

# SENATE BILL No. 573

June 7, 2007, Introduced by Senator GARCIA and referred to the Committee on Appropriations.

A bill to amend 1976 PA 451, entitled  
"The revised school code,"  
(MCL 380.1 to 380.1852) by adding section 1219.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           SEC. 1219. (1) BEGINNING WITH THE BUDGET FOR THE 2008-2009  
2 SCHOOL FISCAL YEAR, THE BOARD OF A SCHOOL DISTRICT OR INTERMEDIATE  
3 SCHOOL DISTRICT OR THE BOARD OF DIRECTORS OF A PUBLIC SCHOOL  
4 ACADEMY SHALL ENSURE THAT THE PORTION OF THE ANNUAL BUDGET FROM ALL  
5 FUNDING SOURCES FOR THE SCHOOL DISTRICT, INTERMEDIATE SCHOOL  
6 DISTRICT, OR PUBLIC SCHOOL ACADEMY THAT IS FOR COMPENSATION FOR  
7 EMPLOYEES DOES NOT EXCEED 85% OF THE TOTAL ANNUAL BUDGET FROM ALL  
8 FUNDING SOURCES.

9           (2) AS USED IN THIS SECTION, "COMPENSATION" MEANS WAGES AND  
10 FRINGE BENEFITS, AS THOSE TERMS ARE DEFINED IN SECTION 1 OF 1978 PA

1 390, MCL 408.471, AND THE EMPLOYER SHARE OF RETIREMENT, MEDICAL,  
2 OPTICAL, OR DENTAL BENEFITS AND OTHER INSURANCE COVERAGE.