

**PRELIMINARY** STAFF MEASURE SUMMARY

CARRIER:

Senate Committee on Education

**REVENUE:** Revenue statement issued

**FISCAL:** Minimal fiscal impact, no statement issued

**Action:**

**Vote:**

**Yeas:**

**Nays:**

**Exc.:**

**Prepared By:** Gretchen Engbring, Administrator

**Meeting Dates:** 5/21, 5/28

**WHAT THE MEASURE DOES:** Increases minimum general services grant for Education Service District (ESD) to \$1,165,000 for the 2015-16 school year. Specifies that minimum grant should mirror growth of ESD’s revenue in State School Fund (SSF) distribution in future school years.

**ISSUES DISCUSSED:**

**EFFECT OF COMMITTEE AMENDMENT:**

**BACKGROUND:** Currently, the minimum general services grant for an education service district (ESD) is \$1 million per school year. The amended bill increases that amount to \$1,165,000 in the 2015-16 school year, and directs that the growth rate of the minimum grant should be the same as that of the ESD’s revenue in the SSF distribution in future school years.

Under the bill, the additional amount of money needed for the minimum grant increase totals \$825,000 in 2015-16 for five districts. This increase in minimum allocation will reduce the formula revenue per Average Daily Membership (ADMw) in the remaining 14 ESD's. The reduction for these ESD's is estimated to be about \$1.20 per ADMw in 2015-16, relative to the SSF budget reflected in HB 5017.