

# Multiple Agency Fiscal Note Summary

|  |   |
|--|---|
| <b>Bill Number:</b> 5311 E 2S SB AMH APP<br>MACK 296 | <b>Title:</b> Special education funding |
|--|---|

## Estimated Cash Receipts

NONE

| Agency Name         | 2023-25   |             | 2025-27   |             | 2027-29   |             |
|---------------------|-----------|-------------|-----------|-------------|-----------|-------------|
|                     | GF- State | Total       | GF- State | Total       | GF- State | Total       |
| Local Gov. Courts   |           |             |           |             |           |             |
| Loc School dist-SPI |           | 121,766,000 |           | 242,271,000 |           | 311,559,000 |
| Local Gov. Other    |           |             |           |             |           |             |
| Local Gov. Total    |           |             |           |             |           |             |

## Estimated Operating Expenditures

| Agency Name                                  | 2023-25                   |                    |                    |                    | 2025-27    |                    |                    |                    | 2027-29    |                    |                    |                    |
|--|---------------------------|--------------------|--------------------|--------------------|------------|--------------------|--------------------|--------------------|------------|--------------------|--------------------|--------------------|
|  | FTEs                      | GF-State           | NGF-Outlook        | Total              | FTEs       | GF-State           | NGF-Outlook        | Total              | FTEs       | GF-State           | NGF-Outlook        | Total              |
| Joint Legislative Audit and Review Committee | Fiscal note not available |                    |                    |                    |            |                    |                    |                    |            |                    |                    |                    |
| Office of the Governor                       | Fiscal note not available |                    |                    |                    |            |                    |                    |                    |            |                    |                    |                    |
| Office of State Auditor                      | Fiscal note not available |                    |                    |                    |            |                    |                    |                    |            |                    |                    |                    |
| Office of Financial Management               | Fiscal note not available |                    |                    |                    |            |                    |                    |                    |            |                    |                    |                    |
| Superintendent of Public Instruction         | .0                        | 176,293,000        | 177,230,000        | 177,230,000        | .0         | 250,408,000        | 251,747,000        | 251,747,000        | .0         | 310,837,000        | 312,598,000        | 312,598,000        |
| <b>Total \$</b>                              | <b>0.0</b>                | <b>176,293,000</b> | <b>177,230,000</b> | <b>177,230,000</b> | <b>0.0</b> | <b>250,408,000</b> | <b>251,747,000</b> | <b>251,747,000</b> | <b>0.0</b> | <b>310,837,000</b> | <b>312,598,000</b> | <b>312,598,000</b> |

| Agency Name         | 2023-25 |          |             | 2025-27 |          |             | 2027-29 |          |             |
|---------------------|---------|----------|-------------|---------|----------|-------------|---------|----------|-------------|
|                     | FTEs    | GF-State | Total       | FTEs    | GF-State | Total       | FTEs    | GF-State | Total       |
| Local Gov. Courts   |         |          |             |         |          |             |         |          |             |
| Loc School dist-SPI |         |          | 121,766,000 |         |          | 242,271,000 |         |          | 311,559,000 |
| Local Gov. Other    |         |          |             |         |          |             |         |          |             |
| Local Gov. Total    |         |          |             |         |          |             |         |          |             |

## Estimated Capital Budget Expenditures

| Agency Name                                  | 2023-25                   |          |          | 2025-27    |          |          | 2027-29    |          |          |
|--|---------------------------|----------|----------|------------|----------|----------|------------|----------|----------|
|  | FTEs                      | Bonds    | Total    | FTEs       | Bonds    | Total    | FTEs       | Bonds    | Total    |
| Joint Legislative Audit and Review Committee | Fiscal note not available |          |          |            |          |          |            |          |          |
| Office of the Governor                       | Fiscal note not available |          |          |            |          |          |            |          |          |
| Office of State Auditor                      | Fiscal note not available |          |          |            |          |          |            |          |          |
| Office of Financial Management               | Fiscal note not available |          |          |            |          |          |            |          |          |
| Superintendent of Public Instruction         | .0                        | 0        | 0        | .0         | 0        | 0        | .0         | 0        | 0        |
| <b>Total \$</b>                              | <b>0.0</b>                | <b>0</b> | <b>0</b> | <b>0.0</b> | <b>0</b> | <b>0</b> | <b>0.0</b> | <b>0</b> | <b>0</b> |

## Estimated Capital Budget Breakout

NONE

|                                    |                                 |   |
|------------------------------------|---------------------------------|---|
| <b>Prepared by:</b> Val Terre, OFM | <b>Phone:</b><br>(360) 280-3973 | <b>Date Published:</b><br>Preliminary 4/10/2023 |
|------------------------------------|---------------------------------|---|

# Individual State Agency Fiscal Note

|   |   |   |
|---|---|---|
| <b>Bill Number:</b> 5311 E 2S SB<br>AMH APP<br>MACK 296 | <b>Title:</b> Special education funding | <b>Agency:</b> 350-Superintendent of Public Instruction |
|---|---|---|

## Part I: Estimates

**No Fiscal Impact**

### Estimated Cash Receipts to:

NONE

### Estimated Operating Expenditures from:

|   | FY 2024           | FY 2025            | 2023-25            | 2025-27            | 2027-29            |
|---|-------------------|--------------------|--------------------|--------------------|--------------------|
| FTE Staff Years                             | 0.0               | 0.0                | 0.0                | 0.0                | 0.0                |
| <b>Account</b>                              |                   |                    |                    |                    |                    |
| General Fund-State 001-1                    | 72,611,000        | 103,682,000        | 176,293,000        | 250,408,000        | 310,837,000        |
| WA Opportunity Pathways Account-State 17f-1 | 384,000           | 553,000            | 937,000            | 1,339,000          | 1,761,000          |
| <b>Total \$</b>                             | <b>72,995,000</b> | <b>104,235,000</b> | <b>177,230,000</b> | <b>251,747,000</b> | <b>312,598,000</b> |

### Estimated Capital Budget Impact:

NONE

*The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.*

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

|                                      |                       |                  |
|--------------------------------------|-----------------------|------------------|
| Legislative Contact: James Mackison  | Phone: 360-786-7104   | Date: 04/06/2023 |
| Agency Preparation: Michelle Matakas | Phone: 360 725-6019   | Date: 04/07/2023 |
| Agency Approval: TJ Kelly            | Phone: 360 725-6301   | Date: 04/07/2023 |
| OFM Review: Val Terre                | Phone: (360) 280-3973 | Date: 04/10/2023 |

## Part II: Narrative Explanation

### II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

*Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.*

Section 1 (new): Intent, this bill works to fully fund special education as a part of basic education by removing the 13.5 percent enrollment cap, increasing the special education multipliers, and providing an excess cost for high needs students.

Section 2(2) (amended): changes the special education funding multipliers for K-21 special education students:

- Special education students reported in a general education setting for 80% or more of the school day – 1.035 SY 2023-24, 1.04 SY 2024-25, 1.043 SY 2025-26, and 1.059 SY 2026-27
- All other K-21 special education students – 1.02 SY 2023-24, 1.025 SY 2024-25, 1.028 SY 2025-26, and 1.043 SY 2026-27

Section 2(3) (amended): changes the funded enrollment cap to be 14% in SY 2023-24, 14.5% in 2024-25, 15% in SY 2025-26 & 2026-27 and removes the enrollment cap beginning with SY 2027-28.

Section 3 (amended): lowers the safety net threshold from 2.3 times per pupil to 2.2.

Section 4 (new): Modifies the apportionment basic ed carve out of special education funding (revenue 3121) to be up to 50% of the school districts base allocation as defined in RCW 28a.150.390 (3) for students eligible for and receiving special education portions if a district's special education expenditures in the prior school year exceed state funding.

Section 5 (new): OSPI shall provide technical assistance and annually review data from local education agencies, including the percentage of students receiving special education services, to ensure that there is not a disproportionate identification of students to maintain inclusionary practices.

Section 6 (new): JLARC and the state auditor shall collaborate to prepare a report and conduct a performance audit of the state's system of provide special education services to students with disabilities.

Section 7 (new): Section 2 & 3 takes effect September 1, 2023.

Section 8 (new): Section 4 takes effect July 1, 2025.

Section 9 (new): if funding is not provided for this bill in the omnibus appropriating act, the act is null and void.

### II. B - Cash receipts Impact

*Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.*

none.

### II. C - Expenditures

*Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.*

Section 2(2): Using caseload forecast enrollment and maintenance level funding drivers updated as of March 2023, OSPI estimates that the increase to special education multipliers will drive an additional \$29 million through the prototypical funding special education formula in school year 2023-24. For more details, see attached Table.

Section 2(3): Using January 2023 special ed enrollment, OSPI estimates the increase to special education enrollment cap will drive an additional \$19 million through the prototypical funding special education formula in school year 2023-24. For

more details, see attached table.

Section 3: Using School Year 2021-22 safety net applications, OSPI estimates that lowering the safety net threshold from 2.3 to 2.2 times per pupil will drive approximately \$5.7 million per year beginning with FY25. These expenditures are not increased by inflation and do not take into account additional applications that could have been realized with the lower threshold and were not submitted.

Section 4: Due to the complexity of the special education formula and the age of OSPIs apportionment system, OSPI assumes the majority of the annual calculation for this section will need to be done by staff outside of the system. OSPI assumes the initial setup will include some contractor cost of approximately 80 programming hours and two weeks of staff time. The cost for this effort will be approximately 18,000 for FY 25 to set up the process. In order to maintain the manual process outside of the system it will be an additional week of staff time per year at 4,000 each year thereafter.

Section 5: OSPI assumes to continue the work currently being funded by proviso in the 2021-23 biennium in technical assistance maintaining inclusionary practices defined in this bill in section 5. To maintain this work, OSPI assumes it will need continued funding of \$5 million per year.

### Part III: Expenditure Detail

#### III. A - Operating Budget Expenditures

| Account         | Account Title                   | Type  | FY 2024    | FY 2025     | 2023-25     | 2025-27     | 2027-29     |
|-----------------|---------------------------------|-------|------------|-------------|-------------|-------------|-------------|
| 001-1           | General Fund                    | State | 72,611,000 | 103,682,000 | 176,293,000 | 250,408,000 | 310,837,000 |
| 17f-1           | WA Opportunity Pathways Account | State | 384,000    | 553,000     | 937,000     | 1,339,000   | 1,761,000   |
| <b>Total \$</b> |                                 |       | 72,995,000 | 104,235,000 | 177,230,000 | 251,747,000 | 312,598,000 |

#### III. B - Expenditures by Object Or Purpose

|                                      | FY 2024    | FY 2025     | 2023-25     | 2025-27     | 2027-29     |
|--------------------------------------|------------|-------------|-------------|-------------|-------------|
| FTE Staff Years                      |            | 0.0         | 0.0         | 0.0         | 0.0         |
| A-Salaries and Wages                 |            | 4,000       | 4,000       | 4,000       | 4,000       |
| B-Employee Benefits                  |            | 3,000       | 3,000       | 4,000       | 4,000       |
| C-Professional Service Contracts     |            | 11,000      | 11,000      |             |             |
| E-Goods and Other Services           |            |             |             |             |             |
| G-Travel                             |            |             |             |             |             |
| J-Capital Outlays                    |            |             |             |             |             |
| M-Inter Agency/Fund Transfers        |            |             |             |             |             |
| N-Grants, Benefits & Client Services | 72,995,000 | 104,217,000 | 177,212,000 | 251,739,000 | 312,590,000 |
| P-Debt Service                       |            |             |             |             |             |
| S-Interagency Reimbursements         |            |             |             |             |             |
| T-Intra-Agency Reimbursements        |            |             |             |             |             |
| 9-                                   |            |             |             |             |             |
| <b>Total \$</b>                      | 72,995,000 | 104,235,000 | 177,230,000 | 251,747,000 | 312,598,000 |

#### III. C - Operating FTE Detail: *List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part I and Part IIIA*

| Job Classification | Salary  | FY 2024 | FY 2025 | 2023-25 | 2025-27 | 2027-29 |
|--------------------|---------|---------|---------|---------|---------|---------|
| Associate Director | 109,692 |         | 0.0     | 0.0     | 0.0     | 0.0     |
| <b>Total FTEs</b>  |         |         | 0.0     | 0.0     | 0.0     | 0.0     |

#### III. D - Expenditures By Program (optional)

NONE

## **Part IV: Capital Budget Impact**

### **IV. A - Capital Budget Expenditures**

NONE

### **IV. B - Expenditures by Object Or Purpose**

NONE

### **IV. C - Capital Budget Breakout**

*Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.*

NONE

### **IV. D - Capital FTE Detail:** *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

## **Part V: New Rule Making Required**

*Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.*

**Table: E2SSB 5311 Fiscal Impacts**

| <b>School Year</b>                              | <b>2023-24</b>        | <b>2024-25</b>        | <b>2025-26</b>        | <b>2026-27</b>        | <b>2027-28</b>        | <b>2028-29</b>        |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Sec 2: SpEd Enrollment CAP                      | \$ 18,872,000         | \$ 35,751,000         | \$ 55,243,000         | \$ 60,637,000         | \$ 76,694,000         | \$ 78,228,000         |
| Sec 2: SpEd Multiplier                          | \$ 28,848,000         | \$ 42,587,000         | \$ 48,351,000         | \$ 67,803,000         | \$ 69,159,000         | \$ 70,542,000         |
| Sec 3: Safety Net                               | \$ -                  | \$ 5,754,000          | \$ 5,755,000          | \$ 5,755,000          | \$ 5,755,000          | \$ 5,755,000          |
| Sec 4: Redirect of BasicEd/Sped - OSPI/IT       | \$ -                  | \$ 18,000             | \$ 4,000              | \$ 4,000              | \$ 4,000              | \$ 4,000              |
| Sec 5: Maintaining Inclusionary Practices (IPP) | \$ 5,000,000          | \$ 5,000,000          | \$ 5,000,000          | \$ 5,000,000          | \$ 5,000,000          | \$ 5,000,000          |
| <b>Total School Year</b>                        | <b>\$ 52,720,000</b>  | <b>\$ 89,110,000</b>  | <b>\$ 114,353,000</b> | <b>\$ 139,199,000</b> | <b>\$ 156,612,000</b> | <b>\$ 159,529,000</b> |
| <b>State Fiscal Year</b>                        | <b>2024</b>           | <b>2025</b>           | <b>2026</b>           | <b>2027</b>           | <b>2028</b>           | <b>2029</b>           |
| General Fund                                    | \$ 72,611,000         | \$ 103,682,000        | \$ 113,564,000        | \$ 136,844,000        | \$ 152,865,000        | \$ 157,972,000        |
| Opportunities Pathway                           | \$ 384,000            | \$ 553,000            | \$ 606,000            | \$ 733,000            | \$ 860,000            | \$ 901,000            |
| <b>Total Fiscal Year</b>                        | <b>\$ 72,995,000</b>  | <b>\$ 104,235,000</b> | <b>\$ 114,170,000</b> | <b>\$ 137,577,000</b> | <b>\$ 153,725,000</b> | <b>\$ 158,873,000</b> |
| <b>Biennium</b>                                 | <b>2023-2025</b>      |                       | <b>2025-2027</b>      |                       | <b>2027-2029</b>      |                       |
| General Fund                                    | \$ 176,293,000        |                       | \$ 250,408,000        |                       | \$ 310,837,000        |                       |
| Opportunities Pathway                           | \$ 937,000            |                       | \$ 1,339,000          |                       | \$ 1,761,000          |                       |
| <b>Total Biennium</b>                           | <b>\$ 177,230,000</b> |                       | <b>\$ 251,747,000</b> |                       | <b>\$ 312,598,000</b> |                       |

# Individual State Agency Fiscal Note

|   |   |   |
|---|---|---|
| <b>Bill Number:</b> 5311 E 2S SB<br>AMH APP<br>MACK 296 | <b>Title:</b> Special education funding | <b>Agency:</b> SDF-School District Fiscal<br>Note - SPI |
|---|---|---|

## Part I: Estimates

**No Fiscal Impact**

### Estimated Cash Receipts to:

| ACCOUNT                                      | FY 2024    | FY 2025    | 2023-25     | 2025-27     | 2027-29     |
|--|------------|------------|-------------|-------------|-------------|
| school district local-Private/Local<br>new-7 | 40,858,000 | 80,908,000 | 121,766,000 | 242,271,000 | 311,559,000 |
| <b>Total \$</b>                              | 40,858,000 | 80,908,000 | 121,766,000 | 242,271,000 | 311,559,000 |

### Estimated Operating Expenditures from:

| Account                                      | FY 2024    | FY 2025    | 2023-25     | 2025-27     | 2027-29     |
|--|------------|------------|-------------|-------------|-------------|
| school district local-Private/Local<br>new-7 | 40,858,000 | 80,908,000 | 121,766,000 | 242,271,000 | 311,559,000 |
| <b>Total \$</b>                              | 40,858,000 | 80,908,000 | 121,766,000 | 242,271,000 | 311,559,000 |

### Estimated Capital Budget Impact:

NONE

*The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.*

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

|                                      |                       |                  |
|--------------------------------------|-----------------------|------------------|
| Legislative Contact: James Mackison  | Phone: 360-786-7104   | Date: 04/06/2023 |
| Agency Preparation: Michelle Matakas | Phone: 360 725-6019   | Date: 04/07/2023 |
| Agency Approval: TJ Kelly            | Phone: (360) 725-6301 | Date: 04/07/2023 |
| OFM Review: Val Terre                | Phone: (360) 280-3973 | Date: 04/10/2023 |



## Part II: Narrative Explanation

### II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

*Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.*

Section 1 (new): Intent, this bill works to fully fund special education as a part of basic education by removing the 13.5 percent enrollment cap, increasing the special education multipliers, and providing an excess cost for high needs students.

Section 2(2) (amended): changes the special education funding multipliers for K-21 special education students:

- Special education students reported in a general education setting for 80% or more of the school day – 1.035 SY 2023-24, 1.04 SY 2024-25, 1.043 SY 2025-26, and 1.059 SY 2026-27
- All other K-21 special education students – 1.02 SY 2023-24, 1.025 SY 2024-25, 1.028 SY 2025-26, and 1.043 SY 2026-27

Section 2(3) (amended): changes the funded enrollment cap to be 14% in SY 2023-24, 14.5% in 2024-25, 15% in SY 2025-26 & 2026-27 and removes the enrollment cap beginning with SY 2027-28.

Section 3 (amended): lowers the safety net threshold from 2.3 times per pupil to 2.2.

Section 4 (new): Modifies the apportionment basic ed carve out of special education funding (revenue 3121) to be up to 50% of the school districts base allocation as defined in RCW 28a.150.390 (3) for students eligible for and receiving special education portions if a district's special education expenditures in the prior school year exceed state funding.

Section 5 (new): OSPI shall provide technical assistance and annually review data from local education agencies, including the percentage of students receiving special education services, to ensure that there is not a disproportionate identification of students to maintain inclusionary practices.

Section 6 (new): JLARC and the state auditor shall collaborate to prepare a report and conduct a performance audit of the state's system of provide special education services to students with disabilities.

Section 7 (new): Section 2 & 3 takes effect September 1, 2023.

Section 8 (new): Section 4 takes effect July 1, 2025.

Section 9 (new): if funding is not provided for this bill in the omnibus appropriating act, the act is null and void.

### II. B - Cash receipts Impact

*Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.*

District Cash receipts expected to equal state expenditures.

### II. C - Expenditures

*Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.*

OSPI assumes that districts will expend all revenue received from the state for E2SSB 5311 Striker (see state note FN for additional details).

Section 2(2): Using caseload forecast enrollment and maintenance level funding drivers updated as of March 2023, OSPI estimates that the increase to special education multipliers will drive an additional \$29 million through the prototypical

funding special education formula in school year 2023-24. For more details, see attached Table 1.

Section 2(3): Using January 2023 special ed enrollment, OSPI estimates the increase to special education enrollment cap will drive an additional \$19 million through the prototypical funding special education formula in school year 2023-24. For more details, see attached table 1.

Section 3: Using School Year 2021-22 safety net applications, OSPI estimates that lowering the safety net threshold from 2.3 to 2.2 times per pupil will drive approximately \$5.7 million per year beginning with FY25. These expenditures are not increased by inflation and do not take into account additional applications that could have been realized with the lower threshold and were not submitted.

Section 4: Due to the complexity of the special education formula and the age of OSPIs apportionment system, OSPI assumes the majority of the annual calculation for this section will need to be done by staff outside of the system. OSPI assumes the initial setup will include some contractor cost of approximately 80 programming hours and two weeks of staff time. The cost for this effort will be approximately 18,000 for FY 25 to set up the process. In order to maintain the manual process outside of the system it will be an additional week of staff time per year at 4,000 each year thereafter.

Section 5: OSPI assumes to continue the work currently being funded by proviso in the 2021-23 biennium in technical assistance maintaining inclusionary practices defined in this bill in section 5. To maintain this work, OSPI assumes it will need continued funding of \$5 million per year.

### Part III: Expenditure Detail

#### III. A - Operating Budget Expenditures

| Account         | Account Title         | Type          | FY 2024    | FY 2025    | 2023-25     | 2025-27     | 2027-29     |
|-----------------|-----------------------|---------------|------------|------------|-------------|-------------|-------------|
| new-7           | school district local | Private/Local | 40,858,000 | 80,908,000 | 121,766,000 | 242,271,000 | 311,559,000 |
| <b>Total \$</b> |                       |               | 40,858,000 | 80,908,000 | 121,766,000 | 242,271,000 | 311,559,000 |

#### III. B - Expenditures by Object Or Purpose

|                                      | FY 2024    | FY 2025    | 2023-25     | 2025-27     | 2027-29     |
|--------------------------------------|------------|------------|-------------|-------------|-------------|
| FTE Staff Years                      |            |            |             |             |             |
| A-Salaries and Wages                 |            |            |             |             |             |
| B-Employee Benefits                  |            |            |             |             |             |
| C-Professional Service Contracts     |            |            |             |             |             |
| E-Goods and Other Services           |            |            |             |             |             |
| G-Travel                             |            |            |             |             |             |
| J-Capital Outlays                    |            |            |             |             |             |
| M-Inter Agency/Fund Transfers        |            |            |             |             |             |
| N-Grants, Benefits & Client Services | 40,858,000 | 80,908,000 | 121,766,000 | 242,271,000 | 311,559,000 |
| P-Debt Service                       |            |            |             |             |             |
| S-Interagency Reimbursements         |            |            |             |             |             |
| T-Intra-Agency Reimbursements        |            |            |             |             |             |
| 9-                                   |            |            |             |             |             |
| <b>Total \$</b>                      | 40,858,000 | 80,908,000 | 121,766,000 | 242,271,000 | 311,559,000 |

**III. C - Operating FTE Detail:** *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

#### III. D - Expenditures By Program (optional)

NONE

## **Part IV: Capital Budget Impact**

### **IV. A - Capital Budget Expenditures**

NONE

### **IV. B - Expenditures by Object Or Purpose**

NONE

### **IV. C - Capital Budget Breakout**

*Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.*

NONE

### **IV. D - Capital FTE Detail:** *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

## **Part V: New Rule Making Required**

*Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.*

| Table: E2SSB 5311 Fiscal Impacts                |                       |                      |                       |                       |                       |                       |
|---|-----------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| School Year                                     | 2023-24               | 2024-25              | 2025-26               | 2026-27               | 2027-28               | 2028-29               |
| Sec 2: SpEd Enrollment CAP                      | \$ 18,872,000         | \$ 35,751,000        | \$ 55,243,000         | \$ 60,637,000         | \$ 76,694,000         | \$ 78,228,000         |
| Sec 2: SpEd Multiplier                          | \$ 28,848,000         | \$ 42,587,000        | \$ 48,351,000         | \$ 67,803,000         | \$ 69,159,000         | \$ 70,542,000         |
| Sec 3: Safety Net                               | \$ -                  | \$ 5,754,000         | \$ 5,755,000          | \$ 5,755,000          | \$ 5,755,000          | \$ 5,755,000          |
| Sec 5: Maintaining Inclusionary Practices (IPP) | \$ 5,000,000          | \$ 5,000,000         | \$ 5,000,000          | \$ 5,000,000          | \$ 5,000,000          | \$ 5,000,000          |
| <b>Total School Year</b>                        | <b>\$ 52,720,000</b>  | <b>\$ 89,092,000</b> | <b>\$ 114,349,000</b> | <b>\$ 139,195,000</b> | <b>\$ 156,608,000</b> | <b>\$ 159,525,000</b> |
| State Fiscal Year                               | 2024                  | 2025                 | 2026                  | 2027                  | 2028                  | 2029                  |
| School District Local                           | \$ 40,858,000         | \$ 80,908,000        | \$ 108,666,000        | \$ 133,605,000        | \$ 152,690,000        | \$ 158,869,000        |
| <b>Total Fiscal Year</b>                        | <b>\$ 40,858,000</b>  | <b>\$ 80,908,000</b> | <b>\$ 108,666,000</b> | <b>\$ 133,605,000</b> | <b>\$ 152,690,000</b> | <b>\$ 158,869,000</b> |
| Biennium  | 2023-2025             |                      | 2025-2027             |                       | 2027-2029             |                       |
| <b>Total Biennium</b>                           | <b>\$ 121,766,000</b> |                      | <b>\$ 242,271,000</b> |                       | <b>\$ 311,559,000</b> |                       |