

**Summary: Proposed House Budget Recommendation
SCHOOL AID – HB 5436 (H-1, Draft 2) as passed
Subcommittee
FY 2005-06**



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| | FY 2005-06 YTD | Executive | House | Senate | Difference: House from FY 2005-06 YTD | |
|------------|------------------|-----------|------------------|--------|------------------------------------------|-----|
| | | | | | Amount | % |
| IDG/IDT | \$0 | \$0 | \$0 | \$0 | \$0 | 0.0 |
| Federal | 1,392,587,300 | 0 | 1,392,587,300 | 0 | 0 | 0.0 |
| Local | 0 | 0 | 0 | 0 | 0 | 0.0 |
| Private | 0 | 0 | 0 | 0 | 0 | 0.0 |
| Restricted | 11,301,850,000 | 0 | 11,320,350,000 | 0 | 18,500,000 | 0.2 |
| GF/GP | 62,714,000 | 0 | 62,714,000 | 0 | 0 | 0.0 |
| Gross | \$12,757,151,300 | \$0 | \$12,775,651,300 | \$0 | \$18,500,000 | 0.1 |

Overview

The School Aid budget makes appropriations to the state's 552 local school districts, 216 public school academies, and 57 intermediate school districts for operations and certain categorical programs. It also appropriates funds to the Center for Education Performance, Department of Labor and Economic Growth, and other entities to implement certain grants and other programs related to K-12 education.

Major Budget Changes from 2005-06 YTD Appropriations:

1. Middle School Math Initiative

The **House** proposes an appropriation of \$18.5 million to create a per pupil grant to school districts for each student in grades 6 through 8. The plan would provide \$65 per pupil for a full year, but payments for FY 2005-06 would begin in January 2006 and would be prorated to approximately \$49 per pupil for the remainder of the fiscal year. Funds would be designated to improve pupil performance on the MEAP mathematics assessments and to help districts meet Adequate Yearly Progress (AYP) requirements for mathematics.

| | FY 2005-06 YTD | House Change From YTD |
|--------------|-----------------------|----------------------------------|
| Gross | \$0 | \$18,500,000 |
| Restricted | \$0 | \$18,500,000 |

Major Boilerplate Changes from 2005-06:

Sec. 11a. School Aid Stabilization Fund - REVISED

Current law requires that any unexpended and unencumbered school aid fund revenue remaining in the school aid fund at the end of a fiscal year be deposited into the school aid stabilization fund. The bill says that for FY 2005-06, this amount is estimated to be \$20.0 million.

Enacting Section.

The bill is tie-barred to House Bill 5452.