

# Public Schools

## Summary Statistics on Total and Percentage Changes in the K-12 Budget

	2007-09 Biennium through the 2009 Supplemental Budget	2009-11 Biennium	Difference	Percent Change
NGF-S*	\$13,297,765,000	\$13,311,962,000	\$14,197,000	0.1%
NGF-S Per Pupil Funding	\$6,798	\$6,737	-\$61	-0.9%
NGF-S plus Federal Stimulus**	\$13,659,762,000	\$14,099,106,000	\$439,344,000	3.2%
NGF-S + Fed. Stimulus, Per Pupil Funding	\$6,983	\$7,136	\$153	2.2%

\* Near-General Fund-State: General Fund, Student Achievement Fund, Education Legacy Trust Account, Pension Funding Stabilization Account.

\*\* Budgeted federal stimulus funding provided under the American Recovery and Reinvestment Act of 2009 including fiscal stabilization, Individuals with Disabilities Education Act (IDEA), Title I, Title I School Improvement, Education Technology, and Food Equipment funding.

## Maintenance Level Changes

### Enrollment, Workload and Inflation

State funds in the amount of \$325 million are provided for student enrollment increases, inflation of non-employee related costs, and other workload adjustments. During the 2009-11 biennium, the number of full-time equivalent (FTE) students is expected to increase by about 8,500 students, or just less than 1 percent.

### Pension Rate Changes

Increases in employer contribution rates for employee pensions total \$158 million in state near-general fund costs at the maintenance level. However, changes are made at the policy level to actuarial assumptions and the method used for many of the Washington State retirement systems that result in offsetting savings of \$339 million for public schools. The net reduction is \$181 million in state funds.

### Initiative 732 Cost-of-Living Increases

Initiative 732, approved by voters in 2000, provides an annual cost-of-living increase for school employees based on the Seattle Consumer Price Index for the prior calendar year. These cost-of-living increases are estimated at 4.2 percent for the 2009-10 school year and 0 percent for the 2010-11 school year. The annual cost-of-living requirement, which would have totaled \$369 million for public school employees, is suspended for the 2009-11 biennium and the associated costs are reduced at policy level.

## Policy Level Changes

State funds reductions totaling \$1.8 billion are included in the 2009-11 biennial budget. Budgeted federal stimulus funds, provided under the American Recovery and Reinvestment Act (ARRA) of 2009, added \$787 million in 2009-11 – \$376 million in general fiscal stabilization and \$411 million in dedicated program funds. In addition, \$362 million in general fiscal stabilization funds were made available in state fiscal year 2009. Over three fiscal years, one-time federal stimulus funds total \$1.1 billion for K-12 public schools. The following table displays ARRA funds for each fiscal year.

	Dollars in Thousands			
	FY 2009	FY 2010	FY 2011	Total
Federal Fiscal Stabilization	362,000	376,579	0	738,579
Title I	0	51,970	77,955	129,925
Title I School Improvement	0	19,592	29,389	48,981
IDEA	0	88,543	132,814	221,357
Education Technology	0	3,311	4,967	8,278
Food Equipment	0	1,588	0	1,588
Ed Technology for State Basic Ed Data System	0	174	261	435
<b>Total Budgeted ARRA Funds</b>	<b>362,000</b>	<b>541,757</b>	<b>245,386</b>	<b>1,149,143</b>

**Major Reductions in the 2009-11 K-12 Operating Budget Include:**

Reduce Levy Equalization

Levy equalization payments are reduced by \$236.6 million in state funds, offset by the addition of \$176.3 million in federal fiscal stabilization funds, for a net reduction of \$60.3 million. The net budget reduction in levy equalization payments of approximately 16 percent for calendar years 2010 and 2011 is dependent on enactment of Engrossed Substitute House Bill (ESHB) 1776, or similar legislation. ESHB 1776 was not passed by the Legislature in the 2009 Regular legislative session.

Reduce Student Achievement Program

Student Achievement Fund payments are reduced by \$800.3 million in state funds, offset by the addition of \$200.3 million in federal fiscal stabilization funds, for a net reduction of \$600.0 million. Net funding levels reflect per-student allocations of \$131 per student in the 2009-10 school year and \$99 per student in the 2010-11 school year. This represents a 71.4 percent reduction and a 78.6 percent reduction in the two school years, respectively. Funding levels also include a one-time expenditure of \$8 million in deferred Student Achievement Program payments from the 2009 supplemental budget.

Professional Development Changes

Funding for professional development in the areas of math and science is discontinued. This funding supported additional learning improvement days for middle and high school math and science teachers to receive professional development on new math and science curriculum standards and best practices. Sufficient funds are left to cover the remaining costs for the last two months of the 2008-09 school year (July and August), which fall in fiscal year 2010. In addition, funding is eliminated for after-school math programs and paraprofessional employee development. Superintendent and principal internship funding is decreased by 25 percent and funding for math and science instructional coaches is decreased by 50 percent. Together, reductions to professional development programs total \$45 million.

Remove Learning Improvement Day

Funding is discontinued for one learning improvement day, allocated through the general apportionment formulae, reducing \$36 million in state funds.

Education Reform Reductions

A number of education reform programs are decreased or eliminated, resulting in state fund reductions of \$36 million. Examples of programs that are eliminated include the school librarian allocation, Summer Accountability Institutes, the English Language Learner project, Math Helping Corps, and a math initiative. Examples of programs that are reduced include the recent expansion of the Leadership and Assistance Science Education Reform program, focused assistance to schools, and the Leadership Academy.

WASL Changes

Funding for the assessment system is reduced by \$8.5 million to reflect projected savings from implementing recommendations from the legislative Washington Assessment of Student Learning (WASL) work group. Budget amounts assume revisions will be made to reduce the number of open-ended questions and extended responses, as well as further examination and probable adjustment of alternative assessments and the appeals process. Based on

the provisions of Chapter 556, Laws of 2009, (ESSB 5889), collections of evidence will be limited to only the content areas in which a student has to pass the high school WASL to graduate (reading and writing).

National Board for Professional Teaching Standards Program Changes

The inflationary increase for the National Board bonus program is temporarily suspended for school years 2009-10 and 2010-11. The program continues throughout the 2009-11 biennium with bonus amounts paid at the same level as provided in school year 2008-09. Suspending inflationary increases translates to an expenditure reduction of \$4.6 million. State funds in the amount of \$3.0 million – to be supplemented by federal and private funds – will be available for conditional payments of \$2,000 per teacher to support staff in managing the costs of application for certification. The pre-payments will be limited to certificated instructional staff who have met the eligibility requirements and have applied for certification from the Board, within the funds available for this purpose. If the certification is not earned within three years, the teacher will reimburse the state for the conditional funding. Together, the two changes yield a net reduction of \$1.6 million.

Administrative Reduction

The Office of the Superintendent of Public Instruction (OSPI) operations budget is reduced by \$2.0 million, and the Educational Service Districts' budgets are reduced by \$1.2 million, for a total reduction of \$3.2 million as part of statewide administrative reductions.

**Policy Level Additions**

Health Benefit Changes

Funding for school employee health benefits is increased by 1.8 percent for school year 2009-10 and 3.1 percent for school year 2010-11 to \$745 per employee per month in school year 2009-10 and \$768 in school year 2010-11 for total additional funding of \$44.2 million.

Basic Education Bill

The Legislature passed Chapter 548, Laws of 2009, Partial Veto (ESHB 2261), which outlines a new definition of basic education to take effect September 1, 2011, subject to phase-in schedules for various components of the program. A new school funding structure is substantially defined in the legislation and scheduled to take effect beginning in the 2011-2012 school year, subject to technical formulas being adopted by the Legislature. The Legislature and the Quality Education Council (QEC), which is created in the legislation, are tasked with monitoring and overseeing the development of the funding formulas by various technical working groups also established in the bill. QEC is required to report to the Legislature by January 1, 2010, making recommendations concerning the concurrent phase-in of any changes in the Basic Education Program and requisite funding with full implementation to be completed by September 1, 2018. An amount of \$4.4 million is provided in the budget for ESHB 2261, the majority of which supports the work of the QEC and technical working groups, as well as preparing for the implementation of new data system requirements, during the 2009-11 biennium.

2009 Session Bills

A net amount of \$6.5 million is added to the budget for the costs and savings associated with legislation enacted in the 2009 Legislative session. The following is a list of bills and the associated changes in state funding:

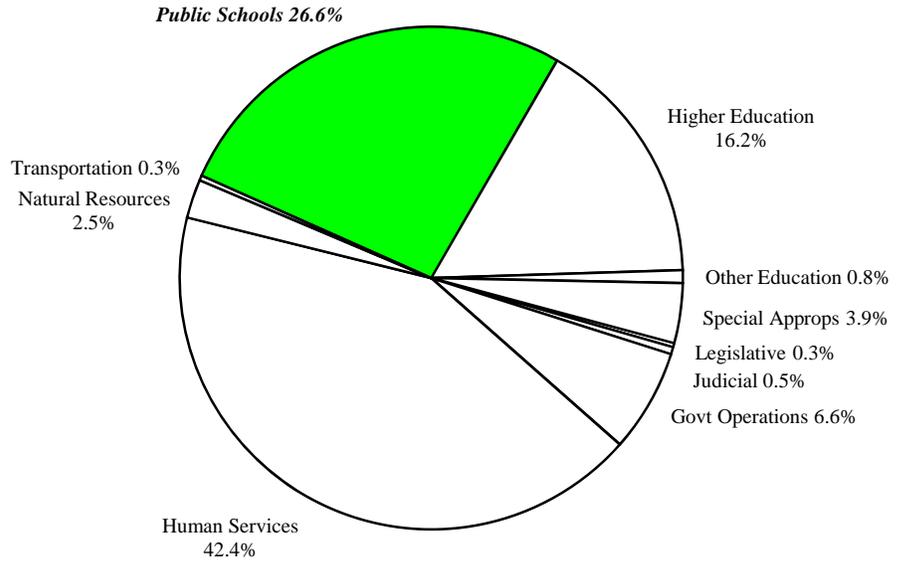
<b>Bill Number</b>	<b>Dollars in Thousands Brief Title</b>	<b>Change in State Funding</b>
SHB 1292	180-day school year waiver	-154
SSB 5248	Interstate compact on educational opportunity for military children	89
SHB 2003	Changing professional educator standards board provisions	176
ESSB 5414	Statewide assessments and curricula	70
2SSB 5973	Closing the achievement gap in K-12 schools	102
ESHB 2261	State's education system	4,388
HB 1562	Changing requirements for graduation without a certificate	-1,072
SSB 5410	Relating to online learning	1,400
2SSB 5676	Career and technical education opportunities for middle school students	1,458
<b>Total</b>		<b>6,457</b>

# 2009-11 Washington State Omnibus Operating Budget

## Total Budgeted Funds

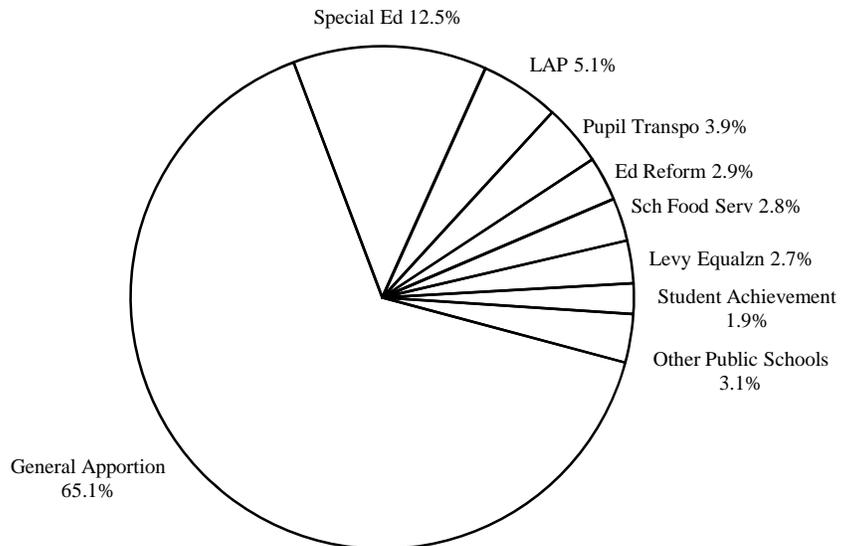
(Dollars in Thousands)

Legislative	160,456
Judicial	269,541
Governmental Operations	3,885,907
Human Services	24,874,866
Natural Resources	1,463,500
Transportation	192,771
<b>Public Schools</b>	<b>15,649,042</b>
Higher Education	9,491,726
Other Education	476,200
Special Appropriations	2,261,860
<b>Statewide Total</b>	<b>58,725,869</b>



## Washington State

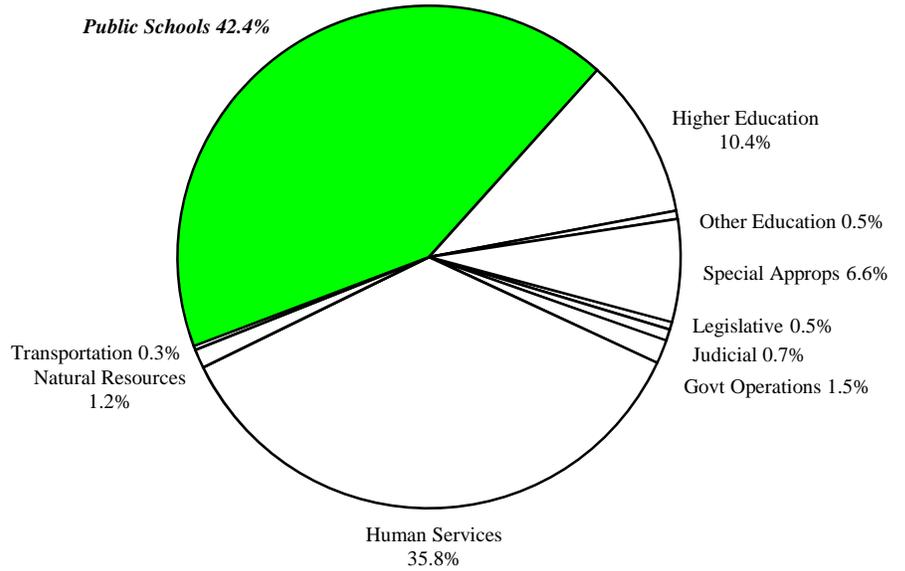
General Apportionment	10,186,760
Special Education	1,950,155
Learning Assist Pgm (LAP)	795,209
Pupil Transpo	614,427
Education Reform	446,393
School Food Services	433,318
Levy Equalization	429,202
Student Achievement	304,396
Other Public Schools	489,182
<b>Public Schools</b>	<b>15,649,042</b>



## Public Schools

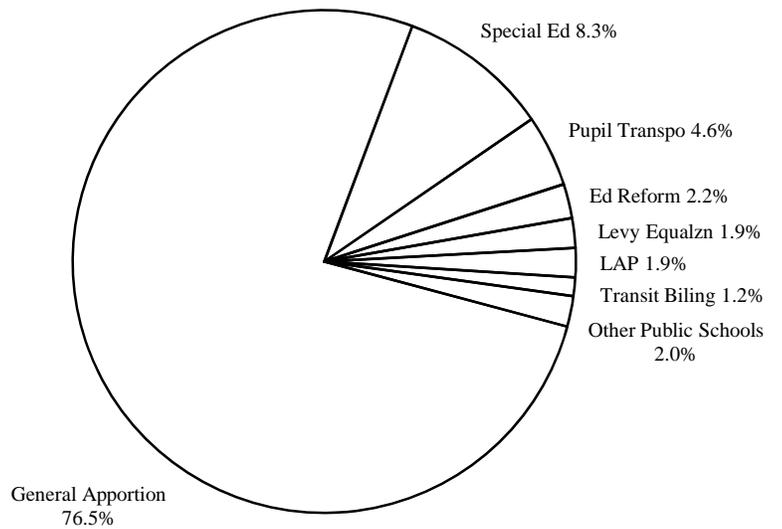
## 2009-11 Washington State Omnibus Operating Budget Near General Fund-State (Dollars in Thousands)

Legislative	156,095
Judicial	229,184
Governmental Operations	478,741
Human Services	11,250,814
Natural Resources	379,918
Transportation	85,214
<b>Public Schools</b>	<b>13,311,962</b>
Higher Education	3,262,624
Other Education	165,778
Special Appropriations	2,068,266
<b>Statewide Total</b>	<b>31,388,596</b>



### Washington State

General Apportionment	10,186,760
Special Education	1,294,103
Pupil Transpo	614,427
Education Reform	292,805
Levy Equalization	252,918
Learning Assist Pgm (LAP)	251,284
Transit Bilingual Inst	158,931
Other Public Schools	260,734
<b>Public Schools</b>	<b>13,311,962</b>



### Public Schools

# Public Schools

## WORKLOAD HISTORY

By School Year

	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	Estimated		
							2008-09	2009-10	2010-11
<b>General Apportionment</b>									
FTE Enrollment	958,846	962,294	966,246	972,079	973,612	975,540	980,771	986,484	989,304
% Change from prior year		0.4%	0.4%	0.6%	0.2%	0.2%	0.5%	0.6%	0.3%
<b>Special Education</b>									
Funded Enrollment <sup>(1)</sup>	119,272	119,887	121,342	115,485	121,750	126,248	127,766	129,206	130,548
% Change from prior year		0.5%	1.2%	-4.8%	5.4%	3.7%	1.2%	1.1%	1.0%
<b>Bilingual Education</b>									
Headcount Enrollment	66,258	70,908	75,255	76,716	76,505	80,689	82,944	86,921	90,451
% Change from prior year		7.0%	6.1%	1.9%	-0.3%	5.5%	2.8%	4.8%	4.1%
<b>Learning Assistance Program (LAP)</b>									
Entitlement Units <sup>(2)</sup>	170,157	161,864	157,935	N/A	N/A	N/A	N/A	N/A	N/A
Funded Student Units <sup>(3)</sup>	N/A	N/A	N/A	408,477	419,033	413,797	432,269	436,691	439,235
% Change from prior year		-4.9%	-2.4%		2.6%	-1.2%	4.5%	1.0%	0.6%

<sup>(1)</sup> For the 2002-03, 2003-04, and 2004-05 school years a portion of the special education enrollment was funded with federal dollars.

<sup>(2)</sup> In the 2005 legislative session, the Legislature made significant changes to the allocation formula for LAP. For this reason, the workload amounts for the 2005-07 biennium and beyond are not comparable to prior years.

<sup>(3)</sup> Beginning in the 2008-09 school year, additional LAP units are provided to school districts with concentrations of bilingual students exceeding 20 percent of enrollment pursuant to RCW 28A.165.055, making year-to-year comparisons of total LAP units before and after this change non-comparable.

Data Sources :

Caseload Forecast Council, March 2009 forecast, and legislative budgets from the 2009 session.

**Public Schools  
OSPI & Statewide Programs**

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>76,916</b>	<b>81,791</b>	<b>158,707</b>
2009 Supplemental *	-1,764	1,300	-464
<b>Total 2007-09 Biennium</b>	<b>75,152</b>	<b>83,091</b>	<b>158,243</b>
<b>2009-11 Maintenance Level</b>	<b>74,347</b>	<b>82,504</b>	<b>156,851</b>
<b>Policy Changes - Non-Comp</b>			
1. Federal Recovery Ed Technology	0	8,278	8,278
2. Apportionment and Financial Systems	839	0	839
3. Cispus	-62	0	-62
4. Staff Recognition Award	-84	0	-84
5. Administrative Reduction	-2,006	0	-2,006
6. Washington Achievers Scholar	-500	0	-500
7. Alternate Routes	-1,716	0	-1,716
8. Building Bridges Grants	-3,650	0	-3,650
9. School Safety Plans	-1,600	0	-1,600
10. Anti-Bias Training	-650	0	-650
11. Dyslexia Pilot Project	-298	0	-298
12. Non-Violence Leadership Training	-442	0	-442
13. LEAP Bilingual Pilot	-150	0	-150
14. Civil Liberties Education	-292	0	-292
15. Legislative Youth Advisory Council	-228	0	-228
16. Youth Suicide Prevention	-60	0	-60
17. Classified Staff Training	-200	0	-200
18. WWII Oral History Project	-100	0	-100
19. Compana Quetzal	-50	0	-50
20. Mentoring Advanced Placement	-140	0	-140
21. Financial Literacy	50	0	50
22. Internet Safety	-80	0	-80
23. Civics Education	-72	0	-72
24. Incarcerated Family Programs	-62	0	-62
25. College Bound Scholarship Coord.	-54	0	-54
26. Discontinued Studies	-148	0	-148
27. Military Compact	89	0	89
28. PESB/OSPI Reorganization	176	0	176
29. Project Citizen	50	0	50
30. Student Achievement Gap	102	0	102
31. Comprehensive Ed Data System	2,520	435	2,955
32. State Education System	1,868	0	1,868
33. Online Learning	1,400	0	1,400
<b>Policy -- Non-Comp Total</b>	<b>-5,550</b>	<b>8,713</b>	<b>3,163</b>
<b>Policy Changes - Comp</b>			
34. Employee Health Insurance	327	0	327
35. Actuarial Method Changes-State	-1,357	0	-1,357
<b>Policy -- Comp Total</b>	<b>-1,030</b>	<b>0</b>	<b>-1,030</b>
<b>Total 2009-11 Biennium</b>	<b>67,767</b>	<b>91,217</b>	<b>158,984</b>
Fiscal Year 2010 Total	34,798	44,053	78,851
Fiscal Year 2011 Total	32,969	47,164	80,133

**Comments:**

1. **Federal Recovery Ed Technology** - The American Recovery and Reinvestment Act of 2009, the federal stimulus act, provides funds for education technology. This amount

represents 95 percent of the estimated allocation to Washington State for distribution to school districts, half by formula and half by competitive grant. (General Fund-Federal)

## Public Schools OSPI & Statewide Programs

2. **Apportionment and Financial Systems** - The apportionment and student enrollment information technology system is in the process of being converted to a new platform. The project will improve the capacity of the system and align the data collection and processing with internal budgeting and expenditure systems. Funding is provided for the end of Phase 2 and all of Phase 3, which will complete the project.
3. **Cispus** - Funding for the Cispus Environmental Learning Center is discontinued. The Center provides facilities for outdoor environmental and science education for elementary school students.
4. **Staff Recognition Award** - The classified staff recognition award, implemented in 2007 to recognize the work of school and district classified staff, is eliminated.
5. **Administrative Reduction** - The Office of the Superintendent of Public Instruction (OSPI) operations budget is reduced by \$2.006 million, and the Educational Service Districts' budgets are reduced by \$1.216 million as part of statewide administrative reductions.
6. **Washington Achievers Scholar** - The Washington Achievers Scholars program is reduced by 25 percent. The program was implemented in school year 2005-06 to provide mentorship to low-income high school students in their junior and senior years of high school and as they transition into the first year of college.
7. **Alternate Routes** - Alternative certification routes are teacher-training programs that serve as alternatives to traditional teacher-preparation programs. The program is reduced in the 2009-11 fiscal period by 20 percent.
8. **Building Bridges Grants** - Funding for the Building Bridges program is reduced by 73 percent. The program was first funded in FY 2008 to award grants to local school and community partnerships for drop-out prevention and reduction activities.
9. **School Safety Plans** - Grants to school districts for developing safety plans and conducting drills are eliminated.
10. **Anti-Bias Training** - Anti-bias training is eliminated. This demonstration project was first funded in school year 2006-07 to provide anti-bias and cultural-competency training to a select number of district personnel to increase their ability to provide non-discriminatory services for students.
11. **Dyslexia Pilot Project** - Recommendations from the dyslexia pilot project are implemented. The program will provide curricula, materials, and teacher support to improve the reading skills of students with dyslexia. Funding for the assessment phase of the pilot project in the amount of \$588,000 is eliminated and replaced with \$290,000 in funding for the implementation phase, yielding a net decrease of \$298,000.
12. **Non-Violence Leadership Training** - The non-violence leadership program, which provides training to school staff and students regarding non-violence, is funded at 18.5 percent of the 2007-09 level.
13. **LEAP Bilingual Pilot** - The Latino/a Educational Achievement Project (LEAP) bilingual pilot, first funded in FY 2008, is reduced by 50 percent. The program was designed to encourage bilingual high school students to pursue public-school teaching as a profession and provides funds for a contract with LEAP to identify and mentor bilingual students in their junior year and encourage them to become school teachers.
14. **Civil Liberties Education** - Funding for a civil liberties education program is discontinued. The program was designed to provide grants for developing educational materials on the World War II exclusion and detention of individuals of Japanese ancestry.
15. **Legislative Youth Advisory Council** - The Legislative Youth Advisory Council, first funded in FY 2008, is eliminated. The Council of 22 statewide members advises legislators on issues of importance to youth.
16. **Youth Suicide Prevention** - The youth suicide prevention program was created to develop pilot projects to assist schools in implementing suicide prevention activities. The program is funded at 70 percent of its 2007-09 level.
17. **Classified Staff Training** - Classified instructional assistants' training, implemented in 2008 to provide professional development opportunities to instructional assistants, is eliminated.
18. **WWII Oral History Project** - Funding for the World War II oral history project coordinated by OSPI and the WWII memorial education foundation is reduced by two-thirds. The project was established to provide oral history presentations, documentation, and other materials to OSPI for curriculum development.
19. **Compana Quetzal** - Funding for Compana Quetzal is reduced by one-third. Compana Quetzal is a community-based organization in Seattle providing various support programs focused on the Latino/a community, including early-childhood programs, secondary to post-secondary transition guidance, and parent leadership.
20. **Mentoring Advanced Placement** - This program was funded for FY 2008 and FY 2009 to provide mentoring in 35 southwest Washington classrooms in a range of advanced placement subjects. The program is discontinued as of FY 2010.
21. **Financial Literacy** - Funding is provided to implement Chapter 443, Laws of 2009 (SHB 1347 - Financial Education). The funding will support the work of the Financial Education Public-Private Partnership supporting financial education instruction in public schools.

## Public Schools OSPI & Statewide Programs

22. **Internet Safety** - Funding is discontinued for developing and distributing a pamphlet promoting Internet safety for children.
23. **Civics Education** - Funding is discontinued for a program that provides competitive grants to school districts, used primarily to give teachers time to plan, implement, and score civics classroom-based assessments.
24. **Incarcerated Family Programs** - Funding for this program is eliminated. OSPI has reviewed policies and programs, worked to improve data systems, surveyed educators, provided training, and created a toolkit for school districts to provide educators with a better understanding of how to support students with an incarcerated parent.
25. **College Bound Scholarship Coord.** - Funding is discontinued for OSPI to generate flyers and other promotional materials for the College Bound Scholarship program.
26. **Discontinued Studies** - Funding for a study of labor market supply for math and science teachers by the Professional Educator Standards Board (PESB) is discontinued. Additionally, \$6,000 in funding for administrative activities by OSPI associated with the implementation of Chapter 265, Laws of 2007 (ESSB 5297 - Sexual Health Education), is discontinued.
27. **Military Compact** - Funding is provided to implement Chapter 380, Laws of 2009 (SSB 5248 - Military Children).
28. **PESB/OSPI Reorganization** - Funding is provided to implement Chapter 531, Laws of 2009 (SHB 2003 - Professional Educator Standards Board). The fiscal impact has two components: 1) projected savings of \$44,000 are based on cost reductions associated with reducing the membership of PESB from 20 members to 12 members; and 2) a cost of \$220,000 to support the work of PESB in assuming new responsibilities for educator certification. The net impact is \$176,000 for 2009-11.
29. **Project Citizen** - Funding is provided for Project Citizen, a program presented by the National Conference of State Legislatures and the Center for Civic Education to promote participation in government by middle-school students.
30. **Student Achievement Gap** - Funding is provided for implementation of Chapter 468, Laws of 2009 (2SSB 5973 - Student Achievement Gap).
31. **Comprehensive Ed Data System** - Funding is provided to implement the data requirements of Chapter 548, Laws of 2009, Partial Veto (ESHB 2261 - State's Education System), including assessment of a comprehensive data system that will include financial, student, and educator data. OSPI will convene a data-governance group to create a comprehensive needs requirement document, conduct a gap analysis, and define operating rules and a governance structure for K-12 data collections. A preliminary report shall be submitted to the fiscal committees and the education policy committees of the House of Representatives and Senate by November 2009.
32. **State Education System** - Funding is provided for implementation of Chapter 548, Laws of 2009, Partial Veto (ESHB 2261), including research and development of options for new school finance systems, participating in work groups, funding technical staff, reprogramming, and analysis of alternative student funding formulae. Within this amount is \$150,000 for the State Board of Education for further development of accountability systems and \$150,000 for PESB for continued development of teacher certification and evaluation systems.
33. **Online Learning** - Funding is provided for implementation of Chapter 542, Laws of 2009 (SSB 5410 - Online Learning).
34. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
35. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Schools  
 General Apportionment**

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>9,265,714</b>	<b>0</b>	<b>9,265,714</b>
2009 Supplemental *	32,435	0	32,435
<b>Total 2007-09 Biennium</b>	<b>9,298,149</b>	<b>0</b>	<b>9,298,149</b>
<b>2009-11 Maintenance Level</b>	<b>10,458,266</b>	<b>0</b>	<b>10,458,266</b>
<b>Policy Changes - Non-Comp</b>			
1. Adjust K-4 Allocation	692	0	692
<b>Policy -- Non-Comp Total</b>	<b>692</b>	<b>0</b>	<b>692</b>
<b>Policy Changes - Comp</b>			
2. Pension Rate Adjustments	-272,198	0	-272,198
<b>Policy -- Comp Total</b>	<b>-272,198</b>	<b>0</b>	<b>-272,198</b>
<b>Total 2009-11 Biennium</b>	<b>10,186,760</b>	<b>0</b>	<b>10,186,760</b>
Fiscal Year 2010 Total	5,083,217	0	5,083,217
Fiscal Year 2011 Total	5,103,543	0	5,103,543

**Comments:**

1. **Adjust K-4 Allocation** - School districts that fail to maintain the targeted staffing ratio established in the omnibus operating budget for the purpose of allocating class-size reductions have historically forfeited the additional allocated funds. Eligible school districts will now be able to retain those funds.
  
2. **Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Schools  
Compensation Adjustments**

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>566,508</b>	<b>275</b>	<b>566,783</b>
2009 Supplemental *	2,250	1	2,251
<b>Total 2007-09 Biennium</b>	<b>568,758</b>	<b>276</b>	<b>569,034</b>
<b>2009-11 Maintenance Level</b>	<b>365,112</b>	<b>161</b>	<b>365,273</b>
<b>Policy Changes - Non-Comp</b>			
1. Adjust K-4 Allocation	65	0	65
<b>Policy -- Non-Comp Total</b>	<b>65</b>	<b>0</b>	<b>65</b>
<b>Policy Changes - Comp</b>			
2. Health Benefit Changes	44,188	20	44,208
3. Remove Learning Improvement Day	-35,668	-16	-35,684
4. Pension Rate Adjustments	-13,676	-2	-13,678
5. Suspend Initiative 732 COLA	-350,064	-157	-350,221
<b>Policy -- Comp Total</b>	<b>-355,220</b>	<b>-155</b>	<b>-355,375</b>
<b>Total 2009-11 Biennium</b>	<b>9,957</b>	<b>6</b>	<b>9,963</b>
Fiscal Year 2010 Total	-4,215	-2	-4,217
Fiscal Year 2011 Total	14,172	8	14,180

**Comments:**

1. **Adjust K-4 Allocation** - Funding is provided for compensation adjustments for the increased number of certificated instructional staff units associated with removing certain conditions on K-4 certificated instructional staff allocations.
2. **Health Benefit Changes** - Funding for school employee health benefits is increased by 1.8 percent for school year 2009-10 and 3.1 percent for school year 2010-11 to \$745 per employee per month in school year 2009-10 and \$768 in school year 2010-11. (General Fund-State, various other funds)
3. **Remove Learning Improvement Day** - Funding is discontinued for one learning improvement day allocated through the general apportionment formula.
4. **Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)
5. **Suspend Initiative 732 COLA** - Costs associated with the annual cost-of-living adjustments (COLAs) for implementation of Initiative 732 are suspended for the 2009-11 biennium and, therefore, eliminated at policy level.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Schools  
Pupil Transportation**

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>574,919</b>	<b>0</b>	<b>574,919</b>
2009 Supplemental *	14,989	0	14,989
<b>Total 2007-09 Biennium</b>	<b>589,908</b>	<b>0</b>	<b>589,908</b>
<b>2009-11 Maintenance Level</b>	<b>620,936</b>	<b>0</b>	<b>620,936</b>
<b>Policy Changes - Non-Comp</b>			
1. Four-Day Week Pilot	-154	0	-154
2. Choice Transportation	-10	0	-10
<b>Policy -- Non-Comp Total</b>	<b>-164</b>	<b>0</b>	<b>-164</b>
<b>Policy Changes - Comp</b>			
3. Pension Rate Adjustments	-6,345	0	-6,345
<b>Policy -- Comp Total</b>	<b>-6,345</b>	<b>0</b>	<b>-6,345</b>
<b>Total 2009-11 Biennium</b>	<b>614,427</b>	<b>0</b>	<b>614,427</b>
Fiscal Year 2010 Total	307,357	0	307,357
Fiscal Year 2011 Total	307,070	0	307,070

**Comments:**

1. **Four-Day Week Pilot** - Funding is provided to implement Chapter 543, Laws of 2009 (SHB 1292 - 180-Day School Year Waivers). The bill limits the waivers to five school districts, each with fewer than 500 students. The amount reflects the projected ongoing savings to the state resulting from five school districts receiving the waiver to implement a four-day school-week calendar. Savings are anticipated primarily in transportation and food service formula allocations.
2. **Choice Transportation** - Funding for the Choice Transportation program is removed. This program provided transportation services to low-income students who transfer to "choice" programs solely for educational reasons and has been under-utilized in recent years.
3. **Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Schools  
 School Food Services**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>6,318</b>	<b>425,410</b>	<b>431,728</b>
<b>2009-11 Maintenance Level</b>	<b>6,318</b>	<b>425,412</b>	<b>431,730</b>
<b>Policy Changes - Non-Comp</b>			
1. Federal Recovery Food Equipment	0	1,588	1,588
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>1,588</b>	<b>1,588</b>
<b>Total 2009-11 Biennium</b>	<b>6,318</b>	<b>427,000</b>	<b>433,318</b>
Fiscal Year 2010 Total	3,159	214,294	217,453
Fiscal Year 2011 Total	3,159	212,706	215,865

**Comments:**

- Federal Recovery Food Equipment** - Federal funds under the American Recovery and Reinvestment Act (ARRA) of 2009, the federal stimulus act, are provided for equipment assistance to school food authorities (SFAs) participating in the National School Lunch Program. Local SFAs may apply to the Office of the Superintendent of Public Instruction to receive grants in accordance with provisions of ARRA. As stipulated in ARRA, priority will be given to SFAs for equipment for schools in which at least 50 percent of the students are eligible for free or reduced-priced meals.

**Public Schools  
 Special Education**

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>1,139,955</b>	<b>435,692</b>	<b>1,575,647</b>
2009 Supplemental *	-1,613	3,160	1,547
<b>Total 2007-09 Biennium</b>	<b>1,138,342</b>	<b>438,852</b>	<b>1,577,194</b>
<b>2009-11 Maintenance Level</b>	<b>1,326,955</b>	<b>434,695</b>	<b>1,761,650</b>
<b>Policy Changes - Non-Comp</b>			
1. Federal Recovery Special Ed (IDEA)	0	221,357	221,357
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>221,357</b>	<b>221,357</b>
<b>Policy Changes - Comp</b>			
2. Pension Rate Adjustments	-32,852	0	-32,852
<b>Policy -- Comp Total</b>	<b>-32,852</b>	<b>0</b>	<b>-32,852</b>
<b>Total 2009-11 Biennium</b>	<b>1,294,103</b>	<b>656,052</b>	<b>1,950,155</b>
Fiscal Year 2010 Total	641,337	305,907	947,244
Fiscal Year 2011 Total	652,766	350,145	1,002,911

**Comments:**

1. **Federal Recovery Special Ed (IDEA)** - Federal funds under the American Recovery and Reinvestment Act (ARRA) of 2009, the federal stimulus act, are provided from the Individuals with Disabilities Education Act (IDEA), Part B. These recovery funds will be distributed to school districts in each fiscal year, by formula, in accordance with guidelines of ARRA.
2. **Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Schools  
 Educational Service Districts**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>16,049</b>	<b>0</b>	<b>16,049</b>
<b>2009-11 Maintenance Level</b>	<b>18,433</b>	<b>0</b>	<b>18,433</b>
<b>Policy Changes - Non-Comp</b>			
1. Administrative Reduction	-1,216	0	-1,216
<b>Policy -- Non-Comp Total</b>	<b>-1,216</b>	<b>0</b>	<b>-1,216</b>
<b>Policy Changes - Comp</b>			
2. Pension Rate Adjustments	-428	0	-428
<b>Policy -- Comp Total</b>	<b>-428</b>	<b>0</b>	<b>-428</b>
<b>Total 2009-11 Biennium</b>	<b>16,789</b>	<b>0</b>	<b>16,789</b>
Fiscal Year 2010 Total	8,394	0	8,394
Fiscal Year 2011 Total	8,395	0	8,395

**Comments:**

1. **Administrative Reduction** - The Educational Service Districts' budgets are reduced by \$1.216 million as part of statewide administrative reductions.
2. **Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments.

**Public Schools  
 Levy Equalization**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>423,655</b>	<b>0</b>	<b>423,655</b>
2009 Supplemental *	4,414	0	4,414
<b>Total 2007-09 Biennium</b>	<b>428,069</b>	<b>0</b>	<b>428,069</b>
<b>2009-11 Maintenance Level</b>	<b>489,494</b>	<b>0</b>	<b>489,494</b>
<b>Policy Changes - Non-Comp</b>			
1. Reduce Levy Equalization	-60,292	0	-60,292
2. Fiscal Stabilization Grant	-176,284	176,284	0
<b>Policy -- Non-Comp Total</b>	<b>-236,576</b>	<b>176,284</b>	<b>-60,292</b>
<b>Total 2009-11 Biennium</b>	<b>252,918</b>	<b>176,284</b>	<b>429,202</b>
Fiscal Year 2010 Total	42,921	176,284	219,205
Fiscal Year 2011 Total	209,997	0	209,997

**Comments:**

1. **Reduce Levy Equalization** - The budget reduction in state levy equalization payments of approximately 16 percent for calendar years 2010 and 2011 is dependent on enactment of SHB 1776, or similar legislation. SHB 1776 was not passed by the Legislature in the 2009 regular legislative session.
2. **Fiscal Stabilization Grant** - Fiscal stabilization funding from the American Recovery and Reinvestment Act of 2009 (the federal stimulus act) is used to restore, in part, General Fund-State reductions to levy-equalization payments.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Schools  
 Institutional Education**

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>38,869</b>	<b>0</b>	<b>38,869</b>
2009 Supplemental *	1,900	0	1,900
<b>Total 2007-09 Biennium</b>	<b>40,769</b>	<b>0</b>	<b>40,769</b>
<b>2009-11 Maintenance Level</b>	<b>37,964</b>	<b>0</b>	<b>37,964</b>
<b>Policy Changes - Comp</b>			
1. Pension Rate Adjustments	-1,029	0	-1,029
<b>Policy -- Comp Total</b>	<b>-1,029</b>	<b>0</b>	<b>-1,029</b>
<b>Total 2009-11 Biennium</b>	<b>36,935</b>	<b>0</b>	<b>36,935</b>
Fiscal Year 2010 Total	18,943	0	18,943
Fiscal Year 2011 Total	17,992	0	17,992

**Comments:**

- Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Schools  
 Education of Highly Capable Students**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>17,171</b>	<b>0</b>	<b>17,171</b>
2009 Supplemental *	-12	0	-12
<b>Total 2007-09 Biennium</b>	<b>17,159</b>	<b>0</b>	<b>17,159</b>
<b>2009-11 Maintenance Level</b>	<b>19,372</b>	<b>0</b>	<b>19,372</b>
<b>Policy Changes - Comp</b>			
1. Pension Rate Adjustments	-505	0	-505
<b>Policy -- Comp Total</b>	<b>-505</b>	<b>0</b>	<b>-505</b>
<b>Total 2009-11 Biennium</b>	<b>18,867</b>	<b>0</b>	<b>18,867</b>
Fiscal Year 2010 Total	9,430	0	9,430
Fiscal Year 2011 Total	9,437	0	9,437

**Comments:**

- Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Schools**  
**Elementary & Secondary School Improvement**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>43,450</b>	<b>43,450</b>
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>43,450</b>	<b>43,450</b>
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>43,450</b>	<b>43,450</b>
Fiscal Year 2010 Total	0	21,725	21,725
Fiscal Year 2011 Total	0	21,725	21,725

**Comments:**

There were no policy level changes.

**Public Schools  
Education Reform**

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>276,477</b>	<b>153,529</b>	<b>430,006</b>
2009 Supplemental *	-7,652	5,931	-1,721
<b>Total 2007-09 Biennium</b>	<b>268,825</b>	<b>159,460</b>	<b>428,285</b>
<b>2009-11 Maintenance Level</b>	<b>386,189</b>	<b>153,588</b>	<b>539,777</b>
<b>Policy Changes - Non-Comp</b>			
1. After School Math Prgs	-400	0	-400
2. Diagnostic Testing	-500	0	-500
3. Reading Diagnostic Assessments	-250	0	-250
4. Focused Assistance to Schools	-2,000	0	-2,000
5. Principal Assessment/Mentorships	-976	0	-976
6. Second Grade Reading Assessment	-140	0	-140
7. Leadership Academy	-400	0	-400
8. Math/Science Standards Review	-1,030	0	-1,030
9. LASER	-5,000	0	-5,000
10. Bremerton Lighthouse Program	-130	0	-130
11. Robotics	-300	0	-300
12. Accountability Institutes	-1,000	0	-1,000
13. Paraprofessional Training	-1,096	0	-1,096
14. ELL Pilot Project	-1,368	0	-1,368
15. Administrator Internships	-350	0	-350
16. Pacific Science Center	-2,448	0	-2,448
17. 21st Century After School Programs	-3,000	0	-3,000
18. Math Helping Corps	-3,528	0	-3,528
19. Library Services	-8,000	0	-8,000
20. Professional Development Changes	-39,736	0	-39,736
21. Segmented Math	-2,828	0	-2,828
22. Local Farms & Healthy Kids	-600	0	-600
23. Ctr for Improv of Student Learning	-216	0	-216
24. Halt K-3 Demonstration Projects	-2,062	0	-2,062
25. Assessments and Curricula	70	0	70
26. Conditional Funding Natnl Bd Bonus	3,000	0	3,000
27. Graduation Without a Certificate	-1,072	0	-1,072
28. Math & Science Instructional Coach	-3,855	0	-3,855
29. Natl Bd Prog at Current Bonus Level	-4,621	0	-4,621
30. Career & Tech Ed for Middle School	1,458	0	1,458
31. WASL Changes	-8,454	0	-8,454
<b>Policy -- Non-Comp Total</b>	<b>-90,832</b>	<b>0</b>	<b>-90,832</b>
<b>Policy Changes - Comp</b>			
32. Suspend Initiative 732 COLA	-2,552	0	-2,552
<b>Policy -- Comp Total</b>	<b>-2,552</b>	<b>0</b>	<b>-2,552</b>
<b>Total 2009-11 Biennium</b>	<b>292,805</b>	<b>153,588</b>	<b>446,393</b>
Fiscal Year 2010 Total	144,769	76,765	221,534
Fiscal Year 2011 Total	148,036	76,823	224,859

**Comments:**

- After School Math Prgs** - Grant funds are eliminated for the after-school math programs. Grants have been allocated, since 2008, to Community Learning Centers to provide an array of programs and activities to students in high-poverty areas or low-performing schools. Academic enrichment activities focus on core academic subjects, such as mathematics and reading. (Education Legacy Trust Account-State).
- Diagnostic Testing** - Funding for allocations to districts for diagnostic assessment tools is reduced by \$500,000.

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3. **Reading Diagnostic Assessments** - Funding is discontinued for the development of reading models and identification of aligned diagnostic assessment tools.
4. **Focused Assistance to Schools** - State funding for the focused assistance program is reduced by \$2 million in the 2009-11 biennium. The remaining state-funded program totals \$6.092 million for the biennium. The focused assistance program provides technical assistance to schools and school districts struggling to meet adequate yearly progress benchmarks established by the federal government and who do not qualify for Title I federal funds for this purpose.
5. **Principal Assessment/Mentorships** - Funding is eliminated for this program, which provided assistance, assessment, and mentoring to participants in their first three years of serving as principals.
6. **Second Grade Reading Assessment** - Funding for second grade reading assessments is discontinued. The funding supported training for teachers in administering a second grade oral reading assessment designed to gauge early literacy levels.
7. **Leadership Academy** - Funding for the Washington Leadership Academy is reduced by 20 percent. The remaining funding is \$1.6 million for the 2009-11 biennium. The Academy supports professional development and training for school administrators.
8. **Math/Science Standards Review** - Funding for math and science standards review is discontinued. The funding supported the Office of the Superintendent of Public Instruction's (OSPI's) process for evaluating mathematics, science, and reading instructional materials for alignment with state standards.
9. **LASER** - The enhanced level of Leadership & Assistance for Science Education Reform (LASER) program funding, expanded in the 2007 legislative session and supported by the Pacific Science Center, is reduced by 83 percent. The LASER program is a statewide project to implement hands-on science curriculum through ten regional school district alliances.
10. **Bremerton Lighthouse Program** - Bremerton School District was designated to serve as a mentor to ten full-day kindergarten districts as they implement state-funded full-day kindergarten programs. Funding for the project is eliminated.
11. **Robotics** - The robotics grants to school districts help them offset the costs associated with participation in the robotics program and statewide competition. Funding for the grants is eliminated.
12. **Accountability Institutes** - Funding for summer accountability institutes is eliminated. The funding supported conference-style professional development retreats and seminars covering a broad range of issues such as curriculum planning, assessment issues, and research.
13. **Paraprofessional Training** - Funding for paraprofessionals training programs is eliminated. The funding supported regional coordination of instructional aid training opportunities including in-service training, conferences, and online training.
14. **ELL Pilot Project** - Funding for an English language learner (ELL) pilot project is discontinued. The funding supported the participation of select districts in piloting curriculum and professional development models in collaboration with a college, university, or other technical assistance provider.
15. **Administrator Internships** - Funding for administrator internships is reduced. The funding supports the Washington State Educational Leadership Intern Program, which provides partial release time for district employees to participate in programs designed to mentor future school administrators.
16. **Pacific Science Center** - Funding for educational programs at the Pacific Science Center is reduced by about 50 percent.
17. **21st Century After School Programs** - Funding for the 21st Century After School Program is suspended. Grants have been allocated, since 2008, to Community Learning Centers to provide programs and activities to students in high-poverty areas or in low-performing schools. Academic enrichment activities focus on core academic subjects, such as mathematics and reading.
18. **Math Helping Corps** - Funding for the Math Helping Corps is discontinued. The funding supported the work of teams of coaches providing technical assistance to schools struggling in math.
19. **Library Services** - Funding for the school library services allocation is discontinued. The allocation supported per-student allocations to school districts for library-related materials and expenses.
20. **Professional Development Changes** - Funding for professional development in the areas of math and science is discontinued. Funding supported additional learning improvement days for middle and high school math and science teachers to receive professional development on new math and science curriculum standards and best practices. The remaining amount in the budget for this item reflects the remaining costs for the last two months of the 2008-09 school year (July and August), which fall in FY 2010. (Education Legacy Trust Account-State)
21. **Segmented Math** - During the 2008 legislative session, the Legislature replaced the 10th grade Washington Assessment of Student Learning (WASL) test with high school end-of-course examinations covering the subjects of algebra and geometry. Because of this change, funding for the segmented math program, which offered an end-of-course examination approach for some students, is no longer needed.
22. **Local Farms & Healthy Kids** - Funding for the Washington Grown Fresh Fruits and Vegetables program, which was

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established in the 2008 legislative session, is reduced by 50 percent. The program provides funding to schools to purchase Washington-grown fresh and fresh-frozen fruits and vegetables to offer to children as snacks.

23. **Ctr for Improv of Student Learning** - Funding for the Center for Improving Student Learning is reduced.

24. **Halt K-3 Demonstration Projects** - Funding is eliminated for three schools to serve as demonstration projects for full-day kindergarten and class-size ratio of 18:1 from kindergarten through third grade. (Education Legacy Trust Account-State)

25. **Assessments and Curricula** - Funding is provided for implementation of Chapter 310, Laws of 2009, Partial Veto (ESSB 5414 - Assessments and Curricula).

26. **Conditional Funding Natnl Bd Bonus** - During the 2009-10 and 2010-11 school years, certificated instructional staff who have met the eligibility requirements and have applied for certification from the National Board for Professional Teaching Standards (NBPTS) receive a conditional \$2,000 or the amount set by OSPI for the current assessment fee, not including the initial up-front candidacy payment, to support staff in managing the costs of application for certification. The program is limited to the funding appropriated by the state plus available private or local contributions. If the certification is not earned within three years, the teacher will reimburse the state for the conditional funding.

27. **Graduation Without a Certificate** - Savings are assumed from the implementation of Chapter 17, Laws of 2009 (HB 1562 - Graduating Without Certificate), which removes the requirement that high school students must continue to take the mathematics WASL, or another appropriate assessment, each year in order to graduate without a Certificate of Academic Achievement.

28. **Math & Science Instructional Coach** - Funding for the math and science instructional coach program is reduced by 50 percent. (Education Legacy Trust Account-State)

29. **Natl Bd Prog at Current Bonus Level** - The inflationary increase in the value of the NBPTS bonus program is temporarily suspended. The bonus program is continued during the 2009-11 fiscal period at the current per-teacher payment level.

30. **Career & Tech Ed for Middle School** - Funding is provided to support education programs in middle schools that focus on science, technology, engineering, and math as described in Chapter 212, Laws of 2009 (2SSB 5676).

31. **WASL Changes** - Funding for the assessment system is reduced to reflect projected savings from implementing recommendations from the legislative WASL work group. It is expected that revisions will be made to reduce the number of open-ended questions and extended responses, as well as revisit alternative assessments and the appeals process. Based

on the provisions of Chapter 556, Laws of 2009 (ESSB 5889), collections of evidence will be limited to only the content areas in which a student has to pass the high school WASL to graduate (reading and writing).

32. **Suspend Initiative 732 COLA** - Initiative 732 salary increases are suspended for the 2009-11 biennium; therefore, programs that receive inflationary increases linked to the Initiative 732 salary adjustments will not receive those adjustments in the 2009-11 biennium. (General Fund-State, Education Legacy Trust Account-State)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Schools  
 Transitional Bilingual Instruction**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>135,155</b>	<b>45,243</b>	<b>180,398</b>
2009 Supplemental *	-636	0	-636
<b>Total 2007-09 Biennium</b>	<b>134,519</b>	<b>45,243</b>	<b>179,762</b>
<b>2009-11 Maintenance Level</b>	<b>164,174</b>	<b>45,263</b>	<b>209,437</b>
<b>Policy Changes - Comp</b>			
1. Pension Rate Adjustments	-5,243	0	-5,243
<b>Policy -- Comp Total</b>	<b>-5,243</b>	<b>0</b>	<b>-5,243</b>
<b>Total 2009-11 Biennium</b>	<b>158,931</b>	<b>45,263</b>	<b>204,194</b>
Fiscal Year 2010 Total	77,994	22,627	100,621
Fiscal Year 2011 Total	80,937	22,636	103,573

**Comments:**

- Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Schools  
Learning Assistance Program (LAP)**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>198,988</b>	<b>360,660</b>	<b>559,648</b>
2009 Supplemental *	1,614	0	1,614
<b>Total 2007-09 Biennium</b>	<b>200,602</b>	<b>360,660</b>	<b>561,262</b>
<b>2009-11 Maintenance Level</b>	<b>258,443</b>	<b>365,019</b>	<b>623,462</b>
<b>Policy Changes - Non-Comp</b>			
1. Title I Federal Recovery	0	129,925	129,925
2. Fed Recovery Title I School Improve	0	48,981	48,981
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>178,906</b>	<b>178,906</b>
<b>Policy Changes - Comp</b>			
3. Pension Rate Adjustments	-7,159	0	-7,159
<b>Policy -- Comp Total</b>	<b>-7,159</b>	<b>0</b>	<b>-7,159</b>
<b>Total 2009-11 Biennium</b>	<b>251,284</b>	<b>543,925</b>	<b>795,209</b>
Fiscal Year 2010 Total	125,057	254,070	379,127
Fiscal Year 2011 Total	126,227	289,855	416,082

**Comments:**

1. **Title I Federal Recovery** - The American Recovery and Reinvestment Act of 2009 (ARRA - the federal stimulus act) Title I, Improving the Academic Achievement of the Disadvantaged, Part A funds will be distributed to school districts by formula in accordance with ARRA requirements.
2. **Fed Recovery Title I School Improve** - Under ARRA, Washington State will receive funding for school improvement. The total is made up of a required 4 percent set-aside from the Title I, Part A recovery funds for school improvement, as well as \$43.6 million in additional school improvement funds.
3. **Pension Rate Adjustments** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Schools  
Student Achievement Program**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>868,339</b>	<b>0</b>	<b>868,339</b>
2009 Supplemental *	-370,060	362,000	-8,060
<b>Total 2007-09 Biennium</b>	<b>498,279</b>	<b>362,000</b>	<b>860,279</b>
<b>2009-11 Maintenance Level</b>	<b>904,397</b>	<b>0</b>	<b>904,397</b>
<b>Policy Changes - Non-Comp</b>			
1. Reduce Student Achievement Program	-600,001	0	-600,001
2. Fiscal Stabilization Grant	-200,295	200,295	0
<b>Policy -- Non-Comp Total</b>	<b>-800,296</b>	<b>200,295</b>	<b>-600,001</b>
<b>Total 2009-11 Biennium</b>	<b>104,101</b>	<b>200,295</b>	<b>304,396</b>
Fiscal Year 2010 Total	0	200,295	200,295
Fiscal Year 2011 Total	104,101	0	104,101

**Comments:**

- 1. Reduce Student Achievement Program** - Funding for the Student Achievement Program is reduced. Funding levels reflect allocations of \$131 per student in the 2009-10 school year, and \$99 per student in the 2010-11 school year. This represents a 71.4 percent reduction and a 78.6 percent reduction in the two school years, respectively. Funding levels also include \$8 million in deferred Student Achievement Program payments from the 2009 supplemental budget.
- 2. Fiscal Stabilization Grant** - Fiscal stabilization funding provided from the American Recovery and Reinvestment Act of 2009 (the federal stimulus act) is used to restore, in part, General Fund-State reductions to the Student Achievement Program.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

