2023-24 Regents State Aid Proposal

December 2022

Board of Regents
Board of Regents and Department’s Guiding Principles

Learning is the Core P-20 Continuum

DEI - Equity

Customer Service

To raise the knowledge, skill, and opportunity of all the people in New York
Overview of State Aid Proposal

- Fully Fund Foundation Aid
- Support Districts with Rapid Enrollment Growth
- Fully Fund Expense-Based Aids
- Expand Access to Career and Technical Education
- Regionalization Options for Educational Equity
- Transportation
- Other Finance and Reporting Issues
# Regents State Aid Proposal

<table>
<thead>
<tr>
<th>Program</th>
<th>2022-2023 School Year</th>
<th>Regents 2023-2024 Request</th>
<th>Year-to-year Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Foundation Aid</td>
<td>$21,334 million</td>
<td>$24,044 million</td>
<td>$2,709 million</td>
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<tr>
<td>Expense Based Aids, Grants</td>
<td>$9,536 million</td>
<td>$9,829 million</td>
<td>$293 million</td>
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<tr>
<td>Prek Inclusivity Grant</td>
<td>0</td>
<td>$20 million</td>
<td>$20 million</td>
</tr>
<tr>
<td>Prior Year Claims Funding</td>
<td>0</td>
<td>$375 million</td>
<td>$375 million</td>
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<tr>
<td><strong>Total School Aid</strong></td>
<td><strong>$31.2 billion</strong></td>
<td><strong>$34.6 billion</strong></td>
<td><strong>$3.4 billion</strong></td>
</tr>
</tbody>
</table>
Historic Foundation Aid Increase

Statewide Foundation Aid Increases, by year

Annual Increase (in millions)

School Year

Equity in Foundation Aid

- Complete 100% phase-in of foundation aid under current law
- Provide wealth-adjusted minimum increase for districts on save-harmless
- $1 million for Department to contract with researchers and engage with stakeholders on foundation aid formula for 2024-25, after full phase-in
Foundation Aid is Targeted

2023-24 Est. Foundation Aid per Pupil

District Deciles (based on combined wealth ratio)

Foundation aid per enrolled student

- District 1: 16,000
- District 2: 12,000
- District 3: 12,000
- District 4: 8,000
- NYC: 8,000
- District 5: 6,000
- District 6: 6,000
- District 7: 4,000
- District 8: 4,000
- District 9: 4,000
- District 10: 4,000

NYC
Equity in Operating Aid for Districts with Rapid Enrollment Growth

• Accelerate Foundation Aid for districts projecting growth in enrollment above a certain threshold

• Districts would be eligible to apply for current year funding if enrollment increases by 2% or more and +40 students
## Digital Equity & Learning through Instructional Materials Aids

<table>
<thead>
<tr>
<th>Category</th>
<th>Cost</th>
<th>Aid Ratio Multiplier</th>
</tr>
</thead>
<tbody>
<tr>
<td>Textbook: $58.25</td>
<td>$98.33</td>
<td>$98.33 x Aid Ratio</td>
</tr>
<tr>
<td></td>
<td>(minimum  $58.25)</td>
<td></td>
</tr>
<tr>
<td>Library Materials: $6.25</td>
<td>$10.55</td>
<td>$10.55 x Aid Ratio</td>
</tr>
<tr>
<td></td>
<td>(minimum  $6.25)</td>
<td></td>
</tr>
<tr>
<td>Software: $14.98</td>
<td>$25.29</td>
<td>$25.29 x Aid Ratio</td>
</tr>
<tr>
<td></td>
<td>(minimum  $14.98)</td>
<td></td>
</tr>
<tr>
<td>Hardware: $24.20</td>
<td>$40.85</td>
<td>$40.85 x Aid Ratio</td>
</tr>
<tr>
<td></td>
<td>(current law includes an aid ratio)</td>
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</table>
Equity: Fully Fund Expense-Based Aids

2023-24 Estimated Expense Based Aids (statewide)

- Building Aids, $3,277.06
- Transportation Aids, $2,475.15
- Excess Cost Aids, $965.61
- BOCES Aid, $1,176.00
- State Funded Prek, $1,063.70
- Special Services Aids, $239.10
- Instructional Materials Aids, $321.88
Equity, Learning & P20 Continuum: Expand Access to Career and Technical Education

Policy Goal: Universal CTE access by 2030

2023-24 Proposal:

• New tier of aid for CTE to accompany BOCES aid for other services, capital and lease costs, and administration

• Provide more equitable support for CTE programming in non-BOCES districts by creating a new, reimbursement-based special services formula that would generate higher aid amounts
Equity, Learning & P20 Continuum: Regionalization Goals

- Address detrimental enrollment declines
- Create equity in opportunities for more course options
- Ensure wide variety of educational programming available statewide
Encourage more regionalism at the local level with streamlined aid programs and a combination of existing aid.

Regional high school options for communities where mergers are not a fit.

Support for students unable to attend traditional school programs.
Customer Service: Transportation

2022-23 enacted budget required all new school bus purchases to be electric, starting in 2027

• Bus electrification studies to be transportation aid eligible

Regional transportation collaboratives:
• provide centralized transportation through regional contracts or shared depots,
• reduce systemic costs by streamlining redundant services, and
• use the most favorable transportation aid ratio among participants.
Customer Service: Other Finance and Reporting Issues

- Convene a multi-agency team to streamline financial reporting
- Fully fund the prior year claims queue $300 million
- Appropriate funds to repay penalty forgiveness authorized in 2022-23 $75 million
Next Steps

Dec. 12, 2022
• Board Meeting: vote on final Regents State Aid Proposal

Jan. 2023
• Executive Budget released

Feb. 15, 2023
• Updated aid estimates to be used for Enacted Budget

Mar. 2023
• Legislative One-House Budget Bill proposals released

Apr. 1, 2023
• Enacted Budget and release of state aid runs
Thank you