

HOUSE SUBSTITUTE FOR
SENATE BILL NO. 845

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

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 11. (1) ~~For the fiscal year ending September 30, 2021,~~
2 ~~there is appropriated for the public schools of this state and~~
3 ~~certain other state purposes relating to education the sum of~~
4 ~~\$13,715,807,900.00 from the state school aid fund, the sum of~~
5 ~~\$54,464,600.00 from the general fund, an amount not to exceed~~
6 ~~\$79,800,000.00 from the community district education trust fund~~

1 ~~created under section 12 of the Michigan trust fund act, 2000 PA~~
 2 ~~489, MCL 12.262, and an amount not to exceed \$100.00 from the water~~
 3 ~~emergency reserve fund.~~ For the fiscal year ending September 30,
 4 ~~2022, 2023~~, there is appropriated for the public schools of this
 5 state and certain other state purposes relating to education the
 6 sum of ~~\$14,797,232,100.00~~ **\$200.00** from the state school aid fund,
 7 the sum of ~~\$85,400,000.00~~ **\$200.00** from the general fund, **and** an
 8 amount not to exceed ~~\$72,000,000.00~~ **\$200.00** from the community
 9 district education trust fund created under section 12 of the
 10 Michigan trust fund act, 2000 PA 489, MCL 12.262. ~~and an amount~~
 11 ~~not to exceed \$100.00 from the water emergency reserve fund.~~ In
 12 addition, all available federal funds are only appropriated as
 13 allocated in this article for the fiscal ~~years~~ **year** ending
 14 ~~September 30, 2021 and September 30, 2022.~~ **2023.**

15 (2) The appropriations under this section are allocated as
 16 provided in this article. Money appropriated under this section
 17 from the general fund must be expended to fund the purposes of this
 18 article before the expenditure of money appropriated under this
 19 section from the state school aid fund.

20 (3) Any general fund allocations under this article that are
 21 not expended by the end of the fiscal year are transferred to the
 22 school aid stabilization fund created under section 11a.

23 Sec. 17b. (1) Not later than October 20, November 20, December
 24 20, January 20, February 20, March 20, April 20, May 20, June 20,
 25 July 20, and August 20, the department shall prepare electronic
 26 files of the amount to be distributed under this act in the
 27 installment to the districts and intermediate districts and deliver
 28 the electronic files to the state treasurer, and the state
 29 treasurer shall pay the installments on each of those dates or, if

1 the date is not a business day, on the next business day following
2 that date. Except as otherwise provided in this act, the portion of
3 the district's or intermediate district's state fiscal year
4 entitlement to be included in each installment ~~shall~~**must** be 1/11.
5 A district or intermediate district shall accrue the payments
6 received in July and August to the school fiscal year ending the
7 immediately preceding June 30.

8 (2) The state treasurer shall make payment under this section
9 by drawing a warrant in favor of the treasurer of each district or
10 intermediate district for the amount payable to the district or
11 intermediate district according to the electronic files and
12 delivering the warrant to the treasurer of each district or
13 intermediate district, or if the state treasurer receives a written
14 request by the treasurer of the district or intermediate district
15 specifying an account, by electronic funds transfer to that account
16 of the amount payable to the district or intermediate district
17 according to the electronic files. The department may make
18 adjustments in payments made under this section through additional
19 payments when changes in law or errors in computation cause the
20 regularly scheduled payment to be less than the amount to which the
21 district or intermediate district is entitled ~~pursuant to~~**under**
22 this act.

23 (3) Except as otherwise provided in this act, grant payments
24 to districts and intermediate districts under this act ~~shall~~**must**
25 be paid according to the installment **payment** schedule under
26 subsection (1).

27 (4) Upon the written request of a district or intermediate
28 district and the submission of proof satisfactory to the department
29 of a need of a temporary and nonrecurring nature, the

1 superintendent, with the written concurrence of the state treasurer
 2 and the state budget director, may authorize an advance release of
 3 funds due a district or intermediate district under this act. An
 4 advance authorized under this subsection ~~shall~~**must** not cause funds
 5 to be paid to a district or intermediate district more than 30 days
 6 earlier than the established payment date for those funds.

7 Sec. 201. (1) Subject to the conditions set forth in this
 8 article, the amounts listed in this section are appropriated for
 9 community colleges for the fiscal year ending September 30, ~~2022,~~
 10 **2023**, from the funds indicated in this section. The following is a
 11 summary of the appropriations in this section:

12 (a) The gross appropriation is ~~\$431,917,000.00.~~**\$200.00.** After
 13 deducting total interdepartmental grants and intradepartmental
 14 transfers in the amount of \$0.00, the adjusted gross appropriation
 15 is ~~\$431,917,000.00.~~**\$200.00.**

16 (b) The sources of the adjusted gross appropriation described
 17 in subdivision (a) are as follows:

18 (i) Total federal revenues, \$0.00.

19 (ii) Total local revenues, \$0.00.

20 (iii) Total private revenues, \$0.00.

21 (iv) Total other state restricted revenues,

22 ~~\$431,917,000.00.~~**\$200.00.**

23 (v) State general fund/general purpose money, \$0.00.

24 (2) Subject to subsection (3), the amount appropriated for
 25 community college operations is **\$200.00.** ~~\$328,583,400.00,~~ allocated
 26 as follows:

27 ~~(a) The appropriation for Alpena Community College is~~
 28 ~~\$5,830,600.00, \$5,753,300.00 for operations, \$53,400.00 for 1-time~~
 29 ~~performance funding, and \$23,900.00 for costs incurred under the~~

1 ~~North American Indian tuition waiver.~~

2 ~~(b) The appropriation for Bay de Noc Community College is~~
3 ~~\$5,772,400.00, \$5,602,800.00 for operations, \$58,000.00 for 1-time~~
4 ~~performance funding, and \$111,600.00 for costs incurred under the~~
5 ~~North American Indian tuition waiver.~~

6 ~~(c) The appropriation for Delta College is \$15,364,000.00,~~
7 ~~\$15,160,500.00 for operations, \$143,400.00 for 1-time performance~~
8 ~~funding, and \$60,100.00 for costs incurred under the North American~~
9 ~~Indian tuition waiver.~~

10 ~~(d) The appropriation for Glen Oaks Community College is~~
11 ~~\$2,684,500.00, \$2,651,200.00 for operations, \$33,300.00 for 1-time~~
12 ~~performance funding, and \$0.00 for costs incurred under the North~~
13 ~~American Indian tuition waiver.~~

14 ~~(e) The appropriation for Coegee Community College is~~
15 ~~\$4,968,100.00, \$4,873,700.00 for operations, \$42,400.00 for 1-time~~
16 ~~performance funding, and \$52,000.00 for costs incurred under the~~
17 ~~North American Indian tuition waiver.~~

18 ~~(f) The appropriation for Grand Rapids Community College is~~
19 ~~\$19,193,200.00, \$18,773,100.00 for operations, \$221,500.00 for 1-~~
20 ~~time performance funding, and \$198,600.00 for costs incurred under~~
21 ~~the North American Indian tuition waiver.~~

22 ~~(g) The appropriation for Henry Ford College is~~
23 ~~\$22,753,900.00, \$22,533,100.00 for operations, \$205,800.00 for 1-~~
24 ~~time performance funding, and \$15,000.00 for costs incurred under~~
25 ~~the North American Indian tuition waiver.~~

26 ~~(h) The appropriation for Jackson College is \$12,912,300.00,~~
27 ~~\$12,756,200.00 for operations, \$109,900.00 for 1-time performance~~
28 ~~funding, and \$46,200.00 for costs incurred under the North American~~
29 ~~Indian tuition waiver.~~

1 ~~(i) The appropriation for Kalamazoo Valley Community College~~
2 ~~is \$13,320,400.00, \$13,099,900.00 for operations, \$134,400.00 for~~
3 ~~1-time performance funding, and \$86,100.00 for costs incurred under~~
4 ~~the North American Indian tuition waiver.~~

5 ~~(j) The appropriation for Kellogg Community College is~~
6 ~~\$10,419,200.00, \$10,267,100.00 for operations, \$100,800.00 for 1-~~
7 ~~time performance funding, and \$51,300.00 for costs incurred under~~
8 ~~the North American Indian tuition waiver.~~

9 ~~(k) The appropriation for Kirtland Community College is~~
10 ~~\$3,404,000.00, \$3,358,400.00 for operations, \$39,100.00 for 1-time~~
11 ~~performance funding, and \$6,500.00 for costs incurred under the~~
12 ~~North American Indian tuition waiver.~~

13 ~~(l) The appropriation for Lake Michigan College is~~
14 ~~\$5,768,200.00, \$5,702,700.00 for operations, \$52,400.00 for 1-time~~
15 ~~performance funding, and \$13,100.00 for costs incurred under the~~
16 ~~North American Indian tuition waiver.~~

17 ~~(m) The appropriation for Lansing Community College is~~
18 ~~\$33,255,300.00, \$32,852,000.00 for operations, \$280,600.00 for 1-~~
19 ~~time performance funding, and \$122,700.00 for costs incurred under~~
20 ~~the North American Indian tuition waiver.~~

21 ~~(n) The appropriation for Macomb Community College is~~
22 ~~\$34,629,700.00, \$34,276,100.00 for operations, \$330,300.00 for 1-~~
23 ~~time performance funding, and \$23,300.00 for costs incurred under~~
24 ~~the North American Indian tuition waiver.~~

25 ~~(o) The appropriation for Mid Michigan Community College is~~
26 ~~\$5,396,300.00, \$5,184,400.00 for operations, \$58,000.00 for 1-time~~
27 ~~performance funding, and \$153,900.00 for costs incurred under the~~
28 ~~North American Indian tuition waiver.~~

29 ~~(p) The appropriation for Monroe County Community College is~~

1 ~~\$4,798,100.00, \$4,746,200.00 for operations, \$51,200.00 for 1-time~~
2 ~~performance funding, and \$700.00 for costs incurred under the North~~
3 ~~American Indian tuition waiver.~~

4 ~~(q) The appropriation for Montcalm Community College is~~
5 ~~\$3,612,600.00, \$3,570,600.00 for operations, \$37,200.00 for 1-time~~
6 ~~performance funding, and \$4,800.00 for costs incurred under the~~
7 ~~North American Indian tuition waiver.~~

8 ~~(r) The appropriation for C.S. Mott Community College is~~
9 ~~\$16,623,500.00, \$16,440,000.00 for operations, \$142,500.00 for 1-~~
10 ~~time performance funding, and \$41,000.00 for costs incurred under~~
11 ~~the North American Indian tuition waiver.~~

12 ~~(s) The appropriation for Muskegon Community College is~~
13 ~~\$9,431,700.00, \$9,289,100.00 for operations, \$85,100.00 for 1-time~~
14 ~~performance funding, and \$57,500.00 for costs incurred under the~~
15 ~~North American Indian tuition waiver.~~

16 ~~(t) The appropriation for North Central Michigan College is~~
17 ~~\$3,612,700.00, \$3,389,300.00 for operations, \$42,200.00 for 1-time~~
18 ~~performance funding, and \$181,200.00 for costs incurred under the~~
19 ~~North American Indian tuition waiver.~~

20 ~~(u) The appropriation for Northwestern Michigan College is~~
21 ~~\$9,906,900.00, \$9,567,100.00 for operations, \$88,600.00 for 1-time~~
22 ~~performance funding, and \$251,200.00 for costs incurred under the~~
23 ~~North American Indian tuition waiver.~~

24 ~~(v) The appropriation for Oakland Community College is~~
25 ~~\$22,485,200.00, \$22,211,700.00 for operations, \$240,000.00 for 1-~~
26 ~~time performance funding, and \$33,500.00 for costs incurred under~~
27 ~~the North American Indian tuition waiver.~~

28 ~~(w) The appropriation for Schoolcraft College is~~
29 ~~\$13,386,700.00, \$13,196,200.00 for operations, \$151,700.00 for 1-~~

1 ~~time performance funding, and \$38,800.00 for costs incurred under~~
2 ~~the North American Indian tuition waiver.~~

3 ~~(x) The appropriation for Southwestern Michigan College is~~
4 ~~\$7,081,900.00, \$6,979,400.00 for operations, \$68,400.00 for 1-time~~
5 ~~performance funding, and \$34,100.00 for costs incurred under the~~
6 ~~North American Indian tuition waiver.~~

7 ~~(y) The appropriation for St. Clair County Community College~~
8 ~~is \$7,478,700.00, \$7,385,200.00 for operations, \$78,400.00 for 1-~~
9 ~~time performance funding, and \$15,100.00 for costs incurred under~~
10 ~~the North American Indian tuition waiver.~~

11 ~~(z) The appropriation for Washtenaw Community College is~~
12 ~~\$14,080,600.00, \$13,855,900.00 for operations, \$189,400.00 for 1-~~
13 ~~time performance funding, and \$35,300.00 for costs incurred under~~
14 ~~the North American Indian tuition waiver.~~

15 ~~(aa) The appropriation for Wayne County Community College is~~
16 ~~\$17,782,100.00, \$17,593,400.00 for operations, \$173,700.00 for 1-~~
17 ~~time performance funding, and \$15,000.00 for costs incurred under~~
18 ~~the North American Indian tuition waiver.~~

19 ~~(bb) The appropriation for West Shore Community College is~~
20 ~~\$2,630,600.00, \$2,585,600.00 for operations, \$24,800.00 for 1-time~~
21 ~~performance funding, and \$20,200.00 for costs incurred under the~~
22 ~~North American Indian tuition waiver.~~

23 (3) The amount appropriated in subsection (2) for community
24 college operations is ~~\$328,583,400.00~~ **\$200.00** and is appropriated
25 from the state school aid fund.

26 ~~(4) From the appropriations described in subsection (1), both~~
27 ~~of the following apply:~~

28 ~~(a) Subject to section 207a, the amount appropriated for~~
29 ~~fiscal year 2021-2022 to offset certain fiscal year 2021-2022~~

1 ~~retirement contributions is \$1,733,600.00, appropriated from the~~
2 ~~state school aid fund.~~

3 ~~(b) For fiscal year 2021-2022, there is allocated an amount~~
4 ~~not to exceed \$11,700,000.00 for payments to participating~~
5 ~~community colleges, appropriated from the state school aid fund. A~~
6 ~~community college that receives money under this subdivision shall~~
7 ~~use that money solely for the purpose of offsetting the normal cost~~
8 ~~contribution rate.~~

9 ~~(5) From the appropriations described in subsection (1),~~
10 ~~subject to section 207b, the amount appropriated for payments to~~
11 ~~community colleges that are participating entities of the~~
12 ~~retirement system is \$87,200,000.00 appropriated from the state~~
13 ~~school aid fund.~~

14 ~~(6) From the appropriations described in subsection (1),~~
15 ~~subject to section 207c, the amount appropriated for renaissance~~
16 ~~zone tax reimbursements is \$2,200,000.00, appropriated from the~~
17 ~~state school aid fund. Each community college receiving funds in~~
18 ~~this subsection shall accrue these payments to its institutional~~
19 ~~fiscal year ending June 30, 2022.~~

20 Sec. 236. ~~(1)~~ Subject to the conditions set forth in this
21 article, the amounts listed in this section are appropriated for
22 higher education for the fiscal year ending September 30, ~~2022,~~
23 **2023**, from the funds indicated in this section. The following is a
24 summary of the appropriations in this section and section 236h:

25 (a) The gross appropriation is ~~\$1,808,251,200.00.~~ **\$200.00.**
26 After deducting total interdepartmental grants and
27 intradepartmental transfers in the amount of \$0.00, the adjusted
28 gross appropriation is ~~\$1,808,251,200.00.~~ **\$200.00.**

29 (b) The sources of the adjusted gross appropriation described

1 in subdivision (a) are as follows:

2 (i) Total federal revenues, ~~\$128,526,400.00~~ **\$0.00**.

3 (ii) Total local revenues, \$0.00.

4 (iii) Total private revenues, \$0.00.

5 (iv) Total other state restricted revenues,

6 ~~\$361,403,300.00~~ **\$100.00**.

7 (v) State general fund/general purpose money,

8 ~~\$1,318,321,500.00~~ **\$100.00**.

9 ~~(2) Amounts appropriated for public universities are as~~
10 ~~follows:~~

11 ~~(a) The appropriation for Central Michigan University is~~
12 ~~\$90,440,500.00, \$87,600,000.00 for operations, \$876,000.00 for 1-~~
13 ~~time supplemental funding, and \$1,964,500.00 for costs incurred~~
14 ~~under the North American Indian tuition waiver.~~

15 ~~(b) The appropriation for Eastern Michigan University is~~
16 ~~\$78,305,900.00, \$77,253,700.00 for operations, \$772,500.00 for 1-~~
17 ~~time supplemental funding, and \$279,700.00 for costs incurred under~~
18 ~~the North American Indian tuition waiver.~~

19 ~~(c) The appropriation for Ferris State University is~~
20 ~~\$56,541,600.00, \$55,025,500.00 for operations, \$550,300.00 for 1-~~
21 ~~time supplemental funding, and \$965,800.00 for costs incurred under~~
22 ~~the North American Indian tuition waiver.~~

23 ~~(d) The appropriation for Grand Valley State University is~~
24 ~~\$74,213,800.00, \$72,313,500.00 for operations, \$723,100.00 for 1-~~
25 ~~time supplemental funding, and \$1,177,200.00 for costs incurred~~
26 ~~under the North American Indian tuition waiver.~~

27 ~~(e) The appropriation for Lake Superior State University is~~
28 ~~\$14,366,600.00, \$13,307,000.00 for operations, \$133,100.00 for 1-~~
29 ~~time supplemental funding, and \$926,500.00 for costs incurred under~~

1 ~~the North American Indian tuition waiver.~~

2 ~~(f) The appropriation for Michigan State University is~~
3 ~~\$357,862,000.00, \$287,331,700.00 for operations, \$2,873,300.00 for~~
4 ~~1-time supplemental funding, \$1,932,800.00 for costs incurred under~~
5 ~~the North American Indian tuition waiver, \$35,286,700.00 for MSU~~
6 ~~AgBioResearch, and \$30,437,500.00 for MSU Extension.~~

7 ~~(g) The appropriation for Michigan Technological University is~~
8 ~~\$51,371,900.00, \$50,101,600.00 for operations, \$501,000.00 for 1-~~
9 ~~time supplemental funding, and \$769,300.00 for costs incurred under~~
10 ~~the North American Indian tuition waiver.~~

11 ~~(h) The appropriation for Northern Michigan University is~~
12 ~~\$49,338,700.00, \$47,809,100.00 for operations, \$478,100.00 for 1-~~
13 ~~time supplemental funding, and \$1,051,500.00 for costs incurred~~
14 ~~under the North American Indian tuition waiver.~~

15 ~~(i) The appropriation for Oakland University is~~
16 ~~\$54,012,900.00, \$53,147,400.00 for operations, \$531,500.00 for 1-~~
17 ~~time supplemental funding, and \$334,000.00 for costs incurred under~~
18 ~~the North American Indian tuition waiver.~~

19 ~~(j) The appropriation for Saginaw Valley State University is~~
20 ~~\$31,043,500.00, \$30,583,800.00 for operations, \$305,800.00 for 1-~~
21 ~~time supplemental funding, and \$153,900.00 for costs incurred under~~
22 ~~the North American Indian tuition waiver.~~

23 ~~(k) The appropriation for University of Michigan - Ann Arbor~~
24 ~~is \$326,265,400.00, \$321,970,100.00 for operations, \$3,219,700.00~~
25 ~~for 1-time supplemental funding, and \$1,075,600.00 for costs~~
26 ~~incurred under the North American Indian tuition waiver.~~

27 ~~(l) The appropriation for University of Michigan - Dearborn is~~
28 ~~\$26,593,700.00, \$26,167,000.00 for operations, \$261,700.00 for 1-~~
29 ~~time supplemental funding, and \$165,000.00 for costs incurred under~~

1 ~~the North American Indian tuition waiver.~~

2 ~~(m) The appropriation for University of Michigan – Flint is~~
 3 ~~\$24,197,400.00, \$23,616,200.00 for operations, \$236,200.00 for 1-~~
 4 ~~time supplemental funding, and \$345,000.00 for costs incurred under~~
 5 ~~the North American Indian tuition waiver.~~

6 ~~(n) The appropriation for Wayne State University is~~
 7 ~~\$205,496,400.00, \$202,996,700.00 for operations, \$2,030,000.00 for~~
 8 ~~1-time supplemental funding, and \$469,700.00 for costs incurred~~
 9 ~~under the North American Indian tuition waiver.~~

10 ~~(o) The appropriation for Western Michigan University is~~
 11 ~~\$113,432,700.00, \$111,522,200.00 for operations, \$1,115,200.00 for~~
 12 ~~1-time supplemental funding, and \$795,300.00 for costs incurred~~
 13 ~~under the North American Indian tuition waiver.~~

14 ~~(3) The amount appropriated in subsection (2) for public~~
 15 ~~universities is \$1,553,483,000.00, appropriated from the following:~~

16 ~~(a) State school aid fund, \$343,168,300.00.~~

17 ~~(b) State general fund/general purpose money,~~
 18 ~~\$1,210,314,700.00.~~

19 ~~(4) The amount appropriated for Michigan public school~~
 20 ~~employees' retirement system reimbursement is \$13,495,000.00,~~
 21 ~~appropriated from the state school aid fund.~~

22 ~~(5) The amount appropriated for state and regional programs is~~
 23 ~~\$316,800.00, appropriated from general fund/general purpose money~~
 24 ~~and allocated as follows:~~

25 ~~(a) Higher education database modernization and conversion,~~
 26 ~~\$200,000.00.~~

27 ~~(b) Midwestern Higher Education Compact, \$116,800.00.~~

28 ~~(6) The amount appropriated for the Martin Luther King, Jr. –~~
 29 ~~Cesar Chavez – Rosa Parks program is \$2,691,500.00, appropriated~~

1 ~~from general fund/general purpose money and allocated as follows:~~

2 ~~(a) Select student support services, \$1,956,100.00.~~

3 ~~(b) Michigan college/university partnership program,~~
4 ~~\$586,800.00.~~

5 ~~(c) Morris Hood, Jr. educator development program,~~
6 ~~\$148,600.00.~~

7 ~~(7) Subject to subsection (8), the amount appropriated for~~
8 ~~grants and financial aid is \$147,783,200.00, allocated as follows:~~

9 ~~(a) State competitive scholarships, \$29,861,700.00.~~

10 ~~(b) Tuition grants, \$42,021,500.00.~~

11 ~~(c) Tuition incentive program, \$71,300,000.00.~~

12 ~~(d) Children of veterans and officer's survivor tuition grant~~
13 ~~programs, \$1,400,000.00.~~

14 ~~(e) Project GEAR-UP, \$3,200,000.00.~~

15 ~~(8) The money appropriated in subsection (7) for grants and~~
16 ~~financial aid is appropriated from the following:~~

17 ~~(a) Federal revenues under the United States Department of~~
18 ~~Education, Office of Elementary and Secondary Education, GEAR-UP~~
19 ~~program, \$3,200,000.00.~~

20 ~~(b) Federal revenues under the social security act, temporary~~
21 ~~assistance for needy families, \$125,326,400.00.~~

22 ~~(c) State general fund/general purpose money, \$19,256,800.00.~~

23 ~~(9) For fiscal year 2021-2022 only, in addition to the~~
24 ~~allocation under subsection (4), from the appropriations described~~
25 ~~in subsection (1), there is allocated an amount not to exceed~~
26 ~~\$4,740,000.00 for payments to participating public universities,~~
27 ~~appropriated from the state school aid fund. A university that~~
28 ~~receives money under this subsection shall use that money solely~~
29 ~~for the purpose of offsetting the normal cost contribution rate. As~~

1 ~~used in this subsection, "participating public universities" means~~
2 ~~public universities that are a reporting unit of the Michigan~~
3 ~~public school employees' retirement system under the public school~~
4 ~~employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to~~
5 ~~38.1437, and that pay contributions to the Michigan public school~~
6 ~~employees' retirement system for the state fiscal year.~~

7 ~~(11) The amount of one-time funding appropriated for the Japan~~
8 ~~Center for Michigan Universities is \$500,000.00, appropriated from~~
9 ~~the state general fund/general purpose money and allocated to~~
10 ~~support the operations of the Japan Center.~~