

## **Explanations of Options for allocating \$125 million Base Increase**

Option 1: 2015-16 Baseline (Same as COLA). This is the same as option 1 presented at the March 6<sup>th</sup> meeting and would increase basic allocations and FTES rates by the same percentage (2.11% in the example). This is similar to the method used to distribute COLA.

Option 2: Rural College Increase (Double the Rural Add-on). This is the same as option 2 presented at the March 6<sup>th</sup> meeting and would provide an extra increase for rural districts by doubling the rural add on. The remaining dollars would be allocated in the same manner as option one; however the increase would be approximately 2 % to the basic allocations and FTES rates.