

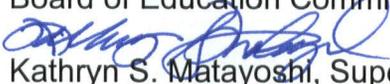


STATE OF HAWAII
DEPARTMENT OF EDUCATION
P.O. BOX 2360
HONOLULU, HAWAII 96804

OFFICE OF THE SUPERINTENDENT

June 2, 2011

TO: The Honorable Wesley Lo, Chairperson
Board of Education Committee on Finance and Infrastructure

FROM: 
Kathryn S. Matayoshi, Superintendent

SUBJECT: **DISCUSSION/RECOMMENDATION FOR BOARD ACTION ON THE
DEPARTMENT OF EDUCATION OPERATING BUDGET**

1. **RECOMMENDATION**

It is recommended that the Board of Education Committee on Finance and Infrastructure approve reductions to the Department of Education's operating budget for Fiscal Year (FY) 2011-12 and FY 2012-13, as described in Attachment A.

2. **RECOMMENDED EFFECTIVE DATE**

July 1, 2011.

3. **RECOMMENDED COMPLIANCE DATE**

Upon approval.

4. **DISCUSSION**

a. **Conditions leading to the recommendation.**

The General Appropriations Act of 2011 (H.B. 200, C.D. 1), which set the appropriation ceilings for the Department of Education, was passed by the Legislature on May 3, 2011. H.B. 200 included a lump-sum reduction of \$16,400,000 in EDN 100 – School Based Budgeting for both FY 2011-12 and FY 2012-13. The attachment shows the reduction amounts for only FY 2011-12, but the same reductions are proposed for FY 2012-13. The Department is recommending that this reduction be taken across all EDNs as opposed to taking it solely in EDN 100 – School Based Budgeting.

This recommendation proposes to:

- Reduce funds that are allocated to the schools via the Weighted Student Formula (WSF) by \$7,780,475;
- Eliminate the general fund budget for the Adult Education Program, School Community Councils, and the Accreditations/School Improvement Program;
- Move certain categorical programs into the WSF;
- Reduce the non-salary budget for the Lahainaluna Boarding Program by 10%; and
- Reduce the non-salary amounts for most other programs by 2.5%.

Only five programs that have experienced shortfalls in funding in recent years have been exempted from any reductions. These programs are Skilled Nursing Services (EDN 150 - Program ID 15623), Services for Children with Autism (EDN 150 - Program ID 15179), Hawaii Content and Performance Standards – Assessment (EDN 200 - Program ID 15654), Utilities (EDN 400 – Program ID 37720), and Student Transportation (EDN 400 - Program ID 19097).

It is important to note that the \$16,400,000 reduction was not the only amount reduced from the Department's budget. Amounts were also reduced due to the closure of Liliuokalani School, and the passage of S.B. 1282, which made the administration of the nationally norm-referenced test not mandatory. In addition, in consultation with the Department and the Board of Education, the Legislature reduced \$329,000 from the Board's general fund budget.

The \$16,400,000 Legislative reduction is in addition to the 5% estimated labor savings reduction reflected in the budget of the Department of Budget and Finance (B&F). Each department's proportional share of the labor savings reduction will be distributed by B&F via budget restrictions.

The Department considered other options such as:

- Reflecting the entire reduction amount in WSF, which would amount to a 2.2% reduction to the funds distributed to schools;
- Reducing student transportation services in various capacities. It is estimated that if high school bus service was eliminated on all islands, the savings would be \$8,425,166. If bus service was completely eliminated for the island of Oahu, the estimated savings would be \$13,340,059. If Oahu bus service was eliminated along with high school service on all neighbor islands, the estimated savings would be \$17,860,618;

- Elimination of kindergarten because it is not mandatory. It is estimated that if kindergarten was eliminated for both general education and special education students, the savings would be approximately \$68,500,000;
- Increasing the Department's turnover savings assumption from \$49,426,302 to \$65,826,302 which would require extending the current hiring freeze indefinitely; and
- Reducing the non-salary amounts by approximately 13% for most programs.

Also, H.B. 200, C.D.1, included a lump-sum reduction in B&F's budget of \$50,000,000. This reduction is to be distributed to departments as determined by the Governor and B&F. This distribution has not occurred yet, so at this point it is unknown if the Department will be required to reduce the budget further. This recommendation does not account for this additional reduction.

b. Previous action of the Board on the same or similar manner.

On February 24, 2010, the Board approved general fund reductions totaling \$35,474,177. This action was in response to a Legislative request to identify other areas for potential reduction in anticipation of declining revenues to the state. The Legislature also reduced an additional \$2,148,867 to eliminate general fund subsidies for the A+ Program. Of the total \$37,623,044 reduction the Legislature reduced the Department's budget by \$14,964,099 and added \$22,658,945 to the WSF.

c. Other policies affected.

Policy No. 1200-1.11, Budget Restrictions and Reductions Policy, governs the method by which the Department shall reduce the operating budget.

The policy states the Superintendent shall "provide [the Board] with comprehensive lists of recommended restrictions or reductions by program, function and costs. Further, the recommended restrictions or reductions shall be approved by the Board before they are forwarded to the Governor or to the Legislature. These recommendations must meet one or more of the following criteria: (1) that all students will continue to receive equal opportunities for all educational programs or services or all library users will continue to receive equal services; (2) that the well being of students or library users are protected; and (3) that all judicially- and legally-mandated programs and services are preserved."

d. Arguments in support of the recommendation.

By not taking the entire reduction in EDN 100 – School Based Budgeting, the recommendation will lessen the negative impact to K-12 schools.

Although this recommendation proposes to transfer funding for various categorical programs into WSF, FY 2011-12 will be a transition year in which funds will be allocated for these programs separately. If this recommendation is approved, from FY 2012-13 there will be no specific funding for these programs as the funding will be part of WSF. Schools that want to continue the services previously provided by these categorical programs will need to expend their WSF funds for those expenses. The categorical programs to be moved are the Alternative Learning Centers for at-risk youth, the Peer Education Program, the Learning Center Program, and the purchase of service funding for a contract for services to at-risk students. The transfer of categorical funds to the weighted student formula lump sum is consistent with the Act 51 mandate to transfer the control of school-level expenditures from the state office to the schools, and will empower school administrators to expend funds on programs that they determine will best meet the needs of their students. School administrators could continue these programs even if overall school funding is decreased. For example, school administrators could opt for larger average class sizes, directing the money saved by larger classes to alternative learning centers, peer education, and/or learning centers.

Although the recommendation proposes to eliminate general fund support for the Adult Education Program, the Department is committed to ensuring that essential opportunities for the K-12 population are continued. There will also be a year of transition for this program and the Department will be able to continue to support the Adult Education Program due to the availability of Education Jobs Federal Funds in FY 2011-12. However, after FY 2011-12, there will be no general funds budgeted for this program in the DOE's budget. Throughout FY 2011-12, the Department will explore options to continue essential functions by restructuring the Adult Education Program.

e. Arguments against the recommendation.

Inclusion of certain categorical programs into WSF will result in schools having to use their WSF funds for these programs. However, for the coming school year, funds will be set aside from WSF in order to ensure that these programs will continue to have funds specifically allocated to them. After this year of transition, funds will no longer be allocated specifically for these programs.

As stated earlier, the recommendation proposes to eliminate general fund support for the Adult Education Program. Without additional funding in FY 2012-13 and beyond, course offerings may be limited, and class sizes may be larger, as the only source of funding will be the various fees that are charged to the students and the WSF funds to be transferred from high schools as students ages 16-18 drop out (this will require a change in the Hawaii Revised Statutes). Fees for special interest classes will be increased, and community schools may be merged. The program will also lose some federal funding if it cannot meet federal Maintenance of Effort requirements.

The non-salary budgets for other programs will be reduced, which will affect the level of service provided by these programs.

The reduction to WSF will result in fewer funds distributed to schools and possible reductions in positions.

f. Findings and conclusions of the Board Committee.

Not applicable.

g. Other agencies or departments of the State of Hawaii involved in the action.

None.

h. Possible reaction of the public, professional organizations, unions, DOE staff and/or others to the recommendations.

The reaction will be negative, as programs will have fewer resources. Some proponents of categorical programs believe these programs will cease to exist if they are funded in WSF and there is no categorical funding specified.

i. Educational implications.

The reduction to WSF will reduce the amount of funds that are distributed to schools, and this will have a negative impact on schools as they will have less to operate with, including funding for positions.

Inclusion of certain categorical programs in WSF will mean that beginning in FY 2012-13 schools that still want these services will have to use their WSF allocation to pay for them.

Elimination of funding for the Adult Education Program may eventually result in fewer course offerings and/or consolidation of school sites.

j. Personnel implications.

Implementation of the proposed reductions may result in layoffs of employees if schools do not continue programs with WSF. The Community Schools for Adults may determine fewer positions are required to operate their programs.

k. Facilities implications.

Some repair and maintenance projects may be delayed as a result of the reduction to the non-salary amounts.

l. Financial implications.

The recommendations will ensure that the Department will be in compliance with the budget ceilings as appropriated by the Legislature in H.B. 200, C.D.1.

It is possible the Governor may restrict some FY 2011-12 allocations, resulting in a need for the Department and Board to take further action. (A reduction is a permanent action taken by the Legislature; a restriction is a temporary action taken by the Governor.)

5. **OTHER SUPPLEMENTARY RECOMMENDATIONS**

None.

KSM:EN:ks

Attachment

- c: Members of the Board of Education
Mr. Ronn Nozoe, Deputy Superintendent
Mr. Stafford Nagatani, Executive Assistant
Assistant Superintendents
Complex Area Superintendents
Directors in the Superintendent's Office
OFS Branch Directors
Budget Branch

Department of Education
General Fund Budget Reduction Options for FY 2011-12 for the \$16,400,000 Lump Sum Reduction to EDN 100

EDN	Sub Org	Prgm ID	Prgm Desc	FY12 Total FTEs	FY 12 Appropriation (before \$16.4 million reduction)	FY 12 Reduction Proposal	Adjusted FY12 Appropriation	Notes
EDN100	AA	42100	WEIGHTED STUDENT FORMULA (After Legislative reduction for Liliuokalani School closure)	12,829.900	746,676,373	(7,780,475)	738,895,898	\$7,780,475 reduction
EDN100	AA	42100	WEIGHTED STUDENT FORMULA (CATEGORICAL FUNDING)	-	-	5,025,232	5,025,232	Categorical Funding moved to WSF
EDN100	BB	15849	VOCATIONAL & APPLIED TECHNOLOGY	80.000	5,726,846	(31,015)	5,695,831	2.5% non-salary reduction
EDN100	BJ	18863	HIGH CORE (STOREFRONT)	8.000	549,524	(549,524)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100	BJ	18869	OLOMANA YOUTH CENTER	12.000	646,130	(3,150)	642,980	2.5% non-salary reduction
EDN100	BJ	18859	MAUI ALTERNATIVE PROGRAM	3.000	153,185	(153,185)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100	BJ	18858	MOLOKAI ALTERNATIVE PROGRAM	1.000	46,670	(46,670)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100	BJ	18860	KAUAI ALTERNATIVE PROGRAM	2.000	135,554	(135,554)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100	BJ	18861	KONA HO'OPONOPONO	2.000	117,235	(117,235)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100	BJ	18862	HILO HUKILIKE	4.000	158,210	(158,210)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100	BJ	18891	HILO HIGH SCHOOL ALTERNATIVE PROGRAM	3.000	161,985	(161,985)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100	BJ	18890	HAWAII ALTERNATIVE PROGRAM	6.000	308,948	(308,948)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100	BJ	18832	ALTERNATIVE LEARNING CENTER	12.000	677,331	(677,331)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100	BJ	18205	OLOMANA HALE HOOMALU	2.000	95,178	(313)	94,865	2.5% non-salary reduction
EDN100	BJ	18206	OLOMANA SCHOOL	40.500	2,215,023	(3,135)	2,211,888	2.5% non-salary reduction
EDN100	BL	27042	STUDENT CONFERENCE	-	63,800	(1,595)	62,205	2.5% non-salary reduction
EDN100	BL	27036	STATE/DISTRICT STUDENT COUNCIL	-	64,720	(1,618)	63,102	2.5% non-salary reduction
EDN100	BM	27000	ATHLETICS (TRANSP. INTERSCH.)	-	894,647	(22,366)	872,281	2.5% non-salary reduction
EDN100	BM	27100	ATHLETICS (SALARY, SUPP & EQUIP)	-	3,729,309	(93,233)	3,636,076	2.5% non-salary reduction
EDN100	BM	27400	ATHLETICS (SUPPLIES & EQUIPMENT)	-	852,135	(21,303)	830,832	2.5% non-salary reduction
EDN100	BM	27900	ATHLETICS (TRANSP. SPEC. MAUI)	-	47,862	(1,197)	46,665	2.5% non-salary reduction
EDN100	BM	27480	ATHLETIC TRAINERS	75.000	3,596,974	(4,696)	3,592,278	2.5% non-salary reduction
EDN100	BM	27300	ATHLETICS-GENDER EQUITY	-	610,194	(15,255)	594,939	2.5% non-salary reduction
EDN100	BO	16736	PEER EDUCATION PROGRAM	15.000	853,297	(853,297)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100	BQ	16770	LEARNING CENTERS	14.500	1,553,804	(1,553,804)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100	BS	16158	JR RES OFFICER TRNG CORP	54.000	1,884,387	(1,725)	1,882,662	2.5% non-salary reduction
EDN100	BV	16732	HAWAIIAN LANGUAGE IMMERSION PROGRAM	42.000	2,417,768	(9,665)	2,408,103	2.5% non-salary reduction
EDN100	BX	16173	LAHAINALUNA BOARDING DEPT-GEN FUND	9.000	571,175	(18,622)	552,553	10% non-salary reduction
EDN100	BX	16403	NIIHAU SCHOOL	4.000	150,018	(244)	149,774	2.5% non-salary reduction
EDN100	BX	16204	HOME/HOSPITAL INSTRUCTION	-	910,000	(22,750)	887,250	2.5% non-salary reduction
EDN100	CB	12658	SUBSTITUTE SYSTEM	2.000	119,353	(1,542)	117,811	2.5% non-salary reduction
EDN100	CB	12675	SUPERINTENDENT'S POSITION RESERVE	5.000	338,926	(2,231)	336,695	2.5% non-salary reduction
EDN100	CB	12676	RISK MANAGEMENT	1.000	47,853	(250)	47,603	2.5% non-salary reduction
EDN100	CJ	16807	HAWAIIAN STUDIES	3.000	2,667,785	(63,125)	2,604,660	2.5% non-salary reduction
EDN100	CN	23001	WORKERS COMPENSATION	-	8,742,041	(218,551)	8,523,490	2.5% non-salary reduction
EDN100	CN	23002	UNEMPLOYMENT INSURANCE	-	2,314,757	(57,869)	2,256,888	2.5% non-salary reduction
EDN100	CQ	12666	HCPS-SCHOOL ACCOUNTABILITY	-	695,700	(17,393)	678,307	2.5% non-salary reduction
EDN100	CQ	12667	HCPS-STANDARDS RESOURCE DEVELOPMENT	1.000	411,791	(10,025)	401,766	2.5% non-salary reduction
EDN100	EI	18873	HALE O'ULU (POS)	-	342,000	(342,000)	-	2.5% non-salary reduction; balance transferred to WSF
EDN100 Total					791,548,488	(8,435,854)	783,112,634	

Department of Education
General Fund Budget Reduction Options for FY 2011-12 for the \$16,400,000 Lump Sum Reduction to EDN 100

EDN	Sub Org	Prgm ID	Prgm Desc	FY12 Total FTEs	FY 12 Appropriation (before \$16.4 million reduction)	FY 12 Reduction Proposal	Adjusted FY12 Appropriation	Notes
EDN150	FA	17131	SPECIAL EDUCATION IN REGULAR SCHOOLS (After Legislative reduction for Liliuokalani School closure)	4,189.875	154,648,125	-	154,648,125	2.5% non-salary reduction
EDN150	FA	15953	GEN ED-ARTICLE VI INCLUSION TEACHERS	964.000	47,976,322	-	47,976,322	2.5% non-salary reduction
EDN150	FB	17201	HAWAII CENTER FOR THE DEAF AND BLIND	62.000	2,716,004	(10,382)	2,705,622	2.5% non-salary reduction
EDN150	FB	17203	AUTISM CENTER	2.000	121,568	(450)	121,118	2.5% non-salary reduction
EDN150	FC	17351	EXTENDED SCHOOL YEAR	-	2,770,000	(69,251)	2,700,749	2.5% non-salary reduction
EDN150	FD	17746	ATTORNEY & RELATED FEES	-	1,000,000	(25,000)	975,000	2.5% non-salary reduction
EDN150	FD	17170	CONTRACTED SPECIAL ED SERVICES	-	2,700,000	(67,500)	2,632,500	2.5% non-salary reduction
EDN150	FD	17708	TRANSITION SERVICES (STATE OFFICE POS)	1.000	87,472	(25)	87,447	2.5% non-salary reduction
EDN150	RA	17712	SPECIAL OLYMPICS (POS)	-	99,208	(2,480)	96,728	2.5% non-salary reduction
EDN150	SA	28050	DISTRICT DIAGNOSTIC SERVICES	39.500	2,482,462	(17,052)	2,465,410	2.5% non-salary reduction
EDN150	SA	28701	EVALUATION AND IEP SERVICES	-	600,000	(15,000)	585,000	2.5% non-salary reduction
EDN150	SA	15621	OCCUPATIONAL THERAPISTS	39.000	3,910,844	(48,591)	3,862,253	2.5% non-salary reduction
EDN150	SA	15622	PHYSICAL THERAPISTS	25.500	1,816,060	(17,366)	1,798,694	2.5% non-salary reduction
EDN150	SA	15623	SKILLED NURSING SERVICES	1.000	406,775	-	406,775	Exempt from reduction
EDN150	SA	15192	SPEECH LANGUAGE PATHOLOGISTS	293.500	17,917,517	(55,441)	17,862,076	2.5% non-salary reduction
EDN150	SA	15620	SOCIAL WORKERS	63.000	3,383,276	(1,600)	3,381,676	2.5% non-salary reduction
EDN150	SA	15609	EDUCATIONAL INTERPRETERS	15.000	410,976	(376)	410,600	2.5% non-salary reduction
EDN150	TA	28176	TRAINING & RETENTION MOAS	-	2,150,498	(53,762)	2,096,736	2.5% non-salary reduction
EDN150	VA	28178	SECTION 504 IMPLEMENTATION	1.000	610,015	(13,505)	596,510	2.5% non-salary reduction
EDN150	VA	25037	SPECIAL EDUCATION SECTION	10.500	739,759	(375)	739,384	2.5% non-salary reduction
EDN150	VA	15188	SERVICE TESTING/MONITORING	-	50,000	(1,250)	48,750	2.5% non-salary reduction
EDN150	VC	15685	INTEGRATED SPECIAL EDUCATION DATABASE	2.000	682,752	(15,330)	667,422	2.5% non-salary reduction
EDN150	YC	15686	SCHOOL BASED BEHAVIORAL HEALTH	485.000	31,518,217	(173,659)	31,344,558	2.5% non-salary reduction
EDN150	YD	15687	TARGETED TECHNICAL ASSISTANCE	4.000	339,184	(4,117)	335,067	2.5% non-salary reduction
EDN150	YE	15688	TECHNICAL SUPPORT-MAUI DISTRICT	10.500	425,290	(171)	425,119	2.5% non-salary reduction
EDN150	YG	15179	SERVICES FOR CHILDREN WITH AUTISM	142.000	42,527,441	-	42,527,441	Exempt from reduction
EDN150	YK	28183	MEDICAID REIMBURSEMENT	-	54,900	(1,373)	53,527	2.5% non-salary reduction
EDN150 Total					322,144,665	(594,056)	321,550,609	
EDN200	GB	25023	INSTRUCTIONAL DEVELOPMENT-ADMIN SVCS	3.000	252,895	(1,097)	251,798	2.5% non-salary reduction
EDN200	GC	25024	INSTRUCTIONAL SERVICES BRANCH	20.000	1,473,957	(1,463)	1,472,494	2.5% non-salary reduction
EDN200	GD	25233	SCH IMPROVEMENT/COMM LEADERSHIP GRP-ADM	3.000	3,019,621	(69,854)	2,949,767	2.5% non-salary reduction
EDN200	GD	25235	ACCREDITATION/SCHOOL IMPROVEMENT	2.000	171,620	(171,620)	-	Program Elimination
EDN200	GD	47279	SCHOOL COMMUNITY COUNCILS	1.000	246,849	(246,849)	-	Program Elimination
EDN200	GD	15497	ATHLETICS ADMINISTRATION	6.000	457,486	(200)	457,286	2.5% non-salary reduction
EDN200	GD	25045	STUDENT SUPPORT SERVICES GROUP-ADMIN	2.000	214,242	(1,679)	212,563	2.5% non-salary reduction
EDN200	GD	25237	STUDENT SUPPORT SECTION	12.000	974,773	(5,024)	969,749	2.5% non-salary reduction
EDN200	GD	28177	CSSS SUPPORT SYSTEM	-	128,200	(3,205)	124,995	2.5% non-salary reduction
EDN200	GG	25912	ADVANCE TECH RESEARCH BRANCH-ADMIN	1.000	324,915	(7,377)	317,538	2.5% non-salary reduction
EDN200	GG	25048	HAWAII VIRTUAL LEARNING NETWORK	6.000	1,250,180	(22,988)	1,227,192	2.5% non-salary reduction
EDN200	GH	25020	TEACHER EVALUATION PEP-T	-	22,790	(570)	22,220	2.5% non-salary reduction
EDN200	GH	25758	NATIONALLY BOARD CERTIFIED TEACHERS	-	2,379,000	(59,475)	2,319,525	2.5% non-salary reduction
EDN200	GH	25321	HAWAII TEACHER STANDARDS BOARD	5.000	296,535	(1,786)	294,749	2.5% non-salary reduction
EDN200	GJ	25234	LEADERSHIP DEVELOPMENT	41.000	2,953,068	(9,450)	2,943,618	2.5% non-salary reduction
EDN200	GM	16772	TELESCHOOL	13.000	962,849	(6,363)	956,486	2.5% non-salary reduction
EDN200	GN	25240	ICAA CI-QUALITY AND PERFORMANCE	239.000	15,157,832	(46,414)	15,111,418	2.5% non-salary reduction
EDN200	GN	25241	ICAA CI-SYSTEM QUALITY	57.000	3,264,723	(6,139)	3,258,584	2.5% non-salary reduction
EDN200	GP	33004	SYSTEMS ACCOUNTABILITY OFFICE	13.000	1,089,054	(4,861)	1,084,193	2.5% non-salary reduction

Department of Education
General Fund Budget Reduction Options for FY 2011-12 for the \$16,400,000 Lump Sum Reduction to EDN 100

EDN	Sub Org	Prgm ID	Prgm Desc	FY12 Total FTEs	FY 12 Appropriation (before \$16.4 million reduction)	FY 12 Reduction Proposal	Adjusted FY12 Appropriation	Notes
EDN200	GP	15654	HAW CONTENT/PERFORM STAND-ASSESSMENT (After Legislative Reduction for Norm-referenced Test)	7.000	9,208,307	-	9,208,307	Exempt from reduction
EDN200	GP	15655	HAW CONTENT & PERFORM STAND-TRAINING	-	280,000	(7,000)	273,000	2.5% non-salary reduction
EDN200	GP	25230	TEST DEVELOPMENT/TESTING - ESL & HLIP	-	877,450	(21,936)	855,514	2.5% non-salary reduction
EDN200	GQ	25759	HOMELESS CONCERNS	2.000	739,328	(14,900)	724,428	2.5% non-salary reduction
EDN200 Total					45,745,674	(710,250)	45,035,424	
EDN300	KC	33005	BOARD OF EDUCATION (After Legislative reduction of \$329,000)	3.000	212,395	(770)	211,625	2.5% non-salary reduction
EDN300	KD	33007	SUPERINTENDENT'S OFFICE	9.000	687,261	(1,459)	685,802	2.5% non-salary reduction
EDN300	KD	33790	PROTOCOL FUND	-	1,923	(48)	1,875	2.5% non-salary reduction
EDN300	KD	33027	COMMUNICATIONS	3.000	179,384	(236)	179,148	2.5% non-salary reduction
EDN300	KD	33016	CORPORATE & COMMUNITY PARTNERSHIPS OFFICE	3.000	251,476	(2,066)	249,410	2.5% non-salary reduction
EDN300	KD	47274	WSF SUPPORT	-	16,437	(411)	16,026	2.5% non-salary reduction
EDN300	KD	33025	FEDERAL COMPLIANCE & MGT OFFICE	2.000	152,029	(253)	151,776	2.5% non-salary reduction
EDN300	KD	33017	PSD SPECIAL PROJECTS	2.000	147,610	(213)	147,397	2.5% non-salary reduction
EDN300	KF	47213	FISCAL SERVICES	3.000	211,271	(463)	210,808	2.5% non-salary reduction
EDN300	KF	33006	BUDGET	14.000	1,051,201	(688)	1,050,513	2.5% non-salary reduction
EDN300	KD	33656	INTERNAL AUDIT	5.000	350,935	(2,184)	348,751	2.5% non-salary reduction
EDN300	KF	33010	ACCOUNTING SERVICES	58.000	3,255,392	(21,413)	3,233,979	2.5% non-salary reduction
EDN300	KF	34001	PROCUREMENT SERVICES	15.000	737,886	(913)	736,973	2.5% non-salary reduction
EDN300	KF	33001	DUPLICATING SERVICES	-	111,000	(2,775)	108,225	2.5% non-salary reduction
EDN300	KH	33013	CIVIL RIGHTS COMPLIANCE	4.000	380,762	(1,222)	379,540	2.5% non-salary reduction
EDN300	KO	33926	PERSONNEL SERVICES	2.000	263,515	(3,084)	260,431	2.5% non-salary reduction
EDN300	KO	33719	SERVICE AND MERIT AWARDS	-	1,873	(47)	1,826	2.5% non-salary reduction
EDN300	KO	33829	CRIMINAL HISTORY CHECK	9.000	555,224	(7,368)	547,856	2.5% non-salary reduction
EDN300	KO	15125	BLOOD PATHOGEN CONTROL	-	72,470	(1,812)	70,658	2.5% non-salary reduction
EDN300	KO	23052	WORKERS COMPENSATION-ADMINISTRATION	14.000	713,620	(450)	713,170	2.5% non-salary reduction
EDN300	KO	33292	PERSONNEL DEVELOPMENT BRANCH	26.500	2,805,335	(23,512)	2,781,823	2.5% non-salary reduction
EDN300	KO	33034	TEACHER MENTOR PROGRAM	-	150,350	(3,759)	146,591	2.5% non-salary reduction
EDN300	KO	33122	PARA EDUCATOR TRAINING PROGRAM	-	49,900	(1,248)	48,652	2.5% non-salary reduction
EDN300	KO	15689	RECRUITMENT AND RETENTION INCENTIVE	-	46,000	(1,150)	44,850	2.5% non-salary reduction
EDN300	KO	33721	PERSONNEL ASSISTANCE BRANCH	16.000	1,079,321	(4,620)	1,074,701	2.5% non-salary reduction
EDN300	KO	33722	PERSONNEL MANAGEMENT BRANCH	105.500	6,228,778	(34,678)	6,194,100	2.5% non-salary reduction
EDN300	UA	33084	OFFICE OF INFO & TECH-GENERAL DIRECTION	2.000	171,109	(616)	170,493	2.5% non-salary reduction
EDN300	UA	33088	INFORMATION RESOURCE MANAGEMENT	55.000	5,073,690	(66,201)	5,007,489	2.5% non-salary reduction
EDN300	UA	33089	NETWORK SUPPORT SERVICES	34.000	6,315,484	(110,568)	6,204,916	2.5% non-salary reduction
EDN300	UA	33021	INFORMATION SYSTEMS SERVICES	51.000	8,661,687	(146,661)	8,515,026	2.5% non-salary reduction
EDN300	UA	33879	FINANCIAL MANAGEMENT SERVICES	-	518,180	(12,956)	505,224	2.5% non-salary reduction
EDN300	UA	33098	COMPREHENSIVE HUMAN RESOURCE SYSTEM	4.000	1,533,008	(34,775)	1,498,233	2.5% non-salary reduction
EDN300	UA	33880	ELECTRONIC COMPREHENSIVE STUDENT SUP SYS	8.000	1,358,479	(24,814)	1,333,665	2.5% non-salary reduction
EDN300			BOE POSITIONS TRANSFERRED TO OTHER STATE OFFICES	5.000	-	-	-	
EDN300 Total					43,344,985	(513,433)	42,831,552	

Department of Education
 General Fund Budget Reduction Options for FY 2011-12 for the \$16,400,000 Lump Sum Reduction to EDN 100

ATTACHMENT A

EDN	Sub Org	Prgm ID	Prgm Desc	FY12 Total FTEs	FY 12 Appropriation (before \$16.4 million reduction)	FY 12 Reduction Proposal	Adjusted FY12 Appropriation	Notes
EDN400	MB	35161	FOOD SERVICE ADMINISTRATION	7.000	443,926	(1,977)	441,949	2.5% non-salary reduction
EDN400	MC	35169	OHCNP-GEN FUND MAINTENANCE OF EFFORT	2.000	185,843	(2,003)	183,840	2.5% non-salary reduction
EDN400	MD	35163	FOOD SERVICES (After Legislative reduction for Liliuokalani School closure)	315.000	23,644,587	(310,713)	23,333,874	2.5% non-salary reduction
EDN400	OB	33009	SCHOOL FACILITY & SUPORT SERVICES	2.000	176,676	(785)	175,891	2.5% non-salary reduction
EDN400	OB	33022	REPROGRAPHIC SERVICES	16.000	1,013,034	(9,025)	1,004,009	2.5% non-salary reduction
EDN400	OC	37710	FACILITIES DEVELOPMENT BRANCH	14.000	918,047	(875)	917,172	2.5% non-salary reduction
EDN400	OC	37711	FACILITIES MAINTENANCE BRANCH	226.500	20,175,106	(276,888)	19,898,218	2.5% non-salary reduction
EDN400	OC	37932	SAFETY, SECURITY & EMERGENCY PREPAREDNES	7.500	503,085	(1,880)	501,205	2.5% non-salary reduction
EDN400	OC	37712	AUXILIARY SERVICES BRANCH	22.000	17,090,293	(404,951)	16,685,342	2.5% non-salary reduction
EDN400	OD	37299	SCHOOL CUSTODIAL CENTRALIZED SERVICES	10.500	568,076	(6,368)	561,708	2.5% non-salary reduction
EDN400	OE	37325	TELEPHONE (CENTRALIZED SERVICES)	-	116,990	(2,925)	114,065	2.5% non-salary reduction
EDN400	OE	37330	TELECOMMUNICATION CHARGES FOR SCHOOLS	-	1,557,920	(38,948)	1,518,972	2.5% non-salary reduction
EDN400	OE	37720	UTILITIES	-	57,790,000	-	57,790,000	Exempt from reduction
EDN400	OJ	37663	ENVIRONMENTAL SERVICES UNIT	-	647,200	(16,180)	631,020	2.5% non-salary reduction
EDN400	YA	19097	STUDENT TRANSPORTATION	20.500	49,279,193	-	49,279,193	Exempt from reduction
EDN400 Total					174,109,976	(1,073,518)	173,036,458	
EDN500	PB	46401	STATE ADMINISTRATIVE SERVICES-ADULT EDUC	1.000	120,577	(120,577)	-	Program to be funded with non-general funds
EDN500	PC	46403	SCHOOL LEVEL ADMINISTRATION-ADULT EDUC	48.000	4,952,312	(4,952,312)	-	Program to be funded with non-general funds
EDN500 Total					5,072,889	(5,072,889)	-	
Grand Total					1,381,966,677	(16,400,000)	1,365,566,677	