



Division of Elementary and Secondary Education

Transforming Arkansas to lead the nation in student-focused education

Excess Cost

2021-22

(2020-21 Annual Financial Report)

Updated 04/26/2022



Who is Required to Complete Excess Cost?

- **All districts and charters** are required to complete the Excess Cost Worksheet form annually.
- The Excess Cost Worksheet form and the reports used to complete the form must be kept at the district to be submitted during a monitoring cycle.





Excess Cost Due Date

- Excess Cost is to be submitted no later than June 1, 2022.
- Email Excess Cost worksheet in excel format to:
 - spedfinance.indistar@ade.arkansas.gov
 - Include the LEA # & District name in the subject line of the email.



Federal Definition of Excess Cost

- **§300.16**

Excess costs means those costs that are in excess of the average annual per student expenditure in an LEA during the preceding school year for an elementary school or secondary school student.

- **§300.202**

The excess cost requirement prevents an LEA from using funds provided under Part B to pay for all of the costs directly attributable to the education of a child with a disability.



Excess Cost Intent

- At both the elementary and secondary school levels (computed separately), the excess cost requirement stipulates the district must spend (in state and local funds) at least as much (average amount per pupil) on students with disabilities, as the district is spending on all students (average amount per pupil).
- The federal intent recognized that each school district would provide students with disabilities everything a non-disabled student has (desks, books, classroom, school teacher...).
- The federal intent also recognized that after these students were found eligible to receive special education services, and had an individual program of instruction designed to meet their unique needs (the IEP), it was going to cost the district MORE to serve these students.



Excess Cost Intent

- Therefore, the federal intent was to provide funding to assist districts with the **excess costs** of providing special education and related services to students with disabilities.
- The intent was also to ensure districts spend dollars to cover all those basic costs they would be providing anyway, if these students with disabilities did not have any extra or special needs “before” spending their federal Part B dollars.
- In summary, a district must document that it is spending at least as much (in state and local funding) on students with disabilities, as the district spends on students without disabilities.
- By meeting both the Maintenance of Effort and Excess Cost requirements, a district is in compliance with the non-supplanting provisions of federal law and regulation.



Excess Cost Calculation

Appendix A to the IDEA regulations: Four components to the Excess Cost Calculation:

1. Compute total expenditures
2. Subtract certain expenditures
3. Compute average annual per pupil amount
4. Determine minimum amount of funds to spend for students with disabilities as defined by the IDEA



Excess Cost vs. MOE

Excess Cost

Spending on students with disabilities as defined under IDEA compared to students without disabilities

By grade range

Expenditures compared in same year

Maintenance of Effort

Spending ONLY on students with disabilities as defined under IDEA

At district level

Expenditures compared to prior year



Excess Cost Worksheet Form

- The 2021-22 (2020-21 AFR) Excess Cost Worksheet form is located [here](#).
- The Excess Cost Worksheet has two tabs (2 pages).
- The first tab must be completed first before continuing to the second tab.
- The percentages from the first tab are used on the second tab of the form.



Tab 1: Enrollment

- 3rd Quarter ADM is calculated by using the highlighted columns from the 3rd Quarter ADM 20-21 chart [here](#):
 - Elementary:
 - Enter the number from column J of the chart, which is highlighted red, into cell **B6**.
 - Secondary:
 - Enter the number from column Q for your district, which is highlighted blue, into cell **E6**.

	A	B	C	D	E	F	G	H	
1	Excess Cost Calculation (AFR)								
2	LEA #/District:			Fiscal Year	2021-22 (2020-21 AFR)				
3	Grade Allocations for 3rd Quarter ADM for Year of AFR and Dec. 1st Child Count for current year (December 1, 2020)								
4	All Students								
5	Elementary K-6 3rd Quarter ADM	←	Secondary 7-12 3rd Quarter ADM	←	Will populate to Line 7, Tab 2				
6	SPED Students								
7	Elementary K-6 Dec. 1 Child Count: #		Secondary 7-12 Dec. 1 Child Count: #		Will populate to Line 9, Tab 2				
8									
9									
10									
11	% of Elementary ADM for district	#DIV/0!	% of current year Dec. 1 Child Count:	#DIV/0!					
12	% of Secondary ADM for district:	#DIV/0!	% of current year Dec. 1 Child Count:	#DIV/0!					
13									
14									
15	https://dese.ade.arkansas.gov/Offices/special-education/funding-and-finance/finance-forms								



Tab 1: 3rd Quarter ADM Chart

A	B	G	H	I	J	K	L	M	N	O	P	Q	R	S	T
District 3rd Quarter ADM SY: (2020-2021)															
District LEA	District Description	Grade 4	Grade 5	Grade 6	ELEMENTARY 3rd Quarter ADM	Grade 7	Grade 8	Grade 9	Grade 10	Grade 11	Grade 12	SECONDARY 3rd Quarter ADM	Grade EE	Grade SM	Grade SS
0101000	DEWITT SCHOOL DISTRICT	88,285,714.29	101,979,591.84	83,693,877.55	823,153,285,306.119	82,816,326.53	112,755,102.04	87,775,510.2	88,979,591.84	77,755,102.04	72,122,448.98	522,204,081.63	0	0	0
0104000	STUTTGAFT SCHOOL DISTRICT	93,854,166.67	118,479,166.67	118,708,333.33	622,666,666,666.666	136,291,666.67	127,125	124,916,666.67	98,020,633.33	112,666,666.67	114.5	715,520,833.33	0	5	2
0201000	CROSSETT SCHOOL DISTRICT	116,770,833.33	117,937.5	138,921,666.67	841,963,333,333.333	124,338,333.33	131,171,666.67	119,525,416.67	111,648,125	107.25	124	717,933,541.67	0	0	0
0203000	HAMBURG SCHOOL DISTRICT	140,083,333.33	125,583,333.33	133,187.5	840,750,000,000.000	126,916,666.67	149,041,666.67	130,270,833.33	103,895,833.33	111,020,833.33	136,291,666.67	757,437.5	0	0	0
0302000	COTTER SCHOOL DISTRICT	56,693,877.55	53,530,612.24	74,612,244.9	399,096,126,530,609	62	63,714,285.71	59,857,142.86	59,632,653.06	44,346,938.78	45,122,448.98	334,673,463.33	0	0	0
0303000	MOUNTAIN HOME SCHOOL DISTRICT	293	301.4	279,493,333.33	1,961,753,333,333.330	321,355,555.56	306,844,444.44	331,696,666.67	310,488,888.89	313,063,333.33	281,266,666.67	1,864,715,555.56	0	0	0
0304000	NOFFORK SCHOOL DISTRICT	32,102,564.1	29	32,307,892.31	827,717,948,719,947	33,763,207.7	39,692,307.69	32,282,051.28	45,205,128.21	34,15,384,615	37,102,564.1	223,205,128.21	0	0	1
0401000	BENTONVILLE SCHOOL DISTRICT	1,408,349,166.67	1,451,110,833.33	1,473,947.5	90,004,908,933,333,300	1,402,758,333.33	1,426,671,458.33	1,306,956,458.33	1,360,854,166.67	1,225,484,166.67	1,257,484,166.67	7,995,208.75	0	1	15
0402000	DECATUR SCHOOL DISTRICT	31,857,142.86	46	47,979,591.84	282,693,877,551,016	40,061,224.49	38,755,102.04	38,061,224.49	42,591,836.73	30,877,551.02	36,061,224.49	226,408,163.27	0	0	0
0403000	GENTRY SCHOOL DISTRICT	116,775,510.2	96	131,163,265.31	774,510,204,081,633	130,591,836.73	128,081,632.65	123,653,061.22	109,040,816.33	104,836,734.69	82,734,693.88	679,938,775.51	0	0	1
0404000	GRAVETTE SCHOOL DISTRICT	156,081,632.65	150,183,673.47	148,612,244.9	870,653,081,224,490	159,897,959.18	149,058,367.35	160,234,489.8	129,742,040.82	135,192,653.06	125,023,877.6	893,154,897.96	0	0	0
0405000	ROGERS SCHOOL DISTRICT	1,145,140,416.67	1,201,563.75	1,229,162.5	8,198,389,883,333,330	1,210,687.5	1,257,333,333.33	1,211,769,375	1,163,382,708.33	1,201,795	1,087,302,708.33	7,139,870,625	0	0	7
0406000	SILOAM SPRINGS SCHOOL DISTRICT	319,629,166.67	306,796,666.67	357,561,666.67	2,221,581,041,666,670	319,03	340.27	344,415,625	323,067.5	318,525,625	270,828,125	1,917,136,875	0	0	1
0407000	PEA RIDGE SCHOOL DISTRICT	186,020,833.33	161,125	178,270,833.33	1,185,312,500,000,000	179,041,666.67	179,479,166.67	164,062.5	186,463.75	161,026.25	170,690,833.33	1,040,764,166.67	0	0	0
0440700	ARKANSAS ARTS ACADEMY	83,040,816.33	79	79,653,061.22	844,163,265,306,120	104,244,897.96	109	108,678,571.43	109,755,102.04	90,510,204.08	85,938,775.51	608,127,551.02	0	0	0
0442700	RESPONSIVE ED SOLUTIONS NORTHWEST ARK CLASSICAL ACADEMY	100,687.5	99	81	701,379,686,866.67	71,625	58,875	57	40,687.5	54,062.5	51,562.5	333,812.5	0	0	0
0444700	ARKANSAS CONNECTIONS ACADEMY	168,489,361.7	185,978,723.4	224,319,148.94	1,128,000,000,000,000	236,996,957.4	282,124,255.32	257,239,148.94	299,815,957.45	288,032,978.72	202,783,829.79	1,566,392,785.96	0	0	0
0445700	HOPE ACADEMY OF NORTHWEST ARKANSAS	0	0	0	88,770,833,333,333	0	0	0	0	0	0	0	0	0	0
0501000	ALPENA SCHOOL DISTRICT	28,416,666.67	37,687.5	38,375	228,729,686,666.67	42,729,166.67	39,166,666.67	36	39,187.5	35,395,833.33	35,75	228,229,166.67	0	0	0
0502000	BERGSMAN SCHOOL DISTRICT	86.16	66.16	76.6	581,500,000,000,000	77.94	89.5	66.32	75.92	83	65.48	458.16	0	0	0
0503000	HARRISON SCHOOL DISTRICT	198,574,468.09	190,446,808.51	204,659,574.47	1,459,264,042,553,390	219,531,948.9	205,538,723.4	197.43	201,856,808.51	214,72,787,234	173,404,255.32	1,213,212,978.72	4	1	0.72340426
0504000	OMAHA SCHOOL DISTRICT	20,354,166.67	24	32	882,589,333,333,330	32.25	36,583,333.33	37,145,833.33	29	33,916,833.33	17	185.89	0	0	0
0505000	VALLEY SPRINGS SCHOOL DISTRICT	51,209,302.33	47,860,465.12	59,186,046.51	411,235,581,995.31	65,116,279.07	64,906,976.74	70,651,627.5	70,639,674.42	65,860,465.12	62,418,604.65	399,651,162.79	0	0	0
0506000	LEAD HILL SCHOOL DISTRICT	22,978,723.4	29,914,893.62	25,680,851.06	871,149,336,707.20	31,448,680.81	27,72,340,426	32,12,785,957	31,404,255.32	32,574,468.09	38,936,170.21	194,212,785.96	0	0	0
0601000	HERMITAGE SCHOOL DISTRICT	24.72	32.96	36.2	893,540,000,000,000	34	40.66	33.26	36.16	34	44.64	222.72	0	0	0
0602000	WARREN SCHOOL DISTRICT	123,840,909.09	124,931,818.18	124,318,181.82	888,398,363,636,362	137,090,909.09	110,431,818.18	125,72,72,723	122,568,181.82	115,181,818.18	100,454,545.45	711,454,545.45	0	0	0
0701000	HAMPTON SCHOOL DISTRICT	38,666,666.67	38,958,333.33	44,020,833.33	271,729,166,666,666.4	43,729,166.67	47.5	38,770,833.33	35,958,333.33	33,479,166.67	47,208,333.33	246,645,833.33	0	0	0
0801000	BERRYVILLE SCHOOL DISTRICT	139,425	125,875	160,475	889,350,000,000,000	135	142.6	164.675	148,529	134	123,468	848,272	0	0	0
0802000	EUREKA SPRINGS SCHOOL DISTRICT	39.42	38.62	52.9	273,340,000,000,000	59.46	43.64	51.36	57.22	44.83	32.84	289.35	0	0	0
0803000	GREEN FOREST SCHOOL DISTRICT	115,680,851.06	97,340,425.53	109,468,085.11	720,148,361,707.2	107,693,744.7	128,595,744.8	123,085,106.38	93,531,948.9	97,680,851.06	88,978,723.4	640,531,948.9	0	0	1
0901000	BREMONT SCHOOL DISTRICT	34,266,666.67	27,355,555.56	31	838,177,777,777.776	35.511111	20,755,555.56	22.6	31,711,111.1	24,644,444.44	20	155,222,222.22	0	0	0
0903000	LAKEVIEW SCHOOL DISTRICT	76,651,627.9	67,116,279.07	78,511,627.91	488,348,937,095,29	82,186,046.51	75,372,032.02	66,34,883,721	65,34,883,721	56,651,627.9	58,651,627.9	404,558,139.53	0	0	0
1002000	ARKADELPHIA SCHOOL DISTRICT	136.28	120.08	141.94	852,590,000,000,000	145.8	146.65	135.01	148.37	134.22	119	823.05	0	0	0
1003000	GURDON SCHOOL DISTRICT	55.3125	37	47.625	840,194,686,666.67	69.85416667	53.125	53.625	46,854,166.67	56,708,333.33	48,541,666.67	328,708,333.33	0	0	0
1010100	CORNING SCHOOL DISTRICT	53.2	71.93333333	70.22222222	853,193,333,333.331	51.711111	60.7777778	68.42222222	78.73333333	47.64444444	63.511111	370.8	0	0	0



Tab 1: Dec 1 Child Count

The Dec 1. Child Count is pulled via the chart [here](#).

- Elementary:
 - Enter the number from column C of the chart for your LEA, which is highlighted red, into cell **B8**.

- Secondary:
 - Enter the number from column D of the chart for your LEA, which is highlighted blue, into cell **E8**.

	A	B	C	D	E	F	G	H	
1	Excess Cost Calculation (AFR)								
2	LEA #/District:			Fiscal Year	2021-22 (2020-21 AFR)				
3	Grade Allocations for 3rd Quarter ADM for Year of AFR and Dec. 1st Child Count for current year (December 1, 2020)								
4	All Students								
5	Elementary K-6 3rd Quarter ADM		Secondary 7-12 3rd Quarter ADM			Will populate to Line 7, Tab 2			
6	SPED Students								
7	Elementary K-6 Dec. 1 Child Count: #		Secondary 7-12 Dec. 1 Child Count: #			Will populate to Line 9, Tab 2			
8									
9									
10									
11	% of Elementary ADM for district	#DIV/0!	% of current year Dec. 1 Child Count:	#DIV/0!					
12	% of Secondary ADM for district:	#DIV/0!	% of current year Dec. 1 Child Count:	#DIV/0!					
13									
14									
15	https://dese.ade.arkansas.gov/Offices/special-education/funding-and-finance/finance-forms								



Tab 1: Dec 1 Child Count

	A	B	C	D	
1			Use for Excess Cost Worksheet		GR.
2	LEA	District	Elementary Dec 1, 2020 Child Count	Secondary Dec 1, 2020 Child Count	K
3	0101	DEWITT SCHOOL DISTRICT	68	60	
4	0104	STUTTGART SCHOOL DISTRICT	138	82	
5	0201	CROSSETT SCHOOL DISTRICT	98	84	
6	0203	HAMBURG SCHOOL DISTRICT	97	77	
7	0302	COTTER SCHOOL DISTRICT	64	34	
8	0303	MOUNTAIN HOME SCHOOL DISTRICT	345	197	
9	0304	NORFORK SCHOOL DISTRICT	41	33	
10	0401	BENTONVILLE SCHOOL DISTRICT	1166	836	
11	0402	DECATUR SCHOOL DISTRICT	47	38	
12	0403	GENTRY SCHOOL DISTRICT	118	87	
13	0404	GRAVETTE SCHOOL DISTRICT	138	102	
14	0405	ROGERS SCHOOL DISTRICT	1031	903	
15	0406	SILAM SPRINGS SCHOOL DISTRICT	317	250	
16	0407	PEA RIDGE SCHOOL DISTRICT	182	135	
17	0440	ARKANSAS ARTS ACADEMY	51	70	
18	0442	VE ED SOLUTIONS NORTHWEST ARK CLASSICAL	42	39	



Tab 2: Excess Cost Reports

- Excess Cost Report Pathway
 - COGNOS > Team Content > Financial Management System > Fund Accounting Manager > ADE Special Education Department > Special Education Budget and AFR > SPED - Annual Financial Reports (AFR) > SPED - TITLE VI-B > Excess Cost
- Excess Cost Reports 1-4 (FY 21) in COGNOS
 - **Report 1:** Excess Cost Total Expenditures Less C.O. and D.S.
 - **Report 2:** Excess Cost Federal Funds
 - **Report 3:** Excess Cost MOE
 - **Report 4:** Excess Cost State/Local Title I A and Title III A & B
 - Both of the Report 4s pull the same financial information.

Report Name	Timestamp	Arrow Color
Report1: Excess Cost Total Expenditures Less C.O and D.S.	4/4/2022 7:13 PM	Yellow
Report2: Excess Cost Federal Funds	4/4/2022 8:09 PM	Green
Report3: Excess Cost MOE	4/4/2022 8:07 PM	Blue
Report4: Excess Cost State/Local Title I A and Title II A & B	3/18/2022 10:55 PM	None
Report4: Excess Cost State/Local Title I A and Title III A & B	4/4/2022 8:05 PM	Purple
Report5: Excess Cost Tier II	4/4/2022 8:01 PM	None
Report6: Excess Cost Tier III	4/4/2022 7:28 PM	None

Cognos Ar

...e III A & B



Tab 2: Excess Cost Reports

This is an example of what Report 1: Total Expenditures Less C.O. and D.S. will look like. Your districts will have a different total (blue arrow).

Excess Cost: Report 1
Excess Cost Total Expenditures Less C.O. and D.S.

Excess Cost Total Expenditures Less C.O. and D.S.:

\$10,404,578.65





Tab 2: Excess Cost

	A	B	C	D	E	F	G	H	I	J	K	L	
1		Excess Cost Calculation (AFR) Summary Report											
2													
3	LEA # & DISTRICT		Fiscal Year: 2021-22 (2020-21 AFR)										
4													
5		Expenditure Type	Elementary	Secondary	District								
6	1	ADM % for Elementary & Secondary from Tab 1)	#DIV/0!	#DIV/0!	#DIV/0!								
7	2	Total Expenditures Less C.O. & D.S. Excess Cost: Report 1	#DIV/0!	#DIV/0!								Put Total from Excess Cost Report 1 in cell E7	
8	3	Federal Funds Excess Cost: Report 2	#DIV/0!	#DIV/0!								Put Total from Excess Cost Report 2 in cell E8	
9	4	State/Local MOE Excess Cost: Report 3	#DIV/0!	#DIV/0!								Put Total from Excess Cost Report 3 in cell E9	
10	5	State/Local Title IA and Title III A&B Excess Cost: Report 4	#DIV/0!	#DIV/0!								Put Total from Excess Cost Report 4 in cell E10	
11	6	Total Expenditures Less Deductions	#DIV/0!	#DIV/0!	#DIV/0!								
12	7	3 Quarter ADM for 20-21	0	0	0								
13	8	Average Exp Per Student (APPE)	#DIV/0!	#DIV/0!	#DIV/0!								
14	9	Child Count (12-1-20)	0	0	0								
15	10	Total Minimum Amount That Must Be Spent Before Using Part B funds	#DIV/0!	#DIV/0!	#DIV/0!								
16													



Contact Information

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