

FY 2025-26 EDUCATION OMNIBUS BUDGET
Summary: Conference
Senate Bill 166 (S-3) CR-1



Mary Ann Cleary, Director

TOTAL APPROPRIATIONS BY BUDGET AREA

Budget Area [Summary Page]	FY 2025-26		
	Gross	SAF	GF/GP
School Aid [2]	\$21,288,831,700	\$18,366,334,700	\$73,151,100
Community College [34]	493,032,100	493,032,100	0
Higher Education [41]	2,336,912,000	850,768,300	1,482,943,700
TOTAL	\$24,118,775,800	\$19,710,135,100	\$1,556,094,800

Note: Appropriation figures include all proposed appropriation amounts, including amounts designated as one-time.

FY 2025-26: SCHOOL AID
Summary: Conference
Article 1, Senate Bill 166 (S-3) CR-1



Analysts: Jacqueline Mullen and Noel Benson

IDG/IDT	FY 2024-25 Year-to-Date as of 2/5/25	FY 2025-26 Executive	FY 2025-26 Senate	FY 2025-26 House	FY 2025-26 Conference	Difference: Conference From FY 2024-25 YTD	
						Amount	%
IDG/IDT	\$0	\$0	\$0	\$0	\$0	\$0	--
Federal	2,272,793,500	2,407,708,500	2,407,708,500	2,408,008,500	2,407,708,500	134,915,000	5.9
Local	0	0	0	0	0	0	--
Private	0	0	0	0	0	0	--
Restricted	18,418,651,300	18,730,998,000	19,347,155,700	19,425,772,000	18,807,972,100	389,320,800	2.1
GF/GP	78,830,600	53,576,100	50,426,700	71,980,600	73,151,100	(5,679,500)	(7.2)
Gross	\$20,770,275,400	\$21,192,282,600	\$21,805,290,900	\$21,905,761,100	\$21,288,831,700	\$518,556,300	2.5

Notes: (1) Appropriation figures for FY 2025-26 include all proposed appropriation amounts, including amounts designated as "one-time." (2) FY 2024-25 year-to-date (YTD) figures are as of release of the Executive budget, February 5, 2025. (3) "Senate" means Senate Bill 166 (S-3). (4) "House" means House Bill 4577 (H-3). (5) "Conference" means the budget agreement reflected in SB 166 (S-3) CR-1.

Overview

The School Aid budget makes appropriations to the state's 537 local school districts, 285 public school academies (PSAs), and 56 intermediate school districts (ISDs) for operations and certain categorical programs. It also appropriates funds to the Michigan Department of Education (MDE), Michigan Department of Lifelong Education, Advancement, and Potential (MiLEAP), Center for Educational Performance and Information (CEPI), and other entities to implement certain grants and other programs related to K-12 education.

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations	FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
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1. Foundation Allowances (Secs. 22a & 22b)

Executive increases by \$516.0 million Gross (including a reduction of \$150,000 GF/GP) to provide a \$392 (4.1%) per-pupil increase in the foundation allowance, from \$9,608 to \$10,000. Adds that a district must comply with Secs. 16, 16b, 16c, and 16d or certain funding under Sec. 22b may be recaptured.

Senate increases by \$517.0 million Gross (including a reduction of \$150,000 GF/GP) to provide a \$400 (4.2%) per-pupil increase in the foundation allowance, from \$9,608 to \$10,008. Adds that a district must comply with Sec. 18d to receive funding under Sec. 22b.

House increases by \$558.0 million Gross (including a reduction of \$150,000 GF/GP) to provide a \$417 (4.3%) per-pupil increase in the foundation allowance, from \$9,608 to \$10,025, including for cyber schools.

Conference increases by \$593.5 million Gross (including a reduction of \$150,000 GF/GP) to provide a \$442 (4.6%) per-pupil increase in the foundation allowance, from \$9,608 to \$10,050, including for cyber schools. Also provides \$124.0 million one-time SAF for Detroit Public Schools Community District (DPSCD) foundation costs.

Gross	\$10,247,000,000	\$717,500,000
Restricted	10,246,613,600	717,650,000
GF/GP	\$386,400	(\$150,000)

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
2. Foundations: Cyber Schools Reduction (Secs. 22a & 22b)		Gross	NA
<u>Executive</u> reduces cyber school foundation allowances from \$9,150 to 80% of the proposed foundation allowance, or \$8,000 per pupil, for an estimated savings of \$36.0 million SAF. [Note: HFA estimate is \$26.5 million] <u>Senate</u> reduces cyber school foundation allowances from \$9,150 to 80% of the proposed foundation allowance, or \$8,006 per pupil, for an estimated savings of \$26.0 million SAF. <u>House</u> does not include (cybers are included in the foundation increase to \$10,025). <u>Conference</u> does not include (cybers are included in the foundation increase to \$10,050).	Restricted	NA	0
	GF/GP	NA	\$0
3. Foundations: Cost Adjustments (Secs. 22a & 22b)		Gross	NA
<u>Executive</u> and <u>Senate</u> reduce by \$348.0 million SAF to reflect updated consensus cost estimates for pupil membership counts and taxable values. <u>House</u> and <u>Conference</u> reduce by \$359.0 million SAF to reflect May consensus estimates.	Restricted	NA	(\$359,000,000)
	GF/GP	NA	\$0
4. At-Risk (Sec. 31a)		Gross	\$1,034,924,000
<u>Executive</u> increases by \$42.3 million SAF (4.1% increase, which is in line with the proposed foundation increase) for a total of \$1.1 billion SAF for instructional programs and direct noninstructional services for at-risk pupils. Adds requirement that districts must make efforts to equitably allocate dollars such that per student spending is greater in support category buildings. Also adds that a district must comply with Secs. 16, 16b, 16c, and 16d to receive funding under this section. <u>Senate</u> increases by \$258.7 million SAF (25.0% increase) for a total of \$1.3 billion SAF. Does not concur with Executive requirement for equitable building distribution. Expands to allow all schools to use up to 30% of funds to reduce the student-teacher ratio in grades K-3, instead of only schools in opportunity index bands 5 and 6. Allows districts in opportunity index band 4 to use up to 30% of funds to support retention and recruitment efforts, in addition to districts in bands 5 and 6. <u>House</u> maintains current-year appropriation and does not include Executive or Senate boilerplate changes. <u>Conference</u> concurs with Senate and adds requirement that recipient districts must provide a report to parents on how the funding was used and allow parents to provide feedback.	Restricted	1,034,924,000	258,731,000
	GF/GP	\$0	\$0
5. Universal School Breakfast and Lunch (Sec. 30d)		Gross	\$200,000,000
<u>Executive</u> and <u>Senate</u> retain and revise \$30.0 million one-time School Meals Reserve Fund to \$30.0 million ongoing SAF for a total of \$200.0 million ongoing SAF for providing free school breakfast and lunch for all PreK-12 students. <u>House</u> eliminates (funding is rolled into a district per-pupil payment under Sec. 22f). <u>Conference</u> concurs with Executive and Senate, and also provides \$1.6 million one-time GF/GP for nonpublic schools. Encourages recipients to buy local ingredients when possible.	Restricted	200,000,000	0
	GF/GP	\$0	\$1,600,000

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
6. Per-Pupil Mental Health & School Safety Grant (Sec. 31aa)		Gross \$151,500,000	\$169,500,000
<u>Executive</u> retains and revises \$125.0 million one-time SAF to be ongoing and eliminates \$1.5 million one-time GF/GP for a total of \$150.0 million ongoing SAF for per-pupil payments to districts, ISDs, and the Michigan Schools for the Deaf and Blind for activities to improve mental health and improve school safety. Removes nonpublic schools as eligible recipients. Adds implementing cell phone free school policies as an eligible use of funds. Adds requirement that recipients agree to be subject to a comprehensive investigation in the event of a mass casualty event. <u>Senate</u> retains \$125.0 million one-time SAF, eliminates \$1.5 million one-time GF/GP, and increases by \$125.0 million one-time SAF and \$50.0 million ongoing SAF for a total of \$325.0 million SAF (\$250.0 million one-time). Concurs with Executive on boilerplate changes. Additionally appropriates \$25.0 million one-time SAF for per-pupil payments for visitor management programs, low-level behavior software, panic alerts, and AED devices. Additionally appropriates a \$100 SAF placeholder to Lenawee ISD for a student wellness software pilot program (originally funded in Sec. 31j). <u>House</u> eliminates (\$25.0 million in ongoing SAF funding, plus an additional \$325.0 million SAF, is rolled into a district per-pupil payment under Sec. 22f; an additional \$20.0 million GF/GP is rolled into a nonpublic school payment under Sec. 22f). <u>Conference</u> revises \$151.5 million Gross (\$25.0 million ongoing SAF; \$1.5 million GF/GP) to be \$321.0 million one-time Gross (\$300.0 million SAF; \$21.0 million GF/GP. Allocates \$53.5 million Gross (\$3.5 million GF/GP) for competitive grants for school resource officers to be spent over four years. Allocates \$53.5 million Gross (\$3.5 million GF/GP) for competitive grants for staff for student mental health needs to be spent over four years. Retains nonpublic schools as eligible recipients. Concurs with Executive and Senate to add cell phone free school policies as an eligible use of funds and to require recipients to agree to be subject to an investigation after a mass casualty event.	Restricted	150,000,000	150,000,000
	GF/GP	\$1,500,000	\$19,500,000
7. Michigan Public School Employees' Retirement System (MPERS) (Secs. 147a, 147c, 147e, & 147g)		Gross \$2,650,758,700	(\$659,258,700)
<u>Executive</u> reduces state support for K-12 MPERS costs by \$469.3 million SAF. Revises as follows: - Moves \$598.0 million SAF to effectively lower the 20.96% UAAL contribution cap for districts, ISDs, libraries, and community colleges to 15.22% from Sec. 147a(4) to Sec. 147c (MPERS State Share of Unfunded Liability Payments) to reflect the statutory cap of 15.21% beginning in FY 2025-26 under 2024 PA 127. - Eliminates \$250.0 million one-time MPERS Reserve Fund for a payment into the system (Sec. 147c(2)). - Retains \$90.0 million one-time SAF of \$181.5 million one-time SAF to reimburse certain employees' normal cost contributions associated with the healthcare premium subsidy benefit upon retirement. Revises from a full reimbursement to reimbursing half of the costs and provides intent that the amount will be \$0 in FY 2026-27. Also revises to reimburse districts rather than employees to reflect a statutory shift in responsibility for those costs under 2024 PA 127. Finally, expands to include universities as eligible entities (Sec. 147g). - Eliminates \$11.9 million one-time SAF for including ISDs and district libraries in the cost offset (Sec. 147a(3)). <i>[continued on next page]</i>	Restricted	2,650,358,700	(659,258,700)
	GF/GP	\$400,000	\$0

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations

**FY 2024-25 YTD
(as of 2/5/25)**

**FY 2025-26
Conference
Change**

7. Michigan Public School Employees' Retirement System (MPERS) (Secs. 147a, 147c, 147e, & 147g) (continued)

- Eliminates \$84.1 million one-time MPERS Reserve Fund to accelerate the reduction in the payroll growth assumption to 0.25% and shifts associated costs to SAF. The payroll growth assumption will be 0% in FY 2025-26 and beyond.
- Reduces by \$31.7 million SAF for cost adjustments.

Senate reduces state support for K-12 MPERS costs by \$406.0 million SAF. Concurs with Executive changes, except retains \$153.3 million one-time SAF (instead of the Executive's \$90.0 million SAF) of \$181.5 million one-time SAF to reimburse certain employees' normal cost contributions, and does not expand to include universities.

House reduces state support for K-12 MPERS costs by \$1.2 billion SAF. Revises as follows:

- Eliminates \$598.0 million SAF to effectively lower the 20.96% UAAL contribution cap for districts, ISDs, libraries, and community colleges to 15.22%; does not move funding to Sec. 147c and assumes passage of a policy implementation bill to maintain a 20.96% UAAL contribution cap.
- Concurs with Executive and Senate to eliminate \$334.1 million one-time MPERS Reserve Fund.
- Eliminates \$181.5 million one-time SAF for certain employees' normal cost contributions.
- Concurs with Executive and Senate to eliminate \$11.9 million one-time SAF for ISDs and district libraries.
- Reduces by \$56.0 million SAF for cost adjustments.
- Lapses the amount remaining in the MPERS Reserve Fund, estimated at \$147.4 million, into the School Aid Fund.

Conference reduces support for K-12 MPERS costs by \$659.3 million SAF. Concurs with Executive changes, except eliminates \$181.5 million one-time SAF to reimburse certain employees' normal cost contributions (see Sec. 27f). Also eliminates \$100.0 million SAF for a cost offset (Sec. 147a(1)).

8. Special Education (Secs. 51a, 51c, 51d, 51e, 53a, 54, & 56)

Executive increases special education expenditures by \$216.5 million Gross (\$0 GF/GP) for a total of \$2.8 billion Gross (\$0 GF/GP) as follows:

- Increases by \$20.5 million SAF to increase special education foundation allowances by 4.1%.
- Increases by \$15.0 million SAF for a total of \$89.2 million SAF funding to ISDs related to special education millage. Revises the funding formulas (currently, a millage equalization program and a millage incentive program) to a formula based 50% on taxable value per special education head count and 50% on taxable value per unreimbursed special education costs.
- Increases by \$50.0 million in federal funding.
- Increases by \$131.0 million SAF for revised cost estimates.

Senate increases special education expenditures by \$202.0 million Gross (\$0 GF/GP) for a total of \$2.8 billion Gross (\$0 GF/GP) as follows:

- Increases by \$21.0 million SAF to increase special education foundation allowances by 4.2%.
- Does not concur with Executive revisions for millage equalization and incentive programs.
- Concurs with Executive to increase by \$50.0 million in federal funding.
- Concurs with Executive to increase by \$131.0 million SAF for revised cost estimates.

	Gross	\$2,597,096,100	\$205,500,000
Federal	533,000,000	50,000,000	
Restricted	2,064,096,100	155,500,000	
GF/GP	\$0	\$0	

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Gross	\$0	\$70,000,000
Restricted	0	70,000,000
GF/GP	\$0	\$0

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
11. Pathways to Success (Sec. 61v) – NEW		Gross	\$0
<u>Executive</u> provides \$125.0 million one-time SAF for competitive grants to districts in CTE deserts to create and sustain high-skill and high-demand CTE programs. Awards each grant over a three-year period, with increased local match required in the second and third years. Allocates \$2.5 million for a statewide CTE program enrollment campaign. <u>Senate</u> provides \$50.0 million one-time SAF for competitive grants to districts and ISDs with a CTE opportunity gap. Awards each grant over a three-year period, but requires MDE to determine the most effective level of funding in each year. Does not include Executive allocation for a statewide campaign. <u>House</u> does not include. <u>Conference</u> provides \$70.0 million one-time SAF, and concurs with Executive boilerplate, except allocates \$1.5 million for the enrollment campaign. Also adds that eligible programs may include virtual reality simulations.	Restricted	0	\$70,000,000
	GF/GP	\$0	\$0
12. Class Size Reduction Grants (Sec. 31c) – NEW		Gross	\$0
<u>Executive</u> does not include. <u>Senate</u> provides \$65.0 million one-time SAF for grants to districts for pilot programs to maintain or establish small classes in grades K-3. Requires recipient to be in opportunity index band 4 or higher. Requires grants to be awarded to Muskegon Heights Public School Academy System, Benton Harbor Area Schools, Flint School District, and Wayne-Westland Community School District. Caps class size at 19 pupils per class and average class size at 17 pupils per class. Requires recipient districts to use at least 30% of Sec. 31a At-Risk funds to reduce class size. <u>House</u> does not include. <u>Conference</u> concurs with Senate.	Restricted	0	\$65,000,000
	GF/GP	\$0	\$0
13. Fund Deposits		Gross	\$0
<u>Executive</u> deposits the following into subaccounts of the School Aid Fund (Note: The columns on the right reflect appropriations and do not include deposits): \$155.0 million SAF into the School Consolidation and Infrastructure Fund. \$136.0 million SAF into the School Transportation Fund. \$50.0 million SAF into the School Aid Countercyclical Budget and Foundation Stabilization Fund. <u>Senate</u> deposits the following into subaccounts of the School Aid Fund: \$11.0 million SAF into the School Transportation Fund. \$50.0 million SAF into the School Aid Countercyclical Budget and Foundation Stabilization Fund. <u>House</u> deposits the following amounts from reserve funds into the School Aid Fund, for a total transfer of \$1.0 billion: \$265.8 million School Aid Countercyclical Budget and Foundation Stabilization Fund (an estimated \$209.0 million is remaining in the fund) (Sec. 11z). \$120.3 million School Transportation Fund (closes the fund) (Sec. 22k). \$235.2 million Educator Fellowship Public Provider Fund (closes the fund) (Sec. 27d). \$50.8 million Educator Fellowship Private Provider Fund (closes the fund) (Sec. 27e). \$193.6 million Enrollment Stabilization Fund (closes the fund) (Sec. 29).	Restricted	0	0
	GF/GP	\$0	\$0

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Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
13. Fund Deposits (continued)			
\$138.6 million School Meals Reserve Fund (closes the fund) (Sec. 30e). Conference transfers \$83.4 million Consolidation and Infrastructure fund into the School Aid Fund and deposits the following into subaccounts of the School Aid Fund and General Fund: \$130.0 million SAF into the School Transportation Fund. \$326.1 million SAF into a new School Aid Pupil Support Fund. \$1.8 million GF/GP into a new General Pupil Support Fund.			
14. Flint Emergency Declaration (Sec. 11s)			
<u>Executive</u> and <u>Senate</u> maintain \$8.1 million Gross (\$3.1 million GF/GP) for nutrition programs, school nurses, social workers, interventions, and other supports and staff for children in the Flint School District. <u>House</u> eliminates (SAF funding is rolled into a district per-pupil payment and GF/GP funding is rolled into a nonpublic school payment under Sec. 22f). <u>Conference</u> reduces by \$75,000 GF/GP and revises \$8.0 million ongoing Gross (\$3.0 million GF/GP) to be one-time.	Gross	\$8,075,000	(\$75,000)
	Restricted	5,000,000	0
	GF/GP	\$3,075,000	(\$75,000)
15. Infrastructure, Consolidation, Class Sizes, Literacy (Sec. 11x(5)) – NEW			
<u>House</u> provides \$286.5 million one-time School Consolidation and Infrastructure Fund for the following: competitive grants for infrastructure projects, with prioritization for roofing and HVAC projects; competitive grants for consolidation or consolidation of services; a per-pupil incentive for reducing class sizes; and a per-pupil incentive for implementing a Read by Grade 3 program that includes the support of at least one literacy coach and the utilization of a reading assessment and system approved by MDE to accomplish reading proficiency before a student is promoted to 4th grade. Includes PSAs as eligible recipients (former funding under Sec. 11x excluded PSAs from the definition of “district”). <u>Conference</u> does not include.	Gross	\$0	\$0
	Restricted	0	0
	GF/GP	\$0	\$0
16. Consolidation Grants (Sec. 12f) – NEW			
<u>Executive</u> provides \$150.0 million one-time SAF to districts and ISDs as follows: \$45.0 million to support the closure or demolition of buildings; \$100.0 million to develop shared administrative systems to enhance operational efficiencies; and \$5.0 million to provide incentive payments for district consolidation. <u>Senate</u>, <u>House</u>, and <u>Conference</u> do not include.	Gross	\$0	\$0
	Restricted	0	0
	GF/GP	\$0	\$0
17. Educator Housing Grants (Sec. 12f) – NEW			
<u>Executive</u> does not include. <u>Senate</u> provides \$20.0 million one-time SAF for competitive grants to districts to provide affordable housing for employees with annual salaries below the area median income. Provides an additional \$150,000 one-time GF/GP to MDE to administer the program. <u>House</u> and <u>Conference</u> do not include.	Gross	\$0	\$0
	Restricted	0	0
	GF/GP	\$0	\$0

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
18. Targeted Interventions (Sec. 16b) – NEW		Gross	\$0
<u>Executive</u> provides \$232.0 million SAF (\$107.0 million ongoing; \$125.0 million one-time) for districts to implement best practices as follows:		Restricted	0
- Allocates at least 75% (\$174.0 million) for equal per-pupil payments to school buildings identified as needing additional support for the implementation of targeted student interventions described in Sec. 16a. - Allocates up to 20% (\$46.4 million) for matching awards to other districts for buildings in the bottom half of the Michigan School Index System for interventions described in Sec. 16a. Requires a higher local match the closer the building is to the 50th percentile. - Allocates up to 5% (\$11.6 million) to pilot cell phone free school policies in high school buildings. Buildings must agree to retain policy for at least 4 years.		GF/GP	\$0
<u>Senate</u> , <u>House</u> , and <u>Conference</u> do not include.			\$0
19. Targeted Interventions – ISD Administration (Sec. 16c) – NEW		Gross	\$0
<u>Executive</u> provides \$18.0 million SAF for ISDs and consortia of ISDs to monitor and provide technical support to constituent districts to improve academic outcomes and support the targeted interventions described in Secs. 16, 16a, 16b, and 16d. Allocates \$15.0 million SAF to provide a payment to each ISD of \$100,000 or the number of constituent district buildings multiplied by \$4,500, whichever is greater. Allocates \$3.0 million to CCRESA to work with other ISDs and MAISA to serve as the Michigan Turnaround Hub and maintain the MiStrategyBank.		Restricted	0
<u>Senate</u> , <u>House</u> , and <u>Conference</u> do not include.		GF/GP	\$0
20. Partnership Districts (Sec. 21h)		Gross	\$6,137,400
<u>Executive</u> and <u>Senate</u> maintain \$6.1 million SAF for districts that are in a partnership to improve student achievement and district financial stability; strike a non-partnership district that meets certain criteria (Benton Harbor) as an eligible recipient (Benton Harbor is already eligible as a partnership district); add that MDE may require training for district leadership and board members on content.		Restricted	6,137,400
<u>House</u> eliminates (funding is rolled into a district per-pupil payment under Sec. 22f).		GF/GP	\$0
<u>Conference</u> eliminates ongoing funding and provides \$6.1 million one-time School Aid Pupil Support Fund.			\$0
21. Out-of-Formula Payment (Sec. 22c)		Gross	\$3,000,000
<u>Executive</u> and <u>Senate</u> maintain \$3.0 million SAF for payments of \$171 per pupil to out-of-formula districts.		Restricted	3,000,000
<u>House</u> eliminates (funding is rolled into a district per-pupil payment under Sec. 22f).		GF/GP	\$0
<u>Conference</u> eliminates.			(\$3,000,000)
22. Isolated Districts (Sec. 22d)		Gross	\$12,306,900
<u>Executive</u> increases by \$510,000 SAF (4.1% increase, which is in line with the proposed foundation increase) for a total of \$12.8 million SAF to increase the allocations for small, isolated districts; districts with fewer than 10.0 pupils per square mile; districts with greater than 250 square miles; and a district on an island accessible by bridge (Grosse Ile) by 4.1%.		Restricted	12,306,900
<u>Senate</u> increases by \$516,900 SAF (4.2% increase, which is in line with the proposed foundation increase) for a total of \$12.8 million SAF.		GF/GP	\$0
<u>House</u> eliminates (funding is rolled into a district per-pupil payment under Sec. 22f).			566,200
<u>Conference</u> increases by \$566,200 SAF (4.6% increase, which is in line with the proposed foundation increase) for a total of \$12.9 million SAF.			\$0

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
23. Per-Pupil Payments (Sec. 22f) – NEW		Gross	\$0
<u>House</u> provides \$3.1 billion (\$40.8 million GF/GP) for per-pupil payments as follows: \$2.7 billion to districts in an estimated \$1,975 per pupil; \$314.4 million SAF to ISDs in an estimated \$228 per pupil; and \$40.8 million to nonpublic schools. Requires districts to pledge to support at least one school resource officer and one mental health support staff member. Requires districts and ISDs to submit an annual report detailing the use of funds. Requires nonpublic schools to support at least one school resource officer (allows sharing of SROs among other nonpublics or the local school district) and provides additional allowable uses of funds. (See Table of Items Rolled into Sec. 22f below.) <u>Conference</u> does not include.	Restricted	0	0
	GF/GP	\$0	\$0
24. Roll-Up Hold Harmless Payment (Sec. 22h) – NEW		Gross	\$0
<u>House</u> provides \$130.9 million SAF to districts and ISDs in an amount needed to hold the recipient harmless from the roll-up of funding into Sec. 22f, after also accounting for changes under Secs. 22a, 22b, 51e, and 147c. (Note: A drafting error in the bill shows \$138.8 million. It should be \$130.9 million.) <u>Conference</u> does not include.	Restricted	0	0
	GF/GP	\$0	\$0
25. Transportation Costs (Sec. 22l)		Gross	\$125,000,000
<u>Executive</u> and <u>Senate</u> retain \$125.0 million one-time School Transportation Fund to districts and ISDs based on riders per square mile and the cost per rider. <u>House</u> eliminates one-time funding. <u>Conference</u> concurs with Executive and Senate.	Restricted	125,000,000	0
	GF/GP	\$0	\$0
26. Technology Regional Data Hubs (Sec. 22m)		Gross	\$3,500,000
<u>Executive</u> and <u>Senate</u> maintain \$3.5 million SAF to support integration of local school data systems into the Michigan Data Hub Network. <u>House</u> eliminates (funding is rolled into a district per-pupil payment under Sec. 22f). <u>Conference</u> provides an additional \$1.5 million one-time SAF for a total of \$5.0 million SAF.	Restricted	3,500,000	1,500,000
	GF/GP	\$0	\$0
27. Dropout Recovery Programs (Sec. 25g)		Gross	\$3,050,000
<u>Executive</u> eliminates \$2.3 million one-time SAF and maintains \$750,000 ongoing SAF for the cost of dropout recovery programs. <u>Senate</u> retains \$2.3 million one-time SAF and maintains \$750,000 ongoing SAF for a total of \$3.0 million SAF. <u>House</u> concurs with Executive. <u>Conference</u> retains \$500,000 of the \$2.3 million one-time SAF and maintains \$750,000 ongoing SAF for a total of \$1.3 million SAF.	Restricted	3,050,000	(\$1,800,000)
	GF/GP	\$0	\$0
28. MI Future Educator Fellowship Program (Sec. 27a)		Gross	\$25,000,000
<u>Executive</u> retains \$10.0 million one-time Educator Fellowship Public Provider Fund for a total of \$25.0 million Gross (\$5.0 million GF/GP) to offset tuition costs for college students earning their initial certification. The intent is to designate the reserve fund appropriation as ongoing into future fiscal years. <u>Senate</u> concurs with Executive, except maintains reserve fund as one-time. <u>House</u> eliminates (\$10.0 million in ongoing SAF funding is rolled into a district per-pupil payment and GF/GP funding is rolled into a nonpublic school payment under Sec. 22f). <u>Conference</u> concurs with Senate.	Restricted	20,000,000	0
	GF/GP	\$5,000,000	\$0

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
29. MI Future Educator Student Teacher Stipend Program (Sec. 27c)		Gross \$50,000,000	\$0
Executive retains \$20.0 million one-time Educator Fellowship Public Provider Fund for a total of \$50.0 million Gross (\$0 GF/GP) for payments to student teachers. The intent is to designate the reserve fund appropriation as ongoing into future fiscal years. Caps the number of semesters an individual may receive payment at two.		Restricted 50,000,000	0
Senate concurs with Executive, except maintains the reserve fund as one-time.		GF/GP \$0	\$0
House eliminates (\$30.0 million in ongoing funding is rolled into a district per-pupil payment under Sec. 22f).			
Conference concurs with Senate.			
30. Michigan Educator Workforce Initiative (Sec. 27g)		Gross \$12,500,000	(\$12,500,000)
Executive eliminates \$12.5 million one-time SAF to provide per-pupil payments to ISDs and consortia of ISDs to partner with a nonprofit to support educator talent initiatives and programs.		Restricted 12,500,000	(12,500,000)
Senate retains \$12.5 million one-time SAF.		GF/GP \$0	\$0
House and Conference concur with Executive.			
31. Student Loan Repayment Program (Sec. 27k)		Gross \$25,000,000	(\$25,000,000)
Executive eliminates \$25.0 million one-time Gross (\$600,000 GF/GP) for districts and ISDs to implement a federal student loan repayment program for employees.		Restricted 24,400,000	(24,400,000)
Senate eliminates one-time SAF but retains and revises \$500,000 one-time GF/GP (a reduction of \$100,000 GF/GP) to be ongoing for MDE to develop an online portal and to administer funding.		GF/GP \$600,000	(\$600,000)
House and Conference concur with Executive.			
32. Talent Together — Grow Your Own (Sec. 27p)		Gross \$12,500,000	(\$12,500,000)
Executive eliminates \$12.5 million one-time SAF to Marquette-Alger RESA for an apprenticeship model grow your own program as a part of a consortium of ISDs.		Restricted 12,500,000	(12,500,000)
Senate retains \$12.5 million one-time SAF.		GF/GP \$0	\$0
House and Conference concur with Executive.			
33. West Michigan Teacher Collaborative (Sec. 27r)		Gross \$7,000,000	(\$7,000,000)
Executive eliminates \$7.0 million one-time SAF for Kent ISD to support the West Michigan Teacher Collaborative and the implementation of a Grow Your Own Program		Restricted 7,000,000	(7,000,000)
Senate retains \$4.5 million one-time SAF (a reduction of \$2.5 million SAF).		GF/GP \$0	\$0
House and Conference concur with Executive.			
34. Enrollment Stabilization (Sec. 29)		Gross \$71,000,000	\$0
Executive and Senate retain \$71.0 million one-time Enrollment Stabilization Fund to offset a portion of the cost of declining enrollment.		Restricted 71,000,000	0
House eliminates one-time funding.		GF/GP \$0	\$0
Conference concurs with Executive and Senate.			
35. School-Based Health Centers (Sec. 31a(7))		Gross \$33,000,000	\$0
Executive maintains \$33.0 million SAF to support primary health care services provided to children and adolescents up to age 21.		Restricted 33,000,000	0
Senate maintains ongoing funding and provides an additional \$7.0 million one-time SAF for a total of \$40.0 million SAF.		GF/GP \$0	\$0
House eliminates (funding is rolled into a district per-pupil payment under Sec. 22f).			
Conference concurs with Executive.			

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
36. Vision, Hearing, and Dental Screenings (Sec. 31a(8))		Gross \$11,650,000	\$0
<u>Executive</u> maintains \$11.7 million Gross (\$1.5 million GF/GP) to provide vision, hearing, and dental screenings. <u>Senate</u> swaps \$1.5 million GF/GP for \$1.5 million SAF to maintain a total of \$11.7 million SAF. <u>House</u> eliminates (SAF funding is rolled into a district per-pupil payment and GF/GP funding is rolled into a nonpublic school payment under Sec. 22f). <u>Conference</u> concurs with Executive.	Restricted	10,150,000	0
	GF/GP	\$1,500,000	\$0
37. School Breakfast (Sec. 31f)		Gross \$16,900,000	\$0
<u>Executive</u> and <u>Senate</u> maintain \$16.9 million SAF to reimburse districts for the cost of providing breakfast. <u>House</u> eliminates (funding is rolled into a district per-pupil payment under Sec. 22f). <u>Conference</u> concurs with Executive and Senate. If funds are insufficient, appropriates the amount necessary from the School Meals Reserve Fund.	Restricted	16,900,000	0
	GF/GP	\$0	\$0
38. Locally Grown Produce in Schools (Sec. 31j)		Gross \$4,500,000	(\$4,500,000)
<u>Executive</u> and <u>Senate</u> maintain \$4.5 million Gross (\$500,000 GF/GP) for a program to purchase locally grown fruits and vegetables for use in school lunches. <u>House</u> eliminates (SAF funding is rolled into a district per-pupil payment and GF/GP funding is rolled into a nonpublic school payment under Sec. 22f). <u>Conference</u> eliminates.	Restricted	4,000,000	(4,000,000)
	GF/GP	\$500,000	(\$500,000)
39. School Mental Health and Support Services (Sec. 31n)		Gross \$107,845,000	\$0
<u>Executive</u> and <u>Senate</u> maintain \$107.8 million Gross (\$1.3 million GF/GP) for behavioral health providers in schools. <u>House</u> eliminates (SAF funding is rolled into an ISD per-pupil payment and GF/GP funding is rolled into a nonpublic school payment under Sec. 22f). <u>Conference</u> concurs with Executive and Senate.	Restricted	106,545,000	0
	GF/GP	\$1,300,000	\$0
40. Great Start Readiness Program (Secs. 32d & 39)		Gross \$628,320,000	\$28,247,600
<u>Executive</u> increases by \$21.1 million SAF and eliminates \$250,000 one-time GF/GP for a total of \$649.1 million Gross (\$350,000 GF/GP) for school readiness preschool programs for 4-year-old children. Revises as follows: - Increases by \$21.1 million SAF to increase the allocations per child by 3.8%, from \$10,185 to \$10,577 for a full-day program; from \$5,093 to \$5,289 for a part-day program; from \$12,222 to \$12,692 for an extended program; and from \$6,111 to \$6,346 for an extended blended program. (See Major Boilerplate Changes for additional formula revisions.) - In addition to an ongoing allocation of \$10.0 million SAF for transportation costs, retains an appropriation of \$18.0 million one-time GSRP Reserve Fund. Expands allowable uses from parent-accompanied transportation to also include parent-provided transportation. - Eliminates \$250,000 one-time GF/GP for a total of \$350,000 ongoing GF/GP for a longitudinal evaluation of GSRP. (See Major Boilerplate Changes for Secs. 32d & 39 below.) <u>Senate</u> increases by \$25.1 million SAF and retains and revises \$250,000 one-time GF/GP to be ongoing for a total of \$653.4 million Gross (\$600,000 GF/GP). Revises as follows:	Restricted	627,720,000	28,497,600
	GF/GP	\$600,000	(\$250,000)

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Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations

40. Great Start Readiness Program (Secs. 32d & 39) (continued)

- Increases by \$25.1 million SAF to increase the allocations per child by 4.2% to \$10,608 for a full-day program; to \$5,304 for a part-day program; to \$12,730 for an extended program; and to \$6,365 for an extended blended program. (See Major Boilerplate Changes for additional formula revisions.)
- Concurs with Executive to retain \$18.0 million one-time GSRP reserve fund and expand allowable modes of transportation.
- Retains and revises \$250,000 one-time GF/GP to be ongoing for a total of \$600,000 GF/GP for a longitudinal evaluation of GSRP.

House reduces by \$40.0 million SAF, revises fund source for \$10.0 million SAF to GSRP Reserve Fund, and concurs with Executive to eliminate \$250,000 one-time GF/GP for a total of \$588.1 million Gross (\$350,000 GF/GP). Revises as follows:

- Reduces by \$40.0 million SAF but maintains current-year allocations per child.
- Retains \$18.0 million one-time GSRP reserve fund and replaces \$10.0 million SAF for transportation with \$10.0 million one-time GSRP reserve fund. Does not concur with Executive and Senate to expand allowable modes of transportation.
- Concurs with Executive to eliminate \$250,000 one-time GF/GP for a longitudinal evaluation.

(See Major Boilerplate Changes for Secs. 32d & 39 below.)

Conference increases by \$28.5 million SAF and concurs with Executive to eliminate \$250,000 one-time GF/GP for a total of \$656.6 million Gross (\$350,000 GF/GP). Revises as follows:

- Increases by \$28.5 million SAF to increase the allocations per child by 4.6% to \$10,650 for a full-day program; to \$5,325 for a part-day program; to \$12,780 for an extended program; and to \$6,390 for an extended blended program. (See Major Boilerplate Changes for additional formula revisions.)
- Concurs with Executive and Senate to retain \$18.0 million one-time GSRP reserve fund and expand allowable modes of transportation.
- Concurs with Executive and House to eliminate \$250,000 one-time GF/GP for a longitudinal evaluation.

41. GSRP Classroom Start-Up Grants (Sec. 32d(29))

Executive and Senate retain \$25.0 million one-time SAF to provide grants to ISDs of up to \$50,000 for each new or expanding GSRP classroom. Add modular classroom units and costs to become a licensed facility as eligible uses.

House eliminates one-time funding.

Conference retains \$10.0 million one-time SAF (a \$15.0 million reduction). Concurs with Executive and Senate on boilerplate change. Adds that grant recipients must demonstrate professional learning in the science of reading.

Gross	\$25,000,000	(\$15,000,000)
Restricted	25,000,000	(15,000,000)
GF/GP	\$0	\$0

42. GSRP Awareness Campaign (Sec. 32d(30))

Executive retains and revises \$2.0 million one-time GF/GP to be ongoing to continue implementing statewide outreach and enrollment campaign activities. Adds that the recipient must also develop a common enrollment and subrecipient agreement form.

Senate concurs with Executive, except retains funding as one-time.

House and Conference eliminate one-time funding.

Gross	\$1,950,000	(\$1,950,000)
Restricted	0	0
GF/GP	\$1,950,000	(\$1,950,000)

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
43. Out of School Time (Sec. 32n)		Gross	\$75,000,000
<u>Executive</u> eliminates \$25.0 million one-time SAF (including \$18.0 million allocation for specific entities) for a total of \$50.0 million ongoing SAF for Clinton County RESA to collaborate with MiLEAP to award competitive grants to CBOs, IHEs, public libraries, local governments, or ISDs for before and after school programs and summer school programs. Allocates \$250,000 to Clinton County RESA for administration.		Restricted	75,000,000
<u>Senate</u> retains \$25.0 million one-time SAF, increases by \$6.5 million one-time SAF, and increases by \$14.5 million ongoing SAF for a total of \$96.0 million SAF (\$64.5 million ongoing and \$31.5 million one-time). Allocates 0.5%, or \$480,000, to Clinton County RESA for administrative costs. Allocates \$1,700 in placeholders to specific entities.		GF/GP	\$0
<u>House</u> eliminates (\$50.0 million in ongoing funding is rolled into a district per-pupil payment under Sec. 22f).			\$0
<u>Conference</u> revises \$50.0 million ongoing SAF to be one-time Pupil Support Fund and increases by \$25.0 million Pupil Support Fund for a total of \$75.0 million one-time School Aid Pupil Support Fund. Allocates the greater of 0.25% or \$250,000 to CCRESA for administration; allocates \$500,000 for program evaluation; and allocates 1.5% for statewide supports. Removes \$18.0 million in allocations for specific entities (See Supplemental Recommendations for FY 2024-25 below)			
44. Early Childhood Block Grants (Sec. 32p)		Gross	\$19,400,000
<u>Executive</u> maintains \$19.4 million SAF for early childhood funding block grants to ISDs and for early childhood programs for children from birth through age 8, but revises as follows: requires local Great Start Collaborative and Family Coalitions to partner with multiple CBOs rather than at least one; caps the amount of funding for home visits a recipient may carry over into the next fiscal year at 25% in FY 2025-26, 20% in FY 2026-27, and 15% beginning in FY 2027-28; and adds requirement that recipients send three interim reports annually to MiLEAP detailing the use of funds.		Restricted	19,400,000
<u>Senate</u> concurs with Executive.		GF/GP	\$0
<u>House</u> eliminates (funding is rolled into an ISD per-pupil payment under Sec. 22f).			(\$19,400,000)
<u>Conference</u> eliminates.			\$0
45. Dolly Parton Imagination Library (Sec. 32p(6))		Gross	\$4,000,000
<u>Executive</u> retains and revises \$4.0 million one-time SAF as ongoing for ISDs to enroll children in literacy programs, including the Dolly Parton Imagination Library and Reach Out and Read Michigan.		Restricted	4,000,000
<u>Senate</u> , <u>House</u> , and <u>Conference</u> eliminate one-time funding.		GF/GP	\$0
			(\$4,000,000)
			\$0
46. Three-Year-Old GSRP Pilot Program (Sec. 32t) – NEW		Gross	\$0
<u>Executive</u> provides \$61.0 million one-time SAF to Clinton County RESA to initiate phase two of a three-year-old preschool pilot program to provide services to children who meet eligibility criteria. Funding is to be distributed over four years. Revises the department administering the section from MDE to MiLEAP. Requires Clinton County RESA to partner with Michigan State University to research outcomes. (This section provided \$18.0 million one-time SAF in FY 2023-24 for distribution over 3 years.)		Restricted	0
<u>Senate</u> provides \$30.0 million one-time SAF and concurs with Executive on boilerplate, except distributes funding over two years instead of four.		GF/GP	\$0
<u>House</u> does not include.			\$25,000,000
<u>Conference</u> provides \$25.0 million one-time SAF and concurs with Senate boilerplate.			\$0

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change	
47. Early Literacy Teacher Coaches (Sec. 35a(4))		Gross	\$42,000,000	\$0
<u>Executive</u> increases by \$3.3 million SAF for a total of \$45.3 million SAF to increase the number of literacy coaches from 336 to 362 and ensure that each ISD receives at least 3 literacy coaches.		Restricted	42,000,000	0
<u>Senate</u> maintains current-year appropriation.		GF/GP	\$0	\$0
<u>House</u> eliminates (funding is rolled into an ISD per-pupil payment under Sec. 22f).				
<u>Conference</u> concurs with Senate. (See Major Boilerplate Changes for Sec. 35a below.)				
48. Early Literacy Added Instructional Time (Sec. 35a(5))		Gross	\$19,900,000	(\$19,900,000)
<u>Executive</u> increases by \$19.9 million SAF for a total of \$39.8 million SAF for districts to provide additional instructional time to pupils in grades Pre-K to 5. Revises funding formula from an equal amount per first grade pupil to an equal amount per third grade pupil who is not proficient in English language arts.		Restricted	19,900,000	(19,900,000)
<u>Senate</u> maintains current-year appropriation but concurs with Executive boilerplate.		GF/GP	\$0	\$0
<u>House</u> eliminates (funding is rolled into a district per-pupil payment under Sec. 22f).				
<u>Conference</u> eliminates.				
49. Literacy Essentials (Sec. 35a(7))		Gross	\$6,000,000	(\$6,000,000)
<u>Executive</u> and <u>Senate</u> maintain \$6.0 million SAF to Gogebic-Ontonagon, in partnership with an association representing ISD administrators, to implement literacy essentials, professional learning, regional lead literacy coaches, principal literacy training, and mathematics instructional coaching.		Restricted	6,000,000	(6,000,000)
<u>House</u> eliminates (funding is rolled into an ISD per-pupil payment under Sec. 22f).		GF/GP	\$0	\$0
<u>Conference</u> eliminates (see Sec. 35m).				
50. Michigan Education Corps (Sec. 35a(8))		Gross	\$5,000,000	(\$5,000,000)
<u>Executive</u> retains and revises \$5.0 million one-time SAF to be ongoing for an ISD or consortium of ISDs to partner with the Michigan Education Corps for the PreK Reading Corps, the K3 Reading Corps, and the Math Corps.		Restricted	5,000,000	(5,000,000)
<u>Senate</u> retains \$5.0 million one-time SAF.		GF/GP	\$0	\$0
<u>House</u> and <u>Conference</u> eliminate one-time funding.				
51. LETRS Professional Learning (Sec. 35a(10))		Gross	\$10,000,000	\$0
<u>Executive</u> retains and revises \$10.0 million one-time SAF to be ongoing for LETRS professional learning for PreK to grade 3 teachers, administrators, and literacy coaches. Awards funding directly to an ISD identified by the department.		Restricted	10,000,000	0
<u>Senate</u> retains \$10.0 million one-time SAF and concurs with Executive boilerplate.		GF/GP	\$0	\$0
<u>House</u> eliminates one-time funding.				
<u>Conference</u> concurs with Senate. (See Major Boilerplate Changes for Sec. 35a below.)				
52. Orton-Gillingham (Sec. 35d)		Gross	\$1,000,000	(\$1,000,000)
<u>Executive</u> eliminates \$1.0 million one-time SAF for grants to districts and ISDs to purchase trainings from an eligible teacher training program for children with dyslexia.		Restricted	1,000,000	(1,000,000)
<u>Senate</u> retains one-time funding and increases by \$1.5 million one-time SAF for a total of \$2.5 million one-time SAF.		GF/GP	\$0	\$0
<u>House</u> and <u>Conference</u> concur with Executive.				

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
53. School Libraries (Sec. 35e) – NEW		Gross	\$0
<u>Executive</u> does not include.		Restricted	0
<u>Senate</u> provides \$14.0 million one-time SAF for per-pupil payments to districts to support school libraries. Also provides \$1.0 million one-time SAF to Wayne State University to convene a committee to study Michigan's public school library programs.		GF/GP	\$0
<u>House</u> does not include.			
<u>Conference</u> provides \$250,000 one-time SAF to Wayne State University to study Michigan's public school library system.			\$250,000
54. Chaldean Community Foundation (Sec. 35f) – NEW		Gross	\$0
<u>Executive</u> does not include.		Restricted	0
<u>Senate</u> provides \$1.5 million one-time SAF for Macomb ISD to partner with the Chaldean Community Foundation to expand early childhood learning opportunities, increase graduation rates for new Americans, and assist with diploma acquisition, skills training, and postsecondary education.		GF/GP	\$0
<u>House</u> and <u>Conference</u> do not include.			
55. Literacy Supports (Sec. 35m)		Gross	\$87,000,000
<u>Executive</u> eliminates \$87.0 million one-time SAF for districts and ISDs to improve literacy outcomes.		Restricted	87,000,000
<u>Senate</u> retains \$74.2 million one-time SAF (reduction of \$12.8 million SAF).		GF/GP	\$0
<u>House</u> concurs with Executive.			
<u>Conference</u> retains \$70.0 million one-time SAF (reduction of \$17.0 million SAF). Allocates \$4.0 million SAF to Gogebic-Ontonagon ISD for literacy essentials, professional learning, regional lead literacy coaches, and principals literacy training. Allocates \$1.6 million SAF for the MiMTSS Technical Assistance Center.			(\$17,000,000)
56. Federal Grants (Sec. 39a)		Gross	\$815,200,000
<u>Executive</u> and <u>Senate</u> increase federal grants under the Every Student Succeeds Act (ESSA) by \$70.0 million, increase other federal grants by \$6.2 million, and transfer \$300,000 from the Preschool Development Funds grants to the MiLEAP budget for program administration, a net increase of \$75.9 million for a total of \$891.1 million.		Federal	815,200,000
<u>House</u> concurs with Executive and Senate, except does not transfer funds to MiLEAP budget.		Restricted	0
<u>Conference</u> concurs with Executive and Senate.		GF/GP	\$0
57. English Language Learner Grants (Sec. 41)		Gross	\$50,186,100
<u>Executive</u> increases by \$2.1 million SAF (4.2% increase, similar to the 4.1% proposed increase in the foundation allowance) for a total of \$50.2 million SAF for services for English language learners (ELLs).		Restricted	50,186,100
<u>Senate</u> increases by \$12.5 million SAF (25% increase) for a total of \$62.7 million SAF. Allows funding to be used for software to assist learning.		GF/GP	\$0
<u>House</u> eliminates (funding is rolled into a district per-pupil payment under Sec. 22f).			
<u>Conference</u> concurs with Senate.			
58. Immigrant Support Services (Sec. 41b)		Gross	\$1,000,000
<u>Executive</u> eliminates \$1.0 million one-time SAF for KEYS Grace Academy to partner with Kalasho Education and Youth Services to provide education support services to immigrants.		Restricted	1,000,000
<u>Senate</u> retains \$1.0 million one-time SAF and increases by \$500,000 one-time SAF for a total of \$1.5 million one-time SAF.		GF/GP	\$0
<u>House</u> and <u>Conference</u> concur with Executive.			

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change	
59. MITTIN Special Education Curricular Resources (Sec. 51g)		Gross	\$3,000,000	\$0
<u>Executive</u> and <u>Senate</u> maintain \$3.0 million GF/GP for an association for administrators of special education to develop content for special education students and teachers.		Restricted	0	0
<u>House</u> eliminates (funding is rolled into a nonpublic school payment under Sec. 22f).		GF/GP	\$3,000,000	\$0
<u>Conference</u> concurs with Executive and Senate.				
60. MiMTSS Technical Assistance Center (Sec. 54b)		Gross	\$1,600,000	(\$1,600,000)
<u>Executive</u> and <u>Senate</u> maintain \$1.6 million GF/GP to expand the implementation of a Multi-Tiered System of Supports (MTSS) using the MiMTSS Technical Center.		Restricted	0	0
<u>House</u> eliminates (funding is rolled into a nonpublic school payment under Sec. 22f).		GF/GP	\$1,600,000	(\$1,600,000)
<u>Conference</u> eliminates (see Sec. 35m).				
61. Early On (Sec. 54d)		Gross	\$23,670,700	\$0
<u>Executive</u> increases by \$4.7 million SAF (20% increase) for a total of \$28.4 million SAF for grants to ISDs to provide Early On services for children birth to age 3.		Restricted	23,670,700	0
<u>Senate</u> increases by \$994,200 SAF (4.2% increase, which is in line with the proposed foundation increase) for a total of \$24.7 million SAF.		GF/GP	\$0	\$0
<u>House</u> and <u>Conference</u> maintain current-year appropriation.				
62. Career and Technical Education (CTE) (Sec. 61a)		Gross	\$39,899,800	\$1,834,000
<u>Executive</u> increases by \$1.7 million SAF (4.3% increase, similar to the 4.1% proposed increase in the foundation allowance) for a total of \$41.6 million SAF for reimbursements to districts and ISDs for vocational education programs.		Restricted	39,899,800	1,834,000
<u>Senate</u> increases by \$1.7 million SAF (4.2% increase, which is in line with the proposed foundation increase) for a total of \$41.6 million SAF.		GF/GP	\$0	\$0
<u>House</u> eliminates (funding is rolled into a district per-pupil payment under Sec. 22f).				
<u>Conference</u> increases by \$1.8 million SAF (4.6% increase, which is in line with the proposed foundation increase) for a total of \$41.7 million SAF.				
63. CTE Early/Middle College & Dual Enrollment (Sec. 61b)		Gross	\$8,000,000	\$368,000
<u>Executive</u> increases by \$400,000 SAF (5.0% increase) for a total of \$8.4 million SAF for CTE early middle college and CTE dual enrollment programs and for planning grants for the development or expansion of CTE early middle college programs. Adds that if proration is required, it must only apply to dual enrollment programs.		Restricted	8,000,000	368,000
<u>Senate</u> increases by \$336,000 SAF (4.2% increase, which is in line with the proposed foundation allowance) for a total of \$8.3 million SAF. Concurs with Executive boilerplate.		GF/GP	\$0	\$0
<u>House</u> eliminates (funding is rolled into an ISD per-pupil payment under Sec. 22f).				
<u>Conference</u> increases by \$368,000 (4.6% increase, which is in line with the proposed foundation allowance) for a total of \$8.4 million SAF. Concurs with Executive and Senate boilerplate.				
64. CTE Equipment Grants (Sec. 61c) – NEW		Gross	\$0	\$0
<u>Executive</u> provides \$20.0 million one-time SAF for career education planning districts (CEPDs) for which at least 50% of the area served is in an ISD that does not levy a vocational education millage. If funding remains, a second round of grants may be awarded to CEPDs that were not eligible in the first round.		Restricted	0	0
<u>Senate</u> , <u>House</u> , and <u>Conference</u> do not include.		GF/GP	\$0	\$0

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change	
65. CTE Incentive Payment (Sec. 61d)		Gross	\$5,304,300	\$8,095,700
<u>Executive</u> increases by \$250,000 SAF (4.7% increase) for a total of \$5.6 million SAF for per-pupil payments for pupils in CTE programs. Increases payment per CTE pupil from \$35 to \$37.		Restricted	5,304,300	8,095,700
<u>Senate</u> increases by \$35.2 million SAF (\$35.0 million one-time) for a total of \$40.5 million SAF. Increases payment per CTE pupil from \$35 to \$284.		GF/GP	\$0	\$0
<u>House</u> eliminates (funding is rolled into a district per-pupil payment under Sec. 22f).				
<u>Conference</u> eliminates ongoing funding and provides \$13.4 million one-time SAF. Increases payment per CTE pupil from \$35 to \$88.				
66. Huron Downriver CTE Consortium (Sec. 61j) – NEW		Gross	\$0	\$0
<u>Executive</u> does not include.		Restricted	0	0
<u>Senate</u> provides a \$100 SAF placeholder to support the Downriver Career and Technical Education Consortium. (This section previously appropriated \$10.7 million one-time SAF in FY 2023-24.)		GF/GP	\$0	\$0
<u>House</u> and <u>Conference</u> do not include (See Supplemental Recommendations for FY 2024-25 below).				
67. Vocational Education Millage Equalization (Sec. 62)		Gross	\$9,190,000	\$0
<u>Executive</u> and <u>Senate</u> maintain \$9.2 million SAF for ISDs to guarantee a minimum level of revenue per pupil for each vocational mill levied.		Restricted	9,190,000	0
<u>House</u> eliminates (funding is rolled into an ISD per-pupil payment under Sec. 22f).		GF/GP	\$0	\$0
<u>Conference</u> concurs with Executive and Senate.				
68. Detroit Area PreCollege Engineering Program (Sec. 65)		Gross	\$900,000	\$0
<u>Executive</u> and <u>Senate</u> maintain \$900,000 SAF for the Detroit Area PreCollege Engineering Program (DAPCEP).		Restricted	900,000	0
<u>House</u> eliminates (funding is rolled into an ISD per-pupil payment under Sec. 22f).		GF/GP	\$0	\$0
<u>Conference</u> revises \$900,000 ongoing SAF to be \$900,000 one-time School Aid Pupil Support Fund.				
69. College & Career Preparation (Sec. 67)		Gross	\$4,000,000	(\$1,000,000)
<u>Executive</u> retains \$1.0 million one-time GF/GP and maintains \$3.0 million ongoing GF/GP for a total of \$4.0 million GF/GP for the College Access Program administered in collaboration with the Michigan College Access Network (MCAN).		Restricted	0	0
<u>Senate</u> retains and revises \$1.0 million one-time GF/GP to be ongoing for a total of \$4.0 million ongoing GF/GP.		GF/GP	\$4,000,000	(\$1,000,000)
<u>House</u> eliminates (\$3.0 million in ongoing funding is rolled into a nonpublic school payment under Sec. 22f).				
<u>Conference</u> eliminates \$1.0 million one-time GF/GP and maintains \$3.0 million ongoing GF/GP for a total of \$3.0 million GF/GP.				
70. MITES (Sec. 67a)		Gross	\$50,000	(\$50,000)
<u>Executive</u> eliminates \$50,000 one-time GF/GP for the Michigan Industrial Technology Education Society to provide industrial and technological education and workforce preparation.		Restricted	0	0
<u>Senate</u> retains \$100 one-time GF/GP as a placeholder.		GF/GP	\$50,000	(\$50,000)
<u>House</u> and <u>Conference</u> concur with Executive.				
71. ProStart/HTM Hospitality and Tourism CTE Grants (Sec. 67d)		Gross	\$1,000,000	(\$1,000,000)
<u>Executive</u> eliminates \$1,000,000 one-time GF/GP for a nonprofit organization to teach restaurant management, culinary arts or hospitality, and tourism management.		Restricted	0	0
<u>Senate</u> retains \$100 one-time GF/GP as a placeholder.		GF/GP	\$1,000,000	(\$1,000,000)
<u>House</u> and <u>Conference</u> concur with Executive.				

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change	
72. FAFSA Completion Challenge (Sec. 67f)		Gross	\$10,000,000	\$0
<u>Executive</u> and <u>Senate</u> retain and revise \$10.0 million one-time SAF to be ongoing for equal payments per 12 th grade student to districts that require all students to take the FAFSA. <u>House</u> eliminates one-time funding. <u>Conference</u> retains \$10.0 million but revises fund source to one-time School Aid Pupil Support Fund.	Restricted	10,000,000	0	
	GF/GP	\$0	\$0	
73. Nature Awaits Transportation (Sec. 74d) – NEW		Gross	\$0	\$0
<u>Executive</u> provides \$1.8 million SAF for payments to districts and ISDs for student transportation costs associated with the Department of Natural Resources’ (DNR’s) Nature Awaits program, which provides experiential field trips to state parks. Requires the DNR to determine eligibility and payment amounts. <u>Senate</u> , <u>House</u> , and <u>Conference</u> do not include.	Restricted	0	0	
	GF/GP	\$0	\$0	
74. ISD General Operations (Sec. 81)		Gross	\$79,424,700	\$3,733,000
<u>Executive</u> increases by \$3.2 million SAF for a total of \$82.7 million SAF for payments to ISDs for general operations. Provides each ISD with 104.1% of its FY 2024-25 funding. <u>Senate</u> increases by \$3.3 million SAF for a total of \$82.8 million SAF. Provides each ISD with 104.2% of its FY 2024-25 funding. <u>House</u> maintains current-year appropriation. Adds that districts must include constituent districts, including PSAs, in ISD-wide meetings and activities. <u>Conference</u> increases by \$3.7 million SAF for a total of \$83.2 million SAF. Provides each ISD with 104.7% of its FY 2024-25 funding. Concurs with House boilerplate change.	Restricted	79,424,700	3,733,000	
	GF/GP	\$0	\$0	
75. AP/IB/CLEP Incentive Program (Sec. 94)		Gross	\$1,200,000	\$1,400,000
<u>Executive</u> increases by \$1.0 million GF/GP for a total of \$2.2 million GF/GP to pay all or part of Advanced Placement (AP), International Baccalaureate (IB), and College-Level Examination Program (CLEP) fees for students, prioritizing those with low family income status. <u>Senate</u> increases by \$1.4 million GF/GP for a total of \$2.6 million GF/GP. <u>House</u> eliminates (funding is rolled into a nonpublic school payment under Sec. 22f). <u>Conference</u> provides an additional \$1.4 million one-time GF/GP for a total of \$2.6 million GF/GP (\$1.4 million one-time).	Restricted	0	0	
	GF/GP	\$1,200,000	\$1,400,000	
76. Center for Educational Performance and Information (Sec. 94a)		Gross	\$19,412,700	\$2,000,000
<u>Executive</u> increases by \$3.3 million Gross (\$1.3 million GF/GP) for a total of \$22.7 million Gross (\$20.5 million GF/GP) for the Center for Educational Performance and Information (CEPI) to collect education data required by law, maintain the P-20 longitudinal data system, and maintain the MI School Data web portal. Allocates \$1.3 million GF/GP for strategic planning to streamline and modernize required data collections across all platforms. (See item #106 for Economic Adjustments below, which reflects an additional increase of \$145,500 GF/GP for CEPI, for a total of \$22.8 million Gross (\$20.6 million GF/GP).) <u>Senate</u> increases by \$2.0 million Federal for a total of \$21.4 million Gross (\$19.4 million GF/GP). Concurs with Executive allocation. (See item #106 for Economic Adjustments below, which reflects an additional increase of \$145,500 GF/GP for CEPI, for a total of \$21.6 million Gross (\$19.4 million GF/GP).) <u>House</u> increases by \$2.0 million Federal for a total of \$21.4 million Gross (\$19.2 million GF/GP). Does not include Executive and Senate allocation. (Does not include economic adjustments.) <u>Conference</u> concurs with Senate, except does not include Executive allocation.	Federal	193,500	2,000,000	
	Restricted	0	0	
	GF/GP	\$19,219,200	\$0	

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change	
77. Special Education Personnel Task Force (Sec. 94d)		Gross	\$1,000,000	(\$1,000,000)
<u>Executive</u> eliminates \$1.0 million one-time GF/GP for a task force to develop a multi-year plan to attract, prepare, and retain qualified personnel for children with disabilities. <u>Senate</u> retains \$100 one-time GF/GP as a placeholder. <u>House</u> and <u>Conference</u> concur with <u>Executive</u> .	Restricted	0	0	
	GF/GP	\$1,000,000	(\$1,000,000)	
78. Michigan Education Research Institute (Sec. 94e)		Gross	\$1,000,000	\$0
<u>Executive</u> retains and revises \$1.0 million one-time SAF to be ongoing for the Michigan Education Research Institute (MERI) to collaborate with MDE, MiLEAP, and CEPI to maintain a research ready dataset and conduct education-related research. <u>Senate</u> and <u>House</u> eliminate \$1.0 million one-time SAF. <u>Conference</u> retains \$1.0 million one-time SAF.	Restricted	1,000,000	0	
	GF/GP	\$0	\$0	
79. EVAAS (Sec. 95b)		Gross	\$0	\$0
<u>Executive</u> and <u>Senate</u> do not include. <u>House</u> provides \$2.0 million one-time GF/GP for a model value-added growth and projection analytics system. <u>Conference</u> concurs with <u>Executive</u> and <u>Senate</u> .	Restricted	0	0	
	GF/GP	\$0	\$0	
80. Navigate 360 (Sec. 97a)		Gross	\$500,000	(\$500,000)
<u>Executive</u> eliminates \$500,000 one-time GF/GP for MVU to support Navigate 360, including the MichiganCares, PBIS Rewards, and Intervention programs. <u>Senate</u> retains \$100 one-time GF/GP as a placeholder and revises recipient from MVU to Marquette-Alger RESA. <u>House</u> concurs with <u>Executive</u> . <u>Conference</u> concurs with <u>Executive</u> and <u>House</u> .	Restricted	0	0	
	GF/GP	\$500,000	(\$500,000)	
81. Student Advocacy Hotline (Sec. 97k)		Gross	\$100,000	(\$100,000)
<u>Executive</u> eliminates \$100,000 one-time SAF for the Student Advocacy Center of Michigan’s statewide helpline for families in educational crisis. <u>Senate</u> retains \$100 one-time SAF as a placeholder. <u>House</u> concurs with <u>Executive</u> . <u>Conference</u> concurs with <u>Executive</u> and <u>House</u> .	Restricted	100,000	(100,000)	
	GF/GP	\$0	\$0	
82. Community Violence Intervention Grants (Sec. 97n) – NEW		Gross	\$0	\$10,000,000
<u>Executive</u> does not include. <u>Senate</u> provides \$20.2 million Gross (\$150,000 GF/GP) for competitive grants to implement a plan to reduce or prevent youth violence. Allocates \$150,000 GF/GP for administration costs. <u>House</u> does not include. <u>Conference</u> provides \$10.0 million one-time SAF. Concurs with <u>Senate</u> , except does not include administrative allocation.	Restricted	0	10,000,000	
	GF/GP	\$0	\$0	
83. Michigan Virtual University (Sec. 98)		Gross	\$9,800,000	\$0
<u>Executive</u> retains \$1.8 million one-time GF/GP and maintains \$8.0 million ongoing GF/GP for a total of \$9.8 million GF/GP for Michigan Virtual University. Removes \$500,000 caps on allocations for expanding new professional development programs and operating a statewide research laboratory. Revises the goal of reaching 60% of residents with high-quality degrees from 2025 to 2030. <u>Senate</u> and <u>House</u> eliminate \$1.8 million one-time GF/GP and maintain \$8.0 million ongoing GF/GP; concur with <u>Executive</u> boilerplate. <u>Conference</u> retains and revises \$1.8 million one-time GF/GP to be ongoing and maintains \$8.0 million ongoing GF/GP for a total of \$9.8 million GF/GP. Concurs with <u>Executive</u> boilerplate.	Restricted	0	0	
	GF/GP	\$9,800,000	\$0	

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change	
84. Michigan Learning Channel (Sec. 98d)		Gross	\$3,000,000	(\$3,000,000)
<u>Executive</u> eliminates \$3.0 million one-time SAF for Northern Michigan University to support the Michigan Learning Channel.		Restricted	3,000,000	(3,000,000)
<u>Senate</u> retains \$3.0 million one-time SAF.		GF/GP	\$0	\$0
<u>House</u> and <u>Conference</u> concur with Executive.				
85. One-Time Grants (Sec. 99)		Gross	\$32,250,000	(\$32,250,000)
<u>Executive</u> eliminates \$32.3 million one-time Gross (\$12.1 million GF/GP) for one-time grants.		Restricted	20,200,000	(20,200,000)
<u>Senate</u> eliminates prior year funding, but provides an additional \$1,200 one-time SAF for \$100 placeholders for the following purposes:		GF/GP	\$12,050,000	(\$12,050,000)
• Roseville Community Schools Dust Collection System • Roseville Community Schools Science Facilities • Fraser Public Schools Backup Generators • Livonia Public Schools Thrive Track – Healthy Living Skills for Independence Program • Clemens School District Planetarium and Track • Grosse Pointe Public Schools Technology • Arab Community Center for Economic and Social Services • Wayne County Coalition for Future Aviation and Aeronautics Professionals CTE Program • Littera High-Impact Tutoring • Lansing Public School District Infrastructure and Mentoring • MI Student Voice Perception Survey • Launch Michigan K12 Michigan Education Guarantee				
<u>House</u> and <u>Conference</u> concurs with Executive (See Supplemental Recommendations for FY 2024-25 below for additional Conference appropriations).				
86. Playworks (Sec. 99c)		Gross	\$1,000,000	(\$1,000,000)
<u>Executive</u> eliminates \$1.0 million one-time GF/GP for a nonprofit (Playworks) to provide low-income schools with year-round support and conduct professional workshops for schools and youth organizations.		Restricted	0	0
<u>Senate</u> retains \$100 one-time GF/GP as a placeholder.		GF/GP	\$1,000,000	(\$1,000,000)
<u>House</u> and <u>Conference</u> concur with Executive.				
87. FIRST Robotics (Sec. 99h)		Gross	\$5,323,200	\$276,800
<u>Executive</u> eliminates \$600,000 GF/GP allocation for nonpublic schools and maintains \$4.7 million SAF for competitive grants to districts and ISDs for robotics competition programs.		Restricted	4,723,200	876,800
<u>Senate</u> increases by \$1.5 million SAF and concurs with Executive to eliminate \$600,000 GF/GP for nonpublic schools for a total of \$6.3 million SAF.		GF/GP	\$600,000	(\$600,000)
<u>House</u> eliminates (SAF funding is rolled into a district per-pupil payment and GF/GP is rolled into a nonpublic school payment under Sec. 22f).				
<u>Conference</u> increases by \$276,800 one-time School Aid Pupil Support Fund and revises \$5.3 million ongoing Gross (\$600,000 GF/GP) to be \$4.7 million one-time School Aid Pupil Support Fund and \$600,000 one-time General Pupil Support Fund for a total of \$5.6 million Gross (\$0 GF/GP). Maintains nonpublic schools as eligible recipients.				
88. Women in Technology (Sec. 99i)		Gross	\$250,000	(\$250,000)
<u>Executive</u> eliminates \$250,000 one-time GF/GP for the Michigan Council of Women in Technology to support the girls exploring together information technology clubs for middle and high school girls.		Restricted	0	0
<u>Senate</u> retains \$100 one-time GF/GP as a placeholder.		GF/GP	\$250,000	(\$250,000)
<u>House</u> and <u>Conference</u> concur with Executive.				

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change
89. Driver's Training Startup Grants (Sec. 99o) – NEW		Gross	\$0
<u>Executive</u> does not include.		Restricted	0
<u>Senate</u> provides \$4.5 million one-time SAF for grants to districts and		GF/GP	\$0
ISDs for new school-based driver's training programs.			
<u>House</u> and <u>Conference</u> do not include.			
90. Debate and Forensics Grants (Sec. 99p) – NEW		Gross	\$0
<u>Executive</u> does not include.		Restricted	0
<u>Senate</u> provides \$3.0 million one-time SAF for grants to districts and		GF/GP	\$0
ISDs that provide debate or forensic events. Requires a 25% match.			
<u>House</u> and <u>Conference</u> do not include.			
91. Civics Education (Sec. 99q) – NEW		Gross	\$0
<u>Executive</u> does not include.		Restricted	0
<u>Senate</u> provides \$5.0 million one-time SAF for grants to districts and		GF/GP	\$0
ISDs to improve civics education in schools and for professional			
development for educators to improve civics education.			
<u>House</u> and <u>Conference</u> do not include.			
92. MiSTEM Grants (Sec. 99s)		Gross	\$7,634,300
<u>Executive</u> increases by \$320,000 SAF (4.2% increase, similar to the		Restricted	7,634,300
4.1% proposed increase in the foundation allowance) for a total of \$8.0		GF/GP	\$0
million SAF for STEM programs. Applies the increase to the base			
operations funding for MiSTEM network regions, from \$200,000 to			
\$220,000 for each region.			
<u>Senate</u> maintains current-year appropriation.			
<u>House</u> eliminates (funding is rolled into an ISD per-pupil payment under			
Sec. 22f).			
<u>Conference</u> eliminates.			
93. Teach For America (Sec. 99x)		Gross	\$3,000,000
<u>Executive</u> eliminates \$3.0 million one-time SAF for Kentwood Public		Restricted	3,000,000
Schools to support Teach For America's statewide TeachMichigan		GF/GP	\$0
initiative.			
<u>Senate</u> eliminates one-time SAF and provides an additional \$40.0 million			
one-time Educator Fellowship Public Provider Fund. Requires the			
program to begin new cohorts in 2025 and 2026 and reach at least 400			
educators in total.			
<u>House</u> and <u>Conference</u> concur with Executive.			
94. Project SEARCH (Sec. 99aa)		Gross	\$1,000,000
<u>Executive</u> eliminates \$1.0 million one-time SAF for an ISD to partner with		Restricted	1,000,000
Project SEARCH to provide opportunities for high school students with		GF/GP	\$0
disabilities to train for, gain, and maintain competitive employment.			
<u>Senate</u> retains \$100 one-time SAF as a placeholder.			
<u>House</u> and <u>Conference</u> concur with Executive.			
95. Hispanic Collaborative (Sec. 99ee)		Gross	\$2,000,000
<u>Executive</u> eliminates \$2.0 million one-time SAF for Wayne RESA to		Restricted	2,000,000
partner with a nonprofit that helps Hispanic students graduate from		GF/GP	\$0
college.			
<u>Senate</u> retains \$2.0 million one-time SAF and increases by \$500,000			
one-time SAF for a total of \$2.5 million one-time SAF.			
<u>House</u> and <u>Conference</u> concur with Executive.			

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change	
96. Junior Achievement (Sec. 99ff)		Gross	\$1,900,000	(\$1,900,000)
<u>Executive</u> eliminates \$1.9 million one-time SAF for Wayne RESA to partner with Junior Achievement to create curricula, educational programs, and professional development for the personal financial education graduation requirement.		Restricted	1,900,000	(1,900,000)
<u>Senate</u> retains \$1.9 million one-time SAF and increases by \$100,000 one-time SAF for a total of \$2.0 million one-time SAF.		GF/GP	\$0	\$0
<u>House</u> and <u>Conference</u> concur with Executive.				
97. City Year Detroit (Sec. 99hh)		Gross	\$3,000,000	(\$3,000,000)
<u>Executive</u> eliminates \$3.0 million one-time SAF for Wayne RESA to partner with City Year Detroit to support student success coach AmeriCorps service members to provide academic interventions in mathematics and English language arts and social emotional support.		Restricted	3,000,000	(3,000,000)
<u>Senate</u> retains \$3.0 million one-time SAF.		GF/GP	\$0	\$0
<u>House</u> and <u>Conference</u> concur with Executive.				
98. Wayne-Westland Driver’s Training Program (Sec. 99ii) – NEW		Gross	\$0	\$0
<u>Executive</u> does not include. (This section previously appropriated \$250,000 SAF in FY 2023-24.)		Restricted	0	0
<u>Senate</u> provides a \$100 one-time SAF placeholder for Wayne-Westland Community School District to run a pilot program for eligible students to attend driver training programs.		GF/GP	\$0	\$0
<u>House</u> and <u>Conference</u> do not include.				
99. Dearborn Driver’s Training Program (Sec. 99jj) – NEW		Gross	\$0	\$0
<u>Executive</u> does not include. (This section previously appropriated \$250,000 SAF in FY 2023-24.)		Restricted	0	0
<u>Senate</u> provides a \$100 one-time SAF placeholder for Dearborn City School District to run a pilot program for eligible students to attend driver training programs.		GF/GP	\$0	\$0
<u>House</u> and <u>Conference</u> do not include.				
100. State Assessments (Sec. 104)		Gross	\$45,509,400	\$0
<u>Executive</u> and <u>Senate</u> maintain \$45.5 million Gross (\$0 GF/GP) for costs associated with state student assessment requirements.		Federal	8,000,000	0
<u>House</u> eliminates \$37.5 million SAF (funding is rolled into a district per-pupil payment under Sec. 22f) and maintains \$8.0 million Federal.		Restricted	37,509,400	0
<u>Conference</u> concurs with Executive and Senate.		GF/GP	\$0	\$0
101. Benchmark Assessments (Sec. 104h)		Gross	\$11,500,000	\$0
<u>Executive</u> and <u>Senate</u> maintain \$11.5 million SAF for districts to implement a benchmark assessment system.		Restricted	11,500,000	0
<u>House</u> eliminates (funding is rolled into a district per-pupil payment under Sec. 22f).		GF/GP	\$0	\$0
<u>Conference</u> concurs with Executive and Senate.				
102. Adult Education (Sec. 107)		Gross	\$40,500,000	(\$7,586,400)
<u>Executive</u> maintains \$40.5 million SAF for adult education programs provided by a district, ISD, or consortium of districts or ISDs.		Restricted	40,500,000	(7,586,400)
<u>Senate</u> concurs with Executive, and expands list of eligible adult education providers to include private providers.		GF/GP	\$0	\$0
<u>House</u> eliminates (funding is rolled into an ISD per-pupil payment under Sec. 22f).				
<u>Conference</u> reduces by \$7.6 million SAF for a total of \$32.9 million SAF.				
103. Nonpublic School Reimbursement (Sec. 152b)		Gross	\$1,000,000	\$0
<u>Executive</u> and <u>Senate</u> eliminate \$1.0 million GF/GP for reimbursements to nonpublic schools for the cost of complying with health, safety, or welfare requirements.		Restricted	0	0
<u>House</u> and <u>Conference</u> maintain current-year appropriation.		GF/GP	\$1,000,000	\$0

Major Budget Changes From FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 YTD (as of 2/5/25)	FY 2025-26 Conference Change	
104. Removal of FY 2024-25 One-Time Appropriations		Gross	\$88,500,000	(\$88,500,000)
<u>Executive</u> , <u>Senate</u> , <u>House</u> , and <u>Conference</u> eliminate \$88.5 million		Restricted	82,750,000	(82,750,000)
Gross (including the removal of \$5.8 million GF/GP) of one-time funding that was included in the FY 2024-25 budget to support the following:		GF/GP	\$5,750,000	(\$5,750,000)
• Sec. 22e – Charter School Per-Pupil Payment (\$57.0 million SAF) • Sec. 25/ – Early Warning Intervention System (\$5.0 million SAF) • Sec. 27f – Michigan Education Justice Coalition (\$4.0 million SAF) • Sec. 27o – Learner Wallet (\$2.0 million GF/GP) • Sec. 27s – Black Male Educators Alliance (\$2.5 million SAF) • Sec. 31g – Student Wellness Software Pilot (\$1.3 million SAF) • Sec. 35n – READ Innovation Competition (\$10.0 million SAF) • Sec. 51h – Special Education Study (\$500,000 GF/GP) • Sec. 55 – Conductive Learning (\$500,000 SAF) • Sec. 67b – PRIME (\$1.0 million GF/GP) • Sec. 97h – School Safety Tip Line (\$1.0 million SAF) • Sec. 97j – Raptor Technologies (\$250,000 GF/GP) • Sec. 97m – 42 Strong (\$1.0 million GF/GP) • Sec. 99b – Computer Science Professional Learning (\$500,000 SAF) • Sec. 99g – Helping Women Period Pilot (\$1.0 million SAF) • Sec. 99t – Math Nation (\$1.0 million GF/GP)				
105. Other Cost Adjustments		Gross	\$986,737,400	\$20,065,000
<u>Executive</u> , <u>Senate</u> , <u>House</u> , and <u>Conference</u> revise the following to reflect updated cost estimates:		Federal	916,400,000	7,000,000
		Restricted	70,337,400	13,065,000
		GF/GP	\$0	\$0
• Sec. 11m – Increases cash flow borrowing by \$4.0 million SAF for a total of \$5.0 million SAF. • Sec. 26b – Increases payment in lieu of taxes (PILT) by \$265,000 SAF for a total of \$5.5 million SAF. • Sec. 26c – Increases required funds for districts and ISDs with an approved Promise Zone development plan by \$8.8 million SAF for a total of \$43.3 million SAF. • Sec. 31d – Increases federal funding for school lunch programs by \$7.0 million for a total of \$953.0 million Gross (\$0 GF/GP). Conference also appropriates the amount necessary from the School Meals Reserve Fund if fund are insufficient.				
106. Economic Adjustments		Gross	NA	\$181,900
<u>Executive</u> and <u>Senate</u> reflect increased costs of \$181,900		Restricted	NA	36,400
Gross (\$145,500 GF/GP) for negotiated salary and wage increases (3.0% on October 1, 2025), actuarially required retirement contributions, worker’s compensation, building occupancy charges, rent, and other economic adjustments.		GF/GP	NA	\$145,500
<u>House</u> does not include.				
Conference concurs with Executive and Senate.				

Major Boilerplate Changes from FY 2024-25

Sec. 6. Pupil Membership Definitions – REVISED

Executive removes the sunset for a provision that previously (through the 2023-24 school year) allowed instruction by a noncertificated, nonendorsed teacher engaged to teach under Sec. 1233b of the Revised School Code. Executive has stated that the intent was to instead remove the provision altogether. Senate concurs with Executive intent. House and Conference extend sunset through the 2025-2026 school year.

House and Conference add that a pupil in a dropout recovery program may be counted in membership based on the pupil's number of completed courses (each course equivalent to 1/12 of an FTE) rather than the number of months the pupil is enrolled in the program.

House strikes caps on the number of pupils that may be enrolled under Sec. 166b (Shared Time Instruction for Nonpublic or Home School Pupils). (For a district with at least 5% of pupils under Sec. 166b, current law caps growth at 10%; for all other districts, the cap is the greater of 5% of all pupils or 10% growth.) Conference maintains current law.

Sec. 11x. Consolidation Study – RETAINED

Senate revises FY 2022-23 appropriation to allocate \$1.2 million SAF to Launch Michigan to conduct statewide consolidation and efficiency studies. House and Conference maintain current law.

Sec. 12d. Rightsizing Grants – RETAINED

Senate revises FY 2023-24 allocation of \$4.0 million SAF to Taylor School District for a new high school by adding “or for other infrastructure purposes.” House maintains current law. Conference concurs with Senate, but lapses and re-appropriates the allocation to support the additional allowable use.

Sec. 16. Prohibitions Related to Race, DEI, and Gender – NOT INCLUDED

House provides a penalty equal to 20% of the district's Sec. 22b (Discretionary Portion of the Foundation Allowance) allocation if the district does any of the following: uses a curriculum that includes race or gender stereotyping; uses state funding for DEI initiatives; allows transgender girls to participate in girls' sports; or provides multistall unisex bathrooms. Conference does not include.

Sec. 16. Targeted Interventions Requirement – NOT INCLUDED

Executive requires 10% of the Sec. 22b (Discretionary Portion of the Foundation Allowance) and Sec. 31a (At-Risk) dollars tied to pupils in “support category buildings” to be spent on targeted student interventions and supports as described in Sec. 16a. Requires funding to supplement, not supplant, per-student funding in support category buildings in the prior year. Requires reporting to the Michigan School Turnaround Hub and to parents and legal guardians. Senate, House, and Conference do not include.

Sec. 16a. Targeted Interventions Tutoring Programs – NOT INCLUDED

Executive defines targeted student interventions and supports as high-impact, data-driven tutoring programs included in the Michigan School Turnaround Hub's MiStrategyBank. Tutoring programs must be provided by trained tutors to groups of 4 or fewer students, be provided at least 3 times per week throughout the school year, and unless otherwise approved, be during the school day. Senate, House, and Conference do not include.

Sec. 16d. Targeted Interventions Parental Engagement – NOT INCLUDED

Executive requires districts with support category buildings to notify all parents or legal guardians of the standing of the building in the state accountability system, a summary of what the building is doing to improve its standing, and a method to receive parental feedback. Senate, House, and Conference do not include.

Executive requires districts receiving funding under Sec. 31a (At-Risk) to notify parents or legal guardians of the amount of At-Risk funding received, how the district distributed that funding, what evidence-based interventions were implemented with those dollars, and a method to receive parental feedback. Senate, House, and Conference do not include.

Executive requires districts to conduct a comprehensive review of literacy curriculum in grades K-5 every 5 years beginning in FY 2025-26. Requires parental notification if a curriculum is found to be not evidence-based or not aligned to state standards. Senate, House, and Conference do not include.

Executive requires districts to allow time during school board meetings for presentations and discussions on strategies to enhance parental engagement, transparency and accountability dashboards, and at least 3 times a year, reporting on student progress on benchmark and state assessments. Senate, House, and Conference do not include.

Executive requires districts to email and publish online a link on how to use the Parent Dashboard for School Transparency on the MI School Data portal. Senate, House, and Conference do not include.

Major Boilerplate Changes from FY 2024-25

Sec. 16e. Intent to Provide Student Performance Incentive Payments – NOT INCLUDED

Executive states intent to provide, beginning in FY 2026-27, incentive payments of up to \$250 per pupil to districts that meet student academic performance goals in English language arts and mathematics. Proposes a funding formula that awards points for pupils based on their proficiency level at the beginning of the school year and whether they decline, maintain, or improve in proficiency. Senate, House, and Conference do not include.

Sec. 18. Financial Reporting – REVISED

Conference adds that if the issuance of a Federal Compliance Supplement is delayed, the single audit portion of a district or ISD's audit may be postponed to within 30 days of the Compliance Supplement issuance.

Sec. 18d. Educator Compensation Requirement – NOT INCLUDED

Senate requires districts to use at least half of increase in the foundation allowance to make permanent increases to the compensation of educators within the district in any year where the foundation allowance is increased. House does not include. Conference provides intent that districts make permanent increases to educator and staff compensation, with prioritization for starting salaries, in any year where the foundation allowance is increased.

Sec. 19. State and Federal Reporting Requirements – REVISED

House and Conference strike requirement that a district must provide CEPI with information related to personnel vacancies within 30 days of changes in employment or assignment status, including vacancy start and end dates and reasons for vacancy and vacancy termination.

Sec. 21f. Virtual Courses – REVISED

House and Senate revise the limit on the number of days a course may meet virtually in a school year without parental consent from 15 to 7; also revise the limit on the number of days a district may provide virtual instruction due to emergency closures, testing days, and professional development from 15 to 7. Conference revises both limits from 15 to 0.

Sec. 28. Weighted Allocations – DELETED

Executive removes Sec. 147a (MPSERS Cost Offset) from the list of sections that provide a weighted foundation allocation or an additional payment of some type to recognize differentiated instructional costs and costs to provide essential services. Senate maintains current law. House eliminates section. Conference concurs with Executive.

Secs. 32d & 39. Great Start Readiness Program – REVISED

Executive, Senate, and House, and Conference remove specific program provisions, including the definitions for each type of program offered and requirements related to teacher eligibility, program budgets, assessments, and counting children for the requirement that at least 30% of slots be filled by community-based providers; revise to allow MiLEAP flexibility to determine program options and requirements.

Executive, Senate, House, and Conference revise funding formula from being based on the number of children served in the prior school year or the number of children the applicant has capacity to serve to being based on the number of children served in the current school year. If funds are insufficient, use the former formula plus an additional proportional amount based on the new formula.

Executive and Senate remove household income requirements, but require children with lower income or other risk factors to be enrolled before children with lesser needs. House maintains current law. Conference concurs with Executive and Senate.

Executive, Senate, House, and Conference add requirement that an ISD recipient must publish an online data dashboard that includes the number of allocations requested from the state, a list of programs offering GSRP in its boundaries, and current enrollment data for each subrecipient, including open and filled slots and waitlist information.

Sec. 32y. Extension for Former Sec. 32x Funds – NEW

Senate, House, and Conference provide that notwithstanding section 18a, funds allocated under Sec. 32x (Learning by Hearings Program) for FY 2023-24 may be available for expenditure through September 30, 2029.

Sec. 33. School Consolidation and Infrastructure Fund – RETAINED

Senate revises FY 2023-24 appropriation to allocate \$2.5 million SAF to Eaton Regional Education Service Agency for the Michigan Assessment Consortium to be used in implementing MI Creative Potential. House maintains current law. Conference concurs with Senate, but lapses and re-appropriates the allocation to support the additional allowable use.

Sec. 35a. Early Literacy – REVISED

Conference revises requirement for the State Superintendent to report annually on early literacy by adding that the report must include the number of literacy coaches supported and the percentage who have received LETRS training.

Major Boilerplate Changes from FY 2024-25

Sec. 97g. Cybersecurity Risk Assessments – REVISED

Senate, House, and Conference provide that notwithstanding section 18a, funds allocated for FY 2023-24 may be available for expenditure by the recipient through September 30, 2028.

Sec. 101. Eligibility to Receive State Aid – REVISED

Executive, Senate, House, and Conference allow a reduced schedule for a pupil in grades 6 to 8 if it is determined to be in the pupil's best educational interest due to the pupil's participation in advanced curriculum.

Executive, Senate, House, and Conference remove current cap of three hours (unless given approval by MDE to count more than three hours) per school week that may be considered pupil instruction due to travel time between instructional sites for pupils enrolled in a cooperative education program or special education program.

Senate, House, and Conference allow a district wholly or partially in a county covered by a state of emergency to be exempt from meeting the minimum number of hours and days of pupil instruction if the board of the district votes to exempt the district. Applies to the 2024-2025 school year only. (Note: 2025 PA 5 implemented this change.)

Sec. 104b. Michigan Merit Examination – REVISED

Executive, Senate, House, and Conference remove the requirement that MDE include building-level statewide assessment scores and graduation rates for consortium pupils (pupils enrolled in a program operated under a cooperative arrangement between districts or ISDs) with the scores for the school building in which the consortium pupil is enrolled or would otherwise attend.

Sec. 111. Tuition Rates – REVISED

Executive adds that tuition for a nonresident pupil may only be charged to the pupil's district of residence, not the pupil's parent or custodian. Senate maintains current law. House and Conference concur with Executive.

Sec. 164k. Requirements on School Meals, Financial Incentives, and Surveys – NEW

House requires MDE to withhold state aid payments for non-compliance of any of the following requirements: a prohibition of specified ingredients in school meals; a requirement that all students complete the federal application for free and reduced-priced meals; a requirement that any waivers provided must be "opt in" rather than "opt out;" a prohibition against student financial incentives for filling out the FAFSA or for attending on count day; and requirements that student surveys be public and not include questions related to sexuality. Conference requires MDE to withhold 5% of a recipient's state aid payment for non-compliance of any of the following requirements: federal requirements regarding school meals; a requirement that all students complete the federal application for free and reduced-price meals; a prohibition against student financial incentives for attending on count day; a requirement that student survey questions be public; and a requirement that districts not using MDE-designated evidence-based curriculum must notify parents.

Sec. 164l. Legislatively Directed Spending Items – NEW

Conference creates transparency requirements for the grant distribution, review, and verification process.

		<u>FY 2024-25 Recommendation</u>
<u>Supplemental Recommendations for FY 2024-25 Appropriations</u>		
<i>1. Infrastructure Emergencies (Sec. 12e) – NEW</i>	Gross	\$0
<u>Executive</u> provides \$25.0 million one-time SAF for payments to districts and ISDs experiencing infrastructure emergencies that threaten the immediate health and safety of students and staff. Requires written concurrence from the state treasurer and state budget director.	Restricted	0
<u>Senate</u> , <u>House</u> , and <u>Conference</u> do not include.	GF/GP	\$0
<i>2. Foundation Allowances (Secs. 22a & 22b)</i>	Gross	(\$59,000,000)
<u>Executive</u> and <u>Senate</u> reduce by \$56.0 million SAF for a total of \$10.2 billion Gross (\$386,400 GF/GP) to reflect updated consensus cost estimates for pupil membership counts and taxable values.	Restricted	(59,000,000)
<u>House</u> and <u>Conference</u> reduce by \$59.0 million SAF for a total of \$10.2 billion Gross (\$386,400 GF/GP) to reflect May consensus estimates.	GF/GP	\$0
<i>3. Promise Zones (Sec. 26c)</i>	Gross	\$3,200,000
<u>Executive</u> , <u>Senate</u> , <u>House</u> , and <u>Conference</u> increase by \$3.2 million SAF for a total of \$37.7 million SAF in required funds for districts and ISDs with an approved Promise Zone development plan.	Restricted	3,200,000
	GF/GP	\$0

Supplemental Recommendations for FY 2024-25 Appropriations**FY 2024-25
Recommendation**

4. Mentoring Grants (Sec. 27h)	Gross	\$0
<u>Executive</u> and <u>Senate</u> maintain current law (this section formerly appropriated \$50.0 million SAF in FY 2023-24 to be spread over five years for grants to districts for mentoring new teachers, school counselors, and administrators.	Restricted	0
<u>House</u> and <u>Conference</u> lapse the \$49.4 million SAF remaining in the FY 2023-24 work project and re-appropriates it according to the following boilerplate changes: requires prioritization of teachers and school administrators; revises allowable uses to restrict stipends, training, and staffing costs to be used only for mentoring teachers (strikes counselors and administrators); allows districts to provide mentoring services to school administrators directly without having to contract with a state professional organization.	GF/GP	\$0
5. Student Loan Repayment Program (Sec. 27k)	Gross	\$0
<u>Executive</u> and <u>Senate</u> provide technical boilerplate adjustment to ensure \$203.2 million SAF lapsed from an FY 2023-24 work project may be spent according to FY 2024-25 boilerplate changes.	Restricted	0
<u>House</u> and <u>Conference</u> lapse the FY 2023-24 work project without a re-appropriation.	GF/GP	\$0
6. Educator Compensation Program (Sec. 27l) – NEW	Gross	\$350,300,000
<u>Executive</u> , <u>Senate</u> , and <u>House</u> do not include.	Restricted	350,300,000
<u>Conference</u> provides \$350.0 million Gross (\$0 GF/GP) as follows: \$203.0 million one-time SAF for per-pupil payments to districts to increase educator compensation; and \$147.3 million one-time MPSERS Reserve Fund to reimburse districts, ISDs, district libraries, and community colleges for the costs associated with the MPSERS healthcare premium subsidy benefit.	GF/GP	\$0
7. Out of School Time (Sec. 32n) – NEW	Gross	\$4,000,000
<u>Executive</u> , <u>Senate</u> , and <u>House</u> maintain \$75.0 million SAF, including an \$18.0 million allocation for specific entities, for before and after school programs and summer school programs.	Restricted	4,000,000
<u>Conference</u> increases allocation for specific entities by \$4.0 million SAF to \$22.0 million SAF for a total appropriation of \$79.0 million SAF (\$50.0 million ongoing; \$29.0 million one-time).	GF/GP	\$0
8. Immigrant Support Services (Sec. 41b)	Gross	\$1,000,000
<u>Executive</u> , <u>Senate</u> , and <u>House</u> maintain \$1.0 million GF/GP for KEYS Grace Academy, in partnership with Kalasho Education and Youth Services, to provide education support services to immigrants.	Restricted	0
<u>Conference</u> increases by \$1.0 million GF/GP for a total of \$2.0 million GF/GP.	GF/GP	\$1,000,000
9. Special Education (Secs. 51a, 51c, 51d, 51e, 53a, 54, & 56)	Gross	(\$35,400,000)
<u>Executive</u> and <u>Senate</u> reduce by \$35.9 million SAF for a total of \$2.6 billion Gross (\$0 GF/GP) to reflect revised consensus cost estimates for special education appropriations.	Restricted	(35,400,000)
<u>House</u> and <u>Conference</u> reduce by \$35.4 million SAF for a total of \$2.6 billion Gross (\$0 GF/GP) to reflect May consensus estimates.	GF/GP	\$0
10. Conductive Learning Center (Sec. 55)	Gross	\$0
<u>Executive</u> , <u>Senate</u> , <u>House</u> , and <u>Conference</u> revise fund source from SAF to GF/GP for a total of \$500,000 GF/GP to maximize the independence and mobility of people with neuromotor disabilities; award funding directly to the Conductive Learning Center rather than Grand Valley State University.	Restricted	(500,000)
	GF/GP	\$500,000
11. Huron Downriver CTE Consortium (Sec. 61j) – NEW	Gross	\$5,000,000
<u>Conference</u> provides \$5.0 million one-time SAF to Huron School District to support the Downriver Career and Technical Education Consortium.	Restricted	5,000,000
	GF/GP	\$0
12. AP/IB/CLEP Incentive Program (Sec. 94)	Gross	\$0
<u>Executive</u> increases by \$800,000 GF/GP for a total of \$2.0 million GF/GP for AP, IB, and CLEP fees for low-income students.	Restricted	0
<u>Senate</u> , <u>House</u> , and <u>Conference</u> maintain \$1.2 million GF/GP.	GF/GP	\$0

Supplemental Recommendations for FY 2024-25 Appropriations		FY 2024-25 Recommendation
13. Student Advocacy Center of Michigan (Sec. 97k) – NEW	Gross	\$150,000
<u>Executive</u> , <u>Senate</u> , and <u>House</u> maintain \$100,000 one-time SAF to Clintondale Community Schools for safety and security upgrades.	Restricted	150,000
<u>Conference</u> increases by \$150,000 one-time SAF for a total of \$250,000 one-time SAF.	GF/GP	\$0
14. One Time Grants – Algonac Asbestos Remediation (Sec. 99(9))	Gross	\$0
<u>Executive</u> maintains \$500,000 one-time SAF to Algonac Community School District for asbestos remediation and redevelopment.	Restricted	(500,000)
<u>Senate</u> , <u>House</u> , and <u>Conference</u> revise \$500,000 SAF to be GF/GP; revise recipient to the City of Algonac for a former school building.	GF/GP	\$500,000
15. One Time Grants – Rudyard Area Schools (Sec. 99(13))	Gross	\$0
<u>Executive</u> revises \$1.3 million GF/GP to SAF for a total of \$6.0 million Gross (\$2.6 million GF/GP) to Rudyard Area Schools for infrastructure.	Restricted	1,000,000
<u>Senate</u> , <u>House</u> , and <u>Conference</u> revise \$1.0 million GF/GP to SAF for a total of \$6.0 million Gross (\$2.9 million GF/GP).	GF/GP	(\$1,000,000)
16. One Time Grants – Grand Rapids Supplemental Meal Funding (Sec. 99(3) (Senate) & Sec. 99(20) (Conference)) – NEW	Gross	\$1,200,000
<u>Executive</u> does not include.	Restricted	1,200,000
<u>Senate</u> provides a \$100 one-time SAF placeholder to Grand Rapids Public Schools to supplement funding for the school meals program.	GF/GP	\$0
<u>House</u> does not include.		
<u>Conference</u> provides \$1.2 million one-time SAF.		
17. One Time Grants – Crestwood Supplemental Foundation Payment (Sec. 99(4)) – NEW	Gross	\$0
<u>Executive</u> does not include.	Restricted	0
<u>Senate</u> provides a \$100 one-time SAF placeholder to Crestwood School District to supplement the foundation allowance because of a large increase in pupils after the Fall 2024 count day.	GF/GP	\$0
<u>House</u> and <u>Conference</u> do not include.		
18. One Time Grants – Livonia Thrive Track (Sec. 99(21)) – NEW	Gross	\$750,000
<u>Executive</u> does not include.	Restricted	750,000
<u>Senate</u> does not include (provides \$100 placeholder in FY 2025-26).	GF/GP	\$0
<u>House</u> does not include.		
<u>Conference</u> provides \$750,000 one-time SAF for Livonia Thrive Track – Healthy Living Skills for Independence Program.		
19. One Time Grants – Grosse Pointe Technology (Sec. 99(22)) – NEW	Gross	\$450,000
<u>Executive</u> does not include.	Restricted	450,000
<u>Senate</u> does not include (provides \$100 placeholder in FY 2025-26).	GF/GP	\$0
<u>House</u> does not include.		
<u>Conference</u> provides \$450,000 one-time SAF for Grosse Pointe Public Schools for technology costs.		
20. One Time Grants – ACCESS Innovation Center (Sec. 99(23)) – NEW	Gross	\$1,000,000
<u>Executive</u> does not include.	Restricted	1,000,000
<u>Senate</u> does not include (provides \$100 placeholder in FY 2025-26).	GF/GP	\$0
<u>House</u> does not include.		
<u>Conference</u> provides \$1.0 million one-time SAF to a district to partner with the Arab Community Center for Economic and Social Services.		
21. One Time Grants – Lansing Infrastructure (Sec. 99(24)) – NEW	Gross	\$1,200,000
<u>Executive</u> does not include.	Restricted	1,200,000
<u>Senate</u> does not include (provides \$100 placeholder in FY 2025-26).	GF/GP	\$0
<u>House</u> does not include.		
<u>Conference</u> provides \$1.2 million one-time SAF to Lansing Public School District to support renovation of the Don Johnson Fieldhouse and expansion of the Lansing Student Development Program.		

Supplemental Recommendations for FY 2024-25 Appropriations		FY 2024-25 Recommendation
22. One Time Grants – Clintondale Flood Damage (Sec. 99(25)) – NEW <u>Executive</u> , <u>House</u> , and <u>Senate</u> do not include. <u>Conference</u> provides \$1.0 million one-time SAF to Clintondale Community Schools for expenses for school buildings related to flood damage.	Gross	\$1,000,000
	Restricted	1,000,000
	GF/GP	\$0
23. One Time Grants – Schools to Tools (Sec. 99(26)) – NEW <u>Executive</u> , <u>House</u> , and <u>Senate</u> do not include. <u>Conference</u> provides \$3.0 million one-time SAF to an ISD to partner with the Michigan Regional Council of Carpenters and Millwrights for the schools to tools program.	Gross	\$3,000,000
	Restricted	3,000,000
	GF/GP	\$0
24. One Time Grants – Sam Beauford Woodworking Institute (Sec. 99(27)) – NEW <u>Executive</u> , <u>House</u> , and <u>Senate</u> do not include. <u>Conference</u> provides \$12.0 million one-time SAF to an ISD to partner with the Sam Beauford Woodworking Institute to support the expansion of education opportunities.	Gross	\$12,000,000
	Restricted	12,000,000
	GF/GP	\$0
25. One Time Grants – Mid Peninsula HVAC (Sec. 99(28)) – NEW <u>Executive</u> , <u>House</u> , and <u>Senate</u> do not include. <u>Conference</u> provides \$245,000 one-time SAF to Mid Peninsula School District for improvements to an HVAC system.	Gross	\$245,000
	Restricted	245,000
	GF/GP	\$0
26. Hispanic Collaborative (Sec. 99ee) <u>Executive</u> , <u>Senate</u> , and <u>House</u> maintain \$2.0 million one-time SAF to Wayne RESA to partner with a nonprofit to support Hispanic students. <u>Conference</u> increases by \$1.0 million one-time SAF for a total of \$3.0 million SAF.	Gross	\$1,000,000
	Restricted	1,000,000
	GF/GP	\$0
27. Menominee Emergency Water and Asbestos Event (Sec. 99mm) – NEW <u>Executive</u> does not include. <u>Senate</u> provides a \$100 one-time SAF placeholder for Menominee Area Public Schools to cover the cost of an emergency water and asbestos event, cost inflation for unfinished bond work delayed due to asbestos cleanup, and for costs related to consolidation activities. <u>House</u> does not include. <u>Conference</u> provides \$4.5 million one-time SAF.	Gross	\$4,500,000
	Restricted	4,500,000
	GF/GP	\$0
28. Education Assessments (Sec. 104) <u>Executive</u> , <u>Senate</u> , and <u>House</u> maintain \$45.5 million Gross (\$0 GF/GP) for state assessments. <u>Conference</u> increases by \$2.0 million one-time SAF for a total of \$47.5 million Gross (\$0 GF/GP).	Gross	\$2,000,000
	Federal	2,000,000
	Restricted	0
29. MPSERS (Secs. 147a, 147c, 147e, & 147g) <u>Executive</u> increases by \$8.1 million SAF to reflect revised cost estimates for the Michigan Public School Employees' Retirement System. Revises to include universities in the \$181.5 million one-time SAF reimbursements to eligible employees for their 3% normal cost contribution associated with the healthcare premium subsidy benefit upon retirement (Sec. 147g). Appropriates additional funding from the MPSERS Reserve Fund if the \$181.5 million one-time SAF is insufficient. <u>Senate</u> increases by \$8.1 million SAF to reflect revised cost estimates. Does not concur with Executive boilerplate changes. <u>House</u> and <u>Conference</u> increase by \$12.9 million SAF to reflect May cost estimates; do not concur with Executive boilerplate changes.	Gross	\$12,900,000
	Restricted	12,900,000
	GF/GP	\$0

SCHOOL AID LINE ITEM SUMMARY



Sec.		FY 2024-2025	FY 2024-2025		FY 2025-2026	FY 2025-2026	FY 2025-2026	FY 2025-2026	
		FY 25 2024 PA 148 YTD	Change from FY 25 YTD	FY 25 Conference Supplemental	FY 26 Exec Rec	FY 26 Senate	FY 26 House	Change from FY 25 YTD	FY 26 Conference
11j	School Bond Redemption Fund	\$23,000,000		\$23,000,000	\$23,000,000	\$23,000,000	\$23,000,000		\$23,000,000
11m	Cash Flow Borrowing Costs	\$1,000,000		\$1,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$4,000,000	\$5,000,000
11s	Flint Declaration of Emergency	\$8,075,000		\$8,075,000	\$8,075,000	\$8,075,000	\$0	(\$75,000)	\$8,000,000
11x	Infrastructure, Consolidation, Class Sizes, Literacy - NEW	\$0		\$0	\$0	\$0	\$286,500,000		\$0
12e	Infrastructure Grants - NEW	\$0		\$0	\$0	\$350,000,000	\$0	\$100,000,000	\$100,000,000
12f	Consolidation Grants - NEW	\$0		\$0	\$150,000,000	\$0	\$0		\$0
12f	Educator Housing - NEW	\$0		\$0	\$0	\$20,150,000	\$0		\$0
16b	Targeted Interventions - NEW	\$0		\$0	\$232,000,000	\$0	\$0		\$0
16c	Targeted Interventions - ISD Administration - NEW	\$0		\$0	\$18,000,000	\$0	\$0		\$0
21h	Partnership Model Districts	\$6,137,400		\$6,137,400	\$6,137,400	\$6,137,400	\$0		\$6,137,400
22a	Foundations: Proposal A Obligation Payment	\$3,993,000,000	(\$66,000,000)	\$3,927,000,000	\$3,803,000,000	\$3,803,000,000	\$3,785,000,000	(\$208,000,000)	\$3,785,000,000
22b	Foundations: Discretionary Payment	\$6,254,000,000	\$7,000,000	\$6,261,000,000	\$6,576,000,000	\$6,587,000,000	\$6,661,000,000	\$566,500,000	\$6,820,500,000
22c	Out of Formula Payment	\$3,000,000		\$3,000,000	\$3,000,000	\$3,000,000	\$0	(\$3,000,000)	\$0
22d	Isolated District Funding	\$12,306,900		\$12,306,900	\$12,816,900	\$12,823,800	\$0	\$566,200	\$12,873,100
22e	Charter School Per-Pupil Payment	\$57,000,000		\$57,000,000	\$0	\$0	\$0	(\$57,000,000)	\$0
22f	Per-Pupil Payments - NEW	\$0		\$0	\$0	\$0	\$3,075,683,900		\$0
22h	Hold Harmless Payments - NEW	\$0		\$0	\$0	\$0	\$130,900,000		\$0
22i	Transportation Costs	\$125,000,000		\$125,000,000	\$125,000,000	\$125,000,000	\$0		\$125,000,000
22m	Technology Regional Data Hubs	\$3,500,000		\$3,500,000	\$3,500,000	\$3,500,000	\$0	\$1,500,000	\$5,000,000
24	Court-Placed Pupils	\$7,650,000		\$7,650,000	\$7,650,000	\$7,650,000	\$7,650,000		\$7,650,000
24a	Juvenile Detention Facility Programs	\$1,355,700		\$1,355,700	\$1,355,700	\$1,355,700	\$1,355,700		\$1,355,700
25f	Strict Discipline Academies	\$1,600,000		\$1,600,000	\$1,600,000	\$1,600,000	\$1,600,000		\$1,600,000
25g	Dropout Recovery Programs	\$3,050,000		\$3,050,000	\$750,000	\$3,000,000	\$750,000	(\$1,800,000)	\$1,250,000
25i	Early Warning Intervention System	\$5,000,000		\$5,000,000	\$0	\$0	\$0	(\$5,000,000)	\$0
26a	Renaissance Zone Reimbursement	\$14,000,000		\$14,000,000	\$14,000,000	\$14,000,000	\$14,000,000		\$14,000,000
26b	PILT Reimbursement	\$5,284,000		\$5,284,000	\$5,549,000	\$5,549,000	\$5,549,000	\$265,000	\$5,549,000
26c	Promise Zone Funding	\$34,500,000	\$3,200,000	\$37,700,000	\$43,300,000	\$43,300,000	\$43,300,000	\$8,800,000	\$43,300,000
26d	Brownfield Redevelopment Reimbursement	\$14,400,000		\$14,400,000	\$14,400,000	\$14,400,000	\$14,400,000		\$14,400,000
27a	Mi Future Educator Fellowship Program	\$25,000,000		\$25,000,000	\$25,000,000	\$25,000,000	\$0		\$25,000,000
27b	Grow Your Own Programs - NEW	\$0		\$0	\$50,000,000	\$0	\$0	\$70,000,000	\$70,000,000
27c	Mi Future Educator Student Teacher Stipend Program	\$50,000,000		\$50,000,000	\$50,000,000	\$50,000,000	\$0		\$50,000,000
27f	Michigan Education Justice Coalition	\$4,000,000		\$4,000,000	\$0	\$0	\$0	(\$4,000,000)	\$0
27g	Michigan Educator Workforce Initiative	\$12,500,000		\$12,500,000	\$0	\$12,500,000	\$0	(\$12,500,000)	\$0
27k	Student Loan Repayment Program	\$25,000,000		\$25,000,000	\$0	\$500,000	\$0	(\$25,000,000)	\$0
27l	Educator Compensation - NEW	\$0	\$350,300,000	\$350,300,000	\$0	\$0	\$0		\$0
27o	Learner Wallet Pilot	\$2,000,000		\$2,000,000	\$0	\$0	\$0	(\$2,000,000)	\$0
27p	Talent Together - Grow Your Own	\$12,500,000		\$12,500,000	\$0	\$12,500,000	\$0	(\$12,500,000)	\$0
27r	West Michigan Teacher Collaborative	\$7,000,000		\$7,000,000	\$0	\$4,500,000	\$0	(\$7,000,000)	\$0
27s	Black Male Educators Alliance	\$2,500,000		\$2,500,000	\$0	\$0	\$0	(\$2,500,000)	\$0
29	Enrollment Stabilization	\$71,000,000		\$71,000,000	\$71,000,000	\$71,000,000	\$0		\$71,000,000
30d	Universal School Breakfast and Lunch	\$200,000,000		\$200,000,000	\$200,000,000	\$200,000,000	\$0	\$1,600,000	\$201,600,000
31a	At-Risk Pupil Support	\$1,034,924,000		\$1,034,924,000	\$1,077,224,000	\$1,293,655,000	\$1,034,924,000	\$258,731,000	\$1,293,655,000
31a(7)(19)	School-Based Health Centers	\$33,000,000		\$33,000,000	\$33,000,000	\$40,000,000	\$0		\$33,000,000
31a(8)	Hearing, Vision, and Dental Screening	\$11,650,000		\$11,650,000	\$11,650,000	\$11,650,000	\$0		\$11,650,000
31c	Small Class Size Pilots - NEW	\$0		\$0	\$0	\$65,000,000	\$0	\$65,000,000	\$65,000,000
31d	State School Lunch Programs	\$29,553,400		\$29,553,400	\$29,553,400	\$29,553,400	\$29,553,400		\$29,553,400
31d	School Lunch Programs - Federal	\$916,400,000		\$916,400,000	\$923,400,000	\$923,400,000	\$923,400,000	\$7,000,000	\$923,400,000
31f	School Breakfast Program	\$16,900,000		\$16,900,000	\$16,900,000	\$16,900,000	\$0		\$16,900,000
31g	Student Wellness Software Pilot	\$1,250,000		\$1,250,000	\$0	\$0	\$0	(\$1,250,000)	\$0
31j	Local Produce in School Meals	\$4,500,000		\$4,500,000	\$4,500,000	\$4,500,000	\$0	(\$4,500,000)	\$0
31n	School Mental Health and Support Services	\$107,845,000		\$107,845,000	\$107,845,000	\$107,845,000	\$0		\$107,845,000
31aa	Per-Pupil Mental Health & School Safety Grant	\$151,500,000		\$151,500,000	\$150,000,000	\$350,000,000	\$0	\$169,500,000	\$321,000,000
32d	Great Start Readiness Program	\$609,720,000		\$609,720,000	\$630,770,000	\$634,820,000	\$559,720,000	\$28,497,600	\$638,217,600
32d(3)	GSRP Longitudinal Evaluation	\$600,000		\$600,000	\$350,000	\$600,000	\$350,000	(\$250,000)	\$350,000
32d(22)	GSRP Transportation - GSRP Reserve Fund	\$18,000,000		\$18,000,000	\$18,000,000	\$18,000,000	\$28,000,000		\$18,000,000
32d(29)	GSRP Start Up Grants	\$25,000,000		\$25,000,000	\$25,000,000	\$25,000,000	\$0	(\$15,000,000)	\$10,000,000
32d(30)	GSRP Awareness Campaign	\$1,950,000		\$1,950,000	\$1,950,000	\$1,950,000	\$0	(\$1,950,000)	\$0
32n	Out-of-School Time	\$75,000,000	\$4,000,000	\$79,000,000	\$50,000,000	\$96,000,000	\$0		\$75,000,000
32p	Early Childhood Block Grants	\$19,400,000		\$19,400,000	\$19,400,000	\$19,400,000	\$0	(\$19,400,000)	\$0
32p(6)	Dolly Parton Imagination Library	\$4,000,000		\$4,000,000	\$4,000,000	\$0	\$0	(\$4,000,000)	\$0
32t	Three-Year-Old GSRP Pilot Program - NEW	\$0		\$0	\$61,000,000	\$30,000,000	\$0	\$25,000,000	\$25,000,000
35a(4)	Early Literacy Teacher Coaches	\$42,000,000		\$42,000,000	\$45,250,000	\$42,000,000	\$0		\$42,000,000
35a(5)	Early Literacy Added Instructional Time	\$19,900,000		\$19,900,000	\$39,800,000	\$19,900,000	\$0	(\$19,900,000)	\$0

SCHOOL AID LINE ITEM SUMMARY



Sec.		FY 2024-2025	FY 2024-2025		FY 2025-2026	FY 2025-2026	FY 2025-2026	FY 2025-2026	
		FY 25 2024 PA 148 YTD	Change from FY 25 YTD	FY 25 Conference Supplemental	FY 26 Exec Rec	FY 26 Senate	FY 26 House	Change from FY 25 YTD	FY 26 Conference
35a(7)	Literacy and Math Essentials	\$6,000,000		\$6,000,000	\$6,000,000	\$6,000,000	\$0	(\$6,000,000)	\$0
35a(8)	Michigan Education Corps	\$5,000,000		\$5,000,000	\$5,000,000	\$5,000,000	\$0	(\$5,000,000)	\$0
35a(10)	PD - Literacy Coaches and Classroom Teachers	\$10,000,000		\$10,000,000	\$10,000,000	\$10,000,000	\$0		\$10,000,000
35d	Orton Gilligham Dyslexia Program	\$1,000,000		\$1,000,000	\$0	\$2,500,000	\$0	(\$1,000,000)	\$0
35e	School Libraries - NEW	\$0		\$0	\$0	\$15,000,000	\$0	\$250,000	\$250,000
35f	Chaldean Community Foundation - NEW	\$0		\$0	\$0	\$1,500,000	\$0		\$0
35m	Literacy Supports	\$87,000,000		\$87,000,000	\$0	\$74,195,600	\$0	(\$17,000,000)	\$70,000,000
35n	READ Innovation Competition	\$10,000,000		\$10,000,000	\$0	\$0	\$0	(\$10,000,000)	\$0
39a(1)	Federal ESSA Grant Funds	\$754,700,000		\$754,700,000	\$824,700,000	\$824,700,000	\$824,700,000	\$70,000,000	\$824,700,000
39a(2)	Other Federal Funding	\$60,500,000		\$60,500,000	\$66,415,000	\$66,415,000	\$66,715,000	\$5,915,000	\$66,415,000
41	English Language Learner Grants	\$50,186,100		\$50,186,100	\$52,286,100	\$62,732,600	\$0	\$12,546,500	\$62,732,600
41b	Immigrant Support Services	\$1,000,000	\$1,000,000	\$2,000,000	\$0	\$1,500,000	\$0	(\$1,000,000)	\$0
51a(1)	Special Education - Federal Reimbursement	\$450,000,000		\$450,000,000	\$500,000,000	\$500,000,000	\$500,000,000	\$50,000,000	\$500,000,000
51a(2)	Special Ed ISD Durant Costs	\$456,800,000	(\$15,400,000)	\$441,400,000	\$491,700,000	\$491,700,000	\$492,400,000	\$35,600,000	\$492,400,000
51a(5)	Special Ed Admin Rules Changes	\$3,200,000		\$3,200,000	\$3,200,000	\$3,200,000	\$3,200,000		\$3,200,000
51a(10)	Special Ed Foundations for Non Sec. 52 to ISDs	\$1,700,000	(\$100,000)	\$1,600,000	\$1,500,000	\$1,500,000	\$1,600,000	(\$100,000)	\$1,600,000
51c	Special Ed Headlee Obligation (Durant)	\$1,016,400,000	(\$23,300,000)	\$993,100,000	\$1,108,900,000	\$1,108,900,000	\$1,107,900,000	\$91,500,000	\$1,107,900,000
51d	Special Education - Other Federal Grants	\$83,000,000		\$83,000,000	\$83,000,000	\$83,000,000	\$83,000,000		\$83,000,000
51e	Special Education Foundation Payment	\$499,600,000	\$3,400,000	\$503,000,000	\$523,900,000	\$524,400,000	\$524,800,000	\$28,500,000	\$528,100,000
51g	Remote Learning Library	\$3,000,000		\$3,000,000	\$3,000,000	\$3,000,000	\$0		\$3,000,000
51h	Special Education Study	\$500,000		\$500,000	\$0	\$0	\$0	(\$500,000)	\$0
53a	Special Ed for Court Placed Pupils	\$10,500,000		\$10,500,000	\$10,500,000	\$10,500,000	\$10,500,000		\$10,500,000
54	Special Ed Michigan School Blind/Deaf	\$1,688,000		\$1,688,000	\$1,688,000	\$1,688,000	\$1,688,000		\$1,688,000
54b	MI/TSS Technical Assistance Center	\$1,600,000		\$1,600,000	\$1,600,000	\$1,600,000	\$0	(\$1,600,000)	\$0
54d	Early On	\$23,670,700		\$23,670,700	\$28,404,700	\$24,664,900	\$23,670,700		\$23,670,700
55	Conductive Learning	\$500,000		\$500,000	\$0	\$0	\$0	(\$500,000)	\$0
56	Special Ed ISD Millage Equalization	\$40,008,100		\$40,008,100	\$89,208,100	\$40,008,100	\$0		\$40,008,100
56(7)	Special Ed Millage Incentive	\$34,200,000		\$34,200,000	\$0	\$34,200,000	\$0		\$34,200,000
61a	Career and Tech Ed Programs	\$39,899,800		\$39,899,800	\$41,599,800	\$41,575,600	\$0	\$1,834,000	\$41,733,800
61b	CTE Early/Middle College & Dual Enrollment	\$8,000,000		\$8,000,000	\$8,400,000	\$8,336,000	\$0	\$368,000	\$8,368,000
61c	CTE Equipment Grants - NEW	\$0		\$0	\$20,000,000	\$0	\$0		\$0
61d	CTE Incentive Payment	\$5,304,300		\$5,304,300	\$5,554,300	\$40,527,100	\$0	\$8,095,700	\$13,400,000
61j	Huron Downriver CTE Consortium - NEW	\$0	\$5,000,000	\$5,000,000	\$0	\$100	\$0		\$0
61v	CTE Pathways to Success - NEW	\$0		\$0	\$125,000,000	\$50,000,000	\$0	\$70,000,000	\$70,000,000
62	ISD Career & Tech Ed Millage Equalization	\$9,190,000		\$9,190,000	\$9,190,000	\$9,190,000	\$0		\$9,190,000
65	Detroit PreCollege Engineering	\$900,000		\$900,000	\$900,000	\$900,000	\$0		\$900,000
67	Career and College Readiness Tools	\$4,000,000		\$4,000,000	\$4,000,000	\$4,000,000	\$0	(\$1,000,000)	\$3,000,000
67a	MITES	\$50,000		\$50,000	\$0	\$100	\$0	(\$50,000)	\$0
67b	PRIME	\$1,000,000		\$1,000,000	\$0	\$0	\$0	(\$1,000,000)	\$0
67d	ProStart/HTM Hospitality and Tourism CTE Grants	\$1,000,000		\$1,000,000	\$0	\$100	\$0	(\$1,000,000)	\$0
67f	FAFSA Completion Challenge	\$10,000,000		\$10,000,000	\$10,000,000	\$10,000,000	\$0		\$10,000,000
74	School Bus Driver Safety Instruction	\$2,025,000		\$2,025,000	\$2,025,000	\$2,025,000	\$2,025,000		\$2,025,000
74	School Bus Inspections	\$1,888,500		\$1,888,500	\$1,924,900	\$1,924,900	\$1,888,500	\$36,400	\$1,924,900
74d	Nature Awaits Transportation - NEW	\$0		\$0	\$1,800,000	\$0	\$0		\$0
81	ISD General Operations Support	\$79,424,700		\$79,424,700	\$82,664,700	\$82,760,500	\$79,424,700	\$3,733,000	\$83,157,700
94	AP/IB/CLEP Incentive Program	\$1,200,000		\$1,200,000	\$2,200,000	\$2,550,000	\$0	\$1,400,000	\$2,600,000
94a	Center for Educational Performance and Information	\$19,219,200		\$19,219,200	\$20,614,700	\$19,364,700	\$19,219,200	\$145,500	\$19,364,700
94a	Center for Educational Performance and Info - Federal	\$193,500		\$193,500	\$2,193,500	\$2,193,500	\$2,193,500	\$2,000,000	\$2,193,500
94d	Special Education Task Force	\$1,000,000		\$1,000,000	\$0	\$100	\$0	(\$1,000,000)	\$0
94e	Michigan Education Research Institute	\$1,000,000		\$1,000,000	\$1,000,000	\$0	\$0		\$1,000,000
95b	EVAAS - NEW	\$0		\$0	\$0	\$0	\$2,000,000		\$0
97a	Navigate 360	\$500,000		\$500,000	\$0	\$100	\$0	(\$500,000)	\$0
97h	School Safety Tip Line	\$1,000,000		\$1,000,000	\$0	\$0	\$0	(\$1,000,000)	\$0
97j	Raptor Technologies	\$250,000		\$250,000	\$0	\$0	\$0	(\$250,000)	\$0
97k	Student Advocacy Hotline	\$100,000	\$150,000	\$250,000	\$0	\$100	\$0	(\$100,000)	\$0
97m	Peer Mentoring	\$1,000,000		\$1,000,000	\$0	\$0	\$0	(\$1,000,000)	\$0
97n	Community Violence Intervention Plans - NEW	\$0		\$0	\$0	\$20,150,000	\$0	\$10,000,000	\$10,000,000
98	Michigan Virtual University	\$9,800,000		\$9,800,000	\$9,800,000	\$8,000,000	\$8,000,000		\$9,800,000
98d	Michigan Learning Channel	\$3,000,000		\$3,000,000	\$0	\$3,000,000	\$0	(\$3,000,000)	\$0
99	One-Time Grants	\$32,250,000	\$20,845,000	\$53,095,000	\$0	\$1,200	\$0	(\$32,250,000)	\$0
99b	Computer Science Professional Learning	\$500,000		\$500,000	\$0	\$0	\$0	(\$500,000)	\$0
99c	Playworks	\$1,000,000		\$1,000,000	\$0	\$100	\$0	(\$1,000,000)	\$0
99g	Helping Women Period Pilot	\$1,000,000		\$1,000,000	\$0	\$0	\$0	(\$1,000,000)	\$0

SCHOOL AID LINE ITEM SUMMARY



Sec.		FY 2024-2025	FY 2024-2025		FY 2025-2026	FY 2025-2026	FY 2025-2026	FY 2025-2026	
		FY 25 2024 PA 148 YTD	Change from FY 25 YTD	FY 25 Conference Supplemental	FY 26 Exec Rec	FY 26 Senate	FY 26 House	Change from FY 25 YTD	FY 26 Conference
99h	FIRST Robotics	\$5,323,200		\$5,323,200	\$4,723,200	\$6,264,200	\$0	\$276,800	\$5,600,000
99i	MI Council of Women in Technology Foundation	\$250,000		\$250,000	\$0	\$100	\$0	(\$250,000)	\$0
99o	School-Based Driver's Training Programs - NEW	\$0		\$0	\$0	\$4,500,000	\$0		\$0
99p	Debate and Forensic Events - NEW	\$0		\$0	\$0	\$3,000,000	\$0		\$0
99q	Civics Education - NEW	\$0		\$0	\$0	\$5,000,000	\$0		\$0
99s(4)	MiSTEM Council and Grants	\$3,050,000		\$3,050,000	\$3,050,000	\$3,050,000	\$0	(\$3,050,000)	\$0
99s(5)(7)	MiSTEM Centers Transition	\$4,584,300		\$4,584,300	\$4,904,300	\$4,584,300	\$0	(\$4,584,300)	\$0
99t	Math Nation	\$1,000,000		\$1,000,000	\$0	\$0	\$0	(\$1,000,000)	\$0
99x	Teach for America	\$3,000,000		\$3,000,000	\$0	\$40,000,000	\$0	(\$3,000,000)	\$0
99aa	Project SEARCH	\$1,000,000		\$1,000,000	\$0	\$100	\$0	(\$1,000,000)	\$0
99ee	Hispanic Collaborative	\$2,000,000	\$1,000,000	\$3,000,000	\$0	\$2,500,000	\$0	(\$2,000,000)	\$0
99ff	Junior Achievement	\$1,900,000		\$1,900,000	\$0	\$2,000,000	\$0	(\$1,900,000)	\$0
99hh	City Year Detroit	\$3,000,000		\$3,000,000	\$0	\$3,000,000	\$0	(\$3,000,000)	\$0
99ii	Wayne-Westland Driver's Training Pilot - NEW	\$0		\$0	\$0	\$100	\$0		\$0
99jj	Dearborn Driver's Training Pilot - NEW	\$0		\$0	\$0	\$100	\$0		\$0
99mm	Menominee Cleanup - NEW	\$0	\$4,500,000	\$4,500,000	\$0	\$0	\$0		\$0
104	Education Assessments - State	\$37,509,400	\$2,000,000	\$39,509,400	\$37,509,400	\$37,509,400	\$0		\$37,509,400
104	Education Assessments - Federal	\$8,000,000		\$8,000,000	\$8,000,000	\$8,000,000	\$8,000,000		\$8,000,000
104h	Benchmark Assessments	\$11,500,000		\$11,500,000	\$11,500,000	\$11,500,000	\$0		\$11,500,000
107	Adult Education	\$40,500,000		\$40,500,000	\$40,500,000	\$40,500,000	\$0	(\$7,586,400)	\$32,913,600
147a(1)	MPERS Cost Offset	\$100,000,000		\$100,000,000	\$100,000,000	\$100,000,000	\$100,000,000	(\$100,000,000)	\$0
147a(2)	MPERS Normal Cost Offset for Lower AROR/Dedicated Gains	\$365,200,000	\$49,800,000	\$415,000,000	\$336,300,000	\$336,300,000	\$336,300,000	(\$28,900,000)	\$336,300,000
147a(3)	MPERS Cost Offset - ISDs and District Libraries	\$11,939,000		\$11,939,000	\$0	\$0	\$0	(\$11,939,000)	\$0
147a(4)	MPERS Cost Offset - Reduced UAAL Rate Cap	\$598,000,000		\$598,000,000	\$0	\$0	\$0	(\$598,000,000)	\$0
147c	MPERS State Share of Unfunded Liability Payments	\$1,289,400,000		\$1,289,400,000	\$1,536,800,000	\$1,536,800,000	\$914,500,000	\$247,400,000	\$1,536,800,000
147e	MPERS Added Normal/DC Costs for PA 92 of 2017	\$104,700,000	(\$33,100,000)	\$71,600,000	\$118,400,000	\$118,400,000	\$118,400,000	\$13,700,000	\$118,400,000
147g	MPERS Employee Healthcare Reimbursement	\$181,519,700		\$181,519,700	\$90,000,000	\$153,264,400	\$0	(\$181,519,700)	\$0
152a	Adair - Database Payment	\$41,000,500		\$41,000,500	\$41,000,500	\$41,000,500	\$41,000,500		\$41,000,500
152b	Nonpublic School Reimbursement	\$1,000,000		\$1,000,000	\$0	\$0	\$1,000,000		\$1,000,000
		\$20,770,275,400	\$314,295,000	\$21,084,570,400	\$21,192,282,600	\$21,805,290,900	\$21,905,761,100	\$518,556,300	\$21,288,831,700

REVENUE BY SOURCE								
Federal Aid	\$2,272,793,500	\$0	\$2,272,793,500	\$2,407,708,500	\$2,407,708,500	\$2,408,008,500	\$134,915,000	\$2,407,708,500
School Aid Fund	\$17,769,551,300	\$166,995,000	\$17,936,546,300	\$18,486,998,000	\$18,779,755,700	\$19,111,272,000	\$596,783,400	\$18,366,334,700
School Aid Pupil Support Reserve Fund	\$0	\$0	\$0	\$0	\$0	\$0	\$97,037,400	\$97,037,400
General Pupil Support Reserve Fund	\$0	\$0	\$0	\$0	\$0	\$0	\$600,000	\$600,000
MPERS Obligation Reform Reserve Fund	\$334,100,000	\$147,300,000	\$481,400,000	\$0	\$0	\$0	(\$334,100,000)	\$0
Educator Fellowship Public Provider Fund	\$30,000,000	\$0	\$30,000,000	\$30,000,000	\$70,000,000	\$0	\$0	\$30,000,000
School Transportation Fund	\$125,000,000	\$0	\$125,000,000	\$125,000,000	\$125,000,000	\$0	\$0	\$125,000,000
School Meals Reserve Fund	\$30,000,000	\$0	\$30,000,000	\$0	\$0	\$0	(\$30,000,000)	\$0
GSRP Reserve Fund	\$18,000,000	\$0	\$18,000,000	\$18,000,000	\$18,000,000	\$28,000,000	\$0	\$18,000,000
Enrollment Stabilization Fund	\$71,000,000	\$0	\$71,000,000	\$71,000,000	\$71,000,000	\$0	\$0	\$71,000,000
School Consolidation and Infrastructure Fund	\$0	\$0	\$0	\$0	\$283,400,000	\$286,500,000	\$100,000,000	\$100,000,000
Community District Trust Fund	\$41,000,000	\$0	\$41,000,000	\$0	\$0	\$0	(\$41,000,000)	\$0
General Fund/General Purpose	\$78,830,600	\$0	\$78,830,600	\$53,576,100	\$50,426,700	\$71,980,600	(\$5,679,500)	\$73,151,100
TOTAL REVENUE	\$20,770,275,400	\$314,295,000	\$21,084,570,400	\$21,192,282,600	\$21,805,290,900	\$21,905,761,100	\$518,556,300	\$21,288,831,700

FY 2025-26: COMMUNITY COLLEGES
Summary: Conference
Article 2, Senate Bill 166 (S-3) CR-1



Analyst: Perry Zielak

IDG/IDT	FY 2024-25 Year-to-Date as of 2/5/25	FY 2025-26 Executive	FY 2025-26 Senate	FY 2025-26 House	FY 2025-26 Conference	Difference: Conference From FY 2024-25 YTD	
						Amount	%
IDG/IDT	\$0	\$0	\$0	\$0	\$0	\$0	--
Federal	0	0	0	0	0	0	--
Local	0	0	0	0	0	0	--
Private	0	0	0	0	0	0	--
Restricted	461,720,800	496,689,600	506,504,600	456,652,500	493,032,100	31,311,300	6.8
GF/GP	500,000	0	0	0	0	(500,000)	(100.0)
Gross	\$462,220,800	\$496,689,600	\$506,504,600	\$456,652,500	\$493,032,100	\$30,811,300	6.7

Notes: (1) Appropriation figures for FY 2025-26 include all proposed appropriation amounts, including amounts designated as "one-time." (2) FY 2024-25 year-to-date (YTD) figures are as of release of the Executive budget, February 5, 2025. (3) "Senate" means Senate Bill 168 (S-2). (4) "House" means House Bill 4579 (H-1). (5) "Conference" means the budget agreement reflected in SB 166 (S-3) CR-1.

Overview

The Community Colleges budget, contained in Article II of the compiled School Aid Act, provides funding for operational support of the 28 public community colleges located throughout the state and some retirement costs for employees who participate in the state public school employee retirement system. Community colleges offer a wide variety of educational programs, including traditional two-year transfer programs, associate degrees, career and technical education, developmental and remedial education, continuing education, and baccalaureate programs in a limited number of areas. The colleges are supported primarily through a combination of state aid, local property tax revenue, and tuition and fees.

Major Budget Changes from FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 Year-to-Date (as of 2/5/25)	FY 2025-26 Conference Change
1. Community College Operations Increase	Gross	\$366,931,800	\$7,611,300
<u>Executive</u> includes a net increase of \$11.3 million School Aid Fund (SAF) for community college operations, a 3.1% increase when compared to FY 2024-25 ongoing plus one-time operations appropriations. This includes:	Restricted	366,931,800	7,611,300
	GF/GP	\$0	\$0

- \$14.6 million SAF, or 4.0%, increase to operations grants for community colleges when compared to FY 2024-25 ongoing operations, which would be distributed through the performance funding formula.

- Removal of \$3.6 million SAF one-time operations funding.
- \$207,100 SAF increase based on FY 2023-24 North American Indian Tuition Waiver (ITW) program costs reported by institutions.

Attainment of the performance funding increase would be conditioned on restraining in-district tuition and fee increases to the greater of 4.5% or \$227 (set at 4.5% or \$217 in the current year). Projected funding increases for individual community colleges would range from 2.4% to 4.5%. Total funding for operations would be \$378.2 million SAF.

Senate includes a net increase of \$7.6 million School Aid Fund (SAF) for community college operations, a 2.1% increase when compared to FY 2024-25 ongoing plus one-time operations appropriations. This includes:

- \$11.0 million SAF, or 3.0%, increase to operations grants for community colleges when compared to FY 2024-25 ongoing operations, which would be distributed through the performance funding formula.
- Removal of \$3.6 million SAF one-time operations funding.

[continued on next page]

		FY 2024-25 Year-to-Date (as of 2/5/25)	FY 2025-26 Conference Change
Major Budget Changes from FY 2024-25 Year-to-Date (YTD) Appropriations			
1. Community College Operations Increase (continued)			
\$207,100 SAF increase based on FY 2023-24 North American Indian Tuition Waiver (ITW) program costs reported by institutions. Attainment of the performance funding increase would be conditioned on restraining in-district tuition and fee increases to the greater of 4.5% or \$227 (set at 4.5% or \$217 in the current year). Projected funding increases for individual community colleges would range from 1.5% to 3.2%. Total funding for operations would be \$374.5 million SAF. <u>House</u> includes a net decrease of \$3.6 million School Aid Fund (SAF) for community college operations, a 1.0% decrease when compared to FY 2024-25 ongoing plus one-time operations appropriations. This includes the removal of \$3.6 million SAF one-time operations funding. Projected funding decreases for individual community colleges would range from 0.8% to 1.3%. Total funding for operations would be \$363.4 million SAF. <u>Conference</u> includes a net increase of \$7.6 million School Aid Fund (SAF) for community college operations, a 2.1% increase when compared to FY 2024-25 ongoing plus one-time operations appropriations. This includes: \$11.0 million SAF, or 3.0%, one-time increase to operations grants for community colleges when compared to FY 2024-25 ongoing operations, which would be distributed through the performance funding formula. - Removal of \$3.6 million SAF one-time operations funding. \$207,100 SAF increase based on FY 2023-24 North American Indian Tuition Waiver (ITW) program costs reported by institutions. Attainment of the one-time performance funding increase would be conditioned on restraining in-district tuition and fee increases to the greater of 4.5% or \$227 (set at 4.5% or \$217 in the current year). Projected funding increases for individual community colleges would range from 1.5% to 3.2%. Total funding for operations would be \$374.5 million SAF.			
2. Michigan Public School Employee Retirement System (MPERS) State Share of Unfunded Actuarial Accrued Liability (UAAL) Stabilization Payment	Gross	\$62,100,000	\$27,400,000
	Restricted	62,100,000	27,400,000
	GF/GP	\$0	\$0
<u>Executive</u> increases funding by \$27.4 million SAF for the state's share of community colleges' MPERS UAAL, a 44.1% increase. The state's share is the difference between the calculated UAAL contribution to the system and the employer contribution cap of 15.21% of payroll set by the Public School Employees Retirement Act (MCL 38.1341), which was lowered from 20.96% to 15.21% beginning in FY 2025-26. Total funding for the state share of MPERS would be \$89.5 million SAF. <u>Senate</u> concurs. <u>House</u> does not include. <u>Conference</u> concurs with Executive.			
3. MPERS Normal Cost Offset	Gross	\$21,800,000	(\$2,200,000)
	Restricted	21,800,000	(2,200,000)
	GF/GP	\$0	\$0
<u>Executive</u> decreases funding by \$2.2 million SAF for the community colleges' MPERS normal cost offset, a 10.1% decrease, due to a lower contribution needed to cover retirement benefits and maintain the assumed rate of return at 6.0%. Total funding for the MPERS normal cost offset would be \$19.6 million SAF. <u>Senate</u> concurs. <u>House</u> does not include. <u>Conference</u> concurs with Executive.			

Major Budget Changes from FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 Year-to-Date (as of 2/5/25)	FY 2025-26 Conference Change
4. Infrastructure, Technology, Equipment, Maintenance, and Safety (ITEMS) Grants <u>Senate</u> includes \$10.9 million SAF of one-time funding for Infrastructure, Technology, Equipment, Maintenance, Safety, and Housing, which would allow community colleges to repair, improve, or maintain existing buildings, facilities, equipment, technological and physical infrastructure, student housing, and school safety measures. Grant funding would be distributed based on community colleges receiving the equivalent of 1% of operations funding, determined through the performance formula and totaling \$3.6 million. Half of the remaining \$7.3 million ITEMS funding would be distributed equally and half would be distributed proportionately to community colleges that did not receive a Capital Outlay planning or construction authorization between January 1 and October 1, 2025. <u>House</u> does not include. <u>Conference</u> does not include.	Gross	\$0	\$0
	Restricted	0	0
	GF/GP	\$0	\$0
5. St. Clair County Community College Applied Technology Center Equipment <u>Senate</u> includes \$2.0 million SAF of one-time funding for equipment for St. Clair County Community College's Applied Technology Center. <u>House</u> does not include. <u>Conference</u> does not include.	Gross	\$0	\$0
	Restricted	0	0
	GF/GP	\$0	\$0
6. Kalamazoo Valley Community College Circle Center <u>Senate</u> includes \$500,000 SAF of one-time funding to support Kalamazoo Valley Community College's Circle Center, which is a resource center to address various student wellness needs. <u>House</u> does not include. <u>Conference</u> does not include.	Gross	\$0	\$0
	Restricted	0	0
	GF/GP	\$0	\$0
7. Removal of FY 2024-25 One-Time Appropriations <u>Executive</u> removes \$2.0 million Gross (\$500,000 GF/GP) of one-time funding that was included in the FY 2024-25 budget to support the following: - Career and Education Navigators for Adult Learners (\$1.2 million SAF) - Public-Service-Focused Careers program (\$500,000 GF/GP) - Kalamazoo Valley Community College Internet Accessibility (\$350,000 SAF) <u>Senate</u> concurs. <u>House</u> concurs. <u>Conference</u> concurs.	Gross	\$2,000,000	(\$2,000,000)
	Restricted	1,500,000	(1,500,000)
	GF/GP	\$500,000	(\$500,000)

Major Boilerplate Changes from FY 2024-25

Sec. 201f. One-Time Performance Funding Payment Detail – REVISED

Executive deletes language that details the one-time performance funding payment allocations for each community college for FY 2024-25. Senate concurs. House concurs. Conference revises language detailing the one-time performance funding payment allocations for FY 2025-26.

Sec. 201g. State Fiscal Recovery Funds Reallocation Authorization – DELETED

House deletes language that directs the state budget director to reallocate state fiscal recovery funds that are in jeopardy of not meeting the expenditure deadline of December 31, 2026. Conference concurs.

Sec. 201h. MPERS Normal Cost FY 2023-24 Supplemental Appropriation Detail – DELETED

Executive deletes language that increases the FY 2023-24 MPERS Normal Cost by \$1.3 million SAF due to reported payroll of community colleges being slightly higher than original projections. Senate concurs. House concurs. Conference concurs.

Sec. 201i. Legislatively Directed Spending Items – NEW

Conference adds language that specifies a standard grant distribution process that would establish a process to review, complete, and execute a grant agreement with a grant recipient; verify that a grant recipient will utilize funds for a public purpose; review and verify all necessary information to ensure the grant recipient is able to execute the grant agreement; and include an oversight process of distributed grant funds.

Major Boilerplate Changes from FY 2024-25

Sec. 204. Buy American/Buy Michigan Goods and Services – RETAINED

Prohibits the use of funds to purchase foreign goods or services if American products that are competitively priced and of similar quality are available; states preference for Michigan goods and services. States preference for goods and services provided by Michigan businesses owned and operated by veterans. Senate adds preference for goods and services that are manufactured in union employed facilities. House removes preference for businesses owned and operated by veterans. Conference retains.

Sec. 205. Ordering From Geographically Disadvantaged Business Enterprises – RETAINED

House deletes language that encourages community colleges to ensure geographically disadvantaged business enterprises compete for and perform contracts for services and/or supplies. Conference retains.

Sec. 207b. MPERS State Share of Unfunded Actuarial Accrued Liability (UAAL) Appropriation – REVISED

Specifies the purpose and allocation method for the state's share of community colleges' UAAL payment to MPERS. Executive revises employer rate cap from 20.96% to 15.21% to reflect statutory changes made in FY 2024-25. Senate concurs. House retains. Conference concurs with Executive.

Sec. 210. Collaboration With Four-Year Universities, Local Employers, and Each Other – REVISED

Encourages community colleges to collaborate with four-year universities, particularly in areas of training, instruction, and program articulation. Also encourages community colleges to collaborate with local employers and each other to identify local employment needs; encourages community colleges to work with universities to develop equivalency standards. Executive revises language to require community colleges to collaborate with four-year universities, local employers and each other. Senate concurs. House concurs. Conference concurs.

Sec. 210d. Reverse Transfer Agreements – REVISED

Encourages community colleges to work with public universities to increase the number of students awarded community college credentials as a result of "reverse transfer" of credits for university coursework to a community college. Executive adds language that requires community colleges to consult with the Michigan Department of Lifelong Education, Advancement, and Potential (MiLEAP) at least once an academic year on transfer credits and transfer student policies, publicly post transfer policies and resources on a website and admissions materials, and provide information on the Michigan Transfer Network, transfer pathways, and financial aid for transfer students. Senate concurs on consulting with MiLEAP at least once an academic year. House concurs with Executive. Conference concurs with Senate.

Sec. 212. Cost Containment and Efficiency Initiatives – REVISED

Encourages community colleges to evaluate and pursue efficiency and cost-containment measures, including joint ventures, consolidating services, program collaboration, increasing web-based instruction, improving energy efficiency, eliminating low-volume/high-cost instructional programs, self-insurance, and group purchasing. House deletes increasing web-based instruction, high-cost instructional programs, and improving energy efficiency language. Conference deletes web-based instruction language.

Sec. 216c. Infrastructure, Technology, Equipment, Maintenance, and Safety (ITEMS) Appropriation Detail – NOT INCLUDED

Senate adds language that details infrastructure, technology, equipment, maintenance, safety and housing categories that ITEMS funding could be used for by community colleges. Specifies that all community colleges will receive an appropriation equal to about 1% of operations funding and the remaining funding will be distributed to institutions that do not receive a Capital Outlay planning or construction authorization between January 1, 2025 and November 1, 2025. House does not include. Conference does not include.

Sec. 216e. Institutional Best Practices Detail – REVISED

Executive deletes language that details requirement that community colleges must certify to following at least 2 of 5 institutional best practices to receive both ongoing and one-time performance funding increases, one of which must be the best practice on transfers and working to increase the number of reverse transfer or articulation agreements. Senate revises to require community colleges to certify to following all institutional best practices to receive performance funding and ITEMS funding, and adds 2 additional best practices on co-requisite model of gateway math and English courses and assessing students for credit based on prior learning. House concurs with Executive. Conference revises language to remove reference tying compliance with the requirements to one-time operations payments.

Sec. 217. Michigan Community College Data Inventory Reporting Requirements – RETAINED

Requires CEPI to establish, maintain, and coordinate the MCCDI database of community college data. Requires CEPI to compile the Demographic Enrollment Profile report and performance metrics to support the performance funding formula. House restricts the Demographic Enrollment Profile from including references to gender, race, and ethnicity. Conference retains.

Major Boilerplate Changes from FY 2024-25

Sec. 217a. Community College Annual Reporting Requirements – REVISED

Requires each community college to submit Michigan Community College Data Inventory (MCCDI) data, tuition and fee information, longitudinal data system data, degree and certificate award data, and annual independent audits as required by the first business day of November or have monthly payments withheld. Executive revises language to clarify monthly state operations payments would be withheld. Senate concurs. House concurs. Conference concurs.

Sec. 217b. Community College Tuition and Fee Restraint and Annual Rate Report – REVISED

Requires community colleges to report tuition and fee rates, the annual cost of tuition and fees for a 30 credit course load, and tuition and fee increases from the prior year to CEPI by the last business day of August; details tuition restraint requirements in order to receive performance funding for FY 2024-25; and requires community colleges to limit in-district tuition and fee increases to 4.5% or \$217, whichever is greater. Sets FY 2025-26 tuition and fee restraint to the greater of 4.5% or \$227. Executive revises language that limits FY 2025-26 in-district tuition and fee increases to 4.5% or \$227 whichever is greater, and limits FY 2026-27 in-district tuition and fee increases to the greater of 5.0% or \$248. Adds language that details the state budget director shall implement uniform reporting requirements for tuition restraint, has the sole authority to determine compliance with the requirements, and will report information to the house and senate appropriation subcommittees and fiscal agencies. Senate concurs but revises FY 2026-27 restraint to the greater of 3.5% or \$174. House concurs with Executive on uniform reporting requirements but revises FY 2025-26 in-district tuition and fee restraint to the greater of 3.0% or \$149 and does not include FY 2026-27 restraint. Conference concurs with Executive but revises FY 2026-27 restraint to the greater of 4.0% or \$199.

Sec. 217c. Charter School Authorizing Body Report – REVISED

Requires each community college or tribal college that serves as an authorizing body for public school academies to post a report on various details on public school academies authorized by the institution. Senate adds requirement that institutions must adopt a policy to ensure that structures and properties vacated by authorized public school academies do not become blight to the surrounding neighborhoods. House deletes. Conference concurs with Senate.

Sec. 217d. Students for Fair Admissions v. Harvard Restrictions – NOT INCLUDED

House adds language that requires community colleges not to violate *Students for Fair Admissions v. Harvard*, with a 25% operations reduction for any institution that violates the case. Lists redistribution method for reduced funds. Conference does not include.

Sec. 217d. Diversity, Equity, and Inclusion (DEI) Programs Report – NOT INCLUDED

Senate adds language that requires each community college to report on changes to DEI programs made after January 1, 2025 and to report on resources, programs, or efforts that would mitigate negative consequences if DEI programs were reduced. House does not include. Conference does not include.

Sec. 217e. Restriction on Diversity, Equity, and Inclusion (DEI) Spending – NOT INCLUDED

House adds language that restricts community colleges from spending any funding on DEI, with the sum of money spent on DEI reduced from operations allocations. Lists redistribution method for reduced funds. Conference does not include.

Sec. 217e. Itemized Cost of Attendance Report – NOT INCLUDED

Senate adds language that requires each community college to report on the itemized cost of attendance for full-time students for the past two fiscal years. House does not include. Conference does not include.

Sec. 217f. Institutional Salaries Spending Restriction – NEW

House adds language that restricts community colleges from spending more than 10% of salary spending on staff who do not teach, maintain facilities, or protect as law enforcement with the sum of money spent over the cap reduced from operations allocations. Conference concurs but revises language to specify no more than 10% of operations appropriations can be spent on administration and includes which costs are not considered administrative spending.

Sec. 217f. Public School Academy (PSA) Authorizer Fee and State Scholarship Reduction – NOT INCLUDED

Senate adds language that reduces state-funded scholarship payments for community colleges that are also PSA authorizing bodies by up to 1% of authorizing fees collected. House does not include. Conference does not include.

Sec. 217g. Males in Female Sports Restriction – NOT INCLUDED

House adds language that restricts community colleges that participate in intercollegiate athletics from allowing biologically defined males from participating in biologically defined female sport teams and authorizes the state budget director to withhold 5% of monthly operations payments until an institution complies. Conference does not include.

Sec. 217h. Remote Employees Report – NOT INCLUDED

House adds language that requires community colleges to post a list of all employees, including titles and salaries, who work remotely. Conference does not include.

Major Boilerplate Changes from FY 2024-25

Sec. 217i. Common Areas and Public Ceremonies Race and Sex Restrictions – NOT INCLUDED

House adds language that restricts community colleges from having any common area spaces that are restricted by sex or race, restricts institutions from having any public ceremonies or gatherings restricted by sex or race, and authorizes the state budget director to withhold 5% of monthly operations payments until an institution complies. Conference does not include.

Sec. 226e. Post-Secondary Degree, Certification or Credential Obtainment Goal – RETAINED

House deletes language that sets a goal of 60% of Michigan residents achieving a post-secondary credential, certification or degree by 2030. Conference retains.

Sec. 228. Communication With the Legislature – RETAINED

Executive deletes language that forbids a community college from taking disciplinary action against an employee for communicating with the legislature. Senate retains. House retains. Conference retains.

Sec. 230. Performance Formula Detail, Local Strategic Value Categories, Tuition and Fee Restraint – RETAINED

States the formula by which the amount available for performance funding. Lists requirements for the local strategic value categories. States that community colleges must participate and submit semi-annual updates to the Michigan Transfer Network to receive performance funding payments. House deletes two best practices in the local strategic value categories. Conference retains.

FY 2025-26 Community Colleges Operations Appropriations Conference Report

% of Formula:			30%			10%		10%		10%		30%		5%		5%		100%				
	Total FY 2024-25 Appropriation	FY 24 Indian Tuition Waiver Payment	FY 2024-25 One-Time Distribution	FY 2024-25 Base Appropriation	Sustainability	Performance- Improvement	Performance- Completion Number	Performance- Completion Rate	Contact Hours	Admin.	Local Strategic Value	Total One-Time Formula Distribution	FY 2024 Indian Tuition Waiver Cost	Indian Tuition Waiver Adjustments	Total FY 26 Indian Tuition Waiver Payment	FY 2025-26 Appropriation	% Change					
Alpena	\$6,493,500	\$21,800	\$68,400	\$6,403,300	\$58,197	\$109,487	\$11,934	\$28,671	\$32,768	\$20,471	\$9,700	\$271,100	\$13,500	(8,300)	\$13,500	\$6,687,900	3.0%					
Bay de Noc	6,473,100	100,000	75,100	6,298,000	57,240	15,264	11,921	28,502	35,618	20,129	9,540	178,200	92,000	(8,000)	92,000	6,568,200	1.5%					
Delta	17,067,300	24,800	160,100	16,882,400	153,438	42,964	43,315	52,087	150,235	25,710	25,573	493,300	51,800	27,000	51,800	17,427,500	2.1%					
Glen Oaks	3,016,000	1,800	30,100	2,984,100	27,121	7,232	8,360	19,233	24,694	0	4,520	91,200	2,900	1,100	2,900	3,078,200	2.1%					
Gogebic	5,493,600	48,400	46,200	5,399,000	49,070	15,069	7,291	26,995	20,312	12,551	8,178	139,500	40,100	(8,300)	40,100	5,578,600	1.5%					
Grand Rapids	21,521,800	111,100	226,500	21,184,200	192,536	51,343	65,957	51,343	267,513	24,731	32,089	685,500	153,100	42,000	153,100	22,022,800	2.3%					
Henry Ford	25,554,400	6,400	247,300	25,300,700	229,949	61,320	89,707	61,320	248,019	22,229	38,325	750,900	4,500	(1,900)	4,500	26,056,100	2.0%					
Jackson	14,193,900	42,300	119,000	14,032,600	127,537	34,010	33,363	34,010	99,294	15,307	21,256	364,800	27,100	(15,200)	27,100	14,424,500	1.6%					
Kalamazoo Valley	14,889,900	37,200	148,300	14,704,400	133,643	35,638	36,624	46,976	131,050	27,470	22,274	433,700	46,900	9,700	46,900	15,185,000	2.0%					
Kellogg	11,567,100	35,400	105,000	11,426,700	103,853	27,694	32,359	27,694	89,178	26,306	17,309	324,400	26,700	(8,700)	26,700	11,777,800	1.8%					
Kirtland	3,902,200	25,800	41,300	3,835,100	34,856	29,150	12,586	9,295	32,646	22,186	5,809	146,500	46,300	20,500	46,300	4,027,900	3.2%					
Lake Michigan	6,474,300	6,000	60,100	6,408,200	58,242	19,547	15,847	26,606	52,430	9,862	9,707	192,200	19,400	13,400	19,400	6,619,800	2.2%					
Lansing	36,512,400	81,200	296,800	36,134,400	328,413	122,975	85,677	100,107	212,516	20,285	54,735	924,700	82,100	900	82,100	37,141,200	1.7%					
Macomb	38,534,400	23,700	350,100	38,160,600	346,828	92,488	102,319	103,902	366,080	21,202	57,805	1,090,600	90,900	67,200	90,900	39,342,100	2.1%					
Mid Michigan	5,975,200	75,500	62,700	5,837,000	53,050	14,147	16,186	14,147	68,197	19,298	8,842	193,900	82,500	7,000	82,500	6,113,400	2.3%					
Monroe County	5,426,200	1,800	55,900	5,368,500	48,792	43,903	14,960	24,148	47,654	18,968	8,132	206,600	400	(1,400)	400	5,575,500	2.8%					
Montcalm	4,086,000	1,900	50,800	4,033,300	36,657	9,775	11,960	9,775	25,674	22,342	6,110	122,300	1,700	(200)	1,700	4,157,300	1.7%					
Mott	18,174,300	5,800	150,700	18,017,800	163,757	43,669	47,540	43,669	144,788	20,963	27,293	491,700	10,300	4,500	10,300	18,519,800	1.9%					
Muskegon	10,480,500	21,300	99,300	10,359,900	94,157	25,109	25,107	36,899	78,268	23,365	15,693	298,600	43,500	22,200	43,500	10,702,000	2.1%					
North Central	4,162,800	162,500	52,600	3,947,700	35,879	9,568	10,682	22,096	39,492	20,571	5,980	144,300	162,400	(100)	162,400	4,254,400	2.2%					
Northwestern	10,914,300	196,800	97,700	10,619,800	96,520	25,739	24,103	38,142	71,407	17,408	16,087	289,400	254,700	57,900	254,700	11,163,900	2.3%					
Oakland	25,428,100	33,800	264,300	25,130,000	228,398	60,906	91,598	73,384	305,700	18,434	38,066	816,500	38,400	4,600	38,400	25,984,900	2.2%					
Schoolcraft	15,166,400	21,000	173,400	14,972,000	136,075	36,287	51,049	47,760	182,401	26,915	22,679	503,200	25,300	4,300	25,300	15,500,500	2.2%					
Southwestern	7,885,300	29,500	69,200	7,786,600	70,770	18,872	11,412	31,463	48,158	17,978	11,795	210,400	19,100	(10,400)	19,100	8,016,100	1.7%					
St. Clair County	8,453,900	24,100	87,800	8,342,000	75,817	20,218	30,194	32,726	68,523	18,072	12,636	258,200	13,300	(10,800)	13,300	8,613,500	1.9%					
Washtenaw	16,503,100	24,600	221,200	16,257,300	147,757	39,402	134,535	52,115	240,259	26,181	24,626	664,900	19,000	(5,600)	19,000	16,941,200	2.7%					
Wayne County	19,642,700	4,400	178,000	19,460,300	176,868	78,456	63,400	47,165	187,877	17,672	29,478	600,900	2,500	(1,900)	2,500	20,063,700	2.1%					
West Shore	2,939,100	12,000	30,400	2,896,700	26,327	7,021	7,265	7,021	20,999	12,018	4,388	85,000	17,600	5,600	17,600	2,999,300	2.0%					
\$366,931,800		\$1,180,900	\$3,568,300	\$362,182,600	\$3,291,750	\$1,097,250	\$1,097,250	\$1,097,250	\$3,291,750	\$548,625	\$548,625	\$10,972,500	\$1,388,000	\$207,100	\$1,388,000	\$374,543,100	2.1%					

Requirement to receive performance funding for FY 2025-26:

1. Restrain FY 2025-26 in-district tuition/fee rate increase to 4.5% or \$227 (whichever is greater)

Data Notes	
Component	Years
Performance improvement	FYs 2021-2023
Performance completion number	FYs 2021-2023
Performance completion rate	FYs 2021-2022
Contact hours	FY 2024
Administrative	FYs 2023-2024

FY 2025-26: HIGHER EDUCATION
Summary: Conference
Article 3, Senate Bill 166 (S-3) CR-1



Analyst: Perry Zielak

IDG/IDT	FY 2024-25 Year-to-Date as of 2/5/25	FY 2025-26 Executive	FY 2025-26 Senate	FY 2025-26 House	FY 2025-26 Conference	Difference: Conference From FY 2024-25 YTD	
						Amount	%
	\$0	\$0	\$0	\$0	\$0	\$0	--
Federal	3,200,000	3,200,000	3,200,000	3,200,000	3,200,000	0	0.0
Local	0	0	0	0	0	0	--
Private	0	0	0	0	0	0	--
Restricted	461,668,300	550,768,300	602,177,700	1,935,771,400	850,768,300	389,100,000	84.3
GF/GP	1,859,424,300	1,824,885,000	1,806,945,000	325,236,400	1,482,943,700	(376,480,600)	(20.2)
Gross	\$2,324,292,600	\$2,378,853,300	\$2,412,322,700	\$2,264,207,800	\$2,336,912,000	\$12,619,400	0.5

Notes: (1) Appropriation figures for FY 2025-26 include all proposed appropriation amounts, including amounts designated as "one-time." (2) FY 2024-25 year-to-date (YTD) figures are as of release of the Executive budget, February 5, 2025. (3) "Senate" means Senate Bill 167 (S-2). (4) "House" means House Bill 4580 (H-2). (5) "Conference" means the budget agreement reflected in SB 166 (S-3) CR-1.

Overview

The Higher Education budget, contained in Article 3 of the compiled School Aid Act, provides funding for operational support of the state's 15 public universities, the AgBioResearch and Extension programs operated by Michigan State University; some retirement costs for employees who participate in the state public school employee retirement system; various financial aid programs for students attending public and independent colleges and universities in the state; and several other smaller higher education-related programs.

Major Budget Changes from FY 2024-25 Year-to-Date (YTD) Appropriations	FY 2024-25 Year-to-Date (as of 2/5/25)	FY 2025-26 Conference Change
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1. University Operations/Appropriations

Executive includes a net increase of \$51.7 million Gross (\$48.3 million GF/GP reduction) for university operations, a 3.1% increase when compared to FY 2024-25 ongoing plus one-time operations appropriations. This includes:

- \$66.8 million GF/GP ongoing increase to operations grants for universities, with all universities receiving a 4.0% increase when compared to FY 2024-25 ongoing operations.
- \$1.2 million GF/GP increase based on FY 2023-24 North American Indian Tuition Waiver program costs reported by institutions.
- Removal of \$16.3 million GF/GP one-time FY 2024-25 operations funding.
- Replaces \$100.0 million GF/GP with a corresponding amount of School Aid Fund (SAF).

Attainment of the operations increase would be conditioned on restraining resident undergraduate tuition and fee increases to the greater of 4.5% or \$735 (set at 4.5% or \$703 in the current year). Projected funding changes for universities would range from 2.9% to 3.7%. Total funding for operations would be \$1.7 billion Gross (\$1.2 billion GF/GP).

Senate includes a net increase of \$35.0 million Gross (\$80.5 million GF/GP reduction) for university operations, a 2.1% increase when compared to FY 2024-25 ongoing plus one-time operations appropriations. This includes:

- \$50.1 million GF/GP ongoing increase to operations grants for universities, with all universities receiving a 3.0% increase when compared to FY 2024-25 ongoing operations.

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Major Budget Changes from FY 2024-25 Year-to-Date (YTD) Appropriations

1. University Operations/Appropriations (continued)

- \$1.2 million GF/GP increase based on FY 2023-24 North American Indian Tuition Waiver program costs reported by institutions.
- Removal of \$16.3 million GF/GP one-time FY 2024-25 operations funding.
- Replaces \$115.5 million GF/GP with a corresponding amount of School Aid Fund (SAF).

Attainment of the operations increase would be conditioned on restraining resident undergraduate tuition and fee increases to the greater of 4.5% or \$735 (set at 4.5% or \$703 in the current year). Projected funding changes for universities would range from 1.9% to 2.7%. Total funding for operations would be \$1.7 billion Gross (\$1.2 billion GF/GP).

House includes a net decrease of \$51.6 million Gross (\$1.2 billion GF/GP reduction) for university operations, a 3.1% decrease when compared to FY 2024-25 ongoing plus one-time operations appropriations. This includes:

- \$291.0 million Gross operations reduction to Michigan State University (\$56.6 million or 18% reduction) and the University of Michigan – Ann Arbor (\$234.4 million or 65% reduction) with the funds redistributed in the following manner: \$242.7 million to the remaining 13 universities distributed proportionately based on FY 2024-25 base operations funding, \$22.0 million GF/GP for the Tuition Grant program, \$13.3 million for North American Indian Tuition Waiver payments, and \$13.0 million to the seven universities that participate in the Michigan Public School Employee Retirement System (MPERS), distributed proportionately based on FY 2024-25 base operations funding.
- Removal of \$16.3 million GF/GP one-time FY 2024-25 operations funding.
- Replaces \$1.2 billion GF/GP with a corresponding amount of School Aid Fund (SAF).

Attainment of operations funding would be conditioned on restraining resident undergraduate tuition and fee increases to the greater of 4.5% or \$735 (set at 4.5% or \$703 in the current year). Projected funding changes for universities would range from a 65.1% decrease to a 26.3% increase. Total funding for university appropriations would be \$1.6 billion Gross (\$54.0 million GF/GP).

Conference includes a net increase of \$48.0 million Gross (\$152.0 million GF/GP reduction) for university operations, a 2.8% increase when compared to FY 2024-25 ongoing plus one-time operations appropriations. This includes:

- \$50.1 million GF/GP one-time increase to operations grants for universities, with all universities receiving a 3.0% increase when compared to FY 2024-25 ongoing operations.
- \$13.0 million GF/GP ongoing increase to the seven universities that participate in the Michigan Public School Employee Retirement System (MPERS), distributed proportionately based on FY 2024-25 base operations funding.
- \$1.2 million GF/GP increase based on FY 2023-24 North American Indian Tuition Waiver program costs reported by institutions.
- Removal of \$16.3 million GF/GP one-time FY 2024-25 operations funding.
- Replaces \$200.0 million GF/GP with a corresponding amount of School Aid Fund (SAF).

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Major Budget Changes from FY 2024-25 Year-to-Date (YTD) Appropriations	FY 2024-25 Year-to-Date (as of 2/5/25)	FY 2025-26 Conference Change
1. University Operations/Appropriations (continued)		
Attainment of the one-time operations increase would be conditioned on restraining resident undergraduate tuition and fee increases to the greater of 4.5% or \$735 (set at 4.5% or \$703 in the current year). Projected funding changes for universities would range from 1.9% to 4.8%. Total funding for operations would be \$1.7 billion Gross (\$1.1 billion GF/GP).		
2. Michigan State University Extension and AgBioResearch Programs Increase	Gross GF/GP	
<u>Executive</u> includes a net increase of \$2.2 million GF/GP for MSU's AgBioResearch and Extension program funding, a 3.0% increase when compared to FY 2024-25 ongoing plus one-time appropriations. This includes: • \$1.6 million GF/GP operations increase for the MSU AgBioResearch program, a 4.0% increase. • Removal of \$385,200 GF/GP in one-time AgBioResearch operations funding. • \$1.4 million GF/GP ongoing operations increase for the MSU Extension program, a 4.0% increase. • Removal of \$332,200 GF/GP in one-time Extension operations funding. Total funding for AgBioResearch and Extension programs would be \$75.8 million GF/GP. <u>Senate</u> includes a net increase of \$1.5 million GF/GP for MSU's AgBioResearch and Extension program funding, a 2.0% increase when compared to FY 2024-25 ongoing plus one-time appropriations. This includes: • \$1.2 million GF/GP operations increase for the MSU AgBioResearch program, a 3.0% increase. • Removal of \$385,200 GF/GP in one-time AgBioResearch operations funding. • \$1.0 million GF/GP ongoing operations increase for the MSU Extension program, a 3.0% increase. • Removal of \$332,200 GF/GP in one-time Extension operations funding. Total funding for AgBioResearch and Extension programs would be \$75.0 million GF/GP. <u>House</u> includes a net decrease of \$717,400 GF/GP for MSU's AgBioResearch and Extension program funding, a 1.0% decrease when compared to FY 2024-25 ongoing plus one-time appropriations. This includes: • Removal of \$385,200 GF/GP in one-time AgBioResearch operations funding. • Removal of \$332,200 GF/GP in one-time Extension operations funding. Total funding for AgBioResearch and Extension programs would be \$72.8 million GF/GP. <u>Conference</u> includes a net increase of \$1.5 million GF/GP for MSU's AgBioResearch and Extension program funding, a 2.0% increase when compared to FY 2024-25 ongoing plus one-time appropriations. This includes: • \$1.2 million GF/GP one-time operations increase for the MSU AgBioResearch program, a 3.0% increase. • Removal of \$385,200 GF/GP in one-time AgBioResearch operations funding.	\$73,537,500 \$73,537,500	\$1,488,700 \$1,488,700
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Major Budget Changes from FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 Year-to-Date (as of 2/5/25)	FY 2025-26 Conference Change
2. Michigan State University Extension and AgBioResearch Programs Increase (continued)			
\$1.0 million GF/GP one-time operations increase for the MSU Extension program, a 3.0% increase. - Removal of \$332,200 GF/GP in one-time Extension operations funding.			
Total funding for AgBioResearch and Extension programs would be \$75.0 million GF/GP.			
3. Michigan Public School Employee Retirement System (MPSERS) Normal Cost Offset		Gross	\$8,500,000
		Restricted	8,500,000
		GF/GP	\$0
<u>Executive</u> decreases funding by \$900,000 SAF for the MPSERS normal cost offset, a 10.6% decrease, due to a lower contribution needed to cover retirement benefits and maintain the assumed rate of return at 6.0% for the seven universities with MPSERS employees (Central, Eastern, Ferris, Lake Superior State, Michigan Tech, Northern, and Western). Total funding for the MPSERS normal cost offset would be \$7.6 million SAF. <u>Senate</u> concurs. <u>House</u> concurs. <u>Conference</u> concurs.			
4. Michigan Achievement Scholarship/Postsecondary Scholarship Fund Deposit		Gross	\$330,000,000
		Restricted	0
		GF/GP	\$330,000,000
<u>Executive</u> includes a net increase of \$20.0 million GF/GP for deposit into the Postsecondary Scholarship Fund, a 6.1% increase, which is the funding source for Michigan Achievement Scholarships. This includes the removal of \$30.0 million GF/GP one-time funding and the increase of \$50.0 million GF/GP ongoing funding. The scholarships are awarded to eligible in-state students that graduate high school or achieve an equivalency certificate in 2023 or after and attend an eligible Michigan public university, community college, tribal college or independent nonprofit college or university full-time. After a total \$350.0 million GF/GP deposit into the Postsecondary Scholarship Fund, total funding for Michigan Achievement Scholarships for FY 2025-26 would be \$350.0 million restricted. <u>Senate</u> includes a net increase of \$15.0 million GF/GP for deposit into the Postsecondary Scholarship Fund, a 4.5% increase. This includes the removal of \$30.0 million GF/GP one-time funding, the increase of \$50.0 million GF/GP ongoing funding, and the decrease of \$5.0 million for marketing of the Michigan Achievement Scholarship program. After a total \$345.0 million GF/GP deposit into the Postsecondary Scholarship Fund, total funding for Michigan Achievement Scholarships for FY 2025-26 would be \$345.0 million restricted. <u>House</u> includes a net increase of a \$20.0 million Gross (\$330.0 million GF/GP reduction) one-time deposit into the Postsecondary Scholarship Fund, a 6.1% increase. This includes the replacement of \$330.0 million GF/GP with a corresponding amount of SAF. After a total \$350.0 million SAF one-time deposit into the Postsecondary Scholarship Fund, total funding for Michigan Achievement Scholarships for FY 2025-26 would be \$350.0 million restricted. <u>Conference</u> includes a net decrease of \$30.0 million Gross (\$230.0 million GF/GP reduction) for deposit into the Postsecondary Scholarship Fund, a 9.1% decrease. This includes the removal of \$30.0 million GF/GP one-time funding and the replacement of \$200.0 million GF/GP with a corresponding amount of SAF. After a total \$300.0 million Gross deposit into the Postsecondary Scholarship Fund, total funding for Michigan Achievement Scholarships for FY 2025-26 would be \$300.0 million restricted.			

Major Budget Changes from FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 Year-to-Date (as of 2/5/25)	FY 2025-26 Conference Change	
5. Tuition Incentive Program		Gross	\$93,800,000	\$28,500,000
<u>Executive</u> increases funding by \$28.5 million GF/GP for the Tuition Incentive Program (TIP), a 30.4% increase. TIP pays Medicaid-eligible students' tuition costs for associate degrees under Phase I and bachelor's degrees under Phase II. The increase addresses increased student participation and increased tuition and fees. Total funding for TIP would be \$122.3 million GF/GP. <u>Senate</u> concurs. <u>House</u> concurs. <u>Conference</u> concurs.		GF/GP	\$93,800,000	\$28,500,000
6. Michigan Competitive Scholarships		Gross	\$19,930,900	(\$19,930,900)
<u>Executive</u> decreases funding by \$9.0 million GF/GP for Michigan Competitive Scholarships, a 45.2% decrease. The scholarships are awarded to students with a qualifying SAT score and demonstrated financial need. The reduction is due to the continued phase-out of the scholarship program as student awards increase under the Michigan Achievement Scholarship program. Total funding for Michigan Competitive Scholarships would be \$10.9 million GF/GP. <u>Senate</u> concurs. <u>House</u> removes \$19.9 million GF/GP of funding for Michigan Competitive Scholarships. <u>Conference</u> concurs with House but adds \$50.0 million GF/GP in one-time funding for the sunset of this scholarship program and Tuition Grants (identified in Item #8 below).		GF/GP	\$19,930,900	(\$19,930,900)
7. Tuition Grant Program		Gross	\$41,522,700	(\$41,522,700)
<u>Executive</u> decreases funding by \$25.0 million GF/GP for the Tuition Grant Program, a 60.2% decrease. The program provides need-based tuition assistance to students at Michigan independent (i.e., private, non-profit) colleges and universities. The reduction is due to the continued phase-out of the scholarship program as student awards increase under the Michigan Achievement Scholarship program. Total funding for Tuition Grants would be \$16.5 million GF/GP. <u>Senate</u> concurs. <u>House</u> decreases funding by \$19.5 million GF/GP for the Tuition Grant Program, a 47.0% decrease. Total funding for Tuition Grants would be \$22.0 million GF/GP. <u>Conference</u> removes \$41.5 million GF/GP of funding for the Tuition Grant program, but adds \$50.0 million GF/GP in one-time funding for the sunset of this scholarship program and Michigan Competitive Scholarships (identified in Item #8 below).		GF/GP	\$41,522,700	(\$41,522,700)
8. Michigan Competitive Scholarship and Tuition Grant Program Sunset Fund		Gross	\$0	\$50,000,000
<u>Conference</u> adds \$50.0 million GF/GP of one-time funding for the phase-out of the Michigan Competitive Scholarship and Tuition Grant programs, which would provide funding for current students remaining in the scholarship programs until the end of their program eligibility.		GF/GP	\$0	\$50,000,000
9. Michigan Reconnect Program		Gross	\$52,000,000	(\$10,000,000)
<u>Conference</u> decreases funding by \$10.0 million GF/GP for the Michigan Reconnect Program, a 19.2% decrease. The program provides last-dollar scholarships primarily to individuals 25 or older with a high school diploma or equivalency certificate to complete a Pell-eligible associate degree or skills-based certificate. Total funding for the Michigan Reconnect Program would be \$42.0 million GF/GP.		GF/GP	\$52,000,000	(\$10,000,000)
10. Midwestern Higher Education Compact		Gross	\$116,800	\$5,300
<u>Executive</u> increases funding by \$5,300 GF/GP for the Midwestern Higher Education Compact membership dues. The interstate compact works to institute opportunities to realize economies of scale and increase postsecondary opportunities. Total funding for Midwestern Higher Education Compact would be \$122,100 GF/GP. <u>Senate</u> concurs. <u>House</u> does not include. <u>Conference</u> concurs with Executive.		GF/GP	\$116,800	\$5,300

Major Budget Changes from FY 2024-25 Year-to-Date (YTD) Appropriations		FY 2024-25 Year-to-Date (as of 2/5/25)	FY 2025-26 Conference Change
11. Higher Education Database Modernization and Conversion		Gross	\$200,000
<u>House</u> removes \$200,000 GF/GP of funding for the Higher Education Institutional Data Inventory (HEIDI), the database the 15 public universities use in order to submit various data to fulfill state legislative requirements. <u>Conference</u> maintains current funding level.		GF/GP	\$200,000
12. King-Chavez-Parks Program		Gross	\$2,691,500
<u>House</u> removes \$2.7 million GF/GP of funding for the Martin Luther King, Jr.-Cesar Chavez-Rosa Parks programs, which includes the elimination of Select Student Support Services, Michigan College/University Partnership program, and the Morris Hood, Jr. Educator Development program. The programs provide assistance in increasing the participation of academically or economically disadvantaged students in postsecondary education in Michigan. <u>Conference</u> maintains current funding level.		GF/GP	\$2,691,500
13. Infrastructure, Technology, Equipment, Maintenance, and Safety (ITEMS) Grants		Gross	\$0
<u>Senate</u> includes \$33.4 million SAF of one-time funding for Infrastructure, Technology, Equipment, Maintenance, Safety, which would allow public universities to repair, improve, or maintain existing buildings, facilities, equipment, technological and physical infrastructure, and school safety measures. \$16.7 million of ITEMS grant funding would be distributed based on a public university's proportional share of operations funding. Half of the remaining ITEMS funding would be distributed equally and half would be distributed proportionately to public universities that did not receive a Capital Outlay planning or construction authorization between January 1, 2023 and October 1, 2025. <u>House</u> does not include. <u>Conference</u> does not include.		Restricted	0
		GF/GP	\$0
14. Michigan Student Loan Refinance Program		Gross	\$0
<u>Senate</u> includes \$15.0 million GF/GP of one-time funding to establish the Michigan Student Loan Refinance Program, which would allow individuals who qualify to refinance up to \$50,000 of federal or nonfederal student loans through the Michigan Department of Lifelong Education, Advancement, and Potential (MiLEAP) at a lower interest rate. <u>House</u> does not include. <u>Conference</u> does not include.		GF/GP	\$0
15. Michigan Reconnect Program Short-Term Training Grants		Gross	\$0
<u>Senate</u> includes \$2.5 million GF/GP of one-time funding to allow for individuals at least 21 years old with a high school or equivalent diploma to be eligible for a skills scholarship to a qualified occupational or private training program. <u>House</u> does not include. <u>Conference</u> does not include.		GF/GP	\$0
16. Wayne State University Michigan Area Health Education Center		Gross	\$0
<u>Senate</u> includes \$2.0 million SAF of one-time funding for the Michigan Area Health Education Center at Wayne State University, which works to improve access to primary care for Michigan residents through various initiatives. <u>House</u> does not include. <u>Conference</u> does not include.		Restricted	0
		GF/GP	\$0
17. Western Michigan University Electronic Health Records Project		Gross	\$0
<u>Senate</u> includes \$1.0 million Gross (\$500,000 GF/GP) of one-time funding for the Electronic Health Records Project at WMU's College of Health and Human Services. <u>House</u> does not include. <u>Conference</u> does not include.		Restricted	0
		GF/GP	\$0
18. Grand Valley State University Competency-Based Education Incubator		Gross	\$0
<u>Senate</u> includes \$1.0 million GF/GP of one-time funding for the Competency-Based Education Incubator at Grand Valley State University. <u>House</u> does not include. <u>Conference</u> does not include.		GF/GP	\$0

<u>Major Budget Changes from FY 2024-25 Year-to-Date (YTD) Appropriations</u>		<u>FY 2024-25 Year-to-Date (as of 2/5/25)</u>	<u>FY 2025-26 Conference Change</u>
19. FAFSA Completion Incentive Program		Gross	\$980,000
<u>Executive</u> removes \$980,000 GF/GP of one-time funding to the Department of Lifelong Education, Advancement, and Potential (MiLEAP) for an incentive program for first time applicants to complete the FAFSA and to provide grants to public universities to bring primary and secondary school students to campuses to increase postsecondary interest. <u>Senate</u> increases funding by \$20,000 GF/GP. Total funding for the FAFSA Completion Incentive Program would be \$1.0 million GF/GP. <u>House</u> concurs with <u>Executive</u> . <u>Conference</u> concurs with <u>Executive</u> .		GF/GP	(\$980,000)
20. Removal of FY 2024-25 One-Time Appropriations		Gross	\$12,020,000
<u>Executive</u> removes \$12.0 million Gross (\$2.0 million GF/GP) of one-time funding that was included in the FY 2024-25 budget to support the following:		Restricted	(10,000,000)
• MPSERS UAAL Payment (\$10.0 million SAF) • Michigan Transfer Pathways (\$1.0 million GF/GP) • Western Michigan University's Project Clean MI Program (\$750,000 GF/GP) • Education Performance Study (\$200,000 GF/GP) • Kalamazoo Campus Safety Grant (\$70,000 GF/GP)		GF/GP	(\$2,020,000)
<u>Senate</u> concurs. <u>House</u> concurs. <u>Conference</u> concurs.			

Major Boilerplate Changes from FY 2024-25

Sec. 236d. One-Time Operations Payment Detail – REVISED

Executive deletes language detailing the one-time operations payment allocations for each university, along with one-time appropriations for MSU AgBioResearch and Extension programs. Senate concurs. House concurs. Conference revises language detailing the one-time operations payment allocations for each university and the MSU AgBioResearch and Extension programs for FY 2025-26.

Sec. 236e. Michigan Competitive Scholarship and Tuition Grant Program Sunset Appropriation –NEW

Conference adds language that details the \$50.0 million GF/GP one-time appropriation for the sunset of the Michigan Competitive Scholarship and Tuition Grant programs. Provides for a work project appropriation through September 30, 2029.

Sec. 236f. Michigan Geological Survey FY 2023-24 Appropriation Detail Revision – DELETED

Executive deletes language allowing the \$3.0 million GF/GP appropriation for the Michigan Geological Survey to address renovation costs for a new or existing facility. Senate concurs. House concurs. Conference concurs.

Sec. 236j. Postsecondary Scholarship Fund Detail – REVISED

Creates the Postsecondary Scholarship Fund in the Department of Treasury. States money in the fund would require an appropriation to be expended; provides that money in the fund at the end of a fiscal year does not lapse. Executive revises language to include \$350.0 million deposit into the fund for FY 2025-26 and includes technical changes on use of funds for marketing purposes and the other state scholarship programs that could use funds from the Postsecondary Scholarship Fund with written notification to the Legislature. Senate revises language to include \$345.0 million deposit into the fund for FY 2025-26; concurs with Executive on technical changes for marketing but sets cap of \$5.0 million for marketing. House revises language to include a \$350.0 million SAF one-time deposit into the fund for FY 2025-26, sets cap of \$3.0 million for marketing. Deletes language allowing the state budget director to use funds for other scholarship shortfalls and intent language to increase annual deposits into the fund. Conference concurs with Executive but revises language to include a \$300.0 million deposit into the fund for FY 2025-26 and specifies that up to \$80.0 million of the unspent and unreserved balance of SAF for FY 2024-25 is deposited into the fund.

Sec. 236m. Infrastructure, Technology, Equipment, Maintenance, and Safety (ITEMS) Appropriation Detail – NOT INCLUDED

Senate adds language that details infrastructure, technology, equipment, maintenance, and safety categories that ITEMS funding could be used for by public universities. Specifies that all public universities will receive an appropriation proportionate to their share of operations funding and the remaining funding will be distributed to institutions that do not receive a Capital Outlay planning or construction authorization between January 1, 2023 and November 1, 2025. House does not include. Conference does not include.

Major Boilerplate Changes from FY 2024-25

Sec. 236n. Tuition Incentive Program FY 2023-24 Supplemental Appropriation Detail – DELETED

Executive deletes language that details the \$8.0 million federal TANF supplemental appropriation to the Tuition Incentive Program for FY 2023-24 to address increased program spending levels due to increased student participation and higher tuition and fee rates. Senate concurs. House concurs. Conference concurs.

Sec. 236r. Education Performance Study of Charter School Authorizing Bodies – DELETED

Executive deletes language that specifies funding for the education performance study must be used by the Michigan Department of Education and at least one Michigan-based educational research institution to analyze and provide recommendations based on the charter school authorizing body report findings required in section 275k and section 217c of the FY 2024-25 Community Colleges budget. Senate concurs. House concurs. Conference concurs.

Sec. 236s. Michigan Reconnect Short-Term Training Grants – NOT INCLUDED

Senate adds language detailing that Michigan Reconnect program funds for short-term training grants must be expended according to statutory requirements while providing funding for the short-term training grants to include all individuals at least 21 years old and designates unexpended funds as a work project. House does not include. Conference does not include.

Sec. 236s. Legislatively Directed Spending Items – NEW

Conference adds language that specifies a standard grant distribution process that would establish a process to review, complete, and execute a grant agreement with a grant recipient; verify that a grant recipient will utilize funds for a public purpose; review and verify all necessary information to ensure the grant recipient is able to execute the grant agreement; and include an oversight process of distributed grant funds.

Sec. 239. Buy American/Buy Michigan Goods and Services – RETAINED

Prohibits the use of funds to purchase foreign goods or services if American products that are competitively priced and of similar quality are available; states preference for Michigan goods and services. States preference for goods and services provided by Michigan businesses owned and operated by veterans. Senate adds preference for goods and services that are manufactured in union employed facilities. House removes preference for businesses owned and operated by veterans. Conference retains.

Sec. 241a. Annual University HEIDI and Public Reporting Requirements – REVISED

Directs universities to submit annual HEIDI data by October 15 (November 15 for Wayne State). Details various annual reporting requirements around university finances, budget, revenue, expenditures, and employee compensation. House adds language requiring universities to do the following: report on information related to the current university president, provide a list of the number of out-of-state students by state origin, provide a list of the number of international students by citizenship, certify that all enrolled students are lawful residents, and provide the contact information of students who are not lawful residents to the director of MiLEAP. Institutions would have 5% of operations funding withheld for not complying with the new reporting requirements. Conference adds language requiring universities to report on information related to the current university president and revises reporting dates from October 15 to November 1.

Sec. 241c. University Tuition and Fee Restraint and Annual Rate Reporting Requirements – REVISED

Requires tuition and fee data to be submitted to the HEIDI database and a report of any revisions to tuition and fees within 15 days of adoption, and specifies tuition and fee restraint requirements in order to receive the ongoing and one-time operations increase for FY 2024-25, set at 4.5% or \$703, whichever is greater and limits FY 2025-26 resident tuition and fee increases to the greater of 4.5% and \$735. Executive revises language that limits FY 2025-26 resident tuition and fee increases to 4.5% or \$735, whichever is greater, and limits FY 2026-27 resident tuition and fee increases to the greater of 5.0% or \$814. Adds language that universities publicly post transfer policies and resources on a website and admissions materials, and provide information on the Michigan Transfer Network, transfer pathways, and financial aid for transfer students. Senate concurs with Executive on FY 2025-26 restraint but limits FY 2026-27 resident tuition and fee increases to the greater of 3.5% or \$570 and limits FY 2026-27 room and board increase to the greater of 3.5% or \$438 for universities that have a mandatory on-campus housing policy. House concurs with Executive on posting transfer related information and FY 2025-26 tuition and fee restraint of 4.5% or \$735, whichever is greater, but does not include FY 2026-27 restraint. Conference revises language that limits FY 2025-26 resident tuition and fee increases to 4.5% or \$735, whichever is greater, and limits FY 2026-27 resident tuition and fee increases to the greater of 4.0% or \$651. Revises certification of tuition and fee rates from the last business day of August to the first business day of November.

Sec. 241e. Institutional Best Practices Detail – REVISED

Executive deletes language that requires public universities to certify following at least 2 of 5 institutional best practices to receive both ongoing and one-time operations increases, one of which must be the best practice on transfers and working to increase the number of reverse transfer or articulation agreements. Senate revises to require public universities to certify following all institution best practices to receive both operations increases and ITEMS funding. Adds best practice on co-requisite model for gateway math and English courses and having an assessment process for awarding credits for prior learning and knowledge. House concurs with Executive. Conference revises language to remove reference tying compliance with the requirements to one-time operations payments.

Major Boilerplate Changes from FY 2024-25

Sec. 241f. Students for Fair Admissions v. Harvard Restrictions – NOT INCLUDED

House adds language that requires public universities not to violate *Students for Fair Admissions v. Harvard*, with a 25% operations reduction for any institution that violates the case. Lists redistribution method for reduced funds. Conference does not include.

Sec. 241f. Michigan Student Loan Refinance Program Detail – NOT INCLUDED

Senate adds language that creates the Michigan Student Loan Refinance Program, which would be administered by the Department of Lifelong Education, Advancement, and Potential (MiLEAP) by paying off the balance of eligible student loans and issuing new loans at a lower interest rate. Defines various terms; limits eligible borrowers to residents who have resided in the state 12 months prior to the application, have been current on payments for 3 years and are currently in good standing on their existing loan. Limits eligible loans to federal and non-federal student loans for students attending private or public higher education institutions in the state. Sets loan amounts between \$5,000 and \$50,000; establishes reporting requirements. House does not include. Conference does not include.

Sec. 241g. Restriction on Diversity, Equity, and Inclusion (DEI) Spending – NOT INCLUDED

House adds language that restricts public universities from spending any funding on DEI, with the sum of money spent on DEI reduced from operations funding. Lists redistribution method for reduced funds. Conference does not include.

Sec. 241g. Michigan Student Loan Refinance Fund – NOT INCLUDED

Senate adds language that creates the Michigan Student Loan Refinance Fund in the Department of Treasury. Authorizes loan repayments and other assets to be deposited into the fund. Specifies funds do not lapse into the General Fund. Authorizes \$15.0 million GF/GP deposit into the fund and designates unexpended funds as a work project. House does not include. Conference does not include.

Sec. 241h. Institutional Salaries Spending Restriction – NEW

House adds language that restricts public universities from spending more than 10% of salary spending on administration, with the sum of 50% of money spent over the cap reduced from operations funding. Conference concurs but revises language to include which costs are not considered administrative spending.

Sec. 241i. Males in Female Sports Restriction – NOT INCLUDED

House adds language that restricts public universities that participate in intercollegiate athletics from allowing biologically defined males from participating in biologically defined female sport teams and authorizes the state budget director to withhold 5% of monthly operations payments until an institution complies. Conference does not include.

Sec. 241j. Remote Employees Report – NOT INCLUDED

House adds language that requires public universities to post a list of all employees, including titles and salaries, who work remotely. Conference does not include.

Sec. 241k. Average New Graduate Starting Salaries and Loan Debt Report – NOT INCLUDED

House adds language that requires public universities to post the average starting salary and student loan debt for new graduates by classification of instructional program code for the most recent academic year and authorizes the state budget director to withhold 5% of monthly operations payments until an institution complies. Conference does not include.

Sec. 241l. Common Areas and Public Ceremonies Race and Sex Restrictions – NOT INCLUDED

House adds language that restricts public universities from having any common area spaces that are restricted by sex or race, and restricts institutions from having any public ceremonies or gatherings restricted by sex or race and authorizes the state budget director to withhold 5% of monthly operations payments until an institution complies. Conference does not include.

Sec. 247. Michigan Reconnect Program – REVISED

States the Michigan Reconnect program is administered by MiLEAP. Senate deletes language that authorizes the department to use remaining program funds for outreach, enrollment support, program administration, and Reconnect-eligible student support in connection with higher education institutions or nonprofit organizations to increase degree or credential completion. House concurs. Conference adds language that allows MiLEAP to use program funding to support current students participating in the program under the temporary expansion to include 21-24 year olds, which ended in December 2024.

Major Boilerplate Changes from FY 2024-25

Sec. 248. Michigan Achievement Scholarship Program Detail – REVISED

Provides for distribution of funds appropriated for Michigan Achievement Scholarships. Specifies criteria for scholarship eligibility. Details award amounts to cover last-dollar in-district tuition and fees minus gift aid and a \$1,000 additional payment to Pell-eligible community college or tribal institution students, and up to \$5,500 for students at public universities, baccalaureate programs at community colleges, or independent nonprofit colleges or universities. Executive revises language and definitions to refer to proposed Michigan Achievement Scholarship Act and Michigan Achievement Skills Scholarship Act, which would codify scholarship program in statute and remove most program guidelines from the Higher Education budget boilerplate. Senate revises program eligibility from 15 months after high school graduation to 24 months and deletes language allowing up to \$10.0 million on marketing the scholarship. House revises program eligibility by adding language that allows for students who maintained Michigan residency while attending an out-of-state high school and have parents or legal guardian maintain Michigan residency, and limits marketing of the scholarship cap from \$10.0 million to \$3.0 million. Conference updates reporting dates for institutional financial aid requirement.

Sec. 248a. Michigan Achievement Scholarship Private Training Program Detail – RETAINED

Details process for awarding Michigan Achievement Scholarship funds for students participating in an eligible qualified occupational training program; details award amounts of up to \$2,000 per year for a maximum of two years. Executive revises language and definitions to refer to proposed Michigan Achievement Scholarship Act and Michigan Achievement Skills Scholarship Act, which would codify scholarship program in statute and remove most program guidelines from the Higher Education budget boilerplate. Senate retains. House deletes language allowing MiLEAP to promulgate rules to implement the program. Conference retains.

Sec. 251. Michigan Competitive Scholarship Program Detail – REVISED

House deletes language that provides for distribution of funds appropriated for State Competitive Scholarships. Conference revises reference from ongoing to one-time funding appropriation.

Sec. 252. Tuition Grant Program Detail – REVISED

House revises language to prevent a student who receives a Tuition Grant from also receiving a Michigan Achievement Scholarship. Conference revises references from ongoing to one-time funding appropriation.

Sec. 255. Financial Aid Needs Analysis Criteria – RETAINED

House revises language that requires MiLEAP to determine the needs analysis criteria by deleting reference to Michigan Competitive Scholarships. Conference retains.

Sec. 261. University of Michigan's Douglas Lake Biological Station – RETAINED

House deletes language that designates University of Michigan Douglas Lake Biological Station as a unique resource and a special research reserve. Conference retains.

Sec. 263. Michigan State University's Project GREEN – RETAINED

House deletes language that allocates \$5.6 million from MSU AgBioResearch and MSU Extension appropriations for Project GREEN (Generating Research and Extension to meet Environmental and Economic Needs). Conference retains.

Sec. 263b. Michigan State University's Agricultural Climate Resiliency Program – RETAINED

Executive deletes language that allows funds from MSU's AgBioResearch and Extension appropriations to be used for the Agricultural Climate Resiliency Program, which addresses environmental sustainability issues in Michigan agriculture and promotes the protection and efficient use of water resources. Senate revises to update fiscal year references. House concurs with Executive. Conference retains.

Sec. 264. Future Farmers of America Appropriation Detail – RETAINED

House deletes language that allocates \$80,000 from Michigan State University's appropriation for the Future Farmers of America Association. Conference retains.

Sec. 269. Saginaw Chippewa Tribal College North American Indian Tuition Waiver Funding – REVISED

Specifies a \$76,300 pass-through payment from Central Michigan's North American Indian Tuition Waiver appropriation to Saginaw Chippewa Tribal College for costs of the Indian Tuition Waiver Program. Requires the tribal college to report waiver information specified under Sec. 268 to MiLEAP. Executive revises payment from \$76,300 to \$80,800. Senate concurs. House retains. Conference concurs with Executive.

Sec. 270c. Keweenaw Bay Ojibwa Community College North American Indian Tuition Waiver Funding – REVISED

Specifies a \$155,200 pass-through payment from Northern Michigan's North American Indian Tuition Waiver appropriation to Keweenaw Bay Ojibwa Community College for costs of the Indian Tuition Waiver Program. Requires the tribal college to report waiver information specified under Sec. 268 to MiLEAP. Executive revises payment from \$155,200 to \$105,700. Senate concurs. House retains. Conference concurs with Executive.

Major Boilerplate Changes from FY 2024-25

Sec. 275. University Veteran-Friendly Policies – RETAINED

Requires universities to participate in the Yellow Ribbon GI Education Enhancement Program and provide other veterans-related services. House deletes language that states universities should consider all veterans as in-state residents for determining tuition/fees. Conference retains.

Sec. 275d. Communication with the Legislature – RETAINED

Executive deletes legislative intent language that urges a university to not take disciplinary action against an employee for communicating with the legislature. Senate retains. House retains. Conference retains.

Sec. 275j. Post-secondary Degree, Certification, or Credential Obtainment Goal – RETAINED

House deletes language that sets a goal of 60% of Michigan residents achieving a post-secondary credential, certification or degree by 2030. Conference retains.

Sec. 275k. University Charter School Authorization Reporting Requirement – REVISED

Requires universities that serve or have served as an authorizer of charter schools to submit a report to the legislature and the Michigan Department of Education with various details on public school academies authorized by the institution. Senate adds language requiring universities to adopt a facilities policy that prevents blight from public school academies that have vacated buildings or properties. House deletes section. Conference concurs with Senate.

Sec. 275m. University On-Campus Housing Reporting Requirement – RETAINED

Executive deletes language that requires each public university that has an on-campus housing residency requirement for any length of time to report if the university requires students to reside on-campus as a condition of enrollment, a summary of policies relating to on-campus residency requirements, the average charge for room and board for the most commonly selected room accommodation and meal plan, and the average charge for room and board for the prior five academic years. Senate retains. House retains. Conference retains.

Sec. 275l. Public School Academy (PSA) Authorizer Fee and State Scholarship Reduction – NOT INCLUDED

Senate adds language that reduces state-funded scholarship payments for public universities that are also PSA authorizing bodies by up to 1% of authorizing fees collected. House does not include. Conference concurs with House.

Sec. 275n. State Scholarship Programs Funding Restrictions – NOT INCLUDED

Senate adds language that prohibits state-funded scholarships from being awarded to students enrolled in theology, divinity, or religious education or to students enrolled at an institution that does not have a board-approved policy of inclusion and non-discrimination of protected characteristics under the Elliott-Larsen Civil Rights Act. House does not include. Conference concurs with House.

Sec. 275o. Diversity, Equity, and Inclusion (DEI) Programs Report – NOT INCLUDED

Senate adds language that requires each public university to report on changes to DEI programs made after January 1, 2025 and to report on resources, programs, or efforts that would mitigate negative consequences if DEI programs were reduced. House does not include. Conference concurs with House.

Sec. 276. Martin Luther King, Jr. – Cesar Chavez – Rosa Parks (KCP) Future Faculty Fellowship Program – RETAINED

House deletes language that provides for fellowship program, funded by allocations from public university appropriations, intended to increase number of academically or economically disadvantaged candidates pursuing faculty teaching or administration careers. Conference retains.

Sec. 277. KCP College Day Program – RETAINED

House deletes language that provides for program, funded by allocations from public university appropriations, intended to introduce academically or economically disadvantaged schoolchildren to the potential of a college education. Conference retains.

Sec. 278. KCP Select Student Support Services Program – RETAINED

House deletes language that provides for program, funded by distinct appropriation for grants to public/independent institutions, intended to develop academically/economically disadvantaged student retention programs. Conference retains.

Sec. 279. KCP College/University Partnership Program – RETAINED

House deletes language that provides for program, funded by distinct appropriation for grants to public/independent institutions, intended to increase the number of academically or economically disadvantaged students who transfer from community colleges to baccalaureate institutions. Conference retains.

Major Boilerplate Changes from FY 2024-25

Sec. 280. KCP Visiting Professors Program – RETAINED

House deletes language that provides for program, funded by allocations from public university appropriations, intended to increase the number of instructors to provide role models for academically or economically disadvantaged students, and details requirements of unexpended and unencumbered program funds. Conference retains.

Sec. 281. KCP Morris Hood, Jr. Educator Development Program – RETAINED

House deletes language that provides for program, funded by distinct appropriation for grants to public/independent institutions, intended to increase the number of academically or economically disadvantaged students enrolling in and completing K-12 teacher education programs. Conference retains.

Sec. 282. Unspent KCP Funds Reporting Requirement, Reallocation, and Financial Aid Restriction – RETAINED

House deletes language that provides for reallocation of KCP grant funds from institutions that do not fully expend their funds. Conference retains.

Sec. 285. Facilitating Community College Transfer-Friendly Policies – REVISED

Requires universities to work with community colleges to encourage the transfer of students and credits. Executive adds requirement that public universities must consult with MiLEAP at least once an academic year on policies and services for transfer credits and transfer students. Senate concurs. House concurs but revises requirement to once an academic quarter. Conference concurs with Executive.

Sec. 286. Reverse Transfer Agreement Policies – REVISED

Requires universities to work with community colleges to implement state reverse transfer agreements for students transferring from a community college to a university to be able to transfer credits back to the community college and be awarded a credential. Executive adds requirement that public universities must consult with MiLEAP at least once an academic year on policies and services on reverse transfer agreements. Senate concurs. House concurs but revises requirement to once an academic quarter. Conference concurs with Executive.

Sec. 287. Average Cost of Attendance Report – DELETED

Executive deletes language that requires CEPI to work with MiLEAP to collect and publish the average cost of attendance for full-time, first-time students from the federal Integrated Postsecondary Education Data System for each Michigan community college, tribal institution, public university, and independent nonprofit college or university. Senate revises language to specify the report includes an itemized cost of attendance for the current and previous two academic years. House retains. Conference concurs with Executive.

**FY 2025-26 University Operations Appropriations
Conference Proposal**

University	Total FY 2024-25 Appropriation	FY 2024-25 Indian Tuition Waiver Payment	FY 2024-25 One-Time Appropriation	FY 2024-25 Base Appropriation	MPSERS Support Payment	Total One-Time Operations Increase	FY 24 Indian Tuition Waiver Cost	Indian Tuition Waiver Pass- Through Payments	Indian Tuition Waiver Adjustment	Total FY 26 Indian Tuition Waiver Payment	Total FY 2025-26 Appropriation	Percent Change	Change From FY 2024-25 Total
Central	\$97,771,900	\$1,606,800	\$938,200	\$95,226,900	\$2,558,800	\$2,885,000	\$1,599,600	\$80,800	\$73,600	\$1,680,400	\$102,351,100	4.7%	\$4,579,200
Eastern	85,208,400	401,200	827,400	83,979,800	2,256,500	2,544,200	412,900	0	11,700	412,900	89,193,400	4.7%	3,985,000
Ferris	61,137,700	732,100	589,300	59,816,300	1,607,300	1,812,200	798,300	0	66,200	798,300	64,034,100	4.7%	2,896,400
Grand Valley	99,837,200	1,323,200	961,100	97,552,900	0	2,955,400	1,219,100	0	(104,100)	1,219,100	101,727,400	1.9%	1,890,200
Lake Superior	15,981,300	1,373,200	142,500	14,465,600	388,700	438,300	948,300	498,800	73,900	1,447,100	16,739,700	4.7%	758,400
Michigan State	326,827,700	2,143,100	3,167,700	321,516,900	0	9,740,500	2,508,800	0	365,700	2,508,800	333,766,200	2.1%	6,938,500
Michigan Tech	55,781,900	781,600	536,600	54,463,700	1,463,400	1,650,000	731,900	0	(49,700)	731,900	58,309,000	4.5%	2,527,100
Northern	54,783,700	1,412,700	520,700	52,850,300	1,420,100	1,601,100	1,312,100	105,700	5,100	1,417,800	57,289,300	4.6%	2,505,600
Oakland	74,047,200	291,200	719,600	73,036,400	0	2,212,700	325,200	0	34,000	325,200	75,574,300	2.1%	1,527,100
Saginaw Valley	34,731,400	198,500	336,900	34,196,000	0	1,036,000	183,000	0	(15,500)	183,000	35,415,000	2.0%	683,600
UM-Ann Arbor	365,681,400	1,521,300	3,552,800	360,607,300	0	10,924,800	1,900,600	0	379,300	1,900,600	373,432,700	2.1%	7,751,300
UM-Dearborn	32,033,000	208,800	310,500	31,513,700	0	954,700	194,300	0	(14,500)	194,300	32,662,700	2.0%	629,700
UM-Flint	26,955,700	291,900	260,100	26,403,700	0	799,900	480,900	0	189,000	480,900	27,684,500	2.7%	728,800
Wayne State	229,975,400	425,700	2,239,500	227,310,200	0	6,886,500	477,100	0	51,400	477,100	234,673,800	2.0%	4,698,400
Western	123,039,800	613,600	1,194,400	121,231,800	3,257,500	3,672,800	757,400	0	143,800	757,400	128,919,500	4.8%	5,879,700
TOTAL:	\$1,683,793,700	\$13,324,900	\$16,297,300	\$1,683,793,700	\$12,952,300	\$50,114,100	\$13,849,500	\$685,300	\$1,209,900	\$14,534,800	\$1,731,772,700	2.8%	\$47,979,000

Requirements to receive operations increase for FY 2025-26:

1. Restrain FY 2025-26 resident undergraduate tuition/fee rate increase to 4.5% or \$735 (whichever is greater).
2. Participate in at least three reverse transfer agreements with community colleges.
3. Maintain a dual enrollment credit policy that does not consider whether credits were used toward high school graduation, the course location, the course delivery method, or the student enrollment composition within the course.
4. Actively participate in and submit timely updates to the Michigan Transfer Network.