

Ohio School Funding Governor's Proposal

Issues:

- ✓ All we hear & see are SOUND Bites
- ✓ Devil in the details
 - ✓ Overview of school funding model proposal
 - ✓ Specific & dramatic impact on Princeton (& similar districts)

Perspective of Devil's Detail

Your School Funding = Local Tax \$'s + State Contribution \$'s

State Contribution \$'s Formula:

- Your Enrollment
- Student Challenges (% Poverty, Special Needs, etc.)
- “Historical Elements”—e.g. past guarantee & caps
- Your local ability to RAISE Taxes—**NEW CHANGE**

Perspective of Devil's Detail

New Proposal shifts funding: According to your ability to raise taxes

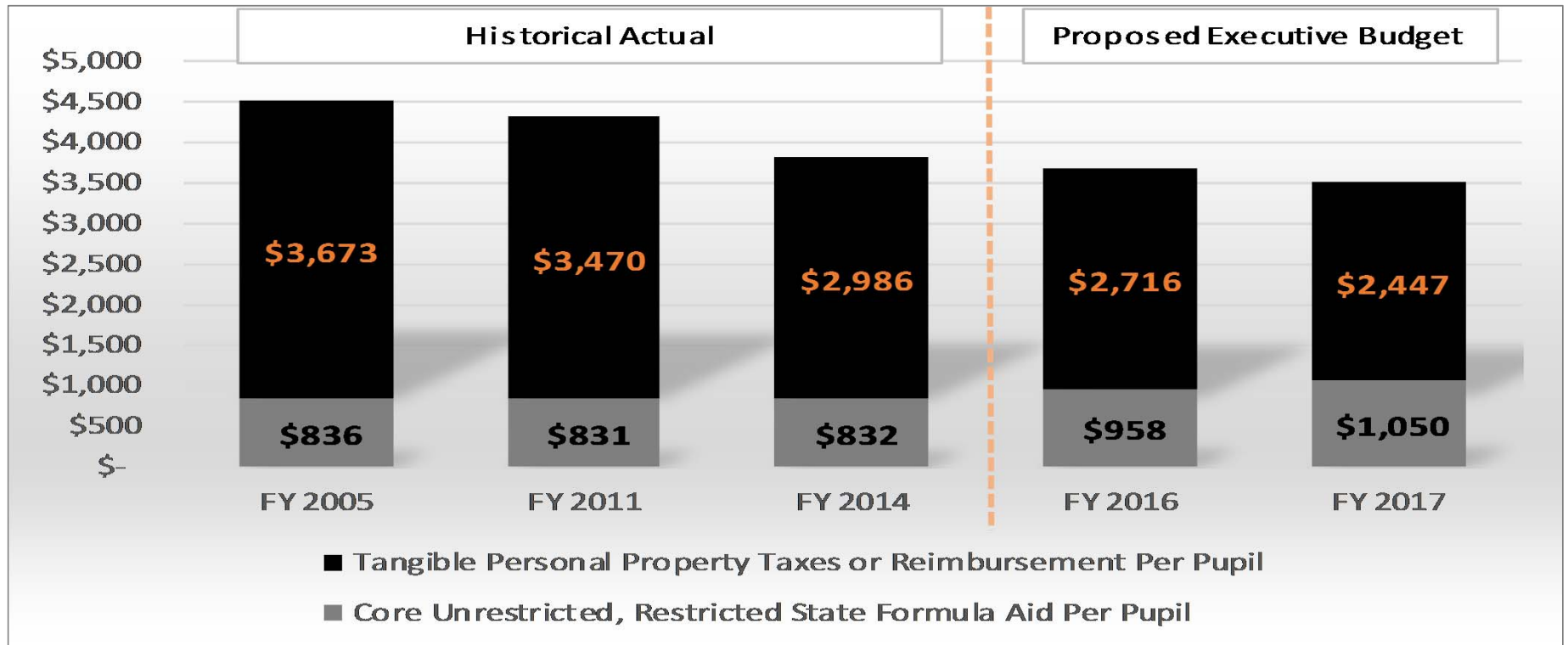
Analytical work to date of proposals shows:

~50% districts lose, ~50% win ... → losers need to raise local taxes

Current proposal/formula is not transparent—long term impacts not shown

Many losers & winners are very difficult to explain...

Princeton District Local Tax Revenue Issue



Princeton District Local Tax Revenue

	2007	2011	2014	2015	Future Forecast
Local Taxpayers \$MM	\$35.8	\$37.0	\$43.5	\$45.1*	\$44.8*
Local Business Tangible Property Tax (or Replacement) \$MM	\$24.0	\$18.7	\$16.1	\$16.1* (\$14.6 Proposed)	\$16.1* (\$0.0 Proposed)
Event	<ul style="list-style-type: none"> → Tax Law Change → Tangible Tax eliminated → C.A.T. tax started → Promise to Replace Tangible Tax revenue 		Princeton: <ul style="list-style-type: none"> → Levy 6.5mil → Cuts 150 staff 		*expected with current law

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CALL TO ACTION

- Know what happens to YOUR District...not Sound Bites
- Communicate with your District & Representatives...
- Your Representatives write the law between now and June