

**State Aid Foundation Allowance Parameters**

TYPE/FY	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995
Minimum	8111	7871	7631	7511	7391	7126	7026	6966	6846	7316	7316	7316	7204	7085	6875	6700	6700	6700	6300	6000	5700	5170	5124	4816	4506	4200
Target	8529	8409	8289	8229	8169	8099	8049	8019	8019	8489	8489	8489	8433	7085	6875	6700	6700	6700	6300	6000	5700	5462	5462	5308	5153	5000
PSA Max	8111	7871	7631	7511	7391	7218	7168	7110	7110	7580	7580	7580	7475	7385	7175	7000	7000	7000	6800	6500	6200	5962	5962	5808	5653	5500
State Max	8529	8409	8289	8229	8169	8099	8049	8019	8019	8489	8489	8489	8433	8385	8175	8000	8000	8000	7800	7500	7200	6962	6962	6808	6653	6500
CPI %	1.7	2.5	1.26	0.1	1.6	1.5	2.1	3.2	1.6	-0.4	3.8	2.9	3.2	3.4	2.7	2.3	1.6	2.8	3.4	2.2	1.6	-	-	-	-	-
WA	8362	8150	7938	7825	7723	7529	7454	7400	7345	7816	7813	7810	7708	7594	7382	7213	7211	7209	6920	6619	6328	6068	6063	5876	5686	5492
PDEWA	8014	7801	7694	7586	7391	7315	7262	7209	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Blend	10/90	10/90	10/90	10/90	90/10	90/10	90/10	10/90	10/90	25/75	25/75	25/75	25/75	25/75	25/75	25/75	20/80	20/80	20/80	20/80	25/75	40/60	40/60	50/50	50/50	50/50

**Year-to-Year State Aid Foundation Allowance Parameters Comparison**

TYPE/FY	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995
Δ in minimum	240	240	120	120	265	100	60	120	-470	0	0	112	119	210	175	0	0	400	300	300	530	46	308	310	306	-
Δ in basic	120	120	60	60	70	50	30	0	-470	0	0	56	1348	210	175	0	0	400	300	300	238	0	154	155	153	-
Δ in PSA max	240	240	120	120	173	50	58	0	-470	0	0	105	90	210	175	0	0	200	300	300	238	0	154	155	153	-
Δ in State max	120	120	60	60	70	50	30	0	-470	0	0	56	48	210	175	0	0	200	300	300	238	0	154	155	153	-
Δ in WA	-	-	-	-	194	75	54	55	-471	3	3	102	114	212	169	2	2	289	301	291	260	5	187	190	194	-
Δ in PDEWA	213	107	108	195	76	53	53	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Δ in basic/state max	-	-	-	-	-	-	-	-	-	-	-	-	-	1300	1300	1300	1300	1300	1500	1500	1500	1500	1500	1500	1500	-
% Δ in minimum	3.05	3.15	1.6	1.62	3.72	1.42	0.86	1.75	-6.42	0.0	0.0	1.55	1.68	3.05	2.61	0.0	0.0	6.35	5.0	5.26	10.25	0.9	6.4	6.88	7.29	-
% Δ in basic	1.43	1.45	0.73	0.73	0.86	0.62	0.37	0.0	-5.54	0.0	0.0	0.66	19.03	3.05	2.61	0.0	0.0	6.35	5.0	5.26	4.36	0.0	2.9	3.01	3.06	-
% Δ in PSA max	3.05	3.15	1.6	1.62	2.4	0.7	0.82	0.0	-6.2	0.0	0.0	1.4	1.22	2.93	2.5	0.0	0.0	2.94	4.62	4.84	3.99	0.0	2.65	2.74	2.78	-
% Δ in State max	1.43	1.45	0.73	0.73	0.86	0.62	0.37	0.0	-5.54	0.0	0.0	0.66	0.57	2.57	2.19	0.0	0.0	2.56	4.0	4.17	3.42	0.0	2.26	2.33	2.35	-
% Δ in WA	-	-	-	-	-	1.01	0.73	0.75	-6.03	0.04	0.04	1.32	1.5	2.87	2.34	0.03	0.03	4.18	4.55	4.6	4.28	0.08	3.18	3.34	3.53	-
% Δ in PDEWA	2.73	1.39	1.42	2.64	1.04	0.73	0.74	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

**Definitions**

**Minimum** foundation is the lowest possible foundation identified in legislation.

**Target** foundation is the target amount identified in legislation.

**PSA Max** is the maximum foundation allowance allowed for all PSAs.

**State Max** is the Hold Harmless foundation amount. Beginning with FY2008, the state max and target foundation are the same amount.

**CPI** is the Consumer Price Index for All Urban Consumers from the prior year U.S. Bureau of Labor Statistics (US CPI for all Urban Consumers).

**WA** is the 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.

**PDEWA** is the Postsecondary Dual Enrollment Weighted Average Foundation prescribed in the Postsecondary Enrollment Options Act of 1996. The language was updated for FY2013 to cap the amount at the state max.

**Blend** is the Pupil Membership Blend. To date, supplemental counts represent a smaller portion of the blend. FY2014 and FY2015 use a current school year blend.

## Notes

### Repeal of Section 20j in 2010

Hold harmless districts are no longer guaranteed the full foundation allowance per pupil.

### Equity Payments and 2X Increases

FY2020: The payment reflects foundation grants that represent increases of up to \$240 per pupil, based on the 2X formula.

FY2019: The payment reflects foundation grants that represent increases of up to \$240 per pupil, based on the 2X formula.

FY2018: The payment reflects foundation grants that represent increases of up to \$120 per pupil, based on the 2X formula.

FY2017: The payment reflects foundation grants that represent increases of up to \$120 per pupil, based on the 2X formula.

FY2016: The payment reflects foundation grants that represent increases of between \$70 and \$140 per pupil, based on the 2X formula.

FY2015: Section 22c equity payments were equal to \$7251 minus the district's per pupil foundation allowance. The FY2014 equity payment was rolled into the FY2015 per pupil foundation allowance plus \$50.

FY2014: The FY2013 equity payment was rolled into the FY2014 per pupil foundation allowance.

FY2013: Section 22c equity payments were equal to \$7076 minus the district's per pupil foundation allowance.

Note: Earlier data can be found in the October State School Aid Update for the given fiscal year.

### State Aid Reductions and Adjustments

FY2010: State Aid Reductions-Federal American Recovery and Reinvestment Act (ARRA) were for the third year in row used to replace \$184 Million shortfall in FY2010 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.

FY2009: Federal American Recovery and Reinvestment Act (ARRA) were again used to replace a \$450 Million shortfall in FY2010 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.

FY2008: Federal American Recovery and Reinvestment Act (ARRA) were used to replace the \$600 Million shortfall in FY2008 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).

### State School Aid Proration Information

FY2004: The school aid revenue shortfall for FY2004 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 FY2004 State School Aid intermediate district reduction was calculated using a factor of 2.76% times the unprotected categorical funds.

FY2003: The school aid revenue shortfall for FY2003 was \$127 million. Following are proration factors for various sections of school aid:

22b Discretionary Payment	0.962118	61a(1) Vocational Education	0.962555
24 Court Placed	0.962191	61a(2) Vocational Education Admin	0.962264
26 Renaissance Zone	0.841055	61a(3) Vocational Education-ISD	0.962274
31a At Risk \$72.65 per pupil	0.961795	62 Vocational Education Millage Equalization	0.973546
31a(6) Teen Health Centers	0.962196	68 Career Prep Implementation	0.962192
41 Bilingual	0.962204	74 Bus Driver Safety	0.962241
51a(3) Special Education Hold Harmless	0.961795	81(1) ISD General Formula	0.962362
51a(8) Center Program FICA/Retirement	0.962191	94 Accreditation Assistance	0.961795
56 Special Education Millage Equalization	0.984630	96 Golden Apple	0.982109
57(1) ISD Gifted/Talented	0.962167	99 Math Science	0.962269
57(2) Summer Institute	0.962250	99a Comprehensive School Health	0.973566