



HB352 Update

April 9, 2020

Kentucky Department of Education

FY21 Executive Branch Budget HB 352



- Budget is for FY21 only (one year budget)
- Subject to veto (line item or full) by the Governor and legislative override
- Communications with Department of Revenue on property assessments are ongoing
- SEEK per pupil \$4000
- FY20 SEEK excess shall lapse to the General Fund

HB352 KDE Budget



	HB200 (2018) FY2020	HB352 FY2021	HB352 FY2022
General Funds (includes SEEK)	\$4,110,698,300	\$4,106,080,500	\$0
Restricted Funds	\$43,420,900	\$46,161,800	\$0
Federal Funds	\$969,030,300	\$971,699,900	\$0
TOTAL	\$5,140,349,500	\$5,123,942,200	\$0

SEEK Language - Nickels



- Language included in the budget bill provides that no school district shall be equalized for an equivalent tax rate of more than 15 cents
- Recallable Nickel
 - Districts that have levied the recallable nickel prior to January 1, 2018 are now equalized at 100% (previously equalized at 25%)
 - Districts that have levied the recallable nickel after January 1, 2018 and before January 1, 2020 are equalized at 25%
- Original Growth Nickel
 - Language was included which provides 25% equalization for districts who have not received equalization on the Original Growth Nickel previously
- Equalized Facility Funding (EFF) Nickel
 - Language was included which provides 25% equalization for districts who have not received equalization on the Equalized Facility Funding (EFF) Nickel previously

School-Based Mental Health Services Providers

- Includes \$7,412,500 to fund additional school-based mental health services provider full-time equivalent positions
- Kentucky Center for School Safety, in consult with Office State School Security Marshall, shall develop criteria to determine which districts receive funding
- Criteria should include:
 - A district's use of Medicaid funding,
 - an equitable and balanced statewide distribution,
 - and any other criteria to support a trauma-informed approach in schools.



Grant Programs (LARS)

- Funding is provided for:

- AdvanceKY \$1.7M
- CCLD \$1.2M
- Community Education \$1.9M
- ESS \$23.9M
- FRYSC \$48.9M
- Gifted & Talented \$6.2M
- Hearing & Speech Ctr \$100K
- Heuser Hearing & Lang Ctr \$100K
- Jobs for America's Grads \$250K

- Funding is not provided for:

- PD
- Commonwealth Sch Improvement
- Leadership & Mentor
- Middle School Academic Ach
- Teacher's Professional Growth

KY Alliance of Boys & Girls Club \$250K

KECSAC \$9.5M

Math Achievement \$5.0M

Preschool \$84.5M

Read to Achieve \$15.9M

Safe Schools \$13.0M

Save the Children \$1.3M

Teach for America \$500K

VIPS \$250K

Teacher Academy

Writing Program

KPIP

KTIP

KAET/MERR



Career and Technical Education

- Funding language for ATC becoming a Locally-operated center
 - Year 1 – shall receive not less than 100% funding
 - Year 2 – shall receive not less than 75% of the funding allocated the previous year
 - Estill Co. start up cost
 - Taylor Co. included in locally operated funding



Capital Projects

- School Safety Facility Upgrades - \$18.2M
- State Schools HVAC Pool - \$5.0M
- State Schools Roof Replacement Pool - \$3.3M
- Maintenance Pool - \$1.0M



Other Provisions



Volkswagen Settlement – Energy & Environment Cabinet

- \$8,521,700 to reimburse school districts for 50% of the purchase cost to replace up to five school buses per district currently in daily use meeting the criteria with a chassis year of 2001 or earlier. Program administered by the Energy and Environment Cabinet.
- If funds are insufficient for requests by June 1, 2021, reimbursements shall be pro rata reduced

Local School District Expenditure Flexibility

- Districts may adopt for KBE approval a working budget that includes a minimum reserve of less than 2 percent of the total budget. Reported to KBE at every Meeting.

School Building Plan Reviews and Inspections

- Notwithstanding KRS 198B.060, local governments may have jurisdiction for plan review, inspection, and enforcement responsibilities over buildings intended for educational purposes, other than licensed day-care centers, at the discretion of the local school districts.

Program Flexibility

- Districts may utilize ESS and Safe School funds for general operating

SB 177 – Emergency Leave

- During the 2019-2020 school year, a local board education shall allow emergency leave to any full-time or part-time classified or certified employee, **if the local board determines it is necessary in relation to the COVID- 19 public health emergency.**
- No personal affidavit is required from employee
- Requires local board action



CARES Act

Coronavirus Aid, Relief and Economic Security Act
H.R. 748 - 116th Congress (2019-2020)

Federal Supplemental Appropriation:

- Education Stabilization Fund \$30.75B
 - \$2.9B - Governor's Emergency Education Relief Fund (9.8%)
 - \$13.2B - Elementary and Secondary School Emergency Relief Fund (43.9%)
 - \$13.9B - Higher Education Emergency Relief Fund (46.3%)



CARES ACT – Estimated District Amounts Elementary and Secondary School Emergency Relief Fund

- \$13.23B Relief Fund is roughly 83% of the \$15.9B Title I-A funding for FY 2019.
- Kentucky's Share is estimated at \$193,187,000
- LEAs will receive approximately 83% of what they received in FY 2019 under Title I-A.



CARES ACT – Elementary and Secondary School Emergency Relief Fund

- Substantial local authority and discretion:
 - Any activities authorized under ESSA, IDEA, Perkins, Subtitle B of McKinney-Vento Homeless Assistance Act, Adult Education and Family Literacy Act
 - Coordinate emergency response
 - Support school leaders
 - Ensure preparedness and coordination
 - Purchase cleaning supplies
 - Purchase education technology
 - Mental health supports
 - Summer learning
 - Etc.



CARES Act – Funding Flexibilities to Support Continued Learning

USED Announced 4/6/2020 - Permits waiver of following provisions to repurpose resources to areas of highest need:

- Title I, Part A - waive the 15% carryover limitation
- Extend the period of availability of prior fiscal year funds for
 - Title I, Parts A-D
 - Title II
 - Title III, Part A
 - Title IV, Parts A-B
 - Title V, Part B programs
 - McKinney-Vento Homeless Children and Youth program
- Title IV, Part A
 - waive a needs assessment to justify the use of funds;
 - waive content-specific spending requirements;
 - waive spending restrictions on technology infrastructure; and
 - waive the definition of "professional development," which might limit the ability to quickly train school leaders and teachers on topics like effective distance learning techniques.



Questions/Comments

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