



Budget Brief: FY 2010 Base Budget Tables

MINIMUM SCHOOL PROGRAM

The Minimum School Program (MSP) provides state-fund support for the operation and maintenance of Utah's public schools. Conceptually, the program is divided into two sub-sections "Above-the-Line" and "Below-the-Line." The Basic School Program (Above-the-Line) is the largest program and the total cost is determined by multiplying the number of Weighted Pupil Units by the Value of the WPU. School districts and charter schools receive Basic Program funding on a formula basis that equalizes state revenues (along with some property-tax revenue) on a weighted pupil basis. The remaining programs are all Below-the-Line (not WPU driven) and include: the Related to Basic School Program, Block Grant Programs, Special Populations, Other Program, Voted & Board Leeways, and One-time Programs. Program funding supports educational programs in the school districts and charter schools reaching over 564,500 students.

BUDGET DETAIL

The FY 2010 base budget for the Minimum School Program is detailed in the table titled "Minimum School Program – 2009 General Session Base Budget" and is a supplement to this brief. Ongoing funding supporting the MSP totals \$2,803,336,656 and includes \$2,200,665,286 from state revenue sources (Uniform School Fund & Uniform School Fund Restricted – Interest and Dividends). The ongoing Uniform School Fund base is approximately 10.6 percent lower than the FY 2009 appropriation from the 2008 General Session. Included in the non-state fund revenue is an additional \$13,219,014 in revenue from the Basic Levy. Property tax revenue supporting the Voted and Board Leeway programs experienced a slight decline as detailed in the table. The \$13.2 million in additional Basic Levy revenue will offset the state cost for student enrollment growth as detailed in the Issue Brief titled "Student Enrollment Growth."

Expenditures by program are detailed in the supplemental table. Expenditure changes include the reduction of \$9 million to the Local Discretionary Block Grant and the Ongoing Locally Determined Reduction of \$252.9 million. These reductions are a result of Legislative Actions taken in the 2008 Special Session and the 2009 General Session.

Estimates indicate that the state will collect approximately \$6.5 million less in interest and dividends off of the permanent school fund.

LEGISLATIVE ACTION

Review and adopt the Minimum School program base budget as detailed in the supplementary table "Minimum School Program – 2009 General Session Base Budget." The Legislature may also consider adopting the following recommendations:

- Adopt the Basic Rate estimate for FY 2010 at 0.001303 to generate \$273,950,764 in local property tax revenue in the school districts to support the Basic School Program.
- Discuss student enrollment growth costs as detailed in the Issue Brief titled "Student Enrollment Growth" and recommend costs to be funded to the Executive Appropriations Committee.
- Consider delaying the Voted & Board Leeway rate change required by statute to offset cost increases for one year.
- Determine the distribution of ongoing budget reductions (see the Ongoing Locally Determined Reduction line) among programs within the Minimum School Program.
- Consider the ongoing impact of programs funded in FY 2009 with one-time revenue sources.

SCHOOL BUILDING PROGRAM

Three programs comprise the School Building Program: the Capital Outlay Foundation Program, the Enrollment Growth Program, and the School Building Revolving Account. These programs assist qualifying school districts in providing school facilities and paying debt service on capital facilities. Only the Foundation and Enrollment Growth Programs receive an ongoing appropriation.

BUDGET DETAIL

The ongoing base budget for the School Building Programs is \$26,470,200. Included in this total is a reduction of \$818,700 taken from the original FY 2009 Appropriation (2008 General Session) during the 2008 Special Session of the Legislature. Also, the School Building Programs received an appropriation of \$15 million one-time for FY 2009, which does not continue into FY 2010. This one-time appropriation was reduced in S.B. 4 (2009 General Session) by \$3,171,700. The program base budget includes \$23,539,300 for the Capital Outlay Foundation Program and \$2,930,900 for the Enrollment Growth Program.

School Building Program						
Sources of Finance	FY 2008	FY 2009		FY 2009		FY 2010*
	Actual	Appropriated	Changes	Revised	Changes	Base Budget
Uniform School Fund	27,288,900	26,470,200	0	26,470,200	0	26,470,200
Uniform School Fund, One-time	50,000,000	15,818,700	(3,171,700)	12,647,000	(12,647,000)	0
Total	\$77,288,900	\$42,288,900	(\$3,171,700)	\$39,117,200	(\$12,647,000)	\$26,470,200
Programs						
Capital Outlay Enrollment Growth Progra	37,930,900	10,430,900	(1,585,800)	8,845,100	(5,914,200)	2,930,900
Capital Outlay Foundation Program	39,358,000	31,858,000	(1,585,900)	30,272,100	(6,732,800)	23,539,300
Total	\$77,288,900	\$42,288,900	(\$3,171,700)	\$39,117,200	(\$12,647,000)	\$26,470,200
Categories of Expenditure						
Other Charges/Pass Thru	77,288,900	42,288,900	(3,171,700)	39,117,200	(12,647,000)	26,470,200
Total	\$77,288,900	\$42,288,900	(\$3,171,700)	\$39,117,200	(\$12,647,000)	\$26,470,200

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

LEGISLATIVE ACTION

Review and adopt the ongoing base budget for the School Building Program as detailed above.

UTAH STATE OFFICE OF EDUCATION

The Utah State Office of Education (USOE) functions as support staff to the State Board of Education and the State Superintendent of Public Instruction. The USOE provides information and direction relating to the policies, procedures, and programs of Utah's public education system. The USOE line item is divided into four management divisions including: Student Achievement and School Success; Data, Assessment, and Accountability; Business Services; and Law, Legislation, and Educational Services. More information about the USOE line item can be found online in the Compendium of Budget Information (COBI) for Public Education.

BUDGET DETAIL

The USOE acts as the fiscal agent for most federal support programs and grants received for public education. Federal revenue contributes approximately 86% of the total USOE budget. The Uniform School Fund provides just over \$27.0 million to the support of USOE, or 10% of the total budget.

Although the total FY2010 base budget for USOE totals \$264,410,100, the actual operating budget of USOE is approximately \$35.8 million. Of the total revenue appropriated to the USOE, approximately 86% is passed on to local school districts and charter schools, with 14% supporting operations, divisions and programs at USOE.

The Budget Detail Table on the following page provides detail on the remaining revenue sources for USOE, as well as the major expenditure categories, operating division budgets.

State Board of Education - State Office of Education

Sources of Finance	FY 2008	FY 2009	Changes	FY 2009	Changes	FY 2010*
	Actual	Appropriated		Revised		Base Budget
General Fund	1,500,000	2,500,000	(187,500)	2,312,500	0	2,312,500
General Fund, One-time	900,000	1,000,000	90,600	1,090,600	(1,090,600)	0
Uniform School Fund	26,214,800	29,629,400	(2,606,800)	27,022,600	0	27,022,600
Uniform School Fund, One-time	2,432,000	2,718,400	1,169,300	3,887,700	(3,887,700)	0
Federal Funds	224,806,600	226,191,100	0	226,191,100	0	226,191,100
Dedicated Credits Revenue	5,520,400	6,079,300	73,200	6,152,500	0	6,152,500
Federal Mineral Lease	3,187,100	845,900	0	845,900	0	845,900
GFR - Land Exchange Distribution Accou	394,000	302,400	0	302,400	0	302,400
GFR - Substance Abuse Prevention	495,900	494,500	0	494,500	0	494,500
USFR - Interest and Dividends Account	283,300	409,700	0	409,700	0	409,700
USFR - Professional Practices	2,000	0	0	0	0	0
Transfers	1,055,500	800	678,100	678,900	0	678,900
Transfers - Interagency	0	748,200	(748,200)	0	0	0
Beginning Nonlapsing	21,960,400	15,160,500	6,443,800	21,604,300	(9,412,300)	12,192,000
Closing Nonlapsing	(21,604,300)	(12,548,200)	356,200	(12,192,000)	0	(12,192,000)
Lapsing Balance	(100,400)	0	(6,800,000)	(6,800,000)	6,800,000	0
Total	\$267,047,300	\$273,532,000	(\$1,531,300)	\$272,000,700	(\$7,590,600)	\$264,410,100
Programs						
Board of Education - Operations	2,011,200	2,017,400	22,900	2,040,300	0	2,040,300
Data and Business Services	1,586,400	8,894,500	(7,615,000)	1,279,500	(46,600)	1,232,900
Law, Legislation and Educational Service	10,831,200	13,725,200	(1,317,700)	12,407,500	(1,158,500)	11,249,000
Student Achievement	252,618,500	248,894,900	7,378,500	256,273,400	(6,385,500)	249,887,900
Total	\$267,047,300	\$273,532,000	(\$1,531,300)	\$272,000,700	(\$7,590,600)	\$264,410,100
Categories of Expenditure						
Personal Services	18,205,400	18,857,900	621,500	19,479,400	0	19,479,400
In-State Travel	303,000	276,900	26,100	303,000	0	303,000
Out of State Travel	283,700	261,400	22,300	283,700	0	283,700
Current Expense	18,890,600	19,687,100	(791,200)	18,895,900	(3,719,200)	15,176,700
DP Current Expense	568,300	722,100	(153,800)	568,300	0	568,300
DP Capital Outlay	31,000	70,300	(39,300)	31,000	0	31,000
Capital Outlay	0	9,500	(9,500)	0	0	0
Other Charges/Pass Thru	228,765,300	233,646,800	(1,207,400)	232,439,400	(3,871,400)	228,568,000
Total	\$267,047,300	\$273,532,000	(\$1,531,300)	\$272,000,700	(\$7,590,600)	\$264,410,100
Other Data						
Budgeted FTE	224.0	226.3	9.7	236.0	0.0	236.0
Vehicles	7.0	7.0	0.0	7.0	0.0	7.0

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

LEGISLATIVE ACTION

The analyst recommends that the subcommittee adopt the FY2010 base budget for the Utah State Office of Education.

UTAH STATE OFFICE OF EDUCATION – INITIATIVE PROGRAMS LINE ITEM

This newly proposed line item to be called “Utah State Office of Education – Initiative Programs” is designed to help track legislative initiative program monies administered through or by the USOE. In order to differentiate between these programs versus the USOE operational budget, it is needful to create this new line item. The information below explains the detail associated with this line item and its programs.

BUDGET DETAIL

The USOE – Initiative Programs will begin by including legislative initiatives that were funded FY 2009 and moving forward with those programs into FY 2010. The following table shows the FY 2010 base budgets, which includes the reductions to programs funded in FY 2009.

State Board of Education - State Office of Education	
	FY 2010*
Sources of Finance	Base Budget
General Fund	2,312,500
General Fund, One-time	0
Uniform School Fund	3,822,700
Uniform School Fund, One-time	0
Total	\$6,135,200
Programs	
Carson Smith Special Needs Scholarship Program	2,312,500
Sound Beginnings	273,500
CTE Online Assessments	388,000
Pro-Start Culinary Program	278,700
Up-Start Early Childhood Education	2,500,000
Financial and Economic Literacy Education	71,000
Head Start State Supplemental	92,500
Paraeducator to Teacher Scholarships	25,000
ASSERT - Utah State Autism Support Services	194,000
Total	\$6,135,200
Categories of Expenditure	
Other Charges/Pass Thru	6,135,200
Total	\$6,135,200

LEGISLATIVE ACTION

The Analyst recommends that the subcommittee approve creation of the new line item called “Utah State Office of Education – Initiative Programs”. This line item will make it possible for the subcommittee to track funding of legislative initiatives administered via the USOE. It will also allow identification of those initiative monies independent of the USOE operational budget.

UTAH STATE OFFICE OF EDUCATION – INDIRECT COST POOL

The Utah State Office of Education operates one Internal Service Fund (ISF) program: The Office of the Superintendent–Indirect Cost Pool (ICP). The ICP funds those programs and individuals who administer the State Office of Education. It supports administrative, accounting, budgeting, purchasing, and government liaison functions of the USOE.

Internal Service Funds are not funded directly through a state fund appropriation, but rather operate by charging the Utah State Office of Education, Utah State Office of Rehabilitation, and Child Nutrition programs to support their operations. Under Utah Code (63-38-3.5), an ISF may not bill another program unless the Legislature reviews the ISF's budget and authorizes its revenue, rates, and FTE level.

The ICP operates by taking a proportion of all federal and state funds that support personal services in the operating sections of USOE and some operating sections of USOR and the Child Nutrition Programs. The rates reflect the percentage amounts allowed by the U.S. Department of Education to support the state administration of federal grants.

BUDGET DETAIL

ISF - Public Education - ISF - USOE Indirect Cost Pool						
	FY 2008	FY 2009		FY 2009		FY 2010*
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Base Budget
Dedicated Credits - Intragvt Rev	4,197,600	4,255,400	508,000	4,763,400	(508,000)	4,255,400
Total	\$4,197,600	\$4,255,400	\$508,000	\$4,763,400	(\$508,000)	\$4,255,400
Programs						
ISF - Superintendent Indirect Cost Pool	4,197,600	4,255,400	508,000	4,763,400	(508,000)	4,255,400
Total	\$4,197,600	\$4,255,400	\$508,000	\$4,763,400	(\$508,000)	\$4,255,400
Categories of Expenditure						
Personal Services	3,259,800	3,832,700	(4,600)	3,828,100	0	3,828,100
In-State Travel	7,400	7,100	300	7,400	0	7,400
Out of State Travel	16,000	11,600	4,400	16,000	0	16,000
Current Expense	944,600	918,800	25,800	944,600	(88,000)	856,600
DP Current Expense	232,000	175,500	56,500	232,000	0	232,000
DP Capital Outlay	5,600	0	5,600	5,600	0	5,600
Total	\$4,465,400	\$4,945,700	\$88,000	\$5,033,700	(\$88,000)	\$4,945,700
Other Data						
Budgeted FTE	40.0	46.0	0.0	46.0	0.0	46.0
Retained Earnings	(911,600)	(1,242,400)	60,500	(1,181,900)	(750,800)	(1,932,700)
Vehicles	1.0	1.0	0.0	1.0	0.0	1.0

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

LEGISLATIVE ACTION

Because the ICP rates could increase or decrease by as much as 2-3 percent, the Legislature may wish to approve the current proposed rates plus 2 percent to accommodate any change. The following rates do not include the 2 percent increase, but are the proposed rates for FY 2010.

- 12.0 percent of personal service costs supported by restricted funds.
- 16.0 percent of personal service costs supported by unrestricted funds.

STATE CHARTER SCHOOL BOARD

The State Charter School Board (SCSB) was created by legislation passed during the 2004 General Session to authorize and promote the establishment of charter schools. The board advises the State Board of Education on charter school issues. A total of 7 members appointed by the Governor sit on the charter school board. The Governor appoints members based on nominations from the State Board of Education. The Charter School Board has an Executive Director and professional staff to support its operations. The State Superintendent appoints the staff director with the consent of the SCSB.

BUDGET DETAIL

Revenue supporting the SCSB comes from two sources, the State's Uniform School Fund and Federal Funds. The Uniform School Fund provides approximately 11 percent of the total revenue supporting the Charter School Board. Of the total \$5,353,700 FY 2008 budget, approximately 86 percent was passed on to the State's charter schools.

State Board of Education - State Charter School Board						
	FY 2008	FY 2009		FY 2009		FY 2010*
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Base Budget
Uniform School Fund	696,900	688,300	(51,700)	636,600	0	636,600
Uniform School Fund, One-time	0	(538,600)	50,400	(488,200)	488,200	0
Federal Funds	5,105,500	5,703,900	(598,400)	5,105,500	0	5,105,500
Beginning Nonlapsing	121,200	569,900	0	569,900	(569,900)	0
Closing Nonlapsing	(569,900)	0	0	0	0	0
Total	\$5,353,700	\$6,423,500	(\$599,700)	\$5,823,800	(\$81,700)	\$5,742,100
Programs						
State Charter School Board	5,353,700	6,423,500	(599,700)	5,823,800	(81,700)	5,742,100
Total	\$5,353,700	\$6,423,500	(\$599,700)	\$5,823,800	(\$81,700)	\$5,742,100
Categories of Expenditure						
Personal Services	517,000	787,000	(220,100)	566,900	(8,200)	558,700
In-State Travel	16,900	19,300	(2,400)	16,900	0	16,900
Out of State Travel	22,800	13,500	9,300	22,800	(17,800)	5,000
Current Expense	58,700	114,000	(55,300)	58,700	(25,700)	33,000
DP Current Expense	9,400	3,800	5,600	9,400	0	9,400
Other Charges/Pass Thru	4,728,900	5,485,900	(336,800)	5,149,100	(30,000)	5,119,100
Total	\$5,353,700	\$6,423,500	(\$599,700)	\$5,823,800	(\$81,700)	\$5,742,100
Other Data						
Budgeted FTE	5.0	6.5	-0.5	6.0	0.0	6.0

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

LEGISLATIVE ACTION

The Analyst recommends that the subcommittee approve the FY 2010 base budget for the State Charter School Board as shown in the budget detail table above.

EDUCATOR LICENSING

The Educator Licensing line item was established by the Legislature in the 2007 General Session to contain all revenue from teacher licensing fees deposited into the Professional Practices Restricted Account. This action has made it possible for the USOE to account for the proper cost associated with issuing teacher licenses and also to pay for the Educator Licensing section FTEs with revenue generated and dedicated for that purpose, pursuant to statute.

BUDGET DETAIL

Educator Licensing contains as a line item only revenues generated from fees charged for teacher licenses. As mentioned above, these revenues are designed to cover expenses for all FTEs within the Educator Licensing section. Due to the same fee schedule and unchanged quantity of licenses approved in the fee schedule, appropriated revenue for this section has been the same FY 2008-2010. Any additional revenues beyond what was appropriated lapse yearly back into the Professional Practices Restricted Subaccount of the Uniform School Fund.

State Board of Education - Educator Licensing						
Sources of Finance	FY 2008	FY 2009		FY 2009		FY 2010*
	Actual	Appropriated	Changes	Revised	Changes	Base Budget
USFR - Professional Practices	1,432,800	1,465,900	0	1,465,900	0	1,465,900
Lapsing Balance	(305,300)	0	(156,600)	(156,600)	0	(156,600)
Total	\$1,127,500	\$1,465,900	(\$156,600)	\$1,309,300	\$0	\$1,309,300
Programs						
Educator Licensing	1,127,500	1,465,900	(156,600)	1,309,300	0	1,309,300
Total	\$1,127,500	\$1,465,900	(\$156,600)	\$1,309,300	\$0	\$1,309,300
Categories of Expenditure						
Personal Services	666,900	800,100	23,800	823,900	0	823,900
In-State Travel	5,900	4,300	1,600	5,900	0	5,900
Out of State Travel	7,500	5,900	1,600	7,500	0	7,500
Current Expense	351,300	572,300	(220,900)	351,400	0	351,400
DP Current Expense	5,800	5,400	400	5,800	0	5,800
Other Charges/Pass Thru	90,100	77,900	36,900	114,800	0	114,800
Total	\$1,127,500	\$1,465,900	(\$156,600)	\$1,309,300	\$0	\$1,309,300
Other Data						
Budgeted FTE	11.0	11.2	0.8	12.0	0.0	12.0

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

LEGISLATIVE ACTION

The Analyst's recommendation is that the Legislature adopt the fee schedule plan for Educator Licensing FY 2010, as presented in the Educator Licensing Budget Brief and the budget as detailed above.

CHILD NUTRITION PROGRAMS

Child Nutrition Programs represent a series of federal assistance programs designed to provide high quality, nutritionally well-balanced meals and develop nutrition awareness among students. Programs include: National School Lunch Program, National School Breakfast Program, Summer Food Service Program, Special Milk Program, After School Snack Program, Food Distribution Program, Child and Adult Care Food Program. The programs offer low cost or free meals to children in public and non-profit private schools.

BUDGET DETAIL

In FY 2008, eighty-one percent of the revenue supporting the Child Nutrition Programs came from the federal government. The programs collected \$25,639,900 in dedicated credits revenue generated through the state tax on liquor. In FY2008, dedicated credits supported almost nineteen percent of the total Child Nutrition budget. The remaining revenue supporting the Child Nutrition Programs comes from the Uniform School Fund in the amount of \$163,400. The Uniform School Fund appropriation supports the personnel costs associated with the Food Distribution Program (often referred to as the commodities program) operated by the Child Nutrition section at the USOE.

Over ninety-nine percent of the revenue supporting Child Nutrition Programs is passed on to local school districts to support school meal programs.

State Board of Education - Child Nutrition						
Sources of Finance	FY 2008	FY 2009	Changes	FY 2009	Changes	FY 2010*
	Actual	Appropriated		Revised		Base Budget
Uniform School Fund	163,400	163,200	(12,200)	151,000	0	151,000
Uniform School Fund, One-time	0	1,000	5,900	6,900	(6,900)	0
Federal Funds	109,804,700	107,448,500	6,872,500	114,321,000	0	114,321,000
Dedicated Credits Revenue	25,639,900	21,611,700	0	21,611,700	0	21,611,700
Beginning Nonlapsing	5,300	3,900	0	3,900	(3,900)	0
Closing Nonlapsing	(3,900)	0	0	0	0	0
Total	\$135,609,400	\$129,228,300	\$6,866,200	\$136,094,500	(\$10,800)	\$136,083,700
Programs						
Child Nutrition	135,609,400	129,228,300	6,866,200	136,094,500	(10,800)	136,083,700
Total	\$135,609,400	\$129,228,300	\$6,866,200	\$136,094,500	(\$10,800)	\$136,083,700
Categories of Expenditure						
Personal Services	1,469,700	1,656,400	231,200	1,887,600	0	1,887,600
In-State Travel	20,500	19,100	1,400	20,500	0	20,500
Out of State Travel	35,100	28,100	7,000	35,100	0	35,100
Current Expense	685,000	727,100	(42,100)	685,000	(12,200)	672,800
DP Current Expense	9,300	25,700	(16,400)	9,300	0	9,300
DP Capital Outlay	234,100	18,500	215,600	234,100	0	234,100
Other Charges/Pass Thru	133,155,700	126,753,400	6,469,500	133,222,900	1,400	133,224,300
Total	\$135,609,400	\$129,228,300	\$6,866,200	\$136,094,500	(\$10,800)	\$136,083,700
Other Data						
Budgeted FTE	24.0	26.0	1.0	27.0	0.0	27.0
Vehicles	1.0	1.0	0.0	1.0	0.0	1.0

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

LEGISLATIVE ACTION

The Analyst recommends that the subcommittee approve the FY2010 base budget for the Child Nutrition Programs line item.

EDUCATION CONTRACTS

The Education Contracts program provides funding for the education of students in state custody. The Utah State Board of Education contracts with various local school districts to provide educational services to these students. Educational services are provided through two programs, the Youth Center and Corrections Institutions. The Youth Center is located in Provo at the State Hospital. Corrections Institutions program provides educational services throughout the state, primarily at the state prisons in Draper and Gunnison.

BUDGET DETAIL

Revenue to support the programs in Education Contracts comes entirely from the Uniform School Fund. All revenue supports the education of individuals in the custody of the state and is passed through to the school districts providing those services.

State Board of Education - Educational Contracts						
Sources of Finance	FY 2008 Actual	FY 2009 Appropriated	Changes	FY 2009 Revised	Changes	FY 2010* Base Budget
Uniform School Fund	3,854,800	3,739,200	(289,100)	3,450,100	0	3,450,100
Uniform School Fund, One-time	0	115,600	134,900	250,500	(250,500)	0
Total	\$3,854,800	\$3,854,800	(\$154,200)	\$3,700,600	(\$250,500)	\$3,450,100
Programs						
Corrections Institutions	2,701,600	2,701,600	(154,200)	2,547,400	(250,500)	2,296,900
Youth Center	1,153,200	1,153,200	0	1,153,200	0	1,153,200
Total	\$3,854,800	\$3,854,800	(\$154,200)	\$3,700,600	(\$250,500)	\$3,450,100
Categories of Expenditure						
Current Expense	15,200	0	15,200	15,200	0	15,200
Other Charges/Pass Thru	3,839,600	3,854,800	(169,400)	3,685,400	(250,500)	3,434,900
Total	\$3,854,800	\$3,854,800	(\$154,200)	\$3,700,600	(\$250,500)	\$3,450,100

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

LEGISLATIVE ACTION

The Analyst recommends that the subcommittee approve the FY 2010 base budget for the Education Contracts line item.

FINE ARTS OUTREACH

The state supported education outreach programs provide a mechanism for Utah's professional art organizations to assist in teaching Utah's fine arts curriculum in the public schools. Professional organizations match state revenues to support and enhance the delivery of art education through demonstrations, performances, presentations, and educational activities in the schools. The program ensures that each of the school districts have the opportunity to receive services in a balanced and comprehensive manner over three years. Schools receive services through three programs: the Professional Outreach Program in the Schools (POPS), a Request for Proposal (RFP) program, and a Subsidy program.

BUDGET DETAIL

The FY 2010 base budget includes a total appropriation of \$2,759,000 which supports all three outreach programs.

State Board of Education - Fine Arts Outreach						
	FY 2008	FY 2009		FY 2009		FY 2010*
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Base Budget
Uniform School Fund	2,989,600	2,998,200	(239,200)	2,759,000	0	2,759,000
Uniform School Fund, One-time	114,000	191,400	115,600	307,000	(307,000)	0
Total	\$3,103,600	\$3,189,600	(\$123,600)	\$3,066,000	(\$307,000)	\$2,759,000
Programs						
Professional Outreach Programs	2,965,100	3,065,100	(121,500)	2,943,600	(301,200)	2,642,400
Requests for Proposals	70,000	70,000	0	70,000	(2,100)	67,900
Subsidy Program	68,500	54,500	(2,100)	52,400	(3,700)	48,700
Total	\$3,103,600	\$3,189,600	(\$123,600)	\$3,066,000	(\$307,000)	\$2,759,000
Categories of Expenditure						
Current Expense	0	5,000	(5,000)	0	0	0
Other Charges/Pass Thru	3,103,600	3,184,600	(118,600)	3,066,000	(307,000)	2,759,000
Total	\$3,103,600	\$3,189,600	(\$123,600)	\$3,066,000	(\$307,000)	\$2,759,000

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

LEGISLATIVE ACTION

The Analyst recommends that the Legislature adopt the ongoing base budget for the Fine Arts Outreach Program as detailed in the table above. In the case of further required reductions, or to mitigate the impact of reductions already made on the POPS program, the Legislature may consider eliminating funding for the RFP program.

SCIENCE OUTREACH

The Science Education Outreach program assists Utah's professional science organizations in providing their expertise in teaching the State's science core curriculum in the public schools. Professional organizations match state revenues to support and enhance the delivery of science education through demonstrations, presentations, and educational activities in the public schools. The program ensures that each of the school districts have the opportunity to receive services in a balanced and comprehensive manner over three years. Schools receive services through three programs: the Informal Science Education Enhancement (iSEE), a Request for Proposal (RFP) program, and a Science Enhancement program.

BUDGET DETAIL

The FY 2010 base budget includes a total appropriation of \$1,821,300 which supports the three Science Outreach Programs.

State Board of Education - Science Outreach						
	FY 2008	FY 2009		FY 2009		FY 2010*
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Base Budget
Uniform School Fund	1,689,400	1,964,100	(156,700)	1,807,400	0	1,807,400
Uniform School Fund, One-time	0	111,400	75,700	187,100	(187,100)	0
Beginning Nonlapsing	12,000	13,900	100	14,000	(100)	13,900
Closing Nonlapsing	(14,000)	0	(100)	(100)	100	0
Total	\$1,687,400	\$2,089,400	(\$81,000)	\$2,008,400	(\$187,100)	\$1,821,300
Programs						
Informal Science Education Enhancement	1,079,400	1,479,400	(81,000)	1,398,400	(168,800)	1,229,600
Requests for Proposals	178,000	180,000	0	180,000	(5,400)	174,600
Science Enhancement	430,000	430,000	0	430,000	(12,900)	417,100
Total	\$1,687,400	\$2,089,400	(\$81,000)	\$2,008,400	(\$187,100)	\$1,821,300
Categories of Expenditure						
Other Charges/Pass Thru	1,687,400	2,089,400	(81,000)	2,008,400	(187,100)	1,821,300
Total	\$1,687,400	\$2,089,400	(\$81,000)	\$2,008,400	(\$187,100)	\$1,821,300

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

LEGISLATIVE ACTION

The Analyst recommends that the Legislature adopt the ongoing base budget for the Science Outreach Programs as detailed in the table above.

UTAH SCHOOLS FOR THE DEAF AND THE BLIND

The Utah Schools for the Deaf and the Blind (USDB) were established in 1896 to meet the educational needs of children with hearing or visual impairments. The purpose of the schools is to provide direct and indirect educational services to children with sensory impairments, and their families, from birth through age 21. USDB services are extended to those who are deaf, hard of hearing, blind, visually impaired or deaf-blind. As of fall 2008, USDB was serving nearly 2,200 students and infants with sensory loss. Students are educated in self-contained classrooms, residential services, and via consultations in local school districts.

USDB has established geographical service regions in Ogden (North), Salt Lake City (Central), and Orem (South). It also houses the Utah State Instructional Materials Access Center (USIMAC), which aids local education agencies in meeting the requirements of the Individuals with Disabilities Education Improvement Act of 2004 (IDEA) for the provision of accessible instructional materials.

BUDGET DETAIL

The Utah Schools for the Deaf and Blind receives almost 83 percent of its operating revenue from the Uniform School Fund. The remaining revenue supporting USDB operations comes from dedicated credits generated primarily through contracted services, a small portion of federal funds and revenue transfers (including federal fund revenue transfers) from other agencies. These agencies include the Utah State Office of Education, Child Nutrition Programs, and the Utah Department of Health.

The total USDB budget slightly exceeds \$28 million. Funding information shown in the Budget Detail Table below does not include appropriation increases recommended by the Analyst or other increases that may be added later by the Legislature.

State Board of Education - Utah Schools for the Deaf and the Blind						
	FY 2008	FY 2009		FY 2009		FY 2010*
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Base Budget
Uniform School Fund	23,537,900	23,649,700	(1,773,700)	21,876,000	0	21,876,000
Uniform School Fund, One-time	0	1,501,500	857,300	2,358,800	(2,358,800)	0
Federal Funds	123,700	184,700	(18,300)	166,400	0	166,400
Dedicated Credits Revenue	542,100	735,400	610,900	1,346,300	0	1,346,300
Transfers	4,255,300	4,064,000	1,003,700	5,067,700	(400,700)	4,667,000
Beginning Nonlapsing	836,500	0	1,960,000	1,960,000	119,700	2,079,700
Closing Nonlapsing	(768,600)	0	(1,392,100)	(1,392,100)	(119,700)	(1,511,800)
Total	\$28,526,900	\$30,135,300	\$1,247,800	\$31,383,100	(\$2,759,500)	\$28,623,600
Programs						
Instructional Services	16,726,800	17,809,300	799,800	18,609,100	(1,248,300)	17,360,800
Support Services	11,800,100	12,326,000	448,000	12,774,000	(1,511,200)	11,262,800
Total	\$28,526,900	\$30,135,300	\$1,247,800	\$31,383,100	(\$2,759,500)	\$28,623,600
Categories of Expenditure						
Personal Services	22,049,100	23,393,000	1,420,300	24,813,300	(1,143,100)	23,670,200
In-State Travel	470,300	390,200	123,100	513,300	0	513,300
Out of State Travel	85,200	36,600	8,300	44,900	(4,900)	40,000
Current Expense	5,644,700	6,130,600	(449,600)	5,681,000	(1,521,100)	4,159,900
DP Current Expense	255,100	171,900	73,400	245,300	(22,100)	223,200
Capital Outlay	22,500	13,000	72,300	85,300	(68,300)	17,000
Total	\$28,526,900	\$30,135,300	\$1,247,800	\$31,383,100	(\$2,759,500)	\$28,623,600
Other Data						
Budgeted FTE	371.0	400.2	20.8	421.0	-25.0	396.0
Vehicles	62.0	62.0	0.0	62.0	0.0	62.0

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

USDB INSTITUTIONAL COUNCIL

The Utah Schools for the Deaf and the Blind – Institutional Council acts as an advisory panel to the State Board of Education and State Superintendent when considering the educational needs of the deaf, blind, and deaf/blind students in the state. The council also provides input on USDB staff positions, school policy, budget, operations, and any other duties as delegated by the State Board of Education.

BUDGET DETAIL

The USDB – Institutional Council line item receives all of its revenue from the collection of dedicated credits. These dedicated credits are the interest and dividends earned off the investment of the permanent fund created for the education of the hearing and visually impaired.

USDB receives interest earning from the Permanent Land Grant according to the enabling act of Utah and as directed in state statute. The nature of the interest earnings is such that from one year to the next it is difficult to forecast revenues for budgeting purposes. The Legislature conducted a performance audit of USDB in 2004. The recommendations of that audit included the strategy of collecting the interest earnings of the prior fiscal year for use in the upcoming fiscal year to ensure reliable funding levels for budgeting. USDB is then to plan and expend 80% of those funds for the upcoming fiscal year. The remaining 20% was considered a reasonable amount to set aside for unforeseen financial commitments of the school as new students enroll and IEP commitments change.

It is estimated for FY 2010 that there will be \$611,000 in dedicated credits revenue—thus, the 80% to be expended from the base budget for FY 2010 is estimated to be \$488,800; the 20% for unforeseen financial commitments of the school is the remaining amount of \$122,200.

The table below provides additional budget detail for the line item.

State Board of Education - USDB - Institutional Council						
	FY 2008	FY 2009		FY 2009		FY 2010*
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Base Budget
Dedicated Credits Revenue	860,700	611,000	0	611,000	0	611,000
Beginning Nonlapsing	929,100	600,000	672,400	1,272,400	(672,400)	600,000
Closing Nonlapsing	(1,272,400)	(600,000)	(792,100)	(1,392,100)	792,100	(600,000)
Total	\$517,400	\$611,000	(\$119,700)	\$491,300	\$119,700	\$611,000
Programs						
Institutional Council	517,400	611,000	(119,700)	491,300	119,700	611,000
Total	\$517,400	\$611,000	(\$119,700)	\$491,300	\$119,700	\$611,000
Categories of Expenditure						
Personal Services	398,700	480,300	(4,300)	476,000	135,000	611,000
In-State Travel	200	300	0	300	(300)	0
Current Expense	112,600	13,000	(600)	12,400	(12,400)	0
DP Current Expense	5,900	2,000	600	2,600	(2,600)	0
Capital Outlay	0	115,400	(115,400)	0	0	0
Total	\$517,400	\$611,000	(\$119,700)	\$491,300	\$119,700	\$611,000
Other Data						
Budgeted FTE	6.0	7.0	-1.0	6.0	0.0	6.0

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