

**MISSOURI STATE BOARD OF EDUCATION AGENDA ITEM:****September 2014****REPORT ON THE CALCULATION OF CHARTER SCHOOL PAYMENTS****STATUTORY AUTHORITY:**

Section 160.415, RSMo.

Consent  
ItemAction  
ItemReport  
Item**DEPARTMENT GOAL NO. 4:**

The Missouri Department of Elementary and Secondary Education will improve departmental efficiency and operational effectiveness.

**SUMMARY:**

The staff will provide a report on the payment calculation for Charter Schools.

**PRESENTER(S):**

Ron Lankford, Deputy Commissioner, Financial and Administrative Services and Roger Dorson, Coordinator, Financial and Administrative Services, will assist in the presentation and discussion of this agenda item.



# CHARTER SCHOOL BASIC FORMULA CALCULATION

September 2014

Missouri Department of Elementary  
and Secondary Education

# Basic Formula Calculation

Charter School Amount per Weighted Average Daily Attendance (WADA) includes:

- Basic Formula Amount
- Local Effort Amount
- Local Tax Amount (amount > \$3.43)



# Basic Formula Calculation Amount per WADA

Weighted Average Daily Attendance (WADA)

- x State Adequacy Target
- x Dollar Value Modifier
- Local Effort
- = State Funding

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- WADA is total of school district & charter schools
  - Kansas City and St. Louis School District's are hold harmless so the Basic Formula Amount per WADA is based on the Hold Harmless Calculated Amount



# Local Effort Amount per WADA

- Local Effort Amount divided by the WADA
- WADA is a total of school districts and charter schools



## Local Tax Amount per WADA > \$3.43

- Assessed Valuation divided by 100 multiplied by the tax rate in excess of \$3.43
- Less collector fees equals net tax revenues in excess of \$3.43
- The net tax revenues are divided by the WADA
- WADA is total of school district and charter schools
- Property tax equivalent from the city sales tax revenue is included in the calculation for St. Louis



# Kansas City Charter amount per WADA

## Kansas City Charter School amount per WADA as of August 2014 payment

Basic Formula Amount	\$3,743
Local Effort Amount	\$3,737
Local Tax Amount (amount > \$3.43)	\$1,347

**Charter School payment per WADA** **\$8,827**

## Kansas City School District amount per WADA as of August 2014 payment

Basic Formula Amount	\$3,743
Local Effort Deduction	\$3,321

**Kansas City payment amount per WADA** **\$422**



# Kansas City – Revenue per WADA

## Local, County, and State Revenue per WADA

Kansas City	\$10,660
Kansas City Charter Schools	\$10,691

This calculation is based on the preliminary 2013-2014 Annual Secretary of the Board Reports (ASBRs) and the 2013-2014 Weighted Average Daily Attendance (WADA) from the September payment calculation.



# St. Louis Charter amount per WADA

## St. Louis Charter School amount per WADA as of August 2014 payment

Basic Formula Amount	\$3,457
Local Effort Amount	\$3,606
Local Tax Amount (amount > \$3.43)	\$931

**Charter School payment per WADA** **\$7,994**

## St. Louis School District amount per WADA as of August 2014 payment

Basic Formula Amount	\$3,457
Local Effort Deduction	\$1,706

**SLPS payment amount per WADA** **\$1,751**



# St. Louis – Revenue per WADA

## Local, County, and State Revenue per WADA

<b>St. Louis</b> (General, Special Revenue and Capital Projects Funds)	<b>\$10,260</b>
<b>St. Louis</b> (Debt Service Fund Only)	<b>\$909</b>
<b>St. Louis Charter Schools</b>	<b>\$9,574</b>

This calculation is based on the preliminary 2013-2014 Annual Secretary of the Board Reports (ASBRs) and the 2013-2014 Weighted Average Daily Attendance (WADA) from the September payment calculation.



# Sponsor payment

Charter WADA x Charter amount per WADA = Total Charter payment

Total Charter payment – Sponsor payment = Net to Charter

## Sponsor payment

The greater of 1.5% of the charter payment or \$125,000



# Basic Formula Monthly Payment

- Estimated WADA
- x Amount per WADA
- Charter school sponsor withholding
- = Net to Charter
- x total amount due at this time in the year
- (Ex: March payment is 9/12<sup>th</sup> of annual amount
- Amount paid during the previous months
- = Payment amount due for month

