

Rebenchmarking the Direct Aid to Public Education Budget for the 2016-2018 Biennium

**Presentation to the Senate Finance Committee
September 17, 2015**

**Kent C. Dickey
Deputy Superintendent for Finance and Operations**



Rebenchmarking Process

- **State funding for school divisions is provided through the Direct Aid to Public Education budget.**
- **Each odd-numbered year, the state cost of the Direct Aid budget is “rebenchmarked” for the next biennium to recognize changes in costs over the preceding biennium.**
- **The rebenchmarked budget represents the state cost of continuing the current Direct Aid programs into the next biennium with updates to input data used in the funding formulas.**
- **The rebenchmarking process is technical and does not involve changes in funding policy or methodology or funding for new programs.**

Rebenchmarking Process

- **State costs are projected forward for changes in enrollments, salaries, inflation, support expenditures, and other input data.**
- **Since 90% of state Direct Aid funding is for the Standards of Quality (SOQ) programs, SOQ funding is most impacted by the process; however, Lottery, incentive, and categorical funding is also impacted (30 or more accounts updated).**

Rebenchmarking Process

- **The current FY16 budget (Chapter 665) is the starting base against which the rebenchmarking cost for each year of the 2016-2018 biennium (FY17 & FY18) is calculated.**
- **The state cost of SOQ and other Direct Aid accounts are updated step-by-step with the latest data inputs available, isolating the cost of each data update in incremental fashion. 25 separate steps are involved, each of which can increase or decrease state cost.**
- **Because rebenchmarking impacts the total cost of the Direct Aid formulas, it also impacts the required local share that localities must fund.**

Rebenchmarking Updates

2016-2018 Direct Aid to Public Education Budget Summary of Major Data Inputs Used in 2016-2018 Rebenchmarking Calculations		
	FY 2016 Base	FY 2017 & FY 2018 Rebenchmarking
A. Student Enrollment Data		
Fall Membership	2012-2013	2014-2015
Special Education Child Count	December 1, 2012	December 1, 2014
Career & Technical Education Course Enrollment	2012-2013	2014-2015
SOL English & Math Tests % Score Failures (for SOQ Prevention, Intervention and Remediation)	Three-year average (2011-12; 2012-13; 2013-14)	Three-year average (2012-13; 2013-14; 2014-15*) <i>*2014-15 available Fall 2015</i>
Free Lunch Eligibility Data (for SOQ Prevention, Intervention and Remediation & other accounts)	Three-year average (October 2010, 2011, 2012*) <i>*Oct. 2012 for other accounts</i>	Three-year average (October 2012, 2013, 2014*) <i>*Oct. 2014 for other accounts</i>
B. Base-year Expenditure & Revenue Data (funded salaries, support costs, federal revenues for support deduct)	2011-2012 Annual School Report	2013-2014 Annual School Report
C. Fringe Benefit Rates		
Instructional VRS Retirement (Including Retiree Health Care Credit)	15.12%	15.12% (updated fall 2015)
Non-instructional VRS Retirement	9.40%	9.40% (updated fall 2015)
Social Security/Medicare	7.65%	7.65%
Group Life Insurance	0.48%	0.48% (updated fall 2015)
Health Care Premium (<i>Funded per position amount with Inflation</i>)	\$4,188	\$4,595
D. Composite Index (<i>Base-Year Data</i>)	2011	2013
E. Funded Non-Personal Support Inflation Factors (<i>Unweighted average</i>)	0.00% *(Inflation not funded in Chapter 665, 2015 Appropriation Act)	2.26%
F. Textbooks (<i>Funded Per Pupil Amount with Inflation</i>)	\$96.22	\$110.05
G. Average Daily Membership Projections (<i>Initial Projections</i>)	1,246,919	1,254,762 (FY17), 1,262,979 (FY18)

State Cost to Date

- **The state cost (above the FY16 base) of the rebenchmarking updates completed to date is \$178.7 million in FY17 and \$209.1 million in FY18, for a 2016-2018 biennial total of \$387.8 million. (The state cost of the 2014-2016 rebenchmarking at this stage was \$350.6 million.)**
- **The cost of rebenchmarking can vary across biennia due to varying rate of change in factors such as: student enrollment; specific student populations; division expenditures; state and local salary increases that are recognized; inflation factors; etc.**

Impact of Data Updates on Cost

Updates that **Decreased** State Cost Below FY16 Base:

- CTE Course Enrollment
- Base-year Nonpersonal Support Costs
- Support to Instructional Position Ratio Cap (Increased)

Updates that **Increased** State Cost Above FY16 Base:

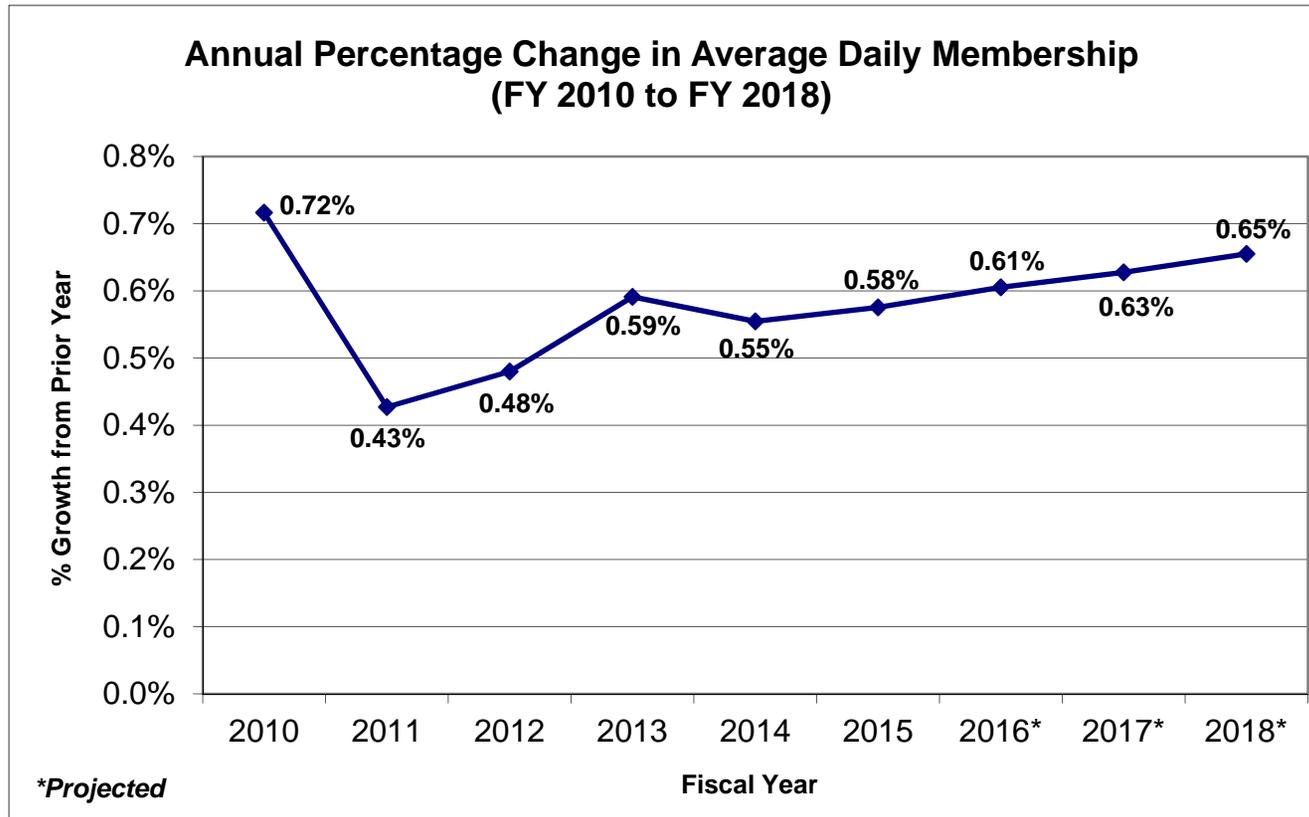
- Special Education Child Count
- Instructional & Support Salaries (prevailing FY14 higher & recognize FY16 1.50% salary increase)
- ADM/Fall Memb. Enrollment Projections
- Federal Revenue Deduct Per Pupil Amount
- Pupil Transportation Costs
- ESL/Remedial Summer School Enrollments
- Division SOL Math & English Failure Rates
- Free Lunch Eligibility Percentages
- Non-Salary Inflation Factors
- Health Care Premium per Position
- Textbook Per Pupil Amount
- Cost of Lottery Programs

Impact of Data Updates on Rebenchmarking Cost

- **Slides 9-23 contain graphs/tables showing the pattern of change in key data inputs impacting rebenchmarking costs**

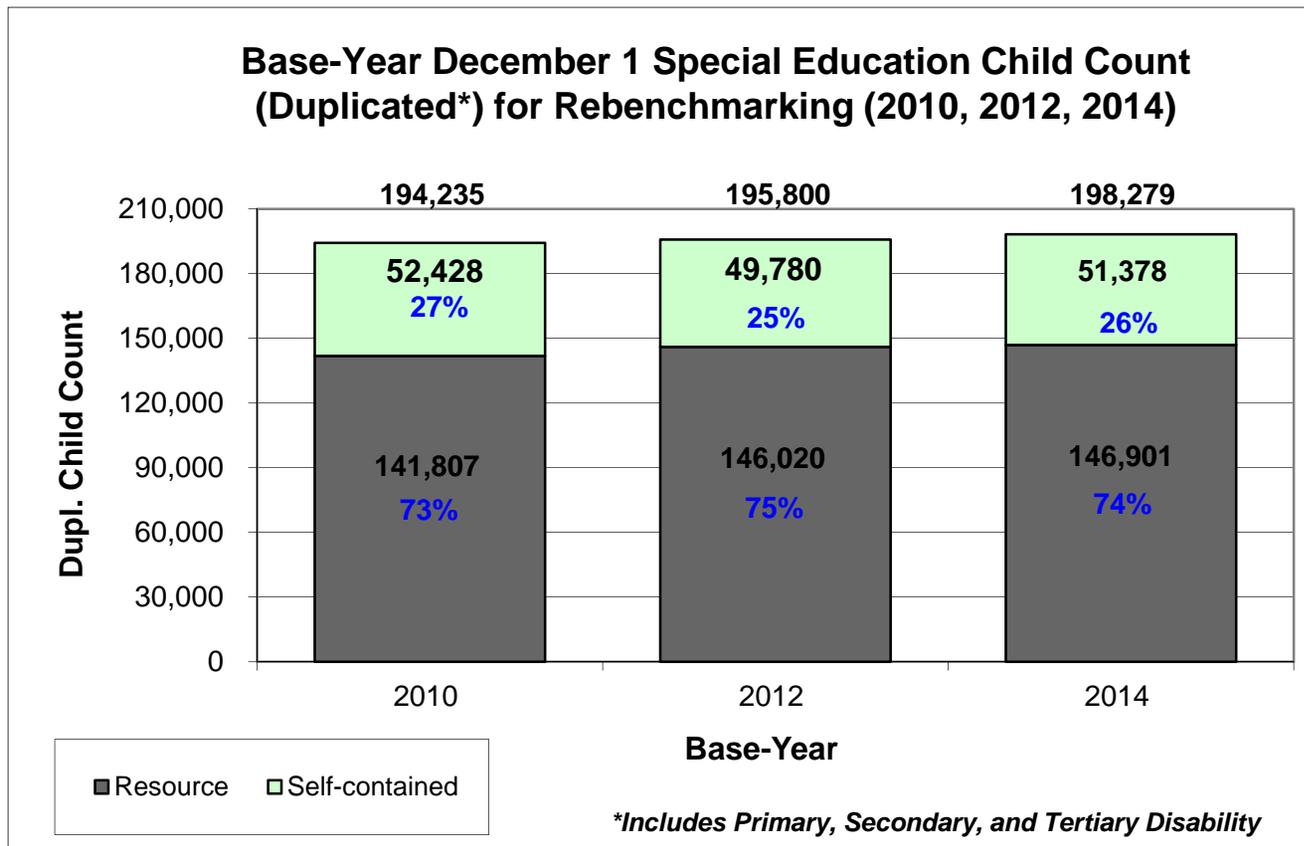
Student Enrollment

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
5	Update Fall Membership and Average Daily Membership Base-Year and Projected Enrollment Counts	888,391	21,120,973	22,009,364



Special Education Child Count

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
6	Update Special Education Child Count to December 1, 2014	5,081,287	5,050,850	10,132,137



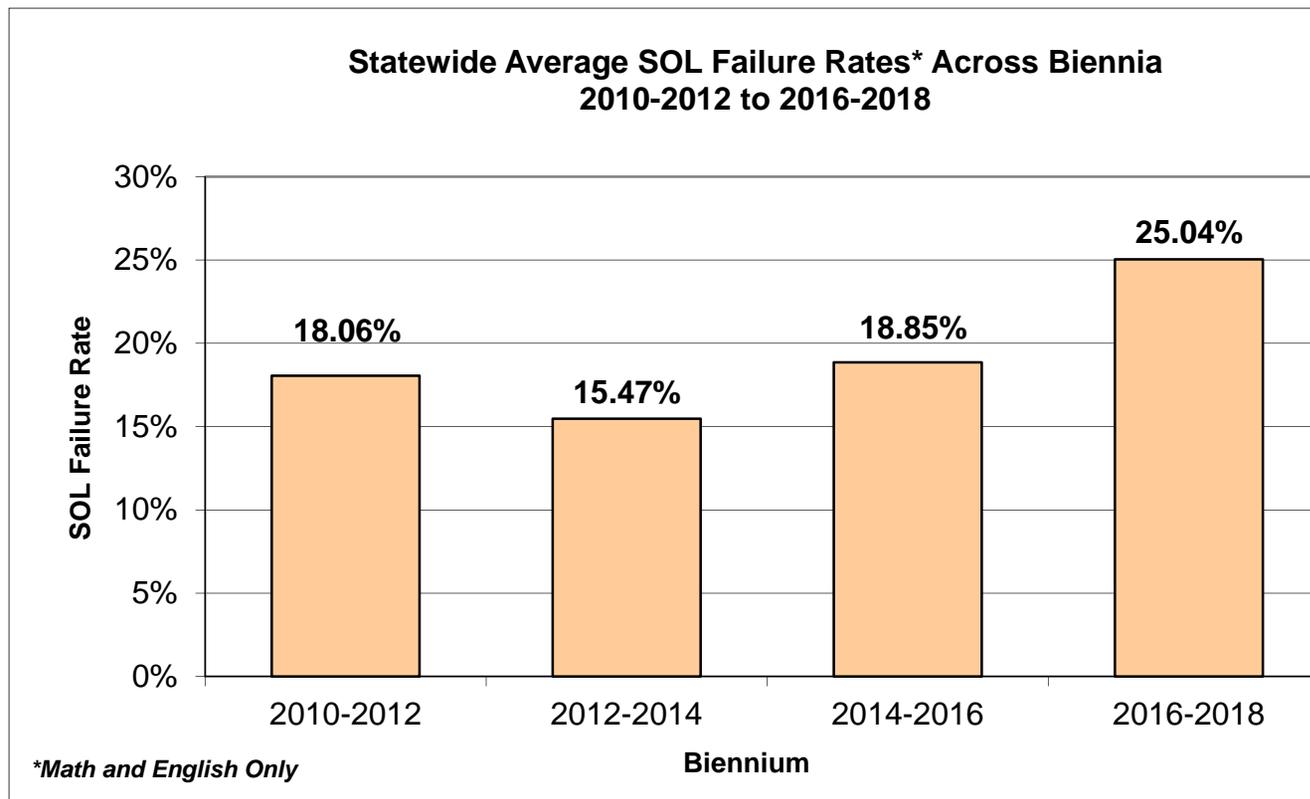
CTE Course Enrollment

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
7	Update Career & Technical Education Enrollment to School Year 2014-2015	(747,168)	(759,420)	(1,506,588)

Comparison of Career and Technical Education Enrollment, Number of Courses, and Total Sections Across Base-Years			
	Base-Year 2012 (2014-2016 Biennium)	Base-Year 2014 (2016-2018 Biennium)	Percent Variance
Career and Technical Education Enrollment (Duplicated Enrollment)	571,367	580,140	1.5%
Number of Distinct Courses	6,262	5,756	(8.1%)
Total Course Sections	31,731	35,869	13.0%

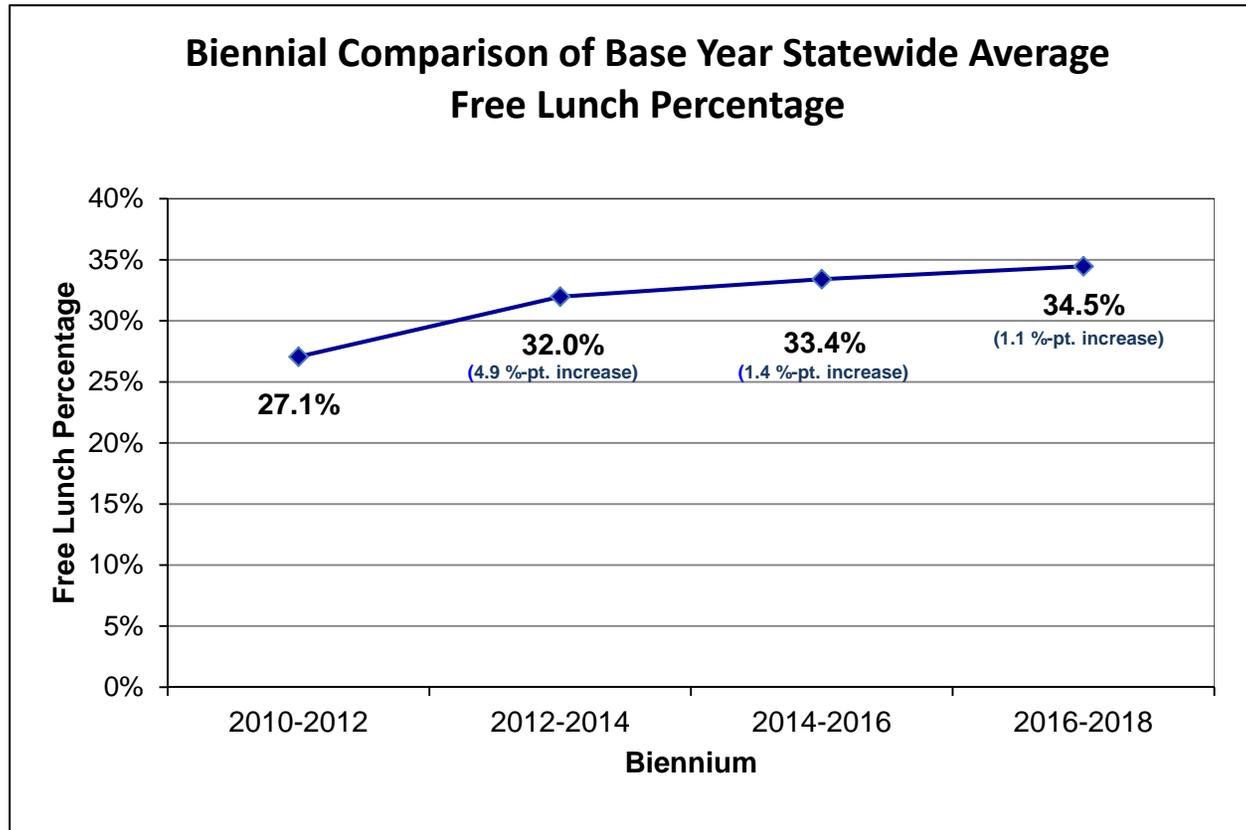
SOL Failure Rates

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
8	Update SOL Failure Rate Data to School Year 2013-2014 and Free Lunch Percentages to School Year 2014-2015	10,611,066	10,682,638	21,293,704



Free Lunch Eligibility

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
8	Update SOL Failure Rate Data to School Year 2013-2014 and Free Lunch Percentages to School Year 2014-2015	10,611,066	10,682,638	21,293,704



Base-year Instructional Salaries

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
10	Update Base-Year Prevailing SOQ Instructional Salaries to FY 2014	54,296,365	54,370,516	108,666,881

Comparison of Base-Year <u>Prevailing</u> SOQ Instructional Salaries Across Biennia 2012-2014 to 2016-2018 (No Adjustment for State Funded Increases)						
Instructional Position	2012-2014 Prevailing Salary (FY10 Base-year Data)	2014-2016 Prevailing Salary (FY12 Base-year Data)	Percent Variance	2014-2016 Prevailing Salary (FY12 Base-year Data)	2016-2018 Prevailing Salary (FY14 Base-year Data)	Percent Variance
Elementary Teachers	\$45,118	\$44,998	(0.3%)	\$44,998	\$46,488	3.3%
Elementary Asst. Principals	\$63,824	\$63,868	0.1%	\$63,868	\$66,128	3.5%
Elementary Principals	\$78,510	\$78,362	(0.2%)	\$78,362	\$81,622	4.2%
Secondary Teachers	\$47,267	\$47,260	(0.0%)	\$47,260	\$49,008	3.7%
Secondary Asst. Principals	\$67,824	\$67,626	(0.3%)	\$67,626	\$70,992	5.0%
Secondary Principals	\$86,464	\$86,374	(0.1%)	\$86,374	\$90,681	5.0%
Instructional Aides	\$16,223	\$16,315	0.6%	\$16,315	\$16,855	3.3%

Base-year Support Salaries

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
11	Update Base-Year of Annual School Report Expenditures for Support Positions Costs to FY 2014 (Prevailing Base-year Positions Per Pupil & Salaries)	31,201,838	31,288,253	62,490,091

Comparison of Base Year Prevailing SOQ Support Salaries Across Biennia 2012-2014 to 2016-2018 (No Adjustment for State Funded Increases)

Support Position	2012-2014 Prevailing Salary (FY10 Data)	2014-2016 Prevailing Salary (FY12 Data)	Percent Increase	2014-2016 Prevailing Salary (FY12 Data)	2016-2018 Prevailing Salary (FY14 Data)	Percent Increase
Superintendent	\$136,376	\$135,841	(0.39%)	\$135,841	\$145,417	7.05%
Assistant Superintendent	\$109,678	\$111,260	1.44%	\$111,260	\$117,924	5.99%
School Nurse	\$34,647	\$34,827	0.52%	\$34,827	\$35,687	2.47%
Instructional Professional	\$66,473	\$66,112	(0.54%)	\$66,112	\$69,116	4.54%
Instructional Technical/Clerical	\$28,926	\$28,990	0.22%	\$28,990	\$30,468	5.10%
Attendance & Health Administrative	\$55,477	\$55,952	0.86%	\$55,952	\$59,034	5.51%
Attendance & Health Technical//Clerical	\$25,861	\$26,463	2.33%	\$26,463	\$27,396	3.52%
Operations & Maintenance Professional	\$71,950	\$71,468	(0.67%)	\$71,468	\$74,857	4.74%
Operations & Maintenance Technical/Clerical	\$27,419	\$27,647	0.83%	\$27,647	\$28,803	4.18%
School Board Member	\$4,992	\$4,931	(1.21%)	\$4,931	\$5,057	2.55%
Administration Administrative	\$74,874	\$74,688	(0.25%)	\$74,688	\$77,182	3.34%
Administration Technical/Clerical	\$37,754	\$38,378	1.65%	\$38,378	\$40,531	5.61%
Technology Professional	\$71,305	\$71,144	(0.23%)	\$71,144	\$76,590	7.66%
Technology Technical/Clerical	\$32,563	\$33,295	2.25%	\$33,295	\$34,969	5.03%
Technology Support Standard	\$41,813	\$42,369	1.33%	\$42,369	\$46,324	9.33%
School Based Clerical	\$27,917	\$27,963	0.17%	\$27,963	\$29,262	4.65%



Non-personal Support Costs

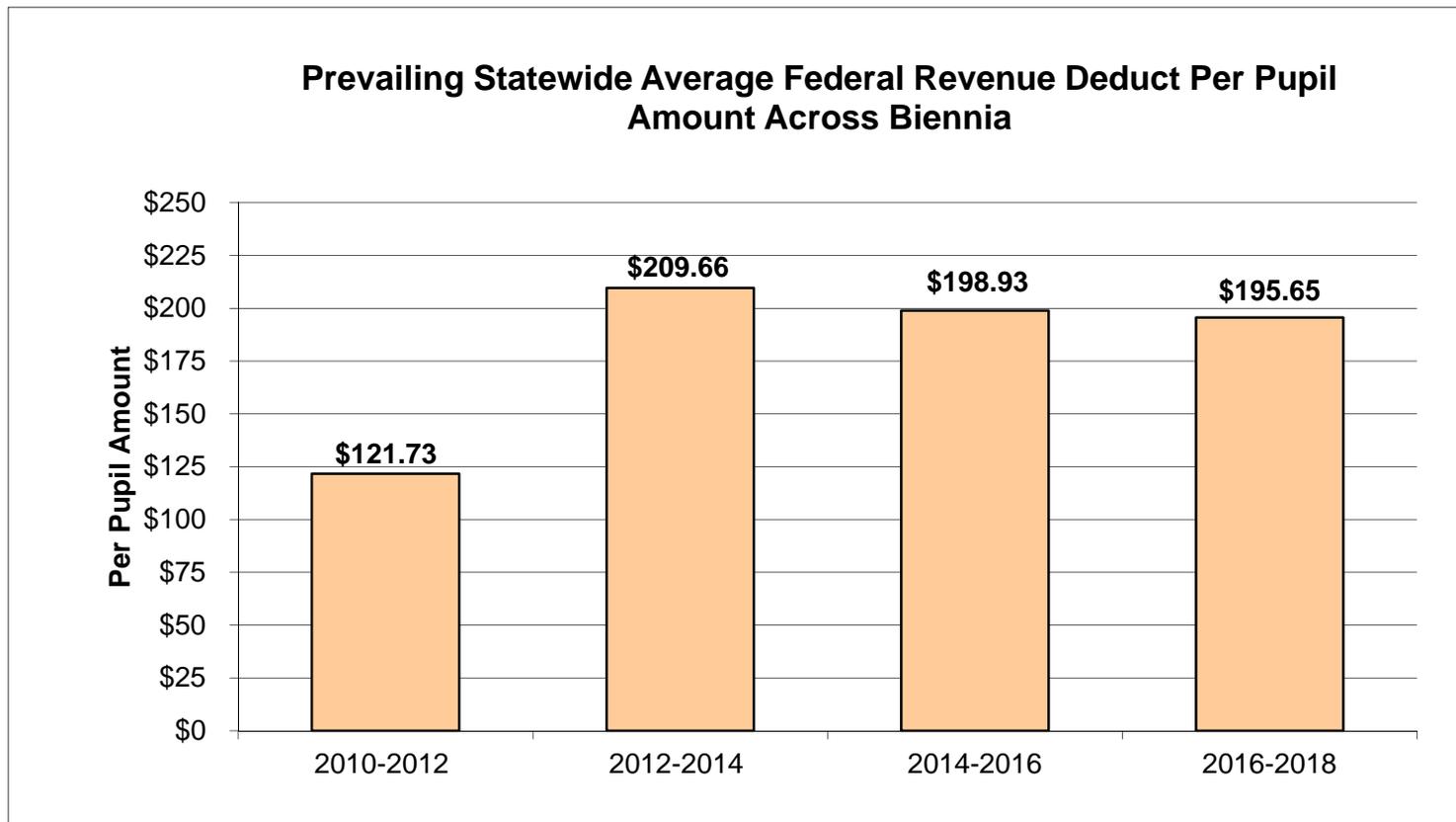
Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
12	Update Base-Year of Annual School Report Expenditures for Nonpersonal Support Costs to FY 2014	(37,600,572)	(37,205,431)	(74,806,003)

Comparison of *Prevailing* Nonpersonal Support Per Pupil Amounts Across Biennia: 2014-2016 to 2016-2018 (without inflation)

Nonpersonal Support Category	2014-2016 Per Pupil Amount (FY12 Data)	2016-2018 Per Pupil Amount (FY14 Data)	Percent Variance	Nonpersonal Support Category	2014-2016 Per Pupil Amount (FY12 Data)	2016-2018 Per Pupil Amount (FY14 Data)	Percent Variance
Instructional Classroom	\$327.00	\$252.95	(22.6%)	Facilities	\$1.26	\$1.38	9.9%
Instructional Support	\$18.59	\$15.13	(18.6%)	Unemployment Insurance	\$7.02	\$5.39	(23.3%)
Principal's Office	\$7.91	\$7.42	(6.2%)	Worker's Compensation	\$24.31	\$22.99	(5.4%)
Administration	\$40.74	\$41.32	1.4%	Disability Insurance	\$0.85	\$0.79	(7.1%)
Attendance & Health	\$17.68	\$17.22	(2.6%)	Substitute Teachers	\$1,111.09	\$1,059.16	(4.7%)
Utilities	\$285.01	\$303.47	6.5%	Improvement	\$413.44	\$406.25	(1.7%)
Communication	\$30.69	\$28.63	(6.7%)	Technology	\$180.67	\$192.39	6.5%
Other Operations & Maintenance	\$208.94	\$215.55	3.2%	Insurance	\$27.59	\$29.13	5.6%
				Contingency Reserve	\$0.56	\$0.00	(100.0%)

Federal Revenue Deduct

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
13	Update Federal Revenue Deduct Per Pupil Amount (deducted from support costs)	26,802,658	26,865,028	53,667,686



Support Positions Cap

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
14	Update Support Positions Cap (Ratio of Instructional to Support Positions from 4.09 to 1 to 4.19 to 1)	(12,626,923)	(12,661,916)	(25,288,839)

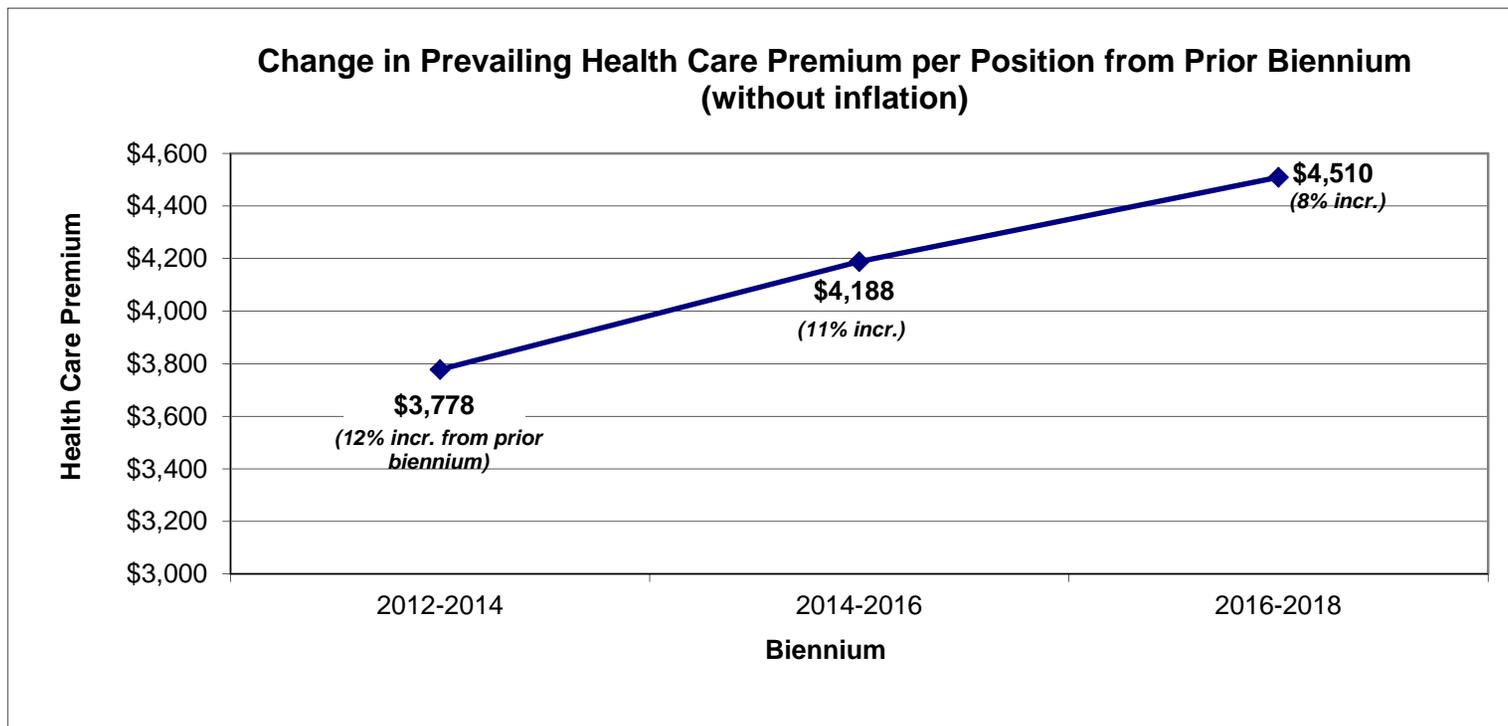
	Funded Support Positions FY 2016 @ 4.09 to 1	Funded Support Positions FY 2017 @ 4.19 to 1	Funded Support Positions FY 2018 @ 4.19 to 1
Funded SOQ Support Positions			
Assistant Superintendent	167	175	176
Instructional Professional	2,191	2,187	2,201
Instructional Technical/Clerical	1,802	1,689	1,700
Attendance & Health Administrative	923	837	843
Attendance & Health Technical/Clerical	473	424	427
Operation & Maintenance Professional	280	277	278
Operation & Maintenance Technical/Clerical	8,649	8,526	8,581
Administration	624	656	660
Administration Technical/Clerical	1,471	1,449	1,458
Technology Professional	410	447	450
Technology Technical/Clerical	172	188	189
Technology Support Standard	1,242	1,250	1,258
School Based Clerical	3,953	3,934	3,959
Total Funded SOQ Support Positions	22,357	22,037	22,181

Note: The instructional to support position ratio used for the support position funding cap was rebenchmarked for the 2016-2018 biennium. The ratio changed from 4.09 to 1 for FY 2016 to 4.19 to 1 for the 2016-2018 biennium. The ratio is calculated by taking a three-year average of divisions' ASR instructional positions divided by ASR support positions and then calculating a statewide linear weighted average (LWA) ratio from the division ratios. The LWA ratio is then applied to the generated number of support positions to cap them at the instructional to support ratio. This represents the rebenchmarked cost update and not a permanent change in policy.



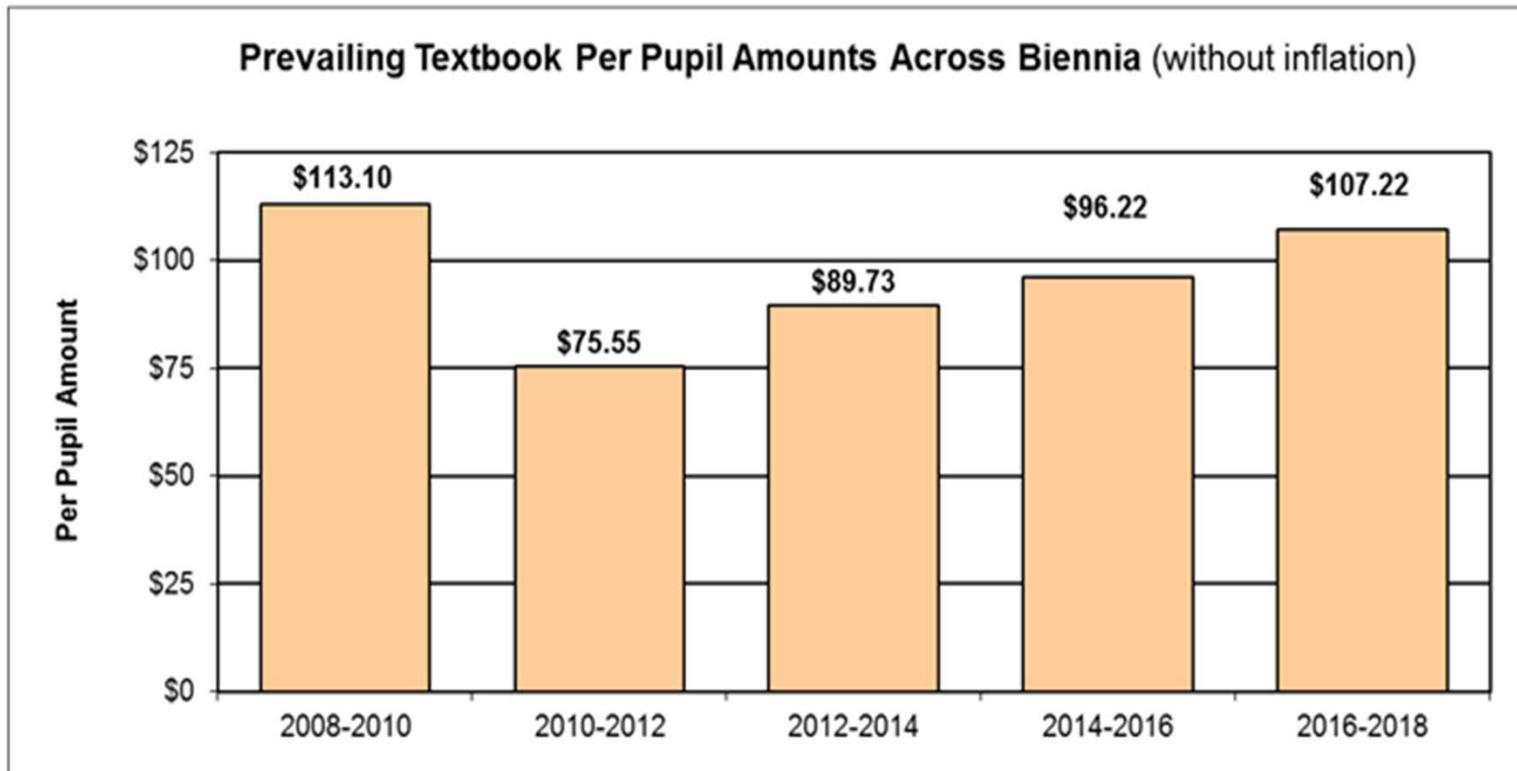
Health Care Premium

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
16	Update Prevailing Health Care Premium Per Position (without inflation)	21,212,909	21,347,125	42,560,034



Textbook Per Pupil

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
17	Update Prevailing Textbook Per Pupil Amount (without inflation)	7,668,659	7,700,740	15,369,399



Inflation Factors

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
19	Update Nonpersonal Support Cost Inflation Factors	17,603,545	17,579,153	35,182,698

Comparison of 2014-2016 and 2016-2018 Inflation Factors Applied to Nonpersonal Support Costs in SOQ Formula

Inflation Factor	2014-2016 *Rates	2016-2018 Rates	Percentage Point Variance	Inflation Factor	2014-2016 *Rates	2016-2018 Rates	Percentage Point Variance
Instructional:				Operation & Maintenance:			
Classroom Instruction	0.00%	2.56%	2.56%	Utilities	0.00%	(3.33%)	(3.33%)
Instructional Support	0.00%	2.53%	2.53%	Communications	0.00%	3.15%	3.15%
Improvement	0.00%	2.44%	2.44%	Insurance	0.00%	2.64%	2.64%
Principal's Office	0.00%	2.51%	2.51%	Other	0.00%	2.64%	2.64%
Miscellaneous:				Fixed Charges:			
Administration	0.00%	2.49%	2.49%	Unemployment	0.00%	2.64%	2.64%
Attendance & Health	0.00%	2.57%	2.57%	Workers Comp.	0.00%	2.64%	2.64%
Facilities	0.00%	3.28%	3.28%	Disability Insurance	0.00%	2.64%	2.64%
Textbooks	0.00%	2.64%	2.64%	Other Benefits	0.00%	2.64%	2.64%
Pupil Transportation	0.00%	1.25%	1.25%	Health Care Premium	0.00%	1.90%	1.90%
				Contingency Reserve	0.00%	2.64%	2.64%

**The 2014-2016 base budget (Chapter 665) does not include funding for nonpersonal support cost inflation.*

Funded Instructional Salaries

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
20	Update Salary Inflation Factors (Instructional and Support) – recognize the 1.50% pay increase in FY 2016	58,990,248	59,316,880,	118,307,128

<i>Comparison of Funded SOQ Instructional Salaries Across Biennia 2010-2012 to 2016-2018 (Adjusted for Applicable State Funded Increases)</i>									
Instructional Position	2010-2012 Funded Salary	2012-2014 Funded Salary	Percent Variance	2012-2014 Funded Salary	2014-2016 Funded Salary	Percent Variance	2014-2016 Funded Salary	2016-2018 Funded Salary	Percent Variance
Elementary Teachers	\$43,904	\$45,118	2.8%	\$45,118	\$45,822	1.6%	\$45,822	\$47,185	3.0%
Elementary Asst. Principals	\$62,383	\$63,824	2.3%	\$63,824	\$65,037	1.9%	\$65,037	\$67,119	3.2%
Elementary Principals	\$76,766	\$78,510	2.3%	\$78,510	\$79,796	1.6%	\$79,796	\$82,846	3.8%
Secondary Teachers	\$46,090	\$47,267	2.6%	\$47,267	\$48,125	1.8%	\$48,125	\$49,744	3.4%
Secondary Asst. Principals	\$66,658	\$67,824	1.7%	\$67,824	\$68,863	1.5%	\$68,863	\$72,057	4.6%
Secondary Principals	\$84,564	\$86,464	2.2%	\$86,464	\$87,954	1.7%	\$87,954	\$92,041	4.6%
Instructional Aides	\$16,104	\$16,223	0.7%	\$16,223	\$16,613	2.4%	\$16,613	\$17,108	3.0%

Funded Support Salaries

Update #	Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total
20	Update Salary Inflation Factors (Instructional and Support) – recognize the 1.50% pay increase in FY 2016	58,990,248	59,316,880	118,307,128

Comparison of *Funded* SOQ Support Salaries Across Biennia 2012-2014 to 2016-2018 (Adjusted for Applicable State Funded Increases)

Support Position	2012-2014 Funded Salary	2014-2016 Funded Salary	Percent Variance	2014-2016 Funded Salary	2016-2018 Funded Salary	Percent Variance
Superintendent	\$136,376	\$138,327	1.43%	\$138,327	\$148,078	7.05%
Assistant Superintendent	\$109,678	\$113,296	3.30%	\$113,296	\$120,082	5.99%
School Nurse	\$34,647	\$35,465	2.36%	\$35,465	\$36,340	2.47%
Instructional Professional	\$66,473	\$67,321	1.28%	\$67,321	\$70,381	4.54%
Instructional Technical/Clerical	\$28,926	\$29,520	2.05%	\$29,520	\$31,025	5.10%
Attendance & Health Administrative	\$55,477	\$56,976	2.70%	\$56,976	\$60,114	5.51%
Attendance & Health Technical//Clerical	\$25,861	\$26,948	4.20%	\$26,948	\$27,897	3.52%
Operations & Maintenance Professional	\$71,950	\$72,776	1.15%	\$72,776	\$76,227	4.74%
Operations & Maintenance Technical/Clerical	\$27,419	\$28,153	2.68%	\$28,153	\$29,330	4.18%
School Board Member	\$4,992	\$5,021	0.59%	\$5,021	\$5,149	2.55%
Administration Administrative	\$74,874	\$76,054	1.58%	\$76,054	\$78,594	3.34%
Administration Technical/Clerical	\$37,754	\$39,081	3.51%	\$39,081	\$41,273	5.61%
Technology Professional	\$71,305	\$72,445	1.60%	\$72,445	\$77,992	7.66%
Technology Technical/Clerical	\$32,563	\$33,904	4.12%	\$33,904	\$35,609	5.03%
Technology Support Standard	\$41,813	\$43,144	3.18%	\$43,144	\$47,172	9.33%
School Based Clerical	\$27,917	\$28,475	2.00%	\$28,475	\$29,798	4.65%

Pending Updates

- **The following updates will be completed this fall and included in the Governor's 2016-2018 introduced budget released in December:**
 - **Revised composite index for 2016-2018**
 - **Revised enrollment projections**
 - **Revised Sales Tax and Lottery revenue projections**
 - **Revised VRS rates**
 - **Establish free lunch percentage for divisions participating in Community Eligibility Program**

State Cost of Each Rebenchmarking Update

(incremental state cost from FY16 base)

Update #	Rebenchmarking Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total State Cost
1	Remove Non-Participation Estimate for the Virginia Preschool Initiative	23,360,100	23,360,100	46,720,200
2	Remove FY 2016 One-Time Spending (Chesterfield/Petersburg Shared Services Agreement, Support for One-Time Teacher Retirement Payment, Virginia Preschool Initiative Hold Harmless Slots)	(4,107,842)	(4,107,842)	(8,215,684)
3	Reset Nonpersonal Support Costs Inflation Factors to 0% in SOQ Model (not funded in the FY 2016 base so no cost change)	0	0	0
4	Reset Personal Support Costs Inflation Factors to 0% from 1.83% in SOQ Model and Remove FY 2016 Compensation Supplement Funding	(62,183,784)	(62,183,784)	(124,367,568)
5	Update Fall Membership and Average Daily Membership Base-Year and Projected Enrollment Counts	888,391	21,120,973	22,009,364

State Cost of Each Rebenchmarking Update

(incremental state cost from FY16 base)

Update #	Rebenchmarking Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total State Cost
6	Update Special Education Child Count to December 1, 2014	5,081,287	5,050,850	10,132,137
7	Update Career & Technical Education Enrollment to School Year 2014-2015	(747,168)	(759,420)	(1,506,588)
8	Update SOL Failure Rate Data to School Year 2013-2014 and Free Lunch Percentages to School Year 2014-2015	10,611,066	10,682,638	21,293,704
9	Update SOQ Gifted, Support Technology, and Instructional Technology Positions for Enrollment	1,323,957	1,507,879	2,831,836
10	Update Base-Year of Prevailing SOQ Instructional Salaries to FY 2014	54,296,365	54,370,516	108,666,881
11	Update Base-Year of Annual School Report Expenditures for Support Positions Costs to FY 2014 (Prevailing Base-year Positions Per Pupil & Salaries)	31,201,838	31,288,253	62,490,091
12	Update Base-Year of Annual School Report Expenditures for Nonpersonal Support Costs to FY 2014	(37,600,572)	(37,205,431)	(74,806,003)

State Cost of Each Rebenchmarking Update

(incremental state cost from FY16 base)

Update #	Rebenchmarking Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total State Cost
13	Update Federal Revenue Deduct Per Pupil Amount	26,802,658	26,865,028	53,667,686
14	Update Support Positions Cap (Ratio of Instructional to Support Positions from 4.09 to 1 to 4.19 to 1)	(12,626,923)	(12,661,916)	(25,288,839)
15	Update Costs for Division Superintendents, School Boards, and School Nurses (without inflation)	5,512,136	5,496,396	11,008,532
16	Update Health Care Premium (without inflation)	21,212,909	21,347,125	42,560,034
17	Update Textbook Per Pupil Amount (without inflation)	7,668,659	7,700,740	15,369,399
18	Update Pupil Transportation Costs	4,384,435	3,966,270	8,350,705
19	Update Nonpersonal Support Cost Inflation Factors	17,603,545	17,579,153	35,182,698
20	Update Salary Inflation Factors (Instructional and Support) - recognize the 1.50% state pay increase in FY 2016	58,990,248	59,316,880	118,307,128

State Cost of Each Rebenchmarking Update

(incremental state cost from FY16 base)

Update #	Rebenchmarking Update	FY 2017 State Cost	FY 2018 State Cost	2016-2018 Total State Cost
21	Update English as a Second Language Enrollment Projections	1,847,442	3,605,348	5,452,790
22	Update Remedial Summer School Per Pupil Amount and Enrollment Projections	2,936,280	4,898,972	7,835,252
23	Update Incentive Accounts (includes Academic Year Governor's School Enrollment and Per Pupil Amount)	979,933	986,301	1,966,234
24	Update Categorical Accounts (includes Special Education - Homebound, Jails, and State Operated Programs)	530,413	1,403,830	1,934,243
25	Update Lottery Accounts (includes VPI, Foster Care, K-3 Class Size Reduction, Special Education Regional Tuition)	20,778,895	25,502,641	46,281,536
Total State Rebenchmarking Cost for 2016-2018 (above FY16 Base) =		178,744,268	209,131,500	387,875,768

Key Data Inputs Updated

- **Key data inputs used in 2016-2018 rebenchmarking calculations (most data from FY14 & FY15):**
 - **Funded instructional and support salaries (updated for prevailing FY14 expenditures & recognize FY16 1.50% state salary increase)**
 - **Fall Membership and Average Daily Membership enrollment projections**
 - **Special education child count**
 - **Career & technical education course enrollments**
 - **SOL math and English failure rates and free lunch eligibility %'s for SOQ remedial and other at-risk accounts**

Key Data Inputs Updated

- **Key data inputs (most data from FY14 & FY15), (continued):**
 - **Base-year expenditure data from 2013-2014 Annual School Report**
 - **Health care premium expenditures**
 - **Non-personal cost inflation factors**
 - **Federal programs revenue (for the deduct from funded support costs)**
 - **Textbooks costs for prevailing textbook per pupil amount**
 - **Enrollment projections for remedial summer school and English as a Second Language programs**

Key Data Inputs Updated

- **Key data inputs (most data from FY14 & FY15), (continued):**
 - **Update other recognized support costs for FY14 expenditures: division supt., local school boards, school nurses, and pupil transportation**
 - **Head Start enrollments by division (for VPI formula)**