

# State Aid Projection



## Superintendent's Proposed Budget for FY 2014

<b>Enrollment Chg. FY13 - FY14</b>	
Foundation Aid	(341)
FARMS	277
SE Transportation	43
Special Education	(82)
LEP	7

<b>State Aid by Program</b>	<b>Original Change FY13 - FY14</b>
Foundation	(1,514,464)
Compensatory Education	670,549
Public Transportation Aid	0
Special Education Aid	0
Limited English Proficiency	0
<b>Unrestricted - Total</b>	<b>(\$843,915)</b>

# Revised State Aid Projection - FY 2014



<b>State Aid by Program</b>	<b>Original Change FY13 - FY14</b>	<b>Revised Change FY13 - FY14</b>
Foundation	(1,514,464)	(3,667,188)
Compensatory Education	670,549	(41,341)
Public Transportation Aid	0	155,027
Special Education Aid	0	(468,860)
Limited English Proficiency	0	(35,902)
<b>Unrestricted - Total</b>	<b>(\$843,915)</b>	<b>(\$4,058,264)</b>

# Major factors used to calculate County's share of Maryland State Aid



- **County Wealth** - funding distributed by formulas inversely proportional to local district wealth (personal property, income & real property for railroads, utilities, businesses and individuals)
- **Enrollment** – funding adjusted based on per pupil formula for changes in enrollment
- **Geographic Cost of Education Index** - is a discretionary formula that accounts for differences in the costs of educational resources among the local school systems
  - *13 of 24 LEAs will share \$131 million of GCEI funding for FY 2014*
  - *Harford County does not receive GCEI funding*
- **Guaranteed Tax Base** - provides additional funding to LEAs with less than 80% of statewide wealth per pupil and a contribution of more than the minimum required local share under the foundation program in the prior fiscal year
  - *9 of 24 LEAs qualify for the funding for FY 2014*
  - *Harford County does not receive GTB funding*
- **Supplemental Grants** – enacted in a 2007 special legislative session to mitigate the impact of an inflation freeze in the per pupil foundation in fiscal 2009 & 2010
  - *9 of 24 LEAs receive a share of the \$46.5 million fixed grant*
  - *Harford County does not receive a share*

# Wealth Factor - Impact on HCPS FY14 State Aid

**Total Wealth** - funding distributed by formulas  
inversely proportional to local district wealth

» Of 24 LEAs only one, Howard County, experienced a positive change in total wealth (addendum 1)

» The other 23 LEAs experienced a decline in total wealth

Harford County experienced the smallest decline (.01%) (addendum 2)

» Total Wealth in Past Five Years (addendum 3)

State Wide - Decreased 5%

Harford County - Increased 3%





## Wealth -vs- Enrollment

The impact of the wealth factor in calculating aid can be more easily determined when funding is compared year to year on a **per pupil basis**.

<b>State Aid - Per Eligible Student</b>				
<i>Revenue Year</i>	<i>Foundation Aid</i>	<i>Comp. Edu./ FARMS Aid</i>	<i>Special Education Aid</i>	<i>Limited Eng. Proficiency Aid</i>
FY 2007	\$3,510	\$2,504	\$1,916	\$3,282
FY 2008	\$3,938	\$3,063	\$2,396	\$4,058
FY 2009	\$4,007	\$3,155	\$2,391	\$4,155
FY 2010	\$3,893	\$3,083	\$2,314	\$3,951
FY 2011	\$3,721	\$2,970	\$2,214	\$4,018
FY 2012	\$3,813	\$3,169	\$2,292	\$3,959
<b>FY 2013</b>	<b>\$3,761</b>	<b>\$3,113</b>	<b>\$2,164</b>	<b>\$3,826</b>
<b>FY 2014</b>	<b>\$3,697</b>	<b>\$3,026</b>	<b>\$2,108</b>	<b>\$3,669</b>
<b>Change per Student FY13 - FY14</b>	<b>(\$64)</b>	<b>(\$88)</b>	<b>(\$56)</b>	<b>(\$157)</b>





# State Aid for FY14

- » Harford County experienced the largest dollar decline in state aid (\$4.1 million) of the 24 jurisdictions.
- » Net revenue reduction due to *Wealth Factor* is (\$3,643,465)
- » Net revenue change due to *Enrollment Changes* is (\$414,799)

State Aid by Program	Wealth	Enrollment	Revised Change FY13 - FY14
Foundation	(2,406,496)	(1,260,692)	(3,667,188)
Compensatory Education	(879,408)	838,067	(41,341)
Public Transportation Aid		155,027	155,027
Special Education Aid	(295,975)	(172,885)	(468,860)
Limited English Proficiency	(61,586)	25,684	(35,902)
<b>Unrestricted - Total</b>	<b>(\$3,643,465)</b>	<b>(\$414,799)</b>	<b>(\$4,058,264)</b>

