

# HOUSE RESEARCH

## Bill Summary

**FILE NUMBER:** H. F. 11

**DATE:** March 17, 1999

**Version:** As introduced

**Authors:** Abeler and others

**Subject:** General Education Basic Formula Allowance Increase

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### Overview

The majority of each school district's revenue is provided on a per pupil unit basis through the basic general education formula allowance. The basic formula allowance is currently set at \$3,530 per pupil unit for fiscal years 1999 and 2000. The basic formula allowance is scheduled to increase by \$67 per pupil unit for fiscal year 2001 and later, but this increase only reflects the roll-in of \$67 per pupil unit of cooperation revenue, and is not additional revenue to districts.

H. F. 11 increases the basic formula allowance by 2.5 percent per year for fiscal years 2000 and 2001. Each \$1 increase in the general education formula allowance costs roughly \$1 million per year.

- 1 Basic revenue.** Increases the general education basic formula allowance by 2 ½ percent per year for fiscal years 2000 and 2001.
- 2 Policy and purpose.** States that it is the intent of the 1999 Legislature to provide an inflationary increase in the basic per pupil funding formula. Lists the goals of the formula allowance increase.
- 3 Effective date.** Makes section 1 effective for revenue for fiscal year 2000 and later.