

FY 2019-20: SCHOOL AID
Summary: As Passed by the House
House Bill 4242 (H-3)



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IDG/IDT	FY 2018-19 YTD as of 3/5/19	FY 2019-20 Executive	FY 2019-20 House	FY 2019-20 Senate	FY 2019-20 Enacted	Difference: House From FY 2018-19 YTD	
						Amount	%
IDG/IDT	\$0	\$0	\$0			\$0	--
Federal	1,745,943,500	1,749,578,500	1,749,578,500			3,635,000	0.2
Local	0	0	0			0	--
Private	0	0	0			0	--
Restricted	13,010,725,300	13,576,660,400	13,250,196,300			239,471,000	1.8
GF/GP	87,920,000	45,000,000	48,000,000			(39,920,000)	(45.4)
Gross	\$14,844,588,800	\$15,371,238,900	\$15,047,774,800			\$203,186,000	1.4

Notes: (1) FY 2018-19 year-to-date figures include mid-year budget adjustments through March 5, 2019. (2) Appropriation figures for all years include all proposed appropriation amounts, including amounts designated as "one-time."

Overview

The School Aid budget makes appropriations to the state's 539 local school districts, 297 public school academies (PSAs), and 56 intermediate school districts (ISDs) for operations and certain categorical programs. It also appropriates fund to the Michigan Department of Education (MDE), Center for Educational Performance and Information (CEPI), the Workforce Development Agency, and other entities to implement certain grants and other programs related to K-12 education.

Major Budget Changes From FY 2018-19 YTD Appropriations

1. Foundation Allowance (Sec. 22a and 22b)

Executive includes \$235.0 million to provide increases ranging from \$120 to \$180 per pupil using a 1.5x formula. The minimum foundation allowance would increase from \$7,871 to \$8,051 (2.3%) and the state maximum guaranteed foundation allowance would increase from \$8,409 to \$8,529 (1.4%).

House includes \$226.4 million to provide increases ranging from \$90 to \$180 per pupil using the 2x formula. The minimum foundation would increase from \$7,871 to \$8,051 (2.3%) and the state maximum guaranteed foundation allowance would increase from \$8,409 to \$8,499 (1.1%).

	FY 2018-19 Year-to-Date (as of 3/5/19)	FY 2019-20 House Change
Gross	\$9,431,000,000	\$226,400,000
Restricted	9,397,152,200	259,330,900
GF/GP	\$33,847,800	(\$32,930,900)

2. Cyber Schools Foundation Allowance Reduction (Sec. 22a and 22b)

Executive reduces cyber school foundation allowances to 80.0% of the minimum foundation allowance for an estimated savings of \$22.0 million. For FY 2019-20, the cyber foundation allowance would be \$6,441.

House maintains current law.

Gross	NA	\$0
Restricted	NA	0
GF/GP	NA	\$0

3. Weighted Allocations: Special Education (Sec. 28(3)) – NEW

Executive includes \$120.0 million in School Aid Fund (SAF) revenues to increase reimbursements for districts' and ISDs' special education costs by approximately 4.0 percentage points. Currently, districts and ISDs are reimbursed for a portion of total special education costs and total special education transportation costs as mandated by the Durant court case.

House does not include this section.

Gross	\$0	\$0
Restricted	0	0
GF/GP	\$0	\$0

Major Budget Changes From FY 2018-19 YTD Appropriations		FY 2018-19 Year-to-Date (as of 3/5/19)	FY 2019-20 House Change
4. Weighted Allocations: Economically Disadvantaged (Sec. 28(4)) – NEW		Gross	\$0
<u>Executive</u> transfers in current at-risk (Sec. 31a) funding of \$517.0 million SAF and adds \$102.0 million SAF for a net appropriation of \$619.0 million SAF for economically disadvantaged students. Revises payment formula from 11.5% of the statewide average foundation allowance per economically disadvantaged pupil to 11.0% of a district's foundation allowance, capped at the minimum foundation allowance. In FY 2018-19, the at-risk (Sec. 31a) prorated payment is estimated to equal \$719 per economically disadvantaged pupil; under this section in FY 2019-20, payments are expected to be fully funded at \$886 per economically disadvantaged pupil, although payments may be prorated if funds are insufficient. Revises allocation to a hold harmless or out-of-formula district from 30% to 50% of the amount for which it would otherwise be eligible. (See Major Boilerplate Changes for Sec. 28(4) below.)		Restricted	0
<u>House</u> does not include this section.		GF/GP	\$0
5. At-Risk Pupil Support (Sec. 31a)		Gross	\$517,000,000
<u>Executive</u> reduces by \$517.0 million SAF to roll funding into Sec. 28(4). Eliminates \$18.0 million SAF allocation to districts that would have otherwise received an allocation that is less than the previous year. (See Major Boilerplate Changes for Sec. 31a below.)		Restricted	517,000,000
<u>House</u> maintains current year appropriation, including the \$18.0 million SAF allocation. (See Major Boilerplate Changes below.)		GF/GP	\$0
6. Weighted Allocations: Career and Technical Education (CTE) (Sec. 28(5)) – NEW		Gross	\$0
<u>Executive</u> includes \$55.0 million SAF to districts for students in grades 9-12 enrolled in state-approved Career and Technical Education (CTE) programs within students' self-identified career pathways. A district's per-pupil allocation is 6.0% of the district's foundation allowance, capped at the minimum foundation allowance. The existing \$5.0 million CTE Incentive Payment (Sec. 61d) categorical is eliminated and rolled into this subsection. Payments may be prorated if funds are insufficient. Excludes cyber schools and pupils enrolled in shared time from receiving funds. (See Major Boilerplate Changes for Sec. 28(5) below.)		Restricted	0
<u>House</u> does not include this section.		GF/GP	\$0
7. CTE Incentive Payments (Sec. 61d)		Gross	\$5,000,000
<u>Executive</u> eliminates \$5.0 million SAF for CTE incentive payments that provide \$25 per pupil for pupils in grades 9 to 12 enrolled in CTE programs and an additional \$25 per pupil for those in CTE programs identified as "critical skills" programs and transfers funding to Sec. 28(5). <u>House</u> increases by \$5.0 million SAF and \$5.0 million Talent Investment Fund (TIF) to a total of \$15.0 million and revises payments from \$25 per pupil and an additional \$25 to \$75 per pupil and an additional \$75.		Restricted	5,000,000
		GF/GP	\$0
8. CTE Equipment Upgrades (Sec. 61c)		Gross	\$2,500,000
<u>Executive</u> eliminates \$2.5 million GF/GP for equipment grants to career education planning districts (CEPDS) where at least 50% of the CEPD is located in an ISD that does not levy a CTE millage.		Restricted	0
<u>House</u> increases funding by \$24.3 million to a total of \$26.8 million, revises fund source to TIF, and provides the following allocations: \$20.0 million to CEPDs for equipment grants under the existing eligibility requirement; \$5.8 million for competitive equipment grants to ISDs that operate a CTE program; and \$1.0 million for STEM equipment grants to districts and ISDs for grades K-6.		GF/GP	\$2,500,000

		FY 2018-19 Year-to-Date (as of 3/5/19)	FY 2019-20 House Change
<u>Major Budget Changes From FY 2018-19 YTD Appropriations</u>			
9. Great Start Readiness Program (GSRP) (Sec. 32d)	Gross	\$244,900,000	(\$2,000,000)
<u>Executive</u> increases by \$84.0 million SAF to a total of \$328.9 million	Restricted	244,600,000	(2,000,000)
Gross (\$300,000 GF/GP) for school readiness preschool programs for	GF/GP	\$300,000	\$0
four-year-old children in low-income families. Increases the family			
income eligibility threshold from 250% to 300% of the federal poverty			
level (FPL) and increases allocation per child from \$7,250 to \$8,500 for			
a full-day program and from \$3,625 to \$4,250 for a part-day program.			
Eliminates \$2.0 million SAF to ISDs for professional development and			
training materials for educators in programs implementing new curricula.			
<u>House</u> concurs with Executive to eliminate \$2.0 million SAF to ISDs for			
professional development and training materials, but maintains the			
current family income eligibility thresholds and per child allocations.			
10. Early Literacy Teacher Coaches (Sec. 35a(4))	Gross	\$7,000,000	\$2,116,800
<u>Executive</u> increases by \$24.5 million SAF for a total of \$31.5 million to	Restricted	7,000,000	2,116,800
increase the number of literacy coaches from 93 to 279. Removes	GF/GP	\$0	\$0
requirement that ISDs provide 50% matching funds and increases state			
funding per coach from \$75,000 to \$112,500.			
<u>House</u> increases by \$2.1 million SAF to a total of \$9.1 million and			
maintains current law for ISD match at 50% and state funding per coach			
capped at \$75,000. Additionally, requires that if an ISD receiving funding			
for early literacy teacher coaches uses an assessment tool that screens			
for signs of dyslexia, the ISD must use the assessment results from that			
assessment tool to identify pupils who demonstrate signs of dyslexia.			
11. Panic Button (Sec. 97) – NEW	Gross	\$0	\$3,800,000
<u>Executive</u> does not include this section.	Restricted	0	0
<u>House</u> provides \$3.8 million GF/GP to implement a statewide pilot	GF/GP	\$0	\$3,800,000
secure schools program and panic button app phone application system			
in public and nonpublic schools.			
12. Michigan Job Bank (Sec. 97b) – NEW	Gross	\$0	\$2,100,000
<u>Executive</u> does not include this section.	Restricted	0	2,100,000
<u>House</u> provides \$2.1 million TIF to develop and maintain a school	GF/GP	\$0	\$0
employee job bank. Provides that \$600,000 is allocated as a work project			
appropriation and may be expended in future fiscal years for			
development and maintenance of the Michigan Job Bank.			
13. Flint Declaration of Emergency (Sec. 11s)	Gross	\$3,230,100	\$4,845,000
<u>Executive</u> increases by \$4.8 million SAF to a total of \$8.1 million,	Restricted	100	8,075,000
including a \$200,000 reduction in the allocation for school nurses,	GF/GP	\$3,230,000	(\$3,230,000)
classroom aides, and school social workers; a \$4.0 million allocation for			
early intervention services for children between 3-5 years of age; a \$1.0			
million allocation to enroll children in GSRP regardless of household			
eligibility requirements; and a \$45,000 increase for the allocation for			
nutritional services. Replaces \$3.2 million GF/GP with a corresponding			
amount of SAF. Maintains additional \$100 appropriation from the			
Drinking Water Declaration of Emergency Reserve Fund.			
<u>House</u> concurs with Executive.			
14. Partnership Model Districts (Sec. 21h)	Gross	\$7,000,000	(\$6,900,000)
<u>Executive</u> maintains \$7.0 million SAF to assist eligible districts in a	Restricted	7,000,000	(6,900,000)
partnership to improve student achievement.	GF/GP	\$0	\$0
<u>House</u> reduces by \$6.9 million SAF to a total of \$100,000.			

Major Budget Changes From FY 2018-19 YTD Appropriations		FY 2018-19 Year-to-Date (as of 3/5/19)	FY 2019-20 House Change
15. Small, Isolated Districts (Sec. 22d) <u>Executive</u> maintains \$6.0 million SAF in supplemental funding, including \$1.0 million for small, isolated districts and \$5.0 million for districts with 7.7 or fewer pupils per square mile. <u>House</u> increases by \$1.0 million to a total of \$7.0 million. Maintains \$1.0 million for small, geographically isolated districts, and includes \$6.0 million (an increase of \$1.0 million) to expand the per-pupil funding formula for districts with 7.7 or fewer pupils per square mile to the following 3-tiered system: districts that have fewer than 8.0 pupils per square mile receive 100% funding, districts with at least 8.0 but fewer than 9.0 pupils per square mile receive 75% funding, and districts with at least 9.0 but fewer than 10.0 pupils per square mile receive 50% funding.	Gross	\$6,000,000	\$1,000,000
	Restricted	6,000,000	1,000,000
	GF/GP	\$0	\$0
16. High School Per Pupil Bonus (Sec. 22n) <u>Executive</u> maintains \$11.0 million SAF for \$25 per pupil payments for high school students to reflect higher costs. <u>House</u> eliminates this section.	Gross	\$11,000,000	(\$11,000,000)
	Restricted	11,000,000	(11,000,000)
	GF/GP	\$0	\$0
17. Strict Discipline Academy Membership (Sec. 25f) <u>Executive</u> eliminates \$1.6 million SAF appropriation for payments to strict discipline academies based on total added costs of educating pupils. <u>House</u> maintains current year appropriation.	Gross	\$1,600,000	\$0
	Restricted	1,600,000	0
	GF/GP	\$0	\$0
18. Promise Zone Funding (Sec. 26c) <u>Executive</u> increases by \$5.4 million SAF to a total of \$8.4 million for districts and ISDs with an approved Promise Zone development plan. A majority of the increase is due to two new zones coming online: City of Detroit (\$3.3 million) and Mason County (\$745,000). <u>House</u> concurs with Executive.	Gross	\$3,000,000	\$5,400,000
	Restricted	3,000,000	5,400,000
	GF/GP	\$0	\$0
19. Local Produce in School Meals (Sec. 31j) <u>Executive</u> maintains current appropriation level to support districts in the purchase of locally grown fruits and vegetables for use in school lunches but revises to permit the 10% of a prosperity region's funding that MDE is allowed to retain for administration to be distributed by MDE to project partners as appropriate. <u>House</u> concurs with Executive.	Gross	\$575,000	\$0
	Restricted	0	0
	GF/GP	\$575,000	\$0
20. School Mental Health and Support Services (Sec. 31n) <u>Executive</u> reduces by \$8.0 million due to the elimination of the train the trainer ISD-based behavioral health team pilot program. Maintains remaining \$23.3 million Gross (\$1.3 million GF/GP) for student mental health supports, but revises fund source for the \$22.0 million from School Mental Health and Support Services Fund to SAF. <u>House</u> reduces by \$6.5 million to \$24.8 million Gross (\$1.3 million GF/GP) and concurs with Executive to revise funds from the School Mental Health and Support Services Fund to SAF. Concurs with Executive to eliminate \$8.0 million for the train the trainer health team pilot program, but increases allocation for behavioral health providers in schools from \$5.0 million to \$6.5 million.	Gross	\$31,300,000	(\$6,500,000)
	Restricted	30,000,000	(6,500,000)
	GF/GP	\$1,300,000	\$0
21. 3-Year-Old Preschool Pilot (Sec. 32e) - NEW <u>Executive</u> does not include this section. <u>House</u> includes \$100 SAF for Kent ISD to conduct a pilot program to evaluate the relative impact of publicly funded preschool education for vulnerable 3-year-old children. Intended as 1 st of 3 years of funding.	Gross	\$0	\$100
	Restricted	0	100
	GF/GP	\$0	\$0

Major Budget Changes From FY 2018-19 YTD Appropriations		FY 2018-19 Year-to-Date (as of 3/5/19)	FY 2019-20 House Change
22. Early Literacy – Michigan Education Corps (Sec. 35a(7)) <u>Executive</u> maintains \$3.0 million GF/GP appropriation for the Michigan Education Corps, but removes the Math Corps as an eligible grant recipient. <u>House</u> maintains current law.	Gross	\$3,000,000	\$0
	Restricted	0	0
	GF/GP	\$3,000,000	\$0
23. Early Literacy – Summer Reading Program (Sec. 35a(8)) <u>Executive</u> eliminates \$500,000 GF/GP appropriation for a summer reading program to slow or prevent summer reading slide. <u>House</u> maintains current year appropriation.	Gross	\$500,000	\$0
	Restricted	0	0
	GF/GP	\$500,000	\$0
24. Early Literacy – Principals Literacy Training (Sec. 35a(10)) – NEW <u>Executive</u> does not include this section. <u>House</u> includes \$300,000 TIF to Gogebic-Ontonagon ISD, in partnership with an association, for providing literacy training, modeling, coaching, and feedback for principals using Pre-K and K-3 essential instructional practices in literacy created by the General Education Leadership Network as the framework for all training.	Gross	\$0	\$300,000
	Restricted	0	300,000
	GF/GP	\$0	\$0
25. Dyslexia Center (Sec. 35b) <u>Executive</u> eliminates \$250,000 GF/GP appropriation to the Children's Choice Initiative to create a multisensory structured language education pilot program to improve reading proficiency rates. <u>House</u> increases by \$100,000 GF/GP to a total of \$350,000.	Gross	\$250,000	\$100,000
	Restricted	0	0
	GF/GP	\$250,000	\$100,000
26. Multisensory Education (Sec. 35c) – NEW <u>Executive</u> does not include this section. <u>House</u> includes a \$100 TIF placeholder for a pilot program to use a multisensory structured reading instruction professional development program to improve reading proficiency rates.	Gross	\$0	\$100
	Restricted	0	100
	GF/GP	\$0	\$0
27. Social-Emotional Learning Pilot (Sec. 35d) – NEW <u>Executive</u> does not include this section. <u>House</u> includes \$500,000 GF/GP to implement a social-emotional learning pilot program in at least 5 districts. Allows MDE to withhold up to 5% of funds for administration of this pilot.	Gross	\$0	\$500,000
	Restricted	0	0
	GF/GP	\$0	\$500,000
28. Alliance of Boys and Girls Clubs (Sec. 35e) - NEW <u>Executive</u> does not include this section. <u>House</u> includes \$100 GF/GP for a grant to the Michigan Alliance of Boys and Girls Clubs to provide early literacy and academic support to youth at-need in the state.	Gross	\$0	\$100
	Restricted	0	0
	GF/GP	\$0	\$100
29. Special Education (Secs. 51a, 51c, 51d, 53a, 54, & 56) <u>Executive</u> increases by \$62.3 million SAF to reflect revised consensus cost estimates for special education costs. Revises fund source from GF/GP to SAF for \$500,000 allocation to ISDs to reimburse costs of ensuring cyber school compliance with special education laws. <u>House</u> concurs with Executive, except adjusts costs down by \$100,000 pursuant to the revised May Consensus Revenue Estimating Conference (CREC) estimates and deletes the \$500,000 allocation to reimburse ISDs under 51a(16).	Gross	\$1,414,696,100	\$61,700,000
	Federal	431,000,000	0
	Restricted	983,196,100	62,200,000
	GF/GP	\$500,000	(\$500,000)
30. Special Education Task Force: MiBLSI (Sec. 54b) <u>Executive</u> replaces \$1.6 million GF/GP with a corresponding amount of SAF to pilot statewide implementation of the Michigan Integrated Behavior and Learning Support Initiative (MiBLSI). <u>House</u> maintains current law.	Gross	\$1,600,000	\$0
	Restricted	0	0
	GF/GP	\$1,600,000	\$0

Major Budget Changes From FY 2018-19 YTD Appropriations		FY 2018-19 Year-to-Date (as of 3/5/19)	FY 2019-20 House Change
31. PLAY Project – Autism Intervention (Sec. 54e) – NEW <u>Executive</u> does not include this section. <u>House</u> includes \$350,000 SAF for a pilot program to train at least 60 Early On providers in the components of evidence-based, parent-implemented models of intervention for the treatment of autism. Requires MDE to conduct an outcome study and report findings to the legislature and allows MDE to use up to 10% of the allocation for administration and management of the pilot.	Gross	\$0	\$350,000
	Restricted	0	350,000
	GF/GP	\$0	\$0
32. Career and Technical Education (CTE) (Sec. 61a) <u>Executive</u> maintains \$36.6 million SAF for added costs for CTE programs. <u>House</u> concurs with Executive.	Gross	\$36,611,300	\$0
	Restricted	36,611,300	0
	GF/GP	\$0	\$0
33. CTE Restaurant Curriculum (Sec. 61a(4)) <u>Executive</u> eliminates \$100,000 GF/GP appropriation for providing the ProStart curriculum to CTE programs in restaurant management and culinary arts. <u>House</u> maintains current year appropriation and adds \$150,000 TIF for a total of \$250,000.	Gross	\$100,000	\$150,000
	Restricted	0	150,000
	GF/GP	\$100,000	\$0
34. CTE Early/Middle Colleges (Sec. 61b) <u>Executive</u> maintains \$8.0 million SAF for CTE early middle colleges or dual enrollment programs. <u>House</u> adds \$2.0 million TIF for a total of \$10.0 million. The additional \$2.0 million allocation increases the allocation for grants to ISDs or consortia of ISDs for the development or expansion of early middle college programs, and revises the cap on grants from \$50,000 to \$150,000 each.	Gross	\$8,000,000	\$2,000,000
	Restricted	8,000,000	2,000,000
	GF/GP	\$0	\$0
35. AdvancED (Sec. 61j) – NEW <u>Executive</u> does not include this section. <u>House</u> includes a \$100 TIF placeholder for a grant to AdvancED to create a continuous improvement system for K-12 education.	Gross	\$0	\$100
	Restricted	0	100
	GF/GP	\$0	\$0
36. Information Technology Education (Sec. 64d) <u>Executive</u> eliminates \$2.3 million GF/GP for a grant to provide information technology education opportunities to students attending districts, ISDs, or PSAs, CTE programs, and Community Colleges. <u>House</u> maintains current year appropriation but revises fund source from GF/GP to TIF. Intended to be 3 rd of 3 years of funding.	Gross	\$2,300,000	\$0
	Restricted	0	2,300,000
	GF/GP	\$2,300,000	(\$2,300,000)
37. Detroit Area PreCollege Engineering Program (Sec. 65) <u>Executive</u> eliminates funding for the Detroit PreCollege Engineering program. <u>House</u> maintains current year appropriation.	Gross	\$400,000	\$0
	Restricted	400,000	0
	GF/GP	\$0	\$0
38. Career Platform (Sec. 67a) – NEW <u>Executive</u> does not include this section. <u>House</u> includes \$80,000 GF/GP for a career exploration pilot program that must be made available to districts and ISDs during the 2019-2020 school year.	Gross	\$0	\$80,000
	Restricted	0	0
	GF/GP	\$0	\$80,000
39. MITES Grant (Sec. 67b) – NEW <u>Executive</u> does not include this section. <u>House</u> includes \$50,000 GF/GP for a grant to the Michigan Industrial Technology Education Society (MITES) to provide industrial and technological education and workforce preparation for students and professional development opportunities and support for teachers.	Gross	\$0	\$50,000
	Restricted	0	0
	GF/GP	\$0	\$50,000

Major Budget Changes From FY 2018-19 YTD Appropriations		FY 2018-19 Year-to-Date (as of 3/5/19)	FY 2019-20 House Change	
40. ISD General Operations Support (Sec. 81)		Gross	\$68,453,000	\$684,600
<u>Executive</u> increases by \$2.4 million SAF for payments to ISDs for general operations. Each ISD would receive 103.5% of its FY 2018-19 funding. <u>House</u> increases by \$684,600 SAF for payments to ISDs for general operations. Each ISD would receive 101.0% of its FY 2018-19 funding.	Restricted	68,453,000	684,600	
	GF/GP	\$0	\$0	
41. Statewide Evaluation Tool (Sec. 95b)		Gross	\$2,500,000	\$2,499,900
<u>Executive</u> eliminates funding for the model value-added growth and projection analytics system. <u>House</u> includes a \$100 placeholder for the statewide evaluation tool.	Restricted	0	0	
	GF/GP	\$2,500,000	\$2,499,900	
42. Teacher Shortage Study (Sec. 97a) - NEW		Gross	\$0	\$300,000
<u>Executive</u> does not include this section. <u>House</u> provides \$300,000 TIF for a study to determine the nature of any teacher shortage in Michigan in order to improve educational opportunities.	Restricted	0	300,000	
	GF/GP	\$0	\$0	
43. DPTV (Sec. 99a) - NEW		Gross	\$0	\$100
<u>Executive</u> does not include this section. <u>House</u> provides \$100 GF/GP for a grant to Detroit Public Television to provide direct services and supports to educators, parents, and caregivers to improve school readiness.	Restricted	0	0	
	GF/GP	\$0	\$100	
44. FIRST Robotics (Sec. 99h)		Gross	\$4,800,000	(\$4,000,000)
<u>Executive</u> reduces by \$1.5 million SAF for grants to districts and ISDs for participation in K-12 events hosted by FIRST Robotics or other competitive robotics programs. Eliminates \$300,000 GF/GP for nonpublic schools to participate in K-12 competitive robotics or Science Olympiad programs. <u>House</u> eliminates \$4.5 million SAF for grants to districts and ISDs. Includes \$800,000 GF/GP (an increase of \$500,000 GF/GP) for nonpublic schools to participate in competitive robotics or Science Olympiad programs and expands to include STEM extracurricular activities.	Restricted	4,500,000	(4,500,000)	
	GF/GP	\$300,000	\$500,000	
45. MiSTEM Network (Sec. 99s)		Gross	\$11,434,300	\$1,735,000
<u>Executive</u> maintains state funding of \$7.6 million SAF and \$300,000 GF/GP, but reflects a reduction in authorized federal funds from \$3.5 million to \$235,000. Re-brands MiSTEM Network to MiSTEAM to account for an additional focus on the arts. Permits MiSTEAM Network to receive private funds. (See Major Boilerplate Changes for Sec. 99s below.) <u>House</u> concurs with Executive to reduce by \$3.3 million Federal and maintain \$300,000 GF/GP, but increases by \$4.0 million SAF and includes an additional \$1.0 million TIF. Increases the allocation for STEM council grants by \$5.0 million to total of \$8.1 million. Does not include MiSTEAM language change. Concurs with Executive to permit the MiSTEM Network to receive private funds. Reduces the amount of a MiSTEM Network region grant that may be retained by a fiscal agent from 5% to 4%. (See Major Boilerplate Changes for Sec. 99s below.)	Federal	3,500,000	(3,265,000)	
	Restricted	7,634,300	5,000,000	
	GF/GP	\$300,000	\$0	
46. Online Algebra Tool (Sec. 99t)		Gross	\$1,500,000	\$0
<u>Executive</u> eliminates funding for statewide access to an online algebra tool. <u>House</u> maintains current year appropriation.	Restricted	0	0	
	GF/GP	\$1,500,000	\$0	

Major Budget Changes From FY 2018-19 YTD Appropriations		FY 2018-19 Year-to-Date (as of 3/5/19)	FY 2019-20 House Change
47. Imagine Learning (Sec. 99u) <u>Executive</u> eliminates funding for an online mathematics tool, an early Spanish language learning tool, and a literacy instruction tool. <u>House</u> maintains current year appropriation. Expands from one online mathematics tool to 1 or more as selected by MDE through a competitive proposal process.	Gross	\$3,000,000	\$0
	Restricted	0	0
	GF/GP	\$3,000,000	\$0
48. Fitness Foundation (Sec. 99w) <u>Executive</u> eliminates funding for the Michigan Fitness Foundation to work with MDE to invest in a physical education curriculum. <u>House</u> decreases appropriation to a \$100 GF/GP placeholder.	Gross	\$500,000	(\$499,900)
	Restricted	0	0
	GF/GP	\$500,000	(\$499,900)
49. Teach for America (Sec. 99x) <u>Executive</u> eliminates funding for Teach for America to host a summer training institute in Detroit, recruit teachers into a master teacher fellowship, and retain a committed alumni community. <u>House</u> increases appropriation by \$500,000 GF/GP to a total of \$800,000.	Gross	\$300,000	\$500,000
	Restricted	0	0
	GF/GP	\$300,000	\$500,000
50. Financial Data Analysis Tools (Sec. 102d) <u>Executive</u> eliminates funding to reimburse districts and ISDs for the licensing of school data analytical tools. <u>House</u> maintains current year appropriation.	Gross	\$1,500,000	\$0
	Restricted	1,500,000	0
	GF/GP	\$0	\$0
51. Education Assessments (Sec. 104) <u>Executive</u> reduces SAF appropriation by \$1.5 million to a total of \$31.1 million SAF and maintains \$6.3 million Federal. Includes a reduction of \$2.5 million SAF to account for the elimination of K-2 benchmark assessments offered under Sec. 104c. Adds \$1.0 million SAF for the Michigan kindergarten entry observation (KEO) tool. Revises the implementation of the KEO tool from districts in prosperity regions 2 to 9 to a representative sample of not less than 35% of the total kindergarten pupils enrolled statewide. Additionally, requires MDE to do both of the following: collaborate with GSRP-funded ISDs to implement a Train the Trainer professional development model on the observation tool; and report the results from the observation tool, including the demonstrated readiness of kindergarten pupils and the effectiveness of GSRP and other state early childhood programs. <u>House</u> reduces total appropriation by \$4.5 million SAF to \$28.0 million SAF and maintains \$6.3 million federal. Eliminates \$1.5 million SAF for the Michigan KEO tool and does not include Executive revisions. Eliminates \$500,000 SAF for an online reporting tool to provide assessment data immediately after scoring. Concurs with Executive to eliminate \$2.5 million SAF for optional K-2 benchmark assessments.	Gross	\$38,759,400	(\$4,500,000)
	Federal	6,250,000	0
	Restricted	32,509,400	(4,500,000)
	GF/GP	\$0	\$0
52. District Assessments (Sec. 104d) <u>Executive</u> eliminates \$9.2 million SAF appropriation for district reimbursements related to the purchase of computer-adaptive tests, diagnostic tools, screening tools, or benchmark assessments. <u>House</u> maintains current year appropriation.	Gross	\$9,200,000	\$0
	Restricted	9,200,000	0
	GF/GP	\$0	\$0

Major Budget Changes From FY 2018-19 YTD Appropriations		FY 2018-19 Year-to-Date (as of 3/5/19)	FY 2019-20 House Change
53. MPSERS (Secs. 147a, 147b, 147c, & 147e)	Gross	\$1,258,439,000	\$87,101,000
<u>Executive</u> increases total state support for K-12 MPSERS costs by \$87.1 million to a total of \$1.4 billion with the following changes:	Restricted	1,257,691,000	87,266,000
	GF/GP	\$748,000	(\$165,000)
- Increases by \$83.9 million Gross (\$35,000 GF/GP) to a total of \$172.1 million Gross (\$83,000 GF/GP) for reimbursements for employer normal cost increases resulting from a reduced assumed rate of return (AROR) from 7.5% to 7.05% due to a dedicated gains policy (Sec. 147a(2)). - Deposits \$40.0 million SAF into the MPSERS Retirement Obligation Reform Reserve Fund (Sec. 147b). - Reduces the state share of the unfunded actuarial accrued liability (UAAL) by \$1.8 million Gross (\$200,000 GF/GP) to a total of \$1.0 billion (Sec. 147c). - Increases by \$5.0 million to a total of \$42.6 million and revises fund source from MPSERS Reform Reserve Fund to SAF for the larger defined contribution for employers and the higher hybrid plan normal costs required under PA 92 of 2017 (Sec. 147e).			
<u>House</u> concurs substantively with Executive: does not include \$40.0 million deposit into the MPSERS Reform Reserve Fund.			
54. Nonpublic School Reimbursement (Sec. 152b)	Gross	\$250,000	(\$150,000)
<u>Executive</u> eliminates funding to reimburse nonpublic schools for the costs of state statutory or administrative rule requirements related to the health, safety, and welfare of students.	Restricted	0	0
<u>House</u> reduces by \$150,000 GF/GP to a total of \$100,000 GF/GP.	GF/GP	\$250,000	(\$150,000)
55. Eliminated Categorical Grants	Gross	\$10,170,000	(\$10,170,000)
<u>Executive and House</u> reduce by \$10.2 million Gross (\$3.3 million GF/GP) by eliminating 15 categorical programs, including the following:	Restricted	6,895,000	(6,895,000)
- Sec. 25g–Dropout Recovery Programs (\$750,000 SAF) - Sec. 25h–Dropout Prevention Grant (\$100,000 SAF) - Sec. 31b–Year-Round Balanced Calendar (\$750,000 SAF) - Sec. 32q–Early Learning Collaborative Partnership (\$175,000 SAF) - Sec. 55–Conductive Learning (\$250,000 GF/GP) - Sec. 61a(5)–CTE Counselors (\$1.0 million SAF) - Sec. 61f–Pipeline 2 Promise (\$200,000 SAF) - Sec. 61g–Energy Tech and Cybersecurity Jobs (\$50,000 SAF) - Sec. 61h–Virtual Reality Skilled Trades (\$1.2 million SAF) - Sec. 64b–Dual Enrollment Incentive Payments (\$1.8 million SAF) - Sec. 74a–School Bus Safety Program (\$810,000 SAF) - Sec. 99v–Dana Center (\$25,000 GF/GP) - Sec. 99y–STEM and Entrepreneurship (\$60,000 SAF) - Sec. 104f–Digital Learning Preparation (\$500,000 GF/GP)	GF/GP	\$3,275,000	(\$3,275,000)
56. Other Major Cost Adjustments	Gross	\$562,200,000	\$56,300,000
<u>Executive</u> revises the following to reflect updated cost estimates:	Federal	523,200,000	14,000,000
- Sec. 11m–Increases cash flow borrowing by \$32.0 million SAF to \$56.0 million. - Sec. 26a–Increases renaissance zone reimbursements by \$300,000 SAF to \$15.3 million. - Sec. 31d–Increases school lunch federal costs by \$14.0 million to \$537.2 million.	Restricted	39,000,000	42,300,000
<u>House</u> concurs with Executive, except increases cash flow borrowing by \$42.0 million SAF to \$66.0 million to reflect May 2019 CREC estimates.	GF/GP	\$0	\$0

Major Budget Changes From FY 2018-19 YTD Appropriations		FY 2018-19 Year-to-Date (as of 3/5/19)	FY 2019-20 House Change
57. Economic Adjustments	Gross	NA	\$118,500
<u>Executive</u> reflects increased costs of \$118,500 Gross (\$100,500 GF/GP) for negotiated salary and wage increases (2.0% ongoing, 2.0% lump sum), actuarially required retirement contributions, worker's compensation, building occupancy charges, and other economic adjustments. <u>House</u> concurs with Executive.	Restricted	NA	18,000
	GF/GP	NA	\$100,500

Major Boilerplate Changes From FY 2018-19

Sec. 6. Pupil Membership Definitions – REVISED

Executive strikes provision allowing a pupil in a dropout recovery program to be counted as more than 1.0 FTE position and paid under Sec. 25g (Sec. 25g is repealed). House concurs with Executive.

Sec. 15. State Aid Allocation Adjustments – REVISED

Executive revises the period of time MDE may spread deductions resulting from an audit from 9 to 4 years. Adds requirement that if MDE bases an adjustment under this section on a finding that a district or ISD employed an educator in violation of certification requirements, MDE shall prorate the adjustment according to the period of noncompliance. Revises the period of time MDE may conduct audits of funding received under the Act from the preceding fiscal year to the preceding 3 fiscal years. House concurs with Executive.

Sec. 17c. Grant Process Timeline – RETAINED

Executive repeals this section, which requires that MDE do the following for grants distributed by the department, unless otherwise specified: open grant application and provide lists of grants and schedules to districts, ISDs, and on MDE website by September 1; and publish grant awards by December 1. The section also requires information on non-federal grants to be placed on the August State Board agenda. House maintains current law.

Sec. 22p. Partnership District Discretionary Payment – RETAINED

Executive repeals this section, which requires that for a district with a signed partnership agreement to receive funding under Sec. 22b it meet the following: include measurable academic outcomes to be achieved after 18 and 36 months; and include accountability measures, including school closure or reconstitution, to be imposed if district fails to meet outcomes. House maintains current law.

Sec. 25e. Pupil Count Transfer Process – REVISED

Executive strikes legislative intent that CEPI determine the number of pupils who, between the October 2018 count day and the February 2019 supplemental count day, moved into the state and enrolled in a district or ISD, or moved out of the state after being counted in membership. House concurs with Executive.

Sec. 28(4). Weighted Allocations – Economically Disadvantaged – NOT INCLUDED

Executive requires districts to comply with Sec. 31a to receive funding. Adds that districts must use funds show progress toward the following goals: provide at least 1 tutor per 100 economically disadvantaged pupils; provide at least 1 pupil support position (including behavior specialists, reading support experts, and counselors) per 125 economically disadvantaged pupils; provide at least 1 summer school teaching position per 120 economically disadvantaged pupils; expand professional development opportunities for teachers; and provide additional supports for students on the completion of the Free Application for Federal Student Financial Aid (FAFSA). House does not include this section.

Sec. 28(5). Weighted Allocations – Career and Technical Education (CTE) – NOT INCLUDED

Executive states intent that payments under this section are to support hiring of additional CTE staff and career counselors; to update and maintain facilities, equipment, and materials related to CTE programming; and to expand the number of CTE programs available to students. House does not include this section.

Major Boilerplate Changes From FY 2018-19

Sec. 31a. At-Risk Pupil Support – REVISED

Executive requires school security funded under this section to align with the district's needs assessment and multi-tiered system of supports (MTSS) model. House concurs.

Executive requires schoolwide reforms funded under this section to consist of Tier I, evidence-based practices, defined as research-based instruction and classroom interventions that are available to all learners and effectively meet the needs of most students. House concurs.

Executive revises from allowing 5% of funds to allowing 10% of funds to go toward implementing a coaching model that supports MTSS or to provide professional development related to implementing MTSS or implementing MCL 380.1280f (3rd grade reading legislation). House maintains current law.

Executive maintains requirement that districts expend a proportion of funds on tutoring or other methods of improving proficiency if at least 50% of at-risk pupils in the applicable grade are not proficient in or do not achieve at least one year's growth in English language arts by the end of 3rd grade or math by the end of 8th grade, or are not career- and college-ready by the end of 11th grade, except revises from "at-risk pupils" to "economically disadvantaged pupils" in the applicable grades and strikes language on achieving at least one year's growth. Also replaces "tutoring" with "interventions." House deletes the entire requirement.

Sec. 32p. Early Childhood Block Grants – RETAINED

Executive removes requirement that ISDs report on the change in the number of pupils retained at grade level and the change in the number of pupils receiving special education services. Adds requirement that ISDs show that positive parenting practices were improved, that there was improved family economic self-sufficiency, and that community resources were utilized. House maintains current law.

Sec. 35a. Early Literacy – RETAINED

Executive adds the following requirements for the ISD receiving a \$1.0 million SAF grant for Literacy Essentials: implement adult literacy essentials training, including outlining practices to increase Michigan's capacity and creating professional development to implement these practices; in collaboration with the department of Talent and Economic Development (TED), implement improved processes to connect state residents to adult literacy opportunities, including a toll-free number and easy-to-navigate website. House maintains current law.

Sec. 99s. MiSTEM Council – RETAINED

Executive re-brands the MiSTEM Network to MiSTEAM to account for an additional focus on arts. Revises the number of voting members on the MiSTEAM Advisory Council by reducing from 11 to 9 the number of members who represent business sectors, adding 2 members from the Michigan Council for Arts and Cultural Affairs, and adding 1 ex-officio member. Adds arts to the list of areas in which the MiSTEAM Advisory Council shall approve at least 1 program. House maintains current law.

Sec. 101. Eligibility to Receive State Aid – REVISED

Executive revises to allow a district to count up to 38 hours of professional development for teachers as hours of instruction, which was prohibited after FY 2014-15 unless a collective bargaining agreement specified otherwise. Adds that qualifying professional development may be counted as a day of pupil instruction if it exceeds 5 hours in a single day. Adds that 8 hours of qualifying professional development counted as hours of pupil instruction under this section must be recommended by a district-wide professional development advisory committee, which must be appointed by the district's school board and include teaching and non-teaching staff, parents, and administrators. House concurs with Executive, except revises from counting over 5 hours of professional development in a single day as a day of pupil instruction to 6 hours.

Executive revises definition of "qualifying professional development" to professional development that meets all of the following: (a) is aligned to school or district improvement plan; (b) is linked to criteria in the evaluation tool developed or adopted by the district; (c) has been approved by MDE as counting for continuing education clock hours; (d) will occur after the first scheduled day of school and before the last scheduled day of school, with no more than 10 hours in a single month; and (e) has at least 75% of teachers scheduled to participate in the professional development in attendance. House concurs with Executive, but revises from requiring qualifying professional development to occur after the first day and before the last day to requiring not more than 4 hours of professional development to take place before the first day and not more than 4 hours to take place after the last day.

Major Boilerplate Changes From FY 2018-19

Sec. 104b. Michigan Merit Examination (MME) – REVISED

Executive strikes the requirement that MDE include scores for the statewide assessment and graduation rates for consortium pupils with the scores for the school building in the participating district in which the consortium pupil is enrolled or would otherwise attend. A consortium pupil is defined as a pupil who enrolled or participated in a district or program operated as a consortium or under a cooperative arrangement formed by two or more districts or ISDs, including but not limited to a consortium or cooperative arrangement operated as a program, a shared educational entity, a specialized education entity, or a special education center program. House concurs with Executive.

Sec. 104c. State Student Assessments – REVISED

Executive strikes the requirement that MDE offer benchmark assessments in the fall and spring to measure ELA and math in grades kindergarten through 2nd grade. House concurs with Executive.

Sec. 160. Labor Day Waiver Hearing – DELETED

Executive maintains requirement that a district or ISD applying for a pre-Labor Day start waiver must have a public hearing before the waiver is granted, but strikes requirement that MDE participate in the public hearing. House repeals this section.

Sec. 166. Disciplinary Policy for Abortion Referral – DELETED

Executive maintains current law that requires a district or ISD to adopt a disciplinary policy, including financial penalties, for violations of MCL 380.1507 or for making abortion referrals. Districts and ISDs must adopt a policy by October 1, 2019 or forfeit \$100,000 of state aid. House repeals this section.

SCHOOL AID LINE ITEM SUMMARY



Sec.		FY 2018-19			FY 2019-20		FY 2019-20	
		FY 19 PA 586 of 2018	Change from YTD	FY 19 Exec Rec Revised	Change from FY 19 YTD	FY 20 Exec	Change from FY 19 YTD	FY 20 House
11j	School Bond Redemption Fund	\$125,500,000		\$125,500,000		\$125,500,000		\$125,500,000
11m	Cash Flow Borrowing Costs	\$24,000,000	\$19,000,000	\$43,000,000	\$32,000,000	\$56,000,000	\$42,000,000	\$66,000,000
11s	Flint Declaration of Emergency	\$3,230,100		\$3,230,100	\$4,845,000	\$8,075,100	\$4,845,000	\$8,075,100
20f	Categorical Offset Payments	\$18,000,000		\$18,000,000		\$18,000,000		\$18,000,000
21h	Partnership Model Districts	\$7,000,000		\$7,000,000		\$7,000,000	(\$6,900,000)	\$100,000
22a	Foundations: Proposal A Obligation Payment	\$5,107,000,000	(\$58,000,000)	\$5,049,000,000	(\$154,000,000)	\$4,953,000,000	(\$164,000,000)	\$4,943,000,000
22b	Foundations: Discretionary Payment	\$4,324,000,000	(\$29,000,000)	\$4,295,000,000	\$149,000,000	\$4,473,000,000	\$156,000,000	\$4,480,000,000
22d	Isolated District Funding	\$6,000,000		\$6,000,000		\$6,000,000	\$1,000,000	\$7,000,000
22m	Technology Regional Data Hubs	\$2,200,000		\$2,200,000		\$2,200,000		\$2,200,000
22n	High School Per Pupil Bonus	\$11,000,000		\$11,000,000		\$11,000,000	(\$11,000,000)	\$0
24	Court-Placed Pupils	\$7,150,000		\$7,150,000		\$7,150,000		\$7,150,000
24a	Juvenile Detention Facility Programs	\$1,355,700		\$1,355,700		\$1,355,700		\$1,355,700
24c	Youth ChalleNGe Program	\$1,625,400		\$1,625,400	(\$1,625,400)	\$0	(\$1,625,400)	\$0
25f	Strict Discipline Academy	\$1,600,000		\$1,600,000	(\$1,600,000)	\$0		\$1,600,000
25g	Dropout Recovery Programs	\$750,000		\$750,000	(\$750,000)	\$0	(\$750,000)	\$0
25h	Jobs for Michigan Grads	\$100,000		\$100,000	(\$100,000)	\$0	(\$100,000)	\$0
26a	Renaissance Zone Reimbursement	\$15,000,000	(\$1,200,000)	\$13,800,000	\$300,000	\$15,300,000	\$300,000	\$15,300,000
26b	PILT Reimbursement	\$4,405,100		\$4,405,100		\$4,405,100		\$4,405,100
26c	Promise Zone Funding	\$3,000,000	\$400,000	\$3,400,000	\$5,400,000	\$8,400,000	\$5,400,000	\$8,400,000
28(3)	Weighted Allocations - Special Education - NEW	\$0		\$0	\$120,000,000	\$120,000,000		\$0
28(4)	Weighted Allocations - Econ. Disadv. - NEW	\$0		\$0	\$619,000,000	\$619,000,000		\$0
28(5)	Weighted Allocations - CTE - NEW	\$0		\$0	\$55,000,000	\$55,000,000		\$0
31a	At-Risk Pupil Support	\$499,000,000		\$499,000,000	(\$499,000,000)	\$0		\$499,000,000
31a(7)	School Based Health Centers	\$6,057,300		\$6,057,300		\$6,057,300		\$6,057,300
31a(8)	Hearing and Vision Screening	\$5,150,000		\$5,150,000		\$5,150,000		\$5,150,000
31a(16)	At-Risk Pupil Hold Harmless	\$18,000,000		\$18,000,000	(\$18,000,000)	\$0		\$18,000,000
31b	Year-Round Instruction Grants	\$750,000		\$750,000	(\$750,000)	\$0	(\$750,000)	\$0
31d	State School Lunch Programs	\$23,144,000		\$23,144,000		\$23,144,000		\$23,144,000
31d	Federal School Lunch Programs	\$523,200,000		\$523,200,000	\$14,000,000	\$537,200,000	\$14,000,000	\$537,200,000
31f	School Breakfast Program	\$4,500,000		\$4,500,000		\$4,500,000		\$4,500,000
31j	Local Produce in School Meals	\$575,000		\$575,000		\$575,000		\$575,000
31n	School Mental Health and Support Services	\$31,300,000		\$31,300,000	(\$8,000,000)	\$23,300,000	(\$6,500,000)	\$24,800,000
31p	Hydration Stations - NEW	\$0	\$61,500,000	\$61,500,000		\$0		\$0
32d	Great Start Readiness Program	\$244,900,000		\$244,900,000	\$84,000,000	\$328,900,000	(\$2,000,000)	\$242,900,000
32e	3-year-old Preschool Pilot - NEW	\$0		\$0		\$0	\$100	\$100
32p	Early Childhood Block Grants	\$13,400,000		\$13,400,000		\$13,400,000		\$13,400,000
32q	Early Learning Cooperative	\$175,000		\$175,000	(\$175,000)	\$0	(\$175,000)	\$0
35a(4)	Early Literacy Teacher Coaches	\$7,000,000		\$7,000,000	\$24,500,000	\$31,500,000	\$2,116,800	\$9,116,800
35a(5)	Early Literacy Added Instructional Time	\$19,900,000		\$19,900,000		\$19,900,000		\$19,900,000
35a(7)	Early Literacy - Michigan Education Corps	\$3,000,000		\$3,000,000		\$3,000,000		\$3,000,000
35a(8)	Summer Reading Project	\$500,000		\$500,000	(\$500,000)	\$0		\$500,000
35a(9)	Literacy Essentials	\$1,000,000		\$1,000,000		\$1,000,000		\$1,000,000
35a(10)	Literacy Essentials - GELN - NEW	\$0		\$0		\$0	\$300,000	\$300,000
35b	District and Dyslexia Center Collaboration Grant	\$250,000		\$250,000	(\$250,000)	\$0	\$100,000	\$350,000
35c	Multisensory education - NEW	\$0		\$0		\$0	\$100	\$100
35d	Social-Emotional Learning Pilot - NEW	\$0		\$0		\$0	\$500,000	\$500,000
35e	Alliance of Boys and Girls Clubs - NEW	\$0		\$0		\$0	\$100	\$100
39a(1)	Federal NCLB/ESSA Grant Funds	\$730,600,000		\$730,600,000	(\$5,000,000)	\$725,600,000	(\$5,000,000)	\$725,600,000
39a(2)	Other Federal Funding	\$51,200,000		\$51,200,000	(\$2,100,000)	\$49,100,000	(\$2,100,000)	\$49,100,000
41	English Language Learner Grants	\$6,000,000		\$6,000,000		\$6,000,000		\$6,000,000
51a(1)	Special Education - Federal Reimbursement	\$370,000,000		\$370,000,000		\$370,000,000		\$370,000,000
51a(2)	Special Ed ISD Foundation and Costs	\$273,100,000	\$13,700,000	\$286,800,000	\$24,700,000	\$297,800,000	\$24,700,000	\$297,800,000
51a(3)	Special Ed ISD Hold Harmless Payment	\$1,300,000	(\$100,000)	\$1,200,000	(\$300,000)	\$1,000,000	(\$300,000)	\$1,000,000
51a(6)	Special Ed Admin Rules Changes	\$2,200,000		\$2,200,000		\$2,200,000		\$2,200,000
51a(11)	Special Ed Foundations for Non Sec. 52 to ISDs	\$3,400,000	(\$500,000)	\$2,900,000	(\$600,000)	\$2,800,000	(\$600,000)	\$2,800,000
51a(16)	Special Ed ISD Compliance Reimbursement	\$500,000		\$500,000		\$500,000	(\$500,000)	\$0
51c	Special Ed Headlee Obligation (Durant)	\$651,000,000	\$12,500,000	\$663,500,000	\$38,500,000	\$689,500,000	\$38,400,000	\$689,400,000
51d	Special Education - Other Federal Grants	\$61,000,000		\$61,000,000		\$61,000,000		\$61,000,000
53a	Special Ed for Court Placed Pupils	\$10,500,000		\$10,500,000		\$10,500,000		\$10,500,000
54	Special Ed Michigan School Blind/Deaf	\$1,688,000		\$1,688,000		\$1,688,000		\$1,688,000
54b	Special Education Task Force Reforms (MiBLSI)	\$1,600,000		\$1,600,000		\$1,600,000		\$1,600,000
54d	Spec. Ed. Task Force - Early On	\$5,000,000		\$5,000,000		\$5,000,000		\$5,000,000
54e	PLAY Project - Autism Intervention - NEW	\$0		\$0		\$0	\$350,000	\$350,000
55	Conductive Learning Study	\$250,000		\$250,000	(\$250,000)	\$0	(\$250,000)	\$0
56	Special Ed ISD Millage Equalization	\$40,008,100		\$40,008,100		\$40,008,100		\$40,008,100
61a	Career & Tech Ed Programs	\$37,711,300		\$37,711,300	(\$1,100,000)	\$36,611,300	(\$850,000)	\$36,861,300
61b	Career & Tech Ed Early/Middle College	\$8,000,000		\$8,000,000		\$8,000,000	\$2,000,000	\$10,000,000
61c	Career & Tech Ed Equipment	\$2,500,000		\$2,500,000	(\$2,500,000)	\$0	\$24,349,800	\$26,849,800
61d	CTE Incentive Payment	\$5,000,000		\$5,000,000	(\$5,000,000)	\$0	\$10,000,000	\$15,000,000
61f	Pipeline 2 Promise	\$200,000		\$200,000	(\$200,000)	\$0	(\$200,000)	\$0
61g	Energy Technology and Cybersecurity Jobs	\$50,000		\$50,000	(\$50,000)	\$0	(\$50,000)	\$0
61h	Virtual Skilled Trades	\$1,200,000		\$1,200,000	(\$1,200,000)	\$0	(\$1,200,000)	\$0

SCHOOL AID LINE ITEM SUMMARY



Sec.		FY 2018-19			FY 2019-2020		FY 2019-2020	
		FY 19 PA 586 of 2018	Change from YTD	FY 19 Exec Rec Revised	Change from FY 19 YTD	FY 20 Exec	Change from FY 19 YTD	FY 20 House
61j	AdvancED - NEW	\$0		\$0		\$0	\$100	\$100
62	ISD Career & Tech Ed Millage Equalization	\$9,190,000		\$9,190,000		\$9,190,000		\$9,190,000
64b	Dual Enrollment Incentive Payments	\$1,750,000		\$1,750,000	(\$1,750,000)	\$0	(\$1,750,000)	\$0
64d	Information Technology Certifications	\$2,300,000		\$2,300,000		\$0		\$2,300,000
65	Detroit PreCollege Engineering	\$400,000		\$400,000	(\$400,000)	\$0		\$400,000
67	Career and College Readiness Tools	\$3,000,000		\$3,000,000		\$3,000,000		\$3,000,000
67a	District Career Exploration Pilot - NEW	\$0		\$0		\$0	\$80,000	\$80,000
67b	MITES - NEW	\$0		\$0		\$0	\$50,000	\$50,000
74	School Bus Driver Safety Instruction	\$2,025,000		\$2,025,000		\$2,025,000		\$2,025,000
74	School Bus Inspections	\$1,729,900		\$1,729,900	\$18,000	\$1,747,900	\$18,000	\$1,747,900
74a	School Bus Safety Program	\$810,000		\$810,000	(\$810,000)	\$0	(\$810,000)	\$0
81	ISD General Operations Support	\$68,453,000		\$68,453,000	\$2,396,000	\$70,849,000	\$684,600	\$69,137,600
94	AP/IB Incentive Program	\$1,000,000		\$1,000,000		\$1,000,000		\$1,000,000
94a	Center for Educational Performance and Information	\$16,356,700		\$16,356,700	\$100,500	\$16,457,200	\$100,500	\$16,457,200
94a	Center for Educational Performance and Info - Federal	\$193,500		\$193,500		\$193,500		\$193,500
95b	Statewide Evaluation Tool	\$2,500,000		\$2,500,000	(\$2,500,000)	\$0	(\$2,499,900)	\$100
97	Secure Schools - Panic Button App - NEW	\$0		\$0		\$0	\$3,800,000	\$3,800,000
97a	Teacher Shortage Study - NEW	\$0		\$0		\$0	\$300,000	\$300,000
97b	Michigan Job Bank - NEW	\$0		\$0		\$0	\$2,100,000	\$2,100,000
98	Michigan Virtual University	\$7,387,500		\$7,387,500		\$7,387,500		\$7,387,500
99a	Detroit Public Television - NEW	\$0		\$0		\$0	\$100	\$100
99h	FIRST Robotics	\$4,800,000		\$4,800,000	(\$1,800,000)	\$3,000,000	(\$4,000,000)	\$800,000
99s(2)(3)	MISTEM Council and Grants	\$3,050,000		\$3,050,000		\$3,050,000	\$5,000,000	\$8,050,000
99s(4)	MISTEM Grants - Math and Science Centers - Federal	\$3,500,000		\$3,500,000	(\$3,265,000)	\$235,000	(\$3,265,000)	\$235,000
99s(4)(6)	MISTEM Centers Transition	\$4,584,300		\$4,584,300		\$4,584,300		\$4,584,300
99s(11)	MISTEM Executive Director	\$300,000		\$300,000		\$300,000		\$300,000
99t	Online Algebra Tool	\$1,500,000		\$1,500,000	(\$1,500,000)	\$0		\$1,500,000
99u	Imagine Learning	\$3,000,000		\$3,000,000	(\$3,000,000)	\$0		\$3,000,000
99v	Dana Center	\$25,000		\$25,000	(\$25,000)	\$0	(\$25,000)	\$0
99w	Fitness Foundation	\$500,000		\$500,000	(\$500,000)	\$0	(\$499,900)	\$100
99x	Teach for America	\$300,000		\$300,000	(\$300,000)	\$0	\$500,000	\$800,000
99y	STEM and Entrepreneurship	\$60,000		\$60,000	(\$60,000)	\$0	(\$60,000)	\$0
102d	Financial Data Analysis Tools	\$1,500,000		\$1,500,000	(\$1,500,000)	\$0		\$1,500,000
104	Education Assessments - State	\$32,509,400		\$32,509,400	(\$1,500,000)	\$31,009,400	(\$4,500,000)	\$28,009,400
104	Education Assessments - Federal	\$6,250,000		\$6,250,000		\$6,250,000		\$6,250,000
104d	Computer Adaptive Test	\$9,200,000		\$9,200,000	(\$9,200,000)	\$0		\$9,200,000
104f	Digital Learning Prep	\$500,000		\$500,000	(\$500,000)	\$0	(\$500,000)	\$0
107	Adult Education	\$30,500,000		\$30,500,000		\$30,500,000		\$30,500,000
147a(1)	MPERS Cost Offset	\$100,000,000		\$100,000,000		\$100,000,000		\$100,000,000
147a(2)	MPERS Normal Cost Offset	\$88,139,000		\$88,139,000	\$83,930,000	\$172,069,000	\$83,930,000	\$172,069,000
147c	MPERS State Share of Unfunded Liability Payments	\$1,032,700,000		\$1,032,700,000	(\$1,800,000)	\$1,030,900,000	(\$1,800,000)	\$1,030,900,000
147e	MPERS SB 401 Added Costs	\$37,600,000	(\$7,600,000)	\$30,000,000	\$4,971,000	\$42,571,000	\$4,971,000	\$42,571,000
152a	Adair - Database Payment	\$38,000,500		\$38,000,500		\$38,000,500		\$38,000,500
152b	Nonpublic School Reimbursement	\$250,000		\$250,000	(\$250,000)	\$0	(\$150,000)	\$100,000
TOTAL APPROPRIATIONS		\$14,844,588,800	\$10,700,000	\$14,855,288,800	\$526,650,100	\$15,371,238,900	\$203,186,000	\$15,047,774,800
REVENUE BY SOURCE								
Federal Aid		\$1,745,943,500	\$0	\$1,745,943,500	\$3,635,000	\$1,749,578,500	\$3,635,000	\$1,749,578,500
School Aid Fund		\$12,876,825,200	\$42,600,000	\$12,919,425,200	\$627,835,100	\$13,504,660,300	\$261,371,000	\$13,138,196,200
MPERS retirement obligation reform Reserve Fund		\$31,900,000	(\$31,900,000)	\$0	(\$31,900,000)	\$0	(\$31,900,000)	\$0
Community District Trust Fund/Other Restricted Fund		\$72,000,100	\$0	\$72,000,100	\$0	\$72,000,100	\$0	\$72,000,100
School Mental Health and Support Services Fund		\$30,000,000	\$0	\$30,000,000	(\$30,000,000)	\$0	(\$30,000,000)	\$0
Marshall Plan - Talent Investment Fund		\$0	\$0	\$0	\$0	\$0	\$40,000,000	\$40,000,000
General Fund/General Purpose		\$87,920,000	\$0	\$87,920,000	(\$42,920,000)	\$45,000,000	(\$39,920,000)	\$48,000,000
TOTAL REVENUE		\$14,844,588,800	\$10,700,000	\$14,855,288,800	\$526,650,100	\$15,371,238,900	\$203,186,000	\$15,047,774,800

SCHOOL AID FUND (SAF) BALANCE SHEET
FYs 2019, 2020, 2021: MAY 2019 CREC
(Dollars in Millions)

	FY 2018-19 YTD	FY 2019-20 House Budget	FY 2020-21 House Baseline
TOTAL BEGINNING BALANCE	\$320.5	\$51.3	\$184.7
ESTIMATED REVENUE			
SCHOOL AID FUND (SAF) REVENUE			
JAN 2019 Revenue Estimates - CREC	\$13,550.5	\$13,926.7	\$14,264.4
MAY 2019 CREC adjustments	(68.2)	(86.9)	(84.9)
Removal of Sales Tax on Fuel (FY20 - 4% & FY21 - 6%)	0.0	(325.6)	(627.0)
Adjust Income Tax earmark (Wayfair)	0.0	171.9	177.4
Subtotal: SAF Revenue	\$13,482.3	\$13,686.1	\$13,729.9
OTHER REVENUE ADJUSTMENTS			
General Fund/General Purpose (GF/GP) Grant	\$87.9	\$48.0	\$45.0
Detroit Public Schools Trust Fund	72.0	72.0	72.0
MPSERS retirement obligation reform reserve fund	31.9	0.0	0.0
School mental health and support services fund	30.0	0.0	0.0
Talent Investment Fund	0.0	40.0	0.0
Federal Aid	1,745.9	1,749.6	1,749.6
Subtotal: Other Revenue	\$1,967.7	\$1,909.6	\$1,866.6
TOTAL REVENUE	\$15,450.0	\$15,595.7	\$15,596.5
ESTIMATED EXPENDITURES			
ESTIMATED SCHOOL AID EXPENDITURES			
FY 2019 YTD - FY 2020 and FY 2021 House Proposal	\$14,844.6	\$15,047.6	\$15,122.2
Lapses and Consensus Cost Revisions	(33.7)	0.0	0.0
Subtotal: SCHOOL AID EXPENDITURES	\$14,810.9	\$15,047.6	\$15,122.2
Community Colleges	\$408.2	\$414.7	\$426.2
Higher Education	\$500.1	\$0.0	\$0.0
Subtotal: Post Secondary Expenditures	\$908.3	\$414.7	\$426.2
TOTAL EXPENDITURES	\$15,719.2	\$15,462.3	\$15,548.4
Current Year: Revenues - Expenditures	(269.2)	\$133.4	\$48.1
TOTAL ENDING BALANCE	\$51.3	\$184.7	\$232.8