

**TO:** Superintendents and Treasurers of City, Local, Exempted Village School Districts, and Educational Service Centers

**FROM:** Paolo A. DeMaria, Associate Superintendent, Center for School Finance

**RE:** September 2006 Foundation Payment #2

**DATE:** September 22, 2006

This payment reflects the factors based on AM Sub H.B. 66 with modifications implemented for FY2007.

**Note:** 1. The FY2006 calculation of the grade k-3 count as used in the class size reduction PBA calculation has been changed to include community school students grades 1-3. This change also had an impact on the FY2007 PBA calculation as the grade k-3 count is currently based on FY2006 data.

2. Most districts will notice an increase in their parity aid in this payment. This is because North Bass (which has no students) was eliminated from this calculation causing the 80<sup>th</sup> percentile threshold to be higher. This resulted in larger gaps between the threshold and each district's wealth measure.

#### **A. SF-3**

1. Pre-school unit funding has been reduced to 96.052526% of the actual calculation to stay within the appropriation.

#### **B. Statement of Settlement**

1. FY2006 SF-3 ADJUSTMENT (JV05)
2. GIFTED SUPPLEMENT (JV77)
  - Note: This is for the "Special Projects" pilot. The normal Gifted ID payment disbursement will begin in the with district submittal of the Final Expenditure Reports (FER).
3. FY2006 DIVISION OF YOUTH SERVICES (JV35)
4. FY2006 SEC. 3317.O26 Adjustment (JV15)
5. FY2006 SEC. 3317.O27 Adjustment (JV16)
6. FY2006 SEC. 3317.O28 Adjustment (JV17)

**Note:** These three adjustments were re-calculated because some 027 changes were re-certified and the base data changed slightly for the other two. The SF3 used for each adjustment calculation can be viewed from the [FY2006 SF3 reports](#) page.

#### **C. ESC NOTES**

1. State per pupil amount of \$37.00/\$40.52 for multi-county ESC's paid @ 100% for locals, 100% for cities/exempted villages, and 10.76448% for community schools.
2. Pre-school unit funding has been reduced to 96.052526% of the actual calculation to stay within the appropriation.
3. FY2006 ESC ADJUSTMENT (JV26)

4. J40404 K-12 ADM is based on FY2006 district ADM projected for FY2007. The calculation is as follows:

Current Year Formula ADM

+ SF 3 Total Kindergarten \*.5

+ Preschool ADM attending the Educational Service Center

+ SF3 JVSD-1-12 \* .80

+ SF3 JVSD-SE-1-12 \* .80

**D. Miscellaneous**

If there are any questions in regards to the adjustments or the statement of settlement, please contact this office or your area coordinator.