

# Every Student Succeeds Act

**Fiscal Requirements** 

Title I Administrative Meeting – May 18, 2016

#### No Child Left Behind Every Student Succeeds

Section 1120A – Fiscal Requirements

Section 1118 – Fiscal Requirements





#### **Three Fiscal Pillars**

- Maintenance of Effort
- Comparability
- Supplement not Supplant



#### What's the same?

#### - Maintenance of Effort

An LEA may receive Title I funds for any fiscal year only if the SEA finds that the LEA has maintained the agency's fiscal effort in accordance with section 8521

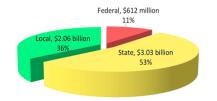




Section 1118(a)

#### What's the same?

#### - Comparability



An LEA may receive Title I funds only if State and local funds will be used in Title I schools to provide services that, taken as a whole, are at least comparable to services in non-Title I schools



Section 1118(c)(1)(A)





#### What's the same?

- Supplement not supplant

Section 1118(b) of the ESEA, as amended by the ESSA, retains the general requirement that Title I funds supplement and not supplant State and local funds.



# But ...

a team of negotiators from various groups ran into problems when they tried to create supplement not supplant rules.



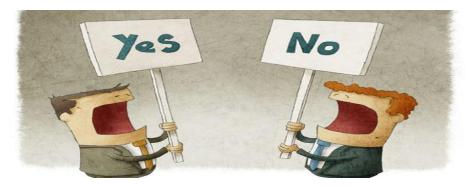
# Why ...



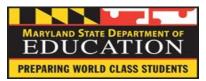
The language the US Department of Education proposed to negotiators included a requirement that LEAs prove that their distribution of State and local funds to Title I schools on a per-pupil basis is at least equal to the average per-pupil expenditure in non-Title I schools.



**State and local administrators objected vigorously.** They said that it would create massive disruptions in LEA operations by forcing teacher transfers between schools.



And they also argued it was a sneaky and improper maneuver by the Education Department to try to equalize per-pupil spending between schools.





The US Department of Education is expected to develop revised draft Fiscal regs. However,

 ESSA requires that those draft regs be reviewed by Congress for a 15 day period before being published in the Federal Register for comment.





It's possible that whatever the Department comes up with will be challenged in court, or halted through new legislation.



U.S. Sen. Lamar Alexander, R-Tenn. recently told U.S. Secretary of Education John B. King, Jr., that his department's proposal, "amounts to an attempt to rewrite the law."





#### What's new?

- New fiscal reporting requirement

Section 1111(h)(1)(C)(x) requires SEAs and LEAs to report the per-pupil expenditures of Federal, State, and local funds, including <u>actual</u> personnel expenditures and <u>actual</u> non-personnel expenditures, for each school and LEA on State and local report cards.



