**THE STATE SCHOOL AID ACT OF 1979 (EXCERPT)**

**Act 94 of 1979**

***** 388.1764h.added  THIS ADDED SECTION IS EFFECTIVE OCTOBER 1, 2017 *****

388.1764h.added **Entry into collective bargaining agreement prohibited.**

Sec. 164h. (1) Beginning October 1, 2017, a district or intermediate district shall not enter into a collective bargaining agreement that does any of the following:

(a) Establishes racial or religious preferences for employees.
(b) Automatically deducts union dues from employee compensation.
(c) Is in conflict with any state or federal law regarding district or intermediate district transparency.
(d) Includes a method of compensation that does not comply with section 1250 of the revised school code, MCL 380.1250.

(2) A district or intermediate district that enters into a collective bargaining agreement in violation of subsection (1) shall forfeit an amount equal to 5% of the funds due to the district or intermediate district under this article.