

# **LINE ITEM AND BOILERPLATE SUMMARY**

## **SCHOOL AID**

**Fiscal Year 2020-21  
Public Act 165 of 2020  
Senate Bill 927 as Enacted**



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**November 2020**

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November 2020

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2020-21 appropriation acts. Each **Summary** contains line-by-line appropriation and revenue source detail, and a brief explanation of each boilerplate section in the appropriation bill.

In this report, line item vetoes are presented in the following manner: appropriation amounts shown in ~~strikeout~~ are those that appear in the enrolled bill; amounts shown directly below ~~strikeout~~ amounts reflect the effect of the veto.

Line Item Summaries are available on the HFA website ([www.house.mi.gov/hfa](http://www.house.mi.gov/hfa)), or from Kathryn Bateson, Administrative Assistant (373-8080 or [kbateson@house.mi.gov](mailto:kbateson@house.mi.gov)).

A handwritten signature in black ink that reads "Mary Ann Cleary".

Mary Ann Cleary, Director



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# GLOSSARY

## STATE BUDGET TERMS

### **Line Item**

Specific funding amount in an appropriation bill which establishes spending authorization for a particular program or function.

### **Boilerplate**

Specific language sections in an appropriation bill which direct, limit, or restrict line-item expenditures, express legislative intent, and/or require reports.

### **Lapse**

Appropriated amounts that are unspent or unobligated at the end of a fiscal year; appropriations are automatically terminated at the end of a fiscal year unless otherwise provided by law.

### **Work Project**

Account authorized through statutory process which allows appropriated spending authorization from one fiscal year to be utilized for expenditures in a succeeding fiscal year or years for a specific project or purpose.

## APPROPRIATIONS AND FUND SOURCES

### **Appropriations**

Authority to expend funds for a particular purpose. An appropriation is not a mandate to spend.

**Gross:** Total of all applicable appropriations in an appropriation bill.

**Adjusted Gross:** Net amount of gross appropriations after subtracting interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).

### **Interdepartmental Grant (IDG) Revenue**

Funds received by one state department from another state department—usually for service(s) provided.

### **Intradepartmental Transfer (IDT) Revenue**

Funds transferred from one appropriation unit to another within the same departmental budget.

### **Federal Revenue**

Federal grant or match revenue; generally dedicated to specific programs or purposes.

### **Local Revenue**

Revenue received from local units of government for state services.

### **Private Revenue**

Revenue from non-government entities: rents, royalties or interest payments, payments from hospitals or individuals, or gifts and bequests.

### **State Restricted Revenue**

State revenue restricted by the State Constitution, state statute, or outside restriction that is available only for specified purposes; includes most fee revenue; at year-end, unused restricted revenue generally remains in the restricted fund.

### **General Fund/General Purpose (GF/GP) Revenue**

Unrestricted general fund revenue available to fund basic state programs and other purposes determined by the Legislature; unused GF/GP revenue lapses to the General Fund at the end of a fiscal year.

## MAJOR STATE FUNDS

### **General Fund**

The state's primary operating fund; receives state revenue not dedicated to another state fund.

### **School Aid Fund (SAF)**

A restricted fund that serves as the primary state funding source for K-12 schools and Intermediate School Districts. Constitutionally, SAF revenue may also be used for postsecondary education.

### **Budget Stabilization Fund**

The Countercyclical Economic and Budget Stabilization Fund (also known as the "rainy day fund"); the Management and Budget Act provides guidelines for making deposits into and withdrawals from the fund.





Section 21h – Partnership Model Districts	6,137,400	Provides funding for interventions in districts identified as needing additional academic supports and Benton Harbor. Districts must work with MDE and other stakeholders to complete a comprehensive needs assessment or evaluation and develop an academic and financial operating or intervention plan. Funds may be used for professional development, increased instructional time, teacher mentors, and other expenditures that directly impact student achievement.
		Funding Source(s): Restricted 6,137,400
		<i>Related Boilerplate Section(s): 11</i>
Section 22a – Foundations: Proposal A Obligation Payment	4,880,500,000	Funding guarantees FY 1994-95 total state and local per pupil revenue for operating purposes as required by Michigan Constitution; payment is equal to a district's FY 1994-95 foundation allowance multiplied by the total number of general education and special education membership pupils in the district in FY 2019-20, minus the district's local revenue from nonhomestead millage revenue.
		Funding Source(s): Restricted 4,880,500,000
		<i>Related Boilerplate Section(s): 6, 11, 20, 22b, 105, 105c</i>
Section 22b – Foundations: Discretionary Payment	4,566,500,000	Provides funds equal to the sum of amounts calculated under Sec. 20 (total foundation allowances) and under Sec. 51a(2) plus Sec. 51a(3) plus Sec. 51a(11) (total special education), minus amounts under Sec. 22a (Proposal A guaranteed portion of foundation allowance) and Sec. 51c (Headlee obligated special education reimbursements - <i>Durant v State of Michigan</i> ).
		Funding Source(s): Restricted 4,565,802,400 GF/GP 697,600
		<i>Related Boilerplate Section(s): 6, 11, 20, 21h, 22a, 22p, 51a, 51c, 76, 101, 105, 105c</i>
Section 22d – Isolated District Funding	7,000,000	Payment of \$957,300 to certain small, geographically isolated districts and \$6,042,700 to districts that have fewer than 10.0 pupils per square mile.
		Funding Source(s): Restricted 7,000,000
		<i>Related Boilerplate Section(s): 6, 11</i>
Section 22m – Technology Regional Data Hubs	2,200,000	Provides funding for the Michigan Data Hub Network to upgrade school data infrastructure, promote data integration systems, ensure data security and privacy, provide actionable and consistent statewide reports and dashboards, create a governance model to facilitate a sustainable model for the future, and evaluate future data needs.
		Funding Source(s): Restricted 2,200,000
		<i>Related Boilerplate Section(s): 11, 19</i>
Section 24 – Court-Placed Pupils	7,150,000	Reimburses educating school district or ISD for on-grounds program for pupils under court jurisdiction placed in or assigned to attend a juvenile detention facility or child-caring institution.
		Funding Source(s): Restricted 7,150,000
		<i>Related Boilerplate Section(s): 6, 11, 53a</i>

Section 24a – Juvenile Justice Facility Programs	1,355,700	Payments to ISDs for pupils placed in juvenile justice service facilities operated by Department of Health and Human Services (DHHS). Funding Source(s): Restricted 1,355,700 <i>Related Boilerplate Section(s): 11</i>
Section 25f – Strict Discipline Academy Added Costs	1,600,000	Provides for payments to strict discipline academies to reimburse for added instructional costs. Funding Source(s): Restricted 1,600,000 <i>Related Boilerplate Section(s): 11, 24, 25e</i>
Section 25g – Dropout Recovery Programs	750,000	Provides additional payments to districts working with dropout recovery programs under Sec. 23a if participation in the program causes a pupil to be counted as more than 1.0 FTE. Funding Source(s): Restricted 750,000 <i>Related Boilerplate Section(s): 6, 11, 22a, 22b</i>
Section 25i – Attendance Recovery	2,000,000	Provides funds for an attendance recovery program for all districts that opt in to serve eligible students. Funding Source(s): GF/GP 2,000,000 <i>Related Boilerplate Section(s): 11</i>
Section 25j – Virtual Learning Support Grants	2,000,000	Provides funds for ISDs to address student needs associated with virtual instruction in districts that began FY 2019-20 with in-person instruction but began FY 2020-21 with virtual or hybrid instruction. Funding Source(s): Restricted 2,000,000 <i>Related Boilerplate Section(s): 11</i>
Section 26a – Renaissance Zone Reimbursements	15,300,000	Reimburses school districts and ISDs for property tax revenue losses attributable to implementing the Michigan Renaissance Zone Act. Funding Source(s): Restricted 15,300,000 <i>Related Boilerplate Section(s): 11</i>
Section 26b – Payment In Lieu of Taxes	4,645,000	Reimburses school districts, ISDs, and community colleges for payment in lieu of taxes obligations per 2004 PA 513. Funding Source(s): Restricted 4,645,000 <i>Related Boilerplate Section(s): 11</i>
Section 26c – Promise Zone Funding	9,700,000	Provides funds to districts and ISDs with an approved Promise Zone development plan for the purposes of the local Promise Zone Authority under the Michigan Promise Zone Authority Act, 2008 PA 549. Funding Source(s): Restricted 9,700,000 <i>Related Boilerplate Section(s): 11</i>

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Section 29a – Increasing Enrollment	66,000,000	<p>Provides payments to districts with increasing enrollment. Districts are eligible if their FY 2020-21 membership blend as it would have normally been calculated in a non-pandemic year exceeds their FY 2020-21 pupil membership calculation (the “super blend”). The FY 2020-21 super blend is calculated as follows:</p> <ul style="list-style-type: none"> <li>• 75% of the prior year blend (10% of the spring 2019 count plus 90% of the fall 2019 count); plus</li> <li>• 25% of the current year blend (10% of the spring 2020 count plus 90% of the fall 2020 count).</li> </ul>
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Payments are equal to the difference in pupils multiplied by the district’s foundation allowance, capped at the Target Foundation. Payments may be prorated if funds are insufficient.

Funding Source(s):   Restricted       66,000,000

*Related Boilerplate Section(s): 6, 11*

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Section 31a – At-Risk Pupil Support, School-based Health Centers, Hearing and Vision Screening	535,150,000	<p>Supports instructional programs and direct noninstructional services for at-risk pupils (\$522.0 million) for the purpose of ensuring that pupils are proficient in English language arts by the end of 3<sup>rd</sup> grade, pupils are proficient in math by the end of 8<sup>th</sup> grade, high school graduates are career and college ready, and pupils are attending school regularly. Districts must comply with K-12 reading requirements under MCL 380.1280f, use resources to address early literacy and numeracy, and provide multi-tiered systems of support in grades K-12 to qualify. Allocates \$12.0 million of the \$522.0 million for payments to districts that received an allocation in FY 2020-21 that was less than their allocation in FY 2019-20, after accounting for declining enrollment. Allows unexpended funds from the \$12.0 million allocation to be distributed according to the main at-risk formula.</p>
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Eligible districts receive an amount equal to 11.5% of the statewide average foundation allowance per economically disadvantaged pupil, including those eligible for free and reduced price meals, TANF, or SNAP family benefits (cash or food assistance); or children who are migrants, homeless, or in foster care. However, a district with a combined state and local revenue per pupil greater than the Target foundation allowance in the current and immediately preceding year receives 30% of the allocation for which it would otherwise be eligible before proration. Allocations for all districts are prorated because funds appropriated are not sufficient to fully fund the formula. Also includes funding for school-based health centers (\$8.0 million) and hearing and vision screening (\$5.2 million).

Funding Source(s):   Restricted       535,150,000

*Related Boilerplate Section(s): 11, 20*

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Section 31d – School Lunch Program	573,144,000	<p>Allocates state funds to ensure the state meets its obligation under <i>Durant v State of Michigan</i> to fund 6.0127% of school lunch programs; allocates federal funds for National School Lunch Program and Emergency Food Assistance Program.</p>
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Funding Source(s):   Federal       550,000,000  
Restricted       23,144,000

*Related Boilerplate Section(s): 11*

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Section 31f – School Breakfast Program	4,500,000	<p>Reimburses districts for the costs of providing school breakfast.</p>
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Funding Source(s):   Restricted       4,500,000

*Related Boilerplate Section(s): 11*

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Section 31j – Local Produce in School Meals	2,000,000	Allocates funding for a program to support districts and sponsors of child care centers in the purchase of locally grown fruits and vegetables for use in school lunches.
		Funding Source(s): Restricted 1,800,000 GF/GP 200,000
		<i>Related Boilerplate Section(s): 11</i>
Section 31k – Student Meal Debt Forgiveness	1,000,000	Reimburses districts that have forgiven all outstanding meal debt.
		Funding Source(s): Restricted 1,000,000
		<i>Related Boilerplate Section(s): 11</i>
Section 31n – School Mental Health and Support Services	36,900,000	Allocates funding to place licensed behavioral health providers in schools (\$9.3 million) and to provide mental health and support services (\$25.8 million) for general education students. Also includes funding to DHHS and ISDs for program administration (\$1.8 million).
		Funding Source(s): Restricted 35,600,000 GF/GP 1,300,000
		<i>Related Boilerplate Section(s): 11</i>
Section 32d – Great Start Readiness Program	249,950,000	Provides funds to ISDs to operate school readiness preschool programs for four-year-old children in low-income families; comprehensive program includes an age-appropriate curriculum, nutritional services, physical and dental health and developmental screening, and parental involvement. Each allocation is equal to \$7,250 per child for a full-day preschool program. \$10.0 million of the total funding is allocated for transportation reimbursements. Allocates \$2.0 million for professional development for educators in programs implementing new curricula. Allocates \$350,000 to continue a longitudinal evaluation of the program.
		Funding Source(s): Restricted 249,600,000 GF/GP 350,000
		<i>Related Boilerplate Section(s): 11, 39</i>
Section 32p – Early Childhood Block Grants	13,400,000	Provides grants to ISDs to provide early childhood programs, including local Great Start Collaboratives, Great Start Parent Coalitions, and \$2.5 million for home visiting programs to improve early literacy.
		Funding Source(s): Restricted 13,400,000
		<i>Related Boilerplate Section(s): 11</i>
Section 35a – Early Literacy Initiatives	58,173,000	Provides funding to districts and ISDs to improve early literacy with the goal that Michigan will be in the top ten states overall in grade 4 reading proficiency by 2025. Includes \$31.5 million for literacy coaches; \$19.9 million for added instructional time; \$4.0 million for literacy essentials training, regional lead literacy coaches, and principals literacy training; and \$2.8 million for Michigan Education Corps.
		Funding Source(s): Restricted 55,400,000 GF/GP 2,773,000
		<i>Related Boilerplate Section(s): 11</i>

Section 35b –Dyslexia Center	250,000	Provides funding for Children’s Choice Initiative for a program to use multisensory structured language education to improve reading proficiency.
		Funding Source(s): GF/GP 250,000
		<i>Related Boilerplate Section(s): 11</i>
Section 35d – Orton-Gillingham	500,000	Provides grants to ISDs to purchase one or more components or trainings from an eligible one-on-one tutoring program (Orton-Gillingham) for children with dyslexia.
		Funding Source(s): GF/GP 500,000
		<i>Related Boilerplate Section(s): 11</i>
Section 35e – Alliance of Boys and Girls Clubs	1,000,000	Provides a grant to the Michigan Alliance of Boys and Girls Clubs to provide early literacy and academic support to at-need youth in Michigan.
		Funding Source(s): GF/GP 1,000,000
		<i>Related Boilerplate Section(s): 11</i>
Section 35f – Chaldean Community Foundation	500,000	Provides funds to the Chaldean Community Foundation for early childhood learning opportunities, improving early literacy achievement, increasing high school graduation rates for new Americans, and assisting with diploma acquisition, skills training, and postsecondary education.
		Funding Source(s): GF/GP 500,000
		<i>Related Boilerplate Section(s): 11</i>
Section 39a(1) – Federal Grant Programs	749,200,000	Appropriates up to \$749.2 million for federal grant programs under Every Student Succeeds Act including the following estimated funds: Drug-Free Schools and Communities: 1,200,000 Improving Teacher Quality: 100,000,000 Language Acquisition (Limited English Proficient): 13,000,000 Rural and Low Income Schools: 2,800,000 Title I, Disadvantaged Children: 535,000,000 Title I, Migrant Education: 9,200,000 21st Century Community Learning Centers: 39,000,000 Title I, School Improvement Grants: 14,000,000 Student Support/Academic Enrichment Grants: 35,000,000
		Funding Source(s): Federal 749,200,000
		<i>Related Boilerplate Section(s): 11</i>
Section 39a(2) – Other Federal Funding	55,000,000	Appropriates up to \$55.0 million for other federal grants including the following estimated funds: Homeless Children and Youth: 3,000,000 Career & Technical Education: 24,000,000 Public Charter Schools Program: 14,000,000 Preschool Development: 14,000,000
		Funding Source(s): Federal 55,000,000
		<i>Related Boilerplate Section(s): 11</i>
Section 41 – Bilingual Education	13,000,000	Funds educational programs for students with limited English-speaking ability at districts or ISDs on a per-pupil basis with allocations based on pupils’ WIDA Access assessments.
		Funding Source(s): Restricted 13,000,000
		<i>Related Boilerplate Section(s): 11</i>

Section 51a – Special Education	1,525,296,100	Provides funding for educational programs and services for special education pupils; includes allocations to school districts and ISDs for special education memberships and for programs and services mandated under the federal Individuals with Disabilities Education Act; specific categorical support to comply with provisions of 1997 <i>Durant v State of Michigan</i> decision is made from Section 51a funds via Section 51c.
		Funding Source(s): Federal 446,000,000 Restricted 1,079,296,100
		<i>Related Boilerplate Section(s): 6, 11, 51b, 51c, 51d, 52, 53a, 54, 56, 58</i>
Section 51f – Special Education Cost Reimbursement	60,207,000	Provides funding to reimburse districts and ISDs for an estimated 2% of their total approved special education costs.
		Funding Source(s): Restricted 60,207,000
		<i>Related Boilerplate Section(s): 11</i>
Section 54b – Special Education Task Force Reforms	1,600,000	Provides funding to pilot statewide implementation of the Michigan Integrated Behavior and Learning Support Initiative (MiBLSI) to fulfill recommendations from the Special Education Reform Task Force published in January 2016.
		Funding Source(s): GF/GP 1,600,000
		<i>Related Boilerplate Section(s): 11</i>
Section 54d – Early On	7,150,000	Provides funding to ISDs to provide state Early On services pilot programs for children from birth to three years old with developmental delays or disabilities and their families as described in the Early On Michigan state plan. Funds distributed based on existing Federal Early On formula.
		Funding Source(s): Restricted 7,150,000
		<i>Related Boilerplate Section(s): 11</i>
Section 55 – Conductive Learning	250,000	Provides \$250,000 to the Conductive Learning Center at Aquinas College to support the operational costs of the conductive education model taught there to maximize the independence and mobility of children and adults with neuromotor disabilities.
		Funding Source(s): GF/GP 250,000
		<i>Related Boilerplate Section(s): 11</i>
Section 61a – Career and Technical Education Programs	37,611,300	Reimburses districts and secondary area vocational/technical centers for a portion of the added costs of career and technical education (CTE) programs; allocations prioritized on necessary capital and program expenditures, number of pupils, pupil advancement, postsecondary articulation agreements, job placement, job openings and wages, and length of training period. Allocations may not exceed 75% of the total added costs.
		Funding Source(s): Restricted 37,611,300
		<i>Related Boilerplate Section(s): 6, 11, 20d, 107</i>

Section 61b – CTE Early/Middle College and Dual Enrollment Programs	8,000,000	Provides funding to expand CTE Middle College and dual enrollment programs statewide and for planning grants for the development or expansion of CTE Early Middle College Programs. Programs are intended to provide high school students with an opportunity to finish an associate degree, finish technical certification, earn college credit, or participate in an apprenticeship program while taking high school courses. Allocates up to \$500,000 toward planning grants for new or expanded programs.
		Funding Source(s): Restricted 8,000,000
		<i>Related Boilerplate Section(s): 6, 11</i>
Section 61d – CTE Incentive Payment	5,000,000	Funds payments to districts equal to \$35 per pupil for pupils in grades 9 to 12 enrolled in CTE programs and an additional \$35 per pupil for those in CTE programs in critical skills and high-demand career fields with designated classification of instructional program (CIP) codes.
		Funding Source(s): Restricted 5,000,000
		<i>Related Boilerplate Section(s): 11</i>
Section 62 – ISD Vocational/Technical Education Millage Equalization	9,190,000	Provides funding to support vocational/technical education in ISDs that levy vocational/technical education millages but have low property values. Caps an individual ISD's allocation at no more than 38.4% of the total appropriation, and provides that no ISD shall receive less than 75% of its prior year allocation.
		Funding Source(s): Restricted 9,190,000
		<i>Related Boilerplate Section(s): 6, 11, 121</i>
Section 65 – Detroit Area PreCollege Engineering Program	400,000	Provides funding for Detroit Area Pre-College Engineering Program (DAPCEP), which is a K-12 educational program focused on careers related to Science, Technology, Engineering, and Mathematics, with special attention to pupils who are at-risk or underrepresented in technical professions and careers.
		Funding Source(s): Restricted 400,000
		<i>Related Boilerplate Section(s): 11</i>
Section 67 – Career and College Readiness Tools	3,000,000	Appropriates funds administered through the Michigan College Access Network (MCAN) for programs to inform students about college and career options and provide outreach to increase the number of students prepared to make informed college and career decisions.
		Funding Source(s): GF/GP 3,000,000
		<i>Related Boilerplate Section(s): 11</i>
Section 67a – MITES	50,000	Provides funding for the Michigan Industrial Technology Education Society (MITES) to provide industrial and technological education and workforce preparation for students and professional development opportunities for teachers.
		Funding Source(s): GF/GP 50,000
		<i>Related Boilerplate Section(s): 11</i>

Section 74 – School Bus Driver Safety Instruction and School Bus Inspections	3,814,500	Provides \$2.0 million for bus driver safety instruction or evaluation and reimburses districts for non-special education auxiliary services transportation. Provides \$1.8 million to reimburse the Michigan State Police for the cost of school bus inspections.
		Funding Source(s): Restricted 3,814,500
		<i>Related Boilerplate Section(s): 11</i>
Section 81 – ISD General Operations Support	69,138,000	Supports general operations for ISDs. For FY 2020-21, each ISD will receive an allocation equal to the allocation it received in FY 2019-20.
		Funding Source(s): Restricted 69,138,000
		<i>Related Boilerplate Section(s): 6, 11</i>
Section 94 – AP/IB/CLEP Incentive Program	1,200,000	Funds districts to pay for all or part of Advance Placement (AP), International Baccalaureate (IB), and College-Level Examination Program (CLEP) fees for low-income students. Pupils must pay at least \$5.00 toward the cost of the covered test.
		Funding Source(s): GF/GP 1,200,000
		<i>Related Boilerplate Section(s): 11</i>
Section 94a – Center for Educational Performance and Information (CEPI)	17,042,400	Funds the collection of education data and reporting requirements of state and federal law. Supports the longitudinal data system and the MI School data web portal.
		Funding Source(s): Federal 193,500 GF/GP 16,848,900
		<i>Related Boilerplate Section(s): 11, 18, 19</i>
Section 94b – LAUNCH MI	100	Provides \$100 placeholder to create the Connecting Information in Education Committee to provide recommendations on best practices in education, how to close the educational achievement gap, and how to prepare every student for success after high school.
		Funding Source(s): GF/GP 100
		<i>Related Boilerplate Section(s): 11</i>
Section 95b – Statewide Evaluation Tool	2,000,000	Supports a statewide value-added growth and projection analytics system that uses student assessments to measure student growth.
		Funding Source(s): GF/GP 2,000,000
		<i>Related Boilerplate Section(s): 11, 21f</i>
Section 98 – Michigan Virtual University (MVU)	7,500,000	Funds operation of the Michigan Virtual University and the Michigan Virtual Learning Research Institute to research best practices for technology-based instruction and virtual learning, provide professional development on integrating digital learning into instruction, create a statewide catalog of all virtual courses and course syllabi provided by all Michigan public schools, and collaborate with key stakeholders to examine district-level accountability and teacher effectiveness issues related to virtual learning.
		Funding Source(s): GF/GP 7,500,000
		<i>Related Boilerplate Section(s): 11, 21f</i>

Section 98d – MI Learning Channel	2,000,000	Provides funding to Northern Michigan University to support the Michigan Learning Channel (MLC).	Funding Source(s):	Restricted	2,000,000
<i>Related Boilerplate Section(s): 11</i>					
Section 99h – FIRST Robotics	4,700,000	Supports competitive grants to districts and ISDs to provide students in grades PreK-12 with expanded opportunities to improve mathematics, science, and technology skills by participating in the FIRST (for inspiration and recognition of science and technology) Robotics program, Jr. Lego League, Lego League, and other competitive robotics programs, including VEX and those hosted by the Robotics Education and Competition (REC) Foundation. Provides coaching stipends and covers program expenses like event registrations, materials, and travel. Additionally, provides \$300,000 GF/GP for competitive grants to nonpublic schools for robotics or Science Olympiad programs.	Funding Source(s):	Restricted GF/GP	4,400,000 300,000
<i>Related Boilerplate Section(s): 11</i>					
Section 99i – Women in Technology	150,000	Provides funds to the Michigan Council of Women in Technology Foundation to support the girls exploring together information technology clubs for middle and high school girls.	Funding Source(s):	GF/GP	150,000
<i>Related Boilerplate Section(s): 11</i>					
Section 99s – MiSTEM Initiatives	8,169,300	Includes funding for various statewide STEM initiatives, including \$300,000 to the Department of Labor and Economic Opportunity (LEO) for the Executive Director and Executive Assistant for the MiSTEM Network, \$3.1 million for MiSTEM council grants, \$4.1 million for MiSTEM Network regional centers, and \$750,000 for implementing Michigan Merit Curriculum components for math and science.	Funding Source(s):	Federal Restricted GF/GP	235,000 7,634,300 300,000
<i>Related Boilerplate Section(s): 11</i>					
Section 99t – Online Algebra Tool	1,000,000	Provides funding for the statewide online algebra tool funded in FY 2016-17 (Algebra Nation) to provide algebra related videos, adaptive diagnostics, online supports, practice assessments, and professional development.	Funding Source(s):	GF/GP	1,000,000
<i>Related Boilerplate Section(s): 11, 19b</i>					
Section 99u – Imagine Learning	1,500,000	Provides \$1.5 million to a provider (Imagine Learning) of a statewide online mathematics tool and a targeted literacy instruction program.	Funding Source(s):	Restricted	1,500,000
<i>Related Boilerplate Section(s): 11, 19b</i>					
Section 99w – Fitness Foundation	400,000	Provides funds to the Michigan Fitness Foundation to work with MDE to invest in a physical education curriculum.	Funding Source(s):	GF/GP	400,000
<i>Related Boilerplate Section(s): 11</i>					

Section 99x – Teach for America	1,000,000	Provides funds to Teach for America to host a summer training institute in the city of Detroit, recruit teachers into a master teacher fellowship, and retain a committed alumni community.
		Funding Source(s): GF/GP 1,000,000
		<i>Related Boilerplate Section(s): 11</i>
Section 99z – Teacher Retention Payment	5,000,000	Provides payments to first-year teachers who complete the 2020-21 school year as a full-time teacher in their district. Provides \$1,000 per teacher in a district in which at least 70% of students are economically disadvantaged and \$500 per teacher in all other districts. Requires districts to provide an additional \$500 match per teacher.
		Funding Source(s): Restricted 5,000,000
		<i>Related Boilerplate Section(s): 6, 11, 31a</i>
Section 104 – Educational Assessments	37,409,400	Funds the costs of statewide education assessments including the Michigan Student Test of Educational Progress (M-STEP), the Michigan Merit Exam (MME), the English Language Proficiency Assessment (ELPA) and the MI-Access, an alternative assessment for students with learning disabilities. \$500,000 of the total is allocated to the maintenance of an online reporting tool to provide student data in a secure environment. Allocates \$1.5 million for statewide implementation of the Michigan kindergarten entry observation tool but suspends the requirement for statewide implementation for fall 2020 due to the COVID-19 pandemic. Provides \$150,000 for a study to assess distance learning programs utilized in Michigan.
		Funding Source(s): Federal 6,250,000 Restricted 31,009,400 GF/GP 150,000
		<i>Related Boilerplate Section(s): 11, 104b, 104c</i>
Section 104f – Digital Literacy	500,000	Provides funding for an assessment digital literacy preparation program for pupils enrolled in grades K-8.
		Funding Source(s): GF/GP 500,000
		<i>Related Boilerplate Section(s): 11</i>
Section 107 – Adult Education	30,500,000	Supports basic literacy, English as a second language (ESL), General Education Development (GED) test preparation, and high school completion courses for eligible adults. Funding received based on statewide allocation criteria including 3-year average enrollments, census data, and local needs; participant completion of education objectives and core indicators; and allowable expenditures. Allocates \$500,000 to reimburse funding recipients for expenses associated with commingling of Adult Ed and CTE programs. Allocates \$4.0 million for programs linking adult education programs with CTE centers and employers.
		Funding Source(s): Restricted 30,500,000
		<i>Related Boilerplate Section(s): 6, 11</i>
Section 147a(1) – MPSERS Cost Offset	100,000,000	Offsets a portion of costs for school districts related to the Michigan Public School Employees Retirement System (MPERS). Payments are distributed based on each district's share of the total statewide MPERS payroll for the previous fiscal year.
		Funding Source(s): Restricted 100,000,000
		<i>Related Boilerplate Section(s): 11</i>

Section 147a(2) – MPERS Normal Cost Offset	155,206,000	Reimburses districts, ISDs, and district libraries for the employer normal cost increases related to the assumed rate of return (AROR) reduction from 7.05% to 6.80%. Reimbursements are based on an entity's reported quarterly payroll for members that became Tier 1 prior to February 1, 2018 for the current year.
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Funding Source(s):	Restricted	155,136,000
	GF/GP	70,000

*Related Boilerplate Section(s): 11*

Section 147c – MPERS State Share of Unfunded Liability Payments	1,219,800,000	Appropriates funds to districts, ISDs, and participating local libraries in an amount equal to the State's required share of the MPERS contribution pursuant to Sec. 41 of the Public School Employees' Retirement Act. Districts, ISDs, and libraries must remit the funds to MPERS.
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Funding Source(s):	Restricted	1,219,300,000
	GF/GP	500,000

*Related Boilerplate Section(s): 11*

Section 147e – MPERS PA 92 Added Costs	51,400,000	Reimburses districts, ISDs, and community colleges for the costs of a higher hybrid plan normal cost and a larger employer contribution for the new Defined Contribution plan under 2017 PA 92.
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Funding Source(s):	Restricted	51,400,000
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*Related Boilerplate Section(s): 11*

Section 152a – Adair Database Payments	38,000,500	Reimburses districts and ISDs for the costs of collecting, maintaining, and reporting data required by the State to satisfy <i>Adair v State of Michigan</i> .
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Funding Source(s):	Restricted	38,000,500
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*Related Boilerplate Section(s): 11*

Section 152b – Nonpublic School Reimbursements – <b>VETOED</b>	<del>400</del> 0	Reimburses nonpublic schools for the costs of complying with any health, safety, or welfare requirements mandated by a law or administrative rule.
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Funding Source(s):	GF/GP	<del>400</del> 0
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*Related Boilerplate Section(s): 11*

<b>GROSS APPROPRIATION</b>	<del>\$15,525,164,900</del> <b>\$15,525,164,800</b>	<b>Total of all applicable line item appropriations.</b>
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Federal revenue	1,806,878,500	Total other federal grant or matchable revenue.
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Community District Education Trust Fund	77,700,000	Fund statutorily dedicated to backfilling redirected local revenue for the Community District which replaced Detroit Public Schools.
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Water Emergency Reserve Fund	100	Fund created in Sec. 901 of PA 268 of 2016 for the drinking water declaration of emergency in Flint.
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School Aid Fund revenue	13,589,621,600	State revenue dedicated to School Aid Fund (SAF).
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<b>STATE GENERAL FUND/ GENERAL PURPOSE</b>	<del>\$50,964,700</del> <b>\$50,964,600</b>	<b>Unrestricted state revenue from taxes and other sources.</b>
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## BOILERPLATE INFORMATION SECTION

A specific listing of boilerplate sections deemed unenforceable was not provided. Rather, the governor's signing letter generally stated that sections violating the following provisions of the Michigan Constitution are unenforceable:

- Article 3, Section 2: Separation of Powers of Government
- Article 4, Section 22 and Article 4, Section 33: An attempt to authorize legislation other than by bill
- Article 4, Section 24: No law shall embrace more than one object, which shall be expressed in its title
- Article 4, Section 25: Amendment by reference
- Article 4, Section 53: Duties of the Auditor General
- Article 5, Section 28: Duties of the State Transportation Commission

Where a specific section was provided as an example in the signing letter, it is noted in the boilerplate section description below. This document will be updated upon the receipt of a more comprehensive list of unenforceable boilerplate sections.

### ***Sec. 2. Definitions***

States that for the purposes of this act the words and phrases defined in Secs. 3 to 6 have the meanings ascribed to them in those sections.

### ***Sec. 3. Definitions: A through D***

Defines average daily attendance, board, center, community district, cooperative education program, department, district, district of residence, and district superintendent.

### ***Sec. 4. Definitions: E through H***

Defines elementary pupil, extended school year, fiscal year, high school equivalency certificate, high school equivalency test, high school equivalency test preparation program, and high school pupil.

### ***Sec. 5. Definitions: I***

Defines intermediate board, intermediate district, and intermediate superintendent.

### ***Sec. 6. Additional Definitions***

Defines center program, district and high school graduation rate, district and high school graduation report, membership, public school academy, pupil, pupil membership count day, pupils in grades K to 12 actually enrolled and in regular daily attendance, pupils engaged in pandemic learning for fall 2020, rule, Revised School Code, school district of the first class, school fiscal year, state board, superintendent, supplemental count day, tuition pupil, state school aid fund, taxable value, textbook, and total state aid.

### ***Sec. 6a. Supplemental Pupil Count***

Requires a supplemental pupil membership count day on the second Wednesday in February.

### ***Sec. 6b. Nonresident Pupils***

Describes the method for enrolling and counting in membership a nonresident pupil.

### ***Sec. 7. Costs for School Operating Purposes***

States that costs for school operating purposes include all expenditures necessary to carry out the powers and the financial obligations of the district or ISD under the revised school code.

### ***Sec. 8b. Assignment of District Codes for Public School Academies***

Requires MDE to work with CEPI to assign district codes to public school academies within 30 days after a contract is submitted to the department by the authorizer. Determines which ISD is responsible for providing programs and services for a cyber school that does not provide instruction in a single location.

### ***Sec. 11. Total Appropriations***

Contains totals of all line-item appropriations allocated in Secs. 11d through 152b.

### ***Sec. 11a. School Aid Stabilization Fund***

Establishes the School Aid Stabilization Fund in the school aid act.

### ***Sec. 11f. Cash Payments Pursuant to Nonplaintiff Districts Due to Durant v State of Michigan***

Formerly appropriated cash payments pursuant to nonplaintiff districts due to *Durant v State of Michigan*.

### ***Sec. 11g. Debt Service Payments to Nonplaintiff Districts Due to Durant v State of Michigan***

Formerly appropriated debt service payments pursuant to nonplaintiff districts due to *Durant v State of Michigan*.

## BOILERPLATE INFORMATION SECTION

**Sec. 11h. Amounts To Districts For Settlement of Durant v State of Michigan**

Lists amount paid to each nonplaintiff district that formerly received payments under *Durant v State of Michigan*.

**Sec. 11i. Borrowing Money and Issuing Bonds**

Allows districts that formerly received funds under Sec. 11g to borrow from Michigan Finance Authority.

**Sec. 11j. School Loan Bond Redemption Fund**

Provides payments to School Loan Bond Redemption Fund on behalf of districts and ISDs.

**Sec. 11k. School Loan Revolving Fund**

Assigns school bond loan fund repayments to the Michigan Finance Authority.

**Sec. 11m. Cash Flow Borrowing Costs**

Provides funds to pay the state interest costs for funds borrowed to make state aid payments due to the School Aid Fund's negative cash flow.

**Sec. 11s. Flint Declaration of Emergency**

Provides funds for early childhood services in Flint due to the drinking water declaration of emergency.

**Sec. 13. Basis of Apportionments and Limitations of Apportionments**

Provides that apportionments, except otherwise provided, shall be based on pupil memberships, number of teachers and other professionals and taxable values.

**Sec. 14. Defective Data and Duties of Department**

Allows MDE to withhold payments for certain defective paperwork.

**Sec. 15. Apportionment of Deficiency or Deduction of Excess in Remaining Apportionment**

Allows MDE to adjust apportioned amounts under certain circumstances. Provides for district repayment schedule if an audit or other information results in a reduction in a district's current or previous allocation.

**Sec. 17a. Withholding Payments to Local or ISDs**

Allows state aid to be withheld in order to repay debts upon which districts have defaulted.

**Sec. 17b. Amounts to be Distributed in Installments to Districts**

Provides for state aid to be made in 11 equal payments on the 20th of each month from October through August.

**Sec. 17c. Grant Process Timeline**

Requires that each year MDE must place grants (other than grants awarded from federal funds) on the State Board agenda in August or the first month after the budget is enacted, whichever is later; open the grant application process by September 1 or 30 days after the budget is enacted, whichever is later; and publish grant awards by December 1.

**Sec. 18. Application of Money Received Under Act and Financial Reporting**

Describes allowable uses of unrestricted state aid received under this act; requires that annual audits, financial reports, and district budgets be made available on district websites. Districts and ISDs must also report expenses and personnel costs, salary and benefit information, deficit elimination plans, identification of all district credit cards, and costs of out-of-state travel by school administrators on their websites. Establishes reporting requirements for financial data, audits, pupil accounting reports, virtual courses provided under Sec. 21f or by cyber schools, and allocations made to associations.

**Sec. 18a. Grant Funds to be Expended by End of State Fiscal Year**

Except as otherwise provided, requires grant funds to be spent by the end of the state fiscal year following the fiscal year in which they were awarded and requires return of non-expended funds.

**Sec. 18b. Property of Public School Academy to be Transferred to State**

Requires transfer of assets that are publicly purchased by public school academies to the state if an academy ceases operations.

**Sec. 18c. Contract Between Public School Academy and Third Party**

Exempts the state from liability for certain debts incurred by public school academies.

## BOILERPLATE INFORMATION SECTION

### **Sec. 19. State and Federal Reporting Requirements**

Requires districts and ISDs to comply with all applicable state and federal reporting requirements including, most notably, annual graduation reports, accountability reports, educational personnel reports, and safety practices and criminal incident reports.

### **Sec. 19b. Grant Program Reports**

Requires reporting on the efficacy and usefulness for certain designated programs in the School Aid Act, which currently apply to Secs. 99t and 99u.

### **Sec. 20. Foundation Allowances**

Describes the calculation of districts' foundation allowances.

### **Sec. 20d. Requirements for Final Determination Under Sec. 20**

States requirements for making the final determination of amounts calculated under Sec. 20 related to former Secs. 146 and 147 as they were in effect prior to Proposal A.

### **Sec. 20f. Categorical Offset Payments**

Provides funds so that no district received less than a \$5 increase for FY 2013-14 compared with FY 2012-13 when adding certain increases and decreases in other funding sections. Also provides funds so that no district received less than a \$25 increase for FY 2015-16 when compared with FY 2014-15 when adding certain increases and decreases in other funding sections.

### **Sec. 21b. Postsecondary Tuition**

Requires districts to pay tuition and certain related fees for pupils at eligible postsecondary institutions under the Postsecondary Enrollment Options Act or the Career and Technical Preparation Act by paying eligible charges on behalf of the pupil as required under those acts.

### **Sec. 21f. Virtual Courses**

Requires districts to allow students in at least grades 6 through 12 to take up to two virtual courses per semester provided by any public school or community college. A pupil may take more than two virtual courses per term if additional conditions are met.

### **Sec. 21h. Partnership Model Districts**

Allows the state superintendent, in consultation with the state treasurer, to assign districts to participate in partnerships to coordinate resources and improve student achievement through identifying district needs, developing intervention plans, and partnering with public, private, and nonprofit organizations. Provides funding to participating districts.

### **Sec. 22a. Proposal A Obligation Payment**

Allocates funds to pay school districts an amount sufficient to guarantee an amount equal to FY 1994-95 total state and local per pupil revenue for school operating purposes as required by the State Constitution.

### **Sec. 22b. Discretionary Payment**

Makes payments to districts using the foundation allowance and special education calculations in Secs. 20 and 51a.

### **Sec. 22d. Isolated District Funding**

Allocates a portion of the funds to small, rural and Upper Peninsula or island districts with fewer than 250 students and with school buildings located at least 30 miles from any other school building, or located on an island not accessible by a bridge. Allocates a portion of the funds to districts that have 10.0 or fewer pupils per square mile.

### **Sec. 22m. Technology Regional Data Hubs**

Provides funding for the integration of local data systems into the Michigan Data Hub Network based on common standards and applications.

### **Sec. 22p. Partnership District Compliance Requirements**

Requires partnership districts to meet certain criteria in order to receive the discretionary portion of foundation allowance payments under Sec. 22b.

### **Sec. 23a. Dropout Recovery Program**

Allows certain dropout recovery programs to count students based on an alternative definition of membership in Sec. 6 and with an exemption from the number of days and hours of instruction required under Sec. 101.

## BOILERPLATE INFORMATION SECTION

**Sec. 24. Court-Placed Pupils**

Provides funding to pay for the added costs related to educating pupils assigned by a court or DHHS to reside in a juvenile detention facility or child caring institution.

**Sec. 24a. Pupils in Juvenile Justice Facilities**

Provides funding for educating pupils in juvenile justice facilities operated by DHHS.

**Sec. 24b. Parents or Legal Guardian Residing in Different Districts**

Allows students to enroll in a district in which either of the child's parents or legal guardian resides regardless of custody.

**Sec. 25e. Pupil Transfer Process**

Allows districts to report pupil transfers after the fall membership count day through a CEPI application and requires the MDE to adjust the membership count and funding to districts accordingly. Transfers must be completed before the supplemental count day in February.

**Sec. 25f. Strict Discipline Academy (SDA) Pupil Payments**

Provides for payments to strict discipline academies for the added costs of instruction for SDA pupils.

**Sec. 25g. Dropout Recovery Programs**

Provides additional payments to districts working with dropout recovery programs under Sec. 23a if participation in the program causes a pupil to be counted as more than 1.0 FTE.

**Sec. 25i. Attendance Recovery Program**

Provides funds for an attendance recovery program for all districts that opt in to serve eligible students.

**Sec. 25j. Virtual Learning Support Grants**

Provides funds for ISDs to address student needs associated with virtual instruction in districts that began FY 2019-20 with in-person instruction but began FY 2020-21 with virtual or hybrid instruction.

**Sec. 26. Receipt of Funds Under Other Acts**

Requires that the amount of funds received by a district or ISD from local finance authorities established under several acts be deducted from its payments under Secs. 22b, 56, or 62.

**Sec. 26a. Renaissance Zone Reimbursement**

Provides reimbursement to districts and ISDs for property tax revenue losses attributable to implementing the Michigan Renaissance Zone Act.

**Sec. 26b. Payment in Lieu of Taxes (PILT) Reimbursement**

Provides reimbursement funding to districts, ISDs and community colleges for PILT obligations.

**Sec. 26c. Promise Zone Funding**

Provides funding to districts and ISDs for promise zones established under the Michigan Promise Zone Authority Act.

**Sec. 28. Weighted Allocations**

Details School Aid Act sections that provide a weighted foundation allocation or an additional payment of some type to recognize differentiated instructional costs.

**Sec. 29a. Increasing Enrollment**

Provides payments to districts with increasing enrollment. Districts are eligible if their FY 2020-21 membership blend as it would have been normally calculated in a non-pandemic year exceeds their FY 2020-21 pupil membership calculation (the "super blend", which is a blend of 75% of a district's FY 2019-20 pupil membership blend plus a 25% of a district's FY 2020-21 pupil membership blend).

**Sec. 31a. At-Risk Pupil Support, School-Based Health Centers, Hearing and Vision Screening**

Provides funding for pupils at risk of academic failure to ensure that pupils are proficient in reading by the end of 3rd grade and in math by the end of 8<sup>th</sup> grade, that high school graduates are career and college ready, and that pupils are attending school regularly; also funds school-based health centers, mental health services, and hearing and vision screening administered by DHHS.

## BOILERPLATE INFORMATION SECTION

### **Sec. 31d. School Lunch Program**

Provides funds to reimburse districts for 6.0127% of the necessary costs of the state-mandated portion of school lunch programs and appropriates federal dollars.

### **Sec. 31f. School Breakfast Program**

Provides funding for the school breakfast program.

### **Sec. 31j. Local Produce in School Meals**

Provides funding for a program to support districts and sponsors of child care centers in the purchase of locally grown fruits and vegetables for use in school lunches.

### **Sec. 31k. Student Meal Debt Forgiveness**

Reimburses districts that have forgiven all outstanding meal debt.

### **Sec. 31n. School Mental Health and Support Services Fund**

Provides funding for the provision of mental health and support services and additional licensed behavioral health providers in schools for general education pupils.

### **Sec. 32d. Great Start Readiness Program**

Provides funds for school readiness programs for 4-year-old children from low-income families (primarily less than 250% of the federal poverty guidelines), including children in foster care, who are homeless, or have an individual education plan recommending placement in an inclusive preschool program; lists requirements for districts to meet to receive funding; and defines teacher paraprofessionals and subcontracted employee qualifications to teach in the program. Provides funds for a longitudinal evaluation of children who have participated in the program. Requires 30% of ISD allocations to go to community-based organizations and defines steps MDE and ISDs must take to verify its efforts to meet this requirement. For FY 2020-21 program year only, waives required hours, days, and weeks and instead provides requirements for pandemic learning and programming; also waives household income eligibility thresholds but maintains requirement that children from lower-income families be enrolled first.

### **Sec. 32p. Early Childhood Block Grants**

Provides funds to ISDs for early childhood programs for children from birth to age 8 and supports creation of local great start collaboratives and parent coalitions. Provides funding for home visits to at-risk children and their families.

### **Sec. 35a. Early Literacy Initiatives**

Provides funding to districts and ISDs to improve early literacy with the goal that Michigan will be in the top ten states in grade 4 reading proficiency by 2025. Also allocates funds to the Michigan Education Corps for the PreK Reading Corps and the K3 Reading Corps.

### **Sec. 35b. District and Dyslexia Center Collaboration Grant**

Provides funding to the Children's Choice Initiative for a program to use multisensory structured language education to improve reading proficiency.

### **Sec. 35d. Orton-Gillingham**

Provides grants to ISDs to purchase one or more components or trainings from an eligible one-on-one tutoring program (Orton-Gillingham) for children with dyslexia.

### **Sec. 35e. Alliance of Boys and Girls Club**

Provides a grant to the Michigan Alliance of Boys and Girls Clubs to provide early literacy and academic support to at-need youth in Michigan.

### **Sec. 35f. Chaldean Community Foundation**

Provides funds to the Chaldean Community Foundation for early childhood learning opportunities, improving early literacy achievement, increasing high school graduation rates for new Americans, and assisting with diploma acquisition, skills training, and postsecondary education.

### **Sec. 39. Great Start School Readiness Program Funding Distribution Formula**

Calculates of the number of children eligible in and the funding allocations awarded to each ISD. Establishes an initial goal, the statewide percentage benchmark, to provide additional funds to ISDs so that at least 60% of eligible children in each ISD are served.

### **Sec. 39a. Federal Funding**

Appropriates federal Every Student Succeeds Act funds and other federal funds.

## BOILERPLATE INFORMATION SECTION

**Sec. 41. Bilingual Education**

Provides funds to districts to provide instruction to students with limited English-speaking ability.

**Sec. 51a. Special Education Calculation**

Provides funding for special education and describes the method for calculating funding.

**Sec. 51b. School District and ISD Compliance With Rules**

Requires districts and ISDs to comply with Article 3 (refers to Special Education) of Revised School Code.

**Sec. 51c. Special Education Payment**

Allocates funds to reimburse districts for special education services as required under *Durant v State of Michigan*. The state must reimburse 28.6138% of total approved costs of special education and 70.4165% of total approved costs of special education transportation.

**Sec. 51d. Federally Funded Special Education Programs**

Allocates funds for certain federally funded special education programs for individuals with disabilities, including funds for infants and toddlers and preschool students.

**Sec. 51f. Special Education Cost Reimbursement**

Reimburses districts and ISDs for an estimated 2% of total approved special education costs.

**Sec. 52. Limit on Special Education Reimbursement**

States reimbursement for special education programs and services shall not exceed 75% of total program cost.

**Sec. 53a. Special Education Programs for Certain Pupils**

Describes methods to calculate reimbursement for certain types of special education costs for pupils assigned to a district or ISD through a court or state-ordered placement program, residents of institutions operated by DHHS, students with a developmental disability placed in a community setting, or residents of certain childcare institutions.

**Sec. 54. Michigan Schools for the Deaf and Blind**

Appropriates funds for education of pupils at the Michigan Schools for the Deaf and Blind.

**Sec. 54b. Special Education Reforms**

Allocates funds for the implementation of recommendations of the Special Education Reform Task Force published in January 2016.

**Sec. 54d. Early On**

Provides funds for grants, based on federal formula, to ISDs to provide state Early On services for children from birth to age 3 who have developmental delays or disabilities.

**Sec. 55. Conductive Learning Center**

Provides funds to support operational costs of the conductive education model for children and adults with neuromotor disabilities at the Conductive Learning Center located at Aquinas College.

**Sec. 56. ISD Special Education Millage Equalization**

Allocates funds to reimburse certain ISDs with low taxable values per pupil levying millages for special education.

**Sec. 58. Special Education Transportation Services**

Requires reimbursement for special education transportation services to be based on data reported by districts.

**Sec. 61a. Career and Technical Education (CTE) Programs**

Appropriates funds for the added costs of CTE programming.

**Sec. 61b. CTE Early/Middle College and Dual Enrollment Programs**

Appropriates funds to expand CTE Early/Middle College and dual enrollment programs statewide.

**Sec. 61d. CTE Incentive Payment**

Provides \$35 per pupil to districts that have pupils in grades 9 to 12 enrolled in CTE programs and an additional payment of \$35 per pupil in CTE programs in critical skills and high-demand career fields with designated classification of instructional program (CIP) codes.

## BOILERPLATE INFORMATION SECTION

**Sec. 62. ISD Vocational-Technical Education Millage Equalization**

Appropriates funds to reimburse certain ISDs with low taxable values per pupil levying millages for vocational-technical education.

**Sec. 65. Detroit Area PreCollege Engineering Program**

Provides funds for the Detroit Area PreCollege Engineering program.

**Sec. 67. Career and College Readiness Tools**

Appropriates funds for the Michigan College Access Network (MCAN) for programs to inform students of college and career options and to provide outreach to increase the number of students prepared to make informed college and career decisions.

**Sec. 67a. MITES**

Provides funds for the Michigan Industrial Technology Education Society (MITES) to provide industrial and technological education and workforce preparation for students and professional development opportunities and support for teachers.

**Sec. 74. School Bus Driver Safety Instruction and School Bus Inspections**

Appropriates funds for the School Bus Driver Safety Instruction program and for school bus inspections provided by the Michigan State Police.

**Sec. 76. Transporting Nonpublic School Students**

Requires districts that received transportation funds prior to Proposal A that were rolled into foundation allowances to use those funds calculated under Sec. 20 to transport nonpublic school students.

**Sec. 77. Transportation for Students in Cooperative Education Agreement**

Requires a district providing high school for another district through a cooperative agreement to provide transportation for the students of the other district.

**Sec. 81. ISD General Operations Support**

Appropriates funds for the general operations of ISDs.

**Sec. 91a. Cessation of a Pilot ISD Schools of Choice Program**

Requires districts to continue enrolling pupils enrolled in a district under a pilot ISD school of choice program under former Section 91 even if the program ceases to exist or if the school district ceases to participate.

**Sec. 91c. Participation in Interscholastic Competition**

Prohibits pupils enrolled in a district under a pilot ISD schools of choice program under former Sec. 91 from participating in interscholastic athletic competition for one semester.

**Sec. 94. Advanced Placement Incentive Program**

Appropriates funds to districts to pay for some or all of Advanced Placement (AP), International Baccalaureate (IB), and College-Level Examination Program (CLEP) test and registration fees for low income students.

**Sec. 94a. Center for Educational Performance and Information (CEPI)**

Appropriates funds for the CEPI and the state education data collection.

**Sec. 94b. LAUNCH MI**

Creates the Connecting Information in Education Committee to provide recommendations on best practices in education, how to close the educational achievement gap, and how to prepare every student for success after high school.

**Sec. 95b. Statewide Evaluation Tool**

Provides funds for the department to continue to incorporate a model value-added growth and project analytics system into its reporting requirements under the Every Student Succeeds Act (ESSA).

**Sec. 98. Michigan Virtual University**

Appropriates funds for the Michigan Virtual University to operate the Michigan Virtual School and the Michigan Virtual Learning Research Institute and maintain a statewide catalog of virtual courses supported by Michigan public schools.

## BOILERPLATE INFORMATION SECTION

**Sec. 98a. Extended COVID-19 Learning Plan**

Requires districts to provide instruction under an extended COVID-19 learning plan for FY 2020-21. Provides requirements for the learning plans.

**Sec. 98d. MI Learning Channel**

Provides funding to Northern Michigan University to support the Michigan Learning Channel (MLC).

**Sec. 99h. FIRST Robotics Grants**

Appropriates funds to districts and ISDs to provide students in grades PreK-12 with expanded opportunities to improve mathematics, science, and technology skills by participating in the FIRST (for inspiration and recognition of science and technology) Robotics program, Jr. Lego League, Lego League, VEX, and other competitive robotics programs. Also appropriates funds for nonpublic schools to participate in K-12 competitive robotics or Science Olympiad programs.

**Sec. 99i. Women in Technology**

Provides funds to the Michigan Council of Women in Technology Foundation to support the girls exploring together information technology clubs for middle and high school girls.

**Sec. 99s. STEM Initiatives**

Appropriates funds for various STEM initiatives including the MiSTEM Advisory Council, MiSTEM council grants, and MiSTEM Network regional centers.

**Sec. 99t. Online Algebra Tool**

Allocates funds for a statewide online algebra tool (Algebra Nation) that provides algebra related videos, adaptive diagnostics, online supports, practice assessments, and professional development.

**Sec. 99u. Imagine Learning**

Funds an online mathematics tool and a targeted literacy program for students statewide.

**Sec. 99w. Fitness Foundation**

Provides funds for the Michigan Fitness Foundation to work with MDE to invest in a physical education curriculum.

**Sec. 99x. Teach for America**

Provides funds for Teach for America to host a summer training institute in Detroit, recruit teachers into a master teacher fellowship, and retain a committed alumni community.

**Sec. 99z. Teacher Retention Payment**

Provides payments to eligible first-year teachers who complete the 2020-21 school year as a full-time teacher in their district.

**Sec. 101. Eligibility to Receive State Aid**

Describes requirements districts must meet in order to receive state aid, including providing a certain number of instructional days and hours. A district must provide at least 1,098 hours and at least 180 days. Allows for seat-time waivers for certain alternative instructional models. For FY 2020-21 only, waives requirements for days, hours, and attendance, and instead provides pandemic learning requirements for districts to meet in order to receive state aid for the year.

**Sec. 102. Deficit and Enhanced Deficit Elimination Plans**

Allows MDE and Treasury to withhold state aid payments to districts required to submit a deficit or enhanced deficit elimination plan if necessary to incentivize the elimination of a deficit, a budget amendment, or an approved deficit or enhanced deficit elimination plan.

**Sec. 104. Educational Assessments**

Provides state and federal funding for statewide educational assessments, as well as funding for a distance learning study. Provides benchmark assessment requirements for FY 2020-21 due to the COVID-19 pandemic.

**Sec. 104b. Michigan Merit Examination (MME)**

Provides that the MME include a college entrance exam, work skills exam and a summative Michigan Student Test of Educational Progress (M-STEP). Requires districts to comply and administer the exam to all 11th graders.

## BOILERPLATE INFORMATION SECTION

### **Sec. 104c. State Student Assessments**

Establishes requirements for state assessments. Requires MDE to develop and administer the M-STEP, the state summative exam, for grades 3-11. Also requires MDE to offer benchmark assessments in grades K-2.

### **Sec. 104f. Digital Literacy**

Provides funding for an assessment digital literacy preparation program for pupils enrolled in grades K-8.

### **Sec. 104g. SAT/PSAT**

For FY 2020-21 only, requires districts to make the SAT and PSAT available in fall 2020 to students who were not able to take the exams during the 2019-20 school year.

### **Sec. 105. Schools of Choice Within ISDs**

Provides requirements for schools of choice within ISDs.

### **Sec. 105b. ISD Pilot Schools of Choice Program**

Exempts an ISD that operates a pilot school of choice program (and its constituent districts) from Sec. 105.

### **Sec. 105c. Schools of Choice Among Contiguous ISDs**

Provides requirements for schools of choice among contiguous ISDs.

### **Sec. 106. Pupils Not Counted in Membership**

Prohibits pupils enrolled in a program fully subsidized with federal/state funds from being counted in membership.

### **Sec. 107. Adult Education**

Appropriates and outlines distribution of funds for adult education programs.

### **Sec. 109. Pupil Requiring Hospitalization or Confinement at Home**

Requires districts to provide instruction to pupils who require hospitalization or confinement at home for more than five school days.

### **Sec. 111. Tuition Rates**

Describes the requirements for determining tuition rates for nonresident pupils.

### **Sec. 112. Full-Day Kindergarten Tuition Prohibition**

Prohibits districts from charging tuition for a full-day kindergarten program.

### **Sec. 118. Requirement to Pay Tuition**

Requires districts to pay tuition for residents of the district sent to be educated outside of the district's boundaries.

### **Sec. 121. Determination of a District's Property Value**

Describes the determination of property values for the purposes of calculating state aid.

### **Sec. 122. Deducting Valuation of Property from Valuation of District**

Allows value of certain properties to be deducted from district property valuation if taxes are not collected on them.

### **Sec. 124. Adjustments of a District's Property Value**

Describes adjustments to property values for the purposes of calculating state aid.

### **Sec. 147. Allocations to Michigan Public School Employees' Retirement System (MPERS)**

Reports the annual estimates of employer payroll contribution rates for MPERS.

### **Sec. 147a. MPERS Cost Offset**

Payment to districts to partially offset increases in MPERS employer contribution rates in 2012 and to offset normal cost increases related to the reduction in the assumed rate of return from 7.05% to 6.80%.

### **Sec. 147b. MPERS Reserve for Retirement Obligation Reform**

Establishes the MPERS retirement obligation reform reserve fund within the School Aid Fund.

### **Sec. 147c. MPERS State Contribution**

Appropriates funds to pay for the required pension and retiree health care prefunding amounts that exceed the cap on the employer rate for unfunded accrued liabilities of 20.96% of payroll.

## BOILERPLATE INFORMATION SECTION

**Sec. 147e. MPERS Employer Defined Contribution Match**

Appropriates funds to reimburse districts, ISDs, and community colleges for the costs of a higher hybrid plan normal cost and a larger employer contribution for the new defined contribution plan under PA 92 of 2017.

**Sec. 151. Statement of Taxable Value**

Requires county treasurers to submit a statement of taxable value to the state; describes duties of tax tribunals.

**Sec. 152. Reporting Requirements**

Requires districts to submit certain reports to the MDE.

**Sec. 152a. Reimbursements for Data Costs**

Reimburses districts and ISDs for the costs of collecting, maintaining, and reporting data required by the State to satisfy *Adair v State of Michigan*.

**Sec. 152b. Reimbursements to Nonpublic Schools – VETOED**

Allocates funds to reimburse nonpublic schools for 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.

**Sec. 160. Labor Day Waiver Hearing**

Requires that if a district requests a waiver to begin school before Labor Day, the district must hold a hearing before said waiver can be granted.

**Sec. 161. School Board Member Responsibility**

States that a school official or board member who violates the School Aid Act provisions is guilty of a misdemeanor.

**Sec. 161a. False Report**

Requires anyone making a false report of a crime under Sec. 6(6)(f) to pay the district of residence the amount it would have received if the pupil had been counted in membership.

**Sec. 162. Failure to File Reports**

States that a district that fails to file reports required by the School Aid Act will forfeit a day's worth of state aid for each day the reports are late.

**Sec. 163. Educator Certification Requirements**

Requires districts to hire educators and counselors who hold a valid certificate or a valid substitute authorization.

**Sec. 163a. Enrollment of Homeless Children**

Requires districts to enroll homeless children residing in the district.

**Sec. 164. Expenditures for Chauffeurs and Automobiles**

Requires districts to forfeit the amount of expenditures spent on chauffeurs or purchasing, leasing or renting cars for school board members or administrators.

**Sec. 164a. Payment in Lieu of Vacation Time**

Prohibits districts from paying school administrators in lieu of leave time to increase their retirement benefits.

**Sec. 164b. Reimbursement of Board Member Expenses**

Describes requirements for reimbursement of board members.

**Sec. 164c. Purchase of Foreign Goods or Services**

Prohibits districts from purchasing foreign goods or services if competitively priced American goods or services of comparable quality are available. Gives preference to Michigan and veteran-owned businesses.

**Sec. 164d. Discriminatory Rules**

Prohibits districts from implementing policy or practices that discriminate against personnel solely because they have graduated from a particular state university.

**Sec. 164e. Discrimination Against Student Teachers**

Prohibits discrimination against a student teacher because the state university in which the person is enrolled serves as the authorizing body for one or more public school academies.

## BOILERPLATE INFORMATION SECTION

**Sec. 164f. Diesel Fuel Procurement**

Allows up to 25% of a district's diesel fuel budget to be procured by a swap, hedge, derivative, or similar agreement for diesel fuel procurement.

**Sec. 164g. Legal Action Against the State**

Establishes a penalty in an amount equal to the amount spent if a district or ISD uses funds appropriated under this act to pay for an expense relating to any legal action initiated by the district or ISD against the state.

**Sec. 164h. Collective Bargaining Agreement Penalty**

Establishes a penalty equal to 5% of total state aid if a district or ISD enters into a collective bargaining agreement that does any of the following: establishes racial and religious preferences for employees; automatically deducts union dues from employee compensation; is in conflict with any state or federal laws regarding district transparency; has a method of compensation that does not comply with the requirements of Sec. 1250 of the Revised School Code, MCL 380.1250.

**Sec. 165. Reimbursement for Shared Time Agreement**

Requires reimbursement for contractual shared time agreements under certain circumstances.

**Sec. 166. Disciplinary Policy for Abortion Referral**

Requires a district to adopt a disciplinary policy for school officials or staff (except for a parent or legal guardian) who refer a pupil for an abortion or assist a pupil in obtaining an abortion.

**Sec. 166a. Requirements Related to Sex Education**

Provides requirements related to the provision of reproductive health and sex education.

**Sec. 166b. Shared-Time Instruction for Nonpublic or Home School Pupils**

Establishes the rules under which a nonpublic or home-schooled pupil may be counted in membership in a public school through shared-time instruction for non-core classes.

**Sec. 166d. Cyber School Disclosure**

Prohibits a school of excellence that is a cyber school from forbidding an employee from disclosing salary or other compensation. Includes a state aid penalty.

**Sec. 166e. Competitive Bid Process for Construction Projects**

Requires districts to use competitive bidding for building construction and repair contracts.

**Sec. 167. Immunization Process**

Requires districts to report immunization status of pupils in grades K-12 to their local health department.

**Sec. 167a. Expelled or Suspended Pupils**

Requires a district to implement a plan to reduce expulsions and suspensions exceeding ten days, and provides legislative intent to reduce state aid for districts that have not implemented a plan.

**Sec. 167b. School Violence Tip Line**

Requires that a district or ISD operating a school violence tip line report annually to the Attorney General and provide the contact information for at least one, and not more than two, school officials who can be contacted on any day at any time.

**Sec. 168. Access to Records and Audits**

Requires districts to give MDE access to certain records and to audit certain records for programs funded with state funds. Requires district to reimburse the state for any disallowances found in the audit.

**Sec. 168a. Removing Asbestos**

Prohibits removal of asbestos unless removal is required.

**Sec. 169. Advertisement by Public School Academies**

Requires public school academies to advertise their enrollment opportunities and application processes.

**Sec. 169a. Information About the Michigan Schools for the Deaf and Blind**

Requires information about the schools and services to be given to deaf and blind pupils and their parents. Includes a penalty equal to 5% of state aid for noncompliance.

## BOILERPLATE INFORMATION SECTION

**Sec. 169b. Board Member Conflicts of Interest**

Prohibits school board members from voting on any contract in which the board member has a conflict of interest.

**Sec. 171. Repealer Section**

Repeals certain sections in this act or a former act.

**ARTICLE IV: GENERAL PROVISIONS**

**Sec. 296. School Aid Fund Proration**

Provides for school aid appropriation amounts funded from School Aid Fund revenue to be reduced (along with Higher Education and Community College appropriations) if total School Aid Fund appropriations are greater than the revenue available in the fund.



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**AREAS OF RESPONSIBILITY**

Agriculture and Rural Development.....	William E. Hamilton
Attorney General .....	Michael Clossen
Auditor General .....	Benjamin Gielczyk
Bill Analysis .....	Rick Yuille
	Edith Best; Jenny McInerney; Emily Smith; Sue Stutzky
Capital Outlay .....	Perry Zielak
Civil Rights.....	Michael Clossen
Community Colleges.....	Perry Zielak
Corrections .....	Robin R. Risko
Economic and Revenue Forecasting .....	Jim Stansell
Education (Department) .....	Samuel Christensen
Environment, Great Lakes, and Energy .....	Austin Scott
Executive Office .....	Benjamin Gielczyk
Fiscal Oversight, Audit, and Litigation .....	Mary Ann Cleary
Health and Human Services:	
Child Welfare, Child Support, Community Services .....	Viola Bay Wild
Medicaid, Physical and Behavioral Health .....	Kevin Koorstra
Public Assistance, Field Operations, Medicaid-backup .....	Kent Dell
Public Health and Aging.....	Susan Frey
Higher Education.....	Perry Zielak
Insurance and Financial Services .....	Marcus Coffin
Judiciary.....	Robin R. Risko
Labor and Economic Opportunity .....	Benjamin Gielczyk
Legislature .....	Benjamin Gielczyk
Licensing and Regulatory Affairs.....	Marcus Coffin
Local Finance .....	Benjamin Gielczyk
Lottery .....	Benjamin Gielczyk
Michigan Strategic Fund .....	Benjamin Gielczyk
Military and Veterans Affairs.....	Michael Clossen
Natural Resources.....	Austin Scott
Natural Resources Trust Fund.....	Austin Scott
Retirement.....	Benjamin Gielczyk
Revenue Forecasting .....	Jim Stansell
Revenue Sharing .....	Jim Stansell; Benjamin Gielczyk
School Aid.....	Samuel Christensen; Jacqueline Mullen
State (Department) .....	Michael Clossen
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