**FY 2023 SRC FRPL Group B Add-on Funding (**[**Laws 2022, Chapter 317**](https://www.azleg.gov/legtext/55Leg/2R/laws/0317.pdf)**)**8/31/2023

School Finance has calculated statewide recalculation (SRC) add-on payments for the FRPL Group B weight in accordance with [Laws 2022, Chapter 317](https://www.azleg.gov/legtext/55Leg/2R/laws/0317.pdf). The additional Average Daily Membership (ADM) and funding for each district and charter are published on the School Finance website and funding amounts will be added as adjustments to the base support level in the SRC BSA55 report. Starting with FY24 September payment, FRPL add-on weight is planned to be fully integrated in ADE student data and payment systems to appear on the BSA55 reports along with the other add-on funding categories.

Below is a summary of this funding and the SRC FY 2023 payment calculation process:

* [Laws 2022, Chapter 317](https://www.azleg.gov/legtext/55Leg/2R/laws/0317.pdf) created a new Group B add-on weight for students who meet the eligibility requirements for free or reduced-price lunch.
* Arizona Department of Education student data and payment systems will not be updated to incorporate the new Group B weight into the payment calculation process in FY 2023.
* For FY 2023, School Finance has identified all students for which qualifying needs have been reported in AzEDS and the regular Average Daily Membership (ADM) generated by such students at the schools where qualifying needs were reported.
* In addition, School Finance has calculated a second FRPL ADM for each school by multiplying the total regular ADM for schools by the Calculated HNS Free and Reduced-Price Percentage from the [2022-2023 Free and Reduced-Price Percentage Report published by ADE Health and Nutrition Services](https://www.azed.gov/sites/default/files/2023/02/SY22-23%20Free%20and%20Reduced-Price%20Percentage%20Report.pdf).
* The larger of the two calculated ADM values for each school was included in the total FRPL ADM for the corresponding district or charter.
* The total unweighted FRPL ADM for each district and charter was multiplied by the 0.018 FRPL add-on weight, base level, TEI, and funding percentages for full-time and part-time Arizona Online Instruction (AOI) to determine the amount of the add-on payment.
* The SRC add-on funding for each district and charter will appear as an adjustment to the base support level in the SRC BSA55 report.
* SRC calculations were based on data collected on 7/17/2023 (Execution ID 39487).
* Related reports/data validation:
  + The FRPL ADM and funding calculation for each district and charter are published on the School Finance website. The report on the school finance website also indicates whether individual student needs or the HNS percentage was used to determine FRPL ADM for each school.
  + District-level variables used in the payment calculation, such as the base level and TEI, will match the amounts in FY 2023 BSA55 reports.
  + Student-level data used to determine the total FRPL ADM for each school is available in the SUPP72 and ADM15 reports in AzEDS.
  + HNS data used to determine the total FRPL ADM for each school is available in the ADM30 report (site level ADM) and the [2022-2023 Free and Reduced-Price Percentage Report published by ADE Health and Nutrition Services](https://www.azed.gov/sites/default/files/2023/02/SY22-23%20Free%20and%20Reduced-Price%20Percentage%20Report.pdf).
* Please contact [SchoolFinance@azed.gov](mailto:SchoolFinance@azed.gov) with any questions or concerns about this calculation.