

CAPISTRANO UNIFIED SCHOOL DISTRICT  
San Juan Capistrano, California

February 25, 2009

TO: Ellen Addonizio, President  
and Members  
Board of Trustees, Capistrano Unified School District

FROM: Suzette Lovely, Deputy Superintendent

SUBJECT: **BUDGET STUDY SESSION: IDENTIFICATION AND REVIEW OF  
POTENTIAL BUDGET REDUCTIONS FOR 2008-09 AND 2009-10 FISCAL  
YEARS**

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**BACKGROUND INFORMATION**

On January 9, 2009, Governor Arnold Schwarzenegger released his proposed 2009/10 budget as well as his proposed mid-year cuts to balance the current (2008/09) fiscal year. Staff presented this information to the Board of Trustees at a Budget Study Session on January 21, 2009 and February 9, 2009.

**CURRENT CONSIDERATION**

**Continuation of the discussions from January 21, 2009 and February 9, 2009**

This agenda item will present to the Board information regarding possible budget adjustments for the 2008/09 and 2009/10 fiscal years to meet the constraints of the budget proposed by the governor. This discussion will be conducted in anticipation of the Board making decisions regarding mid-year cuts as soon as they are quantified and approved by the state as well as direction in compiling the 2009/10 budget. Staff will be seeking direction from the Board regarding potential cuts and reductions both in the current as well as next fiscal year. From this Board direction, staff will prepare information which will be brought to the Board on March 9, 2009, where it will be necessary to make final identification of cuts and reductions.

**FINANCIAL IMPLICATIONS**

The financial impact of these potential budget reductions is yet to be determined. Detailed information will be presented at the meeting.

**STAFF RECOMMENDATION**

It is respectfully requested Board President Ellen Addonizio recognize Ron Lebs, Deputy Superintendent, Business & Support Services, who will present this item and be available for Trustee questions.