

**Fiscal Impact**  
2<sup>nd</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB 2078</b>
<b>Version:</b>	<b>ENGR</b>
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**Fiscal Analysis**

HB 2078 modifies the calculation of initial (July) and midyear (December) state aid funding for school districts beginning in the 2022-23 school year. It requires using the weighted average daily membership (WADM) of only the preceding year for the initial calculation and the higher of preceding year of the first nine weeks for the midyear calculation. It increases the percentages of allowable general fund carryover and removes general fund balance penalty for fiscal years beginning July 1, 2022 and July 1, 2023.

The Oklahoma State Department of Education estimated the fiscal impact for the initial allocation using the FY 2020 full year WADM. Midyear allocation was estimated using the higher of the FY 20 WADM or the first nine weeks of FY 2021. This information was compared to the actual adjusted initial allocation and midyear allocation to project the fiscal impact in state aid factor and funding.

State aid factor for projected initial allocation increased by \$46.13 (from \$3467.17 to \$3513.30). State aid factor for projected midyear allocation increased by \$39.35 (from \$3380.83 to \$3420.18).

Projected initial allocation to actual adjusted initial allocation - 214 districts lost funding for a total of \$37,483,218.71

Projected midyear allocation to actual midyear allocation - 188 districts lost funding for a total of \$31,029,394.83.

Projected midyear allocation to projected initial allocation - total of districts that lost funding was \$151,414,190.71.

Actual midyear to adjust initial allocation - total of districts that lost funding was \$143,461,605.45.

Prepared by: Senate Fiscal Staff