PUBLIC EDUCATION BASE BUDGET AMENDMENTS

2017 GENERAL SESSION

STATE OF UTAH

LONG TITLE

General Description:
This bill appropriates funds for the support and operation of public education for the fiscal year beginning July 1, 2017, and ending June 30, 2018.

Highlighted Provisions:
This bill:
- provides appropriations for the use and support of state education agencies;
- provides appropriations for the use and support of school districts and charter schools;
- sets the value of the weighted pupil unit (WPU) initially at $3,184 for fiscal year 2018;
- sets the estimated minimum basic tax rate at .001596 for fiscal year 2018; and
- provides appropriations for other purposes as described.

Money Appropriated in this Bill:
This bill appropriates for fiscal year 2018:
- $4,309,500 from the General Fund;
- $23,000,000 from the Uniform School Fund;
- $3,048,635,500 from the Education Fund; and
- $1,523,188,100 from various sources as detailed in this bill.

This bill appropriates $1,511,400 in expendable funds and accounts for fiscal year 2018.

This bill appropriates $78,000,000 in restricted fund and account transfers for fiscal year 2018, including:
- $3,000,000 from the General Fund; and
- $75,000,000 from the Education Fund.

This bill appropriates $147,900 in fiduciary funds for fiscal year 2018.

Other Special Clauses:
This bill provides a special effective date.
Be it enacted by the Legislature of the state of Utah:

Section 1. Section 53A-17a-135 is amended to read:

53A-17a-135. Minimum basic tax rate -- Certified revenue levy.

(1) As used in this section, "basic levy increment rate" means a tax rate that will generate an amount of revenue equal to $75,000,000.

(2) (a) In order to qualify for receipt of the state contribution toward the basic program and as its contribution toward its costs of the basic program, each school district shall impose a minimum basic tax rate per dollar of taxable value that generates $399,041,300 in revenues statewide.

(b) The preliminary estimate for the 2017-18 minimum basic tax rate is .001596.

(c) The State Tax Commission shall certify on or before June 22 the rate that generates $399,041,300 in revenues statewide.

(d) If the minimum basic tax rate exceeds the certified revenue levy as defined in Section 53A-17a-103, the state is subject to the notice requirements of Section 59-2-926.

(3) (a) The state shall contribute to each district toward the cost of the basic program in the district that portion which exceeds the proceeds of the difference between:

(i) the minimum basic tax rate to be imposed under Subsection (2); and

(ii) the basic levy increment rate.

(b) In accordance with the state strategic plan for public education and to fulfill its responsibility for the development and implementation of that plan, the Legislature instructs the State Board of Education, the governor, and the Office of Legislative Fiscal Analyst in each of the coming five years to develop budgets that will fully fund student enrollment growth.

(4) (a) If the difference described in Subsection (3)(a) equals or exceeds the cost of the basic program in a school district, no state contribution shall be made to the basic program.
(b) The proceeds of the difference described in Subsection (3)(a) that exceed the cost of the basic program shall be paid into the Uniform School Fund as provided by law.

(5) The State Board of Education shall:

(a) deduct from state funds that a school district is authorized to receive under this chapter an amount equal to the proceeds generated within the school district by the basic levy increment rate; and

(b) deposit the money described in Subsection (5)(a) into the Minimum Basic Growth Account created in Section 53A-17a-135.1.

Section 2. Appropriations for state education agencies, school districts, and charter schools -- Value of weighted pupil unit.

(1) The following sums of money are appropriated for the fiscal year beginning July 1, 2017, and ending June 30, 2018. These are additions to amounts previously appropriated for fiscal year 2018. Under the terms and conditions of Title 63J, Chapter 1, Budgetary Procedures Act, the Legislature appropriates the following sums of money from the funds or accounts indicated for the use and support of the government of the state of Utah.

(2) The value of the weighted pupil unit for fiscal year 2018 is initially set at $3,184.

ITEM 1

To State Board of Education - Minimum School Program - Basic School Program

<table>
<thead>
<tr>
<th>From Uniform School Fund</th>
<th>23,000,000</th>
</tr>
</thead>
<tbody>
<tr>
<td>From Education Fund</td>
<td>2,273,000,500</td>
</tr>
<tr>
<td>From Local Revenue</td>
<td>399,041,300</td>
</tr>
<tr>
<td>From Beginning Nonlapsing Balances</td>
<td>11,042,700</td>
</tr>
<tr>
<td>From Closing Nonlapsing Balances</td>
<td>(11,042,700)</td>
</tr>
</tbody>
</table>

Schedule of Programs:

Kindergarten (27,529 WPUs) | 87,652,300 |
Grades 1 - 12 (576,394 WPUs) | 1,842,013,000 |
Foreign Exchange (328 WPUs) | 1,044,400 |
Necessarily Existent Small Schools
   (9,514 WPUs) | 30,292,700 |
Professional Staff (55,577 WPUs) | 176,957,200 |
Administrative Costs (1,490 WPUs) | 4,744,200 |
<table>
<thead>
<tr>
<th>Item</th>
<th>Program Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>95</td>
<td>Special Education - Add-On (77,514 WPUs)</td>
<td>246,804,500</td>
</tr>
<tr>
<td>96</td>
<td>Special Education - Preschool</td>
<td></td>
</tr>
<tr>
<td>97</td>
<td>(10,238 WPUs)</td>
<td>32,597,800</td>
</tr>
<tr>
<td>98</td>
<td>Special Education - Self-Contained</td>
<td></td>
</tr>
<tr>
<td>99</td>
<td>(13,940 WPUs)</td>
<td>44,385,000</td>
</tr>
<tr>
<td>100</td>
<td>Special Education - Extended School Year</td>
<td></td>
</tr>
<tr>
<td>101</td>
<td>(429 WPUs)</td>
<td>1,365,900</td>
</tr>
<tr>
<td>102</td>
<td>Special Education - Impact Aid</td>
<td></td>
</tr>
<tr>
<td>103</td>
<td>(2,016 WPUs)</td>
<td>6,418,900</td>
</tr>
<tr>
<td>104</td>
<td>Special Education - Intensive Services</td>
<td></td>
</tr>
<tr>
<td>105</td>
<td>(397 WPUs)</td>
<td>1,264,000</td>
</tr>
<tr>
<td>106</td>
<td>Special Education - Extended Year for Special Educators (909 WPUs)</td>
<td>2,894,300</td>
</tr>
<tr>
<td>107</td>
<td>Career and Technical Education - Add-On</td>
<td></td>
</tr>
<tr>
<td>108</td>
<td>(28,040 WPUs)</td>
<td>89,279,400</td>
</tr>
<tr>
<td>109</td>
<td>Class Size Reduction (39,990 WPUs)</td>
<td>127,328,200</td>
</tr>
</tbody>
</table>

**ITEM 2**

To State Board of Education - Minimum School Program - Related to Basic School Programs:

<table>
<thead>
<tr>
<th>Item</th>
<th>Program Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>114</td>
<td>From Education Fund</td>
<td>531,326,900</td>
</tr>
<tr>
<td>115</td>
<td>From Interest and Dividends Account</td>
<td>45,000,000</td>
</tr>
<tr>
<td>116</td>
<td>From Beginning Nonlapsing Balances</td>
<td>17,765,200</td>
</tr>
<tr>
<td>117</td>
<td>From Closing Nonlapsing Balances</td>
<td>(17,765,200)</td>
</tr>
</tbody>
</table>

Schedule of Programs:

<table>
<thead>
<tr>
<th>Item</th>
<th>Program Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>119</td>
<td>To and From School - Pupil Transportation</td>
<td>79,265,300</td>
</tr>
<tr>
<td>120</td>
<td>Pupil Transportation Grants for Unsafe Routes</td>
<td>500,000</td>
</tr>
<tr>
<td>121</td>
<td>Guarantee Transportation Program</td>
<td>500,000</td>
</tr>
<tr>
<td>122</td>
<td>Flexible Allocation - WPU Distribution</td>
<td>7,788,000</td>
</tr>
<tr>
<td>123</td>
<td>Enhancement for At-Risk Students</td>
<td>26,539,500</td>
</tr>
<tr>
<td>124</td>
<td>Youth in Custody</td>
<td>21,505,000</td>
</tr>
</tbody>
</table>

*4*
126 Adult Education 10,563,900
127 Enhancement for Accelerated Students 4,764,000
128 Centennial Scholarship Program 250,000
129 Concurrent Enrollment 10,209,200
130 Title I Schools Paraeducators Program 300,000
131 School LAND Trust Program 45,000,000
132 Charter School Local Replacement 135,356,000
133 Charter School Administration 7,463,700
134 K-3 Reading Improvement 15,000,000
135 Educator Salary Adjustments 167,094,400
136 USFR Teacher Salary Supplement Restricted Account 6,799,900
137 School Library Books and Electronic Resources 850,000
138 Matching Fund for School Nurses 1,002,000
139 Critical Languages and Dual Immersion 2,956,000
140 USTAR Centers (Year-Round Math and Science) 6,200,000
141 Beverley Taylor Sorenson Elementary Arts 8,880,000
142 Early Intervention 7,500,000
143 Digital Teaching and Learning Program 10,040,000

ITEM 3

To State Board of Education - Minimum School Program - Voted and Board Local Levy Programs

150 From Education Fund 123,416,200
151 From Education Fund Restricted - Minimum Basic Growth Account 56,250,000
152 From Local Revenue 414,776,500
153 Schedule of Programs:

155 Voted Local Levy Program 444,226,900
156 Board Local Levy Program 135,215,800
Board Local Levy Program - Reading  
Improvement 15,000,000  

ITEM 4  
To State Board of Education - School Building Programs  
From Education Fund 14,499,700  
From Education Fund Restricted - Minimum Basic Growth Account 18,750,000  
Schedule of Programs:  
Foundation Program 27,610,900  
Enrollment Growth Program 5,638,800  

ITEM 5  
To State Board of Education - State Administrative Office  
From General Fund 307,800  
From Education Fund 35,289,900  
From Federal Funds 340,891,900  
From Dedicated Credits Revenue 6,008,900  
From General Fund Restricted - Mineral Lease 1,688,500  
From General Fund Restricted - Land Exchange Distribution Account 16,900  
From General Fund Restricted - Substance Abuse Prevention 506,400  
From Interest and Dividends Account 635,100  
From Land Grant Management Fund 2,000  
From Revenue Transfers 1,482,500  
Schedule of Programs:  
Assessment and Accountability 17,895,500  
Educational Equity 128,300  
Board and Administration 13,627,100  
Business Services 972,200  
Career and Technical Education 20,581,900  
District Computer Services 6,307,100  
Federal Elementary and Secondary Education
ITEM 6

To State Board of Education - Minimum School Program Categorical Program

Administration

From Education Fund 1,442,500
From Revenue Transfers (148,700)
From Beginning Nonlapsing Balances 100
From Closing Nonlapsing Balances (200)

Schedule of Programs:

CTE Comprehensive Guidance 150,300
Enhancement for At-Risk Students 257,100
Youth-In-Custody 404,800
Adult Education 206,100
Dual Immersion 181,000
Beverley Taylor Sorenson Elementary Arts 94,400

ITEM 7

To State Board of Education - Initiative Programs

From General Fund 4,001,700
From Education Fund 27,616,000
From General Fund Restricted - Autism Awareness Account 10,000
From Revenue Transfers (68,300)
From Beginning Nonlapsing Balances 40,200
From Closing Nonlapsing Balances (40,200)
Schedule of Programs:

Contracts and Grants 300,000
Electronic High School 2,600
Upstart Early Childhood Education 6,263,900
ProStart Culinary Arts Program 403,100
CTE Online Assessments 341,000
General Financial Literacy 178,000
Carson Smith Scholarships 3,981,100
Paraeducator to Teacher Scholarships 24,500
Electronic Elementary Reading Tool 2,100,000
ELL Software Licenses 3,000,000
Autism Awareness 10,000
Early Intervention 4,600,000
Peer Assistance 400,000
Intergenerational Poverty Interventions 1,000,000
School Turnaround and Leadership
Development Act 6,974,800
Partnerships for Student Success 1,980,400

ITEM 8
To State Board of Education - State Charter School Board
From Education Fund 3,854,400
From Revenue Transfers (181,600)
Schedule of Programs:
State Charter School Board 3,672,800

ITEM 9
To State Board of Education - Utah Charter School Finance Authority
From Education Fund Restricted - Charter School Reserve Account 50,000
Schedule of Programs:
Utah Charter School Finance Authority 50,000

ITEM 10
To State Board of Education - Educator Licensing Professional Practices
250 From Professional Practices Restricted Subfund 2,423,000
251 From Revenue Transfers (317,500)
252 Schedule of Programs:
253 Educator Licensing 2,105,500
254 ITEM 11
255 To State Board of Education - Child Nutrition
256 From Education Fund 143,800
257 From Federal Funds 159,619,700
258 From Dedicated Credit - Liquor Tax 39,262,300
259 From Revenue Transfers (321,600)
260 Schedule of Programs:
261 Child Nutrition 198,704,200
262 ITEM 12
263 To State Board of Education - Child Nutrition - Federal Commodities
264 From Federal Funds 19,159,300
265 Schedule of Programs:
266 Child Nutrition - Federal Commodities 19,159,300
267 ITEM 13
268 To State Board of Education - Fine Arts Outreach
269 From Education Fund 3,925,000
270 Schedule of Programs:
271 Professional Outreach Programs 3,871,000
272 Subsidy Program 54,000
273 ITEM 14
274 To State Board of Education - Science Outreach
275 From Education Fund 4,390,000
276 Schedule of Programs:
277 Informal Science Education Enhancement 4,115,000
278 Provisional Program 225,000
279 Integrated Student and New Facility Learning 50,000
- 9 -
ITEM 15

To State Board of Education - Educational Contracts

- From Education Fund: $3,140,300

Schedule of Programs:
- Youth Center: $1,153,200
- Corrections Institutions: $1,987,100

ITEM 16

To State Board of Education - Utah Schools for the Deaf and the Blind

- From Education Fund: $26,470,300
- From Federal Funds: $99,100
- From Dedicated Credits Revenue: $1,581,300
- From Revenue Transfers: $5,671,700
- From Beginning Nonlapsing Balances: $1,955,100
- From Closing Nonlapsing Balances: $(507,600)

Schedule of Programs:
- Educational Services: $16,037,500
- Support Services: $19,232,400

ITEM 17

To State Board of Education - Teaching and Learning

- From Education Fund: $120,000
- From Revenue Transfers: $8,974,800

Schedule of Programs:
- Student Access to High Quality School Readiness Programs: $9,094,800

The Legislature intends that:

(1) for fiscal years 2018 and 2019, the Department of Workforce Services shall allocate up to $11,000,000 of Temporary Assistance for Needy Families funding to fund programs described in Title 53A, Chapter 1b, Part 2, Expanded Access to High Quality School Readiness Programs Act;

(2) the State Board of Education shall use funds appropriated from Revenue Transfer - Temporary Assistance for Need Families consistent with federal requirements for those funds;
and

(3) the State Board of Education may:

(a) use up to $140,000 of the appropriation to the State Board of Education to contract
with an independent evaluator to conduct an evaluation, as required by Section 53A-1b-208;

(b) use up to $2,000,000 of the appropriation to the State Board of Education to provide
grants for home-based technology school readiness programs, as described in Section
53A-1b-205; and

(c) use the ongoing appropriation to the State Board of Education from the Education
Fund for administrative costs.

ITEM 18

To School and Institutional Trust Fund Office

From School and Institutional Trust Fund Management Account 877,800
From Lapsing Balance (600)

Schedule of Programs:

School and Institutional Trust Fund Office 877,200

Section 3. Expendable funds and accounts.

The Legislature has reviewed the following expendable funds. Where applicable, the
Legislature authorizes the State Division of Finance to transfer amounts among funds and
accounts as indicated. Outlays and expenditures from the recipient funds or accounts may be
made without further legislative action according to a fund or account's applicable authorizing
statute.

ITEM 19

To State Board of Education - Charter School Revolving Account

From Interest Income 56,200
From Repayments 1,511,400
From Beginning Nonlapsing Balances 6,989,300
From Closing Nonlapsing Balances (7,045,500)

Schedule of Programs:

Charter School Revolving Account 1,511,400

ITEM 20

To State Board of Education - School Building Revolving Account
ITEM 21

To State Board of Education - Child Nutrition Program Commodities Fund

From Dedicated Credits Revenue 200
From Beginning Nonlapsing Balances 200
From Closing Nonlapsing Balances (400)

Section 4. **Fund and account transfers.**

The Legislature authorizes the State Division of Finance to transfer the following amounts among the following funds or accounts as indicated. Expenditures and outlays from the recipient funds must be authorized elsewhere in an appropriations act.

ITEM 22

To General Fund Restricted - School Readiness Account

From General Fund 3,000,000

Schedule of Programs:

General Fund Restricted - School Readiness Account 3,000,000

ITEM 23

To Education Fund Restricted - Minimum Basic Growth Account

From Education Fund 75,000,000

Schedule of Programs:

Education Fund Restricted - Minimum Basic Growth Account 75,000,000

Section 5. **Fiduciary funds**

The Legislature has reviewed proposed revenues, expenditures, fund balances, and changes in fund balances for the following fiduciary funds.

ITEM 24

To State Board of Education - Schools for the Deaf and the Blind Donation Fund

From Dedicated Credits Revenue 115,000
From Interest Income 5,400
From Beginning Nonlapsing Balances 687,800
From Closing Nonlapsing Balances (687,800)
Schedule of Programs:
   Schools for the Deaf and the Blind Donation
       Fund 120,400
ITEM 25
To State Board of Education - Education Tax Check-Off Lease Refunding
From Trust and Agency Funds 27,500
From Beginning Nonlapsing Balances 28,700
From Closing Nonlapsing Balances (28,700)
Schedule of Programs:
   Education Tax Check-Off Lease Refunding 27,500

Section 6. Effective date.
This bill takes effect on July 1, 2017.