Summer AOI – Payment for June 2020 (Laws 2020, Chapter 47) 5/14/2021

School Finance has calculated payments for Average Daily Membership (ADM) in excess of 1.0 generated through participation in Arizona Online Instruction (AOI) in June 2020 in accordance with Laws 2020, Chapter 47. The additional ADM for each district and charter and payment calculation are published on the School Finance website. Districts and charters will be paid for ADM in excess of 1.0 generated through participation in AOI in July 2020 after final limiting calculations for FY 2021 are completed in July 2021.

Below is a brief summary of the authorization for this funding and payment calculation process:

- Laws 2020, Chapter 47 states that:
 - "For fiscal year 2020-21, a public school student who takes an online course during June or July 2020 may generate up to a total of 1.25 Average Daily Membership."
- In FY 2020, all students generating over 1.0 ADM were funded and limited up to 1.0 ADM through normal school finance processes, including for any AOI instruction in June 2020. Districts and charters have received full funding for any students that generated 1.0 ADM or less before limiting in FY 2020. Districts and charters are now being paid for up to 0.25 additional ADM permitted by Laws 2020, Chapter 47 for students that both generated more than 1.0 ADM before limiting in FY 2020 and participated in AOI in June 2020.
- For Example, if a student that generated 1.0 ADM through in-person instruction July May and then attended a second LEA to generate 0.25 ADM for June AOI instruction:
 - The student generated 1.25 ADM before limiting in FY 2020, but was only funded for 1.0
 ADM (80% of the total ADM generated) through normal School Finance processes.
 - The LEA that provided in person instruction has already been paid for 0.8 ADM (80% of the 1.0 ADM generated) and is owed 0.2 ADM for summer AOI participation in June 2020.
 - The LEA that provided AOI instruction in June has already been paid for 0.2 ADM (80% of the 0.25 ADM generated) and is owed 0.05 ADM for summer AOI participation in June 2020.
- The additional ADM being funded for each student is equal to the lesser of:
 - ADM generated in excess of 1.0 before limiting in FY 2020 (up to 1.25 total ADM)
 - o ADM generated by June 2020 AOI minutes
 - o 0.25 ADM maximum additional ADM permitted by Laws 2020, Chapter 47
- Additional ADM for July 2020 AOI participation will be calculated and paid in July 2021 after limiting for FY 2021 is completed.
- The total additional ADM for grades K-8 and grades 9-12 for each district and charter have been multiplied by the corresponding support weights, base support level, and TEI (if applicable) to determine the amount of additional funding. AOI ADM has been multiplied by the 95% funding

rate for full-time AOI instruction and the 85% funding rate for part-time AOI instruction. For charters, unweighted ADM has been multiplied by the corresponding per-student Charter Additional Assistance amount (DAA will be processed in July).

- For July 2020, School Finance will follow the same process based on FY 2021 limiting, except that the maximum additional ADM generated by each student will be the lesser of:
 - o ADM generated in excess of 1.0 before limiting in FY 2021 (up to 1.25 total ADM)
 - o ADM generated by July 2020 AOI minutes
 - 0.25 ADM maximum additional ADM permitted by <u>Laws 2020, Chapter 47</u> less the additional ADM funded for June 2020 AOI participation.
- Related reports/data validation:
 - O School Finance has published the additional ADM and funding calculation for each district and charter. However, the complete student-level data used to determine the additional ADM cannot be published. LEAs are able to use the LMTADM25 report in AzEDS to view students that were subject to limiting and identify those that had an AOI membership in June 2020. Additionally, for LEAs that provided AOI instruction in June 2020, the ABSATT10 report will show the AOI instructional minutes reported for each student in June 2020. Unfortunately, there is not a report in AzEDS that shows the AOI instructional minutes reported by other LEAs.
- Please contact <u>SchoolFinance@azed.gov</u> with any questions or concerns about this calculation.