

Department of Education

Department of Education

	<u>Revised FY 2008</u>	<u>Requested FY 2009</u>	<u>Requested FY 2010</u>	<u>Recommended FY 2009</u>	<u>Recommended FY 2010</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,827,289,100	4,432,178,300	4,780,266,800	3,793,472,800	3,815,385,500
Special Appropriation	300,000				
Continuing Appropriation	20,700,100				
Budget Reduction	-11,554,700				
Salary Compensation Fund	605,800	546,800	546,800		
Base Deduction	-12,000,000				
Other	310,300				
Total General Fund	3,825,650,600	4,432,725,100	4,780,813,600	3,793,472,800	3,815,385,500
Tobacco Settlement-Phase I					
Tobacco Settlement - I	1,508,400	1,508,400	1,508,400	1,525,000	1,525,000
Continuing Appropriation	1,258,800				
Other	100,000				
Total Tobacco Settlement-Phase I	2,867,200	1,508,400	1,508,400	1,525,000	1,525,000
Restricted Funds					
Balance Forward	2,126,231				
Current Receipts	2,289,988	3,955,900	3,955,900	3,955,900	3,955,900
Non-Revenue Receipts	5,415,081	5,875,400	5,875,400	875,400	875,400
Fund Transfers	-294,900				
Total Restricted Funds	9,536,400	9,831,300	9,831,300	4,831,300	4,831,300
Federal Funds					
Current Receipts	714,628,800	715,174,300	715,369,500	714,554,200	714,554,200
Non-Revenue Receipts	11,992,600	11,992,600	11,992,600	11,992,600	11,992,600
Total Federal Funds	726,621,400	727,166,900	727,362,100	726,546,800	726,546,800
TOTAL SOURCE OF FUNDS	4,564,675,600	5,171,231,700	5,519,515,400	4,526,375,900	4,548,288,600
EXPENDITURES BY CLASS					
Personnel Cost	74,344,400	82,745,700	85,899,500	73,214,200	74,569,200
Operating Expenses	31,393,500	35,792,500	42,816,100	31,280,200	31,307,200
Grants, Loans or Benefits	4,400,268,200	5,052,693,500	5,390,799,800	4,421,881,500	4,441,183,200
Debt Service	7,625,000				1,229,000
TOTAL EXPENDITURES	4,513,631,100	5,171,231,700	5,519,515,400	4,526,375,900	4,548,288,600
EXPENDITURES BY FUND SOURCE					
General Fund	3,774,606,100	4,432,725,100	4,780,813,600	3,793,472,800	3,815,385,500
Tobacco Settlement-Phase I	2,867,200	1,508,400	1,508,400	1,525,000	1,525,000
Restricted Funds	9,536,400	9,831,300	9,831,300	4,831,300	4,831,300
Federal Funds	726,621,400	727,166,900	727,362,100	726,546,800	726,546,800
TOTAL EXPENDITURES	4,513,631,100	5,171,231,700	5,519,515,400	4,526,375,900	4,548,288,600
EXPENDITURES BY UNIT					
Executive Policy and Management	679,800	760,300	800,100	702,600	729,000
Operations and Support Services	69,731,800	65,373,500	66,013,000	54,513,300	55,963,400
Learning and Results Services	1,556,667,400	1,755,049,800	1,817,847,400	1,556,296,900	1,603,690,100
Support Education Excellence in Kentucky (SEEK)	2,886,552,100	3,350,048,100	3,634,854,900	2,914,863,100	2,887,906,100
TOTAL EXPENDITURES	4,513,631,100	5,171,231,700	5,519,515,400	4,526,375,900	4,548,288,600

In enacting the Kentucky Education Reform Act (KERA), the 1990 General Assembly provided for a reconstituted Department of Education to implement KERA along with existing programs. In accordance with KRS 156.148, the Department of Education is headed by a Commissioner of Education appointed by the Kentucky Board of Education.

**Department of Education
Executive Policy and Management**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	679,800	760,300	800,100	702,600	729,000
Total General Fund	679,800	760,300	800,100	702,600	729,000
TOTAL SOURCE OF FUNDS	679,800	760,300	800,100	702,600	729,000
EXPENDITURES BY CLASS					
Personnel Cost	578,900	650,200	690,000	596,100	612,500
Operating Expenses	100,900	110,100	110,100	106,500	116,500
TOTAL EXPENDITURES	679,800	760,300	800,100	702,600	729,000
EXPENDITURES BY FUND SOURCE					
General Fund	679,800	760,300	800,100	702,600	729,000
TOTAL EXPENDITURES	679,800	760,300	800,100	702,600	729,000
EXPENDITURES BY UNIT					
Commissioner's Office	573,000	653,500	693,300	604,400	630,800
Kentucky Board of Education	106,800	106,800	106,800	98,200	98,200
TOTAL EXPENDITURES	679,800	760,300	800,100	702,600	729,000

The Department of Education's Executive Policy and Management function is performed by the Commissioner of Education and the Kentucky Board of Education.

The 1990 General Assembly, as part of the Kentucky Education Reform Act (KERA), provided in KRS 156.148 for the appointment of a Commissioner of Education by the Kentucky Board of Education to serve as the chief state school officer.

As part of the same legislation, the General Assembly, in KRS 156.029, created an 11 member Kentucky Board of Education. Board members are appointed by the Governor and confirmed by the Senate and the House of Representatives. Seven members are selected from the state's seven Supreme Court districts, and four are appointed from the state at large. Board members serve four-year staggered terms. The Executive Director of the Council on Postsecondary Education serves as an ex officio non-voting board member. Overall policy regarding public elementary and secondary education in Kentucky is set by the Kentucky Board of Education within the legal framework established by the General Assembly.

The Commissioner of Education's qualifications and compensation are set by the Kentucky Board of Education. The Commissioner serves at the pleasure of the Board. The Commissioner is responsible for carrying out all duties assigned by the legislature, for executing education policy as directed by the State Board, and directing the work of all persons employed by the Department of Education.

**Department of Education
Operations and Support Services**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	56,074,400	49,635,600	50,275,100	43,775,400	45,225,500
Salary Compensation Fund	59,000				
Reorganization Adjustments	-711,600				
Total General Fund	55,421,800	49,635,600	50,275,100	43,775,400	45,225,500
Restricted Funds					
Balance Forward	1,058,072				
Current Receipts	1,106,953	2,135,100	2,135,100	2,135,100	2,135,100
Non-Revenue Receipts	5,045,075	5,075,000	5,075,000	75,000	75,000
Fund Transfers	-154,900				
Total Restricted Funds	7,055,200	7,210,100	7,210,100	2,210,100	2,210,100
Federal Funds					
Current Receipts	8,500,000	8,500,000	8,500,000	8,500,000	8,500,000
Non-Revenue Receipts	27,800	27,800	27,800	27,800	27,800
Total Federal Funds	8,527,800	8,527,800	8,527,800	8,527,800	8,527,800
TOTAL SOURCE OF FUNDS	71,004,800	65,373,500	66,013,000	54,513,300	55,963,400
EXPENDITURES BY CLASS					
Personnel Cost	10,039,200	9,901,200	10,517,100	7,092,200	7,313,300
Operating Expenses	24,039,800	27,444,500	27,468,100	24,393,300	24,393,300
Grants, Loans or Benefits	28,027,800	28,027,800	28,027,800	23,027,800	23,027,800
Debt Service	7,625,000				1,229,000
TOTAL EXPENDITURES	69,731,800	65,373,500	66,013,000	54,513,300	55,963,400
EXPENDITURES BY FUND SOURCE					
General Fund	54,148,800	49,635,600	50,275,100	43,775,400	45,225,500
Restricted Funds	7,055,200	7,210,100	7,210,100	2,210,100	2,210,100
Federal Funds	8,527,800	8,527,800	8,527,800	8,527,800	8,527,800
TOTAL EXPENDITURES	69,731,800	65,373,500	66,013,000	54,513,300	55,963,400
EXPENDITURES BY UNIT					
Deputy Commissioner	302,100	412,600	440,500	330,300	337,700
Internal Administration and Support	32,442,900	11,080,200	11,423,400	6,865,300	8,198,300
Education Technology	35,849,200	52,218,300	52,400,200	45,977,200	46,050,500
Legal, Legislative and Communication Services	1,137,600	1,662,400	1,748,900	1,340,500	1,376,900
TOTAL EXPENDITURES	69,731,800	65,373,500	66,013,000	54,513,300	55,963,400

The Operations and Support Services program area consists of the Office of Internal Administration; the Office of Education Technology; and the Office of Legal, Legislative and Communication Services.

**Department of Education
Operations and Support Services
Deputy Commissioner**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	243,100	412,600	440,500	330,300	337,700
Salary Compensation Fund	59,000				
Total General Fund	302,100	412,600	440,500	330,300	337,700
TOTAL SOURCE OF FUNDS	302,100	412,600	440,500	330,300	337,700
EXPENDITURES BY CLASS					
Personnel Cost	155,800	393,500	421,400	311,200	318,600
Operating Expenses	146,300	19,100	19,100	19,100	19,100
TOTAL EXPENDITURES	302,100	412,600	440,500	330,300	337,700
EXPENDITURES BY FUND SOURCE					
General Fund	302,100	412,600	440,500	330,300	337,700
TOTAL EXPENDITURES	302,100	412,600	440,500	330,300	337,700

The Deputy Commissioner and associated support staff provide policy and administrative direction for the Operations and Support Services program area. The Deputy Commissioner reports directly to the Commissioner of Education.

**Department of Education
Operations and Support Services
Internal Administration and Support**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	31,674,800	9,050,000	9,393,200	4,835,100	6,168,100
Reorganization Adjustments	55,800				
Total General Fund	31,730,600	9,050,000	9,393,200	4,835,100	6,168,100
Restricted Funds					
Balance Forward	910,077				
Current Receipts	1,120,123	2,030,200	2,030,200	2,030,200	2,030,200
Fund Transfers	-44,900				
Total Restricted Funds	1,985,300	2,030,200	2,030,200	2,030,200	2,030,200
TOTAL SOURCE OF FUNDS	33,715,900	11,080,200	11,423,400	6,865,300	8,198,300
EXPENDITURES BY CLASS					
Personnel Cost	6,415,700	5,257,100	5,576,700	3,358,700	3,462,700
Operating Expenses	18,402,200	5,823,100	5,846,700	3,506,600	3,506,600
Debt Service	7,625,000				1,229,000
TOTAL EXPENDITURES	32,442,900	11,080,200	11,423,400	6,865,300	8,198,300
EXPENDITURES BY FUND SOURCE					
General Fund	30,457,600	9,050,000	9,393,200	4,835,100	6,168,100
Restricted Funds	1,985,300	2,030,200	2,030,200	2,030,200	2,030,200
TOTAL EXPENDITURES	32,442,900	11,080,200	11,423,400	6,865,300	8,198,300

The Office of Internal Administration and Support consists of the following divisions: Budgets, Financial and Materials Management, Administrative Services, and Human Resources.

The Division of Budgets supervises all aspects of budget creation, both annual and biennial, budget analysis and forecasting, expenditure authorizations, personnel approvals, allotment, and appropriation adjustments and increases. The Division serves as agency liaison with the Office of State Budget Director and Legislative Research Commission budget staff.

The Division of Financial and Materials Management supervises all expenditure and accounting transactions, purchasing and document preparation, and pre-audit functions. The Division serves as liaison with the Auditor of Public Accounts and the Finance and Administration Cabinet and also is the primary Department authority for MARS training and implementation.

The Division of Administrative Services is responsible for insurance; leasing; management of leased property, inventory, telecommunications equipment, copiers, mail, office and furniture moves; receiving and distribution of equipment and materials; printing; and processing of documents to archives. The Division is also responsible for capital project planning, budgeting, and administration.

The Division of Human Resources provides personnel and payroll services to Department staff. These services include initiation of master agreements with local education agencies as well as administration of the state merit system, Family Medical Leave Act, Workers' Compensation, sick leave sharing, tuition assistance, employee training, Fair Labor Standards Act, Americans With Disabilities Act, and all other related employment laws and regulations.

Policy

The Executive Budget includes \$1,229,000 in debt service in fiscal year 2010 in support of an on-line system of student assessment and a knowledge management portal.

**Department of Education
Operations and Support Services
Education Technology**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	22,155,900	38,643,300	38,825,200	37,402,200	37,475,500
Reorganization Adjustments	118,300				
Total General Fund	22,274,200	38,643,300	38,825,200	37,402,200	37,475,500
Restricted Funds					
Balance Forward	29,925				
Non-Revenue Receipts	5,045,075	5,075,000	5,075,000	75,000	75,000
Total Restricted Funds	5,075,000	5,075,000	5,075,000	75,000	75,000
Federal Funds					
Current Receipts	8,500,000	8,500,000	8,500,000	8,500,000	8,500,000
Total Federal Funds	8,500,000	8,500,000	8,500,000	8,500,000	8,500,000
TOTAL SOURCE OF FUNDS	35,849,200	52,218,300	52,400,200	45,977,200	46,050,500
EXPENDITURES BY CLASS					
Personnel Cost	2,433,100	2,802,300	2,984,200	2,284,600	2,357,900
Operating Expenses	5,416,100	21,416,000	21,416,000	20,692,600	20,692,600
Grants, Loans or Benefits	28,000,000	28,000,000	28,000,000	23,000,000	23,000,000
TOTAL EXPENDITURES	35,849,200	52,218,300	52,400,200	45,977,200	46,050,500
EXPENDITURES BY FUND SOURCE					
General Fund	22,274,200	38,643,300	38,825,200	37,402,200	37,475,500
Restricted Funds	5,075,000	5,075,000	5,075,000	75,000	75,000
Federal Funds	8,500,000	8,500,000	8,500,000	8,500,000	8,500,000
TOTAL EXPENDITURES	35,849,200	52,218,300	52,400,200	45,977,200	46,050,500

The Office of Education Technology provides policy and budget planning, liaison services, administration and quality assurance for the Kentucky Education Technology System (KETS). The Office is responsible for KETS shared services for 700,000 direct customers, 1,200 schools, 174 local school districts and the Kentucky Department of Education. The Office consists of two divisions: KETS Engineering and Management, and KETS Operations and Services.

Department of Education
Operations and Support Services
Legal, Legislative and Communication Services

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,000,600	1,529,700	1,616,200	1,207,800	1,244,200
Reorganization Adjustments	-885,700				
Total General Fund	1,114,900	1,529,700	1,616,200	1,207,800	1,244,200
Restricted Funds					
Balance Forward	118,070				
Current Receipts	-13,170	104,900	104,900	104,900	104,900
Fund Transfers	-110,000				
Total Restricted Funds	-5,100	104,900	104,900	104,900	104,900
Federal Funds					
Non-Revenue Receipts	27,800	27,800	27,800	27,800	27,800
Total Federal Funds	27,800	27,800	27,800	27,800	27,800
TOTAL SOURCE OF FUNDS	1,137,600	1,662,400	1,748,900	1,340,500	1,376,900
EXPENDITURES BY CLASS					
Personnel Cost	1,034,600	1,448,300	1,534,800	1,137,700	1,174,100
Operating Expenses	75,200	186,300	186,300	175,000	175,000
Grants, Loans or Benefits	27,800	27,800	27,800	27,800	27,800
TOTAL EXPENDITURES	1,137,600	1,662,400	1,748,900	1,340,500	1,376,900
EXPENDITURES BY FUND SOURCE					
General Fund	1,114,900	1,529,700	1,616,200	1,207,800	1,244,200
Restricted Funds	-5,100	104,900	104,900	104,900	104,900
Federal Funds	27,800	27,800	27,800	27,800	27,800
TOTAL EXPENDITURES	1,137,600	1,662,400	1,748,900	1,340,500	1,376,900

The Office of Legal, Legislative, and Communication Services provides in-house counsel and advice for the Commissioner of Education, all offices of the Department of Education, and the Kentucky Board of Education. The office provides legal representation for the Department of Education and Kentucky Board of Education before administrative agencies and courts of law. It provides informal legal advice to local school districts and members of the general public. The office serves as the Kentucky Department of Education's liaison with the General Assembly.

The Division of Communications is responsible for news media relations for the Commissioner and the Department of Education. The division creates print and electronic materials to supplement the professional development of educators and inform other interested parties in Kentucky's system of public elementary and secondary education. The Division also operates the Department's web site, provides photographic services for the Department, and produces electronic publications.

**Department of Education
Learning and Results Services**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	839,939,300	1,031,734,300	1,094,336,700	834,131,700	881,524,900
Special Appropriation	300,000				
Continuing Appropriation	20,700,100				
Budget Reduction	-11,554,700				
Salary Compensation Fund	546,800	546,800	546,800		
Base Deduction	-12,000,000				
Reorganization Adjustments	711,600				
Other	582,300				
Total General Fund	839,225,400	1,032,281,100	1,094,883,500	834,131,700	881,524,900
Tobacco Settlement-Phase I					
Tobacco Settlement - I	1,508,400	1,508,400	1,508,400	1,525,000	1,525,000
Continuing Appropriation	1,258,800				
Other	100,000				
Total Tobacco Settlement-Phase I	2,867,200	1,508,400	1,508,400	1,525,000	1,525,000
Restricted Funds					
Balance Forward	1,068,159				
Current Receipts	1,183,035	1,820,800	1,820,800	1,820,800	1,820,800
Non-Revenue Receipts	370,006	800,400	800,400	800,400	800,400
Fund Transfers	-140,000				
Total Restricted Funds	2,481,200	2,621,200	2,621,200	2,621,200	2,621,200
Federal Funds					
Current Receipts	706,128,800	706,674,300	706,869,500	706,054,200	706,054,200
Non-Revenue Receipts	11,964,800	11,964,800	11,964,800	11,964,800	11,964,800
Total Federal Funds	718,093,600	718,639,100	718,834,300	718,019,000	718,019,000
TOTAL SOURCE OF FUNDS	1,562,667,400	1,755,049,800	1,817,847,400	1,556,296,900	1,603,690,100
EXPENDITURES BY CLASS					
Personnel Cost	63,726,300	72,194,300	74,692,400	65,525,900	66,643,400
Operating Expenses	7,252,800	8,237,900	15,237,900	6,780,400	6,797,400
Grants, Loans or Benefits	1,485,688,300	1,674,617,600	1,727,917,100	1,483,990,600	1,530,249,300
TOTAL EXPENDITURES	1,556,667,400	1,755,049,800	1,817,847,400	1,556,296,900	1,603,690,100
EXPENDITURES BY FUND SOURCE					
General Fund	833,225,400	1,032,281,100	1,094,883,500	834,131,700	881,524,900
Tobacco Settlement-Phase I	2,867,200	1,508,400	1,508,400	1,525,000	1,525,000
Restricted Funds	2,481,200	2,621,200	2,621,200	2,621,200	2,621,200
Federal Funds	718,093,600	718,639,100	718,834,300	718,019,000	718,019,000
TOTAL EXPENDITURES	1,556,667,400	1,755,049,800	1,817,847,400	1,556,296,900	1,603,690,100
EXPENDITURES BY UNIT					
Deputy Commissioner	17,168,000	16,950,800	16,970,600	7,479,600	7,488,200
Special Instructional Services	459,387,300	472,718,000	474,175,600	460,502,700	461,197,600
Leadership and School Improvement	81,788,200	89,585,400	88,072,600	87,265,000	87,350,500
Assessment and Accountability	25,178,300	33,627,400	34,899,000	25,252,500	25,325,700
Teaching and Learning	198,976,800	301,732,500	298,914,400	179,155,700	179,296,100
District Support Services	774,168,800	840,435,700	904,815,200	796,641,400	843,032,000
TOTAL EXPENDITURES	1,556,667,400	1,755,049,800	1,817,847,400	1,556,296,900	1,603,690,100

The Learning and Results Services program area consists of the following offices: Special Instructional Services; Leadership and School Improvement; Assessment and Accountability; Teaching and Learning; and District Support Services.

Policy

The Governor's recommendation includes policy designating four programs - Extended School Services, Professional Development, Safe Schools, and Textbooks as "Flexible Focus Funds." This permits local school districts to use discretion in the allocation of these funds while still addressing the governing statutes and serving the needs of the target populations.

**Department of Education
Learning and Results Services
Deputy Commissioner**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	15,650,500	15,745,000	15,764,800	6,820,600	6,829,200
Salary Compensation Fund	546,800	546,800	546,800		
Reorganization Adjustments	311,700				
Total General Fund	16,509,000	16,291,800	16,311,600	6,820,600	6,829,200
Restricted Funds					
Balance Forward	180,042				
Current Receipts	244,458	424,500	424,500	424,500	424,500
Total Restricted Funds	424,500	424,500	424,500	424,500	424,500
Federal Funds					
Current Receipts	234,500	234,500	234,500	234,500	234,500
Total Federal Funds	234,500	234,500	234,500	234,500	234,500
TOTAL SOURCE OF FUNDS	17,168,000	16,950,800	16,970,600	7,479,600	7,488,200
EXPENDITURES BY CLASS					
Personnel Cost	626,300	417,500	437,300	323,000	323,000
Operating Expenses	889,000	880,600	880,600	295,900	304,500
Grants, Loans or Benefits	15,652,700	15,652,700	15,652,700	6,860,700	6,860,700
TOTAL EXPENDITURES	17,168,000	16,950,800	16,970,600	7,479,600	7,488,200
EXPENDITURES BY FUND SOURCE					
General Fund	16,509,000	16,291,800	16,311,600	6,820,600	6,829,200
Restricted Funds	424,500	424,500	424,500	424,500	424,500
Federal Funds	234,500	234,500	234,500	234,500	234,500
TOTAL EXPENDITURES	17,168,000	16,950,800	16,970,600	7,479,600	7,488,200
EXPENDITURES BY UNIT					
Deputy Commissioner	1,280,800	1,063,600	1,083,400	384,400	393,000
National Center Education Statistics Project	234,500	234,500	234,500	234,500	234,500
Staff Development	15,034,700	15,034,700	15,034,700	6,242,700	6,242,700
Statewide Teacher Recruitment	200,000	200,000	200,000	200,000	200,000
CCSSO/SAELP	418,000	418,000	418,000	418,000	418,000
TOTAL EXPENDITURES	17,168,000	16,950,800	16,970,600	7,479,600	7,488,200

The Deputy Commissioner and associated support staff provide policy and administrative direction for the Learning and Results Services major program area. The Deputy Commissioner reports directly to the Commissioner of Education and has responsibility for the following offices: Special Instructional Services, Leadership and School Improvement, Assessment and Accountability, Teaching and Learning, and District Support Services.

**Department of Education
Learning and Results Services
Special Instructional Services**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	29,323,900	43,318,200	44,689,700	31,215,900	31,910,800
Special Appropriation	300,000				
Other	582,300				
Total General Fund	30,206,200	43,318,200	44,689,700	31,215,900	31,910,800
Restricted Funds					
Balance Forward	466,570				
Current Receipts	277,024	313,200	313,200	313,200	313,200
Non-Revenue Receipts	370,006	800,400	800,400	800,400	800,400
Fund Transfers	-140,000				
Total Restricted Funds	973,600	1,113,600	1,113,600	1,113,600	1,113,600
Federal Funds					
Current Receipts	428,207,500	428,286,200	428,372,300	428,173,200	428,173,200
Total Federal Funds	428,207,500	428,286,200	428,372,300	428,173,200	428,173,200
TOTAL SOURCE OF FUNDS	459,387,300	472,718,000	474,175,600	460,502,700	461,197,600
EXPENDITURES BY CLASS					
Personnel Cost	20,837,300	23,527,200	24,984,800	21,550,000	22,236,500
Operating Expenses	2,343,800	2,910,100	2,910,100	2,672,000	2,680,400
Grants, Loans or Benefits	436,206,200	446,280,700	446,280,700	436,280,700	436,280,700
TOTAL EXPENDITURES	459,387,300	472,718,000	474,175,600	460,502,700	461,197,600
EXPENDITURES BY FUND SOURCE					
General Fund	30,206,200	43,318,200	44,689,700	31,215,900	31,910,800
Restricted Funds	973,600	1,113,600	1,113,600	1,113,600	1,113,600
Federal Funds	428,207,500	428,286,200	428,372,300	428,173,200	428,173,200
TOTAL EXPENDITURES	459,387,300	472,718,000	474,175,600	460,502,700	461,197,600
EXPENDITURES BY UNIT					
Associate Commissioner	424,300	513,300	548,300	433,800	457,600
Exceptional Children Services	155,380,700	155,474,700	155,573,300	155,380,700	155,380,700
Career and Technical Education	23,584,900	33,876,000	33,993,900	23,566,300	23,632,700
Federal Program and Instructional Equity	263,740,900	263,819,600	263,905,700	263,706,600	263,706,600
Kentucky School for the Blind	6,707,100	7,864,800	8,321,400	7,273,900	7,573,700
Kentucky School for the Deaf	9,549,400	11,169,600	11,833,000	10,141,400	10,446,300
TOTAL EXPENDITURES	459,387,300	472,718,000	474,175,600	460,502,700	461,197,600

The Office of Special Instructional Services as established by KRS 156.010 contains five divisions: Exceptional Children Services, Career and Technical Education, Federal Programs and Instructional Equity, the Kentucky School for the Blind, and the Kentucky School for the Deaf.

**Department of Education
Learning and Results Services
Special Instructional Services
Associate Commissioner**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	424,300	513,300	548,300	433,800	457,600
Total General Fund	424,300	513,300	548,300	433,800	457,600
TOTAL SOURCE OF FUNDS	424,300	513,300	548,300	433,800	457,600
EXPENDITURES BY CLASS					
Personnel Cost	424,300	505,100	540,100	425,600	449,400
Operating Expenses		8,200	8,200	8,200	8,200
TOTAL EXPENDITURES	424,300	513,300	548,300	433,800	457,600
EXPENDITURES BY FUND SOURCE					
General Fund	424,300	513,300	548,300	433,800	457,600
TOTAL EXPENDITURES	424,300	513,300	548,300	433,800	457,600

The Associate Commissioner for the Office of Special Instructional Services is responsible for five divisions: Exceptional Children Services, Career and Technical Education, Federal Programs and Instructional Equity, the Kentucky School for the Blind, and the Kentucky School for the Deaf. The Associate Commissioner reports to the Commissioner of Education through the Deputy Commissioner for Learning and Results Services.

**Department of Education
Learning and Results Services
Special Instructional Services
Exceptional Children Services**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	154,500	248,500	347,100	154,500	154,500
Total General Fund	154,500	248,500	347,100	154,500	154,500
Federal Funds					
Current Receipts	155,226,200	155,226,200	155,226,200	155,226,200	155,226,200
Total Federal Funds	155,226,200	155,226,200	155,226,200	155,226,200	155,226,200
TOTAL SOURCE OF FUNDS	155,380,700	155,474,700	155,573,300	155,380,700	155,380,700
EXPENDITURES BY CLASS					
Personnel Cost	1,663,900	1,773,800	1,872,400	1,679,800	1,679,800
Operating Expenses	580,000	580,000	580,000	580,000	580,000
Grants, Loans or Benefits	153,136,800	153,120,900	153,120,900	153,120,900	153,120,900
TOTAL EXPENDITURES	155,380,700	155,474,700	155,573,300	155,380,700	155,380,700
EXPENDITURES BY FUND SOURCE					
General Fund	154,500	248,500	347,100	154,500	154,500
Federal Funds	155,226,200	155,226,200	155,226,200	155,226,200	155,226,200
TOTAL EXPENDITURES	155,380,700	155,474,700	155,573,300	155,380,700	155,380,700
EXPENDITURES BY UNIT					
Exceptional Children Services	155,263,300	155,357,300	155,455,900	155,263,300	155,263,300
Special Education Mentors	117,400	117,400	117,400	117,400	117,400
TOTAL EXPENDITURES	155,380,700	155,474,700	155,573,300	155,380,700	155,380,700

Under provisions of KRS 156.010 and KRS 157.220, the Division of Exceptional Children Services oversees education programs for children and youth with disabilities and administers Kentucky's programs associated with the federal Individuals with Disabilities Education Act.

The Division provides technical assistance to local school districts in the development and implementation of special education programs. The division engages in implementation and oversight activities in the following program areas:

Special Education Mentors - Mentors work in schools and districts where special education programs are not in compliance with state or federal requirements. Mentors assist in creating and implementing improvement plans and work to increase the effectiveness of staff and relevant entities.

Preschool Special Education - Federal funds are provided under the Individuals With Disabilities Education Act (IDEA) to help states meet the extra cost of providing a free and appropriate public education to children ages three through five with an educational disability. The bulk of these funds flows directly to local school districts for their preschool special education programs. A portion of the funds goes to five early childhood training centers to assist districts in implementing their special education preschool programs. A final portion of the funds is retained by the Kentucky Department of Education for administrative activities of Kentucky's preschool special education programs.

Special Education Program Improvement - State Improvement Grants are awarded under the Individuals With Disabilities Education Act. Kentucky's improvement grant sets specific numerical goals to be attained over a five year period relative to school completion rates, qualified special education personnel, use of technology in teaching children with disabilities, effective early intervention services, and successful transition to preschool programs.

Individuals With Disabilities Education - Federal IDEA funds are provided to help meet the extra cost of providing disabled students a free and appropriate public education beyond preschool. The bulk of these funds, as with preschool, flows directly to local school districts. A portion goes to fund eleven special education cooperatives to assist districts, and a small amount is retained by the Kentucky Department of Education for administrative purposes.

**Department of Education
Learning and Results Services
Special Instructional Services
Career and Technical Education**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	12,783,800	23,817,200	23,935,100	13,507,500	13,573,900
Special Appropriation	300,000				
Other	582,300				
Total General Fund	13,666,100	23,817,200	23,935,100	13,507,500	13,573,900
Restricted Funds					
Balance Forward	430,394				
Non-Revenue Receipts	370,006	800,400	800,400	800,400	800,400
Fund Transfers	-140,000				
Total Restricted Funds	660,400	800,400	800,400	800,400	800,400
Federal Funds					
Current Receipts	9,258,400	9,258,400	9,258,400	9,258,400	9,258,400
Total Federal Funds	9,258,400	9,258,400	9,258,400	9,258,400	9,258,400
TOTAL SOURCE OF FUNDS	23,584,900	33,876,000	33,993,900	23,566,300	23,632,700
EXPENDITURES BY CLASS					
Personnel Cost	2,099,400	2,268,800	2,386,700	1,873,800	1,940,200
Operating Expenses	209,400	191,100	191,100	276,400	276,400
Grants, Loans or Benefits	21,276,100	31,416,100	31,416,100	21,416,100	21,416,100
TOTAL EXPENDITURES	23,584,900	33,876,000	33,993,900	23,566,300	23,632,700
EXPENDITURES BY FUND SOURCE					
General Fund	13,666,100	23,817,200	23,935,100	13,507,500	13,573,900
Restricted Funds	660,400	800,400	800,400	800,400	800,400
Federal Funds	9,258,400	9,258,400	9,258,400	9,258,400	9,258,400
TOTAL EXPENDITURES	23,584,900	33,876,000	33,993,900	23,566,300	23,632,700
EXPENDITURES BY UNIT					
Career and Technical Education	22,534,900	32,826,000	32,943,900	22,516,300	22,582,700
JAG	750,000	750,000	750,000	750,000	750,000
Energy Technology Career Track Program	300,000	300,000	300,000	300,000	300,000
TOTAL EXPENDITURES	23,584,900	33,876,000	33,993,900	23,566,300	23,632,700

The Division of Secondary Vocational Education provides technical assistance, consultative services, staff development and program monitoring to secondary vocational education programs in local school districts and area vocational education centers.

The Carl D. Perkins Vocational and Applied Technology Education Act provides federal vocational educational funds to local school districts offering approved secondary vocational education programs. The Division of Secondary Vocational Education administers these funds according to guidelines prescribed in Public Law 98-254.

Funding is provided to districts operating a local vocational school or vocational department within a school to help cover the administrative and operational costs of providing the vocational programs.

The Future Farmers of American (FFA) Camp facility at Hardinsburg provides leadership development to vocational organizations in the summer months. Participants generally spend three to five days at FFA Camp and receive intensive leadership training.

Department of Education Learning and Results Services Special Instructional Services Federal Program and Instructional Equity					
	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	11,228				
Current Receipts	6,772	18,000	18,000	18,000	18,000
Total Restricted Funds	18,000	18,000	18,000	18,000	18,000
Federal Funds					
Current Receipts	263,722,900	263,801,600	263,887,700	263,688,600	263,688,600
Total Federal Funds	263,722,900	263,801,600	263,887,700	263,688,600	263,688,600
TOTAL SOURCE OF FUNDS	263,740,900	263,819,600	263,905,700	263,706,600	263,706,600
EXPENDITURES BY CLASS					
Personnel Cost	1,329,600	1,457,900	1,544,000	1,344,900	1,344,900
Operating Expenses	618,000	618,000	618,000	618,000	618,000
Grants, Loans or Benefits	261,793,300	261,743,700	261,743,700	261,743,700	261,743,700
TOTAL EXPENDITURES	263,740,900	263,819,600	263,905,700	263,706,600	263,706,600
EXPENDITURES BY FUND SOURCE					
Restricted Funds	18,000	18,000	18,000	18,000	18,000
Federal Funds	263,722,900	263,801,600	263,887,700	263,688,600	263,688,600
TOTAL EXPENDITURES	263,740,900	263,819,600	263,905,700	263,706,600	263,706,600
EXPENDITURES BY UNIT					
Title I	201,451,000	201,529,700	201,615,800	201,416,700	201,416,700
Title V	7,000,800	7,000,800	7,000,800	7,000,800	7,000,800
Other Federal Programs	55,289,100	55,289,100	55,289,100	55,289,100	55,289,100
TOTAL EXPENDITURES	263,740,900	263,819,600	263,905,700	263,706,600	263,706,600

The Division of Federal Program Resources administers many of the Department of Education's federal grant programs.

The Chapter I program provides remedial and supplementary educational services to disadvantaged students who meet at least one of the following criteria: educationally deprived, migrant, neglected or delinquent, handicapped and currently or formerly institutionalized, or confined in a correctional facility.

Chapter II of the Education Consolidation and Improvement Act of 1981 identifies six purposes for which funds must be targeted: programs for at-risk students; programs to acquire and use instructional materials; innovative programs for school-wide improvements, including effective schools programs; professional development programs; programs to enhance personal excellence of students and student achievement; and other innovative projects to enhance the educational climate of the school. These funds are provided to local educational agencies and participating private non-profit schools by a formula established in the federal law.

Other grant programs administered by this division include: Drug-Free Schools and Communities program and the Foreign Language Assistance program.

**Department of Education
Learning and Results Services
Special Instructional Services
Kentucky School for the Blind**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	6,657,100	7,814,800	8,271,400	7,223,900	7,523,700
Total General Fund	6,657,100	7,814,800	8,271,400	7,223,900	7,523,700
Restricted Funds					
Balance Forward	6,713				
Current Receipts	43,287	50,000	50,000	50,000	50,000
Total Restricted Funds	50,000	50,000	50,000	50,000	50,000
TOTAL SOURCE OF FUNDS	6,707,100	7,864,800	8,321,400	7,273,900	7,573,700
EXPENDITURES BY CLASS					
Personnel Cost	6,277,100	7,196,100	7,652,700	6,672,100	6,968,200
Operating Expenses	430,000	668,700	668,700	601,800	605,500
TOTAL EXPENDITURES	6,707,100	7,864,800	8,321,400	7,273,900	7,573,700
EXPENDITURES BY FUND SOURCE					
General Fund	6,657,100	7,814,800	8,271,400	7,223,900	7,523,700
Restricted Funds	50,000	50,000	50,000	50,000	50,000
TOTAL EXPENDITURES	6,707,100	7,864,800	8,321,400	7,273,900	7,573,700

The four subprograms of the Kentucky School for the Blind are Instruction, Residential, Operational Support and Outreach. These subprograms work together to provide instructional and residential programs for students of the School. All four subprograms involve both direct services to students and related services that are necessary to accomplish the direct services.

Instruction and Related Services includes supervision, teaching, supplies, equipment, and clerical services, all of which are needed for the regular instruction of the students enrolled at the Kentucky School for the Blind. Tools utilized are Braille, large print, electronic aids, and other special aids and methods for teaching basic academic skills, vocational skills, self-care skills, orientation and mobility, music, physical education, athletics, and counseling.

Residential Services include those services which are needed to provide housing, daily living skills, and leisure time activities for students who reside at the Kentucky School for the Blind. This subprogram also deals with transportation arrangements when residential students go home on weekends and at the end of the school year.

Operational Support includes administration, business management, food service, housekeeping, utilities and other operating expenses, maintenance of buildings and grounds, and health care. The positions of Superintendent and Coordinator of Instruction and Related Services are included in this subprogram.

The Outreach program provides consultative, technical, and evaluative support to local school districts relating to education of students who are blind or visually impaired.

Federal Support includes funds to support federally mandated services. Funds received under Chapter I of the Education Consolidation and Improvement Act are used to provide services in the areas of speech therapy and basic skill instruction. Federal funds are also used to provide instruction and residential services for deaf-blind children.

**Department of Education
Learning and Results Services
Special Instructional Services
Kentucky School for the Deaf**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	9,304,200	10,924,400	11,587,800	9,896,200	10,201,100
Total General Fund	9,304,200	10,924,400	11,587,800	9,896,200	10,201,100
Restricted Funds					
Balance Forward	18,235				
Current Receipts	226,965	245,200	245,200	245,200	245,200
Total Restricted Funds	245,200	245,200	245,200	245,200	245,200
TOTAL SOURCE OF FUNDS	9,549,400	11,169,600	11,833,000	10,141,400	10,446,300
EXPENDITURES BY CLASS					
Personnel Cost	9,043,000	10,325,500	10,988,900	9,553,800	9,854,000
Operating Expenses	506,400	844,100	844,100	587,600	592,300
TOTAL EXPENDITURES	9,549,400	11,169,600	11,833,000	10,141,400	10,446,300
EXPENDITURES BY FUND SOURCE					
General Fund	9,304,200	10,924,400	11,587,800	9,896,200	10,201,100
Restricted Funds	245,200	245,200	245,200	245,200	245,200
TOTAL EXPENDITURES	9,549,400	11,169,600	11,833,000	10,141,400	10,446,300

The Kentucky School for the Deaf (KSD) provides educational services to deaf children who cannot be served by local school districts. The School's educational program consists of appropriate classroom instruction, life skills, physical education, and vocational training. Students receive instruction in accordance with their Individual Education Plan that emphasizes language and communication skills development.

Students at the Kentucky School for the Deaf are housed in campus dormitories supervised by houseparents. The students receive practical living skill instruction in personal safety, hygiene, and independent living skills.

The Kentucky School for the Deaf also supports an outreach program which provides consultative, technical, and evaluative support to local school districts on how to provide effective educational services to deaf children attending school in a local district. The KSD is designated the Statewide Educational Resource Center on Deafness.

**Department of Education
Learning and Results Services
Leadership and School Improvement**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	65,717,700	73,605,100	72,092,300	71,284,700	71,370,200
Reorganization Adjustments	90,200				
Total General Fund	65,807,900	73,605,100	72,092,300	71,284,700	71,370,200
Restricted Funds					
Current Receipts	5,000	5,000	5,000	5,000	5,000
Total Restricted Funds	5,000	5,000	5,000	5,000	5,000
Federal Funds					
Current Receipts	15,304,400	15,304,400	15,304,400	15,304,400	15,304,400
Non-Revenue Receipts	670,900	670,900	670,900	670,900	670,900
Total Federal Funds	15,975,300	15,975,300	15,975,300	15,975,300	15,975,300
TOTAL SOURCE OF FUNDS	81,788,200	89,585,400	88,072,600	87,265,000	87,350,500
EXPENDITURES BY CLASS					
Personnel Cost	7,785,000	8,747,500	8,939,700	8,013,700	8,099,200
Operating Expenses	1,007,900	1,535,200	1,535,200	967,200	967,200
Grants, Loans or Benefits	72,995,300	79,302,700	77,597,700	78,284,100	78,284,100
TOTAL EXPENDITURES	81,788,200	89,585,400	88,072,600	87,265,000	87,350,500
EXPENDITURES BY FUND SOURCE					
General Fund	65,807,900	73,605,100	72,092,300	71,284,700	71,370,200
Restricted Funds	5,000	5,000	5,000	5,000	5,000
Federal Funds	15,975,300	15,975,300	15,975,300	15,975,300	15,975,300
TOTAL EXPENDITURES	81,788,200	89,585,400	88,072,600	87,265,000	87,350,500
EXPENDITURES BY UNIT					
Associate Commissioner	553,000	582,900	613,000	519,500	532,900
Leadership and Instructional Support	71,175,700	75,224,200	75,308,200	76,531,900	76,568,900
Scholastic Assistance	7,491,200	11,008,000	9,346,800	7,619,300	7,637,000
Educator Quality and Diversity	2,568,300	2,770,300	2,804,600	2,594,300	2,611,700
TOTAL EXPENDITURES	81,788,200	89,585,400	88,072,600	87,265,000	87,350,500

The Office of Leadership and School Improvement consists of the following divisions: Leadership and Instructional Support, Scholastic Assistance, and Educator Quality and Diversity.

The Division of Leadership and Instructional Support provides and monitors required training opportunities for superintendents working in their first year of service, provides technical assistance for approval of the certified personnel evaluation plans for each local school district, provides required opportunities for school administrators and others to be trained in the process of effective evaluation of certified personnel, collects and approves all proposals of training opportunities to provide required leadership training for school administrators, develops and implements training programs for principals, provides initial and continuing training for school-based councils, and collects and analyzes data relative to each of the above initiatives.

The Division of Scholastic Assistance administers the Kentucky Highly Skilled Educators program and assists those schools identified by the CATS assessment and the Kentucky Board of Education as low-performing schools. Part of such assistance

is provided via the Commonwealth School Improvement Fund; funds are provided schools to assist in developing and implementing strategies to raise a school's performance level.

The Division of Educator Quality and Diversity works to identify and recruit persons to teach in Kentucky's public schools and also to address the gap between minority students and the number of minority educators. The Division assists local school districts in organizing Future Educator (FEA) of America clubs to provide middle and high school students an opportunity to develop mentoring relationships with educators and to offer assistance to those interested in education as their college major. Kentucky currently has the most chartered FEA chapters in the nation.

**Department of Education
Learning and Results Services
Assessment and Accountability**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	11,265,600	19,773,500	21,045,100	11,398,600	11,471,800
Reorganization Adjustments	58,800				
Total General Fund	11,324,400	19,773,500	21,045,100	11,398,600	11,471,800
Federal Funds					
Current Receipts	13,853,900	13,853,900	13,853,900	13,853,900	13,853,900
Total Federal Funds	13,853,900	13,853,900	13,853,900	13,853,900	13,853,900
TOTAL SOURCE OF FUNDS	25,178,300	33,627,400	34,899,000	25,252,500	25,325,700
EXPENDITURES BY CLASS					
Personnel Cost	24,451,100	24,988,800	25,105,900	24,525,300	24,598,500
Operating Expenses	469,700	469,700	469,700	469,700	469,700
Grants, Loans or Benefits	257,500	8,168,900	9,323,400	257,500	257,500
TOTAL EXPENDITURES	25,178,300	33,627,400	34,899,000	25,252,500	25,325,700
EXPENDITURES BY FUND SOURCE					
General Fund	11,324,400	19,773,500	21,045,100	11,398,600	11,471,800
Federal Funds	13,853,900	13,853,900	13,853,900	13,853,900	13,853,900
TOTAL EXPENDITURES	25,178,300	33,627,400	34,899,000	25,252,500	25,325,700
EXPENDITURES BY UNIT					
Associate Commissioner	367,700	4,507,500	5,592,700	434,100	458,900
Assessment Implementation	7,241,100	7,420,800	7,468,700	7,228,700	7,246,700
Assessment Support	17,569,500	21,699,100	21,837,600	17,589,700	17,620,100
TOTAL EXPENDITURES	25,178,300	33,627,400	34,899,000	25,252,500	25,325,700

The Office of Assessment and Accountability is responsible for developing and implementing the Commonwealth Accountability Testing System (CATS) established in KRS 158.645. The test is the primary means of gauging progress by schools and districts toward the goal of proficiency by 2014 based on standards established by the Kentucky Board of Education. The Office consists of the Division of Assessment Implementation and the Division of Assessment Support.

The Division of Assessment Implementation operates the Commonwealth Accountability Testing System (CATS) and coordinates the logistics of the assessment program at the district level. This involves managing and generating data necessary to report assessment results on which accountability performance judgments must be based. The Division determines procedures for administering the test. It distributes the test materials to local districts and collects them for grading. The Division also helps district administrators make effective use of the assessment results.

The Division of Assessment Support gathers information to establish the validity of the Commonwealth Assessment and Testing Program (CATS). Validation studies include reviews of the consistency of student results across multiple measures and the potential for all scores to yield fair, consistent, and accurate student performance level and school accountability decisions. The Division also reviews the accuracy of scores assigned to students and schools as well as accuracy of the testing materials.

**Department of Education
Learning and Results Services
Teaching and Learning**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	160,141,000	261,651,800	258,833,700	139,058,400	139,198,800
Continuing Appropriation	20,700,100				
Budget Reduction	-11,554,700				
Base Deduction	-12,000,000				
Reorganization Adjustments	250,900				
Total General Fund	157,537,300	261,651,800	258,833,700	139,058,400	139,198,800
Tobacco Settlement-Phase I					
Tobacco Settlement - I	1,508,400	1,508,400	1,508,400	1,525,000	1,525,000
Continuing Appropriation	1,258,800				
Other	100,000				
Total Tobacco Settlement-Phase I	2,867,200	1,508,400	1,508,400	1,525,000	1,525,000
Restricted Funds					
Balance Forward	150,000				
Current Receipts	424,000	574,000	574,000	574,000	574,000
Total Restricted Funds	574,000	574,000	574,000	574,000	574,000
Federal Funds					
Current Receipts	26,704,400	26,704,400	26,704,400	26,704,400	26,704,400
Non-Revenue Receipts	11,293,900	11,293,900	11,293,900	11,293,900	11,293,900
Total Federal Funds	37,998,300	37,998,300	37,998,300	37,998,300	37,998,300
TOTAL SOURCE OF FUNDS	198,976,800	301,732,500	298,914,400	179,155,700	179,296,100
EXPENDITURES BY CLASS					
Personnel Cost	5,021,400	7,118,300	7,450,200	5,172,100	5,312,500
Operating Expenses	1,056,500	1,070,300	1,070,300	1,194,900	1,194,900
Grants, Loans or Benefits	192,898,900	293,543,900	290,393,900	172,788,700	172,788,700
TOTAL EXPENDITURES	198,976,800	301,732,500	298,914,400	179,155,700	179,296,100
EXPENDITURES BY FUND SOURCE					
General Fund	157,537,300	261,651,800	258,833,700	139,058,400	139,198,800
Tobacco Settlement-Phase I	2,867,200	1,508,400	1,508,400	1,525,000	1,525,000
Restricted Funds	574,000	574,000	574,000	574,000	574,000
Federal Funds	37,998,300	37,998,300	37,998,300	37,998,300	37,998,300
TOTAL EXPENDITURES	198,976,800	301,732,500	298,914,400	179,155,700	179,296,100
EXPENDITURES BY UNIT					
Associate Commissioner	524,100	1,028,200	1,071,200	613,600	630,800
Math Achievement	6,900,900	53,100,000	51,860,000	6,900,000	6,900,000
Save the Children	500,000	500,000	500,000	500,000	500,000
Leadership and Mentoring Fund	381,500	381,500	381,500	381,500	381,500
Teacher Academies	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000
Reading First	19,604,200	19,604,200	19,604,200	19,604,200	19,604,200
Middle School Achievement Center	387,500	387,500	387,500	387,500	387,500
Elementary Arts & Humanities	484,400	484,400	484,400	484,400	484,400
Curriculum Development	11,967,100	24,007,700	24,144,400	11,986,100	12,039,400
Secondary and Virtual Learning	2,268,100	5,920,100	7,317,600	2,296,100	2,329,000
Dropout Prevention	782,800	782,800	782,800	782,800	782,800
Professional Growth Fund	994,700	3,925,300	3,925,300	994,700	994,700
Extended Learning Services	32,210,900	32,348,900	32,374,900	13,625,200	13,636,300
Read to Achieve	23,633,200	51,370,000	48,130,000	23,558,100	23,558,100
Every 1 Reads	500,000	500,000	500,000	500,000	500,000

Collaborative Center for Literacy Development	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
Early Childhood Development	94,737,400	104,291,900	104,350,600	93,441,500	93,467,400
Appalachian Tutoring Program	100,000	100,000	100,000	100,000	100,000
TOTAL EXPENDITURES	<u>198,976,800</u>	<u>301,732,500</u>	<u>298,914,400</u>	<u>179,155,700</u>	<u>179,296,100</u>

The Office of Teaching and Learning consists of the Divisions of Curriculum Development, Secondary and Virtual Learning, and Early Childhood Development. This office is also responsible for development of items for the Kentucky Core Content Test and providing curriculum materials to local educators as they develop teaching plans and implement the Kentucky Core Content Test.

**Department of Education
Learning and Results Services
Teaching and Learning
Associate Commissioner**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	524,100	1,028,200	1,071,200	613,600	630,800
Total General Fund	524,100	1,028,200	1,071,200	613,600	630,800
TOTAL SOURCE OF FUNDS	524,100	1,028,200	1,071,200	613,600	630,800
EXPENDITURES BY CLASS					
Personnel Cost	524,100	712,000	755,000	597,400	614,600
Operating Expenses		16,200	16,200	16,200	16,200
Grants, Loans or Benefits		300,000	300,000		
TOTAL EXPENDITURES	524,100	1,028,200	1,071,200	613,600	630,800
EXPENDITURES BY FUND SOURCE					
General Fund	524,100	1,028,200	1,071,200	613,600	630,800
TOTAL EXPENDITURES	524,100	1,028,200	1,071,200	613,600	630,800

The Associate Commissioner of the Office of Teaching and Learning oversees the activities of the Divisions of Curriculum, Secondary and Virtual Learning, and Early Childhood Development. The Associate Commissioner also oversees and provides leadership to many of the individual programs critical to schools' ability to reach proficiency by 2014.

**Department of Education
Learning and Results Services
Teaching and Learning
Math Achievement**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	6,900,000	53,100,000	51,860,000	6,900,000	6,900,000
Continuing Appropriation	4,200,900				
Base Deduction	-4,200,000				
Total General Fund	6,900,900	53,100,000	51,860,000	6,900,000	6,900,000
TOTAL SOURCE OF FUNDS	6,900,900	53,100,000	51,860,000	6,900,000	6,900,000
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	6,900,900	53,100,000	51,860,000	6,900,000	6,900,000
TOTAL EXPENDITURES	6,900,900	53,100,000	51,860,000	6,900,000	6,900,000
EXPENDITURES BY FUND SOURCE					
General Fund	6,900,900	53,100,000	51,860,000	6,900,000	6,900,000
TOTAL EXPENDITURES	6,900,900	53,100,000	51,860,000	6,900,000	6,900,000

The Mathematics Achievement Fund was created by the 2005 Regular Session of the General Assembly (KRS 158.840 - 158.844) to provide developmentally appropriate diagnostic assessment and intervention services to P-12 students to help them reach proficiency in math. The Fund enables training of teachers in diagnostic assessment and intervention skills needed to assist students struggling with math. The Fund provides two-year renewable grants to local school districts for this purpose. To qualify, a district must employ standards-based and research-based math instructional practices, use intervention and support services to supplement and not replace regular classroom instruction, and provide intervention services to primary program and other students at risk of mathematics failure based on ongoing assessments of their needs.

**Department of Education
Learning and Results Services
Teaching and Learning
Save the Children**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	500,000	500,000	500,000	500,000	500,000
Total General Fund	500,000	500,000	500,000	500,000	500,000
TOTAL SOURCE OF FUNDS	500,000	500,000	500,000	500,000	500,000
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	500,000	500,000	500,000	500,000	500,000
TOTAL EXPENDITURES	500,000	500,000	500,000	500,000	500,000
EXPENDITURES BY FUND SOURCE					
General Fund	500,000	500,000	500,000	500,000	500,000
TOTAL EXPENDITURES	500,000	500,000	500,000	500,000	500,000

The Kentucky Rural Literacy Initiative is a public/private partnership initiated by the Save the Children organization.

Save the Children selects schools and partners across the nation to implement structured after-school and summer literacy programs. In Kentucky, with state funding beginning in the 2005-06 school year, program sites have been established at elementary schools in Clay, Knott, Letcher, McCreary, Owsley, and Whitley counties. Save the Children works directly with Family Resource and Youth Service Centers and the Kentucky Department of Education.

**Department of Education
Learning and Results Services
Teaching and Learning
Leadership and Mentoring Fund**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	381,500	381,500	381,500	381,500	381,500
Total General Fund	381,500	381,500	381,500	381,500	381,500
TOTAL SOURCE OF FUNDS	381,500	381,500	381,500	381,500	381,500
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	381,500	381,500	381,500	381,500	381,500
TOTAL EXPENDITURES	381,500	381,500	381,500	381,500	381,500
EXPENDITURES BY FUND SOURCE					
General Fund	381,500	381,500	381,500	381,500	381,500
TOTAL EXPENDITURES	381,500	381,500	381,500	381,500	381,500

Under the provisions of KRS 157.390, the Professional Development Leadership and Mentor Fund provides competitive grants to pay teachers and administrators to develop and implement an action plan for improving the reading and math performance of students. Grants are awarded by a committee of reading and math experts and provide reading and math mentors and coaches in qualifying districts and schools.

**Department of Education
Learning and Results Services
Teaching and Learning
Teacher Academies**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000
Total General Fund	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000
TOTAL SOURCE OF FUNDS	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000
TOTAL EXPENDITURES	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000
EXPENDITURES BY FUND SOURCE					
General Fund	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000
TOTAL EXPENDITURES	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000

Teacher Academies provide intensive, content-based professional development to teachers, particularly teachers who are teaching core discipline courses for which they do not have a college major or minor. Academies are operated in collaboration with postsecondary and community educational partners. The academy experience includes a pre-academy day in which teachers identify topics of study, the five-day academy, and two follow-up days during the school year.

The focus of the Teacher Academies is informed by data from the CATS assessment as well as evaluative data from previous academies. Teachers work through a unit of study and adapt it for their specific content and grade level, employ it in their classrooms, and bring examples of student work to follow-up sessions for refinement of the units. The units are then made accessible via the Internet for use by other teachers.

**Department of Education
Learning and Results Services
Teaching and Learning
Reading First**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
Federal Funds					
Current Receipts	19,604,200	19,604,200	19,604,200	19,604,200	19,604,200
Total Federal Funds	19,604,200	19,604,200	19,604,200	19,604,200	19,604,200
TOTAL SOURCE OF FUNDS	19,604,200	19,604,200	19,604,200	19,604,200	19,604,200
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	19,604,200	19,604,200	19,604,200	19,604,200	19,604,200
TOTAL EXPENDITURES	19,604,200	19,604,200	19,604,200	19,604,200	19,604,200
EXPENDITURES BY FUND SOURCE					
Federal Funds	19,604,200	19,604,200	19,604,200	19,604,200	19,604,200
TOTAL EXPENDITURES	19,604,200	19,604,200	19,604,200	19,604,200	19,604,200

Reading First is a federal initiative contained within the No Child Left Behind Act. The program's goal is to have every child reading at grade level by the time of entry to the fourth grade.

The Department of Education is overseeing implementation of Kentucky's Reading First grant. Ten Reading First coaches and eleven regional Literacy Specialists have assisted the Department through a partnership with Kentucky's public universities and the Collaborative Center for Literacy Development. Local schools and school districts have been provided technical assistance on the requirements of Reading First and information about research-based reading intervention programs, assessments to diagnose reading progress, and professional development.

**Department of Education
Learning and Results Services
Teaching and Learning
Middle School Achievement Center**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	387,500	387,500	387,500	387,500	387,500
Total General Fund	387,500	387,500	387,500	387,500	387,500
TOTAL SOURCE OF FUNDS	387,500	387,500	387,500	387,500	387,500
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	387,500	387,500	387,500	387,500	387,500
TOTAL EXPENDITURES	387,500	387,500	387,500	387,500	387,500
EXPENDITURES BY FUND SOURCE					
General Fund	387,500	387,500	387,500	387,500	387,500
TOTAL EXPENDITURES	387,500	387,500	387,500	387,500	387,500

The purpose of the statewide collaborative Center for Middle School Academic Achievement is to improve the content knowledge and instructional practices of middle level teachers through the coordination of professional development, technical assistance, and dissemination of knowledge and practices leading to more effective teaching in the middle grades.

The Center has four goals:

- Collaboration - facilitating the Kentucky Forum to Accelerate Middle Grades Reform. The Forum involves teachers, teacher educators, principals, professional organizations, the Council on Postsecondary Education, and the Education Professional Standards Board.
- Recruitment and Retention - working with student organizations and the Higher Education Network to recruit and support middle school teachers for Kentucky's schools.
- Support Higher Education - building a network of middle level higher education instructors based on a foundation established through the Middle Level Symposium for pre-service and new teachers held every other year.
- Research - creating a report on the state of middle schools in Kentucky and providing mini-grants for research projects based on middle grades.

**Department of Education
Learning and Results Services
Teaching and Learning
Elementary Arts & Humanities**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	484,400	484,400	484,400	484,400	484,400
Total General Fund	484,400	484,400	484,400	484,400	484,400
TOTAL SOURCE OF FUNDS	484,400	484,400	484,400	484,400	484,400
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	484,400	484,400	484,400	484,400	484,400
TOTAL EXPENDITURES	484,400	484,400	484,400	484,400	484,400
EXPENDITURES BY FUND SOURCE					
General Fund	484,400	484,400	484,400	484,400	484,400
TOTAL EXPENDITURES	484,400	484,400	484,400	484,400	484,400

The 2003 Regular Session of the General Assembly instituted a program promoting integration of the arts and foreign languages as a means of strengthening the overall learning environment in the elementary school program.

**Department of Education
Learning and Results Services
Teaching and Learning
Curriculum Development**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	9,388,800	21,547,700	21,684,400	9,526,100	9,579,400
Reorganization Adjustments	118,300				
Total General Fund	9,507,100	21,547,700	21,684,400	9,526,100	9,579,400
Federal Funds					
Current Receipts	2,460,000	2,460,000	2,460,000	2,460,000	2,460,000
Total Federal Funds	2,460,000	2,460,000	2,460,000	2,460,000	2,460,000
TOTAL SOURCE OF FUNDS	11,967,100	24,007,700	24,144,400	11,986,100	12,039,400
EXPENDITURES BY CLASS					
Personnel Cost	1,485,000	3,404,100	3,540,800	1,504,000	1,557,300
Operating Expenses	185,200	185,200	185,200	185,200	185,200
Grants, Loans or Benefits	10,296,900	20,418,400	20,418,400	10,296,900	10,296,900
TOTAL EXPENDITURES	11,967,100	24,007,700	24,144,400	11,986,100	12,039,400
EXPENDITURES BY FUND SOURCE					
General Fund	9,507,100	21,547,700	21,684,400	9,526,100	9,579,400
Federal Funds	2,460,000	2,460,000	2,460,000	2,460,000	2,460,000
TOTAL EXPENDITURES	11,967,100	24,007,700	24,144,400	11,986,100	12,039,400
EXPENDITURES BY UNIT					
Curriculum Development	1,641,500	3,560,600	3,697,300	1,660,500	1,713,800
Gifted and Talented	7,121,500	17,243,000	17,243,000	7,121,500	7,121,500
Gifted and Talented Advisory Council	48,700	48,700	48,700	48,700	48,700
Commonwealth Institute for Teachers	85,100	85,100	85,100	85,100	85,100
Limited English Proficiency	2,460,000	2,460,000	2,460,000	2,460,000	2,460,000
Writing Program	610,300	610,300	610,300	610,300	610,300
TOTAL EXPENDITURES	11,967,100	24,007,700	24,144,400	11,986,100	12,039,400

The Kentucky Education Reform Act of 1990 directed development of a curriculum framework by the Department of Education to assist educators in moving toward the learning goals established by the Act. Since that time, the Division of Curriculum Development has participated in developing all major documents used by teachers and schools in organizing their curricula. Technical assistance resources and professional development is provided to schools and districts to improve student achievement by utilization of research-based instructional practices.

Curriculum Development deploys content consultants to work with local districts, schools and teachers with a focus on the goal of all students reaching proficiency by 2014.

Resources have been developed in support of the goals of the No Child Left Behind Act, particularly in the areas of reading and mathematics achievement in grades three through eight. The division also contains staff with responsibility for Reading First, the K-3 cornerstone of No Child Left Behind.

**Department of Education
Learning and Results Services
Teaching and Learning
Secondary and Virtual Learning**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,561,500	5,346,100	6,743,600	1,722,100	1,755,000
Reorganization Adjustments	132,600				
Total General Fund	1,694,100	5,346,100	6,743,600	1,722,100	1,755,000
Restricted Funds					
Balance Forward	150,000				
Current Receipts	424,000	574,000	574,000	574,000	574,000
Total Restricted Funds	574,000	574,000	574,000	574,000	574,000
TOTAL SOURCE OF FUNDS	2,268,100	5,920,100	7,317,600	2,296,100	2,329,000
EXPENDITURES BY CLASS					
Personnel Cost	1,481,100	1,563,100	1,630,600	1,414,100	1,447,000
Operating Expenses	95,000	95,000	95,000	190,000	190,000
Grants, Loans or Benefits	692,000	4,262,000	5,592,000	692,000	692,000
TOTAL EXPENDITURES	2,268,100	5,920,100	7,317,600	2,296,100	2,329,000
EXPENDITURES BY FUND SOURCE					
General Fund	1,694,100	5,346,100	6,743,600	1,722,100	1,755,000
Restricted Funds	574,000	574,000	574,000	574,000	574,000
TOTAL EXPENDITURES	2,268,100	5,920,100	7,317,600	2,296,100	2,329,000

The Kentucky Virtual High School (KVHS) works with local school districts in offering a wider range of courses to meet student needs. The availability of KVHS courses on the Internet provides opportunities for students to take courses not taught in their schools due to teacher shortages, too few interested students, lack of a qualified instructor, or irresolvable schedule conflicts. Kentucky Virtual High School courses are available to homebound students, students making up failed credits, and students in alternative education settings.

The Kentucky Virtual Advanced Placement Academy assists high schools in offering a core curriculum of Advanced Placement, International Baccalaureate, dual credit and dual enrollment courses so all students have the opportunity to earn college credit while still in high school.

Kentucky Virtual High School teachers are certified in their content areas and all KVHS courses meet state curriculum standards. When a student completes a course, KVHS sends a final numeric score to the principal of the student's local school. The local school grants the credit and posts the grade according to district and school policy.

The facilities of the KVHS are also used to offer online professional development to educators.

**Department of Education
Learning and Results Services
Teaching and Learning
Dropout Prevention**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	782,800	782,800	782,800	782,800	782,800
Total General Fund	782,800	782,800	782,800	782,800	782,800
TOTAL SOURCE OF FUNDS	782,800	782,800	782,800	782,800	782,800
EXPENDITURES BY CLASS					
Operating Expenses	61,900	61,900	61,900	61,900	61,900
Grants, Loans or Benefits	720,900	720,900	720,900	720,900	720,900
TOTAL EXPENDITURES	782,800	782,800	782,800	782,800	782,800
EXPENDITURES BY FUND SOURCE					
General Fund	782,800	782,800	782,800	782,800	782,800
TOTAL EXPENDITURES	782,800	782,800	782,800	782,800	782,800

Dropout Prevention funds are awarded based on the basis of competitive grants by local school districts. The current focus is on research-based programs that offer the most support to students at risk of dropping out of school. The current grant application process emphasizes programs that focus on a given number of students based on criteria identifying the most important needs of each student and providing individualized attention to the student's personal and emotional situation as well as his or her academic status.

**Department of Education
Learning and Results Services
Teaching and Learning
Professional Growth Fund**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,925,300	3,925,300	3,925,300	994,700	994,700
Continuing Appropriation	7,250,700				
Budget Reduction	-10,181,300				
Total General Fund	994,700	3,925,300	3,925,300	994,700	994,700
TOTAL SOURCE OF FUNDS	994,700	3,925,300	3,925,300	994,700	994,700
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	994,700	3,925,300	3,925,300	994,700	994,700
TOTAL EXPENDITURES	994,700	3,925,300	3,925,300	994,700	994,700
EXPENDITURES BY FUND SOURCE					
General Fund	994,700	3,925,300	3,925,300	994,700	994,700
TOTAL EXPENDITURES	994,700	3,925,300	3,925,300	994,700	994,700

The Teachers' Professional Growth Fund provides teachers with opportunities for high quality professional development in content knowledge and teaching methodologies in the core disciplines of mathematics, science, language arts and social studies.

**Department of Education
Learning and Results Services
Teaching and Learning
Extended Learning Services**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	32,210,900	32,348,900	32,374,900	13,625,200	13,636,300
Total General Fund	32,210,900	32,348,900	32,374,900	13,625,200	13,636,300
TOTAL SOURCE OF FUNDS	32,210,900	32,348,900	32,374,900	13,625,200	13,636,300
EXPENDITURES BY CLASS					
Personnel Cost	275,800	413,800	439,800	320,900	332,000
Operating Expenses	75,600	75,600	75,600	75,600	75,600
Grants, Loans or Benefits	31,859,500	31,859,500	31,859,500	13,228,700	13,228,700
TOTAL EXPENDITURES	32,210,900	32,348,900	32,374,900	13,625,200	13,636,300
EXPENDITURES BY FUND SOURCE					
General Fund	32,210,900	32,348,900	32,374,900	13,625,200	13,636,300
TOTAL EXPENDITURES	32,210,900	32,348,900	32,374,900	13,625,200	13,636,300

The Kentucky Education Reform Act of 1990, via KRS 158.070, established Extended School Services (ESS) for struggling learners who need additional instructional time and assistance to achieve their learning goals. The program offers instructional time outside regular school hours and takes many forms, including after-school and before-school instruction, evening sessions, Saturday learning activities, summer programs, and intersessions in year-round schools. After-school programs and summer programs are the most popular schedules provided by the schools.

The ESS program serves K-12 students in all 174 school districts and approximately 1,200 public schools. Students are referred for a wide range of subjects including reading, mathematics (basic, algebra, calculus, and geometry), science, social studies, vocational/practical living, arts and humanities, writing, and language arts. Many students receive ESS assistance in more than one subject area. The majority of students are referred to ESS for reading, mathematics, writing, and science.

The Kentucky Education Reform Act also established a comprehensive preschool program for two groups of children: four-year-old children whose families meet free-lunch income guidelines and three and four-year-old children with developmental delays or other disabilities. School districts must assure that services are available for these children through a program operated by the district or by contract or collaborative agreement with another agency. Services include: a developmentally appropriate half-day preschool class, transportation, complementary parent education, nutrition, health and developmental screening, and coordination of health and social services.

**Department of Education
Learning and Results Services
Teaching and Learning
Read to Achieve**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	23,558,100	51,370,000	48,130,000	23,558,100	23,558,100
Continuing Appropriation	9,248,500				
Budget Reduction	-1,373,400				
Base Deduction	-7,800,000				
Total General Fund	23,633,200	51,370,000	48,130,000	23,558,100	23,558,100
TOTAL SOURCE OF FUNDS	23,633,200	51,370,000	48,130,000	23,558,100	23,558,100
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	23,633,200	51,370,000	48,130,000	23,558,100	23,558,100
TOTAL EXPENDITURES	23,633,200	51,370,000	48,130,000	23,558,100	23,558,100
EXPENDITURES BY FUND SOURCE					
General Fund	23,633,200	51,370,000	48,130,000	23,558,100	23,558,100
TOTAL EXPENDITURES	23,633,200	51,370,000	48,130,000	23,558,100	23,558,100

The Read to Achieve Act focuses on reading diagnostic and intensive reading intervention for struggling readers within the state primary program. The Reading Diagnostic and Intervention Grant program is a competitive program that provides funds to schools to implement research-based reading diagnostic and intervention programs. The early reading intervention program selected by the funded school must be based on reliable, replicable research and offer short-term intensive one-on-one or small group instruction in essential skills necessary for reading proficiency.

**Department of Education
Learning and Results Services
Teaching and Learning
Every 1 Reads**

	<u>Revised FY 2008</u>	<u>Requested FY 2009</u>	<u>Requested FY 2010</u>	<u>Recommended FY 2009</u>	<u>Recommended FY 2010</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	500,000	500,000	500,000	500,000	500,000
Total General Fund	500,000	500,000	500,000	500,000	500,000
TOTAL SOURCE OF FUNDS	500,000	500,000	500,000	500,000	500,000
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	500,000	500,000	500,000	500,000	500,000
TOTAL EXPENDITURES	500,000	500,000	500,000	500,000	500,000
EXPENDITURES BY FUND SOURCE					
General Fund	500,000	500,000	500,000	500,000	500,000
TOTAL EXPENDITURES	500,000	500,000	500,000	500,000	500,000

Every 1 Reads is a collaborative reading initiative between Greater Louisville Inc., Jefferson County Public Schools (JCPS) and Louisville Metro Government to improve literacy in Jefferson County Public Schools students.

**Department of Education
Learning and Results Services
Teaching and Learning
Collaborative Center for Literacy Development**

	<u>Revised FY 2008</u>	<u>Requested FY 2009</u>	<u>Requested FY 2010</u>	<u>Recommended FY 2009</u>	<u>Recommended FY 2010</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
Total General Fund	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
TOTAL SOURCE OF FUNDS	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
TOTAL EXPENDITURES	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
EXPENDITURES BY FUND SOURCE					
General Fund	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
TOTAL EXPENDITURES	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000

The Collaborative Center for Literacy Development Early Childhood through Adulthood (CCLD) is a partnership among each of the eight state universities and the National Center for Family Literacy to promote literacy. The CCLD, as established by KRS 164.0207, provides a clearinghouse for information about programs addressing reading and literacy from early childhood and the elementary grades (P-5) through adult education, evaluates the impact of reading diagnostic and intervention programs, and provides professional development and coaching for educators.

**Department of Education
Learning and Results Services
Teaching and Learning
Early Childhood Development**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	75,936,100	86,849,400	86,908,100	75,982,400	76,008,300
Total General Fund	75,936,100	86,849,400	86,908,100	75,982,400	76,008,300
Tobacco Settlement-Phase I					
Tobacco Settlement - I	1,508,400	1,508,400	1,508,400	1,525,000	1,525,000
Continuing Appropriation	1,258,800				
Other	100,000				
Total Tobacco Settlement-Phase I	2,867,200	1,508,400	1,508,400	1,525,000	1,525,000
Federal Funds					
Current Receipts	4,640,200	4,640,200	4,640,200	4,640,200	4,640,200
Non-Revenue Receipts	11,293,900	11,293,900	11,293,900	11,293,900	11,293,900
Total Federal Funds	15,934,100	15,934,100	15,934,100	15,934,100	15,934,100
TOTAL SOURCE OF FUNDS	94,737,400	104,291,900	104,350,600	93,441,500	93,467,400
EXPENDITURES BY CLASS					
Personnel Cost	1,255,400	1,025,300	1,084,000	1,335,700	1,361,600
Operating Expenses	638,800	636,400	636,400	666,000	666,000
Grants, Loans or Benefits	92,843,200	102,630,200	102,630,200	91,439,800	91,439,800
TOTAL EXPENDITURES	94,737,400	104,291,900	104,350,600	93,441,500	93,467,400
EXPENDITURES BY FUND SOURCE					
General Fund	75,936,100	86,849,400	86,908,100	75,982,400	76,008,300
Tobacco Settlement-Phase I	2,867,200	1,508,400	1,508,400	1,525,000	1,525,000
Federal Funds	15,934,100	15,934,100	15,934,100	15,934,100	15,934,100
TOTAL EXPENDITURES	94,737,400	104,291,900	104,350,600	93,441,500	93,467,400
EXPENDITURES BY UNIT					
Early Childhood Development	14,655,900	12,982,600	13,023,500	13,322,900	13,338,100
State Funded Preschool	75,441,300	86,669,100	86,686,900	75,478,400	75,489,100
Evenstart	4,640,200	4,640,200	4,640,200	4,640,200	4,640,200
TOTAL EXPENDITURES	94,737,400	104,291,900	104,350,600	93,441,500	93,467,400

The Division of Early Childhood Development coordinates development and continuing activities of Community Early Childhood Councils. The councils work toward implementation of the Kentucky's long-range strategic plan for early childhood development on the local level. The councils build upon existing resources, foster public private partnerships and otherwise work within their communities toward such goals as the availability of high quality, accessible, and affordable early childhood care and education options. The Early Childhood Division provides technical assistance, monitoring, and evaluation of outcomes of the local partnerships and link funding to their effectiveness.

Working with other stakeholders, the Division of Early Childhood Development has assisted in implementing a number of programs within agencies across state government aimed at the needs of young children. Some of the results include more than 1,000 early childhood professionals attending college as well as more than 10,000 families participating in the HANDS voluntary home visiting program leading to the delivery of fewer low birth weight babies.

**Department of Education
Learning and Results Services
Teaching and Learning
Appalachian Tutoring Program**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	100,000	100,000	100,000	100,000	100,000
Total General Fund	100,000	100,000	100,000	100,000	100,000
TOTAL SOURCE OF FUNDS	100,000	100,000	100,000	100,000	100,000
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	100,000	100,000	100,000	100,000	100,000
TOTAL EXPENDITURES	100,000	100,000	100,000	100,000	100,000
EXPENDITURES BY FUND SOURCE					
General Fund	100,000	100,000	100,000	100,000	100,000
TOTAL EXPENDITURES	100,000	100,000	100,000	100,000	100,000

The Appalachian Tutoring program is a specialized tutoring program for students with learning disabilities who are from counties in the Appalachian region.

**Department of Education
Learning and Results Services
District Support Services**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	557,840,600	617,640,700	681,911,100	574,353,500	620,744,100
Total General Fund	557,840,600	617,640,700	681,911,100	574,353,500	620,744,100
Restricted Funds					
Balance Forward	271,547				
Current Receipts	232,553	504,100	504,100	504,100	504,100
Total Restricted Funds	504,100	504,100	504,100	504,100	504,100
Federal Funds					
Current Receipts	221,824,100	222,290,900	222,400,000	221,783,800	221,783,800
Total Federal Funds	221,824,100	222,290,900	222,400,000	221,783,800	221,783,800
TOTAL SOURCE OF FUNDS	780,168,800	840,435,700	904,815,200	796,641,400	843,032,000
EXPENDITURES BY CLASS					
Personnel Cost	5,005,200	7,395,000	7,774,500	5,941,800	6,073,700
Operating Expenses	1,485,900	1,372,000	8,372,000	1,180,700	1,180,700
Grants, Loans or Benefits	767,677,700	831,668,700	888,668,700	789,518,900	835,777,600
TOTAL EXPENDITURES	774,168,800	840,435,700	904,815,200	796,641,400	843,032,000
EXPENDITURES BY FUND SOURCE					
General Fund	551,840,600	617,640,700	681,911,100	574,353,500	620,744,100
Restricted Funds	504,100	504,100	504,100	504,100	504,100
Federal Funds	221,824,100	222,290,900	222,400,000	221,783,800	221,783,800
TOTAL EXPENDITURES	774,168,800	840,435,700	904,815,200	796,641,400	843,032,000
EXPENDITURES BY UNIT					
Associate Commissioner	544,406,400	608,525,300	672,554,300	566,202,800	612,487,100
Facilities Management	598,000	834,000	874,000	662,700	683,200
Nutrition and Health Services	226,100,800	226,567,600	226,676,700	226,060,500	226,060,500
Data Management	1,162,300	1,892,600	1,978,100	1,456,200	1,495,000
District Operations	1,901,300	2,616,200	2,732,100	2,259,200	2,306,200
TOTAL EXPENDITURES	774,168,800	840,435,700	904,815,200	796,641,400	843,032,000

The Office of District Support Services provides administrative and technical assistance on behalf of local school districts throughout the state and consists of the following divisions: Facilities Management, Nutrition and Health Services, Operations, and Data Management.

The Division of Facilities Management reviews, oversees, and approves all new buildings and additions and alterations to existing public school buildings. This division also provides guidance in preparing each local district's facility plan and assists in updating and amending district plans. The Division of Facilities Management compiles information as to local school district construction needs each biennium for use by the School Facilities Construction Commission.

The Division of Nutrition and Health Services oversees the administration of the following National School Lunch Act and Child Nutrition Act programs in local school districts and other eligible agencies: National School Lunch program, School Breakfast program, Special Milk program, Child Care Food program, Summer Food Service program, and the Nutrition Education and Training program.

The Division of Operations provides technical assistance to local school districts on matters of budgeting, accounting,

reporting and composing salary schedules, distributes state SEEK funds to local districts, and provides financial management and accounting assistance. Funding for trips home by students residing at the Kentucky School for the Blind and the Kentucky School for the Deaf is budgeted within this division.

The Division of Data Management develops and maintains organization and consistency of data collected and disseminated by the Kentucky Department of Education. Staff of the Division work with various Department of Education, Council for Postsecondary Education, and Professional Standards Board program areas in analyzing data and determining requirements for data entered in the Department's enterprise data system. The goal is a useful and unified collection of P-16 data that can be accessed by schools, school districts, researchers and others for analysis and informed-decision making. Staff of the Division develop standards for data quality and provides technical assistance and training to staff in various education program areas to ensure data that is timely, complete, and accurate.

Department of Education
Support Education Excellence in Kentucky (SEEK)

	<u>Revised FY 2008</u>	<u>Requested FY 2009</u>	<u>Requested FY 2010</u>	<u>Recommended FY 2009</u>	<u>Recommended FY 2010</u>
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,930,595,600	3,350,048,100	3,634,854,900	2,914,863,100	2,887,906,100
Other	-272,000				
Total General Fund	<u>2,930,323,600</u>	<u>3,350,048,100</u>	<u>3,634,854,900</u>	<u>2,914,863,100</u>	<u>2,887,906,100</u>
TOTAL SOURCE OF FUNDS	2,930,323,600	3,350,048,100	3,634,854,900	2,914,863,100	2,887,906,100
EXPENDITURES BY CLASS					
Grants, Loans or Benefits	2,886,552,100	3,350,048,100	3,634,854,900	2,914,863,100	2,887,906,100
TOTAL EXPENDITURES	2,886,552,100	3,350,048,100	3,634,854,900	2,914,863,100	2,887,906,100
EXPENDITURES BY FUND SOURCE					
General Fund	2,886,552,100	3,350,048,100	3,634,854,900	2,914,863,100	2,887,906,100
TOTAL EXPENDITURES	2,886,552,100	3,350,048,100	3,634,854,900	2,914,863,100	2,887,906,100
EXPENDITURES BY UNIT					
Base Funding	2,061,736,400	2,332,877,600	2,583,175,600	2,050,125,800	2,034,629,900
Pupil Transportation	214,752,800	283,252,800	294,752,800	214,752,800	214,752,800
Equalized Facilities	79,335,000	153,585,000	148,680,400	103,832,200	98,448,000
Tier I Equalization	156,417,600	173,317,400	166,890,800	167,959,400	155,805,800
National Board Certification Salary Supplement	2,504,000	2,504,000	2,504,000	2,504,000	2,504,000
State-Run Vocational Schools Reimbursement	23,289,000	23,289,000	23,289,000	23,289,000	23,289,000
Vocational Education Transportation	2,416,900	2,416,900	2,416,900	2,416,900	2,416,900
Local District Teachers' Retirement Match	346,100,400	378,805,400	413,145,400	349,983,000	356,059,700
TOTAL EXPENDITURES	<u>2,886,552,100</u>	<u>3,350,048,100</u>	<u>3,634,854,900</u>	<u>2,914,863,100</u>	<u>2,887,906,100</u>

DEPARTMENT OF EDUCATION
Support Education Excellence in Kentucky

The 1990 General Assembly, responding to the Kentucky Supreme Court's 1989 mandate to equalize funding for public school pupils regardless of economic status or place of birth, created a new mechanism for distributing state support to local school districts. The Support Education Excellence in Kentucky (SEEK) program replaced the Minimum Foundation and Power Equalization programs.

Under the SEEK funding formula, the state sets a fixed base guarantee amount per student in average daily attendance. The guarantee amount to the right, as well as all other numbers in this example, are actual fiscal year 2008 amounts. *Some totals may be affected by rounding.*

BASE PER-PUPIL GUARANTEE

\$3,822	X	587,717 Pupils In Average Daily Attendance	=	\$2,246.3 Million
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The amount of revenue per pupil guaranteed by SEEK is then adjusted upward for each local school district to reflect a set of factors that affect the cost of providing services to pupils.

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AT-RISK ADJUSTMENT

\$3,822 X 15% = \$573	X	295,075 Pupils	=	\$169.2 Million
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An adjustment, 15 percent of the base per-pupil guarantee, is made to reflect the higher than average costs associated with educating economically deprived ("at-risk") students. "At-Risk" is operationally defined as federal free lunch program eligible. The 15 percent adjustment is added to the base per-pupil guarantee amount for such pupils.

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EXCEPTIONAL CHILDREN ADJUSTMENT

SEVERE (\$3,822 X 2.35 Weight = \$8,982 Adjustment)	MODERATE (\$3,822 X 1.17 Weight = \$4,472 Adjustment)	MILD (\$3,822 X 0.24 Weight = \$917 Adjustment)
X	X	X
16,288 Pupils	55,742 Pupils	24,920 Pupils
+	+	+
=		
\$418.4 Million		

The per-pupil guarantee is also increased for exceptional children by a series of weights designed to reflect the additional costs of providing services to such pupils. The costs associated with educating exceptional children are based on a count of pupils with different disabilities, a state-determined exceptional pupil-teacher ratio for each disability or related service, and a resulting per-pupil cost.

An adjustment is made for the cost of educating pupils taught at home or in a hospital during the period of their illness or convalescence. Such pupils generate additional funds amounting to the base per-pupil guarantee minus one hundred dollars (otherwise dedicated to capital outlay).

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HOME AND HOSPITAL ADJUSTMENT

$\$3,822 - \$100 =$ $\$3,722$	x	2,370 Pupils	=	\$8.8 Million
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The 2006 Regular Session of the General Assembly, via HB 380 (Executive Branch Appropriations Act), continued a weight based on limited English proficiency (LEP). Based on the higher costs associated with educating LEP students, the weight was established at 9.6 percent of the base per-pupil guarantee.

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LIMITED ENGLISH PROFICIENCY ADJUSTMENT

$\$3,822 \times 9.6\% =$ $\$367$	x	10,535 Pupils	=	\$3.9 Million
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The base per-pupil guarantee is supplemented by the costs determined under the pupil transportation calculation procedures. Pupil transportation calculated costs are based on the number of pupils transported, the geographic characteristics of a given school district and the distribution of pupils along the most efficient routes.

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PUPIL TRANSPORTATION

Number of Students Transported Relative To Geographic Distribution of Students	=	\$214.8 Million
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The base per-pupil guarantee as adjusted for at-risk, exceptional, home and hospital, and limited English proficient pupils, as well as for transportation costs, becomes the total calculated per pupil base SEEK cost.

=	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="padding: 5px;"> Base Per Pupil Guarantee + At-Risk Adjustment + Exceptional Children Adjustment + Home/Hospital Adjustment + LEP Adjustment + Transportation </td> <td style="text-align: center; padding: 5px;">=</td> <td style="text-align: center; padding: 5px;"> TOTAL CALCULATED BASE PER PUPIL SEEK COST </td> <td style="text-align: center; padding: 5px;">=</td> <td style="text-align: center; padding: 5px;"> \$3,061.3 Million </td> </tr> </table>	Base Per Pupil Guarantee + At-Risk Adjustment + Exceptional Children Adjustment + Home/Hospital Adjustment + LEP Adjustment + Transportation	=	TOTAL CALCULATED BASE PER PUPIL SEEK COST	=	\$3,061.3 Million	=
Base Per Pupil Guarantee + At-Risk Adjustment + Exceptional Children Adjustment + Home/Hospital Adjustment + LEP Adjustment + Transportation	=	TOTAL CALCULATED BASE PER PUPIL SEEK COST	=	\$3,061.3 Million			

Equalization of per-pupil revenues among local school districts under the SEEK program begins with a requirement that every local school district levy a minimum equivalent tax rate of 30 cents per hundred dollars of assessed valuation. This tax level may be attained via local property taxes, available alternative taxes (occupational, utility or income) or any combination of such taxes. The yield from this tax effort serves as a deduction against the revenues guaranteed by the state under SEEK. Every district is guaranteed that its minimum tax levy will produce the same dollars per student regardless of the district's property tax base. This results in the state providing a greater proportion of per-pupil revenues in those districts with lower property wealth per pupil.

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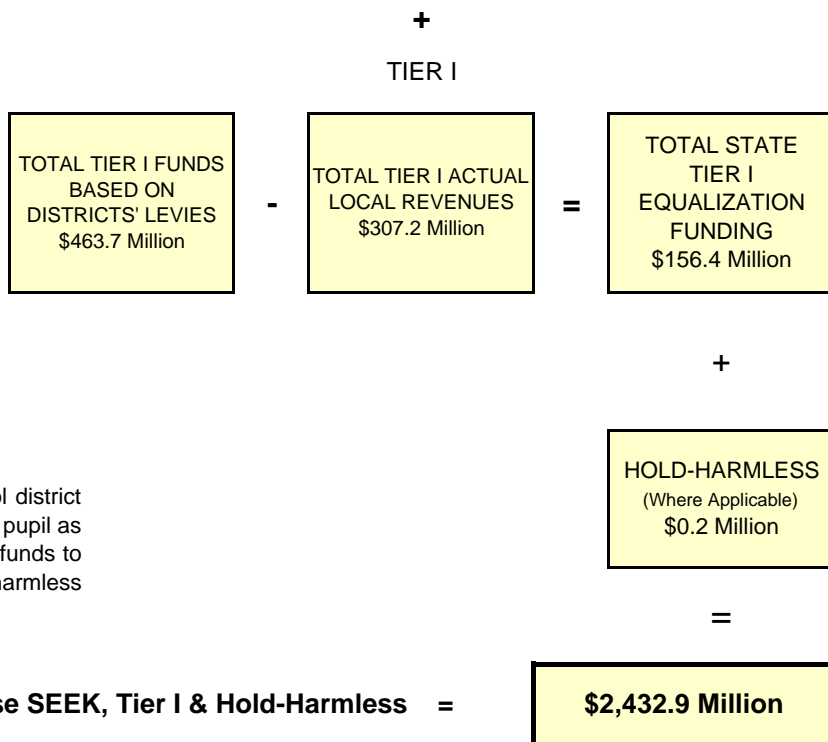
REQUIRED LOCAL EFFORT

\$261.7 Billion Local School Districts' Assessed Property	x	Required Minimum Tax Levy 30 Cents Per \$100 Assessed Property	=	\$785 Million Required Local Effort
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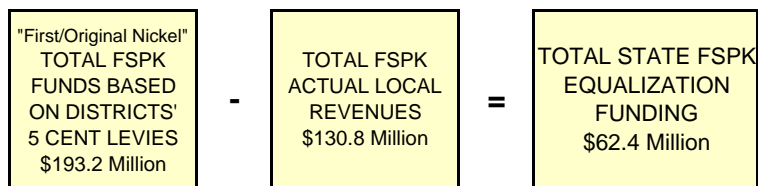
=	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="text-align: center; padding: 5px;"> \$2,276.3 Million State Portion of Base SEEK Cost </td> </tr> </table>	\$2,276.3 Million State Portion of Base SEEK Cost
\$2,276.3 Million State Portion of Base SEEK Cost		

All local school districts have the option to impose taxes sufficient to generate revenues up to 15 percent over those generated under base SEEK. Districts with assessed property per pupil less than 150 percent of the statewide average (set at \$637,000 for the 2006-2008 biennium) receive funds from the state sufficient to garner revenues from these additional taxes equal to those generated if their per-pupil property wealth was actually 150 percent of the statewide average. In other words, the state guarantees an additional local levy will produce the same revenue in property-poor districts as would be produced in richer districts. The local tax levied under this provision is not subject to voter recall.

After completion of the preceding calculations, any school district failing to receive at least as much state SEEK funding per pupil as it received in fiscal year 1992 is provided additional state funds to sustain that funding level, referred to as SEEK's hold-harmless provision.

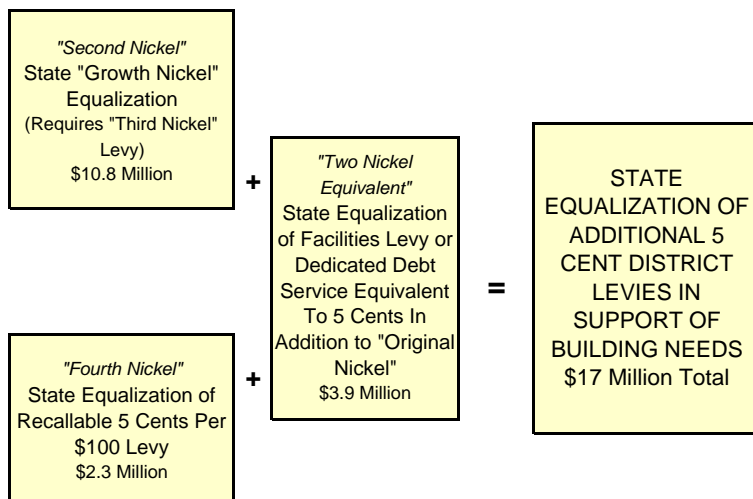


The SEEK program also includes an equalized facilities support component (Facilities Support Program of Kentucky or FSPK) for the purpose of providing a supplemental funding source for each local school district for construction and renovation projects and related debt service outlays. To participate, a district must levy a minimum equivalent tax rate of five cents per one hundred dollars of assessed valuation. Revenues generated by this tax must be dedicated to financing capital projects or debt service on construction bonds. Such revenue, like that under the Tier I component, is equalized at 150 percent of the statewide average per-pupil property assessment.



EQUALIZED FACILITIES SUPPORT

There are additional avenues for school districts to raise revenues for building and renovation purposes. Districts experiencing substantial student growth may levy an additional five cent tax—not subject to voter recall—per one hundred dollars of assessed valuation. If the district also levies another five cent tax—subject to voter recall—the original 5 cent "growth" levy qualifies for state equalization at 150 percent of the statewide average per pupil property assessment. All districts, regardless of growth, may levy—subject to voter recall—an additional five cents per one hundred dollars of assessed valuation tax for facilities purposes that is also eligible for state equalization. Finally, school districts committing the equivalent of five cents per one hundred dollars of assessed valuation in addition to the five cent levy required for participation in the Facilities Support Program of Kentucky are eligible for state equalization of the five cent equivalent at 150 percent of the statewide average per pupil property assessment.



Policy

The Executive Budget includes funding to maintain the base SEEK per pupil guarantee amount at \$3,822 in both fiscal year 2009 and fiscal year 2010.

The recommended budget includes funding to accommodate projected average daily attendance of 591,605 and projected total local school district assessed property valuation of \$274.7 billion in fiscal year 2009. In fiscal year 2010, the recommended budget provides funding to accommodate projected average daily attendance of 594,619 and projected total local school district assessed property valuation of \$288.8 billion. Projected numbers represent a consensus reached by the Office of State Budget Director and Department of Education, with input from the Department of Revenue.

The Executive Budget includes funding to continue providing an adjustment—set at 9.6% of the base per pupil guarantee—to assist with the additional cost involved in educating a projected 11,062 limited English-proficient-pupils in fiscal year 2009. The recommended budget includes funding in fiscal year 2010 to accommodate a projected 11,615 pupils.

The Executive Budget maintains funding for the pupil transportation program at \$214,752,800 in both fiscal year 2009 and fiscal year 2010.

The recommended budget includes \$9,746,600 in fiscal year 2009 to cover the extra cost involved in educating a projected 2,619 pupils receiving home and/or hospital instruction due to injury or illness during the school year. The recommended budget includes \$10,002,000 to cover this cost for a projected 2,687 pupils in fiscal year 2010.

The Executive Budget includes \$167,959,400 in fiscal year 2009 to provide Tier I funding to eligible local school districts to equalize local revenues raised under this SEEK component at a level of \$713,000 of assessed property valuation per student (150 percent of the projected statewide average per pupil during the 2008-2010 biennium). The recommended budget provides \$155,805,800 in fiscal year 2010 for Tier I.

Also included in the Executive Budget is "hold harmless" funding—\$421,300 in fiscal year 2009 and \$2,778,100 in fiscal year 2010—to provide every school district with at least the same level of SEEK funding per pupil during the 2008-2010 biennium as was provided in fiscal year 1992.

The Executive Budget includes funding for the Facilities Support program of Kentucky (FSPK) in the amounts of \$76,327,900 in fiscal year 2009 and \$72,793,300 in fiscal year 2010 to provide equalization funding for local district revenues raised by the five cent per one hundred dollars of assessed valuation levy required for participation in FSPK. As with Tier I, local revenues will be equalized at a level of \$713,000 of assessed property valuation per student in both fiscal year 2009 and fiscal year 2010.

An additional \$14,105,500 in fiscal year 2009 and \$13,001,200 in fiscal year 2010 is included in the recommended budget to equalize revenues raised by local school districts that have levied an additional five cents per one hundred dollars of assessed valuation for building needs associated with enrollment growth. To qualify, a district must have also levied—as of January 1, 2008—a third five cents per hundred dollars of assessed valuation designated for facilities and must meet "growth district" criteria (at least a three-percent increase amounting to a minimum of 150 additional pupils during the previous five year period).

The recommended budget includes \$7,348,300 in funding in fiscal year 2009 and \$6,925,800 in fiscal year 2010 for state equalization of another five cent levy. This levy is not dependent on student growth but must be dedicated to a school district's facilities needs and must have been levied no later than January 1, 2008. Finally, the recommended budget includes \$6,050,500 in fiscal year 2009 and \$5,727,700 in fiscal year 2010 for state equalization in cases where districts have levied at least a ten cent equivalent tax rate (the initial five cent rate required by FSPK plus five additional cents) or have debt service or other funds committed to facilities which, combined with the initial FSPK required five cent rate, are equivalent to the ten cent rate. The "ten cent equivalent" must have been in force by January 1, 2008. Districts eligible for "growth district" equalization are not eligible for this equalization.

The Executive Budget includes \$23,289,000 in fiscal year 2009 and \$23,289,000 in fiscal year 2010 to reimburse state-operated vocational facilities for the costs of providing course offerings to students from local school districts. Recommended funding for vocational education transportation is maintained at the fiscal year 2008 level of \$2,416,900 in both fiscal year 2009 and fiscal year 2010.

The Executive Budget includes \$2,504,000 in fiscal year 2009 and \$2,504,000 in fiscal year 2010 for salary supplements of \$2,000 annually for teachers achieving and maintaining certification by the National Board for Professional Teaching Standards.

Funding is provided —\$349,983,000 in fiscal year 2009 and \$356,059,700 in fiscal year 2010—for the Teachers' Retirement employer match (13.105 percent of certified salaries) on behalf of local school districts.

Education Cabinet

Education Cabinet

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	89,564,500	124,383,200	134,527,700	78,564,800	78,786,400
Budget Reduction	-944,500				
Salary Compensation Fund	1,096,100				
Base Deduction	-383,900				
Other	-310,300				
Total General Fund	89,021,900	124,383,200	134,527,700	78,564,800	78,786,400
Restricted Funds					
Balance Forward	6,296,800	1,716,500	1,055,400	1,461,500	703,300
Current Receipts	15,787,600	15,197,600	15,347,200	14,522,500	14,530,900
Non-Revenue Receipts	26,060,900	29,071,000	30,533,200	25,094,800	25,094,800
Fund Transfers	-1,188,800				
Total Restricted Funds	46,956,500	45,985,100	46,935,800	41,078,800	40,329,000
Federal Funds					
Balance Forward	3,413,400				1,374,000
Current Receipts	736,642,500	748,754,800	747,609,700	739,604,100	737,042,400
Total Federal Funds	740,055,900	748,754,800	747,609,700	739,604,100	738,416,400
TOTAL SOURCE OF FUNDS	876,034,300	919,123,100	929,073,200	859,247,700	857,531,800
EXPENDITURES BY CLASS					
Personnel Cost	145,115,600	173,768,300	184,734,800	140,584,800	142,116,000
Operating Expenses	42,867,100	49,324,600	48,020,300	40,544,200	38,588,500
Grants, Loans or Benefits	682,758,000	691,217,200	692,322,500	674,317,900	671,647,600
Debt Service	1,907,000	1,087,000	1,186,000		
Capital Outlay	1,925,100	2,670,600	1,978,400	1,723,500	1,673,500
TOTAL EXPENDITURES	874,572,800	918,067,700	928,242,000	857,170,400	854,025,600
EXPENDITURES BY FUND SOURCE					
General Fund	89,021,900	124,383,200	134,527,700	78,564,800	78,786,400
Restricted Funds	45,495,000	44,929,700	46,104,600	40,375,500	39,647,500
Federal Funds	740,055,900	748,754,800	747,609,700	738,230,100	735,591,700
TOTAL EXPENDITURES	874,572,800	918,067,700	928,242,000	857,170,400	854,025,600
EXPENDITURES BY UNIT					
General Administration and Program Support	10,075,700	15,941,200	16,745,900	9,479,400	9,594,700
Deaf and Hard of Hearing	1,381,200	1,730,300	1,804,800	1,283,400	1,283,400
Kentucky Educational Television	18,959,200	24,373,000	24,301,600	15,470,200	15,496,900
Environmental Education Council	1,456,100	700,600	726,200	529,800	542,600
Libraries and Archives	19,564,300	30,560,300	34,385,400	18,290,900	18,301,700
Office for the Blind	11,279,500	12,893,100	12,973,600	10,549,400	10,639,700
Employment and Training	671,271,700	678,863,800	682,074,200	671,050,200	668,375,900
Career and Technical Education	66,351,300	72,863,200	73,858,500	62,914,300	62,458,300
Vocational Rehabilitation	61,961,600	65,577,500	66,854,000	57,210,200	56,780,200
Education Professional Standards Board	12,272,200	14,564,700	14,517,800	10,392,600	10,552,200
TOTAL EXPENDITURES	874,572,800	918,067,700	928,242,000	857,170,400	854,025,600

The Education Cabinet was created by Senate Bill 105 during the 2006 Regular Session of the General Assembly and combines several departments and offices from the former Education, Arts, and Humanities Cabinet and the former Workforce Development Cabinet.

The following agencies comprise the Education Cabinet:

- Department of Education
- Department for Libraries and Archives
- Kentucky Educational Television
- Kentucky Commission on the Deaf and Hard of Hearing
- Kentucky Center for School Safety
- Department for Workforce Investment
- Council on Postsecondary Education
- Education Professional Standards Board
- Environmental Education Council

Education Cabinet
General Administration and Program Support

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	2,425,200	6,503,300	6,756,200	3,249,200	3,249,200
Budget Reduction	-24,000				
Salary Compensation Fund	42,700				
Total General Fund	2,443,900	6,503,300	6,756,200	3,249,200	3,249,200
Restricted Funds					
Balance Forward	540,800	31,100	13,800	31,100	73,200
Current Receipts	1,000	1,000	1,000	1,000	1,000
Non-Revenue Receipts	7,302,400	9,229,600	9,822,400	6,081,300	6,081,300
Fund Transfers	-371,300				
Total Restricted Funds	7,472,900	9,261,700	9,837,200	6,113,400	6,155,500
Federal Funds					
Current Receipts	190,000	190,000	190,000	190,000	190,000
Total Federal Funds	190,000	190,000	190,000	190,000	190,000
TOTAL SOURCE OF FUNDS	10,106,800	15,955,000	16,783,400	9,552,600	9,594,700
EXPENDITURES BY CLASS					
Personnel Cost	6,969,500	9,176,900	9,981,300	6,495,000	6,681,900
Operating Expenses	2,778,700	6,380,000	6,380,300	2,663,200	2,641,600
Grants, Loans or Benefits	218,400	225,200	225,200	192,200	192,200
Capital Outlay	109,100	159,100	159,100	129,000	79,000
TOTAL EXPENDITURES	10,075,700	15,941,200	16,745,900	9,479,400	9,594,700
EXPENDITURES BY FUND SOURCE					
General Fund	2,443,900	6,503,300	6,756,200	3,249,200	3,249,200
Restricted Funds	7,441,800	9,247,900	9,799,700	6,040,200	6,155,500
Federal Funds	190,000	190,000	190,000	190,000	190,000
TOTAL EXPENDITURES	10,075,700	15,941,200	16,745,900	9,479,400	9,594,700
EXPENDITURES BY UNIT					
Secretary	10,075,700	15,941,200	16,745,900	9,479,400	9,594,700
TOTAL EXPENDITURES	10,075,700	15,941,200	16,745,900	9,479,400	9,594,700

The Education Cabinet was created by Senate Bill 105 during the 2006 Regular Session of the General Assembly.

General Administration and Program Support provides the central coordination and direction for the overall planning, management and oversight of the agencies within the Cabinet. The program is responsible for the provision of specialized support of Cabinet activities including: policy and budget development and personnel transactions; legal services including legislative and regulatory development and oversight; a communications strategy with the public, business, and industry; economic analysis and research; accounting, purchasing, facilities management, and computer services; and administrative support services.

The program includes the following units:

The Office of the Secretary provides strategic direction and leadership to establish the focus for policy development, implementation, and program priorities. The Office coordinates Cabinet activities among its departments and agencies to

ensure continuous improvement in administration and efficient service to the citizens of the Commonwealth. The Secretary serves as the Chief Executive Officer of the Cabinet and is an advisor to the Governor and the General Assembly.

The Office of Operations and Development coordinates fiscal and personnel operations, strategic planning, development initiatives, and legislative programs of cabinet agencies. By coordinating strategic partnership planning, legislative review and presentation, and overall financial management in the Office of Operations and Development, the cabinet agencies can focus on maintaining and enhancing the quality and delivery of services, while enriching ongoing programs and ensuring the success of new program ventures.

Included in the above General Fund appropriation is \$192,200 in each fiscal year of the biennium to support the East Kentucky Science Center.

**Education Cabinet
Deaf and Hard of Hearing**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	933,000	1,140,300	1,214,800	826,400	826,400
Budget Reduction	-8,000				
Salary Compensation Fund	5,000				
Base Deduction	-101,000				
Total General Fund	829,000	1,140,300	1,214,800	826,400	826,400
Restricted Funds					
Balance Forward	130,300				
Current Receipts	459,700	590,000	590,000	457,000	457,000
Fund Transfers	-37,800				
Total Restricted Funds	552,200	590,000	590,000	457,000	457,000
TOTAL SOURCE OF FUNDS	1,381,200	1,730,300	1,804,800	1,283,400	1,283,400
EXPENDITURES BY CLASS					
Personnel Cost	926,300	1,008,900	1,093,000	854,200	875,300
Operating Expenses	443,400	721,400	711,800	429,200	408,100
Capital Outlay	11,500				
TOTAL EXPENDITURES	1,381,200	1,730,300	1,804,800	1,283,400	1,283,400
EXPENDITURES BY FUND SOURCE					
General Fund	829,000	1,140,300	1,214,800	826,400	826,400
Restricted Funds	552,200	590,000	590,000	457,000	457,000
TOTAL EXPENDITURES	1,381,200	1,730,300	1,804,800	1,283,400	1,283,400
EXPENDITURES BY UNIT					
Commission on the Deaf and Hard of Hearing	1,381,200	1,730,300	1,804,800	1,283,400	1,283,400
TOTAL EXPENDITURES	1,381,200	1,730,300	1,804,800	1,283,400	1,283,400

In accordance with KRS 163.510, the Commission on the Deaf and Hard of Hearing advises the Governor and the General Assembly concerning policies and programs to enhance the quality and coordination of services for deaf and hard of hearing individuals in both the public and private sectors. The Commission oversees the provision of interpreter services to deaf and hard of hearing individuals. The Commission identifies and evaluates public and private entities that provide services to deaf and hard of hearing residents of Kentucky for information, referral, and advocacy services. The Commission administers a Telecommunications Access Program which provides specialized telecommunications equipment to qualified deaf, hard of hearing, and speech-impaired residents of Kentucky. The Commission assists local, state, and federal governments and public and private agencies in the development of programs for the deaf and hard of hearing. The Commission reviews legislative programs relating to services for deaf and hard of hearing persons and conducts studies of conditions affecting the health and welfare of the deaf and hard of hearing.

Education Cabinet
Kentucky Educational Television

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	16,816,100	22,145,600	22,047,500	13,242,800	13,242,800
Budget Reduction	-305,700				
Salary Compensation Fund	97,900				
Total General Fund	16,608,300	22,145,600	22,047,500	13,242,800	13,242,800
Restricted Funds					
Current Receipts	2,000,900	1,527,400	1,554,100	1,527,400	1,554,100
Fund Transfers	-350,000				
Total Restricted Funds	1,650,900	1,527,400	1,554,100	1,527,400	1,554,100
Federal Funds					
Current Receipts	700,000	700,000	700,000	700,000	700,000
Total Federal Funds	700,000	700,000	700,000	700,000	700,000
TOTAL SOURCE OF FUNDS	18,959,200	24,373,000	24,301,600	15,470,200	15,496,900
EXPENDITURES BY CLASS					
Personnel Cost	10,434,900	15,110,000	16,116,200	9,110,000	9,347,800
Operating Expenses	5,181,700	6,772,600	6,782,000	5,100,700	4,889,600
Grants, Loans or Benefits	437,400	453,400	453,400	309,500	309,500
Debt Service	1,907,000	1,087,000			
Capital Outlay	998,200	950,000	950,000	950,000	950,000
TOTAL EXPENDITURES	18,959,200	24,373,000	24,301,600	15,470,200	15,496,900
EXPENDITURES BY FUND SOURCE					
General Fund	16,608,300	22,145,600	22,047,500	13,242,800	13,242,800
Restricted Funds	1,650,900	1,527,400	1,554,100	1,527,400	1,554,100
Federal Funds	700,000	700,000	700,000	700,000	700,000
TOTAL EXPENDITURES	18,959,200	24,373,000	24,301,600	15,470,200	15,496,900
EXPENDITURES BY UNIT					
General Administration and Support	4,455,200	4,026,000	3,089,500	2,292,800	2,292,800
Broadcasting and Education	10,406,500	15,727,900	16,386,300	9,967,700	9,994,400
Engineering	4,097,500	4,619,100	4,825,800	3,209,700	3,209,700
TOTAL EXPENDITURES	18,959,200	24,373,000	24,301,600	15,470,200	15,496,900

As required by KRS 168, the Kentucky Authority for Educational Television (KET) produces and transmits educational programming for students in public schools, state supported institutions of higher education, and others desiring broadcast programs and services. Kentucky Educational Television is divided into three program areas: General Administration and Support, Engineering, and Broadcasting and Education. Kentucky Educational Television operates a statewide network of 16 digital transmitters, 16 analog transmitters and three translators. Kentucky Educational Television currently distributes as many as seven channels of content across the Commonwealth by means of its digital transmitter network with educational and informational services for the schools and students. Kentucky Educational Television provides services for the general public with programs that are about, by, and for Kentuckians, and provides digital data services for Public Health, Emergency Management, law enforcement, the Transportation Cabinet, and others as needs are identified.

**Education Cabinet
Kentucky Educational Television
General Administration and Support**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	4,357,300	4,026,000	3,089,500	2,292,800	2,292,800
Salary Compensation Fund	97,900				
Total General Fund	4,455,200	4,026,000	3,089,500	2,292,800	2,292,800
TOTAL SOURCE OF FUNDS	4,455,200	4,026,000	3,089,500	2,292,800	2,292,800
EXPENDITURES BY CLASS					
Personnel Cost	1,703,300	2,110,100	2,260,900	1,464,100	1,464,400
Operating Expenses	844,900	828,900	828,600	828,700	828,400
Debt Service	1,907,000	1,087,000			
TOTAL EXPENDITURES	4,455,200	4,026,000	3,089,500	2,292,800	2,292,800
EXPENDITURES BY FUND SOURCE					
General Fund	4,455,200	4,026,000	3,089,500	2,292,800	2,292,800
TOTAL EXPENDITURES	4,455,200	4,026,000	3,089,500	2,292,800	2,292,800

The General Administration and Support unit oversees the implementation of Kentucky Educational Television's (KET) mission as directed by the Kentucky Authority for Educational Television. KET was established by the Kentucky General Assembly in the early 1960s for the purpose of supporting educational excellence in the Commonwealth. The agency's mission includes service to citizens of the Commonwealth in the home, in institutions of education, and in the workplace.

This unit recommends and carries out the policies of the Authority in all matters of the agency. The unit assures that the agency is in compliance with pertinent state regulations and federal broadcast laws. The unit also works to ascertain the desires of the citizens of the Commonwealth.

The unit carries out research and planning activities to verify the needs of current and potential audiences. It then works to assure effective, efficient, and appropriate service to those audiences. Major areas of agency effort include programs and services in public affairs, K-12 student learning and teacher training, adult basic education, higher education, outreach programs on important state issues, and cultural and performing arts programs.

The unit recognizes that coordination of efforts with other agencies, organizations and institutions is essential for effective service. It works to insure complementing, productive, non-duplicative efforts with groups such as the Kentucky Department of Education, the Commonwealth Office of Technology, Department for Workforce Investment, colleges and universities including the Kentucky Community and Technical College System and the Council on Postsecondary Education, and all public schools and school districts throughout the state.

The General Administration and Support Unit also conducts activities which lead to constructive recommendations on current practice and future directions of telecommunications for the Commonwealth. Technologies that the agency currently exploits or will shortly include are broadcast (analog and digital), microwave transmission, two-way audio and video conferencing through the Kentucky Telelinking Network, the Internet and Internet 2, KPEN (The Kentucky Post-secondary Educational Network), digital data-casting through its new digital broadcast network and of course, more traditional technologies such as CD, DVD and video tape.

**Education Cabinet
Kentucky Educational Television
Broadcasting and Education**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	9,447,400	14,586,600	15,218,300	8,826,400	8,826,400
Budget Reduction	-305,700				
Total General Fund	9,141,700	14,586,600	15,218,300	8,826,400	8,826,400
Restricted Funds					
Current Receipts	1,614,800	1,141,300	1,168,000	1,141,300	1,168,000
Fund Transfers	-350,000				
Total Restricted Funds	1,264,800	1,141,300	1,168,000	1,141,300	1,168,000
TOTAL SOURCE OF FUNDS	10,406,500	15,727,900	16,386,300	9,967,700	9,994,400
EXPENDITURES BY CLASS					
Personnel Cost	6,622,200	10,347,200	10,995,900	6,393,300	6,630,800
Operating Expenses	3,048,700	4,677,300	4,687,000	3,014,900	2,804,100
Grants, Loans or Benefits	437,400	453,400	453,400	309,500	309,500
Capital Outlay	298,200	250,000	250,000	250,000	250,000
TOTAL EXPENDITURES	10,406,500	15,727,900	16,386,300	9,967,700	9,994,400
EXPENDITURES BY FUND SOURCE					
General Fund	9,141,700	14,586,600	15,218,300	8,826,400	8,826,400
Restricted Funds	1,264,800	1,141,300	1,168,000	1,141,300	1,168,000
TOTAL EXPENDITURES	10,406,500	15,727,900	16,386,300	9,967,700	9,994,400

The Broadcasting and Education Unit acquires and produces programs and related support material which will most effectively carry out the mission and policies set by the Kentucky Authority for Educational Television (KET). This process includes soliciting feedback from appropriate audiences and seeking input from agencies and groups such as the Kentucky Department of Education and the Higher Education Telecommunications Consortium. The unit assembles up to seven channels of television programming: KET1 and KET2 for public and general informational programming, KET3 and KET4 for the students and teachers of Kentucky, KET5 and KET6 which carry the activities of the Kentucky General Assembly when in session or in committee as well as occasional special feeds for the State Department of Education, Kentucky Community and Technical College System or other partners as needed, and KETKY, launched in January 2008 is a 20-hour per day digital service dedicated to programs about, by, and for Kentuckians.

One category of programming is aimed at needs of students at all levels. Instructional programming for elementary and secondary schools directly supports the Kentucky Education Reform Act's learning goals and outcomes. The unit produces interactive and other distance learning courses designed to provide equal access to a variety of learning opportunities for all students. It produces professional development opportunities for educators throughout the state, provides for the delivery of college courses to post-secondary students across the Commonwealth, and broadcasts programs designed to help people in the workplace. Acquired and/or locally produced programming services are delivered to under-educated adults, professionals in need of training, and other citizens with various needs related to their jobs and professions. The unit also produces multiple schedules of nationally and locally produced programs for citizens at home and the workplace. This includes educational and public affairs programming as well as quality arts experiences for all Kentuckians. A full line-up of children's educational programs offers a quality alternative to commercial television viewing.

A statewide, regional support staff of instructional and technical specialists provides training, information and help to users with technical issues. This service is provided freely to educational institutions and to citizens in their homes and in the

workplace The operations staff maintains and operates network master control, studio and remote facilities. With the initial phases of digital broadcasting complete, this staff is faced with the challenge of operating and maintaining both analog and digital transmission systems until the analog spectrum is returned by law to the federal government in February, 2009, while at the same time transitioning the master control and production infrastructure to digital.

**Education Cabinet
Kentucky Educational Television
Engineering**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	3,011,400	3,533,000	3,739,700	2,123,600	2,123,600
Total General Fund	3,011,400	3,533,000	3,739,700	2,123,600	2,123,600
Restricted Funds					
Current Receipts	386,100	386,100	386,100	386,100	386,100
Total Restricted Funds	386,100	386,100	386,100	386,100	386,100
Federal Funds					
Current Receipts	700,000	700,000	700,000	700,000	700,000
Total Federal Funds	700,000	700,000	700,000	700,000	700,000
TOTAL SOURCE OF FUNDS	4,097,500	4,619,100	4,825,800	3,209,700	3,209,700
EXPENDITURES BY CLASS					
Personnel Cost	2,109,400	2,652,700	2,859,400	1,252,600	1,252,600
Operating Expenses	1,288,100	1,266,400	1,266,400	1,257,100	1,257,100
Capital Outlay	700,000	700,000	700,000	700,000	700,000
TOTAL EXPENDITURES	4,097,500	4,619,100	4,825,800	3,209,700	3,209,700
EXPENDITURES BY FUND SOURCE					
General Fund	3,011,400	3,533,000	3,739,700	2,123,600	2,123,600
Restricted Funds	386,100	386,100	386,100	386,100	386,100
Federal Funds	700,000	700,000	700,000	700,000	700,000
TOTAL EXPENDITURES	4,097,500	4,619,100	4,825,800	3,209,700	3,209,700

Kentucky Educational Television's (KET) Engineering Service unit oversees the delivery of KET programs and other services. It operates and maintains a land-based broadcast network of 16 analog and 16 digital transmitters and three translators capable of delivering multiple channels of content and data into all parts of the state. This network is the largest public television network in the United States, second in the world to NHK (Japan Broadcasting Corporation). The Engineering Service Unit operates all technical equipment to specifications mandated by the Federal Communications Commission.

This unit is currently exploring and developing new digital data services through its new transmitter network and in partnership with the Cabinet for Health and Family Services, the Transportation Cabinet, Emergency Management, law enforcement, and other agencies to enhance the state's preparedness for disasters on the local, state and national levels and to provide data transmission services where data services are otherwise not available or marginal.

Engineering continues to develop new uses of technologies that can extend the capacity of KET's staff and financial resources. It works to interface KET's technical capabilities with other appropriate technical systems in Kentucky and elsewhere, further extending the variety, reach, accessibility and versatility of KET services to the Commonwealth.

**Education Cabinet
Environmental Education Council**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		170,800	183,600		
Total General Fund		170,800	183,600		
Restricted Funds					
Balance Forward	110,400				
Current Receipts	1,429,700	529,800	542,600	529,800	542,600
Fund Transfers	-84,000				
Total Restricted Funds	1,456,100	529,800	542,600	529,800	542,600
TOTAL SOURCE OF FUNDS	1,456,100	700,600	726,200	529,800	542,600
EXPENDITURES BY CLASS					
Personnel Cost	185,100	195,800	208,600	162,600	166,600
Operating Expenses	34,200	45,300	47,900	32,400	32,600
Grants, Loans or Benefits	1,236,800	459,500	469,700	334,800	343,400
TOTAL EXPENDITURES	1,456,100	700,600	726,200	529,800	542,600
EXPENDITURES BY FUND SOURCE					
General Fund		170,800	183,600		
Restricted Funds	1,456,100	529,800	542,600	529,800	542,600
TOTAL EXPENDITURES	1,456,100	700,600	726,200	529,800	542,600
EXPENDITURES BY UNIT					
Ky Environmental Education Council	1,456,100	700,600	726,200	529,800	542,600
TOTAL EXPENDITURES	1,456,100	700,600	726,200	529,800	542,600

The Kentucky Environmental Education Council is dedicated to improving the environmental literacy of all Kentuckians. The Council provides opportunities for all Kentuckians to understand both that environmental problems exist and how each person's actions contribute to the health of the environment. The Council sponsors programs and activities that improve the quality of environmental education in the Commonwealth. These programs and activities include:

- Working with citizens, especially those engaged in environmental education, to implement the master plan for improving environmental education and environmental literacy.
- Working with the Kentucky Department of Education, the Education Professional Standards Board, and the Environmental Education Interagency Committee to establish guidelines for improving professional development in environmental education for educators.
- Establishing standards for environmental education that fit within the Kentucky Department of Education's instructional standards and help insure balanced, ecologically-based curriculum and instruction.
- Working to ensure that environmental education is equitably distributed to all Kentuckians.

**Education Cabinet
Libraries and Archives**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	14,689,300	25,087,600	28,811,900	12,780,300	12,792,300
Budget Reduction	-170,000				
Salary Compensation Fund	88,600				
Base Deduction	-282,900				
Total General Fund	14,325,000	25,087,600	28,811,900	12,780,300	12,792,300
Restricted Funds					
Balance Forward	497,100	400,200	430,200	145,200	56,100
Current Receipts	2,628,000	2,572,400	2,625,100	2,572,400	2,625,100
Non-Revenue Receipts	-255,000				
Fund Transfers	-345,700				
Total Restricted Funds	2,524,400	2,972,600	3,055,300	2,717,600	2,681,200
Federal Funds					
Balance Forward	123,600				81,200
Current Receipts	2,736,500	2,930,300	2,978,400	2,930,300	2,978,400
Total Federal Funds	2,860,100	2,930,300	2,978,400	2,930,300	3,059,600
TOTAL SOURCE OF FUNDS	19,709,500	30,990,500	34,845,600	18,428,200	18,533,100
EXPENDITURES BY CLASS					
Personnel Cost	6,898,800	9,264,900	9,971,700	6,656,500	6,875,500
Operating Expenses	3,661,800	3,868,500	3,738,000	3,487,500	3,384,500
Grants, Loans or Benefits	8,804,900	17,184,900	19,184,900	7,946,900	7,841,700
Debt Service			1,186,000		
Capital Outlay	198,800	242,000	304,800	200,000	200,000
TOTAL EXPENDITURES	19,564,300	30,560,300	34,385,400	18,290,900	18,301,700
EXPENDITURES BY FUND SOURCE					
General Fund	14,325,000	25,087,600	28,811,900	12,780,300	12,792,300
Restricted Funds	2,379,200	2,542,400	2,595,100	2,661,500	2,590,100
Federal Funds	2,860,100	2,930,300	2,978,400	2,849,100	2,919,300
TOTAL EXPENDITURES	19,564,300	30,560,300	34,385,400	18,290,900	18,301,700
EXPENDITURES BY UNIT					
Libraries and Archives	10,651,100	13,265,900	15,091,000	10,279,800	10,395,800
Direct Local Aid	8,913,200	17,294,400	19,294,400	8,011,100	7,905,900
TOTAL EXPENDITURES	19,564,300	30,560,300	34,385,400	18,290,900	18,301,700

The Department for Libraries and Archives supports and promotes equitable access to quality library services and information resources, and ensures that adequate documentation of government programs is created, maintained, and available for public use.

The Department is directed by three goals:

- To provide effective services that meet the needs of library and public records customers,
- To build effective and productive partnerships with other organizations and public agencies for enhanced management of and access to information and services, and

- To improve employee job satisfaction and agency operations.

The Department serves both governmental agencies and the people of Kentucky directly through local public libraries. The Department also serves several distinct customer populations including the general public, the blind and physically disabled, institutionalized persons, state government personnel, state and local public agencies, and researchers needing historic public records.

**Education Cabinet
Libraries and Archives
Libraries and Archives**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	7,382,900	9,526,200	11,250,500	6,754,900	6,766,900
Budget Reduction	-120,000				
Salary Compensation Fund	88,600				
Base Deduction	-282,900				
Total General Fund	7,068,600	9,526,200	11,250,500	6,754,900	6,766,900
Restricted Funds					
Balance Forward	284,400	167,500	177,500	40,000	56,100
Current Receipts	1,344,000	1,543,400	1,596,100	1,543,400	1,596,100
Non-Revenue Receipts	-127,500			-127,500	-127,500
Fund Transfers	-14,500				
Total Restricted Funds	1,486,400	1,710,900	1,773,600	1,455,900	1,524,700
Federal Funds					
Balance Forward	122,300				81,200
Current Receipts	2,013,800	2,206,300	2,254,400	2,206,300	2,254,400
Total Federal Funds	2,136,100	2,206,300	2,254,400	2,206,300	2,335,600
TOTAL SOURCE OF FUNDS	10,691,100	13,443,400	15,278,500	10,417,100	10,627,200
EXPENDITURES BY CLASS					
Personnel Cost	6,898,800	9,264,900	9,971,700	6,656,500	6,875,500
Operating Expenses	3,535,300	3,742,000	3,611,500	3,406,300	3,303,300
Grants, Loans or Benefits	217,000	217,000	217,000	217,000	217,000
Debt Service			1,186,000		
Capital Outlay		42,000	104,800		
TOTAL EXPENDITURES	10,651,100	13,265,900	15,091,000	10,279,800	10,395,800
EXPENDITURES BY FUND SOURCE					
General Fund	7,068,600	9,526,200	11,250,500	6,754,900	6,766,900
Restricted Funds	1,446,400	1,533,400	1,586,100	1,399,800	1,433,600
Federal Funds	2,136,100	2,206,300	2,254,400	2,125,100	2,195,300
TOTAL EXPENDITURES	10,651,100	13,265,900	15,091,000	10,279,800	10,395,800
EXPENDITURES BY UNIT					
Administrative Services	3,262,100	3,790,900	3,936,600	3,117,100	3,143,300
Field Services	2,230,300	2,955,300	3,125,500	2,229,200	2,227,900
State Library Services	2,059,900	2,430,300	2,552,200	1,980,600	2,010,600
Public Records	3,098,800	4,089,400	5,476,700	2,952,900	3,014,000
TOTAL EXPENDITURES	10,651,100	13,265,900	15,091,000	10,279,800	10,395,800

The Department for Libraries and Archives supports and promotes equitable access to quality library services and information resources, and ensures that adequate documentation of government programs is created, maintained, and available for public use.

The Department is directed by three goals:

- To provide effective services that meet the needs of library and public records customers,

- To build effective and productive partnerships with other organizations and public agencies for enhanced management of and access to information and services, and
- To improve employee job satisfaction and agency operations.

The Department serves both governmental agencies and the public directly through local public libraries.

The Department serves several distinct customer populations including the general public, the blind and physically disabled, institutionalized persons, state government personnel, state and local public agencies, and researchers needing historic public records.

Administrative Services

The Libraries and Archives Commissioner's Office sets overall policy and direction for the Department and provides communication advice and support to each division. The Office supports the activities of the State Advisory Council on Libraries, chairs the Archives and Records Commission, and serves on the State Information Systems Commission, the Communications Advisory Committee, and the Oral History Commission.

The Division of Administrative Services formulates and implements executive direction for planning, policy, and procedures for the Department in accordance with KRS Chapter 171. The Division provides administrative support to the program areas of the Department. This division funds and supports the activities of the Commissioner's Office, as well as those of the Financial, Personnel and Payroll, Federal Grants Management, Information Systems, Building Facilities, and Administrative Support units.

Field Services

The Division of Field Services supports Kentucky's public libraries for the improvement of library services by providing consultation, technical assistance, and financial aid. The Division provides services pursuant to KRS Chapter 171.

This division's Public Library Development Branch includes professional and technical staff who provide consultative and technical assistance concerning public library services and programs provided by the Department. The staff is located in regional offices that are mainly housed in local public libraries.

The Program Development Branch provides statewide guidance in specialized library services. This office plans and implements statewide continuing education programs. Services are also provided for technological development, automated operations, and statistical analysis. Branch staff provide consulting services in the areas of library construction; assistance in developing early childhood, children's, and young adult programs and materials; and provides administrative support to the Kentucky State Board for the Certification of Librarians.

The Kentucky Talking Book Library and Institutions Branch provides special library materials and playback equipment to eligible service clientele. Volunteers record materials that are of special interest to Kentucky Talking Book patrons, and department staff coordinate distribution. The Branch also provides library materials and professional consultation to state residential institution libraries.

State Library Services

The Division of State Library Services operates the State Library that serves state government personnel, public libraries, other institutions, and individuals. In an effort to equalize library services and access to information across the state, this division promotes and maintains cooperative arrangements for information and resource sharing among all types of libraries, library consortia, and information centers including state agencies as mandated by Chapter 171.

State Library Support is the administrative unit of the Division and provides coordinated program planning and control to ensure the best service in a cost-effective manner. The unit directs the statewide library resource-sharing activities of the Department, including direct service delivery, coordination of activities on a statewide basis, and support via direct local aid. The Department works closely with the Kentucky Virtual Library (KYVL) in the delivery of services and coordination of activities, and also participates as an individual library institution.

The Public Services Branch is committed to providing resources, research, consultation, and assistance to state agencies and public libraries through use of a variety of information formats including the Internet. The State Library partners with the Office for Employee and Organizational Development (OEOD) and the Kentucky Employee Assistance Program (KEAP) to provide supplementary information resources for those agencies' clients through the Library's web site.

The Audiovisual unit of the Branch provides a centralized collection of videos and films that are loaned without a fee to public libraries, state agencies, and walk-in customers. The unit is unique in that it is the only major source of films and "public performance" videos in the Commonwealth. The primary needs are for children's films suitable for large audience viewing

and videos designed for adult training and education.

The Technical Support Branch provides computerized access to information for the State Library's collections and public libraries. The Branch serves as a model for quality control throughout the state, and supplies training and consulting services to librarians and state agency personnel involved in the organization of reference materials.

Public Records

The Division of Public Records, under KRS 171.410-740, works with government agencies to create and preserve documentation of agencies' organizational functions, policies, decisions, procedures, and essential transactions, as well as information that protects the legal and financial rights of government and of individuals directly affected by an agency's activities. The Division establishes standards, procedures, and administrative regulations for recording, managing, preserving, and reproducing government records. It works with the heads of state and local government agencies to ensure that the agencies create and maintain active programs for efficient records management.

The Public Records Support Office provides overall policy development, coordination of program planning, and administrative direction of division programs in public records administration and archival management.

The State Records Branch assists state agencies, boards and commissions, public universities, and judicial offices in developing and maintaining programs to manage government information. Branch staff manage the State Records Center for high volume storage of non-permanent records still in business use.

The Archival Services Branch operates the state's central repository for valuable government records. It serves as the official point of access for state government information. The Branch is also involved in a variety of outreach and educational activities that inform public officials and the general public about the wealth and range of materials housed at the State Archives.

The Technology Analysis and Support Branch provides support to agencies on archival and records management considerations in the application of information technology. It works with other units to provide guidance to public agencies on the management of electronic records and oversees the work of the Department's Document Preservation Laboratory. This includes professional consulting, education and training programs, records disaster recovery assistance, and laboratory conservation treatment.

The Image Management Branch provides centralized image management and micrographics services to state and local government agencies on a cost recovery basis. These central services help improve access to information, reduce the volume of paper-based files, and ensure archival preservation of information contained in fragile paper records.

The Local Records Branch assists local government agencies in implementing and maintaining archives and records management programs.

**Education Cabinet
Libraries and Archives
Direct Local Aid**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	7,306,400	15,561,400	17,561,400	6,025,400	6,025,400
Budget Reduction	-50,000				
Total General Fund	7,256,400	15,561,400	17,561,400	6,025,400	6,025,400
Restricted Funds					
Balance Forward	212,700	232,700	252,700	105,200	
Current Receipts	1,284,000	1,029,000	1,029,000	1,029,000	1,029,000
Non-Revenue Receipts	-127,500			127,500	127,500
Fund Transfers	-331,200				
Total Restricted Funds	1,038,000	1,261,700	1,281,700	1,261,700	1,156,500
Federal Funds					
Balance Forward	1,300				
Current Receipts	722,700	724,000	724,000	724,000	724,000
Total Federal Funds	724,000	724,000	724,000	724,000	724,000
TOTAL SOURCE OF FUNDS	9,018,400	17,547,100	19,567,100	8,011,100	7,905,900
EXPENDITURES BY CLASS					
Operating Expenses	126,500	126,500	126,500	81,200	81,200
Grants, Loans or Benefits	8,587,900	16,967,900	18,967,900	7,729,900	7,624,700
Capital Outlay	198,800	200,000	200,000	200,000	200,000
TOTAL EXPENDITURES	8,913,200	17,294,400	19,294,400	8,011,100	7,905,900
EXPENDITURES BY FUND SOURCE					
General Fund	7,256,400	15,561,400	17,561,400	6,025,400	6,025,400
Restricted Funds	932,800	1,009,000	1,009,000	1,261,700	1,156,500
Federal Funds	724,000	724,000	724,000	724,000	724,000
TOTAL EXPENDITURES	8,913,200	17,294,400	19,294,400	8,011,100	7,905,900
EXPENDITURES BY UNIT					
Field Services	7,143,300	15,144,500	17,144,500	6,291,700	6,291,700
State Library Services	619,900	669,900	669,900	381,000	381,000
Public Records	1,150,000	1,480,000	1,480,000	1,338,400	1,233,200
TOTAL EXPENDITURES	8,913,200	17,294,400	19,294,400	8,011,100	7,905,900

Direct Local Aid provides the following services to citizens of the Commonwealth:

- Federal grants are provided for continuing education, training, and demonstration projects.
- State aid provides cash grants to all counties with legally established public libraries. The grant funds may be used for the following purposes: purchase, upgrade, and maintenance of technology resources; purchase of library materials and equipment; maintenance and operation of bookmobiles and extension programs; staff and trustee training and compensation; building maintenance; debt service; resource-sharing; program development; and certain other local library needs and services.
- The Bookmobile program furnishes and replaces bookmobiles used by Kentucky's public libraries. The bookmobiles provide informational and educational resources to those who cannot physically reach a public library. Bookmobiles make regular stops at schools, daycare centers, and after-school centers. Services are also provided to the elderly and homebound individuals. Funds are also provided for maintenance and repair of existing bookmobiles. Services are provided as funds are available.

- Construction grants are available through a competitive application process to assist with retiring debt associated with the construction or repair of library facilities.
- Institution grants are given to two local libraries to administer library service in three state prisons. The Danville Library works with the Northpoint Training Center, and the Oldham County Public Library works with the Kentucky State Reformatory and the Kentucky Correctional Institution for Women.
- Kentucky Talking Book Library grants are given to assist in the delivery of services directly to blind and physically disabled library patrons.
- Local Records grants provide funds to assist local governments with the protection and preservation of public records, and the improvement of local government records management programs.

These services are administered by the Department's program divisions: Field Services, State Library Services, and Public Records. Direct services include cash grants, library materials, and bookmobiles.

**Education Cabinet
Office for the Blind**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	1,343,200	1,519,200	1,369,200	1,209,800	1,209,800
Budget Reduction	-41,100				
Salary Compensation Fund	26,000				
Total General Fund	1,328,100	1,519,200	1,369,200	1,209,800	1,209,800
Restricted Funds					
Balance Forward	758,600	253,400	20,900	253,400	295,200
Current Receipts	1,364,000	1,529,200	1,529,200	1,529,200	1,529,200
Total Restricted Funds	2,122,600	1,782,600	1,550,100	1,782,600	1,824,400
Federal Funds					
Balance Forward	19,600				
Current Receipts	8,062,600	9,612,200	10,073,700	7,852,200	7,899,200
Total Federal Funds	8,082,200	9,612,200	10,073,700	7,852,200	7,899,200
TOTAL SOURCE OF FUNDS	11,532,900	12,914,000	12,993,000	10,844,600	10,933,400
EXPENDITURES BY CLASS					
Personnel Cost	6,254,700	8,073,700	8,656,100	6,423,200	6,673,600
Operating Expenses	1,467,000	1,561,300	1,409,800	1,411,500	1,411,900
Grants, Loans or Benefits	3,541,800	3,258,100	2,907,700	2,714,700	2,554,200
Capital Outlay	16,000				
TOTAL EXPENDITURES	11,279,500	12,893,100	12,973,600	10,549,400	10,639,700
EXPENDITURES BY FUND SOURCE					
General Fund	1,328,100	1,519,200	1,369,200	1,209,800	1,209,800
Restricted Funds	1,869,200	1,761,700	1,530,700	1,487,400	1,530,700
Federal Funds	8,082,200	9,612,200	10,073,700	7,852,200	7,899,200
TOTAL EXPENDITURES	11,279,500	12,893,100	12,973,600	10,549,400	10,639,700
EXPENDITURES BY UNIT					
General Blind Services	9,181,300	10,396,100	10,489,400	8,202,400	8,155,500
Business Enterprise Program	994,200	1,262,400	1,183,200	1,112,400	1,183,200
Center for Independent Living	627,400	759,600	812,300	759,600	812,300
Assistive Technology Service	476,600	475,000	488,700	475,000	488,700
TOTAL EXPENDITURES	11,279,500	12,893,100	12,973,600	10,549,400	10,639,700

Pursuant to KRS 163.470, the Office for the Blind provides services to assist individuals with severe visual disabilities in preparing for and obtaining employment. In federal fiscal year 2007, the Office provided services to 2,917 blind or visually impaired Kentuckians so that they could receive the education and specialized training services needed to become independent and self-sufficient in the workplace. Of these served, 377 were successfully employed; 36 were served by the Deaf/Blind Program; 1,163 worked toward a vocational goal; 1,279 were served by the Independent Living Program; and 62 vendors were served by Kentucky Business Enterprises.

Since its creation 30 years ago, the Office has provided for the vocational rehabilitation of blind and visually impaired Kentuckians. Office staff provide vocational counseling, evaluation, physical and mental restoration, vocational and higher education training, assistive technology training, adaptive devices, orientation and mobility training, and job placement

services. The Office accomplishes this mission through the following avenues:

- The Office has 11 field offices that provide direct vocational rehabilitation services to individuals with severe visual impairments.
- The Charles McDowell Comprehensive Rehabilitation Center for the Blind is a facility in Louisville that provides training in vocational preparation, personal adjustment services, independent living skills, orientation and mobility skills, Braille, assistive technology, career assessment, vocational planning, work adjustment, and work experience.
- In Lexington and Paducah, the Office operates two volunteer recording units that provide audio-recorded materials statewide for blind and visually impaired individuals.
- The Business Enterprise Program trains blind individuals for self-employment at vending facilities located statewide.
- The Independent Living Program provides training to blind and visually impaired individuals in areas that will enable them to live and function independently.

Pursuant to KRS 163.470(11) and the federal Randolph-Sheppard Act, the Division of Business Enterprises Program (BEP) establishes vending facilities on state, federal, and other property to provide remunerative employment for licensed visually impaired merchants. This program provides management services and training to visually impaired individuals, identifies and develops new sites suitable for vending facilities, and repairs and replaces equipment in existing vending facilities.

The Office for the Blind receives a commission based upon the percentage of gross sales from vending operations located in all interstate highway rest areas. The visually impaired merchants contribute five percent of their net income to the Office. The funds received from the interstate vending contract are utilized exclusively in the Business Enterprise Program.

Pursuant to KRS 163.470 and Title VII of the Rehabilitation Act, independent living specialists provide short-term, individualized instruction for individuals who are blind so they may be able to function independently. Services include information, counseling, and skills training in activities of daily living. Mobility training, assistive devices, referrals to community resources in housing and transportation, and information on services offered by other agencies are provided. The service population consists mainly of individuals who are elderly or unable to work due to the severity of disabilities.

The Office employs independent living specialists who are located throughout the state. These specialists make home visits and provide specially-adapted aids and appliances such as Braille and talking watches, controls on stoves, writing guides, phone dials, and canes. They provide limited instruction in household tasks such as cooking, keeping time, and learning in the home. The specialists also work with families to educate them about blindness and how to promote independent living.

The Kentucky Assistive Technology Service (KATS) Network is a federally funded project operating within the Office for the Blind. KATS is a statewide collaborative system of consumer-oriented organizations that help to provide assistive technologies.

**Education Cabinet
Employment and Training**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		4,355,000	10,282,000		
Total General Fund		4,355,000	10,282,000		
Restricted Funds					
Balance Forward	2,255,800	55,800		55,800	
Current Receipts	3,000,000	3,000,000	3,000,000	2,610,000	2,368,800
Total Restricted Funds	5,255,800	3,055,800	3,000,000	2,665,800	2,368,800
Federal Funds					
Balance Forward	3,194,800				1,292,800
Current Receipts	662,876,900	671,453,000	668,792,200	669,677,200	667,398,700
Total Federal Funds	666,071,700	671,453,000	668,792,200	669,677,200	668,691,500
TOTAL SOURCE OF FUNDS	671,327,500	678,863,800	682,074,200	672,343,000	671,060,300
EXPENDITURES BY CLASS					
Personnel Cost	41,479,900	48,290,600	51,631,900	39,276,400	37,582,700
Operating Expenses	13,262,500	12,885,500	12,770,100	13,493,300	12,371,100
Grants, Loans or Benefits	616,529,300	617,687,700	617,672,200	618,280,500	618,422,100
TOTAL EXPENDITURES	671,271,700	678,863,800	682,074,200	671,050,200	668,375,900
EXPENDITURES BY FUND SOURCE					
General Fund		4,355,000	10,282,000		
Restricted Funds	5,200,000	3,055,800	3,000,000	2,665,800	2,368,800
Federal Funds	666,071,700	671,453,000	668,792,200	668,384,400	666,007,100
TOTAL EXPENDITURES	671,271,700	678,863,800	682,074,200	671,050,200	668,375,900
EXPENDITURES BY UNIT					
Employer and Placement Services	28,050,400	31,026,300	32,480,100	23,587,500	23,223,500
Unemployment Insurance	574,402,200	578,433,900	580,073,000	578,059,100	575,631,300
Special Projects	870,800				
Workforce Investment Act	67,948,300	69,403,600	69,521,100	69,403,600	69,521,100
TOTAL EXPENDITURES	671,271,700	678,863,800	682,074,200	671,050,200	668,375,900

The Office of Employment and Training (OET) administers federally-funded programs that provide employment-related services to the citizens of Kentucky. OET provides a wide array of high quality, professional services to employers and job seekers which result in economic stability for the individual and further the economic well-being of the Commonwealth. These services include employment counseling, testing, assessment, job search assistance, and placement services to all citizens, as well as training programs for dislocated workers and other individuals who are economically disadvantaged.

The majority of the programs in the Office are funded by federal grants, with the principal revenue source derived from the Unemployment Insurance (UI) program. The federal government, through the employer-paid Federal Unemployment Tax Act (FUTA), provides the Office's operating and capital funding for the two programs.

The Office also receives funds to administer several smaller programs that are related to UI and Employment Services, including: Veterans' Employment and Training Services, Labor Market Information, Alien Labor Certification, Agricultural Wage Surveys, Alien Farmworker Housing Inspections, and Temporary Assistance for Needy Families (TANF). The Office administers training programs under the Trade Adjustment Assistance program, Title I of the Workforce Investment Act, and the North American Free Trade Agreement (NAFTA)-Transitional Adjustment Assistance and the NAFTA-Transitional

Readjustment Allowances programs. These programs are designed to provide temporary income maintenance through UI to individuals who are unemployed through no fault of their own, and to assist the unemployed, underemployed, and persons who wish to change occupations in finding suitable employment. Additional benefits include the reduction of public burden through the early placement of welfare recipients and UI claimants.

The Department is also responsible for assessing and collecting taxes from employers to distribute benefits to those who qualify for unemployment compensation.

Policy

Notwithstanding KRS 341.835, \$3,000,000 from the Unemployment Insurance Penalty and Interest Account in the Unemployment Compensation Administration Fund may be used during each fiscal year by the Office of Employment and Training to operate employment, training, and unemployment insurance programs.

**Education Cabinet
Employment and Training
Employer and Placement Services**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		3,980,200	5,840,300		
Total General Fund		3,980,200	5,840,300		
Restricted Funds					
Balance Forward	2,255,800	55,800		55,800	
Current Receipts	3,000,000	3,000,000	3,000,000	2,610,000	2,368,800
Total Restricted Funds	5,255,800	3,055,800	3,000,000	2,665,800	2,368,800
Federal Funds					
Balance Forward					1,292,800
Current Receipts	22,850,400	23,990,300	23,639,800	22,214,500	22,246,300
Total Federal Funds	22,850,400	23,990,300	23,639,800	22,214,500	23,539,100
TOTAL SOURCE OF FUNDS	28,106,200	31,026,300	32,480,100	24,880,300	25,907,900
EXPENDITURES BY CLASS					
Personnel Cost	16,960,900	20,349,300	21,931,200	13,308,800	13,074,400
Operating Expenses	4,763,400	4,376,800	4,259,200	3,978,500	3,859,400
Grants, Loans or Benefits	6,326,100	6,300,200	6,289,700	6,300,200	6,289,700
TOTAL EXPENDITURES	28,050,400	31,026,300	32,480,100	23,587,500	23,223,500
EXPENDITURES BY FUND SOURCE					
General Fund		3,980,200	5,840,300		
Restricted Funds	5,200,000	3,055,800	3,000,000	2,665,800	2,368,800
Federal Funds	22,850,400	23,990,300	23,639,800	20,921,700	20,854,700
TOTAL EXPENDITURES	28,050,400	31,026,300	32,480,100	23,587,500	23,223,500
EXPENDITURES BY UNIT					
Job Placement Services	16,058,200	18,186,100	19,304,000	12,235,700	11,886,700
Special Employment Services	9,909,900	10,422,800	10,628,100	9,595,600	9,586,100
Employment Information Support	2,082,300	2,417,400	2,548,000	1,756,200	1,750,700
TOTAL EXPENDITURES	28,050,400	31,026,300	32,480,100	23,587,500	23,223,500

There are two objectives of the Employer and Placement Services program. The first is to assist individuals who are unemployed, underemployed, or simply seeking to change their employment situation. The second is to assist employers in obtaining qualified workers to fill job openings as quickly as possible. This program provides counseling, employment testing, job development, referral, and placement.

Policy

Notwithstanding KRS 341.835, the recommended budget provides that the Office of Employment and Training may use funds from the Unemployment Insurance Penalty and Interest Account in the Unemployment Compensation Administration Fund during each fiscal year of the biennium for employment and training programs.

**Education Cabinet
Employment and Training
Unemployment Insurance**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation		374,800	4,441,700		
Total General Fund		374,800	4,441,700		
Federal Funds					
Balance Forward	2,324,000				
Current Receipts	572,078,200	578,059,100	575,631,300	578,059,100	575,631,300
Total Federal Funds	574,402,200	578,059,100	575,631,300	578,059,100	575,631,300
TOTAL SOURCE OF FUNDS	574,402,200	578,433,900	580,073,000	578,059,100	575,631,300
EXPENDITURES BY CLASS					
Personnel Cost	19,792,300	23,817,100	25,454,100	22,436,200	21,012,400
Operating Expenses	4,609,900	4,616,800	4,618,900	5,622,900	4,618,900
Grants, Loans or Benefits	550,000,000	550,000,000	550,000,000	550,000,000	550,000,000
TOTAL EXPENDITURES	574,402,200	578,433,900	580,073,000	578,059,100	575,631,300
EXPENDITURES BY FUND SOURCE					
General Fund		374,800	4,441,700		
Federal Funds	574,402,200	578,059,100	575,631,300	578,059,100	575,631,300
TOTAL EXPENDITURES	574,402,200	578,433,900	580,073,000	578,059,100	575,631,300
EXPENDITURES BY UNIT					
Unemployment Insurance Administration	24,402,200	28,433,900	30,073,000	28,059,100	25,631,300
Unemployment Insurance Benefits	550,000,000	550,000,000	550,000,000	550,000,000	550,000,000
TOTAL EXPENDITURES	574,402,200	578,433,900	580,073,000	578,059,100	575,631,300

The purpose of the Unemployment Insurance (UI) program is to provide temporary financial assistance to workers who become unemployed through no fault of their own, in the form of regular UI benefit payments in an amount determined by the claimant's wage history. Regular UI benefits are funded entirely through payment of the state unemployment taxes by employers determined liable under KRS Chapter 341 based upon the size and duration of payroll.

Within the Office of Employment and Training, the Division of Unemployment Insurance supports the claims activities initiated in the local offices of the Division of Field Services. In the central office, the Benefit Branch ensures and accounts for the proper payment of regular UI and federal program benefits, including the determination of chargeability to a specific employer for the cost of each regular UI claim. In cases where benefits have been drawn in error, the branch pursues restitution and, if fraud is involved, pursues prosecution of the claimant. The Benefits Branch also operates an interstate claims "local office" to serve claimants covered under Kentucky law but filing from other states.

In addition to regular UI benefits, the program also administers payment of federal benefits to unemployed federal employees and discharged military personnel, those affected by changes in international trade, those affected financially in federal disaster areas, and those covered under the Extended Unemployment Compensation program. With the exception of partial payment from state UI funds in the case of some extended benefits, these programs are financed by employer federal unemployment tax collected by the Internal Revenue Service.

The administrative component of the UI program provides benefit payments based on earnings in a specific transaction period. Revenues for this program are derived from a federal unemployment tax on employers' payrolls.

KRS Chapter 341 provides the statutory authority and structure for the operation of the UI program in Kentucky. With regard

to most particulars involving worker coverage, benefit entitlement, and employer liability, KRS Chapter 341 conforms to federal unemployment law derived from the Social Security Act of 1935. This state and federal statutory conformity is required in order for Kentucky employers to receive a credit against federal unemployment tax based on state tax payments, and in order for the agency to receive federal administrative funding.

Policy

The recommended budget provides that the Office of Employment and Training may use funds from the Unemployment Insurance Penalty and Interest Account in the Unemployment Compensation Administration Fund during each fiscal year of the biennium for unemployment administration purposes.

**Education Cabinet
Employment and Training
Special Projects**

	<u>Revised FY 2008</u>	<u>Requested FY 2009</u>	<u>Requested FY 2010</u>	<u>Recommended FY 2009</u>	<u>Recommended FY 2010</u>
SOURCE OF FUNDS					
Federal Funds					
Balance Forward	870,800				
Total Federal Funds	<u>870,800</u>				
TOTAL SOURCE OF FUNDS	870,800				
EXPENDITURES BY CLASS					
Personnel Cost	870,800				
TOTAL EXPENDITURES	<u>870,800</u>				
EXPENDITURES BY FUND SOURCE					
Federal Funds	870,800				
TOTAL EXPENDITURES	<u>870,800</u>				

The Special Projects program covers contractual programs offered by the Office of Employment and Training.

Under contract with the Cabinet for Health and Family Services (CHFS), the Office of Employment and Training has implemented a strategy and program to help adult Kentuckians make the transition from welfare dependency to long term self-sufficiency. The Office performs an employment assessment on each participant referred by CHFS, Department for Community-Based Services, to determine needs and skills. An "Employability Development Plan" is created for each participant that includes an employment goal and a series of activities necessary to reach that goal, including high school and equivalency programs, basic and remedial education, work readiness activities, and job skills training.

**Education Cabinet
Employment and Training
Workforce Investment Act**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
Federal Funds					
Current Receipts	67,948,300	69,403,600	69,521,100	69,403,600	69,521,100
Total Federal Funds	67,948,300	69,403,600	69,521,100	69,403,600	69,521,100
TOTAL SOURCE OF FUNDS	67,948,300	69,403,600	69,521,100	69,403,600	69,521,100
EXPENDITURES BY CLASS					
Personnel Cost	3,855,900	4,124,200	4,246,600	3,531,400	3,495,900
Operating Expenses	3,889,200	3,891,900	3,892,000	3,891,900	3,892,800
Grants, Loans or Benefits	60,203,200	61,387,500	61,382,500	61,980,300	62,132,400
TOTAL EXPENDITURES	67,948,300	69,403,600	69,521,100	69,403,600	69,521,100
EXPENDITURES BY FUND SOURCE					
Federal Funds	67,948,300	69,403,600	69,521,100	69,403,600	69,521,100
TOTAL EXPENDITURES	67,948,300	69,403,600	69,521,100	69,403,600	69,521,100

On July 1, 1999, Kentucky implemented the Workforce Investment Act (WIA) to consolidate, coordinate, and improve employment, training, literacy, and vocational rehabilitation programs. Passed by Congress on August 7, 1998 (Public Law 105-220), this reform includes streamlining services through a one-stop service delivery system, empowering individuals through information and access to training resources through individual training accounts, providing universal access to core services, increasing accountability for results, ensuring a strong role for local boards and the private sector in the workforce investment system, facilitating state and local flexibility, and improving youth services.

The Workforce Investment Act specifies three funding streams to the states and local areas: adults, dislocated workers, and youth.

Most services for adults and dislocated workers are provided through the "one-stop" system, and most customers use individual training accounts to determine which training programs and training providers best fit their needs. The Act authorizes "core" services available to all adults (with no eligibility requirements), and "intensive" services for unemployed individuals who are not able to find jobs through core services alone. In some cases, intensive services are available to employed workers who need more help to find or keep a job.

Through WIA, youth are prepared for postsecondary educational opportunities or employment. Programs link academic and occupational learning. Programs include tutoring, study skills training, and instruction leading to completion of secondary school (including drop-out prevention), alternative school services, mentoring by appropriate adults, paid and unpaid work experience (i.e. internships and job shadowing), occupational skills training, leadership development, and appropriate supportive services.

The Commonwealth of Kentucky has applied for and received WIA Section 503 Incentive Grants. These grants are awarded to states that have exceeded performance levels for WIA Title I programs, WIA Title II Adult Education and Family Literacy programs and Carl D. Perkins Vocational and Technical Education Act programs. These funds are used to carry out any one or more innovative programs under Titles I or II of WIA or the Carl D. Perkins Vocational and Technical Education Act, regardless of which Act is the source of the incentive funds.

Education Cabinet
Career and Technical Education

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	29,894,500	36,061,000	36,186,900	26,628,300	26,778,300
Salary Compensation Fund	758,200				
Other	-310,300				
Total General Fund	30,342,400	36,061,000	36,186,900	26,628,300	26,778,300
Restricted Funds					
Balance Forward	1,261,600	924,300	590,500	924,300	278,800
Current Receipts	1,469,600	1,473,100	1,530,500	1,473,100	1,530,500
Non-Revenue Receipts	19,013,500	19,841,400	20,710,800	19,013,500	19,013,500
Total Restricted Funds	21,744,700	22,238,800	22,831,800	21,410,900	20,822,800
Federal Funds					
Current Receipts	15,188,500	15,153,900	15,153,900	15,153,900	15,153,900
Total Federal Funds	15,188,500	15,153,900	15,153,900	15,153,900	15,153,900
TOTAL SOURCE OF FUNDS	67,275,600	73,453,700	74,172,600	63,193,100	62,755,000
EXPENDITURES BY CLASS					
Personnel Cost	41,392,500	46,574,700	49,182,300	40,482,400	41,902,700
Operating Expenses	9,946,300	10,661,500	9,853,600	7,836,700	7,357,000
Grants, Loans or Benefits	14,520,500	14,437,000	14,387,600	14,280,200	12,883,600
Capital Outlay	492,000	1,190,000	435,000	315,000	315,000
TOTAL EXPENDITURES	66,351,300	72,863,200	73,858,500	62,914,300	62,458,300
EXPENDITURES BY FUND SOURCE					
General Fund	30,342,400	36,061,000	36,186,900	26,628,300	26,778,300
Restricted Funds	20,820,400	21,648,300	22,517,700	21,132,100	20,526,100
Federal Funds	15,188,500	15,153,900	15,153,900	15,153,900	15,153,900
TOTAL EXPENDITURES	66,351,300	72,863,200	73,858,500	62,914,300	62,458,300
EXPENDITURES BY UNIT					
School Support and Administration	50,152,300	56,648,900	57,586,700	47,204,600	46,713,000
Equipment	1,607,800	1,517,800	1,517,800	1,037,800	1,037,800
Contract Services	1,004,600	1,109,900	1,167,400	1,085,300	1,120,900
Federal Programs	13,586,600	13,586,600	13,586,600	13,586,600	13,586,600
TOTAL EXPENDITURES	66,351,300	72,863,200	73,858,500	62,914,300	62,458,300

The Office of Career and Technical Education has two major statewide roles: the management and operation of 55 area technology centers serving high school students and workers in business and industry, and serving as the sole state agency for Federal Funds through the Carl D. Perkins Vocational and Applied Technology Education Act of 1998 (Public Law 105-332).

The Office of Career and Technical Education provides occupational-specific education and training for Kentucky's citizens in order to develop a skilled and versatile workforce. The main responsibility is providing education and technical training to youth and incumbent workers that match the needs of Kentucky business and industry. Skill training is directed at high school students who go directly to work after leaving high school, while creating an avenue for continued education.

Area technology centers are located throughout the Commonwealth in small- to medium-sized counties. These schools

are uniquely positioned to serve business and industry in close cooperation with the Kentucky Community and Technical College System. This provides cost-effective measures for training needs of business and industry, and assists in local economic development initiatives. Area Technology Centers are not only vital in the overall scheme of Kentucky's efforts to better prepare secondary technical students for postsecondary education or employment, but also provide an additional avenue to skill upgrades by incumbent workers in the local businesses and industries.

The 55 area technology centers provide continuing and customized technical education programs on an as-needed basis. This system serves business and industry, as well as adults in the community seeking to enhance their employment opportunities. Area technology centers provide opportunities in areas of the Commonwealth where continuing education is not available at a postsecondary institution.

Demand for training programs from business and industry may range from continuing education in computer applications to customized training programs such as robotics.

Training programs are also designed to meet the increasing demands of various state and local regulatory certification requirements. Examples include additional programs in water handling, blood and air borne pathogens, and heating and cooling systems.

The Office coordinates the state plan for the Perkins Act and implements the provisions related to the distribution of Federal Funds. Other functions include: reviewing and approving local plans, monitoring and evaluating program effectiveness, monitoring and auditing the expenditure of Federal Funds, implementing and reevaluating the statewide system of accountability, coordinating the development of the annual performance report, assuring compliance with all applicable Federal laws, and providing technical assistance. The Office serves as the liaison to occupational programs and related services in the community and technical colleges, the universities, and the Department of Education. Programs of leadership and professional development are coordinated and monitored for program effectiveness. An automated student information system, with selected characteristics for technical programs, is used in evaluating the effective preparation of students for continued education, employment, and service in the military. This automated system is a major factor in the accountability requirements of the Act. In addition, the operation and refinement of the methods of administration are components of the ongoing program evaluation.

The Perkins Act includes two major components: the Basic Grant and Tech Prep. The Basic Grant funds are for program improvement. Tech Prep funds are earmarked for the development of programs that combine at least two years of secondary education with at least two years of postsecondary education in a technical course of study leading to employment or further education. Tech Prep uses work-based and worksite learning where appropriate and available. The Office of Career and Technical Education provides statewide direction, leadership, and supervision for this initiative.

**Education Cabinet
Vocational Rehabilitation**

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	13,134,400	14,407,400	14,729,500	11,655,000	11,655,000
Budget Reduction	-395,700				
Salary Compensation Fund	56,000				
Total General Fund	12,794,700	14,407,400	14,729,500	11,655,000	11,655,000
Restricted Funds					
Balance Forward	366,600	51,700		51,700	
Current Receipts	2,360,800	2,525,200	2,525,200	2,525,200	2,525,200
Total Restricted Funds	2,727,400	2,576,900	2,525,200	2,576,900	2,525,200
Federal Funds					
Balance Forward	75,400				
Current Receipts	46,415,800	48,593,200	49,599,300	42,978,300	42,600,000
Total Federal Funds	46,491,200	48,593,200	49,599,300	42,978,300	42,600,000
TOTAL SOURCE OF FUNDS	62,013,300	65,577,500	66,854,000	57,210,200	56,780,200
EXPENDITURES BY CLASS					
Personnel Cost	26,696,200	31,167,600	33,134,800	26,997,100	27,805,200
Operating Expenses	4,868,700	4,866,700	4,805,000	5,029,100	5,002,200
Grants, Loans or Benefits	30,297,200	29,413,700	28,784,700	25,054,500	23,843,300
Capital Outlay	99,500	129,500	129,500	129,500	129,500
TOTAL EXPENDITURES	61,961,600	65,577,500	66,854,000	57,210,200	56,780,200
EXPENDITURES BY FUND SOURCE					
General Fund	12,794,700	14,407,400	14,729,500	11,655,000	11,655,000
Restricted Funds	2,675,700	2,576,900	2,525,200	2,576,900	2,525,200
Federal Funds	46,491,200	48,593,200	49,599,300	42,978,300	42,600,000
TOTAL EXPENDITURES	61,961,600	65,577,500	66,854,000	57,210,200	56,780,200
EXPENDITURES BY UNIT					
Carl D. Perkins Vocational Training Center	8,295,600	9,322,700	9,781,500	8,759,700	9,171,900
Program Services	52,375,600	54,776,600	55,539,500	46,972,300	46,075,300
Executive Director	1,290,400	1,478,200	1,533,000	1,478,200	1,533,000
TOTAL EXPENDITURES	61,961,600	65,577,500	66,854,000	57,210,200	56,780,200

The Office of Vocational Rehabilitation provides for and improves the vocational rehabilitation of citizens with physical and mental disabilities. The Office helps eligible persons with disabilities achieve suitable employment.

The Office uses vocational assessments, counseling and guidance services to match workers with disabilities to labor market needs. Job preparation activities include on-the-job training and vocational and classroom instruction. Job development and placement services assist the individual in obtaining and maintaining suitable employment. Transition activities support a move from the classroom to the workplace. Rehabilitation technology adapts the physical environment at work or home to meet employment needs. Follow-up services ensure that employment is progressing satisfactorily.

The Office also provides services for employers. The Office prepares job-qualified applicants, conducts job analyses, recommends job modifications, and conducts disability awareness programs. Other services include disability awareness training programs and affirmative action planning and services to employees with disability related problems. As a result, employers experience risk reduction, save resources spent on training new hires, and increase cash flow through access to tax incentives.

The Rehabilitation Act of 1973 authorizes and provides federal funding for state vocational rehabilitation programs. Kentucky Revised Statutes 151B.180-210 complies with all provisions of the Act. The Code of Federal Regulations (CFR Chapter 34) and Title 781 of the Kentucky Administrative Regulations establish functions of the program. The Office also complies with relevant sections of the Kentucky Department of Education's administrative regulations.

Program Planning and Development provides administrative and staff functions to enhance equitable and efficient service delivery to eligible individuals with disabilities. The Division has statewide responsibility for program planning, program evaluation, policy development, human resource development, job development and placement, and development of new and innovative programs. The Division also provides staff support to the Statewide Advisory Council for Vocational Rehabilitation and the Statewide Independent Living Council. Federal regulations require an approved State Plan for Vocational Rehabilitation Services under Title I of the Rehabilitation Act as a condition for receiving Federal Funds.

The Carl D. Perkins Comprehensive Rehabilitation Center (CDPCRC) at Thelma, Kentucky, is a multi-disciplinary residential rehabilitation facility located in Johnson County. The proportion of disabled individuals in the population of Kentucky is highest in southeast Kentucky. Although the majority of referrals to the CDPCRC come from the eastern part of Kentucky, staff of the Center regularly provide services to consumers from the entire Commonwealth.

The CDPCRC operates five major programs: Vocational Evaluation, Work Adjustment, Vocational Training, Physical Restoration/Outpatient Medical Rehabilitation, and Brain Injury Community Re-entry. All programs meet state of the art standards for program quality as documented by the Commission on Accreditation of Rehabilitation Facilities (CARF). CARF is the nationally recognized accreditation authority for organizations serving consumers with disabilities. CARF standards require that accredited facilities provide consumers with timely, quality services that meet the needs of each individual. Center staff utilize CARF accreditation as a marketing tool to obtain new referrals for all programs.

Within these five programs, the following professional services are available: comprehensive vocational assessment, vocational training, physical therapy, occupational therapy, speech therapy, nursing services, physician services, adjustment services, psychological and psychiatric services, adult therapeutic recreation, vocational rehabilitation counseling, social services, assistive technology, transportation, and administrative services. A wide range of educational programs and services including developmental math, reading, GED test preparation, and the External Diploma Program are also available. The CDPCRC offers individualized placement services through Preparing Adults for Competitive Employment (PACE) and an Employment Relations Specialist.

The Program Services Division provides direct vocational rehabilitation services to eligible individuals who have physical or mental disabilities to enable them to achieve suitable employment. Program Services is responsible for the actual intake and client service delivery efforts of the Office and performs certain administration functions.

The Division implements the federal Rehabilitation Act of 1973 and must make available services appropriate to the needs of individuals with disabilities. The services enumerated in the Rehabilitation Act include: evaluation of vocational rehabilitation potential; counseling and guidance; physical and mental restoration services; vocational and other training services; maintenance; transportation; services to family members; interpreter services and note-taking services for persons who are deaf; reader services and note-taking services for persons who are blind; assistive technology and devices; personal assistance services; recruitment and training services; placement; post-employment services; occupational licenses, equipment, initial stock, and supplies; and other goods and services needed for employment.

The Administrative Management Division provides all administrative, technical, and budget related services for the Office and is responsive to the needs of the direct service delivery program staff. Responsibilities include budgeting, purchasing, financial reporting, and federal grant accounting. The Division oversees the implementation and administration of the automated case management system and coordinates the development of application programs. Staff in the Division are also responsible for records retention and maintenance of the Office's inventory records.

Education Cabinet
Education Professional Standards Board

	Revised FY 2008	Requested FY 2009	Requested FY 2010	Recommended FY 2009	Recommended FY 2010
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	10,328,800	12,993,000	12,946,100	8,973,000	9,032,600
Salary Compensation Fund	21,700				
Total General Fund	10,350,500	12,993,000	12,946,100	8,973,000	9,032,600
Restricted Funds					
Balance Forward	375,600				
Current Receipts	1,073,900	1,449,500	1,449,500	1,297,400	1,397,400
Total Restricted Funds	1,449,500	1,449,500	1,449,500	1,297,400	1,397,400
Federal Funds					
Current Receipts	472,200	122,200	122,200	122,200	122,200
Total Federal Funds	472,200	122,200	122,200	122,200	122,200
TOTAL SOURCE OF FUNDS	12,272,200	14,564,700	14,517,800	10,392,600	10,552,200
EXPENDITURES BY CLASS					
Personnel Cost	3,877,700	4,905,200	4,758,900	4,127,400	4,204,700
Operating Expenses	1,222,800	1,561,800	1,521,800	1,060,600	1,089,900
Grants, Loans or Benefits	7,171,700	8,097,700	8,237,100	5,204,600	5,257,600
TOTAL EXPENDITURES	12,272,200	14,564,700	14,517,800	10,392,600	10,552,200
EXPENDITURES BY FUND SOURCE					
General Fund	10,350,500	12,993,000	12,946,100	8,973,000	9,032,600
Restricted Funds	1,449,500	1,449,500	1,449,500	1,297,400	1,397,400
Federal Funds	472,200	122,200	122,200	122,200	122,200
TOTAL EXPENDITURES	12,272,200	14,564,700	14,517,800	10,392,600	10,552,200
EXPENDITURES BY UNIT					
EPSB Operations	4,227,000	5,797,700	5,567,100	4,048,900	4,108,500
Kentucky Teacher Internship Program	5,267,600	5,772,400	5,897,800	3,649,600	3,649,600
National Board	800,000	800,000	800,000	800,000	800,000
Certification	1,977,600	2,194,600	2,252,900	1,894,100	1,994,100
TOTAL EXPENDITURES	12,272,200	14,564,700	14,517,800	10,392,600	10,552,200

Authorized in KRS 161.028, the Education Professional Standards Board (EPSB) is a 17-member body appointed by the Governor to oversee teacher and administrator preparation, internship, and certification.

The EPSB is responsible for issuing, suspending, and revoking certificates for Kentucky's 50,500 P-12 professional educators, and ensures via an annual review that all professional positions in the state's 175 public school districts are appropriately staffed. It is responsible for developing (in cooperation with the Kentucky Department of Education and the Council on Postsecondary Education) a statewide data system for the collection, interpretation, and dissemination of data relative to the quality of educator preparation, supply, demand, and effectiveness. The board establishes performance-based standards for teacher/administrator preparation and induction, and for the accreditation of the 27 preparation programs at Kentucky's public and independent colleges and universities. It oversees the teacher/administrator assessments and the related Title II reporting, and annually publishes the Kentucky Educator Preparation Program Report Card. It administers the Continuing Education Option, in which teachers can use professional development to renew certification and move up in rank. It also administers the National Board Certification incentive programs, the supervising teacher stipend program, and alternative routes to certification, including the Troops to Teachers program.

The EPSB annually provides support to approximately 3,000 teacher interns, 300 principal interns, 2,600 supervising teachers, and 400 prospective National Board-certified teachers.

Policy

Notwithstanding the provisions of KRS 161.030(7), the recommended budget provides that resource teachers serving the Kentucky Teacher Internship Program shall spend a minimum of forty-five (45) hours working with the beginning teacher. Twenty (20) of these hours shall be in the classroom setting, and twenty-five (25) of these hours shall be in consultation other than class time or attending assessment meetings.