

February 9, 2026

Legislative Representative Report

- Idaho has enacted 5 income tax cuts since 2022 which has resulted in \$4.5 billion in lost revenue.
- Federal Tax Conformity – should it start retroactive to 2025 or start in January 2026. Estimated to be a reduction of \$155 million to Idaho's income.
- State will provide 11% increase for health insurance which went up 26% for schools.
- Possible \$10 million cut to IDLA which is about 40% of their income.
- State Board of Education and the State Education Department will create a policy on the usage of AI.
- Epinephrine nasal spray most likely will be okay for usage in schools.
- Career Ladder movement will be honored but there will be no salary increases.
- Possibly a financial reduction of 1% coming for schools for fiscal year 2026 and potential 2% reduction in fiscal year 2027.