

STATE EDUCATION DEPARTMENT

MISSION

The State Education Department (SED) is the administrative agency of the Board of Regents. The Department's primary mission is to oversee public elementary and secondary education programs throughout New York and promote educational excellence, equity and cost-effectiveness.

ORGANIZATION AND STAFFING

Oversight of the Department is provided by the Board of Regents, which was originally established by the Legislature in 1784 and subsequently continued in the State Constitution. The Board of Regents is comprised of 16 members — one for each of the State's 12 judicial districts and 4 statewide members — who are elected by a joint session of the Legislature for staggered 5-year terms. The Board elects its chair, who holds the title Chancellor, and appoints the Commissioner of Education as the chief administrative officer of the Department.

SED's central operations are located in the Education Building in Albany. The Department also has regional service facilities at various locations throughout the State.

Recommended staffing levels for 2002-03 are projected to total 2,793 positions at year's end, of which approximately 15 percent will be supported by the General Fund. Various dedicated fees, chargebacks and Federal grants will support the remaining staff.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

In 2002-03, total funding for the State Education Department will increase by \$969 million or 4.7 percent. This year-to-year change is largely due to an increase of \$54 million for the STAR program, \$304 million in increased fiscal year support for school aid and \$605 million in additional Federal funding for such programs such as those included in the landmark Elementary and Secondary Education Act (ESEA) reauthorization as well as Federal funding for the Reading for Results program and school renovation grants.

The taxpayer-supported General Fund provides about 13 percent of SED's operating budget. Federal grants, including programs for individuals with disabilities and disadvantaged pupils, account for 55 percent of Agency resources. The remaining 32 percent is derived from fees, chargebacks and other miscellaneous receipts.

The 2002-03 Executive Budget recommends \$14.2 billion in support for public schools, reflecting a State fiscal year increase of \$304 million in school aid, and recommends \$2.7 billion for school property tax relief through STAR, reflecting a fiscal year increase of \$54 million. School aid represents the single largest expenditure item in the State's 2002-03 General Fund budget.

SCHOOL TAX RELIEF (STAR)

The School Tax Relief (STAR) program was enacted in 1997-98 as a multi-year effort to provide needed property tax relief while promoting educational excellence and accountability.

School Property Tax Relief And New York City School Tax Reduction

In 2002-03, STAR funding appropriated for local taxpayer savings will reach \$2.7 billion, including funds for continuing the enhanced exemption for eligible senior citizens and the fully phased-in basic STAR exemption for other homeowners. School districts and cities with dependent school districts, including New York City, will be fully reimbursed by the State of New York for foregone local revenues. A portion of the State personal income tax will be dedicated to the School Tax Relief Fund from which the State reimbursement payments will be made. The school tax relief provisions include:

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- **Basic Homestead Exemption:** In 2002-03, the basic school property tax homestead exemption continues at \$30,000 (on a “full value” basis) for owner-occupied primary residences that are not eligible for the enhanced senior citizen exemption;
- **Senior Citizen Homestead Exemption:** The school property tax exemption of at least \$50,000 is continued for eligible senior citizens; and
- **New York City Tax Reduction:** The multi-year STAR program provides local personal income tax relief for taxpayers in New York City, where a combination of non-property taxes and property taxes is used to support the City’s public schools. In 2002-03, \$540 million will be provided in local personal income tax savings for New York City taxpayers. This represents both a tax credit and a rate reduction for all New York City resident personal income tax filers. The City of New York will be fully reimbursed by the State for these foregone local revenues.

Cost of Living Adjustment for Senior Income Eligibility

Governor Pataki is proposing legislation with the 2002-03 Budget to increase the STAR income ceiling for seniors in proportion to increases in the Consumer Price Index. A cost of living adjustment (COLA) will ensure that modest increases in Social Security or other retirement income will not make seniors currently receiving enhanced STAR benefits ineligible in future years. Under the Governor’s proposal, the current \$60,000 income limit will be raised in proportion to increases in the Consumer Price Index for STAR applications filed in 2003 and thereafter.

SCHOOL AID

Governor Pataki’s 2002-03 Executive Budget protects the State’s investment in its public school system by providing continued funding for our schools at the highest level in the State’s history — \$14.2 billion. Since 1994-95, the State has provided an additional \$4.4 billion in State aid to public schools to enhance educational quality for students across New York. Through the combination of school aid and school tax relief through STAR, New York now supports over 46 percent of local spending on education statewide.

Major recommendations for the 2002-03 school year include:

- **School Year Support:** The 2002-03 Executive Budget will increase General Support for Public Schools by \$6 million to a school year total of nearly \$14.2 billion;
- **Fiscal Year Support:** The \$14.2 billion in State fiscal year support for public schools represents a 2002-03 fiscal year increase of \$304 million, and supports a 2002-03 school year increase of \$6 million. State support for education includes \$349 million in additional lottery revenue. These additional lottery revenues will supplement taxpayer funds to provide support for schools and school facilities;
- **Increased Federal Support:** As part of the landmark Elementary and Secondary Education Act (ESEA) Reauthorization, a record level of additional Federal support will be provided to schools across New York for educational programs serving disadvantaged children. The overall increase in Federal funding provided to schools in New York for the 2002-03 school year will total nearly \$400 million. The single largest component of this Federal increase will be provided through Title I-A Local Educational Agency Grants, which will increase by nearly \$188 million (22 percent). This additional Title I-A grant funding includes estimated increases of \$142 million for New York City schools and \$19 million for the State’s Big Four City school districts. Other significant Federal ESEA increases include \$55 million (24 percent) in State Grants to Improve Teacher Quality, and \$79 million (17 percent) in special education funds provided through the Individuals with Disabilities Education Act (IDEA);
- **Federal Funding Offset:** For 2002-03, the Executive Budget reflects the availability of \$61.3 million in Federal Temporary Assistance for Needy Families (TANF) funding that will be used to support a portion of the costs of selected programs;

- **Flex Aid:** For the 2002-03 school year, 13 separate categories of school aid will be consolidated into a new \$10.4 billion flexible operating aid program — Flex Aid. This reform will protect school districts from aid losses by maintaining stable funding. When resources permit, Flex Aid increases will be provided based on measures of educational and economic need. This approach will achieve equity without pitting one school district against another. Under this flexible funding structure, school districts will be empowered to target State resources to meet locally identified educational needs and priorities. School districts with identified performance deficiencies will be required to set aside funds within their Flex Aid allocation to address such deficiencies. This mandatory set-aside would be phased-out as performance improves;
- **Transportation Aid:** In 2002-03, total funding of over \$1.03 billion will be provided for transportation aid. This amount reflects an expenditure-driven increase of nearly \$93 million;
- **Building Aid:** For the 2002-03 school year, total funding of \$1.42 billion is recommended for building aid and reorganization incentive building aid. This amount reflects recently enacted reforms in the financing of the State share of school construction costs to amortize the financing of the State share consistent with the useful life of projects. The 2002-03 Executive Budget proposes to conform the payment of building aid for hard dollar projects with recent reforms for bonded projects. In addition, State building aid will be calculated based upon the current fiscal capacity of school districts for all projects approved by local voters on or after July 1, 2002;
- **Early Childhood Education Initiatives:** The Budget continues State support for Universal Pre-Kindergarten at \$205 million in 2002-03, the amount provided in the 2001-02 enacted budget. In addition, State funding of \$50.2 million is provided for experimental pre-kindergarten programs. A total of \$128 million in State funding is continued for class size reduction efforts in grades K-3, reflecting the phase-out of one-year start-up grant funds first provided in 2001-02. This State support will be supplemented by Federal funding;
- **Reading for Results:** New York State has been awarded a three-year Federal grant of more than \$81 million to support a new Reading for Results initiative. The Reading for Results program will target assistance to schools that serve concentrations of disadvantaged children, with the objective of ensuring all children are able to read by the end of the third grade.
- **Teachers of Tomorrow:** For the coming year, funding for the Governor's Teachers of Tomorrow program will be continued at \$25 million. The Teachers of Tomorrow program supports a variety of teacher recruitment and retention activities, including tuition reimbursement scholarships to attract new teachers to shortage areas and tuition assistance for teachers in shortage areas who are seeking permanent certification;
- **Educational Technology:** The \$15 million Fund for Innovation programs will be continued to support innovative applications of educational technology in the Big 5 City school districts;
- **Summer School:** A total of \$37 million is continued for summer programs in the coming year;
- **Schoolwide Performance Incentive:** New funding is provided for the \$7.5 million Schoolwide Performance Incentive program to recognize and reward educational improvement in the Big 5 Cities through schoolwide, performance-based awards;
- **Other Aids:** Reductions totaling \$76 million are recommended for various categorical aid programs including Teacher Support Aid and Teacher Centers;
- **School Safety:** The Governor's Safe Schools Against Violence in Education Act of 2000 — based upon the recommendations of the Task Force on School Violence chaired by Lieutenant Governor Mary Donohue — represents the most comprehensive plan in the nation to ensure the safety and well-being of school children. Specific components of the legislation are now being implemented

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throughout the State including integration of character education in the K-12 curriculum, fingerprinting of all prospective school employees and candidates seeking educational certification, establishment of codes of conduct in school districts and development of school safety plans for crisis response and management. For 2002-03, \$500,000 is provided to support the efforts of the Statewide Center for School Safety in promoting “best practices” and providing technical assistance to schools, and \$500,000 is provided for character education curriculum development activities;

- **School Choice:** In September 1999, the opening of New York’s first three charter schools marked the beginning of one of the most significant education reforms in State history. For 2002-03, the State will provide \$6 million in support for the Charter School Stimulus Fund to help meet facility needs and other start-up costs in connection with the creation and expansion of charter schools.
- **Advantage Schools:** The Advantage After-School Program currently operates at 165 sites across the State, providing nearly 20,000 students with structured and supervised educational and social activities that complement instructional programs offered during regular school hours. The \$25 million funding level recommended for 2002-03 reflects a \$5 million or 25 percent increase above the total 2001-02 funding level; and
- **Mandate Relief:** Paperwork requirements for school districts will be reduced by directing the Commissioner of Education to review existing reporting requirements, identifying unnecessary and/or redundant reports for elimination and recommend opportunities to reduce reporting requirements for high-performing school districts. Additionally, legislation accompanying the Budget will provide school districts with an exemption from Wicks Law requirements that mandate the use of multiple contractors for school construction projects. This initiative will reduce the cost of school construction by more than 10 percent.

SPECIAL EDUCATION

School-Age Special Education

Due to a possible loss of Federal funding, changes to the State’s special education financing system were enacted in 1999 to encourage school districts to serve greater numbers of disabled children in regular classroom settings. While this legislation represented a needed first step in improving our special education financing system, more fundamental reforms are necessary to remove existing financial disincentives that keep New York’s special education referral rate well above the national average. Effective for the 2002-03 school year, a comprehensive reform of special education is proposed that will consolidate special education funding into the new comprehensive Flex Aid program. Under this new flexible funding formula, school districts will be provided with future funding increases based on overall growth in the number of students rather than the number of children placed in special education.

Preschool Special Education

Over the past several years, fundamental reforms have been enacted in the preschool special education program to better meet the needs of more than 60,000 disabled children, while also providing needed cost-containment.

The existing statutory restriction on the creation of new or expanded preschool programs that include only children with disabilities will be continued, as will current provisions that allow SED to approve new or expanded non-inclusive preschool programs if there is a demonstrated need for such programs in the community.

The 2002-03 recommended level of \$552 million will support the State’s 59.5 percent share of preschool special education program costs.

ELEMENTARY, MIDDLE AND SECONDARY EDUCATION PROGRAMS

The State currently supports a variety of categorical education programs intended to address various special needs of schools and communities across the State. In the coming year, the following 18 categorical programs will continue at 2001-02 funding levels:

**ELEMENTARY, MIDDLE AND SECONDARY CATEGORICAL PROGRAMS
2002-03 STATE FISCAL YEAR
(thousands of dollars)**

<u>Program</u>	<u>2002-03 Appropriation</u>
Adult Basic Education	\$5,000
Adult Literacy Education	3,325
AIDS Education	990
Apprenticeship Training	1,830
Comprehensive School Health	525
Consortium for Workers Education	10,000
Education of Children of Migrant Workers	90
Extended Day/School Violence Prevention	30,200
Missing Children Prevention Education	900
Parenting Education	506
Primary Mental Health Project	570
School Health Demonstration	150
Schools as Community Sites	6,000
Schools Under Registration Review	2,000
Transferring Success	630
Workplace Literacy	1,376
Total	<u>\$64,092</u>

OTHER RECOMMENDATIONS

To sharpen the focus of the Board of Regents on matters directly related to education and to streamline agency operations, the 2002-03 Executive Budget recommends the following organizational changes for the State Education Department:

- Programs related to cultural development and promotion — the State Library, the State Museum and the State Archives — will be reassigned to the New York Institute for Cultural Education (NYICE). The 2002-03 Executive Budget reflects the implementation of this functional transfer by July 1, 2002 and provides for the establishment of NYICE, the creation of a dedicated revenue stream and the transfer of staff and facilities;
- The Higher Education Program and the Office of the Professions will be consolidated into an Office of Higher Education and the Professions. Additionally, General Fund support for academic reviews of college and university programs will be discontinued, with accreditation to be provided through national or regional accreditation services or SED's self-supporting Teacher Education Accreditation activities. These actions will eliminate duplication of efforts, provide regulatory relief for higher education institutions and generate \$1.2 million in General Fund savings.

PROGRAM HIGHLIGHTS

Under the policy direction of the Board of Regents, operational responsibilities of the State Education Department include administration, regulation and review of numerous education programs. The following provides a description of the major program areas administered by the Department.

SCHOOL AID

The 2002-03 Executive Budget will increase General Support for Public Schools by \$6 million, to a total of nearly \$14.2 billion for the 2002-03 school year. Through the combination

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of school aid and property tax relief through STAR, New York now supports over 46 percent of local spending on education. State support for public schools now accounts for more than 37 percent of the State's General Fund budget — up from 27 percent when the Governor first took office.

School aid is distributed to school districts through formula-based aids and categorical grants, including:

- **Flex Aid**, which replaces 13 separate formula-based aids and provides school districts with flexible support for general school operating costs, accounts for over 70 percent of overall school aid;
- **Transportation Aid and Building Aid**, which provide support to school districts for student transportation and the construction and preservation of school facilities. These two aid categories account for more than 17 percent of overall school aid; and
- **Specialized aid and grant programs** that address specific educational needs, ranging from textbooks to adult education programs. Notable program recommendations for 2002-03 include continuation of \$135.7 million in grants for magnet school programs in 19 cities throughout the State and \$96.2 million to support literacy services for 150,000 adults enrolled in the Employment Preparation Education program.

SCHOOL TAX RELIEF (STAR)

STAR will be entering its second year of full implementation in 2002-03, providing New York's taxpayers with tax savings totaling \$2.7 billion in school property tax relief and New York City personal income tax reductions. School districts and cities with dependent school districts, including the City of New York, will be fully reimbursed by the State for their foregone local revenues. The State's reimbursement payments will be made from the School Tax Relief Fund to which a portion of the personal income tax is dedicated.

School Property Tax Relief

- In 2002-03, more than 650,000 senior homeowners will be eligible to receive an enhanced exemption of at least \$50,000 (on a "full value" basis) with a statewide benefit averaging more than \$900. To be eligible for the enhanced benefit, senior citizen residential property owners must be at least 65 years of age and have annual incomes of \$60,000 or less (combined incomes of the owners and their spouses who reside on the premises).
- In 2002-03, the school property tax exemption will provide 2.3 million other homeowners who are not eligible for the senior citizen enhanced exemption with a full value equivalent homestead exemption of at least \$30,000. Average statewide tax savings for non-senior owner occupied residences will exceed \$600.
- The exemptions provided to homeowners (both seniors and non-seniors) living in a county whose median home sale price exceeds the statewide median will be adjusted upward to account for the variation in property values for similar homes in different regions of the State.

New York City Tax Reduction

Under the STAR program, in 2002-03, all of New York City's more than 3 million resident personal income taxpayers will receive a flat refundable credit and a rate reduction. Total local taxpayer savings will be \$540 million. The personal income tax credit and changes in the tax rates were fully implemented in 2001-02 and have reduced the New York City personal income tax by nearly 10 percent.

Property Taxpayer's Bill of Rights

Enacted in 1997, the Property Taxpayer's Bill of Rights ensures the full disclosure of information to property taxpayers in a more readable and comprehensive format than was previously available. This enables taxpayers to better understand their property taxes and their rights under the law.

Local Voter Empowerment

The STAR program includes a series of school budget voting reforms that give local voters a greater role in education spending decisions and in controlling property tax growth. Reforms enacted in recent years include:

- **Property Tax Report Card:** Schools are now required to report proposed property tax increases, spending growth and estimated enrollment changes to the State Education Department prior to the statewide school budget voting day. A property tax report card is then compiled and released to the public before school budget votes are held;
- **Special Informational Mailings:** School districts are now required to mail notices to voters prior to budget votes, disclosing:
 - How proposed school spending increases compare with increases in consumer prices;
 - How a proposed budget would compare to the contingency budget that would be authorized by statute if the voters were to defeat the proposed budget on two successive votes;
 - How STAR savings were affected by school tax increases for a typical homeowner in the current year and the estimated effects of proposed tax changes on estimated STAR savings under the budget proposed for the coming year.

PROGRAMS FOR STUDENTS WITH SPECIAL NEEDS

New York provides a full spectrum of special educational services for more than 430,000 students from ages 3 to 21. These services range from in-home speech therapy for preschool children to placement in full time residential schools for school-age children with the most severe disabling conditions. The costs of the preschool special education program are split between the State and county governments. The network of service providers includes school districts, Boards of Cooperative Educational Services (BOCES), private not-for-profit schools and State-operated facilities.

School districts and BOCES serve approximately 390,000 school-age children in classroom settings. An additional 14,900 students who require particularly intensive programs are served by 140 private schools, 14 Special Act School Districts and 11 State-supported schools for blind and deaf students.

Two State-operated schools provide specialized services for blind and deaf students with multiple disabilities. The New York State School for the Blind in Batavia serves approximately 55 blind and multiply-disabled students, including 15 developmentally disabled students served in an Intermediate Care Facility operated by the school. The New York State School for the Deaf in Rome serves approximately 85 deaf and multiply-disabled students.

ELEMENTARY, MIDDLE AND SECONDARY EDUCATION PROGRAMS

The State Education Department also administers various programs that address specialized student needs or reimburse school districts for education-related services. Major programs include:

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- **School Lunch and Breakfast Program:** State funds supplement Federal support to provide free and reduced-price meals for low-income students. Approximately 1 million lunches and 350,000 breakfasts are served daily under this program;
- **Summer Food Program:** State funds supplement Federal support to provide free meals for low-income students participating in summer recreation programs. There are more than 300 sponsors of summer programs serving almost 260,000 students; and
- **Nonpublic School Aid:** The State reimburses 1,400 nonpublic schools for costs incurred in administering State mandated tests and other data collection efforts.

REGULATION OF THE PROFESSIONS

New York State regulates professionals to protect the public by ensuring the quality and integrity of services provided to consumers. The reorganized Office of Higher Education and the Professions will license and provide oversight for members of the 38 professions regulated pursuant to Title VIII of the Education Law, including: Nursing, Optometry, Dentistry, Pharmacy, Veterinary Medicine, Social Work, Architecture, Civil Engineering and Public Accountancy. The Office will also be responsible for enforcing standards of practice, codes of conduct and professional discipline for the licensees, except members of the medical professions (Physicians, Physician Assistants and Specialist Assistants) whose professional conduct is within the purview of the Department of Health. Professional licensure, oversight and enforcement functions have been self-supporting, through the collection of fines and fees, since 1987.

VOCATIONAL REHABILITATION

The Vocational and Educational Services for Individuals with Disabilities (VESID) program provides job training, counseling and placement services for disabled persons throughout New York. Using its network of 15 district offices across the State, VESID provides vocational rehabilitation services to disabled clients tailored to their individual goals, capabilities and needs. This program arranges job placements for more than 16,600 individuals annually from an active caseload of 54,066.

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Program	School Aid (millions)			
	School Year Payments			
	Estimated 2001-02	Recommended 2002-03	Change Amount	Change Percent
<i>I. Computerized Aids:</i>				
Operating Aid *				
Tax Effort *				
Tax Equalization *				
Extraordinary Needs Aid *				
Operating Standards Aid *				
Gifted & Talented *				
ERSSA *				
Limited English Proficiency *				
Minor Maintenance *				
Excess Cost – Public *				
Excess Cost – Private *				
BOCES *				
Special Services (Career Ed/Computer Admin.) *				
General Support/Flex Aid	10,415.24(a)	10,415.24	0.00	0.00
Subtotal	10,415.24	10,415.24	0.00	0.00
Textbooks (Incl. Lottery)	185.95(b)	190.58	4.63	2.49
Computer Software	44.94(b)	45.44	0.50	1.11
Computer Hardware	27.63(b)	27.63	0.00	0.00
Library Materials	18.99(b)	19.36	0.37	1.95
Summer School	37.42(b)	37.42	0.00	0.00
Transportation (Incl. Summer)	938.64(b)	1,031.53	92.89	9.90
Reorganization Incentive (Operating)	21.31(b)	19.34	(1.97)	-9.24
Fund for Innovation for Big 5	15.00(b)	15.00	0.00	0.00
Prekindergarten	204.67(b)	204.67	0.00	0.00
Class Size Reduction	139.97(b)	128.12	(11.85)	-8.47
Tax Limitation Aid	25.00(b)	25.00	0.00	0.00
Full-Day K	4.88(b)	0.00	(4.88)	-100.00
Subtotal Computerized Aids	12,079.64	12,159.32	79.68	0.66
<i>II. Grant Programs and Other Aids Categories:</i>				
Building including Reorganization Incentive	1,420.94	1,420.94	0.00	0.00
Teachers of Tomorrow	25.00	25.00	0.00	0.00
Teacher Centers	30.00(c)	10.00	(20.00)	-66.67
Teacher-Mentor Intern	5.00	1.67	(3.33)	-66.60
Teacher Support Aid	67.48	15.00	(44.99)	-77.77
Schoolwide Performance Incentive	0.00	7.49	7.49	NA
Growth Aid	11.81(b)	11.81	0.00	0.00
Categorical Reading	63.95	63.95	0.00	0.00
IPP	66.35	66.35	0.00	0.00
Magnet Schools	135.65	135.65	0.00	0.00
Aid to Small City School Dists.	81.88	81.88	0.00	0.00
Urban-Suburban Transfer	1.13	1.13	0.00	0.00
Employment Preparation Education	96.18	96.18	0.00	0.00
Homeless Pupils	4.00	4.00	0.00	0.00
Incarcerated Youth	13.00	13.00	0.00	0.00
Bilingual	11.20	11.20	0.00	0.00
Fort Drum	2.63	2.63	0.00	0.00
Comptroller Audits	0.25	0.25	0.00	0.00
Education of OMH/OMR Pupils	15.00	15.00	0.00	0.00
Special School Districts	2.20	2.20	0.00	0.00
Chargebacks	(18.00)	(18.00)	0.00	0.00
Tuition Adjustment	1.18	1.18	0.00	0.00
CVEEB	0.92	0.92	0.00	0.00
BOCES Aid for Special Act Districts	0.68	0.68	0.00	0.00
Learning Technology Grants	3.29	3.29	0.00	0.00
Shared Services Incentive	0.20	0.20	0.00	0.00
Native American Building	7.40	2.00	(5.40)	-72.97
Bus Driver Safety	0.40	0.40	0.00	0.00
Prior Year Claims	57.00	57.00	0.00	0.00
Subtotal	2,106.72	2,033.00	(73.72)	-3.50
SCHOOL YEAR TOTAL	14,186.36	14,192.32	5.96	0.04

* Aid programs proposed to be consolidated within Flex Aid

(a) Sum of 2001-02 Executive Budget Flex Aid plus BOCES and Special Services

(b) 2001-02 Executive Budget amount

(c) Includes \$10 million (SY) initially appropriated outside of school aid

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ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2001-02	Appropriations Recommended 2002-03	Change	Reappropriations Recommended 2002-03
State Operations	333,593,500	357,612,700	24,019,200	226,049,400
Aid To Localities	20,269,731,300	21,207,361,600	937,630,300	2,812,062,760
Capital Projects	2,500,000	9,765,000	7,265,000	164,134,000
Total	20,605,824,800	21,574,739,300	968,914,500	3,202,246,160

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2001-02 Estimated FTEs 03/31/02	2002-03 Estimated FTEs 03/31/03	FTE Change
Office of Management Services Program			
General Fund	176	163	(13)
Special Revenue Funds - Other	179	179	0
Internal Service Funds	113	113	0
Elementary, Middle and Secondary Education			
General Fund	230	225	(5)
Special Revenue Funds - Federal	299	299	0
School for the Blind			
Special Revenue Funds - Other	104	104	0
Batavia ICF/DD			
Special Revenue Funds - Other	37	37	0
School for the Deaf			
Special Revenue Funds - Other	103	103	0
Higher Education			
General Fund	41	0	(41)
Special Revenue Funds - Federal	13	0	(13)
Special Revenue Funds - Other	93	0	(93)
Higher Education and the Professions, Office of			
General Fund	0	21	21
Special Revenue Funds - Federal	0	13	13
Special Revenue Funds - Other	0	463	463
Office of the Professions			
Special Revenue Funds - Other	361	0	(361)
Cultural Education			
General Fund	295	0	(295)
Special Revenue Funds - Federal	75	0	(75)
Special Revenue Funds - Other	40	0	(40)
Internal Service Funds	33	0	(33)
Fiduciary Funds	3	0	(3)
Vocational and Educational Services for Individuals with Disabilities			
General Fund	11	11	0
Special Revenue Funds - Federal	1,062	1,062	0
Total	3,268	2,793	(475)

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available 2001-02	Recommended 2002-03	Change
General Fund	65,284,000	45,620,600	(19,663,400)
Special Revenue Funds - Federal	164,319,400	195,700,000	31,380,600
Special Revenue Funds - Other	83,149,900	94,320,900	11,171,000
Internal Service Funds	19,448,200	20,570,800	1,122,600
Fiduciary Funds	1,392,000	1,400,400	8,400
Total	333,593,500	357,612,700	24,019,200
Adjustments:			
Transfer(s) To			
Arts, Council on the			
General Fund	380,000		
Appropriated 2001-02	<u>380,000</u>		
	<u>333,973,500</u>		

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2001-02	Recommended 2002-03	Change
Office of Management Services Program			
General Fund	17,472,500	17,472,500	0
Special Revenue Funds - Other	16,874,000	18,874,000	2,000,000
Internal Service Funds	11,550,000	12,550,000	1,000,000
Fiduciary Funds	600,000	600,000	0
Elementary, Middle and Secondary Education			
General Fund	24,228,000	24,628,000	400,000
Special Revenue Funds - Federal	49,201,800	59,910,000	10,708,200
Special Revenue Funds - Other	978,900	978,900	0
School for the Blind			
Special Revenue Funds - Other	7,537,900	7,537,900	0
Fiduciary Funds	40,000	40,000	0
Batavia ICF/DD			
General Fund	126,100	126,100	0
Special Revenue Funds - Other	2,650,000	2,650,000	0
School for the Deaf			
Special Revenue Funds - Other	7,426,000	7,426,000	0
Fiduciary Funds	20,000	20,000	0
Higher Education and the Professions, Office of			
General Fund	3,808,000	2,608,000	(1,200,000)
Special Revenue Funds - Federal	2,522,600	2,684,000	161,400
Special Revenue Funds - Other	42,751,000	45,510,000	2,759,000
Cultural Education			
General Fund	18,863,400	0	(18,863,400)
Special Revenue Funds - Federal	7,854,000	7,854,000	0
Special Revenue Funds - Other	4,270,800	10,682,800	6,412,000
Internal Service Funds	7,898,200	8,020,800	122,600
Fiduciary Funds	732,000	740,400	8,400
Vocational and Educational Services for Individuals with Disabilities			
General Fund	786,000	786,000	0
Special Revenue Funds - Federal	104,741,000	125,252,000	20,511,000
Special Revenue Funds - Other	661,300	661,300	0
Total	333,593,500	357,612,700	24,019,200

EDUCATION

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2002-03 RECOMMENDED
(dollars)**

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Office of Management Services Program Elementary, Middle and Secondary	9,633,600	0	9,633,600	0
Education	13,214,900	0	13,214,900	0
Cultural Education	0	(13,032,200)	0	(13,032,200)
Vocational and Educational Services for Individuals with Disabilities	733,200	0	733,200	0
Total	23,581,700	(13,032,200)	23,581,700	(13,032,200)

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2002-03 RECOMMENDED
(dollars)**

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Office of Management Services Program Elementary, Middle and Secondary	7,838,900	0	400,000	0
Education	11,413,100	400,000	282,300	0
Batavia ICF/DD	126,100	0	0	0
Higher Education and the Professions, Office of	2,608,000	(1,200,000)	0	0
Cultural Education	0	(5,831,200)	0	(3,025,400)
Vocational and Educational Services for Individuals with Disabilities	52,800	0	9,200	0
Total	22,038,900	(6,631,200)	691,500	(3,025,400)

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Office of Management Services Program Elementary, Middle and Secondary	350,000	0	5,648,900	0
Education	697,500	0	4,658,300	0
Cultural Education	0	(145,800)	0	(2,517,200)
Vocational and Educational Services for Individuals with Disabilities	13,500	0	21,300	0
Total	1,061,000	(145,800)	10,328,500	(2,517,200)

Program	Equipment		General State Charges	
	Amount	Change	Amount	Change
Office of Management Services Program	250,000	0	1,190,000	0
Cultural Education	0	(142,800)	0	0
Vocational and Educational Services for Individuals with Disabilities	8,800	0	0	0
Total	258,800	(142,800)	1,190,000	0

Program	Maintenance Undistributed	
	Amount	Change
Elementary, Middle and Secondary		
Education	5,775,000	400,000
Batavia ICF/DD	126,100	0
Higher Education and the Professions, Office of	2,608,000	(1,200,000)
Total	8,509,100	(800,000)

EDUCATION

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2002-03 RECOMMENDED (dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Office of Management Services Program	32,024,000	3,000,000	13,822,000	0
Elementary, Middle and Secondary Education	60,888,900	10,708,200	32,381,000	5,102,300
School for the Blind	7,577,900	0	5,190,000	0
Batavia ICF/DD	2,650,000	0	1,682,000	0
School for the Deaf	7,446,000	0	4,874,000	0
Higher Education and the Professions, Office of	48,194,000	2,920,400	4,640,000	213,800
Cultural Education	27,298,000	6,543,000	7,882,700	(12,500)
Vocational and Educational Services for Individuals with Disabilities	125,913,300	20,511,000	55,595,300	4,455,200
Total	311,992,100	43,682,600	126,067,000	9,758,800

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Office of Management Services Program	14,602,000	0	3,600,000	3,000,000
Elementary, Middle and Secondary Education	27,529,000	5,605,900	978,900	0
School for the Blind	2,387,900	0	0	0
Batavia ICF/DD	968,000	0	0	0
School for the Deaf	2,572,000	0	0	0
Higher Education and the Professions, Office of	4,664,000	506,600	38,890,000	2,200,000
Cultural Education	12,289,000	(570,800)	7,126,300	7,126,300
Vocational and Educational Services for Individuals with Disabilities	69,656,700	16,055,800	661,300	0
Total	134,668,600	21,597,500	51,256,500	12,326,300

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2001-02	Recommended 2002-03	Change
General Fund	13,605,713,300	13,472,010,600	(133,702,700)
Special Revenue Funds - Federal	2,446,368,000	3,094,795,000	648,427,000
Special Revenue Funds - Other	4,217,650,000	4,640,556,000	422,906,000
Total	20,269,731,300	21,207,361,600	937,630,300

Adjustments:

Recommended Deficiency	
Education Department, State	
General Fund	30,200,000
Special Revenue Funds - Other	(36,200,000)
Appropriated 2001-02	<u>20,263,731,300</u>

EDUCATION

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2001-02	Recommended 2002-03	Change
School Tax Relief			
Special Revenue Funds - Other	2,646,000,000	2,700,000,000	54,000,000
Elementary, Middle and Secondary Education			
General Fund	13,348,107,700	13,214,405,000	(133,702,700)
Special Revenue Funds - Federal	1,945,724,000	2,519,151,000	573,427,000
Special Revenue Funds - Other	1,561,500,000	1,930,406,000	368,906,000
Higher Education and the Professions, Office of			
General Fund	81,035,000	81,035,000	0
Cultural Education			
General Fund	105,700,000	105,700,000	0
Special Revenue Funds - Federal	4,660,000	4,660,000	0
Special Revenue Funds - Other	10,150,000	10,150,000	0
Vocational and Educational Services for Individuals with Disabilities			
General Fund	70,870,600	70,870,600	0
Special Revenue Funds - Federal	495,984,000	570,984,000	75,000,000
Total	<u>20,269,731,300</u>	<u>21,207,361,600</u>	<u>937,630,300</u>

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Comprehensive Construction Program	Available 2001-02	Recommended 2002-03	Change	Reappropriations 2002-03
Education Building				
Capital Projects Fund	0	1,695,000	1,695,000	1,465,000
Capital Projects Fund - Advances	0	0	0	2,000,000
School for the Blind				
Capital Projects Fund	0	1,700,000	1,700,000	700,000
Capital Projects Fund - Advances	0	0	0	1,510,000
School for the Deaf				
Capital Projects Fund	0	175,000	175,000	550,000
Capital Projects Fund - Advances	0	0	0	1,130,000
Cultural Education Center				
Capital Projects Fund	0	5,295,000	5,295,000	1,500,000
Capital Projects Fund - Advances	0	0	0	18,550,000
Administration				
Capital Projects Fund	2,500,000	900,000	(1,600,000)	3,425,000
Rebuild Schools to Uphold Education Program				
Capital Projects Fund	0	0	0	129,304,000
Washington Avenue Armory				
Capital Projects Fund - Advances	0	0	0	4,000,000
Total	<u>2,500,000</u>	<u>9,765,000</u>	<u>7,265,000</u>	<u>164,134,000</u>