

<b>MISSOURI STATE BOARD OF EDUCATION AGENDA ITEM:</b>	<b>February 2020</b>
<b>FISCAL YEAR 2021 BUDGET REPORT</b>	

**STATUTORY AUTHORITY:**

Section 33.220, RSMo.

Consent  
ItemAction  
ItemReport  
Item**PRIORITY**

Efficiency &amp; Effectiveness

**SUMMARY**

The staff will provide an update on the Fiscal Year 2021 Budget recommendations.

**PRESENTERS**

Roger Dorson, Deputy Commissioner; and Jennifer Jordan, Chief Budget Officer, Financial and Administrative Services, will assist in the presentation and discussion of this agenda item.

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION									
FISCAL YEAR 2021 BUDGET COMPARISON									
								DIFFERENCE	
								FY 2021 GOV REQ	
								vs	
FY 2020				FY 2021		FY 2021		FY 2021 DEPT REQ	
TAFP				DEPARTMENT		GOVERNOR		AMOUNT	
				REQUEST		RECS		FTE	
<b>DIVISION OF FINANCIAL AND ADMINISTRATIVE SERVICES</b>									
OPERATIONS	4,674,458	72.00	4,812,464	74.00	4,809,925	73.00	(2,539)	(1.00)	
ABOVE AND BEYOND	0	0.00	0	0.00	184,845	0.00	184,845	0.00	
MILEAGE REIMBURSEMENT CHANGE	95,376		0		0		0		
REFUNDS	70,000		70,000		70,000		0		
FOUNDATION FORMULA	3,553,211,885		3,563,226,234		3,565,314,234		2,088,000		
FOUNDATION - TRANSPORTATION	107,547,713		172,489,592		117,547,713		(54,941,879)		
FOUNDATION - EARLY CHILDHOOD SPEC EDUC	194,567,259		206,543,263		206,543,263		0		
FOUNDATION - CAREER EDUCATION	50,069,028		50,069,028		50,069,028		0		
FOUNDATION - EARLY CHILDHOOD DEVELOPMENT (PAT)	21,058,000		22,134,000		21,058,000		(1,076,000)		
SMALL SCHOOLS PROGRAM	15,000,000		15,000,000		15,000,000		0		
BOARD OPERATED SCHOOLS	54,825,482	677.92	55,437,472	672.92	55,636,560	672.92	199,088	0.00	
SCHOOL NUTRITION SERVICES	321,443,177		321,443,177		321,443,177		0		
URBAN TEACHING PROGRAM	1,500,000		1,500,000		1,700,000		200,000		
K-3 READING ASSESSMENT PROGRAM	400,000		400,000		400,000		0		
STEM CAREER AWARENESS FUND TRANSFER	250,000		250,000		250,000		0		
STEM CAREER AWARENESS PROGRAM FUND	250,000		250,000		250,000		0		
COMPUTER SCIENCE EDUCATION TRANSFER	450,000		450,000		450,000		0		
COMPUTER SCIENCE EDUCATION	450,000		450,000		450,000		0		
SCHOOL DISTRICT TRUST FUND (PROP C)	958,400,000		958,400,000		972,900,000		14,500,000		
SCHOLARS AND FINE ARTS ACADEMIES	275,000		275,000		0		(275,000)		
COMMUNITY IN SCHOOLS PILOT PROGRAM	200,000		200,000		0		(200,000)		
SCHOOL SAFETY TRAINING GRANTS	300,000		300,000		300,000		0		
RURAL SCHOOL BOARD EDUCATION	25,000		25,000		25,000		0		
PUBLIC SCHOOL DISASTER RELIEF (Joplin)	0		0		0		0		
VIRTUAL EDUCATION	589,778		589,778		1,099,778		510,000		
SCHOOL DISTRICT BONDS	492,000		492,000		492,000		0		
FEDERAL GRANTS & DONATIONS	15,000,000		15,000,000		15,000,000		0		
SCHOOL BROADBAND TRANSFER	1		1		0		(1)		
SCHOOLS AND LIBRARIES (E-RATE) PROGRAM	3,000,000		3,000,000		3,000,000		0		

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION									
FISCAL YEAR 2021 BUDGET COMPARISON									
								DIFFERENCE	
								FY 2021 GOV REQ	
								vs	
		FY 2020		FY 2021		FY 2021		FY 2021 DEPT REQ	
		TAFP	FTE	DEPARTMENT	FTE	GOVERNOR	FTE	AMOUNT	FTE
				REQUEST		RECS			
<b>DIVISION OF LEARNING SERVICES</b>									
	OPERATIONS	14,510,426	210.91	15,164,227	213.91	15,187,594	213.91	23,367	0.00
	EXCELLENCE REVOLVING FUND	2,965,835	11.75	3,010,455	11.75	3,010,064	11.75	(391)	0.00
	ADULT LEARNING AND REHABILITATION SERVICES	33,392,865	659.20	34,340,991	659.20	34,586,973	659.20	245,982	0.00
	EARLY CHILDHOOD PROGRAM	3,698,200		3,698,200		2,822,917		(875,283)	
	PRESCHOOL DEVELOPMENT GRANTS	6,500,000		6,500,000		11,200,000		4,700,000	
	MPP - QUALITY ASSURANCE	319,713		319,713		319,713		0	
	RIGHT FROM THE START PROGRAM	0		0		0		0	
	AFTER SCHOOL PROGRAMMING (SACC)	21,577,278		21,577,278		21,577,278		0	
	PERFORMANCE BASED ASSESSMENT	21,583,468		21,583,468		21,583,468		0	
	CAREER EDUC-DISTRIBUTION TO SCHOOLS	22,000,000		23,000,000		23,000,000		0	
	DYSLEXIA TRAINING PROGRAM	400,000		1,050,000		400,000		(650,000)	
	MISSOURI HEALTHY SCHOOLS, SUCCESSFUL STUDENTS	283,148		283,148		283,148		0	
	TITLE I IASA	260,000,000		260,000,000		260,000,000		0	
	HOMELESS AND COMPREHENSIVE SCHOOL HLTH	1,500,000		1,500,000		1,500,000		0	
	STEPHEN M FERMAN FUND-GIFTED	9,027		9,027		9,027		0	
	TITLE II - IMPROVE TEACHER QUALITY	44,000,000		44,000,000		44,000,000		0	
	CHARTER SCHOOLS	0		0		0		0	
	TITLE IV, PART A - STUDENT SUPPORT AND ACADEMIC ENRICHMENT	8,000,000		16,000,000		21,000,000		5,000,000	
	SCHOOL SAFETY PROGRAM	0	0.00	128,776	1.00	0	0.00	(128,776)	(1.00)
	TITLE VI, PART B - RURAL AND LOW INCOME SCHOOLS	3,500,000		3,500,000		3,500,000		0	
	TITLE III, PART A - LANGUAGE ACQUISITION	5,800,000		5,800,000		5,800,000		0	
	FEDERAL REFUGEES	300,000		300,000		300,000		0	
	CHARACTER ED INITIATIVES	10,000		10,000		0		(10,000)	
	MSIP 6 RULE	0		380,554		0		(380,554)	
	SCHOOL TURNAROUND ACT	0		3,525,000		0		(3,525,000)	
	TEACHER OF YEAR PROGRAM	40,000		40,000		40,000		0	
	GROW YOUR OWN (GYO) START-UP GRANT	0		560,000		0		(560,000)	
	VOCATIONAL REHAB-GRANT	68,311,975		71,460,468		71,460,468		0	
	DISABILITY DETERMINATION-GRANT	24,162,577		24,162,577		24,162,577		0	
	INDEPENDENT LIVING CENTERS	5,153,103		5,153,103		5,153,103		0	

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION									
FISCAL YEAR 2021 BUDGET COMPARISON									
								DIFFERENCE	
								FY 2021 GOV REQ	
								vs	
		FY 2020		FY 2021		FY 2021		FY 2021 DEPT REQ	
		TAFP	FTE	DEPARTMENT	FTE	GOVERNOR	FTE	AMOUNT	FTE
				REQUEST		RECS			
ADULT EDUCATION & LITERACY		15,014,023		15,014,023		15,014,023		0	
HIGH SCHOOL EQUIVALENCY		400,000		695,804		695,804		0	
TROOPS TO TEACHERS		95,000		95,000		95,000		0	
SPECIAL EDUCATION-GRANT		244,873,391		244,873,391		244,873,391		0	
HIGH NEED FUND		59,536,351		59,536,351		59,536,351		0	
FIRST STEPS		61,812,710		60,312,710		60,312,710		0	
DMH/DMF PUBLIC SCHOOL PLACEMENTS		5,625,000		5,625,000		5,625,000		0	
SHELTERED WORKSHOPS		26,041,961		26,041,961		26,041,961		0	
READERS FOR THE BLIND		25,000		25,000		25,000		0	
BLIND STUDENT LITERACY (SB 401)		231,953		231,953		231,953		0	
SCHOOL FOR DEAF-TRUST		49,500		49,500		49,500		0	
SCHOOL FOR BLIND-TRUST		1,500,000		1,500,000		1,500,000		0	
SPECIAL OLYMPICS		100,000		100,000		100,000		0	
SCHOOL FOR SEVERELY HANDICAP-TRUST		200,000		200,000		200,000		0	
<b>OTHER</b>									
CHARTER PUBLIC SCHOOL COMMISSION		3,578,240	3.00	3,625,892	4.00	3,585,858	3.00	(40,034)	(1.00)
MISSOURI COMMISSION FOR THE DEAF		1,103,305	8.00	1,115,643	8.00	1,117,159	8.00	1,516	0.00
HEARING AID DISTRIBUTION TRANSFER		0		5,000,000		100,000		(4,900,000)	
HEARING AID DISTRIBUTION		100,000		5,100,000		200,000		(4,900,000)	
MISSOURI ASSISTIVE TECHNOLOGY		4,367,384	9.40	4,376,542	9.40	4,381,014	9.40	4,472	0.00
CHILDREN'S SERVICES COMMISSION		0		0		0		0	
MOAT-DEBT OFFSET ESCROW TRF-0753		1,000		1,000		1,000		0	
TRANSFER TO LEGAL EXPENSE FUND		1		1		1		0	
<b>TOTALS</b>		<b>6,276,816,591</b>	<b>1,652.18</b>	<b>6,393,383,765</b>	<b>1,654.18</b>	<b>6,348,575,578</b>	<b>1,651.18</b>	<b>(44,808,187)</b>	<b>(3.00)</b>
LESS:									
REFUNDS		(70,000)		(70,000)		(70,000)		0	
SCHOOL BROADBAND		(3,000,000)		(3,000,000)		(3,000,000)		0	
STEM AWARENESS FUND TRANSFER		(250,000)		(250,000)		(250,000)		0	
COMPUTER SCIENCE EDUCATION TRANSFER		(450,000)		(450,000)		(450,000)		0	
HEARING AID DISTRIBUTION TRANSFER		0		(5,000,000)		(100,000)		4,900,000	
MOAT-DEBT OFFSET ESCROW		(1,000)		(1,000)		(1,000)		0	

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION									
FISCAL YEAR 2021 BUDGET COMPARISON									
								DIFFERENCE	
								FY 2021 GOV REQ	
								vs	
	FY 2020		FY 2021		FY 2021			FY 2021 DEPT REQ	
	TAFP	FTE	DEPARTMENT	FTE	GOVERNOR			AMOUNT	FTE
			REQUEST		RECS				
<b>TOTAL BUDGET</b>	<b>6,273,045,591</b>	<b>1,652.18</b>	<b>6,389,612,765</b>	<b>1,654.18</b>	<b>6,344,704,578</b>	<b>1,651.18</b>		<b>(39,908,187)</b>	<b>(3.00)</b>
GENERAL REVENUE	3,542,377,186	786.52	3,642,126,631	784.52	3,578,499,068	784.52		(63,627,563)	0.00
FEDERAL	1,114,399,744	846.91	1,127,537,634	847.91	1,137,472,855	845.91		9,935,221	(2.00)
OTHER	1,616,268,661	18.75	1,614,948,500	21.75	1,628,732,655	20.75		13,784,155	(1.00)
<b>TOTAL BUDGET</b>	<b>6,273,045,591</b>	<b>1,652.18</b>	<b>6,384,612,765</b>	<b>1,654.18</b>	<b>6,344,704,578</b>	<b>1,651.18</b>		<b>(39,908,187)</b>	<b>(3.00)</b>

*Jennifer Jordan & Roger Dorson*  
*Financial and Administrative Services*

# Fiscal Year 2021 Budget Request



February 11, 2020



- Budget Hearings
- Fiscal Year 2021 Budget Comparison Totals

## Governor's Recommendation – FY 2021 Pay Plan

Pay Plan	Total	General Revenue	Federal	Other	FTE
Department Request	\$0	\$0	\$0	\$0	0
Governor's Recommendation	\$759,473	\$337,986	\$408,507	\$12,980	0

- The Governor's FY 2021 budget includes appropriation for a 2% pay raise for state employees beginning January 1, 2021.



## Governor's Recommendation – Above & Beyond Performance Incentives

Performance Incentives	Total	General Revenue	Federal	Other	FTE
Department Request	\$0	\$0	\$0	\$0	0
Governor's Recommendation	\$184,845	\$83,275	\$98,995	\$2,575	0

- The Governor's FY 2021 budget includes appropriation for Above and Beyond Performance Incentives.
  - Provides top performers with a temporary salary increase for services to be performed over the next year

## Governor's Recommendation – Pay Plan

Pay Plan	Total	General Revenue	Federal	Other	FTE
Department Request	\$1,094,896	\$490,897	\$588,781	\$15,218	0
Governor's Recommendation	\$1,094,896	\$487,564	\$588,781	\$18,551	0

- Cost to Continue the FY 2020 Pay Plan.
- FY 2020 budget includes appropriation authority for a 3% pay increase beginning January 1, 2020.
- **The Governor recommended this request.**

## Governor's Recommendation – Pay Plan – Market Adjustment

Pay Plan – Market Adjustment	Total	General Revenue	Federal	Other	FTE
Department Request	\$35,680	\$30,406	\$5,274	\$0	0
Governor's Recommendation	\$35,680	\$30,406	\$5,274	\$0	0

- Cost to Continue the FY 2020 Market Adjustment Pay Plan.
- FY 2020 budget includes appropriation authority for a pay increase associated with the recently completed compensation study beginning January 1, 2020.
- **The Governor recommended this request.**

## Governor's Recommendation – Pay Plan – DESE Market Based Salary Adjustment Proposal

DESE Market Based Salary Adjustment	Total	General Revenue	Federal	Other	FTE
Department Request	\$777,678	\$331,676	\$418,197	\$27,805	0
Governor's Recommendation	\$614,896	\$225,668	\$365,184	\$24,044	0

- **The Governor recommended the revised DESE budget request.**
- The Department is proposing market based salary adjustments because the majority of the DESE positions were not included in the compensation study on which the FY 2020 Market Adjustment Pay Plan was based.

## Governor's Recommendation – Mileage Reimbursement Change

Mileage Reimbursement	Total	General Revenue	Federal	Other	FTE
Department Request	\$95,376	\$24,674	\$66,456	\$4,246	0
Governor's Recommendation	\$0	\$0	\$0	\$0	0

- FY 2020 budget includes appropriation authority for a \$.06 increase in mileage reimbursement.
- **The Governor did not recommend the increase for FY 2021.**

## Governor's Recommendation – Foundation Formula

Foundation Formula	Total	General Revenue	Federal	Other	FTE
Department Request	\$10,014,349	\$10,014,349	\$0	\$0	0
Governor's Recommendation	\$12,102,349	\$12,102,349	\$0	\$0	0

- \$1,583,783 of the increase is due to the recalculation of the Dollar Value Modifier (DVM) and the recalculation of the threshold amounts.
- \$8,430,566 of the increase is due to the passage of HB 604 (Section 163.031, RSMo) which requires DESE to remit Financial Institution Tax (FIT) revenue to school districts.
- The Governor's recommendation includes \$2,000,000 to include current year PK attendance in the calculation of the Average Daily Attendance for the Formula calculation. This recommended increase is due to proposed legislation.
- The Governor's recommendation includes \$88,000 so attendance for all virtual courses are based on 95% of attendance hours possible for a similar non-virtual course. This recommended increase is due to proposed legislation.

## Governor's Recommendation – Foundation - Transportation

Transportation	Total	General Revenue	Federal	Other	FTE
Department Request	\$64,941,879	\$64,941,879	\$0	\$0	0
Governor's Recommendation	\$10,000,000	\$10,000,000	\$0	\$0	0

- Full school transportation aid funding for FY 2021 is projected to require \$302,373,351. FY 2020 Transportation Appropriation is \$107,547,713.
- Transportation increase required for full funding is \$194,825,638 (\$302,373,351 - \$107,547,713).
- **The Governor recommended an increase of \$10,000,000.**

## Governor's Recommendation – Foundation – Early Childhood Special Education (ECSE)

ECSE	Total	General Revenue	Federal	Other	FTE
Department Request	\$11,796,005	\$11,796,004	\$0	\$0	0
Governor's Recommendation	\$11,796,005	\$11,796,004	\$0	\$0	0

- Increased costs necessitate an increase to the appropriation for this mandated reimbursement to districts pursuant to the 1992 Missouri Supreme Court decision.
- **The Governor recommended DESE's request.**



## Governor's Recommendation – Foundation – Early Childhood Development – Parents As Teachers (PAT)

PAT	Total	General Revenue	Federal	Other	FTE
Department Request	\$1,076,000	\$1,076,000	\$0	\$0	0
Governor's Recommendation	\$0	\$0	\$0	\$0	0

- Provide funding to an additional 538 high need families on the waiting list:
  - 25 visits per year
  - Current reimbursement rate \$80.00
  - Total \$1,076,000
- **The Governor did not recommend DESE's request.**

## Governor's Recommendation – Urban Teaching Program

Urban Teaching Program	Total	General Revenue	Federal	Other	FTE
Department Request	\$0	\$0	\$0	\$0	0
Governor's Recommendation	\$200,000	\$200,000	\$0	\$0	0

- The Governor recommended a \$200,000 increase for the Urban Teaching Program.
- Program recruits individuals to teach in underserved school districts in Kansas City and St. Louis.

## Governor's Recommendation – School District Trust Fund (Prop C)

School District Trust Fund	Total	General Revenue	Federal	Other	FTE
Department Request	\$0	\$0	\$0	\$0	0
Governor's Recommendation	\$14,500,000	\$14,500,000	\$0	\$0	0

- The Governor recommended a \$14,500,000 increase for the School District Trust Fund (Proposition C) based on consensus revenue estimates.

## **Governor's Recommendation – Scholars and Fine Arts Academies**

- The Governor recommended a core reduction to the Scholars and Fine Arts Academies of \$275,000.

## **Governor's Recommendation – Community in Schools Pilot Program**

- The Governor recommended a core reduction to the Community in Schools Pilot Program of \$200,000.

## Governor's Recommendation – Virtual Education

Virtual Education	Total	General Revenue	Federal	Other	FTE
Department Request	\$0	\$0	\$0	\$0	0
Governor's Recommendation	\$510,000	\$510,000	\$0	\$0	0

- **The Governor recommended a \$510,000 increase for Virtual Education.**
- \$500,000 for the Springfield School District's Launch Program.
- \$10,000 for Jobs for America's Graduates (JAG) curriculum development.

## Governor's Recommendation – School Broadband Transfer

- The Governor recommended a core reduction to the School Broadband Transfer of \$1.00.

## Governor's Recommendation – Adult Learning & Rehab Services Core Operations – Federal Capacity

Adult Learning & Rehab Services	Total	General Revenue	Federal	Other	FTE
Department Request	\$327,185	\$0	\$327,185	\$0	0
Governor's Recommendation	\$327,185	\$0	\$327,185	\$0	0

- Attrition of veteran counselors poses challenges to Vocation Rehabilitation (VR) and Disability Determinations Services (DDS) delivering high quality services.
- Additional federal capacity is necessary to implement changes to lessen the attrition rates.
  - Lessen time to advance from Counselor II to III by two years.
  - Lessen time to advance from Counselor III to IV by two years.
- **The Governor recommended DESE's request.**

## Governor's Recommendation – Early Childhood Program

- The Governor recommended a core reduction to the Missouri Preschool Program of \$875,283.
- The Missouri Preschool Program provides funds to preschools to assist in the preparation of children for kindergarten.



## Governor's Recommendation – Preschool Development Grants

Preschool Development Grants	Total	General Revenue	Federal	Other	FTE
Department Request	\$0	\$0	\$0	\$0	0
Governor's Recommendation	\$4,700,000	\$0	\$4,700,000	\$0	0

- The Governor recommended a \$6,500,000 core reduction for the current preschool development grant.
- **The Governor recommended \$11,200,000 for the new preschool development grant.**

## Governor's Recommendation – Career Education Distribution – Federal Capacity

Career Education Distribution	Total	General Revenue	Federal	Other	FTE
Department Request	\$1,000,000	\$0	\$1,000,000	\$0	0
Governor's Recommendation	\$1,000,000	\$0	\$1,000,000	\$0	0

- Increase needed to provide Federal capacity to allow the Department to expend Federal funds received under Perkins to the Local Education Agencies (LEAs).
- **The Governor recommended DESE's request.**

## Governor's Recommendation – Dyslexia

Dyslexia	Total	General Revenue	Federal	Other	FTE
Department Request	\$650,000	\$650,000	\$0	\$0	0
Governor's Recommendation	\$0	\$0	\$0	\$0	0

- Statute requires two hours of in-service training for all practicing teachers regarding dyslexia and related disorders.
- To meet the increasing demand for training this increase will allow additional contracted trainers to provide the in-service training.
- **The Governor did not recommend DESE's request.**

## Governor's Recommendation – Title IV – Student Support & Academic Enrichment – Federal Capacity

Title IV	Total	General Revenue	Federal	Other	FTE
Department Request	\$8,000,000	\$0	\$8,000,000	\$0	0
Governor's Recommendation	\$13,000,000	\$0	\$13,000,000	\$0	0

- Increase in Federal capacity.
- **The Governor recommended DESE's revised request of \$13,000,000**

## Governor's Recommendation – School Safety Program

School Safety Program	Total	General Revenue	Federal	Other	FTE
Department Request	\$128,776	\$0	\$128,776	\$0	1.0
Governor's Recommendation	\$0	\$0	\$0	\$0	0

- The costs associated with this increase request are for salary, travel, and software purchase or development to track the monitoring of districts.
- **The Governor did not recommend DESE's request.**

## Governor's Recommendation – Character Education Initiatives

- The Governor recommended a core reduction to Character Education Initiatives of \$10,000.

## Governor's Recommendation – Missouri School Improvement Program (MSIP) 6

MSIP 6	Total	General Revenue	Federal	Other	FTE
Department Request	\$380,554	\$380,554	\$0	\$0	0
Governor's Recommendation	\$0	\$0	\$0	\$0	0

- MSIP 6 will incentivize continuous improvement of school systems to ensure Missouri students graduate ready for success.
- Provides for Accountability and Growth
  - On-site visits to districts include \$55,554 for training, travel, and program reimbursements.
  - Programming development is projected to be \$325,000 which will support electronic submission programming, rubrics, scoring guides, and reporting programming that will be used for all districts and charter schools.
- **The Governor did not recommend DESE's request.**

## Governor's Recommendation – School Turnaround Act

School Turnaround Act	Total	General Revenue	Federal	Other	FTE
Department Request	\$3,525,000	\$3,525,000	\$0	\$0	0
Governor's Recommendation	\$0	\$0	\$0	\$0	0

- HB 604 (Section 161.1080, RSMo) provided for the creation of the school turnaround act.
- The legislation creates 3 funds: School Turnaround, School Intervention, and School Incentive.
- Approximately 10 schools will be identified.
- School Turnaround \$325,000 per identified school.
- Intervention grants \$27,500 per identified school.
- **The Governor did not recommend DESE's request.**



## Governor's Recommendation – Grow Your Own (GYO) Start-Up Grant

Grow Your Own Start-Up Grant	Total	General Revenue	Federal	Other	FTE
Department Request	\$560,000	\$560,000	\$0	\$0	0
Governor's Recommendation	\$0	\$0	\$0	\$0	0

- A Grow Your Own (GYO) Program is about building a pipeline of teacher candidates with high school students.
- This funding will provide start-up grants to school districts and charter schools with high minority, high poverty and rural remote schools.
- Funding will provide start-up grants for 56 school districts.
- **The Governor did not recommend DESE's request.**

## Governor's Recommendation – Vocational Rehabilitation (VR) State Match

VR State Match	Total	General Revenue	Federal	Other	FTE
Department Request	\$3,148,493	\$541,454	\$2,607,039	\$0	0
Governor's Recommendation	\$3,148,493	\$541,454	\$2,607,039	\$0	0

- Vocational Rehabilitation receives Federal grant funding at a 78.7% / 21.3% state match rate.
- An increase in state funding is necessary to maximize all available Federal funds for Vocational Rehabilitation services for Missouri's citizens with disabilities.
- **The Governor recommended DESE's request.**

## Governor's Recommendation – Independent Living Centers – Fund Switch

Independent Living Centers	Total	General Revenue	Federal	Other	FTE
Department Request	\$190,556	\$190,556	\$0	\$0	0
Governor's Recommendation	\$0	\$0	\$0	\$0	0

- The Independent Living Center Fund revenues stem from traffic fees payable pursuant to the provisions of Section 178.653, RSMo.
- An increase in General Revenue is requested to maintain stable funding for the 22 Independent Living Centers.
- A corresponding appropriation decrease is made from the Independent Living Center Fund.
- **The Governor did not recommend DESE's request.**

## Governor's Recommendation – High School Equivalency

High School Equivalency	Total	General Revenue	Federal	Other	FTE
Department Request	\$295,804	\$295,804	\$0	\$0	0
Governor's Recommendation	\$295,804	\$295,804	\$0	\$0	0

- Increase reflects the amount needed to implement the provisions of House Bill 1606 (Section, 161.095, RSMo) which requires the Department of Elementary and Secondary Education to subsidize the High School Equivalency examination fee for first time test takers.
- Based on a 3-year average there will be an additional 3,333 test takers.
- The increase is based on the additional test takers multiplied by the cost per test of \$88.75.
- **The Governor recommended DESE's request.**

## Governor's Recommendations – Commissions

- Missouri Charter Public School Commission (MCPSC)
  - Two New Decision Items
    - The Governor recommended the MCPSC fund switch
    - The Governor did not recommend the FTE and salary increase
- Missouri Commission For the Deaf and Hard of Hearing
  - One New Decision Item
    - The Governor recommended \$100,000 for the Hearing Aid Distribution Program



# Supplemental Requests

## Supplemental Request – Pay Plan – DESE Market Based Salary Adjustment Proposal

DESE Market Based Salary Adjustment	Total	General Revenue	Federal	Other	FTE
Department Request	\$388,839	\$165,838	\$209,099	\$13,902	0
Governor's Recommendation	\$0	\$0	\$0	\$0	0

- The Department is proposing market based salary adjustments because the majority of the DESE positions were not included in the compensation study on which the FY 2020 Market Adjustment Pay Plan was based.
- **The Governor did not recommend DESE's request.**

## Supplemental Request – Foundation Formula

Foundation Formula	Total	General Revenue	Federal	Other	FTE
Department Request	\$15,865,787	\$15,865,787	\$0	\$0	0
Governor's Recommendation	\$15,865,787	\$15,865,787	\$0	\$0	0

- Increase is due to the language in House Bill 2 regarding the State Adequacy Target.
- Increase requested to maintain the State Adequacy Target (SAT) at \$6,308 throughout the prior year recalculation.
- **The Governor recommended DESE's request.**



## Supplemental Request – Foundation – Early Childhood Special Education (ECSE)

ECSE	Total	General Revenue	Federal	Other	FTE
Department Request	\$11,796,005	\$11,796,005	\$0	\$0	0
Governor's Recommendation	\$11,796,005	\$11,796,005	\$0	\$0	0

- Increased costs and child count necessitate an increase to the appropriation for this mandated reimbursement to districts and charter schools pursuant to the 1992 Missouri Supreme Court decision.
- **The Governor recommended DESE's request.**

## Supplemental Request – Charter School Closure Refund

Charter School Closure Refund	Total	General Revenue	Federal	Other	FTE
Department Request	\$1,500,000	\$1,500,000	\$0	\$0	0
Governor's Recommendation	\$1,500,000	\$1,500,000	\$0	\$0	0

- Closed charter schools are, per statute, required to return all remaining funds to DESE.
- Pathway Academy closed and the funds received will be disbursed to the Kansas City Public School District and charter schools located in Kansas City.
- **The Governor recommended DESE's request.**

## Supplemental Request – Title IV – Federal Capacity

Title IV	Total	General Revenue	Federal	Other	FTE
Department Request	\$8,000,000	\$0	\$8,000,000	\$0	0
Governor's Recommendation	\$8,000,000	\$0	\$8,000,000	\$0	0

- Increase in Federal capacity.
- **The Governor recommended DESE's request.**



## Additional Fiscal Year 2021 Budget Information

- The Governor recommended reallocating 2.0 FTE to Financial and Administrative Services and 3.0 FTE to Learning Services from Board Operated Schools.
- The Governor recommended a reduction of 1.0 FTE and \$27,854 of salary associated with this FTE from Financial and Administrative Services.
- Foundation Formula Payment System Rewrite
  - **The Governor did not recommend DESE's request.**