

FACTORS AND TRENDS AFFECTING STATE FUNDING FOR PUBLIC EDUCATION

PRESENTED TO

**Legislative Advocacy Conference
SC School Boards Association**

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South Carolina
School Boards
Association



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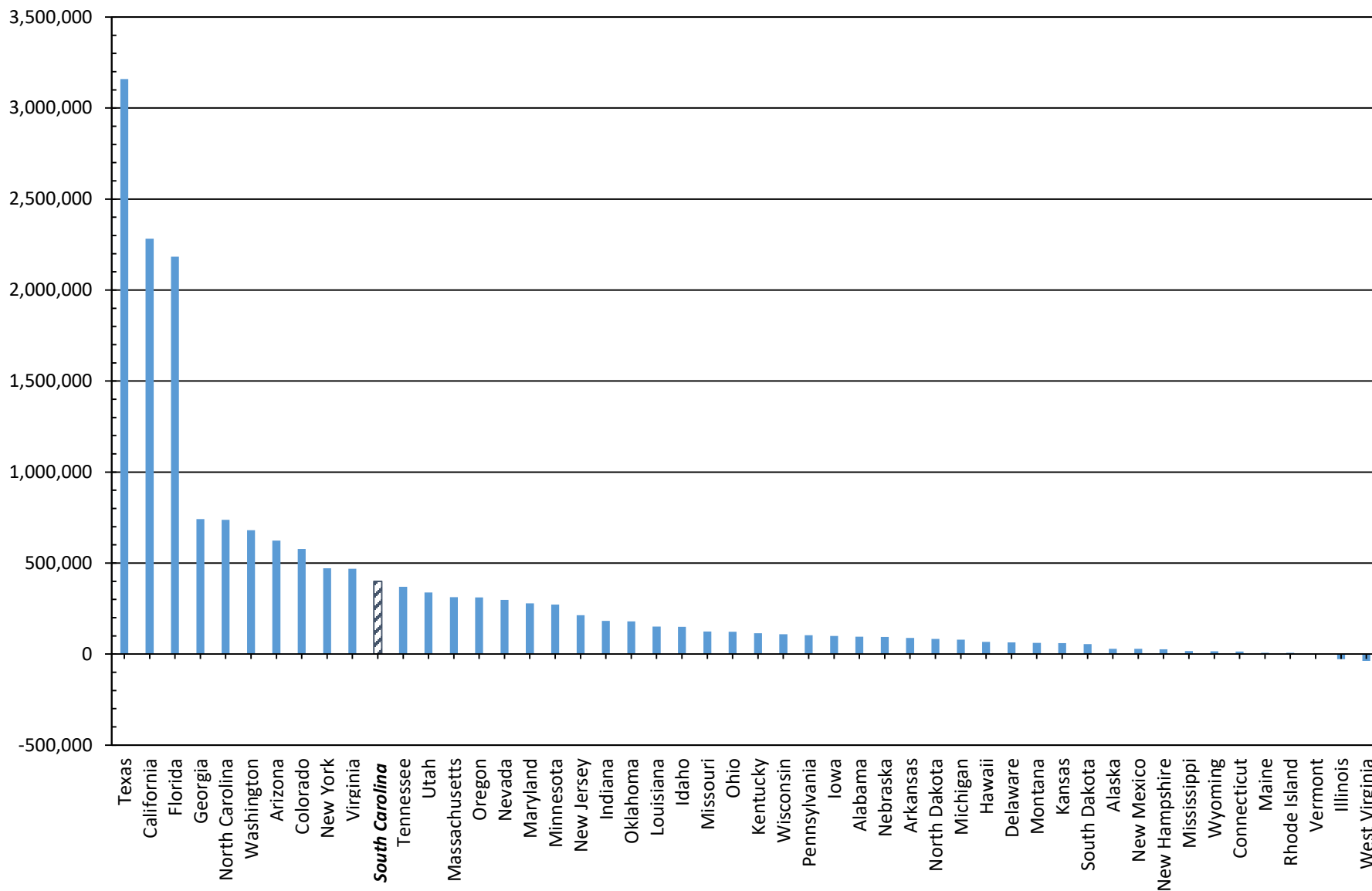
www.rfa.sc.gov

POPULATION



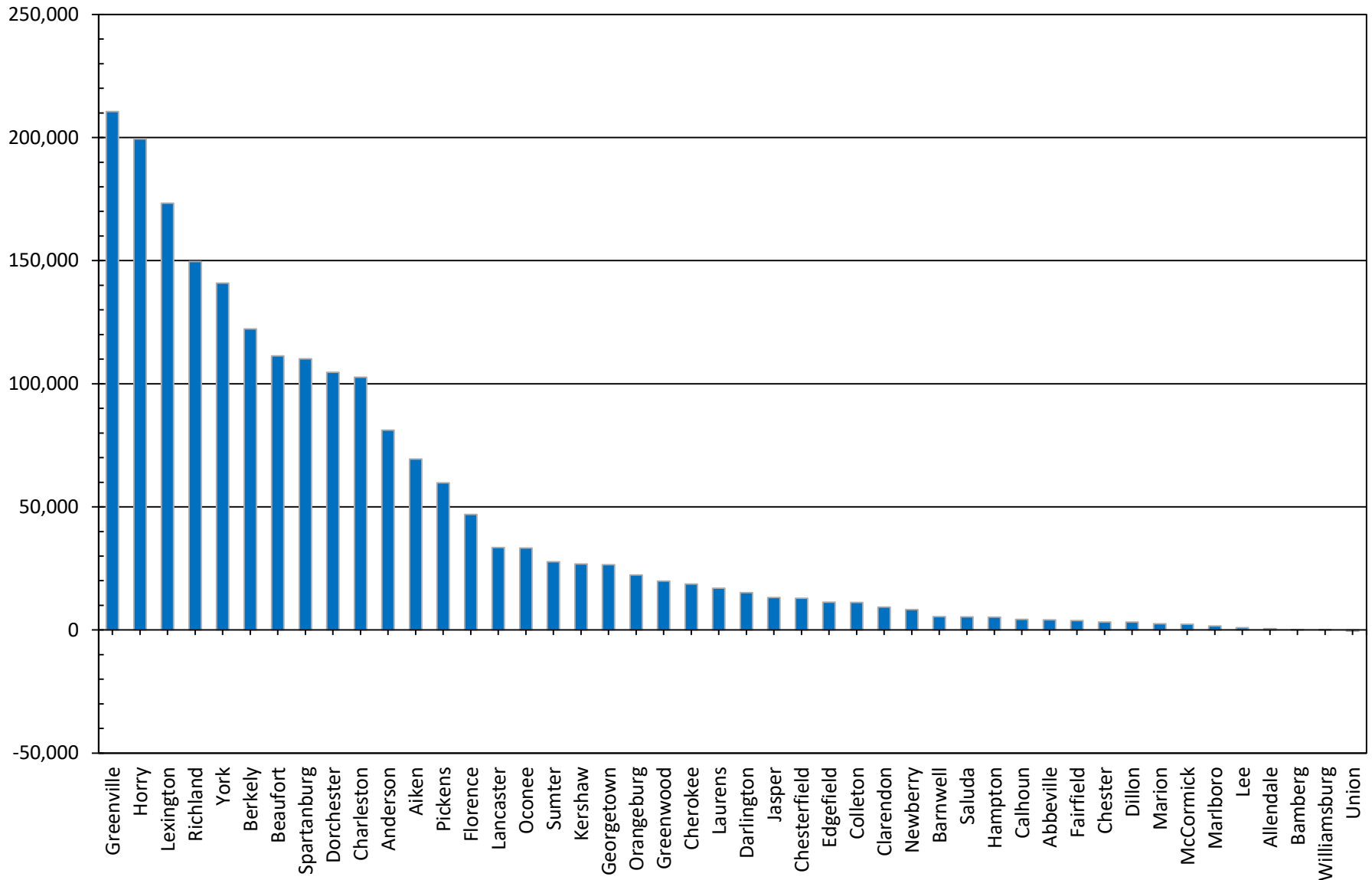
UNITED STATES CENSUS POPULATION

Change From 2010 to 2017



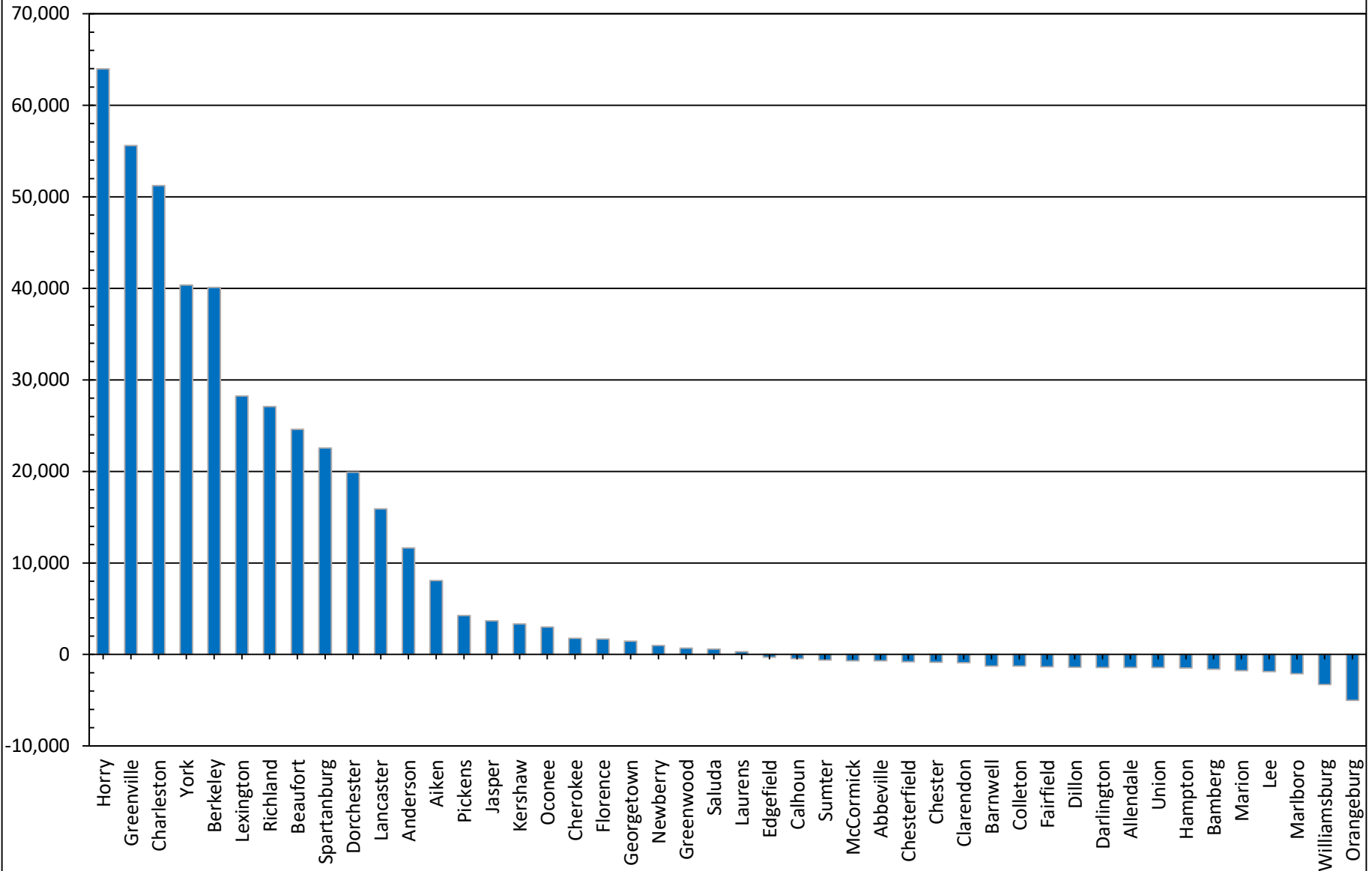
SOUTH CAROLINA COUNTY CENSUS POPULATION

Change From 1970 to 2010



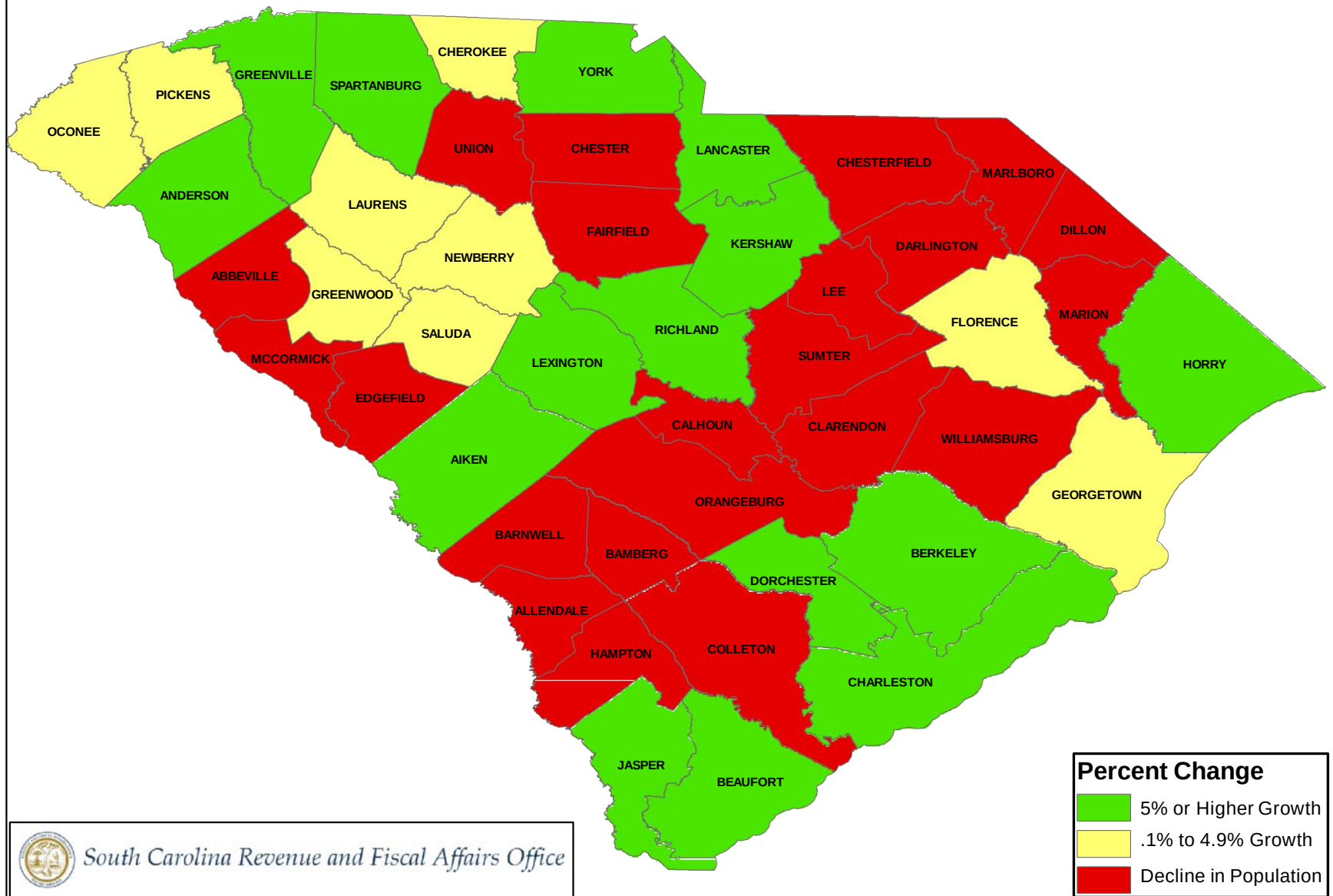
SOUTH CAROLINA CENSUS POPULATION

Change From 2010 to 2017



SOUTH CAROLINA CENSUS POPULATION

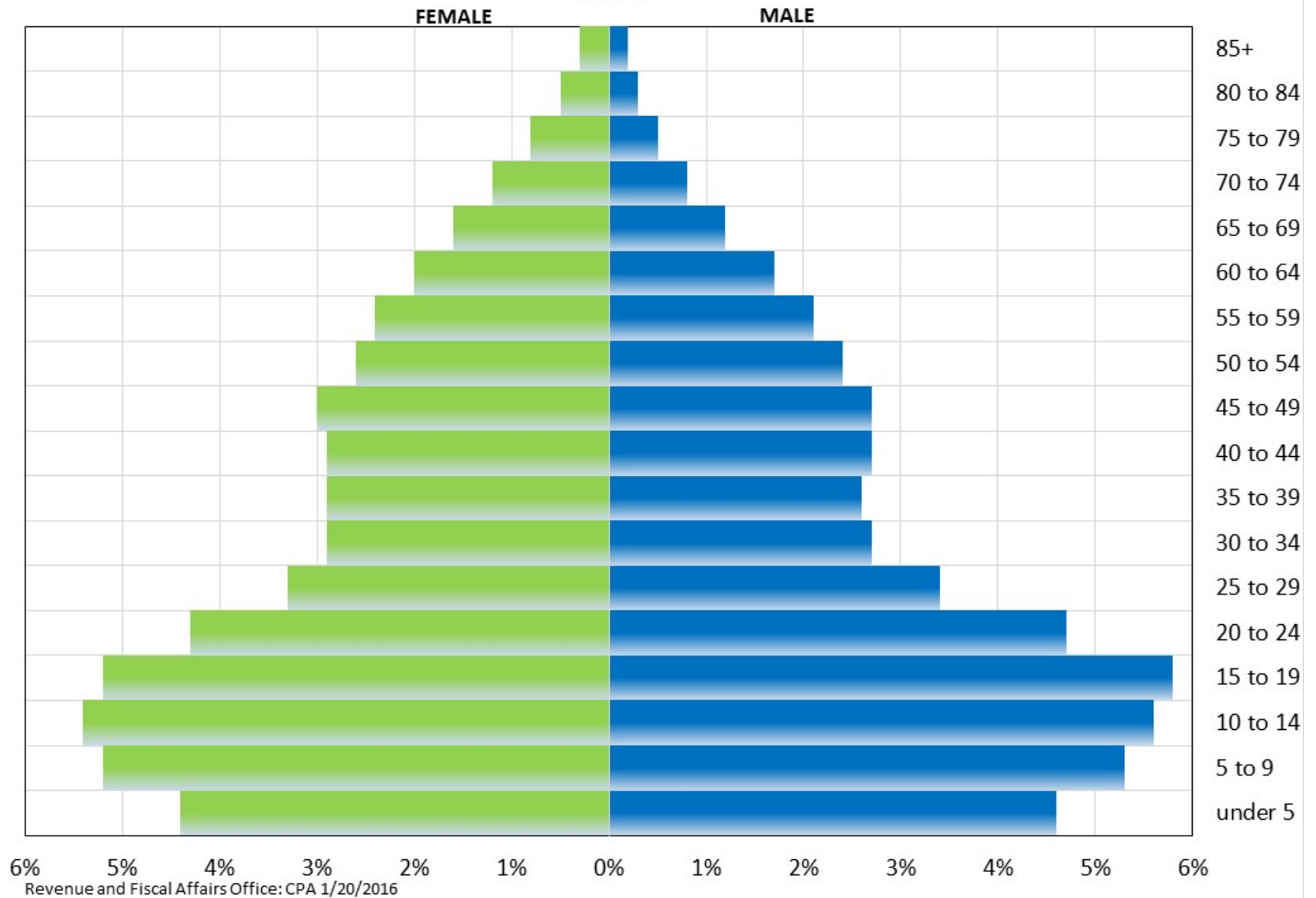
Percent Change From 2010 to 2017



South Carolina Revenue and Fiscal Affairs Office

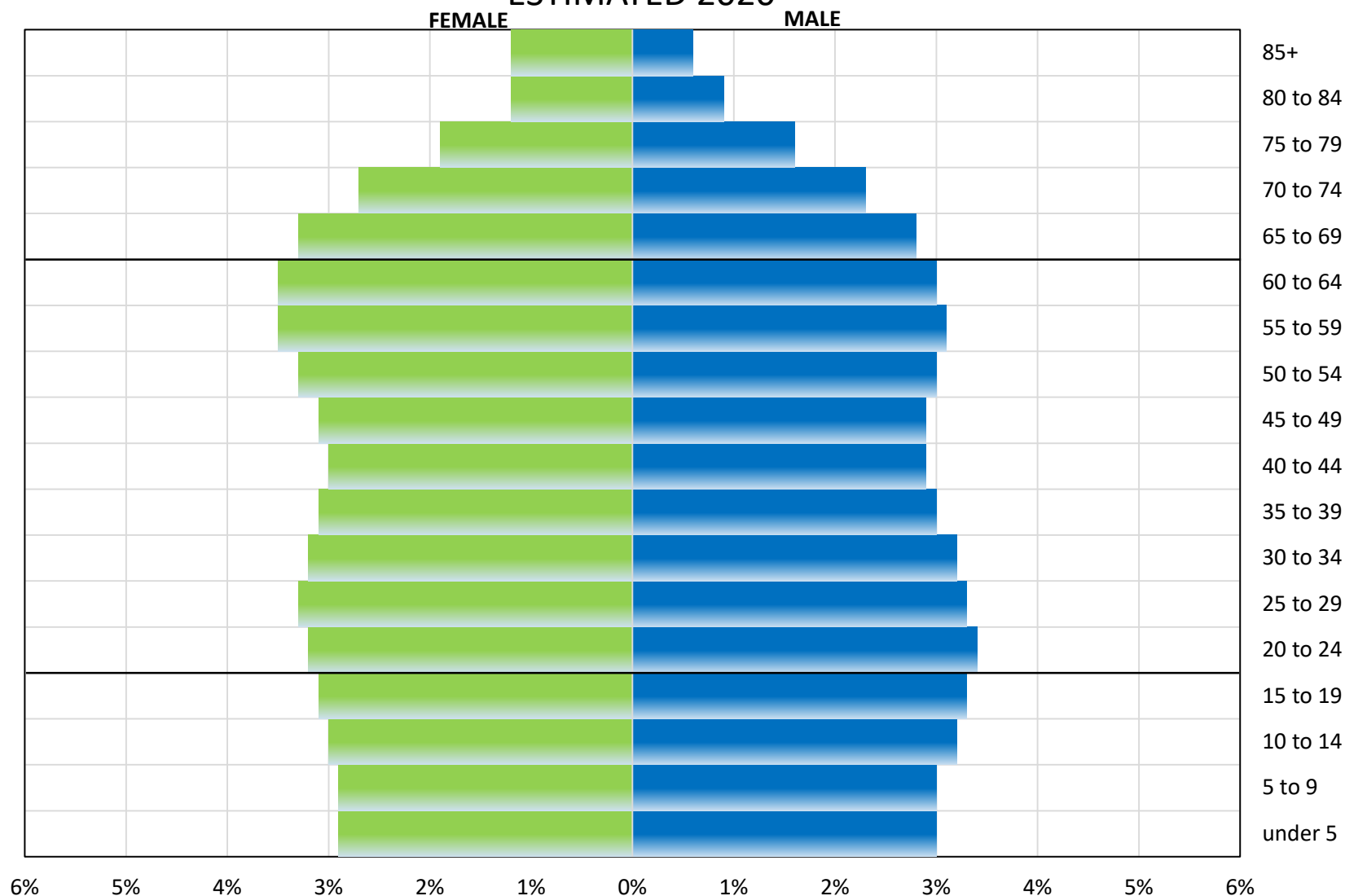
SOUTH CAROLINA POPULATION PYRAMID

1970

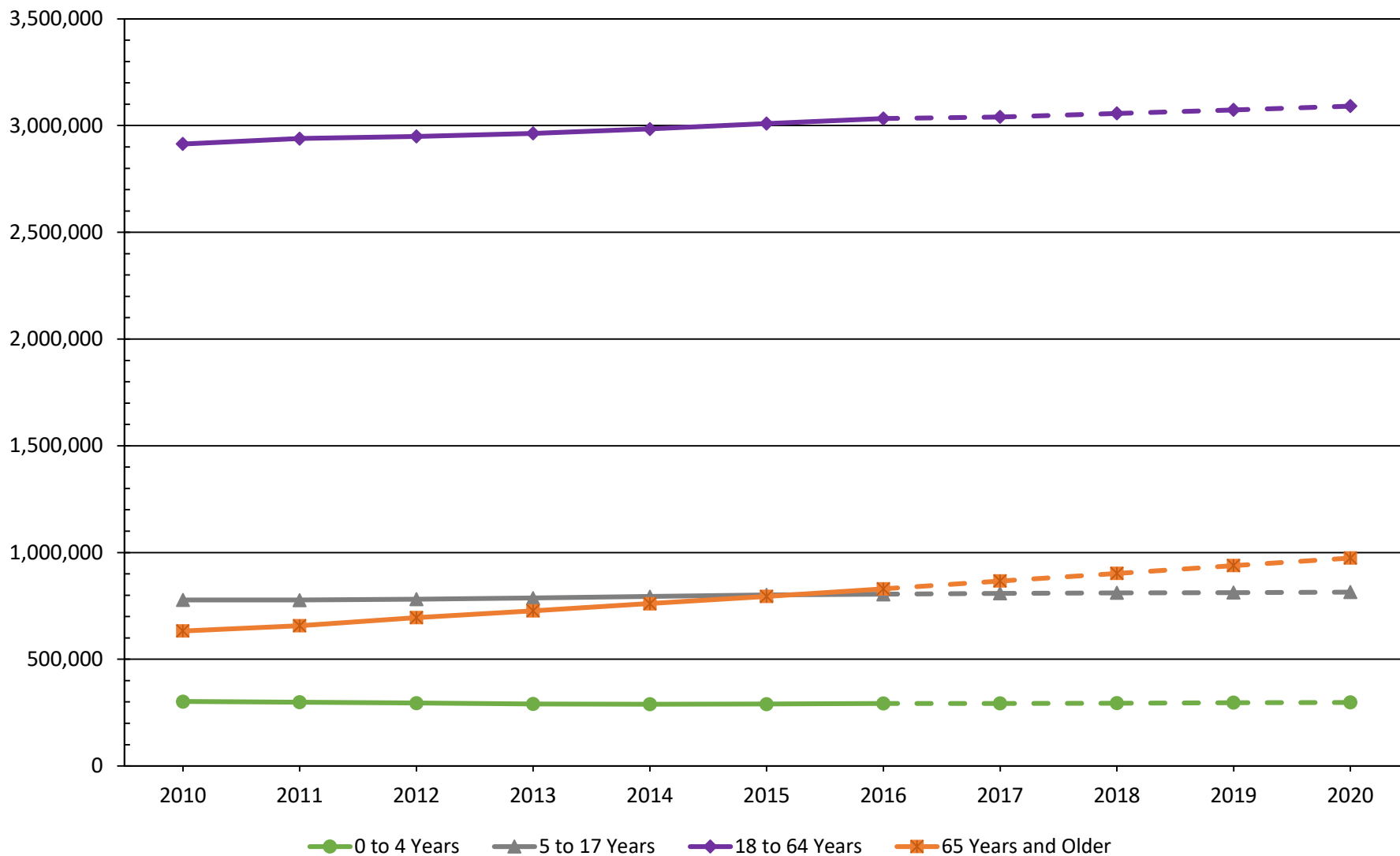


SOUTH CAROLINA POPULATION PYRAMID

ESTIMATED 2020



SOUTH CAROLINA POPULATION BY AGE GROUP 2010 TO 2020



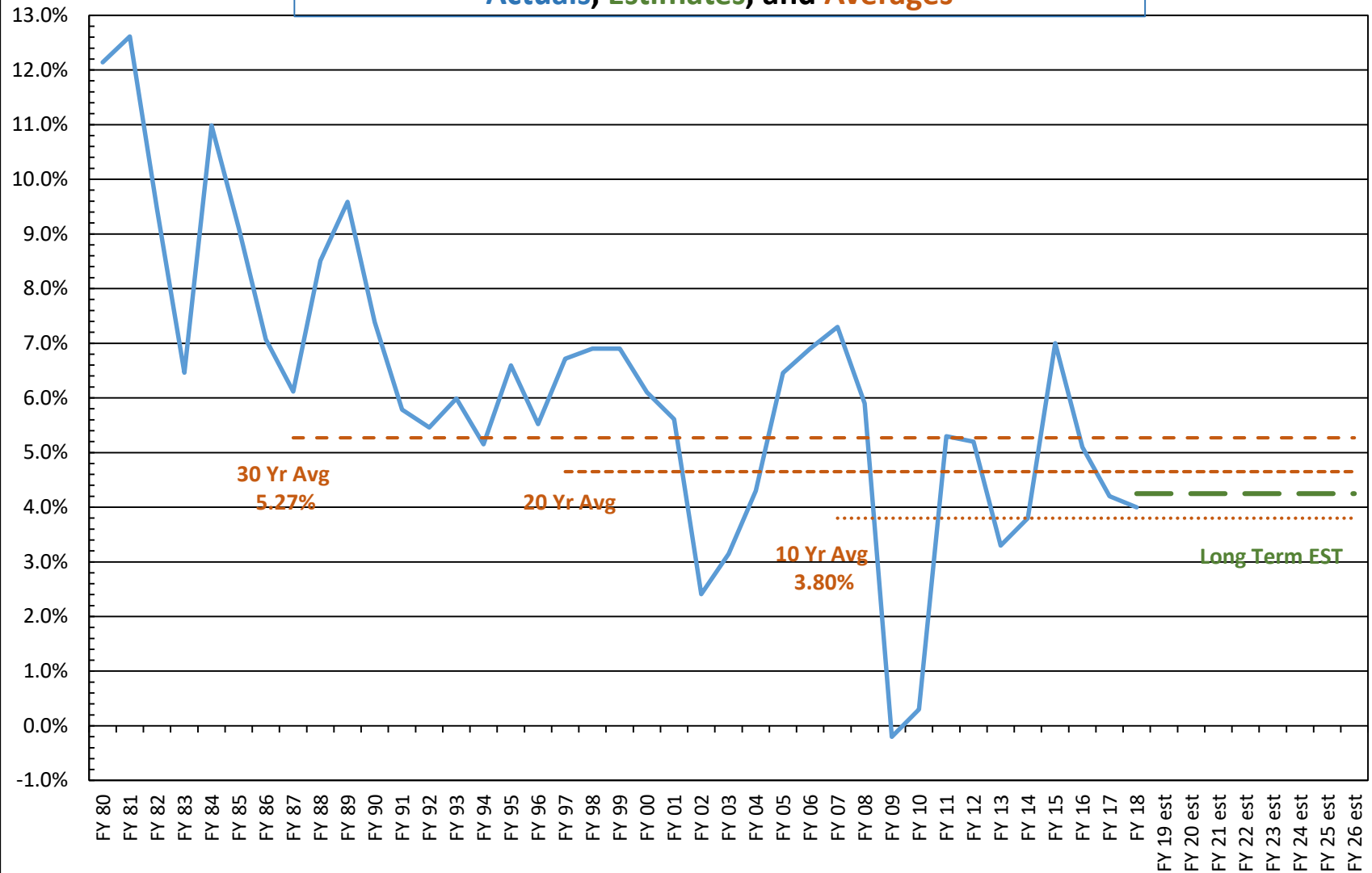
Note: US Census Bureau, population estimates 2010 to 2016; Revenue and Fiscal Affairs Office, population projections 2017 to 2020

SOUTH CAROLINA PERSONAL INCOME



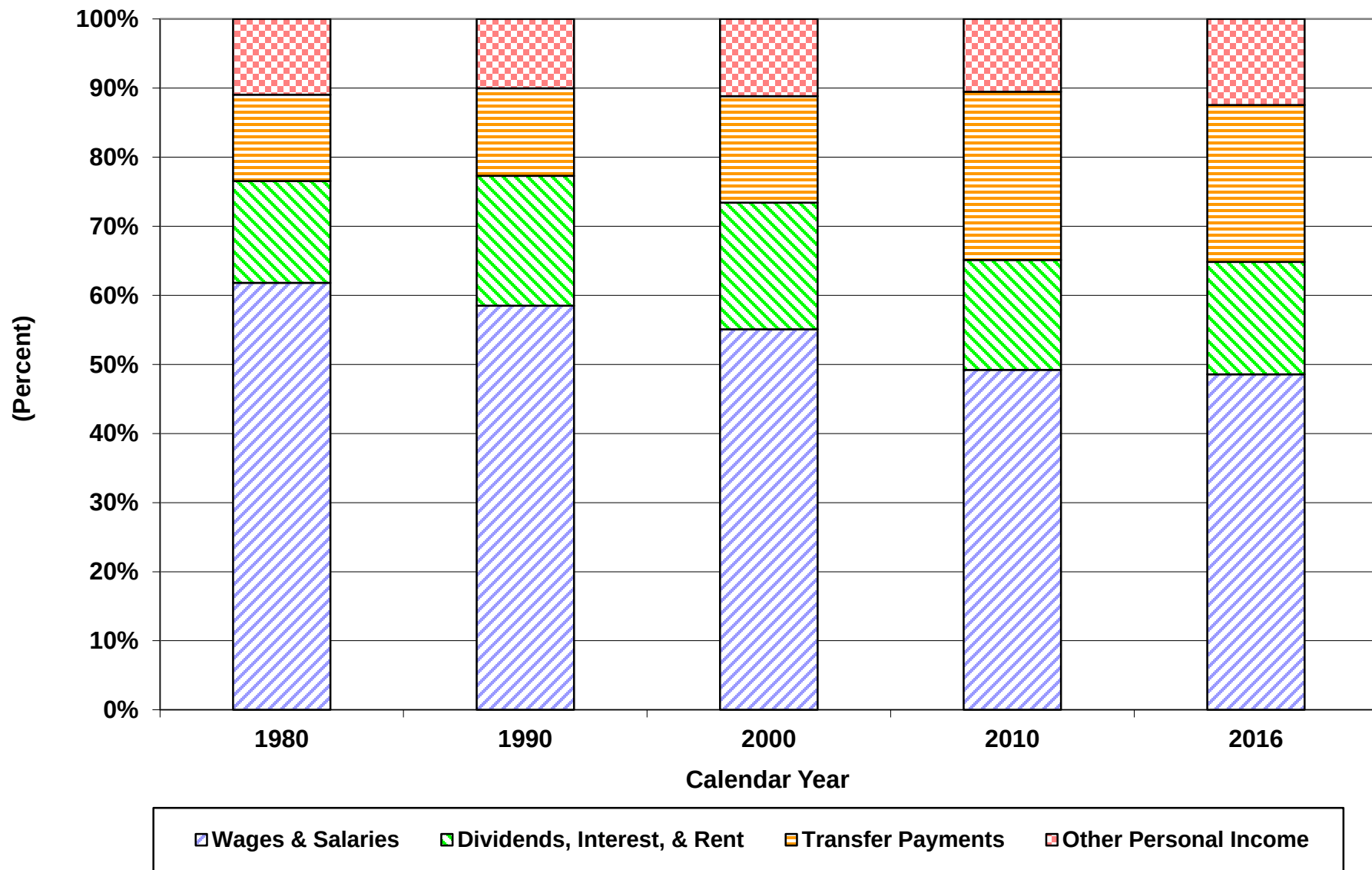
SC PERSONAL INCOME FISCAL YEAR GROWTH RATES

Actuals, Estimates, and Averages



Source: US Department of Commerce, Bureau of Economic Analysis RFA-173 LJ/10/05/17

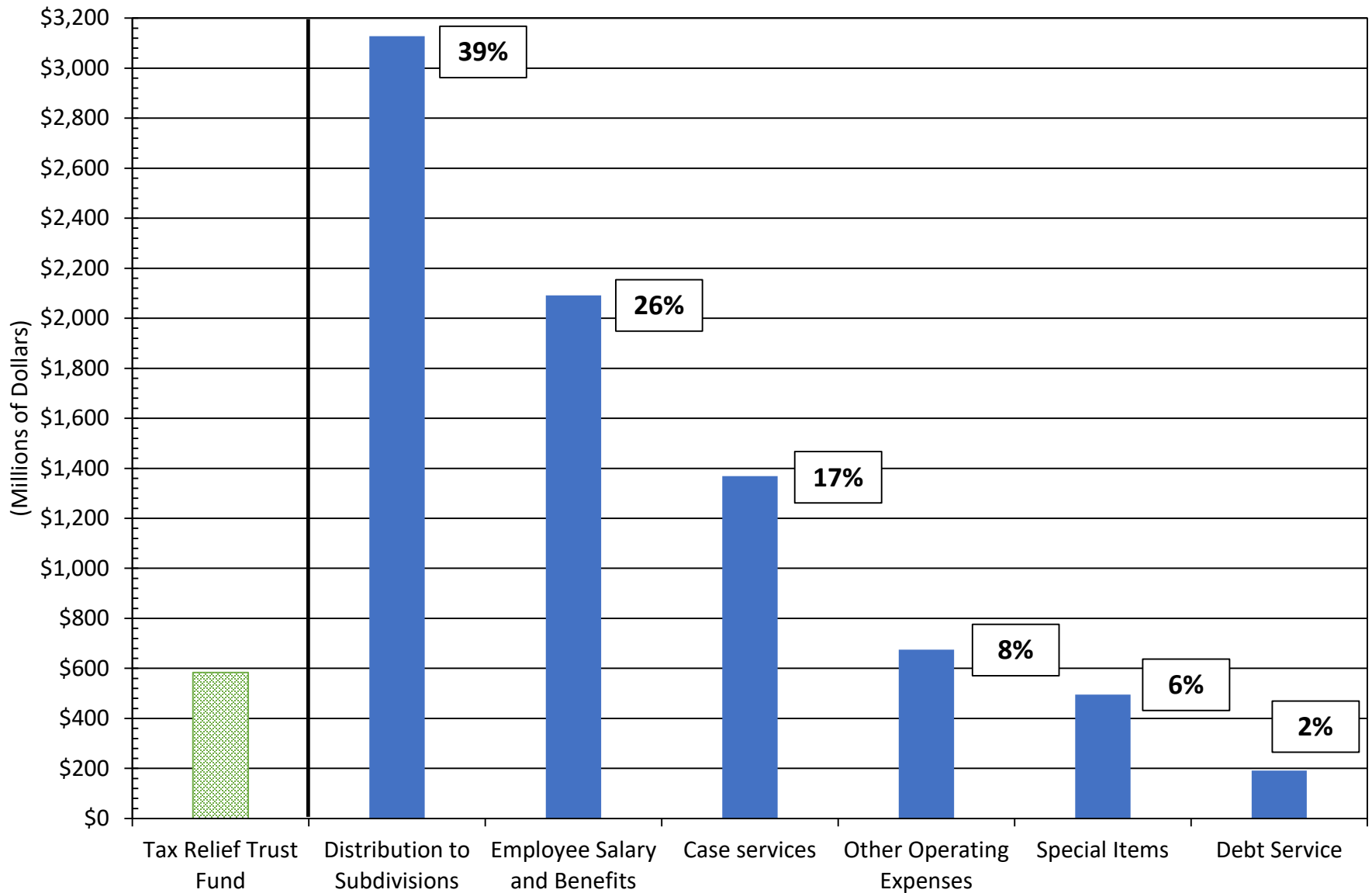
Shares of Personal Income Components in South Carolina



STATE GENERAL FUND



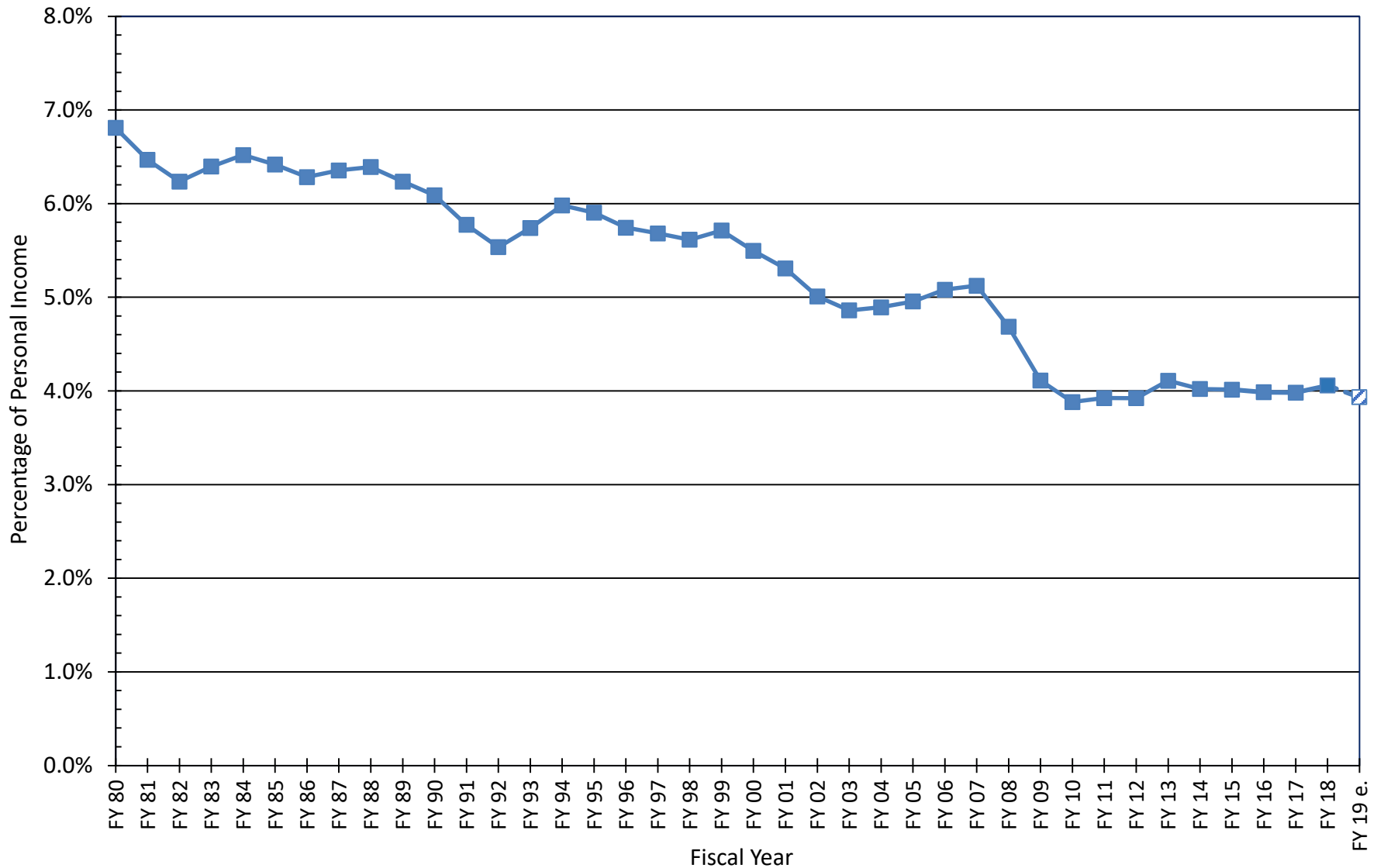
GENERAL FUND APPROPRIATIONS BY MAJOR BUDGET CATEGORY FY 2017-18



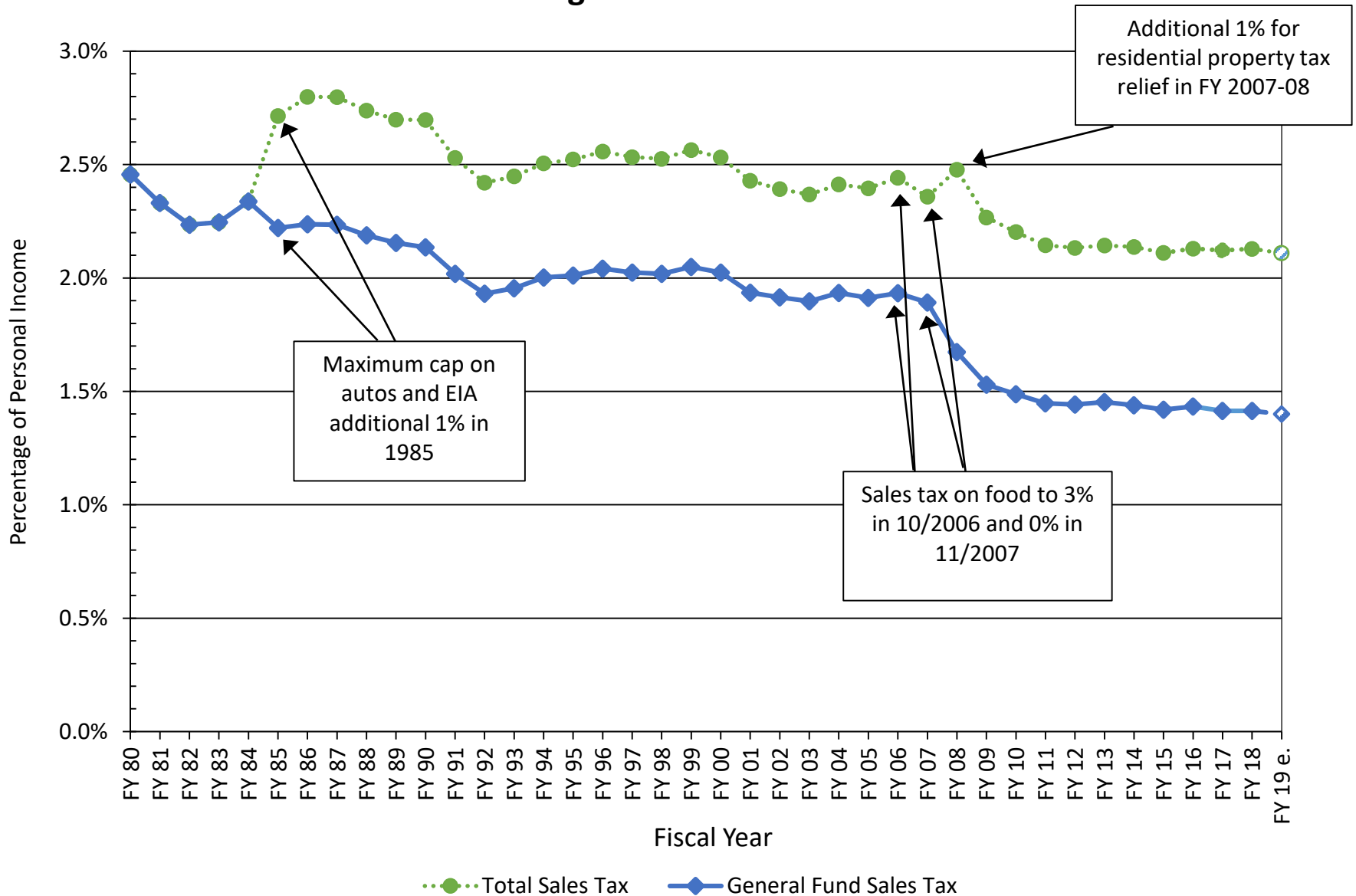
ANNUAL GENERAL FUND REVENUE GROWTH



SOUTH CAROLINA GENERAL FUND REVENUE as a Percentage of Total Personal Income



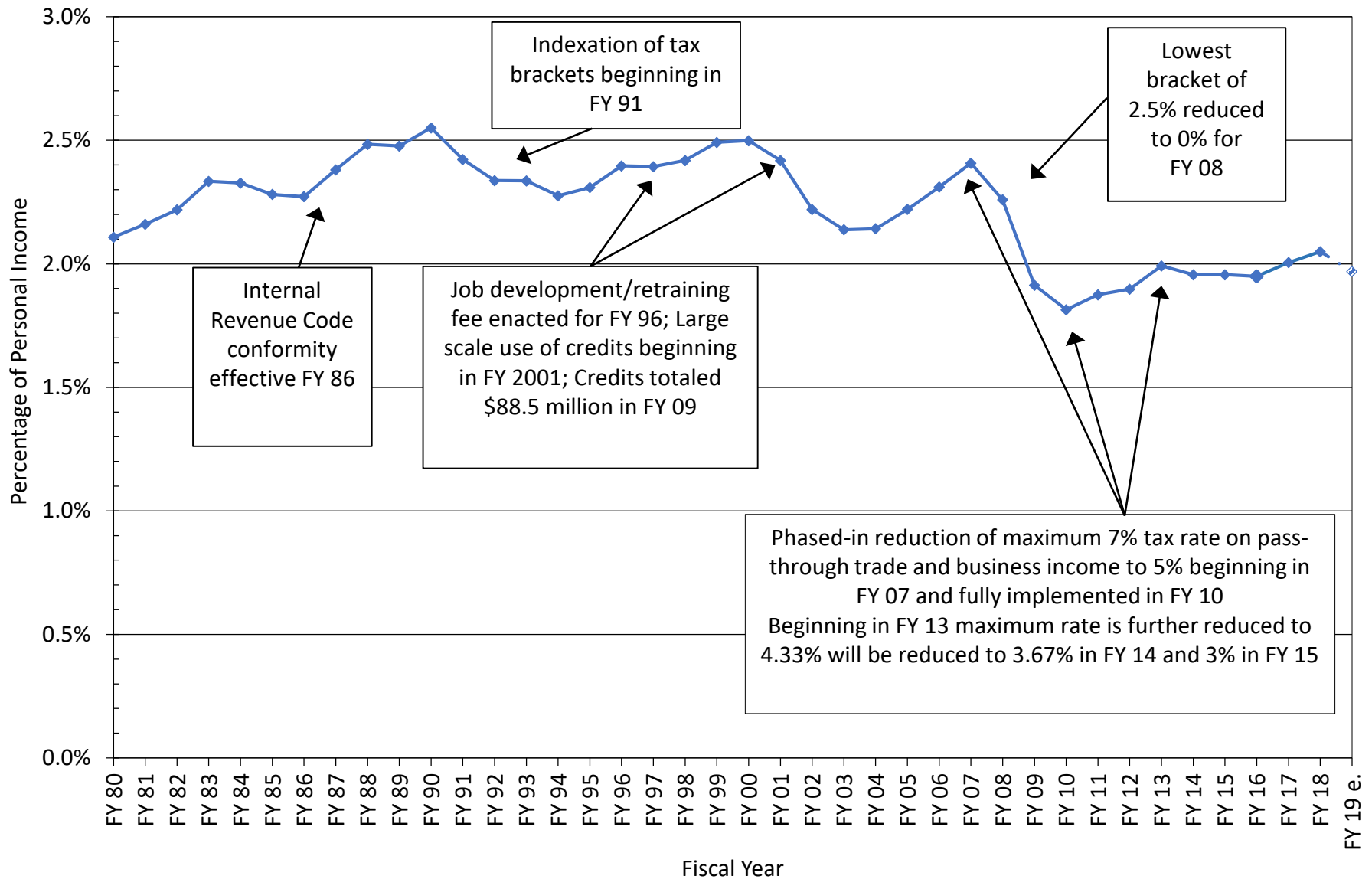
SOUTH CAROLINA TOTAL AND GENERAL FUND SALES TAX COLLECTIONS as a Percentage of Total Personal Income



Wayfair Decision and Sales Tax

- The *Wayfair* decision allows SC to start collecting additional sales tax on E-commerce sales
- DOR is issuing policy and will begin collecting sales tax in November
- Latest estimate of additional collections with the smaller seller exemptions is \$74.4M for a full year; \$40.2 M in General Fund
- Actual collections will be for the last half of FY 2018-19

SOUTH CAROLINA INCOME TAX COLLECTIONS as a Percentage of Total Personal Income

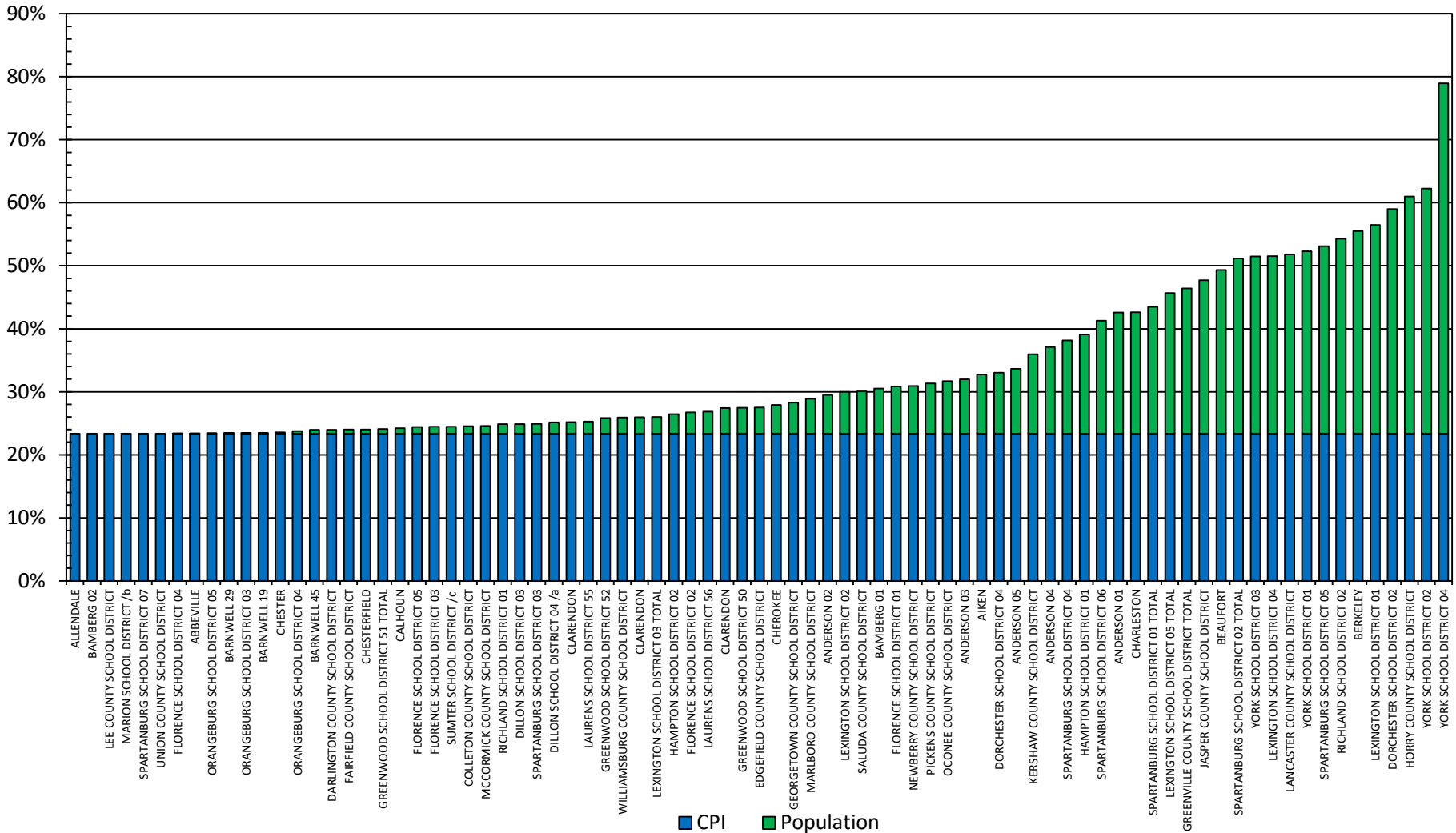


LOCAL MILLAGE



SCHOOL DISTRICT MILLAGE RATE INCREASE LIMITATION

Population and CPI Factors from FY 2008-FY 2019



/a Dillon School Districts 1 and 2 merged to create Dillon School District 4 in FY 2012

/b Marion School Districts 1, 2, and 7 merged to create Marion School District in FY 2013

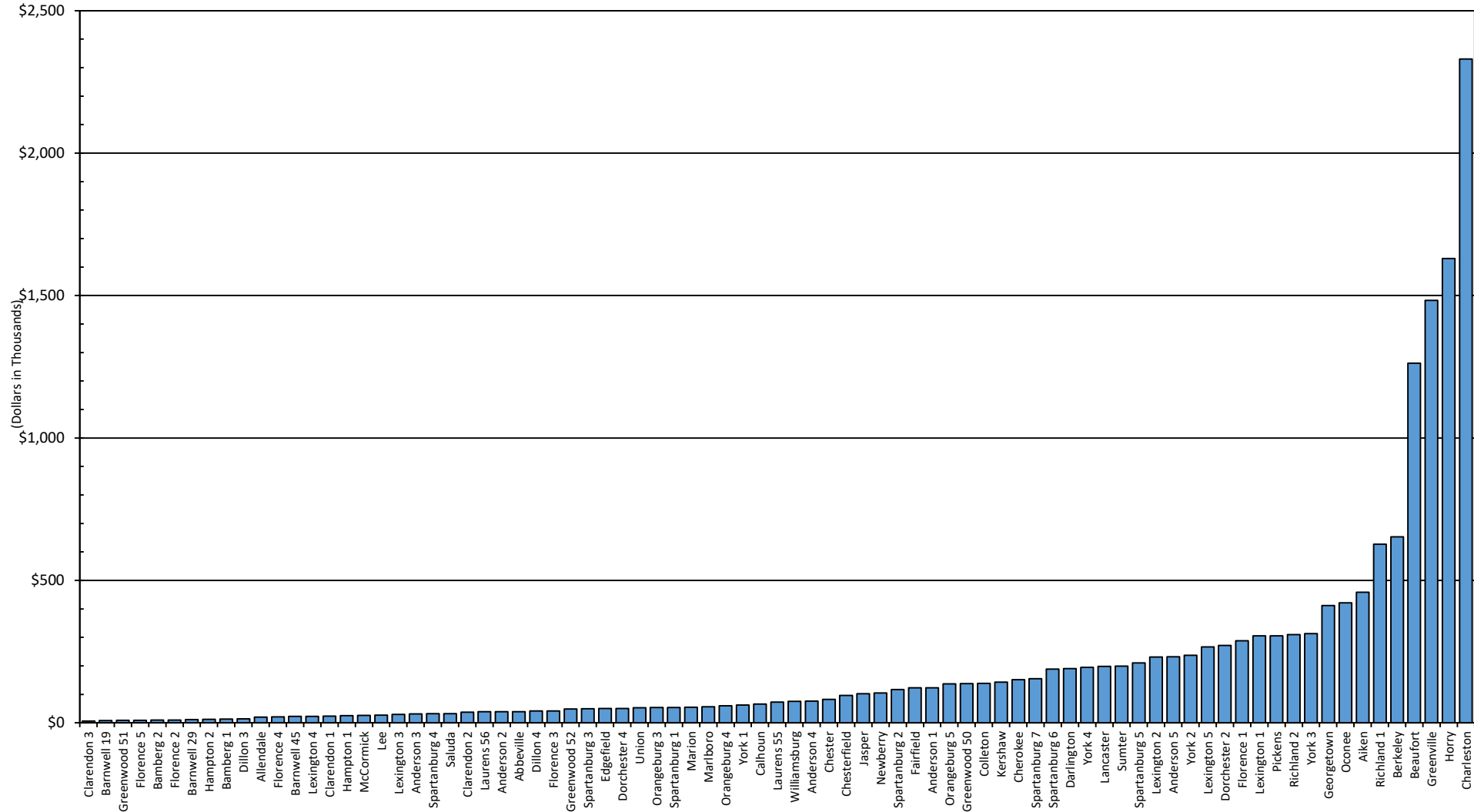
/c Sumter School Districts 2 and 17 merged to created the Sumter School District in FY 2011

The population factor for these Consolidated school districts is estimated as if these districts had merged prior to FY 2007-08

Source: RFA Millage Rate Increase Limitations Reports

mkm/RFA/10-19-2018

ESTIMATED VALUE OF A MILL Excluding Owner Occupied Tax Year 2016



Note: Includes Fee-in-Lieu property

Source: Department of Revenue, Local Government Survey, Index of Taxpaying Ability 2018

RFA-mkm/08/22/18

CURRENT INITIATIVES



Early Childhood and Secondary Education

- Multi-stakeholder project initiated in 2017 and lead by the SC Department of Education to create a “tool for parents, educators, policymakers, and the general public to use when determining whether programs for young children are fulfilling their promise.”
- Website deployed fall 2017, providing data at the state and county levels (<https://www.scprofile.com/>):
- The information areas covered are:
 - Early Care and Education
 - Early Care and Education Credentials
 - Early Childhood Workforce
 - ABC Quality Participation
 - Family Health and Services
 - Support Services
 - Kindergarten Readiness
 - Third Grade Assessment



Coordinating Council for Workforce Development

- Established by the General Assembly in Act 252 of 2016 to “engage in discussions, collaboration, and information sharing concerning the state’s ability to prepare and train workers to meet current and future workforce needs.”
- Chaired by the Director of the Department of Commerce, the council includes nine members drawn from state agencies, as well as representatives of institutions of higher education and and business.
 - Business and Strategic Partner Advisory Committees
 - Working Committees on Workforce Program Mapping and Data Sharing



Act 94: Longitudinal Data System

- §59-18-150 Added "to Provide for the establishment of a state longitudinal data system for measuring the continuous improvement of public education and the college readiness and career readiness of public school graduates, and to provide related findings" to the SC Code of Law.
 - (A) The General Assembly recognizes the importance of having a state longitudinal data system to inform policy and fiscal decisions related to early childhood education, public education, postsecondary preparedness and success, and workforce development.
 - (B)(1) The Revenue and Fiscal Affairs Office, working with the Office of First Steps to School Readiness, the South Carolina Department of Education, the South Carolina Commission on Higher Education, the Department of Social Services, the South Carolina Technical College System, the Department of Commerce, the Department of Employment and Workforce, and other state agencies or institutions of higher education, shall develop, implement, and maintain a universal identification system that includes, at a minimum, the following information for measuring the continuous improvement of the state public education system and the college and career readiness and success of its graduates:



Act 94: Longitudinal Data System

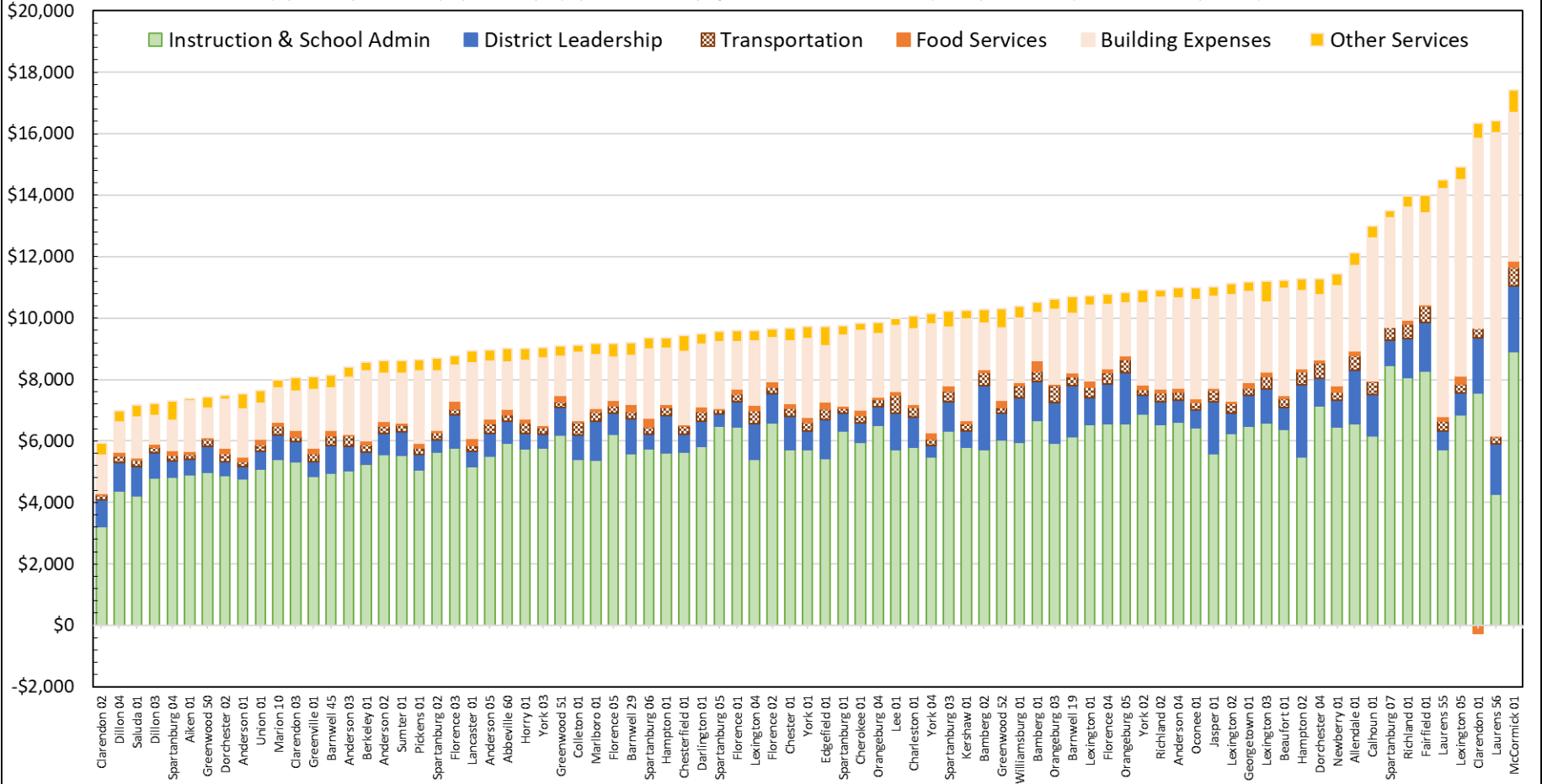
- (B)(1) continued:
 - (a) students graduating from public high schools in the State who enter postsecondary education without the need for remediation;
 - (b) working-aged adults in South Carolina by county who possess a postsecondary degree or industry credential;
 - (c) high school graduates who are gainfully employed in the State within five and ten years of graduating from high school; and
 - (d) outcome data regarding student achievement and student growth that will assist colleges of education in achieving accreditation and in improving the quality of teachers in classrooms.
- (B) 2 "All information disseminated will conform to state and federal privacy laws".



EDUCATIONAL FUNDING ANALYSIS

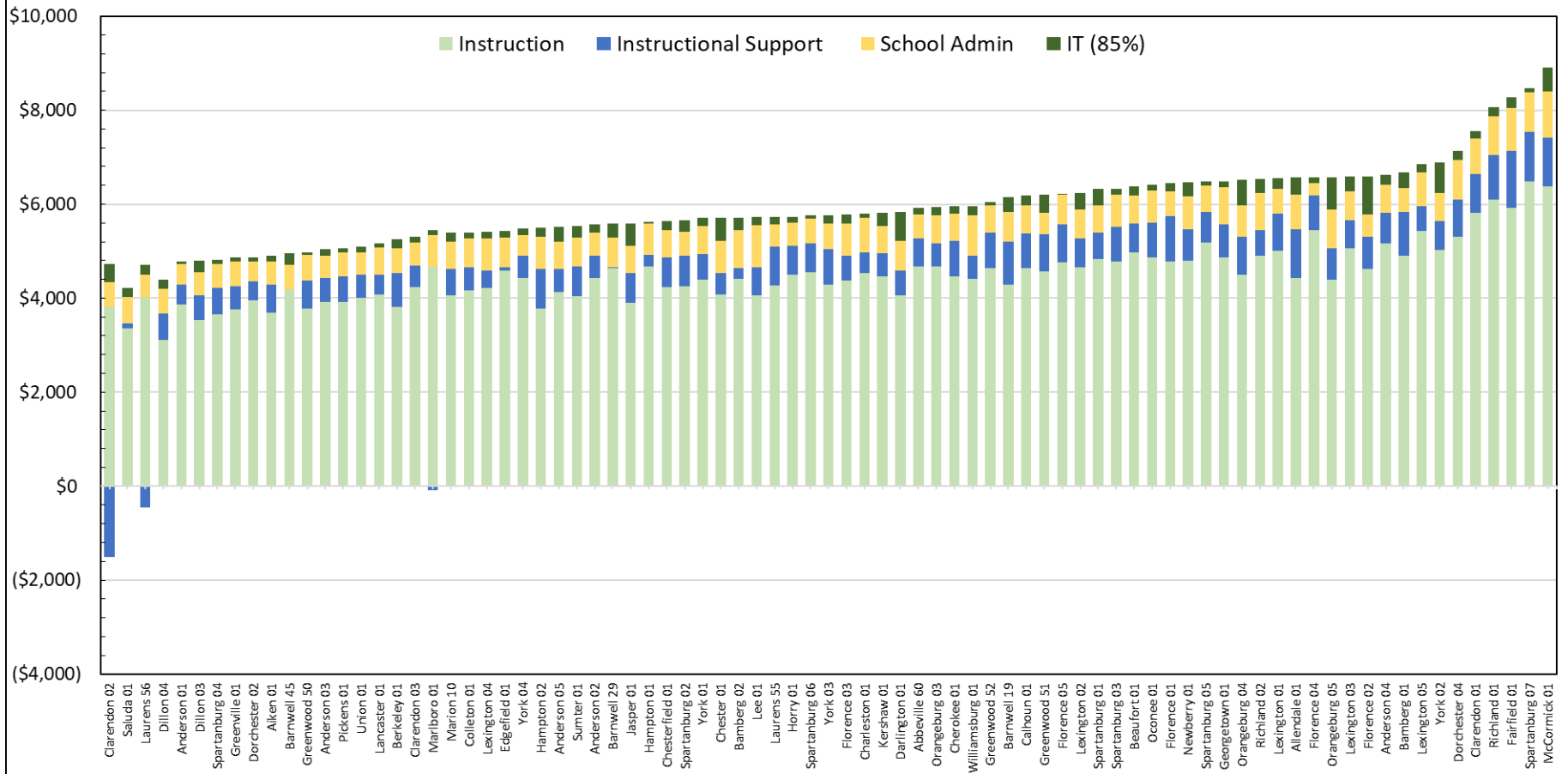


COMPONENTS OF BASIC STATE PROGRAM EXPENDITURES PER PUPIL BY DISTRICT



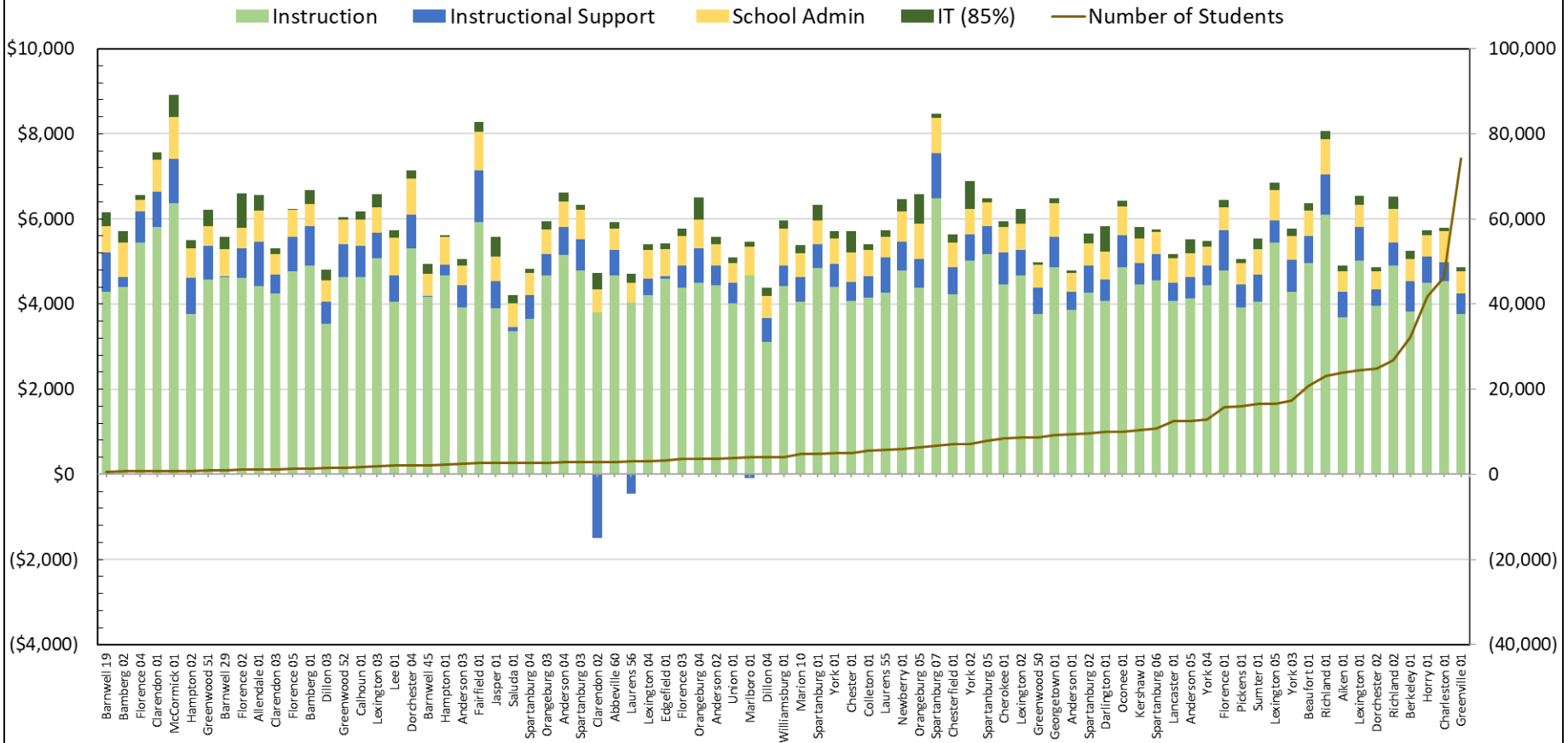
Source: Revenue and Fiscal Affairs/lj/11-18

INSTRUCTION & SCHOOL ADMIN BASIC STATE PROGRAM EXPENDITURES PER PUPIL BY DISTRICT



Source: Revenue and Fiscal Affairs/lj/11-18

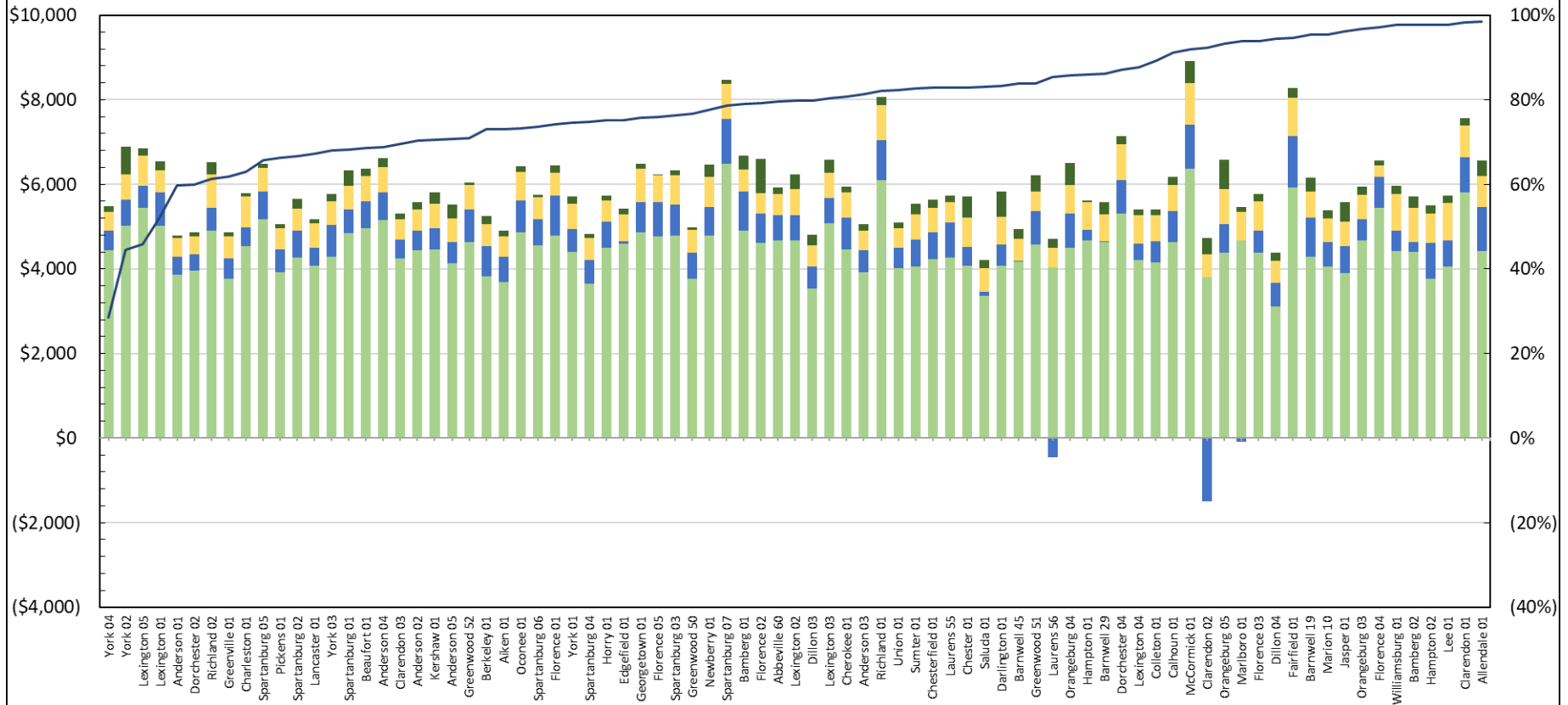
INSTRUCTION & SCHOOL ADMIN BASIC STATE PROGRAM EXPENDITURES PER PUPIL BY DISTRICT Compared to Number of Students



Source: Revenue and Fiscal Affairs/lj/11-18

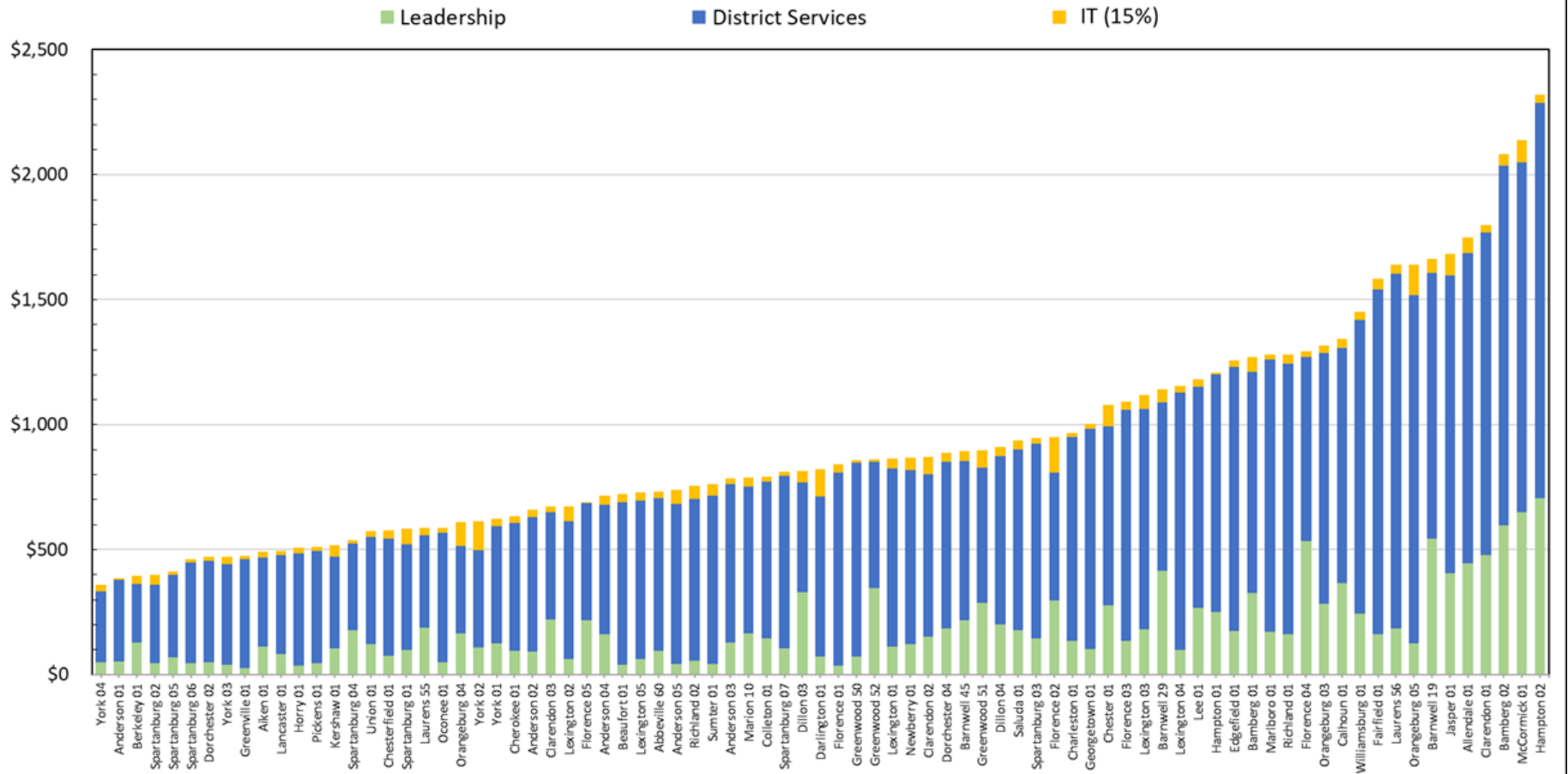
INSTRUCTION & SCHOOL ADMIN BASIC STATE PROGRAM EXPENDITURES PER PUPIL BY DISTRICT Compared to % of Students in Poverty

Instruction Instructional Support School Admin IT (85%) Students in Poverty %



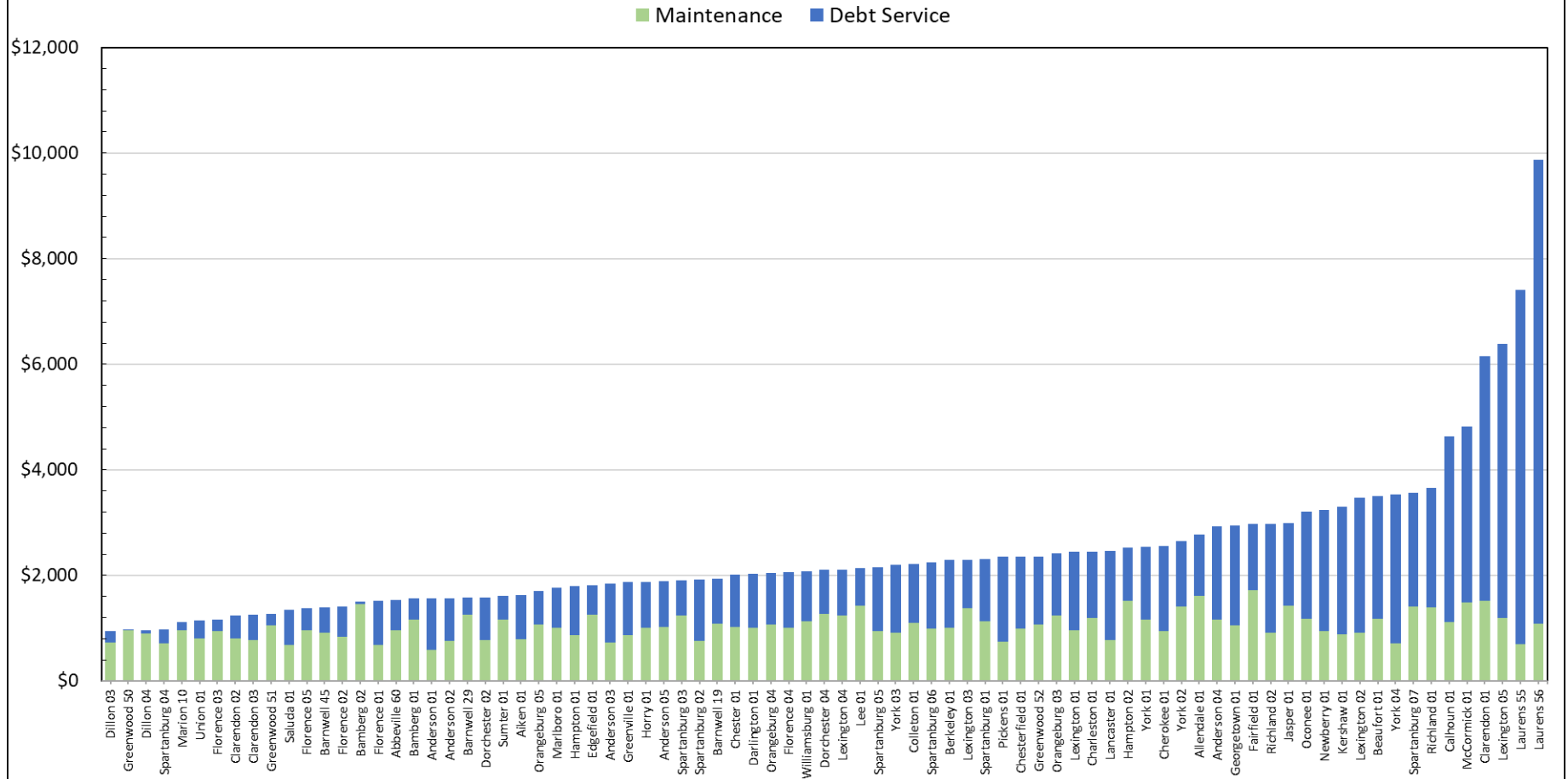
Source: Revenue and Fiscal Affairs/lj/11-18

DISTRICT LEADERSHIP BASIC STATE PROGRAM EXPENDITURES PER PUPIL BY DISTRICT



Source: Revenue and Fiscal Affairs/lj/11-18

BUILDING EXPENSES BASIC STATE PROGRAM EXPENDITURES PER PUPIL BY DISTRICT



Source: Revenue and Fiscal Affairs/lj/11-18

