



PUBLIC EDUCATION GENERAL BUDGET OVERVIEW

PUBLIC EDUCATION APPROPRIATIONS SUBCOMMITTEE
STAFF: BEN LEISHMAN & THOMAS YOUNG

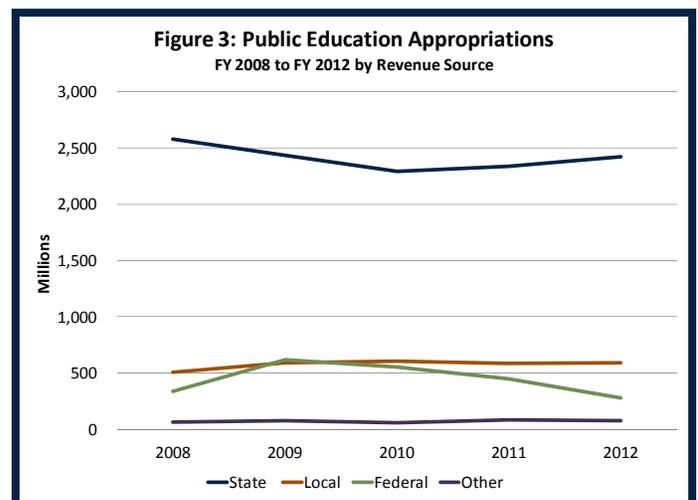
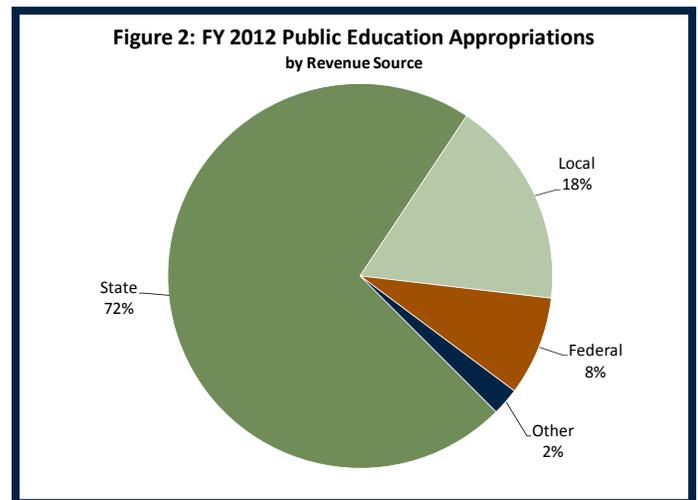
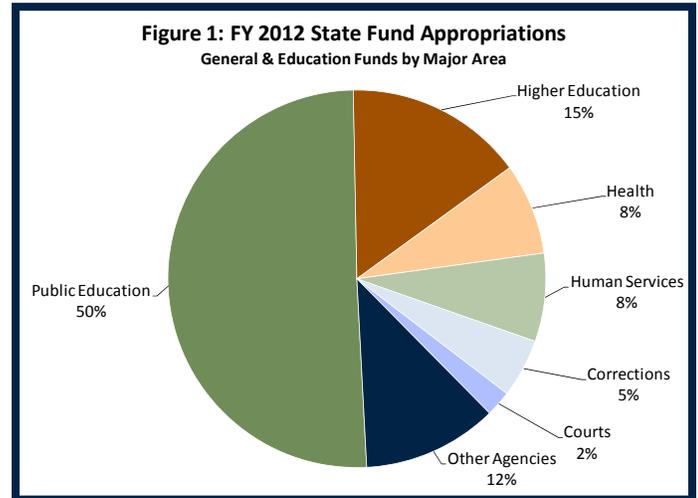
BUDGET BRIEF

SUMMARY

Appropriations supporting public schools in Utah represent the largest expenditure in the State budget, totaling nearly \$3.4 billion in FY 2012. Funding supports the education of 587,745 students and the employment of over 52,000 full-time equivalent (FTE) employees, of which, over 31,000 are licensed and working in the school districts and charter schools. Figure 1 provides a breakdown of public education FTEs by major category. The subcommittee oversees the appropriation of these funds through three primary areas:

- First, the **Minimum School Program** provides general operating revenue to all 41 school districts and over 80 charter schools. The majority of funding is distributed through a foundation program on a weighted-pupil basis. Funding from restricted categorical programs supplements the foundation program.
- Second, the **School Building Program** supports school districts in school building construction and renovation. School districts receive funding on a formula basis that targets funding to those school districts with the lowest property tax yield per student in Average Daily Membership (ADM).
- Finally, the **Education Agencies** administer and support the delivery of public education services in the school districts and charter schools. Individual budget categories include: the Utah State Office of Education, State Charter School Board, Educator Licensing, Child Nutrition Programs, Fine Arts Outreach, Science Outreach, and Education Contracts.

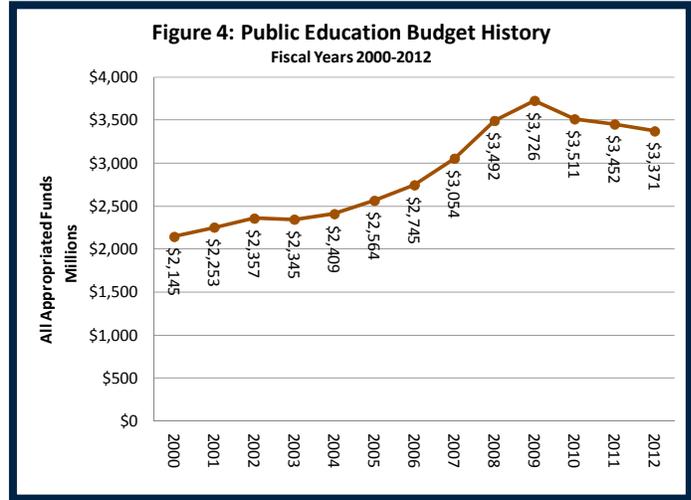
Utah’s constitution states that the “general control and supervision of the public education shall be vested in a State Board of Education” (Article 10, Section 3). The State Board of Education oversees each of the three principal areas in the education budget and distributes all funding appropriated by the Legislature to support the system.



BUDGET SUMMARY

Figure 2 shows that 72 percent of the state appropriated budget for public education comes from state revenue sources – specifically the Education Fund & Uniform School Fund. Local property tax revenues, specifically the Basic Levy, Board Leeway & Voted Leeway contribute an additional 18 percent to the total. Finally, Federal Funds provide an additional 8 percent and other various revenue sources 2 percent.

Figure 3 provides a history of total public education appropriations over the 5 years by funding source. Total appropriations peaked in FY 2009 at more than \$3.7 billion. Figure 4 provides a history of total appropriations since FY 2000 for public education. This chart shows the impact of the recent economic downturn on the budget.



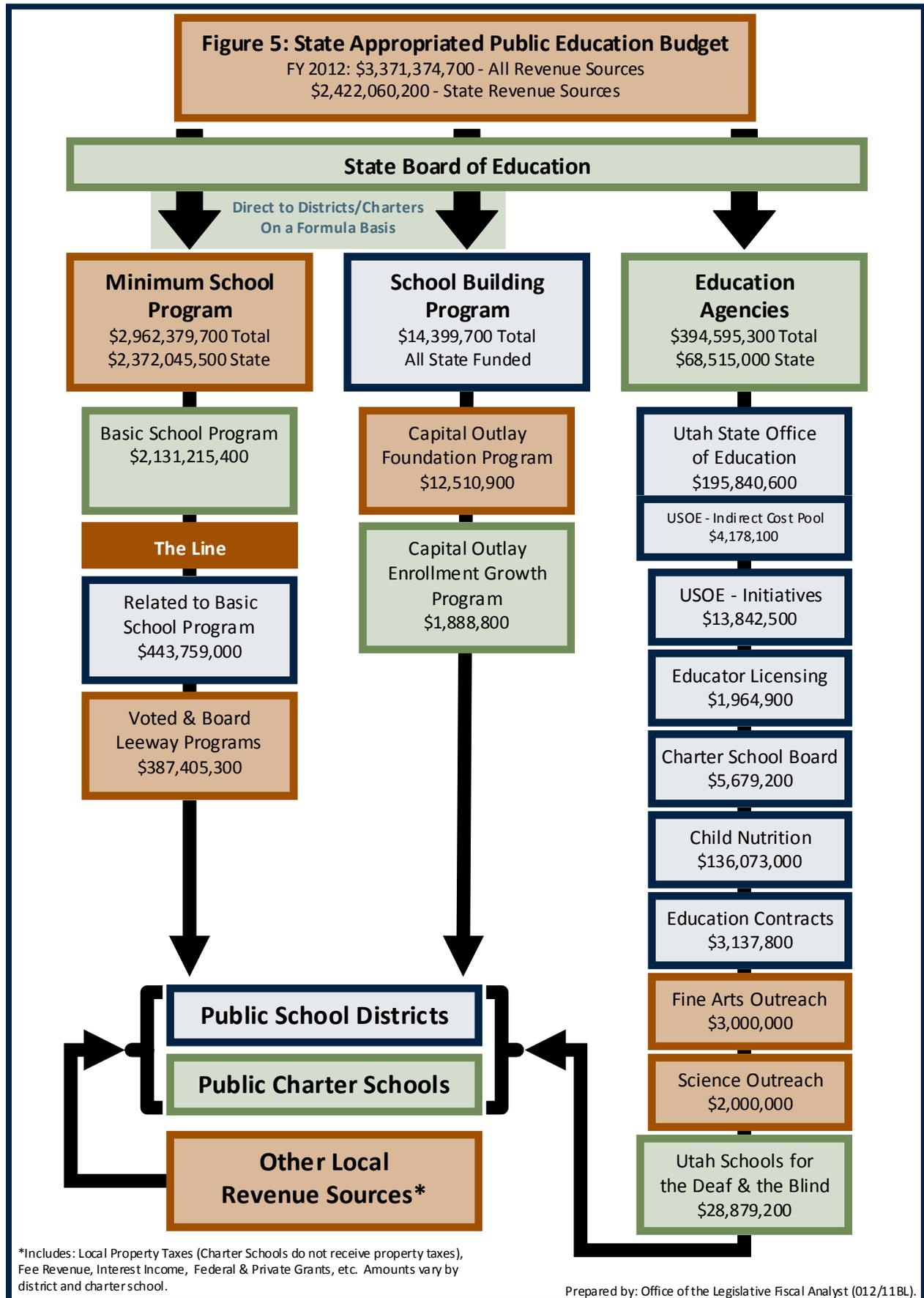
Total School District & Charter School Revenue

The state budget does not account for all revenues expended in public education. More information on total system-wide revenues and expenditures is found in the Budget Brief titled “Minimum School Program Overview.”

BUDGET ORGANIZATION

Figure 5 details the current structure of the public education budget. Each of the three primary areas are shown with major sub-program and funding levels.

BUDGET ORGANIZATION FLOW-CHART



Prepared by: Office of the Legislative Fiscal Analyst (012/11BL).

PUBLIC EDUCATION: GENERAL BUDGET OVERVIEW

BUDGET DETAIL TABLE

Public Education						
Sources of Finance	FY 2011 Actual	FY 2012 Appropriated	Changes	FY 2012 Revised	Changes	FY 2013* Recommended
General Fund	3,211,800	3,750,000	0	3,750,000	0	3,750,000
Uniform School Fund	19,000,000	19,000,000	0	19,000,000	(3,000,000)	16,000,000
Uniform School Fund, One-time	30,000,000	12,000,000	0	12,000,000	(12,000,000)	0
Education Fund	2,349,904,886	2,383,756,291	0	2,383,756,291	2,980,009	2,386,736,300
Education Fund, One-time	(65,555,800)	3,553,900	2,662,000	6,215,900	(6,215,900)	0
Federal Funds	579,099,700	281,626,000	217,334,200	498,960,200	(41,246,200)	457,714,000
Dedicated Credits Revenue	35,961,300	29,050,100	291,600	29,341,700	0	29,341,700
Federal Mineral Lease	3,034,800	2,881,200	0	2,881,200	168,600	3,049,800
Restricted Revenue	799,600	0	799,400	799,400	(799,400)	0
General Fund Restricted	0	0	2,700	2,700	0	2,700
GFR - Land Exchange Distribution Account	0	302,400	(302,400)	0	222,500	222,500
GFR - Substance Abuse Prevention	0	497,000	(497,000)	0	497,000	497,000
EFR - Interest and Dividends Account	23,019,700	23,009,400	0	23,009,400	0	23,009,400
EFR - Professional Practices	2,173,100	2,168,700	0	2,168,700	0	2,168,700
Local Revenue	633,804,300	590,334,173	40	590,334,213	(13)	590,334,200
Transfers	4,449,557	5,175,100	(2,097,600)	3,077,500	0	3,077,500
Transfers - Medicaid	1,243,743	0	1,065,000	1,065,000	0	1,065,000
Beginning Nonlapsing	22,636,600	45,991,133	15,958,867	61,950,000	(196,200)	61,753,800
Beginning Nonlapsing - Basic Prog	0	6,300,000	0	6,300,000	(6,300,000)	0
Beginning Nonlapsing - Related to Basic	0	4,000,000	0	4,000,000	(4,000,000)	0
Beginning Nonlapsing - Voted and Board	8,000,000	0	0	0	0	0
Closing Nonlapsing	(72,250,000)	(45,991,133)	(15,762,667)	(61,753,800)	0	(61,753,800)
Lapsing Balance	(596,500)	(207,700)	3,900	(203,800)	0	(203,800)
Total	\$3,577,936,786	\$3,367,196,564	\$219,458,040	\$3,586,654,604	(\$69,889,604)	\$3,516,765,000
Agency						
MSP - Basic School Program	1,930,556,336	2,131,215,387	0	2,131,215,387	(87)	2,131,215,300
MSP - Related to Basic Programs	665,938,102	443,758,969	43,928,700	487,687,669	(67,728,569)	419,959,100
MSP - Voted and Board Leeways	377,718,848	387,405,308	40	387,405,348	(48)	387,405,300
School Building Programs	14,499,700	14,399,700	0	14,399,700	100,000	14,499,700
State Board of Education	589,223,800	390,417,200	175,529,300	565,946,500	(2,260,900)	563,685,600
Total	\$3,577,936,786	\$3,367,196,564	\$219,458,040	\$3,586,654,604	(\$69,889,604)	\$3,516,765,000
Categories of Expenditure						
Personnel Services	43,355,100	44,237,500	(2,299,500)	41,938,000	(312,700)	41,625,300
In-state Travel	688,900	733,000	(38,800)	694,200	(1,700)	692,500
Out-of-state Travel	329,400	294,600	33,000	327,600	17,300	344,900
Current Expense	30,459,300	35,176,700	1,553,400	36,730,100	(1,822,400)	34,907,700
DP Current Expense	750,900	788,900	(29,500)	759,400	(4,500)	754,900
DP Capital Outlay	1,872,300	915,300	664,100	1,579,400	204,200	1,783,600
Capital Outlay	0	0	100,000	100,000	(100,000)	0
Other Charges/Pass Thru	3,500,380,886	3,285,050,564	219,475,340	3,504,525,904	(67,869,804)	3,436,656,100
Transfers	100,000	0	0	0	0	0
Total	\$3,577,936,786	\$3,367,196,564	\$219,458,040	\$3,586,654,604	(\$69,889,604)	\$3,516,765,000
Other Data						
Budgeted FTE	643.3	617.0	12.0	629.0	0.0	629.0
Actual FTE	590.3	0.0	0.0	0.0	0.0	0.0
Vehicles	68	71	0	71	0	71
Weighted Pupil Units	745,100.0	764,659.0	66.0	764,725.0	0.0	764,725.0

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.