

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H. F. 147

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Version: As Introduced

Authors: Carlson and Others

Subject: Increasing the Basic Formula Allowance

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Overview

Minnesota's primary source of funding for K-12 schools is the general education revenue program. The basic formula allowance is the largest component of general education revenue. The basic formula allowance is the same for all school districts in the state. Under current law, the formula allowance is set at \$3,964 per pupil unit for fiscal years 2001 and later.

H. F. 147 raises the basic formula allowance by \$300 per pupil unit to \$4,264 for fiscal years 2002 and later. There are slightly under 1 million pupil units in the state. Therefore, each dollar added to the basic formula allowance costs roughly \$1 million per year.

Section

- 1 **Basic revenue.** Increases the general education formula allowance from \$3,964 to \$4,264 per pupil for fiscal years 2002 and later.