

# INITIAL LEGISLATIVE IMPACTS

Board Financial Update

April 3, 2025

<b>Impact</b>	<b>Governor Budget</b>	<b>Senate Budget</b>	<b>House Budget</b>
<b>Basic Education Revenue</b>			
Implicit Price Deflator (COLA)	\$3,628,000	\$4,872,000	\$4,917,000
Medical Benefits	\$3,776,000	\$2,974,000	\$3,311,000
Materials, Supplies and Operating Costs (MSOC)	\$884,000	\$3,133,000	\$1,154,000
Retirement	(\$2,093,000)	(\$4,904,000)	(\$3,041,000)
ALE	\$181,000	\$163,000	\$157,000
<b>Costs Increases</b>			
Implicit Price Deflator (COLA)	\$5,703,000	\$5,740,000	\$5,940,000
Medical Benefits	\$3,672,000	\$2,893,000	\$3,227,000
Retirement	(\$3,023,000)	(\$10,600,000)	(\$4,378,000)
<b>Net Impacts</b>	<b>\$24,000</b>	<b>\$8,205,000</b>	<b>\$1,709,000</b>

**BASIC EDUCATION  
LEGISLATIVE IMPACTS (INITIAL CALCULATIONS)**

# OTHER LEGISLATIVE IMPACTS

- Levy Bill (HB 2049)
  - Current \$82M voter approved for 2026
  - Levy lid increase would occur in 2026
  - Timing and risk would not allow the district to increase revenue using levy in 2026
    - Impacts budgets for 2025-26 and 2026-27
- Special Education
  - House Budget
    - Special Education multiplier
  - Senate Budget
    - Special Education multiplier
    - Safety net threshold
    - Cap of 16% removed

IMPACT	GOVERNOR BUDGET	SENATE BUDGET	HOUSE BUDGET
Special Education	\$2,431,000	\$15,243,000	\$5,146,000

# OTHER NOTES

- SB 5796 - Payroll tax for large earners – approximate cost \$1.5M
- District is facing a \$30M shortfall
- Legislative increases are appreciated but fall short
- Bargaining and Federal Impacts are an unknown
  - Three open bargains currently, one with our largest employee group
  - Region X of the HeadStart program were released from work this week
    - Our grant is due for renewal on June 1, \$7.4M in HeadStart preschool slots
- Legislature Sine Die April 27