

06/23/2011

What is the payment schedule for the FY2011 rollover payback in FY2012?

There will be two payments for that rollover payback. On 7/5/2011, payments will be appropriated for the following districts: a 100 % rollover for small districts that have 125 ADM or less for elementary or 100ADM or less for high school based on FY2010 ADM, and a 100% rollover for all accommodation districts. All other districts (large and medium districts) will receive 100% of their September rollover and 50% of their November state aid rollover. On 8/26/2011, this will include for large/medium district, the remaining 50% for November state aid rollover and 100% for November security payment rollover and 100% for March and April rollover. The total rollover payback payment will be \$952,627,700. No interest assigned per statute.

What is the rollover schedule for FY 2012?

The rollover amount for FY2012 will be the same as FY2011 (\$952,627,700). The rollover month will also stay the same as this year; September, November, March, and part of April.

What is the impact FY2011 shortfall budget on FY2012?

---Applies Only To Districts That Receive Any State Aid --

The shortfall reduction can be partially or totaling offset by a corresponding reduction in FY2011 expenditures and/or use of Edu Job money. Deduct any remaining shortfall from the M&O budget balance carry forward (BBCF) calculated on FY2012 worksheet M. Since a BBCF cannot be less than zero, amounts greater than the total FY2012 BBCF will be reduced as an adjustment to GBL in FY2012.

The finalized impact numbers will be included in a final FY2011 BUD25 generated approximately one week after the completion of the final payment. We intend to work out the budget calculations in a manner that districts will not be required to revise.

Can I revise for under budgeted growth in FY2011?

The process used in FY2010 will be extended into FY2011. It is not necessary to revise as growth will be awarded regardless if it was budgeted for. The FY2011 BUD75 will reflect the total growth when published in October.

When will the FY 2011 final ADM be available?

The final ADM for FY 2011, which will include all LEA data, including AOs, should be available in September. The statewide recalculation of the data

will begin in August. It is expected that the issues with the AOI ADM and the ELL data will be fixed at this time.

What is the FY 2012 JTED 9th grade funding amount?

9th graders attending a JTED are not fundable for FY 2012. This will impact the following areas:

- **SAIS:** These students must be submitted and must be reported as non-fundable enrollments since they will not generate ADM.
- **Payments:** 9th grade ADM from FY 2011 will not appear on the APOR 55-1 and will not be included in the FY 2012 payments.
- **Budgets:** These students must not be included in the FY 2012 budget. Their student count will not be included in the Budget Limit formula or in the state aid.

Funds generated from the 5 cent Qualified Tax Rate may be used to pay for the 9th graders who reside in a member district and are receiving JTED instruction in FY 2012.

What amount do I budget for FY2012 CSF?

For FY2012, the JLBC currently estimates that public schools will receive up to \$219 per weighted ADM on a cash basis. From a budget capacity perspective, the estimated per weighted ADM is \$120 due to adjustments for any prior year shortfalls. You can also budget for any Fy2011 balance carried forward and interest.

What are the legislative budget and funding reductions for FY2012 and does it apply to all districts?

	CORL \$63.9 Million	CORL \$35 Million	Soft Capital \$188.1 Million
State Aid Districts(*)	Yes	Yes	Yes
Non State Aid Districts	Yes	No	Yes
Districts < 1,100 Students	Maximum \$5 Million Statewide		

(*) receive any state aid for any grade level

Based on the FY2012 budget reduction posted on the ADE School Finance (SF) website, for my district, why is the reduction amount greater than my FY2012 budget capacity for SCA?

When ADE calculated the estimated FY2012 budget reduction, FY2010 ADM was used since the FY 2012 APOR was not available at that point in time. If your district ADM decreased from FY2010 to FY2011, you may see the

estimated reduction amount is greater than the budget capacity. The solution for this will be using the estimated dollar amount per ADM to calculate your own reduction amount. For district with over 1100 students the estimated amount for SCA will be about \$219 per ADM, and it will be about \$114 per ADM for CORL. Again, these are all estimated amounts, ADE will issue the final reduction amount around the September 1st payment.

What is the ASRS adjustment amount?

ADE is working with the state legislature and ASRS (Arizona State Retirement System) to clarify provisions of Senate Bill 1614 — FY 2012 contribution changes and its impact on budgets and the district's reporting of the final ASRS reduction amount. ADE will send out guidance at the completion of this process.

The recommendation is for the district to estimate the budget capacity reduction at 0.65% of the M&O, Soft Capital, or Unrestricted Capital⁽¹⁾ of ASRS participating employee⁽²⁾ payroll ⁽³⁾. The 0.65%⁽⁴⁾ represents the amount the district is reducing its contribution to ASRS.

- Calculate the reduction amount as noted above
- Record the total in the "ASRS Employer Contribution Change Reduction" box at the bottom right of page 7
 - a) State Aid districts can distribute the reduction in
 - b) M&O (Page 7 Line 9 adjustment box item #6), CORL (Worksheet H), Soft Capital (Page 8 Line B.11 adjustment box item #3), and/or additional Unrestricted Capital not deducted as part of CORL (Page 8 Line A.10).
 - c) Non State Aid districts must take the reduction in CORL (Worksheet H)
- CORL and Soft Capital Adjustments entered on Worksheets H & I will be pulled to the appropriate cells on pages 7 and 8.

Notes:

1. The budget reduction does not include salaries for non budget capacity funds (e.g. CSF, federal programs, and food service)
2. Examples of the non-ASRS-participating employees could include those working less than 20 hours per week and those that had already retired and returned to work.
3. This payroll number would be the same amount the payment department uses to calculate the employer/employee contributions
4. The .65% represents the difference between the originally required employee contribution of 10.75% and the current Senate Bill 1614 required amount of 10.10%