

***Irvine Unified School District***  
*Irvine, California*

***Board of Education***  
***Minutes of Special Meeting***  
***February 15, 2012***

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***Call to Order***

The Special Meeting of the Board of Education was called to order by Member McInerney at 3:05 p.m., in the District Administration Center, 5050 Barranca Parkway, Irvine, California.

***Pledge of Allegiance***

The Pledge of Allegiance to the United States of America was led by Member Huntley-Fenner.

***Roll Call***

**Members Present:**

Gavin Huntley-Fenner, Sue Kuwabara, Carolyn McInerney, Sharon Wallin

**Members Absent:**

Mike Parham (Member Parham joined the meeting at 3:27 p.m.)

**Staff:**

Terry Walker, Superintendent of Schools  
John Fogarty, Assistant Superintendent, Business Services  
Eamonn O'Donovan, Assistant Superintendent, Human Resources  
Cassie Parham, Assistant Superintendent, Education Services  
Lee Brooks, Executive Assistant to the Superintendent

**Other Staff:**

Monica Colunga, Janelle Cranch, Ian Hanigan, Susana Lopez, Brianne Meyer, Mark Miller,  
Leslie Roach, Alan Schlichting, Laurie Serich-Lundquist, Mark Sontag, Brad VanPatten,  
Jason Vilorio

***Adoption of the Agenda***

On the motion of Member Wallin, seconded by Member Kuwabara and carried 4-0, the Board adopted the agenda, as presented.

***Budget Study Session***

Assistant Superintendent John Fogarty provided an overview of the Governor's Budget Proposal for 2012-13, highlighting key components including a tax ballot initiative entitled "The Schools and Local Public Safety Protection Act of 2012," and other proposed budget solutions to address an estimated \$9.2 billion state shortfall. Prior year budget challenges were also discussed including unrealized revenue projections, increased costs due to court challenges, and a requirement for federal approval of some budget solutions prior to implementation.

Major themes of the Governor's 2012-13 Education Budget were reviewed including 1) flat funding of the Revenue Limit, 2) elimination of transportation funding, 3) categorical program flexibility, 4) a shift in the K-12 Funding Model, and 5) elimination of the requirement to provide Transitional Kindergarten. It was noted that the Governor's 2012-13 Budget Proposal was heavily reliant on the passage of the proposed tax ballot initiative, and failure of the initiative would result in mid-year cuts of \$370/ADA, equating to approximately \$10.4 million for IUSD.

Fogarty recapped the 2011-12 IUSD Adopted Budget and First Interim Report. He reviewed steps taken to mitigate the potential 2012-13 shortfall including implementation of a spending freeze, critical review of all current year budget expenditures, and the elimination of the Deferred Maintenance Match for 2012-13. He advised the District must prepare a 2012-13 Adopted Budget based on the Governor's proposal and develop a contingency plan should the tax initiative fail. In addition, he stated that the District may be forced to file a qualified certification at Second Interim, pending a plan to address the 2012-13 potential shortfall.

Fogarty advised the District's Basic Aid status was due solely to the revenue limit deficit factor, resulting in no fiscal benefit. Board members discussed furlough days as one possible option to address the 2012-13 shortfall, projected at \$5 to 5.5 million.

### ***Adjournment***

There being no further Board of Education business, the meeting was adjourned at 4:40 p.m.

Michael Parham  
Board President

Terry L. Walker  
Superintendent of Schools