

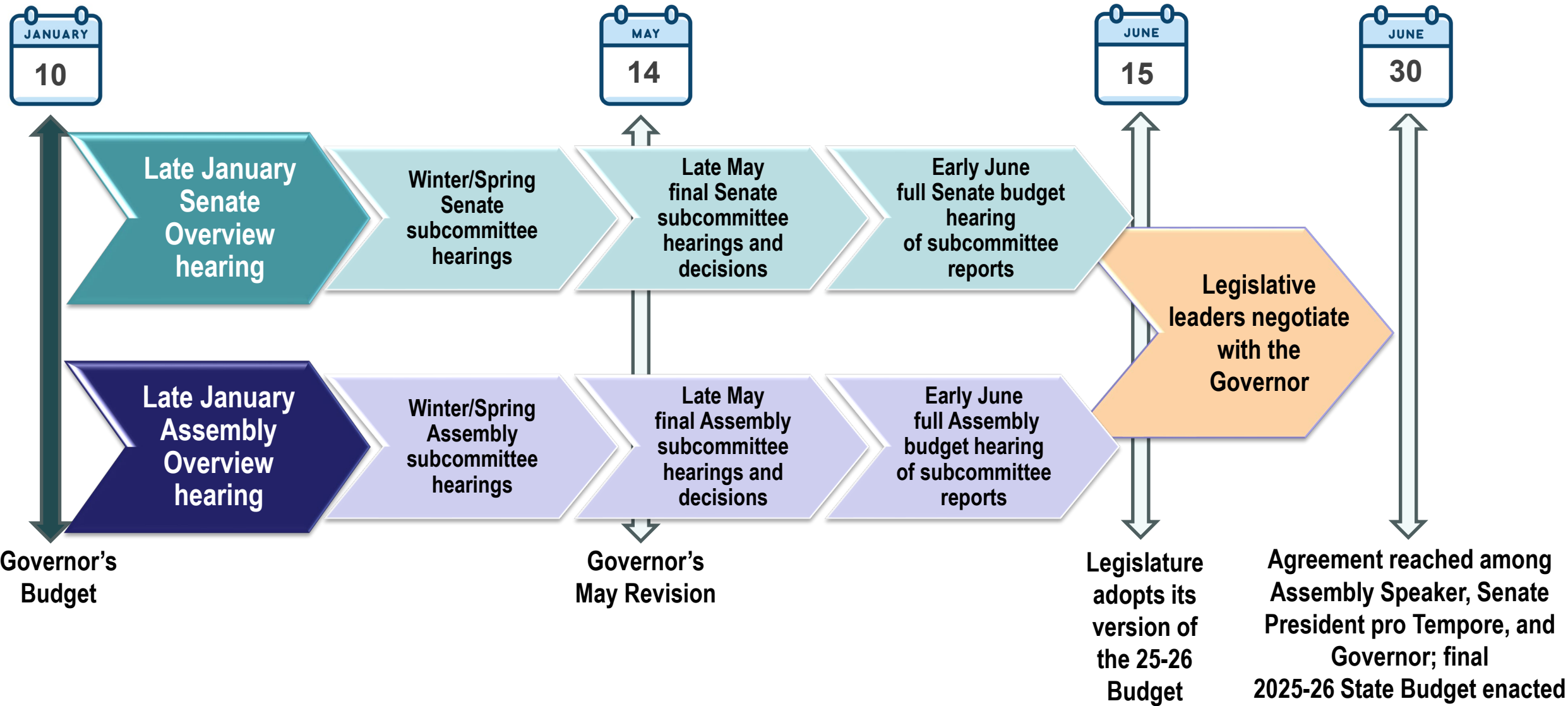
Governor's Budget Proposal for Fiscal Year 2025-2026

January 28, 2025

Agenda

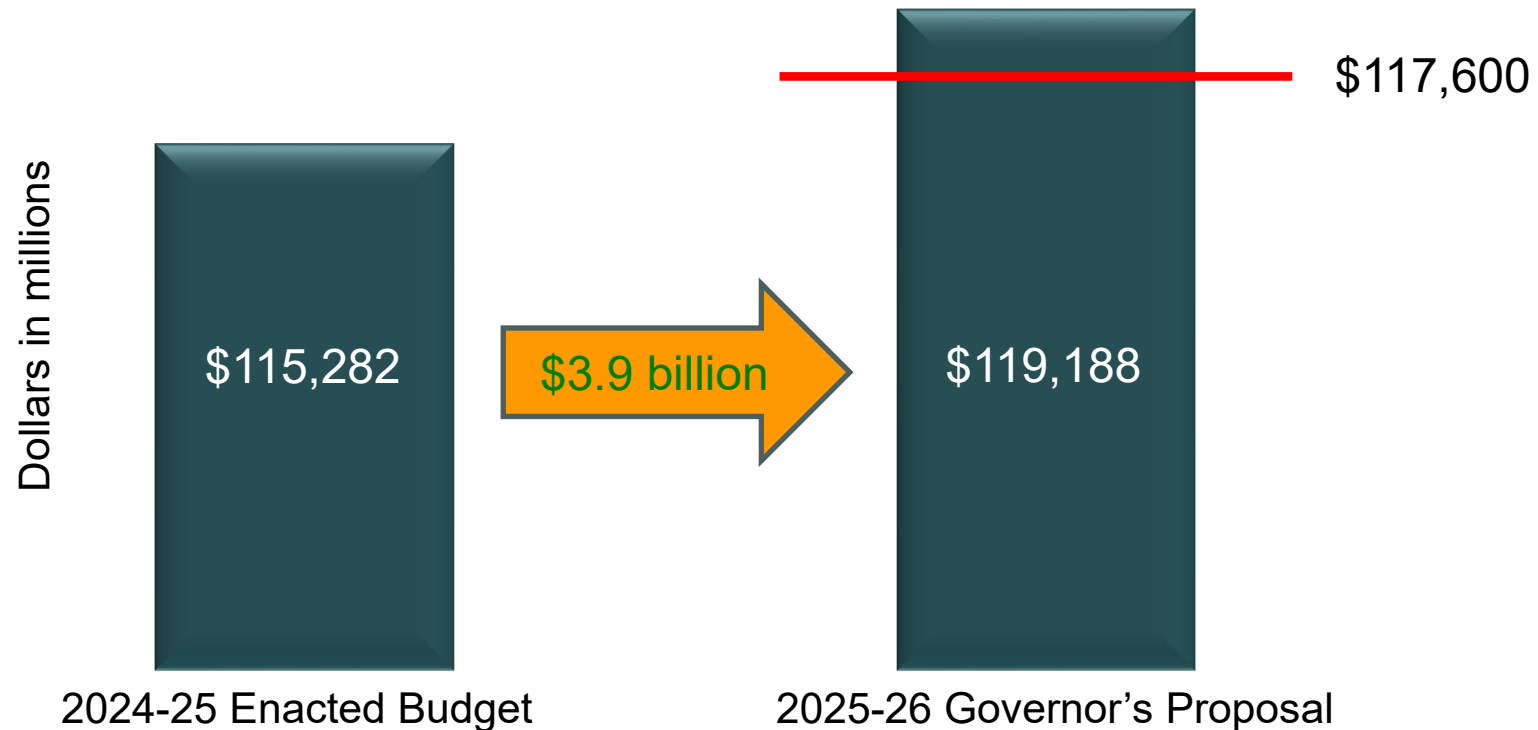
- **Background and timeline**
- **Governor's proposal for 2025-2026 education budget**
- **Next steps**

State Budget Process – Background & Timeline



Governor's Proposal for 2025-2026

- **Balanced budget proposal**
 - State revenues have been “booming” with the stock market rally
- **Fully funds the cost-of-living adjustment (COLA)**
- **2024-25 “fiscal maneuver” reduces the Proposition 98 guarantee by about \$1.6 billion**



Cost of Living Adjustment (COLA)

- The statutory COLA is computed using federally aggregated metrics

Year	COLA at First Interim	January Budget Proposal
2024-25	1.07%	1.07%
2025-26	2.93%	2.43%
2026-27	3.08%	3.52%
2027-28	3.30%	3.63%

About \$500K
per year
reduction

Proposed Categorical Funding

Learning Recovery Emergency Block Grant (LRBG)

Restoration

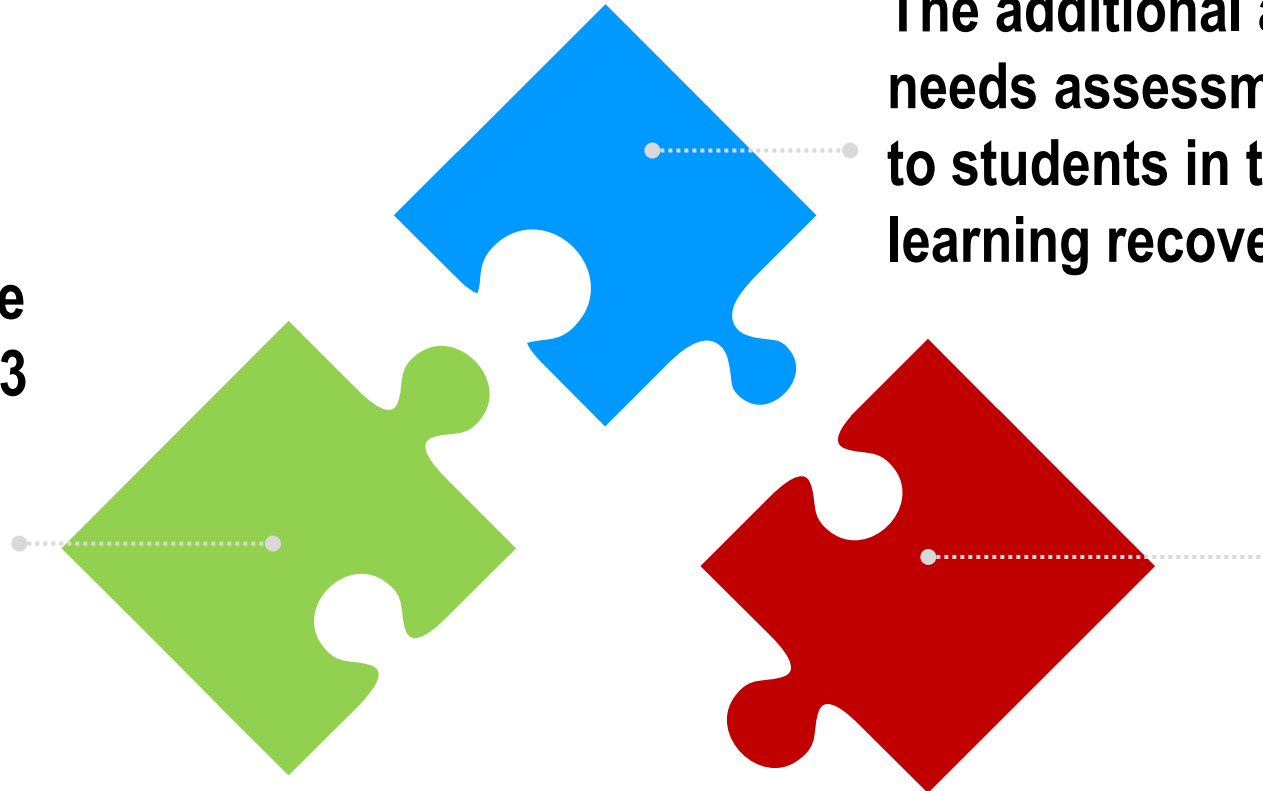
Proposal to allocate \$378 million on one-time basis to restore the 2023 cut

Needs Assessment

The additional amount will require a needs assessment to provide services to students in the greatest need of learning recovery supports

Reporting

Expenditures must be reported in the LCAP



Learning Recovery Emergency Block Grant (LRBG) – Revised Plan

- Changes to the Board approved plan highlighted in orange
- Due to uncertainty regarding reduction by the State or change in regulations, create an equivalent unrestricted resource to track these expenditures
- Will commit unused funds to guarantee implementation of the Board approved plan.

Program	2023-24	2024-25	2025-26	2026-27	Total
Universal collaboration	\$ 180,000	\$ 230,000	\$ 230,000	\$ 230,000	\$ 870,000
Additional site support:	535,522				535,522
Special Ed. (1 FTE)		175,630	180,899	186,326	542,855
TSA SPED (.5 FTE)		73,332			73,332
Administrator @ Lincoln (1 FTE)		184,055	189,577	195,264	568,896
Additional campus security (1.75 FTE)	96,977	109,948	113,246		320,171
Teacher @ Maya Lin (.73 FTE)		107,830	111,065	114,397	333,292
Develop literacy framework	41,250	41,250	41,250	41,250	165,000
Develop revised grading policy	40,000	40,000	40,000	40,000	160,000
Secondary school counseling (2.5FTE)	-	264,982	272,931	281,119	819,032
Multi-year tutoring pool	50,000	50,000	50,000	50,000	200,000
					-
Indirect Cost	70,781	100,149	92,173	85,377	348,480
Total	\$ 1,014,530	\$ 1,377,176	\$ 1,321,141	\$ 1,223,733	\$ 4,936,580

Presented on Feb 14, 2023, & May 14, 2024

Proposed Categorical Funding

Discretionary Block Grant

**\$1.8 billion, Prop 98 (one-time)
Allocation methodology not specified**

**TK Add-on to Implement
10:1**

Accounting not clear at this point(ongoing)

**Expanded Learning
Recovery Program**

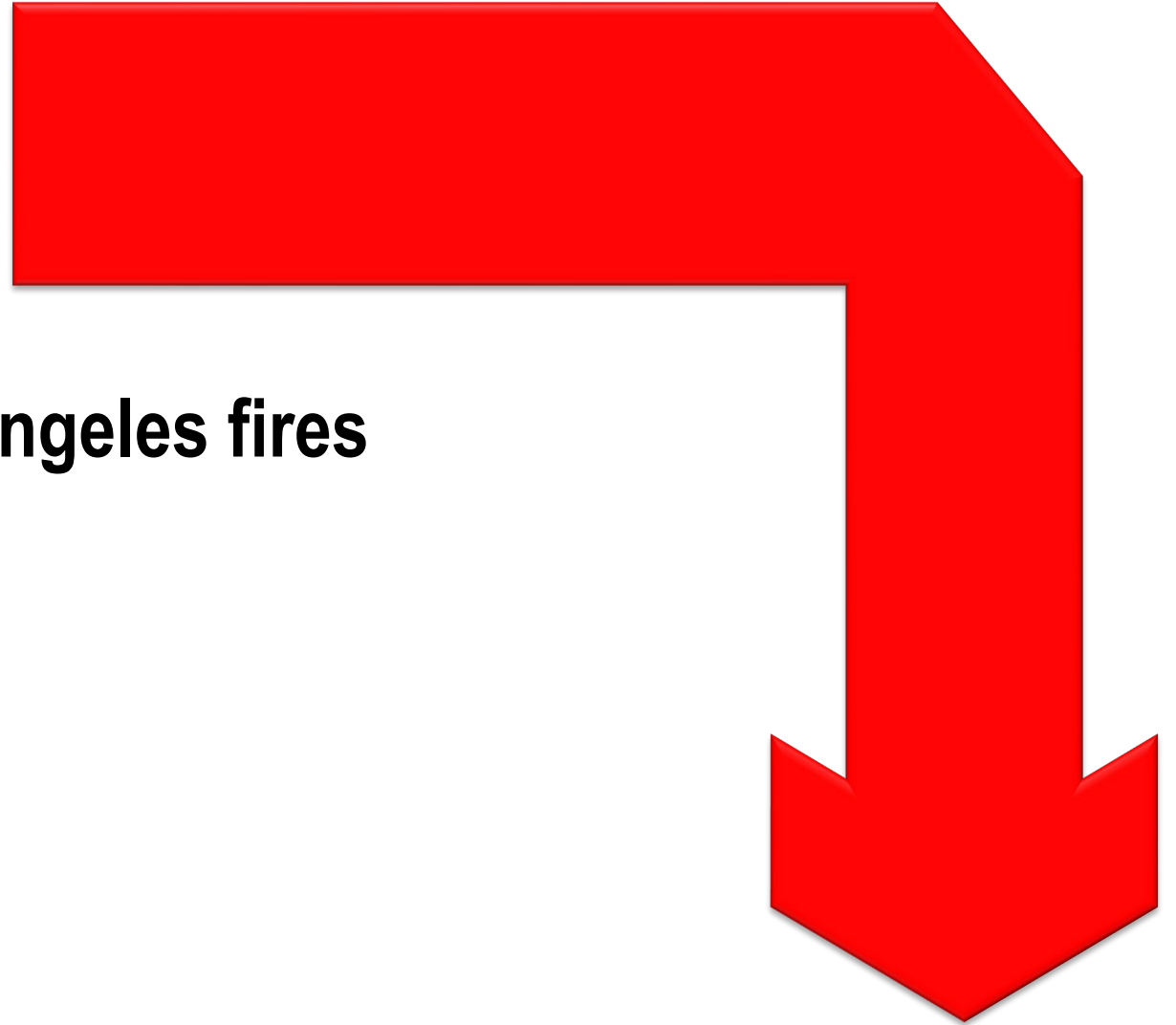
**Increase for LEAs with higher than 55%UPP
Still no fixed per student amount for AUSD**

**TK Literacy & Mathematics
Coaches**

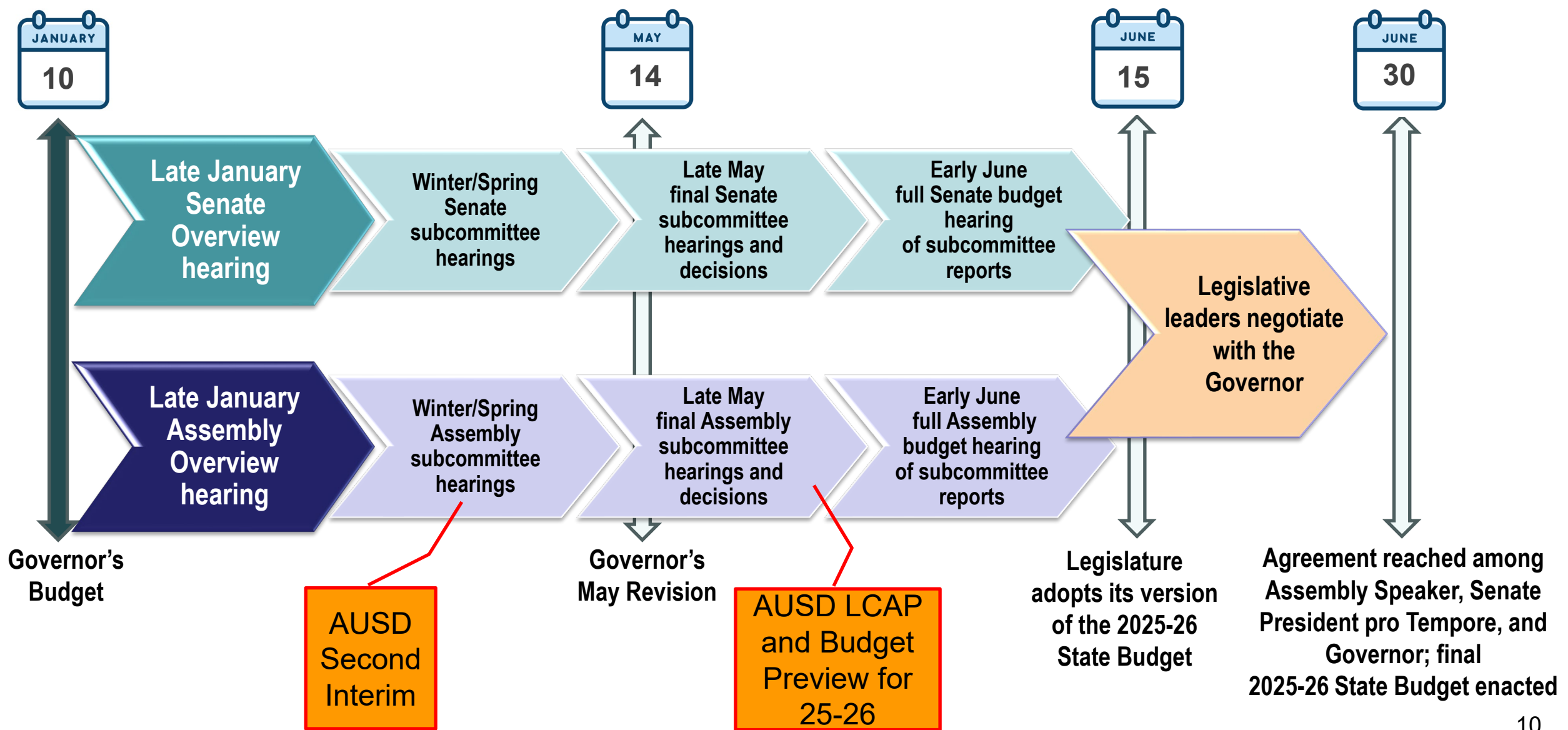
**\$550 million, Prop 98 (one-time)
Literacy Coaches and screening material**

Risks to the State Budget

- **Stock market volatility**
- **Extreme weather events**
- **Delayed tax deadlines due to Los Angeles fires**
- **Federal policy uncertainty**
 - **Tariffs**
 - **Immigration**
- **Elevated interest rates**



State Budget Process and AUSD's Budget Timeline



Next Steps for 24-25 Second Interim and 25-26 Budget

- We do not yet have allocation or program details for many proposals in the Governor’s Budget

Program	Include in 24-25 Second Interim and 25-26 Budget	Wait Until Signed In June 2025
2.43% COLA (all applicable programs)	✓	
LREBG Additional Funding		✓
TK LCFF Add-On For Ratios		✓
Discretionary Block Grant		✓
TK-12 Literacy and Mathematics Coaches/Literacy Screenings		✓

Board Discussion & Questions

Acronyms

AB	Assembly Bill	CPI	Consumer Price Index	LEA	Local Educational Agency
ACA	Affordable Care Act	CTE	Career Technical Education	LRE	Least Restrictive Environment
ADA	Average Daily Attendance	DOF	Department of Finance	MAA	Medi-Cal Administrative Activities
AP	Advanced Placement	DSA	Division of the State Architect	MOU	Memorandum of Understanding
API	Academic Performance Index	EC	Education Code	MTSS	Multi-Tiered Systems of Support
AYP	Adequate Yearly Progress	EL	English Learner	MYP	Multiyear Projection
BTSA	Beginning Teacher Support and Assessment	EPA	Education Protection Account	OPEB	Other Postemployment Benefits
CAASPP	California Assessment of Student Performance and Progress	ERAF	Education Revenue Augmentation Fund	OPSC	Office of Public School Construction
CALPADS	California Longitudinal Pupil Achievement Data System	ESL	English as a Second Language	P-1	First Principal (Apportionment)
CalPERS	California Public Employees Retirement System	ESSA	Every Student Succeeds Act	P-2	Second Principal (Apportionment)
CalSTRS	California State Teachers Retirement System	ESY	Extended School Year	PAR	Peer Assistance and Review
CALTIDES	California Longitudinal Teacher Integrated Data Education System	FAPE	Free and Appropriate Public Education	PD	Professional Development
CARS	Consolidated Application and Reporting System	FCMAT	Fiscal Crisis & Management Assistance Team	PI	Program Improvement
CASEMIS	California Special Education Management Information System	FERPA	Family Educational Rights and Privacy Act	PTA	Parent Teachers Association
CBA	Collective Bargaining Agreement	FRPM	Free and Reduced-Price Meals	RDA	Redevelopment Agency
CBEDS	California Basic Educational Data System	FTE	Full-Time Equivalent	SACS	Standardized Account Code Structure
CCSS	Common Core State Standards	GAAP	Generally Accepted Accounting Principles	SBE	State Board of Education
CDE	California Department of Education	GASB	Governmental Accounting Standards Board	SDC	Special Day Class
CELDT	California English Language Development Test	IEP	Individualized Education Program	SELPA	Special Education Local Plan Area
CNIPS	Child Nutrition Information Payment System	LAO	Legislative Analyst's Office	SPSA	Single Plan for Student Achievement
COE	County Office of Education	LCAP	Local Control and Accountability Plan	TK	Transitional Kindergarten
COLA	Cost-of-Living Adjustment	LCFF	Local Control Funding Formula	TRANS	Tax and Revenue Anticipation Notes
COP	Certificate of Participation			UPP	Unduplicated Pupil Percentage