



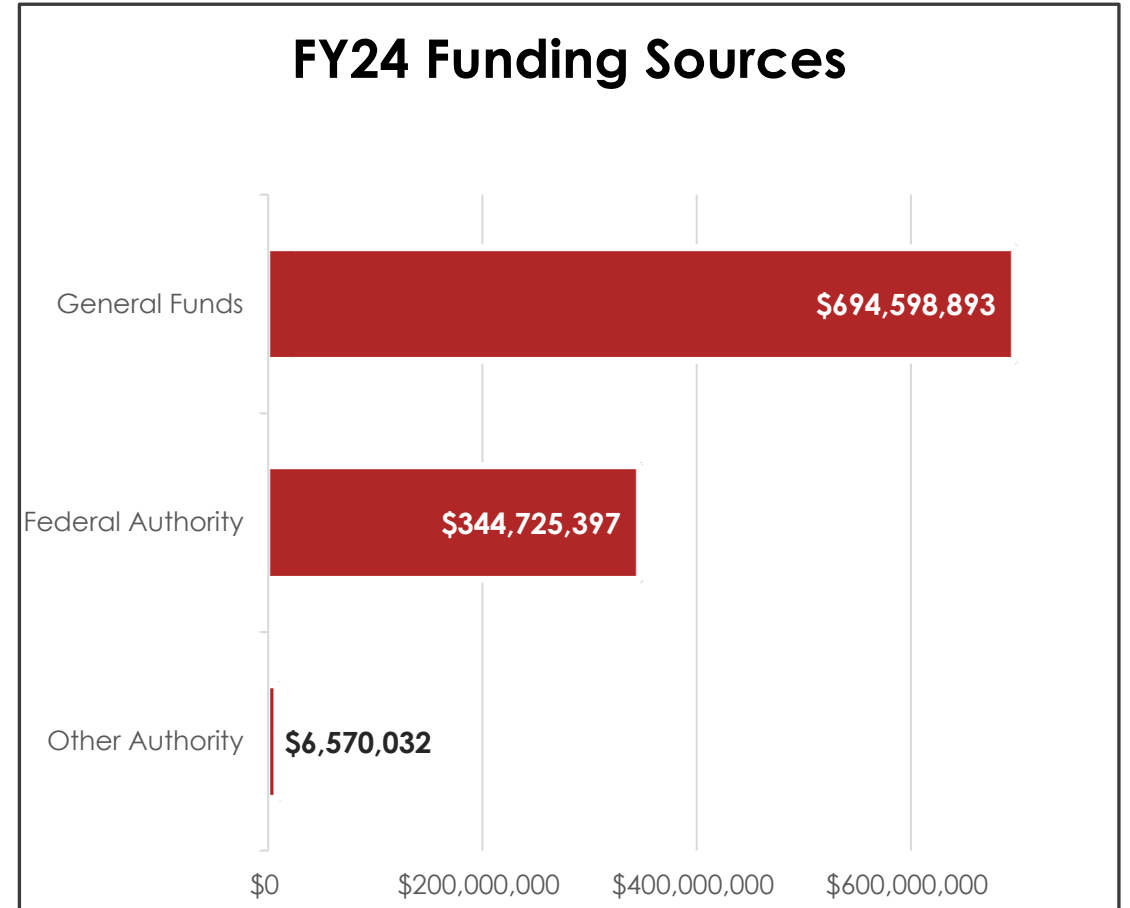
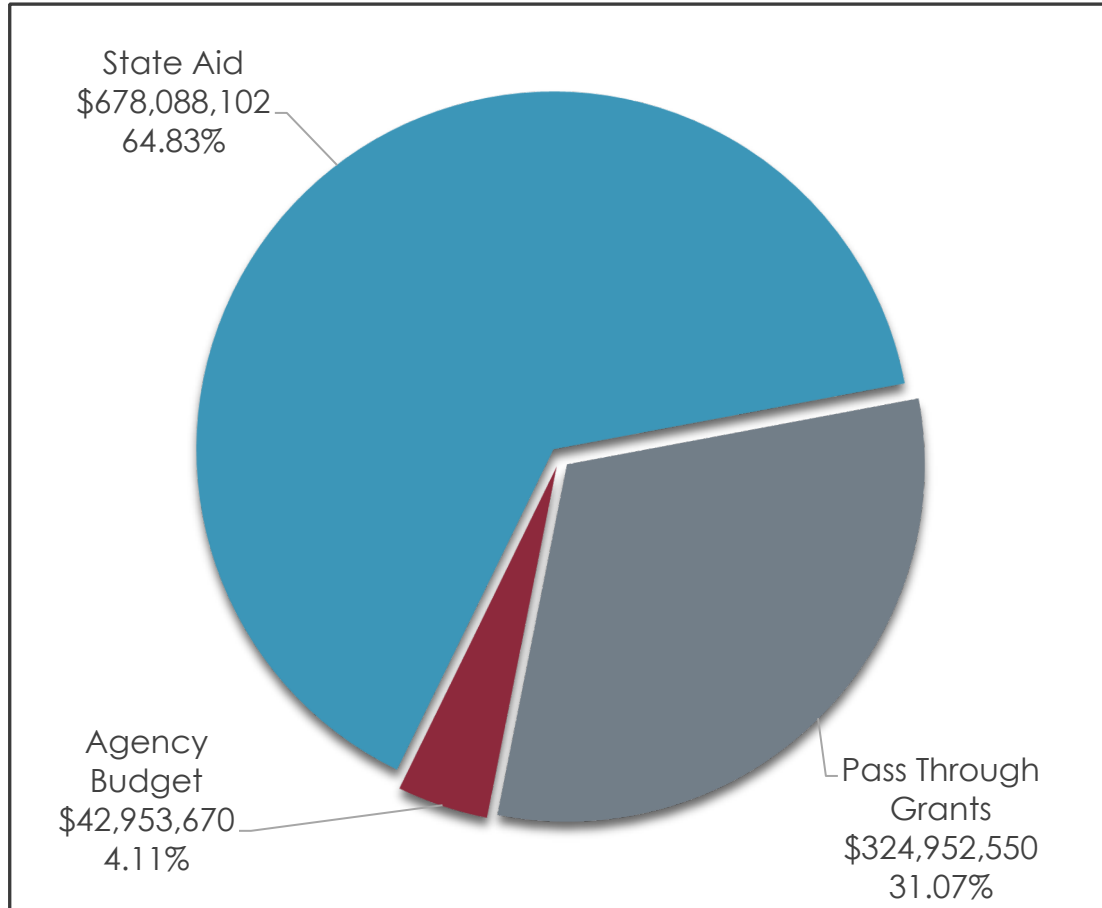
Joint Committee on Appropriations FY2024 Budget Presentation

January 25, 2023

Leadership Team

- ▶ Dr. Joseph Graves, Department Secretary
 - ▶ Mary Stadick Smith, Deputy Secretary
 - ▶ Cody Stoesser, Director of Finance and Management
 - ▶ Joseph Moran, Interim Director of Data and Research
 - ▶ Cheriee Watterson, Director of Child and Adult Nutrition
 - ▶ Laura Scheibe, Director of College, Career, and Student Success
 - ▶ Kathryn Blaha, Director of Accreditation and Certification
 - ▶ Linda Turner, Director of SPED and Early Learning Services
 - ▶ Shannon Malone, Director of Learning and Instruction
 - ▶ Dr. Benjamin Jones, Director of History
 - ▶ George Seamon, Director of Library Services
 - ▶ Nick Wendell, Executive Director of Board of Technical Education

DOE Budget Summary



FY2024 Budget Recommendation = \$1,045,894,319

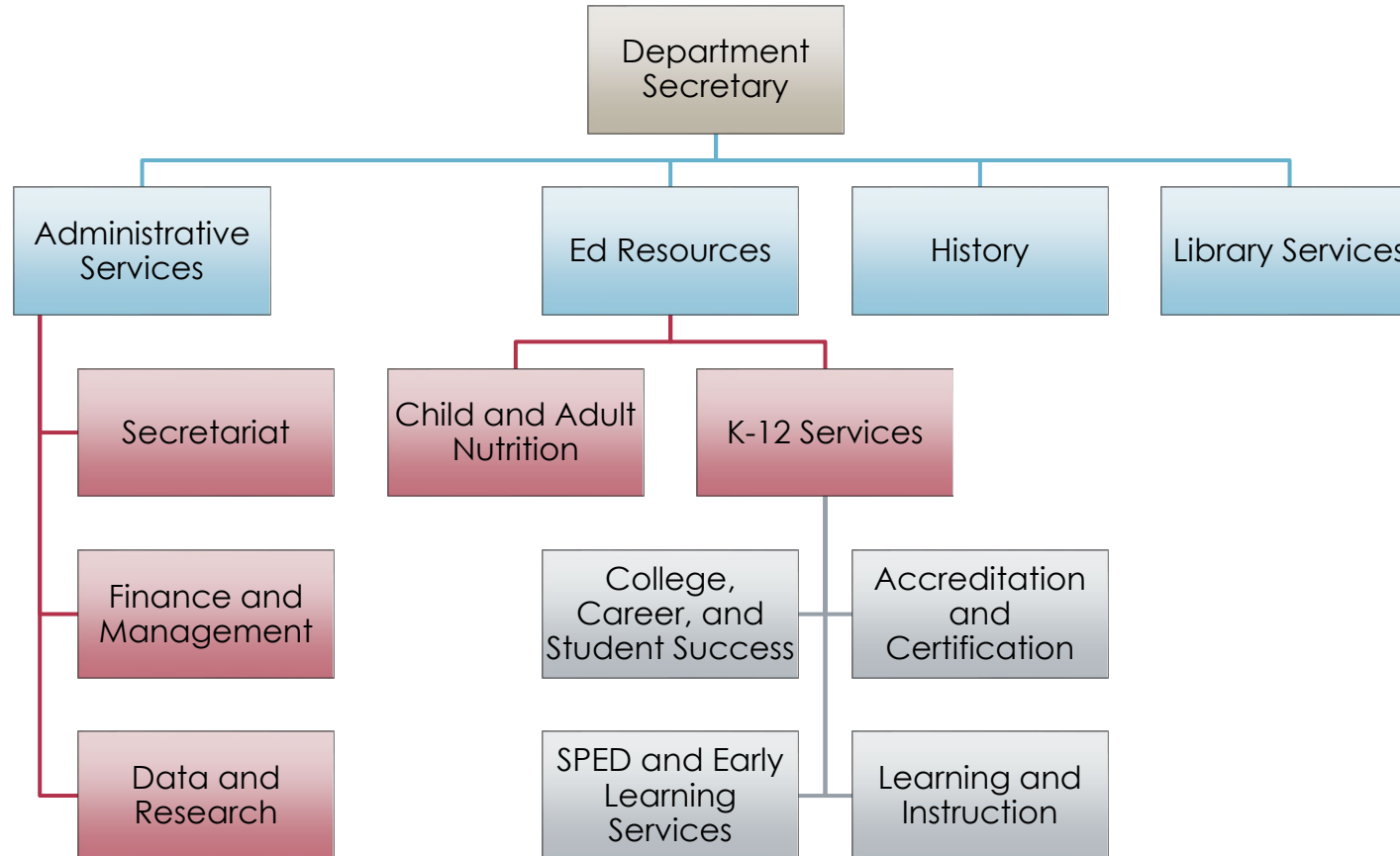
FY24 Recommended Changes

Budget	FTE	General	Federal	Other	Total
FY23 Base Budget	186.0	\$669,593,719	\$344,718,435	\$7,281,216	\$1,021,593,370
FY24 Recommended Budget	187.0	\$694,698,893	\$344,725,397	\$6,570,032	\$1,045,994,322
Difference	1.0	\$25,105,174	\$6,962	(\$711,184)	\$24,400,952

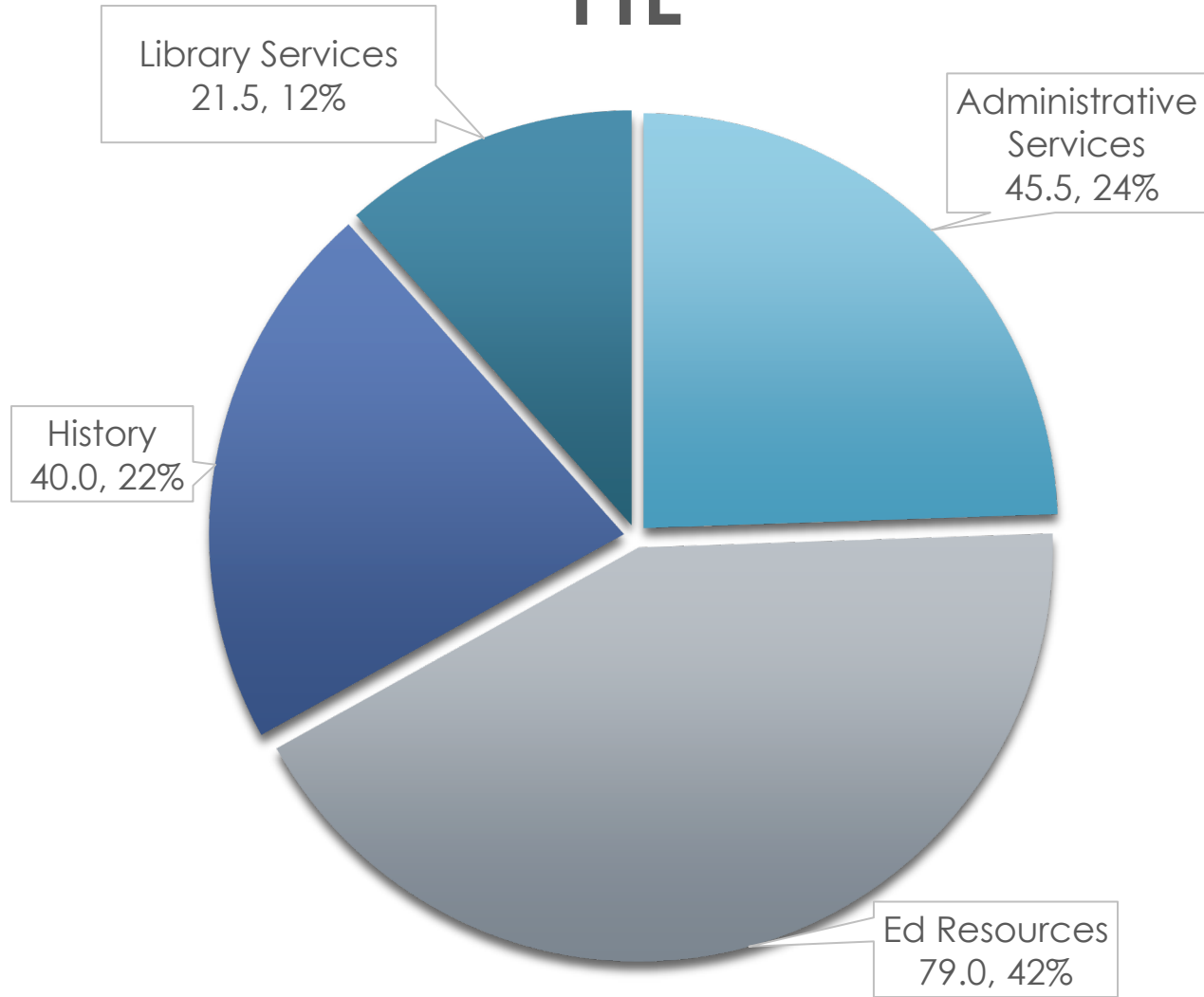
Recommended Budget Changes	FTE	General	Federal	Other	Total
Data Systems Architecture and Reporting Manager	1.0	\$0	\$0	\$0	\$0
FMAP Change	0.0	\$3,950	(\$3,950)	\$0	\$0
Tourism Promotion Tax Distribution	0.0	\$964,231	\$0	(\$711,184)	\$253,047
Medicaid Expansion 5% FMAP Savings	0.0	(\$10,912)	\$10,912	\$0	\$0
State Aid to General Education	0.0	\$24,150,762	\$0	0	\$24,150,762
State Aid to Special Education	0.0	\$0	\$0	\$0	\$0
Sparsity	0.0	(\$2,857)	\$0	\$0	(\$2,857)
Total	1.0	\$25,105,174	\$6,962	(\$711,184)	\$24,400,952

DOE Workforce

Organization



FTE



Defining Our Workforce

* Does not include budget center 122 – Postsecondary Technical Colleges

Budgeted FTE	
FY2021	186.0
FY2022	186.0

Utilized FTE	
FY2021	179.53
FY2022	175.77

Overtime	
FY2021	630.40
FY2022	936.80

Turnover Rate	
FY2021	7.68%
FY2022	15.16%



Defining Our Workforce

Governor's Recommended Budget

Administrative Services

Secretariat and Legal

Finance and Management

Data and Research

Administrative Services

Budget	FTE	General	Federal	Other	Total
FY23 Base Budget	45.5	\$3,733,412	\$152,227,139	\$405,761	\$156,366,312
• Data Systems Architecture and Reporting Manager	1.0	\$0	\$0	\$0	\$0
• Tourism Promotion Tax Distribution	0.0	\$22,886	\$0	(\$22,886)	\$0
FY24 Recommended Budget	46.5	\$3,756,298	\$152,227,139	\$382,875	\$156,366,312
Difference	1.0	\$22,886	\$0	(\$22,886)	\$0

FY24 Recommended Budget	General	Federal	Other	Total
Personal Services	\$2,275,877	\$1,456,164	\$269,412	\$4,001,453
Operating Expenses	\$1,480,421	\$150,770,975	\$113,463	\$152,364,859
Total	\$3,756,298	\$152,227,139	\$382,875	\$156,366,312
FTE				46.5

Ed Resources

Child and Adult Nutrition

K-12 Services

Accreditation and Certification

College, Career, and Student Success

Learning and Instruction

SPED and Early Learning Services

Ed Resources

Budget	FTE	General	Federal	Other	Total
FY23 Base Budget	79.0	\$10,452,897	\$189,878,930	\$1,066,714	\$201,398,541
• Birth to Three FMAP	0.0	\$3,950	(\$3,950)	\$0	\$0
• Medicaid Expansion 5% FMAP Savings	0.0	(\$10,912)	\$10,912	\$0	\$0
FY24 Recommended Budget	79.0	\$10,445,935	\$189,885,892	\$1,066,714	\$201,398,541
Difference	0.0	(\$6,962)	\$6,962	\$0	\$0

FY24 Recommended Budget	General	Federal	Other	Total
Personal Services	\$2,121,642	\$4,026,759	\$329,388	\$6,477,789
Operating Expenses	\$8,324,293	\$185,859,133	\$737,326	\$194,920,752
Total	\$10,445,935	\$189,885,892	\$1,066,714	\$201,398,541
FTE				79.0

Ed Resources FY23 Amendment

FY23 Amendment	FTE	General	Federal	Other	Total
CANS Federal Authority	0.0	\$0	\$7,777,040	\$0	\$7,777,040
Supply Chain Assistance	0.0	\$0	\$5,005,030	\$0	\$5,005,030
Dual Credit Reduction	0.0	(\$194,487)	\$0	\$0	(\$194,487)
Enhanced FMAP 6.2%	0.0	(\$13,530)	\$13,530	\$0	\$0
Stronger Families	0.0	\$15,000,000	\$0	\$0	\$15,000,000
Total	0.0	\$14,791,983	\$12,795,600	\$0	\$27,587,583

Dual Credit Reduction

Institution	2022 Credits Paid			
	Summer	Fall	Spring	Total
BOR	1,436.68	13,471.28	13,241.16	28,149.12
LATC	30.00	1,739.00	1,860.00	3,629.00
MTC	55.00	848.50	1,123.50	2,027.00
STC	151.00	879.00	978.00	2,008.00
WDTC	188.00	2,064.50	1,683.00	3,935.50
Total	1,860.68	19,002.28	18,885.66	39,748.62

Increase % from 2021 to 2022 7%

Institution	2023 Revised Estimated Credits			
	Summer	Fall	Spring	Total
BOR	1,543.00	14,469.00	14,222.00	30,234.00
LATC	33.00	1,868.00	1,998.00	3,899.00
MTC	60.00	912.00	1,207.00	2,179.00
STC	163.00	945.00	1,051.00	2,159.00
WDTC	202.00	2,218.00	1,808.00	4,228.00
Total	2,001.00	20,412.00	20,286.00	42,699.00

FY2023 Budget

Budgeted Credits	44,710.87
Cost Per Credit	\$96.67
Total FY2022 Request	\$4,322,200

FY2023 Amendment

Revised Estimated Credits	42,699.00
Cost per Credit	\$96.67
Total Estimated Budget	\$4,127,713

Amount of Reduction

(\$194,487)

State Historical Society



Archaeological Research Center

Archives

Historic Preservation

Museum

Research/Publishing

State Historical Society

Budget	FTE	General	Federal	Other	Total
FY23 Base Budget	40.0	\$2,563,559	\$1,295,852	\$2,560,884	\$6,420,295
• Tourism Promotion Tax Distribution	0.0	\$941,345	\$0	(\$688,298)	\$253,047
FY24 Recommended Budget	40.0	\$3,504,904	\$1,295,852	\$1,872,586	\$6,673,342
Difference	0.0	\$941,345	\$0	(\$688,298)	\$253,047

FY24 Recommended Budget	General	Federal	Other	Total
Personal Services	\$1,722,714	\$483,017	\$966,452	\$3,172,183
Operating Expenses	\$1,782,190	\$812,835	\$906,134	\$3,501,159
Total	\$3,504,904	\$1,295,852	\$1,872,586	\$6,673,342
FTE				40.0

Library Services

Access Services

Development Services

Braille and Talking Books

Library Services

Budget	FTE	General	Federal	Other	Total
FY23 Base Budget	21.5	\$2,123,611	\$1,316,514	\$27,900	\$3,468,025
• No Changes	0.0	\$0	\$0	\$0	\$0
FY24 Recommended Budget	21.5	\$2,123,611	\$1,316,514	\$27,900	\$3,468,025
Difference	0.0	\$0	\$0	\$0	\$0

FY24 Recommended Budget	General	Federal	Other	Total
Personal Services	\$1,236,600	\$419,907	\$0	\$1,656,507
Operating Expenses	\$887,011	\$896,607	\$27,900	\$1,811,518
Total	\$2,123,611	\$1,316,514	\$27,900	\$3,468,025
FTE				21.5

Stronger Families Scholarships

Scholarships of up to \$4,000 for any child in the foster care system K-12.

- ▶ *Pay tuition at a private school*
 - ▶ *Pay for tutoring or teaching services*
 - ▶ *Purchase curriculum*
 - ▶ *Pay for standardized tests or AP exams*
-
- ▶ More information to come throughout session

FY21 One-Time Appropriation

FY21 Amendment

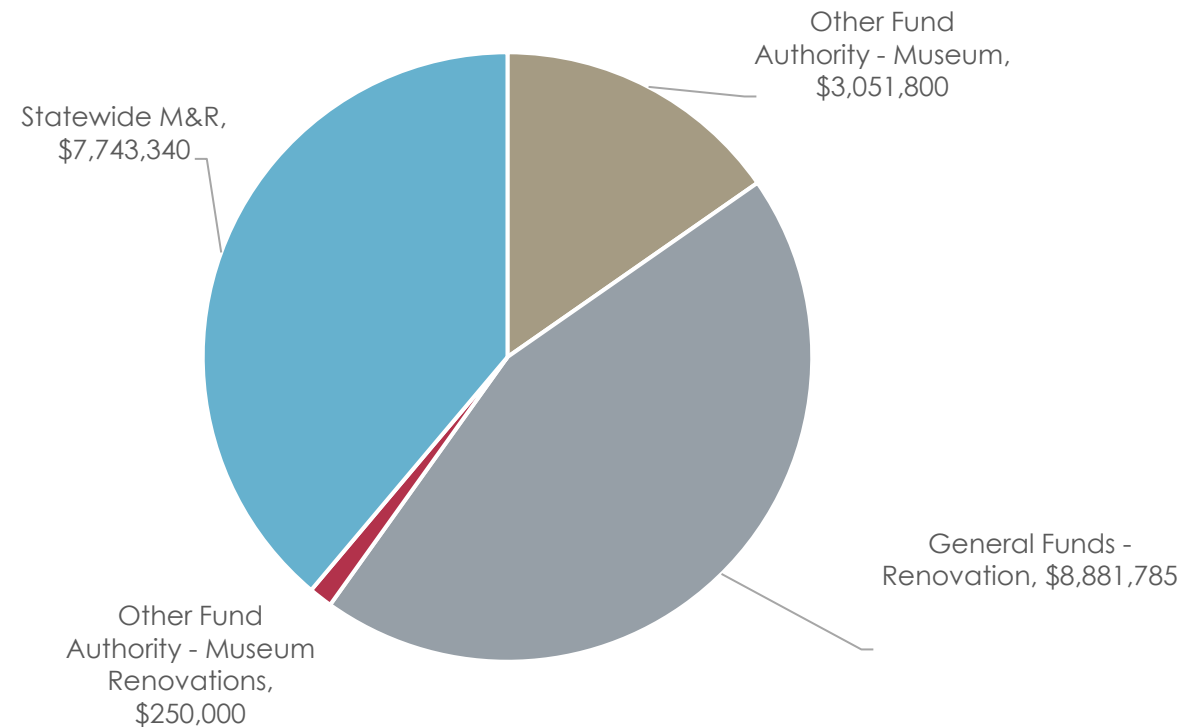
- ▶ South Dakota Virtual School - \$200,000
 - ▶ South Dakota Center for Virtual Education: <https://sdcve.k12.sd.us/>
- ▶ Educator Certification System - \$1,531,755
 - ▶ Preparing to launch late February
- ▶ K-12 Civics and History Initiative - \$900,000
 - ▶ Grants to schools
 - ▶ Instructional materials and resources
 - ▶ Professional development
 - ▶ Guide for selecting materials aligned to content standards

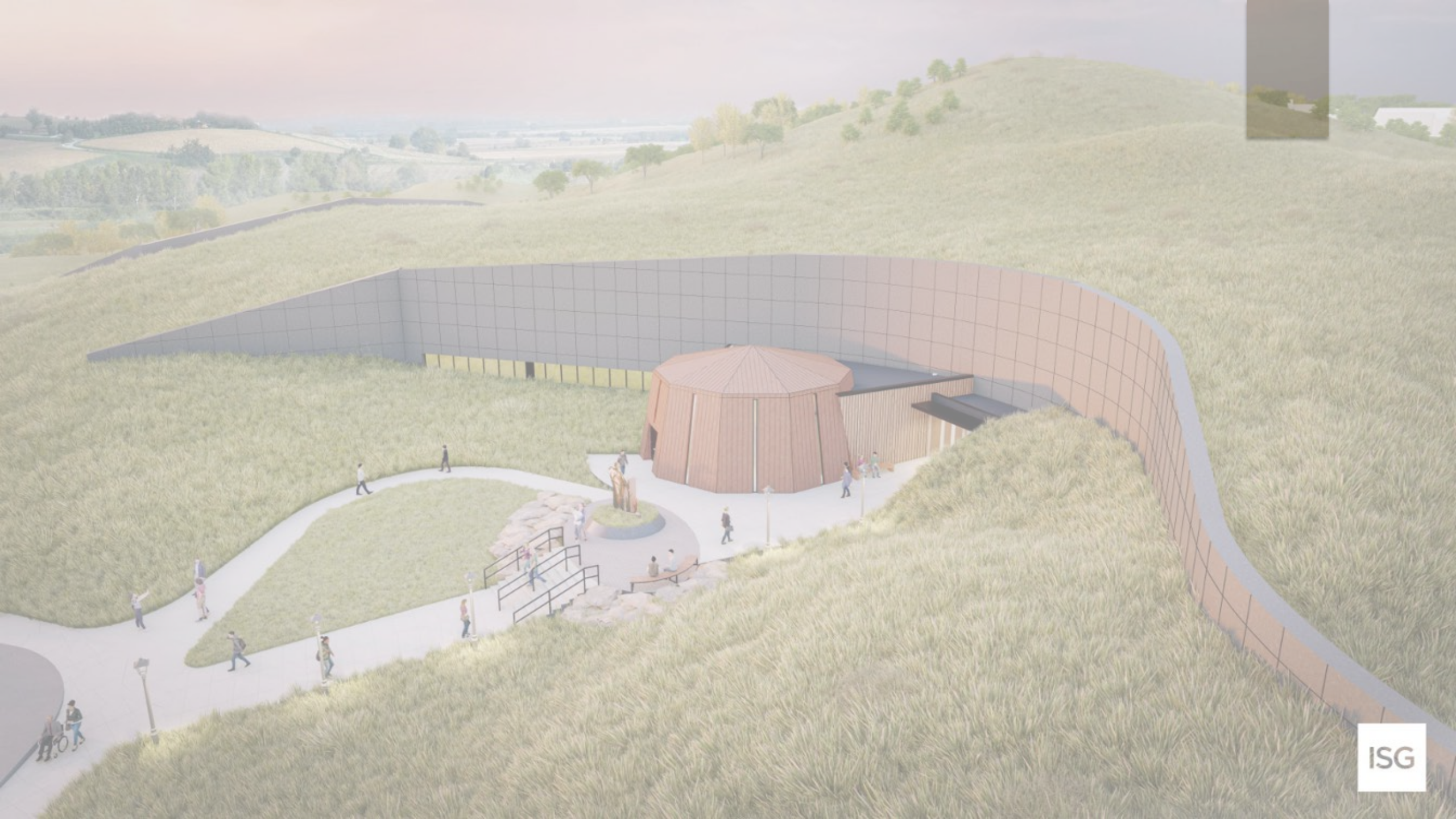
Special Appropriation

Cultural Heritage Center

- ▶ HB 1047 in legislative session 2022
- ▶ Full renovation of the iconic Cultural Heritage Center

Cultural Heritage Center Funding
FY23 - 26



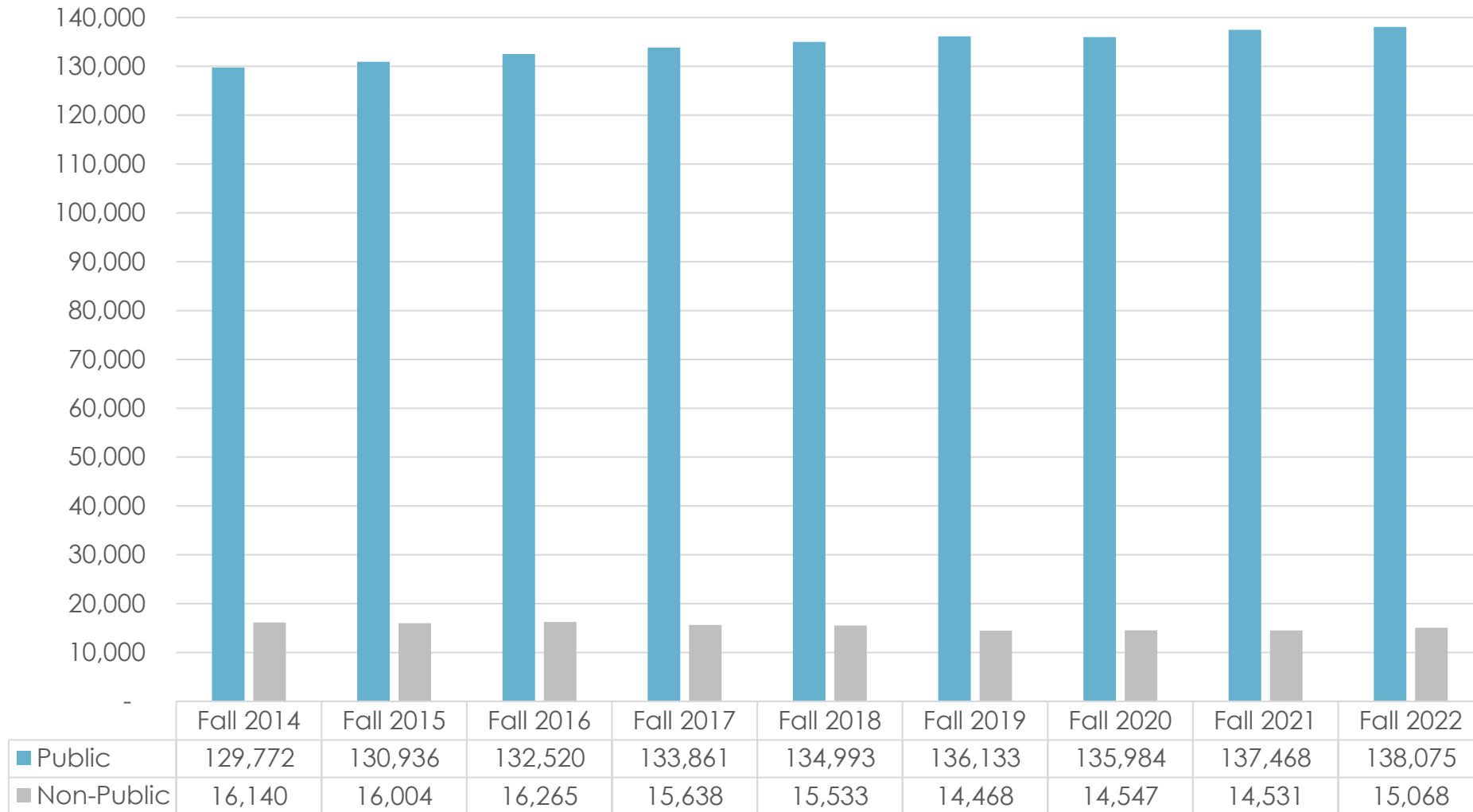


K-12 Education

School Staff

School Year 2021-22	Public School Districts	Non-Public Schools	Tribal/BIE Schools	All
Teachers	10,168	735	423	11,326
Administrators	579	61	43	683
Education Specialists (Does not include business managers)	711	30	53	794

K-12 Fall Census Enrollment



State Aid

State Aid to General Education

Target Teacher Comp	\$	75,521.93
Target Teacher #		9,609.38
ELL Teachers		78.85
Total Target Teacher #		9,688.23
Total Teacher Comp	\$	731,673,828
Overhead Rate 38.78%	\$	283,743,110
New Other Revenues Equalized	\$	-
New Overhead Need	\$	283,743,110
Overhead Rate After New Equalization		38.78%
Total Formula Need	\$	1,015,416,938
Tech and Assessment	\$	12,666,787
Sparsity Adjustment	\$	2,120,373
Alternative Need	\$	700,803
Adjustment for PRTF	\$	853,518
ARSD 24:17:03:07	\$	138,866
Total Statewide Need	\$	1,031,897,285
Property Taxes (-)	\$	394,124,102
Other Revenues (-)	\$	50,484,944
Effort (+)	\$	4,491,806
State Share	\$	591,780,045
FY23 Budgeted State Aid	\$	567,632,140
Gov's Rec General Fund Increase	\$	24,147,905

General Fund Levy			
Property Type	2022 Pay 2023	Δ	2023 Pay 2024
AG	1.362	-0.069	1.293
OO	3.048	-0.154	2.894
OTH	6.308	-0.319	5.989

FY24 Gov's Recommended General Fund Increase

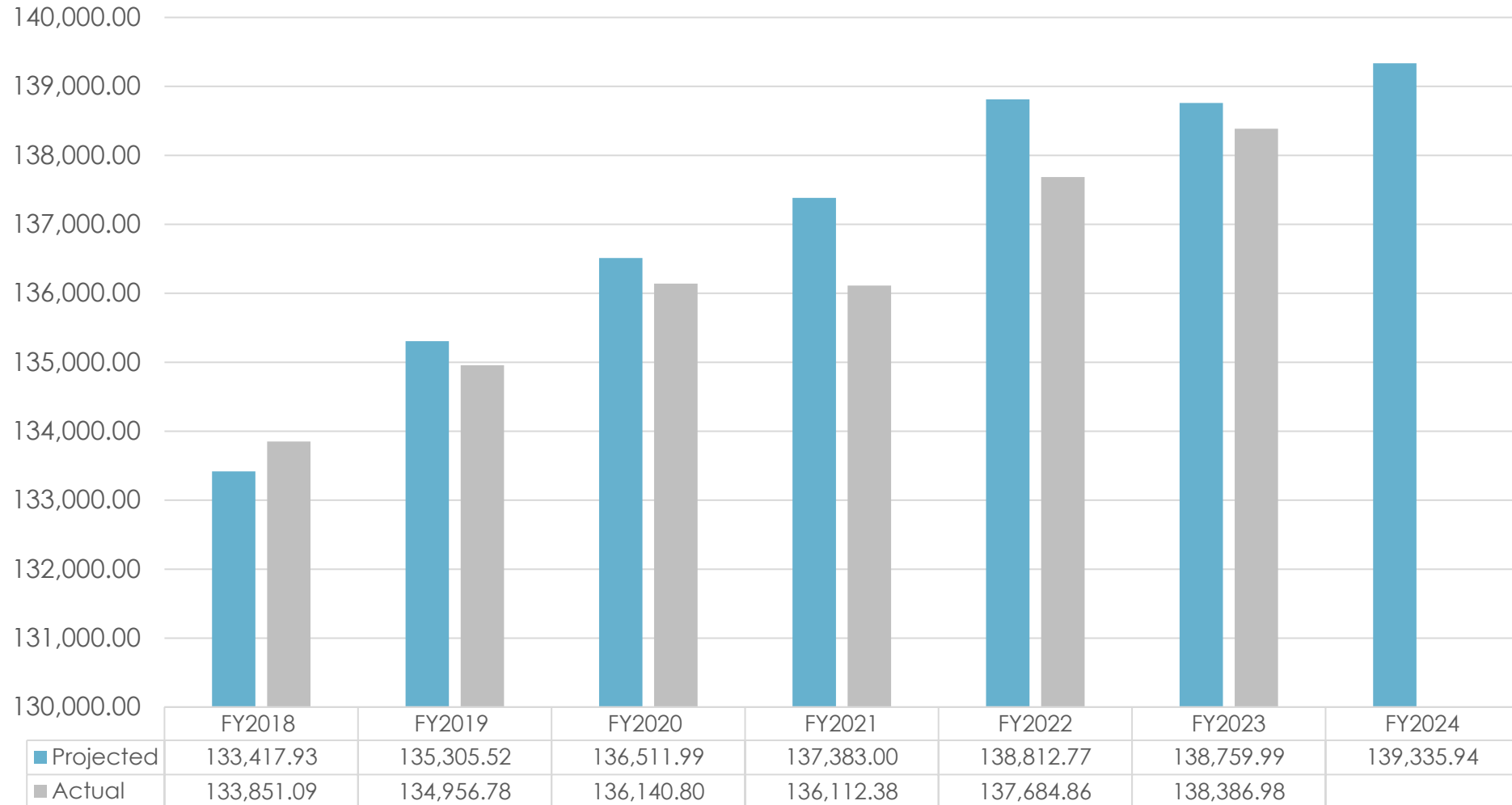
- State Aid: \$24,150,762
- Sparsity: (\$2,857)

FY23 Gov's Recommended General Fund Reduction

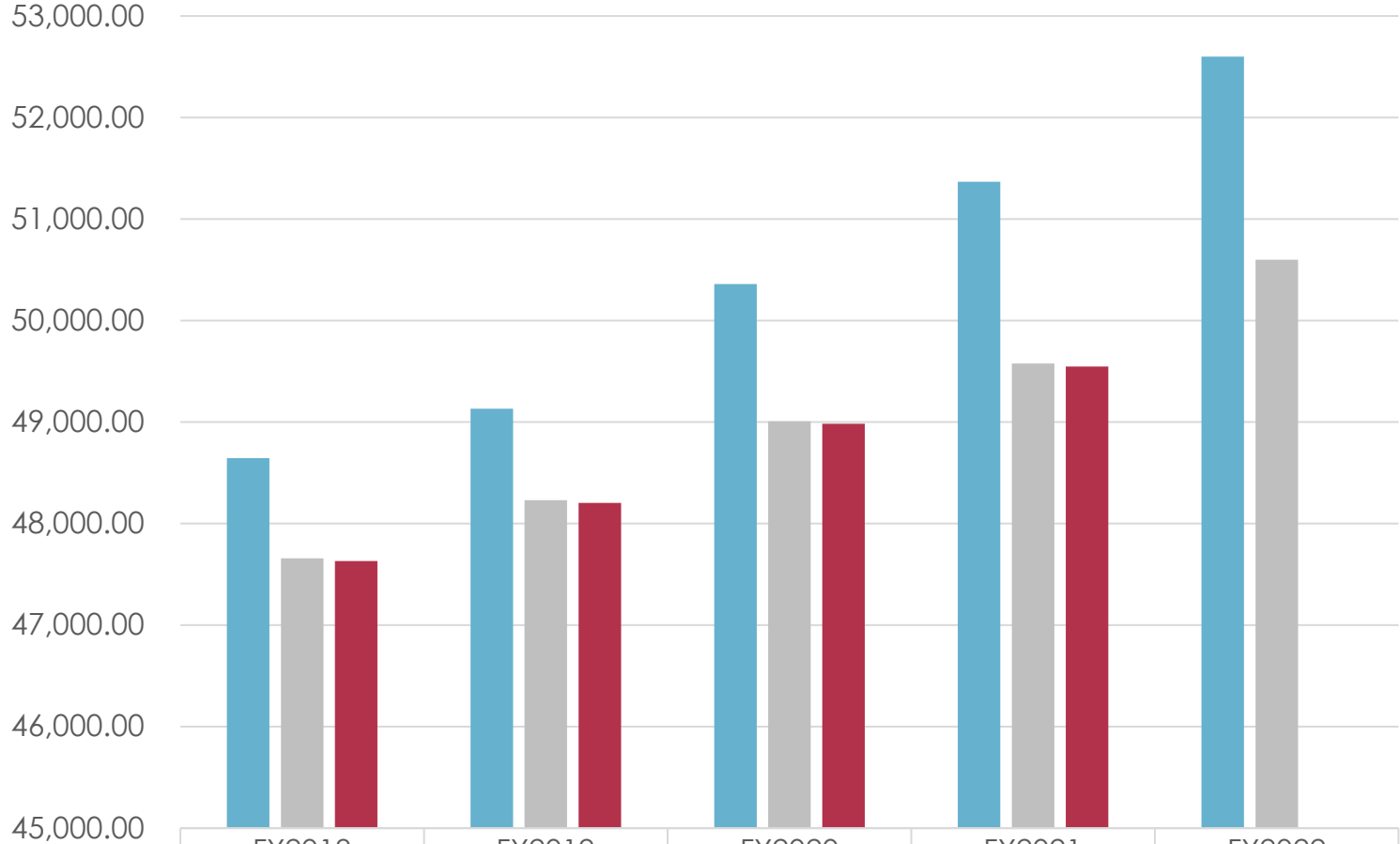
- State Aid: (\$9,630,400)

State Aid to General Education

State Aid Fall Enrollment Projected vs. Actual



Teacher Salary



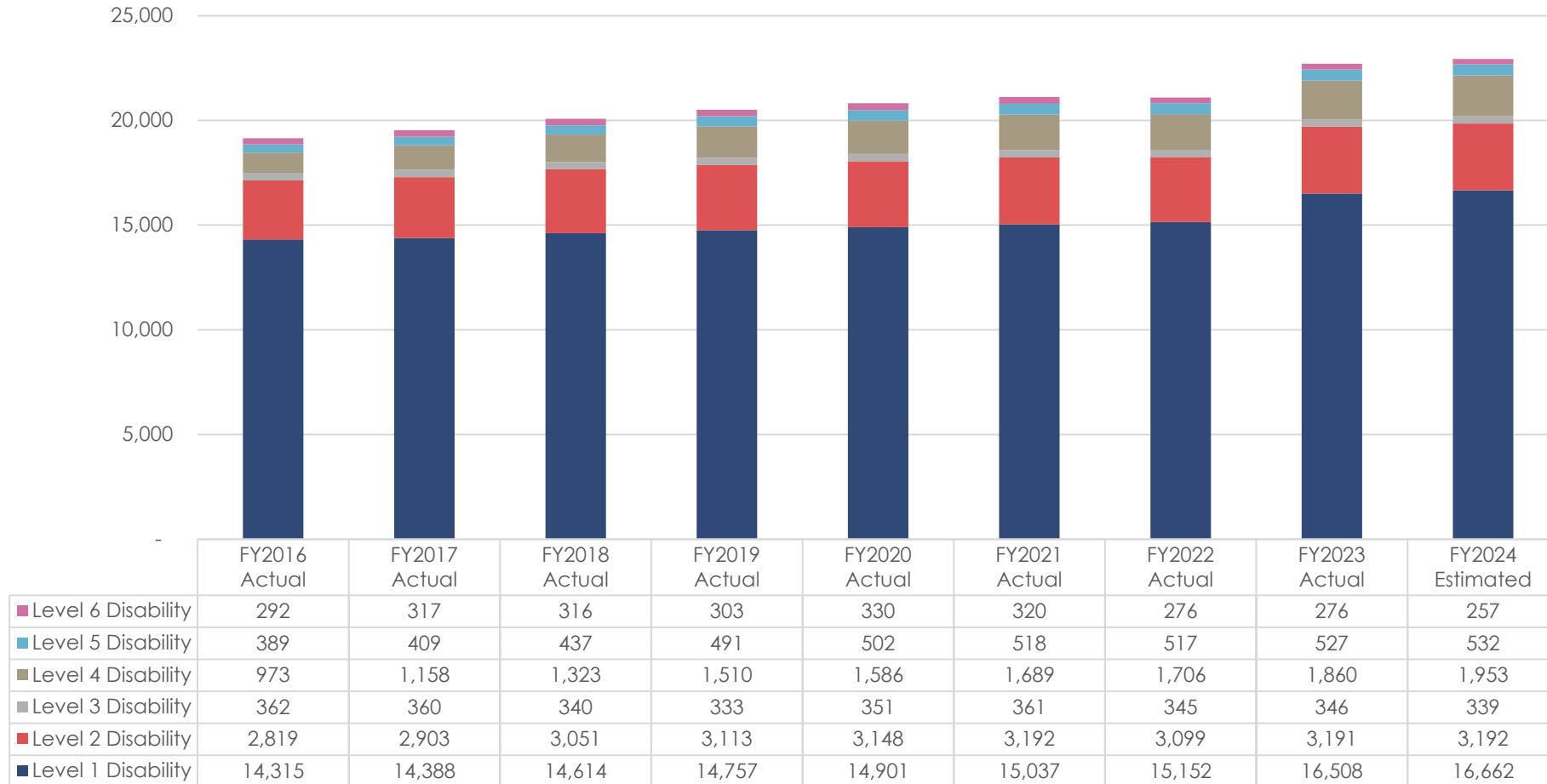
■ Target Teacher Salary	48,645.50	49,131.96	50,360.26	51,367.47	52,600.29
■ Actual Average Teacher Salary	47,658.00	48,230.00	49,008.00	49,577.00	50,599.00
■ Average Teacher Salary (NEA)	47,631.00	48,204.00	48,984.00	49,547.00	

State Aid to Special Education

FY23 Budgeted				FY24 Recommended			
	<u>Child Count</u>		<u>PSA</u>		<u>Child Count</u>		<u>PSA</u>
Level 1 Disability	16,396	\$	6,532.00	Level 1 Disability	16,662	\$	6,858.60
Level 2 Disability	3,076	\$	15,411.00	Level 2 Disability	3,192	\$	16,181.55
Level 3 Disability	342	\$	19,682.00	Level 3 Disability	339	\$	20,666.10
Level 4 Disability	1,770	\$	15,981.00	Level 4 Disability	1,953	\$	16,780.05
Level 5 Disability	525	\$	34,293.00	Level 5 Disability	532	\$	36,007.65
Level 6 Disability	253	\$	9,066.00	Level 6 Disability	257	\$	9,519.30
	22,361	\$	209,806,039		22,935	\$	227,309,276
Extraordinary Cost Fund		\$	4,000,000	Extraordinary Cost Fund		\$	4,000,000
SDBVI Summer School		\$	200,000	SDBVI Summer School		\$	200,000
	Total Need	\$	214,006,039		Total Need	\$	231,509,276
	Statewide local effort	\$	(161,025,144)		Statewide local effort	\$	(170,928,613)
	Adjustment for Lost Local Effort	\$	30,019,580		Adjustment for Lost Local Effort	\$	27,544,886
	FY23 Total State Share	\$	83,000,475		FY24 Total State Share	\$	88,125,549
	Actual FY23 Budget	\$	83,000,475	FY24 General Fund Increase for State Aid to Special Education	\$		-

State Aid to Special Education

Student Count for each Disability Level from FY16 to Estimated FY24



Sparsity

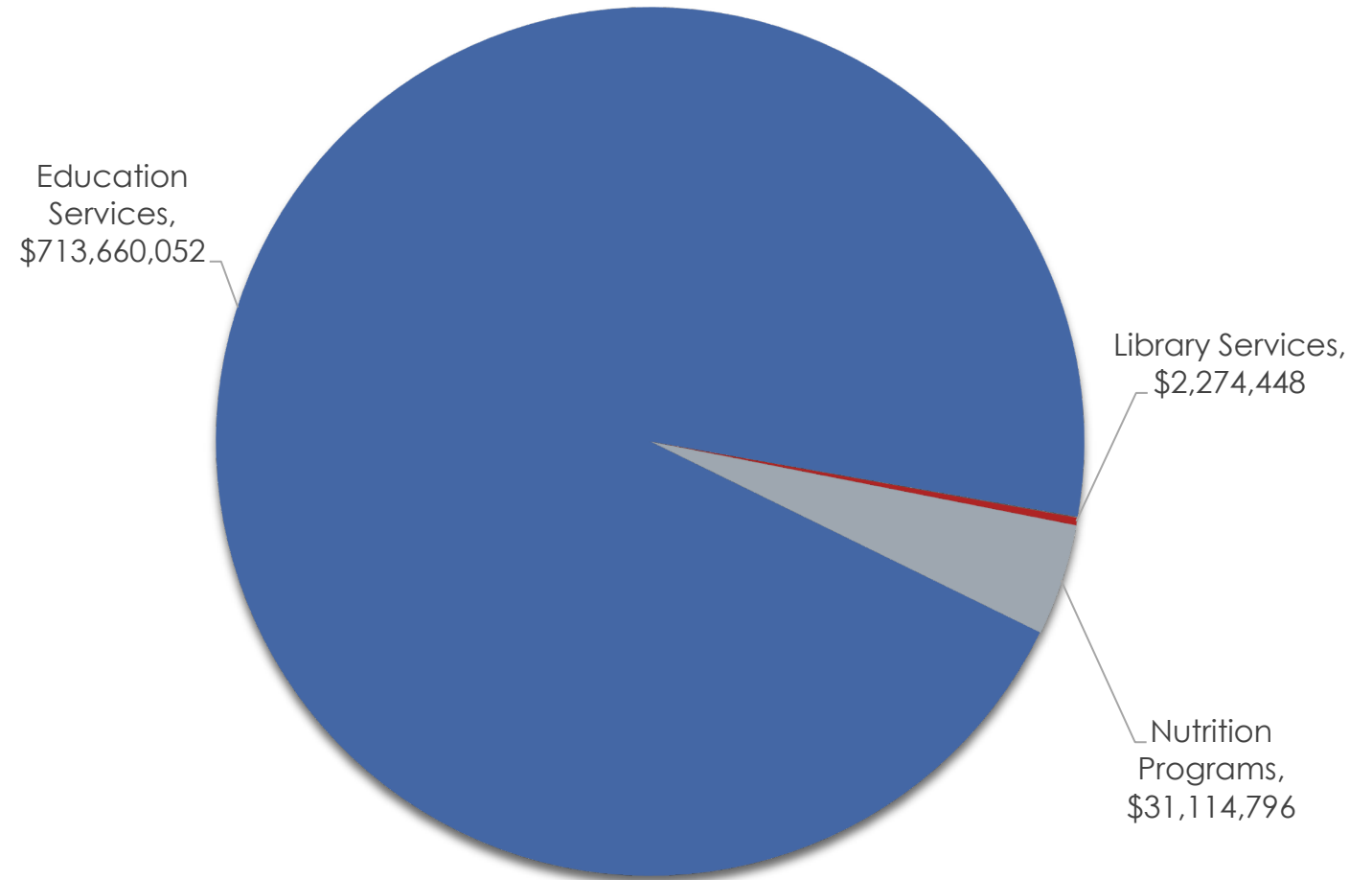
- ▶ School districts that meet certain criteria are considered to be sparse
 - ▶ Fall enrollment per square mile ≤ 0.50
 - ▶ Fall enrollment ≤ 500
 - ▶ Land area ≥ 400 square miles
 - ▶ At least 15 miles to nearest high school
 - ▶ Levies at the maximum level
- ▶ In FY2024, 28 school districts are eligible for payment of up to 75% of the general state aid per-student equivalent for each student, with a maximum payment of \$110,000.

Federal COVID-Related Funding

Congressional Act	Obligation Date(s)	Total Awards	Programs Funded
Families First Coronavirus Response Act (FFCRA)	Sept 2021	\$155,000	Nutrition Programs
CARES Act	Sept 2020 Dec 2021 Sept 2022 July 2023	\$158,699,424	K-12 Education, Libraries, & Nutrition Programs
CRRSA	Sept 2021 Sept 2023	\$183,551,836	K-12 Education & Nutrition Programs
American Rescue Plan (ARP)	Sept 2022 Sept 2023 Sept 2024	\$404,718,036	K-12 Education & Libraries

Federal COVID- Related Funding

Funds By Service

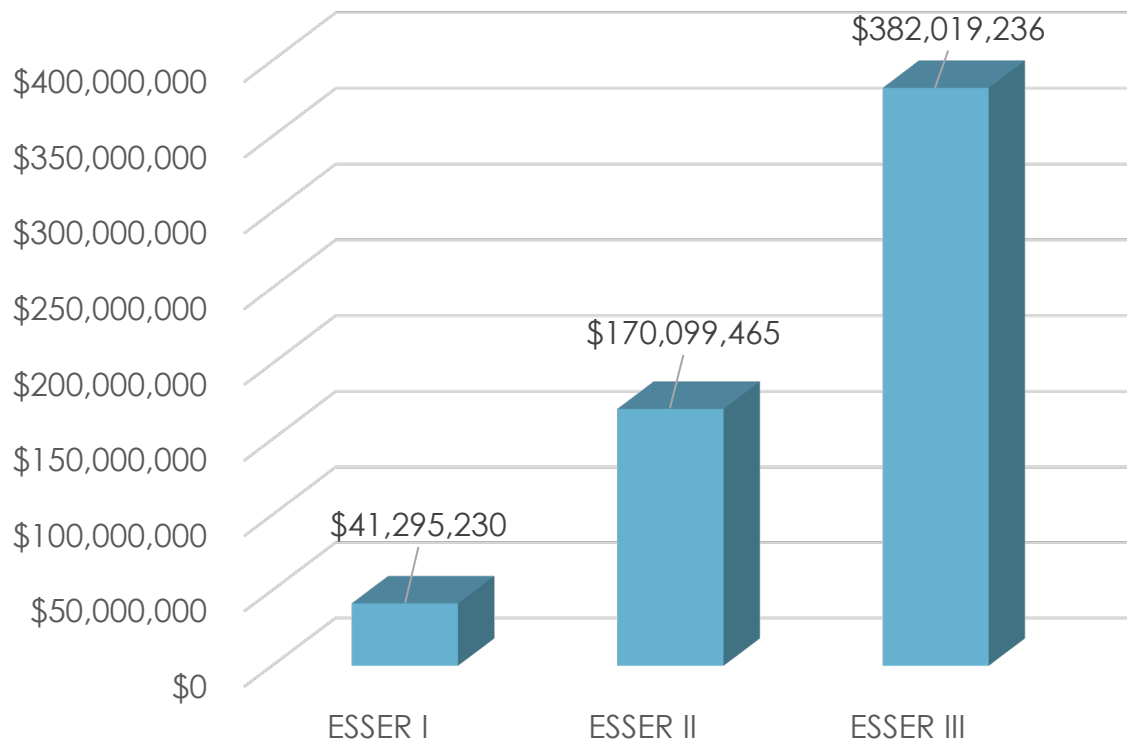


Federal COVID-Related Funding to K-12 Education Programs

Fund	Amount Awarded	Amount Liquidated as of 12.31.22	% Liquidated as of 12.31.22
CRF	\$72,997,500	\$72,997,500	100%
ESSER I	\$41,295,230	\$41,238,494	99%
GEER I	\$7,944,235	\$7,944,235	100%
ESSER II	\$170,099,465	\$95,829,746	56%
GEER II	\$3,503,867	\$1,149,562	33%
EANS I	\$7,730,070	\$6,540,101	84%
REM	\$6,883,482	\$1,950,797	28%
ESSER III	\$382,019,236	\$71,108,528	19%
EANS II	\$7,609,142	\$705,746	9%
Homeless	\$2,502,430	\$353,570	14%
SPED Part B 611	\$8,428,174	\$8,323,744	99%
SPED Part B 619	\$746,270	\$638,060	85%
SPED Part C Infants & Toddlers	\$1,218,273	\$226,124	19%

Elementary & Secondary School Emergency Relief Funds (ESSER)

K-12 ESSER Grants to SD Schools



▶ **ESSER I:**

- ▶ 90% to public schools via Title formula
- ▶ 0.5% state administration
- ▶ 9.5% to low per-student distribution schools (\$162.06/student)
- ▶ Included equitable services to private schools

▶ **ESSER II:**

- ▶ 90% to public schools via Title formula
- ▶ 0.5% state administration
- ▶ 9.5% to low per-student distribution schools (\$672.96/student)

▶ **ESSER III:**

- ▶ 90% to public schools via Title formula (20% address learning loss)
- ▶ 10% State Reserve
 - ▶ 0.5% state administration
 - ▶ 5% address learning loss
 - ▶ 1% summer enrichment
 - ▶ 1% afterschool programs

ARP ESSER – State Level

- ▶ **Three priorities outlined in ARP ESSER State Plan**
 - ▶ Supporting strong instruction and educational opportunities
 - ▶ Supporting student behavioral and mental health
 - ▶ Addressing issues of teacher recruitment and retention

Federal COVID Funding Resources

- ▶ Summary of funding received
 - ▶ <https://doe.sd.gov/coronavirus/caresact.aspx>
- ▶ Fiscal transparency website (expenditures by school district by category)
 - ▶ [Federal Education Funding Dashboard](#)
- ▶ State-level supports for schools
 - ▶ <https://doe.sd.gov/SupportingSchools/>

Future Plans

Future Plans

Strong instruction and educational opportunities

Educator recruitment and retention

Student achievement: all/subgroups

Student absenteeism

Implementation of state Social Studies standards

Cultural Heritage Center renovation

Additional Information

- ▶ Department of Education website: <https://doe.sd.gov/>
- ▶ South Dakota Historical Society: <https://history.sd.gov/>
- ▶ South Dakota State Library: <https://library.sd.gov/>
- ▶ Department of Education Legislative Page: <https://doe.sd.gov/legislature/2023.aspx>

Thank You