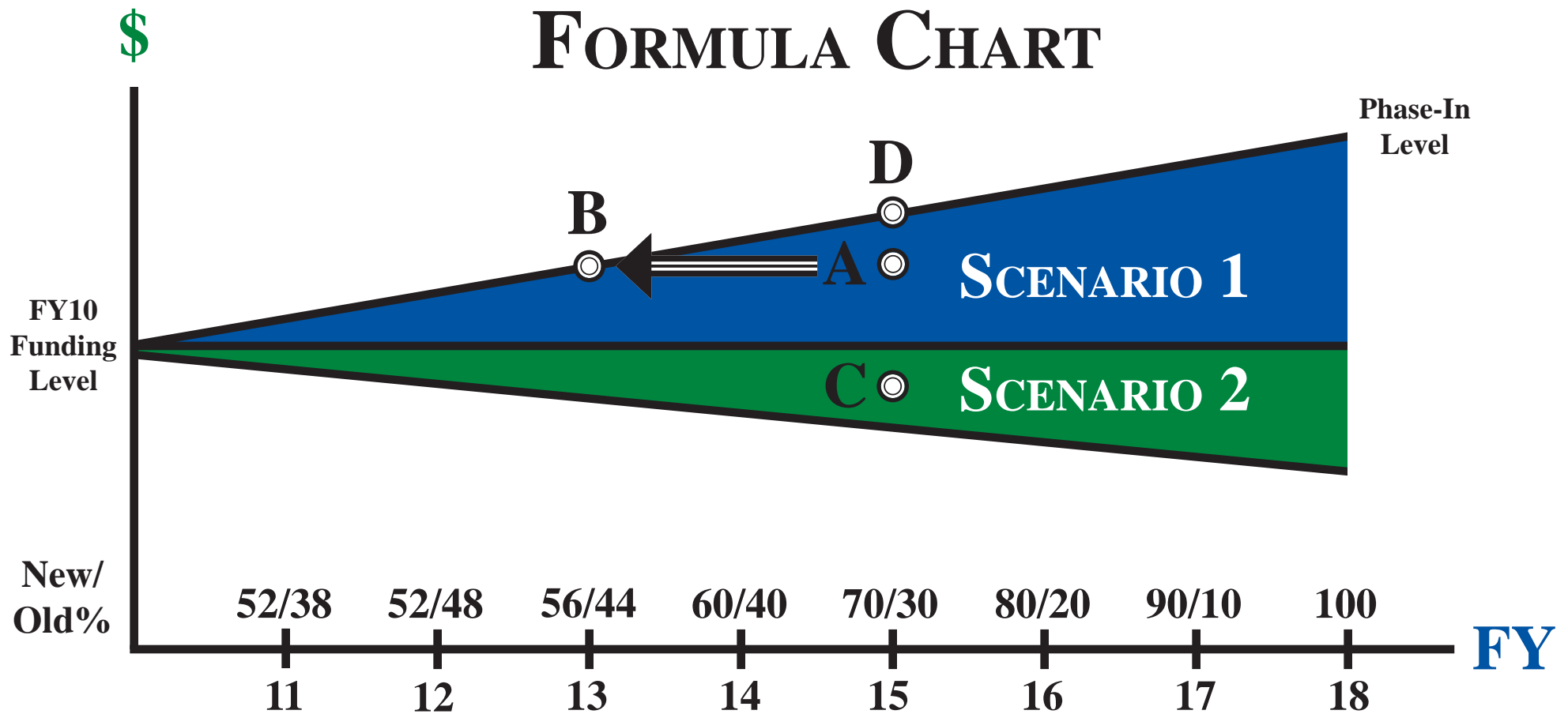


FORMULA CHART



SCENARIO 1

If funding is above the FY10 level but below the phase-in level, then DESE will adjust the percent of phase-in to match appropriation money. For example: if appropriated level falls to level A in FY15, the percent of phase-in would be adjusted back to level B.

SCENARIO 2

If appropriated moneys are below the FY10 levels then:

1. Take 10 percent from the highest hold harmless districts — 16 districts, \$3.1 million.
2. Equally divide the differences between the appropriated level and the projected phase-in level among all districts by weighted average daily attendance.

For example: If appropriated level falls to level C, then cuts would be made to the 16 highest hold harmless districts and the difference in funding between level C and level D would be allocated across all districts.