

State Aid Foundation Allowance Parameters 1995-2015 Last Updated 08-14-2015

Type/FY	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	
Minimum	4200	4506	4816	5124	5170	5700	6000	6300*	6700*	6700	6700	6875	7085	7204	7316	7316	7316	6846	6966	7026	7126	7391	
Basic	5000	5153	5308	5462	5462	5700	6000	6300*	6700*	6700	6700	6875	7085	8433	8489	8489*	8489*	8019*	8019*	8049*	8099*	8169*	
PSA Max	5500	5653	5808	5962	5962	6200	6500	6800	7000	7000	7000	7175	7385	7475	7580	7580	7580	7110	7110	7168	7218	7391	
State Max	6500	6653	6808	6962	6962	7200	7500	7800	8000	8000	8000	8175	8385	8433*	8489*	8489*	8489*	8019*	8019*	8049*	8099*	8169*	
Increase in Foundation		\$153	\$155	\$154	<5170 becomes 5170	\$238	\$300	\$300	\$200**	0	0	\$175	\$210	\$119	\$112	0	0	-\$470	0	\$60**	\$50**	\$70	
% Increase in minimum foundation			3.05%	2.9%	0%	3.5%	5.26%	5.00%	3.08%	0	0	2.6%	3.1%	1.7%	1.5%	0	0	0	0	.8%	1.4%	3.7%	
CPI						1.6%	2.2%	3.4%	2.8%	1.6%	2.3%	2.7%	3.4%	3.2%	2.9%	3.8%	-4%	1.6%	3.2%	2.1%	1.5%	1.6%	
State pp	GE+SE	GE+SE	GE+SE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	
Sec20 pays	GE+SE	GE+SE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	GE	
Weighted Average	5492	5686	5876	6063	6068	6328	6619	6920	7209	7211	7213	7382	7594	7708	7810	7813	7816	7345	7400	7454	7529		
Weighted Average Used for Post Secondary Dual Enrollment																				7209	7262	7315	7391
Pupil Membership Blend	50/50	50/50	50/50	40/60	40/60	25/75	20/80	20/80	20/80	20/80	25/75	25/75	25/75	25/75	25/75	25/75	25/75	10/90	10/90	90/10	90/10	90/10	

Definition of contents:

Minimum is the lowest possible foundation (pay.found_min) Basic is the basic foundation (pay.base_found) PSA Max is the maximum foundation allowance allowed for all PSAs (pay.base_5500) Hold Harmless is \$1500 above the Basic through FY 2002, From 2002 to 2007 it was \$1300 above the basic (pay.base_6500). After 2007 the Hold Harmless Foundation and the Basic Foundation are the same amount. CPI is from the Prior Year US Bureau of Labor Statistics'- US CPI for all Urban Consumers

*With the Repeal of State School Aid Act Section 20j in 2010, hold harmless districts are no longer guaranteed the full foundation allowance per pupil. After 2007 the State Max (Hold Harmless) Foundation and the Basic Foundation are the same amount

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- 2014-15 Section 22c Equity payments were paid to districts. The payment was equal to \$7251 minus the district's per pupil foundation allowance. The 2013-14 Equity payment was rolled into the districts 2014-15 per pupil foundation allowance.
- 2013-14 Section 22c Equity payments were paid to districts. The payment was equal to \$7076 minus the district's per pupil foundation allowance.
- FY 2002 Districts with per pupil foundations less than \$6500 in FY 2002 received an equity payment per pupil equal to \$6,500 minus their per pupil foundation. The 2002 per pupil equity payment was 'rolled up' into the district's per pupil foundation beginning FY 2003.

Weighted Average Foundation is calculated using LEA foundations and blended pupil count (General Ed and Special Ed). PSAs and ISDs are excluded from this calculation. The average is not calculated until the pupil count for the fiscal year is audited, normally after the August payment each year.

Weighted Average Foundation Used for Post Secondary Dual Enrollment- The Postsecondary Enrollment Options Act (MCL 388.514) was changed in 2012 to cap the district foundation allowances used to calculate the "Post Secondary Dual Enrollment weighted average foundation" to the guaranteed state max (See chart above for the State Max) Beginning in fiscal year 2012, there will be a separate row on the parameter sheet to report the Dual Enrollment Weighted Average foundation.

Pupil Membership Blend - For 2013-14 and 2014-15 the pupil blend is a current school year blend (90 percent current school year fall/10 percent current school year spring) From 1995 through 2013 the blend was prior school year spring and current school year fall.

2010-11 State Aid Reductions-Federal American Recovery and Reinvestment Act (ARRA) were for the third year in row used to replace \$184 Million shortfall in the 2010-11 State School Aid revenues (approximately \$116 per pupil.) Districts were able to draw those funds through the Michigan Department of Education Cash Management System (CMS). In addition, Section 11d of the State School Aid Act reduced per pupil revenues by \$170.

2009-10 State Aid Reductions- Federal American Recovery and Reinvestment Act (ARRA) were again used to replace a \$450 Million shortfall in 2009-10 State School Aid revenues (approximately \$279 per pupil.) Districts were able to draw those funds through the Michigan Department of Education Cash Management System (CMS). In addition, there was language added to Section 11d of the State School Aid Act that reduced per pupil revenues by \$154. Districts were to take that reduction against Section 22b discretionary funds or if a district school board and administration chose to take the reduction against another unprotected state categorical fund; it was to enter an agreement with MDE to develop a new service consolidation plan.

2008-09 State Aid Section 22b Adjustment- Federal American Recovery and Reinvestment Act (ARRA) were used to replace the \$600 Million shortfall in 2008-09 State School Aid revenues. That was approximately \$372 per pupil. Districts were able to draw those funds through the Michigan Department of Education Cash Management System (CMS).

2003-04 STATE SCHOOL AID PRORATION INFORMATION

The school aid revenue shortfall for fiscal year 2004 was \$131.1 million. Pursuant to the language in Section 11 of the State School Aid Act, local districts and public school academies school aid payments were prorated on an **equal per pupil** basis. The LEA/PSA proration was \$74 per pupil. State School Aid for each intermediate district was prorated on an **equal percentage** basis. The 2003-04 State School Aid intermediate district reduction was calculated using a factor of 2.76% times the unprotected categorical funds.

2002-03 STATE SCHOOL AID PRORATION INFORMATION

The school aid revenue shortfall for fiscal year 2003 was \$127 million. Following are **2002-03** proration factors for various sections of school aid:

22b Discretionary Payment .962118	51a(12) Special Education-Other Foundations None	68 Career Prep Implementation .962192
24 Court Placed .962191	53a Special Education None	74 Bus Driver Safety .962241
26 Renaissance Zone .841055	56 Special Education Millage Equalization .984630	81(1) ISD General Formula .962362
31a At Risk \$72.65 per pupil, .961795	57(1) ISD Gifted/Talented .962167	94 Accreditation Assistance .961795
31a(6) Teen Health Centers .962196	57(2) Summer Institute .962250	96 Golden Apple .982109
32d School Readiness None	57(3) Gifted and Talented Local Districts None	99 Math Science .962269
41 Bilingual .962204	61a(1) Vocational Education. .962555	99a Comprehensive School Health .973566
51a(3) Special Education Hold Harmless .961795	61a(2) Vocational Education Admin .962264	107 Adult Education None
51a(6) Special Education Rules Changes None	61a(3) Vocational Education-ISD .962274	
51a(8) Center Program FICA/Retirement .962191	62 Vocational Education Millage Equalization .973546	