

Kansas State Department of Education

Expenditure	Actual FY 2021	Approved FY 2022	Approved FY 2023
All Funds:			
State Operations	\$ 69,841,258	\$ 84,726,818	\$ 100,824,970
Aid to Local Units	5,516,118,960	5,935,279,149	6,452,768,995
Other Assistance	80,910,810	65,298,237	68,963,117
<i>Subtotal - Operating</i>	<u>\$ 5,666,871,028</u>	<u>\$ 6,085,304,204</u>	<u>\$ 6,622,557,082</u>
Capital Improvements	-	-	-
TOTAL	<u>\$ 5,666,871,028</u>	<u>\$ 6,085,304,204</u>	<u>\$ 6,622,557,082</u>
State General Fund:			
State Operations	\$ 17,397,123	\$ 17,041,444	\$ 17,561,817
Aid to Local Units	3,913,025,497	4,108,265,384	4,463,025,662
Other Assistance	381,518	119,293	119,293
<i>Subtotal - Operating</i>	<u>\$ 3,930,804,138</u>	<u>\$ 4,125,426,121</u>	<u>\$ 4,480,706,772</u>
Capital Improvements	-	-	-
TOTAL	<u>\$ 3,930,804,138</u>	<u>\$ 4,125,426,121</u>	<u>\$ 4,480,706,772</u>
Percent Change:			
Operating Expenditures			
All Funds	2.5 %	7.4 %	8.8 %
State General Fund	(1.2)	5.0	8.6
FTE Positions	261.9	269.3	270.3

The approved budget for the Kansas Department of Education (KSDE) in FY 2022 is \$6.1 billion, including \$4.1 billion SGF. This is an all funds increase of \$418.4 million, or 7.4 percent, and an SGF increase of \$194.6 million, or 5.0 percent, above FY 2021 actual expenditures. This increase is primarily attributable to \$345.0 million in additional federal COVID-19 pandemic relief funding and SGF increases to reflect statutorily required school finance increases in FY 2022. The approved budget includes 269.3 FTE positions, which is an increase of 7.4 FTE positions above the FY 2021 actual number. The increased FTE positions reflect newly created positions, including 4.0 FTE positions to administer COVID-19 pandemic relief funds, 1.0 FTE position for a federal Student Longitudinal Data System grant, 1.0 FTE position for an applications designer to redesign the Child Nutrition and Wellness website, and 1.0 FTE position for a new auditor position.

The approved budget for KSDE for FY 2023 is \$6.6 billion, including \$4.5 billion SGF. This is an increase of \$537.3 million, or 8.8 percent, and an SGF increase of \$355.3 million, or 8.6 percent, above the FY 2022 approved amount. The all funds increase is primarily attributable to additional federal COVID-19 pandemic relief funding. The SGF increase is primarily attributable to anticipated school finance increases and the delayed school payment payoff (\$199.6 million) for FY 2023. The approved budget includes 270.3 FTE positions, which is an increase of 1.0 FTE position above the FY 2022 approved number due to the addition of a Dyslexia Coordinator position.

K-12 education legislation passed during the 2022 Session includes **Senate Sub. for HB 2567** and **Senate Sub. for HB 2239**. Senate Sub. for HB 2567 made appropriations for KSDE for FY 2022, FY 2023, and FY 2024; established the Every Child Can Read Act; authorized school districts to allow students enrolled in grades 6 through 12 to earn course credit through alternative educational opportunities; and established a transfer system for nonresident students between unified school districts based upon available capacity of each unified school district. Among other provisions, the bill also expands a tuition reimbursement for spouses and dependents of first responders and active duty military service members and renames it the Kansas Hero's Scholarship Act. Senate Sub. for HB 2239 increased the residential property exemption from the 20 mill statewide school finance property tax levy from \$20,000 to \$40,000 and provides for formulaic increases to that amount in future years.

Kansas State Department of Education

	FY 2022			FY 2023		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Agency Estimate	\$ 4,173,621,580	\$ 6,123,181,020	269.3	\$ 4,361,540,454	\$ 6,477,985,089	269.3
Governor's Changes:						
1. Education Consensus Adjustment	\$ (59,469,261)	\$ (49,150,618)	-	\$ (49,393,773)	\$ (24,942,023)	-
2. Education SuperHighway	178,986	178,986	-	-	-	-
3. Eliminate Delayed School Payment	199,554,843	199,554,843	-	-	-	-
4. KPERS Layering Payment Payoff	253,866,022	253,866,022	-	(25,800,000)	(25,800,000)	-
5. GBA No. 2, Item 10- KPERS-USDs	11,094,816	11,094,816	-	-	-	-
6. GBA No. 2, Item 11- Special Education Excess Costs	-	-	-	30,000,000	30,000,000	-
7. Enhancement- Professional Development for Teachers	-	-	-	(2,900,000)	(2,900,000)	-
8. Enhancement-Dyslexia Coordinator	-	-	-	-	-	1.0
9. Enhancement- Special Education Services State Aid	-	-	-	(74,143,547)	(74,143,547)	-
10. Enhancement- Communities in Schools	-	-	-	(35,000)	(35,000)	-
11. Imagination Library	-	-	-	-	500,000	-
Subtotal - Governor's Recommendation	<u>\$ 4,578,846,986</u>	<u>\$ 6,538,725,069</u>	<u>269.3</u>	<u>\$ 4,239,268,134</u>	<u>\$ 6,380,664,519</u>	<u>270.3</u>
Change from Agency Est.	\$ 405,225,406	\$ 415,544,049	-	\$ (122,272,320)	\$ (97,320,570)	1.0
Percent Change from Agency Est.	9.7 %	6.8 %	--%	(2.8)%	(1.5)%	0.4 %
Legislative Action:						
12. KPERS Layering Payment Payoff Adjustment	\$ (253,866,022)	\$ (253,866,022)	-	-	-	-
13. School Safety and Security Grants	-	-	-	4,000,000	4,000,000	-
14. Virtual Math Program	-	-	-	4,000,000	4,000,000	-
15. GBA No. 2, Item 10 - KPERS-USDs	-	-	-	-	-	-
16. GBA No. 2, Item 11- Special Education Excess Costs	-	-	-	(30,000,000)	(30,000,000)	-
17. State Foundation Aid- Virtual State Aid	-	-	-	6,640,450	6,640,450	-
18. State Foundation Aid- Residential Tax Exemption	-	-	-	42,800,000	42,800,000	-
19. State Foundation Aid- Federal Impact Aid and Capital Improvement State Aid	-	-	-	13,000,000	13,000,000	-
20. Computer Science Advancement Grants	-	-	-	1,000,000	1,000,000	-
21. Delayed School Payment Payoff	(199,554,843)	(199,554,843)	-	199,554,843	199,554,843	-
22. Computer Technical Education Pilot program	-	-	-	40,000	40,000	-
23. Salary Increase	-	-	-	403,345	857,270	-
TOTAL APPROVED	<u><u>\$ 4,125,426,121</u></u>	<u><u>\$ 6,085,304,204</u></u>	<u><u>269.3</u></u>	<u><u>\$ 4,480,706,772</u></u>	<u><u>\$ 6,622,557,082</u></u>	<u><u>270.3</u></u>
Change from Gov. Rec.	\$ (453,420,865)	\$ (453,420,865)	-	\$ 241,438,638	\$ 241,892,563	-
Percent Change from Gov. Rec.	(9.9)%	(6.9)%	--%	5.7 %	3.8 %	0.0 %
Change from Agency Est.	\$ (48,195,459)	\$ (37,876,816)	-	\$ 119,166,318	\$ 144,571,993	1.0
Percent Change from Agency Est.	(1.2)%	(0.6)%	--%	2.7 %	2.2 %	0.4 %

1. The Governor deleted \$49.2 million, including \$59.5 million SGF, to adopt the fall 2021 education consensus estimates in FY 2022. The Governor also deleted \$24.9 million, including \$49.4 million SGF, to adopt the fall 2021 education consensus estimates for FY 2023.
2. The Governor added \$178,986 SGF for the state match for the Education SuperHighway program in FY 2022. The Education SuperHighway program supports school building access to high-speed internet. The program

requires a 10.0 percent state match to gain 90.0 percent federal funding from the Universal Services Schools and Libraries Program, commonly know as "E-rate" funding.

3. The Governor added \$199.6 million SGF to eliminate delayed state aid payments to school districts in FY 2022.
4. The Governor added \$253.9 million SGF to pay off the debt of KPERS-School payments to the Kansas Public Employees Retirement System (KPERS) in FY 2022. The Governor also deleted \$25.8 million SGF for FY 2023 due to the Governor's recommendation to pay off KPERS layering payments in FY 2022. The agency's original request included continuing the KPERS layering payments on the same payment schedule.
5. The Governor added \$11.1 million SGF to adopt Governor's Budget Amendment (GBA) No. 2, Item 10 for KPERS-USDs Employer Contributions in FY 2022.
6. The Governor added \$30.0 million SGF to adopt GBA No. 2, Item 11 for Special Education Excess Costs for FY 2023.
7. The Governor deleted \$2.9 million SGF to partially adopt the agency's enhancement request for professional development state aid. The Governor did not recommend adoption of the agency's request for \$35,000 SGF for the Kansas Foundation for Agriculture in the Classroom, \$35,000 SGF for the Kansas Association for Conservation and Environmental Education, or \$1.0 million SGF for the Mentor Teacher Program for FY 2023.
8. The Governor added 1.0 FTE position for a statewide Dyslexia Coordinator.
9. The Governor deleted \$74.1 million SGF to not recommend adoption of the agency's enhancement request for Special Education State Aid for FY 2023.
10. The Governor deleted \$35,000 SGF to not recommend adoption of the agency's enhancement request to increase the funding for the Communities in Schools program for FY 2023.
11. The Governor added \$500,000 from the Children's Initiatives Fund for the Dolly Parton Imagination Library for FY 2023.
12. The Legislature deleted \$253.9 million SGF for the KPERS Layering Payment Payoff in FY 2022, as the transfer was included in the provisions of 2022 SB 421.
13. The Legislature added \$4.0 million SGF for School Safety and Security Grants for FY 2023 and added language to allow school districts to expend School Safety and Security Grants for new school resource officer positions. In addition, the Legislature added \$1.0 million from federal American Rescue Plan Act (ARPA) funds through the Office of the Governor for this purpose for FY 2023.
14. The Legislature added \$4.0 million SGF to implement a virtual math program for FY 2023. In addition, the Legislature added \$4.0 million, all from federal ARPA funds through the Office of the Governor, and added language to lapse the SGF moneys if ARPA funds are available.
15. The Legislature concurred with the Governor to adopt GBA No. 2, Item 10, to add \$11.1 million SGF, for KPERS-USDs Employer Contributions in FY 2022.
16. The Legislature deleted \$30.0 million SGF to not adopt the GBA No. 2, Item 11, for Special Education Excess Costs for FY 2023.
17. The Legislature added \$6.6 million SGF for State Foundation Aid due to language added to increase virtual state aid from \$5,000 for each full-time pupil to \$5,600 for each full-time pupil and increase virtual state aid from \$1,700 for each part-time pupil to \$2,800 for each part-time pupil beginning in FY 2023.
18. The Legislature added \$42.8 million SGF for State Foundation Aid due to provisions included in Senate Sub. for HB 2239 to increase the amount of the residential tax exemption from the 20 mill uniform statewide school finance property tax levy from \$20,000 of valuation to \$40,000 of valuation beginning in tax year 2022.
19. The Legislature added \$13.0 million SGF for State Foundation Aid for FY 2023 due to provisions removing federal impact aid from the determination of local foundation aid in the Kansas School Equity and Enhancement Act school finance formula.
20. The Legislature added \$1.0 million SGF to provide grants to promote high-quality professional learning and develop and implement teacher professional development as established in 2022 HB 2466 for FY 2023.

21. The Legislature deleted \$199.6 million SGF in FY 2022 and added \$199.6 million SGF for FY 2023 to move the delayed school payment payoff from FY 2022 to FY 2023.
22. The Legislature added \$40,000 SGF for the Career Technical Education Pilot related to provisions in 2022 HB 2466 for FY 2023.
23. The Legislature added \$857,270, including \$403,345 SGF, for a 5.0 percent salary increase for most state employees for FY 2023. This adjustment excludes statewide elected officials, current beneficiaries of the 24/7 pay plan, with other specific limitations for employees who receive salary adjustments in other portions of the appropriations bill.