School Funding Impacts

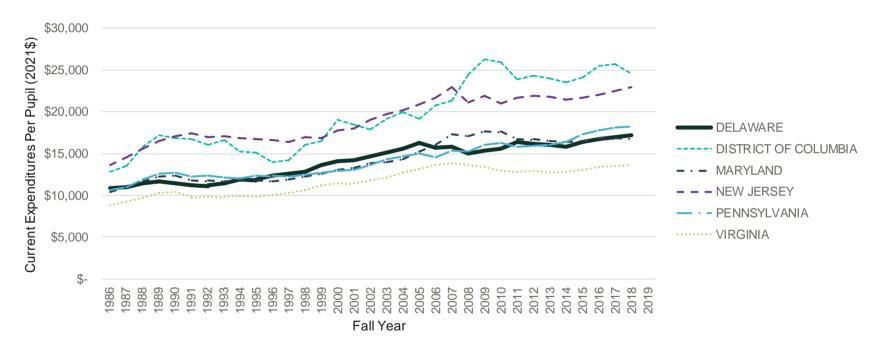
Vision Coalition Webinar

June 12, 2023

Julien Lafortune



Federal Data: Current Spending Per Student



Notes: Spending adjusted for inflation using the CPI-U. Source: National Center for Education Statistics



Spending Time Series: Highest vs Lowest Income District Lafortune, Rothstein, and Schanzenbach (2018)

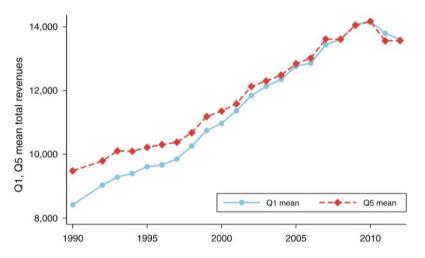


FIGURE 1. MEAN REVENUES PER PUPIL FOR HIGHEST AND LOWEST INCOME SCHOOL DISTRICTS, 1990–2012

Notes: Highest (lowest) income districts are those in the top (bottom) 20 percent of their states' district-level distributions of mean household income in 1990, and are labeled as "Q5" and "Q1", respectively. See online Appendix for details of quintile classifications. Revenues are expressed in real 2013 dollars. Districts are averaged within states, weighting by log district enrollment; states are then averaged without weights. Hawaii and the District of Columbia are excluded.



Spending Time Series: Gap between Highest vs Lowest Income

Lafortune, Rothstein, and Schanzenbach (2018)

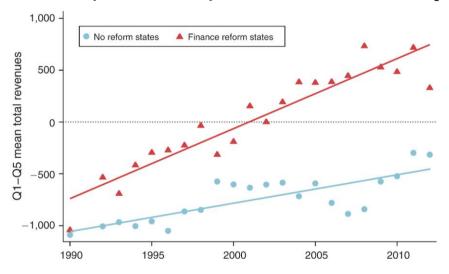


Figure 2. Gap in Revenues per Pupil between Lowest and Highest Income Districts, by State Finance Reform Status, 1990–2012

Notes: See notes to Figure 1. Finance reform states are those with school finance reforms between 1990 and 2011, as listed in online Appendix Table A1. Lines show unweighted best linear fit to time series.



NAEP Math (Grade 4 and Grade 8)

240



'03 '05 '07 '09 '11 '13 '15 '17 **'19**

ASSESSMENT YEAR

'22

V 8pts compared to 2019



NAEP Reading (Grade 4 and Grade 8)



'03 '05 '07 '09 '11 '13 '15 '17 **'19**

ASSESSMENT YEAR

'22

compared to 2019

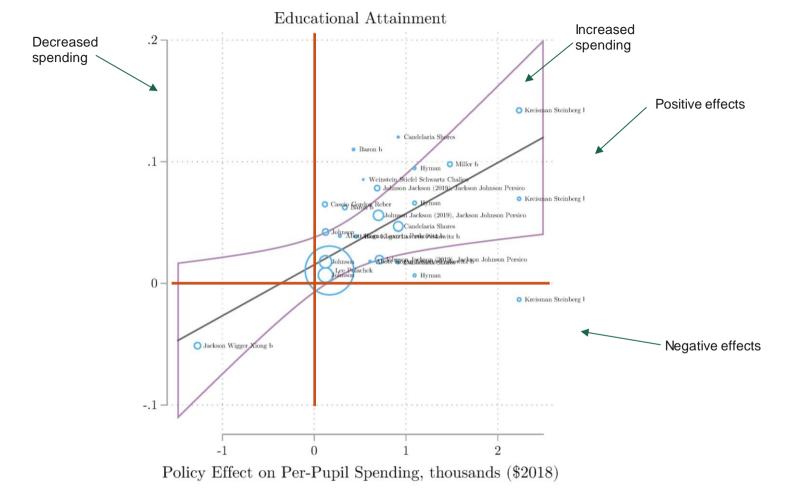


240

Policy Impacts Related to Increased Spending (from Jackson and Mackevicius, 2023)

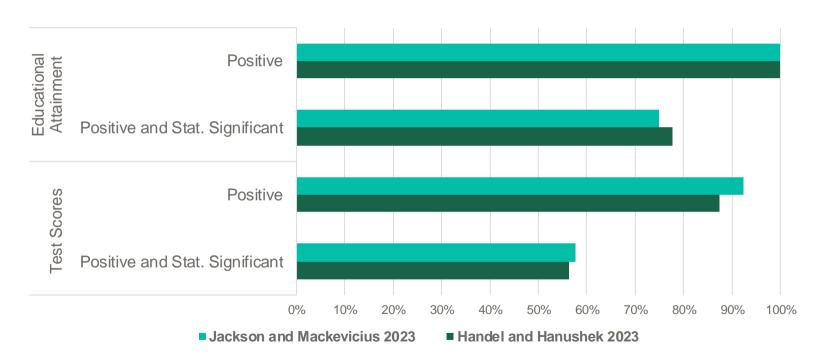
Increased Spending/ Decreased Spending/ Higher educational Positive Educational Positive Educational attainment Attainment **Attainment** Lower educational Decreased Spending/ Increased Spending/ attainment Negative Educational Negative Educational Attainment Attainment Lower spending More spending







Estimates of School Spending Impacts from the Literature





Additional Resources

- Policy-oriented literature review:
 - https://www.ppic.org/publication/understanding-the-effects-ofschool-funding/
- Academic literature reviews:
 - https://works.bepress.com/c kirabo jackson/44/
 - https://www.edworkingpapers.com/index.php/ai23-705



Notes on the use of these slides

These slides were created to accompany a presentation. They do not include full documentation of sources, data samples, methods, and interpretations. To avoid misinterpretations, please contact:

Julien Lafortune (lafortune@ppic.org; 415-291-4473)

Thank you for your interest in this work.

