



**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 Options and Finance

**RE:** October 2007 Foundation Payment #2

**DATE:** October 16, 2007

As you can imagine, the passage of the biennial budget bill just a couple of weeks prior to the first payment subject to its provisions is always a challenge for our office. This year, the reinsertion of the February count week at the very end of the budget process was especially challenging and we needed to roll back the changes we had made to ignore the second count. This payment reflects the last of those roll backs.

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

### A. SF-3

1. Previously, the calculation of other adjustment transfers was calculated using October FY07 data; the adjustments are now being calculated using the aggregate of the October and February data (75% and 25%) from FY 2007.

### B. Statement of Settlement

1. In this payment qualifying districts will receive the second of three equal payments in the fiscal year for **tangible personal property fixed sum tax loss reimbursements**. See (JV24)
2. **Tangible Personal Property fixed rate loss reimbursement payments** (JV25) are also included in this payment. This direct payment will be the same amount as your August payment and after accounting for any gain you may experience in your SF-3 calculation due to the drop in the TPP assessment rate (your offset) will be approximately 43% of the direct payment you will receive in FY 2008.
3. **SF14 tuition adjustments for non-handicapped pupils** are included in this payment (JV50, JV51)
4. **SF14 H tuition adjustments for handicapped pupils** are included in this payment (JV52, JV53)
5. **Supplements for Gifted Identification** are included in the payment. (JV75)

Note: This gifted identification funding is for Restricted Fund 499 use only. For each district the Gifted ID payment will be released with the submittal and approval of the Final Expenditure Reports (FER) based on the schedule provided by the Office of Exceptional Children. Use receipt code 3219.

### C. ESC Notes

1. The state per pupil amount of \$37.00/\$40.52 for multi-county ESC's is paid @ 100% for locals, 98.11343% for cities/exempted villages, and 0.00% for community schools.

#### **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.