

**SCHOOL AID**  
**Summary of FY 2009-10**  
**HB 4860 (H-1): Supplemental Appropriations**



**Analysts: Mary Ann Cleary and Bethany Wicksall**

	FY 2009-10 YTD	FY 2009-10 Executive	FY 2009-10 House	FY 2009-10 Senate	FY 2009-10 Conference	Difference: Conference From FY 2009-10 YTD	
						Amount	%
<b>IDG/IDT</b>	\$0	\$0	\$0	\$0	\$0	\$0	0.0
<b>Federal</b>	1,601,759,400	0	1,601,759,400	0	0	0	0.0
<b>Fed ARRA</b>	450,000,000	0	634,131,000	0	0	184,131,000	40.9
<b>Local</b>	0	0	0	0	0	0	0.0
<b>Private</b>	0	0	0	0	0	0	0.0
<b>Restricted</b>	10,741,605,400	0	10,556,680,600	0	0	(184,924,800)	(1.7)
<b>GF/GP</b>	30,206,200	0	31,800,000	0	0	1,593,800	5.3
<b>Gross</b>	<b>\$12,823,571,000</b>	<b>\$0</b>	<b>\$12,824,371,000</b>	<b>\$0</b>	<b>\$0</b>	<b>800,000</b>	<b>0.0</b>

Note: FY 2009-10 figures reflect supplementals and Executive Order (EO) actions through September 1, 2009.

**Overview**

The School Aid budget makes appropriations to the state's 552 local school districts, 232 public school academies, and 57 intermediate school districts (ISDs) for operations and certain categorical programs. It also appropriates funds to the Center for Education Performance and Information, Department of Labor and Economic Growth, and other entities to implement certain grants and other programs related to K-12 education.

<b>Major Budget Changes From FY 2009-10 YTD Appropriations</b>		<b>FY 2009-10 YTD</b>	<b>Conference Change From YTD</b>
<b>1. Discretionary Payment (Sec. 22b)</b>	<b>Gross</b>	<b>\$3,722,300,000</b>	<b>0</b>
<b>House</b> replaces \$184.9 million in School Aid Fund revenue with \$184.1 million in Federal ARRA funds and \$793,800 in GF/GP. This will reduce the total proration required under the Executive proration letter based on the Executive estimate of a \$212 million shortfall in the School Aid Budget.	Fed ARRA	450,000,000	184,131,000
	Restricted	3,272,300,000	(184,924,800)
	GF/GP	0	793,800
<b>2. School Bus Inspections (Sec. 74(4))</b>	<b>Gross</b>	<b>\$0</b>	<b>800,000</b>
<b>House</b> restores \$800,000 in funding for School Bus Inspections which were previously funded at \$1.4 million in FY 2008-09 but were eliminated for FY 2009-10.	GF/GP	0	800,000

**Major Boilerplate Changes From FY 2009-10**

**Sec. 101. Days and Hours Requirement – REVISED**

PA 121 of 2009 revised this subsection (10) of this section such that districts may only count up to 38 hours of professional development toward their 1,098 required instructional hours *if 5 of those hours are online professional development*. The **House** would revise this section so that this change would not take effect until 2010-2011 and would not take effect until after current collective bargaining agreements ended if those agreements are in conflict with this subsection.

# SCHOOL AID LINE ITEM SUMMARY



Sec.	Foundation Allowance Increases:
11d	Per Pupil Reduction
11g	Durant - Debt Service
11j	School Bond Redemption Fund
11m	Cash Flow Borrowing Costs
11n	Small High School Infrastructure Program
22a	Proposal A Obligation Payment
22b	Discretionary Payment - State
22b	Discretionary Payment - Federal ARRA
22d	Isolated District Funding
22e	MBT Impact on Out of Formula Districts
24	Court-Placed Pupils
24a	Juvenile Detention Facility Programs
24c	Challenge Program
26a	Renaissance Zone Reimbursement
26b	PILT Reimbursement
29	Declining Enrollment Grants
31a	"At Risk" Pupil Support
31a(6)	Adolescent Health Centers
31a(7)	Hearing and Vision Screening
31d	State School Lunch Programs
31d	Federal School Lunch Programs
31f	School Breakfast Program
32b	ECIC Collaborative Grants
32c	Early Childhood Grants
32d	School Readiness - District Grants
32j	Great Parents Great Start ISD programs
32l	School Readiness - Competitive (transfer to 32d)
39a1	Federal "No Child Left Behind"
39a2	Other Federal Funding
41	Bilingual Education - State
51a	Special Education - Federal
51a	Special Education - State
54a	Special Education Evaluation Lending Library
54c	Newsline Grant
57	Advanced & Accelerated Program
61a	Vocational Education
62	ISD Voc. Ed Millage Equalization
64	Health/Science Middle College Program
65	Precollege Engineering Grants
74	Bus Driver Safety Instruction
74	School Bus Inspections
81	ISD General Operations Support
94a	Center for Educational Performance (CEPI)
94a	CEPI - Federal
98	Michigan Virtual High School (MVHS)
98	MVHS - Federal
99	Math/Science Centers - State
99	Math/Science Centers - Federal
99a	Math Remediation Grants
99e	Financial Emergency District Funding
99i	Pontiac Crisis Intervention
99j	District Pilot Projects
99k	District Grants
99p	Cultural Access Grants
104	MEAP Testing - State
104	MEAP Testing - Federal
107	Adult Education - State
<b>TOTAL APPROPRIATIONS</b>	

FY 2008-09
YTD PA 73 of 2009
\$42,000,000
\$40,000,000
\$45,000,000
\$8,000,000
\$6,008,000,000
\$3,198,000,000
\$600,000,000
\$2,025,000
\$1,300,000
\$8,000,000
\$2,828,500
\$1,284,600
\$35,500,000
\$3,400,000
\$20,000,000
\$310,457,000
\$4,743,000
\$5,150,000
\$22,495,100
\$332,506,000
\$9,625,000
\$6,750,000
\$2,125,000
\$88,379,100
\$5,000,000
\$15,150,000
\$752,987,500
\$32,559,700
\$2,800,000
\$424,700,000
\$1,016,933,000
\$100,000
\$80,000
\$285,000
\$30,000,000
\$9,000,000
\$2,000,000
\$980,100
\$1,625,000
\$1,403,500
\$81,721,100
\$3,435,400
\$2,793,200
\$2,250,000
\$2,700,000
\$3,500,000
\$5,249,300
\$725,000
\$125,000
\$300,000
\$1,500,000
\$850,000
\$100,000
\$28,872,800
\$8,512,900
\$24,000,000
<b>\$13,259,806,800</b>

FY 2009-10	
Change From Enacted YTD	PA 121 of 09 (With Vetoes)
(\$263,000,000)	(\$263,000,000)
(\$3,000,000)	\$39,000,000
	\$40,000,000
	\$45,000,000
(\$8,000,000)	\$0
(\$126,000,000)	\$5,882,000,000
\$74,300,000	\$3,272,300,000
(\$150,000,000)	\$450,000,000
	\$2,025,000
	\$1,300,000
	\$8,000,000
(\$305,300)	\$2,523,200
(\$642,300)	\$642,300
	\$35,500,000
	\$3,400,000
	\$20,000,000
(\$1,468,800)	\$308,988,200
(\$1,185,700)	\$3,557,300
	\$5,150,000
	\$22,495,100
\$40,000,000	\$372,506,000
	\$9,625,000
(\$750,000)	\$6,000,000
(\$2,125,000)	\$0
\$20,900	\$88,400,000
	\$5,000,000
(\$7,575,000)	\$7,575,000
(\$50,000)	\$752,937,500
	\$32,559,700
	\$2,800,000
	\$424,700,000
\$44,350,000	\$1,061,283,000
(\$100,000)	\$0
(\$80,000)	\$0
(\$285,000)	\$0
(\$3,388,700)	\$26,611,300
	\$9,000,000
	\$2,000,000
(\$75,000)	\$905,100
	\$1,625,000
(\$1,403,500)	\$0
(\$16,344,300)	\$65,376,800
\$50,700	\$3,486,100
	\$2,793,200
(\$562,500)	\$1,687,500
	\$2,700,000
(\$875,000)	\$2,625,000
	\$5,249,300
(\$725,000)	\$0
(\$125,000)	\$0
	\$300,000
(\$1,500,000)	\$0
(\$850,000)	\$0
(\$100,000)	\$0
(\$2,242,100)	\$26,630,700
(\$199,200)	\$8,313,700
(\$2,000,000)	\$22,000,000
<b>(\$436,235,800)</b>	<b>\$12,823,571,000</b>

FY 2009-10	
Change From PA 121 of 09	HB 4860 (H-1)
	(\$263,000,000)
	\$39,000,000
	\$40,000,000
	\$45,000,000
	\$0
	\$5,882,000,000
(\$184,131,000)	\$3,088,169,000
\$184,131,000	\$634,131,000
	\$2,025,000
	\$1,300,000
	\$8,000,000
	\$2,523,200
	\$642,300
	\$35,500,000
	\$3,400,000
	\$20,000,000
	\$308,988,200
	\$3,557,300
	\$5,150,000
	\$22,495,100
	\$372,506,000
	\$9,625,000
	\$6,000,000
	\$0
	\$88,400,000
	\$5,000,000
	\$7,575,000
	\$752,937,500
	\$32,559,700
	\$2,800,000
	\$424,700,000
	\$1,061,283,000
	\$0
	\$0
	\$0
	\$26,611,300
	\$9,000,000
	\$2,000,000
	\$905,100
	\$1,625,000
\$800,000	\$800,000
	\$65,376,800
	\$3,486,100
	\$2,793,200
	\$1,687,500
	\$2,700,000
	\$2,625,000
	\$5,249,300
	\$0
	\$0
	\$300,000
	\$0
	\$0
	\$0
	\$26,630,700
	\$8,313,700
	\$22,000,000
<b>\$800,000</b>	<b>\$12,824,371,000</b>

REVENUE BY SOURCE	
Federal Aid	\$1,562,008,600
Federal ARRA	\$600,000,000
School Aid Fund	\$11,019,798,200
General Fund/General Purpose	\$78,000,000
<b>TOTAL REVENUE</b>	<b>\$13,259,806,800</b>

\$1,562,008,600
\$600,000,000
\$11,019,798,200
\$78,000,000
<b>\$13,259,806,800</b>

\$39,750,800	\$1,601,759,400
(\$150,000,000)	\$450,000,000
(\$278,192,800)	\$10,741,605,400
(\$47,793,800)	\$30,206,200
<b>(\$436,235,800)</b>	<b>\$12,823,571,000</b>

\$0	\$1,601,759,400
\$184,131,000	\$634,131,000
(\$184,924,800)	\$10,556,680,600
\$1,593,800	\$31,800,000
<b>\$800,000</b>	<b>\$12,824,371,000</b>