ELEMENTARY AND SECONDARY EDUCATION

FY 2012 Revised and FY 2013 Operating and Capital Budgets
Staff Presentation
March 15, 2012
## SUMMARY BY PROGRAM

<table>
<thead>
<tr>
<th></th>
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<tr>
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<td><strong>Total</strong></td>
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### SUMMARY BY PROGRAM

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<thead>
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## SUMMARY BY FUND SOURCE

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<th>(in millions)</th>
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<tr>
<td>Change to enacted (in millions)</td>
<td>FY 2012</td>
<td>FY 2013</td>
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<tr>
<td>---------------------------------</td>
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<tr>
<td>General Revenues</td>
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<td>Federal</td>
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<td>Restricted Receipts</td>
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<tr>
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<td>Total</td>
<td>$18.3</td>
<td>$61.2</td>
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FY 2013 DEPARTMENT BY PROGRAM

- Education Aid: 59%
- Administration: 21%
- Teacher Retirement: 7%
- School Construction: 6%
- Deaf: 1%
- Central Falls: 3%
- Davies: 2%
- Met School: 1%
FY 2013 DEPARTMENT BY SOURCE

General Revenues 78%

Federal Funds 19%

Restricted Receipts 2%

Other 1%
FY 2013 ADMIN & SCHOOL FOR DEAF BY SOURCE

- Federal Funds: 88%
- Restricted Receipts: 2%
- RICAP: 0%
- General Revenues: 10%
FY 2013 ADMIN & SCHOOL FOR THE DEAF BY CATEGORY

- Local Aid: 64%
- Operating: 4%
- Salaries and Benefits: 10%
- Contracted Services: 15%
- Grants: 6%
- Capital: 1%
## Staffing

<table>
<thead>
<tr>
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<tr>
<td>Operations</td>
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<tr>
<td>Deaf</td>
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<tr>
<td>Davies</td>
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<tr>
<td>Total</td>
<td>348.4</td>
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STAFFING

• 13.0 time-limited federally funded positions
  • Work on Race to the Top – Early Learning Challenge Grant
• $50.0 million, four-year grant to improve education for pre-school students
• Also involves multiple human service agencies
STAFFING

- Removes 6.0 federally funded school based coordinators at Davies
- Positions transferred to districts during FY 2011
- Employees now district employees
FY 2012 REVISED MAJOR CHANGES – AID PROGRAMS

Current Law Requirements

- Textbook Reimbursement
  - $25,698
- Housing Aid
  - ($2.7 million)
- Teacher Retirement
  - $2.5 million
FY 2013 MAJOR CHANGES – AID PROGRAMS

- Funds second year of funding formula
- Uses June 30, 2011 student enrollment data adjusted for FY 2013 projected charter school enrollments
- Uses $0.5 million from federal education jobs funds that districts will receive for use in FY 2012 in lieu of general revenues for FY 2013
- Adds $11.0 million to accelerate funding to underfunded schools
FY 2013 MAJOR CHANGES – AID PROGRAMS

Funds all of the Categorical Funds

• High Cost Special Ed - $500,000
• High Cost Career & Tech - $3.0 million
• Early Childhood - $1,450,000
• Transportation - $2,175,680
• Regionalization Bonus - $413,170
FY 2013 MAJOR CHANGES – AID PROGRAMS

- $3.4 million less for teacher retirement
- $2.1 million more for school housing aid
  - Funding formula has 2-year phased increase in minimum state share
  - 35% for FY 2012 and 40% for FY 2013
  - Governor proposes maintaining minimum reimbursement at 35% - savings of $0.4 million
FY 2013 MAJOR CHANGES – AID PROGRAMS

• School Breakfast
  • Eliminates administrative cost reimbursement to districts - $270,000
  • Food paid from federal sources

• Textbook Reimbursement
  • Eliminates $240,000 and requirement that state reimburse certain costs
  • Districts would still have to provide textbooks
FY 2013 MAJOR CHANGES – AID PROGRAMS

- **Group Home Aid**
  - $420,000 less than enacted based on current law requirements to fund beds open as of December 31

- **Permanent School Fund**
  - Shifts $0.2 million from Central Falls to education aid so that all persistently lowest achieving districts may be eligible for funding
  - From duties paid to state by auctioneers
STATEWIDE SAVINGS

- Unidentified statewide general revenue savings in cabinet level departments and certain other agencies
- FY 2012 enacted budget includes $891,783
  - Reductions of 3.0% to salaries and benefits and 1.0% to operating costs
  - Savings were achieved through turnover
SALARIES AND BENEFITS

- $19.6 million
  - $0.6 million more than enacted including $0.5 million from general revenues
- Assumes $0.3 million in turnover savings
  - Equivalent to 2.7 FTEs
SALARIES AND BENEFITS

• Agencies used pre-reform retirement rates when preparing their budgets
  • Governor’s budget adjusts rates to reflect new, lower costs and reduces general revenues expenses
  • Savings from other sources shifted to unidentified operating expenses
    • For ELSEC these total approx. $1.1 million
    • Some may be available to offset state costs
EDUCATION TELECOMMUNICATIONS ACCESS FUND

- Eliminates $350,000 from general revenues
- Reduces assessment for Fund from $0.26 to $0.15 per land line effective July 1, 2012 and expands assessment to wireless lines
- Additional $0.7 million in revenue to substitute for current state support to leverage federal funds
- Fund designed to provide financial assistance for qualified libraries and schools to acquire, install, and use telecommunications technologies to access the Internet
PERKINS SCHOOL TUITION

- Rescinds current law provision that parents who believe the state cannot meet their impaired children’s needs to apply to Dept. for child to attend any suitable school
- Enacted budget includes $0.4 million for 2 students to attend – graduating or aging out in May
- Intent is that new special education categorical funding helps to offset local costs of high cost placements like these - recommends $0.5 million for FY 2013
ADULT EDUCATION

• 2011 Assembly used $2.3 million from HRIC funds in lieu of like amount from general revenues for total funding of $5.8 million

• Governor reverses this action and recommends an additional $2.0 million from general revenues in lieu of $2.3 million from HRIC funds
SCIENCE KITS (KITES)

- Governor removes the $98,000 enacted to support KITES program
  - Kits in Teaching Elementary Science
- KITES kits provide teachers with instructional science units including hands-on tasks for students
OTHER GENERAL REVENUE ITEMS

• Community Service Grants
  • Statewide reduction of 25% for savings of $160,917
• Uniform Chart of Accounts
  • Savings of $100,000 - chart is almost fully implemented
  • Districts began using new chart on July 1, 2009
RACE TO THE TOP

- $75.0 million over 4 years and 22 FTEs
  - $1.6 million for FY 2011
  - $22.6 million for FY 2012
  - $24.0 million for FY 2013
  - $26.8 million available for FY 2014
- Building state and local capacity
- Data collection and analysis
- Principal leadership
- Educator effectiveness
RACE TO THE TOP

- 50% of grant will go to districts
- State share used for personnel and to build infrastructure and support systems
  - Educator evaluation system
  - Training educators to use common core standards
  - Developing new program to support novice teachers
  - Support to lowest-achieving schools
  - Implement new data systems: certification, educator performance, instructional management
RACE TO THE TOP- EARLY LEARNING CHALLENGE

- $50.0 million over 4 years and 13 FTEs
- Improve education for pre-school students
  - Develop high quality programs
  - Promote early learning and development outcomes
- Grant also involves funding and positions in human service agencies
  - 21.5 positions state wide
SCHOOL FOR THE DEAF

• Purpose: furnish the state’s deaf children a system of free appropriate public education

• 69 students
  • 65 from Rhode Island
  • 4 from out of state – tuition charged
SCHOOL FOR THE DEAF

• Unlike other state schools, School for the Deaf is not funded pursuant to funding formula

• State supports core program

• Sending districts billed for services that fall outside the core program
  • Approved by 2009 Assembly
The Governor recommends $7.0 Million

- $6.2 million General Revenues
  - $0.4 million more than enacted
- $0.3 million Federal Funds
  - Essentially at the enacted level
- $0.5 million Restricted Receipts
  - $0.1 million less than enacted
- 60.0 Full-Time Equivalent Positions
DAVIES CAREER & TECHNICAL SCHOOL

- Four-year high school - students apply
- 833 students as of October 2011
- Serves Central Falls, Lincoln, N. Providence, Pawtucket, Smithfield and Providence
DAVIES CAREER & TECHNICAL SCHOOL

- Pawtucket: 57%
- Providence: 9%
- Central Falls: 19%
- Lincoln: 5%
- Providence: 8%
- Smithfield: 1%
- All Other: 1%
DAVIES CAREER & TECHNICAL SCHOOL

- Funded pursuant to funding formula
  - State aid determined by funding formula calculation
  - Local share of funding from districts that send students to the school
    - Flow into a restricted receipt account to partially offset the loss of state aid
- Had been fully state supported prior to FY 2012
The Governor recommends $16.7 million for operations, excluding capital

- $13.4 million General Revenues
  - $15,759 less than enacted
- $1.4 million Federal Funds
- $1.8 million in tuition payments from local districts
- 126.0 FTEs – 6.0 less than enacted authorization
• Funded pursuant to funding formula
  • State aid determined by funding formula calculation
  • Local share of funding from districts that send students to the school
• Had been fully state supported prior to FY 2012
  • Similar to Central Falls with lump sum allocation
• $11.6 million for FY 2013
  • $40,864 less than enacted
# NEW PROJECTS

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<tr>
<th>Project</th>
<th>Total Cost (in millions)</th>
<th>Start Date</th>
<th>End Date</th>
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<tr>
<td>Technology Infrastructure</td>
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<tr>
<td>Met Asset Protection</td>
<td>$0.6 from RICAP</td>
<td>FY 2014</td>
<td>FY 2017</td>
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<tr>
<td>Met School HVAC</td>
<td>$2.5 from RICAP</td>
<td>FY 2013</td>
<td>FY 2015</td>
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TECHNOLOGY INFRASTRUCTURE

- Governor proposes $20 million IT project for locals
- Will expand and enhance technology infrastructure in local schools
MET SCHOOL ASSET PROTECTION

- $100,000 for FY 2014 & FY 2015, $200,000 for FY 2016 & FY 2017
- For Peace Street and Public Street campuses
  - Peace Street constructed in 1998
  - Public Street constructed in 2002
- Many systems are approaching end of useful life and require mechanical overhaul or replacement
MET SCHOOL HVAC

- $0.8 million from RICAP for FY 2013 through FY 2015
- For Peace Street and Public Street campuses
• Create new Entrepreneurial Center
  • $0.7 million from approved GO bond proceeds
  • $0.4 million from new RICAP
• Construction of center began in May 2011 and is nearly complete
• RICAP request funds the difference between the bid and the available bond funds
## ONGOING – CAREER & TECH - RICF

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## ONGOING RICF PROJECTS

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<td>Davies HVAC</td>
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<td>Davies Asset Protection</td>
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<td>Comprehensive Education Information System</td>
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