

FY 2014 Statutory/Maintenance Budget and Governor's Recommendation

The FY 2014 Statutory/Maintenance Budget shown on the following page reflects the November 2012 outcomes of Propositions 1, 2, and 3, which both repealed and reinstated a number of statutory programs and provisions. The budget also includes other statutory provisions that were set aside in the current FY 2013 and results in a 2.1% decrease in the General Fund. The budget shown is not the Superintendent of Public Instruction's request that was submitted in September 2012. That budget, which is now based on several statutes and provisions that have been repealed, requested a 5.1% increase in the General Fund.

Repealed Programs

The budget shows the zeroing of funding for repealed programs, which include pay-for-performance, the funding formula for additional math and science requirements, dual credit for early completers, technology, and mobile computing devices. (Rows 9-13)

Reinstated Programs

Programs that were reinstated include the teacher early retirement incentive program, the National Board certified teacher incentive program, and the previous funding formula for the Idaho Digital Learning Academy. (Rows 15, 19, and 20)

Maintenance Items

The budget incorporates funding for maintenance items, which include a 0.5% enrollment growth for 75 support units, a 1% salary increase, funding on an increase in the PERSI rate, and other minor adjustments. (Included in rows 4, 6, 7 and 8)

Discretionary Funding

Legislative intent language in the Public Schools appropriation bills has been used in the past four fiscal years to redirect \$29 million from school facilities, substance abuse prevention, and pupil transportation into discretionary funds. These actions were taken to provide school districts with additional flexibility during years of budget reductions. Because the intent language expires at the end of each fiscal year, the funds are returned to their original statutory uses as a starting point. Returning these funds to their statutory programs results in 10.2% decrease in the discretionary funds per support unit as shown at the bottom of the Statutory/Maintenance Budget. (Roman numeral VI)

Governor's Recommendation

The Governor's recommendation shown on the following page results in a General Fund increase of 2.0% and follows the Statutory/Maintenance Budget with three key differences. The differences are found in rows 7, 8, and Roman numeral VI, and include:

1. Does not recommend a 1% salary increase,
2. Recommends \$29 million to replace the funds (facilities, substance abuse prevention, and pupil transportation) that are returned to their statutory programs. This action maintains the discretionary funds at \$19,706 per support unit, which is the current FY 2013 amount, and
3. Recommends \$33.9 million to be appropriated based on stakeholder input. Because the uses of these funds are not yet specified the result is an increase in discretionary funds of 11.9%.

Public School Support Agency Profile

Analyst: Headlee

FY 2014 Statutory/Maintenance Budget and Governor's Recommendation

		FY 2013 Original Appropriation	FY 2014 Statutory / Maintenance ¹	FY 2014 Governor's Recommendation ²
I. SOURCES OF FUNDS				
1	General Fund	\$1,279,818,600	\$1,253,255,700	\$1,305,468,600
2	Dedicated Funds	66,873,400	74,567,600	74,567,600
3	Federal Funds:	220,121,100	215,223,600	215,223,500
	TOTAL APPROPRIATIONS	\$1,566,813,100	\$1,543,046,900	\$1,595,259,700
	<i>General Fund % Change from Previous Year:</i>	4.6%	-2.1%	2.0%
	<i>Total Funds % Change from Previous Year:</i>	0.4%	-1.5%	1.8%
II. PROGRAM DISTRIBUTIONS				
	Statutory Distributions			
4	Transportation §33-1006	\$69,973,600	\$75,441,100	\$75,441,100
5	Border Contracts §33-1002(2)(d), §33-1403	1,300,000	1,300,000	1,300,000
6	Excep. Contracts/Tuition Equiv. §33-1007, §1002(2)(e), §2004	5,943,300	5,396,000	5,396,000
7	Salary-Based Apportionment §33-1004E	743,437,200	762,546,700	754,989,300
8	State-Paid Employee Benefits §33-1004F	135,116,100	145,655,000	144,221,500
9	Pay-for-Performance §33-1004(1) Repealed	38,774,600	0	0
10	Additional Math and Science §33-1021 Repealed	4,850,000	0	0
11	Dual Credit for Early Graduates §33-1626 Repealed	842,400	0	0
12	Technology §33-1022 Repealed	13,613,900	0	0
13	Mobile Computing Devices §33-1627(5) & (6) Repealed	2,558,800	0	0
14	Bond Levy Equalization §33-906, §906A, §906B	17,400,000	17,400,000	17,400,000
15	Idaho Digital Learning Academy §33-1020	5,031,000	9,744,200	9,647,600
16	Idaho Safe & Drug-Free Schools §63-2506, §2552A(3), §3067	318,600	4,700,000	4,700,000
17	Mastery Advanced Program (MAPP) §33-1623	0	250,000	250,000
18	"8 in 6 Program" §33-1628	0	1,406,300	140,600
19	Early Retirement Incentive Program §33-1004G Reinstated	0	3,600,000	3,600,000
20	National Board Certified Teachers §33-1004E(1) Reinstated	0	111,000	111,000
21	Facilities Funding - Lottery Dollars §33-906, §67-7434	0	17,000,000	17,000,000
22	Facilities Funding - State Match §33-1019	0	2,750,000	2,750,000
23	Sub-total - Statutory Distributions	\$1,039,159,500	\$1,047,300,300	\$1,036,947,100
	Non-Statutory Distributions			
24	College Entrance Examiners	\$963,500	\$963,500	\$963,500
25	Reading, Math, Remediation	9,400,000	9,400,000	9,400,000
26	Limited English Proficiency (LEP)	4,000,000	4,000,000	4,000,000
27	District IT Staffing	2,500,000	2,500,000	2,500,000
28	Federal Funds for Local Districts	220,000,000	215,000,000	215,000,000
29	Deaf and Blind Services (Campus)	5,042,900	5,378,500	5,278,200
30	Deaf and Blind Services (Outreach)	2,674,100	2,984,900	2,704,800
31	Sub-total (Non-Statutory Distributions)	\$244,580,500	\$240,226,900	\$239,846,500
III.	TOTAL EXPENDITURES (Statutory and Non-Statutory)	\$1,283,740,000	\$1,287,527,200	\$1,276,793,600
IV.	STATE DISCRETIONARY FUNDS	\$283,073,100	\$255,519,700	\$318,466,100
V.	ESTIMATED SUPPORT UNITS	14,365	14,440	14,440
VI.	STATE DISCRETIONARY FUNDING PER SUPPORT UNIT	\$19,706	\$17,695	\$22,054
	<i>Discretionary Funding/Support Unit, Change from Previous Year:</i>	0.4%	-10.20%	11.92%

Notes:

- The budget shown here includes the statutory requirements of Propositions 1, 2, and 3 (November 6, 2012), a 1% salary increase, 0.5% enrollment growth at 75 support units, and a 9% employer PERSI rate increase from 10.39% to 11.32%.
- The Governor's recommendation includes the statutory requirements of Propositions 1, 2, and 3 (November 6, 2012), no salary increase, 0.5% enrollment growth at 75 support units, a 9% employer PERSI rate increase from 10.39% to 11.32%, \$29 million to hold discretionary funds at \$19,706 per support unit, and \$33.9 million for stakeholder input on education reform.