

**0501 - DEPARTMENT OF EDUCATION - PUBLIC SCHOOL FUND
FISCAL YEAR 2020
AS ENACTED BY ACT 877 OF 2019**

The Department of Education administers the programs and financial assistance to the State's public elementary and secondary schools. The Arkansas Constitution requires the state to maintain a general, suitable and efficient system of free public schools and to adopt all suitable means to secure to the people the advantages and opportunities of education .

TOTAL APPROPRIATION

Appropriation		2017-2018	2018-2019	2019-2020
		Actual	Authorized	Legislative
2HY	Education Renewal Zones	\$1,077,886	\$1,337,237	\$1,352,676
688	APSCN	\$20,759,070	\$22,793,729	\$23,375,189
PSF	Public School Fund	\$2,842,225,530	\$2,990,469,821	\$2,944,287,396
X41	Educator Compensation Reform Program	\$0	\$0	\$60,000,000
Total		\$2,864,062,486	\$3,014,600,787	\$3,029,015,261

FUNDING SOURCES

Funding Sources		2017-2018 Actual	%
Fund Balance	4000005	\$119,670,489	4.08
Court Ordered Desegregation	4000180	\$65,794,267	2.24
DOE Public School Fund	4000195	\$2,156,903,701	73.57
E-Rate Credit	4000207	\$5,403,927	0.18
Educational Adequacy Fund	4000210	\$411,866,128	14.05
Educational Excellence Fund	4000220	\$215,134,282	7.34
Rainy Day Fund	4000267	\$1,800,000	0.06
Total Funds		\$2,931,804,018	100.00
Excess Appropriation/(Funding)		\$645,347,363	
Grand Total		\$3,577,151,381	

CHANGE LEVEL REQUESTS

Education Renewal Zones (Appropriation 2HY)

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5020002	Operating Expenses	\$91,800	\$25,000	(\$66,800)
5050009	Conference & Travel Expenses	\$13,000	\$3,000	(\$10,000)
5100004	Grants and Aid	\$1,024,350	\$1,101,150	\$76,800

Total	\$1,129,150	\$1,129,150	\$0
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- Operating Expenses and Conference and Travel Expenses Appropriation is reallocated to Grants and Aid.

APSCN (Appropriation 688)

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5120011	Capital Outlay	\$0	\$200,000	\$200,000
Total		\$0	\$200,000	\$200,000

- Capital Outlay Appropriation is increased to provide for any unforeseen capital needs.

Public School Fund (Appropriation PSF)

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5100004	Better Chance Program	\$116,000,000	\$114,000,000	(\$2,000,000)
5100004	OE Charter Fac Funding Aid Prg	\$6,500,000	\$7,575,000	\$1,075,000
5900046	Advanced Placement Incentive	\$825,000	\$1,275,000	\$450,000
5900046	Alternative Learning	\$26,594,317	\$29,773,362	\$3,179,045
5900046	Assessment/End Course Testing	\$22,250,189	\$20,250,189	(\$2,000,000)
5900046	Dept of Correction	\$6,734,451	\$6,454,524	(\$279,927)
	EIDT Special Education Services	0	\$1,000,000	\$1,000,000
5900046	English Language Learners	\$16,353,943	\$16,681,022	\$327,079
5900046	Enhanced Transportation Funding	\$3,000,000	\$5,000,000	\$2,000,000
5900046	Leadership Acdmy-Mstr Principal	\$500,000	\$1,400,000	\$900,000
5900046	Master Principal Bonus	\$208,000	\$175,000	(\$33,000)
5900046	NSL Matching Grant Program	\$4,300,000	\$5,300,000	\$1,000,000
5900046	Ntl Bd Prof Teaching Standards	\$18,705,000	\$18,738,000	\$33,000
5900046	Prof Development Fund	\$25,143,702	\$29,127,136	\$3,983,434
5900046	R.I.S.E. Arkansas	\$1,100,000	\$970,000	(\$130,000)
5900046	State Foundation Funding	\$2,133,039,396	\$2,077,683,588	(\$55,355,808)
5900046	Teacher Retirement Matching	\$10,529,852	\$11,198,604	\$668,752
Total		\$2,990,544,821	\$2,945,287,396	(45,257,425)

- Better Chance Program, Department of Correction, – Reduced to Reflect Agency Expenses.
- OE Charter Fac Funding Aid – increased to provide for increased school eligibility for funding.
- AP Incentive Increased to provide for \$450,000 reallocated from the ADE Operations Appropriation for the AP Summer Institute.
- Alternative Learning – Increased by reallocation of appropriation from State Foundation Funding and Assessment/End of Course Testing to provide for projected growth.
- Assessment/End of course testing appropriation reduced and reallocated to Alternative Learning,
- English Language Learners – Increased by reallocation of appropriation from State Foundation Funding to provide for anticipated growth.
- Enhanced Transportation Funding – Increased by recommendation of the 2018 Educational Adequacy Study.
- Leadership Academy Master Principal – Increased to provide for the transfer of the Arkansas Leadership Academy Program from the ADE Operations Appropriation to the Public School Fund appropriation.
- Master Principal Bonus – Appropriation is reduced and reallocated to the National Board for Professional Teaching standards. This reduction is made to align with agency expenditures.
- NSL Matching Grant Program – Increased by recommendation of the 2018 Educational Adequacy Study
- National Board of Professional Teaching Standards- Increased by reallocation of appropriation from the Master Principal Bonus Program, due to anticipated growth in the program.
- Professional Development Fund - Increased for Professional Learning Communities as recommended in the 2018 Educational Adequacy Study.
- R.I.S.E. Arkansas – Decreased to reflect anticipated funding availability.
- State Foundation Funding – Reduced and some appropriation is reallocated to better align appropriation with anticipated school district funding needs.
- Teacher Retirement Matching – Increased to accommodate growth projections and anticipated rate increases.

Educator Compensation Reform Program (Appropriation X41)

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5900046	Educator Compensation Reform	\$0	\$60,000,000	\$60,000,000
Total		\$0	\$60,000,000	\$60,000,000

- New Appropriation Added for Grants and Aid to School Districts to assist with implementation of teacher salary increase requirements.

POSITIONS

Total Authorized Positions FY2020: 55

Total Authorized Positions FY2019: 56

Increase / (Decrease): (1)

Extra Help Positions FY2020:0

SPECIAL LANGUAGE REVISIONS

Desegregation Expenses – Language Deleted as this bill no longer includes the associated appropriation.

Distressed School District Support – Language Deleted as this bill no longer includes the associated appropriation.

Arkansas Governor's School Funding – Language is revised to allow funding captured for extending the Arkansas Governor's school to also be used for AEGIS summer enrichment programs.

Local School District Isolated – Base Funding Under Certain Circumstances. Language Deleted as this language is also found in Arkansas Code.

NSL Matching Grant Program - Language revised during the Regular Session to reflect the new appropriated amount of \$5,300,000 as appropriated in 2019 Act and as recommended by the Adequacy Committee.

Educator Compensation Reform Sub-Fund – New Language added to provide for a one time transfer of \$60,000,000 from the Educational Adequacy Fund to the Public School Fund to provide supplemental funding aid to school districts over the next four fiscal years for required increases in teacher salaries. The language also gives ADE rulemaking authority for the dispensing of these funds.

Enhanced Student Achievement Funding Name Change - New Language added to change any references to "National Student Lunch Funding" to "Enhanced Student Achievement Funding" to be used for the same purposes as set out in law.