Charter School Local Replacement

Projections & Alternatives

Current Status

Current Formula

$$Total\ Cost|_{State\ \&\ Local} = \textit{Local Revenue Component per Student} + \textit{Debt Service Component per Student}$$

$$\boldsymbol{Local\ Revenue\ Component\ per\ Student} = \frac{sum\left(\frac{sum(Local\ Levy, Capital\ Revenue)_i}{sum(ADM_{District\&Charters})_i} \cdot Charter\ School\ Students_i\right)}{sum(Charter\ School\ Students)} = \boldsymbol{\$1{,}086}$$

$$\boldsymbol{Debt\ Service\ Component} = \frac{\sum_{i=1}^{N} Debt\ Service\ Revenue_i}{\sum_{i}^{N} ADM_{Districts_i}} = \boldsymbol{\$575}$$

$$\boldsymbol{Total\ Cost} = (\$1{,}086 + \$575) \cdot \mathrm{N}_{\text{charter students}} = \$1{,}660 \cdot 66{,}578 = \boldsymbol{\$110{,}519{,}500}$$

$$i = \ the\ ith\ district; numbers\ are\ rounded$$

Current Status

Current Formula Distribution

$$\textbf{\textit{Local Revenue District Share}} = (1) if\ District\ per\ Pupil\ Local\ Revenue < \$1{,}086\ then\ District\ contributes\ 25\%\ of\ local\ revenue\ per\ pupil$$
$$(2) else, District\ contributes\ 25\%\ of\ \$1{,}086$$

$$\textbf{\textit{Debt Service Component}} = State\ covers\ all\ of\ it$$

$$\textbf{\textit{Total Cost}} = (\$1{,}086 + \$575) \cdot \mathrm{N}_{\text{charter students}} = \$1{,}660 \cdot 66{,}578 = \$110{,}519{,}500$$

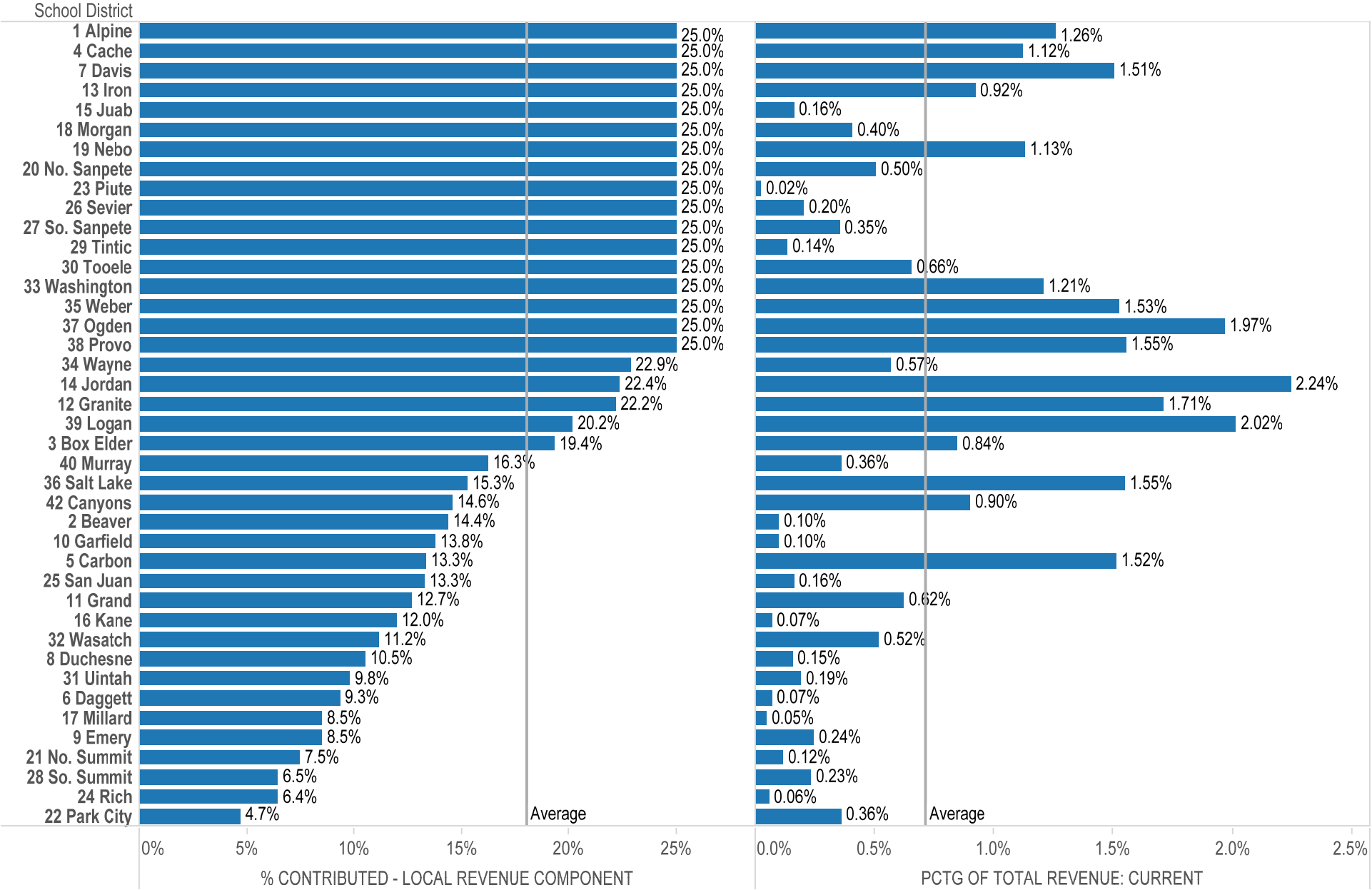
$$i = the\ ith\ district; numbers\ are\ rounded$$

Cost of the Program Grows Based on Two Main Factors:

- Local Property Tax Revenue Grows per Student
- Debt Service Revenue Grows per Student
- Students Enrolled in Charter Schools

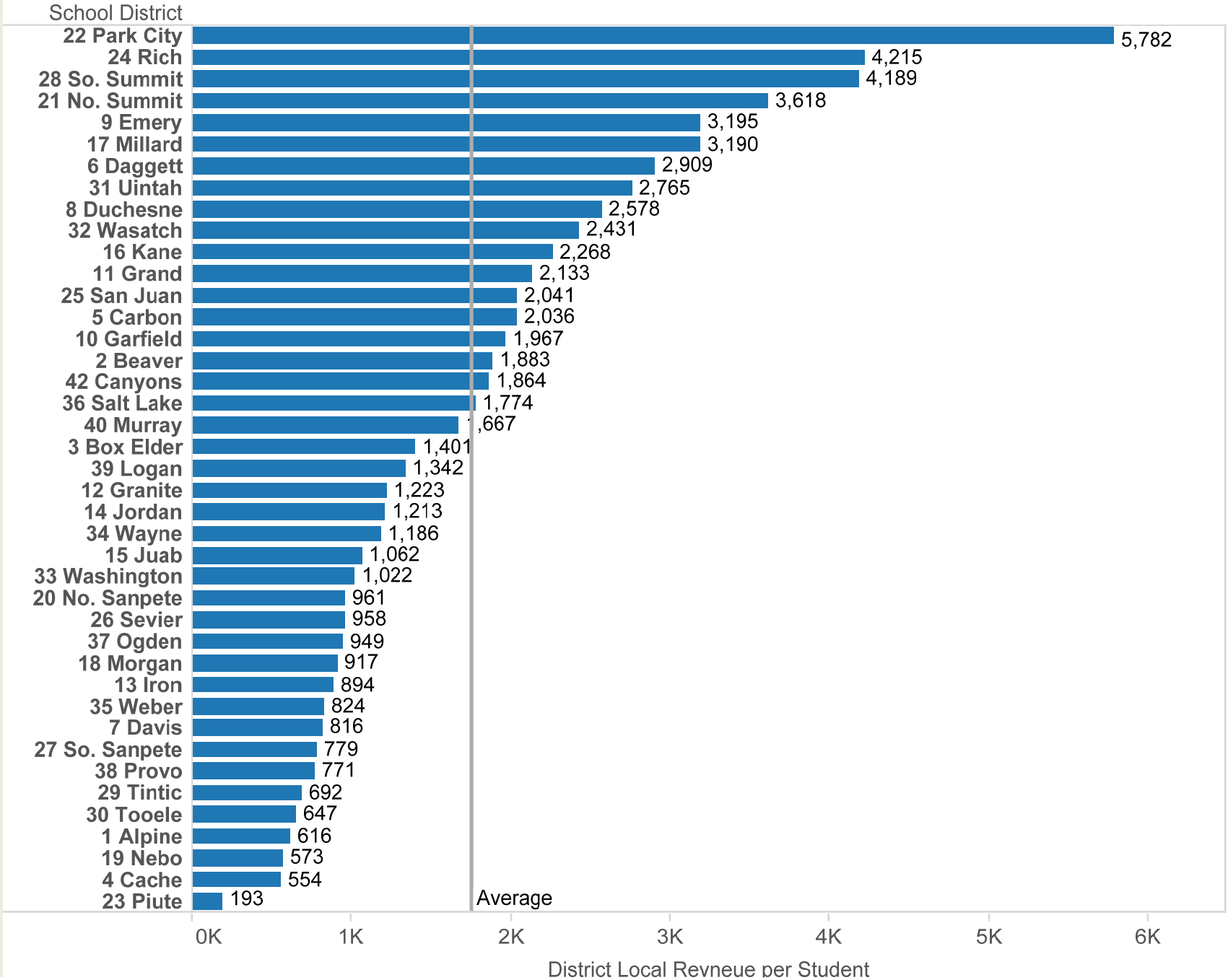
Percentage of Revenue Contributed for Non-attending Students

ALLOCATION AS % OF REVENUE PER STUDENT

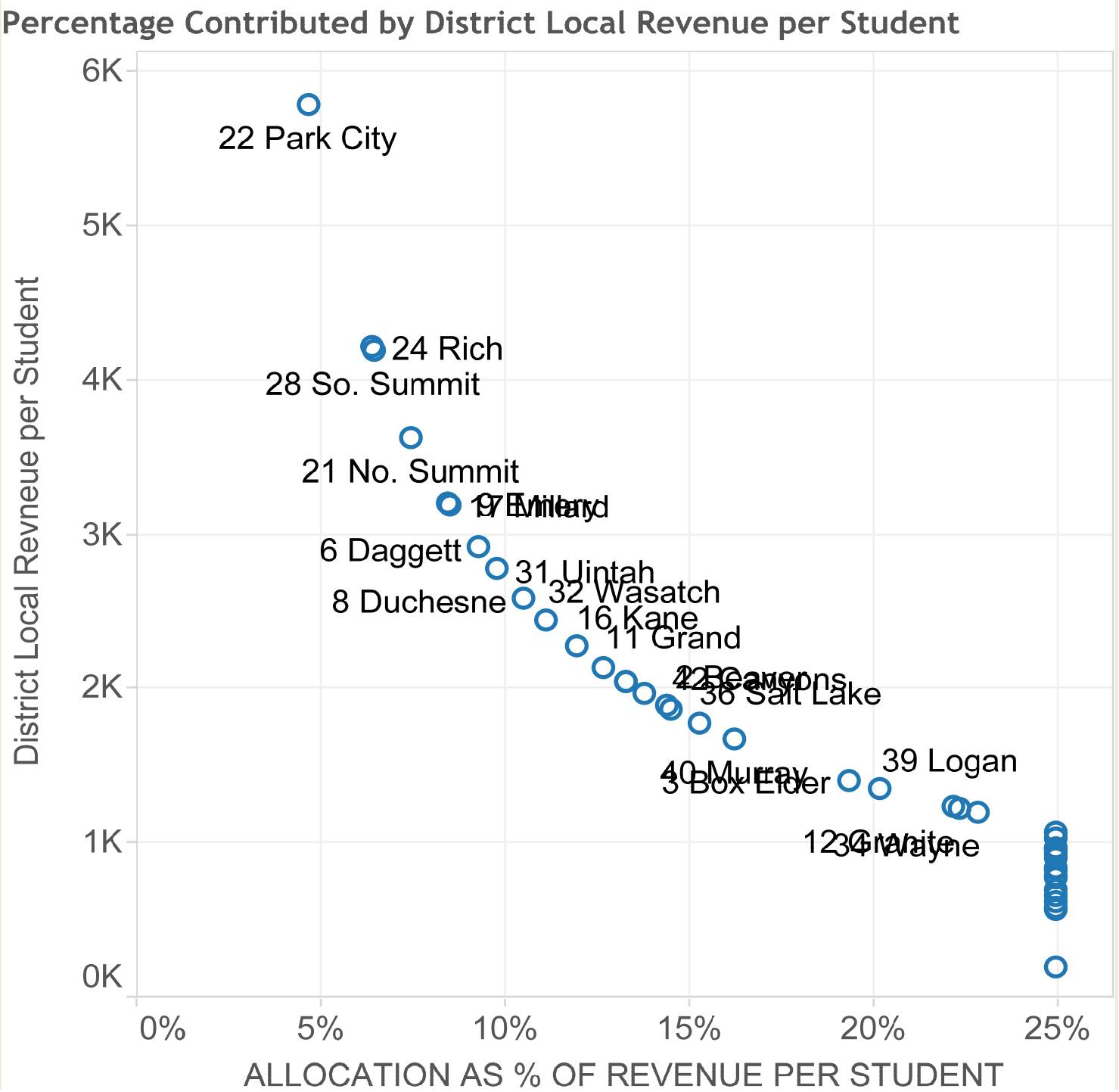


District Local Revenue per Student

District per Pupil Local Revenue



District Local Revenue per Student

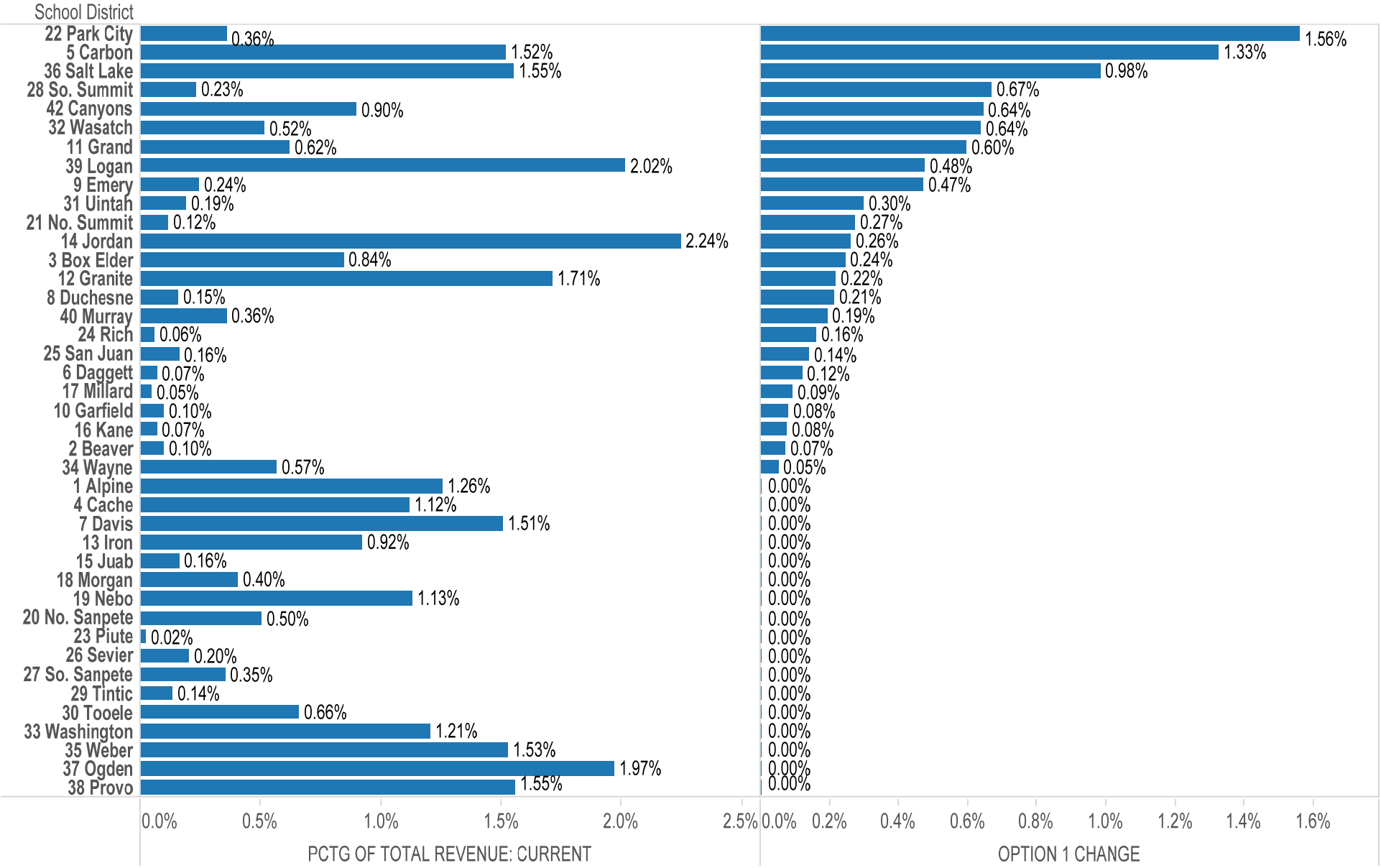


Current & Budgeted Cost of the Local Replacement

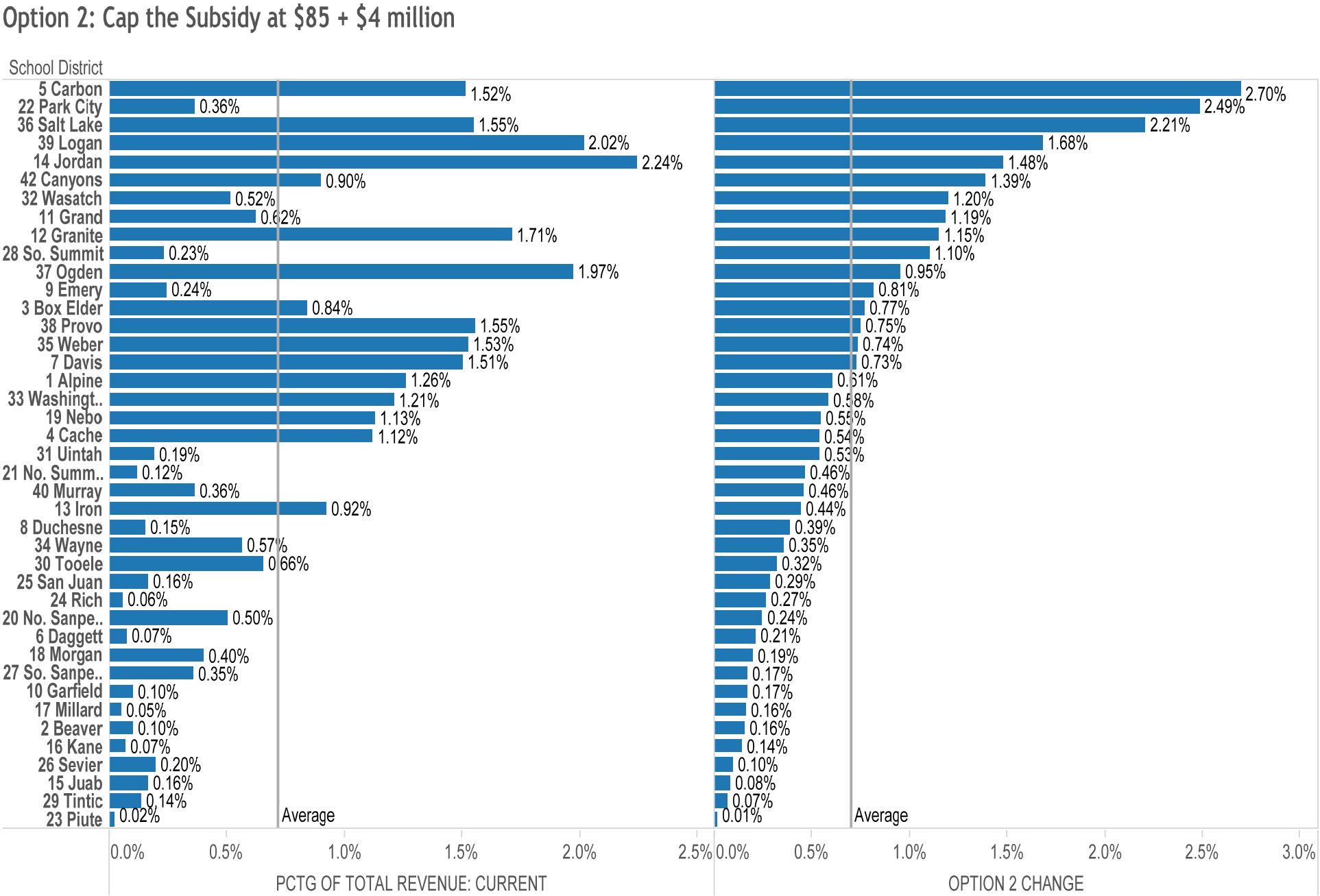
Fiscal Year	Local Revenue Component		Debt Service Component		Total
	Local Contribution	State Subsidy	Local Contribution	State Subsidy	
2014	$11,394,800	$50,166,503	$0	$34,588,400	$96,149,703
2015	$12,233,000	$60,034,900	$0	$38,251,600	$110,519,500
New Growth	$838,200	$9,868,397	$0	$3,663,200	$14,369,797

Option 1: Increase the Contribution Amount from Districts by Bring Every District to the 25% Threshold

Option 1: Everyone at 25%

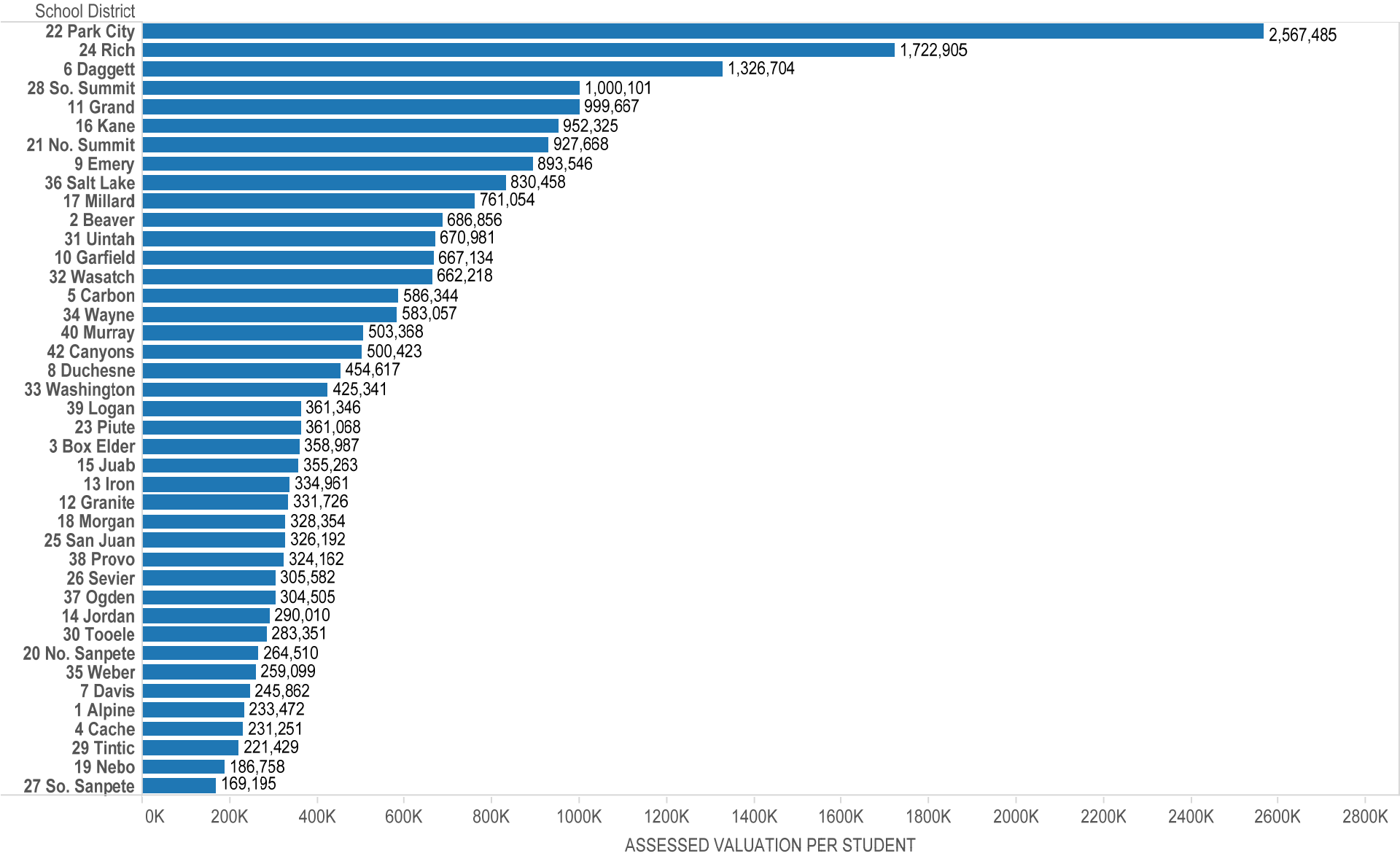


Option 2: Cap the State Subsidy at $85 M + $4 Million (growth)



Option 3: Reverse the Cost Split
Higher Value Districts Don't Keep as Much for Non-attending Students

Assessed Valuation per Student (FY 2015)



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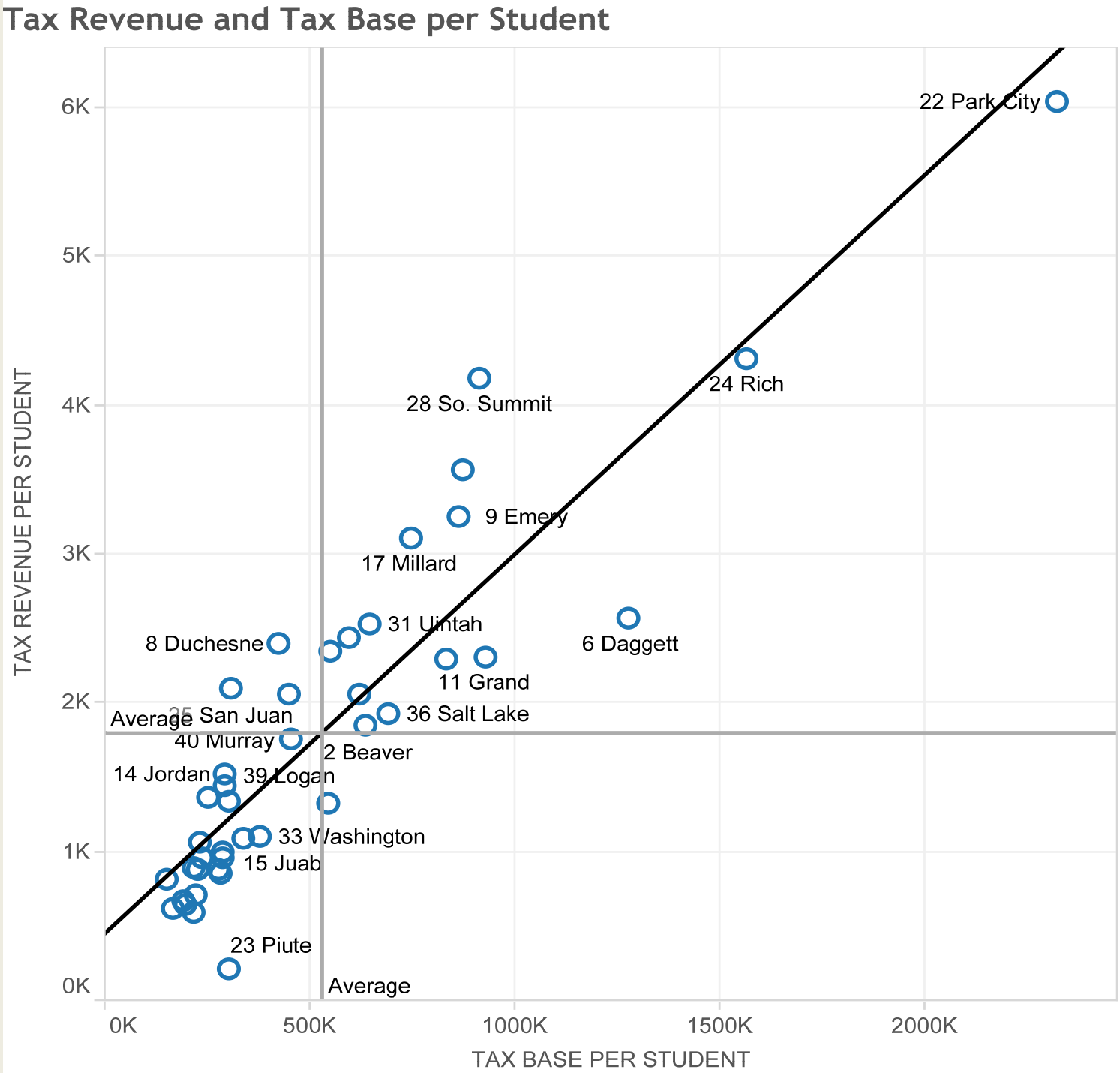

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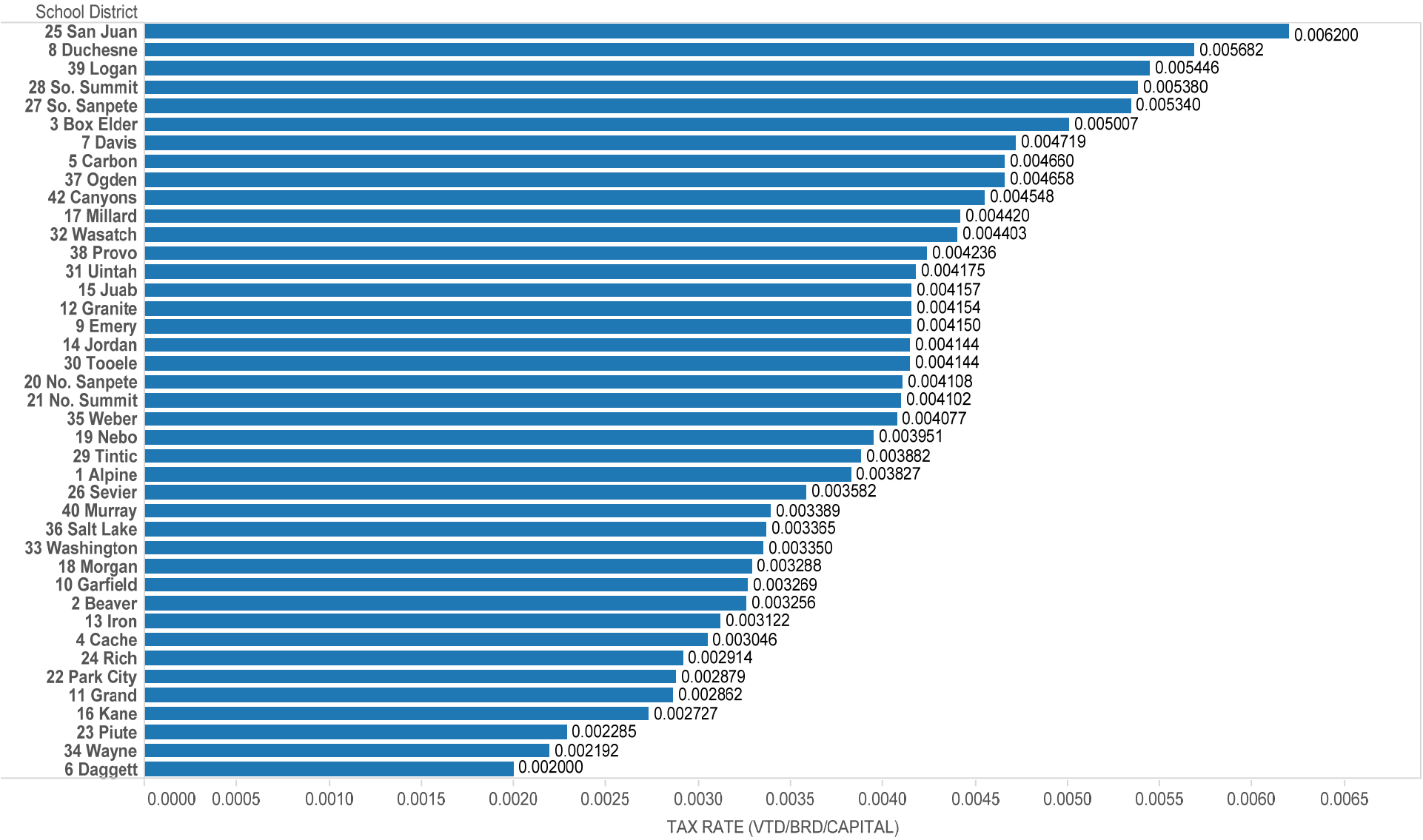
Tax Rate, Voted, Board, Capital



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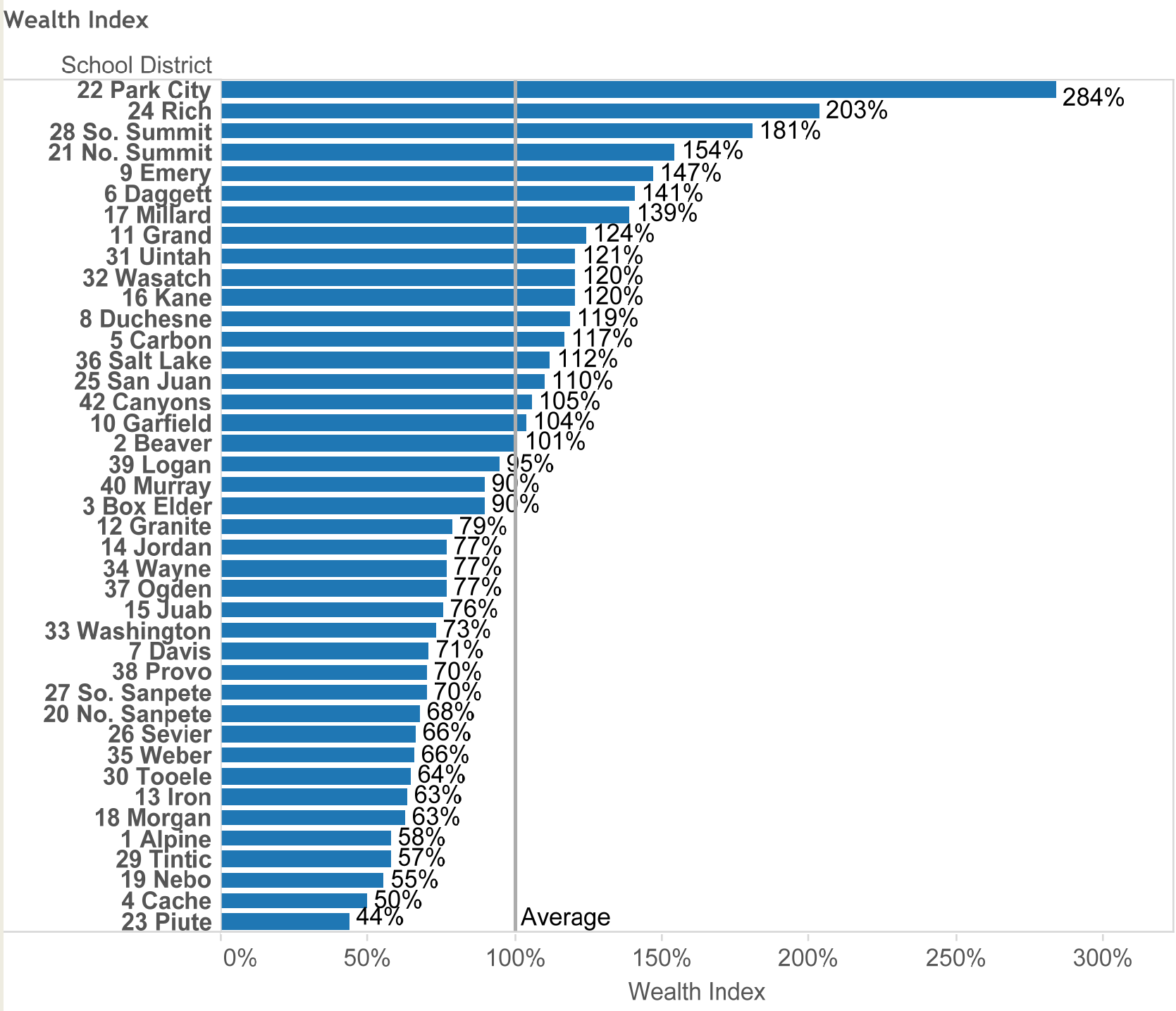

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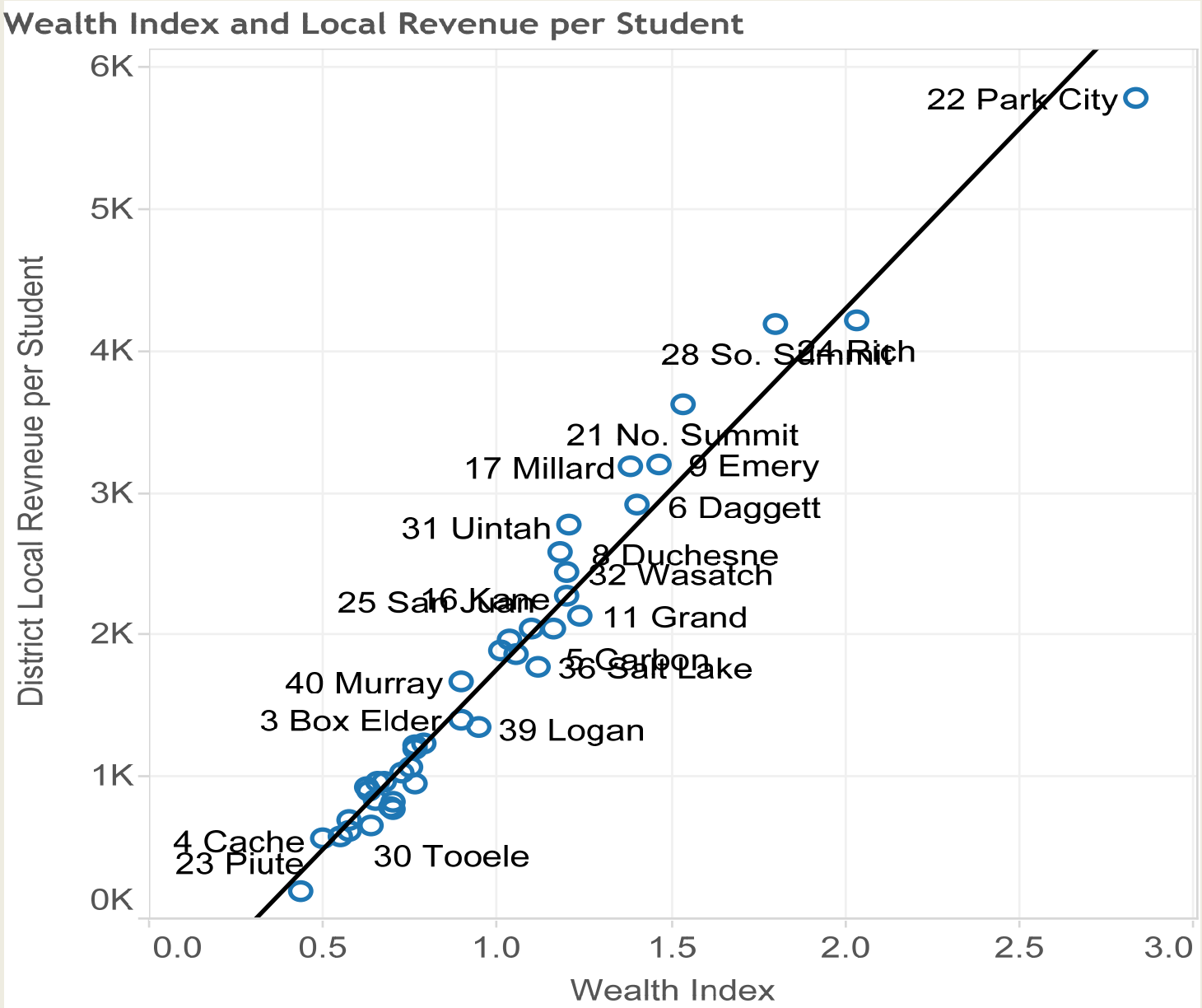
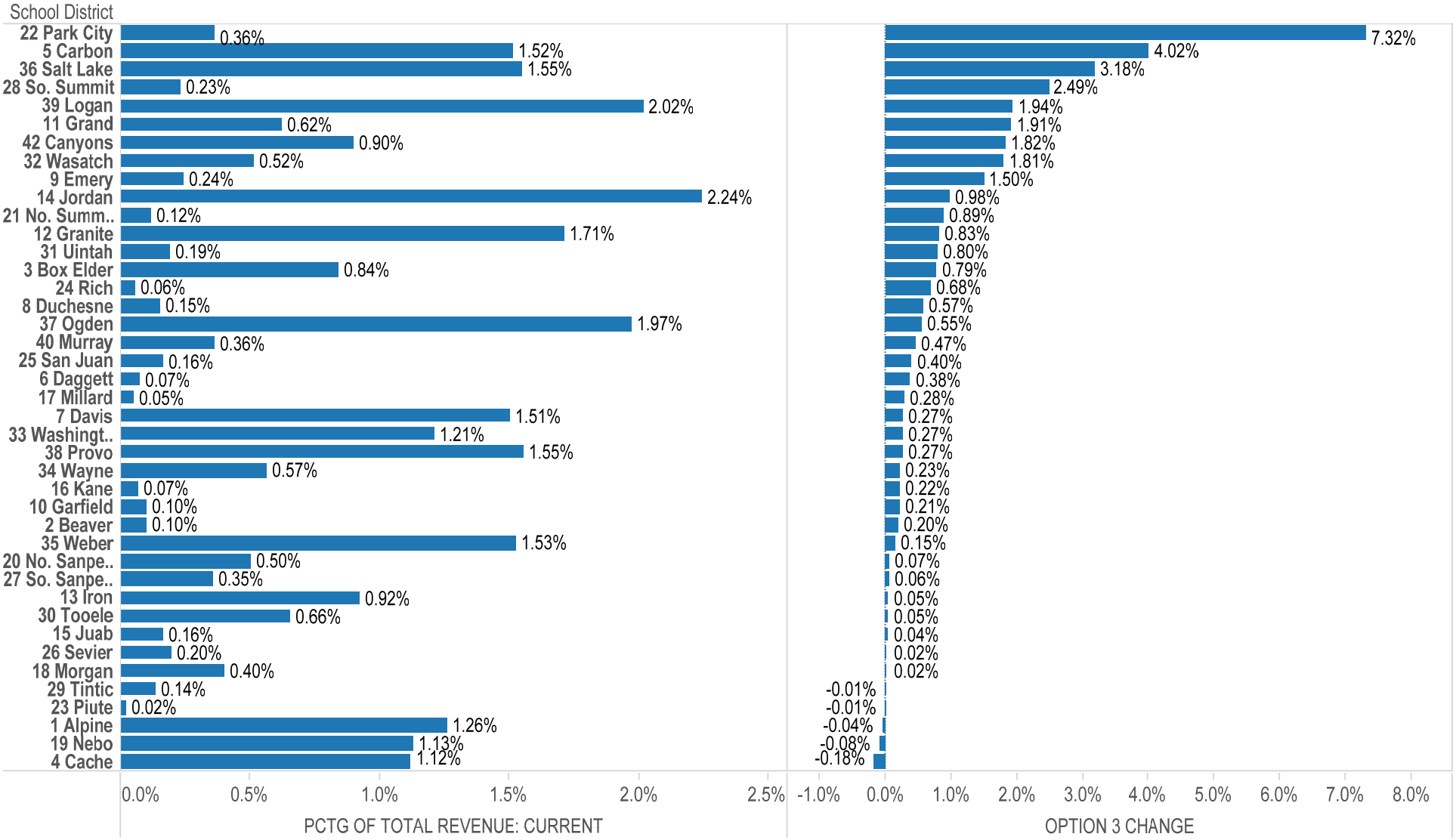


Option 3: Reverse the Cost Split
Higher Value Districts Don't Keep as Much for Non-Attending Students/Cover Almost All of Enrollment Growth

Option 3: Split Enrollment Growth Costs