



Foundation Allowance Changes Since Proposal A

Fiscal Years 1993-94 through 2009-10

<u>Fiscal Year</u>	<u>Minimum (Min.)</u>	<u>Basic (Becomes Min.)</u>	<u>Growth in Basic/Min.</u>	<u>Hold Harmless Threshold (H.H.)</u>	<u>Difference H.H. - Min.</u>	<u>Difference Maximum****</u>	<u>Difference Max - Min</u>
1993-94	\$2,762	n/a	n/a	n/a	n/a	\$10,294	\$7,532
1994-95	4,200	5,000	n/a	6,500	2,300	10,454	6,254
1995-96	4,506	5,153	153	6,653	2,147	10,607	6,101
1996-97	4,816	5,308	155	6,808	1,992	10,762	5,946
1997-98	5,124	5,462	154	6,962	1,838	10,916	5,792
1998-99	5,170	5,462	0	6,962	1,792	10,916	5,746
1999-2000	5,700	5,700	238	7,200	1,500	11,154	5,454
2000-01	6,000	6,000	300	7,500	1,500	11,454	5,454
2001-02	6,500	6,500*	500	7,800	1,300	11,754	5,254
2002-03**	6,700	6,700	200	8,000	1,300	11,954	5,254
2003-04**	6,700	6,700	0	8,000	1,300	11,954	5,254
2004-05	6,700	6,700	0	8,000	1,300	11,954	5,254
2005-06	6,875	6,875	175	8,175	1,300	12,129	5,254
2006-07***	7,108	7,108	233	8,385	1,277	12,339	5,231
2007-08	7,204	7,204	96	8,433	1,229	12,387	5,183
2008-09	7,316	7,316	112	8,489	1,173	12,443	5,127
2009-10 Enacted*****	7,316	7,316	0	8,489	1,173	12,324	5,008

* For FY 2001-02, the Basic Foundation Allowance was actually \$6,300. However, a \$200 per pupil Equity Payment was subsequently built into the base for that year.

**Proration occurred in FYs 2002-03 and 2003-04, which did not statutorily reduce the foundation allowance, but which reduced per-pupil funding by approximately \$74 each year. FY '10 proposed proration of \$127

*** For FY 2006-07, the Basic Foundation Allowance was actually \$7,085, but a \$23 per-pupil equity payment was appropriated and built into the base, which shrunk the gap by \$23.

**** This Maximum is for Bloomfield Hills, the highest per-pupil funded district with a standard-sized pupil population. (Two districts with fewer than 10 pupils have higher per-pupil allowances.)

***** FY 2009-10 reduces total state funding by \$165 per pupil, but doesn't statutorily reduce the foundation allowance, so the numbers shown in the table don't reflect the \$165 per pupil cut. Also, for FY 2009-10, the Governor has issued a proration letter of \$127 per pupil effective Nov 22, 2009 in the absence of new revenues. This proposed proration also is not reflected above. The veto of Sec. 20j is illustrated for FY '09-10