



Governor's Recommended Budget HB 192

February 3, 2021

Kentucky Department of Education

HB192 KDE Budget



	HB352 FY2021	Governor's Recommended HB192 FY2021	Governor's Recommended HB192 FY2022
General Funds	\$4,106,080,500	\$3,942,335,200	\$4,221,391,800
Restricted Funds	\$46,161,800	\$43,530,500	\$43,236,900
Federal Funds	\$971,699,900	\$1,101,699,900	\$971,705,100
TOTAL	\$5,123,942,200	\$5,087,565,600	\$5,236,333,800

SEEK



	FY2021 revised	FY2022
General Fund	\$2,819,696,700	\$3,062,087,800
CRF	\$ 130,000,000	
TOTAL	\$2,949,696,700	

- SEEK is funded at \$4,000 per pupil in FY2021, \$4,040 in FY2022
- Salary increase for eligible certified and full-time classified staff of \$1,000 in FY2022
- Salary increase for part-time classified staff (working less than four hours a day) of \$500 in FY2022

Salary Increment

- 1% on the base salary of each eligible state employee on their anniversary date in FY2022
- **Salary Increase:** Notwithstanding KRS 157.420(2), the state employee salary increment shall not be applicable to Department of Education employees subject to KRS 163.032 in fiscal year 2021-2022. Pertains to KSB and KSD staff. KSB and KSD KRS 163 staff are eligible for increases based upon the JCPS salary schedule.



Program Flexibility

- ESS and Safe Schools
- Permits flexibility to use funds for general operating expenses
- Requires reporting to KDE and the Interim Joint Committee on Education when these funds are used for general operating expenses



Mental Health Providers

- Includes \$7,412,500 in each fiscal year to fund additional school-based mental health providers
- The Kentucky Center for School Safety, in consult with the Office of State School Security Marshal, shall develop criteria to determine which districts receive funding.



Security Safety Facility Upgrades

- Permits a district to modify a district facility plan (DFP) without convening local planning committee for the sole purpose of complying with KRS 158.162(3)(d)
- Unmet security requirement becomes highest priority on the modified DFP
- Subject to approval by the local board of education and the state commissioner of education
- KRS 158.162(3) requires school facility security upgrades to be completed by July 1, 2022.
- \$18,200,000 bond funds in FY2021



Textbooks and Preschool



Textbooks

- Funding for textbooks was eliminated in the 2018-2020 budget. The governor's budget includes \$11 million in FY2022 to restore a large portion of the amounts included in past budgets.

Preschool and Early Learning Funding for Disadvantaged Areas

- An additional \$5 million is included in FY2022 to support preschool programs in disadvantaged areas. This funding is intended to create more opportunities for children in the most need to obtain the benefits of preschool programs.

KY School for the Blind (KSB) and KY School for the Deaf (KSD)

Support for Kentucky School for the Blind and School for the Deaf

- The budget includes an additional \$1.5 million for operating support of these two statewide schools in each fiscal year.



Urgent Needs School Replacement and Renovation Fund

- \$100 million in FY2022
- The Kentucky Board of Education shall determine the allocations from this fund.
- Allocations shall be made for school projects that are designated as the highest ranked on the Kentucky Facilities Inventory and Classification System report as of Feb. 27, 2020;
- A1 schools funds have not already been budgeted to finance the project;
- Ranked as a Priority 1 or 2 on the local school district's facility plan;
- Have levied a 10-cent equivalent tax dedicated to capital improvements but remain unable to cash fund or sufficiently support the required annual debt service for replacement or renovation of the school.



Grant Programs

- Funding for numerous grant programs are included, such as:
 - ✓ Extended School Services - \$23.9 million in each fiscal year
 - ✓ FRYSC - \$48.9 million in each fiscal year
 - ✓ Gifted and Talented - \$6.2 million in each fiscal year
 - ✓ Math Achievement - \$5.0 million in each fiscal year
 - ✓ Preschool - \$84.5 million in FY2021 and \$89.5 million in FY2022
 - ✓ Read to Achieve - \$15.9 million in each fiscal year
- Funding was not provided for several grant programs, such as:
 - ✓ Professional Development Program
 - ✓ Commonwealth School Improvement Fund
 - ✓ Kentucky Teacher Internship Program



Other Provisions



Additional Offers of Assistance (SFCC):

- Notwithstanding KRS 157.611 to 157.665, the School Facilities Construction Commission is authorized to make an additional \$100,000,000 in offers of assistance during the 2020-2022 biennium in anticipation of debt service availability during the 2022-2024 biennium. No bonded indebtedness based on the above amount is to be incurred during the 2020-2022 biennium.

Volkswagen Settlement (EEC):

- \$8,521,700 in FY2021 to reimburse school districts for 50% of the purchase cost to replace up to five school buses per district currently in daily use that meet the criteria with a chassis year of 2001 or earlier

Teacher Loan Forgiveness/Teacher Scholarships (KHEAA):

- The Executive Budget restores a teacher loan forgiveness program by adding \$2.1 million from lottery revenues. The need-based teacher scholarship program, which was eliminated in the last biennial budget, will be revitalized with an additional \$1 million each fiscal year from lottery revenues.

Questions/Comments

Robin Kinney, Associate Commissioner

KDE Office of Finance and Operations

robin.kinney@education.ky.gov

Chuck Truesdell, Director

Government Relations

chuck.truesdell@education.ky.gov

Karen Wirth, Director

KDE Division of Budgets and Financial Management

karen.wirth@education.ky.gov

