

OKLAHOMA

STATE DEPARTMENT *of* EDUCATION



JANET BARRESI

STATE SUPERINTENDENT
of PUBLIC INSTRUCTION

State Aid Funding Formula

***Renée McWaters
Executive Director
State Aid Section***

SCHOOL FINANCE

TECHNICAL ASSISTANCE DOCUMENT

- **SOURCES OF REVENUE**
- **STATE AID FORMULA**
- **PENALTIES / ADJUSTMENTS**
- **SCHOOL CONSOLIDATION / ANNEX.**
- **POLICIES / PROCEDURES**

<http://ok.gov/sde/state-aid>

STATE SOURCES OF REVENUE

STATE - APPROPRIATED REVENUES

\$2.279 BILLION FOR 2011-12:

- ◆ \$ 1.8B FINANCIAL SUPPORT OF SCHOOLS
- ◆ \$401.2M SCHOOL ACTIVITIES (Line items)
- ◆ \$ 33.0M TEXTBOOKS (Flexibility)
- ◆ \$ 3.2M SCH. CONSOLIDATION ASSISTANCE
- ◆ \$ 3.2M TEACHER RETIREMENT SYSTEM

SB 1959 Supplemental Funding

- ❖ \$ 37.6M Certified & Support FBA
- ❖ \$ 14.8M National Board Certification

**STATE AID FORMULA
FOR
OKLAHOMA SCHOOL
DISTRICTS**

FIVE DATA ELEMENTS

- ❑ **ATTENDANCE AUDITS**
- ❑ **SPECIAL EDUCATION COUNTS**
- ❑ **BILINGUAL COUNTS**
- ❑ **CHILD NUTRITION -
FREE / REDUCED-PRICE LUNCH COUNTS**
- ❑ **GIFTED COUNTS**

COMPONENTS OF THE WEIGHTED ADM

**AVERAGE DAILY MEMBERSHIP
WITH GRADE LEVEL WEIGHTS**

SPECIAL CATEGORIES

TIMES EACH CATEGORY WEIGHT

**(Special Education, Economically Disadvantaged, Gifted,
Bilingual)**

TEACHER INDEX

DISTRICT CALCULATIONS:

(Whichever is larger)

SMALL SCHOOL DISTRICT WEIGHT

or

ISOLATION WEIGHT

GRADE WEIGHTS

PK* 3 (3 yr. old w/ IEP)	1.2
Early Child. / PK (Half Day)	0.7
Early Child. / PK (Full Day)	1.3
Kindergarten (Half Day)	1.3
Kindergarten (Full Day)	1.5
1st - 2nd grade	1.351
3rd grade	1.051
4th - 6th grade	1.0
7th - 12th grade	1.2
Out-of-Home Placement	1.5

*PK = Prekindergarten

OUT-OF-HOME PLACEMENT GRADE WEIGHTS

	Grade Weight
OHP1 (12+ Bed Facility)	1.5
OHP2 (10 Bed Facility)	1.8
OHP3 (8 Bed Facility)	2.3
OHP4 (6 Bed Facility)	3.0

GRADE WEIGHTS

			STUDENTS		
PK 3	1.2	x	10	=	12.0
Early Child. / PK (Half Day)	0.7	x	30	=	21.0
Early Child. / PK (Full Day)	1.3	x	60	=	78.0
Kindergarten (Full Day)	1.5	x	100	=	150.0
1st - 2nd grade	1.351	x	200	=	270.2
3rd grade	1.051	x	100	=	105.1
4th - 6th grade	1.0	x	200	=	200.0
7th - 12th grade	1.2	x	<u>300</u>	=	<u>360.0</u>
			1,000		1,196.3

This calculated number will be the Weighted Pupil Grade Level Calculation.

WEIGHTED PUPIL CATEGORIES

SPECIAL EDUCATION WEIGHTS:

LD	0.40	MR (EMH + TMR)	1.30
HI (D + HH)	2.90	ED	2.50
VI	3.80	PH (OI + OHI)	1.20
MH	2.40	D/B	3.80
SI	0.05	TBI	2.40
	Autism		2.40

OTHER CATEGORIES:

Gifted	0.34	Economically	
Bilingual	0.25	Disadvantaged	0.25

WEIGHTED PUPIL CATEGORIES

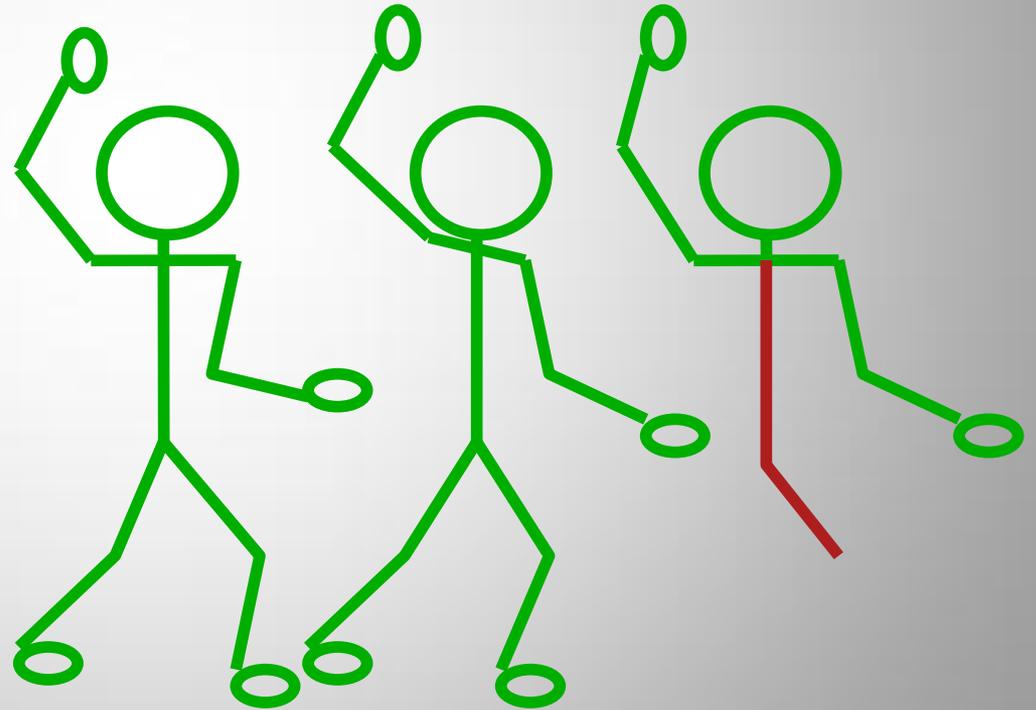
	WEIGHTS		STUDENTS		
Learning Disabled	0.40	x	13	=	5.20
HI (D + HH)	2.90	x	6	=	17.40
Visually Impaired	3.80	x	1	=	3.80
MH	2.40	x	10	=	24.00
Speech Impaired	0.05	x	25	=	1.25
Autism	2.40	x	4	=	9.60
Gifted	0.34	x	100	=	34.00
Bilingual	0.25	x	300	=	75.00
Econ. Disadv.	0.25	x	<u>600</u>	=	<u>150.00</u>
			1,059		320.25

Add the weighted categories computed above. This figure will be the Weighted Pupil Category calculation.

GRADE WEIGHT PLUS SPECIAL CATEGORIES

Autism = 2.4

Grade 1 = 1.351 **Econ. Disadvg. = .25**



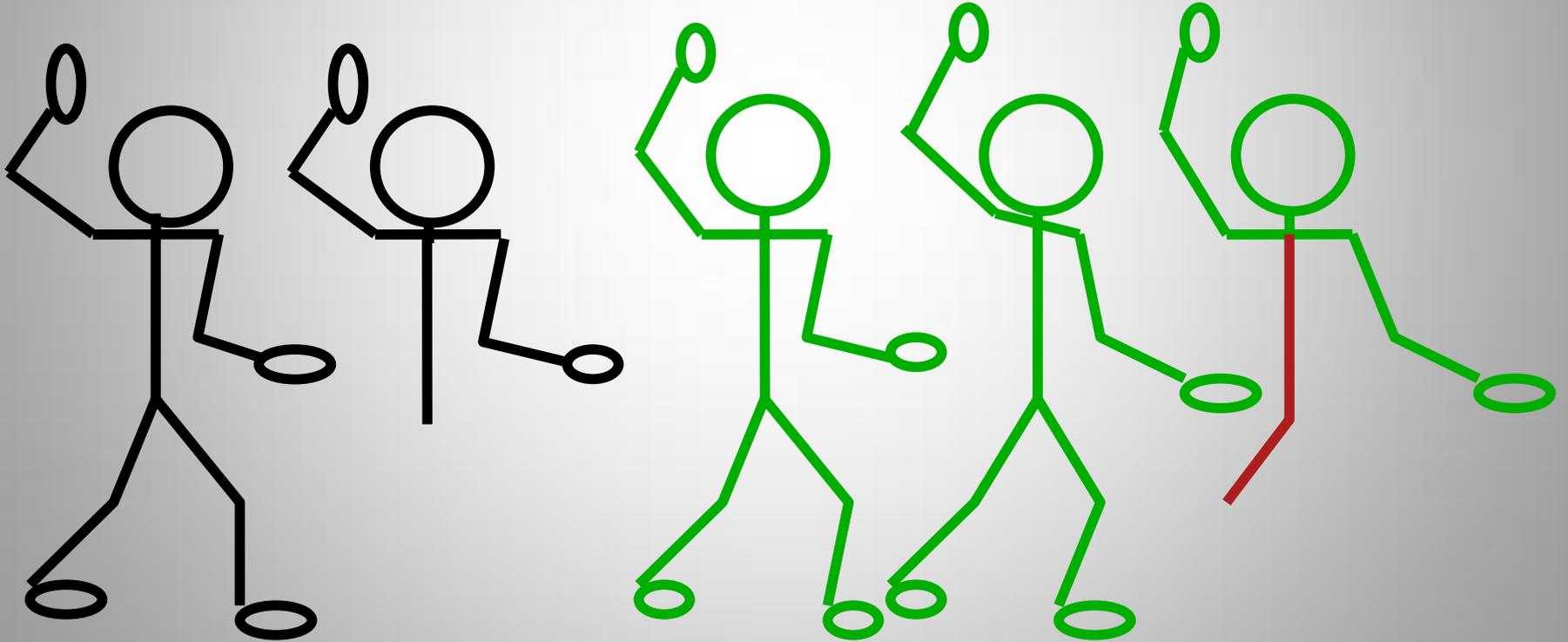
1 = 4.001

GRADE WEIGHT PLUS SPECIAL CATEGORIES

KG = 1.5

Autism = 2.4

Econ. Disadvg. = .25



1 = 4.15

DISTRICT WEIGHTS

TEACHER INDEX

- ✓ **Number of Teachers**
- ✓ **Level of Degree**
- ✓ **Index is determined by comparing district's prior year totals to the state average**

DISTRICT WEIGHTS

SPARSITY / ISOLATION WEIGHT

- ✓ IF DISTRICT AREA IN SQUARE MILES IS GREATER THAN THE STATE AVERAGE AREA IN SQUARE MILES (134):
COMPUTE AREAL DENSITY
- ✓ IF DISTRICT AREAL DENSITY IS LESS THAN 2.33, CALCULATE THE DISTRICT SPARSITY ISOLATION WEIGHT

WADM formula chooses the greater of these two weights

First Year WADM

Title 70 § 3-142v2 Paragraph B:

“The weighted average daily membership for the first year of operation of a charter school shall be determined initially by multiplying the actual enrollment of students as of August 1 by 1.333. The charter school shall receive revenue equal to that which would be generated by the estimated weighted average daily membership calculated pursuant to this subsection. At midyear, the allocation for the charter school shall be adjusted using the first quarter weighted average daily membership for the charter school calculated pursuant to subsection A of this section.”

FOR 2011-12 FORMULA

2009-10 Weighted ADM*

FY10 Raw ADM x Grade Level Weight

Student Category Weights:

Special Education = October 1, 2009

Gifted = October 1, 2009

Bilingual = October 1, 2009

Econ. Disadv. = October 2009

Teacher Index = November 2009

District Weights:

Small School Weight using Final 2010 Raw ADM

Isolation Weight using Final 2010 Raw ADM

Total FY10 Weighted ADM**

2010-11 Weighted ADM*

FY11 Raw ADM x Grade Level Weight

Student Category Weights:

Special Education = October 1, 2010

Gifted = October 1, 2010

Bilingual = October 1, 2010

Econ. Disadv. = October 2010

Teacher Index = November 2010

District Weights:

Small School Weight using Final 2011 Raw ADM

Isolation Weight using Final 2011 Raw ADM

Total FY11 Weighted ADM**

*ADM (Average Daily Membership)

**The higher of the two totals is to be used for the 2011-12 initial allocation in July.

FOR 2011-12 FORMULA

2011-12 Weighted ADM

First Nine-Week Raw ADM x Grade Level Weight

Student Category Weights:

Special Education = October 1, 2011

Gifted = October 1, 2011

Bilingual = October 1, 2011

Econ. Disadv. = October 2011

Teacher Index = November 2011

District Weights:

Small School Weight using 2011-12 First Nine-Week Raw ADM

Isolation Weight using 2011-12 First Nine-Week Raw ADM

Total FY2012 First Nine-Week Weighted ADM***

***The highest of the three totals is to be used for the 2011-12 allocation in January 2012.

Funding for Midyear

Title 70 § 18-200.1 Paragraph B:

“The State Department of Education shall retain not less than one and one-half percent (1.5%) of the total funds appropriated for financial support of schools, to be used to make midyear adjustments in State Aid which shall be reflected in the final allocations.”

2011-12 FORMULA TIMELINES

 **January 15: Notify schools of their new “Final” Tentative Allocation.**

 **Penalties, tax settlements, and unsettled disputes might still change this “Final” Allocation.**

WEIGHTED ADMs

	2009-10	2010-11
WEIGHTED ADM		
AVERAGE DAILY MEMBERSHIP	90.33	101.30
WITH GRADE WEIGHTS	10.56	14.19
SPECIAL ED. WEIGHTS	1.50	4.40
SUMMER PROGRAM	0	0
GIFTED	2.54	2.72
BILINGUAL	25.75	20.25
TEACHER INDEX	6.88	3.08
ECONOMICALLY DISADV.	25.00	20.00
SMALL SCHOOL	14.98	16.38
OR		
ISOLATION	0	0
TOTAL WEIGHTED ADM:	177.54	182.32

WEIGHTED ADMs

FIRST NINE
WEEKS
2011-12

WEIGHTED ADM	2009-10	2010-11	2011-12
AVERAGE DAILY MEMBERSHIP	90.33	101.30	111.64
WITH GRADE WEIGHTS	10.56	14.19	18.33
SPECIAL ED. CHILD COUNT	1.50	4.40	2.45
SUMMER PROGRAM	0	0	0
GIFTED	2.54	2.72	3.70
BILINGUAL	25.75	20.25	22.25
TEACHER INDEX	6.88	3.08	2.98
ECONOMICALLY DISADV.	25.00	20.00	21.75
SMALL SCHOOL	14.98	16.38	18.45
OR			
ISOLATION	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL WEIGHTED ADM:	177.54	182.32	201.55

**SOURCES OF REVENUE
FOR
OKLAHOMA SCHOOL
DISTRICTS**

LOCAL SOURCES OF REVENUE

AD VALOREM TAX LEVY

- **GENERAL FUND - 39 MILLS**
- **BUILDING FUND - 5 MILLS**
- **SINKING FUND***

***AS VOTED FOR BOND ISSUES AND
LEVIED FOR JUDGMENTS**

“CHARGEABLE” REVENUE

AD VALOREM TOTAL

- **“ADJUSTED” REAL PROPERTY**
- **PERSONAL PROPERTY***
- **PUBLIC SERVICE PROPERTY**

***County voted to delete ‘Individual’
Personal Property Tax**

STATE SOURCES OF REVENUE

STATE - DEDICATED REVENUES

- ✓ **GROSS PRODUCTION TAX**
- ✓ **MOTOR VEHICLE COLLECTIONS**
- ✓ **RURAL ELECTRIFICATION
ASSOCIATION (REA) TAX**
- ✓ **STATE SCHOOL LAND EARNINGS**

FEDERAL SOURCES OF REVENUE

- **NATIONAL SCHOOL LUNCH PROGRAM**
- **TITLE I**
- **TITLE II**
- **TITLE VI**
- **SPECIAL EDUCATION**
- **IMPACT AID**
- **ADULT EDUCATION**

2011 TOTAL GENERAL FUND REVENUE SOURCES

<u>SOURCE</u>	<u>AMOUNT</u>	<u>%</u>
LOCAL AND COUNTY	\$ 1,129,890,923	25%
STATE DEDICATED	\$ 415,385,677	9%
STATE APPROPRIATED	\$ 2,144,838,504	49%
FEDERAL	<u>\$ 775,184,295</u>	<u>17%</u>
TOTAL GENERAL FUND	\$ 4,465,299,399	100%

EQUITY IN THE FORMULA



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H O R I Z O N T A L



EXAMPLE OF THE STATE AID FORMULA

FOUNDATION AID: (A)

WEIGHTED ADM Times FOUNDATION AID FACTOR

282.59 X **\$1,587** = \$ 448,470

Minus TOTAL CHARGEABLES - 233,333

\$ 215,137 (A)

TRANSPORTATION AID: (B)

\$ 6,000 (B)

SALARY INCENTIVE AID: (C)

WEIGHTED ADM Times INCENTIVE AID FACTOR

282.59 X **\$72.72** = \$ 20,549.9448

Minus (ADJUSTED AD VALOREM / 1000) 1,010.5555

\$ 19,539.3893

Times 20 = \$ 390,788 (C)

TOTAL STATE AID = (A) + (B) + (C) = \$ 611,925

Revenue Comparison

Revenue Source	District A	District B	Difference
County 4-mill	\$75,000	\$75,000	\$0
School Land	\$25,000	\$25,000	\$0
Gross Production	\$50,000	\$50,000	\$0
State Aid	\$907,000	\$1,222,000	(\$315,000)
Foundation Aid 15 Mills	\$150,000	\$15,000	\$135,000
Incentive Aid 20 Mills	\$200,000	\$20,000	\$180,000
Motor Vehicle	\$25,000	\$25,000	\$0
REA Tax	\$0	\$0	\$0
Total Revenue	\$1,432,000	\$1,432,000	\$0

Revenue Comparison

Revenue Source	District A	Charter A	Difference
County 4-Mill	\$75,000	\$0	(\$75,000)
School Land	\$25,000	\$0	(\$25,000)
Gross Production	\$50,000	\$0	(\$50,000)
State Aid	\$1,050,800	\$1,575,800	\$525,000
Foundation Aid 15 Mills	\$150,000	\$0	(\$150,000)
Incentive Aid 20 Mills	\$200,000	\$0	(\$200,000)
Motor Vehicle	\$25,000	\$0	(\$25,000)
REA Tax	\$0	\$0	\$0
Total Revenue	\$1,575,800	\$1,575,800	\$0

WEIGHTED ADMs

TOTAL WEIGHTED ADM:	2009-10	2010-11	2011-12
TIMES	177.54	182.32	201.55
FORMULA FACTORS *		X	X
TOTAL \$\$		\$ 3,041.40	\$ 3,041.40
EQUALS:		\$ 554,508	\$ 612,994
		JULY FUNDING*	JANUARY FUNDING*

**

****Chargeables Not Considered***

*****Assuming no midyear factor change***

WEIGHTED ADMs

	2009-10	2010-11	2011-12
TOTAL WEIGHTED ADM:	182.32	179.42	175.55
TIMES	X		
FORMULA FACTORS	\$ 3,041.40		
TOTAL \$\$	\$ 554,508		\$ 554,508
EQUALS:	JULY FUNDING*		JANUARY FUNDING*

**Chargeables Not Considered*

***Assuming no midyear factor change*

PAYMENT SCHEDULE

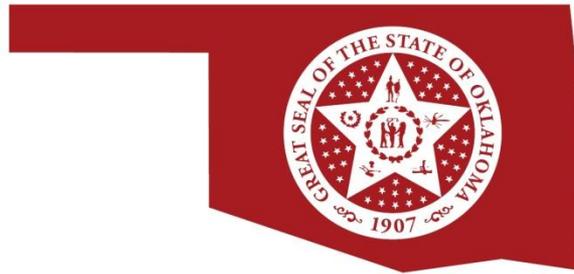
AUGUST	8%	SEPTEMBER	10%
OCTOBER	9%	NOVEMBER	9%
DECEMBER	9%	JANUARY	9%
FEBRUARY	9%	MARCH	9%
APRIL	9%	MAY	10%
JUNE	9%		

ACCUMULATED PERCENTAGE

AUGUST	8%	SEPTEMBER	18%
OCTOBER	27%	NOVEMBER	36%
DECEMBER	45%	JANUARY	54%
FEBRUARY	63%	MARCH	72%
APRIL	81%	MAY	91%
JUNE	100%		

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