



**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:** July 2007 Foundation Payment #1

**DATE:** July 13, 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.
4. The charge-off supplement (gap aid) is calculated and includes the phase-out of gap aid for districts that passed levies raising the equivalent of at least one mill above the gap aid received last fiscal year.
5. The following worksheets are now available: base cost supplements, ESC deduction, scholarship deduction, community school deduction summary report.

### B. Statement of Settlement

1. PBA is no longer restricted for districts who receive less than \$10,000 annually. A line has been added to the Unrestricted Aid section to reflect unrestricted PBA funds and districts receiving less than \$10,000 will see PBA funds reflected in this line and will see a negative adjustment to the Restricted Aid PBA line.
2. Adjustments pursuant to ORC 3317.026, 3317.027 and 3317.028 are included in this payment. These adjustments are made to a district's charge off property valuation and if they result in additional funding or a reduction in funding they will appear on the district's statement of settlement with this payment. A detailed explanation for each can be found by clicking on the following links. The SF-3 used for each adjustment calculation can be viewed from the FY2007 SF-3 reports page.  
A detailed explanation for each can be found by clicking on the following links.
  - [FY2007 SEC. 3317.026](#) Adjustment @ 100% (JV15)
  - [FY2007 SEC. 3317.027](#) Adjustment @ 100% (JV16)
  - [FY2007 SEC. 3317.028](#) Adjustment @ 100% (JV17)
3. SF14 Tuition (JV50, JV51) adjustments are included in this payment.
4. SF14 H Tuition (JV52, JV53) adjustments are included in this payment.



### **C. ESC Notes**

1. The state per pupil amount of \$37.00/\$40.52 for multi-county ESC's is paid @ 100% for locals, 99.88598 % 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