

Compendium of Budget Information for the 2014 General Session

Public Education Appropriations Subcommittee

Agency: State Board of Education

Function

Article 10, Section 3 of the Utah Constitution states "The general control and supervision of the public education system shall be vested in a State Board of Education." Further, the Constitution reads the "State Board of Education shall appoint a State Superintendent of Public Instruction who shall be the executive officer of the board." The Board and its appointed Superintendent administer the various operating programs and divisions supporting Utah's public education system.

The State Board adopted "Promises to Keep" as its mission and vision in guiding and overseeing Utah's education system. Specifically, the mission of public education is to "keep its constitutional promise by: ensuring literacy and numeracy for all Utah children; providing high quality instruction for all Utah children; establishing curriculum with high standards and relevance for all Utah children; and, requiring effective assessment to inform high quality instruction and accountability." (Utah State Board of Education "Promises to Keep - The Vision and Mission of Utah Public Education," August 7, 2009)

The Board consists of 15 elected members. The State Board of Regents which governs the State's higher education system appoints two Regents to participate as non-voting members of the State Board of Education. Accordingly, two members of the State Board of Education participate as non-voting members of the State Board of Regents. In addition to these members, representatives of the Coalition of Minorities Advisory Committee, Utah College of Applied Technology, State Charter School Board, and the Utah School Board's Association act as advisories to the Board. The operating budget for the State Board of Education may be found in the State Office of Education line item. The program is titled "State Board of Education - Administration".

Funding Detail

The Education Fund was established during the 2006 General Session of the Legislature. House Bill 294 stated that the "Education Fund shall receive all revenues from taxes on intangible property or from a tax on income and shall be designated for public and higher education" (H.B. 294, 2006 General Session). The Education Fund and the General Fund are the two major revenue funds supporting state expenditures.

State funds supporting the public education system come primarily from the Education Fund with the Uniform School Fund (USF) contributing to the Basic School Program in the Minimum School Program. The USF is a special revenue fund that "accounts for all revenues that are required by law to be expended for the public school programs of the state" (UCA 51-5-4).

Historically, the Education Fund and Uniform School Fund have contributed approximately 70 percent of the total revenue that supports the state appropriated public education budget. The other major revenue sources include the Local Property Tax, which contributes approximately 17 percent of the total revenue, and Federal Funds contribute about 10 percent. Other minor revenue sources contribute the remaining three percent to the budget. School districts and charter schools have additional revenues available to them outside the state appropriated budget. For school districts, these additional revenue sources are generated through levying local property taxes.

Three main expenditure categories comprise Utah's public education system. The largest expenditure program in the State budget is the Minimum School Program (MSP). The MSP has total expenditures nearing \$3.4 billion and supports the State's school districts and charter schools. In addition to the MSP, which supports school district operations, the Legislature provides funding for the School Building Program. The School Building Program helps support school building construction or renovation in the districts. Finally, the Public Education Agencies represent state-wide programs that support the education and development of students.

Table 1: Operating and Capital Budget Including Expendable Funds and Accounts

Sources of Finance	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
General Fund	\$3,750,000	\$4,093,800	\$0	\$4,093,800	\$203,900	\$4,297,700
General Fund, One-time	\$20,000	\$250,000	\$300	\$250,300	(\$249,700)	\$600
Uniform School Fund	\$0	\$0	\$0	\$0	\$0	\$0
Uniform School Fund, One-time	\$0	\$0	\$0	\$0	\$0	\$0
Education Fund	\$72,629,400	\$76,669,200	\$0	\$76,669,200	\$8,404,200	\$85,073,400
Education Fund, One-time	\$16,050,000	\$2,632,500	\$217,900	\$2,850,400	(\$1,156,200)	\$1,694,200
Federal Funds	\$429,995,100	\$481,752,700	\$16,000	\$481,768,700	\$333,600	\$482,102,300
American Recovery and Reinvestment Act	\$0	\$0	\$0	\$0	\$0	\$0
Dedicated Credits Revenue	\$6,900,700	\$6,896,400	(\$7,300)	\$6,889,100	\$95,400	\$6,984,500
Interest Income	\$0	\$0	\$0	\$0	\$139,600	\$139,600
Federal Mineral Lease	\$2,945,800	\$3,095,800	\$800	\$3,096,600	\$373,600	\$3,470,200
GFR - Autism Awareness Account	\$5,000	\$5,000	\$0	\$5,000	\$5,000	\$10,000
GFR - Land Exchange Distribution Account	\$222,500	\$236,600	\$0	\$236,600	\$0	\$236,600
GFR - Substance Abuse Prevention	\$497,000	\$499,400	\$100	\$499,500	\$1,500	\$501,000
Interest and Dividends Account	\$536,000	\$536,000	\$1,100	\$537,100	\$69,200	\$606,300

Liquor Tax	\$34,686,700	\$37,251,300	\$8,400	\$37,259,700	\$2,002,600	\$39,262,300
Professional Practices Subfund	\$2,189,300	\$1,772,600	\$100,800	\$1,873,400	\$248,000	\$2,121,400
Trust and Agency Funds	\$0	\$0	\$0	\$0	\$48,300	\$48,300
EFR - Charter School Reserve Account	\$0	\$50,000	\$0	\$50,000	\$0	\$50,000
Land Grant Management Fund	\$0	\$0	\$0	\$0	\$2,000	\$2,000
Transfers	\$4,437,500	\$3,446,900	\$1,178,100	\$4,625,000	\$510,900	\$5,135,900
Transfers - Health	\$0	\$0	\$0	\$0	\$0	\$0
Transfers - Interagency	\$0	\$0	\$0	\$0	\$0	\$0
Transfers - Medicaid	\$772,000	\$1,755,000	(\$561,900)	\$1,193,100	(\$503,100)	\$690,000
School and Inst Trust Fund Mgt Acct	\$0	\$0	\$0	\$0	\$587,000	\$587,000
Repayments	\$0	\$0	\$0	\$0	\$176,200	\$176,200
Beginning Nonlapsing	\$15,941,900	\$15,941,800	\$10,262,200	\$26,204,000	\$11,774,800	\$37,978,800
Closing Nonlapsing	(\$26,204,000)	(\$15,941,800)	(\$5,170,700)	(\$21,112,500)	(\$431,900)	(\$21,544,400)
Lapsing Balance	(\$385,000)	\$0	\$0	\$0	\$0	\$0
Ending Fund Balance	\$0	\$0	\$0	\$0	(\$16,276,400)	(\$16,276,400)
Total	\$564,989,900	\$620,943,200	\$6,045,800	\$626,989,000	\$6,358,500	\$633,347,500

Line Items	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
State Office of Education	\$315,960,200	\$382,125,500	\$896,800	\$383,022,300	\$1,466,900	\$384,489,200
USOE - Initiative Programs	\$22,824,400	\$17,172,400	\$2,527,800	\$19,700,200	\$2,085,100	\$21,785,300
State Charter School Board	\$5,704,300	\$3,089,400	\$21,700	\$3,111,100	\$342,600	\$3,453,700
Utah Charter School Finance Authority	\$0	\$50,000	\$0	\$50,000	\$0	\$50,000
Educator Licensing	\$1,904,500	\$1,772,400	\$100,800	\$1,873,200	\$248,200	\$2,121,400
Child Nutrition	\$181,256,300	\$178,793,600	\$5,400	\$178,799,000	\$2,050,500	\$180,849,500
Fine Arts Outreach	\$3,075,000	\$3,325,000	\$0	\$3,325,000	\$200,000	\$3,525,000
Education Contracts	\$3,258,000	\$3,137,800	\$0	\$3,137,800	\$0	\$3,137,800

Utah Schools for the Deaf and the Blind	\$28,882,200	\$28,877,100	\$2,493,300	\$31,370,400	(\$706,500)	\$30,663,900
Science Outreach	\$2,125,000	\$2,600,000	\$0	\$2,600,000	\$0	\$2,600,000
School and Institutional Trust Fund Office	\$0	\$0	\$0	\$0	\$578,000	\$578,000
Child Nutrition Program Commodities Fund	\$0	\$0	\$0	\$0	\$10,400	\$10,400
Utah Community Center for the Deaf Fund	\$0	\$0	\$0	\$0	\$7,600	\$7,600
Education Tax Check-off Lease Refunding	\$0	\$0	\$0	\$0	\$35,300	\$35,300
Schools for the Deaf and Blind Donation Fund	\$0	\$0	\$0	\$0	\$20,400	\$20,400
Utah Public Education Foundation	\$0	\$0	\$0	\$0	\$20,000	\$20,000
Total	\$564,989,900	\$620,943,200	\$6,045,800	\$626,989,000	\$6,358,500	\$633,347,500

Categories of Expenditure	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
Personnel Services	\$44,602,700	\$45,428,200	\$533,900	\$45,962,100	\$3,465,000	\$49,427,100
In-state Travel	\$635,600	\$638,900	(\$208,600)	\$430,300	\$153,500	\$583,800
Out-of-state Travel	\$416,200	\$349,600	\$27,700	\$377,300	\$33,500	\$410,800
Current Expense	\$37,808,900	\$43,387,200	(\$4,354,100)	\$39,033,100	(\$1,447,600)	\$37,585,500
DP Current Expense	\$1,515,500	\$977,600	\$346,800	\$1,324,400	(\$295,000)	\$1,029,400
DP Capital Outlay	\$592,900	\$779,200	(\$186,300)	\$592,900	\$0	\$592,900
Capital Outlay	\$0	\$0	\$0	\$0	\$0	\$0
Other Charges/Pass Thru	\$479,418,100	\$529,382,500	\$9,886,400	\$539,268,900	\$4,366,200	\$543,635,100
Transfers	\$0	\$0	\$0	\$0	\$0	\$0
Trust and Agency Disbursements	\$0	\$0	\$0	\$0	\$82,900	\$82,900
Total	\$564,989,900	\$620,943,200	\$6,045,800	\$626,989,000	\$6,358,500	\$633,347,500

Other Indicators	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
Budgeted FTE	603	510	71	581	12	594

Actual FTE	555	0	0	0	0	0
Vehicles	70	1	69	70	0	70

COBI contains unaudited data as presented to the Legislature by state agencies at the time of publication. For audited financial data see the State of Utah's Comprehensive Annual Financial Reports.