



BILL SUMMARY

Education Budget SF 470

Status of Bill: House Floor (passed Senate 31 – 18)
 Committee: Appropriations: 14 - 10
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Summary

SF 470 spends \$909.8 million in FY 2010, a total decrease of \$361.0 million compared to the FY 2009 Education Budget. The total amount of decrease includes a decrease to the Department of Education for \$237.6 million. This is the standing appropriation for school aid. Most of the areas in the budget receive an 8.33 percent reduction compared to the estimated fiscal year 2009 appropriation. There are some exceptions as noted below. The Education budget provides funding for the Department of Blind, College Student Aid Commission, the Department of Education, and the Board of Regents and its institutions. The bill passed the Senate on a vote of 31-18 and the House Appropriations Committee on a vote of 14 - 10.

Education Budget	Est. Net FY 2009	Governor FY 2010	SF 470 FY 2010	SF 470 vs Governor	SF 470 vs Est. Net FY 2009
Depart. for the Blind	\$ 2,463,314	\$ 2,271,286	\$ 2,258,072	\$ - 13,214	\$ -\$205,242
College Student Aid	68,788,655	64,357,034	61,714,203	-2,642,831	-7,074,452
Dept. of Education	522,175,678	269,494,447	248,748,723	-20,745,724	-273,426,955
Board of Regents	677,339,929	633,248,411	597,061,158	-36,187,253	-80,278,777
Total Education	\$1,270,767,576	\$ 969,344,920	\$909,782,156	\$ -59,562,765	\$-360,985,421

The following shows the appropriations to each agency receiving funding under this budget.

Department for the Blind – The bill provides \$2. million to the Department for the Blind. This department helps blind citizens participate fully and productively in society. This level of funding is \$205,242 less than the estimated FY 2009 appropriation and represents an 8.33 reduction.

	Est. Net FY 2009	Governor FY 2010	SF 470 FY 2010	SF 470 vs Governor	SF 470 vs Est. Net FY 2009
Depart. for the Blind	\$ 2,463,314	\$ 2,303,199	\$ 2,258,072	\$ - 45,127	\$ -\$205,242

College Student Aid Commission – The bill provides \$61.7 million to the College Student Aid Commission. This is a \$7.1 million reduction, an 8.33 percent decrease, compared to the estimated net FY 09 funding. The College Student Aid Commission is responsible for administering the state-funded

programs totaling over \$64 million. The Commission is also the state-designated guarantee agency that administers the Federal Family Education Loan Program. Highlights of the funding are as follows:

- **National Guard Education Assistance Program – \$3,499,545.** This is a net of increase of \$281,916. This increase in funding came from a transfer of \$460,000 from the FY 2009 ending balance of the All Iowa Opportunity Scholarship Program and a transfer of up to \$65,000 in projected unspent funds from the Washington D.C. Internship program.
- **All Iowa Opportunity Foster Care Grant Program - \$687,510.** This program was originally an allocation within the All Iowa Opportunity Grant Program. In FY 2009, this program demand exceeded the available allocation of \$500,000 by approximately \$250,000. Under this budget, the All Opportunity Foster Care Grant Program is reduced by \$750,000 and provided as a separate line item directed to this program. The \$750,000 was reduced by the 8.33 percent across the board reduction. The bill also reduces the eligibility age from 18 to 17 years of age.
- **Tuition Grant Program – \$49,322,612.** This is an 8.33 percent decrease in funding compared to the estimated adjusted FY09 appropriation.
- **Registered Nurse and Nurse Educator Loan Forgiveness Program - \$90,293.** This is an 8.33 percent reduction of \$8,207 compared to the estimated net FY 2009 appropriation. The College Student Aid Commission is required to consider the program for federal match requirements.
- **Chiropractic Loan Funds.** Transfers \$20,000 from the Chiropractic Loan Revolving Fund to the Chiropractic Loan Forgiveness Program.
- **Work Study.** Eliminates the funding for FY 2010. This is a decrease of \$980,075.

College Student Aid Commission	Est. Net FY 2009	Governor FY 2010	SF 470 FY 2010	SF 470 vs Governor	SF 470 vs Est. Net FY 2009
College Aid Commission	\$ 381,137	\$ 356,363	\$ 349,381	\$ -6,982	-31,756
Iowa Grants	1,070,976	986,342	981,743	-4,599	-89,233
DSM Univ. - Osteopathic Loans	100,000	92,097	91,668	-429	-8,332
DSM Univ. – Physician Recruitment	341,254	319,072	312,821	-6,251	-28,433
National Guard	3,742,629	3,499,358	3,499,545	+187	-243,084
Teacher Shortage Loan Forgiveness	478,119	447,041	438,282	-8,759	-39,837
All Iowa Opportunity Scholarships	3,940,000	3,683,900	2,502,537	-1,181,363	-1,437,463
All Iowa Foster Care	-0-	-0-	687,510	+687,510	+687,510
College Work Study	980,075	916,370	-0-	-916,370	-980,075
Tuition Grant Program – Standing	49,322,612	46,116,642	45,213,069	-903,573	-4,109,543
Voc. Tech. Tuition Grant	2,741,368	2,563,179	2,512,958	-50,221	-228,410
Washington DC Internships	100,000	92,097	-0-	-92,097	-100,000
Tuition Grant For-Profit	5,441,985	5,088,256	4,988,561	-99,695	-453,424
Nurse/Nurse Educator Loan	98,500	92,097	90,293	-1,804	-8,207
Barber/Cosmetology Tuition Grant Program	50,000	46,049	45,834	-215	-4,166
Total College Student Aid Commission	\$ 68,788,655	\$ 64,298,863	\$ 61,714,202	\$ -2,584,661	\$ -7,074,452

Department of Education

Highlights include:

- **Department of Education** receives total general fund money of \$89.2 million.
- **Community Colleges** are appropriated total general fund money of \$160.6 million.

- **Iowa Empowerment - \$29,464,376.** Changes include eliminating the funding for First Years First program as a line item but the \$2 million in funding is retained and is distributed to the local areas; professional development funding has been suspended from this budget but funding will come from the Health and Human Services budget; and family support, a priority area, is reduced by only 1.41 percent. The bill streamlines the School Ready funding into three categories. This will result in increased flexibility for local boards, easier tracking, more transparency, and fewer administrative duties.
 1. **General Aid: \$6,560,975.** This was previously known as Empowerment School Ready “Other” categorical fund and has been changed to “General Aid” collapsing Quality Improvement, Administration and Professional Development into one funding stream.
 2. **Low Income Preschool funding: \$7,688,850.**
 3. **Family Support ages 0–3 and 0–5: \$15,214,551.** This category is put into one family support category serving 0 – 5. This was considered a priority and only received a 1.41% reduction compared to the 8.33% reduction that most the areas received in the education appropriations bill. This is the lowest reduction of any item in the education budget proposal.
 - **Professional Development** funding was suspended for 2010 from education appropriations but the funding remains intact from the Health and Human Services Appropriation budget at this time. This leaves a total of \$1.09 million dollars for FY 2010 for professional development activities.
 - **First Years First:** Empowerment retains the \$2 million dollars previously allocated to First Years First, but it has been transferred to the community empowerment general aid funding category. This eliminates the First Years First grant program funding and the First Years First coordinator position, although the language for the program remains in the code.
 - **Preschool tuition** through local empowerment was reduced because of the availability of increased funds through federal economic stimulus increasing Head Start funding by \$5.58 million, Special Ed Preschool (Part B) by \$4.14 million and the continued support of the statewide four year old preschool program to \$43 million total, an increase of \$13.5 million. All of these funding streams contribute to the school readiness of Iowa’s preschoolers.
- **State Library – Enrich Iowa and the Library Service Areas - \$3,358,291.** This represents the same level of funding as estimated net FY 2009. Library usage has been shown to be increasing.
- **Entrepreneurs with Disabilities - \$180,590** represents the 8.33 percent reduction compared to the estimated net FY 2009 appropriation.
- **Iowa Public Television - \$8,971,682.** IPTV receives \$90,295 for the ready to learn program previously allocated as a pass-through to Community Empowerment and an increase of \$143,000 for expenses related to the federally imposed delay in the transition to digital television.
- **Four-year old preschool program - \$13,538,863.** This is a decrease of \$1.2 million which represents an 8.33 percent reduction compared to the estimated net FY 2009 appropriation. This money will be used to fund additional preschool programs.
- **Textbooks for nonpublic school pupils - \$625,634.** This is a decrease of \$56,866 compared to the estimated FY 2009 appropriation, a reduction of 8.33 percent.
- **Student Achievement and Teacher Quality Program - \$7,614,750.** This is a decrease of \$237.6 compared to the estimated net FY 2009 appropriation. Moneys in this line item have been shifted to the School Aid Formula or to the categorical appropriation.
- **Community Colleges - \$159,595,181.** This is a decrease of \$20.7 compared to the estimated net FY 2009 appropriation. This appropriation includes \$916,680 for faculty salaries. The allocated salary funding will be added to each college’s base funding next year. This is a general reduction of 12.0 percent.
- **The following programs are not funded for FY 2010:**
 - Senior Year Plus – no funding but the program remains in the Code.

- Before and After School Grants.
- Jobs for Americans Grads.
- Institute for Tomorrow's Workforce.

Department of Education	Est. Net FY 2009	Governor FY 2010	SF 470 FY 2010	SF 470 vs Governor	SF 470 vs Est. Net FY 2009
Administration	\$ 8,625,560	8,525,386	\$ 7,906,881	\$ -618,506	\$ -718,680
Voc. Ed. Administration	625,091	584,460	582,755	-1,705	-42,336
State Library	1,907,426	1,783,443	1,748,500	-34,943	-158,926
State Library – Enrich Iowa	1,796,081	1,679,336	1,796,081	+116,745	-0-
Sate Library – Service Areas	1,562,210	1,460,666	1,562,210	+101,544	-0-
Voc, Ed. Secondary	2,892,850	2,704,815	2,696,921	-7,894	-195,929
Food Service	2,472,038	2,311,356	2,266,069	-45,287	-205,969
Empowerment Gen. Aid	21,967,476	20,220,242	6,560,975	-13,659,267	-15,406,501
Early Child- Preschool Tuition	-0-	-0-	7,688,850	7,688,850	-7,688,850
Early Child – Family Support	4,925,000	4,604,875	15,214,551	+10,609,676	+10,289,551
Early Child-Early Care Health and Ed.	9,850,000	8,523,624	-0-	-8,523,624	-9,850,000
Early Child – Spec. Ed. Services Birth to 3	1,695,579	1,585,366	1,554,304	-31,062	-141,275
Early Child-Vol. Preschool	14,769,449	14,769,449	13,538,863	-1,230,586	-1,230,586
Nonpublic Textbook Svc.	682,500	635,625	625,634	-9,991	-56,866
Administrator Mentoring	246,250	230,244	225,733	-4,511	-20,517
Model Core Curriculum	2,159,466	2,019,101	1,979,540	-39,561	-179,926
Student Ach/Teacher Qlty.	245,193,706	10,666,019	7,614,750	-3,051,269	-237,578,956
Community Colleges General Aid	180,316,478	169,977,369	158,678,501	-11,298,868	-21,637,977
Community College Salaries	-0-	-0-	916,680	916,680	916,680
Community College Salaries – Past Years	1,477,500	-0-	-0-	-0-	-1,477,500
Jobs for America's Grads	591,000	552,585	-0-	-552,585	-591,000
Before and After School Grants	-0-	547,980	-0-	-547,980	-0-
Senior Year Plus	1,871,500	960,347	-0-	-960,347	-1,871,500
Community Colleges Interpreters for the Deaf	197,000	-0-	-0-	-0-	-197,000
Private Instruction	146,000	-0-	-0-	-0-	-146,000
Vocational Rehabilitation	5,624,107	5,258,540	5,155,508	-103,032	-468,599
Independent Living	55,717	52,095	51,075	-1,020	-4,642
Entrepreneurs with Disabilities Program	197,000	184,195	180,590	-3,605	-16,410
Independent Living Center Grant	246,250	230,244	-0-	-230,244	-246,250
Iowa Public Television	8,738,387	8,170,392	8,971,682	801,290	233,295
Regional Telecom Councils	1,344,057	1,256,693	1,232,071	-24,622	-111,986
Total Department of Education	\$ 522,175,678	\$ 269,494,447	\$ 248,748,723	\$ -20,745,724	\$ -273,426,955

REGENTS INSTITUTIONS

The bill appropriates total general fund dollars to the Regents institutions in the amount of \$597.1 mil-

lion. It is anticipated that the Regents will receive some federal stimulus dollars. The following amounts are allocated to each university.

- **University of Iowa receives \$235.5 million** for administration. This represents a 12.63 percent reduction from estimated net FY 2009. Other appropriations to the University of Iowa include the following. These items have all been reduced by 8.33 percent compared to estimated net FY 2009.
 - Center for Disabilities and Development: \$6,335,993
 - Oakdale campus: \$2,521,028
 - State Hygienic Laboratory: \$4,077,715
 - Family Practice Program: \$2,061,809
 - Child Health Care Services: \$760,330
 - Statewide Cancer Registry: \$171,851
 - Substance Abuse Consortium: \$64,023
 - Center for Biocatalysis: \$834,433
 - Primary Health Care Initiative: \$748,195
 - Birth Defects Registry: \$44,145
 - Iowa Nonprofit Center: \$187,402
- **Iowa State University receives \$184.9 million** for general administration. This represents a 12.82 percent reduction from estimated net FY 2009. Other appropriations to ISI include the following. These items have all been reduced by between 7.37 percent to 8.33 percent compared to estimated net FY 2009.
 - Agricultural Experiment Station: \$32,412,044
 - Cooperative Extension Service: \$20,680,435
 - Leopold Center: \$458,209
 - Livestock Disease Research: \$199,284
 - Veterinary Diagnostic Laboratory: \$916,680. This is the last of the appropriations for the Diagnostic Lab, bringing the total appropriation to the \$4 million goal.
- **University of Northern Iowa receives \$83.9 million** for general administration. This represents a 12.53 percent reduction from estimated net FY 2009. Other appropriations to UNI include the following. These items have all been reduced by 8.33 percent compared to estimated net FY 2009.
 - Recycling and Reuse Center: \$202,064
 - Science, Technology, Engineering and Mathematics (STEM): \$3,611,721
 - Real estate education program: \$144,469
 - Engineering Study for the Price Lab School: \$35,000
- **State School for the Deaf: \$9,143,424**, a decrease of \$831,071 compared to estimated net FY 2009.
- **Iowa Braille and Sight saving School: 5,170,134**, a decrease of \$469,928 compared to the estimated net FY 2009 appropriation.

Regents	Est. Net FY 2009	Governor FY 2010	SF 470 FY 2010	SF 470 vs Governor	SF 470 vs Est. Net FY 2009
Regents, Board	\$ 1,324,523	\$ 1,238,429	\$ 1,227,914	\$ -10,515	\$ -96,609
Southwest Iowa Resource Center	110,018	102,867	100,851	-2,016	-9,167
Tri State Graduate Center	83,769	77,149	76,789	-360	-6,980
Quad Cities Graduate Center	163,228	152,618	149,628	-2,990	-13,600
Midwestern Higher Ed. Consortium	90,000	82,888	-0-	-82,888	-90,000
BOR – Iowa Public Radio	492,500	460,488	451,465	-9,023	-41,035

Univ. of Iowa – General	269,527,169	251,814,456	235,483,091	-16,331,365	-34,044,078
Cntr. For Disabilities/Dev.	6,839,740	6,462,616	6,335,993	-126,623	-503,747
U of I – Oakdale Campus	2,721,464	2,571,410	2,521,028	-50,382	-200,436
U of I – Hygienic Lab.	4,401,916	4,159,207	4,077,715	-81,492	-324,201
Family Practice Program	2,225,736	2,103,014	2,061,809	-41,205	-163,926
SCHS, Spec. Child Health	820,780	775,525	760,330	-15,195	-60,450
State of Iowa Cancer Registry	185,514	175,285	171,851	-3,434	-13,663
SUI- Substance Abuse Consortium	69,113	65,302	64,023	-1,279	-5,090
Biocatalysis	900,775	851,109	834,433	-16,676	-66,342
Primary Health Care	807,680	763,147	748,195	-14,952	-59,485
Iowa Birth Defects Registry	47,656	45,028	44,145	-883	-3,511
SUI- Iowa Nonprofit Resource Center	202,301	191,147	187,402	-3,745	-14,899
SUI Ag Health and Safety	126,713	119,727	-0-	-119,727	-126,713
Iowa State University – General	212,192,481	197,766,201	184,987,583	-12,778,618	-27,204,898
ISU – Ag Experiment Station	34,989,170	33,059,792	32,412,044	-647,748	-2,577,126
ISU – Cooperative Extension	22,324,765	21,093,729	20,680,435	-413,294	-1,644,330
ISU – Leopold Center	494,642	467,366	458,209	-9,157	-36,433
Livestock Disease Research	215,129	203,266	199,284	-3,982	-15,845
ISU – Vet. Diagnostic Lab.	-0-	-0-	916,680	916,680	916,680
ISU – George Washington Carver	243,681	203,244	-0-	-230,244	-243,681
Univ. of Northern Iowa General	95,792,085	89,565,599	83,789,887	-5,775,712	-12,002,198
Recycling and Reuse Center	220,430	206,102	202,064	-4,038	-18,366
Science, Technology, Engineering & Math	3,940,000	3,683,900	3,611,721	-72,179	-328,279
UNI—Real Estate Ed. Program	157,600	147,356	144,469	-2,887	-13,131
Engineering Study RDDD School	-0-	-0-	35,000	35,000	+35,000
Iowa School for the Deaf	9,974,495	9,326,153	9,143,424	-182,729	-831,071
Iowa Braille and Sight Saving School	5,640,062	5,273,458	5,170,134	-103,324	-469,928
Tuition and Transportation	14,795	13,833	13,562	-271	-1,233
Total Regents	\$ 677,339,929	\$ 633,248,411	\$ 597,061,158	\$ -36,187,253	\$ -80,278,777

Other Language

- Requires the Board of Educational Examiners to transfer \$454,000 from its FY 2009 ending balance to the Department of Education for Beginning Teacher Mentoring and Induction.
- Eliminates the requirement that local Empowerment boards spend 60 percent of their state funds that remain after all other categorical funding requirements have been met on family support services. The bill increases the annual family support and parent education appropriation in lieu of the requirement.
- Eliminates the requirement that school districts spend no less on the Home School Assistance Program (HSAP) than they spent on the program in FY 2008. This language does not eliminate the program. Funding for the program is provided to school districts through the school aid formula.

- Specifies additional data pertaining to salaries and benefits that the community colleges must report to the Department of Education and requires the department to report this information to the General Assembly.
- Requires that funds appropriated by the General Assembly for community college instructor salaries be paid to instructors in equal payments each pay period throughout the year beginning in October.
- Requires any postsecondary institution whose students receive grants or scholarships through the College Student Aid Commission to include the K-12 unique student identifier in its student information data base.
- Requires the Board of Regents to submit its budget request by historical budget units.
- The term “beginning teacher” for purpose of the Student Achievement and Teacher Quality Program does not include employees of school districts or area education agencies on probationary status, unless the teacher holds an initial or teacher intern license.
- Provides that the Beginning Administrator Mentoring Program is intended for administrators engaged in instructional leadership and does not include assistant principals or assistant superintendents.
- Provides that unspent FY 2009 funds for the Institute for Tomorrow’s Workforce are to be used to supplement and no supplant funds allocated to Beginning Teacher Mentoring and Induction in FY 2010.
- Repeals the Institute for Tomorrow’s Workforce.
- Repeals the Code related to the Midwest Higher Education Compact.

Effective Dates

- The transfers from the FY 2009 ending balances of the All Iowa Opportunity Scholarship Fund and the Washington D.C. Internship funding to the National Guard Educational Assistance Program are effective upon enactment.
- The transfer of \$454,000 from the Board of Educational Examiners FY 2009 ending balance to Beginning Teacher Mentoring and Induction is effective upon enactment.
- The transfer of \$246,000 from the unspent FY 2009 allocation for the Institute for Tomorrow’s Workforce to Beginning Teacher Mentoring and Induction is effective upon enactment.