



Federal Issue of the day - Sequestration

- Stems from Debt Ceiling Debate which resulted in Budget Control Act
 - 12 member committee tasked with \$1.2 trillion in cuts/savings over 10 years
 - Failed to produce plan, triggering sequestration
- Sequestration - automatic, across-the-board cuts on January 2, 2013
 - Impacts almost all aspects of federal budget; ALL programs in DOE except Pell
 - Initial estimates placed sequestration cuts at 7.8%; more likely to be at 9.1%
- Cuts to USED will be between \$3.5 and \$4.1 billion
 - Estimated Education Impact at 7.8% level:
 - Title I: \$1.1 billion
 - IDEA \$978 million
 - Perkins:\$136 million
 - Head Start: \$590 million
- Good news – because of advocacy 2012-2013 school year will NOT be effected mid-year (January) unless you receive Impact Aid