#### FIRST CONFERENCE REPORT

The Committee of Conference on the matters of difference between the two Houses concerning

Senate Bill No. 845, entitled

A bill to amend 1979 PA 94, entitled "The state school aid act of 1979," by amending sections 11, 17b, 201, and 236 (MCL 388.1611, 388.1617b, 388.1801, and 388.1836), section 11 as amended by 2021 PA 48, section 17b as amended by 2007 PA 137, and sections 201 and 236 as amended by 2021 PA 86.

### Recommends:

First: That the House and Senate agree to the Substitute of the House as passed by the House, amended to read as follows:

(attached)

Second: That the House and Senate agree to the title of the bill to read as follows:

A bill to amend 1979 PA 94, entitled "AN ACT to make appropriations to aid in the support of the public schools, the intermediate school districts, community colleges, and public universities of the state; to make appropriations for certain other purposes relating to education; to provide for the disbursement of the appropriations; to authorize the issuance of certain bonds and provide for the security of those bonds; to prescribe the powers and duties of certain state departments, the state board of education, and certain other boards and officials; to create certain funds and provide for their expenditure; to prescribe penalties; and to repeal acts and parts of acts," by amending sections 3, 6, 6a, 11, 11a, 11j, 11k, 11m, 11s, 15, 18, 20, 20d, 20f, 20m, 21b, 21f, 21h, 22a, 22b, 22c, 22d, 22m, 22p, 24, 24a, 25f, 25g, 26a, 26b, 26c, 26d, 28, 31a, 31d, 31f, 31j, 31n, 31o, 31p, 31y, 31z, 32d, 32p, 35a, 35d, 35f, 35g, 35h, 39, 39a, 41, 51a, 51c, 51d, 51g, 53a, 54, 54b, 54d, 55, 56, 61a, 61b, 61c, 61d, 62, 65, 67, 67a, 74, 81, 94, 94a, 95b, 97, 97a, 98, 98b, 99h, 99i, 99s, 99t, 99u, 99x, 99aa, 101, 104, 104f, 104h, 107, 147, 147a, 147b, 147c, 147e, 152a, 152b, 201, 202a, 206, 207a, 207b, 207c, 209, 209a, 210h, 226b, 226d, 226g, 229, 229a,



230, 236, 236b, 236c, 236h, 237b, 241, 245a, 251, 252, 256, 259, 260, 263, 264, 265, 265a, 265b, 267, 268, 269, 270c, 274, 275, 275b, 275f, 275g, 275h, 275i, 276, 277, 278, 279, 280, 281, and 282 (MCL 388.1603, 388.1606, 388.1606a, 388.1611, 388.1611a, 388.1611j, 388.1611k, 388.1611m, 388.1611s, 388.1615, 388.1618, 388.1620, 388.1620d, 388.1620f, 388.1620m, 388.1621b, 388.1621f, 388.1621h, 388.1622a, 388.1622b, 388.1622c, 388.1622d, 388.1622m, 388.1622p, 388.1624, 388.1624a, 388.1625f, 388.1625g, 388.1626a, 388.1626b, 388.1626c, 388.1626d, 388.1628, 388.1631a, 388.1631d, 388.1631f, 388.1631j, 388.1631n, 388.1631o, 388.1631p, 388.1631y, 388.1631z, 388.1632d, 388.1632p, 388.1635a, 388.1635d, 388.1635f, 388.1635g, 388.1635h, 388.1639, 388.1639a, 388.1641, 388.1651a, 388.1651c, 388.1651d, 388.1651q, 388.1653a, 388.1654, 388.1654b, 388.1654d, 388.1655, 388.1656, 388.1661a, 388.1661b, 388.1661c, 388.1661d, 388.1662, 388.1665, 388.1667, 388.1667a, 388.1674, 388.1681, 388.1694, 388.1694a, 388.1695b, 388.1697, 388.1697a, 388.1698, 388.1698b, 388.1699h, 388.1699i, 388.1699s, 388.1699t, 388.1699u, 388.1699x, 388.1699aa, 388.1701, 388.1704, 388.1704f, 388.1704h, 388.1707, 388.1747, 388.1747a, 388.1747b, 388.1747c, 388.1747e, 388.1752a, 388.1752b, 388.1801, 388.1802a, 388.1806, 388.1807a, 388.1807b, 388.1807c, 388.1809, 388.1809a, 388.1810h, 388.1826b, 388.1826d, 388.1826g, 388.1829, 388.1829a, 388.1830, 388.1836, 388.1836b, 388.1836c, 388.1836h, 388.1837b, 388.1841, 388.1845a, 388.1851, 388.1852, 388.1856, 388.1859, 388.1860, 388.1863, 388.1864, 388.1865, 388.1865a, 388.1865b, 388.1867, 388.1868, 388.1869, 388.1870c, 388.1874, 388.1875, 388.1875b, 388.1875f, 388.1875g, 388.1875h, 388.1875i, 388.1876, 388.1877, 388.1878, 388.1879, 388.1880, 388.1881, and 388.1882), sections 3, 202a, 237b, and 275 as amended by 2020 PA 165, sections 6, 6a, 11a, 11j, 11k, 11m, 11s, 15, 18, 20, 20d, 20f, 21f, 21h, 22a, 22b, 22d, 22m, 22p, 24, 24a, 25f, 25g, 26a, 26b, 26c, 28, 31a, 31d, 31f, 31j, 31n, 32d, 32p, 35a, 35d, 35f, 39, 39a, 41, 51a, 51c, 51d, 53a, 54, 54b, 54d, 55, 56, 61a, 61b, 61c, 61d, 62, 65, 67, 67a, 74, 81, 94, 94a, 95b, 98, 99h, 99i, 99s, 99t, 99u, 99x, 101, 104, 104f, 107, 147, 147a, 147b, 147c, 147e, 152a, and 152b as amended and sections 20m, 22c, 26d, 31o, 31p, 31y, 31z, 35g, 35h, 51g, 97, 97a, 98b, 99aa, and 104h as added by 2021 PA 48, section 11 as amended by 2022 PA 93, section 21b as amended by 2014 PA 196, sections 201, 206, 207a, 207b, 207c, 209, 209a, 226b, 226d, 229, 229a, 230, 236, 236b, 236c, 241, 245a, 256, 259, 260, 263, 264, 265, 265b, 267, 268, 269, 270c, 274, 275f, 275g, 275h, 275i, 276, 277, 278, 279, 280, 281, and 282 as amended and sections 210h, 226g, and 236h as added by 2021 PA 86, sections



251 and 252 as amended by 2019 PA 162, section 265a as amended by 2019 PA 62, and section 275b as amended by 2018 PA 265, and by adding sections 8c, 11x, 11y, 23f, 27a, 27b, 27c, 27d, 27e, 27f, 30c, 31q, 31aa, 31bb, 31cc, 31dd, 31ee, 32n, 32t, 32u, 41b, 51e, 61i, 67c, 67d, 67e, 97b, 97e, 97f, 98c, 99cc, 99dd, 99ee, 104i, 216, 216a, 216b, 226e, 226f, 227, 227a, 236j, 236k, 265f, 265g, 266a, 274a, 275j, and 275k; and to repeal acts and parts of acts.

Jim Stamas	Thomas A. Albert
Wayne A. Schmidt	Brad Paquette
Curtis Hertel Jr.	Joe Tate
Conferees for the Senate	Conferees for the House



# HOUSE SUBSTITUTE FOR SENATE BILL NO. 845

A bill to amend 1979 PA 94, entitled "The state school aid act of 1979,"

by amending sections 3, 6, 6a, 11, 11a, 11j, 11k, 11m, 11s, 15, 18, 20, 20d, 20f, 20m, 21b, 21f, 21h, 22a, 22b, 22c, 22d, 22m, 22p, 24, 24a, 25f, 25g, 26a, 26b, 26c, 26d, 28, 31a, 31d, 31f, 31j, 31n, 31o, 31p, 31y, 31z, 32d, 32p, 35a, 35d, 35f, 35g, 35h, 39, 39a, 41, 51a, 51c, 51d, 51g, 53a, 54, 54b, 54d, 55, 56, 61a, 61b, 61c, 61d, 62, 65, 67, 67a, 74, 81, 94, 94a, 95b, 97, 97a, 98, 98b, 99h, 99i, 99s, 99t, 99u, 99x, 99aa, 101, 104, 104f, 104h, 107, 147, 147a, 147b, 147c, 147e, 152a, 152b, 201, 202a, 206, 207a, 207b, 207c, 209, 209a, 210h, 226b, 226d, 226g, 229, 229a, 230, 236, 236b, 236c, 236h, 237b, 241, 245a, 251, 252, 256, 259, 260, 263, 264, 265, 265a, 265b, 267, 268, 269, 270c, 274, 275, 275b, 275f, 275g, 275h,



275i, 276, 277, 278, 279, 280, 281, and 282 (MCL 388.1603, 388.1606, 388.1606a, 388.1611, 388.1611a, 388.1611j, 388.1611k, 388.1611m, 388.1611s, 388.1615, 388.1618, 388.1620, 388.1620d, 388.1620f, 388.1620m, 388.1621b, 388.1621f, 388.1621h, 388.1622a, 388.1622b, 388.1622c, 388.1622d, 388.1622m, 388.1622p, 388.1624, 388.1624a, 388.1625f, 388.1625g, 388.1626a, 388.1626b, 388.1626c, 388.1626d, 388.1628, 388.1631a, 388.1631d, 388.1631f, 388.1631j, 388.1631n, 388.1631o, 388.1631p, 388.1631y, 388.1631z, 388.1632d, 388.1632p, 388.1635a, 388.1635d, 388.1635f, 388.1635q, 388.1635h, 388.1639, 388.1639a, 388.1641, 388.1651a, 388.1651c, 388.1651d, 388.1651q, 388.1653a, 388.1654, 388.1654b, 388.1654d, 388.1655, 388.1656, 388.1661a, 388.1661b, 388.1661c, 388.1661d, 388.1662, 388.1665, 388.1667, 388.1667a, 388.1674, 388.1681, 388.1694, 388.1694a, 388.1695b, 388.1697, 388.1697a, 388.1698, 388.1698b, 388.1699h, 388.1699i, 388.1699s, 388.1699t, 388.1699u, 388.1699x, 388.1699aa, 388.1701, 388.1704, 388.1704f, 388.1704h, 388.1707, 388.1747, 388.1747a, 388.1747b, 388.1747c, 388.1747e, 388.1752a, 388.1752b, 388.1801, 388.1802a, 388.1806, 388.1807a, 388.1807b, 388.1807c, 388.1809, 388.1809a, 388.1810h, 388.1826b, 388.1826d, 388.1826q, 388.1829, 388.1829a, 388.1830, 388.1836, 388.1836b, 388.1836c, 388.1836h, 388.1837b, 388.1841, 388.1845a, 388.1851, 388.1852, 388.1856, 388.1859, 388.1860, 388.1863, 388.1864, 388.1865, 388.1865a, 388.1865b, 388.1867, 388.1868, 388.1869, 388.1870c, 388.1874, 388.1875, 388.1875b, 388.1875f, 388.1875g, 388.1875h, 388.1875i, 388.1876, 388.1877, 388.1878, 388.1879, 388.1880, 388.1881, and 388.1882), sections 3, 202a, 237b, and 275 as amended by 2020 PA 165, sections 6, 6a, 11a, 11j, 11k, 11m, 11s, 15, 18, 20, 20d, 20f, 21f, 21h, 22a, 22b, 22d, 22m, 22p, 24, 24a, 25f, 25g, 26a, 26b, 26c, 28, 31a, 31d, 31f, 31j, 31n, 32d, 32p,



35a, 35d, 35f, 39, 39a, 41, 51a, 51c, 51d, 53a, 54, 54b, 54d, 55, 56, 61a, 61b, 61c, 61d, 62, 65, 67, 67a, 74, 81, 94, 94a, 95b, 98, 99h, 99i, 99s, 99t, 99u, 99x, 101, 104, 104f, 107, 147, 147a, 147b, 147c, 147e, 152a, and 152b as amended and sections 20m, 22c, 26d, 31o, 31p, 31y, 31z, 35q, 35h, 51q, 97, 97a, 98b, 99aa, and 104h as added by 2021 PA 48, section 11 as amended by 2022 PA 93, section 21b as amended by 2014 PA 196, sections 201, 206, 207a, 207b, 207c, 209, 209a, 226b, 226d, 229, 229a, 230, 236, 236b, 236c, 241, 245a, 256, 259, 260, 263, 264, 265, 265b, 267, 268, 269, 270c, 274, 275f, 275g, 275h, 275i, 276, 277, 278, 279, 280, 281, and 282 as amended and sections 210h, 226q, and 236h as added by 2021 PA 86, sections 251 and 252 as amended by 2019 PA 162, section 265a as amended by 2019 PA 62, and section 275b as amended by 2018 PA 265, and by adding sections 8c, 11x, 11y, 23f, 27a, 27b, 27c, 27d, 27e, 27f, 30c, 31q, 31aa, 31bb, 31cc, 31dd, 31ee, 32n, 32t, 32u, 41b, 51e, 61i, 67c, 67d, 67e, 97b, 97e, 97f, 98c, 99cc, 99dd, 99ee, 104i, 216, 216a, 216b, 226e, 226f, 227, 227a, 236j, 236k, 265f, 265g, 266a, 274a, 275j, and 275k; and to repeal acts and parts of acts.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 3. (1) "Average daily attendance", for the purposes of complying with federal law, means 92% of the pupils counted in membership on the pupil membership count day, as defined in section 6(7).
  - (2) "Board" means the governing body of a district or public school academy.
  - (3) "Center" means the center for educational performance and information created in section 94a.
- 9 (4) "Community district" means a school district organized10 under part 5b of the revised school code, MCL 380.381 to 380.396.



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- 1 (5) "Cooperative education program" means a written voluntary
  2 agreement between and among districts to provide certain
  3 educational programs for pupils in certain groups of districts. The
  4 written agreement must be approved by all affected districts at
  5 least annually and must specify the educational programs to be
  6 provided and the estimated number of pupils from each district who
  7 will participate in the educational programs.
- 8 (6) "Department", except as otherwise provided in this9 article, means the department of education.
  - (7) "District" means, except as otherwise specifically provided in this act, a local school district established under the revised school code or, except in sections 6(4), 6(6), 11x, 11y, 13, 20, 22a, 22p, 31a, 51a(14), 105, 105c, and 166b, a public school academy. Except in section 20, district also includes a community district.
  - (8) "District of residence", except as otherwise provided in this subsection, means the district in which a pupil's custodial parent or parents or legal guardian resides. For a pupil described in section 24b, the pupil's district of residence is the district in which the pupil enrolls under that section. For a pupil described in section 6(4)(d), the pupil's district of residence is considered to be the district or intermediate district in which the pupil is counted in membership under that section. For a pupil under court jurisdiction who is placed outside the district in which the pupil's custodial parent or parents or legal guardian resides, the pupil's district of residence is considered to be the educating district or educating intermediate district.
  - (9) "District superintendent" means the superintendent of a district or the chief administrator of a public school academy.

Sec. 6. (1) "Center program" means a program operated by a 1 2 district or by an intermediate district for special education pupils from several districts in programs for pupils with autism 3 spectrum disorder, pupils with severe cognitive impairment, pupils 4 with moderate cognitive impairment, pupils with severe multiple 5 6 impairments, pupils with hearing impairment, pupils with visual 7 impairment, and pupils with physical impairment or other health 8 impairment. Programs for pupils with emotional impairment housed in 9 buildings that do not serve regular education pupils also qualify. 10 Unless otherwise approved by the department, a center program 11 either serves all constituent districts within an intermediate district or serves several districts with less than 50% of the 12 pupils residing in the operating district. In addition, special 13 14 education center program pupils placed part-time in noncenter 15 programs to comply with the least restrictive environment 16 provisions of section 1412 of the individuals with disabilities education act, 20 USC 1412, may be considered center program pupils 17 18 for pupil accounting purposes for the time scheduled in either a 19 center program or a noncenter program.

- (2) "District and high school graduation rate" means the annual completion and pupil dropout rate that is calculated by the center pursuant to nationally recognized standards.
- (3) "District and high school graduation report" means a report of the number of pupils, excluding adult education participants, in the district for the immediately preceding school year, adjusted for those pupils who have transferred into or out of the district or high school, who leave high school with a diploma or other credential of equal status.
  - (4) "Membership", except as otherwise provided in this

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subsection or this article, means for a district, a public school 1 academy, or an intermediate district the sum of the product of .90 2 times the number of full-time equated pupils in grades K to 12 3 actually enrolled and in regular daily attendance in the district, 4 public school academy, or intermediate district on the pupil 5 6 membership count day for the current school year, plus the product 7 of .10 times the final audited count from the supplemental count 8 day of full-time equated pupils in grades K to 12 actually enrolled 9 and in regular daily attendance in the district, public school 10 academy, or intermediate district for the immediately preceding 11 school year. A district's, public school academy's, or intermediate district's membership is adjusted as provided under section 25e for 12 pupils who enroll after the pupil membership count day in a strict 13 14 discipline academy operating under sections 1311b to 1311m of the 15 revised school code, MCL 380.1311b to 380.1311m. For 2021-2022 16 only, membership means for a district, a public school academy, or 17 an intermediate district, the sum of the product of .90 times the 18 number of full-time equated pupils in grades K to 12 actually 19 enrolled and in regular daily attendance in the district, public 20 school academy, or intermediate district on the pupil membership 21 count day for the current school year and the product of .10 times 22 the final audited count of the number of full-time equated pupils 23 engaged in pandemic learning for spring 2021, or, for a public 24 school academy that operates as a cyber school, as that term is 25 defined in section 551 of the revised school code, MCL 380.551, the 26 final audited count from the supplemental count day of full-time 27 equated pupils in grades K to 12 actually enrolled and in regular daily attendance in the public school academy for the immediately 28 29 preceding school year. All pupil counts used in this subsection are



- 1 as determined by the department and calculated by adding the number
- 2 of pupils registered for attendance plus pupils received by
- 3 transfer and minus pupils lost as defined by rules promulgated by
- 4 the superintendent, and as corrected by a subsequent department
- 5 audit. The amount of the foundation allowance for a pupil in
- 6 membership is determined under section 20. In making the
- 7 calculation of membership, all of the following, as applicable,
- 8 apply to determining the membership of a district, a public school
- 9 academy, or an intermediate district:
- 10 (a) Except as otherwise provided in this subsection, and
  11 pursuant to subsection (6), a pupil is counted in membership in the
  12 pupil's educating district or districts. An individual pupil must
  13 not be counted for more than a total of 1.0 full-time equated
- 14 membership.

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- 15 (b) If a pupil is educated in a district other than the 16 pupil's district of residence, if the pupil is not being educated as part of a cooperative education program, if the pupil's district 17 18 of residence does not give the educating district its approval to 19 count the pupil in membership in the educating district, and if the 20 pupil is not covered by an exception specified in subsection (6) to the requirement that the educating district must have the approval 21 of the pupil's district of residence to count the pupil in 22 23 membership, the pupil is not counted in membership in any district.
  - (c) A special education pupil educated by the intermediate district is counted in membership in the intermediate district.
  - (d) A pupil placed by a court or state agency in an on-grounds program of a juvenile detention facility, a child caring institution, or a mental health institution, or a pupil funded under section 53a, is counted in membership in the district or

- intermediate district approved by the department to operate the
   program.
- 3 (e) A pupil enrolled in the Michigan Schools for the Deaf and
  4 Blind is counted in membership in the pupil's intermediate district
  5 of residence.
- 6 (f) A pupil enrolled in a career and technical education
  7 program supported by a millage levied over an area larger than a
  8 single district or in an area vocational-technical education
  9 program established under section 690 of the revised school code,
  10 MCL 380.690, is counted in membership only in the pupil's district
  11 of residence.
- (g) A pupil enrolled in a public school academy is counted inmembership in the public school academy.
- 14 (h) For the purposes of this section and section 6a, for a 15 cyber school, as that term is defined in section 551 of the revised 16 school code, MCL 380.551, that is in compliance with section 553a 17 of the revised school code, MCL 380.553a, a pupil's participation in the cyber school's educational program is considered regular 18 daily attendance, and for a district or public school academy, a 19 20 pupil's participation in a virtual course as that term is defined in section 21f is considered regular daily attendance. Beginning 21 22 July 1, 2021, this subdivision is subject to section 8c. It is the 23 intent of the legislature that the immediately preceding sentence 24 apply retroactively and is effective July 1, 2021. For the purposes 25 of this subdivision, for a pupil enrolled in a cyber school, and utilizing sequential learning, all of the following apply with 26 27 regard to the participation means that term as defined in the pupil accounting manual, section 5-0-D: requirements for counting pupils 28 29 in membership-subsection 10.requirement as described in this

## 1 subdivision:

- 2 (i) Except as otherwise provided in this subdivision, the pupil
- 3 shall participate in each scheduled course on pupil membership
- 4 count day or supplemental count day, as applicable. If the pupil is
- 5 absent on pupil membership count day or supplemental count day, as
- 6 applicable, the pupil must attend and participate in class during
- 7 the next 10 consecutive school days if the absence was unexcused,
- 8 or during the next 30 calendar days if the absence was excused.
- 9 (ii) For a pupil who is not learning sequentially, 1 or more of
- 10 the following must be met on pupil membership count day or
- 11 supplemental count day, as applicable, for each scheduled course to
- 12 satisfy the participation requirement under this subdivision:
- 13 (A) The pupil attended a live lesson from the teacher.
- 14 (B) The pupil logged into a lesson or lesson activity and the
- 15 login can be documented.
- 16 (C) The pupil and teacher engaged in a subject-oriented
- 17 telephone conversation.
- 18 (D) There is documentation of an email dialogue between the
- 19 pupil and teacher.
- 20 (E) There is documentation of activity or work between the
- 21 learning coach and pupil.
- 22 (F) An alternate form of attendance as determined and agreed
- 23 upon by the cyber school and the pupil membership auditor was met.
- 24 (iii) For a pupil using sequential learning, the participation
- 25 requirement under this subdivision is satisfied if either of the
- 26 following occurs:
- 27 (A) Except as otherwise provided in this sub-subparagraph, the
- 28 pupil and the teacher of record or mentor complete a 2-way
- 29 interaction for 1 course during the week on which pupil membership



- 1 count day or supplemental count day, as applicable, occurs, and the
- 2 3 consecutive weeks following that week. However, if a school break
- 3 is scheduled during any of the weeks described in this sub-
- 4 subparagraph that is 4 or more days in length or instruction has
- 5 been canceled districtwide during any of the weeks described in
- 6 this sub-subparagraph for 3 or more school days, the district is
- 7 not required to ensure that the pupil and the teacher of record or
- 8 mentor completed a 2-way interaction for that week. As used in this
- 9 sub-subparagraph:
- 10 (I) "2-way interaction" means the communication that occurs
- 11 between the teacher of record or mentor and pupil, where 1 party
- 12 initiates communication and a response from the other party follows
- 13 that communication. Responses as described in this sub-sub-
- 14 subparagraph must be to the communication initiated by the teacher
- 15 of record or mentor, and not some other action taken. This
- 16 interaction may occur through, but is not limited to, means such as
- 17 email, telephone, instant messaging, or face-to-face conversation.
- 18 A parent- or legal-guardian-facilitated 2-way interaction is
- 19 considered a 2-way interaction if the pupil is in any of grades K
- 20 to 5 and does not yet possess the skills necessary to participate
- 21 in 2-way interactions unassisted. The interactions described in
- 22 this sub-sub-subparagraph must relate to a virtual course on the
- 23 pupil's schedule and pertain to course content or progress.
- 24 (II) "Mentor" means a professional employee of the district
- 25 who monitors the pupil's progress, ensures the pupil has access to
- 26 needed technology, is available for assistance, and ensures access
- 27 to the teacher of record. A mentor may also be the teacher of
- 28 record if the mentor meets the definition of a teacher of record
- 29 under this sub-subparagraph and the district is the provider for

- 1 the course.
- 2 (III) "Teacher of record" means a teacher to whom all of the
- 3 following apply:
- 4 (1) He or she is responsible for providing instruction,
- 5 determining instructional methods for each pupil, diagnosing
- 6 learning needs, assessing pupil learning, prescribing intervention
- 7 strategies and modifying lessons, reporting outcomes, and
- 8 evaluating the effects of instruction and support strategies. The
- 9 teacher of record may coordinate the distribution and assignment of
- 10 the responsibilities described in this sub-sub-sub-subparagraph
- 11 with other teachers participating in the instructional process for
- 12 a course.
- 13 (2) He or she is certified for the grade level or is working
- 14 under a valid substitute permit, authorization, or approval issued
- 15 by the department.
- 16 (3) He or she has a personnel identification code provided by
- 17 the center.
- 18 (IV) "Week" means a period that starts on Wednesday and ends
- 19 the following Tuesday.
- 20 (B) The pupil completes a combination of 1 or more of the
- 21 following activities for each scheduled course on pupil membership
- 22 count day or supplemental count day, as applicable:
- 23 (I) Documented attendance in a virtual course where
- 24 synchronous, live instruction occurred with the teacher.
- 25 (II) Documented completion of a course assignment.
- 26 (III) Documented completion of a course lesson or lesson
- 27 activity.
- 28 (IV) Documented pupil access to an ongoing lesson, which does
- 29 not include a login.



- 1 (V) Documented physical attendance on pupil membership count
  2 day or supplemental count day, as applicable, in each scheduled
  3 course, if the pupil will attend at least 50% of the instructional
  4 time for each scheduled course on-site, face-to-face with the
  5 teacher of record. As used in this sub-sub-subparagraph, "teacher
  6 of record" means that term as defined in subparagraph (iii) (A).
  - (iv) For purposes of subparagraph (iii), each scheduled course currently being attempted by the pupil, rather than every course on the pupil's schedule for the entire term, is considered a part of each scheduled course for the pupil.
  - (i) For a new district or public school academy beginning its operation after December 31, 1994, membership for the first 2 full or partial fiscal years of operation is determined as follows:
  - (i) If operations begin before the pupil membership count day for the fiscal year, membership is the average number of full-time equated pupils in grades K to 12 actually enrolled and in regular daily attendance on the pupil membership count day for the current school year and on the supplemental count day for the current school year, as determined by the department and calculated by adding the number of pupils registered for attendance on the pupil membership count day plus pupils received by transfer and minus pupils lost as defined by rules promulgated by the superintendent, and as corrected by a subsequent department audit, plus the final audited count from the supplemental count day for the current school year, and dividing that sum by 2.
  - (ii) If operations begin after the pupil membership count day for the fiscal year and not later than the supplemental count day for the fiscal year, membership is the final audited count of the number of full-time equated pupils in grades K to 12 actually

- enrolled and in regular daily attendance on the supplemental countday for the current school year.
- (i) If a district is the authorizing body for a public school 3 academy, then, in the first school year in which pupils are counted 4 5 in membership on the pupil membership count day in the public 6 school academy, the determination of the district's membership 7 excludes from the district's pupil count for the immediately 8 preceding supplemental count day any pupils who are counted in the 9 public school academy on that first pupil membership count day who 10 were also counted in the district on the immediately preceding 11 supplemental count day.
  - (k) For an extended school year program approved by the superintendent, a pupil enrolled, but not scheduled to be in regular daily attendance, on a pupil membership count day, is counted in membership.
  - (1) To be counted in membership, a pupil must meet the minimum age requirement to be eligible to attend school under section 1147 of the revised school code, MCL 380.1147, or must be enrolled under subsection (3) of that section, and must be less than 20 years of age on September 1 of the school year except as follows:
    - (i) A special education pupil who is enrolled and receiving instruction in a special education program or service approved by the department, who does not have a high school diploma, and who is less than 26 years of age as of September 1 of the current school year is counted in membership.
  - (ii) A pupil who is determined by the department to meet all of the following may be counted in membership:
- (A) Is enrolled in a public school academy or an alternativeeducation high school diploma program, that is primarily focused on

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educating pupils with extreme barriers to education, such as being
homeless as that term is defined under 42 USC 11302.

(B) Had dropped out of school.

- 4 (C) Is less than 22 years of age as of September 1 of the 5 current school year.
  - (iii) If a child does not meet the minimum age requirement to be eligible to attend school for that school year under section 1147 of the revised school code, MCL 380.1147, but will be 5 years of age not later than December 1 of that school year, the district may count the child in membership for that school year if the parent or legal guardian has notified the district in writing that he or she intends to enroll the child in kindergarten for that school year.
  - (m) An individual who has achieved a high school diploma is not counted in membership. An individual who has achieved a high school equivalency certificate is not counted in membership unless the individual is a student with a disability as that term is defined in R 340.1702 of the Michigan Administrative Code. An individual participating in a job training program funded under former section 107a or a jobs program funded under former section 107b, administered by the department of labor and economic opportunity, or participating in any successor of either of those 2 programs, is not counted in membership.
    - (n) If a pupil counted in membership in a public school academy is also educated by a district or intermediate district as part of a cooperative education program, the pupil is counted in membership only in the public school academy unless a written agreement signed by all parties designates the party or parties in which the pupil is counted in membership, and the instructional time scheduled for the pupil in the district or intermediate

- 1 district is included in the full-time equated membership
- 2 determination under subdivision (q) and section 101. However, for
- 3 pupils receiving instruction in both a public school academy and in
- 4 a district or intermediate district but not as a part of a
- 5 cooperative education program, the following apply:
- 6 (i) If the public school academy provides instruction for at
- 7 least 1/2 of the class hours required under section 101, the public
- 8 school academy receives as its prorated share of the full-time
- 9 equated membership for each of those pupils an amount equal to 1
- 10 times the product of the hours of instruction the public school
- 11 academy provides divided by the number of hours required under
- 12 section 101 for full-time equivalency, and the remainder of the
- 13 full-time membership for each of those pupils is allocated to the
- 14 district or intermediate district providing the remainder of the
- 15 hours of instruction.
- (ii) If the public school academy provides instruction for less
- 17 than 1/2 of the class hours required under section 101, the
- 18 district or intermediate district providing the remainder of the
- 19 hours of instruction receives as its prorated share of the full-
- 20 time equated membership for each of those pupils an amount equal to
- 21 1 times the product of the hours of instruction the district or
- 22 intermediate district provides divided by the number of hours
- 23 required under section 101 for full-time equivalency, and the
- 24 remainder of the full-time membership for each of those pupils is
- 25 allocated to the public school academy.
- 26 (o) An individual less than 16 years of age as of September 1
- 27 of the current school year who is being educated in an alternative
- 28 education program is not counted in membership if there are also
- 29 adult education participants being educated in the same program or

1 classroom.

- (p) The department shall give a uniform interpretation of full-time and part-time memberships.
- (g) The number of class hours used to calculate full-time equated memberships must be consistent with section 101. In determining full-time equated memberships for pupils who are enrolled in a postsecondary institution or for pupils engaged in an internship or work experience under section 1279h of the revised school code, MCL 380.1279h, a pupil is not considered to be less than a full-time equated pupil solely because of the effect of his or her postsecondary enrollment or engagement in the internship or work experience, including necessary travel time, on the number of class hours provided by the district to the pupil.
  - (r) Full-time equated memberships for pupils in kindergarten are determined by dividing the number of instructional hours scheduled and provided per year per kindergarten pupil by the same number used for determining full-time equated memberships for pupils in grades 1 to 12. However, to the extent allowable under federal law, for a district or public school academy that provides evidence satisfactory to the department that it used federal title I money in the 2 immediately preceding school fiscal years to fund full-time kindergarten, full-time equated memberships for pupils in kindergarten are determined by dividing the number of class hours scheduled and provided per year per kindergarten pupil by a number equal to 1/2 the number used for determining full-time equated memberships for pupils in grades 1 to 12. The change in the counting of full-time equated memberships for pupils in kindergarten that took effect for 2012-2013 is not a mandate.
    - (s) For a district or a public school academy that has pupils

1 enrolled in a grade level that was not offered by the district or

2 public school academy in the immediately preceding school year, the

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- 3 number of pupils enrolled in that grade level to be counted in
- 4 membership is the average of the number of those pupils enrolled
- 5 and in regular daily attendance on the pupil membership count day
- 6 and the supplemental count day of the current school year.
- 7 Membership is calculated by adding the number of pupils registered
- 8 for attendance in that grade level on the pupil membership count
- 9 day plus pupils received by transfer and minus pupils lost as
- 10 defined by rules promulgated by the superintendent, and as
- 11 corrected by subsequent department audit, plus the final audited
- 12 count from the supplemental count day for the current school year,
- 13 and dividing that sum by 2.

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- (t) A pupil enrolled in a cooperative education program may be counted in membership in the pupil's district of residence with the
- 16 written approval of all parties to the cooperative agreement.
- 17 (u) If, as a result of a disciplinary action, a district
- 18 determines through the district's alternative or disciplinary
- 19 education program that the best instructional placement for a pupil
- 20 is in the pupil's home or otherwise apart from the general school
- 21 population, if that placement is authorized in writing by the
- 22 district superintendent and district alternative or disciplinary
- 23 education supervisor, and if the district provides appropriate
- 24 instruction as described in this subdivision to the pupil at the
- 25 pupil's home or otherwise apart from the general school population,
- 26 the district may count the pupil in membership on a pro rata basis,
- 27 with the proration based on the number of hours of instruction the
- 28 district actually provides to the pupil divided by the number of
- 29 hours required under section 101 for full-time equivalency. For the

- purposes of this subdivision, a district is considered to be
  providing appropriate instruction if all of the following are met:
- 3 (i) The district provides at least 2 nonconsecutive hours of
  4 instruction per week to the pupil at the pupil's home or otherwise
  5 apart from the general school population under the supervision of a
  6 certificated teacher.
- 7 (ii) The district provides instructional materials, resources,
  8 and supplies that are comparable to those otherwise provided in the
  9 district's alternative education program.
- 10 (iii) Course content is comparable to that in the district's
  11 alternative education program.
  - (iv) Credit earned is awarded to the pupil and placed on the pupil's transcript.
- (v) If a pupil was enrolled in a public school academy on the pupil membership count day, if the public school academy's contract with its authorizing body is revoked or the public school academy otherwise ceases to operate, and if the pupil enrolls in a district within 45 days after the pupil membership count day, the department shall adjust the district's pupil count for the pupil membership count day to include the pupil in the count.
  - (w) For a public school academy that has been in operation for at least 2 years and that suspended operations for at least 1 semester and is resuming operations, membership is the sum of the product of .90 times the number of full-time equated pupils in grades K to 12 actually enrolled and in regular daily attendance on the first pupil membership count day or supplemental count day, whichever is first, occurring after operations resume, plus the product of .10 times the final audited count from the most recent pupil membership count day or supplemental count day that occurred

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1 before suspending operations, as determined by the superintendent.

2 (x) If a district's membership for a particular fiscal year, as otherwise calculated under this subsection, would be less than 3 1,550 pupils, the district has 4.5 or fewer pupils per square mile, 4 5 as determined by the department, and the district does not receive 6 funding under section 22d(2), the district's membership is 7 considered to be the membership figure calculated under this 8 subdivision. If a district educates and counts in its membership 9 pupils in grades 9 to 12 who reside in a contiguous district that 10 does not operate grades 9 to 12 and if 1 or both of the affected 11 districts request the department to use the determination allowed under this sentence, the department shall include the square 12 mileage of both districts in determining the number of pupils per 13 14 square mile for each of the districts for the purposes of this 15 subdivision. If a district has established a community engagement 16 advisory committee in partnership with the department of treasury, 17 is required to submit a deficit elimination plan or an enhanced 18 deficit elimination plan under section 1220 of the revised school code, MCL 380.1220, and is located in a city with a population 19 20 between 9,000 and 11,000, as determined by the department, that is in a county with a population between 150,000 and 160,000, as 21 determined by the department, the district's membership is 22 23 considered to be the membership figure calculated under this 24 subdivision. The membership figure calculated under this 25 subdivision is the greater of the following:

(i) The average of the district's membership for the 3-fiscal-year period ending with that fiscal year, calculated by adding the district's actual membership for each of those 3 fiscal years, as otherwise calculated under this subsection, and dividing the sum of

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- 1 those 3 membership figures by 3.
- 2 (ii) The district's actual membership for that fiscal year as3 otherwise calculated under this subsection.
- 4 (y) Full-time equated memberships for special education pupils 5 who are not enrolled in kindergarten but are enrolled in a classroom program under R 340.1754 of the Michigan Administrative 6 7 Code are determined by dividing the number of class hours scheduled and provided per year by 450. Full-time equated memberships for 8 9 special education pupils who are not enrolled in kindergarten but 10 are receiving early childhood special education services under R 340.1755 or R 340.1862 of the Michigan Administrative Code are 11 12 determined by dividing the number of hours of service scheduled and 13 provided per year per pupil by 180.
  - (z) A pupil of a district that begins its school year after Labor Day who is enrolled in an intermediate district program that begins before Labor Day is not considered to be less than a full-time pupil solely due to instructional time scheduled but not attended by the pupil before Labor Day.
  - (aa) For the first year in which a pupil is counted in membership on the pupil membership count day in a middle college program, the membership is the average of the full-time equated membership on the pupil membership count day and on the supplemental count day for the current school year, as determined by the department. If a pupil described in this subdivision was counted in membership by the operating district on the immediately preceding supplemental count day, the pupil is excluded from the district's immediately preceding supplemental count for the purposes of determining the district's membership.
    - (bb) A district or public school academy that educates a pupil



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- who attends a United States Olympic Education Center may count the
  pupil in membership regardless of whether or not the pupil is a
  resident of this state.
- 4 (cc) A pupil enrolled in a district other than the pupil's
  5 district of residence under section 1148(2) of the revised school
  6 code, MCL 380.1148, is counted in the educating district.
- 7 (dd) For a pupil enrolled in a dropout recovery program that 8 meets the requirements of section 23a, the pupil is counted as 1/129 of a full-time equated membership for each month that the district 10 operating the program reports that the pupil was enrolled in the 11 program and was in full attendance. However, if the special 12 membership counting provisions under this subdivision and the operation of the other membership counting provisions under this 13 14 subsection result in a pupil being counted as more than 1.0 FTE in 15 a fiscal year, the payment made for the pupil under sections 22a 16 and 22b must not be based on more than 1.0 FTE for that pupil, and 17 any portion of an FTE for that pupil that exceeds 1.0 is instead 18 paid under section 25q. The district operating the program shall 19 report to the center the number of pupils who were enrolled in the 20 program and were in full attendance for a month not later than 30 days after the end of the month. A district shall not report a 21 pupil as being in full attendance for a month unless both of the 22 23 following are met:
- (i) A personalized learning plan is in place on or before the
  first school day of the month for the first month the pupil
  participates in the program.
- (ii) The pupil meets the district's definition under section
  28 23a of satisfactory monthly progress for that month or, if the
  29 pupil does not meet that definition of satisfactory monthly

- progress for that month, the pupil did meet that definition of
  satisfactory monthly progress in the immediately preceding month
  and appropriate interventions are implemented within 10 school days
  after it is determined that the pupil does not meet that definition
  of satisfactory monthly progress.
- 6 (ee) A pupil participating in a virtual course under section7 21f is counted in membership in the district enrolling the pupil.
  - (ff) If a public school academy that is not in its first or second year of operation closes at the end of a school year and does not reopen for the next school year, the department shall adjust the membership count of the district or other public school academy in which a former pupil of the closed public school academy enrolls and is in regular daily attendance for the next school year to ensure that the district or other public school academy receives the same amount of membership aid for the pupil as if the pupil were counted in the district or other public school academy on the supplemental count day of the preceding school year.
- 18 (gg) If a special education pupil is expelled under section 19 1311 or 1311a of the revised school code, MCL 380.1311 and 20 380.1311a, and is not in attendance on the pupil membership count day because of the expulsion, and if the pupil remains enrolled in 21 the district and resumes regular daily attendance during that 22 23 school year, the district's membership is adjusted to count the pupil in membership as if he or she had been in attendance on the 24 25 pupil membership count day.
- (hh) A pupil enrolled in a community district is counted inmembership in the community district.
- (ii) A part-time pupil enrolled in a nonpublic school ingrades K to 12 in accordance with section 166b must not be counted

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- 1 as more than 0.75 of a full-time equated membership.
- 2 (jj) A district that borders another state or a public school
  3 academy that operates at least grades 9 to 12 and is located within
  4 20 miles of a border with another state may count in membership a
  5 pupil who is enrolled in a course at a college or university that
  6 is located in the bordering state and within 20 miles of the border
  7 with this state if all of the following are met:
- 8 (i) The pupil would meet the definition of an eligible student
  9 under the postsecondary enrollment options act, 1996 PA 160, MCL
  10 388.511 to 388.524, if the course were an eligible course under
  11 that act.
  - (ii) The course in which the pupil is enrolled would meet the definition of an eligible course under the postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to 388.524, if the course were provided by an eligible postsecondary institution under that act.
  - (iii) The department determines that the college or university is an institution that, in the other state, fulfills a function comparable to a state university or community college, as those terms are defined in section 3 of the postsecondary enrollment options act, 1996 PA 160, MCL 388.513, or is an independent nonprofit degree-granting college or university.
  - (*iv*) The district or public school academy pays for a portion of the pupil's tuition at the college or university in an amount equal to the eligible charges that the district or public school academy would pay to an eligible postsecondary institution under the postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to 388.524, as if the course were an eligible course under that act.



- (v) The district or public school academy awards high school
   credit to a pupil who successfully completes a course as described
   in this subdivision.
- 4 (kk) A pupil enrolled in a middle college program may be
  5 counted for more than a total of 1.0 full-time equated membership
  6 if the pupil is enrolled in more than the minimum number of
  7 instructional days and hours required under section 101 and the
  8 pupil is expected to complete the 5-year program with both a high
  9 school diploma and at least 60 transferable college credits or is
  10 expected to earn an associate's degree in fewer than 5 years.
  - (*ll*) If a district's or public school academy's membership for a particular fiscal year, as otherwise calculated under this subsection, includes pupils counted in membership who are enrolled under section 166b, all of the following apply for the purposes of this subdivision:
  - (i) If the district's or public school academy's membership for pupils counted under section 166b equals or exceeds 5% of the district's or public school academy's membership for pupils not counted in membership under section 166b in the immediately preceding fiscal year, then the growth in the district's or public school academy's membership for pupils counted under section 166b must not exceed 10%.
  - (ii) If the district's or public school academy's membership for pupils counted under section 166b is less than 5% of the district's or public school academy's membership for pupils not counted in membership under section 166b in the immediately preceding fiscal year, then the district's or public school academy's membership for pupils counted under section 166b must not exceed the greater of the following:

- (A) 5% Five percent of the district's or public school
   academy's membership for pupils not counted in membership under
   section 166b.
- 4 (B) 10%—Ten percent more than the district's or public school 5 academy's membership for pupils counted under section 166b in the 6 immediately preceding fiscal year.
- 7 (iii) If 1 or more districts consolidate or are parties to an
  8 annexation, then the calculations under subparagraphs (i) and (ii)
  9 must be applied to the combined total membership for pupils counted
  10 in those districts for the fiscal year immediately preceding the
  11 consolidation or annexation.
- 12 (5) "Public school academy" means that term as defined in 13 section 5 of the revised school code, MCL 380.5.
- 14 (6) "Pupil" means an individual in membership in a public 15 school. A district must have the approval of the pupil's district 16 of residence to count the pupil in membership, except approval by 17 the pupil's district of residence is not required for any of the 18 following:
- (a) A nonpublic part-time pupil enrolled in grades K to 12 inaccordance with section 166b.
- (b) A pupil receiving 1/2 or less of his or her instruction ina district other than the pupil's district of residence.
  - (c) A pupil enrolled in a public school academy.
- (d) A pupil enrolled in a district other than the pupil's
  district of residence if the pupil is enrolled in accordance with
  section 105 or 105c.
- (e) A pupil who has made an official written complaint or
  whose parent or legal guardian has made an official written
  complaint to law enforcement officials and to school officials of

- 1 the pupil's district of residence that the pupil has been the
- 2 victim of a criminal sexual assault or other serious assault, if

- 3 the official complaint either indicates that the assault occurred
- 4 at school or that the assault was committed by 1 or more other
- 5 pupils enrolled in the school the pupil would otherwise attend in
- 6 the district of residence or by an employee of the district of
- 7 residence. A person who intentionally makes a false report of a
- 8 crime to law enforcement officials for the purposes of this
- 9 subdivision is subject to section 411a of the Michigan penal code,
- 10 1931 PA 328, MCL 750.411a, which provides criminal penalties for
- 11 that conduct. As used in this subdivision:
- 12 (i) "At school" means in a classroom, elsewhere on school
- 13 premises, on a school bus or other school-related vehicle, or at a
- 14 school-sponsored activity or event whether or not it is held on
- 15 school premises.
- 16 (ii) "Serious assault" means an act that constitutes a felony
- 17 violation of chapter XI of the Michigan penal code, 1931 PA 328,
- 18 MCL 750.81 to 750.90h, or that constitutes an assault and
- 19 infliction of serious or aggravated injury under section 81a of the
- 20 Michigan penal code, 1931 PA 328, MCL 750.81a.
- 21 (f) A pupil whose district of residence changed after the
- 22 pupil membership count day and before the supplemental count day
- 23 and who continues to be enrolled on the supplemental count day as a
- 24 nonresident in the district in which he or she was enrolled as a
- 25 resident on the pupil membership count day of the same school year.
- 26 (g) A pupil enrolled in an alternative education program
- 27 operated by a district other than his or her district of residence
- 28 who meets 1 or more of the following:
- (i) The pupil has been suspended or expelled from his or her

- 1 district of residence for any reason, including, but not limited
- 2 to, a suspension or expulsion under section 1310, 1311, or 1311a of
- **3** the revised school code, MCL 380.1310, 380.1311, and 380.1311a.
- 4 (ii) The pupil had previously dropped out of school.
- 5 (iii) The pupil is pregnant or is a parent.
- (iv) The pupil has been referred to the program by a court.
- 7 (h) A pupil enrolled in the Michigan Virtual School, for the
- 8 pupil's enrollment in the Michigan Virtual School.
- 9 (i) A pupil who is the child of a person who works at the
- 10 district or who is the child of a person who worked at the district
- 11 as of the time the pupil first enrolled in the district but who no
- 12 longer works at the district due to a workforce reduction. As used
- 13 in this subdivision, "child" includes an adopted child, stepchild,
- 14 or legal ward.
- 15 (j) An expelled pupil who has been denied reinstatement by the
- 16 expelling district and is reinstated by another school board under
- 17 section 1311 or 1311a of the revised school code, MCL 380.1311 and
- **18** 380.1311a.
- (k) A pupil enrolled in a district other than the pupil's
- 20 district of residence in a middle college program if the pupil's
- 21 district of residence and the enrolling district are both
- 22 constituent districts of the same intermediate district.
- (l) A pupil enrolled in a district other than the pupil's
- 24 district of residence who attends a United States Olympic Education
- 25 Center.
- 26 (m) A pupil enrolled in a district other than the pupil's
- 27 district of residence under section 1148(2) of the revised school
- 28 code, MCL 380.1148.
- (n) A pupil who enrolls in a district other than the pupil's



- 1 district of residence as a result of the pupil's school not making
- 2 adequate yearly progress under the no child left behind act of
- 3 2001, Public Law 107-110, or the every student succeeds act, Public
- **4** Law 114-95.
- 5 However, if a district educates pupils who reside in another
- 6 district and if the primary instructional site for those pupils is
- 7 established by the educating district after 2009-2010 and is
- 8 located within the boundaries of that other district, the educating
- 9 district must have the approval of that other district to count
- 10 those pupils in membership.
- 11 (7) "Pupil membership count day" of a district or intermediate
- 12 district means:
- 13 (a) Except as provided in subdivision (b), the first Wednesday
- 14 in October each school year or, for a district or building in which
- 15 school is not in session on that Wednesday due to conditions not
- 16 within the control of school authorities, with the approval of the
- 17 superintendent, the immediately following day on which school is in
- 18 session in the district or building.
- 19 (b) For a district or intermediate district maintaining school
- 20 during the entire school year, the following days:
- 21 (i) Fourth Wednesday in July.
- 22 (ii) First Wednesday in October.
- 23 (iii) Second Wednesday in February.
- 24 (iv) Fourth Wednesday in April.
- 25 (8) "Pupils in grades K to 12 actually enrolled and in regular
- 26 daily attendance" means, except as otherwise provided in this
- 27 section, pupils in grades K to 12 in attendance and receiving
- 28 instruction in all classes for which they are enrolled on the pupil
- 29 membership count day or the supplemental count day, as applicable.



Except as otherwise provided in this section and subsection, a 1 pupil who is absent from any of the classes in which the pupil is 2 enrolled on the pupil membership count day or supplemental count 3 day and who does not attend each of those classes during the 10 4 5 consecutive school days immediately following the pupil membership 6 count day or supplemental count day, except for a pupil who has 7 been excused by the district, is not counted as 1.0 full-time 8 equated membership. A Except as otherwise provided in this section, 9 a pupil who is excused from attendance on the pupil membership 10 count day or supplemental count day and who fails to attend each of 11 the classes in which the pupil is enrolled within 30 calendar days after the pupil membership count day or supplemental count day is 12 not counted as 1.0 full-time equated membership. In-Except as 13 14 otherwise provided in this section, in addition, a pupil who was 15 enrolled and in attendance in a district, intermediate district, or public school academy before the pupil membership count day or 16 supplemental count day of a particular year but was expelled or 17 18 suspended on the pupil membership count day or supplemental count 19 day is only counted as 1.0 full-time equated membership if the 20 pupil resumed attendance in the district, intermediate district, or public school academy within 45 days after the pupil membership 21 22 count day or supplemental count day of that particular year. A 23 Except as otherwise provided in this section, a pupil not counted 24 as 1.0 full-time equated membership due to an absence from a class 25 is counted as a prorated membership for the classes the pupil attended. For purposes of this subsection, "class" means either of 26 27 the following, as applicable: 28 (a) A period of time in 1 day when pupils and an individual

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who is appropriately placed under a valid certificate, substitute

- 1 permit, authorization, or approval issued by the department, are
- 2 together and instruction is taking place. This subdivision does not
- **3** apply for the 2020-2021, and 2021-2022, and 2022-2023 school years.
- **4** (b) For the 2020-2021, and 2021-2022, and 2022-2023 school
- 5 years only, a period of time in 1 day when pupils and a
- 6 certificated teacher, a teacher engaged to teach under section
- 7 1233b of the revised school code, MCL 380.1233b, or an individual
- 8 working under a valid substitute permit, authorization, or approval
- 9 issued by the department are together and instruction is taking
- 10 place.
- 11 (9) "Pupils engaged in pandemic learning for spring 2021"
- 12 means that term as defined in section 6a.
- (9) (10) "Rule" means a rule promulgated pursuant to the
- 14 administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to
- **15** 24.328.
- 16 (10) (11)—"The revised school code" means the revised school
- 17 code, 1976 PA 451, MCL 380.1 to 380.1852.
- 18 (11) (12) "School district of the first class", "first class
- 19 school district", and "district of the first class" mean, for the
- 20 purposes of this article only, a district that had at least 40,000
- 21 pupils in membership for the immediately preceding fiscal year.
- 22 (12) (13) "School fiscal year" means a fiscal year that
- 23 commences July 1 and continues through June 30.
- 24 (13) (14)—"State board" means the state board of education.
- 25 (14) (15)—"Superintendent", unless the context clearly refers
- 26 to a district or intermediate district superintendent, means the
- 27 superintendent of public instruction described in section 3 of
- 28 article VIII of the state constitution of 1963.
- 29 (15) (16) "Supplemental count day" means the day on which the

- supplemental pupil count is conducted under section 6a. or the day
   specified as supplemental count day under section 6a.
- (16) (17) "Tuition pupil" means a pupil of school age 3 attending school in a district other than the pupil's district of 4 5 residence for whom tuition may be charged to the district of 6 residence. Tuition pupil does not include a pupil who is a special 7 education pupil, a pupil described in subsection (6)(d) to (n), or 8 a pupil whose parent or guardian voluntarily enrolls the pupil in a 9 district that is not the pupil's district of residence. A pupil's 10 district of residence shall not require a high school tuition 11 pupil, as provided under section 111, to attend another school
- 13 (17) (18)—"State school aid fund" means the state school aid
  14 fund established in section 11 of article IX of the state
  15 constitution of 1963.

district after the pupil has been assigned to a school district.

- (18) (19) "Taxable value" means, except as otherwise provided in this article, the taxable value of property as determined under section 27a of the general property tax act, 1893 PA 206, MCL 211.27a.
  - (19) (20)—"Textbook" means a book, electronic book, or other instructional print or electronic resource that is selected and approved by the governing board of a district and that contains a presentation of principles of a subject, or that is a literary work relevant to the study of a subject required for the use of classroom pupils, or another type of course material that forms the basis of classroom instruction.
- 27 (20) (21)—"Total state aid" or "total state school aid",
  28 except as otherwise provided in this article, means the total
  29 combined amount of all funds due to a district, intermediate

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district, or other entity under this article. 1 2 Sec. 6a. (1) Except as otherwise provided in this subsection and this act, in addition to the pupil membership count day, there 3 is a supplemental pupil count of the number of full-time equated 4 5 pupils in grades K-12 actually enrolled and in regular daily 6 attendance in a district or intermediate district on the second 7 Wednesday in February or, for a district that is not in session on 8 that day due to conditions not within the control of school 9 authorities, with the approval of the superintendent, the 10 immediately following day on which the district is in session.  $\tau$ 11 but, for 2020-2021 only, in addition to the pupil membership count day, there is a supplemental pupil count of the number of full-time 12 equated pupils engaged in pandemic learning for spring 2021 or, for 13 14 a district that operates as a cyber school, as that term is defined 15 in section 551 of the revised school code, MCL 380.551, the number 16 of full-time equated pupils in grades K to 12 actually enrolled and 17 in regular attendance in the district on 2020-2021 supplemental 18 count day. For the purposes of this act, and except as otherwise provided in this subsection, the day on which the supplemental 19 20 pupil count is conducted is the supplemental count day. For 2020-21 2021, for purposes of this act, and except as otherwise specifically provided in this article, supplemental count day is 22 23 the second Wednesday in February or, for a district that is not in 24 session on that day due to conditions not within the control of 25 school authorities, with the approval of the superintendent, the



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28 29 immediately following day on which the district is in session. A

district is considered to be in session for purposes of this subsection when the district is providing pupil instruction

pursuant to an extended COVID-19 learning plan approved under

1 section 98a.

- (2) As used in this section, "pupils engaged in pandemic learning for spring 2021" means pupils in grades K to 12 who are enrolled in a district, excluding a district that operates as a cyber school, as that term is defined in section 551 of the revised school code, MCL 380.551, or intermediate district and to which any of the following apply:
  - (a) For a pupil who is not learning sequentially, any of the following occurs for each of the pupil's scheduled courses:
- 10 (i) The pupil attends a live lesson from the pupil's teacher or
  11 at least 1 of the pupil's teachers on 2020-2021 supplemental count
  12 day.
  - (ii) The pupil logs into an online or virtual lesson or lesson activity on 2020-2021 supplemental count day and the login can be documented by the district or intermediate district.
- 16 (iii) The pupil and the pupil's teacher or at least 1 of the
  17 pupil's teachers engage in a subject-oriented telephone
  18 conversation on 2020-2021 supplemental count day.
  - (iv) The district or intermediate district documents that an email dialogue occurred between the pupil and the pupil's teacher or at least 1 of the pupil's teachers on 2020-2021 supplemental count day.
  - (b) For a pupil who is using sequential learning, any of the following occurs for each of the pupil's scheduled courses:
  - (i) The pupil attends a virtual course where synchronous, live instruction occurs with the pupil's teacher or at least 1 of the pupil's teachers on 2020-2021 supplemental count day and the attendance is documented by the district or intermediate district.
  - (ii) The pupil completes a course assignment on 2020-2021

1 supplemental count day and the completion is documented by the
2 district or intermediate district.

(iii) The pupil completes a course lesson or lesson activity on 2020-2021 supplemental count day and the completion is documented by the district or intermediate district.

(iv) The pupil accesses an ongoing lesson that is not a login on 2020-2021 supplemental count day and the access is documented by the district or intermediate district.

(c) At a minimum, 1 2-way interaction has occurred between the pupil and the pupil's teacher or at least 1 of the pupil's teachers or another district employee who has responsibility for the pupil's learning, grade progression, or academic progress during the week on which 2020-2021 supplemental count day falls and during each week for the 3 consecutive weeks after the week on which 2020-2021 supplemental count day falls. A district may utilize 2-way interactions that occur under this subdivision toward meeting the requirement under section 101(3)(h). As used in this subdivision:

between a pupil and the pupil's teacher or at least 1 of the pupil's teachers or another district employee who has responsibility for the pupil's learning, grade progression, or academic progress, where 1 party initiates communication and a response from the other party follows that communication, and that is relevant to course progress or course content for at least 1 of the courses in which the pupil is enrolled or relevant to the pupil's overall academic progress or grade progression. Responses, as described in this subparagraph, must be to communication initiated by the teacher, by another district employee who has responsibility for the pupil's learning, grade progression, or

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    academic progress, or by the pupil, and not some other action
    taken. The communication described in this subparagraph may occur
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    through, but is not limited to, any of the following means:
 3
         (A) Email.
 4
 5
         (B) Telephone.
 6
         (C) Instant messaging.
 7
         (D) Face-to-face conversation.
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         (ii) "Week" means a period beginning on Wednesday and ending on
 9
    the following Tuesday.
10
         (d) The pupil has not participated or completed an activity
    described in subdivision (a), (b), or (c) and the pupil was not
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    excused from participation or completion, but the pupil
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    participates in or completes an activity described in subdivision
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    (a) or (b) during the 10 consecutive school days immediately
    following the 2020-2021 supplemental count day.
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          (c) The pupil has not participated or completed an activity
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    described in subdivision (a), (b), or (c) and the pupil was excused
    from participation or completion, but the pupil participates in or
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    completes an activity described in subdivision (a) or (b) during
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    the 30 calendar days immediately following the 2020-2021
21
    supplemental count day.
22
          (f) The pupil meets the criteria of pupils in grades K to 12
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    actually enrolled and in regular daily attendance.
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          Sec. 8c. (1) Beginning July 1, 2021, the department shall not
    require, including, but not limited to, through the pupil
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    accounting manual or pupil auditing manual, for any of the
    following purposes, that a cyber school, as that term is defined in
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    section 551 of the revised school code, MCL 380.551, ensure that
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each pupil enrolled in the cyber school participate in all of the

- 1 hours of educational services made available to the pupil by the
- 2 cyber school or track a pupil's participation in the educational
- 3 program offered by the cyber school through attendance:
- 4 (a) For the purposes of section 6(4)(h), for establishing a
- 5 pupil's participation in the cyber school's educational program.
- 6 However, to the extent that the cyber school is required to track a
- 7 pupil's participation in the educational program offered by the
- 8 cyber school through attendance as specifically specified in
- 9 section 6(4)(h), it shall.
- 10 (b) For the receipt of any funding under this act, including,
- 11 but not limited to, the receipt of funding under section 51a.
- 12 (c) For purposes of section 101, for the application of the
- 13 exemption under section 101(11).
- 14 (2) It is the intent of the legislature that this section
- 15 apply retroactively and is effective July 1, 2021.
- Sec. 11. (1) For the fiscal year ending September 30, 2022,
- 17 there is appropriated for the public schools of this state and
- 18 certain other state purposes relating to education the sum of
- \$19 \$14,821,340,700.00 \$14,465,414,700.00 from the state school aid
- 20 fund, the sum of \$97,619,400.00 \$98,119,400.00 from the general
- 21 fund, an amount not to exceed \$72,000,000.00 from the community
- 22 district education trust fund created under section 12 of the
- 23 Michigan trust fund act, 2000 PA 489, MCL 12.262, and an amount not
- 24 to exceed \$100.00 from the water emergency reserve fund. For the
- 25 fiscal year ending September 30, 2023, there is appropriated for
- 26 the public schools of this state and certain other state purposes
- 27 relating to education the sum of \$16,754,072,900.00 from the state
- 28 school aid fund, the sum of \$112,000,000.00 from the general fund,
- 29 an amount not to exceed \$72,000,000.00 from the community district

- 1 education trust fund created under section 12 of the Michigan trust
- 2 fund act, 2000 PA 489, MCL 12.262, and an amount not to exceed
- 3 \$140,400,000.00 from the MPSERS retirement obligation reform
- 4 reserve fund created under section 147b. In addition, all available
- 5 federal funds are only appropriated as allocated in this article
- 6 for the fiscal year years ending September 30, 2022 and September
- 7 30, 2023.
- 8 (2) The appropriations under this section are allocated as
- 9 provided in this article. Money appropriated under this section
- 10 from the general fund must be expended to fund the purposes of this
- 11 article before the expenditure of money appropriated under this
- 12 section from the state school aid fund.
- 13 (3) Any general fund allocations under this article that are
- 14 not expended by the end of the fiscal year are transferred to the
- 15 school aid stabilization fund created under section 11a.
- 16 Sec. 11a. (1) The school aid stabilization fund is created as
- 17 a separate account within the state school aid fund.
- 18 (2) The state treasurer may receive money or other assets from
- 19 any source for deposit into the school aid stabilization fund. The
- 20 state treasurer shall deposit into the school aid stabilization
- 21 fund all of the following:
- 22 (a) Unexpended and unencumbered state school aid fund revenue
- 23 for a fiscal year that remains in the state school aid fund as of
- 24 the bookclosing for that fiscal year.
- 25 (b) Money statutorily dedicated to the school aid
- 26 stabilization fund.
- (c) Money appropriated to the school aid stabilization fund.
- 28 (3) Money available in the school aid stabilization fund may
- 29 not be expended without a specific appropriation from the school



- aid stabilization fund. Money in the school aid stabilization fund
  must be expended only for purposes for which state school aid fund
  money may be expended.
- 4 (4) The state treasurer shall direct the investment of the
  5 school aid stabilization fund. The state treasurer shall credit to
  6 the school aid stabilization fund interest and earnings from fund
  7 investments.
- 8 (5) Money in the school aid stabilization fund at the close of
  9 a fiscal year remains in the school aid stabilization fund and does
  10 not lapse to the unreserved school aid fund balance or the general
  11 fund.
- (6) If the maximum amount appropriated under section 11 from 12 the state school aid fund for a fiscal year exceeds the amount 13 14 available for expenditure from the state school aid fund for that 15 fiscal year, there is appropriated from the school aid stabilization fund to the state school aid fund an amount equal to 16 the projected shortfall as determined by the department of 17 18 treasury, but not to exceed available money in the school aid stabilization fund. If the money in the school aid stabilization 19 20 fund is insufficient to fully fund an amount equal to the projected 21 shortfall, the state budget director shall notify the legislature 22 as required under section 296(2) and state payments in an amount 23 equal to the remainder of the projected shortfall must be prorated 24 in the manner provided under section 296(3).
- 25 (7) For 2021-2022, 2022-2023, in addition to the
  26 appropriations in section 11, there is appropriated from the school
  27 aid stabilization fund to the state school aid fund the amount
  28 necessary to fully fund the allocations under this article.
- Sec. 11j. From the state school aid fund money appropriated in

section 11, there is allocated an amount not to exceed 1 \$111,000,000.00 for  $\frac{2021-2022}{2022-2023}$  for payments to the school 2 loan bond redemption fund in the department of treasury on behalf 3 of districts and intermediate districts. Notwithstanding section 4 5 296 or any other provision of this act, funds allocated under this 6 section are not subject to proration and must be paid in full. 7 Sec. 11k. For <del>2021-2022, </del>**2022-2023**, there is appropriated from 8 the general fund to the school loan revolving fund an amount equal 9 to the amount of school bond loans assigned to the Michigan finance 10 authority, not to exceed the total amount of school bond loans held 11 in reserve as long-term assets. As used in this section, "school loan revolving fund" means that fund created in section 16c of the 12 shared credit rating act, 1985 PA 227, MCL 141.1066c. 13 14 Sec. 11m. From the state school aid fund money appropriated in 15 section 11, there is allocated for 2020-2021-2022 an amount not to exceed \$8,700,000.00 \$1,000,000.00 and there is allocated 16 17 \$7,800,000.00 for fiscal year cash-flow borrowing costs solely 18 19 related to the state school aid fund established under section 11 20 of article IX of the state constitution of 1963. Sec. 11s. (1) From the state school aid fund money 21 appropriated in section 11, there is allocated \$5,000,000.00 for 22 23 2021-2022-2023 and from the general fund money appropriated in section 11, there is allocated \$3,075,000.00 for <del>2021-2022-</del>**2022-**24 25 2023 for the purpose of providing services and programs to children who reside within the boundaries of a district with the majority of 26 27 its territory located within the boundaries of a city for which an 28 executive proclamation of emergency concerning drinking water is 29 issued in the current or immediately preceding 6-7 fiscal years

- 1 under the emergency management act, 1976 PA 390, MCL 30.401 to
- 2 30.421, and that has at least 4,500 pupils in membership for the
- 3 2016-2017 fiscal year or has at least 2,900 pupils in membership
- 4 for a fiscal year after 2016-2017. From the funding appropriated in
- 5 section 11, there is allocated for 2021-2022 \$100.00 from the water
- 6 emergency reserve fund for the purposes of this section.
- 7 (2) From the general fund money allocated in subsection (1),
- 8 there is allocated to a district with the majority of its territory
- 9 located within the boundaries of a city for which an executive
- 10 proclamation of emergency concerning drinking water is issued in
- 11 the current or immediately preceding 6-7 fiscal years under the
- 12 emergency management act, 1976 PA 390, MCL 30.401 to 30.421, and
- 13 that has at least 4,500 pupils in membership for the 2016-2017
- 14 fiscal year or has at least 3,000-2,900 pupils in membership for a
- 15 fiscal year after 2016-2017, an amount not to exceed \$2,425,000.00
- 16 for  $\frac{2021-2022}{2022-2023}$  for the purpose of employing school nurses,
- 17 classroom aides, and school social workers. The district shall
- 18 provide a report to the department in a form, manner, and frequency
- 19 prescribed by the department. The department shall provide a copy
- 20 of that report to the governor, the house and senate school aid
- 21 subcommittees, the house and senate fiscal agencies, and the state
- 22 budget director within 5 days after receipt. The report must
- 23 provide at least the following information:
- 24 (a) How many personnel were hired using the funds allocated
- 25 under this subsection.
- 26 (b) A description of the services provided to pupils by those
- 27 personnel.
- (c) How many pupils received each type of service identified
- 29 in subdivision (b).



- (d) Any other information the department considers necessary
   to ensure that the children described in subsection (1) received
   appropriate levels and types of services.
- (3) For 2020-2021, from the state school aid fund money 4 appropriated in section 11, there is allocated \$2,400,000.00, and, 5 6 for 2021-2022, For 2022-2023, from the state school aid fund money 7 allocated in subsection (1), there is allocated an amount not to exceed \$2,000,000.00 to an intermediate district that has a 8 9 constituent district described in subsection (2) to provide state 10 early intervention services for children described in subsection 11 (1) who are between age 3 and age 5. The intermediate district shall use these funds to provide state early intervention services 12 that are similar to the services described in the early on Michigan 13 14 state plan.
  - (4) From the state school aid fund money allocated in subsection (1), there is allocated an amount not to exceed \$1,000,000.00 for 2021-2022-2022-2023 to the intermediate district described in subsection (3) to enroll children described in subsection (1) in school-day great start readiness programs, regardless of household income eligibility requirements contained in section 32d. The department shall administer this funding consistent with all other provisions that apply to great start readiness programs under sections 32d and 39.
  - (5) For <del>2021-2022,</del> **2022-2023**, from the general fund money allocated in subsection (1), there is allocated an amount not to exceed \$650,000.00 for nutritional services to children described in subsection (1).
- 28 (6) For 2021-2022, 2022-2023, from the state school aid fund
  29 money allocated in subsection (1), there is allocated an amount not

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- 1 to exceed \$2,000,000.00 to the intermediate district described in
- 2 subsection (3) for interventions and supports for students in K to
- 3 12 who were impacted by an executive proclamation of emergency
- 4 described in subsection (1) concerning drinking water. Funds under
- 5 this subsection must be used for behavioral supports, social
- 6 workers, counselors, psychologists, nursing services, including,
- 7 but not limited to, vision and hearing services, transportation
- 8 services, parental engagement, community coordination, and other
- 9 support services.
- 10 (7) In addition to the allocation under subsection (1), from
- 11 the general fund money appropriated under section 11, there is
- 12 allocated an amount not to exceed \$1,000,000.00 for 2021-2022 2022-
- 13 2023 only for an early childhood collaborative that serves students
- 14 located in a county with a population of not less than 400,000 or
- 15 more than 500,000. The funds allocated under this subsection must
- 16 be used to continue the expansion of early childhood services in
- 17 response to an executive proclamation of emergency described in
- 18 this section concerning drinking water.
- 19 (8) In addition to the allocation under subsection (1), from
- 20 the general fund money appropriated under section 11, there is
- 21 allocated an amount not to exceed \$1,384,900.00 for 2021-2022 only
- 22 for the early childhood collaborative described in subsection (7)
- 23 to be used in support of enrollment software and staff. The
- 24 collaborative described in this subsection may use back-office
- 25 supports from Genesee Intermediate School District and the Genesee
- 26 County Community Action Resource Department to reduce project costs
- 27 for purposes of this subsection. The collaborative described in
- 28 this subsection must ensure that all of the following are met:
- 29 (a) It chooses an enrollment program for purposes of this

1	subsection that provides families with all of the following:
2	(i) A coordinated information campaign.
3	$rac{(ii)}{}$ Coordinated eligibility determination and preferences.
4	(iii) A coordinated application.
5	(iv) Highly qualified full-time and seasonal enrollment and
6	analytics staff.
7	(v) Content built with language services, program overhead,
8	equipment, and supplies.
9	(b) The enrollment program selected by the collaborative for
10	purposes of this subsection has a record of improving enrollment in
11	New Orleans.
12	(c) The enrollment program selected by the collaborative for
13	purposes of this subsection received funds from the C.S. Mott
14	Foundation for the project.
15	(d) It complies with application and reporting requirements as
16	determined by the department.
17	(e) It allocates the funds received under this subsection over
18	3 phases, to provide explicit, targeted enrollment within an
19	individualized enrollment system that continually adjusts to a
20	family's needs.
21	(8) $(9)$ —In addition to other funding allocated and
22	appropriated in this section, there is appropriated an amount not
23	to exceed \$5,000,000.00 for <del>2021-2022</del> - <b>2022-2023</b> for state
24	restricted contingency funds. These contingency funds are not
25	available for expenditure until they have been transferred to a
26	section within this article under section 393(2) of the management
27	and budget act, 1984 PA 431, MCL 18.1393.



(9) (10) Notwithstanding section 17b, the department shall

make payments under this section on a schedule determined by the

- 1 department.
- 2 Sec. 11x. (1) The school consolidation and infrastructure fund
- 3 is created as a separate account within the state school aid fund
- 4 for the purpose of improving student academic outcomes, increasing
- 5 the efficiency of the state's public education system, and creating
- 6 a healthy and safe space for students in this state.
- 7 (2) The state treasurer may receive money or other assets from
- 8 any source for deposit into the school consolidation and
- 9 infrastructure fund. The state treasurer shall direct the
- 10 investment of the school consolidation and infrastructure fund. The
- 11 state treasurer shall credit to the school consolidation and
- 12 infrastructure fund interest and earnings from school consolidation
- 13 and infrastructure fund investments.
- 14 (3) Money in the school consolidation and infrastructure fund
- 15 at the close of the fiscal year remains in the school consolidation
- 16 and infrastructure fund and does not lapse to the state school aid
- 17 fund or the general fund.
- 18 (4) The department of treasury is the administrator of the
- 19 school consolidation and infrastructure fund for auditing purposes.
- 20 (5) Money available in the school consolidation and
- 21 infrastructure fund must not be expended without a specific
- 22 appropriation. No more than 50% of funds in the school
- 23 consolidation and infrastructure fund may be appropriated for non-
- 24 consolidation-related infrastructure projects.
- 25 (6) From the state school aid fund money appropriated under
- 26 section 11, there is allocated for 2022-2023 only an amount not to
- 27 exceed \$5,000,000.00 for grants to districts and intermediate
- 28 districts to support the cost of a feasibility study or analysis of
- 29 consolidation among 1 or more districts or among 1 or more

- 1 intermediate districts. Districts and intermediate districts may
- 2 apply for a grant under this section to the department on a first-
- 3 come, first-serve basis. The maximum amount of a grant to be
- 4 distributed under this section may not exceed \$250,000.00.
- 5 Notwithstanding section 17b, the department shall make payments
- 6 under this subsection on a schedule determined by the department.
- 7 (7) For the fiscal year ending September 30, 2022 only,
- 8 \$475,000,000.00 from the state school aid fund must be deposited
- 9 into the school consolidation and infrastructure fund.
- 10 (8) To be eligible for the receipt of funds appropriated from
- 11 the school consolidation and infrastructure fund created under this
- 12 section, a district must allow for the facility condition
- 13 assessments described in section 11y to be conducted in the
- 14 district.
- 15 Sec. 11y. (1) From the state school aid fund money
- 16 appropriated in section 11, there is allocated an amount not to
- 17 exceed \$20,000,000.00 for 2022-2023 only for a statewide school
- 18 facilities study as prescribed in this section.
- 19 (2) The department must award funds under this section to an
- 20 intermediate district or a consortium of intermediate districts.
- 21 (3) The recipient of funding under this section must use the
- 22 funds to coordinate with engineers from Michigan-based construction
- 23 companies familiar with school construction to perform facility
- 24 condition assessments of each school building in this state in
- 25 which students are educated that is operated by a district. As part
- 26 of the assessment described in this subsection, the engineers must
- 27 report to the recipient of funding under this section either of the
- 28 following, as applicable:
  - (a) If the engineers do not determine that the most cost-

effective way to bring a building to health, safety, and wellness standards is new construction, the investments required to ensure that the building meets health, safety, and wellness standards and

the estimated cost of the investments.

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- 5 (b) If the engineers determine that the most cost-effective 6 way to bring a building to health, safety, and wellness standards 7 is new construction, the estimated cost of the new construction 8 that meets the education needs of the student population currently 9 being served by the existing building.
  - (4) The recipient of funding under this section must provide a report to the house and senate appropriations subcommittees on school aid, the state budget director, the house and senate fiscal agencies, and the department summarizing the information it receives under subsection (3). The report described in this subsection must include, at a minimum, the estimated statewide costs received under subsection (3).
  - (5) Notwithstanding section 17b, the department shall make payments under this section on a schedule determined by the department.
  - Sec. 15. (1) If a district or intermediate district fails to receive its proper apportionment, the department, upon satisfactory proof that the district or intermediate district was entitled justly, shall apportion the deficiency in the next apportionment. Subject to subsections (2) and (3), if a district or intermediate district has received more than its proper apportionment, the department, upon satisfactory proof, shall deduct the excess in the next apportionment. Notwithstanding any other provision in this article, state aid overpayments to a district, other than overpayments in payments for special education or special education

- 1 transportation, may be recovered from any payment made under this
- 2 article other than a special education or special education
- 3 transportation payment, from the proceeds of a loan to the district
- 4 under the emergency municipal loan act, 1980 PA 243, MCL 141.931 to
- 5 141.942, or from the proceeds of millage levied or pledged under
- 6 section 1211 of the revised school code, MCL 380.1211. State aid
- 7 overpayments made in special education or special education
- 8 transportation payments may be recovered from subsequent special
- 9 education or special education transportation payments, from the
- 10 proceeds of a loan to the district under the emergency municipal
- 11 loan act, 1980 PA 243, MCL 141.931 to 141.942, or from the proceeds
- 12 of millage levied or pledged under section 1211 of the revised
- 13 school code, MCL 380.1211.
- 14 (2) If the result of an audit conducted by or for the
- 15 department affects the current fiscal year membership, the
- 16 department shall adjust affected payments in the current fiscal
- 17 year. A deduction due to an adjustment made as a result of an audit
- 18 conducted by or for the department, or as a result of information
- 19 obtained by the department from the district, an intermediate
- 20 district, the department of treasury, or the office of auditor
- 21 general, must be deducted from the district's apportionments when
- 22 the adjustment is finalized. At the request of the district and
- 23 upon the district presenting evidence satisfactory to the
- 24 department of the hardship, the department may grant up to an
- 25 additional 4 years for the adjustment and may advance payments to
- 26 the district otherwise authorized under this article if the
- 27 district would otherwise experience a significant hardship in
- 28 satisfying its financial obligations. However, a district that
- 29 presented satisfactory evidence of hardship and was undergoing an

extended adjustment during 2018-2019 may continue to use the periodof extended adjustment as originally granted by the department.

- (3) If, based on an audit by the department or the 3 department's designee or because of new or updated information 4 5 received by the department, the department determines that the 6 amount paid to a district or intermediate district under this 7 article for the current fiscal year or a prior fiscal year was 8 incorrect, the department shall make the appropriate deduction or 9 payment in the district's or intermediate district's allocation in 10 the next apportionment after the adjustment is finalized. The 11 department shall calculate the deduction or payment according to 12 the law in effect in the fiscal year in which the incorrect amount was paid. If the district does not receive an allocation for the 13 14 fiscal year or if the allocation is not sufficient to pay the 15 amount of any deduction, the amount of any deduction otherwise 16 applicable must be satisfied from the proceeds of a loan to the district under the emergency municipal loan act, 1980 PA 243, MCL 17 18 141.931 to 141.942, or from the proceeds of millage levied or pledged under section 1211 of the revised school code, MCL 19 20 380.1211, as determined by the department.
- 21 (4) If the department makes an adjustment under this section
  22 based in whole or in part on a membership audit finding that a
  23 district or intermediate district employed an educator in violation
  24 of certification requirements under the revised school code and
  25 rules promulgated by the department, the department shall prorate
  26 the adjustment according to the period of noncompliance with the
  27 certification requirements.
  - (5) The department may conduct audits, or may direct audits by designee of the department, for the current fiscal year and the

- immediately preceding fiscal year of all records related to a
   program for which a district or intermediate district has received
   funds under this article.
- 4 (6) Expenditures made by the department under this article
  5 that are caused by the write-off of prior year accruals may be
  6 funded by revenue from the write-off of prior year accruals.
  - (7) In addition to funds appropriated in section 11 for all programs and services, there is appropriated for 2021-2022 2022-2023 for obligations in excess of applicable appropriations an amount equal to the collection of overpayments, but not to exceed amounts available from overpayments.

Sec. 18. (1) Except as provided in another section of this article, each district or other entity shall apply the money received by the district or entity under this article to salaries and other compensation of teachers and other employees, tuition, transportation, lighting, heating, ventilation, water service, the purchase of textbooks, other supplies, and any other school operating expenditures defined in section 7. However, not more than 20% of the total amount received by a district under sections 22a and 22b or received by an intermediate district under section 81 may be transferred by the board to either the capital projects fund or to the debt retirement fund for debt service. A district or other entity shall not apply or take the money for a purpose other than as provided in this section. The department shall determine the reasonableness of expenditures and may withhold from a recipient of funds under this article the apportionment otherwise due upon a violation by the recipient. A district must not be prohibited or limited from using funds appropriated or allocated under this article that are permitted for use for noninstructional

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- services to contract or subcontract with an intermediate district,third party, or vendor for the noninstructional services.
- 3 (2) A district or intermediate district shall adopt an annual
- 4 budget in a manner that complies with the uniform budgeting and
- 5 accounting act, 1968 PA 2, MCL 141.421 to 141.440a. Within 15 days
- 6 after a district board adopts its annual operating budget for the
- 7 following school fiscal year, or after a district board adopts a
- 8 subsequent revision to that budget, the district shall make all of
- 9 the following available through a link on its website homepage, or
- 10 may make the information available through a link on its
- 11 intermediate district's website homepage, in a form and manner
- 12 prescribed by the department:
- 13 (a) The annual operating budget and subsequent budget
- 14 revisions.
- 15 (b) Using data that have already been collected and submitted
- 16 to the department, a summary of district expenditures for the most
- 17 recent fiscal year for which they are available, expressed in the
- 18 following 2 visual displays:
- (i) A chart of personnel expenditures, broken into the
- 20 following subcategories:
- 21 (A) Salaries and wages.
- 22 (B) Employee benefit costs, including, but not limited to,
- 23 medical, dental, vision, life, disability, and long-term care
- 24 benefits.
- 25 (C) Retirement benefit costs.
- (D) All other personnel costs.
- 27 (ii) A chart of all district expenditures, broken into the
- 28 following subcategories:
- 29 (A) Instruction.



- 1 (B) Support services.
- 2 (C) Business and administration.
- 3 (D) Operations and maintenance.
- 4 (c) Links to all of the following:
- 5 (i) The current collective bargaining agreement for each6 bargaining unit.
- 7 (ii) Each health care benefits plan, including, but not limited
  8 to, medical, dental, vision, disability, long-term care, or any
  9 other type of benefits that would constitute health care services,
  10 offered to any bargaining unit or employee in the district.

- (iii) The audit report of the financial audit conducted under
  subsection (4) for the most recent fiscal year for which it is
  available.
- 14 (iv) The bids required under section 5 of the public employees 15 health benefit act, 2007 PA 106, MCL 124.75.
- 16 (v) The district's written policy governing procurement of17 supplies, materials, and equipment.
- (vi) The district's written policy establishing specific
   categories of reimbursable expenses, as described in section
   1254(2) of the revised school code, MCL 380.1254.
- (vii) Either the district's accounts payable check register for the most recent school fiscal year or a statement of the total amount of expenses incurred by board members or employees of the district that were reimbursed by the district for the most recent school fiscal year.
- 26 (d) The total salary and a description and cost of each fringe 27 benefit included in the compensation package for the superintendent 28 of the district and for each employee of the district whose salary 29 exceeds \$100,000.00.

- 1 (e) The annual amount spent on dues paid to associations.
- 2 (f) The annual amount spent on lobbying or lobbying services.
- 3 As used in this subdivision, "lobbying" means that term as defined
- 4 in section 5 of 1978 PA 472, MCL 4.415.
- 5 (g) Any deficit elimination plan or enhanced deficit6 elimination plan the district was required to submit under the
- 7 revised school code.
- 8 (h) Identification of all credit cards maintained by the
- 9 district as district credit cards, the identity of all individuals
- 10 authorized to use each of those credit cards, the credit limit on
- 11 each credit card, and the dollar limit, if any, for each
- 12 individual's authorized use of the credit card.
- 13 (i) Costs incurred for each instance of out-of-state travel by
- 14 the school administrator of the district that is fully or partially
- 15 paid for by the district and the details of each of those instances
- 16 of out-of-state travel, including at least identification of each
- 17 individual on the trip, destination, and purpose.
- 18 (3) For the information required under subsection (2)(a),
- 19 (2) (b) (i), and (2) (c), an intermediate district shall provide the
- 20 same information in the same manner as required for a district
- 21 under subsection (2).
- 22 (4) For the purposes of determining the reasonableness of
- 23 expenditures, whether a district or intermediate district has
- 24 received the proper amount of funds under this article, and whether
- 25 a violation of this article has occurred, all of the following
- 26 apply:
- 27 (a) The department shall require that each district and
- 28 intermediate district have an audit of the district's or
- 29 intermediate district's financial and pupil accounting records

1 conducted at least annually, and at such other times as determined

- 2 by the department, at the expense of the district or intermediate
- 3 district, as applicable. The audits must be performed by a
- 4 certified public accountant or by the intermediate district
- 5 superintendent, as may be required by the department, or in the
- 6 case of a district of the first class by a certified public
- 7 accountant, the intermediate superintendent, or the auditor general
- 8 of the city. A district or intermediate district shall retain these
- 9 records for the current fiscal year and from at least the 3
- 10 immediately preceding fiscal years.
- 11 (b) If a district operates in a single building with fewer
- 12 than 700 full-time equated pupils, if the district has stable
- 13 membership, and if the error rate of the immediately preceding 2
- 14 pupil accounting field audits of the district is less than 2%, the
- 15 district may have a pupil accounting field audit conducted
- 16 biennially but must continue to have desk audits for each pupil
- 17 count. The auditor must document compliance with the audit cycle in
- 18 the pupil auditing manual. As used in this subdivision, "stable
- 19 membership" means that the district's membership for the current
- 20 fiscal year varies from the district's membership for the
- 21 immediately preceding fiscal year by less than 5%.
- 22 (c) A district's or intermediate district's annual financial
- 23 audit must include an analysis of the financial and pupil
- 24 accounting data used as the basis for distribution of state school
- **25** aid.
- (d) The pupil and financial accounting records and reports,
- 27 audits, and management letters are subject to requirements
- 28 established in the auditing and accounting manuals approved and
- 29 published by the department.



- 1 (e) All of the following must be done not later than November2 1 each year for reporting the prior fiscal year data:
- $\mathbf{3}$  (i) A district shall file the annual financial audit reports with the intermediate district and the department.
- $\mathbf{5}$  (ii) The intermediate district shall file the annual financial audit reports for the intermediate district with the department.
- 7 (iii) The intermediate district shall enter the pupil membership
  8 audit reports, known as the audit narrative, for its constituent
  9 districts and for the intermediate district, for the pupil
  10 membership count day and supplemental count day, in the Michigan
  11 student data system.
  - (f) The annual financial audit reports and pupil accounting procedures reports must be available to the public in compliance with the freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.
  - (g) Not later than January 31 of each year, the department shall notify the state budget director and the legislative appropriations subcommittees responsible for review of the school aid budget of districts and intermediate districts that have not filed an annual financial audit and pupil accounting procedures report required under this section for the school year ending in the immediately preceding fiscal year.
    - (5) By the first business day in November of each fiscal year, each district and intermediate district shall submit to the center, in a manner prescribed by the center, annual comprehensive financial data consistent with the district's or intermediate district's audited financial statements and consistent with accounting manuals and charts of accounts approved and published by the department. For an intermediate district, the report must also

- 1 contain the website address where the department can access the
- 2 report required under section 620 of the revised school code, MCL
- 3 380.620. The department shall ensure that the prescribed Michigan
- 4 public school accounting manual chart of accounts includes standard
- 5 conventions to distinguish expenditures by allowable fund function
- 6 and object. The functions must include at minimum categories for
- 7 instruction, pupil support, instructional staff support, general
- 8 administration, school administration, business administration,
- 9 transportation, facilities operation and maintenance, facilities
- 10 acquisition, and debt service; and must include object
- 11 classifications of salary, benefits, including categories for
- 12 active employee health expenditures, purchased services, supplies,
- 13 capital outlay, and other. A district shall report the required
- 14 level of detail consistent with the manual as part of the
- 15 comprehensive annual financial report.
- 16 (6) By the last business day in September of each year, each
- 17 district and intermediate district shall file with the center the
- 18 special education actual cost report, known as "SE-4096", on a form
- 19 and in the manner prescribed by the center. An intermediate
- 20 district shall certify the audit of a district's report.
- 21 (7) By not later than 1 week after the last business day in
- 22 September of each year, each district and intermediate district
- 23 shall file with the center the audited transportation expenditure
- 24 report, known as "SE-4094", on a form and in the manner prescribed
- 25 by the center. An intermediate district shall certify the audit of
- 26 a district's report.
- 27 (8) The department shall review its pupil accounting and pupil
- 28 auditing manuals at least annually and shall periodically update
- 29 those manuals to reflect changes in this article. Any changes to

1 the pupil accounting manual that are applicable for the school year

- 2 that begins after March 31 of a fiscal year must be published by
- 3 not later than March 31 of that fiscal year. However, if
- 4 legislation is enacted that necessitates adjustments to the pupil
- 5 accounting manual after March 31 of a fiscal year, and a district
- 6 incurs a violation of the amended pupil accounting manual in the
- 7 subsequent fiscal year, the department must notify the district of
- 8 that violation and allow the district 30 days to correct the
- 9 violation before the department is allowed to impose financial
- 10 penalties under this act related to the violation.
- 11 (9) If a district that is a public school academy purchases
- 12 property using money received under this article, the public school
- 13 academy shall retain ownership of the property unless the public
- 14 school academy sells the property at fair market value.
- 15 (10) If a district or intermediate district does not comply
- 16 with subsections (4), (5), (6), (7), and (12), or if the department
- 17 determines that the financial data required under subsection (5)
- 18 are not consistent with audited financial statements, the
- 19 department shall withhold all state school aid due to the district
- 20 or intermediate district under this article, beginning with the
- 21 next payment due to the district or intermediate district, until
- 22 the district or intermediate district complies with subsections
- **23** (4), (5), (6), (7), and (12). If the district or intermediate
- 24 district does not comply with subsections (4), (5), (6), (7), and
- 25 (12) by the end of the fiscal year, the district or intermediate
- 26 district forfeits the amount withheld.
- 27 (11) If a district or intermediate district does not comply
- 28 with subsection (2), the department may withhold up to 10% of the
- 29 total state school aid due to the district or intermediate district

- 1 under this article, beginning with the next payment due to the
- 2 district or intermediate district, until the district or
- 3 intermediate district complies with subsection (2). If the district
- 4 or intermediate district does not comply with subsection (2) by the
- 5 end of the fiscal year, the district or intermediate district
- 6 forfeits the amount withheld.
- 7 (12) By November 1 of each year, if a district or intermediate
- 8 district offers virtual learning under section 21f, or for a school
- 9 of excellence that is a cyber school, as defined in section 551 of
- 10 the revised school code, MCL 380.551, the district or intermediate
- 11 district shall submit to the department a report that details the
- 12 per-pupil costs of operating the virtual learning by vendor type
- 13 and virtual learning model. The report must include information
- 14 concerning the operation of virtual learning for the immediately
- 15 preceding school fiscal year, including information concerning
- 16 summer programming. Information must be collected in a form and
- 17 manner determined by the department and must be collected in the
- 18 most efficient manner possible to reduce the administrative burden
- 19 on reporting entities.
- 20 (13) By March 31 of each year, the department shall submit to
- 21 the house and senate appropriations subcommittees on state school
- 22 aid, the state budget director, and the house and senate fiscal
- 23 agencies a report summarizing the per-pupil costs by vendor type of
- 24 virtual courses available under section 21f and virtual courses
- 25 provided by a school of excellence that is a cyber school, as
- 26 defined in section 551 of the revised school code, MCL 380.551.
- (14) As used in subsections (12) and (13), "vendor type" means
- 28 the following:
- 29 (a) Virtual courses provided by the Michigan Virtual



- 1 University.
- 2 (b) Virtual courses provided by a school of excellence that is
- 3 a cyber school, as defined in section 551 of the revised school
- 4 code, MCL 380.551.
- 5 (c) Virtual courses provided by third party vendors not
- 6 affiliated with a public school in this state.
- 7 (d) Virtual courses created and offered by a district or
- 8 intermediate district.
- 9 (15) An allocation to a district or another entity under this
- 10 article is contingent upon the district's or entity's compliance
- 11 with this section.
- 12 (16) The department shall annually submit to the senate and
- 13 house subcommittees on school aid and to the senate and house
- 14 standing committees on education an itemized list of allocations
- 15 under this article to any association or consortium consisting of
- 16 associations in the immediately preceding fiscal year. The report
- 17 must detail the recipient or recipients, the amount allocated, and
- 18 the purpose for which the funds were distributed.
- 19 Sec. 20. (1) For 2021-2022, both-All of the following apply:
- 20 (a) The For 2021-2022, the target foundation allowance is
- **21** \$8,700.00.
- 22 (b) The For 2021-2022, the minimum foundation allowance is
- 23 \$8,700.00.
- 24 (c) For 2022-2023, the target foundation allowance is
- 25 \$9,150.00.
- 26 (2) The department shall calculate the amount of each
- 27 district's foundation allowance as provided in this section, using
- 28 a target foundation allowance in the amount specified in subsection
- **29** (1).



- 1 (3) Except as otherwise provided in this section, the
  2 department shall calculate the amount of a district's foundation
  3 allowance as follows, using in all calculations the total amount of
  4 the district's foundation allowance as calculated before any
  5 proration:
- 6 (a) For 2021-2022, for a district that had a foundation 7 allowance for the immediately preceding fiscal year that was at 8 least equal to the minimum foundation allowance for the immediately 9 preceding fiscal year, but less than the target foundation 10 allowance for the immediately preceding fiscal year, the district's 11 foundation allowance is \$8,700.00. Except as otherwise provided in this subdivision, except for 2021-2022, for a district that had a 12 13 foundation allowance for the immediately preceding fiscal year that 14 was at least equal to the minimum foundation allowance for the 15 immediately preceding fiscal year, but less than equal to the 16 target foundation allowance for the immediately preceding fiscal year, the district receives a foundation allowance in an amount 17 18 equal to the sum of the district's foundation allowance for the immediately preceding fiscal year plus the difference between twice 19 20 the dollar amount of the adjustment from the immediately preceding 21 fiscal year to the current fiscal year made in the target foundation allowance and [(the difference between the target 22 23 foundation allowance for the current fiscal year and target 24 foundation allowance for the immediately preceding fiscal year 25 minus \$40.00) times (the difference between the district's 26 foundation allowance for the immediately preceding fiscal year and 27 the minimum foundation allowance for the immediately preceding fiscal year) divided by the difference between the target 28 29 foundation allowance for the current fiscal year and the minimum

- 1 foundation allowance for the immediately preceding fiscal year.
- 2 The foundation allowance for a district that had less than the
- 3 target foundation allowance for the immediately preceding fiscal
- 4 year must not exceed the target foundation allowance for the
- 5 current fiscal year. For 2021-2022, for a district that had a
- 6 foundation allowance for the immediately preceding fiscal year that
- 7 was at least equal to the minimum foundation allowance for the
- 8 immediately preceding fiscal year, but less than the target
- 9 foundation allowance for the immediately preceding fiscal year, the
- 10 district's foundation allowance is \$8,700.00.the target foundation
- 11 allowance described in subsection (1) for the current fiscal year.
- (b) Except as otherwise provided in this subsection, for For a district that in the immediately preceding fiscal year had a foundation allowance in an amount equal to the amount of the target
- 15 foundation allowance for the immediately preceding fiscal year, the
- 16 district receives a foundation allowance for 2021-2022 in an amount
- 17 equal to the target foundation allowance for 2021-2022. This
- 18 subdivision does not apply after the 2021-2022 fiscal year.
- 19 (c) For a district that had a foundation allowance for the
- 20 immediately preceding fiscal year that was greater than the target
- 21 foundation allowance for the immediately preceding fiscal year, the
- 22 district's foundation allowance is an amount equal to the sum of
- 23 the district's foundation allowance for the immediately preceding
- 24 fiscal year plus the lesser of the increase in the target
- 25 foundation allowance for the current fiscal year, as compared to
- 26 the immediately preceding fiscal year, or the product of the
- 27 district's foundation allowance for the immediately preceding
- 28 fiscal year times the percentage increase in the United States
- 29 Consumer Price Index in the calendar year ending in the immediately

- preceding fiscal year as reported by the May revenue estimating
  conference conducted under section 367b of the management and
  budget act, 1984 PA 431, MCL 18.1367b. This subdivision does not
  apply after the 2021-2022 fiscal year.
- 5 (d) For a district that had a foundation allowance for the 6 immediately preceding fiscal year that was greater than the target 7 foundation allowance for the immediately preceding fiscal year, the 8 district's foundation allowance is an amount equal to the lesser of 9 (the sum of the district's foundation allowance for the immediately 10 preceding fiscal year plus any per pupil amount calculated under 11 section 20m(2) in the immediately preceding fiscal year plus the 12 increase in the target foundation allowance for the current fiscal 13 year, as compared to the immediately preceding fiscal year) or (the 14 product of the district's foundation allowance for the immediately 15 preceding fiscal year times the percentage increase in the United States Consumer Price Index in the calendar year ending in the 16 17 immediately preceding fiscal year as reported by the May revenue 18 estimating conference conducted under section 367b of the 19 management and budget act, 1984 PA 431, MCL 18.1367b). This 20 subdivision does not apply for the 2021-2022 fiscal year.
  - less than the target foundation allowance in the current fiscal year but had a foundation allowance in fiscal year 2020-2021 that was greater than the target foundation allowance in effect for that fiscal year, the district's foundation allowance is an amount equal to the lesser of (the sum of the district's foundation allowance for fiscal year 2020-2021 plus the increase in the target foundation allowance for the current fiscal year, as compared to fiscal year 2020-2021) or (the product of the district's foundation

(e) For a district that has a foundation allowance that is

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- 1 allowance for the immediately preceding fiscal year times the
- 2 percentage increase in the United States Consumer Price Index in
- 3 the calendar year ending in the immediately preceding fiscal year
- 4 as reported by the May revenue estimating conference conducted
- 5 under section 367b of the management and budget act, 1984 PA 431,
- 6 MCL 18.1367b). This subdivision does not apply for the 2021-2022
- 7 fiscal year.
- **8 (f)** For a district that has a foundation allowance that is
- 9 not a whole dollar amount, the department shall round the
- 10 district's foundation allowance up to the nearest whole dollar.
- 11 (4) Except as otherwise provided in this subsection, beginning
- 12 in 2021-2022, the state portion of a district's foundation
- 13 allowance is an amount equal to the district's foundation allowance
- 14 or the target foundation allowance for the current fiscal year,
- 15 whichever is less, minus the local portion of the district's
- 16 foundation allowance. Except as otherwise provided in this
- 17 subsection, for a district described in subsection (3)(d) and (e),
- 18 beginning in 2021-2022, the state portion of the district's
- 19 foundation allowance is an amount equal to the target foundation
- 20 allowance minus the district's foundation allowance supplemental
- 21 payment per pupil calculated under section 20m and minus the local
- 22 portion of the district's foundation allowance. For a district that
- 23 has a millage reduction required under section 31 of article IX of
- 24 the state constitution of 1963, the department shall calculate the
- 25 state portion of the district's foundation allowance as if that
- 26 reduction did not occur. For a receiving district, if school
- 27 operating taxes continue to be levied on behalf of a dissolved
- 28 district that has been attached in whole or in part to the
- 29 receiving district to satisfy debt obligations of the dissolved

- 1 district under section 12 of the revised school code, MCL 380.12,
- 2 the taxable value per membership pupil of property in the receiving
- 3 district used for the purposes of this subsection does not include
- 4 the taxable value of property within the geographic area of the
- 5 dissolved district. For a community district, if school operating
- 6 taxes continue to be levied by a qualifying school district under
- 7 section 12b of the revised school code, MCL 380.12b, with the same
- 8 geographic area as the community district, the taxable value per
- 9 membership pupil of property in the community district to be used
- 10 for the purposes of this subsection does not include the taxable
- 11 value of property within the geographic area of the community
- 12 district.
- 13 (5) The allocation calculated under this section for a pupil
- 14 is based on the foundation allowance of the pupil's district of
- 15 residence. For a pupil enrolled under section 105 or 105c in a
- 16 district other than the pupil's district of residence, the
- 17 allocation calculated under this section is based on the lesser of
- 18 the foundation allowance of the pupil's district of residence or
- 19 the foundation allowance of the educating district. For a pupil in
- 20 membership in a K-5, K-6, or K-8 district who is enrolled in
- 21 another district in a grade not offered by the pupil's district of
- 22 residence, the allocation calculated under this section is based on
- 23 the foundation allowance of the educating district if the educating
- 24 district's foundation allowance is greater than the foundation
- 25 allowance of the pupil's district of residence. The calculation
- 26 under this subsection must take into account a district's per-pupil
- 27 allocation under section 20m.
- 28 (6) Except as otherwise provided in this subsection, for
- 29 pupils in membership, other than special education pupils, in a

- 1 public school academy, the allocation calculated under this section
- 2 is an amount per membership pupil other than special education
- 3 pupils in the public school academy equal to, for 2021-2022, the
- 4 minimum foundation allowance specified in subsection  $\frac{(1)}{(1)}$  (1) (b)
- 5 and, for 2022-2023, the target foundation allowance specified in
- 6 subsection (1)(c). Notwithstanding section 101, for a public school
- 7 academy that begins operations after the pupil membership count
- 8 day, the amount per membership pupil calculated under this
- 9 subsection must be adjusted by multiplying that amount per
- 10 membership pupil by the number of hours of pupil instruction
- 11 provided by the public school academy after it begins operations,
- 12 as determined by the department, divided by the minimum number of
- 13 hours of pupil instruction required under section 101(3). The
- 14 result of this calculation must not exceed the amount per
- 15 membership pupil otherwise calculated under this subsection.
- 16 (7) For pupils in membership, other than special education
- 17 pupils, in a community district, the allocation calculated under
- 18 this section is an amount per membership pupil other than special
- 19 education pupils in the community district equal to the foundation
- 20 allowance of the qualifying school district, as described in
- 21 section 12b of the revised school code, MCL 380.12b, that is
- 22 located within the same geographic area as the community district.
- 23 (8) Subject to subsection (4), for a district that is formed
- 24 or reconfigured after June 1, 2002 by consolidation of 2 or more
- 25 districts or by annexation, the resulting district's foundation
- 26 allowance under this section beginning after the effective date of
- 27 the consolidation or annexation is the lesser of the sum of the
- 28 average of the foundation allowances of each of the original or
- 29 affected districts, calculated as provided in this section,

- 1 weighted as to the percentage of pupils in total membership in the
- 2 resulting district who reside in the geographic area of each of the
- 3 original or affected districts plus \$100.00 or the highest
- 4 foundation allowance among the original or affected districts. This
- 5 subsection does not apply to a receiving district unless there is a
- 6 subsequent consolidation or annexation that affects the district.
- 7 The calculation under this subsection must take into account a
- 8 district's per-pupil allocation under section 20m.
- **9** (9) The department shall round each fraction used in making
- 10 calculations under this section to the fourth decimal place and
- 11 shall round the dollar amount of an increase in the target
- 12 foundation allowance to the nearest whole dollar.
- 13 (10) State Except as otherwise provided in this subsection,
- 14 state payments related to payment of the foundation allowance for a
- 15 special education pupil are not calculated under this section but
- 16 are instead calculated under section 51a and section 51e. All of
- 17 the following apply with regard to state payments related to
- 18 payment of the foundation allowance for a special education pupil:
- 19 (a) For 2022-2023, state payments described in this subsection
- 20 are not calculated under this section but are instead calculated as
- 21 follows:
- 22 (i) Twenty-five percent is calculated under section 51a.
- 23 (ii) Seventy-five percent is calculated under section 51e.
- 24 (b) It is the intent of the legislature that, in future fiscal
- 25 years, 100% of state payments described in this subsection will be
- 26 calculated under this section.
- 27 (11) To assist the legislature in determining the target
- 28 foundation allowance for the subsequent fiscal year, each revenue
- 29 estimating conference conducted under section 367b of the

1 management and budget act, 1984 PA 431, MCL 18.1367b, must
2 calculate a pupil membership factor, a revenue adjustment factor,
3 and an index as follows:

- (a) The pupil membership factor is computed by dividing the estimated membership in the school year ending in the current fiscal year, excluding intermediate district membership, by the estimated membership for the school year ending in the subsequent fiscal year, excluding intermediate district membership. If a consensus membership factor is not determined at the revenue estimating conference, the principals of the revenue estimating conference shall report their estimates to the house and senate subcommittees responsible for school aid appropriations not later than 7 days after the conclusion of the revenue conference.
- (b) The revenue adjustment factor is computed by dividing the sum of the estimated total state school aid fund revenue for the subsequent fiscal year plus the estimated total state school aid fund revenue for the current fiscal year, adjusted for any change in the rate or base of a tax the proceeds of which are deposited in that fund and excluding money transferred into that fund from the countercyclical budget and economic stabilization fund under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, by the sum of the estimated total school aid fund revenue for the current fiscal year plus the estimated total state school aid fund revenue for the immediately preceding fiscal year, adjusted for any change in the rate or base of a tax the proceeds of which are deposited in that fund. If a consensus revenue factor is not determined at the revenue estimating conference, the principals of the revenue estimating conference shall report their estimates to the house and senate subcommittees responsible for school aid

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- appropriations not later than 7 days after the conclusion of the
  revenue conference.
- 3 (c) The index is calculated by multiplying the pupil
  4 membership factor by the revenue adjustment factor. If a consensus
  5 index is not determined at the revenue estimating conference, the
  6 principals of the revenue estimating conference shall report their
  7 estimates to the house and senate subcommittees responsible for
  8 state school aid appropriations not later than 7 days after the
  9 conclusion of the revenue conference.
- 10 (12) Payments to districts and public school academies are not
  11 made under this section. Rather, the calculations under this
  12 section are used to determine the amount of state payments under
  13 section 22b.
  - (13) If an amendment to section 2 of article VIII of the state constitution of 1963 allowing state aid to some or all nonpublic schools is approved by the voters of this state, each foundation allowance or per-pupil payment calculation under this section may be reduced.
- 19 (14) As used in this section:
- (a) "Certified mills" means the lesser of 18 mills or the
  number of mills of school operating taxes levied by the district in
  1993-94.
  - (b) "Combined state and local revenue" means the aggregate of the district's state school aid received by or paid on behalf of the district under this section and the district's local school operating revenue.
- 27 (c) "Combined state and local revenue per membership pupil"
  28 means the district's combined state and local revenue divided by
  29 the district's membership excluding special education pupils.

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- (b) (d) "Current fiscal year" means the fiscal year for which
   a particular calculation is made.
- (c) (e) "Dissolved district" means a district that loses its
  organization, has its territory attached to 1 or more other
  districts, and is dissolved as provided under section 12 of the
  revised school code, MCL 380.12.
  - (d) (f) "Immediately preceding fiscal year" means the fiscal year immediately preceding the current fiscal year.
  - (e) (g)—"Local portion of the district's foundation allowance" means an amount that is equal to the difference between (the sum of the product of the taxable value per membership pupil of all property in the district that is nonexempt property times the district's certified mills and, for a district with certified mills exceeding 12, the product of the taxable value per membership pupil of property in the district that is commercial personal property times the certified mills minus 12 mills) and (the quotient of the product of the captured assessed valuation under tax increment financing acts times the district's certified mills divided by the district's membership excluding special education pupils).
    - (h) "Local school operating revenue" means school operating taxes levied under section 1211 of the revised school code, MCL 380.1211. For a receiving district, if school operating taxes are to be levied on behalf of a dissolved district that has been attached in whole or in part to the receiving district to satisfy debt obligations of the dissolved district under section 12 of the revised school code, MCL 380.12, local school operating revenue does not include school operating taxes levied within the geographic area of the dissolved district.
- (i) "Local school operating revenue per membership pupil"

- 1 means a district's local school operating revenue divided by the
  2 district's membership excluding special education pupils.
- (f) (j) "Membership" means the definition of that term under
   section 6 as in effect for the particular fiscal year for which a
   particular calculation is made.
- 6 (g) (k) "Nonexempt property" means property that is not a
  7 principal residence, qualified agricultural property, qualified
  8 forest property, supportive housing property, industrial personal
  9 property, commercial personal property, or property occupied by a
  10 public school academy.
- 16 (i) (m) "Receiving district" means a district to which all or
  17 part of the territory of a dissolved district is attached under
  18 section 12 of the revised school code, MCL 380.12.
  - (j) (n)—"School operating purposes" means the purposes included in the operation costs of the district as prescribed in sections 7 and 18 and purposes authorized under section 1211 of the revised school code, MCL 380.1211.
  - (k) (o)—"School operating taxes" means local ad valorem property taxes levied under section 1211 of the revised school code, MCL 380.1211, and retained for school operating purposes.
- (l) (p) "Tax increment financing acts" means parts 2, 3, 4, and
  for the recodified tax increment financing act, 2018 PA 57, MCL
  125.4201 to 125.4420 and 125.4602 to 125.4629, or the brownfield
  redevelopment financing act, 1996 PA 381, MCL 125.2651 to 125.2670.

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- 1 (m) (q)—"Taxable value per membership pupil" means taxable
  2 value, as certified by the county treasurer and reported to the
  3 department, for the calendar year ending in the current state
  4 fiscal year divided by the district's membership excluding special
  5 education pupils for the school year ending in the current state
  6 fiscal year.
- Sec. 20d. In making the final determination required under former section 20a of a district's combined state and local revenue per membership pupil in 1993-94 and in making calculations under section 20 for 2021-2022, 2022-2023, the department and the department of treasury shall comply with all of the following:
- 12 (a) For a district that had combined state and local revenue per membership pupil in the 1994-95 fiscal year of \$6,500.00 or 13 14 more and served as a fiscal agent for a state board designated area 15 vocational education center in the 1993-94 school year, total state 16 school aid received by or paid on behalf of the district under this 17 act in 1993-94 excludes payments made under former section 146 and under section 147 on behalf of the district's employees who 18 provided direct services to the area vocational education center. 19 20 Not later than June 30, 1996, the department shall make an adjustment under this subdivision to the district's combined state 21 and local revenue per membership pupil in the 1994-95 fiscal year 22 23 and the department of treasury shall make a final certification of 24 the number of mills that may be levied by the district under 25 section 1211 of the revised school code, MCL 380.1211, as a result of the adjustment under this subdivision. 26
  - (b) If a district had an adjustment made to its 1993-94 total state school aid that excluded payments made under former section 146 and under section 147 on behalf of the district's employees who

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- 1 provided direct services for intermediate district center programs
- 2 operated by the district under former section 51 and sections 51a
- 3 to 56, if nonresident pupils attending the center programs were
- 4 included in the district's membership for purposes of calculating
- 5 the combined state and local revenue per membership pupil for 1993-
- 6 94, and if there is a signed agreement by all constituent districts
- 7 of the intermediate district agreeing to an adjustment under this
- 8 subdivision, the department shall calculate the foundation
- 9 allowances for 1995-96 and 1996-97 of all districts that had pupils
- 10 attending the intermediate district center program operated by the
- 11 district that had the adjustment as if their combined state and
- 12 local revenue per membership pupil for 1993-94 included resident
- 13 pupils attending the center program and excluded nonresident pupils
- 14 attending the center program.
- 15 Sec. 20f. (1) From the state school aid fund money
- 16 appropriated in section 11, there is allocated an amount not to
- 17 exceed \$18,000,000.00 for  $\frac{2021-2022}{2022-2023}$  for payments to
- 18 eligible districts under this section.
- 19 (2) The funding under this subsection is from the allocation
- 20 under subsection (1). A district is eligible for funding under this
- 21 subsection if the district received a payment under this section as
- 22 it was in effect for 2013-2014. A district was eligible for funding
- 23 in 2013-2014 if the sum of the following was less than \$5.00:
- 24 (a) The increase in the district's foundation allowance or
- 25 per-pupil payment as calculated under section 20 from 2012-2013 to
- 26 2013-2014.
- 27 (b) The district's equity payment per membership pupil under
- 28 former section 22c for 2013-2014.
- 29 (c) The quotient of the district's allocation under section

- 1 147a for 2012-2013 divided by the district's membership pupils for
- 2 2012-2013 minus the quotient of the district's allocation under
- 3 section 147a for 2013-2014 divided by the district's membership
- **4** pupils for 2013-2014.
- 5 (3) The amount allocated to each eligible district under
- 6 subsection (2) is an amount per membership pupil equal to the
- 7 amount per membership pupil the district received under this
- 8 section in 2013-2014.
- **9** (4) The funding under this subsection is from the allocation
- 10 under subsection (1). A district is eligible for funding under this
- 11 subsection if the sum of the following is less than \$25.00:
- 12 (a) The increase in the district's foundation allowance or
- 13 per-pupil payment as calculated under section 20 from 2014-2015 to
- **14** 2015-2016.
- 15 (b) The decrease in the district's best practices per-pupil
- 16 funding under former section 22f from 2014-2015 to 2015-2016.
- 17 (c) The decrease in the district's pupil performance per-pupil
- 18 funding under former section 22j from 2014-2015 to 2015-2016.
- 19 (d) The quotient of the district's allocation under section
- 20 31a for 2015-2016 divided by the district's membership pupils for
- 21 2015-2016 minus the quotient of the district's allocation under
- 22 section 31a for 2014-2015 divided by the district's membership
- 23 pupils for 2014-2015.
- 24 (5) The amount allocated to each eligible district under
- 25 subsection (4) is an amount per membership pupil equal to \$25.00
- 26 minus the sum of the following:
- 27 (a) The increase in the district's foundation allowance or
- 28 per-pupil payment as calculated under section 20 from 2014-2015 to
- 29 2015-2016.



- (b) The decrease in the district's best practices per-pupil
  funding under former section 22f from 2014-2015 to 2015-2016.
- 3 (c) The decrease in the district's pupil performance per-pupil4 funding under former section 22j from 2014-2015 to 2015-2016.
- (d) The quotient of the district's allocation under section
  31a for 2015-2016 divided by the district's membership pupils for
  2015-2016 minus the quotient of the district's allocation under
  section 31a for 2014-2015 divided by the district's membership
  pupils for 2014-2015.
- 10 (6) If the allocation under subsection (1) is insufficient to
  11 fully fund payments under subsections (3) and (5) as otherwise
  12 calculated under this section, the department shall prorate
  13 payments under this section on an equal per-pupil basis.
  - Sec. 20m. (1) Foundation allowance supplemental payments for the current fiscal year to qualifying districts that in the immediately preceding fiscal year had a foundation allowance greater than the target foundation allowance with an adjustment to their foundation allowance from fiscal year 2020-2021 to the current fiscal year that is less than the adjustment in the target foundation allowance from fiscal year 2020-2021 to the current fiscal year must be calculated under this section.
  - (2) The per-pupil allocation to each **qualifying** district under this section is the difference between the dollar amount of the adjustment from the immediately preceding fiscal year 2020-2021 to the current fiscal year in the target foundation allowance minus the dollar amount of the adjustment from the immediately preceding fiscal year 2020-2021 to the current fiscal year in a qualifying district's foundation allowance.
    - (3) If a district's local revenue per pupil does not exceed

1 the sum of its foundation allowance under section 20 plus the per-

- 2 pupil allocation under subsection (2), the total payment to the
- 3 district calculated under this section is the product of the per-
- 4 pupil allocation under subsection (2) multiplied by the district's
- 5 membership, excluding special education pupils. If a district's
- 6 local revenue per pupil exceeds the its foundation allowance under
- 7 section 20 but does not exceed the sum of the its foundation
- 8 allowance under section 20 plus the per-pupil allocation under
- 9 subsection (2), the total payment to the district calculated under
- 10 this section is the product of the difference between the sum of
- 11 the its foundation allowance under section 20 plus the per-pupil
- 12 allocation under subsection (2) minus the local revenue per pupil
- 13 multiplied by the district's membership, excluding special
- 14 education pupils. If a district's local revenue per pupil exceeds
- 15 the sum of the its foundation allowance under section 20 plus the
- 16 per-pupil allocation under subsection (2), there is no payment
- 17 calculated under this section for the district.
- 18 (4) Payments to districts must not be made under this section.
- 19 Rather, the calculations under this section are used to determine
- 20 the amount of state payments that are made under section 22b.
- 21 (5) As used in this section, "qualifying district" means a
- 22 district where the millage limitation in section 1211(3) of the
- 23 revised school code, MCL 380.1211, is applied due to the increase
- 24 in the target foundation allowance from the immediately preceding
- 25 fiscal year to the current fiscal year exceeding the percentage
- 26 increase in the general price level in the immediately preceding
- 27 calendar year applied to the district's immediately preceding
- 28 fiscal year foundation allowance.
- Sec. 21b. (1) Subject to subsections (2) and (3), a district

- 1 shall use funds received under section 22a or 22b to support the
- 2 attendance of a district pupil who is an eligible student at an
- 3 eligible postsecondary institution under the postsecondary
- 4 enrollment options act, 1996 PA 160, MCL 388.511 to 388.524, or
- 5 under the career and technical preparation act, 2000 PA 258, MCL
- 6 388.1901 to 388.1913, by paying eligible charges on behalf of the
- 7 district pupil as required under those acts.
- 8 (2) A district is not required to pay transportation costs,
- 9 parking costs, or activity fees on behalf of an eligible student
- 10 for attendance at an eligible postsecondary institution as
- 11 described in subsection (1).
- 12 (3) A district may pay more money to an eligible postsecondary
- 13 institution on behalf of an eligible student than required under
- 14 the postsecondary enrollment options act, 1996 PA 160, MCL 388.511
- 15 to 388.524, or the career and technical preparation act, 2000 PA
- 16 258, MCL 388.1901 to 388.1913, and may use local school operating
- 17 revenue for that purpose. An eligible student is responsible for
- 18 payment of the remainder of the costs associated with his or her
- 19 postsecondary enrollment that exceed the amount the district is
- 20 required to pay under the postsecondary enrollment options act,
- 21 1996 PA 160, MCL 388.511 to 388.524, or the career and technical
- 22 preparation act, 2000 PA 258, MCL 388.1901 to 388.1913, and that
- 23 are not paid by the district. As used in this subsection, "local
- 24 school operating revenue" means that term as defined in section
- 25  $\frac{20}{2}$ .
- 26 (4) As used in this section, "eligible student" and "eligible
- 27 postsecondary institution" mean those terms as defined in section 3
- 28 of the postsecondary enrollment options act, 1996 PA 160, MCL
- 29 388.511 to 388.524, or in section 3 of the career and technical



- 1 preparation act, 2000 PA 258, MCL 388.1903, as applicable.
- 2 Sec. 21f. (1) A primary district shall enroll an eligible
- 3 pupil in virtual courses in accordance with the provisions of this
- 4 section. A primary district shall not offer a virtual course to an
- 5 eligible pupil unless the virtual course is published in the
- 6 primary district's catalog of board-approved courses or in the
- 7 statewide catalog of virtual courses maintained by the Michigan
- 8 Virtual University pursuant to section 98. The primary district
- 9 shall also provide on its publicly accessible website a link to the
- 10 statewide catalog of virtual courses maintained by the Michigan
- 11 Virtual University. Unless the pupil is at least age 18 or is an
- 12 emancipated minor, a pupil must not be enrolled in a virtual course
- 13 without the consent of the pupil's parent or legal guardian.
- 14 (2) Subject to subsection (3), a primary district shall enroll
- 15 an eligible pupil in up to 2 virtual courses as requested by the
- 16 pupil during an academic term, semester, or trimester.
- 17 (3) A pupil may be enrolled in more than 2 virtual courses in
- 18 a specific academic term, semester, or trimester if all both of the
- 19 following conditions are met:
- 20 (a) The primary district has determined that it is in the best
- 21 interest of the pupil.
- (b) The pupil agrees with the recommendation of the primary
- 23 district.
- 24 (c) The primary district, in collaboration with the pupil, has
- 25 developed an education development plan, in a form and manner
- 26 specified by the department, that is kept on file by the district.
- 27 This subdivision does not apply to a pupil enrolled as a part-time
- 28 pupil under section 166b.
- 29 (4) If the number of applicants eligible for acceptance in a

- 1 virtual course does not exceed the capacity of the provider to
- 2 provide the virtual course, the provider shall accept for
- 3 enrollment all of the applicants eligible for acceptance. If the
- 4 number of applicants exceeds the provider's capacity to provide the
- 5 virtual course, the provider shall use a random draw system,
- 6 subject to the need to abide by state and federal
- 7 antidiscrimination laws and court orders. A primary district that
- 8 is also a provider shall determine whether or not it has the
- 9 capacity to accept applications for enrollment from nonresident
- 10 applicants in virtual courses and may use that limit as the reason
- 11 for refusal to enroll a nonresident applicant.
- 12 (5) A primary district may not establish additional
- 13 requirements beyond those specified in this subsection that would
- 14 prohibit a pupil from taking a virtual course. A pupil's primary
- 15 district may deny the pupil enrollment in a virtual course if any
- 16 of the following apply, as determined by the district:
- 17 (a) The pupil is enrolled in any of grades K to 5.
- (b) The pupil has previously gained the credits that would be
- 19 provided from the completion of the virtual course.
- 20 (c) The virtual course is not capable of generating academic
- 21 credit.
- 22 (d) The virtual course is inconsistent with the remaining
- 23 graduation requirements or career interests of the pupil.
- 24 (e) The pupil has not completed the prerequisite coursework
- 25 for the requested virtual course or has not demonstrated
- 26 proficiency in the prerequisite course content.
- 27 (f) The pupil has failed a previous virtual course in the same
- 28 subject during the 2 most recent academic years.
- 29 (g) The virtual course is of insufficient quality or rigor. A



- primary district that denies a pupil enrollment request for this
  reason shall enroll the pupil in a virtual course in the same or a
  similar subject that the primary district determines is of
  acceptable rigor and quality.
- (h) The cost of the virtual course exceeds the amount
  identified in subsection (10), unless the pupil or the pupil's
  parent or legal guardian agrees to pay the cost that exceeds this
  amount.
  - (i) The request for a virtual course enrollment did not occur within the same timelines established by the primary district for enrollment and schedule changes for regular courses.
  - (j) The request for a virtual course enrollment was not made in the academic term, semester, trimester, or summer preceding the enrollment. This subdivision does not apply to a request made by a pupil who is newly enrolled in the primary district.
- 16 (6) If a pupil is denied enrollment in a virtual course by the pupil's primary district, the primary district shall provide 17 written notification to the pupil of the denial, the reason or 18 19 reasons for the denial under subsection (5), and a description of 20 the appeal process. The pupil may appeal the denial by submitting a letter to the superintendent of the intermediate district in which 21 the pupil's primary district is located. The letter of appeal must 22 23 include the reason provided by the primary district for not 24 enrolling the pupil and the reason why the pupil is claiming that 25 the enrollment should be approved. The intermediate district superintendent or designee shall respond to the appeal within 5 26 27 days after it is received. If the intermediate district superintendent or designee determines that the denial of enrollment 28 29 does not meet 1 or more of the reasons specified in subsection (5),

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- 1 the primary district shall enroll the pupil in the virtual course.
- (7) To provide a virtual course to an eligible pupil underthis section, a provider must do all of the following:
- 4 (a) Ensure that the virtual course has been published in the
  5 pupil's primary district's catalog of board-approved courses or
  6 published in the statewide catalog of virtual courses maintained by
  7 the Michigan Virtual University.
- 8 (b) Assign to each pupil a teacher of record and provide the 9 primary district with the personnel identification code assigned by 10 the center for the teacher of record. If the provider is a 11 community college, the virtual course must be taught by an 12 instructor employed by or contracted through the providing 13 community college.
- (c) Offer the virtual course on an open entry and exit method,
  or aligned to a semester, trimester, or accelerated academic term
  format.
- - (i) Provide the Michigan Virtual University with a course syllabus that meets the definition under subsection (14)(g) in a form and manner prescribed by the Michigan Virtual University for inclusion in a statewide catalog of virtual courses.
  - (ii) Not later than October 1 of each fiscal year, provide the Michigan Virtual University with an aggregated count of enrollments for each virtual course the provider delivered to pupils under this section during the immediately preceding school year, and the number of enrollments in which the pupil earned 60% or more of the total course points for each virtual course.



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- (8) To provide a virtual course under this section, a community college shall ensure that each virtual course it provides under this section generates postsecondary credit.
- (9) For any virtual course a pupil enrolls in under this section, the pupil's primary district must assign to the pupil a mentor and shall supply the provider with the mentor's contact information.
- 9 primary district shall use foundation allowance or per-pupil funds
  10 calculated under section 20 to pay for the expenses associated with
  11 the virtual course or courses. A primary district is not required
  12 to pay toward the cost of a virtual course an amount that exceeds
  13 6.67% of the minimum target foundation allowance for the current
  14 fiscal year as calculated under section 20.
  - (11) A virtual learning pupil has the same rights and access to technology in his or her primary district's school facilities as all other pupils enrolled in the pupil's primary district. The department shall establish standards for hardware, software, and internet access for pupils who are enrolled in more than 2 virtual courses under this section in an academic term, semester, or trimester taken at a location other than a school facility.
    - (12) If a pupil successfully completes a virtual course, as determined by the pupil's primary district, the pupil's primary district shall grant appropriate academic credit for completion of the course and shall count that credit toward completion of graduation and subject area requirements. A pupil's school record and transcript must identify the virtual course title as it appears in the virtual course syllabus.
      - (13) The enrollment of a pupil in 1 or more virtual courses

- 1 must not result in a pupil being counted as more than 1.0 full-time
- 2 equivalent pupils under this article. The minimum requirements to
- 3 count the pupil in membership are those established by the pupil
- 4 accounting manual as it was in effect for the 2015-2016 school year
- 5 or as subsequently amended by the department if the department
- 6 notifies the legislature about the proposed amendment at least 60
- 7 days before the amendment becomes effective.
- 8 (14) As used in this section:
  - (a) "Instructor" means an individual who is employed by or contracted through a community college.
- (b) "Mentor" means a professional employee of the primary district who monitors the pupil's progress, ensures the pupil has access to needed technology, is available for assistance, and
- 14 ensures access to the teacher of record. A mentor may also serve as
- 15 the teacher of record if the primary district is the provider for
- 16 the virtual course and the mentor meets the requirements under
- 17 subdivision (e).

- 18 (c) "Primary district" means the district that enrolls the
  19 pupil and reports the pupil for pupil membership purposes.
- pupil and reports the pupil for pupil membership purposes.
- 20 (d) "Provider" means the district, intermediate district,  $\frac{\partial}{\partial x}$
- 21 community college, or —other third-party vendor that the primary
- 22 district pays to provide the virtual course or the Michigan Virtual
- 23 University if it is providing the virtual course. Beginning on the
- 24 first day of the 2020-2021 school year through August 31, 2021,
- 25 "provider" also includes any other institution or individual that
- 26 the primary district pays to provide the virtual course.
- 27 (e) "Teacher of record" means a teacher who meets all of the 28 following:
- 29 (i) Holds a valid Michigan teaching certificate or a teaching

1 permit recognized by the department.

of instruction and support strategies.

- 2 (ii) If applicable, is endorsed in the subject area and grade3 of the virtual course.
- 4 (iii) Is responsible for providing instruction, determining
  5 instructional methods for each pupil, diagnosing learning needs,
  6 assessing pupil learning, prescribing intervention strategies and
  7 modifying lessons, reporting outcomes, and evaluating the effects
- $\mathbf{9}$  (iv) Has a personnel identification code provided by the  $\mathbf{10}$  center.
- (v) If the provider is a community college, is an instructoremployed by or contracted through the providing community college.
- 13 (f) "Virtual course" means a course of study that is capable
  14 of generating a credit or a grade and that is provided in an
  15 interactive learning environment where the majority of the
  16 curriculum is delivered using the internet and in which pupils may
  17 be separated from their instructor or teacher of record by time or
  18 location, or both.
- 19 (g) "Virtual course syllabus" means a document that includes
  20 all of the following:
- (i) An alignment document detailing how the course meets
  applicable state standards or, if the state does not have state
  standards, nationally recognized standards.
- 24 (ii) The virtual course content outline.
- 25 (iii) The virtual course required assessments.
- 26 (iv) The virtual course prerequisites.
- (v) Expectations for actual instructor or teacher of recordcontact time with the virtual learning pupil and other
- 29 communications between a pupil and the instructor or teacher of



- 1 record.
- vi Academic support available to the virtual learning pupil.

- (vii) The virtual course learning outcomes and objectives.
- 4 (viii) The name of the institution or organization providing the5 virtual content.
- 6 (ix) The name of the institution or organization providing the instructor or teacher of record.
- 8 (x) The course titles assigned by the provider and the course
  9 titles and course codes from the National Center for Education
  10 Statistics (NCES) school codes for the exchange of data (SCED).
- 11 (xi) The number of eligible pupils that will be accepted by the
  12 provider in the virtual course. A primary district that is also the
  13 provider may limit the enrollment to those pupils enrolled in the
  14 primary district.
- 15 (xii) The results of the virtual course quality review using16 the guidelines and model review process published by the Michigan17 Virtual University.
- Sec. 21h. (1) From the state school aid fund money
  appropriated in section 11, there is allocated \$6,137,400.00 for
  22 2021-2022 2022-2023 for assisting districts assigned by the
  superintendent to participate in a partnership and districts that
  have established a community engagement advisory committee in
- 25 partnership with the department of treasury, are required to submit
- 26 a deficit elimination plan or an enhanced deficit elimination plan
- 27 under section 1220 of the revised school code, MCL 380.1220, and
- 28 are located in a city with a population between 9,000 and 11,000,
- 29 as determined by the department, that is in a county with a

1 population between 150,000 and 160,000, as determined by the

2 department, to improve student achievement and district financial

- 3 stability. The superintendent shall collaborate with the state
- 4 treasurer to identify any conditions that may be contributing to
- 5 low academic performance within a district being considered for
- 6 assignment to a partnership. The purpose of the partnership is to
- 7 identify district needs, develop intervention plans, and partner
- 8 with public, private, and nonprofit organizations to coordinate
- 9 resources and improve student achievement. Assignment of a district
- 10 to a partnership is made by the superintendent in consultation with
- 11 the state treasurer.
- 12 (2) A district described in subsection (1) is eligible for
- 13 funding under this section if the district includes at least 1
- 14 school that has been identified as low performing under the
- 15 approved federal accountability system or the state accountability
- 16 system. A district described in this subsection must do all of the
- 17 following to be eligible for funding under this section:
- 18 (a) For a partnership district under this section, within 90
- 19 days of assignment to the partnership described in this section,
- 20 and for a district described in subsection (1) that is not a
- 21 partnership district under this section, by October 15 of each
- 22 year, complete a comprehensive needs assessment or evaluation in
- 23 collaboration with an intermediate district, community members,
- 24 education organizations, and postsecondary institutions, as
- 25 applicable, that is approved by the superintendent. The
- 26 comprehensive needs assessment or evaluation must include at least
- 27 all of the following:
- 28 (i) A review of the district's implementation and utilization
- 29 of a multi-tiered system of supports to ensure that it is used to

1 appropriately inform instruction.

- 2 (ii) A review of the district and school building leadership3 and educator capacity to substantially improve student outcomes.
- 4 (iii) A review of classroom, instructional, and operational
  5 practices and curriculum to ensure alignment with research-based
  6 instructional practices and state curriculum standards.
  - (b) Develop an academic and financial operating or intervention plan that has been approved by the superintendent and that addresses the needs identified in the comprehensive needs assessment or evaluation completed under subdivision (a). The intervention plan must include at least all of the following:
    - (i) Specific actions that will be taken by the district and each of its partners to improve student achievement.
  - (ii) Specific measurable benchmarks that will be met within 18 months to improve student achievement and identification of expected student achievement outcomes to be attained within 3 years after assignment to the partnership.
  - (c) Craft academic goals that put pupils on track to meet or exceed grade level proficiency.
    - (3) Upon approval of the academic and financial operating or intervention plan developed under subsection (2), the department, in collaboration with the department of treasury, shall assign a team of individuals with expertise in comprehensive school and district reform to partner with the district, the intermediate district, community organizations, education organizations, and postsecondary institutions identified in the academic and financial operating or intervention plan to review the district's use of existing financial resources to ensure that those resources are being used as efficiently and effectively as possible to improve

- 1 student academic achievement and to ensure district financial
- 2 stability. The superintendent of public instruction may waive
- 3 burdensome administrative rules for a partnership district for the
- 4 duration of the partnership agreement and for a district described
- 5 in subsection (1) that is not a partnership district under this
- 6 section and that receives funding under this section in the current
- 7 fiscal year.
- **8** (4) Funds allocated under this section, excluding funds
- 9 allocated under subsection (5), may be used to pay for district
- 10 expenditures approved by the superintendent to improve student
- 11 achievement. Funds may be used for professional development for
- 12 teachers or district or school leadership, increased instructional
- 13 time, teacher mentors, or other expenditures that directly impact
- 14 student achievement and cannot be paid from existing district
- 15 financial resources. An eliqible district must not receive funds
- 16 under this section for more than 3 years. Notwithstanding section
- 17 17b, the department shall make payments to districts under this
- 18 section on a schedule determined by the department.
- 19 (5) From the funds allocated under subsection (1), there is
- 20 allocated for  $\frac{2021-2022}{2022-2023}$  an amount not to exceed
- 21 \$137,400.00 for the purchase of a data analytics tool to be used by
- 22 districts described in subsection (1). The superintendent of public
- 23 instruction shall require districts described in subsection (1) to
- 24 purchase a data analytics tool funded under this subsection as part
- 25 of the agreements described in this section.
- 26 (6) The department, in consultation with the department of
- 27 treasury, shall annually report to the legislature on the
- 28 activities funded under this section and how those activities
- 29 impacted student achievement in districts that received funds under

- this section. To the extent possible, participating districts
  receiving funding under this section shall participate in the
  report.
  Sec. 22a. (1) From the state school aid fund money
- Sec. 22a. (1) From the state school aid fund money

  appropriated in section 11, there is allocated an amount not to

  exceed \$4,836,000,000.00 \$4,492,000,000.00 for 2020-2021 2021-2022

  and there is allocated an amount not to exceed \$4,742,000,000.00

  \$4,376,000,000.00 for 2021-2022 2022-2023 for payments to districts

  and qualifying public school academies to quarantee each district
- and qualifying public school academy an amount equal to its 1994-95
- 11 total state and local per-pupil revenue for school operating
- 12 purposes under section 11 of article IX of the state constitution
- 13 of 1963. Pursuant to section 11 of article IX of the state
- 14 constitution of 1963, this guarantee does not apply to a district
- in a year in which the district levies a millage rate for school
- 16 district operating purposes less than it levied in 1994. However,
- 17 subsection (2) applies to calculating the payments under this
- 18 section. Funds allocated under this section that are not expended
- 19 in the fiscal year for which they were allocated, as determined by
- 20 the department, may be used to supplement the allocations under
- 21 sections 22b and 51c to fully fund those allocations for the same
- 22 fiscal year. For each fund transfer as described in the immediately
- 23 preceding sentence that occurs, the state budget director shall
- 24 send notification of the transfer to the house and senate
- ${f 25}$  appropriations subcommittees on state school aid and the house and
- 26 senate fiscal agencies by not later than 14 calendar days after the
- 27 transfer occurs.
- (2) To ensure that a district receives an amount equal to thedistrict's 1994-95 total state and local per-pupil revenue for

school operating purposes, there is allocated to each district a
state portion of the district's 1994-95 foundation allowance in an
amount calculated as follows:

(a) Except as otherwise provided in this subsection, the state 4 5 portion of a district's 1994-95 foundation allowance is an amount 6 equal to the district's 1994-95 foundation allowance or \$6,500.00, 7 whichever is less, minus the difference between the sum of the 8 product of the taxable value per membership pupil of all property 9 in the district that is nonexempt property times the district's 10 certified mills and, for a district with certified mills exceeding 11 12, the product of the taxable value per membership pupil of property in the district that is commercial personal property times 12 the certified mills minus 12 mills and the quotient of the ad 13 14 valorem property tax revenue of the district captured under tax 15 increment financing acts divided by the district's membership. For 16 a district that has a millage reduction required under section 31 17 of article IX of the state constitution of 1963, the department 18 shall calculate the state portion of the district's foundation allowance as if that reduction did not occur. For a receiving 19 20 district, if school operating taxes are to be levied on behalf of a dissolved district that has been attached in whole or in part to 21 the receiving district to satisfy debt obligations of the dissolved 22 23 district under section 12 of the revised school code, MCL 380.12, taxable value per membership pupil of all property in the receiving 24 25 district that is nonexempt property and taxable value per 26 membership pupil of property in the receiving district that is 27 commercial personal property do not include property within the geographic area of the dissolved district; ad valorem property tax 28 29 revenue of the receiving district captured under tax increment



- 1 financing acts does not include ad valorem property tax revenue
- 2 captured within the geographic boundaries of the dissolved district
- 3 under tax increment financing acts; and certified mills do not
- 4 include the certified mills of the dissolved district. For a
- 5 community district, the department shall reduce the allocation as
- 6 otherwise calculated under this section by an amount equal to the
- 7 amount of local school operating tax revenue that would otherwise
- 8 be due to the community district if not for the operation of
- 9 section 386 of the revised school code, MCL 380.386, and the amount
- 10 of this reduction is offset by the increase in funding under
- **11** section 22b(2).

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(b) For a district that had a 1994-95 foundation allowance greater than \$6,500.00, the state payment under this subsection is the sum of the amount calculated under subdivision (a) plus the amount calculated under this subdivision. The amount calculated under this subdivision must be equal to the difference between the district's 1994-95 foundation allowance minus \$6,500.00 and the current year hold harmless school operating taxes per pupil. If the result of the calculation under subdivision (a) is negative, the negative amount is an offset against any state payment calculated under this subdivision. If the result of a calculation under this subdivision is negative, there is not a state payment or a deduction under this subdivision. The taxable values per membership pupil used in the calculations under this subdivision are as adjusted by ad valorem property tax revenue captured under tax increment financing acts divided by the district's membership. For a receiving district, if school operating taxes are to be levied on behalf of a dissolved district that has been attached in whole or in part to the receiving district to satisfy debt obligations of

- 1 the dissolved district under section 12 of the revised school code,
- 2 MCL 380.12, ad valorem property tax revenue captured under tax
- 3 increment financing acts do not include ad valorem property tax
- 4 revenue captured within the geographic boundaries of the dissolved
- 5 district under tax increment financing acts.
- **6** (3) For pupils in membership in a qualifying public school
- 7 academy, there is allocated under this section to the authorizing
- 8 body that is the fiscal agent for the qualifying public school
- 9 academy for forwarding to the qualifying public school academy an
- amount equal to the 1994-95 per-pupil payment to the qualifying
- 11 public school academy under section 20.
- 12 (4) A district or qualifying public school academy may use
- 13 funds allocated under this section in conjunction with any federal
- 14 funds for which the district or qualifying public school academy
- 15 otherwise would be eligible.
- 16 (5) Except as otherwise provided in this subsection, for a
- 17 district that is formed or reconfigured after June 1, 2000 by
- 18 consolidation of 2 or more districts or by annexation, the
- 19 resulting district's 1994-95 foundation allowance under this
- 20 section beginning after the effective date of the consolidation or
- 21 annexation is the average of the 1994-95 foundation allowances of
- 22 each of the original or affected districts, calculated as provided
- 23 in this section, weighted as to the percentage of pupils in total
- 24 membership in the resulting district in the fiscal year in which
- 25 the consolidation takes place who reside in the geographic area of
- 26 each of the original districts. If an affected district's 1994-95
- 27 foundation allowance is less than the 1994-95 basic foundation
- 28 allowance, the amount of that district's 1994-95 foundation
- 29 allowance is considered for the purpose of calculations under this

- subsection to be equal to the amount of the 1994-95 basic 1
- foundation allowance. This subsection does not apply to a receiving 2
- district unless there is a subsequent consolidation or annexation 3
- that affects the district. 4
- 5 (6) Payments under this section are subject to section 25q.
- 6 (7) As used in this section:
- 7 (a) "1994-95 foundation allowance" means a district's 1994-95
- 8 foundation allowance calculated and certified by the department of
- 9 treasury or the superintendent under former section 20a as enacted
- 10 in 1993 PA 336 and as amended by 1994 PA 283.
- 11 (b) "Certified mills" means the lesser of 18 mills or the
- number of mills of school operating taxes levied by the district in 12
- 13 1993-94.
- 14 (c) "Current fiscal year" means the fiscal year for which a
- 15 particular calculation is made.
- (d) "Current year hold harmless school operating taxes per 16
- pupil" means the per-pupil revenue generated by multiplying a 17
- district's 1994-95 hold harmless millage by the district's current 18
- year taxable value per membership pupil. For a receiving district, 19
- 20 if school operating taxes are to be levied on behalf of a dissolved
- district that has been attached in whole or in part to the 21
- receiving district to satisfy debt obligations of the dissolved 22
- district under section 12 of the revised school code, MCL 380.12, 23
- taxable value per membership pupil does not include the taxable 24
- 25 value of property within the geographic area of the dissolved
- 26 district.
- 27 (e) "Dissolved district" means a district that loses its
- 28 organization, has its territory attached to 1 or more other
- 29 districts, and is dissolved as provided under section 12 of the

- 1 revised school code, MCL 380.12.
- 2 (f) "Hold harmless millage" means, for a district with a 1994-
- 3 95 foundation allowance greater than \$6,500.00, the number of mills
- 4 by which the exemption from the levy of school operating taxes on a
- 5 principal residence, qualified agricultural property, qualified
- 6 forest property, supportive housing property, industrial personal
- 7 property, commercial personal property, and property occupied by a
- 8 public school academy could be reduced as provided in section 1211
- 9 of the revised school code, MCL 380.1211, and the number of mills
- 10 of school operating taxes that could be levied on all property as
- 11 provided in section 1211(2) of the revised school code, MCL
- 12 380.1211, as certified by the department of treasury for the 1994
- 13 tax year. For a receiving district, if school operating taxes are
- 14 to be levied on behalf of a dissolved district that has been
- 15 attached in whole or in part to the receiving district to satisfy
- 16 debt obligations of the dissolved district under section 12 of the
- 17 revised school code, MCL 380.12, school operating taxes do not
- 18 include school operating taxes levied within the geographic area of
- 19 the dissolved district.
- 20 (g) "Membership" means the definition of that term under
- 21 section 6 as in effect for the particular fiscal year for which a
- 22 particular calculation is made.
- 23 (h) "Nonexempt property" means property that is not a
- 24 principal residence, qualified agricultural property, qualified
- 25 forest property, supportive housing property, industrial personal
- 26 property, commercial personal property, or property occupied by a
- 27 public school academy.
- 28 (i) "Principal residence", "qualified agricultural property",
- 29 "qualified forest property", "supportive housing property",

- "industrial personal property", and "commercial personal property"mean those terms as defined in section 1211 of the revised school
- 3 code, MCL 380.1211.
- 4 (j) "Qualifying public school academy" means a public school
  5 academy that was in operation in the 1994-95 school year and is in
  6 operation in the current fiscal year.
- 7 (k) "Receiving district" means a district to which all or part 8 of the territory of a dissolved district is attached under section 9 12 of the revised school code, MCL 380.12.
- 10 (l) "School operating taxes" means local ad valorem property
  11 taxes levied under section 1211 of the revised school code, MCL
  12 380.1211, and retained for school operating purposes as defined in
  13 section 20.

- 20 (i) For the number of mills by which the exemption from the levy of school operating taxes on a principal residence, qualified 21 agricultural property, qualified forest property, supportive 22 23 housing property, industrial personal property, commercial personal 24 property, and property occupied by a public school academy may be 25 reduced as provided in section 1211 of the revised school code, MCL 26 380.1211, the taxable value of principal residence, qualified agricultural property, qualified forest property, supportive 27 28 housing property, industrial personal property, commercial personal 29 property, and property occupied by a public school academy for the

- 1 calendar year ending in the current fiscal year. For a receiving
- 2 district, if school operating taxes are to be levied on behalf of a

- 3 dissolved district that has been attached in whole or in part to
- 4 the receiving district to satisfy debt obligations of the dissolved
- 5 district under section 12 of the revised school code, MCL 380.12,
- 6 mills do not include mills within the geographic area of the
- 7 dissolved district.
- 8 (ii) For the number of mills of school operating taxes that may
- 9 be levied on all property as provided in section 1211(2) of the
- 10 revised school code, MCL 380.1211, the taxable value of all
- 11 property for the calendar year ending in the current fiscal year.
- 12 For a receiving district, if school operating taxes are to be
- 13 levied on behalf of a dissolved district that has been attached in
- 14 whole or in part to the receiving district to satisfy debt
- 15 obligations of the dissolved district under section 12 of the
- 16 revised school code, MCL 380.12, school operating taxes do not
- 17 include school operating taxes levied within the geographic area of
- 18 the dissolved district.
- 19 Sec. 22b. (1) For discretionary nonmandated payments to
- 20 districts under this section, there is allocated for  $\frac{2020-2021}{1}$
- 21 2021-2022 an amount not to exceed \$4,478,200,000.00
- 22 \$5,094,000,000.00 from the state school aid fund and general fund
- 23 appropriations in section 11 and an amount not to exceed
- **24** \$79,800,000.00 \$72,000,000.00 from the community district education
- 25 trust fund appropriation in section 11, and there is allocated for
- 26  $\frac{2021-2022}{2022-2023}$  an amount not to exceed  $\frac{5,132,000,000.00}{2021-2022}$
- 27 \$5,686,000,000.00 from the state school aid fund and general fund
- 28 appropriations in section 11 and an amount not to exceed
- 29 \$72,000,000.00 from the community district education trust fund



- 1 appropriation in section 11. Of the funds allocated under this
- 2 section for 2021-2022, \$13,600,000.00 \$14,500,000.00 represents the
- 3 amount of the general fund revenue deposited into the state school
- 4 aid fund to reimburse the state school aid fund for community
- 5 district education trust fund costs in excess of \$72,000,000.00. Of
- 6 the funds allocated under this section for 2022-2023,
- 7 \$19,500,000.00 represents the amount of the general fund revenue
- 8 deposited into the state school aid fund to reimburse the state
- 9 school aid fund for community district education trust fund costs
- 10 in excess of \$72,000,000.00. If the amount allocated under this
- 11 subsection from the community district education trust fund
- 12 appropriation under section 11 is insufficient to pay for an
- 13 increase under this section, any amount exceeding that allocation
- 14 may be paid from other allocations under this subsection. Except
- 15 for money allocated under this section from the community district
- 16 education trust fund appropriation in section 11, funds allocated
- 17 under this section that are not expended in the fiscal year for
- 18 which they were allocated, as determined by the department, may be
- 19 used to supplement the allocations under sections 22a and 51c to
- 20 fully fund those allocations for the same fiscal year. For each
- 21 fund transfer as described in the immediately preceding sentence
- 22 that occurs, the state budget director shall send notification of
- 23 the transfer to the house and senate appropriations subcommittees
- 24 on state school aid and the house and senate fiscal agencies by not
- 25 later than 14 calendar days after the transfer occurs.
- 26 (2) Subject to subsection (3) and section 296, the allocation
- 27 to a district under this section is an amount equal to the sum of
- 28 the amounts calculated under sections 20, 20m, 51a(2), 51a(3), and
- 29 51a(11), minus the sum of the allocations to the district under

- 1 sections 22a and 51c. For a community district, the allocation as
- 2 otherwise calculated under this section is increased by an amount
- 3 equal to the amount of local school operating tax revenue that
- 4 would otherwise be due to the community district if not for the
- 5 operation of section 386 of the revised school code, MCL 380.386,
- 6 and this increase must be paid from the community district
- 7 education trust fund allocation in subsection (1) in order to
- 8 offset the absence of local school operating revenue in a community
- 9 district in the funding of the state portion of the foundation
- 10 allowance under section 20(4).
- 11 (3) In order to receive an allocation under subsection (1),
- 12 each district must do all of the following:
- 13 (a) Comply with section 1280b of the revised school code, MCL
- **14** 380.1280b.
- 15 (b) Comply with sections 1278a and 1278b of the revised school
- 16 code, MCL 380.1278a and 380.1278b.
- 17 (c) Furnish data and other information required by state and
- 18 federal law to the center and the department in the form and manner
- 19 specified by the center or the department, as applicable.
- 20 (d) Comply with section 1230g of the revised school code, MCL
- **21** 380.1230q.
- (e) Comply with section 21f.
- 23 (f) For a district that has entered into a partnership
- 24 agreement with the department, comply with section 22p.
- 25 (4) Districts are encouraged to use funds allocated under this
- 26 section for the purchase and support of payroll, human resources,
- 27 and other business function software that is compatible with that
- 28 of the intermediate district in which the district is located and
- 29 with other districts located within that intermediate district.



- 1 (5) From the allocation in subsection (1), the department 2 shall pay up to \$1,000,000.00 in litigation costs incurred by this 3 state related to commercial or industrial property tax appeals, 4 including, but not limited to, appeals of classification, that 5 impact revenues dedicated to the state school aid fund.
- 6 (6) From the allocation in subsection (1), the department 7 shall pay up to \$1,000,000.00 in litigation costs incurred by this state associated with lawsuits filed by 1 or more districts or 8 9 intermediate districts against this state. If the allocation under 10 this section is insufficient to fully fund all payments required 11 under this section, the payments under this subsection must be made in full before any proration of remaining payments under this 12 13 section.
  - (7) It is the intent of the legislature that all constitutional obligations of this state have been fully funded under sections 22a, 31d, 51a, 51c, 51e, and 152a. If a claim is made by an entity receiving funds under this article that challenges the legislative determination of the adequacy of this funding or alleges that there exists an unfunded constitutional requirement, the state budget director may escrow or allocate from the discretionary funds for nonmandated payments under this section the amount as may be necessary to satisfy the claim before making any payments to districts under subsection (2). If funds are escrowed, the escrowed funds are a work project appropriation and the funds are carried forward into the following fiscal year. The purpose of the work project is to provide for any payments that may be awarded to districts as a result of litigation. The work project is completed upon resolution of the litigation.
    - (8) If the local claims review board or a court of competent



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- 1 jurisdiction makes a final determination that this state is in
- 2 violation of section 29 of article IX of the state constitution of
- 3 1963 regarding state payments to districts, the state budget
- 4 director shall use work project funds under subsection (7) or
- 5 allocate from the discretionary funds for nonmandated payments
- 6 under this section the amount as may be necessary to satisfy the
- 7 amount owed to districts before making any payments to districts
- 8 under subsection (2).
- **9** (9) If a claim is made in court that challenges the
- 10 legislative determination of the adequacy of funding for this
- 11 state's constitutional obligations or alleges that there exists an
- 12 unfunded constitutional requirement, any interested party may seek
- 13 an expedited review of the claim by the local claims review board.
- 14 If the claim exceeds \$10,000,000.00, this state may remove the
- 15 action to the court of appeals, and the court of appeals has and
- 16 shall exercise jurisdiction over the claim.
- 17 (10) If payments resulting from a final determination by the
- 18 local claims review board or a court of competent jurisdiction that
- 19 there has been a violation of section 29 of article IX of the state
- 20 constitution of 1963 exceed the amount allocated for discretionary
- 21 nonmandated payments under this section, the legislature shall
- 22 provide for adequate funding for this state's constitutional
- 23 obligations at its next legislative session.
- 24 (11) If a lawsuit challenging payments made to districts
- 25 related to costs reimbursed by federal title XIX Medicaid funds is
- 26 filed against this state, then, for the purpose of addressing
- 27 potential liability under such a lawsuit, the state budget director
- 28 may place funds allocated under this section in escrow or allocate
- 29 money from the funds otherwise allocated under this section, up to

- 1 a maximum of 50% of the amount allocated in subsection (1). If
- 2 funds are placed in escrow under this subsection, those funds are a
- 3 work project appropriation and the funds are carried forward into
- 4 the following fiscal year. The purpose of the work project is to
- 5 provide for any payments that may be awarded to districts as a
- 6 result of the litigation. The work project is completed upon
- 7 resolution of the litigation. In addition, this state reserves the
- 8 right to terminate future federal title XIX Medicaid reimbursement
- 9 payments to districts if the amount or allocation of reimbursed
- 10 funds is challenged in the lawsuit. As used in this subsection,
- 11 "title XIX" means title XIX of the social security act, 42 USC 1396
- 12 to 1396w-5.
- 13 (12) As used in this section:
- 14 (a) "Dissolved district" means that term as defined in section
- 15 20.
- 16 (b) "Local school operating revenue" means school operating
- 17 taxes levied under section 1211 of the revised school code, MCL
- 18 380.1211. For a receiving district, if school operating taxes are
- 19 to be levied on behalf of a dissolved district that has been
- 20 attached in whole or in part to the receiving district to satisfy
- 21 debt obligations of the dissolved district under section 12 of the
- 22 revised school code, MCL 380.12, local school operating revenue
- 23 does not include school operating taxes levied within the
- 24 geographic area of the dissolved district.
- 25 (c) "Receiving district" and "school operating taxes" mean
- 26 those terms as defined in section 20.
- Sec. 22c. From the state school aid fund money appropriated in
- 28 section 11, there is allocated for <del>2021-2022</del> **2022-2023** an amount
- 29 not to exceed \$3,000,000.00 for payments to eligible districts as

- 1 provided under this section. The payment for an eligible district
- 2 under this section must be in an amount per membership pupil equal
- 3 to \$171.00. As used in this section:
- 4 (a) "Eliqible district" means a district that received
- 5 payments under this section in the immediately preceding fiscal
- 6 year and for which the local school operating revenue per
- 7 membership pupil in the current school fiscal year exceeds the
- 8 district's foundation allowance as calculated under section 20 for
- 9 the current fiscal year.
- 10 (b) "Local school operating revenue" means that term as 11 defined in section 22b.
- 12 (c) (b) "Local school operating revenue per membership pupil"
- 13 means that term as defined in section 20.a district's local school
- 14 operating revenue divided by the district's membership excluding
- 15 special education pupils.
- 16 Sec. 22d. (1) From the state school aid fund money
- 17 appropriated under section 11, an amount not to exceed
- 18 \$8,420,000.00 \$8,858,000.00 is allocated for 2021-2022 2022-2023
- 19 for supplemental payments to rural districts under this section.
- 20 (2) From the allocation under subsection (1), there is
- 21 allocated for  $\frac{2021-2022}{2022-2023}$  an amount not to exceed
- 22 \$1,557,300.00 \$1,638,300.00 for payments under this subsection to
- 23 eligible districts. A district that meet meets all of the following
- 24 is an eligible district under this subsection:
- 25 (a) Operates grades K to 12.
  - (b) Has fewer than 250 pupils in membership.
- 27 (c) Each school building operated by the district meets at
- 28 least 1 of the following:
- (i) Is located in the Upper Peninsula at least 30 miles from

- 1 any other public school building.
- $\mathbf{2}$  (ii) Is located on an island that is not accessible by bridge.
- **3** (3) The amount of the additional funding to each eligible
- 4 district under subsection (2) is determined under a spending plan
- 5 developed as provided in this subsection and approved by the
- 6 superintendent of public instruction. The spending plan must be
- 7 developed cooperatively by the intermediate superintendents of each
- 8 intermediate district in which an eligible district is located. The
- 9 intermediate superintendents shall review the financial situation
- 10 of each eligible district, determine the minimum essential
- 11 financial needs of each eligible district, and develop and agree on
- 12 a spending plan that distributes the available funding under
- 13 subsection (2) to the eligible districts based on those financial
- 14 needs. The intermediate superintendents shall submit the spending
- 15 plan to the superintendent of public instruction for approval. Upon
- 16 approval by the superintendent of public instruction, the amounts
- 17 specified for each eligible district under the spending plan are
- 18 allocated under subsection (2) and must be paid to the eligible
- 19 districts in the same manner as payments under section 22b.
- 20 (4) Subject to subsection (7), from the allocation in
- 21 subsection (1), there is allocated for <del>2021-2022</del> **2022-2023** an
- 22 amount not to exceed  $\frac{60,042,700.00}{50,000}$  \$6,357,000.00 for payments under
- 23 this subsection to districts that have fewer than 10.0 pupils per
- 24 square mile as determined by the department.
- $\mathbf{25}$  (5) The funds allocated under subsection (4) are allocated as
- 26 follows:
- 27 (a) An amount equal to \$5,200,000.00 \\$5,470,400.00 is
- 28 allocated to districts with fewer than 8.0 pupils per square mile,
- 29 as determined by the department, on an equal per-pupil basis.

- 3 (i) For districts with at least 8.0 but fewer than 9.0 pupils
  4 per square mile, as determined by the department, the allocation is
  5 an amount per pupil equal to 75% of the per-pupil amount allocated
  6 to districts under subdivision (a).
- 7 (ii) For districts with at least 9.0 but fewer than 10.0 pupils 8 per square mile, as determined by the department, the allocation is 9 an amount per pupil equal to 50% of the per-pupil amount allocated 10 to districts under subdivision (a).
  - (c) If the total funding allocated under subdivision (b) is not sufficient to fully fund payments as calculated under that subdivision, the department shall prorate payments to districts under subdivision (b) on an equal per-pupil basis.
- 16 an amount not to exceed \$820,000.00 \$862,700.00 for payments under
  17 this subsection to districts that have greater than 250 square
  18 miles and that do not receive funding under subsection (2) or (4).
  19 The funds allocated under this subsection must be allocated on an
  20 equal per-pupil basis.
- (7) A district receiving funds allocated under subsection (2)is not eligible for funding allocated under subsection (4).
- Sec. 22m. (1) From the state school aid fund money
  appropriated in section 11, there is allocated for 2021-2022-202225 2023 an amount not to exceed \$2,200,000.00 for supporting the
  integration of local data systems into the Michigan data hub
  network based on common standards and applications that are in
  compliance with section 19(6).
- 29 (2) An entity that is the fiscal agent for no more than 5

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- 1 consortia of intermediate districts that previously received
- 2 funding from the technology readiness infrastructure grant under
- 3 former section 22i for the purpose of establishing regional data
- 4 hubs that are part of the Michigan data hub network is eligible for
- 5 funding under this section.
- **6** (3) The center shall work with an advisory committee composed
- 7 of representatives from intermediate districts within each of the
- 8 data hub regions to coordinate the activities of the Michigan data
- 9 hub network.
- 10 (4) The center, in collaboration with the Michigan data hub
- 11 network, shall determine the amount of funds distributed under this
- 12 section to each participating regional data hub within the network,
- 13 based upon a competitive grant process. The center shall ensure
- 14 that the entities receiving funding under this section represent
- 15 geographically diverse areas in this state.
- 16 (5) Notwithstanding section 17b, the department shall make
- 17 payments under this section on a schedule determined by the center.
- 18 (6) To receive funding under this section, a regional data hub
- 19 must have a governance model that ensures local control of data,
- 20 data security, and student privacy issues. The integration of data
- 21 within each of the regional data hubs must provide for the
- 22 actionable use of data by districts and intermediate districts
- 23 through common reports and dashboards and for efficiently providing
- 24 information to meet state and federal reporting purposes.
- 25 (7) Participation in a data hub region in the Michigan data
- 26 hub network under this section is voluntary and is not required.
- 27 (8) Entities receiving funding under this section shall use
- 28 the funds for all of the following:
- 29 (a) Creating an infrastructure that effectively manages the

- 1 movement of data between data systems used by intermediate
- 2 districts, districts, and other educational organizations in
- 3 Michigan based on common data standards to improve student
- 4 achievement.
- 5 (b) Utilizing the infrastructure to put in place commonly
- 6 needed integrations, reducing cost and effort to do that work while
- 7 increasing data accuracy and usability.
- 8 (c) Promoting the use of a more common set of applications by
- 9 promoting systems that integrate with the Michigan data hub
- 10 network.
- 11 (d) Promoting 100% district adoption of the Michigan data hub
- 12 network. by September 30, 2022.
- 13 (e) Ensuring local control of data, data security, and student
- 14 data privacy.
- 15 (f) Utilizing the infrastructure to promote the actionable use
- 16 of data through common reports and dashboards that are consistent
- 17 statewide.
- 18 (g) Creating a governance model to facilitate sustainable
- 19 operations of the infrastructure in the future, including
- 20 administration, legal agreements, documentation, staffing, hosting,
- 21 and funding.
- 22 (h) Evaluating future data initiatives at all levels to
- 23 determine whether the initiatives can be enhanced by using the
- 24 standardized environment in the Michigan data hub network.
- 25 (9) Not later than January 1 of each fiscal year, the center
- 26 shall prepare a summary report of information provided by each
- 27 entity that received funds under this section that includes
- 28 measurable outcomes based on the objectives described under this
- 29 section and a summary of compiled data from each entity to provide

- 1 a means to evaluate the effectiveness of the project. The center
- 2 shall submit the report to the house and senate appropriations
- 3 subcommittees on school aid and to the house and senate fiscal
- 4 agencies.
- 5 Sec. 22p. (1) Subject to subsection (2), in order to receive
- 6 funding under section 22b, a district or public school academy that
- 7 is assigned by the superintendent of public instruction as a
- 8 partnership district must have a signed 3-year partnership
- 9 agreement with the department that includes all of the following:
- 10 (a) Measurable academic outcomes that the district or public
- 11 school academy will achieve for each school operated by the
- 12 district or public school academy that is subject to the
- 13 partnership agreement after 18 months and after 36 months from the
- 14 date the agreement was originally signed. Measurable academic
- 15 outcomes under this subdivision must include all of the following:
- 16 (i) Outcomes that put pupils on track to meet or exceed grade
- 17 level proficiency and that are based on district or public school
- 18 academy needs identified as required under section 21h.
- 19 (ii) Either of the following, as applicable:
- 20 (A) At least 1 proficiency or growth outcome based on state
- 21 assessments described in section 104b or 104c.
- 22 (B) At least 1 proficiency or growth outcome based on a
- 23 benchmark assessment described in section 104a.104h or 104i, as
- 24 applicable.
- 25 (b) Accountability measures to be imposed if the district or
- 26 public school academy does not achieve the measurable academic
- 27 outcomes described in subdivision (a) for each school operated by
- 28 the district or public school academy that is subject to the
- 29 partnership agreement. For a district assigned as a partnership

- 1 district as described in this subsection, accountability measures
- 2 under this subdivision must include the reconstitution of the
- 3 school. For a public school academy assigned as a partnership
- 4 district as described in this subsection, accountability measures
- 5 under this subdivision may include the reconstitution of the
- 6 school.
- 7 (c) For a public school academy assigned as a partnership
- 8 district as described in this subsection, a requirement that, if
- 9 reconstitution is imposed on a school that is operated by the
- 10 public school academy and that is subject to the partnership
- 11 agreement, the school must be reconstituted as described in section
- 12 507, 528, or 561, as applicable, of the revised school code, MCL
- 13 380.507, 380.528, and 380.561.
- 14 (d) For a district assigned as a partnership district as
- 15 described in this subsection, a provision that, if reconstitution
- 16 is imposed on a school that is operated by the district and that is
- 17 subject to the partnership agreement, reconstitution may require
- 18 closure of the school building, but, if the school building remains
- 19 open, reconstitution must include, but is not limited to, all of
- 20 the following:
- 21 (i) The district shall make significant changes to the
- 22 instructional and noninstructional programming of the school based
- 23 on the needs identified through a comprehensive review of data in
- 24 compliance with section 21h.
- 25 (ii) The district shall review whether the current principal of
- 26 the school should remain as principal or be replaced.
- 27 (iii) The reconstitution plan for the school must require the
- 28 adoption of goals similar to the goals included in the partnership
- 29 agreement, with a limit of 3 years to achieve the goals. If the

- goals are not achieved within 3 years, the superintendent of publicinstruction shall impose a second reconstitution plan.
- (2) If a district or public school academy is assigned as a partnership district as described in subsection (1) during the current fiscal year, it shall ensure that it has a signed partnership agreement as described in subsection (1) in place by not later than 90 days after the date that it is assigned as a partnership district. If a district or public school academy described in this subsection does not comply with this subsection, the department shall withhold funding under section 22b for that district or public school academy until the district or public school academy has a signed partnership agreement as described in
  - Sec. 23f. (1) From the state school aid fund money appropriated in section 11, there is allocated for 2022-2023 only an amount not to exceed \$5,000,000.00 for the learning pod pilot program as prescribed in this section.
    - (2) Except as otherwise provided in this subsection, to receive funding under this section, subject to subsection (3), an intermediate district must apply for the funding in a form and manner prescribed by the department. In its application described in this subsection, an intermediate district must include the number of eligible children the intermediate district intends to serve through programs described in this section. The department shall allow an intermediate district to apply for funding under this section on a rolling basis, as funding is needed by the intermediate district. The department shall ensure that each intermediate district is given an opportunity to apply for funding under this section before it awards all of the funding under this

subsection (1) in place.

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- 2 (3) To receive funding under this section, an intermediate 3 district must do all of the following:
- 4 (a) It shall solicit feedback from the parents and legal 5 guardians of eligible children concerning the types of programs 6 that should be offered through learning pods as described in this 7 section and it shall pledge to use this feedback to develop and 8 implement learning pods during the summer of 2023.
- 9 (b) It shall aggregate a list of programs offered by the
  10 intermediate district or of districts located within the geographic
  11 boundaries of the intermediate district through learning pods
  12 during the summer of 2023 and the number of hours and the subjects
  13 available to eligible children enrolled in the intermediate
  14 district or districts located within the geographic boundaries of
  15 the intermediate district.
  - (c) It shall make the list described in subdivision (b) available to all of the parents and legal guardians of the eligible children enrolled in the intermediate district or districts located within the geographic boundaries of the intermediate district by not later than June 1, 2023.
  - (d) It shall provide the parents and legal guardians described in subdivision (c) a mechanism to choose a learning pod program from the list described in subdivision (b) and mechanism for enrolling their eligible child in a program on the list. A parent or legal guardian cannot enroll their eligible child in more than 2 programs as described in this subdivision.
- 27 (4) An intermediate district that receives funding under this 28 section shall use the funding only for the coverage of costs 29 associated with running learning pod programs described in this

- 1 section, including, but not limited to, the provision of bonus
- 2 payments to teachers and staff members who work in the learning pod
- 3 programs.
- 4 (5) The department shall pay each intermediate district that
- 5 has applied for funding under this section an equal amount for each
- 6 eligible child enrolled in a learning pod program as described in
- 7 subsection (3)(d).
- 8 (6) Each intermediate district that receives money under this
- 9 section shall submit a report to the department concerning the
- 10 number of eligible children served, the number of hours eligible
- 11 children were provided programming through learning pods described
- 12 in this section, and a brief description of how that time was
- 13 utilized. The department shall compile the reports described in
- 14 this subsection and submit 1 report based off of the compiled
- 15 reports to the house fiscal agency, the senate fiscal agency, the
- 16 state budget office, the house and senate subcommittees responsible
- 17 for K to 12 school aid, and the house and senate subcommittees
- 18 responsible for appropriations for the department.
- 19 (7) After learning pod programs, as described in this section,
- 20 have concluded, each intermediate district that received funding
- 21 under this section for the implementation of the programs shall
- 22 provide a forum that allows the parents and legal quardians of
- 23 eligible children who participated in the programs to provide
- 24 feedback concerning the programs. This forum must include, at a
- 25 minimum, the provision of surveys that solicit feedback, including
- 26 the solicitation of feedback concerning how the programs could be
- 27 improved. Intermediate districts shall provide results from surveys
- 28 described in this subsection to the department, in a form and
- 29 manner prescribed by the department and on a timeline determined by

- 1 the department. The department shall compile the surveys it
- 2 receives under this subsection and submit 1 report concerning the
- 3 survey results to the house fiscal agency, the senate fiscal
- 4 agency, the state budget office, the house and senate subcommittees
- 5 responsible for K to 12 school aid, and the house and senate
- 6 subcommittees responsible for appropriations for the department.
- 7 (8) Notwithstanding section 17b, the department shall make
- 8 payments under this section on a schedule determined by the
- 9 department.
- 10 (9) As used in this section:
- 11 (a) "Eligible child" or "eligible children" means a child or
- 12 children to whom any of the following apply:
- 13 (i) The child is or children are economically disadvantaged, as
- 14 reported to the center in the form and manner prescribed by the
- 15 center, not later than the fifth Wednesday after the pupil
- 16 membership count day of the immediately preceding fiscal year.
- 17 (ii) For a child or children for whom the results of the state
- 18 summative assessment have been received, the child or the children
- 19 did not achieve proficiency on the English language arts,
- 20 mathematics, science, or social studies content area assessment.
- 21 (iii) The child or children are at risk of not meeting the core
- 22 academic curricular objectives in English language arts or
- 23 mathematics, as demonstrated on local assessments.
- 24 (b) "Learning pod" means a group of eligible children
- 25 participating together in a summer program designed to provide
- 26 learning enrichment opportunities, academic supports that help
- 27 students catch up with their peers, and classroom experiences
- 28 designed to prevent or reduce summer learning loss.
- (c) "Summer" means a period beginning June 1 and ending

## September 2 of the same year.

Sec. 24. (1) From the state school aid fund money appropriated in section 11, there is allocated for <del>2020-2021 an amount not to</del> exceed \$7,650,000.00 and there is allocated for 2021-2022 2022-2023 an amount not to exceed \$7,650,000.00 for payments to the educating district or intermediate district for educating pupils assigned by a court or the department of health and human services to reside in or to attend a juvenile detention facility or child caring institution licensed by the department of health and human services and approved by the department to provide an on-grounds education program. The amount of the payment under this section to a district or intermediate district is calculated as prescribed under subsection (2). 

- (2) The department shall allocate the total amount allocated under this section by paying to the educating district or intermediate district an amount equal to the lesser of the district's or intermediate district's added cost or the department's approved per-pupil allocation for the district or intermediate district. For the purposes of this subsection:
- (a) "Added cost" means 100% of the added cost each fiscal year for educating all pupils assigned by a court or the department of health and human services to reside in or to attend a juvenile detention facility or child caring institution licensed by the department of health and human services or the department of licensing and regulatory affairs and approved by the department to provide an on-grounds education program. Added cost is computed by deducting all other revenue received under this article for pupils described in this section from total costs, as approved by the department, in whole or in part, for educating those pupils in the

- 1 on-grounds education program or in a program approved by the
- 2 department that is located on property adjacent to a juvenile
- 3 detention facility or child caring institution. Costs reimbursed by
- 4 federal funds are not included.
- 5 (b) "Department's approved per-pupil allocation" for a
- 6 district or intermediate district is determined by dividing the
- 7 total amount allocated under this section for a fiscal year by the
- 8 full-time equated membership total for all pupils approved by the
- 9 department to be funded under this section for that fiscal year for
- 10 the district or intermediate district.
- 11 (3) A district or intermediate district educating pupils
- 12 described in this section at a residential child caring institution
- 13 may operate, and receive funding under this section for, a
- 14 department-approved on-grounds educational program for those pupils
- 15 that is longer than 181 days, but not longer than 233 days, if the
- 16 child caring institution was licensed as a child caring institution
- 17 and offered in 1991-92 an on-grounds educational program that was
- 18 longer than 181 days but not longer than 233 days and that was
- 19 operated by a district or intermediate district.
- 20 (4) Special education pupils funded under section 53a are not
- 21 funded under this section.
- Sec. 24a. From the state school aid fund money appropriated in
- 23 section 11, there is allocated an amount not to exceed
- **24** \$1,355,700.00 for  $\frac{2021-2022}{2022-2023}$  for payments to intermediate
- 25 districts for pupils who are placed in juvenile justice service
- 26 facilities operated by the department of health and human services.
- 27 The amount of the payment to each intermediate district is an
- 28 amount equal to the state share of those costs that are clearly and
- 29 directly attributable to the educational programs for pupils placed

1 in facilities described in this section that are located within the

- 2 intermediate district's boundaries. The intermediate districts
- 3 receiving payments under this section shall cooperate with the
- 4 department of health and human services to ensure that all funding
- 5 allocated under this section is utilized by the intermediate
- 6 district and department of health and human services for
- 7 educational programs for pupils described in this section. Pupils
- 8 described in this section are not eligible to be funded under
- 9 section 24. However, a program responsibility or other fiscal
- 10 responsibility associated with these pupils must not be transferred
- 11 from the department of health and human services to a district or
- 12 intermediate district unless the district or intermediate district
- 13 consents to the transfer.
- 14 Sec. 25f. (1) From the state school aid fund money
- 15 appropriated in section 11, there is allocated an amount not to
- 16 exceed \$1,600,000.00 for  $\frac{2021-2022}{2022-2023}$  for payments to strict
- 17 discipline academies established under sections 1311b to 1311m of
- 18 the revised school code, MCL 380.1311b to 380.1311m, and qualified
- 19 districts, as provided under this section.
- 20 (2) In order to receive funding under this section, a strict
- 21 discipline academy or qualified district must first comply with
- 22 section 25e and use the pupil transfer process under that section
- 23 for changes in enrollment as prescribed under that section.
- 24 (3) The total amount allocated to a strict discipline academy
- 25 or qualified district under this section must first be distributed
- 26 as the lesser of the strict discipline academy's or qualified
- 27 district's added cost or the department's approved per-pupil
- 28 allocation for the strict discipline academy or qualified district.
- 29 Any Subject to subsection (7), any funds remaining after the first

distribution must be distributed by prorating on an equal per-pupil 1 2 membership basis, not to exceed a strict discipline academy's or qualified district's added cost. However, the sum of the amounts 3 received by a strict discipline academy or qualified district under 4 this section and under section 24 must not exceed the product of 5 6 the strict discipline academy's or qualified district's per-pupil 7 allocation calculated under section 20 multiplied by the strict 8 discipline academy's or qualified district's full-time equated 9 membership. The department shall allocate funds to strict 10 discipline academies and qualified districts under this section on 11 a monthly basis. For the purposes of this subsection: 12 (a) "Added cost" means 100% of the added cost each fiscal year for educating all pupils enrolled and in regular daily attendance 13 14 at a strict discipline academy. Added cost must be computed by 15 deducting all other revenue received under this article for pupils 16 described in this subsection from total costs, as approved by the 17 department, in whole or in part, for educating those pupils in a strict discipline academy. The department shall include all costs 18 19 including, but not limited to, educational costs, insurance, 20 management fees, technology costs, legal fees, auditing fees, 21 interest, pupil accounting costs, and any other administrative 22 costs necessary to operate the program or to comply with statutory requirements. Costs reimbursed by federal funds are not included. 23 24 (b) "Department's approved per-pupil allocation" for a strict 25 discipline academy is determined by dividing the total amount allocated under this subsection for a fiscal year by the full-time 26 equated membership total for all pupils approved by the department 27 to be funded under this subsection for that fiscal year for the 28 29 strict discipline academy.

- (4) Special education pupils funded under section 53a are not
   funded under this section.
- 3 (5) If the funds allocated under this section are insufficient
  4 to fully fund the adjustments under subsection (3), the department
  5 shall prorate payments under this section on an equal per-pupil
  6 basis.
  - (6) The department shall make payments to districts strict discipline academies and qualified districts under this section according to the payment schedule under section 17b.
  - (7) For purposes of this section, the pupil membership for the current fiscal year for a qualified district is the actual number of pupils that are in the custody of a county juvenile agency as described in subsection (8)(c).
    - (8) As used in this section:
  - (a) "Added cost" means 100% of the added cost each fiscal year for educating all pupils enrolled and in regular daily attendance at a strict discipline academy or qualified district. Added cost must be computed by deducting all other revenue received under this article for pupils described in this subdivision from total costs, as approved by the department, in whole or in part, for educating those pupils in a strict discipline academy or qualified district. The department shall include all costs, including, but not limited to, educational costs, insurance, management fees, technology costs, legal fees, auditing fees, interest, pupil accounting costs, and any other administrative costs necessary to operate the program or to comply with statutory requirements. Costs reimbursed by federal funds are not included.
  - (b) "Department's approved per-pupil allocation" means, for a strict discipline academy or qualified district, an amount equal to

- 1 the quotient of the total amount allocated under this section for a
- 2 fiscal year and the full-time equated membership total for all
- 3 pupils approved by the department to be funded under this section
- 4 for that fiscal year for the strict discipline academy or qualified
- 5 district.
- 6 (c) "Qualified district" means a public school academy that is
- 7 not a strict discipline academy that enrolls individuals who are in
- 8 the custody of a county juvenile agency to which both of the
- 9 following are applicable:
- 10 (i) The agency had custody of individuals who were enrolled in
- 11 a strict discipline academy in the 2020-2021 school year.
- 12 (ii) The strict discipline academy that the individuals
- 13 described in subparagraph (i) were enrolled in subsequently closed.
- 14 (d) "Strict discipline academy" means a public school academy
- 15 established under sections 1311b to 1311m of the revised school
- 16 code, MCL 380.1311b to 380.1311m.
- 17 Sec. 25q. (1) From the state school aid fund money
- 18 appropriated in section 11, there is allocated an amount not to
- 19 exceed \$750,000.00 for  $\frac{2021-2022}{2022-2023}$  for the purposes of this
- 20 section. Except as otherwise provided in this section, if the
- 21 operation of the special membership counting provisions under
- 22 section 6(4)(dd) and the other membership counting provisions under
- 23 section 6(4) result in a pupil being counted as more than 1.0 FTE
- 24 in a fiscal year, then the payment made for the pupil under
- 25 sections 22a and 22b must not be based on more than 1.0 FTE for
- 26 that pupil, and that portion of the FTE that exceeds 1.0 is paid
- 27 under this section in an amount equal to that portion multiplied by
- 28 the educating district's foundation allowance or per-pupil payment
- 29 calculated under section 20.

- (2) Special education pupils funded under section 53a are not
   funded under this section.
- 3 (3) If the funds allocated under this section are insufficient
  4 to fully fund the adjustments under subsection (1), the department
  5 shall prorate payments under this section on an equal per-pupil
  6 basis.
- 7 (4) The department shall make payments to districts under this8 section according to the payment schedule under section 17b.
- 9 Sec. 26a. From the state school aid fund money appropriated in 10 section 11, there is allocated an amount not to exceed 11 \$\frac{\$15,300,000.00}{\$14,000,000.00}\$ for 2021-2022 to reimburse districts 12 and intermediate districts under section 12 of the Michigan 13 renaissance zone act, 1996 PA 376, MCL 125.2692, for taxes levied
- 14 in 2021, and there is allocated an amount not to exceed

\$14,000,000.00 for 2022-2023 to reimburse districts and

- 16 intermediate districts under section 12 of the Michigan renaissance
- 17 zone act, 1996 PA 376, MCL 125.2692, for taxes levied in 2022. The
- 18 department shall pay the allocations not later than 60 days after
- 19 the department of treasury certifies to the department and to the
- 20 state budget director that the department of treasury has received
- 21 all necessary information to properly determine the amounts due to
- 22 each eligible recipient.

- Sec. 26b. (1) From the state school aid fund money
  appropriated in section 11, there is allocated an amount not to
- 25 exceed 4,710,000.00 4,989,000.00 for 2021-2022 2022-2023 for
- 26 payments to districts, intermediate districts, and community
- 27 college districts for the portion of the payment in lieu of taxes
- 28 obligation that is attributable to districts, intermediate
- 29 districts, and community college districts under section 2154 of

- the natural resources and environmental protection act, 1994 PA
  451, MCL 324.2154.
- 3 (2) If the amount appropriated under this section is not
  4 sufficient to fully pay obligations under this section, payments
  5 are prorated on an equal basis among all eligible districts,
  6 intermediate districts, and community college districts.
  - Sec. 26c. (1) From the state school aid fund money appropriated under section 11, there is allocated an amount not to exceed \$11,300,000.00 \$14,800,000.00 for 2020-2021 2021-2022 and there is allocated an amount not to exceed \$13,800,000.00 \$14,800,000.00 for 2021-2022 2022-2023 to the promise zone fund created in subsection (3). The funds allocated under this section reflect the amount of revenue from the collection of the state education tax captured under section 17 of the Michigan promise zone authority act, 2008 PA 549, MCL 390.1677.
  - (2) Funds allocated to the promise zone fund under this section must be used solely for payments to eligible districts and intermediate districts, in accordance with section 17 of the Michigan promise zone authority act, 2008 PA 549, MCL 390.1677, that have a promise zone development plan approved by the department of treasury under section 7 of the Michigan promise zone authority act, 2008 PA 549, MCL 390.1667. Eligible districts and intermediate districts shall use payments made under this section for reimbursement for qualified educational expenses as that term is defined in section 3 of the Michigan promise zone authority act, 2008 PA 549, MCL 390.1663.
- (3) The promise zone fund is created as a separate account
  within the state school aid fund to be used solely for the purposes
  of the Michigan promise zone authority act, 2008 PA 549, MCL

- 390.1661 to 390.1679. All of the following apply to the promise
  zone fund:
- 3 (a) The state treasurer shall direct the investment of the
  4 promise zone fund. The state treasurer shall credit to the promise
  5 zone fund interest and earnings from fund investments.
- 6 (b) Money in the promise zone fund at the close of a fiscal7 year remains in the promise zone fund and does not lapse to the8 general fund.
- 9 (4) Subject to subsection (2), the state treasurer may make 10 payments from the promise zone fund to eligible districts and 11 intermediate districts under the Michigan promise zone authority 12 act, 2008 PA 549, MCL 390.1661 to 390.1679, to be used for the 13 purposes of a promise zone authority created under that act.
- 14 (5) Notwithstanding section 17b, the department shall make15 payments under this section on a schedule determined by the16 department.
  - Sec. 26d. (1) From the state school aid fund money appropriated under section 11, there is allocated an amount not to exceed \$7,500,000.00 \$12,000,000.00 for 2021-2022 and an amount not to exceed \$14,400,000.00 for 2022-2023 for reimbursements to intermediate districts as required under section 15b of the brownfield redevelopment financing act, 1996 PA 381, MCL 125.2665b.
  - (2) The amounts reimbursed under subsection (1) must be used by the intermediate district only for the purposes for which the property taxes were originally levied.
- 26 (3) The Michigan strategic fund and the Michigan economic 27 development corporation shall work with the department of treasury 28 in identifying the amount of tax revenues that are to be reimbursed 29 under subsection (1).

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- (4) Notwithstanding section 17b, the department shall make
   payments under this section on a schedule determined by the
   department.
- 4 Sec. 27a. (1) From the state school aid fund money 5 appropriated in section 11, there is allocated for 2022-2023 an 6 amount not to exceed \$20,000,000.00 and from the general fund money 7 appropriated in section 11, there is allocated for 2022-2023 an 8 amount not to exceed \$5,000,000.00 for the MI future educator 9 fellowship program. The funds allocated under this section must be 10 used to offset tuition costs for individuals who are working toward 11 earning their initial teacher certification.
- 12 (2) To establish initial eligibility for an award from funding 13 under this section, an individual must meet all of the following 14 conditions by the date of enrollment described in subdivision (b):
  - (a) Have graduated from high school with a diploma or certificate of completion or achieved a high school equivalency certificate.
  - (b) Be admitted to an eligible educator preparation program and begin the first semester of that program on or after the start of the fall 2022 academic semester; be working toward a teacher certification; and be enrolled in enough coursework to earn at least 24 credits in an academic year or the equivalent of full-time participation for individuals enrolled in an alternative certification program, as defined by the department.
    - (c) Not have previously earned a teacher certification.
- 26 (d) Timely complete a grant application in a form and manner
  27 prescribed by the department of treasury.
- 28 (e) Timely file the Free Application for Federal Student Aid 29 for the enrollment period described in subdivision (b).

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- 1 (f) Timely apply for all available gift aid for the enrollment 2 period described in subdivision (b).
- 3 (g) Agree to repay any funds received from funding under this 4 section if the individual does not maintain enrollment in their 5 educator preparation program, the individual does not successfully 6 complete their educator program, or the individual does not 7 complete the work requirement described in subsection (7).
- 8 (h) Have a high school or college grade point average of at 9 least 3.0.
- 10 (i) Be a resident of this state, as determined for purposes of 11 the Free Application for Federal Student Aid.
  - (3) To establish continuing eligibility for an award under this section at an eligible educator preparation program, an individual must meet all of the following conditions:
    - (a) Maintain continuous enrollment in an eligible educator preparation program and earn at least 24 credits in an academic year or the equivalent of full-time participation for individuals enrolled in an alternative certification program, as defined by the department, excluding any period of time missed due to a medical or other emergency, as determined by the department of treasury.
    - (b) Maintain satisfactory academic progress, including a grade point average of at least 3.0, in courses provided by the eligible educator preparation program and meet requirements established by the eligible educator preparation program.
    - (c) Participate in relevant academic and career advising programs offered by the eligible educator preparation program.
- 27 (d) Timely file the Free Application for Federal Student Aid 28 for each academic year in which the individual receives an award 29 from funding under this section.

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- 1 (e) Timely apply for all available gift aid for each academic 2 year in which the individual applies for funding under this 3 section.
- 4 (f) Maintain residency in this state, as determined for 5 purposes of the Free Application for Federal Student Aid.
- 6 (4) An award under this section must not exceed \$10,000.00 per 7 academic year or the cost of tuition at the in-district resident 8 rate plus other required fees, as determined by the department of 9 treasury, at the eligible educator preparation program attended, 10 whichever is less.
  - (5) Awards under this section must be distributed to eligible educator preparation programs on behalf of an eligible recipient on a timeline determined by the department of treasury.
- 14 (6) Pending available funds, applicants may renew their award 15 for up to 3 years, or until program completion, whichever comes 16 first.
- 17 (7) To be an eligible recipient of fellowship funding under 18 this section, an individual must pledge to work as a certified 19 teacher in a public school, nonpublic school, or a qualifying 20 public preschool program in this state and must meet 1 of the 21 following work requirements:
  - (a) For a recipient of funding under this section who received an award for 1 academic year, 3 years of work as a certified teacher in a public school, nonpublic school, or a qualifying public preschool program in this state.
- 26 (b) For a recipient of funding under this section who received 27 an award for 2 academic years, 4 years of work as a certified 28 teacher in a public school, nonpublic school, or a qualifying 29 public preschool program in this state.



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- 1 (c) For a recipient of funding under this section who received 2 an award for 3 academic years, 5 years of work as a certified 3 teacher in a public school, nonpublic school, or a qualifying 4 public preschool program in this state.
- 5 (d) For a recipient working in a critical needs district, 3
  6 years of work as a certified teacher. As used in this subdivision,
  7 "critical needs district" means a district with a median household
  8 income in the lowest quartile in each prosperity region, as
  9 determined by the department.
- 10 (8) If an award recipient does not maintain enrollment in 11 their educator preparation program as required under subsection (3) (a), does not successfully complete their educator preparation 12 13 program, or does not meet the work requirement described in 14 subsection (7), any amount received from funds under this section 15 converts to a 0% interest loan that must be repaid to this state within 10 years. The amount of repayment must be reduced 16 17 proportionate to the number of years worked in schools or 18 qualifying public preschool programs in this state as a 19 certificated teacher out of 5 years. The department of treasury shall develop guidance to enforce this subsection. 20
- 21 (9) An individual may not concurrently receive funding through 22 programs funded under this section and grow your own programs 23 funded under section 27b.
  - (10) If the amount allocated in subsection (1) is not sufficient to fully fund awards under this section, there is appropriated from the educator fellowship public provider fund or the educator fellowship private provider fund, as applicable, the amount necessary to fully fund these programs. The state budget director shall provide notification to the house and senate

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- 1 appropriations subcommittees on K to 12 school aid and the house
- 2 and senate fiscal agencies for any additional appropriation
- 3 described under this subsection.
- 4 (11) Notwithstanding section 17b, the department of treasury
- 5 shall make payments under this section on a schedule determined by
- 6 the department of treasury.
- 7 (12) As used in this section, "eligible educator preparation
- 8 program" means an institution of higher education that meets all of
- 9 the following:
- 10 (a) Is a public or nonpublic institution of higher education
- 11 in this state.

- 12 (b) Has an established school of education with an educator
- 13 preparation program approved by the department.
  - (c) Enrolls 1 or more future educator fellowship recipients.
- 15 (d) Has not increased tuition and fee rates above the
- 16 limitations described in section 265.
- 17 Sec. 27b. (1) From the state school aid fund money
- 18 appropriated in section 11, there is allocated for 2022-2023 only
- 19 an amount not to exceed \$20,000,000.00 and from the federal funding
- 20 appropriated under section 11, there is allocated for 2022-2023
- 21 only an amount not to exceed \$155,000,000.00 from the federal
- 22 funding awarded to this state from the coronavirus state fiscal
- 23 recovery fund under the American rescue plan act of 2021, title IX,
- 24 subtitle M of Public Law 117-2, to districts and intermediate
- 25 districts for a grow your own program as described in subsection
- 26 (2).
- 27 (2) Districts and intermediate districts receiving funding
- 28 under this section shall use the funding to implement a grow your
- 29 own program. A grow your own program described in this subsection

- 1 must be implemented to improve the teacher talent pipeline and
- 2 provide a no-cost pathway for support staff members to become
- 3 certified teachers. Allowable expenses for grow your own programs
- 4 include, but are not limited to:
- 5 (a) Tuition and fees for attendance at a state-approved
- 6 education preparation provider for an accelerated degree, for a
- 7 traditional bachelor's degree for current staff who are not
- 8 teachers, or for an advanced degree.
- 9 (b) Books.
- 10 (c) Testing fees.
- 11 (d) Travel to and from coursework.
- 12 (e) Substitute employee salary and wages for the duration of
- 13 the educator preparation program attended by the recipient staff of
- 14 the district or intermediate district.
- 15 (f) Costs for curriculum, materials, professional development,
- 16 and hands-on-learning experiences to implement a program within the
- 17 district or intermediate district to encourage students in any of
- 18 grades 6 through 12 to consider a career in education. Not more
- 19 than 10% of funds received by a district or intermediate district
- 20 under this section may be used for this purpose.
- 21 (3) The department shall establish a grant process to
- 22 distribute funds under this section. A district or intermediate
- 23 school district must apply for funds in a form and manner
- 24 prescribed by the department. As part of the application described
- 25 in this subsection, a district or intermediate district must submit
- 26 the following information and assurances:
- 27 (a) Demonstrated need for funding in the district or
- 28 intermediate district or the broader community, including projected
- 29 workforce needs, and a proposed spending plan on how the funds will

- be utilized that includes expected tuition, fees, and books for the
  program.
- 3 (b) Number of support staff projected to participate in a grow4 your own program described in this section.
- 5 (c) For funds for the purposes described in subsection (2)(f), 6 a description of the program being implemented and the number of 7 students the program is intended to reach.
- 8 (d) Assurances that the pathway will be no cost for
  9 participants and that participants will be compensated as an
  10 employee for the duration of their training, including a paid
  11 residency or student teaching.
- (e) Identification of eligible recipients and a pledge to hire an eligible recipient as a full-time teacher upon their receipt of an initial teaching certificate and provide for student teaching opportunities.
- (f) A pledge that, before providing funding under this section 16 17 to an eligible recipient, the district or intermediate district 18 will require that the eligible recipient pledge to serve as a fulltime teacher at the district or intermediate district for at least 19 20 the same number of years as the recipient participated in a grow 21 your own program. If the district or intermediate district is 22 unable to hire an eliqible recipient as required under subdivision 23 (e), the eligible recipient may serve the years the recipient 24 pledged to serve under this subdivision at another district, 25 intermediate district, or nonpublic school.
- 26 (4) An individual may not concurrently receive funding for 27 programs under this section and programs funded under sections 27a 28 and 27c.
- 29 (5) The federal funding allocated under this section is



- 1 intended to respond to the COVID-19 public health emergency and its 2 negative impacts.
- 3 (6) Notwithstanding section 17b, the department shall make 4 payments under this section on a schedule determined by the 5 department.
- 6 (7) The funds allocated under this section for 2022-2023 are a work project appropriation, and any unexpended funds for 2022-2023 are carried forward into 2023-2024. The purpose of the work project is to continue support for grow your own programs in districts and intermediate districts. The estimated completion date of the work project is December 31, 2026.
  - Sec. 27c. (1) From the state school aid fund money appropriated in section 11, there is allocated \$50,000,000.00 for 2022-2023 for the MI future educator student teacher stipend program. Except as otherwise provided in this section, the funds allocated under this section must be paid to eligible educator preparation programs for payments to eligible student teachers working in a district.
- 19 (2) An eligible student teacher under this subsection must 20 meet all the following:
  - (a) The individual must be admitted to an eligible educator preparation program, be working toward a teacher certification, be participating in required student teaching coursework, and be maintaining satisfactory academic progress. As used in this subdivision, "required student teaching coursework" means credit hours, or the program equivalent, required by an eligible educator preparation program for successful completion of the program. This coursework must include regular placement in a district where the student gains real-world, first-hand experience working in a

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- classroom, teaching students, engaging in the day-to-day activities of a certified teacher, and working daily under the guidance of a certified teacher.
- 4 (b) The individual must timely complete an application in a 5 form and manner prescribed by the department of treasury. The 6 application must include the district in which the individual is 7 working as a student teacher and must include a certification by 8 the district and the individual's eligible educator preparation 9 program that the student is working as a student teacher. If the 10 individual's eligible educator preparation program is not provided 11 by a public institution of higher education, the district in which 12 the individual is working must also provide an assurance that they 13 will forward any amount received under this section from the 14 department of treasury for purposes of the program described in 15 this section to the individual's eligible educator preparation 16 program.
- 17 (c) The individual must not have received a payment from funds
  18 under this subsection previously, unless the individual is enrolled
  19 in an eligible educator preparation program that requires multiple
  20 semesters of student teaching.
  - (d) If an individual is paid by their district, they are not eligible for payment under this section.
  - (3) The department of treasury shall pay each eligible educator preparation program an amount not to exceed \$9,600.00 per academic semester for each eligible student teacher working in a district. If the individual's eligible educator preparation program is not provided by a public institution of higher education, the department of treasury shall pay an amount not to exceed \$9,600.00 per academic semester to the district in which the individual is

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- 1 working as a student teacher, and that district must forward the
- 2 amount received to the individual's eligible educator preparation
- 3 program. If funding allocated under this section is insufficient to
- 4 fully fund all eligible student teachers, the department of
- 5 treasury shall first award funding for eligible student teachers
- 6 who are also Pell grant recipients and then shall distribute
- 7 funding in the order in which applications were received. It is
- 8 intended that payments under this subsection are made at the
- 9 beginning of the semester in 1 lump sum for eligible student
- 10 teachers.
- 11 (4) Eligible educator preparation programs shall pay funds
- 12 received under this section, in entirety, to the eligible student
- 13 teacher. Eligible student teachers may use these funds for any of
- 14 the following:
- 15 (a) Tuition costs.
- 16 (b) Living expenses, including, but not limited to, housing
- 17 costs, health care costs, and transportation costs.
- 18 (c) Childcare costs for a dependent of the student teacher.
- (d) Any other costs associated with student teaching, as
- 20 determined by the department of treasury.
- 21 (5) Notwithstanding section 17b, the department of treasury
- 22 shall make payments under this section on a schedule determined by
- 23 the department of treasury.
- 24 (6) As used in this section, "eligible educator preparation
- 25 program" means an institution of higher education that meets all of
- 26 the following:
- 27 (a) Is a public or private institution of higher education in
- 28 this state.
- 29 (b) Has an established school of education with an educator

- 1 preparation program approved by the department.
- 2 (c) Has not increased tuition and fee rates above the 3 limitations described in section 265.
- 4 Sec. 27d. (1) The educator fellowship public provider fund is
- 5 created as a separate account within the state school aid fund for
- 6 the purpose of improving the educator workforce through recruitment
- 7 efforts for students attending public educator preparation
- 8 programs.
- 9 (2) The state treasurer may receive money or other assets from
- 10 any source for deposit into the educator fellowship public provider
- 11 fund. The state treasurer shall direct the investment of the
- 12 educator fellowship public provider fund. The state treasurer shall
- 13 credit to the educator fellowship public provider fund interest and
- 14 earnings from educator fellowship public provider fund investments.
- 15 (3) Money in the educator fellowship public provider fund at
- 16 the close of the fiscal year remains in the educator fellowship
- 17 public provider fund and does not lapse to the state school aid
- 18 fund.
- 19 (4) The department of treasury is the administrator of the
- 20 educator fellowship public provider fund for auditing purposes.
- 21 (5) The department of treasury shall expend money from the
- 22 educator fellowship public provider fund, upon appropriation, for
- 23 the purposes described in section 27a(10) for students admitted to
- 24 public educator preparation programs.
- 25 (6) For the fiscal year ending September 30, 2022 only,
- 26 \$235,000,000.00 from the state school aid fund is deposited into
- 27 the educator fellowship public programs fund.
- 28 Sec. 27e. (1) The educator fellowship private provider fund is
- 29 created within the department of treasury for the purpose of

- improving the educator workforce through recruitment efforts for
  students attending private educator preparation programs.
- 3 (2) The state treasurer may receive money or other assets from 4 any source for deposit into the educator fellowship private 5 provider fund. The state treasurer shall direct the investment of 6 the educator fellowship private provider fund. The state treasurer
- 7 shall credit to the educator fellowship private provider fund
- 8 interest and earnings from educator fellowship private provider
- 9 fund investments.

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- 10 (3) Money in the educator fellowship private provider fund at
  11 the close of the fiscal year remains in the educator fellowship
  12 private provider fund and does not lapse to the general fund or
  13 state school aid fund.
- 14 (4) The department of treasury is the administrator of the 15 educator fellowship private provider fund for auditing purposes.
  - (5) The department of treasury shall expend money from the educator fellowship private provider fund, upon appropriation, for the purposes described in section 27a(10) for students admitted to private educator preparation programs.
  - (6) For the fiscal year ending September 30, 2022 only, \$45,000,000.00 from the general fund is deposited into the educator fellowship private programs fund.
  - Sec. 27f. (1) From the general fund money appropriated in section 11, there is allocated an amount not to exceed \$500,000.00 for 2021-2022 only to an association that represents a consortium of urban school districts in this state working in partnership with a research consultant for the purposes under this section.
- 28 (2) Funds under this section must be used only to support an 29 analysis and an accompanying report of this state's education

- workforce. The analysis described in this subsection must provide
  all of the following:
- (a) The identification of effective and financially
  sustainable strategies districts have developed to address staffing
  shortages.
  - (b) An evaluation of how educator workforce shortages compare among the various districts across this state in efforts to improve the diversity of the workforce and to understand how workforce shortages relate to questions of equity in education.
  - (c) Recommendations for both short-term and long-term solutions to address educator shortages.
- 12 (d) An examination of educator workforce policies in other 13 states to identify approaches that have been useful in addressing 14 educator shortages and diversity.
- 15 (e) An analysis of district-level personnel data from urban 16 and rural districts that have faced the largest declines in staff 17 and face the greatest burdens in addressing educator shortages.
- 18 (f) The inclusion of targeted feedback from school-level 19 educators, as well as district-level administrators.
  - (3) The analysis described in subsection (2) must include representation from various stakeholders, including, but not limited to, teachers, school administrators, and human resources directors.
  - (4) Notwithstanding section 17b, the department shall make payments under this section on a schedule determined by the department.
- 27 (5) The funds allocated under this section for 2021-2022 are a 28 work project appropriation, and any unexpended funds for 2021-2022 29 are carried forward into 2022-2023. The purpose of the work project



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- 1 is to continue support for the analysis described in subsection
- 2 (2). The estimated completion date of the work project is September
- 3 30, 2023.
- 4 Sec. 28. (1) To recognize differentiated instructional costs
- **5** for different types of pupils in <del>2021-2022,</del> **2022-2023**, the
- 6 following sections provide a weighted foundation allocation or an
- 7 additional payment of some type in the following amounts, as
- 8 allocated under those sections:
- 9 (a) Section 22d, isolated and rural districts, \$8,420,000.00.
- 10 \$8,858,000.00.
- 11 (b) Section 31a, at risk, standard programming,
- 12 \$512,500,000.00.\$747,500,000.00.
- (c) Section 31a, at risk, additional payment, \$12,000,000.00.
- (c) (d) Section 41, bilingual education for English language
- 15 learners, \$25,200,000.00.\$26,511,000.00.
- 16 (d) (e)—Section 51c, special education, mandated percentages,
- 17 \$733,400,000.00.\$709,900,000.00.
- (f) Section 51f, special education, additional percentages,
- **19** \$90,207,000.00.
- 20 (e) (g)—Section 61a, career and technical education, standard
- 21 reimbursement, \$37,611,300.00.\$47,611,300.00.
- 22 (f) (h) Section 61d, career and technical education
- 23 incentives, \$5,000,000.00.
- 24 (2) The funding described in subsection (1) is not a separate
- 25 allocation of any funding but is instead a listing of funding
- 26 allocated in the sections listed in subsection (1).
- Sec. 30c. (1) From the state school aid fund money
- 28 appropriated in section 11, there is allocated for 2022-2023 only
- 29 an amount not to exceed \$15,000,000.00 to districts for



- 1 implementation of the troops-to-teachers initiative as described in 2 this section.
- 3 (2) Except as otherwise provided in this subsection, to
  4 receive funding under this section, a district must apply for the
  5 funding in a form and manner prescribed by the department. In its
  6 application described in this subsection, a district must include
  7 all of the following:
- 8 (a) A pledge that it will pay each qualified troops-to-9 teachers member described in subsection (3)(b) the salary required 10 under subsection (3)(b).
  - (b) A pledge that it will pay each qualified troops-toteachers member it hires as described in subsection (3)(e) the salary required under subsection (3)(e).
  - (c) A spending plan for its use of funding received under this section that must include plans to phase down the usage of funding under this section for the implementation of the troops-to-teachers initiative described in this section in a manner ensuring that the district will fully fund the initiative without funding under this section by September 30, 2027.
- 20 (d) A pledge that the district will continue to pay qualified 21 troops-to-teachers members described in subsection (3)(b) and (e) a 22 salary, as described in subsection (3)(b) or (e), as applicable, 23 after September 30, 2027.
- 24 (3) A district that receives funding under this section shall 25 use the funding for only the following reasons:
  - (a) The implementation of a mentorship training program that must include, at a minimum, phase 1 and 2 mentorship training provided to qualified troops-to-teachers members. The phases of mentorship training described in this subdivision must meet the



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1 following criteria:

- 2 (i) All of the following apply to phase 1 mentorship training 3 described in this subdivision:
  - (A) It must be for a duration of 1 semester.
  - (B) It must include a process through which a qualified troops-to-teachers member serves as a student teacher at a school operated by the district while shadowing a mentor teacher during the duration of the training. To the extent possible, a qualified troops-to-teachers member who has interest in teaching in a certain subject or grade level must be paired under this sub-subparagraph with a mentor teacher who teaches in the applicable subject or grade level.
  - (C) After the qualified troops-to-teachers member has completed 1 semester of student teaching as described in subsubparagraph (B), the mentor teacher he or she was paired with as described in sub-subparagraph (B) shall either approve or disapprove his or her completion of phase 1 mentorship training and recommend or not recommend his or her deployment into teaching in classrooms and certification. A qualified troops-to-teachers member is not considered to have completed phase 1 mentorship training under this subparagraph unless his or her mentor teacher has approved the completion as described in this sub-subparagraph.
  - (ii) All of the following apply to phase 2 mentorship training described in this subdivision:
  - (A) It must be open to only qualified troops-to-teachers members who have completed 1 semester of student teaching as described in subparagraph (i) (B), but who were disapproved for completion of phase 1 mentorship training under subparagraph (i) (C).
    - (B) It must be for a duration of 1 semester.

- (C) It must include a process through which a qualified troops-to-teachers member serves as a student teacher at a school operated by the district while shadowing a mentor teacher during the duration of the training. To the extent possible, a qualified troops-to-teachers member who has interest in teaching in a certain subject or grade level must be paired under this sub-subparagraph with a mentor teacher who teaches in the applicable subject or grade level.
  - (D) After the qualified troops-to-teachers member has completed 1 semester of student teaching as described in subsubparagraph (C), the mentor teacher he or she was paired with as described in sub-subparagraph (C) shall either approve or disapprove his or her completion of phase 2 mentorship training and recommend or not recommend his or her deployment into teaching in classrooms and certification. A qualified troops-to-teachers member is not considered to have completed phase 2 mentorship training under this subparagraph unless his or her mentor teacher has approved the completion as described in this sub-subparagraph.
  - (b) The payment of a salary for each qualified troops-to-teachers member for his or her completion of 1 semester of student teaching as part of part 1 or 2 mentorship training described in this subsection, whether or not he or she is approved for completion of phase 1 or 2 mentorship training as described in this subsection, in an amount that equals the starting teacher salary in the district. This subdivision does not limit, if in compliance with other laws, the district from providing additional compensation to a qualified troops-to-teachers member described in this subdivision.
    - (c) The payment of costs and fees associated with completion

- of each subject area examination for each subject area in which a qualified troops-to-teachers member applies to be certified for a qualified troops-to-teachers member who has completed phase 1 or 2 mentorship training as described in this subsection.
  - (d) The hiring of support staff to implement the troops-toteachers initiative described in this section.
  - (e) The hiring, as teachers, of qualified troops-to-teachers members who completed the phase 1 or 2 mentorship training as described in this subsection and obtained teacher certification and the payment to those qualified troops-to-teachers members of a salary that equals, at a minimum, either of the following, as applicable:
  - (i) For the qualified troops-to-teachers member's first year of employment as a teacher, either of the following, as applicable:
  - (A) If the highest yearly salary the qualified troops-to-teachers member received in the military is higher than the starting teacher salary in the district, the sum of a starting teacher salary in the district and 50% of the difference between the highest yearly salary the qualified troops-to-teachers member received in the military and the starting teacher salary in the district. However, the amount described in this sub-subparagraph must not exceed the highest teacher salary in the district. For a qualified troops-to-teachers member described in this sub-subparagraph, only 50% of the difference between the highest yearly salary the qualified troops-to-teachers member received in the military and the starting teacher salary described in this sub-subparagraph may be paid for from money received under this section and the other portion of the salary described in this sub-subparagraph must be paid by the district from funds other than

- 1 funds received under this section.
- 2 (B) If the highest yearly salary the qualified troops-to-
- 3 teachers member received in the military is lower than the starting
- 4 teacher salary in the district, the starting teacher salary in the
- 5 district. The entirety of a salary described in this sub-
- 6 subparagraph must be paid by the district from funds other than
- 7 funds received under this section.
- 8 ( $\ddot{u}$ ) For the qualified troops-to-teachers member's employment
- 9 as a teacher following the member's first year of employment, the
- 10 criteria and requirements under subparagraphs (i) and (ii) apply, but
- 11 the salary must account for any teacher salary increases in the
- 12 district and the district must incorporate its plan to phase down
- 13 the usage of funding under this section as submitted in its
- 14 application under subsection (2), ensuring that 100% of a member's
- 15 salary is paid from funding other than funding received under this
- 16 section by September 30, 2027.
- 17 (f) Any other fees or costs associated with the implementation
- 18 of the troops-to-teachers initiative described in this section, as
- 19 determined by the department.
- 20 (4) The department must provide an annual report to the house
- 21 and senate appropriations subcommittees on school aid, the house
- 22 and senate fiscal agencies, and the state budget director on the
- 23 troops-to-teachers initiative under this section, including the
- 24 number of qualified troops-to-teachers members who were hired as
- 25 certificated teachers in each district that received funding under
- 26 this section.
- 27 (5) Funds allocated under this section for 2022-2023 are a
- 28 work project appropriation, and any unexpended funds for 2022-2023
- 29 are carried forward into 2023-2024. The purpose of the work project

- 1 is to continue the troops-to-teachers initiative as described in
- 2 this section. The estimated completion date of the work project is
- 3 September 30, 2027.

- (6) As used in this section:
- 5 (a) "Mentor teacher" means a certificated teacher who has 6 served as a certificated teacher for 5 or more school years.
- 7 (b) "Qualified troops-to-teachers member" means an individual 8 to whom both of the following apply:
- 9 (i) The individual is a veteran. As used in this subparagraph,
  10 "veteran" means that term as defined in section 1 of 1965 PA 160,
  11 MCL 35.61.
- 12 (ii) The individual has been awarded a bachelor's degree from a 13 public or private university.
- Sec. 31a. (1) From the state school aid fund money
- 15 appropriated in section 11, there is allocated for 2021-2022 an
- amount not to exceed \$537,650,000.00, and from the general fund
- 17 money appropriated in section 11 there is allocated for 2021-2022
- 18 an amount not to exceed \$1,500,000.00, and, from the state school
- 19 aid fund money appropriated in section 11, there is allocated for
- 20 2022-2023 an amount not to exceed \$785,650,000.00, and from the
- 21 general fund money appropriated in section 11, there is allocated
- 22 for 2022-2023 an amount not to exceed \$1,500,000.00 for payments to
- 23 eliqible districts and eliqible public school academies for the
- 24 purposes of ensuring that pupils are proficient in English language
- 25 arts by the end of grade 3, that pupils are proficient in
- 26 mathematics by the end of grade 8, that pupils are attending school
- 27 regularly, that high school graduates are career and college ready,
- 28 and for the purposes under subsections (7) and (8).
- 29 (2) For 2021-2022 only, for a district that has combined state



and local revenue per membership pupil under section sections 20 1 2 and 20m that is greater than the target foundation allowance under section 20 for the current fiscal year and that, for the 3 immediately preceding fiscal year, had combined state and local 4 5 revenue per membership pupil under section 20 and 20m that was 6 greater than the target foundation allowance under section 20 that 7 was in effect for that fiscal year, the allocation under subsection 8 (4) is an amount equal to 35% of the allocation for which it would 9 otherwise be eliqible under subsection (4) before any proration 10 under subsection (15). It is the intent of the legislature that, if 11 revenues are sufficient and if districts with combined state and local revenue per membership pupil under section sections 20 and 12 13 20m that is below the target foundation allowance are receiving 14 nonprorated payments under subsection (4), the percentage in the 15 immediately preceding sentence must be increased annually until it 16 reaches 100%. If a district has combined state and local revenue 17 per membership pupil under section sections 20 and 20m that is 18 greater than the target foundation allowance under section 20 for 19 the current fiscal year, but for the 2018-2019 fiscal year had 20 combined state and local revenue per membership pupil under section 20 that was less than the basic foundation allowance under section 21 20 that was in effect for the 2018-2019 fiscal year, the district 22 23 shall receive an amount per pupil equal to 11.5% of the statewide weighted average target foundation allowance, as applied under 24 25 subsection (4), and before any proration under subsection (15). 26 This subsection does not apply beginning in 2022-2023. 27 (3) For a district or public school academy to be eligible to 28 receive funding under this section, other than funding under

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subsection (7) or (8), the district or public school academy, for

- grades K to 12, must comply with the requirements under section 1
- 1280f of the revised school code, MCL 380.1280f, and shall use 2
- resources to address early literacy and numeracy, and for at least 3

- grades K to 12 or, if the district or public school academy does 4
- not operate all of grades K to 12, for all of the grades it 5
- 6 operates, must implement a multi-tiered system of supports that is
- 7 an evidence based framework that uses data driven problem solving
- 8 to integrate academic and behavioral instruction and that uses
- 9 intervention delivered to all pupils in varying intensities based
- 10 on pupil needs. The multi-tiered system of supports described in
- 11 this subsection must provide at least all of the following
- 12 essential components:
- 13 (a) Team-based leadership.
- 14 (b) A tiered delivery system.
- 15 (c) Selection and implementation of instruction,
- 16 interventions, and supports.
- 17 (d) A comprehensive screening and assessment system.
- 18 (e) Continuous data-based decision making.
- 19 (4) From the state school aid fund money allocated under
- 20 subsection (1), there is allocated for 2021-2022 an amount not to
- exceed \$512,500,000.00 and, for 2022-2023, an amount not to exceed 21
- \$747,500,000.00 to continue a weighted foundation per pupil payment 22
- 23 for districts and public school academies enrolling economically
- disadvantaged pupils. The department shall pay under this 24
- 25 subsection to each eligible district or eligible public school
- academy an amount per pupil equal to 11.5% of the statewide 26
- 27 weighted average target foundation allowance for the following, as
- 28 applicable:
- 29 (a) Except as otherwise provided under subdivision (b), (c),

- 1 or (d) the greater of the following:
- 2 (i) The number of membership pupils in the district or public school academy who are determined to be economically disadvantaged, as reported to the center in the form and manner prescribed by the center not later than the fifth Wednesday after the pupil membership count day of the immediately preceding fiscal year.
- 7 (ii) If the district or public school academy is in the 8 community eligibility program, the number of pupils determined to 9 be eligible based on the product of the identified student 10 percentage multiplied by the total number of pupils in the district 11 or public school academy, as reported to the center in the form and 12 manner prescribed by the center not later than the fifth Wednesday 13 after the pupil membership count day of the immediately preceding 14 fiscal year. These calculations must be made at the building level. 15 This subparagraph only applies to an eligible district or eligible public school academy for the fiscal year immediately following the 16 17 first fiscal year in which it is in the community eligibility 18 program. As used in this subparagraph, "identified student 19 percentage" means the quotient of the number of pupils in an 20 eligible district or eligible public school academy who are 21 determined to be economically disadvantaged, as reported to the 22 center in a form and manner prescribed by the center, not later 23 than the fifth Wednesday after the pupil membership count day in 24 the fiscal year preceding the first fiscal year in which the 25 eligible district or eligible public school academy is in the 26 community eligibility program, divided by the total number of pupils counted in an eligible district or eligible public school 27 28 academy on the pupil membership count day in the fiscal year 29 preceding the first fiscal year in which the eligible district or

- eligible public school academy is in the community eligibilityprogram.
- (b) If the district or public school academy began operations 3 as a district or public school academy after the pupil membership 4 5 count day of the immediately preceding school year, the number of 6 membership pupils in the district or public school academy who are 7 determined to be economically disadvantaged, as reported to the 8 center in the form and manner prescribed by the center not later 9 than the fifth Wednesday after the pupil membership count day of 10 the current fiscal year.
  - (c) If the district or public school academy began operations as a district or public school academy after the pupil membership count day of the current fiscal year, the number of membership pupils in the district or public school academy who are determined to be economically disadvantaged, as reported to the center in the form and manner prescribed by the center not later than the fifth Wednesday after the supplemental count day of the current fiscal year.
- 19 (d) If, for a particular fiscal year, the number of membership 20 pupils in a district or public school academy who are determined under subdivision (a) to be economically disadvantaged or to be 21 eligible based on the identified student percentage varies by more 22 23 than 20 percentage points from the number of those pupils in the district or public school academy as calculated under subdivision 24 25 (a) for the immediately preceding fiscal year caused by an egregious reporting error by the district or public school academy, 26 the department may choose to have the calculations under 27 28 subdivision (a) instead be made using the number of membership 29 pupils in the district or public school academy who are determined

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- to be economically disadvantaged, as reported to the center in the
  form and manner prescribed by the center not later than the fifth
  Wednesday after the supplemental count day of the immediately
  preceding fiscal year.
- 5 (5) Except as otherwise provided in this section, a district 6 or public school academy receiving funding under this section shall 7 use that money only to provide instructional programs and direct noninstructional services, including, but not limited to, medical, 8 9 mental health, or counseling services, for at-risk pupils; for 10 school health clinics; and for the purposes of subsection (6), (7), 11 or (8). In addition, a district that is a school district of the first class or a district or public school academy in which at 12 13 least 50% of the pupils in membership were determined to be 14 economically disadvantaged in the immediately preceding state 15 fiscal year, as determined and reported as described in subsection (4), may use the funds it receives under this section for school 16 security or school parent liaison personnel. The uses of the funds 17 18 described in the immediately preceding sentence must align to the 19 needs assessment and the multi-tiered system of supports model and, 20 for funds spent on parent liaison personnel, must connect parents to the school community. A district or public school academy shall 21 not use any of the money received under this section for 22 administrative costs. The instruction or direct noninstructional 23 24 services provided under this section may be conducted before or 25 after regular school hours or by adding extra school days to the 26 school year.
  - (6) A district or public school academy that receives funds under this section and that operates a school breakfast program under section 1272a of the revised school code, MCL 380.1272a,

shall use from the funds received under this section an amount, not
to exceed \$10.00 per pupil for whom the district or public school
academy receives funds under this section, necessary to pay for
costs associated with the operation of the school breakfast
program.

(7) From the state school aid fund money allocated under subsection (1), there is allocated for 2021-2022 an amount not to exceed \$8,000,000.00 and there is allocated for 2022-2023 an amount not to exceed \$33,000,000.00 to support primary health care services provided to children and adolescents up to age 21. These funds must be expended in a form and manner determined jointly by the department and the department of health and human services. If any funds allocated under this subsection are not used for the purposes of this subsection for the fiscal year in which they are allocated, those unused funds must be used that fiscal year to avoid or minimize any proration that would otherwise be required under subsection (15) for that fiscal year. When making funding decisions for new adolescent health centers under this subsection, the department and department of health and human services shall prioritize support for primary health care services in unserved counties as of the effective date of the amendatory act that added this sentence. An amount not to exceed 4% of the funds allocated for 2022-2023 under this subsection must be made available for technical support and coordination services from a nonprofit organization exclusively dedicated to serving adolescent health centers in this state and that has a membership that includes federally qualified health centers, local public health departments, hospital systems, and public school districts. As a requirement of being awarded the funds under this subsection as

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- prescribed under this subsection, a nonprofit organization described in this subsection shall make readily available technical support and coordination services to all child and adolescent health centers in this state.
- 5 (8) From the state school aid fund money allocated under 6 subsection (1), there is allocated for 2021-2022 an amount not to 7 exceed \$5,150,000.00 and there is allocated for 2022-2023 an amount 8 not to exceed \$5,150,000.00 for the state portion of the hearing 9 and vision screenings as described in part 93 of the public health 10 code, 1978 PA 368, MCL 333.9301 to 333.9329, and, from the general 11 fund money allocated under subsection (1), there is allocated for 12 2021-2022 an amount not to exceed \$1,500,000.00 and there is allocated for 2022-2023 an amount not to exceed \$1,500,000.00 for 13 14 the state portion of the dental screenings as described in part 93 15 of the public health code, 1978 PA 368, MCL 333.9301 to 333.9329. A local public health department shall pay at least 50% of the total 16 cost of the screenings. The frequency of the vision screenings must 17 18 be as required under R 325.13091 to R 325.13096 of the Michigan 19 Administrative Code and the frequency of the hearing screenings 20 must be as required under R 325.3271 to R 325.3276 of the Michigan Administrative Code. Funds must be awarded in a form and manner 21 approved jointly by the department and the department of health and 22 23 human services. Notwithstanding section 17b, the department shall 24 make payments to eligible entities under this subsection on a 25 schedule determined by the department.
  - (9) Each district or public school academy receiving funds under this section shall submit to the department by July 15 of each fiscal year a report, in the form and manner prescribed by the department, that includes a brief description of each program

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1 conducted or services performed by the district or public school

- 2 academy using funds under this section, the amount of funds under
- 3 this section allocated to each of those programs or services, the
- 4 total number of at risk pupils served by each of those programs or
- 5 services, and the data necessary for the department and the
- 6 department of health and human services to verify matching funds
- 7 for the temporary assistance for needy families program. In
- 8 prescribing the form and manner of the report, the department shall
- 9 ensure that districts are allowed to expend funds received under
- 10 this section on any activities that are permissible under this
- 11 section. If a district or public school academy does not comply
- 12 with this subsection, the department shall withhold an amount equal
- 13 to the August payment due under this section until the district or
- 14 public school academy complies with this subsection. If the
- 15 district or public school academy does not comply with this
- 16 subsection by the end of the fiscal year, the withheld funds are
- 17 forfeited to the school aid fund.
- 18 (10) In order to receive funds under this section, a district
- 19 or public school academy must allow access for the department or
- 20 the department's designee to audit all records related to the
- 21 program for which it receives those funds. The district or public
- 22 school academy shall reimburse the state for all disallowances
- 23 found in the audit.
- 24 (11) Subject to subsections (6), (7), and (8), for schools in
- 25 which more than 40% of pupils are identified as at-risk, a district
- 26 or public school academy may use the funds it receives under this
- 27 section to implement tier 1, evidence-based practices in schoolwide
- 28 reforms that are guided by the district's comprehensive needs
- 29 assessment and are included in the district improvement plan.

- 1 Schoolwide reforms must include parent and community supports,
- 2 activities, and services, that may include the pathways to
- 3 potential program created by the department of health and human
- 4 services or the communities in schools program. As used in this
- 5 subsection, "tier 1, evidence-based practices" means research based
- 6 instruction and classroom interventions that are available to all
- 7 learners and effectively meet the needs of most pupils.
- 8 (12) A district or public school academy that receives funds
- 9 under this section may use those funds to provide research based
- 10 professional development and to implement a coaching model that
- 11 supports the multi-tiered system of supports framework.
- 12 Professional development may be provided to district and school
- 13 leadership and teachers and must be aligned to professional
- 14 learning standards; integrated into district, school building, and
- 15 classroom practices; and solely related to the following:
- 16 (a) Implementing the multi-tiered system of supports required
- 17 in subsection (3) with fidelity and utilizing the data from that
- 18 system to inform curriculum and instruction.
- 19 (b) Implementing section 1280f of the revised school code, MCL
- 20 380.1280f, as required under subsection (3), with fidelity.
- 21 (13) A—For 2021-2022, a district or public school academy that
- 22 receives funds under subsection (4) or (17) may use funds received
- 23 under subsection (4) or (17) for support staff providing services
- 24 to at-risk pupils. For 2022-2023, a district or public school
- 25 academy that receives funds under subsection (4)  $\frac{17}{100}$  may use
- 26 funds received under subsection (4) or (17) for support staff
- 27 providing services to at-risk pupils.
- 28 (14) A district or public school academy that receives funds
- 29 under this section may use up to 10% of the funds received under

- 1 this section to provide evidence-based instruction for pre-
- 2 kindergarten instructional and noninstructional services to
- 3 children who meet at least 1 of the criteria in subsection
- 4 (20) (a) (i) to (x).
- 5 (15) If necessary, and before any proration required under
- 6 section 296, the department shall prorate payments under this
- 7 section, except payments under subsection (7), (8), or, for 2021-
- 8 2022, (17), by reducing the amount of the allocation as otherwise
- 9 calculated under this section by an equal percentage per district.
- 10 (16) If a district is dissolved pursuant to section 12 of the
- 11 revised school code, MCL 380.12, the intermediate district to which
- 12 the dissolved district was constituent shall determine the
- 13 estimated number of pupils that are economically disadvantaged and
- 14 that are enrolled in each of the other districts within the
- 15 intermediate district and provide that estimate to the department
- 16 for the purposes of distributing funds under this section within 60
- 17 days after the district is declared dissolved.
- 18 (17) From the state school aid fund money allocated under
- 19 subsection (1), there is allocated for 2021-2022 an amount not to
- 20 exceed \$12,000,000.00 for payments to districts and public school
- 21 academies that otherwise received an allocation under this
- 22 subsection for 2020-2021 and whose allocation under this section
- 23 for 2020-2021, excluding any payments under subsection (7) or (8),
- 24 would have been more than the district's or public school academy's
- 25 allocation under this section for 2021-2022 as calculated under
- 26 subsection (4) only and as adjusted under subsection (15). The
- 27 allocation for each district or public school academy under this
- 28 subsection is an amount equal to its allocation under this section
- 29 for 2020-2021 minus its allocation as otherwise calculated under

- 1 subsection (4) for 2021-2022 as adjusted by subsection (15), using
- 2 in those calculations the 2017-2018 number of pupils determined to
- 3 be economically disadvantaged. However, if the allocation as
- 4 otherwise calculated under this subsection would have been less
- 5 than \$0.00, the allocation under this subsection is \$0.00. If
- 6 necessary, and before any proration required under section 296, the
- 7 department shall prorate payments under this subsection by reducing
- 8 the amount of the allocation as otherwise calculated under this
- 9 subsection by an equal percentage per district or public school
- 10 academy. Any unexpended funds under this subsection are to be
- 11 distributed through payments made under subsection (4) as provided
- 12 under subsection (4), but those funds must not be factored into
- 13 calculating payments under this subsection. This subsection does
- 14 not apply beginning in 2022-2023.
- 15 (18) A district or public school academy that receives funds
- 16 under this section may use funds received under this section to
- 17 provide an anti-bullying or crisis intervention program.
- 18 (19) The department shall collaborate with the department of
- 19 health and human services to prioritize assigning Pathways to
- 20 Potential success coaches to elementary schools that have a high
- 21 percentage of pupils in grades K to 3 who are not proficient in
- 22 English language arts, based upon state assessments for pupils in
- 23 those grades.
- 24 (20) As used in this section:
- 25 (a) "At-risk pupil" means a pupil in grades pre-K to 12 for
- ${f 26}$  whom the district has documentation that the pupil meets any of the
- 27 following criteria:
- (i) The pupil is economically disadvantaged.
- 29 (ii) The pupil is an English language learner.

- $\mathbf{1}$  (iii) The pupil is chronically absent as defined by and reported to the center.
- 3 (iv) The pupil is a victim of child abuse or neglect.
- $\mathbf{4}$  (v) The pupil is a pregnant teenager or teenage parent.
- 5 (vi) The pupil has a family history of school failure,6 incarceration, or substance abuse.
- 7 (vii) The pupil is an immigrant who has immigrated within the immediately preceding 3 years.
- 9 (viii) The pupil did not complete high school in 4 years and is 10 still continuing in school as identified in the Michigan cohort 11 graduation and dropout report.
  - (ix) For pupils for whom the results of the state summative assessment have been received, is a pupil who did not achieve proficiency on the English language arts, mathematics, science, or social studies content area assessment.
  - (x) Is a pupil who is at risk of not meeting the district's or public school academy's core academic curricular objectives in English language arts or mathematics, as demonstrated on local assessments.
    - (b) "Combined state and local revenue" means the aggregate of the district's state school aid received by or paid on behalf of the district under section 20 and the district's local school operating revenue.
  - (c) "Combined state and local revenue per membership pupil" means the district's combined state and local revenue divided by the district's membership excluding special education pupils.
- 27 (d) (b) "Economically disadvantaged" means a pupil who has
  28 been determined eligible for free or reduced-price meals as
  29 determined under the Richard B. Russell national school lunch act,

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- 42 USC 1751 to 1769j; who is in a household receiving supplemental
  nutrition assistance program or temporary assistance for needy
  families assistance; or who is homeless, migrant, or in foster
- 4 care, as reported to the center.

- (e) (c) "English language learner" means limited English proficient pupils who speak a language other than English as their primary language and have difficulty speaking, reading, writing, or understanding English as reported to the center.
  - (d) "Statewide weighted average foundation allowance" means the number that is calculated by adding together the result of each district's or public school academy's foundation allowance, not to exceed the target foundation allowance for the current fiscal year, or per-pupil payment calculated under section 20 multiplied by the number of pupils in membership in that district or public school academy, and then dividing that total by the statewide number of pupils in membership.
- 17 (f) "Local school operating revenue" means that term as 18 defined in section 22b.
- Sec. 31d. (1) From the appropriations—state school aid fund
  money appropriated in section 11, there is allocated an amount not
  to exceed \$23,838,400.00 \$24,553,400.00 for 2020-2021-2021-2022 and
  there is allocated an amount not to exceed \$23,838,400.00
  \$24,553,400.00 for 2021-2022-2022-2023 for the purpose of making
  payments to districts and other eligible entities under this
  section.
  - (2) The amounts allocated from state sources under this section are used to pay the amount necessary to reimburse districts for 6.0127% of the necessary costs of the state mandated portion of lunch programs provided by those districts. The department shall

- calculate the amount due to each district under this section using
  the methods of calculation adopted by the Michigan supreme court in
  the consolidated cases known as Durant v State of Michigan, 456
  Mich 175 (1997).
- 5 (3) The payments made under this section include all state
  6 payments made to districts so that each district receives at least
  7 6.0127% of the necessary costs of operating the state mandated
  8 portion of the lunch program in a fiscal year.
- 9 (4) The payments made under this section to districts and
  10 other eligible entities that are not required under section 1272a
  11 of the revised school code, MCL 380.1272a, to provide a lunch
  12 program must be in an amount not to exceed \$10.00 per eligible
  13 pupil plus 5 cents for each free lunch and 2 cents for each reduced
  14 price lunch provided, as determined by the department.
- 15 (5) From the federal funds appropriated in section 11, there 16 is allocated for 2020-2021 2021-2022 all available federal funding, 17 estimated at \$800,000,000.00, \$900,000.00, and there is allocated for 2021-2022 2022-2023 all available federal funding, 18 19 estimated at \$545,000,000.00 \$900,000.00, for child nutrition 20 programs and, for 2020-2021, all available federal funding, estimated at \$15,712,000.00 for food distribution programs, 21 22 \$50,000,000.00 for the child nutrition program pandemic electronic 23 benefit transfer cost reimbursement program, \$50,000,000.00 for 24 child nutrition program emergency operational cost reimbursement 25 programs, and \$259,600.00 for commodity supplemental fund programs, and, for 2021-2022, all available federal funding, estimated at 26 27 \$11,000,000.00, \$30,700,000.00, and, for 2022-2023, all available federal funding, estimated at \$15,000,000.00, for food distribution 28 29 programs.

- (6) Notwithstanding section 17b, the department shall make
   payments to eligible entities other than districts under this
   section on a schedule determined by the department.
- 4 (7) In purchasing food for a lunch program funded under this 5 section, a district or other eligible entity shall give preference 6 to food that is grown or produced by Michigan businesses if it is 7 competitively priced and of comparable quality.
- Sec. 31f. (1) From the state school aid fund money

  appropriated in section 11, there is allocated an amount not to

  exceed \$11,900,000.00 for 2020-2021 and there is allocated an

  amount not to exceed \$11,900,000.00 for 2021-2022 2022-2023 for the

  purpose of making payments to districts to reimburse for the cost

  of providing breakfast.
- 14 (2) The funds allocated under this section for school
  15 breakfast programs are made available to all eligible applicant
  16 districts that meet all of the following criteria:
- 17 (a) The district participates in the federal school breakfast
  18 program and meets all standards as prescribed by 7 CFR parts 210,
  19 220, 225, 226, and 245.
  - (b) Each breakfast eligible for payment meets the federal standards described in subdivision (a).
    - (3) The payment for a district under this section is at a per meal rate equal to the lesser of the district's actual cost or 100% of the statewide average cost of a meal served, as determined and approved by the department, less federal reimbursement, participant payments, and other state reimbursement. The department shall determine the statewide average cost using costs as reported in a manner approved by the department for the preceding school year.
      - (4) Notwithstanding section 17b, the department may make

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- payments under this section pursuant to an agreement with the
  department.
- 3 (5) In purchasing food for a school breakfast program funded
  4 under this section, a district shall give preference to food that
  5 is grown or produced by Michigan businesses if it is competitively
  6 priced and of comparable quality.
- 7 Sec. 31j. (1) From the general fund money appropriated in 8 section 11, there is allocated an amount not to exceed \$500,000.00, 9 and from the state school aid fund money appropriated in section 10 11, there is allocated an amount not to exceed \$4,500,000.00 11 \$4,000,000.00 for 2021-2022, and from the general fund money 12 appropriated in section 11, there is allocated an amount not to 13 exceed \$500,000.00 and from the state school aid fund money 14 appropriated in section 11, there is allocated an amount not to 15 **exceed \$8,800,000.00 for 2022-2023** for a program to support 16 districts and other non-school sponsors in the purchase of locally 17 grown fruits and vegetables as described in this section. It is the intent of the legislature that, for 2023-2024, the allocation from 18 19 the state school aid fund money appropriated in section 11 for 20 purposes described in this section will be \$4,000,000.00.
  - (2) Funding under this section retained by the department for administration must not exceed 5%. Funding under this section retained by project partners for data collection, outreach, and training must not exceed 1% for each partner.
  - (3) The department shall develop and implement a competitive grant program for districts and other non-school sponsors to assist in paying for the costs incurred by the district or other non-school sponsor to purchase or increase purchases of whole or minimally processed fruits, vegetables, and legumes grown in this

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- 1 state. The maximum amount that may be drawn down on a grant to a
- 2 district or other non-school sponsor is based on the number of
- 3 meals served by the district during the previous school year under
- 4 the Richard B. Russell national school lunch act, 42 USC 1751 to
- 5 1769j, or meals served by the other non-school sponsor in the
- 6 previous school year. The department shall collaborate with the
- 7 Michigan department of agriculture and rural development to provide
- 8 training to newly participating schools and other non-school
- 9 sponsors and electronic information on Michigan agriculture.
- 10 (4) The goals of the program under this section include
  11 improving daily nutrition and eating habits for children through
  12 the school and child care settings while investing in Michigan's
- 13 agricultural and related food business economy.
- 14 (5) A district or other non-school sponsor that receives a
- 15 grant under this section shall use those funds for the costs
- 16 incurred by the district or the sponsor to purchase whole or
- 17 minimally processed fruits, vegetables, and legumes that meet all
- 18 both of the following:
- 19 (a) Were For each fiscal year, were purchased for use in
- 20  $\frac{\text{school}}{\text{meals}}$  meals  $\frac{\text{served}}{\text{and}}$  supportive activities as part of the United
- 21 States Department of Agriculture child nutrition programs provided
- 22 between September 1 , 2021 through August 30 , 2022.of that fiscal
- 23 year.
- 24 (b) Are grown in this state and, if minimally processed, are
- 25 also processed in this state.
- (c) Are used for meals that are served as part of the United
- 27 States Department of Agriculture's child nutrition programs.
- 28 (6) For Michigan-grown fruits, vegetables, and legumes that
- 29 satisfy the requirements of subsection (5), the department shall

- 1 make matching reimbursements in an amount not to exceed 10 cents
  2 for every school meal that is served as part of the United States
- 3 Department of Agriculture's child nutrition programs. and that uses
- 4 Michigan-grown fruits, vegetables, and legumes.
- 5 (7) A district or other non-school sponsor that receives a
- 6 grant for reimbursement under this section shall use the grant to
- 7 purchase whole or minimally processed fruits, vegetables, and
- 8 legumes that are grown in this state and, if minimally processed,
- 9 are also processed in this state.
- 10 (7) (8)—In awarding grants under this section, the department 11 shall work in consultation with Michigan-based farm to school
- 12 resource organizations, to develop scoring criteria that assess an
- 13 applicant's ability to procure Michigan-grown products, prepare and
- 14 menu Michigan-grown products, promote and market Michigan-grown
- 15 products, and submit letters of intent from districts or other non-
- 16 school sponsors on plans for educational activities that promote
- 17 the goals of the program.
- 18 (8) (9) The department shall give preference to districts or
- 19 other non-school sponsors that propose educational activities that
- 20 meet 1 or more of the following: promote healthy food activities;
- 21 have clear educational objectives; involve parents or the
- 22 community; connect to a school's or child care center's farm-to-
- 23 school or farm-to-early-child-care procurement activities; and
- 24 market and promote the program, leading to increased pupil
- 25 knowledge and consumption of Michigan-grown products. The
- 26 department shall give stronger weighting and consideration to
- 27 applications with robust marketing and promotional activities.
- 28 (9)  $\frac{(10)}{}$  In awarding grants, the department shall also
- 29 consider all of the following:

- (a) The percentage of children who qualify for free or reduced price school meals under the Richard B. Russell national school lunch act, 42 USC 1751 to 1769j.
  - (b) The variety of school or child care center sizes and geographic locations within the identified prosperity regions.
  - (c) The existing or future collaboration opportunities between more than 1 district or child care center. Existing or planned collaboration between child care sponsors, between districts, or with agricultural businesses and essential local food infrastructure, such as farms, farm cooperatives, processors, distributors, and local food hubs.
  - (10) (11) As a condition of receiving a grant under this section, a district or other non-school sponsor shall provide or direct its vendors to provide to the department copies of monthly receipts that show the quantity of different Michigan-grown fruits, vegetables, and legumes purchased, the amount of money spent on each of these products, the name and Michigan location of the farm that grew the products, and the methods or plans to market and promote the program. The district or other non-school sponsor also shall provide to the department monthly United States Department of Agriculture child nutrition reimbursable meal numbers and participation rates and must retain monthly menus noting when and how Michigan-grown products were used in meals. The district or other non-school sponsor and school or non-school sponsor food service director or directors also shall agree to respond to brief online surveys and to provide a report that shows the percentage relationship of Michigan spending compared to total food spending. Not later than 60 days after the end of the school year period in which funds under this section were received, and in which federal

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- 1 child nutrition programs require submission of claims, each
- 2 district or each non-school sponsor shall submit a report to the
- 3 department on outcomes and related measurements for economic
- 4 development and children's nutrition and readiness to learn. The
- 5 report must include at least both of the following:
- 6 (a) The extent to which farmers and related businesses,
- 7 including distributors and processors, saw an increase in market
- 8 opportunities and income generation through sales of Michigan or
- 9 local products to districts and other non-school sponsors. All of
- 10 the following apply for purposes of this subdivision:
- 11 (i) The data used to determine the amount of this increase are
- 12 the total dollar amount of Michigan or local fruits, vegetables,
- 13 and legumes purchased by schools and other non-school sponsors,
- 14 along with the number of different types of products purchased;
- 15 school and non-school sponsor food purchasing trends identified
- 16 along with products that are of new and growing interest among food
- 17 service directors; the number of businesses impacted; and the
- 18 percentage of total food budget spent on Michigan-grown fruits,
- 19 vegetables, and legumes.
- 20 (ii) The district or other non-school sponsor shall use
- 21 purchasing data collected for the program and surveys of school and
- 22 non-school sponsor food service directors on the impact and success
- 23 of the program as the source for the data described in subparagraph
- **24** (i) .
- 25 (b) The ability to which pupils can access a variety of
- 26 healthy Michigan-grown foods through schools and other non-school
- 27 sponsor centers and increase their consumption of those foods. All
- 28 of the following apply for purposes of this subdivision:
- 29 (i) The data used to determine whether this subdivision is met

- 1 are the number of pupils exposed to Michigan-grown fruits,
- 2 vegetables, and legumes at schools and non-school sponsor centers;
- 3 the variety of products served; new items taste-tested or placed on
- 4 menus; and the increase in pupil willingness to try new local
- 5 healthy foods.
- (ii) The district or other non-school sponsor shall use
- 7 purchasing data collected for the project, meal count and
- 8 enrollment numbers, school menu calendars, and surveys of school
- 9 and non-school sponsor food service directors as the source for the
- 10 data described in subparagraph (i).
- 11 (11) (12) The department shall compile the reports provided by
- 12 districts and other non-school sponsors under subsection (11) (10)
- 13 into 1 legislative report. The department shall provide this report
- 14 not later than November April 1 , 2022 of each fiscal year
- 15 following the fiscal year for which funding is allocated under this
- 16 section to the house and senate subcommittees responsible for
- 17 school aid, the house and senate fiscal agencies, and the state
- 18 budget director.
- 19 (12) (13) Notwithstanding section 17b, the department shall
- 20 make payments under this section on a schedule determined by the
- 21 department.
- 22 Sec. 31n. (1) From the state school aid fund money
- 23 appropriated in section 11, there is allocated for 2021-2022-2022-
- 24 2023 for the purposes of this section an amount not to exceed
- \$52,600,000.00 \\$77,600,000.00 and from the general fund money
- 26 appropriated in section 11, there is allocated for 2021-2022 2022-
- 27 2023 for the purposes of this section an amount not to exceed
- 28 \$1,300,000.00. The department and the department of health and
- 29 human services shall continue a program to distribute this funding

to add licensed behavioral health providers for general education
pupils, and shall continue to seek federal Medicaid match funding
for all eligible mental health and support services.

- (2) The department and the department of health and human 4 5 services shall maintain an advisory council for programs funded 6 under this section. The advisory council shall define goals for 7 implementation of programs funded under this section, and shall 8 provide feedback on that implementation. At a minimum, the advisory 9 council shall consist of representatives of state associations 10 representing school health, school mental health, school 11 counseling, education, health care, and other organizations, representatives from the department and the department of health 12 13 and human services, and a representative from the school safety 14 task force created under Executive Order No. 2018-5. The department 15 and department of health and human services, working with the 16 advisory council, shall determine an approach to increase capacity 17 for mental health and support services in schools for general 18 education pupils, and shall determine where that increase in 19 capacity qualifies for federal Medicaid match funding.
  - (3) The advisory council shall develop a fiduciary agent checklist for intermediate districts to facilitate development of a plan to submit to the department and to the department of health and human services. The department and department of health and human services shall determine the requirements and format for intermediate districts to submit a plan for possible funding under subsection (6). The department shall make applications for funding for this program available to districts and intermediate districts not later than December 1 , 2021 for the 2021-2022 fiscal year of each fiscal year for which funds are allocated under this section

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- 1 and shall award the funding not later than February 1 , 2022 for
  2 the 2021-2022 fiscal year.of each fiscal year for which funds are
  3 allocated under this section.
- (4) The department of health and human services shall seek to 4 5 amend the state Medicaid plan or obtain appropriate Medicaid 6 waivers as necessary for the purpose of generating additional 7 Medicaid match funding for school mental health and support 8 services for general education pupils. The intent is that a 9 successful state plan amendment or other Medicaid match mechanisms 10 will result in additional federal Medicaid match funding for both 11 the new funding allocated under this section and for any expenses already incurred by districts and intermediate districts for mental 12 13 health and support services for general education pupils.
  - (5) From the state school aid fund money allocated under subsection (1), there is allocated for  $\frac{2021-2022}{2022-2023}$  an amount not to exceed \$14,300,000.00 to be distributed to the network of child and adolescent health centers to place a licensed master's level behavioral health provider in schools that do not currently have services available to general education students. Child and adolescent health centers that are part of the network described in this subsection shall provide a commitment to maintain services and implement all available federal Medicaid match methodologies. The department of health and human services shall use all existing or additional federal Medicaid match opportunities to maximize funding allocated under this subsection. The department shall provide funds under this subsection to child and adolescent health centers that are part of the network described in this subsection in the same proportion that funding under section 31a(7) is provided to child and adolescent health centers that are part of

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the network described in this subsection and that are located and 1 2 operating in those districts. A payment from funding allocated 3 under this subsection must not be paid to an entity that is not part of the network described in this subsection. 4 5 (6) From the state school aid fund money allocated under 6 subsection (1), there is allocated for  $\frac{2021-2022}{2022-2023}$  an 7 amount not to exceed \$37,800,000.00 \\$62,800,000.00 to be 8 distributed to intermediate districts for the provision of mental 9 health and support services to general education students. If a 10 district or intermediate district is not able to procure the 11 services of a licensed master's level behavioral health provider, 12 the district or intermediate district shall notify the department 13 and the department of health and human services and, if the 14 department and department of health and human services verify that 15 the district or intermediate district attempted to procure services from a master's level behavioral health provider and was not able 16 17 to do so, then the district or intermediate district may instead 18 procure services from a provider with less than a master's degree in behavioral health. To be able to use the exemption in the 19

immediately preceding sentence, the district or intermediate

district must submit evidence satisfactory to the department and

department of health and human services demonstrating that the

district or intermediate district took measures to procure the

but was unable to do so, and the department and department of

health and human services must be able to verify this evidence.

From the first  $\frac{32,200,000.00}{53,496,800.00}$  of the funds allocated

under this subsection, the department shall distribute \$575,000.00

**\$955,300.00** for <del>2021-2022-</del>**2022-2023** to each intermediate district

services of a licensed master's level behavioral health provider

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that submits a plan approved by the department and the department 1 of health and human services. The department shall distribute the 2 remaining \$5,600,000.00 \$9,303,200.00 of the funds allocated under 3 this subsection for  $\frac{2021-2022}{2022-2023}$  to intermediate districts 4 5 on an equal per-pupil basis based on the combined total number of 6 pupils in membership in the intermediate district and its 7 constituent districts, including public school academies that are 8 considered to be constituent districts under section 705(7) of the 9 revised school code, MCL 380.705. The department and department of 10 health and human services shall work cooperatively in providing 11 oversight and assistance to intermediate districts during the plan submission process and shall monitor the program upon 12 implementation. An intermediate district shall use funds awarded 13 14 under this subsection to provide funding to its constituent 15 districts, including public school academies that are considered to be constituent districts under section 705(7) of the revised school 16 code, MCL 380.705, for the provision of mental health and support 17 18 services to general education students. In addition to the criteria identified under subsection (7), an intermediate district shall 19 20 consider geography, cost, or other challenges when awarding funding to its constituent districts. Districts receiving funding under 21 22 this subsection are encouraged to provide suicide prevention and 23 awareness education and counseling. If funding awarded to an 24 intermediate district remains after funds are provided by the 25 intermediate district to its constituent districts, the intermediate district may hire or contract for experts to provide 26 27 mental health and support services to general education students 28 residing within the boundaries of the intermediate district, 29 including, but not limited to, expanding, hiring, or contracting

for staff and experts to provide those services directly or to 1 increase access to those services through coordination with outside 2 3 mental health agencies; the intermediate district may also contract with 1 or more other intermediate districts for coordination and 4 5 the facilitation of activities related to providing mental health 6 and support services to general education students residing within 7 the boundaries of the intermediate district; and the intermediate 8 district is encouraged to provide suicide prevention and awareness 9 education and counseling. If funding awarded to an intermediate 10 district under this section for 2018-2019 or 2019-2020 remains 11 unspent as of April 1, 2022, the department, in conjunction with the intermediate district, may reallocate the funds to another 12 13 intermediate district or other intermediate districts capable of 14 expending the funds before September 30, 2022 in accordance with 15 this section as if those funds were originally allocated to the 16 intermediate district or intermediate districts to which the funds 17 are being reallocated.

- (7) A district requesting funds under this section from the intermediate district in which it is located shall submit an application for funding for the provision of mental health and support services to general education pupils. A district receiving funding from the application process described in this subsection shall provide services to nonpublic students upon request. An intermediate district shall not discriminate against an application submitted by a public school academy simply on the basis of the applicant being a public school academy. The department shall approve grant applications based on the following criteria:
- (a) The district's commitment to maintain mental health and support services delivered by licensed providers into future fiscal

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- 1 years.
- 2 (b) The district's commitment to work with its intermediate
- 3 district to use funding it receives under this section that is
- 4 spent by the district for general education pupils toward
- 5 participation in federal Medicaid match methodologies. A district
- 6 must provide a local match of at least 20% of the funding allocated
- 7 to the district under section 31n.
- 8 (c) The district's commitment to adhere to any local funding
- 9 requirements determined by the department and the department of
- 10 health and human services.
- 11 (d) The extent of the district's existing partnerships with
- 12 community health care providers or the ability of the district to
- 13 establish such partnerships.
- 14 (e) The district's documentation of need, including gaps in
- 15 current mental health and support services for the general
- 16 education population.
- 17 (f) The district's submission of a formal plan of action
- 18 identifying the number of schools and students to be served.
- 19 (q) Whether the district will participate in ongoing
- 20 trainings.
- 21 (h) Whether the district will submit an annual report to the
- 22 state.
- (i) Whether the district demonstrates a willingness to work
- 24 with the state to establish program and service delivery
- 25 benchmarks.
- 26 (j) Whether the district has developed a school safety plan or
- 27 is in the process of developing a school safety plan.
- 28 (k) Any other requirements determined by the department or the
- 29 department of health and human services.



- (8) Funding under this section, including any federal Medicaid
   funds that are generated, must not be used to supplant existing
   services.
- 4 (9) Both of the following are allocated to the department of
  5 health and human services from the general fund money allocated
  6 under subsection (1):
- 7 (a) For 2021-2022, 2022-2023, an amount not to exceed
  8 \$1,000,000.00 for the purpose of upgrading technology and systems
  9 infrastructure and other administrative requirements to support the
  10 programs funded under this section.
- 11 (b) For 2021-2022, 2022-2023, an amount not to exceed
  12 \$300,000.00 for the purpose of administering the programs under
  13 this section and working on generating additional Medicaid funds as
  14 a result of programs funded under this section.
  - (10) From the state school aid fund money allocated under subsection (1), there is allocated for 2021-2022-2022-2023 an amount not to exceed \$500,000.00 to intermediate districts on an equal per intermediate district basis for the purpose of administering programs funded under this section.
  - (11) The department and the department of health and human services shall work with the advisory council to develop proposed measurements of outcomes and performance. Those measurements must include, at a minimum, the number of pupils served, the number of schools served, and where those pupils and schools were located. The department and the department of health and human services shall compile data necessary to measure outcomes and performance, and districts and intermediate districts receiving funding under this section shall provide data requested by the department and department of health and human services for the measurement of

- 1 outcomes and performance. The department and department of health
- 2 and human services shall provide an annual report not later than
- 3 December 1 of each year to the house and senate appropriations
- 4 subcommittees on school aid and health and human services, to the
- 5 house and senate fiscal agencies, and to the state budget director.
- 6 At a minimum, the report must include measurements of outcomes and
- 7 performance, proposals to increase efficacy and usefulness,
- 8 proposals to increase performance, and proposals to expand
- 9 coverage.
- 10 (12) A district or intermediate district that receives funding
- 11 directly or indirectly under this section may carry over any
- 12 unexpended funds received under this section for up to 2 fiscal
- 13 years beyond the fiscal year in which the funds were received.
- 14 Sec. 31o. (1) From the state school aid fund money
- appropriated in section 11, there is allocated for 2021-2022 an
- amount not to exceed \$240,000,000.00 for payments to eligible
- 17 districts and intermediate districts for the purpose of increasing
- 18 the number of school psychologists, school social workers, school
- 19 counselors, and school nurses serving students in this state.
- 20 (2) Except as otherwise provided in this subsection, to
- 21 receive funding under this section, a district or intermediate
- 22 district must apply for the funding in a form and manner prescribed
- 23 by the department. In its application for funding under this
- 24 section, a district or intermediate district must pledge and
- 25 provide assurances to the department that it will fully annually
- 26 fund all staff that are supported with funding under this section
- 27 in an ongoing manner after the third year it receives funding under
- 28 this section district or intermediate district receives its final
- 29 payment under this section.

- (3) The department shall award funding to districts and 1 intermediate districts with the greatest need for additional school 2 psychologists, school social workers, school counselors, or school 3 nurses. To determine the districts and intermediate districts with 4 5 the greatest needs under this subsection, the department shall 6 consider the physical and mental health services available at the 7 district or intermediate district and how close an applicant 8 district or intermediate district is to meeting the following 9 recommended staff-to-student ratios:
- 10 (a) 1 school psychologist for every 500 full-time equated
  11 pupils counted in the district or directly served by the
  12 intermediate district.
- (b) 1 school social worker for every 250 full-time equated
  pupils counted in the district or directly served by the
  intermediate district.
- 16 (c) 1 school counselor for every 250 full-time equated pupils
  17 counted in the district or directly served by the intermediate
  18 district.
  - (d) 1 school nurse for every 750 full-time equated pupils counted in the district or directly served by the intermediate district.
    - (4) To be eligible for funding under this section, a district or intermediate district must hire additional school psychologists, school social workers, school counselors, or school nurses by March 1, 2022—2024 and must maintain support for the new staff in an ongoing manner. As determined by the department, staff hired and supported by funding under this section must meet all applicable state and federal laws, rules, and license requirements to be considered a school psychologist, school social worker, school

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- 1 counselor, or school nurse.
- 2 (5) Subject to subsection subsections (6) and (7), payments to
- 3 eligible districts and intermediate districts must be made as
- 4 follows:
- 5 (a) In the first year funds are distributed from this section,
- 6 For staff hired before March 1, 2022, the department shall provide
- 7 payments to eliqible districts and intermediate districts equal to
- 8 100% of the annualized cost of newly hired school
- 9 psychologists, school social workers, school counselors, or school
- 10 nurses. The amount paid to the eligible district and intermediate
- 11 district must be the lesser of the actual annualized cost of the
- 12 employee, as determined by the department, or the median wage for
- 13 an equivalent employee working in a school setting, as determined
- 14 by the department, using wage data from the United States Bureau of
- 15 Labor Statistics that is specific to this state.
- 16 (b) In the second year funds are distributed under this
- 17 section, For retained staff hired with funds under subdivision (a)
- 18 or hired between March 1, 2022 and March 1, 2023, the department
- 19 shall pay eliqible districts and intermediate districts 66% of the
- 20 amount paid to the eligible district under subdivision
- 21 (a) annualized cost of newly hired school psychologists, school
- 22 social workers, school counselors, or school nurses. The amount
- 23 paid to the eligible district or intermediate district must be the
- 24 lesser of 66% of the actual annualized cost of the employee, as
- 25 determined by the department, or 66% of the median wage for an
- 26 equivalent employee working in a school setting, as determined by
- 27 the department, using wage data from the United States Bureau of
- 28 Labor Statistics that are specific to this state.
  - (c) In the third year funds are distributed under this

- 1 section. For retained staff hired or retained with funds under
- 2 subdivision (a) or (b) or hired between March 1, 2023 and March 1,

- 3 2024, the department shall pay eligible districts or intermediate
- 4 districts 33% of the amount paid to the eligible district under
- 5 subdivision (a).annualized cost of newly hired school
- 6 psychologists, school social workers, school counselors, or school
- 7 nurses. The amount paid to the eligible district or intermediate
- 8 district must be the lesser of 33% of the actual annualized cost of
- 9 the employee, as determined by the department, or 33% of the median
- 10 wage for an equivalent employee working in a school setting, as
- 11 determined by the department, using wage data from the United
- 12 States Bureau of Labor Statistics that are specific to this state.
- 13 (6) If a district or intermediate district does not retain
- 14 staff hired with funds under subsection (5)(a), the district is not
- 15 eligible to receive funding for that staff member under subsection
- 16 (5)(b) or (c).
- 17 (7) (6)—If, after awarding funding under subsection (3) and
- 18 calculating payment amounts under subsection (5), the department
- 19 determines that the amount allocated in subsection (1) is
- 20 insufficient to fully fund payments under this section, the
- 21 department shall prorate payments to eligible districts and
- 22 intermediate districts on an equal percentage basis.
- 23 (8)  $\frac{(7)}{}$  The funds allocated under this section for 2021-2022
- 24 are a work project appropriation, and any unexpended funds for
- 25 2021-2022 are carried forward into 2022-2023. The purpose of the
- 26 work project is to increase the number of school psychologists,
- 27 school social workers, school counselors, and school nurses in
- 28 school buildings. The estimated completion date of the work project
- 29 is September 30, 2024.

- (9) (8) Notwithstanding section 17b, the department shall make
   payments under this section on a schedule determined by the
   department.
- 4 Sec. 31p. (1) From the state school aid fund money federal
- 5 funding appropriated under section 11, there is allocated for 2020-
- 6  $\frac{2021}{2022}$  2022-2023 only an amount not to exceed \$5,400,000.00
- 7 \$50,000,000.00 from the federal funding awarded to this state from
- 8 the coronavirus state fiscal recovery fund under the American
- 9 rescue plan act of 2021, title IX, subtitle M of Public Law 117-2,
- ${f 10}$  for grants to intermediate districts to implement a TRAILS program
- 11 as described in subsection (2).
- 12 (2) Intermediate districts receiving funding under this
- 13 section must use the funding to implement a TRAILS program within
- 14 the boundaries of the intermediate district. The TRAILS program
- 15 described in this subsection must improve youth access to evidence-
- 16 based mental health services by training school mental health
- 17 professionals in effective practices, such as cognitive behavioral
- 18 therapy and mindfulness.
- 19 (3) The department shall establish a grant process to
- 20 distribute funds under this section.
- 21 (4) The department shall award, in an equal amount, grants
- 22 under this section to each intermediate district that has an
- 23 approved grant application for funding under this section.
- 24 Intermediate districts must use funds received under this section
- 25 for a direct partnership with the TRAILS program described in
- 26 subsection (2).
- 27 (5) Notwithstanding section 17b, the department shall make
- 28 payments under this section on a schedule determined by the
- 29 department.



- 1 (6) The funds allocated under this section for <del>2020-2021</del> **2022-**
- 2 2023 are a work project appropriation, and any unexpended funds for
- $3 \frac{2020-2021}{2022-2023}$  are carried forward into  $\frac{2021-2022}{2023-2024}$ .
- 4 The purpose of the work project is to continue support for the
- 5 TRAILS program. The estimated completion date of the work project
- 6 is <del>September 30, 2024.</del> **December 31, 2026.**
- 7 (7) The federal funding allocated under this section is
- 8 intended to respond to the COVID-19 public health emergency and its
- 9 negative impacts.
- 10 Sec. 31q. (1) From the general fund money appropriated in
- 11 section 11, there is allocated \$2,000,000.00 for 2022-2023 only to
- 12 reimburse eligible districts and eligible intermediate districts as
- 13 provided in this section.
- 14 (2) To receive money under this section, a district or
- 15 intermediate district must apply for the funding in a form and
- 16 manner prescribed by the department. In its application described
- 17 in this subsection, a district or intermediate district must
- 18 include its total accrued costs for the implementation of a program
- 19 described in subsection (4).
- 20 (3) From the money allocated under subsection (1), the
- 21 department shall pay each eligible district and eligible
- 22 intermediate district that submits an application, as described in
- 23 subsection (2), in an amount equaling the accrued costs submitted
- 24 as described in subsection (2) by the eligible district or eligible
- 25 intermediate district.
- 26 (4) A district or intermediate district that implements a
- 27 program that is designed to provide school staff with a tool for
- 28 ensuring that students in grades 6 to 12 and early postsecondary
- 29 students have access to, at a minimum, all of the following is an

- 1 eligible district or eligible intermediate district under this
  2 section:
- (a) The opportunity to build the skills of social andemotional learning and positive psychology.
  - (b) The opportunity to increase academic performance and outcomes.
  - (c) The opportunity to navigate unique and personal journeys with simple frameworks that help create external and internal assets needed to make positive life choices.
- 10 (d) The provision of support for mental well-being and tools 11 for suicide prevention.
- 12 (e) Tools to measure longitudinal impact of efforts with 13 actionable data on relationships, social and emotional learning, 14 and internal assets.
  - (5) Notwithstanding section 17b, the department shall make payments under this section on a schedule determined by the department.

Sec. 31y. (1) From the state school aid fund money appropriated in section 11, there is allocated for 2021-2022 an amount not to exceed \$60,000,000.00 to make payments to districts that operate year-round, balanced calendars. during the 2021-2022 school year. Payments to districts made under this section must be in an amount equal to 3% applied to the district's foundation allowance as calculated under section 20 during the fiscal year in which payments are being made, for each pupil enrolled and educated in a year-round balanced calendar by the district. If the funds allocated under this section are insufficient to fully fund the calculations under this section, funding must be prorated on an equal per-pupil basis.

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- 1 (2) The funds allocated under this section for 2021-2022 are a
  2 work project appropriation, and any unexpended funds for 2021-2022
  3 are carried forward into 2022-2023. The purpose of the work project
  4 is to provide operational payments for districts utilizing a
  5 balanced calendar. The estimated completion date of the work
  6 project is September 30, 2024.
- 7 (3) This section is repealed effective October 1, 2022.
- Sec. 31z. (1) From the federal funds allocated under section 9 11n, there is allocated \$75,000,000.00 for 2021-2022 from the 10 federal funding awarded to this state from the coronavirus state 11 fiscal recovery fund under the American rescue plan act of 2021, 12 title IX, subtitle M of Public Law 117-2, to provide capital 13 infrastructure grants to districts.
  - (2) From the funds allocated under subsection (1), \$75,000,000.00 must be allocated for matching grants to districts for HVAC and other one-time infrastructure or equipment costs necessary to operate a year-round, balanced calendar. A district that receives a grant under this subsection shall commit to operating a year-round, balanced calendar, in the 2022-2023 school year, and if it is unable to do so, the department must deduct the amount of the grant paid under this subsection from the district's state aid payments that are otherwise due to the district under this article. during the 2022-2023 school year. The department shall establish a sliding scale for grant payments under this section such that districts that received higher total ESSER payments under section 11r, evaluated on a per-pupil and total dollar basis, receive smaller matching grants than those with lower total ESSER payments, evaluated on a per-pupil and total dollar basis.

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- 1 (3) The funds allocated under this section for 2021-2022 are a 2 work project appropriation, and any unexpended funds for 2021-2022 3 are carried forward into 2022-2023. The purpose of the work project 4 is to provide supports for districts utilizing a balanced calendar. 5 The estimated completion date of the work project is September 30,
- 7 (4) This section is repealed effective October 1, 2022.
- Sec. 31aa. (1) From the state school aid fund money

  appropriated in section 11, there is allocated \$150,000,000.00 for

  2022-2023 only to provide payments to districts for activities to

  improve student mental health. The allowable expenditures of funds

  under this section include, but are not limited to, the following:
  - (a) Hiring or contracting for support staff for student mental health needs, including, but not limited to, school psychologists, social workers, counselors, and school nurses.
    - (b) Purchasing and implementing mental health screening tools.
  - (c) Providing school-based mental health personnel access to consultation with behavioral health clinicians to respond to complex student mental health needs.
  - (d) Any other mental health service or product necessary to improve or maintain the mental health of students and staff.
    - (2) From the allocation under subsection (1), the department shall make payments to districts in an equal amount per pupil based on the total number of pupils in membership in each district.
    - (3) If funding remains after the distribution of funds as described in subsection (2), the department may provide additional per-pupil allocations to allocate remaining dollars, using for those calculations the same requirements described in subsection (2).



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- 1 (4) Except as otherwise provided in this section, to receive
- 2 funding under this section, districts must apply for funding under
- 3 this section in a form and manner prescribed by the department. In
- 4 its application described in this subsection, a district or
- 5 intermediate district, as applicable, shall document how it or, if
- 6 an intermediate district is applying, its constituent district,
- 7 will use community input to guide the expenditure of the funds it
- 8 or the constituent district will receive under this section and it
- 9 shall pledge to host, or shall pledge on behalf of its constituent
- 10 district that the constituent district will host, at least 1
- 11 community conversation about student mental health and school
- 12 safety. With consent of its constituent districts, an intermediate
- 13 district may apply for funding under this section on behalf of its
- 14 constituent districts. As used in this section, "constituent
- 15 district" means that term as defined in section 3 of the revised
- 16 school code, MCL 380.3.
- 17 (5) Districts receiving funds under this section must
- 18 coordinate with intermediate school districts to avoid duplication
- 19 of services and to streamline delivery of mental health services to
- 20 students.
- 21 (6) Notwithstanding section 17b, the department shall make
- 22 payments under this section on a schedule determined by the
- 23 department.
- 24 Sec. 31bb. (1) From the state school aid fund money
- 25 appropriated in section 11, there is allocated for 2022-2023 only
- 26 an amount not to exceed \$700,000.00 for the Eastern Upper Peninsula
- 27 Intermediate District Learning Center to support the regional
- 28 special education facility.
- 29 (2) Notwithstanding section 17b, the department shall make

- 1 payments under this section on a schedule determined by the
- 2 department.
- 3 Sec. 31cc. (1) Subject to subsection (2), from the general
- 4 fund money appropriated under section 11, \$1,105,000.00 is
- 5 allocated for 2022-2023 only to the department to, by not later
- 6 than January 1, 2023, create and begin administration of the purple
- 7 star program as described in this section.
- 8 (2) The purple star program described in subsection (1) must
- 9 include, at a minimum, both of the following:
- 10 (a) An application process for a district or intermediate
- 11 district to apply to receive purple-star-program-school
- 12 designation.
- 13 (b) A process for the designation of districts and
- 14 intermediate districts that, at a minimum, meet the criteria under
- 15 subsection (3), as purple-star-program schools.
- 16 (3) A district or intermediate district that meets at least
- 17 all of the following qualifies for purple-star-program-school
- 18 designation under subsection (2):
- 19 (a) It designates a staff member of the district or
- 20 intermediate district as a military liaison. The military liaison
- 21 described in this subdivision must be charged with, at a minimum,
- 22 all of the following:
- (i) Identifying military-connected pupils enrolled in the
- 24 district or intermediate district.
- 25 (ii) Serving as the point of contact between other individuals
- 26 at the district or intermediate district and military-connected
- 27 pupils and their families.
- 28 (iii) Determining appropriate services available to military-
- 29 connected pupils.



- 1 (iv) Assisting in coordinating programs relevant to military-2 connected pupils.
- 3 (v) Ensuring that military-connected pupils have access to 4 appropriate counseling, mentoring, volunteering opportunities, and 5 support services.
- 6 (b) On its website homepage, it maintains an easily accessible
  7 web page that includes resources for military-connected pupils and
  8 their families that includes at least all of the following
  9 information:
- 10 (i) Information concerning relocation to, enrollment at,
  11 registration at, and the transferring of records to the district or
  12 intermediate district.
- (ii) Information regarding academic planning, course sequences,
   and advanced classes available at the district or intermediate
   district.
- 16 (iii) Information regarding counseling and other support
  17 services available for military-connected pupils enrolled at the
  18 district or intermediate district.
- 19 (*iv*) Information concerning the military liaison designated 20 under subdivision (a) and the liaison's duties under that 21 subdivision.
- 22 (c) Maintains a transition program led by pupils, where 23 appropriate, that assists military-connected pupils in 24 transitioning to the district or intermediate district.
- 25 (d) Offers professional development for staff members of the 26 district or intermediate district on issues related to military-27 connected pupils. The professional development offered under this 28 subdivision may be provided by a professional educator association 29 in this state.



- 1 (e) Offers at least 1 of the following initiatives:
- (i) A resolution showing support for military-connected pupils
   and their families.
- 4 (ii) A recognition of a military-connected pupil or the family
- 5 of a military-connected pupil each month with relevant events
- 6 connected to this recognition hosted by the district or
- 7 intermediate district.
- 8 (iii) A partnership with a branch of the armed forces that
- 9 provides opportunities for members of the armed forces to volunteer
- 10 at the district or intermediate district, speak at an assembly, or
- 11 host a field trip sponsored by the district or intermediate
- 12 district.
- 13 (iv) Pupil-driven clubs and groups that show community-family
- 14 engagement for military-connected pupils and their families.
- 15 (4) Notwithstanding section 17b, the department shall make
- 16 payments under this section on a schedule determined by the
- 17 department.
- 18 (5) As used in this section:
- (a) "Armed forces" means the United States Army, Air Force,
- 20 Navy, Marine Corps, Space Force, or Coast Guard or other military
- 21 force designated by Congress as a part of the Armed Forces of the
- 22 United States, including the reserve components. The reserve
- 23 components include, but are not limited to, the National Guard.
- 24 (b) "Military-connected pupil" means a pupil enrolled in a
- 25 district or intermediate district who meets either of the
- 26 following:
- (i) Is the family member of a current or former member of the
- 28 armed forces.
- 29 (ii) Was the family member of an individual who was a member of

- 1 the armed forces and who was killed in the line of duty.
- 2 Sec. 31dd. (1) From the state school aid fund money
- 3 appropriated in section 11, there is allocated for 2022-2023 only
- 4 an amount not to exceed \$427,500.00 for the Roadmaps Program,
- 5 offered by the University of Michigan and Saginaw Valley State
- 6 University, to be used to enable the University of Michigan's
- 7 Center for Digital Curricula and Saginaw Valley State University's
- 8 College of Education teams to provide title 1, rural and urban, K
- 9 to 5 public schools with a digital platform for seamless teaching
- 10 and learning; free, deeply-digital curricula that includes 4 core
- 11 subjects for grades K to 5; and, at a cost, professional
- 12 development services.
- 13 (2) Notwithstanding section 17b, the department shall make
- 14 payments under this section on a schedule determined by the
- 15 department.
- 16 (3) As used in this section, "public school" means that term
- 17 as defined in section 5 of the revised school code, MCL 380.5.
- 18 Sec. 31ee. (1) From the general fund money appropriated in
- 19 section 11, there is allocated an amount not to exceed \$500,000.00
- 20 for 2022-2023 only to a 501(c)(3) nonprofit organization to partner
- 21 with a community district to construct an urban equestrian center.
- 22 The center described in this subsection must do both of the
- 23 following:
- 24 (a) Allow the organization described in this subsection to
- 25 scale an equine-assisted social-emotional learning program for
- 26 under-resourced youth and support stronger neighborhoods through
- 27 the construction of the new community asset.
- 28 (b) Include stables, indoor and outdoor riding arenas for
- 29 year-round horseback riding programs, educational space to support

- 1 youth development models, and paddocks for the horses that will
  2 live on site.
- 3 (2) Notwithstanding section 17b, the department shall make 4 payments under this section on a schedule determined by the 5 department.
- 6 Sec. 32d. (1) From the state school aid fund money
- 7 appropriated in section 11, there is allocated to eligible
- 8 intermediate districts and consortia of intermediate districts for
- 9 great start readiness programs an amount not to exceed
- 10 \$297,120,000.00 \$369,120,000.00 for 2021-2022. In addition, from
- 11 the federal funds allocated in section 11n, there is allocated to
- 12 eligible intermediate districts and consortia of intermediate
- 13 districts for great start readiness programs an amount not to
- 14 exceed \$121,000,000.00 for 2021-2022 from the coronavirus state
- 15 fiscal recovery funds under the American rescue plan act of 2021,
- 16 title IX, subtitle M of Public Law 117-2. 2022-2023. In addition,
- 17 from the federal funding appropriated in section 11, there is
- 18 allocated for 2022-2023 an amount not to exceed \$83,000,000.00 from
- 19 the federal funding awarded to this state from the coronavirus
- 20 state fiscal recovery fund under the American rescue plan act of
- 21 2021, title IX, subtitle M of Public Law 117-2, to eligible
- 22 intermediate districts and consortia of intermediate districts for
- 23 great start readiness programs. An intermediate district or
- 24 consortium shall use funds allocated under this section for great
- 25 start readiness programs to provide part-day, school-day, or
- 26 GSRP/Head Start blended comprehensive free compensatory classroom
- 27 programs designed to improve the readiness and subsequent
- 28 achievement of educationally disadvantaged children who meet the
- 29 participant eligibility and prioritization guidelines as defined by

1 the department. For a child to be eligible to participate in a

2 program under this section, the child must be at least 4, but less

- 3 than 5, years of age as of September 1 of the school year in which
- 4 the program is offered and must meet those eligibility and
- 5 prioritization guidelines. A child who is not 4 years of age as of
- 6 September 1, but who will be 4 years of age not later than December
- 7 1, is eligible to participate if the child's parent or legal
- 8 guardian seeks a waiver from the September 1 eligibility date by
- 9 submitting a request for enrollment in a program to the responsible
- 10 intermediate district, if the program has capacity on or after
- 11 September 1 of the school year, and if the child meets eligibility
- 12 and prioritization guidelines.
- 13 (2) From the state school aid fund money allocated under
- 14 subsection (1), an amount not to exceed \$295,120,000.00
- 15 \$367,120,000.00 and from the federal funds allocated under
- 16 subsection (1), an amount not to exceed \$121,000,000.00
- 17 \$83,000,000.00 is allocated to intermediate districts or consortia
- 18 of intermediate districts based on the formula in section 39. An
- 19 intermediate district or consortium of intermediate districts
- 20 receiving funding under this section shall act as the fiduciary for
- 21 the great start readiness programs. An intermediate district or
- 22 consortium of intermediate districts receiving funding under this
- 23 section may collaborate with local governments to identify children
- 24 eligible for programs funded under this section and may contract
- 25 with local governments to provide services. In order to be eligible
- 26 to receive funds allocated under this subsection from an
- 27 intermediate district or consortium of intermediate districts, a
- 28 district, a consortium of districts, a local government, or a
- 29 public or private for-profit or nonprofit legal entity or agency

- 1 must comply with this section and section 39. The funds allocated
- 2 under this subsection for  $\frac{2021-2022}{2022-2023}$  are a work project
- 3 appropriation, and any unexpended funds for 2021-2022 2022-2023 are
- 4 carried forward into 2022-2023. 2023-2024. The purpose of the work
- 5 project is to continue to improve access to preschool programming
- 6 for economically disadvantaged children. The estimated completion
- 7 date of the work project described in the immediately preceding
- 8 sentence is September 30, <del>2023.</del>**2024.**
- 9 (3) In addition to the allocation under subsection (1), from
- 10 the general fund money appropriated under section 11, there is
- 11 allocated an amount not to exceed \$350,000.00 for <del>2021-2022</del> **2022-**
- 12 2023 for a competitive grant to continue a longitudinal evaluation
- 13 of children who have participated in great start readiness
- 14 programs.
- 15 (4) To be eligible for funding under this section, a program
- 16 must prepare children for success in school through comprehensive
- 17 part-day, school-day, or GSRP/Head Start blended programs that
- 18 contain all of the following program components, as determined by
- 19 the department:
- 20 (a) Participation in a collaborative recruitment and
- 21 enrollment process to assure that each child is enrolled in the
- 22 program most appropriate to his or her needs and to maximize the
- 23 use of federal, state, and local funds.
- 24 (b) An age-appropriate educational curriculum that is in
- 25 compliance with the early childhood standards of quality for
- 26 prekindergarten children adopted by the state board, including, at
- 27 least, the Connect4Learning curriculum.
- 28 (c) Nutritional services for all program participants
- 29 supported by federal, state, and local resources as applicable.

- (d) Physical and dental health and developmental screening
   services for all program participants.
- 3 (e) Referral services for families of program participants to
  4 community social service agencies, including mental health
  5 services, as appropriate.
- 6 (f) Active and continuous involvement of the parents or7 guardians of the program participants.
  - (g) A plan to conduct and report annual great start readiness program evaluations and continuous improvement plans using criteria approved by the department.
- 11 (h) Participation in a school readiness advisory committee 12 convened as a workgroup of the great start collaborative that provides for the involvement of classroom teachers, parents or 13 14 guardians of program participants, and community, volunteer, and 15 social service agencies and organizations, as appropriate. The 16 advisory committee annually shall review and make recommendations 17 regarding the program components listed in this subsection. The advisory committee also shall make recommendations to the great 18 19 start collaborative regarding other community services designed to 20 improve all children's school readiness.
  - (i) The ongoing articulation of the kindergarten and first grade programs offered by the program provider.
  - (j) Participation in this state's great start to quality process with a rating of at least 3 stars.
- 25 (5) An application for funding under this section must provide 26 for the following, in a form and manner determined by the 27 department:
- (a) Ensure compliance with all program components described insubsection (4).



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- (b) Except as otherwise provided in this subdivision, ensure 1 that at least 85% of the children participating in an eligible 2 great start readiness program for whom the intermediate district is 3 receiving funds under this section are children who live with 4 5 families with a household income that is equal to or less than 250% 6 of the federal poverty quidelines. If the intermediate district 7 determines that all eligible children are being served and that 8 there are no children on the waiting list who live with families 9 with a household income that is equal to or less than 250% of the 10 federal poverty guidelines, the intermediate district may then 11 enroll children who live with families with a household income that is equal to or less than 300% of the federal poverty quidelines. 12 13 The enrollment process must consider income and risk factors, such 14 that children determined with higher need are enrolled before 15 children with lesser need. For purposes of this subdivision, all 16 age-eligible children served in foster care or who are experiencing homelessness or who have individualized education programs 17 18 recommending placement in an inclusive preschool setting are considered to live with families with household income equal to or 19 20 less than 250% of the federal poverty guidelines regardless of actual family income and are prioritized for enrollment within the 21 22 lowest quintile.
  - (c) Ensure that the applicant only uses qualified personnel for this program, as follows:
  - (i) Teachers possessing proper training. A lead teacher must have a valid Michigan teaching certificate with an early childhood or lower elementary endorsement or a bachelor's or higher degree in child development or early childhood education with specialization in preschool teaching. However, if an applicant demonstrates to the

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1 department that it is unable to fully comply with this subparagraph

- 2 after making reasonable efforts to comply, teachers or
- 3 paraprofessionals with at least 5 years of experience as a
- 4 paraprofessional in a great start readiness program classroom who
- 5 have significant but incomplete training in early childhood
- 6 education or child development may be used if the applicant
- 7 provides to the department, and the department approves, a plan for
- 8 each teacher to come into compliance with the standards in this
- 9 subparagraph. A teacher's compliance plan must be completed within
- 10 3 years of the date of employment. Progress toward completion of
- 11 the compliance plan consists of at least 2 courses per calendar
- **12** year.
- (ii) Paraprofessionals possessing proper training in early
- 14 childhood education, including an associate degree in early
- 15 childhood education or child development or the equivalent, or a
- 16 child development associate (CDA) credential. However, if an
- 17 applicant demonstrates to the department that it is unable to fully
- 18 comply with this subparagraph after making reasonable efforts to
- 19 comply, the applicant may use paraprofessionals who have completed
- 20 at least 1 course that earns college credit in early childhood
- 21 education or child development if the applicant provides to the
- 22 department, and the department approves, a plan for each
- 23 paraprofessional to come into compliance with the standards in this
- 24 subparagraph. A paraprofessional's compliance plan must be
- 25 completed within 3 years of the date of employment. Progress toward
- 26 completion of the compliance plan consists of at least 2 courses or
- 27 60 clock hours of training per calendar year.
- 28 (d) Include a program budget that contains only those costs
- 29 that are not reimbursed or reimbursable by federal funding, that

- 1 are clearly and directly attributable to the great start readiness
- 2 program, and that would not be incurred if the program were not
- 3 being offered. Eligible costs include transportation costs. The
- 4 program budget must indicate the extent to which these funds will
- 5 supplement other federal, state, local, or private funds. An
- 6 applicant shall not use funds received under this section to
- 7 supplant any federal funds received by the applicant to serve
- 8 children eligible for a federally funded preschool program that has
- 9 the capacity to serve those children.
- 10 (6) For a grant recipient that enrolls pupils in a school-day
- 11 program funded under this section, each child enrolled in the
- 12 school-day program is counted as described in section 39 for
- 13 purposes of determining the amount of the grant award.
- 14 (7) For a grant recipient that enrolls pupils in a GSRP/Head
- 15 Start blended program, the grant recipient shall ensure that all
- 16 Head Start and GSRP policies and regulations are applied to the
- 17 blended slots, with adherence to the highest standard from either
- 18 program, to the extent allowable under federal law.
- 19 (8) An intermediate district or consortium of intermediate
- 20 districts receiving a grant under this section shall designate an
- 21 early childhood coordinator, and may provide services directly or
- 22 may contract with 1 or more districts or public or private for-
- 23 profit or nonprofit providers that meet all requirements of
- **24** subsections (4) and (5).
- 25 (9) An intermediate district or consortium of intermediate
- 26 districts may retain for administrative services provided by the
- 27 intermediate district or consortium of intermediate districts an
- 28 amount not to exceed 4% of the grant amount. Expenses incurred by
- 29 subrecipients engaged by the intermediate district or consortium of

- intermediate districts for directly running portions of the program
  are considered program costs or a contracted program fee for
  service. Subrecipients operating with a federally approved indirect
  rate for other early childhood programs may include indirect costs,
  not to exceed the federal 10% de minimis.
- 6 (10) An intermediate district or consortium of intermediate
  7 districts may expend not more than 2% of the total grant amount for
  8 outreach, recruiting, and public awareness of the program.
- 9 (11) Each grant recipient shall enroll children identified 10 under subsection (5)(b) according to how far the child's household 11 income is below 250% of the federal poverty quidelines by ranking each applicant child's household income from lowest to highest and 12 dividing the applicant children into quintiles based on how far the 13 14 child's household income is below 250% of the federal poverty 15 quidelines, and then enrolling children in the quintile with the lowest household income before enrolling children in the quintile 16 17 with the next lowest household income until slots are completely 18 filled. If the grant recipient determines that all eligible 19 children are being served and that there are no children on the 20 waiting list who live with families with a household income that is equal to or less than 250% of the federal poverty quidelines, the 21 grant recipient may then enroll children who live with families 22 23 with a household income that is equal to or less than 300% of the federal poverty guidelines. The enrollment process must consider 24 25 income and risk factors, such that children determined with higher need are enrolled before children with lesser need. For purposes of 26 this subsection, all age-eligible children served in foster care or 27 28 who are experiencing homelessness or who have individualized 29 education programs recommending placement in an inclusive preschool

- setting are considered to live with families with household income
  equal to or less than 250% of the federal poverty guidelines
  regardless of actual family income and are prioritized for
  enrollment within the lowest guintile.
- 5 (12) An intermediate district or consortium of intermediate 6 districts receiving a grant under this section shall allow parents 7 of eligible children who are residents of the intermediate district 8 or within the consortium to choose a program operated by or 9 contracted with another intermediate district or consortium of 10 intermediate districts and shall enter into a written agreement 11 regarding payment, in a manner prescribed by the department.
  - (13) An intermediate district or consortium of intermediate districts receiving a grant under this section shall conduct a local process to contract with interested and eligible public and private for-profit and nonprofit community-based providers that meet all requirements of subsection (4) for at least 30% of its total allocation. For the purposes of this 30% allocation, an intermediate district or consortium of intermediate districts may count children served by a Head Start grantee or delegate in a blended Head Start and great start readiness school-day program. Children served in a program funded only through Head Start are not counted toward this 30% allocation. The intermediate district or consortium shall report to the department, in a manner prescribed by the department, a detailed list of community-based providers by provider type, including private for-profit, private nonprofit, community college or university, Head Start grantee or delegate, and district or intermediate district, and the number and proportion of its total allocation allocated to each provider as subrecipient. If the intermediate district or consortium is not

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- 1 able to contract for at least 30% of its total allocation, the
- 2 grant recipient shall notify the department and, if the department

- 3 verifies that the intermediate district or consortium attempted to
- 4 contract for at least 30% of its total allocation and was not able
- 5 to do so, then the intermediate district or consortium may retain
- 6 and use all of its allocation as provided under this section. To be
- 7 able to use this exemption, the intermediate district or consortium
- 8 shall demonstrate to the department that the intermediate district
- 9 or consortium increased the percentage of its total allocation for
- 10 which it contracts with a community-based provider and the
- 11 intermediate district or consortium shall submit evidence
- 12 satisfactory to the department, and the department must be able to
- 13 verify this evidence, demonstrating that the intermediate district
- 14 or consortium took measures to contract for at least 30% of its
- 15 total allocation as required under this subsection, including, but
- 16 not limited to, at least all of the following measures:
- 17 (a) The intermediate district or consortium notified each
- 18 nonparticipating licensed child care center located in the service
- 19 area of the intermediate district or consortium regarding the
- 20 center's eligibility to participate, in a manner prescribed by the
- 21 department.
- 22 (b) The intermediate district or consortium provided to each
- 23 nonparticipating licensed child care center located in the service
- 24 area of the intermediate district or consortium information
- 25 regarding great start readiness program requirements and a
- 26 description of the application and selection process for community-
- 27 based providers.
- 28 (c) The intermediate district or consortium provided to the
- 29 public and to participating families a list of community-based

- 1 great start readiness program subrecipients with a great start to
  2 quality rating of at least 3 stars.
- 3 (14) If an intermediate district or consortium of intermediate
  4 districts receiving a grant under this section fails to submit
  5 satisfactory evidence to demonstrate its effort to contract for at
- 6 least 30% of its total allocation, as required under subsection
- 7 (13), the department shall reduce the allocation to the
- 8 intermediate district or consortium by a percentage equal to the
- 9 difference between the percentage of an intermediate district's or
- 10 consortium's total allocation awarded to community-based providers
- 11 and 30% of its total allocation.
- 12 (15) In order to assist intermediate districts and consortia 13 in complying with the requirement to contract with community-based 14 providers for at least 30% of their total allocation, the 15 department shall do all of the following:
  - (a) Ensure that a great start resource center or the department provides each intermediate district or consortium receiving a grant under this section with the contact information for each licensed child care center located in the service area of the intermediate district or consortium by March 1 of each year.
  - (b) Provide, or ensure that an organization with which the department contracts provides, a community-based provider with a validated great start to quality rating within 90 days of the provider's having submitted a request and self-assessment.
  - (c) Ensure that all intermediate district, district, community college or university, Head Start grantee or delegate, private forprofit, and private nonprofit providers are subject to a single great start to quality rating system. The rating system must ensure that regulators process all prospective providers at the same pace

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- on a first-come, first-served basis and must not allow 1 type of
  provider to receive a great start to quality rating ahead of any
  other type of provider.
- (d) Not later than March 1 of each year, compile the results 4 5 of the information reported by each intermediate district or 6 consortium under subsection (13) and report to the legislature a 7 list by intermediate district or consortium with the number and 8 percentage of each intermediate district's or consortium's total 9 allocation allocated to community-based providers by provider type, 10 including private for-profit, private nonprofit, community college 11 or university, Head Start grantee or delegate, and district or 12 intermediate district.
- (16) A recipient of funds under this section shall report to 13 14 the center in a form and manner prescribed by the center the 15 information necessary to derive the number of children participating in the program who meet the program eligibility 16 criteria under subsection (5)(b), the number of eligible children 17 18 not participating in the program and on a waitlist, and the total 19 number of children participating in the program by various 20 demographic groups and eligibility factors necessary to analyze 21 equitable and priority access to services for the purposes of subsection (3). 22
  - (17) As used in this section:
  - (a) "GSRP/Head Start blended program" means a part-day program funded under this section and a Head Start program, which are combined for a school-day program.
  - (b) "Federal poverty guidelines" means the guidelines published annually in the Federal Register by the United States

    Department of Health and Human Services under its authority to

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- 1 revise the poverty line under 42 USC 9902.
- (c) "Part-day program" means a program that operates at least
  4 days per week, 30 weeks per year, for at least 3 hours of
  teacher-child contact time per day but for fewer hours of teacher-child contact time per day than a school-day program.
- 6 (d) "School-day program" means a program that operates for at
  7 least the same length of day as a district's first grade program
  8 for a minimum of 4 days per week, 30 weeks per year. A classroom
  9 that offers a school-day program must enroll all children for the
  10 school day to be considered a school-day program.
  - (18) An intermediate district or consortium of intermediate districts receiving funds under this section shall establish and charge tuition according to a sliding scale of tuition rates based upon household income for children participating in an eligible great start readiness program who live with families with a household income that is more than 250% of the federal poverty guidelines to be used by all of its providers, as approved by the department.
- 19 (19) From the amount allocated in subsection (2), there is allocated for  $\frac{2021-2022}{2022-2023}$  an amount not to exceed 20 \$10,000,000.00 for reimbursement of transportation costs for 21 22 children attending great start readiness programs funded under this section. To receive reimbursement under this subsection, not later 23 24 than November 1 of each year, a program funded under this section 25 that provides transportation shall submit to the intermediate district that is the fiscal agent for the program a projected 26 27 transportation budget. The amount of the reimbursement for 28 transportation under this subsection is no more than the projected 29 transportation budget or \$300.00 multiplied by the number of

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- 1 children funded for the program under this section. If the amount
- 2 allocated under this subsection is insufficient to fully reimburse
- 3 the transportation costs for all programs that provide
- 4 transportation and submit the required information, the department
- 5 shall prorate the reimbursement in an equal amount per child
- 6 funded. The department shall make payments to the intermediate
- 7 district that is the fiscal agent for each program, and the
- 8 intermediate district shall then reimburse the program provider for
- 9 transportation costs as prescribed under this subsection.
- 10 (20) Subject to, and from the funds allocated under,
- 11 subsection (19), the department shall reimburse a program for
- 12 transportation costs related to parent- or guardian-accompanied
- 13 transportation provided by transportation service companies, buses,
- 14 or other public transportation services. To be eligible for
- 15 reimbursement under this subsection, a program must submit to the
- 16 intermediate district or consortia of intermediate districts all of
- 17 the following:
- 18 (a) The names of families provided with transportation support
- 19 along with a documented reason for the need for transportation
- 20 support and the type of transportation provided.
- 21 (b) Financial documentation of actual transportation costs
- 22 incurred by the program, including, but not limited to, receipts
- 23 and mileage reports, as determined by the department.
- 24 (c) Any other documentation or information determined
- 25 necessary by the department.
- 26 (21) The department shall implement a process to review and
- 27 approve age-appropriate comprehensive classroom level quality
- 28 assessments for GSRP grantees that support the early childhood
- 29 standards of quality for prekindergarten children adopted by the

- state board. The department shall make available to intermediate
  districts at least 2 classroom level quality assessments that were
  approved in 2018.
- 4 (22) An intermediate district that is a GSRP grantee may 5 approve the use of a supplemental curriculum that aligns with and 6 enhances the age-appropriate educational curriculum in the 7 classroom. If the department objects to the use of a supplemental 8 curriculum approved by an intermediate district, the superintendent 9 shall establish a review committee independent of the department. 10 The review committee shall meet within 60 days of the department 11 registering its objection in writing and provide a final 12 determination on the validity of the objection within 60 days of the review committee's first meeting. 13
- 14 (23) The department shall implement a process to evaluate and 15 approve age-appropriate educational curricula that are in 16 compliance with the early childhood standards of quality for 17 prekindergarten children adopted by the state board.
  - (24) From the funds allocated under subsection (1), there is allocated for 2021-2022 2022-2023 an amount not to exceed \$2,000,000.00 for payments to intermediate districts or consortia of intermediate districts for professional development and training materials for educators in programs implementing new curricula or child assessment tools approved for use in the great start readiness program.
  - (25) A great start readiness program or a GSRP/Head Start blended program funded under this section is permitted to utilize AmeriCorps Pre-K Reading Corps members in classrooms implementing research-based early literacy intervention strategies.
- Sec. 32n. (1) From the federal funding appropriated under

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- 1 section 11, there is allocated for 2022-2023 only an amount not to
- 2 exceed \$25,000,000.00 from the federal funding awarded to this
- 3 state from the coronavirus state fiscal recovery fund under the
- 4 American rescue plan act of 2021, title IX, subtitle M of Public
- 5 Law 117-2, for the purposes of this section. The department shall
- 6 develop a competitive grant program to distribute this funding to
- 7 eligible entities, as described in subsection (2), as prescribed
- 8 under this section.
- 9 (2) The department shall establish competitive grant criteria
- 10 for the grant program described in subsection (1) for eligible
- 11 applicants to expand access to quality, affordable programming
- 12 before and after the school day or during the summer for young
- 13 people. To be eligible for a grant under this section, the
- 14 applicant must meet, at a minimum, all of the following criteria:
- 15 (a) Serve children in any of grades K to 12.
- 16 (b) Be a community-based organization that is exempt from
- 17 federal income tax under section 501(c)(3) of the internal revenue
- 18 code, 26 USC 501, an institution of higher education, a community
- 19 or adult education program, a public library, a local government,
- 20 or an intermediate district.
- 21 (c) Provide before-school, after-school, before-and-after-
- 22 school, or summer school programming to children described in
- 23 subdivision (a). These programs must be used to support expanded
- 24 learning opportunities, including, but not limited to, mentoring,
- 25 leadership, community engagement, agriculture, art, music,
- 26 literacy, science, technology, engineering, mathematics, health,
- 27 and recreation programming.
- (d) Address measurable goals, including, but not limited to,
- 29 improved school attendance, academic outcomes, positive behaviors,

- and skill acquisition, and include activities linked to research or quality practices.
- 3 (3) The department shall establish a competitive grant process
- 4 for awarding funding under this section. The process must be posted
- 5 publicly at least 30 days prior to the grant application period.
- 6 The department shall develop the form and manner for applying for
- 7 the grants. The application must include a request for information
- 8 on the applicant's outreach to children, youth, and families who
- 9 are eligible for free or reduced-price meals under the Richard B.
- 10 Russell national school lunch act, 42 USC 1751 to 1769j. The
- 11 application must be open for not less than 30 calendar days. At
- 12 least 30 days before the application is opened, the department must
- 13 publish on its public website the criteria that will be used in
- 14 evaluating the application that must include, but are not limited
- 15 to, priorities under subsection (5).
- 16 (4) Subject to subsection (8), in determining award amounts
- 17 under this subsection, the department shall, to the extent
- 18 practicable, ensure that eligible entities in all geographic
- 19 regions of this state are represented in the distribution of grant
- 20 funding under this section.
- 21 (5) Subject to subsection (8), the department shall prioritize
- 22 the distribution of grant funding under this section based on, at a
- 23 minimum, the following:
- 24 (a) An applicant's demonstrated need.
- 25 (b) The percentage of low-income families in the geographic
- 26 area being served. Prioritization must be determined by the average
- 27 percentage of pupils in the district who are eligible for free and
- 28 reduced-priced meals as determined under the Richard B. Russell
- 29 national school lunch act, 42 USC 1751 to 1769j, where eligible

- 1 entities will provide before-and-after-school or summer school
  2 programs.
- 3 (c) Whether the application provides services for the full 4 school year.
- (d) The applicant's track record for providing quality,
   affordable before-and-after-school or summer school services.
- 7 (e) Whether an applicant serving children in any of grades K
  8 through 8 is licensed or is in the process of becoming licensed or
  9 has implemented the Michigan State Board of Education Michigan Out10 of-School Time Standards of Quality. This does not preclude a
  11 nonlicensed entity from applying for funding under this section and
  12 being funded under this section.
  - (6) Subject to subsection (7), an eligible entity that receives grant funding under this section shall use the funding only to provide before-school, after-school, before-and-after-school, or summer school programming to children described in subsection (2)(a). The programming offered under this subsection must meet all of the following:
- 19 (a) Be provided to children in a manner in which the children 20 are physically present at a building or location designated by the 21 eligible entity.
  - (b) Provide educational programming in core subject areas, including, but not limited to, mathematics, reading, and science.
  - (c) Provide data to evaluate the program in a form and manner as prescribed by the department.
- (7) Subject to subsections (2), (4), and (5), up to 2% of funding allocated under this section must be allocated to a nonprofit entity with experience serving youth-serving organizations to provide start-up grants and capacity building,



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- 1 professional development, and technical assistance for
- 2 implementation of high-quality, evidence-based out-of-school time
- 3 learning opportunities.
- 4 (8) The department shall award no less than 60% of the funding 5 under this section to community-based organizations.
- 6 (9) Notwithstanding section 17b, the department shall make
- 7 payments under this section in full upon grant award. Grantees that
- 8 do not comply with reporting requirements, fail to provide the
- 9 services proposed in their grant application, or close during the
- 10 grant period may be required to repay the funding they received
- 11 under this section to the department.
- 12 (10) The federal funding allocated under this section is
- 13 intended to respond to the COVID-19 public health emergency and its
- 14 negative impacts.
- 15 Sec. 32p. (1) From the state school aid fund money
- 16 appropriated in section 11, there is allocated an amount not to
- 17 exceed \$13,400,000.00 to intermediate districts for <del>2021-2022</del> **2022-**
- 18 2023 for the purpose of providing early childhood funding to
- 19 intermediate districts to support the goals and outcomes under
- 20 subsection (2) and subsection (4), and to provide supports for
- 21 early childhood programs for children from birth through age 8. The
- 22 funding provided to each intermediate district under this section
- 23 is determined by the distribution formula established by the
- 24 department's office of great start to provide equitable funding
- 25 statewide. In order to receive funding under this section, each
- 26 intermediate district must provide an application to the office of
- 27 great start not later than September 15 of the immediately
- 28 preceding fiscal year indicating the strategies planned to be
- 29 provided.



1	(2)	Each	intermediate	district	or	consortium	of	intermediate
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- 2 districts that receives funding under this section shall convene a
- 3 local great start collaborative and a parent coalition that
- 4 includes an active partnership with at least 1 community-based
- 5 organization. The goal of each great start collaborative and parent
- 6 coalition is to ensure the coordination and expansion of local
- 7 early childhood infrastructure systems and programs that allow
- 8 every child in the community to achieve the following outcomes:
- **9** (a) Children born healthy.
- 10 (b) Children healthy, thriving, and developmentally on track
  11 from birth to grade 3.
- 12 (c) Children developmentally ready to succeed in school at the
  13 time of school entry.
- (d) Children prepared to succeed in fourth grade and beyond by reading proficiently by the end of third grade.
  - (3) Each local great start collaborative and parent coalition shall convene workgroups to make recommendations about community services designed to achieve the outcomes described in subsection (2) and to ensure that its local great start system includes the following supports for children from birth through age 8:
- 21 (a) Physical health.

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- 22 (b) Social-emotional health.
- (c) Family supports, and including, but not limited to, the
  provision of basic needs and economic self-sufficiency.
  - (d) Parent education.leadership and family engagement.
- (e) Early education, including the child's development ofskills linked to success in foundational literacy, and care.
- 28 (4) From the funds allocated in subsection (1), at least
  29 \$2,500,000.00 must be used for the purpose of providing home visits

to at-risk children and their families. The home visits must beconducted as part of a locally coordinated, family-centered,

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3 evidence-based, data-driven home visit strategic plan that is

4 approved by the department. The goals of the home visits funded

5 under this subsection are to improve school readiness using

6 evidence-based methods, including a focus on developmentally

7 appropriate outcomes for early literacy, to improve positive

8 parenting practices, and to improve family economic self-

9 sufficiency while reducing the impact of high-risk factors through

10 community resources and referrals. The department shall coordinate

11 the goals of the home visit strategic plans approved under this

12 subsection with other state agency home visit programs in a way

13 that strengthens Michigan's home visiting infrastructure and

14 maximizes federal funds available for the purposes of at-risk

15 family home visits. The coordination among departments and agencies

is intended to avoid duplication of state services and spending,

17 and should emphasize efficient service delivery of home visiting

18 programs.

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(5) Not later than December 1 of each year, each intermediate district shall provide a report to the department detailing the strategies actually implemented during the immediately preceding school year and the families and children actually served. At a minimum, the report must include an evaluation of the services provided with additional funding under subsection (4) for home visits, using the goals identified in subsection (4) as the basis for the evaluation, including the degree to which school readiness was improved, the degree to which positive parenting practices were improved, the degree to which there was improved family economic self-sufficiency, and the degree to which community resources and

1 referrals were utilized. The department shall compile and summarize
2 these reports and submit its summary to the house and senate
3 appropriations subcommittees on school aid and to the house and
4 senate fiscal agencies not later than February 15 of each year.

(6) An intermediate district or consortium of intermediate districts that receives funding under this section may carry over any unexpended funds received under this section into the next fiscal year and may expend those unused funds through June 30 of the next fiscal year. However, an intermediate district or consortium of intermediate districts that receives funding for the purposes described in subsection (2) in fiscal year 2021-2022 2022-2023 shall not carry over into the next fiscal year any amount exceeding 20%-15% of the amount awarded to the intermediate district or consortium in the  $\frac{2021-2022}{2022-2023}$  fiscal year. It is intended that the amount carried over from funding awarded for the purposes described in subsection (2) in fiscal year 2022-2023 not exceed 15% of the amount awarded in that fiscal year. A recipient of a grant shall return any unexpended grant funds to the department in the manner prescribed by the department not later than September 30 of the next fiscal year after the fiscal year in which the funds are received.

Sec. 32t. From the state school aid fund money appropriated in section 11, there is allocated for 2022-2023 only an amount not to exceed \$2,200,000.00 to Clinton County RESA (CCRESA) for the Strong Beginnings Program to provide services to children who meet the eligibility criteria for the great start readiness program, but do not meet the age eligibility criteria for the great start readiness program. These services must be designed for children who are age 3 and must be similar to the services provided through the great

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- 1 start readiness program. The program described in this section must
- 2 be administered by CCRESA Strong Beginnings Implementation Team
- 3 under the direction of the department, office of great start, with
- 4 assessment, data, and collection analysis for the program being
- 5 provided by Michigan State University.
- 6 Sec. 32u. (1) From the general fund money appropriated in
- 7 section 11, there is allocated for 2022-2023 only an amount not to
- 8 exceed \$5,000,000.00 to districts and intermediate districts as
- 9 provided in this section.
- 10 (2) To receive funding under this section, a district or
- 11 intermediate district must apply for the funding in a form and
- 12 manner prescribed by the department.
- 13 (3) A district or intermediate district that receives funding
- 14 under this section shall use the funding to provide, in
- 15 collaboration with BookNook, pupils enrolled in the district or
- 16 intermediate district with a program that meets all of the
- 17 following:
- 18 (a) Allows students to use patented technology to reach and
- 19 learn together.
- 20 (b) Provides for scaffolded-learning supports that empower
- 21 teachers and support staff.
- (c) Exposes pupils to diverse texts, dynamic games, and
- 23 meaningful discussion with each lesson.
- 24 (d) Includes a large tutor network that expands reach to
- 25 pupils.
- 26 (4) Notwithstanding section 17b, the department shall make
- 27 payments under this section on a schedule determined by the
- 28 department.
- Sec. 35a. (1) From the appropriations in section 11, there is



1 allocated for <del>2021-2022</del> **2022-2023** for the purposes of this section

- 2 an amount not to exceed \$61,400,000.00 \$67,400,000.00 from the
- 3 state school aid fund and there is allocated for 2021-2022 2022-
- 4 2023 for the purposes of subsection (8) an amount not to exceed
- \$3,500,000.00 \$5,000,000.00 from the general fund. Excluding staff
- 6 or contracted employees funded under subsection (8), the
- 7 superintendent shall designate staff or contracted employees funded
- 8 under this section as critical shortage. Programs funded under this
- 9 section are intended to ensure that this state will be a top 10
- 10 state in grade 4 reading proficiency by 2025 according to the
- 11 National Assessment of Educational Progress (NAEP). By December 31
- 12  $\frac{2021}{100}$  of each fiscal year in which funding is allocated under
- 13 this section, the superintendent of public instruction shall do
- 14 both of the following:
- 15 (a) Report in person to the house and senate appropriations
- 16 subcommittees on school aid regarding progress on the goal
- 17 described in this subsection and be available for questioning as
- 18 prescribed through a process developed by the chairs of the house
- 19 and senate appropriations subcommittees on school aid.
- 20 (b) Submit a written report to the house and senate
- 21 appropriations subcommittees on school aid regarding progress on
- 22 the goal described in this subsection.
- 23 (2) A district that receives funds under subsection (5) may
- 24 spend up to 5% of those funds for professional development for
- 25 educators in a department-approved research-based training program
- 26 related to current state literacy standards for pupils in grades
- 27 pre-K to 3. The professional development must also include training
- 28 in the use of screening and diagnostic tools, progress monitoring,
- 29 and intervention methods used to address barriers to learning and

- 1 delays in learning that are diagnosed through the use of these
  2 tools.
- $\bf 3$  (3) A district that receives funds under subsection (5) may
- 4 use up to 5% of those funds to administer department-approved
- 5 screening and diagnostic tools to monitor the development of early
- 6 literacy and early reading skills, and risk factors for word-level
- 7 reading difficulties of pupils in grades pre-K to 3 and to support
- 8 evidence-based professional learning described in subsection (11)
- 9 for educators in administering and using screening, progress
- 10 monitoring, and diagnostic assessment data to inform instruction
- 11 through prevention and intervention in a multi-tiered system of
- 12 supports framework. A department-approved screening and diagnostic
- 13 tool administered by a district using funding under this section
- 14 must include all of the following components: phonemic awareness,
- 15 phonics, fluency, rapid automatized naming (RAN), and
- 16 comprehension. Further, all of the following sub-skills must be
- 17 assessed within each of these components:
- 18 (a) Phonemic awareness segmentation, blending, and sound
- 19 manipulation (deletion and substitution).
- 20 (b) Phonics decoding (reading) and encoding (spelling).
- 21 (c) Fluency.
- 22 (d) Comprehension making meaning of text.
- 23 (4) From the allocation under subsection (1), there is
- **24** allocated an amount not to exceed \$31,500,000.00 for  $\frac{2021-2022}{1000}$
- 25 2022-2023 for the purpose of providing early literacy coaches at
- 26 intermediate districts to assist teachers in developing and
- 27 implementing instructional strategies for pupils in grades pre-K to
- 28 3 so that pupils are reading at grade level by the end of grade 3.
- 29 All of the following apply to funding under this subsection:



- (a) The department shall develop an application process
   consistent with the provisions of this subsection. An application
   must provide assurances that literacy coaches funded under this
   subsection are knowledgeable about at least the following:
- 5 (i) Current state literacy standards for pupils in grades pre-K  $\,$  to 3.
- 7 (ii) Implementing an instructional delivery model based on
  8 frequent use of formative, screening, and diagnostic tools, known
  9 as a multi-tiered system of supports, to determine individual
  10 progress for pupils in grades pre-K to 3 so that pupils are reading
  11 at grade level by the end of grade 3.
  - (iii) The use of data from diagnostic tools to determine the necessary additional supports and interventions needed by individual pupils in grades pre-K to 3 in order to be reading at grade level.
- (b) From the allocation under this subsection, the department shall award grants to intermediate districts for the support of early literacy coaches. The department shall provide this funding in the following manner:
- 20 (i) The department shall award each intermediate district grant 21 funding to support the cost of 1 early literacy coach in an equal 22 amount per early literacy coach, not to exceed \$112,500.00.
- (ii) After distribution of the grant funding under subparagraph

  (i), the department shall distribute the remainder of grant funding

  for additional early literacy coaches in an amount not to exceed

  \$112,500.00 per early literacy coach. The number of funded early

  literacy coaches for each intermediate district is based on the

  percentage of the total statewide number of pupils in grades K to 3

  who meet the income eligibility standards for the federal free and

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- 1 reduced-price lunch programs who are enrolled in districts in the
  2 intermediate district.
- 3 (c) If an intermediate district that receives funding under
  4 this subsection uses an assessment tool that screens for
  5 characteristics of dyslexia, the intermediate district shall use
  6 the assessment results from that assessment tool to identify pupils
  7 who demonstrate characteristics of dyslexia.
- 8 (5) From the allocation under subsection (1), there is 9 allocated an amount not to exceed \$19,900,000.00 for  $\frac{2021-2022}{1000}$ 10 2022-2023 to districts that provide additional instructional time 11 to those pupils in grades pre-K to 3 who have been identified by 12 using department-approved screening and diagnostic tools as needing additional supports and interventions in order to be reading at 13 14 grade level by the end of grade 3. Additional instructional time 15 may be provided before, during, and after regular school hours or 16 as part of a year-round balanced school calendar. All of the 17 following apply to funding under this subsection:
- - (i) Implemented a multi-tiered system of supports instructional delivery model that is an evidence-based model that uses data-driven problem solving to integrate academic and behavioral instruction and that uses intervention delivered to all pupils in varying intensities based on pupil needs. The multi-tiered system of supports must provide at least all of the following essential components:
    - (A) Team-based leadership.
- 29 (B) A tiered delivery system.



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- (C) Selection and implementation of instruction,
   interventions, and supports.
- 3 (D) A comprehensive screening and assessment system.
- 4 (E) Continuous data-based decision making.
- $oldsymbol{5}$  (ii) Used department-approved research-based diagnostic tools to identify individual pupils in need of additional instructional time.
- 8 (iii) Used a reading instruction method that focuses on the 5
  9 fundamental building blocks of reading: phonics, phonemic
  10 awareness, fluency, vocabulary, and comprehension and content
  11 knowledge.
- (iv) Provided teachers of pupils in grades pre-K to 3 with
   research-based professional development in diagnostic data
   interpretation.
- 15 ( $\nu$ ) Complied with the requirements under section 1280f of the revised school code, MCL 380.1280f.
- 17 (b) The department shall distribute funding allocated under
  18 this subsection to eligible districts on an equal per-first-grade19 pupil basis.
- (c) If the funds allocated under this subsection are
  insufficient to fully fund the payments under this subsection,
  payments under this subsection are prorated on an equal per-pupil
  basis based on grade 1 pupils.
- 24 (6) Not later than September 1 of each year, a district that
  25 receives funding under subsection (5) in conjunction with the
  26 Michigan student data system, if possible, shall provide to the
  27 department a report that includes at least both of the following,
  28 in a form and manner prescribed by the department:
- 29 (a) For pupils in grades pre-K to 3, the teachers, pupils,

- schools, and grades served with funds under this section and thecategories of services provided.
- 3 (b) For pupils in grades pre-K to 3, pupil proficiency and
  4 growth data that allows analysis both in the aggregate and by each
  5 of the following subgroups, as applicable:
- 6 (i) School.
- 7 (ii) Grade level.
- 8 (iii) Gender.
- 9 (iv) Race.
- 10 (v) Ethnicity.
- 11 (vi) Economically disadvantaged status.
- 12 (vii) Disability.
- (viii) Pupils identified as having reading deficiencies.
- 14 (7) From the allocation under subsection (1), there is
  15 allocated an amount not to exceed \$6,000,000.00 for 2021-2022 2022-
- 16 2023 to an intermediate district in which the combined total number
- 17 of pupils in membership of all of its constituent districts is the
- 18 fewest among all intermediate districts. All of the following apply
- 19 to the funding under this subsection:
- 20 (a) Funding under this subsection must be used by the
  21 intermediate district, in partnership with an association that
  22 represents intermediate district administrators in this state, to
  23 implement all of the following:
- 24 (i) Literacy essentials teacher and principal training modules.
- (ii) Face-to-face and online professional learning of literacy
  essentials teacher and principal training modules for literacy
  coaches, principals, and teachers.
- (iii) The placement of regional lead literacy coaches tofacilitate professional learning for early literacy coaches. These

- 1 regional lead literacy coaches shall provide support for new
- 2 literacy coaches, building teachers, and administrators and shall

- 3 facilitate regional data collection to evaluate the effectiveness
- 4 of statewide literacy coaches funded under this section.
- 5 (iv) Provide \$500,000.00 from this subsection for literacy
- 6 training, modeling, coaching, and feedback for district principals
- 7 or chief administrators, as applicable. The training described in
- 8 this subparagraph must use the pre-K and K to 3 essential
- 9 instructional practices in literacy created by the general
- 10 education leadership network as the framework for all training
- 11 provided under this subparagraph.
- 12 (v) Job-embedded professional learning opportunities for
- 13 mathematics teachers through mathematics instructional coaching.
- 14 Funding must be used for professional learning for coaches,
- 15 professional developers, administrators, and teachers; coaching for
- 16 early mathematics educators; the development of statewide and
- 17 regional professional learning networks in mathematics
- 18 instructions; and the development and support of digital
- 19 professional learning modules.
- (b) Not later than September 1 of each year, the intermediate
- 21 district described in this subsection, in consultation with grant
- 22 recipients, shall submit a report to the chairs of the senate and
- 23 house appropriations subcommittees on school aid, the chairs of the
- 24 senate and house standing committees responsible for education
- 25 legislation, the house and senate fiscal agencies, and the state
- 26 budget director. The report described under this subdivision must
- 27 include student achievement results in English language arts and
- 28 mathematics and survey results with feedback from parents and
- 29 teachers regarding the initiatives implemented under this

1 subsection.

- (c) Up to 2% of funds allocated under this subsection may be
  used by the association representing intermediate district
  administrators that is in partnership with the intermediate
  district specified in this subsection to administer this
  subsection.
- 7 (8) From the general fund money allocated in subsection (1),
  8 the department shall allocate the amount of \$3,500,000.00
  9 \$5,000,000.00 for 2021-2022 2022-2023 only to the Michigan
  10 Education Corps for the Prek Reading Corps, the K3 Reading Corps,
  11 and the Math Corps. All of the following apply to funding under
  12 this subsection:
  - (a) By September 1 of the current fiscal year, the Michigan Education Corps shall provide a report concerning its use of the funding to the senate and house appropriations subcommittees on state—school aid, the senate and house fiscal agencies, and the senate and house caucus policy offices on outcomes and performance measures of the Michigan Education Corps, including, but not limited to, the degree to which the Michigan Education Corps' replication of the PreK Reading Corps, the K3 Reading Corps, and the Math Corps programs is demonstrating sufficient efficacy and impact. The report must include data pertaining to at least all of the following:
  - (i) The current impact of the programs on this state in terms of numbers of children and schools receiving support. This portion of the report must specify the number of children tutored, including dosage and completion, and the demographics of those children.
    - (ii) Whether the assessments and interventions are implemented

- with fidelity. This portion of the report must include details onthe total number of assessments and interventions completed and the
- 3 range, mean, and standard deviation.
- 4 (iii) Whether the literacy or math improvement of children
  5 participating in the programs is consistent with expectations. This
  6 portion of the report must detail at least all of the following:
- 7 (A) Growth rate by grade or age level, in comparison to8 targeted growth rate.
  - (B) Average linear growth rates.
- 10 (C) Exit rates.

- (D) Percentage of children who exit who also meet or exceedspring benchmarks.
- (iv) The impact of the programs on organizations and
   stakeholders, including, but not limited to, school administrators,
   internal coaches, and AmeriCorps members.
- (b) If the department determines that the Michigan Education
  Corps has misused the funds allocated under this subsection, the
  Michigan Education Corps shall reimburse this state for the amount
  of state funding misused.
- 20 (c) The department may not reserve any portion of the 21 allocation provided under this subsection for an evaluation of the 22 Michigan Education Corps, the Michigan Education Corps' funding, or the Michigan Education Corps' programming unless agreed to in 23 24 writing by the Michigan Education Corps. The department shall award 25 the entire \$3,500,000.00 \$5,000,000.00 allocated under this 26 subsection to the Michigan Education Corps and shall not condition the awarding of this funding on the implementation of an 27 28 independent evaluation.
  - (9) If a district or intermediate district expends any funding

- 1 received under subsection (4) or (5) for professional development
- 2 in research-based effective reading instruction, the district or
- 3 intermediate district shall select a professional development
- 4 program from the list described under subdivision (a). All of the
- 5 following apply to the requirement under this subsection:
- **6** (a) The department shall issue a request for proposals for
- 7 professional development programs in research-based effective
- 8 reading instruction to develop an initial approved list of
- 9 professional development programs in research-based effective
- 10 reading instruction. The department shall make the initial approved
- 11 list public and shall determine if it will, on a rolling basis,
- 12 approve any new proposals submitted for addition to its initial
- 13 approved list.
- 14 (b) To be included as an approved professional development
- 15 program in research-based effective reading instruction under
- 16 subdivision (a), an applicant must demonstrate to the department in
- 17 writing the program's competency in all of the following topics:
- 18 (i) Understanding of phonemic awareness, phonics, fluency,
- 19 vocabulary, and comprehension.
- (ii) Appropriate use of assessments and differentiated
- 21 instruction.
- 22 (iii) Selection of appropriate instructional materials.
- 23 (iv) Application of research-based instructional practices.
- 24 (c) As used in this subsection, "effective reading
- 25 instruction" means reading instruction scientifically proven to
- 26 result in improvement in pupil reading skills.
- 27 (10) From the allocation under subsection (1), there is
- 28 allocated an amount not to exceed  $\frac{4,000,000.00}{10,000}$  \$10,000,000.00 for
- 29 2021-2022-2023 only for the provision of professional learning

- 1 by the approved provider described in subsection (11), first to
- 2 educators in pre-K, kindergarten, and grade 1 and then next to
- 3 educators in grade 2 and grade 3; . All of the following apply to
- 4 funding under this subsection:
- 5 (a) The and then to additional elementary school educators and
- 6 pre-K to grade 12 certificated special education personnel with
- 7 endorsements in learning disabilities, emotional impairments, or
- 8 speech and language impairments. For purposes of this subsection,
- 9 the department must establish and manage professional learning
- 10 opportunities that are open to all pre-K through grade 3 teachers
- 11 school personnel described in this subsection as follows:
- 12 (a)  $\frac{(i)}{(i)}$  The department must **first** open voluntary enrollment for
- 13 any pre-K through grade 3 teacher on a first-come, first-served
- 14 basis, with voluntary enrollment prioritized for pre-K,
- 15 kindergarten, and grade 1 teachers. The department shall then open
- 16 voluntary enrollment for the remaining school personnel described
- 17 in this subsection.
- (b)  $\frac{(ii)}{(ii)}$  The department must maintain open enrollment until all
- 19 funds are expended.
- (b) The department shall distribute funding allocated under
- 21 this subsection to eligible districts on an equal per-first-grade-
- 22 pupil basis.
- (c) If the funds allocated under this subsection are
- 24 insufficient to fully fund the payments under this subsection,
- 25 payments under this subsection are prorated on an equal per-pupil
- 26 basis based on grade 1 pupils.
- 27 (11) The—For the provision of professional learning to the
- 28 school personnel described in subsection (10), the department shall
- 29 provide a list of 1 or more approved providers of professional

- 1 learning outlined in this subsection for pre-K to grade 3 teachers,
- 2 administrators, and early literacy coaches. In order to be
- 3 approved, a provider of professional learning must approve LETRS as
- 4 the approved provider of professional learning, if LETRS continues
- 5 to meet all of the following:
- **6** (a) Be offered through a system of training that provides
- 7 educators with the knowledge base to effectively implement any
- 8 class-wide, supplemental, or intervention reading approach and to
- 9 determine why some students struggle with reading, writing,
- 10 spelling, and language.
- 11 (b) Provide training activities that direct educators to
- 12 implement effective reading and spelling instruction supported by
- 13 scientifically based research and foster a direct explicit
- 14 instructional sequence that uses techniques to support teachers'
- 15 independence in using their newly-learned skills with students in
- 16 the classroom.
- 17 (c) Include integrated components for educators and
- 18 administrators in pre-K to grade 3 with embedded evaluation or
- 19 assessment of knowledge. Evaluation or assessment of knowledge
- 20 under this subdivision must incorporate evaluations of learning
- 21 throughout each unit and include a summative assessment that must
- 22 be completed to demonstrate successful course completion.
- 23 (d) Build teacher content knowledge and pedagogical knowledge
- 24 of the critical components of literacy including how the brain
- 25 learns to read, phonological and phonemic awareness; letter
- 26 knowledge; phonics; advanced phonics; vocabulary and oral language;
- 27 fluency; comprehension; spelling and writing; and the organization
- 28 of language.
- 29 (e) Support educators in understanding how to effectively use

- 1 screening, progress monitoring, and diagnostic assessment data to
- 2 improve literacy outcomes through prevention and intervention for
- 3 reading difficulties in a multi-tiered system of supports. The
- 4 multi-tiered system of supports must include at least all of the
- 5 following essential components:
- 6 (i) Team-based leadership.
  - (ii) A tiered delivery system.
- 8 (iii) Selection and implementation of instruction,
- 9 interventions, and supports.

- 10 (iv) A comprehensive screening and assessment system.
- 11 (v) Continuous data-based decision making.
- 12 (12) Notwithstanding section 17b, the department shall make
- 13 payments made under subsections (7) and (8) on a schedule
- 14 determined by the department.
- 15 (13) As used in this section:
- 16 (a) "Dyslexia" means both of the following:
- 17 (i) A specific learning disorder that is neurobiological in
- 18 origin and characterized by difficulties with accurate or fluent
- 19 word recognition and by poor spelling and decoding abilities that
- 20 typically result from a deficit in the phonological component of
- 21 language that is often unexpected in relation to other cognitive
- 22 abilities and the provision of effective classroom instruction.
- 23 (ii) A specific learning disorder that may include secondary
- 24 consequences, such as problems in reading comprehension and a
- 25 reduced reading experience that can impede the growth of vocabulary
- 26 and background knowledge and lead to social, emotional, and
- 27 behavioral difficulties.
- 28 (b) "Evidence-based" means an activity, program, process,
- 29 service, strategy, or intervention that demonstrates statistically

- significant effects on improving pupil outcomes or other relevant
  outcomes and that meets at least both of the following:
- 3 (i) At least 1 of the following:
- 4 (A) Is based on strong evidence from at least 1 well-designed 5 and well-implemented experimental study.
- 6 (B) Is based on moderate evidence from at least 1 well-7 designed and well-implemented quasi-experimental study.
- 8 (C) Is based on promising evidence from at least 1 well9 designed and well-implemented correlational study with statistical
  10 controls for selection bias.
- 11 (D) Demonstrates a rationale based on high-quality research
  12 findings or positive evaluation that the activity, program,
  13 process, service, strategy, or intervention is likely to improve
  14 pupil outcomes or other relevant outcomes.
- 15 (ii) Includes ongoing efforts to examine the effects of the activity, program, process, service, strategy, or intervention.
- (c) "Explicit" means direct and deliberate instruction through
  continuous pupil-teacher interaction that includes teacher
  modeling, guided practice, and independent practice.
- 20 (d) "Fluency" means the ability to read with speed, accuracy,21 and proper expression.
- (e) "Multi-tiered system of supports" means a comprehensive
  framework that includes 3 distinct tiers of instructional support
  and is composed of a collection of evidence-based strategies
  designed to meet the individual needs and assets of a whole pupil
  at all achievement levels.
- 27 (f) "Phonemic awareness" means the conscious awareness of all
  28 of the following:
- 29 (i) Individual speech sounds, including, but not limited to,



- 1 consonants and vowels, in spoken syllables.
- (ii) The ability to consciously manipulate through, including,
- 3 but not limited to, matching, blending, segmenting, deleting, or
- 4 substituting, individual speech sounds described in subparagraph
- 5 (*i*).
- 6 (iii) All levels of the speech sound system, including, but not
- 7 limited to, word boundaries, rhyme recognition, stress patterns,
- 8 syllables, onset-rime units, and phonemes.
- 9 (g) "Phonological" means relating to the system of contrastive
- 10 relationships among the speech sounds that constitute the
- 11 fundamental components of a language.
- 12 (h) "Progress monitoring" means the assessing of students'
- 13 academic performance, quantifying students' rates of improvement or
- 14 progress toward goals, and determining how students are responding
- 15 to instruction.
- 16 (i) "Rapid automatized naming (RAN)" means a task that
- 17 measures how quickly individuals can name objects; pictures;
- 18 colors; or symbols, including letters and digits, aloud, which can
- 19 predict later reading abilities for preliterate children.
- Sec. 35d. (1) From the general fund money appropriated under
- 21 section 11, for <del>2021-2022</del>, **2022-2023 only**, there is allocated an
- 22 amount not to exceed \$1,000,000.00 for the department to provide
- 23 grants to districts and intermediate districts for the purchase of
- 24 1 or more components or trainings through an eligible teacher
- 25 training program for children with dyslexia from a provider of an
- 26 eligible teacher training program for children with dyslexia as
- 27 provided under this section.
- 28 (2) A provider that provides programming that meets all of the
- 29 following is considered to be a provider of an eligible teacher

- 1 training program for purposes of this section:
- 2 (a) Allows teachers to incorporate the 5 components essential
- 3 to an effective reading program into their daily lessons. The 5
- 4 components described in this subdivision are phonemic awareness,
- 5 phonics, vocabulary, fluency, and comprehension.
- 6 (b) Trains educators to teach reading using a proven,
- 7 multisensory approach.
- 8 (c) Educates teachers on how to explicitly and effectively
- 9 teach reading to beginning readers.
- 10 (d) Breaks reading and spelling down into smaller skills
- 11 involving letters and sounds, and then builds on these skills over
- **12** time.
- 13 (e) Uses multisensory teaching strategies to teach reading by
- 14 using sight, hearing, touch, and movement to help students connect
- 15 and learn the concepts being taught.
- 16 (3) Districts and intermediate districts may apply to the
- 17 department for grants to purchase components or training through an
- 18 eligible teacher training program from a provider of an eligible
- 19 teacher training program, and, upon receiving an application but
- 20 except as otherwise provided in this subsection, the department
- 21 shall make payments to districts and intermediate districts for
- 22 those purchases. The department shall make payments under this
- 23 section on a first-come, first-served basis until funds are
- 24 depleted.
- 25 Sec. 35f. From the general fund money appropriated in section
- 26 11, there is allocated for  $\frac{2021-2022}{2022-2023}$  only an amount not
- 27 to exceed \$750,000.00 \$1,000,000.00 for the department to award to
- 28 the Chaldean community foundation. Community Foundation. The
- 29 Chaldean community foundation Community Foundation shall use funds

- 1 received under this section to support and expand early childhood
- 2 learning opportunities, improve early literacy achievement,
- 3 increase high school graduation rates for new Americans, and assist
- 4 with diploma acquisition, skills training, and postsecondary
- 5 education.
- 6 Sec. 35g. (1) From the state school aid fund money
- 7 appropriated in section 11, there is allocated an amount not to
- 8 exceed \$1,000,000.00 for  $\frac{2021-2022}{2022-2023}$  only for competitive
- 9 grants to eligible districts that have established innovative
- 10 community libraries.
- 11 (2) A district that has established an innovative community
- 12 library that meets all of the following is an eligible district
- 13 under this section:
- 14 (a) The library provides for the engagement and connection of
- 15 readers.
- 16 (b) The library provides for resources that are used to
- 17 further reading skills.
- 18 (c) The library provides for the involvement of community
- 19 volunteers and donations.
- 20 (3) An eligible district may partner with an existing library
- 21 to provide an innovative community library described in subsection
- **22** (2).
- 23 (4) For the purpose of this section, an innovative community
- 24 library described in subsection (2) does not need to be in a
- 25 physical building.
- 26 (5) To receive funding under this section, an eligible
- 27 district must apply for the funding to the department's innovation
- 28 council, in a form and manner prescribed by the department's
- 29 innovation council, by not later than March 15 , 2022. of each



- 1 fiscal year in which funding is allocated under this section. The
- 2 department's innovation council must develop an application process
- 3 for the submission of applications for funding under this section
- 4 by not later than December 15 , 2021. of each fiscal year in which
- 5 funding is allocated under this section. The department's
- 6 innovation council must score applications and award up to 20
- 7 grants under this section based on the following criteria by not
- 8 later than July 15 , 2022:of each fiscal year in which funding is
- 9 allocated under this section:
- 10 (a) How the innovative community library has addressed early11 childhood literacy gaps.
- 12 (b) How community partners of the innovative community library13 have engaged in addressing literacy gaps.
- 14 (c) How the innovative community library has connected
  15 different readers together.
- 16 (d) How the innovative community library will promote its
  17 approach to other districts or communities in addressing early
  18 literacy gaps.
- (6) The grant awards under subsection (5) must be ranked in a 19 20 manner in which there are 2 first-place grant awards, 2 second-21 place grant awards, 2 third-place grant awards, 2 fourth-place grant awards, 2 fifth-place grant awards, 2 sixth-place grant 22 23 awards, 2 seventh-place grant awards, 2 eighth-place grant awards, 2 ninth-place grant awards, and 2 tenth-place grant awards. The 24 25 first-place grant awards described in this subsection must receive the highest award of funding under this section and the amount of 26 27 funding awarded under this section must decline sequentially with each numerical-place award described in this subsection, with the 28

lowest award of funding under this section going to the tenth-place

- 1 grant award recipients.
- 2 (7) Notwithstanding section 17b, subject to subsection (5),
- ${f 3}$  the department shall make payments to eligible districts under this
- 4 section on a schedule determined by the department.
- **5** Sec. 35h. From the general fund money appropriated in section
- 6 11, there is allocated for  $\frac{2021-2022}{2022-2023}$  only an amount not
- 7 to exceed \$1,700,000.00 \$500,000.00 to the Jewish Federation of
- 8 Metro Detroit to support day schools, day camps, and summer
- 9 programming to help mitigate the impact of remote learning on
- 10 students' mental health and physical well-being.
- 11 Sec. 39. (1) An eligible applicant receiving funds under
- 12 section 32d shall submit an application, in a form and manner
- 13 prescribed by the department, by a date specified by the department
- 14 in the immediately preceding fiscal year. An eligible applicant is
- 15 not required to amend the applicant's current accounting cycle or
- 16 adopt this state's fiscal year accounting cycle in accounting for
- 17 financial transactions under this section. The application must
- 18 include all of the following:
- 19 (a) The estimated total number of children in the community
- 20 who meet the criteria of section 32d, as provided to the applicant
- 21 by the department utilizing the most recent population data
- 22 available from the American Community Survey conducted by the
- 23 United States Census Bureau. The department shall ensure that it
- 24 provides updated American Community Survey population data at least
- 25 once every 3 years.
- 26 (b) The estimated number of children in the community who meet
- 27 the criteria of section 32d and are being served exclusively by
- 28 Head Start programs operating in the community.
- 29 (c) The number of children whom the applicant has the capacity

- to serve who meet the criteria of section 32d including averification of physical facility and staff resources capacity.
- 3 (2) After notification of funding allocations, an applicant 4 receiving funds under section 32d shall also submit an 5 implementation plan for approval, in a form and manner prescribed 6 by the department, by a date specified by the department, that 7 details how the applicant complies with the program components 8 established by the department pursuant to under section 32d.
  - (3) The initial allocation to each eligible applicant under section 32d is the lesser of the following:
  - (a) The sum of the number of children served in a school-day program in the preceding school year multiplied by \$8,700.00 \$9,150.00 and the number of children served in a GSRP/Head Start blended program or a part-day program in the preceding school year multiplied by \$4,350.00.\$4,575.00.
  - (b) The sum of the number of children the applicant has the capacity to serve in the current school year in a school-day program multiplied by \$8,700.00 \$9,150.00 and the number of children served in a GSRP/Head Start blended program or a part-day program the applicant has the capacity to serve in the current school year multiplied by \$4,350.00.\$4,575.00.
  - (4) If funds remain after the allocations under subsection (3), the department shall distribute the remaining funds to each intermediate district or consortium of intermediate districts that serves less than the state percentage benchmark determined under subsection (5). The department shall distribute these remaining funds to each eligible applicant based upon each applicant's proportionate share of the remaining unserved children necessary to meet the statewide percentage benchmark in intermediate districts

- or consortia of intermediate districts serving less than the
- 2 statewide percentage benchmark. When all applicants have been given
- 3 the opportunity to reach the statewide percentage benchmark, the
- 4 statewide percentage benchmark may be reset, as determined by the
- 5 department, until greater equity of opportunity to serve eligible
- 6 children across all intermediate school districts has been
- 7 achieved.
- **8** (5) For the purposes of subsection (4), the department shall
- 9 calculate a percentage of children served by each intermediate
- 10 district or consortium of intermediate districts by adding the
- 11 number of children served in the immediately preceding year by that
- 12 intermediate district or consortium with the number of eliqible
- 13 children under section 32d served exclusively by head start, as
- 14 reported in a form and manner prescribed by the department, within
- 15 the intermediate district or consortia service area and dividing
- 16 that total by the total number of children within the intermediate
- 17 district or consortium of intermediate districts who meet the
- 18 criteria of section 32d as determined by the department utilizing
- 19 the most recent population data available from the American
- 20 Community Survey conducted by the United States Census Bureau. The
- 21 department shall compare the resulting percentage of eligible
- 22 children served to a statewide percentage benchmark to determine if
- 23 the intermediate district or consortium is eligible for additional
- 24 funds under subsection (4). The statewide percentage benchmark is
- **25** 100%.
- 26 (6) If, taking into account the total amount to be allocated
- 27 to the applicant as calculated under this section, an applicant
- 28 determines that it is able to include additional eligible children
- 29 in the great start readiness program without additional funds under

- section 32d, the applicant may include additional eligible children
  but does not receive additional funding under section 32d for those
  children.
- 4 (7) The department shall review the program components under section 32d and under this section at least biennially. The department also shall convene a committee of internal and external stakeholders at least once every 5 years to ensure that the funding structure under this section reflects current system needs under section 32d.
- 10 (8) As used in this section, "GSRP/Head Start blended
  11 program", "part-day program", and "school-day program" mean those
  12 terms as defined in section 32d.
- (9) For the 2020-2021 program year only, the number of children reported on the application described in subsection

  (1) (a), (b), and (c) must not be used by the department for the purpose of calculating hold harmless funding levels for 2021-2022.

  Hold harmless funding for 2021-2022 must be determined based on the 2019-2020 final allocations calculated and paid under section 32d in 2019-2020.
- 20 Sec. 39a. (1) From the federal funds appropriated in section 11, there is allocated for <del>2020-2021 to districts, intermediate</del> 21 22 districts, and other eligible entities all available federal funding, estimated at \$752,300,000.00 and there is allocated for 23 24 2021-2022-2023 to districts, intermediate districts, and other 25 eligible entities all available federal funding, estimated at \$752,300,000.00, for the federal programs under the no child left 26 27 behind act of 2001, Public Law 107-110, or the every student succeeds act, Public Law 114-95. These funds are allocated as 28

follows:

- 1 (a) An amount estimated at \$1,200,000.00 for 2020-2021 and
  2 estimated at \$1,200,000.00 for 2021-2022 2022-2023 to provide
  3 students with drug- and violence-prevention programs and to
  4 implement strategies to improve school safety, funded from DED5 OESE, drug-free schools and communities funds.
- 6 (b) An amount estimated at \$100,000.00 for 2020-2021 and
  7 estimated at \$100,000,000.00 for 2021-2022 2022-2023 for the
  8 purpose of preparing, training, and recruiting high-quality
  9 teachers and class size reduction, funded from DED-OESE, improving teacher quality funds.
  - (c) An amount estimated at \$13,000,000.00 for 2020-2021 and estimated at \$13,000,000.00 for 2021-2022 2022-2023 for programs to teach English to limited English proficient (LEP) children, funded from DED-OESE, language acquisition state grant funds.
  - (d) An amount estimated at \$2,800,000.00 for 2020-2021 and estimated at \$2,800,000.00 for 2021-2022 2022-2023 for rural and low-income schools, funded from DED-OESE, rural and low income school funds.
  - (e) An amount estimated at \$535,000,000.00 for 2020-2021 and estimated at \$535,000,000.00 for 2021-2022-2022 to provide supplemental programs to enable educationally disadvantaged children to meet challenging academic standards, funded from DED-OESE, title I, disadvantaged children funds.
  - (f) An amount estimated at \$9,200,000.00 for 2020-2021 and estimated at \$9,200,000.00 for 2021-2022-2023 for the purpose of identifying and serving migrant children, funded from DED-OESE, title I, migrant education funds.
- 28 (g) An amount estimated at \$39,000,000.00 for 2020-2021 and
  29 estimated at \$39,000,000.00 for 2021-2022 2022-2023 for the purpose

- 1 of providing high-quality extended learning opportunities, after
- 2 school and during the summer, for children in low-performing
- 3 schools, funded from DED-OESE, twenty-first century community
- 4 learning center funds.

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- (h) An amount estimated at \$14,000,000.00 for 2020-2021 and
   estimated at \$14,000,000.00 for 2021-2022-2023 to help support
- ${f 7}$  local school improvement efforts, funded from DED-OESE, title I,
- 8 local school improvement grants.
- 9 (i) An amount estimated at \$35,000,000.00 for 2020-2021 and
  10 estimated at \$35,000,000.00 for 2021-2022 2022-2023 to improve the
  11 academic achievement of students, funded from DED-OESE, title IV,
  12 student support and academic enrichment grants.
  - (j) An amount estimated at \$3,100,000.00 for 2020-2021 and estimated at \$3,100,000.00 for 2021-2022 2022-2023 for literacy programs that advance literacy skills for students from birth through grade 12, including, but not limited to, English-proficient students and students with disabilities, funded from DED-OESE, striving readers comprehensive literacy program.
  - (2) From the federal funds appropriated in section 11, there is allocated to districts, intermediate districts, and other eligible entities all available federal funding, estimated at \$77,867,000.00 for 2020-2021 and estimated at \$56,500,000.00 for 2021-2022 2022-2023 for the following programs that are funded by federal grants:
  - (a) An amount estimated at \$24,367,000.00 for 2020-2021 and estimated at \$3,000,000.00 for 2021-2022 2022-2023 to provide services to homeless children and youth, funded from DED-OVAE, homeless children and youth funds.
  - (b) An amount estimated at \$24,000,000.00 for 2020-2021 and

- 1 estimated at \$24,000,000.00 for 2021-2022 2022-2023 for providing
  2 career and technical education services to pupils, funded from DED3 OVAE, basic grants to states.
- 4 (c) An amount estimated at \$14,000,000.00 for 2020-2021 and
  5 estimated at \$14,000,000.00 for 2021-2022 2022-2023 for the
  6 Michigan charter school subgrant program, funded from DED-OII,
  7 public charter schools program funds.
  - (d) An amount estimated at \$14,000,000.00 for 2020-2021 and estimated at \$14,000,000.00 for 2021-2022 2022-2023 for the purpose of promoting and expanding high-quality preschool services, funded from HHS-OCC, preschool development funds.
    - (e) An amount estimated at \$1,500,000.00 for 2020-2021 and estimated at \$1,500,000.00 for 2021-2022-2023 for the purpose of addressing priority substance abuse treatment, prevention, and mental health needs, funded from HHS-SAMHSA.
  - (3) The department shall distribute all federal funds allocated under this section in accordance with federal law and with flexibility provisions outlined in Public Law 107-116, and in the education flexibility partnership act of 1999, Public Law 106-25. Notwithstanding section 17b, the department shall make payments of federal funds to districts, intermediate districts, and other eligible entities under this section on a schedule determined by the department.
  - (4) For the purposes of applying for federal grants appropriated under this article, the department shall allow an intermediate district to submit a consortium application on behalf of 2 or more districts with the agreement of those districts as appropriate according to federal rules and guidelines.
  - (5) For the purposes of funding federal title I grants under

1 this article, in addition to any other federal grants for which the

- 2 strict discipline academy is eligible, the department shall
- 3 allocate to a strict discipline academy out of title I, part A an
- 4 amount equal to what the strict discipline academy would have
- 5 received if included and calculated under title I, part D, or what
- 6 it would receive under the formula allocation under title I, part
- 7 A, whichever is greater.
- **8** (6) As used in this section:
- 9 (a) "DED" means the United States Department of Education.
- 10 (b) "DED-OESE" means the DED Office of Elementary and
- 11 Secondary Education.
- 12 (c) "DED-OII" means the DED Office of Innovation and
- 13 Improvement.
- 14 (d) "DED-OVAE" means the DED Office of Vocational and Adult
- 15 Education.
- 16 (e) "HHS" means the United States Department of Health and
- 17 Human Services.
- 18 (f) "HHS-OCC" means the HHS Office of Child Care.
- 19 (q) "HHS-SAMHSA" means the HHS Substance Abuse and Mental
- 20 Health Services Project.
- 21 Sec. 41. (1) For a district to be eligible to receive funding
- 22 under this section, the district must administer to English
- 23 language learners the English language proficiency assessment known
- 24 as the "WIDA ACCESS for English language learners" or the "WIDA
- 25 Alternate ACCESS". From the state school aid fund money
- 26 appropriated in section 11, there is allocated an amount not to
- 27 exceed  $\frac{$25,200,000.00}{$26,511,000.00}$  for  $\frac{2021-2022}{$2022-2023}$  for
- 28 payments to eligible districts for services for English language
- 29 learners who have been administered the WIDA ACCESS for English

- 1 language learners.
- (2) The department shall distribute funding allocated under
  subsection (1) to eligible districts based on the number of fulltime equivalent English language learners as follows:
- 5 (a) \$935.00 \$984.00 per full-time equivalent English language 6 learner who has been assessed under the WIDA ACCESS for English 7 language learners or the WIDA Alternate ACCESS with a WIDA ACCESS 8 or WIDA Alternate ACCESS composite score between 1.0 and 1.9, or 9 less, as applicable to each assessment.
- 10 (b) \$645.00 \$679.00 per full-time equivalent English language 11 learner who has been assessed under the WIDA ACCESS for English 12 language learners or the WIDA Alternate ACCESS with a WIDA ACCESS 13 or WIDA Alternate ACCESS composite score between 2.0 and 2.9, or 14 less, as applicable to each assessment.
- 15 (c) \$105.00 \$111.00 per full-time equivalent English language 16 learner who has been assessed under the WIDA ACCESS for English 17 language learners or the WIDA Alternate ACCESS with a WIDA ACCESS 18 or WIDA Alternate ACCESS composite score between 3.0 and 3.9, or 19 less, as applicable to each assessment.
- 20 (3) If funds allocated under subsection (1) are insufficient 21 to fully fund the payments as prescribed under subsection (2), the 22 department shall prorate payments on an equal percentage basis, 23 with the same percentage proration applied to all funding 24 categories.
  - (4) Each district receiving funds under subsection (1) shall submit to the department by July 15 of each fiscal year a report, not to exceed 10 pages, on the usage by the district of funds under subsection (1) in a form and manner determined by the department, including a brief description of each program conducted or services

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- 1 performed by the district using funds under subsection (1) and the
- 2 amount of funds under subsection (1) allocated to each of those
- 3 programs or services. If a district does not comply with this
- 4 subsection, the department shall withhold an amount equal to the
- 5 August payment due under this section until the district complies
- 6 with this subsection. If the district does not comply with this
- 7 subsection by the end of the fiscal year, the withheld funds are
- 8 forfeited to the state school aid fund.
- 9 (5) In order to receive funds under subsection (1), a district
- 10 must allow access for the department or the department's designee
- 11 to audit all records related to the program for which it receives
- 12 those funds. The district shall reimburse this state for all
- 13 disallowances found in the audit.
- 14 (6) Beginning July 1, 2020, and every 3 years thereafter, the
- 15 department shall review the per-pupil distribution under subsection
- 16 (2), to ensure that funding levels are appropriate and make
- 17 recommendations for adjustments to the members of the senate and
- 18 house subcommittees on K-12 school aid appropriations.
- 19 Sec. 41b. From the state school aid fund money appropriated in
- 20 section 11, there is allocated for 2022-2023 only an amount not to
- 21 exceed \$1,250,000.00 for KEYS Grace Academy to, in partnership with
- 22 Kalasho Education and Youth Services, provide English-as-a-second-
- 23 language services, provide early childhood learning, improve
- 24 progress toward high school graduation attainment, and provide K to
- 25 12 education-support services to legal immigrants, including, but
- 26 not limited to, those individuals who recently arrived to the
- 27 United States from Afghanistan with an application before the
- 28 United States Department of Homeland Security for temporary
- 29 protected status or federal humanitarian parole.

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Sec. 51a. (1) From the state school aid fund money in section
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    11, there is allocated an amount not to exceed \$1,079,296,100.00
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    $1,089,096,100.00 for \frac{2020-2021}{2021-2022} and there is allocated an
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    amount not to exceed \$1,123,696,100.00 \$1,460,503,100.00 for 2021
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    2022-2023 from state sources and all available federal funding
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    under sections 1411 to 1419 of part B of the individuals with
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    disabilities education act, 20 USC 1411 to 1419, estimated at
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    \$456,752,000.00 $380,000,000.00 for 2020-2021 2021-2022 and
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    \$380,000,000.00 $390,000,000.00 for 2021-2022, 2022-2023, plus any
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    carryover federal funds from previous year appropriations. The
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    allocations under this subsection are for the purpose of
    reimbursing districts and intermediate districts for special
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    education programs, services, and special education personnel as
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14
    prescribed in article 3 of the revised school code, MCL 380.1701 to
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    380.1761; net tuition payments made by intermediate districts to
    the Michigan Schools for the Deaf and Blind; and special education
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    programs and services for pupils who are eligible for special
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    education programs and services according to statute or rule. For
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    meeting the costs of special education programs and services not
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    reimbursed under this article, a district or intermediate district
    may use money in general funds or special education funds, not
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    otherwise restricted, or contributions from districts to
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    intermediate districts, tuition payments, gifts and contributions
    from individuals or other entities, or federal funds that may be
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    available for this purpose, as determined by the intermediate
    district plan prepared under article 3 of the revised school code,
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    MCL 380.1701 to 380.1761. Notwithstanding section 17b, the
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    department shall make payments of federal funds to districts,
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    intermediate districts, and other eligible entities under this
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- 1 section on a schedule determined by the department.
- 2 (2) From the funds allocated under subsection (1), there is
- 3 allocated the amount necessary, estimated at \$319,000,000.00
- 4 \$311,800,000.00 for 2020-2021 2021-2022 and estimated at
- 5 \$332,000,000.00 \$323,300,000.00 for 2021-2022, 2022-2023, for
- 6 payments toward reimbursing districts and intermediate districts
- 7 for 28.6138% of total approved costs of special education,
- 8 excluding costs reimbursed under section 53a, and 70.4165% of total
- 9 approved costs of special education transportation. Allocations
- 10 under this subsection are made as follows:
- 11 (a) For 2021-2022, the department shall calculate the initial
- 12 amount allocated to a district under this subsection toward
- 13 fulfilling the specified percentages by multiplying the district's
- 14 special education pupil membership, excluding pupils described in
- 15 subsection (11), times the foundation allowance under section 20 of
- 16 the pupil's district of residence, plus the amount of the
- 17 district's per-pupil allocation under section 20m, not to exceed
- 18 the target foundation allowance for the current fiscal year, or,
- 19 for a special education pupil in membership in a district that is a
- 20 public school academy, times an amount equal to the amount per
- 21 membership pupil calculated under section 20(6). For an
- 22 intermediate district, the amount allocated under this subdivision
- 23 toward fulfilling the specified percentages is an amount per
- 24 special education membership pupil, excluding pupils described in
- 25 subsection (11), and is calculated in the same manner as for a
- 26 district, using the foundation allowance under section 20 of the
- 27 pupil's district of residence, not to exceed the target foundation
- 28 allowance for the current fiscal year, and that district's per-
- 29 pupil allocation under section 20m.

- (b) (a) The For 2022-2023, the department shall calculate the 1 initial amount allocated to a district under this subsection toward 2 3 fulfilling the specified percentages by multiplying the district's special education pupil membership, excluding pupils described in 4 5 subsection (11), times 25% of the foundation allowance under 6 section 20 of the pupil's district of residence, plus 25% of the 7 amount of the district's per-pupil allocation under section 20m, 8 not to exceed 25% of the target foundation allowance for the 9 current fiscal year, or, for a special education pupil in 10 membership in a district that is a public school academy, times an 11 amount equal to 25% of the amount per membership pupil calculated under section 20(6). For an intermediate district, the amount 12 allocated under this subdivision toward fulfilling the specified 13 14 percentages is an amount per special education membership pupil, 15 excluding pupils described in subsection (11), and is calculated in 16 the same manner as for a district, using 25% of the foundation allowance under section 20 of the pupil's district of residence, 17 18 not to exceed 25% of the target foundation allowance for the 19 current fiscal year, and that district's per-pupil allocation under section 20m. 20
- (c) (b) After the allocations under subdivision (a) or (b), as applicable, the department shall pay a district or intermediate district for which the payments calculated under subdivision (a) do not fulfill the specified percentages the amount necessary to achieve the specified percentages for the district or intermediate district.
- 27 (3) From the funds allocated under subsection (1), there is allocated for  $\frac{2020-2021}{2021-2022}$  an amount not to exceed \$1,000,000.00 and there is allocated for  $\frac{2021-2022}{2022-2023}$  an

1 amount not to exceed \$1,000,000.00 to make payments to districts

- 2 and intermediate districts under this subsection. If the amount,
- 3 for 2021-2022, —allocated to a district or intermediate district
- 4 for a—the fiscal year under subsection  $\frac{(2)}{(b)}$  (2) (c) or, for 2022-
- 5 2023, the amount, equal to the amount necessary to fulfill the
- 6 specified percentages minus (the sum of the amounts calculated
- 7 under subsection (2)(a) plus the amount received under section
- 8 51e), is less than the sum of the amounts allocated to the district
- 9 or intermediate district for 1996-97 under sections 52 and 58,
- 10 there is allocated to the district or intermediate district for the
- 11 fiscal year an amount equal to that difference, adjusted by
- 12 applying the same proration factor that was used in the
- 13 distribution of funds under section 52 in 1996-97 as adjusted to
- 14 the district's or intermediate district's necessary costs of
- 15 special education used in calculations for the fiscal year. This
- 16 adjustment is to reflect reductions in special education program
- 17 operations or services between 1996-97 and subsequent fiscal years.
- 18 The department shall make adjustments for reductions in special
- 19 education program operations or services in a manner determined by
- 20 the department and shall include adjustments for program or service
- 21 shifts.
- 22 (4) If the department determines that the sum of the amounts
- 23 allocated for a fiscal year to a district or intermediate district
- 24 under subsection (2)(a) and (b) is not sufficient to fulfill the
- 25 specified percentages in subsection (2), then the department shall
- 26 pay the shortfall to the district or intermediate district during
- 27 the fiscal year beginning on the October 1 following the
- 28 determination and shall adjust payments under subsection (3) as
- 29 necessary. If the department determines that the sum of the amounts

- 1 allocated for a fiscal year to a district or intermediate district
- 2 under subsection (2)(a) and (b) exceeds the sum of the amount
- 3 necessary to fulfill the specified percentages in subsection (2),
- 4 then the department shall deduct the amount of the excess from the
- 5 district's or intermediate district's payments under this article
- 6 for the fiscal year beginning on the October 1 following the
- 7 determination and shall adjust payments under subsection (3) as
- 8 necessary. However, for 2021-2022 only, if the amount allocated
- 9 under subsection (2)(a) in itself exceeds the amount necessary to
- 10 fulfill the specified percentages in subsection (2), there is no
- 11 deduction under this subsection.
- 12 (5) State funds are allocated on a total approved cost basis.
- 13 Federal funds are allocated under applicable federal requirements.
- 14 (6) From the amount allocated in subsection (1), there is
- 15 allocated an amount not to exceed \$2,200,000.00 for <del>2020-2021</del> **2021-**
- 16 2022 and there is allocated an amount not to exceed \$2,200,000.00
- 17 for <del>2021-2022</del> **2022-2023** to reimburse 100% of the net increase in
- 18 necessary costs incurred by a district or intermediate district in
- 19 implementing the revisions in the administrative rules for special
- 20 education that became effective on July 1, 1987. As used in this
- 21 subsection, "net increase in necessary costs" means the necessary
- 22 additional costs incurred solely because of new or revised
- 23 requirements in the administrative rules minus cost savings
- 24 permitted in implementing the revised rules. The department shall
- 25 determine net increase in necessary costs in a manner specified by
- 26 the department.
- (7) For purposes of this section and sections 51b to 58, all
- 28 of the following apply:
- 29 (a) "Total approved costs of special education" are determined

in a manner specified by the department and may include indirect 1 costs, but must not exceed 115% of approved direct costs for 2 3 section 52 and section 53a programs. The total approved costs include salary and other compensation for all approved special 4 5 education personnel for the program, including payments for Social 6 Security and Medicare and public school employee retirement system 7 contributions. The total approved costs do not include salaries or 8 other compensation paid to administrative personnel who are not 9 special education personnel as that term is defined in section 6 of 10 the revised school code, MCL 380.6. Costs reimbursed by federal 11 funds, other than those federal funds included in the allocation made under this article, are not included. Special education 12 13 approved personnel not utilized full time in the evaluation of 14 students or in the delivery of special education programs, 15 ancillary, and other related services are reimbursed under this 16 section only for that portion of time actually spent providing these programs and services, with the exception of special 17 18 education programs and services provided to youth placed in child 19 caring institutions or juvenile detention programs approved by the 20 department to provide an on-grounds education program.

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(b) Beginning with the 2004-2005 fiscal year, a A district or intermediate district that employed special education support services staff to provide special education support services in 2003-2004 or in a subsequent fiscal year and that in a fiscal year after 2003-2004 receives the same type of support services from another district or intermediate district shall report the cost of those support services for special education reimbursement purposes under this article. This subdivision does not prohibit the transfer of special education classroom teachers and special education

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1 classroom aides if the pupils counted in membership associated with

- 2 those special education classroom teachers and special education
- 3 classroom aides are transferred and counted in membership in the
- 4 other district or intermediate district in conjunction with the
- 5 transfer of those teachers and aides.
- 6 (c) If the department determines before bookclosing for a
- 7 fiscal year that the amounts allocated for that fiscal year under
- 8 subsections (2), (3), (6), and (11) and sections 53a, 54, and 56
- 9 will exceed expenditures for that fiscal year under subsections
- 10 (2), (3), (6), and (11) and sections 53a, 54, and 56, then for a
- 11 district or intermediate district whose reimbursement for that
- 12 fiscal year would otherwise be affected by subdivision (b),
- 13 subdivision (b) does not apply to the calculation of the
- 14 reimbursement for that district or intermediate district and the
- 15 department shall calculate reimbursement for that district or
- 16 intermediate district in the same manner as it was for 2003-2004.
- 17 If the amount of the excess allocations under subsections (2), (3),
- 18 (6), and (11) and sections 53a, 54, and 56 is not sufficient to
- 19 fully fund the calculation of reimbursement to those districts and
- 20 intermediate districts under this subdivision, then the department
- 21 shall prorate calculations and resulting reimbursement under this
- 22 subdivision on an equal percentage basis. Beginning in 2015-2016,
- 23 the The amount of reimbursement under this subdivision for a fiscal
- 24 year must not exceed \$2,000,000.00 for any district or intermediate
- 25 district.
- (d) Reimbursement for ancillary and other related services, as
- 27 that term is defined by R 340.1701c of the Michigan Administrative
- 28 Code, is not provided when those services are covered by and
- 29 available through private group health insurance carriers or

- 1 federal reimbursed program sources unless the department and
- 2 district or intermediate district agree otherwise and that
- 3 agreement is approved by the state budget director. Expenses, other
- 4 than the incidental expense of filing, must not be borne by the
- 5 parent. In addition, the filing of claims must not delay the
- 6 education of a pupil. A district or intermediate district is
- 7 responsible for payment of a deductible amount and for an advance
- 8 payment required until the time a claim is paid.
- 9 (e) Beginning with calculations for 2004-2005, if If an
  10 intermediate district purchases a special education pupil
  11 transportation service from a constituent district that was
  12 previously purchased from a private entity; if the purchase from
  13 the constituent district is at a lower cost, adjusted for changes
- 14 in fuel costs; and if the cost shift from the intermediate district
- 15 to the constituent does not result in any net change in the revenue
- 16 the constituent district receives from payments under sections 22b
- 17 and 51c, then upon application by the intermediate district, the
- 18 department shall direct the intermediate district to continue to
- 19 report the cost associated with the specific identified special
- 20 education pupil transportation service and shall adjust the costs
- 21 reported by the constituent district to remove the cost associated
- 22 with that specific service.
- (8) A pupil who is enrolled in a full-time special education
  program conducted or administered by an intermediate district or a
  pupil who is enrolled in the Michigan Schools for the Deaf and
  Blind is not included in the membership count of a district, but is
- 27 counted in membership in the intermediate district of residence.
- 28 (9) Special education personnel transferred from 1 district to
- 29 another to implement the revised school code are entitled to the

- rights, benefits, and tenure to which the person-individual would

  therwise be entitled had that person-individual been employed by
  the receiving district originally.
- 4 (10) If a district or intermediate district uses money
  5 received under this section for a purpose other than the purpose or
  6 purposes for which the money is allocated, the department may
  7 require the district or intermediate district to refund the amount
  8 of money received. The department shall deposit money that is
  9 refunded in the state treasury to the credit of the state school
  10 aid fund.
  - (11) From the funds allocated in subsection (1), there is allocated the amount necessary, estimated at \$2,400,000.00\$1,500,000.00 for 2020-2021 **2021-2022** and estimated at \$2,900,000.00 \$1,500,000.00 for 2021-2022, 2022-2023, to pay the foundation allowances for pupils described in this subsection. The department shall calculate the allocation to a district under this subsection by multiplying the number of pupils described in this subsection who are counted in membership in the district times the sum of the foundation allowance under section 20 of the pupil's district of residence, plus the amount of the district's per-pupil allocation under section 20m, not to exceed the target foundation allowance for the current fiscal year, or, for a pupil described in this subsection who is counted in membership in a district that is a public school academy, times an amount equal to the amount per membership pupil under section 20(6). The department shall calculate the allocation to an intermediate district under this subsection in the same manner as for a district, using the foundation allowance under section 20 of the pupil's district of residence not to exceed the target foundation allowance for the

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- 1 current fiscal year and that district's per-pupil allocation under
- 2 section 20m. This subsection applies to all of the following
- 3 pupils:
- 4 (a) Pupils described in section 53a.
- 5 (b) Pupils counted in membership in an intermediate district
- 6 who are not special education pupils and are served by the
- 7 intermediate district in a juvenile detention or child caring
- 8 facility.
- 9 (c) Pupils with an emotional impairment counted in membership
- 10 by an intermediate district and provided educational services by
- 11 the department of health and human services.
- 12 (12) If it is determined that funds allocated under subsection
- 13 (2) or (11) or under section 51c will not be expended, funds up to
- 14 the amount necessary and available may be used to supplement the
- 15 allocations under subsection (2) or (11) or under section 51c in
- 16 order to fully fund those allocations. After payments under
- 17 subsections (2) and (11) and section 51c, the department shall
- 18 expend the remaining funds from the allocation in subsection (1) in
- 19 the following order:
- 20 (a) 100% One hundred percent of the reimbursement required
- 21 under section 53a.
- 22 (b) 100%—One hundred percent of the reimbursement required
- 23 under subsection (6).
- 24 (c) 100% One hundred percent of the payment required under
- **25** section 54.
- 26 (d) 100% One hundred percent of the payment required under
- 27 subsection (3).
- (e) 100% One hundred percent of the payments under section 56.
- 29 (13) The allocations under subsections (2), (3), and (11) are



allocations to intermediate districts only and are not allocations
to districts, but instead are calculations used only to determine
the state payments under section 22b.

4 (14) If a public school academy that is not a cyber school, as that term is defined in section 551 of the revised school code, MCL 5 6 380.551, enrolls under this section a pupil who resides outside of 7 the intermediate district in which the public school academy is 8 located and who is eligible for special education programs and 9 services according to statute or rule, or who is a child with a 10 disability, as that term is defined under the individuals with 11 disabilities education act, Public Law 108-446, the intermediate district in which the public school academy is located and the 12 public school academy shall enter into a written agreement with the 13 14 intermediate district in which the pupil resides for the purpose of 15 providing the pupil with a free appropriate public education, and 16 the written agreement must include at least an agreement on the responsibility for the payment of the added costs of special 17 18 education programs and services for the pupil. If the public school 19 academy that enrolls the pupil does not enter into an agreement 20 under this subsection, the public school academy shall not charge the pupil's resident intermediate district or the intermediate 21 22 district in which the public school academy is located the added 23 costs of special education programs and services for the pupil, and 24 the public school academy is not eligible for any payouts based on 25 the funding formula outlined in the resident or nonresident intermediate district's plan. If a pupil is not enrolled in a 26 27 public school academy under this subsection, the provision of 28 special education programs and services and the payment of the 29 added costs of special education programs and services for a pupil

- 1 described in this subsection are the responsibility of the district
  2 and intermediate district in which the pupil resides.
- **3** (15) For the purpose of receiving its federal allocation under
- 4 part B of the individuals with disabilities education act, Public
- 5 Law 108-446, a public school academy that is a cyber school, as
- 6 that term is defined in section 551 of the revised school code, MCL
- 7 380.551, and is in compliance with section 553a of the revised
- 8 school code, MCL 380.553a, directly receives the federal allocation
- 9 under part B of the individuals with disabilities education act,
- 10 Public Law 108-446, from the intermediate district in which the
- 11 cyber school is located, as the subrecipient. If the intermediate
- 12 district does not distribute the funds described in this subsection
- 13 to the cyber school by the part B application due date of July 1,
- 14 the department may distribute the funds described in this
- 15 subsection directly to the cyber school according to the formula
- 16 prescribed in 34 CFR 300.705 and 34 CFR 300.816. Beginning July 1,
- 17 2021, this subsection is subject to section 8c. It is the intent of
- 18 the legislature that the immediately preceding sentence apply
- 19 retroactively and is effective July 1, 2021.
- 20 (16) For a public school academy that is a cyber school, as
- 21 that term is defined in section 551 of the revised school code, MCL
- 22 380.551, and is in compliance with section 553a of the revised
- 23 school code, MCL 380.553a, that enrolls a pupil under this section,
- 24 the intermediate district in which the cyber school is located
- 25 shall ensure that the cyber school complies with sections 1701a,
- 26 1703, 1704, 1751, 1752, 1756, and 1757 of the revised school code,
- 27 MCL 380.1701a, 380.1703, 380.1704, 380.1751, 380.1752, 380.1756,
- 28 and 380.1757; applicable rules; and the individuals with
- 29 disabilities education act, Public Law 108-446. Beginning July 1,

- 2021, this subsection is subject to section 8c. It is the intent of the legislature that the immediately preceding sentence apply retroactively and is effective July 1, 2021.
- 4 (17) For the purposes of this section, the department or the 5 center shall only require a district or intermediate district to 6 report information that is not already available from the financial 7 information database maintained by the center.
- 8 Sec. 51c. As required by the court in the consolidated cases 9 known as  $Durant\ v\ State\ of\ Michigan$ , 456 Mich 175 (1997), from the
- 10 allocation under section 51a(1), there is allocated for  $\frac{2020-2021}{100}$
- 11 2021-2022 and for <del>2021-2022,</del> 2022-2023, the amount necessary,
- 12 estimated at \$702,500,000.00\$ \$686,200,000.00 for 2020-2021-2021-
- 13 2022 and \$733,400,000.00 \$709,900,000.00 for 2021-2022, 2022-2023,
- 14 for payments to reimburse districts for 28.6138% of total approved
- 15 costs of special education excluding costs reimbursed under section
- 16 53a, and 70.4165% of total approved costs of special education
- 17 transportation. Funds allocated under this section that are not
- 18 expended in the fiscal year for which they were allocated, as
- 19 determined by the department, may be used to supplement the
- 20 allocations under sections 22a and 22b to fully fund those
- 21 allocations for the same fiscal year. For each fund transfer as
- 22 described in the immediately preceding sentence that occurs, the
- 23 state budget director shall send notification of the transfer to
- 24 the house and senate appropriations subcommittees on state school
- 25 aid and the house and senate fiscal agencies by not later than 14
- 26 calendar days after the transfer occurs.
- Sec. 51d. (1) From the federal funds appropriated in section
- 28 11, there is allocated for <del>2020-2021 all available federal funding,</del>
- 29 estimated at \$83,195,000.00, and there is allocated for 2021-2022



- 2022-2023 all available federal funding, estimated at 1
- \$71,000,000.00, for special education programs and services that 2
- 3 are funded by federal grants. The department shall distribute all
- federal funds allocated under this section in accordance with 4
- federal law. Notwithstanding section 17b, the department shall make 5
- 6 payments of federal funds to districts, intermediate districts, and
- 7 other eligible entities under this section on a schedule determined
- 8 by the department.
- 9 (2) From the federal funds allocated under subsection (1), the following amounts are allocated:
- 10
- 11 (a) For 2020-2021, an amount estimated at \$19,822,000.00 for
- handicapped infants and toddlers, funded from DED-OSERS, 12
- 13 handicapped infants and toddlers funds. For 2021-2022, 2022-2023,
- 14 an amount estimated at \$14,000,000.00 for handicapped infants and
- 15 toddlers, funded from DED-OSERS, handicapped infants and toddlers
- 16 funds.
- 17 (b) For 2020-2021, an amount estimated at \$20,373,000.00 for
- 18 preschool grants under Public Law 94-142, funded from DED-OSERS,
- 19 handicapped preschool incentive funds. For 2021-2022, 2022-2023, an
- 20 amount estimated at \$14,000,000.00 for preschool grants under
- Public Law 94-142, funded from DED-OSERS, handicapped preschool 21
- incentive funds. 22
- 23 (c) For  $\frac{2020-2021}{2021}$  and for  $\frac{2021-2022}{2022}$ , an amount
- 24 estimated at \$43,000,000.00 for special education programs funded
- 25 by DED-OSERS, handicapped program, individuals with disabilities
- 26 act funds.
- 27 (3) As used in this section, "DED-OSERS" means the United
- 28 States Department of Education Office of Special Education and
- 29 Rehabilitative Services.



- Sec. 51e. (1) From the allocation under section 51a(1), there is allocated for 2022-2023 the amount necessary, estimated at \$336,207,000.00 for 2022-2023 for payments to districts and intermediate districts for 75% of foundation allowance costs associated with special education pupils.
  - (2) The department shall calculate the amount allocated to a district under this section by multiplying the district's special education pupil membership, excluding pupils described in section 51a(11), times 75% of the foundation allowance under section 20 of the pupil's district of residence, plus 75% of the amount of the district's per-pupil allocation under section 20m, not to exceed 75% of the target foundation allowance for the current fiscal year, or, for a special education pupil in membership in a district that is a public school academy, times an amount equal to 75% of the amount per membership pupil calculated under section 20(6). For an intermediate district, the amount allocated under this subsection is an amount per special education membership pupil, excluding pupils described in section 51a(11), and is calculated in the same manner as for a district, using 75% of the foundation allowance under section 20 of the pupil's district of residence, not to exceed 75% of the target foundation allowance for the current fiscal year, and 75% of that district's per-pupil allocation under section 20m.
    - (3) In addition to the amount calculated in subsection (2), there is allocated the difference between the amount received under section 51f in the 2021-2022 fiscal year and the amount calculated under subsection (2). If the calculated amount under subsection (2) exceeds the amount received by the district or intermediate district under section 51f for the 2021-2022 fiscal year, there is

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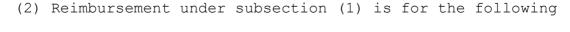
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## 1 no payment calculated under this subsection.

2 Sec. 51q. From the general fund money appropriated in section 11, \$3,000,000.00 is allocated for  $\frac{2021-2022}{2022-2023}$  to an 3 association for administrators of special education services to 4 5 develop content for use by special education students, teachers, 6 and others. Any content that is developed as described in this 7 section must be accessible throughout this state. Funds received by 8 an association under this section may be used to support the 9 development of assessment tools to measure the needs of students 10 with special education needs in remote learning environments and 11 the effectiveness of various educational methods and tools, in collaboration with the department. Funds under this section may 12 13 also be utilized to identify any available federal funds for 14 research related to special education in remote learning. 15 Sec. 53a. (1) For districts, reimbursement for pupils 16 described in subsection (2) is 100% of the total approved costs of 17 operating special education programs and services approved by the 18 department and included in the intermediate district plan adopted 19 under article 3 of the revised school code, MCL 380.1701 to 20 380.1761, minus the district's foundation allowance calculated under section 20 and minus the district's per-pupil allocation 21 22 under section 20m. For intermediate districts, the department shall 23 calculate reimbursement for pupils described in subsection (2) in the same manner as for a district, using the foundation allowance 24 25 under section 20 of the pupil's district of residence, not to exceed the target foundation allowance under section 20 for the 26 27 current fiscal year plus the amount of the district's per-pupil allocation under section 20m. 28



- 1 special education pupils:
- 2 (a) Pupils assigned to a district or intermediate district
- 3 through the community placement program of the courts or a state
- 4 agency, if the pupil was a resident of another intermediate
- 5 district at the time the pupil came under the jurisdiction of the
- 6 court or a state agency.
- 7 (b) Pupils who are residents of institutions operated by the
- 8 department of health and human services.
- 9 (c) Pupils who are former residents of department of community
- 10 health institutions for the developmentally disabled who are placed
- 11 in community settings other than the pupil's home.
- 12 (d) Pupils enrolled in a department-approved on-grounds
- 13 educational program longer than 180 days, but not longer than 233
- 14 days, at a residential child care institution, if the child care
- 15 institution offered in 1991-92 an on-grounds educational program
- 16 longer than 180 days but not longer than 233 days.
- 17 (e) Pupils placed in a district by a parent for the purpose of
- 18 seeking a suitable home, if the parent does not reside in the same
- 19 intermediate district as the district in which the pupil is placed.
- 20 (3) Only those costs that are clearly and directly
- 21 attributable to educational programs for pupils described in
- 22 subsection (2), and that would not have been incurred if the pupils
- 23 were not being educated in a district or intermediate district, are
- 24 reimbursable under this section.
- 25 (4) The costs of transportation are funded under this section
- 26 and are not reimbursed under section 58.
- 27 (5) The department shall not allocate more than \$10,500,000.00
- 28 of the allocation for  $\frac{2021-2022}{2022-2023}$  in section 51a(1) under
- 29 this section.



1 Sec. 54. Each intermediate district receives an amount per

2 pupil for each pupil in attendance at the Michigan Schools for the

- 3 Deaf and Blind. The amount is proportionate to the total
- 4 instructional cost at each school. The department shall not
- 5 allocate more than \$1,688,000.00 of the allocation for  $\frac{2021-2022}{1000}$
- **6 2022-2023** in section 51a(1) under this section.
- 7 Sec. 54b. (1) From the general fund money appropriated in
- 8 section 11, there is allocated an amount not to exceed
- 9 \$1,600,000.00 for  $\frac{2021-2022}{2022-2023}$  to continue the
- 10 implementation of the recommendations of the special education
- 11 reform task force published in January 2016.
- 12 (2) The department shall use funds allocated under this
- 13 section for the purpose of piloting statewide implementation of the
- 14 Michigan Integrated Behavior and Learning Support Initiative
- 15 (MiBLSI), MiMTSS Center, a nationally recognized program that
- 16 includes positive behavioral intervention and supports and provides
- 17 a statewide structure to support local initiatives for an
- 18 integrated behavior and reading program. With the assistance of the
- 19 intermediate districts involved in MiBLSI, the MiMTSS Center, the
- 20 department shall identify a number of intermediate districts to
- 21 participate in the pilot that is sufficient to ensure that MiBLSI
- 22 the MiMTSS Center can be implemented statewide with fidelity and
- 23 sustainability. In addition, the department shall identify an
- 24 intermediate district to act as a fiscal agent for these funds.
- 25 (3) As used in this section, "MiMTSS Center" means the
- 26 Michigan Multi-Tiered System of Supports Center.
- Sec. 54d. (1) From the state school aid fund money
- 28 appropriated in section 11, there is allocated an amount not to
- 29 exceed \$14,150,000.00 \$21,250,000.00 for 2021-2022 2022-2023 to

- intermediate districts for the purpose of providing state early on
  services programs for children from birth to 3 years of age with a
- 3 developmental delay or a disability, or both, and their families,
- 4 as described in the early on Michigan state plan, as approved by
- 5 the department.
- 6 (2) To be eligible to receive grant funding under this
  7 section, each intermediate district must apply in a form and manner
  8 determined by the department.
- 9 (3) The grant funding allocated under this section must be 10 used to increase early on services and resources available to 11 children that demonstrate developmental delays to help prepare them for success as they enter school. State early on services include 12 evaluating and providing early intervention services for eliqible 13 14 infants and toddlers and their families to address developmental 15 delays, including those affecting physical, cognitive, communication, adaptive, social, or emotional development. Grant 16 17 funds must not be used to supplant existing services that are 18 currently being provided.
  - (4) The department shall distribute the funds allocated under subsection (1) to intermediate districts according to the department's early on funding formula utilized to distribute the federal award to Michigan under part C of the individuals with disabilities education act, Public Law 108-446. Funds received under this section must not supplant existing funds or resources allocated for early on early intervention services. An intermediate district receiving funds under this section shall maximize the capture of Medicaid funds to support early on early intervention services to the extent possible.
    - (5) Each intermediate district that receives funds under this

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1 section shall report data and other information to the department

- 2 in a form, manner, and frequency prescribed by the department to
- 3 allow for monitoring and evaluation of the program and to ensure
- 4 that the children described in subsection (1) received appropriate
- 5 levels and types of services delivered by qualified personnel,
- 6 based on the individual needs of the children and their families.
- 7 (6) Notwithstanding section 17b, the department shall make
- 8 payments under this section on a schedule determined by the
- 9 department.
- 10 (7) Grant funds awarded and allocated to an intermediate
- 11 district under this section must be expended by the grant recipient
- 12 before June 30 of the fiscal year immediately following the fiscal
- 13 year in which the funds were received.
- Sec. 55. (1) From the general fund money appropriated in
- 15 section 11, there is allocated an amount not to exceed  $\frac{$250,000.00}{}$
- **16** \$300,000.00 for <del>2021-2022</del> **2022-2023 only** to the Conductive Learning
- 17 Center <del>located at operating in cooperation with</del> Aquinas College.
- 18 This funding must be used to support the operational costs of the
- 19 conductive education model taught at the Conductive Learning Center
- 20 to maximize the independence and mobility of children and adults
- 21 with neuromotor disabilities. The conductive education model funded
- 22 under this section must be based on the concept of neuroplasticity
- 23 and the ability of people to learn and improve when they are
- 24 motivated, regardless of the severity of their disability.
- 25 (2) Notwithstanding section 17b, the department shall
- 26 distribute the funding allocated under this section to the
- 27 Conductive Learning Center not later than December 1, 2021.of each
- 28 fiscal year for which funding is allocated under this section.
- Sec. 56. (1) For the purposes of this section:

- 1 (a) "Membership" means for a particular fiscal year the total
- 2 membership of the intermediate district and the districts
- 3 constituent to the intermediate district, except that if a district
- 4 has elected not to come under part 30 of the revised school code,
- 5 MCL 380.1711 to 380.1741, membership of the district is not
- 6 included in the membership of the intermediate district.
- 7 (b) "Millage levied" means the millage levied for special
- $oldsymbol{8}$  education under part 30 of the revised school code, MCL 380.1711 to
- 9 380.1741, including a levy for debt service obligations.
- 10 (c) "Taxable value" means the total taxable value of the
- 11 districts constituent to an intermediate district, except that if a
- 12 district has elected not to come under part 30 of the revised
- 13 school code, MCL 380.1711 to 380.1741, taxable value of the
- 14 district is not included in the taxable value of the intermediate
- 15 district.
- 16 (2) From the allocation under section 51a(1), there is
- 17 allocated an amount not to exceed \$40,008,100.00 for  $\frac{2020-2021}{100.00}$
- 18 2021-2022 and an amount not to exceed \$40,008,100.00 for <del>2021-2022</del>
- 19 2022-2023 to reimburse intermediate districts levying millages for
- 20 special education under part 30 of the revised school code, MCL
- 21 380.1711 to 380.1741. The purpose, use, and expenditure of the
- 22 reimbursement are limited as if the funds were generated by these
- 23 millages and governed by the intermediate district plan adopted
- 24 under article 3 of the revised school code, MCL 380.1701 to
- 25 380.1761. As a condition of receiving funds under this section, an
- 26 intermediate district distributing any portion of special education
- 27 millage funds to its constituent districts must submit for
- 28 departmental approval and implement a distribution plan.
- 29 (3) Except as otherwise provided in this subsection,

1 reimbursement for those millages levied in 2019-2020-2020-2021 is

- 2 made in  $\frac{2020-2021}{2021-2022}$  at an amount per  $\frac{2019-2020}{2020-2021}$
- 3 membership pupil computed by subtracting from \$208,800.00
- 4 \$218,200.00 the <del>2019-2020</del> **2020-2021** taxable value behind each
- 5 membership pupil and multiplying the resulting difference by the
- $\frac{6}{2019-2020}$  **2020-2021** millage levied, and then subtracting from that
- 7 amount the  $\frac{2019-2020}{2020-2021}$  local community stabilization share
- 8 revenue for special education purposes behind each membership pupil
- 9 for reimbursement of personal property exemption loss under the
- 10 local community stabilization authority act, 2014 PA 86, MCL
- 11 123.1341 to 123.1362. Reimbursement in  $\frac{2020-2021}{2021-2022}$  for an
- 12 intermediate district whose 2017-2018 allocation was affected by
- 13 the operation of subsection (5) is an amount equal to 102.5% of the
- 14 2017-2018 allocation to that intermediate district.
- 15 (4) Except as otherwise provided in this subsection,
- 16 reimbursement for those millages levied in 2020-2021 2021-2022 is
- 17 made in <del>2021-2022</del> **2022-2023** at an amount per <del>2020-2021</del> **2021-2022**
- 18 membership pupil computed by subtracting from \$215,900.00
- 19 \$229.600.00 the <del>2020-2021-2022 taxable value behind each</del>
- 20 membership pupil and multiplying the resulting difference by the
- 22 amount the <del>2020-2021</del> **2021-2022** local community stabilization share
- 23 revenue for special education purposes and 2021-2022 tax increment
- 24 revenues captured by a brownfield redevelopment authority created
- 25 under the brownfield redevelopment financing act, 1996 PA 381, MCL
- 26 125.2651 to 125.2670, behind each membership pupil for
- 27 reimbursement of personal property exemption loss under the local
- 28 community stabilization authority act, 2014 PA 86, MCL 123.1341 to
- 29 123.1362, and reimbursements paid under section 26d for tax

- increment revenues captured by a brownfield redevelopment authority 1
- 2 under the brownfield redevelopment financing act, 1996 PA 381, MCL
- 125.2651 to 125.2670. Reimbursement in 2021-2022-2023 for an 3
- intermediate district whose 2017-2018 allocation was affected by 4
- 5 the operation of subsection (5) is an amount equal to 102.5% of the
- 6 2017-2018 allocation to that intermediate district.
- 7 (5) The department shall ensure that the amount paid to a
- 8 single intermediate district under this section subsection (2) does
- 9 not exceed 62.9% of the total amount allocated under subsection
- 10 (2).
- 11 (6) The department shall ensure that the amount paid to a
- single intermediate district under this section subsection (2) is 12
- not less than 75% of the amount allocated to the intermediate 13
- 14 district under this section subsection (2) for the immediately
- preceding fiscal year. 15
- 16 (7) From the state school aid fund money appropriated in
- section 11, allocation under section 51a(1), there is allocated an 17
- amount not to exceed \$34,200,000.00 for 2021-2022 and an amount not 18
- to exceed \$34,200,000.00 for 2022-2023, to provide payments to 19
- 20 intermediate districts levying millages for special education under
- part 30 of the revised school code, MCL 380.1711 to 380.1741. The 21
- 22 purpose, use, and expenditure of the payments under this subsection
- 23 are limited as if the funds were generated by these millages and
- 24 governed by the intermediate district plan adopted under article 3
- 25 of the revised school code, MCL 380.1701 to 380.1761. The
- department shall provide a payment under this subsection to each 26
- 27 intermediate district described in this subsection as follows:
- 28 (a) Except as otherwise provided in this subsection, for an
- 29 intermediate district with a 2020-2021-3-year average special

education millage revenue per pupil in the immediately preceding 1 fiscal year that is less than \$251.00 and that is levving at least 2 46.2% but less than 60.0% of its maximum millage rate allowed under 3 section 1724a of the revised school code, MCL 380.1724a, an amount 4 5 computed by subtracting from \$251.00 the <del>2020-2021</del> 3-year average 6 special education millage revenue per pupil in the immediately 7 preceding fiscal year and, only if the millage levied by the 8 intermediate district is less than 1, multiplying that amount by 9 the number of mills levied divided by 1, and then multiplying that 10 amount by the <del>2020-2021</del> 3-year average membership in the

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immediately preceding fiscal year, and then subtracting from that
amount the amount allocated under subsection (2) for 2021-2022. the
current fiscal year. If the calculation under this subdivision
results in an amount below zero, there is no payment under this
subdivision.

(b) Except as otherwise provided in this subsection, for an intermediate district with a 2020-2021-3-year average special education millage revenue per pupil in the immediately preceding fiscal year that is less than \$281.00 \$296.00 and that is levying at least 60.0% of its maximum millage rate allowed under section 1724a of the revised school code, MCL 380.1724a, an amount computed by subtracting from \$281.00 the 2020-2021-3-year average special education millage revenue per pupil in the immediately preceding fiscal year, and, only if the millage levied by the intermediate district is less than 1, multiplying that amount by the number of mills levied divided by 1, and then multiplying that amount by the 2020-2021-3-year average membership in the immediately preceding fiscal year, and then subtracting from that amount the amount allocated under subsection (2) for 2021-2022. the current fiscal

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- 1 year. If the calculation under this subdivision results in an
  2 amount below zero, there is no payment under this subdivision.
  - (8) As used in subsection (7):

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- 4 (a) "2020-2021 3-year "3-year average membership" means the 35 year average pupil membership for 2018-2019, 2019-2020, and 20206 2021.each of the 3 most recent fiscal years.
- 7 (b) "2020-2021 3-year "3-year average special education
  8 millage revenue per pupil" means the 3-year average taxable value
  9 per mill levied behind each membership pupil for 2018-2019, 201910 2020, and 2020-2021 each of the 3 most recent fiscal years
  11 multiplied by the 2020-2021 millage levied in the most recent
  12 fiscal year.
  - Sec. 61a. (1) From the state school aid fund money appropriated in section 11, there is allocated an amount not to exceed \$37,611,300.00 \$47,611,300.00 for 2021-2022 2022-2023 only to reimburse on an added cost basis districts, except for a district that served as the fiscal agent for a vocational education consortium in the 1993-94 school year and that has a foundation allowance as calculated under section 20 greater than the minimum target foundation allowance under that section, and secondary area vocational-technical education centers for secondary-level career and technical education programs according to rules approved by the superintendent. It is the intent of the legislature that, for 2023-2024, the allocation from the state school aid fund money appropriated in section 11 for purposes described in this subsection will be \$37,611,300.00. Applications for participation in the programs must be submitted in the form prescribed by the department. The department shall determine the added cost for each career and technical education program area. The department shall

prioritize the allocation of added cost funds based on the capital 1 and program expenditures needed to operate the career and technical 2 3 education programs provided; the number of pupils enrolled; the advancement of pupils through the instructional program; the 4 5 existence of an articulation agreement with at least 1 6 postsecondary institution that provides pupils with opportunities 7 to earn postsecondary credit during the pupil's participation in 8 the career and technical education program and transfers those 9 credits to the postsecondary institution upon completion of the 10 career and technical education program; and the program rank in 11 student placement, job openings, and wages, and shall ensure that the allocation does not exceed 75% of the added cost of any 12 program. Notwithstanding any rule or department determination to 13 14 the contrary, when determining a district's allocation or the 15 formula for making allocations under this section, the department 16 shall include the participation of pupils in grade 9 in all of 17 those determinations and in all portions of the formula. With the 18 approval of the department, the board of a district maintaining a 19 secondary career and technical education program may offer the 20 program for the period from the close of the school year until 21 September 1. The program shall use existing facilities and must be 22 operated as prescribed by rules promulgated by the superintendent. 23 (2) Except for a district that served as the fiscal agent for a vocational education consortium in the 1993-94 school year, the 24 25 department shall reimburse districts and intermediate districts for local career and technical education administration, shared time 26 27 career and technical education administration, and career education 28 planning district career and technical education administration. 29 The superintendent shall adopt quidelines for the definition of

- ${f 1}$  what constitutes administration and shall make reimbursement
- 2 pursuant to those guidelines. The department shall not distribute
- $\mathbf{3}$  more than \$800,000.00 of the allocation in subsection (1) under
- 4 this subsection.
- 5 (3) A career and technical education program funded under this
- 6 section may provide an opportunity for participants who are
- 7 eligible to be funded under section 107 to enroll in the career and
- 8 technical education program funded under this section if the
- 9 participation does not occur during regular school hours.
- 10 Sec. 61b. (1) From the funds state school aid fund money
- 11 appropriated under section 11, there is allocated for 2021-2022
- 12 2022-2023 an amount not to exceed \$8,000,000.00 from the state
- 13 school aid fund appropriation for CTE early middle college and CTE
- 14 dual enrollment programs authorized under this section and for
- 15 planning grants for the development or expansion of CTE early
- 16 middle college programs. The purpose of these programs is to
- 17 increase the number of Michigan residents with high-quality degrees
- 18 or credentials, and to increase the number of students who are
- 19 college and career ready upon high school graduation.
- 20 (2) From the funds allocated under subsection (1), the
- 21 department shall allocate an amount as determined under this
- 22 subsection to each intermediate district serving as a fiscal agent
- 23 for state-approved CTE early middle college and CTE dual enrollment
- 24 programs in each of the career education planning districts
- 25 identified by the department. An intermediate district shall not
- 26 use more than 5% of the funds allocated under this subsection for
- 27 administrative costs for serving as the fiscal agent.
- 28 (3) To be an eligible fiscal agent, an intermediate district
- 29 must agree to do all of the following in a form and manner

1 determined by the department:

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- (a) Distribute funds to eligible CTE early middle college and CTE dual enrollment programs in a career education planning district as described in this section.
- 5 (b) Collaborate with the career and educational advisory 6 council in the workforce development board service delivery area to 7 develop 1 regional strategic plan under subsection (4) that aligns 8 CTE programs and services into an efficient and effective delivery 9 system for high school students. The department will align career 10 education planning districts, workforce development board service 11 delivery areas, and intermediate districts for the purpose of 12 creating 1 regional strategic plan for each workforce development 13 board service delivery area.
- (c) Implement a regional process to rank career clusters in the workforce development board service delivery area as described under subsection (4). Regional processes must be approved by the department before the ranking of career clusters.
  - (d) Report CTE early middle college and CTE dual enrollment program and student data and information as prescribed by the department and the center.
  - (e) The local education agency responsible for student reporting in the Michigan student data system (MSDS) will report the total number of college credits the student earned, at the time of high school graduation, as determined by the department and the center.
- 26 (f) The local education agency will report each award outcome 27 in the Michigan student data system (MSDS) that the CTE early 28 middle college student attained. For purposes of this subsection, 29 an on-track CTE early middle college graduate is a graduate who

- 1 obtained their high school diploma and at least 1 of the following:
- 2 (i) An associate's degree.
- 3 (ii) 60 transferrable college credits.
- 4 (iii) Professional certification.
- 5 (iv) A Michigan Early Middle College Association certificate.
- (v) Participation in a registered apprenticeship.
- 7 (4) A regional strategic plan must be approved by the career
- 8 and educational advisory council before submission to the
- 9 department. A regional strategic plan must include, but is not
- 10 limited to, the following:
- 11 (a) An identification of regional employer need based on a
- 12 ranking of all career clusters in the workforce development board
- 13 service delivery area ranked by 10-year projections of annual job
- 14 openings and median wage for each standard occupational code in
- 15 each career cluster as obtained from the United States Bureau of
- 16 Labor Statistics. Standard occupational codes within high-ranking
- 17 clusters also may be further ranked by median wage and annual job
- 18 openings. The career and educational advisory council located in
- 19 the workforce development board service delivery area shall review
- 20 the rankings and modify them if necessary to accurately reflect
- 21 employer demand for talent in the workforce development board
- 22 service delivery area. A career and educational advisory council
- 23 shall document that it has conducted this review and certify that
- 24 it is accurate. These career cluster rankings must be determined
- 25 and updated once every 4 years.
- 26 (b) An identification of educational entities in the workforce
- 27 development board service delivery area that will provide eligible
- 28 CTE early middle college and CTE dual enrollment programs including
- 29 districts, intermediate districts, postsecondary institutions, and

- noncredit occupational training programs leading to an industryrecognized credential.
- 3 (c) A strategy to inform parents and students of CTE early
  4 middle college and CTE dual enrollment programs in the workforce
  5 development board service delivery area.
  - (d) Any other requirements as defined by the department.
- 7 (5) An eligible CTE program is a program that meets all of the 8 following:
- 9 (a) Has been identified in the highest 5 career cluster
  10 rankings in any of the 16 workforce development board service
  11 delivery area strategic plans jointly approved by the department of
  12 labor and economic opportunity and the department.
- (b) Has a coherent sequence of courses in a specific career
  cluster that will allow a student to earn a high school diploma and
  achieve at least 1 of the following:
- 16 (i) For CTE early middle college, outcomes as defined in 17 subsection (3)(f).
- 18 (ii) For CTE dual enrollment, 1 of the following:
- 19 (A) An associate degree.
- (B) An industry-recognized technical certification approved bythe department of labor and economic opportunity.
- (C) Up to 60 transferable college credits.
- (D) Participation in a registered apprenticeship, pre-apprenticeship, or apprentice readiness program.
- 25 (c) Is aligned with the Michigan merit curriculum.
- (d) Has an articulation or a college credit agreement with at least 1 postsecondary institution that provides students with opportunities to receive postsecondary credits during the student's participation in the CTE early middle college or CTE dual



- enrollment program and transfers those credits to the postsecondary
  institution upon completion of the CTE early middle college or CTE
  dual enrollment program.
- 4 (e) Provides instruction that is supervised, directed, or
  5 coordinated by an appropriately certificated CTE teacher or, for
  6 concurrent enrollment courses, a postsecondary faculty member.
- 7 (f) Provides for highly integrated student support services
  8 that include at least the following:
  - (i) Teachers as academic advisors.
- 10 (ii) Supervised course selection.

- 11 (iii) Monitoring of student progress and completion.
- 12 (iv) Career planning services provided by a local one-stop
  13 service center as described in the Michigan works one-stop service
  14 center system act, 2006 PA 491, MCL 408.111 to 408.135, or by a
  15 high school counselor or advisor.
- 16 (g) Has courses that are taught on a college campus, are
  17 college courses offered at the high school and taught by college
  18 faculty, or are courses taught in combination with online
  19 instruction.
- 20 (6) The department shall distribute funds to eligible CTE21 early middle college and CTE dual enrollment programs as follows:
- (a) The department shall determine statewide average CTE costs
  per pupil for each CIP code program by calculating statewide
  average costs for each CIP code program for the 3 most recent
  fiscal years.
- (b) The distribution to each eligible CTE early middle college or CTE dual enrollment program is the product of 50% of CTE costs per pupil times the pupil enrollment of each eligible CTE early middle college or CTE dual enrollment program in the immediately



1 preceding school year.

- (7) In order to receive funds under this section, a CTE early middle college or CTE dual enrollment program shall furnish to the intermediate district that is the fiscal agent identified in subsection (2), in a form and manner determined by the department, all information needed to administer this program and meet federal reporting requirements; shall allow the department or the department's designee to review all records related to the program for which it receives funds; and shall reimburse the state for all disallowances found in the review, as determined by the department.
  - (8) There is allocated for 2021-2022-2022-2023 from the funds under subsection (1) an amount not to exceed \$500,000.00 from the state school aid fund allocation for grants to intermediate districts or consortia of intermediate districts for the purpose of planning for new or expanded early middle college programs. Applications for grants must be submitted in a form and manner determined by the department. The amount of a grant under this subsection must not exceed \$50,000.00. To be eligible for a grant under this subsection, an intermediate district or consortia of intermediate districts must provide matching funds equal to the grant received under this subsection. Notwithstanding section 17b, the department shall make payments under this subsection in the manner determined by the department.
  - (9) Funds distributed under this section may be used to fund program expenditures that would otherwise be paid from foundation allowances. A program receiving funding under section 61a may receive funding under this section for allowable costs that exceed the reimbursement the program received under section 61a. The combined payments received by a program under section 61a and this

- section must not exceed the total allowable costs of the program. A
  program provider shall not use more than 5% of the funds allocated
  under this section to the program for administrative costs.
- 4 (10) If the allocation under subsection (1) is insufficient to 5 fully fund payments as otherwise calculated under this section, the 6 department shall prorate payments under this section on an equal 7 percentage basis.
- 9 early middle college or CTE dual enrollment program qualify to be
  10 reimbursed under this section, those pupils continue to qualify for
  11 reimbursement until graduation, even if the career cluster is no
  12 longer identified as being in the highest 5 career cluster
  13 rankings.
  - (12) As used in this section:
- (a) "Allowable costs" means those costs directly attributable
  to the program as jointly determined by the department of labor and
  economic opportunity and the department.
  - (b) "Career and educational advisory council" means an advisory council to the local workforce development boards located in a workforce development board service delivery area consisting of educational, employer, labor, and parent representatives.
    - (c) "CIP" means classification of instructional programs.
    - (d) "CTE" means career and technical education programs.
  - (e) "CTE dual enrollment program" means a 4-year high school program of postsecondary courses offered by eligible postsecondary educational institutions that leads to an industry-recognized certification or degree.
- (f) "Early middle college program" means a 5-year high schoolprogram.



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- (g) "Eligible postsecondary educational institution" means that term as defined in section 3 of the career and technical preparation act, 2000 PA 258, MCL 388.1903.
- Sec. 61c. (1) From the general state school aid fund money appropriated in section 11, there is allocated for 2021-2022 2022-2023 only an amount not to exceed \$7,500,000.00 to eligible career education planning districts for the CTE skilled trades initiative described in subsections (2) to (5). purposes described in this section. To be eliqible to receive funding under this section, at least 50% of the area served by a CEPD must be located in an intermediate district that did not levy a vocational education millage in <del>2021.</del>**2022.** 
  - (2) To receive funding under subsection (1), each eligible CEPD must apply in a form and manner prescribed by the department. Funding to each eligible CEPD must be equal to the quotient of the allocation under subsection (1) and the sum of the number of career education planning districts applying for funding under subsection (1) that are located in an intermediate district that did not levy a vocational education millage in  $\frac{2021-2022}{10000}$ .
  - (3) At least 50% of the funding allocated to each eligible CEPD must be used to update equipment in current CTE programs that have been identified in the highest 5 career cluster rankings in the most recent CEPD regional strategic plans jointly approved by the Michigan talent investment agency in the department of labor and economic opportunity and the department, for training on new equipment, for professional development relating to computer science or coding, or for new and emerging certified CTE programs to allow CEPD administrators to provide programming in communities that will enhance economic development. The funding for equipment

1 should be used to support and enhance community areas that have

- 2 sustained job growth, and act as a commitment to build a more
- 3 qualified and skilled workforce. In addition, each CEPD is
- 4 encouraged to explore the option of leasing equipment from local
- 5 private industry to encourage the use of the most advanced
- 6 equipment.
- 7 (4) The allocation of funds at the local level must be
- 8 determined by CEPD administrators using data from the state,
- 9 region, and local sources to make well-informed decisions on
- 10 program equipment improvements. Grants awarded by CEPD
- 11 administrators for capital infrastructure must be used to ensure
- 12 that CTE programs can deliver educational programs in high-wage,
- 13 high-skill, and high-demand occupations. Each CEPD shall continue
- 14 to ensure that program advisory boards make recommendations on
- 15 needed improvements for equipment that support job growth and job
- 16 skill development and retention for both the present and the
- 17 future.
- 18 (5) Not later than September 15 of each fiscal year, each CEPD
- 19 receiving funding shall annually report to the department, the
- 20 senate and house appropriations subcommittees on school aid, the
- 21 senate and house fiscal agencies, and legislature on equipment
- 22 purchased under subsection (1). In addition, the report must
- 23 identify growth data on program involvement, retention, and
- 24 development of student skills.
- 25 (6) As used in this section:
- 26 (a) "CEPD" means a career education planning district
- 27 described in this section.
- 28 (b) "CTE" means career and technical education.
- Sec. 61d. (1) From the appropriation in section 11, there is

- 1 allocated for  $\frac{2021-2022}{2022-2023}$  an amount not to exceed
- 2 \$5,000,000.00 from the state school aid fund for additional
- 3 payments to districts for career and technical education programs
- 4 for the purpose of increasing the number of Michigan residents with
- 5 high-quality degrees or credentials, and to increase the number of
- 6 pupils who are college- and career-ready upon high school
- 7 graduation.
- 8 (2) The department shall calculate payments to districts under
- 9 this section in the following manner:
- (a) A payment of \$35.00 multiplied by the number of pupils ingrades 9 to 12 who are counted in membership in the district and
- 12 are enrolled in at least 1 career and technical education program.
- 13 (b) An additional payment of \$35.00 multiplied by the number
- 14 of pupils in grades 9 to 12 who are counted in membership in the
- 15 district and are enrolled in at least 1 career and technical
- 16 education program that provides instruction in critical skills and
- 17 high-demand career fields.
- 18 (3) If the allocation under subsection (1) is insufficient to
- 19 fully fund payments under subsection (2), the department shall
- 20 prorate payments under this section on an equal per-pupil basis.
- 21 (4) If a student attends a career and technical education
- 22 program at an intermediate district, the payment under subsection
- 23 (2) attributable to that student must be split equally between the
- 24 intermediate district providing the program and the district that
- 25 counts the student in membership.
- 26 (5)  $\frac{(4)}{(4)}$  As used in this section:
- 27 (a) "Career and technical education program" means a state-
- 28 approved career and technical education program, as determined by
- 29 the department.



- 6 (i) 01, which refers to "agriculture, agriculture operations,7 and related sciences".
- (ii) 03, which refers to "natural resources and conservation".
- 9 (iii) 10 through 11, which refers to "communications
   10 technologies/technicians and support services" and "computer and information sciences and support services".
- (iv) 14 through 15, which refers to "engineering" and"engineering technologies and engineering-related fields".
  - (v) 26, which refers to "biological and biomedical sciences".
- (vi) 46 through 48, which refers to "construction trades",
   "mechanic and repair technologies/technicians", and "precision production".
- 18 (vii) 51, which refers to "health professions and related 19 programs".
  - Sec. 61i. (1) From the state school aid fund money appropriated in section 11, there is allocated for 2022-2023 only an amount not to exceed \$10,000,000.00 to eligible intermediate districts as provided under this section.
- 24 (2) To receive funding under this section, an intermediate 25 district must apply for the funding in a form and manner prescribed 26 by the department.
- 27 (3) The department shall not allocate more than 1% of the 28 total funding allocated under this section to an eligible 29 intermediate district in the first round of funding under this

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- 2 (4) An intermediate district that meets either of the 3 following is an eligible intermediate district under this section:
  - (a) It has a CTE teacher on staff.
- 5 (b) It pledges in its application described in subsection (2) 6 to hire a CTE teacher.
- 7 (5) An eligible intermediate district that receives funding 8 under this section shall use the funding only for the recruitment 9 of, retention of, and coverage of continued education costs for CTE 10 teachers.
  - (6) Notwithstanding section 17b, the department shall make payments under this section on a schedule determined by the department.
    - (7) Funds allocated under this section for 2022-2023 are a work project appropriation, and any unexpended funds for 2022-2023 are carried forward into 2023-2024. The purpose of the work project is to continue providing funding for the recruitment of, retention of, and coverage of continued education costs for CTE teachers as described in this section. The estimated completion date of the work project is September 30, 2024.
  - (8) As used in this section, "CTE" means career and technical education.
- Sec. 62. (1) For the purposes of this section:
- 24 (a) "Membership" means for a particular fiscal year the total
  25 membership of the intermediate district and the districts
  26 constituent to the intermediate district or the total membership of
  27 the area vocational-technical program, except that if a district
  28 has elected not to come under sections 681 to 690 of the revised
  29 school code, MCL 380.681 to 380.690, the membership of that

1 district are not included in the membership of the intermediate

- 2 district. However, the membership of a district that has elected
- 3 not to come under sections 681 to 690 of the revised school code,
- 4 MCL 380.681 to 380.690, is included in the membership of the
- 5 intermediate district if the district meets both of the following:
- 6 (i) The district operates the area vocational-technical
- 7 education program pursuant to a contract with the intermediate
- 8 district.
- $\mathbf{9}$  (ii) The district contributes an annual amount to the operation
- 10 of the program that is commensurate with the revenue that would
- 11 have been raised for operation of the program if millage were
- 12 levied in the district for the program under sections 681 to 690 of
- 13 the revised school code, MCL 380.681 to 380.690.
- 14 (b) "Millage levied" means the millage levied for area
- 15 vocational-technical education under sections 681 to 690 of the
- 16 revised school code, MCL 380.681 to 380.690, including a levy for
- 17 debt service obligations incurred as the result of borrowing for
- 18 capital outlay projects and in meeting capital projects fund
- 19 requirements of area vocational-technical education.
- 20 (c) "Taxable value" means the total taxable value of the
- 21 districts constituent to an intermediate district or area
- 22 vocational-technical education program, except that if a district
- 23 has elected not to come under sections 681 to 690 of the revised
- 24 school code, MCL 380.681 to 380.690, the taxable value of that
- 25 district is not included in the taxable value of the intermediate
- 26 district. However, the taxable value of a district that has elected
- 27 not to come under sections 681 to 690 of the revised school code,
- 28 MCL 380.681 to 380.690, is included in the taxable value of the
- 29 intermediate district if the district meets both of the following:

- (i) The district operates the area vocational-technical
   education program pursuant to a contract with the intermediate
   district.
- 4 (ii) The district contributes an annual amount to the operation of the program that is commensurate with the revenue that would have been raised for operation of the program if millage were levied in the district for the program under sections 681 to 690 of the revised school code, MCL 380.681 to 380.690.
- 9 (2) From the appropriation in section 11, there is allocated 10 an amount not to exceed \$9,190,000.00 each fiscal year for <del>2020-</del> 11 <del>2021</del>**-2021-2022** and for <del>2021-2022</del>**-2023** to reimburse 12 intermediate districts and area vocational-technical education 13 programs established under section 690(3) of the revised school code, MCL 380.690, levying millages for area vocational-technical 14 15 education under sections 681 to 690 of the revised school code, MCL 380.681 to 380.690. The purpose, use, and expenditure of the 16 17 reimbursement are limited as if the funds were generated by those 18 millages.
  - (3) Reimbursement for those millages levied in 2019-2020-2020-2021 is made in 2020-2021-2021-2022 at an amount per 2019-2020 2020-2021 membership pupil computed by subtracting from \$218,700.00 \$227,300.00 the 2019-2020-2020-2021 taxable value behind each membership pupil and multiplying the resulting difference by the 2019-2020-2021 millage levied, and then subtracting from that amount the 2019-2020-2020-2021 local community stabilization share revenue for area vocational technical education behind each membership pupil for reimbursement of personal property exemption loss under the local community stabilization authority act, 2014 PA 86, MCL 123.1341 to 123.1362.

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(4) Reimbursement for those millages levied in 2020-2021 2021-1 **2022** is made in <del>2021-2022</del> **2022-2023** at an amount per <del>2020-2021</del> 2 2021-2022 membership pupil computed by subtracting from \$224,800.00 3

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- \$237,500.00 the <del>2020-2021-2022 taxable value behind each</del> 4
- membership pupil and multiplying the resulting difference by the 5
- 6 2020-2021-2022 millage levied, and then subtracting from that
- 7 amount the 2020-2021 2021-2022 local community stabilization share
- 8 revenue for area vocational technical education and 2021-2022 tax
- 9 increment revenues captured by a brownfield redevelopment authority
- 10 created under the brownfield redevelopment financing act, 1996 PA
- 11 **381, MCL 125.2651 to 125.2670,** behind each membership pupil for
- 12 reimbursement of personal property exemption loss under the local
- community stabilization authority act, 2014 PA 86, MCL 123.1341 to 13
- 14 123.1362, and reimbursements paid under section 26d for tax
- 15 increment revenues captured by a brownfield redevelopment authority
- 16 under the brownfield redevelopment financing act, 1996 PA 381, MCL
- 17 125.2651 to 125.2670.
- 18 (5) The department shall ensure that the amount paid to a 19 single intermediate district under this section does not exceed 20 38.4% of the total amount allocated under subsection (2).
- 21 (6) The department shall ensure that the amount paid to a single intermediate district under this section is not less than 22 23 75% of the amount allocated to the intermediate district under this 24 section for the immediately preceding fiscal year.
- 25 Sec. 65. (1) From the appropriation under section 11, there is allocated an amount not to exceed \$400,000.00 \$900,000.00 for 2021-
- 27 2022-2023 only for a pre-college engineering K-12 educational
- 28 program that is focused on the development of a diverse future
- 29 Michigan workforce, that serves multiple communities within

- 1 southeast Michigan, that enrolls pupils from multiple districts,
- 2 and that received funds appropriated for this purpose in the
- 3 appropriations act that provided the Michigan strategic fund budget
- 4 for 2014-2015. It is the intent of the legislature that, for 2023-
- 5 2024, the allocation from the state school aid fund money
- 6 appropriated in section 11 for purposes described in this section
- 7 will be \$400,000.00.
- 8 (2) To be eligible for funding under this section, a program
- 9 must have the ability to expose pupils to, and motivate and prepare
- 10 pupils for, science, technology, engineering, and mathematics
- 11 careers and postsecondary education with special attention given to
- 12 groups of pupils who are at-risk and underrepresented in technical
- 13 professions and careers.
- Sec. 67. (1) From the general fund money appropriated in
- 15 section 11, there is allocated an amount not to exceed
- 16 \$3,000,000.00 for 2021-2022 2022-2023 for college access programs.
- 17 The programs funded under this section are intended to inform
- 18 students of college and career options and to provide resources
- 19 intended to increase the number of pupils who are adequately
- 20 prepared with the information needed to make informed decisions on
- 21 college and career. The funds appropriated under this section are
- 22 intended to be used to increase the number of Michigan residents
- 23 with high-quality degrees or credentials. Funds appropriated under
- 24 this section must not be used to supplant funding for counselors
- 25 already funded by districts.
- 26 (2) The department of labor and economic opportunity shall
- 27 administer funds allocated under this section in collaboration with
- 28 the Michigan college access network. These funds may be used for
- 29 any of the following purposes:

- (a) Michigan college access network operations, programming,
   and services to local college access networks.
- 3 (b) Local college access networks, which are community-based
  4 college access/success partnerships committed to increasing the
  5 college participation and completion rates within geographically
  6 defined communities through a coordinated strategy.
- 7 (c) The Michigan college advising program, a program intended 8 to place trained, recently graduated college advisors in high 9 schools that serve significant numbers of low-income and first-10 generation college-going pupils. State funds used for this purpose 11 may not exceed 33% of the total funds available under this 12 subsection.
  - (d) Subgrants of up to \$5,000.00 to districts with comprehensive high schools that establish a college access team and implement specific strategies to create a college-going culture in a high school in a form and manner approved by the Michigan college access network and the department of labor and economic opportunity.
  - (e) The Michigan college access portal, an online one-stop portal to help pupils and families plan and apply for college.
  - (f) Public awareness and outreach campaigns to encourage lowincome and first-generation college-going pupils to take necessary steps toward college and to assist pupils and families in completing a timely and accurate free application for federal student aid.
  - (g) Subgrants to postsecondary institutions to recruit, hire, and train college student mentors and college advisors to assist high school pupils in navigating the postsecondary planning and enrollment process.



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- (3) For the purposes of this section, "college" means any
   postsecondary educational opportunity that leads to a career,
   including, but not limited to, a postsecondary degree, industry recognized technical certification, or registered apprenticeship.
- Sec. 67a. (1) From the general fund money appropriated under section 11, there is allocated an amount not to exceed \$50,000.00 for 2021-2022 2022-2023 only for a grant to be distributed by the department to an organization to provide industrial and technological education and workforce preparation for students and professional development opportunities and support for teachers.
- (2) Notwithstanding section 17b, the department shall make
  grant payments under this section on a schedule determined by the
  department.
- Sec. 67c. (1) From the general fund money appropriated in section 11, there is allocated for 2022-2023 only an amount not to exceed \$3,000,000.00 to Michigan State University as prescribed in this section.
  - (2) Michigan State University shall use the funding it receives under subsection (1) to recruit participants for and to provide stipends for basic living expenses to participants in a developer academy at Michigan State University that, at a minimum, does all of the following:
  - (a) Provides individuals age 18 or older with a 1-year program focused on coding, design, entrepreneurship, and essential professional skills.
- 26 (b) Provides the individuals described in subdivision (a) the 27 opportunity to become world-class developers.
- 28 (c) Provides the individuals described in subdivision (a) the 29 opportunity to work on real-world challenges and connect with

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1 community and industry partners.

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- 2 (d) Provides a month-long foundation program throughout the 3 year designed for learners considering app economy careers who are also interested in learning more about app development generally.
- 5 (e) Provides the services described in subdivisions (a) to (d) 6 without charging participants tuition or fees.
  - (3) In determining the amount of each stipend described in subsection (2), Michigan State University shall, based on the federal free application for federal student aid (FAFSA) form, determine the participant's estimated family contribution and compare that to the participant's indirect opportunity cost.
- (4) As used in this section, "opportunity cost" means the 12 13 income a participant foregoes by not working at minimum-wage levels 14 due to his or her attendance in the developer academy described in 15 this section.
- (5) Notwithstanding section 17b, the department shall make 16 17 payments under this section on a schedule determined by the 18 department.
- 19 Sec. 67d. (1) From the general fund money appropriated in 20 section 11, there is allocated for 2022-2023 only an amount not to 21 exceed \$2,500,000.00 to, through a grant program administered by 22 the department, an eligible state-approved 501(c)(3) organization 23 to teach or train restaurant management, culinary arts or 24 hospitality, and tourism management as part of career and 25 professional development.
- 26 (2) As used in this section, "eligible state-approved 27 501(c)(3) organization" means an organization that is exempt from 28 taxation under section 501(c)(3)of the internal revenue code of 29 1986, 26 USC 501, that provides either the ProStart or Hospitality

- 1 Tourism Management curriculum and training to state-approved career
- 2 and technical education programs with classification of
- 3 instructional programs (CIP) codes in the 12.05xx or 52.09xx and
- 4 that administers national certification for the purposes of
- 5 restaurant management, culinary arts or hospitality, or tourism
- 6 management in becoming a hospitality and tourism specialist as part
- 7 of career and professional development.
- 8 (3) Notwithstanding section 17b, the department shall make
- 9 payments under this section on a schedule determined by the
- 10 department.
- 11 Sec. 67e. (1) From the general fund money appropriated in
- 12 section 11, there is allocated for 2022-2023 only \$2,000,000.00 for
- 13 a skilled-trades-for-students awareness program. Funds allocated
- 14 under this section must be awarded to a 501(c)(3) nonprofit
- 15 organization to which all of the following criteria apply:
- 16 (a) It focuses on raising awareness of skilled trades as a
- 17 viable career option.
- 18 (b) It has previously distributed educational booklets on
- 19 building a house or an activity book for the skilled trades.
- 20 (c) It is affiliated with a statewide residential building
- 21 trade organization.
- 22 (2) The funds allocated under this section must be used to
- 23 develop, produce, and distribute a guide to skilled trades careers
- 24 for students in grades 8 to 12.
- 25 (3) Notwithstanding section 17b, the department shall make
- 26 payments under this section on a schedule determined by the
- 27 department.
- 28 Sec. 74. (1) From the state school aid fund money appropriated
- 29 in section 11, there is allocated an amount not to exceed

- 1 \$3,805,800.00 \$3,964,800.00 for 2021-2022 and there is allocated an
  2 amount not to exceed \$3,844,200.00 for 2022-2023 for the purposes
  3 of this section.
- (2) From the allocation in subsection (1), there is allocated 4 5 for 2021-2022 and for 2022-2023 the amount necessary for payments 6 to state supported colleges or universities and intermediate 7 districts providing school bus driver safety instruction under 8 section 51 of the pupil transportation act, 1990 PA 187, MCL 9 257.1851. The department shall make payments in an amount 10 determined by the department not to exceed the actual cost of 11 instruction and driver compensation for each public or nonpublic school bus driver attending a course of instruction. For the 12 purpose of computing compensation, the hourly rate allowed each 13 14 school bus driver must not exceed the hourly rate received for 15 driving a school bus. The department shall make reimbursement compensating the driver during the course of instruction to the 16 17 college or university or intermediate district providing the course of instruction. 18
  - (3) From the allocation in subsection (1), there is allocated for 2021-2022 and for 2022-2023 the amount necessary to pay the reasonable costs of nonspecial education auxiliary services transportation provided under section 1323 of the revised school code, MCL 380.1323. Districts funded under this subsection do not receive funding under any other section of this article for nonspecial education auxiliary services transportation.
  - (4) From the funds allocated in subsection (1), there is allocated an amount not to exceed \$1,780,800.00 for 2021-2022 and there is allocated an amount not to exceed \$1,819,200.00 for 2022-2023 for reimbursement to districts and intermediate districts for

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costs associated with the inspection of school buses and pupil
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    transportation vehicles by the department of state police as
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    required under section 715a of the Michigan vehicle code, 1949 PA
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    300, MCL 257.715a, and section 39 of the pupil transportation act,
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    1990 PA 187, MCL 257.1839. The department of state police shall
 6
    prepare a statement of costs attributable to each district for
 7
    which bus inspections are provided and submit it to the department
 8
    and to an intermediate district serving as fiduciary in a time and
 9
    manner determined jointly by the department and the department of
10
    state police. Upon review and approval of the statement of cost,
11
    the department shall forward to the designated intermediate
    district serving as fiduciary the amount of the reimbursement on
12
    behalf of each district and intermediate district for costs
13
14
    detailed on the statement within 45 days after receipt of the
15
    statement. The designated intermediate district shall make payment
    in the amount specified on the statement to the department of state
16
17
    police within 45 days after receipt of the statement. The total
18
    reimbursement of costs under this subsection must not exceed the
19
    amount allocated under this subsection. Notwithstanding section
20
    17b, the department shall make payments to eligible entities under
21
    this subsection on a schedule prescribed by the department.
22
          Sec. 81. (1) From the state school aid fund money appropriated
23
    in section 11, there is allocated for <del>2020-2021 to the intermediate</del>
24
    districts the sum necessary, but not to exceed $69,138,000.00, and
25
    there is allocated for 2021-2022-2023 to the intermediate
    districts the sum necessary, but not to exceed $71,903,600.00
26
27
    $75,642,600.00 to provide state aid to intermediate districts under
28
    this section.
29
          (2) The amount allocated under this section for 2020-2021
```



1 each intermediate district is an amount equal to 100% of the amount

- 2 allocated to the intermediate district under this section for 2019-
- 3  $\frac{2020}{100}$ . The amount allocated under this section for  $\frac{2021-2022}{100}$  2022-
- 4 2023 to each intermediate district is an amount equal to 104%
- 5 105.2% of the amount allocated to the intermediate district under
- 6 this section for  $\frac{2020-2021}{2021-2022}$ . An intermediate district
- 7 shall use funding provided under this section to comply with
- 8 requirements of this article and the revised school code that are
- 9 applicable to intermediate districts, and for which funding is not
- 10 provided elsewhere in this article, and to provide technical
- 11 assistance to districts as authorized by the intermediate school
- 12 board.
- 13 (3) Intermediate districts receiving funds under this section
- 14 shall collaborate with the department to develop expanded
- 15 professional development opportunities for teachers to update and
- 16 expand their knowledge and skills needed to support the Michigan
- 17 merit curriculum.
- 18 (4) From the allocation in subsection (1), there is allocated
- 19 to an intermediate district, formed by the consolidation or
- 20 annexation of 2 or more intermediate districts or the attachment of
- 21 a total intermediate district to another intermediate district or
- 22 the annexation of all of the constituent K-12 districts of a
- 23 previously existing intermediate district which has disorganized,
- 24 an additional allotment of \$3,500.00 each fiscal year for each
- 25 intermediate district included in the new intermediate district for
- 26 3 years following consolidation, annexation, or attachment.
- 27 (5) In order to receive funding under this section, an
- 28 intermediate district shall do all of the following:
- 29 (a) Demonstrate to the satisfaction of the department that the

- 1 intermediate district employs at least 1 person who is trained in 2 pupil accounting and auditing procedures, rules, and regulations.
- 3 (b) Demonstrate to the satisfaction of the department that the
  4 intermediate district employs at least 1 person who is trained in
  5 rules, regulations, and district reporting procedures for the
  6 individual-level student data that serves as the basis for the
  7 calculation of the district and high school graduation and dropout
  8 rates.
- 9 (c) Comply with sections 1278a and 1278b of the revised school code, MCL 380.1278a and 380.1278b.
  - (d) Furnish data and other information required by state and federal law to the center and the department in the form and manner specified by the center or the department, as applicable.
- (e) Comply with section 1230g of the revised school code, MCL380.1230g.
- (f) Provide advice, guidance, and leadership to assist all 16 17 districts located within its geographic boundaries to assist in the 18 preparedness and response efforts toward addressing COVID-19. At a minimum, this must include the coordination and collaboration with 19 20 any local public health agency that has jurisdiction within the 21 intermediate district's geographic boundaries and may include the 22 coordination of bulk purchasing of personal protective equipment, 23 technology, or other products or services necessary for students to 24 return to school.
  - (g) An intermediate district shall ensure Ensure that all districts located within its geographic boundaries have equitable access to the intermediate district's coordination activities and services, intermediate district-wide or regional meetings, regularly scheduled superintendent meetings, programming, events,

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1 email distribution lists, listservs, or other coordination or

2 collaboration activities organized by or hosted at the intermediate

- 3 district. In ensuring that all districts located within the
- 4 geographic boundaries of the intermediate district have equitable
- 5 access to services, meetings, programming, events, email
- 6 distribution lists, listservs, or activities as described in the
- 7 immediately preceding sentence, the intermediate district shall
- 8 ensure that districts that are public school academies that are
- 9 located within its geographic boundaries are not excluded from said
- 10 services, meetings, programming, events, email distribution lists,
- 11 listservs, or activities organized by or hosted at the intermediate
- 12 district if districts that are not public school academies that are
- 13 located within the geographic boundaries of the intermediate
- 14 district are not excluded.
- 15 Sec. 94. (1) From the general fund money appropriated in
- 16 section 11, there is allocated to the department for  $\frac{2021-2022}{1}$
- 17 2022-2023 an amount not to exceed \$1,200,000.00 for efforts to
- 18 increase the number of pupils who participate and succeed in
- 19 advanced placement and international baccalaureate programs, and to
- 20 support the college-level examination program (CLEP).
- 21 (2) From the funds allocated under this section, the
- 22 department shall award funds to cover all or part of the costs of
- 23 advanced placement test fees or international baccalaureate test
- 24 fees and international baccalaureate registration fees for low-
- 25 income pupils who take an advanced placement or an international
- 26 baccalaureate test and CLEP fees for low-income pupils who take a
- 27 CLEP test.
- 28 (3) The department shall only award funds under this section
- 29 if the department determines that all of the following criteria are

1 met:

- 2 (a) Each pupil for whom payment is made meets eligibility
- 3 requirements of the federal advanced placement test fee program
- 4 under section 1701 of the no child left behind act of 2001, Public

- 5 Law 107-110, or under a corresponding provision of the every
- 6 student succeeds act, Public Law 114-95, as applicable.
- 7 (b) The tests are administered by the college board, the
- 8 international baccalaureate organization, or another test provider
- 9 approved by the department.
- 10 (c) The pupil for whom payment is made pays at least \$5.00
- 11 toward the cost of each test for which payment is made.
- 12 (4) The department shall establish procedures for awarding
- 13 funds under this section.
- 14 (5) Notwithstanding section 17b, the department shall make
- 15 payments under this section on a schedule determined by the
- 16 department.
- Sec. 94a. (1) There is created within the state budget office
- 18 in the department of technology, management, and budget the center
- 19 for educational performance and information. The center shall do
- 20 all of the following:
- 21 (a) Coordinate the collection of all data required by state
- 22 and federal law from districts, intermediate districts, and
- 23 postsecondary institutions.
- 24 (b) Create, maintain, and enhance this state's P-20
- 25 longitudinal data system and ensure that it meets the requirements
- 26 of subsection (4).
- (c) Collect data in the most efficient manner possible in
- 28 order to reduce the administrative burden on reporting entities,
- 29 including, but not limited to, electronic transcript services.

- (i) Data sets that link teachers to student information,
  allowing districts to assess individual teacher impact on student
  performance and consider student growth factors in teacher and
  principal evaluation systems.
- (ii) Data access or, if practical, data sets, provided for
  regional data hubs that, in combination with local data, can
  improve teaching and learning in the classroom.
  - (iii) Research-ready data sets for researchers to perform research that advances this state's educational performance.
- (e) Provide data in a useful manner to allow state and localpolicymakers to make informed policy decisions.
- 17 (f) Provide public reports to the residents of this state to
  18 allow them to assess allocation of resources and the return on
  19 their investment in the education system of this state.
- 20 (g) Other functions as assigned by the state budget director.
  - (2) Each state department, officer, or agency that collects information from districts, intermediate districts, or postsecondary institutions as required under state or federal law shall make arrangements with the center to ensure that the state department, officer, or agency is in compliance with subsection (1). This subsection does not apply to information collected by the department of treasury under the uniform budgeting and accounting act, 1968 PA 2, MCL 141.421 to 141.440a; the revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821; the school bond

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- 1 qualification, approval, and loan act, 2005 PA 92, MCL 388.1921 to
- 2 388.1939; or section 1351a of the revised school code, MCL
- **3** 380.1351a.

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- 4 (3) The center may enter into any interlocal agreements5 necessary to fulfill its functions.
- 6 (4) The center shall ensure that the P-20 longitudinal data7 system required under subsection (1) (b) meets all of the following:
  - (a) Includes data at the individual student level from preschool through postsecondary education and into the workforce.
- 10 (b) Supports interoperability by using standard data
  11 structures, data formats, and data definitions to ensure linkage
  12 and connectivity in a manner that facilitates the exchange of data
  13 among agencies and institutions within the state and between
  14 states.
- (c) Enables the matching of individual teacher and student records so that an individual student may be matched with those teachers providing instruction to that student.
  - (d) Enables the matching of individual teachers with information about their certification and the institutions that prepared and recommended those teachers for state certification.
  - (e) Enables data to be easily generated for continuous improvement and decision-making, including timely reporting to parents, teachers, and school leaders on student achievement.
- (f) Ensures the reasonable quality, validity, and reliabilityof data contained in the system.
- 26 (g) Provides this state with the ability to meet federal and27 state reporting requirements.
- 28 (h) For data elements related to preschool through grade 12
  29 and postsecondary, meets all of the following:

- (i) Contains a unique statewide student identifier that does
   not permit a student to be individually identified by users of the
   system, except as allowed by federal and state law.
- 4 (ii) Contains student-level enrollment, demographic, and5 program participation information.
- 6 (iii) Contains student-level information about the points at
   7 which students exit, transfer in, transfer out, drop out, or
   8 complete education programs.
- $\mathbf{9}$  (iv) Has the capacity to communicate with higher education data  $\mathbf{10}$  systems.
- 11 (i) For data elements related to preschool through grade 12
  12 only, meets all of the following:
- (i) Contains yearly test records of individual students for assessments approved by DED-OESE for accountability purposes under section 1111(b) of the elementary and secondary education act of 1965, 20 USC 6311, including information on individual students not tested, by grade and subject.
- 18 (ii) Contains student-level transcript information, including19 information on courses completed and grades earned.
  - (iii) Contains student-level college readiness test scores.
- 21 (j) For data elements related to postsecondary education only:
- (i) Contains data that provide information regarding the extent to which individual students transition successfully from secondary school to postsecondary education, including, but not limited to,
- 25 all of the following:

- 26 (A) Enrollment in remedial coursework.
- (B) Completion of 1 year's worth of college credit applicableto a degree within 2 years of enrollment.
- (ii) Contains data that provide other information determined



- necessary to address alignment and adequate preparation for success
   in postsecondary education.
- 3 (5) From the general fund money appropriated in section 11,
- 4 there is allocated an amount not to exceed \$18,802,500.00
- 5 \$19,032,300.00 for  $\frac{2021-2022}{2022-2023}$  to the department of
- 6 technology, management, and budget to support the operations of the
- 7 center. In addition, from the federal funds appropriated in section
- **8** 11, there is allocated for <del>2021-2022</del> **2022-2023** the amount
- 9 necessary, estimated at \$193,500.00, to support the operations of
- 10 the center and to establish a P-20 longitudinal data system
- 11 necessary for state and federal reporting purposes. The center
- 12 shall cooperate with the department to ensure that this state is in
- 13 compliance with federal law and is maximizing opportunities for
- 14 increased federal funding to improve education in this state.
- 15 (6) From the funds allocated in subsection (5), the center may
- 16 use an amount determined by the center for competitive grants for
- $\frac{2021-2022}{2022-2023}$  to support collaborative efforts on the P-20
- 18 longitudinal data system. All of the following apply to grants
- 19 awarded under this subsection:
- 20 (a) The center shall award competitive grants to eligible
- 21 intermediate districts or a consortium of intermediate districts
- 22 based on criteria established by the center.
- 23 (b) Activities funded under the grant must support the P-20
- 24 longitudinal data system portal and may include portal hosting,
- 25 hardware and software acquisition, maintenance, enhancements, user
- 26 support and related materials, and professional learning tools and
- 27 activities aimed at improving the utility of the P-20 longitudinal
- 28 data system.
- 29 (c) An applicant that received a grant under this subsection

- 1 for the immediately preceding fiscal year has priority for funding
- 2 under this section. However, after 3 fiscal years of continuous
- 3 funding, an applicant is required to compete openly with new
- 4 applicants.
- 5 (7) Funds allocated under this section that are not expended
- 6 in the fiscal year in which they were allocated may be carried
- 7 forward to a subsequent fiscal year and are appropriated for the
- 8 purposes for which the funds were originally allocated.
- **9** (8) The center may bill departments as necessary in order to
- 10 fulfill reporting requirements of state and federal law. The center
- 11 may also enter into agreements to supply custom data, analysis, and
- 12 reporting to other principal executive departments, state agencies,
- 13 local units of government, and other individuals and organizations.
- 14 The center may receive and expend funds in addition to those
- 15 authorized in subsection (5) to cover the costs associated with
- 16 salaries, benefits, supplies, materials, and equipment necessary to
- 17 provide such data, analysis, and reporting services.
- 18 (9) As used in this section, "DED-OESE" means the United
- 19 States Department of Education Office of Elementary and Secondary
- 20 Education.
- Sec. 95b. (1) From the general fund money appropriated under
- 22 section 11, there is allocated an amount not to exceed
- 23 \$2,000,000.00 for  $\frac{2021-2022}{2022-2023}$  only for the model value-
- 24 added growth and projection analytics system. The department shall
- 25 continue the model value-added growth and projection analytics
- 26 system and incorporate that model into its reporting requirements
- 27 under the every student succeeds act, Public Law 114-95. The model
- 28 described in this subsection must do at least all of the following:
- 29 (a) Utilize existing assessments and any future assessments

- 1 that are suitable for measuring student growth.
- 2 (b) Report student growth measures at the district, school,3 teacher, and subgroup levels.
- 4 (c) Recognize the growth of tested students, including those5 who may have missing assessment data.
- (d) Include all available prior standardized assessment data
   that meet inclusion criteria across grades, subjects, and state and
   local assessments.
- **9** (e) Allow student growth results to be disaggregated.
- (f) Provide individual student projections showing the
  probability of a student reaching specific performance levels on
  future assessments. Given school closures and extended
  cancellations related to COVID-19, the data under this subdivision
  may be used to inform decisions about student placement or students
  that could benefit from additional supports or interventions.
- 16 (g) Demonstrate any prior success with this state's
  17 assessments through the Michigan council of educator effectiveness
  18 teacher evaluation pilot.
- (h) Demonstrate prior statewide implementation in at least 2other states for at least 10 years.
  - (i) Have a native roster verification system built into the value-added reporting platform that has been implemented statewide in at least 2 other states.
- 24 (j) Have a "help/contact us" ticketing system built into the 25 value-added reporting platform.
- (k) Given school closures that have occurred pursuant to an executive order issued by the governor, the value-added reporting platform must provide continued hosting and delivery of reporting and offer the department additional supports in the areas of



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- 1 research, analysis, web reporting, and training.
  - (l) The department and the platform vendor shall provide statewide training for educators to understand the reporting that details the impact to student learning and growth.
  - (2) The department shall provide internet-based electronic student growth and projection reporting based on the model under subsection (1) to educators at the school, district, and state levels. The model must include role-based permissions that allow educators to access information about the performance of the students within their immediate responsibility in accordance with applicable privacy laws.
  - (3) The model under subsection (1) must not be a mandatory part of teacher evaluation or educator pay-for-performance systems.
  - (4) The model under subsection (1) must be a model that received funding under this section in 2018-2019.
  - is allocated under this section, the department shall work with the center to provide a report to the senate and house appropriations subcommittees on school aid and the senate and house fiscal agencies regarding the number of districts that are not public school academies that opted in to student teacher linkages in their use of the model value-added growth and projection analytics system under this section. The report under this subsection must also include verification that the value-added reporting platform continued hosting and delivery of historical reporting and specify any additional research and analysis offered to the department.make data publicly available on an external website that provides student growth metrics provided by the value-added reporting platform at the district and school level by grade and subject.

1	Sec. 97. <del>(1) For 2021-2022, from the state school aid fund</del>
2	money appropriated under section 11, there is allocated an amount
3	not to exceed \$7,500,000.00 and from the general fund money
4	appropriated under section 11, there is allocated an amount not to
5	exceed \$2,500,000.00 for competitive grants to public schools,
6	nonpublic schools, districts, and intermediate districts to
7	purchase technology equipment, upgrade hardening measures, or
8	conduct school building safety assessments to improve the safety
9	and security of school buildings, pupils or students, and school
10	staff with the goal of creating a safer school environment through
11	equipment and technology enhancements. The department of state
12	police, grants and community services division, shall administer
13	the grant program described in this subsection. All grants under
14	this subsection must be funded on a reimbursement-only basis.
15	Grants under this subsection must not exceed \$50,000.00 for each
16	public school or nonpublic school and \$250,000.00 for each district
17	or intermediate district.
18	(2) All of the following apply to the application process for
19	funding under subsection (1):
20	(a) To receive funding under subsection (1), a public school,
21	nonpublic school, district, or intermediate district shall submit
22	an application for funding under subsection (1) directly to the
23	department of state police, grants and community services division.
24	(b) An application from a district or intermediate district
25	under this subsection must be for 1 or more buildings that have
26	some or all of pre-K to grade 12 classrooms and pupils.
27	(c) An applicant may submit only 1 application.
28	(d) An individual public school may submit its own application
29	but must not also be included in its district's application if the

1	district submits an application under this subsection.
2	(e) The department of state police shall award grants to
3	applicants based on eligibility, the project description, and
4	whether the project reflects the highest security need of the
5	applicant within grant funding constraints, the budget narrative,
6	the budget, project goals, objectives, and performance measures.
7	(f) The department of state police shall give priority to all
8	of the following applicants:
9	$\overline{(i)}$ Applicants seeking funding for projects that involve
10	multiple agencies working in partnership.
11	$rac{(ii)}{}$ Applicants seeking funding for proposals that seek to
12	secure exterior access points of school buildings.
13	(iii) Applicants that did not receive a school safety grant in
14	the past.
15	(iv) Applicants that did not receive a grant under section 100
16	of article XX of 2018 PA 207 or under section 115 of 2018 PA 618.
17	(g) To be awarded a grant, an applicant must demonstrate proof
18	that the public school, nonpublic school, district, or intermediate
19	district has an emergency operation plan that was updated after
20	August 1, 2017 to align with the state emergency operations plan
21	guidance and statewide school safety information policy developed
22	under section 1308 of the revised school code, MCL 380.1308.
23	(h) The department of state police shall issue grant guidance
24	and application materials, including required performance measures,
25	not later than February 1, 2022.
26	(3) The department of state police shall not award funding
27	under subsection (1) to a public school, nonpublic school,
28	district, or intermediate district in relation to the same school

building more than once. If a district submits an application under

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subsection (2) relating to a school building and a public school
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    within that district also submits an application for funding in
    relation to that same school building, the department of state
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    police shall not allocate funding under subsection (1) twice for
 4
    that school building. If a public school, nonpublic school,
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 6
    district, or intermediate district submits more than 1 application,
 7
    the department of state police shall first consider the most recent
 8
    application submitted in considering funding under subsection (1).
 9
          (4) Eligible expenses for reimbursement under subsection (1)
10
    must be consistent with the recommendations of the school safety
11
    task force created by Executive Order No. 2018-5. The department of
12
    state police shall list the eligible expenses in the grant guidance
    and application materials described under subsection (2). The
13
14
    following items are not eligible expenses for which grant funds
15
    under subsection (1) may be applied:
16
         (a) Weapons, including tasers.
17
          (b) Personal body armor for routine use.
         (c) Construction of new facilities.
18
19
         (d) Costs in applying for the grant, such as consultants and
20
    grant writers.
21
          (e) Expenses incurred before the date of the award or after
    the end of the performance period of the grant award.
22
23
         (f) Personnel costs or operation costs related to a capital
24
    improvement.
25
          (g) Indirect costs or indirect administrative expenses.
26
         (h) Travel.
27
         (i) Contributions or donations.
          (i) Management or administrative training and conferences,
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    except as otherwise preapproved by the department of state police.
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1	(k) Management studies or research and development.
2	hinspace(l) Memberships and dues, except for a specific requirement of
3	the project that has been preapproved by the department of state
4	<del>police.</del>
5	(m) Vehicles, watercraft, or aircraft, including unmanned or
6	remotely piloted aircraft and vehicles.
7	(n) Service contracts and training beyond the performance
8	period of the grant award.
9	(o) Food, refreshments, and snacks.
10	(5) A grantee under section 1001 of article XX of 2018 PA 207
11	that is a public school, nonpublic school, district, or
12	intermediate district or a grantee under section 115 of 2018 PA 618
13	that is a public school, nonpublic school, district, or
14	intermediate district is not prohibited from applying for, and
15	receiving, a grant award under this section.
16	(6) The department of state police shall begin issuing awards
17	for grants under subsection (1) not later than May 1, 2022. A
18	project that is awarded a grant under this section must be
19	completed by July 1, 2023.
20	(7) The department of state police shall report on grant
21	activities under this section, including available performance
22	outcomes as identified in individual grant agreements, to the
23	senate and house appropriations subcommittees on state police, the
24	senate and house fiscal agencies, and the state budget office by
25	August 1, 2023.
26	(8) The funds allocated for school safety grants under this
27	section for 2021-2022 are a work project appropriation, and any
28	unexpended funds for 2021-2022 do not lapse to the state school aid

fund or general fund and are carried forward into 2022-2023. The

- purpose of the work project is to continue promoting safer school
  environments. The estimated completion date of the work project is
- 3 July 1, 2023.

27

- 4 (1) (9) The department of state police shall ensure that a
- 5 grant to a nonpublic school under this section is funded from the
- 6 general fund money allocated under this section. From the state
- 7 school aid fund money appropriated in section 11, there is
- 8 allocated \$150,000,000.00 for 2022-2023 only, and from the general
- 9 fund money appropriated in section 11, there is allocated
- 10 \$18,000,000.00 for 2022-2023 only, to provide payments to districts
- 11 and nonpublic schools for activities to improve student safety.
- 12 Allowable expenditures of funds allocated under this section
- 13 include, but are not limited to, the following:
- 14 (a) Coordination with local law enforcement.
  - (b) Training for school staff on threat assessment.
- (c) Training for school staff and students on threat response.
- 17 (d) Training for school staff on crisis communication.
- 18 (e) Safety infrastructure, including, but not limited to,
- 19 cameras, door blocks, hardened vestibules, window screening, and
- 20 technology necessary to operate buzzer systems. This may also
- 21 include firearm detection software that integrates to existing
- 22 security cameras to detect and alert school personnel and first
- 23 responders to visible firearms on school property. The software
- 24 described in the immediately preceding sentence must be organically
- 25 developed and proprietary to the company it is purchased from and
- 26 should not include any third-party or open-source data.
  - (f) Age-appropriate training for students and families on
- 28 responsible gun ownership.
  - (g) Providing professional development to school resource

- officers that includes training on the best practices for serving in a school setting.
- 3 (h) Any other school safety service or product necessary to4 improve or maintain security in buildings.
- 5 (2) From the state school aid fund money allocated in 6 subsection (1), the department shall make payments to districts in 7 an equal amount per pupil based on the total number of pupils in 8 membership in each district. From the general fund money allocated 9 in subsection (1), the department shall make payments to nonpublic 10 schools in an equal amount per pupil, using pupil counts determined 11 by the department. The department shall ensure that the amount per 12 pupil paid to nonpublic schools does not exceed the amount per 13 pupil paid to districts.
  - (3) If funding remains after the distribution of funds described in subsection (2), the department may provide additional per-pupil allocations to allocate remaining funding, using for those calculations the same requirements described in subsection (2).
  - (4) To receive funding under this section, districts and nonpublic schools must apply for the funding in a form and manner prescribed by the department. As part of the application process described in this subsection, districts and nonpublic schools must document how they will use community input to guide the expenditure of these funds and must commit to hosting at least 1 community conversation about school safety and student mental health.
- 26 (5) Notwithstanding section 17b, the department shall make 27 payments under this section on a schedule determined by the 28 department.
- 29 Sec. 97a. From the general fund money appropriated in section



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- 1 11, there is allocated an amount not to exceed \$1,947,000.00 for
- 2 2021-2022 2022-2023 only for Michigan Virtual University to support
- 3 Navigate 360.
- 4 Sec. 97b. (1) From the state school aid fund money
- 5 appropriated in section 11, there is allocated for 2022-2023 an
- 6 amount not to exceed \$25,000,000.00 to public schools, districts,
- 7 and intermediate districts as prescribed in this section.
- 8 (2) To receive funding under this section, a public school,
- 9 district, or intermediate district must apply for the funding to
- 10 the department of state police, grants and community services
- 11 division, in a form and manner prescribed by the department of
- 12 state police, and must pledge, in its application, that it will
- 13 provide 50% matching funds for the funds it receives under this
- 14 section.
- 15 (3) The department of state police shall not award funding
- 16 under subsection (1) to a public school, district, or intermediate
- 17 district in relation to the same school building more than once in
- 18 a single grant application period. If a district submits an
- 19 application under subsection (2) relating to a school building and
- 20 a public school within that district also submits an application
- 21 for funding in relation to that same school building, the
- 22 department of state police shall not allocate funding under
- 23 subsection (1) twice for that school building. If a public school,
- 24 district, or intermediate district submits more than 1 application,
- 25 the department of state police shall first consider the most recent
- 26 application submitted in considering funding under subsection (1).
- 27 (4) A public school, district, or intermediate district that
- 28 receives funding under this section shall use the funding only to
- 29 ensure that it has at least 1 school resource officer at its

- 1 school, district, or intermediate district to do 1 or more of the
- 2 following in his or her service at the school, district, or
- 3 intermediate district:
- 4 (a) Assist school administration in ensuring the physical
- 5 safety of school buildings of the school, district, or intermediate
- 6 district and the individuals inside the school buildings.
- 7 (b) Work with school administration to develop safety
- 8 procedures for potential threats in school buildings of the school,
- 9 district, or intermediate district.
- 10 (c) Welcome, counsel, and mentor students.
- (d) Educate students about law-related topics, as appropriate.
- 12 (e) De-escalate aggression that occurs between students or
- 13 between students and school, district, or intermediate district
- 14 staff.
- 15 (f) Mentor students as advisors and role models.
- 16 (5) Funds allocated under this section for 2022-2023 are a
- 17 work project appropriation, and any unexpended funds for 2022-2023
- 18 are carried forward into 2023-2024. The purpose of the work project
- 19 is to continue providing funding to support public schools,
- 20 districts, and intermediate districts in having school resource
- 21 officers at schools, districts, or intermediate districts. The
- 22 estimated completion date of the work project is September 30,
- 23 2027.
- 24 (6) Notwithstanding section 17b, the department shall make
- 25 payments under this section on a schedule determined by the
- 26 department.
- 27 (7) As used in this section, "public school" means that term
- 28 as defined in section 5 of the revised school code, MCL 380.5.
- 29 Sec. 97e. (1) From the general fund money appropriated in

- section 11, there is allocated for 2022-2023 only an amount not to exceed \$2,000,000.00 for the commission.
- 3 (2) The school safety and mental health commission is created 4 within the department.
- 5 (3) The commission must consist of all of the following 6 members who must be appointed by the governor as follows:
- 7 (a) One member from a list of 3 or more names submitted by the 8 minority leader of the house of representatives who has experience 9 in school mental health.
- 10 (b) One member from a list of 3 or more names submitted by the 11 speaker of the house of representatives who has a background in law 12 enforcement.
- 13 (c) One member from a list of 3 or more names submitted by the 14 speaker of the house of representatives who is a parent.
- 15 (d) One member from a list of 3 or more names submitted by the 16 senate minority leader who is a school psychologist or 17 psychiatrist.
- 18 (e) One member from a list of 3 or more names submitted by the 19 senate majority leader who is a prosecutor.
- 20 (f) One member from a list of 3 or more names submitted by the 21 senate majority leader who is a teacher.
  - (q) One member who has a background in school administration.
- 23 (h) One member who has experience in school-threat 24 assessments.
- 25 (i) One member who has experience in the provision of 26 inpatient treatment to children under age 18.
- 27 (4) The director of the department of health and human 28 services or the director's designee may be a member of the 29 commission. In addition, the following department heads or their



- 1 designees that are from within their respective departments or
- 2 agencies may be nonvoting, ex officio members of the commission:
- 3 (a) The director of the department of state police.
  - (b) The superintendent of public instruction.
- 5 (5) The governor shall appoint 5 of the first members to 2-
- 6 year terms and 4 of the first members to 4-year terms. After the
- 7 first appointments, the term of a member of the commission is 4
- 8 years or until a successor is appointed under subsection (3),
- 9 whichever is later.

- 10 (6) If a vacancy occurs on the commission, an individual must
- 11 be appointed in the same manner as prescribed under subsection (3)
- 12 to fill the vacancy for the balance of the term.
- 13 (7) The governor may remove a member of the commission for
- 14 incompetence, dereliction of duty, malfeasance, or nonfeasance in
- 15 office, or any other good cause.
- 16 (8) The commission shall meet at least monthly.
- 17 (9) A majority of the members of the commission constitutes a
- 18 quorum for transacting business. A vote of the majority of the
- 19 members of the commission serving is required for any action of the
- 20 commission.
- 21 (10) The commission shall conduct its business in compliance
- 22 with the open meetings act, 1976 PA 267, MCL 15.261 to 15.275.
- 23 (11) A writing that is prepared, owned, used, possessed, or
- 24 retained by the commission in performing an official function is
- 25 subject to the freedom of information act, 1976 PA 442, MCL 15.231
- 26 to 15.246.
- 27 (12) A member of the commission is not entitled to
- 28 compensation for service on the commission, but the commission may
- 29 reimburse a member for actual and necessary expenses incurred in

- 1 serving.
- 2 (13) The commission shall do all of the following:
- 3 (a) Collaborate to provide recommendations to reduce youth
- 4 suicides and strengthen the mental health of school-aged children,
- 5 adolescents, and their families through a comprehensive, statewide
- 6 approach.
- 7 (b) Seek input from educational professionals, mental health
- 8 professionals, and organizations from across this state to suggest
- 9 approaches to identify and support students at risk of behavioral
- 10 health issues.
- 11 (c) Collaborate with the Michigan suicide prevention
- 12 commission on recommendations regarding youth suicide.
- 13 (d) Create and maintain an online community through which best
- 14 practices and resources can be shared, host professional trainings,
- 15 and engage in public awareness efforts regarding mental health
- 16 issues and resources.
- 17 (e) Review possible uses of and make recommendations for the
- 18 use of funds received by districts and nonpublic schools under
- 19 section 97.
- 20 (f) Convey recommendations to the department of licensing and
- 21 regulatory affairs and the bureau of construction codes within the
- 22 department of licensing and regulatory affairs concerning building
- 23 construction that is consistent with school safety needs.
- 24 (14) The commission may hire an executive director and staff.
- 25 (15) As used in this section, "commission" means the school
- 26 safety and mental health commission created in subsection (2).
- Sec. 97f. (1) From the state school aid fund money
- 28 appropriated in section 11, there is allocated for 2022-2023 only
- 29 an amount not to exceed \$15,000,000.00 for a pilot program

- 1 implementing a cross-system intervention approach for identifying
- 2 and supporting middle and high school students that are determined
- 3 to be at risk for violence through a psychiatric or psychological
- 4 assessment.
- 5 (2) Funding allocated in this section must be awarded to a
- 6 public research institution within a public university in this
- 7 state and must be used for the pilot program described in this
- 8 section.
- 9 (3) The pilot program must be a collaboration between a public
- 10 research institution and a national law enforcement foundation and
- 11 must include all the following:
- 12 (a) The use of case management, intensive mentoring, and
- 13 technical assistance to reduce the threat of violence in school
- 14 communities in this state and to provide early interventions for
- 15 participating youth.
- 16 (b) Implementation in at least 5 communities from regions
- 17 across this state.
- 18 (c) A third-party evaluation to assess outcomes and inform
- 19 potential statewide implementation.
- 20 (d) The provision of research-informed training and technical
- 21 assistance to law enforcement, schools, and community organizations
- 22 to avert school violence and support young people in this state.
- 23 (4) The funds allocated under this section for 2022-2023 are a
- 24 work project appropriation, and any unexpended funds for 2022-2023
- 25 are carried forward into 2023-2024. The purpose of the work project
- 26 is to increase school safety by identifying and supporting middle
- 27 and high school students that are determined to be at risk for
- 28 violence as described in this section. The estimated completion
- 29 date of the work project is September 30, 2027.

- 1 (5) Notwithstanding section 17b, the department shall make 2 payments under this section on a schedule determined by the 3 department.
- 4 Sec. 98. (1) From the general fund money appropriated in
- 5 section 11, there is allocated an amount not to exceed
- 6 \$7,500,000.00 \$8,000,000.00 for 2021-2022-2022-2023 for the
- 7 purposes described in this section. It is the intent of the
- 8 legislature that, for 2023-2024, the allocation from the general
- 9 fund money appropriated in section 11 for purposes described in
- 10 this section will be \$7,500,000.00. The Michigan Virtual University
- 11 shall provide a report to the legislature not later than November 1
- 12 of each year fiscal year for which funding is allocated under this
- 13 section that includes its mission, its plans, and proposed
- 14 benchmarks it must meet, including a plan to achieve the
- 15 organizational priorities identified in this section, in order to
- 16 receive full funding for 2022-2023. the next fiscal year for which
- 17 funding is allocated under this section. Not later than March 1 of
- 18 each year, fiscal year for which funding is allocated under this
- 19 section, the Michigan Virtual University shall provide an update to
- 20 the house and senate appropriations subcommittees on school aid to
- 21 show the progress being made to meet the benchmarks identified.
- 22 (2) The Michigan Virtual University shall operate the Michigan
- 23 Virtual Learning Research Institute. The Michigan Virtual Learning
- 24 Research Institute shall do all of the following:
- 25 (a) Support and accelerate innovation in education through the
- 26 following activities:
- 27 (i) Test, evaluate, and recommend as appropriate new
- 28 technology-based instructional tools and resources.
- 29 (ii) Research, design, and recommend virtual education delivery

- 1 models for use by pupils and teachers that include age-appropriate
  2 multimedia instructional content.
- 3 (iii) Research, develop, and recommend annually to the
  4 department criteria by which cyber schools and virtual course
  5 providers should be monitored and evaluated to ensure a quality
  6 education for their pupils.
- 7 (iv) Based on pupil completion and performance data reported to 8 the department or the center from cyber schools and other virtual 9 course providers operating in this state, analyze the effectiveness 10 of virtual learning delivery models in preparing pupils to be 11 college- and career-ready and publish a report that highlights 12 enrollment totals, completion rates, and the overall impact on 13 pupils. The Michigan Virtual Learning Research Institute shall 14 submit the report to the house and senate appropriations 15 subcommittees on school aid, the state budget director, the house 16 and senate fiscal agencies, the department, districts, and 17 intermediate districts not later than March 31 of each year.fiscal 18 year for which funding is allocated under this section.
  - (v) Provide an extensive professional development program to at least 30,000 educational personnel, including teachers, school administrators, and school board members, that focuses on the effective integration of virtual learning into curricula and instruction. The Michigan Virtual Learning Research Institute is encouraged to work with the MiSTEM council described in section 99s to coordinate professional development of teachers in applicable fields. In addition, the Michigan Virtual Learning Research Institute and external stakeholders are encouraged to coordinate with the department for professional development in this state. Not later than December 1 of each year, fiscal year for which funding

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- 1 is allocated under this section, the Michigan Virtual Learning
- 2 Research Institute shall submit a report to the house and senate
- 3 appropriations subcommittees on school aid, the state budget
- 4 director, the house and senate fiscal agencies, and the department
- 5 on the number of teachers, school administrators, and school board
- 6 members who have received professional development services from
- 7 the Michigan Virtual University. The report must also identify
- 8 include both of the following:
- 9 (A) The identification of barriers and other opportunities to 10 encourage the adoption of virtual learning in the public education 11 system.
- 12 (B) A link to, and explanation of, the Michigan Virtual
  13 University's online course standards for professional development
  14 programming. The standards described in this sub-subparagraph must
  15 inform learners how to file a complaint about course content and
  16 detail the steps that will be taken for the review and resolution
- of complaints.
- (vi) Identify and share best practices for planning,
  implementing, and evaluating virtual and blended education delivery
  models with intermediate districts, districts, and public school
  academies to accelerate the adoption of innovative education
  delivery models statewide.
- (i) Develop and report policy recommendations to the governor
  and the legislature that accelerate the expansion of effective
  virtual learning in this state's schools.
- 28 (ii) Provide a clearinghouse for research reports, academic29 studies, evaluations, and other information related to virtual



- 1 learning.
- 2 (iii) Promote and distribute the most current instructional3 design standards and guidelines for virtual teaching.
- 4 (iv) In collaboration with the department and interested
  5 colleges and universities in this state, support implementation and
  6 improvements related to effective virtual learning instruction.
- 7 (v) Pursue public/private partnerships that include districts
  8 to study and implement competency-based technology-rich virtual
  9 learning models.
- (vi) Create a statewide network of school-based mentors serving as liaisons between pupils, virtual instructors, parents, and school staff, as provided by the department or the center, and provide mentors with research-based training and technical assistance designed to help more pupils be successful virtual learners.
- (vii) Convene focus groups and conduct annual surveys of
   teachers, administrators, pupils, parents, and others to identify
   barriers and opportunities related to virtual learning.
  - (viii) Produce an annual consumer awareness report for schools and parents about effective virtual education providers and education delivery models, performance data, cost structures, and research trends.
    - (ix) Provide an internet-based platform that educators can use to create student-centric learning tools and resources for sharing in the state's open educational resource repository and facilitate a user network that assists educators in using the content creation platform and state repository for open educational resources. As part of this initiative, the Michigan Virtual University shall work collaboratively with districts and intermediate districts to

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- 1 establish a plan to make available virtual resources that align to
- 2 Michigan's K-12 curriculum standards for use by students,
- 3 educators, and parents.
- 4 (x) Create and maintain a public statewide catalog of virtual
- 5 learning courses being offered by all public schools and community
- 6 colleges in this state. The Michigan Virtual Learning Research
- 7 Institute shall identify and develop a list of nationally
- 8 recognized best practices for virtual learning and use this list to
- 9 support reviews of virtual course vendors, courses, and
- 10 instructional practices. The Michigan Virtual Learning Research
- 11 Institute shall also provide a mechanism for intermediate districts
- 12 to use the identified best practices to review content offered by
- 13 constituent districts. The Michigan Virtual Learning Research
- 14 Institute shall review the virtual course offerings of the Michigan
- 15 Virtual University, and make the results from these reviews
- 16 available to the public as part of the statewide catalog. The
- 17 Michigan Virtual Learning Research Institute shall ensure that the
- 18 statewide catalog is made available to the public on the Michigan
- 19 Virtual University website and shall allow the ability to link it
- 20 to each district's website as provided for in section 21f. The
- 21 statewide catalog must also contain all of the following:
- (A) The number of enrollments in each virtual course in the
- 23 immediately preceding school year.
- 24 (B) The number of enrollments that earned 60% or more of the
- 25 total course points for each virtual course in the immediately
- 26 preceding school year.
- (C) The pass rate for each virtual course.
- 28 (xi) Support registration, payment services, and transcript
- 29 functionality for the statewide catalog and train key stakeholders



- 1 on how to use new features.
- 2 (xii) Collaborate with key stakeholders to examine district
- 3 level accountability and teacher effectiveness issues related to
- 4 virtual learning under section 21f and make findings and
- 5 recommendations publicly available.
- 6 (xiii) Provide a report on the activities of the Michigan
- 7 Virtual Learning Research Institute.
- 8 (3) To further enhance its expertise and leadership in virtual
- 9 learning, the Michigan Virtual University shall continue to operate
- 10 the Michigan Virtual School as a statewide laboratory and quality
- 11 model of instruction by implementing virtual and blended learning
- 12 solutions for Michigan schools in accordance with the following
- 13 parameters:
- 14 (a) The Michigan Virtual School must maintain its
- 15 accreditation status from recognized national and international
- 16 accrediting entities.
- 17 (b) The Michigan Virtual University shall use no more than
- 18 \$1,000,000.00 of the amount allocated under this section to
- 19 subsidize the cost paid by districts for virtual courses.
- (c) In providing educators responsible for the teaching of
- 21 virtual courses as provided for in this section, the Michigan
- 22 Virtual School shall follow the requirements to request and assess,
- 23 and the department of state police shall provide, a criminal
- 24 history check and criminal records check under sections 1230 and
- 25 1230a of the revised school code, MCL 380.1230 and 380.1230a, in
- 26 the same manner as if the Michigan Virtual School were a school
- 27 district under those sections.
- 28 (4) From the funds allocated under subsection (1), the
- 29 Michigan Virtual University shall allocate up to \$500,000.00 to

- 1 support the expansion of new online and blended educator
- 2 professional development programs.
- **3** (5) If the course offerings are included in the statewide
- 4 catalog of virtual courses under subsection (2)(b)(x), the Michigan
- 5 Virtual School operated by the Michigan Virtual University may
- 6 offer virtual course offerings, including, but not limited to, all
- 7 of the following:

- 8 (a) Information technology courses.
- 9 (b) College level equivalent courses, as that term is defined 10 in section 1471 of the revised school code, MCL 380.1471.
  - (c) Courses and dual enrollment opportunities.
- 12 (d) Programs and services for at-risk pupils.
- (e) High school equivalency test preparation courses foradjudicated youth.
  - (f) Special interest courses.
- 16 (g) Professional development programs for teachers, school17 administrators, other school employees, and school board members.
- 18 (6) If a home-schooled or nonpublic school student is a
  19 resident of a district that subscribes to services provided by the
  20 Michigan Virtual School, the student may use the services provided
  21 by the Michigan Virtual School to the district without charge to
  22 the student beyond what is charged to a district pupil using the
- 23 same services.
- 24 (7) Not later than December 1 of each fiscal year for which
- 25 funding is allocated under this section, the Michigan Virtual
- 26 University shall provide a report to the house and senate
- 27 appropriations subcommittees on school aid, the state budget
- 28 director, the house and senate fiscal agencies, and the department
- 29 that includes at least all of the following information related to

- 1 the Michigan Virtual School for the preceding state fiscal year:
- 2 (a) A list of the districts served by the Michigan Virtual3 School.
  - (b) A list of virtual course titles available to districts.
- 5 (c) The total number of virtual course enrollments and6 information on registrations and completions by course.
  - (d) The overall course completion rate percentage.
- 8 (8) In addition to the information listed in subsection (7),
  9 the report under subsection (7) must also include a plan to serve
  10 at least 600 schools with courses from the Michigan Virtual School
  11 or with content available through the internet-based platform
  12 identified in subsection (2) (b) (ix).
  - (9) The governor may appoint an advisory group for the Michigan Virtual Learning Research Institute established under subsection (2). The members of the advisory group serve at the pleasure of the governor and without compensation. The purpose of the advisory group is to make recommendations to the governor, the legislature, and the president and board of the Michigan Virtual University that will accelerate innovation in this state's education system in a manner that will prepare elementary and secondary students to be career and college ready and that will promote the goal of increasing the percentage of residents of this state with high-quality degrees and credentials to at least 60% by 2025.
    - (10) Not later than November 1 of each year, fiscal year for which funding is allocated under this section, the Michigan Virtual University shall submit to the house and senate appropriations subcommittees on school aid, the state budget director, and the house and senate fiscal agencies a detailed budget for that fiscal



- 1 year that includes a breakdown on its projected costs to deliver
- 2 virtual educational services to districts and a summary of the
- 3 anticipated fees to be paid by districts for those services. Not
- 4 later than March 1 each year, fiscal year for which funding is
- 5 allocated under this section, the Michigan Virtual University shall
- 6 submit to the house and senate appropriations subcommittees on
- 7 school aid, the state budget director, and the house and senate
- 8 fiscal agencies a breakdown on its actual costs to deliver virtual
- 9 educational services to districts and a summary of the actual fees
- 10 paid by districts for those services based on audited financial
- 11 statements for the immediately preceding fiscal year.
- 12 (11) As used in this section:
- 13 (a) "Blended learning" means a hybrid instructional delivery
- 14 model where pupils are provided content, instruction, and
- 15 assessment, in part at a supervised educational facility away from
- 16 home where the pupil and a teacher with a valid Michigan teaching
- 17 certificate are in the same physical location and in part through
- 18 internet-connected learning environments with some degree of pupil
- 19 control over time, location, and pace of instruction.
- 20 (b) "Cyber school" means a full-time instructional program of
- 21 virtual courses for pupils that may or may not require attendance
- 22 at a physical school location.
- (c) "Virtual course" means a course of study that is capable
- 24 of generating a credit or a grade and that is provided in an
- 25 interactive learning environment in which the majority of the
- 26 curriculum is delivered using the internet and in which pupils are
- 27 separated from their instructor or teacher of record by time or
- 28 location, or both.
- 29 Sec. 98b. (1) In order to receive state aid under this article

- 1 for  $\frac{2021-2022}{2022-2023}$ , a district must do all of the following:
- 2 (a) By not later than the first meeting of the board that
- 3 occurs in February of <del>2022</del> the fiscal year referenced in subsection
- 4 (1) and by not later than the last day of the <del>2021-2022</del> school year
- 5 that falls within the fiscal year referenced in subsection (1), the
- 6 district superintendent or chief administrator of the district, as
- 7 applicable, shall present both of the following at a public meeting
- 8 of the board:
- 9 (i) Subject to state and federal privacy laws, the results from
- 10 benchmark assessments and local benchmark assessments, as
- 11 applicable, administered under section 104a.104h or 104i, as
- 12 applicable.
- 13 (ii) For each school operated by the district, each school's
- 14 progress toward meeting the educational goals described in
- 15 subdivision (d).
- 16 (b) The district shall ensure that the information presented
- 17 under subdivision (a) is disaggregated by grade level, by student
- 18 demographics, and by the mode of instruction received by the pupils
- 19 to which the information applies.
- 20 (c) The information presented under subdivision (a) must also
- 21 be compiled into a report that the district shall make available
- 22 through the transparency reporting link located on the district's
- 23 website.
- 24 (d) The district shall ensure that, by not later than
- 25 September 15 , 2021, of the fiscal year immediately preceding the
- 26 fiscal year referenced in subsection (1), each school building
- 27 leader of each school operated by the district, in conjunction with
- 28 all teachers and school administrators of the school, establishes
- 29 educational goals expected to be achieved for the <del>2021-2022</del> school

- 1 year that falls within the fiscal year referenced in subsection (1)
- 2 for the school. The goals described in this subdivision must
- 3 specify which educational goals are expected to be achieved by not
- 4 later than the middle of the school year and which goals are
- 5 expected to be achieved by not later than the last day of the  $\frac{2021}{}$
- 6 2022—school year. All the following apply to the educational goals
- 7 described in this subdivision:
- 8 (i) The goals must include increased pupil achievement or, if
- 9 growth can be validly and reliably measured using a benchmark
- 10 assessment or benchmark assessments or a local benchmark
- 11 assessment, growth on a benchmark assessment or benchmark
- 12 assessments or a local benchmark assessment described in
- 13 subparagraph (ii) in the aggregate and for all subgroups of pupils
- 14 broken down by grade level, student demographics, and mode of
- 15 instruction.
- 16 (ii) The goals must include an assurance that the district
- 17 shall select a benchmark assessment or benchmark assessments or a
- 18 local benchmark assessment that are aligned to state standards and
- 19 an assurance that the district shall administer the benchmark
- 20 assessment or benchmark assessments or local benchmark assessment
- 21 to all pupils as prescribed under section 104a-104h or 104i, as
- 22 applicable, to determine whether pupils are making meaningful
- 23 progress toward mastery of these standards.
- 24 (iii) The goals must be measurable through a benchmark
- 25 assessment or benchmark assessments or a local benchmark assessment
- 26 described in subparagraph (ii).
- 27 (iv) For districts that provided instruction under an approved
- 28 extended COVID-19 learning plan under section 98a, the goals must
- 29 correlate to the educational goals that were included in the



- 1 district's COVID-19 learning plan under section 98a for the 2020-2 2021 school year.
- 3 (e) In implementing a benchmark assessment system under 4 section 104a, 104h or 104i, as applicable, the district ensures 5 that it is in compliance with section 104a(1)(f).104h(1)(f) or 6 104i(1)(f), as applicable.
  - (2) The department shall create a statewide uniform template for districts to utilize in the development of educational goals under subsection (1)(d) and shall make this template available to all districts by not later than June 30 , 2022.of the fiscal year referenced in subsection (1).
  - referenced in subsection (1), subject to state and federal privacy laws, the superintendent of public instruction shall submit a report to the house and senate appropriations subcommittees on school aid and the house and senate standing committees on education that includes the results of benchmark assessments administered under section 104a-104h or 104i, as applicable, that the superintendent of public instruction has received from districts. All of the following apply to the data included in the report described in this subsection:
    - (a) It must be disaggregated by grade level, student demographics, and the modes of instruction received by pupils.
    - (b) It must be broken down so as to show a comparison of growth among pupils within a grade level, within certain student demographics, and based on the modes of instruction received by the pupils.
- (4) If requested to do so by the chairs of the house andsenate appropriations subcommittees on school aid and the chairs of

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- 1 the house and senate standing committees on education, the
- 2 superintendent of public instruction shall present his or her
- 3 report submitted under subsection (3) in person to the house and
- 4 senate appropriations subcommittees on school aid and the house and
- 5 senate standing committees on education.
- 6 Sec. 98c. (1) Subject to subsection (3), from the federal
- 7 funding appropriated in section 11 from funds awarded to this state
- 8 from the governor's emergency education relief (GEER) fund under
- 9 the coronavirus response and relief supplemental appropriations
- 10 act, 2021, division M of Public Law 116-260, there is allocated the
- 11 amount available, estimated at \$6,618,200.00 for 2021-2022 only,
- 12 and, from funds awarded to this state from the elementary and
- 13 secondary school emergency relief (ESSER) fund under the
- 14 coronavirus response and relief supplemental appropriations act,
- 15 2021, division M of Public Law 116-260, there is allocated the
- 16 amount available, estimated at \$45,437,800.00 for 2021-2022 only,
- 17 to provide per-pupil payments to eligible districts to address
- 18 learning loss.
- 19 (2) A district that meets all of the following is an eligible
- 20 district under this section:
- 21 (a) By not later than October 30, 2022, at a public meeting of
- 22 the board of the district, the board of the district ensures that a
- 23 presentation is provided to the board, to the parents and legal
- 24 guardians of pupils enrolled in the district, and to other members
- 25 of the community. The presentation must include a plan on how
- 26 funding received under this section will be used to address
- 27 learning loss.
- 28 (b) The board of the district posts the plan described in
- 29 subdivision (a) on the district's website.

- 1 (c) The board of the district posts any updates to the plan 2 described in subdivision (a), as applicable, on the district's 3 website.
  - (3) The amount of funding provided to each eligible district under this section must be an equal amount per pupil in membership.
  - (4) By not later than August 15, 2023, an eligible district that has received funding under this section shall provide a report to the chairs of the house and senate appropriations subcommittees on school aid, to the house and senate fiscal agencies, and to the state budget director indicating how funds received under this section were spent, detailing the amounts spent, the services provided with the funding, students reached with the funding, and any outcomes that measure how the funds that were used to address learning loss impacted student achievement.
  - (5) If funds received under this section were not used to address learning loss in accordance with an eligible district's plan as described in subsection (2)(a), including any updates to the plan, as applicable, as evidenced by findings in the report described in subsection (4), by not later than September 30, 2023, the eligible district shall remit to the department the amount of funds received under this section that were not used to address learning loss.
  - Sec. 99h. (1) From the state school aid fund money appropriated in section 11, there is allocated an amount not to exceed \$4,723,200.00 \$5,223,200.00 for 2021-2022-2022-2023 for competitive grants to districts and intermediate districts, and from the general fund money appropriated in section 11, there is allocated \$600,000.00 for 2021-2022-2022-2023 for competitive grants to nonpublic schools, that provide pupils in grades pre-K to

- 1 12 with expanded opportunities to improve mathematics, science, and
- 2 technology skills by participating in events-competitions hosted by
- 3 a science and technology development program known as FIRST (for
- 4 inspiration and recognition of science and technology) Robotics,
- 5 including JR FIRST Lego League, FIRST Lego League, FIRST Tech
- 6 challenge, and FIRST Robotics competition, or other competitive
- 7 robotics programs or equipment vendors, including VEX, Square One,
- 8 and those hosted by the Robotics Education and Competition (REC)
- 9 Foundation. It is the intent of the legislature that, for 2023-
- 10 2024, the allocation from the state school aid fund money
- 11 appropriated in section 11 for purposes described in this section
- 12 will be \$4,723,200.00. Programs funded under this section are
- 13 intended to increase the number of pupils demonstrating proficiency
- 14 in science and mathematics on the state assessments and to increase
- 15 the number of pupils who are college- and career-ready upon high
- 16 school graduation. Notwithstanding section 17b, the department
- 17 shall make grant payments to districts, nonpublic schools, and
- 18 intermediate districts under this section on a schedule determined
- 19 by the department. The department shall set maximum grant awards
- 20 for each different level of programming and competition in a manner
- 21 that both maximizes the number of teams that will be able to
- 22 receive funds and expands the geographical distribution of teams.
- 23 (2) The department shall do all of the following for purposes
- 24 of this section:
- 25 (a) Both of the following by not later than 60 days after the
- 26 K to 12 appropriations bill for the current fiscal year is enacted
- 27 into law or October 1 of the current fiscal year, whichever is
- 28 later:

(i) Open applications for funding under this section to all



- 1 districts, nonpublic schools, and intermediate districts.
- 2 (ii) Publish a list of approved programs and vendors for
- 3 purposes of this section in a manner that is accessible to all
- 4 applicants. To obtain approval under this subparagraph, a program
- 5 or vendor must do both of the following:
- 6 (A) Submit to the department registration information,
- 7 including any fees; pledge that it will post this information on
- 8 its website; and, by not later than January 1, 2023, and January 1
- 9 each year thereafter, submit this information to the department for
- 10 publication on the department's website.
- 11 (B) Pledge that it will not require a payment of any team
- 12 described in this section, including, but not limited to,
- 13 registration fees, if the team does not receive a grant under this
- 14 section.
- 15 (b) By not later than 30 days after applications are opened as
- 16 described in subdivision (a), close applications under this
- 17 section.
- 18 (c) By not later than 60 days after applications are closed as
- 19 described in subdivision (b), make all determinations concerning
- 20 funding under this section.
- 21 (d) By not later than July 1, 2023, and by not later than July
- 22 1 each year thereafter, publish a document listing the requirements
- 23 for becoming an approved program or vendor under subdivision (a).
- 24 (3) Except as otherwise provided under this subsection, if
- 25 funding under this section is insufficient to fulfill all funding
- 26 requests by qualified applicants under this section, the department
- 27 shall prorate the total funding allocated under this section
- 28 equally among all qualified applicants. However, for funding under
- 29 this section toward grants under subsection (5)(b), in its

- 1 proration under this subsection, the department shall ensure that
- 2 each district is paid in an amount equal to the percentage the
- 3 department would have paid the district in grant funding under
- 4 subsection (5)(b), but for proration under this subsection, with no
- 5 district receiving a grant under subsection (5)(b) in an amount
- 6 that is greater than the district's total accrued costs under
- 7 subsection (5)(b).
- 8 (4) (2)—A district, nonpublic school, or intermediate district
- 9 applying for a grant under this section shall must submit an
- 10 application in a form and manner prescribed by the department. To
- 11 be eligible for a grant, a district, nonpublic school, or
- 12 intermediate district must demonstrate in its application that the
- 13 district, nonpublic school, or intermediate district has
- 14 established a partnership for the purposes of the robotics program
- 15 with at least 1 sponsor, business entity, higher education
- 16 institution, or technical school, shall submit a spending plan, and
- 17 shall provide a local in-kind or cash match from other private or
- 18 local funds of at least 25% of the cost of the robotics program
- 19 award.
- 20 (5)  $\frac{(3)}{(3)}$  The department shall distribute the grant funding
- 21 under this section for the following purposes:
- 22 (a) Grants to districts, nonpublic schools, or intermediate
- 23 districts to pay for stipends not to exceed \$1,500.00 per building
- 24 for coaching.
- 25 (b) Grants to districts, nonpublic schools, or intermediate
- 26 districts for event registrations, materials, travel costs, and
- 27 other expenses associated with the preparation for and attendance
- 28 at robotics events and competitions.
- 29 (c) Grants to districts, nonpublic schools, or intermediate

- districts for awards to teams that advance to the next levels of
  competition as determined by the department. The department shall
  determine an equal amount per team for those teams that advance.
- 4 (6) (4)—The funds allocated under this section for 2021-2022
  5 2022-2023 are a work project appropriation, and any unexpended
  6 funds for 2021-2022-2022-2023 are carried forward into 2022-2023.
  7 2023-2024. The purpose of the work project is to continue support
  8 of FIRST Robotics and must not be used to support other robotics
  9 competitions. programs under this section. The estimated completion
  10 date of the work project is September 30, 2023-2024.
  - (7) (5) A nonpublic school that receives a grant under this section may use the funds for either robotics or Science Olympiad programs.
  - (8) (6)—To be eligible to receive funds under this section, a nonpublic school must be a nonpublic school registered with the department and must meet all applicable state reporting requirements for nonpublic schools.
  - (9) For purposes of this section, an approved program or vendor under this section that provides a program under this section shall not work with the department to set prices or policies for the program.
  - (10) As used in this section, "current fiscal year" means the fiscal year for which an allocation is made under this section.

Sec. 99i. From the general fund money appropriated in section 11, there is allocated for 2021-2022 2022-2023 only an amount not to exceed \$150,000.00 \$500,000.00 to support the Michigan council of women in technology foundation. The funds awarded under this section must be used to support the girls-exploring-together-information-technology clubs for middle and high school girls that

provide structured hands-on learning activities through a 1 2 comprehensive technology-focused curriculum. 3 Sec. 99s. (1) From the funds state school aid fund money appropriated under section 11, there is allocated for  $\frac{2021-2022}{1}$ 4 5 2022-2023 an amount not to exceed \$7,634,300.00 from the state 6 school aid fund appropriation and an amount not to exceed 7 \$300,000.00 from the general fund appropriation for Michigan 8 science, technology, engineering, and mathematics (MiSTEM) 9 programs. In addition, from the federal funds appropriated in 10 section 11, there is allocated to the department for 2021-2022 an amount estimated at \$235,000.00 from DED-OESE, title II, 11 12 mathematics and science partnership grants. The MiSTEM network may 13 receive funds from private sources. If the MiSTEM network receives 14 funds from private sources, the MiSTEM network shall expend those 15 funds in alignment with the statewide STEM strategy. Programs 16 funded under this section are intended to increase the number of 17 pupils demonstrating proficiency in science and mathematics on the 18 state assessments, to increase the number of pupils who are

college- and career-ready upon high school graduation, and to

Notwithstanding section 17b, the department shall make payments

under this section on a schedule determined by the department.

promote certificate and degree attainment in STEM fields.

(2) The MiSTEM council annually shall review and make recommendations to the governor, the legislature, and the department concerning changes to the statewide strategy adopted by the council for delivering STEM education-related opportunities to pupils. The MiSTEM council shall use funds received under this subsection to ensure that its members or their designees are trained in the Change the Equation STEMworks rating system program

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- 1 for the purpose of rating STEM programs.
- 2 (3) The MiSTEM council shall make specific funding
- 3 recommendations for the funds allocated under subsection (4) by
- 4 December 15 of each fiscal year. Each specific funding
- 5 recommendation must be for a program approved by the MiSTEM
- 6 council. All of the following apply:
- 7 (a) To be eligible for MiSTEM council approval as described in
- 8 this subsection, a program must satisfy all of the following:
- 9 (i) Align with this state's academic standards.
- 10 (ii) Have STEMworks certification.
- 11 (iii) Provide project-based experiential learning, student
- 12 programming, or educator professional learning experiences.
- (iv) Focus predominantly on classroom-based STEM experiences or
- 14 professional learning experiences.
- 15 (b) The MiSTEM council shall approve programs that represent
- 16 all network regions and include a diverse array of options for
- 17 students and educators and at least 1 program in each of the
- 18 following areas:
- **19** (*i*) Robotics.
- 20 (ii) Computer science or coding.
- 21 (iii) Engineering or bioscience.
- (c) The MiSTEM council is encouraged to work with the MiSTEM
- 23 network to develop locally and regionally developed programs and
- 24 professional learning experiences for the programs on the list of
- 25 approved programs.
- 26 (d) If the MiSTEM council is unable to make specific funding
- 27 recommendations by December 15 of a fiscal year, the department
- 28 shall award and distribute the funds allocated under subsection (4)
- 29 on a competitive grant basis that at least follows the statewide

- STEM strategy plan and rating system recommended by the MiSTEM
   council. Each grant must provide STEM education-related
   opportunities for pupils.
- 4 (e) The MiSTEM council shall work with the department of labor
  5 and economic opportunity to implement the statewide STEM strategy
  6 adopted by the MiSTEM council.
- 7 (4) Except as otherwise provided in this subsection, from From 8 the state school aid fund money allocated under subsection (1), 9 there is allocated for <del>2021-2022</del> **2022-2023** an amount not to exceed 10 \$3,050,000.00 for the purpose of funding programs under this 11 section for 2021-2022 2022-2023 as recommended by the MiSTEM 12 council. However, from the allocation under this subsection, the 13 MiSTEM council shall recommend and the department shall award 14 \$350,000.00 in grants to intermediate districts to implement 15 fabrication laboratories (Fab Labs). The MiSTEM council shall 16 recommend and the department shall only award 10 grants described 17 in the immediately preceding sentence in an amount not to exceed 18 \$35,000.00 each.
  - (5) From the state school aid fund money allocated under subsection (1), there is allocated an amount not to exceed \$3,834,300.00 for 2021-2022-2022-2023 to support the activities and programs of the MiSTEM network regions. In addition, from the federal funds allocated under subsection (1), there is allocated for 2021-2022 an amount estimated at \$235,000.00 from DED-OESE, title II, mathematics and science partnership grants, for the purposes of this subsection. From the money allocated under this subsection, the department shall award the fiscal agent for each MiSTEM network region \$200,000.00 for the base operations of each region. The department shall distribute the remaining funds to each

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- fiscal agent in an equal amount per pupil, based on the number of K
  to 12 pupils enrolled in districts within each region in the
  immediately preceding fiscal year.
  - (6) A MiSTEM network region shall do all of the following:
- (a) Collaborate with the career and educational advisory
  council that is located in the MiSTEM region to develop a regional
  strategic plan for STEM education that creates a robust regional
  STEM culture, that empowers STEM teachers, that integrates business
  and education into the STEM network, and that ensures high-quality
  STEM experiences for pupils. At a minimum, a regional STEM
  - (i) Identify regional employer need for STEM.

strategic plan should do all of the following:

- (ii) Identify processes for regional employers and educators to create guided pathways for STEM careers that include internships or externships, apprenticeships, and other experiential engagements for pupils.
- (iii) Identify educator professional learning opportunities, including internships or externships and apprenticeships, that integrate this state's science standards into high-quality STEM experiences that engage pupils.
  - (b) Facilitate regional STEM events such as educator and employer networking and STEM career fairs to raise STEM awareness.
  - (c) Contribute to the MiSTEM website and engage in other MiSTEM network functions to further the mission of STEM in this state in coordination with the MiSTEM council and the department of labor and economic opportunity.
- (d) Facilitate application and implementation of state and
  federal funds under this subsection and any other grants or funds
  for the MiSTEM network region.

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- (e) Work with districts to provide STEM programming and
   professional learning.
- 3 (f) Coordinate recurring discussions and work with the career
  4 and educational advisory council to ensure that feedback and best
  5 practices are being shared, including funding, program,
  6 professional learning opportunities, and regional strategic plans.
- 7 (7) From the state school aid fund money allocated under 8 subsection (1), the department shall distribute for 2021-2022 2022-9 2023 an amount not to exceed \$750,000.00, in a form and manner 10 determined by the department, to those network regions able to 11 further the statewide STEM strategy recommended by the MiSTEM council.
  - (8) In order to receive state or federal funds under subsection (5) or (7), or to receive funds from private sources as authorized under subsection (1), a grant recipient must allow access for the department or the department's designee to audit all records related to the program for which it receives those funds. The grant recipient shall reimburse the state for all disallowances found in the audit.
  - (9) In order to receive state funds under subsection (5) or (7), a grant recipient must provide at least a 10% local match from local public or private resources for the funds received under this subsection.
  - (10) Not later than July 1 of each year, fiscal year for which funding is allocated under this section, a MiSTEM network region that receives funds under subsection (5) shall report to the executive director of the MiSTEM network in a form and manner prescribed by the executive director on performance measures developed by the MiSTEM network regions and approved by the



executive director. The performance measures must be designed to
ensure that the activities of the MiSTEM network are improving
student academic outcomes.

- (11) Not more than 5% of a MiSTEM network region grant under subsection (5) or (7) may be retained by a fiscal agent for serving as the fiscal agent of a MiSTEM network region.
- (12) From the general fund money allocated under subsection (1), there is allocated an amount not to exceed \$300,000.00 to the department of labor and economic opportunity to support the staff for the MiSTEM network, and for administrative, training, and travel costs related to the MiSTEM council. The staff for the MiSTEM network shall do all of the following:
- (a) Serve as a liaison among and between the department, the department of labor and economic opportunity, the MiSTEM council, the governor's workforce development board, the MiSTEM regions, and any other relevant organization or entity in a manner that creates a robust statewide STEM culture, that empowers STEM teachers, that integrates business and education into the STEM network, and that ensures high-quality STEM experiences for pupils.
- (b) Coordinate the implementation of a marketing campaign, including, but not limited to, a website that includes dashboards of outcomes, to build STEM awareness and communicate STEM needs and opportunities to pupils, parents, educators, and the business community.
- (c) Work with the department and the MiSTEM council to coordinate, award, and monitor MiSTEM state and federal grants to the MiSTEM network regions and conduct reviews of grant recipients, including, but not limited to, pupil experience and feedback.
- 29 (d) Report to the governor, the legislature, the department,

1	and the Mi	STEM council	annually on	the activities	and performance
2	of the MiS	TEM network	<del>regions.</del>		

- - (f) Coordinate major grant application efforts with the MiSTEM council to assist regional staff with grant applications on a local level. The MiSTEM council shall leverage private and nonprofit relationships to coordinate and align private funds in addition to funds appropriated under this section.
  - (g) Train state and regional staff in the STEMworks rating system, in collaboration with the MiSTEM council and the department.
- 18 (12)  $\frac{(13)}{(13)}$  As used in this section:
- (a) "Career and educational advisory council" means an
  advisory council to the local workforce development boards located
  in a prosperity region consisting of educational, employer, labor,
  and parent representatives.
  - (b) "DED" means the United States Department of Education.
  - (c) "DED-OESE" means the DED Office of Elementary and Secondary Education.
- 26 (d) "MiSTEM Council" means the Michigan Science, Technology,
  27 Engineering, and Mathematics Education Advisory Council created as
  28 an advisory body within the department of labor and economic
  29 opportunity by Executive Reorganization Order No. 2019-3, MCL



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- **1** 125.1998.
- 2 (e) "STEM" means science, technology, engineering, and
- 3 mathematics delivered in an integrated fashion using cross-
- 4 disciplinary learning experiences that can include language arts,
- 5 performing and fine arts, and career and technical education.
- 6 Sec. 99t. (1) From the general fund appropriation under
- 7 section 11, there is allocated an amount not to exceed
- 8 \$2,000,000.00 \$3,000,000.00 for 2021-2022 2022-2023 only to
- 9 purchase statewide access to an online algebra tool that meets all
- 10 of the following:
- 11 (a) Provides students statewide with complete access to videos
- 12 aligned with state standards including study guides and workbooks
- 13 that are aligned with the videos.
- 14 (b) Provides students statewide with access to a personalized
- 15 online algebra learning tool including adaptive diagnostics.
- 16 (c) Provides students statewide with dynamic algebra practice
- 17 assessments that emulate the state assessment with immediate
- 18 feedback and help solving problems.
- 19 (d) Provides students statewide with online access to algebra
- 20 help 24 hours a day and 7 days a week from study experts, teachers,
- 21 and peers on a moderated social networking platform.
- 22 (e) Provides an online algebra professional development
- 23 network for teachers.
- 24 (f) Is already provided under a statewide contract in at least
- 25 1 other state that has a population of at least 18,000,000 but not
- 26 more than 19,000,000 according to the most recent decennial census
- 27 and is offered in that state in partnership with a public
- 28 university.
- 29 (2) The department shall purchase the online algebra tool that

- 1 was chosen under this section in 2016-2017.
- 2 (3) A grantee receiving funding under this section shall
- 3 comply with the requirements of section 19b.
- 4 Sec. 99u. (1) From the general fund money appropriated under
- 5 section 11, there is allocated for  $\frac{2021-2022}{2022-2023}$  only an
- 6 amount not to exceed \$6,000,000.00 to a provider that is a provider
- 7 of both of the following:
- 8 (a) An online mathematics tool that meets all of the
- 9 following:
- 10 (i) Provides students statewide with complete access to
- 11 mathematics support aligned with state standards through a program
- 12 that has all of the following elements:
- 13 (A) Student motivation.
- 14 (B) Valid and reliable assessments.
- (C) Personalized learning pathways.
- 16 (D) Highly qualified, live teachers available all day and all
- **17** year.
- 18 (E) Twenty-four-hour reporting.
- 19 (F) Content built for rigorous mathematics.
- 20 (ii) Has a record of improving student mathematics scores in at
- 21 least 5 other states.
- 22 (iii) Received funding under this section in 2017-2018.
- 23 (b) A program that provides explicit, targeted literacy
- 24 instruction within an individualized learning path that continually
- 25 adjusts to a pupil's needs. A program described in this subdivision
- 26 that is funded under this subsection must be funded through a grant
- 27 to a provider described in this subsection that also promotes
- 28 literacy through the teaching of critical language and literacy
- 29 concepts, such as reading and listening comprehension, basic

- vocabulary, academic language, grammar, phonological awareness,phonics, and fluency.
- 3 (2) A grantee that receives funding under this section shall4 comply with the requirements of section 19b.
- (3) Notwithstanding section 17b, the department shall make
  payments under this section by not later than December 1 , 2021.of
  each fiscal year for which funding is allocated under this section.

Sec. 99x. (1) From the general fund money federal funding appropriated under section 11, there is allocated for 2021-2022 2022-2023 only an amount not to exceed \$1,000,000.00 \$20,000,000.00from the federal funding awarded to this state from the coronavirus state fiscal recovery fund under the American rescue plan act of 2021, title IX, subtitle M of Public Law 117-2, for, subject to subsection (2), Teach for America to host a summer training institute in the city of Detroit, recruit teachers into a master teacher fellowship, and retain a committed alumni community. A program funded under this section must provide coaching and professional development, with the goal to produce highly effective teachers that move pupils beyond their growth benchmarks.lead and support teacher recruitment, training, development, and retention efforts for high-performing educators in at-risk schools in this state, which includes, but is not limited to, the operation of educator fellowship programs in at least 3 regions in this state, including rural regions; the provision of support to educator-led innovation in this state; and investment in a broad educator workforce campaign to recruit and retain high-performing educators

(2) Teach for America must have recruited or invested in the retention and development of 100 teachers in this state in

and educator candidates in this state.

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- 1 fulfilling the purposes under subsection (1) since December 15,
- 2 2021 to be eligible for the first \$10,000,000.00 of the funding
- 3 allocated under this section. Teach for America must have recruited
- 4 or invested in the retention and development of a total of 450
- 5 teachers in this state in fulfilling the purposes under subsection
- 6 (1) since December 15, 2021 to be eligible for the remaining
- 7 \$10,000,000.00 of the funding allocated under this section.
- 8 (3) Teach for America shall engage with an external evaluator
- 9 and produce semi-annual reports to the legislature that provide
- 10 information concerning the recruitment, development, and retention
- 11 of high-performing educators that can be scaled or shared with
- 12 other similar programs.
- 13 (4)  $\frac{(2)}{(2)}$  Notwithstanding section 17b, the department shall make
- 14 payments under this section by not later than December 1, 2021.on a
- 15 schedule determined by the department.
- 16 (5) The department shall not make payments under this section
- 17 on a reimbursement basis.
- 18 (6) The funds allocated under this section for 2022-2023 are a
- 19 work project appropriation, and any unexpended funds for 2022-2023
- 20 are carried forward into 2023-2024. The purpose of the work project
- 21 is to continue to provide support to Teach for America as
- 22 prescribed in this section. The estimated completion date of the
- 23 work project is December 31, 2026.
- 24 (7) The federal funding allocated under this section is
- 25 intended to respond to the COVID-19 public health emergency and its
- 26 negative impacts.
- Sec. 99aa. (1) From the state school aid fund money
- 28 appropriated in section 11, there is allocated an amount not to
- 29 exceed \$1,500,000.00 for <del>2021-2022-</del>2022-2023 only to 1 eligible



- 1 intermediate district to provide opportunities for high school
- 2 students with disabilities to train for, gain, and maintain
- 3 competitive employment.
- 4 (2) An intermediate district that has partnered with Project
- 5 SEARCH to provide the opportunities described in subsection (1) is
- 6 an eligible intermediate district under this section.
- 7 (3) The funds allocated under this section for  $\frac{2021-2022}{2022}$
- 8 2023 are a work project appropriation, and any unexpended funds for
- 9 <del>2021-2022</del> **2023-2024** are carried forward into <del>2022-2023.</del> **2023-2024.**
- 10 The purpose of the work project is to provide for the continuation
- 11 of opportunities for high school students with disabilities as
- 12 described in subsection (1). The estimated completion date of the
- work project is September 30, <del>2023.</del>**2024.**
- 14 Sec. 99cc. (1) From the state school aid fund money
- 15 appropriated in section 11, there is allocated for 2022-2023 only
- 16 an amount not to exceed \$253,000.00 for competitive grants to
- 17 eligible districts and eligible intermediate districts to provide
- 18 pupils in grades 9 to 12 with expanded opportunities through
- 19 programs for work-based learning that are hosted in partnership
- 20 with NAF. It is the intent of the legislature that the programs
- 21 described in this subsection increase the number of pupils who are
- 22 college- and career-ready after high school graduation.
- 23 (2) To receive grant funding under this section, a district or
- 24 intermediate district must apply for the grant in a form and manner
- 25 prescribed by the department.
- 26 (3) A district or intermediate district that meets all of the
- 27 following is an eligible district or eligible intermediate district
- 28 under this section:
  - (a) It has an established partnership with NAF.

- 1 (b) As part of its partnership described in subdivision (a),
  2 it implements an advisory board that includes at least 1 business
  3 entity.
- 4 (c) As part of its partnership described in subdivision (a),
  5 it implements an advisory board that includes an institution of
  6 higher education or a technical school.
- 7 (d) In its application described in subsection (2), it submits 8 a spending plan for its intended spending of funding under this 9 section.
- 10 (4) The department shall prioritize awarding grant funding
  11 under this section to eligible districts and eligible intermediate
  12 districts that demonstrate partnership with local businesses that
  13 target disciplines that have been identified as critical shortage
  14 disciplines by the superintendent of public instruction under
  15 section 61 of the public school employees retirement act of 1979,
  16 1980 PA 300, MCL 38.1361.
- 17 (5) The department shall award grant funding under this 18 section as follows:
- 19 (a) In an amount not to exceed \$12,000.00 to each eligible
  20 district or eligible intermediate district to be used for purposes
  21 of planning in carrying out the programs described in subsection
  22 (1).
  - (b) An amount not to exceed \$3,500.00 to each eligible district or eligible intermediate district to be used toward expenses related to the partnership described in subsection (3)(a).
- 26 (6) Notwithstanding section 17b, the department shall make 27 payments under this section on a schedule determined by the 28 department.
- 29 Sec. 99dd. (1) From the general fund money appropriated in



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- 1 section 11, there is allocated an amount not to exceed
- 2 \$2,000,000.00 for 2022-2023 only to a 501(c)(3) nonprofit
- 3 organization located in a city with a population greater than
- 4 600,000 in a county with a population greater than 1,700,000. Funds
- 5 under this section must be used by the recipient to expand the
- 6 recipient's mission of providing opportunities for students to
- 7 discover, explore, and appreciate science, technology, engineering,
- 8 and mathematics in a creative, dynamic learning environment.
- 9 (2) Notwithstanding section 17b, the department shall make 10 payments under this section on a schedule determined by the
- 11 department.
- 12 Sec. 99ee. (1) From the general fund money appropriated in
- 13 section 11, there is allocated an amount not to exceed
- 14 \$1,500,000.00 for 2022-2023 only for programming at a nonprofit
- 15 that teaches, mentors, and supports academically ambitious first-
- 16 generation Hispanic high school and college students in under-
- 17 resourced Hispanic communities in this state. A recipient of funds
- 18 under this section must have received state funds for this purpose
- 19 in the immediately preceding fiscal year.
- 20 (2) Notwithstanding section 17b, the department shall make
- 21 payments under this section on a schedule determined by the
- 22 department.
- Sec. 101. (1) To be eligible to receive state aid under this
- 24 article, not later than the fifth Wednesday after the pupil
- 25 membership count day and not later than the fifth Wednesday after
- 26 the supplemental count day, each district superintendent shall
- 27 submit and certify to the center and the intermediate
- 28 superintendent, in the form and manner prescribed by the center,
- 29 the number of pupils enrolled and in regular daily attendance,

as of the pupil membership count day and as of the supplemental count day, as applicable, for the current school year. In addition, a district maintaining school during the entire year shall submit and certify to the center and the intermediate superintendent, in the form and manner prescribed by the center, the number of pupils enrolled and in regular daily attendance in the district for the

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including identification of tuition-paying pupils, in the district

8 current school year pursuant to rules promulgated by the

9 superintendent. Not later than the sixth Wednesday after the pupil

10 membership count day and not later than the sixth Wednesday after

11 the supplemental count day, the district shall resolve any pupil

12 membership conflicts with another district, correct any data

13 issues, and recertify the data in a form and manner prescribed by

14 the center and file the certified data with the intermediate

15 superintendent. If a district fails to submit and certify the

16 attendance data, as required under this subsection, the center

17 shall notify the department and the department shall withhold state

18 aid due to be distributed under this article from the defaulting

19 district immediately, beginning with the next payment after the

20 failure and continuing with each payment until the district

21 complies with this subsection. If a district does not comply with

22 this subsection by the end of the fiscal year, the district

23 forfeits the amount withheld. A person who willfully falsifies a

figure or statement in the certified and sworn copy of enrollment

25 is subject to penalty as prescribed by section 161.

(2) To be eligible to receive state aid under this article, not later than the twenty-fourth Wednesday after the pupil membership count day and not later than the twenty-fourth Wednesday after the supplemental count day, an intermediate district shall

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- 1 submit to the center, in a form and manner prescribed by the
- 2 center, the audited enrollment and attendance data as described in
- 3 subsection (1) for the pupils of its constituent districts and of
- 4 the intermediate district. If an intermediate district fails to
- 5 submit the audited data as required under this subsection, the
- 6 department shall withhold state aid due to be distributed under
- 7 this article from the defaulting intermediate district immediately,
- 8 beginning with the next payment after the failure and continuing
- 9 with each payment until the intermediate district complies with
- 10 this subsection. If an intermediate district does not comply with
- 11 this subsection by the end of the fiscal year, the intermediate
- 12 district forfeits the amount withheld.
- (3) Except as otherwise provided in subsections (11) and (12)all of the following apply to the provision of pupil instruction:
- 17 instruction. If a collective bargaining agreement that provides a

complete school calendar was in effect for employees of a district

- 19 as of June 24, 2014, and if that school calendar is not in
- 20 compliance with this subdivision, then this subdivision does not
- 21 apply to that district until after the expiration of that
- 22 collective bargaining agreement. A district may apply for a waiver
- 23 under subsection (9) from the requirements of this subdivision.
- 24 (b) Except as otherwise provided in this article, a district
- 25 failing to comply with the required minimum hours and days of pupil
- 26 instruction under this subsection forfeits from its total state aid
- 27 allocation an amount determined by applying a ratio of the number
- 28 of hours or days the district was in noncompliance in relation to
- 29 the required minimum number of hours and days under this

1 subsection. Not later than the first business day in August, the

2 board of each district shall either certify to the department that

- 3 the district was in full compliance with this section regarding the
- 4 number of hours and days of pupil instruction in the previous
- 5 school year, or report to the department, in a form and manner
- 6 prescribed by the center, each instance of noncompliance. If the
- 7 district did not provide at least the required minimum number of
- 8 hours and days of pupil instruction under this subsection, the
- 9 department shall make the deduction of state aid in the following
- 10 fiscal year from the first payment of state school aid. A district
- 11 is not subject to forfeiture of funds under this subsection for a
- 12 fiscal year in which a forfeiture was already imposed under
- 13 subsection (6).
- 14 (c) Hours or days lost because of strikes or teachers'15 conferences are not counted as hours or days of pupil instruction.
- 16 (d) Except as otherwise provided in subdivisions (e) and (f),
- 17 if a district does not have at least 75% of the district's
- 18 membership in attendance on any day of pupil instruction, the
- 19 department shall pay the district state aid in that proportion of
- 20 1/180 that the actual percent of attendance bears to 75%.
- 21 (e) If a district adds 1 or more days of pupil instruction to
- 22 the end of its instructional calendar for a school year to comply
- 23 with subdivision (a) because the district otherwise would fail to
- 24 provide the required minimum number of days of pupil instruction
- 25 even after the operation of subsection (4) due to conditions not
- 26 within the control of school authorities, then subdivision (d) does
- 27 not apply for any day of pupil instruction that is added to the end
- 28 of the instructional calendar. Instead, for any of those days, if
- 29 the district does not have at least 60% of the district's

- 1 membership in attendance on that day, the department shall pay the
- 2 district state aid in that proportion of 1/180 that the actual
- 3 percentage of attendance bears to 60%. For any day of pupil
- 4 instruction added to the instructional calendar as described in
- 5 this subdivision, the district shall report to the department the
- 6 percentage of the district's membership that is in attendance, in
- 7 the form and manner prescribed by the department.
- 8 (f) At the request of a district that operates a department-
- 9 approved alternative education program and that does not provide
- 10 instruction for pupils in all of grades K to 12, the superintendent
- 11 shall grant a waiver from the requirements of subdivision (d). The
- 12 waiver must provide that an eligible district is subject to the
- 13 proration provisions of subdivision (d) only if the district does
- 14 not have at least 50% of the district's membership in attendance on
- 15 any day of pupil instruction. In order to be eligible for this
- 16 waiver, a district must maintain records to substantiate its
- 17 compliance with the following requirements:
- 18 (i) The district offers the minimum hours of pupil instruction
- 19 as required under this section.
- 20 (ii) For each enrolled pupil, the district uses appropriate
- 21 academic assessments to develop an individual education plan that
- 22 leads to a high school diploma.
- 23 (iii) The district tests each pupil to determine academic
- 24 progress at regular intervals and records the results of those
- 25 tests in that pupil's individual education plan.
- 26 (g) All of the following apply to a waiver granted under
- 27 subdivision (f):
- 28 (i) If the waiver is for a blended model of delivery, a waiver
- 29 that is granted for the 2011-2012 fiscal year or a subsequent

- 1 fiscal year remains in effect unless it is revoked by the
  2 superintendent.
- $\mathbf{3}$  (ii) If the waiver is for a 100% online model of delivery and
- 4 the educational program for which the waiver is granted makes
- 5 educational services available to pupils for a minimum of at least
- 6 1,098 hours during a school year and ensures that each pupil
- 7 participates in the educational program for at least 1,098 hours
- 8 during a school year, a waiver that is granted for the 2011-2012
- 9 fiscal year or a subsequent fiscal year remains in effect unless it
- 10 is revoked by the superintendent.
- 11 (iii) A waiver that is not a waiver described in subparagraph
- 12 (i) or (ii) is valid for 3 fiscal years, unless it is revoked by the
- 13 superintendent, and must be renewed at the end of the 3-year period
- 14 to remain in effect.
- 15 (h) The superintendent shall promulgate rules for the
- 16 implementation of this subsection.
- 17 (4) Except as otherwise provided in this subsection, the first
- 18 6 days or the equivalent number of hours for which pupil
- 19 instruction is not provided because of conditions not within the
- 20 control of school authorities, such as severe storms, fires,
- 21 epidemics, utility power unavailability, water or sewer failure, or
- 22 health conditions as defined by the city, county, or state health
- 23 authorities, are counted as hours and days of pupil instruction.
- 24 With the approval of the superintendent of public instruction, the
- 25 department shall count as hours and days of pupil instruction for a
- 26 fiscal year not more than 3 additional days or the equivalent
- 27 number of additional hours for which pupil instruction is not
- 28 provided in a district due to unusual and extenuating occurrences
- 29 resulting from conditions not within the control of school

- 1 authorities such as those conditions described in this subsection.
- 2 Subsequent such hours or days are not counted as hours or days of
- 3 pupil instruction.
- **4** (5) A district does not forfeit part of its state aid
- 5 appropriation because it adopts or has in existence an alternative
- 6 scheduling program for pupils in kindergarten if the program
- 7 provides at least the number of hours required under subsection (3)
- 8 for a full-time equated membership for a pupil in kindergarten as
- 9 provided under section 6(4).
- 10 (6) In addition to any other penalty or forfeiture under this
- 11 section, if at any time the department determines that 1 or more of
- 12 the following have occurred in a district, the district forfeits in
- 13 the current fiscal year beginning in the next payment to be
- 14 calculated by the department a proportion of the funds due to the
- 15 district under this article that is equal to the proportion below
- 16 the required minimum number of hours and days of pupil instruction
- 17 under subsection (3), as specified in the following:
- 18 (a) The district fails to operate its schools for at least the
- 19 required minimum number of hours and days of pupil instruction
- 20 under subsection (3) in a school year, including hours and days
- 21 counted under subsection (4).
- 22 (b) The board of the district takes formal action not to
- 23 operate its schools for at least the required minimum number of
- 24 hours and days of pupil instruction under subsection (3) in a
- 25 school year, including hours and days counted under subsection (4).
- 26 (7) In providing the minimum number of hours and days of pupil
- 27 instruction required under subsection (3), a district shall use the
- 28 following guidelines, and a district shall maintain records to
- 29 substantiate its compliance with the following quidelines:

- 1 (a) Except as otherwise provided in this subsection, a pupil
  2 must be scheduled for at least the required minimum number of hours
  3 of instruction, excluding study halls, or at least the sum of 90
  4 hours plus the required minimum number of hours of instruction,
  5 including up to 2 study halls.
- 6 (b) The time a pupil is assigned to any tutorial activity in a
  7 block schedule may be considered instructional time, unless that
  8 time is determined in an audit to be a study hall period.
- 9 (c) Except as otherwise provided in this subdivision, a pupil 10 in grades 9 to 12 for whom a reduced schedule is determined to be 11 in the individual pupil's best educational interest must be 12 scheduled for a number of hours equal to at least 80% of the required minimum number of hours of pupil instruction to be 13 14 considered a full-time equivalent pupil. A pupil in grades 9 to 12 15 who is scheduled in a 4-block schedule may receive a reduced 16 schedule under this subsection if the pupil is scheduled for a 17 number of hours equal to at least 75% of the required minimum 18 number of hours of pupil instruction to be considered a full-time 19 equivalent pupil.
  - (d) If a pupil in grades 9 to 12 who is enrolled in a cooperative education program or a special education pupil cannot receive the required minimum number of hours of pupil instruction solely because of travel time between instructional sites during the school day, that travel time, up to a maximum of 3 hours per school week, is considered to be pupil instruction time for the purpose of determining whether the pupil is receiving the required minimum number of hours of pupil instruction. However, if a district demonstrates to the satisfaction of the department that the travel time limitation under this subdivision would create

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- undue costs or hardship to the district, the department may
   consider more travel time to be pupil instruction time for this
   purpose.
- 4 (e) In grades 7 through 12, instructional time that is part of 5 a Junior Reserve Officer Training Corps (JROTC) program is 6 considered to be pupil instruction time regardless of whether the 7 instructor is a certificated teacher if all of the following are 8 met:
- 9 (i) The instructor has met all of the requirements established
  10 by the United States Department of Defense and the applicable
  11 branch of the armed services for serving as an instructor in the
  12 Junior Reserve Officer Training Corps program.
- (ii) The board of the district or intermediate district
  employing or assigning the instructor complies with the
  requirements of sections 1230 and 1230a of the revised school code,
  MCL 380.1230 and 380.1230a, with respect to the instructor to the
  same extent as if employing the instructor as a regular classroom
  teacher.
- (8) Except as otherwise provided in subsections (11) and (12),
  the department shall apply the guidelines under subsection (7) in
  calculating the full-time equivalency of pupils.
- 22 (9) Upon application by the district for a particular fiscal 23 year, the superintendent shall waive for a district the minimum 24 number of hours and days of pupil instruction requirement of 25 subsection (3) for a department-approved alternative education 26 program or another innovative program approved by the department, including a 4-day school week. If a district applies for and 27 28 receives a waiver under this subsection and complies with the terms 29 of the waiver, the district is not subject to forfeiture under this

- 1 section for the specific program covered by the waiver. If the
- 2 district does not comply with the terms of the waiver, the amount
- 3 of the forfeiture is calculated based upon a comparison of the
- 4 number of hours and days of pupil instruction actually provided to
- 5 the minimum number of hours and days of pupil instruction required
- 6 under subsection (3). A district shall report pupils enrolled in a
- 7 department-approved alternative education program under this
- 8 subsection to the center in a form and manner determined by the
- 9 center. All of the following apply to a waiver granted under this
- 10 subsection:
- 11 (a) If the waiver is for a blended model of delivery, a waiver
- 12 that is granted for the 2011-2012 fiscal year or a subsequent
- 13 fiscal year remains in effect unless it is revoked by the
- 14 superintendent.
- 15 (b) If the waiver is for a 100% online model of delivery and
- 16 the educational program for which the waiver is granted makes
- 17 educational services available to pupils for a minimum of at least
- 18 1,098 hours during a school year and ensures that each pupil is on
- 19 track for course completion at proficiency level, a waiver that is
- 20 granted for the 2011-2012 fiscal year or a subsequent fiscal year
- 21 remains in effect unless it is revoked by the superintendent.
- (c) A waiver that is not a waiver described in subdivision (a)
- 23 or (b) is valid for 3 fiscal years, unless it is revoked by the
- 24 superintendent, and must be renewed at the end of the 3-year period
- 25 to remain in effect.
- 26 (10) A district may count up to 38 hours of professional
- 27 development for teachers as hours of pupil instruction. All of the
- 28 following apply to the counting of professional development as
- 29 pupil instruction under this subsection:

- (a) If the professional development exceeds 5 hours in a 1 single day, that day may be counted as a day of pupil instruction.
- (b) At least 8 hours of the professional development counted 3 4 as hours of pupil instruction under this subsection must be 5 recommended by a districtwide professional development advisory 6 committee appointed by the district board. The advisory committee 7 must be composed of teachers employed by the district who represent 8 a variety of grades and subject matter specializations, including 9 special education; nonteaching staff; parents; and administrators. 10 The majority membership of the committee must be composed of
  - (c) Professional development provided online is allowable and encouraged, as long as the instruction has been approved by the district. The department shall issue a list of approved online professional development providers that must include the Michigan Virtual School.
  - (d) Professional development may only be counted as hours of pupil instruction under this subsection for the pupils of those teachers scheduled to participate in the professional development.
    - (e) The professional development must meet all of the following to be counted as pupil instruction under this subsection:
    - (i) Be aligned to the school or district improvement plan for the school or district in which the professional development is being provided.
  - (ii) Be linked to 1 or more criteria in the evaluation tool developed or adopted by the district or intermediate district under section 1249 of the revised school code, MCL 380.1249.
- 28 (iii) Has been approved by the department as counting for state 29 continuing education clock hours. The number of hours of



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teaching staff.

- 1 professional development counted as hours of pupil instruction
- 2 under this subsection may not exceed the number of state continuing
- 3 education clock hours for which the professional development was
- 4 approved.
- 5 (iv) Not more than a combined total of 10 hours of the
- 6 professional development takes place before the first scheduled day
- 7 of school for the school year ending in the fiscal year and after
- 8 the last scheduled day of school for that school year.
- $\mathbf{9}$  (v) Not more than 10 hours of the professional development
- 10 takes place in a single month.
- 11 (vi) At least 75% of teachers scheduled to participate in the
- 12 professional development are in attendance.
- 13 (11) Subsections (3) and (8) do not apply to a school of
- 14 excellence that is a cyber school, as that term is defined in
- 15 section 551 of the revised school code, MCL 380.551, and is in
- 16 compliance with section 553a of the revised school code, MCL
- 17 380.553a. Beginning July 1, 2021, this subsection is subject to
- 18 section 8c. It is the intent of the legislature that the
- 19 immediately preceding sentence apply retroactively and is effective
- 20 July 1, 2021.
- 21 (12) Subsections (3) and (8) do not apply to eligible pupils
- 22 enrolled in a dropout recovery program that meets the requirements
- 23 of section 23a. As used in this subsection, "eligible pupil" means
- 24 that term as defined in section 23a.
- 25 (13) At least every 2 years the superintendent shall review
- 26 the waiver standards set forth in the pupil accounting and auditing
- 27 manuals to ensure that the waiver standards and waiver process
- 28 continue to be appropriate and responsive to changing trends in
- 29 online learning. The superintendent shall solicit and consider

1 input from stakeholders as part of this review.

2 Sec. 104. (1) In order to receive state aid under this

3 article, a district shall comply with sections 1249, 1278a, 1278b,

- 4 1279q, and 1280b of the revised school code, MCL 380.1249,
- 5 380.1278a, 380.1278b, 380.1279g, and 380.1280b, and 1970 PA 38, MCL
- **6** 388.1081 to 388.1086. Subject to subsection (2), from the state
- 7 school aid fund money appropriated in section 11, there is
- 8 allocated for  $\frac{2021-2022}{2022-2023}$  an amount not to exceed
- 9 \$29,509,400.00 \$37,509,400.00 for payments on behalf of districts
- 10 for costs associated with complying with those provisions of law.
- 11 In addition, from the federal funds appropriated in section 11,
- 12 there is allocated for  $\frac{2021-2022}{2022-2023}$  an amount estimated at
- 13 \$6,250,000.00 funded from DED-OESE, title VI, state assessment
- 14 funds, and from DED-OSERS, part B of the individuals with
- 15 disabilities education act, 20 USC 1411 to 1419, plus any carryover
- 16 federal funds from previous year appropriations, for the purposes
- 17 of complying with the every student succeeds act, Public Law 114-
- **18** 95.
- 19 (2) The results of each test administered as part of the
- 20 Michigan student test of educational progress (M-STEP), including
- 21 tests administered to high school students, must include an item
- 22 analysis that lists all items that are counted for individual pupil
- 23 scores and the percentage of pupils choosing each possible
- 24 response. The department shall work with the center to identify the
- 25 number of students enrolled at the time assessments are given by
- 26 each district. In calculating the percentage of pupils assessed for
- 27 a district's scorecard, the department shall use only the number of
- 28 pupils enrolled in the district at the time the district
- 29 administers the assessments and shall exclude pupils who enroll in

- the district after the district administers the assessments. 1
- 2 (3) The department shall distribute federal funds allocated
- under this section in accordance with federal law and with 3
- flexibility provisions outlined in Public Law 107-116, and in the 4
- 5 education flexibility partnership act of 1999, Public Law 106-25.
- 6 (4) The department may recommend, but may not require,
- 7 districts to allow pupils to use an external keyboard with tablet
- 8 devices for online M-STEP testing, including, but not limited to,
- 9 open-ended test items such as constructed response or equation
- 10 builder items.
- 11 (5) Notwithstanding section 17b, the department shall make
- payments on behalf of districts, intermediate districts, and other 12
- eligible entities under this section on a schedule determined by 13
- 14 the department.
- 15 (6) From the allocation in subsection (1), there is allocated
- 16 an amount not to exceed \$500,000.00 for 2021-2022 **2022-2023** for the
- 17 operation of an online reporting tool to provide student-level
- 18 assessment data in a secure environment to educators, parents, and
- 19 pupils immediately after assessments are scored. The department and
- 20 the center shall ensure that any data collected by the online
- reporting tool do not provide individually identifiable student 21
- data to the federal government. 22
- 23 (7) As used in this section:
- 24 (a) "DED" means the United States Department of Education.
- 25 (b) "DED-OESE" means the DED Office of Elementary and
- 26 Secondary Education.
- (c) "DED-OSERS" means the DED Office of Special Education and 27
- 28 Rehabilitative Services.
- 29 Sec. 104f. (1) From the state school aid fund money

- 1 appropriated under section 11, there is allocated an amount not to
- 2 exceed \$500,000.00 \$150,000.00 to a district for the implementation
- 3 of an assessment digital literacy preparation program for pupils
- **4** enrolled in grades K to 8 for <del>2021-2022.</del> **2022-2023 only.** The
- 5 department shall ensure that a program funded under this subsection
- 6 satisfies all of the following:
- 7 (a) Is available to districts in the  $\frac{2021-2022}{2022-2023}$
- 8 school year.
- **9** (b) Focuses on ensuring pupils have the necessary skills
- 10 required for state online assessments by assessing pupil digital
- 11 literacy skill levels and providing teachers with a digital
- 12 curriculum targeted at areas of determined weakness.
- 13 (c) Allows pupils to engage with the digital curriculum in an
- 14 independent or teacher-facilitated modality.
- (d) Includes training and professional development for
- 16 teachers.
- 17 (e) Is implemented in at least 100-50 districts that operate
- 18 grades K to 8 and that represent a diverse geography and socio-
- 19 economic demographic.
- 20 (2) Funding under subsection (1) must be allocated to a
- 21 district that did not receive funding under former section 104e for
- 22 2017-2018 and that operates at least grades K to 8 and has a
- 23 partnership with a third party that is experienced in the
- 24 assessment of digital literacy and the preparation of digital
- 25 literacy skills and has demonstrable experience serving districts
- 26 in this state and local education agencies in 10 other states. The
- 27 district, along with its third-party partner, shall provide a
- 28 report to the house and senate appropriations subcommittees on
- 29 school aid and the house and senate fiscal agencies on the efficacy

- 1 and usefulness of the assessment digital literacy preparation
- 2 program no later than July 1 2022.of each fiscal year for which
- 3 funding is allocated under this section.
- 4 (3) Notwithstanding section 17b, the department shall make
- 5 payments under subsection (1) by not later than December 1  $\tau$
- 6 2021.of each fiscal year for which funding is allocated under this
- 7 section.
- 8 Sec. 104h. (1) From the state school aid fund money
- 9 appropriated under section 11, there is allocated for 2021-2022 an
- amount not to exceed \$11,500,000.00 to districts to begin
- 11 implementation of a benchmark assessment system for the 2022-2023
- 12 school year. All of the following apply to the benchmark assessment
- 13 system described in this subsection:
- 14 (a) The system must provide for all of the following:
- 15 (i) That, within the first 9 weeks of the 2022-2023 school
- 16 year, the district shall administer 1 or more benchmark assessments
- 17 provided by a provider approved under subsection (6), benchmark
- 18 assessments described in subdivision (b), or local benchmark
- 19 assessments, or any combination thereof, to all pupils in grades K
- 20 to 8 to measure proficiency in reading and mathematics.
- 21 (ii) That, in addition to the benchmark assessment or benchmark
- 22 assessments administered under subparagraph (i), by not later than
- 23 the last day of the 2022-2023 school year, the district shall
- 24 administer 1 or more benchmark assessments provided by a provider
- 25 approved under subsection (6), benchmark assessments described in
- 26 subdivision (b), or local benchmark assessments, or any combination
- 27 thereof, to all pupils in grades K to 8 to measure proficiency in
- 28 reading and mathematics.
- 29 (b) A district may administer 1 or more of the following

- 1 benchmark assessments toward meeting the requirements under
- 2 subdivision (a):
- 3 (i) A benchmark assessment in reading for students in grades K
   4 to 9 that contains progress monitoring tools and enhanced
   5 diagnostic assessments.
- (ii) A benchmark assessment in math for students in grades K to 8 that contains progress monitoring tools.
- (c) The system must provide that, to the extent practicable, if a district administers a benchmark assessment or benchmark assessments under this section, the district shall administer the same benchmark assessment or benchmark assessments provided by a provider approved under subsection (6), benchmark assessment or benchmark assessments described in subdivision (b), or local benchmark assessment or local benchmark assessments that it administered to pupils in previous school years, as applicable.
  - (d) The system must provide that, if a district administers a benchmark assessment or benchmark assessments under this section, the district shall provide each pupil's data from the benchmark assessment or benchmark assessments, as available, to the pupil's parent or legal guardian within 30 days of administering the benchmark assessment or benchmark assessments.
    - (e) The system must provide that, if a local benchmark assessment or local benchmark assessments are administered under subdivision (a), the district shall report to the department and the center, in a form and manner prescribed by the center, the local benchmark assessment or local benchmark assessments that were administered and how that assessment or those assessments measure changes, including any losses, as applicable, in learning, and the district's plan for addressing any losses in learning.

- 1 (f) The system must provide that, by not later than 30 days
- 2 after a benchmark assessment or benchmark assessments are
- 3 administered under  $\frac{\text{subparagraph}}{\text{subdivision}}$  (a) (ii), or
- 4 within a time frame specified by the department, the district shall
- 5 send benchmark assessment data, including grade level, student
- 6 demographics, and mode of instruction, to the department in a form
- 7 and manner prescribed by the department, from all benchmark
- 8 assessments administered in the 2022-2023 school year, excluding
- 9 data from a local benchmark assessment, as applicable. , aggregated
- 10 by grade level, student demographic subgroups, and mode of
- 11 instruction to the department. If available, the data described in
- 12 this subdivision must include information concerning pupil growth
- 13 from fall 2022 to spring 2023.
- 14 (2) To receive funding under this section, a district must
- 15 apply for the funding in a form and manner prescribed by the
- 16 department.
- 17 (3) The department shall pay an amount equal to \$12.50 per
- 18 membership pupil in grades K to 8 in the district to each district
- 19 that applies for funding under this section.
- 20 (4) The department shall make 1 of the benchmark assessments
- 21 provided by a provider approved under subsection (6) available to
- 22 districts at no cost to the districts for purposes of meeting the
- 23 requirements under this section. The benchmark assessment described
- 24 in this subsection must meet all of the following:
- 25 (a) Be aligned to the content standards of this state.
- 26 (b) Complement the state's summative assessment system.
- (c) Be internet-delivered and include a standards-based
- 28 assessment.

(d) Provide information on pupil achievement with regard to

- 1 learning content required in a given year or grade span.
- 2 (e) Provide timely feedback to pupils and teachers.
- 3 (f) Be nationally normed.
- 4 (g) Provide information to educators about student growth and5 allow for multiple testing opportunities.
- 6 (5) By not later than June 15, 2023, September 30, 2023, the 7 department shall submit a report to the house and senate 8 appropriations committees, the house and senate appropriations 9 subcommittees on school aid, and the house and senate fiscal 10 agencies regarding the benchmark assessment data received under 11 this section, disaggregated by grade level and demographic subgroup 12 for each district. If information concerning pupil growth is 13 included in the data described in this subsection, it must be 14 incorporated in the report described in this subsection.
  - (6) The department shall approve at least 4 but not more than 6 providers of benchmark assessments for the purposes of this section. The department shall inform districts of all of the providers approved under this subsection in an equitable manner. The benchmark assessments, with the exclusion of the benchmark assessment described in subsection (4), provided by approved providers under this subsection must meet all of the following:
    - (a) Be aligned to the content standards of this state.
    - (b) Complement the state's summative assessment system.
  - (c) Be internet-delivered and include a standards-based remote, in-person, or both remote and in-person assessment using a computer-adaptive model to target the instructional level of each pupil.
- (d) Provide information on pupil achievement with regard tolearning content required in a given year or grade span.

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- 1 (e) Provide immediate feedback to pupils and teachers.
- 2 (f) Be nationally normed.
- **3** (g) Provide multiple measures of growth and provide for
- 4 multiple testing opportunities.
- 5 Sec. 104i. (1) From the state school aid fund money
- 6 appropriated under section 11, there is allocated for 2022-2023 an
- 7 amount not to exceed \$11,500,000.00 to districts and intermediate
- 8 districts with enrolled K to 8 pupils to begin implementation of a
- 9 benchmark assessment system for the 2023-2024 school year. All of
- 10 the following apply to the benchmark assessment system described in
- 11 this subsection:
- 12 (a) The system must provide for all of the following:
- 13 (i) That, within the first 9 weeks of the 2023-2024 school
- 14 year, the district or intermediate district shall administer 1 or
- 15 more benchmark assessments provided by a provider approved under
- 16 subsection (6), benchmark assessments described in subdivision (b),
- 17 or local benchmark assessments, or any combination thereof, to all
- 18 pupils in grades K to 8 to measure proficiency in reading and
- 19 mathematics.
- 20 (ii) That, in addition to the benchmark assessment or benchmark
- 21 assessments administered under subparagraph (i), by not later than
- 22 the last day of the 2023-2024 school year, the district or
- 23 intermediate district shall administer 1 or more benchmark
- 24 assessments provided by a provider approved under subsection (6),
- 25 benchmark assessments described in subdivision (b), or local
- 26 benchmark assessments, or any combination thereof, to all pupils in
- 27 grades K to 8 to measure proficiency in reading and mathematics.
- 28 (b) A district or intermediate district may administer 1 or
- 29 more of the following benchmark assessments toward meeting the

- 1 requirements under subdivision (a):
- 2 (i) A benchmark assessment in reading for students in grades K
- 3 to 9 that contains progress monitoring tools and enhanced
- 4 diagnostic assessments.
- 5 (ii) A benchmark assessment in math for students in grades K to
- 6 8 that contains progress monitoring tools.
- 7 (c) The system must provide that, to the extent practicable,
- 8 if a district or intermediate district administers a benchmark
- 9 assessment or benchmark assessments under this section, the
- 10 district or intermediate district shall administer the same
- 11 benchmark assessment or benchmark assessments provided by a
- 12 provider approved under subsection (6), benchmark assessment or
- 13 benchmark assessments described in subdivision (b), or local
- 14 benchmark assessment or local benchmark assessments that it
- 15 administered to pupils in previous school years, as applicable.
- 16 (d) The system must provide that, if a district or
- 17 intermediate district administers a benchmark assessment or
- 18 benchmark assessments under this section, the district or
- 19 intermediate district shall provide each pupil's data from the
- 20 benchmark assessment or benchmark assessments, as available, to the
- 21 pupil's parent or legal guardian within 30 days of administering
- 22 the benchmark assessment or benchmark assessments.
- (e) The system must provide that, if a local benchmark
- 24 assessment or local benchmark assessments are administered under
- 25 subdivision (a), the district or intermediate district shall report
- 26 to the department and the center, in a form and manner prescribed
- 27 by the center, the local benchmark assessment or local benchmark
- 28 assessments that were administered and how that assessment or those
- 29 assessments measure changes, including any losses, as applicable,

- in learning, and the district's or intermediate district's plan for 1 2 addressing any losses in learning.
- 3 (f) The system must provide that, by not later than 30 days
- 4 after a benchmark assessment or benchmark assessments are
- 5 administered under subdivision (a) (ii), or within a time frame
- specified by the department, the district or intermediate district 6
- 7 shall send benchmark assessment data, including grade level,
- 8 student demographics, and mode of instruction, to the department in
- 9 a form and manner prescribed by the department, from all benchmark
- 10 assessments administered in the 2023-2024 school year, excluding
- 11 data from a local benchmark assessment, as applicable. If
- 12 available, the data described in this subdivision must include
- 13 information concerning pupil growth from fall 2023 to spring 2024.
- 14 (2) To receive funding under this section, a district or
- 15 intermediate district must apply for the funding in a form and
- 16 manner prescribed by the department.
- 17 (3) The department shall pay an amount equal to \$12.50 per
- 18 membership pupil in grades K to 8 in the district or intermediate
- 19 district to each district or intermediate district that applies for
- 20 funding under this section.
- 21 (4) The department shall make 1 of the benchmark assessments
- 22 provided by a provider approved under subsection (6) available to
- 23 districts and intermediate districts at no cost to the districts
- 24 and intermediate districts for purposes of meeting the requirements
- 25 under this section. The benchmark assessment described in this
- 26 subsection must meet all of the following:
- 27 (a) Be aligned to the content standards of this state.
- 28 (b) Complement the state's summative assessment system.
- 29 (c) Be internet-delivered and include a standards-based

1 assessment.

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- (d) Provide information on pupil achievement with regard to
   learning content required in a given year or grade span.
  - (e) Provide timely feedback to pupils and teachers.
- 5 (f) Be nationally normed.
- 6 (g) Provide information to educators about student growth and 7 allow for multiple testing opportunities.
  - (5) By not later than September 25, 2024, the department shall submit a report to the house and senate appropriations committees, the house and senate appropriations subcommittees on school aid, and the house and senate fiscal agencies regarding the benchmark assessment data received under this section, disaggregated by grade level and demographic subgroup for each district and intermediate district. If information concerning pupil growth is included in the data described in this subsection, it must be incorporated in the report described in this subsection.
    - (6) The department shall approve at least 4 but not more than 6 providers of benchmark assessments for the purposes of this section. The department shall inform districts and intermediate districts of all of the providers approved under this subsection in an equitable manner. The benchmark assessments, with the exclusion of the benchmark assessment described in subsection (4), provided by approved providers under this subsection must meet all of the following:
      - (a) Be aligned to the content standards of this state.
      - (b) Complement the state's summative assessment system.
- 27 (c) Be internet-delivered and include a standards-based 28 remote, in-person, or both remote and in-person assessment using a 29 computer-adaptive model to target the instructional level of each

1 pupil.

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- (d) Provide information on pupil achievement with regard to
   learning content required in a given year or grade span.
  - (e) Provide immediate feedback to pupils and teachers.
- 5 (f) Be nationally normed.
- (g) Provide multiple measures of growth and provide formultiple testing opportunities.

8 Sec. 107. (1) From the appropriation in section 11, there is allocated an amount not to exceed \$30,000,000.00 for 2021-2022

- 10 2022-2023 for adult education programs authorized under this
- 11 section. Except as otherwise provided under subsections (14) and
- 12 (15), funds allocated under this section are restricted for adult
- 13 education programs as authorized under this section only. A
- 14 recipient of funds under this section shall not use those funds for
- 15 any other purpose.
- (2) To be eligible for funding under this section, an eligible adult education provider shall employ certificated teachers and qualified administrative staff and shall offer continuing education opportunities for teachers to allow them to maintain certification.
- 20 (3) To be eligible to be a participant funded under this
  21 section, an individual must be enrolled in an adult basic education
  22 program, an adult secondary education program, an adult English as
  23 a second language program, a high school equivalency test
  24 preparation program, or a high school completion program, that
  25 meets the requirements of this section, and for which instruction
- 26 is provided, and the individual must be at least 18 years of age by
- 27 July 1 of the program year and the individual's graduating class
- 28 must have graduated.
- 29 (4) By April 1 of each fiscal year for which funding is

- 1 allocated under this section, the intermediate districts within a
- 2 prosperity region or subregion shall determine which intermediate
- 3 district will serve as the prosperity region's or subregion's
- 4 fiscal agent for the next fiscal year and shall notify the
- 5 department in a form and manner determined by the department. The
- 6 department shall approve or disapprove of the prosperity region's
- 7 or subregion's selected fiscal agent. From the funds allocated
- 8 under subsection (1), an amount as determined under this subsection
- 9 is allocated to each intermediate district serving as a fiscal
- 10 agent for adult education programs in each of the prosperity
- 11 regions or subregions identified by the department. An intermediate
- 12 district shall not use more than 5% of the funds allocated under
- 13 this subsection for administration costs for serving as the fiscal
- 14 agent. The allocation provided to each intermediate district
- 15 serving as a fiscal agent must be calculated as follows:
- 16 (a) Sixty percent of this portion of the funding must be
- 17 distributed based upon the proportion of the state population of
- 18 individuals between the ages of 18 and 24 that are not high school
- 19 graduates that resides in each of the prosperity regions or
- 20 subregions located within the intermediate district, as reported by
- 21 the most recent 5-year estimates from the American Community Survey
- 22 (ACS) from the United States Census Bureau.
- 23 (b) Thirty-five percent of this portion of the funding must be
- 24 distributed based upon the proportion of the state population of
- 25 individuals age 25 or older who are not high school graduates that
- 26 resides in each of the prosperity regions or subregions located
- 27 within the intermediate district, as reported by the most recent 5-
- 28 year estimates from the ACS from the United States Census Bureau.
- (c) Five percent of this portion of the funding must be

- 1 distributed based upon the proportion of the state population of
- 2 individuals age 18 or older who lack basic English language
- 3 proficiency that resides in each of the prosperity regions or
- 4 subregions located within the intermediate district, as reported by
- 5 the most recent 5-year estimates from the ACS from the United
- 6 States Census Bureau.
- 7 (5) To be an eligible fiscal agent, an intermediate district
- 8 must agree to do the following in a form and manner determined by
- 9 the department:
- (a) Distribute funds to adult education programs in aprosperity region or subregion as described in this section.
- 12 (b) Collaborate with the career and educational advisory
- 13 council, which is an advisory council of the workforce development
- 14 boards located in the prosperity region or subregion, or its
- 15 successor, to develop a regional strategy that aligns adult
- 16 education programs and services into an efficient and effective
- 17 delivery system for adult education learners, with special
- 18 consideration for providing contextualized learning and career
- 19 pathways and addressing barriers to education and employment.
- 20 (c) Collaborate with the career and educational advisory
- 21 council, which is an advisory council of the workforce development
- 22 boards located in the prosperity region or subregion, or its
- 23 successor, to create a local process and criteria that will
- 24 identify eligible adult education providers to receive funds
- 25 allocated under this section based on location, demand for
- 26 services, past performance, quality indicators as identified by the
- 27 department, and cost to provide instructional services. The fiscal
- 28 agent shall determine all local processes, criteria, and provider
- 29 determinations. However, the local processes, criteria, and

- provider services must be approved by the department before fundsmay be distributed to the fiscal agent.
- 3 (d) Provide oversight to its adult education providers
  4 throughout the program year to ensure compliance with the
  5 requirements of this section.
- 6 (e) Report adult education program and participant data and7 information as prescribed by the department.
  - (6) An adult basic education program, an adult secondary education program, or an adult English as a second language program operated on a year-round or school year basis may be funded under this section, subject to all of the following:
  - (a) The program enrolls adults who are determined by a department-approved assessment, in a form and manner prescribed by the department, to be below twelfth grade level in reading or mathematics, or both, or to lack basic English proficiency.
- 16 (b) The program tests individuals for eligibility under17 subdivision (a) before enrollment and upon completion of the18 program in compliance with the state-approved assessment policy.
  - (c) A participant in an adult basic education program is eligible for reimbursement until 1 of the following occurs:
  - (i) The participant's reading and mathematics proficiency are assessed at or above the ninth grade level.
- (ii) The participant fails to show progress on 2 successive
  assessments after having completed at least 450 hours of
  instruction.
- (d) A participant in an adult secondary education program iseligible for reimbursement until 1 of the following occurs:
- (i) The participant's reading and mathematics proficiency areassessed above the twelfth grade level.



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- 1 (ii) The participant fails to show progress on 2 successive 2 assessments after having at least 450 hours of instruction.
- 3 (e) A funding recipient enrolling a participant in an English
  4 as a second language program is eligible for funding according to
  5 subsection (9) until the participant meets 1 of the following:
  - (i) The participant is assessed as having attained basic English proficiency as determined by a department-approved assessment.
- 9 (ii) The participant fails to show progress on 2 successive 10 department-approved assessments after having completed at least 450 11 hours of instruction. The department shall provide information to a 12 funding recipient regarding appropriate assessment instruments for 13 this program.
- (7) A high school equivalency test preparation program
  operated on a year-round or school year basis may be funded under
  this section, subject to all of the following:
- (a) The program enrolls adults who do not have a high schooldiploma or a high school equivalency certificate.
  - (b) The program administers a pre-test approved by the department before enrolling an individual to determine the individual's literacy levels, administers a high school equivalency practice test to determine the individual's potential for success on the high school equivalency test, and administers a post-test upon completion of the program in compliance with the state-approved assessment policy.
  - (c) A funding recipient receives funding according to subsection (9) for a participant, and a participant may be enrolled in the program until 1 of the following occurs:
    - (i) The participant achieves a high school equivalency

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- 1 certificate.
- 2 (ii) The participant fails to show progress on 2 successive
  3 department-approved assessments used to determine readiness to take
  4 a high school equivalency test after having completed at least 450
  5 hours of instruction.
- (8) A high school completion program operated on a year-round
  or school year basis may be funded under this section, subject to
  all of the following:
- 9 (a) The program enrolls adults who do not have a high school10 diploma.
- (b) The program tests participants described in subdivision
  (a) before enrollment and upon completion of the program in
  compliance with the state-approved assessment policy.
- (c) A funding recipient receives funding according to
  subsection (9) for a participant in a course offered under this
  subsection until 1 of the following occurs:
- $oxed{17}$  (i) The participant passes the course and earns a high school  $oxed{18}$  diploma.
- 19 (ii) The participant fails to earn credit in 2 successive
  20 semesters or terms in which the participant is enrolled after
  21 having completed at least 900 hours of instruction.
- (9) The department shall make payments to a funding recipientunder this section in accordance with all of the following:
  - (a) Statewide allocation criteria, including 3-year average enrollments, census data, and local needs.
- (b) Participant completion of the adult basic education
  objectives by achieving an educational gain as determined by the
  national reporting system levels; for achieving basic English
  proficiency, as determined by the department; for achieving a high

- 1 school equivalency certificate or passage of 1 or more individual
- 2 high school equivalency tests; for attainment of a high school
- 3 diploma or passage of a course required for a participant to attain
- 4 a high school diploma; for enrollment in a postsecondary
- 5 institution, or for entry into or retention of employment, as
- 6 applicable.
- 7 (c) Participant completion of core indicators as identified in
- 8 the innovation and opportunity act.
- 9 (d) Allowable expenditures.
- 10 (10) A person An individual who is not eligible to be a
- 11 participant funded under this section may receive adult education
- 12 services upon the payment of tuition. In addition, a person an
- 13 individual who is not eligible to be served in a program under this
- 14 section due to the program limitations specified in subsection (6),
- 15 (7), or (8) may continue to receive adult education services in
- 16 that program upon the payment of tuition. The local or intermediate
- 17 district conducting the program shall determine the tuition amount.
- 18 (11) An individual who is an inmate in a state correctional
- 19 facility is not counted as a participant under this section.
- 20 (12) A funding recipient shall not commingle money received
- 21 under this section or from another source for adult education
- 22 purposes with any other funds and shall establish a separate ledger
- 23 account for funds received under this section. This subsection does
- 24 not prohibit a district from using general funds of the district to
- 25 support an adult education or community education program.
- 26 (13) A funding recipient receiving funds under this section
- 27 may establish a sliding scale of tuition rates based upon a
- 28 participant's family income. A funding recipient may charge a
- 29 participant tuition to receive adult education services under this

- section from that sliding scale of tuition rates on a uniform 1 basis. The amount of tuition charged per participant must not 2 3 exceed the actual operating cost per participant minus any funds received under this section per participant. A funding recipient 4 may not charge a participant tuition under this section if the 5 6 participant's income is at or below 200% of the federal poverty 7 quidelines published by the United States Department of Health and 8 Human Services.
- 9 (14) In order to receive funds under this section, a funding 10 recipient shall furnish to the department, in a form and manner 11 determined by the department, all information needed to administer this program and meet federal reporting requirements; shall allow 12 the department or the department's designee to review all records 13 14 related to the program for which it receives funds; and shall 15 reimburse the state for all disallowances found in the review, as 16 determined by the department. In addition, a funding recipient shall agree to pay to a career and technical education program 17 18 under section 61a the amount of funding received under this section in the proportion of career and technical education coursework used 19 20 to satisfy adult basic education programming, as billed to the funding recipient by programs operating under section 61a. In 21 addition to the funding allocated under subsection (1), there is 22 allocated for  $\frac{2021-2022}{2022-2023}$  an amount not to exceed 23 24 \$500,000.00 to reimburse funding recipients for administrative and 25 instructional expenses associated with commingling programming under this section and section 61a. The department shall make 26 27 payments under this subsection to each funding recipient in the same proportion as funding calculated and allocated under 28 29 subsection (4).



- (15) From the amount appropriated in subsection (1), an amount 1 not to exceed \$4,000,000.00 is allocated for <del>2021-2022</del> **2022-2023** 2 for grants to adult education or state-approved career technical 3 center programs that connect adult education participants with 4 5 employers as provided under this subsection. The department shall 6 determine the amount of the grant to each program under this 7 subsection, not to exceed \$350,000.00. To be eligible for funding 8 under this subsection, a program must provide a collaboration 9 linking adult education programs within the county, the area career 10 technical center, and local employers. To receive funding under 11 this subsection, an eliqible program must satisfy all of the 12 following:
- (a) Connect adult education participants directly with 13 employers by linking adult education, career and technical skills, 15 and workforce development.
  - (b) Require adult education staff to work with Michigan Works! agency to identify a cohort of participants who are most prepared to successfully enter the workforce. Except as otherwise provided under this subdivision, participants identified under this subsection must be dually enrolled in adult education programming and in at least 1 state-approved technical course at the area career and technical center. A program that links participants identified under this subsection with adult education programming and commercial driver license courses does not need to enroll the participants in at least 1 state-approved technical course at the area career and technical center to be considered an eligible program under this subsection.
  - (c) Employ an individual staffed as an adult education navigator who will serve as a caseworker for each participant

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- 1 identified under subdivision (b). The navigator shall work with
- 2 adult education staff and potential employers to design an
- 3 educational program best suited to the personal and employment
- 4 needs of the participant and shall work with human service agencies
- 5 or other entities to address any barrier in the way of participant
- 6 access.
- 7 (16) Each program funded under subsection (15) will receive
- 8 funding for 3 years. After 3 years of operations and funding, a
- 9 program must reapply for funding.
- 10 (17) Not later than December 1 of each year, a program funded
- 11 under subsection (15) shall provide a report to the senate and
- 12 house appropriations subcommittees on school aid, to the senate and
- 13 house fiscal agencies, and to the state budget director identifying
- 14 the number of participants, graduation rates, and a measure of
- 15 transition to employment.
- 16 (18) Except as otherwise provided in this subsection,
- 17 participants under subsection (15) must be concurrently enrolled
- 18 and actively working toward obtaining a high school diploma or a
- 19 high school equivalency certificate. Concurrent enrollment is not
- 20 required under this subsection for a participant that was enrolled
- 21 in adult education during the same program year and obtained a high
- 22 school diploma or a high school equivalency certificate prior to
- 23 enrollment in an eligible career and technical skills program under
- 24 subsection (15). Up to 25% 15% of adult education participants
- 25 served under subsection (15) may already have a high school diploma
- 26 or a high school equivalency certificate at the time of enrollment
- 27 in an eligible career and technical skills program under subsection
- 28 (15) and receive remediation services. It is intended that the cap
- 29 described in the immediately preceding sentence is continually

- 1 lowered on an annual basis until it eventually is 0%.
- 2 (19) The department shall approve at least 3 high school
- 3 equivalency tests and determine whether a high school equivalency
- 4 certificate meets the requisite standards for high school
- 5 equivalency in this state.
- 6 (20) As used in this section:
- 7 (a) "Career and educational advisory council" means an
- 8 advisory council to the local workforce development boards located
- 9 in a prosperity region consisting of educational, employer, labor,
- 10 and parent representatives.
- 11 (b) "Career pathway" means a combination of rigorous and high-
- 12 quality education, training, and other services that comply with
- 13 all of the following:
- (i) Aligns with the skill needs of industries in the economy of
- 15 this state or in the regional economy involved.
- 16 (ii) Prepares an individual to be successful in any of a full
- 17 range of secondary or postsecondary education options, including
- 18 apprenticeships registered under the act of August 16, 1937,
- 19 commonly referred to as the national apprenticeship act, 29 USC 50
- 20 et seq.
- 21 (iii) Includes counseling to support an individual in achieving
- 22 the individual's education and career goals.
- 23 (iv) Includes, as appropriate, education offered concurrently
- 24 with and in the same context as workforce preparation activities
- 25 and training for a specific occupation or occupational cluster.
- 26 (v) Organizes education, training, and other services to meet
- 27 the particular needs of an individual in a manner that accelerates
- 28 the educational and career advancement of the individual to the
- 29 extent practicable.



- (vi) Enables an individual to attain a secondary school diploma
   or its recognized equivalent, and at least 1 recognized
   postsecondary credential.
- $\mathbf{4}$  (vii) Helps an individual enter or advance within a specific occupation or occupational cluster.
- 6 (c) "Department" means the department of labor and economic7 opportunity.
- 8 (d) "Eligible adult education provider" means a district,
  9 intermediate district, a consortium of districts, a consortium of
  10 intermediate districts, or a consortium of districts and
  11 intermediate districts that is identified as part of the local
  12 process described in subsection (5)(c) and approved by the
  13 department.
  - Sec. 147. (1) The allocation for <del>2021-2022</del> **2022-2023** for the public school employees' retirement system pursuant to the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437, is made using the individual projected benefit entry age normal cost method of valuation and risk assumptions adopted by the public school employees retirement board and the department of technology, management, and budget.
- 21 (2) The annual level percentage of payroll contribution rates
  22 for the 2021-2022 2022-2023 fiscal year, as determined by the
  23 retirement system, are estimated as follows:
- 24 (a) Except as otherwise provided in this subdivision, for For 25 public school employees who first worked for a public school reporting unit before July 1, 2010 and who are enrolled in the 27 health premium subsidy, the annual level percentage of payroll contribution rate is estimated at 43.28% 44.88% with 28.23% paid directly by the employer. For 2021-2022, if the retirement system

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- determines that the annual level percentage of payroll contribution rate estimated in the immediately preceding sentence needs to be adjusted, the annual level percentage of payroll contribution rate estimations under this subdivision are the estimations determined by the retirement system. If the retirement system makes a determination as described in the immediately preceding sentence, it shall issue its estimations publicly and describe the need for the adjustment described in the immediately preceding sentence.
  - (b) Except as otherwise provided in this subdivision, for For public school employees who first worked for a public school reporting unit on or after July 1, 2010 and who are enrolled in the health premium subsidy, the annual level percentage of payroll contribution rate is estimated at 40.36% 41.96% with 25.31% paid directly by the employer. For 2021-2022, if the retirement system determines that the annual level percentage of payroll contribution rate estimated in the immediately preceding sentence needs to be adjusted, the annual level percentage of payroll contribution rate estimations under this subdivision are the estimations determined by the retirement system. If the retirement system makes a determination as described in the immediately preceding sentence, it shall issue its estimations publicly and describe the need for the adjustment described in the immediately preceding sentence.
  - (c) Except as otherwise provided in this subdivision, for For public school employees who first worked for a public school reporting unit on or after July 1, 2010 and who participate in the personal healthcare fund, the annual level percentage of payroll contribution rate is estimated at 39.50%—41.10% with 24.45% paid directly by the employer. For 2021-2022, if the retirement system determines that the annual level percentage of payroll contribution

- rate estimated in the immediately preceding sentence needs to be
  adjusted, the annual level percentage of payroll contribution rate
  estimations under this subdivision are the estimations determined
  by the retirement system. If the retirement system makes a
  determination as described in the immediately preceding sentence,
  it shall issue its estimations publicly and describe the need for
  the adjustment described in the immediately preceding sentence.
  - (d) Except as otherwise provided in this subdivision, for For public school employees who first worked for a public school reporting unit on or after September 4, 2012, who elect defined contribution, and who participate in the personal healthcare fund, the annual level percentage of payroll contribution rate is estimated at 36.01% 37.61% with 20.96% paid directly by the employer. For 2021-2022, if the retirement system determines that the annual level percentage of payroll contribution rate estimated in the immediately preceding sentence needs to be adjusted, the annual level percentage of payroll contribution rate estimations under this subdivision are the estimations determined by the retirement system. If the retirement system makes a determination as described in the immediately preceding sentence, it shall issue its estimations publicly and describe the need for the adjustment described in the immediately preceding sentence.
  - (e) Except as otherwise provided in this subdivision, for For public school employees who first worked for a public school reporting unit before July 1, 2010, who elect defined contribution, and who are enrolled in the health premium subsidy, the annual level percentage of payroll contribution rate is estimated at 36.87%—38.47% with 21.82% paid directly by the employer. For 2021—2022, if the retirement system determines that the annual level

- 1 percentage of payroll contribution rate estimated in the
- 2 immediately preceding sentence needs to be adjusted, the annual
- 3 level percentage of payroll contribution rate estimations under
- 4 this subdivision are the estimations determined by the retirement
- 5 system. If the retirement system makes a determination as described
- 6 in the immediately preceding sentence, it shall issue its
- 7 estimations publicly and describe the need for the adjustment
- 8 described in the immediately preceding sentence.
- 9 (f) Except as otherwise provided in this subdivision, for For 10 public school employees who first worked for a public school reporting unit before July 1, 2010, who elect defined contribution, and who participate in the personal healthcare fund, the annual level percentage of payroll contribution rate is estimated at
- 36.01% 37.61% with 20.96% paid directly by the employer. For 2021-
- 15 2022, if the retirement system determines that the annual level
- 16 percentage of payroll contribution rate estimated in the
- 17 immediately preceding sentence needs to be adjusted, the annual
- 18 level percentage of payroll contribution rate estimations under
- 19 this subdivision are the estimations determined by the retirement
- 20 system. If the retirement system makes a determination as described
- 21 in the immediately preceding sentence, it shall issue its
- 22 estimations publicly and describe the need for the adjustment
- 23 described in the immediately preceding sentence.
- 24 (g) Except as otherwise provided in this subdivision, for For
- 25 public school employees who first worked for a public school
- 26 reporting unit before July 1, 2010 and who participate in the
- 27 personal healthcare fund, the annual level percentage of payroll
- 28 contribution rate is estimated at 42.42% 44.02% with 27.37% paid
- 29 directly by the employer. For 2021-2022, if the retirement system

- determines that the annual level percentage of payroll contribution rate estimated in the immediately preceding sentence needs to be adjusted, the annual level percentage of payroll contribution rate estimations under this subdivision are the estimations determined by the retirement system. If the retirement system makes a determination as described in the immediately preceding sentence, it shall issue its estimations publicly and describe the need for the adjustment described in the immediately preceding sentence.
  - (h) Except as otherwise provided in this subdivision, for For public school employees who first worked for a public school reporting unit after January 31, 2018 and who elect to become members of the MPSERS plan, the annual level percentage of payroll contribution rate is estimated at 42.21% 43.81% with 27.16% paid directly by the employer. For 2021-2022, if the retirement system determines that the annual level percentage of payroll contribution rate estimated in the immediately preceding sentence needs to be adjusted, the annual level percentage of payroll contribution rate estimations under this subdivision are the estimations determined by the retirement system. If the retirement system makes a determination as described in the immediately preceding sentence, it shall issue its estimations publicly and describe the need for the adjustment described in the immediately preceding sentence.
  - (3) In addition to the employer payments described in subsection (2), the employer shall pay the applicable contributions to the Tier 2 plan, as determined by the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.
  - (4) The contribution rates in subsection (2) reflect an amortization period of  $\frac{17}{16}$  years for  $\frac{2021-2022}{2022-2023}$ . The public school employees' retirement system board shall notify each

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district and intermediate district by February 28 of each fiscal
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    year of the estimated contribution rate for the next fiscal year.
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         Sec. 147a. (1) From the appropriation state school aid fund
    money appropriated in section 11, there is allocated for 2020-2021
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    2021-2022 an amount not to exceed $100,000,000.00 and for \frac{2021-2022}{1000}
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    2022-2023 an amount not to exceed $100,000,000.00 for payments to
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    participating districts. A participating district that receives
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    money under this subsection shall use that money solely for the
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    purpose of offsetting a portion of the retirement contributions
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    owed by the district for the fiscal year in which it is received.
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    The amount allocated to each participating district under this
    subsection is based on each participating district's percentage of
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    the total statewide payroll for all participating districts for the
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    immediately preceding fiscal year. As used in this subsection,
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    "participating district" means a district that is a reporting unit
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    of the Michigan public school employees' retirement system under
    the public school employees retirement act of 1979, 1980 PA 300,
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    MCL 38.1301 to 38.1437, and that reports employees to the Michigan
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    public school employees' retirement system for the applicable
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    fiscal year.
          (2) In addition to the allocation under subsection (1), from
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    the state school aid fund money appropriated under section 11,
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    there is allocated an amount not to exceed $190,430,000.00
    $197,000,000.00 for \frac{2020-2021}{2021-2022} and an amount not to exceed
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    \$177,400,000.00 $191,700,000.00 for 2021-2022 2022-2023 for
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    payments to participating districts and intermediate districts and
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    from the general fund money appropriated under section 11, there is
    allocated an amount not to exceed \frac{70,000.00}{60,000.00} for \frac{2020}{60,000.00}
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- 1 for 2021-2022-2023 for payments to participating district
- 2 libraries. The amount allocated to each participating entity under
- 3 this subsection is based on each participating entity's reported
- 4 quarterly payroll for members that became tier 1 prior to February
- 5 1, 2018 for the current fiscal year. A participating entity that
- 6 receives money under this subsection shall use that money solely
- 7 for the purpose of offsetting a portion of the normal cost
- 8 contribution rate. As used in this subsection:
- 9 (a) "District library" means a district library established
- 10 under the district library establishment act, 1989 PA 24, MCL
- **11** 397.171 to 397.196.
- 12 (b) "Participating entity" means a district, intermediate
- 13 district, or district library that is a reporting unit of the
- 14 Michigan public school employees' retirement system under the
- 15 public school employees retirement act of 1979, 1980 PA 300, MCL
- 16 38.1301 to 38.1437, and that reports employees to the Michigan
- 17 public school employees' retirement system for the applicable
- 18 fiscal year.
- 19 Sec. 147b. (1) The MPSERS retirement obligation reform reserve
- 20 fund is created as a separate account within the state school aid
- **21** fund.
- 22 (2) The state treasurer may receive money or other assets from
- 23 any source for deposit into the MPSERS retirement obligation reform
- 24 reserve fund. The state treasurer shall direct the investment of
- 25 the MPSERS retirement obligation reform reserve fund. The state
- 26 treasurer shall credit to the MPSERS retirement obligation reform
- 27 reserve fund interest and earnings from the MPSERS retirement
- 28 obligation reform reserve fund.
- 29 (3) Money available in the MPSERS retirement obligation reform

1 reserve fund must not be expended without a specific appropriation.

(4) Money in the MPSERS retirement obligation reform reserve fund at the close of the fiscal year remains in the MPSERS retirement obligation reform reserve fund and does not lapse to the state school aid fund or to the general fund. The department of treasury is the administrator of the MPSERS retirement obligation reform reserve fund for auditing purposes.

(5) For 2022-2023, \$425,000,000.00 from the state school aid fund is deposited into the MPSERS retirement obligation reform reserve fund. It is the intent of the legislature that funds deposited under this subsection are used to offset costs associated with accelerating the reduction of the payroll growth assumption for reporting units that are not university reporting units until that rate is zero by October 1, 2026.

Sec. 147c. (1) From the state school aid fund money appropriated in section 11, there is allocated for 2021-2022-2022-2023 an amount not to exceed \$1,468,500,000.00 \$1,478,000,000.00, and from the MPSERS retirement obligation reform reserve fund money appropriated in section 11, there is allocated for 2022-2023 only an amount needed, estimated at \$140,400,000.00, for payments to districts and intermediate districts that are participating entities of the Michigan public school employees' retirement system. In addition, from the general fund money appropriated in section 11, there is allocated for 2021-2022-2022-2023 an amount not to exceed \$500,000.00 for payments to district libraries that are participating entities of the Michigan public school employees' retirement system. It is the intent of the legislature that money allocated from the MPSERS retirement obligation reform reserve fund under this section for 2022-2023 represents the amount necessary to

- 1 reduce the payroll growth assumption to 1.75%. All of the following
  2 apply to funding under this section:
- (a) Except as otherwise provided in this subdivision, for 3 2021-2022, 2022-2023, the amounts allocated under this section are 4 5 estimated to provide an average MPSERS rate cap per pupil amount of 6 \$911.00 \$1,042.00 and are estimated to provide a rate cap per pupil 7 for districts ranging between \$5.00 and  $\frac{4.200.00}{5}$ , \$3,700.00. For <del>2021-2022,</del> **2022-2023,** if the retirement system determines the 8 9 average MPSERS rate cap per pupil amount and rate cap per pupil for 10 districts estimated in the immediately preceding sentence need to 11 be adjusted, the estimated average MPSERS rate cap per pupil amount 12 and estimated rate cap per pupil for districts under this 13 subdivision are the estimations determined by the retirement 14 system. If the retirement system makes a determination as described 15 in the immediately preceding sentence, it shall issue its 16 estimations publicly and describe the need for the adjustment
- 18 (b) Payments made under this section are equal to the difference between the unfunded actuarial accrued liability 19 20 contribution rate as calculated pursuant to section 41 of the public school employees retirement act of 1979, 1980 PA 300, MCL 21 22 38.1341, as calculated without taking into account the maximum 23 employer rate of 20.96% included in section 41 of the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1341, and the 24 25 maximum employer rate of 20.96% included in section 41 of the public school employees retirement act of 1979, 1980 PA 300, MCL 26 27 38.1341.

described in the immediately preceding sentence.

(c) The amount allocated to each participating entity under this section is based on each participating entity's proportion of

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- 1 the total covered payroll for the immediately preceding fiscal year
- 2 for the same type of participating entities. A participating entity
- 3 that receives funds under this section shall use the funds solely
- 4 for the purpose of retirement contributions as specified in
- 5 subdivision (d).
- 6 (d) Each participating entity receiving funds under this
- 7 section shall forward an amount equal to the amount allocated under
- 8 subdivision (c) to the retirement system in a form, manner, and
- 9 time frame determined by the retirement system.
- 10 (e) Funds allocated under this section should be considered
- 11 when comparing a district's growth in total state aid funding from
- 12 1 fiscal year to the next.
- (f) Not later than December 20 , 2021, of each fiscal year for
- 14 which funding is allocated under this section, the department shall
- 15 publish and post on its website an estimated MPSERS rate cap per
- 16 pupil for each district.
- 17 (g) The office of retirement services shall first apply funds
- 18 allocated under this section to pension contributions and, if any
- 19 funds remain after that payment, shall apply those remaining funds
- 20 to other postemployment benefit contributions.
- 21 (2) In addition to the funds allocated under subsection (1),
- 22 from the state school aid fund money appropriated in section 11,
- 23 there is allocated for 2022-2023 only \$1,000,000,000.00 for
- 24 payments to districts and intermediate districts that are
- 25 participating entities of the Michigan public school employees'
- 26 retirement system. The amount allocated to each participating
- 27 entity under this subsection must be based on each participating
- 28 entity's proportion of the total covered payroll for the
- 29 immediately preceding fiscal year. A participating entity that

- 1 receives funds under this subsection shall use the funds solely for
- 2 purposes of this subsection. Each participating entity receiving
- 3 funds under this subsection shall forward an amount equal to the
- 4 amount allocated under this subsection to the retirement system in
- 5 a form, manner, and time frame determined by the retirement system.
- 6 The retirement system shall recognize funds received under this
- 7 subsection as additional assets being contributed to the system and
- 8 shall not categorize them as unfunded actuarial liability
- 9 contributions or normal cost contributions.
- 10 (3) (h)—As used in this section:
- 11 (a) (i)—"District library" means a district library established
- 12 under the district library establishment act, 1989 PA 24, MCL
- **13** 397.171 to 397.196.
- (b)  $\frac{(ii)}{(ii)}$  "MPSERS rate cap per pupil" means an amount equal to
- 15 the quotient of the district's payment under this section divided
- 16 by the district's pupils in membership.
- (c) (iii) "Participating entity" means a district, intermediate
- 18 district, or district library that is a reporting unit of the
- 19 Michigan public school employees' retirement system under the
- 20 public school employees retirement act of 1979, 1980 PA 300, MCL
- 21 38.1301 to 38.1437, and that reports employees to the Michigan
- 22 public school employees' retirement system for the applicable
- 23 fiscal year.
- 24 (iv) "Retirement board" means the board that administers the
- 25 retirement system under the public school employees retirement act
- 26 of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.
- (d) (v) "Retirement system" means the Michigan public school
- 28 employees' retirement system under the public school employees
- 29 retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

- Sec. 147e. (1) From the state school aid fund money
  appropriated in section 11, there is allocated for 2020-2021-20213 2022 an amount not to exceed \$33,800,000.00 \$50,000,000.00 and
  there is allocated for 2021-2022 2022-2023 an amount not to exceed
  \$65,300,000.00 \$54,000,000.00 for payments to participating
  entities.
  - (2) The payment to each participating entity under this section is the sum of the amounts under this subsection as follows:
  - (a) An amount equal to the contributions made by a participating entity for the additional contribution made to a qualified participant's Tier 2 account in an amount equal to the contribution made by the qualified participant not to exceed 3% of the qualified participant's compensation as provided for under section 131(6) of the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1431.
  - (b) Beginning October 1, 2017, an amount equal to the contributions made by a participating entity for a qualified participant who is only a Tier 2 qualified participant under section 81d of the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1381d, not to exceed 4%, and, beginning February 1, 2018, not to exceed 1%, of the qualified participant's compensation.
  - (c) An amount equal to the increase in employer normal cost contributions under section 41b(2) of the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1341b, for a member that was hired after February 1, 2018 and chose to participate in Tier 1, compared to the employer normal cost contribution for a member under section 41b(1) of the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1341b.

1 (3) As used in this section:

(a) "Member" means that term as defined under the public
school employees retirement act of 1979, 1980 PA 300, MCL 38.1301
to 38.1437.

- (b) "Participating entity" means a district, intermediate district, or community college that is a reporting unit of the Michigan public school employees' retirement system under the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437, and that reports employees to the Michigan public school employees' retirement system for the applicable fiscal year.
- 12 (c) "Qualified participant" means that term as defined under
  13 section 124 of the public school employees retirement act of 1979,
  14 1980 PA 300, MCL 38.1424.
- Sec. 152a. (1) As required by the court in the consolidated cases known as Adair v State of Michigan, 486 Mich 468 (2010), from the state school aid fund money appropriated in section 11, there is allocated for 2021-2022 2022-2023 an amount not to exceed \$38,000,500.00 to be used solely for the purpose of paying necessary costs related to the state-mandated collection, maintenance, and reporting of data to this state.
- 22 (2) From the allocation in subsection (1), the department
  23 shall make payments to districts and intermediate districts in an
  24 equal amount per pupil based on the total number of pupils in
  25 membership in each district and intermediate district. The
  26 department shall not make any adjustment to these payments after
  27 the final installment payment under section 17b is made.
- Sec. 152b. (1) From the general fund money appropriated under section 11, there is allocated an amount not to exceed

- 1 \$1,000,000.00 for  $\frac{2021-2022}{2022-2023}$  to reimburse actual costs
- 2 incurred by nonpublic schools in complying with a health, safety,
- 3 or welfare requirement mandated by a law or administrative rule of
- 4 this state.
- 5 (2) By January 1 of each applicable fiscal year, the
- 6 department shall publish a form for reporting actual costs incurred
- 7 by a nonpublic school in complying with a health, safety, or
- 8 welfare requirement mandated under state law containing each
- 9 health, safety, or welfare requirement mandated by a law or
- 10 administrative rule of this state applicable to a nonpublic school
- 11 and with a reference to each relevant provision of law or
- 12 administrative rule for the requirement. The form shall must be
- 13 posted on the department's website in electronic form.
- 14 (3) By June 30 of each applicable fiscal year, a nonpublic
- 15 school seeking reimbursement for actual costs incurred in complying
- 16 with a health, safety, or welfare requirement under a law or
- 17 administrative rule of this state during each applicable school
- 18 year shall must submit a completed form described in subsection (2)
- 19 to the department. This section does not require a nonpublic school
- 20 to submit a form described in subsection (2). A nonpublic school is
- 21 not eligible for reimbursement under this section if the nonpublic
- 22 school does not submit the form described in subsection (2) in a
- 23 timely manner.
- 24 (4) By August 15 of each applicable fiscal year, the
- 25 department shall distribute funds to each nonpublic school that
- 26 submits a completed form described under subsection (2) in a timely
- 27 manner. The superintendent shall determine the amount of funds to
- 28 be paid to each nonpublic school in an amount that does not exceed
- 29 the nonpublic school's actual costs in complying with a health,

- safety, or welfare requirement under a law or administrative rule
  of this state. The superintendent shall calculate a nonpublic
  school's actual cost in accordance with this section.
- 4 (5) If the funds allocated under this section are insufficient 5 to fully fund payments as otherwise calculated under this section, 6 the department shall distribute funds under this section on a 7 prorated or other equitable basis as determined by the 8 superintendent.
- 9 (6) The department may review the records of a nonpublic 10 school submitting a form described in subsection (2) only for the 11 limited purpose of verifying the nonpublic school's compliance with 12 this section. If a nonpublic school does not allow the department 13 to review records under this subsection, the nonpublic school is 14 not eligible for reimbursement under this section.
  - (7) The funds appropriated under this section are for purposes related to education, are considered to be incidental to the operation of a nonpublic school, are noninstructional in character, are for purposes that are incidental to teaching and the provision of educational services to nonpublic school students; that are noninstructional in nature; that do not constitute a primary function or element necessary for a nonpublic school's existence, operation, and survival; that do not involve or result in excessive religious entanglement; and that are intended for the public purpose of ensuring the health, safety, and welfare of the children in nonpublic schools and to reimburse nonpublic schools for costs described in this section.
  - (8) Funds allocated under this section are not intended to aid or maintain any nonpublic school, support the attendance of any student at a nonpublic school, employ any person at a nonpublic

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1 school, support the attendance of any student at any location where

- 2 instruction is offered to a nonpublic school student, or support
- 3 the employment of any person at any location where instruction is
- 4 offered to a nonpublic school student.
- 5 (9) For purposes of this section, "actual cost" means the
- 6 hourly wage for the employee or employees performing a task or
- 7 tasks required to comply with a health, safety, or welfare
- 8 requirement under a law or administrative rule of this state
- 9 identified by the department under subsection (2) and is to be
- 10 calculated in accordance with the form published by the department
- 11 under subsection (2), which shall must include a detailed
- 12 itemization of costs. The nonpublic school shall not charge more
- 13 than the hourly wage of its lowest-paid employee capable of
- 14 performing a specific task regardless of whether that individual is
- 15 available and regardless of who actually performs a specific task.
- 16 Labor costs under this subsection shall must be estimated and
- 17 charged in increments of 15 minutes or more, with all partial time
- 18 increments rounded down. When calculating costs under subsection
- 19 (4), fee components shall must be itemized in a manner that
- 20 expresses both the hourly wage and the number of hours charged. The
- 21 nonpublic school may not charge any applicable labor charge amount
- 22 to cover or partially cover the cost of health or fringe benefits.
- 23 A nonpublic school shall not charge any overtime wages in the
- 24 calculation of labor costs.
- 25 (10) For the purposes of this section, the actual cost
- 26 incurred by a nonpublic school for taking daily student attendance
- 27 shall be considered an actual cost in complying with a health,
- 28 safety, or welfare requirement under a law or administrative rule
- 29 of this state. Training fees, inspection fees, and criminal

background check fees are considered actual costs in complying with
a health, safety, or welfare requirement under a law or
administrative rule of this state.

(11) The funds allocated under this section for 2017-2018 are a work project appropriation, and any unexpended funds for 2017-2018 are carried forward into 2018-2019. The purpose of the work project is to continue to reimburse nonpublic schools for actual costs incurred in complying with a health, safety, or welfare requirement mandated by a law or administrative rule of this state. The estimated completion date of the work project is September 30, 2022.

(12) The funds allocated under this section for 2018-2019 are a work project appropriation, and any unexpended funds for 2018-2019 are carried forward into 2019-2020. The purpose of the work project is to continue to reimburse nonpublic schools for actual costs incurred in complying with a health, safety, or welfare requirement mandated by a law or administrative rule of this state. The estimated completion date of the work project is September 30, 2022.

(11) (13)—The funds allocated under this section for 2021-2022 are a work project appropriation, and any unexpended funds for 2021-2022 are carried forward into 2022-2023. The purpose of the work project is to continue to reimburse nonpublic schools for actual costs incurred in complying with a health, safety, or welfare requirement mandated by a law or administrative rule of this state. The estimated completion date of the work project is September 30, 2023.

(12) The funds allocated under this section for 2022-2023 are a work project appropriation, and any unexpended funds for 2022-

- 1 2023 are carried forward into 2023-2024. The purpose of the work
- 2 project is to continue to reimburse nonpublic schools for actual
- 3 costs incurred in complying with a health, safety, or welfare
- 4 requirement mandated by a law or administrative rule of this state.
- 5 The estimated completion date of the work project is September 30,
- 6 2024.
- 7 (13) (14) The department shall reimburse nonpublic schools for
- 8 actual costs incurred in complying with health, safety, or welfare
- 9 requirements under a law or administrative rule of this state from
- 10 2018-2019 2017-2018 through 2020-2021 2021-2022 using work project
- 11 funds or, if those funds are insufficient to fund reimbursements
- 12 under this subsection, from the allocation under subsection (1).
- Sec. 201. (1) Subject to the conditions set forth in this
- 14 article, the amounts listed in this section are appropriated for
- 15 community colleges for the fiscal year ending September 30, 2022,
- 16 2023, from the funds indicated in this section. The following is a
- 17 summary of the appropriations in this section:
- 18 (a) The gross appropriation is \$431,917,000.00.
- 19 \$530,258,000.00. After deducting total interdepartmental grants and
- 20 intradepartmental transfers in the amount of \$0.00, the adjusted
- 21 gross appropriation is \$431,917,000.00.\$530,258,000.00.
- 22 (b) The sources of the adjusted gross appropriation described
- 23 in subdivision (a) are as follows:
- **24** (*i*) Total federal revenues, \$0.00.\$81,200,000.00.
- 25 (ii) Total local revenues, \$0.00.
- 26 (iii) Total private revenues, \$0.00.
- 27 (iv) Total other state restricted revenues,
- 28 \$431,917,000.00.\$449,058,000.00.
- (v) State general fund/general purpose money, \$0.00.



- 1 (2) Subject to subsection (3), the amount appropriated for
  2 community college operations is \$328,583,400.00, \$341,224,400.00,
  3 allocated as follows:
- 4 (a) The appropriation for Alpena Community College is

  5 \$5,830,600.00, \$5,753,300.00 for operations, \$53,400.00 for 1-time

  6 performance funding, and \$23,900.00 for costs incurred under the

  7 North American Indian tuition waiver.\$6,040,500.00, \$5,753,300.00

  8 for operations, \$273,500.00 for performance funding, and \$13,700.00

  9 for costs incurred under the North American Indian tuition waiver.
  - (b) The appropriation for Bay de Noc Community College is \$5,772,400.00, \$5,602,800.00 for operations, \$58,000.00 for 1-time performance funding, and \$111,600.00 for costs incurred under the North American Indian tuition waiver.\$5,986,700.00, \$5,602,800.00 for operations, \$274,200.00 for performance funding, and \$109,700.00 for costs incurred under the North American Indian tuition waiver.
  - (c) The appropriation for Delta College is \$15,364,000.00, \$15,160,500.00 for operations, \$143,400.00 for 1-time performance funding, and \$60,100.00 for costs incurred under the North American Indian tuition waiver.\$15,928,400.00, \$15,160,500.00 for operations, \$727,700.00 for performance funding, and \$40,200.00 for costs incurred under the North American Indian tuition waiver.
  - (d) The appropriation for Glen Oaks Community College is \$2,684,500.00, \$2,651,200.00 for operations, \$33,300.00 for 1-time performance funding, and \$0.00 for costs incurred under the North American Indian tuition waiver.\$2,802,100.00, \$2,651,200.00 for operations, \$150,900.00 for performance funding, and \$0.00 for costs incurred under the North American Indian tuition waiver.
    - (e) The appropriation for Gogebic Community College is

- 1 \$4,968,100.00, \$4,873,700.00 for operations, \$42,400.00 for 1 time
- 2 performance funding, and \$52,000.00 for costs incurred under the
- 3 North American Indian tuition waiver. \$5,145,800.00, \$4,873,700.00
- 4 for operations, \$229,600.00 for performance funding, and \$42,500.00
- 5 for costs incurred under the North American Indian tuition waiver.
- 6 (f) The appropriation for Grand Rapids Community College is
- 7 \$19,193,200.00, \$18,773,100.00 for operations, \$221,500.00 for 1-
- 8 time performance funding, and \$198,600.00 for costs incurred under
- 9 the North American Indian tuition waiver. \$19,950,600.00,
- 10 \$18,773,100.00 for operations, \$993,100.00 for performance funding,
- 11 and \$184,400.00 for costs incurred under the North American Indian
- 12 tuition waiver.
- 13 (g) The appropriation for Henry Ford College is
- 14 \$22,753,900.00, \$22,533,100.00 for operations, \$205,800.00 for 1-
- 15 time performance funding, and \$15,000.00 for costs incurred under
- 16 the North American Indian tuition waiver. \$23,731,400.00,
- 17 \$22,533,100.00 for operations, \$1,167,000.00 for performance
- 18 funding, and \$31,300.00 for costs incurred under the North American
- 19 Indian tuition waiver.
- 20 (h) The appropriation for Jackson College is \$12,912,300.00,
- 21 \$12,756,200.00 for operations, \$109,900.00 for 1-time performance
- 22 funding, and \$46,200.00 for costs incurred under the North American
- 23 Indian tuition waiver.\$13,337,700.00, \$12,756,200.00 for
- 24 operations, \$538,900.00 for performance funding, and \$42,600.00 for
- 25 costs incurred under the North American Indian tuition waiver.
- 26 (i) The appropriation for Kalamazoo Valley Community College
- 27 is \$13,320,400.00, \$13,099,900.00 for operations, \$134,400.00 for
- 28 1-time performance funding, and \$86,100.00 for costs incurred under
- 29 the North American Indian tuition waiver. \$13,832,700.00,

- 1 \$13,099,900.00 for operations, \$676,200.00 for performance funding,
- 2 and \$56,600.00 for costs incurred under the North American Indian
- 3 tuition waiver.
- 4 (j) The appropriation for Kellogg Community College is
- 5 \$10,419,200.00, \$10,267,100.00 for operations, \$100,800.00 for 1-
- 6 time performance funding, and \$51,300.00 for costs incurred under
- 7 the North American Indian tuition waiver. \$10,781,400.00,
- 8 \$10,267,100.00 for operations, \$487,300.00 for performance funding,
- 9 and \$27,000.00 for costs incurred under the North American Indian
- 10 tuition waiver.
- 11 (k) The appropriation for Kirtland Community College is
- 12 \$3,404,000.00, \$3,358,400.00 for operations, \$39,100.00 for 1-time
- 13 performance funding, and \$6,500.00 for costs incurred under the
- 14 North American Indian tuition waiver.\$3,601,000.00, \$3,358,400.00
- 15 for operations, \$219,500.00 for performance funding, and \$23,100.00
- 16 for costs incurred under the North American Indian tuition waiver.
- 17 (l) The appropriation for Lake Michigan College is
- 18 \$5,768,200.00, \$5,702,700.00 for operations, \$52,400.00 for 1-time
- 19 performance funding, and \$13,100.00 for costs incurred under the
- 20 North American Indian tuition waiver. \$5,990,800.00, \$5,702,700.00
- 21 for operations, \$275,700.00 for performance funding, and \$12,400.00
- 22 for costs incurred under the North American Indian tuition waiver.
- 23 (m) The appropriation for Lansing Community College is
- 24 \$33,255,300.00, \$32,852,000.00 for operations, \$280,600.00 for 1-
- 25 time performance funding, and \$122,700.00 for costs incurred under
- 26 the North American Indian tuition waiver. \$34,339,200.00,
- 27 \$32,852,000.00 for operations, \$1,376,900.00 for performance
- 28 funding, and \$110,300.00 for costs incurred under the North
- 29 American Indian tuition waiver.



- 1 (n) The appropriation for Macomb Community College is
  2 \$34,629,700.00, \$34,276,100.00 for operations, \$330,300.00 for 13 time performance funding, and \$23,300.00 for costs incurred under
  4 the North American Indian tuition waiver.\$35,950,400.00,
  5 \$34,276,100.00 for operations, \$1,635,800.00 for performance
  6 funding, and \$38,500.00 for costs incurred under the North American
  7 Indian tuition waiver.
  - (o) The appropriation for Mid Michigan Community College is \$5,396,300.00, \$5,184,400.00 for operations, \$58,000.00 for 1-time performance funding, and \$153,900.00 for costs incurred under the North American Indian tuition waiver.\$5,555,700.00, \$5,184,400.00 for operations, \$273,700.00 for performance funding, and \$97,600.00 for costs incurred under the North American Indian tuition waiver.
  - (p) The appropriation for Monroe County Community College is \$4,798,100.00, \$4,746,200.00 for operations, \$51,200.00 for 1-time performance funding, and \$700.00 for costs incurred under the North American Indian tuition waiver.\$5,005,000.00, \$4,746,200.00 for operations, \$257,400.00 for performance funding, and \$1,400.00 for costs incurred under the North American Indian tuition waiver.
  - (q) The appropriation for Montcalm Community College is \$3,612,600.00, \$3,570,600.00 for operations, \$37,200.00 for 1-time performance funding, and \$4,800.00 for costs incurred under the North American Indian tuition waiver.\$3,767,400.00, \$3,570,600.00 for operations, \$188,300.00 for performance funding, and \$8,500.00 for costs incurred under the North American Indian tuition waiver.
  - (r) The appropriation for C.S. Mott Community College is \$16,623,500.00, \$16,440,000.00 for operations, \$142,500.00 for 1-time performance funding, and \$41,000.00 for costs incurred under the North American Indian tuition waiver.\$17,127,100.00,

- \$16,440,000.00 for operations, \$658,300.00 for performance funding,
  and \$28,800.00 for costs incurred under the North American Indian
- 3 tuition waiver.
- 4 (s) The appropriation for Muskegon Community College is
- 5 \$9,431,700.00, \$9,289,100.00 for operations, \$85,100.00 for 1-time
- 6 performance funding, and \$57,500.00 for costs incurred under the
- 7 North American Indian tuition waiver. \$9,775,400.00, \$9,289,100.00
- 8 for operations, \$444,300.00 for performance funding, and \$42,000.00
- 9 for costs incurred under the North American Indian tuition waiver.
- 10 (t) The appropriation for North Central Michigan College is
- 11 \$3,612,700.00, \$3,389,300.00 for operations, \$42,200.00 for 1-time
- 12 performance funding, and \$181,200.00 for costs incurred under the
- 13 North American Indian tuition waiver.\$3,779,800.00, \$3,389,300.00
- 14 for operations, \$226,600.00 for performance funding, and
- 15 \$163,900.00 for costs incurred under the North American Indian
- 16 tuition waiver.
- 17 (u) The appropriation for Northwestern Michigan College is
- 18 \$9,906,900.00, \$9,567,100.00 for operations, \$88,600.00 for 1-time
- 19 performance funding, and \$251,200.00 for costs incurred under the
- 20 North American Indian tuition waiver. \$10,162,300.00, \$9,567,100.00
- 21 for operations, \$439,700.00 for performance funding, and
- 22 \$155,500.00 for costs incurred under the North American Indian
- 23 tuition waiver.
- 24 (v) The appropriation for Oakland Community College is
- 25 \$22,485,200.00, \$22,211,700.00 for operations, \$240,000.00 for 1-
- 26 time performance funding, and \$33,500.00 for costs incurred under
- 27 the North American Indian tuition waiver. \$23,505,300.00,
- 28 \$22,211,700.00 for operations, \$1,257,800.00 for performance
- 29 funding, and \$35,800.00 for costs incurred under the North American

- 1 Indian tuition waiver.
- 2 (w) The appropriation for Schoolcraft College is
- 3 \$13,386,700.00, \$13,196,200.00 for operations, \$151,700.00 for 1-
- 4 time performance funding, and \$38,800.00 for costs incurred under
- 5 the North American Indian tuition waiver. \$13,960,700.00,
- 6 \$13,196,200.00 for operations, \$743,300.00 for performance funding,
- 7 and \$21,200.00 for costs incurred under the North American Indian
- 8 tuition waiver.
- 9 (x) The appropriation for Southwestern Michigan College is
- 10 \$7,081,900.00, \$6,979,400.00 for operations, \$68,400.00 for 1-time
- 11 performance funding, and \$34,100.00 for costs incurred under the
- 12 North American Indian tuition waiver. \$7,359,900.00, \$6,979,400.00
- 13 for operations, \$353,400.00 for performance funding, and \$27,100.00
- 14 for costs incurred under the North American Indian tuition waiver.
- 15 (y) The appropriation for St. Clair County Community College
- 16 is \$7,478,700.00, \$7,385,200.00 for operations, \$78,400.00 for 1-
- 17 time performance funding, and \$15,100.00 for costs incurred under
- 18 the North American Indian tuition waiver.\$7,805,200.00,
- 19 \$7,385,200.00 for operations, \$401,400.00 for performance funding,
- 20 and \$18,600.00 for costs incurred under the North American Indian
- 21 tuition waiver.
- 22 (z) The appropriation for Washtenaw Community College is
- 23 \$14,080,600.00, \$13,855,900.00 for operations, \$189,400.00 for 1-
- 24 time performance funding, and \$35,300.00 for costs incurred under
- 25 the North American Indian tuition waiver. \$14,875,000.00,
- 26 \$13,855,900.00 for operations, \$995,400.00 for performance funding,
- 27 and \$23,700.00 for costs incurred under the North American Indian
- 28 tuition waiver.

(aa) The appropriation for Wayne County Community College is



- 1 \$17,782,100.00, \$17,593,400.00 for operations, \$173,700.00 for 1-
- 2 time performance funding, and \$15,000.00 for costs incurred under
- 3 the North American Indian tuition waiver. \$18,384,700.00,
- 4 \$17,593,400.00 for operations, \$782,700.00 for performance funding,
- 5 and \$8,600.00 for costs incurred under the North American Indian
- 6 tuition waiver.
- 7 (bb) The appropriation for West Shore Community College is
- 8 \$2,630,600.00, \$2,585,600.00 for operations, \$24,800.00 for 1-time
- 9 performance funding, and \$20,200.00 for costs incurred under the
- 10 North American Indian tuition waiver. \$2,742,200.00, \$2,585,600.00
- 11 for operations, \$135,400.00 for performance funding, and \$21,200.00
- 12 for costs incurred under the North American Indian tuition waiver.
- 13 (3) The amount appropriated in subsection (2) for community
- 14 college operations is \$328,583,400.00\$\$ \$341,224,400.00 and is
- 15 appropriated from the state school aid fund.
- 16 (4) From the appropriations described in subsection (1), both
- 17 of the following apply:
- 18 (a) Subject to section 207a, the amount appropriated for
- 19 fiscal year  $\frac{2021-2022}{2020-2023}$  to offset certain fiscal year  $\frac{2021-2022}{2020-2023}$
- 20 <del>2022</del> 2022-2023 retirement contributions is \$1,733,600.00,
- 21 appropriated from the state school aid fund.
- 22 (b) For fiscal year <del>2021-2022, </del>2022-2023, there is allocated
- 23 an amount not to exceed \$11,700,000.00 \$10,800,000.00 for payments
- 24 to participating community colleges, appropriated from the state
- 25 school aid fund. A community college that receives money under this
- 26 subdivision shall use that money solely for the purpose of
- 27 offsetting the normal cost contribution rate.
- 28 (5) From the appropriations described in subsection (1),
- 29 subject to section 207b, the amount appropriated for payments to

- community colleges that are participating entities of the
  retirement system is \$87,200,000.00 \$92,600,000.00, appropriated
  from the state school aid fund.
- 4 (6) From the appropriations described in subsection (1), 5 subject to section 207c, the amount appropriated for renaissance 6 zone tax reimbursements is \$2,200,000.00, appropriated from the 7 state school aid fund. Each community college receiving funds in 8 this subsection shall accrue these payments to its institutional 9 fiscal year ending June 30, 2022.2023.
  - (7) From the appropriations described in subsection (1), subject to section 216, the amount appropriated for the Michigan reconnect grant program short-term training grants is \$6,000,000.00, appropriated from the coronavirus state fiscal recovery funds under the American rescue plan act of 2021, title IX, subtitle M of Public Law 117-2.
  - (8) From the appropriations described in subsection (1), there is appropriated \$9,200,000.00 from the coronavirus state fiscal recovery funds under the American rescue plan act of 2021, title IX, subtitle M of Public Law 117-2, for fiscal year 2022-2023 only, to the nonprofit organization Talent 2025, for the creation and operation of the Michigan center for adult college success to focus on research, support models, and best practices on ensuring enrollment and completion of college degrees and certificates among adults returning to further their education due to being unemployed or underemployed, including, but not limited to, those whose employment opportunities have been adversely affected by the COVID-19 pandemic. The goal of the research is to identify barriers that prevent these individuals from completing degree and certificate programs, create greater support systems within colleges and

- 1 universities for these students that address these barriers, and as
- 2 a result increase the number of adults completing degree and
- 3 certificate programs. This research is meant to serve the
- 4 overarching aim of increasing the skills and training of
- 5 Michiganders impacted by the COVID-19 pandemic. Talent 2025 shall
- 6 provide information on request to the house and senate
- 7 appropriations subcommittees on community colleges, the house and
- 8 senate fiscal agencies, and the state budget director on the use of
- 9 these funds until the project is completed.
- 10 (9) From the appropriations described in subsection (1),
- 11 subject to section 216a, there is appropriated \$10,000,000.00, from
- 12 the coronavirus state fiscal recovery funds under the American
- 13 rescue plan act of 2021, title IX, subtitle M of Public Law 117-2,
- 14 for fiscal year 2022-2023 only, to the Michigan Community College
- 15 Association, for the community college academic catch-up program.
- 16 (10) The amount appropriated for pregnant and parenting
- 17 student services is \$500,000.00, appropriated from the state school
- 18 aid fund, and is subject to section 226f.
- 19 (11) From the appropriations described in subsection (1),
- 20 subject to section 216b, the amount appropriated for the Michigan
- 21 ADN to BSN completion grant program is \$56,000,000.00, appropriated
- 22 from the coronavirus state fiscal recovery funds under the American
- 23 rescue plan act of 2021, title IX, subtitle M of Public Law 117-2.
- 24 Sec. 202a. As used in this article:
- 25 (a) "ADN" means an associate of science degree in nursing, an
- 26 associate of applied science in nursing, or a similar 2-year degree
- 27 in nursing.
- 28 (b) "BSN" means a bachelor of science degree in nursing.
- (c) (a) "Center" means the center for educational performance

- 1 and information created in section 94a.
- 2 (d) (b) "Michigan renaissance zone act" means the Michigan
- 3 renaissance zone act, 1996 PA 376, MCL 125.2681 to
- 4 125.2696. "College level equivalent credit examination" means an
- 5 examination that is administered by an independent testing service
- 6 and that is used by colleges and universities generally to award
- 7 postsecondary credit for achievement of a particular score, and
- 8 includes, but is not limited to, advanced placement examinations,
- 9 the DANTES Subject Standardized Test (DSST), and college-level
- 10 examination program (CLEP) examinations.
  - (e) (c)—"Participating college" means a community college that is a reporting unit of the retirement system and that reports
- 13 employees to the retirement system for the state fiscal year.
- 14 (d) "Retirement board" means the board that administers the
- 15 retirement system under the public school employees retirement act
- 16 of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.
- (f) (e) "Retirement system" means the Michigan public school
- 18 employees' retirement system under the public school employees
- 19 retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.
- 20 Sec. 206. (1) Except for the funds appropriated in section
- 21 201(4)(b), the funds appropriated in section 201 are appropriated
- 22 for community colleges with fiscal years ending June 30, 2022—2023
- 23 and shall must be paid out of the state treasury and distributed by
- 24 the state treasurer to the respective community colleges in 11
- 25 monthly installments on the sixteenth of each month, or the next
- 26 succeeding business day, beginning with October 16, <del>2021.</del> **2022**.
- 27 Each community college shall accrue its July and August 2022 2023
- 28 payments to its institutional fiscal year ending June 30,
- 29  $\frac{2022}{2023}$ .

- 1 (2) The funds appropriated in section 201(4)(b) are
  2 appropriated for community colleges with fiscal years ending June
  3 30, 2022 2023 and shall must be distributed to the respective
  4 community colleges in quarterly installments on the sixteenth of
  5 each November, February, May, and August. Each community college
  6 shall accrue its August 2022 2023 payments to its institutional
  7 fiscal year ending June 30, 2022.2023.
- 8 (3) If the state budget director determines that a community
  9 college failed to submit any of the following information in the
  10 form and manner specified by the center, the state treasurer shall,
  11 subject to subsection (4), withhold the monthly installments from
  12 that community college until those data are submitted:
- (a) The Michigan community colleges verified data inventory
  data for the preceding academic year to the center by the first
  business day of November of each year as specified in section 217.
- (c) The longitudinal data set for the preceding academic year
  to the center as specified in section 219.
  - (d) The annual independent audit as specified in section 222.
- 21 (e) Tuition and mandatory fees information for the current 22 academic year as specified in section 225.
- (f) The number and type of associate degrees and other
  certificates awarded during the previous academic year as specified
  in section 226.
- (4) The state budget director shall notify the chairs of the house and senate appropriations subcommittees on community colleges at least 10 days before withholding funds from any community college under subsection (3).

- Sec. 207a. The following apply to the allocation of the fiscal year <del>2021-2022</del> **2022-2023** appropriations described in section 201(4):
- 4 (a) A community college that receives money under section
  5 201(4) shall use that money solely for the purpose of offsetting a
  6 portion of the retirement contributions owed by the college for
  7 that fiscal year.

- Sec. 207b. All of the following apply to the allocation of the fiscal year <del>2021-2022-2022-2023</del> appropriations described in section 201(5) for payments to community colleges that are participating entities of the retirement system:
  - (a) The amount of a payment under section 201(5) shall must be the difference between the unfunded actuarial accrued liability contribution rate as calculated under section 41 of the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1341, as calculated without taking into account the maximum employer rate of 20.96% included in section 41 of the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1341, and the maximum employer rate of 20.96% under section 41 of the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1341.

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- 1 (b) The amount allocated to each community college under
  2 section 201(5) shall must be based on each community college's
  3 percentage of the total covered payroll for all community colleges
  4 that are participating colleges in the immediately preceding fiscal
  5 year. A community college that receives funds under this
  6 subdivision shall use the funds solely for the purpose of
  7 retirement contributions under section 201(5).
  - (c) Each participating college that receives funds under section 201(5) shall forward an amount equal to the amount allocated under subdivision (b) to the retirement system in a form and manner determined by the retirement system.
  - Sec. 207c. All of the following apply to the allocation of the appropriations described in section 201(6) to community colleges described in section 12(3) of the Michigan renaissance zone act, 1996 PA 376, MCL 125.2692:
  - (a) The amount allocated to each community college under section 201(6) for fiscal year <del>2021-2022 shall 2022-2023 must</del> be based on that community college's proportion of total revenue lost by community colleges as a result of the exemption of property taxes levied in <del>2021-2022</del> under the Michigan renaissance zone act, 1996 PA 376, MCL 125.2681 to 125.2696.
  - (b) The appropriations described in section 201(6) shall must be made to each eligible community college within 60 days after the department of treasury certifies to the state budget director that it has received all necessary information to properly determine the amounts payable to each eligible community college under section 12 of the Michigan renaissance zone act, 1996 PA 376, MCL 125.2692.
- 28 Sec. 209. (1) Within 30 days after the board of a community
  29 college adopts its annual operating budget for the following fiscal

- 1 year, or after the board adopts a subsequent revision to that
- 2 budget, the community college shall make all of the following
- 3 information available through a link on its website homepage, and
- 4 shall also submit this information, and the information described
- 5 in subsections (4) and (5), to the state budget director, who will
- 6 compile the information it receives into a single report for all
- 7 community colleges and will submit the report to the house and
- 8 senate appropriations subcommittees on community colleges and the
- 9 house and senate fiscal agencies:
- 10 (a) The annual operating budget and subsequent budget
- 11 revisions.
- 12 (b) A link to the most recent "Michigan Community College Data
- 13 Inventory Report".
- 14 (c) General fund revenue and expenditure projections for the
- 15 current fiscal year and the next fiscal year.
- 16 (d) A listing of all debt service obligations, detailed by
- 17 project, anticipated payment of each project, and total outstanding
- 18 debt for the current fiscal year.
- 19 (e) Links to all of the following for the community college:
- 20 (i) The current collective bargaining agreement for each
- 21 bargaining unit.
- 22 (ii) Each health care benefits plan, including, but not limited
- 23 to, medical, dental, vision, disability, long-term care, or any
- 24 other type of benefits that would constitute health care services,
- 25 offered to any bargaining unit or employee of the community
- 26 college.
- 27 (iii) Audits and financial reports for the most recent fiscal
- 28 year for which they are available.
- 29 (iv) A copy of the board of trustees resolution regarding

- 1 compliance with best practices for the local strategic value
  2 component described in section 230(2).
- 3 (f) A map that includes the boundaries of the community4 college district.
- 5 (2) For statewide consistency and public visibility, community 6 colleges must use the icon badge provided by the department of 7 technology, management, and budget consistent with the icon badge 8 developed by the department of education for K-12 school districts. 9 It must appear on the front of each community college's homepage.
- 10 The size of the icon may be reduced to  $150 \times 150$  pixels.
  - (3) The state budget director shall determine whether a community college has complied with this section. The state budget director may withhold a community college's monthly installments described in section 206 until the community college complies with this section. The state budget director shall notify the chairs of the house and senate appropriations subcommittee on community colleges at least 10 days before withholding funds from any community college.
  - (4) Each community college shall report the following information to the senate and house and senate appropriations subcommittees on community colleges, the senate and house and senate fiscal agencies, and the state budget office by November 15 and post that information on its website as required under subsection (1):
  - (a) Budgeted current fiscal year general fund revenue from tuition and fees.
- (b) Budgeted current fiscal year general fund revenue fromstate appropriations.
- 29 (c) Budgeted current fiscal year general fund revenue from

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- 1 property taxes.
- 2 (d) Budgeted current fiscal year total general fund revenue.
- 3 (e) Budgeted current fiscal year total general fund
- 4 expenditures.
  - (5) By the first business day of November of each year, a
    community college shall post the following information on its
    website under the budget transparency icon badge:
  - 8 (a) Opportunities for earning college credit through the9 following programs:
- 10 (i) State approved career and technical education or a tech11 prep articulated program of study.
- 12 (ii) Direct college credit or concurrent enrollment.
- 13 (iii) Dual enrollment.
- 14 (iv) An early college/middle college program.
- (b) For each program described in subdivision (a) that the community college offers, all of the following information:
- (i) The number of high school students participating in the program.
- 19 (ii) The number of school districts that participate in the 20 program with the community college.
- (iii) Whether a college professor, qualified local school
  district employee, or other individual teaches the course or
  courses in the program.
- (iv) The total cost to the community college to operate the program.
- 26 (v) The cost per credit hour for the course or courses in the 27 program.
- (vi) The location where the course or courses in the program are held.



- (vii) Instructional resources offered to the program
   instructors.
- 3 (viii) Resources offered to the student in the program.
- 4 (ix) Transportation services provided to students in the5 program.
- 6 Sec. 209a. (1) A public community college shall develop,
- 7 maintain, and update a "campus safety information and resources"
- 8 link, prominently displayed on the homepage of its website, to a
- 9 section of its website containing all of the information required
- 10 under subsection (2).
- 11 (2) The "campus safety information and resources" section of a
  12 public community college's website shall must include, but not be
- 13 limited to, all of the following information:
- (a) Emergency contact numbers for police, fire, health, andother services.
- 16 (b) Hours, locations, phone numbers, and electronic mail email17 contacts for campus public safety offices and title IX offices.
- (c) A list of safety and security services provided by the
  community college, including transportation, escort services,
  building surveillance, anonymous tip lines, and other available
  security services.
- (d) A public community college's policies applicable to minorson community college property.
  - (e) A directory of resources available at the community college or surrounding community for students or employees who are survivors of sexual assault or sexual abuse.
- (f) An electronic copy of "A Resource Handbook for CampusSexual Assault Survivors, Friends and Family", published in 2018.
- 29 (g) Campus security policies and crime statistics pursuant to



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- 1 the student right-to-know and campus security act, Public Law 101-
- 2 542, 104 Stat 2381. Information shall must include all material
- 3 prepared pursuant to the public information reporting requirements
- 4 under the crime awareness and campus security act of 1990, title II
- 5 of the student right-to-know and campus security act, Public Law
- 6 101-542, 104 Stat 2381.
- 7 (3) A community college shall certify to the state budget
- 8 director by October 1, <del>2021</del> **2022** that it is in compliance with this
- 9 section. The state budget director may withhold a public community
- 10 college's monthly installments described in section 206 until the
- 11 public community college complies with this section.
- Sec. 210h. (1) If a community college that receives an
- 13 appropriation in section 201 establishes a mandatory COVID-19
- 14 vaccine policy, it shall provide exemptions to that policy to the
- 15 following students and employees:
- 16 (a) Any student or employee for whom a physician certifies
- 17 that a COVID-19 vaccine is or may be detrimental to the student's
- 18 or employee's health or is not appropriate.
- 19 (b) Any student or employee who provides a written statement
- 20 to the effect that the requirements of the COVID-19 vaccine policy
- 21 cannot be met because of religious convictions or other
- 22 consistently held objection to immunization.
- 23 (2) It must be presumed that a student or employee who
- 24 requests an exemption under subsection (1) is entitled to that
- 25 exemption. The community college shall grant that student's or
- 26 employee's request unless it determines by clear and convincing
- 27 evidence that the student or employee is not entitled to that
- 28 exemption. A community college shall not deny an exemption solely
- 29 because the student or employee previously received another

1 vaccine.

- 2 (3) A community college shall not deny a student's or
  3 employee's request for an exemption until it has exhausted explored
  4 every reasonable accommodation. An accommodation more burdensome or
  5 stringent than relevant state or federal guidelines is
  6 presumptively unreasonable.
  - (4) If a community college denies a student's **or employee's** request for an exemption, the community college shall issue a **written** report fully explaining its reasons for the denial. That report must describe all reasonable accommodations the community college offered the student **or employee** and the student's **or employee's** response.
  - (5) Every community college shall submit a written report regarding its actions taken under this section no later than March 15 of each year to the senate and house and senate appropriations subcommittees on community colleges, the senate and house and senate fiscal agencies, and the state budget director. This annual report must include the following information, which may be obtained from any reliable source that complies with applicable laws regarding student privacy:
  - (a) The number of students **and employees** who have requested an exemption from the community college's COVID-19 vaccine policy.
  - (b) The number of students **and employees** who have been granted an exemption.
    - (c) The number of students and employees in noncompliance with the community college's COVID-19 vaccine policy.
- 27 (6) No provision of this section is to be construed as 28 requiring a community college to violate any federal law.
- 29 Sec. 216. (1) The funds appropriated in section 201(7) for the

- 1 Michigan reconnect grant program short-term training grants must be
- 2 used to expand the Michigan reconnect grant program short-term
- 3 training grants to include eligible students who are at least 21
- 4 years old. The funds appropriated in section 201(7) must be
- 5 expended to award grants, administer the program, and support the
- 6 duties outlined in section 21 of the Michigan reconnect grant
- 7 recipient act, 2020 PA 68, MCL 390.1721.
- 8 (2) Federal funds appropriated in section 201(7) must be
- 9 allocated and expended in a manner consistent with federal rules
- 10 and regulations.
- 11 (3) The department of labor and economic opportunity must
- 12 report on the status of funds appropriated in section 201(7), and
- 13 all funds appropriated related to the coronavirus relief effort, to
- 14 the house and senate appropriations subcommittees on community
- 15 colleges, the house and senate fiscal agencies, and the state
- 16 budget director on a quarterly basis until all funds are exhausted.
- 17 (4) Any unexpended and unencumbered funds remaining on
- 18 September 30, 2023 from the amounts appropriated in section 201(7)
- 19 for the Michigan reconnect grant program short-term training grants
- 20 for fiscal year 2022-2023 do not lapse on September 30, 2023 but
- 21 continue to be available for the purposes described in subsection
- 22 (1) in the 2023-2024 and 2024-2025 fiscal years under a work
- 23 project account. The use of these unexpended fiscal year 2022-2023
- 24 funds under this subsection terminates at the end of the 2024-2025
- 25 fiscal year.
- 26 Sec. 216a. (1) The funds appropriated in section 201(9) for
- 27 the community college academic catch-up program must be placed in a
- 28 fund administered by the Michigan Community College Association to
- 29 support each community college's efforts to combat learning loss

- 1 among recent high school graduates who experienced interruptions to
- 2 in-person learning due to the COVID-19 pandemic. The grant to any
- 3 given community college must not exceed \$1,000,000.00.
- 4 (2) The Michigan Community College Association shall do all of 5 the following:
- 6 (a) Establish an application process for community colleges to 7 receive academic catch-up program grant funding.
- 8 (b) Establish a group that reviews community college
  9 applications and determines award funding. This group must include
  10 the following members:
- 11 (i) The executive director of the Michigan Center for Student 12 Success or his or her designee.
- 13 (ii) The executive director of the Michigan College Access
  14 Network or his or her designee.
- 15 (iii) One community college president representing a small 16 community college.
- 17 (iv) One community college president representing a medium 18 community college.
- 19 (v) One community college president representing a large 20 community college.
  - (c) Require community colleges awarded program funding to submit a report on the use of program funds to the Michigan Community College Association.
  - (d) Submit a report to the house and senate appropriations subcommittees on community colleges, the house and senate fiscal agencies, and the state budget director on the community colleges awarded program funding and the amounts by September 30, 2023.
- 28 (e) Restrict the cost of program administration to no greater 29 than 2% of the total funds appropriated.

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- 1 (3) Community colleges must do all of the following to be 2 considered eligible for the program:
- 3 (a) Submit an application to the group designated under 4 subsection (2)(b).
- 5 (b) Offer a summer educational program that is focused on 6 English and mathematics to any incoming college student enrolled in 7 a public in-state community college or university that is free of 8 charge to the student.
  - (c) Enroll students who complete the summer educational program in college-level English or mathematics or co-requisite courses in English or mathematics.
- 12 (d) Provide transportation support and classroom supplies to
  13 students enrolled in the program. Classroom supplies must include
  14 access to a laptop, wireless internet access, and technical support
  15 during the program.
- 16 (e) Provide both in-person and online instruction options.
- 17 (f) Provide individualized support for career exploration, 18 admission, and financial aid.
- 19 (g) Provide support for student basic needs, including, but 20 not limited to, food assistance, during the program.
  - Sec. 216b. (1) The funds appropriated in section 201(11) must be used for the creation of the Michigan ADN to BSN completion grant program. The grant program, administered by the department of labor and economic opportunity, will award each eligible community college in this state a minimum of \$2,000,000.00 to support the creation and execution of a program that allows individuals in this state who have attained an associate degree in nursing to complete a bachelor of science degree in nursing in partnership with a BSN-granting Michigan public university or Michigan not-for-profit

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- 1 independent 4-year college or university. This grant program will
- 2 directly impact the health care field, which has been adversely
- 3 affected by the COVID-19 pandemic, by increasing the training and
- 4 skills of health care professionals in this state.
- 5 (2) For purposes of this section, an eligible community 6 college must have both of the following:
- 7 (a) A signed agreement with a BSN-granting Michigan public
- 8 university or Michigan not-for-profit independent 4-year college or
- 9 university that provides for all of the following:
- 10 (i) A plan for the BSN-granting institution to design, deliver,
- 11 and maintain an ADN to BSN completion program, including
- 12 admissions, curriculum design, and accreditation, with strategic
- 13 input from employers and community colleges.
- 14 (ii) The utilization of existing ADN to BSN completion
- 15 programs, including 3+1 agreements, the Michigan Transfer
- 16 Agreement, credit for prior learning policies, and credit for
- 17 community college coursework, that meets BSN program requirements
- 18 at the BSN-granting institution.
- 19 (iii) BSN completion courses to be taught at least partially in
- 20 person on community college campuses with course delivery methods
- 21 informed by the expressed needs of the learners in that community.
- 22 (iv) To the greatest extent possible, opportunities for joint
- 23 faculty appointments for qualified community college faculty to
- 24 teach BSN completion courses as adjunct or part-time faculty at the
- 25 BSN-granting institution.
- 26 (v) A co-branding model to promote the BSN-granting
- 27 institution and community college as partners to students,
- 28 employers, and communities.
- 29 (vi) Adequate student supports, including academic advising,

- 1 career services, financial aid support, mental health counseling,
- 2 and other student basic needs services offered by the community
- 3 college or the BSN-granting institution, or both, to ensure that
- 4 students are likely to complete.
- 5 (vii) A minimum 5-year agreement duration, with adequate data
- 6 and evidence to support discontinuing the agreement before 5 years
- 7 have elapsed.
- 8 (b) Strategic input and engagement from local health care
- 9 employers and the local workforce development agency.
- 10 (3) Grant funding may be used to pay program expenses,
- 11 including, but not limited to, all of the following:
- 12 (a) Personnel costs associated with delivering BSN programs on
- 13 community college campuses.
- 14 (b) Investments in community college facilities to support
- 15 delivery of BSN programming.
- 16 (c) Outreach and recruitment of potential students.
- 17 (d) Student financial aid or financial assistance to reduce
- 18 the overall cost of completing a BSN program.
- 19 (e) Assessment of program success and the ability to recruit,
- 20 retain, train, and graduate more BSN-prepared nurses in this state.
- 21 (4) The Michigan ADN to BSN completion grant program must be
- 22 assessed annually for improvements in accessibility, affordability,
- 23 and growth of total BSN-prepared nurses in this state. The Michigan
- 24 Community College Association, Michigan Association of State
- 25 Universities, and Michigan Independent Colleges & Universities
- 26 Association shall submit this assessment to the house and senate
- 27 appropriations subcommittees on higher education and community
- 28 colleges, the house and senate fiscal agencies, and the state
- 29 budget director annually no later than September 30. The assessment

- is to be completed with coordination among eligible community colleges and BSN-granting institutions that receive funding to support programs and the Michigan Health and Hospital Association through the Healthcare Workforce Information Collaborative.
  - (5) Unencumbered funds in section 201(11) appropriated for the Michigan ADN to BSN completion grant program are designated as a work project appropriation and must not lapse at the end of the fiscal year. Unencumbered and unallotted funds must be available for expenditures for grants under this section. The purpose of the work project is to increase access to BSN programs on community college campuses through collaborative partnership. The estimated completion date of this work project is September 30, 2026.
- Sec. 226b. By September 30, <del>2022, </del>**2023**, each community college receiving an appropriation in section 201 shall do both of the following:
  - (a) Submit a report to the senate and house and senate appropriations subcommittees on community colleges, the senate and house and senate fiscal agencies, and the state budget director describing all federal funds the community college received, including the amounts, related to the COVID-19 pandemic, including, but not limited to, any federal funds received from the coronavirus relief fund under the coronavirus aid, relief, and economic security act, Public Law 116-136, response and relief supplemental appropriations act, the American rescue plan act of 2021, and similar federal relief packages.
- (b) Post the information contained in the report described insubdivision (a) on the public transparency website described insection 209.
- Sec. 226d. It is the intent of the legislature that by

- 1 February 1, <del>2022,</del> **2023**, each community college <del>shall will</del> submit to
- 2 the senate and house and senate appropriations subcommittees on
- 3 community colleges, the senate and house and senate fiscal
- 4 agencies, and the state budget director a report on activities
- 5 related to strategic planning and internal assessment or
- 6 reassessment to best provide for open and free expression and
- 7 speech, while protecting students from hate-speech, violence, and
- 8 discrimination.
- 9 Sec. 226e. It is the goal of the governor and legislature to
- 10 ensure that 60% of Michigan's residents achieve a postsecondary
- 11 credential, high-quality industry certification, associate degree,
- 12 or bachelor's degree by 2030.
- Sec. 226f. (1) From the funds appropriated in section 201(10),
- 14 a community college may establish and operate a pregnant and
- 15 parenting student services office. If established, an office shall
- 16 meet all of the following:
- 17 (a) Be located on the campus of the community college.
- 18 (b) Annually assess the performance of the community college
- 19 and the office in meeting all of the following needs of students on
- 20 campus who are pregnant or who are custodial parents or legal
- 21 guardians of minors:
- 22 (i) Comprehensive student health care.
- 23 (ii) Family housing.
- 24 (iii) Child care.
- 25 (iv) Flexible or alternative academic scheduling.
- 26 ( $\nu$ ) Education concerning responsible parenting for mothers and
- 27 fathers.
- (c) Identify public and private service providers qualified to
- 29 meet the needs described in subdivision (b), both on campus and



- within the local community, and establish programs with qualified providers it selects to meet those needs.
- 3 (d) Assist students in locating and obtaining services that
  4 meet 1 or more of the needs described in subdivision (b).
- (e) If appropriate, provide referrals on prenatal care and delivery, infant, or foster care, adoption, and family planning to individual students who request that information. An office shall not provide referrals for abortion services.
  - (2) By December 1, 2022, a community college that establishes a pregnant and parenting student services office shall report to the house and senate appropriations subcommittees on community colleges, the house and senate fiscal agencies, and the state budget director all of the following:
- (a) An itemized list of office expenditures during the preceding fiscal year.
- 16 (b) A review and evaluation of the performance of the office 17 in fulfilling its obligations under this section.
  - (c) The number of students served by the office.
- Sec. 226g. (1) It is the intent of the legislature that each community college adopt an advocacy policy applicable to faculty, staff, students, student employees, visitors, and contractors by January 1, 2022—2023 and comply with all other requirements of this section.
  - (2) An advocacy policy established under subsection (1) should include, but is not limited to, policies for distribution and self-distribution of printed political or advocacy materials related to First Amendment activities and political demonstrating. The policy should include a process for filing a complaint or reporting a violation of the advocacy policy and identify the community college

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- 1 staff responsible for investigating complaints and violations. The
- 2 advocacy policy should include the effective date and be posted on
- 3 the community college's website.
- 4 Sec. 227. (1) Each community college that receives an
- 5 appropriation in section 201 shall demonstrate the acceptance of
- 6 nationally recognized college level equivalent credit examination
- 7 opportunities by developing and implementing policies and
- 8 procedures for the awarding of academic credit through college
- 9 level equivalent credit examinations.
- 10 (2) A community college shall not create policies or
- 11 procedures that prevent students from earning college credits
- 12 through college level equivalent credit examinations once enrolled
- 13 in the community college.
- 14 (3) Each community college shall make its credit policies and
- 15 opportunities for college level equivalent credit examinations
- 16 publicly available on the community college's website.
- 17 (4) If a community college requires scores above those
- 18 recommended by the American Council on Education to earn college
- 19 credit through college level equivalent credit examinations, that
- 20 community college shall submit to the house and senate
- 21 appropriations subcommittees on community colleges, the house and
- 22 senate fiscal agencies, and the state budget director a report on
- 23 the data and justifications for that decision by February 1, 2023.
- Sec. 227a. (1) Each community college that receives an
- 25 appropriation in section 201 shall provide all enrolled students
- 26 information on accelerated degree completion pathways and options
- 27 within the first semester of enrollment, and shall publicly post
- 28 this information on the community college's website by October 1,
- 29 2022.

- (2) Each community college shall work to create accelerated degree completion pathways for enrolled students if such options do not already exist.
- 4 Sec. 229. (1) Each community college that receives an 5 appropriation in section 201 is expected to include in its 6 admission application process a specific question as to whether an 7 applicant for admission has ever served or is currently serving in 8 the United States Armed Forces or is the spouse or dependent of an 9 individual who has served or is currently serving in the United 10 States Armed Forces, in order to more quickly identify potential 11 educational assistance available to that applicant.
- 12 (2) It is expected that each community college that receives
  13 an appropriation in section 201 shall will work with the house and
  14 senate appropriations subcommittees on community college
  15 subcommittees, colleges, the Michigan Community College
  16 Association, and veterans groups to review the issue of in-district
  17 tuition for veterans of this state when determining tuition rates
  18 and fees.
  - (3) Each community college that receives an appropriation in section 201 is expected to provide reasonable programming and scheduling accommodations necessary to facilitate a student's military, national guard, National Guard, or military reserves duties and training obligations.
  - (4) Each community college that receives an appropriation in section 201 is expected to provide college level equivalent credit examination opportunities for veterans and active members of the military, National Guard, or military reserves within the first semester of enrollment.
    - (5) Each community college that receives an appropriation in

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- 1 section 201 is expected to do all of the following in its admission
- 2 application process if it knows that an applicant for admission is
- 3 currently serving, or has ever served, as a member of the military,
- 4 the National Guard, or the military reserves:
- 5 (a) Inform the applicant that he or she may receive academic 6 credit for college-level training and education he or she received 7 while serving in the military.
- 8 (b) Inform the applicant that he or she may submit a
  9 transcript of his or her college-level military training and
  10 education to the community college.
  - (c) If the applicant submits a transcript described in subdivision (b), evaluate that transcript and notify the applicant of what transfer credits are available to the applicant from the community college for his or her college-level military training and education.
- 16 (6) (4) As used in this section: , "veteran"
- 17 (a) "Transcript" includes a joint services transcript prepared 18 for the applicant under the American Council on Education registry 19 of credit recommendations.
  - (b) "Veteran" means an honorably discharged veteran entitled to educational assistance under section 5003 of the post-911 veterans educational assistance act of 2008, 38 USC 3301 to 3327.
- Sec. 229a. Included in the fiscal year <del>2021-2022</del> **2022-2023**24 appropriations for the department of technology, management, and

  25 budget are appropriations totaling <del>\$32,681,600.00</del> **\$32,981,600.00** to
- 26 provide funding for the state share of costs for previously
- 27 constructed capital projects for community colleges. Those
- 29 additional state general fund support for community colleges, and

appropriations for state building authority rent represent

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- $oldsymbol{1}$  the following is an estimate of the amount of that support to each
- 2 community college:
- 3 (a) Alpena Community College, \$933,000.00.\$902,600.00.
- 4 (b) Bay de Noc Community College, \$538,000.00.\$520,600.00.
- 5 (c) Delta College,  $\frac{2,706,700.00}{2}$ , 2,732,600.00.
- 6 (d) Glen Oaks Community College, \$128,500.00.\$194,600.00.
- 7 (e) Gogebic Community College, \$58,500.00.\$56,600.00.
- **8** (f) Grand Rapids Community College,
- 9 \$1,210,000.00.\$1,097,700.00.
- 10 (g) Henry Ford College, \$1,073,900.00.\$1,174,500.00.
- 11 (h) Jackson College,  $\frac{$2,260,600.00.$2,187,400.00.}{}$
- 12 (i) Kalamazoo Valley Community College,
- 13  $\frac{22,028,700.00.}{1,963,000.00}$
- 14 (j) Kellogg Community College, \$709,300.00.\$686,300.00.
- 15 (k) Kirtland Community College, \$235,000.00.\$227,400.00.
- 16 (l) Lake Michigan College, \$1,009,100.00.\$976,400.00.
- 17 (m) Lansing Community College, \$1,191,900.00.\$1,153,300.00.
- 18 (n) Macomb Community College, \$1,722,600.00.\$1,966,900.00.
- 19 (o) Mid Michigan Community College,
- 20 \$1,687,100.00.\$1,632,400.00.
- 21 (p) Monroe County Community College,
- 22 \$1,608,700.00.\$1,556,600.00.
- 23 (q) Montcalm Community College, \$465,900.00.\$450,800.00.
- 24 (r) C.S. Mott Community College, \$2,196,900.00.\$2,125,700.00.
- 25 (s) Muskegon Community College, \$1,025,800.00.\$992,600.00.
- 26 (t) North Central Michigan College, \$502,500.00.\$692,400.00.
- 27 (u) Northwestern Michigan College,
- 28  $\frac{\$1,866,800.00.\$1,806,300.00.$
- 29 (v) Oakland Community College, \$0.00.\$0.00.



- 1 (w) Schoolcraft College, \$1,824,000.00.\$2,371,300.00.
- 2 (x) Southwestern Michigan College, \$859,200.00.\$831,400.00.
- 3 (y) St. Clair County Community College,
- 4 \$750,100.00.\$725,800.00.
- 5 (z) Washtenaw Community College, \$1,792,600.00.\$1,734,600.00.
- 6 (aa) Wayne County Community College,
- $\frac{\$1,527,300.00.\$1,477,900.00.}{\$1,527,300.00.}$
- 8 (bb) West Shore Community College, \$768,900.00.\$743,900.00.
- 9 Sec. 230. (1) With the exception of fiscal year 2020-2021, and
- 10 subject Subject to subsection (4), money included in the
- 11 appropriations for community college operations under section
- 12 201(2) for performance funding is distributed based on the
- 13 following formula:
- 14 (a) Allocated proportionate to fiscal year 2020-2021 2021-2022
- 15 base appropriations, 30%.
- 16 (b) Based on a weighted student contact hour formula as
- 17 provided for in the 2016 recommendations of the performance
- 18 indicators task force, 30%.
- 19 (c) Based on the performance improvement as provided for in
- 20 the 2016 recommendations of the performance indicators task force
- 21 and based on data provided by the center, 10%.
- (d) Based on the performance completion number as provided for
- 23 in the 2016 recommendations of the performance indicators task
- 24 force, 10%.
- 25 (e) Based on the performance completion rate as provided for
- 26 in the 2016 recommendations of the performance indicators task
- 27 force and based on data provided by the center, 10%.
- (f) Based on administrative costs, 5%.
- 29 (g) Based on the local strategic value component, as developed



- in cooperation with the Michigan Community College Association anddescribed in subsection (2), 5%.
- 3 (2) Money included in the appropriations for community college4 operations under section 201(2) for local strategic value shall be
- 5 is allocated only to each community college that certifies to the
- 6 state budget director, through a board of trustees resolution on or
- 7 before October 15,  $\frac{2021}{}$ , 2022, that the college has met 4 out of 5
- 8 best practices listed in each category described in subsection (3).
- 9 The resolution shall must provide specifics as to how the community
- 10 college meets each best practice measure within each category. One-
- 11 third of funding available under the strategic value component
- 12 shall be is allocated to each category described in subsection (3).
- 13 Amounts distributed under local strategic value shall must be on a
- 14 proportionate basis to each college's fiscal year 2020-2021 2021-
- 15 2022 operations funding. Payments to community colleges that
- 16 qualify for local strategic value funding shall must be distributed
- 17 with the November installment payment described in section 206.
- 18 (3) For purposes of subsection (2), the following categories
- 19 of best practices reflect functional activities of community
- 20 colleges that have strategic value to the local communities and
- 21 regional economies:
- 22 (a) For Category A, economic development and business or
- 23 industry partnerships, the following:
- (i) The community college has active partnerships with local
- 25 employers including hospitals and health care providers.
- 26 (ii) The community college provides customized on-site training
- 27 for area companies, employees, or both.
- 28 (iii) The community college supports entrepreneurship through a
- 29 small business assistance center or other training or consulting

- 1 activities targeted toward small businesses.
- 2 (iv) The community college supports technological advancement 3 through industry partnerships, incubation activities, or operation
- 4 of a Michigan technical education center or other advanced
- 5 technology center.

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- 6 ( $\nu$ ) The community college has active partnerships with local or regional workforce and economic development agencies.
  - (b) For Category B, educational partnerships, the following:
- 9 (i) The community college has active partnerships with regional 10 high schools, intermediate school districts, and career-tech 11 centers to provide instruction through dual enrollment, concurrent 12 enrollment, direct credit, middle college, or academy programs.
  - (ii) The community college hosts, sponsors, or participates in enrichment programs for area K-12 students, such as college days, summer or after-school programming, or Science Olympiad.
  - (iii) The community college provides, supports, or participates in programming to promote successful transitions to college for traditional age students, including grant programs such as talent search, upward bound, or other activities to promote college readiness in area high schools and community centers.
- (iv) The community college provides, supports, or participates in programming to promote successful transitions to college for new or reentering adult students, such as adult basic education, a high school equivalency test preparation program and testing, or recruiting, advising, or orientation activities specific to adults. As used in this subparagraph, "high school equivalency test preparation program" means that term as defined in section 4.
- (v) The community college has active partnerships withregional 4-year colleges and universities to promote successful

- transfer, such as articulation, 2+2, or reverse transfer agreementsor operation of a university center.
  - (c) For Category C, community services, the following:
- 4 (i) The community college provides continuing education
  5 programming for leisure, wellness, personal enrichment, or
  6 professional development.
- 7 (ii) The community college operates or sponsors opportunities
  8 for community members to engage in activities that promote leisure,
  9 wellness, cultural or personal enrichment such as community sports
  10 teams, theater or musical ensembles, or artist guilds.
  - (iii) The community college operates public facilities to promote cultural, educational, or personal enrichment for community members, such as libraries, computer labs, performing arts centers, museums, art galleries, or television or radio stations.
  - (iv) The community college operates public facilities to promote leisure or wellness activities for community members, including gymnasiums, athletic fields, tennis courts, fitness centers, hiking or biking trails, or natural areas.
- (v) The community college promotes, sponsors, or hosts
   community service activities for students, staff, or community
   members.
  - (4) Payments for performance funding under section 201(2) shall must be made to a community college only if that community college actively participates in the Michigan Transfer Network sponsored by the Michigan Association of Collegiate Registrars and Admissions Officers and submits timely updates, including updated course equivalencies at least every 6 months, to the Michigan transfer network. The state budget director shall determine if a community college has not satisfied this requirement. The state

- budget director may withhold payments for performance funding untila community college is in compliance with this subsection.
- (5) Payments under section 201 for performance funding for fiscal year 2022-2023 must be made only to a public community college that certifies to the state budget director by the last business day of August that its board will not adopt an increase in tuition and fee rates for in-district students for the 2022-2023 academic year that is greater than 5.0% or \$226.00, whichever is greater. As used in this subsection:
  - (a) "Fee" means any board-authorized fee that will be paid by more than 1/2 of all in-district students at least once during their enrollment at a community college. A community college increasing a fee that applies to a specific subset of students or courses shall provide sufficient information to prove that the increase applied to that subset will not cause the increase in the average amount of board-authorized total tuition and fees paid by in-district students in the 2022-2023 academic year to exceed the limit established in this section.
  - (b) "Tuition and fee rate" means the average of full-time rates paid by a majority of students in each class, based on an unweighted average of the rates authorized by the community college board and actually charged to students, deducting any uniformly rebated or refunded amounts, for the 2 semesters with the highest levels of full-time equated in-district enrollment during the academic year.
  - (6) Community colleges that exceed the tuition and fee rate cap described in subsection (5) must not receive a planning or construction authorization for a state-funded capital outlay project in fiscal year 2022-2023 or 2023-2024.

- 1 (7) Notwithstanding any other provision of this act, the 2 legislature may at any time adjust appropriations for a community 3 college that adopts an increase in tuition and fee rates for in-4 district students that exceeds the rate cap established in
- 6 (8) A task force must be formed by September 15, 2022 to
  7 review, evaluate, discuss, and make recommendations regarding
  8 community college operations funding, with a focus on addressing
  9 disparities and ensuring that funding levels are equitable across
  10 tuition, state support, and local tax revenue. All of the following
  11 apply to this task force:
  - (a) The task force must consist of the following members:
- 13 (i) The chairs and minority vice chairs of the house and senate 14 appropriations subcommittees on higher education and community 15 colleges.
  - (ii) The state budget director or designee.
- 17 (iii) The director of the Michigan Community Colleges 18 Association.
- 19 (*iv*) Three members from Michigan public community colleges, 20 designated by the Michigan Community College Association, that 21 represent various-sized colleges and geographical distribution.
  - (b) The task force may engage legislative staff, the house and senate fiscal agencies, the state budget office, the department of treasury, former state officials, and other stakeholders with relevant technical expertise to support its work.
  - (c) The task force shall review whether the current performance metrics used for the performance funding formula are the most appropriate and reliable performance indicators available and determine the most efficient methodology for connecting state

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subsection (5).

- 1 funding to those indicators. The task force shall also review,
- 2 examine, and suggest methodology concerning equitable and
- 3 appropriate funding levels to community colleges.
- 4 (d) The task force shall publish a report containing its
- 5 findings and recommendations by December 15, 2022.
- 6 Sec. 236. (1) Subject to the conditions set forth in this
- 7 article, the amounts listed in this section are appropriated for
- 8 higher education for the fiscal year ending September 30, 2022,
- 9 2023, from the funds indicated in this section. The following is a
- 10 summary of the appropriations in this section: and section 236h:
- 11 (a) The gross appropriation is \$1,808,251,200.00.
- 12 \$2,022,135,700.00. After deducting total interdepartmental grants
- 13 and intradepartmental transfers in the amount of \$0.00, the
- 14 adjusted gross appropriation is
- 15 \$1,808,251,200.00.\$2,022,135,700.00.
- 16 (b) The sources of the adjusted gross appropriation described
- 17 in subdivision (a) are as follows:
- 18 (i) Total federal revenues, \$128,526,400.00.
- 19 (ii) Total local revenues, \$0.00.
- 20 (iii) Total private revenues, \$0.00.
- 21 (iv) Total other state restricted revenues,
- 22 \$361,403,300.00.\$347,888,300.00.
- (v) State general fund/general purpose money,
- 24 \$1,318,321,500.00.\$1,545,721,000.00.
- 25 (2) Amounts appropriated for public universities are as
- 26 follows:
- 27 (a) The appropriation for Central Michigan University is
- 28 \$90,440,500.00, \$87,600,000.00 for operations, \$876,000.00 for 1-
- 29 time supplemental funding, and \$1,964,500.00 for costs incurred



- 1 under the North American Indian tuition waiver. \$91,145,100.00,
- 2 \$87,600,000.00 for operations, \$0.00 for per-student floor funding,
- 3 \$1,752,000.00 for operations increase, and \$1,793,100.00 for costs
- 4 incurred under the North American Indian tuition waiver.
- 5 (b) The appropriation for Eastern Michigan University is
- 6 \$78,305,900.00, \$77,253,700.00 for operations, \$772,500.00 for 1-
- 7 time supplemental funding, and \$279,700.00 for costs incurred under
- 8 the North American Indian tuition waiver. \$79,152,400.00,
- 9 \$77,253,700.00 for operations, \$0.00 for per-student floor funding,
- 10 \$1,545,100.00 for operations increase, and \$353,600.00 for costs
- 11 incurred under the North American Indian tuition waiver.
- 12 (c) The appropriation for Ferris State University is
- 13 \$56,541,600.00, \$55,025,500.00 for operations, \$550,300.00 for 1-
- 14 time supplemental funding, and \$965,800.00 for costs incurred under
- 15 the North American Indian tuition waiver. \$56,952,900.00,
- 16 \$55,025,500.00 for operations, \$0.00 for per-student floor funding,
- 17 \$1,100,500.00 for operations increase, and \$826,900.00 for costs
- 18 incurred under the North American Indian tuition waiver.
- 19 (d) The appropriation for Grand Valley State University is
- 20 \$74,213,800.00, \$72,313,500.00 for operations, \$723,100.00 for 1-
- 21 time supplemental funding, and \$1,177,200.00 for costs incurred
- 22 under the North American Indian tuition waiver. \$81,253,800.00,
- 23 \$72,313,500.00 for operations, \$7,661,000.00 for per-student floor
- 24 funding, \$0.00 for operations increase, and \$1,279,300.00 for costs
- 25 incurred under the North American Indian tuition waiver.
- 26 (e) The appropriation for Lake Superior State University is
- 27 \$14,366,600.00, \$13,307,000.00 for operations, \$133,100.00 for 1-
- 28 time supplemental funding, and \$926,500.00 for costs incurred under
- 29 the North American Indian tuition waiver. \$14,361,900.00,

- 1 \$13,307,000.00 for operations, \$0.00 for per-student floor funding,
- 2 \$266,100.00 for operations increase, and \$788,800.00 for costs
- 3 incurred under the North American Indian tuition waiver.
- 4 (f) The appropriation for Michigan State University is
- 5 \$357,862,000.00, \$287,331,700.00 for operations, \$2,873,300.00 for
- 6 1-time supplemental funding, \$1,932,800.00 for costs incurred under
- 7 the North American Indian tuition waiver, \$35,286,700.00 for MSU
- 8 AgBioResearch, and \$30,437,500.00 for MSU
- 9 Extension. \$372,054,800.00, \$287,331,700.00 for operations, \$0.00
- 10 for per-student floor funding, \$14,349,600.00 for operations
- 11 increase, \$2,046,400.00 for costs incurred under the North American
- 12 Indian tuition waiver, \$36,684,200.00 for MSU AgBioResearch, and
- 13 \$31,642,900.00 for MSU Extension.
- 14 (g) The appropriation for Michigan Technological University is
- 15 \$51,371,900.00, \$50,101,600.00 for operations, \$501,000.00 for 1-
- 16 time supplemental funding, and \$769,300.00 for costs incurred under
- 17 the North American Indian tuition waiver. \$51,951,000.00,
- 18 \$50,101,600.00 for operations, \$0.00 for per-student floor funding,
- 19 \$1,002,000.00 for operations increase, and \$847,400.00 for costs
- 20 incurred under the North American Indian tuition waiver.
- 21 (h) The appropriation for Northern Michigan University is
- 22 \$49,338,700.00, \$47,809,100.00 for operations, \$478,100.00 for 1-
- 23 time supplemental funding, and \$1,051,500.00 for costs incurred
- 24 under the North American Indian tuition waiver. \$50,751,100.00,
- 25 \$47,809,100.00 for operations, \$0.00 for per-student floor funding,
- 26 \$1,780,700.00 for operations increase, and \$1,161,300.00 for costs
- 27 incurred under the North American Indian tuition waiver.
- 28 (i) The appropriation for Oakland University is
- 29 \$54,012,900.00, \$53,147,400.00 for operations, \$531,500.00 for 1-

- 1 time supplemental funding, and \$334,000.00 for costs incurred under
- 2 the North American Indian tuition waiver. \$60,761,900.00,
- 3 \$53,147,400.00 for operations, \$7,259,200.00 for per-student floor
- 4 funding, \$0.00 for operations increase, and \$355,300.00 for costs
- 5 incurred under the North American Indian tuition waiver.
- 6 (j) The appropriation for Saginaw Valley State University is
- 7 \$31,043,500.00, \$30,583,800.00 for operations, \$305,800.00 for 1-
- 8 time supplemental funding, and \$153,900.00 for costs incurred under
- 9 the North American Indian tuition waiver.\$32,274,600.00,
- 10 \$30,583,800.00 for operations, \$132,900.00 for per-student floor
- 11 funding, \$1,369,600.00 for operations increase, and \$188,300.00 for
- 12 costs incurred under the North American Indian tuition waiver.
- 13 (k) The appropriation for University of Michigan Ann Arbor
- 14 is \$326,265,400.00, \$321,970,100.00 for operations, \$3,219,700.00
- 15 for 1-time supplemental funding, and \$1,075,600.00 for costs
- 16 incurred under the North American Indian tuition
- 17 waiver.\$339,198,000.00, \$321,970,100.00 for operations, \$0.00 for
- 18 per-student floor funding, \$16,390,200.00 for operations increase,
- 19 and \$837,700.00 for costs incurred under the North American Indian
- 20 tuition waiver.
- (l) The appropriation for University of Michigan Dearborn is
- 22 \$26,593,700.00, \$26,167,000.00 for operations, \$261,700.00 for 1-
- 23 time supplemental funding, and \$165,000.00 for costs incurred under
- 24 the North American Indian tuition waiver. \$28,115,900.00,
- 25 \$26,167,000.00 for operations, \$1,702,700.00 for per-student floor
- 26 funding, \$0.00 for operations increase, and \$246,200.00 for costs
- 27 incurred under the North American Indian tuition waiver.
- 28 (m) The appropriation for University of Michigan Flint is
- 29 \$24,197,400.00, \$23,616,200.00 for operations, \$236,200.00 for 1-



- 1 time supplemental funding, and \$345,000.00 for costs incurred under
- 2 the North American Indian tuition waiver. \$25,159,200.00,
- 3 \$23,616,200.00 for operations, \$953,900.00 for per-student floor
- 4 funding, \$204,700.00 for operations increase, and \$384,400.00 for
- 5 costs incurred under the North American Indian tuition waiver.
- **6** (n) The appropriation for Wayne State University is
- 7 \$205,496,400.00, \$202,996,700.00 for operations, \$2,030,000.00 for
- 8 1-time supplemental funding, and \$469,700.00 for costs incurred
- 9 under the North American Indian tuition waiver.\$213,639,700.00,
- 10 \$202,996,700.00 for operations, \$0.00 for per-student floor
- 11 funding, \$10,289,900.00 for operations increase, and \$353,100.00
- 12 for costs incurred under the North American Indian tuition waiver.
- 13 (o) The appropriation for Western Michigan University is
- 14 \$113,432,700.00, \$111,522,200.00 for operations, \$1,115,200.00 for
- 15 1-time supplemental funding, and \$795,300.00 for costs incurred
- 16 under the North American Indian tuition waiver. \$114,351,900.00,
- 17 \$111,522,200.00 for operations, \$0.00 for per-student floor
- 18 funding, \$2,230,400.00 for operations increase, and \$599,300.00 for
- 19 costs incurred under the North American Indian tuition waiver.
- 20 (3) The amount appropriated in subsection (2) for public
- 21 universities is \$1,553,483,000.00,\$1,611,124,200.00, appropriated
- 22 from the following:
- 23 (a) State school aid fund, \$343,168,300.00.
- 24 (b) State general fund/general purpose money,
- 25 \$1,210,314,700.00.\$1,297,955,900.00.
- 26 (4) The amount appropriated for Michigan public school
- 27 employees' retirement system reimbursement is \$13,495,000.00,
- 28 \$70,000.00, appropriated from the state school aid fund.
- 29 (5) The amount appropriated for state and regional programs is



- 1 \$316,800.00, appropriated from general fund/general purpose money
- 2 and allocated as follows:
- 3 (a) Higher education database modernization and conversion,
- **4** \$200,000.00.
- 5 (b) Midwestern Higher Education Compact, \$116,800.00.
- 6 (6) The amount appropriated for the Martin Luther King, Jr. -
- 7 Cesar Chavez Rosa Parks program is \$2,691,500.00, appropriated
- 8 from general fund/general purpose money and allocated as follows:
- 9 (a) Select student support services, \$1,956,100.00.
- 10 (b) Michigan college/university partnership program,
- **11** \$586,800.00.
- 12 (c) Morris Hood, Jr. educator development program,
- **13** \$148,600.00.
- 14 (7) Subject to subsection (8), the amount appropriated for
- 15 grants and financial aid is \$147,783,200.00, allocated as follows:
- 16 (a) State competitive scholarships, \$29,861,700.00.
- 17 (b) Tuition grants, \$42,021,500.00.
- 18 (c) Tuition incentive program, \$71,300,000.00.
- 19 (d) Children of veterans and officer's survivor tuition grant
- 20 programs, \$1,400,000.00.
- 21 (e) Project GEAR-UP, \$3,200,000.00.
- 22 (8) The money appropriated in subsection (7) for grants and
- 23 financial aid is appropriated from the following:
- 24 (a) Federal revenues under the United States Department of
- 25 Education, Office of Elementary and Secondary Education, GEAR-UP
- 26 program, \$3,200,000.00.
- 27 (b) Federal revenues under the social security act, temporary
- 28 assistance for needy families, \$125,326,400.00.
- (c) State general fund/general purpose money, \$19,256,800.00.



- (9) For fiscal year <del>2021-2022-</del>2022-2023 only, in addition to 1 the allocation under subsection (4), from the appropriations 2 described in subsection (1), there is allocated an amount not to 3 exceed \$4,740,000.00 \$4,650,000.00 for payments to participating 4 5 public universities, appropriated from the state school aid fund. A 6 university that receives money under this subsection shall use that 7 money solely for the purpose of offsetting the normal cost 8 contribution rate. As used in this subsection, "participating 9 public universities" means public universities that are a reporting 10 unit of the Michigan public school employees' retirement system 11 under the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437, and that pay contributions to the 12 Michigan public school employees' retirement system for the state 13 14 fiscal year. 15 (11) The amount of one-time funding appropriated for the Japan 16 Center for Michigan Universities is \$500,000.00, appropriated from 17 the state general fund/general purpose money and allocated to 18 support the operations of the Japan Center. 19 (10) From the appropriations described in subsection (1),
  - (10) From the appropriations described in subsection (1), subject to section 274a, the amount appropriated for ethical stem cell/fetal tissue research is \$5,000,000.00, appropriated from the state general fund/general purpose money.
  - (11) The amount appropriated for pregnant and parenting student support services is \$500,000.00, appropriated from the state general fund/general purpose money, and is subject to section 275k.
- Sec. 236b. In addition to the funds appropriated in section 28 236, there is appropriated for grants and financial aid in fiscal 29 year 2021-2022 2022-2023 an amount not to exceed \$6,000,000.00 for

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- 1 federal contingency authorization. These funds are not available
- 2 for expenditure until they have been transferred under section
- 3 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393,
- 4 for another purpose under this article.
- 5 Sec. 236c. In addition to the funds appropriated for fiscal
- 6 year <del>2021-2022</del> **2022-2023** in section 236, appropriations to the
- 7 department of technology, management, and budget in the act
- 8 providing general appropriations for fiscal year <del>2021-2022</del> **2022-**
- 9 2023 for state building authority rent, totaling an estimated
- 10 \$130,595,300.00 \$132,295,300.00, provide funding for the state
- 11 share of costs for previously constructed capital projects for
- 12 state universities. These appropriations for state building
- 13 authority rent represent additional state general fund support
- 14 provided to public universities, and the following is an estimate
- 15 of the amount of that support to each university:
- 16 (a) Central Michigan University,
- 18 (b) Eastern Michigan University, \$6,168,300.00.\$6,049,500.00.
- 19 (c) Ferris State University, \$8,104,200.00.\$8,392,700.00.
- 20 (d) Grand Valley State University,
- 21 \$7,380,000.00.\$8,653,400.00.
- 22 (e) Lake Superior State University,
- 23 \$1,842,700.00.\$2,340,600.00.
- 24 (f) Michigan State University, \$17,351,100.00.\$16,673,800.00.
- 25 (g) Michigan Technological University,
- 26 \$3,488,700.00.\$3,421,600.00.
- 27 (h) Northern Michigan University, \$7,486,500.00.\$7,342,400.00.
- 28 (i) Oakland University, \$9,059,800.00.\$9,488,200.00.
- 29 (j) Saginaw Valley State University,



\$8,009,900.00.\$7,855,700.00. 1 2 (k) University of Michigan - Ann Arbor, \$10,459,000.00.\$12,065,900.00. 3 4 (1) University of Michigan - Dearborn, 5 \$11,336,800.00.\$10,774,000.00. (m) University of Michigan - Flint, 6 \$6,546,200.00.\$6,084,700.00. 7 (n) Wayne State University, \$10,489,800.00.\$10,118,000.00.8 9 (o) Western Michigan University, \$9,644,600.00.\$10,061,800.00. 10 Sec. 236h. (1) For fiscal year 2021-2022 only, in addition to the allocations under section 236(4) and (9), there is allocated an 11 amount not to exceed \$84,741,700.00 \$384,741,700.00 for payments to 12 participating public universities, \$84,741,700.00 appropriated from 13 14 the state general fund/general purpose money and \$300,000,000.00 15 appropriated from the state school aid fund. A university that receives money under this subsection shall use that money solely 16 17 for the purpose of payments toward the pension and other 18 postemployment benefit unfunded actuarial accrued liabilities 19 associated with members and pension recipients of those participating public universities. As used in this section, 20 21 "participating public universities" means public universities that 22 are reporting units of the Michigan public school employees' 23 retirement system under the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437, and that pay 24 25 contributions to the Michigan public school employees' retirement 26 system for the state fiscal year. 27 (2) The amount allocated in subsection (1) shall must be allocated to each participating public university based on each 28

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participating public university's percentage of the total combined

- 1 payrolls of the universities' employees who are members of the
- 2 retirement system and who were hired before January 1, 1996 and the
- 3 universities' employees who would have been members of the
- 4 retirement system on or after January 1, 1996, but for the
- 5 enactment of 1995 PA 272 for all public universities that are
- 6 participating public universities for the immediately preceding
- 7 state fiscal year.
- 8 (3) Participating public universities receiving funds under
- 9 this section shall forward an amount equal to the amount allocated
- 10 under subsection (1) to the retirement system in a form, manner,
- 11 and time frame determined by the retirement system.
- 12 (4) Amounts allocated in subsection (1) shall must be paid to
- 13 participating public universities in 1 lump sum lump-sum
- 14 installment no later than December 31, 2021. September 30, 2022.
- 15 Sec. 236j. (1) The postsecondary scholarship fund is created
- 16 in the department of treasury for the purpose of providing
- 17 scholarship awards to eligible students who attend eligible
- 18 postsecondary educational institutions in this state, as provided
- 19 in subsection (5).
- 20 (2) The state treasurer may receive money or other assets from
- 21 any source for deposit into the postsecondary scholarship fund. The
- 22 state treasurer shall direct the investment of the postsecondary
- 23 scholarship fund. The state treasurer shall credit to the
- 24 postsecondary scholarship fund interest and earnings from
- 25 postsecondary scholarship fund investments.
- 26 (3) Except as otherwise provided in subsection (5)(c), money
- 27 in the postsecondary scholarship fund at the close of the fiscal
- 28 year must remain in the postsecondary scholarship fund and not
- 29 lapse to the general fund.

- 1 (4) The department of treasury shall be the administrator of 2 the postsecondary scholarship fund for auditing purposes.
- 3 (5) The expenditure of money from the postsecondary4 scholarship fund is subject to all of the following:
- 5 (a) Money must be expended from the postsecondary scholarship 6 fund only for the purpose of providing scholarship awards to 7 eligible students who attend eligible postsecondary educational 8 institutions in this state.
- 9 (b) Criteria for student and institutional eligibility under 10 subdivision (a), along with all other program requirements, must be 11 established pursuant to a postsecondary scholarship program enacted 12 into the law of this state that is effective by not later than 13 September 30, 2023.
- 14 (c) If a postsecondary scholarship program is not enacted into
  15 law with an effective date as described in subdivision (b), money
  16 in the postsecondary scholarship fund must remain in the
  17 postsecondary scholarship fund and not lapse to the general fund.
- 18 (6) For the fiscal year ending September 30, 2023, 19 \$250,000,000.00 is deposited into the postsecondary scholarship 20 fund from the state general fund/general purpose money.
  - Sec. 236k. (1) The amounts appropriated in section 236 for per-student floor funding are distributed to those public universities whose annual state appropriations per fiscal year equated student is less than \$4,500.00 and are to be allocated each year over 3 years until a funding floor of \$4,500.00 is met.
- 26 (2) The per-student floor funding allocation for fiscal year 27 2022-2023 is an amount equal to (the difference between \$4,500.00 28 and the amount calculated by dividing the annual state 29 appropriations for fiscal year 2020-2021 by total fiscal year

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- 1 equated students for all public universities for fiscal year 2020-
- 2 2021) divided by 3. The amount paid to an eligible public
- 3 university is the amount calculated in the immediately preceding
- 4 sentence multiplied by that university's fiscal year equated
- 5 students for fiscal year 2020-2021. If a calculation under this
- 6 section results in an amount less than \$0.00, the payment under
- 7 this section is equal to \$0.00. It is intended that each university
- 8 will reach a minimum funding level of at least \$4,500.00 over 3
- 9 years.
- 10 (3) As used in this section:
- 11 (a) "Annual state appropriations" means the total of those
- 12 amounts allocated in section 236(2) with the exception of MSU
- 13 AgBioResearch and MSU Extension for the fiscal year ending
- 14 September 30, 2021.
- 15 (b) "Fiscal year equated students" means that term as used in
- 16 the higher education institutional data inventory for the fiscal
- 17 year ending September 30, 2021.
- Sec. 237b. As used in this article: , "center"
- 19 (a) "Center" means the center for educational performance and
- 20 information created in section 94a.
- 21 (b) "College level equivalent credit examination" means an
- 22 examination that is administered by an independent testing service
- 23 and that is used by colleges and universities generally to award
- 24 postsecondary credit for achievement of a particular score, and
- 25 includes, but is not limited to, advanced placement examinations,
- 26 the DANTES Subject Standardized Test (DSST), and college-level
- 27 examination program (CLEP) examinations.
- 28 Sec. 241. (1) Subject to sections 244 and 265a, the funds
- 29 appropriated in section 236 to public universities shall must be

- 1 paid out of the state treasury and distributed by the state
- 2 treasurer to the respective institutions in 11 equal monthly
- 3 installments on the sixteenth of each month, or the next succeeding
- 4 business day, beginning with October 16, <del>2021.</del> **2022.** Except for
- 5 Wayne State University, each institution shall accrue its July and
- 6 August 2022 payments to its institutional fiscal year ending June
- **7** 30, <del>2022.</del>**2023**.
- 8 (2) All public universities shall submit higher education
- 9 institutional data inventory (HEIDI) data and associated financial
- 10 and aid program information requested by and in a manner prescribed
- 11 by the state budget director. For public universities with fiscal
- 12 years ending June 30, these data shall must be submitted to the
- 13 state budget director by October 15 of each fiscal year. Public
- 14 universities with a fiscal year ending September 30, 2021 2022
- 15 shall submit preliminary HEIDI data by November 15, 2021 2022 and
- 16 final data by December 15, <del>2021.</del> **2022.** If a public university fails
- 17 to submit HEIDI data and associated financial aid program
- 18 information in accordance with this reporting schedule, the state
- 19 treasurer may withhold the monthly installments under subsection
- 20 (1) to the public university until those data are submitted.
- 21 Sec. 245a. (1) A public university shall develop, maintain,
- 22 and update a "campus safety information and resources" link,
- 23 prominently displayed on the homepage of its website, to a section
- 24 of its website containing all of the information required under
- 25 subsection (2).
- 26 (2) The "campus safety information and resources" section of a
- 27 public university's website shall must include, but not be limited
- 28 to, all of the following information:
- 29 (a) Emergency contact numbers for police, fire, health, and

- 1 other services.
- (b) Hours, locations, phone telephone numbers, and email
   contacts for campus public safety offices and title IX offices.
- 4 (c) A listing of safety and security services provided by the
  5 university, including transportation, escort services, building
  6 surveillance, anonymous tip lines, and other available security
  7 services.
- 8 (d) A public The university's policies applicable to minors on9 university property.
- (e) A directory of resources available at the university or surrounding community for students or employees who are survivors of sexual assault or sexual abuse.
- (f) An electronic copy of "A Resource Handbook for CampusSexual Assault Survivors, Friends and Family", published in 2018.
- (g) Campus security policies and crime statistics pursuant to the student right-to-know and campus security act, Public Law 101-542, 104 Stat 2381. Information shall must include all material prepared pursuant to the public information reporting requirements under the crime awareness and campus security act of 1990, title II of the student right-to-know and campus security act, Public Law 101-542, 104 Stat 2381.
- 22 (3) A public university shall certify to the state budget
  23 director by October 1, 2021 2022 that it is in compliance with this
  24 section. The state budget director may withhold a public
  25 university's monthly installments described in section 241 until
  26 the public university complies with this section.
- Sec. 251. (1) Payments of the amounts included in section 236 28 for the state competitive scholarship program shall must be 29 distributed pursuant to 1964 PA 208, MCL 390.971 to 390.981.



- (2) Pursuant to section 6 of 1964 PA 208, MCL 390.976, the 1 2 department of treasury shall determine an actual state competitive scholarship award per student, which shall must be \$1,000.00, 3 \$1,500.00, that ensures that the aggregate payments for the state 4 5 competitive scholarship program do not exceed the appropriation 6 contained in section 236 for the state competitive scholarship 7 program. If the department determines that insufficient funds are 8 available to establish an award amount equal to \$1,000.00, 9 \$1,500.00, the department shall immediately report to the house and 10 senate appropriations subcommittees on higher education, the house 11 and senate fiscal agencies, and the state budget director regarding 12 the estimated amount of additional funds necessary to establish a 13 \$1,000.00 **\$1,500.00** award amount.
- 14 (3) The department of treasury shall implement a proportional 15 competitive scholarship award level for recipients enrolled less 16 than full-time in a given semester or term.
  - (4) If a student who receives an award under this section has his or her tuition and fees paid under the Michigan educational trust program, pursuant to the Michigan education trust act, 1986 PA 316, MCL 390.1421 to 390.1442, and still has financial need, the funds awarded under this section may be used for educational expenses other than tuition and fees.
  - (5) If the department of treasury increases the award per eligible student from that provided in the previous fiscal year, it shall must not have the effect of reducing the number of eligible students receiving awards in relation to the total number of eligible applicants. Any increase in the grant shall award must be proportional for all eligible students receiving awards.
    - (6) Veterans Administration benefits shall must not be

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- considered in determining eligibility for the award of scholarshipsunder 1964 PA 208, MCL 390.971 to 390.981.
- 3 Sec. 252. (1) The amounts appropriated in section 236 for the 4 state tuition grant program shall must be distributed pursuant to 5 1966 PA 313, MCL 390.991 to 390.997a.
- 6 (2) Tuition grant awards shall must be made to all eligible
  7 Michigan residents enrolled in undergraduate degree programs who
  8 are qualified and who apply by March 1 of each year for the next
  9 academic year.
- 10 (3) Pursuant to section 5 of 1966 PA 313, MCL 390.995, and 11 subject to subsections (6) and (7), the department of treasury shall determine an actual tuition grant award per student, which 12 shall must be \$2,800.00, \$3,000.00, that ensures that the aggregate 13 14 payments for the tuition grant program do not exceed the 15 appropriation contained in section 236 for the state tuition grant program. If the department determines that insufficient funds are 16 available to establish an award amount equal to \$2,800.00, 17 18 \$3,000.00, the department shall immediately report to the house and 19 senate appropriations subcommittees on higher education, the house 20 and senate fiscal agencies, and the state budget director regarding the estimated amount of additional funds necessary to establish a 21 \$2,800.00 \$3,000.00 award amount. If the department determines that 22 23 sufficient funds are available to establish an award amount equal 24 to \$2,800.00, \$3,000.00, the department shall immediately report to 25 the house and senate appropriations subcommittees on higher education, the house and senate fiscal agencies, and the state 26 27 budget director regarding the award amount established and the 28 projected amount of any projected year-end appropriation balance 29 based on that award amount. By February 18 of each fiscal year, the

- 1 department shall analyze the status of award commitments, shall
- 2 make any necessary adjustments, and shall confirm that those award
- 3 commitments will not exceed the appropriation contained in section
- 4 236 for the tuition grant program. The determination and actions
- 5 shall must be reported to the state budget director and the house
- 6 and senate fiscal agencies no later than the final day of February
- 7 of each year. If award adjustments are necessary, the students
- 8 shall must be notified of the adjustment by March 4 of each year.
  - (4) The department of treasury shall continue a proportional tuition grant award level for recipients enrolled less than full-time in a given semester or term.
  - (5) If the department of treasury increases the award per eligible student from that provided in the previous fiscal year, it shall must not have the effect of reducing the number of eligible students receiving awards in relation to the total number of eligible applicants. Any increase in the grant shall must be proportional for all eligible students receiving awards for that fiscal year.
  - \$4,800,000.00 \$5,000,000.00 in tuition grants to eligible students enrolled in the same independent nonprofit college or university in this state. Any decrease in the grant shall must be proportional for all eligible students enrolled in that college or university, as determined by the department. The limit described in this subsection does not apply to any other student financial aid program or in combination with any other student financial aid program.
  - (7) The department of treasury shall not award tuition grants to otherwise eligible students enrolled in an independent college

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- or university that does not report, in a form and manner directed by and satisfactory to the department of treasury, by October 31 of each year, all of the following:
- 4 (a) The number of students in the most recently completed
  5 academic year who in any academic year received a state tuition
  6 grant at the reporting institution and successfully completed a
  7 program or graduated.
- 8 (b) The number of students in the most recently completed
  9 academic year who in any academic year received a state tuition
  10 grant at the reporting institution and took a remedial education
  11 class.
- (c) The number of students in the most recently completed
  academic year who in any academic year received a Pell grant at the
  reporting institution and successfully completed a program or
  graduated.
  - (8) By February 1 of each year, each independent college and university participating in the tuition grant program shall report to the senate and house and senate appropriations subcommittees on higher education, the senate and house and senate fiscal agencies, and the state budget director on its efforts to develop and implement sexual assault response training for the institution's title IX coordinator, campus law enforcement personnel, campus public safety personnel, and any other campus personnel charged with responding to on-campus incidents, including information on sexual assault response training materials and the status of implementing sexual assault response training for institutional personnel.
  - Sec. 256. (1) The funds appropriated in section 236 for the tuition incentive program must be distributed as provided in this

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- section and pursuant to the administrative procedures for thetuition incentive program of the department of treasury.
  - (2) As used in this section:

- 4 (a) "Phase I" means the first part of the tuition incentive 5 program defined as the academic period of 80 semester or 120 term
- 6 credits, or less, leading to an associate degree or certificate.
- 7 Students must be enrolled in a certificate or associate degree
- 8 program and taking classes within the program of study for a
- 9 certificate or associate degree. Tuition will not be covered for
- 10 courses outside of a certificate or associate degree program.
- (b) "Phase II" means the second part of the tuition incentive program that provides assistance in the third and fourth year of 4vear degree programs.
  - (c) "Department" means the department of treasury.
- 15 (d) "High school equivalency certificate" means that term as
  16 defined in section 4.
- 17 (3) An individual must meet the following basic criteria and 18 financial thresholds to be eligible for tuition incentive program 19 benefits:
- 20 (a) To be eligible for phase I, an individual must meet all of 21 the following criteria:
- (i) Be less than 20 years of age at the time he or she
  graduates from high school with a diploma or certificate of
  completion or achieves a high school equivalency certificate or,
  for students attending a 5-year middle college approved by the
  Michigan department of education, be less than 21 years of age when
  he or she graduates from high school.
- 28 (ii) Be a United States citizen and a resident of this state according to institutional criteria.

- 1 (iii) Be at least a half-time student, earning less than 80
  2 semester or 120 term credits at a participating educational
  3 institution within 4 years of high school graduation or achievement
  4 of a high school equivalency certificate. All program eligibility
  5 expires 10 years after initial enrollment at a participating
  6 educational institution.
- 7 (iv) Meet the satisfactory academic progress policy of the educational institution he or she attends.
- 9 (b) To be eligible for phase II, an individual must meet
  10 either of the following criteria in addition to the criteria in
  11 subdivision (a):
- 12 (i) Complete at least 56 transferable semester or 8413 transferable term credits.
- 14 (ii) Obtain an associate degree or certificate at a
  15 participating institution.
- 16 (c) To be eligible for phase I or phase II, an individual must 17 be financially eligible as determined by the department. An individual is financially eligible for the tuition incentive 18 19 program if he or she was eligible for Medicaid from this state for 20 24 months within the 36 months before application. prior to 21 completion of high school or achievement of a high school 22 equivalency certificate. The department shall accept certification 23 of Medicaid eligibility only from the department of health and
- 24 human services for the purposes of verifying if a person is
- 25 Medicaid eligible for 24 months within the 36 months before
- 26  $\frac{\text{application.}}{\text{prior}}$  prior to completion of high school or achievement of a
- 27 high school equivalency certificate. Certification of eligibility
- 28 may begin in the sixth grade.
- 29 (4) For phase I, the department shall provide payment on

- 1 behalf of a person eligible under subsection (3). The department
- 2 shall only accept standard per-credit hour tuition billings and
- 3 shall reject billings that are excessive or outside the guidelines
- 4 for the type of educational institution.
- 5 (5) For phase I, all of the following apply:
- 6 (a) Payments for associate degree or certificate programs must
- 7 not be made for more than 80 semester or 120 term credits for any
- 8 individual student at any participating institution. The department
- 9 shall not do either of the following:
- 10 (i) Adopt or apply any total semester-credit or term-credit
- 11 maximum that is less than the 80 semester-credit or 120 term-credit
- 12 maximum provided in this subdivision.
- 13 (ii) Adopt or apply any per-semester or per-term credit maximum
- 14 for a student whose semester-credit or term-credit load will not
- 15 result in exceeding the total 80 semester-credit or 120 term-credit
- 16 maximum provided in this subdivision.
- 17 (b) For persons enrolled at a Michigan community college, the
- 18 department shall pay the current in-district tuition and mandatory
- 19 fees. For persons residing in an area that is not included in any
- 20 community college district, the out-of-district tuition rate may be
- 21 authorized.
- (c) For persons enrolled at a Michigan public university, the
- 23 department shall pay lower division resident tuition and mandatory
- 24 fees for the current year.
- 25 (d) For persons enrolled at a Michigan independent, nonprofit
- 26 degree-granting college or university, a Michigan federal tribally
- 27 controlled community college, or Focus: HOPE, the department shall
- 28 pay mandatory fees for the current year and a per-credit payment
- 29 that does not exceed the average community college in-district per-

- 1 credit tuition rate as reported by the last business day of August
  2 for the immediately preceding academic year.
- 3 (6) A person participating in phase II may be eligible for
  4 additional funds not to exceed \$500.00 per semester or \$400.00 per
  5 term up to a maximum of \$2,000.00 subject to the following
  6 conditions:
  - (a) Credits are earned in a 4-year program at a Michigan degree-granting 4-year college or university.
  - (b) The tuition reimbursement is for coursework completed within 30 months of completion of the phase I requirements.
  - (7) The department shall work closely with participating institutions to provide the highest level of participation and ensure that all requirements of the program are met.
- 14 (8) The department shall notify students of their financial15 eligibility for the program any time after the student begins sixth16 grade.
- 17 (9) Except as otherwise provided in section 3(d) of the
  18 Michigan reconnect grant act, 2020 PA 84, MCL 390.1703, and section
  19 17 of the Michigan reconnect grant recipient act, 2020 PA 68, MCL
  20 390.1717, each institution shall ensure that all known available
  21 restricted grants for tuition and fees are used before billing the
  22 tuition incentive program for any portion of a student's tuition
  23 and fees.
  - (10) The department shall ensure that the tuition incentive program is well publicized and that eligible Medicaid clients are provided information on the program. The department shall provide the necessary funding and staff to fully operate the program.
- 28 (11) The department of treasury—shall collaborate with the
  29 center to use the P-20 longitudinal data system to report the

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1 following information for each qualified postsecondary institution:

- 2 (a) The number of phase I students in the most recently
  3 completed academic year who in any academic year received a tuition
  4 incentive program award and who successfully completed a degree or
  5 certificate program. Cohort graduation rates for phase I students
  6 shall must be calculated using the established success rate
  7 methodology developed by the center in collaboration with the
  8 postsecondary institutions.
  - (b) The number of students in the most recently completed academic year who in any academic year received a Pell grant at the reporting institution and who successfully completed a degree or certificate program. Cohort graduation rates for students who received Pell grants must be calculated using the established success rate methodology developed by the center in collaboration with the postsecondary institutions.
  - (12) If a qualified postsecondary institution does not report the data necessary to complete the reporting in subsection (11) to the P-20 longitudinal data system by October 15 for the prior academic year, the department of treasury shall not award phase I tuition incentive program funding to otherwise eligible students enrolled in that institution until the data are submitted.
  - Sec. 259. It is the intent of the legislature that the department of treasury continue an aggressive campaign to inform high school students about the financial aid programs offered by this state and the eligibility requirements for participation in those financial aid programs, including free or reduced tuition programs provided by community colleges and universities in this state.
- Sec. 260. (1) The department of treasury shall work with

- 1 student and postsecondary education groups, including the Michigan
- 2 College Access Network, the Michigan Association of School
- 3 Counselors, the Michigan Association of State Universities, the
- 4 Michigan Community College Association, and the Michigan
- 5 Independent Colleges and Universities, to provide and update an
- 6 online informational resource for students in grades 9 through 12
- 7 and prospective and current student loan borrowers. students and
- 8 families. The online informational resource must be a website or a
- 9 portion of an existing website titled "Paying for College in
- 10 Michigan" and designed and maintained by the department of treasury
- 11 that, to the extent practicable, contains information, including,
- 12 but not limited to, all of the following:
- 13 (a) A list of public and private community support centers,
- 14 student debt clinics, and other organizations and their contact
- 15 information submitted by Michigan College Access Network that
- 16 provides free information and services for student loan borrowers
- 17 to help educate them about repayment options and to help them
- 18 access student loan programs or benefits for which they may be
- 19 eligible.
- 20 (b) Links to state and federal financial aid programs,
- 21 including FAFSA and College Scorecard.
- 22 (c) Links to each promise zone website and the financial aid
- 23 website to each community college, public university, and
- 24 independent college and university in this state.
- 25 (d) Benefits of federal student loans that may no longer be
- 26 available if a borrower refinances a loan.
- 27 (e) Links Direct links to net price calculators for each
- 28 community college receiving an appropriation in section
- 29 201 and universities each university receiving an appropriation in

- 1 section 236. , if available.
- 2 (f) Definitions that clearly delineate the differences between 3 scholarships, grants, and loans.
- 4 (g) A description of net price calculators and how to use them 5 to create a personalized estimate of a student's out-of-pocket cost 6 for the coming year based on basic family and financial information 7 and likely financial aid eligibility.
- 8 (h) (f) Information on the fundamentals of borrowing and9 repayment, including, but not limited to, all of the following:
- 10 (i) A link to the federal Public Service Loan Forgiveness 11 Program.
- 12 (ii) Deciding how much to borrow.
- (iii) Creating a plan for borrowing and repayment.
- 14 (iv) Estimating how much borrowing is needed for a given school year.
- 16 (v) Evaluating financial aid offers.
- (vi) Factors that affect total student loan costs.
- 18 (vii) Tips for graduating with less student loan debt.
- (viii) A loan payment calculator or a link to a loan paymentcalculator that can be used for different types of loans.
- 21 (ix) Links to federal student loan entrance and exit counseling 22 services and the FACT tool.
  - (x) Student loan debt relief scams.
- 24 (i) (g) A list of student loan providers in this state.Loan 25 amortization information.
- 26 (2) A university receiving an appropriation in section 236 27 shall place a prominent link to the website created under this 28 section on its website homepage.
- 29 (3) Independent colleges and universities in this state are



- encouraged to place a link to the website created under thissection on their website homepages.
- (4) By November 1 of each year, the department of treasury
  shall inform each high school in this state about the website
  described in this section and encourage them to distribute the
  information to all students in grades 9 through 12.
- 7 (5) The department shall audit the website not less than once 8 per year to ensure links continue to be accurate, active, and up-9 to-date for students and families.
- 10 Sec. 263. (1) Included in the appropriation in section 236 for 11 fiscal year <del>2021-2022</del> **2022-2023** for MSU AgBioResearch is \$2,982,900.00 and included in the appropriation in section 236 for 12 MSU Extension is \$2,645,200.00 for Project GREEEN. Project GREEEN 13 14 is intended to address critical regulatory, food safety, economic, 15 and environmental problems faced by this state's plant-based agriculture, forestry, and processing industries. "GREEEN" is an 16 acronym for Generating Research and Extension to Meet Environmental 17 and Economic Needs. 18
- (2) The department of agriculture and rural development and
  Michigan State University, in consultation with agricultural
  commodity groups and other interested parties, shall develop
  Project GREEEN and its program priorities.
- Sec. 264. Included in the appropriation in section 236 for fiscal year <del>2021-2022-2022-2023</del> for Michigan State University is \$80,000.00 for the Michigan Future Farmers of America Association. This \$80,000.00 allocation shall must not supplant any existing support that Michigan State University provides to the Michigan Future Farmers of America Association.
- 29 Sec. 265. (1) Payments under section 236 for 1-time

- 1 supplemental funding for fiscal year 2021-2022, and payments under
- 2 section 265a 236 for performance operations increase and per-
- 3 student floor funding for fiscal years year 2022-2023 and 2023-
- 4 2024, shall must only be made to a public university that certifies
- 5 to the state budget director by October 1, 2021 2022 that its board
- 6 did not adopt an increase in tuition and fee rates for resident
- 7 undergraduate students after September 1,  $\frac{2020}{2021}$  for the  $\frac{2020}{2020}$
- 8 2021-2022 academic year and that its board will not adopt an
- 9 increase in tuition and fee rates for resident undergraduate
- 10 students for the <del>2021-2022</del> **2022-2023** academic year that is greater
- 11 than 4.2% 5.0% or \$590.00, \$722.00, whichever is greater. As used
- 12 in this subsection:
- 13 (a) "Fee" means any board-authorized fee that will be paid by
- 14 more than 1/2 of all resident undergraduate students at least once
- 15 during their enrollment at a public university, as described in the
- 16 higher education institutional data inventory (HEIDI) user manual.
- 17 A university increasing a fee that applies to a specific subset of
- 18 students or courses shall provide sufficient information to prove
- 19 that the increase applied to that subset will not cause the
- 20 increase in the average amount of board-authorized total tuition
- 21 and fees paid by resident undergraduate students in the  $\frac{2021-2022}{1}$
- 22 2022-2023 academic year to exceed the limit established in this
- 23 subsection.
- 24 (b) "Tuition and fee rate" means the average of full-time
- 25 rates paid by a majority of students in each undergraduate class,
- 26 based on an unweighted average of the rates authorized by the
- 27 university board and actually charged to students, deducting any
- 28 uniformly rebated or refunded amounts, for the 2 semesters with the
- 29 highest levels of full-time equated resident undergraduate

- enrollment during the academic year, as described in the higher education institutional data inventory (HEIDI) user manual.
- (2) The state budget director shall implement uniform reporting requirements to ensure that a public university receiving a payment under section 236 for 1-time supplemental funding or a payment under section 265a 236 for performance operations increase and per-student floor funding has satisfied the tuition restraint requirements of this section. The state budget director shall have has the sole authority to determine if a public university has met the requirements of this section. Information reported by a public university to the state budget director under this subsection shall must also be reported to the house and senate appropriations subcommittees on higher education and the house and senate fiscal agencies.
  - (3) Universities that exceed the tuition and fee rate cap described in subsection (1) shall will not receive a planning or construction authorization for a state-funded capital outlay project in fiscal year 2022-2023 or 2023-2024 or 2024-2025.
    - (4) Notwithstanding any other provision of this act, the legislature may at any time adjust appropriations for a university that adopts an increase in tuition and fee rates for resident undergraduate students that exceeds the rate cap established in subsection (1).
    - Sec. 265a. (1) Appropriations to public universities in section 236 for fiscal years 2019-2020, 2020-2021, and 2021-2022 for performance funding shall must be paid only to a public university that complies with section 265 and certifies to the state budget director, the house and senate appropriations subcommittees on higher education, and the house and senate fiscal

- agencies by October 1, 2019 that it complies with all of the
  following requirements:
- 3 (a) The university participates in reverse transfer agreements
  4 described in section 286 with at least 3 Michigan community
  5 colleges.
- 6 (b) The university does not and will not consider whether dual 7 enrollment credits earned by an incoming student were utilized 8 towards his or her high school graduation requirements when making 9 a determination as to whether those credits may be used by the 10 student toward completion of a university degree or certificate 11 program. The university does not and will not apply any of the 12 following criteria when determining whether credits earned outside the university by a student count toward a degree or certificate 13 14 program offered by the university:
- 15 (i) Whether the credits were earned in a dual enrollment
  16 program that counted the credits toward high school graduation
  17 requirements.
  - (ii) Whether the credits were earned in a course that was delivered in a high school classroom, community college classroom or campus, or another location.
  - (iii) Whether the credits were earned in a course that was delivered online, in person, or hybrid.
  - (iv) Whether other students enrolled in the course in which the credits were earned were enrolled in high school or counted the course toward high school graduation requirements.
  - (c) The university actively participates in and submits timely updates to the Michigan Transfer Network created as part of the Michigan Association of Collegiate Registrars and Admissions Officers transfer agreement.



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- 1 (2) Any performance funding amounts under section 236 that are
  2 not paid to a public university because it did not comply with 1 or
  3 more requirements under subsection (1) are unappropriated and
  4 reappropriated for performance funding to those public universities
  5 that meet the requirements under subsection (1), distributed in
  6 proportion to their performance funding appropriation amounts under
  7 section 236.
  - (3) The state budget director shall report to the house and senate appropriations subcommittees on higher education and the house and senate fiscal agencies by October 15, 2019, regarding any performance funding amounts that are not paid to a public university because it did not comply with 1 or more requirements under subsection (1) and any reappropriation of funds under subsection (2).
- 15 (4) Performance funding amounts described in section 236 are
  16 distributed based on the following formula:
- (a) Proportional to each university's share of totaloperations funding appropriated in fiscal year 2010 2011, 50%.
- 19 (b) Based on weighted undergraduate completions in critical20 skills areas, 11.1%.
  - (c) Based on research and development expenditures, for universities classified in Carnegie classifications as doctoral universities: moderate research activity, doctoral universities: higher research activity, or doctoral universities: highest research activity only, 5.6%.
- (d) Based on 6-year graduation rate, total degree completions, and institutional support as a percentage of core expenditures, and the percentage of students receiving Pell grants, scored against national Carnegie classification peers and weighted by total

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- 1 undergraduate fiscal year equated students, 33.3%.
- 2 (5) For purposes of determining the score of a university 3 under subsection (4)(d), each university is assigned 1 of the
- 4 following scores:
- 5 (a) A university classified as in the top 20%, a score of 3.
- 6 (b) A university classified as above national median, a score
  7 of 2.
- 8 (c) A university classified as improving, a score of 2. It is
- 9 the intent of the legislature that, beginning in the 2020-2021
- 10 state fiscal year, a university classified as improving is assigned
- **11** a score of 1.
- 12 (d) A university that is not included in subdivision (a), (b),
- 13 or (c), a score of 0.
- 14 (6) As used in this section, "Carnegie classification" means
- 15 the basic classification of the university according to the most
- 16 recent version of the Carnegie classification of institutions of
- 17 higher education, published by the Carnegie Foundation for the
- 18 Advancement of Teaching.
- 19 (7) It is the intent of the legislature to allocate more
- 20 funding based on an updated set of performance metrics in future
- 21 years. Updated metrics will be based on the outcome of joint
- 22 hearings between the house and senate appropriations subcommittees
- 23 on higher education and community colleges intended to be held in
- 24 the fall of 2019.
- 25 Sec. 265b. (1) Appropriations to public universities in
- 26 section 236 for the fiscal year ending September 30, 2022-2023 for
- 27 operations funding shall must be reduced by 10% pursuant to the
- 28 procedures described in subdivision (a) for a public university
- 29 that fails to submit certification to the state budget director,

- 1 the house and senate appropriations subcommittees on higher
- 2 education, and the house and senate fiscal agencies by October 1,
- 3 2021 2022 that the university complies with sections 274c and 274d
- 4 and that it complies with all of the requirements described in
- 5 subdivisions (b) to (i), as follows:
- 6 (a) If a university fails to submit certification, the state
- 7 budget director shall withhold 10% of that university's annual
- 8 operations funding until the university submits certification. If a
- 9 university fails to submit certification by the end of the fiscal
- 10 year, the 10% of its annual operations funding that is withheld
- 11 shall must lapse to the general fund.
- 12 (b) For title IX investigations of alleged sexual misconduct,
- 13 the university prohibits the use of medical experts that have an
- 14 actual or apparent conflict of interest.
- 15 (c) For title IX investigations of alleged sexual misconduct,
- 16 the university prohibits the issuance of divergent reports to
- 17 complainants, respondents, and administration and instead requires
- 18 that identical reports be issued to them.
- 19 (d) Consistent with the university's obligations under 20 USC
- 20 1092(f), the university notifies each individual who reports having
- 21 experienced sexual assault by a student, faculty member, or staff
- 22 member of the university that the individual has the option to
- 23 report the matter to law enforcement, to the university, to both,
- 24 or to neither, as the individual may choose.
- 25 (e) The university provides both of the following:
- 26 (i) For all freshmen and incoming transfer students enrolled,
- 27 an in-person sexual misconduct prevention presentation or course,
- 28 which must include contact information for the title IX office of
- 29 the university.

- (ii) For all students not considered freshmen or incoming transfer students, an online or electronic sexual misconduct prevention presentation or course.
- (f) The university prohibits seeking compensation from the recipient of any medical procedure, treatment, or care provided by a medical professional who has been convicted of a felony arising out of the medical procedure, treatment, or care.
- (g) The university had a third party review its title IX compliance office and related policies and procedures by the end of the 2018-2019 academic year. A copy of the third-party review shall must be transmitted to the state budget director, the house and senate appropriations subcommittees on higher education, and the house and senate fiscal agencies. Each university shall have a third-party review once every three years and a copy of the third-party review shall must be transmitted to the state budget director, the house and senate appropriations subcommittees on higher education, and the house and senate fiscal agencies.
- (h) The university requires that the governing board and the president or chancellor of the university receive not less than quarterly reports from their title IX coordinator or title IX office. The report shall must contain aggregated data of the number of sexual misconduct reports that the office received for the academic year, the types of reports received, including reports received against employees, and a summary of the general outcomes of the reports and investigations. A member of the governing board may request to review a title IX investigation report involving a complaint against an employee, and the university shall provide the report in a manner it considers appropriate. The university shall protect the complainant's anonymity, and the report shall must not

- 1 contain specific identifying information.
- 2 (i) If allegations against an employee are made in more than 1
- 3 title IX complaint that resulted in the university finding that no
- 4 misconduct occurred, the university requires that the title IX
- 5 officer promptly notify the president or chancellor and a member of
- 6 the university's governing board in writing and take all
- 7 appropriate steps to ensure that the matter is being investigated
- 8 thoroughly, including hiring an outside investigator for future
- 9 cases involving that employee. A third-party title IX investigation
- 10 under this subdivision does not prohibit the university from
- 11 simultaneously conducting its own title IX investigation through
- 12 its own title IX coordinator.
- 13 (2) Each public university that receives an appropriation in
- 14 section 236 shall also certify that its president or chancellor and
- 15 a member of its governing board has reviewed all title IX reports
- 16 involving the alleged sexual misconduct of an employee of the
- 17 university, and shall send the certification to the house and
- 18 senate appropriations subcommittees on higher education, the house
- 19 and senate fiscal agencies, and the state budget director by
- 20 October 1, <del>2021.</del>2022.
- 21 (3) For purposes of this section, "sexual misconduct"
- 22 includes, but is not limited to, any of the following:
- 23 (a) Intimate partner violence.
- (b) Nonconsensual sexual conduct.
- 25 (c) Sexual assault.
- 26 (d) Sexual exploitation.
- (e) Sexual harassment.
- 28 (f) Stalking.
- 29 Sec. 265f. (1) Each public university that receives an



- 1 appropriation in section 236 shall demonstrate the acceptance of
- 2 nationally recognized college level equivalent credit examination
- 3 opportunities by developing and implementing policies and
- 4 procedures for the awarding of academic credit through college
- 5 level equivalent credit examinations.
- 6 (2) A public university shall not create policies or
- 7 procedures that prevent students from earning college credits
- 8 through college level equivalent credit examinations once enrolled
- 9 in the public university.
- 10 (3) Each public university shall make its credit policies and
- 11 opportunities for college level equivalent credit examinations
- 12 publicly available on the university's website.
- 13 (4) If a public university requires scores above those
- 14 recommended by the American Council on Education to earn college
- 15 credit through college level equivalent credit examinations, that
- 16 university shall submit to the house and senate appropriations
- 17 subcommittees on higher education, the house and senate fiscal
- 18 agencies, and the state budget director a report on the data and
- 19 justifications for that decision by February 1, 2023.
- 20 Sec. 265q. (1) Each public university that receives an
- 21 appropriation in section 236 shall provide all enrolled students
- 22 information on accelerated degree completion pathways and options
- 23 within the first semester of enrollment, and shall publicly post
- 24 this information on the university's website by October 1, 2022.
- 25 (2) Each public university shall work to create accelerated
- 26 degree completion pathways for enrolled students if such options do
- 27 not already exist.
- 28 (3) Independent colleges and universities are encouraged to
- 29 create accelerated degree completion pathways for enrolled students

- 1 if such options do not already exist.
- 2 Sec. 266a. It is the intent of the legislature that
- 3 universities receiving an appropriation in section 236 whose
- 4 enrollment has declined by 10% or more since January 1, 2012 may be
- 5 called to testify before the house or senate appropriations
- 6 subcommittees on higher education to, at minimum, present on the
- 7 following:
- 8 (a) The current strategic plan adopted by the university.
- 9 (b) Student enrollment trends and recruitment efforts.
- 10 (c) A summary of academic programs offered.
- 11 (d) Tenured faculty to student ratio.
- 12 (e) Administrative staff to student ratio.
- 13 (f) Tuition increases since January 1, 2012.
- 14 (g) Graduation rates since January 1, 2012.
- 15 (h) Measures taken to retain students since January 1, 2012.
- 16 (i) Goals and objectives to reach optimum institutional size
- 17 to contribute positively to the future of this state while being
- 18 excellent stewards of state funding and student tuition, including,
- 19 but not limited to, goals and objectives as to consolidating
- 20 administrative services, academic services, or both with 1 or more
- 21 other colleges or universities.
- 22 Sec. 267. All public universities shall submit the amount of
- 23 tuition and fees actually charged to a full-time resident
- 24 undergraduate student for academic year 2021-2022-2023 as part
- 25 of their higher education institutional data inventory (HEIDI) data
- 26 by October 1, 2021, 2022, and by the last business day of August
- 27 each year thereafter. A public university shall report any
- 28 revisions of tuition and fee charges for any semester of the
- 29 reported academic year <del>2021 2022 tuition and fee charges to HEIDI</del>

- 1 within 15 days of after being adopted.
- 2 Sec. 268. (1) For the fiscal year ending September 30,  $\frac{2022}{1}$
- 3 2023, it is the intent of the legislature that funds be allocated
- 4 for unfunded North American Indian tuition waiver costs incurred by
- 5 public universities under 1976 PA 174, MCL 390.1251 to 390.1253,
- 6 from the general fund.
- 7 (2) By January 15 of each year, the department of civil rights
- 8 shall annually submit to the state budget director, the house and
- 9 senate appropriations subcommittees on higher education, and the
- 10 house and senate fiscal agencies a report on North American Indian
- 11 tuition waivers for the preceding academic year that includes, but
- 12 is not limited to, all of the following information:
- 13 (a) The number of waiver applications received and the number
- 14 of waiver applications approved.
- 15 (b) For each university submitting information under
- 16 subsection (3), all of the following:
- (i) The number of graduate and undergraduate North American
- 18 Indian students enrolled each term for the previous academic year.
- 19 (ii) The number of North American Indian waivers granted each
- 20 term, including to continuing education students, and the monetary
- 21 value of the waivers for the previous academic year.
- 22 (iii) The number of graduate and undergraduate students
- 23 attending under a North American Indian tuition waiver who withdrew
- 24 from the university each term during the previous academic year.
- 25 For purposes of this subparagraph, a withdrawal occurs when a
- 26 student who has been awarded the waiver withdraws from the
- 27 institution at any point during the term, regardless of enrollment
- 28 in subsequent terms.
- 29 (iv) The number of graduate and undergraduate students

- 1 attending under a North American Indian tuition waiver who
  2 successfully complete a degree or certificate program, separated by
  3 degree or certificate level, and the graduation rate for graduate
  4 and undergraduate students attending under a North American Indian
  5 tuition waiver who complete a degree or certificate within 150% of
- 6 the normal time to complete, separated by the level of the degree
  7 or certificate.
- 9 receives funds under an appropriation in section 236, or a tribal college receiving pass-through funds under section 269 or 270c, shall provide to the department of civil rights any information necessary for preparing the report detailed in subsection (2), using guidelines and procedures developed by the department of civil rights.
- 15 (4) The department of civil rights may consolidate the report 16 required under this section with the report required under section 17 223, but a consolidated report must separately identify data for 18 universities and data for community colleges.
  - Sec. 269. For fiscal year <del>2021-2022,</del> **2022-2023**, from the amount appropriated in section 236 to Central Michigan University for costs incurred under the North American Indian tuition waiver, <del>\$82,400.00 shall \$31,000.00 must</del> be paid to Saginaw Chippewa Tribal College for the costs of waiving tuition for North American Indians under 1976 PA 174, MCL 390.1251 to 390.1253. It is the intent of the legislature that Saginaw Chippewa Tribal College provide the department of civil rights the necessary information for the college to be included in the report required under section 268.
  - Sec. 270c. For fiscal year <del>2021-2022, </del>2022-2023, from the amount appropriated in section 236 to Northern Michigan University

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- 1 for costs incurred under the North American Indian tuition waiver,
- 2 \$50,000.00 \$87,800.00 is to be paid to Keweenaw Bay Ojibwa
- 3 Community College for the costs of waiving tuition for North
- 4 American Indians under 1976 PA 174, MCL 390.1251 to 390.1253. It is
- 5 the intent of the legislature that Keweenaw Bay Ojibwa Community
- 6 College provide the department of civil rights the necessary
- 7 information for the community college to be included in the report
- 8 required under section 268.
- 9 Sec. 274. It is the intent of the legislature that public and
- 10 private organizations that conduct human embryonic stem cell
- 11 derivation subject to section 27 of article I of the state
- 12 constitution of 1963 will provide information to the director of
- 13 the department of health and human services house and senate
- 14 appropriations subcommittees on higher education, the house and
- 15 senate fiscal agencies, and the state budget director by December
- 16 1, 2021 2022 that includes all of the following:
- 17 (a) Documentation that the organization conducting human
- 18 embryonic stem cell derivation is conducting its activities in
- 19 compliance with the requirements of section 27 of article I of the
- 20 state constitution of 1963 and all relevant National Institutes of
- 21 Health guidelines pertaining to embryonic stem cell derivation.
- 22 (b) A list of all human embryonic stem cell lines submitted by
- 23 the organization to the National Institutes of Health for inclusion
- 24 in the Human Embryonic Stem Cell Registry before and during fiscal
- year 2020-2021, 2021-2022, and the status of each submission as
- 26 approved, pending approval, or review completed but not yet
- 27 accepted.
- (c) Number of human embryonic stem cell lines derived and not
- 29 submitted for inclusion in the Human Embryonic Stem Cell Registry,

- 1 before and during fiscal year <del>2020-2021.</del>**2021-2022**.
- 2 Sec. 274a. From the funds appropriated in section 236(10),
- 3 public universities classified as doctoral universities under the
- 4 Carnegie classification system may be awarded research grants up to
- 5 the full appropriated amount in section 236(10). As a condition to
- 6 receiving a grant under this section, a public university must
- 7 agree not to conduct any research on aborted fetal tissue. As used
- 8 in this section, "Carnegie classification" means that term as
- 9 defined in section 265a.
- Sec. 275. (1) Each public university that receives an
- appropriation in section 236 shall do all of the following:
- 12 (a) Meet the provisions of section 5003 of the post-911
- 13 veterans educational assistance act of 2008, 38 USC 3301 to 3327,
- 14 including voluntary participation in the Yellow Ribbon GI Education
- 15 Enhancement Program established in that act in 38 USC 3317. By
- 16 October 1 of each year, each public university shall report to the
- 17 house and senate appropriations subcommittees on higher education,
- 18 the house and senate fiscal agencies, and the Michigan Association
- 19 of State Universities on whether or not it has chosen to
- 20 participate in the Yellow Ribbon GI Education Enhancement Program.
- 21 If at any time during the fiscal year a university participating in
- 22 the Yellow Ribbon Program chooses to leave the Yellow Ribbon
- 23 Program, it shall notify the house and senate appropriations
- 24 subcommittees on higher education, the house and senate fiscal
- 25 agencies, and the Michigan Association of State Universities.
- 26 (b) Establish an on-campus veterans' liaison to provide
- 27 information and assistance to all student veterans.
- 28 (c) Provide flexible enrollment application deadlines for all
- 29 veterans.

- 1 (d) Include in its admission application process a specific 2 question as to whether an applicant for admission is a veteran, an 3 active member of the military, a member of the National Guard or 4 military reserves, or the spouse or dependent of a veteran, active 5 member of the military, or member of the National Guard or military 6 reserves, in order to more quickly identify potential educational 7 assistance available to that applicant.
  - (e) Consider all veterans residents of this state for determining their tuition rates and fees.
    - (f) Waive enrollment fees for all veterans.
  - (g) Provide reasonable programming and scheduling accommodations necessary to facilitate a student's military, national guard, or military reserves duties and training obligations.
  - (h) Provide college level equivalent credit examination opportunities for veterans and active members of the military, National Guard, or military reserves within the first semester of enrollment.
    - (i) Grant college credit for, or create a structure that evaluates granting college credit for, the service background and experience of veterans and members of the military, National Guard, or military reserves.
  - (2) By October 1 of each year, each public university shall report to the house and senate appropriations subcommittees on higher education, the house and senate fiscal agencies, and the department of military and veterans affairs regarding services provided specifically to veterans and active military duty personnel, including, but not limited to, the services described in subsection (1).

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- - Sec. 275b. (1) Each public university receiving funds under an appropriation in section 236 shall ensure that the public university does all of the following in its admission application process if it knows that an applicant for admission is currently serving, or has ever served, as a member of the military, the National Guard, or the military reserves:
    - (a) Inform the applicant that he or she may receive academic credit for college-level training and education he or she received while serving in the military.
    - (b) Inform the applicant that he or she may submit a transcript of his or her college-level military training and education to the public university.
    - (c) If the applicant submits a transcript described in subdivision (b), evaluate that transcript and notify the applicant of what transfer credits are available to the applicant from the public university for his or her college-level military training and education.
    - (d) Inform the applicant of college level equivalent credit examination opportunities.
    - (2) As used in this section, "transcript" includes a joint services transcript prepared for the applicant under the American council on education registry of credit recommendations.
- Sec. 275f. It is the intent of the legislature that by
  February 1, <del>2022, 2023</del>, each public university receiving an
  appropriation in section 236 shall submit to the <del>senate and</del> house

- 1 and senate appropriations subcommittees on higher education, the
- 2 senate and house and senate fiscal agencies, and the state budget
- 3 director a report on activities related to strategic planning and
- 4 internal assessment or reassessment to best provide for open and
- 5 free expression and speech, while protecting students from hate-
- 6 speech, violence, and discrimination.
- 7 Sec. 275g. By September 30, <del>2022, </del>**2023**, each public university
- 8 receiving an appropriation in section 236 shall do both of the
- 9 following:
- 10 (a) Submit a report to the senate and house and senate
- 11 appropriations subcommittees on higher education, the senate and
- 12 house and senate fiscal agencies, and the state budget director
- 13 describing all federal funds the university received, including the
- 14 amounts, related to the COVID-19 pandemic, including, but not
- 15 limited to, any federal funds received from the coronavirus relief
- 16 fund under the coronavirus aid, relief, and economic security act,
- 17 Public Law 116-136, response and relief supplemental appropriations
- 18 act, the American rescue plan act of 2021, and similar federal
- 19 relief packages.
- 20 (b) Post the information contained in the report described in
- 21 subdivision (a) on the public transparency website described in
- **22** section 245.
- 23 Sec. 275h. (1) It is the intent of the legislature that each
- 24 public university adopt an advocacy policy applicable to faculty,
- 25 staff, students, student employees, visitors, and contractors by
- 26 January 1, 2022-2023 and comply with all other requirements of this
- 27 section.
- 28 (2) An advocacy policy established under subsection (1) should
- 29 include, but is not limited to, policies for distribution and self-



- 1 distribution of printed political or advocacy materials, related
- 2 First Amendment activities, and political demonstrating. The policy
- 3 should include a process for filing a complaint or reporting a
- 4 violation of the advocacy policy and identify the public university
- 5 staff responsible for investigating complaints and violations. The
- 6 advocacy policy should include the effective date and be posted on
- 7 the university's website.
- 8 Sec. 275i. (1) If a public university that receives an
- 9 appropriation in section 236 establishes a mandatory COVID-19
- 10 vaccine policy, it shall provide exemptions to that policy to the
- 11 following students and employees:
- 12 (a) Any student or employee for whom a physician certifies
- 13 that a COVID-19 vaccine is or may be detrimental to the student's
- 14 or employee's health or is not appropriate.
- 15 (b) Any student or employee who provides a written statement
- 16 to the effect that the requirements of the COVID-19 vaccine policy
- 17 cannot be met because of religious convictions or other
- 18 consistently held objection to immunization.
- 19 (2) It must be presumed that a student or employee who
- 20 requests an exemption under subsection (1) is entitled to that
- 21 exemption. The public university shall grant that student's or
- 22 employee's request unless it determines by clear and convincing
- 23 evidence that the student or employee is not entitled to that
- 24 exemption. A public university shall not deny an exemption solely
- 25 because the student or employee previously received another
- 26 vaccine.
- 27 (3) A public university shall not deny a student's or
- 28 employee's request for an exemption until it has exhausted explored
- 29 every reasonable accommodation. An accommodation more burdensome or

- stringent than relevant state or federal guidelines is
  presumptively unreasonable.
- 3 (4) If a public university denies a student's or employee's
  4 request for an exemption, the public university shall issue a
  5 written report fully explaining its reasons for the denial. That
  6 report must describe all reasonable accommodations the public
  7 university offered the student or employee and the student's or
  8 employee's response.
  - (5) Every public university shall submit a written report regarding its actions taken under this section no later than March 15 of each year to the senate and house and senate appropriations subcommittees on higher education, the senate and house and senate fiscal agencies, and the state budget director. This annual report must include the following information, which may be obtained from any reliable source that complies with applicable laws regarding student privacy:
- 17 (a) The number of students and employees who have requested an18 exemption from the public university's COVID-19 vaccine policy.
- 19 (b) The number of students and employees who have been granted20 an exemption.
  - (c) The number of students and employees in noncompliance with the public university's COVID-19 vaccine policy.
  - (6) No provision of this section is to be construed as requiring a public university to violate any federal law.
  - Sec. 275j. It is the goal of the governor and legislature to ensure that 60% of Michigan's residents achieve a postsecondary credential, high-quality industry certification, associate degree, or bachelor's degree by 2030.
- 29 Sec. 275k. (1) Appropriations in section 236(11) for the

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- 1 pregnant and parenting student support services program are for
- 2 developing academically or economically disadvantaged student
- 3 retention programs for 4-year public and independent educational
- 4 institutions in this state. Preference may not be given to
- 5 participants on the basis of race, color, ethnicity, gender, or
- 6 national origin. Institutions should encourage participation from
- 7 those who would otherwise not adequately be represented in the
- 8 student population.
- 9 (2) An award made under this program to an individual 10 institution must not be greater than \$50,000.00, and the amount
- 11 awarded must be matched on a 70% state, 30% college or university
- 12 basis.
- 13 (3) The department of labor and economic opportunity shall
- 14 administer the program. All of the following apply to the program:
- 15 (a) The institution shall provide a physical location for the
- 16 program on its campus.
- 17 (b) The department of labor and economic opportunity shall
- 18 annually assess the performance of the institution in meeting the
- 19 following needs of students on campus who are pregnant or who are a
- 20 custodial parent or legal guardian of a minor:
- 21 (i) Comprehensive student health care.
- 22 (ii) Family housing.
- 23 (iii) Child care.
- 24 (iv) Flexible or alternative academic scheduling.
- 25 (v) Education concerning responsible parenting for mothers and
- 26 fathers.
- 27 (c) The institution shall identify public and private service
- 28 providers qualified to meet the needs described in subdivision (b),
- 29 both on campus and within the local community, and establish

- 1 programs with qualified providers it selects to meet those needs.
- 2 (d) The institution shall assist students in locating and
- 3 obtaining services that meet 1 or more of the needs described in
- 4 subdivision (b).
- 5 (e) If appropriate, the institution shall provide referrals on
- 6 prenatal care and delivery, infant or foster care, adoption, and
- 7 family planning to individual students who request that
- 8 information. An approved program shall not provide referrals for
- 9 abortion services.
- 10 (4) By December 1, 2022, institutions that establish a
- 11 pregnant and parenting student support services program shall
- 12 report to the house and senate subcommittees on higher education,
- 13 the house and senate fiscal agencies, and the state budget director
- 14 all of the following:
- 15 (a) A review and evaluation of the performance of the program
- 16 in fulfilling its goals and objectives.
- 17 (b) The number of students served.
- 18 (c) The number and percentage of program graduates.
- 19 Sec. 276. (1) Included in the appropriation for fiscal year
- 20 <del>2021-2022</del> **2022-2023** for each public university in section 236 is
- 21 funding for the Martin Luther King, Jr. Cesar Chavez Rosa Parks
- 22 future faculty program that is intended to increase the pool of
- 23 academically or economically disadvantaged candidates pursuing
- 24 faculty teaching careers in postsecondary education in this state.
- 25 Preference may not be given to applicants on the basis of race,
- 26 color, ethnicity, gender, or national origin. Institutions should
- 27 encourage applications from applicants who would otherwise not
- 28 adequately be represented in the graduate student and faculty
- 29 populations. Each public university shall apply the percentage

- change applicable to every public university in the calculation of
  appropriations in section 236 to the amount of funds allocated to
  the future faculty program.
- 4 (2) The program shall be administered by each Each public
  5 university shall administer the program in a manner prescribed by
  6 the department of labor and economic opportunity. The department of
  7 labor and economic opportunity shall use a good faith effort
  8 standard to evaluate whether a fellowship is in default. All of the
  9 following apply to the program:
  - (a) By April 15 of each year, public universities shall report any anticipated unexpended or unencumbered program funds to the department of labor and economic opportunity. Encumbered funds are those funds that were committed by a fellowship agreement that is signed during the current fiscal year or administrative expenses that have been approved by the department of labor and economic opportunity.
  - (b) Before August 1 , 2022, of each year, unexpended or unencumbered funds may be transferred, under the direction of the department of labor and economic opportunity, to a future faculty program at another university to be awarded to an eligible candidate at that university.
  - (c) Program allocations not expended or encumbered by September 30,  $\frac{2022}{2024}$  must be returned to the department of labor and economic opportunity so that those funds may lapse to the state general fund.
  - (d) Not more than 5% of each public university's allocation for the program may be used for administration of the program.
- 28 (e) In addition to the appropriation for fiscal year 2022-29 2023, any revenue received during prior fiscal years by the

- department of labor and economic opportunity from defaulted fellowship agreements is appropriated for the purposes originally intended.
- Sec. 277. (1) Included in the appropriation for fiscal year 4 5 <del>2021-2022</del> **2022-2023** for each public university in section 236 is 6 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks 7 college day program that is intended to introduce academically or 8 economically disadvantaged schoolchildren to the potential of a 9 college education in this state. Preference may not be given to 10 participants on the basis of race, color, ethnicity, gender, or 11 national origin. Public universities should encourage participation 12 from those who would otherwise not adequately be represented in the 13 student population.
  - must include a budget of equal contributions from this program, the participating public university, the participating school district, and the participating independent degree-granting college. College day funds shall must not be expended to cover indirect costs. Not more than 20% of the university match shall may be attributable to indirect costs. Each public university shall apply the percentage change applicable to every public university in the calculation of appropriations in section 236 to the amount of funds allocated to the college day program.
  - (3) The program described in this section shall be administered by each Each public university shall administer the program described in this section in a manner prescribed by the department of labor and economic opportunity.
- 28 Sec. 278. (1) Included in section 236 for fiscal year  $\frac{2021}{2022}$  29  $\frac{2022}{2022}$  is funding for the Martin Luther King, Jr. Cesar

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- 1 Chavez Rosa Parks select student support services program for
- 2 developing academically or economically disadvantaged student
- 3 retention programs for 4-year public and independent educational
- 4 institutions in this state. Preference may not be given to
- 5 participants on the basis of race, color, ethnicity, gender, or
- 6 national origin. Institutions should encourage participation from
- 7 those who would otherwise not adequately be represented in the
- 8 student population.
- 9 (2) An award made under this program to any 1 institution 10 shall must not be greater than \$150,000.00, must have an award
- 11 period of no more than 2 years, and the amount awarded shall must
- 12 be matched on a 70% state, 30% college or university basis.
- 13 (3) The program described in this section shall be
- 14 administered by the The department of labor and economic
- 15 opportunity shall administer the program described in this section.
- Sec. 279. (1) Included in section 236 for fiscal year <del>2021-</del>
- 17 2022-2023 is funding for the Martin Luther King, Jr. Cesar
- 18 Chavez Rosa Parks college/university partnership program between
- 19 4-year public and independent colleges and universities and public
- 20 community colleges, which is intended to increase the number of
- 21 academically or economically disadvantaged students who transfer
- 22 from community colleges into baccalaureate programs in this state.
- 23 Preference may not be given to participants on the basis of race,
- 24 color, ethnicity, gender, or national origin. Institutions should
- 25 encourage participation from those who would otherwise not
- 26 adequately be represented in the transfer student population.
- 27 (2) The grants shall must be made under the program described
- 28 in this section to Michigan public and independent colleges and
- 29 universities. An award to any 1 institution shall must not be

- greater than \$150,000.00, must have an award period of no more than
  greater than \$150,000.00, must have an award period of no more than
  greater than \$150,000.00, must have an award period of no more than
  greater than \$150,000.00, must have an award period of no more than
  state, 30% college or university basis.
- 4 (3) The program described in this section shall be
   5 administered by the The department of labor and economic
   6 opportunity shall administer the program described in this section.
  - Sec. 280. (1) Included in the appropriation for fiscal year 2021-2022 2022-2023 for each public university in section 236 is funding for the Martin Luther King, Jr. Cesar Chavez Rosa Parks visiting professors program, which is intended to increase the number of instructors in the classroom to provide role models for academically or economically disadvantaged students. Preference may not be given to participants on the basis of race, color, ethnicity, gender, or national origin. Public universities should encourage participation from those who would otherwise not adequately be represented in the student population.
  - (2) The program described in this section shall be administered by the The department of labor and economic opportunity shall administer the program described in this section.
  - \$10,494.00 and is subject to an award period of no more than 2 years. Each university receiving funds for fiscal year 2021-2022 2022-2023 under this section shall report to the department of labor and economic opportunity by April 15, 2022-2023 the amount of its unobligated and unexpended funds as of March 31, 2022-2023 and a plan to expend the remaining funds by the end of the fiscal year. The amount of funding reported as not being expended may be transferred, under the direction of the department, to another university for use under this section.

- Sec. 281. (1) Included in the appropriation for fiscal year 1 <del>2021-2022</del> **2022-2023** in section 236 is funding under the Martin 2 Luther King, Jr. - Cesar Chavez - Rosa Parks initiative for the 3 Morris Hood, Jr. educator development program, which is intended to 4 5 increase the number of academically or economically disadvantaged 6 students who enroll in and complete K-12 teacher education programs 7 at the baccalaureate level and teach in this state. Preference may 8 not be given to participants on the basis of race, color, 9 ethnicity, gender, or national origin. Institutions should 10 encourage participation from those who would otherwise not 11 adequately be represented in the teacher education student 12 population.
- 13 (2) The program described in this section shall must be
  14 administered by each state-approved teacher education institution
  15 in a manner prescribed by the department of labor and economic
  16 opportunity.
- 17 (3) Approved teacher education institutions may and are
  18 encouraged to use select student support services funding in
  19 coordination with the Morris Hood, Jr. funding to achieve the goals
  20 of the program described in this section.
  - Sec. 282. (1) Each institution receiving funds for fiscal year 2021-2022 2022-2023 under section 278, 279, or 281 shall provide to the department of labor and economic opportunity by April 15, 2022 2023 the unobligated and unexpended funds as of March 31, 2022 2023 and a plan to expend the remaining funds by the end of the fiscal year. Notwithstanding the award limitations in sections 278 and 279, the amount of funding reported as not being expended will be reallocated to the institutions that intend to expend all funding received under section 278, 279, or 281.

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1 (2) Funds received for the purpose of administering programs

- 2 under sections <del>275j,</del> 278, 279, and 281 shall must not be used for
- 3 direct financial aid or indirect financial aid. However, a
- 4 university may provide academic incentives to motivate
- 5 participating students as approved by the department. As used in
- 6 this subsection:
- 7 (a) "Direct financial aid" includes, but is not limited to,
- 8 scholarships, payment of tuition, stipends, and work-studies.
- 9 (b) "Indirect financial aid" includes, but is not limited to,
- 10 transportation, textbook allowances, child care support, and
- 11 assistance with medical premiums or expenses.
- 12 Enacting section 1. (1) In accordance with section 30 of
- 13 article IX of the state constitution of 1963, total state spending
- 14 on school aid under article I of the state school aid act of 1979,
- 15 1979 PA 94, MCL 388.1601 to 388.1772, as amended by 2021 PA 48,
- 16 2022 PA 93, and this amendatory act, from state sources for fiscal
- 17 year 2021-2022 is estimated at \$14,635,534,200.00 and state
- 18 appropriations for school aid to be paid to local units of
- 19 government for fiscal year 2021-2022 are estimated at
- 20 \$13,448,739,600.00. In accordance with section 30 of article IX of
- 21 the state constitution of 1963, total state spending on school aid
- 22 under article I of the state school aid act of 1979, 1979 PA 94,
- 23 MCL 388.1601 to 388.1772, as amended by this amendatory act, from
- 24 state sources for fiscal year 2022-2023 is estimated at
- 25 \$17,078,472,900.00 and state appropriations for school aid to be
- 26 paid to local units of government for fiscal year 2022-2023 are
- 27 estimated at \$15,764,187,600.00.
- 28 (2) In accordance with section 30 of article IX of the state
- 29 constitution of 1963, total state spending from state sources for

1 community colleges for fiscal year 2022-2023 under article II of

- 2 the state school aid act of 1979, 1979 PA 94, MCL 388.1801 to
- 3 388.1830, as amended by this amendatory act, is estimated at
- 4 \$449,058,000.00 and the amount of that state spending from state
- 5 sources to be paid to local units of government for fiscal year
- 6 2022-2023 is estimated at \$449,058,000.00.
- 7 (3) In accordance with section 30 of article IX of the state
- 8 constitution of 1963, total state spending from state sources for
- 9 higher education for fiscal year 2021-2022 under article III of the
- 10 state school aid act of 1979, 1979 PA 94, MCL 388.1836 to 388.1891,
- 11 as amended by 2021 PA 86 and this amendatory act, is estimated at
- 12 \$1,979,224,800.00 and the amount of that state spending from state
- 13 sources to be paid to local units of government for fiscal year
- 14 2021-2022 is estimated at \$0.00. In accordance with section 30 of
- 15 article IX of the state constitution of 1963, total state spending
- 16 from state sources for higher education for fiscal year 2022-2023
- 17 under article III of the state school aid act of 1979, 1979 PA 94,
- 18 MCL 388.1836 to 388.1891, as amended by this amendatory act, is
- 19 estimated at \$1,893,609,300.00 and the amount of that state
- 20 spending from state sources to be paid to local units of government
- 21 for fiscal year 2022-2023 is estimated at \$0.00.
- 22 Enacting section 2. (1) Sections 67b and 99z of the state
- 23 school aid act of 1979, 1979 PA 94, MCL 388.1667b and 388.1699z,
- 24 are repealed.
- 25 (2) Sections 11n, 11o, 11r, 11t, 22q, 25i, 31y, 31z, 35b, 35e,
- 26 41a, 51f, 61q, 94c, 94d, 98d, 99w, 99bb, 104a, 104q, 201e, 208,
- 27 210g, 236i, 275a, and 286b of the state school aid act of 1979,
- 28 1979 PA 94, MCL 388.1611n, 388.1611o, 388.1611r, 388.1611t,
- 29 388.1622g, 388.1625i, 388.1631y, 388.1631z, 388.1635b, 388.1635e,

- **1** 388.1641a, 388.1651f, 388.1661q, 388.1694c, 388.1694d, 388.1698d,
- 2 388.1699w, 388.1699bb, 388.1704a, 388.1704q, 388.1801e, 388.1808,
- 3 388.1810g, 388.1836i, 388.1875a, and 388.1886b, are repealed
- 4 effective October 1, 2022.
- 5 Enacting section 3. (1) Sections 3, 11, 11m, 20, 21f, 22a,
- 6 22b, 26a, 26c, 26d, 31a, 31d, 31j, 31o, 31y, 31z, 51a, 51c, 56, 62,
- 7 74, 101, 104h, 147a, 147e, and 236h of the state school aid act of
- 8 1979, 1979 PA 94, MCL 388.1603, 388.1611, 388.1611m, 388.1620,
- 9 388.1621f, 388.1622a, 388.1622b, 388.1626a, 388.1626c, 388.1626d,
- 10 388.1631a, 388.1631d, 388.1631j, 388.1631o, 388.1631y, 388.1631z,
- 11 388.1651a, 388.1651c, 388.1656, 388.1662, 388.1674, 388.1701,
- 12 388.1704h, 388.1747a, 388.1747e, and 388.1836h, as amended, and
- 13 sections 8c, 11x, 27d, 27e, 27f, and 98c of the state school aid
- 14 act of 1979, 1979 PA 94, as added by this amendatory act, if
- 15 granted immediate effect pursuant to section 27 of article IV of
- 16 the state constitution of 1963, take effect on enactment of this
- 17 amendatory act.
- 18 (2) Except as otherwise provided for those sections listed in
- 19 subsection (1), the remaining sections of this amendatory act take
- **20** effect October 1, 2022.

