

Model 3 and Hybrid Model: Analysis of Phase-outs by FY16 and FY17

Statewide Annual Cost / (Savings)	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
Model 3 - Proportional reduction to Target Revenue to lower hold harmless						
Phase-out by FY16	(\$2,001,544,146)	(\$2,001,686,645)	(\$1,936,436,977)	(\$2,097,342,686)	(\$2,318,626,263)	(\$2,412,994,231)
Phase-out by FY17	(\$2,001,544,146)	(\$2,001,686,645)	(\$1,869,207,585)	(\$2,008,297,444)	(\$2,202,039,978)	(\$2,412,994,231)
Hybrid Model - 3/4 Model 3 and 1/4 formula reduction						
Phase-out by FY16	(\$2,008,822,817)	(\$2,007,178,800)	(\$2,061,758,804)	(\$2,433,547,103)	(\$2,845,684,172)	(\$2,933,636,533)
Phase-out by FY17	(\$2,008,822,817)	(\$2,007,178,800)	(\$1,943,433,726)	(\$2,292,739,313)	(\$2,552,008,790)	(\$2,933,636,533)
Model Descriptions						
Model 3 - Proportional reduction to Target Revenue to lower hold harmless						
Phase-out by FY16	90.155%	87.960%	85.600%	82.250%	0.000%	0.000%
Phase-out by FY17	90.155%	87.960%	86.980%	85.000%	80.000%	0.000%
Hybrid Model - 3/4 Model 3 and 1/4 formula reduction						
Regular Program Allotment Adjustment	0.985	0.985	0.985	0.985	0.985	0.985
Gain Limit / Dragback \$42,008	repeated	repeated	repeated	repeated	repeated	repeated
Supplement Conversion Aid \$42,2513	repeated	repeated	repeated	repeated	repeated	repeated
Phase-out by FY16	93.50%	92.35%	91.00%	87.00%	0.00%	0.00%
Phase-out by FY17	93.50%	92.35%	92.00%	89.00%	85.75%	0.00%
Target Revenue Hold Harmless Comparison						
Current Law - School Districts	\$2,937,194,762	\$2,405,938,183	\$2,088,596,164	\$2,142,062,521	\$2,204,425,171	\$2,296,472,048
Model 3 - Proportional reduction to Target Revenue to lower hold harmless						
Phase-out by FY16	\$1,020,633,461	\$497,876,420	\$253,076,177	\$152,450,896	\$0	\$0
Phase-out by FY17	\$1,020,633,461	\$497,876,420	\$320,304,474	\$241,496,138	\$116,586,285	\$0
Hybrid Model - 3/4 Model 3 and 1/4 formula reduction						
Phase-out by FY16	\$1,486,121,034	\$983,555,713	\$636,519,791	\$336,767,154	\$0	\$0
Phase-out by FY17	\$1,486,121,034	\$983,555,713	\$749,218,671	\$477,226,556	\$293,675,382	\$0
Districts and Charters on Formula						
Current Law	127	192	309	313	316	316
Model 3 - Proportional reduction to Target Revenue to lower hold harmless						
Phase-out by FY16	777	921	1,013	1,083	1,231	1,231
Phase-out by FY17	777	921	982	1,026	1,115	1,231
Hybrid Model - 3/4 Model 3 and 1/4 formula reduction						
Phase-out by FY16	490	650	830	986	1,231	1,231
Phase-out by FY17	490	650	738	929	1,012	1,231