

Funding Sources

Indiana public schools have two major sources of funding.

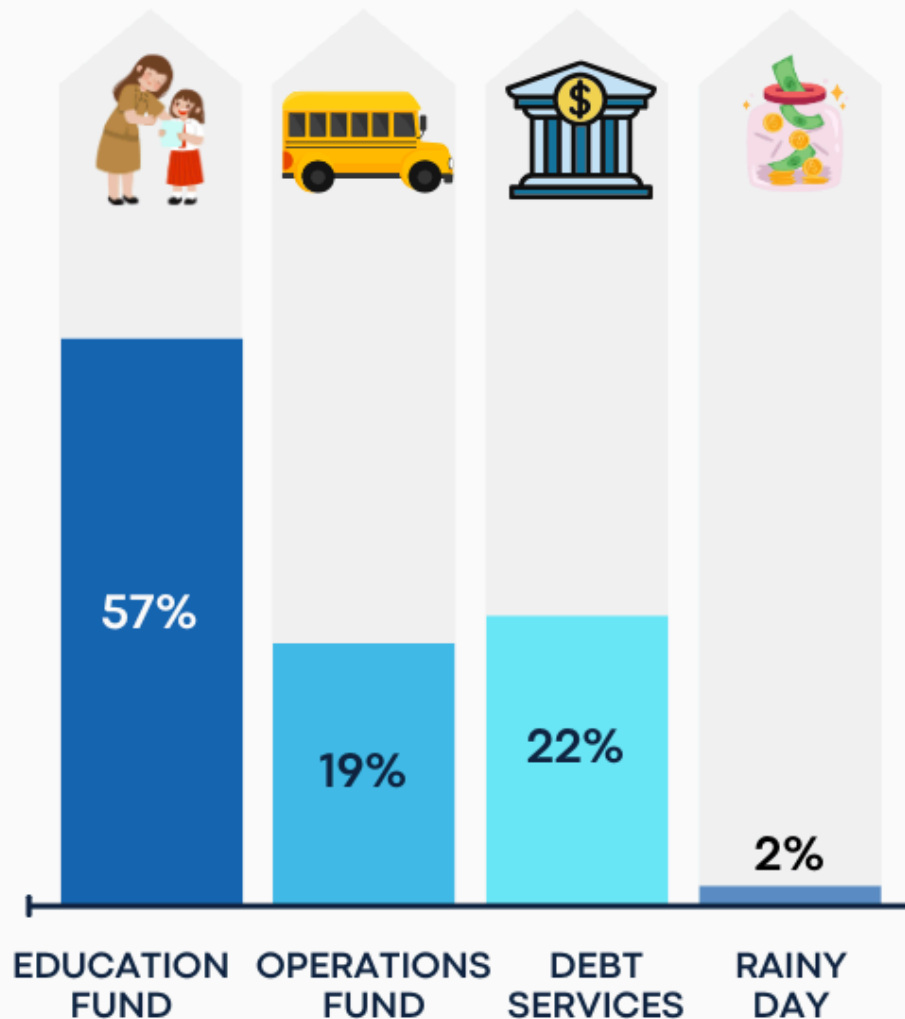
- Funding provided by the State of Indiana
 - Dollar amounts are set by our State Legislators
 - Funding levels are based on the school districts' enrollment thus as enrollment increases or decreases as does funding.
 - This revenue is adjusted for the school district every 6 months with new enrollment counts taken in February and October.
 - These dollars are used to fund all instructional related expenses such as the salaries and benefits for teachers, instructional assistants, principals, counselors and media specialists.

- Property Tax
 - Property tax dollars are paid by the taxpayers within an individual school corporation's taxing boundary.
 - The amount paid by the taxpayer is related to the taxable value (Net Assessed Value) of their property as assessed by the local Morgan County assessor.
 - Property Tax revenue funds the following expenses for a school corporation.
 - Debt
 - Repayment of any debt that has been incurred by the school corporation such as municipal bond payments
 - The amount of property tax asked annually of the taxpayer is related to the amount of the school corporation's annual debt obligations.

 - Operations
 - The school's operational expenses such as utilities, maintenance, custodial, transportation, central office staff, technology and insurance
 - The State of Indiana assigns a cap on the amount of property tax revenue that can be asked annually of the taxpayers for operational expenses.
 - School districts must keep their operational expenses within the maximum revenue amount assigned to them by the State of Indiana.

Funding Categories

Where does the money go?



EDUCATION FUND

The education fund is funded by revenue from the state and federal level. It is spent on teacher salaries, classroom expenses, and curriculum.

OPERATIONS FUND

The operations fund is primarily funded by local property taxes. This fund is spent on utilities, maintenance, technology, transportation staff, custodial staff, and non-teaching staff.

DEBT SERVICES

The debt services fund goes to paying off bonds and debt. Allows us to pay for major renovations, buses and technology.

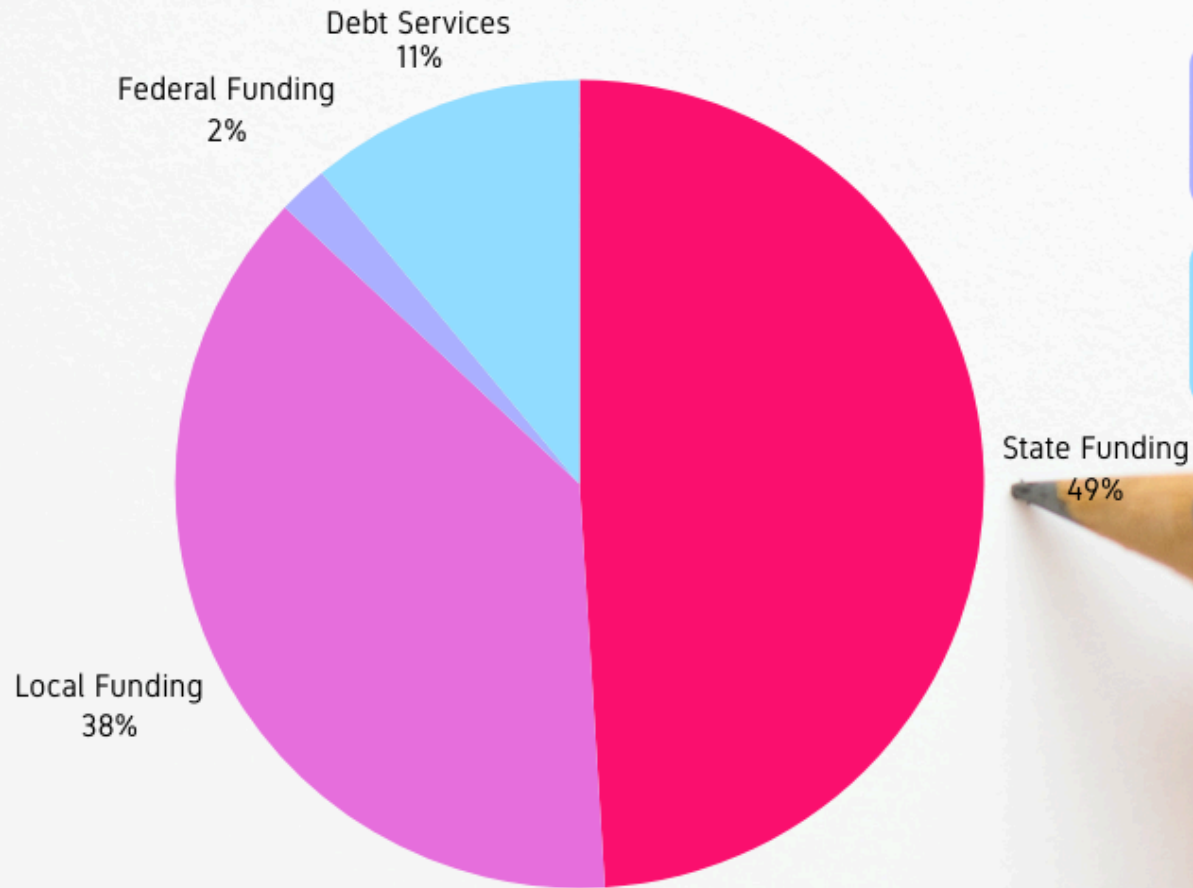
RAINY DAY

The rainy day fund goes to paying for emergencies and unexpected expenses.

All funding is distributed into the above categories. Some categories may have more than one source of revenue. The state has stipulations on how the funds can be spent in each category. The above percentages represent the percentage of funds placed into that area from all of the funding sources.

Example: 57% of all funds received are placed into the education fund.

Funding Sources



STATE FUNDING

Funding that comes from sales, income, and corporate taxes in Indiana and the Hoosier Lottery.

LOCAL FUNDING

Property taxes and local tax revenue

FEDERAL FUNDING

Funding from the national level for specific programs.

DEBT

Funding from GO Bonds and Common School Loans