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## **SENATE BILL No. 965**

February 14, 2012, Introduced by Senator KAHN and referred to the Committee on Appropriations.

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 11, 17b, 201, and 236 (MCL 388.1611,
388.1617b, 388.1801, and 388.1836), section 11 as amended by 2011
PA 299, section 17b as amended by 2007 PA 137, and sections 201 and
236 as added by 2011 PA 62.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 11. (1) Subject to subsection (3), for the fiscal year ending September 30, 2011, there is appropriated for the public schools of this state and certain other state purposes relating to education the sum of \$10,784,760,500.00 from the state school aid fund and the sum of \$18,642,400.00 from the general fund. For the

- 1 fiscal year ending September 30, 2011, there is also appropriated
- 2 the remaining balance of the federal funding awarded to this state
- 3 under title XIV of the American recovery and reinvestment act of
- 4 2009, Public Law 111-5, estimated at \$184,256,600.00, to be used
- 5 solely for the purpose of funding the primary funding formula
- 6 calculated under section 20, in accordance with federal law.
- 7 Subject to subsection (3), for the fiscal year ending September 30,
- 8 2012, 2013, there is appropriated for the public schools of this
- 9 state and certain other state purposes relating to education the
- 10 sum of \$10,887,098,700.00 \$ \_\_\_\_\_ from the state school
- 11 aid fund and the sum of \$118,642,400.00\$ from the
- 12 general fund. In addition, all other available federal funds,
- 13 except those otherwise appropriated under section 11p, are
- 14 appropriated for the fiscal year ending September 30, 2011 and for
- 15 the fiscal year ending September 30, 2012.2013.
- 16 (2) The appropriations under this section shall be allocated
- 17 as provided in this article. Money appropriated under this section
- 18 from the general fund shall be expended to fund the purposes of
- 19 this article before the expenditure of money appropriated under
- 20 this section from the state school aid fund.
- 21 (3) Any general fund allocations under this article that are
- 22 not expended by the end of the state fiscal year are transferred to
- 23 the school aid stabilization fund created under section 11a.
- 24 Sec. 17b. (1) Not later than October 20, November 20, December
- 25 20, January 20, February 20, March 20, April 20, May 20, June 20,
- 26 July 20, and August 20, the department shall prepare electronic
- 27 files of the amount to be distributed under this act in the

- 1 installment to the districts and intermediate districts and deliver
- 2 the electronic files to the state treasurer, and the state
- 3 treasurer shall pay the installments on each of those dates or, if
- 4 the date is not a business day, on the next business day following
- 5 that date. Except as otherwise provided in this act, the portion of
- 6 the district's or intermediate district's state fiscal year
- 7 entitlement to be included in each installment shall be 1/11. A
- 8 district or intermediate district shall accrue the payments
- 9 received in July and August to the school fiscal year ending the
- 10 immediately preceding June 30.
- 11 (2) The state treasurer shall make payment under this section
- 12 by drawing a warrant in favor of the treasurer of each district or
- 13 intermediate district for the amount payable to the district or
- 14 intermediate district according to the electronic files and
- 15 delivering the warrant to the treasurer of each district or
- 16 intermediate district, or if the state treasurer receives a written
- 17 request by the treasurer of the district or intermediate district
- 18 specifying an account, by electronic funds transfer to that account
- 19 of the amount payable to the district or intermediate district
- 20 according to the electronic files. The department may make
- 21 adjustments in payments made under this section through additional
- 22 payments when changes in law or errors in computation cause the
- 23 regularly scheduled payment to be less than the amount to which the
- 24 district or intermediate district is entitled pursuant to this act.
- 25 (3) Except as otherwise provided in this act, grant payments
- 26 to districts and intermediate districts under this act shall be
- 27 paid according to the installment PAYMENT schedule under subsection

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(1).
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          (4) Upon the written request of a district or intermediate
    district and the submission of proof satisfactory to the department
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    of a need of a temporary and nonrecurring nature, the
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    superintendent, with the written concurrence of the state treasurer
 6
    and the state budget director, may authorize an advance release of
    funds due a district or intermediate district under this act. An
 7
    advance authorized under this subsection shall not cause funds to
 8
 9
    be paid to a district or intermediate district more than 30 days
10
    earlier than the established payment date for those funds.
11
         Sec. 201. (1) Subject to the conditions set forth in this
12
    article, the amounts listed in subsection (2) are appropriated for
    community colleges for the fiscal year ending September 30, 2012,
13
14
    2013, from the funds indicated in this section. The following is a
15
    summary of the appropriations in subsection (2):
16
          (a) The gross appropriation is $283,880,500.00.
    $ . After deducting total interdepartmental grants and
17
    intradepartmental transfers in the amount of $0.00, the adjusted
18
    gross appropriation is $283,880,500.00.$
19
20
          (b) The sources of the adjusted gross appropriation described
    in subdivision (a) are as follows:
21
          (i) Total federal revenues, $0.00.
22
          (ii) Total local revenues, $0.00.
23
24
          (iii) Total private revenues, $0.00.
          (iv) Total other state restricted revenues,
25
    $195,880,500.00.$
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(v) State general fund/general purpose money,

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$88,000,000.00.$
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 2
         (2) Subject to subsection (3), the amount appropriated for
 3
    community college operations is $ .
 4
    $283,880,500.00, allocated as follows:
 5
      (a) Alpena Community College, $4,984,300.00.
        (b) Bay de Noc Community College, $5,040,200.00.
 6
       (c) Delta College, $13,336,200.00.
 7
       (d) Glen Oaks Community College, $2,320,900.00.
 8
      (e) Cogebic Community College, $4,140,500.00.
 9
    (f) Grand Rapids Community College, $16,649,700.00.
10
    (g) Henry Ford Community College, $20,145,000.00.
11
12
      (h) Jackson Community College, $11,219,700.00.
13
    (i) Kalamazoo Valley Community College, $11,522,700.00.
        (j) Kellogg Community College, $9,047,900.00.
14
        (k) Kirtland Community College, $2,872,900.00.
15
        (l) Lake Michigan College, $4,937,700.00.
16
        (m) Lansing Community College, $28,651,900.00.
17
        (n) Macomb Community College, $30,490,300.00.
18
19
      (o) Mid Michigan Community College, $4,266,800.00.
20
       (p) Monroe County Community College, $4,094,000.00.
      (q) Montcalm Community College, $2,946,800.00.
21
22
    (r) C.S. Mott Community College, $14,526,400.00.
23
    (s) Muskegon Community College, $8,256,700.00.
      (t) North Central Michigan College, $2,886,500.00.
24
25
    (u) Northwestern Michigan College, $8,430,300.00.
        (v) Oakland Community College, $19,455,900.00.
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27
        (w) St. Clair County Community College, $6,534,100.00.
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    (x) Schoolcraft College, $11,477,300.00.
    (y) Southwestern Michigan College, $6,143,700.00.
 2
       (z) Washtenaw Community College, $11,827,300.00.
 3
 4
        (aa) Wayne County Community College, $15,425,900.00.
        (bb) West Shore Community College, $2,248,900.00.
 5
 6
         (3) The amount appropriated in subsection (2) for community
    college operations is appropriated from the following:
7
         (a) School aid fund, $195,880,500.00.$
 8
 9
         (b) State general fund/general purpose money,
    $88,000,000.00.$
10
         Sec. 236. (1) Subject to the conditions set forth in this
11
12
    article, the amounts listed in subsections (2) to (5) THIS SECTION
    are appropriated for higher education for the fiscal year ending
13
    September 30, <del>2012, 2013,</del> from the funds indicated in this section.
14
15
    The following is a summary of the appropriations: in subsections
16
    (2) to (5):
17
         (a) The gross appropriation is \$1,362,278,400.00.
    $ . After deducting total interdepartmental grants
18
    and intradepartmental transfers in the amount of $0.00, the
19
20
    adjusted gross appropriation is
    $1,362,278,400.00.$
21
         (b) The sources of the adjusted gross appropriation described
22
    in subdivision (a) are as follows:
23
24
         (i) Total federal revenues, $98,326,400.00.$
         (ii) Total local revenues, $0.00.
25
         (iii) Total private revenues, $0.00.
26
27
         (iv) Total other state restricted revenues,
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<del>$200,219,500.00.</del>$
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          (v) State general fund/general purpose money,
    $1,063,732,500.00.$
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 4
    (2) Amounts appropriated for public universities are as
 5
    follows:
         (a) The appropriation for Central Michigan University is
 6
 7
    $68,108,900.00, $61,431,100.00 for operations and $6,677,800.00 for
    tuition restraint incentive, appropriated from the following:
 8
        (i) State school aid fund, $11,284,600.00.
 9
10
    - (ii) State general fund/general purpose money, $56,824,300.00.
11
    ——— (b) The appropriation for Eastern Michigan University is
12
    $64,619,100.00, $61,319,900.00 for operations and $3,299,200.00 for
13
    tuition restraint incentive, appropriated from the following:
         (i) State school aid fund, $10,706,400.00.
14
         (ii) State general fund/general purpose money, $53,912,700.00.
15
       (c) The appropriation for Ferris State University is
16
    $41,324,300.00, $37,971,600.00 for operations and $3,352,700.00 for
17
    tuition restraint incentive, appropriated from the following:
18
    (i) State school aid fund, $6,846,800.00.
19
20
       (ii) State general fund/general purpose money, $34,477,500.00.
      (d) The appropriation for Grand Valley State University is
21
22
    $52,677,400.00, $48,431,500.00 for operations and $4,245,900.00 for
23
    tuition restraint incentive, appropriated from the following:
      (i) State school aid fund, $8,727,800.00.
24
25
    - (ii) State general fund/general purpose money, $43,949,600.00.
         (e) The appropriation for Lake Superior State University is
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\$10,789,500.00, \$10,055,100.00 for operations and \$734,400.00 for

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- 1 tuition restraint incentive, appropriated from the following:
- 2 (i) State school aid fund, \$1,787,600.00.
- 3 (ii) State general fund/general purpose money, \$9,001,900.00.
- 4 (f) The appropriation for Michigan State University is
- 5 \$293,746,600.00, \$222,796,200.00 for operations, \$18,324,600.00 for
- 6 tuition restraint incentive, and \$52,625,800.00 for agricultural
- 7 experiment and cooperative extension activities, appropriated from
- 8 the following:
- 9 (i) State school aid fund, \$39,949,900.00.
- 11 (g) The appropriation for Michigan Technological University is
- 12 \$40,733,600.00, \$37,409,700.00 for operations and \$3,323,900.00 for
- 13 tuition restraint incentive, appropriated from the following:
- 14 (i) State school aid fund, \$6,748,900.00.
- 15  $\frac{(ii)}{(ii)}$  State general fund/general purpose money, \$33,984,700.00.
- 16 (h) The appropriation for Northern Michigan University is
- 17 \$38,367,400.00, \$36,225,200.00 for operations and \$2,142,200.00 for
- 18 tuition restraint incentive, appropriated from the following:
- 19 (i) State school aid fund, \$6,356,900.00.
- 20 (ii) State general fund/general purpose money, \$32,010,500.00.
- 21 (i) The appropriation for Oakland University is
- 22 \$43,145,000.00, \$39,313,500.00 for operations and \$3,831,500.00 for
- 23 tuition restraint incentive, appropriated from the following:
- 24 (i) State school aid fund, \$7,148,400.00.
- 26 (j) The appropriation for Saginaw Valley State University is
- 27 \$23,561,500.00, \$21,969,300.00 for operations and \$1,592,200.00 for

- 1 tuition restraint incentive, appropriated from the following:
- 2 (i) State school aid fund, \$3,903,800.00.
- 3 (ii) State general fund/general purpose money, \$19,657,700.00.
- 4 (k) The appropriation for University of Michigan Ann Arbor
- 5 is \$268,803,300.00, \$254,931,800.00 for operations and
- 6 \$13,871,500.00 for tuition restraint incentive, appropriated from
- 7 the following:
- 8 (i) State school aid fund, \$44,536,300.00.
- 9 <u>(ii) State general fund/general purpose money, \$224,267,000.00.</u>
- 11 \$21,016,300.00, \$19,627,400.00 for operations and \$1,388,900.00 for
- 12 tuition restraint incentive, appropriated from the following:
- 13 (*i*) State school aid fund, \$3,482,100.00.
- 14 (ii) State general fund/general purpose money, \$17,534,200.00.
- 15 (m) The appropriation for University of Michigan Flint is
- 16 \$17,762,400.00, \$16,679,400.00 for operations and \$1,083,000.00 for
- 17 tuition restraint incentive, appropriated from the following:
- 19 <u>(ii) State general fund/general purpose money, \$14,819,500.00.</u>
- 20 (n) The appropriation for Wayne State University is
- 21 \$182,036,900.00, \$169,209,400.00 for operations and \$12,827,500.00
- 22 for tuition restraint incentive, appropriated from the following:
- 23 (i) State school aid fund, \$30,160,600.00.
- 25 (o) The appropriation for Western Michigan University is
- 26 \$93,168,300.00, \$86,866,700.00 for operations and \$6,301,600.00 for
- 27 tuition restraint incentive, appropriated from the following:

(i) State school aid fund, \$15,436,500.00. 1 2 (ii) State general fund/general purpose money, \$77,731,800.00. (3) The amount appropriated for state and regional programs is 3 4 \$200,000.00, appropriated from general fund/general purpose money 5 and allocated as follows: — (a) Higher education database modernization and conversion, 6 \$105,000.00. 7 (b) Midwestern higher education compact, \$95,000.00. 8 9 (4) The amount appropriated for the Martin Luther King, Jr. -10 Cesar Chavez - Rosa Parks program is \$2,691,500.00, appropriated from general fund/general purpose money and allocated as follows: 11 12 (a) Select student support services, \$1,956,100.00. 13 (b) Michigan college/university partnership program, \$586,800.00. 14 (c) Morris Hood, Jr. educator development program, 15 16 \$148,600.00. 17 (5) Subject to subsection (6), the amount appropriated for grants and financial aid is \$99,526,400.00, allocated as follows: 18 19 (a) State competitive scholarships, \$19,861,700.00. 20 (b) Tuition grants, \$31,664,700.00.

financial aid is appropriated from the following:

(f) Project GEAR-UP, \$1,500,000.00.

programs, \$1,200,000.00.

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(c) Tuition incentive program, \$43,800,000.00.

(d) Robert C. Byrd honors scholarship program, \$1,500,000.00.

- (e) Children of veterans and officer's survivor tuition grant

(6) The money appropriated in subsection (5) for grants and

- 1 (a) Federal revenues under subpart 4 of part A of title IV of
- 2 the higher education act of 1965, Public Law 89-329, 79 Stat. 1232,
- 3 \$1,500,000.00.
- 4 (b) Federal revenues under subpart 6 of part A of title IV of
- 5 the higher education act of 1965, Public Law 89-329, 79 Stat. 1232,
- 6 \$1,500,000.00.
- 7 (c) Federal revenues under the United States department of
- 8 education, office of elementary and secondary education, GEAR-UP
- 9 program, \$1,500,000.00.
- 10 (d) Federal revenues under the social security act, temporary
- 11 assistance for needy families, \$93,826,400.00.
- 12 (e) Contributions to children of veterans tuition grant
- 13 program, \$200,000.00.
- 14 (f) State general fund/general purpose money, \$1,000,000.00.

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