

MILLION \$ FLOOR GROWTH 2008/09 – 2015/16
(At rate of growth of total ESD revenue)

<u>Year</u>	<u>Floor Revenue</u>	<u>% Change</u>
08/09	\$1,000,000	
09/10	\$1,011,000	1.1%
10/11	\$ 937,197	7.3%
11/12	\$ 961,564	2.6%
12/13	\$ 993,295	3.3%
13/14	\$1,039,980	4.7%
14/15	\$1,102,379	6.0%
15/16	\$1,157,498	5.0%
(Proposed Change)		
15/16	\$1,165,000	16.5% (Total ESD Fund Change: 16.1%)

HISTORY

1990: Ballot Measure 5 passed

1991: *Legislature develops an ADMw based “equity” formula for distribution of funds to local school districts.* However, ESDs continued to levy local taxes allowed under BM 5. Legislature committed to replace 85.0% of lost ESD levy resources for the 1992-93 school year. The replacement percentage was reduced to 71.33% in 93/94 and remained at that amount through 1996-97. The replacement rate was increased to 75% following the passage of Measure 50.

1999: The local tax plus the state replacement for lost taxes created great inequities among ESDs because of the large variation in property tax value per ADM. The Legislature moved the ESD fund distribution to an ADMw based formula similar to the local district formula. The formula was phased in with a target of full implementation in 2005-06.

2005: When the ESD distribution formula was set up the total resources for K-12 was split 95% for local districts and 5% for ESDs. In 2005 the split was changed to 95.25% for local districts and 4.75% for ESDs and in 2009 the split was changed again to 95% - 5%.

2008/09: The formula was amended to assure that ESDs would receive \$1,000,000 in revenue or the amount generated by the distribution formula which ever is greater.

ESD ANNUAL FORMULA RESOURCES

<u>Year</u>	<u>ESD Total Revenue</u>	<u>% Inc</u>	<u>5 Floor Dists</u>	<u>%/Total</u>
2008/09	\$200,238,063	-0-	\$5,000,000	2.49%
2009/10	\$202,624,173	1.1%	\$5,000,000	2.46%
2010/11	\$187,682,600	7.3%	\$5,000,000	2.66%
2011/12	\$192,739,684	2.6%	\$5,000,000	2.59%
2012/13	\$199,169,190	3.3%	\$5,000,000	2.51%
2013/14	\$208,621,780	4.7%	\$5,000,000	2.39%
<i>(Note: First year total ESD Revenue exceeds 2009/10)</i>				
<i>---Estimated---</i>				
2014/15	\$221,335,814	6.0%	\$5,000,000	2.25%
2015/16	\$232,513,108	5.0%	\$5,000,000	2.15%

---Proposed---

Increase Floor to \$1,165,000 (16.5%) in 2015/16 with annual increase or decrease at rate of ESDs total revenue increase or decrease in subsequent years.

2015/16	\$232,513,108	5.0%	\$5,825,000	2.5%
			<i>(16.5% increase in Million \$ Floor)</i>	

ESD REVENUE GROWTH 2008/09-2015/16

	<u>Total ESD Revenue</u>	<u>5 Floor Districts Total</u>
2015/16	\$232,513,108	\$5,825,000
2008/09	<u>\$200,238,063</u>	<u>5,000,000</u>
Net Increase	32,275,045	825,000
% Increase	16.1%	16.5%

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