

ECS

Quick Facts

REVISED FY 26

ECS FORMULA

Underfunded towns are fully funded starting in FY 26.
Overfunded towns are currently held harmless from losses.

- The formula was revised, and a phase-in schedule established, as part of the FY 18 and FY 19 Budget. The phase-in schedule began in FY 19.
- The phase in schedule has been changed multiple times but currently:
 - Towns that are underfunded according to the formula will reach full funding in FY 26.
 - Towns that are overfunded receive, from FY 22 through FY 27, the same grants as in the prior FY, and then resume the formula phase-in beginning FY 28. These towns will reach full funding in FY 34.
 - Each Alliance District's full funding level is the greater of the formula amount, the prior FY grant, and the FY 17 grant.

ALLIANCE DISTRICT PORTION OF ECS GRANT, FY 26

\$535.8 Million (22%)

of nearly

**\$2.46 Billion in
ECS Grants**

The Alliance portion is

2% to 64%

of the ECS grant
for receiving towns

For FY 23-FY 27, there are 36 Alliance Districts: the 33 lowest-performing districts and the three that were among the lowest-performing in the previous program cycle (FY 18-FY 22). These districts must participate in the program in order to receive the entire ECS grant.

ECS GRANTS, FY 26



**\$94.5 Million
Increase**

Compared to FY 25



of
every

\$1
General Fund

Funding: Nearly \$2.46 Billion