

**State Board of Education  
2004-2005 Legislative Budget Request**



**Florida K-20 Education System  
August 18-19, 2003**

# **BUDGET WORKSHOP**

August 18, 2003

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# **STATE BOARD OF EDUCATION WORKSHOP AGENDA**

**F. Philip Handy, Chair  
T. Willard Fair, Vice Chair  
Sally Bradshaw  
Linda J. Eads, Ed.D.  
Charles P. García, J.D.  
Julia L. Johnson, J.D.  
William L. Proctor, Ph.D.**

Ballroom, Graham Center  
Florida International University  
Miami, Florida

**August 18, 2003  
1:00 p.m. – 4:00 p.m.**

## **Call to Order**

***Chairman Phil Handy***

## **Budget Presentations**

***Commissioner Jim Horne***

➤ Colleges and Universities

***Debra Austin***

➤ K-12 Education

***Jim Warford***

***Mary Laura Openshaw  
Alex Penn-Williams***

➤ Community Colleges and Workforce Development

***David Armstrong***

➤ Other Education:

***Ray Monteleone***

- Student Financial Aid
- Vocational Rehabilitation
- Blind Services

## **Summary and Wrap-up**

***Ray Monteleone***

State Board of Education Imperatives  
State Board of Education Priorities  
Governor's Priorities

## **Questions and Discussion**

## **Concluding Remarks and Adjournment**

***Chairman Phil Handy***

**EDUCATION BUDGET - State and Trust Funds - Operations**  
**LINE ITEM DETAIL**

	2003-2004	Less	Recurring Amount	Proposed Increase			Total Increase	2004-05 Request
	Appropriations SB 2A	Non Recurring		General Revenue	Lottery	Trust Funds		
<b>DIVISION OF UNIVERSITIES</b>								
Education and General Activities	1,511,413,537	1,968,600	1,509,444,937				0	1,509,444,937
Institute of Food and Agricultural Science	111,774,104		111,774,104				0	111,774,104
University of South Florida Medical Center	48,299,890		48,299,890				0	48,299,890
University of Florida Health Center	86,391,434		86,391,434				0	86,391,434
Florida State University Medical Center	22,761,502		22,761,502				0	22,761,502
Cancer Center Operations	10,940,335		10,940,335				0	10,940,335
Student Financial Assistance	19,729,207		19,729,207				0	19,729,207
Challenge Grants	89,263,064	65,151,141	24,111,923				0	24,111,923
Financial Assistance Payments Scholarships	2,192,751	636,548	1,556,203				0	1,556,203
Virgil Hawkins Fellowship Program	207,165		207,165				0	207,165
Risk Management Insurance	13,302,795		13,302,795				0	13,302,795
2003-2004 Phased-In Space			0	2,708,577			2,708,577	2,708,577
2004-2005 New Space**				10,000,000			10,000,000	10,000,000
Florida Center for Reading Research				1,593,600			1,593,600	1,593,600
Major Gifts Matching***				55,858,746	4,141,254		60,000,000	60,000,000
Florida Office of Civil Rights Agreement				2,500,000			2,500,000	2,500,000
Enrollment - 6,078 (Growth) + 5,611 (Over enrollment) = 11,689 FTE				81,800,000			81,800,000	81,800,000
Medical Education - 60 FTE				4,313,564			4,313,564	4,313,564
Law School - 98 FTE			0	1,000,000			1,000,000	1,000,000
Nursing, Teaching, Information Technology			0	11,729,320			11,729,320	11,729,320
Targeted Program Enhancements			0	1,000,000			1,000,000	1,000,000
Programs of Prominence			0	5,000,000			5,000,000	5,000,000
Centers of Excellence			0	20,000,000			20,000,000	20,000,000
Florida Lambda Rail Project - Internet 3			0	2,448,932			2,448,932	2,448,932
Research/Economic Development			0	19,903,509			19,903,509	19,903,509
Technological Expansion			0	1,575,640			1,575,640	1,575,640
<b>TOTALS</b> (\$225,573,142- 67,756,289 NR = \$157,816,853)	1,916,275,784	67,756,289	1,848,519,495	221,431,888	4,141,254	0	225,573,142	2,074,092,637
<b>VOCATIONAL REHABILITATION</b>								
Salaries and Benefits	41,308,127		41,308,127				0	41,308,127
Other Personal Services	942,235		942,235				0	942,235
Expense	12,891,684		12,891,684				0	12,891,684
Operating Capital Outlay	980,587		980,587				0	980,587
Contracted Services	7,337,953		7,337,953				0	7,337,953
Independent Living Service	5,130,633		5,130,633	94,444		1,788,005	1,882,449	7,013,082
Purchased Client Services	73,413,793		73,413,793	5,000,000		18,474,178	23,474,178	96,887,971
Risk Management Insurance	544,322		544,322				0	544,322
Transfer to DMS-Human Resources Serv./Statewide Contract	412,949		412,949				0	412,949
Data Processing Services-State Technology Office	1,498,624		1,498,624				0	1,498,624
<b>TOTALS</b>	144,460,907	0	144,460,907	5,094,444	0	20,262,183	25,356,627	169,817,534
<b>BLIND SERVICES</b>								
Salaries & Benefits	11,375,483		11,375,483				0	11,375,483
Other Personal Services	277,992		277,992				0	277,992
Expenses	2,744,907		2,744,907				0	2,744,907
Operating Capital Outlay	183,788		183,788				0	183,788
G/A-Comm Rehab Facilities	5,740,705		5,740,705				0	5,740,705

**EDUCATION BUDGET - State and Trust Funds - Operations  
LINE ITEM DETAIL**

	2003-2004	Less	Recurring Amount	Proposed Increase			Total Increase	2004-05 Request
	Appropriations SB 2A	Non Recurring		General Revenue	Lottery	Trust Funds		
Food Products	79,920		79,920			120,080	120,080	200,000
Acquisition of Motor Vehicles	100,000		100,000				0	100,000
G/A - Client Services	3,395,705		3,395,705				0	3,395,705
G/A-Vocational Rehab	11,091,365		11,091,365				0	11,091,365
Risk Management Insurance	130,895		130,895				0	130,895
Library Services	50,000		50,000				0	50,000
Vending Stands-Equip & Supp	1,897,707		1,897,707				0	1,897,707
Transfer to DMS-Human Res. Services /Statewide Contract	129,821		129,821				0	129,821
Data Processing Services-Knott Data Center	429,792		429,792				0	429,792
Other Data Processing Services	1,123,280	200,000	923,280			200,000	200,000	1,123,280
Regional Data Centers	120,000		120,000				0	120,000
<b>TOTALS</b>	<b>38,871,360</b>	<b>200,000</b>	<b>38,671,360</b>	<b>0</b>	<b>0</b>	<b>320,080</b>	<b>320,080</b>	<b>38,991,440</b>
<b>PRIVATE COLLEGES AND UNIVERSITIES</b>								
Medical Training & Simulation Laboratory	2,425,001		2,425,001				0	2,425,001
Historically Black Private Colleges	8,974,038		8,974,038				0	8,974,038
First Accredited Medical School	18,401,657		18,401,657				0	18,401,657
Academic Program Contracts	1,052,768		1,052,768				0	1,052,768
Regional Diabetes Center	596,094		596,094				0	596,094
Florida Resident Access Grant	79,841,350		79,841,350	2,011,380			2,011,380	81,852,730
Nova Southeastern University - Health Programs	5,190,750		5,190,750				0	5,190,750
<b>TOTALS</b>	<b>116,481,658</b>	<b>0</b>	<b>116,481,658</b>	<b>2,011,380</b>	<b>0</b>	<b>0</b>	<b>2,011,380</b>	<b>118,493,038</b>
<b>STUDENT FINANCIAL AID</b>								
<b>STUDENT FINANCIAL AID PROGRAM/STATE</b>								
Florida Bright Futures	235,688,631	2,024,780	233,663,851		25,036,149		25,036,149	258,700,000
Prepaid Tuition Scholarship	3,600,000		3,600,000				0	3,600,000
Minority Teacher Scholarship	2,109,600		2,109,600				0	2,109,600
Ethics/Business Scholarship	500,000		500,000				0	500,000
Mary McCleod Bethune Scholarship	679,328		679,328				0	679,328
Student Financial Aid	88,897,324	17,988,101	70,909,223	42,834,903	-2,318,404	-10,400,000	30,116,499	101,025,722
Jose Marti Scholarship Challenge Grant	296,000		296,000				0	296,000
Transfer/FI Education Fund	937,600		937,600				0	937,600
<b>TOTALS</b>	<b>332,708,483</b>	<b>20,012,881</b>	<b>312,695,602</b>	<b>42,834,903</b>	<b>22,717,745</b>	<b>-10,400,000</b>	<b>55,152,648</b>	<b>367,848,250</b>
<b>STUDENT FINANCIAL AID</b>								
<b>STUDENT FINANCIAL AID PROGRAM/FEDERAL</b>								
Financial Assistance Payment	2,095,655		2,095,655				0	2,095,655
Robert Byrd Honors Scholarship	2,043,000		2,043,000				0	2,043,000
<b>TOTALS</b>	<b>4,138,655</b>	<b>0</b>	<b>4,138,655</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,138,655</b>
<b>PROJECTS, CONTRACTS &amp; GRANTS (PC&amp;G)</b>								
Salaries and Benefits	17,545,328		17,545,328			1,360,528	1,360,528	18,905,856
Other Personal Services	1,819,775		1,819,775				0	1,819,775
Expenses	7,661,262		7,661,262			5,000,000	5,000,000	12,661,262
Operating Capital Outlay	640,735		640,735				0	640,735
Choices Product Sales	340,788		340,788				0	340,788
Risk Management Insurance	24,797		24,797				0	24,797

**EDUCATION BUDGET - State and Trust Funds - Operations**  
**LINE ITEM DETAIL**

	2003-2004	Less	Recurring Amount	Proposed Increase			Total Increase	2004-05 Request
	Appropriations SB 2A	Non Recurring		General Revenue	Lottery	Trust Funds		
Aid to Local Governments	293,347,929		293,347,929				0	293,347,929
<b>TOTAL PC&amp;G</b>	321,380,614	0	321,380,614	0	0	6,360,528	6,360,528	327,741,142
<b>DIVISION OF PUBLIC SCHOOLS</b>								
<b>State Grants/K-12 Programs - FEFP</b>								
District Lottery and School Recognition Program	263,449,842	76,524,849	186,924,993		69,435,007		69,435,007	256,360,000
FEFP	6,753,118,439	25,000,000	6,728,118,439	63,082,259		4,764,199	67,846,458	6,795,964,897
Instructional Materials	227,939,157		227,939,157	9,703,623			9,703,623	237,642,780
Public School Technology	49,914,766		49,914,766				0	49,914,766
Student Transportation	430,326,357		430,326,357	25,967,011			25,967,011	456,293,368
Teacher Training	36,000,000		36,000,000	0			0	36,000,000
Florida Teachers Lead Program	16,099,730		16,099,730	296,630			296,630	16,396,360
Class Size Reduction	468,198,634		468,198,634	599,301,418	-80,000,007	-1,900,000	517,401,411	985,600,045
<b>TOTALS</b>	8,245,046,925	101,524,849	8,143,522,076	698,350,941	-10,565,000	2,864,199	690,650,140	8,834,172,216
<b>Local Funds - Display only - NOT in totals</b>	5,800,003,196							6,219,383,102
	14,045,050,121							15,053,555,318
<b>DIVISION OF PUBLIC SCHOOLS</b>								
<b>STATE GRANTS/K-12 PROGRAMS - NON FEFP</b>								
Assistance To Low Performing Schools	5,500,000	5,500,000	0	5,500,000			5,500,000	5,500,000
Autism Program	4,975,000		4,975,000				0	4,975,000
BEST - Better Educated Students & Teachers	25,000,000	25,000,000	0	50,000,000			50,000,000	50,000,000
College Reach Out Program	3,199,990		3,199,990	1,000,000			1,000,000	4,199,990
Education Partnerships	5,500,000	5,500,000	0			5,500,000	5,500,000	5,500,000
Educator Professional Liability Insurance	1,200,000		1,200,000				0	1,200,000
Excellent Teaching	69,522,028		69,522,028			-15,149,499	-15,149,499	54,372,529
Exceptional Education	4,976,958		4,976,958				0	4,976,958
Florida Diagnostic and Learning Resources Centers	3,039,494		3,039,494				0	3,039,494
Florida School For The Deaf And The Blind	36,396,195	130,000	36,266,195	575,200		600,000	1,175,200	37,441,395
Grants To Public Schools for Reading Programs	75,648,965	25,000,000	50,648,965	33,400,000			33,400,000	84,048,965
Instructional Materials	1,078,240		1,078,240				0	1,078,240
K-8 Virtual Education	4,800,000	4,800,000	0	4,800,000			4,800,000	4,800,000
Mentoring/Student Assistance Initiatives	12,250,000	12,250,000	0	12,250,000			12,250,000	12,250,000
New World School Of The Arts	928,445		928,445				0	928,445
Professional Practices Substitutes	3,507		3,507				0	3,507
Public School Technology	2,250,000	2,250,000	0			2,250,000	2,250,000	2,250,000
Regional Education Consortium Services	775,000		775,000				0	775,000
School and Instructional Enhancements	1,825,634	1,160,000	665,634	3,980,000			3,980,000	4,645,634
School District Matching Grants Program	700,000		700,000				0	700,000
Teacher Death Benefits	165,000		165,000				0	165,000
Teacher Professional Development	129,712,009	87,151	129,624,858	87,151			87,151	129,712,009
Transfer To Excellent Teaching Trust Fund	53,505,642	1,698,000	51,807,642	-3,167,490	-475,000		-3,642,490	48,165,152
<b>TOTALS</b>	442,952,107	83,375,151	359,576,956	108,424,861	-475,000	-6,799,499	101,150,362	460,727,318
<b>DIVISION OF PUBLIC SCHOOLS</b>								
<b>FEDERAL GRANTS K/12 PROGRAM</b>								
Federal Grants & Aids	1,134,279,167		1,134,279,167				0	1,134,279,167
School Lunch Program	497,769,836		497,769,836				0	497,769,836

**EDUCATION BUDGET - State and Trust Funds - Operations**  
**LINE ITEM DETAIL**

	2003-2004	Less	Recurring Amount	Proposed Increase			Total Increase	2004-05 Request
	Appropriations SB 2A	Non Recurring		General Revenue	Lottery	Trust Funds		
School Lunch Program/State Match	16,886,046		16,886,046			13,520,011	13,520,011	30,406,057
<b>TOTALS</b>	1,648,935,049	0	1,648,935,049	0	0	13,520,011	13,520,011	1,662,455,060
<b>DIVISION OF PUBLIC SCHOOLS</b>								
<b>EDUCATIONAL MEDIA &amp; TECHNOLOGY SERVICES</b>								
Capitol Technical Center	90,944		90,944				0	90,944
Instructional Technology	214,290		214,290	0			0	214,290
Federal Equipment Matching Grant	239,650		239,650	745,990			745,990	985,640
Fl. Info. Resource Network	5,649,779		5,649,779	2,009,221			2,009,221	7,659,000
Public Broadcasting	10,738,361		10,738,361	0			0	10,738,361
FETPIP/WRKFRC DVP MIS	190,000		190,000				0	190,000
Radio Reading Services for the Blind	407,914		407,914	20,396			20,396	428,310
<b>TOTALS</b>	17,530,938	0	17,530,938	2,775,607	0	0	2,775,607	20,306,545
<b>WORKFORCE EDUCATION GRANT PROGRAMS</b>								
Adult Basic Education	23,457,545		23,457,545				0	23,457,545
Adult Handicapped Funds	18,508,431		18,508,431	388,677			388,677	18,897,108
Vocational Formula Funds	77,144,852		77,144,852				0	77,144,852
<b>TOTALS</b>	119,110,828	0	119,110,828	388,677	0	0	388,677	119,499,505
<b>WORKFORCE EDUCATION ADMINISTERED FUNDS</b>								
Workforce Development	378,849,510		378,849,510	22,730,970			22,730,970	401,580,480
<b>TOTALS</b>	378,849,510	0	378,849,510	22,730,970	0	0	22,730,970	401,580,480
<b>STATE BOARD OF EDUCATION</b>								
Assessment and Testing	57,038,181	973,032	56,065,149	18,000,000			18,000,000	74,065,149
Contracted Services	6,878,338		6,878,338			11,030,000	11,030,000	17,908,338
Cost-Of-Living Price Survey	144,734	75,000	69,734	25,000			25,000	94,734
Data Processing-Knott Data Center	2,534,711		2,534,711	3,306,368			3,306,368	5,841,079
Data Processing-State University System	936,435		936,435				0	936,435
Educational Facilities Research and Development Projects	200,000		200,000				0	200,000
Expenses	21,987,140		21,987,140	1,278,219		284,244	1,562,463	23,549,603
Financial Aid Contractual Services	38,924		38,924				0	38,924
Litigation Expense	23,029		23,029				0	23,029
Operating Capital Outlay	1,955,617		1,955,617	2,799,670		15,000	2,814,670	4,770,287
Other Personal Services	3,040,087		3,040,087	112,776		120,000	232,776	3,272,863
Program Review and Special Studies	398,480		398,480				0	398,480
Provision of Contracted Services	375,000		375,000				0	375,000
Risk Management Insurance	1,043,850		1,043,850				0	1,043,850
Salaries & Benefits	44,951,742		44,951,742				0	44,951,742
Student Financial Assistance Management Information System	1,485,105		1,485,105			1,000,000	1,000,000	2,485,105
Tr/Grants & Donat TF/FACTS	4,342,837		4,342,837	444,700			444,700	4,787,537
Transfer to Division of Administrative Hearings	442,771		442,771				0	442,771
Transfer To DMS/HRS Purchased per Statewide Contract	318,926		318,926				0	318,926
<b>TOTALS</b>	148,135,907	1,048,032	147,087,875	25,966,733	0	12,449,244	38,415,977	185,503,852
<b>COMMUNITY COLLEGE PROGRAMS</b>								
Community College Lottery Funds	93,900,000	1,000,000	92,900,000		9,370,000		9,370,000	102,270,000

**EDUCATION BUDGET - State and Trust Funds - Operations**  
**LINE ITEM DETAIL**

	2003-2004	Less	Recurring Amount	Proposed Increase			Total Increase	2004-05 Request
	Appropriations SB 2A	Non Recurring		General Revenue	Lottery	Trust Funds		
CC Baccalaureate Programs	4,808,294		4,808,294	2,656,432			2,656,432	7,464,726
Matching Grants	24,000,000	24,000,000	0	17,550,984			17,550,984	17,550,984
Performance Based Incentives	7,674,371		7,674,371				0	7,674,371
Community Colleges Program Fund	783,552,967		783,552,967	97,901,497			97,901,497	881,454,464
Library Automation	6,440,565		6,440,565	4,500,831			4,500,831	10,941,396
Commission on Community Service	416,700		416,700				0	416,700
Distance Learning	315,397		315,397	571,240			571,240	886,637
<b>TOTALS</b>	921,108,294	25,000,000	896,108,294	123,180,984	9,370,000	0	132,550,984	1,028,659,278
SUS Fees Growth				0			0	0
CCS Fees Growth				-26,000,000			-26,000,000	-26,000,000
WFD Fees Growth				-2,080,000			-2,080,000	-2,080,000
<b>TOTAL K-20 EDUCATION</b>	14,795,987,019	298,917,202	14,497,069,817	1,225,111,388	25,188,999	38,576,746	1,288,877,133	15,785,946,950

**State Board of Education  
2004-2005 Budget Summary**

Strategic Imperatives

1	Increasing the supply of highly qualified K-12 teachers.	1,155,981,694
2	Applying existing academic standards consistently at all levels.	83,570,197
3	Increasing rates of learning and completion.	4,005,048
4	Improving the quality of school leadership at all levels.	169,717,057
5	Setting and aligning academic standards at every level of the K-20 system.	6,505,048
6	Aligning the workforce's education with the skill requirements of the new economy.	481,681,436
7	Aligning financial resources with performance expectations.	518,637,874
8	Achieving world-class nationally recognized institutions of higher learning by improving access, funding, performance, and accountability.	418,553,355
	Total	\$2,838,651,709

Budget Priorities

(Adopted by the SBOE, May 20, 2003)

1	Instruction	11,124,706,321
2	Strategic Imperatives	2,838,651,710
3	Other Financial Obligations	1,695,371,363
4	Funds allocated to local boards to respond to community needs and institution-level strategic plans.	127,217,556
	Total	\$15,785,946,950

Governor's Priorities

1	Reading	272,041,457
2	Economic Development	13,392,079,401
3	Strengthening Families	2,121,826,092
	Total	\$15,785,946,950

**Department of Education 2004-2005 K-20 Budget Allocations (GR, Lottery, Trust, Local Funds and Fees)**

		<u>Millions</u>	<u>Change</u>	<u>% Chg</u>
<b><u>Colleges and Universities</u></b>				
	Recurring Base and Fees	\$ 2,507.02		
	Projection of an additional 11,689 FTE students	81.80		
	New Space	10.00		
	Nursing, Teaching, IT	11.73		
	Centers of Excellence	33.20		
	Economic Development	19.90		
	Matching Gifts	60.00		
	Other	8.94		
	Increase Requested	<u>225.57</u>		
	Total Request	2,732.59		9.00%
	Deduct Fee Revenue	<u>(658.50)</u>		
	Net Request for State Funds	2,074.09	225.57	
<b><u>Florida Education Finance Program and Major Categorical Programs</u></b>				
FEFP	Recurring Base and Required Local Effort	13,943.53		
	FEFP Projection of an additional 47,312 FTE students	491.33		
	Instr. Mat., P.S. Tech, Trans., Teacher Trng, & Teachers Lead	101.29		
	Class Size Reduction	517.40		
	Increase Requested	<u>1,110.02</u>		
	Total Cost	15,053.55	1,110.02	7.96%
	Deduct Local Funds	<u>(6,219.38)</u>	(419.38)	
	Net Request for FEFP State Funds	8,834.17		
Non-FEFP State Grants	Recurring Base	359.58		
	BEST Career Ladder	50.00		
	Reading Initiatives	33.40		
	Other Non-FEFP	17.75		
	Increase Requested	<u>101.15</u>		
	Subtotal Non-FEFP	460.73	101.15	28.13%
Other Public Schools	Recurring Base	1,666.47		
	School Lunch	13.52		
	Other	2.78		
	Increase Requested	<u>16.30</u>		
	Subtotal Other Public Schools	1,682.77	16.30	0.98%
	Total State Request Public Schools	10,977.67		
<b><u>Workforce Development</u></b>				
	Recurring Base and Fees	529.92		
	Increased Student Access Projection of an additional 14,895 FTE students	22.73		
	Other	0.39		
	Increase Requested	<u>23.12</u>		
	Deduct Expected Fee Revenue	<u>(34.04)</u>		
	Net Request for State Funds	519.00	21.04	4.36%
<b><u>Community Colleges</u></b>				
	Recurring Base and Fees	1,298.21		
	Increased Student Access Projection of an additional 19,861 FTE students	107.02		
	Distance Learning Consortium	0.57		
	Library Automation	4.50		
	Baccalaureate Programs	2.91		
	Matching Gifts	17.55		
	Increase Requested	<u>132.55</u>		
	Total Community Colleges	1,430.76		10.21%
	Deduct Expected Fee Revenue (6.5% enrollment)	<u>(428.10)</u>		
	Net Request for State Funds	1,002.66	106.55	
<b><u>Student Financial Aid</u></b>				
	Recurring Base	316.84		
	Bright Futures Award Increase	25.03		
	Florida Student Assistance Grants (FSAG)	30.12		
	Increase Requested	<u>55.15</u>		
	Total Student Financial Aid	371.99	55.15	17.41%
<b><u>Other Education</u></b>				
	Recurring Base	768.08		
	Requested Increases	72.46		
	Total Other Education	840.54	72.46	9.43%
<b>Total Allocations</b>	State Support Request	<u>\$ 15,785.95</u>	<u>\$ 1,288.86</u>	8.16%