



ASSOCIATION OF CALIFORNIA SCHOOL ADMINISTRATORS: SUMMARY OF CA GOVERNOR'S REVISED 2024-25 BUDGET

MAY REVISE SUMMARY

Gov. Newsom unveiled his May Revision to the proposed 2024-25 state budget with a deficit that has grown by \$7 billion since January despite the mid-year budget reductions the Legislature made in the spring. The May Revision proposal utilizes a combination of deferrals, reductions, and drawing down additional reserve funds to address the budget deficit.

In a significant departure from past budget May Revisions, the governor today released limited information, highlighting new proposed reductions and promising further detail in the coming days. ACSA will release a second summary document when the rest of the details are released. Below is a summary of his proposals:

- Reducing the Golden State Teacher Grant Program by \$60.2 million, leaving \$50 million to support the program.
- Eliminating a \$550 million planned investment in the California Preschool, Transitional Kindergarten, and Full-Day Kindergarten Facilities Grant Program scheduled for 2025-26 and indicating such an investment should be included in a potential school bond.
- Eliminating the remaining \$375 million committed to the School Facilities Aid Program.
- Eliminating the committed \$47.9 million in 2025-26 and \$97.9 million ongoing starting in 2026-27 that would have supported California State Preschool Program adjustment factor costs for State Preschool to serve at least 10 percent of students with disabilities by 2026-27.
- Reducing funding for the Children and Youth Behavioral Health Initiative for school-linked health partnerships and behavioral health services and supports by \$72.3 million General Fund in 2023-24, \$348.6 million General Fund in 2024-25, and \$5 million General Fund in 2025-26.

ACSA PERSPECTIVE & WHAT'S NEXT

ACSA will continue to advocate for full funding of Proposition 98 and the Local Control Funding Formula, among other priority issues as the Legislature works to find a final agreement and send a budget package to the governor before the June 15 deadline.

The May Revision full summary from the Department of Finance is available [here](#).