



Enclosure 3c

August 30, 2016

Department of Elementary and Secondary Education

Work Session of the Council on Elementary and Secondary Education

August 30, 2016



Budget Drivers

- Implementation of the Department's strategic plan, including new initiatives and the cost of core operations
- Continued implementation of education aid through the funding formula (Year 7)
- Maintenance of on-going initiatives



2017 Revised Budget

- Requesting \$15,000 to have Agency web page compliant with US Department of Education Office of Civil Rights standards.



Preliminary Projection for 2018 State Budget

- The preliminary projection for the 2018 State Budget is a deficit of \$185M.
- In order to find ways to solve the projected budget problem the State Budget Office has instructed departments and agencies to submit, in addition to a current services level budget, constrained budgets with increasing levels of cuts up to 8%.



Proposed Budget Increases \$100,000 or Greater

- Education Aid Funding Formula \$ 39.9M
- Categorical Aid and Stabilization Funds \$ 7.8M
- New Initiatives () is number of positions
 - Instructional Fellows (5) \$.5M
 - Advanced Placement Tests \$.8M
 - Educator Excellence (2) \$.3M
 - Kindergarten Entry Profile \$.2M
 - ELL/World Language leadership (1) \$.2M
 - Career Readiness fellows (20) \$.1M
- Funding Requests
 - Advanced Course Network \$ 1.0M
 - Salary/Turnover \$.5M
 - Technology Support \$.3M
 - FTE to support Early Learning (1) \$.1M



New Initiatives

- Instructional Fellows
 - Five classroom teacher fellows to assist with curriculum/instruction initiatives.
- Advanced Placement Test Fee Waiver
 - To cover the cost of approximately 11,000 advanced placement tests for students
- Educator Excellence
 - Fellow to support the work of developing shared site-based leadership in schools.
 - Fellow to support the work of defining high quality professional learning.



New Initiatives

- Kindergarten Entry Profile
 - Support large state investment
 - Provide assessment support, training, and technical assistance for LEAs
 - Information will guide policy priorities and future initiatives for LEAs
- ELL/World Language leadership
 - Create EL/World Language Leadership Position
 - Support school personnel in implementation of proposed EL regulations
 - Support schools in the implementation of new US Dept. of Ed. toolkits for teaching EL students
 - Support the growth of world language and dual language offerings in RI schools
- Career Readiness fellows
 - \$5,000 stipends to support career readiness in the areas of research, policy, and strategic planning



Other Funding Requests

- Advanced Course Network
 - Anticipates 50% increase in student enrollment
 - Augmented by \$300,000 in permanent school fund revenue
- Salary/Turnover
 - Reduce turnover rate to 4% from 8% to allow necessary positions to be filled
- Technology Support
 - Funds to support the Instructional Management System and Educator Evaluation System. Both systems managed by RIDE, used heavily by the LEAs.
- Additional FTE to support Early Learning Program
 - Staff is necessary to ensure program access and quality, as well as manage the expenditure of funds.



FY 18 Budget Summary

State Education Aid

Change in Funding Formula, FY17 – FY18	
Total FY17 Formula Aid *	\$896,181,301
+ Funding Formula Distribution Increase (Year 7) **	\$39,989,763
+ Categorical Fund Increase	\$4,526,675
+ Stabilization Funds	\$3,311,331
Total FY18 Formula Aid	\$944,009,070
Change from FY17	\$47,827,769 (5.3%)

* Includes formula funding for all local districts, all charter schools, and all state schools except for the School for the Deaf. Also includes enacted funding for categorical funds.

** Includes the projected amount needed to accommodate anticipated data updates, including student enrollment changes, the core instruction per pupil, and the state share ratio. Amounts are subject to change with annual spring data updates.



FY18 Budget Summary

Categorical Programs, Change Since FY12

Category	FY 2012-2014	FY 2015	FY 2016	FY 2017	FY18 Proposed Increase	FY 2018 Proposed Funding
Transportation	\$3,263,520	\$1,087,840	\$0	\$2,000,000	\$1,000,000	\$7,351,360
Regionalization Bonus	\$1,264,194	\$0	\$0	\$0	\$0	\$0
Early Childhood	\$1,950,000	\$1,000,000	\$1,000,000	\$1,210,000	\$1,080,000	\$6,240,000
High Cost Special Education	\$1,000,000	\$500,000	\$1,000,000	\$2,000,000	\$2,000,000	\$6,500,000
Career and Technical Ed	\$3,000,000	\$500,000	\$0	\$1,000,000	\$1,000,000	\$5,500,000
English Learners	\$0	\$0	\$0	\$2,494,939	\$0	\$2,494,939
Density aid	\$0	\$0	\$0	\$1,492,225	(\$553,325)	\$938,900
Total	\$10,477,714	\$3,087,840	\$2,000,000	\$10,197,164	\$4,526,675	\$29,025,199



Budget Notes

- Continued funding for initiatives new in 2017
 - Recovery High School \$.5M.
 - EL Categorical Fund \$2.5M.
 - Computer Science for RI \$.3M.
- Does not include funding for Prepare RI; approximately \$1.3M is included in the Office of Post Secondary Education Budget.



State of Rhode Island Budget Timeline

Responsible Entity	Action	Timeframe
State Budget Office	Calculate FY 2017 revised and FY 2018 targets and release budget Instructions	July – August, 2016
RIDE	Develop budget request	August – October
Council on ESE	Review Draft Budget Request	August 30
Council on ESE	Review and vote on Final Budget Request	September 20
Board of Education	Review and vote on Final Budget Request	November 16
Revenue Estimating Committee	The Budget Officer, House Fiscal Advisor, and Senate Fiscal Advisor meet and reach consensus on estimated revenues for FY 2016 and 2017 as well as estimated caseloads for human service agencies. The Governor’s Budget Request must use these estimates.	First week of November
Budget Office	Analyze Budget Request and create Budget Office Recommended Budget	December
Budget Office/RIDE	RIDE personnel meet with Budget Officer and Analyst to review/appeal budget recommendations	December
Governor	Governor makes final decisions on all agencies’ budgets	December/January
Budget Office	Submits the Governor’s Recommended Budget for FY 2017 and Revised Budget for FY 2016 to the General Assembly	January 19, 2017



State of Rhode Island Budget Timeline

Responsible Entity	Action	Timeframe
House Finance Committee & Senate Finance Committee	Hold hearings on each agency's budget request as well as separate hearings on each budget article included in the Governor's Budget	February – April
Revenue Estimating Committee	The Budget Officer, House Fiscal Advisor, and Senate Fiscal Advisor meet and reach consensus on estimated revenues for FY 2016 and 2017 as well as estimated caseloads for human service agencies. The Enacted Budget must use these estimates.	First week of May
House Finance Committee	Introduces the House version of the Governor's Budget (called the Appropriations Act) for both FY 2017 and FY 2016 Revised.	June
House of Representatives	Offers amendments and votes on the Appropriations Act	No sooner than 1 week after approval by House Finance
State Senate	Approves the Appropriations Act and sends it to the Governor or makes changes and sends it back to the House. Both houses must approve the identical version as there are no conference committees in Rhode Island.	By June 30