

Fiscal Impact Statement

DATE	4/7/25
BILL	HB1312/SB149
SPONSOR	BROOKS/ENGLISH
SUBTITLE	TO AMEND PUBLIC SCHOOL FUNDING AMOUNTS UNDER THE PUBLIC SCHOOL FUNDING ACT OF 2003.

TOPIC

District Funding

AFFECTED FUNDS

PSF

REVENUE IMPACT

	FY26 over 25	FY27 over 26
Foundation Funding	149,888,441	(96,073,970)
Add'l FF Savings		(63,890,240)
ELL	887,854	1,039,509
ALE	682,576	698,828
ESA	6,890,628	6,032,320
Declining	1,251,765	669,102
Growth	1,544,921	825,801
Special Education High Cost Occurrence	434,000	444,763
	161,580,185	(150,253,887)

ASSUMPTIONS - BASED ON:

For Foundation Funding the division projected a 4% Growth in assessment, a .5% growth in

traditional districts, 5% growth in charter schools.

English Language, Alternative Learning, Declining enrollment, and student growth are based on 2025 student trends.

ADDITIONAL COMMENTS

Based on the February 28, 2025 Milliman Interim Monitoring Report EBD will need an additional transfer of approximately 34M in FY26.

In FY27 EBD is removed from the Foundation Funding amount and the Division of Elementary and Secondary Education will be responsible for the employee contribution. This results in the savings in the first two lines above. These amounts will be transferred to the Public School Employee Insurance appropriation in DESE PSF. The division would need to transfer an additional 235M to EBD in FY27.

This brings the **FY26 need to 195M** and the **FY27 need to 85M** (over FY26).