

**Summary: Executive Budget Recommendation
for Fiscal Year 2026-27
SCHOOL AID**



Analysts: Noel Benson & Jacqueline Mullen

	FY 2025-26	FY 2026-27 Executive	Difference: FY 2026-27 vs. FY 2025-26	
	Year-to-Date as of 2/11/26		Amount	%
IDG/IDT	\$0	\$0	\$0	--
Federal	2,407,708,500	2,405,708,500	(2,000,000)	(0.1)
Local	0	0	0	--
Private	0	0	0	--
Restricted	18,807,972,100	18,952,376,700	144,404,600	0.8
GF/GP	73,151,100	45,334,900	(27,816,200)	(38.0)
Gross	\$21,288,831,700	\$21,403,420,100	\$114,588,400	0.5

Note: Appropriation figures for all years include all proposed appropriation amounts, including amounts designated as “one-time.”

Overview

The School Aid budget makes appropriations to the state’s 537 local school districts, 288 public school academies (PSAs), and 56 intermediate school districts (ISDs) for operations and certain categorical programs. It also appropriates funds to the Michigan Department of Education (MDE), Michigan Department of Lifelong Education, Advancement, and Potential (MiLEAP), Center for Educational Performance and Information (CEPI), and other entities to implement certain grants and other programs related to K-12 education.

Major Budget Changes from FY 2025-26 Year-to-Date (YTD) Appropriations	FY 2025-26 YTD (as of 2/11/26)	Executive Change from YTD
1. Foundation Allowances (Secs. 22a & 22b) Increases by \$325.0 million Gross (\$350,000 GF/GP) to provide a \$250 (2.5%) per-pupil increase in the foundation allowance, from \$10,050 to \$10,300. (See Major Boilerplate Changes for Sec. 22b below.)	Gross \$10,481,500,000 Restricted 10,481,263,600 GF/GP \$236,400	\$325,000,000 324,650,000 \$350,000
2. Foundations: Cyber Schools Reduction (Secs. 22a & 22b) Reduces the foundation allowance for cyber schools to 80% of the proposed Target foundation allowance, or from \$10,300 to \$8,240 per pupil, an estimated savings of \$53.0 million.	Gross NA Restricted NA GF/GP NA	(\$53,000,000) (53,000,000) \$0
3. Foundations: Weighted Pupil Membership (Sec. 22b(3)) – NEW In addition to the foundation allowance, creates a “weighted pupil membership” that increases funding to districts for students who are English language learners (ELLs) or are economically disadvantaged. The funding amount is based on a percentage of the foundation allowance. Transfers \$1.4 billion (including 6.1% increases for each line) from Sec. 31a (At-Risk) and Sec. 41 (Bilingual Education) to Sec. 22b(3) to support the weighted formula. At-Risk pupils are counted as between 0.1692 and 0.2273 weighted pupil FTEs, and ELL pupils are counted as between 0.0190 and 0.1687 weighted pupil FTEs. (See Major Boilerplate Changes for Secs. 6, 22b, and 164m below.)	Gross \$0 Restricted 0 GF/GP \$0	\$1,438,937,600 1,438,937,600 \$0
4. Foundations: DPSCD (Secs. 22a & 22b) Eliminates \$124.0 million one-time SAF for Detroit Public Schools Community District (DPSCD) costs and provides intent that DPSCD’s taxable value per pupil begin to be counted toward the local portion of the district’s foundation allowance.	Gross \$124,000,000 Restricted 124,000,000 GF/GP \$0	(\$124,000,000) (124,000,000) \$0

Major Budget Changes from FY 2025-26 Year-to-Date (YTD) Appropriations		FY 2025-26 YTD (as of 2/11/26)	Executive Change from YTD
5. Foundations: Dropout Recovery Transfer (Secs. 22b & 25g)	Gross	\$1,250,000	(\$500,000)
Eliminates \$500,000 one-time SAF and transfers remaining \$750,000 ongoing SAF from Sec. 25g (Dropout Recovery Programs) to be distributed under Sec. 22b as part of the foundation allowance rather than a separate appropriation. The program is estimated to cost over \$750,000 in FY 2026-27; funding would be prorated under Sec. 25g but would require full payment under Sec. 22b. (See Major Boilerplate Changes for Sec. 6 below.)	Restricted	1,250,000	(500,000)
	GF/GP	\$0	\$0
6. Foundations: Cost Adjustments (Secs. 22a & 22b)	Gross	NA	(\$320,500,000)
Reduces by \$320.5 million SAF to reflect January consensus pupil and cost estimates.	Restricted	NA	(320,500,000)
	GF/GP	NA	\$0
7. At-Risk (Sec. 31a)	Gross	\$1,293,655,000	(\$1,293,655,000)
Increases by \$78.8 million SAF (6.1%) for a total of \$1.4 billion SAF, but transfers funding to Sec. 22b(3) for purposes of a new weighted pupil membership. Eliminates all At-Risk-related boilerplate in this section (some requirements are moved to Sec. 164m). (See Major Boilerplate Changes for Secs. 6, 22b, and 164m below.)	Restricted	1,293,655,000	(1,293,655,000)
	GF/GP	\$0	\$0
8. English Language Learner Grants (Sec. 41)	Gross	\$62,732,600	(\$62,732,600)
Increases by \$3.8 million SAF (6.1%) for a total of \$66.5 million SAF, but transfers funding to Sec. 22b(3) for purposes of a new weighted pupil membership. Maintains boilerplate requirements to administer the WIDA assessment and provide a minimum amount of English language development instruction per week to receive the funding now in Sec. 22b(3). (See Major Boilerplate Changes for Secs. 6, 22b, and 164m below.)	Restricted	62,732,600	(62,732,600)
	GF/GP	\$0	\$0
9. Great Start Readiness Program (GSRP) (Secs. 32d & 39)	Gross	\$656,567,600	\$138,100,000
Increases by \$138.1 million Gross (including a reduction of \$350,000 GF/GP) for a total of \$794.7 million Gross (\$0 GF/GP) for school readiness preschool programs for four-year-old children. Revises as follows:	Restricted	656,217,600	138,450,000
	GF/GP	\$350,000	(\$350,000)
<ul style="list-style-type: none"> Increases by \$100.0 million SAF for additional slot allocations for classrooms. Increases by \$38.1 million (6.1%) to increase the Great Start Readiness Foundation by \$640 from \$10,650 to \$11,290. In addition to an ongoing allocation of \$10.0 million SAF for transportation costs, retains an appropriation of \$18.0 million one-time GSRP Reserve Fund. Revises allocation of \$350,000 GF/GP for a longitudinal evaluation of GSRP to be an indeterminate amount of SAF that is allocated from programmatic funding. Increases programmatic funding by \$350,000 SAF but does not specify the amount that may be allocated for the evaluation. 			
10. High-Impact Tutoring (Sec. 35p) – NEW	Gross	\$0	\$100,000,000
Provides \$100.0 million one-time SAF for competitive grants to approved, evidence-based tutoring programs to provide in-person tutoring during the school day at least twice a week. Requires student-tutor ratios no higher than 1:4. Provides intent that grant recipients receive up to 50% of the awarded amount in FY 2026-27 and the remaining amount in FY 2027-28. Allocates \$600,000 to the Clinton County Regional Educational Service Agency (CCRESA) to work with the Michigan Association of Intermediate School Administrators (MAISA) to report on programs funded and their impact, provide technical assistance to districts, and use up to \$300,000 for the MAISA Michigan Collaborative Hub.	Restricted	0	100,000,000
	GF/GP	\$0	\$0

Major Budget Changes from FY 2025-26 Year-to-Date (YTD) Appropriations		FY 2025-26 YTD (as of 2/11/26)	Executive Change from YTD
11. Out of School Time (Sec. 32n)	Gross	\$75,000,000	\$60,000,000
Retains and increases by \$10.0 million one-time School Aid Pupil Support Fund and provides \$50.0 million ongoing SAF for a total of \$135.0 million Gross (\$85.0 million one-time School Aid Pupil Support Fund; \$50.0 million ongoing SAF) for Clinton County RESA to collaborate with MiLEAP to award competitive grants to CBOs, IHEs, public libraries, local governments, or ISDs for before and after school programs and summer school programs. Requires MiLEAP to develop a tiered grant structure based on the number of program sites that would be served and caps largest tier at 40% of total funding. Requires MiLEAP to make half of a grant payment (instead of the full amount) upon award unless the recipient demonstrates resource needs. Maintains intent to increase the School Aid Pupil Support Reserve Fund appropriation to \$100.0 million in FY 2027-28 (FY 2027-28 will be the third of three years of intended reserve fund spending).	Restricted	75,000,000	60,000,000
	GF/GP	\$0	\$0
12. Enrollment Stabilization (Sec. 29)	Gross	\$71,000,000	\$54,000,000
Retains and increases by \$54.0 million one-time Enrollment Stabilization Fund for a total of \$125.0 million one-time Enrollment Stabilization Fund to offset up to half of a district's or IDS's foundation allowance loss due to declining enrollment. Currently, this section is prorated to about 63%; this increase would fully fund the calculation. There would be approximately \$6.4 million left in the Enrollment Stabilization Fund at the end of FY 2026-27.	Restricted	71,000,000	54,000,000
	GF/GP	\$0	\$0
13. LETRS Professional Learning (Sec. 35a(10))	Gross	\$10,000,000	\$40,000,000
Retains and increases by \$40.0 million one-time SAF for a total of \$50.0 million one-time SAF for LETRS professional learning and revises to spend over five years. Revises eligible recipients to PreK to grade five educators, special education educators, and administrators overseeing these professionals (previously required PreK-1 teachers to receive the training before other recipients). Adds requirement for LETRS to report to MDE quarterly.	Restricted	10,000,000	40,000,000
	GF/GP	\$0	\$0
14. Mental Health & School Safety (Sec. 31aa)	Gross	\$321,000,000	(\$21,000,000)
Retains and revises \$300.0 million one-time SAF to be \$50.0 million ongoing and \$250.0 one-time and eliminates \$21.0 million one-time GF/GP for a total of \$300.0 million SAF. Removes nonpublic schools as eligible recipients. Eliminates allocations of \$53.5 million Gross (\$3.5 million GF/GP) for grants for school resource officers and \$53.5 million Gross (\$3.5 million GF/GP) for grants for mental health staff. Increases the allocation for per-pupil grants to improve student mental health and student safety from \$214.0 million Gross (\$14.0 million GF/GP) to \$300.0 million SAF (the full amount of funding under this section).	Restricted	300,000,000	0
	GF/GP	\$21,000,000	(\$21,000,000)
15. Transportation Costs (Sec. 22l)	Gross	\$125,000,000	\$0
Retains \$125.0 million one-time School Transportation Fund to districts and ISDs based on riders per square mile and the cost per rider. There would be approximately \$8.9 million left in the School Transportation Fund at the end of FY 2026-27.	Restricted	125,000,000	0
	GF/GP	\$0	\$0
16. Dual Enrollment (Sec. 21b) – NEW	Gross	\$0	\$20,000,000
Provides \$20.0 million one-time SAF to reimburse high-poverty districts in opportunity index bands 4, 5, or 6 for dual enrollment costs. (Currently, districts pay students' dual enrollment costs using general operations funding, i.e., the foundation allowance, or through an ISD's participation under Sec. 61b for CTE-related dual enrollment programs.) If funds are insufficient, provides a cap for any individual district of 25% of the appropriation, followed by equal percentage proration.	Restricted	0	20,000,000
	GF/GP	\$0	\$0

Major Budget Changes from FY 2025-26 Year-to-Date (YTD) Appropriations		FY 2025-26 YTD (as of 2/11/26)	Executive Change from YTD
17. Partnership Model Districts (Sec. 21h)	Gross	\$6,137,400	\$0
Retains \$6.1 million one-time School Aid Pupil Support Reserve Fund for districts that are in a partnership to improve student achievement and district financial stability. Maintains intent to fund the section with the reserve fund through FY 2027-28.	Restricted	6,137,400	0
	GF/GP	\$0	\$0
18. Isolated Districts (Sec. 22d)	Gross	\$12,873,100	\$783,000
Increases by \$783,000 SAF (6.1%) for a total of \$13.7 million SAF for small, isolated districts; districts with fewer than 10.0 pupils per square mile; districts with greater than 250 square miles; and a district on an island accessible by bridge (Grosse Ile).	Restricted	12,873,100	783,000
	GF/GP	\$0	\$0
19. Technology Regional Data Hubs (Sec. 22m)	Gross	\$5,000,000	(\$1,500,000)
Eliminates \$1.5 million one-time SAF for a total of \$3.5 million ongoing SAF to support integration of local school data systems into the Michigan Data Hub Network.	Restricted	5,000,000	(1,500,000)
	GF/GP	\$0	\$0
20. Mathematics Pathways (Sec. 23h) – NEW	Gross	\$0	\$12,000,000
Provides \$12.0 million one-time SAF for Gogebic-Ontonagon ISD, in partnership with MAISA, to provide mathematics professional learning opportunities for educators (\$3.0 million) and fund early mathematics specialists within ISDs (\$9.0 million). Allows funds to be expended through FY 2028-29.	Restricted	0	12,000,000
	GF/GP	\$0	\$0
21. MI Future Educator Fellowship Program (Sec. 27a)	Gross	\$25,000,000	\$0
Retains \$10.0 million one-time Educator Fellowship Public Provider Fund for a total of \$25.0 million Gross (\$5.0 million GF/GP) to offset tuition costs for college students earning their initial certification. Removes requirement that recipients must have a high school diploma or equivalent (recipients must be enrolled in an eligible educator preparation program). Requires educator preparation programs to include coursework on the science of reading or provide MiLEAP a plan to do so by September 30, 2027 in order to comply with 2024 PA 147.	Restricted	20,000,000	0
	GF/GP	\$5,000,000	\$0
22. Grow Your Own Programs (Sec. 27b)	Gross	\$70,000,000	(\$10,000,000)
Retains \$60.0 million one-time SAF (a \$10.0 million reduction) to be spent over three years for tiered competitive grants to districts, ISDs, and consortia of ISDs for grow your own programs (strikes educator development programs as an eligible use). Removes caps on grant funding for each tier. Allocates \$3.0 million for school librarian specialist certification grants.	Restricted	70,000,000	(10,000,000)
	GF/GP	\$0	\$0
23. MI Future Educator Student Teacher Stipend (Sec. 27c)	Gross	\$50,000,000	\$0
Retains \$20.0 million one-time Educator Fellowship Public Provider Fund for a total of \$50.0 million Gross (\$0 GF/GP) for payments to student teachers. Requires educator preparation programs to include coursework on the science of reading or provide MiLEAP a plan to do so by September 30, 2027 in order to comply with 2024 PA 147.	Restricted	50,000,000	0
	GF/GP	\$0	\$0
24. Universal School Breakfast and Lunch (Sec. 30d)	Gross	\$201,600,000	(\$1,600,000)
Eliminates \$1.6 million one-time GF/GP for a total of \$200.0 million ongoing SAF for providing free school breakfast and lunch for all PreK-12 students. Removes nonpublic school students from eligibility. Adds requirement that a participating entity must participate in the National School Breakfast Program (in addition to the National School Lunch Program).	Restricted	200,000,000	0
	GF/GP	\$1,600,000	(\$1,600,000)
25. GSRP Classroom Start-Up Grants (Sec. 32d(29))	Gross	\$10,000,000	\$15,000,000
Retains and increases by \$15.0 million one-time SAF for a total of \$25.0 million one-time SAF for grants to ISDs of up to \$50,000 for each new or expanding GSRP classroom.	Restricted	10,000,000	15,000,000
	GF/GP	\$0	\$0

Major Budget Changes from FY 2025-26 Year-to-Date (YTD) Appropriations		FY 2025-26 YTD (as of 2/11/26)	Executive Change from YTD
26. Early Learning Partnerships (Sec. 32p) – NEW	Gross	\$0	\$30,000,000
Provides \$30.0 million SAF to create and implement statewide early learning partnerships to provide centralized access points for families into the early childhood system. Allocates funding as follows:	Restricted	0	30,000,000
	GF/GP	\$0	\$0
<ul style="list-style-type: none"> • \$16.9 million to ISDs to support early learning partnerships. Requires ISDs to receive at least as much as in FY 2024-25 for local Great Start Collaboratives (former Sec. 32p, which was repealed for FY 2025-26). Allocates at least \$1.0 million from this allocation to support MiFamily Engagement Regional Centers. • \$3.9 million for evidence-based support services for families, including home visiting programs, as determined by MiLEAP and DHHS. • \$4.0 million to improve access to books and other early literacy materials for children from birth to age five. • \$4.0 million to raise awareness about the availability of services through early learning partnerships. • \$1.2 million for Oakland Schools and Clinton County RESA to collaborate with MiLEAP on administrative support. 			
27. Early Literacy Teacher Coaches (Sec. 35a(4))	Gross	\$42,000,000	\$10,500,000
Increases by \$10.5 million SAF for a total of \$52.5 million SAF to increase the number of literacy coaches from 336 to 420 and ensure that each ISD can support at least one more literacy coach than in FY 2025-26 (with a minimum of four per ISD). Requires literacy coaches to comply with new Sec. 35o (Literacy Essentials). Requires MDE to develop a coaching evaluation framework aligned with MCL 380.1280f (3 rd grade reading legislation).	Restricted	42,000,000	10,500,000
	GF/GP	\$0	\$0
28. Literacy Supports (Sec. 35m)	Gross	\$64,400,000	\$35,600,000
Retains and increases by \$35.6 million one-time SAF for a total of \$100.0 million one-time SAF and revises to spend over two years payments for districts and ISDs to improve literacy outcomes by implementing early literacy series and materials.	Restricted	64,400,000	35,600,000
	GF/GP	\$0	\$0
29. Literacy Essentials Transfer (Secs. 35m(9) & 35o) – NEW	Gross	\$4,000,000	\$2,000,000
Transfers \$4.0 million one-time SAF from Sec. 35m(9) to Sec. 35o, revises to be ongoing, and increases by \$2.0 million SAF for a total of \$6.0 million SAF for Gogebic-Ontonagon ISD, in partnership with an association representing ISD administrators, to maintain the state's literacy essentials resources, lead professional learning, facilitate a statewide network of literacy coaches, place regional lead literacy coaches, and meet monthly with MDE and MiLEAP to align efforts.	Restricted	4,000,000	2,000,000
	GF/GP	\$0	\$0

Major Budget Changes from FY 2025-26 Year-to-Date (YTD) Appropriations		FY 2025-26 YTD (as of 2/11/26)	Executive Change from YTD
30. Special Education (Secs. 51a, 51c, 51d, 51e, 53a, 54, & 56)	Gross	\$2,802,596,100	\$60,541,400
Increases special education expenditures by \$60.5 million Gross (\$0 GF/GP) for a total of \$2.9 billion Gross (\$0 GF/GP) as follows:	Federal	583,000,000	0
	Restricted	2,219,596,100	60,541,400
	GF/GP	\$0	\$0
<ul style="list-style-type: none"> Increases by \$15.0 million SAF for a total of \$89.2 million SAF funding to certain ISDs related to their special education millage. Revises funding formulas (currently, a millage equalization program and a millage incentive program) to a formula based 50% on taxable value per special education head count and 50% on taxable value per unreimbursed special education costs. Increases by \$13.0 million SAF for a total of \$535.0 million to increase special education foundation allowances by 2.5%. Transfers \$2.8 million GF/GP in operational funding for the Michigan School for the Deaf in the MDE budget and revises to SAF for a total of \$4.5 million SAF for instructional costs for pupils attending the Michigan Schools for the Deaf and Blind. Increases by \$29.7 million SAF to reflect January consensus cost estimates. 			
(See Major Boilerplate Changes for Sec. 51i below.)			
31. MiMTSS Technical Assistance Center Transfer (Secs. 35m(10) & 54b) – NEW	Gross	\$1,600,000	\$0
Transfers \$1.6 million one-time SAF from Sec. 35m(10) to Sec. 54b and revises to ongoing for the Michigan Multi-Tiered System of Supports (MiMTSS) Technical Assistance Center to expand statewide implementation of MTSS.	Restricted	1,600,000	0
	GF/GP	\$0	\$0
32. Early On (Sec. 54d)	Gross	\$23,670,700	\$1,450,000
Increases by \$1.5 million SAF (6.1%) for a total of \$25.1 million SAF for ISDs to provide Early On services for children birth to age three with a developmental delay or disability.	Restricted	23,670,700	1,450,000
	GF/GP	\$0	\$0
33. Career and Technical Education (CTE) (Sec. 61a)	Gross	\$41,733,800	\$2,500,000
Increases by \$2.5 million SAF (6.1%) for a total of \$44.2 million SAF for reimbursements to districts and ISDs for vocational education programs.	Restricted	41,733,800	2,500,000
	GF/GP	\$0	\$0
34. CTE Early/Middle College & Dual Enrollment (Sec. 61b)	Gross	\$8,368,000	\$500,000
Increases by \$500,000 SAF (6.1%) for a total of \$8.9 million SAF for CTE early middle college and CTE dual enrollment programs and for planning grants for the development or expansion of CTE early middle college programs.	Restricted	8,868,000	500,000
	GF/GP	\$0	\$0
35. Detroit Area PreCollege Engineering Program (Sec. 65)	Gross	\$900,000	\$0
Retains \$900,000 one-time School Aid Pupil Support Reserve Fund for the Detroit Area PreCollege Engineering Program (DAPCEP). Maintains intent to fund the section with the reserve fund through FY 2027-28.	Restricted	900,000	0
	GF/GP	\$0	\$0
36. FAFSA Completion Challenge (Sec. 67f)	Gross	\$10,000,000	\$0
Retains \$10.0 million one-time School Aid Pupil Support Reserve Fund for equal payments per 12 th grade student to districts that require all students to take the FAFSA. Strikes funding application deadlines, but adds deadline for MiLEAP to make initial payments by January 31. Adds that MiLEAP may use past participation under this section in determining district eligibility. Maintains intent to fund the section with the reserve fund through FY 2027-28.	Restricted	10,000,000	0
	GF/GP	\$0	\$0
37. ISD General Operations (Sec. 81)	Gross	\$83,157,700	\$2,100,000
Increases by \$2.1 million SAF (2.5%, in line with the proposed foundation increase) for a total of \$85.3 million SAF for state aid to ISDs.	Restricted	83,157,700	2,100,000
	GF/GP	\$0	\$0

Major Budget Changes from FY 2025-26 Year-to-Date (YTD) Appropriations		FY 2025-26 YTD (as of 2/11/26)	Executive Change from YTD
38. AP/IB/CLEP Incentive Program (Sec. 94)	Gross	\$2,600,000	(\$1,400,000)
Eliminates \$1.4 million one-time GF/GP for a total of \$1.2 million ongoing GF/GP to pay all or part of Advanced Placement (AP), International Baccalaureate (IB), and College-Level Examination Program (CLEP) fees for students, prioritizing those with low family income status.	Restricted	0	0
	GF/GP	\$2,600,000	(\$1,400,000)
39. Center for Educational Performance and Information (Sec. 94a)	Gross	\$21,558,200	(\$2,000,000)
Reduces by \$2.0 million Federal for a total of \$19.6 million Gross (\$19.4 million GF/GP) for the Center for Educational Performance and Information (CEPI) to collect education data required by law, maintain the P-20 longitudinal data system, and maintain the MI School Data web portal. (See Economic Adjustments below, which reflects an additional increase of \$183,800 GF/GP for CEPI, for a total of \$19.7 million Gross (\$19.5 million GF/GP).)	Federal	2,193,500	(2,000,000)
	Restricted	0	0
	GF/GP	\$19,364,700	\$0
40. Michigan Education Research Institute (Sec. 94e)	Gross	\$1,000,000	\$0
Retains and revises \$1.0 million one-time SAF to be ongoing for the Michigan Education Research Institute (MERI) to collaborate with MDE, MiLEAP, and CEPI to maintain a research ready dataset and conduct education-related research.	Restricted	1,000,000	0
	GF/GP	\$0	\$0
41. Michigan Learning Channel (Sec. 98d) – NEW	Gross	\$0	\$3,000,000
Provides \$3.0 million one-time SAF for Northern Michigan University to support the Michigan Learning Channel.	Restricted	0	3,000,000
	GF/GP	\$0	\$0
42. FIRST Robotics (Sec. 99h)	Gross	\$5,600,000	\$0
Retains \$5.0 million one-time School Aid Pupil Support Reserve Fund and \$600,000 one-time General Pupil Support Reserve Fund for competitive grants to districts, ISDs, and nonpublic schools for robotics competition programs. Maintains intent to fund the section with the reserve funds through FY 2027-28.	Restricted	5,600,000	0
	GF/GP	\$0	\$0
43. MiSTEM Network Regions (Sec. 99s) – NEW	Gross	\$0	\$8,000,000
Provides \$8.0 million SAF as follows: \$3.8 million for programs or demonstration grants recommended by the MiSTEM council; and \$4.2 million for MiSTEM network regions (\$220,000 base awards plus an equal amount per pupil).	Restricted	0	8,000,000
	GF/GP	\$0	\$0
44. Education Assessments (Sec. 104)	Gross	\$45,509,400	\$6,990,600
Increases by \$7.0 million SAF for a total of \$52.5 million Gross (\$0 GF/GP) for costs of complying with state and federal assessment laws.	Federal	8,000,000	0
	Restricted	37,509,400	6,990,600
	GF/GP	\$0	\$0
45. Adult Education (Sec. 107)	Gross	\$32,913,600	\$7,586,400
Increases by \$7.6 million SAF for a total of \$40.5 million SAF for adult education programs provided by a district, ISD, or consortium of districts or ISDs.	Restricted	32,913,600	7,586,400
	GF/GP	\$0	\$0
46. Michigan Public School Employees' Retirement System (MPERS) (Secs. 147a, 147c, & 147e)	Gross	\$1,991,500,000	(\$93,100,000)
Reduces state support for K-12 MPERS costs by \$93.1 million SAF for a total of \$1.9 billion Gross (\$400,000 GF/GP) due to the following consensus cost adjustments:	Restricted	1,991,100,000	(93,100,000)
<ul style="list-style-type: none"> Reduces by \$28.8 million SAF for a total of \$307.5 million Gross (\$100,000 GF/GP) for the Normal Cost Offset (Sec. 147a). Reduces by \$82.1 million SAF for a total of \$1.5 billion Gross (\$300,000 GF/GP) for the State Share of Unfunded Liability Payments (Sec. 147c). Increases by \$17.8 million SAF for a total of \$136.2 million SAF for the Added Costs for 2017 PA 92 (Sec. 147e). 	GF/GP	\$400,000	\$0

Major Budget Changes from FY 2025-26 Year-to-Date (YTD) Appropriations		FY 2025-26 YTD (as of 2/11/26)	Executive Change from YTD
47. Nonpublic School Reimbursement (Sec. 152b)	Gross	\$1,000,000	(\$1,000,000)
Eliminates \$1.0 million GF/GP for reimbursements to nonpublic schools for the cost of complying with health, safety, or welfare requirements.	Restricted	0	0
	GF/GP	\$1,000,000	(\$1,000,000)
48. Tribal Consultation (Sec. 152c) – NEW	Gross	\$0	\$5,000,000
Provides \$5.0 million one-time SAF to Marquette-Alger Regional Educational Agency to develop statewide supports for the federal tribal consultation requirements under the federal Every Student Succeeds Act. Requires the ISD to support a collaboration to disseminate initial professional learning by September 30, 2027 and to report annually beginning January 1, 2028, with additional updates annually throughout the course of the work project (the estimated completion date of the work project is September 30, 2031).	Restricted	0	5,000,000
	GF/GP	\$0	\$0
49. Removal of FY 2025-26 One-Time Appropriations	Gross	\$291,650,000	(\$291,650,000)
Removes \$291.7 million Gross (\$3.0 million GF/GP) of one-time funding that was included in the FY 2025-26 budget to support the following:	Restricted	288,650,000	(288,650,000)
	GF/GP	\$3,000,000	(\$3,000,000)
<ul style="list-style-type: none"> • Sec. 11s – Flint Declaration of Emergency (\$5.0 million SAF, \$3.0 million GF/GP) • Sec. 12e – Infrastructure Grants (\$100.0 million School Consolidation and Infrastructure Fund) • Sec. 31c – Small Cass Sizes Program (\$65.0 million SAF) • Sec. 32t – Strong Beginnings Preschool Pilot (\$25.0 million SAF) • Sec. 35e – School Library Study (\$250,000 SAF) • Sec. 61d – CTE Incentive Payment (\$13.4 million SAF) • Sec. 61v – CTE Pathways to Success (\$70.0 million SAF) • Sec. 97n – Community Violence Intervention Grants (\$10.0 million SAF) 			
50. Other Cost Adjustments	Gross	\$57,700,000	\$12,400,000
Revises the following to reflect updated cost estimates:	Restricted	57,700,000	12,400,000
	GF/GP	\$0	\$0
<ul style="list-style-type: none"> • Sec. 26c – Increases by \$5.0 million SAF for a total of \$48.3 million SAF required funds for districts and ISDs with an approved Promise Zone development plan. • Sec. 26d – Increases by \$7.4 million SAF for a total of \$21.8 million SAF reimbursements to ISDs as required under the Brownfield Redevelopment Financing Act. 			
51. Economic Adjustments	Gross	NA	\$237,000
Reflects increased costs of \$237,000 Gross (\$183,800 GF/GP) for negotiated salary and wage increases (3.0% on October 1, 2026), actuarially required retirement contributions, worker's compensation, building occupancy charges, rent, and other economic adjustments.	Restricted	NA	53,200
	GF/GP	NA	\$183,800

Major Boilerplate Changes from FY 2025-26

Sec. 6. Pupil Membership Definitions – REVISED

Clarifies that a pupil in an early middle college program and at least one college course may be transcribed for high school credit each count day in their fifth year.

Revises the FTE requirements for a pupil enrolled in a dropout recovery program by requiring payments to be made fully through the foundation allowance, rather than 1.0 FTE under the foundation and any additional FTE under Sec. 25g.

Adds a definition for “weighted pupil membership” that calculates the additional FTE increase for eligible pupils as follows:

- For English language learners, a weight from 0.0190 to 0.1687 based on their WIDA ACCESS assessment score. Provides intent to increase these weights annually until they reach 0.35 to 0.75.
- For economically disadvantaged pupils, a weight from 0.1692 to 0.2273 based on the district’s opportunity index score. Provides intent to increase these weights annually until they reach 0.35 to 0.47.

Requires each Consensus Revenue Estimating Conference (CREC) to include estimated pupil counts necessary to determine the cost for weighted pupil membership for the current and subsequent two fiscal years.

Removes a provision that allowed instruction by a noncertificated, nonendorsed teacher engaged to teach under Sec. 1233b of the Revised School Code through the 2025-26 school year. (Note: There is a drafting error in the bill; Executive has stated intent was as described above.)

Sec. 18. Spending, Financial Reporting, and Audit Requirements – REVISED

Strikes requirement that MDE must publish changes to the Pupil Accounting Manual (PAM) for the following school year by March 31 and that if adjustments to the PAM are necessary after March 31 due to enacted legislation, that MDE must notify districts of any violations and allow a 30-day correction period before imposing financial penalties.

Sec. 18a. Grant Fund Expenditure Timeline – REVISED

Exempts work project appropriations from the current requirement that grant recipients expend funds by the end of the fiscal year following the fiscal year funds were received. Adds new requirement for recipients of work projected grants to expend funds by the end of the fiscal year following the fiscal year in which the work project is closed.

Sec. 19. State and Federal Reporting Requirements – REVISED

Adds requirement that a district must provide CEPI with information related to personnel vacancies within 30 days of changes in employment or assignment status, including vacancy start and end dates and reasons for vacancy and vacancy termination.

Sec. 22b. Foundations: Discretionary Payment – REVISED

To receive funding under this section, requires districts to comply with Sec. 164m (Requirements for Weighted Pupil Membership).

Also requires districts to notify parents if the district is not using evidence-based curriculum in grades K-5; this requirement is currently one of several in Sec. 164k (District Non-Compliance Penalty), which Executive repeals.

Sec. 27j. Student Loan Repayment Assistance Reserve Fund – REVISED

Revises to lapse remaining money in the Student Loan Repayment Assistance Reserve Fund to the School Aid Fund.

Sec. 31n. School Mental Health & Support Services – REVISED

Expands eligible pupils to include children served under Great Start Readiness Programs. Also adds requirement that ISDs submit a plan approved by MDE and DHHS for both distributions of programmatic funds under this section (currently, ISDs must submit a plan only for the first distribution). (Note: There is a drafting error in the bill; Executive has stated intent was as described above.)

Sec. 35q. Literacy Achievement and Opportunity Transparency Dashboard – NEW

Requires MDE, in collaboration with MiLEAP and CEPI, to publish a literacy achievement and opportunity transparency dashboard by March 1, 2027 and update periodically as new data becomes available. Requires the dashboard to include all of the following: the percentage of children with access to free, full-day PreK; the percentage of PreK-5 educators trained in the science of reading; the percentage of PreK-5 classrooms using curriculum aligned with the science of reading; the percentage of parents receiving communication from their school about their child’s reading action plans and the ability to get extra support if needed; literacy-related state assessment results; additional metrics that help track statewide literacy progress; and a summary of activities the state is taking to improve literacy outcomes.

Sec. 51i. Intent for Weighted Special Education Funding – NEW

Provides intent that, beginning in FY 2027-28, a weighted special education funding model be implemented to recognize the higher costs associated with certain student needs. Provides target weights based on specific impairment, ranging from 1.1 to 3.8 (for example, a pupil with a visual impairment would receive the foundation allowance multiplied by 3.8).

Major Boilerplate Changes from FY 2025-26

Sec. 101. Eligibility to Receive State Aid – REVISED

Provides an exemption from the 75% pupil attendance requirement for a district-operated special education program approved by MDE that exceeds 180 days of pupil instruction.

Provides an exemption from the 75% pupil attendance requirement for a district with fewer than 100 pupils (as reported in the fall count) that demonstrates that the absence of a single household may materially reduce the district’s daily attendance below 75%. Requires the State Superintendent to grant a waiver that instead requires 60% daily attendance.

Sec. 104h. Benchmark Assessments – REVISED

Strikes requirement that districts send benchmark assessment data to MDE and that MDE report annually on the data received.

Adds requirement for the assessment made available by MDE at no cost to include a digital library of teaching resources that are tied directly to the benchmark assessment and aligned to Michigan standards.

Sec. 147b. MPERS Retirement Obligation Reform Reserve Fund – REVISED

Revises to lapse remaining money in the MPERS Retirement Obligation Reform Reserve Fund to the School Aid Fund.

Sec. 164j. State Fiscal Recovery Fund – DELETED

Moves language requiring federal State Fiscal Recovery Fund (SFRF) revenue to be expended by December 13, 2026 to Sec. 297 in Article IV (would apply to the Community Colleges and Higher Education budgets as well as the School Aid budget).

Sec. 164k. District Non-Compliance Penalty – DELETED

Eliminates this section, which required MDE to withhold 5% of a recipient’s state aid payment for non-compliance of any of the following requirements: federal requirements regarding school meals; a requirement that all students complete the federal application for free and reduced-price meals; a prohibition against student financial incentives for attending on count day; a requirement that student survey questions be public; and a requirement that districts not using MDE-designated evidence-based curriculum must notify parents (the last requirement is moved to Sec. 22b).

Sec. 164m. Requirements for Weighted Pupil Membership – NEW

Requires districts to use funding under Sec. 22b(3) (Weighted Pupil Membership) to do all of the following: comply with MCL 380.1280f (3rd grade reading legislation); implement MTSS in grades K-12; utilize all funding under Sec. 22b(3) to support student needs for pupils counted toward the weighted pupil membership (At-Risk and ELL pupils); use up to 2% of the amount under Sec. 22b(3) for administrative costs related to complying with this section; report to MDE information necessary to determine compliance; allow access for MDE to audit funded program records; and communicate to parents and legal guardians literacy-related state assessment results, the amount of funding received under Sec. 22b(3), what evidence-based interventions were implemented, and a method to provide feedback and seek more information about available services.

Requires MDE to monitor districts for compliance and may withhold a district’s monthly Sec. 22b(3) payment until the district complies with this section.

Sec. 164l. Legislatively Directed Spending Items (LDSIs) – REVISED

Strikes existing transparency requirements for the grant distribution, review, and verification process, and replaces with the following requirements: that the House Fiscal Agency and the Senate Fiscal Agency jointly submit a list of LDSIs to the State Budget Office within 30 days of budget enactment; that the department or agency administering the grant post comprehensive information on the grants awarded beginning March 15 and again by June 15 and September 15 annually.

Sec. 297. State Fiscal Recovery Fund – NEW

Moves language requiring federal SFRF revenue to be expended by December 31, 2026 from Sec. 164j to Sec. 297 in Article IV (would apply to the Community Colleges and Higher Education budgets as well as the School Aid budget).

Supplemental Recommendations for FY 2025-26 Appropriations

FY 2025-26 Recommendation

1. Foundation Allowances (Secs. 22a & 22b)

Reduces by \$113.5 million SAF for a total of \$10.5 billion Gross (\$236,400 GF/GP) to reflect updated consensus cost estimates for pupil membership counts and taxable values.

Gross	(\$113,500,000)
Restricted	(113,500,000)
GF/GP	\$0

Supplemental Recommendations for FY 2025-26 Appropriations

**FY 2025-26
Recommendation**

2. Brownfield Redevelopment Reimbursements (Sec. 26d)	Gross	\$4,900,000
Increases by \$4.9 million SAF for a total of \$19.0 million SAF to reflect updated consensus cost estimates for reimbursing ISDs as required under Sec. 15b of the Brownfield Redevelopment Financing Act.	Restricted	4,900,000
	GF/GP	\$0
3. Special Education (Secs. 51a, 51c, 51d, 51e, 53a, 54, & 56)	Gross	(\$93,500,000)
Reduces by \$93.5 million SAF for a total of \$2.7 billion Gross (\$0 GF/GP) to reflect revised consensus cost estimates for special education appropriations.	Federal	0
	Restricted	(93,500,000)
	GF/GP	\$0
4. Education Assessments (Sec. 104)	Gross	\$2,490,600
Increases by \$2.5 million SAF for a total of \$40.0 million SAF to reflect revised consensus cost estimates for education assessments.	Restricted	2,490,600
	GF/GP	\$0
5. MPSERS (Secs. 147a, 147c, & 147e)	Gross	\$23,000,000
Increases by \$23.0 million SAF to reflect revised cost estimates for the Michigan Public School Employees' Retirement System.	Restricted	23,000,000
	GF/GP	\$0

School Aid Fund: FY 2026-27 Executive Recommendation	<u>FY 25</u>	<u>FY 26</u>	<u>FY 27</u>	<u>FY 28</u>
Beginning SAF Balance	\$1,257.6	\$1,320.1	\$752.7	\$1.5

Resources

Consensus Revenue Estimate: May 2025	\$18,545.2	\$18,934.3	\$19,398.6	
Jan 2026 CREC	168.1	201.1	169.7	19,965.7
GF/GP Grant	50.0	46.2	45.3	45.3
GF/GP Grant One-Time	28.9	27.0		
DPS Trust Fund	41.0			
Additional CDTF	77.7			
School Aid Stabilization Fund Deposit	(25.0)			
MPSERS Reserve Fund	481.4			
Educator Fellowship Public Provider Fund	30.0	30.0	30.0	
School Consolidation and Infrastructure Fund		100.0		
School Consolidation and Infrastructure Fund - Transfer to SAF		83.4		
School Transportation Fund	125.0	125.0	125.0	
School Transportation Fund Deposit		(130.0)		
School Meals Reserve Fund	30.0			
GSRP Reserve Fund	18.0	18.0	18.0	
Enrollment Stabilization Fund	71.0	71.0	125.0	
School Aid Pupil Support Fund		97.0	107.0	
School Aid Pupil Support Fund Deposit		(326.1)		
General Pupil Support Fund		0.6	0.6	
Federal Aid	<u>2,272.8</u>	<u>2,407.7</u>	<u>2,405.7</u>	<u>2,405.7</u>
Total Resources	21,914.0	21,685.2	22,425.0	22,416.7

Expenditures

School Aid: Ongoing	\$19,382.1	\$20,044.5	\$20,015.1	\$20,707.9
School Aid: One-Time	1,702.5	1,244.3	1,030.6	
Jan 26 CREC Adjustments		(176.9)	(335.1)	(463.0)
Other Cost Adjustments			(1.8)	
Investments/Reductions			694.5	
Sec. 27k Student Loan Work Project Statutory Lapse		(203.2)		
FY 2024-25 Projected Lapses (as of 12/22/25)	(156.9)			
Community Colleges: Ongoing	456.9	482.1	476.1	472.4
Community Colleges: One-Time	5.1	11.0	49.2	
Higher Education: Ongoing SAF	452.0	850.8	1,168.4	1,168.4
Higher Education: One-Time	10.0	0.0	79.1	0.0
Total Expenditures	\$21,851.6	\$22,252.5	\$23,176.2	\$21,885.7

Ending SAF Balance	\$1,320.1	\$752.7	\$1.5	\$532.6
<i>Ongoing Balance</i>	\$786.2	\$388.8	\$2.1	\$531.1
<i>One-time Balance (SAF)</i>	\$533.9	\$363.9	(\$0.5)	\$1.5

SCHOOL AID LINE ITEM SUMMARY

Sec.		FY 2025-2026			FY 2026-2027		FY 2027-2028	
		FY 26 2025 PA 15 YTD	Change from FY 26 YTD	FY 26 Exec Rec Proposed Supplemental	Change from FY 26 YTD	FY 27 Exec Rec	Change from FY 27 Exec Rec	FY 28 Exec Rec
11j	School Bond Redemption Fund	\$23,000,000		\$23,000,000		\$23,000,000		\$23,000,000
11m	Cash Flow Borrowing Costs	\$5,000,000		\$5,000,000		\$5,000,000		\$5,000,000
11s	Flint Declaration of Emergency	\$8,000,000		\$8,000,000	(\$8,000,000)	\$0		\$0
12e	Infrastructure Grants	\$100,000,000		\$100,000,000	(\$100,000,000)	\$0		\$0
21b	Dual Enrollment - NEW	\$0		\$0	\$20,000,000	\$20,000,000	(\$20,000,000)	\$0
21h	Partnership Model Districts	\$6,137,400		\$6,137,400		\$6,137,400	(\$6,137,400)	\$0
22a	Foundations: Proposal A Obligation Payment	\$3,785,000,000	(\$74,000,000)	\$3,711,000,000	(\$221,000,000)	\$3,564,000,000	(\$141,000,000)	\$3,423,000,000
22b	Foundations: Discretionary Payment	\$6,820,500,000	(\$39,500,000)	\$6,781,000,000	\$49,250,000	\$6,869,750,000	(\$58,000,000)	\$6,811,750,000
22b(3)	Foundations: Weighted Pupil Membership - NEW	\$0		\$0	\$1,438,937,600	\$1,438,937,600		\$1,438,937,600
22d	Isolated District Funding	\$12,873,100		\$12,873,100	\$783,000	\$13,656,100		\$13,656,100
22l	Transportation Costs	\$125,000,000		\$125,000,000		\$125,000,000	(\$125,000,000)	\$0
22m	Technology Regional Data Hubs	\$5,000,000		\$5,000,000	(\$1,500,000)	\$3,500,000		\$3,500,000
23h	Mathematics Pathways - NEW	\$0		\$0	\$12,000,000	\$12,000,000	(\$12,000,000)	\$0
24	Court-Placed Pupils	\$7,650,000		\$7,650,000		\$7,650,000		\$7,650,000
24a	Juvenile Detention Facility Programs	\$1,355,700		\$1,355,700		\$1,355,700		\$1,355,700
25f	Strict Discipline Academies	\$1,600,000		\$1,600,000		\$1,600,000		\$1,600,000
25g	Dropout Recovery Programs	\$1,250,000		\$1,250,000	(\$1,250,000)	\$0		\$0
26a	Renaissance Zone Reimbursement	\$14,000,000		\$14,000,000		\$14,000,000		\$14,000,000
26b	PILT Reimbursement	\$5,549,000		\$5,549,000		\$5,549,000		\$5,549,000
26c	Promise Zone Funding	\$43,300,000		\$43,300,000	\$5,000,000	\$48,300,000		\$48,300,000
26d	Brownfield Redevelopment Reimbursement	\$14,400,000	\$4,600,000	\$19,000,000	\$7,400,000	\$21,800,000		\$21,800,000
27a	Mi Future Educator Fellowship Program	\$25,000,000		\$25,000,000		\$25,000,000	(\$10,000,000)	\$15,000,000
27b	Grow Your Own Programs	\$70,000,000		\$70,000,000	(\$10,000,000)	\$60,000,000	(\$60,000,000)	\$0
27c	Mi Future Educator Student Teacher Stipend Program	\$50,000,000		\$50,000,000		\$50,000,000	(\$20,000,000)	\$30,000,000
29	Enrollment Stabilization	\$71,000,000		\$71,000,000	\$54,000,000	\$125,000,000	(\$125,000,000)	\$0
30d	Universal School Breakfast and Lunch	\$201,600,000		\$201,600,000	(\$1,600,000)	\$200,000,000		\$200,000,000
31a	At-Risk Pupil Support	\$1,293,655,000		\$1,293,655,000	(\$1,293,655,000)	\$0		\$0
31a(7)	School-Based Health Centers	\$33,000,000		\$33,000,000		\$33,000,000		\$33,000,000
31a(8)	Hearing, Vision, and Dental Screening	\$11,650,000		\$11,650,000		\$11,650,000		\$11,650,000
31c	Small Class Size Pilots	\$65,000,000		\$65,000,000	(\$65,000,000)	\$0		\$0
31d	State School Lunch Programs	\$29,553,400		\$29,553,400		\$29,553,400		\$29,553,400
31d	School Lunch Programs - Federal	\$923,400,000		\$923,400,000		\$923,400,000		\$923,400,000
31f	School Breakfast Program	\$16,900,000		\$16,900,000		\$16,900,000		\$16,900,000
31n	School Mental Health and Support Services	\$107,845,000		\$107,845,000		\$107,845,000		\$107,845,000
31aa	Per-Pupil Mental Health & School Safety Grant	\$321,000,000		\$321,000,000	(\$21,000,000)	\$300,000,000	(\$250,000,000)	\$50,000,000
32d	Great Start Readiness Program	\$626,217,600		\$626,217,600	\$138,450,000	\$764,667,600		\$764,667,600
32d(3)	GSRP Longitudinal Evaluation	\$350,000		\$350,000	(\$350,000)	\$0		\$0

SCHOOL AID LINE ITEM SUMMARY

Sec.		FY 2025-2026			FY 2026-2027		FY 2027-2028	
		FY 26 2025 PA 15 YTD	Change from FY 26 YTD	FY 26 Exec Rec Proposed Supplemental	Change from FY 26 YTD	FY 27 Exec Rec	Change from FY 27 Exec Rec	FY 28 Exec Rec
32d(22)	GSRP Transportation - SAF	\$10,000,000		\$10,000,000		\$10,000,000		\$10,000,000
32d(22)	GSRP Transportation - GSRP Reserve Fund	\$18,000,000		\$18,000,000		\$18,000,000	(\$18,000,000)	\$0
32d(26)	GSRP Professional Development	\$2,000,000		\$2,000,000		\$2,000,000		\$2,000,000
32d(29)	GSRP Start Up Grants	\$10,000,000		\$10,000,000	\$15,000,000	\$25,000,000	(\$25,000,000)	\$0
32n	Out-of-School Time	\$75,000,000		\$75,000,000	\$60,000,000	\$135,000,000	(\$85,000,000)	\$50,000,000
32p	Early Learning Partnerships - NEW	\$0		\$0	\$30,000,000	\$30,000,000		\$30,000,000
32t	Three-Year-Old GSRP Pilot Program	\$25,000,000		\$25,000,000	(\$25,000,000)	\$0		\$0
35a(4)	Early Literacy Teacher Coaches	\$42,000,000		\$42,000,000	\$10,500,000	\$52,500,000		\$52,500,000
35a(10)	LETRS Professional Learning	\$10,000,000		\$10,000,000	\$40,000,000	\$50,000,000	(\$50,000,000)	\$0
35e	School Library Study	\$250,000		\$250,000	(\$250,000)	\$0		\$0
35m	Literacy Supports	\$70,000,000		\$70,000,000	\$30,000,000	\$100,000,000	(\$100,000,000)	\$0
35o	Literacy Essentials - NEW	\$0		\$0	\$6,000,000	\$6,000,000		\$6,000,000
35p	High-Impact Tutoring - NEW	\$0		\$0	\$100,000,000	\$100,000,000	(\$100,000,000)	\$0
39a(1)	Federal ESSA Grant Funds	\$824,700,000		\$824,700,000		\$824,700,000		\$824,700,000
39a(2)	Other Federal Funding	\$66,415,000		\$66,415,000		\$66,415,000		\$66,415,000
41	English Language Learner Grants	\$62,732,600		\$62,732,600	(\$62,732,600)	\$0		\$0
51a(1)	Special Education - Federal Reimbursement	\$500,000,000		\$500,000,000		\$500,000,000		\$500,000,000
51a(2)	Special Ed ISD Durant Costs	\$492,400,000	(\$34,600,000)	\$457,800,000	\$2,700,000	\$495,100,000	\$34,800,000	\$529,900,000
51a(5)	Special Ed Admin Rules Changes	\$3,200,000		\$3,200,000		\$3,200,000		\$3,200,000
51a(10)	Special Ed Foundations for Non Sec. 52 to ISDs	\$1,600,000	\$300,000	\$1,900,000	\$300,000	\$1,900,000		\$1,900,000
51c	Special Ed Headlee Obligation (Durant)	\$1,107,900,000	(\$52,900,000)	\$1,055,000,000	\$32,800,000	\$1,140,700,000	\$78,500,000	\$1,219,200,000
51d	Special Education - Other Federal Grants	\$83,000,000		\$83,000,000		\$83,000,000		\$83,000,000
51e	Special Education Foundation Payment	\$528,100,000	(\$6,300,000)	\$521,800,000	\$6,900,000	\$535,000,000	\$700,000	\$535,700,000
51g	MITTIN Special Education Curricular Resources	\$3,000,000		\$3,000,000		\$3,000,000		\$3,000,000
53a	Special Ed for Court Placed Pupils	\$10,500,000		\$10,500,000		\$10,500,000		\$10,500,000
54	Special Ed Michigan School Blind/Deaf	\$1,688,000		\$1,688,000	\$2,841,400	\$4,529,400		\$4,529,400
54b	MiMTSS Center - NEW	\$0		\$0	\$1,600,000	\$1,600,000		\$1,600,000
54d	Early On	\$23,670,700		\$23,670,700	\$1,450,000	\$25,120,700		\$25,120,700
56	Special Ed ISD Millage Equalization	\$40,008,100		\$40,008,100	\$49,200,000	\$89,208,100		\$89,208,100
56(7)	Special Ed Millage Incentive	\$34,200,000		\$34,200,000	(\$34,200,000)	\$0		\$0
61a	Career and Tech Ed Programs	\$41,733,800		\$41,733,800	\$2,500,000	\$44,233,800		\$44,233,800
61b	CTE Early/Middle College & Dual Enrollment	\$8,368,000		\$8,368,000	\$500,000	\$8,868,000		\$8,868,000
61d	CTE Incentive Payment	\$13,400,000		\$13,400,000	(\$13,400,000)	\$0		\$0
61v	CTE Pathways to Success	\$70,000,000		\$70,000,000	(\$70,000,000)	\$0		\$0
62	ISD Career & Tech Ed Millage Equalization	\$9,190,000		\$9,190,000		\$9,190,000		\$9,190,000
65	Detroit PreCollege Engineering	\$900,000		\$900,000		\$900,000	(\$900,000)	\$0
67	Career and College Readiness Tools	\$3,000,000		\$3,000,000		\$3,000,000		\$3,000,000

SCHOOL AID LINE ITEM SUMMARY

Sec.		FY 2025-2026			FY 2026-2027		FY 2027-2028	
		FY 26 2025 PA 15 YTD	Change from FY 26 YTD	FY 26 Exec Rec Proposed Supplemental	Change from FY 26 YTD	FY 27 Exec Rec	Change from FY 27 Exec Rec	FY 28 Exec Rec
67f	FAFSA Completion Challenge	\$10,000,000		\$10,000,000		\$10,000,000	(\$10,000,000)	\$0
74	School Bus Driver Safety Instruction	\$2,025,000		\$2,025,000		\$2,025,000		\$2,025,000
74	School Bus Inspections	\$1,924,900		\$1,924,900	\$53,200	\$1,978,100		\$1,978,100
81	ISD General Operations Support	\$83,157,700		\$83,157,700	\$2,100,000	\$85,257,700		\$85,257,700
94	AP/IB/CLEP Incentive Program	\$2,600,000		\$2,600,000	(\$1,400,000)	\$1,200,000		\$1,200,000
94a	Center for Educational Performance and Information	\$19,364,700		\$19,364,700	\$183,800	\$19,548,500		\$19,548,500
94a	Center for Educational Performance and Info - Federal	\$2,193,500		\$2,193,500	(\$2,000,000)	\$193,500		\$193,500
94e	Michigan Education Research Institute	\$1,000,000		\$1,000,000		\$1,000,000		\$1,000,000
97n	Community Violence Intervention Plans	\$10,000,000		\$10,000,000	(\$10,000,000)	\$0		\$0
98	Michigan Virtual University	\$9,800,000		\$9,800,000		\$9,800,000		\$9,800,000
98d	Michigan Learning Channel - NEW	\$0		\$0	\$3,000,000	\$3,000,000	(\$3,000,000)	\$0
99h	FIRST Robotics	\$5,600,000		\$5,600,000		\$5,600,000	(\$5,600,000)	\$0
99s	MiSTEM Network Regions - NEW	\$0		\$0	\$8,000,000	\$8,000,000		\$8,000,000
104	Education Assessments - State	\$37,509,400	\$2,490,600	\$40,000,000	\$6,990,600	\$44,500,000		\$44,500,000
104	Education Assessments - Federal	\$8,000,000		\$8,000,000		\$8,000,000		\$8,000,000
104h	Benchmark Assessments	\$11,500,000		\$11,500,000		\$11,500,000		\$11,500,000
107	Adult Education	\$32,913,600		\$32,913,600	\$7,586,400	\$40,500,000		\$40,500,000
147a	MPSERS Normal Cost Offset for Lower AROR/Dedicated Gains	\$336,300,000	\$24,900,000	\$361,200,000	(\$28,800,000)	\$307,500,000	(\$17,900,000)	\$289,600,000
147c	MPSERS State Share of Unfunded Liability Payments	\$1,536,800,000		\$1,536,800,000	(\$82,100,000)	\$1,454,700,000	(\$45,200,000)	\$1,409,500,000
147e	MPSERS Added Normal/DC Costs for PA 92 of 2017	\$118,400,000	(\$1,900,000)	\$116,500,000	\$17,800,000	\$136,200,000	\$20,200,000	\$156,400,000
152a	Adair - Database Payment	\$41,000,500		\$41,000,500		\$41,000,500		\$41,000,500
152b	Nonpublic School Reimbursement	\$1,000,000		\$1,000,000	(\$1,000,000)	\$0		\$0
152c	Tribal Consultation - NEW	\$0		\$0	\$5,000,000	\$5,000,000	(\$5,000,000)	\$0
		\$21,288,831,700	(\$176,909,400)	\$21,111,922,300	\$114,588,400	\$21,403,420,100	(\$1,158,537,400)	\$20,244,882,700

SCHOOL AID LINE ITEM SUMMARY

	FY 2025-2026			FY 2026-2027		FY 2027-2028	
	FY 26 2025 PA 15 YTD	Change from FY 26 YTD	FY 26 Exec Rec Proposed Supplemental	Change from FY 26 YTD	FY 27 Exec Rec	Change from FY 27 Exec Rec	FY 28 Exec Rec
REVENUE BY SOURCE							
Federal Aid	\$2,407,708,500	\$0	\$2,407,708,500	(\$2,000,000)	\$2,405,708,500	\$0	\$2,405,708,500
School Aid Fund	\$18,366,334,700	(\$176,909,400)	\$18,189,425,300	\$180,404,600	\$18,546,739,300	(\$752,900,000)	\$17,793,839,300
School Aid Pupil Support Reserve Fund	\$97,037,400	\$0	\$97,037,400	\$10,000,000	\$107,037,400	(\$107,037,400)	\$0
General Pupil Support Reserve Fund	\$600,000	\$0	\$600,000	\$0	\$600,000	(\$600,000)	\$0
MPSERS Obligation Reform Reserve Fund	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Educator Fellowship Public Provider Fund	\$30,000,000	\$0	\$30,000,000	\$0	\$30,000,000	(\$30,000,000)	\$0
School Transportation Fund	\$125,000,000	\$0	\$125,000,000	\$0	\$125,000,000	(\$125,000,000)	\$0
School Meals Reserve Fund	\$0	\$0	\$0	\$0	\$0	\$0	\$0
GSRP Reserve Fund	\$18,000,000	\$0	\$18,000,000	\$0	\$18,000,000	(\$18,000,000)	\$0
Enrollment Stabilization Fund	\$71,000,000	\$0	\$71,000,000	\$54,000,000	\$125,000,000	(\$125,000,000)	\$0
School Consolidation and Infrastructure Fund	\$100,000,000	\$0	\$100,000,000	(\$100,000,000)	\$0	\$0	\$0
General Fund/General Purpose	\$73,151,100	\$0	\$73,151,100	(\$27,816,200)	\$45,334,900	\$0	\$45,334,900
TOTAL REVENUE	\$21,288,831,700	(\$176,909,400)	\$21,111,922,300	\$114,588,400	\$21,403,420,100	(\$1,158,537,400)	\$20,244,882,700