

Educational Focus on State Funding

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State Budget Reductions (Part 1)

March – First signs that GRF revenues are eroding
Schools closed March 16 due to (COVID-19)
Coronavirus Pandemic

April - Tax receipts **BELOW** estimate by \$866.5M (35.3%);
Year to date **BELOW** by \$777M
Projected FY20 shortfall of \$2Billion by year end

May – FY20 budget reductions necessary;
GRF reductions totaling \$775M

State Budget Reductions (Part 2)

K - 12 Education (Foundation)	--	\$300 Million
Medicaid	--	\$210 Million
Higher Education	--	\$110 Million
Other State Agencies	--	\$100 Million
Other Education Budgeted Line Items	--	\$55 Million

Foundation Funding

Foundation Funding to Traditional Districts (like ours) totals \$8.07 Billion in FY20 (current fiscal year)

State Funding reduced by \$300.5 Million (3.72%)

District payments will be reduced starting with May 22nd payment

Foundation Funding (continued)

Funding is reduced by an equalized per pupil amount

Per pupil reductions range from \$88.76 to \$304.32

Nordonia Hills per pupil reduction is \$289, 22.2%
reduction in State funding effectively NOW

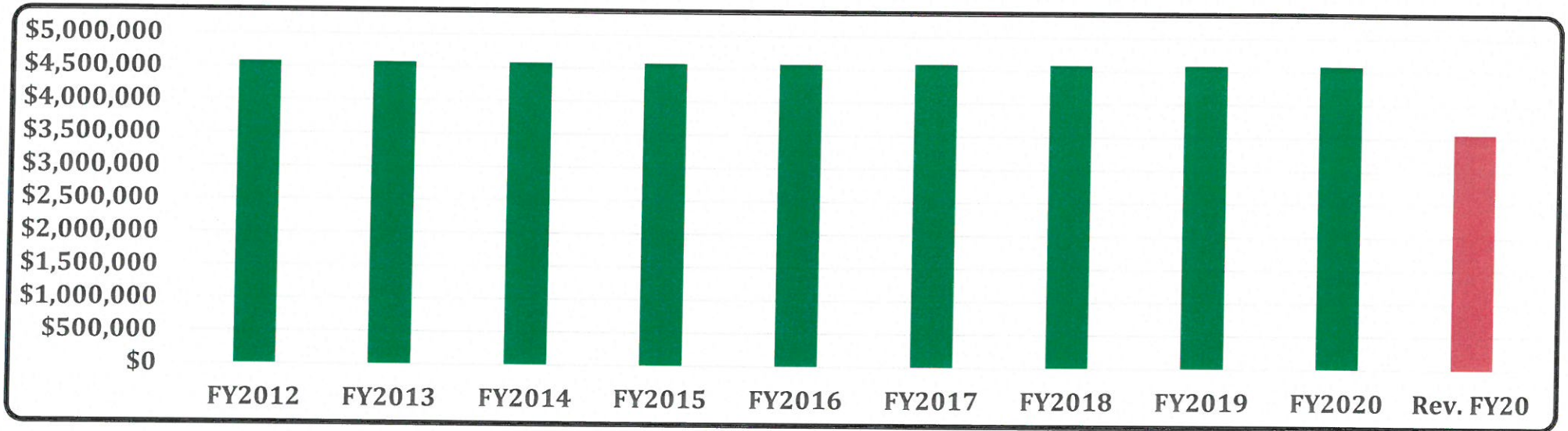
REDUCTION OF \$1,019,403 (2.16% of Total Revenue)

Rationale: Districts such as ours has a higher capacity to access resources locally (tax levies) and will see a higher per pupil reduction.

FY20 State Funding Not Impacted

- **Property Tax Reimbursement
Payments for Rollback and Homestead
Exemptions**
- **State Special Education Funding
(including Catastrophic Cost reimbursement)**
- **State CTE Grants**

State Funding Reduction Impact to Nordonia Hills City Schools



	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY20	Rev. FY20
Guarantee	\$920,263	\$604,488	\$358,118	\$557,630	\$568,330	\$499,585	\$718,827	\$1,053,173	\$1,039,356	\$1,039,356
Total State Aid	\$4,575,493	\$4,574,453	\$4,574,455	\$4,574,455	\$4,574,455	\$4,587,062	\$4,586,644	\$4,586,644	\$4,586,644	\$3,567,241
Guarantee as % of To	20.11%	13.21%	7.83%	12.19%	12.42%	10.89%	15.67%	22.96%	22.66%	29.14%
Total ADM	3,866	3,962	3,662	3,486	3,555	3,584	3,607	3,571	3,528	3,528
Per pupil Aid	\$1,184	\$1,155	\$1,249	\$1,312	\$1,287	\$1,280	\$1,272	\$1,284	\$1,300	\$1,011

NOTE: Because our District has insufficient funds for this reduction in the final three payments, the reductions will financially impact FY20 by \$573,396.52 and FY21 by \$446,106.48 totaling \$1,019,403.