

Weekend Update: State Budget Agreement Reached

House Bill 2400 Signed into Law

The budget deadlock is no more. The Senate voted on Saturday afternoon on a spending plan for 2026-27. The House followed suit on Sunday with Governor Shapiro signing the budget bill (House Bill 2400) into law last evening. The budget agreement was devoid of major related issues, which helped to avoid even further delays. For schools, the budget again provides a significant injection of adequacy funding

Here is a quick summary of education funding levels in the final state budget for 2026-27.

Major PDE Line Items Comparison

Education Budget Line Item	Current Year (FY 2025-26)	Gov's Budget Proposed	Final Budget-- HB 2400	Increase Over Previous Year
Basic Education Funding	\$8.262 Billion	\$8.312 Billion	\$8.320 Billion	\$58 million
Ready to Learn / Adequacy	\$1.335 Billion	\$1.948 Billion	\$1.900 Billion	\$565 million
Special Education Funding	\$1.525 Billion	\$1.576 Billion	\$1.580 Billion	\$55 million
School Employee Retirement	\$3.250 Billion	\$3.250 Billion	\$3.361 Billion	\$109 million
Pupil Transportation	\$737.1 Million	\$737.1 Million	\$737.1 Million	Level
School Employee Soc Security	\$685.8 Million	\$685.8 Million	\$685.8 Million	Level
School Infrastructure Upgrades	\$125.0 Million	\$0 (Proposed bonds)	\$125.0 Million	Level
Career & Technical Ed Subsidy	\$132.3 Million	\$132.3 Million	\$142.3 Million	\$10 million

To view your school district funding in House Bill 2400 for Basic, Special, and Ready-to-Learn (adequacy funding) for 2026-27 [click here](#). Additional details will be forthcoming. A chunky School Code bill (House Bill 1505) was also signed into law with the budget.