

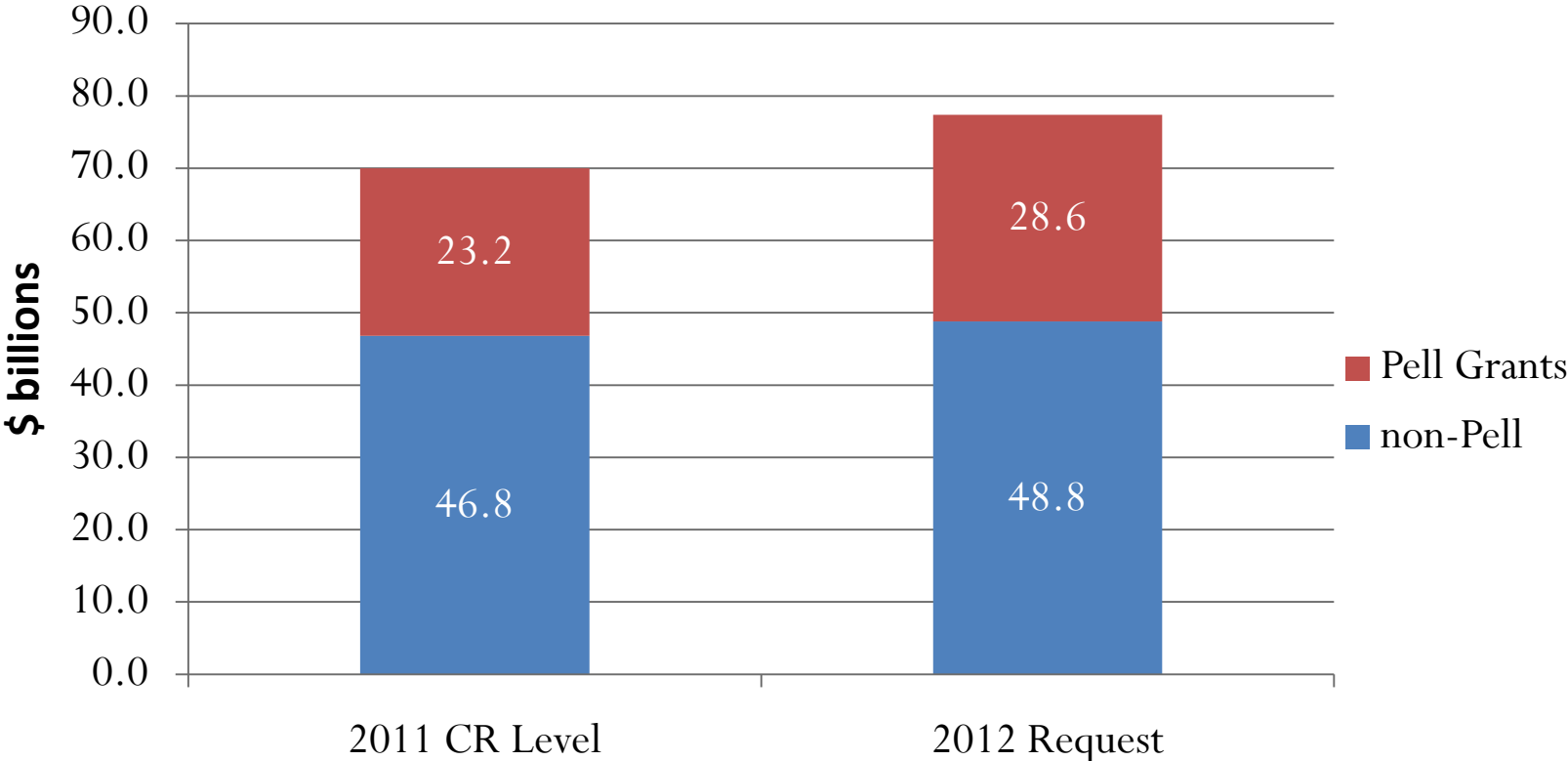
Fiscal Year 2012 Department of Education Budget Request

Stakeholder Briefing

February 14, 2011

The President's Budget Request for the Department of Education

Department of Education Discretionary Budget



The President's FY 2012 Budget

- The President's overall FY 2012 Budget will put us on a path toward fiscal sustainability in the next few years.
 - It includes a 5 year freeze on discretionary spending, other than for national security, which requires tough choices since every decision to invest necessitates cuts somewhere else.
- The President's Budget makes it clear that education remains a priority for the Administration.
- Education's investments are focused on 5 core priorities:
 - Early Learning
 - Innovation and Reform
 - Protecting Formula Programs for At-Risk Populations
 - Building Excellent Instructional Teams
 - College Access and Completion

Early Learning Agenda

- Early Learning Challenge Fund: \$350 million
- IDEA Grants for Infants and Families: \$489 million, an increase of \$50 million
- IDEA Preschool Grants: Continued support at \$374 million
- Promise Neighborhoods: \$150 million, an increase of \$140 million, with a priority for Early Learning
- Head Start at \$8.1 billion and Child Care at \$6.3 billion complement ED early learning initiatives

Innovation and Reform

- Race to the Top: \$900 million
- Investing in Innovation: \$300 million
- Expanding Educational Options: \$372 million for Choice and Charter School Program and \$110 million for Magnet Schools, an increase of \$10 million
- Joint Labor/Education Workforce Innovation Fund: Over \$50 million in Adult Education and \$30 million in Vocational Rehabilitation
- PROMISE (Promoting Readiness of Minors in Supplemental Security Income): \$30 million for a new pilot demonstration program
- Access through Cloud Computing: \$10 million to improve access to technology for individuals with disabilities.
- Statewide Data Systems: \$100 million, a \$42 million increase
- R & D Investments: ARPA-ED: \$90 million to support innovation in early learning through postsecondary education and \$60 million increase for IES Research & Evaluation programs.

Protecting Formula Programs for At-Risk Populations and Supporting Student Success

Protecting formula funding for students at-risk

- College- and Career-Ready Students (Title I): \$300 million increase for State and District Grants and \$54 million increase for School Turnaround Grants
- IDEA: \$200 million increase for Part B Grants to States and \$50 million increase for Part C Infants and Families
- English Learner Education: \$750 million
- Maintained funding for Migrant Students, Neglected and Delinquent Children and Youth, Homeless Children and Youth, Indian Education, Native Hawaiian, Alaska Native, Rural Education, and Impact Aid programs

Supporting Student Success

- 21st Century Community Learning Centers: \$1.27 billion, \$100 million increase
- Promise Neighborhoods: \$150 million, a \$140 million increase
- Successful, Safe, and Healthy Students: \$365 million

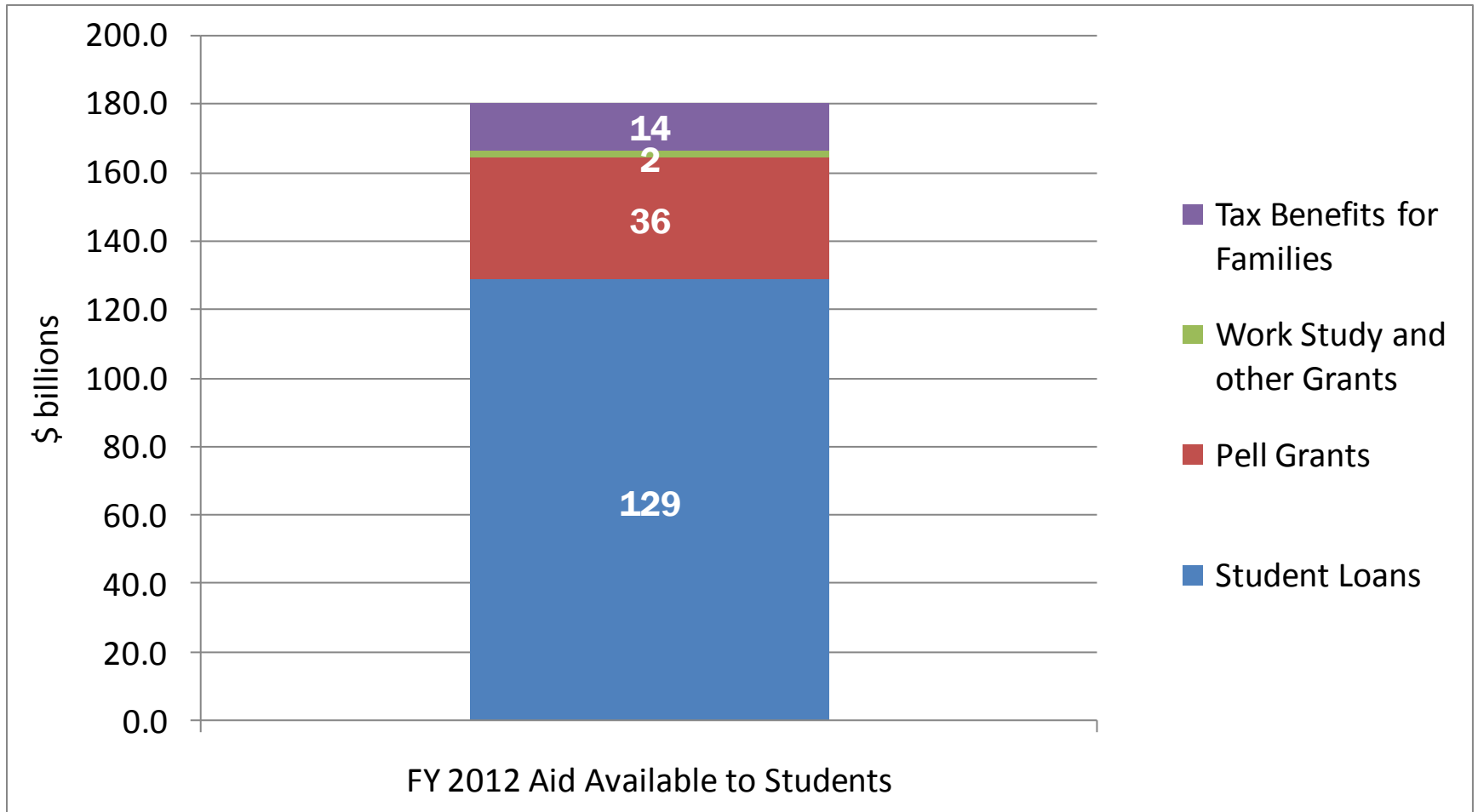
Building Excellent Instructional Teams

- Supporting Great Teachers and Leaders:
 - Effective Teacher and Leader State Grants: \$2.5 billion
 - Teacher and Leader Innovation Fund: \$500 million
- Teacher and Leader Preparation and Licensure:
 - Teacher and Leader Pathways: \$250 million
 - Presidential Teaching Fellows: \$185 million for scholarships for high-achieving students to teach in high-need schools
 - Hawkins Centers of Excellence: \$40 million for teacher preparation at minority serving institutions
- Teaching and Learning:
 - Effective Teaching & Learning for a Complete Education: \$835 million for programs to provide students with a well-rounded education

Improving Outcomes for Adult Learners and Career and Technical Education

- Adult Education State Grants: \$635 million, \$50 million for the Workforce Innovation Fund (WIF).
- Vocational Rehabilitation State Grants: \$3.1 billion for Vocational Rehabilitation State Grants, \$30 million for the Workforce Innovation Fund.
- Perkins Career and Technical Education: Difficult decision to reduce funding to \$1 billion, a reduction of \$264 million.

Postsecondary Student Aid Increased Nearly 30% Between FY 2009 and FY 2012



Approximately 16 million students would receive aid from ED programs

Growth in the Pell Grant Program Poses a Significant Challenge in FY 2012

- Discretionary costs for Pell Grants have more than doubled since FY 2008 as a result of:
 - Demographic changes and increases in the number of eligible students
 - Increases to the maximum award
 - “Second Pell”
 - Need analysis changes that enable many students to qualify larger awards
- Increased funding in the President’s Budget and the proposed Pell Protection Act would maintain the \$5,550 maximum grant and ensure Pell’s long-term sustainability by:
 - Suspending the “Second Pell”
 - Reducing loan subsidies for graduate and professional students
 - Allowing borrowers with split loans to simplify servicing
 - Protecting and expanding Perkins Loans

Additional Investments Supporting College Access and Completion

- First in the World competition: \$125 million for an i3 like program to support innovative approaches to college completion and productivity
- College Completion Incentive Grants: \$50 million in FY 2012 and \$1.25 billion over 5 years to encourage States and colleges to increase the number of students completing college
- Supports for low-income students:
 - TRIO: \$920 million, a \$67 million increase for a new Upward Bound competition
 - GEAR UP: \$323 million
- Minority Serving Institutions:
 - Aid for Institutional Development programs: \$485 million discretionary and \$167 million in mandatory funding
 - Aid for Hispanic-Serving Institutions programs: \$128 million discretionary and \$112 million in mandatory funding
 - Hawkins Centers of Excellence: \$40 million for teacher preparation at MSIs