United States Senate

WASHINGTON, DC 20510

April 13, 2023

The Honorable Tammy Baldwin Chair Subcommittee on Labor, Health and Human Services, Education and Related Agencies Senate Committee on Appropriations Room S-128, The Capitol Washington, DC 20510 The Honorable Shelley Moore Capito Ranking Member Subcommittee on Labor, Health and Human Services, Education and Related Agencies Senate Committee on Appropriations Room S-128, The Capitol Washington, DC 20510

Dear Chair Baldwin and Ranking Member Capito,

We urge you to recognize the importance of the Federal Impact Aid Program as you set the Appropriation Subcommittee's funding priorities for Fiscal Year (FY) 2024. We fully recognize the fiscal restraint that will govern the Subcommittee's actions this year, but we request strong and continued funding for all line items of the Impact Aid Program, including Basic Support Payments and Federal Properties, to ensure all federally connected school districts can provide a quality education.

Congress created Impact Aid in 1950 in recognition that the federal government needed to accept responsibility in areas impacted by a federal presence and help meet the local responsibility of financing public education. Impact Aid provides a payment in lieu of taxes to local school districts for lost revenue that is a result of tax-exempt federal property and actions that have increased expenditures due to the enrollment of federally connected children. The program provides direct, flexible funding to over 1,200 school districts nationwide. Impact Aid funds a range of programs, including facilities renovation, efforts to retain highly qualified teachers, provide adequate technology, and maintain transportation fleets. For many districts, this funding represents the very lifeblood that allows their school systems to operate.

Congress should prioritize Basic Support Payments to ensure the current payout level to school districts is maintained. For districts enrolling military children, the ability to address both the academic and emotional needs of these students must be sustained. Education is a quality-of-life issue for military families, and it is our firm belief that as military personnel defend our country we must not forget or ignore the children they leave behind.

The needs of districts enrolling children who reside on Tribal lands—of whom over 93 percent are Native American—also must not be overlooked. These districts are vital to the development of culturally-responsive curricula, land-based learning, and strong community and cultural

relationships that prepare students for lifelong success. These school districts are often located in rural areas, many of which have few taxpayers and where administrators double as bus drivers, teachers, and coaches. Impact Aid dollars help to provide a foundational education for all students and many schools would close their doors without its vital support.

Federal Properties school districts depend on Impact Aid due to a limited local tax base caused by the presence of certain federal land in their districts, including national parks and grasslands, national laboratories, Army Corps of Engineers projects, and property that encompasses the military academies. In some of these communities, the federal government is the largest landowner, which significantly diminishes a school district's revenue base. Congress should prioritize this funding stream to reflect the increased value of Federal land in Federal property districts.

Impact Aid funding also provides additional payments to school districts based on the number of federally connected children eligible for services under the Individuals with Disabilities Education Act (IDEA). The Children with Disabilities line item has not received any increases in years and thus is not keeping up with inflation.

We urge you to support strong and continued funding for the entire Impact Aid Program. The potential of long-term funding stagnation or program cuts is of serious concern given the changing needs of federally-connected districts and the students they serve. Impact Aid is not only the federal government's obligation, but also a critical form of tax relief for local communities. Thank you for your thoughtful consideration of our request.

Sincerely,

Ben Ray Lujan

United States Senator

Thom Tillis

United States Senator

Kirsten Gillibrand

United States Senator

Markwayne Mullin

Aica Indiana Richard J. Durbin

United States Senator

Christopher S. Murphy United States Senator

Roger Marshall M.D. United States Senator

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Steve Daines
United States Senator

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Mazie K. Hirono United States Senator

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United States Senator

Kyrsten Sinema
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Catherine Cortez Masto United States Senator

Jack Reed United States Senator

Raphael Warnock United States Senator

Richard Blumenthal United States Senator Robert Menendez
United States Senator

Debbie Stabenow United States Senator

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United States Senator

Sheldon Whitehouse United States Senator

Cory A. Booker United States Senator John Barrasso, M.D. United States Senator

Tammy Duckworth
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Mark R. Warner
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James Lankford United States Senator Cynthia M. Lummis
United States Senator

Jacky Rosen

United States Senator

Elizabeth Warren United States Senator

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Martin Heinrich Peter Welch

United States Senator United States Senator

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