## **SENATE BILL NO. 845**

January 20, 2022, Introduced by Senator SCHMIDT and referred to the Committee on Appropriations.

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

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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

- 1 certain other state purposes relating to education the sum of
- 2 \$13,715,807,900.00 from the state school aid fund, the sum of
- 3 \$54,464,600.00 from the general fund, an amount not to exceed
- 4 \$79,800,000.00 from the community district education trust fund
- 5 created under section 12 of the Michigan trust fund act, 2000 PA
- 6 489, MCL 12.262, and an amount not to exceed \$100.00 from the water
- 7 emergency reserve fund. For the fiscal year ending September 30,
- 8 <del>2022,</del> **2023,** there is appropriated for the public schools of this
- 9 state and certain other state purposes relating to education the
- 10 sum of \$14,797,232,100.00 \$100.00 from the state school aid fund,
- 11 the sum of \$85,400,000.00 \$100.00 from the general fund, and an
- 12 amount not to exceed  $\frac{72,000,000.00}{100.00}$  from the community
- 13 district education trust fund created under section 12 of the
- 14 Michigan trust fund act, 2000 PA 489, MCL 12.262. , and an amount
- 15 not to exceed \$100.00 from the water emergency reserve fund. In
- 16 addition, all available federal funds are only appropriated as
- 17 allocated in this article for the fiscal years year ending
- 18 September 30, 2021 and September 30, 2022.2023.
- 19 (2) The appropriations under this section are allocated as
- 20 provided in this article. Money appropriated under this section
- 21 from the general fund must be expended to fund the purposes of this
- 22 article before the expenditure of money appropriated under this
- 23 section from the state school aid fund.
- 24 (3) Any general fund allocations under this article that are
- 25 not expended by the end of the fiscal year are transferred to the
- 26 school aid stabilization fund created under section 11a.
- Sec. 17b. (1) Not later than October 20, November 20, December
- 28 20, January 20, February 20, March 20, April 20, May 20, June 20,
- 29 July 20, and August 20, the department shall prepare electronic

- 1 files of the amount to be distributed under this act in the
- 2 installment to the districts and intermediate districts and deliver
- 3 the electronic files to the state treasurer, and the state
- 4 treasurer shall pay the installments on each of those dates or, if
- 5 the date is not a business day, on the next business day following
- 6 that date. Except as otherwise provided in this act, the portion of
- 7 the district's or intermediate district's state fiscal year
- 8 entitlement to be included in each installment shall must be 1/11.
- 9 A district or intermediate district shall accrue the payments
- 10 received in July and August to the school fiscal year ending the
- 11 immediately preceding June 30.
- 12 (2) The state treasurer shall make payment under this section
- 13 by drawing a warrant in favor of the treasurer of each district or
- 14 intermediate district for the amount payable to the district or
- 15 intermediate district according to the electronic files and
- 16 delivering the warrant to the treasurer of each district or
- 17 intermediate district, or if the state treasurer receives a written
- 18 request by the treasurer of the district or intermediate district
- 19 specifying an account, by electronic funds transfer to that account
- 20 of the amount payable to the district or intermediate district
- 21 according to the electronic files. The department may make
- 22 adjustments in payments made under this section through additional
- 23 payments when changes in law or errors in computation cause the
- 24 regularly scheduled payment to be less than the amount to which the
- 25 district or intermediate district is entitled pursuant to under
- 26 this act.
- 27 (3) Except as otherwise provided in this act, grant payments
- 28 to districts and intermediate districts under this act shall must
- 29 be paid according to the installment payment schedule under

- 1 subsection (1).
- 2 (4) Upon the written request of a district or intermediate
- 3 district and the submission of proof satisfactory to the department
- 4 of a need of a temporary and nonrecurring nature, the
- 5 superintendent, with the written concurrence of the state treasurer
- 6 and the state budget director, may authorize an advance release of
- 7 funds due a district or intermediate district under this act. An
- 8 advance authorized under this subsection shall must not cause funds
- 9 to be paid to a district or intermediate district more than 30 days
- 10 earlier than the established payment date for those funds.
- 11 Sec. 201. (1) Subject to the conditions set forth in this
- 12 article, the amounts listed in this section are appropriated for
- 13 community colleges for the fiscal year ending September 30, 2022,
- 14 2023, from the funds indicated in this section. The following is a
- 15 summary of the appropriations in this section:
- 16 (a) The gross appropriation is \$431,917,000.00. \$100.00. After
- 17 deducting total interdepartmental grants and intradepartmental
- 18 transfers in the amount of \$0.00, the adjusted gross appropriation
- 19 is \$431,917,000.00.\$100.00.
- 20 (b) The sources of the adjusted gross appropriation described
- 21 in subdivision (a) are as follows:
- 22 (i) Total federal revenues, \$0.00.
- 23 (ii) Total local revenues, \$0.00.
- 24 (iii) Total private revenues, \$0.00.
- 25 (iv) Total other state restricted revenues,
- 26 \$431,917,000.00.\$100.00.
- (v) State general fund/general purpose money, \$0.00.
- 28 (2) Subject to subsection (3), the amount appropriated for
- 29 community college operations is \$100.00. \$328,583,400.00, allocated

```
1
    as follows:
 2
          (a) The appropriation for Alpena Community College is
    $5,830,600.00, $5,753,300.00 for operations, $53,400.00 for 1-time
 3
    performance funding, and $23,900.00 for costs incurred under the
 4
    North American Indian tuition waiver.
 5
 6
          (b) The appropriation for Bay de Noc Community College is
 7
    $5,772,400.00, $5,602,800.00 for operations, $58,000.00 for 1-time
    performance funding, and $111,600.00 for costs incurred under the
 8
 9
    North American Indian tuition waiver-
10
          (c) The appropriation for Delta College is $15,364,000.00,
    $15,160,500.00 for operations, $143,400.00 for 1-time performance
11
12
    funding, and $60,100.00 for costs incurred under the North American
13
    Indian tuition waiver.
14
          (d) The appropriation for Glen Oaks Community College is
15
    $2,684,500.00, $2,651,200.00 for operations, $33,300.00 for 1-time
16
    performance funding, and $0.00 for costs incurred under the North
17
    American Indian tuition waiver.
18
          (e) The appropriation for Gogebic Community College is
19
    $4,968,100.00, $4,873,700.00 for operations, $42,400.00 for 1-time
20
    performance funding, and $52,000.00 for costs incurred under the
21
    North American Indian tuition waiver.
          (f) The appropriation for Grand Rapids Community College is
22
    $19,193,200.00, $18,773,100.00 for operations, $221,500.00 for 1-
23
24
    time performance funding, and $198,600.00 for costs incurred under
    the North American Indian tuition waiver.
25
26
          (g) The appropriation for Henry Ford College is
    $22,753,900.00, $22,533,100.00 for operations, $205,800.00 for 1-
27
    time performance funding, and $15,000.00 for costs incurred under
28
```

the North American Indian tuition waiver.

```
(h) The appropriation for Jackson College is $12,912,300.00,
 1
 2
    $12,756,200.00 for operations, $109,900.00 for 1-time performance
    funding, and $46,200.00 for costs incurred under the North American
 3
    Indian tuition waiver.
 4
          (i) The appropriation for Kalamazoo Valley Community College
 5
    is $13,320,400.00, $13,099,900.00 for operations, $134,400.00 for
 6
 7
    1-time performance funding, and $86,100.00 for costs incurred under
 8
    the North American Indian tuition waiver.
 9
          (i) The appropriation for Kellogg Community College is
10
    $10,419,200.00, $10,267,100.00 for operations, $100,800.00 for 1-
    time performance funding, and $51,300.00 for costs incurred under
11
12
    the North American Indian tuition waiver.
          (k) The appropriation for Kirtland Community College is
13
14
    $3,404,000.00, $3,358,400.00 for operations, $39,100.00 for 1-time
15
    performance funding, and $6,500.00 for costs incurred under the
16
    North American Indian tuition waiver.
          (1) The appropriation for Lake Michigan College is
17
    $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
    North American Indian tuition waiver.
20
21
          (m) The appropriation for Lansing Community College is
22
    $33,255,300.00, $32,852,000.00 for operations, $280,600.00 for 1-
23
    time performance funding, and $122,700.00 for costs incurred under
24
    the North American Indian tuition waiver.
          (n) The appropriation for Macomb Community College is
25
    $34,629,700.00, $34,276,100.00 for operations, $330,300.00 for 1-
26
27
    time performance funding, and $23,300.00 for costs incurred under
28
    the North American Indian tuition waiver.
29
          (o) The appropriation for Mid Michigan Community College is
```

```
$5,396,300.00, $5,184,400.00 for operations, $58,000.00 for 1-time
 1
    performance funding, and $153,900.00 for costs incurred under the
 2
    North American Indian tuition waiver.
 3
          (p) The appropriation for Monroe County Community College is
 4
    $4,798,100.00, $4,746,200.00 for operations, $51,200.00 for 1-time
 5
 6
    performance funding, and $700.00 for costs incurred under the North
 7
    American Indian tuition waiver.
 8
          (q) The appropriation for Montcalm Community College is
 9
    $3,612,600.00, $3,570,600.00 for operations, $37,200.00 for 1-time
10
    performance funding, and $4,800.00 for costs incurred under the
11
    North American Indian tuition waiver-
12
          (r) The appropriation for C.S. Mott Community College is
    $16,623,500.00, $16,440,000.00 for operations, $142,500.00 for 1-
13
14
    time performance funding, and $41,000.00 for costs incurred under
15
    the North American Indian tuition waiver.
16
          (s) The appropriation for Muskegon Community College is
17
    $9,431,700.00, $9,289,100.00 for operations, $85,100.00 for 1-time
    performance funding, and $57,500.00 for costs incurred under the
18
19
    North American Indian tuition waiver.
20
          (t) The appropriation for North Central Michigan College is
    $3,612,700.00, $3,389,300.00 for operations, $42,200.00 for 1-time
21
    performance funding, and $181,200.00 for costs incurred under the
22
23
    North American Indian tuition waiver.
          (u) The appropriation for Northwestern Michigan College is
24
25
    $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
26
27
    North American Indian tuition waiver.
          (v) The appropriation for Oakland Community College is
28
```

\$22,485,200.00, \$22,211,700.00 for operations, \$240,000.00 for 1-

- time performance funding, and \$33,500.00 for costs incurred under
  the North American Indian tuition waiver.
- 3 (w) The appropriation for Schoolcraft College is
- 4 \$13,386,700.00, \$13,196,200.00 for operations, \$151,700.00 for 1-
- 5 time performance funding, and \$38,800.00 for costs incurred under
- 6 the North American Indian tuition waiver.
- 7 (x) The appropriation for Southwestern Michigan College is
- 8 \$7,081,900.00, \$6,979,400.00 for operations, \$68,400.00 for 1-time
- 9 performance funding, and \$34,100.00 for costs incurred under the
- 10 North American Indian tuition waiver.
- 11 (y) The appropriation for St. Clair County Community College
- 12 is \$7,478,700.00, \$7,385,200.00 for operations, \$78,400.00 for 1-
- 13 time performance funding, and \$15,100.00 for costs incurred under
- 14 the North American Indian tuition waiver.
- 15 (z) The appropriation for Washtenaw Community College is
- 16 \$14,080,600.00, \$13,855,900.00 for operations, \$189,400.00 for 1-
- 17 time performance funding, and \$35,300.00 for costs incurred under
- 18 the North American Indian tuition waiver.
- 19 (aa) The appropriation for Wayne County Community College is
- 20 \$17,782,100.00, \$17,593,400.00 for operations, \$173,700.00 for 1-
- 21 time performance funding, and \$15,000.00 for costs incurred under
- 22 the North American Indian tuition waiver.
- 23 (bb) The appropriation for West Shore Community College is
- 24 \$2,630,600.00, \$2,585,600.00 for operations, \$24,800.00 for 1-time
- 25 performance funding, and \$20,200.00 for costs incurred under the
- 26 North American Indian tuition waiver.
- 27 (3) The amount appropriated in subsection (2) for community
- 28 college operations is  $\frac{$328,583,400.00}{}$  \$100.00 and is appropriated
- 29 from the state school aid fund.

- 1 (4) From the appropriations described in subsection (1), both
  2 of the following apply:
- (a) Subject to section 207a, the amount appropriated for
   fiscal year 2021-2022 to offset certain fiscal year 2021-2022
   retirement contributions is \$1,733,600.00, appropriated from the state school aid fund.

- (b) For fiscal year 2021-2022, there is allocated an amount not to exceed \$11,700,000.00 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.
- (5) From the appropriations described in subsection (1), subject to section 207b, the amount appropriated for payments to community colleges that are participating entities of the retirement system is \$87,200,000.00 appropriated from the state school aid fund.
- (6) From the appropriations described in subsection (1), subject to section 207c, the amount appropriated for renaissance zone tax reimbursements is \$2,200,000.00, appropriated from the state school aid fund. Each community college receiving funds in this subsection shall accrue these payments to its institutional fiscal year ending June 30, 2022.
- Sec. 236. (1)—Subject to the conditions set forth in this article, the amounts listed in this section are appropriated for higher education 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 and section 236h:
- (a) The gross appropriation is \$1,808,251,200.00. \$100.00.

```
1 After deducting total interdepartmental grants and
```

- 2 intradepartmental transfers in the amount of \$0.00, the adjusted
- 3 gross appropriation is \$1,808,251,200.00.\$100.00.
- 4 (b) The sources of the adjusted gross appropriation described
- 5 in subdivision (a) are as follows:
- 6 (i) Total federal revenues, \$128,526,400.00.\$0.00.
- 7 (ii) Total local revenues, \$0.00.
- 8 (iii) Total private revenues, \$0.00.
- 9 (iv) Total other state restricted revenues,
- 10 \$361,403,300.00.\$50.00.
- 11 (v) State general fund/general purpose money,
- 12 \$1,318,321,500.00.\$50.00.
- (2) Amounts appropriated for public universities are as
- 14 follows:
- (a) The appropriation for Central Michigan University is
- \$90,440,500.00, \$87,600,000.00 for operations, \$876,000.00 for 1-
- 17 time supplemental funding, and \$1,964,500.00 for costs incurred
- 18 under the North American Indian tuition waiver.
- (b) The appropriation for Eastern Michigan University is
- 20 \$78,305,900.00, \$77,253,700.00 for operations, \$772,500.00 for 1-
- 21 time supplemental funding, and \$279,700.00 for costs incurred under
- 22 the North American Indian tuition waiver.
- 23 (c) The appropriation for Ferris State University is
- 24 \$56,541,600.00, \$55,025,500.00 for operations, \$550,300.00 for 1-
- 25 time supplemental funding, and \$965,800.00 for costs incurred under
- 26 the North American Indian tuition waiver.
- 27 (d) The appropriation for Grand Valley State University is
- 28 \$74,213,800.00, \$72,313,500.00 for operations, \$723,100.00 for 1-
- 29 time supplemental funding, and \$1,177,200.00 for costs incurred

```
under the North American Indian tuition waiver.
 1
 2
          (e) The appropriation for Lake Superior State University is
    $14,366,600.00, $13,307,000.00 for operations, $133,100.00 for 1-
 3
    time supplemental funding, and $926,500.00 for costs incurred under
 4
    the North American Indian tuition waiver.
 5
 6
          (f) The appropriation for Michigan State University is
 7
    $357,862,000.00, $287,331,700.00 for operations, $2,873,300.00 for
    1-time supplemental funding, $1,932,800.00 for costs incurred under
 8
 9
    the North American Indian tuition waiver, $35,286,700.00 for MSU
10
    AgBioResearch, and $30,437,500.00 for MSU Extension.
11
          (g) The appropriation for Michigan Technological University is
12
    $51,371,900.00, $50,101,600.00 for operations, $501,000.00 for 1-
    time supplemental funding, and $769,300.00 for costs incurred under
13
14
    the North American Indian tuition waiver.
15
          (h) The appropriation for Northern Michigan University is
16
    $49,338,700.00, $47,809,100.00 for operations, $478,100.00 for 1-
17
    time supplemental funding, and $1,051,500.00 for costs incurred
    under the North American Indian tuition waiver.
18
19
          (i) The appropriation for Oakland University is
20
    $54,012,900.00, $53,147,400.00 for operations, $531,500.00 for 1-
21
    time supplemental funding, and $334,000.00 for costs incurred under
22
    the North American Indian tuition waiver.
23
          (j) The appropriation for Saginaw Valley State University is
    $31,043,500.00, $30,583,800.00 for operations, $305,800.00 for 1-
24
25
    time supplemental funding, and $153,900.00 for costs incurred under
26
    the North American Indian tuition waiver.
27
          (k) The appropriation for University of Michigan - Ann Arbor
    is $326,265,400.00, $321,970,100.00 for operations, $3,219,700.00
28
```

for 1-time supplemental funding, and \$1,075,600.00 for costs

```
incurred under the North American Indian tuition waiver.
 1
 2
          (1) The appropriation for University of Michigan - Dearborn is
 3
    $26,593,700.00, $26,167,000.00 for operations, $261,700.00 for 1-
 4
    time supplemental funding, and $165,000.00 for costs incurred under
 5
    the North American Indian tuition waiver.
          (m) The appropriation for University of Michigan - Flint is
 6
    $24,197,400.00, $23,616,200.00 for operations, $236,200.00 for 1-
 7
    time supplemental funding, and $345,000.00 for costs incurred under
 8
 9
    the North American Indian tuition waiver.
10
          (n) The appropriation for Wayne State University is
    $205,496,400.00, $202,996,700.00 for operations, $2,030,000.00 for
11
    1-time supplemental funding, and $469,700.00 for costs incurred
12
    under the North American Indian tuition waiver.
13
14
          (o) The appropriation for Western Michigan University is
    $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
17
    under the North American Indian tuition waiver.
18
          (3) The amount appropriated in subsection (2) for public
19
    universities is $1,553,483,000.00, appropriated from the following:
          (a) State school aid fund, $343,168,300.00.
20
          (b) State general fund/general purpose money,
21
22
    $1,210,314,700.00.
23
          (4) The amount appropriated for Michigan public school
24
    employees' retirement system reimbursement is $13,495,000.00,
25
    appropriated from the state school aid fund.
26
          (5) The amount appropriated for state and regional programs is
27
    $316,800.00, appropriated from general fund/general purpose money
28
    and allocated as follows:
```

(a) Higher education database modernization and conversion,

```
$200,000.00.
 1
 2
          (b) Midwestern Higher Education Compact, $116,800.00.
 3
          (6) The amount appropriated for the Martin Luther King, Jr.
    Cesar Chavez - Rosa Parks program is $2,691,500.00, appropriated
 4
 5
    from general fund/general purpose money and allocated as follows:
          (a) Select student support services, $1,956,100.00.
 6
 7
          (b) Michigan college/university partnership program,
    $586,800.00.
 8
          (c) Morris Hood, Jr. educator development program,
 9
    $148,600.00.
10
11
          (7) Subject to subsection (8), the amount appropriated for
12
    grants and financial aid is $147,783,200.00, allocated as follows:
13
          (a) State competitive scholarships, $29,861,700.00.
14
          (b) Tuition grants, $42,021,500.00.
15
         (c) Tuition incentive program, $71,300,000.00.
16
         (d) Children of veterans and officer's survivor tuition grant
    programs, $1,400,000.00.
17
         (e) Project GEAR-UP, $3,200,000.00.
18
19
          (8) The money appropriated in subsection (7) for grants and
20
    financial aid is appropriated from the following:
21
          (a) Federal revenues under the United States Department of
22
    Education, Office of Elementary and Secondary Education, GEAR-UP
    program, $3,200,000.00.
23
24
          (b) Federal revenues under the social security act, temporary
    assistance for needy families, $125,326,400.00.
25
26
         (c) State general fund/general purpose money, $19,256,800.00.
         (9) For fiscal year 2021-2022 only, in addition to the
27
    allocation under subsection (4), from the appropriations described
28
    in subsection (1), there is allocated an amount not to exceed
29
```

\$4,740,000.00 for payments to participating public universities, 1 2 appropriated from the state school aid fund. A university that 3 receives money under this subsection shall use that money solely for the purpose of offsetting the normal cost contribution rate. As 4 used in this subsection, "participating public universities" means 5 6 public universities that are a reporting unit of the Michigan 7 public school employees' retirement system under the public school 8 employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 9 38.1437, and that pay contributions to the Michigan public school 10 employees' retirement system for the state fiscal year. 11 (11) The amount of one-time funding appropriated for the Japan Center for Michigan Universities is \$500,000.00, appropriated from 12 13 the state general fund/general purpose money and allocated to 14 support the operations of the Japan Center.