

**Summary: Executive Budget Recommendation
for Fiscal Year 2016-17
SCHOOL AID**



**Analyst: Bethany Wicksall
Samuel Christensen**

	FY 2015-16 Year-to-Date as of 2/10/16	FY 2016-17 Executive	Difference: FY 2016-17 Vs. FY 2015-16	
			Amount	%
IDG/IDT	\$0	\$0	\$0	--
Federal	1,775,769,200	1,818,632,700	42,863,500	2.4
Local	0	0	0	--
Private	0	0	0	--
Restricted	12,078,985,100	12,134,479,400	55,494,300	0.5
GF/GP	45,900,000	230,000,000	184,100,000	401.1
Gross	\$13,900,654,300	\$14,183,112,100	\$282,457,800	2.0

Notes: (1) FY 2015-16 year-to-date figures include mid-year budget adjustments through February 10, 2016. (2) Appropriation figures for all years include all proposed appropriation amounts, including amounts designated as "one-time."

Overview

The School Aid budget makes appropriations to the state's 541 local school districts, 300 public school academies, the Education Achievement System, and 56 intermediate school districts (ISDs) for operations and certain categorical programs. It also appropriates funds to the Center for Educational Performance and Information, the Workforce Development Agency, and other entities to implement certain grants and other programs related to K-12 education.

Major Budget Changes From FY 2015-16 Year-to-Date (YTD) Appropriations

1. Foundation Allowances (Secs. 22a and 22b)

Increases foundations using the 2x funding formula with increases ranging from \$60 to \$120 per pupil. Increases the State Maximum Guaranteed Foundation (the Basic) from \$8,169 to \$8,229 and the Minimum Foundation from \$7,391 to \$7,511. The increase costs \$150.0 million, but after a cost reduction of \$126.7 million due to increasing local share from increasing taxable values and declining pupils, the net increase totals \$ 23.3 million. (See FY 2015-16 supplemental items below.)

	FY 2015-16 YTD (as of 2/10/16)	Executive Change from YTD
Gross	\$9,009,700,000	\$96,300,000
Restricted	8,993,379,500	(78,241,300)
GF/GP	\$16,320,500	\$174,541,300

Also adds \$72.0 million in Detroit Public Schools Trust Funds (redirected from Tobacco Settlement Funds) to support the foundation allowance costs of the newly proposed Detroit Community district to offset the loss of local school operating millage revenue, which would be redirected to pay off the debts of the former district.

Also adds \$1.0 million to change the pupil membership blend from 90% of the fall count plus 10% of the previous February count to 50% of the fall count plus 50% of the previous February count.

2. MPERS Unfunded Liability – State Share (Sec. 147c)

Increases funding for the state share of Michigan Public School Employees' Retirement System (MPERS) unfunded liability costs for districts, ISDs, and public libraries pursuant to PA 300 of 2012 by \$89.3 million, bringing the total to \$982.8 million.

	Gross	\$893,500,000	\$89,300,000
Restricted	892,900,000		89,300,000
GF/GP	\$600,000		\$0

3. Flint Declaration of Emergency (Sec. 11s) - NEW

Provides \$10.1 million for half-year funding to provide universal Early On testing to identify and provide services to children 0-3 (\$6.4 million), universal access to preschool for 4-year-olds (\$1.5 million), additional district school nurses and school social workers (\$1.3 million), and ISD staff and services including (\$1.0 million). Additional funding, if necessary, would be available for transfer from a \$50.0 million Flint Emergency Reserve Fund proposed in the FY 2015-16 supplemental for DTMB. Additionally, it would appropriate up to \$15.0 million in state restricted contingency funds, which would not be available for expenditure until approval of a transfer by the Legislature. (See FY 2015-16 supplemental items below.)

	Gross	\$0	\$10,142,600
Restricted	0		100
GF/GP	\$0		\$10,142,500

4. Statewide School Water Testing (Sec. 78) - NEW	Gross	\$0	\$9,000,000
Adds \$9.0 million to provide 2 nd of 3 years of funding to test school building water systems for lead based on a strategic statewide plan developed by MDE in collaboration with DEQ and LARA. (See FY 2015-16 supplemental items below for 1 st year funding.)	Restricted	0	9,000,000
5. State School Reform/Redesign (Sec. 21) - NEW	Gross	\$0	\$5,000,000
Adds \$5.0 million for CEOs and supplemental payments to districts with schools identified as being in the lowest achieving 5% of public schools in the state and under the control of the State School Reform/Redesign Office (SRRO). Districts would receive a 20% foundation allowance premium for each high school FTE to compensate for the loss in foundation allowance funds remaining with elementary FTEs, since elementary foundation allowance funds often subsidize higher cost secondary schools, but would no longer be available to do so under a takeover. (See FY 2015-16 supplemental items below.)	Restricted	0	5,000,000
6. Special Education Reforms (Sec. 55) - NEW	Gross	\$0	\$1,370,000
Adds \$1.4 million for the implementation of recommendations of the Special Education Reform Task Force published in January 2016. \$750,000 would be used to pilot statewide implementation of the Michigan Integrated Behavior and Learning Support Initiative (MiBLSI), a program of positive behavioral intervention and supports, in at least 3 ISDs. \$620,000 would be used for training related to the safe implementation of emergency restraints and seclusion.	Restricted	0	1,370,000
7. CTE Early/Middle Colleges (Sec. 61b)	Gross	\$10,000,000	\$5,000,000
Increases funding to \$15.0 million for career & technical education (CTE) early/middle colleges that allow a student to graduate in 5 years with both a high school diploma and postsecondary credentials. Revises to make districts that receive funding for CTE program added costs under Section 61a eligible for funding under this section, as long as combined payments under Sections 61a and 61b do not exceed the total allowable costs of the program.	Restricted	10,000,000	5,000,000
8. CTE Equipment Upgrades (Sec. 61c) - NEW	Gross	\$0	\$10,000,000
Provides \$10.0 million in a competitive grant program to districts and ISDs to improve capital infrastructure for their CTE programs including the purchase of equipment, renovations related to installation of equipment, installation costs, and training for instructors providing instruction using the equipment. Caps individual grant awards at \$500,000.	Restricted	0	10,000,000
9. Educator Evaluations (Sec. 95a)	Gross	\$0	\$10,000,000
Adds \$10.0 million into the Educator Evaluation reserve fund to provide training in educator evaluation systems.	Restricted	0	10,000,000
10. Intermediate School District (ISD) General Operations (Sec. 81)	Gross	\$67,108,000	\$1,074,000
Increases ISD funding by 1.6%, or \$1.1 million, to a total of \$68.2 million.	Restricted	67,108,000	1,074,000
11. FIRST Robotics (Sec. 99h)	Gross	\$2,000,000	\$500,000
Increases funding for district grants for FIRST Robotics programs to a total of \$2.5 million. Funds may be used for coach stipends and program expenses.	Restricted	2,000,000	500,000
12. MiSTEM Grants (Sec. 99s)	Gross	\$9,274,300	\$1,250,000
Adds \$1.3 million bringing total funding to \$10.5 million to support science, technology, engineering and mathematics (STEM) education programs. Maintains existing funding for Math/Science Centers (\$8.0 million). Rolls up funding currently going to Science Olympiad, STEM professional development, MI STEM Partnership, and VanAndel Institute along with the increased \$1.3 million to implement grants based on the MiSTEM Council recommendations, which are due in March 2016.	Federal	5,249,300	0
	Restricted	3,250,000	(500,000)
	GF/GP	\$775,000	\$1,750,000
13. Early Literacy (3rd Grade Reading) Initiative (Sec. 35 and 35a)	Gross	\$26,400,000	(\$2,500,000)
Reduces total funding for by \$2.5 million by eliminating a Parent University Pilot (\$1.0), a grant to Michigan Education Corps (\$1.0 million), and one-time funding for an early literacy certification test (\$500,000). Maintains funding for administration (\$1.0 million), professional development (\$950,000), diagnostic tools (\$1.5 million), literacy teacher coaches (\$3.0 million), and added instructional time (\$17.0 million).	Restricted	23,900,000	(1,000,000)
	GF/GP	\$2,500,000	(\$1,500,000)
14. Technology Readiness Infrastructure Grants (Sec. 22i)	Gross	\$23,500,000	(\$23,500,000)
Eliminates funding and repeals this section.	Restricted	23,500,000	(23,500,000)

15. Other Program Eliminations	Gross	\$7,160,000	(\$7,160,000)
Eliminates funding and repeals the following sections:	Restricted	5,360,000	(5,360,000)
<ul style="list-style-type: none"> • Sec. 31c – Gang Prevention Grants - \$1.0 million • Sec. 31h – Cooperative Education (Albion/Marshall) - \$300,000 • Sec. 43 – Teacher Certification Test Rewrite - \$1.8 million • Sec. 99c – Civics Education - \$60,000 • Sec. 104d – Computer Adaptive Tests - \$4.0 million 	GF/GP	\$1,800,000	(\$1,800,000)
16. Michigan College Access Network (MCAN) (Sec. 67)	Gross	\$3,600,000	(\$550,000)
Reduces funding by \$550,000 to eliminate funding for an online career planning tool, leaving \$3.1 million for the balance of MCAN efforts to expand access to college.	Restricted	3,600,000	(550,000)
17. Special Education (Sec. 51a, 51c, 51d, 53a, 54, and 56)	Gross	\$1,359,546,100	\$54,500,000
Increases funding for special education by \$54.5 million to a total of \$1.4 billion to reflect updated estimates. (See FY 2015-16 supplemental items below.)	Restricted	918,546,100	54,500,000
	Federal	441,000,000	0
18. Other Cost Adjustments	Gross	N/A	(\$10,786,700)
Adjusts appropriation levels based on actual prior year costs for the following:	Restricted	N/A	(10,786,700)
<ul style="list-style-type: none"> • Sec. 11m - Cash Flow Borrowing Costs - \$1.0 million increase to \$3.0 million. • Sec. 26a - Renaissance Zones - \$6.3 million decrease to \$20.0 million. • Sec. 31f - School Breakfast Program - \$3.1 million decrease to \$2.5 million. • Sec. 24a - Juvenile Detention Facilities - \$861,700 decrease to \$1.3 million. • Sec. 25f - Strict Discipline Academies - \$750,000 decrease to \$250,000. • Sec. 25g - Dropout Recovery Programs - \$750,000 decrease to \$250,000. 			
19. M-STEP Assessments (Sec. 104)	Gross	\$50,244,400	(\$10,100,000)
Reduces by \$10.1 million bringing total funding for student assessments to \$40.1 million. Eliminates \$8.5 million in one-time funding to convert assessments to online tests, expand writing assessments to additional grades, and create additional constructed response test questions, all of which has been completed. Also eliminates funding that had supported the Kindergarten Entry Assessment, which has been replaced by a kindergarten summative assessment.	Restricted	43,994,400	(10,100,000)
	GF/GP	\$6,250,000	\$0
20. Federal NCLB/ESSA Funding (Sec. 39a(1))	Gross	\$779,076,400	\$42,863,400
Recognizes increase in funding under the new Every Student Succeeds Act (ESSA) of \$55.9 million for student support and academic enrichment. Reduces Drug-Free School and Community funds by \$3.0 million to a total of \$2.0 million, and eliminates all but \$250,000, a reduction of \$10.0 million, in charter school subgrant funds.	Federal	779,076,400	42,863,400

Major Boilerplate Changes From FY 2015-16

Sec. 6. Pupil Membership Definitions – REVISED

Revises pupil membership blend in (4) from 90% of the fall count plus 10% of the prior February count to 50% fall count plus 50% prior February count. Caps the number for which a district may claim a nonpublic school pupil membership, for the purposes of receiving state aid, at no more than 1/3 of an FTE for grades 1 to 12 to align it with Sec. 166b, which requires that a nonpublic student be part-time and limited to nonessential elective courses. (See also Sec. 166b below).

Sec. 20j. Foundation Calculations for Hold Harmless Districts – NEW

Due to an inflationary cap on Hold Harmless (HH) District Foundation Allowances, which was put in statute along with the school funding reforms tied to Proposal A in 1994, HH districts (currently foundation allowances greater than \$8,169) would be capped at increases ranging from \$8-\$15. The Executive budget reintroduces former Section 20j, which would allow the difference between each HH district's inflationary increase and the \$60 increase in the State Maximum Guaranteed foundation allowance to be allocated under a separate calculation than its foundation calculation in Sec. 20.

Sec. 21f. Virtual Classes – REVISED

Requires primary enrolling districts to provide a student enrolled in more than 2 virtual courses per term with hardware, software, and internet access without charge to the pupil, in addition to the expenses paid for the virtual course under (9), currently 6.67% of the minimum foundation. Requires MDE to establish standards for appropriate hardware, software, and internet access and to establish minimum requirements to count a pupil in a virtual course in a district's pupil membership, for the purpose of receiving of state aid.

Sec. 25e. Pupil Transfer Process – DELETED

Repeals this section and eliminates the pupil transfer process, which currently allows districts to transfer a portion of a pupil membership FTE, and thus the state aid funding tied to it, if a pupil transfers from one district to another between the Fall count date and the following February count date.

Sec. 39. Great Start Readiness Program Formula – REVISED

Revises application and formula to base it on number of half-day slots filled rather children served such that the hold harmless provision, guaranteeing an ISD at least its prior slot allocation, would include slots used to provide full-day programs.

Sec. 51a(15). Special Education Penalty – DELETED

Deletes legislative intent that, beginning in FY 2016-17, would penalize a district, PSA, or ISD by 10% of its total state aid if it does not comply with the process for special education services for PSA pupils under subsection (14) or federal regulations.

Sec. 101. Days and Hours of Instruction – REVISED

Deletes district reports of days and hours of instruction and replaces with district certification to MDE that it is in full compliance or district reports to MDE for each instance of noncompliance.

Sec. 104c. Assessments– REVISED

Revises to require fall and spring assessments in grades K to 2, and eliminates the kindergarten entry assessment.

Sec. 107. Adult Education – REVISED

Revises eligible programs to add adult secondary education programs, eliminate job- or employment-related programs, and revise GED to high school equivalency test prep programs. Deletes all current participant eligibility criteria, and replaces with either a) is at least 20 years of age or b) is an out-of-school youth as defined in federal Workforce Innovation and Opportunity Act. Deletes FTE funding formula based on 80% enrollment and 20% completion. Makes payments based on statewide allocation criteria including 3-year average enrollments, census data, and local needs as well as participant completion data, and allowable expenditures.

Sec. 166b. Nonpublic Students – REVISED

Revises to clarify that a district may count nonpublic students as FTEs, to receive state aid, for nonessential, elective courses “that are offered **AND BEING PROVIDED**” to full-time pupils in the same grade level or age group during regularly scheduled school hours.

		FY 2015-16 Recommendation
<u>Flint-related Supplemental Recommendations for FY 2015-16 Appropriations</u>		
1. Flint Declaration of Emergency (Sec. 11s) - NEW	Gross	\$9,200,000
Adds \$9.2 million to provide universal Early On testing to identify and provide services to children 0-4 with potential developmental delays due to lead exposure.	GF/GP	\$9,200,000

		FY 2015-16 Recommendation
<u>Other Supplemental Recommendations for FY 2015-16 Appropriations</u>		
1. State School Reform/Redesign (Sec. 21) - NEW	Gross	\$1,000,000
Adds \$1.0 million to pay CEOs appointed by the School Reform/Redesign Office (SRRO) to take control of school buildings that are identified in the lowest achieving 5% of schools in the state.	Restricted	1,000,000
2. Statewide School Water Testing (Sec. 78) - NEW	Gross	\$9,000,000
Adds \$9.0 million to provide the 1 st of 3 years of funding to test school building water systems for lead based on a statewide strategic plan developed by MDE In collaboration with DEQ and LARA.	Restricted	9,000,000
3. Special Education (Secs. 51a, 51c, 51d, 53a, 54, and 56)	Gross	\$28,700,000
Increases the state share of court-mandated special education costs to a total of \$947.2 million to reflect updated estimates based on actual FY 2014-15 costs.	Restricted	28,700,000
4. Foundation Allowances (Secs. 22a and 22b)	Gross	(\$64,700,000)
Reduces the state share of foundation allowance costs to a total of \$8.9 billion to reflect revised consensus estimates due to an increasing local share due to higher taxable values.	Federal	(64,700,000)
5. School Bond Loan Redemption Fund (Sec. 11j)	Gross	(\$27,000,000)
Reduces costs paid on behalf of districts in the school bond loan program to \$99.5 million to reflect lower costs from an increased number of districts refinancing bonds to access lower interest rates.	Restricted	(27,000,000)
6. Renaissance Zone Reimbursements (Sec. 26a)	Gross	(\$6,300,000)
Reduces renaissance zone reimbursements to \$20.0 million based on actual FY 2014-15 costs.	Restricted	(6,300,000)
7. School Breakfast (Sec. 31f)	Gross	(\$3,125,000)
Reduces school breakfast program costs to \$2.5 million based on actual FY 2014-15 program costs. Cost reductions due to increased federal funding for breakfast and lunch in FY 2014-15.	Restricted	(3,125,000)
8. Juvenile Detention Facilities (Sec. 24a)	Gross	(\$888,800)
Reduces the costs of education expenses in juvenile detention facilities operated by DHHS to reflect the closure of the Maxey facility.	Restricted	(888,800)
9. Promise Zone Payments (Sec. 26c)	Gross	(\$332,000)
Reduces payments to promise zone authorities based on updated cost estimates. Promise zones receive half the growth in the State Education Tax (SET) revenue from property within the zone compared to base year SET revenues.	Restricted	(332,000)

SCHOOL AID LINE ITEM SUMMARY



Sec.	
11j	School Bond Redemption Fund
11m	Cash Flow Borrowing Costs
11s	Flint Declaration of Emergency - NEW
20f	Categorical Offset Payments
20g	Dissolved District Transition Grants
21	State School Reform/Redesign - NEW
22a	Foundations: Proposal A Obligation Payment
22b	Foundations: Discretionary Payment
22d	Isolated District Funding
22g	Consolidation Innovation Grants
22i	Technology Infrastructure Improvement Grants
24	Court-Placed Pupils
24a	Juvenile Detention Facility Programs
24c	Youth ChalleNGe Program
25f	Strict Discipline Academy
25g	Dropout Recovery Programs
26a	Renaissance Zone Reimbursement
26b	PILT Reimbursement
26c	Promise Zone Funding
31a	"At Risk" Pupil Support
31a(7)	School Based Health Centers
31a(8)	Hearing and Vision Screening
31c	Gang Prevention and Intervention Programs
31d	State School Lunch Programs
31d	Federal School Lunch Programs
31f	School Breakfast Program
31h	Cooperative Education Grant
32d	Great Start Readiness Program
32p	Early Childhood Block Grants
35	Early Literacy Implementation
35a(2)	Early Literacy Parents University Pilot
35a(3)	Early Literacy Professional Development
35a(4)	Early Literacy Diagnostic Tools
35a(5)	Early Literacy Teacher Coaches
35a(6)	Early Literacy Added Instructional Time
35a(7)	Early Literacy - Michigan Education Corps
35a(8)	Early Literacy Teacher Certification Test
39a(1)	Federal NCLB/ESSA Grant Funds
39a(2)	Other Federal Funding
41	Bilingual Education Grants
43	Teacher Certification Test Rewrite
51a(1)	Special Education - Federal Reimbursement
51a(2)	Special Ed ISD Foundation and Costs
51a(3)	Special Ed ISD Hold Harmless Payment
51a(6)	Special Ed Admin Rules Changes
51a(11)	Special Ed Foundations for Non Sec. 52 to ISDs
51c	Special Ed Headlee Obligation (Durant)
51d	Special Education - Other Federal Grants
53a	Special Ed for Court Placed Pupils
54	Special Ed Michigan School Blind/Deaf
54b	Special Education Task Force Reforms - NEW
55	Conductive Learning Study

FY 2015-16		
HB 4115 (PA 85) SB 134 (PA 139) Enacted	Change from YTD	Executive Proposed Supplemental
\$126,500,000	(\$27,000,000)	\$99,500,000
\$2,000,000		\$2,000,000
\$0	\$9,200,000	\$9,200,000
\$18,000,000		\$18,000,000
\$2,200,000		\$2,200,000
\$0	\$1,000,000	\$1,000,000
\$5,281,700,000	(\$26,700,000)	\$5,255,000,000
\$3,728,000,000	(\$38,000,000)	\$3,690,000,000
\$5,000,000		\$5,000,000
\$5,000,000		\$5,000,000
\$23,500,000		\$23,500,000
\$8,000,000		\$8,000,000
\$2,189,800	(\$888,800)	\$1,301,000
\$1,497,400		\$1,497,400
\$1,000,000		\$1,000,000
\$1,000,000		\$1,000,000
\$26,300,000	(\$6,300,000)	\$20,000,000
\$4,276,800		\$4,276,800
\$610,000	(\$332,000)	\$278,000
\$378,988,200		\$378,988,200
\$5,557,300		\$5,557,300
\$5,150,000		\$5,150,000
\$1,000,000		\$1,000,000
\$22,495,100		\$22,495,100
\$513,200,000		\$513,200,000
\$5,625,000	(\$3,125,000)	\$2,500,000
\$300,000		\$300,000
\$243,900,000		\$243,900,000
\$13,400,000		\$13,400,000
\$1,000,000		\$1,000,000
\$1,000,000		\$1,000,000
\$950,000		\$950,000
\$1,450,000		\$1,450,000
\$3,000,000		\$3,000,000
\$17,500,000		\$17,500,000
\$1,000,000		\$1,000,000
\$500,000		\$500,000
\$779,076,400		\$779,076,400
\$30,800,000		\$30,800,000
\$1,200,000		\$1,200,000
\$1,800,000		\$1,800,000
\$370,000,000		\$370,000,000
\$251,800,000	\$12,300,000	\$264,100,000
\$1,300,000	(\$300,000)	\$1,000,000
\$2,200,000		\$2,200,000
\$3,300,000	\$700,000	\$4,000,000
\$610,000,000	\$16,000,000	\$626,000,000
\$71,000,000		\$71,000,000
\$10,500,000		\$10,500,000
\$1,688,000		\$1,688,000
\$0		\$0
\$150,000		\$150,000

FY 2016-17	
Change from FY16 YTD	Executive Recommendation
	\$126,500,000
\$1,000,000	\$3,000,000
\$10,142,600	\$10,142,600
	\$18,000,000
	\$2,200,000
\$5,000,000	\$5,000,000
(\$75,700,000)	\$5,206,000,000
\$172,000,000	\$3,900,000,000
	\$5,000,000
	\$5,000,000
(\$23,500,000)	\$0
	\$8,000,000
(\$861,700)	\$1,328,100
\$25,000	\$1,522,400
(\$750,000)	\$250,000
(\$750,000)	\$250,000
(\$6,300,000)	\$20,000,000
\$128,300	\$4,405,100
\$390,000	\$1,000,000
	\$378,988,200
	\$5,557,300
	\$5,150,000
(\$1,000,000)	\$0
	\$22,495,100
	\$513,200,000
(\$3,125,000)	\$2,500,000
(\$300,000)	\$0
	\$243,900,000
	\$13,400,000
	\$1,000,000
(\$1,000,000)	\$0
	\$950,000
	\$1,450,000
	\$3,000,000
	\$17,500,000
(\$1,000,000)	\$0
(\$500,000)	\$0
\$42,863,500	\$821,939,900
	\$30,800,000
	\$1,200,000
(\$1,800,000)	\$0
	\$370,000,000
\$19,800,000	\$271,600,000
(\$200,000)	\$1,100,000
	\$2,200,000
\$400,000	\$3,700,000
\$34,500,000	\$644,500,000
	\$71,000,000
	\$10,500,000
	\$1,688,000
\$1,370,000	\$1,370,000
	\$150,000

FY 2017-18	
Change from FY17	Executive Recommendation
	\$126,500,000
\$1,000,000	\$4,000,000
(\$10,142,600)	\$0
	\$18,000,000
(\$2,200,000)	\$0
\$5,200,000	\$10,200,000
(\$82,000,000)	\$5,124,000,000
(\$12,000,000)	\$3,888,000,000
	\$5,000,000
(\$5,000,000)	\$0
	\$0
	\$8,000,000
	\$1,328,100
	\$1,522,400
	\$0
(\$250,000)	\$0
(\$250,000)	\$0
	\$20,000,000
	\$4,405,100
	\$1,000,000
	\$378,988,200
	\$5,557,300
	\$5,150,000
	\$0
	\$22,495,100
	\$513,200,000
	\$2,500,000
	\$0
	\$243,900,000
	\$13,400,000
	\$1,000,000
	\$0
	\$950,000
	\$1,450,000
	\$3,000,000
	\$17,500,000
	\$0
	\$0
	\$821,939,900
	\$30,800,000
	\$1,200,000
	\$0
	\$370,000,000
\$7,700,000	\$279,300,000
(\$600,000)	\$500,000
	\$2,200,000
	\$3,700,000
\$20,900,000	\$665,400,000
	\$71,000,000
	\$10,500,000
	\$1,688,000
\$130,000	\$1,500,000
(\$150,000)	\$0

SCHOOL AID LINE ITEM SUMMARY



56	Special Ed ISD Millage Equalization
61a	Career & Tech Ed Programs
61b	Career & Tech Ed Early/Middle College
61c	Career & Tech Ed Equipment Upgrades - NEW
62	ISD Vocational Education Millage Equalization
64b	Dual Enrollment Incentive Payments
65	Detroit PreCollege Engineering
67	Career and College Readiness Tools
74	School Bus Driver Safety Instruction
74	School Bus Inspections
78	Statewide School Water Testing - NEW
81	ISD General Operations Support
94	Advanced Placement (AP) Incentive Program
94a	Center for Educational Performance and Information
94a	Center for Educational Performance and Info - Federal
95a	Educator and Administrator Evaluations
98	Michigan Virtual University
99c	Civic Education
99h	FIRST Robotics
99s(2)	MiSTEM Grants - Council
99s(3)	MiSTEM Grants - Math and Science Centers - State
99s(3)	MiSTEM Grants - Math and Science Centers - Federal
99s(4)	MiSTEM Grants - Michigan STEM Partnership
99s(5)	MiSTEM Grants - STEM Professional Development
99s(6)	MiSTEM Grants - Science Olympiad
99s(7)	MiSTEM Grants - Van Andel Education Institute
102d	Financial Data Analysis Tools
104	Education Assessments - State
104	Education Assessments - Federal
104d	Computer Adaptive Test
107	Adult Education
147a	MPSERS Cost Offset
147c	MPSERS State Share of Unfunded Liability Payments
152a	Adair - Database Payment
TOTAL APPROPRIATIONS	

FY 2015-16		
HB 4115 (PA 85) SB 134 (PA 139) Enacted	Change from YTD	Executive Proposed Supplemental
\$37,758,100		\$37,758,100
\$36,611,300		\$36,611,300
\$10,000,000		\$10,000,000
\$0		\$0
\$9,190,000		\$9,190,000
\$1,750,000		\$1,750,000
\$340,000		\$340,000
\$3,600,000		\$3,600,000
\$1,625,000		\$1,625,000
\$1,690,700		\$1,690,700
\$0	\$9,000,000	\$9,000,000
\$67,108,000		\$67,108,000
\$250,000		\$250,000
\$11,967,000		\$11,967,000
\$193,500		\$193,500
\$0		\$0
\$7,387,500		\$7,387,500
\$60,000		\$60,000
\$2,000,000		\$2,000,000
\$50,000		\$50,000
\$2,750,000		\$2,750,000
\$5,249,300		\$5,249,300
\$475,000		\$475,000
\$250,000		\$250,000
\$250,000		\$250,000
\$250,000		\$250,000
\$1,500,000		\$1,500,000
\$43,994,400		\$43,994,400
\$6,250,000		\$6,250,000
\$4,000,000		\$4,000,000
\$25,000,000		\$25,000,000
\$100,000,000		\$100,000,000
\$893,500,000		\$893,500,000
\$38,000,500		\$38,000,500
\$13,900,654,300	(\$54,445,800)	\$13,846,208,500

FY 2016-17	
Change from FY16 YTD	Executive Recommendation
	\$37,758,100
	\$36,611,300
\$5,000,000	\$15,000,000
\$10,000,000	\$10,000,000
	\$9,190,000
	\$1,750,000
	\$340,000
(\$550,000)	\$3,050,000
	\$1,625,000
\$4,900	\$1,695,600
\$9,000,000	\$9,000,000
\$1,074,000	\$68,182,000
	\$250,000
\$206,200	\$12,173,200
	\$193,500
\$10,000,000	\$10,000,000
	\$7,387,500
(\$60,000)	\$0
\$500,000	\$2,500,000
\$2,475,000	\$2,525,000
	\$2,750,000
	\$5,249,300
(\$475,000)	\$0
(\$250,000)	\$0
(\$250,000)	\$0
(\$250,000)	\$0
	\$1,500,000
(\$10,100,000)	\$33,894,400
	\$6,250,000
(\$4,000,000)	\$0
	\$25,000,000
	\$100,000,000
\$89,300,000	\$982,800,000
	\$38,000,500
\$282,457,800	\$14,183,112,100

FY 2017-18	
Change from FY17	Executive Recommendation
	\$37,758,100
	\$36,611,300
	\$15,000,000
(\$10,000,000)	\$0
	\$9,190,000
(\$1,750,000)	\$0
(\$340,000)	\$0
(\$50,000)	\$3,000,000
	\$1,625,000
	\$1,695,600
	\$9,000,000
	\$68,182,000
	\$250,000
	\$12,173,200
	\$193,500
	\$10,000,000
	\$7,387,500
	\$0
	\$2,000,000
	\$475,000
	\$2,750,000
	\$5,249,300
	\$0
	\$0
	\$0
	\$0
(\$1,500,000)	\$0
	\$33,894,400
	\$6,250,000
	\$0
	\$25,000,000
	\$100,000,000
\$5,500,000	\$988,300,000
	\$38,000,500
(\$88,352,600)	\$14,094,759,500

REVENUE BY SOURCE	
Federal Aid	
School Aid Fund	
DPS Trust Fund/Other Restricted Fund	
General Fund/General Purpose	
TOTAL REVENUE	

\$1,775,769,200	\$0	\$1,775,769,200
\$12,078,985,100	(\$63,645,800)	\$12,015,339,300
\$0		\$0
\$45,900,000	\$9,200,000	\$55,100,000
\$13,900,654,300	(\$54,445,800)	\$13,846,208,500

\$42,863,500	\$1,818,632,700
(\$16,505,800)	\$12,062,479,300
\$72,000,100	\$72,000,100
\$184,100,000	\$230,000,000
\$282,457,800	\$14,183,112,100

\$0	\$1,818,632,700
\$84,247,500	\$12,146,726,800
(\$100)	\$72,000,000
(\$172,600,000)	\$57,400,000
(\$88,352,600)	\$14,094,759,500

SCHOOL AID FUND (SAF) BALANCE SHEET
FY 2016-17 - Executive Recommendation
(Dollars in Millions)

	Revised FY 2015-16	Exec FY 2016-17	Exec FY 2017-18
Beginning School Aid Fund Balance	\$190.2	\$47.9	\$15.4
Beginning MPSERS Reserve Fund Balance	\$0.0	\$0.0	\$0.0
TOTAL BEGINNING BALANCE	\$190.2	\$47.9	\$15.4
ESTIMATED REVENUE			
SCHOOL AID FUND (SAF) REVENUE			
Revenue Estimates (May 2015 CREC)	\$12,131.6	\$12,486.2	\$12,831.1
HMO Use Tax	\$203.3	\$50.9	\$0.0
Venture Michigan Fund Certificates	\$0.0	(\$9.5)	\$0.0
Subtotal: SAF Revenue	\$12,334.9	\$12,527.6	\$12,831.1
OTHER REVENUE ADJUSTMENTS			
General Fund/General Purpose (GF/GP) Grant	\$24.2	\$188.0	\$15.0
Personal Property Tax Reform: GF Transfer to School Aid	\$30.9	\$42.0	\$42.4
Detroit Public Schools Trust Fund	\$0.0	\$72.0	\$72.0
Federal Aid	\$1,775.8	\$1,818.6	\$1,818.6
Subtotal: Other Revenue	\$1,830.9	\$2,120.6	\$1,948.0
TOTAL REVENUE	\$14,165.8	\$14,648.2	\$14,779.1
ESTIMATED EXPENDITURES			
ESTIMATED SCHOOL AID EXPENDITURES			
Ongoing Baseline	\$13,773.0	\$14,147.6	\$14,093.3
Expenditures funded with One-time Revenue	\$73.2	\$35.6	\$1.5
Subtotal: SCHOOL AID EXPENDITURES	\$13,846.2	\$14,183.2	\$14,094.8
Community Colleges	\$256.7	\$260.4	\$260.9
Higher Education	\$205.2	\$237.1	\$237.3
Subtotal: Post Secondary Expenditures	\$461.9	\$497.5	\$498.2
TOTAL EXPENDITURES	\$14,308.1	\$14,680.7	\$14,593.0
Current Year: Revenues - Expenditures	(\$142.3)	(\$32.5)	\$186.1
TOTAL ENDING BALANCE	\$47.9	\$15.4	\$201.5