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**SECTION-BY-SECTION HIGHLIGHTS HB 4447**  
**Executive Recommendation, House and Senate Passed, and Conference Recommendation**  
**Fiscal Year 2009-10**



**Analyst:**  
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SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 3 (6) Definition of District	Provides instances where district does not include a charter school.	Deletes Sec. 11n (21st Century Schools Fund) Sec. 99j (district pilot grants) and Sec. 99k (district grants) from the list of sections where "district" excludes a charter school.	Deletes Sec. 11n (21st Century Schools Fund) and Sec. 99j (district pilot grants) from the list of sections where "district" excludes a charter school.	Deletes Secs. 11n and 99j.	Deletes Sec. 11n, 99j and 99k.
Sec. 6(4)(y) Pupil Membership Definition for Small Districts	Districts with fewer than 1,550 pupils and 4.5 or fewer pupils per square mile may use the current blend (75/25) or a 3-year-average, whichever is greater, as their pupil count.	Changes the 3-year-average to 2-year-average. Estimated savings of \$5,300,000 recognized in Section 22a.	Maintains current law.	Repeals subsection. Estimated State savings of \$10,600,000.	Concurs with House.
Sec. 6(4)(dd) Pupil Membership Definition for US Olympic Education Center	N/A	N/A	Allows a district that educates a pupil who attends a United States Olympic Education Center to count pupils in membership if they are not a resident of Michigan.	Concurs with House.	Concurs with House and Senate.
Sec. 6(6) Counting Pupils at an instructional site in another district	Prohibits a district from counting pupils in membership at an instructional site within the boundaries of a first class district unless given approval by the first class district. This is the only subsection in the Act that uses the first class district definition in the Revised School Code (membership greater than 100,000 pupils) as opposed to the definition in (11) which is greater than 60,000.	Removes the reference to the Revised School Code definition, thereby allowing the definition in Sec. 6(11) to stand which defines a school district of the first class as a district with greater than 60,000 pupils in the immediately preceding fiscal year for the purposes of the School Aid Act.	Prohibits any district after 2008-2009 from counting pupils in membership at an instructional site within the boundaries of another district unless given approval by the resident district.	Strikes subsection entirely, meaning a continuation of effective current law such that any district may operate an instructional site within the boundaries of any other district.	Concurs with House and changes date to after 2009-2010.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 11 Total Appropriations	<p><b>School Aid Fund (SAF)</b> FY 2008-09 SAF appropriation of \$11,776,098,200.</p> <p><b>General Fund (GF/GP)</b> FY 2008-09 appropriation of \$78,000,000.</p>	<p><b>School Aid Fund (SAF)</b> FY 2009-10 SAF appropriation of \$11,360,990,600.</p> <p><b>General Fund (GF/GP)</b> FY 2009-10 appropriation of \$40,800,000.</p>	<p><b>School Aid Fund (SAF)</b> FY 2009-10 SAF appropriation of \$11,310,800,100.</p> <p><b>General Fund (GF/GP)</b> FY 2009-10 appropriation of \$39,625,000.</p> <p><b>Federal American Recovery and Reinvestment Act (ARRA) Fund</b>  FY 2008-09 appropriation of \$24,533,000 from Title VIII  FY 2009-10 appropriation of \$220,074,275 from Title XIV.</p>	<p><b>School Aid Fund (SAF)</b> FY 2009-10 SAF appropriation of \$10,516,254,900.</p> <p><b>General Fund (GF/GP)</b> FY 2009-10 appropriation of \$31,800,100.</p> <p><b>Federal American Recovery and Reinvestment Act (ARRA) Fund</b>  FY 2008-09 appropriation of \$600,000,000 from Title XIV and FY 2009-10 appropriation of \$634,100,000.</p>	<p><b>School Aid Fund (SAF)</b> FY 2009-10 SAF appropriation of \$10,793,954,100.</p> <p><b>General Fund (GF/GP)</b> FY 2009-10 appropriation of \$31,800,000.</p> <p><b>Federal American Recovery and Reinvestment Act (ARRA) Fund</b>  FY 2009-10 appropriation of \$450,000,000 from Title XIV.</p>
<b>NEW</b> Sec. 11d Per pupil Reduction	N/A	N/A	N/A	N/A	Reduces total state aid to districts by \$165 per pupil. This is a real reduction that is not backfilled by ARRA funds. Estimated total reduction is \$263,000,000. If districts agree to develop service consolidation plans to reduce school operating costs per Departmental guidelines, then districts may absorb the cut by reducing or eliminating any other funded program except secs. 11g, 22a, 31d, 51a(12), 51c and 53a. If a district fails to agree, the reduction shall be absorbed out of Section 22b.
Sec. 11g Durant Bonding Payment	Appropriates \$42,000,000 in FY 2008-09 to districts for "Durant" bond payments.	Appropriates \$42,000,000 in FY 2009-10.	Concurs with Executive.	Concurs with Executive and House.	Due to restructuring of bond debt services, costs are reduced by \$3,000,000 to \$39,000,000.
Sec. 11j School Bond Loan Fund	Appropriates \$40,000,000 for debt service in FY 2008-09 from the school bond loan program.	REVISED appropriation is increased to \$40,000,000 in FY 2009-10.	Concurs with Executive.	Concurs with Executive and House.	Concurs with House and Senate.

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Sec. 11m Cash-Flow Borrowing	Appropriates \$45,000,000 in FY 2008-09 to pay for costs associated with cash-flow borrowing related to the SAF.	Appropriates \$45,000,000 in FY 2009-10.	Concurs with Executive.	Concurs with Executive and House.	Concurs with House and Senate.
Sec. 11n – 21 <sup>st</sup> Century Schools Fund	Appropriates \$8,000,000 in FY 2008-09 for grants of up to \$3,000,000 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.	FY 2009-10 remains at \$15,000,000. Sec. 3 (see above) includes charter school as eligible districts for grants.	Concurs with Executive.	Repeals section.	Concurs with Senate.
Sec. 18 Uses of State Aid, Financial Audits, and Other Financial Reporting	Prescribes allowable uses of State Aid, financial reporting requirements, and audit requirements.	Technical change to remove outdated reference to an update of the pupil accounting manual.	Concurs with Executive.	Concurs with Executive.	Requires districts and ISDs to post the following on their web sites: expenditure pie charts for both total expenditures and personnel costs, salary and benefit information for employees earning more than \$100,000, expenditures on lobbying, expenditures on association fees, and links to collective bargaining agreements, health care benefit plans, and annual audits.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 19 Compliance with Reporting Requirements	Requires districts and intermediate districts to comply with reporting requirements specified in State and Federal law.	N/A	N/A	N/A	Adds language that districts and intermediate districts shall cooperate with CEPI on the provisions of the ARRA requiring the establishment of a statewide P-20 longitudinal data system.
Sec. 20 Foundation Allowance Calculation	<p>Basic foundation allowance for FY 2008-09 is \$8,489 and the minimum foundation is \$7,316. Uses an equity formula which doubles the increase in the basic foundation for those at the minimum foundation and provides an increase somewhere in between for districts with foundations in between.</p> <p>(8) Provides that if the hold harmless millage required to reach a district's foundation allowance is less than 0.5 mills and the district does not levy the millage, the state will provide the district a supplemental payment equal to the foregone millage revenue. (Northville)</p> <p>(9) Provides that if a district in 1994-95 had a per pupil revenue greater than \$6,500 and fewer than 350 pupils and the district does not levy a hold harmless millage, the state will provide the district a supplemental payment equal to the foregone millage revenue.</p>	<p>Maintains the same foundation allowances for FY 2009-10 as FY 2008-09.</p> <p>(8) Deleted. Savings of approximately \$345,000 recognized in Sec. 22b.</p> <p>(9) Deleted. Savings of approximately \$355,000 recognized in Sec. 22b.</p>	<p>Maintains the same foundation allowances for FY 2009-10 as FY 2008-09.</p> <p>Maintains current law.</p> <p>Maintains current law.</p>	<p>Maintains the same foundation allowances for FY 2009-10 as FY 2008-09.</p> <p>Concurs with House.</p> <p>Concurs with House.</p>	<p>Maintains the same foundation allowances for FY 2009-10 as FY 2008-09.</p> <p>Concurs with House and Senate.</p> <p>Concurs with House and Senate.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 20 Foundation Allowance Calculation (cont.)	(15) Intent language requiring a GF/GP amount sufficient to support pupil membership growth in excess of 101% of the previous year membership.	(15) Deleted.	Maintains current law.	Concurs with House.	Concurs with House and Senate.
	(16) Sets a minimum combined state and local revenue of \$67,000, adjusted each year by the percentage increase in the basic, plus additional expenses. (Bois Blanc)	(16) Deleted.	Maintains current law.	Concurs with House.	Concurs with House and Senate.
	(17) Foundation allowance adjustment for a district that levied 7.75 mills in 1992 for school operating purposes which was not renewed in 1993. (Wayne-Westland)	(17) Deleted. Estimated savings of \$6,100,000 recognized in Sec. 22b.	Maintains current law.	Concurs with House.	Concurs with House and Senate.
	(18) Foundation allowance adjustment of \$250 per pupil for a district in which an industrial facilities exemption was not part of the original foundation allowance calculation. (Gibraltar)	(18) Deleted. Estimated savings of \$900,000 recognized in Sec. 22b.	Maintains current law.	Concurs with House.	Concurs with House and Senate.
	(21) Foundation allowance adjustment of not more than \$800,000 to a district that levied 1.9 mills in 1993 to finance an operating deficit. (Garden City)	(21) Deleted. Estimated savings of \$750,000 recognized in Sec. 22b.	Maintains current law.	Concurs with House.	Concurs with House and Senate.
	(22) Foundation allowance adjustment of not more than \$500,000 for a district that levied 2.23 mills in 1993 to finance an operating deficit. (Huron Schools)	(22) Deleted. Estimated savings of \$470,000 recognized in Sec. 22b.	Maintains current law.	Concurs with House.	Concurs with House and Senate.

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Sec. 20 Foundation Allowance Calculation (cont.)			(23) Foundation allowance adjustment of not more than \$250,000 to a district that levied 4.87 mills in 1993 to finance an operating deficit. (Clintondale)	Not included.	Concurs with Senate.
			(24) Foundation allowance adjustment of not more than \$150,000 to a district that levied 4.91 mills in 1992 to finance an operating deficit. (Chippewa Valley)	Not included.	Concurs with Senate.
			(25) Foundation allowance adjustment of not more than \$450,000 for a district that received a grant under former section 99k(4). (Redford Union)	Not included.	Concurs with Senate.
			(26) Foundation allowance adjustment of not more than \$300,000 to a district that levied 1.8 mills in 1993 to finance an operating deficit. (Pontiac)	Not included.	Concurs with Senate.

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Sec. 20j Additional Calculation for Hold Harmless Districts	Provides funding to districts above the hold-harmless level reflecting the difference between inflationary increases (where such districts are capped) and actual dollar increases given in the basic foundation allowance.	Reduces district allocations through a formula that reduces funding for those with higher foundation allowances by a greater amount than those with lower foundation allowances. Estimated savings of \$10,000,000 recognized in Sec. 22b.	Maintains current law.	Concurs with House but adds \$0.01 to the calculation to create a point of difference.	Concurs with House.
Sec. 22a Proposal A Obligation Payment (The Constitutionally required portion of the foundation allowance.)	FY 2008-09 appropriation of \$6,008,000,000.	FY 2009-10 appropriation of \$5,849,300,000. Reduces appropriation by \$5,300,000 to recognize changes in Sec. 6(4)(y).	FY 2009-10 appropriation of \$5,854,500,000. Maintains current law.	FY 2009-10 appropriation of \$5,873,000,000. Reduces appropriation by \$10,300,000 to recognize changes in Sec. 6(4)(y).	FY 2009-10 appropriation of \$5,882,000,000. Maintains current law.
Sec. 22b Discretionary Payment (The discretionary portion of the foundation allowance.)	FY 2008-09 appropriation of \$3,198,000,000 in State funds and \$600,000,000 in Federal State Stabilization Funds (ARRA) for a total of \$3,798,000,000.	FY 2009-10 appropriation of at \$3,647,677,700.  Decreases funding by \$94,400,000 for a \$59 per pupil reduction.  Reduces appropriation to recognize the Sec. 20 elimination of foundation adjustments for Wayne Westland (\$6,100,000), Gibraltar (\$900,000), Huron (\$470,000) and Garden City by (\$750,000), and hold harmless millage guarantees (\$700,000).  Assumes savings of \$5,800,000 for dev. kindergarten changes in Sec. 6(4)(r). Reduces by \$10,000,000 for Sec. 20j reductions.	FY 2009-10 appropriation of \$3,546,575,725 in SAF and \$220,074,275 in Federal State Stabilization Funds (ARRA) for a total of \$3,766,650,000.  Not included.  Maintains current law and adds foundation allowance adjustments for Clintondale (\$250,000), Chippewa Valley (\$150,000), Redford Union (\$450,000), and Pontiac (\$300,000).  Not included.  Maintains current law.	FY 2009-10 appropriation of \$2,963,900,000 in SAF and \$634,100,000 in Federal ARRA for a total of \$3,598,000,000.  Decreases funding by \$174,200,000 for a \$110 per pupil reduction.  Maintains current law.  Not included.  Maintains current law.	FY 2009-10 appropriation of \$3,323,800,000 in SAF and \$450,000,000 in Federal ARRA for a total of \$3,773,800,000.  Not included. However, Sec. 11d reduces State Aid to districts by \$165 per pupil. Concurs with Senate.  Concurs with House and Senate.  Concurs with House and Senate.

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Sec. 22d Supplemental funding to Small, Isolated Districts	FY 2008-09 appropriation total of \$2,025,000, \$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.	Eliminates funding and repeals section.	Appropriates \$2,025,000 for FY 2009-10, \$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.	Appropriates \$100 for each of the two grant programs.	Concurs with House.
Sec. 22e— Replacing Lost Michigan Business Tax (MBT) Revenue for Out-of-Formula Districts	Appropriates \$1,300,000 in FY 2008-09 to replace local revenue in out-of-formula districts lost due to MBT changes.	Eliminates funding and repeals section.	Appropriates \$1,300,000 for FY 2009-10.	Appropriates \$1,300,100 for FY 2009-10.	Concurs with House.
Sec. 22f Transition/Moving Grant	N/A	N/A	Appropriates \$3,000,000 for FY 2009-10 for transition costs associated with district consolidation of 2 or more districts at \$50 per pupil.	Not included.	Concurs with Senate.
Sec. 24 Court-Placed Pupils	Appropriates \$8,000,000 in FY 2008-09 to reimburse districts for added costs of educating court-placed pupils in a local juvenile detention facility institution.	Appropriates \$8,000,000 for FY 2009-10.	Concurs with Executive.	Appropriates \$8,000,100 for FY 2009-10.  (5) Adds intent language that the district or ISD counting a court-placed pupil in membership shall educate that pupil, and that if the pupil is reassigned or educated by another district or ISD after the count day, the funding shall follow the pupil proportionate to the days of instruction provided by the new educating entity.	Concurs with House.  Concurs with House.
Sec. 24a Educating Pupils in DHS Juvenile Justice Service Facilities	Appropriates \$2,828,500 in FY 2008-09 for payments to intermediate districts for pupils who are placed in juvenile justice facilities.	Appropriates \$2,523,200 in FY 2009-10, a decrease of \$305,300 for economics adjustments at DHS.	Concurs with Executive.	Concurs with House.	Concurs with House and Senate.

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Sec. 24c Youth Challenge Program	Appropriates \$1,284,600 in FY 2008-09 for the Youth Challenge Program. Payment goes through Battle Creek Public Schools, which contracts with Department of Military and Veterans' Affairs (DMVA) for the program.	Appropriates \$1,295,100 in FY 2009-10, an increase of \$10,500 for economics adjustments at DMVA.	Concurs with Executive.	Appropriates \$100.	Appropriates \$642,300 which is a reduction of 50%.
Sec. 26a Renaissance Zone Reimbursement	Appropriates \$26,300,000 from the SAF and \$9,200,000 GF/GP for FY 2008-09 to reimburse districts and the SAF for lost local revenue due to renaissance zones.	Appropriates \$29,400,000 from the SAF and \$10,100,000 GF/GP for FY 2009-10.	Concurs with Executive.	Concurs with House.	Appropriates \$26,300,000 from the SAF and \$9,200,000 GF/GP for FY 2009-10, the same as current law.
Sec. 26b PILT Reimbursement	Appropriates \$3,400,000 for FY 2008-09 to reimburse districts, intermediate districts, and community colleges for payment in lieu of taxes (PILT) obligations per PA 513 of 2004.	Appropriates \$3,400,000 for FY 2009-10.	Concurs with Executive.	Concurs with House.	Concurs with House and Senate.
Sec. 29 Declining Enrollment Grants	Appropriates \$20,000,000 for FY 2008-09 for declining enrollment grants to local districts (excluding charter schools) with two consecutive years of declining enrollment.  If a district receives funding under Sections 6(4)(y) or 22d, it is not eligible for a grant under this section.	Appropriates \$20,000,000 for FY 2009-10. Deletes reference to Sec. 22d which is repealed under this proposal.	Appropriates \$20,000,000 for FY 2009-10 and maintains current law language.	Eliminates funding and repeals the section.	Concurs with House.
Sec. 31a At-Risk Funding/ Adolescent Health Centers/ Hearing and Vision Screenings	Appropriates \$320,350,000 in FY 2008-09.  At-Risk funding equals \$310,457,000.  (6) Allocates \$4,743,000 from total for Child and Adolescent Health Centers.	Appropriates \$314,475,000 in FY 2009-10.  At-Risk funding equals \$304,582,000.  (6) Allocates \$4,743,000 from total for Child and Adolescent Health Centers.	Appropriates \$318,881,250 in FY 2009-10.  At-Risk funding equals \$308,988,250.  (6) Concurs with Executive.	Appropriates \$309,732,000 in FY 2009-10.  At-Risk funding equals \$304,581,900.  (6) Allocates \$100 for Child and Adolescent Health Centers.	Appropriates \$317,695,500 in FY 2009-10.  At-Risk funding equals \$308,988,200.  (6) Allocates \$3,557,300 for Child and Adolescent Health Centers, a 25% cut.

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Sec. 31a At-Risk Funding/ Adolescent Health Centers/ Hearing and Vision Screenings (cont.)	<p>(7) Allocates \$5,150,000 from total for hearing and vision screenings.</p> <p>(16) Exempts a district from being excluded based on its hold harmless status if 1/4 of its students are eligible for free/reduced lunch and it has at least 4,500 students. (Dearborn)</p> <p>(17) Exempts a district from being excluded based on its hold harmless status if at least 75% of its students are eligible for free/reduced lunch, 100% of its foundation is from local sources and it receives a small class size foundation adjustment. (Baldwin)</p>	<p>(7) Allocates \$5,150,000 from total for hearing and vision screenings.</p> <p>(16) Deletes and reduces funding by \$5,875,000.</p> <p>(17) Deletes.</p>	<p>(7) Concurs with Executive.</p> <p>(16) Reduces allocation by 25%.</p> <p>(17) Maintains current law.</p>	<p>(7) Concurs with Executive and House.</p> <p>(16) Deletes and reduces funding by \$5,875,000.</p> <p>(17) Deletes.</p>	<p>(7) Concurs with House and Senate.</p> <p>(16) Reduces allocation by 25%, or \$1,468,800.</p> <p>(17) Concurs with House.</p>
Sec. 31d School Lunch Program	Appropriates \$22,495,100 SAF for FY 2008-09 to fund the State share of the school lunch programs as required by the <i>Durant</i> settlement and includes \$332,506,000 in Federal \$.	Appropriates \$22,495,100 in SAF and \$332,506,000 in Federal funds for FY 2009-10.	Concurs with Executive.	Concurs with House.	Concurs with House and Senate in SAF and adds \$40,000,000 in federal funds.
Sec. 31f School Breakfast	Appropriates \$9,625,000 for FY 2008-09 to reimburse districts for the cost of providing breakfasts.	Appropriates \$9,625,000 for FY 2009-10.	Concurs with Executive.	Concurs with House.	Concurs with House and Senate.
NEW Sec. 32a Great Start Strategic Fund			Adds intent that the Dept along with ECIC study the feasibility of consolidating early childhood funds and distributing grants through a centralized process. Creates a strategic fund in Treasury and appropriates \$100.	Not included.	Concurs with Senate.

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Sec. 32b Great Start Communities Grants (ECIC)	Appropriates \$6,750,000 for FY 2008-09 for grants to intermediate districts for great start collaboratives or other community purposes identified by the Early Childhood Investment Corporation (ECIC). Grants awarded to eligible intermediate districts in amounts determined by the ECIC.	Appropriates \$6,750,000 for FY 2009-10.	Concurs with Executive.	Appropriates \$6,000,000 for FY 2009-10.	Concurs with Senate.
Sec. 32c. Early Childhood Grants	Appropriates \$2,125,000 GF/GP for FY 2008-09 for interagency early childhood abuse and neglect prevention grants.	Eliminates funding and repeals section.	Maintains current law funding level for FY 2009-10.	Concurs with the Executive to eliminate funding and repeal section.	Reduces funding by 25% to \$1,593,800.
Sec. 32d Great Start Readiness Program (GSRP)	Appropriates \$88,100,000 SAF for FY 2008-09 to operate the district Great Start Readiness Program (GSRP) and \$279,100 GF/GP to continue a longitudinal study of the GSRP.  (1)(b) Allows funds to be used for preschool and parenting programs under former section 32b (PIE program); caps funding spent by each district for the former PIE program to the amount spent in the prior fiscal year.	Appropriates \$88,100,000 SAF for FY 2009-10 to operate the district Great Start Readiness Program (GSRP), \$300,000 GF/GP to continue a longitudinal study of the GSRP, and transfers in \$15,150,000 from sec. 32l for the competitive GSRP.  (1)(b) Eliminates language  (3) <i>Language compiled from Sec. 32l and Sec. 37.</i> Eligible program shall contain all of the following: (a) participate in a collaborative enrollment process, (b) teach age-appropriate curriculum, (c) provide nutritional services, (d) provided health	Concurs with Executive.  (1)(b) Maintains current law.  (3) Concurs with Executive.	Maintains current law language but appropriates only \$100 for the program and \$100 for the longitudinal study.  (1)(b) Concurs with the House.  Maintains current law.	Appropriates \$88,100,000 SAF for FY 2009-10 to operate the district Great Start Readiness Program (GSRP), \$300,000 GF/GP to continue a longitudinal study of the GSRP, and transfers in \$7,575,000 from sec. 32l for the competitive GSRP.  (1)(b) Concurs with House and Senate.  (3) Concurs with House.

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<p>Sec. 32d Great Start Readiness Program (GSRP) (cont.)</p>		<p>screening, (e) provide referral services for families, (f) involve parents or guardians, (g) conduct annual evaluations, (h) participate in school readiness advisory committee, and (i) programs must provide for the articulation of preschool, kindergarten and grade 1 programs.</p> <p>(5) <i>Language compiled from Sec. 32l and Sec. 39.</i> Defines full day as a child enrolled in a full-day program shall be counted as 2 children.</p> <p>(6) <i>Language compiled from Sec. 32l and Sec. 37.</i> An application shall provide the following: (a) ensure compliance with all components in subsection (3), (b) ensure more than 50% of children are less than or equal to 300% of poverty, (c) <b>ensure teachers and paraprofessionals are qualified pursuant to administrative rules promulgated by the department,</b> (new language) and (d) program budget.</p> <p>(7) <i>Language transferred from Sec. 32l.</i> Districts may only apply for competitive grants if the district is acting as a local Head Start grantee.</p>	<p>(6) Concurs with Executive.</p> <p>(5) Concurs with Executive except reinstates current law teacher and paraprofessional qualifications that are currently in Sec. 37.</p> <p>(8) Concurs with Executive.</p>	<p>Maintains current law.</p> <p>Maintains current law.</p> <p>Maintains current law.</p>	<p>(6) Concurs with House.</p> <p>(5) Concurs with House.</p> <p>(8) Concurs with House.</p>

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Sec. 32j Intermediate District (ISD) Parent Involvement Grants	Appropriates \$5,000,000 in FY 2008-09 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.	Eliminates funding and repeals section.	Maintains current law funding level for FY 2009-10.	Appropriates \$100 and maintains current law language.	Concurs with House.
Sec. 32/ GSRP Competitive Grant	Appropriates \$15,150,000 in FY 2008-09 for competitive GSRP grants to entities other than local school districts. Per-child funding is \$3,400.	<p>Transfers funding and most of the boilerplate language for the competitive program to Sec. 32d.</p> <p>(2) Retains language stating the superintendent shall award grants to programs that comply with Sec. 32d requirements and shall give priority to programs that offer or contract for supplementary day care.</p> <p>(3) Maintains language that states grant levels shall not exceed \$3,400 per child.</p> <p>(4) Retains language that gives priority to programs that received funding in the previous year. After 3 years of funding, grant recipients must openly compete for funding.</p>	<p>Concurs with Executive.</p> <p>(2) Concurs with Executive.</p> <p>(3) Concurs with Executive.</p> <p>(4) Concurs with Executive.</p>	Eliminates funding and repeals section.	<p>Concurs with House.</p> <p>(2) Concurs with House.</p> <p>(3) Concurs with House.</p> <p>(4) Removes priority funding language, effectively requiring entities to newly compete for the reduced funding.</p>
Sec. 37 GSRP Program Eligibility Requirements	Describes the application process and teacher requirements for GSRP.	Transfers majority of language to Sec. 32d and Sec. 39 and repeals section.	Concurs with Executive.	Repeals this section.	Concurs with House.

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<p>Sec. 37 GSRP Program Eligibility Requirements (cont.)</p>	<p>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.</p> <p>(3)(g) At least 50% of the students in the program live with families with a household income of 300% of the Federal poverty level.</p>	<p>Does not transfer the teacher requirement language. Sec. 32d allows the Department to promulgate the rules for teacher certification.</p>	<p>Transfers teacher requirements to Sec. 32d.</p>		
<p>Sec. 38 GSRP Formula to Determine Number of Eligible Children</p>	<p>Contains the formula to determine the number of eligible children for each participating district.</p>	<p>Transfers language to Sec. 39(3) and repeals section.</p>	<p>Concurs with Executive.</p>	<p>Repeals this section.</p>	<p>Concurs with House.</p>
<p>Sec. 39 GSRP Per Pupil Allocation</p>	<p>Per pupil allocation for GSRP students is \$3,400.</p> <p>Allows 2 slots to be used for one student for a full-day</p> <p>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.</p>	<p>(1) <i>Language transferred from Sec. 37.</i></p> <p>Districts must submit a preapplication in the form and manner prescribed by the dept which shall include the number of children that meet the criteria in Sec. 32d - both served and unserved.</p> <p>(2) <i>Language transferred from Sec. 37.</i></p> <p>Districts must submit a final application that demonstrates compliance with program components in Sec. 32d.</p>	<p>(1) Concurs with Executive.</p> <p>(2) Concurs with Executive.</p>	<p>Repeals this section.</p>	<p>Concurs with House.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 39 GSRP Per Pupil Allocation (cont.)		(11) <i>New language.</i> Allows for a consortium of 2 or more districts or intermediate districts to be eligible to apply for a school readiness grant. The consortium may allow any child residing in any district in the consortium to be served at any location and allows the consortium to allocate slots based either on participating district allocations or the allocation for the consortium as a whole.	(11) Concurs with Executive.		Concurs with House.
Sec. 39a Federal Funds	(1) Appropriates \$752,987,500 for FY 2008-09 in Federal No Child Left Behind (NCLB) funds. (2) Appropriates \$32,559,700 in other Federal funds for education.	(1) Appropriates \$752,987,500 for FY 2009-10 in Federal NCLB funds.  (2) Appropriates \$32,559,700 in other Federal funds for education.	(1) Concurs with Executive.  (2) Concurs with Executive.	(1) Concurs with House.  (2) Concurs with House.	(1) Concurs with House and Senate.  (2) Concurs and House and Senate.
Sec. 41 Bilingual Education	Appropriates \$2,800,000 in SAF for FY 2008-09 for districts to provide bilingual education programs.	Eliminates funding and repeals section.	Appropriates \$2,800,000 for FY 2009-10.	Eliminates funding and repeals section.	Concurs with House.
Sec. 51a(1) Total Special Education Funding	Appropriates \$1,016,933,000 in SAF and \$350,700,000 in Federal funding for special education programs for FY 2008-09.  (7)(c) Allows unspent Sec. 51a funds at bookclosing to be allocated as additional reimbursements in certain situations for FY 2007-08.	Appropriates \$1,064,683,000 from the SAF and \$350,700,000 in Federal funding for special education for FY 2009-10.  Deletes (7)(c).	Appropriates \$1,065,483,000 from the SAF and \$350,700,000 in Federal funding for special education for FY 2009-10.  (7)(c) Maintains current law and updates dates.	Appropriates \$1,024,401,900 from the SAF and \$350,700,000 in Federal funding for special education for FY 2009-10.  (7)(c) concurs with the House.	Appropriates \$1,061,283,000 from the SAF and \$350,700,000 in Federal funding for special education for FY 2009-10.  (7)(c) Concurs with House and Senate.

<b>SECTION</b>	<b>CURRENT LAW</b>	<b>EXECUTIVE RECOMMENDATION</b>	<b>HOUSE PASSED</b>	<b>SENATE</b>	<b>CONFERENCE CR-2</b>
Sec. 51c Special Education - Durant Payment	Allocates \$709,150,000 from the appropriation in Sec. 51a(1) for FY 2008-09 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.	Allocates \$746,200,000 for FY 2009-10.	Allocates \$746,500,000 for FY 2009-10.	Allocates \$742,300,000 for FY 2009-10.	Allocates \$742,300,000 for FY 2009-10.
Sec. 51d Federal Special Education Funds	Appropriates \$74,000,000 in Federal special education grants for FY 2008-09.	Appropriates \$74,000,000 in Federal special education grants for FY 2009-10.	Concurs with Executive.	Concurs with House.	Concurs with House and Senate.
Sec. 53a Special Education -Court Placed pupils	Allocates \$13,500,000 from the appropriation in Sec. 51a(1) for FY 2008-09.	Revised appropriation of \$13,500,000.	Concurs with Executive.	Concurs with House and Executive.	Concurs with Senate and House.
Sec. 54 Special Education - Schools for the Deaf and Blind	Allocates \$1,688,000 from the appropriation in Sec. 51a(1) for FY 2008-09.	Allocates \$1,688,000 from the appropriation in Sec. 51a(1) for FY 2009-10.	Concurs with Executive.	Concurs with House.	Concurs with House and Senate.
Sec. 54a Special Education Lending Library	Appropriates \$100,000 for FY 2008-09 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 2009-10.	Concurs with Executive.	Eliminates funding and repeals section.	Concurs with Senate.
Sec. 54c Newsline Grant	Appropriates \$80,000 in FY 2008-09 to the Department to make Newsline electronically available statewide for the visually impaired.	Eliminates funding and repeals section.	Maintains current law funding level for FY 2009-10.	Eliminates funding and repeals section.	Concurs with Senate.

<b>SECTION</b>	<b>CURRENT LAW</b>	<b>EXECUTIVE RECOMMENDATION</b>	<b>HOUSE PASSED</b>	<b>SENATE</b>	<b>CONFERENCE CR-2</b>
Sec. 56 Special Education - Millage Equalization	Allocates \$36,881,100 from the appropriation in Sec. 51a(1) for FY 2008-09 for millage equalization to provide funding to intermediate districts to guarantee a minimal amount per special education mill levied, on a per-pupil basis. FY 2008-09 per pupil equalization dollar amount of \$172,800.	Allocates \$36,881,100 from the appropriation in Sec. 51a(1) for FY 2009-10 for millage equalization.  FY 2009-10 per pupil equalization dollar amount at \$179,700.	Concurs with Executive.  Concurs with Executive.	Eliminates funding and repeals section.	Concurs with House.  Concurs with House.
Sec. 57 Advanced and Accelerated Programs	Appropriates \$285,000 in FY 2008-09 for competitive grants of up to \$5,000 per intermediate school for middle school summer institutes and comprehensive programs for advanced and accelerated students.	Eliminates funding and repeals section.	Maintains current law funding level for FY 2009-10.	Eliminates funding and repeals section.	Concurs with House.
Sec. 61a Vocational Education	Appropriates \$30,000,000 for FY 2008-09 to support vocational education programs.	Appropriates \$29,611,300 for FY 2009-10.  (3) Eliminates a \$388,700 allocation for Oakland ISD.	Appropriates \$29,902,825 for FY 2009-10.  (3) Reduces allocation for Oakland ISD by 25% to \$291,525.	Appropriates \$27,000,000 for FY 2009-10.	Concurs with Senate.
Sec. 62 Vocational Education Millage Equalization	Appropriates \$9,000,000 for FY 2008-09 to provide funding to intermediate districts that levy vocational education mills to guarantee a minimal amount received per mill levied, on a per-pupil basis.  FY 2008-09 per-pupil equalization amount is \$181,900.	Appropriates \$9,000,000 for FY 2009-10.  FY 2009-10 per-pupil equalization amount is \$189,600.	Concurs with Executive.  Concurs with Executive.	Eliminates funding and repeals section.	Concurs with House.

<b>SECTION</b>	<b>CURRENT LAW</b>	<b>EXECUTIVE RECOMMENDATION</b>	<b>HOUSE PASSED</b>	<b>SENATE</b>	<b>CONFERENCE CR-2</b>
Sec. 64 Health/Science Middle College Program	Appropriates \$2,000,000 in FY 2008-09 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.	Appropriates \$2,000,000 for FY 2009-10.  Expands the middle college program to include other career fields and expands consortiums to other entities than just hospitals under the discretion of the State Superintendent.	Concurs with Executive.  Concurs with Executive.	Appropriates \$100 and maintains current law language.	Concurs with House.  Concurs with House.
Sec. 65 Precollege Engineering and Science Grants	Appropriates \$980,100 for FY 2008-09 for grants to districts or intermediate districts for precollege programs in engineering and the sciences. Grand Rapids and Detroit receive \$340,050 each and 4 intermediate districts (Kalamazoo, Huron, Tuscola, and Bay-Arenac) receive grants of \$75,000.	Eliminates funding and repeals section.	Maintains current law funding of \$980,100 for FY 2009-10.	Eliminates funding and repeals section.	Concurs with House.
Sec. 74 Bus Driver Safety	Appropriates \$3,028,500 for FY 2008-09.  (2) \$1,625,000 is to reimburse intermediate districts and universities for providing bus driver safety instruction.  (4) \$1,403,500 is for reimbursement to districts and intermediate districts for costs of Michigan State Police school bus inspections.	Appropriates \$3,061,500 in FY2009-10.  (2) \$1,625,000 is to reimburse intermediate districts and universities for providing bus driver safety instruction.  (4) \$1,436,500 is for reimbursement to districts and intermediate districts for costs of Michigan State Police school bus inspections.	Concurs with Executive.  (2) Concurs with Executive.  (4) Concurs with Executive.	Appropriates \$1,625,000 in FY2009-10.  (2) Concurs with House.  (4) Eliminates funding and deletes subsection.	Concurs with Senate.  (2) Concurs with House and Senate.  (4) Concurs with Senate.
Sec. 81 Intermediate School Districts (ISD) General Operations Funding	Appropriates \$81,721,100 for FY 2008-09 for basic operational funding of intermediate districts.	Appropriates \$65,376,900 for FY 2009-10. Intermediate districts would receive a 20% decrease in operations funding.	Maintains current law funding of \$81,721,100 for FY 2009-10.	Appropriates \$77,635,000 for FY 2009-10. Intermediate districts would receive a 5% decrease in operations funding.	Appropriates \$65,376,800 for FY 2009-10. Intermediate districts would receive a 20.0% decrease in operations funding.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 94a Center for Educational Performance and Information (CEPI)	<p>Appropriates \$3,435,400 GF/GP in FY 2008-09 to support the operations of the CEPI and for the development and implementation of a comprehensive data management and student tracking system.</p> <p>Appropriates \$2,793,200 in FY 2008-09 from Federal funds for Federal reporting requirements.</p>	<p>Appropriates \$3,486,100 GF/GP for FY 2009-10.</p> <p>Appropriates \$2,793,200 in FY 2009-10 from Federal funds.</p>	<p>Appropriates \$4,935,400 GF/GP for FY 2009-10.</p> <p>Concurs with Executive.</p>	<p>Concurs with Executive.</p> <p>Concurs with House.</p>	<p>Concurs with Senate.</p> <p>Concurs with House and Senate.</p> <p>(6) Adds language to require CEPI to collect data in order to maximize Federal ARRA funding.</p>
Sec. 98 Michigan Virtual University (MVU)	<p>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.</p>	<p>Appropriates \$1,750,000 GF/GP to MVU in FY 2009-10 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.</p> <p>(2)(a) Eliminates civics curricula requirement.</p> <p>(3) Adds to course offerings: (g) Professional development for MI educators on developing and delivering online instruction. (h) courses for middle and high school students in Science, Technology, Engineering, and Mathematics (STEM) with Math Science Centers.</p>	<p>Appropriates \$850,000 GF/GP to MVU in FY 2009-10 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 ISD to provide My Dream Explorer career planning software statewide.</p> <p>(2)(a) Concurs with Executive.</p> <p>(3) Concurs with Executive.</p>	<p>Eliminates both GF/GP and SAF funding for MVU, but maintains the \$2,700,000 in Federal funds.</p> <p>(2)(a) Concurs with House.</p> <p>(3) Concurs with House.</p>	<p>Appropriates \$1,687,500 GF/GP to MVU in FY 2009-10 for operations of the Virtual High School and appropriates \$2,700,000 in Federal funds. Eliminates funding of \$500,000 in SAF for My Dream Explorer career planning software statewide.</p> <p>(2)(a) Concurs with House and Senate.</p> <p>(3) Concurs with sub(g) only.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 98 Michigan Virtual University (MVU) (cont.)		(4)(f) Requires Algebra 4 All Initiative: professional development for math teachers on best practices for teaching algebra in conjunction with Math Science Centers. Initiative will be first phase of a STEM academy that provides online professional dev. in STEM.  (5) Requires that the 200 free online professional development hours available to teachers must include Algebra 4 All and STEM.	(4)(f) Concurs with Executive.  (5) Concurs with Executive.	(4)(f) Concurs with House.  (5) Concurs with House.	(4)(f) Not included.  (5) Not included.
Sec. 99 Math and Science Centers	Appropriates for FY 2008-09 \$3,390,000 SAF and \$110,000 GF/GP and \$5,249,300 in Federal funds for the funding of 33 math and science centers throughout the state.	Appropriates for FY 2009-10 \$3,390,000 SAF and \$110,000 GF/GP and \$5,249,300 in Federal funds for the funding of 33 math and science centers throughout the state.  (7) Requires Algebra 4 All Initiative: professional development for math teachers on best practices for teaching algebra in conjunction with MVU. Initiative will be first phase of a STEM academy that provides online professional development in STEM.	Concurs with Executive.  (7) Concurs with Executive.	Eliminates both GF/GP and SAF funding, but maintains the \$5,249,300 in Federal funds.  (7) now (4) Concurs with Executive.	Reduces over all funding by 75% or (\$875,000) to \$2,625,000 and maintains \$5,249,300 in Federal funds.  (7) Not included.
Sec. 99a Math Remediation Grants	Appropriates \$725,000 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.	Eliminates funding and repeals section.	Maintains current law funding for FY 2009-10.	Eliminates funding and repeals section.	Concurs with Senate.

<b>SECTION</b>	<b>CURRENT LAW</b>	<b>EXECUTIVE RECOMMENDATION</b>	<b>HOUSE PASSED</b>	<b>SENATE</b>	<b>CONFERENCE CR-2</b>
Sec. 99e Academic Improvement Grant	Appropriates \$125,000 in FY 2008-09 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.	Eliminates funding and repeals section.	Concurs with Executive.	Concurs with House.	Concurs with House and Senate.
Sec. 99i Pontiac Crisis Intervention Grant	Appropriates \$300,000 in FY 2008-09 to expand the crisis intervention program at Pontiac.	Eliminates funding and repeals section.	Repeals this section but rolls the funding into the district's foundation allowance in Sec. 20.	Appropriates \$300,000 in FY 2009-10 to expand the crisis intervention program at Pontiac.	Concurs with Senate.
Sec. 99j District Pilot Programs	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.	Eliminates funding and repeals section.	Concurs with Executive.	Concurs with House.	Concurs with House and Senate.
Sec. 99k District Grants	Appropriates \$850,000 in FY 2008-09. \$450,000 to Redford Union, \$150,000 to Chippewa Valley, and \$250,000 to Clintondale.	Eliminates funding and repeals section.	Repeals this section but rolls the funding into the districts' foundation allowance in Sec. 20.	Concurs with Executive.	Concurs with Senate.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 99p Cultural Access Grants	Appropriates \$100,000 for FY 2008-09 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.	Eliminates funding and repeals section.	Appropriates \$100,000 for FY 2009-10.	Concurs with Executive.	Concurs with House.
Sec. 101 Hours Requirement	Provides minimum levels of instructional hours and penalties if those hours aren't met, as well as penalties if less than 75% of a district's student population does not report for school on any given day.	<p>(1) Requires that districts submit pupil membership data directly to CEPI rather than indirectly through intermediate districts.</p> <p>(3) Eliminates report on waivers for alternative education programs with less than 75% daily attendance.</p> <p>(9) Expands waiver of minimum instructional hours from just alternative ed programs to other Department approved innovative programs.</p>	<p>(1) Concurs with Executive.</p> <p>(3) Concurs with Executive.</p> <p>And adds that in addition to providing a minimum of 1,098 hours, a district must provide at least 170 days of instruction. A day must include at least 5 hours of student contact time.</p> <p>(9) Concurs with Executive.</p>	<p>(1) Concurs with House.</p> <p>(3) Concurs with Executive.</p> <p>And adds that in addition to providing a minimum of 1,098 hours, beginning in 2010-2011 a district must provide a minimum of 165 days of instruction and that beginning in 2012-2013 a district must provide at least 170 days. Also requires that in 2009-2010 a district may not provide less days than it provided in 2008-2009. Does not define the number of hours in an instructional day.</p> <p>(9) Concurs with Executive and House but also requires the department to approve an online education program that meets requirements in (11) and to grant a waiver for such a program within 15 days of effective date or application.</p>	<p>(1) Concurs with House and Senate.</p> <p>(3) Concurs with House and Senate. Concurs with Senate but modifies so that districts may not provide less days than provided in 2009-2010 or when a district's current contract expires.</p> <p>(9) Concurs with House.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 101 Hours Requirement (cont.)		(10) Revises to allow a district to count the 38 hours of professional development as instructional hours only if at least 5 of those hours are provided online either by MVU or a Dept. approved intermediate school provider.	(10) Concurs with Executive.	(10) Concurs with House.  (11) Adds that the department shall approve, as an alternative education program, an online education program that is a full-time learning opportunity provided by an online learning organization in consortium with at least one ISD that uses multiple education delivery systems. The program must have a certified teacher employed by a participating district to be responsible for planning the instruction, diagnosing learning needs, assessing learning, and reporting outcomes and must provide a minimum of 1,098 hours of instruction per school year.	(10) Concurs with House and Senate.  (11) Not included.
Sec. 104 Assessment Funding	Appropriates \$28,872,800 for FY 2008-09 from the SAF for reimbursement of costs associated with state student assessment requirements. Also appropriates \$8,512,900 in Federal assessment funding for the purposes of complying with Federal NCLB Act.	Appropriates \$28,130,700 SAF and \$8,313,700 in Federal funds for FY 2009-10.  Requires that in order to receive state aid a district must administer assessments in compliance with the following sections of the School Code: 1278a, 1278b, 1279, 1279g, and 1280b.	Concurs with Executive.	Appropriates \$25,530,700 SAF and \$8,313,700 in Federal funds.  Concurs with Executive and House.  (2) Estimates \$3,600,000 in savings from the following expenditure restrictions: prohibits a social studies assessment other than what is required under Sec.104b, pattern scoring for any assessment, and any costs for department developed or selected assessments.	Appropriates \$26,630,700 SAF and \$8,313,700 in Federal funds.  Concurs with House and Senate.  Does not include.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 104 Assessment Funding (cont.)				<p>(3) Provides intent that the MEAP test for grades 3-8 be replaced with a standardized norm-referenced test. Requires the Dept to seek a federal waiver if required to comply with federal law.</p> <p>(4) Requires districts to administer the "Explore" test at the end of 8th or beginning of 9th grade and provides \$1,000,000 for costs associated with administering it.</p>	<p>(6) Requires Dept to seek a waiver to replace the MEAP with an "off-the-shelf" exam, and to notify the appropriations subcommittees if the waiver is approved.</p> <p>(2) Requires Dept to determine if "Explore" is as robust as MEAP social studies test. If so, provides intent that Dept replace MEAP with "Explore" and seek Federal waiver if required.</p>
Sec. 104b. Michigan Merit Exam				<p>(3) (E) Adds language requiring that the costs of the Michigan Merit Exam (MME) other than the purchased components in (2) (a) and (b), which are the ACT and Workkeys components, shall not exceed 10% of the costs of the purchased components.</p> <p>(F) Requires that all of the questions on the assessment in (2)(a), the ACT test, shall be used to calculate a pupil's score on the MME.</p>	Concurs with Senate.
Sec. 107 Adult Education	(1) Appropriates \$24,000,000 in SAF for Adult Education programs for FY 2008-09.	(1) Appropriates \$20,000,000 for FY 2009-10 and proposes changing the funding mechanism to a competitive grant program for districts serving as fiscal agents of regional partnerships including at a minimum a postsecondary institution and a workforce development partner.	(1) Appropriates \$23,700,000 for current Adult Education programs for FY 2009-10.	(1) Appropriates \$21,600,000 for current Adult Education programs for FY 2009-10.	(1) Appropriates \$22,000,000 for current Adult Education programs for FY 2009-10.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
<p>Sec. 107 Adult Education (cont.)</p>	<p>(3) and (6) Up to \$23,300,000 shall be distributed to programs who received grants in FY 2007-08 in an amount equal to \$2,850 per FTE capped at 100% of their FY 2007-08 awards.</p> <p>(5) Allocates up to \$200,000 for expansion of an existing innovative community college program.</p>	<p>Revises such that eligible programs would have to show an ability to leverage other resources and have the following components:</p> <ul style="list-style-type: none"> <li>i) certified teachers/staff.</li> <li>ii) comprehensive assessments and individualized adult learning.</li> <li>iii) multiple modes of educational delivery for adults using career pathways to strengthen connection between learning and employment.</li> <li>iv) current research-based instruction proven successful for adult learners.</li> <li>v) participants determined most in need by DELEG.</li> <li>vi) program entry and exit requirements to facilitate transition to employment.</li> <li>vii) career counseling and support services.</li> <li>viii) ongoing evaluations using DELEG-established performance measures.</li> <li>ix) accessible services using convenient location, distance learning, &amp; flexible year-round scheduling.</li> </ul> <p>(3) and (6) Executive deletes.</p> <p>(5) Deletes and eliminates the funding for Grand Rapids Community College.</p>	<p>Does not include Executive proposed language.</p> <p>(3) and <del>(6)</del> (5) Maintains current law but for the whole \$23.7 million.</p> <p>(5) Concurs with Executive.</p>	<p>(2) Adds language that to be eligible for funding a program shall employ certified teachers and qualified administrative staff and shall offer continuing education opportunities for teachers to maintain certification.</p> <p>(3) and (6) Amends allocations to \$2,550 per FTE capped at 90% of their FY 08-09 level</p> <p>(5) Concurs with House.</p>	<p>(2) Concurs with Senate.</p> <p>(4) and (7) Up to \$21,800,000 with programs capped at 93.5% of their FY 08-09 level</p> <p>(6) Concurs with House and Senate.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
<p>Sec. 107 Adult Education (continued)</p>	<p>(11) Awards funding based 90% on enrollment of participants and 10% on completion of adult basic education objectives.</p> <p>(14) Earmarks \$500,000 for grants to districts that provide GED or HS completion programs in prisons.</p>	<p><del>(7)-(10)</del> (3)-(7) Revises to require that assessment tools be "department-approved" and deletes requirements to test participants after every 90 hours of attendance and instead requires assessment "upon completion of the program in a form and manner determined by the department."</p> <p><del>(11)</del> (8) Deletes and instead adds language that DELEG would distribute grants based on the following performance measures:  A) program effectiveness including # of participants that meet or exceed minimum requirements.  B) achievement of basic skills including # that obtain high school diploma, GED, attain basic English proficiency or increase educational functioning level.  C) transition to postsecondary education including job training programs.  D) transition to employment.</p> <p>(14) Eliminates the funding for prison programs.</p>	<p><del>(7)-(10)</del> (6)-(9) Retains current law.</p> <p><del>(11)</del> (10) Maintains current law.</p> <p><del>(14)</del> (13) Concurs with Executive.</p> <p>(19) Requires DELEG in conjunction with the Adult Ed Advisory Board to create a planning group by 9/30/09, with program directors from rural, urban, and suburban communities and advocates for adult learning, ESL, and adult literacy.</p>	<p>(7)-(10) Revises to require that assessment tools be "department-approved" and deletes requirements of testing participants after every 90 hours of attendance and instead requires assessment "upon completion of the program in compliance with the state-approved assessment policy."</p> <p>(11) Maintains current law.</p> <p>(14) Concurs with House.</p> <p>(20) Concurs with House.</p>	<p>(8)-(11) Concurs with Senate.</p> <p>(12) Concurs with House and Senate.</p> <p>(15) Concurs with House and Senate.</p> <p>(21) Concurs with House and changes creation of the group to 10/30/09.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 107 Adult Education (continued)			<p>(20) Requires that by 12/01/09 the group do the following:</p> <p>A) Evaluate and make recommendations to update Sec. 107 to address increased demand for adult ed and the need to align it with postsecondary education, training, and employment.</p> <p>B) Develop program entry and exit requirements to facilitate transition from adult ed to employment and postsecondary education.</p> <p>C) Make recommendations to DELEG and the legislature on the above.</p> <p>(22) Requires that by March 31, 2010, the group do the following:</p> <p>A) Assess and recommend a statewide delivery system.</p> <p>B) Evaluate the grant recipients of the No Worker Left Behind program to identify lessons learned and best practices.</p> <p>C) Evaluate accessibility of services using flexible year round scheduling and distance learning.</p> <p>D) Evaluate the ability of and necessity for certified teachers and staff.</p> <p>E) Evaluate modes of education delivery and identify research based best practices.</p> <p>F) Evaluate current assessment tools and the need for program evaluation using performance measures.</p> <p>G) Make recommendations to DELEG and the legislature on the above.</p>	<p>(21) Concurs with the House but adds an additional requirement that the group hold regional forums to brief stakeholders on the final report.</p> <p>(21) Concurs with the House but changes the deadline to February 1, 2010 and amends (D) to "Evaluate issues related to staffing of Adult Education programs."</p>	<p>(22) Concurs with House and changes date to 12/30/09.</p> <p>(23) Concurs with Senate.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Sec. 147 Retirement Contribution Rate	FY 2008-09 rate is 16.54%, with an amortization period of 29 years.	FY 2009-10 rate is 16.94%, with an amortization period of 28 years.	Concurs with Executive.	Concurs with House.	Concurs with House and Senate.
Sec. 164c Buy American, Buy Michigan	Requires funds to be spent on American goods and services if available, and specifies that preference should be given to Michigan-made products. Requires that preference shall be given to goods or services that are manufactured or provided by Michigan businesses owned and operated by veterans, if competitively priced and of comparable quality.	Amends such that "preference <del>should</del> <b>shall</b> be given" to Michigan goods or services and that "preference <del>shall</del> <b>should</b> be given" to Michigan businesses owned or operated by veterans.	Concurs with Executive.	Concurs with House.	Concurs with House and Senate.
Enacting Section 1 State Spending and Payments to Locals	N/A	Total state spending for FY 2009-10 is estimated at \$11,401,790,600 and payments to locals are \$11,267,973,800.	REVISED for FY 2009-10 Total State Spending is estimated at \$11,351,300,200 and payments to locals total \$11,116,346,975.	REVISED for FY 2009-10 Total State Spending is estimated at \$10,548,054,400 and payments to locals total \$10,439,172,700.	FY 2009-10 Total State Spending is estimated at \$10,825,754,100 and payments to locals total \$10,718,801,700.
Enacting Section 2 Repeals Sections as of October 1, 2009.	N/A	<b>Sec 22d</b> - Isolated District grants <b>Sec 22e</b> - MBT Hold Harmless grants <b>Sec 32c</b> - Early Childhood grants <b>Sec 32j</b> - Great Parents Great Start ISD grants <b>Sec 37</b> - GSRP Eligibility <b>Sec 38</b> - GSRP Community Need Formula <b>Sec 41</b> - Bilingual Education grants <b>Sec 54c</b> - Newsline Grant <b>Sec 57</b> - Advanced & Accelerated grants <b>Sec 65</b> - Precollege Engineering grants <b>Sec 99a</b> - Math Remediation grants	<b>Sec 37</b> - GSRP Eligibility <b>Sec 38</b> - GSRP Community Need Formula <b>Sec 99e</b> - Grant to Financial Emergency District (Inkster) <b>Sec. 99i</b> - Pontiac crisis intervention grant <b>Sec. 99j</b> - District pilot grants (see above) <b>Sec. 99k</b> - District grants (see above) <b>Secs. 104a and 104b</b> - Duplicative assessment language	<b>Sec. 11n</b> -Small High Schools <b>Sec 29</b> - Declining Enrollment grants <b>Sec 32c</b> - Early Childhood grants <b>Sec 32i</b> - GSRP non-district competitive grants <b>Sec. 32n</b> - Before/After School Programs <b>Sec 37</b> - GSRP Eligibility <b>Sec 38</b> - GSRP Community Need Formula <b>Sec. 39</b> -GSRP Allocation <b>Sec 41</b> - Bilingual Education grants <b>Sec. 54a</b> - Special Education Lending Library <b>Sec 54c</b> - Newsline Grant	<b>Sec. 11n</b> -Small High Schools <b>Sec 37</b> - GSRP Eligibility <b>Sec 38</b> - GSRP Community Need Formula <b>Sec. 54a</b> - Special Education Lending Library <b>Sec 54c</b> - Newsline Grant <b>Sec 99a</b> - Math Remediation grants <b>Sec 99e</b> - Grant to Financial Emergency District (Inkster) <b>Sec. 99j</b> - District pilot grants (see above) <b>Sec. 99k</b> - District grants (see above). <b>Sec 99n</b> - Community College Access grants

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE	CONFERENCE CR-2
Enacting Section 2 (cont.)		<p><b>Sec 99e-</b> Grant to Financial Emergency District (Inkster)</p> <p><b>Sec. 99i</b> - Pontiac crisis intervention grant</p> <p><b>Sec. 99j</b> - District pilot grants (see above)</p> <p><b>Sec. 99k</b> - District grants (see above).</p> <p><b>Sec 99n-</b> Community College Access grants</p> <p><b>Sec 99p-</b> Cultural Access grants</p> <p><b>Secs. 104a and 104b</b> - Duplicative assessment language</p> <p><b>Sec. 166</b> - 5% penalty if providing family planning drugs or abortion referrals</p>		<p><b>Sec. 56-</b> Special Ed Millage Equalization</p> <p><b>Sec 57-</b> Advanced &amp; Accelerated grants</p> <p><b>Sec. 62-</b>Voc Ed Millage Equalization</p> <p><b>Sec 65-</b> Precollege Engineering grants</p> <p><b>Sec 99a-</b> Math Remediation grants</p> <p><b>Sec 99e-</b> Grant to Financial Emergency District (Inkster)</p> <p><b>Sec. 99j</b> - District pilot grants (see above)</p> <p><b>Sec. 99k</b> - District grants (see above).</p> <p><b>Sec 99n-</b> Community College Access grants</p> <p><b>Sec 99p-</b> Cultural Access grants</p> <p><b>Secs. 104a</b> - Duplicative assessment language</p>	<p><b>Secs. 104a</b> - Duplicative assessment language</p>
Multiple Sections: Date and Reference Changes	N/A	<p><b>Sec. 11a</b> - School Aid Stabilization Fund</p> <p><b>Sec. 15</b> - School Aid payment adjustments</p> <p><b>Sec 32n</b> - Before and After School Programs</p>	Concurs with Executive.	Concurs on Sec. 11a and Sec. 15 but repeals Sec. 32n.	Concurs with the House.

## SCHOOL AID LINE ITEM SUMMARY



Sec.	Foundation Allowance Increases:	FY 2008-09	FY 2009-10	FY 2009-10	FY 2009-10	FY 2009-10	
		YTD PA 73 of 2009	Executive Recommendation	House Passed	Senate Passed	Change From Enacted YTD	HB 4447 (CR-2)
11d	Per Pupil Reduction					(\$263,000,000)	(\$263,000,000)
11g	Durant - Debt Service	\$42,000,000	\$42,000,000	\$42,000,000	\$42,000,000	(\$3,000,000)	\$39,000,000
11j	School Bond Redemption Fund	\$40,000,000	\$40,000,000	\$40,000,000	\$40,000,000		\$40,000,000
11m	Cash Flow Borrowing Costs	\$45,000,000	\$45,000,000	\$45,000,000	\$45,000,000		\$45,000,000
11n	Small High School Infrastructure Program	\$8,000,000	\$15,000,000	\$15,000,000	\$0	(\$8,000,000)	\$0
22a	Proposal A Obligation Payment	\$6,008,000,000	\$5,849,300,000	\$5,854,500,000	\$5,873,000,000	(\$126,000,000)	\$5,882,000,000
22b	Discretionary Payment - State	\$3,198,000,000	\$3,647,677,700	\$3,546,575,725	\$2,963,900,000	\$125,800,000	\$3,323,800,000
22b	Discretionary Payment - Federal ARRA	\$600,000,000	\$0	\$220,074,275	\$634,100,000	(\$150,000,000)	\$450,000,000
22d	Isolated District Funding	\$2,025,000	\$0	\$2,025,000	\$200		\$2,025,000
22e	MBT Impact on Out of Formula Districts	\$1,300,000	\$0	\$1,300,000	\$1,300,100		\$1,300,000
22f	Consolidation Transition Grants		\$0	\$3,000,000	\$0		\$0
24	Court-Placed Pupils	\$8,000,000	\$8,000,000	\$8,000,000	\$8,000,100		\$8,000,000
24a	Juvenile Detention Facility Programs	\$2,828,500	\$2,523,200	\$2,523,200	\$2,523,200	(\$305,300)	\$2,523,200
24c	Challenge Program	\$1,284,600	\$1,295,100	\$1,295,100	\$100	(\$642,300)	\$642,300
26a	Renaissance Zone Reimbursement	\$35,500,000	\$39,500,000	\$39,500,000	\$39,500,000		\$35,500,000
26b	PILT Reimbursement	\$3,400,000	\$3,400,000	\$3,400,000	\$3,400,000		\$3,400,000
29	Declining Enrollment Grants	\$20,000,000	\$20,000,000	\$20,000,000	\$0		\$20,000,000
31a	"At Risk" Pupil Support	\$310,457,000	\$304,582,000	\$308,988,250	\$304,581,900	(\$1,468,800)	\$308,988,200
31a(6)	Adolescent Health Centers	\$4,743,000	\$4,743,000	\$4,743,000	\$100	(\$1,185,700)	\$3,557,300
31a(7)	Hearing and Vision Screening	\$5,150,000	\$5,150,000	\$5,150,000	\$5,150,000		\$5,150,000
31d	State School Lunch Programs	\$22,495,100	\$22,495,100	\$22,495,100	\$22,495,100		\$22,495,100
31d	Federal School Lunch Programs	\$332,506,000	\$332,506,000	\$332,506,000	\$332,506,000	\$40,000,000	\$372,506,000
31f	School Breakfast Program	\$9,625,000	\$9,625,000	\$9,625,000	\$9,625,100		\$9,625,000
32a	Great Start Strategic Fund		\$0	\$100	\$0		\$0
32b	ECIC Collaborative Grants	\$6,750,000	\$6,750,000	\$6,750,000	\$6,000,000	(\$750,000)	\$6,000,000
32c	Early Childhood Grants	\$2,125,000	\$0	\$2,125,000	\$0	(\$531,200)	\$1,593,800
32d	School Readiness - District Grants	\$88,379,100	\$88,400,000	\$88,400,000	\$200	\$20,900	\$88,400,000
32j	Great Parents Great Start ISD programs	\$5,000,000	\$0	\$5,000,000	\$100		\$5,000,000
32l	School Readiness - Competitive (transfer to 32d)	\$15,150,000	\$15,150,000	\$15,150,000	\$0	(\$7,575,000)	\$7,575,000
39a1	Federal "No Child Left Behind"	\$752,987,500	\$752,987,500	\$752,987,500	\$752,987,500		\$752,987,500
39a2	Other Federal Funding	\$32,559,700	\$32,559,700	\$32,559,700	\$32,559,700		\$32,559,700
41	Bilingual Education - State	\$2,800,000	\$0	\$2,800,000	\$0		\$2,800,000
51a	Special Education - Federal	\$424,700,000	\$424,700,000	\$424,700,000	\$424,700,000		\$424,700,000
51a	Special Education - State	\$1,016,933,000	\$1,064,683,000	\$1,065,483,000	\$1,024,401,900	\$44,350,000	\$1,061,283,000
54a	Special Education Evaluation Lending Library	\$100,000	\$100,000	\$100,000	\$0	(\$100,000)	\$0
54c	Newsline Grant	\$80,000	\$0	\$80,000	\$0	(\$80,000)	\$0
57	Advanced & Accelerated Program	\$285,000	\$0	\$285,000	\$0		\$285,000
61a	Vocational Education	\$30,000,000	\$29,611,300	\$29,902,825	\$27,000,000	(\$3,000,000)	\$27,000,000
62	ISD Voc. Ed Millage Equalization	\$9,000,000	\$9,000,000	\$9,000,000	\$0		\$9,000,000
64	Health/Science Middle College Program	\$2,000,000	\$2,000,000	\$2,000,000	\$100		\$2,000,000
65	Precollege Engineering Grants	\$980,100	\$0	\$980,100	\$0		\$980,100
74	Bus Driver Safety Instruction	\$1,625,000	\$1,625,000	\$1,625,000	\$1,625,000		\$1,625,000
74	School Bus Inspections	\$1,403,500	\$1,436,500	\$1,436,500	\$0	(\$1,403,500)	\$0
81	ISD General Operations Support	\$81,721,100	\$65,376,900	\$81,721,100	\$77,635,000	(\$16,344,300)	\$65,376,800
94a	Center for Educational Performance (CEPI)	\$3,435,400	\$3,486,100	\$4,935,400	\$3,486,100	\$50,700	\$3,486,100

## SCHOOL AID LINE ITEM SUMMARY



		FY 2008-09	FY 2009-10	FY 2009-10	FY 2009-10	FY 2009-10	
		YTD PA 73 of 2009	Executive Recommendation	House Passed	Senate Passed	Change From Enacted YTD	HB 4447 (CR-2)
94a	CEPI - Federal	\$2,793,200	\$2,793,200	\$2,793,200	\$2,793,200		\$2,793,200
98	Michigan Virtual High School (MVHS)	\$2,250,000	\$2,250,000	\$1,350,000	\$0	(\$562,500)	\$1,687,500
98	MVHS - Federal	\$2,700,000	\$2,700,000	\$2,700,000	\$2,700,000		\$2,700,000
99	Math/Science Centers - State	\$3,500,000	\$3,500,000	\$3,500,000	\$0	(\$875,000)	\$2,625,000
99	Math/Science Centers - Federal	\$5,249,300	\$5,249,300	\$5,249,300	\$5,249,300		\$5,249,300
99a	Math Remediation Grants	\$725,000	\$0	\$725,000	\$0	(\$725,000)	\$0
99e	Financial Emergency District Funding	\$125,000	\$0	\$0	\$0	(\$125,000)	\$0
99i	Pontiac Crisis Intervention	\$300,000	\$0	\$0	\$300,000		\$300,000
99j	District Pilot Projects	\$1,500,000	\$0	\$0	\$0	(\$1,500,000)	\$0
99k	District Grants	\$850,000	\$0	\$0	\$0	(\$850,000)	\$0
99p	Cultural Access Grants	\$100,000	\$0	\$100,000	\$0		\$100,000
104	MEAP Testing - State	\$28,872,800	\$28,130,700	\$28,130,700	\$25,530,700	(\$2,242,100)	\$26,630,700
104	MEAP Testing - Federal	\$8,512,900	\$8,313,700	\$8,313,700	\$8,313,700	(\$199,200)	\$8,313,700
107	Adult Education - State	\$24,000,000	\$20,000,000	\$23,700,000	\$21,600,000	(\$2,000,000)	\$22,000,000
<b>TOTAL APPROPRIATIONS</b>		<b>\$13,259,806,800</b>	<b>\$12,963,600,000</b>	<b>\$13,132,283,775</b>	<b>\$12,743,964,400</b>	<b>(\$382,243,300)</b>	<b>\$12,877,563,500</b>
<b>REVENUE BY SOURCE</b>							
Federal Aid		\$1,562,008,600	\$1,561,809,400	\$1,561,809,400	\$1,561,809,400	\$39,800,800	\$1,601,809,400
Federal ARRA		\$600,000,000	\$0	\$220,074,275	\$634,100,000	(\$150,000,000)	\$450,000,000
School Aid Fund		\$11,019,798,200	\$11,360,990,600	\$11,310,800,100	\$10,516,254,900	(\$225,844,100)	\$10,793,954,100
General Fund/General Purpose		\$78,000,000	\$40,800,000	\$39,600,000	\$31,800,100	(\$46,200,000)	\$31,800,000
<b>TOTAL REVENUE</b>		<b>\$13,259,806,800</b>	<b>\$12,963,600,000</b>	<b>\$13,132,283,775</b>	<b>\$12,743,964,400</b>	<b>(\$382,243,300)</b>	<b>\$12,877,563,500</b>