



APPROPRIATION LINE ITEM AND BOILERPLATE HISTORY

K-12 SCHOOL AID PART 1: LINE ITEM DETAIL

2011 PA 62
FY 2011-12
Year-to-Date

Sec. 11 APPROPRIATION SUMMARY

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| 1. <u>Unclassified full-time equated (FTE) positions</u> - Positions that are exempted from the classified State civil service pursuant to Article XI, Section 5 of the Michigan Constitution. | N/A |
| 2. <u>Classified FTE positions</u> - All positions in State service unless exempted by Article XI, Section 5 of the Michigan Constitution. One FTE position equals 2,088 hours. | N/A |
| 3. <u>GROSS APPROPRIATION</u> - Total appropriations | \$12,659,072,900 |
| 4. <u>Interdepartmental grants (IDG)</u> - Funds that are also appropriated in other budgets. These funds are categorized as IDGs in the Department that spends the funds and are therefore subtracted from the Gross Appropriation to avoid double counting total statewide appropriations. | N/A |
| 5. <u>ADJUSTED GROSS APPROPRIATION</u> - Gross appropriations less IDGs. | 12,659,072,900 |
| 6. <u>Federal revenue (on-going)</u> - Funding allocated to the State by the Federal government that is not temporary in nature. | 1,653,331,800 |
| 8. <u>Local revenue</u> - Funds paid by local units of government that support State services and programs. | N/A |
| 9. <u>Private revenue</u> - Available appropriated funds from private sources, including funding from non-governmental agencies. | N/A |
| 10. <u>State restricted revenue</u> - Revenue earmarked for a specific purpose by the State Constitution, statute, or appropriation bill. Restricted revenue for school aid is generally referred to as the School Aid Fund (SAF). | 10,887,098,700 |
| 11. <u>State general fund/general purpose</u> - Revenue that has no constitutional or statutory restrictions on how it is used. Approximately 90% of the general fund/general purpose (GF/GP) revenue is derived from the income, single business, insurance, sales, and use taxes. | 118,642,400 |
| 12. <u>Payments to locals</u> - State appropriations from GF/GP or State restricted revenues that will be allocated to local units of government. For school aid purposes, local school districts and intermediate school districts (ISD) are considered local units of government. | 10,872,741,100 |

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Sec. 11g - DURANT V. STATE OF MICHIGAN NON-PLAINTIFFS' DEBT SERVICE PAYMENT

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| 1. | <u>Appropriation</u> | \$39,000,000 |
| 2. | <u>Purpose of Appropriation</u> | |
| | <p>This section pays monies to local and intermediate school districts that were not plaintiffs in the <i>Durant v. State of Michigan</i> case decided by the Michigan Supreme Court in July 1997.</p> <p>A district may issue bonds through Michigan Municipal Bond Authority under language in Section 11i for one-half of its settlement amount. The appropriation pays the debt service (principal, interest, and cost of issuance) of those bonds. Bond proceeds can be used for any construction, renovation, or other purposes described in Section 1351a of the Revised School Code. Bond proceeds became available on or after November 15, 1998.</p> <p>A district that does not issue bonds may receive instead an annual cash payment equal to 1/30th of the settlement amount. Cash payments can only be used for the following, listed in order of priority: (1) to pay debt service on previously issued, voter-approved bonds, (2) to pay debt service on other limited tax obligations, or (3) for deposit into a sinking fund.</p> <p>Payments will be made annually on May 15 or on the next business day. These bonds will be paid off by the end of the 2014-15 fiscal year.</p> | |
| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$39,000,000 |

Sec. 11j - SCHOOL BOND LOAN FUND PAYMENTS

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| 1. | <u>Appropriation</u> | \$93,575,300 |
| 2. | <u>Purpose of Appropriation</u> | |
| | <p>To make payments to the school bond loan redemption fund in the Department of Treasury for debt service payments on behalf of districts and ISDs that have borrowed through the School Bond Loan Fund program. Prior to FY 2002-03, this program was funded in the Department of Treasury budget.</p> | |
| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$93,575,300 |

Sec. 11m - CASH-FLOW BORROWING

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|----|--|--------------|
| 1. | <u>Appropriation</u> | \$20,000,000 |
| 2. | <u>Purpose of Appropriation</u> | |
| | <p>To make payments on behalf of districts and ISDs for fiscal year cash-flow borrowing costs related to the State School Aid Fund. Prior to FY 2006-07, this program was funded in the Department of Treasury budget.</p> | |
| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$20,000,000 |

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Sec. 20 - FOUNDATION ALLOWANCE

- 1. Appropriation N/A
- 2. Purpose of Appropriation

This section is for **calculation of foundation allowances only** (and not for the payment of per-pupil funding). A foundation allowance is a per-pupil amount that is determined for each local school district. When Proposal A was first implemented in FY 1994-95, the foundation allowance for local school districts was calculated based on the amount of eligible State and local revenue per pupil a district received in FY 1993-94. Since then, the foundation allowance has been adjusted by adding a per-pupil amount to a district's foundation allowance according to the formula provided in the School Aid Act.

In addition, the basic foundation allowance is the foundation allowance that is used to determine the amount of increase each year. Prior to FY 1999-2000, some districts were below the basic foundation allowance and received a higher per-pupil increase so as to bring those districts up to the basic foundation allowance amount. Districts that were at or above the basic foundation allowance received only the actual amount of increase determined for the basic foundation allowance. From FY 1999-2000 through FY 2006-07, all districts were at or above the basic foundation and thus all districts received the same amount of per-pupil increase each year during that time period. Beginning in FY 2007-08, a return to what is called the "2x" formula was implemented, whereby districts at the minimum funding (\$6,846 per-pupil in FY 2011-12) receive twice the dollar increase provided to districts at or above the newly established basic foundation allowance (\$8,019 in FY 2011-12), in order to further close the funding gap among low- and high-spending districts. Due to economic constraints, no increases in per-pupil funding have been enacted since FY 2008-09.

In fact, for FY 2011-12, a \$470 per-pupil reduction in the statutory level of foundation allowances was implemented. This represents a \$300 reduction on top of the \$170 per-pupil reduction that was in effect for FY 2010-11, though not built into the base funding for that year. The entire \$470 reduction was permanently built into the base for FY 2011-12 by rolling back foundation allowances.

- 3. Funding Source N/A

Sec. 22a - PROPOSAL A OBLIGATION PAYMENT

- 1. Appropriation \$5,691,000,000
- 2. Purpose of Appropriation

To satisfy the State's Proposal A Constitutional per-pupil funding obligation. This section allocates payments to guarantee a FY 1994-95 foundation allowance for every pupil. The number of pupils in a school district and the amount of local revenue raised from a district's 18-mill operational levy determine the amount of funding under this section. The State pays the difference between what is generated locally under the district's 18-mill operations levy on nonhomesteads and the district's 1994-95 foundation allowance, multiplied by the district's pupils in membership.

- 3. Funding Source
- State school aid fund \$5,691,000,000

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Sec. 22b - DISCRETIONARY PAYMENT

- 1. Appropriation \$3,032,300,000
- 2. Purpose of Appropriation
To make discretionary nonmandated payments to districts, equal to the sum of calculations under Sections 20, 51a(2), 51a(3), and 51a(12) less the payments made under Sections 22a and 51c. In order to receive these funds, districts must administer department-approved standardized tests of basic educational skills in grades 1-5, comply with Sections 1230g, 1278a and 1278b of the Revised School Code, and furnish data to the Center for Educational Performance and Information. The section earmarks \$1.0 million for litigation costs incurred by the State related to commercial or industrial property tax appeals that impact SAF revenues, and \$1.0 million for litigation costs incurred by the State in defense of lawsuits.
- 3. Funding Source
State school aid fund \$3,032,300,000

Sec. 22d - ISOLATED DISTRICTS FUNDING

- 1. Appropriation \$2,025,000
- 2. Purpose of Appropriation
To make payments to small, geographically isolated districts. Of the total funding, \$1.275 million is for payments to districts with five or fewer pupils per square mile and total square mileage of more than 200. For this group of districts, funding is allocated on an equal per-pupil basis. The remaining \$750,000 is for payments to districts that operate grades K-12, have fewer than 250 pupils, and is located in the Upper Peninsula at least 30 miles from any other public school building or is located on an island not accessible by bridge. Funding to this group of districts is determined based on a spending plan approved by the State Superintendent.
- 3. Funding Source
State school aid fund \$2,025,000

Sec. 22e - MICHIGAN BUSINESS TAX HOLD HARMLESS PROVISION

- 1. Appropriation \$700,000
- 2. Purpose of Appropriation
To ensure districts are not adversely impacted by industrial and commercial personal property changes enacted with the Michigan Business Tax. Specifically, districts whose local operational millage generated more than their foundation allowance (and thus are "out of formula") were losing local millage revenue due to exemptions and reductions in mills for industrial and commercial property. This section was added to hold those districts harmless from changes in the MBT when it replaced the Single Business Tax. If the appropriation is less than the amount needed to fully reimburse districts for their lost revenue, funding is prorated such that first, no district receives more than 15% than what was received in the prior year, and second, proration occurs on an equal percentage basis.

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| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$700,000 |

Sec. 22f - BEST PRACTICES

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| 1. | <u>Appropriation</u> | \$154,000,000 |
| 2. | <u>Purpose of Appropriation</u> | |

To provide \$100 one-time per-pupil payments to districts that satisfy at least four out of five requirements by June 1, 2012. The five requirements are: provides not more than 90% of health care costs; acts as the policyholder for benefits; develops, or continues to implement, a service consolidation plan; obtains competitive bids on noninstructional services valued at least \$50,000; and provides a dashboard with graduation rates, class sizes, fund balance, and other specified information. The appropriation is only for FY 2011-12, and is available to districts and charter schools meeting four of the five requirements, but not to intermediate school districts.

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| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$154,000,000 |

Sec. 24 - COURT-PLACED PUPILS

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| 1. | <u>Appropriation</u> | \$8,000,000 |
| 2. | <u>Purpose of Appropriation</u> | |

To reimburse the educating district or ISD for the added costs of providing an on-grounds educational program to pupils under court jurisdiction placed in or assigned to attend a juvenile detention facility or child caring institution.

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| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$8,000,000 |

Sec. 24a - JUVENILE DETENTION FACILITIES

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|----|---------------------------------|-------------|
| 1. | <u>Appropriation</u> | \$1,197,500 |
| 2. | <u>Purpose of Appropriation</u> | |

For payments to ISDs to cover State costs associated with educational programs for pupils placed in juvenile justice facilities that are within an ISDs boundaries. Program responsibilities will not be transferred to the host ISD without their consent. Prior to FY 2006-07, this program was funded in the Department of Human Services budget.

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| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$1,197,500 |

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Sec. 24c - YOUTH CHALLENGE PROGRAM

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| 1. | <u>Appropriation</u> | \$742,300 |
| 2. | <u>Purpose of Appropriation</u> | |
| | For payments to districts for pupils enrolled in a nationally administered community-based education and youth mentoring program known as the Youth ChalleNGe program. Prior to FY 2006-07, this program was funded in the Department of Military and Veterans Affairs budget. | |
| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$742,300 |

Sec. 26a - RENAISSANCE ZONE REIMBURSEMENT

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| 1. | <u>Appropriation</u> | \$26,300,000 |
| 2. | <u>Purpose of Appropriation</u> | |
| | To reimburse districts and intermediate school districts for tax revenues lost due to Renaissance Zone tax exemptions. | |
| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$26,300,000 |

Sec. 26b - PILT REIMBURSEMENT

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| 1. | <u>Appropriation</u> | \$2,890,000 |
| 2. | <u>Purpose of Appropriation</u> | |
| | For payments to districts, ISDs, and community colleges for lost tax revenue on land owned by the State Department of Natural Resources and Environment. Prior to FY 2005-06, this program was funded in the DNR budget. | |
| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$2,890,000 |

Sec. 31a - AT-RISK PUPILS

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|----|--|---------------|
| 1. | <u>Appropriation</u> | \$317,695,500 |
| 2. | <u>Purpose of Appropriation</u> | |
| | Of the total appropriation, \$309.0 million provides additional funding to districts for each student "at-risk" of educational failure; \$3.6 million of the appropriation is used to support child and adolescent health centers (previously funded in the Department of Community Health budget until FY 2005-06); and \$5.2 million of the appropriation is used to cover the State's portion of hearing and vision screenings (previously funded in the DCH budget until FY 2006-07). If fully funded, at-risk dollars would be provided to districts equal to 11.5% of their foundation allowance. However, full funding of this categorical would require an appropriation of roughly \$497.0 million; therefore, proration occurs on a per-pupil basis. | |

K-12 SCHOOL AID PART 1: LINE ITEM DETAIL

3.	<u>Funding Source</u>	
	State school aid fund	\$317,695,500

Sec. 31d - SCHOOL LUNCH PROGRAMS

1.	<u>Appropriation</u>	\$425,001,100
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2.	<u>Purpose of Appropriation</u>	
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To reimburse districts for 6.0127% of the necessary costs of the State mandated portion of the school lunch programs, and to reimburse districts for the Federal National School Lunch and Emergency Food Assistance programs.

3.	<u>Funding Source</u>	
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	Federal revenue	\$402,506,000
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	State school aid fund	\$22,495,100
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Sec. 31f - SCHOOL BREAKFAST REIMBURSEMENT

1.	<u>Appropriation</u>	\$9,625,000
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2.	<u>Purpose of Appropriation</u>	
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To reimburse districts for the cost of providing breakfast, which is statutorily required under certain circumstances. Until FY 2006-07, this program previously was funded in the Department of Education budget.

3.	<u>Funding Source</u>	
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	State school aid fund	\$9,625,000
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Sec. 32b - GREAT START - EARLY CHILDHOOD INVESTMENT CORPORATION COLLABORATIVE GRANTS

1.	<u>Appropriation</u>	\$5,900,000
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2.	<u>Purpose of Appropriation</u>	
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Sec. 32b - GREAT START - EARLY CHILDHOOD INVESTMENT

For competitive grants to ISDs for the creation of great start communities or other community purposes identified by the Early Childhood Investment Corporation. Before spending the funds, the ECIC must first identify matching dollars of at least equal amount to the amount of matching dollars for FY 2006-07 and ensure their executive committee complies with statutory requirements identified in this section.

3.	<u>Funding Source</u>	
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	State school aid fund	\$5,900,000
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PART 1: LINE ITEM DETAIL

Sec. 32d - SCHOOL READINESS GRANTS

1. Appropriation \$104,575,000

2. Purpose of Appropriation

To provide formula grant funding to districts (\$95.4 million) and public or private nonprofit agencies (\$8.9 million) for comprehensive compensatory education programs to improve the school readiness of at-risk four-year-olds, or for preschool and parenting education programs similar to those funded in former Section 32b in FY 2002-03. An approved school readiness program must include an age-appropriate educational curriculum, nutritional services, health screening, a plan for parent (legal guardian) involvement, and referrals for community social services. Grants are awarded at \$3,400 per half-day slot. Funded slots total 28,904.

Of the total appropriation, \$300,000 is allocated for a competitive grant for continuation of a longitudinal evaluation of children who participated in the school readiness program.

School Readiness grants to entities other than school districts were funded in the Department of Education budget until FY 2005-06.

3. Funding Source

State school aid fund \$95,400,000

State general fund/general purpose \$9,175,000

Sec. 32j - GREAT START PROGRAMS: AGES 0-5

1. Appropriation \$5,000,000

2. Purpose of Appropriation

To fund grants to ISDs to provide programs for parents with preschool children. The programs must encourage mathematics and reading literacy, improve school readiness, reduce the need for special education services, and promote stable families.

3. Funding Source

State school aid fund \$5,000,000

Sec. 39a - FEDERAL GRANTS

1. Appropriation \$794,333,300

2. Purpose of Appropriation

To provide Federal grants to districts, ISDs, and other eligible applicants. Federal grants were previously appropriated in the Department of Education budget, but were transferred to the School Aid budget in FY 2002-03. Grants are distributed in accordance with Federal law.

3. Funding Source

Federal NCLB Grants \$761,973,600

Federal Non-NCLB Grants \$32,359,700

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PART 1: LINE ITEM DETAIL

Sec. 51a - SPECIAL EDUCATION

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| 1. | <u>Appropriation</u> | \$1,340,869,100 |
| 2. | <u>Purpose of Appropriation</u> | |

Provides payments for the required State funding percentages for special education and special education transportation, including foundation allowance payments for students in special education membership, and other special education categorical programs.

The appropriation funds the following specific allocations which are listed in order of funding priority:

1. An estimated \$245,500,000 for reimbursing intermediate ISDs 28.6138% of total approved costs of special education students, excluding costs reimbursed under Section 53a, and 70.4165% of total approved costs of special education transportation. These payments are required by the *Durant v. State of Michigan* decision and are allocated in Section 51a(2).
2. An estimated \$669,900,000 is allocated to reimburse districts for 28.6138% of total approved costs of special education, excluding costs reimbursed under Section 53a, and 70.4165% of total approved costs of special education transportation. These payments are required by the *Durant v. State of Michigan* decision and are allocated in Section 51c.
3. An estimated \$6,800,000 for foundation allowance payments for special education pupils described in Section 53a including those in institutional placements and non-special education pupils served by an ISD in a juvenile detention or child caring facility. These payments are allocated in Section 51a(12).
4. Up to \$13,500,000 for reimbursement of 100% of the total approved costs of special education (excluding foundation allowance payments which are made under Section 51a(12)) for pupils in institutional and community placements described in Section 53a.
5. Up to \$2,200,000 for the cost of implementing administrative rule revisions made in 1987. These allocations are made in Section 51a(6).
6. \$1,688,000 for ISDs in an amount per pupil for each pupil enrolled at the Michigan Schools for the Deaf and Blind. These allocations are made in Section 54.
7. An estimated \$1,000,000 for payments to ensure that ISDs receive at least the amount of the 1996-97 allocation under Sections 52 and 58. These allocations are made in Section 51a(3). For local school districts and public school academies, this Section is for calculation purposes only, to determine discretionary payments under Section 22b.
8. Up to \$36,881,100 for equalization of ISD special education millage. Eligible ISDs in FY 2011-12 must have taxable value per membership pupil in FY 2010-11 of less than \$174,700. These allocations are made in Section 56.

Federal Funds:

From the total Federal allocation, not more than \$3.5 million may be allocated by the Department of Education for competitive grants to improve special education on a statewide basis. All remaining Federal monies are distributed in an equal amount per special education-identified pupil, based on Federally required head counts of students. This allocation is found in Section 51a(5).

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3.	<u>Funding Source</u>	
	State school aid fund	\$977,469,100
	Federal revenue	\$363,400,000

Sec. 51d - FEDERAL SPECIAL EDUCATION GRANTS

1.	<u>Appropriation</u>	\$74,000,000
2.	<u>Purpose of Appropriation</u>	
	<p>To allocate funding for special education programs funded by Federal grants. These grants include Handicapped Infants and Toddlers, Preschool Grants, and Special Education Programs (funded with Individuals with Disabilities Education Act funds).</p> <p>All Federal funds allocated under this section shall be distributed in accordance with Federal law.</p>	
3.	<u>Funding Source</u>	
	Federal revenue	\$74,000,000

Sec. 61a - CAREER AND TECHNICAL EDUCATION PROGRAMS

1.	<u>Appropriation</u>	\$26,611,300
2.	<u>Purpose of Appropriation</u>	
	<p>To reimburse for the added costs of secondary-level career and technical education programs. The disbursement of funds to local school districts or secondary area vocational-technical centers occurs through an "added-cost" reimbursement process. The allocation depends on the type of program provided, the number of pupils enrolled, and the length of the training period. The reimbursement is limited to 75% of added costs of any program.</p>	
3.	<u>Funding Source</u>	
	State school aid fund	\$26,611,300

Sec. 62 - INTERMEDIATE SCHOOL DISTRICT VOCATIONAL EDUCATION MILLAGE EQUALIZATION

1.	<u>Appropriation</u>	\$9,000,000
2.	<u>Purpose of Appropriation</u>	
	<p>To equalize intermediate school district millage revenues for vocational education. ISDs are targeted for minimum per-mill revenue for ISD vocational education millages levied in the prior fiscal year. For an intermediate district with taxable value per pupil less than a specified level (which is \$190,400 per pupil in FY 2010-11), the State provides a payment that enables the intermediate district to receive combined State and local revenue as if the ISD had a taxable value of the specified amount.</p>	
3.	<u>Funding Source</u>	
	State school aid fund	\$9,000,000

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Sec. 74 - BUS DRIVER SAFETY INSTRUCTION AND SCHOOL BUS INSPECTIONS

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| 1. | <u>Appropriation</u> | \$3,154,600 |
| 2. | <u>Purpose of Appropriation</u> | |

To support bus driver safety instruction or evaluation and to reimburse districts for nonspecial education auxiliary services transportation, and to reimburse for costs associated with the inspection of school buses. State-supported colleges or universities and intermediate school districts are eligible for bus driver safety instruction reimbursement and local districts are eligible for the nonspecial education auxiliary services transportation funds. Of the total appropriation, \$1,625,000 is allocated for these purposes.

The remaining funding (\$1,529,600) is to be used for the school bus inspection program, which, prior to FY 2006-07, was appropriated in the Michigan State Police budget. The program funds a staff at the MSP to inspect the buses.

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| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$3,154,600 |

Sec. 81 - INTERMEDIATE SCHOOL DISTRICT GENERAL FORMULA

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| 1. | <u>Appropriation</u> | \$62,108,000 |
| 2. | <u>Purpose of Appropriation</u> | |

To fund ISDs for general operations to comply with the requirements of the School Aid Act and the Revised School Code, and provide technical assistance to districts as authorized by the ISD board. For FY 2011-12, the appropriation represents a 5% reduction in funding to all ISDs compared to FY 2010-11 allocations.

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| 3. | <u>Funding Source</u> | |
| | State school aid fund | \$62,108,000 |

Sec. 93 – STATE AID TO LIBRARIES

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| 1. | <u>Appropriation</u> | \$1,304,300 |
| 2. | <u>Purpose of Appropriation</u> | |

To fund State aid to libraries payments to help support the provision of the Michigan electronic library in public schools and public libraries. The Library of Michigan is required to distribute the payments to libraries under this section pursuant to the State Aid to Libraries Act. Libraries also received payments of \$5.45 million under the FY 2011-12 Department of Education budget bill. Combined, libraries will receive \$6.75 million in State aid payments for FY 2011-12, a \$500,000 reduction from FY 2010-11.

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| 3. | <u>Funding Source</u> | |
| | State general fund/general purpose | \$1,304,300 |

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Sec. 94a - CENTER FOR EDUCATIONAL PERFORMANCE AND INFORMATION (CEPI)

- 1. Appropriation \$8,394,900
- 2. Purpose of Appropriation
To provide funding for operations and the development and implementation of a comprehensive data management and student tracking system, including a longitudinal data system. The Center should use funding to collect, coordinate, and validate data, develop model policies, improve the quality and quantity of educational data available to teachers, school administrators, parents, and the general public, and to fulfill Federal reporting requirements.
- 3. Funding Source
 - State general fund/general purpose \$5,501,700
 - Federal revenue \$2,893,200

Sec. 98 - MICHIGAN VIRTUAL HIGH SCHOOL

- 1. Appropriation \$4,387,500
- 2. Purpose of Appropriation
Of the total allocation, \$1,687,500 is for the continued operation of the Michigan Virtual High School through the Michigan Virtual University (MVU) at Michigan State University, for the provision of professional development opportunities for educators, and other purposes identified under this section. This initiative allows high schools to expand their curricular offerings to provide pupils with on-line learning opportunities that otherwise might not be available to them at their high school. The virtual high school is able to grant high school diplomas through a dual enrollment method with school districts.

In addition, \$1,700,000 in Federal funds is used for the purposes of expanding online teacher professional development opportunities and developing innovative strategies to use wireless technology to improve student academic achievement in this State. Also, \$1,000,000 in Federal funds is allocated for the support of e-learning and virtual school initiatives consistent with goals contained in the US National Educational Technology Plan from January 2005.
- 3. Funding Source
 - State general fund/general purpose \$1,687,500
 - Federal revenue \$2,700,000

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Sec. 99 - MATH AND SCIENCE CENTERS

- 1. Appropriation \$7,874,300
- 2. Purpose of Appropriation
To support a statewide network of 33 mathematics and science centers. Of the total State funds, \$1,875,000 is allocated for general operation of the centers, and \$750,000 is allocated to those centers (determined by the Department) to provide curriculum and professional development support to assist districts in implementing the Michigan Merit Curriculum components for math and science.
- 3. Funding Source
 - State general fund/general purpose \$110,000
 - State school aid fund \$2,515,000
 - Federal revenue \$5,249,300

Sec. 104 - MEAP TESTING REIMBURSEMENTS

- 1. Appropriation \$43,444,400
- 2. Purpose of Appropriation
To make payments on behalf of districts for costs associated with complying with Sections 1249, 1278a, 1278b, 1279, 1279g, and 1280b of the Revised School Code, and with PA 38 of 1970 (MEAP testing). Prior to FY 2006-07, the costs of assessments were funded in the Department of Education budget.
- 3. Funding Source
 - State school aid fund \$35,194,400
 - Federal Revenue \$8,250,000

Sec. 107 - ADULT EDUCATION

- 1. Appropriation \$22,000,000
- 2. Purpose of Appropriation
To provide high school completion, General Education Development (G.E.D.) test training, English as a second language, adult basic education, and job- or employment-related programs to eligible adults. An individual's eligibility depends on his or her age and whether or not the person has a high school diploma or G.E.D. as follows:
 - 1. Persons without a high school diploma or G.E.D. must meet one of the following: a) be at least 20 years old; or, b) be at least 16 years old, be permanently expelled from school, and have no appropriate alternative education program though the district of residence.

K-12 SCHOOL AID

PART 1: LINE ITEM DETAIL

2. Persons with a high school diploma or G.E.D. must meet one of the following: a) be less than 20 years old and enrolled in the State Technical Institute and Rehabilitation Center; b) be less than 20 years old, not attending an institution of higher education, and enrolled in a job- or employment-related program through a referral by an employer; c) be enrolled in a high school completion program; or d) be enrolled in an English as a second language program.

Funding of \$2,850 per eligible full-time adult education pupil is based 90% on enrollment and 10% on completion.

3. Funding Source

State school aid fund \$22,000,000

Sec. 146a - MPSERS ONE-TIME COST OFFSET

1. Appropriation

\$155,000,000

2. Purpose of Appropriation

To make one-time payments to districts (not ISDs) participating in MPSERS, based on each participating district's percentage of the total statewide payroll for all participating districts across the State. On a per-pupil basis, the average payment will be \$100, though districts will get more or less based on their percentage of total payroll.

3. Funding Source

State school aid fund \$155,000,000

Sec. 146b - MPSERS RESERVE FOR RETIREMENT OBLIGATION REFORM

1. Appropriation

\$133,000,000

2. Purpose of Appropriation

This appropriation as deposited into a separate account within the School Aid Fund. It is the intent of the Legislature to convene a workgroup to examine retirement obligations and potential reforms to the MPSERS. A February 1, 2012, deadline was established for such a workgroup, if convened, to report on its findings.

3. Funding Source

State school aid fund \$133,000,000

Sec. 152a - DATA REPORTING COSTS

1. Appropriation

\$34,064,500

2. Purpose of Appropriation

To pay the necessary costs related to the State-mandated collection, maintenance, and reporting of data to the State. The Department is directed to make payments to districts and intermediate districts on an equal per-pupil basis, estimated at \$21.

3. Funding Source

State school aid fund \$34,064,500

