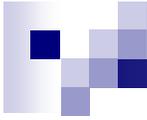


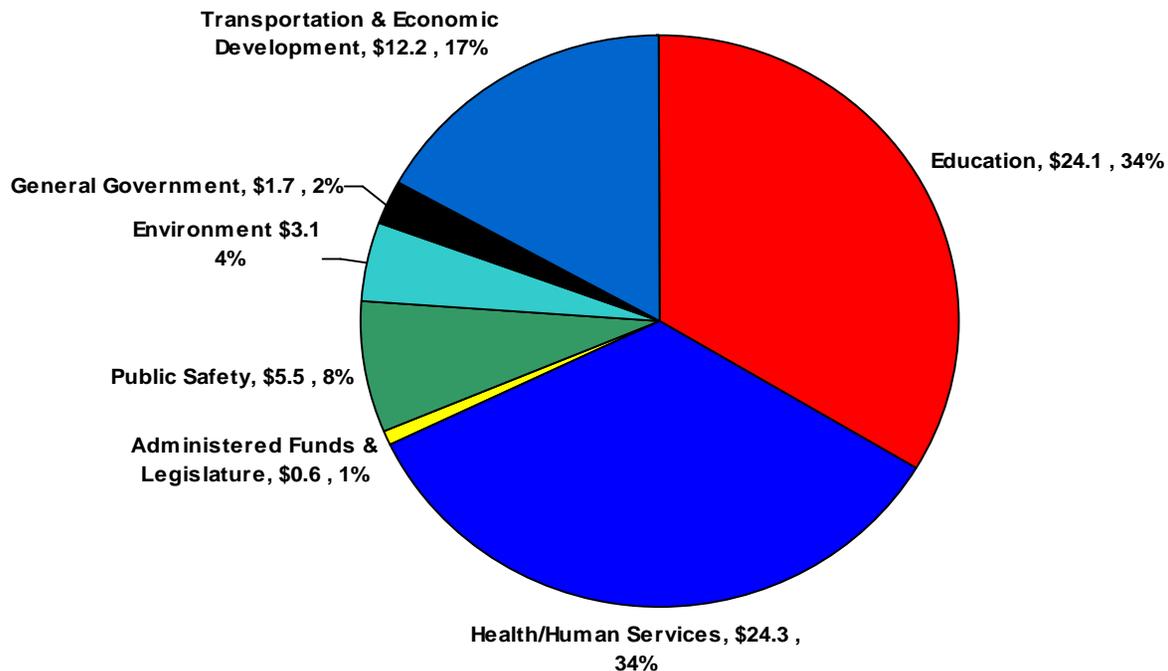
State Board of Education  
Budget Update  
June 17, 2008



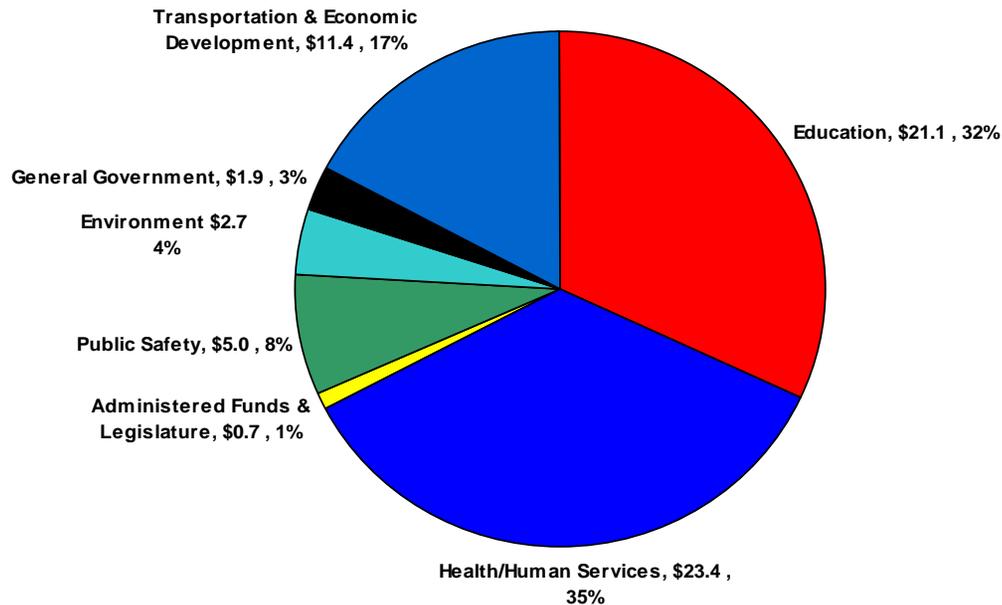


- Education Budget Overview
- Impact of Legislation on PK-12 Public Schools
- Impact on Community Colleges
- District Budget Implementation Strategies

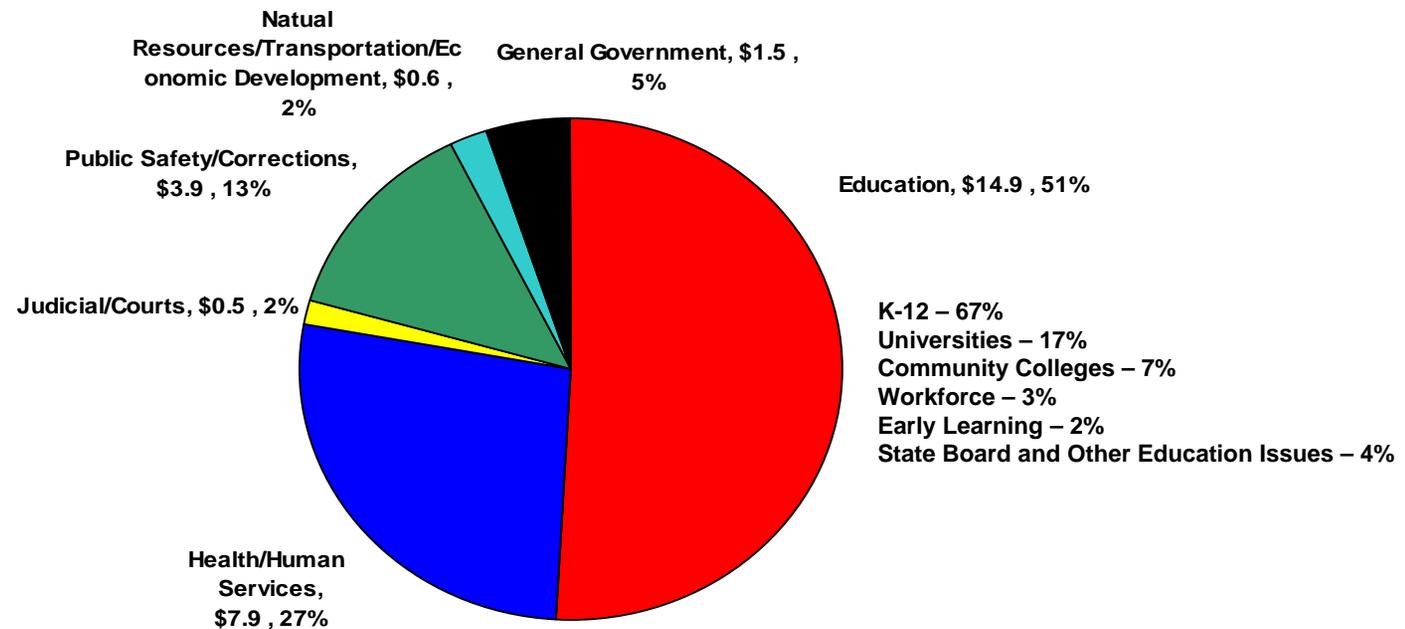
# 2007-08 Statewide Funds Operations and Fixed Capital Outlay = \$71.5 billion



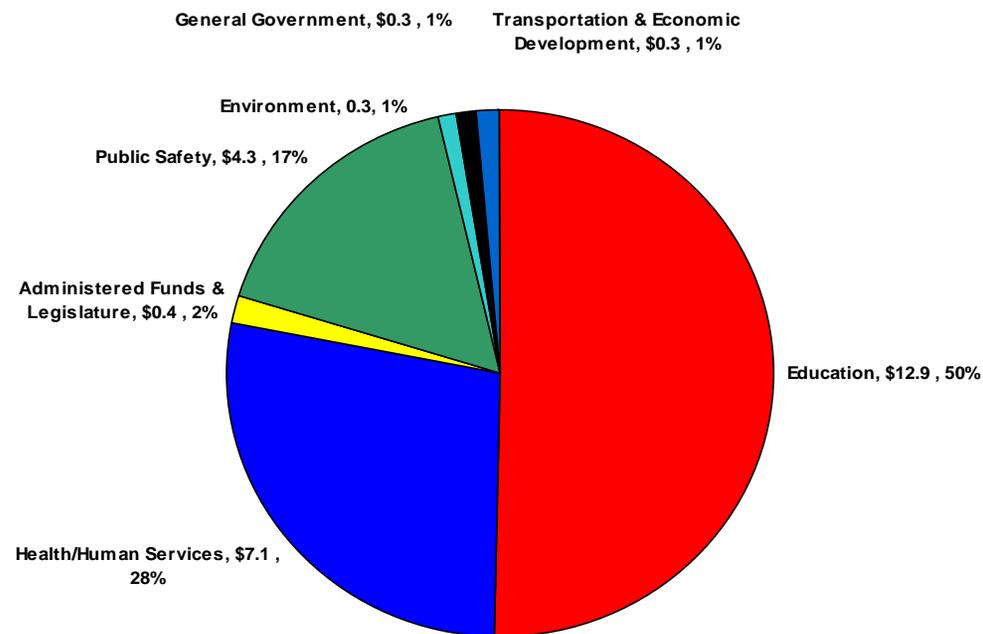
# 2008-09 Statewide Funds Operations and Fixed Capital Outlay = \$66.2 billion



# 2007-08 Statewide General Revenue Funds Operations and Fixed Capital Outlay = \$29.2 billion



# 2008-09 Statewide General Revenue Funds Operations and Fixed Capital Outlay = \$25.6 billion



	<u>2007-08</u>			<u>2008-09</u>	Cumulative Difference
	Appropriation	October Revised	March Revised	Conference Report	
	-1-	-2-	-3-	-4-	
Total Operating Funds	20,045,709,734	19,607,067,647	19,292,683,784	18,146,934,620	
Difference		(438,642,087)	(314,383,863)	(1,145,749,164)	(1,898,775,114)
Percent Change		-2.19%	-1.60%	-5.94%	-9.47%
Total FEFP	19,304,238,487	19,040,064,140	18,745,094,657	18,412,772,326	
Difference		(264,174,347)	(294,969,483)	(332,322,331)	(891,466,161)
Percent Change		-1.37%	-1.55%	-1.77%	-4.62%
FEFP Per Student Funding	7,305.79	7,205.81	7,126.95	6997.37	
Difference		(99.98)	(78.86)	(129.58)	(308.42)
Percent Change		-1.37%	-1.09%	-1.82%	-4.22%
Total VPK	372,529,462	350,446,171	343,749,575	354,349,575	
Difference		(22,083,291)	(6,696,596)	10,600,000	(18,179,887.00)
Percent Change		-5.93%	-1.91%	3.08%	-4.88%
VPK Per Student Funding	2,677.00	2,677.00	2,677.00	2,628.00	
Difference		0.00	0.00	(49.00)	(49.00)
Percent Change		0.00%	0.00%	-1.83%	-1.83%

March Revised Total from the 2007-08 Fourth FEFP  
Calculation

Revenue Estimating Conference  
 Total General Revenue Funds Available (\$ Millions)  
 From Outlook Statements

	Estimating Conferences		
	August 2007	November 2007	March 2008
	-1-	-2-	-3-
FY 2007-08 Funds Available	31,173.7	29,456.7	<b>28,529.5</b>
Change from Previous Forecast		(1,717.0)	(927.2)
Percent Change		-5.51%	-3.15%
FY 2008-09 Funds Available	31,335.1	27,688.8	<b>25,305.3</b>
Change from Previous Forecast		(3,646.3)	(2,383.5)
Percent Change		-11.64%	-8.61%
FY 2009-10 Funds Available	31,453.5	28,645.1	26,441.1
Change from Previous Forecast		(2,808.4)	(2,204.0)
Percent Change		-8.93%	-7.69%
FY 2010-11 Funds Available	33,483.7	30,778.0	<b>28,610.7</b>
Change from Previous Forecast		(2,705.7)	(2,167.3)
Percent Change		-8.08%	-7.04%
FY 2011-12 Funds Available			30,757.7



# General Revenue Projections

- March 1, 2008, General Revenue Estimating Conference - \$3.22 billion less revenue in 2008-09 (\$25.31 billion) than in 2007-08 (\$28.53 billion)
- Forecasted revenues do not return to 2007-08 levels until 2010-11 (\$28.61 billion)



## 2008-09 Implementing Bill (HB 5003)

- Authorizes the transfer of funds to the General Revenue to address deficits.
  - A transfer shall be made from the Budget Stabilization Fund to address a deficit before any other action is taken.
  - The transfer shall not exceed the lesser of the amount of the deficit or one-half of the cash balance in the Budget Stabilization Fund.
  - If the transfer is insufficient to address a deficit, a transfer shall be made from the Lawton Chiles Endowment Fund.

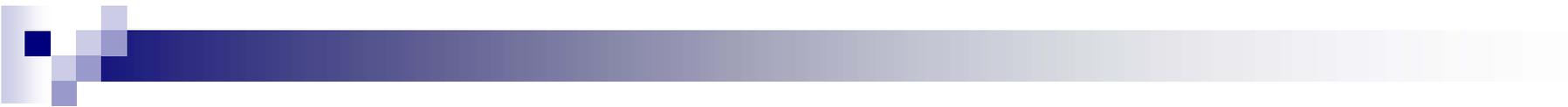


# 2008-09 Conforming Bill (HB 5083)

## Changes to Florida Education Finance Program (FEFP)

### ■ Calculation Changes

- Decreases add-on FTE for AP, IB, and AICE from 0.24 to 0.16 for successful completion of full-credit, and 0.08 for successful completion of AICE half-credit.
- Deletes bonus for middle school students who complete a high school Algebra course with a grade of C.
- Revises provisions relating to 0.3 add-on FTE for successful completion of industry-certified career and professional academy program, caps program at \$15 Million.



## 2008-09 Conforming Bill (HB 5083), Cont'd.

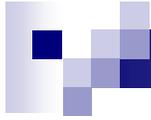
- Merit Award Program (MAP)
  - Extends the deadline for districts to submit a 2008-09 MAP plan to October 1, 2008.
- Excellent Teaching Program
  - Incentives for NBPTS certified teachers removed.
  - Bonuses may be provided for initial certification up to one 10-year period.
  - Deletes fee subsidy and portfolio preparation incentive, as well as requirement that teachers repay the certification fee if they fail to complete the program.
  - No longer compensation for Florida Retirement System purposes.



# SB 1908

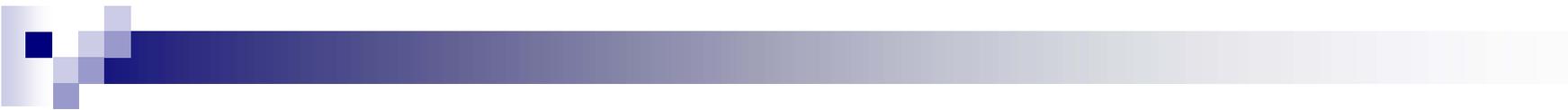
## ■ Teachers Lead Program

- Funds must be distributed to districts by July 15 of each year.
- Purchases of materials and supplies only, no equipment.
- Options for distribution of funds to teachers.



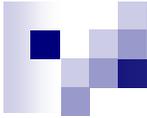
# Community College System Funding Implications

2008-2009

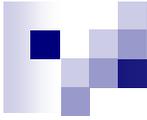


- Combined effect of enrollment growth and decreased FTE funding will challenge the colleges:

- Committed to open admissions
- Expansion of the class schedule
- Qualified faculty
- Growth demand could exceed 20,000 FTE
- Higher class sizes
- Expansion of online schedule



- Colleges have moved aggressively to reduce non-instructional expense. Examples:
  - St. Petersburg College reduced \$1.5 million in administrative and support expense.
  - Florida Community College at Jacksonville eliminated 90 non-instructional positions which included 60 layoffs.
  - Brevard Community College eliminated 21 administrative and support positions.
- Generally, the colleges did not eliminate instructional programs as a way to balance budgets. Lake City Community College eliminated intercollegiate athletics for budgetary reasons.



District Strategies for Implementing  
2008-09 Budget –  
See Attachment 1