



KDE Baseline Budget Overview

Introduction to ABR's

June 5, 2019

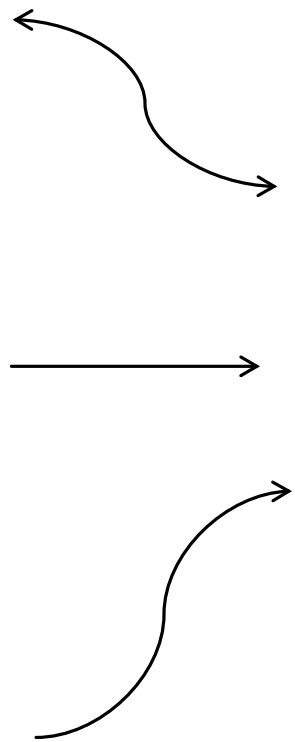
Kentucky Department of Education



**Baseline
Budget**

**Additional
Budget
Requests**

**Defined
Calculations**



P-12 Baseline Budget

- ▶ The purpose of a Baseline Budget Request is to identify and record expenditures by both object classification and fund source.
- ▶ Baseline Budget Requests support, to the extent possible, a continuation of currently conducted activities, services, and/or programs that are in effect in the current year fiscal year.
- ▶ The Baseline Budget Request reflects the same budgeted amounts (for all funds) to continue to support programs and activities at the current level of service to the extent possible.



Baseline Budget

- ▶ Personnel – salary and fringe
- ▶ Other Personnel – professional contract costs
- ▶ Operating – supplies, travel, rent, utilities, etc.
- ▶ Grants – typically funds sent to districts by formula or competitive means



Biennial Budget Process/Calendar



| Date | Documentation/Process to be Completed |
|--|--|
| July 1 | LRC approves forms to be used by agencies (KRS 48.040(2)). |
| August | Office of the State Budget Director (OSBD) prepares and delivers personnel positions with associated costs to each agency. |
| September 1 | OSBD supplies all branches and agencies with forms, instructions, manuals, and expenditure history for budget preparation. |
| September 1 – November 1 | Agencies work to complete their budget submissions. |
| November 15 | Head of each budget unit submits his/her budget to branch designee (KRS 48.050). |
| 10 th (15 th) Legislative day of each regular session | Branch budgets must be submitted to the General Assembly (KRS 48.100). |
| Regular Session | General Assembly works to pass the budget for the Governor’s signature. |



Appropriations by Fund Source

(post KDE Reorganization EO 2018-653)

| | FY2019 | FY2020 |
|--------------|------------------------|------------------------|
| General | \$4,121,932,400 | \$4,124,254,500 |
| Federal | \$948,936,200 | \$948,934,400 |
| Restricted | \$43,321,000 | \$42,446,600 |
| TOTAL | \$5,114,189,600 | \$5,115,635,500 |

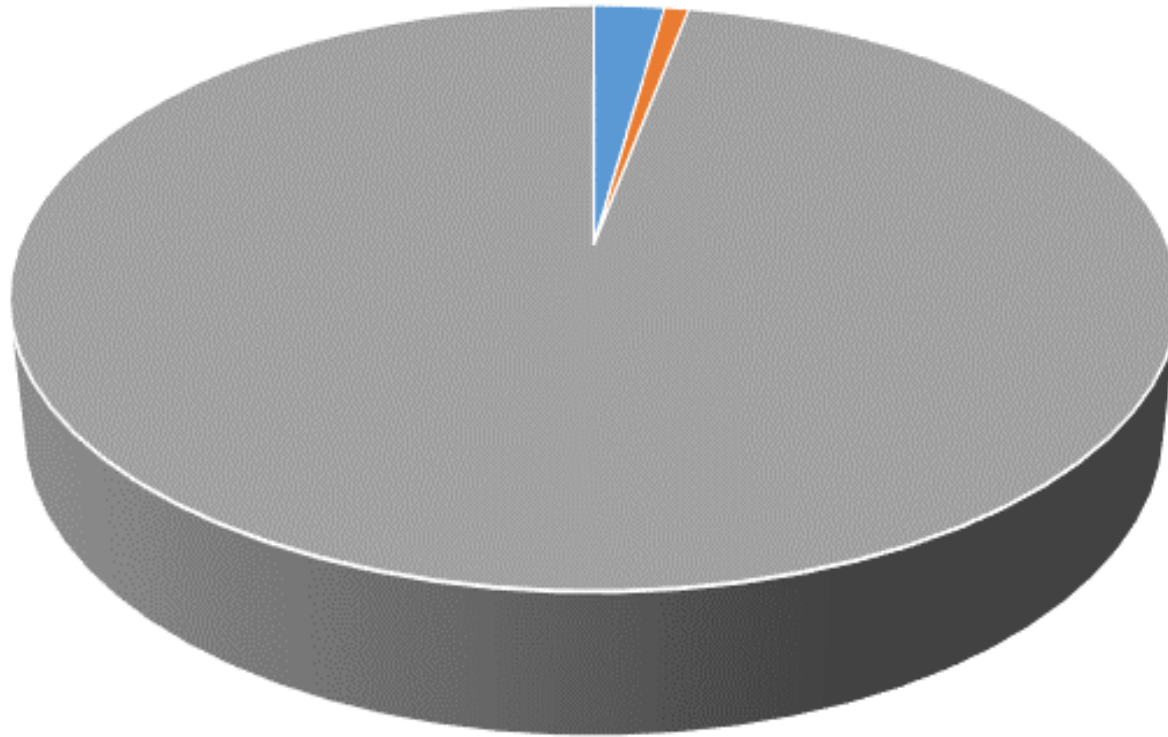
Budget By Object

| | FY19 |
|-------------------------------|------------------------|
| Personnel & Professional Svcs | \$118,999,500 |
| Operating | \$41,333,000 |
| Grants | \$4,953,857,100 |
| P-12 TOTAL | \$5,114,189,600 |





FY19 Budget by Object



■ Personnel ■ Operating ■ Grants

Budget Summary

House Bill 200V0



| | FY19 | FY20 |
|---------------------------------|------------------------|------------------------|
| SEEK per pupil amount | \$4000 | \$4000 |
| SEEK | \$3,056,500,800 | \$3,047,480,900 |
| KDE Operations | \$27,333,000 | \$27,333,000 |
| Flex Focus | \$121,397,400 | \$121,397,400 |
| Grant Programs | \$188,306,000 | \$188,986,300 |
| Health/Life Insurance | \$711,563,500 | \$725,767,000 |
| KSB/KSD | \$16,831,300 | \$16,933,700 |
| Total P-12 GENERAL FUNDS | \$4,121,932,000 | \$4,127,898,300 |
| | | |
| Restricted Funds | \$43,321,000 | \$43,420,900 |
| Federal Funds | \$948,936,200 | \$949,030,300 |
| TOTAL P-12 FUNDS | \$5,114,189,600 | \$5,120,349,500 |

SEEK

House Bill 200VO



| SEEK | FY19 | FY20 |
|---|------------------------|------------------------|
| Per Pupil Guarantee | \$4000 | \$4000 |
| Base Funding | \$2,079,778,600 | \$2,068,339,200 |
| Transportation | \$214,752,800 | \$214,752,800 |
| Tier I | \$179,961,700 | \$176,702,400 |
| Facilities Support Program of KY (FSPK) | \$86,673,500 | \$84,695,100 |
| Growth Levy Equalization | \$19,038,400 | \$18,303,900 |
| Retroactive Equalized Facility | \$23,913,700 | \$23,415,000 |
| Equalized Facility | \$7,269,500 | \$7,133,500 |
| Equalized Funding for Critical Construction Needs Schools | \$6,506,300 | \$6,473,400 |
| BRAC Equalized Facility | \$2,057,500 | \$2,016,800 |
| SEEK RELATED | | |
| Secondary Vocational Education | \$22,881,900 | \$22,881,900 |
| Vocational Education Transportation | \$2,416,900 | \$2,416,900 |
| Local District Teachers' Retirement Match | \$408,500,000 | \$417,600,000 |
| Nat'l Board Certified Salary Supplement | \$2,750,000 | \$2,750,000 |
| TOTAL SEEK/SEEK RELATED | \$3,056,500,800 | \$3,047,480,900 |

Additional Budget Requests (ABR's)

- ▶ Growth requests – support of current scope beyond baseline and defined calculations
- ▶ New or expanded requests – for activities, programs, or levels of services
- ▶ Fund source replacement requests – replace or sustain existing levels of services or operations due to a loss or reduction of federal or restricted funds



Additional Budget Priorities

(previous biennium FY2018-2020)



| Priority | Recommended Budget Priority | KBE Strategic Goal | FY2019* | FY2020* | Total* |
|----------|--|-----------------------|---------------|---------------|---------------|
| | SEEK Transportation | Goal 1/Strategy B | \$133,034,000 | \$133,034,000 | \$266,068,000 |
| | Senate Bill 1 (2017) -Assessment -Standards -Industry Certifications -School Improvement | Goal 1/Strategy B & D | \$12,431,000 | \$11,364,000 | \$23,795,000 |
| | Full-day Kindergarten | Goal 1/Strategy A | \$171,900,000 | \$171,900,000 | \$343,800,000 |
| | School Report Card/IT System Enhancements | Goal 1/Strategy C | \$700,000 | \$650,000 | \$1,350,000 |
| | KETS | Goal 1/Strategy B | \$5,000,000 | \$5,000,000 | \$10,000,000 |
| | Early Reading Initiative-K3 | Goal 2/Strategy A | \$242,000 | \$242,000 | \$484,000 |
| | Career and Technical Education Career Advisor Positions | Goal 1/Strategy A | \$3,635,000 | \$3,635,000 | \$7,270,000 |
| | Charter School Central Office Support | Goal 1 | \$419,200 | \$439,200 | \$858,400 |
| | KY School for the Blind New Positions | Goal 1/Strategy A | \$650,000 | \$650,000 | \$1,300,000 |
| | OCTE New Skills for Youth | Goal 1/Strategy A | \$1,000,000 | \$1,000,000 | \$2,000,000 |
| | Preschool 200% | Goal 1/Strategy A | \$78,500,000 | \$78,500,000 | \$157,000,000 |
| | Defined Calculations | | TBD | TBD | TBD |
| | Total Funding Requests | | \$407,511,200 | \$406,414,200 | \$813,925,400 |

* All dollar amounts are estimates and may be revised prior to the final KDE submission in November, 2017.

Key Dates

- ▶ **August 6-7, 2019 Defined Calculations and ABR prioritization**
- ▶ **October 2-3, 2019 KBE final review**
- ▶ **November 1, 2019 Biennial Budget submission**

