

**Summary: Proposed House Budget Recommendation  
SCHOOL AID – HB 5452 as passed by the House  
FY 2005-06**



**Analysts: Mary Ann Cleary  
Bethany Wicksall**

IDG/IDT	FY 2005-06 YTD	Executive	House	Senate	Difference: House from FY 2005-06 YTD	
					Amount	%
	\$0	\$0	\$0	\$0	\$0	0.0
<b>Federal</b>	1,392,587,300	0	1,392,587,300	0	0	0.0
<b>Local</b>	0	0	0	0	0	0.0
<b>Private</b>	0	0	0	0	0	0.0
<b>Restricted</b>	11,301,850,000	0	11,318,350,000	0	16,500,000	0.1
<b>GF/GP</b>	62,714,000	0	62,714,000	0	0	0
<b>Gross</b>	<b>\$12,757,151,300</b>	<b>\$0</b>	<b>\$12,773,651,300</b>	<b>\$0</b>	<b>\$16,500,000</b>	<b>0.1</b>

**Overview**

The School Aid budget makes appropriations to the state's 552 local school districts, 216 public school academies, and 57 intermediate school districts for operations and certain categorical programs. It also appropriates funds to the Center for Education Performance, Department of Labor and Economic Growth, and other entities to implement certain grants and other programs related to K-12 education.

**Major Budget Changes from 2005-06 YTD Appropriations:**

**1. Discretionary Payment**

The **House** recommends increasing the appropriation by \$16.5 million to reflect a foundation allowance increase of \$25 per pupil for all districts with a foundation allowance of less than \$7,200 up to a maximum foundation of \$7,200. Payments for FY 2005-06 would begin in January 2006 and would be prorated to approximately \$18 per pupil for the remainder of the fiscal year. This would only go into effect if the combined total amount of projected school aid fund revenue for FY 2004-05 and FY 2005-06 is at least \$35 million more at the January 2006 Consensus Revenue Estimating Conference than what was projected for that combined total at the August 2005 Revenue Estimating Conference.

	FY 2005-06 YTD	House Change From YTD
<b>Gross</b>	<b>\$3,197,736,800</b>	<b>\$16,500,000</b>
Restricted	\$3,197,736,800	\$16,500,000

**Major Boilerplate Changes from 2005-06:**

**Enacting Section.**

The bill is tie-barred to House Bill 5436.