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# 2024-25 Governor's Budget Review

January 2024

*Source: CCSA 24-25 Budget Brief*

# California Budget – January Proposal

- Budget shortfall of \$38 billion - The Governor's plan largely avoids significant programmatic cuts and/or deferrals for K-12 Education. (Significantly less than the \$68B shortfall the LAO projected in December 2023).
- Governor projects Prop 98 spending for 24-25 will average \$17.7K per pupil or \$23.5K per pupil when accounting for all funding sources.
- To address the funding shortfall, budget proposes withdrawal of \$5.7B from Prop 98 Rainy Day reserve and a delay of \$550M in one-time TK and Full Time Kinder facilities grants (charters not eligible).
- No significant cuts proposed to core programs including TK, Community Schools, Extended Learning and the LCFF Equity Multiplier.
- SB 740 Charter School Facility Grants program will receive a COLA of 0.76% for about \$170.6M; however, the budget does not renew the 2-year augmentation to reimburse other costs.

# California Budget – January Proposal (cont.)

## COLA

- The budget provides a Cost-of-Living Adjustment (COLA) of **only 0.76%** for the Local Control Funding Formula (LCFF) and other categorical programs. This is significantly less than the 8.22% received in FY 23/24 and 13.26% LCFF received in FY 22/23 (other programs received a 6.56% COLA in 22/23).

## CONTINUATION OF NEW & EXPANDED PROGRAMS

- **Transitional Kindergarten (TK):** 24/25 budget continues the TK Expansion as planned
- **Expanded Learning Opportunity Program (ELOP):** \$4B for ELOP, no proposed changes; however, LEAs with less than 75% UPP may experience reduced funding give no increase in funding and an increase in statewide TK-6 classroom-based ADA.
- **Universal School Meals:** Ongoing increase of \$122.2M to continue fully funding meal programs.
- **Arts & Music:** \$931M to continue to provide the Proposition 28, Arts & Music in Schools Funding.

## NEW PROGRAMS & POLICIES PROPOSED FOR 2024-25

- **Instructional Continuity:** The budget proposes to allow local education agencies to provide “attendance recovery opportunities” to reduce absenteeism and increase Average Daily Attendance, and to encourage more hybrid learning options.
- **Teachers Certification and Quality proposal:** Establishes a streamlined credentialing for arts teachers in elementary schools similar to the career technical education (CTE) certification for high schools.

## California Budget – January Proposal (cont.)

Below are the estimated rates, supplements, and multipliers for the LCFF in 2024-25. Grade level rates per ADA are revised annually for inflation, including a 0.76 percent COLA for 2024-25. Actual funding to be received by each school will vary depending on the pupil population.

LCFF Funding Element	Estimated LCFF Amounts for 2024-25
Grade TK-3 Base	\$ 9,994
Grade K-3 Grade Span Adjustment	\$ 1,040 (10.4% of K-3 target)
TK Class Size Supplement	\$ 3,067 (Per TK ADA)
Grade 4-6 Base	\$ 10,146
Grade 7-8 Base	\$ 10,446
Grade 9-12 Base	\$ 12,197
Grade 9-12 Grade Span Adjustment	\$ 314 (2.6% of 9-12 target)
Supplement per unduplicated Free or Reduced Priced Meal Eligible Pupil, English Learner, or Foster Youth	20% of average base and add-on funding per eligible ADA
Concentration Supplement per pupil above 55% of the lesser of total district or charter percent high need	65% of average base and add-on funding per eligible ADA above 55%
LCFF “Equity Multiplier” school-site supplement for underserved populations.	\$302.3M statewide for eligible school sites per EC 42238.024.

# LCFF Rates for Ocean Charter School

	FY22/23	FY23/24	FY24/25	Change from FY24
OCS	\$10,156	\$11,043	\$11,151	\$108

## Expiring One-Time Funds

	FY24 Forecast Revenue	FY24 One-Time Funding	% Total Revenue	Available for Future Years*
OCS	\$7,711,990	\$204,147	2.6%	\$204,076

\* ESSER III, ESSER III Learning Loss, and Expanded Learning Opportunity Grants expire 9/30/24

Educator Effectiveness, TK Planning Grants, A-G Grants, and Arts, Music & Instructional Materials Discretionary Block Grant funds expire 6/30/26

Learning Recovery Block Grant funds expire 6/30/28; the Governor proposes further restricting the use of any remaining to focus on students most impacted by learning loss (more detail will be available when the budget trailer bill is introduced)