

Overview

Budget to the Revenues
Vs.
Raise Revenues to Fund the Budget

BttR	RRtFtB
State tends to BttR	School Funding tends to RRtFtB

Education Fund

Districts are funded by adding up the **education spending** portion of their locally adopted budget

Spending is constrained by budget votes and homestead tax rates going up as per pupil spending goes up.

Special education is funded based on what districts spend, State pays 60%, district pay 40%.

Constraint is the 40% local share which contributes to per pupil spending and the tax rate

State categorical grants grow each year by an inflation index (New England Economic Project index).

State must ensure revenues are sufficient to meet the above spending.