Proposal

- $136 million increase over FY12
  - “Winners”
    - 484 districts receive an increase in state aid
    - $179.8 million
  - “Losers”
    - 97 districts receive a cut in state aid
    - $40.4 million
Changes to the Formula: Revised Costs

- Revised costs using same formula from SFRA with updated data
  - Base: $105 per pupil increase
  - Special ed excess costs: $3,127 per pupil increase

- Updated special education classification rates (state averages)
  - Special Ed: 14.69% to 14.70%
  - Speech Only: 1.897 to 1.770%
Changes to the Formula:
Weight Adjustments

- **At Risk**
  - lowered scale from 0.47 - 0.57 to 0.42 - 0.46
  - $478 to $1,101 less per at risk pupil

- **LEP**
  - Lowered from 0.50 to 0.47
  - $264 less per LEP pupil

- **Combination (LEP & At Risk)**
  - Lowered from 0.125 to 0.1052
  - $196 less per combo pupil (in addition to at risk reduction)
Impact of Weight Adjustments

- Reduces the “cost” of an adequate education by over $460 million statewide or an average of $344 per pupil

- Greatest impact in low-wealth districts:
  - DFG A adequacy budgets reduced by $231 million or $964 per pupil (50% of total reduction)
  - DFG J adequacy budgets reduced by <$1 million or $16 per pupil (1% of total reduction)
Changes to the Formula: Counting Students

- SFRA uses one-time resident enrollment (Oct. 15th count)
- Propose changing to Average Daily Attendance (ADA)
- Threshold set at 96%, districts with lower rates will see aid reduced proportionately
Impact of Change to ADA

- Reduces the “cost” of an adequate education by nearly $270 million statewide, or an average of $198 per pupil.

- Greatest impact in low-wealth districts:
  - DFG A adequacy budgets reduced by $125 million or $522 per pupil (47% of total reduction).
  - DFG J adequacy budgets reduced by <$2 million or $28 per pupil (1% of total reduction).
Adjustment Aid

- Adjustment aid made sure no district got less than 2008-09 aid level
- Proposed change would reduce adjustment aid in over adequacy districts by 50% of the amount the district is over adequacy
“New formula”, already “off formula”: The 5-Year Phase In

- Districts that lose aid will have those reductions phased in over 5 years
- Slowing the move to adequacy for underfunded districts – modified growth caps
  - Instead of seeing 10% or 20% increase each year, the one-year increase is phased in over 5 years
  - Districts won’t see the full amount they are entitled to in FY13 until FY17