

FY17 and FY18

Agency Biennial Budget Request

KBE Presentation (October 6, 2015)

**Kentucky Department
of Education
Office of Administration and Support**

FY17 Agency Request

	FY17 Baseline* (Current)	FY17 Def. Cal.** (Mandatory)	FY17 ABR's (Agency Discretion)
General Fund	4,093,244,600	Provided by OSBD	TBD
Federal Fund	888,387,200	Provided by OSBD	N/A
Restricted Fund	33,909,800	Provided by OSBD	N/A
KDE Totals	5,015,541,600	Provided by OSBD	TBD

* The FY17 baseline budget is the same as the Current FY16 budget covered in the June KBE Presentation located here: <https://portal.ksba.org/public/Meeting/Attachments/DisplayAttachment.aspx?AttachmentID=257236>.

** The Defined Calculations include the 5% salary increment, retirement costs and other state required increases in operating expenses. Defined Calculation costs are mandated by the budget instructions and provided by the Office of the State Budget Director (OSBD).

FY18 Agency Request

	FY18 Baseline* (Current)	FY18 Def. Cal.** (Mandatory)	FY18 ABR's (Agency Discretion)
General Fund	4,093,244,600	Provided by OSBD	TBD
Federal Fund	888,387,200	Provided by OSBD	N/A
Restricted Fund	33,909,800	Provided by OSBD	N/A
KDE Totals	5,015,541,600	Provided by OSBD	TBD

* The FY18 baseline budget is the same as the Current FY16 budget covered in the June KBE Presentation located here: <https://portal.ksba.org/public/Meeting/Attachments/DisplayAttachment.aspx?AttachmentID=257236>.

** The Defined Calculations include the 5% salary increment, retirement costs and other state required increases in operating expenses. Defined Calculation costs are mandated by the budget instructions and provided by the Office of the State Budget Director (OSBD).

Feedback from Partners

Met with the Executive Board for the Kentucky Association of School Superintendents (KASS) on September 16, 2015. Approximately 22 superintendents were present.

Met with the Kentucky Education Action Team (KEAT) on August 27 and September 21, 2015. Members are:

Kentucky
Association of
School
Administrators
(KASA)

Kentucky
Association for
School Councils
(KASC)

Kentucky
Association for
School
Superintendents
(KASS)

Kentucky
Education
Association (KEA)

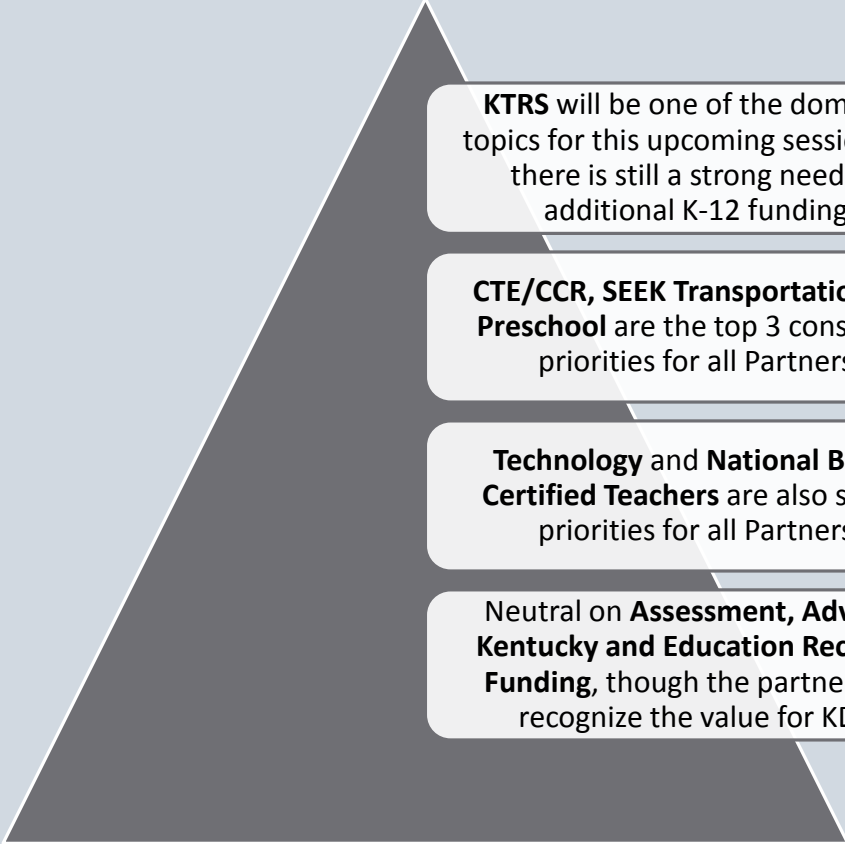
Kentucky Parent
Teachers
Association (KY
PTA)

Kentucky Retired
Teachers
Association
(KRTA)

Kentucky School
Board
Association
(KSBA)

Prichard
Committee for
Academic
Excellence

Feedback from Partners



KTRS will be one of the dominant topics for this upcoming session, but there is still a strong need for additional K-12 funding.

CTE/CCR, SEEK Transportation and Preschool are the top 3 consensus priorities for all Partners.

Technology and **National Board Certified Teachers** are also strong priorities for all Partners.

Neutral on **Assessment, Advance Kentucky and Education Recovery Funding**, though the partners did recognize the value for KDE.

<u>Subject</u>	<u>KBE Strategic Goal</u>	<u>FY17*</u>	<u>FY18*</u>	<u>Total*</u>
CTE/CCR	Next Generation Learners - Every Student will graduate from high school college/career ready.	\$7,900,000	\$7,900,000	\$15,800,000
SEEK Transportation	KDE Support and Guiding Processes - Requirement of State and Federal authorities will be implemented.	\$160,000,000	\$160,000,000	\$320,000,000
Preschool	Next Generation Learners - All students will perform at or above proficiency and show continuous improvement (achievement and growth).	\$73,300,000	\$73,300,000	\$146,600,000
Technology	KDE Support and Guiding Processes - Requirement of State and Federal authorities will be implemented.	\$3,100,000	\$3,100,000	\$6,200,000
National Board Certified Teachers	Next Generation Professionals – Every student is taught by an effective teacher; every school is led by an effective leader.	\$1,900,000	\$2,100,000	\$4,000,000
Assessment	Next Generation Learners - All students will perform at or above proficiency and show continuous improvement (achievement and growth).	\$6,000,000	\$9,000,000	\$15,000,000
Advance Kentucky	Next Generation Learners - All students will perform at or above proficiency and show continuous improvement (achievement and growth).	\$430,000	\$1,250,000	\$1,680,000
Education Recovery	Next Generation Schools and Districts - All schools and districts will be effective.	\$6,000,000	\$6,000,000	\$12,000,000
Total Funding Requests		\$258,630,000	\$262,650,000	\$521,280,000

* All dollar amounts are estimates and may be revised prior to the final KDE submission in November 2015.

CAREER AND TECHNICAL EDUCATION/CCR

- *Dual Credit – For informational purposes only, Task Force recommendations are being reviewed by CPE.*
- Industry Certifications - Provide a tiered reimbursement program for the successful earning of valid industry certifications. - \$1,000,000 in FY18.
- Regional Technical Center Grants - Four planning grants of \$250,000 each for the establishment of regional technical centers. The districts that feed into the state-operated area technology centers would develop a committee to plan for a regional center. \$1,000,000 in FY17.
- Local Area Vocational Education Centers - Several districts have added new local area vocational centers and programs and are requesting state funding to help support these initiatives under 705 KAR 2:140. These initiatives will help to provide students with more career preparation programs and improve career readiness. \$3,150,000 in FY17 and \$3,150,000 in FY18.

CAREER AND TECHNICAL EDUCATION/CCR (Cont.)

- Project Based Learning and PD - Develop opportunities for students for pre-apprenticeships, internships and work-based learning for skills required by business and industry. New and on-going professional development, technical skills updates, project-based learning, training resources and technical assistance for implementation of CTE programs are needed for instructors. \$1,500,000 in FY17 and \$1,500,000 in FY18.
- Equipment Upgrade - Upgrade equipment in schools and technical centers. This equipment provides programming which aligns with regional and/or state economic sectors. - \$30,000,000 Bond. Estimated Debt Service \$2,250,000 in FY17 and \$2,250,000 in FY18.

FY17 - \$7,900,000

FY18 - \$7,900,000

SEEK TRANSPORTATION

- Local district pupil transportation costs continue to increase annually, largely due to higher personnel and operating costs. The state provides an average reimbursement of approximately 59% of these costs to districts, placing a high burden on districts to pay for the balance out of local funds in order to continue providing safe transportation for students. The proposed increase in state funding below would allow for full reimbursement of eligible local district pupil transportation costs by the state.

FY17 - \$160,000,000

FY18 - \$160,000,000

STATE FUNDED PRESCHOOL

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graph TD; A[STATE FUNDED PRESCHOOL] --> B[Additional funds to increase the number of four-year-olds served from 160% to 200% poverty.]; B --> C[Additional 4-year olds served at 200% 15,653]; C --> D[Additional funds needed each year $73,300,000]; D --> E[FY17 - $73,300,000 FY18 - $73,300,000];
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Additional funds to increase the number of four-year-olds served from 160% to 200% poverty.

Additional 4-year olds served at 200%	15,653
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Additional funds needed each year	\$73,300,000
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FY17 - \$73,300,000	FY18 - \$73,300,000
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KENTUCKY EDUCATION TECHNOLOGY SYSTEM (KETS)

- KETS funds are used to support state technology shared services to all school districts and allow for specific technology offers of assistance directly to the school districts based on average daily attendance. This would restore KETS funding to historic (pre-2008) levels of funding (\$19.5 million a year).

FY17 - \$3,100,000

FY18 - \$3,100,000

NATIONAL BOARD CERTIFIED TEACHERS

- The number of teachers receiving this certification has increased steadily since the inception of the program in 2001. The state currently funds \$1,200 of the statutorily required district contribution of \$2,000. An increase in funding will provide for 100% support to school districts to fund this certification.

FY17 - \$1,900,000

FY18 - \$2,100,000

ASSESSMENT AND ACCOUNTABILITY

- Science – Additional funds will allow the design and development of new science assessments that meet the Kentucky Academic Standards. \$2,000,000 in FY17 and \$2,000,000 in FY18.
- Social Studies – Additional funds will allow the design and development of new social studies assessments that meet the Kentucky Academic Standards. \$1,000,000 in FY17 and \$2,000,000 in FY18.

ASSESSMENT AND ACCOUNTABILITY (CONT.)

- K-PREP (E/LA, Math Item Refresh) – Additional funds will allow an enhanced item pool for English/Language Arts and Math, including performance-based and technology enhanced formats. \$1,500,000 in FY17 and \$1,500,000 in FY18.
- K-PREP On-Line – Additional funds will allow K-PREP to be administered in an online environment to meet the expectations of schools, districts, and the Kentucky General Assembly. \$1,500,000 in FY17 and \$3,500,000 in FY18.

FY17 - \$6,000,000

FY18 - \$9,000,000

ADVANCEKY

- AdvanceKY – Additional funds will allow an increase in the number of high schools served and an increase in student performance on Advanced Placement exams. \$430,000 in FY17 and \$1,250,000 in FY18.

FY17 - \$430,000

FY18 - \$1,250,000

EDUCATION RECOVERY/PRIORITY SCHOOLS

- Education Recovery/Priority School Funding - Education Recovery Staff assist schools and districts in need of school improvement and turnaround, especially in persistently low-achieving schools.

FY17 - \$6,000,000

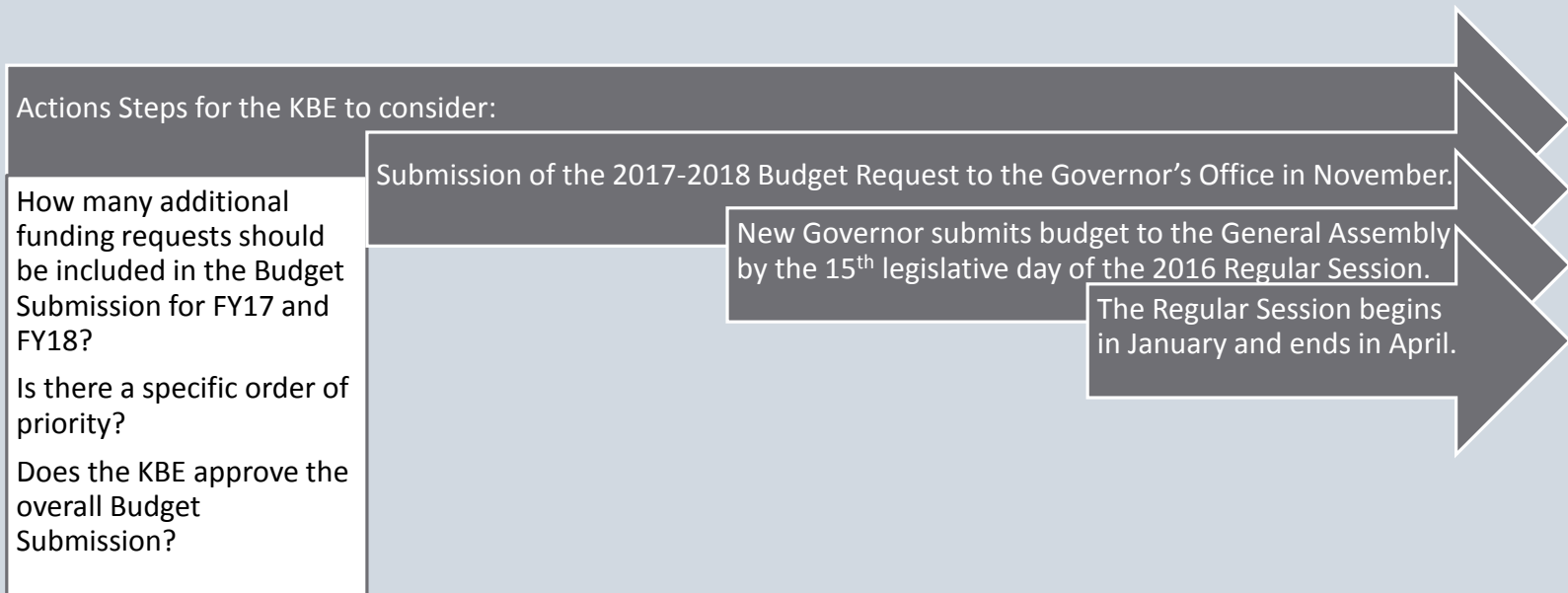
FY18 - \$6,000,000

Items Requested for 2016-2018 Capital Budget

Rank	Description	Amount
1	Miscellaneous Maintenance Pool – This fund is split between KSB, KSD, and the FFA Training Facility. Our current funding has been set at \$675,000 annually for several years.	\$3,000,000
2	KSB Howser Hall – Renovate to provide additional dorm space, fully functioning infirmary, and provide 21 st century classroom space for blind and low-vision students.	\$5,000,000
3	KSD New Elementary Building – Provide new dorm and classroom space in the central campus area.	\$6,000,000
4	KSB McDaniel Scoggin Hall – Renovate building including doors, windows, and HVAC.	\$1,000,000
5 *	SEEK Technology Application – Rewrite of the existing system to allow for communication with peer systems.	\$1,700,000

* This is a request to establish and fund a Capital Project with existing restricted funds.

Next Steps



Questions and Feedback

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