

Sullivan's proposal
 Dec. 5, 2012
 JTFFC

Spending Need

(dollars in millions)	2013-15	2015-17	2017-19
Outlook Balance	(904)	(168)	(516)
HB 2776 spending			
Transportation	(142)	(226)	(232)
MSOC	(597)	(1,411)	(1,555)
K-3 class-size reduction	(220)	(662)	(1,151)
Full-day Kindergarten	(89)	(228)	(349)
Career & college ready plan	(142)	(330)	(472)
Comp. for admin & classified	(300)	TBD	TBD
Accountability	(67)	(47)	(42)
K-12 spending enhancements	(1,557)	TBD	TBD
Outlook balance with K-12 enhancements	(2,461)	TBD	TBD

Straw proposal

(dollars in millions)	2013-15	2015-17	2017-19
Outlook balance w/K-12	(2,461)	TBD	TBD
Budget reductions	300		
Tax preference eliminations	200		
Savings from Affordable Care Act	100		
Retain 0.3% B&O service surcharge	533		
Retain Beer tax	120		
Transfer pupil transportation to transportation budget	900		
Total Resources	2,153		
Additional revenue needed*	(308)		

Revenue sources and reductions for the 2015-17 and 2017-19 biennia would be determined by a broad stakeholder group convened by the new governor. The group would look at long-term revenue options and would also review compensation issues for certificated staff as well as confirming decisions made for classified and administrative staff.

*A number of options exist for addressing the remaining deficit for the 2013-15 biennium. A temporary source of revenue could be adopted pending the outcome of the governor's stakeholder group. Or the classified and administrative salary adjustments could be delayed to start in the 2015-17 biennium while the stakeholder work is completed.