Projected Savings in Expenditures  
(State and Local) 

1. 2005-06 total K-12 expenditures, as reported by SAUs = $1,871,013,164. 

   The breakdown by Financial indicator, in the DOE Report Card Report were: 
   
   a. Regular Instruction $802,399,090 
   b. Special Education Instruction $255,472,223 
   c. CTE Education Instruction $35,110,816 
   d. Other Instruction $38,564,615 
   e. Student & Staff Support $119,207,872 
   f. System Administration $74,330,215 
   g. School Administration $99,533,353 
   h. Transportation & Buses $100,776,226 
   i. Facilities Maintenance $215,381,121 
   j. Debt Service $119,585,357 
   k. All Other $8,652,476 

   Total $1,871,013,164

2. Non-instructional expenditures are defined as all expenditures excluding: (a) regular instruction; (b) special education instruction; (c) CTE instruction; (e) student and staff support; and (j) debt service.


4. 2005-2006 non-instructional expenditures inflated by 3.2% yearly for 4 years (to 2008-09). 

   Projected 2008-09 expenditures = $592,777,933.

5. 2005-2006 special education expenditures inflated by 3.2% yearly for 4 years (to 2008-09). 

   Projected 2008-09 expenditures = $280,790,739.

6. Assumptions used in projections: 
   
   (a) non-instructional expenditures reduced by 15% (10% Yr 1; 2.5% Yr 2; 2.5% Yr 3). 
   (b) special education expenditures reduced by 10% (5% Yr 1; 2.5% Yr 2; 2.5% Yr 3). 
   (c) limited system administration to 7% of non-instructional expenditures (approx. ¼ current 13.78%).
Projected Savings in Expenditures  
(State and Local)

7. Estimated Total Savings = $279,470,703  The breakdown is as follows:

<table>
<thead>
<tr>
<th>Savings Category</th>
<th>2008-09</th>
<th>Additional</th>
<th>Additional</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>a. Non-instructional</td>
<td></td>
<td>10% Reduction</td>
<td>2.5% Reduction</td>
<td></td>
</tr>
<tr>
<td>Expenditures</td>
<td>$59,277,798</td>
<td>$59,277,798</td>
<td>$59,277,798</td>
<td>$217,512,471</td>
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<td>$13,337,505</td>
<td>$13,337,505</td>
<td>$13,337,505</td>
<td>$13,004,067</td>
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<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>b. Special Education</td>
<td></td>
<td>5% Reduction</td>
<td>2.5% Reduction</td>
<td></td>
</tr>
<tr>
<td>Expenditures</td>
<td>$14,039,537</td>
<td>$14,039,537</td>
<td>$14,039,537</td>
<td>$61,958,232</td>
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<td>$6,668,780</td>
<td>$6,668,780</td>
<td>$6,602,061</td>
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<tr>
<td></td>
<td>$14,039,537</td>
<td>$20,708,317</td>
<td>$27,210,378</td>
<td>$81,958,232</td>
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<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>$73,317,335</td>
<td>$93,323,820</td>
<td>$112,829,748</td>
<td>$279,470,703</td>
</tr>
</tbody>
</table>

8. The projected savings of approximately $279.5 million represents approximately 4.4 percent of projected total K-12 expenditures for the three years if no reforms are implemented.