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SECTION-BY-SECTION HIGHLIGHTS Senate Bill 1107, Governor Recommendation, Senate and House Passed Bill, Conference Fiscal Years 2007-08 and 2008-09

Analysts: Mary Ann Cleary Bethany Wicksall

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SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
Sec. 3 (6) Definition of District When "District" does not mean a Charter School	Provides instances where district does not include a charter school.	Adds Section 11n (21st Century Schools Fund) to the list of sections where district does not include a charter school.	Does not include. Adds Section 51a(15) to the list of sections when district does not include a charter school.	Concurs with Governor. Concurs with Senate.	Concurs with Governor. Concurs with Senate and House.
Sec. 4 Definition of Elementary Pupil	Elementary pupil means a pupil in grades K-8.	Includes "children enrolled in a preschool program operated by a district" for the purposes of calculating universal service fund (e- rate) discounts.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
Sec. 6 Definition of Full Time Equated Memberships for Kindergarteners	Allows a half-day kindergarten program to count as a full day, for the purpose of determining membership and funding.	Proposes that beginning in 2009-2010, a child in a half-day kindergarten program would be counted as one-half of an FTE (or 50% of funding).	Does not include this change.	Concurs with Governor.	Provides that beginning in 2009-10 a child in half-day a developmental or pre-kindergarten program will only qualify for half the foundation allowance. By 2010-11 to receive a full foundation allowance for kindergarten pupils class hours will have to be at least 60% of the hours required for grades 1-12 and by 2011-12, they will have to be 70% of the required hours for grades 1-12.
Middle College Membership	N/A	Provides for a current-year blended membership for pupils in their first year at a middle college.	Concurs with Governor on middle college pupil membership definition. Adds to the list of pupils who can be counted in membership without the consent of the district of residence is a pupil who attends a United States Olympic Education Center.	Concurs with Governor and Senate. Concurs with Senate.	Concurs with Senate and House. Concurs with Senate and House.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
				Defines District of the First Class as the district with the most pupils in membership in the immediately preceding fiscal year for purposes of the School Aid Act. Updates Sec. 6(4)(y) reference to recognize changes made to Section 22d in PA 112 of 2008.	Defines District of the First Class as district with greater than 60,000 pupils in immediately preceding fiscal year for purposes of School Aid Act except for in section 6(6) which still refers to the definition in the Revised School Code. (Section 6(6) prohibits another school district from enrolling pupils from a first class district at an instructional site inside the boundaries of a first class school district without the approval of the first class district.) Concurs with House.
Sec. 11 Total Appropriations	School Aid Fund (SAF) FY 2007-08 SAF appropriation of \$11,386,986,600. General Fund (GF/GP) FY 2007-08 appropriation of \$34,909,600.	School Aid Fund (SAF) FY 2008-09 SAF appropriation of \$11,910,219,100. General Fund (GF/GP) FY 2008-09 appropriation of \$43,000,000. Adds Section 11n (21st	School Aid Fund (SAF) FY 2008-09 SAF appropriation of \$11,776,812,400. General Fund (GF/GP) FY 2008-09 appropriation of \$43,000,000. Does not include Section	School Aid Fund (SAF) FY 2008-09 SAF appropriation of \$11,810,371,000. General Fund (GF/GP) FY 2008-09 appropriation of \$43,000,300. Concurs with Governor.	School Aid Fund (SAF) FY 2008-09 SAF appropriation of \$11,776,098,200. General Fund (GF/GP) FY 2008-09 appropriation of \$40,800,000. Concurs with Senate.
		Century Schools) to list of sections exempt from proration.	11n in items exempt from proration.	Concurs with Governor.	Concurs with Genate.
Sec. 11a School Aid Stabilization Fund (SASF)	Provides for the creation of the SASF which receives unexpended SAF revenue and money statutorily dedicated. For FY 2007-08 the SASF transferred the amount necessary to fully fund the allocations in the Act to the SAF.	Date change.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
Sec. 11f Durant Cash Payment	Appropriates \$32,000,000 for FY 2007-08 for the cash payment portion of the Durant Settlement.	Since FY 2007-08 was the last year of cash payments, this appropriation is eliminated for FY 2008-09.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
Sec. 11g Durant Bonding Payment	Appropriates \$141,000 in FY 2007-08 to districts to make their "Durant" bond payment. (PA 6 of 2007)	Increases the debt service cost to \$42,000,000 for FY 2008-09 due to prior restructuring.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
Sec. 11j School Bond Loan Fund	Appropriates \$3,900,000 for FY 2007-08 for debt service from the school bond loan program. (PA 6 of 2007)	Appropriates \$39,000,000 for debt service in FY 2008-09.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
Sec. 11m Cash-Flow Borrowing	Appropriates \$22,800,000 for FY 2007-08 to pay for costs associated with cashflow borrowing related to the SAF.	Increases the appropriation to \$45,000,000 in FY 2008-09.	Concurs with Governor.	Increases the appropriation by \$8,000,000 to \$30,800,000 in FY 2008-09.	Concurs with Senate.
Sec. 11n – NEW 21 st Century Schools Fund	N/A	Appropriates \$32,000,000 in FY 2008-09 (and through FY 2027-28) for startup and facility planning grants to districts with high schools not meeting adequate yearly progress, for the purpose of creating small high schools. Charters are not eligible for funding under this proposal.	Appropriates \$32,000,000 in FY 2008-09 for per-pupil infrastructure grants (estimated at \$19-\$20), to be used for paying down existing debt, immediate building repairs, or deposit into a sinking fund. Districts must submit a plan to the Department of Treasury for approval of the use of funds, prior to receiving and expending those funds.	Concurs with Governor and adds digital learning environment using digital access, creation and content distribution tools to the list of allowable uses for startup grants.	Appropriates \$15,000,000 in FY 2008-09 for grants of up to \$3.0 million per grantee, for planning and start-up costs of newly constructed or newly configured schools or learning communities and renovations of existing facilities. Competitive grants are available to districts with graduation rates below 70% (and to charters whose students reside in such districts), and must be matched dollar for dollar with private funding. Grantees must achieve an 80% graduation rate and send at least 80% of the graduates on to postsecondary education, or return 50% of the grant.
Sec. 18 Reporting of	Establishes allowable expenditures, and requires	No change.	No change.	No change.	Rolls up the separate reporting on medical, dental,

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
Expenditures	financial audits and detailed financial reporting.				and vision expenditures into one category called health expenditures.
Sec. 18b Property of a Public School Academy (PSA)	Defines when the State acquires property of a PSA if the PSA closes.	Adds to contract revocation, "or terminated for any reason", as a time when the property is transferred to the State.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
Sec. 19 Compliance with PA 25 of 1990 and Submission of Progress Reports	(4) Requires districts to furnish data within 7 weeks after count day in the form and manner prescribed by CEPI for the high school graduation report, and that the data meet requirements established in the pupil accounting manual.	Changes the 7 weeks to 5 weeks.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
Sec. 20 Foundation Allowance Calculation	(1) Reestablishes the formula in place after Proposal A, which sets a "new" basic foundation allowance in FY 2007-08 at \$8,433. Districts above the basic foundation allowance received a \$48 per pupil increase. Districts at the minimum foundation of \$7,108 received twice that increase or \$96 per pupil for a total of \$7,204. Districts in between received an increase on a sliding scale based on the formula between \$48 and \$96 per pupil.	The basic increases by \$108 in FY 2008-09, to \$8,541. Districts at the minimum foundation allowance would receive \$216 per pupil, and districts between the minimum and \$8,433 in FY 2007-08 would receive an increase between \$108 and \$216 in FY 2008-09. However, per-pupil increases otherwise calculated would be reduced by 7.5% for each high	The basic increases by \$71 in FY 2008-09 to \$8,504. District at the minimum foundation allowance would receive an increase of \$142 per pupil, and districts between the minimum and \$8,433 in FY 2007-08 would receive an increase between \$71 and \$142 in FY 2008-09. Districts above \$8,433 in FY 2007-08 would receive a \$71 increase. The Governor's proposed reduction in per-pupil increases for high school grades not offered is not	The basic increases by \$55 in FY 2008-09 to \$8,488 District at the minimum foundation allowance would receive an increase of \$110 per pupil, and districts between the minimum and \$8,433 in FY 2007-08 would receive an increase between \$55 and \$110 in FY 2008-09. Districts above \$8,433 in FY 2007-08 would receive a \$55 increase. Concurs with Senate.	The basic increases by \$56 in FY 2008-09, to \$8,489. Districts at the minimum foundation allowance would receive an increase of \$112 per pupil for a total of \$7,316. Districts between the minimum and \$8,433 would receive an increase between \$56 and \$112 in FY 2008-09. Districts above \$8,433 in FY 2007-08 would receive a \$56 increase. Concurs with House and Senate.
	(14) If consensus is reached on the foundation index at the Revenue Estimating Conference, the	school grade (9-12) not offered. (Subsection 22) (14) Amends the required increase to be applied to the lowest foundation allowance, rather than to the basic foundation allowance.	included. (14) Concurs with Governor.	(14) Concurs with Senate.	(14) Concurs with House and Senate.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
	next year's foundation allowance shall be at least the index times the basic foundation allowance. (15) Intent requiring a GF/GP amount sufficient to support pupil membership growth in excess of 101% of the previous year membership.	(15) Repealed.	(15) Does not repeal.	(15) Concurs with Senate.	(15) Concurs with House and Senate.
	(23) Payments to districts shall be made under Section 22b.	(23) Allows districts to use foundation allowance payments for programs that prepare children from birth to age 5 for success in school.	(23) Does not concur with Governor's language.	(23) Concurs with Governor.	(23) Concurs with House.
Sec. 20j Additional Calculation for Hold Harmless Districts	Provides funding to districts above the hold-harmless cap reflecting the difference between inflationary increases (where such districts are capped) and actual dollar increases given in the basic foundation allowance.	Date change.	Concurs with Governor.	Concurs with Senate.	Concurs with House and Senate.
Sec. 22a Proposal A Obligation Payment (The Constitutionally required portion of the foundation allowance.)	REVISED FY 2007-08 appropriation of \$5,951,000,000.	REVISED. Reduces the FY 2007-08 appropriation to \$5,951,000,000 to incorporate the lower costs due to pupil estimates and taxable values. FY 2008-09 appropriation is \$6,038,000,000.	Concurs with Governor.	FY 2008-09 appropriation of \$6,092,000,000 to incorporate pupil estimates and taxable values.	Concurs with House.
Sec. 22b Discretionary Payment (The discretionary portion of the foundation allowance.)	REVISED FY 2007-08 appropriation of \$3,721,250,000.	FY 2008-09 appropriation of \$3,949,325,000. The additional funding is for increases in the per pupil foundation allowances. The \$40,000 earmark to Johannesburg-Lewiston in FY 2007-08 is removed.	FY 2008-09 appropriation of \$3,849,755,100. The additional funding is for increases in the per pupil foundation allowances. Concurs with Governor.	FY 2008-09 appropriation of \$3,799,025,000. The additional funding is for increases in the per pupil foundation allowances. Concurs with Senate.	FY 2008-09 appropriation of \$3,796,750,000. The additional funding is for increases in the per pupil foundation allowances. Concurs with Senate.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
Sec. 22d Supplemental funding to Small, Isolated Districts	FY 2007-08 appropriation total of \$2,025,000. Appropriates \$750,000 to certain small, geographically isolated districts and \$1,275,000 to districts that have 5.0 or fewer pupils per square mile and a total square mileage greater than 200.	FY 2008-09 appropriation of \$2,025,000. Proposes to change the \$1,275,000 appropriation language to per-pupil grants to sparsely populated districts in the U.P.	Concurs with Governor's appropriation levels, but maintains current law language.	Concurs with Senate.	Concurs with Senate and House.
Sec. 22e– NEW Replacing Lost MBT Revenue in Out-of- Formula Districts	N/A	Appropriates \$1,300,000 from Section 22b in FY 2008-09 to replace local revenue in out-of-formula districts lost due to Michigan Business Tax changes.	Concurs with the \$1,300,000 appropriation, but makes technical changes to the eligibility criteria.	Concurs with Senate.	Concurs with Senate and House.
Sec. 24 Court-Placed Pupils	FY 2007-08 appropriation of \$8,000,000 to reimburse districts for the added costs of educating court placed pupils in a local juvenile detention facility or child caring institution.	FY 2008-09 appropriation of \$8,000,000.	Concurs with Governor to maintain funding at current-year levels.	Concurs with Senate.	Concurs with Senate and House.
Sec. 24a Educating Pupils in Juvenile Justice Service Facilities operated by Department of Human Services	Appropriates \$3,103,400 in FY 2007-08 for payments to intermediate districts for pupils who are placed in juvenile justice service facilities.	Appropriates \$2,828,500 in FY 2008-09. The reduction is due to cost savings from policies implemented in FY 2007-08.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
Sec. 24c Youth Challenge Program	Appropriates \$1,283,900 for FY 2007-08 for the Youth Challenge Program. The payment goes through Battle Creek Public Schools, which contracts with the DMVA to ensure that all funding received would be utilized by the DMVA for the Youth Challenge Program.	Appropriates \$1,284,600 in FY 2008-09, with the increase funding economic adjustments.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
Sec. 25c Pupils Transferring to Detroit Public Schools After Count Day	Allows the Detroit Public Schools to bill for the prorated portion of a student's time, who transfers into the district after the count day (thereby providing foundation allowance funding to the original district).	No change recommended.	Requires DPS to bill not later than December 31 of the fiscal year following the year in which the pupil transferred, and allows for payment not later than October 31 of the second fiscal year after the pupil transferred. Also allows the original district to bill DPS if it is determined that DPS owes funds to the district, after accounting for the transfer of students between the two schools.	Does not include Senate Changes. Changes district of the first class reference.	Concurs with Senate and changes district of the first class reference.
Sec. 26a Renaissance Zone Reimbursement	FY 2007-08 appropriation of \$36,000,000 SAF and \$14,000,000 GF/GP to reimburse districts and the School Aid Fund for revenue lost due to renaissance zones.	FY 2008-09 appropriation of \$41,400,000 from the SAF and \$16,100,000 GF/GP, an increase of \$7,500,000 to reflect additional renaissance zones.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
Sec. 26b PILT Reimbursement	FY 2007-08 appropriation of \$3,400,000 to reimburse districts, intermediate districts, and community colleges for payment in lieu of taxes (PILT) obligations per PA 513 of 2004.	FY 2008-09 appropriation remains at \$3,400,000.	Concurs with Governor to maintain funding at current-year levels.	Concurs with Senate.	Concurs with Senate and House.
Sec. 29 Declining Enrollment Grants	Appropriates \$20,000,000 for FY 2007-08 for declining enrollment grants to local districts (not charter schools) with two consecutive years of declining enrollment. If the district receives funding under Sections 6(4)(y) or 22d, it would not be eligible for a grant under this section. The payment is equal to the district's foundation allowance multiplied by the difference between the district's 3-year	FY 2008-09 appropriation of \$20,000,000, the same as FY 2007-08. No language changes are recommended.	Concurs with Governor to maintain funding at current year levels.	Concurs with Senate funding level. Updates reference to recognize changes made to Section 22d in PA 112 of 2008.	Concurs with House.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
	average pupil membership and the actual pupil membership. The allocation is prorated if funding is insufficient.				
Sec. 31a At-Risk Funding/ Adolescent	(1) FY 2007-08 total appropriation of \$319,350,000.	(1) FY 2008-09 total appropriation of \$321,350,000.	(1) FY 2008-09 total appropriation of \$320,350,000.	1) FY 2008-09 total appropriation of \$321,350,000.	1) FY 2008-09 total appropriation of \$320,350,000.
Health Centers/ Hearing and Vision Screenings/ Mercy Education Project	At-Risk Funding equals \$310,457,000	Maintains At-Risk Funding at \$310,457,000.	Maintains At-Risk funding at \$310,457,000 to maintain funding at current-year levels.	Maintains At-Risk funding at \$310,457,000 to maintain funding at current-year levels.	Maintains At-Risk funding at \$310,457,000 to maintain funding at current-year levels.
	(6) Allocates \$3,743,000 out of (1) for Child and Adolescent health centers.	(6) Allocates \$5,743,000 out of (1) for Child and Adolescent Health Centers, an increase of \$2,000,000 over the current year.	(6) Allocates \$4,743,000 out of (1) for Child and Adolescent Health Centers, an increase of \$1,000,000 over the current year.	(6) Allocates \$5,743,000 out of (1) for Child and Adolescent Health Centers, an increase of \$2,000,000 over the current year.	(6) Allocates \$4,743,000 out of (1) for Child and Adolescent Health Centers, an increase of \$1,000,000 over the current year.
	(7) Allocates \$5,150,000 out of (1) for the state portion of the hearing and vision screenings described in Section 9301 of the Public Health Code. A local public health department shall pay at least 50% of the total cost of the screenings.	(7) Allocates \$5,150,000 out of (1) for the state portion of the hearing and vision screenings.	(7) Concurs with Governor to maintain funding at current-year levels.	(7) Concurs with Senate. (17) New language to allow Baldwin schools to continue to qualify for funding if they fall out of formula.	(7) Concurs with House and Senate.(17) Concurs with House.
Sec. 31d School Lunch Program	Appropriates \$22,495,100 SAF for FY 2007-08 to fully fund the State share of the school lunch programs as required by the <i>Durant</i> settlement. Also includes \$332,506,000 in Federal funds.	Appropriates \$22,495,100 in SAF and \$332,506,000 in Federal funds for FY 2008-09.	Concurs with Governor to maintain funding at current-year levels.	Concurs with Senate.	Concurs with Senate and House.
Sec. 31f School Breakfast	Appropriates \$9,625,000 for FY 2007-08 to reimburse districts for the cost of providing breakfasts.	Appropriates \$9,625,000 for FY 2008-09.	Concurs with Governor to maintain funding at current-year levels.	Concurs with Senate.	Concurs with Senate and House.
Sec. 31h Mercy Education Project	N/A	N/A	N/A	Appropriates \$100,000 for FY 2008-09 to Wayne RESA for the Mercy education project.	Concurs with Senate.

07/16/2008

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
Sec. 32b Great Start Communities Grants (ECIC)	Appropriates \$1,750,000 for competitive grants to intermediate districts for the creation of great start communities or other community purposes identified by the Early Childhood Investment Corporation (ECIC). Grants will be awarded to eligible Intermediate districts in amounts determined by the ECIC.	Increases the appropriation by \$5,000,000 to a total of \$6,750,000 for FY 2008-09. Makes changes in the appointment process for executive committee board members and allows unexpended funds to be carried forward.	Maintains current-year funding of \$1,750,000. Concurs with changes in the appointment process for executive committee board members and allows unexpended funds to be carried forward	Concurs with Governor.	Concurs with House for an FY 2008-09 appropriation of \$6,750,000, an increase of \$5,000,000.
Sec. 32c. Early Childhood Grants	Appropriates \$2,125,000 GF/GP for interagency early childhood grants for FY 2007-08.	Continues the \$2,125,000 appropriation into FY 2008-09.	Concurs with the Governor to maintain funding at current-year levels.	Increases the FY 2008-09 appropriation by \$2,500,000 to \$4,625,000.	Concurs with Senate, for an FY 2008-09 appropriation of \$2,125,000.
Sec. 32d Michigan School Readiness Program (MSRP) Half-Day Allocation	Allocates \$80,900,000 SAF for FY 2007-08 to operate the Michigan School Readiness Program (MSRP) and \$279,100 GF/GP to continue a longitudinal study of the MSRP.	Allocates \$102,900,000 for FY 2008-09 SAF to operate MSRP and \$279,100 GF/GP to continue a longitudinal study of the MSRP. The \$22,000,000 increase is for serving more at-risk four-year-olds (about 6,470 more kids would be served).	Allocates \$85,600,000 in FY 2008-09 from the SAF to maintain the FY 2007-08 level of total funding for the MSRP, meaning the FY 2007-08 supplemental funding of \$4,700,000 is continued into FY 2008-09. The GF/GP appropriation of \$279,100 is continued for the study.	Allocates \$105,926,900 from SAF to operate MSRP and \$279,100 GF/GP to continue a longitudinal study of MSRP for FY 2008-09. The increase of \$25,026,900 provides approximately 6,470 additional slots and a per pupil increase of \$100 to \$3,500.	Allocates \$88,100,000.00 from the SAF to operate School Readiness Programs, an increase of \$2,500,000 over current-year totals. This will allow for 735 more at-risk four year olds to participate. Also allocates \$279,100 GF/GP to continue the longitudinal study. Per-slot funding remains at \$3,400.
	(1)(b) Allows funds to be used for preschool and parenting programs under	(1)(b) Eliminates this provision.	(1)(b) provision is retained.	(1)(b) Concurs with Senate.	(1)(b) Concurs with House and Senate.
	former section 32b (PIE program); caps funding spent by each district for the former PIE program to the	Changes the name from MSRP to Great Start Readiness Program.	Proposed name change is not concurred in.	Changes the name from MSRP to Great Start Readiness Program.	Concurs with House.
	amount spent in the prior fiscal year.		Adds language prohibiting the supplanting of Federal funds.	Does not include Senate proposed change.	Concurs with Senate, but adds, to the extent allowable under Federal law.
Sec. 32g. NEW Early Childhood Immersion Grants				Appropriates \$2,000,000 for FY 2008-09. Awards grants of \$500 per student	Concurs with Senate.

07/16/2008

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
				to districts for new foreign language immersion preschool programs. To qualify for the funding the district must be currently receive funding under Sec. 32d.	
Sec. 32h – NEW Great Start – Innovative Programs	N/A	Appropriates \$2,500,000 for FY 2008-09 for Great Start innovation grants to ISDs to identify practices that provide children ages 0-5 with quality early learning experiences that promote school readiness.	Does not include this new section.	Appropriates \$1,500,000 for FY 2008-09 for Great Start innovation grants to ISDs to identify practices that provide children ages 0-5 with quality early learning experiences that promote school readiness.	Concurs with Senate.
Sec. 32j Intermediate District (ISD) Parent Involvement Grants	Appropriates \$5,000,000 in FY 2007-08 in SAF to intermediate districts for competitive grants to provide programs to parents of children age 5 or younger to encourage early mathematics and reading literacy, improve school readiness, reduce the need for special education services, and foster stable families. Intermediate districts can receive up to 100% of their FY 2006-07 allocations. To qualify for funding the program must provide the following services; provide parents with information on child development, provide methods to enhance parent-child interaction, provide parents with examples of learning opportunities, promote access to community services, and promote marriage.	Appropriates \$5,000,000 in FY 2008-09.	Concurs with Governor to maintain funding at current-year levels.	Concurs with Senate.	Concurs with Senate and House.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
Sec. 32/ School Readiness Competitive Grant	FY 2007-08 appropriation is \$12,650,000 GF/GP for competitive school readiness program grants to entities other than local school districts. Per-child funding is \$3,400.	Appropriates \$14,650,000 for FY 2008-09. The additional funding is to increase the number of children served by the program by nearly 590.	Appropriates current-year funding of \$12,650,000 GF/GP for FY 2008-09.	Appropriates \$15,081,000 for FY 2008-09. The additional funding is to increase the number of children served by the program by nearly 590 and increases the per pupil grant by \$100 to \$3,500 per student.	Appropriates \$15,150,000 GF/GP for FY 2008-09. The additional funding is to increase the number of children served by the program by 735. The perpupil grant remains at \$3,400.
		Changes proposed for defining teachers qualified to teach in the program.	Concurs with Governor's proposed changes in defining teachers qualified to teach in the program.	Maintains current law on defining teachers qualified to teach in the program.	Concurs with House.
		Changes the 250% of poverty to 300%.	Concurs with Governor	Concurs with Senate.	Concurs with House and Senate.
			Adds language detailing an effective recruitment and enrollment process, and requiring an income-eligible child to be referred to Head Start.	Concurs with Senate with technical language changes.	Concurs with House and Senate.
Sec. 37 MSRP Program Eligibility Requirements	Describes the application process and teacher requirements for MSRP.	Changes proposed for defining teachers qualified to teach in the program.	Concurs with Governor.	Maintains current law.	Concurs with House.
rvequirements	Requires districts to participate in a collaborative recruitment and enrollment process with other preschool programs to assure that each child is enrolled in an appropriate program and to maximize the use of federal, state and local funds.		Adds language detailing an effective recruitment and enrollment process, and requiring an income-eligible child to be referred to Head Start.	Concurs with Senate with technical language changes.	Concurs with House and Senate.
	(3)(g) At least 50% of the students participating in the program live with families with a household income of 250% of the Federal	(3)(g) Changes the 250% of poverty to 300%.	(3)(g) Concurs with Governor.	(3)(g) Concurs with Senate.	Concurs with House and Senate.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
	poverty level.			(5) Adds new language to allow ISDs to administer and act as the fiscal agent for a consortium consisting of all of its constituent districts. The ISD would get an additional 5% in funding for administration and professional development.	Concurs with Senate.
Sec. 39 MSRP Per Pupil Allocation	Per pupil allocation for MSRP students is \$3,400. Allows for two slots to be used for one student for a full-day option.	Proposes a three-tier formula. Step 1: fund the lesser of children in need (calculated in section 38) or capacity. Step 2: ensure districts receive at least prior year funding. Step 3: distribute remaining funds. Caps a new program at 32 children.	Concurs with Governor.	Concurs with Senate. Increases the per pupil amount from \$3,400 to \$3,500.	Concurs with Senate and House. Concurs with Senate maintains per pupil allocation at \$3,400.
Sec. 39a Federal Funds	(1) FY 2007-08 appropriations of \$669,660,100 in Federal "No Child Left Behind" funds.	(1) FY 2008-09 appropriations of \$752,987,500 in Federal NCLB funds. New grant of \$17,586,100 for high priority schools and an increase of \$60,508,300 in Title I.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
	Federal funds for education.	Federal funds for education.			
Sec. 41 Bilingual Education	Appropriates \$2,800,000 in SAF for FY 2007-08 for districts to provide bilingual education programs.	Appropriates \$2,800,000 in SAF for FY 2008-09.	Concurs with Governor to maintain funding at current-year levels.	Concurs with Senate.	Concurs with Senate and House.
Sec. 42 English Language Arts Early Intervention	N/A	N/A	Appropriates \$100 for intervention grants to districts and ISDs for English Language Arts early intervention programs for kids in grades K-3 who are not reading at grade level.	Not included.	Concurs with House.
Sec. 51a(1) Total Special	Allocates \$990,483,000 in SAF and \$350,700,000 in	Allocates in FY 2008-09, \$1,026,283,000 from the	Allocates in FY 2008-09, \$1,025,983,000 from the	Allocates in FY 2008-09, \$1,023,983,000 from the	Allocates in FY 2008-09, \$1,023,783,000 from the

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SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
Education Funding	Federal funding for special education programs for FY 2007-08.	SAF and \$350,700,000 in Federal funding for special education.	SAF and \$350,700,000 in Federal funding.	SAF and \$350,700,000 in Federal funding.	SAF and \$350,700,000 in Federal funding.
	(7)(c) Allows unspent Sec. 51a funds at bookclosing to be allocated as additional reimbursements in certain	Deletes (7)(c).	(7)(c) Reinstates this subsection, and updates it for the current fiscal year.	(7)(c) Concurs with Senate.	Concurs with House and Senate.
	situations for FY 2006-07.	(13) Allows for automatic transfer of funds between subsections (2) and (12) and section 51c.	(13) Concurs with Governor.	(13) Concurs with Senate.	Concurs with House and Senate.
			(15) Adds a new subsection that requires a written cost agreement between the resident and enrolling district or ISD for a special education pupil who is enrolled in a charter school in an ISD contiguous to the resident ISD.	(15) Concurs with Senate but clarifies that in the absence of an agreement both the responsibility to provide and pay the added costs of special education services would be that of the resident district and ISD.	Concurs with House with minor technical changes.
Sec. 51c Special Education Durant Payment	Allocates \$713,600,000 out of the appropriation in Section 51a for FY 2007-08 to provide funding for costs associated with Durant settlement that guarantees districts 28.6138% of total approved costs of special education services and 70.4164% of total approved costs of special education transportation.	FY 2008-09 allocation is \$724,200,000.	Concurs with Governor.	FY 2008-09 allocation is updated to \$721,600,000.	FY 2008-09 allocation is updated to \$721,400,000.
Sec. 51d Federal Special Education Funds	Appropriates \$74,000,000 in Federal special education grants for FY 2007-08.	Appropriates \$74,000,000 in Federal special education grants for FY 2008-09.	Concurs with Governor to maintain funding at current-year levels.	Concurs with Senate.	Concurs with Senate and House.
Sec. 54a Lending Library	Appropriates \$250,000 for FY 2007-08 to maintain a lending library at Central Michigan University to provide special needs assessment tools to districts and intermediate districts.	Appropriates \$100,000 for FY 2008-09.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
	Intent language that states future allocations shall not exceed \$100,000.				
Sec. 54c Newsline Grant	Allocates \$80,000 in FY 2007-08 to the Department to make Newsline electronically available statewide for the visually impaired.	Not included.	Not included.	Appropriates \$80,000 in FY 2008-09.	Concurs with House.
Sec. 56 Special Education Millage Equalization	Provides funding to intermediate districts to guarantee a minimal amount per Special Education mill levied, on a per-pupil basis. Appropriates \$36,881,100 for FY 2007-08 for millage equalization. FY 2007-08 per pupil equalization dollar amount of \$161,800.	Appropriates \$36,881,100 for FY 2008-09 for millage equalization. FY 2008-09 per pupil equalization dollar amount at \$172,500.	Concurs with Governor.	Appropriates \$36,881,100 for FY 2008-09 for millage equalization. FY 2008-09 per pupil equalization dollar amount at \$172,800.	Concurs with House.
Sec. 57 Advanced and Accelerated Programs	Appropriates \$285,000 in FY 2007-08 for competitive grants to intermediate districts for middle school summer institutes and comprehensive programs for advanced and accelerated students. Each intermediate district could receive up to \$5,000.	Increases the appropriation to \$1,000,000 for FY 2008-09, with grants up to \$17,500 for each ISD.	Increases funding by \$65,000 to \$350,000. Per ISD grants increase from \$5,000 to \$6,100.	Maintains current law funding levels for FY 2008-09.	Concurs with House.
Sec. 57a - NEW International Baccalaureate	N/A	N/A	Appropriates \$250,000 for FY 2008-09 for five grants of up to \$50,000 each for development and start up costs. New programs or programs that have been established within the past three years would be eligible for up to four years of funding.	Not included.	Concurs with House.
Sec. 61a Vocational	Appropriates \$30,000,000 for FY 2007-08 to support	Appropriates \$30,000,000 for FY 2008-09.	Concurs with Governor to maintain funding at current-	Concurs with Senate.	Concurs with Senate and House.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
Education	vocational education programs.		year levels.		
Sec. 62 Vocational Education Millage Equalization	Provides funding to intermediate districts that levy vocational education mills to guarantee a minimal amount received per mill levied, on a per-pupil basis. Appropriates \$9,000,000 for FY 2007-08. FY 2007-08 per-pupil equalization amount is \$171,300.	Appropriates \$9,000,000 for FY 2008-09. FY 2008-09 per-pupil equalization amount is \$181,500.	Concurs with Governor.	Appropriates \$9,000,000 for FY 2008-09. FY 2008-09 per-pupil equalization amount is \$181,900.	Concurs with House.
Sec. 64 Health/Science Middle College Program	Appropriates \$2,000,000 in FY 2007-08 for grants to intermediate districts or Detroit Public Schools that are in consortium with a community college or state university and a hospital to create and implement a middle college focused on health sciences. Specifies that grants shall be awarded for four consecutive years, and that recipient shall receive 100% of their prior year grant award in Year 2 and 50% of their prior year grant award for each year after	Continues the \$2,000,000 appropriation into FY 2008-09.	Concurs with Governor to maintain funding at current-year levels. Adds a section giving grant preference to programs that provide integrated academics staffing to provide instruction in mathematics, science, and language arts.	Concurs with Governor. Does not include language.	Concurs with Senate and House. Concurs with Senate.
Sec. 65 Precollege Engineering and Science Grants	Appropriates \$680,100 for FY 2007-08 for two grants to districts or intermediate districts for eligible precollege programs in engineering and the sciences. The DLEG shall give preference in awarding the grants to eligible existing programs that received funds in the 2005-	Continues the \$680,100 appropriation into FY 2008-09.	Appropriates \$1,100,000 in FY 2008-09. The Grand Rapids and Detroit Area programs would each receive \$500,000, and Kalamazoo would receive \$100,000. In order to receive the funding, the programs would have to recruit Hispanic students.	Appropriates \$1,300,000 in FY 2008-09. The Grand Rapids and Detroit Area programs would each receive \$500,000 and includes new programs funded at \$100,000 each to Huron, Tuscola, and Bay-Arenac ISDs to train pupils in alternative energy.	Appropriates \$980,100 in FY 2008-09. Grand Rapids and Detroit programs would continue receiving \$340,050 each, and four new programs would receive \$75,000 each: Kalamazoo, Huron, Tuscola, and Bay-Arenac.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
	06 DLEG budget. The two areas that received this grant then were Grand Rapids and Detroit.				
Sec. 74 Bus Driver Safety	FY 2007-08 appropriation is \$3,025,800. \$1,625,000 is to reimburse intermediate districts and universities for providing bus driver safety instruction. \$1,400,800 is for reimbursement to districts and intermediate districts for costs of MSP school bus inspections.	Increases the appropriation in FY2008-09 to \$3,028,500. \$1,625,000 is to reimburse intermediate districts and universities for providing bus driver safety instruction. \$1,403,500 is for reimbursement to districts and intermediate districts for costs of MSP school bus inspections.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
Sec. 81 Intermediate School Districts (ISD) General Operations Funding	FY 2007-08 appropriation is \$80,912,000 for basic operational funding of intermediate districts.	FY 2008-09 appropriation is \$83,812,000. ISDs would receive a 1.2% increase in basic funding, and the remaining \$1,929,000 would be for ISDs to collaborate with the Department to strengthen curriculum and instruction related to the Michigan Merit Curriculum in high schools not achieving adequate yearly progress.	FY 2008-09 appropriation is \$81,805,000, representing a 1.1% increase. No new language is included.	FY 2008-09 appropriation is \$81,721,100, representing a 1.0% increase. No new language is included.	Concurs with House.
Sec. 94a Center for Educational Performance and Information (CEPI)	Appropriates GF/GP of \$2,435,400 in FY 2007-08 to support the operations of the CEPI and for the development and implementation of a comprehensive data management and student tracking system.	Appropriates GF/GP of \$6,755,400 in FY 2008-09 an increase of \$4,320,000. Adds a requirement that the CEPI coordinate the electronic exchange of student records among K-12s and postsecondary institutions.	Appropriates \$4,755,400 GF/GP in FY 2008-09, an increase of \$2,320,000. The Governor's requirement is amended to state that, to the extent funding is available. CEPI should coordinate the electronic exchange of student records among K12s and postsecondary institutions.	Concurs with Governor.	Appropriates \$4,935,400 GF/GP in FY 2008-09, in increase of \$2,500,000. The Governor's requirement is amended to state that, to the extent funding is available. CEPI should coordinate the electronic exchange of student records among K12s and postsecondary institutions.
	Appropriates \$3,543,200 in FY 2007-08 from Federal funds for Federal reporting	Appropriates \$2,793,200 in FY 2008-09 from Federal funds.	Concurs in Federal appropriation.	Concurs in Federal appropriation.	Concurs in Federal appropriation.

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SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
	requirements.				
Sec. 98 Michigan Virtual University (MVU)	Appropriates \$1,750,000 GF/GP to MVU in FY 2007-08 for operations of the Virtual High School and appropriates \$3,250,000 in Federal funds. Also appropriates \$500,000 in SAF for collaboration with an intermediate district to provide My Dream Explorer career planning software statewide.	Appropriates \$1,750,000 GF/GP to MVU in FY 2008-09 for operations of the Virtual High School and appropriates \$2,700,000 in Federal funds. Also appropriates \$500,000 in SAF for collaboration with an intermediate district to provide My Dream Explorer career planning software statewide, and adds requirements that the MVU work with postsecondary groups to develop an outreach plan with access to online resources designed to increase postsecondary enrollments. The MVU is also charged with providing a report on schools served by MVU, courses offered, number of online enrollments, and other info.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
Sec. 98d Web-Based Practice Assessments	N/A	N/A	N/A	Appropriates \$100 for web- based practice assessments targeted at middle school students.	Concurs with Senate.
Sec. 99 Math and Science Centers	FY 2007-08 State appropriations of \$3,500,000 and \$4,456,000 in Federal funds for the funding of 33 math and science centers throughout the state.	FY 2008-09 State appropriations of \$3,500,000 and Federal funds of \$5,249,300.	Increases the State funding by \$1,000,000 to \$4,500,000. The increase is for those centers that can offer credit recovery and remedial assistance in math and science courses. Concurs with Governor on increased Federal funds.	Concurs with Governor.	Concurs with House.
Sec. 99c Algebra Credit Recovery Sec. 99a Math Remediation Grants	FY 2007-08 appropriation of \$0 to district to achieve middle school mathematics standards and benchmarks.	Repealed.	Repealed.	FY 2008-09 appropriation of \$3,725,000. \$3,000,000 for competitive grants to ISDs for Algebra I Credit Recovery pilot	Renumbers to Section 99a, with an appropriation of \$725,000 for pilot grants to mathematics and science centers that are selected by the mathematics and

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
				programs. ISDs receive \$5 per pupil for each student in their constituent districts. The ISD must match 1/3 of the grant award, work with at least one other entity and assist students with Algebra I mathematics standards and benchmarks. The maximum award is \$1,000,000. An additional \$725,000 is for pilot grants to mathematics and science centers that are selected by the mathematics and science centers and the Michigan virtual university to develop and implement pilot programs for after- school and summer mathematics for eighth grade students.	science centers and the Michigan virtual university to develop and implement pilot programs for afterschool and summer mathematics for eighth grade students. (Sec. 99c is repealed.)
Sec. 99e Academic Improvement Grant	FY 2007-08 appropriation of \$125,000 to Inkster Public Schools as compensation for having received a reduced foundation allowance due to proration while having had an emergency financial manager in place. Funding shall be awarded for 3 consecutive fiscal years beginning with FY 2006-07	Appropriates \$125,000 for FY 2008-09, the last year of funding.	Concurs with Governor to maintain funding at current-year levels.	FY 2008-09 appropriation of \$250,000, an increase of \$125,000.	Concurs with Senate.
Sec. 99h – NEW FIRST Robotics	N/A	Appropriates \$1,000,000 in FY 2008-09 for competitive grants to districts that provide pupils with opportunities to participate in the FIRST Robotics competition.	Does not include this appropriation for either year.	Concurs with Governor.	Concurs with Senate.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
Sec. 99i Pontiac Grant	Appropriates \$300,000 in FY 2007-08 to expand the crisis intervention program at Pontiac.	Repealed.	Concurs with Governor.	Appropriates \$300,000 for FY 2008-09.	Concurs with House.
Sec. 99j District Pilot Programs	Appropriates \$500,000 in FY 2007-08. \$350,000 to Grosse Pointe for demonstration projects in math and science. \$150,000 to Harper Woods for programs for the academically talented, a district-wide improvement initiative and a positive behavior support program.	Repealed.	Concurs with Governor.	Appropriates \$1,500,000 in FY 2008-09. \$1,050,000 to Grosse Pointe for demonstration projects in math and science. \$450,000 to Harper Woods for programs for the academically talented, a district-wide improvement initiative and a positive behavior support program.	Concurs with House.
Sec. 99k District Grants	Appropriates \$1,950,000 in FY 2007-08. \$900,000 to Redford Union, \$400,000 to Chippewa Valley, \$400,000 to Pontiac, and \$250,000 to Clintondale.	Repealed.	Concurs with Governor.	Appropriates \$2,150,000 in FY 2008-09. Maintains current law funding and adds \$200,000 to Ewen-Trout Creek.	Appropriates ???????? in FY 2008-09. Allocates \$450,000 to Redford Union and ???????
Sec. 99m – NEW Future Farmers of America Placeholder	N/A	N/A	Includes a \$100 placeholder for programs designed to increase the number of agriscience and Future Farmers of America programs.	Not Included.	Concurs with House.
Sec. 99m - NEW Science, Engineering, Mathematics, Aerospace Academy (SEMAA) Grants	N/A	N/A	N/A	Appropriates \$100,000 to Wayne State University for the SEMAA program. SEMAA shall make available at no cost its program to all kindergarten through 12th graders.	Concurs with Senate.
Sec. 99n – NEW Center for Advanced Studies and the Arts	N/A	N/A	Includes \$250,000 for a new appropriation to the Center for Advanced Studies and the Arts, a consortium of six districts in	Not included.	Concurs with House.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
			Oakland County. Funds are for technology needs.		
Sec. 99n Community College Access Grants	1) Legislative intent that in 2008-09 funding is included for competitive grants for districts that enter into cooperative arrangements with a community college to establish programs to allow pupils to earn community college credit while enrolled in middle school or high school. (2) Legislative intent that a district that formerly operated a community college program and that ceased to operate that program after 1995 be merged with a community college district located in a city with a population more than 750,000.	Not included.	Not included.	Appropriates \$1,000,000 in FY 2008-09 to districts and ISDs to enter into cooperative arrangements with community colleges to establish programs to allow students to complete community college courses and earn community college credit while enrolled in middle school or high school (2) Maintains Legislative intent that a district that formerly operated a community college program and that ceased to operate that program after 1995 be merged with a community college district located in a city with a population more than 750,000.	Maintains Current law.
Sec. 99o– NEW Communities in Schools Program	N/A	N/A	Appropriates \$100 for grants to districts for the Communities in Schools program.	Appropriates \$300,000 for FY 2008-09 to districts for the Communities in Schools program.	Not included.
Sec. 99p Cultural Access Grants	Appropriates \$100,000 for competitive grants to districts for programs that provide students with access to cultural, art, or music resources and experiences that are available in the community and that promote reading, literacy, and communications skills among students.	Not included.	Not included.	FY 2008-09 appropriation of \$800,000, an increase of \$700,000.	Maintains current year appropriation of \$100,000 for FY 2008-09
Sec. 99q Grant to a PSA with	N/A	N/A	N/A	Appropriates \$100 to a foundation that has already	Concurs with Senate.

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a Maritime Focus				received a planning grant from the Department for a PSA that is a boarding school with a Maritime Focus and is located in a district of the first class.	
Sec. 99r Junior Achievement Grant	N/A	N/A	N/A	Appropriates \$100 for Junior Achievement programs. Requires a local match.	Concurs with Senate.
Sec. 104 & 104b Assessment Funding	For FY 2007-08, appropriates \$25,400,000 from the SAF for reimbursement of costs associated with complying with Sections 104a and 104b of the Act, and sections 1279 and 1280b of the Revised School Code. Also appropriates \$8,800,000 in Federal assessment funding for the purposes of complying with Federal NCLB Act. Requires that test results include item analyses that list all items counted for student scores and the percentage of students choosing each possible response.	Revises the FY 2007-08 SAF appropriation upward to \$29,322,400 to replace Federal funds transferred out to the Department of Education's budget. Federal funds in FY 2007-08 are revised downward to \$5,477,600. For FY 2008- 09, State funds increase to \$30,872,800 and Federal funds increase to \$8,512,900.	Concurs with Governor on FY 2007-08 SAF and Federal appropriations. For FY 2008-09, several changes (listed below) are included, which are anticipated to reduce State costs by \$2,000,000, to \$28,872,800. Federal funds are concurred in. Policy changes include requiring all non-free lunch eligible students to pay for Merit Exam retakes, restricting any Merit Exam writing exams to only the ACT writing test, and requiring all three WorkKeys components to be administered. Also, the Department is required to identify specific grade level content expectations to be taught before and after the middle of 11 th grade, so that teachers will know what content will be covered within the Merit Exam.	Concurs with Senate appropriation levels. Technical changes to Senate revisions.	Concurs with House.
Sec. 105 Schools of Choice (within an ISD)	Provides requirements for schools of choice within an ISD.	Changes "15 day period" to "at least 15 calendar days but not more than 30 calendar days". Requires enrollment to be not later than the end of the first	Concurs with Governor.	Concur with Senate.	Concurs with Senate and House.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
		week of school.			
Sec. 105c Schools of Choice (contiguous ISDs)	Provides requirements for schools of choice within contiguous ISDs.	Changes "15 day period" to "at least 15 calendar days but not more than 30 calendar days". Requires enrollment to be not later than the end of the first week of school. Requires the written agreement regarding special education costs to address how the agreement shall be amended in the event of significant changes in the costs or level of special education programs or services required by the pupil.	Concurs with Governor.	Concur with Senate.	Concurs with Senate and House.
Sec. 107 Adult Education Appropriation	Appropriates \$24,000,000 in SAF for Adult Education programs for FY 2007-08. Up to \$23,800,000 shall be distributed to programs who received grants in FY 2006-07 in an amount equal to 104.3% of their FY 2006-07 awards. Not more than one grant may be awarded up to \$200,000 for expansion of an existing innovative community college program.	Continues the \$24,000,000 appropriation into FY 2008-09. Requires a funded program to determine educational gain by testing participants before enrollment and at the end of the instructional period or program year using assessment instruments approved by the department.	Concurs with Governor to maintain funding at current-year levels. However, the testing after 40 hours and educational functioning level language are not included. Earmarks \$700,000 out of the appropriation for competitive grants to districts who go into prisons to provide GED or high school completion programs. For each participant, the district would receive \$2,850, the same as for other adult education students.	Concurs with Senate. Does not include this provision.	Concurs with House and Senate. Adds a provision such that Inkster Schools could begin to operate an Adult Ed program. Concurs with Senate, but reduces the earmark to \$500,000.
Sec. 147 Retirement Contribution Rate	FY 2007-08 rate is 16.72%, with an amortization period of 30 years.	FY 2008-09 rate is 16.54%, with an amortization period of 29 years.	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.
Sec. 164c Buy American, Buy	Requires funds to be spent on American goods and	Adds that preference shall be given to goods or	Concurs with Governor.	Concurs with Senate.	Concurs with Senate and House.

SECTION	CURRENT LAW	GOVERNOR RECOMMENDATION	SENATE PASSED (3/26/08)	HOUSE PASSED (6/10/08)	CONFERENCE
Michigan	services if available, and preference should be given to Michigan-made products.	services that are manufactured or provided by Michigan businesses owned and operated by veterans, if competitively priced and of comparable quality.			
Sec. 166b Elective Courses for Nonpublic Students	Current law allows a nonpublic or home-school student to attend a public school within its geographic boundaries for non essential core class or if the resident district	N/A	N/A	Revises current law to allow a student attending a nonpublic or home-school to attend the public school within whose geographic boundaries the nonpublic or home-school is located for non essential core classes or if the resident district is unable or unwilling to provide the instruction by a specific date, a district contiguous to the resident district could provide that instruction.	Concurs with Senate.
Enacting Section 1 State Spending and Payments to Locals	N/A	Total state spending for FY 2008-09 is estimated at \$11,953,219,100 and payments to locals are \$11,738,786,800.	Total state spending for FY 2008-09 is estimated at \$11,818,812,400 and payments to locals are estimated at \$11,605,380,200.	Total state spending for FY 2008-09 is estimated at \$11,853,371,300 and payments to locals are estimated at \$11,638,939,000.	Total state spending for FY 2008-09 is estimated at \$11,816,898,200 and payments to locals are estimated at \$11,602,465,900.
Enacting Section 2 Repeals Sections as of October 1, 2008.	N/A	Sec 32 - Intent language increasing early childhood funding if available revenue. Sec 99c - Middle school math carry forward language. Sec. 99i - Pontiac crisis intervention grant. Sec. 99j - District pilot grants (see above). Sec. 99k - District grants (see above). Secs. 104a and 104b - Duplicative curriculum language. Sec. 166 - 5% penalty if providing family planning drugs or abortion referrals.	Sec 32 - Intent language increasing early childhood funding in the event of additional revenues. Sec 99c - Middle school math carry forward language. Sec. 99i - Pontiac crisis intervention grant. Sec. 99j - District pilot grants (see above). Sec. 99k - District grants (see above).	Sec 32 - Intent language increasing early childhood funding in the event of additional revenues. Sec. 32e -FY 2007-08 hold-harmless funding for MSRP. (Funding is now in Sec. 32d.) Sec. 166 - 5% penalty if providing family planning drugs or abortion referrals.	Sec 32 - Intent language increasing early childhood funding in the event of additional revenues. Sec. 32e -FY 2007-08 hold-harmless funding for MSRP. (Funding is now in Sec. 32d.) Sec 99c - Middle school math carry forward language