

State Funding Data Elements, Sources, and Timelines

TASA Midwinter Conference
January 27, 2014

Agenda

- ▶ Welcome and Introductions
- ▶ News and Updates
- ▶ Frequently Asked Questions
- ▶ Data Elements, Sources and Timelines for Updating the SOF

State Funding Staff

Ashley Behnke	OFSDP / OFYP / State Compensatory Education
Amanda Brownson	Director, State Funding
Rob Caudill	Federal and Performance Reports / District Expenditures / Facilities Standards
Amy Copeland	Manager, Foundation School Program (FSP) Operations
Cassie Huggins	PSF Bond Guarantee Program
Al Johnson	FSP Reports / TEASE / Staff Salary / Tax Information Survey
Rick Kendrick	Office Operations
Rochelle Kingsley	Programmer
Nancy Kuhn	FSP Reports / TEASE / Chapter 313 / TIRZ
Al McKenzie	Manager, Foundation School Program (FSP) Support
Jacqueline Pree	IFA / EDA
Nora Rainey	Charter School Funding
Danny Sanchez	Transportation
George Sims	SAS Support
Doug Smith	SAS Support
Kim Wall	Chapter 41 Wealth Equalization / Charter School Funding

News and Updates

- ▶ IFA and EDA property value audit processing is underway – some prior debt service issues needed attention before they could be processed correctly.
- ▶ Please be sure you are submitting transportation and staff salary data by the deadlines. We have to zero out funding if we do not receive data. Please be sure your data is in **submitted** status (not saved).

News and Updates

Series Name	Round	Type ¹	Reg #	Allotment Limit	Eligible Debt Service	% of Total Debt	Limitation ²	Estimated State Share ³	Estimated Local Share ⁴
U/L Tax Sch Bldg Bds Ser 98	2	599	60413	\$1,136,573	\$0	0.00%	\$0	\$0	\$0
U/L Tax Ref Bds Ser 2005		599	70291	\$1,136,573	\$1,070,334	100.00%	\$1,070,334	\$816,954	\$253,380
U/L Tax Sch Bldg Bds Ser 2000	4	599	63360	\$1,178,123	\$0	0.00%	\$0	\$0	\$0
U/L Tax Ref Bds Ser 2005		599	70291	\$1,178,123	\$1,146,441	100.00%	\$1,146,441	\$875,044	\$271,397
U/L Tax Sch Bldg Bds Ser 2002	6	599	66263	\$668,147	\$376,995	58.84%	\$376,995	\$287,749	\$89,246
U/L Tax Ref Bds Ser 2011		599	78397	\$668,147	\$263,728	41.16%	\$263,728	\$201,296	\$62,432
U/L Tax Sch Bldg Bds Ser 2004	7	599	69039	\$1,254,960	\$632,701	68.42%	\$632,701	\$482,922	\$149,779
U/L Tax Ref Bds Ser 2012		599	80339	\$1,254,960	\$291,994	31.58%	\$291,994	\$0*	\$291,994
U/L Tax Sch Bldg Bds Ser 2006	8	599	71952	\$547,625	\$543,775	100.00%	\$543,775	\$415,047	\$128,728
Total								\$3,079,012	\$1,246,956



News and Updates

Key:

- ¹ 599 designates general obligation bonds, and 199 designates lease purchases.
- ² The district's limitation uses the lesser of the allotment or the debt service for the current fiscal year. If the allotment is lower, the limitation is the allotment times the % of total debt.
- ³ To calculate the estimated and final state share, multiply the state percentage by the limitation amount. Use the LPE state percentage for the estimated state share and the DPE percentage for the final state share.
- ⁴ To calculate the estimated and final local share, multiply the local percentage by the limitation amount. Use the LPE state percentage for the estimated local share and the DPE percentage for the final local share.
- * State aid may be withheld on refunds and conversions if there is no approved amendment.



News and Updates

Funding Element	2012-2013	2013-2014	2014-2015
Basic Allotment	\$4,765	\$4,950	\$5,040
Equalized Wealth Level (EWL) 1	\$476,500	\$495,000	\$504,000
EWL 3	\$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)	0.9800	1.0000	1.0000
Target Revenue Adjustment Factor (TRAF)	0.9235	0.9263	0.9263

•\$330 million to be distributed on a per ADA basis next year as one-time assistance for TRS costs (SB 1458). Estimated allocation of \$67.55

Common Questions



- ▶ How does TEA use data I submit through the Chapter 41 Module?
- ▶ My district's prior-year negative settle-up is larger than our total current-year state aid. How do I take care of the negative balance?
- ▶ My district had a successful TRE. When will state aid reflect the new tax rate?
- ▶ What is the process for settling new balances generated for a prior year?
- ▶ My district has a negative balance in EDA, but no longer generates EDA funding. How do I take care of the negative balance?

Chapter 41 Module Data

Q: How will TEA use the data I submit through the Chapter 41 Module?

A: Module data are used to calculate Chapter 41 payment reports in February. **Districts must submit data by January 15.** Data will not impact chapter 42 calculations under LPE. Districts can see the impact of module data by looking at the DPE side of the chapter 41 report. All data will be updated and reconciled at Near Final and again at Final.

Settle-Up

Q: Our prior-year negative settle-up is larger than our total current-year allotment. How do I take care of the negative balance?

A: TEA will send letters to districts that have a negative balance which is too large to net against current-year state aid after we run the fall near-final SOFs. The balances are due at the end of February.

Answers

Q: My district had a successful TRE. When will state aid reflect the higher tax rate?

A: TEA incorporates actual adopted tax rates into LPE calculations in February, using the Self Report file from the Comptroller's office. Payments from February through August will reflect higher state aid related to increased tax rates. **Please help us ensure data accuracy!**

Answers

Q: What is the process for settling up new balances generated for a prior year?

A: TEA pays positive balances for prior years as soon as possible after completion of the SOF (possible exception for districts with a negative current year balance). We will roll negative balances to the current-year ledger to net against state aid.

Answers

Q: My district has a negative balance in EDA, but no longer generates EDA funding. How do I settle the balance?

A: You likely received a letter indicating the negative balance will be rolled to the chapter 42 ledger. We hope to have this done by the end of the fiscal year. Districts can pay the state if they prefer, but contact TEA to ensure the payment is credited to the correct ledger.

Summary of Finances (SOF)

- ▶ Describes funding elements and annual Foundation School Program (FSP) state aid for school districts and charter schools
- ▶ Preliminary SOF report published in the summer before school year begins
- ▶ Several iterations of SOF reports published throughout the school year, information in the report updated as new data become available.
 - Preliminary, Near Final, and Final versions

Summary of Finances (SOF)

- ▶ SOF and COR reports have both been reformatted (due to a change in reporting software), though COR reports have undergone the most transformation
- ▶ 2009–2010 through 2011–2012 reports are currently being rewritten to match new format of 2012–2013 and 2013–2014 reports
- ▶ Each report selected now opens in a new window
- ▶ How to print clean copy? Click on the export to PDF or print icon (instead of right clicking and choosing print) and choose open or save. Then use the print icon within the PDF file to print.

Summary of Finances (SOF)

- ▶ Example of new SOF format

 2013-2014 Summary of Finances			
AUSTIN ISD (227901)			
Last Update: DEC 10, 2013			
Payment Cycle: Preliminary		Payment Class: 3	Run Id: 9911
Funding Elements			
Students		LPE	DPE
1.	Refined Average Daily Attendance (ADA)	81,149.200	81,149.200
2.	Regular Program ADA (Ref ADA - Spec Ed FTEs - CT FTEs)	75,952.709	75,952.709
3.	Special Education FTEs	2,588.250	250

LPE vs. DPE

- ▶ LPE – Legislative Payment Estimate
 - LPE calculations are based on estimates during the school year (adopted during the biennial appropriations process)
 - LPE is used to flow cash to districts from September through August
 - Changes to LPE side (made for a very limited number of reasons) will affect your district's cash flow
 - No more updates to LPE after final August payment is made

LPE vs. DPE

- ▶ DPE – District Planning Estimate
 - DPE data is updated during and after the school year, reflects updates to LPE data as they become available
 - Changes to DPE side during the school year will not affect your district’s cash flow
 - Used to estimate “settle-up” from September through August
 - Actual data is used in DPE column and “settled-up” against estimates in LPE column

“Settle-up” Process

- ▶ Reconciliation between payments made during the school year (LPE) and actual earnings (DPE)
- ▶ Two-step process
 - Near Final (NF), Summer PEIMS attendance and revised estimates of tax collections from Tax Information Survey
 - Final, final audited tax collections from the audited J-1 schedule of AFR
- ▶ Following each process, TEA pays additional aid to underpaid school districts and charter schools and recovers aid from overpaid school districts and charter schools

Data Elements, Sources and Timelines

- ▶ Matrix to assist districts in understanding data elements, sources and timelines related to the FSP state aid reports

FSP Summary of Finances Reports

Data Elements, Sources, and Timelines

Data Element	LPE	DPE	Near Final	Final
Average Daily Attendance (ADA) *Note that Pre-k ADA is limited to half-day for eligible students only. A migrant adjustment is available for districts with a migrant population of 5% or more (best four of six six-week periods used in this case). ADA decline provisions currently unfunded.	Pupil projections submitted to TEA each biennium and used during the appropriations process	Adjusted each year in March when PEIMS enrollment data are available based on percentage increase from prior year	Summer PEIMS ADA count	Same as Near-Final
Bilingual Education, Special Education, CTE, and High School Student Counts	Pupil Projections submitted to TEA each biennium and used during the appropriations process	Adjusted each year in March based on enroll	Summer PEIMS ADA count	Same as Near-Final

Data Elements, Sources and Timelines

Data Element	LPE	DPE	Near Final	Final
Average Daily Attendance (ADA)	Pupil projections submitted to TEA each biennium and used during the appropriations process	Adjusted each year in March when PEIMS enrollment data are available based on percentage increase from prior year	Summer PEIMS ADA count	Same as Near-Final

Data Elements, Sources and Timelines

Data Element	LPE	DPE	Near Final	Final
<p>Prior-Year CPTD Value (sometimes called State Funding Value)</p>	<p>Final CPTD value from the comptroller is used in the first year of the biennium. In the second year of the biennium, LPE values correspond to the estimates used during the appropriations process. In accordance with TEC 42.253(b), actual values may be substituted for LPE estimates in the second year of the biennium when they are higher than estimated.</p>	<p>Final CPTD values are taken from comptroller's property tax division property value study.</p>	<p>Same as DPE</p>	<p>Same as Near-Final</p>

Data Elements, Sources and Timelines

Data Element	LPE	DPE	Near Final	Final
Current Year M&O Collections	In the first year of the biennium, projected property value growth rates established in appropriations process are applied to prior-year DPE tax collections. In the second year of the biennium, two years of estimated property value growth rates from the appropriations process are applied to DPE tax collections from the second year of the previous biennium.	Updated in March with PEIMS budgeted tax collections	Updated in September with data from the Tax Information Survey if submitted, PEIMS budget data if no tax survey data was submitted.	Updated in April with data from the J-1 schedule from the district's Annual Financial Report

Payment Ledgers

- ▶ Reconcile adjustments and payments from your SOF
- ▶ Several payment ledger types including: Foundation, ASF, Chapter 41, EDA, and IFA
- ▶ Elements
 - Current year allotment
 - Adjustments
 - Payments
 - Remaining balance
- ▶ Review payment ledgers on a regular basis

Contact Information

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