

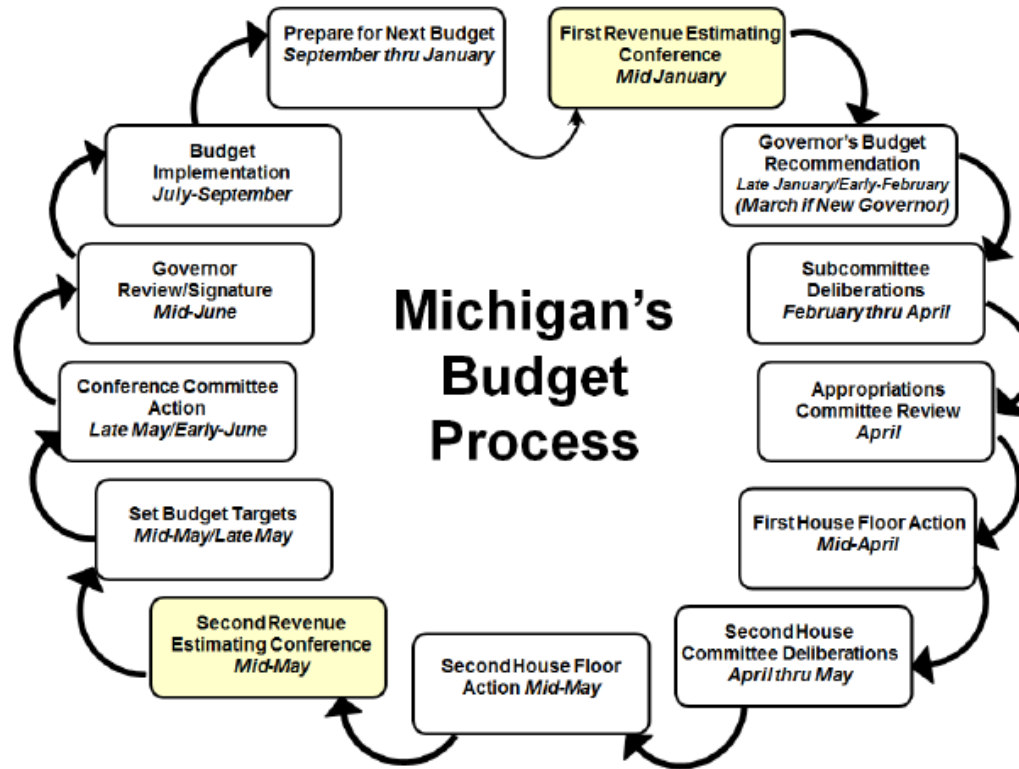


2022-2023 Budget Update

May 9, 2022



Budget Process





How We're Getting Kids Back on Track



Strategic investments that put students first and make strong investments in state education. Investments focus on:

Historic, Equitable Funding

- Ongoing investments ensure kids have the staff and support they need to thrive
- Investments connect resources with the students who need them most

Talent In Schools

- Excellent educators drive student learning
- Investments target staffing shortages with focus on teacher recruitment and retention

Mental Health and Safe Schools

- Kids that are stressed and anxious struggle to learn
- Investments focus on trained, supportive adults and safe schools for every kid



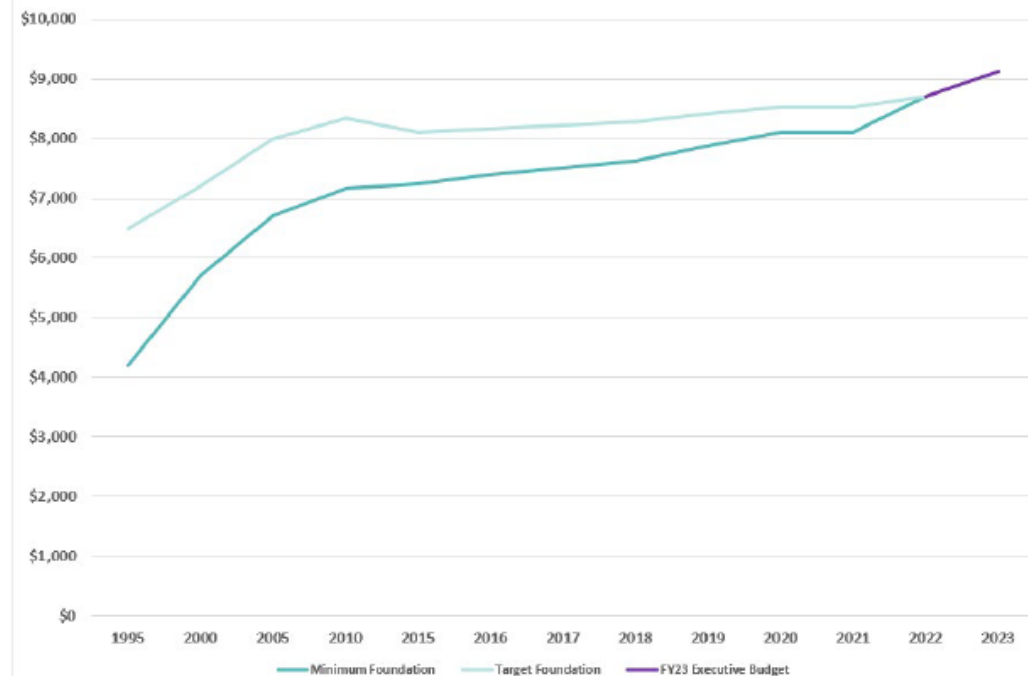
Historic, Equitable Funding



Classroom Support

Per-Pupil Funding

- Last year, Governor Whitmer and the legislature worked together to close the funding gap between schools
- This budget will invest \$988m to continue building a weighted funding model that includes a base per-pupil amount plus additional funding for students with more costly educational needs
- Increases base per-pupil funding to districts up to \$9,135 (a 5 percent increase, \$435 per pupil), \$580m





Historic, Equitable Funding

Classroom Support

	Executive	Senate	House
Foundation Allowance	Increases funding to districts by \$435 (a 5% increase) to \$9,135 per pupil	Increases funding to districts by \$450 (a 5.2% increase) to \$9,150 per pupil	Increases funding to districts by \$300 (a 3.5% increase) to \$9,000 per pupil
	Maintains foundation allowance for cyber schools at FY2022 levels, \$8,700 per pupil	Includes foundation allowance for cyber schools in the increase	Includes foundation allowance for cyber schools in the increase



Historic, Equitable Funding

Classroom Support

	Executive	Senate	House
At-Risk	\$222 million increase. Fully funds all eligible students at 11.5% of the foundation allowance.	Does not include. Maintains current year appropriation.	Does not include. Maintains current year appropriation.
Special Education	\$150 million increase. Increases additional reimbursement of costs from 3% to 8%.	Does not include. Maintains current year appropriation.	\$210 million increase. Increases additional reimbursement of costs from 3% to 10%.



Historic, Equitable Funding

Classroom Support

	Executive	Senate	House
Career and Technical Education	\$20.8 million increase. Provides additional reimbursement for added costs. Maintains the State GF as the funding source.	Does not include. Maintains current year appropriation.	\$7.5 million increase. Provides additional reimbursement for added costs. Shifts the funding source from State GF to SAF.



Talent in Schools

Educator Retention

	Executive	Senate	House
Educator Retention Payments	\$1.5 billion. Paid out over 4 years for teachers (\$11,000) and other people employed by schools (\$4,000).	Does not include.	Does not include.
Teacher Onboarding, Induction, and Mentoring	\$100 million.	Does not include.	Does not include.
Regional Innovation Grants	\$75 million.	Does not include.	Does not include.



Talent in Schools

Educator Recruitment

	Executive	Senate	House
Michigan Future Educator Fellowship	\$250 million.	Does not include. Maintains current year appropriation.	\$66 million.
Michigan Future Educator Fellowship – School Leaders	\$50 million.	Does not include. Maintains current year appropriation.	Does not include. Maintains current year appropriation.
Stipends for Student Teachers	\$150 million over 5 years.	\$25 million.	\$150 million.
Grow-Your-Own Programs	\$150 million.	Does not include. Maintains current year appropriation.	\$214 million.



Mental Health and Safe Schools

Mental Health

	Executive	Senate	House
TRAILS	\$150 million over 3 years.	\$10 million.	Repeals current year appropriation.
School-Based Mental Health Professionals	\$120 million.	\$15 million.	Does not include.
Mental Health Grants	\$50 million increase.	Does not include.	Does not include.
Mental Health Screenings	\$25 million.	Does not include.	Does not include.
School-Based Health Clinics	\$11 million increase.	\$15 million increase.	Does not include.



Mental Health and Safe Schools

Safe Schools

	Executive	Senate	House
School Safety Grants	\$50 million increase.	Does not include. Maintains current year appropriation.	\$210 million increase.
Cross-System Interventions	\$15 million.	Does not include.	Does not include.
School Security Assessments and Building Mapping	Does not include.	\$25 million	Does not include.
School Discipline Helpline	Does not include.	\$100,000.	Does not include.



Local Impact

Classroom Support

	Executive	Senate	House
Foundation*	\$ 2,709,132	\$ 2,802,550	\$ 1,868,367
At-Risk	\$ 17,433	\$ -	\$ -
Special Education**	\$ 1,011,853	\$ -	\$ 1,426,030
	\$ 3,738,418	\$ 2,802,550	\$ 3,294,397

*After adjusting for declining enrollment loss of 135 FTE

**Based on FY2021 actual expenditures



Local Considerations

- Increase in Property Taxes
- Increase in State Aid
- Declining enrollment = 135 FTE
- One-time revenue reduction
- Contractual increases in wages
- Health insurance increase
- Reduction of professional staff positions = 22 FTE



Next Steps

- May 21, 2022
 - Consensus Revenue Estimating Conference (CREC)
- May 23, 2022 – BOE Meeting
 - 2022-2023 Budget Development Update
- June 13, 2022 – BOE Meeting
 - Public Hearing on 2022-2023 Proposed Budget
- June 27, 2022 – BOE Meeting
 - Adoption of 2022-2023 Budget