

Representative Jim Fannin
Chairman



Representative Bryan Adams
Vice Chairman

FY 15-16 Executive Budget Review SPECIAL SCHOOLS AND COMMISSIONS

House Committee on Appropriations
by the House Fiscal Division
April 7, 2014



Agenda

Budget Overview

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Department Structure

19-653 Louisiana Schools for the Deaf and Visually Impaired (LSDVI)

- Administrative and Shared Services
- Louisiana School for the Deaf
- Louisiana School for the Visually Impaired
- Auxiliary Account

19-655 Louisiana Special Education Center (LSEC)

- LSEC Education

19-657 Louisiana School for Math, Science and the Arts (LSMSA)

- Louisiana Virtual School
- Living and Learning Community (the physical school known as LSMSA)

19-662 Louisiana Educational Television Authority (LETA)

- Broadcasting

19-666 Board of Elementary and Secondary Education (BESE)

- Administration
- Louisiana Quality Education Support Fund

19-673 New Orleans Center for the Creative Arts (NOCCA)

- NOCCA Instruction



Means of Finance

Means of Finance	Actual Expenditures FY 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
State General Fund	\$40,072,400	\$40,200,610	\$38,816,575	(\$1,384,035)	(3.4%)
Interagency Transfers	\$20,782,632	\$23,683,863	\$23,805,269	\$121,406	0.5%
Fees and Self-Gen. Rev.	\$2,287,198	\$3,067,633	\$3,055,133	(\$12,500)	(0.4%)
Statutory Dedications	\$22,115,210	\$24,605,725	\$24,651,920	\$46,195	0.2%
Federal Funds	\$26,722	\$105,086	\$105,086	\$0	0.0%
TOTAL	\$85,284,162	\$91,662,917	\$90,433,983	(\$1,228,934)	(1.3%)
Authorized Positions	730	731	724	(7)	(1.0%)

Significant Adjustments:

State General Fund

- Decreases funding for salaries and related benefits due to the reduction of 4 vacant positions at LETA.
- Reductions due to GEMS Savings.

(\$1.4 M)



Interagency Transfers

- Increases budget authority for LSEC to receive Federal IDEA funds via LDOE.

\$121,406



Authorized Positions

- Personnel reductions include eliminating 2 vacancies at LSEC, and annualizing 1 vacant mid-year reduction and eliminating 4 current vacancies at LETA.

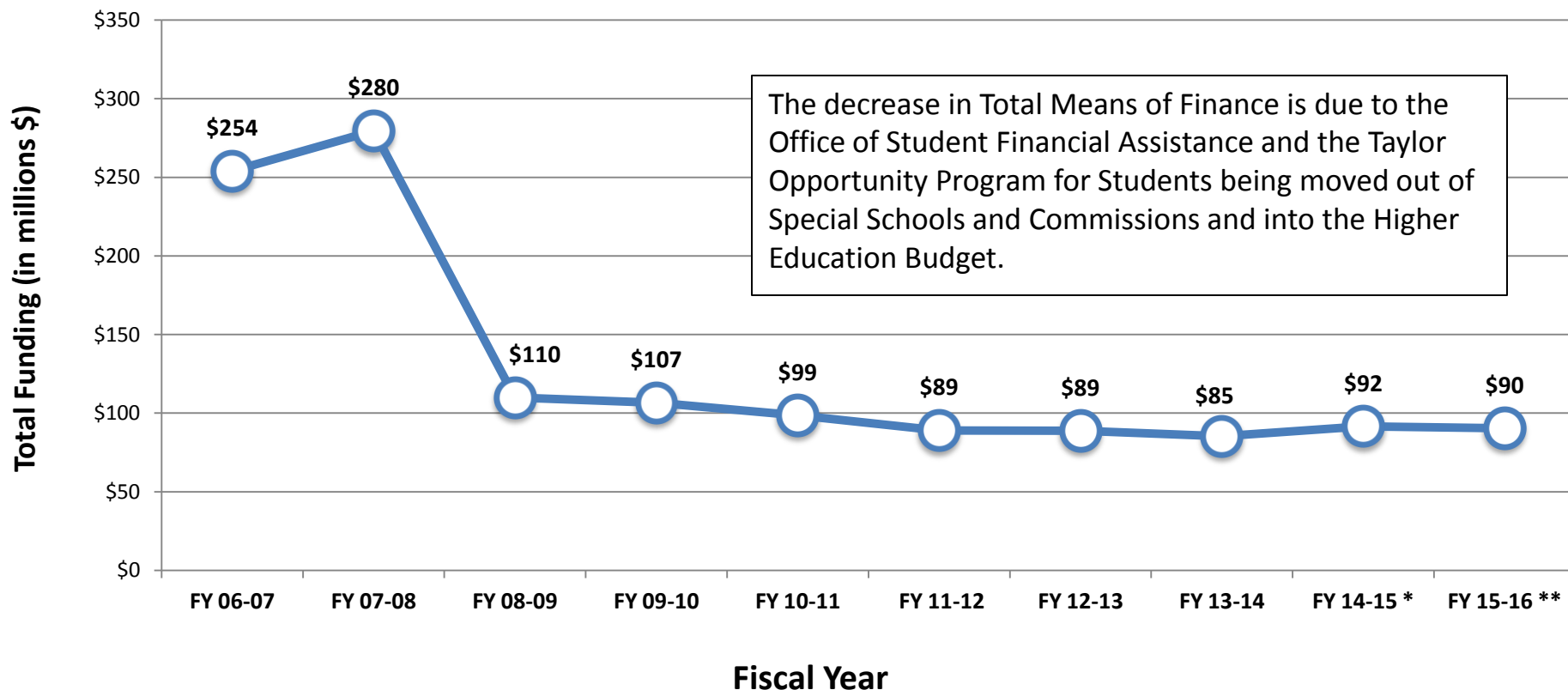
(7 T.O.)





10-Year Budget History

SPECIAL SCHOOLS & COMMISSIONS (Total Funding)



Source: Executive Budget Supporting Documents

*Existing Operating Budget as of 12/1/14

**Governor's Executive Budget Recommendation



Major Sources of Revenue FY 15-16

Interagency Transfers \$23.8 million

- LSEC receives \$16 million in Title 19 Medicaid funds from DHH.
- LSMSA, and NOCCA receive funding from the MFP.
- The Louisiana Department of Education transfers various funding to special schools as an IAT, usually on a per-pupil basis.

Fees & Self-Gen. Rev. \$3 million

- LETA generates revenues from production and satellite truck rental, uplinks, foundation support, etc.
- Employee meals at some facilities.
- Room and board fees.
- Louisiana Virtual School receives funds from private school students participating in Course Choice.

Statutory Dedications \$24.6 million

- BESE receives the constitutionally dedicated Louisiana Quality Education Support Fund, known as the 8(g) fund, estimated at \$24 million for FY 15-16.
- Education Excellence Fund.

Federal Funds \$105,086

- LSEC will receive \$20,000 and LSMSA will receive \$85,086 from the U.S. Department of Education Small Rural School Education Program for additional educational materials and equipment.



Expenditure Breakdown

Expenditures	FY 13-14 Actual Expenditures	FY 14-15 Existing Operating Budget (12/1/14)	FY 15-16 Executive Budget Recommendation	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
Salaries	\$32,789,108	\$33,329,221	\$32,694,270	(\$634,951)	(1.9%)
Other Compensation	\$616,088	\$715,294	\$698,015	(\$17,279)	(2.4%)
Related Benefits	\$14,800,166	\$15,906,102	\$15,790,038	(\$116,064)	(0.7%)
Travel	\$220,380	\$294,147	\$282,038	(\$12,109)	(4.1%)
Operating Services	\$5,076,573	\$7,187,627	\$6,951,372	(\$236,255)	(3.3%)
Supplies	\$2,379,693	\$2,255,353	\$2,169,313	(\$86,040)	(3.8%)
Professional Services	\$499,058	\$403,924	\$393,527	(\$10,397)	(2.6%)
Other Charges	\$26,772,714	\$30,745,784	\$30,933,237	\$187,453	0.6%
Acq/Major Repairs	\$2,130,382	\$825,465	\$522,173	(\$303,292)	(36.7%)
Unallotted	\$0	\$0	\$0	\$0	0.0%
TOTAL EXP	\$85,284,162	\$91,662,917	\$90,433,983	(\$1,228,934)	(1.3%)

Salaries, Other Compensation and Related Benefits

- 1.5% decrease in Personal Services due to position reductions, attrition and retirement decreases, and other adjustments that were offset by performance adjustments and group insurance increases.

Acq/Major Repairs

- 36.7% decrease due to nonrecurring carryforwards at LSDVI and nonrecurring acquisitions of medical equipment at LSEC.

Other Charges

- Includes \$157,653 increase for NOCCA due to increased student enrollment.

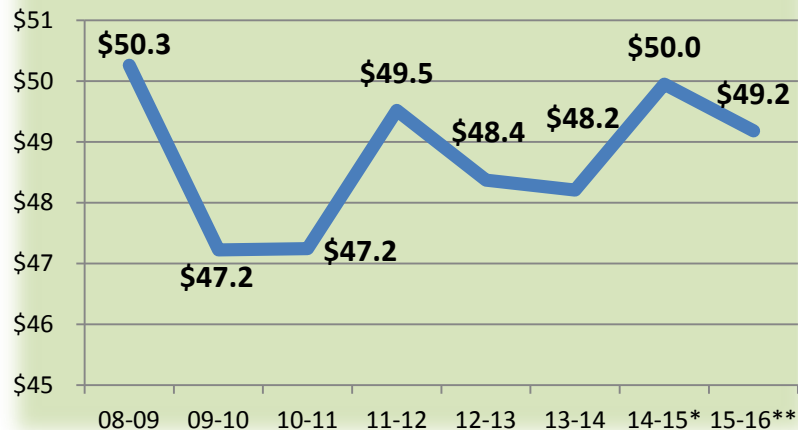
GEMS Savings

- \$740,037 reduction associated with GEMS Savings: \$364,074 in procurement related expenditures and \$375,963 in human capital savings.

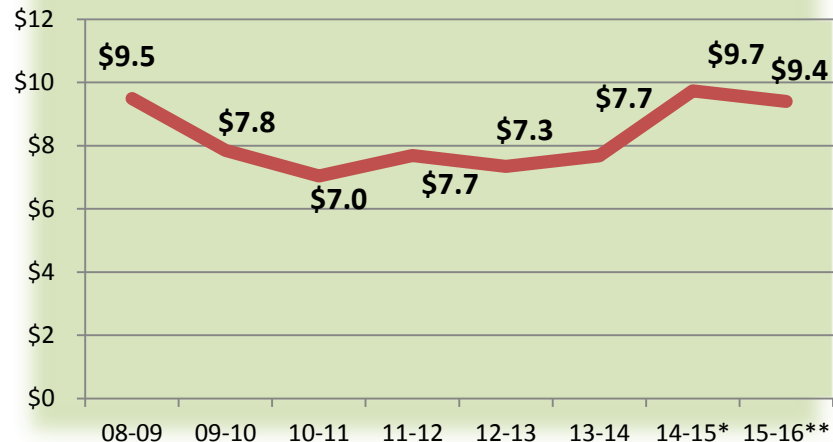


8-Year Expenditure History (in millions)

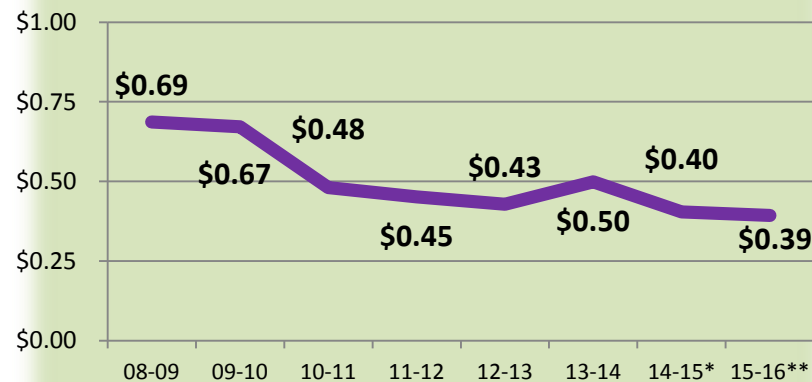
Personal Services



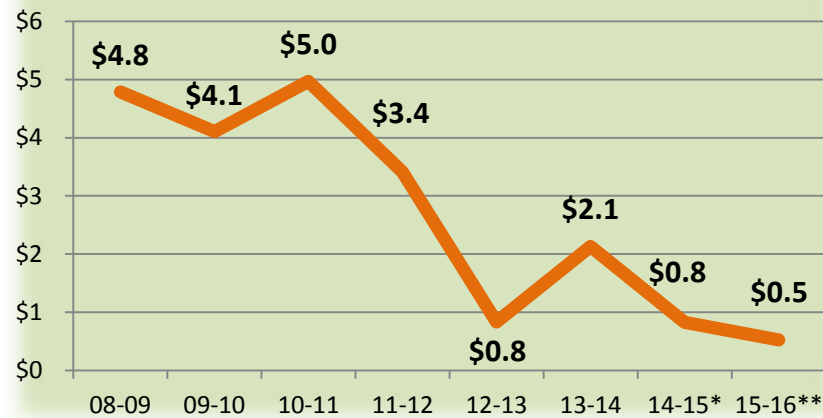
Operating Expenses



Professional Services



Acquisitions & Major Repairs



Source: Executive Budget Supporting Documents

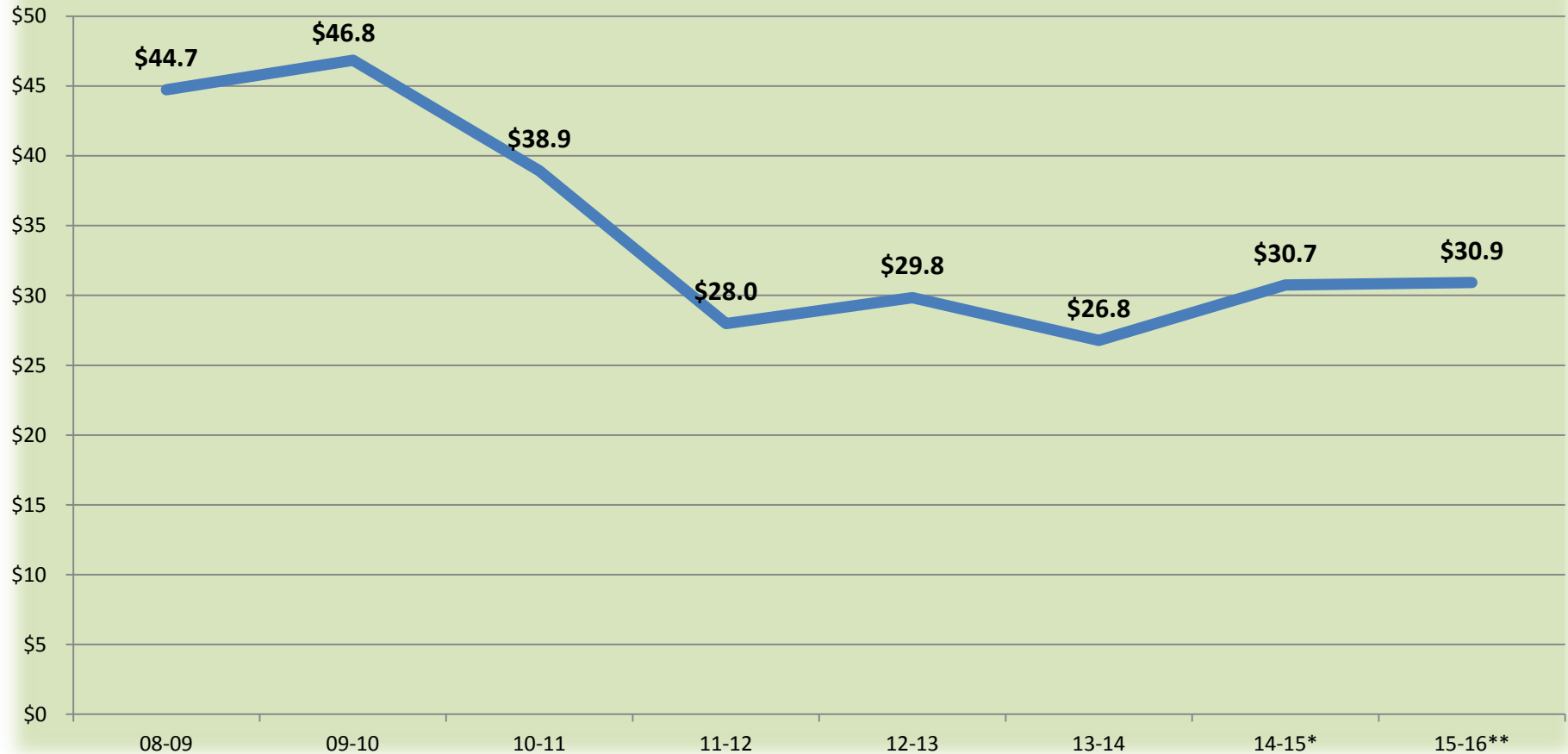
*Existing Operating Budget as of 12/1/14

**Governor's Executive Budget Recommendation



8-Year Expenditure History (in millions)

Other Charges



Source: Executive Budget Supporting Documents

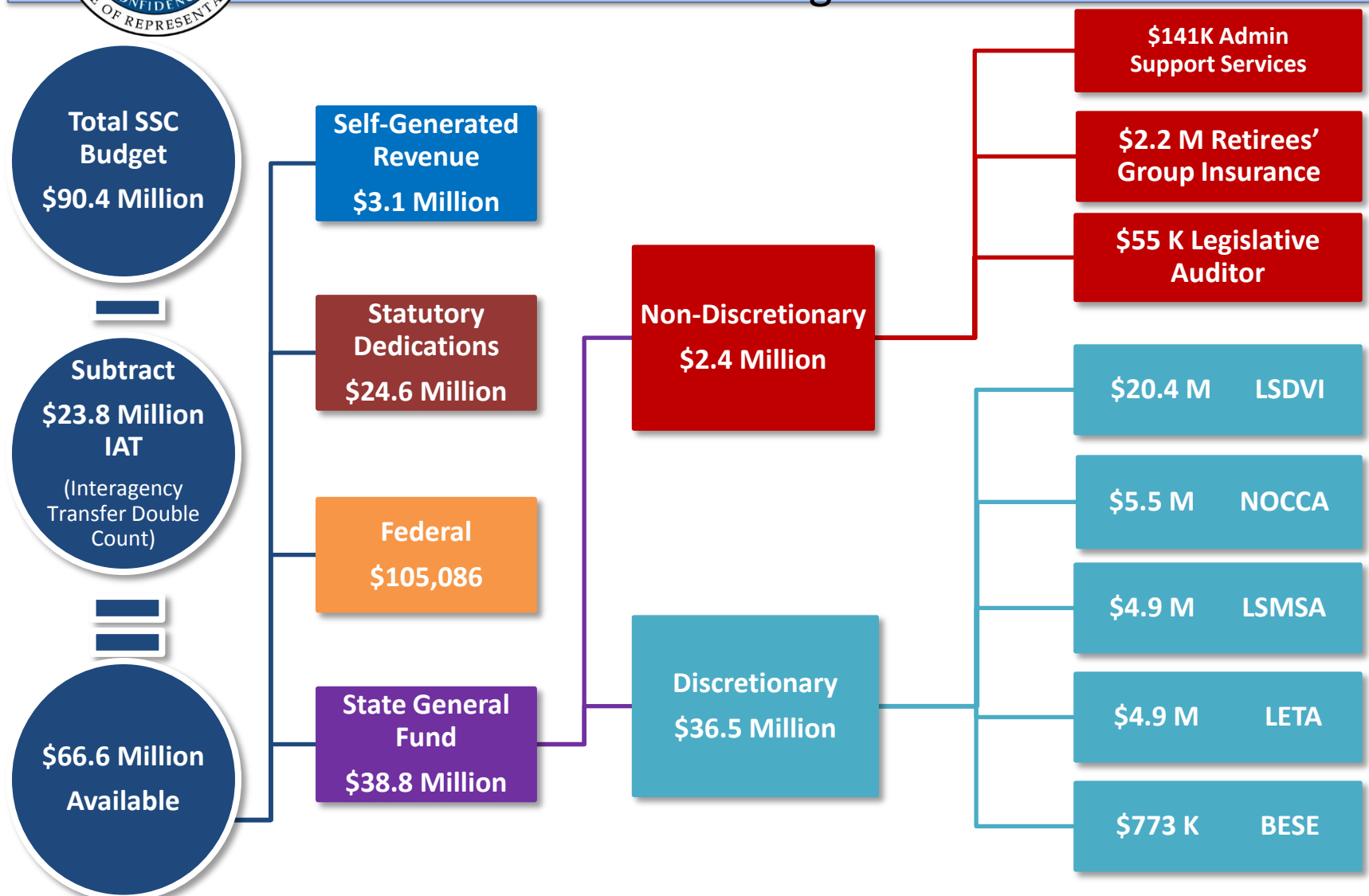
*Existing Operating Budget as of 12/1/14

**Governor's Executive Budget Recommendation



Discretionary/Non-Discretionary Funding in FY 15-16

Executive Budget





Salaries and Positions

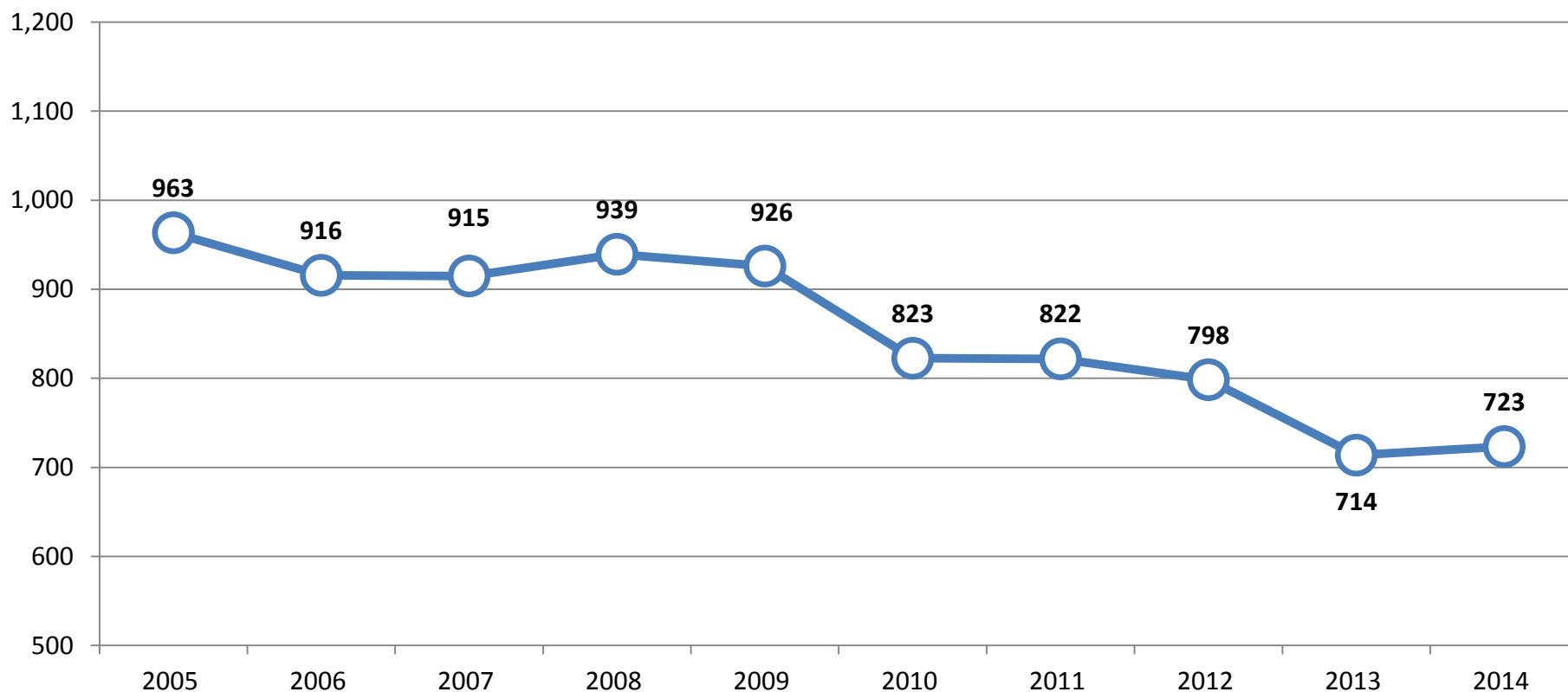
FY 15-16 SALARIES/POSITIONS

- \$33.4 million for Salaries and Other Compensation
- \$15.8 million for Related Benefits
- Total Personnel Services = \$49.2 million; 83% of the Special Schools and Commissions' total Executive Budget Recommendation (excluding Other Charges)
- 724 Authorized Positions (374 classified and 350 unclassified)
- 4 full-time non-T.O. positions
- 35 Other Charges positions
- As of 1/30/2015, the SSC had 42 vacant positions. The Executive Budget eliminates 7 of these vacant positions.



Salaries and Positions

TOTAL FULL-TIME EQUIVALENT (FTE) POSITIONS



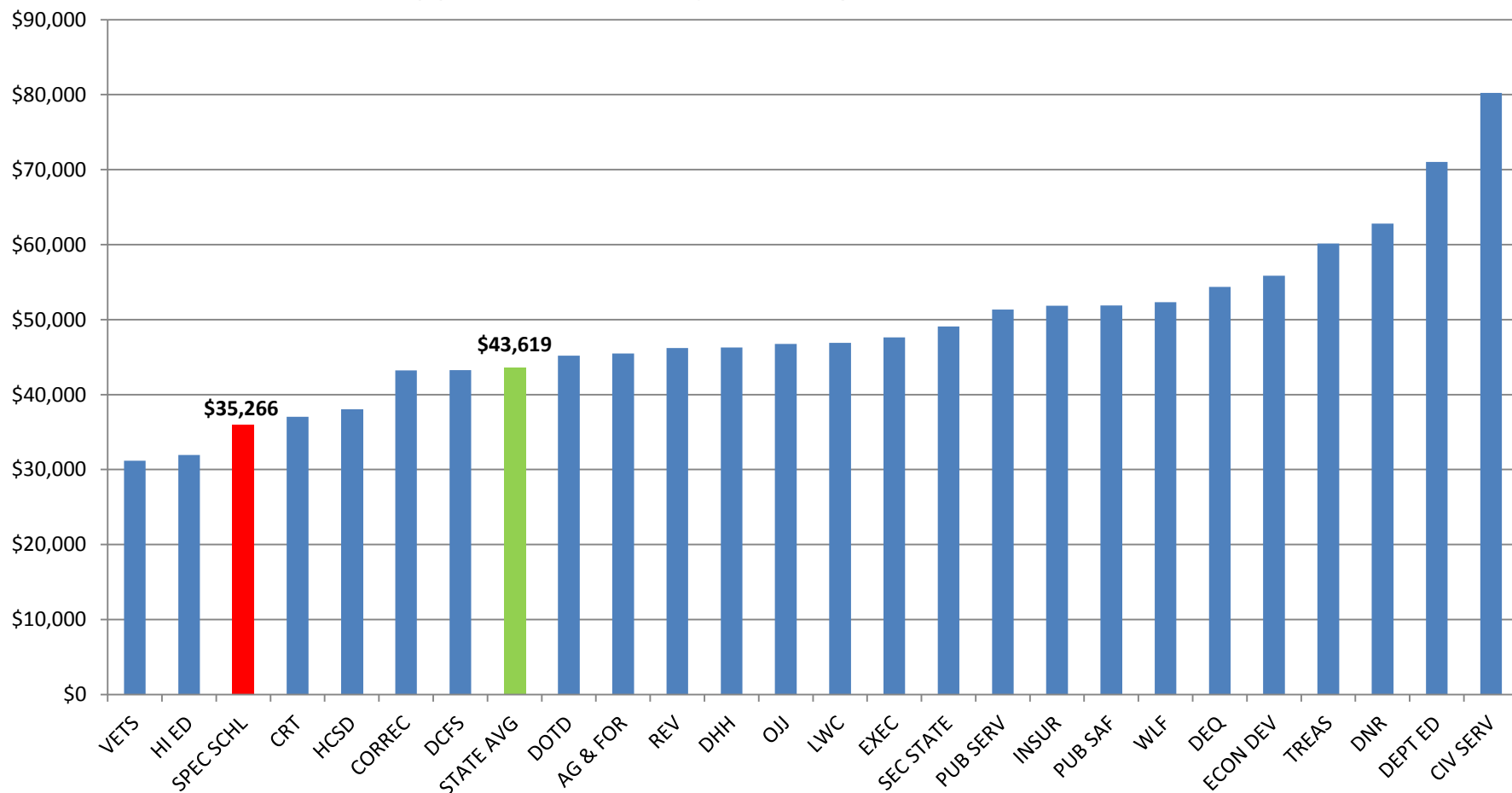
Note: The FTE positions above do not reflect Office of Student Financial Assistance (OSFA), which was transferred to Schedule 19A - Higher Education in FY 09-10. Unlike executive branch agencies, only a few postsecondary education systems use the Integrated Statewide Information System-Human Resources (ISIS-HR) to capture and report pay and benefits data.

Source: Prepared by House Fiscal Division staff using information from ISIS-HR



Salaries and Positions

FY 14 CLASSIFIED AVERAGE ANNUAL PAY PER FTE

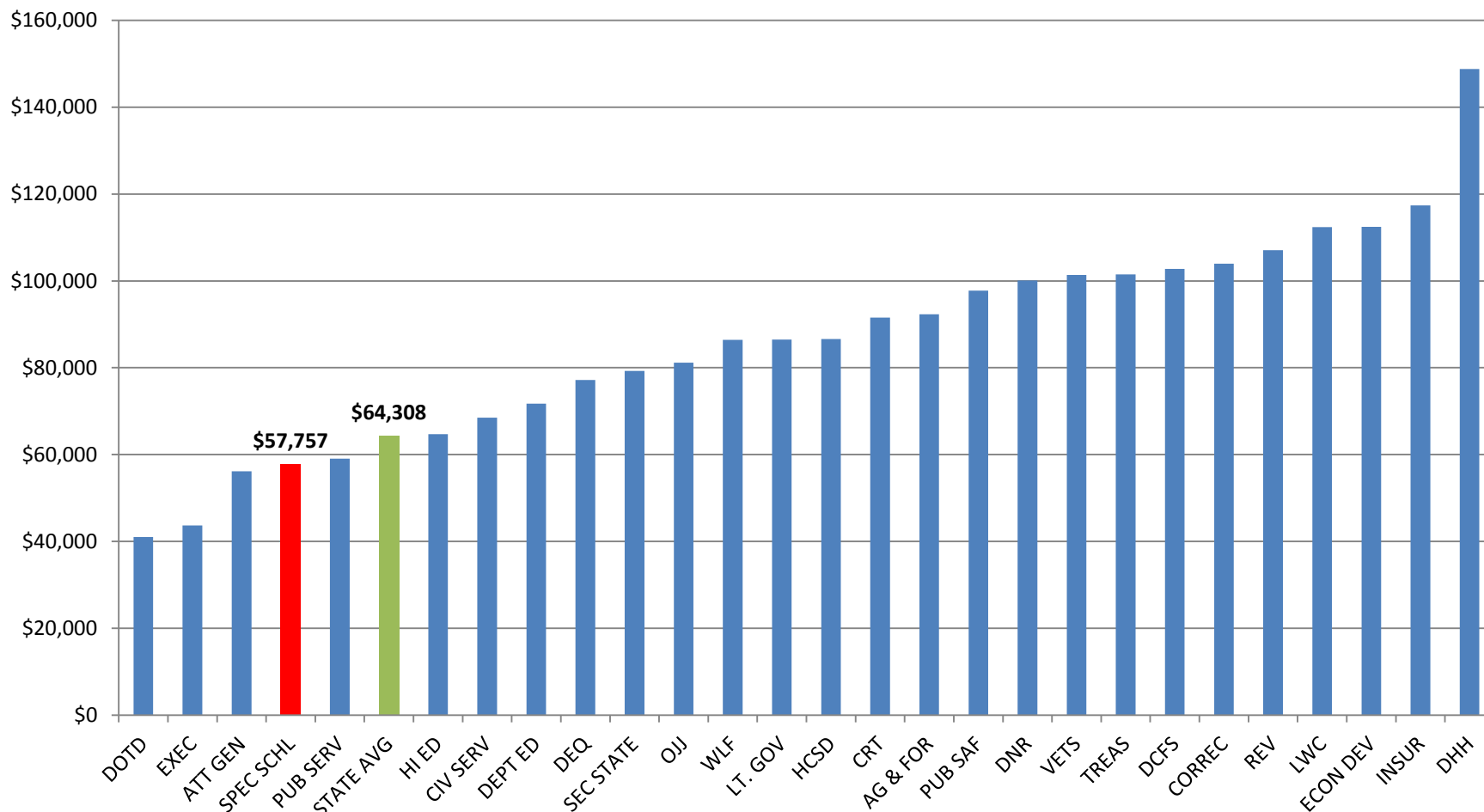


Source: Prepared by House Fiscal Division staff using information from ISIS-HR and Civil Service



Salaries and Positions

FY 14 UNCLASSIFIED AVERAGE ANNUAL PAY PER FTE



Source: Prepared by House Fiscal Division staff using information from ISIS-HR and Civil Service



State General Fund by Agency

Special Schools and Commissions Budget Units	Actual Expenditures FY 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
Louisiana Schools for the Deaf and Visually Impaired	\$21,901,422	\$22,615,790	\$21,867,216	(\$748,574)	(3.3%)
Louisiana Special Education Center	\$0	\$0	\$0	\$0	0.0%
Louisiana School for Math, Science and the Arts	\$6,087,080	\$5,290,693	\$5,193,230	(\$97,463)	(1.8%)
Louisiana Educational Television Authority	\$5,774,223	\$5,603,301	\$5,132,426	(\$470,875)	(8.4%)
Board of Elementary and Secondary Education	\$1,000,671	\$1,036,572	\$1,024,943	(\$11,629)	(1.1%)
New Orleans Center for the Creative Arts	\$5,309,004	\$5,654,254	\$5,598,760	(\$55,494)	(1.0%)
TOTAL	\$40,072,400	\$40,200,610	\$38,816,575	(\$1,384,035)	(3.4%)
Authorized Positions	730	731	724	(7)	(1.0%)



Total Budget by Agency

Special Schools and Commissions Budget Units	Actual Expenditures FY 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
Louisiana Schools for the Deaf and Visually Impaired	\$23,661,967	\$25,309,905	\$24,555,635	(\$754,270)	(3.0%)
Louisiana Special Education Center	\$15,632,107	\$16,192,698	\$16,129,848	(\$62,850)	0.0%
Louisiana School for Math, Science and the Arts	\$8,461,106	\$9,085,531	\$9,012,700	(\$72,831)	(0.8%)
Louisiana Educational Television Authority	\$8,377,459	\$8,485,491	\$8,014,616	(\$470,875)	(5.5%)
Board of Elementary and Secondary Education	\$22,940,369	\$25,276,908	\$25,309,948	\$33,040	0.1%
New Orleans Center for the Creative Arts	\$6,211,154	\$7,312,384	\$7,411,236	\$98,852	1.4%
TOTAL	\$85,284,162	\$91,662,917	\$90,433,983	(\$1,228,934)	(1.3%)
Authorized Positions	730	731	724	(7)	(1.0%)



LSMSA Means of Finance

Means of Finance	Actual Expenditures FY 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
State General Fund	\$6,087,080	\$5,290,693	\$5,193,230	(\$97,463)	(1.8%)
Interagency Transfers	\$1,995,210	\$3,187,255	\$3,211,512	\$24,257	0.8%
Fees and Self-Gen. Rev.	\$338,921	\$442,559	\$442,559	\$0	0.0%
Statutory Dedications	\$13,173	\$79,938	\$80,313	\$375	0.5%
Federal Funds	\$26,722	\$85,086	\$85,086	\$0	0.0%
TOTAL	\$8,461,106	\$9,085,531	\$9,012,700	(\$72,831)	(0.8%)
Authorized Positions	88	87	87	0	0.0%

(\$128,822) SGF



Adjustments due to GEMS Savings for procurement (-\$80,128) and Human Capital (-\$48,694).

**\$30,702
Various MOF**



Funding adjustments due to salary base and attrition (\$12,282 SGF and \$18,420 IAT).



LSMSA Enrollment

LSMSA Student Enrollment					
Living and Learning Community					
	2010-11	2011-12	2012-13	2013-14	2014-15
Seniors	114	119	101	104	106
Juniors	141	120	124	111	127
Sophomores	67	80	76	86	80
Enrollment	322	319	301	301	313
Virtual School					
	2010-11	2011-12	2012-13	2013-14*	2014-15
Enrollment	4,593	5,006	3,040	671	331
* The Louisiana Virtual School ended and the LSMSA Virtual School became a Course Choice Provider.					

Source: Louisiana School for Math, Science and the Arts



NOCCA Means of Finance

Means of Finance	Actual Expenditures FY 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
State General Fund	\$5,309,004	\$5,654,254	\$5,598,760	(\$55,494)	(1.0%)
Interagency Transfers	\$902,150	\$1,580,199	\$1,733,303	\$153,104	9.7%
Fees and Self-Gen. Rev.	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$0	\$77,931	\$79,173	\$1,242	1.6%
Federal Funds	\$0	\$0	\$0	\$0	0.0%
TOTAL	\$6,211,154	\$7,312,384	\$7,411,236	\$98,852	1.4%
Authorized Positions	68	75	75	0	0.0%

(\$116,439) SGF



Adjustments due to GEMS Savings (-\$62,117) Procurement and (-\$54,322) Human Capital.

**\$148,454
Various MOF**



Statewide adjustments for Risk Management, Legislative Auditor, Uniform Payroll System, Civil Service, and Office of Technology Services (21,814 SGF and \$126,640 IAT).

\$153,104 IAT



Increase in Interagency Transfers from the Minimum Foundation Program due to the growth of students in the Academic Studio.



NOCCA Academic Studio

NOCCA Academic Studio					
	2011-12	2012-13	2013-14	2014-15	2015-16 (Projected)
Academic Studio Students (Total)	57	119	178	242	263
Grade 9	57	70	68	72	70
Grade 10	0	49	63	64	69
Grade 11	0	0	47	61	63
Grade 12	0	0	0	45	61
NOCCA Enrollment Excluding Academic Studio Students	551	494	454	394	362
Total NOCCA Enrollment	608	613	632	636	625
Diplomas Awarded	0	0	0	44	61
Certificates Awarded	126	123	116	139	130
Instructional Positions	46	51	56	63	63
Academic Studio Positions	5	10	15	20	20
Total Instructional Positions	41	41	41	43	43

Source: New Orleans Center for Creative Arts



LETA Means of Finance

Means of Finance	Actual Expenditures FY 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
State General Fund	\$5,774,223	\$5,603,301	\$5,132,426	(\$470,875)	(8.4%)
Interagency Transfers	\$690,094	\$415,917	\$415,917	\$0	0.0%
Fees and Self-Gen. Rev.	\$1,913,142	\$2,466,273	\$2,466,273	\$0	0.0%
Statutory Dedications	\$0	\$0	\$0	\$0	0.0%
Federal Funds	\$0	\$0	\$0	\$0	0.0%
TOTAL	\$8,377,459	\$8,485,491	\$8,014,616	(\$470,875)	(5.5%)
Authorized Positions	78	75	70	(5)	(6.7%)

(\$400,000) SGF



Reduction of 4 vacant positions (TV Producer, TV Engineer Assistant Director, TV Engineer Section Manager, and TV Engineer 3), and associated funding and Other Compensation for student workers.

(\$45,543) SGF



Adjustments due to GEMS Savings for Human Capital.

**\$134,886
Various MOF**



Annualizes 1 vacancy eliminated mid-year, annualized 14-15 pay adjustments, and provides for retirement and health insurance adjustments (\$73,725 SGF, \$61,161 SGR)

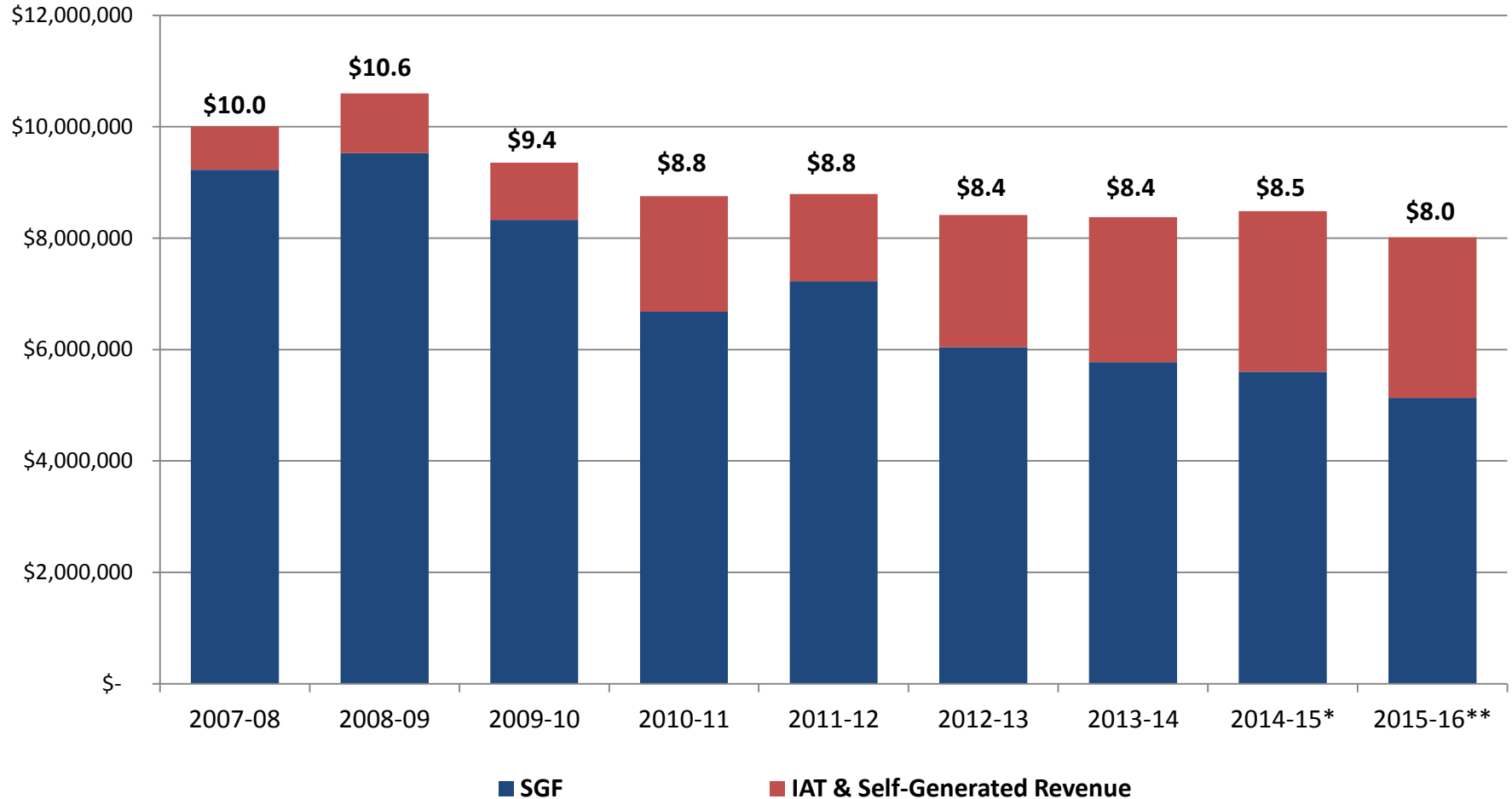
**(\$162,500)
Various MOF**



Funding adjustments due to salary base and attrition (-\$107,843 SGF, -\$54,660 SGR)



LETA Means of Finance



Source: Executive Budget Supporting Documents

*Existing Operating Budget as of 12/1/14

**Governor's Executive Budget Recommendation



BESE Means of Finance

Means of Finance	Actual Expenditures FY 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
State General Fund	\$1,000,671	\$1,036,572	\$1,024,943	(\$11,629)	(1.1%)
Interagency Transfers	\$0	\$0	\$0	\$0	0.0%
Fees and Self-Gen. Rev.	\$0	\$21,556	\$21,556	\$0	0.0%
Statutory Dedications	\$21,939,698	\$24,218,780	\$24,263,449	\$44,669	0.2%
Federal Funds	\$0	\$0	\$0	\$0	0.0%
TOTAL	\$22,940,369	\$25,276,908	\$25,309,948	\$33,040	0.1%
Authorized Positions	12	12	12	0	0.0%

(\$16,300) SGF



Reduction of excess funding in Operating Services, Supplies, and IAT Expenditures based on historical expenditures.

\$37,626 SGF



Statewide adjustments for Risk Management, Legislative Auditor, Rent in State-Owned Buildings, Capitol Park Security, Uniform Payroll System, Civil Service, and Office of Technology Services.

\$44,669 SD



Increases Statutory Dedications from the Louisiana Quality Education Support Fund to reflect an increase in anticipated revenue in FY 15-16.



Statutory Dedications

Means of Finance	Actual Expenditures FY 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
LA Quality Education Support Fund 8(g)	\$21,770,294	\$24,000,000	\$24,044,669	\$44,669	0.2%
Charter School Startup Loan Fund	\$100,000	\$218,780	\$218,780	\$0	0.0%
Overcollections Fund	\$69,404	\$0	\$0	\$0	0.0%
TOTAL	\$21,939,698	\$24,218,780	\$24,263,449	\$44,669	0.2%

- **8(g) Fund – Louisiana Constitution, Article VII, Section 10.1**

8(g) Support Fund revenues are allocated equally between the Board of Regents and the State Board of Elementary and Secondary Education as provided in the state constitution. The funds are used in accordance with Board priorities and educational initiatives.

- **Louisiana Charter School Startup Loan Fund – R.S. 17:4001**

Provides a source for funding for no-interest loans to assist certain charter schools with initial startup funding and for funding the administrative and legal cost associated with the charter school program.



LSDVI Means of Finance

Means of Finance	Actual Expenditures FY 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
State General Fund	\$21,901,422	\$22,615,790	\$21,867,216	(\$748,574)	(3.3%)
Interagency Transfers	\$1,634,585	\$2,418,440	\$2,425,345	\$6,905	0.3%
Fees and Self-Gen. Rev.	\$25,259	\$122,245	\$109,745	(\$12,500)	(10.2%)
Statutory Dedications	\$100,701	\$153,430	\$153,329	(\$101)	(0.1%)
Federal Funds	\$0	\$0	\$0	\$0	0.0%
TOTAL	\$23,661,967	\$25,309,905	\$24,555,635	(\$754,270)	(3.0%)
Authorized Positions	286	285	285	0	0.0%

(\$449,233) SGF



Adjustments due to GEMS Savings for Procurement (-\$221,829) and Human Capital (-\$227,404) .

**(\$250,433)
Various MOF**



Funding adjustments due to salary base adjustments and attrition (-\$250,349 SGF, -\$84 IAT).

MOF Swap



Reduces 8 positions and associated salaries and related benefits (-\$609,756 SGF) in Administrative and Shared Services; increases funding for 5 positions at the LSD (\$327,492) and 3 positions at the LSDVI (\$282,264) for outreach services.



LSDVI Enrollment

LSDVI Enrollment					
	2011-12	2012-13	2013-14	2014-15	2015-16 (Projected)
Louisiana School for the Deaf	158	156	140	132	132
Louisiana School for the Visually Impaired	63	69	68	66	66
Outreach Program	458	234	284	286	290
Total NOCCA Enrollment	679	459	492	484	488

Source: Louisiana Department of Education



LSEC Means of Finance

Means of Finance	Actual Expenditures FY 13-14	Existing Operating Budget FY 14-15 (12/1/14)	Executive Budget Recommended FY 15-16	Change from FY 14-15 to FY 15-16	Percent Change from FY 14-15 to FY 15-16
State General Fund	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$15,560,593	\$16,082,052	\$16,019,192	(\$62,860)	(0.4%)
Fees and Self-Gen. Rev.	\$9,876	\$15,000	\$15,000	\$0	0.0%
Statutory Dedications	\$61,638	\$75,646	\$75,656	\$10	0.0%
Federal Funds	\$0	\$20,000	\$20,000	\$0	0.0%
TOTAL	\$15,632,107	\$16,192,698	\$16,129,848	(\$62,850)	(0.4%)
Authorized Positions	198	197	195	(2)	(1.0%)

\$102,915 IAT



Provides for retirement adjustments, health insurance adjustments, and additional funding to annualize employee pay adjustments.

(\$132,427) IAT



Funding adjustments due to salary base, attrition, and 2 vacant personnel reductions: an Administrator from the Business Department and a Supervisor with the Transitional Family Life Center.

(\$56,058) IAT



Statewide adjustments for Risk Management, Legislative Auditor, Uniform Payroll System, Civil Service, Office of Computing Services, and Office of State Procurement.



LSEC Enrollment

LSEC Enrollment					
	2011-12	2012-13	2013-14	2014-15	2015-16 (Projected)
Residential Students	72	60	56	53	55
3-10	10	8	5	4	6
11-22	31	31	32	32	32
23-32	27	20	19	17	17
33+	4	1	0	0	0
Day Students	2	6	6	4	4
Total LSEC	74	66	62	57	59
Transitional Family Life Center	10	10	13	12	13
Total Students Served	84	76	75	69	72

Source: Louisiana Department of Education



Agency Contacts

AGENCY	CONTACT	TITLE	PHONE
Louisiana Schools for the Deaf and Visually Impaired	Dr. Kevin Lemoine	Superintendent, Special School Districts	225-763-5515
Louisiana Special Education Center	Dr. Kevin Lemoine	Superintendent, Special School Districts	225-763-5515
Louisiana School for Math, Science and the Arts	Dr. Patrick Widhalm	Executive Director	318-357-2520
Louisiana Educational Television Authority	Ms. Beth Courtney	President and Chief Executive Officer	225-767-5660
Board of Elementary and Secondary Education	Ms. Shan Davis	Executive Director	225-342-5848
New Orleans Center for the Creative Arts	Mr. Kyle Wedberg	President and Chief Executive Officer	504-940-2826