

1 **PUBLIC EDUCATION BASE BUDGET AMENDMENTS**

2 2017 GENERAL SESSION

3 STATE OF UTAH

4 **Chief Sponsor: Lyle W. Hillyard**

5 House Sponsor: Daniel McCay

7 **LONG TITLE**

8 **Committee Note:**

9 The Executive Appropriations Committee recommended this bill.

10 **General Description:**

11 This bill appropriates funds for the support and operation of public education for the
12 fiscal year beginning July 1, 2017, and ending June 30, 2018.

13 **Highlighted Provisions:**

14 This bill:

- 15 ▶ provides appropriations for the use and support of state education agencies;
- 16 ▶ provides appropriations for the use and support of school districts and charter
17 schools;
- 18 ▶ sets the value of the weighted pupil unit (WPU) initially at \$3,184 for fiscal year
19 2018;
- 20 ▶ sets the estimated minimum basic tax rate at .001596 for fiscal year 2018; and
- 21 ▶ provides appropriations for other purposes as described.

22 **Money Appropriated in this Bill:**

23 This bill appropriates for fiscal year 2018:

- 24 ▶ \$4,309,500 from the General Fund;
- 25 ▶ \$23,000,000 from the Uniform School Fund;
- 26 ▶ \$3,048,635,500 from the Education Fund; and
- 27 ▶ \$1,523,226,100 from various sources as detailed in this bill.



28 This bill appropriates \$2,977,000 in expendable funds and accounts for fiscal year
29 2018.

30 This bill appropriates \$78,000,000 in restricted fund and account transfers for fiscal
31 year 2018, including:

- 32 ▶ \$3,000,000 from the General Fund; and
- 33 ▶ \$75,000,000 from the Education Fund.

34 This bill appropriates \$147,900 in fiduciary funds for fiscal year 2018.

35 **Other Special Clauses:**

36 This bill provides a special effective date.

37 **Utah Code Sections Affected:**

38 AMENDS:

39 **53A-17a-135**, as last amended by Laws of Utah 2016, Chapter 2

40 **Uncodified Material Affected:**

41 ENACTS UNCODIFIED MATERIAL



42
43 *Be it enacted by the Legislature of the state of Utah:*

44 Section 1. Section **53A-17a-135** is amended to read:

45 **53A-17a-135. Minimum basic tax rate -- Certified revenue levy.**

46 (1) As used in this section, "basic levy increment rate" means a tax rate that will
47 generate an amount of revenue equal to \$75,000,000.

48 (2) (a) In order to qualify for receipt of the state contribution toward the basic program
49 and as its contribution toward its costs of the basic program, each school district shall impose a
50 minimum basic tax rate per dollar of taxable value that generates [~~\$392,266,800~~] \$399,041,300
51 in revenues statewide.

52 (b) The preliminary estimate for the [~~2016-17~~] 2017-18 minimum basic tax rate is
53 [~~.001695~~] .001596.

54 (c) The State Tax Commission shall certify on or before June 22 the rate that generates
55 [~~\$392,266,800~~] \$399,041,300 in revenues statewide.

56 (d) If the minimum basic tax rate exceeds the certified revenue levy as defined in
57 Section **53A-17a-103**, the state is subject to the notice requirements of Section **59-2-926**.

58 (3) (a) The state shall contribute to each district toward the cost of the basic program in

59 the district that portion which exceeds the proceeds of the difference between:

60 (i) the minimum basic tax rate to be imposed under Subsection (2); and

61 (ii) the basic levy increment rate.

62 (b) In accordance with the state strategic plan for public education and to fulfill its
63 responsibility for the development and implementation of that plan, the Legislature instructs
64 the State Board of Education, the governor, and the Office of Legislative Fiscal Analyst in each
65 of the coming five years to develop budgets that will fully fund student enrollment growth.

66 (4) (a) If the difference described in Subsection (3)(a) equals or exceeds the cost of the
67 basic program in a school district, no state contribution shall be made to the basic program.

68 (b) The proceeds of the difference described in Subsection (3)(a) that exceed the cost
69 of the basic program shall be paid into the Uniform School Fund as provided by law.

70 (5) The State Board of Education shall:

71 (a) deduct from state funds that a school district is authorized to receive under this
72 chapter an amount equal to the proceeds generated within the school district by the basic levy
73 increment rate; and

74 (b) deposit the money described in Subsection (5)(a) into the Minimum Basic Growth
75 Account created in Section 53A-17a-135.1.

76 Section 2. **Appropriations for state education agencies, school districts, and**
77 **charter schools -- Value of weighted pupil unit.**

78 (1) The following sums of money are appropriated for the fiscal year beginning July 1,
79 2017, and ending June 30, 2018. These are additions to amounts previously appropriated for
80 fiscal year 2018. Under the terms and conditions of Title 63J, Chapter 1, Budgetary Procedures
81 Act, the Legislature appropriates the following sums of money from the funds or accounts
82 indicated for the use and support of the government of the state of Utah.

83 (2) The value of the weighted pupil unit for fiscal year 2018 is initially set at \$3,184.

84 ITEM 1

85	To State Board of Education - Minimum School Program - Basic School Program	
86	From Uniform School Fund	23,000,000
87	From Education Fund	2,273,000,500
88	From Local Revenue	399,041,300
89	From Beginning Nonlapsing Balances	11,042,700

90	From Closing Nonlapsing Balances		(11,042,700)
91	Schedule of Programs:		
92	Kindergarten (27,529 WPUs)	87,652,300	
93	Grades 1 - 12 (576,394 WPUs)	1,842,013,000	
94	Foreign Exchange (328 WPUs)	1,044,400	
95	Necessarily Existent Small Schools		
96	(9,514 WPUs)	30,292,700	
97	Professional Staff (55,577 WPUs)	176,957,200	
98	Administrative Costs (1,490 WPUs)	4,744,200	
99	Special Education - Add-On		
100	(77,514 WPUs)	246,804,500	
101	Special Education - Preschool		
102	(10,238 WPUs)	32,597,800	
103	Special Education - Self-Contained		
104	(13,940 WPUs)	44,385,000	
105	Special Education - Extended School Year		
106	(429 WPUs)	1,365,900	
107	Special Education - Impact Aid		
108	(2,016 WPUs)	6,418,900	
109	Special Education - Intensive Services		
110	(397 WPUs)	1,264,000	
111	Special Education - Extended Year for		
112	Special Educators (909 WPUs)	2,894,300	
113	Career and Technical Education - Add-On		
114	(28,040 WPUs)	89,279,400	
115	Class Size Reduction (39,990 WPUs)	127,328,200	
116	ITEM 2		
117	To State Board of Education - Minimum School Program - Related to Basic		
118	School Programs		
119	From Education Fund		531,326,900
120	From Interest and Dividends Account		45,000,000

121	From Beginning Nonlapsing Balances	14,044,400
122	From Closing Nonlapsing Balances	(14,044,400)
123	Schedule of Programs:	
124	To and From School - Pupil Transportation	79,265,300
125	Pupil Transportation Grants for Unsafe	
126	Routes	500,000
127	Guarantee Transportation Program	500,000
128	Flexible Allocation - WPU Distribution	7,788,000
129	Enhancement for At-Risk Students	26,539,500
130	Youth in Custody	21,505,000
131	Adult Education	10,563,900
132	Enhancement for Accelerated Students	4,764,000
133	Centennial Scholarship Program	250,000
134	Concurrent Enrollment	10,209,200
135	Title I Schools Paraeducators Program	300,000
136	School LAND Trust Program	45,000,000
137	Charter School Local Replacement	135,356,000
138	Charter School Administration	7,463,700
139	K-3 Reading Improvement	15,000,000
140	Educator Salary Adjustments	167,094,400
141	USFR Teacher Salary Supplement Restricted	
142	Account	6,799,900
143	School Library Books and Electronic	
144	Resources	850,000
145	Matching Fund for School Nurses	1,002,000
146	Critical Languages and Dual Immersion	2,956,000
147	USTAR Centers (Year-Round Math and	
148	Science)	6,200,000
149	Beverly Taylor Sorenson Elementary Arts	8,880,000
150	Early Intervention	7,500,000
151	Digital Teaching and Learning Program	10,040,000

152	ITEM 3		
153	To State Board of Education - Minimum School Program - Voted and Board Local		
154	Levy Programs		
155	From Education Fund		123,416,200
156	From Education Fund Restricted - Minimum Basic		
157	Growth Account		56,250,000
158	From Local Revenue		414,776,500
159	Schedule of Programs:		
160	Voted Local Levy Program	444,226,900	
161	Board Local Levy Program	135,215,800	
162	Board Local Levy Program - Reading		
163	Improvement	15,000,000	
164	ITEM 4		
165	To State Board of Education - School Building Programs		
166	From Education Fund		14,499,700
167	From Education Fund Restricted - Minimum Basic Growth		
168	Account		18,750,000
169	Schedule of Programs:		
170	Foundation Program	27,610,900	
171	Enrollment Growth Program	5,638,800	
172	ITEM 5		
173	To State Board of Education - State Administrative Office		
174	From General Fund		307,800
175	From Education Fund		35,289,900
176	From Federal Funds		340,891,900
177	From Dedicated Credits Revenue		6,008,900
178	From General Fund Restricted - Mineral Lease		1,688,500
179	From General Fund Restricted - Land Exchange Distribution		
180	Account		16,900
181	From General Fund Restricted - Substance Abuse Prevention		506,400
182	From Interest and Dividends Account		635,100

183	From Land Grant Management Fund		2,000
184	From Revenue Transfers		1,482,500
185	Schedule of Programs:		
186	Assessment and Accountability	17,895,500	
187	Educational Equity	128,300	
188	Board and Administration	13,627,100	
189	Business Services	972,200	
190	Career and Technical Education	20,581,900	
191	District Computer Services	6,307,100	
192	Federal Elementary and Secondary Education		
193	Act	112,889,400	
194	Law and Legislation	230,400	
195	Math Teacher Training	500,000	
196	Public Relations	162,500	
197	School Trust	592,700	
198	Special Education	181,065,300	
199	Teaching and Learning	30,877,500	
200	Statewide Online Education Program	750,000	
201	Pilot Teacher Retention Grant Program	250,000	
202	ITEM 6		
203	To State Board of Education - Minimum School Program Categorical Program		
204	Administration		
205	From Education Fund		1,442,500
206	From Revenue Transfers		(148,700)
207	From Beginning Nonlapsing Balances		100
208	From Closing Nonlapsing Balances		(200)
209	Schedule of Programs:		
210	CTE Comprehensive Guidance	150,300	
211	Enhancement for At-Risk Students	257,100	
212	Youth-In-Custody	404,800	
213	Adult Education	206,100	

214	Dual Immersion	181,000	
215	Beverley Taylor Sorenson Elementary Arts	94,400	
216	ITEM 7		
217	To State Board of Education - Initiative Programs		
218	From General Fund		4,001,700
219	From Education Fund		27,616,000
220	From General Fund Restricted - Autism Awareness Account		10,000
221	From Revenue Transfers		(68,300)
222	From Beginning Nonlapsing Balances		40,200
223	From Closing Nonlapsing Balances		(40,200)
224	Schedule of Programs:		
225	Contracts and Grants	300,000	
226	Electronic High School	2,600	
227	Upstart Early Childhood Education	6,263,900	
228	ProStart Culinary Arts Program	403,100	
229	CTE Online Assessments	341,000	
230	General Financial Literacy	178,000	
231	Carson Smith Scholarships	3,981,100	
232	Paraeducator to Teacher Scholarships	24,500	
233	Electronic Elementary Reading Tool	2,100,000	
234	ELL Software Licenses	3,000,000	
235	Autism Awareness	10,000	
236	Early Intervention	4,600,000	
237	Peer Assistance	400,000	
238	Intergenerational Poverty Interventions	1,000,000	
239	School Turnaround and Leadership		
240	Development Act	6,974,800	
241	Partnerships for Student Success	1,980,400	
242	ITEM 8		
243	To State Board of Education - State Charter School Board		
244	From Education Fund		3,854,400

245	From Revenue Transfers	(181,600)
246	Schedule of Programs:	
247	State Charter School Board	3,672,800
248	ITEM 9	
249	To State Board of Education - Utah Charter School Finance Authority	
250	From Education Fund Restricted - Charter School Reserve Account	50,000
251	Schedule of Programs:	
252	Utah Charter School Finance Authority	50,000
253	ITEM 10	
254	To State Board of Education - Educator Licensing Professional Practices	
255	From Dedicated Credits Revenue	34,500
256	From Professional Practices Restricted Subfund	2,423,000
257	From Revenue Transfers	(317,500)
258	Schedule of Programs:	
259	Educator Licensing	2,140,000
260	ITEM 11	
261	To State Board of Education - Child Nutrition	
262	From Education Fund	143,800
263	From Federal Funds	159,619,700
264	From Dedicated Credit - Liquor Tax	39,262,300
265	From Revenue Transfers	(321,600)
266	Schedule of Programs:	
267	Child Nutrition	198,704,200
268	ITEM 12	
269	To State Board of Education - Child Nutrition - Federal Commodities	
270	From Federal Funds	19,159,300
271	Schedule of Programs:	
272	Child Nutrition - Federal Commodities	19,159,300
273	ITEM 13	
274	To State Board of Education - Fine Arts Outreach	
275	From Education Fund	3,925,000

276	Schedule of Programs:		
277	Professional Outreach Programs	3,871,000	
278	Subsidy Program	54,000	
279	ITEM 14		
280	To State Board of Education - Science Outreach		
281	From Education Fund		4,390,000
282	Schedule of Programs:		
283	Informal Science Education Enhancement	4,115,000	
284	Provisional Program	225,000	
285	Integrated Student and New Facility		
286	Learning	50,000	
287	ITEM 15		
288	To State Board of Education - Educational Contracts		
289	From Education Fund		3,140,300
290	Schedule of Programs:		
291	Youth Center	1,153,200	
292	Corrections Institutions	1,987,100	
293	ITEM 16		
294	To State Board of Education - Utah Schools for the Deaf and the Blind		
295	From Education Fund		26,470,300
296	From Federal Funds		99,100
297	From Dedicated Credits Revenue		1,584,200
298	From Revenue Transfers		5,671,700
299	From Beginning Nonlapsing Balances		2,347,800
300	From Closing Nonlapsing Balances		(900,300)
301	Schedule of Programs:		
302	Educational Services	16,040,400	
303	Support Services	19,232,400	
304	ITEM 17		
305	To State Board of Education - Teaching and Learning		
306	From Education Fund		120,000

307 From Revenue Transfers 8,974,800
 308 Schedule of Programs:
 309 Student Access to High Quality School
 310 Readiness Programs 9,094,800

311 The Legislature intends that:

312 (1) for fiscal years 2018 and 2019, the Department of Workforce Services shall allocate
 313 up to \$11,000,000 of Temporary Assistance for Needy Families funding to fund programs
 314 described in Title 53A, Chapter 1b, Part 2, Expanded Access to High Quality School Readiness
 315 Programs Act;

316 (2) the State Board of Education shall use funds appropriated from Revenue Transfer -
 317 Temporary Assistance for Needy Families consistent with federal requirements for those funds;
 318 and

319 (3) the State Board of Education may:

320 (a) use up to \$140,000 of the appropriation to the State Board of Education to contract
 321 with an independent evaluator to conduct an evaluation, as required by Section [53A-1b-208](#);

322 (b) use up to \$2,000,000 of the appropriation to the State Board of Education to provide
 323 grants for home-based technology school readiness programs, as described in Section
 324 [53A-1b-205](#); and

325 (c) use the ongoing appropriation to the State Board of Education from the Education
 326 Fund for administrative costs.

327 ITEM 18

328 To School and Institutional Trust Fund Office

329 From School and Institutional Trust Fund Management Account 877,800

330 Schedule of Programs:

331 School and Institutional Trust Fund Office 877,800

332 Section 3. **Expendable funds and accounts.**

333 The Legislature has reviewed the following expendable funds. Where applicable, the
 334 Legislature authorizes the State Division of Finance to transfer amounts among funds and
 335 accounts as indicated. Outlays and expenditures from the recipient funds or accounts may be
 336 made without further legislative action according to a fund or account's applicable authorizing
 337 statute.

338	ITEM 19		
339	To State Board of Education - Charter School Revolving Account		
340	From Interest Income		56,200
341	From Repayments		1,511,400
342	From Beginning Nonlapsing Balances		6,989,300
343	From Closing Nonlapsing Balances		(7,045,500)
344	Schedule of Programs:		
345	Charter School Revolving Account	1,511,400	
346	ITEM 20		
347	To State Board of Education - School Building Revolving Account		
348	From Interest Income		83,900
349	From Repayments		1,465,600
350	From Beginning Nonlapsing Balances		9,833,600
351	From Closing Nonlapsing Balances		(9,917,500)
352	Schedule of Programs:		
353	School Building Revolving Account	1,465,600	
354	ITEM 21		
355	To State Board of Education - Child Nutrition Program Commodities Fund		
356	From Dedicated Credits Revenue		200
357	From Beginning Nonlapsing Balances		200
358	From Closing Nonlapsing Balances		(400)
359	Section 4. Fund and account transfers.		
360	<u>The Legislature authorizes the State Division of Finance to transfer the following</u>		
361	<u>amounts among the following funds or accounts as indicated. Expenditures and outlays from</u>		
362	<u>the recipient funds must be authorized elsewhere in an appropriations act.</u>		
363	ITEM 22		
364	To General Fund Restricted - School Readiness Account		
365	From General Fund		3,000,000
366	Schedule of Programs:		
367	General Fund Restricted - School Readiness		
368	Account	3,000,000	

369	ITEM 23		
370	To Education Fund Restricted - Minimum Basic Growth Account		
371	From Education Fund		75,000,000
372	Schedule of Programs:		
373	Education Fund Restricted - Minimum		
374	Basic Growth Account	75,000,000	
375	Section 5. Fiduciary funds.		
376	<u>The Legislature has reviewed proposed revenues, expenditures, fund balances, and</u>		
377	<u>changes in fund balances for the following fiduciary funds.</u>		
378	ITEM 24		
379	To State Board of Education - Schools for the Deaf and the Blind Donation Fund		
380	From Dedicated Credits Revenue		115,000
381	From Interest Income		5,400
382	From Beginning Nonlapsing Balances		687,800
383	From Closing Nonlapsing Balances		(687,800)
384	Schedule of Programs:		
385	Schools for the Deaf and the Blind Donation		
386	Fund	120,400	
387	ITEM 25		
388	To State Board of Education - Education Tax Check-Off Lease Refunding		
389	From Trust and Agency Funds		27,500
390	From Beginning Nonlapsing Balances		28,700
391	From Closing Nonlapsing Balances		(28,700)
392	Schedule of Programs:		
393	Education Tax Check-Off Lease Refunding	27,500	
394	Section 6. Effective date.		
395	<u>This bill takes effect on July 1, 2017.</u>		