

GLENDALE UNIFIED SCHOOL DISTRICT

February 16, 2010

DISCUSSION REPORT NO. 3

TO: Board of Education

FROM: Michael F. Escalante, Superintendent

SUBMITTED BY: Eva Rae Lueck, Chief Business and Financial Officer

SUBJECT: **Addressing Budget Challenges**

In our meeting on February 2nd, a presentation was made regarding the impacts of the State fiscal crisis on the District. Prior to the Governor's January Budget Proposal for 2010-11, it was anticipated that the District would need to reduce \$32.8 million by 2012-13. Due to the funding reductions, the Governor is proposing for 2010-11 and future years that reduction "target" has grown to \$50 million.

This agenda item is being submitted to facilitate the Board of Education in continuing their discussion regarding staffing reductions and other cost reduction options. The most significant and time sensitive decision relates to staffing at the elementary level in Kindergarten through 3rd Grade. This has the greatest impact on the budget and is time sensitive due to the need to notify staff of potential reductions by March 15.