



**SCHOOL AID SECTION-BY-SECTION HIGHLIGHTS**

Fiscal Year 2013-14  
 HB 4228 (H-1) As Amended  
 SB 182 (S-1) As Amended  
 SB 182 (CR-1)

**Analyst:  
 Bethany Wicksall**

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 6 Pupil Membership Definitions</p>	<p>(4) Calculates a district's pupil membership blend equal to 90% of pupils counted on October count day plus 10% of pupils counted on previous February count day.</p> <p>(4)(L) Allows a pupil to be counted in membership if older than 20 under certain conditions:            (i) Special education student may be up to age 26.            (ii) Former dropouts in a PSA or alternative high school program primarily focused on homeless students in a city with a population greater than 500,000 may be up to age 22.</p> <p>(4)(u) Specifies instruction/ materials districts must provide to pupils in an alternative or disciplinary program educated apart from the general school population. Exempts computers from materials.</p>	<p>(4) Maintains current law.</p> <p>Adds that a pupil's participation in an online course as defined under the newly proposed Section 21f counts as regular daily attendance for the purposes of membership.</p> <p>(4)(L) Maintains current law.</p> <p>(4)(u) Deletes the computers exemption.</p>	<p>(4) Changes the pupil membership blend to 80% of pupils counted in October Count plus 20% of pupils counted on the <b>FOLLOWING</b> February count day.</p> <p>Concurs with Executive.</p> <p>(4)(L) Revises as follows:            (i) Maintains current law            (ii) Decreases the population threshold to 175,000.</p> <p>(4)(u) Concurs with Executive.</p>	<p>(4) Changes the pupil membership blend to 90% of pupils counted in October Count plus 10% of pupils counted on the <b>FOLLOWING</b> February count day.</p> <p>Concurs with Executive.</p> <p>(4)(L) Revises as follows:            (i) Maintains current law.            (ii) Concurs with House.            (iii) Adds language allowing a district to count a pupil who does not meet the kindergarten age requirement but is 5 by December 1.</p> <p>(4)(u) Concurs with Executive.</p>	<p>(4) Concurs with Senate.</p> <p>Concurs with Executive.</p> <p>(4)(L) Concurs with Senate.</p> <p>(4)(u) Concurs with Executive.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 6 Pupil Membership Definitions (cont.)	<p>(4)(ff) Defines membership calculation for a pupil enrolled in a drop-out recovery program under Sec. 23a.</p> <p>(6) Allows a district to count a pupil in membership without the approval of his or her resident district under certain conditions:</p> <p>(6)(p) If a former Highland Park pupil changed districts mid-year as allowed under former Section 22h.</p>	<p>(4)(ff) Maintains current law.</p> <p>(6) Maintains current law for subdivisions (a) through (o).</p> <p>(6)(p) Deletes this provision as Section 22h was in effect for the 2011-2012 school year only.</p> <p>NEW (6)(p) If a pupil enrolls in an online program in another district as allowed under the newly proposed Section 21f.</p> <p>(16) Revises definition of "Tuition Pupil" to clarify the language in response to a complaint from the US Department of Civil Rights and in consultation with the Michigan Attorney General's Office.</p>	<p>(4)(ff) Maintains current law.</p> <p>(6) Concurs with Executive.</p> <p>(6)(p) Concurs with Executive.</p> <p>NEW (6)(p) Concurs with Executive.</p> <p>(16) Concurs with Executive.</p>	<p>(4)(ff) Maintains current law.</p> <p>(6) Concurs with Executive.</p> <p>(6)(p) Concurs with Executive.</p> <p>NEW (6)(p) Concurs with Executive.</p> <p>(16) Concurs with Executive.</p>	<p>(4)(ff) Revises to clarify that a pupil counted under this subdivision shall not be counted as more than 1.0 FTE in a fiscal year.</p> <p>(6) Concurs with Executive.</p> <p>(6)(p) Concurs with Executive.</p> <p>NEW (p) Concurs with Executive.</p> <p>(16) Concurs with Executive.</p>
Sec. 11 Total Appropriations	<p><b><u>FY 2012-13</u></b></p> <p><b>School Aid Fund (SAF):</b> \$10,961,087,100</p> <p><b>General Fund (GF/GP):</b> \$282,400,000</p> <p><b>Federal Funds:</b> Estimated at \$1,701,041,400</p>	<p><b><u>FY 2012-13</u></b></p> <p><b>School Aid Fund:</b> Supplemental 2013-5 Revises to \$10,933,752,600.</p> <p>No Change</p> <p>No Change</p>	<p><b><u>FY 2012-13</u></b> Not included</p>	<p><b><u>FY 2012-13</u></b> Not included</p>	<p><b><u>FY 2012-13</u></b> Revises to adjust for May consensus costs.</p> <p><b>School Aid Fund (SAF):</b> \$10,928,614,200</p> <p><b>General Fund (GF/GP):</b> \$282,400,000</p> <p><b>Federal Funds:</b> Estimated at \$1,701,041,400</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 11 Total Appropriations (cont.)	<b><u>FY 2013-14</u></b> Includes intent language for FY 2013-14 in Sec. 12.	<b><u>FY 2013-14</u></b> <b>School Aid Fund:</b> \$11,090,813,500  <b>MPSERS Reserve Fund:</b> \$150,000,000  <b>General Fund (GF/GP):</b> \$230,000,000  <b>Federal Funds:</b> Estimated at \$1,764,421,300	<b><u>FY 2013-14</u></b> <b>School Aid Fund:</b> \$11,092,113,600  <b>MPSERS Reserve Fund:</b> \$150,000,000  <b>General Fund (GF/GP):</b> \$230,000,100  <b>Federal Funds:</b> Estimated at \$1,764,421,300	<b><u>FY 2013-14</u></b> <b>School Aid Fund:</b> \$11,081,665,600  <b>MPSERS Reserve Fund:</b> \$150,000,000  <b>General Fund (GF/GP):</b> \$229,600,000  <b>Federal Funds:</b> Estimated at \$1,764,421,300	<b><u>FY 2013-14</u></b> <b>School Aid Fund:</b> \$11,211,382,300  <b>MPSERS Reserve Fund:</b> \$150,000,000  <b>General Fund (GF/GP):</b> \$230,000,000  <b>Federal Funds:</b> Estimated at \$1,764,421,300
Sec. 11g Durant Bonding Payment	Appropriates \$39,000,000 in FY 2012-13 to districts for "Durant" court case mandated bond payments, which will end after FY 2014-15.	Increases the appropriation \$39,500,000 for FY 2013-14.	Increases the appropriation \$39,500,000 for FY 2013-14.	Increases the appropriation \$39,500,000 for FY 2013-14.	Concurs with Executive, House, and Senate.
Sec. 11j School Bond Redemption Fund	Appropriates \$120,390,000 for debt service in FY 2012-13 for the school bond loan program.	Increases the appropriation to \$131,660,000 for FY 2013-14 to recognize the increasing cost of required debt service payments.	Increases the appropriation to \$131,660,000 for FY 2013-14.	Increases the appropriation to \$131,660,000 for FY 2013-14.	Concurs with Executive, House, and Senate.
Sec. 11m Cash-Flow Borrowing	Appropriates \$3,200,000 in FY 2012-13 to pay for costs associated with cash-flow borrowing related to the SAF.	Increases appropriation to \$6,000,000 for FY 2013-14 to recognize anticipated interest rates.	Increases appropriation to \$6,000,000 for FY 2013-14.	Increases appropriation to \$6,000,000 for FY 2013-14.	Reduces to \$4,000,000 for FY 2013-14.
Sec. 12 FY 2013-14 Appropriations	Intent language that FY 2013-14 appropriations will be at the same level as in FY 2012-13 adjusted for changes in taxable values, special education costs, pupil counts, interest costs and available revenue.	Repeals this section.	Maintains current law but revises to update fiscal years to create intent for FY 2014-15.	Maintains current law but revises to update fiscal years to create intent for FY 2014-15.	Concurs with House and Senate.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 18 Spending and Audit Requirements	<p>Specifies allowable uses of funds and requires yearly financial and pupil audits. Also requires budget transparency information on district and intermediate district websites.</p> <p>(11) and (12) Includes reporting requirements regarding the costs of online education. Requires data submission to MDE by October 1, 2012 and a report from MDE to legislature by December 31, 2012.</p>	<p>(11) and (12) Deletes these reporting subsections.</p>	<p>(11) and (12) Concurs with Executive.</p>	<p>(11) and (12) Requires a revised online education cost report due to MDE by Sept. 1, 2014.</p>	<p>(11) and (12) Concurs with Senate.</p>
Sec. 18b Transfer of Public School Academy (PSA) Property	<p>Requires that PSA property acquired substantially with public funds be transferred to the state if any of the following occur:</p> <p>(1) (a) PSA is ineligible to receive funding for 18 consecutive months. (b) PSA's contract has been revoked or terminated for any reason. (c) PSA's contract is not reissued by the authorizing body.</p>	<p>(1) Maintains current law.</p> <p>NEW (2) Requires that a PSA corporation must initiate a dissolution process within 30 days after its contract's expiration.</p>	<p>(1) Maintains current law.</p> <p>(2) Concurs with Executive but deletes "dissolution" and inserts "transfer".</p>	<p>(1) Maintains current law.</p> <p>(2) Concurs with Executive but deletes "dissolution" and inserts "transfer".</p>	<p>(1) Maintains current law.</p> <p>(2) Concurs with House and Senate.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 19 Compliance with State and Federal reporting requirements</p>	<p>Specifies district data reporting deadlines.</p> <p>(6) Requires a district appeal process before the department publishes a list of schools or districts failing to make Adequate Yearly Progress.</p> <p>(7) Provides legislative intent that by 2014-15 the state implement statewide standard reporting requirements for education data.</p>	<p>(6) Deletes reference to Adequate Yearly Progress and replaces it with "school or district accountability designations" to update based on the revised school accountability system.</p> <p>(7) Deletes this subsection.</p>	<p>(6) Concurs with Executive.</p> <p>(7) Maintains current law.</p>	<p>(6) Concurs with Executive.</p> <p>(7) Maintains current law.</p>	<p>(6) Concurs with Executive.</p> <p>(7) Concurs with House and Senate.</p>
<p>Sec. 20 Foundation Allowance Calculation</p>	<p>Basic foundation allowance for FY 2012-13 is \$8,019 and the minimum foundation is \$6,966.</p> <p>(3) Uses 2x 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>No change in the foundation allowance for FY 2013-14 or FY 2014-15.</p> <p>(3) Maintains current law.</p> <p>Not included</p> <p>Not included</p>	<p>Concurs with Executive</p> <p>(3) Maintains current law.</p> <p>NEW (8) Beginning in FY 2014-15, the foundation for a cyber school is equal to 85%.</p> <p>NEW (9) Beginning in FY 2014-15, the foundation for pupils attending a district under a seat time waiver for a 100% online model under Section 101 is equal to 85%.</p>	<p>Increases the Basic foundation by \$9 to \$8,028 and increases the minimum foundation by \$18 to \$6,984.</p> <p>(3) Revises to specify that at a minimum a district's foundation is at least equal to the minimum foundation and also excludes a district's small class size adjustment under (12) when calculating its increase for 2x formula.</p> <p>Not included</p> <p>Not included</p>	<p>Increases the Basic foundation by \$30 to \$8,049 and increases the minimum foundation by \$60 to \$7,026.</p> <p>(3) Revises to specify that at a minimum a district's foundation is at least equal to the minimum foundation</p> <p>Concurs with Executive and Senate.</p> <p>Concurs with Executive and Senate.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 20 Foundation Allowance Calculation (cont.)</p>	<p>(8) Provides that the foundation allowance for a district created by the consolidation or annexation of two or more districts is a per pupil weighted average of the affected districts' foundations.</p> <p>(11) Calculates index, which is intended to be used to determine the annual growth in the lowest foundation allowance. In FY 2012-13, index was 1.00.</p> <p>(12) Former foundation allowance adjustment for Wayne Westland, which ended in FY 2011-12.</p> <p>(13) Former foundation allowance adjustment for Gibraltar, which ended in FY 2011-12.</p> <p>(14) Foundation allowance adjustments for districts that received a small class size grant in 2001-2002. Funds at 68.5% of FY 2010-11 adjustment for FY 2012-13.</p>	<p>(8) Maintains current law.</p> <p>(11) Sets the index at 1.00 for FY 2013-14.</p> <p>(12) Deletes this subsection.</p> <p>(13) Deletes this subsection.</p> <p><del>(14)</del> (12) Continues adjustments into FY 2013-14 but caps adjustments as follows:  - not to exceed \$100 per pupil for districts with foundation allowances less than \$7,500.  - not to exceed \$50 per pupil for districts with foundation allowances greater than \$7,500.  Creates savings estimated at \$4.0 million</p>	<p><del>(8)</del> (10) Provides that the foundation allowance would instead be either the highest foundation of the affected districts or the sum of the per pupil weighted average foundation of the affected districts plus \$100, whichever is less.</p> <p><del>(11)</del> (13) Concurs with Executive.</p> <p>(12) Concurs with Executive.</p> <p>(13) Concurs with Executive.</p> <p>(14) Continues adjustments for FY 2013-14 but caps the adjustment at a cost of 70% of each district's adjustment for FY 2012-13. Assumes estimated savings of \$4.0 million.</p> <p>Clarifies that the foundation allowance of a district shall not fall below the minimum foundation allowance of \$6,966 due to the reduction or elimination of a small class size adjustment.</p>	<p>(8) Provides that the foundation allowance would instead be either the highest foundation of the affected districts or the sum of the per pupil weighted average foundation of the affected districts plus \$100, whichever is less.</p> <p>(11) Concurs with Executive.</p> <p>(12) Concurs with Executive.</p> <p>(13) Concurs with Executive.</p> <p><del>(14)</del> (12) Continues adjustments for FY 2013-14 but caps the adjustment at a cost of 85% of each district's adjustment for FY 2012-13. Assumes estimated savings of \$2.0 million.</p> <p>Clarifies that the foundation allowance of a district shall not fall below the minimum foundation allowance of \$6,966 due to the reduction or elimination of a small class size adjustment.</p>	<p>(8) Concurs with House and Senate.</p> <p>(11) Deletes the index for FY 2013-14.</p> <p>(12) Concurs with Executive.</p> <p>(13) Concurs with Executive.</p> <p><del>(14)</del> (12) Maintains current law, but revises to provide a calculation for an adjustment under this section for a district that receives an adjustment under this subsection and that consolidates with another district.</p> <p>Revises to clarify for a district that had an adjustment but has now dropped to the minimum even with the adjustment, the district would no longer be considered to receive an adjustment and would be at the minimum foundation.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 20 Foundation Allowance Calculation (cont.)	<p>(15) Former foundation allowance adjustment for Garden City, which ended in FY 2011-12.</p> <p>(16) Former foundation allowance adjustment for Huron, which ended in FY 2011-12.</p>	<p>(15) Deletes this subsection.</p> <p>(16) Deletes this subsection</p>	<p>Not included.</p> <p>(15) Concurs with Executive.</p> <p>(16) Concurs with Executive.</p>	<p>NEW (13) Provides that equity payments under Section 22c shall be rolled into a district's foundation allowance in FY 2014-15.</p> <p>(15) Concurs with Executive.</p> <p>(16) Concurs with Executive.</p> <p><del>(49)</del> (16) Revises PSA maximum foundation to \$7,128 based on 2x formula increase.</p>	<p>Concurs with House.</p> <p>(15) Concurs with Executive.</p> <p>(16) Concurs with Executive.</p> <p>(16) Under 2x formula the PSA maximum would equal to \$7,158.</p>
NEW Sec. 21f Online Courses		<p>(1) Allows pupils in grades 5 to 12 to enroll in online courses as provided below. Does not apply to cyber schools.</p> <p>(2) Requires district to enroll a pupil in up to 2 online courses per term, semester, or trimester with consent of the pupil's parent or legal guardian.</p> <p>If pupil has demonstrated previous success in online courses, and district and parent or guardian determine it is in best interest of pupil, a pupil may enroll in more than 2 online courses per term, semester, or trimester.</p>	<p>(1) Revises to grades 7 to 12</p> <p>(2) Concurs with Executive.</p> <p>Strikes this provision and replaces it with intent to study increasing the number of allowable online courses for pupils who demonstrate success beginning in FY 2014-15.</p>	<p>(1) Concurs with Executive regarding eligibility for grades 5 to 12. But deletes the cyber school exemption.</p> <p>(2) Concurs with Executive.</p> <p>Concurs with Executive.</p>	<p>(1) Concurs with Executive.</p> <p>(2) Concurs with Executive.</p> <p>Concurs with House.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
NEW Sec. 21f Online Courses (cont.)		<p>(3) Allows pupil to enroll in online courses published in the district's catalog of online courses or the statewide catalog of online courses maintained by the Michigan Virtual University (MVU) pursuant to Sec. 98.</p> <p>(4) Allows district to determine whether it has capacity to enroll nonresident pupils in online courses. If so, and if applicants exceed capacity, district must use a random draw system to abide by antidiscrimination laws.</p> <p>(5) Allows educating district to prohibit enrollment in an online course if:  (a) pupil previously gained credits for that course.  (b) course not capable of generating academic credit.  (c) course is inconsistent with remaining graduation requirements or career interests of the pupil.  (d) pupil does not have the prerequisite knowledge and skills to succeed in course.</p> <p>(e) if pupil is denied enrollment, allows for an appeal process to the ISD.</p> <p>(6) Requires district, if offering an online course, to provide MVU with the course syllabus for inclusion in the statewide catalog and link the catalog on its website.</p>	<p>(3) Strikes the statewide catalog maintained by MVU.</p> <p>(4) Concurs with Executive</p> <p>(5) Concurs with Executive.</p> <p>(6) Concurs with Executive.</p> <p>(7) Requires a district to provide a link to its course syllabi on its publicly accessible website. Deletes reference to MVU and statewide catalog.</p>	<p>(3) Revises to require the statewide catalog of online courses be kept by the MDE.</p> <p>(4) Concurs with Executive.</p> <p>(5) Concurs with Executive.</p> <p>(6) Concurs with Executive.</p> <p>(7) Concurs with Executive but replaces MVU with MDE.</p>	<p>(3) Concurs with Executive with revisions.</p> <p>(4) Concurs with Executive.</p> <p>(5) Concurs with Executive but revises as follows:  (d) to add "or demonstrated failure with previous online coursework in the same subject.  (e) the course is of insufficient quality or rigor. A district must make effort to help pupil find appropriate alternative.</p> <p>(6) Concurs with Executive.</p> <p>(7) Concurs with Executive.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
NEW Sec. 21f Online Courses (cont.)		<p>(7) Requires districts to use foundation allowance to pay for student's enrollment in online course if in the district or statewide catalog.</p> <p>(8) Provides same rights and access to technology for online pupils as all pupils in the district.</p> <p>(9) If pupil successfully completes course, the district shall grant academic credit.</p> <p>(10) Defines "online course", "online course syllabus", and "online learning pupil".</p>	<p>(8) Concurs with Executive but deletes reference to statewide catalog and caps the amount a district must pay for an online course to no more than 1/12 of the district's foundation allowance for a semester course and 1/18 of the district's foundation allowance for a trimester course.</p> <p>(9) Concurs with Executive.</p> <p>(10) Concurs with Executive.</p> <p>(11) Concurs with Executive.</p>	<p>(8) Concurs with Executive but directs a district to pay 50% of the cost of the online course upon enrollment and 50% upon successful completion as determined by the district.</p> <p>(9) Concurs with Executive.</p> <p>(10) Concurs with Executive but revises such that the educating district determines successful completion and grants academic credit.</p> <p>(11) Clarifies that the enrollment of a pupil in an online course shall not result in the pupil being counted as more than 1.0 full-time equivalent pupil.</p> <p>(12) Concurs with Executive.</p>	<p>(8) Concurs with Executive, but also concurs with the House cap on course costs, and includes a revised version of Senate language which would require district to pay 80% upon enrollment and 20% upon completion.</p> <p>(9) Concurs with executive.</p> <p>(10) Concurs with Executive.</p> <p>(11) Concurs with Senate.</p> <p>(12) Concurs with Executive.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 22a Proposal A Obligation Payment (The Constitutionally required part of the foundation)	FY 2012-13 appropriation of \$5,712,000,000.	Supplemental Request 2013-5 reduces FY 2012-13 appropriation to \$5,631,000,000 to reflect revised cost estimates based on consensus pupil estimates and taxable value estimates.  FY 2013-14 appropriation is reduced to \$5,558,000,000 to reflect consensus cost estimates.	Not included  Appropriates \$5,558,000,000 for FY 2013-14.	Not included  Appropriates \$5,558,000,000 for FY 2013-14.	Revises FY 2012-13 appropriation to \$5,630,000,000 to reflect May consensus costs.  Appropriates \$5,534,000,000 for FY 2013-14 to reflect May consensus costs and the change in the pupil membership blend.
Sec. 22b Discretionary Payment (The discretionary portion of the foundation allowance.)	FY 201-13 appropriation of \$3,152,300,000.	Supplemental Request 2013-5 increases FY 2012-13 appropriation to \$3,217,000,000 to reflect revised cost estimates based on consensus pupil and taxable value estimates.  FY 2013-14 appropriation increased to \$3,304,000,000 to reflect cost estimates.  Not included	Not included  Appropriates \$3,304,000,000 for FY 2013-14.  (3)(e) To qualify for funding districts must comply with Sec. 21f.  Not included	Not included  Appropriates \$3,329,500,000 for FY 2013-14.  (3)(e) To qualify for funding districts must comply with Sec. 21f.  NEW (4) Prohibits the Education Achievement Authority from expending any money it receives from any source other than its allocation under this act unless the money is specifically appropriated to the EAA. If it does not comply with this requirement, the EAA would get no foundation funding under this section.	Revises FY 2012-13 appropriation to \$3,215,000,000.  Appropriates \$3,373,700,000 for FY 2013-14.  (3)(e) Concurs with House and Senate.  Concurs with Executive and House.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
NEW Sec. 22c Equity Payment		Appropriates \$24,000,000 for FY 2013-14 for an equity payment to districts with foundation allowances less than \$7,000 equal to the lesser of \$34 per pupil or the difference between a district's foundation allowance and \$7,000.	Appropriates \$36,000,000 for FY 2013-14 for an equity payment to districts with foundation allowances less than \$7,016 equal to the lesser of \$50 per pupil or the difference between a district's foundation allowance and \$7,016.	Not included.	Appropriates \$36,000,000 for FY 2013-14 for an equity payment to districts with a foundation less than \$7,076 equal to the lesser of \$50 per pupil or the difference between a district's FY 2013-14 foundation and \$7,076.
Sec. 22d Supplemental funding to Small, Isolated Districts	Appropriates \$2,025,000 for FY 2012-13, with  (2) \$750,000 to certain small, geographically isolated districts and  (4) \$1,275,000 to districts that have 5.0 or fewer pupils per square mile and a total square mileage greater than 200.	Maintains appropriation at \$2,025,000 for FY 2013-14.  (2) Maintains \$750,000  (4) Maintains \$1,275,000	Appropriates \$2,025,000 for FY 2013-14.  (2) Maintains \$750,000  (4) Maintains \$1,275,000	Increases the appropriation to \$2,584,600 for FY 2013-14.  (2) Increases to \$957,300  (4) Increases to \$1,627,300	Concurs with Senate  (2) Concurs with Senate.  (4) Concurs with Senate.
Sec. 22f Best Practices Incentives	Appropriates \$80,000,000 for FY 2012-13.  (2) Provides \$52 per pupil for districts that meet 7 out of 8 best practices by June 1, 2013  (a) Act as policyholder for health care services benefits. A district that does not directly employ its staff is considered to have met this requirement.  (b) Competitively bid at least one non-instructional service in FY 2012-13.	Reduces appropriation to \$25,000,000 for FY 2013-14.  (2) Provides \$16 per pupil for districts that meet 7 out of 8 best practices by June 1, 2014:  (a) Adds that a district with a voluntary employee beneficiary association (VEBA) that pays no more than the maximum allowed under PA 152 of 2011 is considered to have met this requirement.  (b) Adds that unfunded liabilities for retirement must be excluded from costs when comparing bids.	Reduces to a \$100 place holder for FY 2013-14.  (2) \$0 per pupil  (a) Concurs with Executive  (b) Concurs with Executive.	Repeals this section.	Maintains current year appropriation of \$80,000,000.  (2) Maintains current law at \$52 per pupil that meet 7 out of 8 revised best practices.  (a) Concurs with Executive.  (b) Concurs with Executive.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 22f Best Practices Incentives (cont.)	(c) Participate in Schools of Choice under Section 105 and Section 105c. Considers a PSA to have met this requirement.	(c) Maintains current law.	(c) Concurs with Executive.		(c) Concurs with Executive.
	(d) Measure student growth twice annually and report to parents or provides MDE with a plan and show progress toward developing the technology infrastructure necessary for of student growth assessments by 2014-2015.	(d) Maintains current law.	(d) Concurs with Executive.		(d) Concurs with Executive.
	(e) Provide dual enrollment and other opportunities for postsecondary coursework. If a district does not offer high school, it must make middle school students and their parents aware of available postsecondary options that are available in high school.	(e) Maintains current law.	(e) Concurs with Executive.		(e) Concurs with Executive.
	(f) Provide online learning opportunities.	(f) Adds that a district must publish syllabi for offered online courses, as required under Sec. 21f.	(f) Concurs with Executive.		(f) Concurs with Executive.
	(g) Provide a dashboard to parents and the community.	(g) Adds additional dashboard items required including revenue and expenditure projections, list of all debt service obligations by project, including anticipated payments for FY 2013-14, and total outstanding debt.	(g) Concurs with Executive.		(g) Concurs with Executive.
	(h) Provide physical education or health classes that meet State Board of Education standards.	(h) Maintains current law.	(h) Concurs with Executive		(h) Revises to delete references to State Board of Education standards.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 22f Best Practices Incentives (cont.)	(4) Distributes remaining balance to all qualifying districts with a foundation less than \$8,019 on an equal per pupil basis.	(4) Maintains current law.	(4) Concurs with Executive.		(4) Concurs with Executive but updates the revised basic foundation allowance to \$8,049.
Sec. 22g Consolidation Innovation Grants	Appropriates \$10,000,000 for competitive assistance grants to reimburse districts and ISDs for transition costs associated with the consolidation of operations or services between two or more districts or ISDs or the consolidation of districts or ISDs.	Repeals this section.	Concurs with Executive.	Concurs with Executive.	Appropriates \$5,000,000 for FY 2013-14 and maintains current law regarding the purpose and distribution of grants.
Sec. 22i Technology Infrastructure Grants	<p>(1) Appropriates \$50,000,000 for grants to districts or ISDs on behalf of their constituent districts to develop or improve their technology infrastructure and purchase the necessary hardware, software, and access to online computer adaptive testing in preparation for the planned implementation of online growth assessments in FY 2014-15.</p> <p>(2) The Department of Education determines grants based on a competitive process. The maximum allowable grant is \$2,000,000 for each district.</p>	<p>(1) Reduces appropriation to \$13,500,000 for FY 2013-14.</p> <p>Adds instructional practices and shared service consolidation of technology and data as allowable uses of funding.</p> <p>(2) Changes the grant process from a competitive bid process to a process in which all eligible districts and ISDs may participate.</p>	<p>(1) Maintains appropriation of \$50,000,000 for FY 2013-14.</p> <p>Restricts use of funds to technology infrastructure, the shared service consolidation of technology and data, and hardware.</p> <p>(2) Concurs with Executive.</p>	Repeals this section.	<p>Concurs with House.</p> <p>Concurs with the House</p> <p>(2) Maintains current law and required that the districts and ISDs demonstrate need.</p> <p>NEW (3) Earmarks \$5,000,000 of the funds appropriated in (1) to a single-provider of whole school technology.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 22j District Performance Grants</p>	<p>Appropriates \$30,000,000 for FY 2012-13 for district performance grants.</p> <p>Districts receive a portion or all of the following:</p> <p>(3)\$30 per pupil for improving proficiency in mathematics for grades 3 to 8 on state assessments (MEAP).</p> <p>(4)\$30 per pupil for improving proficiency in reading for grades 3 to 8 on state assessments (MEAP).</p> <p>(5) \$40 per pupil for improving proficiency over 4 years for high school students in all subject areas on the Michigan Merit Examination (MME).</p>	<p>Maintains appropriation of \$30,000,000 for FY 2013-14.</p> <p>(5) Revises to replace MME with all state assessments for high school pupils.</p> <p>Not included</p>	<p>Increases appropriation to \$46,400,000 to fully fund the estimated costs of district performance grants for FY 2013-14 based on updated 2011-2012 assessment data.</p> <p>(5) Concurs with Executive.</p> <p>Not included</p>	<p>Increases appropriation to \$46,400,000 to fully fund the estimated costs of district performance grants for FY 2013-14 based on updated 2011-2012 assessment data.</p> <p>(5) Concurs with Executive.</p> <p>NEW (7) Provides legislative intent that grants awarded under this section in FY 2014-15 be based on growth scores using computer adaptive tests in the 2013-2014 school year.</p>	<p>Concurs with House and Senate.</p> <p>(5) Concurs with Executive.</p> <p>Concurs with Executive and House.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
NEW Sec. 22k Student-Centric Grants		<p>Appropriates \$8,000,000 for FY 2013-14 only.</p> <p>(2) Eligible districts include those that do the following:            (a) Provide rigorous curriculum aligned to state, national, and international standards.            (b) Organize instructional delivery to advance students based on individual mastery in each subject area.            (c) Allow for school site-based autonomy.            (d) Provide teachers with access to student achievement data, best instructional practices, time to collaborate with others, mentors, and professional development.</p> <p>(3) Applications due by October 1, 2013. Department shall awards grants on a per pupil basis by December 30, 2013.</p> <p>Not included</p>	<p>Appropriates \$7,000,000 for FY 2013-14.</p> <p>(2) Concurs with Executive.</p> <p>(3) Concurs with Executive.</p> <p>Not included</p>	<p>Appropriates \$8,000,000 for FY 2013-14.</p> <p>(2) Concurs with Executive.</p> <p>(3) Concurs with Executive.</p> <p>NEW (4) Caps an individual district's award at \$1,000,000.</p>	<p>Concurs with Executive and Senate.</p> <p>(2) Concurs with Executive.</p> <p>(3) Concurs with Executive.</p> <p>(4) Concurs with Executive and House.</p>
NEW Sec. 22m Computer Adaptive Testing				<p>NEW Appropriates \$18,000,000 for FY 2013-14 for online computer adaptive testing for all pupils statewide.</p> <p>MDE would choose the test provider through a competitive bid process.</p>	<p>Concurs with Executive and House.</p>

<b>SECTION</b>	<b>CURRENT LAW</b>	<b>EXECUTIVE RECOMMENDATION</b>	<b>HOUSE PASSED</b>	<b>SENATE PASSED</b>	<b>CONFERENCE</b>
Sec. 24 Court-Placed Pupils	Appropriates \$8,000,000 in FY 2012-13 to reimburse districts for added costs of educating court-placed pupils in a local juvenile detention facility institution.	Maintains appropriation of \$8,000,000 for FY 2013-14.	Appropriates \$8,000,000 for FY 2013-14.	Appropriates \$8,000,000 for FY 2013-14.	Concurs with Executive, House and Senate.
Sec. 24a Educating Pupils in DHS Juvenile Justice Service Facilities	Appropriates \$2,135,800 in FY 2012-13 for payments to intermediate districts for pupils who are placed in juvenile justice facilities.	Increases the appropriation to \$2,167,500 for FY 2013-14 to recognize economic increases for salary and wages, insurance, and retirement costs totaling \$31,700.	Appropriates \$2,167,500 for FY 2013-14.	Appropriates \$2,167,500 for FY 2013-14.	Concurs with Executive, House and Senate.
Sec. 24c Youth Challenge Program	Appropriates \$1,500,000 in FY 2012-13 for the Youth Challenge Program. Payment goes through Battle Creek Public Schools to the Department of Military and Veterans' Affairs for the program.	Maintains appropriation of \$1,500,000 for FY 2013-14.	Appropriates \$1,500,000 for FY 2013-14.	Appropriates \$1,500,000 for FY 2013-14.	Concurs with Executive, House and Senate.
Sec. 25 Pupil Transfer Process	Proposes a new pupil transfer process beginning in FY 2013-14.	Maintains current law.	Repeals this section in lieu of Section 25e.	Repeals this section in lieu of Section 25e.	Concurs with House and Senate.
NEW Sec. 25e Revised Pupil Transfer Process			(1) Requires CEPI to work with MDE, districts and intermediate districts to develop a pupil transfer application modeled on the graduation and dropout application.  (2) If a pupil enrolls after the fall count day and was not enrolled previously, allows a district to report enrollment through the pupil transfer application up until the February count day.	(1) Concurs with House but adds that the pupil transfer process be completed by November 1, 2013.  (2) Concurs with the House.	(1) Concurs with Senate.  (2) Revises to cover only pupils that were enrolled as of the fall count date that transfer to another district.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>NEW Sec. 25e Revised Pupil Transfer Process (cont.)</p>			<p>If a pupil transfers from another district after the count day, allows the newly enrolling district to report the enrollment through the pupil transfer application up until the February count day.</p> <p>Upon receipt of that report, the pupil transfer application would do the following:</p> <p>(a) notify the district in which the pupil was previously enrolled. That district would provide exit dates and other necessary information.</p> <p>(b) notify the pupil auditing staff from both the ISD in which the educating district is located and the ISD in which the district that previously enrolled the pupil is located. The pupil auditing staff shall edit if necessary and approve the transfer.</p> <p>(c) aggregate the district-wide changes and notify MDE for use in making adjustments to the state aid payment system.</p> <p>(3) MDE shall:</p> <p>(a) adjust the pupil membership calculation for the previously enrolling district to prorate based on 1/180 for each day the student was enrolled and in attendance.</p> <p>(b) adjust the pupil membership calculation to include 1/180 for the number of school days between the day the pupil enrolled in that district and the supplemental count day.</p>	<p>(3) Concurs with the House.</p>	<p>Revises to require the newly enrolling district to report transfer within 30 days of the transfer.</p> <p>(3) Concurs with House and Senate.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
NEW Sec. 25e Revised Pupil Transfer Process (cont.)			<p>(4) Changes under this section shall take effect as of the date the pupil becomes enrolled and in attendance in the educating districts.</p> <p>(5) Requires all affected districts and ISDs to provide CEPI and MDE with any necessary information to comply with this section.</p> <p>(6) Defines "educating district or intermediate district" as that in which a pupil enrolls after the pupil membership count day or after an adjustment was made to another district's or intermediate district's membership calculation due to the pupil's enrollment and attendance.</p>	<p>(4) Concurs with the House.</p> <p>(5) Concurs with the House.</p> <p>(6) Concurs with the House.</p>	<p>(4) Concurs with the House and Senate.</p> <p>(5) Concurs with the House and Senate.</p> <p>(6) Concurs with the House and Senate.</p>
Sec. 26a Renaissance Zone Reimbursement	Appropriates \$27,800,000 for FY 2012-13 to reimburse districts, ISDs and libraries for lost local revenue due to renaissance zones.	Decreases appropriation to \$26,300,000 for FY 2013-14 to recognize the transfer of \$1,500,000 in library reimbursements to the Department of Education budget.	Appropriates \$26,300,000 for FY 2013-14 and concurs with Executive on transfer.	Appropriates \$26,300,000 for FY 2013-14 and concurs with Executive on transfer.	Appropriates \$29,500,000 for FY 2013-14.  Earmarks \$3,200,000 for reimbursements to libraries
Sec. 26b PILT Reimbursement	Appropriates \$3,328,000 for FY 2012-13 to reimburse districts, intermediate districts, and community colleges for payment in lieu of taxes (PILT) obligations per PA 513 of 2004.	Increases the appropriation to \$4,009,500 for FY 2013-14 to fully fund reimbursements.	Appropriates \$4,009,500 for FY 2013-14.	Appropriates \$4,009,500 for FY 2013-14.	Concurs with Executive, House, and Senate.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 26c Promise Zones	Appropriates \$347,800 for FY 2012-13 to districts and ISDs with an approved promise zone development plan for the purposes of Promise Zone Authorities as directed under the Michigan Promise Zone Authority Act.	Reduces appropriation to \$224,000 for FY 2013-14 based on current cost estimates.	Appropriates \$224,000 for FY 2013-14.	Appropriates \$224,000 for FY 2013-14.	Revises the FY 2012-13 appropriation to \$209,400 based on May consensus costs.  Appropriates \$ 266,200 for FY 2013-14.
Sec. 31a At-Risk Funding/ Adolescent Health Centers/ Hearing and Vision Screenings	Appropriates \$317,695,500 in FY 2012-13.  At-Risk funding equals \$308,988,200.  (4) Provides for allowable uses.  (6) Allocates \$3,557,300 for Child and Adolescent Health Centers.  (7) Allocates \$5,150,000 from total for hearing and vision screenings.  (10) Allows districts to use funds to reduce class size in certain schools with a department waiver.  (16) Defines "at-risk pupil"	Maintains appropriation of \$317,695,500 for FY 2013-14.  At-Risk funding maintained at \$308,988,200  (4) Adds preschool programs under Sec. 32d as allowable use.  (6) Maintains \$3,557,300 for Child and Adolescent Health Centers.  (7) Maintains \$5,150,000 for hearing and vision screening.  (10) Eliminates waiver requirement.  (16) Adds pupils in a priority school as defined in the Elementary and Secondary Education Act Flexibility Request approved by USED. Adds pupils who did not achieve proficiency on the social studies component of the MME to pupils who did not achieve proficiency on the math, reading, and science components.	Appropriates \$317,695,500 for FY 2013-14.  Concurs with Executive.  (4) Maintains current law.  (6) Concurs with Executive  (7) Concurs with Executive  (10) Concurs with Executive  (16) Concurs with Executive	Appropriates \$317,695,500 for FY 2013-14.  Concurs with Executive.  (4) Concurs with Executive.  (6) Concurs with Executive  (7) Concurs with Executive  (10) Concurs with Executive  (16) Concurs with Executive	Concurs with Executive, House, and Senate.  Concurs with Executive.  (4) Concurs with House.  (6) Concurs with Executive.  (7) Concurs with Executive.  (10) Concurs with Executive.  (16) Concurs with Executive.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 31d School Lunch Program	Appropriates \$22,495,100 SAF for FY 2012-13 for the State share of school lunch programs as required by <i>Durant</i> settlement.  Includes \$402,506,000 in Federal funding.	Maintains the SAF appropriation of \$22,495,100 for FY 2013-14.  Increases the Federal grant to \$463,200,000 for both years to recognize additional available federal funding.	Appropriates \$22,495,100 SAF for FY 2013-14.  Appropriates \$463,200,000 federal funds for FY 2013-14.	Appropriates \$22,495,100 SAF for FY 2013-14.  Appropriates \$463,200,000 federal funds for FY 2013-14.	Concurs with Executive, House, and Senate.  Concurs with Executive, House, and Senate.
Sec. 31f School Breakfast	Appropriates \$9,625,000 for FY 2012-13 to reimburse districts for the cost of providing breakfast.	Reduces the appropriation to \$5,625,000 for FY 2013-14 based on actual prior year costs.	Appropriates \$5,625,000 for FY 2013-14.	Appropriates \$5,625,000 for FY 2013-14.	Concurs with Executive, House, and Senate.
Sec. 32d Great Start Readiness Program (GSRP)	Appropriates \$109,275,000 SAF for FY 2012-13 for GSRP preschool programs and \$300,000 GF/GP to continue a longitudinal study of the GSRP.  (1)(a) Eligible pupils who are at least 4 but less than 5 years old by December 1.  (b) Allows an ISD to fund a Parents Involved in Education (PIE) program operated by a district that had operated a program in the previous fiscal year but restricts funding to services to families with incomes below 300% of the federal poverty level.	Increases appropriations to \$174,275,000 SAF for FY 2013-14, along with \$300,000 GF/GP for the longitudinal study for both years.  (1) (a) Revises to align with new kindergarten age requirements, phased in over 3 years, to move the eligibility age cutoff date from December 1 to September 1.  (b) Eliminates PIE as allowable use of funds.	Appropriates \$147,275,000 SAF for FY 2013-14 and \$300,000 GF/GP for the longitudinal study.  (1)(a) Concurs with Executive.  (b) Maintains current law but revises to serve families with incomes below 200% of the federal poverty level.	Appropriates \$174,275,000 SAF for FY 2013-14 and \$300,000 GF/GP for the longitudinal study.  (1)(a) Concurs with Executive.  (b) Concurs with Executive.	Concurs with Executive and Senate, but reserves \$25,000,000 of the increase in funds into a newly created Great Start Readiness Reserve fund, which would require legislative transfer by January 31, 2014 to use for expenditures.  (1)(a) Concurs with Executive.  (b) Concurs with Executive and Senate.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 32d Great Start Readiness Program (GSRP) (cont.)</p>	<p>(2) The 2nd year of consolidation maintained ISDs as fiduciaries of all GSRP funding but maintained separate funds for district programs based on an ISD-wide need formula in Section 39 (\$100,400,000) and competitive grants to non-profit or private programs under Section 32I (\$8,845,000).</p> <p>(4) Required program components</p> <p>(5)(b) Requires that at least 75% of participating children live in families with income less than 300% of federal poverty level.</p> <p>(5)(d) Program budget</p>	<p>(2) For the 3rd year of the consolidation plans, distributes 100% of the funding through the Section 39 formula, and requires all entities including ISDs, districts, public or private for-profit and nonprofit entities, receiving funding to comply with Sections 32d and 39.</p> <p>(4)(j) Adds that a program receiving funds under this section must participate in the state's Great Start to Quality Process with a rating of at least 3 stars.</p> <p>(5)(b) Increases requirement to at least 90% of participating children must live in families with income less than 300% of federal poverty level.</p> <p>(5)(d) Adds transportation costs as eligible program costs.</p>	<p>(2) Concurs with Executive.</p> <p>(4)(j) Concurs with Executive.</p> <p>(5)(b) Revises such that 80% of participating children must live in families with income less than 200% of the federal poverty level.</p> <p>(5)(d) Concurs with Executive</p>	<p>(2) Concurs with Executive.</p> <p>Not included.</p> <p>(5)(b) Revises such that 100% of participating children must live in families with income less than 300% of the federal poverty level.</p> <p>(5)(d) Concurs with Executive.</p> <p>NEW (7) Requires that a grant recipient enrolling pupils in a blended program of both GSRP and Head Start shall meet both GSRP and Head Start regulations and policies, with adherence to the highest standard in either program.</p>	<p>(2) Concurs with Executive.</p> <p>(4)(j) Concurs with Executive and House.</p> <p>(5)(b) Revises to require that 90% of participating children must live in families with income less than 250% of the federal poverty level.</p> <p>(5)(d) Concurs with Executive.</p> <p>(7) Concurs with Senate.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 32d Great Start Readiness Program (GSRP) (cont.)</p>	<p>(7) Allows ISDs to contract with for-profit or nonprofit preschool centers and retain up to 5% of the grant amount for administration. Allows ISDs to expend not more than 10% of total grant amount for administration.</p> <p>(8) Application for competitive grants.</p>	<p>(7) Allows ISDs to contract with local districts or public or private providers and retain up to 7% of the grant amount for administration. Allows ISDs to expend not more than 2% of total grant amount for recruiting and public awareness.</p> <p>(8) Deletes former subsection as now all grant funding will be allocated through the ISD formula to ISDs, which may then contract with districts or for-profit or nonprofit agencies.</p> <p>NEW (8) Requires an ISD receiving funds to conduct a local process to contract with interested and eligible public and private for-profit and nonprofit community-based providers for at least 20% of its total allocated slots. Requires notification to department if ISD unable to meet this requirement.</p>	<p>(7) Concurs with Executive.</p> <p>(8) Concurs with Executive.</p> <p>NEW (8) Increases the contract process to 30% of each ISDs allocated slots but revises to allow an ISD to keep remaining slots if the department verifies that the intermediate district tried to contract at least 30% of their slots but was unable to do so.</p>	<p><del>(7)</del> (8) Concurs with Executive.</p> <p>(8) Concurs with Executive.</p> <p>NEW (9) Requires each provider to rank children based on income from lowest to highest and divide them into quintiles. Requires that the provider must enroll children in the lowest quintile first before moving to the next quintile until slots are filled. Also requires a provider to retain 10% of its funding to enroll eligible children after the start of the program.</p> <p>NEW (10) Concurs with Executive regarding local contracting process for at least 20% of slots. Concurs with House allow an ISD to keep remaining slots if the department verifies that the intermediate district tried to contract at least 20% of their slots but was unable to do so.</p>	<p>(8) Concurs with Executive.</p> <p>(8) Concurs with Executive.</p> <p>(9) Concurs with Senate.</p> <p>NEW (10) Concurs with the House.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 32d Great Start Readiness Program (GSRP) (cont.)</p>	<p>(11) Encourages grant recipients to create a sliding scale of tuition rates based on family income and allows a program to charge tuition based on that sliding scale for children who do not meet the program eligibility requirements.</p> <p>(12) Requires the department to create a multi-year phased in approach to consolidating early childhood programs.</p>	<p>(11) Requires grant recipients to use a sliding scale of tuition rates based on household income for children who do not meet the income eligibility requirements. The tuition scale must be approved by the department and shall be used uniformly by all providers.</p> <p>(12) Deletes this subsection, as FY 2013-14 is the 3rd year in this multi-year phased-in approach.</p>	<p>NEW (9) Requires an intermediate district to allow a parent to choose among any of the ISD providers or another ISD's providers and requires the resident ISD to pay for the slot.</p> <p><del>(11)</del>(12) Concurs with Executive but reduces the poverty threshold to 200% of the federal poverty level.</p> <p>(12) Concurs with Executive.</p>	<p>Not included</p> <p><del>(11)</del>(13) Concurs with Executive</p> <p>(12) Concurs with Executive.</p> <p>NEW (14) Provides a \$100 placeholder for a Kalamazoo RESA pilot program to evaluate a prekindergarten system involving private preschools, braided funding from both public and private sources.</p> <p>NEW (15) Prohibits use of state funds for pilot under (14) unless children from household under 300% of poverty level.</p> <p>NEW (16) Requires MDE to work with Kalamazoo RESA to develop a report on the pilot.</p>	<p>Not included</p> <p>(13) Concurs with Executive but revises the poverty threshold to 250% of the federal poverty level.</p> <p>(12) Concurs with Executive.</p> <p>Not included</p> <p>Not included</p> <p>Not included</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 32p Early Childhood Block Grants</p>	<p>(1) Appropriates \$10,900,000 for FY 2012-13 for early childhood funding block grants to ISDs.</p> <p>Allocates to each ISD the same funding as was received in FY 2011-12 under Sections 32b and 32j.</p> <p>Requires ISDs to submit an application to Office of Great Start by August 15, 2012 detailing planned activities.</p> <p>(2) Requires each ISD receiving funding to convene a parent coalition and great start collaborative to address the availability of 6 components of a great start system in it community: physical health, social-emotional health, family supports, basic needs, economic stability and safety, and parenting education and early education and care.</p>	<p>(1) Maintains the appropriation of \$10,900,000 for FY 2013-14.</p> <p>Clarifies purpose to support activities under (2) and adds to support former PIE programs.</p> <p>Allocates to each ISD 100% of its allocation under this section in FY 2012-13.</p> <p>Revises annual reporting requirement to September 15 of each fiscal year.</p> <p>(2) (a) Revises the program goals to achieve the following outcomes: (i) Children born healthy. (ii) Children healthy, thriving, and developmentally on track from birth to third grade. (iii) Children developmentally ready to succeed in school at the time of school entry. (iv) Children prepared to succeed in fourth grade and beyond by reading proficiently by the end of third grade.</p>	<p>(1) Appropriates \$10,900,000 for FY 2013-14.</p> <p>Concurs with Executive.</p> <p>Provides that beginning in FY 2013-14, funding for each intermediate district shall be determined by a distribution formula established by the department's office of great start in order to provide equitable funding statewide.</p> <p>Concurs with Executive.</p> <p>(2) Concurs with Executive.</p>	<p>(1) Appropriates \$10,900,000 for FY 2013-14.</p> <p>Concurs with Executive.</p> <p>Concurs with Executive.</p> <p>Concurs with Executive.</p> <p>(2) Concurs with Executive.</p>	<p>(1) Concurs with Executive, House, and Senate.</p> <p>Concurs with Executive</p> <p>Concurs with House.</p> <p>Concurs with Executive.</p> <p>(2) Concurs with Executive</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 32p Early Childhood Block Grants (cont.)	(3) Requires report of activities provided and children served by December 1, 2013. Requires that MDE compile the results and forward to the Legislature.	(b) Requires each local great start collaborative and parent coalition to convene a workgroup to serve as a school readiness advisory committee to ensure that its local great start system include the following supports for children birth to age 8:  (i) Physical health (ii) Social-emotional health (iii) Family supports and basic needs (iv) Parent education and child advocacy. (v) Early education and care.  (3) Revises reporting requirement to December 1 of each year detailing activities provided in the prior school year and the families and children actually served.  Deletes requirement that MDE compile results and send to Legislature.	(3) Concurs with Executive.  <del>(3)</del> (4) Concurs with Executive  Maintains current law.	(3) Concurs with Executive.  <del>(3)</del> (4) Concurs with Executive  Maintains current law.	(3) Concurs with Executive  <del>(3)</del> (4) Concurs with Executive  Maintains current law.
NEW Sec. 32q Communities in Schools				Appropriates \$100 GF/GP placeholder for Communities in Schools of Michigan Program. Purposes include improving the coordination, availability, delivery, and effectiveness of integrated services and comprehensive supports for pupils and families.	Not included

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 39 GSRP Per Pupil Allocation Formula	Per pupil allocation for GSRP half-day slot is \$3,400.  Prescribes the application process, the determination of the number of children construed to be in need, and the funding allocation process.	Increases per pupil allocation for each half-day slot to \$3,625.	Increases per pupil allocation for each half-day slot to \$3,500.	Maintains current law.	Concurs with Executive.
Sec. 39a Federal Funds	(1) Appropriates \$812,328,500 for FY 2012-13 in Federal No Child Left Behind (NCLB) funds.  (2) Appropriates \$33,514,100 in other Federal funds for education.	(1) Decreases Federal grants to \$811,828,500 for NCLB funds for FY 2013-14.  (2) Decreases to \$31,700,000 for other Federal funds for education for FY 2013-14.	(1) Appropriates an estimated \$811,828,500 for NCLB funds for FY 2013-14.  (2) Appropriates an estimated \$31,700,000 for other Federal grants for FY 2013-14.	(1) Appropriates an estimated \$811,828,500 for NCLB funds for FY 2013-14.  (2) Appropriates an estimated \$31,700,000 for other Federal grants for FY 2013-14.	(1) Concurs with Executive, House and Senate.  (2) Concurs with Executive, House and Senate.
Sec. 41 Bilingual Education			NEW (1) Provides \$1,300,000 to districts and ISDs offering programs of instruction to pupils with limited English-speaking ability. Distributed on a per pupil basis.  (2) Prohibits a district or ISD from receiving funding under this section if it allows pupils who are not legally residing in the United States to participate.	Not included	NEW (1) Appropriates \$1,200,000 and concurs with House on purpose.  (2) Concurs with House.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 51a (1) Total Special Education Funding	(1) Appropriates a total of \$996,269,100 SAF and \$365,000,000 Federal funding for FY 2012-13.  Allocations of the total are below in Sec. 51a (2)(3)(6)(11), Sec. 51c, Sec. 53a, Sec. 54, and Sec. 56	(1) Supplemental Request 2013-5 reduces FY 2012-13 appropriation to \$954,569,100 to reflect revised consensus cost estimates.  Appropriates a total of \$980,569,100 SAF for FY 2013-14. Increases federal funding levels to \$370,000,000 for FY 2013-14.	(1) FY 2012-13 not included.  Appropriates \$980,569,100 SAF for FY 2013-14.  Appropriates \$370,000,000 federal for FY 2013-14.	(1) FY 2012-13 not included.  Appropriates \$981,446,100 SAF for FY 2013-14.  Appropriates \$370,000,000 federal for FY 2013-14.	(1) Revises the FY 2012-13 appropriation to \$952,569,100 SAF based on May consensus costs.  Appropriates \$980,446,100 SAF for FY 2013-14. Appropriates \$370,000,000 federal for FY 2013-14.
(2) Special Ed -ISD Foundations and Costs	(2) Allocates \$257,400,000 for FY 2012-13.	(2) Supplemental Request 2013-5 reduces FY 2012-13 allocation to \$250,700,000.  Allocates \$258,300,000 for FY 2013-14.	(2) FY 2012-13 not included.  Allocates \$258,300,000 for FY 2013-14.	(2) FY 2012-13 not included.  Allocates \$258,300,000 for FY 2013-14.	(2) Revises the FY 2012-13 allocation to \$251,000,000.  Allocates \$257,800,000 for FY 2013-14.
(3) Special Ed -ISD Hold Harmless Payments	(3) Allocates \$1,000,000 for FY 2012-13.	(3) Maintains allocation at \$1,000,000 for both FY 2013-14.	(3) Allocates \$1,000,000 for FY 2013-14.	(3) Allocates \$1,000,000 for FY 2013-14.	(3) Allocates \$1,000,000 for FY 2013-14.
(6) Special Ed Administrative Rule Changes	(6) Allocates \$2,200,000 for FY 2012-13.	(6) Maintains allocation at \$2,200,000 for both FY 2013-14.	(6) Allocates \$2,200,000 for FY 2013-14.	(6) Allocates \$2,200,000 for FY 2013-14.	(6) Allocates \$2,200,000 for FY 2013-14.
(7)(c) Itinerant Staffing	(7)(c) Allows unspent Sec. 51a funds at the end of the fiscal year to be allocated as additional reimbursements to ISDs based on the transfer of special education staff under certain situations since 2003-2004. Eliminates this funding after FY 2014-15.	(7)(c) Deletes this subdivision.	(7)(c) Maintains current law.	(7)(c) Maintains current law.	(7)(c) Concurs with House and Senate.
(11) Special Ed - ISD Foundations for Non Sec. 52	(11) Allocates \$5,600,000 for FY 2012-13.	(11) Reduces allocation to \$4,500,000 for FY 2013-14.	(11) Allocates \$4,500,000 for FY 2013-14.	(11) Allocates \$4,500,000 for FY 2013-14.	(11) Revises FY 2012-13 allocation to \$4,300,000.  Allocates \$4,300,000 for FY 2013-14.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 51c Special Ed - <i>Durant</i> Payment	Allocates \$678,000,000 from the appropriation in Sec. 51a(1) for FY 2012-13 to provide funding for costs associated with <i>Durant</i> 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.	Supplemental Request 2013-5 reduces FY 2012-13 allocation to \$643,000,000 based on updated cost estimates.  Increases the FY 2013-14 allocation to \$662,500,000 to reflect future cost estimates.	FY 2012-13 not included.  Allocates \$662,500,000 for FY 2013-14.	FY 2012-13 not included.  Allocates \$662,500,000 for FY 2013-14.	Revises the FY 2012-13 allocation to \$642,000,000 based on May consensus costs.  Allocates \$ 662,200,000 for FY 2013-14.
Sec. 51d Federal Special Education Funds	Appropriates \$74,000,000 in Federal special education grants for FY 2012-13.	Maintains the Federal appropriation at \$74,000,000 for FYs 2013-14.	Appropriates \$74,000,000 for FY 2013-14.	Appropriates \$74,000,000 for FY 2013-14.	Concurs with Executive, House and Senate.
Sec. 53a Special Ed - Court Placed pupils	Allocates \$13,500,000 from the appropriation in Sec. 51a(1) for FY 2012-13.	Maintains the \$13,500,000 allocation for FY 2013-14.	Allocates \$13,500,000 for FY 2013-14.	Allocates \$13,500,000 for FY 2013-14.	Concurs with Executive, House and Senate.
Sec. 54 Special Ed - Schools for the Deaf and Blind	Allocates \$1,688,000 from the appropriation in Sec. 51a(1) for FY 2012-13.	Maintains the \$1,688,000 allocation for FY 2013-14.	Allocates \$1,688,000 for FY 2013-14.	Allocates \$1,688,000 for FY 2013-14.	Concurs with Executive, House and Senate.
Sec. 56 Special Education - Millage Equalization	(2) Allocates \$36,881,100 from Sec. 51a(1) for FY 2012-13. Funding for intermediate districts for millage equalization to provide funding to guarantee a minimal amount per special education mill levied, on a per-pupil basis.  (3) For FY 2012-13 only, freezes each ISD's allocation at the FY 2011-12 level.	(2) Maintains the \$36,881,100 allocation for FY 2013-14.  (3) Returns to formula in place prior to the FY 2012-13 frozen allocations, and for FY 2013-14 the per-pupil equalization amount is \$166,000.	(2) Allocates \$36,881,100 for FY 2013-14.  (3) Concurs with Executive but revises the FY 2013-14 per-pupil equalization amount to \$169,900 based on the addition of (4) below.	(2) Allocates \$37,758,100 for FY 2013-14.  (3) Concurs with House.	(2) Concurs with Senate.  (3) Concurs with House and Senate.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 56 Special Education - Millage Equalization (cont.)			NEW (4) Provides that no intermediate district shall receive more under this section than 62.9% of the total allocation under (2).	NEW (4) Concurs with House.  NEW (5) Provides that no ISD shall receive less than 75% of its prior year allocation.	NEW (4) Concurs with House and Senate.  NEW (5) Concurs with Senate.
Sec. 61a Vocational Education	Appropriates \$26,611,300 for FY 2012-13 to support vocational education programs.	Maintains the \$26,611,300 appropriation for FY 2013-14.	Appropriates \$26,611,300 for FY 2013-14.	Appropriates \$26,611,300 for FY 2013-14.	Appropriates \$27,611,300 for FY 2013-14.  (1) Maintains current year appropriation of \$26,611,300 for reimbursements to districts and intermediate districts for vocational education programs.  (2) Adds \$1,000,000 to districts and ISDs for career and technical education centers to integrate the state curriculum content standards into career and technical education programs.
Sec. 62 Vocational Education Millage Equalization	(2) Appropriates \$9,000,000 for FY 2012-13 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.  (3) For FY 2012-13 only, freezes each ISD's allocation at the FY 2011-12 level.	(2) Maintains the \$9,000,000 appropriation for FY 2013-14.  (3) Returns to formula in place prior to the FY 2012-13 frozen allocations, and for FY 2013-14 the per-pupil equalization amount is \$185,300.	(2) Appropriates \$9,000,000 for FY 2013-14.  (3) Concurs with Executive but revises the FY 2013-14 per-pupil equalization amount to \$186,500 based on the addition of (4) below.	(2) Appropriates \$9,190,000 for FY 2013-14.  (3) Concurs with House.	(2) Concurs with Senate.  (3) Concurs with House and Senate.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 62 Vocational Education Millage Equalization (cont.)			NEW (4) Provides that no intermediate district shall receive more under this section than 38.4% of the total allocation under (2).	NEW (4) Concurs with House.  NEW (5) Provides that no ISD shall receive less than 75% of its prior year allocation.	NEW (4) Concurs with House and Senate.  NEW (5) Concurs with Senate.
Sec. 64a Transfer and articulation agreements for post-secondary credit earned in high school					NEW Appropriates \$1,000,000 to districts and ISDs to establish partnerships between high schools, early middle/colleges, public colleges and public universities that develop statewide transfer or articulation agreements to ensure postsecondary credit earned during high school is transcribed and transferable to postsecondary institutions.
Sec. 74 Bus Driver Safety and School Bus Inspections	Appropriates \$3,259,900 for FY 2012-13.  (2) \$1,625,000 is to reimburse intermediate districts and universities for providing bus driver safety instruction.  (4) \$1,634,900 to reimburse Michigan State Police for doing school bus inspections.	FY 2013-14 total appropriation of \$3,299,000.  (2) Maintains funding at \$1,625,000  (4) Increases funding to \$1,674,000 to recognize economic increases for salaries and wages, insurance, and retirement costs totaling \$39,100.	Appropriates a total of \$3,299,000 for FY 2013-14.  (2) Concurs with Executive.  (4) Concurs with Executive.	Appropriates a total of \$3,299,000 for FY 2013-14.  (2) Concurs with Executive.  (4) Concurs with Executive.	Concurs with Executive, House and Senate.  (2) Concurs with Executive, House and Senate.  (4) Concurs with Executive, House and Senate.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 81 Intermediate School Districts (ISD) General Operations Funding</p>	<p>(1) Appropriates \$64,108,000 for FY 2012-13 for basic operational funding of intermediate districts.</p> <p>(2) Allocates \$62,108,000 based on historical allocations.</p> <p>(4) Requires payment of additional \$3,500 per participating ISD for 3 years if more than one ISD merge. However, this subsection does not have an associated appropriation.</p> <p>(7) Allocates \$2,000,000 in grants to ISDs equal to 3.2% of their allocation under (2) if they fulfill 4 out of 5 best practices:</p> <p>(a) Develop a consolidation plan in 2012-2013 to reduce costs and to implement that plan in 2013-2014 and report progress by Feb. 1, 2014.</p> <p>(b) Obtain competitive bids on at least 1 non-instructional service valued at \$50,000 or more for itself or its constituent districts.</p>	<p>(1) Supplemental Request 2013-5 increases total funding to \$64,115,000 for FY 2012-13 (see (4)).</p> <p>Maintains appropriation at \$64,115,000 for FY 2013-14.</p> <p>(2) Maintains allocation of \$62,108,000 for FY 2013-14.</p> <p>(4) Supplemental Request 2013-5 provides \$7,000 to recognize the consolidation of Mason-Lake ISD and Oceana ISD into West Shore ISD. Funding will be awarded for 3 years through FY 2014-15.</p> <p><del>(7)</del> (6) Maintains allocation of \$2,000,000 for ISD best practices.</p> <p>Increases eligibility requirements to meeting 5 out of 6 best practices:</p> <p>(a) Revises to require implementation of the plan in FY 2013-14 for ISDs that developed a plan in FY 2012-13.</p> <p>(b) Adds that the unfunded liability costs for retirement must be excluded from district costs when comparing competitive bids.</p>	<p>(1) FY 2012-13 not included.</p> <p>Decreases total appropriation to \$62,115,100 for FY 2013-14.</p> <p>(2) Concurs with Executive.</p> <p>(4) Concurs with Executive.</p> <p><del>(7)</del>(6) Reduces to \$100 placeholder for FY 2013-14.</p> <p>Concurs with Executive.</p> <p>(a) Concurs with Executive.</p> <p>(b) Concurs with Executive.</p>	<p>(1) FY 2012-13 not included.</p> <p>Maintains appropriation at \$64,115,000 for FY 2013-14.</p> <p>(2) Increases allocation for general operations to \$64,108,000.</p> <p>(4) Concurs with Executive.</p> <p>(7) Deletes the best practices subsection.</p>	<p>(1) Revises FY 2012-13 appropriation to \$64,115,000.</p> <p>Concurs with Executive and Senate.</p> <p>(2) Concurs with Executive and House.</p> <p>(4) Concurs with Executive, House and Senate.</p> <p>(7) Concurs with Executive.</p> <p>Concurs with Executive and House.</p> <p>(a) Concurs with Executive and House.</p> <p>(b) Concurs with Executive and House.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 81 Intermediate School Districts (ISD) General Operations Funding (cont.)</p>	<p>(c) Develop a technology plan in accordance with MDE policy on behalf of all of its constituent districts to integrate technology into the classroom and prepare teachers to use digital technology for instruction.</p> <p>(d) Provide to parents and community members a dashboard or report card including specified items demonstrating the ISD's efforts to manage its finances responsibly.</p> <p>(e) Work in a consortium with other ISDs to develop information management system requirements and bid specifications for use as statewide models including student management systems, learning management tools, and business services.</p>	<p>(c) Revises to require implementation of the plan in FY 2013-14 for ISDs that developed a plan in FY 2012-13.</p> <p>(d) Adds additional dashboard items required including revenue and expenditure projections, list of all debt service obligations by project, including anticipated payments for FY 2013-14, and total outstanding debt.</p> <p>(e) Revises to work in a consortium with other ISDs and CEPI to develop local system requirements and bid specifications that result in a recommended model information system that supports interoperability to ensure linkage and connectivity in a manner that facilitates the efficient exchange of data between districts, ISDs, and CEPI.</p> <p>(f) Act as policyholder for health care services benefits. An ISD that does not directly employ its staff or an ISD with a voluntary employee beneficiary association (VEBA) that pays no more than the maximum allowed under PA 152 of 2011 is considered to have met this requirement.</p>	<p>(c) Concurs with Executive.</p> <p>(d) Concurs with Executive.</p> <p>(e) Concurs with Executive.</p> <p>(f) Concurs with Executive.</p>		<p>(c) Concurs with Executive and House.</p> <p>(d) Concurs with Executive and House.</p> <p>(e) Concurs with Executive and House.</p> <p>(f) Concurs with Executive and House.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 93 State Aid to Libraries for MeLCat	Appropriates \$1,304,300 to the Library of Michigan for state aid to libraries to help support the (MeLCat) in public schools and libraries.	Transfers this funding to the Department of Education budget and repeals this section.	Concurs with Executive.	Concurs with Executive.	Concurs with Executive, House and Senate.
Sec. 94a Center for Educational Performance and Information (CEPI)	Appropriates \$9,218,400 GF/GP in FY 2012-13 to support the operations of the CEPI, which is in the Department of Technology, Management, and Budget (DTMB), and for the comprehensive data management and student tracking system.  Appropriates \$193,500 in FY 2012-13 from Federal funds.	Appropriates \$9,435,100 GF/GP for FY 2013-14 to recognize economic increases for salary and wages, insurance, and retirement costs totaling \$216,700.  Appropriates \$193,500 in Federal funds for both FY 2013-14.	Appropriates \$9,534,900 GF/GP for FY 2013-14.  Concurs with Executive increases for economics and adds \$99,800 for CEPI to develop the pupil transfer application as required under Sec. 25.  Appropriates \$193,500 in federal funds for FY 2013-14.	Appropriates \$9,435,100 GF/GP for FY 2013-14.  Concurs with Executive increases for economics.  Appropriates \$193,500 in federal funds for FY 2013-14.	Concurs with House.  Concurs with House.  Concurs with Executive, House and Senate.
Sec. 95 Principal Educator Evaluator Training Grants	Appropriates \$1,750,000 in FY 2012-13 for a grant program to train principals and assistant principals in educator evaluations.  MDE must approve the training program and grant awards may not exceed \$350 per participant.	Appropriates \$500,000 in FY 2013-14.  (2) Priority given to districts with new building administrators who have not yet had training.	Appropriates \$500,000 in FY 2013-14.  NEW (2) Adds legislative intent to appropriate any unallocated funds appropriated under this section in FY 2012-13 for use in FY 2013-14.  (2) (3) Concurs with Executive.	Appropriates \$500,000 in FY 2013-14.  Not included.  (2) Concurs with Executive.	Concurs with Executive, House and Senate.  Concurs with House.  (3) Concurs with Executive, House and Senate.
Sec. 98 Michigan Virtual University (MVU)	Appropriates \$4,387,500 GF/GP to MVU in FY 2012-13.  (2) Requires MVU to establish the Center for Online Learning Research and Innovation with prescribed objectives.	Increases the appropriation to of \$14,387,500 GF/GP for FY 2013-14.  (2) Requires MVU to operate the center created in FY 2012-13 but renames it to Michigan Virtual Learning Research Institute.	Appropriates \$4,387,500 GF/GP to MVU for FY 2013-14.  (2) Concurs only in name change and otherwise maintains current law.	Appropriates \$4,387,900 GF/GP to MVU for FY 2013-14 to maintain current year funding and include 4 \$100 placeholders for new Executive proposals.  (2) Concurs with Executive.	Appropriates \$9,387,500 GF/GP to MVU for FY 2013-14.  (2) Concurs with Executive and Senate.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 98 Michigan Virtual University (MVU) (cont.)</p>		<p>(a)(vi) Provide extensive professional development to at least 1,000 education personnel before August 31, 2014, that focuses on integration of digital learning into curricula and instruction. Report to legislature by December 1, 2014.</p> <p>(a)(vii) Award up to \$2,200,000 in competitive grants to ISDs or consortia of ISDs to expand integration of online and blended learning.</p> <p>(b)(iv) Adds that the Institute shall report its recommendations for a new digital learning teacher endorsement credential no later than September 30, 2013 and in FY 2013-14 convene a statewide cohort of higher education faculty members to implement the new teacher endorsement credential within their higher education institution's teacher preparation programs.</p> <p>(b)(viii) Adds that the institute must research and establish an internet-based platform that educators can use to create and share student-centric learning tools.</p>	<p>(a)(vi) Maintains current law.</p> <p>(a)(vii) Maintains current law, but adds that MVU should identify and share best practices for <b>planning, implementing, and evaluating</b> online and blended education deliver models.</p> <p>(b)(iv) Maintains current law but adds that the recommendations they are working on in FY 2012-13 shall be reported no later than September 30, 2013.</p> <p>(b)(viii) Not included</p>	<p>(a)(vi) Concurs with Executive with \$100 placeholder.</p> <p>(a)(vii) Concurs with Executive with \$100 placeholder.</p> <p>(b)(iv) Concurs with Executive with \$100 placeholder.</p> <p>(b)(viii) Concurs with Executive with \$100 placeholder.</p>	<p>(a)(vi) Concurs with Executive but reduces the number of personnel to 500.</p> <p>(a)(vii) Concurs with House.</p> <p>(b)(iv) Maintains current law.</p> <p>(b)(viii) Concurs with Executive.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 98 Michigan Virtual University (MVU) (cont.)</p>	<p>(3) Allocates \$500,000 for the MVU to conduct a pilot study of a new performance-based funding model.</p>	<p>(b)(ix) Requires institute to create and maintain a public statewide catalog of online learning courses being offered by all public schools in the state. Determine a list of nationally recognized best practices for online learning and use them to provide reviews of online course vendors, courses, and instructional practices through the statewide catalog, which shall be on MVU's website and linked to each district's website.</p> <p>(3) and <del>(7)</del>(6)(c) Delete language regarding 2012 pilot program and related reports.</p> <p><del>(9)</del> (8) Provides revised definitions for "blended learning", "cyber school", "digital learning", and "online course".</p>	<p>(b)(ix) Not included.</p> <p>(3) and <del>(7)</del>(6)(c) Concurs with Executive.</p> <p><del>(9)</del> (8) Concurs with Executive.</p>	<p>(b)(ix) Not included.</p> <p>(3) and <del>(7)</del>(6)(c) Concurs with Executive.</p> <p>NEW (8) Requires MVU to report to the legislature by October 1, 2013, a detailed budget for 2013-2014 with details on staffing, infrastructure, revenues, expenditures and costs charged to districts. Requires MVU to submit this budget by August 1 for subsequent fiscal years.</p> <p>(9) Concurs with Executive.</p>	<p>(b)(ix) Concurs with Executive but revises such that the institute shall provide a mechanism for intermediate districts to use the identified best practices to review content offered by constituent districts. The institute shall review the online course offerings of the Michigan virtual university.</p> <p>(3) and <del>(7)</del>(6) Concurs with Executive, House and Senate.</p> <p>NEW (8) Concurs with Senate but revises to require a detailed budget report by Nov. 1, 2013 and anticipated costs of and fees charged to districts for providing online courses. A report of actual costs from the prior fiscal year would be due February 1.</p> <p>(9) Concurs with Executive, House and Senate.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 99 Math and Science Centers	Appropriates for FY 2012-13 \$2,725,000 SAF and \$5,249,300 in Federal funds for the funding of 33 math and science centers.	Maintains the total appropriation at \$2,725,000 SAF and \$5,249,300 in Federal funds for FY 2013-14.	Appropriates \$2,725,000 SAF and \$100 GF/GP and \$5,249,300 in Federal funds for FY 2013-14.  (7) Adds \$100 GF/GP placeholder for the Michigan STEM Partnership to administer a competitive grant program to organizations that provide classroom or extracurricular programs and competitions in science, technology, engineering and mathematics (STEM).	Appropriates \$2,850,000 SAF and \$5,249,300 in Federal Funds for FY 2013-14.  Not included.	Appropriates \$2,850,000 SAF, \$375,000 GF/GP, and \$5,249,300 Federal funds in FY 2013-14.  (7) Concurs with House and allocates \$375,000 for the grants.
Sec. 99b Science Technology Mathematics Professional Development			NEW Appropriates \$100 placeholder for grants to districts to support professional development for teachers in a department-approved program for science, technology, and mathematics instruction.	Not included.	Not included
Sec. 99h FIRST Robotics					NEW Appropriates \$3,000,000 for FY 2013-14 to districts for grants for FIRST Robotics programs. Funds could be used for stipends for coaches and program and competition expenses.

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 101 Instructional Days and Hours	<p>Provides for the minimum number of days and hours of required instruction.</p> <p>(3) In FY 2012-13, 1,098 instructional hours and a minimum of 170 instructional days are required.</p> <p>(10) Allows a district to count up to 38 hours of professional development for teachers as pupil instruction toward the required hours under (3).</p>	<p>(1) Revises reporting requirement for pupil count data to be remitted to CEPI to the sixth Wednesday after count day.</p> <p>(3) Maintains current law.</p> <p>(10) Maintains current law.</p>	<p>(1) Concurs with Executive.</p> <p>(3) Maintains the minimum required 1,098 instructional hours but increases the minimum required days to 175 beginning in FY 2014-15.</p> <p>(10) Deletes this subsection.</p>	<p>(1) Concurs with Executive.</p> <p>(3) Maintains current law.</p> <p>(10) Maintains current law.</p>	<p>(1) Concurs with Executive, House, and Senate.</p> <p>Concurs with House.</p> <p>(10) Keeps current law for FY 2013-14 but would no longer allow professional development to count as instruction beginning in FY 2014-15.</p>
Sec. 104 Assessment Funding	<p>Appropriates \$26,694,400 for FY 2012-13 from the SAF for reimbursement of costs associated with state student assessment requirements.</p> <p>Appropriates \$8,250,000 in Federal assessment funding for the purposes of complying with Federal NCLB Act.</p>	<p>Maintains appropriation of \$26,694,400 SAF in FY 2013-14.</p> <p>Maintains Federal funding of \$8,250,000 for FY 2013-14.</p>	<p>Appropriates \$26,694,400 SAF in FY 2013-14.</p> <p>Appropriates \$8,250,000 in federal funding for FY 2013-14.</p>	<p>Appropriates \$26,694,400 SAF in FY 2013-14.</p> <p>Appropriates \$8,250,000 in federal funding for FY 2013-14.</p>	<p>Concurs with Executive, House and Senate.</p> <p>Concurs with Executive, House and Senate.</p>
Sec. 107 Adult Education	<p>Appropriates \$22,000,000 in SAF for Adult Education programs for FY 2012-13.</p>	<p>Appropriates \$22,000,000 for FY 2013-14.</p>	<p>Appropriates \$22,000,000 for FY 2013-14.</p> <p>NEW (20) Adds legislative intent to begin allocating grant funds under this section on a competitive basis beginning in FY 2014-15.</p>	<p>Appropriates \$22,000,000 for FY 2013-14.</p> <p>Not included.</p>	<p>Concurs with Executive, House and Senate.</p> <p>(20) Concurs with House but revises to say that in FY 2014-15 the Legislature will <b>STUDY</b> allocating funds on a competitive basis.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE																								
Sec. 147 Retirement Contribution Rate	<p>Estimated rates are as follows, and the amortization period is 26 years.</p> <p>Employees Pre July 2010:</p> <table border="0" data-bbox="262 365 602 479"> <tr> <td></td> <td style="text-align: center;"><u>FY 13</u></td> <td style="text-align: center;"><u>FY 14</u></td> </tr> <tr> <td>Pension:</td> <td style="text-align: right;">18.62%</td> <td style="text-align: right;">22.46%</td> </tr> <tr> <td>Health:</td> <td style="text-align: right;">8.75%</td> <td style="text-align: right;">8.75%</td> </tr> <tr> <td>Total:</td> <td style="text-align: right;">27.37%</td> <td style="text-align: right;">31.21%</td> </tr> </table> <p>Employees Post July 2010:</p> <table border="0" data-bbox="262 560 602 673"> <tr> <td></td> <td style="text-align: center;"><u>FY 13</u></td> <td style="text-align: center;"><u>FY 14</u></td> </tr> <tr> <td>Pension:</td> <td style="text-align: right;">17.39%</td> <td style="text-align: right;">21.19%</td> </tr> <tr> <td>Health:</td> <td style="text-align: right;">8.75%</td> <td style="text-align: right;">8.75%</td> </tr> <tr> <td>Total:</td> <td style="text-align: right;">26.14%</td> <td style="text-align: right;">29.94%</td> </tr> </table>		<u>FY 13</u>	<u>FY 14</u>	Pension:	18.62%	22.46%	Health:	8.75%	8.75%	Total:	27.37%	31.21%		<u>FY 13</u>	<u>FY 14</u>	Pension:	17.39%	21.19%	Health:	8.75%	8.75%	Total:	26.14%	29.94%	<p>Retirement rates are now broken out for seven different subgroups based on hire date and benefit and contribution choices made under PA 300 of 2012.</p> <p>FY 14: 20.96% - 24.79%</p> <p>FY 15: 20.96% - 25.78%</p> <p>The retirement rates for FY 2013-14 reflect an amortization period of 25 years.</p> <p>Employer rates do not include contributions into an employees' defined contribution plan.</p>	<p>Concurs with Executive with technical language revisions from the Office of Retirement Services.</p>	<p>Concurs with Executive with technical language revisions from the Office of Retirement Services.</p>	<p>Concurs with House and Senate.</p>
	<u>FY 13</u>	<u>FY 14</u>																											
Pension:	18.62%	22.46%																											
Health:	8.75%	8.75%																											
Total:	27.37%	31.21%																											
	<u>FY 13</u>	<u>FY 14</u>																											
Pension:	17.39%	21.19%																											
Health:	8.75%	8.75%																											
Total:	26.14%	29.94%																											
Sec. 147a MPSERS Cost Offset	<p>Appropriates \$155,000,000 for FY 2012-13 to offset a portion of MPSERS costs, based on each district's share of MPSERS payroll in the preceding fiscal year.</p>	<p>Maintains appropriation of \$155,000,000 for FY 2013-14.</p>	<p>Appropriates \$155,000,000 for FY 2013-14.</p>	<p>Appropriates \$155,000,000 for FY 2013-14.</p>	<p>Reduces the appropriation to \$100,000,000 for FY 2013-14.</p>																								
Sec. 147b MPSERS Retirement Obligation Reform Reserve Fund	<p>Appropriates \$41,000,000 into the MPSERS reserve fund bringing the balance in the fund to \$174,000,000.</p>	<p>No appropriation into the MPSERS reserve fund. Begins to use funds as revenue source in Sec 147c.</p> <p>(5) Directs the funds collected in FYs 2010-11 and 2011-12 for the employee 3% contributions for retiree health care, being held in escrow pursuant to a court injunction, to be deposited into the MPSERS reserve fund for the purposes of funding health care unfunded liabilities if the injunction is lifted.</p>	<p>Concurs with Executive.</p>	<p>Concurs with Executive.</p>	<p>Concurs with Executive, House and Senate.</p>																								

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Sec. 147c. MPSERS Prefunding - Unfunded Accrued Liability Payment</p>	<p>Appropriates \$130,000,000 to pay for the MPSERS unfunded accrued liability that exceeds the maximum rate charged to MPSERS employers as required under the Public School Employees' Retirement Act, MCL 38.1341.</p>	<p>Supplemental Request 2013-5 increases the appropriation to \$160,500,000 SAF to recognize additional costs for FY 2012-13 to reflect changes made in PA 300 of 2012 and to reflect the postponed election periods under PA 359 of 2012.</p> <p>Increases the appropriation to \$403,300,000 (\$253,300,000 SAF and \$150,000,000 from the MPSERS reserve) for FY 2013-14 based on actuarial estimates of the costs</p> <p>Rather than paying the MPSERS funds directly to MPSERS, it would pay districts and ISDs a proportional share and then require them to pay the exact amount back to the MPSERS system.</p> <p>Library costs shifted to MDE budget for FY 2013-14.</p> <p>(2) Calculates the total cost of the required payments.</p> <p>(3) Calculates each district's and ISD's share of total payments.</p> <p>(4) Requires that each recipient forward MPSERS an amount equal to their payment under this section.</p>	<p>FY 2012-13 not included.</p> <p>Appropriates \$403,300,000 (\$253,300,000 SAF and \$150,000,000 from the MPSERS reserve) for FY 2013-14.</p> <p>Concurs with Executive.</p> <p>Concurs with Governor</p> <p>(2) Concurs with Executive.</p> <p>(3) Concurs with Executive.</p> <p>(4) Concurs with Executive.</p> <p>(4) Concurs with Executive.</p>	<p>FY 2012-13 not included.</p> <p>Appropriates \$403,300,000 (\$253,300,000 SAF and \$150,000,000 from the MPSERS reserve) for FY 2013-14.</p> <p>Concurs with Executive.</p> <p>(2) Adds \$1,300,000 GF/GP for payments to district libraries.</p> <p>(3) Concurs with Executive.</p> <p>(4) Concurs with Executive.</p> <p>(5) Concurs with Executive.</p>	<p>Revises the FY 2012-13 appropriation to \$160,000,000 SAF for district and ISD liabilities and \$500,000 GF/GP for library liabilities.</p> <p>Appropriates a total of \$404,600,000 for FY 2013-14:</p> <p>\$253,300,000 SAF and \$150,000,000 from the MPSERS reserve for district and ISD liabilities.</p> <p>\$1,300,000 GF/GP for Library liabilities.</p> <p>Concurs with Executive, House and Senate.</p> <p>(2) Concurs with Senate.</p> <p>(3) Concurs with Executive, House and Senate.</p> <p>(4) Concurs with Executive, House and Senate.</p> <p>(5) Concurs with Executive, House and Senate.</p>

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
Sec. 152a Adair Data collection and reporting costs	Appropriates \$38,000,500 for FY 2012-13 to reimburse districts for data collection and reporting costs as required in <i>Adair v. State of Michigan</i> .	Maintains appropriation of \$38,000,500 for FY 2013-14.	Appropriates \$38,000,500 for FY 2013-14.	Appropriates \$38,000,500 for FY 2013-14.	Concurs with Executive, House and Senate.
Technical Adjustments	N/A	Includes date changes and other technical adjustments in sections throughout the bill.	Concurs with Executive.	Concurs with Executive.	Concurs with Executive, House and Senate.
Enacting Section 1 State Spending and Payments to Locals	N/A	Supplemental Request 2013-15 revises total state spending from state sources to \$11,216,152,600 and payments to locals to \$11,037,656,700 for FY 2012-13.  FY 2013-14 state spending from state sources is \$11,470,813,500 and payments to locals are \$11,309,030,900.	FY 2012-13 not included.  FY 2013-14 state spending from state sources is \$11,472,113,700 and payments to locals are \$11,320,231,200.	FY 2012-13 not included.  FY 2013-14 state spending from state sources is \$11,461,265,600 and payments to locals are \$11,309,482,500.	Revises FY 2012-13 total state spending from state sources to \$11,211,014,200 and payments to locals is \$11,032,518,300.  FY 2013-14 state spending from state resources is \$11,591,382,300 and payments to locals is \$11,431,124,700.
Enacting Section 2 Repeals Sections as of October 1, 2012.	N/A	Repeals the following sections:  11q - FY 2011-12 Federal Education Jobs Funds  11t - Legislative intent to change name of School Aid Act  11u - Legislative intent to examine categoricals  12 - Intent for FY 2013-14 appropriations	Repeals the following sections:  11q - FY 2011-12 Federal Education Jobs Funds  11t - Legislative intent to change name of School Aid Act  11u - Legislative intent to examine categoricals	Repeals the following sections:  11q - FY 2011-12 Federal Education Jobs Funds  11t - Legislative intent to change name of School Aid Act  11u - Legislative intent to examine categoricals  22f - Best Practice	Repeals the following sections:  11q - FY 2011-12 Federal Education Jobs Funds  11t - Legislative intent to change name of School Aid Act  11u - Legislative intent to examine categoricals

SECTION	CURRENT LAW	EXECUTIVE RECOMMENDATION	HOUSE PASSED	SENATE PASSED	CONFERENCE
<p>Enacting Section 2 Repeals Sections as of October 1, 2012.</p>		<p>22g - Consolidation Innovation Grants</p> <p>22h - FY 2011-12 appropriation for distressed districts</p> <p>25d - Sec. 25 guidelines for FY 2012-13 only</p> <p>32g - FY 2011-12 appropriation for kindergarten assessments and Tiered Quality Rating Improvement System</p> <p>32l - Preschool Competitive Programs</p> <p>93 - State Aid to Libraries</p> <p>101a - Reporting of Drop Outs</p> <p>166 - Penalty for dispensing family planning products</p>	<p>22g - Consolidation Innovation Grants</p> <p>22h - FY 2011-12 appropriation for distressed districts</p> <p>25 - Pupil transfer process</p> <p>25d - Sec. 25 guidelines for FY 2012-13 only</p> <p>32g - FY 2011-12 appropriation for kindergarten assessments and Tiered Quality Rating Improvement System</p> <p>32l - Preschool Competitive Programs</p> <p>93 - State Aid to Libraries</p> <p>101a - Reporting of Drop Outs</p>	<p>22g - Consolidation Innovation Grants</p> <p>22h - FY 2011-12 appropriation for distressed districts</p> <p>22i - Technology Grants</p> <p>25 - Pupil transfer process</p> <p>25d - Sec. 25 guidelines for FY 2012-13 only</p> <p>32g - FY 2011-12 appropriation for kindergarten assessments and Tiered Quality Rating Improvement System</p> <p>32l - Preschool Competitive Programs</p> <p>93 - State Aid to Libraries</p> <p>101a - Reporting of Drop Outs</p>	<p>22h - FY 2011-12 appropriation for distressed districts</p> <p>25 - Pupil transfer process</p> <p>25d - Sec. 25 guidelines for FY 2012-13 only</p> <p>32g - FY 2011-12 appropriation for kindergarten assessments and Tiered Quality Rating Improvement System</p> <p>32l - Preschool Competitive Programs</p> <p>93 - State Aid to Libraries</p> <p>101a - Reporting of Drop Outs</p>