
FY 2008 – 09 Budget Update

David Peterson
SUSD Governing Board Meeting
18 NOV 08

Budget Overview

- Adopted Budget - \$168,073,434
- Rev #1 - \$169,086,938
 - Added \$1,013,504 due to QWEST settlement
- Rev #2 - \$170,227,636
 - Final Budget Balance Carry-forward \$1,140,698

Item Added Subsequent to Adopted Budget

- Contracted Custodial Increase - \$128,525
- Code of Conduct Publishing - \$1,500
- Athletic Trainer Supplement - \$6,626
- 5 LOA Positions - \$125,000
- Substitutes for AIA Coaches Wkshp - \$7,500
- ASU IGA - \$12,000
- Department Chair Supplements - \$41,508
- Building Services Temp/OT & Benefits - \$123,000
- Classroom Ratio Overage Supplements - \$36,000
- Universal Background Checks - \$50,000
- Transportation Increases - \$200,000
- Legal Services & Governing Board - \$25,000
- FICA Payments for Employees on STD - \$32,000

TOTAL: \$788,659

Current Budget Balance

Unallocated Budget as of 04 NOV 08 - **\$887,963.97**

Pending Budget Impacts:

- Certified OT Assistant Positions (15%) - \$45,589
 - Doctoral Supplements - \$30,000
 - Transportation (Additional Aides) - \$310,000
 - Special Education Positions & Contracted Services - \$1,214,682
- TOTAL: \$1,600,271**

Additional Revenue

- Transportation (Field Trip Charges) - \$400,000
 - FY09 Growth Rev#3 (225 ADM) - \$934,559.02
- TOTAL: \$1,334,559.02**

Budget Action Plan ~ FY09

- Hiring Freeze
 - Mission Critical Positions Only
- No Further Supplementals without Approval HC Ex Dir
- Class Sizes and ETP's Rebalanced at Semester Break
- All Remaining Supply & Purchase Service Balances Reduced by 5%

Arizona Budget Status

- 2008 Downward Spike is Deepest Ever
- General Fund as % of Economy – Lowest
 - 2006 Large Tax Cut (\$340M) Now Being Felt
- Az 12% Below Nat'l Average on Tax Burden
 - Education Funding 75% of National Average
- 42% General Fund K-12 10% Universities

Arizona Budget Status

REMEDIES

- Fiscal Hole 2009-10 → All Options Are Bad
- FY09 Fixed \$1.5B *Additional \$1.2B*
- FY10 \$2.0B Deficit
- No More 'Fiscal Bridges'
 - Roll Over, Balance Sweep, Rainy Day Funds
- Second Economic Stimulus to States (Fed Level)
- Ballot Initiative (2/3 Vote Leg Tax Increase – Not Happening)
 - Health Care Services
 - Revenue Enhancements

SUSD FY10

- Projection Once State Leaders Meet
- Budget Request to Departments (8% Reduce)
- Staffing to be Reviewed – All Areas
 - Administrative
 - Classified
 - Certified
- Probable Reduction in Force
- Identifying Budget Impacts
 - Utilities (10%)
 - Insurance
 - ASRS Increase
 - Contingency
 - Contract Agreements ~ Outside Services



DISCUSSION