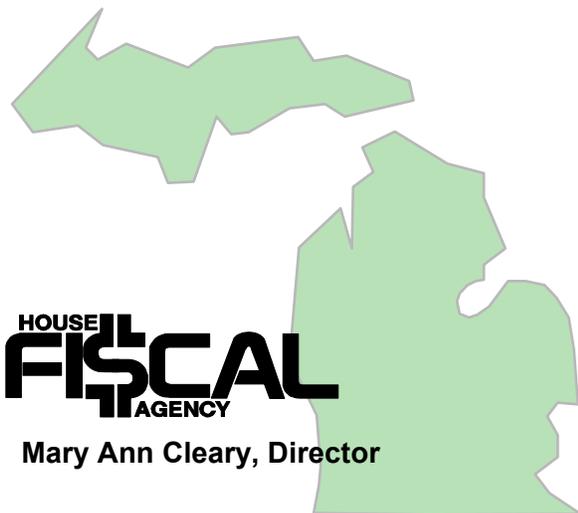


LINE ITEM AND BOILERPLATE SUMMARY

SCHOOL AID

Fiscal Year 2016-17
Article I, Public Act 249 of 2016
Senate Bill 801 as Enacted
As Amended by Public Act 313 of 2016



Bethany Wicksall, Associate Director
Samuel Christensen, Fiscal Analyst

September 2016

**HOUSE FISCAL AGENCY
GOVERNING COMMITTEE**

Al Pscholka

Kevin Cotter

Aric Nesbitt

Harvey Santana

Tim Greimel

Sam Singh

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STATE OF MICHIGAN
HOUSE OF REPRESENTATIVES



HOUSE FISCAL AGENCY

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September 2016

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2016-17 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), or from Kathryn Bateson, Administrative Assistant (373-8080 or kbateson@house.mi.gov).

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

Mary Ann Cleary, Director

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GLOSSARY

APPROPRIATIONS AND FUND SOURCES

Appropriation

Authority to expend funds. An appropriation is not a mandate to spend. Constitutionally, state funds cannot be expended without an appropriation by the Legislature.

Gross Appropriations

Total spending authority from all revenue sources.

Interdepartmental Grant (IDG) Revenue

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

Adjusted Gross Appropriations

Gross appropriations excluding IDGs; avoids double counting when adding appropriation amounts across budget areas.

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 individuals and private entities, including payments for services, grants, and other contributions.

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.

General Fund/General Purpose (GF/GP) Revenue

Unrestricted general fund revenue available to fund basic state programs and other purposes determined by the Legislature.

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.

STATE BUDGET TERMS

Fiscal Year

The state's fiscal year (FY) runs from October to September. FY 2016-17 is October 1, 2016 through September 30, 2017.

Line Item

Specific appropriation amount in a budget 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 designated as a work project. Lapsed funds are available for expenditure in the subsequent fiscal year.

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.

SCHOOL AID

The School Aid budget, Article I of the School Aid Act, provides funding for the state's local school districts, public school academies (PSAs), the Education Achievement System (EAS) and intermediate school districts (ISDs). It also includes a limited number of grants to other entities.

Section 11j – School Bond Redemption Fund	\$126,500,000	Payment to School Bond Redemption Fund in the Department of Treasury to make debt service payments on behalf of districts that participate in the School Bond Qualification and Loan Program. Districts qualify for loans if the number of mills necessary to repay a district's capitol bonds exceeds 7.
		Funding Source(s): Restricted 126,500,000
		<i>Related Boilerplate Section(s): 11, 17b</i>
<hr/>		
Section 11m – Cash Flow Borrowing Costs	3,000,000	Pays interest costs incurred by the State associated with cash-flow borrowing to meet the requirement to pay local and intermediate school districts over 11 payments.
		Funding Source(s): Restricted 3,000,000
		<i>Related Boilerplate Section(s): 11, 17b</i>
<hr/>		
Section 11s – Flint Declaration of Emergency	10,142,600	Provides \$10.1 million for half-year funding to provide universal Early On testing to identify and provide services to children 0-3 (\$6.2 million), universal access to preschool for 4-year-olds (\$1.5 million), additional district school nurses and school social workers (\$1.3 million), and ISD staff and services including (\$1.2 million). Additional funding, if necessary would be available for transfer from an \$18.9 million Flint Emergency Reserve Fund in DTMB. Appropriates up to \$15.0 million in state restricted contingency funds, which are not available until approval of a transfer by the Legislature.
		Funding Source(s): GF/GP 10,142,600
		<i>Related Boilerplate Section(s): 11</i>
<hr/>		
Section 20f – Categorical Offset Payments	18,000,000	Maintains \$6.0 million for FY 2013-14 per pupil allocations which guaranteed that no district received less than a \$5 per pupil increase for FY 2013-14 when adding together the increases in the foundation allowance and equity payment and the reductions in MPERS cost offsets that year. Adds \$12.0 million to guarantee a minimum net increase of \$25 per pupil for FY 2015-16 when adding together the increases in foundation allowances and At-Risk funding and the elimination of Best Practices and District Performance grants.
		Funding Source(s): Restricted 18,000,000
		<i>Related Boilerplate Section(s): 11, 17b</i>
<hr/>		

Section 22d – Isolated District Funding	5,000,000	Payment of \$957,300 to certain small, geographically isolated districts and \$4,042,700 to districts that have 7.3 or fewer pupils per square mile.
		Funding Source(s): Restricted 5,000,000
		<i>Related Boilerplate Section(s): 6, 11</i>
Section 22g – Consolidation Innovation Grants	3,000,000	Provides \$500,000 for competitive assistance grants to help defray transition costs associated with the consolidation, dissolution, or annexation of districts or ISDs that take place on or after June 1, 2016. Provides \$2.5 million to a district that received a grant under this section for FY 2015-16 for reimbursement of remaining transition costs.
		Funding Source(s): Restricted 3,000,000
		<i>Related Boilerplate Section(s): 11</i>
Section 24 – Court-Placed Pupils	8,000,000	Reimburses educating local school district or intermediate school district 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 8,000,000
		<i>Related Boilerplate Section(s): 6, 11, 53a</i>
Section 24a – Juvenile Justice Facility Programs	1,328,100	Payments to intermediate school districts for pupils placed in juvenile justice service facilities operated by Department of Health and Human Services (DHHS).
		Funding Source(s): Restricted 1,328,100
		<i>Related Boilerplate Section(s): 11</i>
Section 24c – Youth ChalleNGe Program	1,632,400	Funds the Youth ChalleNGe Program, a boot camp program for at-risk youth administered by the Department of Military and Veterans Affairs with academic and vocational services provided by Marshall Public Schools.
		Funding Source(s): Restricted 1,632,400
		<i>Related Boilerplate Section(s): 11</i>
Section 25f – Strict Discipline Academy Added Costs	750,000	Provides for payments to strict discipline academies to reimburse for added instructional costs.
		Funding Source(s): Restricted 750,000
		<i>Related Boilerplate Section(s): 11</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): 11</i>
Section 26a – Renaissance Zone Reimbursements	20,000,000	Reimburses local school districts and intermediate school districts for property tax revenue losses attributable to implementing the Michigan Renaissance Zone Act.
		Funding Source(s): Restricted 20,000,000
		<i>Related Boilerplate Section(s): 11</i>

Section 26b – Payment In Lieu of Taxes	4,405,100	Reimburses local school districts, intermediate school districts, and community colleges for payment in lieu of taxes obligations per 2004 PA 513.	Funding Source(s):	Restricted	4,405,100
<i>Related Boilerplate Section(s): 11</i>					
Section 26c – Promise Zone Funding	1,000,000	Provides funds to districts and intermediate school districts 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	1,000,000
<i>Related Boilerplate Section(s): 11</i>					
Section 31a – At-Risk Pupil Support, School-based Health Centers, Hearing and Vision Screening	389,695,500	Supports instructional programs and direct noninstructional services for at-risk pupils (\$379.0 million) for the purpose of ensuring that pupils are proficient in reading by the end of third grade and that high school graduates are career and college ready. Eligible recipients are local districts, PSAs, and the EAS with FY 2016-17 combined state/local revenue under Section 20 (foundation allowance calculation) of less than or equal to \$8,229 per pupil. Districts must provide multi-tiered systems of support in at least grades K-3 to qualify. Eligible districts receive an amount equal to 11.5% of their foundation allowance for each qualified student; however, as Sec. 31a funds have not grown along with the growth in foundations, allocations are significantly prorated. Also includes funding for school based health centers (\$5.6 million) and hearing and vision screening (\$5.2 million).	Funding Source(s):	Restricted	389,695,500
<i>Related Boilerplate Section(s): 11, 20</i>					
Section 31b –Year-Round Instruction Grants	1,500,000	Provides funding for competitive grants to districts for building modifications or other nonrecurring costs related to implementing a new year-round school.	Funding Source(s):	Restricted	1,500,000
<i>Related Boilerplate Section(s): 11</i>					
Section 31c – Gang Prevention and Intervention Programs	3,000,000	Appropriates \$3.0 million for programs intended to improve public safety, reduce the number of youth in gang-related activity, and to increase graduation rates.	Funding Source(s):	Restricted	3,000,000
<i>Related Boilerplate Section(s): 11</i>					
Section 31d – School Lunch Program	535,695,100	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.	Funding Source(s):	Federal Restricted	513,200,000 22,495,100
<i>Related Boilerplate Section(s): 11, 17b</i>					
Section 31f – School Breakfast Program	2,500,000	Reimburses districts for costs of providing school breakfast.	Funding Source(s):	Restricted	2,500,000
<i>Related Boilerplate Section(s): 11, 17b</i>					

Section 31h – Cooperative Education Grant	300,000	Appropriates \$300,000 for a district that educates high school students for a district that voluntarily closed its high school in 2013 (Marshall/Albion).
		Funding Source(s): Restricted 300,000
		<i>Related Boilerplate Section(s): 11, 77</i>
Section 31j – Local Produce in School Meals	250,000	Allocates funding for a pilot project to support districts in the purchase of locally grown fruits and vegetables for use in school lunches.
		Funding Source(s): GF/GP 250,000
		<i>Related Boilerplate Section(s): 11</i>
Section 32d – Great Start Readiness Program	243,900,000	Provides funds to intermediate school districts 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 half-day slot allocation is equal to \$3,625, and two slots may be used to provide a child with a full-day preschool program. \$10.0 million of the total funding is allocated for transportation reimbursements. Allocates \$300,000 grant to continue a longitudinal evaluation of program.
		Funding Source(s): Restricted 243,600,000 GF/GP 300,000
		<i>Related Boilerplate Section(s): 11, 17b, 39</i>
Section 32p – Early Childhood Block Grants	13,400,000	Grants to intermediate school districts 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 32q – Early Learning Cooperative	175,000	Provides funding for an intermediate district partnering with an early childhood collaborative on a pilot program to evaluate the benefits of 2 years of preschool for vulnerable children. Intended as 1 st of 3 years of funding.
		Funding Source(s): Restricted 175,000
		<i>Related Boilerplate Section(s): 11</i>
Section 35 – Early Literacy - Implementation	1,000,000	Funds the administration of the literacy initiatives funded in Section 35a.
		Funding Source(s): GF/GP 1,000,000
		<i>Related Boilerplate Section(s): 11, 35a</i>

Section 35a – Early Literacy Initiatives	23,900,000	Provides funding to districts and ISDs to improve early literacy with the goal of having all students reading on grade level by the end of 3 rd grade. Includes \$950,000 for professional development, \$1.5 million for screening and diagnostic tools, \$3.0 million for teacher coaches, \$17.5 million to support added instructional time, and \$1.0 million to the Michigan Education Corps, a nonprofit working with districts to improve reading.
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Funding Source(s):	Restricted	22,900,000
	GF/GP	1,000,000

Related Boilerplate Section(s): 11, 35

Section 39a(1) – Federal Grant Programs	821,939,900	Appropriates up to \$821.9 million for federal grant programs under Every Student Succeeds Act including the following estimated funds: <table border="0" style="margin-left: 20px;"> <tr><td>Drug-free School and Communities:</td><td style="text-align: right;">2,000,000</td></tr> <tr><td>Improving Teacher Quality:</td><td style="text-align: right;">111,111,900</td></tr> <tr><td>Language Acquisition (Limited English Proficient):</td><td style="text-align: right;">12,200,000</td></tr> <tr><td>Charter School Funds:</td><td style="text-align: right;">250,000</td></tr> <tr><td>Rural and Low Income Schools:</td><td style="text-align: right;">3,000,000</td></tr> <tr><td>Title I funding for disadvantaged children:</td><td style="text-align: right;">565,000,000</td></tr> <tr><td>Migrant Education:</td><td style="text-align: right;">8,878,000</td></tr> <tr><td>21st Century Community Learning Centers:</td><td style="text-align: right;">39,000,000</td></tr> <tr><td>School Improvement Grants:</td><td style="text-align: right;">24,600,000</td></tr> <tr><td><u>Student Support/Academic Enrichment Grants:</u></td><td style="text-align: right;"><u>55,900,000</u></td></tr> </table>	Drug-free School and Communities:	2,000,000	Improving Teacher Quality:	111,111,900	Language Acquisition (Limited English Proficient):	12,200,000	Charter School Funds:	250,000	Rural and Low Income Schools:	3,000,000	Title I funding for disadvantaged children:	565,000,000	Migrant Education:	8,878,000	21st Century Community Learning Centers:	39,000,000	School Improvement Grants:	24,600,000	<u>Student Support/Academic Enrichment Grants:</u>	<u>55,900,000</u>
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School Improvement Grants:	24,600,000																					
<u>Student Support/Academic Enrichment Grants:</u>	<u>55,900,000</u>																					

Funding Source(s):	Federal	821,939,900
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Related Boilerplate Section(s): 11, 17b

Section 39a(2) – Other Federal Funding	30,800,000	Appropriates up to \$30.8 million for other federal grants including the following estimated funds: <table border="0" style="margin-left: 20px;"> <tr><td>AIDS Education Grants:</td><td style="text-align: right;">200,000</td></tr> <tr><td>Homeless Grants:</td><td style="text-align: right;">2,600,000</td></tr> <tr><td>Mental Health, Subst. Abuse, Violence Prevention:</td><td style="text-align: right;">4,000,000</td></tr> <tr><td><u>Career & Technical Education Grants:</u></td><td style="text-align: right;"><u>24,000,000</u></td></tr> </table>	AIDS Education Grants:	200,000	Homeless Grants:	2,600,000	Mental Health, Subst. Abuse, Violence Prevention:	4,000,000	<u>Career & Technical Education Grants:</u>	<u>24,000,000</u>
AIDS Education Grants:	200,000									
Homeless Grants:	2,600,000									
Mental Health, Subst. Abuse, Violence Prevention:	4,000,000									
<u>Career & Technical Education Grants:</u>	<u>24,000,000</u>									

Funding Source(s):	Federal	30,800,000
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Related Boilerplate Section(s): 11, 17b

Section 41 – Bilingual Education	1,200,000	Funds educational programs for students with limited English-speaking ability to districts or intermediate school districts on a per pupil basis. A pupil may only be counted for funds under this section for up to three years.
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Funding Source(s):	Restricted	1,200,000
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Related Boilerplate Section(s): 11

Section 51a – Special Education	1,414,046,100	Provides funding for educational programs and services to special education pupils; includes allocations to local school districts and intermediate school districts 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.
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Funding Source(s):	Federal	441,000,000
	Restricted	973,046,100

Related Boilerplate Section(s): 6, 11, 51b, 51c, 51d, 52, 53a, 54, 56, 58

Section 54b – Special Education Task Force Reforms	1,125,000	Provides funding for the implementation of recommendations of the Special Education Reform Task Force published in January 2016. Includes \$625,000 to pilot statewide implementation of the Michigan Integrated Behavior and Learning Support Initiative (MiBLSI), a program of positive behavioral intervention and supports, in at least 3 ISDs and \$500,000 for training related to the safe implementation of emergency restraints and seclusion.
		Funding Source(s): GF/GP 1,125,000
		<i>Related Boilerplate Section(s): 11</i>
Section 55 – Conductive Learning Study	150,000	Provides \$150,000 as the 2 nd of 2 years of funding for an MSU Department of Epidemiology study of the Conductive Learning Center at Aquinas College to evaluate the effectiveness of conductive education for children with cerebral palsy.
		Funding Source(s): Restricted 150,000
		<i>Related Boilerplate Section(s): 11</i>
Section 61a – Career and Technical Education Programs	36,690,300	Reimburses local 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. Includes \$79,000 for a CTE program in culinary arts and restaurant management.
		Funding Source(s): Restricted 36,611,300 GF/GP 79,000
		<i>Related Boilerplate Section(s): 6, 11, 20d, 107</i>
Section 61b – Career and Technical Education Early/Middle College and Dual Enrollment Programs	9,000,000	Provides funding to expand CTE Middle College and dual enrollment programs statewide. Programs are intended to provide high school students with an opportunity to finish an associates' degree, finish technical certification, or earn college credit while taking high school courses. Allocates up to \$500,000 toward planning grants for new or expanded programs.
		Funding Source(s): Restricted 9,000,000
		<i>Related Boilerplate Section(s): 6, 11</i>
Section 61c – Career and Technical Education Equipment Upgrades	3,200,000	Provides \$3.0 million in a competitive grant program to provide funds to career educational planning districts (CEPDs) for programs driving economic development and building a more qualified workforce. Also includes \$200,000 for a CTE program in mechatronics.
		Funding Source(s): Restricted 3,200,000
		<i>Related Boilerplate Section(s): 6, 11</i>
Section 62 – ISD Vocational/Technical Education Millage Equalization	9,190,000	Provides funding to support vocational/technical education in intermediate school districts that levy vocational/technical education millages but have low property values. Caps an individual intermediate school district'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 63 – ISD/Health Department Partnership for CTE/Health Programs	250,000	Adds \$250,000 SAF to an ISD that has a joint capital project with a local health department for a new building connected to the ISD CTE center.
		Funding Source(s): Restricted 250,000
		<i>Related Boilerplate Section(s): 11</i>
Section 64b – Dual Enrollment Incentive Payments	1,750,000	Funds payments to districts that provide dual enrollment options to students in grades 9-12 for courses taught in the local district or intermediate district. Payments equal to \$10 per credit hour for up to 3 credits per student enrolled plus \$30 per pupil per course if the pupil successfully completes and is awarded both high school and post-secondary credit for the course.
		Funding Source(s): Restricted 1,750,000
		<i>Related Boilerplate Section(s): 11</i>
Section 65 – Detroit Area PreCollege Engineering Program	340,000	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): GF/GP 340,000
		<i>Related Boilerplate Section(s): 11</i>
Section 67 – Career and College Readiness Tools	3,050,000	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 3,050,000
		<i>Related Boilerplate Section(s): 11</i>
Section 74 – School Bus Driver Safety Instruction and School Bus Inspections	3,320,600	Provides \$1,625,000 for bus driver safety instruction or evaluation and reimburses districts for non-special education auxiliary services transportation. Provides \$1,695,600 to reimburse the Michigan State Police for the cost of school bus inspections.
		Funding Source(s): Restricted 3,320,600
		<i>Related Boilerplate Section(s): 11, 17b</i>
Section 81 – Intermediate School District General Operations Support	67,108,000	Supports general operations for intermediate school districts. Each intermediate school district will receive 100.0% of the allocation for general operations in FY 2016-17 as it received in FY 2015-16.
		Funding Source(s): Restricted 67,108,000
		<i>Related Boilerplate Section(s): 6, 11</i>
Section 94 – Advanced Placement Incentive Program	250,000	Funds districts to pay for all or part of Advance Placement (AP) and International Baccalaureate (IB) test fees for low-income students. Payment will be made up to \$20.00 per test completed, and pupils will pay at least \$5.00 toward the cost of the covered test.
		Funding Source(s): GF/GP 250,000
		<i>Related Boilerplate Section(s): 11</i>

Section 94a – Center for Educational Performance and Information	12,366,700	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 12,173,200
		<i>Related Boilerplate Section(s): 11, 17b, 18, 19</i>
Section 98 – Michigan Virtual University (MVU)	7,387,500	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, to 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 7,387,500
		<i>Related Boilerplate Section(s): 11, 17b, 21f</i>
Section 99h – FIRST Robotics	2,500,000	Supports competitive grants to districts to provide students in grades K to 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, and Lego League. Provides coaching stipends.
		Funding Source(s): Restricted 2,500,000
		<i>Related Boilerplate Section(s): 11, 17b</i>
Section 99s – Science, Technology, Engineering, and Mathematics (STEM) Initiatives	9,549,300	Includes funding for various statewide STEM initiatives including \$50,000 for MiSTEM State Advisory Council, \$1.0 million for MiSTEM council grants, \$8.0 million for Math/Science Centers, \$250,000 for Science Olympiad, and \$250,000 for the Van Andel Education Institute.
		Funding Source(s): Federal 5,249,300 Restricted 3,000,000 GF/GP 1,300,000
		<i>Related Boilerplate Section(s): 11</i>
Section 99t – Online Algebra Tool	1,500,000	Provides funding for a statewide online algebra tool that provides algebra related videos, adaptive diagnostics, online supports, practice assessments, and professional development.
		Funding Source(s): GF/GP 1,500,000
		<i>Related Boilerplate Section(s): 11</i>
Section 102d – Financial Data Analysis Tools	1,500,000	Appropriates funds to reimburse districts and intermediate districts for the cost of licensing school data analytical tools.
		Funding Source(s): GF/GP 1,500,000
		<i>Related Boilerplate Section(s): 11</i>

Section 104 – Educational Assessments	40,144,400	Funds the third-party contract 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. \$3.2 million of the total is allocated to the development of an online reporting tool to provide student data in a secure environment, and \$5.6 million for implementing a summative assessment system under Section 104c. Allocates \$185,000 to implement a kindergarten readiness assessment (KRA) in participation with a Maryland-Ohio pilot.
		Funding Source(s): Federal 6,250,000 Restricted 33,894,400
		<i>Related Boilerplate Section(s): 11, 17b, 104b, 104c</i>
Section 104d – Computer Adaptive Tests, Diagnostic/Screening Tools, Benchmark Assessments	4,000,000	Reimburses districts for the purchase of computer adaptive tests, as well as diagnostic and screening tools or benchmark assessments for K-3 pupils intended to increase reading proficiency by 4 th grade.
		Funding Source(s): Restricted 4,000,000
		<i>Related Boilerplate Section(s): 11</i>
Section 107 – Adult Education	25,000,000	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.
		Funding Source(s): Restricted 25,000,000
		<i>Related Boilerplate Section(s): 6, 11</i>
Section 147a – MPSERS Cost Offset	100,000,000	Offsets a portion of costs for school districts related to the Michigan Public School Employees Retirement System (MPSERS). Payments are distributed based on each district's share of the total statewide MPSERS payroll for FY 2015-16.
		Funding Source(s): Restricted 100,000,000
		<i>Related Boilerplate Section(s): 11</i>
Section 147c – MPSERS State Share of Unfunded Liability Payments	982,800,000	Appropriates funds to districts, intermediate school districts, and participating local libraries in an amount equal to the State's required share of the MPSERS contribution pursuant to Sec. 41 of the Public School Employees' Retirement Act. Districts, intermediate school districts, and libraries must remit the funds to the MPSERS.
		Funding Source(s): Restricted 982,200,000 GF/GP 600,000
		<i>Related Boilerplate Section(s): 11</i>
Section 152a – Adair Database Payments	38,000,500	Reimburses districts and intermediate school districts for the costs of collecting, maintaining, and reporting data required by the State to satisfy <i>Adair v. State of Michigan</i> .
		Funding Source(s): Restricted 38,000,500
		<i>Related Boilerplate Section(s): 11</i>

Section 152b – Nonpublic School Reimbursements	2,500,000	Reimburses nonpublic schools for the costs related to activities identified in the nonpublic schools mandate report required under Sec. 236 of PA 252 of 2014.
		Funding Source(s): GF/GP 2,500,000
		<i>Related Boilerplate Section(s): 11</i>

GROSS APPROPRIATION	\$14,161,842,100	Total of all applicable line item appropriations.
Federal revenue	1,818,632,700	Total other federal grant or matchable revenue.
Community District Education Trust Fund	72,000,000	Fund statutorily dedicated to backfilling redirected local revenue for the Community District which replaced Detroit Public Schools.
Water Emergency Reserve Fund	100	Fund created in Section 901 of PA 268 of 2016 for the drinking water declaration of emergency in Flint.
School Aid Fund revenue	12,052,309,300	State revenue dedicated to School Aid Fund (SAF).
STATE GENERAL FUND/ GENERAL PURPOSE	\$218,900,000	Unrestricted state revenue from taxes and other sources.

BOILERPLATE INFORMATION SECTION

Sec. 2. Definitions

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

Sec. 3. Definitions: A through D

Defines achievement authority, achievement school, 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 education achievement system (EAS), 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, 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 intermediate school district under the revised school code.

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

Requires MDE to assign district codes to public school academies within 30 days after contract is submitted to the department by the authorizer.

Sec. 11. Total Appropriations

Contains totals of all line-item appropriations allocated in sections 11j 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*.

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

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

Sec. 11i. Borrowing Money and Issuing Bonds

Allows districts that formerly received funds under Section 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 local and intermediate school districts.

Sec. 11k. School Loan Revolving Fund

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

BOILERPLATE INFORMATION SECTION

Sec. 11m. Cash Flow Borrowing Costs

Provides funds to pay the interest costs of funds borrowed to make state aid payments due to the state's negative cash flow.

Sec. 11o. Declaration of Emergency FY 2015-16

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

Sec. 11r. District Fiscal Emergency Contingency Fund

Deposits reserves into a contingency fund to provide funds to either help pay the debts of districts that voluntarily dissolve or to provide funding to districts that receive students from and a portion of a dissolved district.

Sec. 11s. Flint Declaration of Emergency FY 2016-17

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.

Sec. 17a. Withholding Payments to Local or Intermediate School Districts

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. 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 intermediate school districts 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, and pupil accounting reports.

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

Requires grant funds to be spent by the end of the state fiscal year 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, Achievement Authority, or Achievement School and Third Party

Exempts the state from liability for certain debts incurred by public school academies, the Achievement Authority, or an achievement school.

Sec. 19. State and Federal Reporting Requirements

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

Sec. 20. Foundation Allowances

Describes the calculation of districts' foundation allowances.

Sec. 20d. Requirements for Final Determination Under Section 20

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

BOILERPLATE INFORMATION SECTION

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. 20g. Dissolved District Transition Grants

Provides funding to districts receiving students from dissolved districts to assist in transition costs related to the influx of new students and pay off remaining debt of dissolved district in which school operating mills were not renewed.

Sec. 20m. Foundation Calculations for Hold Harmless Districts

Describes the calculation for districts with a foundation allowance above the state maximum foundation allowance when the foundation increase is greater than the rate of inflation.

Sec. 21. State School Reform/Redesign

Allocates funds to pay for CEOs and supplemental payments to districts with schools identified as being in the lowest achieving 5% of public schools in the state and under the control of the State School Reform/Redesign Office (SRO).

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. 21g. Competency Based Funding Pilot

Allocates funding to pilot a competency-based transcript and market place to establish an articulation framework for Michigan academic, technical, and global competencies to establish assessment criteria for measuring these competencies and awarding universally recognized credentials.

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 Sections 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 7.3 or fewer pupils per square mile.

Sec. 22g. Consolidation Incentive Grants

Provides grants to districts or intermediate school districts for transition costs associated with a consolidation, dissolution, or annexation. Districts may spend funds allocated under this section over 3 fiscal years.

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.

Sec. 24. Court-Placed Pupils

Provides funding to pay for costs related to court-placed pupils.

Sec. 24a. Pupils in Juvenile Justice Facilities

Provides funding for educating pupils in juvenile justice facilities operated by the Department of Health and Human Services.

BOILERPLATE INFORMATION SECTION

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. 24c. Youth ChalleNGe Program

Provides funding for the Youth ChalleNGe Program administered by Department of Military and Veterans Affairs.

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. CEPI with MDE must report to the Legislature with data on the implementation of this section including the number of transfers and the net change in pupil memberships by district and ISD.

Sec. 25f. Strict Discipline Academy 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. 26. Receipt of Funds Under Other Acts

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

Sec. 26a. Renaissance Zone Reimbursement

Provides reimbursement to local and intermediate school districts 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 local and intermediate school districts and community colleges for PILT obligations.

Sec. 26c. Promise Zone Funding

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

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

Provides funding for pupils at risk of academic failure, including ensuring that pupils are proficient in reading by the end of third grade and that high school graduates are career and college ready; also funds school-based health centers, mental health services, and hearing and vision screening administered by the Department of Health and Human Services.

Sec. 31b. Year-round Instructional Program

Provides competitive grant funding to districts for building modifications or other nonrecurring costs related to implementing a new year-round school.

Sec. 31c. Gang Prevention and Intervention Programs

Provides funding for programs intended to improve public safety, reduce the number of youth involved in gang-related activity, and increase high school graduation rates.

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. 31h. Cooperative Education Grant

Provides funding for a district that educates high school students for a district that voluntarily closed its high school in 2013 (Marshall/Albion).

BOILERPLATE INFORMATION SECTION

Sec. 31j. Local Produce in School Meals

Provides funding for a pilot project to support districts in the purchase of locally grown fruits and vegetables for use in school lunches in prosperity regions 2 and 4.

Sec. 32d. Great Start Readiness Program

Provides funds for school readiness programs for four-year-old children from low-income families, including children in foster care, who are homeless, or has 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. Requires 30% of slots go to community-based organizations and defines steps MDE and ISDs must take to verify its efforts to meet this requirement.

Sec. 32p. Early Childhood Block Grants

Provides funds to intermediate school districts for early childhood block grants to replace funds formerly received under Sections 32b and 32j and supports creation of local great start collaboratives and parent coalitions. Provides funding to provide home visits to at-risk children and their families.

Sec. 32q. Early Learning Collaborative Partnership

Provides funds for an intermediate district partnering with an early childhood collaborative on a pilot program to evaluate the benefits of 2 years of preschool for vulnerable children.

Sec. 35. Early Literacy – Implementation

Funds the administration of the new literacy initiatives funded in Section 35a.

Sec. 35a. Early Literacy Initiatives

Provides funding to districts and ISDs to improve early literacy with the goal of having all students reading on grade level by the end of 3rd grade.

Sec. 39. Priority in Funding the Great Start School Readiness Program

Describes how intermediate school districts will be prioritized to receive Great Start School Readiness Program funds and defines the calculation of the maximum number of children eligible in each intermediate school district.

Sec. 39a. Federal Funding

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

Sec. 41. Bilingual Education

Provides funds to districts and ISDs 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. 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 the Department of Community Health, developmentally disabled students placed in a community setting, or residents of certain childcare institutions.

BOILERPLATE INFORMATION SECTION

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. 55. Conductive Learning Study

Provides funds to develop and implement an evaluation of the effectiveness of conductive education for children with cerebral palsy.

Sec. 56. Intermediate School District Special Education Millage Equalization

Allocates funds to reimburse certain intermediate school districts 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. Vocational-Technical Education Programs

Appropriates funds for the added costs of career and technical education programming.

Sec. 61b. Career and Technical Education (CTE) Early/Middle College and Dual Enrollment Programs

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

Sec. 61c. CTE Equipment Upgrades

Appropriates funds to career educational planning districts (CEPDs) to upgrade CTE equipment and infrastructure.

Sec. 62. Intermediate School District Vocational-Technical Education Millage Equalization

Appropriates funds to reimburse certain intermediate school districts levying millages for vocational-technical education.

Sec. 63. CTE (ISD/Health Department) Partnership

Appropriates funding to an ISD for a joint capital project with a local health department for a new building connected to the ISD CTE center.

Sec. 64b. Dual Enrollment Incentive Payments

Appropriates funds for payments to districts that provide dual enrollment options to students in grades 9-12. Includes eligibility and payment criteria.

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. 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 Section 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. Intermediate School District General Operations Support

Appropriates funds for the general operations of intermediate school districts.

BOILERPLATE INFORMATION SECTION

Sec. 91a. Cessation of a Pilot Intermediate School District Schools of Choice Program

Requires districts to continue enrolling pupils enrolled in a district under a pilot intermediate school district 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 intermediate school district schools of choice program under former Section 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) and International Baccalaureate (IB) test fees for low income students, up to \$20.00 per test.

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

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

Sec. 95a. Educator and Administrator Evaluations

Creates an educator evaluation reserve fund to be expended if a spending plan is submitted and approved for implementing evaluation systems for public school teachers and school administrators.

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.

Sec. 99h. FIRST Robotics Grants

Appropriates funds as a work project to districts and ISDs to provide students in grades K to 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, and Lego League.

Sec. 99s. STEM Initiatives

Appropriates funds for various STEM initiatives including the MiSTEM Advisory Council, MiSTEM council grants, Math/Science Centers, Science Olympiad, and Van Andel Education Institute.

Sec. 99t. Online Algebra Tool

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

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, except where a conflicting collective bargaining agreement was in effect for employees as of the effective date of the public act (June 24, 2014). Allows for seat-time waivers for certain alternative instructional models.

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. 102d. Financial Analysis Tools

Appropriates funds to reimburse districts or intermediate districts for the cost of school data analytical tools for financial forecasting and transparency reporting.

Sec. 104. Educational Assessments

Provides state and federal funding for statewide educational assessments.

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.

Sec. 104c. State Student Assessments

Requires MDE to develop and provides direction for the M-STEP for grades 3-11 and begin field testing assessments for grades K-2 with full implementation by FY 2018-19.

BOILERPLATE INFORMATION SECTION

Sec. 104d. Computer Adaptive Test

Reimburses districts for the purchase of computer adaptive tests, as well as diagnostic and screening tools or benchmark assessments for K-3 pupils intended to increase reading proficiency by 4th grade.

Sec. 105. Schools of Choice Within Intermediate School Districts

Provides requirements for schools of choice within intermediate school districts.

Sec. 105b. Intermediate School District Pilot Schools of Choice Program

Exempts an intermediate school district that operates a pilot school of choice program (and its constituent districts) from Section 105.

Sec. 105c. Schools of Choice Among Contiguous Intermediate School Districts

Provides requirements for schools of choice among contiguous intermediate school districts.

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 One-Time Cost Offset

Payment to districts to partially offset increases in MPERS employer contribution rates. Distributions are calculated based on each district's share of the statewide MPERS payroll.

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.

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.

BOILERPLATE INFORMATION SECTION

Sec. 152a. Reimbursements for Data Costs

Reimburses districts and intermediate school districts 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

Allocates funds to reimburse nonpublic schools for costs related to activities identified in the nonpublic schools mandate report required under Sec. 236 of PA 252 of 2014.

Sec. 153. Furnishing Information to the Fiscal Agencies

Requires districts and intermediate school districts to provide the fiscal agencies with any requested information relative to expenditure of school aid funds.

Sec. 161. School Board Member Responsibility

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

Sec. 161a. False Report

Requires anyone making a false report of a crime under section 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 certified educators and counselors.

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.

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. 165. Reimbursement for Shared Time Agreement

Requires reimbursement for contractual shared time agreements under certain circumstances.

Sec. 166. Distributing Family Planning Drugs and Devices

Requires a district to adopt a disciplinary policy for school officials or staff for violations of MCL 380.1507 (regarding sex education and prohibits distribution of family planning drugs or devices) or for making abortion referrals. Includes a \$100,000 state aid penalty to a district for failing to adopt a disciplinary policy.

BOILERPLATE INFORMATION SECTION

Sec. 166a. Requirements Related to Sex Education

Provides the requirements related to sex education.

Sec. 166b. Enrollment in Nonpublic School or Home School

Describes the enrollment of nonpublic and home-schooled students in public schools and public school academies.

Sec. 166d. Cyber School Disclosure

Requires a school of excellence that is a cyber school to disclose salary or other compensation. Includes a state aid penalty for non-disclosure.

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 through 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 in FY 2017-18 for districts that have not implemented a plan.

Sec. 168. Access to Records and Audits

Requires districts to give the 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.

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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Attorney General	Michael Crossen
Auditor General	Benjamin Gielczyk
Bill Analysis	Chris Couch Edith Best; Jennifer McInerney; Josh Roesner; Sue Stutzky
Capital Outlay	Benjamin Gielczyk
Civil Rights	Michael Crossen
Community Colleges	Perry Zielak
Corrections	Robin R. Risko
Economic and Revenue Forecast	Jim Stansell
Education (Department)	Samuel Christensen
Environmental Quality	Austin Scott
Executive Office	Benjamin Gielczyk
Fiscal Oversight, Audit, and Litigation	Mary Ann Cleary
Health and Human Services:	
Human Services	Viola Bay Wild
Medicaid, Physical and Behavioral Health	Kevin Koorstra; Kyle I. Jen
Public Health, Aging, Departmentwide Administration	Susan Frey
Higher Education	Marilyn Peterson; Perry Zielak
Insurance and Financial Services	Marcus Coffin
Judiciary	Robin R. Risko
Legislature	Benjamin Gielczyk
Licensing and Regulatory Affairs	Marcus Coffin
Local Finance	Jim Stansell
Lottery	Benjamin Gielczyk
Michigan Strategic Fund	Benjamin Gielczyk
Military and Veterans Affairs	Kent Dell
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Natural Resources Trust Fund	Benjamin Gielczyk; Austin Scott
Retirement	Bethany Wicksall; Kyle I Jen
Revenue Forecasting	Jim Stansell
Revenue Sharing	Jim Stansell; Benjamin Gielczyk
School Aid	Bethany Wicksall; Samuel Christensen
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Supplemental Coordinator	Kyle I. Jen
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