

**Final Conference Agreement
American Economic Recovery and Reinvestment Act of 2009**

Program	Agreement	Grantee	Formula/Application
Head Start	\$1 billion	Local eligible entities	Formula
Early Head Start	\$1.1 billion, including up to 10% for training and technical assistance and up to 3% for monitoring	Local eligible entities	Application
Child Care & Development Block Grant	\$2 billion From the total, \$255 million is reserved for quality, of which \$93.5 million is reserved for infants-toddlers, which is beyond the quality set aside minimum requirement in the statute	State	Formula
Title I	<p>\$13 billion, of which \$10 billion is for grants to districts. Within that \$10 billion, \$5 billion is for targeted grants and \$5 billion is for education finance incentive grants</p> <p>Remaining \$3 billion is for school improvement under Title I</p> <p>*did not maintain the language in the Senate bill of a 15% set aside for early childhood in the targeted assistance and education finance grants</p>	State – allocate to school districts	Formula
IDEA Part C infants-toddlers	\$500 million	State agency – differs among	Formula

		states	Part C statute – when appropriation exceeds \$460 million, the amount above that can include a state policy developed and implemented jointly by the lead Part C agency and the State educational agency, under which parents of children with disabilities who are eligible for services under section 619 and previously received services under this part, may choose the continuation of early intervention services (which shall include an educational component that promotes school readiness) until such children enter, or are eligible under State law to enter, kindergarten.
IDEA section 619 preschool	\$400 million	State	Formula
IDEA Part B	\$11.3 billion	State	Formula

Education stabilization funds	<p>\$39.5 billion for elementary, secondary and postsecondary education “and as applicable, early childhood education programs and services”</p> <p>\$8.7 billion for public safety and other government services, including education, school and higher education modernization, renovation and repair</p> <p>\$4.3 billion for state incentive grants</p> <p>\$650 million for the Innovation Fund rewards for having made significant gains in closing achievement gap in order to expand and serve a models of best practice, work in partnership with private sector and philanthropic community, and identify and document best practices to share and that can be taken to scale</p>	<p>Governor – for any money available after restoration, uses Title I formula to distribute to local districts</p> <p>Governor</p> <p>Governor</p> <p>Local educational agency; partnership between a nonprofit organization and one or more LEAs or a consortium of schools are eligible to apply</p>	<p>Application</p> <p>Application</p> <p>Application</p> <p>Application</p>
School modernization and higher education modernization	No longer a separate line item; instead an allowable use under the education stabilization grants	See education stabilization funds	See education stabilization funds

	Note: The stimulus bill also contains qualified school construction bonds and qualified zone academy bonds – these are tax credit bonds which provide a tax credit to the holder		
Higher Education Title II Part A Teacher Quality Partnerships	\$100 million -- partnerships may include early childhood education programs	Local partnerships that must include a partner higher education institution and a high-need local school district. Partnership may include an early childhood education program, which includes licensed/regulated child care, Head Start, and state-funded prekindergarten	Application
Military child development centers	\$240 for construction	Army, Navy, Marines, Air Force	
Pell Grants	\$15.6 billion to increase the maximum Pell Grant by \$500, from \$4,850 to \$5,350	Individuals	
College Work Study	\$200 million to support undergraduate and	Individuals	

	graduate students who work		
Higher education tax credit	For 2009 and 2010, the new “American Opportunity” tax credit of up to \$2,500 of the cost of tuition and related expenses paid during the taxable year. Under this new tax credit, taxpayers will receive a tax credit based on one hundred percent (100%) of the first \$2,000 of tuition and related expenses (including books) paid during the taxable year and twenty-five percent (25%) of the next \$2,000 of tuition and related expenses paid during the taxable year. Forty percent (40%) of the credit would be refundable. This tax credit will be subject to a phase-out for taxpayers with adjusted gross income in excess of \$80,000 (\$160,000 for married couples filing jointly).	Individual	
Child Tax Credit	Increases the eligibility for the refundable child tax credit in 2009 and 2010. For 2008, the child tax credit is refundable to the extent of 15 percent of the taxpayer’s earned income in excess of \$8,500. The bill would reduce this floor for 2009 and 2010 to \$3,000	Individual	