



State of Arizona
Department of Education
Educator and School Excellence – Title I



Date: October 3, 2018

To: Superintendents, Title I Coordinators, Business Managers

RE: **Final FY19 Title-A Allocations and Update on FY2013-14 Title I-A Single Audit Finding**

We are writing you today to announce that final Title I-A allocations are now complete. The FY19 ESEA Consolidated application has been loaded with these updated allocations.

Next Steps:

FY19 ESEA Consolidated Application

- The application for Title I-A is available for you to access on the Grants Management system.
 - Please revise your Title I-A LEA and participating schools budgets and plans (IAPs) to reflect your final allocation. Note that a change in the amount of funds available to budget will require you to update your Set-Asides, which will impact items such as Equitable Services for Private Schools and the amount available for allocation to participating schools via the PPA page.
- Please visit <http://www.azed.gov/titlei/> for more resources and information, to include live-scheduled and recorded webinars and reference materials to assist you with your application.

Update on FY2013-14 Title I-A Single Audit Finding

ADE has now reached final agreement with the United State Department of Education regarding a single audit finding from FY14 related to the Title I-A allocation process. The resolution of this finding has required a full recalculation of all Title I-A allocations from FY14 – FY17, and the creation of an updated, vetted and validated allocation process for FY18 and future years.

Districts and charters that were historically overfunded **will not** be penalized or asked for funds to be returned, as this error was not the fault of the overfunded entities and funds were spent appropriately on Title I students. We do not believe it is appropriate to reduce current and future students' funding for historical errors. The final impact will be \$0 for these historically overfunded LEAs.

All underfunded LEAs will be made whole over a period of one to four years beginning with FY19. Ninety percent of all underfunded LEAs will be made whole in one year. LEAs that were cumulatively underfunded between \$100,000-\$150,000 will be made whole over three years, while LEAs that were cumulatively underfunded over \$150,000 will be made whole over four years. Underfunded LEAs will receive these funds as 'Reallocated' funds added to their annual Title I final allocation, starting with FY19. Also, funds received for these payments in a given fiscal year will not be subject to the carryover in excess of 15% restriction for Title I-A for that fiscal year and may be carried over to the next fiscal year, if needed.

A detailed payment schedule for underfunded LEAs will be posted at www.azed.gov/TitleI.

Please contact us, or our staff, should you have any questions or concerns regarding this process as we continue to move forward. You can contact us at TitleI-Inbox@azed.gov, at 602-364-1958, or via your grant application through the Grants Management system.

Thank you for all that you do to support Arizona's children!

Keith Snyder
Deputy Associate Superintendent
Educators and School Excellence