

# **HOUSE BILL NO. 5526**

November 03, 2021, Introduced by Reps. Paquette and Albert and referred to the Committee on Appropriations.

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.

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

- 1** Sec. 11. (1) ~~For the fiscal year ending September 30, 2021,~~
- 2** ~~there is appropriated for the public schools of this state and~~

1 certain other state purposes relating to education the sum of  
2 ~~\$13,715,807,900.00~~ from the state school aid fund, the sum of  
3 ~~\$54,464,600.00~~ from the general fund, an amount not to exceed  
4 ~~\$79,800,000.00~~ from the community district education trust fund  
5 created under section 12 of the Michigan trust fund act, 2000 PA  
6 489, MCL 12.262, and an amount not to exceed ~~\$100.00~~ from the water  
7 emergency reserve fund. For the fiscal year ending September 30,  
8 2022, there is appropriated for the public schools of this state  
9 and certain other state purposes relating to education the sum of  
10 ~~\$14,797,232,100.00~~ **\$100.00** from the state school aid fund, the sum  
11 of ~~\$85,400,000.00~~ **\$100.00** from the general fund, **and** an amount not  
12 to exceed ~~\$72,000,000.00~~ **\$100.00** from the community district  
13 education trust fund created under section 12 of the Michigan trust  
14 fund act, 2000 PA 489, MCL 12.262. **, and an amount not to exceed**  
15 ~~\$100.00~~ from the water emergency reserve fund. In addition, all  
16 available federal funds are only appropriated as allocated in this  
17 article for the fiscal ~~years~~**year** ending ~~September 30, 2021~~ and  
18 September 30, 2022.

19 (2) The appropriations under this section are allocated as  
20 provided in this article. Money appropriated under this section  
21 from the general fund must be expended to fund the purposes of this  
22 article before the expenditure of money appropriated under this  
23 section from the state school aid fund.

24 (3) Any general fund allocations under this article that are  
25 not expended by the end of the fiscal year are transferred to the  
26 school aid stabilization fund created under section 11a.

27 Sec. 17b. (1) Not later than October 20, November 20, December  
28 20, January 20, February 20, March 20, April 20, May 20, June 20,  
29 July 20, and August 20, the department shall prepare electronic

1 files of the amount to be distributed under this act in the  
2 installment to the districts and intermediate districts and deliver  
3 the electronic files to the state treasurer, and the state  
4 treasurer shall pay the installments on each of those dates or, if  
5 the date is not a business day, on the next business day following  
6 that date. Except as otherwise provided in this act, the portion of  
7 the district's or intermediate district's state fiscal year  
8 entitlement to be included in each installment ~~shall~~must be 1/11.  
9 A district or intermediate district shall accrue the payments  
10 received in July and August to the school fiscal year ending the  
11 immediately preceding June 30.

12 (2) The state treasurer shall make payment under this section  
13 by drawing a warrant in favor of the treasurer of each district or  
14 intermediate district for the amount payable to the district or  
15 intermediate district according to the electronic files and  
16 delivering the warrant to the treasurer of each district or  
17 intermediate district, or if the state treasurer receives a written  
18 request by the treasurer of the district or intermediate district  
19 specifying an account, by electronic funds transfer to that account  
20 of the amount payable to the district or intermediate district  
21 according to the electronic files. The department may make  
22 adjustments in payments made under this section through additional  
23 payments when changes in law or errors in computation cause the  
24 regularly scheduled payment to be less than the amount to which the  
25 district or intermediate district is entitled ~~pursuant to~~under  
26 this act.

27 (3) Except as otherwise provided in this act, grant payments  
28 to districts and intermediate districts under this act ~~shall~~must  
29 be paid according to the installment **payment** schedule under

1 subsection (1).

2 (4) Upon the written request of a district or intermediate  
3 district and the submission of proof satisfactory to the department  
4 of a need of a temporary and nonrecurring nature, the  
5 superintendent, with the written concurrence of the state treasurer  
6 and the state budget director, may authorize an advance release of  
7 funds due a district or intermediate district under this act. An  
8 advance authorized under this subsection ~~shall~~**must** not cause funds  
9 to be paid to a district or intermediate district more than 30 days  
10 earlier than the established payment date for those funds.

11 Sec. 201. (1) Subject to the conditions set forth in this  
12 article, the amounts listed in this section are appropriated for  
13 community colleges for the fiscal year ending September 30, 2022,  
14 from the funds indicated in this section. The following is a  
15 summary of the appropriations in this section:

16 (a) The gross appropriation is ~~\$431,917,000.00.~~ **\$100.00.** After  
17 deducting total interdepartmental grants and intradepartmental  
18 transfers in the amount of \$0.00, the adjusted gross appropriation  
19 is ~~\$431,917,000.00.~~ **\$100.00.**

20 (b) The sources of the adjusted gross appropriation described  
21 in subdivision (a) are as follows:

22 (i) Total federal revenues, \$0.00.

23 (ii) Total local revenues, \$0.00.

24 (iii) Total private revenues, \$0.00.

25 (iv) Total other state restricted revenues,

26 ~~\$431,917,000.00.~~ **\$100.00.**

27 (v) State general fund/general purpose money, \$0.00.

28 (2) Subject to subsection (3), the amount appropriated for  
29 community college operations is ~~\$328,583,400.00, allocated as~~

1 follows: \$100.00.

2 (a) The appropriation for Alpena Community College is  
3 ~~\$5,830,600.00, \$5,753,300.00 for operations, \$53,400.00 for 1-time~~  
4 performance funding, and ~~\$23,900.00 for costs incurred under the~~  
5 North American Indian tuition waiver.

6 (b) The appropriation for Bay de Noc Community College is  
7 ~~\$5,772,400.00, \$5,602,800.00 for operations, \$58,000.00 for 1-time~~  
8 performance funding, and ~~\$111,600.00 for costs incurred under the~~  
9 North American Indian tuition waiver.

10 (c) The appropriation for Delta College is ~~\$15,364,000.00,~~  
11 ~~\$15,160,500.00 for operations, \$143,400.00 for 1-time performance~~  
12 funding, and ~~\$60,100.00 for costs incurred under the North American~~  
13 Indian tuition waiver.

14 (d) The appropriation for Glen Oaks Community College is  
15 ~~\$2,684,500.00, \$2,651,200.00 for operations, \$33,300.00 for 1-time~~  
16 performance funding, and ~~\$0.00 for costs incurred under the North~~  
17 American Indian tuition waiver.

18 (e) The appropriation for Gogebic Community College is  
19 ~~\$4,968,100.00, \$4,873,700.00 for operations, \$42,400.00 for 1-time~~  
20 performance funding, and ~~\$52,000.00 for costs incurred under the~~  
21 North American Indian tuition waiver.

22 (f) The appropriation for Grand Rapids Community College is  
23 ~~\$19,193,200.00, \$18,773,100.00 for operations, \$221,500.00 for 1-~~  
24 time performance funding, and ~~\$198,600.00 for costs incurred under~~  
25 the North American Indian tuition waiver.

26 (g) The appropriation for Henry Ford College is  
27 ~~\$22,753,900.00, \$22,533,100.00 for operations, \$205,800.00 for 1-~~  
28 time performance funding, and ~~\$15,000.00 for costs incurred under~~  
29 the North American Indian tuition waiver.

1           (h) The appropriation for Jackson College is \$12,912,300.00,  
2 \$12,756,200.00 for operations, \$109,900.00 for 1-time performance  
3 funding, and \$46,200.00 for costs incurred under the North American  
4 Indian tuition waiver.

5           (i) The appropriation for Kalamazoo Valley Community College  
6 is \$13,320,400.00, \$13,099,900.00 for operations, \$134,400.00 for  
7 1-time performance funding, and \$86,100.00 for costs incurred under  
8 the North American Indian tuition waiver.

9           (j) The appropriation for Kellogg Community College is  
10 \$10,419,200.00, \$10,267,100.00 for operations, \$100,800.00 for 1-  
11 time performance funding, and \$51,300.00 for costs incurred under  
12 the North American Indian tuition waiver.

13           (k) The appropriation for Kirtland Community College is  
14 \$3,404,000.00, \$3,358,400.00 for operations, \$39,100.00 for 1-time  
15 performance funding, and \$6,500.00 for costs incurred under the  
16 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.

21           (m) The appropriation for Lansing Community College is  
22 \$33,255,300.00, \$32,852,000.00 for operations, \$280,600.00 for 1-  
23 time performance funding, and \$122,700.00 for costs incurred under  
24 the North American Indian tuition waiver.

25           (n) The appropriation for Macomb Community College is  
26 \$34,629,700.00, \$34,276,100.00 for operations, \$330,300.00 for 1-  
27 time performance funding, and \$23,300.00 for costs incurred under  
28 the North American Indian tuition waiver.

29           (o) The appropriation for Mid Michigan Community College is

1       \$5,396,300.00, \$5,184,400.00 for operations, \$58,000.00 for 1-time  
2 performance funding, and \$153,900.00 for costs incurred under the  
3 North American Indian tuition waiver.

4           (p) The appropriation for Monroe County Community College is  
5 \$4,798,100.00, \$4,746,200.00 for operations, \$51,200.00 for 1-time  
6 performance funding, and \$700.00 for costs incurred under the North  
7 American Indian tuition waiver.

8           (q) The appropriation for Montcalm Community College is  
9 \$3,612,600.00, \$3,570,600.00 for operations, \$37,200.00 for 1-time  
10 performance funding, and \$4,800.00 for costs incurred under the  
11 North American Indian tuition waiver.

12          (r) The appropriation for C.S. Mott Community College is  
13 \$16,623,500.00, \$16,440,000.00 for operations, \$142,500.00 for 1-  
14 time performance funding, and \$41,000.00 for costs incurred under  
15 the North American Indian tuition waiver.

16          (s) The appropriation for Muskegon Community College is  
17 \$9,431,700.00, \$9,289,100.00 for operations, \$85,100.00 for 1-time  
18 performance funding, and \$57,500.00 for costs incurred under the  
19 North American Indian tuition waiver.

20          (t) The appropriation for North Central Michigan College is  
21 \$3,612,700.00, \$3,389,300.00 for operations, \$42,200.00 for 1-time  
22 performance funding, and \$181,200.00 for costs incurred under the  
23 North American Indian tuition waiver.

24          (u) The appropriation for Northwestern Michigan College is  
25 \$9,906,900.00, \$9,567,100.00 for operations, \$88,600.00 for 1-time  
26 performance funding, and \$251,200.00 for costs incurred under the  
27 North American Indian tuition waiver.

28          (v) The appropriation for Oakland Community College is  
29 \$22,485,200.00, \$22,211,700.00 for operations, \$240,000.00 for 1-

1 time performance funding, and \$33,500.00 for costs incurred under  
2 the North American Indian tuition waiver.

3 (w) The appropriation for Schoolcraft College is  
4 \$13,386,700.00, \$13,196,200.00 for operations, \$151,700.00 for 1-  
5 time performance funding, and \$38,800.00 for costs incurred under  
6 the North American Indian tuition waiver.

7 (x) The appropriation for Southwestern Michigan College is  
8 \$7,081,900.00, \$6,979,400.00 for operations, \$68,400.00 for 1 time  
9 performance funding, and \$34,100.00 for costs incurred under the  
10 North American Indian tuition waiver.

11 (y) The appropriation for St. Clair County Community College  
12 is \$7,478,700.00, \$7,385,200.00 for operations, \$78,400.00 for 1-  
13 time performance funding, and \$15,100.00 for costs incurred under  
14 the North American Indian tuition waiver.

15 (z) The appropriation for Washtenaw Community College is  
16 \$14,080,600.00, \$13,855,900.00 for operations, \$189,400.00 for 1-  
17 time performance funding, and \$35,300.00 for costs incurred under  
18 the North American Indian tuition waiver.

19 (aa) The appropriation for Wayne County Community College is  
20 \$17,782,100.00, \$17,593,400.00 for operations, \$173,700.00 for 1-  
21 time performance funding, and \$15,000.00 for costs incurred under  
22 the North American Indian tuition waiver.

23 (bb) The appropriation for West Shore Community College is  
24 \$2,630,600.00, \$2,585,600.00 for operations, \$24,800.00 for 1 time  
25 performance funding, and \$20,200.00 for costs incurred under the  
26 North American Indian tuition waiver.

27 (3) The amount appropriated in subsection (2) for community  
28 college operations is \$328,583,400.00 ~~\$100.00~~ and is appropriated  
29 from the state school aid fund.

1       (4) From the appropriations described in subsection (1), both  
2 of the following apply:

3       (a) Subject to section 207a, the amount appropriated for  
4 fiscal year 2021-2022 to offset certain fiscal year 2021-2022  
5 retirement contributions is \$1,733,600.00, appropriated from the  
6 state school aid fund.

7       (b) For fiscal year 2021-2022, there is allocated an amount  
8 not to exceed \$11,700,000.00 for payments to participating  
9 community colleges, appropriated from the state school aid fund. A  
10 community college that receives money under this subdivision shall  
11 use that money solely for the purpose of offsetting the normal cost  
12 contribution rate.

13       (5) From the appropriations described in subsection (1),  
14 subject to section 207b, the amount appropriated for payments to  
15 community colleges that are participating entities of the  
16 retirement system is \$87,200,000.00 appropriated from the state  
17 school aid fund.

18       (6) From the appropriations described in subsection (1),  
19 subject to section 207c, the amount appropriated for renaissance  
20 zone tax reimbursements is \$2,200,000.00, appropriated from the  
21 state school aid fund. Each community college receiving funds in  
22 this subsection shall accrue these payments to its institutional  
23 fiscal year ending June 30, 2022.

24       Sec. 236. (1) Subject to the conditions set forth in this  
25 article, the amounts listed in this section are appropriated for  
26 higher education for the fiscal year ending September 30, 2022,  
27 from the funds indicated in this section. The following is a  
28 summary of the appropriations in this section and section 236h:

29       (a) The gross appropriation is \$1,808,251,200.00. **\$100.00.**

1 After deducting total interdepartmental grants and  
2 intradepartmental transfers in the amount of \$0.00, the adjusted  
3 gross appropriation is ~~\$1,808,251,200.00.~~**\$100.00.**

4 (b) The sources of the adjusted gross appropriation described  
5 in subdivision (a) are as follows:

6 (i) Total federal revenues, ~~\$128,526,400.00.~~**\$0.00.**

7 (ii) Total local revenues, \$0.00.

8 (iii) Total private revenues, \$0.00.

9 (iv) Total other state restricted revenues,  
10 ~~\$361,403,300.00.~~**\$50.00.**

11 (v) State general fund/general purpose money,  
12 ~~\$1,318,321,500.00.~~**\$50.00.**

13 (2) Amounts appropriated for public universities are as  
14 follows:

15 (a) The appropriation for Central Michigan University is  
16 ~~\$90,440,500.00, \$87,600,000.00 for operations, \$876,000.00 for 1-~~  
17 ~~time supplemental funding, and \$1,964,500.00 for costs incurred~~  
18 ~~under the North American Indian tuition waiver.~~

19 (b) The appropriation for Eastern Michigan University is  
20 ~~\$78,305,900.00, \$77,253,700.00 for operations, \$772,500.00 for 1-~~  
21 ~~time supplemental funding, and \$279,700.00 for costs incurred under~~  
22 ~~the North American Indian tuition waiver.~~

23 (c) The appropriation for Ferris State University is  
24 ~~\$56,541,600.00, \$55,025,500.00 for operations, \$550,300.00 for 1-~~  
25 ~~time supplemental funding, and \$965,800.00 for costs incurred under~~  
26 ~~the North American Indian tuition waiver.~~

27 (d) The appropriation for Grand Valley State University is  
28 ~~\$74,213,800.00, \$72,313,500.00 for operations, \$723,100.00 for 1-~~  
29 ~~time supplemental funding, and \$1,177,200.00 for costs incurred~~

1 under the North American Indian tuition waiver.

2 (e) The appropriation for Lake Superior State University is  
3 ~~\$14,366,600.00, \$13,307,000.00 for operations, \$133,100.00 for 1-~~  
4 time supplemental funding, and ~~\$926,500.00 for costs incurred under~~  
5 the North American Indian tuition waiver.

6 (f) The appropriation for Michigan State University is  
7 ~~\$357,862,000.00, \$287,331,700.00 for operations, \$2,873,300.00 for~~  
8 ~~1-time supplemental funding, \$1,932,800.00 for costs incurred under~~  
9 the North American Indian tuition waiver, ~~\$35,286,700.00 for MSU~~  
10 AgBioResearch, and ~~\$30,437,500.00 for MSU Extension.~~

11 (g) The appropriation for Michigan Technological University is  
12 ~~\$51,371,900.00, \$50,101,600.00 for operations, \$501,000.00 for 1-~~  
13 time supplemental funding, and ~~\$769,300.00 for costs incurred under~~  
14 the North American Indian tuition waiver.

15 (h) The appropriation for Northern Michigan University is  
16 ~~\$49,338,700.00, \$47,809,100.00 for operations, \$478,100.00 for 1-~~  
17 time supplemental funding, and ~~\$1,051,500.00 for costs incurred~~  
18 under the North American Indian tuition waiver.

19 (i) The appropriation for Oakland University is  
20 ~~\$54,012,900.00, \$53,147,400.00 for operations, \$531,500.00 for 1-~~  
21 time supplemental funding, and ~~\$334,000.00 for costs incurred under~~  
22 the North American Indian tuition waiver.

23 (j) The appropriation for Saginaw Valley State University is  
24 ~~\$31,043,500.00, \$30,583,800.00 for operations, \$305,800.00 for 1-~~  
25 time supplemental funding, and ~~\$153,900.00 for costs incurred under~~  
26 the North American Indian tuition waiver.

27 (k) The appropriation for University of Michigan - Ann Arbor  
28 is ~~\$326,265,400.00, \$321,970,100.00 for operations, \$3,219,700.00~~  
29 for 1-time supplemental funding, and ~~\$1,075,600.00 for costs~~

1 incurred under the North American Indian tuition waiver.

2 (l) The appropriation for University of Michigan - Dearborn is  
3 \$26,593,700.00, \$26,167,000.00 for operations, \$261,700.00 for 1-  
4 time supplemental funding, and \$165,000.00 for costs incurred under  
5 the North American Indian tuition waiver.

6 (m) The appropriation for University of Michigan - Flint is  
7 \$24,197,400.00, \$23,616,200.00 for operations, \$236,200.00 for 1-  
8 time supplemental funding, and \$345,000.00 for costs incurred under  
9 the North American Indian tuition waiver.

10 (n) The appropriation for Wayne State University is  
11 \$205,496,400.00, \$202,996,700.00 for operations, \$2,030,000.00 for  
12 1-time supplemental funding, and \$469,700.00 for costs incurred  
13 under the North American Indian tuition waiver.

14 (o) The appropriation for Western Michigan University is  
15 \$113,432,700.00, \$111,522,200.00 for operations, \$1,115,200.00 for  
16 1-time supplemental funding, and \$795,300.00 for costs incurred  
17 under the North American Indian tuition waiver.

18 (3) The amount appropriated in subsection (2) for public  
19 universities is \$1,553,483,000.00, appropriated from the following:

20 (a) State school aid fund, \$343,168,300.00.  
21 (b) State general fund/general purpose money,  
22 \$1,210,314,700.00.

23 (4) The amount appropriated for Michigan public school  
24 employees' retirement system reimbursement is \$13,495,000.00,  
25 appropriated from the state school aid fund.

26 (5) The amount appropriated for state and regional programs is  
27 \$316,800.00, appropriated from general fund/general purpose money  
28 and allocated as follows:

29 (a) Higher education database modernization and conversion,

1       \$200,000.00.

2           (b) Midwestern Higher Education Compact, \$116,800.00.

3           (6) The amount appropriated for the Martin Luther King, Jr.—

4       Cesar Chavez - Rosa Parks program is \$2,691,500.00, appropriated

5       from general fund/general purpose money and allocated as follows:

6           (a) Select student support services, \$1,956,100.00.

7           (b) Michigan college/university partnership program,

8       \$586,800.00.

9           (c) Morris Hood, Jr. educator development program,

10       \$148,600.00.

11           (7) Subject to subsection (8), the amount appropriated for

12       grants and financial aid is \$147,783,200.00, allocated as follows:

13           (a) State competitive scholarships, \$29,861,700.00.

14           (b) Tuition grants, \$42,021,500.00.

15           (c) Tuition incentive program, \$71,300,000.00.

16           (d) Children of veterans and officer's survivor tuition grant

17       programs, \$1,400,000.00.

18           (e) Project GEAR-UP, \$3,200,000.00.

19           (8) The money appropriated in subsection (7) for grants and

20       financial aid is appropriated from the following:

21           (a) Federal revenues under the United States Department of

22       Education, Office of Elementary and Secondary Education, GEAR UP

23       program, \$3,200,000.00.

24           (b) Federal revenues under the social security act, temporary

25       assistance for needy families, \$125,326,400.00.

26           (c) State general fund/general purpose money, \$19,256,800.00.

27           (9) For fiscal year 2021-2022 only, in addition to the

28       allocation under subsection (4), from the appropriations described

29       in subsection (1), there is allocated an amount not to exceed

1   \$4,740,000.00 for payments to participating public universities,  
2   appropriated from the state school aid fund. A university that  
3   receives money under this subsection shall use that money solely  
4   for the purpose of offsetting the normal cost contribution rate. As  
5   used in this subsection, "participating public universities" means  
6   public universities that are a reporting unit of the Michigan  
7   public school employees' retirement system under the public school  
8   employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to  
9   38.1437, and that pay contributions to the Michigan public school  
10   employees' retirement system for the state fiscal year.

11                 (11) The amount of one-time funding appropriated for the Japan  
12   Center for Michigan Universities is \$500,000.00, appropriated from  
13   the state general fund/general purpose money and allocated to  
14   support the operations of the Japan Center.