

SCHOOL FINANCE

January 14, 2010

PLAINTIFFS'
EX. 29

History of School Finance

Fall, 1991

- School Finance litigation in District Court
- Judge Terry Bullock conducted status conference on pending lawsuits
- Decision was not to proceed with litigation but let 1992 Kansas Legislature review and update the school finance law.
- 1992 Kansas Legislature redesigned the school finance formula and court case was averted.

History of School Finance

State aid for the current school finance formula is based on a base state aid per pupil (BSAPP)

Amount and adjusted for different programs and students.

Form 150
2009-10 Est. Legal Max General Fund Budget

1. Est. 9-20-2009 FTE Enrollment (Exclude 4-year-old at-risk FTE)	5,407.4
	30.0
3. Total Est. 9-20-2009 FTE Enrollment (Line 1 + Line 2)	5,437.4
	190.5
5. Est. Weighted Bilingual Education Enrollment 9-20-09 Bilingual FTE Enrollment $7.9000 + 0.0000 \times 0.395$	3.1
	61.2
7. Est. Weighted At-Risk Student Enrollment 9-20-09 Eligible Students That Qualify for Free Lunches $909 + 0 \times 0.456$	414.5
	0.0
	0.0
	0.0

Form 150
2009-10 Est. Legal Max General Fund Budget

9. Est. Non-Proficient Student Weighting No. of Non-Proficient Students 306 x 0.0465	14.2
	112.5
11. Est. Weighted FTE for Transportation	433.8
	0.0
13. Est. Ancillary Facilities Weighting Amount Approved by State Board of Tax Appeals 0 ÷ \$4,012	0.0
	1,211.4
15. Est. Declining Enrollment Weighting Amount Approved by State Board of Tax Appeals 0 ÷ \$4,012	0.0
17. Est. 2009-10 Operating Budget 7,878.6 x \$4,012	\$ 31,608,943
19. Est. 2009-10 Operating Budget (Include Cost of Living and FHSU) 7,878.6 x \$4,012	\$ 31,608,943

Base State Aid Per Pupil

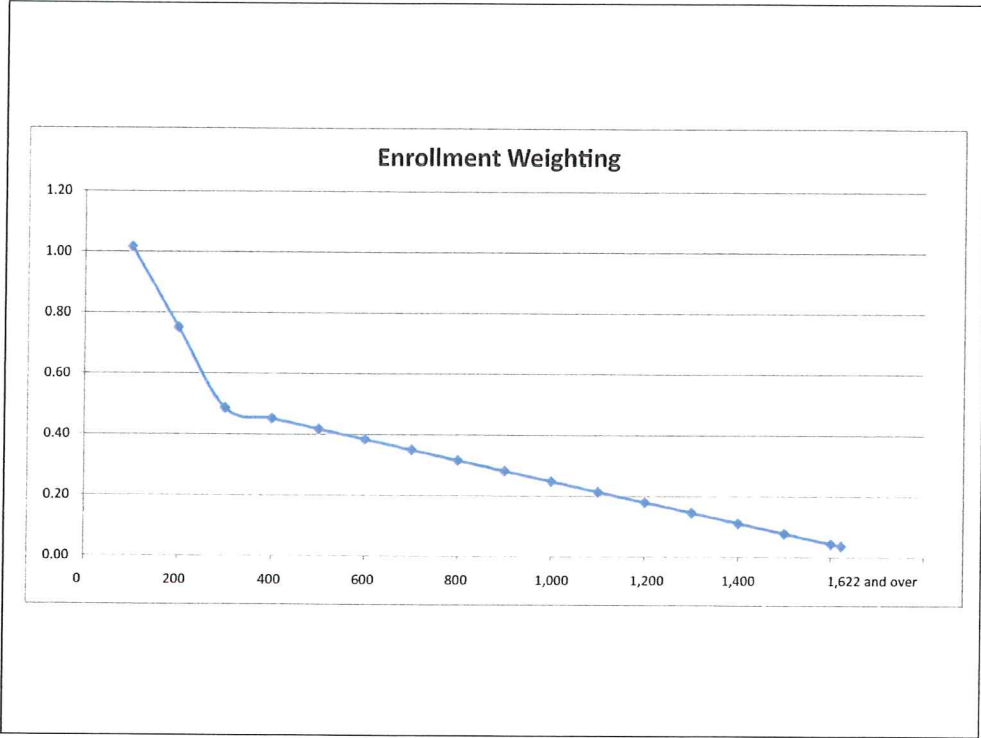
School Year	BSAPP
1992-93	3,600
1993-94	3,600
1994-95	3,600
1995-96	3,626
1996-97	3,648
1997-98	3,670
1998-99	3,720
1999-00	3,770
2000-01	3,820

Base State Aid Per Pupil

School Year	BSAPP
2001-02	3,870
2002-03	3,863
2003-04	3,863
2004-05	3,863
2005-06	4,257*
2006-07	4,316
2007-08	4,374
2008-09	4,400
2009-10	4,012

Base State Aid Per Pupil

- ❖ Approximately \$244 of the increase was a result of raising the BSAPP and lowering the enrollment weighting which resulted in no increased spending authority.



Low Enrollment Weight

Enrollment	Factor
Under 100	1.01
200	.749
300	.484
400	.449
500	.416
600	.382
700	.348
800	.314
900	.280

Low Enrollment Weight

Enrollment	Factor
1,000	.246
1,100	.212
1,200	.178
1,300	.144
1,400	.110
1,500	.076
1,600	.042
1,622 and Above	.035

Correlation Weight

School Year	Weight Threshold
1992-93	1,900
1993-94	1,900
1994-95	1,900
1995-96	1,875
1996-97	1,850
1997-98	1,800
1998-99	1,750
1999-00	1,725
2000-01	1,725

Correlation Weight

School Year	Weight Threshold
2001-02	1,725
2002-03	1,725
2003-04	1,725
2004-05	1,725
2005-06	1,662
2006-07	1,637
2007-08	1,622
2008-09	1,622
2009-10	1,622

At-Risk Weight

School Year	Weight
1992-93	5.0
1993-94	5.0
1994-95	5.0
1995-96	5.0
1996-97	5.0
1997-98	6.5
1998-99	8.0
1999-00	9.0
2000-01	9.0

At-Risk Weight

School Year	Weight
2001-02	10.0
2002-03	10.0
2003-04	10.0
2004-05	10.0
2005-06	19.3
2006-07	27.8
2007-08	37.8
2008-09	45.6
2009-10	45.6

High Density At-Risk Weight

School Year	Free Lunch Percentage	Weight
2006-07	40-49.9%	.04
	50% and Above	.08
2007-08	40-49.9%	.04
	50% and Above	.08
2008-09	40-49.9%	.06
	50% and Above	.10
2009-10	40-49.9%	.06
	50% and Above	.10

Non-Proficient At-Risk Weight

- New weighting factor in 2006-07 school year
- For students who, based on state assessments, are not proficient in reading or math and who are not eligible for the free lunch program.

Non-Proficient At-Risk Weight

School Year	Weight
2007-08	.0465
2008-09	.0465
2009-10	.0465

Bilingual Education Weight

School Year	Weight
2005-06	.20
2006-07	.395
2007-08	.395
2008-09	.395
2009-10	.395

Declining Enrollment Weight

- New weighting factor in 2005-06 school year.
- Special mill levy for declining enrollment districts.
- Weighting is subject to approval by State Board of Tax Appeals

Cost-of-Living Weight

- New weighting factor in 2006-07 school year.
- Special mill levy for districts whose average appraised value of homes exceeds 25 percent of state average.
- Limited to five percent and subject to protest petition.

Cost-of-Living Weight

The following school districts qualify for the cost-of-living weighting during the 2009-10 school year.

School District	Cost of Living Percent
#203-Piper	4.24%
#229-Blue Valley	5.00%
#230-Spring Hill	3.08%
#231-Gardner-Edgerton	1.07%
#232-DeSoto	5.00%
#233-Olathe	4.56%
#265-Goddard	0.24%
#266-Maize	1.15%
#368-Paola	1.18%

Cost-of-Living Weight

The following school districts qualify for the cost-of-living weighting during the 2009-10 school year.

School District	Cost of Living Percent
#383-Manhattan	2.08%
#385-Andover	5.00%
#416-Louisburg	3.49%
#437-Auburn-Washburn	2.80%
#458-Basehor-Linwood	3.48%
#464-Tonganoxie	1.18%
#469-Lansing	2.14%
#497-Lawrence	2.29%
#512-Shawnee Mission	4.26%

Special Education and Related Services Weight

- New weighting factor in 2001-02 school year.
- Special provision for special education state aid distributed to districts which is then converted to weighting for determining district's general fund budget.
- Increases general fund by amount of the state aid.

COMPUTATION OF STATE AID

General Fund Budget minus Local Effort equals General State Aid

Form 148
2009-10 Estimated General Fund State Aid

1. 2009-10 GENERAL FUND BUDGET (Form 150, Line 19)	\$ 31,608,943
2. ESTIMATED LOCAL EFFORT	
a. 2009-10 Tax Levy 1-1-2010 to 6-3-2010 (Form 110, Table 1, Line 5.)	7,502,800
c. 2009-10 Delinquent Tax (Form 110, Line 12, General Fund) x .667	78,559
e. 2009-10 In Lieu of Tax Payments on IRB's (General Fund)	68,636
g. 2009-10 Pupil Tuition (General Fund only)	0
i. 2009-10 Special Education State Aid	4,860,200
k. 2009-10 State Aid for Machinery & Equipment Valuation Loss (General Fund)	0
3. TOTAL (2a + 2b + 2c + 2d + 2e + 2f + 2g + 2h + 2i + 2j + 2k)	\$ 14,108,884
4. 2009-10 ESTIMATED GENERAL STATE AID (Line 1 - 3; if negative, insert 0)	\$ 17,500,059

History of Uniform General Fund Mill Rate

Tax Year	Rate (Mills)
1992-93	32
1993-94	33
1994-95	35
1995-96	35
1996-97	35
1997-98	27
1998-99	20
1999-00	20
2000-01	20

History of Uniform General Fund Mill Rate

Tax Year	Rate (Mills)
2001-02	20
2002-03	20
2003-04	20
2004-05	20
2005-06	20
2006-07	20
2007-08	20
2008-09	20
2009-10	20

COMPUTATION OF LOCAL OPTION BUDGET

Estimated local option budget is
weighted enrollments (excluding
special education and KAMS)
times \$4,433 plus 2008-09
special education

Local Option Budget (LOB)

- School districts can increase their LOB up to 28.06 percent of their general fund budget with a maximum of 31 percent.
- State aid under the LOB is based upon the AVPP. The higher the AVPP, the less state aid is received.
- Any district above the 81st percentile would receive no state aid.

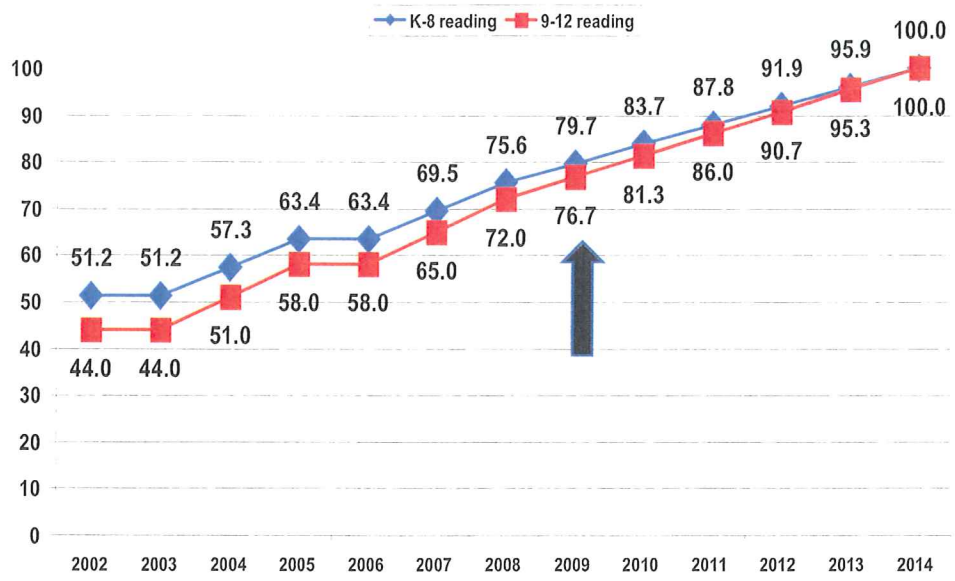
STATE AID REDUCTIONS/UNDERFUNDING 2009-10 School Year

State Aid	Reduction
General State Aid BSAPP \$4,400 to \$4,012	\$ 241,288,471
Supplemental General State Aid	37,816,280
Capital Outlay	25,600,000
Professional Development	1,750,000
Teacher Mentoring	200,000
Discretionary Grants	85,000
National Board Certification	240,000
Special Education	4,000,000
TOTAL	\$ 310,979,751

State General Fund Outlook
Governor's Revised FY 2010 Budget Plan
(Dollars in Millions)

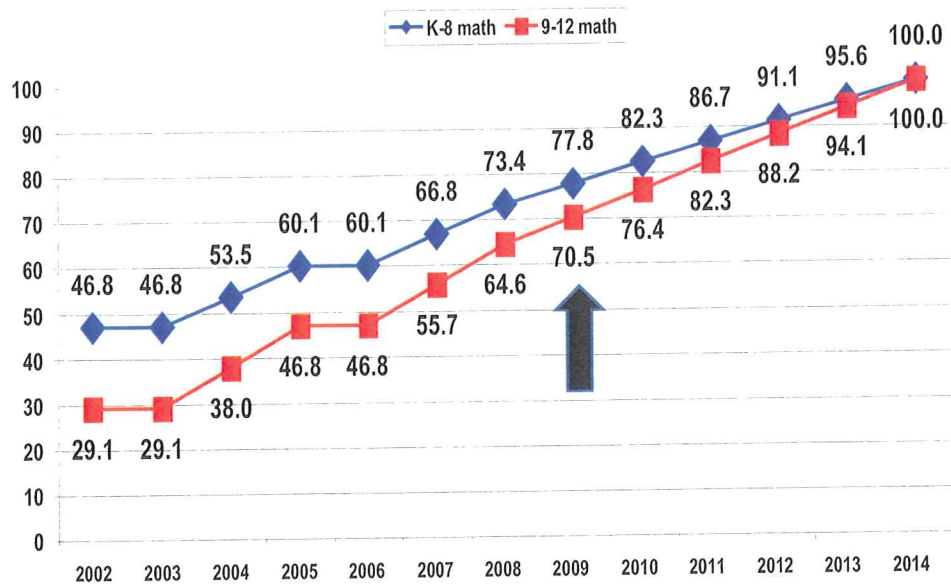
	FY 2008 Actual	FY 2009 Actual	FY 2010 Projected
Beginning Balance	\$ 935.0	\$ 526.6	\$ 49.7
November 2009 Consensus Revenue Estimate	5,693.4	5,587.4	5,300.7
Governor's July Financial Plan			
Highway Fund	--	--	30.0
Securities Commissioner	--	--	5.0
Economic Dev't Initiatives Fund	--	--	5.4
Powerball Income Tax Windfall	--	--	3.1
Governor's November Financial Plan			
Highway Fund	--	--	50.0
Economic Dev't Initiatives Fund	--	--	2.4
Cap Bioscience Authority to \$35 M	--	--	5.0
Total Available	\$ 6,628.4	\$ 6,114.1	\$ 5,451.3
Expenditures			
Legislative Approved Expenditures	\$ 6,101.8	\$ 6,064.4	\$ 5,708.0
Governor's July Allotment	--	--	(90.1)
Legislature's Voluntary July Reductions	--	--	(0.5)
Health and Human Service Caseloads	--	--	24.3
Governor's November Allotment	--	--	(193.2)
Eliminate Legislature's Prior Year Shifts	--	--	(2.2)
Address Judiciary Funding Error	--	--	5.0
Total Expenditures	\$ 6,101.8	\$ 6,064.4	\$ 5,451.3
Ending Balance	\$ 526.6	\$ 49.7	\$ 0.0
<i>As Percent of Expenditures</i>	<i>8.6%</i>	<i>0.8%</i>	<i>0.0%</i>

AYP Starting Point: Reading



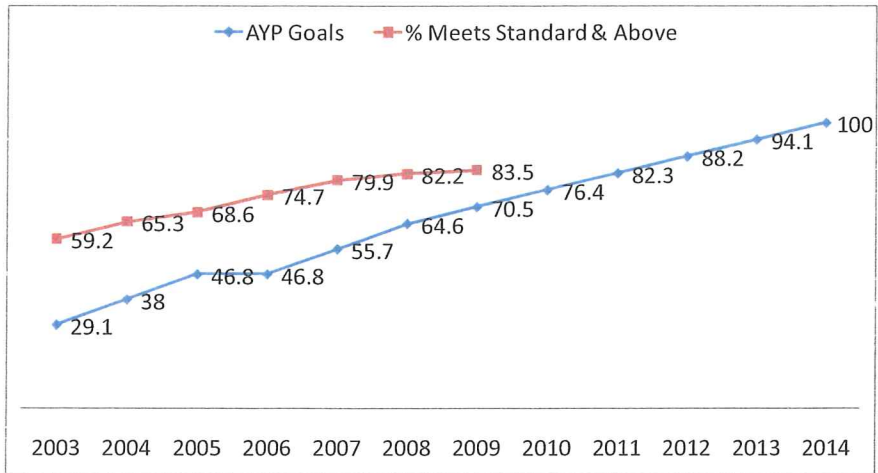
4/18/2012

AYP Starting Point: Mathematics



4/18/2012

Kansas AYP Math Trends All Students 2003-2009



Kansas AYP Reading Trends All Students - 2003-2009

