

K-12 Funding (M&O, Capital and Other)

FY 2001 through FY 2021 est

JLBC Staff
8/17/2020

All Funding ^{1/}

Source/Item	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020 est	FY 2021 est
Equalization Formula Only ^{2/} (state & local)	3,583,655,359	3,809,563,400	4,060,904,900	4,268,108,600	4,544,505,400	4,862,005,300	5,334,447,400	5,705,999,400	5,787,415,400	5,743,522,300	5,550,278,800	5,409,764,900	5,509,774,200	5,721,658,100	5,837,228,913	6,155,131,994	6,274,669,776	6,399,412,608	6,978,486,695	7,458,565,018	7,878,947,600
Funding per Student	4,245	4,339	4,459	4,577	4,715	4,882	5,229	5,481	5,531	5,471	5,297	5,142	5,193	5,335	5,381	5,619	5,695	5,758	6,250	6,643	6,979
Inflation Adjusted Funding per Student	5,342	5,341	5,372	5,428	5,490	5,534	5,748	5,849	5,748	5,577	5,358	5,142	5,086	5,128	5,082	5,211	5,227	5,231	5,573	5,782	5,970
State Only ^{3/} (equalization + non-formula, SFB, and misc)	3,514,873,000	3,083,916,300	3,538,885,300	3,540,455,700	3,812,075,200	4,317,540,900	4,797,463,500	5,200,654,300	4,674,761,500	4,463,725,800	4,118,868,200	4,055,154,600	4,134,270,200	4,458,083,600	4,551,774,113	4,961,232,679	5,069,186,265	5,333,439,100	5,887,268,989	6,472,584,700	6,698,354,200
Funding per Student	4,163	3,513	3,886	3,797	3,955	4,335	4,702	4,996	4,468	4,252	3,931	3,854	3,896	4,157	4,196	4,529	4,601	4,799	5,273	5,765	5,933
Inflation Adjusted Funding per Student	5,240	4,324	4,681	4,502	4,605	4,915	5,170	5,331	4,643	4,335	3,977	3,854	3,817	3,995	3,963	4,200	4,223	4,360	4,701	5,018	5,076
State & Local Only ^{4/} (equalization + non-formula, SFB, and misc)	5,520,193,305	6,220,451,200	6,692,657,300	6,722,449,100	7,149,715,500	7,667,598,300	8,614,407,700	8,932,579,600	8,576,430,500	8,016,125,900	8,132,845,600	7,895,860,800	8,109,640,500	8,430,688,700	8,628,028,400	8,975,568,600	8,999,792,900	9,450,532,900	10,274,200,600	10,974,103,000	11,305,678,000
Funding per Student	6,539	7,085	7,350	7,209	7,419	7,699	8,444	8,580	8,197	7,636	7,761	7,505	7,643	7,861	7,954	8,194	8,169	8,504	9,202	9,774	10,014
Inflation Adjusted Funding per Student	8,229	8,722	8,853	8,549	8,637	8,728	9,283	9,156	8,518	7,784	7,852	7,505	7,487	7,555	7,512	7,599	7,498	7,725	8,204	8,507	8,567
State, Local and Federal ^{5/} (equalization + non-formula, SFB, and misc)	6,009,821,205	6,742,412,200	7,594,983,000	7,709,180,400	8,212,245,900	8,816,254,600	9,628,347,200	9,967,624,300	9,691,607,100	9,803,450,200	9,689,254,900	9,180,176,900	9,384,923,500	9,627,815,600	9,897,557,500	10,277,520,400	10,307,279,100	10,761,460,427	11,671,589,068	12,638,241,200	13,089,489,600
Funding per Student	7,119	7,680	8,340	8,268	8,521	8,852	9,438	9,574	9,263	9,339	9,247	8,726	8,845	8,977	9,124	9,382	9,356	9,684	10,453	11,256	11,594
Inflation Adjusted Funding per Student	8,959	9,454	10,046	9,804	9,920	10,035	10,376	10,217	9,626	9,520	9,354	8,726	8,664	8,628	8,618	8,701	8,587	8,797	9,320	9,797	9,918
Technical Assumptions:																					
ADM Pupil Count	844,213	877,928	910,627	932,445	963,747	995,942	1,020,222	1,041,062	1,046,319	1,049,732	1,047,864	1,052,087	1,061,059	1,072,451	1,084,796	1,095,430	1,101,691	1,111,311	1,116,547	1,122,805	1,129,030
Inflation Adjustment Factor ^{6/}	1.258	1.231	1.205	1.186	1.164	1.134	1.099	1.067	1.039	1.019	1.012	1.000	0.980	0.961	0.945	0.927	0.918	0.908	0.892	0.870	0.855
Inflation Rate	1.4%	2.2%	2.2%	1.6%	1.9%	2.7%	3.1%	3.0%	2.7%	1.9%	0.8%	1.2%	2.1%	1.9%	1.8%	1.9%	1.0%	1.0%	1.9%	2.4%	1.7%

^{1/} Includes all funding reported in "Revenues Received by Source" tables in the Annual Report of the Superintendent of Public Instruction. They report K-12 revenues under 7 categories: 1) Maintenance and Operations (M&O), 2) Unrestricted Capital Outlay, 3) Classroom Site Fund (CSF) and Instructional Improvement Fund (IIF); 4) School Facilities; 5) Adjacent Ways; 6) Debt Service; and 7) Other. "Other" funding is from sources such as federal & state projects, food services, self-insurance, gifts and donations, auxiliary operations, and extracurricular activities. The corresponding "Non-Capital Funding Only" table includes only M&O, CSF and IIF, and "Other" funding. "State Only" section in this table also includes School Facilities Board (SFB) administrative and debt service funding.

^{2/} Includes all state and local monies that help fund the Basic State Aid formula, including Additional Teacher Salary Increase monies and the State Aid Supplement from Proposition 123, but excluding ESA funding. Figures have been adjusted to account for temporary factors that would distort long-term trends, including K-12 rollovers, school district cash balance deductions, temporary federal stimulus monies, and the suspension of the State Equalization Tax Rate (SETR) for FY07-F09 (see next page for details).

^{3/} Includes all state monies (GF, land trust, Prop 301 and miscellaneous) used by ADE and the School Facilities Board (SFB) for formula programs (excluding ESAs), non-formula programs, and agency administration. Excludes Teacher Certification and Professional Development Revolving Fund monies because they are from teacher fees. Excludes ESA Account Fund to avoid GF doublecount. Figures have been adjusted to account for the impact of temporary factors that otherwise would distort long-term trends (see next page for details).

^{4/} Includes all "Local," "County" and "State" (but not "Federal") monies reported by school districts and charter schools in the Superintendent's Annual Report for each year shown. Data on actual local funding for FY 2020 and FY 2021 are not yet available. The table assumes that the \$4.565 B level of "Local" and "County" (combined) funding reported for FY 2019 will grow in FY 2020 and FY 2021 by 0.6% each year for enrollment and by 2.0% and 1.7%, respectively, for inflation.

^{5/} Includes all "Local," "County," "State" and "Federal" monies reported by school districts and charter schools in the Superintendent's Annual Report for each year shown. Data on actual federal monies for FY 2020 and FY 2021 are not yet available. The table assumes that the \$1.397 B of federal monies reported for FY 2019 will increase by \$266.7 M for FY 2020 and by an additional \$119.6 M for FY 2021 based on federal funds information reported by ADE for FY 2020 pursuant to A.R.S. § 15-1051 and information from Federal Funds Information for States. Also includes an estimated \$298.3 million in FY 2020 and \$370.0 million in FY 2021 for distributions of federal Coronavirus Aid, Relief and Economy Security (CARES) Act to districts and charter schools.

^{6/} "Inflation Adjustment Factor" represents cumulative inflation, whereas the "Inflation Rate" is above prior year only. Both reflect GDP deflator for second preceding calendar year pursuant to A.R.S. § 15-901.01 (e.g., rates applying to FY 2021 are CY 2019 actuals).

All Funding (continued)

Source/ Item	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020 est	FY 2021 est	
Equalization Formula Only DETAIL																						
General Fund	2,149,862,900	2,285,949,200	2,251,864,800	2,588,311,700	2,720,094,300	2,923,165,700	3,691,289,000	3,489,910,000	3,217,869,400	2,835,861,400	3,000,228,100	3,030,490,900	3,095,511,100	3,250,195,500	3,344,869,413	3,469,735,594	3,538,072,915	3,597,183,200	4,066,093,300	4,447,635,600	4,783,494,400	
Permanent State School Fund	77,797,200	72,263,000	70,263,000	59,761,100	46,509,100	50,295,000	45,220,700	45,220,700	45,220,700	16,269,400	25,497,100	46,475,500	46,475,500	46,475,500	219,440,500	219,804,200	235,339,100	277,115,300	290,489,100	300,612,600		
QTR	1,199,401,559	1,271,416,300	1,342,861,800	1,391,244,200	1,516,657,300	1,602,196,600	1,702,657,200	1,819,150,600	1,915,549,700	1,984,272,000	2,014,266,200	2,022,038,400	2,037,936,600	2,054,647,100	2,078,049,100	2,096,191,500	2,139,905,669	2,185,859,010	2,248,075,283	2,326,509,255	2,392,853,000	
SETR	156,593,700	164,629,000	173,091,400	180,033,900	194,287,500	203,714,700	0	0	0	243,439,100	253,613,500	257,839,300	265,470,500	276,339,900	281,554,400	283,483,900	290,606,492	294,750,798	300,922,312	307,650,563	315,707,100	
Prop 301	-	15,305,900	31,530,100	48,757,700	66,957,200	82,633,300	86,280,500	79,090,400	85,980,500	100,960,600	86,280,500	86,280,500	86,280,500	86,280,500	86,280,500	86,280,500	86,280,500	86,280,500	86,280,500	86,280,500	86,280,500	
Equalization total	3,583,655,359	3,809,563,400	3,869,611,100	4,268,108,600	4,544,505,400	4,862,005,300	5,525,447,400	5,433,371,700	5,264,620,300	5,180,802,500	5,379,885,400	5,443,124,600	5,531,674,200	5,713,938,500	5,837,228,913	6,155,131,994	6,274,669,776	6,399,412,608	6,978,486,695	7,458,565,018	7,878,947,600	
Adjustments: 1/	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rollover 2/	-	-	191,293,800	-	-	-	(191,000,000)	272,627,700	262,609,800	350,000,000	-	-	(21,900,000)	-	-	-	-	-	-	-	-	
Cash Balances 3/	-	-	-	-	-	-	-	-	260,185,300	(115,892,400)	-	-	-	-	-	-	-	-	-	-	-	
ARRA 4/	-	-	-	-	-	-	-	-	-	521,067,300	42,643,500	-	-	-	-	-	-	-	-	-	-	
EduJobs 5/	-	-	-	-	-	-	-	-	-	-	106,955,900	35,000,000	-	-	-	-	-	-	-	-	-	
Miscellaneous 6/	-	-	-	-	-	-	-	-	-	(192,455,100)	20,794,000	(68,359,700)	-	7,719,600	-	-	-	-	-	-	-	
Equalization total - adjusted	3,583,655,359	3,809,563,400	4,060,904,900	4,268,108,600	4,544,505,400	4,862,005,300	5,334,447,400	5,705,999,400	5,787,415,400	5,743,522,300	5,550,278,800	5,409,764,900	5,509,774,200	5,721,658,100	5,837,228,913	6,155,131,994	6,274,669,776	6,399,412,608	6,978,486,695	7,458,565,018	7,878,947,600	

State Only DETAIL																					
Basic State Aid (BSA) (w/o land trust & ESA)	2,149,862,900	2,285,949,200	2,251,864,800	2,588,311,700	2,720,094,300	2,923,165,700	3,691,289,000	3,489,910,000	3,217,869,400	2,835,861,400	3,000,228,100	3,030,490,900	3,095,511,100	3,250,195,500	3,344,869,413	3,469,735,594	3,538,072,915	3,597,183,200	4,066,093,300	4,447,635,600	4,783,494,400
Additional State Aid (ASA) 2/	203,851,700	230,896,400	254,066,500	269,669,700	279,818,000	294,126,200	324,244,300	366,134,800	295,940,800	231,187,600	414,716,400	305,775,400	286,677,100	336,776,400	359,909,200	377,979,585	402,088,103	410,546,000	415,725,400	431,145,900	444,211,400
Other Formula programs	18,935,900	24,228,600	27,658,900	29,699,700	31,463,300	33,752,200	37,733,700	35,938,200	35,702,100	35,976,500	35,830,800	33,760,100	33,816,100	33,298,500	33,448,100	32,293,500	32,470,172	31,550,500	64,189,564	109,283,700	105,613,100
Non-Formula programs	54,598,700	48,078,100	53,584,500	61,130,400	91,978,800	100,554,500	83,615,100	82,423,700	114,333,900	49,560,600	28,546,600	27,995,700	36,584,300	38,810,600	44,336,300	41,034,200	49,932,534	58,830,000	66,515,725	89,496,200	93,122,300
ADE Administration	15,861,500	12,747,700	10,997,000	10,606,400	5,467,800	7,293,500	11,046,200	10,720,200	9,508,400	9,028,800	8,248,600	7,634,400	7,717,000	8,261,000	8,264,800	8,236,300	8,905,100	8,956,800	8,660,600	8,851,500	8,851,500
BSA - Permanent State School Fund	77,797,200	72,263,000	70,263,000	59,761,100	46,509,100	50,295,000	45,220,700	45,220,700	45,220,700	16,269,400	25,497,100	46,475,500	46,475,500	46,475,500	219,440,500	219,804,200	235,339,100	277,115,300	290,489,100	300,612,600	300,612,600
SFB - New School Facilities (NSF)	200,000,000	166,750,000	-	-	-	250,000,000	250,000,000	362,000,000	-	-	-	-	-	672,000	858,200	2,249,600	24,253,200	87,008,400	49,636,700	112,602,500	58,786,800
SFB - NSF Debt Service	-	-	-	25,876,200	50,094,200	50,940,100	75,733,500	71,832,600	79,103,000	100,604,700	63,459,100	160,105,700	169,429,700	172,719,800	160,739,300	171,109,400	170,006,600	169,761,700	134,287,300	131,870,500	61,177,800
SFB - Building Renewal	122,725,300	62,065,300	38,274,100	-	70,000,000	70,000,000	86,283,500	43,141,800	-	-	-	-	-	-	-	-	-	-	-	-	-
SFB - Building Renewal Grants	-	-	-	-	-	-	-	-	7,000,000	2,667,900	2,667,900	14,167,900	2,667,900	16,667,900	15,128,600	31,667,900	31,667,900	43,835,800	76,085,800	107,458,800	107,500,000
SFB - Deficiencies Correction	150,000,000	(56,000,000)	15,000,000	(100,000,000)	100,000,000	20,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
SFB - Deficiency Revenue Bonds	520,000,000	-	300,000,000	247,100,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
SFB - Public School Credit Enhancement	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,900,000	500,000	-	-	-	-
SFB - Other	1,239,800	1,591,800	1,547,100	1,574,500	5,606,500	1,643,700	1,744,600	4,322,300	1,610,800	1,422,400	1,309,900	1,283,500	1,652,100	1,587,100	1,629,600	1,451,100	1,461,900	1,634,800	1,607,700	1,718,500	1,771,100
Prop 301 - Classroom Site Fund	0	205,453,600	298,461,400	265,305,200	296,182,500	379,860,300	447,839,800	500,932,700	332,716,300	270,460,100	252,281,000	283,543,800	293,860,300	406,722,200	389,287,000	434,123,400	442,466,241	518,674,500	576,654,100	590,486,500	581,667,300
Prop 301 - Other	0	29,892,600	43,334,600	65,070,000	83,457,200	95,888,700	102,780,500	95,590,400	102,480,500	117,460,600	102,780,500	102,780,500	102,780,500	102,780,500	102,780,500	102,780,500	102,780,500	102,780,500	102,780,500	102,780,500	102,780,500
Instructional Improvement Fund	0	-	-	16,350,800	31,403,500	40,021,000	46,132,600	42,989,400	38,267,800	38,267,800	42,133,400	43,006,400	43,116,600	44,047,600	45,231,100	44,776,900	27,337,800	47,917,000	48,765,400	48,765,400	48,765,400
State total	3,514,873,000	3,083,916,300	3,347,591,500	3,540,455,700	3,812,075,200	4,317,540,900	5,203,663,500	5,156,026,600	4,284,475,300	3,708,767,800	3,974,353,500	4,056,146,800	4,120,178,000	4,458,083,600	4,551,774,113	4,961,232,679	5,069,186,265	5,333,439,100	5,887,268,989	6,472,584,700	6,698,354,200
Adjustments: 1/	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rollover 2/	-	-	191,293,800	-	-	-	(191,000,000)	272,627,700	330,886,200	350,000,000	-	-	(21,900,000)	-	-	-	-	-	-	-	-
State Equalization Tax Rate 3/	-	-	-	-	-	-	(215,200,000)	(228,000,000)	(240,600,000)	300,000,000	-	-	-	-	-	-	-	-	-	-	-
Cash Balances 3/	-	-	-	-	-	-	-	-	-	(116,109,300)	-	-	-	-	-	-	-	-	-	-	-
ARRA 4/	-	-	-	-	-	-	-	-	-	521,067,300	42,643,500	-	-	-	-	-	-	-	-	-	-
EduJobs 5/	-	-	-	-	-	-	-	-	-	-	106,955,900	35,000,000	-	-	-	-	-	-	-	-	-
Miscellaneous 6/	-	-	-	-	-	-	-	-	-	-	(5,084,700)	(35,992,200)	-	-	-	-	-	-	-	-	-
State total - adjusted	3,514,873,000	3,083,916,300	3,538,885,300	3,540,455,700	3,812,075,200	4,317,540,900	4,797,463,500	5,200,654,300	4,674,761,500	4,463,725,800	4,118,868,200	4,055,154,600	4,134,270,200	4,458,083,600	4,551,774,113	4,961,232,679	5,069,186,265	5,333,439,100	5,887,268,989	6,472,584,700	6,698,354,200

1/ To offset the impact of temporary factors that otherwise would distort long-term trends.

2/ A positive number offsets the effects of a K-12 rollover for a fiscal year. The negative FY 2007 and FY 2013 numbers offset the impact of the one-time rollover "payments" that occurred during those years.

3/ The final FY 2009 budget included a \$(300) M one-time deduction to be offset with local cash balances (ADE deducted \$260 M from Basic State Aid and \$40 M from the Homeowner's Rebate). The FY 2010 budget included a related \$116 M one-time increase.

4/ The FY 2010 and FY 2011 budgets used one-time federal monies from the American Recovery and Reinvestment Act (ARRA) to offset a portion of state K-12 formula costs for those years.

5/ Education Jobs Fund (EduJobs) figures assume that public schools used one-time federal Education Jobs Fund monies to offset an estimated \$107 M formula shortfall in FY 2011 and a \$35 M Capital Outlay Revenue Limit (CORL) reduction in FY 2012. Public schools received an additional \$66 M in "EduJobs" funding (\$208 M total) that also could have been used to offset formula reductions, but such offsets were not assumed in state budgets for the affected fiscal years.

6/ Includes shifts of surplus funding between BSA & ASA to cover shortfalls in the other program for a given fiscal year and an adjustment to correct for the inadvertent use of FY 2012 surplus monies to cover FY 2013 ASA costs.

7/ Additional State Aid ("Homeowner's Rebate" plus "1% Cap") funding is not adjusted for statutory changes that have affected programs costs, such as reductions in the assessment ratio for business property and funding ASA on the QTR only.

8/ For FY 2007 through FY 2009 the state temporarily backfilled with General Fund monies the reduction in K-12 local property tax revenues associated with a 3-year suspension of the State Equalization Tax Rate (SETR).