

Overview of Proposed Formula Structure

Accreditation Allotments	Elementary ADA <u>x \$4,550</u>	High School ADA <u>x \$5,550</u>		
+ Student Level Adjustments	Bilingual program ADA <u>x \$450</u>	District ADA x PK-8 lunch program rate <u>x \$665</u>	Special Education <i>(current law)</i>	Career and technology credit hours <u>x \$178</u>
+ Transportation	District ADA <u>x \$100</u>	<i>or</i>	(District sq mi per student /state sq mi per student) District ADA <u>x \$100</u>	
x Cost Adjustments: Price and Scale	Scale Adjustment (districts 5,000 or fewer ADA) <i>(current law)</i>		Updated CEI (applied 50 percent) <i>(phase in new index values over 2 years)</i>	
+ Hold Harmless (and Minimum Increase)		Hold Harmless (all districts guaranteed at least 04-05 per pupil formula funding plus 3%)		
+ Instructional Materials and Technology		District ADA <u>x \$150</u> <i>(full implementation in year 2; year one multiplier is \$70)</i>		
- Recapture	No more than 35% of total M&O tax collections subject to recapture			

GENERAL IMPACT:

- More than \$1.5B per year in new money on top of enrollment growth, including more funding for instructional technology
- Increases state share from 38% to 60%
- Includes more than 90% of students in districts receiving equalized state aid
- Reduces recapture dollars from \$1.2B to \$145M; reduces number of recapture districts from 135 to 62.