



Washoe County School District 2011-2012 Budget Update



State Budget Agreement

- On Wednesday, June 1, Governor Brian Sandoval and state legislators announced they had reached a state budget agreement.
- Since that announcement, the District has been working to determine the impact to the WCSD budget situation.



WCSD Original Budget Estimates

Anticipated loss of funding from:

- Local resources
- State resources
- Federal resources

Estimated Shortfall from Original Executive Budget:

\$75 million

for each of the next two fiscal years (Approximate)

*****Approximate Operating Budget \$500 million***



WCSD Updated Budget Estimates

Anticipated loss of funding from:

- Local resources
- State resources
- Federal resources

Estimated Shortfall with information from State Budget Agreement:

\$53 million

for each of the next two fiscal years (Approximate)

*****This is preliminary information based on initial interpretation of the state budget agreement. The actual amount will be subject to specific language contained in bills approved by the Legislature and Governor.***

Previous Budget Cuts

- \$73 million over the last four years
- Includes \$37 million due to the 2010 Special Session, including:
 - Association agreements: \$10.7 million
 - Central Services reductions: \$2.5 million
 - Fund balance reserves: \$8.1 million
 - Class size increase (Gr 1-3): \$5.8 million
 - Textbook savings: \$2 million



Superintendent's Recommendations

(April 25, 2011)

- Use the Contingency Fund \$13.3 million
- Reduce the Fund Balance \$2.9 million
- Use Savings from Health Care Negotiations \$3 million
- Defer textbook purchases for another year \$2 million
- Increase Class Size in Grades 1-3 by two students \$6.6 million
- Cuts to Central Services and Direct School Support \$7 million

Total Savings: \$34.8 Million

Total Staffing Impact: Loss of approximately 200 positions



Summary of Unresolved Budget Gap

Updated Projected Shortfall – FY 12 **\$53 million**

- Recommended Reductions on April 25, 2011 \$(34.8) million

**These initial recommendations were made based on a projected \$75 million shortfall. They are currently being reviewed.*

Unresolved Remaining Budget Shortfall:
\$18.2 million

*****This is preliminary information based on initial interpretation of the state budget agreement. The actual amount will be subject to specific language contained in bills approved by the Legislature and Governor.***



Next Steps

- **Communication with WCSD employees and the community**
 - Final Budget Townhall in June
- **Negotiations with Employee Associations**

Next Steps

- **Make Final Budget Recommendations to the Board of Trustees**
- **Final Budget must be filed with the Nevada Department of Taxation within 30 days of adjournment of the legislative session**



***Every Child,
By Name and Face,
To Graduation***