

## **2008-09 Global Variable Update for Closing**

We have enhanced and upgraded our Revenue Limit software with our new RevLim Online application, which is available for 2009-10. We have made a conscientious decision to continue to enhance future versions of the revenue limit application and not to make changes to the 2008-09 application other than changes to the applicable global variables. Therefore, we are providing the following guidance to close for the 2008-09 fiscal year information regarding changes to those programs under SBX3 4:

- Hourly Programs—Included in Tier III programs and a base year of 2007-08 with a reduction of 15.38%. Therefore, the calculation will include taking the 2007-08 Annual certification and applying the 15.38% (.8462 proration factor) to determine the amount expected for 2008-09.
- Community Day—The additional funding for the fifth through eighth hour is included in Tier III and is flexible to be used for “any other educational purposes.” Tier III is subject to a 15.38% reduction in funding in 2008-09. Therefore, the calculation will include taking the 2007-08 Annual certification and applying the 15.38% (.8462 proration factor) to determine the amount expected for 2008-09.
  - Waiver Funding—If you receive the waiver funding in the additional funding source, there is a new twist. The waiver amount will need to be allocated to mandatory and nonmandatory expelled students. The nonmandatory remains flexible, but the mandatory portion is not flexible and must continue to be used to serve students who meet the mandatory expelled classification.
    - For example, if you receive \$100,000 in waiver funding and you have 40% as mandatory and 60% as nonmandatory, you can utilize \$60,000 of the funding for “any other educational purpose.” If you do not have mandatory expelled students in the program, then the entire \$100,000 would be flexible.

### **Calculations not included in the 2008-09 Application**

The Adult Education and Regionalized Occupational Center/Program (ROC/P) are not included in the 2008-09 software in the same manner that the state is funding the programs for 2008-09 after the enactment of SBX3 4 in February 2009. The following includes those steps necessary to calculate the funding for each of the programs identified:

- Adult Education—Included in Tier III programs and a base year of 2007-08 with a reduction of 15.38%. However, the calculation will include taking your 2007-08 Annual certification amount to determine the prorated share of the statewide amount for this budget line item, which is \$753,690,263. Once the percentage is determined, you will apply that percentage to the 2008-09 statewide amount for this budget line item, which is \$653,744,000, to identify the funding amount for 2008-09 for your school agency.
- Regionalized Occupational Center/Program—Included in Tier III programs and a base year of 2007-08 with a reduction of 15.38%. However, the calculation will include taking your

2007-08 Annual certification amount to determine the prorated share of the statewide amount for this budget line item, which is \$529,836,595. Once the percentage is determined, you will apply that percentage to the 2008-09 statewide amount for this budget line item, which is \$408,704,000, to identify the funding amount for 2008-09 for your school agency.

We have updated the printed Global Variable page (see attached) incorporating any changes in deficits, etc. We hope that this information will be helpful to you as you finalize your 2008-09 fiscal year. The 2009-10 online application has been updated to include all of the changes in the recent enacted Budget.

**GLOBAL VARIABLES: COLA & OTHERS**

- 1. a. The 2008-09 statutory COLA is estimated to be: 5.66%
- b. The 2008-09 rate per hour for the apprentice adjustments: 4.28

2. The Deficit Proration Factor is estimated to be: 0.92156

3. The current estimates of the 2007-08 statewide average base revenue limits are:

Elementary Districts	\$5,567
High School Districts	6,690
Unified Districts	5,821

4. For Schedule H (PERS Reduction Schedule)

- a. The 2008-09 PERS employer rate is: 0.09428
- b. The estimated PERS Reduction Buyout Factor -- now equal to the fraction of the PERS Reduction that is bought out -- is: 0.1546964266

~~5. For Schedule D~~

~~a. The caps for the core academic program and the grade 2-6 capped program are:~~

~~(1) The Core Academic program percentage cap is: 5.00000%~~

~~(2) Grade 2-6 program cap is: 5.00000%~~

~~b. The deficit factors are:~~

~~(1) For Core Academic programs 0.7400000000~~

~~(2) For the capped Grade 2-6 Remedial programs 0.5900000000~~

GLOBAL VARIABLES: COLA & OTHERS

6. For Schedule P Deficit Factors:

(a) For Mandated Grade 2-9 Program	-0.5600000000
(b) For Mandated Grade 7-12 Program	-0.8462000000

7. The 2008-09 funding rate for the hourly programs is: \$4.08

8. For Schedule Z (Community Day School Adjustment):

a. The current ADA Cap Factors are:

Elementary Cap Factor	0.003750
High School Cap Factor	0.006250
Unified Cap Factor	0.005000

b. The 2008-09 funding rates are:

(1) Cap Funding rate (equal to combined rate for 5th hour plus 6th hour ADA)	\$4,641.86
(2) Hourly rate for 7th/8th hours per day	\$4.44

c. The deficit factor for community day school funding is 0.9000000000

9. For the Adult Education Form S:

a. The COLA percentage for Adult Education is:	0.00
b. The current estimate of the percentage growth in the adult ADA cap is:	-2.50%
c. The current estimate of the Adult Education Deficit Factor for 2008-09 is:	1.0000000000
d. Revenue Limit per ADA for adult ADA over cap is:	-0.00