

# **2025** Legislative Platform – Centennial Schools

#### **Equalization**

Change funding formulas to provide fair equalization, making school levies, Operating Referendum, Local Optional Revenue, and Debt Service Programs more affordable.

- Increase equalization of the operating referendum local optional, and debt service levies in the omnibus tax bill to reduce taxpayer and education funding disparities
- Increase Local Optional Revenue to \$1,000 per pupil and link it to the formula
- Historic Inflation
  - General Education Formula Allowance is behind by 18.7%
  - Local Optional Revenue is behind 34.5%
- Lower than state average operating referendum; local taxpayer impacts
- Formula-based equalization
  - Operating Referendum; 100% taxpayer; 0% State Aid
  - Local Optional Revenue; 100% taxpayer; 0% State Aid
  - Debt Service; 100% taxpayer; 0% State Aid

## Long-Term Facilities Maintenance Revenue & Lease Levy

Increase or change funding formulas to allow and expand allowable uses for the school board to address the facility needs of our students and community.

- Address property tax levies to ensure comparable taxpayer support
  - Equalization
  - Cap
- Inflation has had a significant impact on our purchasing power
  - Capped at \$380 per pupil unit since 2015, FY 24 would have been \$490 per pupil if this had kept up with inflation. This is a 30% decrease in purchasing power over this time.
- Remove the per pupil limit and expand allowable uses of Long-Term Facilities Maintenance Revenue to enhance safety through security modifications, remodeling, and additions to existing space
- Increase the operating capital and lease levy formulas to recover ground lost to inflation

#### **Compensatory Revenue**

The Legislature must stabilize the formula beyond the hold harmless period by using factors other than eligibility for free or reduced-price lunch.

- The level of poverty in our school has been increasing over the past several years.
- The current formula uses student counts eligible for free and reduced-price lunch.
- With the passage of the Free School Meals Program, it has become significantly challenging to accurately determine students' income thresholds, which are part of the current formula.
- To ensure equitable outcomes for schools the formula needs to better reflect resources needed to support students.

# Legislative Decisions of the 2023 Session

Fully fund the financial "tails" of approved legislation from the 2023 legislative session, including clarity on the provisions, so that school districts can adequately and effectively implement those priorities.

- Read Act: Funding for resources and professional development, including timeline extensions
- Unemployment Insurance: Fully fund or allow school districts to levy locally.
- FMLA: Fully fund or allow school districts to levy locally.

## **Funding Priorities**

- Increase funding on the basic formula allowance for FY26 and FY27
- Further reduction of the cross-subsidies in the special education and English learner programs