

KENTUCKY P-12 EDUCATION FUNDING

FY 2020 ENACTED BUDGET AND GOVERNOR'S FY 2021 AND FY 2022 BUDGET PROPOSAL

GENERAL FUND SHOWN IN MILLIONS OF DOLLARS

	FY 2020 Budget HB 200	FY 2021 Budget Proposal HB 352	FY 2022 Budget Proposal HB 352	2020 to 2021 Change	Percent Change	2021 to 2022 Added Change	Percent Change
SEEK Base	\$2,068	\$2,012	\$1,988	-\$57	-3%	-\$24	-1%
Transportation	\$215	\$215	\$215	\$0	0%	\$0	0%
Tier 1	\$177	\$182	\$175	\$5	3%	-\$6	-3%
Health Insurance	\$726	\$732	\$753	\$6	1%	\$21	3%
Teachers' Retirement (Employer Match)	\$418	\$436	\$445	\$18	4%	\$9	2%
Facilities	\$142	\$164	\$157	\$22	15%	-\$7	-5%
Vocational Centers/Transportation	\$25	\$25	\$25	\$0	0%	\$0	0%
Salary Supplements for Nationally Certified Teachers	\$2.8	\$2.8	\$2.8	\$0.0	0%	\$0.0	0%
Debt Service	\$0.0	\$1.0	\$2.4	\$1.0		\$1.4	
Other Department of Education	\$355	\$397	\$447	\$43	12%	\$49	14%
Department of Education Total	\$4,128	\$4,166	\$4,209	\$38	1%	\$44	1%
Teachers' Retirement System	\$719	\$782	\$803	\$62	9%	\$21	3%
School Facilities Construction Commission	\$129	\$124	\$129	-\$5	-4%	\$5	4%
Teacher Scholarships		\$1.0	\$1.0	\$0.0		\$0.0	
Teacher Loan Forgiveness Program		\$2.1	\$2.1	\$2.1		\$0.0	

Teacher Salary Increase Note

The 2020-2022 Executive Budget released by the Office of the State Budget Director includes this note: "The Executive Budget includes General Fund in the amount of \$85,266,700 in fiscal year 2021 and \$79,298,000 in fiscal year 2022 to fund cost increases associated with \$2,000 teacher salary increases." House Bill 352 calls explicitly for the \$2,000 salary increases, but does not state a total cost for those increases. HB 352 also identifies \$50,800,000 in unexpended SEEK funds appropriated in FY 2020 to be used to pay part of the FY 2021 costs of those salary increases.

Textbook Note

HB 352 identifies \$17 million in unexpended SEEK funds appropriated in FY 2020 to be used to fund textbook spending of \$8.5 million in FY 2021 and

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\$8.5 million in FY 2021.

Program Line Item Note

Future editions of the budget bill are likely to show the totals being appropriated for a number of important programs, including preschool, family resource and youth service centers, extended school services, school safety, state agency children, the gifted and talented program, the mathematics achievement fund, the Kentucky School for the Blind, and the Kentucky School for the Deaf.

Additional Preschool Note

The 2020-2022 Executive Budget released by the Office of the State Budget Director includes this note: “An additional \$5 million each year from the General Fund is included to support preschool programs in disadvantaged areas. This funding is intended to create more opportunities for children in the most need to obtain the benefits of preschool programs. Moreover, the Executive Budget includes provisions that would direct any excess funds from the SEEK formula and the actual lottery funds greater than estimated to the preschool programs administered by the Department of Education.” Future editions of the budget bill are likely to show the total being appropriated for preschool.