

FY 2019-20 SUPPLEMENTAL APPROPRIATIONS
Summary: Senate Bill 154 As Enrolled



HFA Director: Mary Ann Cleary
 Analyst: Perry Zielak
 Analyst: Jacqueline Mullen
 Analyst: Samuel Christensen

FY 2019-20 APPROPRIATION SUMMARY

Budget Area		FY 2019-20 Year-to-Date Appropriations	FY 2019-20 Supplemental Change	% Change
School Aid	Gross	\$15,106,763,600	\$70,500,000	0.5
	Restricted	13,294,915,100	70,150,000	0.5
	GF/GP	\$62,270,000	\$350,000	0.6
Higher Education	Gross	\$1,647,373,500	\$44,021,500	2.7
	Restricted	349,419,300	0	0.0
	GF/GP	\$1,204,023,400	\$3,925,900	0.3
TOTAL	Gross	\$16,754,137,100	\$114,521,500	0.7
	Restricted	13,644,334,400	70,150,000	0.5
	GF/GP	\$1,266,293,400	\$4,275,900	0.3

FY 2019-20 Supplemental Appropriation Items

SCHOOL AID

	Appropriation Change
1. Public School Academies (PSAs) Foundation Allowance Increase (Secs. 22a and 22b)	Gross \$35,000,000
Restores \$35.0 million SAF to provide PSAs with an increase of \$240 per pupil. The PSA foundation allowance would increase from \$7,871 to \$8,111 (3.0%).	Restricted 35,000,000 GF/GP \$0
2. Small, Isolated Districts (Sec. 22d)	Gross \$7,000,000
Restores \$7.0 million SAF for the following allocations: \$1.0 million for small, geographically isolated districts; and \$6.0 million for districts with 10.0 or fewer pupils per square mile.	Restricted 7,000,000 GF/GP \$0
3. Strict Discipline Academy Membership (Sec. 25f)	Gross \$1,600,000
Restores \$1.6 million SAF for payments to strict discipline academies based on total added costs of education pupils.	Restricted 1,600,000 GF/GP \$0
4. Dropout Recovery Programs (Sec. 25g)	Gross \$750,000
Restores \$750,000 SAF to districts for the cost of dropout recovery programs.	Restricted 750,000 GF/GP \$0
5. Early Literacy Teacher Coaches (Sec. 35a(4))	Gross \$10,500,000
Increases by \$10.5 million SAF to a total of \$31.5 million SAF. Maintains the approximate number of literacy coaches at 280, but removes the 50% matching funds requirement and increases state funding per coach from \$75,000 to \$112,500.	Restricted 10,500,000 GF/GP \$0
6. Summer School Literacy Intervention Grants (Sec. 35a(9)) – NEW	Gross \$5,000,000
Includes \$5.0 million SAF for grants for a summer school reading program. Districts must apply by January 15, 2020. Each eligible district would be provided a grant based on the number of third grade pupils determined not proficient in the English language arts (ELA) portion of the 2019 M-STEP. Districts would be required to prioritize 3rd grade pupils not proficient in the ELA portion of the M-STEP, and could extend the program to any student in grades K-2 who is not reading at grade level.	Restricted 5,000,000 GF/GP \$0
7. Multisensory Education (Sec. 35c) – NEW	Gross \$300,000
Provides \$300,000 SAF for Livonia Public Schools to partner with a multisensory structured reading instruction professional development program to improve reading proficiency rates.	Restricted 300,000 GF/GP \$0

<u>FY 2019-20 Supplemental Appropriation Items</u>		<u>Appropriation Change</u>
8. PLAY Project – Autism Intervention (Sec. 54e) – NEW		
Restores \$350,000 GF/GP for a pilot program to train at least 60 Early On providers in the components of evidence-based, parent-implemented models of intervention for the treatment of autism. Requires the Department of Education (MDE) to conduct a survey of ISDs in the pilot program to measure the impact of the program and to report the findings from the survey to the legislature. Authorizes MDE to use up to 10% of the allocation for administration and management of the pilot.	Gross	\$350,000
	Restricted	0
	GF/GP	\$350,000
9. School Safety Grants (Sec. 97) – NEW		
Includes \$10.0 million SAF for grants to public schools, districts, and ISDs to purchase technology, upgrade hardening measures, or conduct school building safety assessments.	Gross	\$10,000,000
	Restricted	10,000,000
	GF/GP	\$0
HIGHER EDUCATION		
10. Tuition Grant Program		
Restores \$38.0 million Gross (\$3.9 million GF/GP) for the Tuition Grant program and increases individual award amount from \$2,400 to \$2,800. The Tuition Grant program provides need-based tuition assistance to students at Michigan independent (i.e., private, non-profit) colleges and universities.	Gross	\$38,021,500
	Federal	34,095,600
	GF/GP	\$3,925,900
11. Michigan Competitive Scholarships		
Increases funding by \$6.0 million of federal Temporary Assistance for Needy Families (TANF) funding to address anticipated program funding shortfalls. The scholarships are awarded to students with a qualifying SAT score and demonstrated financial need.	Gross	\$6,000,000
	Federal	6,000,000
	GF/GP	\$0

FY 2019-20 Supplemental Boilerplate Items

SCHOOL AID

Sec. 31a. At-Risk Pupil Support – REVISED

Adds that a hold harmless or out-of-formula district must also have been hold harmless or out-of-formula for the immediately preceding fiscal year in order to receive a reduced allocation of 30% of the amount for which it would otherwise be eligible (currently, every hold harmless or out-of-formula district receives the reduced allocation).

Adds a definition for “identified student percentage,” which is used in determining the number of economically disadvantaged pupils for a district or PSA in its second year of the Community Eligibility Program.

HIGHER EDUCATION

Sec. 251. Michigan Competitive Scholarship Program – REVISED

Provides for distribution of funds appropriated for State Competitive Scholarships; specifies maximum grant amount of at least \$1,000, unless insufficient funds are available, in which case a report is required. Specifies actual award amount of \$1,000. Removes work project language for lapsed program funds.

Sec. 252. Tuition Grant Program – REVISED

Provides for distribution of funds appropriated for Tuition Grants; specifies maximum grant amount of at least \$2,400, unless insufficient funds are available, in which case a report is required. Increases the institutional cap to \$4.8 million and increases individual actual award amount to \$2,800. Removes work project language for lapsed program funds.