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[education.mn.gov/mde/index.html](http://education.mn.gov/mde/index.html)

**AT A GLANCE**

**MDE Customers and Stakeholders (2017)**

- 861,540 students in prekindergarten through grade 12.
- Over 125,000 children participating in early learning programs.
- 331 school districts and 169 charter schools.
- 61,822 adult learners in fiscal year (FY) 2018.

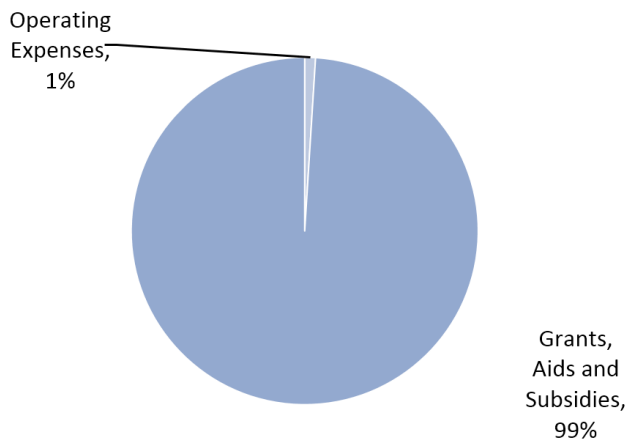
**PURPOSE**

The mission of the Minnesota Department of Education (MDE) is: “Leading for educational excellence and equity. Every day for every one.” MDE is striving to create the World’s Best Workforce (WBWF) by focusing on five key student outcome goals: all students ready for kindergarten, all students reading in third grade, all achievement gaps closed, all students graduating from high school, and all students ready for career and college.

The department strives to improve educational achievement by establishing clear standards, measuring performance, assisting educators, and increasing opportunities for lifelong learning. The department strives to be an innovative education agency, assisting schools, families, and other education providers with exemplary services that result in high academic achievement for all students, prekindergarten to grade 12, and adult learners. Every learner will reach his or her full potential through an outstanding Minnesota education system that is a world leader in achievement and innovation.

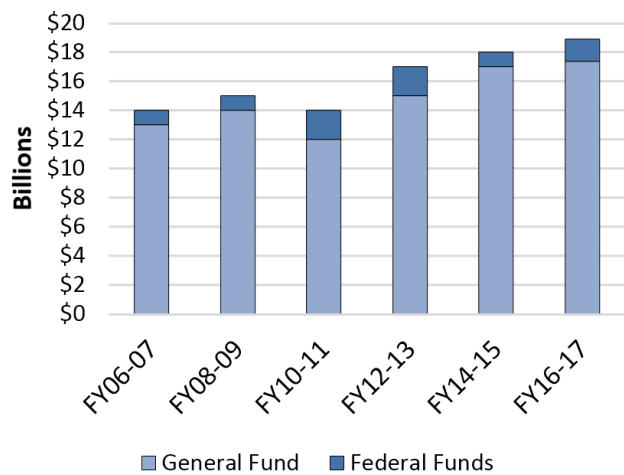
**BUDGET**

**Spending by Category  
FY 17 Actual**



Source: Budget Planning and Analysis System (BPAS)

**Historical Spending**



Source: Consolidated Fund Statement

\*\$2.7 billion in general fund aid to school districts was shifted beginning in FY 2010 in order to help balance the state budget, causing the FY 2010-11 spending to decrease. Repayment of the shifts began in FY 2012, causing the FY 2012-13 spending to increase.

In FY 2016-17, 95 percent of education funding was from the state general fund and 5 percent was from federal funds. In FY 2017, actual spending was \$9.7 billion; \$9.6 billion was passed through the agency as grants and aids,

and \$90 million was passed through the agency as testing/assessment/other contracts, salary/fringe and other operating costs.

## **STRATEGIES**

To achieve its mission and reach the five goals of WBWF, MDE provides leadership and support to students, teachers and schools using the following strategies:

### **Direct Support**

Department programs provide direct support in continuous improvement of teaching and learning to schools and districts. The Regional Centers of Excellence provide strategic instructional and leadership support and implementation of best practice strategies to improve teaching and learning in the classroom. While the most intensive support is aimed at those schools that need the most assistance, direct support is available to all districts, as needed, through the Regional Centers.

### **Prekindergarten through 12 Systems**

MDE programs provide support for systems improvement through a comprehensive, collaborative approach. For example, works to improve teacher and leader quality by supporting and improving implementation of local teacher and principal professional development and evaluation support systems that will benefit all Minnesota students. The state accountability system under the federal Every Student Succeeds Act and WBWF legislation measures student performance from pre-K through postsecondary education and provides a comprehensive model of continuous system improvement for all districts.

### **Guidance, Technical Assistance and Funding**

Department programs provide supportive leadership to all educational entities by providing guidance and technical assistance to meet the myriad of state and federally legislated requirements. For instance, the technical assistance to districts in the development of their World's Best Workforce plans results in a plan for continuous improvement of school districts through the systemic alignment of legislative requirements in a manner that is streamlined, equitable, and effective for all districts. The department also administers school funding programs, including the calculation and distribution of various funding sources.

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M.S. 119A; M.S. 120-129B; M.S. 134-135

# Education

# Agency Expenditure Overview

(Dollars in Thousands)

	Actual FY16	Actual FY17	Actual FY18	Estimate FY19	Forecast Base		Enacted Budget	
					FY20	FY21	FY20	FY21
<b><u>Expenditures by Fund</u></b>								
1000 - General	8,486,034	8,858,737	9,209,053	9,573,182	9,671,910	9,834,979	9,783,486	10,137,813
2000 - Restrict Misc Special Revenue	10,853	10,535	10,710	11,656	9,011	7,056	8,779	6,824
2001 - Other Misc Special Revenue	700	737	829	344			75,209	70,709
2301 - Arts & Cultural Heritage	2,106	2,134	2,469	2,597			2,600	2,600
2403 - Gift	62	71	101	187	127	125	127	125
3000 - Federal	748,887	774,850	771,633	831,982	842,821	832,155	842,821	832,155
3801 - Endowment School	27,763	29,958	33,023	35,458	35,753	36,048	35,753	36,048
6000 - Miscellaneous Agency	3		1	6	5	5	5	5
<b>Total</b>	<b>9,276,408</b>	<b>9,677,023</b>	<b>10,027,818</b>	<b>10,455,412</b>	<b>10,559,627</b>	<b>10,710,368</b>	<b>10,748,780</b>	<b>11,086,279</b>
Biennial Change				1,529,798		786,765		1,351,829
Biennial % Change				8		4		7
Enacted Budget Change from Base								565,064
Enacted Budget % Change from Base								3

# Education

# Agency Financing by Fund

(Dollars in Thousands)

	Actual FY16	Actual FY17	Actual FY18	Estimate FY19	Forecast Base FY20 FY21		Enacted Budget FY20 FY21	
<b>1000 - General</b>								
Entitlement	8,338,783	8,683,254	9,034,762	9,349,896	9,469,619	9,635,842	9,658,215	10,025,415
Levies	2,448,645	2,619,632	2,682,112	2,862,966	3,081,972	3,258,981	3,081,869	3,258,942
District Revenue	10,787,428	11,302,886	11,716,874	12,212,862	12,551,591	12,894,823	12,740,084	13,284,357
Direct Appropriation	8,505,398	8,899,048	9,216,274	9,555,064	9,670,482	9,833,550	9,857,392	10,207,118
Open Appropriation			3,253	3,257	3,291	3,291	3,291	3,291
Balance Forward In		6,481	19,472	18,272				
Net Transfers							75,334	70,734
Transfers In	3,993	52,766	9,113	293	333	342	333	342
Transfers Out	3,522	61,201	12,225	2,155	2,195	2,204	2,195	2,204
Cancellations	14,763	24,225	1,740	1,549				
Balance Forward Out	5,073	14,131	18,273					
<b>Expenditures</b>	<b>8,486,034</b>	<b>8,858,737</b>	<b>9,209,053</b>	<b>9,573,182</b>	<b>9,671,910</b>	<b>9,834,979</b>	<b>9,783,486</b>	<b>10,137,813</b>
Biennial Change in Expenditures				1,437,464		724,654		1,139,064
Biennial % Change in Expenditures				8		4		6
Enacted Budget Change from Base								414,410
Enacted Budget % Change from Base								2

## 2000 - Restrict Misc Special Revenue

Balance Forward In	2,914	3,398	4,215	3,426	1,040	854	1,040	854
Receipts	11,246	11,080	10,571	9,285	8,726	6,744	8,726	6,744
Internal Billing Receipts	5,375	5,587	5,400	5,343	5,974	5,974	5,974	5,974
Transfers In			10		232	232	0	0
Transfers Out		3	661	15	133	15	133	15
Balance Forward Out	3,306	3,941	3,426	1,040	854	759	854	759
<b>Expenditures</b>	<b>10,853</b>	<b>10,535</b>	<b>10,710</b>	<b>11,656</b>	<b>9,011</b>	<b>7,056</b>	<b>8,779</b>	<b>6,824</b>
Biennial Change in Expenditures				979		(6,299)		(6,763)
Biennial % Change in Expenditures				5		(28)		(30)
Enacted Budget Change from Base								(464)
Enacted Budget % Change from Base								(3)

## 2001 - Other Misc Special Revenue

Balance Forward In	224	184	155	4				
Receipts	693	708	683	340				

# Education

# Agency Financing by Fund

(Dollars in Thousands)

	Actual FY16	Actual FY17	Actual FY18	Estimate FY19	Forecast Base		Enacted Budget	
					FY20	FY21	FY20	FY21
Transfers In							75,209	70,709
Transfers Out			5					
Balance Forward Out	217	154	4					
<b>Expenditures</b>	<b>700</b>	<b>737</b>	<b>829</b>	<b>344</b>			<b>75,209</b>	<b>70,709</b>
Biennial Change in Expenditures				(265)		(1,173)		144,745
Biennial % Change in Expenditures				(18)		(100)		12,344
Enacted Budget Change from Base								145,918
Enacted Budget % Change from Base								

## 2301 - Arts & Cultural Heritage

Balance Forward In			66	97				
Direct Appropriation	2,200	2,200	2,500	2,500	0	0	2,600	2,600
Balance Forward Out	94	66	97					
<b>Expenditures</b>	<b>2,106</b>	<b>2,134</b>	<b>2,469</b>	<b>2,597</b>			<b>2,600</b>	<b>2,600</b>
Biennial Change in Expenditures				826		(5,066)		134
Biennial % Change in Expenditures				19		(100)		3
Enacted Budget Change from Base								5,200
Enacted Budget % Change from Base								

## 2403 - Gift

Balance Forward In	174	185	174	175	88	67	88	67
Receipts	72	61	101	100	106	107	106	107
Balance Forward Out	184	174	174	88	67	49	67	49
<b>Expenditures</b>	<b>62</b>	<b>71</b>	<b>101</b>	<b>187</b>	<b>127</b>	<b>125</b>	<b>127</b>	<b>125</b>
Biennial Change in Expenditures				154		(36)		(36)
Biennial % Change in Expenditures				116		(12)		(12)
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								0

## 2820 - Maximum Effort School Loan

Balance Forward In	431	1,852	48	288	287	987	287	987
Receipts	1,852	280	288	287	987	44	987	44
Transfers Out	431	62,477	48	288	287	987	287	987

# Education

# Agency Financing by Fund

(Dollars in Thousands)

	Actual FY16	Actual FY17	Actual FY18	Estimate FY19	Forecast Base		Enacted Budget	
					FY20	FY21	FY20	FY21
Net Loan Activity		60,392						
Balance Forward Out	1,852	48	288	287	987	44	987	44

## 3000 - Federal

Balance Forward In	517	34						
Receipts	748,403	774,816	771,633	831,982	842,821	832,155	842,821	832,155
Transfers In	337							
Transfers Out	337							
Balance Forward Out	34							
<b>Expenditures</b>	<b>748,887</b>	<b>774,850</b>	<b>771,633</b>	<b>831,982</b>	<b>842,821</b>	<b>832,155</b>	<b>842,821</b>	<b>832,155</b>
Biennial Change in Expenditures				79,878		71,361		71,361
Biennial % Change in Expenditures				5		4		4
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								0

## 3801 - Endowment School

Balance Forward In		0						
Transfers In	27,763	29,958	33,023	35,458	35,753	36,048	35,753	36,048
<b>Expenditures</b>	<b>27,763</b>	<b>29,958</b>	<b>33,023</b>	<b>35,458</b>	<b>35,753</b>	<b>36,048</b>	<b>35,753</b>	<b>36,048</b>
Biennial Change in Expenditures				10,760		3,320		3,320
Biennial % Change in Expenditures				19		5		5
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								0

## 6000 - Miscellaneous Agency

Balance Forward In	44	51	61	1				
Receipts	11	10	3	5	5	5	5	5
Transfers Out			61					
Balance Forward Out	52	61	2					
<b>Expenditures</b>	<b>3</b>		<b>1</b>	<b>6</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>
Biennial Change in Expenditures				4		3		3
Biennial % Change in Expenditures						38		38
Enacted Budget Change from Base								0

**Education**

**Agency Financing by Fund**

*(Dollars in Thousands)*

	Actual	Actual	Actual	Estimate	Forecast Base		Enacted Budget	
	FY16	FY17	FY18	FY19	FY20	FY21	FY20	FY21
Enacted Budget % Change from Base								0



# Education

# Agency Change Summary

(Dollars in Thousands)

	FY19	FY20	FY21	Biennium 2020-21
<b>Direct</b>				
<b>Fund: 1000 - General</b>				
<b>FY2019 Appropriations</b>	<b>9,524,152</b>	<b>9,524,152</b>	<b>9,524,152</b>	<b>19,048,304</b>
<b>Base Adjustments</b>				
All Other One-Time Appropriations		(100)	(100)	(200)
Current Law Base Change	33,025	154,642	278,905	433,547
Pension Allocation		59	79	138
Forecast Open Appropriation Adjustment	(13,983)	20,029	62,809	82,838
November Forecast Adjustment	22,284	(4,750)	(8,007)	(12,757)
February Forecast Adjustment	(3,414)	(23,550)	(24,288)	(47,838)
<b>Forecast Base</b>	<b>9,562,064</b>	<b>9,670,482</b>	<b>9,833,550</b>	<b>19,504,032</b>
<b>Change Items</b>				
General Education Formula Increase of 2 Percent for FY2020 and 2 Percent for FY2021		123,631	265,184	388,815
Voluntary Prekindergarten: Maintain Existing Slots		19,096	27,690	46,786
Special Education Funding Increase & Reform: Hold Cross Subsidy Steady		25,440	65,251	90,691
Operating Adjustment		1,665	2,149	3,814
American Indian Tribal Contract Aid		1,450	1,984	3,434
Legal Costs	(2,500)	4,700		4,700
Early Learning Scholarship Special Revenue Fund	(4,500)	4,500		4,500
Board of School Administrators Maintain Funding Structure in FY 2020		232	232	464
Board of School Administrators Operating and Revenue Increase		87	87	174
Collaborative Urban Educator Grants		(1,000)	(1,000)	(2,000)
Pregnant and Parenting Pupil Transportation Reimbursement		56	56	112
Construction and Skilled Trades Counseling and Report		125	25	150
High School Equivalency Tests		120	120	240
Referendum Equalization Aid			8,990	8,990
Other General Education Formula Provisions		141	162	303
Ongoing Community Grants		1,000	1,125	2,125
One-time Community Grants		1,827	1,513	3,340
Prior Year Cancellations		3,840		3,840
<b>Total Enacted Budget</b>	<b>9,555,064</b>	<b>9,857,392</b>	<b>10,207,118</b>	<b>20,064,510</b>
<b>Fund: 2301 - Arts &amp; Cultural Heritage</b>				
<b>FY2019 Appropriations</b>	<b>2,500</b>	<b>2,500</b>	<b>2,500</b>	<b>5,000</b>
<b>Base Adjustments</b>				
One-Time Legacy Fund Appropriations		(2,500)	(2,500)	(5,000)
<b>Forecast Base</b>	<b>2,500</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Change Items</b>				
Regional Library Systems Grants		2,550	2,550	5,100
Water Safety Grant Program		50	50	100

# Education

# Agency Change Summary

(Dollars in Thousands)

	FY19	FY20	FY21	Biennium 2020-21
<b>Total Enacted Budget</b>	<b>2,500</b>	<b>2,600</b>	<b>2,600</b>	<b>5,200</b>
<b>Open</b>				
<b>Fund: 1000 - General</b>				
<b>FY2019 Appropriations</b>	<b>3,257</b>	<b>3,257</b>	<b>3,257</b>	<b>6,514</b>
<b>Base Adjustments</b>				
November Forecast Adjustment		52	52	104
February Forecast Adjustment		(18)	(18)	(36)
<b>Forecast Base</b>	<b>3,257</b>	<b>3,291</b>	<b>3,291</b>	<b>6,582</b>
<b>Total Enacted Budget</b>	<b>3,257</b>	<b>3,291</b>	<b>3,291</b>	<b>6,582</b>
<b>Dedicated</b>				
<b>Fund: 2000 - Restrict Misc Special Revenue</b>				
<b>Planned Spending</b>	<b>11,656</b>	<b>9,011</b>	<b>7,056</b>	<b>16,067</b>
<b>Forecast Base</b>	<b>11,656</b>	<b>9,011</b>	<b>7,056</b>	<b>16,067</b>
<b>Change Items</b>				
Board of School Administrators Maintain Funding Structure in FY 2020		(232)	(232)	(464)
<b>Total Enacted Budget</b>	<b>11,656</b>	<b>8,779</b>	<b>6,824</b>	<b>15,603</b>
<b>Fund: 2001 - Other Misc Special Revenue</b>				
<b>Planned Spending</b>	<b>344</b>			
<b>Forecast Base</b>	<b>344</b>			
<b>Change Items</b>				
Early Learning Scholarship Special Revenue Fund		75,209	70,709	145,918
<b>Total Enacted Budget</b>	<b>344</b>	<b>75,209</b>	<b>70,709</b>	<b>145,918</b>
<b>Fund: 2403 - Gift</b>				
<b>Planned Spending</b>	<b>187</b>	<b>127</b>	<b>125</b>	<b>252</b>
<b>Forecast Base</b>	<b>187</b>	<b>127</b>	<b>125</b>	<b>252</b>
<b>Total Enacted Budget</b>	<b>187</b>	<b>127</b>	<b>125</b>	<b>252</b>
<b>Fund: 3000 - Federal</b>				
<b>Planned Spending</b>	<b>831,982</b>	<b>842,821</b>	<b>832,155</b>	<b>1,674,976</b>
<b>Forecast Base</b>	<b>831,982</b>	<b>842,821</b>	<b>832,155</b>	<b>1,674,976</b>
<b>Total Enacted Budget</b>	<b>831,982</b>	<b>842,821</b>	<b>832,155</b>	<b>1,674,976</b>
<b>Fund: 6000 - Miscellaneous Agency</b>				
<b>Planned Spending</b>	<b>6</b>	<b>5</b>	<b>5</b>	<b>10</b>
<b>Forecast Base</b>	<b>6</b>	<b>5</b>	<b>5</b>	<b>10</b>

# Education

# Agency Change Summary

(Dollars in Thousands)

	FY19	FY20	FY21	Biennium 2020-21
Total Enacted Budget	6	5	5	10
<b>Revenue Change Summary</b>				
<b>Dedicated</b>				
<b>Fund: 2000 - Restrict Misc Special Revenue</b>				
Forecast Revenues	9,285	8,726	6,744	15,470
Total Enacted Budget	9,285	8,726	6,744	15,470
<b>Fund: 2001 - Other Misc Special Revenue</b>				
Forecast Revenues	340			
Total Enacted Budget	340			
<b>Fund: 2403 - Gift</b>				
Forecast Revenues	100	106	107	213
Total Enacted Budget	100	106	107	213
<b>Fund: 2820 - Maximum Effort School Loan</b>				
Forecast Revenues	287	987	44	1,031
Total Enacted Budget	287	987	44	1,031
<b>Fund: 3000 - Federal</b>				
Forecast Revenues	831,982	842,821	832,155	1,674,976
Total Enacted Budget	831,982	842,821	832,155	1,674,976
<b>Fund: 6000 - Miscellaneous Agency</b>				
Forecast Revenues	5	5	5	10
Total Enacted Budget	5	5	5	10
<b>Non-Dedicated</b>				
<b>Fund: 1000 - General</b>				
Forecast Revenues	252			
<b>Change Items</b>				
Board of School Administrators Maintain Funding Structure in FY 2020		260	260	520
Board of School Administrators Operating and Revenue Increase		87	87	174
Prior Year Cancellations	2,605			
Total Enacted Budget	2,857	347	347	694

# Education

# Enacted Budget Changes

(Dollars in Thousands)

	FY19	FY20	FY21	Biennium 2020-21	FY22	FY23	Biennium 2022-23
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## General Education Formula Increase of 2 Percent for FY2020 and 2 Percent for FY2021

This provision increases the general education basic formula to \$6,438 per pupil in FY 2020 (2 percent) and to \$6,567 in FY 2021 (2 percent). Basic formula aid goes to all districts on a per-pupil basis.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>123,631</b>	<b>265,184</b>	<b>388,815</b>	<b>280,360</b>	<b>280,850</b>	<b>561,210</b>
Expenditures	0	123,631	265,184	388,815	280,360	280,850	561,210

## Voluntary Prekindergarten: Maintain Existing Slots

This provision maintains funding for Voluntary Prekindergarten and School Readiness Plus at the FY 2019 level of 7,160 participants for FY 2020 and FY 2021. This item also includes funding to the Minnesota Department of Education to increase technical assistance, support program and fiscal oversight, and improve data collection and analysis.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>19,096</b>	<b>27,690</b>	<b>46,786</b>	<b>2,811</b>	<b>0</b>	<b>2,811</b>
Expenditures	0	19,096	27,690	46,786	2,811	0	2,811

## Special Education Funding Increase & Reform: Hold Cross Subsidy Steady

This provision increases special education aid by an amount sufficient to hold the state total cross subsidy per student steady at the FY 2019 level of \$820 per student, and distributes the increased funding through an improved formula. This item also reduces the tuition payments made to the serving school district or charter school for open enrolled students from 90 percent to 85 percent of unfunded costs for FY 2020 and to 80 percent for FY 2021 and later, with the state covering the reduction in tuition revenue for charter schools only so they are held harmless.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>25,440</b>	<b>65,251</b>	<b>90,691</b>	<b>69,956</b>	<b>72,235</b>	<b>142,191</b>
Expenditures	0	25,440	65,251	90,691	69,956	72,235	142,191

## Operating Adjustment

This provision provides additional operating funds to maintain the current level of service delivery at the Minnesota Department of Education. Also included in this item is funding for the agency's Mainframe Modernization project.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>1,665</b>	<b>2,149</b>	<b>3,814</b>	<b>2,149</b>	<b>2,149</b>	<b>4,298</b>
Expenditures	0	1,665	2,149	3,814	2,149	2,149	4,298

## American Indian Tribal Contract Aid

This provision increases the tribal contract maximum aid per student for fiscal years 2020 and 2021 to the 2019 amount of \$3,230, and ties the maximum aid amount to the general education basic formula in FY 2020 and later.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>1,450</b>	<b>1,984</b>	<b>3,434</b>	<b>2,227</b>	<b>2,393</b>	<b>4,620</b>
Expenditures	0	1,450	1,984	3,434	2,227	2,393	4,620

## Safe Schools Supplemental Aid

This provision distributes funding to school districts and charter schools on a per-pupil basis for school safety purposes, including to pay the costs for certain staff, such as school counselors and school nurses. Funding is a one-time contingent appropriation of up to \$30 million from any closingbalance at the end of FY 2019 in excess of February forecast projections.

# Education

# Enacted Budget Changes

(Dollars in Thousands)

	FY19	FY20	FY21	Biennium 2020-21	FY22	FY23	Biennium 2022-23
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## Legal Costs

This provision cancels \$2.5 million in FY 2019, and appropriates \$4.7 million one-time in FY 2020 to the Minnesota Department of Education for costs related to defending and mediating several major lawsuits. Funds are available for both years of the biennium.

<b>1000 - General Fund Cost (Savings)</b>	<b>(2,500)</b>	<b>4,700</b>	<b>0</b>	<b>4,700</b>	<b>0</b>	<b>0</b>	<b>0</b>
Expenditures	(2,500)	4,700	0	4,700	0	0	0

## Early Learning Scholarship Special Revenue Fund

This item creates an early learning scholarship account in the special revenue fund. This provision does not increase ongoing funding, but transfers the annual appropriation for early learning scholarships to the special revenue fund. This provision also cancels \$4.5 million from the FY 2019 appropriation, and reappropriates those funds in FY 2020.

<b>1000 - General Fund Cost (Savings)</b>	<b>(4,500)</b>	<b>4,500</b>	<b>0</b>	<b>4,500</b>	<b>0</b>	<b>0</b>	<b>0</b>
Transfers Out	0	75,209	70,709	145,918	70,709	70,709	141,418
Expenditures	(4,500)	(70,709)	(70,709)	(141,418)	(70,709)	(70,709)	(141,418)

<b>2001 - Other Misc Special Revenue Fund Cost (Savings)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Transfers In	0	75,209	70,709	145,918	70,709	70,709	141,418
Expenditures	0	75,209	70,709	145,918	70,709	70,709	141,418

## Board of School Administrators Maintain Funding Structure in FY 2020

This provision maintains the FY 2019 funding structure for the Board of School Administrators (BOSA) into FY 2020 and 2021. In 2017, the education omnibus spending bill established a new funding structure for BOSA that moved receipts and the appropriation to the special revenue fund starting in FY 2020-21. This provision brings both the receipts and appropriation to support BOSA back to the general fund to simplify and ensure consistent funding for the board.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>(28)</b>	<b>(28)</b>	<b>(56)</b>	<b>(28)</b>	<b>(28)</b>	<b>(56)</b>
Revenues	0	260	260	520	260	260	520
Expenditures	0	232	232	464	232	232	464

<b>2000 - Restrict Misc Special Revenue Fund Cost (Savings)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Transfers In	0	(232)	(232)	(464)	(232)	(232)	(464)
Expenditures	0	(232)	(232)	(464)	(232)	(232)	(464)

## Board of School Administrators Operating and Revenue Increase

This provision increases the annual fee from \$75 to \$100 for active administrators, and from \$32.50 to \$50 for inactive members. This is estimated to generate an additional \$87,000 a year in fee revenue. The additional revenue is appropriated to the Board of School Administrators to support their operations.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Revenues	0	87	87	174	87	87	174
Expenditures	0	87	87	174	87	87	174

(Dollars in Thousands)

	FY19	FY20	FY21	Biennium 2020-21	FY22	FY23	Biennium 2022-23
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**Head Start Background Studies**

This provision provides the Minnesota Department of Human Services (DHS) the statutory authority to add Head Start programs that are license-exempt and not receiving Child Care Assistance Program (CCAP) funds and Tribal Head Start programs to the list of programs that can use DHS’s background study system. This change aligns state and federal program compliance and streamlines the administration of the background check process for all Head Start grantee agencies. DHS estimates it will collect \$51 thousand in FY2020 and \$8 thousand each year thereafter in additional fees.

**Collaborative Urban Educator Grants**

This provision moves the administration of an existing grant program, Collaborative Urban Educators, from the Minnesota Department of Education to the Professional Educator Licensing and Standards Board. The goal of this competitive grant program is to increase the number of teacher candidates of color or who are American Indian through recruitment and retention.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>(1,000)</b>	<b>(1,000)</b>	<b>(2,000)</b>	<b>(1,000)</b>	<b>(1,000)</b>	<b>(2,000)</b>
Expenditures	0	(1,000)	(1,000)	(2,000)	(1,000)	(1,000)	(2,000)

**Pregnant and Parenting Pupil Transportation Reimbursement**

This provision expands the definition of regular transportation aid to include the transportation of pregnant teens and teen parents to and from a school program that provides academic instruction, at least four hours of parenting training a week, and high-quality child care on site with the capacity to serve all children of enrolled pupils.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>56</b>	<b>56</b>	<b>112</b>	<b>56</b>	<b>55</b>	<b>111</b>
Expenditures	0	56	56	112	56	55	111

**Construction and Skilled Trades Counseling and Report**

This provision transfers money to the commissioner of labor and industry for staff collaboration with the Department of Education on construction and skilled trades counseling, and for a report on the safety of youth in skilled trades.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>125</b>	<b>25</b>	<b>150</b>	<b>0</b>	<b>0</b>	<b>0</b>
Transfers Out	0	125	25	150	0	0	0

**High School Equivalency Tests**

This provision fully funds a complete set of high school equivalency tests per individual in FY 2020-21 only. In FY 2022, funding decreases to 60 percent of the fee charged to an individual for the full battery of tests.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>120</b>	<b>120</b>	<b>240</b>	<b>0</b>	<b>0</b>	<b>0</b>
Expenditures	0	120	120	240	0	0	0

**Referendum Equalization Aid**

This provision increases the equalizing factor for the first tier of referendum equalization revenue from \$510,000 to \$567,000, resulting in \$9.4 million in property tax relief for FY 2021, and \$600,000 additional referendum aid for charter schools.

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>0</b>	<b>8,990</b>	<b>8,990</b>	<b>9,400</b>	<b>8,150</b>	<b>17,550</b>
Expenditures	0	0	8,990	8,990	9,400	8,150	17,550

# Education

# Enacted Budget Changes

(Dollars in Thousands)

	FY19	FY20	FY21	Biennium 2020-21	FY22	FY23	Biennium 2022-23
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## Other General Education Formula Provisions

This provision includes three changes to the general education formula:

- Authorizes early middle college programs to serve a student under the age of 22 (\$64 thousand in FY 2020, \$72 thousand in FY 2021);
- Makes Karlstad Elementary eligible for elementary sparsity aid for FY 2020 (\$67 thousand) and FY 2021 (\$80 thousand) only; and
- Authorizes nonpublic students in 10th grade to participate in Post-Secondary Enrollment Options Career and Technical Education courses (\$10 thousand each year).

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>141</b>	<b>162</b>	<b>303</b>	<b>25</b>	<b>10</b>	<b>35</b>
Expenditures	0	141	162	303	25	10	35

## Ongoing Community Grants

This provision establishes two ongoing grants to the Minnesota Independence College and Community (\$500 thousand in FY 2020 and \$625 thousand in FY 2021), and to P-TECH Schools (\$500 thousand each year).

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>1,000</b>	<b>1,125</b>	<b>2,125</b>	<b>1,416</b>	<b>1,416</b>	<b>2,832</b>
Expenditures	0	1,000	1,125	2,125	1,416	1,416	2,832

## One-time Community Grants

This provision provides one-time grant funds to the following programs:

- Civics Education Grants (\$75 thousand each year)
- Minnesota Center for the Book (\$125 thousand each year)
- Online Access to Music Education (\$100 thousand each year)
- Race 2 Reduce (\$50 thousand in FY 2020 only)
- Minnesota Council on Economic Education (\$117 thousand in FY 2020 and \$118 thousand in FY 2021)
- Suicide Prevention Training for Teachers Grant (\$265 thousand in FY 2020 only)
- College Savings Account Pilot Program (\$250 thousand each year)
- Reach Out and Read Minnesota (\$75 thousand each year)
- Education Partnership Program (\$770 thousand each year)

<b>1000 - General Fund Cost (Savings)</b>	<b>0</b>	<b>1,827</b>	<b>1,513</b>	<b>3,340</b>	<b>0</b>	<b>0</b>	<b>0</b>
Expenditures	0	1,827	1,513	3,340	0	0	0

## Prior Year Cancellations

This provision includes prior year cancellations and reappropriates that same amount in FY 2020 for the following grant programs:

- Certificate Incentive Program (\$860 thousand)
- Northwest Regional Partnership (\$1 million)
- Statewide Concurrent Enrollment (\$400 thousand)
- Singing Based Pilot Program (\$230 thousand)
- Starbase (\$1.35 million)

This provision also cancellations prior year funding for the following grant programs:

- Vision Therapy Pilot Project (\$200 thousand)
- Recovery Programs (\$114 thousand)

<b>1000 - General Fund Cost (Savings)</b>	<b>(4,154)</b>	<b>3,840</b>	<b>0</b>	<b>3,840</b>	<b>0</b>	<b>0</b>	<b>0</b>
Revenues	2,605	0	0	0	0	0	0
Expenditures	(1,549)	3,840	0	3,840	0	0	0

# Education

# Enacted Budget Changes

*(Dollars in Thousands)*

	FY19	FY20	FY21	Biennium 2020-21	FY22	FY23	Biennium 2022-23
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## Regional Library Systems Grants

This provision is a grant to the 12 Minnesota regional library systems to provide educational opportunities in the arts, history, literary arts, and cultural heritage of Minnesota.

<b>2301 - Arts &amp; Cultural Heritage Fund Cost (Savings)</b>	<b>0</b>	<b>2,550</b>	<b>2,550</b>	<b>5,100</b>	<b>0</b>	<b>0</b>	<b>0</b>
Expenditures	0	2,550	2,550	5,100	0	0	0

## Water Safety Grant Program

This item provides grants for water safety programs.

<b>2301 - Arts &amp; Cultural Heritage Fund Cost (Savings)</b>	<b>0</b>	<b>50</b>	<b>50</b>	<b>100</b>	<b>0</b>	<b>0</b>	<b>0</b>
Expenditures	0	50	50	100	0	0	0