



JOY HOFMEISTER

STATE SUPERINTENDENT *of* PUBLIC INSTRUCTION
OKLAHOMA STATE DEPARTMENT *of* EDUCATION

State Aid Formula Funding

***Renée McWaters
Executive Director
State Aid Section***

SEVEN FORMULA SOURCES OF REVENUE

LOCAL AND COUNTY REVENUES:

1. **AD VALOREM TAXES**
2. **COUNTY 4-MILL**

STATE - DEDICATED REVENUES:

3. **GROSS PRODUCTION TAX**
4. **MOTOR VEHICLE COLLECTIONS**
5. **RURAL ELECTRIFICATION ASSOCIATION (REA) TAX**
6. **STATE SCHOOL LAND EARNINGS**

STATE APPROPRIATED:

7. **FINANCIAL SUPPORT OF SCHOOLS (FORMULA FUNDING)**

LOCAL SOURCES OF REVENUE

AVAILABLE FOR GENERAL FUND

39 MILLS*

- COUNTY FOUR MILLS 4**
- GENERAL FUND MILLS* 35**

***Except for districts in counties which have no more individual personal property tax**

“CHARGEABLE” REVENUE

AD VALOREM TOTAL

- **“ADJUSTED” REAL PROPERTY**
- **“11%” PERSONAL PROPERTY***
- **PUBLIC SERVICE PROPERTY**

***County voted to delete ‘Individual’
Personal Property Tax *and* **Com. &
Agric. Capped at 11% if Co. Exceeds****

Greater Equalization of State Aid

Title 70 OS, §18-109.1:

“ . . . Beginning with the 1991-92 school year, the commercial personal and agricultural personal property portion of the valuations for those school districts in counties having an assessment ratio in excess of eleven percent (11%) shall be computed at an eleven percent (11%) assessment ratio to determine chargeable valuations. The Oklahoma Tax Commission shall supply to the State Department of Education the information necessary to carry out the provisions of this paragraph.”

STATE SOURCES OF REVENUE

STATE - DEDICATED REVENUES

- ✓ **GROSS PRODUCTION TAX**
- ✓ **MOTOR VEHICLE COLLECTIONS**
- ✓ **RURAL ELECTRIFICATION
ASSOCIATION (REA) TAX**
- ✓ **STATE SCHOOL LAND EARNINGS**

STATE SOURCES OF REVENUE

STATE - APPROPRIATED REVENUES

\$2.484 BILLION FOR 2015-16:

➤ **\$1,876,735,176 FINANCIAL SUPPORT OF SCHOOLS**

BROKEN DOWN BY STATE SOURCES

- \$990,708,890 FY2016 GENERAL REVENUE
- \$728,835,560 EDUCATION REFORM REVOLVING FUND (1017)
- \$ 47,372,299 COMMON ED. TECHNOLOGY
- \$ 29,415,917 LOTTERY (FY2014 & FY2016)
- \$ 5,402,510 MINERAL LEASING (FY2014 & FY2016)
- \$ 75,000,000 SPECIAL CASH FUND

The State Aid office is responsible for the state education funding formula, school activity funds and grants distribution.

The office also works in implementation of “New” funding legislation and collecting on all required data from schools, state agencies, and SDE departments to calculate equitable funding for distribution to all public schools and charters. We strive to educate our clientele with accurate data for the financial needs of Oklahoma public schools and charters.

Sections

- [ACE Remediation](#)
- [Annexations and Consolidations](#)
- [Annual Report](#)
- [Average Daily Membership \(ADM\) and Average Daily Attendance \(ADA\)](#)
- [Capital Expenditures](#)
- [Cash Management | District and Career Tech / County](#)
- [County Four-Mill](#)
- [District Detailed Reports](#)
- [Driver's Education Forms](#)
- [Electronic Fund Transfer \(EFT\) and Treasurer Changes](#)
- [Flexible Benefit Allowance \(FBA\)](#)
- [Reading Sufficiency Act](#)
- [Shared Superintendent Assistance](#)
- [State Funding Formula](#)
- [Teacher Index](#)

SCHOOL FINANCE

TECHNICAL ASSISTANCE DOCUMENT

<http://ok.gov/sde/state-aid>

- SOURCES OF REVENUE
- STATE AID FORMULA
- PENALTIES / ADJUSTMENTS
- POLICIES / PROCEDURES

Listed Under “Helpful Resources”

**STATE AID FORMULA
FOR OKLAHOMA
SCHOOL DISTRICTS
AND
CHARTER SCHOOLS**

Funding for Midyear

Title 70 § 18-200.1 Paragraph B:

“The State Department of Education shall retain not less than one and one-half percent (1.5%) of the total funds appropriated for financial support of schools, to be used to make midyear adjustments in State Aid which shall be reflected in the final allocations.”

Retain Funds for Initial Allocation

Title 70 OS, §3-142(B):

1. The weighted average daily membership for the first year of operation of a **charter school shall be determined initially by multiplying the **actual enrollment of students as of August 1 by 1.333**. The charter school shall receive revenue equal to that which would be generated by the estimated weighted average daily membership calculated pursuant to this paragraph. **At midyear, the allocation for the charter school shall be adjusted using the first quarter weighted average daily membership** for the charter school calculated pursuant to subsection A of this section.**

Retain Funds for Initial Allocation

Title 70 OS, §3-142(B):

*2. For the purpose of calculating weighted average daily membership pursuant to Section 18-201.1 of this title and State Aid pursuant to Section 18-200.1 of this title, the **weighted average daily membership for the first year of operation and each year thereafter of a full-time virtual charter school** shall be determined by multiplying the **actual enrollment of students as of August 1 by 1.333**. The full-time virtual charter school shall receive revenue equal to that which would be generated by the estimated weighted average daily membership calculated pursuant to this paragraph. **At midyear, the allocation for the full-time virtual charter school shall be adjusted using the first quarter weighted average daily membership for the virtual charter school** calculated pursuant to subsection A of this section.*

FIVE DATA ELEMENTS

- ❑ **ATTENDANCE AUDITS (FQSR & ASR)**
- ❑ **SPECIAL ED. COUNTS (OK EdPlan)**
- ❑ **BILINGUAL COUNTS (Consolidated Rpt.)**
- ❑ **ECONOMICALLY DISADVANTAGED
FREE / REDUCED ELIGIBLE COUNTS**
- ❑ **GIFTED COUNTS (Consolidated Rpt.)**

GRADE WEIGHTS

PK* 3 (3 yr. old w/ IEP)	1.2
Early Child. / PK (Half Day)	0.7
Early Child. / PK (Full Day)	1.3
Kindergarten (Half Day)	1.3
Kindergarten (Full Day)	1.5
1st - 2nd grade	1.351
3rd grade	1.051
4th - 6th grade	1.0
7th - 12th grade	1.2
Out-of-Home Placement	1.5

*PK = Prekindergarten

OUT-OF-HOME PLACEMENT GRADE WEIGHTS

	Grade Weight
OHP1 (12+ Bed Facility)	1.5
OHP2 (10 Bed Facility)	1.8
OHP3 (8 Bed Facility)	2.3
OHP4 (6 Bed Facility)	3.0

WEIGHTED PUPIL CATEGORIES

SPECIAL EDUCATION WEIGHTS:

LD	0.40	MR (EMH + TMR)	1.30
HI (D + HH)	2.90	ED	2.50
VI	3.80	PH (OI + OHI)	1.20
MH	2.40	D/B	3.80
SI	0.05	TBI	2.40
	Autism	2.40	

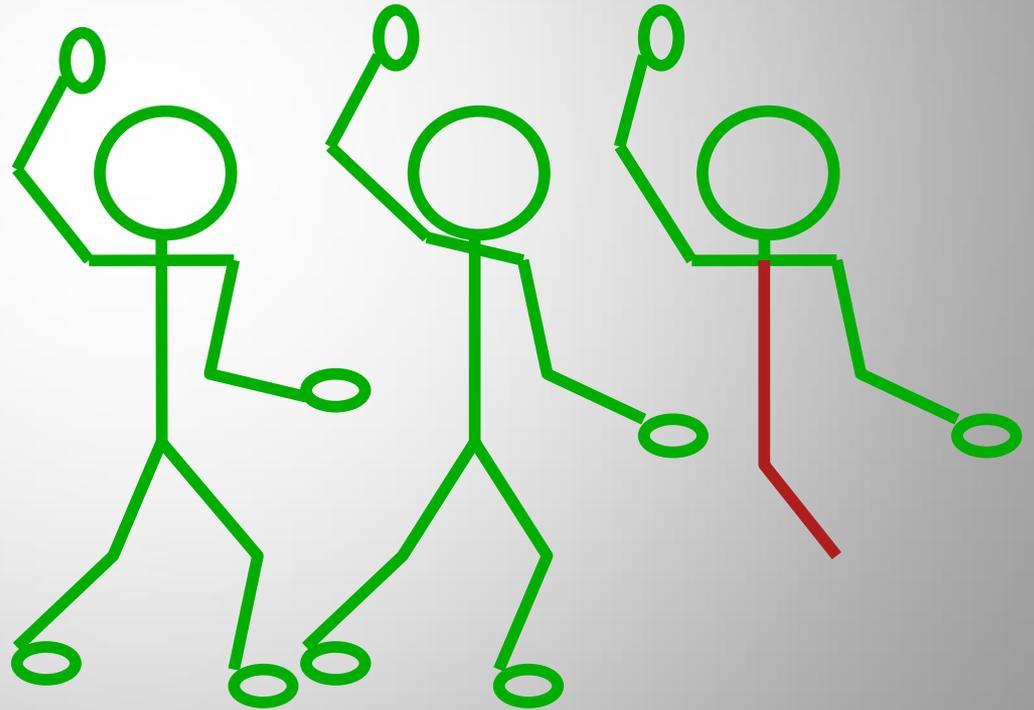
OTHER CATEGORIES:

Gifted	0.34	Economically	
Bilingual	0.25	Disadvantaged	0.25

GRADE WEIGHT PLUS SPECIAL CATEGORIES

Autism = 2.4

Grade 1 = 1.351 **Econ. Disadvg. = .25**



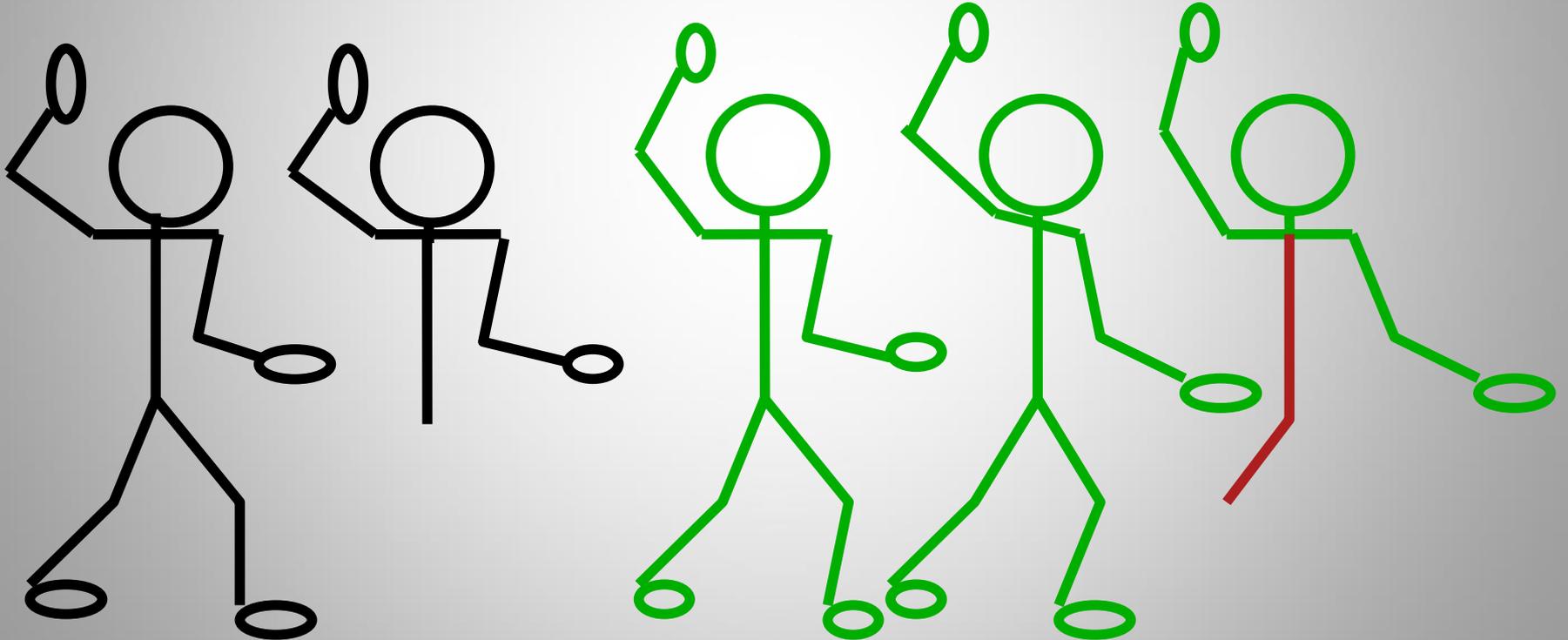
1 = 4.001

GRADE WEIGHT PLUS SPECIAL CATEGORIES

KG = 1.5

Autism = 2.4

Econ. Disadv. = .25



1 = 4.15

TEACHER INDEX

- ✓ **NUMBER OF TEACHERS**
- ✓ **LEVEL OF DEGREE**
- ✓ **INDEX IS DETERMINED BY COMPARING
PRIOR YEAR TOTAL TO THE STATE
AVERAGE**

DISTRICT WEIGHTS

SMALL SCHOOL WEIGHT

- ✓ **SMALL SCHOOL DISTRICT CALCULATION SHALL APPLY ONLY TO SCHOOL DISTRICTS WHOSE AVERAGE DAILY MEMBERSHIP (ADM) IS LESS THAN 529**
- ✓ **IF ADM IS LESS THAN 529, CALCULATE THE SMALL SCHOOL WEIGHT**

DISTRICT WEIGHTS

SPARSITY / ISOLATION WEIGHT

- ✓ IF DISTRICT AREA IN SQUARE MILES IS GREATER THAN THE STATE AVERAGE AREA IN SQUARE MILES (135):
COMPUTE AREAL DENSITY
- ✓ IF DISTRICT AREAL DENSITY IS LESS THAN 2.44, CALCULATE THE DISTRICT SPARSITY ISOLATION WEIGHT

DISTRICT WEIGHTS

SELECT THE GREATER WEIGHT:

SMALL SCHOOL WEIGHT 18.06

OR

ISOLATION WEIGHT 186.07

DISTRICT WEIGHT = 186.07

COMPONENTS OF THE WEIGHTED ADM

AVERAGE DAILY MEMBERSHIP

WITH GRADE LEVEL WEIGHTS

SPECIAL CATEGORIES

TIMES EACH CATEGORY WEIGHT

**(Special Education, Economically Disadvantaged, Gifted,
Bilingual)**

TEACHER INDEX

DISTRICT CALCULATIONS:

(Whichever is larger)

SMALL SCHOOL DISTRICT WEIGHT

or

ISOLATION WEIGHT

Transportation Allowance

Items Needed to Figure Transportation Aid

- ✓ **ADH**
- ✓ **Area Served**
 - **Total square miles**
 - **You may count elementary transportation areas**
- ✓ **Transportation Factor**
 - **Has been 1.39 since 1983**

FORMULA TIMELINES

-  **Begin collecting on a monthly basis “Chargeables” data from the Tax Commission, County Treasurers (State Auditor and Inspector’s Office), and School Land Commission.**
-  **July: Create a district’s “Initial” Tentative Allocation -- based on prior year Net Assessed Valuation and prior year actual collections of chargeables (prior year 10 months actual data collections and second prior year May and June collections); and the higher of 2013-14 or 2014-15 full year Weighted ADM.**

FORMULA TIMELINES

-  **November and December: Collect current year first nine-week's data -- Average Daily Membership, Gifted, Bilingual, Special Education Child Counts, and Economically Disadvantaged.**
-  **December and January: Calculate a district's "Final" Tentative Allocation -- based on current year Net Assessed Valuation and prior year actual collections of chargeables (12 months actual data collections from 2013-14); and the highest of 2013-14, 2014-15 or 2015-16 First Nine-Week's Weighted ADM.**

FORMULA TIMELINES

-  **January 15: Notify schools of their new “Final” Tentative Allocation.**
-  **Penalties, tax settlements, and unsettled disputes might still change this “Final” Allocation.**

WEIGHTED ADMs

	2013-14	2014-15
WEIGHTED ADM		
AVERAGE DAILY MEMBERSHIP	90.33	101.30
WITH GRADE WEIGHTS	10.56	14.19
SPECIAL ED. WEIGHTS	1.50	4.40
SUMMER PROGRAM	0	0
GIFTED	2.54	2.72
BILINGUAL	25.75	20.25
TEACHER INDEX	6.88	3.08
ECONOMICALLY DISADV.	25.00	20.00
SMALL SCHOOL	14.98	16.38
OR		
ISOLATION	0	0
TOTAL WEIGHTED ADM:	177.54	182.32

WEIGHTED ADMs

FIRST NINE
WEEKS
2015-16

WEIGHTED ADM	2013-14	2014-15	2015-16
AVERAGE DAILY MEMBERSHIP WITH GRADE WEIGHTS	90.33	101.30	111.64
SPECIAL ED. CHILD COUNT	1.50	4.40	2.45
SUMMER PROGRAM	0	0	0
GIFTED	2.54	2.72	3.70
BILINGUAL	25.75	20.25	22.25
TEACHER INDEX	6.88	3.08	2.98
ECONOMICALLY DISADV.	25.00	20.00	21.75
SMALL SCHOOL	14.98	16.38	18.45
OR			
ISOLATION	0	0	0
TOTAL WEIGHTED ADM:	<u>177.54</u>	<u>182.32</u>	<u>201.55</u>

Revenue Comparison

Revenue Source	District A	District B	Difference
County 4-mill	\$75,000	\$75,000	\$0
School Land	\$25,000	\$25,000	\$0
Gross Production	\$50,000	\$50,000	\$0
State Aid	\$907,000	\$1,222,000	(\$315,000)
Foundation Aid 15 Mills	\$150,000	\$15,000	\$135,000
Incentive Aid 20 Mills	\$200,000	\$20,000	\$180,000
Motor Vehicle	\$25,000	\$25,000	\$0
REA Tax	\$0	\$0	\$0
Total Revenue	\$1,432,000	\$1,432,000	\$0

PAYMENT SCHEDULE

AUGUST	8%	SEPTEMBER	10%
OCTOBER	9%	NOVEMBER	9%
DECEMBER	9%	JANUARY	9%
FEBRUARY	9%	MARCH	9%
APRIL	9%	MAY	10%
JUNE	9%		

ACCUMULATED PERCENTAGE

AUGUST	8%	SEPTEMBER	18%
OCTOBER	27%	NOVEMBER	36%
DECEMBER	45%	JANUARY	54%
FEBRUARY	63%	MARCH	72%
APRIL	81%	MAY	91%
JUNE	100%		

To calculate the state aid payment each month, multiply the accumulated percentage by the most recent allocation, then subtract the amount paid to date. The result is the amount of payment for any given month.

"STATE AID" IN THE BANK
(Foundation, Salary Incentive and Transportation Aid)
Electronic Funds Transfer Dates
2015 - 2016

JULY 2015 *						
S	M	T	W	T	F	S
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	31	

AUGUST 2015						
S	M	T	W	T	F	S
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

SEPTEMBER 2015						
S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30			

OCTOBER 2015						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

NOVEMBER 2015						
S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30					

DECEMBER 2015						
S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

JANUARY 2016						
S	M	T	W	T	F	S
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31						

FEBRUARY 2016						
S	M	T	W	T	F	S
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29					

MARCH 2016						
S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

APRIL 2016						
S	M	T	W	T	F	S
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30

MAY 2016						
S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

JUNE 2016						
S	M	T	W	T	F	S
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30		

* No scheduled State Aid payments in July



State Aid Section

(405) 521-3460

State.Aid@sde.ok.gov

Renée McWaters

Kim Ivester

Lori Kimbrough

Mitzi Perry