

Subject General Education Revenue Increased by 5 Percent per Year

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Overview

General education revenue is the primary source of operating funds for Minnesota's public schools. General education revenue pays for operating expenses of the district including employee salaries and benefits, and supply costs. For fiscal year 2023, each school district's general education revenue is the sum of 14 components; two of which are the same per pupil unit for all districts and charter schools and 12 that vary by district demographic and geographic.

H.F. 439 proposes to increase the general education basic formula allowance by five percent per year for fiscal years 2024 and 2025 and then links future increases in the basic formula allowance to the inflation rate, as measured by the Consumer Price Index.

Summary

Section	Description
1	General education basic revenue. Increases the general education basic formula allowance from \$6,863 to \$7,206 for fiscal year 2024 and to \$7,566 for fiscal year 2025 (five percent per year). Links future increases in the basic formula allowance to inflation, as measured by the Consumer Price Index.
2	Appropriation. Appropriates an unspecified amount in fiscal year 2024 and 2025 for additional general education aid costs.



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