



Department of Education

Ted Strickland, Governor
Deborah S. Delisle, Superintendent of Public Instruction

TO: Superintendents and Treasurers of City, Local, Exempted Village School Districts and Education Service Centers
FROM: Kim Murnieks, Executive Director, Center for School Options and Finance
RE: October 2010 Foundation Payment #2
DATE: October 8, 2010

This payment reflects the factors in Am. Sub. H.B.1 of the 128th General Assembly.

Foundation Payments

Foundation payments are calculated according to the **Evidenced-Based Model (EBM)** and reported on the **Pathway to Student Success (PASS)** form. The PASS worksheet displays the detailed data and calculations that support the funding reported on the PASS form. Reference manuals for the PASS form and the PASS worksheet are posted on the ODE web site. These calculations were updated to reflect FY2011 changes.

EMIS October Count for Funded ADM

For the current payment, FY2010 EMIS data as of 4/23/2010 and FY2010 Community School and EdChoice counts were used in the add-in for the ADM calculation. FY2009 data is still being used for the number of students for the Autism Scholarship add-in.

FY2011 Updates

Community school deductions were updated to the current year deductions.

EdChoice deductions were updated to the current year deductions.

Preschool Units

Preschool unit calculations were paid at 99.652415% in this payment.

Statement of Settlement

SFSF – The percentage of funds provided by State Fiscal Stabilization Funds (fund 532) was updated to 6.972277070%.

JV24 – This payment includes direct reimbursement for the revenue loss associated with the phase-out of tangible personal property fixed sum levies. Spreadsheets showing the offset amount and the direct reimbursement by levy type are available at the Department of Taxation website at http://tax.ohio.gov/divisions/personal_property/PPT_law_changes_070303.stm.



JV25 – This payment includes direct reimbursement for the revenue loss associated with the phase-out of tangible personal property fixed rate levies. Spreadsheets showing the direct reimbursement by levy type are available at the Department of Taxation website at http://tax.ohio.gov/divisions/personal_property/PPT_law_changes_070303.stm.

JV29 – This payment includes adjustments to the tangible personal property tax reimbursements in FY2010 to reflect the recalculation of the FY2010 offset previously done at the beginning of FY 2010. The adjustment was calculated using June #2 data to produce a more accurate offset and direct payment calculation. The second 3/7th of this “true up” adjustment which is made in this payment. It is the difference between the original calculations upon which payments were made in FY 2010 and the recalculation for those districts that have either a positive difference (a positive adjustment) or a negative difference (a negative adjustment). The remaining 1/7th will be made in May 2011.

JV50, JV51 – SF14 non-handicapped adjustments are included in this payment.

JV52, JV53 – SF14 handicapped adjustments are included in this payment.

JV62, JV63 – SF14 per-diem adjustments are included in this payment.

Monthly Payment Calculations – Continuing with this payment, the statement of settlement contains a new blended approach to calculating payments and recoveries: a percentage based method is used for payments and the installment method used in calculating the bi-monthly payment amount in previous fiscal years is used for recovery of overpayments.

We have posted a spreadsheet to assist districts with the percentage based calculations used for the statement of settlement at: <http://education.ohio.gov/GD/DocumentManagement/DocumentDownload.aspx?DocumentID=83748>

ESC

The state per pupil amount of \$37.00/\$40.52 for multi-county ESC's is paid at 100% for locals, cities/exempted villages, and community schools. Budget reductions included in Sub. H.B. 1 were subsequently applied reducing each ESC's annual amount by 10.629176% of the calculated total.

Special education transportation was carried forward from FY2010.

Preschool unit calculations were paid at 99.652415% in this payment.



Boards of Developmental Disabilities

The per pupil funding for students attending a Board of Developmental Disabilities has been carried forward from FY2010 and increased by 0.75%. This per pupil amount is then multiplied by the number of school-aged pupils served.

Special education transportation was carried forward from FY2010.

Preschool unit calculations were paid at 99.652415% in this payment based on updated FY2010 data from the Office of Early Learning and School Readiness. The school age payment is based on the October 2009 ADM data as submitted to the Office of Early Learning and School Readiness.

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