

Review of High Cost Disabilities (HCD) Grant:

March 2, 2015

House Committee on Revenue

State School Fund + Local Revenue

= Total Revenue for School Districts and Education Service Districts

(-) Carve-outs and set-asides

Small High School Grants

Talented and Gifted, Speech Pathology

Virtual School District

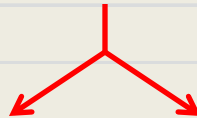
NQTL (Quality Teaching Network)

Long Term Care and Treatment, OSD

Pediatric Nursing Facility

Reserves and Others

= Formula Revenue to be distributed to SDs and ESDs (100%)



School Districts (95.5%)

Education Service Districts (4.5%)

→ (-) High Cost Disabilities Grant

(-) 10th Grade Assessment

(-) Facility Grant

(-) ESD Share of NQTL

(-) SD share of NQTL

= Formula Revenue Available
for distribution to SDs

= Formula Revenue Available
for distribution to ESDs

How Does HCD Grant Work?

- The current law on the High Cost Disabilities (HCD) Grant states that for a student with approved disabilities costs above \$30,000, the grant is the total cost minus \$30,000.
- The district grant is the sum of the grants for each student with disabilities costs above \$30,000.
- The total grants of the HCD Grant cannot exceed \$18 million per year. If the grand total of the grants initially exceeds this amount, the grants to all school districts are reduced proportionally.

HCD Grant History

School year	Claims	Threshold	Claim Amount Allowed	Grant Award	Reimbursement Rate (per \$1 Allowed Claim)
2003-04	1,898	\$ 25,000	\$ 16,998,166	\$ 12,000,000	\$ 0.71
2004-05	2,183	\$ 25,000	\$ 20,054,272	\$ 12,000,000	\$ 0.60
2005-06	1,339	\$ 30,000	\$ 15,388,920	\$ 12,000,000	\$ 0.78
2006-07	1,739	\$ 30,000	\$ 19,894,981	\$ 12,000,000	\$ 0.60
2007-08	2,127	\$ 30,000	\$ 23,686,156	\$ 18,000,000	\$ 0.76
2008-09	2,365	\$ 30,000	\$ 28,697,349	\$ 18,000,000	\$ 0.63
2009-10	2,509	\$ 30,000	\$ 35,887,006	\$ 18,000,000	\$ 0.50
2010-11	2,569	\$ 30,000	\$ 35,795,306	\$ 18,000,000	\$ 0.50
2011-12	2,701	\$ 30,000	\$ 42,805,920	\$ 18,000,000	\$ 0.42
2012-13	2,774	\$ 30,000	\$ 44,550,768	\$ 18,000,000	\$ 0.40
2013-14*	2,804	\$ 30,000	\$ 42,454,423	\$ 18,000,000	\$ 0.42

*Estimate at this time. Source: Mike Wiltfong, Director, School Finance and Pupil Transportation, ODE

2013-14 School Year Preliminary HCD Payments to SDs

<http://www.ode.state.or.us/services/ssf/misc/13-14-hcd-estimated-payments-4-11-14.pdf>

For the school year 2013-14, 93 school districts - large and small - are expected to receive HCD grants.