

# HOUSE BILL NO. 5102

June 23, 2021, Introduced by Reps. Aiyash, Camilleri, Clemente, Brabec, Breen, Stone, Scott, Weiss, Hope, Young, Hood, Sabo, Steckloff, Haadsma, Liberati, Morse, Shannon, Sowerby, Hertel, Tyrone Carter, Rogers, Puri, Cavanagh, Kuppa, Witwer, Cynthia Johnson, Hammoud, Anthony, Brixie and Yancey and referred to the Committee on Tax Policy.

A bill to establish a local teacher supply reimbursement program; to create the local teacher supply reimbursement fund in the state treasury; to provide for the distribution of the money from the fund; to prescribe the powers and duties of certain agencies and officials; and to provide for appropriations.

## **THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           Sec. 1. This act shall be known and may be cited as the "local  
2 teacher supply reimbursement program act".

3           Sec. 3. As used in this act:

1 (a) "Department" means the department of treasury.

2 (b) "Fund" means the local teacher supply reimbursement fund  
3 created in section 7.

4 (c) "Intermediate school district" means that term as defined  
5 in section 4 of the revised school code, 1976 PA 451, MCL 380.4.

6 (d) "Local teacher supply reimbursement program" or "program"  
7 means the program created in section 5.

8 (e) "Michigan school district" means a school district, an  
9 intermediate school district, or a public school academy.

10 (f) "Public school academy" means that term as defined in  
11 section 5 of the revised school code, 1976 PA 451, MCL 380.5.

12 (g) "School district" means that term as defined in section 6  
13 of the revised school code, 1976 PA 451, MCL 380.6.

14 (h) "State-certified teacher" means an individual who holds a  
15 valid teaching certificate issued by the superintendent of public  
16 instruction under section 1531 of the revised school code, 1976 PA  
17 451, MCL 380.1531.

18 Sec. 5. (1) The department shall establish and administer a  
19 local teacher supply reimbursement program to provide grants to  
20 Michigan school districts to reimburse state-certified teachers  
21 within its district for out-of-pocket classroom and school supply  
22 expenses that they have incurred as state-certified teachers. The  
23 department shall issue grants to Michigan school districts under  
24 this act from the local teacher supply reimbursement fund.

25 (2) By July 1 of each year, the department shall issue a grant  
26 to each Michigan school district in an amount equal to the  
27 contribution designations made and specifically designated to that  
28 district on a tax return filed under the income tax act of 1967,  
29 1967 PA 281, MCL 206.1 to 206.713.

1           (3) The department may promulgate rules in accordance with the  
2 administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to  
3 24.328, to implement and administer this program.

4           Sec. 7. (1) The local teacher supply reimbursement fund is  
5 created as a separate fund in the department to provide grants to  
6 Michigan school districts through the local teacher supply  
7 reimbursement program. The department shall be the administrator of  
8 the fund for auditing purposes.

9           (2) The state treasurer shall credit to the fund all amounts  
10 appropriated for this purpose under sections 435 and 695 of the  
11 income tax act of 1967, 1967 PA 281, MCL 206.435 and 206.695, and  
12 money from any other source for deposit into the fund.

13           (3) Contributions to the local teacher supply reimbursement  
14 fund are exempt from taxation as provided in sections 30 and 623 of  
15 the income tax act of 1967, 1967 PA 281, MCL 206.30 and 206.623.

16           (4) The state treasurer shall direct the investment of the  
17 fund. The fund shall consist of the money credited to the fund  
18 pursuant to sections 435 and 695 of the income tax act of 1967,  
19 1967 PA 281, MCL 206.435 and 206.695, any interest and earnings  
20 accruing from the saving and investment of that money, and money  
21 from any other source.

22           (5) Money in the fund at the close of the year shall remain in  
23 the fund and shall not lapse to the general fund.

24           Sec. 9. The money, interest, and earnings of the fund shall  
25 only be expended to provide grants to Michigan school districts  
26 under the local teacher supply reimbursement program.

27           Sec. 11. The money in the fund that is available for  
28 distribution shall be appropriated each year. Money granted or  
29 received as a gift or donation to the fund is available for

1 distribution upon appropriation.

2 Enacting section 1. This act does not take effect unless  
3 Senate Bill No. \_\_\_\_\_ or House Bill No. 5103 (request no. 02896'21)  
4 of the 101st Legislature is enacted into law.