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,





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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

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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, 388.1625q, 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, 388.1826q, 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, 310, 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, 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.

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).

5 (2) "Board" means the governing body of a district or public6 school academy.

7 (3) "Center" means the center for educational performance and8 information created in section 94a.

9 (4) "Community district" means a school district organized
10 under part 5b of the revised school code, MCL 380.381 to 380.396.



(5) "Cooperative education program" means a written voluntary
 agreement between and among districts to provide certain
 educational programs for pupils in certain groups of districts. The
 written agreement must be approved by all affected districts at
 least annually and must specify the educational programs to be
 provided and the estimated number of pupils from each district who
 will participate in the educational programs.

8 (6) "Department", except as otherwise provided in this9 article, means the department of education.

10 (7) "District" means, except as otherwise specifically
11 provided in this act, a local school district established under the
12 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
14 school academy. Except in section 20, district also includes a
15 community district.

16 (8) "District of residence", except as otherwise provided in this subsection, means the district in which a pupil's custodial 17 18 parent or parents or legal guardian resides. For a pupil described 19 in section 24b, the pupil's district of residence is the district 20 in which the pupil enrolls under that section. For a pupil described in section 6(4)(d), the pupil's district of residence is 21 considered to be the district or intermediate district in which the 22 23 pupil is counted in membership under that section. For a pupil 24 under court jurisdiction who is placed outside the district in 25 which the pupil's custodial parent or parents or legal guardian resides, the pupil's district of residence is considered to be the 26 27 educating district or educating intermediate district.

28 (9) "District superintendent" means the superintendent of a29 district or the chief administrator of a public school academy.



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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 gualify. 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.

20 (2) "District and high school graduation rate" means the
21 annual completion and pupil dropout rate that is calculated by the
22 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.

29

(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



as determined by the department and calculated by adding the number 1 of pupils registered for attendance plus pupils received by 2 transfer and minus pupils lost as defined by rules promulgated by 3 the superintendent, and as corrected by a subsequent department 4 5 audit. The amount of the foundation allowance for a pupil in 6 membership is determined under section 20. In making the calculation of membership, all of the following, as applicable, 7 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.

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.

24 (c) A special education pupil educated by the intermediate25 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



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1 intermediate district approved by the department to operate the 2 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.

12 (g) A pupil enrolled in a public school academy is counted in13 membership 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



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1 subdivision:

(i) Except as otherwise provided in this subdivision, the pupil
shall participate in each scheduled course on pupil membership
count day or supplemental count day, as applicable. If the pupil is
absent on pupil membership count day or supplemental count day, as
applicable, the pupil must attend and participate in class during
the next 10 consecutive school days if the absence was unexcused,
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 the15 login can be documented.

16 (C) The pupil and teacher engaged in a subject-oriented17 telephone conversation.

18 (D) There is documentation of an email dialogue between the19 pupil and teacher.

20 (E) There is documentation of activity or work between the21 learning coach and pupil.

(F) An alternate form of attendance as determined and agreed
upon by the cyber school and the pupil membership auditor was met.
(iii) For a pupil using seguential learning, the participation

(*iii*) For a pupil using sequential learning, the participation
requirement under this subdivision is satisfied if either of the
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



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count day or supplemental count day, as applicable, occurs, and the 1 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 been canceled districtwide during any of the weeks described in 5 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 interaction may occur through, but is not limited to, means such as 16 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.

(II) "Mentor" means a professional employee of the district who monitors the pupil's progress, ensures the pupil has access to needed technology, is available for assistance, and ensures access to the teacher of record. A mentor may also be the teacher of record if the mentor meets the definition of a teacher of record 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 the3 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-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 ends19 the following Tuesday.

(B) The pupil completes a combination of 1 or more of the
following activities for each scheduled course on pupil membership
count day or supplemental count day, as applicable:

(I) Documented attendance in a virtual course wheresynchronous, live instruction occurred with the teacher.

25 (II) Documented completion of a course assignment.

26 (III) Documented completion of a course lesson or lesson27 activity.

(IV) Documented pupil access to an ongoing lesson, which doesnot include a login.



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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).

7 (*iv*) For purposes of subparagraph (*iii*), each scheduled course
8 currently being attempted by the pupil, rather than every course on
9 the pupil's schedule for the entire term, is considered a part of
10 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:

14 (i) If operations begin before the pupil membership count day 15 for the fiscal year, membership is the average number of full-time equated pupils in grades K to 12 actually enrolled and in regular 16 17 daily attendance on the pupil membership count day for the current 18 school year and on the supplemental count day for the current 19 school year, as determined by the department and calculated by 20 adding the number of pupils registered for attendance on the pupil membership count day plus pupils received by transfer and minus 21 22 pupils lost as defined by rules promulgated by the superintendent, 23 and as corrected by a subsequent department audit, plus the final 24 audited count from the supplemental count day for the current 25 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

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enrolled and in regular daily attendance on the supplemental count
 day 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.

16 (l) To be counted in membership, a pupil must meet the minimum 17 age requirement to be eligible to attend school under section 1147 18 of the revised school code, MCL 380.1147, or must be enrolled under 19 subsection (3) of that section, and must be less than 20 years of 20 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.

26 (*ii*) A pupil who is determined by the department to meet all of27 the following may be counted in membership:

28 (A) Is enrolled in a public school academy or an alternative29 education 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.

3

(B) Had dropped out of school.

4 (C) Is less than 22 years of age as of September 1 of the5 current school year.

6 (iii) If a child does not meet the minimum age requirement to be
7 eligible to attend school for that school year under section 1147
8 of the revised school code, MCL 380.1147, but will be 5 years of
9 age not later than December 1 of that school year, the district may
10 count the child in membership for that school year if the parent or
11 legal guardian has notified the district in writing that he or she
12 intends to enroll the child in kindergarten for that school year.

13 (m) An individual who has achieved a high school diploma is 14 not counted in membership. An individual who has achieved a high 15 school equivalency certificate is not counted in membership unless 16 the individual is a student with a disability as that term is 17 defined in R 340.1702 of the Michigan Administrative Code. An 18 individual participating in a job training program funded under 19 former section 107a or a jobs program funded under former section 20 107b, administered by the department of labor and economic 21 opportunity, or participating in any successor of either of those 2 22 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



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district is included in the full-time equated membership determination under subdivision (q) and section 101. However, for pupils receiving instruction in both a public school academy and in a district or intermediate district but not as a part of a cooperative education program, the following apply:

(i) If the public school academy provides instruction for at 6 least 1/2 of the class hours required under section 101, the public 7 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 academy provides divided by the number of hours required under 11 12 section 101 for full-time equivalency, and the remainder of the full-time membership for each of those pupils is allocated to the 13 14 district or intermediate district providing the remainder of the 15 hours of instruction.

16 (ii) If the public school academy provides instruction for less 17 than 1/2 of the class hours required under section 101, the district or intermediate district providing the remainder of the 18 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 1 times the product of the hours of instruction the district or 21 22 intermediate district provides divided by the number of hours required under section 101 for full-time equivalency, and the 23 24 remainder of the full-time membership for each of those pupils is 25 allocated to the public school academy.

(o) An individual less than 16 years of age as of September 1
of the current school year who is being educated in an alternative
education program is not counted in membership if there are also
adult education participants being educated in the same program or



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1 classroom.

2 (p) The department shall give a uniform interpretation of3 full-time and part-time memberships.

4 (g) The number of class hours used to calculate full-time 5 equated memberships must be consistent with section 101. In 6 determining full-time equated memberships for pupils who are 7 enrolled in a postsecondary institution or for pupils engaged in an 8 internship or work experience under section 1279h of the revised 9 school code, MCL 380.1279h, a pupil is not considered to be less 10 than a full-time equated pupil solely because of the effect of his 11 or her postsecondary enrollment or engagement in the internship or 12 work experience, including necessary travel time, on the number of class hours provided by the district to the pupil. 13

14 (r) Full-time equated memberships for pupils in kindergarten 15 are determined by dividing the number of instructional hours 16 scheduled and provided per year per kindergarten pupil by the same 17 number used for determining full-time equated memberships for pupils in grades 1 to 12. However, to the extent allowable under 18 19 federal law, for a district or public school academy that provides 20 evidence satisfactory to the department that it used federal title I money in the 2 immediately preceding school fiscal years to fund 21 full-time kindergarten, full-time equated memberships for pupils in 22 kindergarten are determined by dividing the number of class hours 23 24 scheduled and provided per year per kindergarten pupil by a number 25 equal to 1/2 the number used for determining full-time equated memberships for pupils in grades 1 to 12. The change in the 26 27 counting of full-time equated memberships for pupils in kindergarten that took effect for 2012-2013 is not a mandate. 28 29 (s) For a district or a public school academy that has pupils



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enrolled in a grade level that was not offered by the district or 1 public school academy in the immediately preceding school year, the 2 number of pupils enrolled in that grade level to be counted in 3 membership is the average of the number of those pupils enrolled 4 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 count from the supplemental count day for the current school year, 12 and dividing that sum by 2. 13

14 (t) A pupil enrolled in a cooperative education program may be15 counted in membership in the pupil's district of residence with the16 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 education program that the best instructional placement for a pupil 19 20 is in the pupil's home or otherwise apart from the general school population, if that placement is authorized in writing by the 21 district superintendent and district alternative or disciplinary 22 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, the district may count the pupil in membership on a pro rata basis, 26 27 with the proration based on the number of hours of instruction the district actually provides to the pupil divided by the number of 28 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.

12 (*iv*) Credit earned is awarded to the pupil and placed on the 13 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.

21 (w) For a public school academy that has been in operation for 22 at least 2 years and that suspended operations for at least 1 23 semester and is resuming operations, membership is the sum of the 24 product of .90 times the number of full-time equated pupils in 25 grades K to 12 actually enrolled and in regular daily attendance on the first pupil membership count day or supplemental count day, 26 27 whichever is first, occurring after operations resume, plus the 28 product of .10 times the final audited count from the most recent 29 pupil membership count day or supplemental count day that occurred



1 b

before suspending operations, as determined by the superintendent.

19

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-fiscalyear 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



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 fulltime pupil solely due to instructional time scheduled but not attended by the pupil before Labor Day.

19 (aa) For the first year in which a pupil is counted in 20 membership on the pupil membership count day in a middle college 21 program, the membership is the average of the full-time equated 22 membership on the pupil membership count day and on the 23 supplemental count day for the current school year, as determined by the department. If a pupil described in this subdivision was 24 25 counted in membership by the operating district on the immediately preceding supplemental count day, the pupil is excluded from the 26 27 district's immediately preceding supplemental count for the purposes of determining the district's membership. 28

29

(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 1/12 9 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 25g. 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.

27 (*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



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1 progress for that month, the pupil did meet that definition of 2 satisfactory monthly progress in the immediately preceding month 3 and appropriate interventions are implemented within 10 school days 4 after it is determined that the pupil does not meet that definition 5 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.

8 (ff) If a public school academy that is not in its first or 9 second year of operation closes at the end of a school year and 10 does not reopen for the next school year, the department shall 11 adjust the membership count of the district or other public school 12 academy in which a former pupil of the closed public school academy enrolls and is in regular daily attendance for the next school year 13 14 to ensure that the district or other public school academy receives 15 the same amount of membership aid for the pupil as if the pupil 16 were counted in the district or other public school academy on the supplemental count day of the preceding school year. 17

18 (qq) 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.

26 (hh) A pupil enrolled in a community district is counted in27 membership in the community district.

28 (ii) A part-time pupil enrolled in a nonpublic school in29 grades 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.

(jj) A district that borders another state or a public school
academy that operates at least grades 9 to 12 and is located within
20 miles of a border with another state may count in membership a
pupil who is enrolled in a course at a college or university that
is located in the bordering state and within 20 miles of the border
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.

17 (*iii*) The department determines that the college or university 18 is an institution that, in the other state, fulfills a function 19 comparable to a state university or community college, as those 20 terms are defined in section 3 of the postsecondary enrollment 21 options act, 1996 PA 160, MCL 388.513, or is an independent 22 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.



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(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:

16 (i) If the district's or public school academy's membership for 17 pupils counted under section 166b equals or exceeds 5% of the 18 district's or public school academy's membership for pupils not 19 counted in membership under section 166b in the immediately 20 preceding fiscal year, then the growth in the district's or public 21 school academy's membership for pupils counted under section 166b 22 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:



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(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 in13 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:

19 (a) A nonpublic part-time pupil enrolled in grades K to 12 in20 accordance 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.

23

(c) A pupil enrolled in a public school academy.

24 (d) A pupil enrolled in a district other than the pupil's
25 district of residence if the pupil is enrolled in accordance with
26 section 105 or 105c.

27 (e) A pupil who has made an official written complaint or
28 whose parent or legal guardian has made an official written
29 complaint to law enforcement officials and to school officials of



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the pupil's district of residence that the pupil has been the 1 victim of a criminal sexual assault or other serious assault, if 2 the official complaint either indicates that the assault occurred 3 at school or that the assault was committed by 1 or more other 4 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.

(*ii*) "Serious assault" means an act that constitutes a felony
violation of chapter XI of the Michigan penal code, 1931 PA 328,
MCL 750.81 to 750.90h, or that constitutes an assault and
infliction of serious or aggravated injury under section 81a of the
Michigan penal code, 1931 PA 328, MCL 750.81a.

(f) A pupil whose district of residence changed after the pupil membership count day and before the supplemental count day and who continues to be enrolled on the supplemental count day as a nonresident in the district in which he or she was enrolled as a 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:

29

(i) The pupil has been suspended or expelled from his or her



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district of residence for any reason, including, but not limited
 to, a suspension or expulsion under section 1310, 1311, or 1311a of
 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.

6

(iv) The pupil has been referred to the program by a court.

7 (h) A pupil enrolled in the Michigan Virtual School, for the8 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.

(j) An expelled pupil who has been denied reinstatement by the expelling district and is reinstated by another school board under section 1311 or 1311a of the revised school code, MCL 380.1311 and 380.1311a.

19 (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.

23 (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.

29

(n) A pupil who enrolls in a district other than the pupil's



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district of residence as a result of the pupil's school not making
 adequate yearly progress under the no child left behind act of
 2001, Public Law 107-110, or the every student succeeds act, Public
 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:

(a) Except as provided in subdivision (b), the first Wednesday in October each school year or, for a district or building in which school is not in session on that Wednesday due to conditions not within the control of school authorities, with the approval of the superintendent, the immediately following day on which school is in session in the district or building.

19 (b) For a district or intermediate district maintaining school20 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.

(8) "Pupils in grades K to 12 actually enrolled and in regular
daily attendance" means, except as otherwise provided in this
section, pupils in grades K to 12 in attendance and receiving
instruction in all classes for which they are enrolled on the pupil
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 individual29 who is appropriately placed under a valid certificate, substitute



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permit, authorization, or approval issued by the department, are
 together and instruction is taking place. This subdivision does not
 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.

13 (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.

(12) (13) "School fiscal year" means a fiscal year that
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



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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 district after the pupil has been assigned to a school district. 12

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.

16 (18) (19) "Taxable value" means, except as otherwise provided 17 in this article, the taxable value of property as determined under 18 section 27a of the general property tax act, 1893 PA 206, MCL 19 211.27a.

(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.

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. τ 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 26 immediately following day on which the district is in session. A 27 district is considered to be in session for purposes of this subsection when the district is providing pupil instruction 28 29 pursuant to an extended COVID-19 learning plan approved under

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1 section 98a.

2 (2) As used in this section, "pupils engaged in pandemic learning for spring 2021" means pupils in grades K to 12 who are 3 enrolled in a district, excluding a district that operates as a 4 eyber school, as that term is defined in section 551 of the revised 5 school code, MCL 380.551, or intermediate district and to which any 6 7 of the following apply: 8 (a) For a pupil who is not learning sequentially, any of the 9 following occurs for each of the pupil's scheduled courses: (i) The pupil attends a live lesson from the pupil's teacher or 10 at least 1 of the pupil's teachers on 2020-2021 supplemental count 11 12 day. 13 (*ii*) The pupil logs into an online or virtual lesson or lesson activity on 2020-2021 supplemental count day and the login can be 14 15 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.

19 (iv) The district or intermediate district documents that an
20 email dialogue occurred between the pupil and the pupil's teacher
21 or at least 1 of the pupil's teachers on 2020-2021 supplemental
22 count day.

23	(b) For a pupil who is using sequential learning, any of the
24	following occurs for each of the pupil's scheduled courses:
25	(i) The pupil attends a virtual course where synchronous, live
26	instruction occurs with the pupil's teacher or at least 1 of the

27 pupil's teachers on 2020-2021 supplemental count day and the

28 attendance is documented by the district or intermediate district.

29 (*ii*) The pupil completes a course assignment on 2020-2021



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supplemental count day and the completion is documented by the

district or intermediate district.

3	(iii) The pupil completes a course lesson or lesson activity on
4	2020-2021 supplemental count day and the completion is documented
5	by the district or intermediate district.
6	(iv) The pupil accesses an ongoing lesson that is not a login
7	on 2020-2021 supplemental count day and the access is documented by
8	the district or intermediate district.
9	(c) At a minimum, 1 2-way interaction has occurred between the
10	pupil and the pupil's teacher or at least 1 of the pupil's teachers
11	or another district employee who has responsibility for the pupil's
12	learning, grade progression, or academic progress during the week
13	on which 2020-2021 supplemental count day falls and during each
14	week for the 3 consecutive weeks after the week on which 2020-2021
15	supplemental count day falls. A district may utilize 2-way
16	interactions that occur under this subdivision toward meeting the
17	requirement under section 101(3)(h). As used in this subdivision:
18	(i) "2-way interaction" means a communication that occurs
19	between a pupil and the pupil's teacher or at least 1 of the
20	pupil's teachers or another district employee who has
21	responsibility for the pupil's learning, grade progression, or
22	academic progress, where 1 party initiates communication and a
23	response from the other party follows that communication, and that
24	is relevant to course progress or course content for at least 1 of
25	the courses in which the pupil is enrolled or relevant to the
26	pupil's overall academic progress or grade progression. Responses,
27	as described in this subparagraph, must be to communication
28	initiated by the teacher, by another district employee who has
29	responsibility for the pupil's learning, grade progression, or



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1 academic progress, or by the pupil, and not some other action taken. The communication described in this subparagraph may occur 2 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. 8 (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 11 12 excused from participation or completion, but the pupil 13 participates in or completes an activity described in subdivision 14 (a) or (b) during the 10 consecutive school days immediately following the 2020-2021 supplemental count day. 15 16 (c) The pupil has not participated or completed an activity 17 described in subdivision (a), (b), or (c) and the pupil was excused from participation or completion, but the pupil participates in or 18 19 completes an activity described in subdivision (a) or (b) during 20 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 23 actually enrolled and in regular daily attendance. 24 Sec. 8c. (1) Beginning July 1, 2021, the department shall not require, including, but not limited to, through the pupil 25 26 accounting manual or pupil auditing manual, for any of the following purposes, that a cyber school, as that term is defined in 27 section 551 of the revised school code, MCL 380.551, ensure that 28 each pupil enrolled in the cyber school participate in all of the 29

hours of educational services made available to the pupil by the
 cyber school or track a pupil's participation in the educational
 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 the13 exemption under section 101(11).

14 (2) It is the intent of the legislature that this section15 apply retroactively and is effective July 1, 2021.

Sec. 11. (1) For the fiscal year ending September 30, 2022, 16 there is appropriated for the public schools of this state and 17 18 certain other state purposes relating to education the sum of \$14,821,340,700.00 \$14,465,414,700.00 from the state school aid 19 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



education trust fund created under section 12 of the Michigan trust fund act, 2000 PA 489, MCL 12.262, and an amount not to exceed \$140,400,000.00 from the MPSERS retirement obligation reform reserve fund created under section 147b. In addition, all available federal funds are only appropriated as allocated in this article for the fiscal year years ending September 30, 2022 and September 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.

Sec. 11a. (1) The school aid stabilization fund is created as 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:

(a) Unexpended and unencumbered state school aid fund revenue
for a fiscal year that remains in the state school aid fund as of
the bookclosing for that fiscal year.

(b) Money statutorily dedicated to the school aidstabilization fund.

27 (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



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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.

29

Sec. 11j. From the state school aid fund money appropriated in



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section 11, there is allocated an amount not to exceed \$111,000,000.00 for 2021-2022 2022-2023 for payments to the school loan bond redemption fund in the department of treasury on behalf of districts and intermediate districts. Notwithstanding section 296 or any other provision of this act, funds allocated under this section are not subject to proration and must be paid in full.

Sec. 11k. For 2021-2022, 2022-2023, there is appropriated from the general fund to the school loan revolving fund an amount equal to the amount of school bond loans assigned to the Michigan finance authority, not to exceed the total amount of school bond loans held in reserve as long-term assets. As used in this section, "school loan revolving fund" means that fund created in section 16c of the shared credit rating act, 1985 PA 227, MCL 141.1066c.

Sec. 11m. From the state school aid fund money appropriated in section 11, there is allocated for 2020-2021-2021-2022 an amount not to exceed \$8,700,000.00 \$1,000,000.00 and there is allocated for 2021-2022 2022-2023 an amount not to exceed \$9,500,000.00 \$7,800,000.00 for fiscal year cash-flow borrowing costs solely related to the state school aid fund established under section 11 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 2022-2023 and from the general fund money appropriated in section 11, there is allocated \$3,075,000.00 for 2021-2022 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



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under the emergency management act, 1976 PA 390, MCL 30.401 to 30.421, and that has at least 4,500 pupils in membership for the 2016-2017 fiscal year or has at least 2,900 pupils in membership for a fiscal year after 2016-2017. From the funding appropriated in section 11, there is allocated for 2021-2022 \$100.00 from the water 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 that has at least 4,500 pupils in membership for the 2016-2017 13 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 2021-2022 2022-2023 for the purpose of employing school nurses, classroom aides, and school social workers. The district shall 17 18 provide a report to the department in a form, manner, and frequency prescribed by the department. The department shall provide a copy 19 20 of that report to the governor, the house and senate school aid subcommittees, the house and senate fiscal agencies, and the state 21 budget director within 5 days after receipt. The report must 22 23 provide at least the following information:

24 (a) How many personnel were hired using the funds allocated25 under this subsection.

(b) A description of the services provided to pupils by thosepersonnel.

(c) How many pupils received each type of service identifiedin subdivision (b).



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(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.

15 (4) From the state school aid fund money allocated in 16 subsection (1), there is allocated an amount not to exceed \$1,000,000.00 for 2021-2022-2022-2023 to the intermediate district 17 described in subsection (3) to enroll children described in 18 19 subsection (1) in school-day great start readiness programs, 20 regardless of household income eligibility requirements contained in section 32d. The department shall administer this funding 21 consistent with all other provisions that apply to great start 22 23 readiness programs under sections 32d and 39.

(5) For 2021-2022, 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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to exceed \$2,000,000.00 to the intermediate district described in 1 subsection (3) for interventions and supports for students in K to 2 12 who were impacted by an executive proclamation of emergency 3 described in subsection (1) concerning drinking water. Funds under 4 this subsection must be used for behavioral supports, social 5 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 allocated an amount not to exceed \$1,000,000.00 for 2021-2022 2022-12 2023 only for an early childhood collaborative that serves students 13 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 response to an executive proclamation of emergency described in 17 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 allocated an amount not to exceed \$1,384,900.00 for 2021-2022 only 21 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 this subsection must ensure that all of the following are met: 28 29 (a) It chooses an enrollment program for purposes of this



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subsection that provides families with all of the following: 1 2 (i) A coordinated information campaign. 3 (ii) Coordinated eligibility determination and preferences. 4 (iii) A coordinated application. 5 (iv) Highly gualified full-time and seasonal enrollment and 6 analytics staff. 7 (v) Content built with language services, program overhead, 8 equipment, and supplies. (b) The enrollment program selected by the collaborative for 9 purposes of this subsection has a record of improving enrollment in 10 11 New Orleans. (c) The enrollment program selected by the collaborative for 12 purposes of this subsection received funds from the C.S. Mott 13 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 3 phases, to provide explicit, targeted enrollment within an 18 19 individualized enrollment system that continually adjusts to a 20 familv's needs. 21 (8) (9) In addition to other funding allocated and 22 appropriated in this section, there is appropriated an amount not to exceed \$5,000,000.00 for 2021-2022 2022-2023 for state 23 24 restricted contingency funds. These contingency funds are not available for expenditure until they have been transferred to a 25 26 section within this article under section 393(2) of the management 27 and budget act, 1984 PA 431, MCL 18.1393. 28 (9) (10) Notwithstanding section 17b, the department shall 29 make payments under this section on a schedule determined by the



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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 the19 school consolidation and infrastructure fund for auditing purposes.

(5) Money available in the school consolidation and
infrastructure fund must not be expended without a specific
appropriation. No more than 50% of funds in the school
consolidation and infrastructure fund may be appropriated for nonconsolidation-related infrastructure projects.

(6) From the state school aid fund money appropriated under section 11, there is allocated for 2022-2023 only an amount not to exceed \$5,000,000.00 for grants to districts and intermediate districts to support the cost of a feasibility study or analysis of consolidation among 1 or more districts or among 1 or more



intermediate districts. Districts and intermediate districts may
 apply for a grant under this section to the department on a first come, first-serve basis. The maximum amount of a grant to be
 distributed under this section may not exceed \$250,000.00.
 Notwithstanding section 17b, the department shall make payments
 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.

Sec. 11y. (1) From the state school aid fund money appropriated in section 11, there is allocated an amount not to exceed \$20,000,000.00 for 2022-2023 only for a statewide school 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:

29

(a) If the engineers do not determine that the most cost-



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1 effective way to bring a building to health, safety, and wellness
2 standards is new construction, the investments required to ensure
3 that the building meets health, safety, and wellness standards and
4 the estimated cost of the investments.

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.

10 (4) The recipient of funding under this section must provide a 11 report to the house and senate appropriations subcommittees on 12 school aid, the state budget director, the house and senate fiscal 13 agencies, and the department summarizing the information it 14 receives under subsection (3). The report described in this 15 subsection must include, at a minimum, the estimated statewide 16 costs received under subsection (3).

17 (5) Notwithstanding section 17b, the department shall make
18 payments under this section on a schedule determined by the
19 department.

20 Sec. 15. (1) If a district or intermediate district fails to 21 receive its proper apportionment, the department, upon satisfactory 22 proof that the district or intermediate district was entitled 23 justly, shall apportion the deficiency in the next apportionment. Subject to subsections (2) and (3), if a district or intermediate 24 25 district has received more than its proper apportionment, the 26 department, upon satisfactory proof, shall deduct the excess in the 27 next apportionment. Notwithstanding any other provision in this 28 article, state aid overpayments to a district, other than 29 overpayments in payments for special education or special education



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transportation, may be recovered from any payment made under this 1 article other than a special education or special education 2 transportation payment, from the proceeds of a loan to the district 3 under the emergency municipal loan act, 1980 PA 243, MCL 141.931 to 4 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 of millage levied or pledged under section 1211 of the revised 12 school code, MCL 380.1211. 13

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 general, must be deducted from the district's apportionments when 21 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 the district otherwise authorized under this article if the 26 27 district would otherwise experience a significant hardship in satisfying its financial obligations. However, a district that 28 29 presented satisfactory evidence of hardship and was undergoing an



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extended adjustment during 2018-2019 may continue to use the period
 of 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.

(4) If the department makes an adjustment under this section based in whole or in part on a membership audit finding that a district or intermediate district employed an educator in violation of certification requirements under the revised school code and rules promulgated by the department, the department shall prorate the adjustment according to the period of noncompliance with the certification requirements.

28 (5) The department may conduct audits, or may direct audits by29 designee of the department, for the current fiscal year and the



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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 (7) In addition to funds appropriated in section 11 for all
8 programs and services, there is appropriated for 2021-2022 20229 2023 for obligations in excess of applicable appropriations an
10 amount equal to the collection of overpayments, but not to exceed
11 amounts available from overpayments.

12 Sec. 18. (1) Except as provided in another section of this article, each district or other entity shall apply the money 13 14 received by the district or entity under this article to salaries 15 and other compensation of teachers and other employees, tuition, 16 transportation, lighting, heating, ventilation, water service, the purchase of textbooks, other supplies, and any other school 17 18 operating expenditures defined in section 7. However, not more than 20% of the total amount received by a district under sections 22a 19 20 and 22b or received by an intermediate district under section 81 21 may be transferred by the board to either the capital projects fund or to the debt retirement fund for debt service. A district or 22 23 other entity shall not apply or take the money for a purpose other than as provided in this section. The department shall determine 24 25 the reasonableness of expenditures and may withhold from a recipient of funds under this article the apportionment otherwise 26 27 due upon a violation by the recipient. A district must not be prohibited or limited from using funds appropriated or allocated 28 29 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.

(2) A district or intermediate district shall adopt an annual 3 budget in a manner that complies with the uniform budgeting and 4 accounting act, 1968 PA 2, MCL 141.421 to 141.440a. Within 15 days 5 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 prescribed by the department: 12

13 (a) The annual operating budget and subsequent budget14 revisions.

(b) Using data that have already been collected and submitted to the department, a summary of district expenditures for the most recent fiscal year for which they are available, expressed in the following 2 visual displays:

19 (i) A chart of personnel expenditures, broken into the20 following subcategories:

21 (A) Salaries and wages.

(B) Employee benefit costs, including, but not limited to,
medical, dental, vision, life, disability, and long-term care
benefits.

25 (C) Retirement benefit costs.

26 (D) All other personnel costs.

27 (ii) A chart of all district expenditures, broken into the28 following subcategories:

29 (A) Instruction.



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- (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.

11 (*iii*) The audit report of the financial audit conducted under 12 subsection (4) for the most recent fiscal year for which it is 13 available.

14 (*iv*) The bids required under section 5 of the public employees15 health benefit act, 2007 PA 106, MCL 124.75.

16 (v) The district's written policy governing procurement of17 supplies, materials, and equipment.

18 (vi) The district's written policy establishing specific
19 categories of reimbursable expenses, as described in section
20 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.

(d) The total salary and a description and cost of each fringe
benefit included in the compensation package for the superintendent
of the district and for each employee of the district whose salary
exceeds \$100,000.00.



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(e) The annual amount spent on dues paid to associations.
 (f) The annual amount spent on lobbying or lobbying services.
 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 deficit
6 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.

(i) Costs incurred for each instance of out-of-state travel by the school administrator of the district that is fully or partially paid for by the district and the details of each of those instances of out-of-state travel, including at least identification of each 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).

(4) For the purposes of determining the reasonableness of expenditures, whether a district or intermediate district has received the proper amount of funds under this article, and whether a violation of this article has occurred, all of the following 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



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conducted at least annually, and at such other times as determined 1 by the department, at the expense of the district or intermediate 2 district, as applicable. The audits must be performed by a 3 certified public accountant or by the intermediate district 4 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 of the city. A district or intermediate district shall retain these 8 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 than 700 full-time equated pupils, if the district has stable 12 membership, and if the error rate of the immediately preceding 2 13 14 pupil accounting field audits of the district is less than 2%, the 15 district may have a pupil accounting field audit conducted biennially but must continue to have desk audits for each pupil 16 17 count. The auditor must document compliance with the audit cycle in the pupil auditing manual. As used in this subdivision, "stable 18 membership" means that the district's membership for the current 19 20 fiscal year varies from the district's membership for the immediately preceding fiscal year by less than 5%. 21

(c) A district's or intermediate district's annual financial
audit must include an analysis of the financial and pupil
accounting data used as the basis for distribution of state school
aid.

(d) The pupil and financial accounting records and reports,
audits, and management letters are subject to requirements
established in the auditing and accounting manuals approved and
published by the department.



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(e) All of the following must be done not later than November
 l each year for reporting the prior fiscal year data:

3 (i) A district shall file the annual financial audit reports4 with the intermediate district and the department.

5 (*ii*) The intermediate district shall file the annual financial6 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



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contain the website address where the department can access the 1 report required under section 620 of the revised school code, MCL 2 380.620. The department shall ensure that the prescribed Michigan 3 public school accounting manual chart of accounts includes standard 4 5 conventions to distinguish expenditures by allowable fund function 6 and object. The functions must include at minimum categories for instruction, pupil support, instructional staff support, general 7 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 active employee health expenditures, purchased services, supplies, 12 capital outlay, and other. A district shall report the required 13 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.

(7) By not later than 1 week after the last business day in
September of each year, each district and intermediate district
shall file with the center the audited transportation expenditure
report, known as "SE-4094", on a form and in the manner prescribed
by the center. An intermediate district shall certify the audit of
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



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the pupil accounting manual that are applicable for the school year 1 that begins after March 31 of a fiscal year must be published by 2 not later than March 31 of that fiscal year. However, if 3 legislation is enacted that necessitates adjustments to the pupil 4 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.

(9) If a district that is a public school academy purchases property using money received under this article, the public school academy shall retain ownership of the property unless the public 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 determines that the financial data required under subsection (5) 17 18 are not consistent with audited financial statements, the department shall withhold all state school aid due to the district 19 20 or intermediate district under this article, beginning with the next payment due to the district or intermediate district, until 21 the district or intermediate district complies with subsections 22 23 (4), (5), (6), (7), and (12). If the district or intermediate district does not comply with subsections (4), (5), (6), (7), and 24 25 (12) by the end of the fiscal year, the district or intermediate district forfeits the amount withheld. 26

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



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under this article, beginning with the next payment due to the district or intermediate district, until the district or intermediate district complies with subsection (2). If the district or intermediate district does not comply with subsection (2) by the end of the fiscal year, the district or intermediate district 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 per-pupil costs of operating the virtual learning by vendor type 12 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 summer programming. Information must be collected in a form and 16 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 virtual courses available under section 21f and virtual courses 24 25 provided by a school of excellence that is a cyber school, as defined in section 551 of the revised school code, MCL 380.551. 26 (14) As used in subsections (12) and (13), "vendor type" means 27 28 the following:

29

(a) Virtual courses provided by the Michigan Virtual



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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 not6 affiliated with a public school in this state.

7 (d) Virtual courses created and offered by a district or8 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.

(b) The For 2021-2022, the minimum foundation allowance is
\$8,700.00.

24 (c) For 2022-2023, the target foundation allowance is25 \$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).



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(3) Except as otherwise provided in this section, the
 department shall calculate the amount of a district's foundation
 allowance as follows, using in all calculations the total amount of
 the district's foundation allowance as calculated before any
 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



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foundation allowance for the immediately preceding fiscal year. 1 The foundation allowance for a district that had less than the 2 target foundation allowance for the immediately preceding fiscal 3 year must not exceed the target foundation allowance for the 4 current fiscal year. For 2021-2022, for a district that had a 5 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. 12 (b) Except as otherwise provided in this subsection, for For a district that in the immediately preceding fiscal year had a 13 14 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. (c) For a district that had a foundation allowance for the 19 20 immediately preceding fiscal year that was greater than the target foundation allowance for the immediately preceding fiscal year, the 21 district's foundation allowance is an amount equal to the sum of 22 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 the immediately preceding fiscal year, or the product of the 26 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



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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.

21 (e) For a district that has a foundation allowance that is 22 less than the target foundation allowance in the current fiscal 23 year but had a foundation allowance in fiscal year 2020-2021 that 24 was greater than the target foundation allowance in effect for that 25 fiscal year, the district's foundation allowance is an amount equal 26 to the lesser of (the sum of the district's foundation allowance 27 for fiscal year 2020-2021 plus the increase in the target 28 foundation allowance for the current fiscal year, as compared to 29 fiscal year 2020-2021) or (the product of the district's foundation

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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) (d) 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 in 2021-2022, the state portion of a district's foundation 12 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 foundation allowance. Except as otherwise provided in this 16 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 the state constitution of 1963, the department shall calculate the 24 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



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district under section 12 of the revised school code, MCL 380.12, 1 the taxable value per membership pupil of property in the receiving 2 district used for the purposes of this subsection does not include 3 the taxable value of property within the geographic area of the 4 dissolved district. For a community district, if school operating 5 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 membership pupil of property in the community district to be used 9 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.

(5) The allocation calculated under this section for a pupil 13 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 district other than the pupil's district of residence, the 16 allocation calculated under this section is based on the lesser of 17 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 another district in a grade not offered by the pupil's district of 21 residence, the allocation calculated under this section is based on 22 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 under this subsection must take into account a district's per-pupil 26 27 allocation under section 20m.

28 (6) Except as otherwise provided in this subsection, for29 pupils in membership, other than special education pupils, in a



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public school academy, the allocation calculated under this section 1 is an amount per membership pupil other than special education 2 pupils in the public school academy equal to, for 2021-2022, the 3 minimum foundation allowance specified in subsection (1). (1) (b) 4 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, as determined by the department, divided by the minimum number of 12 hours of pupil instruction required under section 101(3). The 13 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.

(8) Subject to subsection (4), for a district that is formed or reconfigured after June 1, 2002 by consolidation of 2 or more districts or by annexation, the resulting district's foundation allowance under this section beginning after the effective date of the consolidation or annexation is the lesser of the sum of the average of the foundation allowances of each of the original or affected districts, calculated as provided in this section,



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weighted as to the percentage of pupils in total membership in the 1 resulting district who reside in the geographic area of each of the 2 original or affected districts plus \$100.00 or the highest 3 foundation allowance among the original or affected districts. This 4 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.

(10) State Except as otherwise provided in this subsection,
state payments related to payment of the foundation allowance for a special education pupil are not calculated under this section but are instead calculated under section 51a and section 51e. All of the following apply with regard to state payments related to payment of the foundation allowance for a special education pupil:

(a) For 2022-2023, state payments described in this subsection
are not calculated under this section but are instead calculated as
follows:

22 23 (i) Twenty-five percent is calculated under section 51a.

(*ii*) Seventy-five percent is calculated under section 51e.

(b) It is the intent of the legislature that, in future fiscal
years, 100% of state payments described in this subsection will be
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



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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 4 5 estimated membership in the school year ending in the current 6 fiscal year, excluding intermediate district membership, by the 7 estimated membership for the school year ending in the subsequent 8 fiscal year, excluding intermediate district membership. If a 9 consensus membership factor is not determined at the revenue 10 estimating conference, the principals of the revenue estimating 11 conference shall report their estimates to the house and senate subcommittees responsible for school aid appropriations not later 12 than 7 days after the conclusion of the revenue conference. 13

14 (b) The revenue adjustment factor is computed by dividing the 15 sum of the estimated total state school aid fund revenue for the 16 subsequent fiscal year plus the estimated total state school aid fund revenue for the current fiscal year, adjusted for any change 17 18 in the rate or base of a tax the proceeds of which are deposited in 19 that fund and excluding money transferred into that fund from the 20 countercyclical budget and economic stabilization fund under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, by 21 the sum of the estimated total school aid fund revenue for the 22 23 current fiscal year plus the estimated total state school aid fund 24 revenue for the immediately preceding fiscal year, adjusted for any 25 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 26 27 determined at the revenue estimating conference, the principals of 28 the revenue estimating conference shall report their estimates to 29 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.

14 (13) If an amendment to section 2 of article VIII of the state 15 constitution of 1963 allowing state aid to some or all nonpublic 16 schools is approved by the voters of this state, each foundation 17 allowance or per-pupil payment calculation under this section may 18 be reduced.

19

(14) As used in this section:

20 (a) "Certified mills" means the lesser of 18 mills or the
21 number of mills of school operating taxes levied by the district in
22 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.
(c) "Combined state and local revenue per membership pupil"
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.

3 (c) (e) "Dissolved district" means a district that loses its
4 organization, has its territory attached to 1 or more other
5 districts, and is dissolved as provided under section 12 of the
6 revised school code, MCL 380.12.

7 (d) (f)—"Immediately preceding fiscal year" means the fiscal
8 year immediately preceding the current fiscal year.

9 (e) (g) "Local portion of the district's foundation allowance" 10 means an amount that is equal to the difference between (the sum of 11 the product of the taxable value per membership pupil of all property in the district that is nonexempt property times the 12 13 district's certified mills and, for a district with certified mills 14 exceeding 12, the product of the taxable value per membership pupil 15 of property in the district that is commercial personal property 16 times the certified mills minus 12 mills) and (the quotient of the product of the captured assessed valuation under tax increment 17 financing acts times the district's certified mills divided by the 18 19 district's membership excluding special education pupils).

20 (h) "Local school operating revenue" means school operating 21 taxes levied under section 1211 of the revised school code, MCL 22 380.1211. For a receiving district, if school operating taxes are to be levied on behalf of a dissolved district that has been 23 24 attached in whole or in part to the receiving district to satisfy 25 debt obligations of the dissolved district under section 12 of the revised school code, MCL 380.12, local school operating revenue 26 27 does not include school operating taxes levied within the geographic area of the dissolved district. 28

29

(i) "Local school operating revenue per membership pupil"



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1

means a district's local school operating revenue divided by the district's membership excluding special education pupils. 2

(f) (i) "Membership" means the definition of that term under 3 section 6 as in effect for the particular fiscal year for which a 4 5 particular calculation is made.

6 (g) (k)-"Nonexempt property" means property that is not a 7 principal residence, gualified agricultural property, gualified 8 forest property, supportive housing property, industrial personal 9 property, commercial personal property, or property occupied by a 10 public school academy.

(h) (*l*)—"Principal residence", "qualified agricultural 11 12 property", "qualified forest property", "supportive housing 13 property", "industrial personal property", and "commercial personal 14 property" mean those terms as defined in section 1211 of the 15 revised school code, MCL 380.1211.

(i) (m)-"Receiving district" means a district to which all or 16 17 part of the territory of a dissolved district is attached under section 12 of the revised school code, MCL 380.12. 18

19 (j) (n)-"School operating purposes" means the purposes 20 included in the operation costs of the district as prescribed in 21 sections 7 and 18 and purposes authorized under section 1211 of the 22 revised school code, MCL 380.1211.

23 (k) (o) "School operating taxes" means local ad valorem property taxes levied under section 1211 of the revised school 24 25 code, MCL 380.1211, and retained for school operating purposes.

26 (1) (p)-"Tax increment financing acts" means parts 2, 3, 4, and 6 of the recodified tax increment financing act, 2018 PA 57, MCL 27 28 125.4201 to 125.4420 and 125.4602 to 125.4629, or the brownfield 29 redevelopment financing act, 1996 PA 381, MCL 125.2651 to 125.2670.



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(m) (q) "Taxable value per membership pupil" means taxable
 value, as certified by the county treasurer and reported to the
 department, for the calendar year ending in the current state
 fiscal year divided by the district's membership excluding special
 education pupils for the school year ending in the current state
 fiscal year.

7 Sec. 20d. In making the final determination required under 8 former section 20a of a district's combined state and local revenue 9 per membership pupil in 1993-94 and in making calculations under 10 section 20 for 2021-2022, **2022-2023**, the department and the 11 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

27 (b) If a district had an adjustment made to its 1993-94 total
28 state school aid that excluded payments made under former section
29 146 and under section 147 on behalf of the district's employees who



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provided direct services for intermediate district center programs 1 operated by the district under former section 51 and sections 51a 2 to 56, if nonresident pupils attending the center programs were 3 included in the district's membership for purposes of calculating 4 the combined state and local revenue per membership pupil for 1993-5 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 local revenue per membership pupil for 1993-94 included resident 12 pupils attending the center program and excluded nonresident pupils 13 14 attending the center program.

Sec. 20f. (1) From the state school aid fund money appropriated in section 11, there is allocated an amount not to exceed \$18,000,000.00 for 2021-2022 **2022-2023** for payments to 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 under28 former section 22c for 2013-2014.

29

(c) The quotient of the district's allocation under section



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147a for 2012-2013 divided by the district's membership pupils for
 2012-2013 minus the quotient of the district's allocation under
 section 147a for 2013-2014 divided by the district's membership
 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-pupil16 funding under former section 22f from 2014-2015 to 2015-2016.

17 (c) The decrease in the district's pupil performance per-pupil18 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.

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.



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(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.

5 (d) The quotient of the district's allocation under section
6 31a for 2015-2016 divided by the district's membership pupils for
7 2015-2016 minus the quotient of the district's allocation under
8 section 31a for 2014-2015 divided by the district's membership
9 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.

14 Sec. 20m. (1) Foundation allowance supplemental payments for 15 the current fiscal year to qualifying districts that in the immediately preceding fiscal year had a foundation allowance 16 17 greater than the target foundation allowance with an adjustment to 18 their foundation allowance from fiscal year 2020-2021 to the 19 current fiscal year that is less than the adjustment in the target 20 foundation allowance from fiscal year 2020-2021 to the current fiscal year must be calculated under this section. 21

(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.

29

(3) If a district's local revenue per pupil does not exceed



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the sum of its foundation allowance under section 20 plus the per-1 pupil allocation under subsection (2), the total payment to the 2 district calculated under this section is the product of the per-3 pupil allocation under subsection (2) multiplied by the district's 4 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 allocation under subsection (2) minus the local revenue per pupil 12 multiplied by the district's membership, excluding special 13 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 per-pupil allocation under subsection (2), there is no payment 16 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.

(5) As used in this section, "qualifying district" means a 21 district where the millage limitation in section 1211(3) of the 22 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 increase in the general price level in the immediately preceding 26 27 calendar year applied to the district's immediately preceding fiscal year foundation allowance. 28

29

Sec. 21b. (1) Subject to subsections (2) and (3), a district



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shall use funds received under section 22a or 22b to support the
 attendance of a district pupil who is an eligible student at an
 eligible postsecondary institution under the postsecondary
 enrollment options act, 1996 PA 160, MCL 388.511 to 388.524, or
 under the career and technical preparation act, 2000 PA 258, MCL
 388.1901 to 388.1913, by paying eligible charges on behalf of the
 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 institution on behalf of an eligible student than required under 13 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 revenue for that purpose. An eligible student is responsible for 17 payment of the remainder of the costs associated with his or her 18 19 postsecondary enrollment that exceed the amount the district is 20 required to pay under the postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to 388.524, or the career and technical 21 preparation act, 2000 PA 258, MCL 388.1901 to 388.1913, and that 22 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 20.22b.

(4) As used in this section, "eligible student" and "eligible
postsecondary institution" mean those terms as defined in section 3
of the postsecondary enrollment options act, 1996 PA 160, MCL
388.511 to 388.524, or in section 3 of the career and technical



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1 preparation act, 2000 PA 258, MCL 388.1903, as applicable.

2 Sec. 21f. (1) A primary district shall enroll an eligible pupil in virtual courses in accordance with the provisions of this 3 section. A primary district shall not offer a virtual course to an 4 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 without the consent of the pupil's parent or legal guardian. 13

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 best21 interest of the pupil.

(b) The pupil agrees with the recommendation of the primarydistrict.

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.



(4) If the number of applicants eligible for acceptance in a



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virtual course does not exceed the capacity of the provider to 1 provide the virtual course, the provider shall accept for 2 enrollment all of the applicants eligible for acceptance. If the 3 number of applicants exceeds the provider's capacity to provide the 4 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.

18 (b) The pupil has previously gained the credits that would be19 provided from the completion of the virtual course.

20 (c) The virtual course is not capable of generating academic21 credit.

(d) The virtual course is inconsistent with the remaininggraduation requirements or career interests of the pupil.

(e) The pupil has not completed the prerequisite coursework
for the requested virtual course or has not demonstrated
proficiency in the prerequisite course content.

27 (f) The pupil has failed a previous virtual course in the same28 subject during the 2 most recent academic years.

29

(g) The virtual course is of insufficient quality or rigor. A



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1 primary district that denies a pupil enrollment request for this 2 reason shall enroll the pupil in a virtual course in the same or a 3 similar subject that the primary district determines is of 4 acceptable rigor and quality.

5 (h) The cost of the virtual course exceeds the amount
6 identified in subsection (10), unless the pupil or the pupil's
7 parent or legal guardian agrees to pay the cost that exceeds this
8 amount.

9 (i) The request for a virtual course enrollment did not occur
10 within the same timelines established by the primary district for
11 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.

2 (7) To provide a virtual course to an eligible pupil under3 this 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.

14 (c) Offer the virtual course on an open entry and exit method,15 or aligned to a semester, trimester, or accelerated academic term16 format.

17 (d) If the virtual course is offered to eligible pupils in18 more than 1 district, the following additional requirements must19 also be met:

(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.

4 (9) For any virtual course a pupil enrolls in under this
5 section, the pupil's primary district must assign to the pupil a
6 mentor and shall supply the provider with the mentor's contact
7 information.

8 (10) For a pupil enrolled in 1 or more virtual courses, the 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.

29

(13) The enrollment of a pupil in 1 or more virtual courses



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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:

9 (a) "Instructor" means an individual who is employed by or10 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 ensures access to the teacher of record. A mentor may also serve as the teacher of record if the primary district is the provider for the virtual course and the mentor meets the requirements under subdivision (e).

18 (c) "Primary district" means the district that enrolls the19 pupil and reports the pupil for pupil membership purposes.

(d) "Provider" means the district, intermediate district, or community college, or -other third-party vendor that the primary district pays to provide the virtual course or the Michigan Virtual University if it is providing the virtual course. Beginning on the first day of the 2020-2021 school year through August 31, 2021, "provider" also includes any other institution or individual that the primary district pays to provide the virtual course.

27 (e) "Teacher of record" means a teacher who meets all of the28 following:

29

(i) Holds a valid Michigan teaching certificate or a teaching



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1 permit recognized by the department.

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
8 of instruction and support strategies.

9 (*iv*) Has a personnel identification code provided by the10 center.

(v) If the provider is a community college, is an instructor
employed by or contracted through the providing community college.

(f) "Virtual course" means a course of study that is capable of generating a credit or a grade and that is provided in an interactive learning environment where the majority of the curriculum is delivered using the internet and in which pupils may be separated from their instructor or teacher of record by time or 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.

27 (v) Expectations for actual instructor or teacher of record
28 contact time with the virtual learning pupil and other
29 communications between a pupil and the instructor or teacher of



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1 record.

2

3

(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 the7 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 using
16 the guidelines and model review process published by the Michigan
17 Virtual University.

18 (h) "Virtual learning pupil" means a pupil enrolled in 1 or 19 more virtual courses.

20 Sec. 21h. (1) From the state school aid fund money appropriated in section 11, there is allocated \$6,137,400.00 for 21 22 2021-2022 2022-2023 for assisting districts assigned by the 23 superintendent to participate in a partnership and districts that 24 have established a community engagement advisory committee in partnership with the department of treasury, are required to submit 25 a deficit elimination plan or an enhanced deficit elimination plan 26 under section 1220 of the revised school code, MCL 380.1220, and 27 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



population between 150,000 and 160,000, as determined by the 1 department, to improve student achievement and district financial 2 stability. The superintendent shall collaborate with the state 3 treasurer to identify any conditions that may be contributing to 4 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.

(2) A district described in subsection (1) is eligible for funding under this section if the district includes at least 1 school that has been identified as low performing under the approved federal accountability system or the state accountability system. A district described in this subsection must do all of the 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, and for a district described in subsection (1) that is not a 20 partnership district under this section, by October 15 of each 21 year, complete a comprehensive needs assessment or evaluation in 22 23 collaboration with an intermediate district, community members, education organizations, and postsecondary institutions, as 24 25 applicable, that is approved by the superintendent. The comprehensive needs assessment or evaluation must include at least 26 27 all of the following:

28 (i) A review of the district's implementation and utilization29 of a multi-tiered system of supports to ensure that it is used to



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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.

7 (b) Develop an academic and financial operating or
8 intervention plan that has been approved by the superintendent and
9 that addresses the needs identified in the comprehensive needs
10 assessment or evaluation completed under subdivision (a). The
11 intervention plan must include at least all of the following:

12 (i) Specific actions that will be taken by the district and13 each of its partners to improve student achievement.

14 (ii) Specific measurable benchmarks that will be met within 18
15 months to improve student achievement and identification of
16 expected student achievement outcomes to be attained within 3 years
17 after assignment to the partnership.

18 (c) Craft academic goals that put pupils on track to meet or 19 exceed grade level proficiency.

(3) Upon approval of the academic and financial operating or 20 21 intervention plan developed under subsection (2), the department, 22 in collaboration with the department of treasury, shall assign a 23 team of individuals with expertise in comprehensive school and 24 district reform to partner with the district, the intermediate 25 district, community organizations, education organizations, and 26 postsecondary institutions identified in the academic and financial 27 operating or intervention plan to review the district's use of 28 existing financial resources to ensure that those resources are 29 being used as efficiently and effectively as possible to improve



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student academic achievement and to ensure district financial stability. The superintendent of public instruction may waive burdensome administrative rules for a partnership district for the duration of the partnership agreement and for a district described in subsection (1) that is not a partnership district under this section and that receives funding under this section in the current 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 teachers or district or school leadership, increased instructional 12 time, teacher mentors, or other expenditures that directly impact 13 14 student achievement and cannot be paid from existing district 15 financial resources. An eligible district must not receive funds 16 under this section for more than 3 years. Notwithstanding section 17b, the department shall make payments to districts under this 17 18 section on a schedule determined by the department.

19 (5) From the funds allocated under subsection (1), there is 20 allocated for 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.

(6) The department, in consultation with the department of treasury, shall annually report to the legislature on the activities funded under this section and how those activities impacted student achievement in districts that received funds under



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this section. To the extent possible, participating districts
 receiving funding under this section shall participate in the
 report.

4 Sec. 22a. (1) From the state school aid fund money 5 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 6 7 and there is allocated an amount not to exceed \$4,742,000,000.00 8 \$4,376,000,000.00 for 2021-2022 2022-2023 for payments to districts 9 and qualifying public school academies to guarantee each district 10 and qualifying public school academy an amount equal to its 1994-95 11 total state and local per-pupil revenue for school operating purposes under section 11 of article IX of the state constitution 12 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 15 in a year in which the district levies a millage rate for school 16 district operating purposes less than it levied in 1994. However, subsection (2) applies to calculating the payments under this 17 section. Funds allocated under this section that are not expended 18 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 fiscal year. For each fund transfer as described in the immediately 22 23 preceding sentence that occurs, the state budget director shall 24 send notification of the transfer to the house and senate 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.

28 (2) To ensure that a district receives an amount equal to the29 district's 1994-95 total state and local per-pupil revenue for



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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



financing acts does not include ad valorem property tax revenue 1 captured within the geographic boundaries of the dissolved district 2 under tax increment financing acts; and certified mills do not 3 include the certified mills of the dissolved district. For a 4 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).

(b) For a district that had a 1994-95 foundation allowance 12 13 greater than \$6,500.00, the state payment under this subsection is 14 the sum of the amount calculated under subdivision (a) plus the 15 amount calculated under this subdivision. The amount calculated 16 under this subdivision must be equal to the difference between the district's 1994-95 foundation allowance minus \$6,500.00 and the 17 18 current year hold harmless school operating taxes per pupil. If the 19 result of the calculation under subdivision (a) is negative, the 20 negative amount is an offset against any state payment calculated under this subdivision. If the result of a calculation under this 21 22 subdivision is negative, there is not a state payment or a 23 deduction under this subdivision. The taxable values per membership 24 pupil used in the calculations under this subdivision are as 25 adjusted by ad valorem property tax revenue captured under tax 26 increment financing acts divided by the district's membership. For 27 a receiving district, if school operating taxes are to be levied on behalf of a dissolved district that has been attached in whole or 28 29 in part to the receiving district to satisfy debt obligations of



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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
10 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.

(5) Except as otherwise provided in this subsection, for a 16 district that is formed or reconfigured after June 1, 2000 by 17 18 consolidation of 2 or more districts or by annexation, the resulting district's 1994-95 foundation allowance under this 19 20 section beginning after the effective date of the consolidation or annexation is the average of the 1994-95 foundation allowances of 21 each of the original or affected districts, calculated as provided 22 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 each of the original districts. If an affected district's 1994-95 26 27 foundation allowance is less than the 1994-95 basic foundation allowance, the amount of that district's 1994-95 foundation 28 29 allowance is considered for the purpose of calculations under this



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subsection to be equal to the amount of the 1994-95 basic
 foundation allowance. This subsection does not apply to a receiving
 district unless there is a subsequent consolidation or annexation
 that affects the district.

5 6 (6) Payments under this section are subject to section 25g.

(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 12 number of mills of school operating taxes levied by the district in 13 1993-94.

14 (c) "Current fiscal year" means the fiscal year for which a15 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



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1 revised school code, MCL 380.12.

(f) "Hold harmless millage" means, for a district with a 1994-2 95 foundation allowance greater than \$6,500.00, the number of mills 3 by which the exemption from the levy of school operating taxes on a 4 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 380.1211, as certified by the department of treasury for the 1994 12 tax year. For a receiving district, if school operating taxes are 13 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 revised school code, MCL 380.12, school operating taxes do not 17 18 include school operating taxes levied within the geographic area of the dissolved district. 19

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.

(h) "Nonexempt property" means property that is not a principal residence, qualified agricultural property, qualified forest property, supportive housing property, industrial personal property, commercial personal property, or property occupied by a public school academy.

(i) "Principal residence", "qualified agricultural property",
"qualified forest property", "supportive housing property",



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"industrial personal property", and "commercial personal property"
 mean those terms as defined in section 1211 of the revised school
 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 (1) "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.

(m) "Tax increment financing acts" means parts 2, 3, 4, and 6
of 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.

18 (n) "Taxable value per membership pupil" means each of the 19 following divided by the district's membership:

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



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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 property for the calendar year ending in the current fiscal year. 11 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 revised school code, MCL 380.12, school operating taxes do not 16 17 include school operating taxes levied within the geographic area of the dissolved district. 18

19 Sec. 22b. (1) For discretionary nonmandated payments to 20 districts under this section, there is allocated for $\frac{2020-2021}{200-2021}$ 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 \$79,800,000.00 \$72,000,000.00 from the community district education 24 25 trust fund appropriation in section 11, and there is allocated for 26 2021-2022-2023 an amount not to exceed \$5,132,000,000.00 27 \$5,686,000,000.00 from the state school aid fund and general fund appropriations in section 11 and an amount not to exceed 28 \$72,000,000.00 from the community district education trust fund 29



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appropriation in section 11. Of the funds allocated under this 1 section for 2021-2022, \$13,600,000.00 \$14,500,000.00 represents the 2 amount of the general fund revenue deposited into the state school 3 aid fund to reimburse the state school aid fund for community 4 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 appropriation under section 11 is insufficient to pay for an 12 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 education trust fund appropriation in section 11, funds allocated 16 under this section that are not expended in the fiscal year for 17 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.

(2) Subject to subsection (3) and section 296, the allocation
to a district under this section is an amount equal to the sum of
the amounts calculated under sections 20, 20m, 51a(2), 51a(3), and
51a(11), minus the sum of the allocations to the district under



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sections 22a and 51c. For a community district, the allocation as 1 otherwise calculated under this section is increased by an amount 2 equal to the amount of local school operating tax revenue that 3 would otherwise be due to the community district if not for the 4 operation of section 386 of the revised school code, MCL 380.386, 5 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, MCL14 380.1280b.

(b) Comply with sections 1278a and 1278b of the revised schoolcode, MCL 380.1278a and 380.1278b.

17 (c) Furnish data and other information required by state and18 federal law to the center and the department in the form and manner19 specified by the center or the department, as applicable.

20 (d) Comply with section 1230g of the revised school code, MCL21 380.1230g.

(e) Comply with section 21f.

23 (f) For a district that has entered into a partnership24 agreement with the department, comply with section 22p.

(4) Districts are encouraged to use funds allocated under this section for the purchase and support of payroll, human resources, and other business function software that is compatible with that of the intermediate district in which the district is located and with other districts located within that intermediate district.



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(5) From the allocation in subsection (1), the department
 shall pay up to \$1,000,000.00 in litigation costs incurred by this
 state related to commercial or industrial property tax appeals,
 including, but not limited to, appeals of classification, that
 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.

14 (7) It is the intent of the legislature that all 15 constitutional obligations of this state have been fully funded 16 under sections 22a, 31d, 51a, 51c, **51e**, and 152a. If a claim is 17 made by an entity receiving funds under this article that 18 challenges the legislative determination of the adequacy of this funding or alleges that there exists an unfunded constitutional 19 20 requirement, the state budget director may escrow or allocate from 21 the discretionary funds for nonmandated payments under this section 22 the amount as may be necessary to satisfy the claim before making 23 any payments to districts under subsection (2). If funds are 24 escrowed, the escrowed funds are a work project appropriation and 25 the funds are carried forward into the following fiscal year. The purpose of the work project is to provide for any payments that may 26 27 be awarded to districts as a result of litigation. The work project is completed upon resolution of the litigation. 28

29

(8) If the local claims review board or a court of competent



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jurisdiction makes a final determination that this state is in 1 violation of section 29 of article IX of the state constitution of 2 1963 regarding state payments to districts, the state budget 3 director shall use work project funds under subsection (7) or 4 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 unfunded constitutional requirement, any interested party may seek 12 an expedited review of the claim by the local claims review board. 13 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.

(10) If payments resulting from a final determination by the local claims review board or a court of competent jurisdiction that there has been a violation of section 29 of article IX of the state constitution of 1963 exceed the amount allocated for discretionary nonmandated payments under this section, the legislature shall provide for adequate funding for this state's constitutional obligations at its next legislative session.

(11) If a lawsuit challenging payments made to districts
related to costs reimbursed by federal title XIX Medicaid funds is
filed against this state, then, for the purpose of addressing
potential liability under such a lawsuit, the state budget director
may place funds allocated under this section in escrow or allocate
money from the funds otherwise allocated under this section, up to



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a maximum of 50% of the amount allocated in subsection (1). If 1 2 funds are placed in escrow under this subsection, those funds are a 3 work project appropriation and the funds are carried forward into the following fiscal year. The purpose of the work project is to 4 provide for any payments that may be awarded to districts as a 5 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 payments to districts if the amount or allocation of reimbursed 9 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 to 1396w-5. 12

13

(12) As used in this section:

14 (a) "Dissolved district" means that term as defined in section15 20.

(b) "Local school operating revenue" means school operating 16 17 taxes levied under section 1211 of the revised school code, MCL 18 380.1211. For a receiving district, if school operating taxes are to be levied on behalf of a dissolved district that has been 19 20 attached in whole or in part to the receiving district to satisfy debt obligations of the dissolved district under section 12 of the 21 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.

(c) "Receiving district" and "school operating taxes" meanthose terms as defined in section 20.

Sec. 22c. From the state school aid fund money appropriated in
section 11, there is allocated for 2021-2022 2022-2023 an amount
not to exceed \$3,000,000.00 for payments to eligible districts as



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provided under this section. The payment for an eligible district under this section must be in an amount per membership pupil equal to \$171.00. As used in this section:

4 (a) "Eligible 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.

(c) (b) "Local school operating revenue per membership pupil" means that term as defined in section 20.a district's local school operating revenue divided by the district's membership excluding special education pupils.

16 Sec. 22d. (1) From the state school aid fund money appropriated under section 11, an amount not to exceed 17 \$8,420,000.00 \$8,858,000.00 is allocated for 2021-2022 2022-2023 18 19 for supplemental payments to rural districts under this section. 20 (2) From the allocation under subsection (1), there is 21 allocated for 2021-2022 2022-2023 an amount not to exceed \$1,557,300.00 \$1,638,300.00 for payments under this subsection to 22 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. 26 (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:

29

(i) Is located in the Upper Peninsula at least 30 miles from



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1 any other public school building.

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 financial needs of each eligible district, and develop and agree on 11 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 approval by the superintendent of public instruction, the amounts 16 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.

(4) Subject to subsection (7), from the allocation in
subsection (1), there is allocated for 2021-2022-2022-2023 an
amount not to exceed \$6,042,700.00 \$6,357,000.00 for payments under
this subsection to districts that have fewer than 10.0 pupils per
square mile as determined by the department.

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.



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1 (b) The balance of the funding under subsection (4) is2 allocated as follows:

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.

(6) From the allocation in subsection (1), there is allocated an amount not to exceed \$820,000.00 \$862,700.00 for payments under this subsection to districts that have greater than 250 square miles and that do not receive funding under subsection (2) or (4). The funds allocated under this subsection must be allocated on an equal per-pupil basis.

21 (7) A district receiving funds allocated under subsection (2)22 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 2022-2023 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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consortia of intermediate districts that previously received
 funding from the technology readiness infrastructure grant under
 former section 22i for the purpose of establishing regional data
 hubs that are part of the Michigan data hub network is eligible for
 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 make17 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 data26 hub network under this section is voluntary and is not required.

27 (8) Entities receiving funding under this section shall use28 the funds for all of the following:

29

(a) Creating an infrastructure that effectively manages the



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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 student4 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 student14 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.

(g) Creating a governance model to facilitate sustainable
operations of the infrastructure in the future, including
administration, legal agreements, documentation, staffing, hosting,
and funding.

(h) Evaluating future data initiatives at all levels to
determine whether the initiatives can be enhanced by using the
standardized environment in the Michigan data hub network.

(9) Not later than January 1 of each fiscal year, the center shall prepare a summary report of information provided by each entity that received funds under this section that includes measurable outcomes based on the objectives described under this section and a summary of compiled data from each entity to provide



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a means to evaluate the effectiveness of the project. The center
 shall submit the report to the house and senate appropriations
 subcommittees on school aid and to the house and senate fiscal
 agencies.

Sec. 22p. (1) Subject to subsection (2), in order to receive funding under section 22b, a district or public school academy that is assigned by the superintendent of public instruction as a partnership district must have a signed 3-year partnership gareement 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 state21 assessments described in section 104b or 104c.

(B) At least 1 proficiency or growth outcome based on a
benchmark assessment described in section 104a.104h or 104i, as
applicable.

(b) Accountability measures to be imposed if the district or public school academy does not achieve the measurable academic outcomes described in subdivision (a) for each school operated by the district or public school academy that is subject to the partnership agreement. For a district assigned as a partnership



district as described in this subsection, accountability measures under this subdivision must include the reconstitution of the school. For a public school academy assigned as a partnership district as described in this subsection, accountability measures under this subdivision may include the reconstitution of the 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.

(d) For a district assigned as a partnership district as described in this subsection, a provision that, if reconstitution is imposed on a school that is operated by the district and that is subject to the partnership agreement, reconstitution may require closure of the school building, but, if the school building remains open, reconstitution must include, but is not limited to, all of the following:

(i) The district shall make significant changes to the
instructional and noninstructional programming of the school based
on the needs identified through a comprehensive review of data in
compliance with section 21h.

25 (*ii*) The district shall review whether the current principal of26 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



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goals are not achieved within 3 years, the superintendent of public
 instruction shall impose a second reconstitution plan.

3 (2) If a district or public school academy is assigned as a partnership district as described in subsection (1) during the 4 current fiscal year, it shall ensure that it has a signed 5 6 partnership agreement as described in subsection (1) in place by 7 not later than 90 days after the date that it is assigned as a 8 partnership district. If a district or public school academy 9 described in this subsection does not comply with this subsection, 10 the department shall withhold funding under section 22b for that 11 district or public school academy until the district or public 12 school academy has a signed partnership agreement as described in 13 subsection (1) in place.

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.

18 (2) Except as otherwise provided in this subsection, to receive funding under this section, subject to subsection (3), an 19 20 intermediate district must apply for the funding in a form and 21 manner prescribed by the department. In its application described 22 in this subsection, an intermediate district must include the 23 number of eligible children the intermediate district intends to 24 serve through programs described in this section. The department 25 shall allow an intermediate district to apply for funding under 26 this section on a rolling basis, as funding is needed by the 27 intermediate district. The department shall ensure that each 28 intermediate district is given an opportunity to apply for funding 29 under this section before it awards all of the funding under this



1 section.

2 (3) To receive funding under this section, an intermediate3 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



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section, including, but not limited to, the provision of bonus
 payments to teachers and staff members who work in the learning pod
 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 in this section, and a brief description of how that time was 12 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 state budget office, the house and senate subcommittees responsible 16 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



the department. The department shall compile the surveys it receives under this subsection and submit 1 report concerning the survey results to the house fiscal agency, the senate fiscal agency, the state budget office, the house and senate subcommittees responsible for K to 12 school aid, and the house and senate 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:

(a) "Eligible child" or "eligible children" means a child orchildren to whom any of the following apply:

(i) The child is or children are 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.

(*ii*) For a child or children for whom the results of the state
summative assessment have been received, the child or the children
did not achieve proficiency on the English language arts,
mathematics, science, or social studies content area assessment.

(*iii*) The child or children are at risk of not meeting the core
academic curricular objectives in English language arts or
mathematics, as demonstrated on local assessments.

(b) "Learning pod" means a group of eligible children
participating together in a summer program designed to provide
learning enrichment opportunities, academic supports that help
students catch up with their peers, and classroom experiences
designed to prevent or reduce summer learning loss.

29

(c) "Summer" means a period beginning June 1 and ending



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1 September 2 of the same year.

2 Sec. 24. (1) From the state school aid fund money appropriated in section 11, there is allocated for 2020-2021 an amount not to 3 exceed \$7,650,000.00 and there is allocated for 2021-2022-2023 4 5 an amount not to exceed \$7,650,000.00 for payments to the educating 6 district or intermediate district for educating pupils assigned by 7 a court or the department of health and human services to reside in 8 or to attend a juvenile detention facility or child caring 9 institution licensed by the department of health and human services 10 and approved by the department to provide an on-grounds education 11 program. The amount of the payment under this section to a district or intermediate district is calculated as prescribed under 12 subsection (2). 13

14 (2) The department shall allocate the total amount allocated 15 under this section by paying to the educating district or 16 intermediate district an amount equal to the lesser of the 17 district's or intermediate district's added cost or the 18 department's approved per-pupil allocation for the district or 19 intermediate district. For the purposes of this subsection:

20 (a) "Added cost" means 100% of the added cost each fiscal year 21 for educating all pupils assigned by a court or the department of health and human services to reside in or to attend a juvenile 22 23 detention facility or child caring institution licensed by the department of health and human services or the department of 24 25 licensing and regulatory affairs and approved by the department to 26 provide an on-grounds education program. Added cost is computed by deducting all other revenue received under this article for pupils 27 described in this section from total costs, as approved by the 28 29 department, in whole or in part, for educating those pupils in the



on-grounds education program or in a program approved by the
 department that is located on property adjacent to a juvenile
 detention facility or child caring institution. Costs reimbursed by
 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 described in this section at a residential child caring institution 12 may operate, and receive funding under this section for, a 13 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 and offered in 1991-92 an on-grounds educational program that was 17 18 longer than 181 days but not longer than 233 days and that was operated by a district or intermediate district. 19

20 (4) Special education pupils funded under section 53a are not21 funded under this section.

Sec. 24a. From the state school aid fund money appropriated in 22 23 section 11, there is allocated an amount not to exceed \$1,355,700.00 for 2021-2022-2022-2023 for payments to intermediate 24 25 districts for pupils who are placed in juvenile justice service facilities operated by the department of health and human services. 26 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



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in facilities described in this section that are located within the 1 intermediate district's boundaries. The intermediate districts 2 receiving payments under this section shall cooperate with the 3 department of health and human services to ensure that all funding 4 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 consents to the transfer. 13

Sec. 25f. (1) From the state school aid fund money appropriated in section 11, there is allocated an amount not to exceed \$1,600,000.00 for 2021-2022 2022-2023 for payments to strict discipline academies established under sections 1311b to 1311m of the revised school code, MCL 380.1311b to 380.1311m, and qualified districts, as provided under this section.

(2) In order to receive funding under this section, a strict
discipline academy or qualified district must first comply with
section 25e and use the pupil transfer process under that section
for changes in enrollment as prescribed under that section.

(3) The total amount allocated to a strict discipline academy
or qualified district under this section must first be distributed
as the lesser of the strict discipline academy's or qualified
district's added cost or the department's approved per-pupil
allocation for the strict discipline academy or qualified district.
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.



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(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.

7 (6) The department shall make payments to districts strict
8 discipline academies and qualified districts under this section
9 according to the payment schedule under section 17b.

10 (7) For purposes of this section, the pupil membership for the 11 current fiscal year for a qualified district is the actual number 12 of pupils that are in the custody of a county juvenile agency as 13 described in subsection (8)(c).

14

(8) As used in this section:

15 (a) "Added cost" means 100% of the added cost each fiscal year for educating all pupils enrolled and in regular daily attendance 16 17 at a strict discipline academy or qualified district. Added cost 18 must be computed by deducting all other revenue received under this 19 article for pupils described in this subdivision from total costs, 20 as approved by the department, in whole or in part, for educating 21 those pupils in a strict discipline academy or qualified district. 22 The department shall include all costs, including, but not limited 23 to, educational costs, insurance, management fees, technology costs, legal fees, auditing fees, interest, pupil accounting costs, 24 25 and any other administrative costs necessary to operate the program 26 or to comply with statutory requirements. Costs reimbursed by 27 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



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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. 25g. (1) From the state school aid fund money appropriated in section 11, there is allocated an amount not to 18 19 exceed \$750,000.00 for 2021-2022 2022-2023 for the purposes of this 20 section. Except as otherwise provided in this section, if the operation of the special membership counting provisions under 21 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 in a fiscal year, then the payment made for the pupil under 24 25 sections 22a and 22b must not be based on more than 1.0 FTE for that pupil, and that portion of the FTE that exceeds 1.0 is paid 26 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.



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(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 \$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 15 \$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 all necessary information to properly determine the amounts due to 21 each eligible recipient. 22

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



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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.

7 Sec. 26c. (1) From the state school aid fund money 8 appropriated under section 11, there is allocated an amount not to 9 exceed \$11,300,000.00 \$14,800,000.00 for 2020-2021-2021-2022 and 10 there is allocated an amount not to exceed \$13,800,000.00 11 \$14,800,000.00 for 2021-2022-2023 to the promise zone fund created in subsection (3). The funds allocated under this section 12 reflect the amount of revenue from the collection of the state 13 14 education tax captured under section 17 of the Michigan promise 15 zone authority act, 2008 PA 549, MCL 390.1677.

16 (2) Funds allocated to the promise zone fund under this 17 section must be used solely for payments to eligible districts and intermediate districts, in accordance with section 17 of the 18 Michigan promise zone authority act, 2008 PA 549, MCL 390.1677, 19 20 that have a promise zone development plan approved by the department of treasury under section 7 of the Michigan promise zone 21 authority act, 2008 PA 549, MCL 390.1667. Eligible districts and 22 23 intermediate districts shall use payments made under this section 24 for reimbursement for qualified educational expenses as that term 25 is defined in section 3 of the Michigan promise zone authority act, 2008 PA 549, MCL 390.1663. 26

27 (3) The promise zone fund is created as a separate account
28 within the state school aid fund to be used solely for the purposes
29 of the Michigan promise zone authority act, 2008 PA 549, MCL



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1 390.1661 to 390.1679. All of the following apply to the promise2 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 fiscal
7 year remains in the promise zone fund and does not lapse to the
8 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 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

24 by the intermediate district only for the purposes for which the 25 property taxes were originally levied.

(3) The Michigan strategic fund and the Michigan economic
development corporation shall work with the department of treasury
in identifying the amount of tax revenues that are to be reimbursed
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.

(2) To establish initial eligibility for an award from funding
under this section, an individual must meet all of the following
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.

25

(c) Not have previously earned a teacher certification.

26 (d) Timely complete a grant application in a form and manner27 prescribed by the department of treasury.

(e) Timely file the Free Application for Federal Student Aidfor the enrollment period described in subdivision (b).



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(f) Timely apply for all available gift aid for the enrollment
 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 at9 least 3.0.

10 (i) Be a resident of this state, as determined for purposes of11 the Free Application for Federal Student Aid.

12 (3) To establish continuing eligibility for an award under
13 this section at an eligible educator preparation program, an
14 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.

25 (c) Participate in relevant academic and career advising
26 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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(e) Timely apply for all available gift aid for each academic
 year in which the individual applies for funding under this
 section.

4 (f) Maintain residency in this state, as determined for5 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.

(b) For a recipient of funding under this section who received
an award for 2 academic years, 4 years of work as a certified
teacher in a public school, nonpublic school, or a qualifying
public preschool program in this state.



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(c) For a recipient of funding under this section who received
 an award for 3 academic years, 5 years of work as a certified
 teacher in a public school, nonpublic school, or a qualifying
 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

(9) An individual may not concurrently receive funding through
programs funded under this section and grow your own programs
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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appropriations subcommittees on K to 12 school aid and the house
 and senate fiscal agencies for any additional appropriation
 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 education11 in this state.

12 (b) Has an established school of education with an educator13 preparation program approved by the department.

14

(c) Enrolls 1 or more future educator fellowship recipients.

15 (d) Has not increased tuition and fee rates above the16 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, subtitle M of Public Law 117-2, to districts and intermediate 24 25 districts for a grow your own program as described in subsection 26 (2).

(2) Districts and intermediate districts receiving funding
under this section shall use the funding to implement a grow your
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.

(e) Substitute employee salary and wages for the duration of
the educator preparation program attended by the recipient staff of
the district or intermediate district.

(f) Costs for curriculum, materials, professional development, and hands-on-learning experiences to implement a program within the district or intermediate district to encourage students in any of grades 6 through 12 to consider a career in education. Not more than 10% of funds received by a district or intermediate district under this section may be used for this purpose.

(3) The department shall establish a grant process to
distribute funds under this section. A district or intermediate
school district must apply for funds in a form and manner
prescribed by the department. As part of the application described
in this subsection, a district or intermediate district must submit
the following information and assurances:

(a) Demonstrated need for funding in the district or
intermediate district or the broader community, including projected
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 eligible 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



intended to respond to the COVID-19 public health emergency and its
 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 7 work project appropriation, and any unexpended funds for 2022-2023 8 are carried forward into 2023-2024. The purpose of the work project 9 is to continue support for grow your own programs in districts and 10 intermediate districts. The estimated completion date of the work 11 project is December 31, 2026.

12 Sec. 27c. (1) From the state school aid fund money 13 appropriated in section 11, there is allocated \$50,000,000.00 for 14 2022-2023 for the MI future educator student teacher stipend 15 program. Except as otherwise provided in this section, the funds 16 allocated under this section must be paid to eligible educator 17 preparation programs for payments to eligible student teachers 18 working in a district.

19 (2) An eligible student teacher under this subsection must20 meet all the following:

21 (a) The individual must be admitted to an eligible educator 22 preparation program, be working toward a teacher certification, be 23 participating in required student teaching coursework, and be 24 maintaining satisfactory academic progress. As used in this 25 subdivision, "required student teaching coursework" means credit 26 hours, or the program equivalent, required by an eligible educator 27 preparation program for successful completion of the program. This 28 coursework must include regular placement in a district where the 29 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 noteligible 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



working as a student teacher, and that district must forward the 1 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 treasury shall first award funding for eligible student teachers 5 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.

(4) Eligible educator preparation programs shall pay funds
received under this section, in entirety, to the eligible student
teacher. Eligible student teachers may use these funds for any of
the following:

15

(a) Tuition costs.

(b) Living expenses, including, but not limited to, housingcosts, health care costs, and transportation costs.

18 (c) Childcare costs for a dependent of the student teacher.

19 (d) Any other costs associated with student teaching, as20 determined by the department of treasury.

(5) Notwithstanding section 17b, the department of treasury
shall make payments under this section on a schedule determined by
the department of treasury.

(6) As used in this section, "eligible educator preparation
program" means an institution of higher education that meets all of
the following:

27 (a) Is a public or private institution of higher education in28 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 the3 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 the20 educator fellowship public provider fund for auditing purposes.

(5) The department of treasury shall expend money from the
educator fellowship public provider fund, upon appropriation, for
the purposes described in section 27a(10) for students admitted to
public educator preparation programs.

(6) For the fiscal year ending September 30, 2022 only,
\$235,000,000.00 from the state school aid fund is deposited into
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.

(3) Money in the educator fellowship private provider fund at
the close of the fiscal year remains in the educator fellowship
private provider fund and does not lapse to the general fund or
state school aid fund.

14 (4) The department of treasury is the administrator of the15 educator fellowship private provider fund for auditing purposes.

16 (5) The department of treasury shall expend money from the
17 educator fellowship private provider fund, upon appropriation, for
18 the purposes described in section 27a(10) for students admitted to
19 private educator preparation programs.

20 (6) For the fiscal year ending September 30, 2022 only,
21 \$45,000,000.00 from the general fund is deposited into the educator
22 fellowship private programs fund.

23 Sec. 27f. (1) From the general fund money appropriated in 24 section 11, there is allocated an amount not to exceed \$500,000.00 25 for 2021-2022 only to an association that represents a consortium 26 of urban school districts in this state working in partnership with 27 a research consultant for the purposes under this section.

(2) Funds under this section must be used only to support ananalysis and an accompanying report of this state's education



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workforce. The analysis described in this subsection must provide
 all of the following:

3 (a) The identification of effective and financially
4 sustainable strategies districts have developed to address staffing
5 shortages.

6 (b) An evaluation of how educator workforce shortages compare 7 among the various districts across this state in efforts to improve 8 the diversity of the workforce and to understand how workforce 9 shortages relate to questions of equity in education.

10 (c) Recommendations for both short-term and long-term11 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.

(e) An analysis of district-level personnel data from urban
and rural districts that have faced the largest declines in staff
and face the greatest burdens in addressing educator shortages.

18 (f) The inclusion of targeted feedback from school-level19 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.

(5) 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 support for the analysis described in subsection 1 (2). The estimated completion date of the work project is September 2 30, 2023. 3 4 Sec. 28. (1) To recognize differentiated instructional costs 5 for different types of pupils in 2021-2022, **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. 13 (c) Section 31a, at risk, additional payment, \$12,000,000.00. 14 (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. 18 (f) Section 51f, special education, additional percentages, 19 \$90,207,000.00. 20 (e) (g) Section 61a, career and technical education, standard reimbursement, \$37,611,300.00.\$47,611,300.00. 21 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 allocated in the sections listed in subsection (1). 26 27 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



implementation of the troops-to-teachers initiative as described in
 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-to9 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 shall25 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 training3 described in this subdivision:

4

(A) It must be for a duration of 1 semester.

5 (B) It must include a process through which a qualified 6 troops-to-teachers member serves as a student teacher at a school 7 operated by the district while shadowing a mentor teacher during 8 the duration of the training. To the extent possible, a qualified 9 troops-to-teachers member who has interest in teaching in a certain 10 subject or grade level must be paired under this sub-subparagraph 11 with a mentor teacher who teaches in the applicable subject or 12 grade level.

13 (C) After the qualified troops-to-teachers member has 14 completed 1 semester of student teaching as described in sub-15 subparagraph (B), the mentor teacher he or she was paired with as 16 described in sub-subparagraph (B) shall either approve or 17 disapprove his or her completion of phase 1 mentorship training and 18 recommend or not recommend his or her deployment into teaching in 19 classrooms and certification. A qualified troops-to-teachers member 20 is not considered to have completed phase 1 mentorship training 21 under this subparagraph unless his or her mentor teacher has 22 approved the completion as described in this sub-subparagraph.

23 (*ii*) All of the following apply to phase 2 mentorship training
24 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.



1 (C) It must include a process through which a qualified 2 troops-to-teachers member serves as a student teacher at a school 3 operated by the district while shadowing a mentor teacher during 4 the duration of the training. To the extent possible, a qualified 5 troops-to-teachers member who has interest in teaching in a certain 6 subject or grade level must be paired under this sub-subparagraph 7 with a mentor teacher who teaches in the applicable subject or 8 grade level.

9 (D) After the qualified troops-to-teachers member has 10 completed 1 semester of student teaching as described in sub-11 subparagraph (C), the mentor teacher he or she was paired with as 12 described in sub-subparagraph (C) shall either approve or 13 disapprove his or her completion of phase 2 mentorship training and 14 recommend or not recommend his or her deployment into teaching in 15 classrooms and certification. A qualified troops-to-teachers member is not considered to have completed phase 2 mentorship training 16 17 under this subparagraph unless his or her mentor teacher has 18 approved the completion as described in this sub-subparagraph.

19 (b) The payment of a salary for each qualified troops-to-20 teachers member for his or her completion of 1 semester of student 21 teaching as part of part 1 or 2 mentorship training described in 22 this subsection, whether or not he or she is approved for 23 completion of phase 1 or 2 mentorship training as described in this 24 subsection, in an amount that equals the starting teacher salary in 25 the district. This subdivision does not limit, if in compliance 26 with other laws, the district from providing additional 27 compensation to a qualified troops-to-teachers member described in 28 this subdivision.

29

(c) The payment of costs and fees associated with completion



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1 of each subject area examination for each subject area in which a 2 qualified troops-to-teachers member applies to be certified for a 3 qualified troops-to-teachers member who has completed phase 1 or 2 4 mentorship training as described in this subsection.

5 (d) The hiring of support staff to implement the troops-to-6 teachers initiative described in this section.

7 (e) The hiring, as teachers, of qualified troops-to-teachers 8 members who completed the phase 1 or 2 mentorship training as 9 described in this subsection and obtained teacher certification and 10 the payment to those qualified troops-to-teachers members of a 11 salary that equals, at a minimum, either of the following, as 12 applicable:

13 (i) For the qualified troops-to-teachers member's first year of
14 employment as a teacher, either of the following, as applicable:

(A) If the highest yearly salary the qualified troops-to-15 16 teachers member received in the military is higher than the 17 starting teacher salary in the district, the sum of a starting 18 teacher salary in the district and 50% of the difference between 19 the highest yearly salary the qualified troops-to-teachers member 20 received in the military and the starting teacher salary in the 21 district. However, the amount described in this sub-subparagraph 22 must not exceed the highest teacher salary in the district. For a 23 qualified troops-to-teachers member described in this subsubparagraph, only 50% of the difference between the highest yearly 24 25 salary the qualified troops-to-teachers member received in the 26 military and the starting teacher salary described in this sub-27 subparagraph may be paid for from money received under this section 28 and the other portion of the salary described in this sub-29 subparagraph must be paid by the district from funds other than



1 funds received under this section.

(B) If the highest yearly salary the qualified troops-toteachers member received in the military is lower than the starting
teacher salary in the district, the starting teacher salary in the
district. The entirety of a salary described in this subsubparagraph must be paid by the district from funds other than
funds received under this section.

8 (ii) 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 application under subsection (2), ensuring that 100% of a member's 14 15 salary is paid from funding other than funding received under this 16 section by September 30, 2027.

(f) Any other fees or costs associated with the implementation
of the troops-to-teachers initiative described in this section, as
determined by the department.

(4) The department must provide an annual report to the house and senate appropriations subcommittees on school aid, the house and senate fiscal agencies, and the state budget director on the troops-to-teachers initiative under this section, including the number of qualified troops-to-teachers members who were hired as certificated teachers in each district that received funding under this section.

(5) 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



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

4

(6) As used in this section:

5 (a) "Mentor teacher" means a certificated teacher who has6 served as a certificated teacher for 5 or more school years.

7 (b) "Qualified troops-to-teachers member" means an individual8 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 a13 public or private university.

14 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 16 17 money appropriated in section 11 there is allocated for 2021-2022 an amount not to exceed \$1,500,000.00, and, from the state school 18 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 eligible districts and eligible 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 eligible 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

29 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.
- (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),



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1 or (d) the greater of the following:

2 (i) The number of membership pupils in the district or public
3 school academy who are determined to be economically disadvantaged,
4 as reported to the center in the form and manner prescribed by the
5 center not later than the fifth Wednesday after the pupil
6 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



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eligible public school academy is in the community eligibility
 program.

(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.

11 (c) If the district or public school academy began operations as a district or public school academy after the pupil membership 12 count day of the current fiscal year, the number of membership 13 14 pupils in the district or public school academy who are determined 15 to be economically disadvantaged, as reported to the center in the form and manner prescribed by the center not later than the fifth 16 17 Wednesday after the supplemental count day of the current fiscal 18 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 27 the department may choose to have the calculations under 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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1 to be economically disadvantaged, as reported to the center in the 2 form and manner prescribed by the center not later than the fifth 3 Wednesday after the supplemental count day of the immediately 4 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.

27 (6) A district or public school academy that receives funds
28 under this section and that operates a school breakfast program
29 under section 1272a of the revised school code, MCL 380.1272a,



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1 shall use from the funds received under this section an amount, not 2 to exceed \$10.00 per pupil for whom the district or public school 3 academy receives funds under this section, necessary to pay for 4 costs associated with the operation of the school breakfast 5 program.

6 (7) From the state school aid fund money allocated under 7 subsection (1), there is allocated for 2021-2022 an amount not to 8 exceed \$8,000,000.00 and there is allocated for 2022-2023 an amount 9 not to exceed \$33,000,000.00 to support primary health care 10 services provided to children and adolescents up to age 21. These 11 funds must be expended in a form and manner determined jointly by the department and the department of health and human services. If 12 13 any funds allocated under this subsection are not used for the 14 purposes of this subsection for the fiscal year in which they are 15 allocated, those unused funds must be used that fiscal year to 16 avoid or minimize any proration that would otherwise be required 17 under subsection (15) for that fiscal year. When making funding 18 decisions for new adolescent health centers under this subsection, 19 the department and department of health and human services shall 20 prioritize support for primary health care services in unserved 21 counties as of the effective date of the amendatory act that added 22 this sentence. An amount not to exceed 4% of the funds allocated 23 for 2022-2023 under this subsection must be made available for 24 technical support and coordination services from a nonprofit 25 organization exclusively dedicated to serving adolescent health 26 centers in this state and that has a membership that includes 27 federally qualified health centers, local public health 28 departments, hospital systems, and public school districts. As a 29 requirement of being awarded the funds under this subsection as



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



conducted or services performed by the district or public school 1 academy using funds under this section, the amount of funds under 2 this section allocated to each of those programs or services, the 3 total number of at risk pupils served by each of those programs or 4 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 with this subsection, the department shall withhold an amount equal 12 to the August payment due under this section until the district or 13 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.

(11) Subject to subsections (6), (7), and (8), for schools in
which more than 40% of pupils are identified as at-risk, a district
or public school academy may use the funds it receives under this
section to implement tier 1, evidence-based practices in schoolwide
reforms that are guided by the district's comprehensive needs
assessment and are included in the district improvement plan.



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Schoolwide reforms must include parent and community supports,
 activities, and services, that may include the pathways to
 potential program created by the department of health and human
 services or the communities in schools program. As used in this
 subsection, "tier 1, evidence-based practices" means research based
 instruction and classroom interventions that are available to all
 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 leadership and teachers and must be aligned to professional 13 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, MCL20 380.1280f, as required under subsection (3), with fidelity.

(13) A-For 2021-2022, a district or public school academy that receives funds under subsection (4) or (17) may use funds received under subsection (4) or (17) for support staff providing services to at-risk pupils. For 2022-2023, a district or public school academy that receives funds under subsection (4) or (17) may use funds received under subsection (4) or (17) for support staff providing services to at-risk pupils.

28 (14) A district or public school academy that receives funds29 under this section may use up to 10% of the funds received under



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1 this section to provide evidence-based instruction for pre2 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 20218 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 revised school code, MCL 380.12, the intermediate district to which 11 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), would have been more than the district's or public school academy's 24 allocation under this section for 2021-2022 as calculated under 25 26 subsection (4) only and as adjusted under subsection (15). The 27 allocation for each district or public school academy under this subsection is an amount equal to its allocation under this section 28 for 2020-2021 minus its allocation as otherwise calculated under 29



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subsection (4) for 2021-2022 as adjusted by subsection (15), using 1 in those calculations the 2017-2018 number of pupils determined to 2 be economically disadvantaged. However, if the allocation as 3 otherwise calculated under this subsection would have been less 4 than \$0.00, the allocation under this subsection is \$0.00. If 5 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 calculating payments under this subsection. This subsection does 13 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:

(a) "At-risk pupil" means a pupil in grades pre-K to 12 for
whom the district has documentation that the pupil meets any of the
following criteria:

- **28** (*i*) The pupil is economically disadvantaged.
- 29

(ii) The pupil is an English language learner.



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(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.

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 the8 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.

12 (*ix*) For pupils for whom the results of the state summative 13 assessment have been received, is a pupil who did not achieve 14 proficiency on the English language arts, mathematics, science, or 15 social studies content area assessment.

16 (x) Is a pupil who is at risk of not meeting the district's or 17 public school academy's core academic curricular objectives in 18 English language arts or mathematics, as demonstrated on local 19 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
 care, as reported to the center.

5 (e) (c) "English language learner" means limited English
6 proficient pupils who speak a language other than English as their
7 primary language and have difficulty speaking, reading, writing, or
8 understanding English as reported to the center.

9 (d) "Statewide weighted average foundation allowance" means 10 the number that is calculated by adding together the result of each 11 district's or public school academy's foundation allowance, not to exceed the target foundation allowance for the current fiscal year, 12 or per-pupil payment calculated under section 20 multiplied by the 13 14 number of pupils in membership in that district or public school 15 academy, and then dividing that total by the statewide number of 16 pupils in membership.

17 (f) "Local school operating revenue" means that term as18 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



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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, \$900,000,000.00, 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.



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(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.

8 Sec. 31f. (1) From the state school aid fund money 9 appropriated in section 11, there is allocated an amount not to 10 exceed \$11,900,000.00 for 2020-2021 and there is allocated an 11 amount not to exceed \$11,900,000.00 for 2021-2022 2022-2023 for the 12 purpose of making payments to districts to reimburse for the cost 13 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.

20 (b) Each breakfast eligible for payment meets the federal21 standards described in subdivision (a).

(3) The payment for a district under this section is at a per 22 23 meal rate equal to the lesser of the district's actual cost or 100% 24 of the statewide average cost of a meal served, as determined and 25 approved by the department, less federal reimbursement, participant payments, and other state reimbursement. The department shall 26 27 determine the statewide average cost using costs as reported in a 28 manner approved by the department for the preceding school year. 29 (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 nonschool sponsor to purchase or increase purchases of whole or minimally processed fruits, vegetables, and legumes grown in this



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state. The maximum amount that may be drawn down on a grant to a 1 district or other non-school sponsor is based on the number of 2 meals served by the district during the previous school year under 3 the Richard B. Russell national school lunch act, 42 USC 1751 to 4 5 1769; 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 school meals served 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.

(b) Are grown in this state and, if minimally processed, arealso processed in this state.

26 (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 that29 satisfy the requirements of subsection (5), the department shall



make matching reimbursements in an amount not to exceed 10 cents
 for every school meal that is served as part of the United States
 Department of Agriculture's child nutrition programs. and that uses
 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 resource organizations, to develop scoring criteria that assess an 12 applicant's ability to procure Michigan-grown products, prepare and 13 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.

(8) (9) The department shall give preference to districts or 18 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 community; connect to a school's or child care center's farm-to-22 23 school or farm-to-early-child-care procurement activities; and market and promote the program, leading to increased pupil 24 25 knowledge and consumption of Michigan-grown products. The department shall give stronger weighting and consideration to 26 27 applications with robust marketing and promotional activities. (9) (10) In awarding grants, the department shall also 28 29 consider all of the following:



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(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.

4 (b) The variety of school or child care center sizes and5 geographic locations within the identified prosperity regions.

6 (c) The existing or future collaboration opportunities between
7 more than 1 district or child care center.Existing or planned
8 collaboration between child care sponsors, between districts, or
9 with agricultural businesses and essential local food
10 infrastructure, such as farms, farm cooperatives, processors,
11 distributors, and local food hubs.

12 (10) (11) As a condition of receiving a grant under this section, a district or other non-school sponsor shall provide or 13 14 direct its vendors to provide to the department copies of monthly 15 receipts that show the quantity of different Michigan-grown fruits, 16 vegetables, and legumes purchased, the amount of money spent on 17 each of these products, the name and Michigan location of the farm 18 that grew the products, and the methods or plans to market and promote the program. The district or other non-school sponsor also 19 20 shall provide to the department monthly United States Department of Agriculture child nutrition reimbursable meal numbers and 21 participation rates and must retain monthly menus noting when and 22 23 how Michigan-grown products were used in meals. The district or 24 other non-school sponsor and school or non-school sponsor food 25 service director or directors also shall agree to respond to brief 26 online surveys and to provide a report that shows the percentage 27 relationship of Michigan spending compared to total food spending. Not later than 60 days after the end of the school year period in 28 29 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:

(i) The data used to determine the amount of this increase are 11 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 along with products that are of new and growing interest among food 16 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.

(ii) The district or other non-school sponsor shall use purchasing data collected for the program and surveys of school and non-school sponsor food service directors on the impact and success of the program as the source for the data described in subparagraph (i).

(b) The ability to which pupils can access a variety of healthy Michigan-grown foods through schools and other non-school sponsor centers and increase their consumption of those foods. All of the following apply for purposes of this subdivision:

29

(i) The data used to determine whether this subdivision is met



are the number of pupils exposed to Michigan-grown fruits,
 vegetables, and legumes at schools and non-school sponsor centers;
 the variety of products served; new items taste-tested or placed on
 menus; and the increase in pupil willingness to try new local
 healthy foods.

6 (*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 not later than November April 1 , 2022 of each fiscal year 14 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 25 \$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 2022-2023 for the purposes of this section an amount not to exceed 27 28 \$1,300,000.00. The department and the department of health and 29 human services shall continue a program to distribute this funding



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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.

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(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.

20 (3) The advisory council shall develop a fiduciary agent checklist for intermediate districts to facilitate development of a 21 22 plan to submit to the department and to the department of health 23 and human services. The department and department of health and 24 human services shall determine the requirements and format for 25 intermediate districts to submit a plan for possible funding under subsection (6). The department shall make applications for funding 26 27 for this program available to districts and intermediate districts not later than December 1 - 2021 for the 2021-2022 fiscal year of 28 29 each fiscal year for which funds are allocated under this section



and shall award the funding not later than February 1 , 2022 for
 the 2021-2022 fiscal year.of each fiscal year for which funds are
 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.

14 (5) From the state school aid fund money allocated under 15 subsection (1), there is allocated for 2021-2022 **2022-2023** an 16 amount not to exceed \$14,300,000.00 to be distributed to the 17 network of child and adolescent health centers to place a licensed 18 master's level behavioral health provider in schools that do not 19 currently have services available to general education students. 20 Child and adolescent health centers that are part of the network described in this subsection shall provide a commitment to maintain 21 22 services and implement all available federal Medicaid match 23 methodologies. The department of health and human services shall 24 use all existing or additional federal Medicaid match opportunities 25 to maximize funding allocated under this subsection. The department shall provide funds under this subsection to child and adolescent 26 27 health centers that are part of the network described in this 28 subsection in the same proportion that funding under section 31a(7)29 is provided to child and adolescent health centers that are part of



1 the network described in this subsection and that are located and 2 operating in those districts. A payment from funding allocated 3 under this subsection must not be paid to an entity that is not 4 part of the network described in this subsection.

5 (6) From the state school aid fund money allocated under 6 subsection (1), there is allocated for 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 20 immediately preceding sentence, the district or intermediate 21 district must submit evidence satisfactory to the department and 22 department of health and human services demonstrating that the 23 district or intermediate district took measures to procure the 24 services of a licensed master's level behavioral health provider 25 but was unable to do so, and the department and department of 26 health and human services must be able to verify this evidence. 27 From the first \$32,200,000.00 \$53,496,800.00 of the funds allocated 28 under this subsection, the department shall distribute \$575,000.00 29 **\$955,300.00** for 2021-2022 **2022-2023** to each intermediate district



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 2021-2022-2023 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 18 intermediate district in which it is located shall submit an 19 20 application for funding for the provision of mental health and support services to general education pupils. A district receiving 21 funding from the application process described in this subsection 22 23 shall provide services to nonpublic students upon request. An 24 intermediate district shall not discriminate against an application 25 submitted by a public school academy simply on the basis of the applicant being a public school academy. The department shall 26 27 approve grant applications based on the following criteria: (a) The district's commitment to maintain mental health and 28

29 support services delivered by licensed providers into future fiscal



1 years.

(b) The district's commitment to work with its intermediate
district to use funding it receives under this section that is
spent by the district for general education pupils toward
participation in federal Medicaid match methodologies. A district
must provide a local match of at least 20% of the funding allocated
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.

(d) The extent of the district's existing partnerships with
community health care providers or the ability of the district to
establish such partnerships.

14 (e) The district's documentation of need, including gaps in15 current mental health and support services for the general16 education population.

17 (f) The district's submission of a formal plan of action18 identifying the number of schools and students to be served.

19 (g) Whether the district will participate in ongoing20 trainings.

(h) Whether the district will submit an annual report to thestate.

(i) Whether the district demonstrates a willingness to work
with the state to establish program and service delivery
benchmarks.

26 (j) Whether the district has developed a school safety plan or27 is in the process of developing a school safety plan.

(k) Any other requirements determined by the department or thedepartment of health and human services.



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(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.

20 (11) The department and the department of health and human 21 services shall work with the advisory council to develop proposed 22 measurements of outcomes and performance. Those measurements must 23 include, at a minimum, the number of pupils served, the number of 24 schools served, and where those pupils and schools were located. 25 The department and the department of health and human services 26 shall compile data necessary to measure outcomes and performance, 27 and districts and intermediate districts receiving funding under 28 this section shall provide data requested by the department and 29 department of health and human services for the measurement of



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outcomes and performance. The department and department of health 1 and human services shall provide an annual report not later than 2 December 1 of each year to the house and senate appropriations 3 subcommittees on school aid and health and human services, to the 4 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 unexpended funds received under this section for up to 2 fiscal 12 years beyond the fiscal year in which the funds were received. 13 14 Sec. 310. (1) From the state school aid fund money 15 appropriated in section 11, there is allocated for 2021-2022 an 16 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 receive funding under this section, a district or intermediate 21 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 this section. district or intermediate district receives its final 28 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.

13 (b) 1 school social worker for every 250 full-time equated
14 pupils counted in the district or directly served by the

15 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.

19 (d) 1 school nurse for every 750 full-time equated pupils
20 counted in the district or directly served by the intermediate
21 district.

22 (4) To be eligible for funding under this section, a district 23 or intermediate district must hire additional school psychologists, school social workers, school counselors, or school nurses by March 24 25 1, 2022-2024 and must maintain support for the new staff in an ongoing manner. As determined by the department, staff hired and 26 27 supported by funding under this section must meet all applicable 28 state and federal laws, rules, and license requirements to be 29 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 eligible 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 employee, as determined by the department, or the median wage for 12 an equivalent employee working in a school setting, as determined 13 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 section, For retained staff hired with funds under subdivision (a) or hired between March 1, 2022 and March 1, 2023, the department shall pay eligible districts and intermediate districts 66% of the amount paid to the eligible district under subdivision

21 $\frac{(a)}{(a)}$.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.

29

(c) In the third year funds are distributed under this



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section, For retained staff hired or retained with funds under 1 subdivision (a) or (b) or hired between March 1, 2023 and March 1, 2 2024, the department shall pay eligible districts or intermediate 3 districts 33% of the amount paid to the eligible district under 4 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 district must be the lesser of 33% of the actual annualized cost of 8 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.

(8) (7) 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 increase the number of school psychologists,
school social workers, school counselors, and school nurses in
school buildings. The estimated completion date of the work project
is September 30, 2024.



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(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 2021-2022-2023 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, 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 to20 distribute funds under this section.

(4) The department shall award, in an equal amount, grants
under this section to each intermediate district that has an
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.



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(6) The funds allocated under this section for 2020-2021 2022 2023 are a work project appropriation, and any unexpended funds for
 2020-2021 2022-2023 are carried forward into 2021-2022. 2023-2024.
 The purpose of the work project is to continue support for the
 TRAILS program. The estimated completion date of the work project
 is September 30, 2024.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).

(3) From the money allocated under subsection (1), the
department shall pay each eligible district and eligible
intermediate district that submits an application, as described in
subsection (2), in an amount equaling the accrued costs submitted
as described in subsection (2) by the eligible district or eligible
intermediate district.

(4) A district or intermediate district that implements a
program that is designed to provide school staff with a tool for
ensuring that students in grades 6 to 12 and early postsecondary
students have access to, at a minimum, all of the following is an



1 eligible district or eligible intermediate district under this
2 section:

3 (a) The opportunity to build the skills of social and4 emotional learning and positive psychology.

5 (b) The opportunity to increase academic performance and 6 outcomes.

7 (c) The opportunity to navigate unique and personal journeys
8 with simple frameworks that help create external and internal
9 assets needed to make positive life choices.

10 (d) The provision of support for mental well-being and tools11 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.

15 (5) Notwithstanding section 17b, the department shall make
16 payments under this section on a schedule determined by the
17 department.

18 Sec. 31y. (1) From the state school aid fund money appropriated in section 11, there is allocated for 2021-2022 an 19 20 amount not to exceed \$60,000,000.00 to make payments to districts 21 that operate year-round, balanced calendars. during the 2021-2022 22 school year. Payments to districts made under this section must be 23 in an amount equal to 3% applied to the district's foundation allowance as calculated under section 20 during the fiscal year in 24 25 which payments are being made, for each pupil enrolled and educated in a year-round balanced calendar by the district. If the funds 26 27 allocated under this section are insufficient to fully fund the calculations under this section, funding must be prorated on an 28 29 equal per-pupil basis.



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(2) 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 provide operational payments for districts utilizing a
 balanced calendar. The estimated completion date of the work
 project is September 30, 2024.

7

(3) This section is repealed effective October 1, 2022.

8 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.

14 (2) From the funds allocated under subsection (1), 15 \$75,000,000.00 must be allocated for matching grants to districts for HVAC and other one-time infrastructure or equipment costs 16 necessary to operate a year-round, balanced calendar. A district 17 18 that receives a grant under this subsection shall commit to 19 operating a year-round, balanced calendar, in the 2022-2023 school 20 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 21 22 state aid payments that are otherwise due to the district under 23 this article. during the 2022-2023 school year. The department 24 shall establish a sliding scale for grant payments under this 25 section such that districts that received higher total ESSER payments under section 11r, evaluated on a per-pupil and total 26 dollar basis, receive smaller matching grants than those with lower 27 28 total ESSER payments, evaluated on a per-pupil and total dollar 29 basis.



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(3) 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 provide supports for districts utilizing a balanced calendar.
 The estimated completion date of the work project is September 30,
 2024.

7

(4) This section is repealed effective October 1, 2022.

8 Sec. 31aa. (1) From the state school aid fund money 9 appropriated in section 11, there is allocated \$150,000,000.00 for 10 2022-2023 only to provide payments to districts for activities to 11 improve student mental health. The allowable expenditures of funds 12 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.

20 (d) Any other mental health service or product necessary to21 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 intermediate district, as applicable, shall document how it or, if 5 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 school code, MCL 380.3. 16

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.

(6) Notwithstanding section 17b, the department shall make
payments under this section on a schedule determined by the
department.

Sec. 31bb. (1) From the state school aid fund money appropriated in section 11, there is allocated for 2022-2023 only an amount not to exceed \$700,000.00 for the Eastern Upper Peninsula Intermediate District Learning Center to support the regional special education facility.

29

(2) Notwithstanding section 17b, the department shall make



payments under this section on a schedule determined by the
 department.

Sec. 31cc. (1) Subject to subsection (2), from the general
fund money appropriated under section 11, \$1,105,000.00 is
allocated for 2022-2023 only to the department to, by not later
than January 1, 2023, create and begin administration of the purple
star program as described in this section.

8 (2) The purple star program described in subsection (1) must9 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):

(a) It designates a staff member of the district or
intermediate district as a military liaison. The military liaison
described in this subdivision must be charged with, at a minimum,
all of the following:

23 (i) Identifying military-connected pupils enrolled in the24 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.



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(*iv*) Assisting in coordinating programs relevant to military 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.

13 (*ii*) Information regarding academic planning, course sequences,
14 and advanced classes available at the district or intermediate
15 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.

(c) Maintains a transition program led by pupils, where
appropriate, that assists military-connected pupils in
transitioning to the district or intermediate district.

(d) Offers professional development for staff members of the district or intermediate district on issues related to militaryconnected pupils. The professional development offered under this subdivision may be provided by a professional educator association in this state.



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1

(e) Offers at least 1 of the following initiatives:

2 (i) A resolution showing support for military-connected pupils
3 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,
Navy, Marine Corps, Space Force, or Coast Guard or other military
force designated by Congress as a part of the Armed Forces of the
United States, including the reserve components. The reserve
components include, but are not limited to, the National Guard.

(b) "Military-connected pupil" means a pupil enrolled in a
district or intermediate district who meets either of the
following:

27 (i) Is the family member of a current or former member of the28 armed forces.

29

(ii) Was the family member of an individual who was a member of



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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 an amount not to exceed \$427,500.00 for the Roadmaps Program, 4 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.

(3) As used in this section, "public school" means that term 16 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:

(a) Allow the organization described in this subsection to
scale an equine-assisted social-emotional learning program for
under-resourced youth and support stronger neighborhoods through
the construction of the new community asset.

(b) Include stables, indoor and outdoor riding arenas foryear-round horseback riding programs, educational space to support



youth development models, and paddocks for the horses that will
 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 intermediate districts and consortia of intermediate districts for 8 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 eligible intermediate districts and consortia of intermediate 12 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 allocated for 2022-2023 an amount not to exceed \$83,000,000.00 from 18 19 the federal funding awarded to this state from the coronavirus 20 state fiscal recovery fund under the American rescue plan act of 2021, title IX, subtitle M of Public Law 117-2, to eligible 21 intermediate districts and consortia of intermediate districts for 22 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



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the department. For a child to be eligible to participate in a 1 program under this section, the child must be at least 4, but less 2 than 5, years of age as of September 1 of the school year in which 3 the program is offered and must meet those eligibility and 4 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 $\frac{295,120,000.00}{2}$ 15 \$367,120,000.00 and from the federal funds allocated under 16 subsection (1), an amount not to exceed $\frac{121,000,000.00}{121,000,000.00}$ 17 \$83,000,000.00 is allocated to intermediate districts or consortia of intermediate districts based on the formula in section 39. An 18 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 consortium of intermediate districts receiving funding under this 22 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 to receive funds allocated under this subsection from an 26 27 intermediate district or consortium of intermediate districts, a district, a consortium of districts, a local government, or a 28 29 public or private for-profit or nonprofit legal entity or agency



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must comply with this section and section 39. The funds allocated 1 under this subsection for 2021-2022 2022-2023 are a work project 2 appropriation, and any unexpended funds for 2021-2022 2022-2023 are 3 carried forward into 2022-2023. 2023-2024. The purpose of the work 4 project is to continue to improve access to preschool programming 5 6 for economically disadvantaged children. The estimated completion 7 date of the work project described in the immediately preceding 8 sentence is September 30, 2023.2024.

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 2021-2022 202212 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:

(a) Participation in a collaborative recruitment and
enrollment process to assure that each child is enrolled in the
program most appropriate to his or her needs and to maximize the
use of federal, state, and local funds.

(b) An age-appropriate educational curriculum that is in
compliance with the early childhood standards of quality for
prekindergarten children adopted by the state board, including, at
least, the Connect4Learning curriculum.

28 (c) Nutritional services for all program participants29 supported by federal, state, and local resources as applicable.



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(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.

8 (g) A plan to conduct and report annual great start readiness
9 program evaluations and continuous improvement plans using criteria
10 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 firstgrade programs offered by the program provider.

23 (j) Participation in this state's great start to quality24 process with a rating of at least 3 stars.

(5) An application for funding under this section must provide
for the following, in a form and manner determined by the
department:

28 (a) Ensure compliance with all program components described in29 subsection (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 guidelines. 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.

23 (c) Ensure that the applicant only uses qualified personnel24 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



department that it is unable to fully comply with this subparagraph 1 after making reasonable efforts to comply, teachers or 2 paraprofessionals with at least 5 years of experience as a 3 paraprofessional in a great start readiness program classroom who 4 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.

13 (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 comply, the applicant may use paraprofessionals who have completed 19 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 costs29 that are not reimbursed or reimbursable by federal funding, that



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are clearly and directly attributable to the great start readiness 1 program, and that would not be incurred if the program were not 2 being offered. Eligible costs include transportation costs. The 3 program budget must indicate the extent to which these funds will 4 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).

(9) An intermediate district or consortium of intermediate districts may retain for administrative services provided by the intermediate district or consortium of intermediate districts an amount not to exceed 4% of the grant amount. Expenses incurred by subrecipients engaged by the intermediate district or consortium of



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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 guidelines 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 guidelines, and then enrolling children in the guintile 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 guidelines, 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



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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 quintile.

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.

12 (13) An intermediate district or consortium of intermediate districts receiving a grant under this section shall conduct a 13 14 local process to contract with interested and eligible public and 15 private for-profit and nonprofit community-based providers that 16 meet all requirements of subsection (4) for at least 30% of its 17 total allocation. For the purposes of this 30% allocation, an intermediate district or consortium of intermediate districts may 18 19 count children served by a Head Start grantee or delegate in a 20 blended Head Start and great start readiness school-day program. 21 Children served in a program funded only through Head Start are not counted toward this 30% allocation. The intermediate district or 22 23 consortium shall report to the department, in a manner prescribed by the department, a detailed list of community-based providers by 24 25 provider type, including private for-profit, private nonprofit, community college or university, Head Start grantee or delegate, 26 27 and district or intermediate district, and the number and proportion of its total allocation allocated to each provider as 28 29 subrecipient. If the intermediate district or consortium is not



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able to contract for at least 30% of its total allocation, the 1 2 grant recipient shall notify the department and, if the department verifies that the intermediate district or consortium attempted to 3 contract for at least 30% of its total allocation and was not able 4 to do so, then the intermediate district or consortium may retain 5 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 satisfactory to the department, and the department must be able to 12 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 not limited to, at least all of the following measures: 16

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.

(b) The intermediate district or consortium provided to each nonparticipating licensed child care center located in the service area of the intermediate district or consortium information regarding great start readiness program requirements and a description of the application and selection process for communitybased providers.

(c) The intermediate district or consortium provided to thepublic and to participating families a list of community-based



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great start readiness program subrecipients with a great start to
 quality rating of at least 3 stars.

(14) If an intermediate district or consortium of intermediate 3 districts receiving a grant under this section fails to submit 4 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:

16 (a) Ensure that a great start resource center or the 17 department provides each intermediate district or consortium 18 receiving a grant under this section with the contact information 19 for each licensed child care center located in the service area of 20 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

23

(17) As used in this section:

24 (a) "GSRP/Head Start blended program" means a part-day program
25 funded under this section and a Head Start program, which are
26 combined for a school-day program.

27 (b) "Federal poverty guidelines" means the guidelines
28 published annually in the Federal Register by the United States
29 Department of Health and Human Services under its authority to



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1 revise the poverty line under 42 USC 9902.

2 (c) "Part-day program" means a program that operates at least
3 4 days per week, 30 weeks per year, for at least 3 hours of
4 teacher-child contact time per day but for fewer hours of teacher5 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.

11 (18) An intermediate district or consortium of intermediate 12 districts receiving funds under this section shall establish and charge tuition according to a sliding scale of tuition rates based 13 14 upon household income for children participating in an eligible 15 great start readiness program who live with families with a 16 household income that is more than 250% of the federal poverty 17 quidelines to be used by all of its providers, as approved by the 18 department.

19 (19) From the amount allocated in subsection (2), there is allocated for 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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children funded for the program under this section. If the amount 1 allocated under this subsection is insufficient to fully reimburse 2 the transportation costs for all programs that provide 3 transportation and submit the required information, the department 4 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 transportation costs related to parent- or guardian-accompanied 12 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.

(b) Financial documentation of actual transportation costs
incurred by the program, including, but not limited to, receipts
and mileage reports, as determined by the department.

24 (c) Any other documentation or information determined25 necessary by the department.

(21) The department shall implement a process to review and approve age-appropriate comprehensive classroom level quality assessments for GSRP grantees that support the early childhood standards of quality for prekindergarten children adopted by the



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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.

18 (24) From the funds allocated under subsection (1), there is 19 allocated for 2021-2022 2022-2023 an amount not to exceed 20 \$2,000,000.00 for payments to intermediate districts or consortia 21 of intermediate districts for professional development and training 22 materials for educators in programs implementing new curricula or 23 child assessment tools approved for use in the great start 24 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.

29

Sec. 32n. (1) From the federal funding appropriated under



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 American rescue plan act of 2021, title IX, subtitle M of Public 4 Law 117-2, for the purposes of this section. The department shall 5 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.

(b) Be a community-based organization that is exempt from federal income tax under section 501(c)(3) of the internal revenue code, 26 USC 501, an institution of higher education, a community or adult education program, a public library, a local government, or an intermediate district.

(c) Provide before-school, after-school, before-and-afterschool, or summer school programming to children described in
subdivision (a). These programs must be used to support expanded
learning opportunities, including, but not limited to, mentoring,
leadership, community engagement, agriculture, art, music,
literacy, science, technology, engineering, mathematics, health,
and recreation programming.

28 (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 publicly at least 30 days prior to the grant application period. 5 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).

(4) Subject to subsection (8), in determining award amounts
under this subsection, the department shall, to the extent
practicable, ensure that eligible entities in all geographic
regions of this state are represented in the distribution of grant
funding under this section.

(5) Subject to subsection (8), the department shall prioritize
the distribution of grant funding under this section based on, at a
minimum, the following:

24

(a) An applicant's demonstrated need.

(b) The percentage of low-income families in the geographic area being served. Prioritization must be determined by the average percentage of pupils in the district who are eligible for free and reduced-priced meals as determined under the Richard B. Russell national school lunch act, 42 USC 1751 to 1769j, where eligible



entities will provide before-and-after-school or summer school
 programs.

3 (c) Whether the application provides services for the full4 school year.

5 (d) The applicant's track record for providing quality,
6 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 Out-10 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.

13 (6) Subject to subsection (7), an eligible entity that 14 receives grant funding under this section shall use the funding 15 only to provide before-school, after-school, before-and-after-16 school, or summer school programming to children described in 17 subsection (2)(a). The programming offered under this subsection 18 must meet all of the following:

(a) Be provided to children in a manner in which the children
are physically present at a building or location designated by the
eligible entity.

(b) Provide educational programming in core subject areas,
including, but not limited to, mathematics, reading, and science.

24 (c) Provide data to evaluate the program in a form and manner25 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,



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.

(10) The federal funding allocated under this section is
intended to respond to the COVID-19 public health emergency and its
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 exceed \$13,400,000.00 to intermediate districts for 2021-2022 2022-17 18 2023 for the purpose of providing early childhood funding to intermediate districts to support the goals and outcomes under 19 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 preceding fiscal year indicating the strategies planned to be 28 29 provided.



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(2) Each intermediate district or consortium of intermediate 1 2 districts that receives funding under this section shall convene a local great start collaborative and a parent coalition that 3 includes an active partnership with at least 1 community-based 4 5 organization. The goal of each great start collaborative and parent coalition is to ensure the coordination and expansion of local 6 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 track11 from birth to grade 3.

12 (c) Children developmentally ready to succeed in school at the13 time of school entry.

14 (d) Children prepared to succeed in fourth grade and beyond by15 reading proficiently by the end of third grade.

16 (3) Each local great start collaborative and parent coalition 17 shall convene workgroups to make recommendations about community 18 services designed to achieve the outcomes described in subsection 19 (2) and to ensure that its local great start system includes the 20 following supports for children from birth through age 8:

- 21 (a) Physical health.
- 22 (b) Social-emotional health.

23 (c) Family supports, and including, but not limited to, the
24 provision of basic needs and economic self-sufficiency.

25 (d) Parent education.leadership and family engagement.

26 (e) Early education, including the child's development of27 skills 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 be 1 conducted as part of a locally coordinated, family-centered, 2 3 evidence-based, data-driven home visit strategic plan that is approved by the department. The goals of the home visits funded 4 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 that strengthens Michigan's home visiting infrastructure and 13 14 maximizes federal funds available for the purposes of at-risk 15 family home visits. The coordination among departments and agencies 16 is intended to avoid duplication of state services and spending, 17 and should emphasize efficient service delivery of home visiting 18 programs.

19 (5) Not later than December 1 of each year, each intermediate 20 district shall provide a report to the department detailing the 21 strategies actually implemented during the immediately preceding school year and the families and children actually served. At a 22 23 minimum, the report must include an evaluation of the services 24 provided with additional funding under subsection (4) for home 25 visits, using the goals identified in subsection (4) as the basis for the evaluation, including the degree to which school readiness 26 27 was improved, the degree to which positive parenting practices were 28 improved, the degree to which there was improved family economic 29 self-sufficiency, and the degree to which community resources and



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

5 (6) An intermediate district or consortium of intermediate 6 districts that receives funding under this section may carry over 7 any unexpended funds received under this section into the next 8 fiscal year and may expend those unused funds through June 30 of 9 the next fiscal year. However, an intermediate district or 10 consortium of intermediate districts that receives funding for the 11 purposes described in subsection (2) in fiscal year 2021-2022 2022-12 2023 shall not carry over into the next fiscal year any amount exceeding 20%-15% of the amount awarded to the intermediate 13 14 district or consortium in the 2021-2022 2022-2023 fiscal year. It 15 is intended that the amount carried over from funding awarded for 16 the purposes described in subsection (2) in fiscal year 2022-2023 17 not exceed 15% of the amount awarded in that fiscal year. A 18 recipient of a grant shall return any unexpended grant funds to the 19 department in the manner prescribed by the department not later 20 than September 30 of the next fiscal year after the fiscal year in 21 which the funds are received.

22 Sec. 32t. From the state school aid fund money appropriated in 23 section 11, there is allocated for 2022-2023 only an amount not to 24 exceed \$2,200,000.00 to Clinton County RESA (CCRESA) for the Strong 25 Beginnings Program to provide services to children who meet the 26 eligibility criteria for the great start readiness program, but do 27 not meet the age eligibility criteria for the great start readiness 28 program. These services must be designed for children who are age 3 29 and must be similar to the services provided through the great



start readiness program. The program described in this section must
 be administered by CCRESA Strong Beginnings Implementation Team
 under the direction of the department, office of great start, with
 assessment, data, and collection analysis for the program being
 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 and19 learn together.

20 (b) Provides for scaffolded-learning supports that empower21 teachers and support staff.

(c) Exposes pupils to diverse texts, dynamic games, andmeaningful discussion with each lesson.

24 (d) Includes a large tutor network that expands reach to25 pupils.

26 (4) Notwithstanding section 17b, the department shall make
27 payments under this section on a schedule determined by the
28 department.

29

Sec. 35a. (1) From the appropriations in section 11, there is



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allocated for 2021-2022 2022-2023 for the purposes of this section 1 an amount not to exceed \$61,400,000.00 \$67,400,000.00 from the 2 state school aid fund and there is allocated for 2021-2022 2022-3 2023 for the purposes of subsection (8) an amount not to exceed 4 5 \$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 $\frac{1}{72021}$ of each fiscal year in which funding is allocated under 12 this section, the superintendent of public instruction shall do 13 14 both of the following:

(a) Report in person to the house and senate appropriations subcommittees on school aid regarding progress on the goal described in this subsection and be available for questioning as prescribed through a process developed by the chairs of the house 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.

(2) A district that receives funds under subsection (5) may
spend up to 5% of those funds for professional development for
educators in a department-approved research-based training program
related to current state literacy standards for pupils in grades
pre-K to 3. The professional development must also include training
in the use of screening and diagnostic tools, progress monitoring,
and intervention methods used to address barriers to learning and



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delays in learning that are diagnosed through the use of these
 tools.

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(3) A district that receives funds under subsection (5) may 3 use up to 5% of those funds to administer department-approved 4 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 supports framework. A department-approved screening and diagnostic 12 tool administered by a district using funding under this section 13 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

18 (a) Phonemic awareness - segmentation, blending, and sound19 manipulation (deletion and substitution).

(b) Phonics - decoding (reading) and encoding (spelling).

20

- 21 (c) Fluency.
- 22 (d) Comprehension making meaning of text.

(4) From the allocation under subsection (1), there is
allocated an amount not to exceed \$31,500,000.00 for 2021-2022
2022-2023 for the purpose of providing early literacy coaches at
intermediate districts to assist teachers in developing and
implementing instructional strategies for pupils in grades pre-K to
3 so that pupils are reading at grade level by the end of grade 3.
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-K6 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.

12 (iii) The use of data from diagnostic tools to determine the 13 necessary additional supports and interventions needed by 14 individual pupils in grades pre-K to 3 in order to be reading at 15 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:

(i) The department shall award each intermediate district grant
funding to support the cost of 1 early literacy coach in an equal
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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reduced-price lunch programs who are enrolled in districts in the
 intermediate district.

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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 2021-2022 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:

18 (a) In order to be eligible to receive funding, a district
19 must demonstrate to the satisfaction of the department that the
20 district has done all of the following:

(i) Implemented a multi-tiered system of supports instructional delivery model that is an evidence-based model that uses datadriven 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:

28

(A) Team-based leadership.

29

(B) A tiered delivery system.



(C) Selection and implementation of instruction,
 interventions, and supports.

3

(D) A comprehensive screening and assessment system.

4

(E) Continuous data-based decision making.

5 (ii) Used department-approved research-based diagnostic tools
6 to identify individual pupils in need of additional instructional
7 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.

12 (*iv*) Provided teachers of pupils in grades pre-K to 3 with
13 research-based professional development in diagnostic data
14 interpretation.

15 (v) Complied with the requirements under section 1280f of the16 revised school code, MCL 380.1280f.

17 (b) The department shall distribute funding allocated under18 this subsection to eligible districts on an equal per-first-grade-19 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.

(6) Not later than September 1 of each year, a district that
receives funding under subsection (5) in conjunction with the
Michigan student data system, if possible, shall provide to the
department a report that includes at least both of the following,
in a form and manner prescribed by the department:

29

(a) For pupils in grades pre-K to 3, the teachers, pupils,



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2 categories of services provided. (b) For pupils in grades pre-K to 3, pupil proficiency and 3 growth data that allows analysis both in the aggregate and by each 4 5 of the following subgroups, as applicable: (i) School. 6 7 (*ii*) Grade level. (*iii*) Gender. 8 (*iv*) Race. 9 (v) Ethnicity. 10 11 (vi) Economically disadvantaged status. 12 (*vii*) Disability. 13 (viii) Pupils identified as having reading deficiencies. 14 (7) From the allocation under subsection (1), there is allocated an amount not to exceed \$6,000,000.00 for 2021-2022 2022-15 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: (a) Funding under this subsection must be used by the 20 21 intermediate district, in partnership with an association that 22 represents intermediate district administrators in this state, to implement all of the following: 23 (i) Literacy essentials teacher and principal training modules. 24

25 (ii) Face-to-face and online professional learning of literacy
26 essentials teacher and principal training modules for literacy
27 coaches, principals, and teachers.

28 (iii) The placement of regional lead literacy coaches to29 facilitate professional learning for early literacy coaches. These



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schools, and grades served with funds under this section and the

regional lead literacy coaches shall provide support for new
 literacy coaches, building teachers, and administrators and shall
 facilitate regional data collection to evaluate the effectiveness
 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, professional developers, administrators, and teachers; coaching for 15 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.

20 (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 house appropriations subcommittees on school aid, the chairs of the 23 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



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1 subsection.

2 (c) Up to 2% of funds allocated under this subsection may be
3 used by the association representing intermediate district
4 administrators that is in partnership with the intermediate
5 district specified in this subsection to administer this
6 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:

13 (a) By September 1 of the current fiscal year, the Michigan 14 Education Corps shall provide a report concerning its use of the 15 funding to the senate and house appropriations subcommittees on 16 state school aid, the senate and house fiscal agencies, and the 17 senate and house caucus policy offices on outcomes and performance 18 measures of the Michigan Education Corps, including, but not 19 limited to, the degree to which the Michigan Education Corps' 20 replication of the PreK Reading Corps, the K3 Reading Corps, and the Math Corps programs is demonstrating sufficient efficacy and 21 impact. The report must include data pertaining to at least all of 22 23 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.

29

(ii) Whether the assessments and interventions are implemented



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with fidelity. This portion of the report must include details on
 the total number of assessments and interventions completed and the
 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.

9 (B) Average linear growth rates.

10 (C) Exit rates.

11 (D) Percentage of children who exit who also meet or exceed 12 spring benchmarks.

13 (*iv*) The impact of the programs on organizations and
14 stakeholders, including, but not limited to, school administrators,
15 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.

29

(9) If a district or intermediate district expends any funding



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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, approve any new proposals submitted for addition to its initial 12 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.

20 (*ii*) Appropriate use of assessments and differentiated21 instruction.

22

(iii) Selection of appropriate instructional materials.

23 (*iv*) Application of research-based instructional practices.

(c) As used in this subsection, "effective reading
instruction" means reading instruction scientifically proven to
result in improvement in pupil reading skills.

27 (10) From the allocation under subsection (1), there is
28 allocated an amount not to exceed \$4,000,000.00 \$10,000,000.00 for
29 2021-2022 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:

(a) (i) The department must first open voluntary enrollment for
any pre-K through grade 3 teacher on a first-come, first-served
basis, with voluntary enrollment prioritized for pre-K,
kindergarten, and grade 1 teachers. The department shall then open

16 voluntary enrollment for the remaining school personnel described 17 in this subsection.

18 (b) (*ii*)—The department must maintain open enrollment until all
19 funds are expended.

20 (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
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.
(11) The For the provision of professional learning to the
school personnel described in subsection (10), the department shall

29 provide a list of 1 or more approved providers of professional



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(e) Support educators in understanding how to effectively use

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of the critical components of literacy including how the brain 24 25 learns to read, phonological and phonemic awareness; letter knowledge; phonics; advanced phonics; vocabulary and oral language; 26 27 fluency; comprehension; spelling and writing; and the organization 28 of language.

22 be completed to demonstrate successful course completion. 23 (d) Build teacher content knowledge and pedagogical knowledge

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 throughout each unit and include a summative assessment that must 21

10 spelling, and language. 11 (b) Provide training activities that direct educators to implement effective reading and spelling instruction supported by 12 scientifically based research and foster a direct explicit 13 14 instructional sequence that uses techniques to support teachers' 15 independence in using their newly-learned skills with students in

determine why some students struggle with reading, writing,

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approved, a provider of professional learning must approve LETRS as 3 the approved provider of professional learning, if LETRS continues 4 5 to meet all of the following:

educators with the knowledge base to effectively implement any

class-wide, supplemental, or intervention reading approach and to

(a) Be offered through a system of training that provides

1 learning outlined in this subsection for pre-K to grade 3 teachers, 2 administrators, and early literacy coaches. In order to be

screening, progress monitoring, and diagnostic assessment data to 1 2 improve literacy outcomes through prevention and intervention for reading difficulties in a multi-tiered system of supports. The 3 multi-tiered system of supports must include at least all of the 4 5 following essential components:

(*i*) Team-based leadership. 6

7

(*ii*) A tiered delivery system.

- 8 (iii) Selection and implementation of instruction,
- 9 interventions, and supports.

10

(iv) A comprehensive screening and assessment system.

(v) Continuous data-based decision making. 11

(12) Notwithstanding section 17b, the department shall make 12 payments made under subsections (7) and (8) on a schedule 13 14 determined by the department.

15

(13) As used in this section:

(a) "Dyslexia" means both of the following: 16

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 reduced reading experience that can impede the growth of vocabulary 25 and background knowledge and lead to social, emotional, and 26 behavioral difficulties. 27

28 (b) "Evidence-based" means an activity, program, process, 29 service, strategy, or intervention that demonstrates statistically



1 significant effects on improving pupil outcomes or other relevant 2 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-designed5 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.

(D) Demonstrates a rationale based on high-quality research
findings or positive evaluation that the activity, program,
process, service, strategy, or intervention is likely to improve
pupil outcomes or other relevant outcomes.

15 (ii) Includes ongoing efforts to examine the effects of the16 activity, program, process, service, strategy, or intervention.

17 (c) "Explicit" means direct and deliberate instruction through
18 continuous pupil-teacher interaction that includes teacher
19 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 all28 of the following:

29

(i) Individual speech sounds, including, but not limited to,



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1 consonants and vowels, in spoken syllables.

2 (*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.

20 Sec. 35d. (1) From the general fund money appropriated under section 11, for 2021-2022, 2022-2023 only, there is allocated an 21 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 eligible teacher training program for children with dyslexia as 26 27 provided under this section.

28 (2) A provider that provides programming that meets all of the29 following is considered to be a provider of an eligible teacher



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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 effectively9 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.

(e) Uses multisensory teaching strategies to teach reading by
using sight, hearing, touch, and movement to help students connect
and learn the concepts being taught.

16 (3) Districts and intermediate districts may apply to the department for grants to purchase components or training through an 17 eligible teacher training program from a provider of an eligible 18 19 teacher training program, and, upon receiving an application but 20 except as otherwise provided in this subsection, the department shall make payments to districts and intermediate districts for 21 22 those purchases. The department shall make payments under this 23 section on a first-come, first-served basis until funds are 24 depleted.

Sec. 35f. From the general fund money appropriated in section 11, there is allocated for 2021-2022 2022-2023 only an amount not to exceed \$750,000.00 \$1,000,000.00 for the department to award to the Chaldean community foundation. Community Foundation. The Chaldean community foundation Community Foundation shall use funds



received under this section to support and expand early childhood
 learning opportunities, improve early literacy achievement,
 increase high school graduation rates for new Americans, and assist
 with diploma acquisition, skills training, and postsecondary
 education.

Sec. 35g. (1) From the state school aid fund money
appropriated in section 11, there is allocated an amount not to
exceed \$1,000,000.00 for 2021-2022 2022-2023 only for competitive
grants to eligible districts that have established innovative
community libraries.

(2) A district that has established an innovative community
library that meets all of the following is an eligible district
under this section:

14 (a) The library provides for the engagement and connection of15 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 community19 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.

(5) To receive funding under this section, an eligible
district must apply for the funding to the department's innovation
council, in a form and manner prescribed by the department's
innovation council, by not later than March 15 - 2022. of each



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fiscal year in which funding is allocated under this section. The 1 department's innovation council must develop an application process 2 for the submission of applications for funding under this section 3 by not later than December 15 -2021. of each fiscal year in which 4 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 connected15 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 29 lowest award of funding under this section going to the tenth-place



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1 grant award recipients.

2 (7) Notwithstanding section 17b, subject to subsection (5),
3 the department shall make payments to eligible districts under this
4 section on a schedule determined by the department.

Sec. 35h. From the general fund money appropriated in section 11, there is allocated for 2021-2022 2022-2023 only an amount not to exceed \$1,700,000.00 \$500,000.00 to the Jewish Federation of Metro Detroit to support day schools, day camps, and summer programming to help mitigate the impact of remote learning on students' mental health and physical well-being.

11 Sec. 39. (1) An eligible applicant receiving funds under section 32d shall submit an application, in a form and manner 12 prescribed by the department, by a date specified by the department 13 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 financial transactions under this section. The application must 17 18 include all of the following:

(a) The estimated total number of children in the community
who meet the criteria of section 32d, as provided to the applicant
by the department utilizing the most recent population data
available from the American Community Survey conducted by the
United States Census Bureau. The department shall ensure that it
provides updated American Community Survey population data at least
once every 3 years.

(b) The estimated number of children in the community who meet
the criteria of section 32d and are being served exclusively by
Head Start programs operating in the community.

29

(c) The number of children whom the applicant has the capacity



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to serve who meet the criteria of section 32d including a
 verification 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.

9 (3) The initial allocation to each eligible applicant under10 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 22 23 (3), the department shall distribute the remaining funds to each 24 intermediate district or consortium of intermediate districts that 25 serves less than the state percentage benchmark determined under subsection (5). The department shall distribute these remaining 26 27 funds to each eligible applicant based upon each applicant's proportionate share of the remaining unserved children necessary to 28 29 meet the statewide percentage benchmark in intermediate districts



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or consortia of intermediate districts serving less than the statewide percentage benchmark. When all applicants have been given the opportunity to reach the statewide percentage benchmark, the statewide percentage benchmark may be reset, as determined by the department, until greater equity of opportunity to serve eligible children across all intermediate school districts has been 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 eligible children under section 32d served exclusively by head start, as 13 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 the most recent population data available from the American 19 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 funds under subsection (4). The statewide percentage benchmark is 24 25 100%.

(6) If, taking into account the total amount to be allocated
to the applicant as calculated under this section, an applicant
determines that it is able to include additional eligible children
in the great start readiness program without additional funds under



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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
5 section 32d and under this section at least biennially. The
6 department also shall convene a committee of internal and external
7 stakeholders at least once every 5 years to ensure that the funding
8 structure under this section reflects current system needs under
9 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.

13 (9) For the 2020-2021 program year only, the number of 14 children reported on the application described in subsection 15 (1)(a), (b), and (c) must not be used by the department for the 16 purpose of calculating hold harmless funding levels for 2021-2022. 17 Hold harmless funding for 2021-2022 must be determined based on the 2019-2020 final allocations calculated and paid under section 32d 19 in 2019-2020.

20 Sec. 39a. (1) From the federal funds appropriated in section 11, there is allocated for 2020-2021 to districts, intermediate 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 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 29 follows:



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(a) An amount estimated at \$1,200,000.00 for 2020-2021 and
 estimated at \$1,200,000.00 for 2021-2022 2022-2023 to provide
 students with drug- and violence-prevention programs and to
 implement strategies to improve school safety, funded from DED OESE, drug-free schools and communities funds.

6 (b) An amount estimated at \$100,000,000.00 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
10 teacher quality funds.

11 (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 13 teach English to limited English proficient (LEP) children, funded 14 from DED-OESE, language acquisition state grant funds.

15 (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 2022-2023 to provide
supplemental programs to enable educationally disadvantaged
children to meet challenging academic standards, funded from DEDOESE, 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 2022-2023 for the purpose
of identifying and serving migrant children, funded from DED-OESE,
title I, migrant education funds.

(g) An amount estimated at \$39,000,000.00 for 2020-2021 and
 estimated at \$39,000,000.00 for 2021-2022 2022-2023 for the purpose



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

5 (h) An amount estimated at \$14,000,000.00 for 2020-2021 and
6 estimated at \$14,000,000.00 for 2021-2022 2022-2023 to help support
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.

19 (2) From the federal funds appropriated in section 11, there
20 is allocated to districts, intermediate districts, and other
21 eligible entities all available federal funding, estimated at
22 \$77,867,000.00 for 2020-2021 and estimated at \$56,500,000.00 for
23 2021-2022 2022-2023 for the following programs that are funded by
24 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.

29

(b) An amount estimated at \$24,000,000.00 for 2020-2021 and



estimated at \$24,000,000.00 for 2021-2022 2022-2023 for providing
 career and technical education services to pupils, funded from DED 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.

8 (d) An amount estimated at \$14,000,000.00 for 2020-2021 and
9 estimated at \$14,000,000.00 for 2021-2022 2022-2023 for the purpose
10 of promoting and expanding high-quality preschool services, funded
11 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 2022-2023 for the purpose
of addressing priority substance abuse treatment, prevention, and
mental health needs, funded from HHS-SAMHSA.

16 (3) The department shall distribute all federal funds allocated under this section in accordance with federal law and 17 18 with flexibility provisions outlined in Public Law 107-116, and in 19 the education flexibility partnership act of 1999, Public Law 106-20 25. Notwithstanding section 17b, the department shall make payments of federal funds to districts, intermediate districts, and other 21 eligible entities under this section on a schedule determined by 22 23 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.

29

(5) For the purposes of funding federal title I grants under



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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 and13 Improvement.

14 (d) "DED-OVAE" means the DED Office of Vocational and Adult15 Education.

16 (e) "HHS" means the United States Department of Health and17 Human Services.

18

(f) "HHS-OCC" means the HHS Office of Child Care.

19 (g) "HHS-SAMHSA" means the HHS Substance Abuse and Mental20 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 appropriated in section 11, there is allocated an amount not to 26 27 exceed \$25,200,000.00 \$26,511,000.00 for 2021-2022 2022-2023 for payments to eligible districts for services for English language 28 29 learners who have been administered the WIDA ACCESS for English



1 language learners.

2 (2) The department shall distribute funding allocated under
3 subsection (1) to eligible districts based on the number of full4 time 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.

(c) \$105.00 \$111.00 per full-time equivalent English language learner who has been assessed under the WIDA ACCESS for English language learners or the WIDA Alternate ACCESS with a WIDA ACCESS or WIDA Alternate ACCESS composite score between 3.0 and 3.9, or less, as applicable to each assessment.

(3) If funds allocated under subsection (1) are insufficient
to fully fund the payments as prescribed under subsection (2), the
department shall prorate payments on an equal percentage basis,
with the same percentage proration applied to all funding
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



performed by the district using funds under subsection (1) and the 1 amount of funds under subsection (1) allocated to each of those 2 programs or services. If a district does not comply with this 3 4 subsection, the department shall withhold an amount equal to the August payment due under this section until the district complies 5 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 1 11, there is allocated an amount not to exceed \$1,079,296,100.00 2 \$1,089,096,100.00 for 2020-2021-2022 and there is allocated an 3 amount not to exceed \$1,123,696,100.00 \$1,460,503,100.00 for 2021-4 5 2022-2022-2023 from state sources and all available federal funding 6 under sections 1411 to 1419 of part B of the individuals with 7 disabilities education act, 20 USC 1411 to 1419, estimated at 8 \$456,752,000.00 \$380,000,000.00 for 2020-2021-2021-2022 and 9 \$380,000,000.00 \$390,000,000.00 for 2021-2022, 2022-2023, plus any 10 carryover federal funds from previous year appropriations. The 11 allocations under this subsection are for the purpose of reimbursing districts and intermediate districts for special 12 education programs, services, and special education personnel as 13 14 prescribed in article 3 of the revised school code, MCL 380.1701 to 15 380.1761; net tuition payments made by intermediate districts to the Michigan Schools for the Deaf and Blind; and special education 16 programs and services for pupils who are eligible for special 17 18 education programs and services according to statute or rule. For 19 meeting the costs of special education programs and services not 20 reimbursed under this article, a district or intermediate district may use money in general funds or special education funds, not 21 otherwise restricted, or contributions from districts to 22 23 intermediate districts, tuition payments, gifts and contributions from individuals or other entities, or federal funds that may be 24 25 available for this purpose, as determined by the intermediate district plan prepared under article 3 of the revised school code, 26 27 MCL 380.1701 to 380.1761. Notwithstanding section 17b, the 28 department shall make payments of federal funds to districts, 29 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 allocated the amount necessary, estimated at \$319,000,000.00 3 \$311,800,000.00 for 2020-2021-2022 and estimated at 4 \$332,000,000.00 \$323,300,000.00 for 2021-2022, 2022-2023, for 5 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 amount allocated to a district under this subsection toward 12 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 the pupil's district of residence, plus the amount of the 16 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.



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(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
28 allocated for 2020-2021 2021-2022 an amount not to exceed
29 \$1,000,000.00 and there is allocated for 2021-2022 2022-2023 an



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amount not to exceed \$1,000,000.00 to make payments to districts 1 and intermediate districts under this subsection. If the amount, 2 for 2021-2022, -allocated to a district or intermediate district 3 4 for a-the fiscal year under subsection (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 applying the same proration factor that was used in the 12 distribution of funds under section 52 in 1996-97 as adjusted to 13 the district's or intermediate district's necessary costs of 14 15 special education used in calculations for the fiscal year. This adjustment is to reflect reductions in special education program 16 operations or services between 1996-97 and subsequent fiscal years. 17 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



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allocated for a fiscal year to a district or intermediate district 1 under subsection (2) (a) and (b) exceeds the sum of the amount 2 necessary to fulfill the specified percentages in subsection (2), 3 then the department shall deduct the amount of the excess from the 4 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 2020-2021-2021-16 2022 and there is allocated an amount not to exceed \$2,200,000.00 17 for 2021-2022 **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 additional costs incurred solely because of new or revised 22 23 requirements in the administrative rules minus cost savings permitted in implementing the revised rules. The department shall 24 25 determine net increase in necessary costs in a manner specified by 26 the department.

27 (7) For purposes of this section and sections 51b to 58, all28 of the following apply:

29

(a) "Total approved costs of special education" are determined



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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.

(b) Beginning with the 2004-2005 fiscal year, a A district or 21 22 intermediate district that employed special education support 23 services staff to provide special education support services in 2003-2004 or in a subsequent fiscal year and that in a fiscal year 24 25 after 2003-2004 receives the same type of support services from another district or intermediate district shall report the cost of 26 those support services for special education reimbursement purposes 27 under this article. This subdivision does not prohibit the transfer 28 29 of special education classroom teachers and special education



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classroom aides if the pupils counted in membership associated with
 those special education classroom teachers and special education
 classroom aides are transferred and counted in membership in the
 other district or intermediate district in conjunction with the
 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 fiscal year would otherwise be affected by subdivision (b), 12 subdivision (b) does not apply to the calculation of the 13 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. If the amount of the excess allocations under subsections (2), (3), 17 18 (6), and (11) and sections 53a, 54, and 56 is not sufficient to fully fund the calculation of reimbursement to those districts and 19 20 intermediate districts under this subdivision, then the department shall prorate calculations and resulting reimbursement under this 21 22 subdivision on an equal percentage basis. Beginning in 2015-2016, the The amount of reimbursement under this subdivision for a fiscal 23 year must not exceed \$2,000,000.00 for any district or intermediate 24 25 district.

26 (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



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federal reimbursed program sources unless the department and 1 district or intermediate district agree otherwise and that 2 agreement is approved by the state budget director. Expenses, other 3 than the incidental expense of filing, must not be borne by the 4 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 previously purchased from a private entity; if the purchase from 12 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 report the cost associated with the specific identified special 19 20 education pupil transportation service and shall adjust the costs reported by the constituent district to remove the cost associated 21 with that specific service. 22

(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
counted in membership in the intermediate district of residence.

28 (9) Special education personnel transferred from 1 district to29 another to implement the revised school code are entitled to the



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rights, benefits, and tenure to which the person individual would
 otherwise 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 (11) From the funds allocated in subsection (1), there is allocated the amount necessary, estimated at $\frac{22,400,000.00}{2}$ 12 \$1,500,000.00 for 2020-2021-2021-2022 and estimated at 13 14 \$2,900,000.00 \$1,500,000.00 for 2021-2022, 2022-2023, to pay the 15 foundation allowances for pupils described in this subsection. The 16 department shall calculate the allocation to a district under this 17 subsection by multiplying the number of pupils described in this 18 subsection who are counted in membership in the district times the sum of the foundation allowance under section 20 of the pupil's 19 20 district of residence, plus the amount of the district's per-pupil allocation under section 20m, not to exceed the target foundation 21 22 allowance for the current fiscal year, or, for a pupil described in 23 this subsection who is counted in membership in a district that is 24 a public school academy, times an amount equal to the amount per 25 membership pupil under section 20(6). The department shall calculate the allocation to an intermediate district under this 26 27 subsection in the same manner as for a district, using the foundation allowance under section 20 of the pupil's district of 28 29 residence not to exceed the target foundation allowance for the



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current fiscal year and that district's per-pupil allocation under
 section 20m. This subsection applies to all of the following
 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 (2) or (11) or under section 51c will not be expended, funds up to 13 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 the following order: 19

20 (a) 100% One hundred percent of the reimbursement required
21 under section 53a.

(b) 100% One hundred percent of the reimbursement required
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).

(13) The allocations under subsections (2), (3), and (11) are

- 28 (e) 100% One hundred percent of the payments under section 56.
- 29

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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 2

described in this subsection are the responsibility of the district and intermediate district in which the pupil resides.

(15) For the purpose of receiving its federal allocation under 3 4 part B of the individuals with disabilities education act, Public Law 108-446, a public school academy that is a cyber school, as 5 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 district does not distribute the funds described in this subsection 12 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 prescribed in 34 CFR 300.705 and 34 CFR 300.816. Beginning July 1, 16 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 that term is defined in section 551 of the revised school code, MCL 21 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, and 380.1757; applicable rules; and the individuals with 28 29 disabilities education act, Public Law 108-446. Beginning July 1,

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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 $\frac{2020-2021}{202}$ 11 2021-2022 and for 2021-2022, 2022-2023, the amount necessary, estimated at \$702,500,000.00 \$686,200,000.00 for 2020-2021-2021-12 2022 and \$733,400,000.00 \$709,900,000.00 for 2021-2022, 2022-2023, 13 14 for payments to reimburse districts for 28.6138% of total approved 15 costs of special education excluding costs reimbursed under section 53a, and 70.4165% of total approved costs of special education 16 transportation. Funds allocated under this section that are not 17 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 allocations for the same fiscal year. For each fund transfer as 21 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
11, there is allocated for 2020-2021 all available federal funding,
estimated at \$83,195,000.00, and there is allocated for 2021-2022



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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), the10 following amounts are allocated:

(a) For 2020-2021, an amount estimated at \$19,822,000.00 for
 handicapped infants and toddlers, funded from DED-OSERS,

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
21 Public Law 94-142, funded from DED-OSERS, handicapped preschool
22 incentive funds.

(c) For 2020-2021 and for 2021-2022, 2022-2023, an amount
estimated at \$43,000,000.00 for special education programs funded
by DED-OSERS, handicapped program, individuals with disabilities
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.



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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.

6 (2) The department shall calculate the amount allocated to a 7 district under this section by multiplying the district's special education pupil membership, excluding pupils described in section 8 9 51a(11), times 75% of the foundation allowance under section 20 of 10 the pupil's district of residence, plus 75% of the amount of the 11 district's per-pupil allocation under section 20m, not to exceed 12 75% of the target foundation allowance for the current fiscal year, 13 or, for a special education pupil in membership in a district that 14 is a public school academy, times an amount equal to 75% of the 15 amount per membership pupil calculated under section 20(6). For an 16 intermediate district, the amount allocated under this subsection 17 is an amount per special education membership pupil, excluding 18 pupils described in section 51a(11), and is calculated in the same 19 manner as for a district, using 75% of the foundation allowance 20 under section 20 of the pupil's district of residence, not to 21 exceed 75% of the target foundation allowance for the current 22 fiscal year, and 75% of that district's per-pupil allocation under 23 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



1 no payment calculated under this subsection.

2 Sec. 51g. From the general fund money appropriated in section 11, \$3,000,000.00 is allocated for 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

29

(2) Reimbursement under subsection (1) is for the following



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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 the8 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.

(d) Pupils enrolled in a department-approved on-grounds educational program longer than 180 days, but not longer than 233 days, at a residential child care institution, if the child care institution offered in 1991-92 an on-grounds educational program longer than 180 days but not longer than 233 days.

17 (e) Pupils placed in a district by a parent for the purpose of18 seeking a suitable home, if the parent does not reside in the same19 intermediate district as the district in which the pupil is placed.

(3) Only those costs that are clearly and directly
attributable to educational programs for pupils described in
subsection (2), and that would not have been incurred if the pupils
were not being educated in a district or intermediate district, are
reimbursable under this section.

25 (4) The costs of transportation are funded under this section26 and are not reimbursed under section 58.

(5) The department shall not allocate more than \$10,500,000.00
of the allocation for 2021-2022 2022-2023 in section 51a(1) under
this section.



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Sec. 54. Each intermediate district receives an amount per
 pupil for each pupil in attendance at the Michigan Schools for the
 Deaf and Blind. The amount is proportionate to the total
 instructional cost at each school. The department shall not
 allocate more than \$1,688,000.00 of the allocation for 2021-2022
 2022-2023 in section 51a(1) under this section.

Sec. 54b. (1) From the general fund money appropriated in
section 11, there is allocated an amount not to exceed
\$1,600,000.00 for 2021-2022 2022-2023 to continue the
implementation of the recommendations of the special education
reform task force published in January 2016.

12 (2) The department shall use funds allocated under this section for the purpose of piloting statewide implementation of the 13 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 participate in the pilot that is sufficient to ensure that MiBLSI 21 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
appropriated in section 11, there is allocated an amount not to
exceed \$14,150,000.00 \$21,250,000.00 for 2021-2022 2022-2023 to



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1 intermediate districts for the purpose of providing state early on 2 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 eligible 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.

19 (4) The department shall distribute the funds allocated under 20 subsection (1) to intermediate districts according to the 21 department's early on funding formula utilized to distribute the 22 federal award to Michigan under part C of the individuals with 23 disabilities education act, Public Law 108-446. Funds received 24 under this section must not supplant existing funds or resources 25 allocated for early on early intervention services. An intermediate district receiving funds under this section shall maximize the 26 27 capture of Medicaid funds to support early on early intervention 28 services to the extent possible.

29

(5) Each intermediate district that receives funds under this



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section shall report data and other information to the department
 in a form, manner, and frequency prescribed by the department to
 allow for monitoring and evaluation of the program and to ensure
 that the children described in subsection (1) received appropriate
 levels and types of services delivered by qualified personnel,
 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.

14 Sec. 55. (1) From the general fund money appropriated in 15 section 11, there is allocated an amount not to exceed \$250,000.00 16 \$300,000.00 for 2021-2022 2022-2023 only to the Conductive Learning Center located at operating in cooperation with Aquinas College. 17 18 This funding must be used to support the operational costs of the conductive education model taught at the Conductive Learning Center 19 20 to maximize the independence and mobility of children and adults with neuromotor disabilities. The conductive education model funded 21 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.

(2) Notwithstanding section 17b, the department shall
distribute the funding allocated under this section to the
Conductive Learning Center not later than December 1, 2021.of each
fiscal year for which funding is allocated under this section.
Sec. 56. (1) For the purposes of this section:



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(a) "Membership" means for a particular fiscal year the total
 membership of the intermediate district and the districts
 constituent to the intermediate district, except that if a district
 has elected not to come under part 30 of the revised school code,
 MCL 380.1711 to 380.1741, membership of the district is not
 included in the membership of the intermediate district.

7 (b) "Millage levied" means the millage levied for special
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 allocated an amount not to exceed \$40,008,100.00 for 2020-2021 17 **2021-2022** and an amount not to exceed \$40,008,100.00 for 2021-2022 18 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 reimbursement are limited as if the funds were generated by these 22 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,



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reimbursement for those millages levied in 2019-2020-2020-2021 is 1 2 membership pupil computed by subtracting from \$208,800.00 3 \$218,200.00 the 2019-2020 2020-2021 taxable value behind each 4 membership pupil and multiplying the resulting difference by the 5 6 2019-2020 2020-2021 millage levied, and then subtracting from that 7 amount the 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 2020-2021 2021-2022 for an intermediate district whose 2017-2018 allocation was affected by 12 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, reimbursement for those millages levied in 2020-2021-2022 is 16 made in 2021-2022 **2022-2023** at an amount per 2020-2021 **2021-2022** 17 18 membership pupil computed by subtracting from \$215,900.00 \$229.600.00 the 2020-2021 2021-2022 taxable value behind each 19 20 membership pupil and multiplying the resulting difference by the 2020-2021-2022 millage levied, and then subtracting from that 21 22 amount the 2020-2021-2021-2022 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 under the brownfield redevelopment financing act, 1996 PA 381, MCL 125.2651 to 125.2670. Reimbursement in 2021-2022 2022-2023 for an intermediate district whose 2017-2018 allocation was affected by the operation of subsection (5) is an amount equal to 102.5% of the 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 12 single intermediate district under this section subsection (2) is 13 not less than 75% of the amount allocated to the intermediate 14 district under this section subsection (2) for the immediately 15 preceding fiscal year.

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



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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 2020-2021 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 2020-2021 3-year average membership in the 11 immediately preceding fiscal year, and then subtracting from that 12 amount the amount allocated under subsection (2) for 2021-2022. the current fiscal year. If the calculation under this subdivision 13 14 results in an amount below zero, there is no payment under this 15 subdivision.

16 (b) Except as otherwise provided in this subsection, for an 17 intermediate district with a 2020-2021-3-year average special 18 education millage revenue per pupil in the immediately preceding fiscal year that is less than \$281.00 \$296.00 and that is levying 19 20 at least 60.0% of its maximum millage rate allowed under section 1724a of the revised school code, MCL 380.1724a, an amount computed 21 by subtracting from \$281.00 the 2020-2021 3-year average special 22 23 education millage revenue per pupil in the immediately preceding fiscal year, and, only if the millage levied by the intermediate 24 25 district is less than 1, multiplying that amount by the number of mills levied divided by 1, and then multiplying that amount by the 26 27 2020-2021 - 3-year average membership in the immediately preceding 28 fiscal year, and then subtracting from that amount the amount 29 allocated under subsection (2) for 2021-2022. the current fiscal



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year. If the calculation under this subdivision results in an
 amount below zero, there is no payment under this subdivision.

3

(8) As used in subsection (7):

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, 20192020, 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.

13 Sec. 61a. (1) From the state school aid fund money 14 appropriated in section 11, there is allocated an amount not to 15 exceed \$37,611,300.00 \$47,611,300.00 for 2021-2022-2023 only 16 to reimburse on an added cost basis districts, except for a 17 district that served as the fiscal agent for a vocational education 18 consortium in the 1993-94 school year and that has a foundation 19 allowance as calculated under section 20 greater than the minimum 20 target foundation allowance under that section, and secondary area vocational-technical education centers for secondary-level career 21 and technical education programs according to rules approved by the 22 23 superintendent. It is the intent of the legislature that, for 2023-24 2024, the allocation from the state school aid fund money 25 appropriated in section 11 for purposes described in this subsection will be \$37,611,300.00. Applications for participation 26 27 in the programs must be submitted in the form prescribed by the department. The department shall determine the added cost for each 28 29 career and technical education program area. The department shall



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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.

(2) Except for a district that served as the fiscal agent for
a vocational education consortium in the 1993-94 school year, the
department shall reimburse districts and intermediate districts for
local career and technical education administration, shared time
career and technical education administration, and career education
planning district career and technical education administration administration.



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what constitutes administration and shall make reimbursement
 pursuant to those guidelines. The department shall not distribute
 more than \$800,000.00 of the allocation in subsection (1) under
 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 $\frac{2021-2022}{2021-2022}$ 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 department shall allocate an amount as determined under this 21 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 use more than 5% of the funds allocated under this subsection for 26 27 administrative costs for serving as the fiscal agent.

28 (3) To be an eligible fiscal agent, an intermediate district29 must agree to do all of the following in a form and manner



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1 determined by the department:

2 (a) Distribute funds to eligible CTE early middle college and
3 CTE dual enrollment programs in a career education planning
4 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.

14 (c) Implement a regional process to rank career clusters in
15 the workforce development board service delivery area as described
16 under subsection (4). Regional processes must be approved by the
17 department before the ranking of career clusters.

18 (d) Report CTE early middle college and CTE dual enrollment
19 program and student data and information as prescribed by the
20 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.

(f) The local education agency will report each award outcome
in the Michigan student data system (MSDS) that the CTE early
middle college student attained. For purposes of this subsection,
an on-track CTE early middle college graduate is a graduate who



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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.

6

(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:

(a) An identification of regional employer need based on a 11 ranking of all career clusters in the workforce development board 12 service delivery area ranked by 10-year projections of annual job 13 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 openings. The career and educational advisory council located in 18 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.

(b) An identification of educational entities in the workforce
development board service delivery area that will provide eligible
CTE early middle college and CTE dual enrollment programs including
districts, intermediate districts, postsecondary institutions, and



1 noncredit occupational training programs leading to an industry-2 recognized credential. 3 (c) A strategy to inform parents and students of CTE early

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.

6

(d) Any other requirements as defined by the department.

7 (5) An eligible CTE program is a program that meets all of the8 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.

13 (b) Has a coherent sequence of courses in a specific career
14 cluster that will allow a student to earn a high school diploma and
15 achieve at least 1 of the following:

16 (i) For CTE early middle college, outcomes as defined in17 subsection (3)(f).

18 (*ii*) For CTE dual enrollment, 1 of the following:

19 (A) An associate degree.

20 (B) An industry-recognized technical certification approved by21 the department of labor and economic opportunity.

22

(C) Up to 60 transferable college credits.

23 (D) Participation in a registered apprenticeship, pre-24 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



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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 services8 that include at least the following:

9 (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.

(g) Has courses that are taught on a college campus, are college courses offered at the high school and taught by college faculty, or are courses taught in combination with online 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



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1 preceding school year.

2 (7) In order to receive funds under this section, a CTE early 3 middle college or CTE dual enrollment program shall furnish to the intermediate district that is the fiscal agent identified in 4 5 subsection (2), in a form and manner determined by the department, 6 all information needed to administer this program and meet federal 7 reporting requirements; shall allow the department or the 8 department's designee to review all records related to the program 9 for which it receives funds; and shall reimburse the state for all 10 disallowances found in the review, as determined by the department.

11 (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 12 state school aid fund allocation for grants to intermediate 13 14 districts or consortia of intermediate districts for the purpose of 15 planning for new or expanded early middle college programs. Applications for grants must be submitted in a form and manner 16 determined by the department. The amount of a grant under this 17 18 subsection must not exceed \$50,000.00. To be eligible for a grant under this subsection, an intermediate district or consortia of 19 20 intermediate districts must provide matching funds equal to the grant received under this subsection. Notwithstanding section 17b, 21 22 the department shall make payments under this subsection in the 23 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



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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.

8 (11) If pupils enrolled in a career cluster in an eligible CTE
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.

14

(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.

18 (b) "Career and educational advisory council" means an
19 advisory council to the local workforce development boards located
20 in a workforce development board service delivery area consisting
21 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.

28 (f) "Early middle college program" means a 5-year high school29 program.



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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.

4 Sec. 61c. (1) From the general state school aid fund money appropriated in section 11, there is allocated for 2021-2022 2022-5 6 2023 only an amount not to exceed \$7,500,000.00 to eligible career 7 education planning districts for the CTE skilled trades initiative 8 described in subsections (2) to (5). purposes described in this 9 section. To be eligible to receive funding under this section, at 10 least 50% of the area served by a CEPD must be located in an 11 intermediate district that did not levy a vocational education 12 millage in 2021.2022.

13 (2) To receive funding under subsection (1), each eligible
14 CEPD must apply in a form and manner prescribed by the department.
15 Funding to each eligible CEPD must be equal to the quotient of the
16 allocation under subsection (1) and the sum of the number of career
17 education planning districts applying for funding under subsection
18 (1) that are located in an intermediate district that did not levy
19 a vocational education millage in 2021.2022.

20 (3) At least 50% of the funding allocated to each eligible CEPD must be used to update equipment in current CTE programs that 21 have been identified in the highest 5 career cluster rankings in 22 23 the most recent CEPD regional strategic plans jointly approved by 24 the Michigan talent investment agency in the department of labor 25 and economic opportunity and the department, for training on new equipment, for professional development relating to computer 26 27 science or coding, or for new and emerging certified CTE programs 28 to allow CEPD administrators to provide programming in communities 29 that will enhance economic development. The funding for equipment



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should be used to support and enhance community areas that have 1 sustained job growth, and act as a commitment to build a more 2 qualified and skilled workforce. In addition, each CEPD is 3 encouraged to explore the option of leasing equipment from local 4 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.

(5) Not later than September 15 of each fiscal year, each CEPD 18 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 purchased under subsection (1). In addition, the report must 22 23 identify growth data on program involvement, retention, and 24 development of student skills.

25

(6) As used in this section:

(a) "CEPD" means a career education planning district 26 27 described in this section.

- (b) "CTE" means career and technical education. 28
- 29

Sec. 61d. (1) From the appropriation in section 11, there is



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1 allocated for 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 under9 this section in the following manner:

(a) A payment of \$35.00 multiplied by the number of pupils in
grades 9 to 12 who are counted in membership in the district and
are enrolled in at least 1 career and technical education program.

(b) An additional payment of \$35.00 multiplied by the number of pupils in grades 9 to 12 who are counted in membership in the district and are enrolled in at least 1 career and technical education program that provides instruction in critical skills and 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.

(4) If a student attends a career and technical education
program at an intermediate district, the payment under subsection
(2) attributable to that student must be split equally between the
intermediate district providing the program and the district that
counts the student in membership.

26 (5) (4) As used in this section:

27 (a) "Career and technical education program" means a state28 approved career and technical education program, as determined by
29 the department.



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(b) "Career and technical education program that provides
 instruction in critical skills and high-demand career field" means
 a career and technical education program classified under any of
 the following 2-digit classification of instructional programs
 (CIP) codes:

6 (i) 01, which refers to "agriculture, agriculture operations,
7 and related sciences".

8 9 (ii) 03, which refers to "natural resources and conservation".
 (iii) 10 through 11, which refers to "communications

10 technologies/technicians and support services" and "computer and 11 information sciences and support services".

12 (*iv*) 14 through 15, which refers to "engineering" and13 "engineering technologies and engineering-related fields".

14 (v) 26, which refers to "biological and biomedical sciences".
15 (vi) 46 through 48, which refers to "construction trades",
16 "mechanic and repair technologies/technicians", and "precision
17 production".

18 (vii) 51, which refers to "health professions and related19 programs".

20 Sec. 61i. (1) From the state school aid fund money 21 appropriated in section 11, there is allocated for 2022-2023 only 22 an amount not to exceed \$10,000,000.00 to eligible intermediate 23 districts as provided under this section.

(2) To receive funding under this section, an intermediate
district must apply for the funding in a form and manner prescribed
by the department.

(3) The department shall not allocate more than 1% of the
total funding allocated under this section to an eligible
intermediate district in the first round of funding under this



1 section.

2 (4) An intermediate district that meets either of the
3 following is an eligible intermediate district under this section:
4 (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.

14 (7) Funds allocated under this section for 2022-2023 are a 15 work project appropriation, and any unexpended funds for 2022-2023 16 are carried forward into 2023-2024. The purpose of the work project 17 is to continue providing funding for the recruitment of, retention 18 of, and coverage of continued education costs for CTE teachers as 19 described in this section. The estimated completion date of the 20 work project is September 30, 2024.

(8) As used in this section, "CTE" means career and technicaleducation.

23

Sec. 62. (1) For the purposes of this section:

(a) "Membership" means for a particular fiscal year the total
membership of the intermediate district and the districts
constituent to the intermediate district or the total membership of
the area vocational-technical program, except that if a district
has elected not to come under sections 681 to 690 of the revised
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.

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.

(b) "Millage levied" means the millage levied for area vocational-technical education under sections 681 to 690 of the revised school code, MCL 380.681 to 380.690, including a levy for debt service obligations incurred as the result of borrowing for capital outlay projects and in meeting capital projects fund 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 has elected not to come under sections 681 to 690 of the revised 23 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 not to come under sections 681 to 690 of the revised school code, 27 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:



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(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
5 of the program that is commensurate with the revenue that would
6 have been raised for operation of the program if millage were
7 levied in the district for the program under sections 681 to 690 of
8 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 2020-11 2021-2021-2022 and for 2021-2022-2023 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 2020-19 20 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 21 22 \$227,300.00 the 2019-2020 2020-2021 taxable value behind each 23 membership pupil and multiplying the resulting difference by the 24 2019-2020-2020-2021 millage levied, and then subtracting from that 25 amount the 2019-2020-2020-2021 local community stabilization share 26 revenue for area vocational technical education behind each membership pupil for reimbursement of personal property exemption 27 28 loss under the local community stabilization authority act, 2014 PA 29 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 2021-2022 2022-2023 at an amount per 2020-2021 2 2021-2022 membership pupil computed by subtracting from \$224,800.00 3 \$237,500.00 the 2020-2021-2022 taxable value behind each 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).

(6) The department shall ensure that the amount paid to a single intermediate district under this section is not less than 75% of the amount allocated to the intermediate district under this section for the immediately preceding fiscal year.

Sec. 65. (1) From the appropriation under section 11, there is allocated an amount not to exceed \$400,000.00 \$900,000.00 for 2021-2022 2022-2023 only for a pre-college engineering K-12 educational program that is focused on the development of a diverse future Michigan workforce, that serves multiple communities within



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southeast Michigan, that enrolls pupils from multiple districts, and that received funds appropriated for this purpose in the appropriations act that provided the Michigan strategic fund budget for 2014-2015. 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 section 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.

14 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. The programs funded under this section are intended to inform 17 18 students of college and career options and to provide resources intended to increase the number of pupils who are adequately 19 20 prepared with the information needed to make informed decisions on 21 college and career. The funds appropriated under this section are intended to be used to increase the number of Michigan residents 22 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.

(2) The department of labor and economic opportunity shall
administer funds allocated under this section in collaboration with
the Michigan college access network. These funds may be used for
any of the following purposes:



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(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 first10 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.

19 (e) The Michigan college access portal, an online one-stop20 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.

5 Sec. 67a. (1) From the general fund money appropriated under 6 section 11, there is allocated an amount not to exceed \$50,000.00 7 for 2021-2022 2022-2023 only for a grant to be distributed by the 8 department to an organization to provide industrial and 9 technological education and workforce preparation for students and 10 professional development opportunities and support for teachers.

11 (2) Notwithstanding section 17b, the department shall make
12 grant payments under this section on a schedule determined by the
13 department.

14 Sec. 67c. (1) From the general fund money appropriated in 15 section 11, there is allocated for 2022-2023 only an amount not to 16 exceed \$3,000,000.00 to Michigan State University as prescribed in 17 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.

(b) Provides the individuals described in subdivision (a) theopportunity to become world-class developers.

(c) Provides the individuals described in subdivision (a) theopportunity to work on real-world challenges and connect with



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1 community and industry partners.

2 (d) Provides a month-long foundation program throughout the
3 year designed for learners considering app economy careers who are
4 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.

7 (3) In determining the amount of each stipend described in
8 subsection (2), Michigan State University shall, based on the
9 federal free application for federal student aid (FAFSA) form,
10 determine the participant's estimated family contribution and
11 compare that to the participant's indirect opportunity cost.

(4) As used in this section, "opportunity cost" means the
income a participant foregoes by not working at minimum-wage levels
due to his or her attendance in the developer academy described in
this section.

16 (5) Notwithstanding section 17b, the department shall make
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.

(2) As used in this section, "eligible state-approved
501(c)(3) organization" means an organization that is exempt from
taxation under section 501(c)(3) of the internal revenue code of
1986, 26 USC 501, that provides either the ProStart or Hospitality



Tourism Management curriculum and training to state-approved career and technical education programs with classification of instructional programs (CIP) codes in the 12.05xx or 52.09xx and that administers national certification for the purposes of restaurant management, culinary arts or hospitality, or tourism management in becoming a hospitality and tourism specialist as part 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 a17 viable career option.

18 (b) It has previously distributed educational booklets on19 building a house or an activity book for the skilled trades.

20 (c) It is affiliated with a statewide residential building21 trade organization.

(2) The funds allocated under this section must be used to
develop, produce, and distribute a guide to skilled trades careers
for students in grades 8 to 12.

(3) Notwithstanding section 17b, the department shall make
payments under this section on a schedule determined by the
department.

28 Sec. 74. (1) From the state school aid fund money appropriated29 in section 11, there is allocated an amount not to exceed



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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 20222023 for reimbursement to districts and intermediate districts for



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costs associated with the inspection of school buses and pupil 1 transportation vehicles by the department of state police as 2 required under section 715a of the Michigan vehicle code, 1949 PA 3 300, MCL 257.715a, and section 39 of the pupil transportation act, 4 5 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 amount allocated under this subsection. Notwithstanding section 19 20 17b, the department shall make payments to eligible entities under 21 this subsection on a schedule prescribed by the department.

Sec. 81. (1) From the state school aid fund money appropriated in section 11, there is allocated for 2020-2021 to the intermediate districts the sum necessary, but not to exceed \$69,138,000.00, and there is allocated for 2021-2022 2022-2023 to the intermediate districts the sum necessary, but not to exceed \$71,903,600.00 \$75,642,600.00 to provide state aid to intermediate districts under this section.

29

(2) The amount allocated under this section for 2020-2021 to



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1 each intermediate district is an amount equal to 100% of the amount allocated to the intermediate district under this section for 2019-2 2020. The amount allocated under this section for 2021-2022 2022-3 2023 to each intermediate district is an amount equal to 104% 4 5 105.2% of the amount allocated to the intermediate district under this section for 2020-2021. **2021-2022**. An intermediate district 6 7 shall use funding provided under this section to comply with 8 requirements of this article and the revised school code that are applicable to intermediate districts, and for which funding is not 9 10 provided elsewhere in this article, and to provide technical assistance to districts as authorized by the intermediate school 11 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.

(4) From the allocation in subsection (1), there is allocated 18 to an intermediate district, formed by the consolidation or 19 20 annexation of 2 or more intermediate districts or the attachment of a total intermediate district to another intermediate district or 21 the annexation of all of the constituent K-12 districts of a 22 23 previously existing intermediate district which has disorganized, an additional allotment of \$3,500.00 each fiscal year for each 24 25 intermediate district included in the new intermediate district for 3 years following consolidation, annexation, or attachment. 26 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



intermediate district employs at least 1 person who is trained in
 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 school10 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.

14 (e) Comply with section 1230g of the revised school code, MCL15 380.1230g.

(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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email distribution lists, listservs, or other coordination or 1 collaboration activities organized by or hosted at the intermediate 2 3 district. In ensuring that all districts located within the geographic boundaries of the intermediate district have equitable 4 access to services, meetings, programming, events, email 5 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 district if districts that are not public school academies that are 12 13 located within the geographic boundaries of the intermediate 14 district are not excluded.

Sec. 94. (1) From the general fund money appropriated in section 11, there is allocated to the department for 2021-2022 2022-2023 an amount not to exceed \$1,200,000.00 for efforts to increase the number of pupils who participate and succeed in advanced placement and international baccalaureate programs, and to support the college-level examination program (CLEP).

(2) From the funds allocated under this section, the department shall award funds to cover all or part of the costs of advanced placement test fees or international baccalaureate test fees and international baccalaureate registration fees for lowincome pupils who take an advanced placement or an international baccalaureate test and CLEP fees for low-income pupils who take a CLEP test.

28 (3) The department shall only award funds under this section29 if the department determines that all of the following criteria are



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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 \$5.0011 toward the cost of each test for which payment is made.

12 (4) The department shall establish procedures for awarding13 funds under this section.

14 (5) Notwithstanding section 17b, the department shall make15 payments under this section on a schedule determined by the16 department.

Sec. 94a. (1) There is created within the state budget office in the department of technology, management, and budget the center for educational performance and information. The center shall do all of the following:

(a) Coordinate the collection of all data required by state
and federal law from districts, intermediate districts, and
postsecondary institutions.

(b) Create, maintain, and enhance this state's P-20
longitudinal data system and ensure that it meets the requirements
of subsection (4).

27 (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.



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(d) Create, maintain, and enhance this state's web-based
 educational portal to provide information to school leaders,
 teachers, researchers, and the public in compliance with all
 federal and state privacy laws. Data must include, but are not
 limited to, all of the following:

6 (i) Data sets that link teachers to student information,
7 allowing districts to assess individual teacher impact on student
8 performance and consider student growth factors in teacher and
9 principal evaluation systems.

10 (ii) Data access or, if practical, data sets, provided for
11 regional data hubs that, in combination with local data, can
12 improve teaching and learning in the classroom.

13 (iii) Research-ready data sets for researchers to perform14 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 to18 allow them to assess allocation of resources and the return on19 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 21 information from districts, intermediate districts, or 22 23 postsecondary institutions as required under state or federal law 24 shall make arrangements with the center to ensure that the state 25 department, officer, or agency is in compliance with subsection (1). This subsection does not apply to information collected by the 26 27 department of treasury under the uniform budgeting and accounting act, 1968 PA 2, MCL 141.421 to 141.440a; the revised municipal 28 29 finance act, 2001 PA 34, MCL 141.2101 to 141.2821; the school bond



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

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:

8 (a) Includes data at the individual student level from9 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.

15 (c) Enables the matching of individual teacher and student 16 records so that an individual student may be matched with those 17 teachers providing instruction to that student.

18 (d) Enables the matching of individual teachers with
19 information about their certification and the institutions that
20 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.

24 (f) Ensures the reasonable quality, validity, and reliability25 of 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 1229 and postsecondary, meets all of the following:



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(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.

9 (*iv*) Has the capacity to communicate with higher education data10 systems.

11 (i) For data elements related to preschool through grade 1212 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.

20

(iii) Contains student-level college readiness test scores.

21

(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,
all of the following:

(j) For data elements related to postsecondary education only:

26 (A) Enrollment in remedial coursework.

27 (B) Completion of 1 year's worth of college credit applicable28 to a degree within 2 years of enrollment.

29

(ii) Contains data that provide other information determined



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necessary to address alignment and adequate preparation for success
 in postsecondary education.

(5) From the general fund money appropriated in section 11, 3 there is allocated an amount not to exceed \$18,802,500.00 4 5 \$19,032,300.00 for 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 2021-2022-2022-2023 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 shall cooperate with the department to ensure that this state is in 12 compliance with federal law and is maximizing opportunities for 13 14 increased federal funding to improve education in this state.

(6) From the funds allocated in subsection (5), the center may use an amount determined by the center for competitive grants for 2021-2022 2022-2023 to support collaborative efforts on the P-20 longitudinal data system. All of the following apply to grants 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.

(b) Activities funded under the grant must support the P-20
longitudinal data system portal and may include portal hosting,
hardware and software acquisition, maintenance, enhancements, user
support and related materials, and professional learning tools and
activities aimed at improving the utility of the P-20 longitudinal
data system.

29

(c) An applicant that received a grant under this subsection



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for the immediately preceding fiscal year has priority for funding
 under this section. However, after 3 fiscal years of continuous
 funding, an applicant is required to compete openly with new
 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 reporting to other principal executive departments, state agencies, 12 local units of government, and other individuals and organizations. 13 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 provide such data, analysis, and reporting services. 17

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 21 22 section 11, there is allocated an amount not to exceed \$2,000,000.00 for 2021-2022 2022-2023 only for the model value-23 24 added growth and projection analytics system. The department shall 25 continue the model value-added growth and projection analytics system and incorporate that model into its reporting requirements 26 27 under the every student succeeds act, Public Law 114-95. The model described in this subsection must do at least all of the following: 28 29 (a) Utilize existing assessments and any future assessments



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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.

6 (d) Include all available prior standardized assessment data
7 that meet inclusion criteria across grades, subjects, and state and
8 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.

19 (h) Demonstrate prior statewide implementation in at least 220 other 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.

(j) Have a "help/contact us" ticketing system built into thevalue-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.

2 (1) The department and the platform vendor shall provide
3 statewide training for educators to understand the reporting that
4 details the impact to student learning and growth.

5 (2) The department shall provide internet-based electronic
6 student growth and projection reporting based on the model under
7 subsection (1) to educators at the school, district, and state
8 levels. The model must include role-based permissions that allow
9 educators to access information about the performance of the
10 students within their immediate responsibility in accordance with
11 applicable privacy laws.

12 (3) The model under subsection (1) must not be a mandatory13 part of teacher evaluation or educator pay-for-performance systems.

14 (4) The model under subsection (1) must be a model that15 received funding under this section in 2018-2019.

(5) By March 31 - 2022, of each fiscal year for which funding 16 17 is allocated under this section, the department shall work with the 18 center to provide a report to the senate and house appropriations 19 subcommittees on school aid and the senate and house fiscal 20 agencies regarding the number of districts that are not public 21 school academies that opted in to student-teacher linkages in their 22 use of the model value-added growth and projection analytics system 23 under this section. The report under this subsection must also 24 include verification that the value-added reporting platform continued hosting and delivery of historical reporting and specify 25 26 any additional research and analysis offered to the department.make 27 data publicly available on an external website that provides student growth metrics provided by the value-added reporting 28 platform at the district and school level by grade and subject. 29



Sec. 97. (1) For 2021-2022, from the state school aid fund 1 money appropriated under section 11, there is allocated an amount 2 not to exceed \$7,500,000.00 and from the general fund money 3 appropriated under section 11, there is allocated an amount not to 4 exceed \$2,500,000.00 for competitive grants to public schools, 5 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 the grant program described in this subsection. All grants under 13 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. (d) An individual public school may submit its own application 28 but must not also be included in its district's application if the 29

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district submits an application under this subsection. 1 2 (c) The department of state police shall award grants to applicants based on eligibility, the project description, and 3 whether the project reflects the highest security need of the 4 applicant within grant funding constraints, the budget narrative, 5 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 (i) Applicants seeking funding for projects that involve 10 multiple agencies working in partnership. 11 (ii) Applicants seeking funding for proposals that seek to 12 secure exterior access points of school buildings. (iii) Applicants that did not receive a school safety grant in 13 14 the past. (iv) Applicants that did not receive a grant under section 1001 15 of article XX of 2018 PA 207 or under section 115 of 2018 PA 618. 16 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 quidance 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, not later than February 1, 2022. 25 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
- 29 building more than once. If a district submits an application under



subsection (2) relating to a school building and a public school 1 2 within that district also submits an application for funding in relation to that same school building, the department of state 3 police shall not allocate funding under subsection (1) twice for 4 that school building. If a public school, nonpublic school, 5 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 (c) 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, 28

29 except as otherwise preapproved by the department of state police.



1 (k) Management studies or research and development. 2 (1) Memberships and dues, except for a specific requirement of 3 the project that has been preapproved by the department of state 4 police. 5 (m) Vehicles, watercraft, or aircraft, including unmanned or remotely piloted aircraft and vehicles. 6 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 that is a public school, nonpublic school, district, or 11 12 intermediate district or a grantee under section 115 of 2018 PA 618 that is a public school, nonpublic school, district, or 13 14 intermediate district is not prohibited from applying for, and 15 receiving, a grant award under this section. (6) The department of state police shall begin issuing awards 16 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
29 fund or general fund and are carried forward into 2022-2023. The

EGISLATIVE SERVICE EUREAU Since 1941 Legal Division purpose of the work project is to continue promoting safer school environments. The estimated completion date of the work project is July 1, 2023.

(1) (9) The department of state police shall ensure that a 4 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. Allowable expenditures of funds allocated under this section 12 13 include, but are not limited to, the following: 14 (a) Coordination with local law enforcement. 15 (b) Training for school staff on threat assessment. (c) Training for school staff and students on threat response. 16 17 (d) Training for school staff on crisis communication. 18 (e) Safety infrastructure, including, but not limited to, cameras, door blocks, hardened vestibules, window screening, and 19 20 technology necessary to operate buzzer systems. This may also include firearm detection software that integrates to existing 21 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. 27 (f) Age-appropriate training for students and families on

28 29

(g) Providing professional development to school resource



responsible gun ownership.

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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.

(5) Notwithstanding section 17b, the department shall make
payments under this section on a schedule determined by the
department.

29

Sec. 97a. From the general fund money appropriated in section



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11, there is allocated an amount not to exceed \$1,947,000.00 for
 2021-2022 2022-2023 only for Michigan Virtual University to support
 Navigate 360.

Sec. 97b. (1) From the state school aid fund money
appropriated in section 11, there is allocated for 2022-2023 an
amount not to exceed \$25,000,000.00 to public schools, districts,
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

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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.

11 (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.

(5) Funds allocated under this section for 2022-2023 are a 16 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 created4 within the department.

5 (3) The commission must consist of all of the following6 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 the14 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 the19 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.

22 (g) One member who has a background in school administration.

23 (h) One member who has experience in school-threat

24 assessments.

(i) One member who has experience in the provision ofinpatient 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



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designees that are from within their respective departments or
 agencies may be nonvoting, ex officio members of the commission:

(a) The director of the department of state police.

3 4

(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.

(9) A majority of the members of the commission constitutes a quorum for transacting business. A vote of the majority of the members of the commission serving is required for any action of the commission.

(10) The commission shall conduct its business in compliance
with the open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

(11) A writing that is prepared, owned, used, possessed, or
retained by the commission in performing an official function is
subject to the freedom of information act, 1976 PA 442, MCL 15.231
to 15.246.

(12) A member of the commission is not entitled to
compensation for service on the commission, but the commission may
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 prevention12 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.

(f) Convey recommendations to the department of licensing and regulatory affairs and the bureau of construction codes within the department of licensing and regulatory affairs concerning building construction that is consistent with school safety needs.

(14) The commission may hire an executive director and staff.
(15) As used in this section, "commission" means the school
safety and mental health commission created in subsection (2).
Sec. 97f. (1) From the state school aid fund money
appropriated in section 11, there is allocated for 2022-2023 only
an amount not to exceed \$15,000,000.00 for a pilot program



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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:

(a) The use of case management, intensive mentoring, and
technical assistance to reduce the threat of violence in school
communities in this state and to provide early interventions for
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 inform19 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.

(4) 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 increase school safety by identifying and supporting middle
and high school students that are determined to be at risk for
violence as described in this section. The estimated completion
date of the work project is September 30, 2027.



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(5) Notwithstanding section 17b, the department shall make
 payments under this section on a schedule determined by the
 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.

(2) The Michigan Virtual University shall operate the Michigan
Virtual Learning Research Institute. The Michigan Virtual Learning
Research Institute shall do all of the following:

25 (a) Support and accelerate innovation in education through the26 following activities:

27 (i) Test, evaluate, and recommend as appropriate new28 technology-based instructional tools and resources.

29

(*ii*) Research, design, and recommend virtual education delivery



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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.

19 (v) Provide an extensive professional development program to 20 at least 30,000 educational personnel, including teachers, school 21 administrators, and school board members, that focuses on the 22 effective integration of virtual learning into curricula and 23 instruction. The Michigan Virtual Learning Research Institute is 24 encouraged to work with the MiSTEM council described in section 99s 25 to coordinate professional development of teachers in applicable fields. In addition, the Michigan Virtual Learning Research 26 27 Institute and external stakeholders are encouraged to coordinate 28 with the department for professional development in this state. Not 29 later than December 1 of each year, fiscal year for which funding



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is allocated under this section, the Michigan Virtual Learning 1 Research Institute shall submit a report to the house and senate 2 appropriations subcommittees on school aid, the state budget 3 director, the house and senate fiscal agencies, and the department 4 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.

(B) A link to, and explanation of, the Michigan Virtual University's online course standards for professional development programming. The standards described in this sub-subparagraph must inform learners how to file a complaint about course content and detail the steps that will be taken for the review and resolution of complaints.

18 (vi) Identify and share best practices for planning,
19 implementing, and evaluating virtual and blended education delivery
20 models with intermediate districts, districts, and public school
21 academies to accelerate the adoption of innovative education
22 delivery models statewide.

(b) Provide leadership for this state's system of virtuallearning education by doing the following activities:

(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



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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.

10 (vi) Create a statewide network of school-based mentors serving 11 as liaisons between pupils, virtual instructors, parents, and 12 school staff, as provided by the department or the center, and 13 provide mentors with research-based training and technical 14 assistance designed to help more pupils be successful virtual 15 learners.

16 (vii) Convene focus groups and conduct annual surveys of
17 teachers, administrators, pupils, parents, and others to identify
18 barriers and opportunities related to virtual learning.

19 (viii) Produce an annual consumer awareness report for schools 20 and parents about effective virtual education providers and 21 education delivery models, performance data, cost structures, and 22 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



establish a plan to make available virtual resources that align to
 Michigan's K-12 curriculum standards for use by students,
 educators, and parents.

4 (x) Create and maintain a public statewide catalog of virtual learning courses being offered by all public schools and community 5 colleges in this state. The Michigan Virtual Learning Research 6 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 Institute shall also provide a mechanism for intermediate districts 11 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 theimmediately preceding school year.

(B) The number of enrollments that earned 60% or more of the
total course points for each virtual course in the immediately
preceding school year.

27 (C) The pass rate for each virtual course.

28 (xi) Support registration, payment services, and transcript29 functionality for the statewide catalog and train key stakeholders



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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 Michigan7 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.

20 (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), the29 Michigan Virtual University shall allocate up to \$500,000.00 to



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support the expansion of new online and blended educator
 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 defined10 in section 1471 of the revised school code, MCL 380.1471.

11 (c) Courses and dual enrollment opportunities.

12

(d) Programs and services for at-risk pupils.

13 (e) High school equivalency test preparation courses for14 adjudicated youth.

15

(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.

(7) Not later than December 1 of each fiscal year for which
funding is allocated under this section, the Michigan Virtual
University shall 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
that includes at least all of the following information related to



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1 the Michigan Virtual School for the preceding state fiscal year:

2 (a) A list of the districts served by the Michigan Virtual3 School.

4

(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.
- 7

(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*).

13 (9) The governor may appoint an advisory group for the 14 Michigan Virtual Learning Research Institute established under 15 subsection (2). The members of the advisory group serve at the 16 pleasure of the governor and without compensation. The purpose of 17 the advisory group is to make recommendations to the governor, the 18 legislature, and the president and board of the Michigan Virtual 19 University that will accelerate innovation in this state's 20 education system in a manner that will prepare elementary and 21 secondary students to be career and college ready and that will 22 promote the goal of increasing the percentage of residents of this 23 state with high-quality degrees and credentials to at least 60% by 24 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



year that includes a breakdown on its projected costs to deliver 1 virtual educational services to districts and a summary of the 2 anticipated fees to be paid by districts for those services. Not 3 later than March 1 each year, fiscal year for which funding is 4 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:

(a) "Blended learning" means a hybrid instructional delivery model where pupils are provided content, instruction, and assessment, in part at a supervised educational facility away from home where the pupil and a teacher with a valid Michigan teaching certificate are in the same physical location and in part through internet-connected learning environments with some degree of pupil 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 of generating a credit or a grade and that is provided in an interactive learning environment in which the majority of the curriculum is delivered using the internet and in which pupils are separated from their instructor or teacher of record by time or location, or both.

29

Sec. 98b. (1) In order to receive state aid under this article



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1 for 2021-2022, 2022-2023, a district must do all of the following:

(a) By not later than the first meeting of the board that
occurs in February of 2022 the fiscal year referenced in subsection
(1) and by not later than the last day of the 2021-2022 school year
that falls within the fiscal year referenced in subsection (1), the
district superintendent or chief administrator of the district, as
applicable, shall present both of the following at a public meeting
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.

(c) The information presented under subdivision (a) must also be compiled into a report that the district shall make available through the transparency reporting link located on the district's website.

(d) The district shall ensure that, by not later than
September 15 , 2021, of the fiscal year immediately preceding the
fiscal year referenced in subsection (1), each school building
leader of each school operated by the district, in conjunction with
all teachers and school administrators of the school, establishes
educational goals expected to be achieved for the 2021-2022 school



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year that falls within the fiscal year referenced in subsection (1)
for the school. The goals described in this subdivision must
specify which educational goals are expected to be achieved by not
later than the middle of the school year and which goals are
expected to be achieved by not later than the last day of the 20212022 school year. All the following apply to the educational goals
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 assessment, growth on a benchmark assessment or benchmark 11 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.

(ii) The goals must include an assurance that the district 16 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 progress toward mastery of these standards. 23

(iii) The goals must be measurable through a benchmark
assessment or benchmark assessments or a local benchmark assessment
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



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district's COVID-19 learning plan under section 98a for the 2020-

2 2021 school year.

1

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.

7 (2) The department shall create a statewide uniform template
8 for districts to utilize in the development of educational goals
9 under subsection (1) (d) and shall make this template available to
10 all districts by not later than June 30 - 2022.of the fiscal year
11 referenced in subsection (1).

12 (3) By not later than June 15 , 2022, of the fiscal year 13 referenced in subsection (1), subject to state and federal privacy 14 laws, the superintendent of public instruction shall submit a 15 report to the house and senate appropriations subcommittees on 16 school aid and the house and senate standing committees on 17 education that includes the results of benchmark assessments 18 administered under section 104a-104h or 104i, as applicable, that 19 the superintendent of public instruction has received from 20 districts. All of the following apply to the data included in the report described in this subsection: 21

(a) It must be disaggregated by grade level, studentdemographics, 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.

28 (4) If requested to do so by the chairs of the house and29 senate 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 amount available, estimated at \$45,437,800.00 for 2021-2022 only, 16 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 eligible20 district under this section:

(a) By not later than October 30, 2022, at a public meeting of the board of the district, the board of the district ensures that a presentation is provided to the board, to the parents and legal guardians of pupils enrolled in the district, and to other members of the community. The presentation must include a plan on how funding received under this section will be used to address learning loss.

(b) The board of the district posts the plan described insubdivision (a) on the district's website.



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(c) The board of the district posts any updates to the plan
 described in subdivision (a), as applicable, on the district's
 website.

4 (3) The amount of funding provided to each eligible district 5 under this section must be an equal amount per pupil in membership. 6 (4) By not later than August 15, 2023, an eligible district 7 that has received funding under this section shall provide a report 8 to the chairs of the house and senate appropriations subcommittees 9 on school aid, to the house and senate fiscal agencies, and to the 10 state budget director indicating how funds received under this 11 section were spent, detailing the amounts spent, the services provided with the funding, students reached with the funding, and 12 13 any outcomes that measure how the funds that were used to address 14 learning loss impacted student achievement.

15 (5) If funds received under this section were not used to 16 address learning loss in accordance with an eligible district's 17 plan as described in subsection (2) (a), including any updates to 18 the plan, as applicable, as evidenced by findings in the report 19 described in subsection (4), by not later than September 30, 2023, 20 the eligible district shall remit to the department the amount of 21 funds received under this section that were not used to address 22 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



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12 with expanded opportunities to improve mathematics, science, and 1 2 technology skills by participating in events competitions hosted by 3 a science and technology development program known as FIRST (for inspiration and recognition of science and technology) Robotics, 4 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 will be \$4,723,200.00. Programs funded under this section are 12 intended to increase the number of pupils demonstrating proficiency 13 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 school graduation. Notwithstanding section 17b, the department 16 shall make grant payments to districts, nonpublic schools, and 17 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 that both maximizes the number of teams that will be able to 21 22 receive funds and expands the geographical distribution of teams.

(2) The department shall do all of the following for purposesof this section:

(a) Both of the following by not later than 60 days after the
K to 12 appropriations bill for the current fiscal year is enacted
into law or October 1 of the current fiscal year, whichever is
later:

29

(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.

(B) Pledge that it will not require a payment of any team
described in this section, including, but not limited to,
registration fees, if the team does not receive a grant under this
section.

(b) By not later than 30 days after applications are opened as
described in subdivision (a), close applications under this
section.

(c) By not later than 60 days after applications are closed as
described in subdivision (b), make all determinations concerning
funding under this section.

(d) By not later than July 1, 2023, and by not later than July
1 each year thereafter, publish a document listing the requirements
for becoming an approved program or vendor under subdivision (a).

(3) Except as otherwise provided under this subsection, if
funding under this section is insufficient to fulfill all funding
requests by qualified applicants under this section, the department
shall prorate the total funding allocated under this section
equally among all qualified applicants. However, for funding under
this section toward grants under subsection (5) (b), in its



proration under this subsection, the department shall ensure that each district is paid in an amount equal to the percentage the department would have paid the district in grant funding under subsection (5) (b), but for proration under this subsection, with no district receiving a grant under subsection (5) (b) in an amount that is greater than the district's total accrued costs under 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 intermediate district must demonstrate in its application that the 12 district, nonpublic school, or intermediate district has 13 14 established a partnership for the purposes of the robotics program 15 with at least 1 sponsor, business entity, higher education institution, or technical school, shall submit a spending plan, and 16 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) (3) The department shall distribute the grant funding 21 under this section for the following purposes:

(a) Grants to districts, nonpublic schools, or intermediate
districts to pay for stipends not to exceed \$1,500.00 per building
for coaching.

(b) Grants to districts, nonpublic schools, or intermediate
districts for event registrations, materials, travel costs, and
other expenses associated with the preparation for and attendance
at robotics events and competitions.

29

(c) Grants to districts, nonpublic schools, or intermediate



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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.

11 (7) (5) A nonpublic school that receives a grant under this 12 section may use the funds for either robotics or Science Olympiad 13 programs.

14 (8) (6) To be eligible to receive funds under this section, a
15 nonpublic school must be a nonpublic school registered with the
16 department and must meet all applicable state reporting
17 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 thefiscal 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-togetherinformation-technology clubs for middle and high school girls that



provide structured hands-on learning activities through a
 comprehensive technology-focused curriculum.

3 Sec. 99s. (1) From the funds state school aid fund money appropriated under section 11, there is allocated for 2021-2022 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 19 college- and career-ready upon high school graduation, and to 20 promote certificate and degree attainment in STEM fields. Notwithstanding section 17b, the department shall make payments 21 under this section on a schedule determined by the department. 22 23 (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.

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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	(<i>ii</i>) Have STEMworks certification.
11	(iii) Provide project-based experiential learning, student
12	programming, or educator professional learning experiences.
13	(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	(<i>ii</i>) Computer science or coding.
21	(<i>iii</i>) Engineering or bioscience.
22	(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



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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 2021-2022 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.

19 (5) From the state school aid fund money allocated under 20 subsection (1), there is allocated an amount not to exceed \$3,834,300.00 for 2021-2022 2022-2023 to support the activities and 21 22 programs of the MiSTEM network regions. In addition, from the 23 federal funds allocated under subsection (1), there is allocated for 2021-2022 an amount estimated at \$235,000.00 from DED-OESE, 24 25 title II, mathematics and science partnership grants, for the 26 purposes of this subsection. From the money allocated under this subsection, the department shall award the fiscal agent for each 27 MiSTEM network region \$200,000.00 for the base operations of each 28 29 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.

4

(6) A MiSTEM network region shall do all of the following:

6 (a) Collaborate with the career and educational advisory
6 council that is located in the MiSTEM region to develop a regional
7 strategic plan for STEM education that creates a robust regional
8 STEM culture, that empowers STEM teachers, that integrates business
9 and education into the STEM network, and that ensures high-quality
10 STEM experiences for pupils. At a minimum, a regional STEM
11 strategic plan should do all of the following:

12

(i) Identify regional employer need for STEM.

13 (*ii*) Identify processes for regional employers and educators to
14 create guided pathways for STEM careers that include internships or
15 externships, apprenticeships, and other experiential engagements
16 for pupils.

17 (iii) Identify educator professional learning opportunities,
18 including internships or externships and apprenticeships, that
19 integrate this state's science standards into high-quality STEM
20 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.

27 (d) Facilitate application and implementation of state and
28 federal funds under this subsection and any other grants or funds
29 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 20229 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
12 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



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

4 (11) Not more than 5% of a MiSTEM network region grant under
5 subsection (5) or (7) may be retained by a fiscal agent for serving
6 as the fiscal agent of a MiSTEM network region.

7 (12) From the general fund money allocated under subsection
8 (1), there is allocated an amount not to exceed \$300,000.00 to the
9 department of labor and economic opportunity to support the staff
10 for the MiSTEM network, and for administrative, training, and
11 travel costs related to the MiSTEM council. The staff for the
12 MiSTEM network shall do all of the following:

13 (a) Serve as a liaison among and between the department, the 14 department of labor and economic opportunity, the MiSTEM council, 15 the governor's workforce development board, the MiSTEM regions, and 16 any other relevant organization or entity in a manner that creates 17 a robust statewide STEM culture, that empowers STEM teachers, that 18 integrates business and education into the STEM network, and that 19 ensures high-quality STEM experiences for pupils.

20 (b) Coordinate the implementation of a marketing campaign,
21 including, but not limited to, a website that includes dashboards
22 of outcomes, to build STEM awareness and communicate STEM needs and
23 opportunities to pupils, parents, educators, and the business
24 community.

25 (c) Work with the department and the MiSTEM council to
26 coordinate, award, and monitor MiSTEM state and federal grants to
27 the MiSTEM network regions and conduct reviews of grant recipients,
28 including, but not limited to, pupil experience and feedback.
29 (d) Report to the governor, the legislature, the department,



and the MiSTEM council annually on the activities and performance 1 2 of the MiSTEM network regions. (c) Coordinate recurring discussions and work with regional 3 staff to ensure that a network or loop of feedback and best 4 practices are shared, including funding, programming, professional 5 6 learning opportunities, discussion of MiSTEM strategic vision, and 7 regional objectives. 8 (f) Coordinate major grant application efforts with the MiSTEM 9 council to assist regional staff with grant applications on a local 10 level. The MiSTEM council shall leverage private and nonprofit 11 relationships to coordinate and align private funds in addition to 12 funds appropriated under this section. (g) Train state and regional staff in the STEMworks rating 13 14 system, in collaboration with the MiSTEM council and the 15 department. 16 (h) Hire MiSTEM network region staff in collaboration with the 17 network region fiscal agent. (12) (13) As used in this section: 18 19 (a) "Career and educational advisory council" means an 20 advisory council to the local workforce development boards located in a prosperity region consisting of educational, employer, labor, 21 and parent representatives. 22 (b) "DED" means the United States Department of Education. 23 24 (c) "DED-OESE" means the DED Office of Elementary and 25 Secondary Education. 26 (d) "MiSTEM Council" means the Michigan Science, Technology, 27 Engineering, and Mathematics Education Advisory Council created as an advisory body within the department of labor and economic 28 29 opportunity by Executive Reorganization Order No. 2019-3, MCL



1 125.1998.

2 (e) "STEM" means science, technology, engineering, and
3 mathematics delivered in an integrated fashion using cross4 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:

(a) Provides students statewide with complete access to videos
aligned with state standards including study guides and workbooks
that are aligned with the videos.

14 (b) Provides students statewide with access to a personalized15 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.

(e) Provides an online algebra professional developmentnetwork for teachers.

(f) Is already provided under a statewide contract in at least 1 other state that has a population of at least 18,000,000 but not more than 19,000,000 according to the most recent decennial census and is offered in that state in partnership with a public university.

29

(2) The department shall purchase the online algebra tool that



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1 was chosen under this section in 2016-2017.

2 (3) A grantee receiving funding under this section shall3 comply with the requirements of section 19b.

Sec. 99u. (1) From the general fund money appropriated under
section 11, there is allocated for 2021-2022 2022-2023 only an
amount not to exceed \$6,000,000.00 to a provider that is a provider
of both of the following:

8 (a) An online mathematics tool that meets all of the9 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.

15 (C) Personalized learning pathways.

(D) Highly qualified, live teachers available all day and allyear.

18 (E) Twenty-four-hour reporting.

19 (F) Content built for rigorous mathematics.

20 (ii) Has a record of improving student mathematics scores in at21 least 5 other states.

22

(iii) Received funding under this section in 2017-2018.

(b) A program that provides explicit, targeted literacy instruction within an individualized learning path that continually adjusts to a pupil's needs. A program described in this subdivision that is funded under this subsection must be funded through a grant to a provider described in this subsection that also promotes literacy through the teaching of critical language and literacy concepts, such as reading and listening comprehension, basic



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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.

5 (3) Notwithstanding section 17b, the department shall make 6 payments under this section by not later than December 1 7 2021.of 7 each fiscal year for which funding is allocated under this section. 8 Sec. 99x. (1) From the general fund money federal funding 9 appropriated under section 11, there is allocated for $\frac{2021-2022}{2021-2022}$ 10 2022-2023 only an amount not to exceed \$1,000,000.00 \$20,000,000.00 11 from the federal funding awarded to this state from the coronavirus state fiscal recovery fund under the American rescue plan act of 12 2021, title IX, subtitle M of Public Law 117-2, for, subject to 13 14 subsection (2), Teach for America to host a summer training 15 institute in the city of Detroit, recruit teachers into a master 16 teacher fellowship, and retain a committed alumni community. A program funded under this section must provide coaching and 17 18 professional development, with the goal to produce highly effective teachers that move pupils beyond their growth benchmarks.lead and 19 20 support teacher recruitment, training, development, and retention 21 efforts for high-performing educators in at-risk schools in this 22 state, which includes, but is not limited to, the operation of 23 educator fellowship programs in at least 3 regions in this state, 24 including rural regions; the provision of support to educator-led 25 innovation in this state; and investment in a broad educator 26 workforce campaign to recruit and retain high-performing educators 27 and educator candidates in this state.

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



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fulfilling the purposes under subsection (1) since December 15,
2021 to be eligible for the first \$10,000,000.00 of the funding
allocated under this section. Teach for America must have recruited
or invested in the retention and development of a total of 450
teachers in this state in fulfilling the purposes under subsection
(1) since December 15, 2021 to be eligible for the remaining
\$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) (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 section17 on a reimbursement basis.

(6) 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 to provide support to Teach for America as
prescribed in this section. The estimated completion date of the
work project is December 31, 2026.

(7) The federal funding allocated under this section is
intended to respond to the COVID-19 public health emergency and its
negative impacts.

27 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 2021-2022 2022-2023 only to 1 eligible



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intermediate district to provide opportunities for high school
 students with disabilities to train for, gain, and maintain
 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 2021-2022 20228 2023 are a work project appropriation, and any unexpended funds for
9 2021-2022 2023-2024 are carried forward into 2022-2023. 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
13 work project is September 30, 2023.2024.

14 Sec. 99cc. (1) From the state school aid fund money 15 appropriated in section 11, there is allocated for 2022-2023 only an amount not to exceed \$253,000.00 for competitive grants to 16 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.

(2) To receive grant funding under this section, a district or
intermediate district must apply for the grant in a form and manner
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:

29

(a) It has an established partnership with NAF.



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(b) As part of its partnership described in subdivision (a),
 it implements an advisory board that includes at least 1 business
 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 this18 section as follows:

(a) In an amount not to exceed \$12,000.00 to each eligible
district or eligible intermediate district to be used for purposes
of planning in carrying out the programs described in subsection
(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).
(6) Notwithstanding section 17b, the department shall make
payments under this section on a schedule determined by the
department.

29

Sec. 99dd. (1) From the general fund money appropriated in



1 section 11, there is allocated an amount not to exceed \$2,000,000.00 for 2022-2023 only to a 501(c)(3) nonprofit 2 3 organization located in a city with a population greater than 600,000 in a county with a population greater than 1,700,000. Funds 4 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.

Sec. 99ee. (1) From the general fund money appropriated in 12 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 article, not later than the fifth Wednesday after the pupil membership count day and not later than the fifth Wednesday after the supplemental count day, each district superintendent 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,



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including identification of tuition-paying pupils, in the district 1 as of the pupil membership count day and as of the supplemental 2 count day, as applicable, for the current school year. In addition, 3 a district maintaining school during the entire year shall submit 4 5 and certify to the center and the intermediate superintendent, in 6 the form and manner prescribed by the center, the number of pupils 7 enrolled and in regular daily attendance in the district for the 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 the supplemental count day, the district shall resolve any pupil 11 membership conflicts with another district, correct any data 12 issues, and recertify the data in a form and manner prescribed by 13 14 the center and file the certified data with the intermediate 15 superintendent. If a district fails to submit and certify the attendance data, as required under this subsection, the center 16 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 complies with this subsection. If a district does not comply with 21 this subsection by the end of the fiscal year, the district 22 23 forfeits the amount withheld. A person who willfully falsifies a 24 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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submit to the center, in a form and manner prescribed by the 1 center, the audited enrollment and attendance data as described in 2 subsection (1) for the pupils of its constituent districts and of 3 the intermediate district. If an intermediate district fails to 4 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.

13 (3) Except as otherwise provided in subsections (11) and (12)14 all of the following apply to the provision of pupil instruction:

15 (a) Except as otherwise provided in this section, each 16 district shall provide at least 1,098 hours and 180 days of pupil 17 instruction. If a collective bargaining agreement that provides a 18 complete school calendar was in effect for employees of a district as of June 24, 2014, and if that school calendar is not in 19 compliance with this subdivision, then this subdivision does not 20 apply to that district until after the expiration of that 21 collective bargaining agreement. A district may apply for a waiver 22 23 under subsection (9) from the requirements of this subdivision.

(b) Except as otherwise provided in this article, a district failing to comply with the required minimum hours and days of pupil instruction under this subsection forfeits from its total state aid allocation an amount determined by applying a ratio of the number of hours or days the district was in noncompliance in relation to the required minimum number of hours and days under this

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subsection. Not later than the first business day in August, the 1 board of each district shall either certify to the department that 2 the district was in full compliance with this section regarding the 3 number of hours and days of pupil instruction in the previous 4 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 fiscal year in which a forfeiture was already imposed under 12 subsection (6). 13

14 (c) Hours or days lost because of strikes or teachers'15 conferences are not counted as hours or days of pupil instruction.

(d) Except as otherwise provided in subdivisions (e) and (f), if a district does not have at least 75% of the district's membership in attendance on any day of pupil instruction, the department shall pay the district state aid in that proportion of 1/180 that the actual percent of attendance bears to 75%.

(e) If a district adds 1 or more days of pupil instruction to 21 the end of its instructional calendar for a school year to comply 22 with subdivision (a) because the district otherwise would fail to 23 provide the required minimum number of days of pupil instruction 24 25 even after the operation of subsection (4) due to conditions not within the control of school authorities, then subdivision (d) does 26 not apply for any day of pupil instruction that is added to the end 27 of the instructional calendar. Instead, for any of those days, if 28 29 the district does not have at least 60% of the district's



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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 waiver must provide that an eligible district is subject to the 12 proration provisions of subdivision (d) only if the district does 13 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 waiver, a district must maintain records to substantiate its 16 17 compliance with the following requirements:

18 (i) The district offers the minimum hours of pupil instruction19 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 waiver29 that is granted for the 2011-2012 fiscal year or a subsequent



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1 fiscal year remains in effect unless it is revoked by the 2 superintendent.

(ii) If the waiver is for a 100% online model of delivery and 3 4 the educational program for which the waiver is granted makes educational services available to pupils for a minimum of at least 5 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 the16 implementation of this subsection.

(4) Except as otherwise provided in this subsection, the first 17 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 fiscal year not more than 3 additional days or the equivalent 26 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



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authorities such as those conditions described in this subsection.
 Subsequent such hours or days are not counted as hours or days of
 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 the following have occurred in a district, the district forfeits in 12 the current fiscal year beginning in the next payment to be 13 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:

(a) The district fails to operate its schools for at least the
required minimum number of hours and days of pupil instruction
under subsection (3) in a school year, including hours and days
counted under subsection (4).

(b) The board of the district takes formal action not to 22 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 following guidelines, and a district shall maintain records to 28 29 substantiate its compliance with the following guidelines:

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(a) Except as otherwise provided in this subsection, a pupil
 must be scheduled for at least the required minimum number of hours
 of instruction, excluding study halls, or at least the sum of 90
 hours plus the required minimum number of hours of instruction,
 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.

20 (d) If a pupil in grades 9 to 12 who is enrolled in a 21 cooperative education program or a special education pupil cannot 22 receive the required minimum number of hours of pupil instruction solely because of travel time between instructional sites during 23 24 the school day, that travel time, up to a maximum of 3 hours per 25 school week, is considered to be pupil instruction time for the purpose of determining whether the pupil is receiving the required 26 27 minimum number of hours of pupil instruction. However, if a district demonstrates to the satisfaction of the department that 28 29 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.

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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.

19 (8) Except as otherwise provided in subsections (11) and (12),
20 the department shall apply the guidelines under subsection (7) in
21 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



section for the specific program covered by the waiver. If the 1 district does not comply with the terms of the waiver, the amount 2 of the forfeiture is calculated based upon a comparison of the 3 number of hours and days of pupil instruction actually provided to 4 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:

(a) If the waiver is for a blended model of delivery, a waiver
that is granted for the 2011-2012 fiscal year or a subsequent
fiscal year remains in effect unless it is revoked by the
superintendent.

(b) If the waiver is for a 100% online model of delivery and the educational program for which the waiver is granted makes educational services available to pupils for a minimum of at least 1,098 hours during a school year and ensures that each pupil is on track for course completion at proficiency level, a waiver that is granted for the 2011-2012 fiscal year or a subsequent fiscal year remains in effect unless it is revoked by the superintendent.

(c) A waiver that is not a waiver described in subdivision (a)
or (b) is valid for 3 fiscal years, unless it is revoked by the
superintendent, and must be renewed at the end of the 3-year period
to remain in effect.

(10) A district may count up to 38 hours of professional
development for teachers as hours of pupil instruction. All of the
following apply to the counting of professional development as
pupil instruction under this subsection:



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2 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 11 teaching staff.

(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.

17 (d) Professional development may only be counted as hours of
18 pupil instruction under this subsection for the pupils of those
19 teachers scheduled to participate in the professional development.

20 (e) The professional development must meet all of the21 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 state29 continuing education clock hours. The number of hours of



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(a) If the professional development exceeds 5 hours in a

professional development counted as hours of pupil instruction
 under this subsection may not exceed the number of state continuing
 education clock hours for which the professional development was
 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.

9 (v) Not more than 10 hours of the professional development10 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 compliance with section 553a of the revised school code, MCL 16 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.

(12) Subsections (3) and (8) do not apply to eligible pupils
enrolled in a dropout recovery program that meets the requirements
of section 23a. As used in this subsection, "eligible pupil" means
that term as defined in section 23a.

(13) At least every 2 years the superintendent shall review the waiver standards set forth in the pupil accounting and auditing manuals to ensure that the waiver standards and waiver process continue to be appropriate and responsive to changing trends in online learning. The superintendent shall solicit and consider



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1 input from stakeholders as part of this review.

2 Sec. 104. (1) In order to receive state aid under this article, a district shall comply with sections 1249, 1278a, 1278b, 3 1279g, and 1280b of the revised school code, MCL 380.1249, 4 5 380.1278a, 380.1278b, 380.1279q, 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 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 2021-2022-2023 an amount estimated at \$6,250,000.00 funded from DED-OESE, title VI, state assessment 13 14 funds, and from DED-OSERS, part B of the individuals with 15 disabilities education act, 20 USC 1411 to 1419, plus any carryover federal funds from previous year appropriations, for the purposes 16 of complying with the every student succeeds act, Public Law 114-17 95. 18

19 (2) The results of each test administered as part of the 20 Michigan student test of educational progress (M-STEP), including tests administered to high school students, must include an item 21 analysis that lists all items that are counted for individual pupil 22 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



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the district after the district administers the assessments.

2 (3) The department shall distribute federal funds allocated
3 under this section in accordance with federal law and with
4 flexibility provisions outlined in Public Law 107-116, and in the
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 12 payments on behalf of districts, intermediate districts, and other 13 eligible entities under this section on a schedule determined by 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:

(a) "DED" means the United States Department of Education.
(b) "DED-OESE" means the DED Office of Elementary and
Secondary Education.

27 (c) "DED-OSERS" means the DED Office of Special Education and28 Rehabilitative Services.

29

Sec. 104f. (1) From the state school aid fund money



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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 2021-2022. 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 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 an14 independent or teacher-facilitated modality.

15 (d) Includes training and professional development for16 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 socio19 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 2017-2018 and that operates at least grades K to 8 and has a 22 23 partnership with a third party that is experienced in the assessment of digital literacy and the preparation of digital 24 25 literacy skills and has demonstrable experience serving districts in this state and local education agencies in 10 other states. The 26 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



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and usefulness of the assessment digital literacy preparation
 program no later than July 1 - 2022.of each fiscal year for which
 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 7
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 10 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:

(i) That, within the first 9 weeks of the 2022-2023 school year, the district shall administer 1 or more benchmark assessments provided by a provider approved under subsection (6), benchmark assessments described in subdivision (b), or local benchmark assessments, or any combination thereof, to all pupils in grades K to 8 to measure proficiency in reading and mathematics.

21 (ii) That, in addition to the benchmark assessment or benchmark assessments administered under subparagraph (i), by not later than 22 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 subdivision (b), or local benchmark assessments, or any combination 26 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



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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.

6 (ii) A benchmark assessment in math for students in grades K to
7 8 that contains progress monitoring tools.

8 (c) The system must provide that, to the extent practicable, 9 if a district administers a benchmark assessment or benchmark 10 assessments under this section, the district shall administer the 11 same 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.

(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.

22 (e) The system must provide that, if a local benchmark 23 assessment or local benchmark assessments are administered under 24 subdivision (a), the district shall report to the department and 25 the center, in a form and manner prescribed by the center, the 26 local benchmark assessment or local benchmark assessments that were administered and how that assessment or those assessments measure 27 28 changes, including any losses, as applicable, in learning, and the 29 district's plan for addressing any losses in learning.



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(f) The system must provide that, by not later than 30 days 1 2 after a benchmark assessment or benchmark assessments are administered under subparagraph (1) (a) (ii), subdivision (a) (ii), or 3 4 within a time frame specified by the department, the district shall 5 send benchmark assessment data, including grade level, student demographics, and mode of instruction, to the department in a form 6 7 and manner prescribed by the department, from all benchmark assessments administered in the 2022-2023 school year, excluding 8 9 data from a local benchmark assessment, as applicable. , aggregated 10 by grade level, student demographic subgroups, and mode of instruction to the department. If available, the data described in 11 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 must15 apply for the funding in a form and manner prescribed by the16 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.

(4) The department shall make 1 of the benchmark assessments provided by a provider approved under subsection (6) available to districts at no cost to the districts for purposes of meeting the requirements under this section. The benchmark assessment described in this subsection must meet all of the following:

25 26 (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-based28 assessment.

29

(d) Provide information on pupil achievement with regard to



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learning content required in a given year or grade span.

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(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.

15 (6) The department shall approve at least 4 but not more than 16 6 providers of benchmark assessments for the purposes of this 17 section. The department shall inform districts of all of the 18 providers approved under this subsection in an equitable manner. 19 The benchmark assessments, with the exclusion of the benchmark 20 assessment described in subsection (4), provided by approved 21 providers under this subsection must meet all of the following:

22

23

(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.

28 (d) Provide information on pupil achievement with regard to29 learning content required in a given year or grade span.



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1 2 (e) Provide immediate feedback to pupils and teachers.

(f) Be nationally normed.

3 (g) Provide multiple measures of growth and provide for4 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:

(i) That, within the first 9 weeks of the 2023-2024 school year, the district or intermediate district shall administer 1 or more benchmark assessments provided by a provider approved under subsection (6), benchmark assessments described in subdivision (b), or local benchmark assessments, or any combination thereof, to all pupils in grades K to 8 to measure proficiency in reading and mathematics.

20 (\ddot{u}) That, in addition to the benchmark assessment or benchmark assessments administered under subparagraph (i), by not later than 21 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 benchmark assessment or benchmark assessments provided by a 11 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.

(d) The system must provide that, if a district or
intermediate district administers a benchmark assessment or
benchmark assessments under this section, the district or
intermediate 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 or intermediate 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 or intermediate district's plan for
 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.

(4) The department shall make 1 of the benchmark assessments provided by a provider approved under subsection (6) available to districts and intermediate districts at no cost to the districts and intermediate districts for purposes of meeting the requirements under this section. The benchmark assessment described in this subsection must meet all of the following:

27

7 (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.

2 (d) Provide information on pupil achievement with regard to3 learning content required in a given year or grade span.

4 (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.

8 (5) By not later than September 25, 2024, the department shall 9 submit a report to the house and senate appropriations committees, 10 the house and senate appropriations subcommittees on school aid, 11 and the house and senate fiscal agencies regarding the benchmark assessment data received under this section, disaggregated by grade 12 13 level and demographic subgroup for each district and intermediate 14 district. If information concerning pupil growth is included in the 15 data described in this subsection, it must be incorporated in the report described in this subsection. 16

17 (6) The department shall approve at least 4 but not more than 18 6 providers of benchmark assessments for the purposes of this 19 section. The department shall inform districts and intermediate 20 districts of all of the providers approved under this subsection in 21 an equitable manner. The benchmark assessments, with the exclusion 22 of the benchmark assessment described in subsection (4), provided 23 by approved providers under this subsection must meet all of the 24 following:

25 26 (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



1 pupil.

2 (d) Provide information on pupil achievement with regard to3 learning content required in a given year or grade span.

4 (e) Provide immediate feedback to pupils and teachers.

5 (f) Be nationally normed.

6 (g) Provide multiple measures of growth and provide for7 multiple testing opportunities.

8 Sec. 107. (1) From the appropriation in section 11, there is 9 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 (15), funds allocated under this section are restricted for adult 12 education programs as authorized under this section only. A 13 14 recipient of funds under this section shall not use those funds for 15 any other purpose.

16 (2) To be eligible for funding under this section, an eligible 17 adult education provider shall employ certificated teachers and 18 qualified administrative staff and shall offer continuing education 19 opportunities for teachers to allow them to maintain certification.

20 (3) To be eligible to be a participant funded under this section, an individual must be enrolled in an adult basic education 21 program, an adult secondary education program, an adult English as 22 23 a second language program, a high school equivalency test preparation program, or a high school completion program, that 24 25 meets the requirements of this section, and for which instruction is provided, and the individual must be at least 18 years of age by 26 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



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allocated under this section, the intermediate districts within a 1 prosperity region or subregion shall determine which intermediate 2 district will serve as the prosperity region's or subregion's 3 fiscal agent for the next fiscal year and shall notify the 4 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 this subsection for administration costs for serving as the fiscal 13 14 agent. The allocation provided to each intermediate district 15 serving as a fiscal agent must be calculated as follows:

(a) Sixty percent of this portion of the funding must be
distributed based upon the proportion of the state population of
individuals between the ages of 18 and 24 that are not high school
graduates that resides in each of the prosperity regions or
subregions located within the intermediate district, as reported by
the most recent 5-year estimates from the American Community Survey
(ACS) from the United States Census Bureau.

(b) Thirty-five percent of this portion of the funding must be
distributed based upon the proportion of the state population of
individuals age 25 or older who are not high school graduates that
resides in each of the prosperity regions or subregions located
within the intermediate district, as reported by the most recent 5year estimates from the ACS from the United States Census Bureau.
(c) Five percent of this portion of the funding must be



distributed based upon the proportion of the state population of
 individuals age 18 or older who lack basic English language
 proficiency that resides in each of the prosperity regions or
 subregions located within the intermediate district, as reported by
 the most recent 5-year estimates from the ACS from the United
 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:

10 (a) Distribute funds to adult education programs in a11 prosperity region or subregion as described in this section.

(b) Collaborate with the career and educational advisory 12 council, which is an advisory council of the workforce development 13 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 delivery system for adult education learners, with special 17 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 council, which is an advisory council of the workforce development 21 boards located in the prosperity region or subregion, or its 22 23 successor, to create a local process and criteria that will identify eligible adult education providers to receive funds 24 25 allocated under this section based on location, demand for services, past performance, quality indicators as identified by the 26 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



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provider services must be approved by the department before funds
 may 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.

8 (6) An adult basic education program, an adult secondary
9 education program, or an adult English as a second language program
10 operated on a year-round or school year basis may be funded under
11 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 under 17 subdivision (a) before enrollment and upon completion of the 18 program in compliance with the state-approved assessment policy.

19 (c) A participant in an adult basic education program is20 eligible for reimbursement until 1 of the following occurs:

21 (i) The participant's reading and mathematics proficiency are22 assessed at or above the ninth grade level.

23 (ii) The participant fails to show progress on 2 successive
24 assessments after having completed at least 450 hours of
25 instruction.

26 (d) A participant in an adult secondary education program is27 eligible for reimbursement until 1 of the following occurs:

28 (i) The participant's reading and mathematics proficiency are29 assessed above the twelfth grade level.



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(ii) The participant fails to show progress on 2 successive
 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:

6 (i) The participant is assessed as having attained basic
7 English proficiency as determined by a department-approved
8 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.

14 (7) A high school equivalency test preparation program
15 operated on a year-round or school year basis may be funded under
16 this section, subject to all of the following:

17 (a) The program enrolls adults who do not have a high school18 diploma 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 stateapproved assessment policy.

26 (c) A funding recipient receives funding according to
27 subsection (9) for a participant, and a participant may be enrolled
28 in the program until 1 of the following occurs:

29

(*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.

6 (8) A high school completion program operated on a year-round
7 or school year basis may be funded under this section, subject to
8 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.

14 (c) A funding recipient receives funding according to
15 subsection (9) for a participant in a course offered under this
16 subsection until 1 of the following occurs:

17 (i) The participant passes the course and earns a high school18 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:

24 (a) Statewide allocation criteria, including 3-year average25 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



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school equivalency certificate or passage of 1 or more individual
 high school equivalency tests; for attainment of a high school
 diploma or passage of a course required for a participant to attain
 a high school diploma; for enrollment in a postsecondary
 institution, or for entry into or retention of employment, as
 applicable.

7 (c) Participant completion of core indicators as identified in8 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 correctional19 facility is not counted as a participant under this section.

(12) A funding recipient shall not commingle money received
under this section or from another source for adult education
purposes with any other funds and shall establish a separate ledger
account for funds received under this section. This subsection does
not prohibit a district from using general funds of the district to
support an adult education or community education program.

(13) A funding recipient receiving funds under this section may establish a sliding scale of tuition rates based upon a participant's family income. A funding recipient may charge a participant tuition to receive adult education services under this



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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 guidelines 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 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).



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(15) From the amount appropriated in subsection (1), an amount 1 not to exceed \$4,000,000.00 is allocated for 2021-2022 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 eligible program must satisfy all of the 12 following:

13 (a) Connect adult education participants directly with
14 employers by linking adult education, career and technical skills,
15 and workforce development.

16 (b) Require adult education staff to work with Michigan Works! agency to identify a cohort of participants who are most prepared 17 18 to successfully enter the workforce. Except as otherwise provided under this subdivision, participants identified under this 19 20 subsection must be dually enrolled in adult education programming and in at least 1 state-approved technical course at the area 21 22 career and technical center. A program that links participants 23 identified under this subsection with adult education programming 24 and commercial driver license courses does not need to enroll the 25 participants in at least 1 state-approved technical course at the 26 area career and technical center to be considered an eligible 27 program under this subsection.

28 (c) Employ an individual staffed as an adult education29 navigator who will serve as a caseworker for each participant



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identified under subdivision (b). The navigator shall work with
 adult education staff and potential employers to design an
 educational program best suited to the personal and employment
 needs of the participant and shall work with human service agencies
 or other entities to address any barrier in the way of participant
 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, participants under subsection (15) must be concurrently enrolled 17 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 school diploma or a high school equivalency certificate prior to 22 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 or a high school equivalency certificate at the time of enrollment 26 27 in an eligible career and technical skills program under subsection (15) and receive remediation services. It is intended that the cap 28 29 described in the immediately preceding sentence is continually



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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.

(b) "Career pathway" means a combination of rigorous and highquality education, training, and other services that comply with all of the following:

14 (i) Aligns with the skill needs of industries in the economy of15 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.

(*iii*) Includes counseling to support an individual in achievingthe 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.

(v) Organizes education, training, and other services to meet the particular needs of an individual in a manner that accelerates the educational and career advancement of the individual to the extent practicable.



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(vi) Enables an individual to attain a secondary school diploma
 or its recognized equivalent, and at least 1 recognized
 postsecondary credential.

4 (vii) Helps an individual enter or advance within a specific5 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 2021-2022 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.

(2) The annual level percentage of payroll contribution rates
for the 2021-2022 2022-2023 fiscal year, as determined by the
retirement system, are estimated as follows:

(a) 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 and who are enrolled in the
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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1 determines that the annual level percentage of payroll contribution 2 rate estimated in the immediately preceding sentence needs to be adjusted, the annual level percentage of payroll contribution rate 3 estimations under this subdivision are the estimations determined 4 5 by the retirement system. If the retirement system makes a 6 determination as described in the immediately preceding sentence, 7 it shall issue its estimations publicly and describe the need for 8 the adjustment described in the immediately preceding sentence.

9 (b) Except as otherwise provided in this subdivision, for For 10 public school employees who first worked for a public school 11 reporting unit on or after July 1, 2010 and who are enrolled in the 12 health premium subsidy, the annual level percentage of payroll 13 contribution rate is estimated at 40.36% 41.96% with 25.31% paid 14 directly by the employer. For 2021-2022, if the retirement system 15 determines that the annual level percentage of payroll contribution 16 rate estimated in the immediately preceding sentence needs to be 17 adjusted, the annual level percentage of payroll contribution rate estimations under this subdivision are the estimations determined 18 by the retirement system. If the retirement system makes a 19 20 determination as described in the immediately preceding sentence, 21 it shall issue its estimations publicly and describe the need for the adjustment described in the immediately preceding sentence. 22 (c) Except as otherwise provided in this subdivision, for For 23 24 public school employees who first worked for a public school 25 reporting unit on or after July 1, 2010 and who participate in the personal healthcare fund, the annual level percentage of payroll 26 27 contribution rate is estimated at 39.50% 41.10% with 24.45% paid directly by the employer. For 2021-2022, if the retirement system 28 29 determines that the annual level percentage of payroll contribution



1 rate estimated in the immediately preceding sentence needs to be
2 adjusted, the annual level percentage of payroll contribution rate
3 estimations under this subdivision are the estimations determined
4 by the retirement system. If the retirement system makes a
5 determination as described in the immediately preceding sentence,
6 it shall issue its estimations publicly and describe the need for
7 the adjustment described in the immediately preceding sentence.

8 (d) Except as otherwise provided in this subdivision, for For 9 public school employees who first worked for a public school 10 reporting unit on or after September 4, 2012, who elect defined 11 contribution, and who participate in the personal healthcare fund, 12 the annual level percentage of payroll contribution rate is estimated at 36.01% 37.61% with 20.96% paid directly by the 13 14 employer. For 2021-2022, if the retirement system determines that 15 the annual level percentage of payroll contribution rate estimated 16 in the immediately preceding sentence needs to be adjusted, the 17 annual level percentage of payroll contribution rate estimations under this subdivision are the estimations determined by the 18 19 retirement system. If the retirement system makes a determination 20 as described in the immediately preceding sentence, it shall issue 21 its estimations publicly and describe the need for the adjustment described in the immediately preceding sentence. 22

(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 20212022, if the retirement system determines that the annual level



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1 percentage of payroll contribution rate estimated in the 2 immediately preceding sentence needs to be adjusted, the annual level percentage of payroll contribution rate estimations under 3 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 11 reporting unit before July 1, 2010, who elect defined contribution, 12 and who participate in the personal healthcare fund, the annual 13 level percentage of payroll contribution rate is estimated at 14 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 this subdivision are the estimations determined by the retirement 19 20 system. If the retirement system makes a determination as described 21 in the immediately preceding sentence, it shall issue its estimations publicly and describe the need for the adjustment 22 23 described in the immediately preceding sentence. 24 (q) 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 participate in the 26

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



1 determines that the annual level percentage of payroll contribution 2 rate estimated in the immediately preceding sentence needs to be adjusted, the annual level percentage of payroll contribution rate 3 estimations under this subdivision are the estimations determined 4 5 by the retirement system. If the retirement system makes a 6 determination as described in the immediately preceding sentence, 7 it shall issue its estimations publicly and describe the need for 8 the adjustment described in the immediately preceding sentence.

9 (h) Except as otherwise provided in this subdivision, for For 10 public school employees who first worked for a public school 11 reporting unit after January 31, 2018 and who elect to become 12 members of the MPSERS plan, the annual level percentage of payroll 13 contribution rate is estimated at 42.21% 43.81% with 27.16% paid 14 directly by the employer. For 2021-2022, if the retirement system 15 determines that the annual level percentage of payroll contribution 16 rate estimated in the immediately preceding sentence needs to be 17 adjusted, the annual level percentage of payroll contribution rate estimations under this subdivision are the estimations determined 18 by the retirement system. If the retirement system makes a 19 20 determination as described in the immediately preceding sentence, 21 it shall issue its estimations publicly and describe the need for the adjustment described in the immediately preceding sentence. 22 23 (3) In addition to the employer payments described in subsection (2), the employer shall pay the applicable contributions 24 25 to the Tier 2 plan, as determined by the public school employees

26 retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.
27 (4) The contribution rates in subsection (2) reflect an

28 amortization period of 17-16 years for 2021-2022. 2022-2023. The 29 public school employees' retirement system board shall notify each

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district and intermediate district by February 28 of each fiscal 1 year of the estimated contribution rate for the next fiscal year. 2 3 Sec. 147a. (1) From the appropriation state school aid fund money appropriated in section 11, there is allocated for 2020-2021 4 5 **2021-2022** an amount not to exceed \$100,000,000.00 and for 2021-2022 6 2022-2023 an amount not to exceed \$100,000,000.00 for payments to 7 participating districts. A participating district that receives 8 money under this subsection shall use that money solely for the 9 purpose of offsetting a portion of the retirement contributions 10 owed by the district for the fiscal year in which it is received. 11 The amount allocated to each participating district under this subsection is based on each participating district's percentage of 12 the total statewide payroll for all participating districts for the 13 14 immediately preceding fiscal year. As used in this subsection, 15 "participating district" means a district that is a reporting unit 16 of the Michigan public school employees' retirement system under the public school employees retirement act of 1979, 1980 PA 300, 17 MCL 38.1301 to 38.1437, and that reports employees to the Michigan 18 19 public school employees' retirement system for the applicable 20 fiscal year.

(2) In addition to the allocation under subsection (1), from 21 22 the state school aid fund money appropriated under section 11, 23 there is allocated an amount not to exceed \$190,430,000.00 \$197,000,000.00 for 2020-2021-2021-2022 and an amount not to exceed 24 25 \$177,400,000.00 \$191,700,000.00 for 2021-2022-2022-2023 for 26 payments to participating districts and intermediate districts and 27 from the general fund money appropriated under section 11, there is allocated an amount not to exceed \$70,000.00 \$60,000.00 for 2020-28 29 2021-2021-2022 and an amount not to exceed \$60,000.00 \$50,000.00



for 2021-2022-2023 for payments to participating district 1 libraries. The amount allocated to each participating entity under 2 this subsection is based on each participating entity's reported 3 quarterly payroll for members that became tier 1 prior to February 4 1, 2018 for the current fiscal year. A participating entity that 5 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.

(b) "Participating entity" means a district, intermediate district, or district library 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.

Sec. 147b. (1) The MPSERS retirement obligation reform reserve
fund is created as a separate account within the state school aid
fund.

(2) The state treasurer may receive money or other assets from
any source for deposit into the MPSERS retirement obligation reform
reserve fund. The state treasurer shall direct the investment of
the MPSERS retirement obligation reform reserve fund. The state
treasurer shall credit to the MPSERS retirement obligation reform
reserve fund interest and earnings from the MPSERS retirement
obligation reform reserve fund.

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(3) Money available in the MPSERS retirement obligation reform



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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.

8 (5) For 2022-2023, \$425,000,000.00 from the state school aid 9 fund is deposited into the MPSERS retirement obligation reform 10 reserve fund. It is the intent of the legislature that funds 11 deposited under this subsection are used to offset costs associated 12 with accelerating the reduction of the payroll growth assumption 13 for reporting units that are not university reporting units until 14 that rate is zero by October 1, 2026.

15 Sec. 147c. (1) From the state school aid fund money 16 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, 17 18 and from the MPSERS retirement obligation reform reserve fund money appropriated in section 11, there is allocated for 2022-2023 only 19 20 an amount needed, estimated at \$140,400,000.00, for payments to 21 districts and intermediate districts that are participating 22 entities of the Michigan public school employees' retirement 23 system. In addition, from the general fund money appropriated in section 11, there is allocated for 2021-2022-2022-2023 an amount 24 25 not to exceed \$500,000.00 for payments to district libraries that are participating entities of the Michigan public school employees' 26 27 retirement system. It is the intent of the legislature that money 28 allocated from the MPSERS retirement obligation reform reserve fund 29 under this section for 2022-2023 represents the amount necessary to



reduce the payroll growth assumption to 1.75%. All of the following
 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 \$4,200.00. **\$3,700.00.** For 2021-2022, 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 17 described in the immediately preceding sentence.

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.

28 (c) The amount allocated to each participating entity under29 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 which funding is allocated under this section, the department shall publish and post on its website an estimated MPSERS rate cap per 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



receives funds under this subsection shall use the funds solely for 1 purposes of this subsection. Each participating entity receiving 2 3 funds under this subsection shall forward an amount equal to the amount allocated under this subsection to the retirement system in 4 a form, manner, and time frame determined by the retirement system. 5 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:

(a) (i) "District library" means a district library established
under the district library establishment act, 1989 PA 24, MCL
397.171 to 397.196.

14 (b) (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 district, or district library 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.

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.

27 (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.



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Sec. 147e. (1) From the state school aid fund money appropriated in section 11, there is allocated for 2020-2021-2021-2022 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.

7 (2) The payment to each participating entity under this8 section is the sum of the amounts under this subsection as follows:

9 (a) An amount equal to the contributions made by a
10 participating entity for the additional contribution made to a
11 qualified participant's Tier 2 account in an amount equal to the
12 contribution made by the qualified participant not to exceed 3% of
13 the qualified participant's compensation as provided for under
14 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.



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1

(3) As used in this section:

2 (a) "Member" means that term as defined under the public
3 school employees retirement act of 1979, 1980 PA 300, MCL 38.1301
4 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.

(2) From the allocation in subsection (1), the department
shall make payments to districts and intermediate districts in an
equal amount per pupil based on the total number of pupils in
membership in each district and intermediate district. The
department shall not make any adjustment to these payments after
the final installment payment under section 17b is made.

28 Sec. 152b. (1) From the general fund money appropriated under29 section 11, there is allocated an amount not to exceed



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\$1,000,000.00 for 2021-2022 2022-2023 to reimburse actual costs
 incurred by nonpublic schools in complying with a health, safety,
 or welfare requirement mandated by a law or administrative rule of
 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 welfare requirement mandated under state law containing each 8 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 posted on the department's website in electronic form. 13

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 year shall must submit a completed form described in subsection (2) 18 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 not eligible for reimbursement under this section if the nonpublic 21 school does not submit the form described in subsection (2) in a 22 23 timely manner.

(4) By August 15 of each applicable fiscal year, the
department shall distribute funds to each nonpublic school that
submits a completed form described under subsection (2) in a timely
manner. The superintendent shall determine the amount of funds to
be paid to each nonpublic school in an amount that does not exceed
the nonpublic school's actual costs in complying with a health,



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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.

15 (7) The funds appropriated under this section are for purposes 16 related to education, are considered to be incidental to the 17 operation of a nonpublic school, are noninstructional in character, 18 are for purposes that are incidental to teaching and the provision 19 of educational services to nonpublic school students; that are 20 noninstructional in nature; that do not constitute a primary 21 function or element necessary for a nonpublic school's existence, 22 operation, and survival; that do not involve or result in excessive 23 religious entanglement; and that are intended for the public 24 purpose of ensuring the health, safety, and welfare of the children 25 in nonpublic schools and to reimburse nonpublic schools for costs 26 described in this section.

27 (8) Funds allocated under this section are not intended to aid
28 or maintain any nonpublic school, support the attendance of any
29 student at a nonpublic school, employ any person at a nonpublic



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school, support the attendance of any student at any location where
 instruction is offered to a nonpublic school student, or support
 the employment of any person at any location where instruction is
 offered to a nonpublic school student.

(9) For purposes of this section, "actual cost" means the 5 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 than the hourly wage of its lowest-paid employee capable of 13 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 (4), fee components shall must be itemized in a manner that 19 20 expresses both the hourly wage and the number of hours charged. The 21 nonpublic school may not charge any applicable labor charge amount to cover or partially cover the cost of health or fringe benefits. 22 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



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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 4 5 a work project appropriation, and any unexpended funds for 2017-6 2018 are carried forward into 2018-2019. The purpose of the work 7 project is to continue to reimburse nonpublic schools for actual 8 costs incurred in complying with a health, safety, or welfare 9 requirement mandated by a law or administrative rule of this state. 10 The estimated completion date of the work project is September 30, 11 $\frac{2022}{2000}$

(12) The funds allocated under this section for 2018-2019 are 12 13 a work project appropriation, and any unexpended funds for 2018-14 2019 are carried forward into 2019-2020. The purpose of the work 15 project is to continue to reimburse nonpublic schools for actual 16 costs incurred in complying with a health, safety, or welfare 17 requirement mandated by a law or administrative rule of this state. 18 The estimated completion date of the work project is September 30, $\frac{2022}{2000}$ 19

(11) (13) The funds allocated under this section for 2021-2022 20 are a work project appropriation, and any unexpended funds for 21 2021-2022 are carried forward into 2022-2023. The purpose of the 22 23 work project is to continue to reimburse nonpublic schools for actual costs incurred in complying with a health, safety, or 24 25 welfare requirement mandated by a law or administrative rule of 26 this state. The estimated completion date of the work project is September 30, 2023. 27

(12) 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 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,
 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 article, the amounts listed in this section are appropriated for community colleges for the fiscal year ending September 30, 2022, 2023, from the funds indicated in this section. The following is a summary of the appropriations in this section:

18 (a) The gross appropriation is \$431,917,000.00.

\$530,258,000.00. After deducting total interdepartmental grants and
intradepartmental transfers in the amount of \$0.00, the adjusted
gross appropriation is \$431,917,000.00.\$530,258,000.00.

(b) The sources of the adjusted gross appropriation describedin 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.
- 29 (v) State general fund/general purpose money, \$0.00.



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(2) Subject to subsection (3), the amount appropriated for
 community college operations is \$328,583,400.00, \$341,224,400.00,
 allocated as follows:

4 (a) The appropriation for Alpena Community College is
\$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.
10 (b) The appropriation for Bay de Noc Community College is

11 \$5,772,400.00, \$5,602,800.00 for operations, \$58,000.00 for 1-time 12 performance funding, and \$111,600.00 for costs incurred under the 13 North American Indian tuition waiver.\$5,986,700.00, \$5,602,800.00 14 for operations, \$274,200.00 for performance funding, and 15 \$109,700.00 for costs incurred under the North American Indian 16 tuition waiver.

17 (c) The appropriation for Delta College is \$15,364,000.00, 18 \$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 19 20 Indian tuition waiver.\$15,928,400.00, \$15,160,500.00 for operations, \$727,700.00 for performance funding, and \$40,200.00 for 21 22 costs incurred under the North American Indian tuition waiver. 23 (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 24 25 performance funding, and \$0.00 for costs incurred under the North American Indian tuition waiver. \$2,802,100.00, \$2,651,200.00 for 26 operations, \$150,900.00 for performance funding, and \$0.00 for 27 28 costs incurred under the North American Indian tuition waiver. 29 (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 performance funding, and \$52,000.00 for costs incurred under the 2 North American Indian tuition waiver.\$5,145,800.00, \$4,873,700.00 3 for operations, \$229,600.00 for performance funding, and \$42,500.00 4 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 the North American Indian tuition waiver. \$23,731,400.00, 16 \$22,533,100.00 for operations, \$1,167,000.00 for performance 17 18 funding, and \$31,300.00 for costs incurred under the North American Indian tuition waiver. 19 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,



\$13,099,900.00 for operations, \$676,200.00 for performance funding,
and \$56,600.00 for costs incurred under the North American Indian
tuition waiver.

(j) The appropriation for Kellogg Community College is 4 \$10,419,200.00, \$10,267,100.00 for operations, \$100,800.00 for 1-5 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 \$3,404,000.00, \$3,358,400.00 for operations, \$39,100.00 for 1-time 12 performance funding, and \$6,500.00 for costs incurred under the 13 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 for costs incurred under the North American Indian tuition waiver. 16 17 (1) The appropriation for Lake Michigan College is \$5,768,200.00, \$5,702,700.00 for operations, \$52,400.00 for 1-time 18 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 \$33,255,300.00, \$32,852,000.00 for operations, \$280,600.00 for 1-24 time performance funding, and \$122,700.00 for costs incurred under 25 26 the North American Indian tuition waiver. \$34,339,200.00, 27 \$32,852,000.00 for operations, \$1,376,900.00 for performance funding, and \$110,300.00 for costs incurred under the North 28 American Indian tuition waiver. 29



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(n) The appropriation for Macomb Community College is
\$34,629,700.00, \$34,276,100.00 for operations, \$330,300.00 for 1time performance funding, and \$23,300.00 for costs incurred under
the North American Indian tuition waiver.\$35,950,400.00,
\$34,276,100.00 for operations, \$1,635,800.00 for performance
funding, and \$38,500.00 for costs incurred under the North American
Indian tuition waiver.

8 (o) The appropriation for Mid Michigan Community College is 9 \$5,396,300.00, \$5,184,400.00 for operations, \$58,000.00 for 1-time 10 performance funding, and \$153,900.00 for costs incurred under the 11 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 12 for costs incurred under the North American Indian tuition waiver. 13 14 (p) The appropriation for Monroe County Community College is 15 \$4,798,100.00, \$4,746,200.00 for operations, \$51,200.00 for 1-time 16 performance funding, and \$700.00 for costs incurred under the North 17 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 18 19 costs incurred under the North American Indian tuition waiver. 20 (q) The appropriation for Montcalm Community College is \$3,612,600.00, \$3,570,600.00 for operations, \$37,200.00 for 1-time 21 22 performance funding, and \$4,800.00 for costs incurred under the 23 North American Indian tuition waiver.\$3,767,400.00, \$3,570,600.00 24 for operations, \$188,300.00 for performance funding, and \$8,500.00 25 for costs incurred under the North American Indian tuition waiver. (r) The appropriation for C.S. Mott Community College is 26 27 \$16,623,500.00, \$16,440,000.00 for operations, \$142,500.00 for 1time performance funding, and \$41,000.00 for costs incurred under 28 29 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
tuition waiver.

(s) The appropriation for Muskegon Community College is 4 \$9,431,700.00, \$9,289,100.00 for operations, \$85,100.00 for 1-time 5 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 performance funding, and \$181,200.00 for costs incurred under the 12 North American Indian tuition waiver.\$3,779,800.00, \$3,389,300.00 13 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 performance funding, and \$251,200.00 for costs incurred under the 19 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.

(v) The appropriation for Oakland Community College is
\$22,485,200.00, \$22,211,700.00 for operations, \$240,000.00 for 1time performance funding, and \$33,500.00 for costs incurred under
the North American Indian tuition waiver.\$23,505,300.00,
\$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 \$13,386,700.00, \$13,196,200.00 for operations, \$151,700.00 for 1-3 time performance funding, and \$38,800.00 for costs incurred under 4 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

North American Indian tuition waiver.\$7,359,900.00, \$6,979,400.00
for operations, \$353,400.00 for performance funding, and \$27,100.00
for costs incurred under the North American Indian tuition waiver.

(y) The appropriation for St. Clair County Community College is \$7,478,700.00, \$7,385,200.00 for operations, \$78,400.00 for 1time performance funding, and \$15,100.00 for costs incurred under the North American Indian tuition waiver.\$7,805,200.00,

\$7,385,200.00 for operations, \$401,400.00 for performance funding,
and \$18,600.00 for costs incurred under the North American Indian
tuition waiver.

(z) The appropriation for Washtenaw Community College is
\$14,080,600.00, \$13,855,900.00 for operations, \$189,400.00 for 1time performance funding, and \$35,300.00 for costs incurred under
the North American Indian tuition waiver.\$14,875,000.00,
\$13,855,900.00 for operations, \$995,400.00 for performance funding,
and \$23,700.00 for costs incurred under the North American Indian

- 28 tuition waiver.
- 29

(aa) The appropriation for Wayne County Community College is



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\$17,782,100.00, \$17,593,400.00 for operations, \$173,700.00 for 1-1 time performance funding, and \$15,000.00 for costs incurred under 2 the North American Indian tuition waiver. \$18,384,700.00, 3 \$17,593,400.00 for operations, \$782,700.00 for performance funding, 4 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. (3) The amount appropriated in subsection (2) for community 13

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:

(a) Subject to section 207a, the amount appropriated for
fiscal year 2021-2022 2022-2023 to offset certain fiscal year 20212022-2022-2023 retirement contributions is \$1,733,600.00,
appropriated from the state school aid fund.

(b) For fiscal year 2021-2022, 2022-2023, there is allocated an amount not to exceed \$11,700,000.00 \$10,800,000.00 for payments to participating community colleges, appropriated from the state school aid fund. A community college that receives money under this subdivision shall use that money solely for the purpose of 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



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1 community colleges that are participating entities of the 2 retirement system is \$87,200,000.00 \$92,600,000.00, appropriated 3 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.

16 (8) From the appropriations described in subsection (1), there 17 is appropriated \$9,200,000.00 from the coronavirus state fiscal 18 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, 19 20 to the nonprofit organization Talent 2025, for the creation and 21 operation of the Michigan center for adult college success to focus 22 on research, support models, and best practices on ensuring 23 enrollment and completion of college degrees and certificates among 24 adults returning to further their education due to being unemployed 25 or underemployed, including, but not limited to, those whose 26 employment opportunities have been adversely affected by the COVID-27 19 pandemic. The goal of the research is to identify barriers that 28 prevent these individuals from completing degree and certificate 29 programs, create greater support systems within colleges and



universities for these students that address these barriers, and as 1 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 Michiganders impacted by the COVID-19 pandemic. Talent 2025 shall 5 6 provide information on request to the house and senate 7 appropriations subcommittees on community colleges, the house and senate fiscal agencies, and the state budget director on the use of 8 9 these funds until the project is completed.

(9) From the appropriations described in subsection (1),
subject to section 216a, there is appropriated \$10,000,000.00, 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 Michigan Community College
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.

(11) From the appropriations described in subsection (1),
subject to section 216b, the amount appropriated for the Michigan
ADN to BSN completion grant program is \$56,000,000.00, 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.

24 Sec. 202a. As used in this article:

(a) "ADN" means an associate of science degree in nursing, an
associate of applied science in nursing, or a similar 2-year degree
in nursing.

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(b) "BSN" means a bachelor of science degree in nursing.
 (c) (a)—"Center" means the center for educational performance

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and information created in section 94a.

(d) (b) "Michigan renaissance zone act" means the Michigan 2 renaissance zone act, 1996 PA 376, MCL 125,2681 to 3 125.2696."College level equivalent credit examination" means an 4 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.

11 (e) (c)—"Participating college" means a community college that 12 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.

17 (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 201(4)(b), the funds appropriated in section 201 are appropriated 21 for community colleges with fiscal years ending June 30, 2022-2023 22 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 succeeding business day, beginning with October 16, 2021. 2022. 26 27 Each community college shall accrue its July and August 2022-2023 payments to its institutional fiscal year ending June 30, 28 2022.**2023**. 29



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(2) The funds appropriated in section 201(4)(b) are
 appropriated for community colleges with fiscal years ending June
 30, 2022-2023 and shall must be distributed to the respective
 community colleges in quarterly installments on the sixteenth of
 each November, February, May, and August. Each community college
 shall accrue its August 2022-2023 payments to its institutional
 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:

13 (a) The Michigan community colleges verified data inventory
14 data for the preceding academic year to the center by the first
15 business day of November of each year as specified in section 217.

16 (b) The college credit opportunity data set as specified in17 section 209.

18 (c) The longitudinal data set for the preceding academic year19 to the center as specified in section 219.

20 (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.

23 (f) The number and type of associate degrees and other
24 certificates awarded during the previous academic year as specified
25 in section 226.

26 (4) The state budget director shall notify the chairs of the
27 house and senate appropriations subcommittees on community colleges
28 at least 10 days before withholding funds from any community
29 college under subsection (3).



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Sec. 207a. The following apply to the allocation of the fiscal
 year 2021-2022 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.

8 (b) The amount allocated to each participating community
9 college under section 201(4)(a) shall must be based on each
10 college's percentage of the total covered payroll for all community
11 colleges that are participating colleges in the immediately
12 preceding fiscal year.

(c) The amount allocated to each participating community
college under section 201(4) (b) shall must be based on each
college's reported quarterly payroll for members for the current
fiscal year.

Sec. 207b. All of the following apply to the allocation of the fiscal year 2021-2022 2022-2023 appropriations described in section 201(5) for payments to community colleges that are participating entities of the retirement system:

21 (a) The amount of a payment under section 201(5) shall must be the difference between the unfunded actuarial accrued liability 22 23 contribution rate as calculated under section 41 of the public 24 school employees retirement act of 1979, 1980 PA 300, MCL 38.1341, 25 as calculated without taking into account the maximum employer rate 26 of 20.96% included in section 41 of the public school employees 27 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 28 29 employees retirement act of 1979, 1980 PA 300, MCL 38.1341.



(b) The amount allocated to each community college under
 section 201(5) shall must be based on each community college's
 percentage of the total covered payroll for all community colleges
 that are participating colleges in the immediately preceding fiscal
 year. A community college that receives funds under this
 subdivision shall use the funds solely for the purpose of
 retirement contributions under section 201(5).

8 (c) Each participating college that receives funds under
9 section 201(5) shall forward an amount equal to the amount
10 allocated under subdivision (b) to the retirement system in a form
11 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 2021-2022 shall 2022-2023 must 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 2021-2022 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 community29 college adopts its annual operating budget for the following fiscal



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year, or after the board adopts a subsequent revision to that 1 budget, the community college shall make all of the following 2 information available through a link on its website homepage, and 3 shall also submit this information, and the information described 4 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 house and senate fiscal agencies: 9

10 (a) The annual operating budget and subsequent budget11 revisions.

12 (b) A link to the most recent "Michigan Community College Data13 Inventory Report".

14 (c) General fund revenue and expenditure projections for the15 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.

(ii) Each health care benefits plan, including, but not limited to, medical, dental, vision, disability, long-term care, or any other type of benefits that would constitute health care services, offered to any bargaining unit or employee of the community college.

27 (*iii*) Audits and financial reports for the most recent fiscal28 year for which they are available.

29

(*iv*) A copy of the board of trustees resolution regarding



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compliance with best practices for the local strategic value
 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 x 150 pixels.

(3) The state budget director shall determine whether a 11 12 community college has complied with this section. The state budget 13 director may withhold a community college's monthly installments 14 described in section 206 until the community college complies with 15 this section. The state budget director shall notify the chairs of 16 the house and senate appropriations subcommittee on community 17 colleges at least 10 days before withholding funds from any 18 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):

25 (a) Budgeted current fiscal year general fund revenue from26 tuition and fees.

27 (b) Budgeted current fiscal year general fund revenue from28 state 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 (5) By the first business day of November of each year, a
6 community college shall post the following information on its
7 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 thecommunity college offers, all of the following information:

17 (i) The number of high school students participating in the18 program.

19 (*ii*) The number of school districts that participate in the20 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.

24 (*iv*) The total cost to the community college to operate the25 program.

(v) The cost per credit hour for the course or courses in theprogram.

28 (vi) The location where the course or courses in the program29 are held.



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(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:

14 (a) Emergency contact numbers for police, fire, health, and15 other services.

16 (b) Hours, locations, phone numbers, and electronic mail email
17 contacts for campus public safety offices and title IX offices.

18 (c) A list of safety and security services provided by the
19 community college, including transportation, escort services,
20 building surveillance, anonymous tip lines, and other available
21 security services.

(d) A public community college's policies applicable to minorson community college property.

24 (e) A directory of resources available at the community
25 college or surrounding community for students or employees who are
26 survivors of sexual assault or sexual abuse.

27 (f) An electronic copy of "A Resource Handbook for Campus
28 Sexual 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 101-542, 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.

7 (3) A community college shall certify to the state budget
8 director by October 1, 2021-2022 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 appropriation in section 201 establishes a mandatory COVID-19 vaccine policy, it shall provide exemptions to that policy to the 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.

(b) Any student or employee who provides a written statement
to the effect that the requirements of the COVID-19 vaccine policy
cannot be met because of religious convictions or other
consistently held objection to immunization.

(2) It must be presumed that a student or employee who
requests an exemption under subsection (1) is entitled to that
exemption. The community college shall grant that student's or
employee's request unless it determines by clear and convincing
evidence that the student or employee is not entitled to that
exemption. A community college shall not deny an exemption solely
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.

7 (4) If a community college denies a student's or employee's
8 request for an exemption, the community college shall issue a
9 written report fully explaining its reasons for the denial. That
10 report must describe all reasonable accommodations the community
11 college offered the student or employee and the student's or
12 employee's response.

13 (5) Every community college shall submit a written report 14 regarding its actions taken under this section no later than March 15 15 of each year to the senate and house and senate appropriations 16 subcommittees on community colleges, the senate and house and 17 senate fiscal agencies, and the state budget director. This annual report must include the following information, which may be 18 19 obtained from any reliable source that complies with applicable 20 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.

23 (b) The number of students and employees who have been granted24 an exemption.

(c) The number of students and employees in noncompliance withthe community college's COVID-19 vaccine policy.

27 (6) No provision of this section is to be construed as28 requiring a community college to violate any federal law.

29

Sec. 216. (1) The funds appropriated in section 201(7) for the



Michigan reconnect grant program short-term training grants must be used to expand the Michigan reconnect grant program short-term training grants to include eligible students who are at least 21 years old. The funds appropriated in section 201(7) must be expended to award grants, administer the program, and support the duties outlined in section 21 of the Michigan reconnect grant 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.

(3) The department of labor and economic opportunity must report on the status of funds appropriated in section 201(7), and all funds appropriated related to the coronavirus relief effort, to the house and senate appropriations subcommittees on community colleges, the house and senate fiscal agencies, and the state 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.

Sec. 216a. (1) The funds appropriated in section 201(9) for the community college academic catch-up program must be placed in a fund administered by the Michigan Community College Association to support each community college's efforts to combat learning loss



among recent high school graduates who experienced interruptions to
 in-person learning due to the COVID-19 pandemic. The grant to any
 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 to7 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 small16 community college.

17 (*iv*) One community college president representing a medium18 community college.

19 (v) One community college president representing a large20 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.

(e) Restrict the cost of program administration to no greaterthan 2% of the total funds appropriated.



(3) Community colleges must do all of the following to be
 considered eligible for the program:

3 (a) Submit an application to the group designated under4 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.

9 (c) Enroll students who complete the summer educational 10 program in college-level English or mathematics or co-requisite 11 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, but20 not limited to, food assistance, during the program.

21 Sec. 216b. (1) The funds appropriated in section 201(11) must 22 be used for the creation of the Michigan ADN to BSN completion 23 grant program. The grant program, administered by the department of labor and economic opportunity, will award each eligible community 24 25 college in this state a minimum of \$2,000,000.00 to support the 26 creation and execution of a program that allows individuals in this 27 state who have attained an associate degree in nursing to complete 28 a bachelor of science degree in nursing in partnership with a BSN-29 granting Michigan public university or Michigan not-for-profit



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independent 4-year college or university. This grant program will
 directly impact the health care field, which has been adversely
 affected by the COVID-19 pandemic, by increasing the training and
 skills of health care professionals in this state.

5 (2) For purposes of this section, an eligible community6 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:

(i) A plan for the BSN-granting institution to design, deliver,
and maintain an ADN to BSN completion program, including
admissions, curriculum design, and accreditation, with strategic
input from employers and community colleges.

(*ii*) The utilization of existing ADN to BSN completion
programs, including 3+1 agreements, the Michigan Transfer
Agreement, credit for prior learning policies, and credit for
community college coursework, that meets BSN program requirements
at the BSN-granting institution.

(*iii*) BSN completion courses to be taught at least partially in
person on community college campuses with course delivery methods
informed by the expressed needs of the learners in that community.

(*iv*) To the greatest extent possible, opportunities for joint
faculty appointments for qualified community college faculty to
teach BSN completion courses as adjunct or part-time faculty at the
BSN-granting institution.

(v) A co-branding model to promote the BSN-granting
institution and community college as partners to students,
employers, and communities.

29

(vi) Adequate student supports, including academic advising,



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career services, financial aid support, mental health counseling,
 and other student basic needs services offered by the community
 college or the BSN-granting institution, or both, to ensure that
 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 care9 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:

(a) Personnel costs associated with delivering BSN programs oncommunity college campuses.

14 (b) Investments in community college facilities to support15 delivery of BSN programming.

16 (c) Outreach and recruitment of potential students.

17 (d) Student financial aid or financial assistance to reduce18 the overall cost of completing a BSN program.

(e) Assessment of program success and the ability to recruit,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 Community College Association, Michigan Association of State 24 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 (5) Unencumbered funds in section 201(11) appropriated for the 6 Michigan ADN to BSN completion grant program are designated as a 7 work project appropriation and must not lapse at the end of the 8 fiscal year. Unencumbered and unallotted funds must be available 9 for expenditures for grants under this section. The purpose of the 10 work project is to increase access to BSN programs on community 11 college campuses through collaborative partnership. The estimated completion date of this work project is September 30, 2026. 12

Sec. 226b. By September 30, 2022, **2023**, each community college receiving an appropriation in section 201 shall do both of the following:

16 (a) Submit a report to the senate and house and senate 17 appropriations subcommittees on community colleges, the senate and 18 house and senate fiscal agencies, and the state budget director describing all federal funds the community college received, 19 20 including the amounts, related to the COVID-19 pandemic, including, 21 but not limited to, any federal funds received from the coronavirus 22 relief fund under the coronavirus aid, relief, and economic 23 security act, Public Law 116-136, response and relief supplemental 24 appropriations act, the American rescue plan act of 2021, and 25 similar federal relief packages.

(b) Post the information contained in the report described in
subdivision (a) on the public transparency website described in
section 209.

29

Sec. 226d. It is the intent of the legislature that by



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February 1, 2022, **2023**, each community college shall will submit to 1 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), a community college may establish and operate a pregnant and parenting student services office. If established, an office shall meet all of the following:

17 (a) Be located on the campus of the community college.

(b) Annually assess the performance of the community college and the office in meeting all of the following needs of students on campus who are pregnant or who are custodial parents or legal 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 (v) Education concerning responsible parenting for mothers and27 fathers.

(c) Identify public and private service providers qualified tomeet the needs described in subdivision (b), both on campus and



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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 that4 meet 1 or more of the needs described in subdivision (b).

5 (e) If appropriate, provide referrals on prenatal care and 6 delivery, infant, or foster care, adoption, and family planning to 7 individual students who request that information. An office shall 8 not provide referrals for abortion services.

9 (2) By December 1, 2022, a community college that establishes 10 a pregnant and parenting student services office shall report to 11 the house and senate appropriations subcommittees on community 12 colleges, the house and senate fiscal agencies, and the state 13 budget director all of the following:

14 (a) An itemized list of office expenditures during the15 preceding fiscal year.

16 (b) A review and evaluation of the performance of the office17 in fulfilling its obligations under this section.

18

(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 selfdistribution 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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staff responsible for investigating complaints and violations. The
 advocacy policy should include the effective date and be posted on
 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.

(4) If a community college requires scores above those recommended by the American Council on Education to earn college credit through college level equivalent credit examinations, that community college shall submit to the house and senate appropriations subcommittees on community colleges, the house and senate fiscal agencies, and the state budget director a report on the data and justifications for that decision by February 1, 2023.

Sec. 227a. (1) Each community college that receives an appropriation in section 201 shall provide all enrolled students information on accelerated degree completion pathways and options within the first semester of enrollment, and shall publicly post this information on the community college's website by October 1, 2022.



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(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.

19 (3) Each community college that receives an appropriation in
20 section 201 is expected to provide reasonable programming and
21 scheduling accommodations necessary to facilitate a student's
22 military, national guard, National Guard, or military reserves
23 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.

29

(5) Each community college that receives an appropriation in



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section 201 is expected to do 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:

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.

20 (b) "Veteran" means an honorably discharged veteran entitled
21 to educational assistance under section 5003 of the post-911
22 veterans educational assistance act of 2008, 38 USC 3301 to 3327.

Sec. 229a. Included in the fiscal year 2021-2022 2022-2023 appropriations for the department of technology, management, and budget are appropriations totaling \$32,681,600.00 \$32,981,600.00 to provide funding for the state share of costs for previously constructed capital projects for community colleges. Those appropriations for state building authority rent represent additional state general fund support for community colleges, and



the following is an estimate of the amount of that support to each 1 2 community college: (a) Alpena Community College, \$933,000.00.\$902,600.00. 3 (b) Bay de Noc Community College, \$538,000.00.\$520,600.00. 4 (c) Delta College, \$2,706,700.00.\$2,732,600.00. 5 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, \$2,260,600.00.\$2,187,400.00. (i) Kalamazoo Valley Community College, 12 \$2,028,700.00.\$1,963,000.00. 13 14 (j) Kellogg Community College, \$709,300.00.\$686,300.00. 15 (k) Kirtland Community College, \$235,000.00.\$227,400.00. (*l*) Lake Michigan College, \$1,009,100.00.\$976,400.00. 16 (m) Lansing Community College, \$1,191,900.00.\$1,153,300.00. 17 (n) Macomb Community College, \$1,722,600.00.\$1,966,900.00. 18 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. (g) Montcalm Community College, \$465,900.00.\$450,800.00. 23 (r) C.S. Mott Community College, \$2,196,900.00.\$2,125,700.00. 24 (s) Muskegon Community College, \$1,025,800.00.\$992,600.00. 25 (t) North Central Michigan College, \$502,500.00.\$692,400.00. 26 27 (u) Northwestern Michigan College,

- 28 \$1,866,800.00.\$1,806,300.00.
- 29 (v) Oakland Community College, \$0.00.\$0.00.



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(w) Schoolcraft College, \$1,824,000.00.\$2,371,300.00. 1 (x) Southwestern Michigan College, \$859,200.00.\$831,400.00. 2 (v) St. Clair County Community College, 3 \$750,100.00.**\$725,800.00**. 4 (z) Washtenaw Community College, \$1,792,600.00.\$1,734,600.00. 5 6 (aa) Wayne County Community College, 7 \$1,527,300.00.\$1,477,900.00. 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 201(2) for performance funding is distributed based on the 12 13 following formula: 14 (a) Allocated proportionate to fiscal year 2020-2021 2021-2022 base appropriations, 30%. 15 (b) Based on a weighted student contact hour formula as 16 provided for in the 2016 recommendations of the performance 17 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 and based on data provided by the center, 10%. 21 (d) Based on the performance completion number as provided for 22 23 in the 2016 recommendations of the performance indicators task force, 10%. 24 25 (e) Based on the performance completion rate as provided for in the 2016 recommendations of the performance indicators task 26 27 force and based on data provided by the center, 10%. (f) Based on administrative costs, 5%. 28 29 (q) Based on the local strategic value component, as developed



in cooperation with the Michigan Community College Association and
 described in subsection (2), 5%.

(2) Money included in the appropriations for community college 3 operations under section 201(2) for local strategic value shall be 4 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, 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). Amounts distributed under local strategic value shall must be on a 13 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 or23 industry partnerships, the following:

24 (i) The community college has active partnerships with local25 employers including hospitals and health care providers.

26 (ii) The community college provides customized on-site training27 for area companies, employees, or both.

28 (iii) The community college supports entrepreneurship through a29 small business assistance center or other training or consulting



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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 technology center. 5

6 (v) The community college has active partnerships with local 7 or regional workforce and economic development agencies.

8

(b) For Category B, educational partnerships, the following: (i) The community college has active partnerships with regional 9 high schools, intermediate school districts, and career-tech 10 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 13 enrichment programs for area K-12 students, such as college days, 14 summer or after-school programming, or Science Olympiad. 15

(iii) The community college provides, supports, or participates 16 17 in programming to promote successful transitions to college for traditional age students, including grant programs such as talent 18 19 search, upward bound, or other activities to promote college readiness in area high schools and community centers. 20

21 (*iv*) The community college provides, supports, or participates 22 in programming to promote successful transitions to college for new 23 or reentering adult students, such as adult basic education, a high 24 school equivalency test preparation program and testing, or 25 recruiting, advising, or orientation activities specific to adults. 26 As used in this subparagraph, "high school equivalency test 27 preparation program" means that term as defined in section 4.

28 (v) The community college has active partnerships with regional 4-year colleges and universities to promote successful 29



transfer, such as articulation, 2+2, or reverse transfer agreements
 or operation of a university center.

3 (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.

11 (*iii*) The community college operates public facilities to 12 promote cultural, educational, or personal enrichment for community 13 members, such as libraries, computer labs, performing arts centers, 14 museums, art galleries, or television or radio stations.

15 (*iv*) The community college operates public facilities to 16 promote leisure or wellness activities for community members, 17 including gymnasiums, athletic fields, tennis courts, fitness 18 centers, hiking or biking trails, or natural areas.

19 (v) The community college promotes, sponsors, or hosts
20 community service activities for students, staff, or community
21 members.

22 (4) Payments for performance funding under section 201(2) 23 shall must be made to a community college only if that community 24 college actively participates in the Michigan Transfer Network sponsored by the Michigan Association of Collegiate Registrars and 25 26 Admissions Officers and submits timely updates, including updated 27 course equivalencies at least every 6 months, to the Michigan 28 transfer network. The state budget director shall determine if a 29 community college has not satisfied this requirement. The state



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budget director may withhold payments for performance funding until
 a community college is in compliance with this subsection.

3 (5) Payments under section 201 for performance funding for 4 fiscal year 2022-2023 must be made only to a public community 5 college that certifies to the state budget director by the last 6 business day of August that its board will not adopt an increase in 7 tuition and fee rates for in-district students for the 2022-2023 8 academic year that is greater than 5.0% or \$226.00, whichever is 9 greater. As used in this subsection:

10 (a) "Fee" means any board-authorized fee that will be paid by 11 more than 1/2 of all in-district students at least once during their enrollment at a community college. A community college 12 13 increasing a fee that applies to a specific subset of students or 14 courses shall provide sufficient information to prove that the 15 increase applied to that subset will not cause the increase in the average amount of board-authorized total tuition and fees paid by 16 in-district students in the 2022-2023 academic year to exceed the 17 18 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.



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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 5 subsection (5).

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:

12

(a) The task force must consist of the following members:

(i) The chairs and minority vice chairs of the house and senate
appropriations subcommittees on higher education and community
colleges.

16 (ii) The state budget director or designee.

17 (*iii*) The director of the Michigan Community Colleges18 Association.

(*iv*) Three members from Michigan public community colleges,
 designated by the Michigan Community College Association, that
 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



funding to those indicators. The task force shall also review,
 examine, and suggest methodology concerning equitable and
 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**.

23 (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 as26 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



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under the North American Indian tuition waiver.\$91,145,100.00, 1 \$87,600,000.00 for operations, \$0.00 for per-student floor funding, 2 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 1time supplemental funding, and \$279,700.00 for costs incurred under 7 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. (c) The appropriation for Ferris State University is 12 13 \$56,541,600.00, \$55,025,500.00 for operations, \$550,300.00 for 1time supplemental funding, and \$965,800.00 for costs incurred under 14 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, \$1,100,500.00 for operations increase, and \$826,900.00 for costs 17 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 1time supplemental funding, and \$926,500.00 for costs incurred under 28

29 the North American Indian tuition waiver. \$14,361,900.00,



\$13,307,000.00 for operations, \$0.00 for per-student floor funding,
\$266,100.00 for operations increase, and \$788,800.00 for costs
incurred under the North American Indian tuition waiver.
(f) The appropriation for Michigan State University is
\$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.

(g) The appropriation for Michigan Technological University is \$51,371,900.00, \$50,101,600.00 for operations, \$501,000.00 for 1time supplemental funding, and \$769,300.00 for costs incurred under 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 under the North American Indian tuition waiver. \$50,751,100.00, 24 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-



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time supplemental funding, and \$334,000.00 for costs incurred under 1 2 the North American Indian tuition waiver.\$60,761,900.00, \$53,147,400.00 for operations, \$7,259,200.00 for per-student floor 3 funding, \$0.00 for operations increase, and \$355,300.00 for costs 4 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 costs incurred under the North American Indian tuition waiver. 12 (k) The appropriation for University of Michigan - Ann Arbor 13 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 incurred under the North American Indian tuition 16 waiver.\$339,198,000.00, \$321,970,100.00 for operations, \$0.00 for 17 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. (1) The appropriation for University of Michigan - Dearborn is 21 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 the North American Indian tuition waiver. \$28,115,900.00, 24 \$26,167,000.00 for operations, \$1,702,700.00 for per-student floor 25

26 funding, \$0.00 for operations increase, and \$246,200.00 for costs 27 incurred under the North American Indian tuition waiver.

(m) The appropriation for University of Michigan - Flint is
 \$24,197,400.00, \$23,616,200.00 for operations, \$236,200.00 for 1-



time supplemental funding, and \$345,000.00 for costs incurred under 1 2 the North American Indian tuition waiver. \$25,159,200.00, \$23,616,200.00 for operations, \$953,900.00 for per-student floor 3 funding, \$204,700.00 for operations increase, and \$384,400.00 for 4 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 under the North American Indian tuition waiver. \$213,639,700.00, 9 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, \$111,522,200.00 for operations, \$0.00 for per-student floor 17 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 universities is \$1,553,483,000.00, \$1,611,124,200.00, appropriated 21 22 from the following: (a) State school aid fund, \$343,168,300.00. 23 24 (b) State general fund/general purpose money, 25 \$1,210,314,700.00.\$1,297,955,900.00.

(4) The amount appropriated for Michigan public school
employees' retirement system reimbursement is \$13,495,000.00,
\$70,000.00, appropriated from the state school aid fund.
(5) The amount appropriated for state and regional programs is



\$316,800.00, appropriated from general fund/general purpose money 1 2 and allocated as follows: (a) Higher education database modernization and conversion, 3 \$200,000.00. 4 (b) Midwestern Higher Education Compact, \$116,800.00. 5 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. (c) Morris Hood, Jr. educator development program, 12 \$148,600.00. 13 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. (b) Tuition grants, \$42,021,500.00. 17 (c) Tuition incentive program, \$71,300,000.00. 18 (d) Children of veterans and officer's survivor tuition grant 19 20 programs, \$1,400,000.00. (e) Project GEAR-UP, \$3,200,000.00. 21 (8) The money appropriated in subsection (7) for grants and 22 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 assistance for needy families, \$125,326,400.00. 28 29 (c) State general fund/general purpose money, \$19,256,800.00.



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(9) For fiscal year 2021-2022 **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.

(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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federal contingency authorization. These funds are not available
 for expenditure until they have been transferred under section
 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393,
 for another purpose under this article.

5 Sec. 236c. In addition to the funds appropriated for fiscal 6 year 2021-2022 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 2021-2022 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 state universities. These appropriations for state building 12 authority rent represent additional state general fund support 13 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,
- **17** \$13,227,700.00.\$12,973,000.00.
- 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,



- 1 \$8,009,900.00.**\$7,855,700.00**.
- 2 (k) University of Michigan Ann Arbor,

3 \$10,459,000.00.\$12,065,900.00.

- 4 (1) University of Michigan Dearborn,
- 5 \$11,336,800.00.\$10,774,000.00.
- 6 (m) University of Michigan Flint,
- 7 \$6,546,200.00.**\$6,084,700.00**.
- 8
- (n) Wayne State University, \$10,489,800.00.**\$10,118,000.00**.

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
28 allocated to each participating public university based on each
29 participating public university's percentage of the total combined



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payrolls of the universities' employees who are members of the retirement system and who were hired before January 1, 1996 and the universities' employees who would have been members of the retirement system on or after January 1, 1996, but for the enactment of 1995 PA 272 for all public universities that are participating public universities for the immediately preceding 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.

Sec. 236j. (1) The postsecondary scholarship fund is created in the department of treasury for the purpose of providing scholarship awards to eligible students who attend eligible postsecondary educational institutions in this state, as provided in subsection (5).

(2) (2) The state treasurer may receive money or other assets from any source for deposit into the postsecondary scholarship fund. The state treasurer shall direct the investment of the postsecondary scholarship fund. The state treasurer shall credit to the postsecondary scholarship fund interest and earnings from postsecondary scholarship fund investments.

(3) Except as otherwise provided in subsection (5) (c), money
in the postsecondary scholarship fund at the close of the fiscal
year must remain in the postsecondary scholarship fund and not
lapse to the general fund.



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(4) The department of treasury shall be the administrator of
 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.

(c) If a postsecondary scholarship program is not enacted into
law with an effective date as described in subdivision (b), money
in the postsecondary scholarship fund must remain in the
postsecondary scholarship fund and not lapse to the general fund.
(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.

(2) The per-student floor funding allocation for fiscal year
2022-2023 is an amount equal to (the difference between \$4,500.00
and the amount calculated by dividing the annual state
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 students for fiscal year 2020-2021. If a calculation under this 5 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 will reach a minimum funding level of at least \$4,500.00 over 3 8 9 years.

10

(3) As used in this section:

(a) "Annual state appropriations" means the total of those
amounts allocated in section 236(2) with the exception of MSU
AgBioResearch and MSU Extension for the fiscal year ending
September 30, 2021.

(b) "Fiscal year equated students" means that term as used in
the higher education institutional data inventory for the fiscal
year ending September 30, 2021.

18 Sec. 237b. As used in this article: , "center"

19 (a) "Center" means the center for educational performance and20 information created in section 94a.

(b) "College level equivalent credit examination" means an examination that is administered by an independent testing service and that is used by colleges and universities generally to award postsecondary credit for achievement of a particular score, and includes, but is not limited to, advanced placement examinations, the DANTES Subject Standardized Test (DSST), and college-level 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



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paid out of the state treasury and distributed by the state treasurer to the respective institutions in 11 equal monthly installments on the sixteenth of each month, or the next succeeding business day, beginning with October 16, 2021. 2022. Except for Wayne State University, each institution shall accrue its July and August 2022 payments to its institutional fiscal year ending June 30, 2022.2023.

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 years ending June 30, these data shall must be submitted to the 12 state budget director by October 15 of each fiscal year. Public 13 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, 2021. **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.

Sec. 245a. (1) A public university shall develop, maintain, and update a "campus safety information and resources" link, prominently displayed on the homepage of its website, to a section of its website containing all of the information required under 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



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1 other services.

2 (b) Hours, locations, phone-telephone numbers, and email
3 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 on
9 university property.

10 (e) A directory of resources available at the university or
11 surrounding community for students or employees who are survivors
12 of sexual assault or sexual abuse.

13 (f) An electronic copy of "A Resource Handbook for Campus14 Sexual 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.

(3) A public university shall certify to the state budget
director by October 1, 2021-2022 that it is in compliance with this
section. The state budget director may withhold a public
university's monthly installments described in section 241 until
the public university complies with this section.

27 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.



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(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.

17 (4) If a student who receives an award under this section has
18 his or her tuition and fees paid under the Michigan educational
19 trust program, pursuant to the Michigan education trust act, 1986
20 PA 316, MCL 390.1421 to 390.1442, and still has financial need, the
21 funds awarded under this section may be used for educational
22 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.

29

(6) Veterans Administration benefits shall must not be



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considered in determining eligibility for the award of scholarships
 under 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 $\frac{22,800.00}{2}$ 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



department shall analyze the status of award commitments, shall 1 make any necessary adjustments, and shall confirm that those award 2 commitments will not exceed the appropriation contained in section 3 236 for the tuition grant program. The determination and actions 4 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.

9 (4) The department of treasury shall continue a proportional
10 tuition grant award level for recipients enrolled less than full11 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.

19 (6) The department of treasury shall not award more than 20 \$4,800,000.00 \$5,000,000.00 in tuition grants to eligible students enrolled in the same independent nonprofit college or university in 21 22 this state. Any decrease in the grant shall must be proportional 23 for all eligible students enrolled in that college or university, 24 as determined by the department. The limit described in this 25 subsection does not apply to any other student financial aid 26 program or in combination with any other student financial aid 27 program.

28 (7) The department of treasury shall not award tuition grants29 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.

12 (c) The number of students in the most recently completed 13 academic year who in any academic year received a Pell grant at the 14 reporting institution and successfully completed a program or 15 graduated.

16 (8) By February 1 of each year, each independent college and 17 university participating in the tuition grant program shall report 18 to the senate and house and senate appropriations subcommittees on 19 higher education, the senate and house and senate fiscal agencies, 20 and the state budget director on its efforts to develop and 21 implement sexual assault response training for the institution's title IX coordinator, campus law enforcement personnel, campus 22 23 public safety personnel, and any other campus personnel charged with responding to on-campus incidents, including information on 24 25 sexual assault response training materials and the status of 26 implementing sexual assault response training for institutional 27 personnel.

28 Sec. 256. (1) The funds appropriated in section 236 for the29 tuition incentive program must be distributed as provided in this



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section and pursuant to the administrative procedures for the
 tuition incentive program of the department of treasury.

3

(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 4year degree programs.

14

(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 of21 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 state29 according to institutional criteria.



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(iii) Be at least a half-time student, earning less than 80
 semester or 120 term credits at a participating educational
 institution within 4 years of high school graduation or achievement
 of a high school equivalency certificate. All program eligibility
 expires 10 years after initial enrollment at a participating
 educational institution.

7 (*iv*) Meet the satisfactory academic progress policy of the
8 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 a15 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 Medicaid eligible for 24 months within the-36 months before 25 26 application. 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



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behalf of a person eligible under subsection (3). The department
 shall only accept standard per-credit hour tuition billings and
 shall reject billings that are excessive or outside the guidelines
 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.

(b) For persons enrolled at a Michigan community college, the department shall pay the current in-district tuition and mandatory fees. For persons residing in an area that is not included in any community college district, the out-of-district tuition rate may be authorized.

(c) For persons enrolled at a Michigan public university, the
department shall pay lower division resident tuition and mandatory
fees for the current year.

(d) For persons enrolled at a Michigan independent, nonprofit degree-granting college or university, a Michigan federal tribally controlled community college, or Focus: HOPE, the department shall pay mandatory fees for the current year and a per-credit payment that does not exceed the average community college in-district per-



credit tuition rate as reported by the last business day of August
 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:

7 (a) Credits are earned in a 4-year program at a Michigan8 degree-granting 4-year college or university.

9 (b) The tuition reimbursement is for coursework completed10 within 30 months of completion of the phase I requirements.

11 (7) The department shall work closely with participating
12 institutions to provide the highest level of participation and
13 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.

(9) Except as otherwise provided in section 3(d) of the Michigan reconnect grant act, 2020 PA 84, MCL 390.1703, and section 17 of the Michigan reconnect grant recipient act, 2020 PA 68, MCL 390.1717, each institution shall ensure that all known available restricted grants for tuition and fees are used before billing the tuition incentive program for any portion of a student's tuition 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 the29 center to use the P-20 longitudinal data system to report the



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1 following information for each gualified postsecondary institution:

(a) The number of phase I students in the most recently
completed academic year who in any academic year received a tuition
incentive program award and who successfully completed a degree or
certificate program. Cohort graduation rates for phase I students
shall must be calculated using the established success rate
methodology developed by the center in collaboration with the
postsecondary institutions.

9 (b) The number of students in the most recently completed 10 academic year who in any academic year received a Pell grant at the 11 reporting institution and who successfully completed a degree or 12 certificate program. Cohort graduation rates for students who 13 received Pell grants must be calculated using the established 14 success rate methodology developed by the center in collaboration 15 with the postsecondary institutions.

16 (12) If a qualified postsecondary institution does not report 17 the data necessary to complete the reporting in subsection (11) to 18 the P-20 longitudinal data system by October 15 for the prior 19 academic year, the department of treasury shall not award phase I 20 tuition incentive program funding to otherwise eligible students 21 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.

29

Sec. 260. (1) The department of treasury shall work with



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student and postsecondary education groups, including the Michigan 1 College Access Network, the Michigan Association of School 2 Counselors, the Michigan Association of State Universities, the 3 Michigan Community College Association, and the Michigan 4 Independent Colleges and Universities, to provide and update an 5 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:

(a) A list of public and private community support centers, student debt clinics, and other organizations and their contact information submitted by Michigan College Access Network that provides free information and services for student loan borrowers to help educate them about repayment options and to help them access student loan programs or benefits for which they may be eligible.

20 (b) Links to state and federal financial aid programs,21 including FAFSA and College Scorecard.

(c) Links to each promise zone website and the financial aid
website to each community college, public university, and
independent college and university in this state.

25 (d) Benefits of federal student loans that may no longer be26 available if a borrower refinances a loan.

27 (e) Links Direct links to net price calculators for each
28 community colleges college receiving an appropriation in section
29 201 and universities each university receiving an appropriation in



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1 section 236. , if available.

2 (f) Definitions that clearly delineate the differences between3 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 and
9 repayment, including, but not limited to, all of the following:

10 (i) A link to the federal Public Service Loan Forgiveness11 Program.

12 (*ii*) Deciding how much to borrow.

13 (*iii*) Creating a plan for borrowing and repayment.

14 (*iv*) Estimating how much borrowing is needed for a given school15 year.

16 (v) Evaluating financial aid offers.

17 (vi) Factors that affect total student loan costs.

18 (vii) Tips for graduating with less student loan debt.

19 (viii) A loan payment calculator or a link to a loan payment20 calculator that can be used for different types of loans.

21 (*ix*) Links to federal student loan entrance and exit counseling22 services and the FACT tool.

23 (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 this
 section on their website homepages.

3 (4) By November 1 of each year, the department of treasury
4 shall inform each high school in this state about the website
5 described in this section and encourage them to distribute the
6 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 up9 to-date for students and families.

10 Sec. 263. (1) Included in the appropriation in section 236 for 11 fiscal year 2021-2022 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

19 (2) The department of agriculture and rural development and
20 Michigan State University, in consultation with agricultural
21 commodity groups and other interested parties, shall develop
22 Project GREEEN and its program priorities.

Sec. 264. Included in the appropriation in section 236 for
fiscal year 2021-2022 2022-2023 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



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supplemental funding for fiscal year 2021-2022, and payments under 1 section 265a-236 for performance operations increase and per-2 student floor funding for fiscal vears year 2022-2023 and 2023-3 2024, shall must only be made to a public university that certifies 4 to the state budget director by October 1, 2021-2022 that its board 5 6 did not adopt an increase in tuition and fee rates for resident undergraduate students after September 1, 2020-2021 for the 2020-7 8 2021-2021-2022 academic year and that its board will not adopt an 9 increase in tuition and fee rates for resident undergraduate 10 students for the 2021-2022 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:

(a) "Fee" means any board-authorized fee that will be paid by 13 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 higher education institutional data inventory (HEIDI) user manual. 16 A university increasing a fee that applies to a specific subset of 17 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 and fees paid by resident undergraduate students in the 2021-2022 21 22 2022-2023 academic year to exceed the limit established in this 23 subsection.

(b) "Tuition and fee rate" means the average of full-time
rates paid by a majority of students in each undergraduate class,
based on an unweighted average of the rates authorized by the
university 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 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 3 reporting requirements to ensure that a public university receiving 4 5 a payment under section 236 for 1-time supplemental funding or a 6 payment under section 265a 236 for performance operations increase 7 and per-student floor funding has satisfied the tuition restraint 8 requirements of this section. The state budget director shall have 9 has the sole authority to determine if a public university has met 10 the requirements of this section. Information reported by a public 11 university to the state budget director under this subsection shall 12 must also be reported to the house and senate appropriations subcommittees on higher education and the house and senate fiscal 13 14 agencies.

15 (3) Universities that exceed the tuition and fee rate cap 16 described in subsection (1) shall will not receive a planning or 17 construction authorization for a state-funded capital outlay 18 project in fiscal year 2022-2023 or 2023-2024 or 2024-2025.

19 (4) Notwithstanding any other provision of this act, the
20 legislature may at any time adjust appropriations for a university
21 that adopts an increase in tuition and fee rates for resident
22 undergraduate students that exceeds the rate cap established in
23 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



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1 agencies by October 1, 2019 that it complies with all of the 2 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:

(i) Whether the credits were earned in a dual enrollment
program that counted the credits toward high school graduation
requirements.

18 (*ii*) Whether the credits were earned in a course that was
19 delivered in a high school classroom, community college classroom
20 or campus, or another location.

21 (*iii*) Whether the credits were earned in a course that was
22 delivered online, in person, or hybrid.

23 (*iv*) Whether other students enrolled in the course in which the
24 credits were earned were enrolled in high school or counted the
25 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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(2) Any performance funding amounts under section 236 that are
 not paid to a public university because it did not comply with 1 or
 more requirements under subsection (1) are unappropriated and
 reappropriated for performance funding to those public universities
 that meet the requirements under subsection (1), distributed in
 proportion to their performance funding appropriation amounts under
 section 236.

8 (3) The state budget director shall report to the house and
9 senate appropriations subcommittees on higher education and the
10 house and senate fiscal agencies by October 15, 2019, regarding any
11 performance funding amounts that are not paid to a public
12 university because it did not comply with 1 or more requirements
13 under subsection (1) and any reappropriation of funds under
14 subsection (2).

15 (4) Performance funding amounts described in section 236 are 16 distributed based on the following formula:

17 (a) Proportional to each university's share of total18 operations 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 score7 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.

Sec. 265b. (1) Appropriations to public universities in section 236 for the fiscal year ending September 30, 2022-2023 for operations funding shall must be reduced by 10% pursuant to the procedures described in subdivision (a) for a public university that fails to submit certification to the state budget director,



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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.

(c) For title IX investigations of alleged sexual misconduct, the university prohibits the issuance of divergent reports to complainants, respondents, and administration and instead requires that identical reports be issued to them.

(d) Consistent with the university's obligations under 20 USC 1092(f), the university notifies each individual who reports having experienced sexual assault by a student, faculty member, or staff member of the university that the individual has the option to report the matter to law enforcement, to the university, to both, or to neither, as the individual may choose.

25

(e) The university provides both of the following:

(i) For all freshmen and incoming transfer students enrolled,
an in-person sexual misconduct prevention presentation or course,
which must include contact information for the title IX office of
the university.



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(ii) For all students not considered freshmen or incoming
 transfer students, an online or electronic sexual misconduct
 prevention presentation or course.

4 (f) The university prohibits seeking compensation from the
5 recipient of any medical procedure, treatment, or care provided by
6 a medical professional who has been convicted of a felony arising
7 out of the medical procedure, treatment, or care.

8 (q) The university had a third party review its title IX 9 compliance office and related policies and procedures by the end of 10 the 2018-2019 academic year. A copy of the third-party review shall must be transmitted to the state budget director, the house and 11 12 senate appropriations subcommittees on higher education, and the 13 house and senate fiscal agencies. Each university shall have a 14 third-party review once every three years and a copy of the third-15 party review shall must be transmitted to the state budget 16 director, the house and senate appropriations subcommittees on 17 higher education, and the house and senate fiscal agencies.

18 (h) The university requires that the governing board and the 19 president or chancellor of the university receive not less than 20 quarterly reports from their title IX coordinator or title IX 21 office. The report shall must contain aggregated data of the number 22 of sexual misconduct reports that the office received for the 23 academic year, the types of reports received, including reports received against employees, and a summary of the general outcomes 24 25 of the reports and investigations. A member of the governing board 26 may request to review a title IX investigation report involving a 27 complaint against an employee, and the university shall provide the report in a manner it considers appropriate. The university shall 28 protect the complainant's anonymity, and the report shall must not 29



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1 contain specific identifying information.

2 (i) If allegations against an employee are made in more than 1 title IX complaint that resulted in the university finding that no 3 misconduct occurred, the university requires that the title IX 4 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 October 1, 2021.2022. 20

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.
- 24 (b) Nonconsensual sexual conduct.
- 25 (c) Sexual assault.
- 26 (d) Sexual exploitation.
- 27 (e) Sexual harassment.
- 28 (f) Stalking.
- 29 Sec. 265f. (1) Each public university that receives an



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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.

(4) If a public university requires scores above those recommended by the American Council on Education to earn college credit through college level equivalent credit examinations, that university shall submit to the house and senate appropriations subcommittees on higher education, the house and senate fiscal agencies, and the state budget director a report on the data and justifications for that decision by February 1, 2023.

20 Sec. 265g. (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.

(2) Each public university shall work to create accelerated
degree completion pathways for enrolled students if such options do
not already exist.

(3) Independent colleges and universities are encouraged tocreate accelerated degree completion pathways for enrolled students



1 if such options do not already exist.

Sec. 266a. It is the intent of the legislature that universities receiving an appropriation in section 236 whose enrollment has declined by 10% or more since January 1, 2012 may be called to testify before the house or senate appropriations subcommittees on higher education to, at minimum, present on the 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.

(i) Goals and objectives to reach optimum institutional size
to contribute positively to the future of this state while being
excellent stewards of state funding and student tuition, including,
but not limited to, goals and objectives as to consolidating
administrative services, academic services, or both with 1 or more
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 undergraduate student for academic year 2021-2022 2022-2023 as part 24 25 of their higher education institutional data inventory (HEIDI) data by October 1, 2021, **2022**, and by the last business day of August 26 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 2021-2022 tuition and fee charges to HEIDI



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1 within 15 days of after being adopted.

Sec. 268. (1) For the fiscal year ending September 30, 2022,
2023, it is the intent of the legislature that funds be allocated
for unfunded North American Indian tuition waiver costs incurred by
public universities under 1976 PA 174, MCL 390.1251 to 390.1253,
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 number14 of waiver applications approved.

15 (b) For each university submitting information under16 subsection (3), all of the following:

17 (i) The number of graduate and undergraduate North American18 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.

(iii) The number of graduate and undergraduate students
attending under a North American Indian tuition waiver who withdrew
from the university each term during the previous academic year.
For purposes of this subparagraph, a withdrawal occurs when a
student who has been awarded the waiver withdraws from the
institution at any point during the term, regardless of enrollment
in subsequent terms.

29

(iv) The number of graduate and undergraduate students



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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.

8 (3) By January 1 of each year, a public university that
9 receives funds under an appropriation in section 236, or a tribal
10 college receiving pass-through funds under section 269 or 270c,
11 shall provide to the department of civil rights any information
12 necessary for preparing the report detailed in subsection (2),
13 using guidelines and procedures developed by the department of
14 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 2021-2022, **2022-2023**, from the 19 20 amount appropriated in section 236 to Central Michigan University for costs incurred under the North American Indian tuition waiver, 21 \$82,400.00 shall \$31,000.00 must be paid to Saginaw Chippewa Tribal 22 23 College for the costs of waiving tuition for North American Indians 24 under 1976 PA 174, MCL 390.1251 to 390.1253. It is the intent of 25 the legislature that Saginaw Chippewa Tribal College provide the department of civil rights the necessary information for the 26 college to be included in the report required under section 268. 27 Sec. 270c. For fiscal year 2021-2022, 2022-2023, from the 28 29 amount appropriated in section 236 to Northern Michigan University



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for costs incurred under the North American Indian tuition waiver, 1 \$50,000.00 \$87,800.00 is to be paid to Keweenaw Bay Ojibwa 2 3 Community College for the costs of waiving tuition for North American Indians under 1976 PA 174, MCL 390.1251 to 390.1253. It is 4 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 constitution of 1963 will provide information to the director of 12 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.

(b) A list of all human embryonic stem cell lines submitted by the organization to the National Institutes of Health for inclusion in the Human Embryonic Stem Cell Registry before and during fiscal year 2020-2021, 2021-2022, and the status of each submission as approved, pending approval, or review completed but not yet accepted.

(c) Number of human embryonic stem cell lines derived and notsubmitted for inclusion in the Human Embryonic Stem Cell Registry,



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1 before and during fiscal year 2020-2021.2021-2022.

2 Sec. 274a. From the funds appropriated in section 236(10), public universities classified as doctoral universities under the 3 Carnegie classification system may be awarded research grants up to 4 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:

(a) Meet the provisions of section 5003 of the post-911 12 veterans educational assistance act of 2008, 38 USC 3301 to 3327, 13 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 house and senate appropriations subcommittees on higher education, 17 18 the house and senate fiscal agencies, and the Michigan Association of State Universities on whether or not it has chosen to 19 20 participate in the Yellow Ribbon GI Education Enhancement Program. If at any time during the fiscal year a university participating in 21 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.

(b) Establish an on-campus veterans' liaison to provideinformation and assistance to all student veterans.

28 (c) Provide flexible enrollment application deadlines for all29 veterans.



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(d) Include in its admission application process a specific
 question as to whether an applicant for admission is a veteran, an
 active member of the military, a member of the National Guard or
 military reserves, or the spouse or dependent of a veteran, active
 member of the military, or member of the National Guard or military
 reserves, in order to more quickly identify potential educational
 assistance available to that applicant.

8 (e) Consider all veterans residents of this state for9 determining their tuition rates and fees.

10

(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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(3) As used in this section, "veteran" means an honorably
 discharged veteran entitled to educational assistance under the
 provisions of section 5003 of the post-911 veterans educational
 assistance act of 2008, 38 USC 3301 to 3327.

5 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.

14 (b) Inform the applicant that he or she may submit a15 transcript of his or her college-level military training and16 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 creditexamination 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, 2022, **2023**, each public university receiving an
appropriation in section 236 shall submit to the senate and house



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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, 2022, 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 house and senate fiscal agencies, and the state budget director 12 describing all federal funds the university received, including the 13 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, Public Law 116-136, response and relief supplemental appropriations 17 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.

Sec. 275h. (1) It is the intent of the legislature that each
public university 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.

28 (2) An advocacy policy established under subsection (1) should29 include, but is not limited to, policies for distribution and self-



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distribution of printed political or advocacy materials, related
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 public university
staff responsible for investigating complaints and violations. The
advocacy policy should include the effective date and be posted on
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.

(b) Any student or employee who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other 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 exemption. The public university shall grant that student's or 21 employee's request unless it determines by clear and convincing 22 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



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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.

9 (5) Every public university shall submit a written report 10 regarding its actions taken under this section no later than March 11 15 of each year to the senate and house **and senate** appropriations 12 subcommittees on higher education, the senate and house and senate fiscal agencies, and the state budget director. This annual report 13 14 must include the following information, which may be obtained from 15 any reliable source that complies with applicable laws regarding 16 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 withthe public university's COVID-19 vaccine policy.

23 (6) No provision of this section is to be construed as24 requiring a public university to violate any federal law.

25 Sec. 275j. It is the goal of the governor and legislature to 26 ensure that 60% of Michigan's residents achieve a postsecondary 27 credential, high-quality industry certification, associate degree, 28 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 institutions in this state. Preference may not be given to 4 participants on the basis of race, color, ethnicity, gender, or 5 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 shall14 administer the program. All of the following apply to the program:

15 (a) The institution shall provide a physical location for the16 program on its campus.

(b) The department of labor and economic opportunity shall annually assess the performance of the institution in meeting the following needs of students on campus who are pregnant or who are a 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.

(v) Education concerning responsible parenting for mothers andfathers.

(c) The institution shall identify public and private service
providers qualified to meet the needs described in subdivision (b),
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.

(4) By December 1, 2022, institutions that establish a
pregnant and parenting student support services program shall
report to the house and senate subcommittees on higher education,
the house and senate fiscal agencies, and the state budget director
all of the following:

15 (a) A review and evaluation of the performance of the program16 in fulfilling its goals and objectives.

17

18

(b) The number of students served.

(c) The number and percentage of program graduates.

19 Sec. 276. (1) Included in the appropriation for fiscal year 20 2021-2022 2022-2023 for each public university in section 236 is funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks 21 22 future faculty program that is intended to increase the pool of 23 academically or economically disadvantaged candidates pursuing faculty teaching careers in postsecondary education in this state. 24 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:

10 (a) By April 15 of each year, public universities shall report 11 any anticipated unexpended or unencumbered program funds to the 12 department of labor and economic opportunity. Encumbered funds are 13 those funds that were committed by a fellowship agreement that is 14 signed during the current fiscal year or administrative expenses 15 that have been approved by the department of labor and economic 16 opportunity.

17 (b) Before August 1 , 2022, of each year, unexpended or
18 unencumbered funds may be transferred, under the direction of the
19 department of labor and economic opportunity, to a future faculty
20 program at another university to be awarded to an eligible
21 candidate at that university.

(c) Program allocations not expended or encumbered by
September 30, 2022-2024 must be returned to the department of labor
and economic opportunity so that those funds may lapse to the state
general fund.

26 (d) Not more than 5% of each public university's allocation27 for the program may be used for administration of the program.

(e) In addition to the appropriation for fiscal year 20222023, 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 2021-2022 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.

14 (2) Individual program plans of each public university shall 15 must include a budget of equal contributions from this program, the participating public university, the participating school district, 16 and the participating independent degree-granting college. College 17 18 day funds shall must not be expended to cover indirect costs. Not 19 more than 20% of the university match shall may be attributable to 20 indirect costs. Each public university shall apply the percentage 21 change applicable to every public university in the calculation of appropriations in section 236 to the amount of funds allocated to 22 23 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 2021-
29 2022-2022-2023 is funding for the Martin Luther King, Jr. - Cesar



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Chavez - Rosa Parks select student support services program for 1 developing academically or economically disadvantaged student 2 retention programs for 4-year public and independent educational 3 institutions in this state. Preference may not be given to 4 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.

(3) The program described in this section shall be 13 14 administered by the The department of labor and economic 15 opportunity shall administer the program described in this section. 16 Sec. 279. (1) Included in section 236 for fiscal year 2021-2022-2022-2023 is funding for the Martin Luther King, Jr. - Cesar 17 18 Chavez - Rosa Parks college/university partnership program between 4-year public and independent colleges and universities and public 19 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, color, ethnicity, gender, or national origin. Institutions should 24 25 encourage participation from those who would otherwise not adequately be represented in the transfer student population. 26

(2) The grants shall must be made under the program described
in this section to Michigan public and independent colleges and
universities. An award to any 1 institution shall must not be



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greater than \$150,000.00, must have an award period of no more than
 2 years, and the amount awarded shall must be matched on a 70%
 state, 30% college or university basis.

(3) The program described in this section shall be 4 5 administered by the The department of labor and economic 6 opportunity shall administer the program described in this section. 7 Sec. 280. (1) Included in the appropriation for fiscal year 2021-2022 2022-2023 for each public university in section 236 is 8 9 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks 10 visiting professors program, which is intended to increase the 11 number of instructors in the classroom to provide role models for academically or economically disadvantaged students. Preference may 12 not be given to participants on the basis of race, color, 13 14 ethnicity, gender, or national origin. Public universities should 15 encourage participation from those who would otherwise not 16 adequately be represented in the student population.

17 (2) The program described in this section shall be 18 administered by the The department of labor and economic 19 opportunity shall administer the program described in this section. 20 (3) The amount allocated to each university is \$9,994.00. \$10,494.00 and is subject to an award period of no more than 2 21 years. Each university receiving funds for fiscal year 2021-2022 22 23 2022-2023 under this section shall report to the department of labor and economic opportunity by April 15, 2022-2023 the amount of 24 25 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. 26 27 The amount of funding reported as not being expended may be transferred, under the direction of the department, to another 28 29 university for use under this section.



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Sec. 281. (1) Included in the appropriation for fiscal year 1 2021-2022 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.

21 Sec. 282. (1) Each institution receiving funds for fiscal year 2021-2022 2022-2023 under section 278, 279, or 281 shall provide to 22 23 the department of labor and economic opportunity by April 15, 2022 24 2023 the unobligated and unexpended funds as of March 31, 2022-2023 25 and a plan to expend the remaining funds by the end of the fiscal year. Notwithstanding the award limitations in sections 278 and 26 27 279, the amount of funding reported as not being expended will be reallocated to the institutions that intend to expend all funding 28 29 received under section 278, 279, or 281.



(2) Funds received for the purpose of administering programs
 under sections 275j, 278, 279, and 281 shall must not be used for
 direct financial aid or indirect financial aid. However, a
 university may provide academic incentives to motivate
 participating students as approved by the department. As used in
 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.

Enacting section 1. (1) In accordance with section 30 of 12 article IX of the state constitution of 1963, total state spending 13 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, 2022 PA 93, and this amendatory act, from state sources for fiscal 16 year 2021-2022 is estimated at \$14,635,534,200.00 and state 17 18 appropriations for school aid to be paid to local units of government for fiscal year 2021-2022 are estimated at 19 20 \$13,448,739,600.00. In accordance with section 30 of article IX of the state constitution of 1963, total state spending on school aid 21 under article I of the state school aid act of 1979, 1979 PA 94, 22 MCL 388.1601 to 388.1772, as amended by this amendatory act, from 23 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 paid to local units of government for fiscal year 2022-2023 are 26 27 estimated at \$15,764,187,600.00.

28 (2) In accordance with section 30 of article IX of the state29 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 \$1,979,224,800.00 and the amount of that state spending from state 12 sources to be paid to local units of government for fiscal year 13 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 from state sources for higher education for fiscal year 2022-2023 16 under article III of the state school aid act of 1979, 1979 PA 94, 17 18 MCL 388.1836 to 388.1891, as amended by this amendatory act, is estimated at \$1,893,609,300.00 and the amount of that state 19 20 spending from state sources to be paid to local units of government for fiscal year 2022-2023 is estimated at \$0.00. 21

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, 22g, 25i, 31y, 31z, 35b, 35e,
26 41a, 51f, 61g, 94c, 94d, 98d, 99w, 99bb, 104a, 104g, 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,



388.1641a, 388.1651f, 388.1661g, 388.1694c, 388.1694d, 388.1698d,
 388.1699w, 388.1699bb, 388.1704a, 388.1704g, 388.1801e, 388.1808,
 388.1810g, 388.1836i, 388.1875a, and 388.1886b, are repealed
 effective October 1, 2022.

Enacting section 3. (1) Sections 3, 11, 11m, 20, 21f, 22a, 5 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, 388.1631a, 388.1631d, 388.1631j, 388.1631o, 388.1631y, 388.1631z, 10 11 388.1651a, 388.1651c, 388.1656, 388.1662, 388.1674, 388.1701, 388.1704h, 388.1747a, 388.1747e, and 388.1836h, as amended, and 12 sections 8c, 11x, 27d, 27e, 27f, and 98c of the state school aid 13 act of 1979, 1979 PA 94, as added by this amendatory act, if 14 15 granted immediate effect pursuant to section 27 of article IV of the state constitution of 1963, take effect on enactment of this 16 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.

