

Public Education – Ongoing Budget Reductions

1. 2nd Special Session (September):
 - a. Reduced the ongoing Public Education budget by 3% in FY 2009. The reduction totals \$75.9 Million:
 - i. \$73.9 Million – Minimum School Program & School Building Program
 - ii. \$2 Million – Education Agencies (USOE, USDB, Arts, Sciences, etc.)
 - b. All reductions were back-filled with one-time funding in FY 2009. Reductions will impact the new FY 2010 budget.
 - c. Non-lapsing Balances Reduced by \$60 Million
 - d. No specific programmatic reductions were made during the special session.
 - e. The Public Education Appropriations Subcommittee will discuss specific programmatic reductions during the 2009 General Session budget process.

2. Governor’s FY 2010 Budget Recommendations:
 - a. Recommended an additional \$136.4 Million reduction in FY 2010
 - i. \$127.8 Million – Minimum School Program
 - ii. \$8.6 Million – Education Agencies
 - iii. No Additional Reductions in School Building Program
 - b. Recommended a one-time back-fill in FY 2010 of \$153.4 Million for the Minimum School Program
 - c. No recommendations on programmatic reductions to meet budget recommendations

3. 2009 General Session:
 - a. Additional reductions Required by the Executive Appropriations Committee
 - b. Subcommittees Allocated 85% of FY 2009 Base Budget (Excludes all FY 2009 One-time Funding and 3% Special Session Reduction) – Equals \$368.6 Million in Public Education
 - i. \$358.8 Million – Minimum School Program & School Building Program
 - ii. \$9.8 Million – Education Agencies
 - c. One-Time Reduction of 7.5% in FY 2009 – Equals \$188.5 Million in Public Education
 - i. \$188.5 Million – Minimum School Program & School Building Program
 - ii. \$5.5 Million – Education Agencies
 - d. Student Growth – Projected 13,500 new students in Fall 2009
 - e. Estimated cost \$90 Million (Impact may be less depending on the number of MSP programs adjusted for student growth)
 - f. Latest consensus revenue projections indicate a \$380 Million shortfall in Education Fund Revenue