

FY 2025-26 DEPARTMENT OF EDUCATION BUDGET

S.B. 165 (S-1): SENATE SUBCOMMITTEE REC.

(as reported)

Committee: Appropriations



Throughout this document Senate means Subcommittee Recommendation

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2024-25 YEAR-TO-DATE*	FY 2025-26 SENATE SUBCOMMITTEE REC.	CHANGES FROM FY 2024-25 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	568.5	583.5	15.0	2.6
GROSS	164,975,100	166,422,700	1,447,600	0.9
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	164,975,100	166,422,700	1,447,600	0.9
Less:				
Federal Funds	82,550,500	83,575,100	1,024,600	1.2
Local and Private	8,410,700	8,431,700	21,000	0.2
TOTAL STATE SPENDING	74,013,900	74,415,900	402,000	0.5
Less:				
Other State Restricted Funds	10,117,800	2,193,800	(7,924,000)	(78.3)
GENERAL FUND/GENERAL PURPOSE	63,896,100	72,222,100	8,326,000	13.0
PAYMENTS TO LOCALS	19,242,700	19,817,700	575,000	3.0

*As of February 5, 2025.

Major Boilerplate Changes from FY 2024-25 Year-to-Date:

- Deleted Sections.** The Senate deleted five sections, which include: **1100** (Charter School Transparency Database), **1101** (Mental Health Training), **1102** (Community Health Worker Career Center), **1103** (School Infrastructure and Consolidation Administration), and **1104** (Michigan Test for Teacher Certification Reimbursement).
- New Sections.** The Senate added five new sections, which include: **220** (General Fund Prioritization), **221** (Unenforceability Declaration Report), **224** (Federal Policy Change Report), **704** (Foster Care Oversight), and **705** (Media Literacy Training).
- Michigan Made Goods and Services.** The Senate modified the section directing expenditures to American, Michigan, and veteran owned business to also include businesses that employ union members. (**Sec. 205**)
- State Fiscal Recovery Fund Re-Allocation.** The Senate modified the section directing the use of Federal State Fiscal Recovery Funds to require a report on any funds that are projected to lapse. (**Sec. 223**)

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FY 2024-25 Year-to-Date Appropriation		\$164,975,100	\$63,896,100		
		CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
		Gross	GF/GP	Gross	GF/GP
<u>Baseline Adjustments</u>					
1. Federal Fund Adjustment. The Senate included an additional \$360,000 in Federal funds for the Office of Systems, Evaluation, and Technology Operations to appropriate available Federal funds.		360,000	0	N/A	N/A
2. Economic Adjustments. Includes a positive \$1,245,200 Gross and \$483,600 GF/GP for total economic adjustments.		1,245,200	483,600	N/A	N/A
<u>New Programs/Program Increases</u>					
3. Support Science of Reading Literacy. The Senate included \$960,900 GF/GP and 6.0 FTE positions to implement PA 146 of 2024 and provide additional support for students with dyslexia and teacher training.		960,900	960,900	18,809,500	5,071,500
4. State Aid to Libraries. The Senate included an additional \$900,000 (5.4% increase) in State Aid to Libraries.		900,000	900,000	17,467,700	17,467,700
5. CTE Pathways to Success. The Senate included an additional \$342,400 GF/GP and 2.0 FTE positions to expand CTE opportunities for students in rural area schools or other areas with limited access to CTE programs.		342,400	342,400	6,045,700	1,925,400
6. Media Literacy Training. The Senate included \$300,000 to develop and implement professional learning for teaching artificial intelligence and media literacy.		300,000	300,000	300,000	300,000
7. Mental Health Training. The Senate included an additional \$150,000 and 1.0 FTE position to provide technical support to districts to use Medicaid dollars for mental health.		150,000	150,000	309,500	305,900
8. Foster Care Oversight. The Senate included \$150,000 and 1.0 FTE position for implementation of PA 11 of 2024.		150,000	150,000	150,000	150,000
9. FTE Increase. The Senate included an additional 8.0 FTE positions for the School Support Unit to support the Office of Health and Safety (3.0 FTEs) and the Office of Nutrition (5.0 FTEs).		0	0	16,316,800	2,901,600
<u>Eliminations/Reductions</u>					

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	CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
10. ASL Literacy. The Senate reduced funding to ASL Literacy by \$500,000 GF/GP to support the Science of Reading Literacy (Item 3).	(500,000)	(500,000)	500,000	500,000
11. Educator Recruitment and Preparation. The Senate reduced funding to Educator Recruitment and Preparation by \$460,900 GF/GP to support the Science of Reading Literacy (Item 3).	(460,900)	(460,900)	1,221,300	1,221,300
<u>One-Time Appropriations</u>				
12. Removal of FY 2024-25 One-Time Appropriations. The Senate removed \$2.0 million Gross and GF/GP and 3.0 FTE positions in FY 2024-25 One-Time Appropriations.	(2,000,000)	(2,000,000)	0	0
<u>Other</u>				
13. Teacher Certification Fund Shift. The Senate shifted \$8.0 million for Teacher Certification Fees to GF/GP throughout the department.	0	8,000,000	8,000,000	8,000,000
14. Line-Item Rollouts. The Senate rolled out the Poet Laureate Program (\$100,000) from the Library of Michigan and School Board Member Training (\$150,000) from School Support Services. The Senate also splits the School Support Services line items into the Office of Nutrition Services (\$14.5 million Gross and 68.6 FTE positions) and the Office of Health and Safety (\$1.5 million and 22.0 FTE positions)	0	0	n/a	n/a
Total Changes.....	\$1,447,600	\$8,326,000		
FY 2025-26 SENATE SUBCOMMITTEE REC.....	\$166,422,700	\$72,222,100		

Date Completed: 4-24-25

Fiscal Analyst: Cory Savino

FY 2025-26 Gross and GF/GP Changes to FY 2024-25

Item #	Budget Area/Line Items	Gov Changes to FY 2024-25			Senate Changes to FY 2024-25		
		FTE	GROSS	GF/GP	FTE	GROSS	GF/GP
DEPARTMENT OF EDUCATION							
	YTD	568.5	164,975,100	63,896,100	568.5	164,975,100	63,896,100
	Ongoing Changes						
1	Science of reading literacy support (Dyslexia)	6.0	960,900	960,900	6.0	960,900	960,900
2	State aid to libraries					900,000	900,000
3	Federal fund adjustment		360,000	0		360,000	0
4	CTE pathways to success	2.0	342,400	342,400	2.0	342,400	342,400
5	School support FTE increase	8.0	0	0	8.0	0	0
6	AI and media literacy training					300,000	300,000
7	Mental health training					150,000	150,000
8	Foster care oversight					150,000	150,000
9	Fund shift - Teacher cert and testing fees to GF/GP					0	8,000,000
10	ASL literacy reprioritization		(500,000)	(500,000)		(500,000)	(500,000)
11	Educator recruitment and preparation reprioritization		(460,900)	(460,900)		(460,900)	(460,900)
12	Unclassified salaries		34,700	26,100		34,700	26,100
13	Economic adjustments		1,210,500	457,500		1,210,500	457,500
	Subtotal - Ongoing Change	16.0	1,947,600	826,000	16.0	3,447,600	10,326,000
	Ongoing Total	584.5	166,922,700	64,722,100	584.5	168,422,700	74,222,100
	One-Time Changes						
1	Remove FY25 one-time appropriations	(3.0)	(2,000,000)	(2,000,000)	(3.0)	(2,000,000)	(2,000,000)
	Subtotal - One-Time	(3.0)	(2,000,000)	(2,000,000)	(3.0)	(2,000,000)	(2,000,000)
	TOTAL CHANGE	13.0	(52,400)	(1,174,000)	13.0	1,447,600	8,326,000
	TOTAL DEPARTMENT OF EDUCATION	581.5	164,922,700	62,722,100	581.5	166,422,700	72,222,100