

**SENATE SUBSTITUTE FOR  
HOUSE BILL NO. 4089**

A bill to amend 1979 PA 94, entitled  
"The state school aid act of 1979,"  
by amending sections 11 and 17b (MCL 388.1611 and 388.1617b),  
section 11 as amended by 2015 PA 5 and section 17b as amended by  
2007 PA 137.

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

1       Sec. 11. (1) For the fiscal year ending September 30, ~~2015,~~  
2   **2016**, there is appropriated for the public schools of this state  
3   and certain other state purposes relating to education the sum of  
4   ~~\$11,827,097,400.00~~ **\$100.00** from the state school aid fund, the sum  
5   of ~~\$18,000,000.00~~ **\$100.00** from the MPSERS retirement obligation  
6   reform reserve fund created under section 147b, and the sum of  
7   ~~\$33,700,000.00~~ **\$100.00** from the general fund. In addition, all  
8   other available federal funds are appropriated for the fiscal year

1 ending September 30, ~~2015-2016~~.

2 (2) The appropriations under this section shall be allocated  
3 as provided in this article. Money appropriated under this section  
4 from the general fund shall be expended to fund the purposes of  
5 this article before the expenditure of money appropriated under  
6 this section from the state school aid fund.

7 (3) Any general fund allocations under this article that are  
8 not expended by the end of the state fiscal year are transferred to  
9 the school aid stabilization fund created under section 11a.

10 Sec. 17b. (1) Not later than October 20, November 20, December  
11 20, January 20, February 20, March 20, April 20, May 20, June 20,  
12 July 20, and August 20, the department shall prepare electronic  
13 files of the amount to be distributed under this act in the  
14 installment to the districts and intermediate districts and deliver  
15 the electronic files to the state treasurer, and the state  
16 treasurer shall pay the installments on each of those dates or, if  
17 the date is not a business day, on the next business day following  
18 that date. Except as otherwise provided in this act, the portion of  
19 the district's or intermediate district's state fiscal year  
20 entitlement to be included in each installment shall be 1/11. A  
21 district or intermediate district shall accrue the payments  
22 received in July and August to the school fiscal year ending the  
23 immediately preceding June 30.

24 (2) The state treasurer shall make payment under this section  
25 by drawing a warrant in favor of the treasurer of each district or  
26 intermediate district for the amount payable to the district or  
27 intermediate district according to the electronic files and

1 delivering the warrant to the treasurer of each district or  
2 intermediate district, or if the state treasurer receives a written  
3 request by the treasurer of the district or intermediate district  
4 specifying an account, by electronic funds transfer to that account  
5 of the amount payable to the district or intermediate district  
6 according to the electronic files. The department may make  
7 adjustments in payments made under this section through additional  
8 payments when changes in law or errors in computation cause the  
9 regularly scheduled payment to be less than the amount to which the  
10 district or intermediate district is entitled pursuant to this act.

11 (3) Except as otherwise provided in this act, grant payments  
12 to districts and intermediate districts under this act shall be  
13 paid according to the installment **PAYMENT** schedule under subsection  
14 (1).

15 (4) Upon the written request of a district or intermediate  
16 district and the submission of proof satisfactory to the department  
17 of a need of a temporary and nonrecurring nature, the  
18 superintendent, with the written concurrence of the state treasurer  
19 and the state budget director, may authorize an advance release of  
20 funds due a district or intermediate district under this act. An  
21 advance authorized under this subsection shall not cause funds to  
22 be paid to a district or intermediate district more than 30 days  
23 earlier than the established payment date for those funds.

24 Enacting section 1. This amendatory act takes effect October  
25 1, 2015.