# **Legislative Analysis**



#### LEGISLATIVE APPROVAL OF MDE MANUAL UPDATES

House Bill 5686 as introduced Sponsor: Rep. Pamela Hornberger

Committee: Education Complete to 1-31-22

Phone: (517) 373-8080 http://www.house.mi.gov/hfa

Analysis available at http://www.legislature.mi.gov

### **SUMMARY:**

House Bill 5686 would amend the State School Aid Act to require that changes to the pupil accounting manual (PAM) and pupil membership auditing manual (PMAM) of the Michigan Department of Education (MDE) must be approved by the legislature before taking effect. In addition, under the bill, an amendment made to either manual could not take effect until the following school year at the earliest.

Currently, updates to the PAM must be made before March 31 if they are to take effect in the subsequent school year. If legislation is enacted that necessitates adjustments to the PAM after the March 31 cutoff and a district incurs a violation of the amended PAM, MDE must notify the district of the violation and give the district 30 days to correct the violation before imposing financial penalties. The bill would remove these provisions.

MCL 388.1618

#### **BACKGROUND:**

Currently, the PAM<sup>1</sup> includes the following language:

This manual is a living document subject to changes based on revisions to current statutes, including the State School Aid Act and the Revised School Code; Attorney General opinions; and clarifications of current Department guidance and policy.

Similarly, the PMAM<sup>2</sup> states the following:

Pursuant to §18(4)(d) and §18(8) of the State School Aid Act, the Michigan Department of Education (department) approves, publishes, annually reviews, and periodically updates this Pupil Membership Auditing Manual (PMAM) and the Pupil Accounting Manual (PAM). MCL 388.1618(d) and 388.1618(8).

## **FISCAL IMPACT:**

The bill would have no fiscal impact on the state or on school districts, intermediate school districts (ISDs), or public school academies (PSAs).

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■ This analysis was prepared by nonpartisan House Fiscal Agency staff for use by House members in their deliberations and does not constitute an official statement of legislative intent.

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<sup>&</sup>lt;sup>1</sup> https://www.michigan.gov/documents/mde/ 2021 22 Pupil Accounting Manual 735936 7.pdf

<sup>&</sup>lt;sup>2</sup> https://www.michigan.gov/documents/mde/PMAM\_2021-2022\_ADA\_737602\_7.pdf