



Education Funding Overview

Georgia Budget & Policy Institute

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■ THOUGHTFUL ANALYSIS, RESPONSIBLE POLICY

Budget Overview | www.gbpi.org

Who We Are

The Georgia Budget and Policy Institute produces research and state budget analysis to show ways Georgia can provide better education, health care and opportunity for everyone.



THOUGHTFUL ANALYSIS, RESPONSIBLE POLICY

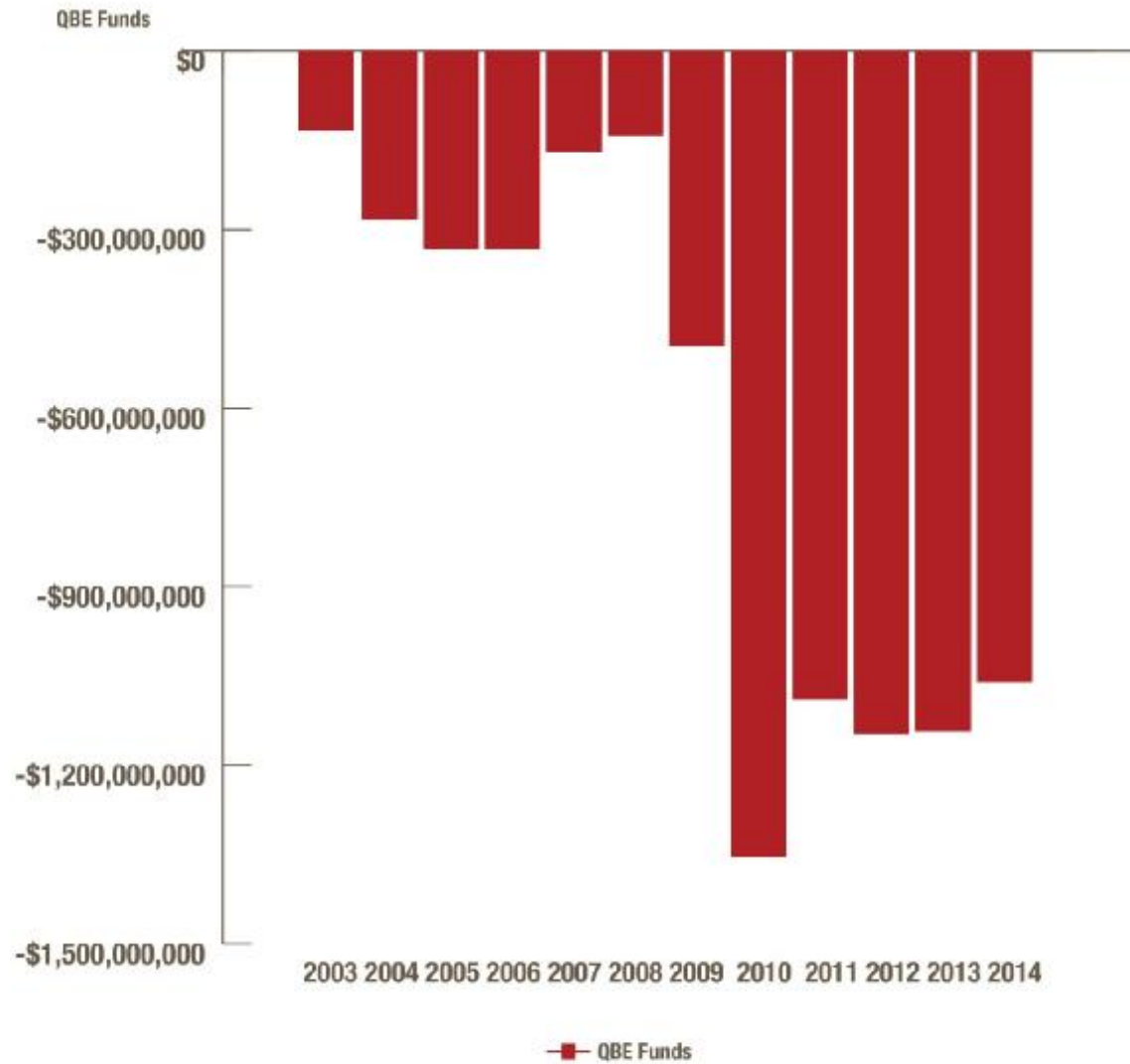
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State Funding

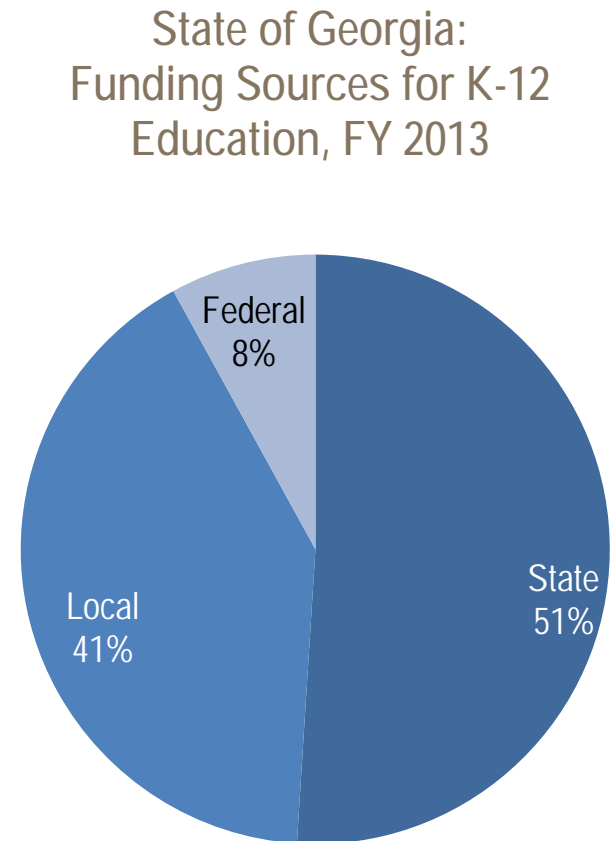
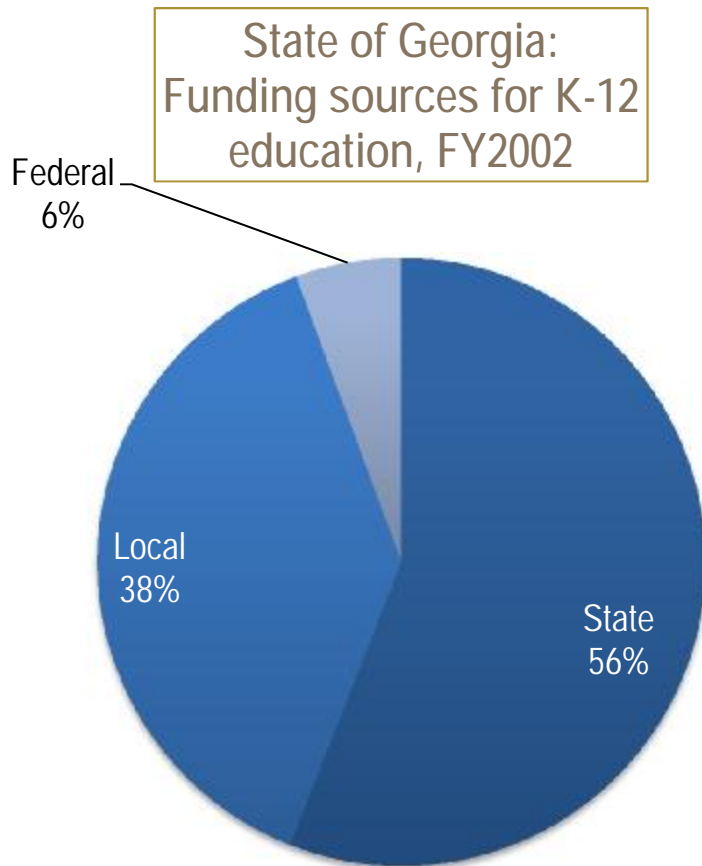
Since 2002 in Georgia:

- State funding per student has declined 15.3 percent
- The percent of economically disadvantaged students climbed from 45 to 60 percent.

K-12 Formula Underfunded by \$1 Billion in 2014



Shifting responsibility for K-12 funding



SOURCE: Georgia Department of Education

Local Funding

Between 2008 and 2012:

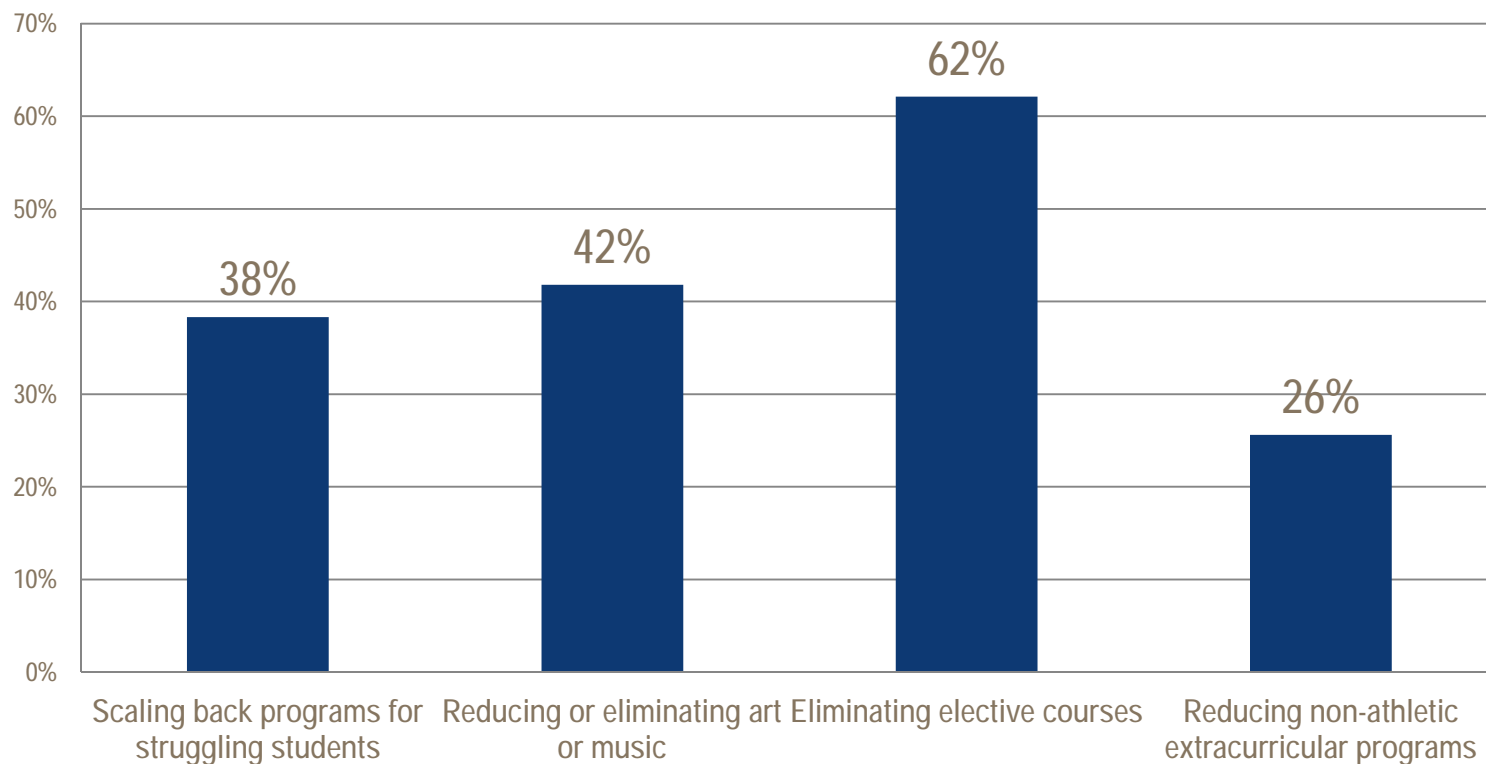
- Tax digest fell 17.3 percent between 2008 and 2012.
- Local revenue per student fell by 5.8 percent.

Impact of Funding Losses

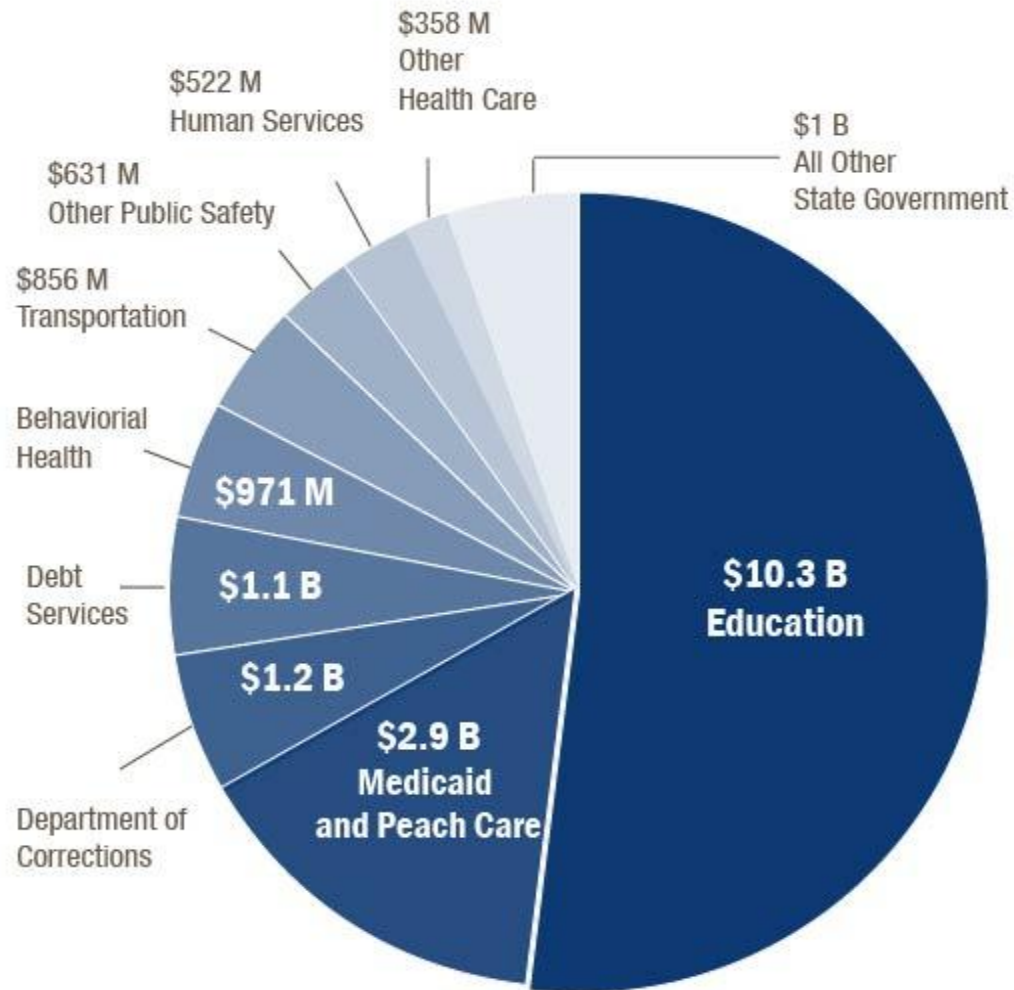
- 71 percent of responding districts cut the school year
- 95 percent increased class size
- About 70 percent have eliminated instructional support positions
- Nearly 80 percent have cut central office staff
- 82 percent are using reserve funds this year

Impact of Funding Losses

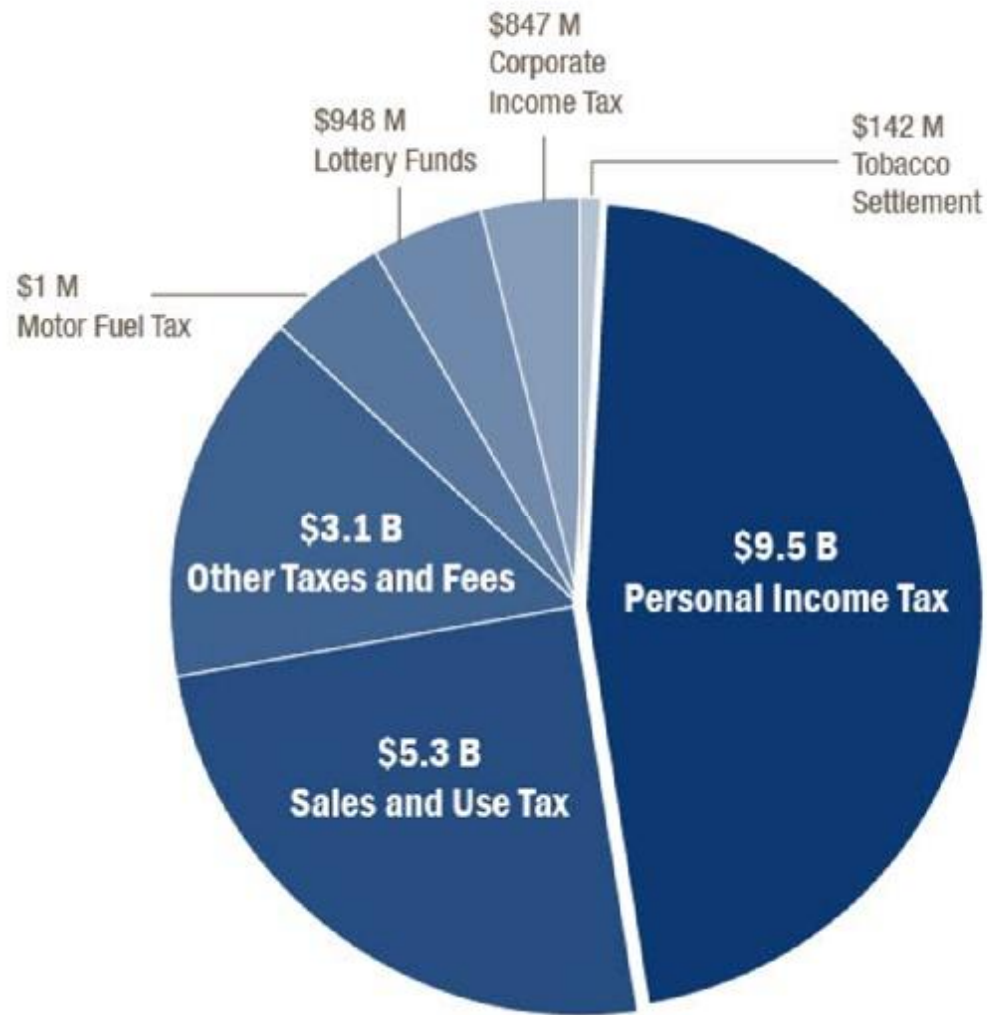
Percent of Districts Reducing Programs



FY 2015 Budget (\$19.9 Billion)



Revenue Sources



Georgia Revenue by the Numbers

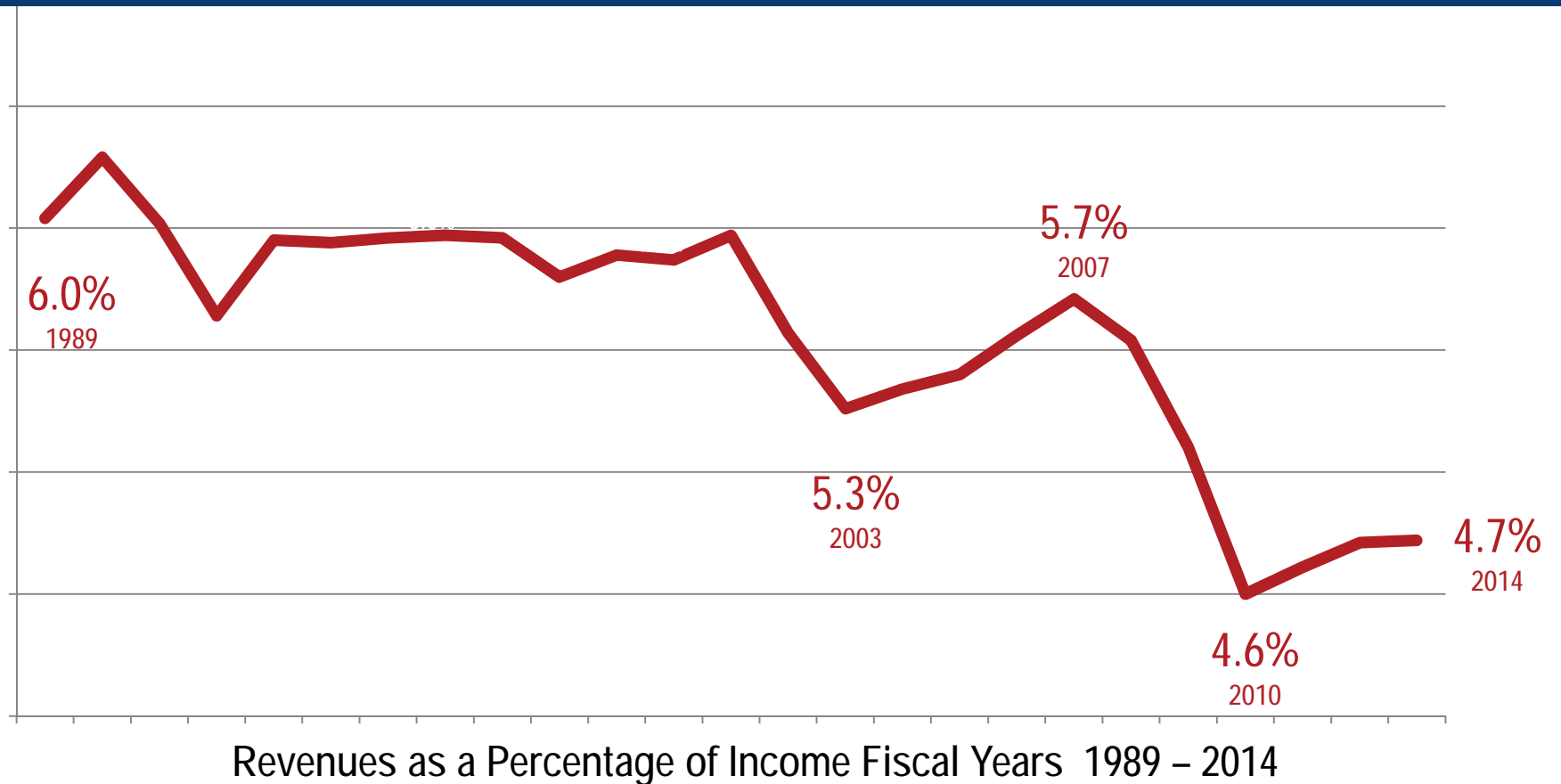
A faint, light gray silhouette of a family of four walking together. From left to right, there is a woman in a dress, a young girl in a dress, a young boy in a t-shirt and shorts, and a man in a t-shirt and shorts. They are all holding hands and walking towards the right.

49th State tax revenue per person (2012)

46th State tax revenue as percentage of income (2012)

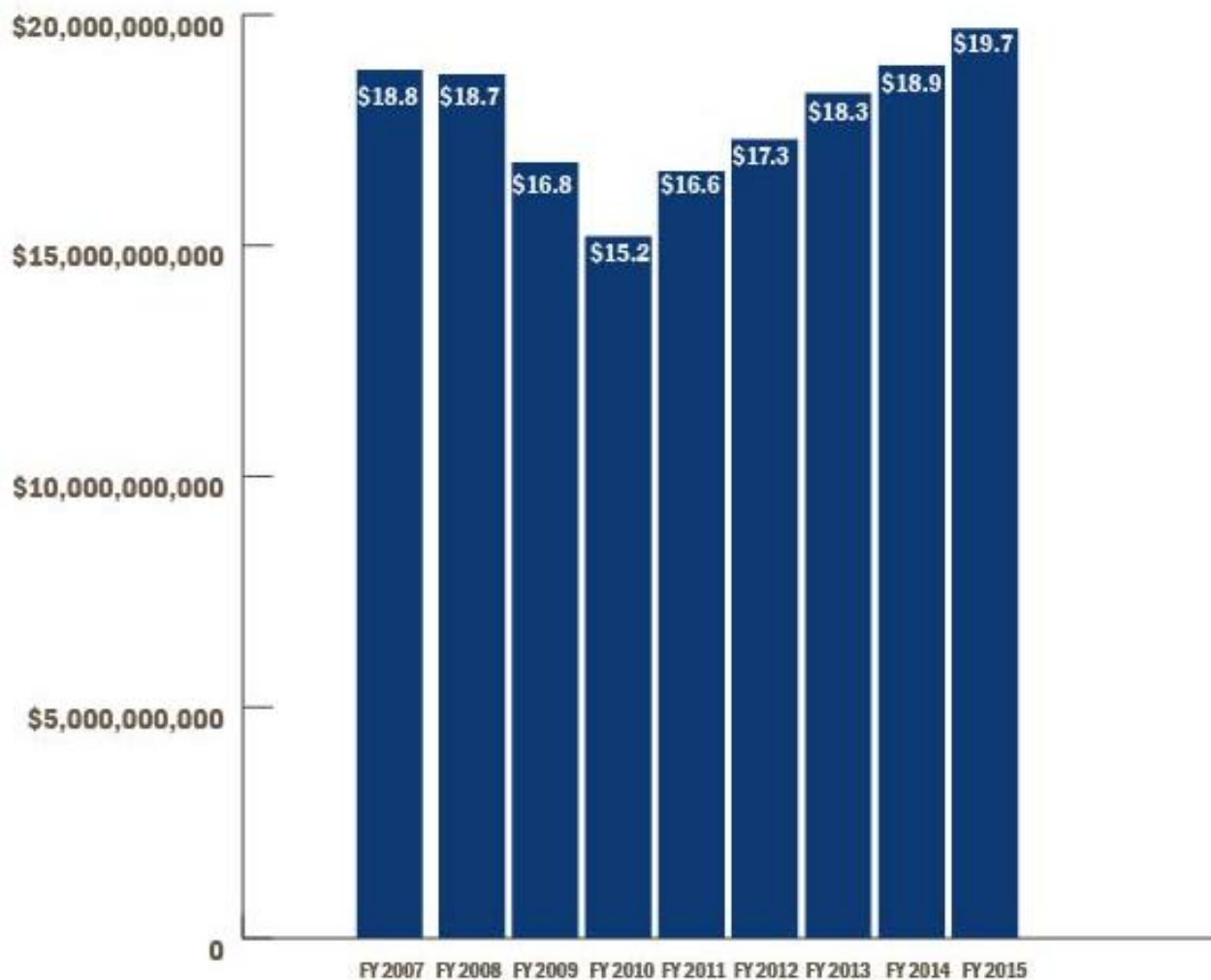
46th State and local tax revenue per capita (2011)

Georgia Revenue as a Percentage of Income at Historic Low

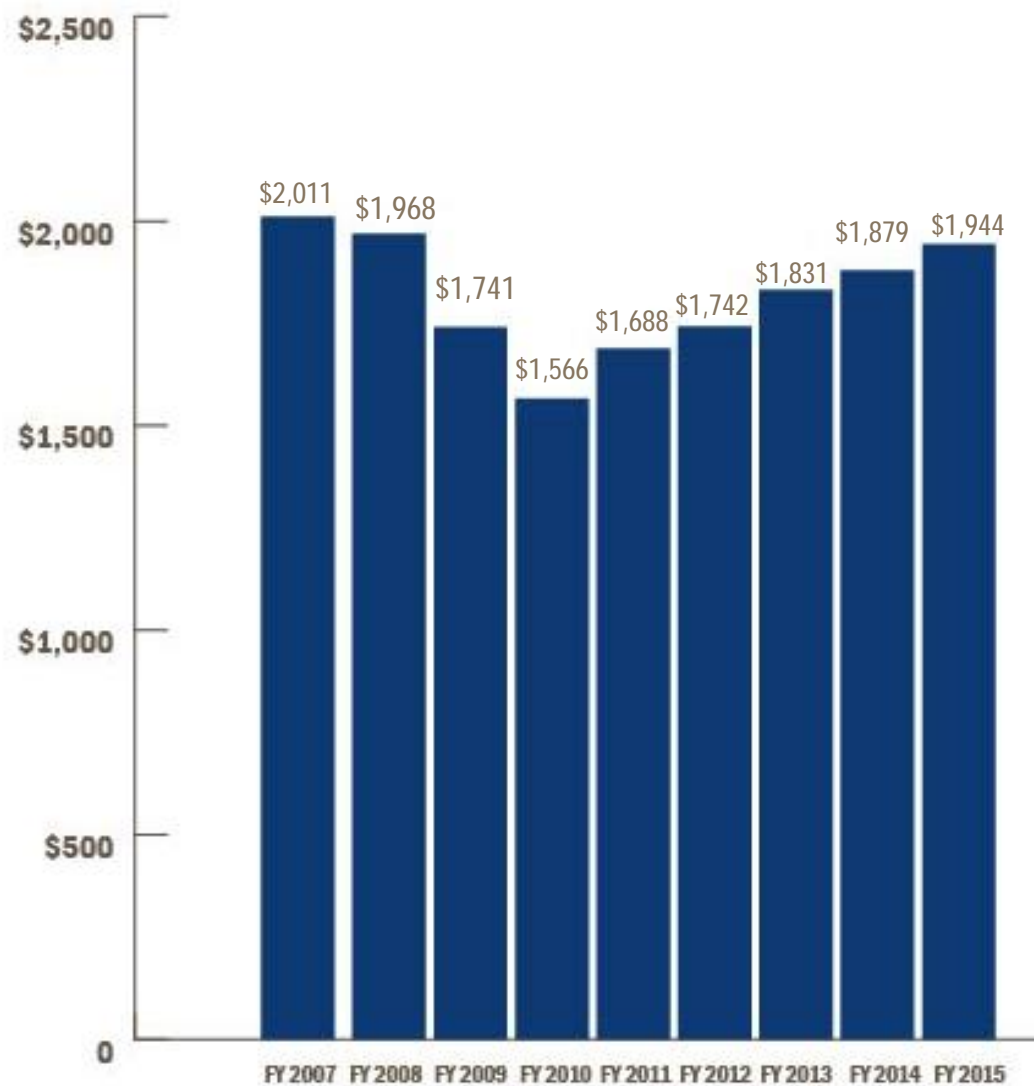


Revenues Finally Surpass 2007 Levels

General and Motor Fuel Funds 2007-2015 Fiscal Years



Per Capita Revenues Still below 2007



Total QBE Funding FY 2015 (\$514 Million)



QBE

➤ \$480 Million

QBE Local 5 Mill Share

➤ \$29 Million

QBE Equalization

➤ \$5 Million

QBE Funding FY 2015 (\$480 Million)



Partial Restoration K-12 Formula Cut

➤ \$314 Million

Formula Growth (Enrollment and T&E)

➤ \$100 Million

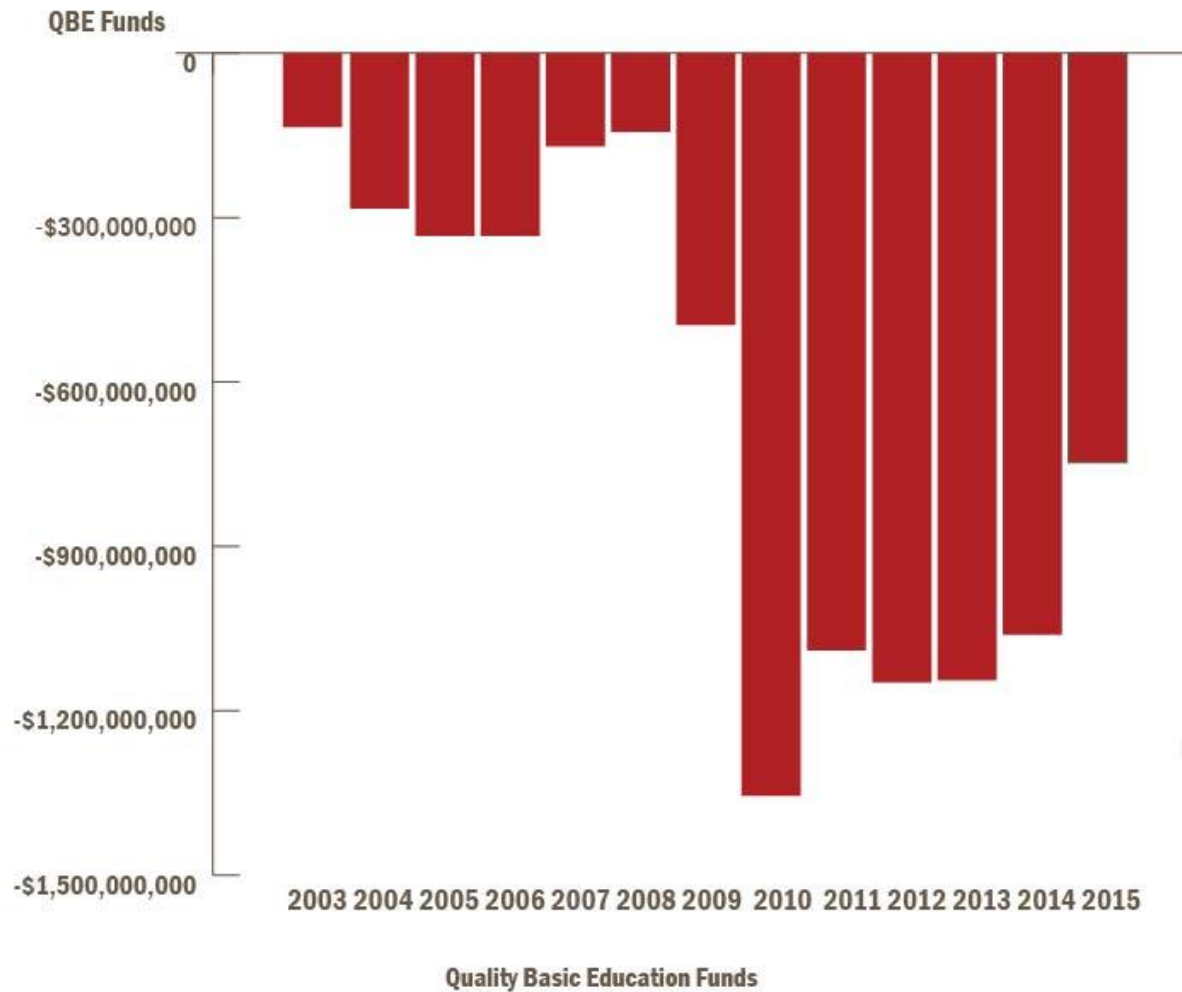
Teacher Retirement System

➤ \$57 Million

Other

➤ \$9 Million

K-12 Formula Underfunded by \$747 Million in 2015



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