



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2027 Biennium

Bill#/Title: HB0266.04 (001): Establish education inflation reconciliation process

Primary Sponsor: Luke Muszkiewicz Status: As Amended in Senate Committee

- ☐ Included in the Executive Budget ☐ Needs to be included in HB 2 ☐ Significant Local Gov Impact
- ☐ Significant Long-Term Impacts ☐ Technical Concerns ☐ Dedicated Revenue Form Attached

FISCAL SUMMARY

| | <u>FY 2026</u> <u>Difference</u> | <u>FY 2027</u> <u>Difference</u> | <u>FY 2028</u> <u>Difference</u> | <u>FY 2029</u> <u>Difference</u> |
|-----------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| Expenditures | | | | |
| General Fund (01) | \$0 | \$0 | \$0 | \$0 |
| Revenues | | | | |
| General Fund (01) | \$0 | \$0 | \$0 | \$0 |
| Net Impact | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| General Fund Balance | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

Description of fiscal impact

HB 266, as three times amended, requires the Superintendent of Public Instruction report funding and inflation data to interim committees. There is no state fiscal impact.

FISCAL ANALYSIS

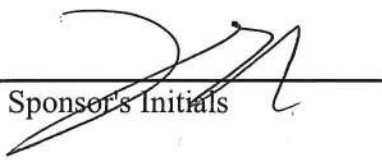
Assumptions

Office of Public Instruction

1. HB 266, as three times amended, clarifies the Superintendent of Public Instruction or the Governor are not limited to a 3% cap when recommending inflation adjustments for school funding during budgeting.
2. This bill requires the Superintendent to report to the Education Interim Budget Committee, the Education Interim Committee, and the Legislative Finance Committee in even numbered years beginning in FY 2026. The report is to include various K-12 funding information and inflation information as prescribed.
3. HB 266, as amended in Senate Education and Cultural Resources Committee, adds coordination language that if both SB 258 and HB 266 are passed and approved, SB 258 is void.

Legislative Branch

4. This is part of normal duties of legislative committees. There is no fiscal impact to the Legislative Branch.



Sponsor's Initials

4/3/2025

Date



Budget Director's Initials

4/2/2025

Date