



JOY HOFMEISTER

STATE SUPERINTENDENT *of* PUBLIC INSTRUCTION
OKLAHOMA STATE DEPARTMENT *of* EDUCATION

MEMORANDUM

TO: Oklahoma State Board of Education
FROM: Superintendent Joy Hofmeister
DATE: March 24, 2016
SUBJECT: FY 16 Supplemental Appropriation

On March 9, 2016, Governor Fallin and Legislative leaders announced an agreement to appropriate \$51,000,000 of the state's Rainy Day Fund for Common Education. The appropriation is contained in SB 1572, currently making its way through the Legislative process. It is likely the bill will have been signed by the Governor before the State Board of Education meeting on March 24.

SB 1572, unlike appropriations in the General Appropriations (GA) bill, does not designate funds for specific purposes. Therefore, those decisions must be made by the State Board of Education. As was stated in the State Department of Education's supplemental funding request, the attached budget proposes first fulfilling the State's obligation of providing a Flexible Benefit Allowance (FBA), with the remaining funds allocated to the Financial Support of Public Schools (funding formula).

Attached Documentation:

- FY 16 Adjusted Budget with Supplemental
- SB 1572

JH/ct

Oklahoma State Board of Education

FY 16 Adjusted Budget Pending Supplemental Appropriation (SB 1572)											
#	Purpose	FY 16 Appropriation	General Revenue (GR) Reduction January 2016	% of Reduction	General Revenue (GR) Reduction March 2016	% of Reduction	SB 1572 Supplemental Appropriation	Total FY 16 GR Reduction	Total % of Reduction	FY 16 Adjusted Appropriation	Explanation
1	Total Financial Support of Public Schools - All sources (H.B. 2242, 2015)	1,876,735,176.00	(25,029,468.69)	1.33%	(39,628,355.60)	2.11%	34,359,057.40	(30,298,766.89)	1.61%	1,846,436,409.11	Includes all sources.
2	<i>GR appropriation for funding formula</i>	990,708,890.00	(25,029,468.69)	2.53%	(39,628,355.60)	4.00%	-	(64,657,824.29)	6.53%	926,051,065.71	Includes only GR.
3											
4	Instructional Materials (H.B. 2242, 2015)	33,000,000.00	-	-	-	-	-	-	-	33,000,000.00	
5											
6	Flexible Benefit Allowance (H.B. 2242, 2015)	416,023,565.00	(12,480,706.95)	3.00%	(16,640,942.60)	4.00%	16,640,942.60	(12,480,706.95)	3.00%	403,542,858.05	
7	<i>Certified Personnel</i>	267,559,579.00	(8,026,787.37)	3.00%	(10,702,383.16)	4.00%	10,702,383.16	(8,026,787.37)	3.00%	259,532,791.63	
8	<i>Support Personnel</i>	148,463,986.00	(4,453,919.58)	3.00%	(5,938,559.44)	4.00%	5,938,559.44	(4,453,919.58)	3.00%	144,010,066.42	
9											
10	Support of Public School Activities (H.B. 2242, 2015)	130,178,226.00	(8,597,144.79)	6.60%	(5,207,129.04)	4.00%	-	(13,804,273.83)	10.60%	116,373,952.17	Includes mandatory cuts of 3% and 4% plus \$4,691,798.01 additional transferred to financial support of schools in January 2016.
11											
12	Alternative Education (70 O.S. 1210.561)	14,010,261.00	(420,307.83)	3.00%	(1,172,911.03)	8.37%	-	(1,593,218.86)	11.37%	12,417,042.14	
13	<i>Oklahoma Technical Assistance Center</i>	299,634.00	(8,989.02)	3.00%	(25,084.76)	8.37%	-	(34,073.78)	11.37%	265,560.22	
14	<i>State wide school programs</i>	13,710,627.00	(411,318.81)	3.00%	(1,147,826.27)	8.37%	-	(1,559,145.08)	11.37%	12,151,481.92	
15	Early Childhood Initiative (70 O.S. 10-105.4)	10,487,197.00	(314,615.91)	3.00%	(877,967.16)	8.37%	-	(1,192,583.07)	11.37%	9,294,613.93	
16	Early Intervention Sooner Start (70 O.S. 13-124)	14,400,341.00	(432,010.23)	3.00%	(1,205,567.75)	8.37%	-	(1,637,577.98)	11.37%	12,762,763.02	
17	Education Leadership Oklahoma (70 O.S. 6-204.2, 70 O.S. 6-206)	12,924,130.00	(387,723.90)	3.00%	(780,965.04)	6.04%	-	(1,168,688.94)	9.04%	11,755,441.06	
18	<i>National Board Teacher Bonus</i>	9,328,520.00	(279,855.60)	3.00%	(780,965.04)	8.37%	-	(1,060,820.64)	11.37%	8,267,699.36	
19	<i>Psychologists, Speech Pathologists and Audiologists</i>	3,595,610.00	(107,868.30)	3.00%	-	0.00%	-	(107,868.30)	3.00%	3,487,741.70	Funds fully distributed.
20	Parent Education Program Grant (70 O.S. 10-105.3)	998,781.00	(29,963.43)	3.00%	(83,615.95)	8.37%	-	(113,579.38)	11.37%	885,201.62	
21	Personal Financial Literacy (70 O.S. 11-103.6h)	149,817.00	(4,494.51)	3.00%	(12,542.38)	8.37%	-	(17,036.89)	11.37%	132,780.11	
22	ACE Remediation (70 O.S. 1210.526)	7,990,245.00	-	0.00%	-	0.00%	-	-	0.00%	7,990,245.00	Funds fully distributed.
23	AP Teacher Training and Test Fee Assistance, AVID & NMSI (70 O.S. 1210.703)	3,144,940.00	(1,719,970.00)	54.69%	-	0.00%	-	(1,719,970.00)	54.69%	1,424,970.00	Funds fully obligated.
24	Charter Schools Incentive Fund (70 O.S. 3-144)	49,940.00	-	0.00%	-	0.00%	-	-	0.00%	49,940.00	Funds fully distributed.
25	Standards Development & Implementation (70 O.S. 11-103.6)	64,000.00	(1,920.00)	3.00%	(5,374.24)	8.40%	-	(7,294.24)	11.40%	56,705.76	
26	Reading Sufficiency (70 O.S. 1210.508D)	6,492,074.00	-	0.00%	-	0.00%	-	-	0.00%	6,492,074.00	Funds fully distributed.
27	Teacher Leader Effectiveness Evaluation Implementation (70 O.S. 6-101.16)	1,000,000.00	(30,000.00)	3.00%	(83,718.00)	8.37%	-	(113,718.00)	11.37%	886,282.00	
28	Testing (70 O.S. 1210.508)	4,496,342.00	-	0.00%	-	0.00%	-	-	0.00%	4,496,342.00	Funds fully obligated.
29	Teacher Residency Program (70 O.S. 6-195)	250,000.00	(7,500.00)	3.00%	(20,929.50)	8.37%	-	(28,429.50)	11.37%	221,570.50	
30	School Lunch Matching & MOE (7 CFR 210-17 and 7 CFR 235.11(a))	4,954,240.00	(1,500,000.00)	30.28%	-	0.00%	-	(1,500,000.00)	30.28%	3,454,240.00	Funds fully obligated.
31	Staff Development for Schools (70 O.S. 6-193)	4,244,818.00	(2,122,361.00)	50.00%	-	0.00%	-	(2,122,361.00)	50.00%	2,122,457.00	Funds fully distributed.
32	Teachers Retirement System (70 O.S. 17-108.2) **based on FY 14 count	32,712,137.15	(981,364.11)	3.00%	-	0.00%	-	(981,364.11)	3.00%	31,730,773.04	Funds fully obligated.
33	Total Required by State Statute/Federal Law	118,369,263.15	(7,952,230.92)	6.72%	(4,243,591.04)	3.59%	-	(12,195,821.97)	10.30%	106,173,441.18	

Oklahoma State Board of Education

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34	AG in the Classroom	38,628.00	(1,158.84)	3.00%	(3,233.86)	8.37%		(4,392.70)	11.37%	34,235.30	
35	Oklahoma Arts Institute	349,573.00	(10,487.19)	3.00%	(29,265.55)	8.37%		(39,752.74)	11.37%	309,820.26	
36	STEM Ready Schools	299,634.00	(299,634.00)	100.00%	-	0.00%		(299,634.00)	100.00%	-	Funds fully distributed.
37	SCORE Grants/Reading Readiness	189,000.00	(5,670.00)	3.00%	(15,822.70)	8.37%		(21,492.70)	11.37%	167,507.30	
38	Oklahoma Student Information System	1,843,585.00	(55,307.55)	3.00%	(154,341.25)	8.37%		(209,648.80)	11.37%	1,633,936.20	
39	Teach for America	2,496,952.00	(74,908.56)	3.00%	(209,039.83)	8.37%		(283,948.39)	11.37%	2,213,003.61	
40	School Competitive Grants Pool	6,062,293.85	(181,868.82)	3.00%	(507,523.12)	8.37%		(689,391.93)	11.37%	5,372,901.92	
41	Rural Infant Stimulation Environment Program (RISE)	529,297.00	(15,878.91)	3.00%	(44,311.69)	8.37%		(60,190.60)	11.37%	469,106.40	
42	Total Not Required by State Statute/Federal Law	11,808,962.85	(644,913.87)	5.46%	(963,537.99)	8.16%		(1,608,451.86)	13.62%	10,200,510.99	
43											
44	Administrative and Support Functions (H.B. 2242, 2015)	22,399,295.00	(671,978.85)	3.00%	(895,971.80)	4.00%	-	(1,567,950.65)	7.00%	20,831,344.35	
45											
46	Lottery Trust Fund - Transfer to TRS Revolving Fund (H.B. 2242, 2015, 62 O.S 34.93 and 3A O.S. 713(C)(3))	3,268,435.00	-	0.00%	-	0.00%	-	-	0.00%	3,268,435.00	
47	Lottery Trust Fund - Transfer to School Consolidation Assistance Fund (H.B. 2242, 2015, 70 O.S. 7-203)	3,268,435.00	-	0.00%	-	0.00%	-	-	0.00%	3,268,435.00	
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49	TOTAL APPROPRIATION (H.B. 2242, 2015)	2,484,873,132.00	(46,779,299.28)	1.88%	(62,372,399.04)	2.51%	51,000,000.00	(58,151,698.32)	2.34%	2,426,721,433.68	Percent cut only based on appropriations from General Revenue Fund.

1 ENGROSSED SENATE
2 BILL NO. 1572

By: Jolley, Treat, Shortey,
Fry, Jech, Sykes, Shaw,
Fields, Brown, Barrington,
Anderson, Halligan, Allen,
Justice, Yen, Griffin,
David, Schulz, Ford,
Simpson, Dahm, Smalley,
Brooks, Quinn, Boggs,
Stanislowski and Standridge
of the Senate

7 and

8 Sears, Casey, Hoskin,
9 Bennett and Inman of the
House

10
11 An Act relating to the State Board of Education;
12 making an appropriation; stating purpose; making
13 appropriation nonfiscal; making appropriation exempt
14 from certain agency category and budget limits; and
15 declaring an emergency.

16 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

17 SECTION 1. There is hereby appropriated to the State Board of
18 Education from any monies not otherwise appropriated from the
19 Constitutional Reserve Fund of the State Treasury the sum of Fifty-
20 one Million Dollars (\$51,000,000.00) or so much thereof as may be
21 necessary to perform the duties imposed upon the State Board of
22 Education by law.

23 SECTION 2. The appropriation made by this act shall not be
24 subject to fiscal year limitations and shall be available for

1 encumbrance and expenditure purposes for a period of thirty (30)
2 months from the date this act is approved.

3 SECTION 3. The appropriations made by this act shall not be
4 subject to fiscal years 2016 and 2017 agency category and budget
5 limits.

6 SECTION 4. It being immediately necessary for the
7 preservation of the public peace, health and safety, an
8 emergency is hereby declared to exist, by reason whereof this
9 act shall take effect and be in full force from and after
10 its passage and approval.

11 Passed the Senate the 15th day of March, 2016.

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Presiding Officer of the Senate

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15 Passed the House of Representatives the ____ day of _____,
16 2016.

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Presiding Officer of the House
of Representatives

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