

STATE SCHOOL AID DATA UPDATED FOR JULY

The July state school aid payment is the 10th regular payment of the year and reflects 90.9% of the year's allocation for Sections 22a, 51c, and 22b as well as for most categoricals. Prior year adjustments are made at 100% in a single payment. The payment will post at the districts' banks on Wednesday, July 20, 2016.

Taxable value figures used to calculate the July payment represent the tax year 2015 values provided by county treasurers via the web-based taxable valuation collection process. Any revisions to taxable values received prior to July 9, 2016 were incorporated into the payment calculation.

The **membership blend** used to calculate the July payment incorporated all Michigan Student Data System (MSDS) pupil (FTE) counts released to the Department as of July 7, 2016.

TECHNOLOGY INFRASTRUCTURE FUNDS IN THE JULY PAYMENT

Many districts and ISDs will see State School Aid Act Section 22i Technology Infrastructure Grant funds on their July State School Aid Financial Status Report for the first time. The funds are on a line labeled "22i Technology Infrastructure Grant" in the Current Year Allowance section. The July payment includes 90.9% of the allowance. Questions should be directed to Amanda Stoel, Education Improvement and Innovation, at 517-241-3629 or e-mail at StoelA@Michigan.gov.

SENATE BILL 801 AMENDS FY 2015-16 SECTIONS 56 AND 62

Senate Bill 801, commonly referred to as the Omnibus Education Bill, was signed by the Governor on June 27, 2016 and enacted as 2016 P.A. 249. In addition to amending certain sections of the State School Aid Act with FY 2016-17 appropriations and boilerplate changes, the act amends Section 62 (ISD Vocational Education Millage Equalization) and Section 56 (ISD Special Education Millage Equalization) for FY 2015-16. The amendments change the Section 62 threshold for eligibility from \$189,400 of taxable valuation per pupil to \$192,200 of taxable valuation per pupil. The threshold for Section 56 eligibility has been changed from \$174,400 of taxable valuation per pupil to \$175,300 of taxable valuation per pupil. The current year allowances for these sections have been updated in the July payment using these new thresholds. Consequently, eligible ISDs will see new allowance amounts for these funds on the July 2016 State School Aid Financial Status Report in the section labeled "Current Year Allowances." The July payment has been calculated to reflect 90.9% of the revised allocations. Questions should be directed to Phil Boone, Office of State Aid and School Finance, at 517-335-4059 or e-mail at BooneP2@Michigan.gov.

2015-16 DAYS AND CLOCK HOURS REPORTING DEADLINE IS AUGUST 1, 2016

In order to satisfy the legislative requirement found in Section 101(3) of the State School Aid Act (MCL 388.1701), intermediate districts must certify and submit to the Department a days and clock hours report, formerly known as the Days and Clock Hours of Instruction Report (DS-4168), for the intermediate and local districts by August 1, 2016. The requirement applies to all local school districts and public school academies. It also applies to intermediate school districts that operated an alternative education program or claimed FTE for a Special Education Early Childhood program during the 2015-16 school year.

The user guide to assist districts in using the application can be viewed by clicking [here](#). Further questions regarding the application can be addressed by contacting CEPI Customer Support at CEPI@Michigan.gov. Districts may also contact Brian Ciloski at CiloskiB@Michigan.gov for assistance with reporting standards, conventions, and legislative requirement questions regarding this report.

SID AND REP REPORTING

Section 19(5) of the State School Aid Act requires local districts, intermediate districts, and public school academies to submit their Registry of Educational Personnel (REP) data to the Center for Educational Performance and Information (CEPI) by June 30 each year. Section 19(6) of the State School Aid Act requires local districts, intermediate districts, and public school academies to submit their School Infrastructure Database (SID) information to CEPI by June 30. Section 19(7) of the State School Aid Act requires the Department to withhold 5% of the total funds for which the local district, intermediate district, or public school academy qualifies under the act for non-compliance with either of these reporting requirements. State aid funds are being withheld from several entities that did not comply with the SID and/or the REP reporting requirement. The withheld amount will appear on the State Aid Financial Status Report as a negative under the section labeled "Current Year Allowances" on a line labeled "SID Deduct" or "REP Deduct." CEPI will reopen the two databases on July 11, 2016 to allow inputting of the data through July 14, 2016. The withheld funds will be released in the next school aid payment following compliance. Questions regarding the submission of SID/REP data should be directed to CEPI customer support via e-mail at CEPI@Michigan.gov or phone at 517-335-0505, option 3.

SECTION 31A AT-RISK PROGRAM REPORTS DUE JULY 15, 2016

Local districts and public school academies receiving FY 2016 funds under Section 31a At-Risk are required to submit the FY 2016 Section 31a Program Report to the Department by **July 15, 2016**. The report form is available in the Michigan Electronic Grants System *Plus* (MEGS+) at <https://mdoe.state.mi.us/MEGSPLUS/>. If the report is not submitted by July 15, an amount equal to the district's Section 31a August installment will be withheld from the August 2016 state aid payment as required by language in Section 31a of the State School Aid Act. These funds will be forfeited if the report is not received by September 30, 2016. If you have questions regarding the Section 31a program and reporting requirements, please contact Lee Craft, Section 31a Consultant, Office of Field Services at 517-373-6066 or CraftL1@Michigan.gov. If you have MEGS+ related questions, please contact Judy Thelen, Analyst, Office of Field Services, at 517-335-1266 or ThelenJ8@Michigan.gov.

TAXABLE VALUE SYSTEM UPDATES

The online taxable valuation collection system has been made available for county treasurers to input tax year 2016 values to be used when calculating FY 2017 State School Aid. These values are due by September 1, 2016. Please encourage your treasurer to report these values if they have not already done so. Taxable Value data can be viewed by clicking [here](#). To view your data, click on "Public Access" and then choose your district code and the applicable tax year from the drop down menu. Questions should be directed to Phil Boone, Office of State Aid and School Finance, at 517-335-4059 or e-mail at BooneP2@Michigan.gov.

GENERAL INFORMATION

- The proration factor for the Section 31a – At Risk funding is \$186.7711671756 per pupil.
- The Section 22d(4) Isolated District funds are paid at \$44.1694800441 per pupil.
- The Headlee Obligation for Data Collection funds are paid at \$25.1791669625 per pupil.
- The Supplemental count (February 2016) ISD audited FTE values are due to CEPI by July 27, 2016.
- July 13, 2016 is the first Adult Education participant count date for the school year 2016-2017. These counts should be reported to CEPI with the October 2016 FTE data.
- October 5, 2016, the first Wednesday in October, is the **Pupil Membership Count Date** for FY 2016-2017.

*Do you have questions about the information appearing in this UPDATE? Call the consultants identified above or Dan Hanrahan, Director, State Aid and School Finance, MDE, phone 517-335-0521, fax: 517-241-0196, e-mail: HanrahanD@Michigan.gov.