



ARIZONA DEPARTMENT OF EDUCATION

June 4, 2025

RE: June Basic State Aid Payment

Dear School District and Charter Leaders,

As we approach the final days of the fiscal year, we want to give you an advance notice regarding the June Basic State Aid Payment.

As you are aware, the state Fiscal Year ends June 30. To date, the legislature has not passed a FY 2026 budget for the governor's consideration. A budget is required to address any shortfall in the Basic State Aid Payment. As of now, that fund is projected to be approximately \$200mil short.

ADE has been in constant contact with the state legislature regarding this shortfall, and we expect a supplemental appropriation in the FY2026 budget. However, if a budget is not passed, or a separate supplemental appropriation is not approved by June 13th, ADE will not have sufficient funds to make the full June Payment. In this circumstance, ADE will make a partial payment to all districts and charters of approximately 60% of the regular monthly payment. Then, upon receiving the supplemental appropriation, ADE will process the remaining payment to all districts and charters.

ADE will exhaust all possibilities to ensure payments to districts and charters will get paid, but it is wise planning to prepare for a potential partial payment in June.

Thank you,

Tim McCain
Chief Financial Officer