

Multiple Agency Fiscal Note Summary

Bill Number: 5192 SB	Title: Education funding allocations
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Estimated Cash Receipts

NONE

Agency Name	2025-27		2027-29		2029-31	
	GF- State	Total	GF- State	Total	GF- State	Total
Local Gov. Courts						
Loc School dist-SPI		298,152,000		348,148,000		362,774,000
Local Gov. Other						
Local Gov. Total						

Estimated Operating Expenditures

Agency Name	2025-27				2027-29				2029-31			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Superintendent of Public Instruction	.0	296,463,000	297,132,000	297,132,000	.0	346,543,000	346,897,000	346,897,000	.0	361,114,000	361,468,000	361,468,000
Total \$	0.0	296,463,000	297,132,000	297,132,000	0.0	346,543,000	346,897,000	346,897,000	0.0	361,114,000	361,468,000	361,468,000

Agency Name	2025-27			2027-29			2029-31		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Local Gov. Courts									
Loc School dist-SPI			298,152,000			348,148,000			362,774,000
Local Gov. Other									
Local Gov. Total									

Estimated Capital Budget Expenditures

Agency Name	2025-27			2027-29			2029-31		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Superintendent of Public Instruction	.0	0	0	.0	0	0	.0	0	0
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Estimated Capital Budget Breakout

NONE

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Phone:
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Individual State Agency Fiscal Note

Bill Number: 5192 SB	Title: Education funding allocations	Agency: 350-Superintendent of Public Instruction
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

	FY 2026	FY 2027	2025-27	2027-29	2029-31
Account					
General Fund-State 001-1	128,273,000	168,190,000	296,463,000	346,543,000	361,114,000
WA Opportunity Pathways Account-State 17F-1	412,000	257,000	669,000	354,000	354,000
Total \$	128,685,000	168,447,000	297,132,000	346,897,000	361,468,000

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: Alex Fairfortune	Phone: 360-786-7416	Date: 01/10/2025
Agency Preparation: Melissa Jarmon	Phone: 360 725-6302	Date: 01/19/2025
Agency Approval: Michelle Matakas	Phone: 360 725-6019	Date: 01/19/2025
OFM Review: Brian Fechter	Phone: (360) 688-4225	Date: 01/21/2025

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; Amends RCW 28A.150.260 and 2024 c 262 s 2 and 2024 c 191 s 2

(8)(a) AMENDS This subsection changes the general education MSOC allocation for all grades to a single dollar value of \$1,723.42 per AAFTE starting with the 2025–26 school year. This rate would adjust at the beginning of the school year based on the prior calendar year implicit price deflator.

(b) AMENDS This subsection changes the additional MSOC allocation for students in grades 9-12 to a single dollar value of \$229.37 per AAFTE with this rate adjusting at the beginning of the school year by the prior calendar year implicit price deflator.

(c) AMENDS This subsection changes the increased allocation amounts that are intended to address growing MSOC costs. The general education MSOC allocation for all grades would change to \$156.67 per AAFTE and \$20.88 per AAFTE for grades 9-12.

(d) NEW This subsection requires school districts to report annually to OSPI their MSOC expenditures in eight specific categories.

(e) NEW This subsection changes how MSOC would be allocated. Instead of the current year's enrollment, the allocation would be based on the school district's prior three-year average AAFTE.

(9)(a) AMENDS This subsection is a formatting change.

(b) NEW This subsection changes how MSOC for high school CTE, middle CTE, and skill center CTE would be allocated. Instead of the current year's enrollment, the allocation would be based on the school district's prior three-year average AAFTE.

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.

OSPI assumes that it will cost \$50,000 in FY26 to program the School Apportionment and Financial Services systems (Apportionment, Budget, Financial Reporting) to accommodate the changes in this bill.

The costs assumed with the increased allocation to the MSOC allocation are based on the three-year annual average full-time equivalent student enrollment from the 2021-22 through the 2023-24 school years as they are the most recent completed. Each subsequent school year uses the same three-year annual average full-time equivalent student enrollment and is calculated against the current 2024-25 school year enrollment.

The inflation values used in the calculations are taken from the November 2024 maintenance level assumptions.

Total costs include the impact to the special education program, as well as the programs impacted by the running start rate increases.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2026	FY 2027	2025-27	2027-29	2029-31
001-1	General Fund	State	128,273,000	168,190,000	296,463,000	346,543,000	361,114,000
17F-1	WA Opportunity Pathways Account	State	412,000	257,000	669,000	354,000	354,000
Total \$			128,685,000	168,447,000	297,132,000	346,897,000	361,468,000

III. B - Expenditures by Object Or Purpose

	FY 2026	FY 2027	2025-27	2027-29	2029-31
FTE Staff Years					
A-Salaries and Wages					
B-Employee Benefits					
C-Professional Service Contracts	50,000		50,000		
E-Goods and Other Services					
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services	128,635,000	168,447,000	297,082,000	346,897,000	361,468,000
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	128,685,000	168,447,000	297,132,000	346,897,000	361,468,000

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.

<i>Education Funding Allocations FN 5192</i>						
School Year	2025-26	2026-27	2027-28	2028-29	2029-31	2030-31
Estimated Cost Districts and Tribal Compacts	\$165,449,000	\$168,986,000	\$172,261,000	\$175,820,000	\$179,512,000	\$183,281,000
Estimated Cost Charters	\$531,000	\$177,000	\$177,000	\$177,000	\$177,000	\$177,000
Total School Year	\$165,980,000	\$169,163,000	\$172,438,000	\$175,997,000	\$179,689,000	\$183,458,000
State Fiscal Year	2026	2027	2028	2029	2028	2029
General Fund - SAFS Fiscal System Cost	\$50,000					
General Fund - District & Tribal Compact	\$128,223,000	\$168,190,000	\$171,524,000	\$175,019,000	\$178,681,000	\$182,433,000
Opportunities Pathway - Charter Schools	\$412,000	\$257,000	\$177,000	\$177,000	\$177,000	\$177,000
Total Fiscal Year	\$128,685,000	\$168,447,000	\$171,701,000	\$175,196,000	\$178,858,000	\$182,610,000
Biennium	2025 - 2027		2027 - 2029		2029 - 2031	
Total Biennium	\$297,132,000		\$346,897,000		\$361,468,000	

Individual State Agency Fiscal Note

Bill Number: 5192 SB	Title: Education funding allocations	Agency: SDF-School District Fiscal Note - SPI
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

ACCOUNT	FY 2026	FY 2027	2025-27	2027-29	2029-31
Local School District-Private/Local NEW-7	129,098,000	169,054,000	298,152,000	348,148,000	362,774,000
Total \$	129,098,000	169,054,000	298,152,000	348,148,000	362,774,000

Estimated Operating Expenditures from:

Account	FY 2026	FY 2027	2025-27	2027-29	2029-31
School District Local-Private/Local new-7	129,098,000	169,054,000	298,152,000	348,148,000	362,774,000
Total \$	129,098,000	169,054,000	298,152,000	348,148,000	362,774,000

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.

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(c) AMENDS This subsection changes the increased allocation amounts that are intended to address growing MSOC costs. The general education MSOC allocation for all grades would change to \$156.67 per AAFTE and \$20.88 per AAFTE for grades 9-12.

(d) NEW This subsection requires school districts to report annually to OSPI their MSOC expenditures in eight specific categories.

(e) NEW This subsection changes how MSOC would be allocated. Instead of the current year's enrollment, the allocation would be based on the school district's prior three-year average AAFTE.

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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.

School district cash receipts equal state expenditures less the \$50,000 in FY26 for statewide system programing.

See assumptions in the state expenditure narrative for more detail.

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.

School district expenditures equal school district revenue plus the cost of the new reporting requirements of reporting by MSOC category. See attached table for further details.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2026	FY 2027	2025-27	2027-29	2029-31
new-7	School District Local	Private/Local	129,098,000	169,054,000	298,152,000	348,148,000	362,774,000
Total \$			129,098,000	169,054,000	298,152,000	348,148,000	362,774,000

III. B - Expenditures by Object Or Purpose

	FY 2026	FY 2027	2025-27	2027-29	2029-31
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	129,098,000	169,054,000	298,152,000	348,148,000	362,774,000
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	129,098,000	169,054,000	298,152,000	348,148,000	362,774,000

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.

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Estimated Cost Districts and Tribal Compacts	\$165,449,000	\$168,986,000	\$172,261,000	\$175,820,000	\$179,512,000	\$183,281,000
Estimated SD Costs	\$531,000	\$177,000	\$177,000	\$177,000	\$177,000	\$177,000
Estimated Cost Charters	\$598,000	\$610,000	\$622,000	\$635,000	\$649,000	\$663,000
Total School Year	\$166,578,000	\$169,773,000	\$173,060,000	\$176,632,000	\$180,338,000	\$184,121,000
State Fiscal Year	2026	2027	2028	2029	2028	2029
General Fund - District & Tribal Compact	\$128,635,000	\$168,447,000	\$171,701,000	\$175,196,000	\$178,858,000	\$182,610,000
Opportunities Pathway - Charter Schools	\$463,000	\$607,000	\$619,000	\$632,000	\$646,000	\$660,000
Total Fiscal Year	\$129,098,000	\$169,054,000	\$172,320,000	\$175,828,000	\$179,504,000	\$183,270,000
Biennium	2025 - 2027		2027 - 2029		2029 - 2031	
Total Biennium	\$298,152,000		\$348,148,000		\$362,774,000	