

# **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

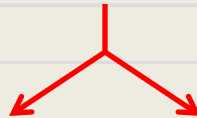
NQTL (Quality Teaching Network)

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
<b>2005-06</b>	<b>1,339</b>	<b>\$ 30,000</b>	<b>\$ 15,388,920</b>	<b>\$ 12,000,000</b>	<b>\$ 0.78</b>
2006-07	1,739	\$ 30,000	\$ 19,894,981	\$ 12,000,000	\$ 0.60
<b>2007-08</b>	<b>2,127</b>	<b>\$ 30,000</b>	<b>\$ 23,686,156</b>	<b>\$ 18,000,000</b>	<b>\$ 0.76</b>
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	<b>\$ 42,454,423</b>	<b>\$ 18,000,000</b>	<b>\$ 0.42</b>

\*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.