

American Recovery and Reinvestment Act*

Stabilization Funds

Increases to Formula Grants

Education Secretary's Portion

Governor's Portion

- Competitive Grant Applications
- Innovation Grants — Based on how well the state has used the governor's portion
- Innovation Grants — Grants to innovative LEAs and partnerships to disseminate best practices

18.2%

- Used for other "government services," including education, at state discretion

81.8%

- Distributed between K-12 and higher education to cover budget shortfalls
- Based on State funding formulas

- Title I-A Allocation (Targeted and EFIG Only)
- School Improvement Grants (1003 (g) Funds)
- Educational Technology Grants
- Homeless Education
- IDEA Parts B and C
- Vocational Rehabilitation
- Independent Living
- Impact Aid Construction

- **Leftover Funds** – those funds, if any, that were not needed to cover budget shortfalls
- Funds will be distributed to LEAs based on their portion of the Title I Allocations
- NOT Title I Funds – can be used for activities under ESEA, IDEA, Perkins, Adult/Family Literacy or for building modernization

ARRA and Title I-A Funding Overlap

*Chart does not reflect funding for direct discretionary grants for state data systems, the teacher incentive fund, or teacher quality enhancement grants.