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FOR IMMEDIATE RELEASE

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School districts receive notice of certified general aid

55 percent of districts will receive less aid than the prior year

MADISON — As required by state statute on or by Oct. 15 of each year, the Wisconsin Department of Public Instruction has provided the certified amount each public school district will receive from the \$4.584 billion appropriated for general state aid for the 2017-18 school year. This is the same amount of general state aid as the prior year's budget appropriation.

Overall, 55 percent of the state's public school districts (230 of 422) will receive less general state aid this school year than they did in 2016-17. General aid is made up of equalization aid also known as the school aid formula, integration aid also known as Chapter 220 aid, and special adjustment aid also known as hold harmless aid. Fifty-five districts met the aid formula's hold harmless provision, meaning their aid reduction is generally limited to 15 percent of the prior year's amount.

Aid payments are based on 2016-17 audited numbers that include membership, property value, and eligible expenditures. Aid amounts for each of the state's 422 public school districts can be found on the department's School Financial Services website, both alphabetically and by percent change.

School membership, which differs from enrollment, increased by 930 full-time equivalent (FTE) students and totaled 855,332 FTE for 2016-17. Most of the increase can be attributed to growth in the number of pupils in the

Racine and Wisconsin Parental Choice programs. The membership increase also includes 217 FTE pupils who reside in 24 districts and were enrolled in private schools through the Special Needs Scholarship Program for 2016-17. Students in those private school choice programs are counted in membership for

| 2017-18 State General Aid Deductions | | |
|--|----------------|-------------------------|
| Program | Impact | Amount (In Millions) |
| Independent Charter School | 417 Districts* | \$65.9 |
| Milwaukee Parental Choice | Milwaukee | \$47.8 |
| Racine Parental Choice | Racine | \$14.0 |
| Special Needs Scholarship | 25 Districts | \$3.0 |
| Wisconsin Parental Choice | 255 Districts | \$28.8 |
| * Five districts receive no state general aid. | | |

state aid purposes. Most of the per pupil payments to private schools in those three programs will be deducted from

the general aid of the district in which the student resides. Additionally, nearly all districts will have 1.4 percent of their aid deducted, an estimated \$65.9 million, to pay for the 7,850 FTE pupils enrolled in 23 independent charter schools. Districts can increase their property tax levy to recover the aid deduction for the independent charter school program and receive a revenue limit adjustment for aid deductions related to the private choice programs.

Milwaukee Public Schools will have a state aid deduction estimated at \$47.8 million to pay its statutory share (22.4 percent) of the Milwaukee Parental Choice Program (MPCP). Overall, that program is expected to total \$213.3 million for 27,670 FTE students attending private choice schools under MPCP this school year. General program revenue (GPR), state tax dollars, will pay the remaining MPCP costs for 2017-18 and will increase by 3.2 percent each year until GPR pays 100 percent of MPCP costs in 2024-25.

Shared costs per pupil, a main factor in the school aid formula, include the operating and debt costs of a school district. Shared costs range from \$19,879 in the North Lakeland (K8) School District in Manitowish Waters to \$8,581 in the West Allis-West Milwaukee School District. The statewide average shared cost per pupil for 2016-17 was \$10,688.

Changes in property valuations are another factor that impacts whether a district receives more or less general state aid than the prior school year. Property valuations per pupil range from \$8,316,200 in North Lakeland to \$183,400 in Beloit, a ratio of 45:1 between the state's most and least property wealthy districts. Beloit is the state's highest aided district, receiving state general aid that covers 83.4 percent of its eligible shared costs. There are 20 districts that receive no equalization aid because their property wealth exceeds \$1.9 million per pupil. Most of these districts receive special adjustment aid, which ensures that most aid decreases are held to no more than 15 percent from year-to-year. Four districts — Geneva J4, Mercer, North Lakeland, and Washington — are not eligible to receive general aid for the 2017-18 school year. In addition, the Norris School District did not have any aidable shared costs last year so it will receive no general aid for 2017-18.

General aid totals do not include per pupil categorical aid amounts, which are based on a three year average of Third Friday in September membership. That aid is \$450 per pupil for the 2017-18 school year, totaling \$378.2 million, and will be paid in March 2018.

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NOTES: Tables that show the 2017-18 General Aid Certification for the state's 422 public school districts can be found online. Alpha By District. By Percent Change. This news release is available electronically at https://dpi.wi.gov/sites/default/files/news-release/dpinr2017_85.pdf.