



2020-21 May Revision

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Proposition 98

Proposition 98 Funding by year in billions:

- 2008–09 \$49.1
- 2009–10 \$51.6
- 2010–11 \$49.7
- 2011–12 \$47.3
- 2012–13 \$58.1
- 2013–14 \$59.0
- 2014–15 \$67.1
- 2015–16 \$69.1
- 2016–17 \$71.6
- 2017–18 \$75.6
- 2018–19 \$78.7
- 2019–20 \$77.4
- 2020–21 \$70.5

Local Control Funding Formula

\$24.9 Billion Increase over 8 Years

(Dollars in Billions)

- 2012–13 \$39.0
- 2013–14 \$41.7
75% implemented
- 2014–15 \$47.9
80% implemented
- 2015–16 \$52.7
90% implemented
- 2016–17 \$55.7
96% implemented
- 2017–18 \$57.3
98% implemented
- 2018–19 \$60.8
Full implementation
- 2019–20 \$62.5
- 2020–21 \$57.6

Proposition 98

- K-12 Proposition 98 Spending reduced by ~\$12 billion relative to the GB
- Reduction achieved by:
 - Removal of \$1.6 billion worth of GB augmentations; ongoing SPED formula increase of \$645 million preserved
 - LCFF Proration of 10% ~\$6.4 billion
 - LCFF deferral \$5.3 billion
 - Several Categorical program reductions \$462 million

Special Education Reforms in the Governor's Budget

- Last year's ongoing special education funding allocation of \$645 million was contingent upon the adoption by the Legislature of special education funding and accountability reforms as part of the 2020 Budget Act.
- Reforms in areas such accountability, inclusive practices, and disproportionality to improve the outcome for students with exceptional needs.

Special Education Reforms

- The Governor's Budget proposed a multi-year process to improve special education finance, services, and student outcomes:
 - Initial Phase:
 - A new special education base formula which includes an ongoing investment of \$645 million.
 - A Governance and Accountability Study.
 - Work groups for IEP templates, Alternative Pathways to a Diploma, and Out-of-Home Care.

Special Education Reforms

Initial Phase continued:

- Initial Phase continued:
 - Dyslexia research, training, and statewide conference.
 - Other special education funding remains unchanged until a finalized formula is adopted.
 - Flexibility with ERMHS funding.

Special Education Reforms

Future Phases

- Future Phases:
 - Finalizing the special education funding formula.
 - Incorporating changes in statute based on continued research from the studies and workgroups.

Special Education Reforms

Future Phases Continued

- Future Phases (cont):
 - Reforms related to family and student engagement, whole-child and family services, service delivery, non-public school placements, and other related services and programs.
 - Incorporating recommendations from other statewide efforts such early learning and care reforms and interagency collaboration.

Special Education New Base Funding

- \$645.2 million ongoing Proposition 98 General Fund to SELPAs.
- Allocated based on a 3-year rolling average calculated at the local educational agency level.
- All SELPAs will be held harmless to their 19-20 rate.
- Categorical special education funding remains unchanged at this time.



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