

Revised
July 2009

Application for Initial Funding under the State Fiscal Stabilization Fund Program

**CFDA Numbers: 84.394 (Education Stabilization Fund) and
84.397 (Government Services Fund)**



**U.S. Department of Education
Washington, D.C. 20202**

**OMB Number: 1810-0690
Expiration Date: 9/30/2009**

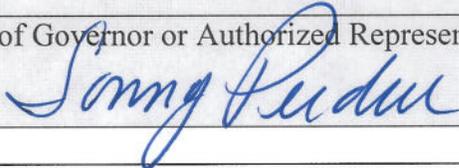
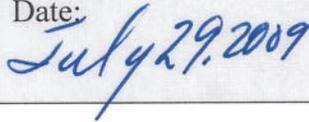
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STATE FISCAL STABILIZATION FUND APPLICATION

**PART 1: APPLICATION COVER SHEET
(CFDA Nos. 84.394 and 84.397)**

| | |
|--|--|
| Legal Name of Applicant (Office of the Governor): Office of the Governor State of Georgia | Applicant's Mailing Address: 203 State Capitol Atlanta, GA 30334 |
| State Contact for the Education Stabilization Fund (CFDA No. 84.394) Name: Teresa MacCartney Position and Office: Division Director, Educational Development Division Governor's Office of Planning and Budget Contact's Mailing Address: 270 Washington Street SW, Suite 8011 Atlanta, GA 30334 Telephone: 404-656-7908 Fax: 404-656-3828 E-mail address: teresa.maccartney@opb.state.ga.us | State Contact for the Government Services Fund (CFDA No. 84.397) <i>(Enter "same" if the same individual will serve as the contact for both the Education Stabilization Fund and the Government Services Fund.)</i> Name: Same Position and Office: Contact's Mailing Address: Telephone: Fax: E-mail address: |

| | |
|--|--|
| To the best of my knowledge and belief, all of the information and data in this application are true and correct. | |
| Governor or Authorized Representative of the Governor (Printed Name): Governor Sonny Perdue | Telephone: 404-651-7789 |
| Signature of Governor or Authorized Representative of the Governor:  | Date:  |

| | |
|---|------------|
| Recommended Statement of Support from the Chief State School Officer (Optional): The State educational agency will cooperate with the Governor in the implementation of the State Fiscal Stabilization Fund program. | |
| Chief State School Officer (Printed Name): | Telephone: |
| Signature of the Chief State School Officer: | Date: |

PART 4, SECTION C: MAINTENANCE-OF-EFFORT BASELINE DATA

SPECIAL NOTES:

- A State has some flexibility in determining the “levels of State support” for MOE purposes. For example, for the purpose of the elementary and secondary education MOE requirements, a State may use the level of support that the State provides through its primary elementary and secondary funding formulae, or it may use other relevant data. See Appendix C – Instructions for Part 4: Maintenance of Effort.

1. Levels of State support for elementary and secondary education (the amounts may reflect the levels of State support on either an aggregate basis or a per-student basis):

FY 2006 \$ 7,207,931,010
FY 2009* \$ 8,348,948,047
FY 2010* \$ 8,190,214,365
FY 2011* \$ 8,190,214,365

(* Provide data to the extent that data are currently available.)

2. Levels of State support for public institutions of higher education (enter amounts for each year):

FY 2006 \$ 1,857,805,192
FY 2009* \$ 2,014,844,212
FY 2010* \$ 1,969,899,584
FY 2011* \$ 1,969,899,584

(* Provide data to the extent that data are currently available.)

3. Additional Submission Requirements: In an attachment to the application –

- (a) Identify and describe the data sources used in determining the levels of State support for elementary and secondary education; - and -
- (b) Identify and describe the data sources used in determining the levels of State support for public IHEs.

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July 29, 2009

PART 5, SECTION A: STATE USES OF THE EDUCATION STABILIZATION FUND

SPECIAL NOTES:

- Section A of Part 5 requests data on the Education Stabilization Fund (CFDA No. 84.394). In completing this portion of the application, please refer to Appendix D – Instructions for Part 5: State Uses of Funds.
- At a later date, the Department will collect data on the levels of State support for elementary, secondary, and postsecondary education in FY 2011.
- These data may differ from the data in the levels of support for maintenance-of-effort purposes. See instructions in Appendix D.
- The term “postsecondary education” refers to public IHEs.

1. Levels of State Support for Elementary, Secondary, and Postsecondary Education

Provide the following data on the levels of State support for elementary, secondary, and postsecondary education:

- (a) Level of State support for elementary and secondary education in FY 2008 provided through the State’s primary elementary and secondary education funding formulae \$ 8,612,388,951
- (b) Level of State support for public IHEs in FY 2008 \$ 2,158,266,886
- (c) Level of State support for elementary and secondary education in FY 2009 provided through the State’s primary elementary and secondary education funding formulae FY09: 9,029,364,842
AFY09 \$ 8,348,948,047
- (d) Level of State support for public IHEs in FY 2009 FY09 \$ 2,298,052,299
AFY09 \$ 2,014,844,212
- (e) Level of State support for elementary and secondary education in FY 2010 provided through the State’s primary elementary and secondary education funding formulae FY10 budget: \$ 8,190,214,365
FY 10 Formula \$ 9,388,467,798
- (f) Level of State support for public IHEs in FY 2010 \$ 1,969,899,584

Additional Information: Did the State, prior to October 1, 2008, approve formula increases to support elementary and secondary education in FY 2010 or 2011, or to phase in State equity and adequacy adjustments?*

Yes No

* See Appendix D Worksheets for further guidance on how such increases affect a State’s “use of funds” calculations.

JM
July 29, 2009

2. State's Primary Education Funding Formulae

Additional Submission Requirement: In an attachment to the application, identify and describe each of the State's primary elementary and secondary education funding formulae that were used in determining the calculations provided above for the levels of State support for elementary and secondary education.

3. Data on State Support for Postsecondary Education

Additional Submission Requirement: In an attachment to the application, identify and describe the specific State data sources that were used in determining the calculations provided above for the levels of State support for public IHEs.

4. Restoration Amounts

Based on the Worksheets included in Appendix D, calculate and provide the amount of Education Stabilization funds that the State will use to restore the levels of State support for elementary, secondary, and postsecondary education in FYs 2009 and 2010. As explained in the Instructions in Appendix D, a State must determine the amount of funds needed to restore fully the levels of State support for elementary, secondary, and postsecondary education in FY 2009 before determining the amount of funds available to restore the levels of such support in FY 2010.

SPECIAL NOTES:

- At a later date, the Department will collect data on the amount of funds, if any, that remain available to (1) restore the levels of State support for elementary, secondary, and postsecondary education in FY 2011, and (2) award subgrants to local educational agencies (LEAs) based on their proportionate shares of funding under Part A of Title I of the ESEA.
- The calculations for these data must be based on the State's total Education Stabilization Fund allocation as reflected in Appendix A and not on the State's initial Education Stabilization Fund award.
- Although the State must follow the Instructions in Appendix D, in order to determine the amount of funds that LEAs and IHEs will receive under the program (i.e., the "restoration amounts"), the Governor has discretion in determining when to release these funds to LEAs and IHEs.

(a) Amount of the State's total Education Stabilization Fund allocation to be used to restore the level of State support for elementary and secondary education in FY 2009

\$ 680,416,795

(b) Amount of the State's total Education Stabilization Fund allocation to be used to restore the level of State support for public IHEs in FY 2009

\$ 283,208,087

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July 29, 2009

Revised Stabilization Application

On May 28, 2009, Governor Perdue revised the revenue estimate for state general funds, as passed in House Bill 118 for the Amended Fiscal Year 2009 Budget by \$274,342,946, from \$18,903,699,531 to \$18,629,356,585 due to declines in revenue collections. The Governor directed the Office of Planning and Budget to withhold 25 percent of allotment requests for the month of June to meet this revision.

Georgia continues to weather the challenges of this economic downturn, ending the current fiscal year below the revenues previously projected. The percentage decrease year-to-date for FY09 compared to FY08 was 10.5 percent. Key components of the state tax stream including individual income tax, sales and use tax, and corporate income tax continue to be affected.

In order to be cautious and maintain a balanced budget in FY 2010, Governor Perdue directed the Office of Planning and Budget to withhold 5 percent from state agencies allotment requests. Beginning with the August FY 2010 monthly allotment, OPB instructed each state agency to take appropriate action to control expenditures and withhold 5% from allotment requests. The Department of Education was instructed to withhold 3% from allotment request for K-12 schools.

In addition to the 5% reduction of agency allotments, OPB is withholding funds for the equivalent of 3 furlough days for all state employees over the course of the first half of Fiscal Year 2010, not to exceed a total of 12 furlough days for the year for employees already on furlough plans.


-1/17/09

Stabilization Funding for Georgia

| | FY 2009 | | FY 2010 | | Total |
|----------------------|--------------------|-------------------|--------------------|-------------------|---------------|
| | Shortfall for K-12 | Shortfall for IHE | Shortfall for K-12 | Shortfall for IHE | |
| Original Application | 541,851,271 | 243,978,449 | 385,213,612 | 89,755,763 | 1,260,799,095 |
| Revised Application | 680,416,795 | 283,208,087 | 233,286,548 | 63,887,665 | 1,260,799,095 |

| State of Georgia Maintenance of Effort | | | |
|--|----------------------|---------------------|--|
| K-12 | Original Application | Revised Application | |
| FY 2006 | 7,207,931,010 | 7,207,931,010 | |
| FY 2009 | 8,487,513,571 | 8,348,948,047 | |
| FY 2010 | 8,485,600,646 | 8,190,214,365 | |
| FY 2011 | 8,485,600,646 | 8,190,214,365 | |

| State of Georgia Maintenance of Effort | | | |
|--|----------------------|---------------------|--|
| Higher Education | Original Application | Revised Application | |
| FY 2006 | 1,857,805,192 | 1,857,805,192 | |
| FY 2009 | 2,054,073,850 | 2,014,844,212 | |
| FY 2010 | 2,087,681,927 | 1,969,899,584 | |
| FY 2011 | 2,087,681,927 | 1,969,899,584 | |

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5/17/09