

KANSAS STATE DEPARTMENT OF EDUCATION

FY 2022 – FY 2024 BUDGET ANALYSIS

FIGURE 1
BUDGET OVERVIEW, FY 2022 – FY 2024

	Actual FY 2022	Agency FY 2023	Governor FY 2023	Agency FY 2024	Governor FY 2024
Operating Expenditures:					
State General Fund	\$ 4,118,453,102	\$ 4,482,620,284	\$ 4,417,165,165	\$ 4,415,796,319	\$ 4,722,602,099
Federal Funds	1,009,001,690	1,151,661,310	1,151,661,310	1,115,497,435	1,115,497,435
All Other Funds	1,104,092,989	1,145,692,184	1,140,760,767	1,170,094,904	967,709,947
<i>Subtotal</i>	\$ 6,231,547,781	\$ 6,779,973,778	\$ 6,709,587,242	\$ 6,701,388,658	\$ 6,805,809,481
Capital Improvements:					
State General Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	-	-	-	-	-
All Other Funds	-	-	-	-	-
<i>Subtotal</i>	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 6,231,547,781	\$ 6,779,973,778	\$ 6,709,587,242	\$ 6,701,388,658	\$ 6,805,809,481
Percentage Change:					
State General Fund	4.8 %	8.8 %	7.3 %	(1.5) %	6.9 %
All Funds	10.0 %	8.8 %	7.7 %	(1.2) %	1.4 %
FTE Positions	262.7	258.2	258.2	258.2	258.2

For purposes of this analysis, full-time equivalent (FTE) positions include non-FTE permanent unclassified positions but continue to exclude temporary employees. FTE positions reflect permanent state positions equating to a 40-hour work week.

The Kansas State Department of Education (KSDE) is overseen by the ten-member elected State Board of Education (State Board), which is established by the *Kansas Constitution*. The State Board is responsible for the general supervision of public schools and educational interests of the State not under the jurisdiction of the Kansas Board of Regents. Its duties include accrediting elementary and secondary schools, establishing standard courses of study in the public schools, certifying teachers and administrators, approving public and private teacher education programs, and administering a variety of state and federal aid programs.

The State Board appoints a Commissioner of Education, who is responsible for the administration of KSDE and serves at the pleasure of the State Board. KSDE consists of three main offices:

The **Office of the Commissioner** oversees those agency functions that provide services to the entire agency, including human resources and legal services.

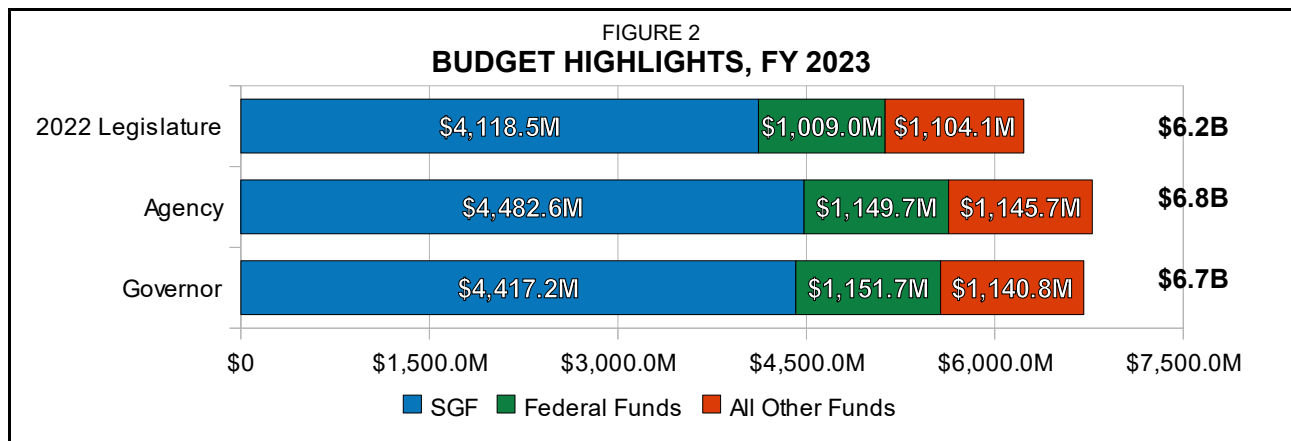
The **Division of Fiscal and Administrative Services** supervises the financial aspects of the agency, including preparation of the budget for KSDE and the distribution and audit of state aid payments to schools.

The **Division of Learning Services** oversees the State's assessed and non-assessed curricular standards; state assessments; planning, research, data analysis, and reporting requirements; educator licensure; and the review of educator training programs at all Kansas institutions of higher education.

EXECUTIVE SUMMARY

The 2022 Legislature approved a budget of \$6.6 billion, including \$4.5 billion from the State General Fund (SGF), for the Kansas State Department of Education for FY 2023. Several adjustments have been made subsequently to that amount, which changes the current year approved amount without any legislative action required. The adjustment for this agency includes the following:

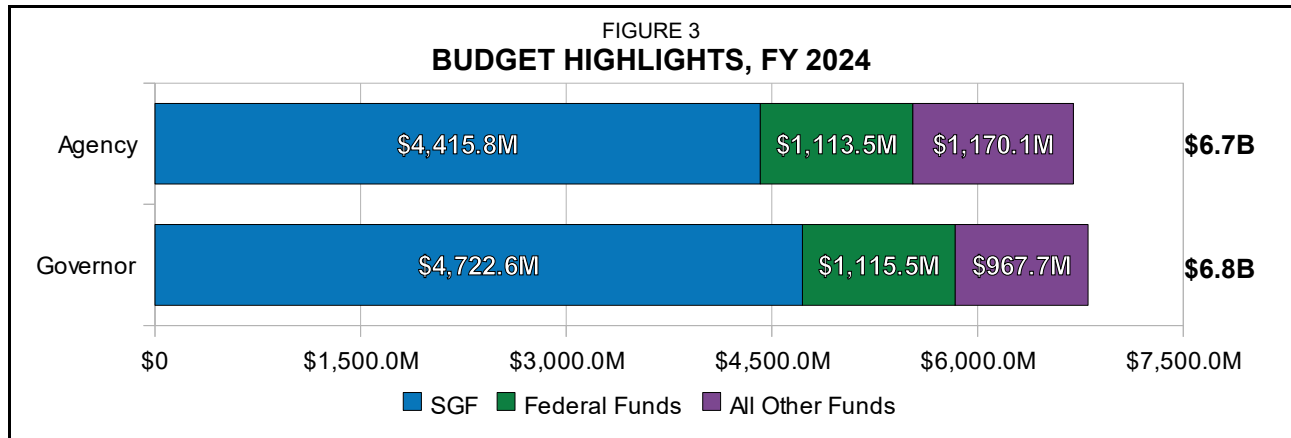
- SGF REAPPROPRIATIONS.** The agency had a total of \$5.9 million of unspent SGF moneys that reappropriated from FY 2022 into FY 2023, including \$3.2 million for Kansas Public Employees Retirement System (KPERs) contributions, \$51,768 for the Mental Health Intervention Team Pilot Program, \$2.5 million for the School District Juvenile Detention Facilities and Flint Hills Job Corps Center, and \$138,561 for Special Education Services Aid. This SGF increase due to agency reappropriations is offset by the lapsing of \$4.0 million SGF for the Virtual Math Programs because federal State Fiscal Recovery Fund (SFRF) moneys have been awarded for that same purpose.



The **agency** submits a revised estimate of \$6.8 billion, including \$4.5 billion SGF, in FY 2023. This is an all funds increase of \$155.3 million, and an SGF increase of \$1.9 million, above the amount approved by the 2022 Legislature. Notable items in the agency estimate include the following:

- FEDERAL COVID-19 FUNDING.** The agency’s revised estimate in FY 2023 includes \$496.2 million in federal COVID-19 relief funding expenditures. This includes:
 - \$458.8 million for all Elementary and Secondary School Emergency Relief (ESSER) programs;
 - \$19.9 million for all federal Emergency Assistance to Nonpublic Schools (EANS) and Governor’s Emergency Education Relief (GEER) programs;
 - \$14.1 million for federal Individuals with Disabilities Education Act (IDEA) Part B supplemental grants, which were not included in the FY 2023 approved budget; and
 - \$3.3 million in additional funding for various programs administered by the Children’s Cabinet, including \$2.7 million in Child Care and Development Fund (CCDF) moneys for the development of an early childhood workforce registry.
- SPECIAL REVENUE FUND REAPPROPRIATIONS.** The agency requests \$518,934, all from the Children’s Initiative Fund and KEY Fund, be reappropriated from FY 2022 into FY 2023.

The **Governor** recommends \$6.7 billion, including \$4.4 billion SGF, in FY 2023. The recommendation is \$70.4 million, including \$65.5 million SGF, below the revised estimate of the agency. The only adjustments recommended by the Governor were to reflect the updated fall 2022 consensus school finance estimates.



The **agency** requests \$6.7 billion, including \$4.4 billion SGF, in expenditures and 258.3 FTE positions for FY 2024. This is a decrease of \$78.6 million from all funds, including a reduction of \$66.3 million SGF, below the FY 2023 revised estimate. The reduction primarily reflects the one-time all SGF payment of \$176.6 million issued to eliminate the delayed school finance payment. This reduction is partially offset by an all funds increase of \$89.1 million, including \$83.8 million SGF, for ten agency-requested enhancements.

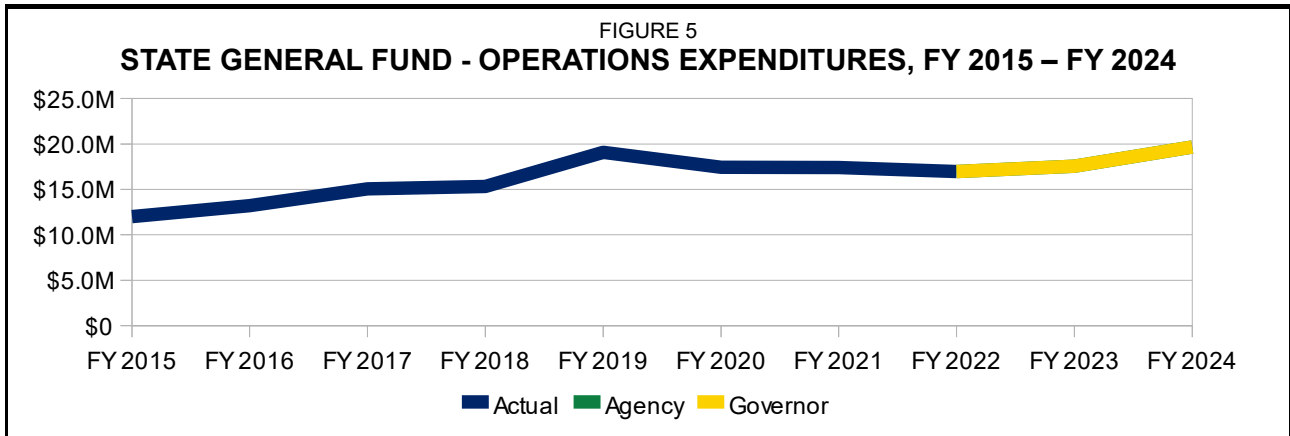
The **Governor** recommends \$6.8 billion, including \$4.7 billion SGF, for FY 2024. This is an increase of \$104.4 million, including \$306.8 million SGF, above the FY 2024 agency request. The Governor added \$109.0 million, including \$106.3 million SGF, to fund the fall 2022 consensus school finance estimates. While not an all funds increase, the largest SGF increase is the Governor's recommendation to revert the Capital Improvement State Aid funding back to a statutory demand transfer. For several years, this program has been funded through revenue transfers provided for in appropriations bills. These increases are partially offset by a reduction of \$4.5 million, all SGF, by not fully funding all the agency's enhancements.

EXPENDITURES AND FINANCING

FIGURE 4
BUDGET SUMMARY BY CATEGORY OF EXPENDITURE, FY 2022 – FY 2024

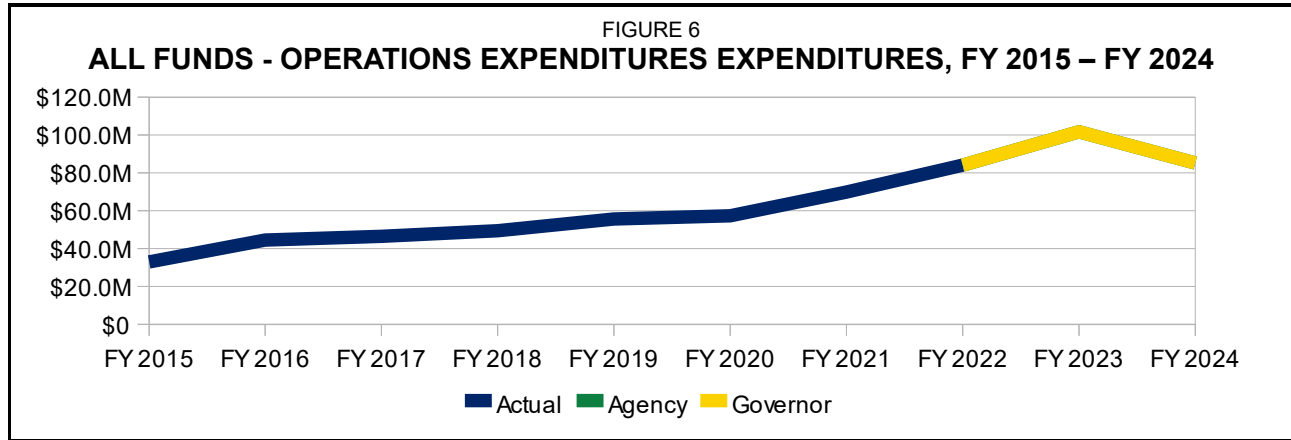
Category of Expenditure:	Actual FY 2022	Agency FY 2023	Governor FY 2023	Agency FY 2024	Governor FY 2024
Salaries and Wages	\$ 20,628,592	\$ 22,908,767	\$ 22,908,767	\$ 23,079,194	\$ 23,079,194
Contractual Services	62,940,836	78,323,470	78,323,470	61,613,800	61,613,800
Commodities	332,677	424,482	424,482	351,473	351,473
Capital Outlay	165,335	134,200	134,200	210,860	210,860
Debt Service Interest	-	-	-	-	-
<i>Subtotal</i>	<u>\$ 84,067,440</u>	<u>\$ 101,790,919</u>	<u>\$ 101,790,919</u>	<u>\$ 85,255,327</u>	<u>\$ 85,255,327</u>
Aid to Local Units	6,071,511,769	6,597,749,196	6,527,362,660	6,506,075,113	6,610,565,936
Other Assistance	75,968,572	80,433,663	80,433,663	110,058,218	109,988,218
<i>Subtotal—Operating</i>	<u>\$ 6,231,547,781</u>	<u>\$ 6,779,973,778</u>	<u>\$ 6,709,587,242</u>	<u>\$ 6,701,388,658</u>	<u>\$ 6,805,809,481</u>
Capital Improvements	-	-	-	-	-
Debt Service Principal	-	-	-	-	-
TOTAL	<u>\$ 6,231,547,781</u>	<u>\$ 6,779,973,778</u>	<u>\$ 6,709,587,242</u>	<u>\$ 6,701,388,658</u>	<u>\$ 6,805,809,481</u>
Financing:					
State General Fund	\$ 4,118,453,102	\$ 4,482,620,284	\$ 4,417,165,165	\$ 4,415,796,319	\$ 4,722,602,099
Children's Initiative Fund	32,665,348	36,030,940	36,030,940	40,934,238	40,934,238
Expanded Lottery Act	41,143,515	41,389,547	41,389,547	41,389,547	43,788,676
Revenues Fund					
Special Revenue Funds	205,649,656	211,655,172	206,655,172	215,186,995	7,186,995
Federal Funds	1,009,001,690	1,151,661,310	1,151,661,310	1,115,497,435	1,115,497,435
All Other Funds	824,634,470	856,616,525	856,685,108	872,584,124	875,800,038
TOTAL	<u>\$ 6,231,547,781</u>	<u>\$ 6,779,973,778</u>	<u>\$ 6,709,587,242</u>	<u>\$ 6,701,388,658</u>	<u>\$ 6,805,809,481</u>
FTE Positions	262.7	258.2	258.2	258.2	258.2

STATE GENERAL FUND - OPERATIONS EXPENDITURES



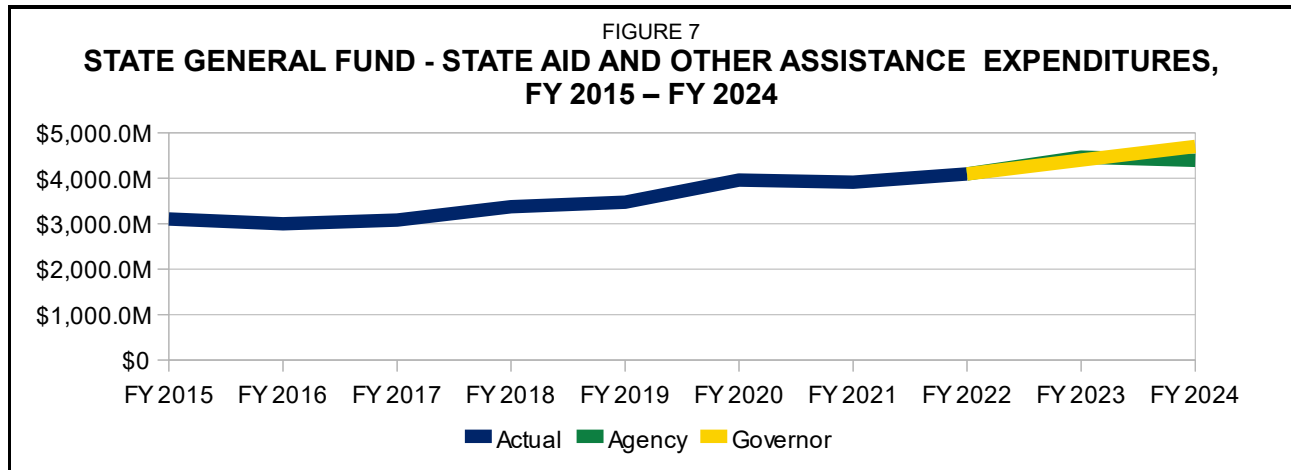
The Governor recommends SGF operations expenditures of \$17.6 million in FY 2023 and \$19.7 million for FY 2024. In FY 2023, this is the same as the FY 2023 approved amount. For FY 2024, there is an increase of \$2.1 million, or 12.0 percent, above the FY 2023 Governor's recommendation.

ALL FUNDS - OPERATIONS EXPENDITURES



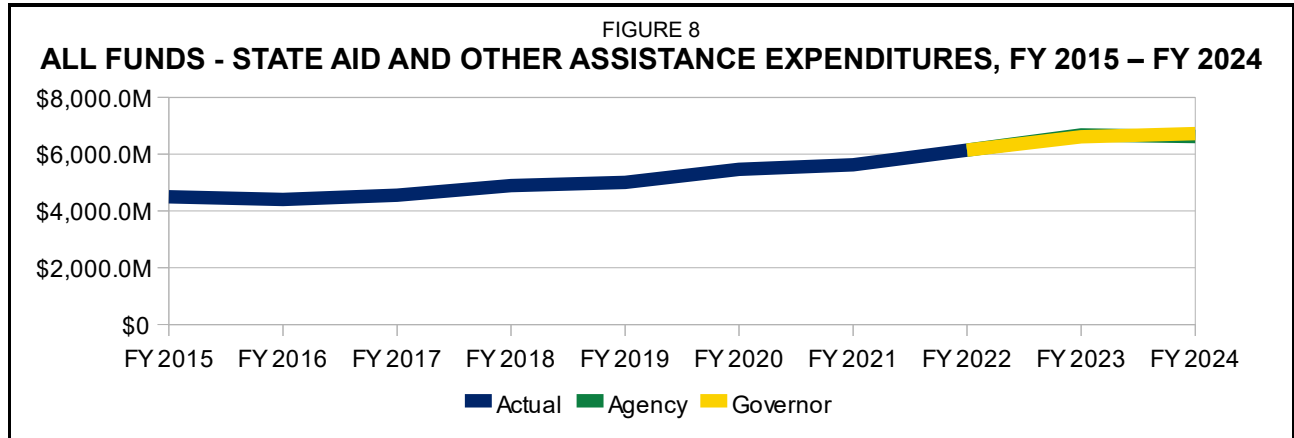
The Governor recommends all funds operations expenditures of \$101.8 million in FY 2023 and \$85.3 million for FY 2024. In FY 2023, this is the same as the FY 2023 approved amount. For FY 2024, this is a decrease of \$16.5 million, or 16.2 percent, below the FY 2023 Governor's recommendation.

STATE GENERAL FUND - STATE AID AND OTHER ASSISTANCE



The Governor recommends SGF expenditures for state aid and other assistance of \$4.4 billion in FY 2023 and \$4.7 billion for FY 2024. In FY 2023, this is a decrease of \$69.4 million, or 1.6 percent, below the FY 2023 approved amount. For FY 2024, this is an increase of \$303.3 million, or 6.4 percent, above the FY 2023 Governor's recommendation.

ALL FUNDS - STATE AID AND OTHER ASSISTANCE



The Governor recommends all funds expenditures for state aid and other assistance of \$6.6 billion in FY 2023 and \$6.7 billion for FY 2024. In FY 2023, this is an increase of \$79.6 million, or 1.2 percent, above the FY 2023 approved amount. For FY 2024, this is an increase of \$112.8 million, or 1.7 percent, above the FY 2023 Governor's recommendation.

FY 2023 ANALYSIS

FIGURE 9
SUMMARY OF BUDGET REQUEST, FY 2023

	SGF	Special Revenue Funds	All Funds	FTE
Legislative Approved:				
Amount Approved by 2022 Legislature	\$ 4,480,706,772	\$ 2,141,850,310	\$ 6,622,557,082	270.3
1. SGF Reappropriation	5,913,512	-	5,913,512	--
2. Children's Initiatives Fund Reappropriation	-	382,821	382,821	--
3. Kansas Endowment for Youth Reappropriation	-	136,113	136,113	--
<i>Subtotal—Legislative Approved</i>	<u>\$ 4,486,620,284</u>	<u>\$ 2,142,369,244</u>	<u>\$ 6,628,989,528</u>	<u>270.3</u>
Agency Revised Estimate:				
4. Virtual Math Program	\$ (4,000,000)	\$ 4,000,000	\$ -	--
5. Food Assistance Federal Funds	-	125,410,858	125,410,858	--
6. Special Education Grants	-	13,078,062	13,078,062	--
7. ARPA Capital Projects	-	10,625,000	10,625,000	--
8. Children's Cabinet CCDF Workforce Registry	-	2,700,000	2,700,000	--
9. Special Education Preschool Grants	-	1,051,759	1,051,759	--
10. All Other Adjustments	-	(1,881,429)	(1,881,429)	(12.0)
<i>Subtotal—Agency Revised Estimate</i>	<u>\$ 4,482,620,284</u>	<u>\$ 2,297,353,494</u>	<u>\$ 6,779,973,778</u>	<u>258.3</u>
Governor's Recommendation:				
11. Consensus estimate - State Foundation Aid	\$ (76,276,834)	\$ 68,583	\$ (76,208,251)	--
12. Consensus estimate - Capital Improvement Aid	-	(5,000,000)	(5,000,000)	--
13. Consensus estimate - Capital Outlay Aid	6,000,000	-	6,000,000	--
14. Consensus estimate - KPERs USDs	11,368,175	-	11,368,175	--
15. Consensus estimate - KPERs Non- USDs	(6,546,460)	-	(6,546,460)	--
TOTAL	<u><u>\$ 4,417,165,165</u></u>	<u><u>\$ 2,292,422,077</u></u>	<u><u>\$ 6,709,587,242</u></u>	<u><u>258.3</u></u>

LEGISLATIVE APPROVED

Subsequent to the 2022 Session, several adjustments were made to the \$6.6 billion, including \$4.5 billion SGF, approved for the Kansas State Department of Education for FY 2023. A total of \$5.9 million SGF and \$518,934 from the Children's Initiative Fund and KEY Fund reappropriated from FY 2022 into FY 2023. These adjustments change the current year approved amount without any legislative action required and include the following:

1. **SGF REAPPROPRIATION.** The agency had unspent SGF moneys that reappropriated from FY 2022 into FY 2023, including \$3.2 million for Kansas Public Employees Retirement System (KPERs) contributions, \$51,768 for the Mental Health Intervention Team Pilot Program, \$2.5 million for the School District Juvenile Detention Facilities and Flint Hills Job Corps Center, and \$138,561 for Special Education Services Aid. This SGF increase due to agency reappropriations is partially offset by the lapsing of \$4.0 million SGF for the Virtual Math Programs because federal State Fiscal Recovery Fund (SFRF) moneys have been awarded for that same purpose.
2. **CHILDREN'S INITIATIVES FUND REAPPROPRIATION.** The agency reappropriated \$382,821 for the Children's Initiatives Fund (CIF), including \$283,219 for CIF Grants

and the Early Childhood Block Grant and \$99,602 for the Parents Education Program and Parents as Teachers.

3. **KANSAS ENDOWMENT FOR YOUTH REAPPROPRIATION.** The agency reappropriated \$136,113 for the Kansas Endowment for Youth (KEY) Fund for the Children's Cabinet administration.

AGENCY ESTIMATE

The **agency** submits a revised estimate of \$6.8 billion, including \$4.5 billion SGF, in FY 2023. This is an increase of \$151.0 million, or 2.3 percent, and an SGF decrease of \$4.0 million, or 0.1 percent, from the amount approved by the 2022 Legislature.

The **agency** estimate includes the following adjustments:

4. **VIRTUAL MATH PROGRAM.** The agency found that COVID-19 pandemic relief funds were allowable expenditures for this program. The agency deleted (lapsed) \$4.0 million SGF and added the same amount from federal funds.
5. **FOOD ASSISTANACE FEDERAL FUNDS.** The addition of \$125.4 million is federal COVID-19 pandemic relief funds provided directly to this program.
6. **SPECIAL EDUCATION GRANTS.** The addition of \$13.1 million is federal COVID-19 pandemic relief funds provided directly to this program.
7. **ARPA CAPITAL PROJECTS.** The addition of \$10.6 million is federal COVID-19 pandemic relief funds provided directly to this program.
8. **CHILDREN'S CABINET CCDF WORKFORCE REGISTRY.** The addition of \$2.7 million is federal COVID-19 pandemic relief funds provided directly to this program.
9. **SPECIAL EDUCATION PRESCHOOL GRANTS.** The addition of \$1.1 million is federal COVID-19 pandemic relief funds provided directly to this program.
10. **ALL OTHER ADJUSTMENTS.** The deletion of \$1.9 million primarily reflects shifts in available federal funds, including the addition of \$1.0 million in COVID-19 pandemic relief funds for Safe and Secure Schools.

The **agency** estimate also includes 258.3 FTE positions in FY 2023, which is a decrease of 12.0 FTE positions below the approved number. The FTE decreases are primarily due to the elimination of FTE positions that had been open for an extended period and that the agency had not tried to fill in recent years.

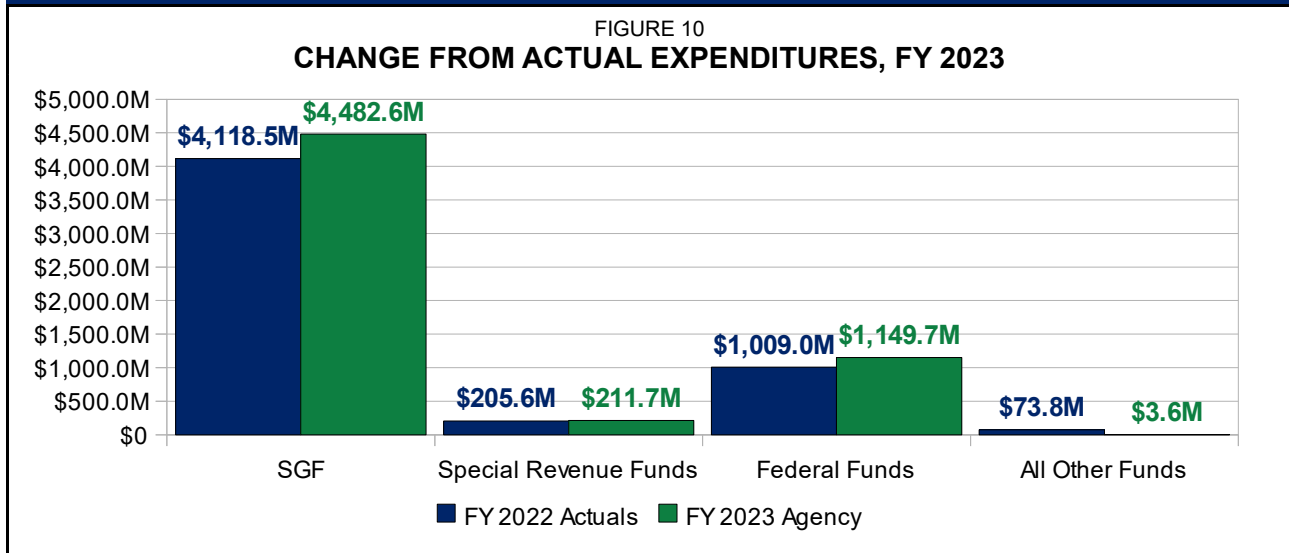
GOVERNOR'S RECOMMENDATION

The **Governor** recommends \$6.7 billion, including \$4.4 billion SGF, in FY 2023. The recommendation is \$70.4 million, including \$65.5 million SGF, below the revised estimate of the agency. The only adjustment made by the Governor was to recommend the changes made in the fall 2022 consensus school finance estimates.

11. **STATE FOUNDATION AID.** The Governor recommends the deletion of \$76.2 million, including \$76.3 million SGF, to reflect the changes made in the fall consensus school finance estimates.

12. **CAPITAL IMPROVEMENT AID.** The Governor recommends the deletion of \$5.0 million from special revenue funds to reflect the changes made in the fall 2022 consensus school finance estimates.
13. **CAPITAL OUTLAY AID.** The Governor recommends the addition of \$6.0 million SGF to reflect the changes made in the fall 2022 consensus school finance estimates.
14. **KPERS USDs.** The Governor recommends the addition of \$11.4 million SGF to reflect the changes made in the fall 2022 consensus school finance estimates.
15. **KPERS NON-USDs.** The Governor recommends the deletion of \$6.5 million SGF to reflect the changes made in the fall 2022 consensus school finance estimates.

FY 2023 CHANGE FROM ACTUAL EXPENDITURES



The **agency** estimates revised expenditures of \$6.8 billion, including \$4.5 billion SGF, in FY 2023. This is an all funds increase of \$548.5 million, or 8.8 percent, and an SGF increase of \$364.2 million, or 8.8 percent, above the FY 2022 actual expenditures. The all funds increase is primarily attributable to increases in additional federal COVID-19 pandemic relief funds (\$142.7 million) and SGF moneys (\$364.2 million) to reflect statutorily required school finance increases.

FY 2024 ANALYSIS

FIGURE 11
SUMMARY OF BUDGET REQUEST, FY 2024

	SGF	Special Revenue Funds	All Funds	FTE
Agency Revised Estimate, FY 2023	\$ 4,482,620,284	\$ 2,297,353,494	\$ 6,779,973,778	258.3
Agency Request:				
1. Enhancement – Special Education State Aid	\$ 76,829,711	\$ -	\$ 76,829,711	-
2. Enhancement – Professional Development	1,900,000	-	1,900,000	-
3. Enhancement – Mental Health Intervention Team Pilot Program	3,000,000	-	3,000,000	-
4. Enhancement – Mentor Teacher Program	1,000,000	-	1,000,000	-
5. Enhancement – Safe and Secure Schools Grants	1,000,000	-	1,000,000	-
6. Enhancement – Parents as Teachers	-	1,300,337	1,300,337	-
7. Enhancement– Ag in the Classroom	35,000	-	35,000	-
8. Enhancement – Conservation and Environment	35,000	-	35,000	-
9. Enhancement – Early Childhood Block Grant	-	2,985,782	2,985,782	-
10. Enhancement – Dolly Parton Imagination Library	-	1,000,000	1,000,000	-
11. All Other Adjustments	(150,623,676)	(17,047,274)	(167,670,950)	-
<i>Subtotal–Agency Estimate</i>	<u>\$ 4,415,796,319</u>	<u>\$ 2,285,592,339</u>	<u>\$ 6,701,388,658</u>	<u>258.3</u>
Governor’s Recommendation:				
12. Enhancement – Special Education State Aid	\$ (4,470,291)	\$ -	\$ (4,470,291)	-
13. Enhancement – Conservation and Environment	(35,000)	-	(35,000)	-
14. Enhancement – Ag in the Classroom	(35,000)	-	(35,000)	-
15. Consensus estimate - State Foundation Aid	83,900,088	3,215,914	87,116,002	-
16. Consensus estimate - Capital Improvement Aid	-	(3,000,000)	(3,000,000)	-
17. Consensus estimate - Capital Outlay Aid	5,900,000	-	5,900,000	-
18. Consensus estimate - KPERS USDs	21,497,063	-	21,497,063	-
19. Consensus estimate - KPERS Non USDs	(4,951,080)	2,399,129	(2,551,951)	-
20. Revert Capital Improvement Aid back to a demand transfer	205,000,000	(205,000,000)	-	-
TOTAL	<u>\$ 4,722,602,099</u>	<u>\$ 2,285,592,339</u>	<u>\$ 6,805,809,481</u>	<u>258.3</u>

AGENCY REQUEST

The **agency** requests \$6.7 billion, including \$4.4 billion SGF, for FY 2024. This is an all funds decrease of \$75.6 million, including an SGF decrease of \$66.8 million, below the FY 2023 revised estimate.

The **agency** request includes the following adjustments:

1. **ENHANCEMENT – SPECIAL EDUCATION SERVICES STATE AID.** The agency request includes an enhancement request of \$76.8 million, all SGF, for the first year of a five-year plan for Special Education State Aid to reach 92.0 percent of excess costs in FY 2028. The five-year plan assumes that special education excess costs would grow by 5.0 percent each fiscal year.
2. **ENHANCEMENT – PROFESSIONAL DEVELOPMENT.** The agency request includes an enhancement request of \$1.9 million, all SGF, to increase funding for the Professional Development program. The enhancement would increase total funding for the program to \$3.7 million. The agency estimates this enhancement would fully fund the program for FY 2024; however, once ESSER funds are no longer available, the enhancement is unlikely to fully fund the program.
3. **ENHANCEMENT – MENTAL HEALTH INTERVENTION TEAM PILOT PROGRAM (MHIT).** The agency request includes an enhancement request of \$3.0 million, all SGF, to expand the MHIT Pilot Program for FY 2024. The agency estimates the enhancement would expand the Pilot Program to 15-25 additional school districts.
4. **ENHANCEMENT – MENTOR TEACHER PROGRAM.** The agency request includes an enhancement request of \$1.0 million, all SGF, for additional funding for the Mentor Teacher Program. The enhancement request would fully fund the first three years of support for the careers of probationary teachers.
5. **ENHANCEMENT – SAFE AND SECURE SCHOOLS GRANT.** The agency request includes an enhancement request of \$1.0 million, all SGF, to replace the State Fiscal Recovery Funds (SFRF) used to partially fund the program in FY 2023. The enhancement would maintain total funding for the grants at \$5.0 million for FY 2024. The agency requests authority to expand the allowable use of grants to include communication between schools and local law enforcement and emergency personnel.
6. **ENHANCEMENT – PARENTS AS TEACHERS.** The agency request includes an enhancement request of \$1.3 million, all from the Children's Initiatives Fund (CIF), to provide additional funding for Parents as Teachers.
7. **ENHANCEMENT – KANSAS FOUNDATION FOR AGRICULTURE IN THE CLASSROOM.** The agency request includes an enhancement request of \$35,000, all SGF, to provide funding to the Kansas Foundation for Agriculture in the Classroom. The Legislature appropriated \$35,000 annually to support professional development activities of the Foundation prior to FY 2011.
8. **ENHANCEMENT – KANSAS ASSOCIATION FOR CONSERVATION AND ENVIRONMENTAL EDUCATION.** The agency request includes an enhancement request of \$35,000, all SGF, to provide funding to the Kansas Association for Conservation and Environmental Education. The Legislature appropriated \$35,000 annually to support the professional development activities of the Association prior to FY 2010.
9. **ENHANCEMENT – EARLY CHILDHOOD BLOCK GRANT.** The agency request includes an enhancement of \$3.0 million, all from the CIF, to increase funding for the Early Childhood Block Grant. The increase would be funded by increasing the transfer from the Kansas Endowment for the Youth (KEY) Fund to the CIF for FY 2024. The increase is part of a Kansas Children's Cabinet and Trust Fund (KCCTF) recommendation to increase transfers from the KEY fund to the CIF by \$5.3 million in FY 2024 and by \$5.4 million in FY 2025.

10. **ENHANCEMENT – DOLLY PARTON IMAGINATION LIBRARY.** The agency request includes an enhancement of \$1.0 million, all from the CIF, to provide additional funding to the Dolly Parton Imagination Library program. The program received a CIF appropriation of \$500,000 for FY 2023. The increase is part of a KCCTF recommendation to provide an additional \$1.0 million in funding, to bring the total funding level to \$1.5 million for FY 2024.

11. **ALL OTHER ADJUSTMENTS.** In addition to the adjustments above, the agency request deletes \$167.7 million, including \$150.6 million SGF, below the FY 2023 agency request. Adjustment include:

- Reductions from the FY 2023 Agency Request:
 - Delete \$122.7 million SGF for State Foundation Aid;
 - Delete \$20.1 million SGF for supplemental state aid;
 - Delete \$8.9 million SGF for KPERS School Employer contributions;
 - Delete \$2.5 million SGF for School District Detention Facilities;
 - Delete \$91.0 million in federal funds for Elementary and Secondary School Aid;
- Partially offsetting increases from the FY 2023 Agency Request include:
 - Add \$19.5 million in federal funds for the education of children with disabilities;
 - Add \$18.8 million in ARPA Capital Project Grants;
 - Add \$17.6 million in federal funds for the Child Care Development Block Grant;
 - Add \$15.3 million in special revenue funds for the State School Finance Fund;
 - Add \$8.8 million in federal funds for school aid for special education; and
 - Add \$3.0 million for the School District Capital Improvement Fund.

The **agency** request also includes:

- The agency requests the Legislature reauthorize the 20-mill property tax for FY 2024 and FY 2025. The 20-mill property tax can only be authorized for two years, and was last reauthorized by 2021 Senate Sub. for HB 2313.
- The agency requests continued authority to allow the Director of the Budget to transfer funds between the agency's SGF accounts for FY 2024. Beginning in 2019, the Legislature has authorized this language annually.
- The agency requests proviso language allowing the agency to distribute state aid from the State Safety Fund whenever funds are available, instead of by November 1, for FY 2024. The Legislature approved a \$1.6 million transfer from the State Safety Fund to the SGF beginning in FY 2017, which was an increase of \$500,000 over prior year transfers. After

KSDE expressed concern with the cash balance carried year to year, the Legislature approved language allowing KSDE to make this distribution when funds are available for FY 2018 through FY 2023.

- The agency requests continuing authority in FY 2024 to distribute donations of income tax refunds made by Kansas taxpayers to all school districts. Under KSA 79-3221n, taxpayers may donate all or a portion of their income tax refund or donate funds in addition to their tax liability to a unified school district of their choice; the authority to distribute funding would be used when a specific school district is not chosen by the taxpayer donating funds.
- The agency requests KSA 72-5462 be amended so that Capital Improvement State Aid is permanently funded through a revenue transfer. The statute currently provides the Capital Improvement State Aid be funded by a demand transfer from the SGF, except during FY 2022, FY 2023, and FY 2024, in which it will be a revenue transfer. The agency notes the Capital Improvement State Aid has been funded through a revenue transfer for over two decades, and creating a permanent revenue transfer would eliminate the need to update the statute every few years.

The Kansas Children's Cabinet also requests:

- That pursuant to KSA 38-2102, the transfer from the Kansas Endowment for Youth (KEY) Fund to Children's Initiative Fund (CIF) equal at least 102.5 percent of the FY 2023 transfer (approximately \$1.3 million). It recommends the transfer increase by \$5.3 million above the FY 2023 transfer.
- The statutory authority to create a 501(c)(3) nonprofit organization called Dolly Parton's Imagination Library in Kansas, as required by the Dollywood Foundation for all state and local partners, which would ensure favorable postage rates and allow private sector donors to receive tax benefits for donations made in Kansas.
- That donations accepted for the Dolly Parton Imagination Library program be appropriated as a no-limit fund in the event that funds are donated for the program.

GOVERNOR'S RECOMMENDATION

The **Governor** recommends \$6.8 billion, including \$4.7 billion SGF, for FY 2024. This is an increase of \$104.4 million, including \$306.8 million SGF, above the FY 2024 agency request. The Governor also recommends \$109.0 million, including \$106.3 million SGF, to fund the fall 2022 consensus school finance estimates. While not an all funds increase, the largest SGF increase is the Governor's recommendation to revert the Capital Improvement State Aid funding back to a statutory demand transfer. For several years, this program has been funded through revenue transfers provided for in appropriations bills. These increases are partially offset by a reduction of \$4.5 million, all SGF, by not fully funding all the agency's enhancements.

The **Governor's** recommendation includes the following adjustments:

12. **ENHANCEMENT – SPECIAL EDUCATION SERVICES STATE AID.** The Governor recommends a reduction of \$4.5 million to reflect the fall 2022 consensus school finance estimate for Special Education Services (Item 12).
13. **ENHANCEMENT – KANSAS ASSOCIATION FOR CONSERVATION AND ENVIRONMENTAL EDUCATION.** The Governor does not recommend this enhancement (Item 13).

14. **ENHANCEMENT – KANSAS FOUNDATION FOR AGRICULTURE IN THE CLASSROOM.** The Governor does not recommend this enhancement (Item 14).
15. **STATE FOUNDATION AID.** The Governor recommends the addition of \$87.1 million, including \$83.9 million SGF, to reflect the changes made in the fall 2022 consensus school finance estimates.
16. **CAPITAL IMPROVEMENT AID.** The Governor recommends the deletion of \$3.0 million from special revenue funds to reflect the changes made in the fall 2022 consensus school finance estimates.
17. **CAPITAL OUTLAY AID.** The Governor recommends the addition of \$5.9 million SGF to reflect the changes made in the fall 2022 consensus school finance estimates.
18. **KPERS USDs.** The Governor recommends the addition of \$21.5 million SGF to reflect the changes made in the fall 2022 consensus school finance estimates.
19. **KPERS NON-USDs.** The Governor recommends the deletion of \$2.6 million, including \$4.9 million SGF, to reflect the changes made in the fall 2022 consensus school finance estimates.
20. **REVERT CAPITAL IMPROVEMENT AID BACK TO A DEMAND TRANSFER.** The Governor recommends the return to a demand transfer for Capital Improvement State Aid. This is an addition of \$205.0 million SGF and a reduction of the same amount from special revenue funds.

ENHANCEMENT REQUESTS

STATE AID AND OTHER ASSISTANCE ENHANCEMENT REQUESTS

REQUEST 1

SPECIAL EDUCATION STATE AID

KSA 72-3422 provides for Special Education Services State Aid to equal 92.0 percent of excess costs for special education in Kansas. Percent excess costs for FY 2023 were expected to equal 65.3 percent during the fall 2020 education consensus estimates. While federal COVID-19 pandemic relief funding will increase percent excess costs, it will not equal 92.0 percent. The percentage of excess costs covered by State Aid has decreased over the last several years, due to costs for special education services increasing at a faster rate than the State Aid amount. Since federal and state law requires the provision of special education services, school districts must finance any excess costs not funded by the State from their general funds or supplemental general funds, reducing the amount available for general education services.

The agency requests \$76.8 million, all SGF, for FY 2024. This would increase the percent excess costs to 73.8 percent for FY 2024. The agency has developed a five-year plan to reach 92.0 percent excess costs listed below.

SPECIAL EDUCATION STATE AID ENHANCEMENT REQUEST				
Fiscal Year	State Aid	Excess Costs	Additional Cost	
2024	\$ 597,210,529	73.8 %	\$ 76,829,711	
2025	674,040,240	79.4 %	76,829,711	
2026	750,869,951	84.2 %	76,829,711	
2027	827,699,662	88.4 %	76,829,711	
2028	904,529,373	92.0 %	76,829,711	

If the Legislature appropriated the requested funding in each fiscal year, the percent excess cost would equal 73.8 percent for FY 2024, 79.4 percent for FY 2025, 84.2 percent for FY 2026, 88.4 percent in FY 2027, and 92.0 percent in FY 2028. The plan also assumes special education excess costs growth of 5.0 percent per year.

The Governor recommends adoption of this request, adjusted for the new estimate calculated during the fall 2022 consensus school finance estimating process.

REQUEST 2

PROFESSIONAL DEVELOPMENT ENHANCEMENT REQUESTS

Item	PROFESSIONAL DEVELOPMENT ENHANCEMENT REQUESTS			
	Agency Request		Governor's Recommendation	
	SGF	All Funds	SGF	All Funds
1. Professional Development	\$ 1,900,000	\$ 1,900,000	\$ 1,900,000	\$ 1,900,000
2. Kansas Foundation for Agriculture in the Classroom	35,000	35,000	-	-
3. Kansas Association for Conservation and Environmental Education	35,000	35,000	-	-
4. Mentor Teacher Program	1,000,000	1,000,000	1000000	1,000,000
TOTAL	\$ 2,970,000	\$ 2,970,000	\$ 2,900,000	\$ 2,900,000

1. **PROFESSIONAL DEVELOPMENT.** The agency requests \$1.9 million SGF for the Professional Development program provided for in KSA 72-2544 through 72-2553 for FY 2024. Per KSA 72-2551, Professional Development State Aid should be the lesser of 0.5 percent of a school district's general fund or 50.0 percent of actual expenditures for an approved professional development program. Professional Development State Aid is to promote the continuous professional development of all certified personnel serving in K-12 schools in Kansas for FY 2023.

To encourage such activities, state law allows for the distribution of professional development state aid to school districts. Since FY 2018, state aid appropriated for this purpose has not been sufficient to cover the state aid entitlement allowed by statute. From FY 2018 through FY 2021, annual SGF appropriations of \$1.7 million were made, with funds in FY 2022 being eliminated. The program was appropriated \$1.8 million for FY 2023. The enhancement request would increase total funding for the program to \$3.7 million.

2. **KANSAS FOUNDATION FOR AGRICULTURE IN THE CLASSROOM.** The agency requests \$35,000 SGF to support the professional development activities of the Foundation, including training on incorporating agricultural topics into classrooms, for FY 2024. The Legislature annually appropriated funding of \$35,000 for the Foundation and trainings prior to FY 2011.
3. **KANSAS ASSOCIATION FOR CONSERVATION AND ENVIRONMENTAL EDUCATION.** The agency requests \$35,000 SGF for FY 2024 to support the Association's professional development activities to incorporate environmental education in the classroom. Prior to FY 2010, the Legislature appropriated \$35,000 annually to support the Association's professional development.
4. **MENTOR TEACHER PROGRAM.** The agency requests \$1.0 million SGF to provide additional funding for the Mentor Teacher Program for FY 2024. This program is governed by KSA 72-2561 through 72-2564, and specifies that probationary teachers are provided support and assistance from an on-site mentor teacher for the first three years of the probationary teacher's career. State law provides for aid to school districts for up to \$1,000 in aid for mentor teacher. The additional funding would provide stipends for mentors assisting first-year teachers (\$1,000), mentors assisting second-year teachers (\$575), and mentors assisting third-year teachers (\$325) for the program's full three years.

The Governor recommends adoption of items 1 and 4. The Governor does not recommend adoption of items 2 and 3.

REQUEST 3

MHIT PILOT PROGRAM ENHANCEMENT REQUEST

The agency requests \$3.0 million SGF for additional Mental Health Intervention Team (MHIT) Pilot Program funding. This would bring the total funding for the Program to \$13.5 million, all SGF. The agency estimates that the additional funding would expand the program to another 15 to 25 USDs, depending on the size of the USDs and their programs.

The Governor recommends adoption of this request.

REQUEST 4

SAFE AND SECURE SCHOOLS GRANTS

The agency requests \$1.0 million SGF to replace the State Fiscal Recovery funds used to partially fund the program in FY 2023. This request would maintain total funding for grants at \$5.0 million for FY 2024.

The Governor recommends adoption of this request

REQUEST 5

PARENTS AS TEACHERS

The agency requests \$1.3 million, all from the Children's Initiatives Fund (CIF), for additional funding for Parents as Teachers to help meet increased demand for the program.

The Governor recommends adoption of this request.

CHILDREN'S CABINET ENHANCEMENT REQUESTS

REQUEST 6

EARLY CHILDHOOD BLOCK GRANT

The Children's Cabinet requests \$3.0 million, all from the Children's Initiatives Fund (CIF), for FY 2024 to increase funding for the Early Childhood Block Grant. This request is part of the Kansas Children's Cabinet Trust Fund's recommendation for a two-year increase in transfers from the Kansas Endowment for Youth (KEY) fund to the CIF. Additional funds would be used for strategic investments in early childhood programs and to provide additional funding for existing programs where the level of funding has stayed flat while demand for service has increased.

The Governor recommends adoption of this request.

REQUEST 7

DOLLY PARTON IMAGINATION LIBRARY

The Children's Cabinet requests \$1.0 million, all from the CIF, to provide additional funding to the Dolly Parton Imagination Library program for FY 2024. The program was established in Kansas in FY 2022 using federal grant funds. For FY 2023, the program received a CIF appropriation of \$500,000. To ensure the program is able to reach Kansas children throughout the state, the agency requests an additional \$1.0 million to bring total funding for the program to \$1.5 million for FY 2024.

The Governor recommends adoption of this request.

SPECIAL TOPICS

2023 EDUCATION CONSENSUS ADJUSTMENT

FY 2023 EDUCATION CONSENSUS ADJUSTMENT

The Governor recommends adoption of the fall 2022 education consensus estimates in FY 2023. For school finance, the Governor recommends decreased expenditures of \$70.4 million, including \$65.5 million SGF, below the approved amount and below the agency's revised estimate. The individual components of the fall 2022 education consensus estimate for FY 2023 are described below.

SCHOOL FINANCE–STATE FOUNDATION AID. The Governor recommends expenditures of \$3.5 billion, including \$2.6 billion SGF, for State Foundation Aid in FY 2023. This is an all funds decrease of \$76.2 million, including an SGF decrease of \$76.3 million, below the FY 2023 approved amount. This decrease includes an expenditure reduction of \$263,000 from the Mineral Production Education Fund, partially offset by an increase of \$600,000 from the statewide 20-mill property tax. The School District Finance Fund (optional local property taxes) amount is a decrease of \$9.8 million below the approved number. The all funds decrease is primarily attributable to a decrease in weighted FTE student enrollment below the fall 2021 estimates due to a decrease in weighted FTE students by 1,200.

SCHOOL FINANCE–SUPPLEMENTAL STATE AID. The Governor recommends expenditures of \$588.2 million SGF for Supplemental State Aid in FY 2023. This is the same as the FY 2023 approved amount. Supplemental State Aid provides equalization aid for school districts' Local Option Budgets.

SCHOOL FINANCE–SPECIAL EDUCATION STATE AID. The Governor recommends expenditures of \$520.5 million SGF for Special Education State Aid in FY 2023. This is the same as the approved amount. The fall 2022 education consensus estimates project that Special Education State Aid will cover 76.0 percent of excess costs in FY 2022.

SCHOOL FINANCE–CAPITAL OUTLAY STATE AID. The Governor recommends expenditures of \$88.0 million SGF for Capital Outlay State Aid in FY 2023. This is an increase of \$6.0 million above the FY 2023 approved amount. Capital Outlay State Aid provides equalization aid for school districts' optional capital outlay property taxes, which may not exceed eight mills. Expenditures for Capital Outlay State Aid are a demand transfer from the SGF. They are considered normal SGF expenditures, however there is no line-item appropriation in the appropriations bill.

SCHOOL FINANCE–CAPITAL IMPROVEMENT STATE AID. The Governor recommends expenditures of \$200.0 million, all from special revenue funds, for Capital Improvement State Aid in FY 2023. This is a decrease of \$5.0 million below the FY 2023 approved amount. Capital Improvement State Aid provides equalization aid for school districts' bonded indebtedness incurred for capital construction projects.

KPERS–USDs. The Governor recommends expenditures of \$532.1 million SGF for KPERS-USDs in FY 2023. This is an increase of \$11.4 million above the FY 2023 approved amount.

KPERS–Non-USDs. The Governor recommends expenditures of \$75.8 million, including \$40.9 million SGF, for KPERS-Non-USDs in FY 2023. This is a decrease of \$6.5 million SGF below the FY 2023 approved amount.

SPECIAL TOPICS

2024 EDUCATION CONSENSUS ADJUSTMENT

FY 2024 EDUCATION CONSENSUS ADJUSTMENT

The Governor recommends adoption of the fall 2022 education consensus estimates for FY 2024. For school finance, the Governor recommends increased expenditures of \$109.0 million, including \$106.3 million SGF, above the approved amount and above the agency's request. The individual components of the fall 2022 education consensus estimate for FY 2024 are described below:

SCHOOL FINANCE–STATE FOUNDATION AID. The Governor recommends expenditures of \$3.5 billion, including \$2.6 billion SGF, for State Foundation Aid for FY 2024. This is an all funds increase of \$87.1 million, and an SGF increase of \$83.9 million, above the FY 2024 approved amount. The increase in SGF is partially offset by an increase of \$6.7 million from the 20-mill Local Property Tax and an increase of \$4.5 million from the Mineral Production Fund. The School District Finance Fund (optional local property taxes) number is decrease of \$8.0 million above the approved number. This increase is primarily attributable to an estimated \$97 increase in BASE rate from \$5,006 to \$5,103 per weighted FTE student for FY 2024.

SCHOOL FINANCE–SUPPLEMENTAL STATE AID. The Governor recommends expenditures of \$568.0 million SGF for Supplemental State Aid for FY 2024. This is the same as the FY 2024 approved amount. Supplemental State Aid provides equalization aid for school districts' Local Option Budgets.

SCHOOL FINANCE–SPECIAL EDUCATION STATE AID. The Governor recommends expenditures of \$520.4 million SGF for Special Education State Aid for FY 2024. This is the same as the FY 2024 agency request. The fall 2022 education consensus estimates project that Special Education State Aid will cover 68.1 percent of excess costs for FY 2024.

SCHOOL FINANCE–CAPITAL OUTLAY STATE AID. The Governor recommends expenditures of \$89.5 million SGF for Capital Outlay State Aid for FY 2024. This is an increase of \$5.9 million above the FY 2024 agency request. Capital Outlay State Aid provides equalization aid for school districts' optional capital outlay property taxes, which may not exceed eight mills. Expenditures for Capital Outlay State Aid are a demand transfer from the SGF. As such, they are considered normal SGF expenditures, however there is no line-item appropriation in the appropriations bill.

SCHOOL FINANCE–CAPITAL IMPROVEMENT STATE AID. The Governor recommends expenditures of \$205.0 million, all SGF, for Capital Improvement State Aid for FY 2024. This is the same as the FY 2024 agency request.

KPERS–USDs. The Governor recommends expenditures of \$537.4 million SGF for KPERS-USDs for FY 2024. This is an increase of \$21.5 million above the FY 2024 agency request.

KPERS–Non-USDs. The Governor recommends expenditures of \$75.8 million, including \$37.0 million SGF, for KPERS-Non-USDs for FY 2024. This is a decrease of \$3.9 million SGF below the FY 2024 agency request.

PROGRAM AND PERFORMANCE MEASURES OVERVIEW

FIGURE 12
EXPENDITURES AND FTE POSITIONS BY PROGRAM, FY 2022 – FY 2024

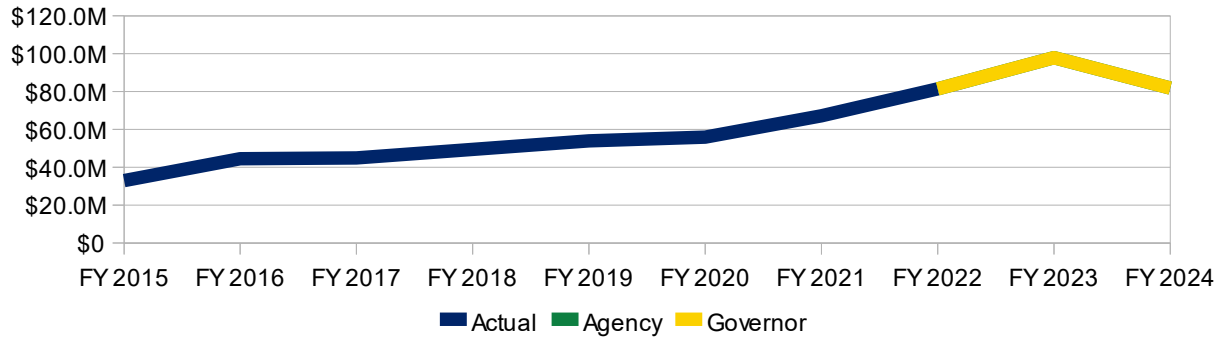
Programs	Actual FY 2022	Agency FY 2023	Governor FY 2023	Agency FY 2024	Governor FY 2024
Expenditures:					
Administration	\$ 16,218,022	\$ 18,252,274	\$ 18,252,274	\$ 16,705,086	\$ 16,705,086
Career & Technical Education	1,391,038	1,561,661	1,561,661	1,605,581	1,605,581
Child Nutrition & Wellness	3,539,121	3,154,043	3,154,043	3,285,273	3,285,273
Children's Cabinet	30,202,212	42,863,395	42,863,395	60,015,535	60,015,535
Financial Aid	6,147,985,177	6,671,432,592	6,601,046,056	6,584,192,458	6,688,613,281
Governance of Education	393,386	433,640	433,640	447,066	447,066
Special Education Services	17,793,178	17,332,005	17,332,005	18,078,932	18,078,932
Standards & Assessments	9,744,504	15,517,497	15,517,497	12,763,945	12,763,945
Title Programs & Services	4,281,143	9,426,671	9,426,671	4,294,782	4,294,782
TOTAL	\$ 6,231,547,781	\$ 6,779,973,778	\$ 6,709,587,242	\$ 6,701,388,658	\$ 6,805,809,481
FTE Positions:					
Administration	147.7	135.1	135.1	135.1	135.1
Career & Technical Education	13.4	12.4	12.4	12.4	12.4
Child Nutrition & Wellness	32.7	32.7	32.7	32.7	32.7
Children's Cabinet	0.3	7.0	7.0	7.0	7.0
Financial Aid	-	-	-	-	-
Governance of Education	1.0	1.0	1.0	1.0	1.0
Special Education Services	26.6	25.5	25.5	25.5	25.5
Standards & Assessments	26.2	30.2	30.2	30.2	30.2
Title Programs & Services	14.8	14.3	14.3	14.3	14.3
TOTAL	262.7	258.2	258.2	258.2	258.2

PERFORMANCE MEASURES

The 2016 Legislature passed HB 2739, which outlined a three-year process for state agencies to develop and implement a system of performance budgeting using outcome measures to evaluate program effectiveness.

OPERATING EXPENDITURES (EXCLUDING CHILDREN'S CABINET)

FIGURE 13
**OPERATING EXPENDITURES (EXCLUDING CHILDREN'S CABINET) EXPENDITURES,
 FY 2015 – FY 2024**



STATUTORY BASIS: • KSA 72-5170, 72-1250 through 72-2167, 72-5131 through 72-5176, 72-1167, 72-2171, 72-242 through 72-263, 72-17,132 through 72-17,148, 72-3403, *et seq.*, 72-3810, *et seq.*

- PROGRAM GOALS:**
- Access and distribute state and federal revenues to local education agencies and other qualifying organizations.
 - Verify the fiscal accountability of all USDs, special education interlocals, cooperatives, service centers, child care centers, and non-public entities.
 - Ensure Kansas educators are qualified and prepared to improve the learning of Kansas students.
 - Ensure that all educational systems in Kansas achieve Kansas Education Systems Accreditation (FY 2018 was the first year of KESA).
 - Develop active communication and partnerships with families, communities, business stakeholders, constituents, and policy partners.

Operating Expenditures include all Kansas Children's Cabinet. Expenditures for the expenditures for state operations within KSDE, Children's Cabinet are detailed in a subsequent with the exception of expenditures for the table.

FIGURE 14
OPERATING EXPENDITURES (EXCLUDING CHILDREN'S CABINET), PERFORMANCE MEASURES

	Actual FY 2021	Actual FY 2022	Actual 3-Year Avg.	Target FY 2023	Target FY 2024
Outcome Measure:					
1. Deployment of a statewide student information system or comparable platform	\$ 5.0 %	\$ 10.0 %	\$ 6.0 %	\$ 75.0 %	\$ 100.0 %
2. Percent of assignments filled by fully licensed educators	95.0 %	93.2 %	94.0 %	93.0 %	94.0 %
3. Total amount of state aid savings generated by KSDE Fiscal Auditing Team	\$ 22,562,435	30,113,406	23,773,940	18,820,000	18,820,000
Output Measure:					
4. Number of state and federal aid payments distributed	\$ 450	\$ 487	\$ 456	\$ 490	\$ 490
5. Total number of licenses issued per year	24,551	26,976	24,032	27,000	27,000
Financing	Actual FY 2021	Actual FY 2022		Governor FY 2023	Governor FY 2024
SGF	\$ 17,397,123	\$ 16,973,750	9,538,461	\$ 17,561,817	\$ 19,670,612
Federal Funds	46,926,127	3,566,850	3,615,030	75,561,127	56,651,343
All Other Funds	2,842,234	60,874,919	3,105,144	4,814,050	5,547,585
TOTAL	\$ 67,165,484	\$ 81,415,519	16,258,605	\$ 97,936,994	\$ 81,869,540
Percentage Change:					
SGF	(0.2) %	(2.4) %		3.5 %	12.0 %
All Funds	20.2 %	21.2 %		20.3 %	(16.4) %
FTE Positions	254.9	255.7		251.3	251.3

BUDGET ANALYSIS

The **agency** requests \$81.8 million, including \$19.7 million SGF, for operation expenditures excluding the Children's Cabinet for FY 2024. This is an all funds decrease of \$16.1 million, or 16.4 percent, and an SGF increase of of \$2.1 million, from the FY 2023 revised estimate. The FY 2024 request includes:

SALARIES AND WAGES

\$22.5 million for salaries and wages, which is an increase of \$168,711, or 0.8 percent, above the FY 2023 revised estimate. This increase is primarily due to increased employer contributions to group health insurance.

CONTRACTUAL SERVICES

\$58.2 million for contractual services expenditures, which a decrease of \$16.2 million, or 21.8 percent, below the FY 2023 revised estimate. This decrease is primarily attributable to the decrease of contractual

services associated with COVID-19 pandemic expenditures from federal ESSER fund moneys. The decrease is also attributable to decreased costs to provide technical assistance to schools identified as in need of comprehensive support and improvement and decreased costs for the agency's Statewide Longitudinal Data System grant.

COMMODITIES

\$348,855 for commodities expenditures, which is a decrease of \$71,844, or 17.1 percent, below the FY 20223 revised estimate.

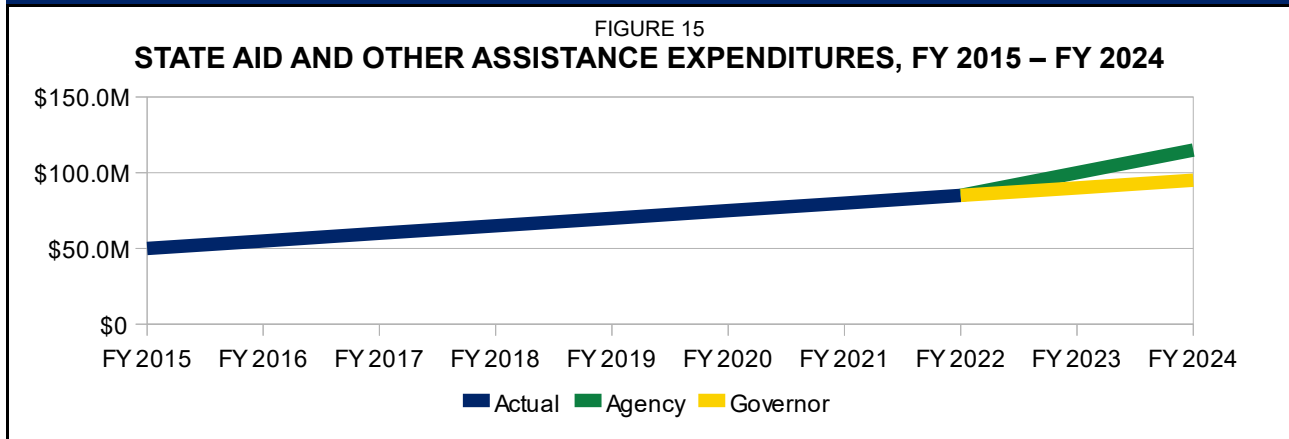
CAPITAL OUTLAY

\$210,860 for capital outlay expenditures, which is an increase of \$76,660, or 57.1 percent, above the FY 2023 revised estimate. This request includes \$82,113 for the replacement of three aging state-owned vehicles, \$107,800 to replace desktop, laptop,

and tablet computers under the agency's IT five-year plan. The request also includes \$20,000 from child nutrition administration funds to replace tablet computers used by the Child Nutrition and Wellness program.

The **Governor** concurs with the agency's FY 2024 request.

STATE AID AND OTHER ASSISTANCE



STATUTORY BASIS: • KSA 72-5131–5176 (KSEEA); KSA 72-53,126 (Capital Outlay); KSA 72-5462 (Capital Improvement); KSA 72-3422, 72-3425, and 72-3440 (SPED); KSA 72-17,132–17,148 (Food Service); KSA 72-4161–4166 (Parents as Teachers); KSA 72-4005–4010 (Driver Education); KSA 72-1173 (Juvenile Detention Facilities)

PROGRAM GOALS: • Provide financial support that will assist local education agencies in meeting the educational needs of students.

The State Aid and Other Assistance includes all state aid to school districts, as well as most grants provided to local agencies and individuals.

FIGURE 16
STATE AID AND OTHER ASSISTANCE, PERFORMANCE MEASURES

	Actual FY 2021	Actual FY 2022	Actual 3-Year Avg.	Target FY 2023	Target FY 2024
Outcome Measure:					
1. Five-year Postsecondary Success Rate	50%	N/A	-	60%	61
2. Five-year Postsecondary Effectiveness Rate	48.3 %	N/A	-	52.0 %	53.0 %
3. Number of high school students enrolled in tuition-free college, career, and technical education classes	12,529	13,000	13,154	13,500	14,000
4. High school graduation rate	88.30%	N/A	-- %	90.0 %	91.0 %
5. Percent of students with disabilities graduating from high school	80.0 %	78.4 %	78.9 %	84.5 %	81.0 %
Output Measure:					
6. Number of contacts made by TASN** staff to local agencies and school districts with the purpose of assisting in improving student academic performance	1,779	3,380	2,243	3,481	3,585
7. Number of USDs with approved preschool-aged at-risk programs	244	255	242	262	265
8. Number of CTE students who have earned at least two credits in an approved CTE career cluster/pathway course sequence	26,187	26,250	27,452	26,500	27,000
9. Statewide dropout rate	1.7 %	N/A	-- %	1.5 %	1.5 %
Financing (In Thousands)	Actual FY 2021	Actual FY 2022		Governor FY 2023	Governor FY 2024
SGF	\$ 3,913,407	\$ 4,101,479		\$ 4,399,603	\$ 4,702,932
Federal Funds	634,715	989,546		1,133,101	959,652
All Other Funds	1,072,924	2,089,593		1,075,092	1,057,970
TOTAL	<u>\$ 5,621,046</u>	<u>\$ 7,180,618</u>		<u>\$ 6,607,796</u>	<u>\$ 6,720,554</u>
Percentage Change:					
SGF	(1.2) %	4.8 %		7.3 %	6.9 %
All Funds	2.7 %	27.7 %		(8.0) %	1.7 %
FTE Positions	--	--		--	--
** Technical Assistance System Network					

PERFORMANCE AND BUDGET ANALYSIS

The agency requests \$6.6 billion, including \$4.4 billion SGF, for state aid and other assistance for FY 2024. This is an all funds decrease of \$62.0 million, and an SGF decrease of \$68.9 million, below the FY 2023 agency estimate.

The Governor recommends \$6.7 billion, including \$4.5 billion SGF, for FY 2024. Adjustments are reflected in the table below.

**FIGURE 17
STATE AID AND OTHER ASSISTANCE
SUMMARY OF EXPENDITURES, FY 2022 – FY 2024**

Program	Actual FY 2022	Agency Est. FY 2023	Gov. Rec. FY 2023	Agency Est. FY 2024	Gov. Rec. FY 2024
State General Fund					
State Foundation Aid	\$ 2,382,479,361	\$ 2,681,570,941	\$ 2,605,294,107	\$ 2,558,881,605	\$ 2,642,781,693
Supplemental State Aid	534,000,000	588,229,398	588,229,398	568,150,000	568,150,000
Special Education State Aid	512,892,374	520,519,379	520,519,379	597,210,529	592,740,238
Capital Outlay State Aid	78,008,188	82,000,000	88,000,000	83,600,000	89,500,000
Capital Improvement State Aid					205,000,000
KPERS–USDs	519,652,694	520,780,909	532,149,084	515,875,453	537,372,516
KPERS–Non-USDs	32,869,529	40,948,821	34,402,361	36,969,353	32,018,273
KPERS Layering Payment (FY 2017)	6,400,000	-	-	-	-
KPERS Layering Payment (FY 2019)	19,400,000	-	-	-	-
Mental Health Pilot Program	7,482,954	10,586,490	10,586,490	13,534,722	13,534,722
Juvenile Detention Grants	3,894,781	7,549,012	7,549,012	5,060,528	5,060,528
School Safety & Security Grants	-	4,000,000	4,000,000	5,000,000	5,000,000
Virtual Math Education Program	-	-	-	-	-
School Food Assistance	2,510,486	2,510,486	2,510,486	2,510,486	2,510,486
Evidence-Based Reading Programs	-	-	-	-	-
Professional Development	-	1,770,000	1,770,000	3,670,000	3,670,000
Mentor Teacher Program	1,300,000	1,300,000	1,300,000	2,300,000	2,300,000
Technical Ed. Transportation	-	1,482,338	1,482,338	1,482,338	1,482,338
Teach for America	-	-	-	-	-
Computer Science Advancement Grants	-	1,000,000	1,000,000	1,000,000	1,000,000
Teacher Excellence Grant/Scholarships	-	360,693	360,693	360,693	360,693
Technical Ed. Incentive	-	-	-	-	-
Education SuperHighway	178,986	-	-	-	-
Juvenile Transitional Crisis Center Pilot	300,000	300,000	300,000	300,000	300,000
Deaf-Blind Program Aid	110,000	110,000	110,000	110,000	110,000
Governor's Scholar Program	-	-	-	-	-
Career Technical Education	-	40,000	40,000	40,000	40,000
Other State Grants	-	-	-	-	-
Discretionary Grants	-	-	-	70,000	-
Subtotal–State General Fund	\$ 4,101,479,353	\$ 4,465,058,467	\$ 4,399,603,348	\$ 4,396,125,707	\$ 4,702,931,487
Other State Funds					
20 Mill Local Property Tax	\$ 761,510,212	\$ 789,500,000	\$ 799,100,000	\$ 804,800,000	\$ 811,500,000
School District Finance Fund	58,227,049	58,000,000	48,200,000	58,000,000	50,000,000
KPERS–ELARF	41,143,515	41,389,547	41,389,547	41,389,547	43,788,676
Capital Improvement State Aid	200,683,835	205,000,000	200,000,000	208,000,000	0
Mineral Production Fund	4,557,349	8,639,000	8,907,583	9,440,000	13,955,914
Communities in Schools	50,000	50,000	50,000	50,000	50,000
Driver Education Aid	1,477,707	1,614,000	1,614,000	1,615,000	1,615,000
USD Checkoff Fund	49,578	50,000	50,000	50,000	50,000
Private Gifts and Grants	-	-	-	-	-
Children's Cabinet–Family & Children Investment Fund	73	-	-	-	-
Subtotal-Other State Funds	\$ 1,067,699,318	\$ 1,104,242,547	\$ 1,099,311,130	\$ 1,123,344,547	\$ 920,959,590

(Note: This table previously included some contractual services expenditures because the primary beneficiaries of the contracts were local education agencies. These items have now been removed from the table. The table only shows those expenditures categorized as state aid to local units of government or other assistance.)

**STATE AID AND OTHER ASSISTANCE
SUMMARY OF EXPENDITURES, FY 2022 – FY 2024**

Program	Actual FY 2022	Agency Est. FY 2023	Gov. Rec. FY 2023	Agency Est. FY 2024	Gov. Rec. FY 2024
Children's Initiatives Fund					
Parent Education (Parents as Teachers)	\$ 8,456,920	\$ 8,537,237	\$ 8,537,237	\$ 9,737,972	\$ 9,737,972
Kansas Preschool Program (Pre-K Pilot)	4,200,000	4,200,000	4,200,000	4,200,000	4,200,000
Children's Cabinet–Early Childhood Block Grant	17,354,246	19,002,184	19,002,184	23,254,748	23,254,748
Children's Cabinet–Child Care Quality Initiative	500,000	500,000	500,000	-	-
Children's Cabinet–Autism Diagnosis Program	50,000	50,000	50,000	-	-
Children's Cabinet–Communities Aligned in Early Dev. & Ed.	1,000,000	1,000,000	1,000,000	-	-
Children's Cabinet–Imagination Library	-	500,000	500,000	1,500,000	1,500,000
Subtotal-Children's Initiatives Fund	\$ 31,561,166	\$ 33,789,421	\$ 33,789,421	\$ 38,692,720	\$ 38,692,720
Selected Federal Funds					
Special Education	\$ 118,944,589	\$ 120,782,080	\$ 120,782,080	\$ 140,395,314	\$ 140,395,314
School Food Assistance	398,389,413	328,592,993	328,592,993	328,571,263	328,571,263
Elementary and Secondary Education Act (ESEA) Prog.	401,687,118	557,804,080	557,804,080	487,504,893	487,504,893
TANF Children's Programs	4,062,977	4,932,317	4,932,317	4,132,317	4,132,317
Children's Cabinet–Community-Based Child Abuse Prevention	3,297,705	1,371,357	1,371,357	1,000,000	1,000,000
All Other Federal Funding	73,509,845	61,609,597	61,609,597	96,366,570	96,366,570
Subtotal-Federal Funds	\$ 999,891,647	\$ 1,075,092,424	\$ 1,075,092,424	\$ 1,057,970,357	\$ 1,057,970,357
Total-All Other Funds	\$ 2,099,152,131	\$ 2,213,124,392	\$ 2,208,192,975	\$ 2,220,007,624	\$ 2,017,622,667
GRAND TOTAL	\$ 6,200,631,484	\$ 6,678,182,859	\$ 6,607,796,323	\$ 6,616,133,331	\$ 6,720,554,154

FIGURE 18

**STATE FOUNDATION AID
SUMMARY OF EXPENDITURES, FY 2022 – FY 2024**

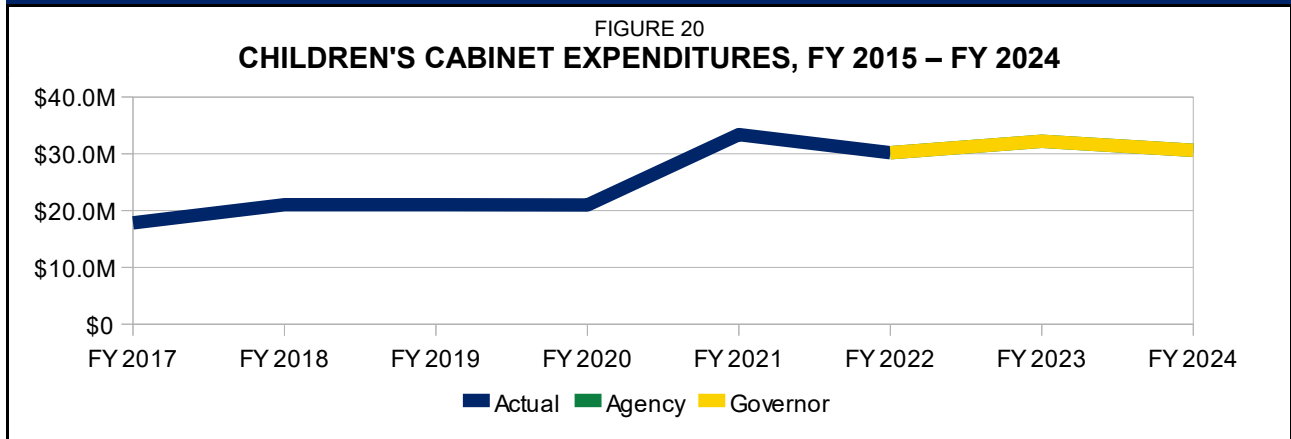
Funding Source	Actual FY 2022	Agency Est. FY 2023	Gov. Rec. FY 2023	Agency Est. FY 2024	Gov. Rec. FY 2024
State General Fund	\$ 2,382,479,361	\$ 2,681,570,941	\$ 2,605,294,107	\$ 2,558,881,605	\$ 2,642,781,693
20 Mill Local Property Tax	761,510,212	789,500,000	799,100,000	804,800,000	811,500,000
School District Finance Fund	58,227,049	58,000,000	48,200,000	58,000,000	50,000,000
Mineral Production Fund	4,557,349	8,639,000	8,907,583	9,440,000	13,955,914
TOTAL	\$ 3,206,773,971	\$ 3,537,709,941	\$ 3,461,501,690	\$ 3,431,121,605	\$ 3,518,237,607

FIGURE 19

**BASE AID FOR STUDENT EXCELLENCE (BASE)
FY 2022 – FY 2024**

Fiscal Year	Current Law	Agency Request	Governor's Rec.
2022	\$ 4,706	\$ 4,706	\$ 4,706
2023	4,846	4,846	4,846
2024*	5,006	5,103	5,103

CHILDREN'S CABINET



STATUTORY BASIS: • KSA 38-1901; KSA 38-2103

PROGRAM GOALS: • The Children's Cabinet will develop and implement a coordinated, comprehensive delivery system to improve the health and well-being of families and children in Kansas and evaluate programs funded with Children's Initiatives Funds.

The Children's Cabinet is established pursuant to KSA 38-1901. Its responsibilities include:

- Assisting the Governor in developing and implementing a coordinated, comprehensive delivery system to improve the health and well-being of families and children in Kansas;
- Evaluating program funding through the Children's Initiatives Fund; and
- Making recommendations to the Legislature and the Governor on how best to allocate funds to achieve the Cabinet's charge.

Effective July 1, 2016, KSDE became the fiscal and administrative agency for the Kansas Children's Cabinet.

FIGURE 21
CHILDREN'S CABINET, PERFORMANCE MEASURES

	Actual FY 2021	Actual FY 2022	Actual 3-Year Avg.	Target FY 2023	Target FY 2024
Outcome Measure:					
1. Percent of toddler classrooms funded by the Early Childhood Block Grant (ECBG) meeting high quality standards for classroom instruction	75%	78%	71%	--	--
2. Percent of pre-K classrooms funded by ECBG meeting high quality standards for classroom instruction	72%	78%	69%	--	--
3. Percent of toddler classrooms funded by the Communities Aligned in Early Development and Education (CAEDE) program	44%	47%	48%	--	--
4. Percent of pre-K classrooms funded by the CAEDE meeting high quality standards and classroom instruction	14%	N/A	23%	--	--
Output Measure:					
5. Number of children served through ECBG programs	6,074	6,719	6,898	--	--
6. Number of children served through CAEDE programs	511	937	502	--	--
Financing (In Thousands)	Actual FY 2021	Actual FY 2022		Governor FY 2023	Governor FY 2024
SGF	\$ -	\$ -		\$ -	\$ -
Federal Funds	16,610	11,532		8,540	3,376
All Other Funds	20,282	20,229		23,698	27,265
TOTAL	<u>\$ 36,892</u>	<u>\$ 31,761</u>		<u>\$ 32,238</u>	<u>\$ 30,641</u>
Percentage Change:					
SGF	-- %	-- %		-- %	-- %
All Funds	60.6 %	(13.9) %		1.5 %	(5.0) %
FTE Positions	7.0	7.0		7.0	7.0

BUDGET ANALYSIS

The agency requests \$60.0 million, all from special revenue funds, for the Children's Cabinet for FY 2024. This is an all funds increase of \$17.2 million, or 40.0 percent, below the FY 2023 revised estimate. This increase is primarily attributable to a increase in COVID-19 pandemic relief funds .

SALARIES AND WAGES

The agency's FY 2024 request includes \$619,392 for salaries and wages, which is an increase of \$1,716, or 0.3 percent, below the FY 2023 revised estimate. This increase is attributable to an increase in employer

contributions to fringe benefits such as group health insurance.

CONTRACTUAL SERVICES

The agency's FY 2024 request includes contractual services expenditures of \$2.8 million, which is a decrease of \$468,689, or 14.5 percent, below the FY 2023 revised estimate. This decrease is attributable to a decrease in federal Temporary Assistance for Needy Families and education research grants and projects funds.

COMMODITIES

The agency's FY 2024 request includes \$2,618 for commodities expenditures for FY 2024. This is a decrease of \$1,165, or 30.8 percent, below the FY 2023 revised estimate. This decrease is attributable to grant expenditures in FY 2023 that do not continue for FY 2024.

OTHER ASSISTANCE

The agency's request for FY 2024 includes \$27.3 million for other assistance expenditures. This is a decrease of \$1.1 million below the FY 2023 revised estimate. This decrease is attributable to temporary grant funds ending after FY 2023.

The **Governor** concurs with the agency's FY 2024 request.