

# DEPARTMENT 201 - DEPARTMENT OF PUBLIC INSTRUCTION 2025-27 BASE-LEVEL BUDGET

## Base Budget - Summary

	<u>Base Level</u>
Salaries and wages	\$19,964,765
Operating expenses	32,793,320
Integrated formula payments	2,299,674,851
Grants - special education	24,000,000
Grants - transportation	58,100,000
Grants - other grants	382,738,893
Grants - program grants	17,205,000
Grants - passthrough grants	3,569,000
PowerSchool	5,775,000
National board certification	<u>176,290</u>
Total all funds	\$2,843,997,119
Less estimated income	<u>1,115,246,674</u>
Total general fund	\$1,728,750,445
Full-time equivalent (FTE) positions	86.25

The Department of Public Instruction is organized in three divisions--Superintendent's Office, Student Support and Innovation, and Information and Administration.

### Selected Base Budget Information

	General Fund	Other Funds	Total
1. Includes salary and benefits funding for 86.25 FTE positions, including the Superintendent of Public Instruction's annual salary of \$138,142, effective July 1, 2023, and \$143,668, effective July 1, 2024	\$7,572,946	\$12,391,819	\$19,964,765
2. Includes funding for operating expenses primarily related to professional fees and services (\$20 million), operating fees and services (\$3.7 million), information technology-related expenditures (\$5.2 million), miscellaneous expenses (\$1.9 million), and travel (\$1.1 million)	\$5,679,444	\$27,113,876	\$32,793,320
3. Includes funding for integrated formula payments, of which \$1,617,821,765 is from the general fund, \$157,000,000 is from the foundation aid stabilization fund, \$510,860,000 is from the state tuition fund, and \$13,993,086 is from the strategic investment and improvements fund (SIIF)	\$1,617,821,765	\$681,853,086	\$2,299,674,851
4. Includes funding for special education contract grants	\$24,000,000	\$0	\$24,000,000
5. Includes funding for transportation grants	\$58,100,000	\$0	\$58,100,000
6. Includes funding for other grants, including grants from federal funds of \$382,513,893, primarily related to United States Department of Education and United States Department of Agriculture funding for title programs and food programs, and the displaced homemaker program of \$225,000	\$0	\$382,738,893	\$382,738,893
7. Includes funding for program grants administered by the department <sup>1</sup>	\$9,125,000	\$8,080,000	\$17,205,000
8. Includes funding for passthrough grants <sup>2</sup>	\$500,000	\$3,069,000	\$3,569,000
9. Includes funding for PowerSchool	\$5,775,000	\$0	\$5,775,000
10. Includes funding for national board certification	\$176,290	\$0	\$176,290

<sup>1</sup>The following is a summary of program grants provided for the 2023-25 biennium, including the program grant pool:

	General Fund	Other Funds	Total
Adult education matching grants		\$5,500,000	\$5,500,000
Program grant pool		1,200,000	1,200,000
School food services matching grants		1,380,000	1,380,000
Free meal program	\$6,000,000		6,000,000
Paraprofessional-to-teacher program	3,000,000		3,000,000
Administrative cost-sharing reimbursement	125,000		125,000
<b>Total</b>	<b>\$9,125,000</b>	<b>\$8,080,000<sup>a</sup></b>	<b>\$17,205,000</b>

<sup>a</sup>Special funds derived from general fund carryover deposited in the department's operating fund.

<sup>2</sup>The following is a summary of passthrough grants provided for the 2023-25 biennium:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Mentoring program		\$2,500,000	\$2,500,000
National writing projects		40,000	40,000
Rural art outreach project		425,000	425,000
Governor's school grants	\$500,000		500,000
"We the People" program		70,000	70,000
Cultural heritage grants		34,000	34,000
<b>Total</b>	<b>\$500,000</b>	<b>\$3,069,000<sup>b</sup></b>	<b>\$3,569,000</b>

<sup>b</sup>Special funds derived from general fund carryover deposited in the department's operating fund.

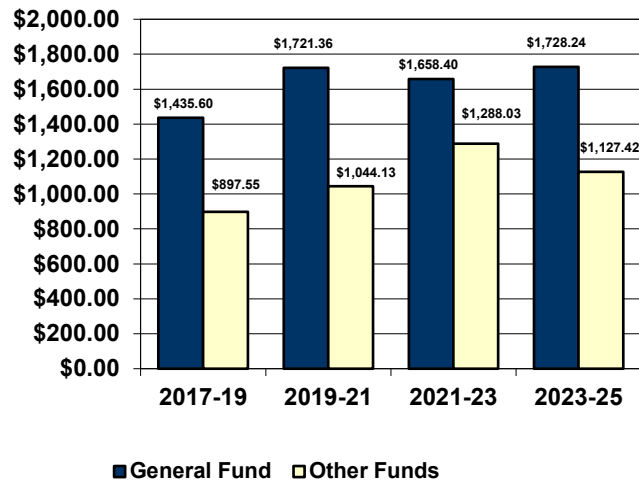
### **Continuing Appropriations**

**Displaced homemaker program** - North Dakota Century Code Chapter 14-06.1 - The fund is used to provide counseling, guidance, job readiness training, and services for displaced homemakers. For the 2021-23 biennium, the fund had \$213,992 of revenues, \$174,941 of expenditures, and a fund balance of \$216,140 as of June 30, 2023.

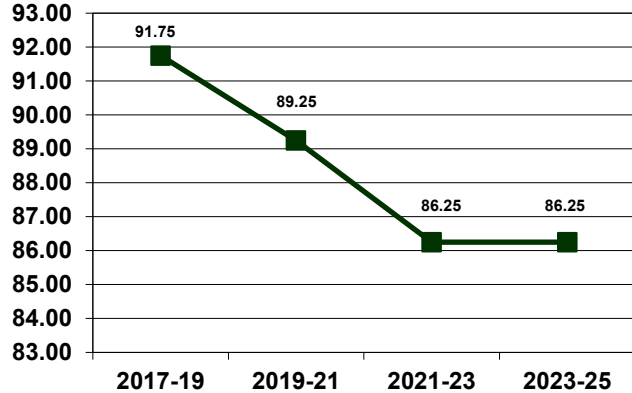
# Historical Appropriations Information

## Agency Appropriations and FTE Positions

Agency Funding (Millions)



FTE Positions



### Ongoing General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25
Ongoing general fund appropriations	\$1,689,008,539	\$1,435,601,984	\$1,721,161,137	\$1,658,196,873	\$1,728,750,445
Increase (decrease) from previous biennium	N/A	(\$253,406,555)	\$285,559,153	(\$62,964,264)	\$70,553,572
Percentage increase (decrease) from previous biennium	N/A	(15.0%)	19.9%	(3.7%)	4.3%
Cumulative percentage increase (decrease) from 2015-17 biennium	N/A	(15.0%)	1.9%	(1.8%)	2.4%

### Major Increases (Decreases) in Ongoing General Fund Appropriations

#### 2017-19 Biennium

- Removed 8 FTE positions from the base budget, of which funding for 3 FTE information technology programmer and research positions were transferred from the salaries and wages line item to the operating expenses line item to contract for services (\$652,038)
- Reduced funding for operating expenses (\$1,301,254)
- Increased funding for cost-to-continue state school aid \$18,864,163
- Adjusted the funding sources of integrated formula payments to provide for increased funding available from the state tuition fund (\$86,412,905)
- Adjusted the funding sources of integrated formula payments to provide for a decrease in ongoing funding provided from the foundation aid stabilization fund to \$110 million \$6,053,293
- Adjusted the funding sources of integrated formula payments to provide for one-time funding from the foundation aid stabilization fund (\$185,000,000)
- Increased funding for special education contract grants to provide a total of \$19.3 million from the general fund \$2,000,000
- Reduced funding for transportation grants to provide a total of \$55.4 million from the general fund (\$1,600,000)
- Added funding for a flexible funding pool for certain programs administered by the Superintendent of Public Instruction \$1,530,000
- Reduced funding for program grants (\$1,179,022)
- Reduced funding for various passthrough grants (\$2,887,500)
- Reduced funding for PowerSchool (\$500,000)

**2019-21 Biennium**

1. Removed 4 FTE positions from the base budget	(\$583,930)
2. Restored 1 FTE division manager position	\$272,692
3. Added a .5 FTE position and related funding for salaries and wages (\$76,000) and operating expenses (\$189,000) for the administration of the Education Coordination Council established in Senate Bill No. 2215	\$265,000
4. Transferred the teacher shortage loan forgiveness program from the North Dakota University System	\$2,103,393
5. Added funding for operating expenses related to increases in the continuous improvement for schools contract with AdvancEd to provide a total of \$1,112,000	\$312,000
6. Increased funding for operating expenses to correct an error in the department's budget request relating to its base budget adjustments	\$1,000,000
7. Added funding for operating expenses related to a Pre K-12 Education Vision Steering Committee to support the facilitation of stakeholder groups to continue developing education initiatives as provided in Senate Bill No. 2025	\$300,000
8. Increased funding for cost-to-continue state school aid	\$53,625,374
9. Adjusted funding for integrated formula payments for changes to the state school aid formula approved in Senate Bill No. 2265	\$109,372,892
10. Added funding for integrated formula payments to replace one-time funding provided from the foundation aid stabilization fund during the 2017-19 biennium	\$185,000,000
11. Adjusted the funding source for integrated formula payments to increase funding from the state tuition fund/common schools trust fund	(\$72,217,095)
12. Increased funding for special education contract grants to provide a total of \$24 million from the general fund	\$4,700,000
13. Increased funding for transportation grants to provide a total of \$56.5 million from the general fund	\$1,100,000
14. Increased funding for adult education matching grants to provide a total of \$4.4 million from the general fund	\$1,300,000
15. Added funding for leadership professional development program grants	\$200,000
16. Removed funding for the transportation efficiency line item and included transportation efficiency in the flexible funding pool	(\$30,000)
17. Reduced funding for the Superintendent of Public Instruction's flexible funding pool to provide a total of \$1.5 million from the general fund for certain programs and initiatives administered by the Superintendent	(\$30,000)
18. Reduced funding for passthrough grants	(\$34,236)
19. Reduced funding for national board certification to provide a total of \$108,000 from the general fund	(\$12,000)

**2021-23 Biennium**

1. Transferred 3 FTE positions and related salaries of \$600,000 and operating expenses of \$100,000 to the Department of Human Services pursuant to House Bill No. 1416 relating to the administration of an early childhood education program for 4-year olds	(\$300,000)
2. Adjusted the funding source for professional fees related to accreditation support to provide funding from school district reimbursements for services	(\$1,012,000)
3. Removed funding for ACT and WorkKeys testing fees pursuant to Senate Bill No. 2141	(\$780,000)
4. Decreased funding for integrated formula payments for savings related to a reduction in the cost to continue	(\$16,868,441)
5. Adjusted the funding source for integrated formula payments to provide for an increase in funds available from the state tuition fund	(\$55,256,000)
6. Increased funding for integrated formula payments for changes to the state school aid formula approved in House Bill No. 1388	\$12,036,512
7. Added funding for the fiscal impact of increased participation in summer school related to House Bill No. 1436	\$1,300,000
8. Added funding for the fiscal impact of House Bill No. 1246 related to eliminating the deduction of tuition paid with federal impact aid	\$3,700,000
9. Increased funding for special education contract grants to provide a total of \$27 million from the general fund	\$3,000,000
10. Increased funding for transportation grants, pursuant to reimbursement changes approved in House Bill No. 1027, to provide a total of \$58.1 million from the general fund	\$1,600,000

- 11. Reduced funding for the Superintendent of Public Instruction's flexible funding pool, included in the grants - program and passthrough line item, and adjusted the funding source to carryover (\$1,500,000)
- 12. Increased funding for program grants, included in the grants - program and passthrough line item, and adjusted the funding source to carryover (\$6,180,000)
- 13. Increased funding for passthrough grants, included in the grants - program and passthrough line item, and adjusted the funding source to carryover (\$2,863,764)

**2023-25 Biennium**

- 1. Decreased funding for information technology charges based on total funding and required charges assessed by the Information Technology Department based on agency funding which may not include funding provided to the department for integrated formula payments, transportation grants, and special education contract grants (\$175,000)
- 2. Added funding for operating expenses related to a new Capitol space rent model \$140,899
- 3. Increased funding for integrated formula payments, net of general fund reductions for a cost to continue reduction of \$46.4 million and adjustments to the funding sources for integrated formula payments to increase funding from the state tuition fund/common schools trust fund (\$77.84 million), the foundation aid stabilization fund (\$13.5 million), and SIIF (\$14 million) \$62,271,265
- 4. Increased funding in the integrated formula payments line item to increase grants to regional education associations to provide a total of \$700,000 \$200,000
- 5. Decreased funding for special education contract grants to provide a total of \$24 million from the general fund (\$3,000,000)
- 6. Added funding for program grants for a free meal program \$6,000,000
- 7. Added funding for program grants for a paraprofessional-to-teacher program \$3,000,000
- 8. Added funding for program grants for an administrative cost-sharing reimbursement program \$125,000
- 9. Added funding for a passthrough grant for the North Dakota Governor's school \$500,000
- 10. Increased funding for PowerSchool to provide a total of \$5,775,000 from the general fund \$525,000

**One-Time General Fund Appropriations**

	<b>2015-17</b>	<b>2017-19</b>	<b>2019-21</b>	<b>2021-23</b>	<b>2023-25</b>
One-time general fund appropriations	\$0	\$0	\$200,000	\$200,000	\$70,000

**Major One-Time General Fund Appropriations**

**2017-19 Biennium**

None \$0

**2019-21 Biennium**

Added one-time funding for operating expenses to rewrite the state school aid formula \$200,000

**2021-23 Biennium**

Added one-time funding for state automated reporting system (STARS) application maintenance \$200,000

**2023-25 Biennium**

Added one-time funding for program grants for regional education association merger incentive grants \$70,000