

JVSD Foundation Payment Letter Fiscal Year 2022 July Payment on July 15, 2021

GENERAL INFORMATION ON SCHOOL FINANCE PAYMENT REPORT

Payments to Joint Vocational School Districts are made each month. This letter, generated with each foundation payment, provides specific details about updates to payments, including fund deductions, adjustments, and transfers. We strongly encourage you to read this letter as it answers many of your questions regarding your foundation payment and provides links to important reports. The scheduled payment dates for FY2022 are below:

July 15, 2021	January 14, 2022
August 13, 2021	February 15, 2022
September 15, 2021	March 15, 2022
October 15, 2021	April 15, 2022
November 15, 2021	May 13, 2022
December 15, 2021	June 15, 2022

AMENDED SUBSTITUTE HOUSE BILL 110

The recently enacted state budget includes significant changes to the calculation and payment of state foundation funding. One of the biggest changes is a move to fund students where they are educated, rather than where they live. Community school students, STEM school students, students participating in a scholarship program (EdChoice, Cleveland Scholarship, Autism Scholarship, and Jon Peterson Special Needs Scholarship), and students participating in open enrollment will all be directly funded at their educating entity. This change will eliminate the deduction and transfer of funds from resident districts to educating entries for students participating in these school choice options.

These changes will require significant changes to the payment reports, and result in the removal of the lines that reflect fund transfers for open enrollment students, community and STEM schools as well as for scholarship programs.

SCHOOL FINANCE PAYMENT REPORT (SFPR)

SFPR displays information on various funding elements of the foundation formula with all the relevant data elements and calculation parameters. Typically, there are two pages to this report: A 'Summary' page that lists each component of the formula as well as additional aid items with funding transfers and adjustments; and a 'Payment Detail' page that provides data elements, factors and parameters that are utilized in the funding calculations.

The complete implementation of the provisions of the foundation formula based on the new law for FY 2022 requires a complete overhaul of the funding calculation programs. The SFPR and payments for July through September will generally reflect net funding levels equal to FY 2021 levels, with the goal of implementing the new funding calculations enacted under Am. Sub. HB 110 by October.

The July SFPR displays various elements of foundation formula. The bulk of the foundation funding JVS districts receive in FY2022 is based on total calculated funding in FY2019, the amount that appears on line N of the FY2019 SFPR without any adjustments. This means no calculation is called for determining this funding amount. This is reflected on line A as foundation formula funding on the report.

Student Wellness and Success funding is a funding component under FY20 and FY21 'additional aid items' on-line B. This funding element was introduced by Am. Sub. HB 166 for implementation in FY2020. HB 110 repealed the calculation of Student Wellness and Success funding that existed in FY 2020 and FY2021. This action was not resolved until after the development of the FY 2022 transitional SFPR. Future SFPRs will reflect this change.

The FY22 SFPR includes all the funding transfers and adjustments under 'transfers and adjustments' on line D through G, line H reflects the total amount of transfers and adjustments as FY2021 June payment. The 'net state foundation funding' is reflected on line I after all of the transfers and adjustments.

Open Enrollment and Adjustments as was calculated for the FY2021 June payment. HB110 eliminates open enrollment transfers and adjustments in favor of funding these students at their district of education. This action was not resolved until after the development of the FY 2022 transitional SFPR. As a result, the Statement of Settlement directs districts to reflect both positive and negative open enrollment adjustments as unrestricted state grants in aid until the permanent law provisions of HB 110 can be implemented.

STATEMENT OF SETTLEMENT

The adjustments below are applied to the FY 2022 July payment. These items are reflected on the statement of settlement with their respective journal voucher codes for proper accounting. For a complete list and description of JV codes, click [here](#). This payment includes:

- JV09 College Credit Plus Deduction
- JV11 Bus Driver Training