

**As Introduced**

**127th General Assembly  
Regular Session  
2007-2008**

**H. B. No. 44**

**Representative Garrison**

**Cosponsors: Representatives Dodd, Evans, McGregor, J., Skindell**

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**A B I L L**

To amend section 3317.0217 of the Revised Code to 1  
change the formula for calculating state parity 2  
aid payments to primary and secondary schools. 3

**BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:**

**Section 1.** That section 3317.0217 of the Revised Code be 4  
amended to read as follows: 5

**Sec. 3317.0217.** The department of education shall annually 6  
compute and pay state parity aid to school districts, as follows: 7

(A) Calculate the local wealth per pupil of each school 8  
district, which equals the following sum: 9

(1) Two-thirds times the quotient of (a) the district's 10  
recognized valuation divided by (b) its formula ADM; plus 11

(2) One-third times the quotient of (a) the average of the 12  
total federal adjusted gross income of the school district's 13  
residents for the three years most recently reported under section 14  
3317.021 of the Revised Code divided by (b) its formula ADM. 15

(B) Rank all school districts in order of local wealth per 16  
pupil, from the district with the lowest local wealth per pupil to 17  
the district with the highest local wealth per pupil. 18

(C) Compute the per pupil state parity aid funding for each school district in accordance with the following formula:

$$\begin{aligned} & (\text{threshold local wealth} \\ & \text{per pupil} - \text{the district's local} \\ & \text{wealth per pupil}) \times \del{0.0075} \underline{0.0097} \end{aligned}$$

Where:

~~(1) Seven and one half mills (0.0075) is an adjustment to the original parity aid standard of nine and one half mills, to account for the general assembly's policy decision to phase out use of the cost-of-doing-business factor in the base cost formula.~~

~~(2) The~~ the "threshold local wealth per pupil" is the local wealth per pupil of the school district with the four-hundred-ninetieth lowest local wealth per pupil.

If the result of the calculation for a school district under division (C) of this section is less than zero, the district's per pupil parity aid shall be zero.

(D) Compute the per pupil alternative parity aid for each school district that has a combination of an income factor of 1.0 or less, a poverty index of 1.0 or greater, and a fiscal year 2005 cost-of-doing-business factor of 1.0375 or greater, in accordance with the following formula:

$$\begin{aligned} & \del{\text{Payment percentage}} \times \$60,000 \times \\ & (1 - \text{income factor}) \times 4/15 \times 0.023 \end{aligned}$$

Where:

~~(1) "Poverty~~ poverty index" has the same meaning as in section 3317.029 of the Revised Code.

~~(2) "Payment percentage," for purposes of division (D) of this section, equals 50% in fiscal year 2002 and 100% after fiscal year 2002.~~

(E) Pay each district that has a combination of an income

factor of 1.0 or less, a poverty index of 1.0 or greater, and a 49  
fiscal year 2005 cost-of-doing-business factor of 1.0375 or 50  
greater, the greater of the following: 51

(1) The product of the district's per pupil parity aid 52  
calculated under division (C) of this section times its net 53  
formula ADM; 54

(2) The product of its per pupil alternative parity aid 55  
calculated under division (D) of this section times its net 56  
formula ADM. 57

(F) Pay every other district the product of its per pupil 58  
parity aid calculated under division (C) of this section times its 59  
net formula ADM. 60

(G) As used in divisions (E) and (F) of this section, "net 61  
formula ADM" means formula ADM minus the number of internet- and 62  
computer-based community school students and scholarship students 63  
reported under divisions (B)(3)(e), (f), and (g) of section 64  
3317.03 of the Revised Code. 65

**Section 2.** That existing section 3317.0217 of the Revised 66  
Code is hereby repealed. 67

**Section 3.** Sections 1 and 2 of this act take effect July 1, 68  
2007. 69