

STATE EDUCATION DEPARTMENT

MISSION

The State Education Department (SED) is the administrative agency of the Board of Regents. The Department's primary mission is to oversee public elementary and secondary education programs throughout New York and promote educational excellence, equity and cost-effectiveness.

ORGANIZATION AND STAFFING

Oversight of the Department is provided by the Board of Regents, which was originally established by the Legislature in 1784 and subsequently continued in the State Constitution. The Board of Regents is comprised of 16 members — one for each of the State's 12 judicial districts and four statewide members — who are elected by a joint session of the Legislature for staggered 5-year terms. The Board elects its chair, who holds the title Chancellor, and appoints the Commissioner of Education as the chief administrative officer of the Department.

The Department's central operations are located in the Education Building in Albany. The Department also has regional service facilities at various locations throughout the State.

Recommended staffing levels for 2007-08 are projected to total 3,174 positions at year's end, with 453 positions, or approximately 14 percent, supported by the General Fund. Various dedicated fees, charge-backs and Federal grants will support the remaining staff.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

In 2007-08, total funding for programs and operations of the State Education Department will increase by nearly \$1.88 billion, or 6.7 percent. This year-to-year increase is primarily due to a school aid increase of over \$1.41 billion for the 2007-08 school year including: an increase of \$982 million for the new Foundation Aid formula; an increase of \$99 million for the Universal Prekindergarten program; an increase of \$216 million for school construction and transportation services; and an increase of \$1.5 billion for the Middle Class STAR initiative, less \$675 million in savings from discontinuation of the property tax rebate. Federal funds increase by nearly \$34 million while increases in State operations and capital projects total \$71.9 million.

The taxpayer-supported General Fund provides 11.5 percent of the Department's operating budget. Federal grants, including programs for disadvantaged pupils, account for 55.7 percent of the agency's resources. The remaining 32.8 percent is derived from fees, charge-backs and other miscellaneous receipts.

For 2007-08, the Department's General Fund State Operations support totals \$64.9 million, an increase of \$20.63 million. The recommendations include \$20 million for new accountability initiatives which will enhance the ability of the Department to establish and revise performance standards for schools and school districts, monitor and assess academic progress, and intervene when schools fail to improve.

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SCHOOL TAX RELIEF (STAR)

The School Tax Relief (STAR) program was enacted in 1997 to provide needed tax relief for homeowners across the State. Under the proposed Three-Year Property Tax Relief Plan, middle class homeowners will receive property tax relief in a more targeted and timely manner. For 2007-08, STAR will grow from \$3.6 billion to \$5.1 billion, an increase of \$1.5 billion, and the existing \$675 million property tax rebate will be discontinued in lieu of the new Middle Class STAR initiative. The Three-Year Property Tax Relief Plan will provide a total of \$6 billion over the next three years in additional STAR.

The 2007-08 STAR recommendation of \$5.1 billion includes \$1.35 billion for school property tax relief and \$150 million for additional New York City personal income tax relief. The Enhanced STAR exemption for seniors will reflect continuation of the cost of living adjustment provided in 2006-07. This will generate \$48 million in additional STAR tax relief for senior citizens in 2007-08.

SCHOOL AID

The 2007-08 Executive Budget recommendations for elementary and secondary education include a Four-Year Educational Investment Plan. The centerpiece of this Plan is the creation of a new Foundation Aid program to ensure that each district receives sufficient State and local resources to meet State learning standards.

Major recommendations for the 2007-08 school year include:

- **Four-Year Educational Investment Plan:** To provide our schools with the resources required to attain educational excellence, a school aid increase of over \$1.4 billion is recommended for 2007-08 — growing to \$7 billion by 2010-11. As a result, overall school aid will grow from \$17.7 billion in 2006-07 to \$24.7 billion in 2010-11.
- **School Year Support:** For the 2007-08 school year, nearly \$19.2 billion is provided in State support for public schools, a school year increase of \$1.41 billion, or 8.0 percent.
- **Fiscal Year Support:** For the 2007-08 fiscal year, \$18.67 billion is provided in State support for public schools, a fiscal year increase of \$1.26 billion or 7.3 percent.
- **Foundation Aid:** The 2007-08 Executive Budget recommends the creation of a new Foundation Aid program that will be phased in over four years, growing from \$12.5 billion in 2006-07 to \$17.3 billion in 2010-11. This represents an increase of \$982 million for 2007-08, growing to \$4.8 billion by 2010-11. Foundation Aid will link school funding to the cost of a successful education, and State aid will be allocated in a transparent, equitable and predictable manner. For 2007-08, 30 existing aid programs will be consolidated into Foundation Aid, and school districts will be held harmless against losses in these consolidated aids. All districts would receive an increase of at least 3 percent in Foundation Aid for 2007-08.
- **Universal Prekindergarten:** The 2007-08 Executive Budget provides \$395 million, an increase of \$99 million, to provide universal access to quality prekindergarten programs. Total Universal Prekindergarten funding will grow to \$645 million by 2010-11.
- **Support for School Construction:** For the 2007-08 school year, over \$1.6 billion in Building Aid is recommended in State support for the construction of school facilities, an increase of \$23 million. Beginning in 2007-08, the State will provide

- EXCEL building aid totaling \$112 million — reflecting the State’s 2007-08 debt service cost for EXCEL bonds. EXCEL will provide school districts with \$2.6 billion in bonded State grants to support school construction costs that are associated with increasing school capacity as a result of overcrowded classrooms, and projects related to improving energy use and public health and safety. As additional bonds are issued up to the total authorized amount of \$2.6 billion, the annual amount of EXCEL Building aid will increase to \$197 million.
- **BOCES:** Over \$622 million is recommended for BOCES aid in 2007-08, an increase of more than \$37 million.
 - **Transportation Aid:** More than \$1.4 billion is recommended for reimbursement of the cost of transporting 2.3 million students statewide, representing an increase of \$81.1 million.
 - **Accountability:** Expanded accountability measures include a new Contract for Excellence that will be required for all districts receiving an annual increase in Foundation Aid in excess of 10 percent, or \$15 million, or receiving a Supplemental Educational Improvement Plan grant. An increase of \$20 million is included for the costs of the State Education Department to implement the new accountability measures.
 - **School Efficiency Reviews:** The 2007-08 Executive Budget recommends a new \$5 million School District Efficiency Review initiative for school districts that volunteer to participate in such reviews, as well as districts requested by the Commissioner of Education.
 - **Charter Schools:** The 2007-08 Executive Budget provides \$15 million in Transitional Aid for five school districts that are currently impacted by a concentration of charter schools. Also, the existing cap of 100 charter schools would be increased by 150 schools with the Board of Regents, SUNY, and the NYC School Chancellor each authorized to approve 50 new charter schools. Finally, there will be expanded notification requirements so that local school districts will be notified prior to adoption of their school budget of any approval by the Regents of a new charter school.
 - **Math/Science Initiatives:** The 2007-08 Executive Budget recommends math and science initiatives that will increase the supply of qualified math and science teachers in schools across the State and recognize and reward talented middle school students in math and science.
 - **Community Schools Pilot Program:** This \$4 million pilot program will be located within the Rochester City School District and will support efforts by community organizations to promote the efficient delivery of integrated services and family support.
 - **Supplemental Educational Improvement Plan Grant:** The 2007-08 Executive Budget recommends \$8.5 million for this new program that will provide additional resources to the Yonkers City School District in support of their educational improvement plan.
 - **Categorical Teacher Programs:** Support for programs to attract, retain and support teachers is continued at \$68 million. In addition, the Commissioner of Education will assist school districts in developing incentives for highly trained teachers to work with low performing schools.

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SPECIAL EDUCATION

School-Age Special Education

Special Education reforms are recommended to ensure that special education programs are financed in a manner that encourages the education of students with disabilities in the least restrictive environment. All school districts with high classification rates, or that disproportionately identify certain racial/ethnic groups of students as needing special education, will be required to address these deficiencies. The State Education Department will provide targeted technical assistance to support these schools.

The special education financing system will also be modified to remove unintended financial incentives to classify and place students in overly restrictive settings by consolidating \$2.2 billion in Public Excess Cost Aid into Foundation Aid. The State aid formulas that support high cost special education, whether in public or private settings, will remain unchanged.

Preschool Special Education

Approximately 500 providers (school districts, private providers and BOCES) operate preschool special education programs that provide educational and therapeutic services to an estimated 84,000 children ages 3-5. The 2007-08 General Fund recommendation of \$663.1 million will support the existing 59.5 percent State share of preschool special education program costs. For 2007-08, a Taskforce on Preschool Special Education will be created, comprised of representatives of school districts, preschool providers, counties and appropriate State agencies. Taskforce members will study and submit recommendations related to the appropriate relationship between preschool special education and other early childhood and special education programs; the current rate-setting methodology for preschool special education programs and services; and interstate comparisons of the delivery of preschool services, financing approaches and other best practices.

Summer School Special Education

The summer school special education program supports educational services provided during July and August for approximately 40,000 disabled students ages 5-21. The State covers 70 percent of the total education, transportation, and maintenance costs of summer programs, with school districts contributing 20 percent, and counties 10 percent. The 2007-08 Executive Budget recommendation of \$243.4 million, an increase of \$5.5 million, supports the existing 70 percent State share of the program costs.

State-Supported Private Schools for the Blind and Deaf

Approximately 1,600 students attend 11 private schools for the blind and deaf. The 2007-08 recommendation of \$118.1 million, an increase of \$5.2 million, covers approximately 90 percent of the tuition and maintenance costs for these students and also includes \$6.6 million to cover debt service costs for the schools.

EDUCATION-RELATED PROGRAMS

The 2007-08 Executive Budget recommends a year-to-year reduction of approximately \$81.8 million in funding for education-related programs primarily due to the elimination of one-time funding for legislative grants.

**ELEMENTARY, MIDDLE AND SECONDARY EDUCATION-RELATED PROGRAMS
2007-08 SCHOOL YEAR
(\$000)**

<u>Program</u>	<u>2006-07 School Year</u>	<u>2007-08 School Year</u>	<u>Change</u>
Academic Intervention Services at Non-Public Schools	1,000	1,000	0
Adult Basic Education - WEP	2,000	2,000	0
Adult Literacy Education	5,325	5,325	0
Apprenticeship Training	1,830	1,830	0
Character Education	475	475	0
Charter Schools	6,000	6,000	0
Consortium for Worker Education (CWE)	11,500	11,500	0
Extended Day/School Safety	30,200	30,200	0
Health Education Program	750	750	0
Hurd Advances	259	206	(53)
Legislative Grants	80,956	0	(80,956)
Math & Science High Schools	1,500	1,500	0
Migrant Workers	90	90	0
Missing Children Education Program	1,000	1,000	0
National Board for Professional Teaching Standards	500	500	0
New York State Historical Association	180	0	(180)
Non-Public School Aid	87,500	87,500	0
Primary Mental Health	970	970	0
Prior Year Claims	25,900	25,900	0
Rural Education Advisory Council	100	0	(100)
School Lunch and Breakfast Program	31,700	31,700	0
St. Rose Math & Science Lab Renovation	500	0	(500)
Statewide Center for School Safety	475	475	0
Special Education Teacher Retention	2,000	2,000	0
Summer Food Program	3,300	3,300	0
SUNY Center for Autism	500	500	0
SURR Schools	1,900	1,900	0
Transferring Success	630	630	0
Workplace Literacy	1,376	1,376	0
Total	<u>\$300,416</u>	<u>\$218,627</u>	<u>(81,789)</u>

OTHER RECOMMENDATIONS

In addition to funding for agency operations, the Department's budget also includes support for various aid programs in the areas of higher education, cultural education, and vocational rehabilitation. For 2007-08, funding is provided for the following programs:

- Library Aid (\$97.2 million);
- Library Construction Aid (\$14 million);
- Public Broadcasting Aid (\$18.8 million);
- VESID Case Services (\$54.6 million);
- Supported Employment (\$16.4 million);
- Independent Living Centers (\$11.7 million);
- Unrestricted Aid for Independent Colleges and Universities (\$42 million);
- Higher Education Opportunity Program (\$24.2 million);

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- Liberty Partnerships (\$12 million);
- Teacher Opportunity Program (\$0.7 million); and
- Science and Technology Entry Program (\$19.0 million).

PROGRAM HIGHLIGHTS

Under the policy direction of the Board of Regents, operational responsibilities of the State Education Department include administration, regulation and review of numerous education programs. The following provides a description of the major program areas administered by the Department.

SCHOOL AID

The 2007-08 Executive Budget provides nearly \$19.2 billion in school aid for the 2007-08 school year. State support for public schools, combined with STAR and lottery payments, accounts for nearly 39 percent of the State's General Fund.

School aid is distributed to school districts through formula-based aids and categorical grants including the following:

- **Foundation Aid** will provide sufficient State and local resources to give all children the opportunity to meet New York's learning standards. Consistent with the recommendations of the Regents and phased-in over four years, the Foundation Aid formula will consolidate approximately 30 existing aid programs and hold school districts harmless against losses in these consolidated aids. All school districts will receive a Foundation Aid increase of at least 3 percent.
- **Transportation Aid and Building Aid** will provide support to school districts for student transportation and the construction/preservation of school facilities. These two aid categories, including EXCEL building aid, will total \$3.2 billion and account for nearly 17 percent of overall school aid.
- **Universal Prekindergarten** will be provided via a Foundation-type formula, with grants for half-day program ranging from \$250/child to approximately \$5,750/child reflective of varying district wealth and educational needs. Regulatory requirements accompanying the Universal Prekindergarten initiative will ensure quality prekindergarten programs with a strong academic component.
- **Specialized aid and grant programs** address specific educational needs, ranging from textbooks to adult education programs.

The 2007-08 Executive Budget includes new reform and accountability programs to assist school districts to raise student achievement to meet or exceed State standards. These programs are designed to measure progress, reward academic success, provide assistance for failing schools, expand math and science opportunities and promote improved cost-effectiveness.

- **Enhanced Accountability Plan.** The Regents will establish improvement targets for individual schools and school districts using measures that include State assessments and graduation rates.
- **Student Assessment System.** The Regents will provide a student progress report whereby parents will be provided information on their child's educational progress over multiple years of testing.

- **Contract for Excellence.** All school districts receiving a Foundation Aid increase in excess of 10 percent, or \$15 million, or receiving a Supplemental Educational Improvement Plan grant, will be required to develop a Contract for Excellence that demonstrates how they will spend new State funding on measures that have been demonstrated to improve student performance.
- **Promoting Strong Leadership.** The Regents will be directed to identify and utilize data elements (including performance on State assessments and graduation rates) to assess the effectiveness of school superintendents and principals. School superintendents and principals with a strong record of educational performance will be recognized for their achievement and encouraged to assist low performing school districts.
- **SURR Schools.** The Commissioner of Education will expand the scope of the Schools Under Registration Review (SURR) process to increase the number of schools required to develop and implement a reorganization or restructuring plan.
- **Improved Teacher Quality.** The Regents will be called upon to review the effectiveness of existing teacher preparation programs in the development of highly qualified, successful teachers. The Regents will also develop programs to expand alternative teacher certification programs.
- **Full-Day Kindergarten.** All high needs and low-performing school districts will offer full-day kindergarten by 2010-11. The 2007-08 Executive Budget provides \$2 million in planning grants for this purpose.

SCHOOL TAX RELIEF (STAR)

The 2007-08 Executive Budget includes funding for a new Middle Class STAR program which will target additional tax relief to middle class homeowners as follows:

- Recipients of Basic STAR with incomes at or below \$60,000 (\$80,000 in Downstate Metropolitan areas consisting of New York City and the counties of Nassau, Suffolk, Westchester, Rockland and Putnam) will receive an 80 percent increase in their STAR exemptions. Approximately 1.6 million, or 60 percent of current Basic STAR recipients, will be eligible for the maximum Middle Class STAR increase of 80 percent.
- Middle Class STAR benefits will be adjusted using a sliding scale for homeowners with incomes between \$60,000 and \$235,000 (or between \$80,000 and \$235,000 in Downstate Metropolitan areas). About 960,000, or 35 percent of homeowners, will see increases in exemptions between 80 percent and 30 percent.
- Approximately 95 percent of current STAR recipients will receive an additional benefit under the Middle Class STAR initiative.
- All income brackets used to determine increases in STAR exemption will be indexed in future years to reflect increases in average wage incomes.
- The cost of living adjustment for the Enhanced STAR exemption for income eligible senior citizens, which was provided in 2006-07, will be maintained in 2007.
- New York City taxpayers will also receive an increase in their existing Personal Income Tax Credit. The refundable credit for married individuals filing joint returns will be raised from \$230 to \$300, and the credit for all others from \$115 to \$150.

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PROGRAMS FOR STUDENTS WITH SPECIAL NEEDS

New York provides a full spectrum of special education services for over 400,000 students aged 3 to 21. These services range from speech therapy to placement in full-time residential schools for those school-age children with the most severely disabling conditions. The network of service providers includes over 1,200 school districts, Boards of Cooperative Educational Services (BOCES), private not-for-profit schools and State-operated facilities.

School districts and BOCES serve approximately 390,000 school-age children with special needs. An additional 14,000 students who require particularly intensive programs, are served by nearly 150 private schools, including 13 Special Act School Districts and 11 State-supported private schools for blind and deaf students.

Two State-operated schools provide specialized services for blind and deaf students with multiple disabilities. The Batavia School for the Blind serves 62 blind and multiply disabled students, including nine developmentally disabled students in the Intermediate Care Facility (ICF). The Rome School for the Deaf serves 82 deaf and multiply disabled school-age students.

ELEMENTARY, MIDDLE AND SECONDARY EDUCATION PROGRAMS

The State Education Department also administers various programs that address specialized student needs or reimburse school districts for education-related services. Major programs include:

- **School Lunch and Breakfast Program:** State funds of \$31.7 million supplement Federal support for the provision of free and reduced-price meals to low-income students. Approximately 1.7 million lunches and 500,000 breakfasts are served daily under this program;
- **Summer Food Program:** Federal support for the provision of free meals for low-income students participating in summer recreation programs is supplemented by \$3.3 million in additional State funds. There are more than 270 sponsors of summer programs serving almost 237,000 students; and
- **Extended Day/School Safety:** The State provides \$30.2 million to allow schools to provide after-school services such as academic and social support for at-risk students in collaboration with Federal support. The program serves approximately 165,000 children and incorporates violence prevention activities.

CULTURAL EDUCATION

Cultural Education programs administered by the Department include support for public broadcasting stations and aid to public libraries and library systems. The State Library, the State Museum and the State Archives are located in the Cultural Education Center in Albany and are also administered by agency staff.

The State Library is the largest of its kind in the nation, providing reference information and other coordinated library services to State agencies, businesses and the public. The State Library also charters all libraries in the State and distributes State and Federal aid to local libraries.

The State Museum is the largest state-operated museum in the nation and contains exhibits on New York's cultural and natural history. The Museum is also a major research center and the home of the Geological Survey, Biological Survey, Anthropological Survey

and the Historical Survey. Each of these surveys is involved with developing and maintaining the collections and exhibits of the State Museum. The State Museum also administers the Cultural Resource Survey which oversees the handling and preservation of artifacts found at construction sites.

The State Archives is responsible for the maintenance and preservation of important State and local government records. In addition to its operations in the Cultural Education Center, the State Archives also operates a regional Records Center at the Harriman State Office Campus in Albany. The operations of the State Museum, State Library and State Archives are largely supported by a surcharge on certain documents filed in county clerk offices.

HIGHER EDUCATION AND REGULATION OF THE PROFESSIONS

The Office of Higher Education and the Professions is responsible for ensuring the quality and availability of postsecondary education programs and regulating professionals to protect the public by ensuring the quality and integrity of services provided to consumers in the State. This Office:

- Assists the Regents in making higher education policies and plans, administers aid programs for colleges, universities and students and reviews and registers academic programs of degree-granting institutions. This Office also oversees the regulation of proprietary schools that offer a range of vocational education programs, as well as teacher certification and discipline and background checks of prospective school personnel.
- Licenses and provides oversight for members of the 47 professions regulated pursuant to Title VIII of the Education Law, including: Nursing, Optometry, Dentistry, Pharmacy, Veterinary Medicine, Social Work, Architecture, Civil Engineering and Public Accountancy. The Office is also responsible for enforcing standards of practice, codes of conduct and professional discipline for the licensees, except members of the medical professions (Physicians, Physician Assistants and Special Assistants) whose professional conduct is within the purview of the Department of Health. Professional licensure, oversight and enforcement functions are self-supporting, through the collection of fines and fees.

VOCATIONAL REHABILITATION

The Vocational and Educational Services for Individuals with Disabilities (VESID) program provides job training, counseling and placement services for disabled persons throughout New York. Using its network of 15 district offices across the State, VESID provides vocational rehabilitation services to disabled clients tailored to their individual goals, capabilities and needs. This program arranges job placements for nearly 13,300 individuals annually from an active caseload of 53,000.

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ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2006-07	Appropriations Recommended 2007-08	Change	Reappropriations Recommended 2007-08
State Operations	522,649,900	562,810,500	40,160,600	529,755,700
Aid To Localities	27,262,450,700	29,070,492,600	1,808,041,900	5,793,375,800
Capital Projects	47,200,000	78,900,000	31,700,000	44,896,000
Total	27,832,300,600	29,712,203,100	1,879,902,500	6,368,027,500

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2006-07 Estimated FTEs 03/31/07	2007-08 Estimated FTEs 03/31/08	FTE Change
Office of Management Services Program			
General Fund	161	161	0
Special Revenue Funds - Other	208	208	0
Internal Service Funds	115	115	0
Elementary, Middle and Secondary Education			
General Fund	147	224	77
Special Revenue Funds - Federal	300	300	0
School for the Blind			
Special Revenue Funds - Other	109	109	0
School for the Deaf			
Special Revenue Funds - Other	103	103	0
Higher Education and the Professions, Office of			
General Fund	49	49	0
Special Revenue Funds - Federal	21	21	0
Special Revenue Funds - Other	444	450	6
Cultural Education			
General Fund	19	19	0
Special Revenue Funds - Federal	74	74	0
Special Revenue Funds - Other	298	305	7
Internal Service Funds	24	24	0
Vocational and Educational Services for Individuals with Disabilities			
Special Revenue Funds - Federal	1,005	1,012	7
Total	3,077	3,174	97

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2006-07	Recommended 2007-08	Change
General Fund	44,263,000	64,891,000	20,628,000
Special Revenue Funds - Federal	286,495,500	313,685,100	27,189,600
Special Revenue Funds - Other	167,647,400	157,053,400	(10,594,000)
Internal Service Funds	24,244,000	27,181,000	2,937,000
Total	522,649,900	562,810,500	40,160,600

Adjustments:

Prior Year Deficiency	
Education Department, State	
General Fund	800,000
Appropriated 2006-07	523,449,900

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2006-07	Recommended 2007-08	Change
Office of Management Services Program			
General Fund	17,474,000	17,806,000	332,000
Special Revenue Funds - Other	23,500,000	30,146,000	6,646,000
Internal Service Funds	15,553,000	16,801,000	1,248,000
Elementary, Middle and Secondary Education			
General Fund	19,664,000	39,934,000	20,270,000
Special Revenue Funds - Federal	125,537,000	131,631,000	6,094,000
Special Revenue Funds - Other	2,079,400	2,079,400	0
School for the Blind			
Special Revenue Funds - Other	9,587,000	9,950,000	363,000
School for the Deaf			
Special Revenue Funds - Other	9,225,000	9,542,000	317,000
Higher Education and the Professions, Office of			
General Fund	7,125,000	7,151,000	26,000
Special Revenue Funds - Federal	2,952,000	2,952,000	0
Special Revenue Funds - Other	59,923,000	59,068,000	(855,000)
Cultural Education			
Special Revenue Funds - Federal	10,594,000	10,960,000	366,000
Special Revenue Funds - Other	63,233,000	45,168,000	(18,065,000)
Internal Service Funds	8,691,000	10,380,000	1,689,000
Vocational and Educational Services for Individuals with Disabilities			
Special Revenue Funds - Federal	147,412,500	168,142,100	20,729,600
Special Revenue Funds - Other	100,000	1,100,000	1,000,000
Total	<u>522,649,900</u>	<u>562,810,500</u>	<u>40,160,600</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2007-08 RECOMMENDED
(dollars)**

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Office of Management Services Program	10,327,400	192,700	9,971,400	186,100
Elementary, Middle and Secondary Education	14,153,200	191,800	13,156,400	178,400
Higher Education and the Professions, Office of	1,282,900	11,600	1,225,900	11,100
Total	<u>25,763,500</u>	<u>396,100</u>	<u>24,353,700</u>	<u>375,600</u>
Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay (Annual Salaried)	
	Amount	Change	Amount	Change
Office of Management Services Program	178,000	3,300	178,000	3,300
Elementary, Middle and Secondary Education	797,400	10,800	199,400	2,600
Higher Education and the Professions, Office of	28,500	200	28,500	300
Total	<u>1,003,900</u>	<u>14,300</u>	<u>405,900</u>	<u>6,200</u>

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**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2007-08 RECOMMENDED
(dollars)**

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Office of Management Services Program Elementary, Middle and Secondary	7,478,600	139,300	356,200	6,600
Education	25,780,800	20,078,200	199,300	2,600
Higher Education and the Professions, Office of	5,868,100	14,400	28,500	200
Total	<u>39,127,500</u>	<u>20,231,900</u>	<u>584,000</u>	<u>9,400</u>

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Office of Management Services Program Elementary, Middle and Secondary	178,000	3,500	4,095,400	76,400
Education	199,400	2,800	5,182,800	70,200
Higher Education and the Professions, Office of	28,500	300	1,482,600	13,600
Total	<u>405,900</u>	<u>6,600</u>	<u>10,760,800</u>	<u>160,200</u>

Program	Equipment		General State Charges	
	Amount	Change	Amount	Change
Office of Management Services Program Elementary, Middle and Secondary	1,246,400	22,900	1,602,600	29,900
Education	199,300	2,600	0	0
Higher Education and the Professions, Office of	28,500	300	0	0
Total	<u>1,474,200</u>	<u>25,800</u>	<u>1,602,600</u>	<u>29,900</u>

Program	Maintenance Undistributed	
	Amount	Change
Office of Management Services Program Elementary, Middle and Secondary	0	0
Education	20,000,000	20,000,000
Higher Education and the Professions, Office of	4,300,000	0
Total	<u>24,300,000</u>	<u>20,000,000</u>

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STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2007-08 RECOMMENDED (dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Office of Management Services Program	46,947,000	7,894,000	20,917,100	1,116,000
Elementary, Middle and Secondary				
Education	133,710,400	6,094,000	56,806,100	3,448,000
School for the Blind	9,950,000	363,000	5,898,000	188,894
School for the Deaf	9,542,000	317,000	5,551,000	138,460
Higher Education and the Professions,				
Office of	62,020,000	(855,000)	31,350,600	1,266,700
Cultural Education	66,508,000	(16,010,000)	27,713,300	1,028,000
Vocational and Educational Services for				
Individuals with Disabilities	169,242,100	21,729,600	81,509,600	20,987,300
Total	<u>497,919,500</u>	<u>19,532,600</u>	<u>229,745,700</u>	<u>28,173,354</u>

Program	Nonpersonal Service		Maintenance	Undistributed
	Amount	Change		
Office of Management Services Program	26,029,900	6,778,000	0	0
Elementary, Middle and Secondary				
Education	76,904,300	2,646,000	0	0
School for the Blind	4,052,000	174,106	0	0
School for the Deaf	3,991,000	178,540	0	0
Higher Education and the Professions,				
Office of	30,669,400	1,178,300	0	(3,300,000)
Cultural Education	38,794,700	2,962,000	0	(20,000,000)
Vocational and Educational Services for				
Individuals with Disabilities	87,732,500	742,300	0	0
Total	<u>268,173,800</u>	<u>14,659,246</u>	<u>0</u>	<u>(23,300,000)</u>

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2006-07	Recommended 2007-08	Change
General Fund	16,580,928,700	17,439,360,600	858,431,900
Special Revenue Funds - Federal	3,739,060,000	3,773,030,000	33,970,000
Special Revenue Funds - Other	6,942,462,000	7,858,102,000	915,640,000
Total	<u>27,262,450,700</u>	<u>29,070,492,600</u>	<u>1,808,041,900</u>

Adjustments:			
Prior Year Deficiency			
Education Department, State			
Special Revenue Funds - Other	97,000,000		
Recommended Deficiency			
Education Department, State			
General Fund	(65,630,000)		
Appropriated 2006-07	<u>27,293,820,700</u>		

EDUCATION

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2006-07</u>	<u>Recommended 2007-08</u>	<u>Change</u>
School Tax Relief			
Special Revenue Funds - Other	3,613,000,000	5,113,000,000	1,500,000,000
School Tax Relief Rebate Program			
Special Revenue Funds - Other	675,000,000	0	(675,000,000)
Elementary, Middle and Secondary Education			
General Fund	16,280,079,600	17,141,038,000	860,958,400
Special Revenue Funds - Federal	2,909,628,000	2,955,428,000	45,800,000
Special Revenue Funds - Other	2,642,000,000	2,719,140,000	77,140,000
Higher Education and the Professions, Office of			
General Fund	103,130,500	98,604,000	(4,526,500)
Cultural Education			
General Fund	114,030,000	116,030,000	2,000,000
Special Revenue Funds - Federal	4,860,000	5,030,000	170,000
Special Revenue Funds - Other	11,650,000	13,150,000	1,500,000
Vocational and Educational Services for Individuals with Disabilities			
General Fund	83,688,600	83,688,600	0
Special Revenue Funds - Federal	824,572,000	812,572,000	(12,000,000)
Special Revenue Funds - Other	812,000	12,812,000	12,000,000
Total	<u>27,262,450,700</u>	<u>29,070,492,600</u>	<u>1,808,041,900</u>

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Comprehensive Construction Program</u>	<u>Available 2006-07</u>	<u>Recommended 2007-08</u>	<u>Change</u>	<u>Reappropriations 2007-08</u>
Education Building				
Capital Projects Fund	3,300,000	0	(3,300,000)	3,878,000
Capital Projects Fund - Advances	0	0	0	100,000
School for the Blind				
Capital Projects Fund	0	0	0	2,700,000
Capital Projects Fund - Advances	0	0	0	200,000
Cultural Education Trust				
Misc. Capital Projects	20,000,000	0	(20,000,000)	0
School for the Deaf				
Capital Projects Fund	7,500,000	0	(7,500,000)	8,916,000
Schools For Native American Reservations				
Capital Projects Fund	0	0	0	1,763,000
Cultural Education Center				
Capital Projects Fund	0	0	0	4,919,000
Capital Projects Fund - Advances	0	0	0	2,310,000
Administration				
Capital Projects Fund	2,400,000	4,900,000	2,500,000	3,810,000
Library Construction				
Library Aid (Auth Bonds)	14,000,000	14,000,000	0	14,000,000
Public Broadcasting Facilities				
Capital Projects Fund - Authority Bonds	0	0	0	2,300,000
Cultural Education Storage Facility				
Cap Proj Fund - Cultural Education Storage Facility	0	60,000,000	60,000,000	0
Total	<u>47,200,000</u>	<u>78,900,000</u>	<u>31,700,000</u>	<u>44,896,000</u>