

Options to Close the FY2012 Budget Gap					
		Option 1	Option 2	Option 3	Option 4 New
#	Reductions	Presented on 1/18/11	Presented as recommendation on 1/18/11 when target was \$54.4M	Presented on 1/18/11 \$79.1M-\$174.1M State Financial Projections (\$4B)	RECOMMENDATION \$79.1M-\$174.1M State Financial Projections (\$4B)
1	Base/Survey Option Reductions	24,762,000	24,762,000	24,762,000	22,062,000
2	Use of half of Fund Balance amount beyond 14% policy (\$15M)	7,500,000	7,500,000	7,500,000	7,500,000
3	Implementation of TASB Recommendations	6,703,213	6,703,213	6,703,213	6,703,213
4	Reduce Professional Development pullout costs (substitutes)	1,100,000	1,100,000	1,100,000	1,100,000
	Weighted Magnet Teacher Allocation	1,440,000		1,440,000	
5	Reduce encumbrance carryover	2,500,000	2,500,000	2,500,000	2,500,000
6	Subtotal	44,005,213	42,565,213	44,005,213	39,865,213
D 7	Increase class size at Elementary by 2 pupil (1:24, k thru 4) (State waiver and legislative change required)				9,808,340
D 8	Two day furlough (requires statute change; may need add'l days)			4,200,000	4,200,000
D 9	Leave accrual reduction (2 days) (policy change required)			750,000	750,000
10	Increase teacher workload to 174		8,800,000		8,800,000
11	Increase class size for pre-k from 18:1 to 19:1	675,000	675,000		1,350,000
12	Offer 1/2 Day Pre-k only			4,700,000	
13	Move to a 6 out of 7 period day (i.e. eliminating one planning period)	17,400,000		17,400,000	
14	Add'l TASB Staffing Review Above the \$6.2M	2,414,000	2,414,000	2,414,000	2,414,000
15	Charge fees for magnet school transportation	350,000			
16	Eliminate magnet school transportation (Fulmore, LASA & Kealing)			720,000	
17	Sharing of parent support specialist at Elem and secondary level within the vertical team			1,000,000	630,000
18	Redesign up to five schools and two vertical teams, accelerate school closures (up to 3), consolidations and boundary adjustments to improve quality of educational programs			5,000,000	3,000,000
19	Remaining 50% Fund Balance spend down			7,500,000	7,500,000
20	Reduce Add'l non-campus personnel (at least 10 FTEs)				600,000
21	Reduce Strategic Compensation				400,000
22	Fine Arts reductions based on unified schedule				755,000
23	Middle School Standard Bell time (except Specialty schools) for transportation savings				250,000
24	Reduce athletics for a total of 5%				367,173
25	Eliminate Performance Based incentive pay for Superintendent				25,000
26	Eliminate Performance Based incentive pay for Principals				300,000
27	TOTAL	64,844,213	54,454,213	87,689,213	80,322,553
D=Dependent on legislative relief or other policy changes					
28	Shortfall	54,354,579	54,354,579	94,000,000	94,000,000
29	(Deficit)/Surplus	10,489,634	99,634	(6,310,787)	(13,677,447)
30	TOTAL FUND BALANCE USAGE		14,900,366	21,310,787	28,677,447
31	Gap at \$5 billion-(\$113,800,000 gap based on \$98.9M State reduction)	(48,955,787)	(59,345,787)	(26,110,787)	(33,477,447)
	Undetermined Funding Sources:	Possible Sources of Funding:			
	•Full Day Pre-k	EduJobs (\$18M)			
	•Maintain 6 of 8 staffing schedule				
		City of Austin support			
		Potential restoration of House Bill cuts			
		Strategic partnerships			
		Spend down fund balance in year 1, change fiscal year in year 2 for a one time restoration of fund balance, and reduce operating expenditures by \$30M in year 2.			
	Dependencies:				
	Increase class size at Elementary by 2 pupil (1:24, k thru 4) (State waiver and legislative change required)	\$ 9,808,340			
	Two day furlough (requires statute change; may need add'l days)	\$ 4,200,000			
	Leave accrual reduction (2 days) (policy change required)	\$ 750,000			
	Subtotal Dependencies	\$ 14,758,340			