

SENATE BILL No. 1073

January 20, 2010, Introduced by Senators BIRKHOLZ, BISHOP, GEORGE, CROPSEY, CASSIS and JELINEK and referred to the Committee on Reforms and Restructuring.

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
(MCL 388.1601 to 388.1772) by adding section 168b.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 168B. (1) BEGINNING IN 2011-2012, A DISTRICT WITH 1,000
2 OR MORE PUPILS IN MEMBERSHIP SHALL NOT EXPEND MORE THAN 28% OF ITS
3 GENERAL FUND EXPENDITURES FOR SUPPORTING SERVICES, EXCLUDING THE
4 INSTRUCTIONAL SUPPORT CATEGORY, AS THOSE EXPENDITURES ARE DEFINED
5 BY THE DEPARTMENT FOR THE PURPOSES OF BULLETIN 1014 PUBLISHED BY
6 THE DEPARTMENT.

7 (2) IF A DISTRICT DOES NOT COMPLY WITH THIS SECTION, THE
8 DEPARTMENT SHALL WITHHOLD 5% OF THE TOTAL FUNDS DUE TO THE DISTRICT
9 UNDER THIS ACT AFTER THE DATE THE DEPARTMENT DETERMINES THAT THE

1 DISTRICT IS NOT IN COMPLIANCE WITH THIS SECTION UNTIL THE DISTRICT
2 COMPLIES WITH THIS SECTION. IF THE DISTRICT DOES NOT COMPLY WITH
3 THIS SECTION BY THE END OF THE FISCAL YEAR, THE DISTRICT FORFEITS
4 THE TOTAL AMOUNT WITHHELD.