



JOY HOFMEISTER

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

MEMORANDUM

TO: The Honorable Members of the State Board of Education
FROM: State Superintendent Joy Hofmeister
DATE: July 28, 2016
SUBJECT: FY 17 Education Budget Recommendation UPDATED

The Oklahoma State Board of Education adopted a budget on June 10, 2016 for Fiscal Year 2017. As a part of that request and under the authority granted by 62 O.S. 34.52, the Board approved the Oklahoma State Department of Education (OSDE) to make a request for a transfer of funds in the amount of \$400,000 from the Support of Partnership of Math Intervention to the Support of Public School Activities.

The budget approved on June 10, 2016 assumed this transfer would be approved. However, on June 23, 2016, the State Department of Education received notice that the transfer had been denied by the Appropriations and Budget Committee Chairmen.

Therefore, an additional \$400,000 must be reduced from the previously approved Public School Activities budget. Included here for your approval are three proposed areas OSDE has identified to absorb the \$400,000 in additional cuts.

JH/ct

Attached Documentation:

- Transfer Request Denial Notification Letters
- Revised FY 17 Budget
- Revised FY 17 Budget Presentation



Clark Jolley
Chairman, Appropriations
State Senate

June 23, 2016

Preston Doerflinger
Director, OMES
State Capitol Building, Room 122
2300 North Lincoln Blvd.
Oklahoma City, OK 73105

Dear Mr. Doerflinger,

I have reviewed the June 10, 2016 actions of the State Board of Education and their June 20, 2016 Budget Transfer Request. I find that their action concerning Section 10 of Enrolled Senate Bill 1616 subverts the intention and objectives of the Legislature in establishing the original appropriation. The Board proposal reduces funds available for mathematics initiatives at a time when Oklahoma students are in need of improvement in this core subject area.

Pursuant to §62-34.52 of the Oklahoma Statutes, I disapprove of the transfer request submitted by the State Department of Education pertaining to Section 10 of Enrolled Senate Bill 1616. If you have any questions regarding this matter, please contact me at your convenience.

Sincerely,

A handwritten signature in black ink, appearing to read "Clark Jolley".

Clark Jolley
Chairman, Appropriations
State Senate

EARL SEARS
State Representative
House District 11

COMMITTEES

Appropriations and Budget
Chairman



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OFFICE OF MANAGEMENT & ENTERPRISE SERVICES
House of Representatives

STATE OF OKLAHOMA

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June 23, 2016

Mr. Preston L. Doerflinger, Director
Office of Management and Enterprise Services
State Capitol, 2300 N. Lincoln Blvd., Room 122
Oklahoma City, OK 73105

Director Doerflinger:

Pursuant to the provisions of 62 O.S., Section 34.52(D) of the Oklahoma Statutes, we have concluded that the budgetary category transfer requested by the State Department of Education dated June 17, 2016 should be disapproved in that the request subverts the intention and objectives of the Legislature in establishing the original appropriation and is not compliant with legislative intent.

Sincerely,

A handwritten signature in cursive script that reads "Earl Sears".

Earl Sears, Chairman
Appropriations and Budget Committee
Oklahoma House of Representatives

**Oklahoma State Board of Education
Items Appropriated by S.B. 1616 for Fiscal Year 2017**

Purpose	FY 16 Appropriation	FY 17 Proposed Budget	Total Increase/(Decrease)	% Decrease
Financial Support of Public Schools	1,876,735,176.00	1,870,703,624.00	(6,031,552.00)	0.32%
<i>Amount appropriated from General Revenue (GR)</i>	990,708,890.00	1,038,594,450.00	47,885,560.00	
Instructional Materials	33,000,000.00	-	(33,000,000.00)	100.00%
Flexible Benefit Allowance <i>(appropriated from GR)</i>	416,023,565.00	442,030,522.00	26,006,957.00	0.00%
<i>Certified Personnel</i>	267,559,579.00	284,030,744.00		
<i>Support Personnel</i>	148,463,986.00	157,999,778.00		
Support of Public School Activities <i>(appropriated from GR)</i>	130,178,226.00	91,956,442.00	(38,221,784.00)	29.36%
Support of Partnership of Math Intervention <i>(appropriated from GR)</i>	-	1,000,000.00	1,000,000.00	0.00%
Administrative and Support Functions <i>(appropriated from GR)</i>	22,399,295.00	15,831,344.00	(6,567,951.00)	29.32%
Lottery Trust Fund - Transfer to TRS Revolving Fund (62 O.S 34.93 and 3A O.S. 713(C)(3))	3,268,435.00	2,599,751.00	(668,684.00)	20.46%
Lottery Trust Fund - Transfer to School Consolidation Assistance Fund (70 O.S. 7-203)	3,268,435.00	2,599,751.00	(668,684.00)	20.46%
TOTAL APPROPRIATION	2,484,873,132.00	2,426,721,434.00	(58,151,698.00)	2.34%

**Oklahoma State Board of Education
Support of Public School Activities Budget**

Purpose		FY 16 Appropriation	FY 17 Proposed Budget	Total Increase/ (Decrease)	% Decrease	Notes
1	Teachers' Retirement System (70 O.S. 17-108.2)	32,712,137.00	32,712,137.00	-	0.00%	Restored to FY 16 level
2	Early Intervention SoonerStart (70 O.S. 13-124)	14,400,341.00	14,400,341.00	-	0.00%	Restored to FY 16 level
3	Testing/ACE (70 O.S. 1210.508, 20 USC §6311(b)(2))	12,486,587.00	11,064,293.00	(1,422,294.00)	11.39%	Savings per HB 3218
4	Alternative Education - Statewide school programs (70 O.S. 1210.561, 70 O.S. 1210.568)	13,710,627.00	9,472,400.00	(4,238,227.00)	30.91%	Adjusted as funds are available
5	Education Leadership Oklahoma - National Board Teacher Bonus (70 O.S. 6-204.2)	9,328,520.00	5,500,000.00	(3,828,520.00)	41.04%	Adjusted based on need
6	School Lunch Matching & MOE (7 CFR 210-17 and 7 CFR 235.11(a))	4,954,240.00	3,500,000.00	(1,454,240.00)	29.35%	Maintain state match and MOE
7	Funding Required to Meet Obligations	87,592,452.00	76,649,171.00	(10,943,281.00)	12.49%	
8	Early Childhood Initiative (70 O.S. 10-105.4)	10,487,197.00	8,000,000.00	(2,487,197.00)	23.72%	Adjusted as funds are available
9	Reading Sufficiency (70 O.S. 1210.508D)	6,492,074.00	4,507,271.00	(1,984,803.00)	30.57%	Adjusted as funds are available
10	AP Teacher Training and Test Fee Assistance, AVID & NMSI (70 O.S. 1210.703)	3,144,940.00	1,035,045.00	(2,109,895.00)	67.09%	Summer PD Institute
11	Oklahoma Student Information System (70 O.S. 18-200.1(E))	1,843,585.00	464,955.00	(1,378,630.00)	74.78%	Adjusted as funds are available
12	Standards Implementation (70 O.S. 11-103.6, 20 USC §6311(b)(1))	64,000.00	350,000.00	286,000.00	0.00%	Implementation of new standards
13	Alternative Education Programs - Oklahoma Technical Assistance Center (70 O.S. 1210.568)	299,634.00	150,000.00	(149,634.00)	49.94%	Adjusted as funds are available
14	Teacher and Leader Effectiveness Programs (70 O.S. 6-101.16, 20 USC §6611)	1,000,000.00	-	(1,000,000.00)	100.00%	Funds not available
15	Charter Schools Incentive Fund (70 O.S. 3-144)	49,940.00	-	(49,940.00)	100.00%	Funds not available
16	Education Leadership Oklahoma - Psychologists, Speech Pathologists and Audiologists Bonus (70 O.S. 6-206)	3,595,610.00	-	(3,595,610.00)	100.00%	Funds not available
17	Parent Education Program Grant (70 O.S. 10-105.3)	998,781.00	-	(998,781.00)	100.00%	Funds not available
18	Personal Financial Literacy (70 O.S. 11-103.6h)	149,817.00	-	(149,817.00)	100.00%	Funds not available
19	Staff Development for Schools (70 O.S. 6-193)	4,244,818.00	-	(4,244,818.00)	100.00%	Funds not available
20	Teacher Residency Program (70 O.S. 6-195)	250,000.00	-	(250,000.00)	100.00%	Funds not available
21	Total Programs Supported by State Statute/Federal Law (lines 1-6, 8-20)	120,212,848.00	91,156,442.00	(29,056,406.00)	24.17%	
22	Great Expectations	1,115,675.00	300,000.00	(815,675.00)	73.11%	Previously funded through SCGP
23	Teach for America	2,496,952.00	250,000.00	(2,246,952.00)	89.99%	Adjusted as funds are available
24	Street School	200,000.00	150,000.00	(50,000.00)	25.00%	Previously funded through SCGP
25	Oklahoma Arts Institute	349,573.00	100,000.00	(249,573.00)	71.39%	Adjusted as funds are available
26	Ag in the Classroom	38,628.00	-	(38,628.00)	100.00%	Funds not available
27	Rural Infant Stimulation Environment Program (RISE)	529,297.00	-	(529,297.00)	100.00%	Funds not available
28	School Competitive Grants Pool (SCGP) *Removed Great Expectations and Street School from FY 16 total	4,746,618.00	-	(4,746,618.00)	100.00%	Funds not available
29	SCORE Grants/Reading Readiness	189,000.00	-	(189,000.00)	100.00%	Funds not available
30	STEM Ready Schools	299,634.00	-	(299,634.00)	100.00%	Funds not available
31	Total Programs Not Supported by State Statute/Federal Law (lines 22-30)	9,965,377.00	800,000.00	(9,165,377.00)	91.97%	
32	Total Support of Public School Activities	130,178,225.00	91,956,442.00	(38,221,783.00)	29.36%	

Changes to Support of Public School Activities

Purpose	FY 2016	FY 2017 Original	FY 2017 Revised	Additional Increase/ (Decrease)
AP Teacher Training/Test Fee Asst.	\$3,114,940	\$1,100,000	\$1,035,045	(\$64,955)
Student Information System	\$1,843,585	\$704,053	\$464,955	(\$239,098)
Teacher/Leader Effectiveness Progs.	\$1,000,000	\$95,947	-	(\$95,947)
Total				(\$400,000)

