

FY 2021-22 and FY 2022-23 SUPPLEMENTAL APPROPRIATIONS
Summary: First Conference Report
Senate Bill 842 (S-2) (CR-1)



HFA Director: Mary Ann Cleary
 Analysts: Jacqueline Mullen, Perry Zielak, and Michael Benson

FY 2022-23 APPROPRIATION SUMMARY

Budget Area		FY 2022-23 Year-to-Date Appropriations	FY 2022-23 Supplemental Change	% Change
School Aid	Gross	\$19,602,716,400	\$12,200,000	0.1
	Restricted	16,966,472,900	0	0.0
	GF/GP	\$112,000,000	\$12,200,000	10.9
Community Colleges	Gross	\$529,758,000	\$0	0.0
	Restricted	448,558,000	0	0.0
	GF/GP	\$0	\$0	--
Higher Education	Gross	\$2,016,635,700	\$0	0.0
	Restricted	347,888,300	0	0.0
	GF/GP	\$1,540,221,000	\$0	0.0
TOTAL	Gross	\$22,149,110,100	\$12,200,000	0.1
	Restricted	17,762,919,200	0	0.0
	GF/GP	\$1,652,221,000	\$12,200,000	0.7

FY 2022-23 Supplemental Appropriation Items

**Appropriation
Change**

SCHOOL AID

1. Beyond Basics (Sec. 31c) – NEW

Provides \$12.0 million GF/GP for an eligible vendor (Beyond Basics) to provide literacy tutoring services and enrichment programs to districts and intermediate school districts (ISDs) over three fiscal years through FY 2024-25. Requires the vendor to submit a plan to serve at least 3,000 students and provides partial payments to the vendor based on the number of students served. Requires a report concerning reading readiness outcomes by September 30, 2025.

Gross	\$12,000,000
Restricted	0
GF/GP	\$12,000,000

2. Square One (Sec. 99j) – NEW

Provides \$200,000 GF/GP for a grant to Square One to host robotics programs and competitions for students in public and nonpublic schools to improve students' mathematics, science, and technology skills.

Gross	\$200,000
Restricted	0
GF/GP	\$200,000

FY 2022-23 Supplemental Boilerplate Items

SCHOOL AID

Secs. 51a & 56. Special Education – REVISED

Revises technical language to ensure special education payments are allocated as intended for FY 2022-23 under 2022 PA 144.

COMMUNITY COLLEGES

Sec. 216. Michigan Reconnect Program Short-Term Training Grants – REVISED

Details that Michigan Reconnect program funds for short-term training grants must be expended according to statutory requirements while funding the short-term training grants to include all individuals at least 21 years old; requires the Department of Labor and Economic Opportunity to report on funds expended on a quarterly basis; and designates unexpended funds as a work project. Adds a reference that Michigan Achievement Scholarship funds can be used for short-term training grants.

FY 2022-23 Supplemental Boilerplate Items

HIGHER EDUCATION

Sec. 236j. Postsecondary Scholarship Fund Detail – REVISED

Creates the Postsecondary Scholarship Fund in the Department of Treasury. 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; and deposits \$250.0 million into the fund for FY 2022-23. Adds legislative intent language stating annual deposits into the Postsecondary Scholarship Fund will increase by \$50.0 million each year until deposits match the fully implemented costs of the scholarship.

Sec. 248. Michigan Achievement Scholarship Program Detail – NEW

Adds new language providing program details for the Michigan Achievement Scholarship, which would provide scholarship grants 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. Community college or tribal students would receive a minimum scholarship of \$1,750 plus the lesser of \$1,000 or last-dollar tuition and fees payment amount. Students at an independent college or university would receive a minimum scholarship of \$1,000 plus the lesser of \$3,000 or last-dollar payment amount. Students attending a public university would receive a minimum scholarship of \$2,500 plus the lesser of \$3,000 or last-dollar payment amount. Adds reporting requirements for the Department of Treasury on various awarded scholarship details. Adds scholarship reporting requirements on institutions receiving scholarship funds. States that institutions would become ineligible to receive scholarship funds if the tuition restraint cap for community colleges and public universities is violated.

Sec. 248a. Michigan Achievement Scholarship and Reconnect Program Short-Term Training Grants – NEW

Adds new language allowing up to \$10.0 million of Michigan Achievement Scholarship funds to be used for Michigan Reconnect short-term training grants. Details the eligible training programs and program eligibility for students receiving scholarship funding. Specifies a \$2,000 skills scholarship per year for tuition costs at eligible training programs.

Sec. 251. Michigan Competitive Scholarship Program Detail – REVISED

Provides for distribution of funds appropriated for State Competitive Scholarships. Adds language refining student financial need for students awarded a Michigan Achievement Scholarship.

FY 2021-22 Supplemental Boilerplate Items

SCHOOL AID

Secs. 51a & 56. Special Education – REVISED

Revises technical language to ensure special education payments are allocated as intended for FY 2021-22 under 2022 PA 144.