

# 65<sup>th</sup> Annual UT/TASA Summer Conference on Education

Austin, Texas  
June 24, 2013



# Funding Elements for FY 2014 and 2015

Funding Element	2012-13	2013-14	2014-15
Basic Allotment	\$4,765	\$4,950	\$5,040
EWL Level 1	\$476,500	\$495,000	\$504,000
EWL Level 2	\$319,500	\$319,500	\$319,500
Guaranteed Yield Level 1	\$59.97	\$59.97	\$61.86
Guaranteed Yield Level 2	\$31.95	\$31.95	\$31.95
Regular Program Adjustment Factor (RPAF)	.98	1.0	1.0
Target Revenue Adjustment Factor (TRAF)	.9235	.9263	.9263



# Funding Elements for FY 2014 and 2015

- One time per ADA distribution in FY 2015 to help districts with increased costs from SB 1458 (1.5% employer contribution for employees not covered by social security)



# FY 2013, 2014, and 2015

- Preliminary 2013–2014 *Summary of Finances* that includes formula changes are posted
- Maintenance and operations (M&O) tax collections and property values to increase by:
  - 4.77% for FY 2014 (2013–2014)
  - 4.03% for FY 2015 (2014–2015)



# What Will It Look Like?

STATE (1,022 districts)

YEAR	M&O per ADA	Average \$ Increase over Prior Year	% State	% Local	# Dists receiving ASATR	Total ASATR Payment
2013	\$7,340		49.38%	50.62%	344	\$739,976,620
2014	\$7,676	\$336	49.58%	50.41%	276	\$416,394,463
2015	\$7,828	\$152	49.43%	50.05%	263	\$371,992,854



# Rule Amendments

- *Student Attendance Accounting Handbook*
- *Financial Accountability Resource Guide*
- *Additional State Aid for Tax Reduction*
  - Describes calculations for each school year since 2006–2007
  - Includes adjustments to transportation allotments for districts subject to Chapter 41



# Financial Accountability

- Preliminary ratings on the Financial Integrity Rating System of Texas (FIRST) have been released
- House Bill 5
  - Changes financial accountability by creating financial solvency indicators within FIRST
  - New rules must be effective by May 2015



# Financial Compliance

- New director: David Marx
- Changes in process:
  - Beginning with 2012–2013 annual financial reports (AFRs)
    - Audit staff will no longer review data for accuracy
    - Problems with accuracy can trigger FIRST indicator
  - Depository contracts
    - Will seek rule amendment to eliminate need to submit bid proposal
    - Districts will maintain copies for audit purposes



# Contact Information

- General contact information:
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