



Paolo A. DeMaria
Associate Superintendent

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: August 2007 Foundation Payment #2

DATE: August 24, 2007

This payment reflects the factors based on Am. Sub. H.B. 119.

A. SF-3

1. ADM data is based on a projected October count ADM as prepared for the budget. These estimates are used for both the October and February count; as such, the ADM values may be slightly overstated.
2. Base Cost funding includes poverty based assistance (PBA) and parity aid and is used to calculate the state share percentage.
3. Base cost funding is the sum of formula aid, PBA and parity aid less the charge-off. This value is used to calculate the state share percentage.

B. Statement of Settlement

1. It was brought to our attention that for a small number of districts the amount of Poverty Based Assistance paid on the statement of settlement did not match what was calculated on the SF-3. The figure on the SF-3 was correct and the figure on the settlement report which was actually paid was overstated. For these districts the Poverty Based Funding was paid as unrestricted aid which was also incorrect. These errors have been corrected and the amounts overpaid will be recovered over the remaining payments in this fiscal year.
2. Tangible Personal Property (TPP) fixed sum tax loss reimbursement (JV24)
3. Tangible Personal Property (TPP) fixed rate tax loss reimbursement (JV25)
4. SF14 Tuition adjustments are included in this payment (JV50, JV51)
5. SF14 H Tuition adjustments are included in this payment (JV52, JV53)

C. ESC Notes

1. The state per pupil amount of \$37.00/\$40.52 for multi-county ESC's is paid @ 100% for locals, 99.81638 % for cities/exempted villages, and 0.00% for community schools.
2. J40404 K-12 ADM is based on FY2007 ADM projected for FY2008.

The calculation is as follows:

Current Year Formula ADM

+ SF3 Total Kindergarten * .5

+ Pre-school 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