

# Using Federal Funds to Support AI in Education: U.S. Department of Education Guidance (2025)

The U.S. Department of Education affirms that **federal formula and discretionary funds may** be used to support the responsible integration of artificial intelligence (AI) to improve teaching, learning, and student outcomes.

Al should **support—not replace—educators** and be aligned with statutory and regulatory requirements.

#### Allowable Uses of Federal Funds

#### 1. AI-Based Instructional Materials

- Develop or purchase Al-powered tools that adapt to learner needs
- Expand access to high-quality, personalized learning materials
- Train educators, providers, and families to use AI responsibly

## 2. AI-Enhanced Tutoring

- Implement intelligent tutoring systems for individualized support
- Use hybrid models combining human tutors with AI platforms
- Leverage AI diagnostics and scheduling to match students with services

# 3. Al for College & Career Navigation

- Platforms that help students explore careers and pathways
- Virtual advising for course planning, financial aid, and transitions
- Predictive models to identify students needing additional support

## **Principles for Responsible AI Use**

- **Educator-led** Al supports teachers, tutors, advisors, and leaders
- **Ethical** Teach students to evaluate and appropriately use Al
- Accessible Ensure usability for students, families, and staff with disabilities
- **Transparent & Explainable** Parents and stakeholders should understand how Al systems function
- Data-Protective Comply with FERPA and other federal privacy laws

## **Key Takeaways**

Schools and districts can confidently use **existing federal education funds** to responsibly adopt AI tools and practices that:

- Support learners
- Empower educators
- Strengthen the education system