

## 027 Adjustment

Under RC 3317.027 the Department of Taxation certifies by May 15<sup>th</sup> to the Department of Education (ODE) a list of reductions in value and reductions in taxes charged for the second preceding tax year due to Board of Revision decisions, exemption applications and late CAUV applications.

Since these reductions result in lower assessed valuations and less revenue being received by school districts, RC 3317.027 also provides that ODE calculate state aid called "SF-3 Payment" as defined under ORC 3317.02(W) using the current fiscal year valuations and then recalculate this aid with the certified valuation reductions subtracted from the current fiscal year valuations. The difference in the sum of the aid using the original valuations compared to the sum of the aid using the reduced valuations is paid to the school district as the "027 adjustment," on or before July 31<sup>st</sup> following the current fiscal year. The aid that is calculated and recalculated under ORC 3317.02(W) includes the following:

3317.022

- A. Basecost Aid (includes building blocks and formula guarantee)
- C.(1) Special Ed. Weighted Aid
- C.(4) Speech Allowance
- D. Transportation
- E. Career Tech Weighted Aid
- F. Excess Cost Supplement

3317.029 Poverty Based Assistance

3317.024

- (J) Special Ed. Transportation
- (P) Gifted Aid
- (R) GRADS

3317.0216 Charge-off Supplement Aid

3317.0217 Parity Aid

3317.04 Reappraisal Guarantee

3317.05 Gifted Aid

3317.052 Pre-school Special Ed.

3317.053 Supplemental Unit Allowances

After Adjustments under

3313.981 Open Enrollment

3313.979 Cleveland Scholarship Program

3317.023

- (B) Teacher Pupil Ratio
- (C) Teacher Training and Experience
- (D) ESP – Pupil Ratio
- (E) ESC deduction
- (K) Contracts, Compacts and Co-Op agreements
- (L) Lead District Adjustment
- (M) JVS Excess Cost
- (N) Regular District Excess Cost
- (O) Deduction for reimbursement of Medicaid services

3317.20 (C) MRDD deduction

All of the above calculations translate into the following lines on the FY07 SF-3:  
Line 17 + line 18 + line 19 + line 21A + line 21B plus the adjustments in lines 23 A, C  
and D.

The 027 payment is usually positive but may be negative and any positive adjustment will be reduced by the amount of any catastrophic grant received under 3316.20 if such grant was received on the basis of the same circumstances for which the 027 adjustment was calculated.