

Determination of Special Education Savings

Source of Figures: The baseline growth in the Special Education Aid line of the education fund outlook and the savings/avoided costs estimates came from JFO and were confirmed by the Agency of Education on 5/10/18. Here is the table sent to us by JFO and confirmed by the Chief Financial Officer at AoE. The \$197.2M corresponds to FY19 and \$2.0M of savings/avoided costs is shown for FY20

13	Special Education Aid	188.7	197.2	205.1	211.2	219.7	228.4	237.6	Inflated by 4%
					203.1	203.1	203.1	203.1	Level Funded at FY21 Level which is (205.1 – 2)M
	<i>Special Education Savings</i>			(2.0)	(8.1)	(16.6)	(25.4)	(34.5)	

Use of Baseline: The baseline figures went into the five year outlook, line 14 (Special Education Aid Line).

Uses (appropriations)

12	Education Payment	1,311.0	1,352.2	1,375.0	1,410.7	1,447.3	1,484.9	1,523.5	1,563.1	FY15-FY18 CAGR (2.597%) (FY19 dropped as low year)
	<i>Recapture of Teachers' Health Care Savings</i>	-	(8.4)	(4.5)	-	-	-	-	-	<i>none after FY19</i>
13	"GAP": \$ Needed to Fill to Keep Rates Flat			(45.5)	(57.9)	(55.1)	(44.6)	(22.9)	(14.9)	See "Cost Containment & Investment" Tab
14	Special Education Aid	180.7	188.7	197.2	205.1	211.2	219.7	228.4	237.6	From AoE

Use of Savings Estimate: The savings figures went into the "Transition to new SpED payment method" line in the Reform Initiatives presentation. They were rounded to the nearest million.

Reform Initiatives

Updated 5/23/2018	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024	TOTAL
Increase student/staff ratio		32.0	42.0	51.0	59.0	65.0	249.0
Transitions to statewide healthcare bargaining		6.0	12.0	14.0	14.0	16.0	62.0
Transition to new SpEd payment method		2.0	8.0	17.0	25.0	34.0	86.0