

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2019 - Dept. of Career and Technical Education - Senate Action**

	<b>Base Budget</b>	<b>Senate Changes</b>	<b>Senate Version</b>
Salaries and wages	\$5,118,145	\$720,245	\$5,838,390
New and vacant FTE pool		126,203	126,203
Operating expenses	3,046,350	1,399,261	4,445,611
Grants	11,507,349	2,500,000	14,007,349
Grants - Secondary	41,537,780	7,000,000	48,537,780
Marketplace for kids	300,000	100,000	400,000
Adult farm management	1,706,138	(1,706,138)	
Workforce training	2,500,000	750,000	3,250,000
STEM initiative	100,000		100,000
<b>Total all funds</b>	<b>\$65,815,762</b>	<b>\$10,889,571</b>	<b>\$76,705,333</b>
Less estimated income	14,500,485	2,927,524	17,428,009
General fund	\$51,315,277	\$7,962,047	\$59,277,324
<b>FTE</b>	<b>23.50</b>	<b>0.00</b>	<b>23.50</b>

**Department 270 - Dept. of Career and Technical Education - Detail of Senate Changes**

	<b>Adds Funding for Salary and Benefit Increases<sup>1</sup></b>	<b>Adds Funding to Replace 2023-25 New and Vacant FTE Pool<sup>2</sup></b>	<b>Transfers Funding for 2025-27 New and Vacant FTE Pool<sup>3</sup></b>	<b>Adjusts Base Level Funding<sup>4</sup></b>	<b>Adds Funding for Cost to Continue CTE Reimbursement Rates<sup>5</sup></b>	<b>Adds Funding for New and Expanding CTE Programs<sup>6</sup></b>
Salaries and wages	\$357,630	\$543,726	(\$180,290)	(\$821)		
New and vacant FTE pool			126,203			
Operating expenses				399,261		
Grants				2,500,000		
Grants - Secondary					\$4,000,000	\$3,000,000
Marketplace for kids						
Adult farm management						
Workforce training						
STEM initiative						
<b>Total all funds</b>	<b>\$357,630</b>	<b>\$543,726</b>	<b>(\$54,087)</b>	<b>\$2,898,440</b>	<b>\$4,000,000</b>	<b>\$3,000,000</b>
Less estimated income	24,443	18,894	(3,744)	2,887,931	0	0
General fund	\$333,187	\$524,832	(\$50,343)	\$10,509	\$4,000,000	\$3,000,000
<b>FTE</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

	<b>Adds Funding for Marketplace for Kids<sup>7</sup></b>	<b>Removes Funding for Adult Farm Management<sup>8</sup></b>	<b>Adds Funding for the Workforce Training Program<sup>9</sup></b>	<b>Adds One-Time Funding for Career Exploration<sup>10</sup></b>	<b>Total Senate Changes</b>
Salaries and wages					\$720,245
New and vacant FTE pool					126,203
Operating expenses				\$1,000,000	1,399,261
Grants					2,500,000
Grants - Secondary					7,000,000
Marketplace for kids	\$100,000				100,000
Adult farm management		(\$1,706,138)			(1,706,138)
Workforce training			\$750,000		750,000
STEM initiative					
<b>Total all funds</b>	<b>\$100,000</b>	<b>(\$1,706,138)</b>	<b>\$750,000</b>	<b>\$1,000,000</b>	<b>\$10,889,571</b>
Less estimated income	0	0	0	0	2,927,524
General fund	\$100,000	(\$1,706,138)	\$750,000	\$1,000,000	\$7,962,047
<b>FTE</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

<sup>1</sup> The following funding is added for 2025-27 biennium salary adjustments of 3 percent on July 1, 2025, and 3 percent on July 1, 2026, and increases in health insurance premiums from \$1,643 to \$1,893 per month:

	<u>General Fund</u>	<u>Federal Funds</u>	<u>Total</u>
Salary increase	\$198,576	\$14,927	\$213,503
Health insurance increase	<u>134,611</u>	<u>9,516</u>	<u>144,127</u>
Total	\$333,187	\$24,443	\$357,630

<sup>2</sup> Funding is added to replace 2023-25 biennium new and vacant FTE pool funding as follows:

	<u>General Fund</u>	<u>Federal Funds</u>	<u>Total</u>
New FTE positions	\$394,874	\$0	\$394,874
Vacant FTE positions	<u>129,958</u>	<u>18,894</u>	<u>148,852</u>
Total	\$524,832	\$18,894	\$543,726

<sup>3</sup> Funding of \$180,290 for estimated savings from vacant FTE positions is removed and funding of \$126,203 is added for a 2025-27 new and vacant FTE pool line item as follows:

	<u>General Fund</u>	<u>Federal Funds</u>	<u>Total</u>
New FTE positions	\$0	\$0	\$0
Vacant FTE positions	<u>(167,810)</u>	<u>(12,480)</u>	<u>(180,290)</u>
Total	(\$167,810)	(\$12,480)	(\$180,290)
Funding pool line item	<u>117,467</u>	<u>8,736</u>	<u>126,203</u>
Net savings	(\$50,343)	(\$3,744)	(\$54,087)

<sup>4</sup> Base level funding is adjusted as follows:

	<u>General Fund</u>	<u>Federal Funds</u>	<u>Total</u>
Adjusts funding for base payroll changes	\$7	(\$828)	(\$821)
Adds funding for operating expenses, primarily related to professional services and fees, travel, information technology costs, and office equipment	10,502	388,759	399,261
Adds funding for grants to schools and area career and technical centers for career and technical education programs to provide a total of \$14,007,349 from federal funds	<u>0</u>	<u>2,500,000</u>	<u>2,500,000</u>
Total	\$10,509	\$2,887,931	\$2,898,440

<sup>5</sup> Funding of \$4 million is added from the general fund for the cost to continue career and technical education reimbursement rates at schools and area career and technical centers.

<sup>6</sup> Funding of \$3 million from the general fund is added for new and expanding secondary career and technical education programs.

<sup>7</sup> Funding of \$100,000 is added from the general fund for the Marketplace for Kids program to provide a total of \$400,000 from the general fund.

<sup>8</sup> Funding of \$1,706,138 is removed from the general fund for the adult farm management program, eliminating funding for the program in the Department of Career and Technical Education. Senate Bill No. 2274 includes statutory changes necessary to transfer the program to the Agriculture Commissioner and appropriates \$1,900,000 from the general fund to the Agriculture Commissioner for a farm management program.

<sup>9</sup> Funding of \$750,000 is added from the general fund for the workforce training program to provide a total of \$3.25 million from the general fund.

<sup>10</sup> One-time funding of \$1 million is added from the general fund for virtual reality career exploration hardware and software.

---

**Senate Bill No. 2019 - Other Changes - Senate Action**

A section is added regarding the use of funding in the new and vacant FTE pool line item.