



July 1, 2013

On March 1, 2013, President Obama signed the sequester budget cuts into effect. While these cuts will impact education programming, the U.S. Department of Education (ED) has reported that forward-funded programs – those that receive majority of funding on July 1 for use in the following fiscal year, will not be retroactively cut back. Therefore, any resulting budget reductions will be implemented with allocations for the 2013-2014 fiscal year.

The sequestration reduces funding levels for 2013-2014 school year programs, but it does not change the underlying statutory requirements that govern program operations. *There is no change in maintenance of effort requirements, supplement not supplant rules, hold-harmless requirements or state or local reservations of funding for required activities.*

The across-the-board cuts in funding are set at approximately 5 percent overall. In the District of Columbia, the sequestration will result in the loss of nearly \$3 million in Title I Grants to Local Education Agencies (LEA) another \$650,000 in Title II Grants, and an estimated \$900,000 in IDEA Part B Grants to States. Other federal grants will be impacted as well. These reductions affect not only the allocations to LEAs, but the funding of state-level activities within the Office of the State Superintendent of Education (OSSE). Differences in poverty levels and numbers of students served are factored into the funding formulas and may result in a greater or lesser reduction for individual LEAs. This information will allow you to plan your federal budgets appropriately, but with the knowledge that revisions may be required.

Table A below shows the allocations for federal grants received in SY 2012-2013 and expected allocations for SY 2013-2014, as well as the variance between those years. The following programs are included: Title I, Parts A, C and D; Title II, Part A; Title III, Part A; Title IV Part B; Title VII, Part B; IDEA Part B and IDEA Preschool; Carl D. Perkins CTE Title I; Adult Education and Literacy Education, Head Start, District of Columbia Tuition Assistance (DCTAG), Personal Responsibility Education Program (PREP); and Child Care Development Fund.

OSSE will continue to update your estimated allocations and share any further information received from ED after final allocations for each state are determined.

Should you have any questions, please feel free to contact the Office of Grants Management and Compliance at [osse.grantscompliance@dc.gov](mailto:osse.grantscompliance@dc.gov).



**Table A: List of Federal Funds Impacted by Sequestration and Potential Job Losses**

Federal Award Program	Grant Number	SY 2012-13 Funding Levels	SY 2013-14 Funding Levels	Variance	Percent Adjustment	Potential # of FTEs Affected *
ESEA, Title I, Part A Grant to Local Educational Agencies	32010A	\$46,617,803	\$44,058,210	(\$2,559,593)	-5.49%	0
ESEA, Title I, School Improvement Grant (SIG)	32010A	\$1,506,996	\$1,429,465	(\$77,531)	-5.14%	0
ESEA, Title I Part D	32010A	\$261,618	\$247,437	(\$14,181)	-5.42%	0
ESEA, Title II, Part A Improving Teacher Quality	32367A	\$11,493,668	\$10,844,660	(\$649,008)	-5.65%	0
ESEA, Title III, Part A English Language Learners	32365A	\$709,422	\$894,422	\$185,000	26.08%	0
ESEA, Title IV, Part B: 21st Century Community Learning Centers	32287C	\$5,643,199	\$5,361,039	(\$282,160)	-5.00%	0
Individual with Disabilities Education Act, Part B (611 & 619)	32027A 32173A	\$17,319,779	\$16,394,803	(\$924,976)	-5.34%	0
Individual with Disabilities Education Act, Part C	32173A	\$2,170,499	\$2,061,974	(\$108,525)	-5.00%	0
CTEA Title I, Carl D Perkins	32048A	\$4,214,921	\$4,214,921	\$0	0.00%	0
Adult Basic and Literacy Education (AEFLA and WIA §503)	32002A	\$1,299,005	\$1,234,054	(\$64,950)	-5.00%	0
Head Start (HAS §639)	31HSSC	\$125,000	\$118,413	(\$6,587)	-5.27%	0
Child Care Development Fund	32CCDF	\$9,856,524	\$9,592,046	(\$264,478)	-2.68%	0
District of Columbia Tuition Assistance Grant	32378A	\$30,000,000	\$28,500,000	(\$1,500,000)	-5.00%	0
Personal Responsibility Education Program	03PREP	\$250,000	\$237,500	(\$12,500)	-5.00%	0
<b>Total</b>		<b>\$131,468,434</b>	<b>\$124,951,444</b>	<b>(\$6,279,489)</b>		

\*state-wide estimate