget assumes state revenues as outlined in the governor's May Revision:

- A wait and see budget
- Includes major assumptions as outlined in the budget document
- Status quo funding - no major program or staffing reductions
- New item – use of federal carry-over to extend funding for K-3 intervention teachers

2012-13 July adoption MYP

| | 2011-12 | 2012-13 | 2013-14 | 2014-15 |
|------------------------------|---------|---------|---------|---------|
| Beginning Balance | 38.35 | 45.27 | 38.99 | 34.94 |
| Revenues | 173.33 | 163.34 | 166.14 | 168.95 |
| Expenditures | 166.41 | 169.62 | 170.19 | 174.36 |
| Increase/Decrease | 6.92 | (6.28) | (4.05) | (5.41) |
| Ending Balance | 45.27 | 38.99 | 34.94 | 29.53 |
| Revolving Cash/Rest.Bal | 8.36 | 6.68 | 7.18 | 7.68 |
| 3% Reserve | 4.99 | 5.09 | 5.11 | 5.23 |
| Reserve for Mid-Yr. Triggers | - | 7.59 | 15.17 | 22.73 |
| Unappropriated Reserve | 31.92 | 19.63 | 7.48 | (6.11) |



Staff recommendation

- Adopt 2012-13 Proposed July Budget as submitted
- Stay the course pending outcome of November tax initiatives
- Plan and discuss appropriate actions in response to possible fiscal scenarios
 - Revenue increase
 - Status quo
 - Revenue reduction
- Approve and implement appropriate fiscal action plan post November 6th.



Questions, comments, input from the board