

Illinois State Board of Education

**Finance & Audit Committee of the Whole
October 29, 2009
9:00 a.m.**

All open meetings will be audio cast on the Internet at: www.isbe.net

AGENDA (*timeframes are estimated for planning purposes*)

1. Roll Call
2. Board Member Participation by Other Means
3. Public Participation 9:00 -9:15 a.m.
4. Minutes of the September Finance & Audit Committee Meeting (**p. 2**)
- *5. Contracts & Grants Over \$1 Million 9:15 – 9:25 a.m.
 - a. University of Illinois Contract Extension (Illinois New Teacher Collaborative) (**pp. 3-5**)
(*Linda Tomlinson, Patrick Murphy*)
 - b. Amendment to IBM Contract for Student Information System (SIS) (**pp. 6-7**)
(*Connie Wise, Terry Chamberlain*)
6. FY11 Budget Hearings (*Joyce Karon, Linda Mitchell, Scott Taylor*) 9:25 – 9:30 a.m. (**p. 98**)
7. FY 11 Budget Preparation (*Linda Mitchell, Scott Taylor*) 9:30 – 10:45 a.m. (**pp. , !&()**)
8. Committee Agenda Planning/Additional Items
9. Committee Wrap-up – as needed (*Superintendent Koch*)
10. Adjourn

* Items listed with an asterisk (*) will be discussed in committee and Board action may be taken in the plenary session.

FINANCE AND AUDIT COMMITTEE OF THE WHOLE

Illinois State Board of Education
100 North First Street
Springfield, Illinois
September 16, 2009

1. **ROLL CALL:** Chairperson Joyce Karon called the meeting to order.

Members Present

Ms. Joyce Karon, Chair
Dr. Andrea Brown
Dr. David Fields
Dr. Vinni Hall
Ms. Lanita Koster
Mr. Jesse Ruiz
Dr. Chris Ward

Members Absent

None

Staff Present

Superintendent Koch
Linda Riley Mitchell
Scott Taylor
Robert Wolfe
Deb Vespa
Tim Imler
Toni Waggoner
Jason Hall

2. **BOARD MEMBER PARTICIPATION BY OTHER MEANS:** None

3. **PUBLIC PARTICIPATION:** Joel Babbitt from the Illinois Public Pension Association spoke about helping school districts.

4. **MINUTES OF THE MAY FINANCE AND AUDIT COMMITTEE MEETING:** Ms. Lanita Koster moved that the minutes of the June Finance and Audit Committee be accepted. Mr. Jesse Ruiz seconded the motion. The motion passed by unanimous voice vote.

5. **CONTRACTS & GRANTS OVER \$1 MILLION:**

- a. Approval of Interagency Agreement with Governor's Office (Darren Reisberg)
- b. Teach for America Grant (Linda Tomlinson)

The committee agreed to move these items forward during plenary session.

6. **FY08 A-133 STATEWIDE SINGLE AUDIT:** Ms. Lisa LaBonte reviewed the four findings ISBE received in the FY08 A-133 Statewide Single Audit, along with the proposed corrective action plan. The Board and the Superintendent praised agency staff for reducing the number of audit findings.

7. **ANNUAL TWO-YEAR AUDIT PLAN:** Ms. LaBonte explained that the Audit plan submitted includes 1000 hours scheduled under ARRA. As of last week over 300 hours have already been expended on ARRA, so that number may have to be increased. Ms. LaBonte stated that with Karl Vogl's retirement, she is holding interviews to fill three positions within the Internal Audit Department.

8. **BUDGET UPDATE:** Ms. Mitchell talked about the upcoming budget hearings and summarized the testimony heard at the first hearing in Champaign.



9. **COMMITTEE AGENDA PLANNING AND ADDITIONAL ITEMS:** Mr. Ruiz suggested having Ralph Martire come speak at the next meeting. The Board agreed to let staff work out some logistics and keep in touch and schedule something for the Superintendents Conference.

10. **COMMITTEE WRAP-UP:** None needed.

11. **ADJOURNMENT:** Ms. Koster moved to adjourn the meeting. Dr. Fields seconded the motion, and it passed unanimously.

ILLINOIS STATE BOARD OF EDUCATION MEETING
October 29-30, 2009

TO: Illinois State Board of Education

FROM: Christopher A. Koch, Ed.D., State Superintendent of Education 
Linda Tomlinson, Ph.D., Assistant Superintendent 

Agenda Topic: Approval of Contract Exceeding \$1 Million Dollars for University of Illinois

Staff Contact(s): Patrick Murphy, Division Administrator

Purpose of Agenda Item

To obtain approval to extend the contract with the University of Illinois for the Illinois New Teacher Collaborative through October 31, 2010, and increase the contract by \$525,000 (\$421,371 for FY10 and \$103,629 for FY11) for a maximum contract amount of \$1,769,253.00.

Relationship to/Implications for the State Board's Strategic Plan

This item is related to Goal 2: Every student will be supported by highly prepared and effective teacher and school leaders.

Expected Outcome(s) of Agenda Item

This agenda item will be discussed in the Finance and Audit Committee and then called for a vote at the October Plenary session.

Background Information

The mission of the Illinois New Teacher Collaborative (INTC) is to coordinate a network of services and resources through a statewide partnership of individuals and groups concerned with or interested in attracting and retaining new teachers and enhancing their ability to promote student learning. INTC also coordinates the work being conducted by SRI International (an independent non-profit research group) and the Illinois Education Research Council (IERC). SRI and IERC are currently working to evaluate and assess the strengths and weaknesses of the pilot programs in order to assist ISBE with identifying best practices for a statewide model of Induction and Mentoring.

Ten pilots received first-year funding from the Illinois State Board of Education for the 2006-2007 school year and ISBE awarded continuation funding for the 2007-2008 school year. In addition, ISBE funded thirty-one new pilot sites in February 2008 and another twenty seven new pilots in April 2009. Receiving grants were large and small districts, Regional Offices of Education, colleges and universities, and other professional development agencies located throughout Illinois.

These sites represent a broad spectrum of characteristics/demographics, i.e., size, income, grade levels, subject areas, partnerships, location, and delivery systems. The pilot programs use a variety of approaches incorporating mentoring, formative assessment with new teachers, and intensive professional development for the participants based on, at least in part, individual induction plans. Programs differ in their delivery of professional development and induction and

mentoring models. All teachers served with grant funds are new to the profession and are in their first or second year of teaching.

Financial Background:

The actual amount funded for each FY is as follows:

FY07	\$ 175,000
FY08	\$ 445,000
FY09	\$ 520,624
FY10	\$ 103,629
Total Contract	\$1,244,253

Note: The FY10 amount is only through October 31, 2009, which is the current end of the term in the contract.

The requested amount will increase the contract by \$525,000 for a maximum amount of \$1,769,253.

Analysis and Implications for Policy, Budget, Legislative Action and Communications

Budget Implications: The additional \$525,000 will be funded through Title II Teacher Quality funds.

Legislative Action: None

Effectiveness

The programs are implemented within 323 school districts and serve more than 3,018 first-year teachers and 1,169 second-year teachers.* Together the mentors and the beginning teachers impact more than 144,060 students in Illinois schools.*

*Figures are based on statistics as of June 30, 2009.

INTC provides ongoing and regular direct contact with each of the pilot programs. In the management of the grants, INTC is able to provide quality and timely technical assistance and guidance to these pilot programs. This assistance is critical to the success of these programs. INTC also collects and analyzes data from each program in order to provide ISBE with data and recommendations to help support the growth of a statewide induction and mentoring program and to support changes to rules and laws which lead to better programs.

Pros and Cons of Various Actions

Should the Board authorize the extension of the contract with the Illinois New Teacher Collaborative, the coordination of services and resources for new teachers in Illinois will continue. Without this authorization, this activity would be discontinued.

Superintendent's Recommendation

I recommend that the following motion be adopted at the October Board Meeting:

The State Board hereby authorizes agency staff to amend the contract for an increase of \$525,000 with the University of Illinois for the Illinois New Teacher Collaborative for a maximum amount not to exceed \$1,769,253.

Next Steps

Agency staff will commence the process of amending the contract in accordance with the approved motion.

ILLINOIS STATE BOARD OF EDUCATION MEETING
October 29-30, 2009

TO: Illinois State Board of Education

FROM: Christopher A. Koch, Ed.D., State Superintendent of Education 
Linda Riley Mitchell, Chief Financial Officer 
Connie Wise, Ph.D., Assistant Superintendent 

Agenda Topic: Approval of the Illinois Student Information System (SIS) Contract Exceeding \$1 million

Materials: None

Staff Contact(s): Connie J. Wise, Ph.D., Assistant Superintendent
Terry Chamberlain, Division Administrator

Purpose of Agenda Item

The Data Analysis and Data Systems Divisions request that the contract with IBM for the enhancement, maintenance and support of the Student Information System (SIS) be amended for FY 2010 thru FY 2013. The current contract runs through FY 2013 for \$18,959,500. We are requesting the Board's authorization for Agency staff to amend its contract with IBM through FY 2013. The requested amendment would increase the contract by \$250,000 to a maximum amount of \$19,209,500.

Relationship to/Implications for the State Board's Strategic Plan

This effort is directly related to the goal on student achievement and Longitudinal Data System (LDS).

Expected Outcome(s) of Agenda Item

The Board will have an understanding of what will be accomplished during the next four years

Background Information

In partnership with the Illinois State Board of Education (ISBE), IBM has designed and implemented a statewide student information system and supporting assessment system that assists ISBE in meeting the requirements of the No Child Left Behind Act. SIS has several notable features:

- Over 2.1 million state student identification numbers have been issued by the system. Student demographics, program indicators, enrollments, early childhood data, ELL data and assessment pre-id information are collected from all districts.
- It incorporates a sub-system for collecting, correcting and reporting on the ISAT, IAA, ACCESS and PSAE student assessments. The assessment sub-system allows ISBE to monitor student performance spanning multiple years.
- New features requested for the expansion of SIS are to include:
 - Addition of five English Language Learner (ELL) Placement data collections to the Student Information System. Included in the five data collections are W-APT, MODEL, and Pre-IPT.
 - Providing the capability for receiving and sending of migrant students' data to New Generation System (NGS).

- o Providing project management, programming, documentation updates, statewide training and help desk support for the current and revised SIS system.

Financial Background:

The actual amount funded for each FY is as follows:

FY05:	\$ 2,180,000
FY06:	\$ 1,660,000
FY07:	\$ 3,089,500
FY08:	\$ 2,360,000
FY09:	\$ 3,370,000
FY10:	\$ 2,320,000
FY11:	\$ 1,580,000
FY12:	\$ 1,200,000
FY13:	\$ 1,200,000
 Total:	 \$18,959,500

The requested amount will increase the contract by \$250,000 for a maximum amount of \$19,209,500.

Project Monitoring:

Weekly status meetings are held to track the progress of the project; All deliverables and payments must be approved by both Data Analysis and Data Systems division management.

Effectiveness:

ISBE has received many positive comments from district personnel on the data and the usefulness of the reports generated by SIS.

Analysis and Implications for Policy, Budget, Legislative Action and Communications

Policy Implications: Approval of the contract renewal with IBM will allow the SIS effort to continue to operate, expand its capabilities and to provide knowledgeable and professional assistance to the districts and schools.

Budget Implications: A variety of funding sources currently support this effort.

Legislative Action: None required.

Communication: None required.

Superintendent’s Recommendation

I recommend that the following motion be adopted:

The State Board hereby authorizes the Agency staff to amend the contract with IBM through Fiscal Year 2013 and to increase the maximum contract amount to \$19,209,500, for the purpose of expanding the capabilities and supporting the SIS system.

Next Steps

Agency staff will work with IBM to effectuate the contract extension in accordance with the Board’s approved motion.

ILLINOIS STATE BOARD OF EDUCATION MEETING
October 29-30, 2009

TO: Finance and Audit Committee

FROM: Christopher A. Koch, Ed.D., State Superintendent of Education 
Linda Riley Mitchell, Chief Financial Officer 

Agenda Topic: Preliminary Discussions of FY 2011 Budget –Background Information

Materials: ISBE FY 2011 Budget Process Summary
State Funds Appropriation History (Exhibit A)
FY 2011 Budget Hearing Summary (Exhibit B)
General State Aid Hold Harmless (Exhibit C)
Special Education MCAT Funding History (Exhibit D)
District 299 FY 2010 Block Grant Summary (Exhibit E)
District 299 FY 2010 Block Grant Estimations (Exhibit F)
FY 2010 Budget (Exhibit G)

Staff Contact(s): Scott Taylor, Division Administrator, Budget and Financial Management

Purpose of Agenda Item

The purpose of this agenda item is to provide the Board with information to assist in developing the FY 2011 budget.

Relationship to/Implications for the State Board's Strategic Plan

Many issues discussed below relate to the successful implementation of the Board's strategic plan.

Expected Outcome(s) of Agenda Item

It is expected that Board members will consider this memo in developing the FY 2011 budget.

Background Information

In the fall of each year, the State Board of Education begins discussions on a budget for the next fiscal year. As in the past years, the Board is holding public hearings throughout the state to allow constituents to advocate for items in the agency's budget. Agency staff provides the Board with analyses to assist in preparation of the budget beginning in October. Staff's preliminary discussions are intended to assist the Board in developing their recommendations. The Board finalizes a budget recommendation at its January meeting, and that recommendation is forwarded to the Governor and General Assembly for their consideration. During the spring, the Superintendent and staff participate in General Assembly appropriation committee hearings to advocate for the Board's recommendations.

Superintendent Recommendation

This item is for information purposes only.

Next Steps

Staff will complete analysis of key elements of the plan such as General State Aid. These analyses will be presented at the December meeting. The Board will prepare a fiscal year 2011 recommendation at the January Board meeting.

ISBE FY 2011 Budget Process Summary

Board Strategic Funding Priorities

In developing a budget for FY 2010, the Board prioritized spending based on those programs that:

- Meet the Board's strategic plan and support its goals for academic achievement, highly prepared and effective teachers, and a safe and healthy learning environment.
- Leverage General Revenue Funds needed to match federally funded programs and demonstrate maintenance of effort.
- Provide the greatest flexibility for local decisions in directing resources, and
- Support the largest number of children in need.

Board Funding History

From FY 2004 to FY 2009, the Board sought increases in funding and successfully grew Pre-K through 12 education spending by \$1.87 billion. In just one year, from FY 2007 to FY 2008, state funding grew \$572 million. Fueled by growth in state revenues, there were large increases in General State Aid, Mandated Categoricals, and Early childhood. A summary of the appropriations from FY 2003 to FY 2009 is shown on Exhibit A.

In FY 2010, the Board also sought increases in funding for its programs in based on these guiding principles, but the State's financial condition caused the General Revenue Fund budget to be reduced by \$136.8 million. There was a \$160 increase in the GSA Foundation Level: from \$5,959 in FY 2009 to \$6,119 in FY 2010, with a slightly lower general revenue fund appropriation. MCATS were fully funded and increased by \$144.7 million (8.1%). For its other GRF-funded programs, the Board made painful allocation decisions to utilize the \$544.7 million FY 2010 Lump Sum it originally received through the legislative process for programs which had received \$986.9 million in FY 2009.

Later, the Governor allocated \$150.7 million in funding for programs ISBE had been forced to cut. Even with these additions, Textbook Loan and Transitional Assistance did not receive any funding in FY 2010. ADA Block Grant was cut by 75 percent. Early Childhood Education, the Reading Improvement Block Grant, and Bilingual Education received 10 percent reductions.

FY 2011 Budget Public Hearings

In preparation for the FY 2011 Budget, the Board is soliciting public input in a series of eight hearings throughout Illinois. To date, ISBE has held five FY 2011 Budget Hearings in Champaign, Mt Vernon, De Kalb, Peoria and Chicago. A summary of the requests made at these hearings is shown on Exhibit B.

ILLINOIS STATE BOARD OF EDUCATION
Exhibit A
State Funds Appropriation History - FY03-FY10

\$000's	FY03	FY04	FY05	FY06	FY07	FY08	FY09	FY10
General State Aid	\$ 3,206,300	\$ 3,484,200	3,712,331	\$ 3,927,439	\$ 4,166,330	\$ 4,475,200	\$ 4,616,366	\$ 4,615,976
Mandated Categoryals	1,159,682	1,304,405	1,399,352	1,424,763	1,481,422	1,666,900	1,782,251	1,926,937
Early Childhood Education	183,506	213,406	243,255	273,255	318,255	347,861	380,261	342,235
ADA Block Grant	66,854	42,841	54,841	64,841	74,841	74,841	74,841	18,710
Reading Improvement Block Grant	79,221	79,221	76,140	76,140	76,140	76,140	76,140	68,526
Bilingual Education	60,344	62,552	64,552	66,552	66,552	74,552	75,652	68,087
Transitional Assistance	-	5,200	7,700	11,800	11,800	5,000	36,764	-
District Consolidation Costs	1,669	1,669	3,519	7,700	7,850	7,850	7,850	3,700
Textbook Loans	29,127	29,127	29,127	29,127	29,127	42,827	42,827	-
Other Grants	401,272	304,324	223,649	240,437	322,987	355,819	293,082	194,331
Agency Operations	32,301	16,988	33,105	30,932	22,775	23,645	24,251	26,550
TOTAL STATE FUNDS	\$ 5,220,276	\$ 5,543,933	5,847,569	\$ 6,152,985	\$ 6,578,077	\$ 7,150,634	\$ 7,410,284	\$ 7,265,051

\$000's	Change FY02-FY03	Change FY03-FY04	Change FY04-FY05	Change FY05-FY06	Change FY06-FY07	Change FY07-FY08	Change FY08-FY09	Change FY09-FY10
General State Aid	\$ (60,090)	\$ 277,900	\$ 228,131	\$ 215,108	\$ 238,890	\$ 308,870	\$ 141,166	\$ (391)
Mandated Categoryals	(42,429)	144,723	94,947	25,411	56,660	185,478	115,351	144,686
Early Childhood Education	(666)	29,900	29,849	30,000	45,000	29,607	32,400	(38,026)
ADA Block Grant	(5,146)	(24,013)	12,000	10,000	10,000	-	-	(56,131)
Reading Improvement Block Grant	(4,168)	-	(3,081)	-	-	-	-	(7,614)
Bilingual Education	(2,208)	2,208	2,000	2,000	-	8,000	1,100	(7,565)
Transitional Assistance	-	5,200	2,500	4,100	-	(6,800)	31,764	(36,764)
District Consolidation Costs	(2,531)	-	1,849	4,181	150	-	-	(4,150)
Textbook Loans	(1,066)	-	-	-	-	13,700	-	(42,827)
Other Grants	(13,007)	(96,948)	(80,675)	16,788	82,550	32,832	(62,737)	(98,751)
Agency Operations	3,956	(15,312)	16,117	(2,173)	(8,158)	871	605	2,299
TOTAL STATE FUNDS	\$ (127,354)	\$ 323,657	\$ 303,636	\$ 305,415	\$ 425,093	\$ 572,557	\$ 259,650	\$ (145,233)

**Illinois State Board of Education
Exhibit B
FY 2011 Budget Hearing Summary
(as of October 21, 2009)**

Program	FY09 Funding	FY10 Funding	Requested Funding
GSA/Poverty Grant	\$4,581,561,600	\$4,600,305,100	\$4,600,305,100
Early Childhood Block Grant	\$380,261,400	\$342,235,300	\$380,261,400
Bilingual Education	\$75,652,000	\$68,086,800	\$75,652,000
ADA Block Grant	\$74,841,000	\$18,710,300	\$74,841,000
Illinois Textbook Loan	\$42,826,500	\$0	\$42,826,500
Career & Technical Education	\$38,562,100	\$38,562,100	\$38,562,100
ROE's Salaries/Services	\$16,090,000	\$14,222,100	\$25,000,000
Regional Safe Schools	\$18,535,500	\$16,682,000	\$18,535,500
Truant Alternative & Otional Education Program	\$20,078,100	\$18,070,300	\$20,078,000
National Board Certified Teachers	\$11,485,000	\$5,742,500	\$15,000,000
Beginning Teacher Induction and Mentoring	\$14,000,000	\$9,380,000	\$14,000,000
Transportation Reimbursement Program	\$11,954,700	\$0	\$12,100,000
After School Matters	\$500,000	\$5,000,000	\$10,000,000
Community Schools	NA	NA	\$5,000,000
Grow Your Own Teachers	\$3,500,000	\$3,150,000	\$4,500,000
Technology for Success	\$4,169,700	\$4,169,700	\$4,169,700
Agricultural Education	\$3,381,200	\$3,043,100	\$3,043,100
Children's Mental Health Parnership	\$3,000,000	\$2,700,000	\$3,000,000
Homeless Education	\$3,000,000	\$0	\$4,000,000
Instructional Materials for Visually Impaired	\$2,121,000	\$1,421,100	\$2,621,000
On-Line Databases	\$0	\$0	\$2,500,000
Teach for America	\$450,000	\$225,000	\$2,000,000
Recording for Blind & Dyslexic	\$1,218,800	\$816,600	\$1,218,000
Visionaries Educating Youth & Adults (VEYA)	NA	NA	\$253,200
Economic Education	NA	NA	\$100,000
2010 Democracy School Initiative	NA	NA	\$86,000
Mandated Categoricals particularly transportation and special ed			Fully fund
GSA/Poverty Grant			Fully fund
Youth Empowerment Seminars	NA	NA	No specific amount

Several speakers advocated for more than one program in their presentations. Some even spoke on behalf of federal programs such as 21st Century Learning. Others advocated for new funding sources for education such as HB 174. Thus far, in response to the FY 2010 cuts, speakers' requests have focused on funding for the Illinois Textbook Loan Program, the ADA Block Grant, and the Transportation Reimbursement Program be restored to FY 2009 levels. As

in hearings held in past years, there have been many advocates for Career and Technical Education Programs, Agricultural Education, and Special Education. Regional Superintendents have also advocated for higher spending on programs delivered through the ROE Services line. Other hearings will be held in Springfield, Wheeling and conclude with the December 15 hearing in Mundelein.

Concurrently, the new Education Funding Advisory Board (EFAB) has also begun meeting. EFAB is also soliciting public input in a series of meetings that began in August 2009. The objective is to establish a process that will ultimately result in a foundation level recommendation in January 2011 to inform the FY 2012 budget. EFAB is evaluating the model used to calculate the foundation level recommendation in past years. Although EFAB will not make a formal recommendation for FY 2011, they will discuss and review the ISBE calculation using the existing model in EFAB's December 2009 meeting.

American Recovery and Reinvestment Act Impact

It is anticipated that the FY 2011 budget will be dramatically impacted by the end of specific funding streams within the American Reinvestment and Recovery Act (ARRA). To date, the state has been awarded nearly \$2.5 billion for programs in State Fiscal Stabilization, Title I, Special Education IDEA and other grants. Of that amount \$1.2 billion has already been disbursed. The federal stimulus program secured \$1 billion each year for Illinois school districts in FY 2009 and FY 2010. It should be noted, however, that the Phase II Stabilization federal application has not yet been released by the U.S. Department of Education, thus preventing the state from accessing FY 2010 stabilization funds. The General Assembly and the Governor will need to find sources of support to reconstitute revenues used to educate Illinois children for FY 2011.

The Board will carefully examine the FY 2011 impact of this lost source and the state's declining tax revenues. Presentations on the state economic and tax forecast will be made by the Center for Tax and Budget Accountability and the Commission on Government Forecasting and Accountability prior to the Springfield Budget hearing on October 27.

General State Aid

ISBE staff completed final calculations of the General State Aid (GSA) payments for FY 2010. Based on a claim amount of \$4.618 billion that districts are eligible to receive compared to a \$4.6 billion appropriation, GSA is \$17.7 million short of the necessary amount for FY2010.

The School Code (105 ILCS 5/18-8.05) requires that any shortfall in appropriations for General State Aid must be deducted from the supplemental poverty payment first, before any reduction to the formula portion of the GSA calculation. As a result, poverty payments will be prorated at 98.42% of their calculated amount. The shortfall is due to the passage of two bills late in the legislative session.

As in prior years, the General State Aid matrix showing the estimated appropriations to fund GSA at a range of foundation levels will be prepared and presented at the December Board meeting.

Since 1999, there has been a hold harmless provision guaranteeing that no school district shall receive General State Aid funding less than that district received in FY 1998. Last year as part

of the FY 2010 budget recommendation, the Board proposed a 50% phase out of GSA Hold Harmless payments. A history of the GSA Hold Harmless payments paid since 1999 is shown in Exhibit C:

ILLINOIS STATE BOARD OF EDUCATION
Exhibit C
General State Aid Hold Harmless

	Foundation Level	GSA Hold Harmless Claims \$millions	\$ Change \$millions	Total Number of Districts Paid			
				GSA HH	Foundation	Alternative	Flat Grant
FY 99	\$ 4,225	\$ 55.8		261	110	118	33
FY 00	4,325	48.0	\$ (7.8)	261	142	91	28
FY 01	4,425	65.8	17.8	315	203	90	22
FY 02	4,560	34.7	(31.1)	194	128	58	8
FY 03	4,560	64.2	29.5	272	191	72	9
FY 04	4,810	37.0	(27.2)	169	128	33	8
FY 05	4,964	27.1	(9.9)	138	99	31	8
FY 06	5,164	21.6	(5.5)	99	67	26	6
FY 07	5,334	19.6	(2.0)	95	67	21	7
FY 08	5,734	23.5	3.9	80	52	21	7
FY 09	5,959	26.4	2.9	86	54	23	9
FY 10	6,119	35.9	9.5	101	61	30	10

Ultimately, the General Assembly approved a FY 2010 budget that did not specify a phase-out schedule. Instead, the final budget appropriated \$15.7 million without providing direction as to the expected proration of payments. Also, no statutory changes were made to “close the door” or limit eligibility to only those school districts that had received GSA Hold Harmless payments in previous years. Since new districts are included, the number of districts receiving payments increased from 86 in FY2009 to 101 districts in FY 2010. The resulting claims for GSA Hold Harmless totaled \$35.9 million, compared to the \$15.7 million appropriated, resulting in a proration of 43.7%.

Staff recommends that the Board continue to advocate a three year phase out. That would result in the GSA hold harmless appropriation for FY 2011 being \$7.8 million, a decline of 50% from the FY 2010 appropriation. No appropriation would be sought for FY 2012. Developing such a phase-out schedule would assist school district planning for future year budgeting. An estimate of GSA Hold Harmless will be presented at the December meeting.

Another component of the General State Aid is the Poverty Hold Harmless. Unlike the GSA Hold Harmless, the Poverty Hold Harmless included a phase-out schedule in the statute. Therefore, payments made in FY 2010 for poverty Hold Harmless are equal to 66% of the poverty grant a district received in FY 2003. FY 2003 is the year that serves as the basis of comparison to determine the potential need for Hold Harmless payments. Fifty-seven (57) school districts receive Poverty Hold Harmless payments in FY 2010 at a cost of \$2.2 million.

According to this phase-out, Poverty Hold Harmless payments made in FY 2011 will be based on 33% of the payment made in FY 2003. Staff expects that very few districts will be eligible for this program in FY 2011. If the Poverty Hold Harmless in FY 2010 had been set at a 33% proration of the base, just 14 districts would have been eligible for the payment at a cost of \$450,000. According to the current statute, Poverty Hold Harmless payments end after FY 2011.

Mandated Categoricals

The Legislative Task Force on Special Education Finance has been meeting and anticipates preparing a preliminary report in the near future. Recommendations will likely address private school costs, special education funding equity and the Chicago Block grant. The National Center for Special Education Finance has been engaged to assist in the analysis of costs, and the Task Force recommendations will aid the ISBE Board in developing its budget. Task Force representatives include Assistant Superintendent Beth Hanselman and Representative Sandra Pihos. **Special education costs related to the Mandated Categoricals are shown in Exhibit D below.**

**Illinois State Board of Education
Exhibit D
Special Education Mandated Categoricals Funding History FY03 - FY10
(Dollars in Millions)**

	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08	FY 09	FY 10
Sp Ed Personnel	303.5	346.0	360.0	363.0	368.5	420.1	426.1	459.6
Sp Ed Extraordinary	225.7	229.5	243.0	256.8	268.9	314.6	331.1	334.2
Sp Ed Private Tuition	47.1	59.4	66.8	89.1	109.1	139.4	151.6	181.1
Sp Ed Summer School	5.8	6.4	6.8	8.1	8.7	10.0	11.0	11.7
Sp Ed Transportation	218.1	289.1	317.1	317.1	326.6	353.4	383.3	429.7
Sp Ed Orphanage (14-7.03)	<u>104.8</u>	<u>97.4</u>	<u>106.1</u>	<u>92.0</u>	<u>79.4</u>	<u>79.4</u>	<u>101.8</u>	<u>120.2</u>
Totals	905.0	1,027.8	1,099.8	1,126.1	1,161.2	1,316.9	1,404.9	1,536.5
Annual Percentage Growth	3.5%	13.6%	7.0%	2.4%	3.1%	13.4%	6.7%	9.4%

An analysis of the FY 2011 Budget will also include discussion of the Chicago Block Grants. Block Grant percentages are set in statute and based on relative proportion of CPS activity in 1995. A summary of the FY 2010 Chicago Block Grant Allocation is shown in Exhibit E.

Illinois State Board of Education
Exhibit E
District 299 FY 2010 Block Grant Summary
(Dollars in Thousands)

	FY 2010 Approp	Baseline % FY 1995	Chicago 299 Amount
<u>General Education Block Grant</u>			
Agriculture Education	3,043.1	1.1%	33.5
Early Childhood Block	342,235.3	37.0%	126,627.1
Reading Improvement Block	68,525.8	29.7%	20,352.2
Extended Learning Opportunities (Bridges)	20,715.3	44.0%	9,114.7
Truants Alternative Optional Education	<u>18,070.3</u>	<u>26.8%</u>	<u>4,842.8</u>
Sub-Total of General Education	452,589.8		160,970.3
<u>Educational Services Block Grant</u>			
Bilingual - Chicago	0.0	100.0%	0.0
Free Lunch/Breakfast - State	26,300.0	50.7%	13,334.1
ROE/ISC - Services (Operations)	4,950.1	14.9%	560.9
Sp Ed - Funding for Children Requiring Sp Ed	334,236.8	29.2%	97,597.1
Sp Ed - Orphanage 7.03	120,200.0	35.8%	43,031.6
Sp Ed - Personnel	459,600.0	19.1%	87,783.6
Sp Ed - Private Tuition	181,100.0	48.4%	87,652.4
Sp Ed - Summer School	11,700.0	54.4%	6,364.8
Sp Ed - Transportation	429,700.0	30.7%	131,917.9
Transportation - Reg & Voc	<u>351,100.0</u>	<u>3.9%</u>	<u>13,692.9</u>
Sub-Total of Educational Services	1,918,886.9		481,935.3
Grand Totals	2,371,476.7	27.1%	642,905.6

Data are not available for all CPS programs, but certain percentages are known to have declined. For example, CPS percentage of state reporting based on actual 2007-08 for certain special education programs for which data is available would result in a \$189 million decrease in funding projections for those line items. The computation of this hypothetical potential revision to the grant allocation is shown in Exhibit F below.

**Illinois State Board of Education
District 299 FY 2010 Block Grant Estimation
Exhibit F
(Dollars in Thousands)**

	FY 2010 Allocation	Estimated % Per 2007/08 School Year	Potential Recomputed Allocation	Estimated Reduction in Allocation
Sp Ed - Personnel	87,783.6	10.3%	47,338.8	40,444.8
Sp Ed - Private Tuition	87,652.4	12.1%	21,913.1	65,739.3
Sp Ed - Summer School	6,364.8	14.9%	1,743.3	4,621.5
Sp Ed - Transportation	131,917.9	12.5%	53,712.5	78,205.4
	313,718.7		124,707.7	189,011.0

Operations Budget

Across state government, agencies are engaged in a number of cost cutting measures. Furloughs, lay-offs, and budget cuts are being made to curtail spending. ISBE continually evaluates agency costs. Despite increased demand for resources tied to ARRA, EFAB, and providing task force support, ISBE management has slowed hiring and are holding staffing at below budgeted levels to control costs.

Labor costs will increase in FY 2011. The contract for the Illinois Federation of State Office Educators (IFSOE), the union representing professional staff, expired at the end of FY 2009 and is currently being negotiated. The American Federation of State, County and Municipal Employees (AFSCME), the union representing agency clerical and operations workers, signed a new contract late last year.

It is difficult to predict whether ISBE will be able to maintain its present state administrative appropriation for FY2011, but staff will develop a request sufficient to continue to leverage adequate federal administrative dollars. Agency management has made every effort to avoid reductions in staff through layoffs.

The Budget and Financial Management division has met with Senior Staff and Division Administrators to discuss FY 2010 and to begin to identify funding needs for FY 2011. For administrative funding, staff is developing an FY 2011 request which will maintain adequate staffing levels and fund contractual services obligations necessary for ISBE to meet state and federal statutory requirements, as well as fund initiatives which will make ISBE more efficient in the future. This process will continue with senior Staff and Division Administrators and a recommendation will be presented at the December Board meeting.

**ILLINOIS STATE BOARD OF EDUCATION
FY2010 Budget -- Exhibit G**

\$000s	FY09 Appropriation	FY10 Budget Board 8/20	FY10 Budget Board 9/17	FY09 to FY10 Increase (Decrease)	Percent Increase (Decrease)
GENERAL FUNDS					
GRANTS					
<i>General State Aid</i>					
General State Aid--\$100 increase in foundation level	4,581,561.6	4,600,305.1	4,600,305.1	18,743.5	0.4%
General State Aid - Hold Harmless	26,106.4	15,670.6	15,670.6	(10,435.8)	-40.0%
<i>Subtotal, General State Aid</i>	<i>4,607,668.0</i>	<i>4,615,975.7</i>	<i>4,615,975.7</i>	<i>8,307.7</i>	<i>0.2%</i>
<i>Mandated Categorys</i>					
Sp Ed - Personnel Reimbursement	426,100.0	459,600.0	459,600.0	33,500.0	7.9%
Sp Ed - Funding for Children Requiring Sp Ed Services	348,604.8	334,236.8	334,236.8	(14,368.0)	-4.1%
Sp Ed - Orphanage Tuition	101,800.0	120,200.0	120,200.0	18,400.0	18.1%
Sp Ed - Private Tuition	151,600.0	181,100.0	181,100.0	29,500.0	19.5%
Sp Ed - Summer School	11,000.0	11,700.0	11,700.0	700.0	6.4%
Sp Ed - Transportation	383,300.0	429,700.0	429,700.0	46,400.0	12.1%
<i>Subtotal, Special Ed Categorys</i>	<i>1,422,404.8</i>	<i>1,536,536.8</i>	<i>1,536,536.8</i>	<i>114,132.0</i>	<i>8.0%</i>
Illinois Free Lunch/Breakfast	26,300.0	26,300.0	26,300.0	0.0	0.0%
Orphanage Tuition	11,600.0	13,000.0	13,000.0	1,400.0	12.1%
Transportation - Regular/Vocational	339,500.0	351,100.0	351,100.0	11,600.0	3.4%
<i>Subtotal, Mandated Categorys</i>	<i>1,799,804.8</i>	<i>1,926,936.8</i>	<i>1,926,936.8</i>	<i>127,132.0</i>	<i>7.1%</i>
<i>Standards, Assessments and Accountability</i>					
Assessments	29,982.0	28,606.8	28,606.8	(1,375.2)	-4.6%
Growth Model	3,000.0	3,000.0	3,000.0	0.0	0.0%
Longitudinal Data System	0.0	250.0	250.0	250.0	NA
Response to Intervention	2,000.0	1,340.0	1,340.0	(660.0)	-33.0%
ADP and Standards Materials and Training for Teacher	0.0	500.0	500.0	500.0	NA
<i>Subtotal, Standards, Assessments and Accountability</i>	<i>34,982.0</i>	<i>33,696.8</i>	<i>33,696.8</i>	<i>(1,285.2)</i>	<i>-3.7%</i>

\$000s	FY09 Appropriation	FY10 Budget Board 8/20	FY10 Budget Board 9/17	FY09 to FY10 Increase (Decrease)	Percent Increase (Decrease)
<i>Curriculum and Instruction</i>					
Adler Planetarium	200.0	0.0	0.0	(200.0)	-100.0%
Advance Placement Classes	1,646.9	823.5	823.5	(823.4)	-50.0%
Aerospace Education Initiative - Chicago	920.0	0.0	0.0	(920.0)	-100.0%
After School Matters	500.0	0.0	5,000.0	4,500.0	900.0%
After School Programs	9,700.0	0.0	0.0	(9,700.0)	-100.0%
Agricultural Education	3,381.2	1,690.6	3,043.1	(338.1)	-10.0%
Arts and Foreign Language	4,000.0	2,000.0	2,000.0	(2,000.0)	-50.0%
Bilingual Education	75,652.0	56,739.0	68,086.8	(7,565.2)	-10.0%
Career and Technical Education Programs	38,562.1	38,562.1	38,562.1	0.0	0.0%
Class Size Reduction Pilot Project	8,000.0	0.0	0.0	(8,000.0)	-100.0%
Classroom Cubed	2,000.0	0.0	1,000.0	(1,000.0)	-50.0%
Early Childhood Education	380,261.4	256,928.0	342,235.3	(38,026.1)	-10.0%
Extended Learning Opportunities (Summer Bridges)	22,238.1	20,715.3	20,715.3	(1,522.8)	-6.8%
Gifted Education	7,000.0	0.0	0.0	(7,000.0)	-100.0%
Illinois Governmental Internship Program	129.9	0.0	0.0	(129.9)	-100.0%
Jobs for Illinois Graduates	4,000.0	0.0	0.0	(4,000.0)	-100.0%
Minority Transition Programs	578.8	0.0	0.0	(578.8)	-100.0%
Museum of Science and Industry	200.0	0.0	0.0	(200.0)	-100.0%
Parental Participation Pilot Project	100.0	0.0	0.0	(100.0)	-100.0%
Reading Improvement Block Grant	76,139.8	38,069.9	68,525.8	(7,614.0)	-10.0%
Rural Technology Initiative	4,000.0	0.0	0.0	(4,000.0)	-100.0%
Statewide System of Support	3,342.7	1,671.4	1,671.4	(1,671.3)	-50.0%
Targeted Interventions	4,000.0	0.0	0.0	(4,000.0)	-100.0%
Tax Equivalent Grants	222.6	0.0	222.6	0.0	0.0%
Technology for Success (IVHS and LTC's)	4,169.7	4,169.7	4,169.7	0.0	0.0%
Textbook Loan Program	42,826.5	0.0	0.0	(42,826.5)	-100.0%
Textbook Loan Program - Reappropriation	40,070.5	42,826.5	42,826.5	2,756.0	6.9%
<i>Subtotal, Curriculum and Instruction</i>	733,842.2	464,196.0	598,882.1	(134,960.1)	-18.4%

\$000s	FY09 Appropriation	FY10 Budget Board 8/20	FY10 Budget Board 9/17	FY09 to FY10 Increase (Decrease)	Percent Increase (Decrease)
<u>Regional Offices of Education</u>					
Regional Offices of Education - Supt. Initiatives	500.0	0.0	0.0	(500.0)	-100.0%
Regional Offices of Education - Bus Driver Training	70.0	70.0	70.0	0.0	0.0%
Regional Offices of Education - Salaries	9,100.0	9,100.0	9,100.0	0.0	0.0%
Regional Offices of Education - School Services	6,318.0	4,950.1	4,950.1	(1,367.9)	-21.7%
Regional Offices of Education - Supervisory Expenses	102.0	102.0	102.0	0.0	0.0%
Subtotal, Regional Offices of Education	16,090.0	14,222.1	14,222.1	(1,867.9)	-11.6%
<u>Special Education</u>					
Autism	100.0	100.0	100.0	0.0	0.0%
Blind and Dyslexic	1,218.8	816.6	816.6	(402.2)	-33.0%
Children's Mental Health Partnership	3,000.0	2,010.0	2,700.0	(300.0)	-10.0%
Community and Residential Services Authority	575.0	575.0	575.0	0.0	0.0%
Materials Center for the Visually Impaired	2,121.0	1,421.1	1,421.1	(699.9)	-33.0%
Philip J. Rock Center and School	3,577.8	3,577.8	3,577.8	0.0	0.0%
Subtotal, Special Education	10,592.6	8,500.5	9,190.5	(1,402.1)	-13.2%
<u>Educator Quality and Support</u>					
Chicago Principals and Administrators Association	1,000.0	0.0	0.0	(1,000.0)	-100.0%
Grow Your Own Teachers	3,500.0	1,750.0	3,150.0	(350.0)	-10.0%
Hard to Staff Schools Incentives	3,000.0	0.0	0.0	(3,000.0)	-100.0%
Illinois Economic Education	250.0	0.0	0.0	(250.0)	-100.0%
Metro East Consortium for Child Advocacy	217.1	0.0	0.0	(217.1)	-100.0%
National Board Certification	11,485.0	5,742.5	5,742.5	(5,742.5)	-50.0%
Principal Mentoring Program	3,100.0	2,077.0	2,077.0	(1,023.0)	-33.0%
Teach for America	450.0	225.0	225.0	(225.0)	-50.0%
Teacher and Administrator Mentoring Program	14,000.0	9,380.0	9,380.0	(4,620.0)	-33.0%
Teacher Mentoring	0.0	0.0	0.0	0.0	NA
Teacher Mentoring Pilot Program	0.0	0.0	0.0	0.0	NA
Teacher of the Year	135.0	0.0	0.0	(135.0)	-100.0%
Subtotal, Educator Quality and Support	37,137.1	19,174.5	20,574.5	(16,562.6)	-44.6%

\$000s	FY09 Appropriation	FY10 Budget Board 8/20	FY10 Budget Board 9/17	FY09 to FY10 Increase (Decrease)	Percent Increase (Decrease)
<u>Other Statewide District Categorical Assistance</u>					
Charter Schools - Transition Impact Aid	3,421.5	0.0	0.0	(3,421.5)	-100.0%
District Consolidation Costs	7,850.0	3,700.0	3,700.0	(4,150.0)	-52.9%
Fast Growth Grants	7,500.0	0.0	0.0	(7,500.0)	-100.0%
Transitional Assistance	19,209.9	0.0	0.0	(19,209.9)	-100.0%
<i>Subtotal, Other Statewide District Categorical Assistance</i>	37,981.4	3,700.0	3,700.0	(34,281.4)	-90.3%
<u>Student Health and Safety Initiatives</u>					
ADA Block Grant	74,841.0	18,710.3	18,710.3	(56,130.7)	-75.0%
Alternative Learning/Regional Safe Schools	18,535.5	12,418.8	16,682.0	(1,853.5)	-10.0%
Re-Enrolling Students - Alternative Schools Network	4,000.0	2,000.0	3,600.0	(400.0)	-10.0%
Healthy Kids - Chicago	3,000.0	0.0	0.0	(3,000.0)	-100.0%
Healthy Kids - Cicero and Berwyn	1,000.0	0.0	0.0	(1,000.0)	-100.0%
Homeless Education	3,000.0	0.0	0.0	(3,000.0)	-100.0%
School Breakfast Incentive Program	723.5	361.8	361.8	(361.7)	-50.0%
Truant Alternative and Optional Education	20,078.1	10,039.0	18,070.3	(2,007.8)	-10.0%
<i>Subtotal, Student Health & Safety Initiatives before lump sums</i>	125,178.1	43,529.9	57,424.4	(67,753.7)	-54.1%
Temporary Relocation Expense Fund Deposit--Lump Sum	100.0	100.0	100.0	0.0	0.0%
Educator Misconduct Investigations--Lump Sum	375.0	375.0	375.0	0.0	0.0%
<i>Subtotal, Student Health and Safety Initiatives</i>	125,653.1	44,004.9	57,899.4	(67,753.7)	-53.9%
<u>Other School Transportation</u>					
Agudath Israel of America for School Transportation	1,200.0	0.0	0.0	(1,200.0)	-100.0%
Transportation Reimbursements to Parents/Guardians	11,954.7	0.0	0.0	(11,954.7)	-100.0%
<i>Subtotal, Other School Transportation</i>	13,154.7	0.0	0.0	(13,154.7)	-100.0%
TOTAL - GRANTS	7,416,905.9	7,130,407.3	7,281,077.9	(135,828.0)	-1.8%

\$000s	FY09 Appropriation	FY10 Budget Board 8/20	FY10 Budget Board 9/17	FY09 to FY10 Increase (Decrease)	Percent Increase (Decrease)
ADMINISTRATION --GENERAL FUNDS					
Personal Services	15,719.8	17,088.0	17,088.0	1,368.2	8.7%
Retirement Pick-Up	212.2	213.9	213.9	1.7	0.8%
Retirement	1,111.2	0.0	0.0	(1,111.2)	-100.0%
Social Security/Medicare	586.3	1,307.2	1,307.2	720.9	122.9%
<i>Subtotal</i>	17,629.5	18,609.1	18,609.1	979.6	5.6%
Contractual	5,517.3	6,757.2	6,757.2	1,239.9	22.5%
Travel	313.7	350.0	350.0	36.3	11.6%
Commodities	59.1	75.0	75.0	15.9	26.9%
Printing	85.2	93.2	93.2	8.0	9.4%
Equipment	410.8	153.9	153.9	(256.9)	-62.5%
Telecommunications	468.6	486.1	486.1	17.5	3.7%
Operation of Automotive Equipment	20.0	25.0	25.0	5.0	25.0%
<i>Subtotal, Operations</i>	24,504.2	26,549.5	26,549.5	2,045.3	8.3%
Strategic Plan	500.0	250.0	250.0	(250.0)	-50.0%
<i>Subtotal, Lump Sums</i>	500.0	250.0	250.0	(250.0)	-50.0%
TOTAL - ADMINISTRATION AND LUMP SUMS	25,004.2	26,799.5	26,799.5	1,795.3	7.2%
TOTAL - GENERAL FUNDS	7,401,839.6	7,114,380.3	7,265,050.9	(136,788.7)	-1.8%
TOTAL - GENERAL FUNDS w/ Reappropriations	7,441,910.1	7,157,206.8	7,307,877.4	(134,032.7)	-1.8%
ADMINISTRATION--OTHER STATE FUNDS					
Personal Services	147.0	160.0	160.0	13.0	8.8%
Retirement Pick-Up	0.0	30.9	0.0	0.0	NA
Retirement	1.8	3.0	3.0	1.2	66.7%
Social Security/Medicare	5.0	6.1	6.1	1.1	22.0%
Group Insurance	40.0	40.0	40.0	0.0	0.0%
<i>Subtotal, Operations</i>	193.8	240.0	209.1	15.3	7.9%
Ordinary & Contingent Expenses - Indirect Cost Recovery	7,015.2	7,015.2	7,015.2	0.0	0.0%
Ordinary & Contingent Expenses - Teacher Cert. Fees - Chicago	1,008.9	1,008.9	1,008.9	0.0	0.0%
Ordinary & Contingent Expenses - Teacher Certificate Fees	1,600.0	1,600.0	1,600.0	0.0	0.0%
<i>Subtotal, Lump Sums</i>	9,624.1	9,624.1	9,624.1	0.0	0.0%
TOTAL - ADMINISTRATION	9,817.9	9,864.1	9,833.2	15.3	0.2%

\$000s	FY09 Appropriation	FY10 Budget Board 8/20	FY10 Budget Board 9/17	FY09 to FY10 Increase (Decrease)	Percent Increase (Decrease)
GRANTS--OTHER STATE FUNDS					
Charter Schools Revolving Loan Fund	20.0	20.0	20.0	0.0	0.0%
Drivers Education Fund	17,929.6	17,929.6	17,929.6	0.0	0.0%
School District Emergency Financial Assistance Fund	1,000.0	1,000.0	1,000.0	0.0	0.0%
School Technology Revolving Loan Fund	5,000.0	5,000.0	5,000.0	0.0	0.0%
State Board of Education Special Purpose Trust Fund	8,484.8	8,484.8	8,484.8	0.0	0.0%
Temporary Relocation Expenses Revolving Grant Fund	1,400.0	1,400.0	1,400.0	0.0	0.0%
School Construction		148,518.3	148,518.3		
Subtotal, Grants	33,834.4	182,352.7	182,352.7	148,518.3	439.0%
TOTAL - GRANTS	33,834.4	182,352.7	182,352.7	148,518.3	439.0%
TOTAL--OTHER STATE FUNDS	43,652.3	192,216.8	192,185.9	148,533.6	340.3%
FEDERAL FUNDS					
ADMINISTRATION					
Operations					
Personal Services	15,490.7	16,150.7	16,150.7	660.0	4.3%
Retirement Pick-Up	100.0	105.5	105.5	5.5	5.5%
Retirement	2,655.4	3,834.5	3,834.5	1,179.1	44.4%
Social Security/Medicare	900.0	1,129.0	1,129.0	229.0	25.4%
Group Insurance	3,502.0	3,709.1	3,709.1	207.1	5.9%
Subtotal	22,648.1	24,928.8	24,928.8	2,280.7	10.1%
Contractual	18,850.5	21,310.0	21,310.0	2,459.5	13.0%
Travel	1,780.0	2,030.0	2,030.0	250.0	14.0%
Commodities	405.0	410.0	410.0	5.0	1.2%
Printing	498.0	498.0	498.0	0.0	0.0%
Equipment	616.0	616.0	616.0	0.0	0.0%
Telecommunications	459.0	459.0	459.0	0.0	0.0%
Subtotal, Operations	45,256.6	50,251.8	50,251.8	4,995.2	11.0%
TOTAL-- ADMINISTRATION	45,256.6	50,251.8	50,251.8	4,995.2	11.0%

\$000s	FY09 Appropriation	FY10 Budget Board 8/20	FY10 Budget Board 9/17	FY09 to FY10 Increase (Decrease)	Percent Increase (Decrease)
GRANTS					
<i>Career and Technical Education</i>					
Career and Technical Education - Basic	55,000.0	55,000.0	55,000.0	0.0	0.0%
Career and Technical Education - Tech Prep	5,000.0	5,000.0	5,000.0	0.0	0.0%
<i>Subtotal, Career and Technical Education</i>	60,000.0	60,000.0	60,000.0	0.0	0.0%
<i>Child Nutrition</i>					
Child Nutrition Programs	525,000.0	525,000.0	525,000.0	0.0	0.0%
Child Nutrition Programs - ARRA	3,657.3	3,657.3	3,657.3	0.0	0.0%
<i>Subtotal, Child Nutrition</i>	528,657.3	528,657.3	528,657.3	0.0	0.0%
<i>Individuals with Disabilities Act</i>					
Individuals with Disabilities Education Act	570,000.0	570,000.0	570,000.0	0.0	0.0%
Individuals with Disabilities Education Act - ARRA	253,240.0	506,479.8	506,479.8	253,239.8	100.0%
Individuals with Disabilities Education Act - Deaf and Blind	450.0	450.0	450.0	0.0	0.0%
Individuals with Disabilities Education Act - Model Outreach	400.0	400.0	400.0	0.0	0.0%
Individuals with Disabilities Education Act - Preschool	25,000.0	25,000.0	25,000.0	0.0	0.0%
Individuals with Disabilities Education Act - Preschool - ARRA	9,155.5	18,311.5	18,311.5	9,156.0	100.0%
Individuals with Disabilities Education Act - State Improvement	2,500.0	2,500.0	2,500.0	0.0	0.0%
<i>Subtotal, Individuals with Disabilities Act</i>	860,745.5	1,123,141.2	1,123,141.2	262,395.7	30.5%
<i>NCLB (excluding Assessments)</i>					
NCLB - Title I - Advanced Placement Program	2,000.0	2,000.0	2,000.0	0.0	0.0%
NCLB - Title I	675,000.0	675,000.0	675,000.0	0.0	0.0%
NCLB - Title I - ARRA	210,074.4	544,464.5	544,464.5	334,390.1	159.2%
NCLB - Title I - Reading First	60,000.0	60,000.0	60,000.0	0.0	0.0%
NCLB - Title II - Enhancing Education Through Technology	20,000.0	20,000.0	20,000.0	0.0	0.0%
NCLB - Title II - Enhancing Education Through Technology - ARRA		26,523.2	26,523.2	26,523.2	NA
NCLB - Title II - Math/Science Partnerships	9,000.0	9,000.0	9,000.0	0.0	0.0%
NCLB - Title II - Teacher/Principal Training	135,000.0	135,000.0	135,000.0	0.0	0.0%
NCLB - Title II - Transition to Teaching	1,000.0	1,000.0	1,000.0	0.0	0.0%
NCLB - Title III - Language Acquisition	40,000.0	40,000.0	40,000.0	0.0	0.0%
NCLB - Title IV - 21st Century/Community Service Programs	55,000.0	55,000.0	55,000.0	0.0	0.0%
NCLB - Title IV - Safe and Drug Free Schools	15,000.0	15,000.0	15,000.0	0.0	0.0%
NCLB - Title V - Charter Schools	6,000.0	6,000.0	6,000.0	0.0	0.0%
NCLB - Title V - Innovative Programs	8,000.0	8,000.0	8,000.0	0.0	0.0%
NCLB - Title VI - Rural and Low Income Schools	1,500.0	1,500.0	1,500.0	0.0	0.0%
NCLB - Title X - Homeless Education	3,250.0	3,250.0	3,250.0	0.0	0.0%
NCLB - Title X - Homeless Education - ARRA	2,581.6	2,581.6	2,581.6	(0.0)	0.0%
<i>Subtotal, NCLB (excluding Assessments)</i>	1,243,406.0	1,604,319.3	1,604,319.3	360,913.3	29.0%

\$000s	FY09 Appropriation	FY10 Budget Board 8/20	FY10 Budget Board 9/17	FY09 to FY10 Increase (Decrease)	Percent Increase (Decrease)
<i>Assessments</i>					
Assessments	23,780.3	23,780.3	23,780.3	0.0	0.0%
ONPAR	2,000.0	2,000.0	2,000.0	0.0	0.0%
<i>Subtotal, Assessments</i>	<i>25,780.3</i>	<i>25,780.3</i>	<i>25,780.3</i>	<i>0.0</i>	<i>0.0%</i>
<i>Other Grants</i>					
Congressional Special Projects	5,000.0	5,000.0	5,000.0	0.0	0.0%
Integration of Schools and Mental Health Systems	400.0	400.0	400.0	0.0	0.0%
Learn and Serve America	2,500.0	2,500.0	2,500.0	0.0	0.0%
Refugee Children	2,000.0	0.0	0.0	(2,000.0)	-100.0%
Longitudinal Data System		2,700.0	2,700.0	2,700.0	NA
<i>Subtotal, Other Grants</i>	<i>9,900.0</i>	<i>10,600.0</i>	<i>10,600.0</i>	<i>700.0</i>	<i>7.1%</i>
TOTAL - GRANTS	2,728,489.1	3,352,498.1	3,352,498.1	624,009.0	22.9%
TOTAL - FEDERAL FUNDS	2,773,745.7	3,402,749.9	3,402,749.9	629,004.2	22.7%
GRAND TOTAL	10,219,237.6	10,709,347.0	10,859,986.7	640,749.2	6.3%
GRAND TOTAL w/ Reappropriations	10,259,308.1	10,752,173.5	10,902,813.2	643,505.2	6.3%