Capital Outlay Programs
2019 GS | Formula Programs

**Foundation & Enrollment Growth**

A school district may only use the money provided under this chapter for capital outlay and debt service purposes. *(53F-3-201)*

*New Construction, Major Repairs, & Renovations*

- State Funding to Support Capital Equalization
  - Capital Outlay Foundation – Tied to Property Tax Revenue per ADM
  - Capital Outlay Enrollment Growth – Tied to Net Increase in Student Enrollment
- Partially Equalizes Local Property Tax Revenues Dedicated to Capital
  - Capital Local Levy & Debt Service Levy
  - Similar to the Voted & Board Guarantee
    - Less Robust | Fluctuating Guarantee
    - No Statutory Minimum Guarantee
    - Guarantee Subject to Appropriation Amount
- FY 2019 Base - $33,249,700
  - Foundation - $27,610,900
  - Enrollment Growth - $5,638,800
Foundation Program
2019 GS | Summary

The program is created to “provide capital outlay funding to a school district on a district’s local property tax effort and property tax yield per student compared to a foundation guarantee funding level.” (53F-3-202)

- State Board Calculates Foundation Rate
  - FY 2019 Rate = $1,128/ADM Student
  - Foundation Guarantee Rate Varies Each Year:
    - Funding Appropriated by Legislature
    - Local Property Tax Yield per ADM

- Districts Qualify for Funding
  - Combined “Capital Levy Rate”
    - Capital Local Levy + Debt Service Levy
  - Combined Rate Must be Greater or Equal to the “Base Tax Effort Rate”
    - Based on Average of Highest District Tax Rate & Statewide Average Combined Rates for All Districts
    - Benefits Districts with High Rates and Low Revenue Yield per ADM Student
    - District Receives Difference from Tax Generated & Foundation Rate per ADM

- Base for Small Districts (< 1,000 ADM)
  - $50,000 | $100,000 | $200,000 Based on Size
Enrollment Growth Program
2019 GS | Summary

Provides “capital outlay funding to school districts experiencing net enrollment increases.” (53F-3-203)

- State Funding to Growing School Districts
- Districts Qualify for Funding
  - Program is an Equity “Supplement”
    - No Guarantee Rate
  - Average Net Enrollment Increase
    - Based on Average of Prior 3 Years
  - Property Tax Base per ADM Less Than 2x State Average for the Past 2 Years
- Funding Allocated Proportional to District Enrollment Increase Compared to State Average

Revenue Sources Amount
A. State Revenue
  1. Education Fund 14,499,700
B. Restricted State Revenue
  2. EFR - Minimum Basic Growth Account 18,750,000
Total Revenues: $33,249,700

Expenditures by Categorical Program Changes Amount
A. Capital Outlay Programs
  1. Foundation 27,610,900
  2. Enrollment Growth 5,638,800
Total Expenditures: $33,249,700