


FY 2013, FY 2014, and FY 2015

Education Budget Committee


Department of Education



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Representative Allan Rothlisberg

House Budget Committee Report

Agency: Department of Education

Bill No. HB 2088

Bill Sec. 31

Analyst: Cussimano

Analysis Pg. No. 1741

Budget Page No. 255

Expenditure Summary	Agency Estimate FY 2013	Governor Recommendation FY 2013	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 3,073,843,179	\$ 3,095,385,179	\$ 0
Other Funds	644,009,800	641,509,800	44,441
Subtotal	<u>\$ 3,717,852,979</u>	<u>\$ 3,736,894,979</u>	<u>\$ 44,441</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 TOTAL	 <u><u>\$ 3,717,852,979</u></u>	 <u><u>\$ 3,736,894,979</u></u>	 <u><u>\$ 44,441</u></u>
 FTE positions	 170.0	 170.0	 0.0
Non FTE Uncl. Perm. Pos.	94.5	94.5	0.0
TOTAL	<u><u>264.5</u></u>	<u><u>264.5</u></u>	<u><u>0.0</u></u>

Agency Estimate

The **agency** estimates a revised FY 2013 budget of \$3.7 billion, including \$3.1 billion from the State General Fund. This is an all funds increase of \$14.3 million, or 0.4 percent, and a State General Fund increase of \$2.1 million, or 0.1 percent, above the amount approved by the 2012 Legislature. The estimate includes 170.0 FTE positions, a decrease of 17.3 FTE positions. The decrease is due to legislation passed by the 2012 Legislature eliminating 70.0 percent of vacant positions that had been unfilled for greater than 120 days as of June, 30, 2012.

Included in the revised estimate is a supplemental request of \$2.1 million, all from the State General Fund, for KPERS-School. **Absent the supplemental request**, the revised FY 2013 estimate is an all funds increase of \$12.2 million, or 0.3 percent, above the amount approved by the 2012 Legislature. The State General Fund estimate is the same as the amount approved by the 2012 Legislature. The all funds increase is mainly due to an increase in federal funds totaling \$9.4 million and \$3.3 million from the School District Capital Improvements Fund, partially offset by reductions in other funds totaling approximately \$547,000.

Governor's Recommendation

The **Governor** recommends a FY 2013 budget of \$3.7 billion, including \$3.1 billion from the State General Fund in FY 2013. The recommendation is an all funds increase of \$19.0 million, or 0.5 percent, and a State General Fund increase of \$21.5 million, or 0.7 percent, above the agency's revised FY 2013 estimate. The State General Fund increase is mainly due to the addition of \$21.3 million, all from the State General Fund, to maintain the Base State Aid Per Pupil (BSAPP) at \$3,838 and the addition of \$1.5 million, all from the State General Fund, for the state match requirement to construct a new school at Fort Riley. This is partially offset by a reduction of \$750,000, all from the State General Fund, for revised cost estimates for the Juvenile Detention Facilities Fund due to a decrease in student count and a reduction of \$500,000, all from the State General Fund, for technical education transportation funding. The Governor recommends utilizing State Highway Funds for transportation costs associated with technical education transportation totaling \$600,000, an increase of \$100,000, or 20.0 percent, above the amount approved by the 2012 Legislature. The increase in funding is due to an increase in utilization of the program. The Governor recommends the agency's supplemental request of \$2.1 million, all from the State General Fund, for KPERS-School.

The recommendation is an all funds increase of \$33.3 million, or 1.0 percent, and a State General Fund increase of \$23.6 million, or 0.8 percent, above the amount approved by the 2012 Legislature. The State General Fund increase is mainly due to the addition of \$21.3 million, all from the State General Fund, to maintain the Base State Aid Per Pupil (BSAPP) at \$3,838 and the addition of \$1.5 million, all from the State General Fund, for the state match requirement to construct a new school at Fort Riley. This is partially offset by a reduction of \$750,000, all from the State General Fund, for revised cost estimates for the Juvenile Detention Facilities Fund due to a decrease in student count and a reduction of \$500,000, all from the State General Fund, for technical education transportation funding. The Governor recommends supplemental funding of \$2.1 million, all from the State General Fund, for KPERS-School. The recommendation also includes an increase in other funding sources which is mainly attributed to an increase in federal fund expenditures of \$9.4 million and School District Capital Improvements Fund expenditures of \$3.3 million, partially offset by a reduction of approximately \$547,000 in other special revenue funds.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustments:

1. Transfer \$44,441 from the Kansas Universal Service Fund to a newly established fund within the Department of Education to provide funding for an Educational Technology Coordinator position. The position, which approves technology plans and assists districts with qualifying for E-Rate, was funded with a federal grant that is due to expire at the end of federal FY 2013.
2. Add \$44,441, all from special revenue funds, to fund the Educational Technology Coordinator position.

House Budget Committee Report

Agency: Department of Education

Bill No. HB 2231

Bill Sec. 89

Analyst: Cussimano

Analysis Pg. No. 1741

Budget Page No. 255

Expenditure Summary	Agency Request FY 2014	Governor Recommendation FY 2014	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 3,577,810,975	\$ 2,982,523,246	\$ 0
Other Funds	629,291,433	782,980,218	85,811
Subtotal	<u>\$ 4,207,102,408</u>	<u>\$ 3,765,503,464</u>	<u>\$ 85,811</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 TOTAL	 <u><u>\$ 4,207,102,408</u></u>	 <u><u>\$ 3,765,503,464</u></u>	 <u><u>\$ 85,811</u></u>
 FTE positions	 170.0	 170.0	 0.0
Non FTE Uncl. Perm. Pos.	94.5	94.5	0.0
TOTAL	<u><u>264.5</u></u>	<u><u>264.5</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests a FY 2014 budget of \$4.2 billion, including \$3.6 billion from the State General Fund. This is an all funds increase of \$489.2 million, or 13.2 percent, and a State General Fund increase of \$504.0 million, or 16.4 percent, above the revised FY 2013 estimate. The agency request includes an enhancement request totaling \$463.1 million, all from the State General Fund. **Absent the enhancement**, the request would be \$3.7 billion, including \$3.1 billion from the State General Fund. The request is an all funds increase of \$26.2 million, or 0.7 percent, and a State General Fund increase of \$40.9 million, or 1.3 percent, above the revised FY 2013 revised estimate. This increase is mainly attributable to KPERs-School. The agency's revised FY 2013 estimate was \$328.8 million while the FY 2014 request is \$369.3 million, an increase of \$40.5 million, or 12.3 percent.

Governor's Recommendation

The **Governor** recommends a FY 2014 budget of \$3.8 billion, including \$3.0 billion from the State General Fund for FY 2014. The recommendation is an all funds decrease of \$441.6 million, or 10.5 percent, and a State General Fund decrease of \$595.3 million, or 16.6 percent, below the agency FY 2014 request. The Governor did not recommend the agency's enhancement request totaling \$463.1 million, all from the State General Fund and deleted \$106.6 million, all from the State General Fund, for transportation weightings. Of the \$106.6 million, \$96.0 million is for regular education transportation weighting and \$10.0 million is for

special education transportation weighting and \$500,000 is for technical education transportation. In order to offset the State General Fund reductions in transportation weightings, the Governor recommends transferring \$106.6 million from the State Highway Fund for transportation weightings. The recommendation for technical education funding is an increase of \$150,000 above the agency FY 2014 request of \$500,000 and is due to an increase in the utilization of the program. The Governor recommends \$14.9 million, all from the State General Fund, to maintain the Base State Aid Per Pupil at \$3,838 and \$1.5 million, all from the State General Fund, for the state match for new school construction at Fort Riley. In addition, the Governor recommends deleting \$37.5 million, all from the State General Fund, for KPERS-School and adding \$37.5 million from the Expanded Lottery Revenue Fund (ELARF).

The recommendation also includes a decrease of \$3.6 million, including \$3.5 million from the State General Fund, to reflect the Governor's recommendation to reduce the Kansas Public Employees Retirement System (KPERS) death and disability employer contribution from the statutory 1.0 percent to 0.85 percent for FY 2014.

The all funds decrease is attributed to the reductions listed above and also includes a decrease of \$3.1 million, all from the School District Finance Fund. These are offset by the addition of \$12.1 million, all from the Children's Initiatives Fund, for the Parent Education program (Parents As Teachers) and the Kansas Preschool program. The agency requested funding for these programs from the State General Fund as part of its enhancement request.

The recommendation is an all funds increase of \$28.6 million, or 0.8 percent, and a State General Fund decrease of \$112.9 million, or 3.6 percent, below the FY 2013 recommendation.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustments:

1. Transfer \$85,811 from the Kansas Universal Service Fund to a newly established fund within the Department of Education to provide funding for an Educational Technology Coordinator position. The position, which approves technology plans and assists districts with qualifying for E-Rate, was funded with a federal grant that is due to expire at the end of the federal FY 2013.
2. Add \$85,811, all from special revenue funds, to fund the Educational Technology Coordinator position.
3. Delete language in House Bill 2231 that would require children participating in the Parents As Teachers program to qualify as at-risk to receive services free of charge. Families of children who do not qualify for at-risk would be required to pay to participate in the program.

House Budget Committee Report

Agency: Department of Education

Bill No. HB 2231

Bill Sec. 90

Analyst: Cussimanio

Analysis Pg. No. 1741

Budget Page No. 255

Expenditure Summary	Agency Request FY 2015	Governor Recommendation FY 2015	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ --	\$ 2,983,122,300	\$ 0
Other Funds	--	822,555,682	85,811
Subtotal	\$ --	\$ 3,805,677,982	\$ 85,811
Capital Improvements:			
State General Fund	\$ --	\$ 0	\$ 0
Other Funds	--	0	0
Subtotal	\$ --	\$ 0	\$ 0
 TOTAL	 \$ --	 \$ 3,805,677,982	 \$ 85,811
 FTE positions	 --	 170.0	 0.0
Non FTE Uncl. Perm. Pos.	--	94.5	0.0
TOTAL	--	264.5	0.0

Agency Request

The **agency** did not request funding for FY 2015. There were no agency budget requests made for FY 2015 by any state agencies other than those agencies designated in statute as biennial budget agencies. The Governor's budget recommendations to the 2013 Legislature do, however, include funding recommendations for each state agency for FY 2015.

Governor's Recommendation

The **Governor** recommends a FY 2015 budget of \$3.8 billion, including \$3.0 billion from the State General Fund. The recommendation is an all funds increase of \$40.2 million, or 1.1 percent, and a State General Fund increase of \$599,054 above the Governor's FY 2014 recommendation. The recommendation includes General State Aid funding of \$2.0 billion, including \$1.9 billion from the State General Fund. The recommendation continues funding for transportation weightings from the State Highway Fund, which is \$96.6 million for FY 2015. This would result in a BSAPP of \$3,852 for the 2104-2015 school year, an increase of \$14 per student, or 0.4 percent, above the FY 2014 BSAPP recommendation.

For KPERS-School, the Governor recommends \$402.8 million, including \$363.3 million from the State General Fund. The recommendation also includes \$39.5 million from the Expanded Lottery Act Revenue Fund (ELARF). The Governor also recommends \$534.7 million, including \$384.7 million from the State General Fund, for Special Education. The

recommendation continues the transfer from the State Highway Fund to partially fund transportation costs associated with special education students. For FY 2015, the transfer totals \$43.0 million.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation with the following adjustments:

1. Transfer \$85,811 from the Kansas Universal Service Fund for FY 2015 to a newly established fund within the Department of Education to provide funding for an Educational Technology Coordinator position. The position, which approves technology plans and assists districts with qualifying for E-Rate, was funded with a federal grant that is due to expire at the end of federal FY 2013.
2. Add \$85,811, all from special revenue funds, to fund the Educational Technology Coordinator position for FY 2015.
3. Delete language in House Bill 2231 that would require children participating in the Parents As Teachers program to qualify as at-risk to receive services free of charge. Families of children who do not qualify for at-risk would be required to pay to participate in the program.