

**Tucson Unified School District #1
FY 2016 Revised Budget
June 28, 2016**

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FY 2016-2017 State Budget Issues

- ⌘ PROP 123 – Inflation Lawsuit Settlement - **Passed**
- ⌘ Current Year Funding – **Not Implemented in FY2016-2017**
- ⌘ District Additional Assistance Reduction – **will Continue**

PROP 123 - INFLATION LAWSUIT SETTLEMENT

Settlement does not provide retroactive inflation increase funding. TUSD \$15M

Settlement resets Base Support Level (BSL) as if the BSL had been adjusted for inflation each year.

No increase during recession FY09-10 through FY12-13

\$54.31 increase in FY2015-2016 to the BSL was considered “inflation adjustment down payment” offsetting TUSD’s \$15M shortfall by \$3.2M

Base Support Level Funding History

Budget Year	Base Support Level (BSL)	\$ increase	% increase	Inflation	BSL with Inflation	Cumulative BSL Shortfall
FY08-09	\$3,291.42	\$64.53	2.00%	N/A	\$3,291.42	\$0.00
FY09-10	\$3,267.72	-\$23.69	-0.72%	2.00%	\$3,357.25	\$89.52
FY10-11	\$3,267.72	\$0.00	0.00%	1.20%	\$3,397.53	\$129.81
FY11-12	\$3,267.72	\$0.00	0.00%	0.90%	\$3,428.11	\$160.39
FY12-13	\$3,267.72	\$0.00	0.00%	2.00%	\$3,496.67	\$228.95
FY13-14	\$3,326.54	\$58.81	1.80%	1.80%	\$3,559.61	\$233.07
FY14-15	\$3,373.11	\$46.57	1.40%	1.40%	\$3,609.45	\$236.34
FY15-16	\$3,426.74	\$53.63	1.59%	1.59%	\$3,666.84	\$240.10
FY15-16	\$3,481.05	\$54.31	1.61%		\$3,666.84	\$185.79

Governor’s Proposal would make up \$54.31 of the cumulative shortfall

PROP 123 - INFLATION LAWSUIT SETTLEMENT

With the passage of Prop 123:

A budget revision is required by 06/30/2016 to account for additional funding.

The base per pupil level was reset to \$3600 per weighted ADM this fiscal year
TUSD Base level increase is \$7,603,619 included in the Revised
FY2015-2016 budget to be carried over into the FY2016-2017 budget.

Plan includes an additional \$50 Million Statewide for the next 5 years (FY2016-
FY2020) and \$75 Million for the final 5 years (FY2021-FY2025).

TUSD estimate \$2.1M first 5 years, \$3.1M final 5 years.

Revised FY2015-2016 budget includes \$2,111,378 to be carried over
into the FY2016-2017 budget.

The budget balance carryforward limitation is suspended to allow districts to
carryforward Prop 123 funds into the new fiscal year.

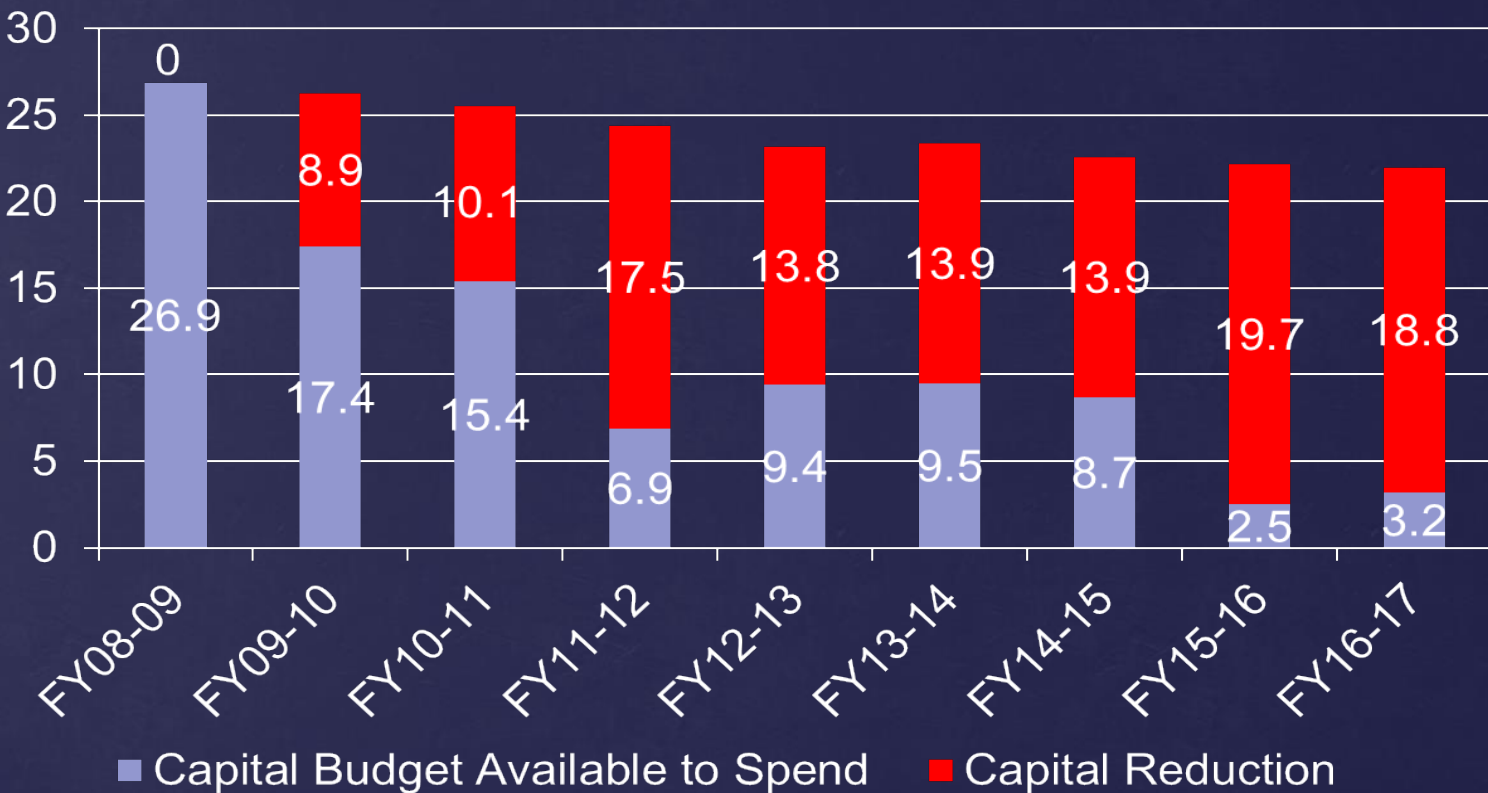
TUSD PROP 123 ALLOCATION

1. Increase Salary Schedule
 - a. Starting Pay by \$700 for TEA and 1% for all other schedules
 - b. Salary Increases for staff
2. Offset Capital Funding reduction
3. Contingency for Instructional purposes

FY 2016-2017 Prop 123 Salary Increase

		Prop 123		
Bargaining Unit	Qty FTE	Salary	Benefits	Total
AFSCME	868.53	228,251	45,650	273,901
CWA	264.94	114,555	22,911	137,466
ELI	190.80	139,507	27,901	167,409
TEA	3,062.50	2,143,753	428,751	2,572,503
W/C	1,748.50	404,741	80,948	485,689
Non bargaining	268.09	91,114	18,223	109,337
Grand Total	6,403.35	3,121,921	624,384	3,746,306

TUSD District Additional Assistance Capital Funding Reduction



By the end of FY16-17 TUSD will have lost \$116.6M in Capital funding

FY 2016-2017 Prop 301 TEA Supplemental Pay

	Add'l Pay	Salary	Benefits	Total
Supplemental Base/Menu	\$800	2,450,003	490,001	2,940,004
Performance Pay	\$1,500	4,593,756	918,751	5,512,507

Questions?