



STATE OF MICHIGAN
DEPARTMENT OF EDUCATION
LANSING



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GOVERNOR

MICHAEL P. FLANAGAN
SUPERINTENDENT OF
PUBLIC INSTRUCTION

March 15, 2010

MEMORANDUM

TO: Intermediate and Local School District Superintendents, Public School Academy Administrators

FROM: Carol Wolenberg, Deputy Superintendent *Carol*

SUBJECT: March 2010 State Aid Payment and ARRA Education Stabilization Funds

The Michigan Department of Education has increased the approvals of the 2010 American Recovery and Reinvestment Act (ARRA) Education Stabilization Funds, grant number 102525, to 100% for all eligible districts. These funds are now available for drawdown through the Cash Management System (CMS).

As a result, MDE will continue withholding 9.09% (1/11th) of the ARRA Budget Stabilization funds from each of the remaining State School Aid payments. These appear on the State School Aid Status Report as a Section 22b Discretionary Payment Adjustment. The approvals in CMS will now match the withholdings listed on the State School Aid Status Report.

Districts should account for the ARRA Budget Stabilization funds under Major Class Code "412- Unrestricted Federal Received through the State" with Suffix Code "0230." It is essential that a district record the revenues appropriately to the Financial Information Database (FID) using the codes indicated to assure that its FY 2010-11 Maintenance of Effort calculation is accurate.

Questions regarding the content of this memo may be directed to the Grants Administration and Coordination Unit at (517) 373-1806 or to Glenda Rader, Office of State Aid and School Finance, (517) 335-0524.

cc: William Mayes, MASA
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