Fiscal:	May have fiscal impact, but no statement yet issued
<b>Revenue:</b>	May have revenue impact, but no statement yet issued
Action Date:	
Action:	
<b>Meeting Dates:</b>	03/02
<b>Prepared By:</b>	Dae Baek, Economist

## WHAT THE MEASURE DOES:

Increases the High Cost Disabilities (HCD) Grant from \$18 million per year to \$35 million. Applies first to the 2015-16 school year State School Fund distribution. Takes effect on July 1, 2015.

## **ISSUES DISCUSSED:**

- History of High Cost Disabilities Grant
- Declining reimbursement rate

## **EFFECT OF COMMITTEE AMENDMENT:**

-1 changes the HCD Grant to \$35 million per year.

## **BACKGROUND:**

The current law on the High Cost Disabilities (HCD) Grant states that for a student with approved disabilities costs above \$30,000, the grant is the total cost minus \$30,000. The district grant is the sum of the grants for each student with disabilities costs above \$30,000. The total grants of the HCD Grant cannot exceed \$18 million per year. If the grand total of the grants initially exceed this amount, the grants to all school districts are reduced proportionally.