

Bill Summary
1st Session of the 58th Legislature

| | |
|---------------------|--------------------|
| Bill No.: | HB 2078 |
| Version: | ENGR |
| Request No.: | |
| Author: | Sen. Taylor |
| Date: | 03/19/2021 |

Bill Analysis

HB 2078 amends the State Aid Funding Formula beginning with the 2022-23 school year. It removes language allowing the initial and midyear State Aid allocation calculations to be based on the weighted average daily membership (WADM) of a district's second preceding school year. Instead, it requires each district to use its WADM from the preceding school year to calculate its initial State Aid allocation instead of the higher WADM of the preceding 2 school years. And, it directs the midyear adjustment to be based on the higher WADM of the preceding school year or the first nine weeks of the current school year. It increases the allowed general fund carryover between 3 and 8 percentage points depending on the total general fund collections for each district. It also prohibits a general fund balance penalty from being imposed on school districts that exceed prescribed limits during fiscal years 2022 and 2023.

Prepared by: Kalen Taylor