

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2007-2008		2008-2009		2008-2009		2009-2010						2010-2011					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
057 Smart Start/Smart Step	10,502,118	0	10,252,118	0	10,252,118	0	10,457,160	0	10,457,160	0	10,457,160	0	10,666,303	0	10,666,303	0	10,666,303	0
082 English Language Learners	8,535,656	0	10,231,111	0	10,231,111	0	10,750,600	0	10,231,111	0	10,231,111	0	12,157,000	0	10,231,111	0	10,231,111	0
088 At Risk	1,423,354	0	1,490,500	0	1,490,500	0	1,618,030	0	1,618,030	0	1,618,030	0	1,688,530	0	1,688,530	0	1,688,530	0
091 Special Ed-Catastrophic	11,342,606	0	11,000,000	0	11,000,000	0	11,000,000	0	11,000,000	0	11,000,000	0	11,000,000	0	11,000,000	0	11,000,000	0
094 Youth Shelters	165,000	0	165,000	0	165,000	0	165,000	0	165,000	0	165,000	0	165,000	0	165,000	0	165,000	0
108 Tech Improvements	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0
119 Tech Grants	3,566,884	0	3,602,678	0	3,602,678	0	3,602,678	0	3,602,678	0	3,602,678	0	3,602,678	0	3,602,678	0	3,602,678	0
136 Distressed School District Support	13,442	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0
150 Home School Test	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0
1PS Non-Traditional Licensure	46,650	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
1QV Content & Curriculum	17,393	0	0	0	0	0	100,000	0	100,000	0	50,000	0	0	0	0	0	50,000	0
1XE Economic Education	350,000	0	350,000	0	350,000	0	350,000	0	350,000	0	350,000	0	350,000	0	350,000	0	350,000	0
2HP State Foundation Funding	1,830,406,323	0	1,830,396,728	0	1,849,348,996	0	1,839,037,782	0	1,833,770,949	0	1,833,770,949	0	1,887,533,111	0	1,843,181,242	0	1,843,181,242	0
2HR National School Lunch	154,167,328	0	157,142,907	0	157,416,512	0	161,071,480	0	158,642,907	0	158,642,907	0	165,098,267	0	158,642,907	0	158,642,907	0
2HS Prof Development Fund	20,067,298	0	23,079,074	0	23,160,000	0	23,279,850	0	23,079,074	0	23,079,074	0	23,380,750	0	23,079,074	0	23,079,074	0
2HT Teacher Housing Development	0	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0
2HU Supplemental Millage	7,976,872	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0
2HX Distance Learning Operations	8,831,400	0	5,831,400	0	5,831,400	0	10,331,400	0	10,331,400	0	10,331,400	0	10,331,400	0	10,331,400	0	10,331,400	0
2HY Education Renewal Zones	1,752,383	5	2,074,142	5	2,031,740	5	2,085,784	5	2,085,784	5	2,085,784	5	2,093,782	5	2,093,782	5	2,093,782	5
2HZ Academic Improvement Training	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0
2JA Content Standards	153,296	0	161,000	0	161,000	0	161,000	0	161,000	0	161,000	0	161,000	0	161,000	0	161,000	0
2JB Intensive School Support	0	0	320,000	0	320,000	0	320,000	0	320,000	0	320,000	0	320,000	0	320,000	0	320,000	0
2JC Teacher Recruitment	1,415,052	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0
2ZH School Funding Contingency	0	0	0	0	25,000,000	0	25,000,000	0	25,000,000	0	25,000,000	0	25,000,000	0	25,000,000	0	25,000,000	0
2ZK Leadership Acdmy-Mstr Principal	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0
2ZM Master Principal Bonus	45,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0
2ZS Special Needs Isolated Funding	2,999,998	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0
311 Alternative Learning	19,968,837	0	19,968,837	0	18,500,000	0	19,968,837	0	19,968,837	0	19,968,837	0	19,968,837	0	19,968,837	0	19,968,837	0
326 General Facilities Funding	6,471,391	0	8,100,000	0	8,100,000	0	8,100,000	0	8,100,000	0	8,100,000	0	8,100,000	0	8,100,000	0	8,100,000	0
331 Isolated Funding	7,895,996	0	7,896,000	0	7,896,000	0	7,896,000	0	7,896,000	0	7,896,000	0	7,896,000	0	7,896,000	0	7,896,000	0
332 Student Growth	29,311,747	0	54,851,000	0	54,851,000	0	54,851,000	0	54,851,000	0	54,851,000	0	54,851,000	0	54,851,000	0	54,851,000	0
336 Debt Service Funding	22,544,443	0	28,455,384	0	28,455,384	0	28,455,384	0	28,455,384	0	28,455,384	0	28,455,384	0	28,455,384	0	28,455,384	0
34K Alternative Pay	812,830	0	2,500,000	0	2,500,000	0	2,500,000	0	2,500,000	0	2,500,000	0	2,500,000	0	2,500,000	0	2,500,000	0

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2007-2008		2008-2009		2008-2009		2009-2010					2010-2011						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
34M Traveling Teachers	6,504	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0
34N 98% URT Actual Collection Adj	23,446,227	0	14,268,625	0	14,268,625	0	25,367,101	0	25,367,101	0	25,367,101	0	26,508,621	0	26,508,621	0	26,508,621	0
380 Dept of Correction	5,027,675	0	5,147,675	0	5,147,675	0	5,447,675	0	5,447,675	0	5,447,675	0	5,597,675	0	5,597,675	0	5,597,675	0
394 Residential Ctrs/Juv Detention	13,352,733	0	13,516,231	0	13,516,231	0	14,867,854	0	13,516,231	0	13,516,231	0	15,016,533	0	13,516,231	0	13,516,231	0
421 Consolidation Incentive	4,835,377	0	5,210,100	0	12,550,000	0	5,210,100	0	5,210,100	0	5,210,100	0	5,210,100	0	5,210,100	0	5,210,100	0
425 Pygmalion Commission	40,000	0	40,000	0	40,000	0	40,000	0	40,000	0	40,000	0	40,000	0	40,000	0	40,000	0
434 Coop Education Tech Centers	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0
437 Teacher Retirement Matching	5,373,498	0	6,655,000	0	6,655,000	0	6,987,750	0	6,655,000	0	6,655,000	0	7,337,138	0	6,655,000	0	6,655,000	0
438 Ntl Bd Prof Teaching Standards	4,840,833	0	6,093,500	0	6,093,500	0	7,475,840	0	6,093,500	0	6,093,500	0	9,106,160	0	6,093,500	0	6,093,500	0
440 Advanced Placement Incentive	824,509	0	825,000	0	825,000	0	825,000	0	825,000	0	825,000	0	825,000	0	825,000	0	825,000	0
444 Criminal Background Checks	8,571	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
445 AR Easter Seals	193,113	0	193,113	0	193,113	0	193,113	0	193,113	0	193,113	0	193,113	0	193,113	0	193,113	0
446 Public School Employee Ins	36,318,636	0	37,273,600	0	37,273,600	0	37,273,600	0	37,273,600	0	37,273,600	0	37,273,600	0	37,273,600	0	37,273,600	0
447 School Food Services	1,650,000	0	1,650,000	0	1,650,000	0	1,650,000	0	1,650,000	0	1,650,000	0	1,650,000	0	1,650,000	0	1,650,000	0
450 Surplus Commodities	0	0	630,000	0	630,000	0	1,027,858	0	780,000	0	780,000	0	1,127,858	0	780,000	0	780,000	0
451 Grants to School Districts	44,274	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
452 Workers' Compensation	0	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0
454 School Food-Legislative Audit	75,000	0	75,000	0	75,000	0	100,000	0	75,000	0	75,000	0	100,000	0	75,000	0	75,000	0
457 Gifted & Talented	1,421,600	0	1,422,896	0	1,422,896	0	1,451,354	0	1,451,354	0	1,451,354	0	1,480,381	0	1,480,381	0	1,480,381	0
458 School Worker Defense	203,269	0	390,000	0	390,000	0	390,000	0	390,000	0	390,000	0	390,000	0	390,000	0	390,000	0
459 Assessment/End Course Testing	14,628,237	0	23,887,747	0	23,887,747	0	23,887,747	0	23,887,747	0	23,887,747	0	23,887,747	0	23,887,747	0	23,887,747	0
460 Court Ordered Desegregation	59,224,701	0	69,814,372	0	69,814,372	0	69,814,372	0	69,814,372	0	69,814,372	0	69,814,372	0	69,814,372	0	69,814,372	0
4HM Teacher of the Year	69,250	0	125,000	0	125,000	0	125,000	0	125,000	0	125,000	0	125,000	0	125,000	0	125,000	0
4HN Declining Enrollment	13,051,344	0	13,963,389	0	10,000,000	0	13,963,389	0	13,963,389	0	13,963,389	0	13,963,389	0	13,963,389	0	13,963,389	0
565 Intervention Block Grants	137,000	0	137,000	0	132,000	0	137,000	0	137,000	0	137,000	0	137,000	0	137,000	0	137,000	0
566 Serious Offender	1,120,358	0	1,050,946	0	1,050,946	0	1,050,946	0	1,050,946	0	1,050,946	0	1,050,946	0	1,050,946	0	1,050,946	0
652 Better Chance Program	108,280,663	0	111,000,000	0	111,000,000	0	113,775,000	0	113,775,000	0	113,775,000	0	116,619,375	0	116,619,375	0	116,619,375	0
668 Special Education Services	3,797,320	0	4,145,285	0	4,145,285	0	4,145,285	0	4,145,285	0	4,145,285	0	4,145,285	0	4,145,285	0	4,145,285	0
669 Human Dev Ctr Education Aid	0	0	526,150	0	526,150	0	526,150	0	526,150	0	526,150	0	526,150	0	526,150	0	526,150	0
670 Education Service Cooperatives	5,529,270	0	6,129,270	0	5,529,270	0	6,129,270	0	6,129,270	0	6,129,270	0	6,129,270	0	6,129,270	0	6,129,270	0
688 APSCN	19,181,391	43	16,112,704	46	16,081,068	46	24,896,059	46	24,896,059	46	24,896,059	46	26,775,910	46	26,775,910	46	26,775,910	46
697 Early Childhood Special Educ	14,642,062	0	15,316,744	0	15,316,744	0	15,623,079	0	15,316,744	0	15,316,744	0	15,935,541	0	15,316,744	0	15,316,744	0
698 Distance Learning	6,224,603	0	6,500,000	0	6,500,000	0	6,500,000	0	6,500,000	0	6,500,000	0	6,500,000	0	6,500,000	0	6,500,000	0

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2007-2008		2008-2009		2008-2009		2009-2010					2010-2011						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
699 Teacher Licensing/Mentoring	7,788,909	0	7,508,758	0	7,508,758	0	7,508,758	0	7,508,758	0	7,508,758	0	7,508,758	0	7,508,758	0	7,508,758	0
Total	2,505,570,224	48	2,567,765,984	51	2,613,301,419	51	2,637,781,285	51	2,625,719,708	51	2,625,669,708	51	2,700,583,964	51	2,641,362,415	51	2,641,412,415	51

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	29,838,893	1.2	55,514,617	2.1			55,514,617	2.1	55,514,617	2.1	55,514,617	2.0	55,514,617	2.1	55,514,617	2.1	
Court Ordered Desegregation	4000180	59,224,701	2.3	69,814,372	2.7			69,814,372	2.6	69,814,372	2.6	69,814,372	2.5	69,814,372	2.6	69,814,372	2.6	
DOE Public School Fund	4000195	1,818,647,072	70.7	1,857,415,212	70.8			1,907,024,138	70.8	1,885,549,956	70.3	1,885,499,956	70.3	1,966,982,442	71.4	1,896,310,825	70.3	
E-Rate Credit	4000207	0	0.0	0	0.0			11,200,000	0.4	11,200,000	0.4	11,200,000	0.4	11,200,000	0.4	11,200,000	0.4	
Educational Adequacy Fund	4000210	458,839,987	17.8	439,761,621	16.8			439,761,621	16.3	439,761,621	16.4	439,761,621	16.4	439,761,621	16.0	439,761,621	16.3	
Educational Excellence Fund	4000220	200,422,877	7.8	192,211,154	7.3			192,211,154	7.1	192,211,154	7.2	192,211,154	7.2	192,211,154	7.0	192,211,154	7.1	
Excise Tax on Beer	4000230	1,929,809	0.1	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Miscellaneous Adjustments	4000345	1,981,613	0.1	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
TANF Transfer	4000478	7,500,000	0.3	7,500,000	0.3			0	0.0	7,500,000	0.3	7,500,000	0.3	0	0.0	7,500,000	0.3	
Trnfr frm DOE Pub School Fund	4000525	(28,569,430)	(1.1)	(11,115,000)	(0.4)			(11,115,000)	(0.4)	(11,115,000)	(0.4)	(11,115,000)	(0.4)	(11,115,000)	(0.4)	(11,115,000)	(0.4)	
Transfer frm GR Allotment Rrsv	4000544	22,003,790	0.9	11,268,625	0.4			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Trnfr to DOE Public School Fund	4000625	250,000	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Transfer to General Education	4000630	(865,000)	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Transit Tax	4000700	1,149,154	0.0	910,000	0.0			910,000	0.0	910,000	0.0	910,000	0.0	910,000	0.0	910,000	0.0	
Unfunded Appropriation	4000715	0	0.0	0	0.0			27,975,000	1.0	29,887,605	1.1	29,887,605	1.1	30,819,375	1.1	34,769,443	1.3	
Total Funds		2,572,353,466	100.0	2,623,280,601	100.0			2,693,295,902	100.0	2,681,234,325	100.0	2,681,184,325	100.0	2,756,098,581	100.0	2,696,877,032	100.0	
Excess Appropriation/(Funding)		(66,783,242)		(55,514,617)				(55,514,617)		(55,514,617)		(55,514,617)		(55,514,617)		(55,514,617)		
Grand Total		2,505,570,224		2,567,765,984				2,637,781,285		2,625,719,708		2,625,669,708		2,700,583,964		2,641,362,415		

The variance of the carry forward balance between FY08 and FY09 is due to the \$11,268,625 of the total \$22,003,790 transfer from General Allotment Reserve shown on Transfer from GR Allotment Reserve Funding line. Budget and/or Actuals exceed Authorized in Special Ed-Catastrophic, Distance Learning Operations, Alternative Learning, 98% URT Actual Collections Adjustment, Declining Enrollment, Serious Offender, Education Service Cooperatives and APSCN due to special language which provides for Appropriation Transfer authority.

Analysis of Budget Request

Appropriation: 2HY - Education Renewal Zones

Funding Sources: JAA - Department of Education Public School Fund

The Office of Educational Renewal Zones is responsible for developing guidelines for the approval of education renewal zone strategic plans and guidelines for the evaluation and reporting of education renewal zone activities. The purpose of an education renewal zone is to: identify and implement education and management strategies designed specifically to improve public school performance and student academic achievement, with special focus on the State's most academically distressed public schools; provide for collaboration among the State's smaller schools and districts in order to achieve some of the advantages of economies of scale in providing educational and related activities; maximize benefits and outcomes of public schooling by concentrating and coordinating the resources of Arkansas' higher education institutions, the expertise of the regional education service cooperatives, and the technical assistance of other service providers to improve public school performance and student academic achievement; and enable small, rural, and low-wealth schools to make the best use of the latest cost-effective distance learning technology to enhance curricula and professional development through two-way interactive learning environments.

The Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries may include Career Services payments for eligible employees. Personal Services Matching includes a \$75 increase in monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

The Agency is requesting Base Level for this program of \$2,085,784 in FY10 and \$2,093,782 in FY11.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

The Legislative Recommendation is to restrict Reallocation of Resources Language to allow no more than one transfer request each fiscal year.

Appropriation Summary

Appropriation: 2HY - Education Renewal Zones

Funding Sources: JAA - Department of Education Public School Fund

Commitment Item		2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	257,253	280,653	245,698	286,452	286,452	286,452	293,025	293,025	293,025
#Positions		5	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	62,496	81,789	74,342	87,632	87,632	87,632	89,057	89,057	89,057
Operating Expenses	5020002	65,123	91,800	29,700	91,800	91,800	91,800	91,800	91,800	91,800
Conference & Travel Expenses	5050009	4,553	13,000	8,000	13,000	13,000	13,000	13,000	13,000	13,000
Professional Fees	5060010	140,360	306,900	440,000	306,900	306,900	306,900	306,900	306,900	306,900
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	1,222,598	1,300,000	1,234,000	1,300,000	1,300,000	1,300,000	1,300,000	1,300,000	1,300,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		1,752,383	2,074,142	2,031,740	2,085,784	2,085,784	2,085,784	2,093,782	2,093,782	2,093,782
Funding Sources										
DOE Public School Fund	4000195	1,752,383	2,074,142		2,085,784	2,085,784	2,085,784	2,093,782	2,093,782	2,093,782
Total Funding		1,752,383	2,074,142		2,085,784	2,085,784	2,085,784	2,093,782	2,093,782	2,093,782
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		1,752,383	2,074,142		2,085,784	2,085,784	2,085,784	2,093,782	2,093,782	2,093,782

The FY08 Actual and FY09 Budgeted amounts in Regular Salaries exceed authorized amount due to salary adjustments made during the 2007-2009 Biennium.

The FY09 Budgeted amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2007-2009 Biennium.

The FY09 Budgeted amounts in Operating Expenses, Conference and Travel Expenses and Grants and Aid exceed authorized amount by authority of Reallocation of Resources in Section 13 of Act 229 of 2007.

Analysis of Budget Request

Appropriation: 688 - APSCN

Funding Sources: JAA - Department of Education Public School Fund

Arkansas Public School Computer Network (APSCN) - From a non-profit Agency begun in 1992, APSCN became a part of the Department of Education in 1998. APSCN's mission is to implement a statewide data communication network that connects all Arkansas public school systems and Education Service Cooperatives with the Department of Education to provide electronic access to administrative computing services and remote instructional services. Schools, district offices and Cooperatives use APSCN to process financial and student data.

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study as well as the recommendation for one position transitioning from unclassified to classified. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries may include board member Stipend payments and Career Services payments for eligible employees. Personal Services Matching includes a \$75 increase in monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

The Change Level request is for an additional \$8,607,563 in FY10 and \$10,435,883 in FY11 and consists of the following:

- (1) An additional \$1,207,563 in FY10 and \$2,535,883 in FY11 for additional band width needed due to expanded school utilization.
- (2) Additional \$500,000 in FY10 and \$1,000,000 in FY11 for implementation of the Teacher Access Center (TAC) and Home Access Center (HAC). The TAC helps teachers spend their time on education by providing them with an efficient classroom administration and parent communication system. From either their classroom or from home, teachers can use their web browser to enter attendance, manage grades and assignments, access student demographics and send notes to parents regarding their student's progress. The HAC provides parents and guardians with helpful information to support and guide their children through the educational progress. Parents can access a web portal to see their student's test scores, attendance record, class work assigned and discipline records. Additionally, email links are available so parents can communicate with the school and teachers.
- (3) Also, \$200,000 each fiscal year of unfunded appropriation in the Capital Outlay line item. This request is for any unforeseen problems that may occur during the biennium.
- (4) Increase in Operating Expenses line item appropriation by \$6,700,000 for each fiscal year. This request is for appropriation only and is needed due to a change in the methodology for applying E-Rate credits. The calculation and collection of E-Rate is administered by the Department of Information Systems (DIS). During previous budget cycles the budget for APSCN has been the total needed less the anticipated E-Rate Credits received by DIS. Now the Department of Education will receive these E-Rate credits and will be responsible for the entire charges of DIS.

In summary the Agency Request for General Revenue above Base Level is \$1,707,563 in FY10 and \$3,535,883 in FY11.

The Executive Recommendation provides for appropriation only in the amounts of \$8,607,563 in FY10 and \$10,435,883 in FY11.

The Legislative Recommendation concurs with the Executive Recommendation.

The Legislative Recommendation is to restrict Reallocation of Resources Language to allow no more than one transfer request each fiscal year.

Appropriation Summary

Appropriation: 688 - APSCN

Funding Sources: JAA - Department of Education Public School Fund

Commitment Item		2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,805,923	2,088,028	2,053,926	2,190,699	2,190,699	2,190,699	2,233,046	2,233,046	2,233,046
#Positions		43	46	46	46	46	46	46	46	46
Personal Services Matching	5010003	572,462	636,642	639,108	709,763	709,763	709,763	718,947	718,947	718,947
Operating Expenses	5020002	1,555,462	1,731,395	1,731,395	21,488,347	21,488,347	21,488,347	23,316,667	23,316,667	23,316,667
Conference & Travel Expenses	5050009	3,367	7,250	7,250	7,250	7,250	7,250	7,250	7,250	7,250
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	14,679,306	11,349,389	11,349,389	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	200,000	200,000	200,000	200,000	200,000	200,000
Data Access Implementation	5900046	295,834	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
End to End Security Rev/Assmnt	5900047	269,037	0	0	0	0	0	0	0	0
Total		19,181,391	16,112,704	16,081,068	24,896,059	24,896,059	24,896,059	26,775,910	26,775,910	26,775,910

Funding Sources										
DOE Public School Fund	4000195	19,181,391	16,112,704		17,996,059	16,288,496	16,288,496	19,875,910	16,340,027	16,340,027
E-Rate Credit	4000207	0	0		6,700,000	6,700,000	6,700,000	6,700,000	6,700,000	6,700,000
Unfunded Appropriation	4000715	0	0		200,000	1,907,563	1,907,563	200,000	3,735,883	3,735,883
Total Funding		19,181,391	16,112,704		24,896,059	24,896,059	24,896,059	26,775,910	26,775,910	26,775,910
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		19,181,391	16,112,704		24,896,059	24,896,059	24,896,059	26,775,910	26,775,910	26,775,910

Budget in Regular Salaries and Personal Services Matching exceeds authorized due to salary and match rate adjustments during the 2007-2009 Biennium. End to End Security Review/Assessment is a biennial appropriation (Sec. 20 of Act 1420 of 2007) for \$300,000.

Analysis of Budget Request

Appropriation: PSF - Public School Fund

Funding Sources: JAA - Department of Education Public School Fund

The Department of Education Public School Fund provides the primary State financial assistance to Arkansas' public elementary and secondary schools. For FY09, the major funding sources for the Department of Education Public School Fund are projected as: general revenue funding of approximately \$1.857 billion, the Educational Excellence Trust Fund will provide \$193.9 million, and the Educational Adequacy Fund will provide \$458.8 million.

The following discussion summarizes the fiscal status and Change Level requests for each program in the Department of Education Public School Fund:

Smart Start/Smart Step Assessment (057) - The Smart Start program is a comprehensive initiative that focuses on improving the academic achievement of Kindergarten through fourth grade students in the areas of reading and mathematics. Since its inception in FY00, this program has been expanded to include Smart Step and Next Step which covers grades five through eight. A state network of literacy and mathematics specialists assist schools with professional development to maintain a highly qualified teaching staff. In addition, the program provides professional development opportunities to all K-12 educators through statewide conferences, regional workshops and satellite delivered meetings. K-12 schools are also provided a variety of resources including professional books and videos.

Base Level is \$10,252,118 each year of the 2009-2011 Biennium. The Agency Change Level request is \$205,042 for FY10 and \$414,185 for FY11.

The additional appropriation and funding is being requested to cover increased costs for salaries and benefits of personnel supported by the Smart Start/ Smart Step program.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

English Language Learners (082) - English Language Learners (formerly Limited English Proficiency, amended by Act 59 of the Second Extraordinary Session of 2003) serves students identified as not being proficient in the English language. This program helps enable school districts to provide specially-trained staff, instructional materials and training for teachers with these qualified students. The Agency also holds summer training academies for teachers desiring additional training in teaching and assisting these students. A.C.A. §6-20-2305(3)(A) states that for the 2007-2008 school year English language learners funding shall be \$293 for each identified English language learner.

Base Level is \$10,231,111 each fiscal year of the 2009-2011 Biennium. The Agency Change Level request is \$519,489 for FY10 and \$1,925,889 for FY11.

The Change Level request assumes no increase in the funding rate of the current \$293 per English language learner. The increase in appropriation and funding is for growth of an estimated 1,773 students for a total number of students of 34,200 in FY10 and an additional 4,800 increase of students in FY11 for a total of 39,000 students.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

At Risk (088) - The College Preparatory Enrichment Program (CPEP) is funded from the At Risk appropriation. The program provides remedial instruction during the summer for students entering the eleventh and twelfth grade whose scores on the American College Test (ACT) are below 19 in the areas of reading and/or mathematics. The students are provided 75 hours of instruction over a minimum of twenty days. At the conclusion of the program, students are given the opportunity to take the ACT and the cost is covered by the program. This is a special administration of the ACT for the students who have successfully completed the CPEP program. This program also utilizes the assessment programs such as Explore, a program designed for 8th and 9th grade students planning to take the ACT and Plan, which is for 10th grade students and the Preliminary SAT/ National Merit Scholarship Qualifying Tests. The Base Level for this program is \$1,490,500 each fiscal year of the 2009-2011 Biennium.

The Agency is requesting a Change Level increase over Base Level of \$127,530 for FY10 and \$198,030 in FY11. This increase is requested for the additional cost of allowing schools to utilize the AT Risk program for the Preliminary SAT/ National Merit Scholarship Qualifying Tests as well as or instead of the Explore and Plan programs for preparation for the ACT.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Special Education - Catastrophic (091) - Provides for state funding to school districts for local occurrences when the costs of special education and related services required by an individual child are unduly expensive, extraordinary, or beyond the routine and normal costs associated with special education. Reimbursement from this program for an individual child can be sought only after eligible costs equal or exceed \$30,000 for the special education child. Medicaid and other third party funding are obtained prior to requesting state catastrophic funding.

The Agency is requesting Base Level of \$11,000,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Youth Shelters (094) - The Department of Human Services (DHS) maintains contracts with community providers for the operation of 10 youth shelters with approximately 250 beds. This program partially reimburses school districts for the additional costs of providing educational services to students placed in these facilities by DHS.

The Agency is requesting Base Level of \$165,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Technology Improvements (108) - These improvements are used to update the technology hardware

and software available to Educational Service Cooperatives and local school districts. The funds are also used to make educational technology resources available through statewide projects such as APSCN and joint efforts with the state library system. The technology improvement grants and resources provided through this appropriation affect virtually every district in the state.

The Agency is requesting Base Level of \$1,000,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Technology Grants (119) - The Technology Grants appropriation is used to make technology grants to school districts for such programs as the Environmental and Spatial Technology (EAST) Initiative. The EAST program has received high praise from local school administrators and parents as well as national recognition. The EAST Initiative began in the 1996-97 school year at Greenbrier High School with 20 students. Today, the program has grown to over 10,000 students. Through their schools' EAST labs, students use technology and their training and knowledge to solve real-world problems facing their communities.

The Agency is requesting Base Level of \$3,602,678 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Distressed School District Support (136) - The Arkansas Academic Distress Program was legislated by Act 915 of 1995. The purpose of this Act is to improve the capacity of local school districts whose students are not achieving at academically desired levels by school through targeted assistance coordinated by the Department of Education.

The Agency is requesting Base Level of \$450,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Home School Testing (150) - Each student enrolled in a home school program who is considered to be at grade level or no more than two (2) years beyond the normal age for the appropriate grade for which the state mandates norm-referenced tests for public school students shall be tested using a nationally recognized norm-referenced achievement test selected by the State Board of Education.

The Agency is requesting Base Level of \$250,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Non-Traditional Licensure Grants (1PS) - This program supplements the cash funded Alternative Certification program which was developed by the Department of Education for certifying individuals, that have expertise and knowledge in a particular subject, but do not have the standard teaching certificate, to

teach.

The Agency is requesting Base Level of \$50,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Content Standards and Curriculum Frameworks Revision (1QV) - Act 1706 of 2003 grants appropriation for expenses associated with the development of a comprehensive plan to revise content standards and curriculum frameworks in the core academic areas of reading, writing, mathematics, science, history, geography, and civics. This is a biennial appropriation with any remaining appropriation on June 30, 2010, carried forward to FY11.

The Agency is requesting Base Level of \$100,000 for the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

Due to the passage of Amendment 86 requiring annual sessions, the Legislative Recommendation is to authorize one-half (1/2) of the total appropriation for each fiscal year.

Economic Education (1XE) - The objective of this program is to integrate economics into the K-12 curriculum by training teachers and administrators in economic principles.

The Agency is requesting Base Level of \$350,000 for both years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

State Foundation Funding (2HP) - State Foundation Funding is the amount of state financial aid provided to each school district. Act 59 of the Second Extraordinary Session of 2003 changed the process by which aid is distributed to school districts. Act 272 of 2007 amended A.C.A. § 6-20-2305(a) to establish the Foundation Funding amount as \$5,719 in FY08 and \$5,789 in FY09 multiplied by the school district's average daily membership (ADM) for the previous school year. Additionally, Act 273 of 2007 provided for school districts to receive Enhanced Educational funding of \$51 in FY08 and \$87 in FY09 multiplied by the school district's ADM for the previous school year.

The amount paid as State Foundation Funding is computed as the difference between the Foundation Funding amount established by the General Assembly (\$5,789 for FY09) times the ADM of the previous school year and less the sum of 98% of the uniform rate of tax (25 mills) times the property assessment of the school district plus 100% of miscellaneous funds (average over a 5 year period) of the school district. Open-Enrollment Charter Schools are also funded from the Foundation Funding line item at the Foundation amount times the current year ADM of the school. The Base Level is \$1,830,396,728 for both fiscal years of the 2009-2011 Biennium.

The Agency is requesting an increase of \$8,641,054 for FY10 and \$57,136,383 for FY11. This amount is based upon a 2.8% increase in the Foundation Funding amount per ADM. The 2.8% increase is based off the range of 1.6-2.8% as recommended by the Joint Adequacy Evaluation Oversight Committee to the

Joint Interim Committee on Education. Also, this request assumes a 4.5% increase in assessments and an increase in the ADM by 585 students each year.

The Executive Recommendation provides for a net increase of \$3,374,221 in FY10 and an increase of \$12,784,514 in FY11. The Executive Recommendation for FY10 is \$16,295,895, which is based upon a 2.0% increase of the Foundation Funding amount and an Enhanced Foundation amount of \$35 per ADM. For FY11, the Executive Recommendation is based only upon the 2.0% increase in the Foundation Funding amount.

The Legislative Recommendation concurs with the Executive Recommendation.

National School Lunch Student Funding (2HR) - Funding for national school lunch students shall be based on the number of students eligible for free or reduced-price lunch program under the National School Lunch Act (NSLA) identified on the Arkansas Public School Computer Network Cycle Two Report. Base Level is \$152,142,907 for both fiscal years of the 2009-2011 Biennium.

For both the 2009-2010 and the 2010-2011 school years the Department has a recommendation of a 2.5% increase. This increase is only for the anticipated increase in number of students in the program. The rates for the NLSA will not change from the current rates listed in A.C.A. § 6-20-2305(b)(4)(A), which are:

- School districts in which 90% or greater of the enrolled students are national school lunch students, funding shall be \$1,488;
- For school districts in which at least 70% but less than 90% of the enrolled students are national school lunch students, funding shall be \$992; and
- For school districts in which less than 70% of the enrolled students are national school lunch students, funding shall be \$496.

The total increase in appropriation and funding requested is \$3,928,573 for FY10 and \$7,955,360 for FY11.

The Executive Recommendation provides for \$1,500,000 for both fiscal years of the 2009-2011 Biennium.

The Legislative Recommendation concurs with the Executive Recommendation.

Professional Development Funding (2HS) - This aid, through Section 21 of Act 229 of 2007, is a formula driven program that provides \$50 per the previous year ADM students to school districts for professional development activities. Professional development is used to provide activities and materials to improve the knowledge of teachers and administrators to ensure that all students demonstrate proficiency in the state academic standards.

Base Level is \$23,079,074 each fiscal year of the 2009-2011 Biennium.

The Change Level request is \$200,776 in FY10 and \$301,676 in FY11. The requested increases are due to a projected increase in ADM students of 585 for FY10 and 1,170 for FY11, as well as an increase in the number of Open Charter school students each year of the biennium.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

Arkansas Teacher Housing Development Foundation (2HT) - This appropriation provides an operating grant to the Arkansas Teacher Housing Development Foundation. The purpose of the foundation is to facilitate the development of affordable housing for high-performing teachers in high-priority school districts and to provide housing incentives to encourage high-performing teachers to relocate to high-priority districts.

The Agency is requesting Base Level of \$100,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request. Additionally, the Executive Recommendation moves the Arkansas Teacher Housing Development Foundation to the Department of Education - General Education Division. This grant funding will follow that transfer of appropriation to the General Education Division - Teacher Housing Development Operations (56U).

The Legislative Recommendation concurs with the Executive Recommendation.

Supplemental Millage Incentive Funding (2HU) - Act 2206 of 2005 repealed A.C.A. § 6-20-2406 for supplemental millage funding, however A.C.A. § 6-20-2503 (f)(2)(A) requires state financial assistance under this program to be paid out over a ten year period by reducing the amount received by a school district after Fiscal Year 2006 by one-tenth in each year of the ten year period. Additionally, the savings in this program during each fiscal year is to be transferred to the Educational Facilities Partnership Fund Account.

The Agency is requesting Base Level of \$10,000,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Distance Learning Operating Grants (2HX) - These grants provide funding for acquiring and or leasing equipment and telecommunications services, and operating expenses necessary for school districts to have two-way interactive television for distance learning education. The primary purpose is to provide distance learning resources to assist school districts in receiving advanced high school courses, advanced placement courses, enriched course content, or other academic courses not otherwise available in the school district.

Base Level is \$5,831,400 for both fiscal years of the 2009-2011 Biennium.

The Agency is requesting an increase in appropriation only of \$4,500,000 for both fiscal years of the 2009-2011 Biennium. This appropriation request only is due to a change in the E-Rate methodology between the Department of Education and the Department of Information Systems.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Academic Improvement Training (2HZ) - This appropriation is for the cost of providing statewide training to Local Education Agencies (LEA's) on the preparation and analysis of Academic Improvement Plans. An Academic Improvement Plan is a plan detailing supplemental or intervention and remedial

instruction, or both, in deficient academic areas for any student who is not proficient on a portion or portions of the state mandated criterion-reference assessments. Base Level is of the 2009-2011 Biennium.

The Agency is requesting Base Level of \$500,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Content Standards Revision (2JA) - This appropriation is for the cost associated with the periodic review and revision of Academic Content Standards as required by A.C.A. §6-15-404(c). Academic Content Standards are a series of documents that specify what a student enrolled in an Arkansas Public School should know and be able to do. The Academic Content Standards also provide the foundation for the development of the State assessment system.

The Agency is requesting Base Level of \$161,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Intensive School Support (2JB) - A.C.A. §6-15-2004 et seq. requires public schools to determine in part each students progress from one grade to another based upon proficiency in reading writing and mathematics; District school board policies facilitate such proficiency; and each student and his or her parent be informed of the students academic progress. A.C.A. §6-15-2008 requires the Department of Education to provide technical assistance as needed to aid school districts in administering this subchapter; The Department of Education shall report to the House Interim Committee on Education and the Senate Interim Committee on Education, at least semi-annually, the districts requesting assistance, the date of the requests, the dates and actions taken; and the results of the action taken or assistance provided.

The Agency is requesting Base Level of \$320,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Teacher Recruitment High-Priority District (2JC) - A.C.A. §6-17-811 requires the Department of Education to provide a system of incentives for teacher recruitment and retention in high priority districts. A "High-Priority District" is one that has 1,000 or fewer students in which 80% or more of public school students are eligible for the free or reduced-price lunch program under the National School Lunch Act and have a three-quarter ADM of 1,000 or fewer for the 2003-2004 school year. Beginning in the 2004-2005 school year, a teacher licensed by the state board who teaches in a school in a high-priority district shall receive, in addition to all other salary and benefits, bonus payments as specified by law.

The Agency is requesting Base Level of \$2,100,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

School Funding Contingency (2ZH) - The School Funding Contingency appropriation is an authorization of unfunded appropriation that is used to address unforeseen problems that arise during the course of a biennium. The Department of Education has special language allowing the transfer of this appropriation to address problem areas.

The Change Level request is for \$25,000,000 of unfunded appropriation in each year of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Arkansas Leadership Academy (2ZK) - The Arkansas Leadership Academy is responsible for administering the Master School Principal Program. The program provides training programs and opportunities to expand the knowledge base and leadership skills of public school principals, as well as teachers, superintendents and other administrators, and school board members. The Base Level is the 2009-2011 Biennium.

The Agency is requesting Base Level of \$500,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Master Principal Bonus (2ZM) - Act 44 of the 2nd Extraordinary Session of 2003 provided for incentive bonuses for principals achieving Master Principal status through the Arkansas Leadership Academy. Section 3 of Act 44 allows for \$9,000 annually for five years while serving as a full-time principal in a public school in Arkansas. Section 4 provides for \$25,000 annually while working as a full time principal in an Arkansas "low-performing" school.

The Agency is requesting Base Level of \$90,000 each fiscal year of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Special Needs Isolated (2ZS) - Act 1452 of 2005 created this program for certain isolated schools and certain school districts with a low student density. The program allows for these schools that meet the eligibility criteria set by the Department, to receive additional funding to provide for an adequate education for the students.

The Agency is requesting Base Level of \$3,000,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Alternative Learning (311) - A.C.A. §6-18-508 requires every school district to establish an alternative learning environment (ALE) for students who have shown an inability to function in a standard learning environment. It also requires the Department to establish an incentive program for districts whose ALE

programs meet Department guidelines. ALE's must provide all of the educational programs available in other classrooms, and must provide additional services to meet the needs of this group of at-risk children. Additionally, A.C.A. §6-20-2305(b)(2)(A)(i) establishes the ALE funding amount shall be \$4,063 multiplied by the number of identified ALE students enrolled during a school district's previous school year.

The Agency is requesting Base Level of \$19,968,837 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

General Facilities Funding (326) - A.C.A. §6-20-2503 (e)(1) et. seq. requires the Commission of Academic Facilities and Transportation to compute the amount of general facilities funding that each school district received or would have received under the Supplemental School District Funding Act of 2003 during FY2005, then the commission shall phase out state financial assistance under the general facilities funding over a 10 year period by reducing the amount received by a school district after FY2006 by one tenth (1/10) in each year of the ten year period with the saving distributed through the Educational Facilities Partnership Fund Account.

This funding may only be used for the purchase of school buses, furniture, equipment, computer software, renovation or repairs of existing facilities, or repayment of commercial bonds or revolving loans.

The Agency is requesting Base level of \$8,100,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Isolated Funding (331) - Because of location or geographic barriers, some districts are not able to share resources with other districts or may have unusual transportation needs. These districts under 350 Average Daily Membership (ADM) are termed "isolated" and receive additional funding. Act 65 of the Second Extraordinary Session of 2003 established 56 "isolated" school districts and set a per student dollar amount to be paid to each district for the 2003-04 school year. Beginning in the 2004-05 school year, and each year thereafter, isolated funding will be provided to each district in an amount equal to the prior year three-quarter average daily membership of the isolated school area multiplied by the per student isolated funding amount set for the 2003-04 school year.

The Agency is requesting Base Level of \$7,896,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Student Growth Funding (332) - Student Growth Funding is a program that provides supplemental funding to school districts that have a growth in students over the previous school year. Pursuant to Act 272 of 2007, student growth funding is comprised of four calculations. One quarter (1/4) of the per student foundation funding (\$5,789 times ¼ for fiscal year 2007-2008) is multiplied by any increase in the school district's: (1) first quarter current year Average Daily Membership (ADM) over the 3-quarter ADM of the previous school year; (2) second quarter current year ADM over the 3-quarter ADM of the previous

school year; (3) third quarter current year ADM over the 3-quarter ADM of the previous school year; and (4) fourth quarter current year ADM over the 3-quarter ADM of the previous school year, excluding any increase resulting solely from consolidation or annexation with another district.

The Agency is requesting Base Level of \$54,851,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Debt Service Funding Supplement (336) - A.C.A. §6-20-2503 created the Bonded Debt Assistance Program to enable the Division of Public School Academic Facilities and Transportation to provide eligible school districts with financial assistance for the purpose of retiring outstanding bonded indebtedness in existence as of January 1, 2005. The Commission for Public School Academic Facilities and Transportation directs the Division to work with the Department of Education to determine the amount of financial assistance for each eligible school district. The Division is responsible for ascertaining the scheduled debt payment on a fiscal year basis from the principal and interest payment in effect and on file with the Department and then reduce the amount of the payment by 10% over a 10 year period.

The Agency is requesting Base Level of \$28,455,384 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Alternative Pay (34K) - Act 847 of 2007 created the Alternative Pay program to establish rules for determining a salary amount that is part of the licensed or classified employee's total compensation for additional responsibilities, mastery of new knowledge and skills, advanced career opportunities, increase student achievement, attracting highly qualified teachers or professional development exceeding state minimums.

The Agency is requesting Base Level of \$2,500,000 for each fiscal year of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Traveling Teachers (34M) - Act 1027 of 2007 created the Traveling Teachers program to assist rural schools districts having 8,000 students or fewer in providing appropriately certified licensed teachers to teach required courses in grades 9-12. The traveling teacher will teach one (1) or more required courses in a critical shortage area, or one of the required 38 units pursuant to the Department Rules Governing the Standards for Accreditation.

The Agency is requesting Base Level of \$500,000 for each fiscal year of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

the full amount of Foundation Funding, the 86th General Assembly created Act 272 of 2007, amending A.C.A. §6-20-2305(a)(4)(A), which states by the end of each school year, for a school district whose net revenues are less than the sum of 98% of the uniform rate of tax (URT) multiplied by the property tax assessment of the school district, the Department of Education shall distribute to the school district the difference between the net revenues of the school district and the sum of 98% of the URT multiplied by the property assessment of the school district.

The Base Level is \$14,268,625 for both fiscal years of the 2009-2011 Biennium. The Agency Request is an increase of \$11,098,476 in FY10 and \$12,239,996 in FY11. This increase is requested due to the actual collection rate of 95.3% experienced in FY08.

The Executive Recommendation provides Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Department of Correction (380) - A.C.A. §12-29-301 et seq. established the Department of Correction School District and establishes a formula to determine the funding level and states that the cost of running the Department of Correction School District shall be borne by the Department of Correction and the Department of Education.

Base Level for the 2009-2011 Biennium is \$5,147,675 each fiscal year. The Agency Request is \$300,000 for FY10 and \$450,000 for FY11. The increase is requested for additional personnel, supplies, equipment and textbooks for the addition to programs at the Malvern and Pine Bluff facilities. Additionally, this request provides for a 2% COLA for current staff.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Residential Centers/Juvenile Detention (394) - This program provides reimbursement to school districts for the educational costs associated with disabled and non-disabled students placed in approved residential psychiatric and drug and alcohol treatment facilities or juvenile detention centers.

Base Level is \$13,516,231 each fiscal year of the 2009-2011 Biennium and the Agency Request is \$1,351,623 for FY10 and \$1,500,302 for FY11. The request is for an additional 51 beds at the Benton County and White River Juvenile Detention Centers and 83 additional beds at Arkansas State Hospital (Little Rock), Piney Ridge (Forrest City), Centers (Monticello), and Methodist (Bono) Residential Facilities. This request does not include an increase in the daily rate for the residential facilities.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

Consolidation Incentive (421) - These are additional funds provided to schools created as a result of consolidation of existing school districts. The incentive is unrestricted and may be used at the discretion of the local school district.

The Agency is requesting Base Level of \$5,210,100 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Pygmalion Commission (425) - This grant to the Pygmalion Commission (A.C.A. §6-15-1801 et seq.) on Nontraditional Education is to develop alternative learning environments and provide changes in curriculum, instructional approaches, school climate, and organization to improve educational outcomes for at-risk students.

The Agency is requesting Base Level of \$40,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Cooperative Education Tech Centers (434) - Technology Coordinators in the Education Service Cooperatives assist local school districts by providing technology training, advising school districts in software/hardware purchases, and overseeing technology initiatives. This program provides grants to each of the State's 15 Education Service Cooperatives.

The Agency is requesting Base Level of \$1,200,000 for each fiscal year of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Teacher Retirement Matching (437) - This is the employer matching for employees of the Education Service Cooperatives, Vocational Centers, the Model Vocational-Technical Resource Center, Arkansas Easter Seals and the school operated by the Department of Correction.

Base Level is \$6,655,000 each fiscal year of the 2009-2011 Biennium. The Change Level request is \$332,750 for FY10 and \$682,138 for FY11. This request is for a 5% increase for each fiscal year based on the increase experienced in FY08.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

National Board of Professional Teaching Standards (438) - A.C.A. §6-17-413(a)(1)(A) calls for teacher support in three distinct areas related to state support of advanced national teacher certification: bonuses to National Board Certified Teachers (NBCT), participation fees and substitute pay required for candidacy, and a support system for those candidates.

Base Level is \$6,093,500 each fiscal year of the 2009-2011 Biennium. The Change Level request is for an additional \$1,382,340 in FY10 and \$3,012,660 in FY11. This requested increase is due to an estimated increase of 25 additional Starting Bonus Recipients each year and an additional 200 Yearly Bonus Recipients in FY10 and an additional 300 Yearly Bonus Recipients in FY11.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

Advanced Placement Incentive (440) - This provides support to establish advanced placement courses that are easily accessible and will prepare students for admission to, and success in, a postsecondary educational environment. The major aspect to this incentive program, now that the state is paying for all student AP exams, is support for professional development for AP and Pre-AP teachers. This program also pays for the balance of student exams that extend over the state's payment of exam costs and this also pays for awards of up to \$50 to schools for each score of 3 or better on AP exams.

The Agency is requesting Base Level of \$825,000 each fiscal year of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Criminal Background Checks (444) - This program provides \$50,000 each year to pay the costs of both state and federal criminal background checks for the first renewal of non-expired licenses for certified personnel. The checks cost \$15 for the State Police check and \$24 for the FBI.

The Agency is requesting Base Level of \$50,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Arkansas Easter Seals (445) - This program, begun in the 1960s, partially funds the cost of educational services provided by the Easter Seal Society to children ages 3 to 21 who have orthopedic and/or communicative disorders. This funding reduces the amount that local school districts have to pay for these educational services and also qualifies the facility as "state supported" so that federal funds are available to further reduce the cost to local school districts.

The Agency is requesting Base Level of \$193,113 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Public School Employee Insurance (446) - This program pays the state contribution for insurance premiums for employees of the Education Service Cooperatives, Vocational Centers, the Model Vocational-Technical Resource Center, Arkansas Easter Seals, and the school operated by the Department of Correction, and \$61 per month for each eligible employee electing to participate in the public school employee health insurance program.

The Agency is requesting Base Level of \$37,273,600 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

School Food Services (447) - This program combined with the Surplus Commodities program provides

the State match for the total school food program in local schools. This grant is paid to school districts based on the number of lunches served.

The Agency is requesting Base Level of \$1,650,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Surplus Commodities (450) - The Department of Human Services administers the Surplus Commodities Program. School districts currently receive a large share of the commodities. Under an agreement with DHS, the Department of Education provides funding to supplement transportation costs resulting from delivery of the goods to the school districts.

The Base Level is \$630,000 for both fiscal years. The Agency is requesting a Change Level increase of \$397,858 for FY10 and \$497,858 for FY11. This request is made on behalf of DHS-Division of County Operations. The Division of County Operations has indicated that without this increase, they will be unable to continue to administer this program.

The Executive Recommendation provides for \$150,000 each fiscal year of the 2009-2011 Biennium.

The Legislative Recommendation concurs with the Executive Recommendation.

Grants to School Districts (451) - These payments are made for educating students in North Arkansas who can't get to their assigned district because Bull Shoals Lake separates them from their district, and it would require a round trip of more than 35 miles.

The Agency is requesting Base Level of \$50,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Workers' Compensation (452) - Claims and administrative expenses are paid by a fund transfer to the Miscellaneous Revolving Fund based on the previous year's claims. This appropriation is for claims made before 1994-95 when districts were required by Act 862 of 1993 to provide their own workers' compensation coverage.

The Agency is requesting Base Level of \$450,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

School Food - Legislative Audit (454) - This is a fund transfer up to \$75,000 each year to compensate Legislative Audit for auditing school food funds in the local school districts. Base Level is \$75,000 for each fiscal year of the 2009-2011 Biennium.

The Agency is requesting an increase of \$25,000 each fiscal year for additional cost for Legislative Audit to audit the Child Nutrition Program.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

Gifted and Talented (457) - This program provides: (1) salary support for 15 Gifted and Talented supervisors in the Cooperatives; (2) funding for the Arkansas Governor's School; (3) Act 56 - Outstanding Gifted Program Awards (3 annually); and, (4) an annual contribution to the AGATE (Arkansans for Gifted and Talented Education Conference).

Basel level is \$1,422,896 for both fiscal years of the 2009-2011 Biennium. The Agency Request is for increases of \$28,458 for FY10 and \$57,485 for FY11. This increase request is for a 2% increase each year for salaries and benefits for personnel in the Gifted and Talented Program.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

School Worker Defense (458) - This program provides for claims and legal fees for liability suits against school personnel.

The Agency is requesting Base Level of \$390,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Assessment/End of Level Testing (459) - A.C.A. §6-15-404 requires standards based testing at the primary, intermediate, and middle levels, which currently is administered at grades 4, 6, and 8. It also requires end-of-course testing for Algebra, Geometry, and Literacy (grade 11).

The Agency is requesting Base Level of \$23,887,747 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Court Ordered Desegregation (460) - This appropriation was established for costs stemming from the Pulaski County School Desegregation Settlement Agreement and the Camden Fairview Desegregation Settlement.

The Agency is requesting Base Level of \$69,814,372 for each fiscal year of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Teacher of the Year (4HM) - Act 17 of the 1st Extraordinary Session of 2006 established a grant for the Arkansas Teacher of the Year award. The Act requires the Department of Education to develop a process for selecting the Arkansas Teacher of the Year and provides that the teacher shall be placed on

administrative leave for the year following his or her selection to assist with improving teaching conditions in the state. Act 18 of the 1st Extraordinary Session of 2006 appropriates \$125,000 for the Arkansas Teacher of the Year program.

The Agency is requesting Base Level of \$125,000 in each fiscal year of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Declining Enrollment (4HN) - Act 20 of the 1st Extraordinary Session of 2006 provides school districts with declining enrollment additional funding equal to the difference between the average of the two immediately preceding years' average daily membership and the average daily membership for the previous school year multiplied by \$5,620 or the special needs isolated funding under A.C.A. § 6-20-604. A school district may receive both declining enrollment funding and special needs isolated funding only if sufficient funding is available.

The Agency is requesting Base Level of \$13,963,389 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Intervention Block Grants (565) - This program provides grants to local school districts, schools and education cooperatives to provide services targeting parent involvement. The grants support the Smart Start and Smart Step Initiatives by providing the child's first teacher, the parent, with resources that will support literacy and mathematics achievement.

The Agency is requesting Base Level of \$137,000 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Serious Offender Program (566) - Serious Offender Units for juveniles are operated by the Department of Human Services, but the Department of Education pays the educational costs of those located in these units through a Memorandum of Understanding (MOU) with DHS. School districts are provided funds based on the number of Serious Offender participants in the district. The funds then flow to the provider in the district. There are currently Serious Offender Programs (SOP) located in Mansfield, Harrisburg, Lewisville, Palestine-Wheatly, and Dermott school districts.

The Agency is requesting Base Level of \$ 1,050,946 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Better Chance Program (652) - This program funds innovative and developmentally appropriate early childhood programs for educationally deprived children ages 3-5. Act 1132 of 1997 transferred the Early Childhood Commission to the Department of Human Services with the Grants remaining with the

Department of Education.

The Base Level is \$111,000,000 and the Agency is requesting \$2,775,000 in FY10 and \$5,619,375 in FY11. This request for appropriation only will be funded from fund balance and is to give DHS-Division of Child Care and Early Childhood a 2.5% increase in the program.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Special Education Services (668) - This program provides extended year summer programs for students with disabilities, provides special education services to foster children who are wards of the State placed in out-of-state residential facilities, and provides funds for the partial reimbursement of special education supervisors.

The Agency is requesting Base Level of \$4,145,285 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Human Development Center Education Aid (669) - This program provides funding for educational services to the children in the State's Human Development Centers.

The Agency is requesting Base Level of \$526,150 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Education Service Cooperatives (670) - The 15 educational cooperatives around the State facilitate the sharing of resources and services between local school districts.

The Agency is requesting Base Level of \$6,129,270 for both fiscal years of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Early Childhood Special Education (697) - This program provides special education services through local education agencies for 11,500 three to five year old preschool children with disabilities. Funds are also provided to Education Service Cooperatives for behavioral intervention services to all community preschool programs as well as to coordinate required transition activities for children ages 0 - 2 that will remain in special education as 3 - 5 preschoolers. Also included in this program are the funds for the Medicaid state match for preschool programs that bill for physical, occupational, and speech therapy services.

Base level for the biennium is \$15,316,744 each fiscal year of the 2009-2011 Biennium. The Agency Request is for an additional \$306,335 in FY10 and \$618,797 in FY11. The increase amount requested represents a 2% increase for each fiscal year to cover increases for salaries and benefits for personnel for

Special Education Early Childhood programs.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

Distance Learning (698) - The purpose of this program is to provide for the establishment, organization, and administration of a distance learning program designed to improve course offerings available to students throughout the state. The program will demonstrate the efficiency of using distance learning to enhance elementary and secondary education and prepare students for greater success in a postsecondary educational environment.

The Agency is requesting Base Level of \$6,500,000 for each fiscal year of the 2009-2011 Biennium.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

Teacher Licensure/Mentoring (699) - This program covers the Arkansas Induction program for new teachers and administrators. The Induction program provides Pathwise mentoring for support, retention, and professional growth of new educators. To date, there have been 200 mentor trainers certified statewide, and 12,000 mentors successfully trained in the Pathwise Observation mentoring model. Praxis III performance assessment is also a component of the Induction program. Praxis III is the teaching performance assessment that is conducted by a trained, site-based assessor for determining standard licensure decisions for new teachers. Currently there are 80 assessors trained for this purpose.

The Agency is requesting Base Level of \$7,508,758 for each fiscal year of the 2009-2011 Biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Fund Transfers - In each year of the biennium, \$11,115,000 is transferred from the Department of Education Public School Fund Account to various entities for the following purposes:

- (1) Act 2131 of 2005, Section 17 requires a transfer of \$200,000 during each fiscal year of the biennium to the University of Arkansas at Little Rock Fund, specifically to provide funding for the Arkansas/STRIVE Program.
- (2) Act 2090 of 2005, Section 7 "the Director of the Assessment Coordination Department of the State of Arkansas shall certify monthly to the Chief Fiscal Officer of the State, the amount of funding needed each month to pay counties and professional reappraisal companies for the reappraisal of real property as required by law. Upon receipt of such certification the Chief Fiscal Officer of the State shall transfer on his books and those of the State Treasurer 76% of the amounts certified from the Department of Education Public School Fund Account, 16% of the amount certified from the County Aid Fund, and 8% of the amount certified from the Municipal Aid Fund to the Arkansas Real Property Reappraisal Fund." The amount to be transferred from the Public School Fund is projected to be \$10,830,000 each year of the biennium.

- (3) Surety Bond Transfer - This program pays for the surety bond for public school employees. The appropriation is made to the Department of Finance and Administration but paid from the Department of Education Public School Fund. The amount transferred is projected to be \$85,000 each year of the biennium.

In summary, the Executive Recommendation for new general revenue above the Base Level is:

- \$3,374,221 in FY10 and \$12,784,514 in FY11 for the State Foundation Funding line item. The Enhanced Funding recommendation for FY10 adds general revenue funding above the 2% recommended Foundation Funding formula amount by \$16,295,895.
- \$150,000 in both fiscal years for the Surplus Commodities line item
- \$28,458 in FY10 and \$57,485 in FY11 for the Gifted and Talented program
- \$1,500,000 in both fiscal years for the National School Lunch Act line item
- \$127,530 in FY10 and \$198,030 in FY11 for the At Risk line item
- \$300,000 in FY10 and \$450,000 in FY11 for the Department of Correction line item
- \$22,367,101 in FY10 and \$23,508,621 in FY11 for the 98% URT Actual Collections line item.

The Legislative Recommendation concurs with the Executive Recommendation and also restricts Reallocation of Resources Language to allow no more than one transfer request each fiscal year.

Appropriation Summary

Appropriation: PSF - Public School Fund

Funding Sources: JAA - Department of Education Public School Fund

Commitment Item		2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Better Chance Program	5100004	108,280,663	111,000,000	111,000,000	113,775,000	113,775,000	113,775,000	116,619,375	116,619,375	116,619,375
Declining Enrollment	5100004	13,051,344	13,963,389	10,000,000	13,963,389	13,963,389	13,963,389	13,963,389	13,963,389	13,963,389
Distance Learning Operations	5100004	8,831,400	5,831,400	5,831,400	10,331,400	10,331,400	10,331,400	10,331,400	10,331,400	10,331,400
Economic Education	5100004	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000
Grants to School Districts	5100004	44,274	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Intervention Block Grants	5100004	137,000	137,000	132,000	137,000	137,000	137,000	137,000	137,000	137,000
Non-Traditional Licensure	5100004	46,650	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Teacher Housing Development	5100004	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Tech Grants	5100004	3,566,884	3,602,678	3,602,678	3,602,678	3,602,678	3,602,678	3,602,678	3,602,678	3,602,678
98% URT Actual Collection Adj	5900046	23,446,227	14,268,625	14,268,625	25,367,101	25,367,101	25,367,101	26,508,621	26,508,621	26,508,621
Academic Improvement Training	5900046	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Advanced Placement Incentive	5900046	824,509	825,000	825,000	825,000	825,000	825,000	825,000	825,000	825,000
Alternative Learning	5900046	19,968,837	19,968,837	18,500,000	19,968,837	19,968,837	19,968,837	19,968,837	19,968,837	19,968,837
Alternative Pay	5900046	812,830	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
AR Easter Seals	5900046	193,113	193,113	193,113	193,113	193,113	193,113	193,113	193,113	193,113
Assessment/End Course Testing	5900046	14,628,237	23,887,747	23,887,747	23,887,747	23,887,747	23,887,747	23,887,747	23,887,747	23,887,747
At Risk	5900046	1,423,354	1,490,500	1,490,500	1,618,030	1,618,030	1,618,030	1,688,530	1,688,530	1,688,530
Consolidation Incentive	5900046	4,835,377	5,210,100	12,550,000	5,210,100	5,210,100	5,210,100	5,210,100	5,210,100	5,210,100
Content & Curriculum	5900046	17,393	0	0	100,000	100,000	50,000	0	0	50,000
Content Standards	5900046	153,296	161,000	161,000	161,000	161,000	161,000	161,000	161,000	161,000
Coop Education Tech Centers	5900046	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Court Ordered Desegregation	5900046	59,224,701	69,814,372	69,814,372	69,814,372	69,814,372	69,814,372	69,814,372	69,814,372	69,814,372
Criminal Background Checks	5900046	8,571	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Debt Service Funding	5900046	22,544,443	28,455,384	28,455,384	28,455,384	28,455,384	28,455,384	28,455,384	28,455,384	28,455,384
Dept of Correction	5900046	5,027,675	5,147,675	5,147,675	5,447,675	5,447,675	5,447,675	5,597,675	5,597,675	5,597,675
Distance Learning	5900046	6,224,603	6,500,000	6,500,000	6,500,000	6,500,000	6,500,000	6,500,000	6,500,000	6,500,000
Distressed School District Support	5900046	13,442	450,000	450,000	450,000	450,000	450,000	450,000	450,000	450,000
Early Childhood Special Educ	5900046	14,642,062	15,316,744	15,316,744	15,623,079	15,316,744	15,316,744	15,935,541	15,316,744	15,316,744
Education Service Cooperatives	5900046	5,529,270	6,129,270	5,529,270	6,129,270	6,129,270	6,129,270	6,129,270	6,129,270	6,129,270
English Language Learners	5900046	8,535,656	10,231,111	10,231,111	10,750,600	10,231,111	10,231,111	12,157,000	10,231,111	10,231,111
General Facilities Funding	5900046	6,471,391	8,100,000	8,100,000	8,100,000	8,100,000	8,100,000	8,100,000	8,100,000	8,100,000
Gifted & Talented	5900046	1,421,600	1,422,896	1,422,896	1,451,354	1,451,354	1,451,354	1,480,381	1,480,381	1,480,381
Home School Test	5900046	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
Human Dev Ctr Education Aid	5900046	0	526,150	526,150	526,150	526,150	526,150	526,150	526,150	526,150

Commitment Item		2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Intensive School Support	5900046	0	320,000	320,000	320,000	320,000	320,000	320,000	320,000	320,000
Isolated Funding	5900046	7,895,996	7,896,000	7,896,000	7,896,000	7,896,000	7,896,000	7,896,000	7,896,000	7,896,000
Leadership Acdmy-Mstr Principal	5900046	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Master Principal Bonus	5900046	45,000	90,000	90,000	90,000	90,000	90,000	90,000	90,000	90,000
National School Lunch	5900046	154,167,328	157,142,907	157,416,512	161,071,480	158,642,907	158,642,907	165,098,267	158,642,907	158,642,907
Ntl Bd Prof Teaching Standards	5900046	4,840,833	6,093,500	6,093,500	7,475,840	6,093,500	6,093,500	9,106,160	6,093,500	6,093,500
Prof Development Fund	5900046	20,067,298	23,079,074	23,160,000	23,279,850	23,079,074	23,079,074	23,380,750	23,079,074	23,079,074
Public School Employee Ins	5900046	36,318,636	37,273,600	37,273,600	37,273,600	37,273,600	37,273,600	37,273,600	37,273,600	37,273,600
Pygmalion Commission	5900046	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Residential Ctrs/Juv Detention	5900046	13,352,733	13,516,231	13,516,231	14,867,854	13,516,231	13,516,231	15,016,533	13,516,231	13,516,231
School Food Services	5900046	1,650,000	1,650,000	1,650,000	1,650,000	1,650,000	1,650,000	1,650,000	1,650,000	1,650,000
School Food-Legislative Audit	5900046	75,000	75,000	75,000	100,000	75,000	75,000	100,000	75,000	75,000
School Funding Contingency	5900046	0	0	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000
School Worker Defense	5900046	203,269	390,000	390,000	390,000	390,000	390,000	390,000	390,000	390,000
Serious Offender	5900046	1,120,358	1,050,946	1,050,946	1,050,946	1,050,946	1,050,946	1,050,946	1,050,946	1,050,946
Smart Start/Smart Step	5900046	10,502,118	10,252,118	10,252,118	10,457,160	10,457,160	10,457,160	10,666,303	10,666,303	10,666,303
Special Ed-Catastrophic	5900046	11,342,606	11,000,000	11,000,000	11,000,000	11,000,000	11,000,000	11,000,000	11,000,000	11,000,000
Special Education Services	5900046	3,797,320	4,145,285	4,145,285	4,145,285	4,145,285	4,145,285	4,145,285	4,145,285	4,145,285
Special Needs Isolated Funding	5900046	2,999,998	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
State Foundation Funding	5900046	1,830,406,323	1,830,396,728	1,849,348,996	1,839,037,782	1,833,770,949	1,833,770,949	1,887,533,111	1,843,181,242	1,843,181,242
Student Growth	5900046	29,311,747	54,851,000	54,851,000	54,851,000	54,851,000	54,851,000	54,851,000	54,851,000	54,851,000
Supplemental Millage	5900046	7,976,872	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
Surplus Commodities	5900046	0	630,000	630,000	1,027,858	780,000	780,000	1,127,858	780,000	780,000
Teacher Licensing/Mentoring	5900046	7,788,909	7,508,758	7,508,758	7,508,758	7,508,758	7,508,758	7,508,758	7,508,758	7,508,758
Teacher of the Year	5900046	69,250	125,000	125,000	125,000	125,000	125,000	125,000	125,000	125,000
Teacher Recruitment	5900046	1,415,052	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000
Teacher Retirement Matching	5900046	5,373,498	6,655,000	6,655,000	6,987,750	6,655,000	6,655,000	7,337,138	6,655,000	6,655,000
Tech Improvements	5900046	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Traveling Teachers	5900046	6,504	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Workers' Compensation	5900046	0	450,000	450,000	450,000	450,000	450,000	450,000	450,000	450,000
Youth Shelters	5900046	165,000	165,000	165,000	165,000	165,000	165,000	165,000	165,000	165,000
Total		2,484,636,450	2,549,579,138	2,595,188,611	2,610,799,442	2,598,737,865	2,598,687,865	2,671,714,272	2,612,492,723	2,612,542,723

Funding Sources										
Fund Balance	4000005	29,838,893	55,514,617		55,514,617	55,514,617	55,514,617	55,514,617	55,514,617	55,514,617
Court Ordered Desegregation	4000180	59,224,701	69,814,372		69,814,372	69,814,372	69,814,372	69,814,372	69,814,372	69,814,372
DOE Public School Fund	4000195	1,797,713,298	1,839,228,366		1,886,942,295	1,867,175,676	1,867,125,676	1,945,012,750	1,877,877,016	1,877,927,016
E-Rate Credit	4000207	0	0		4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000
Educational Adequacy Fund	4000210	458,839,987	439,761,621		439,761,621	439,761,621	439,761,621	439,761,621	439,761,621	439,761,621
Educational Excellence Fund	4000220	200,422,877	192,211,154		192,211,154	192,211,154	192,211,154	192,211,154	192,211,154	192,211,154
Excise Tax on Beer	4000230	1,929,809	0		0	0	0	0	0	0
Miscellaneous Adjustments	4000345	1,981,613	0		0	0	0	0	0	0

Funding Sources									
TANF Transfer	4000478	7,500,000	7,500,000	0	7,500,000	7,500,000	0	7,500,000	7,500,000
Trnfr frm DOE Pub School Fund	4000525	(28,569,430)	(11,115,000)	(11,115,000)	(11,115,000)	(11,115,000)	(11,115,000)	(11,115,000)	(11,115,000)
Transfer frm GR Allotment Rrsv	4000544	22,003,790	11,268,625	0	0	0	0	0	0
Trnfr to DOE Public School Fund	4000625	250,000	0	0	0	0	0	0	0
Transfer to General Education	4000630	(865,000)	0	0	0	0	0	0	0
Transit Tax	4000700	1,149,154	910,000	910,000	910,000	910,000	910,000	910,000	910,000
Unfunded Appropriation	4000715	0	0	27,775,000	27,980,042	27,980,042	30,619,375	31,033,560	31,033,560
Total Funding		2,551,419,692	2,605,093,755	2,666,314,059	2,654,252,482	2,654,202,482	2,727,228,889	2,668,007,340	2,668,057,340
Excess Appropriation/(Funding)		(66,783,242)	(55,514,617)	(55,514,617)	(55,514,617)	(55,514,617)	(55,514,617)	(55,514,617)	(55,514,617)
Grand Total		2,484,636,450	2,549,579,138	2,610,799,442	2,598,737,865	2,598,687,865	2,671,714,272	2,612,492,723	2,612,542,723

The variance of the carry forward balance between FY08 and FY09 is due to the \$11,268,625 of the total \$22,003,790 transfer from General Allotment Reserve shown on Transfer from GR Allotment Reserve Funding line. Budget and/or Actuals exceed Authorized in Special Ed-Catastrophic, Distance Learning Operations, Alternative Learning, 98% URT Actual Collections Adjustment, Declining Enrollment, Serious Offender and Education Service Cooperatives due to special language which provides for Appropriation Transfer authority.