

extensive and management of some schools can modernise them only with difficulty. Wider use of material resources is apparent in secondary schools, mainly within the teaching of vocational subjects.

CSI evaluated the **financial conditions** in schools and school facilities of all types of founders according to indicators decisive for determining the amount of funding to be provided from the state budget in compliance with Section 161 of the Education Act. Monitored indicators were evaluated both at the republic-wide level and at the level of individual regions as well as by types of school. Some selected indicators were evaluated per performance unit. The total costs of education and expenditure of the state budget (namely the direct costs for education) became the basis for evaluation of spending on education.

Moreover, the stated data also include evaluation of economic conditions in **408** schools and school facilities in the calendar years 2005 and 2006 as the **first evaluated period** and in a further **737** schools and school facilities in the calendar years 2006 and 2007 as the **second evaluated period**.

a) The first evaluated period

Total non-investment expenditure in the monitored schools and school facilities, which was CZK 3,774,051,537 in the first evaluated period, increased in comparison with the previous period by 7.1% and state budget expenditure rose by 7.3%. State budget expenditure included not only subsidies to schools and school facilities provided under Sections 160 through 162 of the Education Act but also funds earmarked for development programmes pursuant to Section 163, which accounted for 23.4% in 2005 and 24.6% in 2006.

Table 5: Selected economic indicators in evaluated schools and school facilities in 2006

Total non-investment expenditure (NIE) in 2005	3 524 540 742,-- CZK
- of which from the state budget	2 832 888 869,-- CZK
Total NIE in 2006	3 774 051 537,-- CZK
- of which from the state budget	3 038 394 570,-- CZK
Subsidies from the state budget – Sec. 160-162 – actual expenditure of 2006	2 295 878 684,-- CZK
Direct costs of education – Sec. 160, (1) (c) and (d)	1 435 237 588,-- CZK
Normative expenditure of the Czech Rep. (calculated minimum for 2006)	1 256 968 554,-- CZK
Comparison of total NIE in 2006 with total NIE in 2005	107,1 %
Comparison of total NIE covered from the state budget in 2006 and in 2005	107,3 %
Proportion of direct education costs in total expenditure of the state budget 2006)	62,5 %
Level of funding (2006)	114,2 %

Note: The data 'from the state budget' also include money drawn on EU funds for education

The subsidy for activities, amounting to CZK 1,435,237,588, was provided to schools and school facilities established by municipalities, the association of municipalities and regions.