



Board Meeting  
4/20/10

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# Budget



## Previous Reductions

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- 07/08      \$525,000
- 08/09      \$2,050,000
- 09/10      \$2,770,000



# The Ongoing Structural Deficit Second Interim

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2010-2011

○ Unrestricted Income	\$17,270,702
○ Expenses	\$20,797,214
○ Net Loss	(\$3,526,512)



# Option One

## Apply all one time money in 10/11

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	2010-11	2011-12	2012-13
Excess Spending (Income minus Expense)	(3,526,512)	(3,604,256)	(3,643,445)
Extra Beginning Balance above Reserves	1,483,412	584,492	0
Received/Invoiced MAA Funds	1,875,000	0	0
Board Identified Reductions	752,592	752,592	752,592
Additional Reductions per year			0
Extra (Shortfall)	584,492	(2,851,664)	(2,890,853)

With this plan we need to cut \$2,851,664 in 2011-12 to avoid the inability to pay our expenses or a possible state loan/take over.



# Option Two

## Apply one time money over two years in 10/11 and 11/12

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	2010-11	2011-12	2012-13
Excess Spending	(3,526,512)	(3,604,256)	(3,643,445)
Extra Beg. Balance above Reserves	741,706	741,706	
Received/Invoiced MAA Funding	650,000	650,000	575,000
Reductions to Date for 2010-11	752,592	752,592	752,592
<b>Reductions Needed</b>	<b>1,382,214</b>	<b>1,382,214</b>	<b>1,382,214</b>
Extra (Shortfall)	0	(77,744)	(933,639)

**With this plan we need to cut \$1,382,214 for 2010-11**



# Reducing employment costs: Options

(ACSA/SEAC/CSBA/TSS)

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The most common statewide options to reducing employment costs:

- Furloughs and salary reductions
- Reducing the school year
- Eliminating programs – counseling, K-3 CSR, transportation, janitorial
- Cost containment for health/welfare benefits
- Freezing step and column



## PUSD – Next Steps

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- We need to begin to bring our expenses into alignment with our income
- We can use one time money to soften the reductions for the next two years.