## SENATE BILL No. 143

March 5, 1991, Introduced by Senators STABENOW, HONIGMAN, BERRYMAN, POLLACK, SCHWARZ, CONROY, VAUGHN, CHERRY, KOIVISTO and MILLER and referred to the Committee on Education.

A bill to amend sections 1 and 10 of Act No. 288 of the Public Acts of 1986, entitled

"An act to establish a Michigan work-study program for qualified resident students attending eligible postsecondary schools and employed by qualified employers; and to prescribe the powers and duties of certain state agencies,"

being sections 390.1371 and 390.1380 of the Michigan Compiled Laws; and to add section 5a.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Section 1. Sections 1 and 10 of Act No. 288 of the Public
- 2 Acts of 1986, being sections 390.1371 and 390.1380 of the
- 3 Michigan Compiled Laws, are amended and section 5a is added to
- 4 read as follows:
- 5 Sec. 1. As used in this act:
- 6 (a) "Authority" means the Michigan higher education
- 7 assistance authority created by Act No. 77 of the Public Acts of

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- 1 1960, being sections 390.951 to 390.961 of the Michigan Compiled
- 2 Laws.
- 3 (b) "MWS" means the Michigan work-study program established
- 4 in section 2.
- 5 (C) "PUBLIC SERVICE EMPLOYER" MEANS A PRIVATE NONPROFIT
- 6 AGENCY THAT IS EXEMPT FROM FEDERAL TAXATION UNDER
- 7 SECTION 501(C)(3) OF THE INTERNAL REVENUE CODE AND THAT PROVIDES
- 8 SERVICES DIRECTLY TO THE COMMUNITY OR MEMBERS OF THE COMMUNITY.
- 9 (D) "PUBLIC SERVICE EMPLOYMENT" MEANS EMPLOYMENT WITH A
- 10 PUBLIC SERVICE EMPLOYER IN WORK THAT IS PERFORMED FOR THE COMMU-
- 11 NITY WELFARE AND THAT MAY INCLUDE 1 OR MORE OF THE FOLLOWING
- 12 ACTIVITIES:
- 13 (i) RECYCLING OR ENVIRONMENTAL PRESERVATION OR PROTECTION.
- 14 (ii) FOOD BANKS, HOMELESS SHELTERS, OR OTHER POVERTY
- 15 PROGRAMS.
- 16 (iii) MENTAL HEALTH, SENIOR CITIZEN, HANDICAPPER, OR OTHER
- 17 HUMAN SERVICES.
- 18 (iv) ARTS EDUCATION OR PERFORMANCE PROGRAMS.
- 19 SEC. 5A. (1) A PUBLIC SERVICE EMPLOYER IS ELIGIBLE TO
- 20 EMPLOY STUDENTS THROUGH THE MWS PROGRAM IF THE EMPLOYER MEETS ALL
- 21 OF THE FOLLOWING REQUIREMENTS:
- 22 (A) ENTERS INTO A SIGNED AGREEMENT WITH AN ELIGIBLE POSTSEC-
- 23 ONDARY SCHOOL TO PROVIDE PUBLIC SERVICE EMPLOYMENT FOR STUDENTS
- 24 RECOMMENDED BY THE SCHOOL.
- 25 (B) EMPLOYS MWS STUDENTS ONLY FOR PUBLIC SERVICE
- 26 EMPLOYMENT.

- 1 (C) DOES NOT USE MWS STUDENTS TO DISPLACE EMPLOYED WORKERS.
- 2 (D) DOES NOT EMPLOY MWS STUDENTS TO CONSTRUCT, OPERATE, OR
- 3 MAINTAIN A FACILITY USED OR TO BE USED SOLELY FOR SECTARIAN
- 4 INSTRUCTION OR AS A PLACE FOR RELIGIOUS WORSHIP; OR FOR ACTIVITY
- 5 ESPOUSING OR PROMOTING ANY POLITICAL POSITION OR CANDIDATE.
- 6 (E) DOES NOT PAY MWS STUDENTS A WAGE THAT IS LESS THAN THE
- 7 FULL FEDERAL MINIMUM WAGE ESTABLISHED FOR EMPLOYEES MORE THAN 19
- 8 YEARS OF AGE.
- 9 (2) A PUBLIC SERVICE EMPLOYER THAT EMPLOYS MWS STUDENTS IS
- 10 NOT REQUIRED TO PROVIDE ANY PART OF AN MWS STUDENT'S WAGES.
- 11 Sec. 10. (1) SUBJECT TO SUBSECTION (2), MWS program funds
- 12 shall be -made ALLOCATED to EACH eligible postsecondary
- 13 -schools- SCHOOL for a fiscal year in an amount not less than
- 14 \$5,000.00 and an amount proportionate to the school's receipt of
- 15 Pell grant funds under section 411 of title IV of the higher edu-
- 16 cation act of 1965, 20 U.S.C. 1070a, for the most recent year
- 17 statistics are available, ADJUSTED BY THE PERCENTAGE DIFFERENCE
- 18 BETWEEN THE AVERAGE AMOUNT OF MWS PROGRAM FUNDS ALLOCATED TO THE
- 19 SCHOOL FOR THE 3 MOST RECENT YEARS FOR WHICH STATISTICS ARE
- 20 AVAILABLE AND THE AVERAGE AMOUNT OF MWS PROGRAM FUNDS DISBURSED
- 21 BY THE SCHOOL FOR THOSE 3 YEARS.
- 22 (2) FOR EACH FISCAL YEAR THROUGH THE 1993-1994 FISCAL YEAR,
- 23 IF THE AUTHORITY DETERMINES THAT AN ELIGIBLE POSTSECONDARY
- 24 SCHOOL'S NEED FOR MWS PROGRAM FUNDS IS GREATER THAN INDICATED BY
- 25 THE CALCULATION MADE UNDER SUBSECTION (1), THE AUTHORITY MAY
- 26 ALLOCATE TO THE SCHOOL AN ADDITIONAL AMOUNT NOT TO EXCEED 5% OF
- 27 THE AMOUNT CALCULATED FOR THE SCHOOL UNDER SUBSECTION (1). AN

- 1 ADDITIONAL ALLOCATION UNDER THIS SECTION SHALL BE MADE NOT LATER
- 2 THAN MARCH 31 FROM THE ALLOCATION ADJUSTMENT FUND CREATED PURSU-
- 3 ANT TO SUBSECTION (3).
- 4 (3) THE AUTHORITY SHALL ESTABLISH AN ALLOCATION ADJUSTMENT
- 5 FUND AND, FOR EACH FISCAL YEAR THROUGH THE 1993-1994 FISCAL YEAR,
- 6 SHALL DEPOSIT IN THE FUND NOT MORE THAN 5% OF THE TOTAL MWS
- 7 APPROPRIATION FOR THE FISCAL YEAR. THE AUTHORITY SHALL USE THE
- 8 FUND ONLY TO MAKE THE ADDITIONAL ALLOCATIONS AUTHORIZED UNDER
- 9 SUBSECTION (2).