

PUBLIC INSTRUCTION

Budget Summary							
Fund	2022-23 Base Year Doubled	2023-25 Governor	2023-25 Jt. Finance	Joint Finance Change to:			
				Governor		Base	
				Amount	Percent	Amount	Percent
GPR	\$14,451,763,600	\$17,260,785,200	\$15,455,113,800	- \$1,805,671,400	- 10.5%	\$1,003,350,200	6.9%
FED	1,768,069,200	1,768,075,200	1,767,345,000	- 730,200	0.0	- 724,200	0.0
PR	107,262,000	109,995,700	109,995,700	0	0.0	2,733,700	2.5
SEG	<u>141,328,200</u>	<u>170,115,000</u>	<u>162,115,000</u>	<u>- 8,000,000</u>	- 4.7	<u>20,786,800</u>	14.7
TOTAL	\$16,468,423,000	\$19,308,971,100	\$17,494,569,500	- \$1,814,401,600	- 9.4%	\$1,026,146,500	6.2%

FTE Position Summary					
Fund	2022-23 Base	2024-25 Governor	2024-25 Jt. Finance	Joint Finance Change to:	
				Governor	2022-23 Base
GPR	252.47	258.47	246.29	- 12.18	- 6.18
FED	323.84	323.84	318.99	- 4.85	- 4.85
PR	77.69	76.69	75.99	- 0.70	- 1.70
SEG	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
TOTAL	654.00	659.00	641.27	- 17.73	- 12.73

Budget Change Items

General School Aids and Revenue Limits

1. STATE SUPPORT FOR K-12 EDUCATION [LFB Paper 630]

Governor: Provide \$7,576,117,800 in 2023-24 and \$8,392,575,700 in 2024-25 for general and categorical school aids. Compared to the 2022-23 base level funding of \$6,668,498,600, school aids would increase by \$907,619,200 (13.6%) in 2023-24 and \$1,724,077,100 (25.9%) in 2024-25. These proposed funding levels would represent annual changes to the prior year of 13.6% in 2023-24 and 10.8% in 2024-25.

Under the historic definition of state funding for support of K-12 education (the sum of state general and categorical school aids, the school levy and first dollar credits, and the general program

operations appropriation for the program for the deaf and hard of hearing and the center for the blind and visually impaired), the bill would increase state support from the base amount of \$7,771,373,000 in 2022-23 to \$8,679,817,200 in 2023-24 and \$9,496,275,100 in 2024-25. These proposed funding levels would represent annual changes to the prior year of 11.7% in 2023-24 and 9.4% in 2024-25.

Using the historic definition of partial school revenues (the sum of state school aids and property taxes levied for school districts, less community service levies and a portion of the referenda-approved debt levy), the Administration estimates that state support of partial school revenues would increase from 67.8% in 2022-23 to 70.5% in 2023-24 and 72.6% in 2024-25. These estimates incorporate the state support funding in the bill, which is presented in Table 1.

Joint Finance: Provide \$6,861,602,900 in 2023-24 and \$7,101,505,300 in 2024-25 for general and categorical school aids. Compared to the 2022-23 base year, school aids would increase by \$193,104,300 (2.9%) in 2023-24 and \$433,006,700 (6.5%) in 2024-25. These proposed funding levels would represent annual changes to the prior year of 2.9% in 2023-24 and 3.5% in 2024-25. Compared to the Governor's recommendations, school aids would be reduced by \$714,514,900 in 2023-24 and \$1,291,070,400 in 2024-25.

Using the traditional definition of state support of K-12 education, total funding would increase from \$7,771,373,000 in 2022-23 to \$8,220,261,200 in 2023-24 and \$8,540,163,600 in 2024-25. These funding levels would represent annual changes to the prior year of 5.8% in 2023-24 and 3.9% in 2024-25. With the changes to K-12 school finance adopted by Joint Finance, including 2023 Wisconsin Act 11, it is estimated that state support of partial school revenues would increase to 68.8% in 2023-24 and 69.4% in 2024-25. A summary of the funding amounts for state support under the recommendations of the Governor and Joint Finance is presented in Table 1.

TABLE 1

State Support for K-12 Education

State Funding	2022-23 Base Year	Governor		Joint Finance	
		2023-24	2024-25	2023-24	2024-25
General School Aids	\$5,218,420,000	\$5,431,295,000	\$6,011,367,400	\$5,356,290,000	\$5,581,190,000
Categorical Aids	1,450,078,600	2,144,822,800	2,381,208,300	1,505,312,900	1,520,315,300
School Levy Tax Credit	940,000,000	940,000,000	940,000,000	1,195,000,000	1,275,000,000
First Dollar Credit	150,000,000	150,000,000	150,000,000	150,000,000	150,000,000
State Residential Schools	<u>12,874,400</u>	<u>13,699,400</u>	<u>13,699,400</u>	<u>13,658,300</u>	<u>13,658,300</u>
Total	\$7,771,373,000	\$8,679,817,200	\$9,496,275,100	\$8,220,261,200	\$8,540,163,600
Change to Prior Year:					
	Amount	\$908,444,200	\$816,457,900	\$448,888,200	\$319,902,400
	Percent	11.7%	9.4%	5.8%	3.9%
Change to Base:					
	Amount	\$908,444,200	\$1,724,902,100	\$448,888,200	\$768,790,600
	Percent	11.7%	22.2%	5.8%	9.9%

Table 2 provides an outline of state support for K-12 education by individual fund source. Table 3 presents the funding recommendations of the Governor and Joint Finance for each general and categorical school aid program as compared to the 2022-23 base funding level. The recommendations of the Governor and Joint Finance relating to individual school aid programs are summarized in the items that follow.

TABLE 2

State Support for K-12 Education by Fund Source

	2022-23	Governor		Joint Finance	
	<u>Base Year</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2023-24</u>	<u>2024-25</u>
GPR					
General School Aids	\$5,218,420,000	\$5,431,295,000	\$6,011,367,400	\$5,356,290,000	\$5,581,190,000
Categorical Aids	1,387,586,900	2,080,585,100	2,317,249,400	1,439,522,100	1,454,524,500
School Levy Tax Credit	940,000,000	940,000,000	940,000,000	1,195,000,000	1,275,000,000
First Dollar Credit	150,000,000	150,000,000	150,000,000	150,000,000	150,000,000
State Residential Schools	<u>12,874,400</u>	<u>13,699,400</u>	<u>13,699,400</u>	<u>13,658,300</u>	<u>13,658,300</u>
GPR Subtotal	\$7,708,881,300	\$8,615,579,500	\$9,432,316,200	\$8,154,470,400	\$8,474,372,800
PR					
Categorical Aids	\$1,507,500	\$1,507,500	\$1,507,500	\$1,507,500	\$1,507,500
SEG					
Categorical Aids	<u>\$60,984,200</u>	<u>\$62,730,200</u>	<u>\$62,451,400</u>	<u>\$64,283,300</u>	<u>\$64,283,300</u>
Total State Support - All Funds	\$7,771,373,000	\$8,679,817,200	\$9,496,275,100	\$8,220,261,200	\$8,540,163,600

TABLE 3

**General and Categorical School Aid by Funding Source
2022-23 Base Year Compared to the Governor's and Joint Finance's Budget**

Agency	Type and Purpose of Aid	2022-23	Governor		Joint Finance	
		Base Year	2023-24	2024-25	2023-24	2024-25
General Aid						
DPI	General School Aids	\$5,201,590,000	\$5,431,295,000	\$6,011,367,400	\$5,356,290,000	\$5,581,190,000
	High Poverty Aid	16,830,000	0	0	0	0
	Total General Aid	\$5,218,420,000	\$5,431,295,000	\$6,011,367,400	\$5,356,290,000	\$5,581,190,000
Categorical Aid--GPR Funded						
DPI	Per Pupil Aid	\$601,400,000	\$608,973,800	\$640,224,200	\$591,003,000	\$587,812,400
	Special Education	517,890,000	1,009,278,600	1,039,556,900	558,036,700	574,777,700
	High-Cost Special Education Aid	11,439,200	13,032,000	17,376,000	13,032,000	14,480,000
	Spec. Ed. Transition Incentive Grants	3,600,000	3,600,000	3,600,000	3,600,000	3,600,000
	Transition Readiness Investment Grant	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
	Achievement Gap Reduction	109,184,500	109,184,500	109,184,500	109,184,500	109,184,500
	SAGE--Debt Service	133,700	133,700	133,700	133,700	133,700
	Sparsity Aid	27,983,800	28,614,000	28,614,000	28,614,000	28,614,000
	Pupil Transportation	24,000,000	24,000,000	24,000,000	24,000,000	24,000,000
	High-Cost Transportation Aid	19,856,200	27,360,000	27,360,000	22,800,000	22,800,000
	Aid for Comprehensive Sch. Mental Health Services	0	127,914,300	127,914,300	0	0
	Aid for School Based Mental Health Professionals	0	30,000,000	30,000,000	0	0
	Aid for School Mental Health Programs	12,000,000	0	0	12,000,000	12,000,000
	Mental Health Collaboration Grants	10,000,000	0	0	25,000,000	25,000,000
	Peer-to-Peer Suicide Prevention Grants	250,000	250,000	250,000	250,000	250,000
	Aid for English Language Acquisition	0	25,992,000	25,992,000	0	0
	Bilingual-Bicultural Aid	8,589,800	16,788,900	22,743,000	10,089,800	10,089,800
	Tuition Payments	8,242,900	8,242,900	8,242,900	8,242,900	8,242,900
	Head Start Supplement	6,264,100	6,264,100	6,264,100	6,264,100	6,264,100
	Educator Effectiveness Grants	5,746,000	5,746,000	5,746,000	5,746,000	5,746,000
	School Lunch	4,218,100	4,218,100	4,218,100	4,218,100	4,218,100
	County Children with Disabilities Educ. Boards	4,067,300	4,067,300	4,067,300	4,067,300	4,067,300
	School Breakfast	2,510,500	6,837,300	7,173,500	2,510,500	2,510,500
	Peer Review and Mentoring	1,606,700	1,606,700	1,606,700	1,606,700	1,606,700
	Rural School Teacher Talent Pilot Program	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
	MPS Summer School Grant Program	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
	Four-Year-Old Kindergarten Grants	1,350,000	1,350,000	1,350,000	1,350,000	1,350,000
	School Day Milk	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
	Robotics League Participation Grants	500,000	500,000	500,000	750,000	750,000
	Gifted and Talented	474,400	474,400	474,400	474,400	474,400
	Aid for Transportation--Open Enr./Early College	454,200	454,200	454,200	454,200	454,200
	Supplemental Aid	100,000	100,000	100,000	100,000	100,000
	Lakeland STAR Academy	0	0	0	250,000	500,000
	Supplemental Nutrition Aid	0	0	120,168,500	0	0
	Out-Of-School-Time Program Grants	0	0	20,000,000	0	0
	Mathematics Partnership Grant	0	0	10,000,000	0	0
	Driver Education Aid	0	0	6,500,000	0	0
	Computer Science Education Grants	0	5,000,000	5,000,000	0	0
	Teacher Pipeline Capacity Building	0	0	5,000,000	0	0
	Locally Sourced Food Incentive Payments	0	0	2,750,000	0	0
	Personal Financial Literacy Grants	0	2,500,000	2,500,000	0	0
	Early Literacy and Reading Improvement	0	805,000	805,000	0	0
	Grants for Milk Coolers and Dispensers	0	0	50,000	0	0
DOA	Telecommunications Access for Educ. Agencies	0	1,553,100	1,831,900	0	0
	Debt Service--Tech. Infrastructure Bonding	325,500	344,200	98,200	344,200	98,200
	Total Categorical Aid--GPR Funded	\$1,387,586,900	\$2,080,585,100	\$2,317,249,400	\$1,439,522,100	\$1,454,524,500

Agency	Type and Purpose of Aid	2022-23	Governor		Joint Finance	
		Base Year	2023-24	2024-25	2023-24	2024-25
	Categorical Aid--PR Funded					
DPI	AODA	\$1,284,700	\$1,284,700	\$1,284,700	\$1,284,700	\$1,284,700
	Tribal Language Revitalization Grants	222,800	222,800	222,800	222,800	222,800
	Grants to Replace Race-Based Nicknames	0	0	0	0	0
	Total Categorical Aid--PR Funded	\$1,507,500	\$1,507,500	\$1,507,500	\$1,507,500	\$1,507,500
	Categorical Aid--SEG Funded					
DPI	School Library Aids	\$45,000,000	\$52,000,000	\$52,000,000	\$52,000,000	\$52,000,000
DOA	Telecommunications Access for Educ. Agencies	15,984,200	10,730,200	10,451,400	12,283,300	12,283,300
	Total Categorical Aid--SEG Funded	\$60,984,200	\$62,730,200	\$62,451,400	\$64,283,300	\$64,283,300
	Total Categorical Aid--All Funds	\$1,450,078,600	\$2,144,822,800	\$2,381,208,300	\$1,505,312,900	\$1,520,315,300
	Total School Aid--All Funds	\$6,668,498,600	\$7,576,117,800	\$8,392,575,700	\$6,861,602,900	\$7,101,505,300

2. GENERAL SCHOOL AIDS [LFB Paper 630]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$1,039,482,400	-\$505,182,400	\$534,300,000

Governor: Provide \$229,705,000 in 2023-24 and \$809,777,400 in 2024-25 above base level funding of \$5,201,590,000 for general school aids. The general school aids appropriation funds equalization, integration, and special adjustment aid. The bill funding would represent an increase of 4.4% in 2023-24 and 14.9% in 2024-25 compared to the prior year.

Joint Finance: Provide \$154,700,000 in 2023-24 and \$379,600,000 in 2024-25 above base level, which would be reductions of \$75,005,000 in 2023-24 and \$430,177,400 in 2024-25 from the bill. This would represent an increase of 3.0% in 2023-24 and 4.2% in 2024-25 compared to the prior year.

3. HIGH POVERTY AID [LFB Paper 631]

GPR	-\$33,660,000
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Governor/Joint Finance: Delete \$16,830,000 annually and the appropriation and program statutes for high poverty aid.

A district is eligible for high poverty aid if at least 50% of its enrollment on the third Friday of September in the immediately preceding even-numbered year, rounded to the nearest whole percentage point, satisfied the income eligibility criteria for a free or reduced-price lunch in the national school lunch program. Aid per pupil is calculated by dividing the appropriated amount by the total pupil membership of all eligible districts, using the pupil membership data from the equalization aid calculation in the first year of the biennium. A district's total payment is determined by multiplying that amount by each district's pupil membership.

By law, for all districts except the Milwaukee Public School (MPS), this aid is subject to revenue limits. For MPS, high poverty aid must be used to reduce the property tax levied to offset

the aid reduction attributable to the Milwaukee private school choice program. In either case, the effect of this aid is to reduce the property tax levy of the eligible school district.

4. REVENUE LIMIT PER PUPIL ADJUSTMENT [LFB Paper 630]

Governor: Set the per pupil adjustment under revenue limits at \$350 in 2023-24 and \$650 in 2024-25. Specify that, in 2025-26 and each year thereafter, the per pupil adjustment would equal the amount from the previous year adjusted for inflation, using the percentage change, if positive, in the consumer price index for all urban consumers between the preceding March and second-preceding March.

Under revenue limits, the amount of revenue a school district can raise from general school aids, property taxes, and exempt property aids is restricted. A district’s base revenue in a given year is equal to the restricted revenues received in the prior school year. Base revenue is divided by the average of the district’s enrollments in the prior three years to determine its base revenue per pupil. In 2022-23, no per pupil adjustment was added to each district's base revenue per pupil to determine its current year revenue per pupil. Under current law, no per pupil adjustment will be made in subsequent years. Current year revenue per pupil is then multiplied by the average of the district’s enrollments in the current and prior two years to determine the district’s initial revenue limit.

The inflationary adjustment that would begin in 2025-26 under the bill is the same measure used to index per pupil adjustment amount prior to 2009-10.

The following table shows the per pupil adjustment under the bill compared to current law.

Per Pupil Adjustment

	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>
Current Law	\$0	\$0	\$0
Bill	0	350	650

Joint Finance: Set the per pupil adjustment under revenue limits at \$325 in 2023-24 and \$325 in 2024-25.

5. LOW REVENUE ADJUSTMENT [LFB Paper 630]

Governor: Set the low revenue adjustment amount under revenue limits at \$10,450 per pupil in 2023-24 and \$11,200 per pupil in 2024-25. Specify that, in 2025-26 and each year thereafter, the low revenue adjustment amount would equal the amount from the previous year adjusted for inflation, using the percentage change, if positive, in the consumer price index for all urban consumers between the preceding March and second-preceding March. Also, beginning in 2023-24, delete the statutory provisions restricting otherwise-eligible districts from any low revenue adjustment increases for three years after a failed operating referendum. (A technical

correction would be needed to accomplish the Administration's intent.)

Under the low revenue adjustment, if the sum of the base revenue per pupil and the revenue limit per pupil adjustment for a district is below the statutorily-specified amount, a district may increase its revenue to that amount. Under current law, the low revenue adjustment amount in 2022-23 and each year thereafter is \$10,000 per pupil.

Under current law, if the voters in a district reject an operating referendum, the low revenue adjustment amount for that district remains at the amount for the school year during which the referendum was held for the following three school years. If the voters in such a district subsequently approve an operating referendum during the three-year period, however, the district's low revenue adjustment in the school year after the referendum equals the amount for that year.

The following table shows the low revenue adjustment amount under the bill compared to current law.

Low Revenue Adjustment - Per Pupil Amount

	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>
Current Law	\$10,000	\$10,000	\$10,000
Bill	10,000	10,450	11,200

Joint Finance: Pursuant to 2023 Wisconsin Act 11, the low revenue adjustment amount under revenue limits would be set at \$11,000 per pupil in 2023-24 and each year thereafter.

6. FOUR-YEAR-OLD KINDERGARTEN MEMBERSHIP *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

Categorical Aids

1. SPECIAL EDUCATION [LFB Paper 635]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$1,013,055,500	- \$916,021,100	\$97,034,400

Governor: Provide \$491,388,600 in 2023-24 and \$521,666,900 in 2024-25 for special education categorical aid and modify the appropriation from sum certain to be a sum sufficient appropriation paying 60% of eligible costs beginning in 2023-24 and annually thereafter. Base

level funding is \$517,890,000, which DPI estimates will reimburse approximately 31.5% of eligible costs in 2022-23.

Joint Finance: Provide \$40,146,700 in 2023-24 and \$56,887,700 in 2024-25, a change of -\$451,241,900 in 2023-24 and -\$464,779,200 in 2024-25 relative to the amounts in the bill. It is estimated that this funding would increase the proration rate to 33.3% in 2023-24 and 2024-25.

2. HIGH COST SPECIAL EDUCATION AID [LFB Paper 635]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$7,529,600	-\$2,896,000	\$4,633,600

Governor: Provide \$1,592,800 in 2023-24 and \$5,936,800 in 2024-25 for high cost special education categorical aid. Base level funding is \$11,439,200, which DPI estimates will reimburse approximately 39.5% of eligible costs in 2022-23.

Additionally, request statutory language modifying the appropriation to be sum sufficient, establishing the following reimbursement rates in statute: 45% in 2023-24, and 60% in 2024-25 and each school year thereafter. Also request statutory language to modify the program to define costs eligible for reimbursement to include 100% of eligible prior year costs above the \$30,000 per pupil threshold.

Under current law, applicants are eligible for high-cost aid for 90% of non-administrative costs above \$30,000 for an individual pupil in the previous school year, if the costs were not reimbursed by the state special education categorical aid, federal Individuals with Disabilities Education Act (IDEA), or the federal Medicaid program. If funding is insufficient, payments are prorated.

Joint Finance: Provide \$1,592,800 in 2023-24 and \$3,040,800 in 2024-25, which would provide the same amount of funding in 2023-24 and reduce finding by \$2,896,000 in 2024-25 compared to the bill. It is estimated that this funding would increase the proration rate to 40% in 2023-24 and 50% in 2024-25.

3. AID FOR COMPREHENSIVE SCHOOL MENTAL HEALTH SYSTEMS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$235,828,600	-\$235,828,600	\$0

4. AID FOR SCHOOL-BASED MENTAL HEALTH PROFESSIONAL STAFF
(Removed from budget consideration pursuant to Joint Finance Motion #10)

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$36,000,000	-\$36,000,000	\$0

5. PEER TO PEER SUICIDE PREVENTION GRANTS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

6. SUPPLEMENTAL NUTRITION AID *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$120,168,500	-\$120,168,500	\$0

7. SCHOOL BREAKFAST REIMBURSEMENT [LFB Paper 636]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$8,989,800	-\$8,989,800	\$0

Governor: Provide \$4,326,800 in 2023-24 and \$4,663,000 in 2024-25 above base level funding of \$2,510,500 for the school breakfast program. Under the program, participating agencies are eligible for reimbursements of 15.0 cents per meal served if funding is available. DPI estimates that payments will be prorated at approximately 5.9 cents per meal served in 2022-23. It is estimated that the additional funding would increase the state reimbursement rate to 15.0 cents per meal served.

Additionally, modify statutory language to allow independent charter schools, the state's Educational Services Program for the Deaf and Hard of Hearing and Center for the Blind and Visually Impaired, and residential care centers for children and youth to be eligible for reimbursement. Specify that schools that ceased operations during the prior school year are not eligible for reimbursement for any breakfasts served during that year.

Joint Finance: Provision not included.

8. LOCALLY-SOURCED FOOD INCENTIVE PAYMENTS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$2,750,000	-\$2,750,000	\$0

9. GRANTS FOR MILK COOLERS AND DISPENSERS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$50,000	-\$50,000	\$0

10. BILINGUAL-BICULTURAL AID [LFB Paper 637]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$22,352,300	-\$19,352,300	\$3,000,000

Governor: Provide \$8,199,100 in 2023-24 and \$14,153,200 in 2024-25 above base level funding of \$8,589,800 for bilingual-bicultural aid. Modify the appropriation from sum certain to be a sum sufficient appropriation paying 15% of eligible costs in 2023-24 and 20% in 2024-25 and annually thereafter.

Under current law, school districts are required to establish a bilingual program if, within a language group at a given school, there are 10 or more limited-English proficient (LEP) pupils in kindergarten to grade three, or 20 or more LEP pupils in grades four to eight or grades nine to 12. Aid is provided to districts to reimburse eligible costs related to providing services for LEP pupils, including salaries of personnel participating in and attributable to bilingual-bicultural education programs, special books and equipment used in such programs, and other expenses approved by the State Superintendent. Districts in which LEP pupils comprise 15% or more of total enrollment are eligible for additional aid from a \$250,000 set-aside, which is divided proportionately among eligible districts based on their costs. In 2021-22, the reimbursement rate under the program was approximately 7.7%.

Joint Finance: Provide \$1,500,000 annually, a change of -\$6,699,100 in 2023-24 and -\$12,653,200 in 2024-25 relative to the amounts in the bill. It is estimated that this funding would increase the proration rate to 8.9% in 2023-24 and 8.7% in 2024-25.

11. AID FOR ENGLISH LANGUAGE ACQUISITION *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$51,984,000	-\$51,984,000	\$0

12. PER PUPIL AID [LFB Paper 630]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$46,398,000	-\$70,382,600	-\$23,984,600

Governor: Provide \$7,573,800 in 2023-24 and \$38,824,200 in 2024-25 in per pupil aid to increase the payment from \$742 per pupil in 2022-23 to \$766 per pupil in 2023-24 and \$811 per pupil in 2024-25. Base level funding is \$601,400,000.

A sum sufficient per pupil aid appropriation was established in 2013 Act 20. Each school district receives a statutorily-specified, flat per pupil aid payment, outside of revenue limits, from this appropriation. Under current law, each district will receive a \$742 per pupil payment in 2022-23 and each year thereafter. A district's aid payment is based on its current three-year rolling average pupil count under revenue limits. The Administration estimates that per pupil aid enrollment will be 795,000 in 2023-24 and 789,400 in 2024-25.

Joint Finance: Reduce funding by \$10,397,000 in 2023-24 and \$13,587,600 in 2024-25 as the result of a sum sufficient reestimate of estimated per pupil aid payments using the current law \$742 per pupil aid payment amount, which would represent reductions of \$17,970,800 in 2023-24 and \$52,411,800 in 2024-25 compared to the bill.

13. PER PUPIL AID -- CLARIFY CURRENT LAW *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

14. GRANTS FOR OUT-OF-SCHOOL-TIME PROGRAMS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$20,000,000	-\$20,000,000	\$0

15. EARLY LITERACY AND READING IMPROVEMENT [LFB Paper 638]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$20,000,000	- \$20,000,000	\$0

Governor: Provide \$10,000,000 annually to create two new appropriations, including \$9,195,000 annually to contract with and train literacy coaches to implement a comprehensive program of trainings for educators to improve early literacy and reading outcomes for Wisconsin students, and \$805,000 annually to provide payments to participating school districts and independent charter schools.

Require DPI to establish a program to improve literacy outcomes that includes the following: (a) coaches to support the implementation of evidence-based literacy instructional practices in grades K-12 by collaborating with local educational agencies to establish goals for literacy outcomes for specific grade levels and literacy areas and provide ongoing support to local educational agencies to meet those goals; (b) coaches to focus on early literacy instructional transitions by providing in-person trainings for teachers who teach 4K, kindergarten, or first grade, including in-person trainings to evaluate existing early literacy curricula and goals and to assist local educational agencies to create local, standards-aligned, and developmentally appropriate curricula and instruction for 4K to first grade pupils; and (c) trainings for the coaches on how to identify evidence-based literacy instructional practices and facilitate regional trainings focused on early literacy instructional practices. Require DPI to contract with individuals who demonstrate knowledge of and expertise in evidence-based literacy instructional practices and instructional experience in grades 4K to 12 to serve as literacy coaches under (a), and individuals who demonstrate knowledge and expertise in early literacy instructional practices and instructional experience in grades 4K through one to serve as literacy coaches under (b).

Define urban school districts as those with enrollments in the previous school year of at least 16,000 pupils (Milwaukee, Madison, Green Bay, Kenosha, and Racine), and require each urban school district to participate in the program. Require DPI to contract with one of each type of literacy coach for each urban school district, and between one and four of each type of coach for each cooperative educational service agency (CESA), depending on the number of pupils enrolled in non-urban districts located in the CESA in the previous school year, as follows: (1) for CESAs with fewer than 40,000 pupils, one coach under (a) and one under (b); (2) for CESAs with 40,001 to 80,000 pupils, two literacy coaches under (a) and two under (b); for CESAs with 80,001 to 120,000 pupils, three literacy coaches under (a) and three under (b); and for CESAs with more than 120,000 pupils, four coaches under (a) and four under (b). Specify that other than urban districts, DPI could not require any district to participate in the program.

Require DPI to pay \$7,000 annually to each school district and independent charter school that elects to work with a coach to implement evidence-based literacy instructional practices under (a) and an additional \$6,000 annually to each school district and independent charter school that participates in an early literacy training led by a coach under (b).

Joint Finance: Place \$50,000,000 in the Joint Finance Committee supplemental

appropriation for a literacy program. The funding provided is shown under "Program Supplements."

16. COMPUTER SCIENCE EDUCATION GRANTS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)		Jt. Finance (Chg. to Gov)		Net Change	
	Funding Positions		Funding Positions		Funding Positions	
GPR	\$10,302,500	1.00	-\$10,302,500	- 1.00	\$0	0.00

17. MILWAUKEE MATHEMATICS PARTNERSHIP *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$10,000,000	-\$10,000,000	\$0

18. GROW YOUR OWN EDUCATOR PROGRAMS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$5,000,000	-\$5,000,000	\$0

19. PERSONAL FINANCIAL LITERACY *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$5,000,000	-\$5,000,000	\$0

20. HIGH COST TRANSPORTATION AID [LFB Paper 639]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$15,007,600	-\$9,120,000	\$5,887,600

Governor: Provide \$7,503,800 annually above base level funding of \$19,856,200 for high

cost transportation aid. It is estimated that this amount would fully fund payments to eligible districts in each year. Additionally, modify statutory language to eliminate the \$200,000 cap for payments for districts that qualified for aid in the previous year, but did not qualify in the current year. As a result, payments to all school districts receiving aid under the program would be prorated at the same rate.

Under current law, school districts qualify for high cost transportation aid if they meet the following eligibility requirements: (a) a transportation cost per member greater than 140% of the state average in the prior year; and (b) a pupil population density of 50 pupils per square mile or less, calculated by dividing the school district's membership in the previous school year by the district's area in square miles. Any district that qualified for aid in the preceding school year but is ineligible for aid in the current school year is eligible to receive an amount equal to 50% of its prior year award, with the sum of all payments under this provision not to exceed \$200,000 in any fiscal year. In 2021-22, 192 districts were eligible for aid under the program, and payments to those districts were prorated at 66.8%. Eleven districts had been eligible in the previous year but did not meet the eligibility requirements in the current year, and received payments equal to 52.8% of the maximum amount for which they were eligible (50% of their prior year payment).

Joint Finance: Provide \$2,943,800 annually for high cost transportation aid, a decrease of -\$4,560,000 annually below the Governor's recommendation. It is estimated that the funding would reimburse 75% of eligible costs. Additionally, modify statutory language to eliminate the \$200,000 cap for payments for districts that qualified for aid in the previous year, but did not qualify in the current year.

21. PUPIL TRANSPORTATION AID

Governor/Joint Finance: Modify statutory language to increase the reimbursement rate for pupils transported over 12 miles to and from school in the regular school year from \$375 to \$400 beginning in the 2023-24 school year. It is estimated that the current funding level (\$24.0 million GPR) would fully fund payments at the increased rate.

<u>Mileage</u>	<u>Current Law</u>		<u>Bill</u>	
	<u>School Year</u>	<u>Summer School</u>	<u>School Year</u>	<u>Summer School</u>
0-2 miles (hazardous area)	\$15	--	\$15	---
2-5 miles	35	\$10	35	\$10
5-8 miles	55	20	55	20
8-12 miles	110	20	110	20
Over 12 miles	375	20	400	20

22. DRIVER EDUCATION AID [LFB Paper 640]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$6,500,000	- \$6,500,000	\$0

Governor: Provide \$6,500,000 beginning in 2024-25 in a new, annual appropriation for driver education aid to reimburse eligible programs for the cost of providing driver education to low income pupils.

Define a driver education program as an instructional program in driver education approved by DPI and operated by a driver school or a qualified driver education provider, which would include school boards, operators of an independent charter school, and cooperative educational service agencies. Specify that eligible pupils would be pupils who qualified for free or reduced-price lunch in the federal school lunch program in the previous school year. Provide that in order to receive grants, qualified driver education providers would have to: (a) demonstrate to DPI that the provider waived the fees it would otherwise charge for eligible pupils; and (b) by October 1, 2024, and annually thereafter, report the number of eligible pupils who enrolled in and successfully completed its driver education program in the previous school year and the amount charged to a pupil who was not an eligible pupil to enroll in and complete the program in the previous year. Require DPI to calculate the amount paid to each qualified driver education provider by multiplying the number of eligible pupils reported as having successfully completed a program in the previous school year by the amount that the provider reported that it charged a pupil who was not an eligible pupil in the previous year. Provide that DPI could promulgate rules to implement and administer this program

Joint Finance: Provision not included.

23. SPARSITY AID

GPR	\$1,260,400
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Governor: Provide \$630,200 annually over base level funding of \$27,983,800 for sparsity aid.

Under current law, districts qualify for \$400 per pupil if, in the prior school year, they had an enrollment of less than 745 pupils and had a population density of fewer than 10 pupils per square mile of district attendance area. Districts qualify for \$100 per pupil if, in the prior school year, they had an enrollment between 745 and 1,000 pupils and a population density of fewer than 10 pupils per square mile of district attendance area. If funding is insufficient, payments are prorated. In 2022-23, 150 districts qualified for \$400 per pupil aid and 33 districts qualified for \$100 per pupil aid. Payments were prorated at 98%.

Additionally, modify the provision that exists under current law under which any district that qualified for sparsity aid in one year but did not qualify the following year due to an increase in its enrollment is eligible to receive 50% of its prior year award. Instead, allow a district that loses its eligibility as a result of an increase in its enrollment or its pupil population density to

receive up to 50% of its prior year award. Two districts (Brodhead and Lancaster Community) qualified for aid under this provision in 2022-23. This modification would first apply to sparsity aid in the 2023-24 school year.

Joint Finance: Provide \$630,200 annually over base level funding for sparsity aid, but do not include the statutory language changes proposed by the Governor.

24. GRANTS TO REPLACE CERTAIN RACE-BASED NICKNAMES, LOGOS, MASCOTS, AND TEAM NAMES *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

25. SCHOOL LIBRARY AIDS REESTIMATE

SEG	\$14,000,000
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Governor/Joint Finance: Reestimate school library aids by \$7,000,000 annually. Base level funding is \$45,000,000 annually. Revenues are from interest earned on the segregated common school fund, administered by the Board of Commissioners of Public Lands.

26. SCHOOL-BASED MENTAL HEALTH SERVICES GRANT

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$0	\$30,000,000	\$30,000,000

Joint Finance: Provide a one-time increase of \$15,000,000 in each year of the biennium above base level funding of \$10,000,000 for grants for school-based mental health services. Specify that beginning in the 2023-24 school year and in each year thereafter, DPI would be required to award a grant to each school board and independent charter school operator in an amount determined as follows: (a) divide the number of pupils enrolled in the school district or charter school in the current school year by the total number of pupils enrolled statewide in school districts and independent charter schools; and (b) multiply the quotient by the total amount appropriated for the current school year. Modify statutory language to indicate that the grants are for the purpose of collaborating with mental health providers, rather than community mental health agencies as under current law. Delete current law specifying that grants are awarded under a competitive grant program, and school boards and independent charter schools can apply for a grant individually or as a consortium. Delete current law specifying that DPI would establish by rule the criteria used to award grants, and requiring DPI to award at least \$3,250,000 in grants annually beginning in the 2018-19 school year.

27. GRANTS TO LAKELAND STAR ACADEMY

GPR	\$750,000
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Joint Finance: Provide \$250,000 in 2023-24 and \$500,000 in 2024-25 in one-time funding in a new appropriation for grants to the Lakeland STAR Academy. Require DPI to distribute the amount in the appropriation in each fiscal year of the biennium to the Lakeland Union High School

District for distribution to Lakeland STAR Academy. Specify that the appropriation would be repealed on July 1, 2025.

28. ROBOTICS LEAGUE PARTICIPATION GRANTS

GPR	\$500,000
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Joint Finance: Provide \$250,000 annually above base-level funding of \$500,000 for the robotics league participation grants.

Additionally, modify statutory language to specify that the maximum grant award would be \$6,000, rather than \$5,000 as under current law.

29. SHARED SCHOOL DISTRICT SERVICES

Joint Finance: Provide \$5,000,000 GPR in the Joint Finance Committee supplemental appropriation for shared school district services. The fiscal effect of this item is shown under "Program Supplements."

30. RECOVERY SCHOOL GRANTS

Joint Finance: Provide \$500,000 GPR annually in the Joint Finance Committee supplemental appropriation for a grant program for recovery high schools, which are public, private, or tribal high schools specifically designed for pupils in recovery from a substance use disorder. Create a new, annual appropriation under DPI for the grants. The fiscal effect of this item is shown under "Program Supplements."

Choice, Charter, and Open Enrollment

1. MILWAUKEE PRIVATE SCHOOL CHOICE PROGRAM FUNDING [LRB Paper 106]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$39,474,300	\$85,519,200	\$124,993,500
GPR Effect of Aid			
Reductions	<u>22,799,700</u>	<u>- 1,486,900</u>	<u>21,312,800</u>
Net GPR	\$62,274,000	\$84,032,300	\$146,306,300

Governor: Provide \$9,827,900 in 2023-24 and \$29,646,400 in 2024-25 over base year funding of \$244,416,600 for the Milwaukee private school choice program to reflect changes in

pupil participation and per pupil payments under the bill. This would reflect an increase in pupil participation from 28,100 pupils in 2022-23 to an estimated 28,300 pupils in 2023-24 and 2024-25. The table below shows the per pupil payments under the bill based on the increase in the per pupil adjustment under revenue limits provided in the bill.

Per Pupil Payments Under the Bill, 2023-24 and 2024-25

	<u>Current Law</u>	<u>Bill</u>	
	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>
K-8	\$8,399	\$8,773	\$9,468
9-12	9,045	9,419	10,114
Change to prior year		374	695

Under current law, the estimated cost to the state of the payments from the Milwaukee choice program appropriation is partially offset by a reduction (after consideration of aid paid to the City of Milwaukee to defray the choice levy) in the general school aids otherwise paid to the Milwaukee Public Schools (MPS) by an amount equal to 3.2% of the total cost of the program in 2023-24 and 0.0% of the total cost of the program in 2024-25. Under revenue limits, MPS may levy property taxes to make up for the amount of general aid lost due to this reduction (less the amount of high poverty aid paid to MPS, which would be eliminated under another provision of the bill).

Under the bill, the aid reduction for MPS would decrease by \$7,340,600 in 2023-24 and \$15,459,100 in 2024-25 from the base choice reduction of \$15,459,100. The net general fund fiscal effect for the Milwaukee program would be increased expenditures of \$17,168,500 in 2023-24 and of \$45,105,500 in 2024-25.

The total change in funding provided for the Milwaukee choice program under this item includes the following changes attributable to other modifications made to the program under the bill, and summarized under other summary items: (a) capping program participation; (b) counting certain pupils enrolled in four-year-old kindergarten as 1.0 pupil for membership purposes; and (c) modifying the payment indexing mechanism.

Joint Finance: Provide \$55,752,000 in 2023-24 and \$69,241,500 in 2024-25 relative to base level funding for the Milwaukee private school choice program. This would represent an increase of \$45,924,100 in 2023-24 and \$39,595,100 in 2024-25 compared to the bill.

As a result of these changes, the total cost of the program would equal an estimated \$300,168,600 in 2023-24 and \$313,658,100 in 2024-25. The aid reduction would be equal to \$9,605,400 in 2023-24 and \$0 in 2024-25, for a net GPR cost of \$290,563,200 in 2023-24 and \$313,658,100 in 2024-25.

Under the Joint Finance provisions and the provisions of 2023 Wisconsin Act 11, the per pupil payment for K-8 pupils is estimated to increase from \$8,399 in 2022-23 to \$9,893 in 2023-24 and \$10,237 in 2024-25, and the per pupil payment for 9-12 pupils is estimated to increase from

\$9,045 in 2022-23 to \$12,387 in 2023-24 and \$12,731 in 2024-25.

2. RACINE AND STATEWIDE PRIVATE SCHOOL CHOICE PROGRAM FUNDING
[LRB Paper 106]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$78,195,000	\$91,675,300	\$169,870,300
GPR Effect of Aid			
Reductions	<u>- 87,075,600</u>	<u>- 87,170,200</u>	<u>- 174,245,800</u>
Net GPR	- \$8,880,600	\$4,505,100	- \$4,375,500

Governor: Provide \$31,135,100 in 2023-24 and \$47,059,900 in 2024-25 over base year funding of \$172,417,000 for the Racine and statewide private school choice programs to reflect changes in pupil participation and per pupil payments under the bill.

The table below shows the per pupil payments under the bill based on the increase in the per pupil adjustment under revenue limits provided in the bill.

Per Pupil Payments Under the Bill, 2023-24 and 2024-25

	<u>Current Law</u>	<u>Bill</u>	
	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>
K-8	\$8,399	\$8,773	\$9,468
9-12	9,045	9,419	10,114
Change to prior year		374	695

Estimated per pupil participation in each year of the biennium is shown in the following table.

Estimated Racine and Statewide Private School Choice Program Participation

	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>
Racine	3,800	3,900	3,900
Statewide	<u>16,500</u>	<u>18,900</u>	<u>18,900</u>
Total	20,300	22,800	22,800

Under current law, the cost of payments for legacy pupils (pupils who first participated in the programs in the 2014-15 school year or earlier) is fully funded through GPR. Payments for all other pupils are fully funded through an aid reduction in the general school aids that would otherwise be paid to those pupils school districts of residence. School districts receive a revenue

limit adjustment equal to the amount of the aid reduction in the current year.

Under the bill, the aid reduction for the programs would total \$197,749,500 in 2023-24 and \$214,307,700 in 2024-25 from the base choice aid reduction of \$162,490,800. The net general fund fiscal effect for the Racine and statewide programs would be decreased expenditures of \$4,123,600 in 2023-24 and decreased expenditures of \$4,757,000 in 2024-25 compared to the base.

The total change in funding provided for the Racine and statewide choice programs under this item includes the following changes attributable to other modifications made to the program under the bill, and summarized under other summary items: (a) capping program participation; (b) counting certain pupils enrolled in four-year-old kindergarten as 1.0 pupil for membership purposes; and (c) modifying the payment indexing mechanism.

Joint Finance: Provide \$66,987,400 in 2023-24 and \$102,882,900 in 2024-25 relative to base level funding for the statewide and Racine private school choice programs. These funding adjustments would represent changes to the bill of \$35,852,300 in 2023-24 and \$55,823,000 in 2024-25.

As a result of these changes, the total cost of the program would equal an estimated \$239,404,400 in 2023-24 and \$275,299,900 in 2024-25. The aid reduction would be equal to \$231,056,900 in 2023-24 and \$268,170,500 in 2024-25, for a net GPR cost of \$8,347,500 in 2023-24 and \$7,129,400 in 2024-25.

Under the Joint Finance provisions and the provisions of 2023 Wisconsin Act 11, the per pupil payment for K-8 pupils is estimated to increase from \$8,399 in 2022-23 to \$9,893 in 2023-24 and \$10,237 in 2024-25, and the per pupil payment for 9-12 pupils is estimated to increase from \$9,045 in 2022-23 to \$12,387 in 2023-24 and \$12,731 in 2024-25.

3. **PRIVATE SCHOOL CHOICE PROGRAMS AND SPECIAL NEEDS SCHOLARSHIP PROGRAM -- CAP PARTICIPATION AT 2023-24 LEVELS**
(Removed from budget consideration pursuant to Joint Finance Motion #10)

4. **PRIVATE SCHOOL CHOICE AND SPECIAL NEEDS SCHOLARSHIP PROGRAMS -- TEACHER LICENSURE REQUIREMENT** *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

5. **PRIVATE SCHOOL CHOICE AND SPECIAL NEEDS SCHOLARSHIP PROGRAMS -- INFORMATION REQUIRED ON PROPERTY TAX BILL** *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

6. SPECIAL NEEDS SCHOLARSHIP PROGRAM FUNDING [LRB Paper 106]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	-\$11,110,700	\$13,021,300	\$1,910,600
GPR Effect of Aid			
Reductions	<u>11,110,700</u>	<u>- 13,021,300</u>	<u>- 1,910,600</u>
Net GPR	\$0	\$0	\$0

Governor: Reduce funding by \$6,513,900 in 2023-24 and \$4,596,800 in 2024-25 from base level funding of \$40,626,800 for the special needs scholarship program to reflect changes in pupil participation and per pupil payments under the bill. This would reflect changes in pupil participation from 2,150 pupils in 2022-23 to 2,600 pupils in 2023-24 and 2024-25. Based on the increase in the per pupil revenue limit adjustment provided in the bill, the per pupil payment under the program would increase from \$13,076 in 2022-23 to \$13,450 in 2023-24 and \$14,145 in 2024-25.

Under current law, the cost of payments for pupils attending a private school under the special needs scholarship program are fully offset through an aid reduction in the general school aids that would otherwise be paid to those pupils' school districts of residence and a corresponding revenue limit increase.

The total change in funding provided for the program under this item includes the following changes attributable to other modifications made to the program under the bill, and summarized under other summary items: (a) capping program participation; (b) counting certain pupils enrolled in four-year-old kindergarten as 1.0 pupil for membership purposes; (c) modifying the payment indexing mechanism; and (d) deleting the actual cost reimbursement provision.

Joint Finance: Reduce funding by \$2,605,800 in 2023-24 and increase funding by \$4,516,400 in 2024-25 relative to base level funding for the special needs scholarship program. These funding adjustments would represent changes to the bill of \$3,908,100 in 2023-24 and \$9,113,200 in 2024-25.

As a result of these changes, the total cost of the program, and the associated aid reductions, would equal an estimated \$38,021,000 in 2023-24 and \$45,143,200 in 2023-24.

Under the Joint Finance provisions and the provisions of 2023 Wisconsin Act 11, the per pupil payment is estimated to increase from \$13,076 in 2022-23 to \$15,065 in 2023-24 and \$15,409 in 2024-25.

7. SPECIAL NEEDS SCHOLARSHIP PROGRAM -- DELETE ACTUAL COST REIMBURSEMENT PROVISION *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

8. **SPECIAL NEEDS SCHOLARSHIP PROGRAM -- PRIVATE SCHOOL ACCREDITATION** *(Removed from budget consideration pursuant to Joint Finance Motion #10)*
9. **SPECIAL NEEDS SCHOLARSHIP PROGRAM -- RELIGIOUS ACTIVITY OPT-OUT** *(Removed from budget consideration pursuant to Joint Finance Motion #10)*
10. **INDEPENDENT CHARTER SCHOOL PROGRAM FUNDING** [LRB Paper 106]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$33,286,600	\$56,096,400	\$89,383,000
GPR Effect of			
Aid Reductions	<u>- 15,105,900</u>	<u>- 27,450,900</u>	<u>- 42,556,800</u>
Net GPR	\$18,180,700	\$28,645,500	\$46,826,200

Governor: Provide \$5,918,400 in 2023-24 and \$15,230,400 in 2024-25 as a reestimate of sum sufficient funding in the main appropriation for the independent charter school program. Base level funding is \$86,584,100.

The main appropriation for the program currently funds payments to charter schools that the City of Milwaukee, UW-Milwaukee, UW-Parkside, and the Lac Courte Oreilles Ojibwe College contract to operate. The Administration estimates that 9,533 pupils in 2023-24 and 9,793 pupils in 2024-25 will attend schools funded from this appropriation and that, based on the relevant provisions in the bill, the per pupil payment under the program would increase from \$9,264 in 2022-23 to \$9,638 in 2023-24 and \$10,333 in 2024-25.

Provide \$5,317,000 in 2023-24 and \$6,820,800 in 2024-25 as a reestimate of sum sufficient funding in the appropriation for independent charter schools authorized by the Office of Educational Opportunity (OEO) in the UW System. Base level funding is \$9,805,000.

The Administration estimates that 1,569 pupils in 2023-24 and 1,609 pupils in 2024-25 will attend schools funded from this appropriation. DPI pays the operators of these charter schools the same per pupil payment as other independent charter schools.

Pupils that attend charter schools authorized by the OEO or the Lac Courte Oreilles Ojibwe College are counted by their district of residence for revenue limit and general aid purposes. DPI is required to reduce the district's general aid payment in an amount equal to the total of the per pupil payments made for pupils residing in the district. Districts are not allowed to levy to backfill, or replace, that aid reduction. By law, there is no general aid reduction related to payments to schools authorized by the City of Milwaukee, UW-Milwaukee, and UW-Parkside.

Under the bill, the aid reduction for these pupils would increase by \$6,565,200 in 2023-24 and \$8,540,700 in 2024-25 from the base reduction of \$13,664,900. The net general fund fiscal effect for the charter program would be increased expenditures of \$4,670,200 in 2023-24 and

\$13,510,500 in 2024-25.

The total change in funding provided for the charter program under this item includes the changes attributable to other provisions in the bill, and summarized under other summary items, related to modifying the payment indexing mechanism for the program and counting full-day four-year-old kindergarten pupils as 1.0 pupil for payment purposes.

Joint Finance: Provide \$22,572,700 in 2023-24 and \$28,901,500 in 2024-25 as a reestimate of sum sufficient funding in the main appropriation for the independent charter school program. This would represent an increase of \$16,654,300 in 2023-24 and \$13,671,100 in 2024-25 compared to the bill.

Provide \$16,209,700 in 2023-24 and \$21,699,100 in 2024-25 as a reestimate of sum sufficient funding in the appropriation for independent charter schools authorized by the OEO. This would represent an increase of \$10,892,700 in 2023-24 and \$14,878,300 in 2024-25 compared to the bill.

The aid reductions for these pupils would increase by \$18,383,900 in 2023-24 and \$24,172,900 in 2024-25 from base. The net general fund fiscal effect for the independent charter program would be increased expenditures of \$20,398,500 in 2023-24 and \$26,426,700 in 2024-25.

Under the Joint Finance provisions and the provisions of 2023 Wisconsin Act 11, the per pupil payment for the independent charter school program is estimated to increase from \$9,264 in 2022-23 to \$11,385 in 2023-24 and \$11,729 in 2024-25.

11. CHOICE, CHARTER, AND OPEN ENROLLMENT PAYMENT INDEXING MECHANISM *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

12. OPEN ENROLLMENT AID TRANSFER AMOUNT -- SPECIAL EDUCATION *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

13. INDEPENDENT CHARTER SCHOOLS -- DRIVER EDUCATION PROGRAM FEES *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

14. CHOICE AND CHARTER PAYMENT ADJUSTMENTS

Joint Finance: Pursuant to 2023 Wisconsin Act 11, an additional adjustment amount would be added to the current law indexing mechanism in 2023-24 for the per pupil payments under the private school choice, special needs scholarship, and independent charter school programs. The adjustments would be equal to a specified percentage of the \$11,000 per pupil low revenue adjustment amount under Act Wisconsin 11. Table 1 shows, for each program, the percent of the low revenue adjustment amount and the dollar figure for the additional adjustment amount in 2023-24.

TABLE 1

Additional 2023-24 Per Pupil Payment Adjustment Amounts

	Percent of 2023-24 low revenue <u>adjustment amount</u>	<u>Dollar amount</u>
Private school choice - K-8 pupil	10.0%	\$1,100
Private school choice - 9-12 pupil	26.8	2,948
Special needs scholarship	14.5	1,595
Independent charter school	15.7	1,727

Also under 2023 Wisconsin Act 11, an additional factor would be added to the indexing mechanism for each of the program payments in 2024-25 and each year thereafter. For the private school choice program payment for pupils in grades 9-12, the special needs scholarship program, and the independent charter school program, the additional amount would equal the change in the low revenue adjustment amount between the previous school year and the current school year, if positive. For the private school choice program payment for pupils in grades K-8, the additional amount would equal 90% of the change in the low revenue adjustment amount between the previous school year and the current school year, if positive.

Table 2 shows the estimated per pupil payments for each program under the Joint Finance provisions and the provisions of 2023 Wisconsin Act 11.

TABLE 2

Per Pupil Payments Under Joint Finance and Act 11

	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>
Private school choice - K-8 pupil	\$8,399	\$9,893	\$10,237
Private school choice - 9-12 pupil	9,045	12,387	12,731
Special needs scholarship	13,076	15,065	15,409
Independent charter school	9,264	11,385	11,729

School District Operations and Curriculum

- 1. COMPUTER SCIENCE COURSE REQUIRED IN CURRICULUM** *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

2. **PROHIBIT VAPING ON SCHOOL PROPERTY** *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

3. **OPIOID ANTAGONIST AVAILABILITY IN SCHOOLS** *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

Administrative and Other Funding

1. STANDARD BUDGET ADJUSTMENTS [LFB Paper 105]

	Governor		Jt. Finance		Net Change	
	(Chg. to Base)		(Chg. to Gov)			
	Funding Positions		Funding Positions		Funding Positions	
GPR	-\$758,200	0.00	-\$651,800	0.00	-\$1,410,000	0.00
FED	6,000	0.00	- 730,200	0.00	- 724,200	0.00
PR	<u>- 170,700</u>	<u>- 1.00</u>	<u>0</u>	<u>0.00</u>	<u>- 170,700</u>	<u>- 1.00</u>
Total	-\$922,900	- 1.00	-\$1,382,000	0.00	-\$2,304,900	- 1.00

Governor: Provide adjustments to the base totaling -\$379,100 GPR, \$3,000 FED, -\$58,100 PR, and -1.0 PR positions in 2023-24 and -\$379,100 GPR, \$3,000 FED, and -\$112,600 PR in 2024-25 for: (a) turnover reduction (-\$488,800 GPR and -\$547,600 FED annually); (b) full funding of continuing position salaries and fringe benefits (-\$179,000 GPR, \$521,700 FED, and -\$17,700 PR annually); (c) overtime (\$274,100 GPR, \$41,800 FED, and \$13,900 PR annually); (d) night and weekend differential pay (\$55,400 GPR, \$400 FED, and \$200 PR annually); (e) removal of non-continuing elements from the base (-\$54,500 PR and -1.0 PR positions in 2023-24 and -\$109,000 PR in 2024-25); and (f) lease and directed moves costs (-\$40,800 GPR and -\$13,300 FED annually).

Joint Finance: Increase the rate used to calculate turnover reduction from 3% to 5% for all appropriations subject to a 3% turnover rate. Reduce funding under the turnover reduction standard budget adjustment by -\$325,900 GPR annually and -\$365,100 FED annually.

2. FUEL AND UTILITIES REESTIMATE

GPR	\$154,000
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Governor/Joint Finance: Provide \$74,700 in 2023-24 and \$79,300 in 2024-25 to reflect estimated costs for fuel and utilities for the state residential schools. Base level funding is equal to \$428,300 annually.

3. DEBT SERVICE REESTIMATE [LFB Paper 106]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	-\$15,500	\$542,900	\$527,400

Governor: Modify funding by -\$69,200 in 2023-24 and \$53,700 in 2024-25 as a reestimate of debt service payments for the state residential schools. Annual base level funding is \$904,700.

Joint Finance: Reestimate debt service by \$138,400 in 2023-24 and \$404,500 in 2024-25.

4. DELETE LAPSE OF TEACHER LICENSING FEES *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR-REV	-\$800,000	\$800,000	\$0
PR-REV	<u>800,000</u>	<u>-800,000</u>	<u>0</u>
Total	\$0	\$0	\$0

5. STIPEND PROGRAMS FOR FUTURE EDUCATORS, LIBRARIANS, AND COOPERATING TEACHERS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$11,483,000	-\$11,483,000	\$0

6. MENTAL HEALTH TRAINING PROGRAMS [LFB Paper 655]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$1,160,000	-\$1,160,000	\$0

Governor: Provide \$580,000 annually above base level funding of \$420,000 for mental health training programs. Require DPI to provide training to individuals employed by an out-of-school-time program, in addition to the other staff required under current law. Additionally, add suicide prevention to the topics required to be included in the trainings.

Under current law, DPI is required to provide training to school district staff and the instructional staff of independent charter schools regarding the following: (a) screening, brief interventions, and referral to treatment (SBIRT); (b) trauma sensitive schools; and (c) youth mental

health first aid.

Joint Finance: Provision not included.

7. STAFF SUPPORT FOR STATE PROGRAMS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base) Funding Positions		Jt. Finance (Chg. to Gov) Funding Positions		Net Change Funding Positions	
GPR	\$758,700	4.00	-\$758,700	- 4.00	\$0	0.00

8. ACADEMIC AND CAREER PLANNING [LFB Paper 656]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$704,000	-\$704,000	\$0

Governor: Provide \$322,500 in 2023-24 and \$381,500 in 2024-25 over annual base level funding of \$1,100,000. This funding would be used to support the academic and career planning program that was created in the 2013-15 budget.

Under current law, the State Superintendent is required to do the following: (a) ensure that every school board is providing academic and career planning services to pupils in grades 6-12; and (b) procure, install, and maintain information technology, including computer software, to be used statewide by school districts to provide academic and career planning services. DPI provides districts with computer software for college and career planning, and maintains contracts with each of the twelve cooperative educational service agencies (CESAs) to support academic and career planning, including subsidizing the cost of academic and career planning coordinators in each CESA.

Joint Finance: Provision not included.

9. GENERAL EDUCATION DEVELOPMENT TEST FEE PAYMENTS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$500,000	-\$500,000	\$0

10. WISCONSIN SEAL OF BILITERACY *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$310,500	-\$310,500	\$0

11. AGENCY SUPPLIES AND SERVICES FUNDING INCREASE *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$179,600	-\$179,600	\$0

12. EQUITY OFFICER POSITION *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base) Funding Positions		Jt. Finance (Chg. to Gov) Funding Positions		Net Change Funding Positions	
GPR	\$171,100	1.00	-\$171,100	- 1.00	\$0	0.00

13. GRADUATION ALLIANCE *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$4,000,000	-\$4,000,000	\$0

14. WISCONSIN READING CORPS [LFB Paper 657]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$3,000,000	-\$3,000,000	\$0

Governor: Provide \$1,000,000 in 2023-24 and \$2,000,000 in 2024-25 above base level funding of \$2,000,000 to support literacy tutoring services provided through the Wisconsin Reading Corps. State funding was first appropriated for the organization in 2017-18.

Joint Finance: Provision not included.

15. ADULT LITERACY GRANTS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$1,485,000	- \$1,485,000	\$0

16. THE LITERACY LAB [LFB Paper 657]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$1,445,000	- \$1,445,000	\$0

Governor: Provide \$75,000 in 2023-24 and \$1,370,000 in 2024-25 to The Literacy Lab, a Virginia nonstock corporation, to provide an evidence-based literacy intervention program in public schools located in the cities of Milwaukee and Racine.

Joint Finance: Provision not included.

17. REACH OUT AND READ [LFB Paper 657]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$500,000	- \$500,000	\$0

Governor: Provide \$250,000 annually to Reach Out and Read, Inc., a Massachusetts nonstock corporation, for an early literacy program operated in Wisconsin to support integration of books and reading into pediatric care and encourage families to read aloud together.

Joint Finance: Provide \$500,000 GPR in 2023-24 under the existing Department of Health Services appropriation for the program. (The fiscal effect is shown under DHS.)

18. MENTOR GREATER MILWAUKEE *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
GPR	\$100,000	- \$100,000	\$0

19. PROGRAM REVENUE REESTIMATES

PR	\$2,904,400
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Governor/Joint Finance: Reestimate program revenue by \$1,452,200 annually. The reestimate includes \$5,900 annually in the appropriation for personnel licensure; -\$125,100 annually in the appropriation for school lunch handling charges; \$1,561,400 annually in the appropriation for data processing; and \$10,000 annually in the appropriation for leasing space at the Wisconsin Educational Services Program for the Deaf and Hard of Hearing and Wisconsin Center for the Blind and Visually Impaired.

20. PUBLIC LIBRARY AID [LFB Paper 658]

	Governor (Chg. to Base)	Jt. Finance (Chg. to Gov)	Net Change
SEG	\$14,000,000	- \$8,000,000	\$6,000,000

Governor: Provide \$7,000,000 annually above base level funding of \$20,013,100 for public library system aid. The segregated revenue is provided from the state universal service fund, which receives its funding through assessments on annual gross operating revenues from intrastate telecommunications providers.

Joint Finance: Provide \$2,000,000 in 2023-24 and \$4,000,000 in 2024-25 above base level funding of \$20,013,100 for public library system aid, a reduction of \$5,000,000 in 2023-24 and \$3,000,000 in 2024-25 relative to the amounts in the bill.

21. RECOLLECTION WISCONSIN

SEG	\$450,000
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Governor/Joint Finance: Provide \$150,000 in 2023-24 and \$300,000 in 2024-25 for Recollection Wisconsin, and require the State Superintendent to annually distribute the funding to Wisconsin Library Services, Inc. (WiLS) to support the digitization of historic materials in public libraries throughout the state. Create an annual, sum certain SEG appropriation for this purpose. The segregated revenue would be provided from the universal service fund, which receives its funding through assessments on annual gross operating revenues from intrastate telecommunications providers.

Recollection Wisconsin is a consortium administered by WiLS, a nonprofit organization of Wisconsin libraries and other organizations, with the Wisconsin Historical Society, UW-Milwaukee, UW-Madison, the Milwaukee Public Library, Marquette University, and DPI also serving as governing partners. Its purpose is to collect digital historical resources from Wisconsin libraries, archives, museums, and historical societies, and make them publicly available.

22. BADGERLINK AND NEWSLINE FOR THE BLIND

SEG	\$307,000
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Governor/Joint Finance: Provide \$104,000 in 2023-24 and \$203,000 in 2024-25 above base level funding of \$3,283,300 to maintain the current level of services provided through

BadgerLink and Newslin for the Blind.

BadgerLink is an online library that contracts with vendors to provide access to licensed content such as magazines, newspapers, scholarly articles, videos, images, and music. Newslin for the Blind provides access to newspapers on a daily basis for people who cannot read print newspapers via an automated electronic voice that can be accessed using a telephone. The segregated revenue is provided from the state universal service fund, which receives its funding through assessments on annual gross operating revenues from intrastate telecommunications providers.

23. LIBRARY SERVICES CONTRACTS

SEG	\$29,800
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Governor/Joint Finance: Provide \$29,800 beginning in 2024-25 above base level funding of \$1,367,700 to fully fund the cost of statutorily-required library service contracts for resources of specialized library materials and other information.

DPI contracts with four service providers: (a) the Milwaukee Public Library; (b) the University of Wisconsin-Madison; (c) the Wisconsin Talking Book and Braille Library; and (d) the Cooperative Children's Book Center. DPI indicated that projected costs for each of the contracts will increase over the biennium due to general operating cost increases, and insufficient funding would result in a cap on the amount of material that can be requested from the Milwaukee Public Library and the UW-Madison library. The segregated revenue is provided from the state universal service fund, which receives its funding through assessments on annual gross operating revenues from intrastate telecommunications providers.

24. BULLYING PREVENTION GRANTS *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

25. HEALTH PROBLEMS EDUCATION PROGRAM *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

26. PUPIL ASSESSMENT

GPR	- \$2,000,000
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Joint Finance: Reduce funding by \$1,000,000 annually from base level funding of \$16,558,400 for pupil assessment.

27. SPECIAL OLYMPICS

GPR	\$200,000
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Joint Finance: Provide an increase of \$100,000 annually above base level funding of \$100,000 for the Special Olympics.

28. DELETE VACANT POSITIONS

GPR	- 6.18
FED	- 4.85
PR	- <u>0.70</u>
Total	- 11.73

Joint Finance: Delete 6.18 GPR positions, 4.85 FED positions, and 0.70 PR positions that have been vacant for more than 18 months.

29. ONLINE EARLY LEARNING PILOT PROGRAM [LFB Paper 659]

Joint Finance: Modify the nonstatutory language that created the program under 2019 Act 170 to specify that the repeal of the appropriation for the online early learning program would take effect on July 1, 2027, rather than July 1, 2023. Delete language requiring that the contract require the service provider to administer the early learning program in the school districts described under Act 170 from July 1, 2020, to June 30, 2023. Delete language referring to the three years of the contract.

Under the online early learning program, DPI is required to contract with a service provider to conduct an early learning pilot program to provide online instruction in reading, math, and science to help low-income children transition to kindergarten.