



Senate Fiscal Agency
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BILL ANALYSIS

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Public Act 265 of 2018
FY 2018-19 Education Omnibus Appropriation Act

Act Page Nos.

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Date Completed: 6-28-18

Education Omnibus Appropriation Bill Public Act 265 of 2018 FY 2018-19 Appropriations		
Department/Budget Area	FY 2018-19 Gross Appropriation	FY 2018-19 GF/GP Appropriation
Community Colleges	\$408,215,500	\$0
Higher Education.....	1,669,732,600	1,046,017,900
School Aid K-12	14,765,468,800	60,000,000
Total Education Omnibus Appropriations.....	\$16,843,416,900	\$1,106,017,900

General Omnibus Appropriation Bill Public Act 207 of 2018 FY 2018-19 Appropriations		
Department/Budget Area	FY 2018-19 Gross Appropriation	FY 2018-19 GF/GP Appropriation
Agriculture and Rural Development	\$107,948,100	\$58,585,200
Attorney General	103,648,900	41,206,800
Civil Rights	16,201,100	13,022,100
Corrections	2,017,056,200	1,961,841,300
Education	400,815,000	86,183,700
Environmental Quality	447,502,600	73,746,500
Executive	6,980,100	6,980,100
Health and Human Services	24,880,165,600	4,460,087,300
Insurance and Financial Services	67,971,900	550,000
Judiciary	304,079,100	196,079,500
Legislative Auditor General	24,938,000	17,105,800
Legislature	158,112,500	153,318,200
Licensing and Regulatory Affairs	517,762,200	126,920,300
Military and Veterans Affairs	192,564,300	68,837,400
Natural Resources	438,442,800	49,081,800
State	246,662,800	18,466,300
State Police	716,459,500	459,047,800
Talent and Economic Development	1,115,295,600	141,095,800
Technology, Management, and Budget	1,347,108,600	473,789,500
Transportation	4,843,089,900	300,000,000
Treasury-Debt Service	107,080,000	107,080,000
Treasury-Operations	562,928,500	102,381,300
Treasury-Revenue Sharing	1,314,405,300	0
Total General Omnibus Appropriations.....	\$39,937,218,600	\$8,915,406,700

TOTAL COMBINED OMNIBUS APPROPRIATIONS	\$56,780,635,500	\$10,021,424,600
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**Education Omnibus Appropriation Bill
Public Act 265 of 2018
FY 2017-18 Supplemental Appropriations**

Budget Area/Program	FY 2017-18 Gross Appropriation	FY 2017-18 GF/GP Appropriation
Higher Education		
State Competitive Scholarships (Sec.236f; Federal TANF).....	\$6,000,000	\$0
Tuition Grants (Sec.236f; Federal TANF)	<u>(6,000,000)</u>	<u>0</u>
Total Higher Education	\$0	\$0
School Aid		
Reduce Assessment Funding (Sec. 104; use in FY 2018-19).....	(\$5,000,000)	\$0
Consolidation Incentive Grants (Sec. 22g, funds lapsed in FY 2016-17)...	2,800,000	0
FIRST Robotics Increase (Sec. 99h).....	500,000	500,000
Berrien ISD CTE Planning Grant (Sec. 61e).....	250,000	0
Fund Shift: Replace \$136.5m GF/GP with SAF.....	0	(137,000,000)
Transfer \$850,000 from Court Placed to Strict Discipline Academies....	0	0
<u>Other Cost Adjustments:</u>		
Cash Flow Borrowing Costs (Sec. 11m).....	11,500,000	0
Foundation Allowance (Secs. 22a and 22b).....	(14,300,000)	0
Special Education (Sec. 51a).....	4,200,000	0
Renaissance Zone Costs (Sec. 26a).....	(2,000,000)	0
School Lunch (Sec. 31d).....	306,900	0
Promise Zone Costs (Sec. 26c).....	<u>100,000</u>	<u>0</u>
Total School Aid	(\$1,643,100)	(\$136,500,000)
Total FY 2017-18 Education Omnibus Supplemental Approps.	(\$1,643,100)	(\$136,500,000)



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FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2017-18 YEAR-TO-DATE*	FY 2018-19 INITIAL APPROPS.	CHANGES FROM FY 2017-18 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	N/A	N/A	N/A	N/A
GROSS	14,682,670,800	14,765,468,800	82,798,000	0.6
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	14,682,670,800	14,765,468,800	82,798,000	0.6
Less:				
Federal Funds	1,726,943,500	1,724,743,500	(2,200,000)	(0.1)
Local and Private	0	0	0	0.0
TOTAL STATE SPENDING	12,955,727,300	13,040,725,300	84,998,000	0.7
Less:				
Other State Restricted Funds	12,877,227,300	12,980,725,300	103,498,000	0.8
GENERAL FUND/GENERAL PURPOSE	78,500,000	60,000,000	(18,500,000)	(23.6)
PAYMENTS TO LOCALS	12,768,569,700	12,847,081,000	78,511,300	0.6

*As of June 28, 2018. Includes Marshall Plan funding.

FY 2017-18 Year-to-Date Gross Appropriation	\$14,682,670,800
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Changes from FY 2017-18 Year-to-Date:

Items Included by the Senate and House

- | | |
|---|---------------|
| 1. MPSERS Rate Cap. Governor, Senate, and House increased funding required to be paid by the State due to the statutory cap on payments made by local employers for legacy costs in the Michigan Public School Employees Retirement System (MPSERS). | 71,916,000 |
| 2. MPSERS Hold Harmless. Governor, Senate, and House increased funding to hold districts harmless from increased costs due to the lowering of the assumed rate of return on assets. | 39,170,000 |
| 3. Special Education. Governor, Senate, and House increased funds to reflect cost estimates. | 24,700,000 |
| 4. Cash Flow Borrowing Costs. Governor, Senate, and House increased funding by \$17.5 million to reimburse the General Fund for the School Aid Fund's cash flow borrowing costs. | 17,500,000 |
| 5. MPSERS Increased Costs under P.A. 92 of 2017. Legislation enacted under Public Act 92 of 2017 increased costs required to be paid by the School Aid Fund. Governor, Senate, and House increased this line item's funding by \$14.5 million. | 14,500,000 |
| 6. Special Education - Early On. Governor, Senate, and House recommended \$5.0 million for a new program recommended by the Special Education Task Force for Early On services. | 5,000,000 |
| 7. Partnership Model. Governor recommended a \$2.0 million increase (for a total of \$8.0 million) for the partnership model with MDE and academically-struggling districts. Senate and House did not concur. Conference added \$1.0 million. | 1,000,000 |
| 8. Promise Zones. Governor, Senate, and House increased funding by \$1.5 million. | 1,500,000 |
| 9. School Lunch. Governor, Senate, and House increased school lunch funding by \$648,900. | 648,900 |
| 10. MPSERS One-Time Additional Payment toward Unfunded Liabilities. Governor, Senate, and House removed the one-time additional payment toward unfunded liabilities. | (200,000,000) |
| 11. Technical Foundation Allowance Cost Adjustments. Governor, Senate, and House included technical adjustments to the foundation allowance due to pupils and taxable values. | (100,420,900) |

- 12. **Reduction in Cyber School Foundation Allowance.** Governor reduced the foundation allowance for cyber schools by 25%, saving the State \$25,000,000. Senate and House did not concur and restored the funding, meaning no change to current law. 0
- 13. **Flint Declaration of Emergency.** Governor reduced funding to \$3.2 million GF/GP. Senate and House concurred. (5,500,000)
- 14. **Federal Grants.** Governor, Senate, and House reduced Federal grants by \$2.2 million. (2,200,000)
- 15. **Renaissance Zone Costs.** Governor, Senate, and House reduced renaissance zone funding by \$2.0 million to align with projected reimbursements. (2,000,000)
- 16. **MDE Early Literacy Administration.** Governor, Senate, and House transferred \$1.0 million GF/GP for early literacy administration to the MDE budget. (1,000,000)
- 17. **FIRST Robotics for Nonpublics.** Governor eliminated \$300,000 GF/GP supporting FIRST Robotics classes in nonpublic schools. Senate and House did not concur. Further Conference added an additional \$500,000 to pay for expanded robotics competitions. 500,000
- 18. **Removal of FY 2017-18 Supplemental Adjustments and Marshall Plan.** The FY 2018-19 budget adjusts for FY 2017-18 supplemental changes (\$1.6 million) and does not continue Article V Marshall Plan funding (\$100.0 million). (98,356,900)

Conference Agreement on Items of Difference

- 19. **Foundation Allowance.** Governor and House increased the foundation allowance using the "2x" formula, from \$120-\$240 per pupil, bringing the minimum to \$7,871 and basic to \$8,409. Senate increased from \$115 to \$230 per pupil; minimum of \$7,861 and basic of \$8,404. Senate transferred \$400.0 million of partnership districts' discretionary foundation allowance funding into a new categorical where those districts would need to meet certain criteria related to their partnership agreement in order to access their calculated discretionary foundation allowance payment. Conference provided a \$120-\$240 per-pupil increase, and required partnership districts to comply with requirements in Section 22p in order to receive the discretionary portion of their foundation allowances. (Sections 22a, 22b, and new 22p) 312,000,000
- 20. **School Mental Health and Support Services Fund.** Conference included the transfer of \$30.0 million School Aid Fund to this new Fund, with spending from the Fund to be decided in the future by supplemental appropriation. 0
- 21. **Career and Technical Education (CTE).** Governor recommended \$5.0 million in new funding to incentivize districts to enroll students in CTE programs. Conference concurred. 5,000,000
- 22. **CTE Equipment.** Governor eliminated grants for CTE equipment (\$12.5 million). Conference appropriated \$2.5 to career education planning districts without CTE millages. (10,000,000)
- 23. **MPSERS Cost Offset for Intermediate School Districts (ISDs).** Senate included \$5.0 million for cost offset funding to ISDs equal to roughly 45% of the assistance provided to districts and participating public school academies. Conference did not include. 0
- 24. **Special Education Millage Equalization.** Senate increased funding to ISDs to equalize millage revenue for special education. Conference increased \$2.25 million. 2,250,000
- 25. **Adult Education.** Senate and Conference increased adult education by \$3.5 million. 3,500,000
- 26. **Increases in Other Existing Programs.** Conference increased 10 Cents a Meal by \$200,000, Detroit Area Pre-College Engineering Program by \$60,000, culinary training by \$21,000, ISD operations by 2% (\$1.3 million), Advanced Placement incentives by \$250,000, Algebra Nation by \$400,000, STEM grants by \$200,000, Imagine Learning by \$1.0 million, and computer adaptive tests and benchmarks (\$5.2 million). Conference added \$100,000 for Jobs for Michigan Grads program, \$100,000 for Conductive Learning (allocating a total of \$250,000) and \$250,000 for a dyslexia collaboration grant. 9,126,000
- 27. **Transportation Funding.** Senate increased funding and broadened eligibility to districts with 7.7 or fewer pupils per square mile. Conference concurred. 1,000,000
- 28. **Summer Reading Pilot Program.** Senate included \$550,000 for a new pilot program focusing on summer reading. Conference included, but at \$500,000. 500,000

29. Special Education - Parental Support and Mediation. Governor and Senate recommended \$500,000 GF/GP for a new program for mediation and parental support services. House and Conference did not include.	0
30. Reduction in Shared-Time Funding. Governor capped the number of shared-time FTEs that may be claimed by a district and removed kindergarten from reimbursement, resulting in estimated State savings of \$67,900,000. Senate restored the majority of the reductions, but retained the elimination of kindergarten shared-time and also implemented a 0.67 per-FTE cap (down from 0.75) and payment equal to the minimum foundation allowance for each pupil counted in shared-time programming. House and Conference did not reduce.	0
31. Dana Center. Senate and Conference included \$25,000 for the Dana Center to focus on improving partnerships between K-12 and postsecondary to address remedial education.	25,000
32. Assessments. Governor, Senate, and House reduced funding for an online reporting tool for assessments from \$3.2 million to \$0.5 million. Also, Governor eliminated \$1.0 million supporting a kindergarten entry observation tool. Conference funded KEO at \$1.5 million.	(2,200,000)
33. Elimination of Numerous Programs. Conference eliminated the following programs: CTE counselors (\$160,000), MiBright Future (\$1.0 million GF/GP), competency-based education grants (\$500,000 GF), cybersecurity competitions (\$500,000), digital assessment preparation (\$250,000 GF/GP), and Van Andel Education Institute (\$150,000 GF/GP).	(2,560,000)
34. Reduction in Various Programs. Conference reduced the reimbursement for nonpublic mandates to \$250,000 (from \$2.5 million) and year-round schools grants to \$750,000.	(3,000,000)
35. GF/GP Fund Shift. Conference reduced GF/GP support of the K-12 budget to \$60.0 million in FY 2018-19, replaced with School Aid Fund revenue.	0
36. Economic Adjustments. Conference included \$199,000 Gross and \$140,700 GF/GP for total economic adjustments, of which an estimated \$37,500 Gross and \$23,900 GF/GP is for legacy retirement costs (pension and retiree health).	199,900
37. FY 2018-19 One-Time Gross Appropriations. Conference included \$92,369,100 in items funded with one-time revenue (\$88,139,000 for reimbursement for MPSERS assumed rate of return costs, \$1.0 million increase for partnership districts, and \$3,230,100 for Flint).	
Total Changes	\$82,798,000
FY 2018-19 Initial Ongoing/One-Time Gross Appropriation	\$14,765,468,800

Boilerplate Changes from FY 2017-18 Year-to-Date:

Items Included by the Senate and House

1. **Early Literacy.** Governor, Senate, and House included language requiring the State Superintendent to designate as critical shortage any employees hired or contracted for under the funds provided in Section 35a. (Sec. 35a)
2. **STEM Participation Report.** Governor, Senate, and House removed a report that would provide the number of male and female participants in MiSTEM centers, and the steps centers take to reduce disparity in participation. (Sec. 99s)
3. **Legal Action against the State.** Governor proposed to repeal the section providing for a penalty in an amount equal to the amount spent if a district or ISD uses State funding to pay for an expense related to a legal action initiated by the district or ISD against the State. Senate and House did not concur. (Sec. 164g)
4. **Collective Bargaining Agreement Penalty.** Governor repealed language penalizing a district or ISD 5% of State aid if it enters into certain bargaining agreements outlined in the section. Senate and House did not concur. (Sec. 164h)

Conference Agreement on Items of Difference

5. **Shared Time and Tuition Pupils.** Conference included a cap for shared-time programs (5% of non-shared-time pupils, or 10% annual growth in shared-time pupils once reaching 5% threshold), but did not include Senate's proposed change in the maximum FTE that may be counted in a shared-time program. Conference concurred with the House to retain kindergarten as an eligible grade for shared-time programs. Conference added language prohibiting a district from counting a pupil in membership if that pupil lived in a different state previous and is charged tuition by the district. (Sec. 6)

6. **Hardship Repayments.** Governor reduced from nine to four the number of years a district may repay an adjustment, when that repayment is determined to cause a hardship, and removed language allowing for the Department to waive all or a portion of a repayment under certain conditions. Conference retained the nine-year maximum repayment timeframe, but concurred with Governor to remove language allowing the waiving of all or a portion of a repayment. In addition, Conference limited audits to the current or immediately preceding year. (Sec. 15)
7. **Grant Process Timeline.** House required MDE to open and award grants under certain timelines. Conference concurred, with these date changes: September 1 for opening grants; December 1 for awarding grants. (Sec. 17c)
8. **Cyber School Reporting.** Governor and House included cyber schools in the mandated report provided by districts on the costs to provide virtual learning. Senate did not concur. Conference included the report. (Sec. 18)
9. **Partnership Model.** Senate added language allowing the State Superintendent to waive burdensome administrative rules for partnership districts, and to require districts to include the crafting of goals that put students on track to meet or exceed grade level proficiency. Conference concurred with Senate. (Sec. 21h)
10. **Partnership District Requirements to Receive Discretionary Portion of Foundation Allowance.** Senate included requirements for partnership districts to meet to receive the discretionary portion of their foundation allowance ((i.e., the growth since Proposal A). Conference concurred, but with tweaks to the requirements. (Sections 22b, 22p)
11. **At Risk.** Governor made a number of changes in this section, including replacing the current formula that would otherwise take effect in FY 2018-19 for districts meeting certain academic benchmarks with a requirement that a district whose At Risk population performed lower than the statewide average would be required to either attain the statewide average or an improvement of at least 10 percentage points by FY 2020-21. If the district failed to meet either of those benchmarks by that date, then the district would be subject to the partnership model. Senate and House did not concur, but had different changes throughout. Conference delayed the formula until 2019-20, and allowed districts to demonstrate improvement in 3rd grade ELA and 8th grade math (newly added) with one year's growth on a benchmark test. Conference included a number of other changes throughout the section as well. (Sec. 31a)
12. **School Readiness.** Conference added new language requiring the reimbursement for transportation costs for students at community-based providers as well as public providers, included a requirement for MDE to evaluate and approve age-appropriate curricula, and earmarked \$1.0 million for professional development to change curriculum. (Sec. 32d)
13. **Michigan Teacher Council.** Senate included language requiring the Department of Education to create the Michigan Teacher Council to provide feedback, best practices, and advice related to teacher preparation, retention, compensation, and other topics. Conference did not include.
14. **Assessment Changes.** Governor changed the grades for the summative science test to be taken from 4 and 7 to 5 and 8, and added language requiring the Department to provide guidance to districts on optionally adopting and implementing department-approved benchmark assessments, and to recommend that districts commit to using the same benchmark assessment for not less than three years before changing to another test. Conference concurred. Conference retained \$1.5 million for a kindergarten entry observation tool and added language requiring the summative assessments for math and ELA to be aligned to the PSAT, and conditioned reimbursement for benchmark assessments on districts choosing one benchmark and using it for at least three years. (Sections 102d, 104, and 104c)
15. **School before Labor Day.** Governor removed the requirement that the public hearing held before a school seeks a waiver to start school before Labor Day be a joint meeting with the Department. Conference did not concur. (Sec. 160)
16. **Shared Time.** Governor and Senate proposed to remove the payment for nonpublic kindergarten students enrolled in shared time programs at a public school. In addition, Governor and Senate added language clarifying that State aid would be provided only for nonessential elective courses, and that a curricular offering may include an optional experience. However, to be provided State aid, that course and optional experience must be available to full-time pupils in the minor's grade level or age group, subject to the same requirements that apply to a full-time pupil's participation. Conference included a requirement for background checks, a requirement that optional experiences be offered on a schedule making them available to non-shared time students, and various information from districts. (Sec. 166b)

Date Completed: 6-28-18

Fiscal Analyst: Kathryn Summers



**FY 2017-18 Year-to-Date and Revised Supplemental Appropriations, and Marshall Plan for Talent (SB 941, PA 227)
Governor, Senate, House (Excluding Marshall Plan Funding), Enacted for FY 2018-19 (Dollars in Thousands)**

<u>Line Item Description</u>	<u>Revised PA 143 YTD 11/02/2017</u>	<u>FY 2017-18 Supplemental and Marshall</u>	<u>FY 2017-18 Change From Current Law</u>	<u>FY 2018-19 Governor's Recommendation</u>	<u>FY 2018-19 Senate Passed</u>	<u>FY 2018-19 House Passed</u>	<u>FY 2018-19 Enacted 06/28/2018</u>
Sec. 11j School Bond Loan Fund Payments - Debt Service	\$125,500.0	\$125,500.0	\$0.0	\$125,500.0	\$125,500.0	\$125,500.0	\$125,500.0
Sec. 11m Cash Flow Borrowing Costs	\$6,500.0	\$18,000.0	\$11,500.0	\$24,000.0	\$24,000.0	\$24,000.0	\$24,000.0
Sec. 11s Flint Declaration of Emergency	\$8,730.1	\$8,730.1	\$0.0	\$3,230.1	\$3,230.1	\$3,230.1	\$3,230.1
Sec. 20f Categorical Offset Payments	\$18,000.0	\$18,000.0	\$0.0	\$18,000.0	\$18,000.0	\$18,000.0	\$18,000.0
Sec. 21h Partnership Model Districts	\$6,000.0	\$6,000.0	\$0.0	\$8,000.0	\$6,000.0	\$6,000.0	\$7,000.0
Sec. 21j District Grants for Competency-Based Education	\$500.0	\$500.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Sec 22a Proposal A Obligation Payment	\$5,181,800.0	\$5,176,000.0	(\$5,800.0)	\$5,048,000.0	\$5,115,000.0	\$5,122,000.0	\$5,107,000.0
Sec. 22b Discretionary Payment - State	\$4,037,500.0	\$4,029,000.0	(\$8,500.0)	\$4,228,600.0	\$3,890,000.0	\$4,311,600.0	\$4,324,000.0
Sec. 22d Isolated Districts Funding	\$5,000.0	\$5,000.0	\$0.0	\$5,000.0	\$6,000.0	\$5,000.0	\$6,000.0
Sec. 22g Consolidation Incentive Grants	\$0.0	\$2,800.0	\$2,800.0	\$0.0	\$0.0	\$0.0	\$0.0
Sec. 22m Technology Regional Data Hubs	\$2,200.0	\$2,200.0	\$0.0	\$2,200.0	\$2,200.0	\$2,200.0	\$2,200.0
Sec. 22n High School Per-Pupil Bonus	\$11,000.0	\$11,000.0	\$0.0	\$11,000.0	\$11,000.0	\$11,000.0	\$11,000.0
Sec. 22o Transportation Payments - NEW	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.1	\$0.0
Sec. 22p Partnership District Discretionary Payment - NEW	\$0.0	\$0.0	\$0.0	\$0.0	\$400,000.0	\$0.0	\$0.0
Sec. 23f Shared-Time Pupils	\$0.0	\$0.0	\$0.0	\$64,100.0	\$0.0	\$0.0	\$0.0
Sec. 24 Court-Placed Pupils	\$8,000.0	\$7,150.0	(\$850.0)	\$8,000.0	\$7,150.0	\$8,000.0	\$7,150.0
Sec. 24a Juvenile Detention Facilities	\$1,339.0	\$1,339.0	\$0.0	\$1,355.7	\$1,355.7	\$1,355.7	\$1,355.7
Sec. 24c Challenge Program	\$1,528.4	\$1,528.4	\$0.0	\$1,545.4	\$1,545.4	\$1,545.4	\$1,625.4
Sec. 25f Strict Discipline Academies	\$750.0	\$1,600.0	\$850.0	\$750.0	\$1,600.0	\$1,000.0	\$1,600.0
Sec. 25g Dropout Recovery	\$750.0	\$750.0	\$0.0	\$750.0	\$750.0	\$1,000.0	\$750.0
Sec. 25h Dropout Prevention Program - NEW	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.1	\$100.0
Sec. 26a Renaissance Zone Costs	\$17,000.0	\$15,000.0	(\$2,000.0)	\$15,000.0	\$15,000.0	\$15,000.0	\$15,000.0
Sec. 26b PILT Reimbursement	\$4,405.1	\$4,405.1	\$0.0	\$4,405.1	\$4,405.1	\$4,405.1	\$4,405.1
Sec. 26c Promise Zone	\$1,500.0	\$1,600.0	\$100.0	\$3,000.0	\$3,000.0	\$3,000.0	\$3,000.0
Sec. 31a "At Risk" Pupil Support	\$499,000.0	\$499,000.0	\$0.0	\$499,000.0	\$499,000.0	\$499,000.0	\$499,000.0
Sec. 31a Child and Adolescent Health Centers	\$6,057.3	\$6,057.3	\$0.0	\$6,057.3	\$6,057.3	\$6,057.3	\$6,057.3
Sec. 31a Vision/Hearing Screening	\$5,150.0	\$5,150.0	\$0.0	\$5,150.0	\$5,150.0	\$5,150.0	\$5,150.0
Sec. 31b Year-Round Schools Grants	\$1,500.0	\$1,500.0	\$0.0	\$0.0	\$0.0	\$1,500.0	\$750.0
Sec. 31d School Lunch Programs - State Share	\$22,495.1	\$22,802.0	\$306.9	\$23,144.0	\$23,144.0	\$23,144.0	\$23,144.0
Sec. 31d School Lunch Programs - Federal Share	\$523,200.0	\$523,200.0	\$0.0	\$523,200.0	\$523,200.0	\$523,200.0	\$523,200.0
Sec. 31f School Breakfast	\$4,500.0	\$4,500.0	\$0.0	\$4,500.0	\$4,500.0	\$4,500.0	\$4,500.0
Sec. 31j Support of Local Produce in School Meals	\$375.0	\$375.0	\$0.0	\$0.0	\$700.0	\$425.0	\$575.0
Sec. 32d Great Start - School Readiness	\$243,900.0	\$243,900.0	\$0.0	\$243,900.0	\$243,900.0	\$243,900.0	\$243,900.0
Sec. 32p Great Start Early Childhood Block Grants	\$13,400.0	\$13,400.0	\$0.0	\$13,400.0	\$13,400.0	\$13,400.0	\$13,400.0
Sec. 32q Early learning Cooperative	\$175.0	\$175.0	\$0.0	\$0.0	\$175.0	\$175.0	\$175.0
Sec. 35 MDE Administration of Early Reading Initiatives	\$1,000.0	\$1,000.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Sec. 35a(4) Investment in Literacy Coaches for K-3 Teachers	\$6,000.0	\$6,000.0	\$0.0	\$6,000.0	\$7,000.0	\$6,000.0	\$7,000.0
Sec. 35a(5) Early Literacy District Grants	\$20,900.0	\$20,900.0	\$0.0	\$20,900.0	\$19,900.0	\$20,900.0	\$19,900.0
Sec. 35a(6) Michigan Education Corps	\$2,500.0	\$2,500.0	\$0.0	\$0.0	\$3,000.0	\$0.0	\$2,500.0
Sec. 35a(7) Summer Reading Project - NEW	\$0.0	\$0.0	\$0.0	\$0.0	\$550.0	\$0.0	\$500.0
Sec. 35b District and Dyslexia Center Collaboration Grant - NEW	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$250.0	\$250.0
Sec. 39a(1) NCLB Federal DOE Grants	\$731,600.0	\$731,600.0	\$0.0	\$730,600.0	\$730,600.0	\$730,600.0	\$730,600.0
Sec 39a(2) Other Non-NCLB Federal DOE Grants	\$30,000.0	\$30,000.0	\$0.0	\$30,000.0	\$30,000.0	\$30,000.0	\$30,000.0
Sec. 41 Bilingual Education	\$6,000.0	\$6,000.0	\$0.0	\$6,000.0	\$6,000.0	\$6,000.0	\$6,000.0



**FY 2017-18 Year-to-Date and Revised Supplemental Appropriations, and Marshall Plan for Talent (SB 941, PA 227)
Governor, Senate, House (Excluding Marshall Plan Funding), Enacted for FY 2018-19 (Dollars in Thousands)**

<u>Line Item Description</u>	<u>Revised PA 143 YTD 11/02/2017</u>	<u>FY 2017-18 Supplemental and Marshall</u>	<u>FY 2017-18 Change From Current Law</u>	<u>FY 2018-19 Governor's Recommendation</u>	<u>FY 2018-19 Senate Passed</u>	<u>FY 2018-19 House Passed</u>	<u>FY 2018-19 Enacted 06/28/2018</u>
Sec. 51a Special Education - Federal IDEA	\$370,000.0	\$370,000.0	\$0.0	\$370,000.0	\$370,000.0	\$370,000.0	\$370,000.0
Sec. 51a(2) Spec. Ed. Foundations - State Share	\$264,200.0	\$266,900.0	\$2,700.0	\$272,100.0	\$272,100.0	\$272,100.0	\$273,100.0
Sec. 51a(3) Spec. Ed. Hold Harmless to ISDs - State Share	\$1,000.0	\$1,300.0	\$300.0	\$1,100.0	\$1,100.0	\$1,100.0	\$1,300.0
Sec. 51a(6) Spec. Ed. Rules Change - State Share	\$2,200.0	\$2,200.0	\$0.0	\$2,200.0	\$2,200.0	\$2,200.0	\$2,200.0
Sec. 51a(11) Spec. Ed. Non Sec. 52 to ISDs - State Share	\$3,600.0	\$3,200.0	(\$400.0)	\$3,400.0	\$3,400.0	\$3,400.0	\$3,400.0
Sec. 51a(16) Spec. Ed. ISD Compliance Reimbursement - State Share	\$500.0	\$500.0	\$0.0	\$500.0	\$500.0	\$500.0	\$500.0
Sec. 51c Special Education Headlee - State Share	\$635,300.0	\$636,900.0	\$1,600.0	\$650,600.0	\$650,600.0	\$650,600.0	\$651,000.0
Sec. 51d Special Education - Other Federal	\$61,000.0	\$61,000.0	\$0.0	\$61,000.0	\$61,000.0	\$61,000.0	\$61,000.0
Sec. 53a Court-Placed Spec. Ed. FTEs - State Share	\$10,500.0	\$10,500.0	\$0.0	\$10,500.0	\$10,500.0	\$10,500.0	\$10,500.0
Sec. 54 MI School for Deaf and Blind - State Share	\$1,688.0	\$1,688.0	\$0.0	\$1,688.0	\$1,688.0	\$1,688.0	\$1,688.0
Sec. 54b Integrated Behavior and Learning Support (MiBLSi)	\$1,600.0	\$1,600.0	\$0.0	\$1,600.0	\$1,600.0	\$1,600.0	\$1,600.0
Sec. 54c Special Ed Taskforce - Mediation and Parental Supports - NEW	\$0.0	\$0.0	\$0.0	\$500.0	\$500.0	\$0.0	\$0.0
Sec. 54d Special Ed Taskforce - Early On - NEW	\$0.0	\$0.0	\$0.0	\$5,000.0	\$5,000.0	\$5,000.0	\$5,000.0
Sec. 55 Conductive Learning Center Study	\$150.0	\$150.0	\$0.0	\$0.0	\$250.0	\$0.0	\$250.0
Sec. 56 Spec. Ed. Millage Equalization - State Share	\$37,758.1	\$37,758.1	\$0.0	\$37,758.1	\$42,258.1	\$37,758.1	\$40,008.1
Sec. 61a Vocational Education	\$37,850.3	\$37,850.3	\$0.0	\$36,611.3	\$36,761.3	\$42,691.3	\$37,711.3
Sec. 61b Career and Technical Education/Dual Enrollment	\$8,000.0	\$8,000.0	\$0.0	\$8,000.0	\$8,000.0	\$8,000.0	\$8,000.0
Sec. 61c Career and Technical Education Equipment Upgrades	\$12,500.0	\$12,500.0	\$0.0	\$0.0	\$0.0	\$0.0	\$2,500.0
Sec. 61d CTE Incentive Payments - NEW	\$0.0	\$0.0	\$0.0	\$5,000.0	\$5,000.0	\$0.0	\$5,000.0
Sec. 61e ISD Career Technical Education Planning Grant - NEW	\$0.0	\$250.0	\$250.0	\$0.0	\$0.0	\$0.0	\$0.0
Sec. 62 ISD Vocational Ed Millage Equalization	\$9,190.0	\$9,190.0	\$0.0	\$9,190.0	\$9,190.0	\$9,190.0	\$9,190.0
Sec. 64b Dual Enrollment Incentive Payments	\$1,750.0	\$1,750.0	\$0.0	\$1,750.0	\$1,750.0	\$1,750.0	\$1,750.0
Sec. 64d Information Technology Certifications	\$2,300.0	\$2,300.0	\$0.0	\$0.0	\$0.0	\$2,300.0	\$2,300.0
Sec. 65 Detroit Precollege Engineering	\$340.0	\$340.0	\$0.0	\$0.0	\$500.0	\$340.0	\$400.0
Sec. 67 College and Career Readiness Tools	\$3,000.0	\$3,000.0	\$0.0	\$3,000.0	\$3,000.0	\$3,000.0	\$3,000.0
Sec. 67a Career Preparation and Readiness Platform	\$1,000.0	\$1,000.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Sec. 74 Bus Driver Safety Instruction	\$2,025.0	\$2,025.0	\$0.0	\$2,025.0	\$2,025.0	\$2,025.0	\$2,025.0
Sec. 74 School Bus Inspections	\$1,705.3	\$1,705.3	\$0.0	\$1,729.9	\$1,729.9	\$1,729.9	\$1,729.9
Sec. 81 ISD General Operations Support	\$67,108.0	\$67,108.0	\$0.0	\$67,108.0	\$67,780.0	\$67,108.0	\$68,453.0
Sec. 94 Advanced Placement (AP) Incentive Program	\$750.0	\$750.0	\$0.0	\$750.0	\$1,500.0	\$750.0	\$1,000.0
Sec. 94a Center for Educ. Perf. and Information - State Share	\$16,216.0	\$16,216.0	\$0.0	\$16,356.7	\$16,216.0	\$16,356.7	\$16,356.7
Sec. 94a Center for Educ. Perf. and Information - Federal	\$193.5	\$193.5	\$0.0	\$193.5	\$193.5	\$193.5	\$193.5
Sec. 95b Value-Added Growth and Projection Analytics System	\$2,500.0	\$2,500.0	\$0.0	\$0.0	\$2,500.0	\$2,500.0	\$2,500.0
Sec. 98 Michigan Virtual High School - State	\$7,387.5	\$7,387.5	\$0.0	\$7,387.5	\$7,387.5	\$7,387.5	\$7,387.5
Sec. 99h FIRST Robotics	\$2,800.0	\$3,300.0	\$500.0	\$2,500.0	\$2,800.0	\$2,800.0	\$3,300.0
Sec. 99k Cybersecurity Competitions	\$500.0	\$500.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Sec. 99r STEM Executive Director	\$250.0	\$250.0	\$0.0	\$400.0	\$400.0	\$300.0	\$0.0
Sec. 99s(2) Comprehensive STEM Initiative (Administration)	\$50.0	\$50.0	\$0.0	\$100.0	\$100.0	\$0.0	\$300.0
Sec. 99s(3) Comprehensive STEM Grants	\$2,850.0	\$2,850.0	\$0.0	\$2,850.0	\$2,850.0	\$4,000.0	\$3,050.0
Sec. 99s(4) Math/Science Centers - State	\$2,549.3	\$2,549.3	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Sec. 99s(4)/(6) Math/Science Centers - Federal	\$4,700.0	\$4,700.0	\$0.0	\$3,500.0	\$3,500.0	\$3,500.0	\$3,500.0
Sec. 99s(5) ISD Reimbursement for Transition Costs	\$85.0	\$85.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Sec. 99s(6)/(4) Transition to MiSTEM Network Regions	\$1,400.0	\$1,400.0	\$0.0	\$3,834.3	\$4,584.3	\$3,834.3	\$3,834.3
Sec. 99s(6) MiSTEM Professional Development and Curriculum	\$750.0	\$750.0	\$0.0	\$750.0	\$0.0		\$750.0



**FY 2017-18 Year-to-Date and Revised Supplemental Appropriations, and Marshall Plan for Talent (SB 941, PA 227)
Governor, Senate, House (Excluding Marshall Plan Funding), Enacted for FY 2018-19 (Dollars in Thousands)**

<u>Line Item Description</u>	<u>Revised PA 143 YTD 11/02/2017</u>	<u>FY 2017-18 Supplemental and Marshall</u>	<u>FY 2017-18 Change From Current Law</u>	<u>FY 2018-19 Governor's Recommendation</u>	<u>FY 2018-19 Senate Passed</u>	<u>FY 2018-19 House Passed</u>	<u>FY 2018-19 Enacted 06/28/2018</u>
Sec. 99s(13) Van Andel Education Institute	\$150.0	\$150.0	\$0.0	\$0.0	\$150.0	\$0.0	\$0.0
Sec. 99t Online Algebra Tool	\$1,100.0	\$1,100.0	\$0.0	\$0.0	\$1,500.0	\$1,500.0	\$1,500.0
Sec. 99u Online Mathematics Program	\$1,000.0	\$1,000.0	\$0.0	\$0.0	\$1,000.1	\$1,500.0	\$2,000.0
Sec. 99v Dana Center - NEW	\$0.0	\$0.0	\$0.0	\$0.0	\$25.0	\$0.0	\$25.0
Sec. 102d Reimbursement for Purchase of Financial Data Analysis Tool(s)	\$1,500.0	\$1,500.0	\$0.0	\$0.0	\$1,500.0	\$1,500.0	\$1,500.0
Sec. 104 MEAP Testing - State Share	\$34,709.4	\$29,709.4	(\$5,000.0)	\$31,009.4	\$38,009.4	\$31,009.4	\$32,509.4
Sec. 104 MEAP Testing - Federal Share	\$6,250.0	\$6,250.0	\$0.0	\$6,250.0	\$6,250.0	\$6,250.0	\$6,250.0
Sec. 104d Computer Adaptive Test	\$4,000.0	\$4,000.0	\$0.0	\$0.0	\$0.0	\$4,000.0	\$9,200.0
Sec. 104e Digital Assessment Preparation	\$250.0	\$250.0	\$0.0	\$0.0	\$0.0	\$250.0	\$0.0
Sec. 107 Adult Education - State	\$27,000.0	\$27,000.0	\$0.0	\$27,000.0	\$30,500.0	\$27,000.0	\$30,500.0
Sec. 110 Secure Schools - Panic Button App - NEW	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$3,000.0	\$0.0
Sec. 147a(1) MPSERS District Reimbursement	\$100,000.0	\$100,000.0	\$0.0	\$100,000.0	\$105,000.0	\$100,000.0	\$100,000.0
Sec. 147a(2) MPSERS Normal Cost Reimbursement for Lower AROR	\$48,969.0	\$48,969.0	\$0.0	\$88,139.0	\$88,139.0	\$88,139.0	\$88,139.0
Sec. 147c(1) MPSERS Rate Cap (Section 41 of MPSERS Act)	\$960,784.0	\$960,784.0	\$0.0	\$1,032,700.0	\$1,032,700.0	\$1,032,700.0	\$1,032,700.0
Sec. 147c(2) MPSERS Additional UAAL Payment	\$200,000.0	\$200,000.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Sec. 147e MPSERS Additional Normal/DC Costs for PA 92 of 2017	\$23,100.0	\$23,100.0	\$0.0	\$37,600.0	\$37,600.0	\$37,600.0	\$37,600.0
Sec. 152a Adair v State of Michigan	\$38,000.5	\$38,000.5	\$0.0	\$38,000.5	\$38,000.5	\$38,000.5	\$38,000.5
Sec. 152b Reimbursement for Nonpublic Mandates	\$2,500.0	\$2,500.0	\$0.0	\$0.0	\$0.1	\$2,500.0	\$250.0
<i>ARTICLE V MARSHALL PLAN</i>	<u>\$0.0</u>	<u>\$100,000.0</u>	<u>\$100,000.0</u>	<u>\$0.0</u>	<u>\$0.0</u>	<u>\$0.0</u>	<u>\$0.0</u>
TOTAL SCHOOL AID APPROPRIATIONS	\$14,584,313.9	\$14,682,670.8	\$98,356.9	\$14,635,968.8	\$14,732,850.3	\$14,750,189.0	\$14,765,468.8
TOTAL REVENUE							
Federal Aid	\$1,726,943.5	\$1,726,943.5	\$0.0	\$1,724,743.5	\$1,724,743.5	\$1,724,743.5	\$1,724,743.5
School Aid Fund (SAF)	\$12,547,270.3	\$12,682,127.2	\$134,856.9	\$12,747,325.2	\$12,753,706.7	\$12,874,145.4	\$12,876,825.2
Talent Investment Fund	\$0.0	\$100,000.0	\$100,000.0	\$0.0	\$0.0	\$0.0	\$0.0
MPSERS Reforms Fund	\$23,100.0	\$23,100.0	\$0.0	\$31,900.0	\$31,900.0	\$31,900.0	\$31,900.0
General Fund/General Purpose	\$215,000.0	\$78,500.0	(\$136,500.0)	\$60,000.0	\$150,500.0	\$47,400.0	\$60,000.0
Community District Education Trust Fund (\$72.0 m)/Other (\$100 Flint Reserve)	<u>\$72,000.1</u>	<u>\$72,000.1</u>	<u>\$0.0</u>	<u>\$72,000.1</u>	<u>\$72,000.1</u>	<u>\$72,000.1</u>	<u>\$72,000.1</u>
TOTAL REVENUE	\$14,584,313.9	\$14,682,670.8	\$98,356.9	\$14,635,968.8	\$14,732,850.3	\$14,750,189.0	\$14,765,468.8



Senate Fiscal Agency
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FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2017-18 YEAR-TO-DATE*	FY 2018-19 INITIAL APPROPS.	CHANGES FROM FY 2017-18 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	N/A	N/A	N/A	N/A
GROSS	399,326,500	408,215,500	8,889,000	2.2
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	399,326,500	408,215,500	8,889,000	2.2
Less:				
Federal Funds	0	0	0	0.0
Local and Private	0	0	0	0.0
TOTAL STATE SPENDING	399,326,500	408,215,500	8,889,000	2.2
Less:				
Other State Restricted Funds	398,301,500	408,215,500	9,914,000	2.5
GENERAL FUND/GENERAL PURPOSE	1,025,000	0	(1,025,000)	(100.0)
PAYMENTS TO LOCALS	399,326,500	408,215,500	8,889,000	2.2

*As of June 28, 2018.

FY 2017-18 Year-to-Date Gross Appropriation	\$399,326,500
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Changes from FY 2017-18 Year-to-Date:

Items Included by the Senate and House

- Michigan Public School Employees' Retirement System (MPSERS).** Adjustments include an increase of \$7,662,000 School Aid Fund (SAF) related to decreasing the assumed rate of return for the Unfunded Actuarial Accrued Liability (UAAL); a one-time increase of \$2,819,000 SAF due to decreasing the assumed rate of return for the normal cost hold harmless; and a decrease of \$3,167,000 SAF for the State's rate cap obligation. Senate and House concurred with Governor. 7,314,000
- Renaissance Zone Reimbursements.** The appropriation is reduced from \$3.1 million to \$2.5 million SAF based on projected payments and the impact of personal property tax reforms. Senate and House concurred with Governor. (600,000)
- Michigan Transfer Network Enhancements.** Governor, Senate, and House eliminated the FY 2017-18 one-time \$1,025,000 GF/GP appropriation for improvements to the Michigan Transfer Network (MTN). The MTN website helps students, advisers, and the general public, find transfer course equivalencies between Michigan colleges and universities. The enhancement funding provided for a new MTN website, including a new course equivalency database, information about the Michigan Transfer Agreement, and associate to bachelor's degree transfer pathways that allow a student to maximize coursework at community colleges and universities. (1,025,000)

Conference Agreement on Items of Difference

- 1. **College Operations.** Governor did not include a funding increase for community college operations, based on additional funding that colleges receive due to changes in the personal property tax (PPT) law. Governor is recommending that the distribution of excess PPT funds (payments in excess of 100% of the calculated loss) be changed so that there is a more equitable allocation of funding. 3,200,000

Senate included a \$3,190,500 GF/GP (1.0%) increase. Of the increase, \$1.7 million is allocated to adjust for PPT payments received by colleges in November of 2017. Colleges that received PPT excess payments that equaled less than 3.0% of the colleges FY 2017-18 State operations appropriation receive a portion of the \$1.7 million distribution. The balance of the funding (\$1.5 million) is distributed based on the 2016 Performance Indicators Review Task Force formula.

House included a \$3,200,000 SAF increase distributed entirely through the 2016 Performance Indicators Review Task Force formula.

Conference included a \$3,200,000 SAF increase. Of that amount, \$735,400 is allocated to colleges that received PPT excess payments that equaled less than 2.0% of the colleges FY 2017-18 State operations appropriation, and the balance of the funding (\$2,464,600) is distributed based on the 2016 Performance Indicators Review Task Force formula.

See attached Table 1 and Table 2 for details.

- 2. **FY 2018-19 One-Time Gross Appropriations.** The budget includes \$6,431,000 in one-time funding for the MPSERS normal cost offset.

Total Changes	\$8,889,000
FY 2018-19 Initial Ongoing/One-Time Gross Appropriation	\$408,215,500

Boilerplate Changes from FY 2017-18 Year-to-Date:

Items Included by the Senate and House

- 1. **Michigan Transfer Network Website Enhancements.** Governor, Senate, and House removed language that provided criteria for the one-time FY 2017-18 \$1,025,000 appropriation for enhancements to the MTN. (Sec. 201 (7))
- 2. **Payment Distribution Schedule.** Provides for payment schedule. If the State Budget Director determines that a community college failed to submit Activities Classification Structure (ACS) data to the Center Educational Performance and Information (CEPI) by November 1, or failed to submit its longitudinal data system data set, the State Treasurer shall withhold the monthly installments from that community college until those data are submitted. The State Budget Director is required to notify the community college subcommittee chairs at least 10 days before withholding funds from any community college. Governor changed the reference from "Activities Classification Structure" (ACS) to the Michigan Community College Data Inventory (MCCDI), removed prior notice to the Legislature requirement regarding withholding funds, and updated date references. Senate and House concurred with updating the reference for the MCCDI and dates, but maintained the prior notice to the Legislature requirement regarding withholding funds. (Sec. 206)
- 3. **Transparency.** Requires community colleges to make available through links on website homepages annual operating budgets, links to the most recent activities classification structure report, current collective bargaining agreements, health care plans, audits and financial reports, projected general fund revenue and expenditures and debt service obligations, board of trustees resolution regarding compliance with best practices, and opportunities for earning college credit through dual enrollment. Provides that the State Budget Director determines compliance and authorizes withholding of State aid payments for noncompliance, contingent on ten days prior notice to the community college subcommittees. Governor removed the State Budget Director's authority to determine compliance and withhold funds for failure to comply with transparency site requirements. Governor also changed the reference from the ACS to the MCCDI. Senate and House concurred with the MCCDI change, but maintained the Budget Director's authority to determine compliance and withhold funds for failure to comply with transparency site requirements. (Sec. 209)

4. **Associate Degree Report.** Each community college shall report to the center the numbers and type of associate degrees and other certificates awarded by the community college during the previous fiscal year. The report shall be made not later than November 15 of each year. Community colleges shall work with the center to develop a systematic approach for meeting this requirement using the P-20 longitudinal data system. Governor, Senate, and House modified this language by requiring colleges to report to CEPI by October 15 of each year, and adjusting language to reflect the current status of the development of the approach to submit data, using the P-20 Longitudinal Data System. (Sec. 226)
5. **Restored Provisions.** Senate and House restored the following sections that were deleted by Governor: Anticipated appropriations for subsequent fiscal year (Sec. 201a); prohibits use of appropriations for construction or maintenance of self-liquidating projects and requires compliance with Section 238 if the Management and Budget Act and Joint Capital Outlay Subcommittee use and finance requirements - includes penalty for noncompliance (Sec. 208); encourages community colleges to achieve efficiencies through cost containment measures and collaborations (Sec. 212); prohibits use of appropriations for purchase or lease of foreign automobiles (Sec. 227); and prohibits disciplinary action against an employee for communicating with a member of the Legislature or legislative staff. (Sec. 228)

Conference Agreement on Items of Difference

1. **Campus Safety Information and Resources.** Senate added new language requiring public community colleges to develop, maintain, and update a "campus safety information and resources" link, prominently displayed on the homepage of its website. Information required to be included on the "campus safety information and resources" section of each public community college's website shall include, but not be limited to, all of the following information:
 - Emergency contact numbers for police, fire, health, and other services.
 - Hours, locations, phone numbers, and electronic mail contacts for campus public safety offices and Title IX offices.
 - A listing of safety and security services provided by the college, including transportation, escort services, building surveillance, anonymous tip lines, and other available security services.
 - A public community college's policies applicable to minors on college property.
 - A directory of resources available at the college or surrounding community for students or employees who are survivors of sexual assault or sexual abuse.
 - An electronic copy of "A Resource Handbook for Campus Sexual Assault Survivors, Friends and Family," published in 2018 by the office of the governor in conjunction with the first lady of Michigan.
 - Campus security policies and crime statistics pursuant to the Student Right-to-Know and Campus Security Act, public law 101-542, 104 stat 2381.

The State Budget Director shall determine whether a public community college has complied with this section and may withhold a public community college's monthly State aid payments until the public community college complies with this section. House did not include. Conference included a modified section that requires colleges to certify to the State Budget Director that the college is in compliance with this section. (Sec. 209a)

2. **Academic Program Partnerships.** Governor added language requiring the Michigan Community College Association, the Michigan Association of State Universities, and the Michigan Independent Colleges and Universities, on behalf of their member colleges and universities, to submit a comprehensive report detailing the number of academic program partnerships between public community colleges, public universities, and private colleges and universities. This language was first included with the FY 2016-17 appropriation. It was removed in FY 2017-18. Governor and House recommended that it be restored in FY 2018-19. Senate did not include. Conference concurred with the House. (Sec. 210f)
3. **Title IX Report.** The House added language that requires community colleges to report to the community college appropriations subcommittees, fiscal agencies, and the State Budget Director its annual Title IX report, also known as the student sexual misconduct report. Senate did not include. Conference concurred with the House. (Sec. 215)
4. **Community College Database.** Requires the Center for Educational Performance and Information (CEPI) to establish, maintain, and coordinate the State community college database. The Governor, Senate, and House changed references from ACS to MCCDI.

Governor and House eliminated the requirement that appointments by the Michigan Community College Association (MCCA) to the MCCDI advisory group include one representative for each category of college based on the four groupings of colleges designated in the ACS annual report (now MCCDI). Senate maintained the requirement that the MCCA appoint members to the database workgroup from each of the four categories of community colleges. Conference concurred with the Senate.

Senate added the requirement that CEPI annually compile and publish the Demographic Enrollment Profile. House language requires CEPI to work with Talent Investment Agency to compile and publish electronically the Demographic Enrollment Profile. Conference concurred with the House. (Sec. 217)

5. **Tuition and Mandatory Fees Report.** Each community college shall report to CEPI by August 31 of each year the tuition and mandatory fees paid by a full-time in-district student and a full-time out-of-district student as established by the college governing board for the current academic year. This report should also include the annual cost of attendance based on a full-time course load of 30 credits. Each community college shall also report any revisions to the reported current academic year tuition and mandatory fees adopted by the college governing board to CEPI within 15 days of being adopted. The CEPI shall provide this information and any revisions to the house and senate fiscal agencies and the state budget director. Governor eliminated: "This report should also include the annual cost of attendance based on a full-time course load of 30 credits." Senate maintained the requirement, and clarified that the annual cost is specific to "tuition and fees." House concurred with Governor, but added that the report must specify the amount that tuition and fees have increased from the previous academic year for each institution. Conference concurred with the Senate regarding the report including annual cost of tuition and fees, and also included provision added by the House requiring that the report must specify the amount that tuition and fees have increased from the previous academic year for each institution. (Sec. 225)

Date Completed: 6-28-18

Fiscal Analyst: Bill Bowerman

Table 1: FY 2018-19 Community College Appropriations - Initial Appropriation

College	FY 2017-18 Year-To-Date	FY 2018-19 Adjustments											FY 2018-19 Appropriation	Percent Change
		30.0% Sustainability*	10.0% Performance Improvement	10.0% Performance Completion #	10.0% Performance Completion Rate	30.0% Contact Hours	5.0% Administrative Costs	5.0% Local Strategic Value	Total Formula Distribution	Non-Formula Adjustments	Total Adjustments			
Alpena	\$5,627,500	\$13,041	\$3,478	\$2,892	\$9,038	\$6,687	\$4,382	\$2,174	\$41,700	\$38,400	\$80,100	\$5,707,600	1.4%	
Bay de Noc	5,589,000	12,952	3,468	3,310	3,454	6,762	3,662	2,159	35,800	0	35,800	5,624,800	0.6	
Delta	14,990,700	34,740	11,734	13,568	9,264	32,983	5,497	5,790	113,600	0	113,600	15,104,300	0.8	
Glen Oaks	2,601,400	6,029	3,950	1,454	1,608	4,440	151	1,005	18,600	0	18,600	2,620,000	0.7	
Gogebic	4,715,400	10,928	2,914	1,647	9,301	5,139	2,801	1,821	34,600	94,300	128,900	4,844,300	2.7	
Grand Rapids	18,556,800	43,004	11,468	14,338	11,468	59,783	5,246	7,167	152,500	0	152,500	18,709,300	0.8	
Henry Ford	22,299,200	51,677	13,781	11,531	19,443	53,521	5,886	8,613	164,400	0	164,400	22,463,600	0.7	
Jackson	12,590,100	29,177	7,780	6,445	7,780	19,629	5,299	4,863	81,000	27,100	108,100	12,698,200	0.9	
Kalamazoo Valley	12,948,700	30,008	8,002	9,498	8,002	31,977	5,378	5,001	97,900	0	97,900	13,046,600	0.8	
Kellogg	10,143,600	23,507	6,269	6,843	6,269	18,216	5,758	3,918	70,800	0	70,800	10,214,400	0.7	
Kirtland	3,289,400	7,623	7,490	2,688	2,033	6,688	4,448	1,270	32,200	0	32,200	3,321,600	1.0	
Lake Michigan	5,523,600	12,801	3,456	3,126	3,413	13,652	2,537	2,133	41,100	107,400	148,500	5,672,100	2.7	
Lansing	32,324,200	74,909	19,976	22,752	19,976	55,610	4,673	12,485	210,300	191,300	401,600	32,725,800	1.2	
Macomb	33,863,600	78,477	29,132	21,734	26,103	86,522	5,449	13,079	260,400	0	260,400	34,124,000	0.8	
Mid Michigan	4,968,900	11,515	3,071	5,540	3,071	14,963	3,979	1,919	44,100	99,400	143,500	5,112,400	2.9	
Monroe	4,665,500	10,812	6,289	3,531	2,883	12,480	5,294	1,802	43,100	0	43,100	4,708,600	0.9	
Montcalm	3,446,300	7,987	2,130	2,940	2,130	5,796	5,342	1,331	27,700	68,900	96,600	3,542,900	2.8	
Mott	16,258,100	37,677	10,047	16,362	15,160	33,524	4,456	6,280	123,500	0	123,500	16,381,600	0.8	
Muskegon	9,203,000	21,327	5,687	3,880	5,687	15,742	5,803	3,555	61,700	0	61,700	9,264,700	0.7	
North Central	3,353,200	7,771	2,072	2,467	7,466	8,185	4,904	1,295	34,200	15,200	49,400	3,402,600	1.5	
Northwestern	9,508,900	22,036	5,876	5,896	5,876	17,809	4,519	3,673	65,700	50,800	116,500	9,625,400	1.2	
Oakland	21,905,700	50,765	25,985	20,923	13,537	62,671	5,034	8,461	187,300	0	187,300	22,093,000	0.9	
Schoolcraft	12,991,300	30,107	10,601	12,434	13,424	44,814	5,223	5,018	121,600	0	121,600	13,112,900	0.9	
Southwestern	6,860,700	15,899	4,240	4,587	4,240	9,356	2,616	2,650	43,600	42,600	86,200	6,946,900	1.3	
St. Clair	7,300,100	16,918	4,511	4,835	9,807	15,322	4,372	2,820	58,600	0	58,600	7,358,700	0.8	
Washtenaw	13,631,400	31,590	8,424	20,760	13,732	47,632	5,174	5,265	132,600	0	132,600	13,764,000	1.0	
Wayne County	17,338,300	40,180	23,049	18,914	10,715	44,835	4,501	6,697	148,900	0	148,900	17,487,200	0.9	
West Shore	2,556,300	5,924	1,580	1,564	1,580	4,641	846	987	17,100	0	17,100	2,573,400	0.7	
Subtotal Operations:	\$319,050,900	\$739,380	\$246,460	\$246,460	\$246,460	\$739,380	\$123,230	\$123,230	\$2,464,600	\$735,400	\$3,200,000	\$322,250,900	1.0%	
MPERS Retiree Health Care	\$1,733,600									\$0	\$0	\$1,733,600	0.0%	
MPERS Reform Costs	70,805,000									4,495,000	4,495,000	75,300,000	6.3	
Renaissance Zone Reimbursements	3,100,000									(600,000)	(600,000)	2,500,000	(19.4)	
MI Transfer Network Enhancements (one-time)	1,025,000									(1,025,000)	(1,025,000)	0	(100.0)	
MPERS Normal Cost Offset (one-time)	3,612,000									2,819,000	2,819,000	6,431,000	78.0	
Total Appropriations:	\$399,326,500	\$739,380	\$246,460	\$246,460	\$246,460	\$739,380	\$123,230	\$123,230	\$2,464,600	\$6,424,400	\$8,889,000	\$408,215,500	2.2%	
State School Aid Fund	398,301,500	739,380	246,460	246,460	246,460	739,380	123,230	123,230	2,464,600	7,449,400	9,914,000	408,215,500	2.5	
GF/GP	\$1,025,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$1,025,000)	(\$1,025,000)	\$0	(100.0%)	

Table 2: FY 2018-19 Community College Appropriations

College	FY 2017-18 Year-To-Date	FY 2018-19 Governor's Recommendation			FY 2018-19 Senate			FY 2018-19 House			FY 2018-19 Initial Appropriation		
		Adjustments	Appropriation	Percent Change	Adjustments	Appropriation	Percent Change	Adjustments	Appropriation	Percent Change	Adjustments	Appropriation	Percent Change
Alpena	\$5,627,500	\$0	\$5,627,500	0.0%	\$119,500	\$5,747,000	2.1%	\$54,100	\$5,681,600	1.0%	\$80,100	\$5,707,600	1.4%
Bay de Noc	5,589,000	0	5,589,000	0.0	21,400	5,610,400	0.4	46,400	5,635,400	0.8	35,800	5,624,800	0.6
Delta	14,990,700	0	14,990,700	0.0	67,900	15,058,600	0.5	147,500	15,138,200	1.0	113,600	15,104,300	0.8
Glen Oaks	2,601,400	0	2,601,400	0.0	11,100	2,612,500	0.4	24,200	2,625,600	0.9	18,600	2,620,000	0.7
Gogebic	4,715,400	0	4,715,400	0.0	162,100	4,877,500	3.4	44,900	4,760,300	1.0	128,900	4,844,300	2.7
Grand Rapids	18,556,800	0	18,556,800	0.0	91,100	18,647,900	0.5	198,000	18,754,800	1.1	152,500	18,709,300	0.8
Henry Ford	22,299,200	0	22,299,200	0.0	98,300	22,397,500	0.4	213,500	22,512,700	1.0	164,400	22,463,600	0.7
Jackson	12,590,100	0	12,590,100	0.0	201,400	12,791,500	1.6	105,100	12,695,200	0.8	108,100	12,698,200	0.9
Kalamazoo Valley	12,948,700	0	12,948,700	0.0	58,500	13,007,200	0.5	127,100	13,075,800	1.0	97,900	13,046,600	0.8
Kellogg	10,143,600	0	10,143,600	0.0	42,300	10,185,900	0.4	91,900	10,235,500	0.9	70,800	10,214,400	0.7
Kirtland	3,289,400	0	3,289,400	0.0	19,300	3,308,700	0.6	41,900	3,331,300	1.3	32,200	3,321,600	1.0
Lake Michigan	5,523,600	0	5,523,600	0.0	187,200	5,710,800	3.4	53,400	5,577,000	1.0	148,500	5,672,100	2.7
Lansing	32,324,200	0	32,324,200	0.0	640,200	32,964,400	2.0	273,200	32,597,400	0.8	401,600	32,725,800	1.2
Macomb	33,863,600	0	33,863,600	0.0	155,700	34,019,300	0.5	338,100	34,201,700	1.0	260,400	34,124,000	0.8
Mid Michigan	4,968,900	0	4,968,900	0.0	175,400	5,144,300	3.5	57,200	5,026,100	1.2	143,500	5,112,400	2.9
Monroe	4,665,500	0	4,665,500	0.0	25,800	4,691,300	0.6	55,900	4,721,400	1.2	43,100	4,708,600	0.9
Montcalm	3,446,300	0	3,446,300	0.0	119,900	3,566,200	3.5	35,900	3,482,200	1.0	96,600	3,542,900	2.8
Mott	16,258,100	0	16,258,100	0.0	166,800	16,424,900	1.0	160,400	16,418,500	1.0	123,500	16,381,600	0.8
Muskegon	9,203,000	0	9,203,000	0.0	36,900	9,239,900	0.4	80,100	9,283,100	0.9	61,700	9,264,700	0.7
North Central	3,353,200	0	3,353,200	0.0	69,100	3,422,300	2.1	44,400	3,397,600	1.3	49,400	3,402,600	1.5
Northwestern	9,508,900	0	9,508,900	0.0	185,200	9,694,100	1.9	85,300	9,594,200	0.9	116,500	9,625,400	1.2
Oakland	21,905,700	0	21,905,700	0.0	112,000	22,017,700	0.5	243,300	22,149,000	1.1	187,300	22,093,000	0.9
Schoolcraft	12,991,300	0	12,991,300	0.0	72,700	13,064,000	0.6	157,900	13,149,200	1.2	121,600	13,112,900	0.9
Southwestern	6,860,700	0	6,860,700	0.0	137,300	6,998,000	2.0	56,600	6,917,300	0.8	86,200	6,946,900	1.3
St. Clair	7,300,100	0	7,300,100	0.0	35,000	7,335,100	0.5	76,100	7,376,200	1.0	58,600	7,358,700	0.8
Washtenaw	13,631,400	0	13,631,400	0.0	79,200	13,710,600	0.6	172,100	13,803,500	1.3	132,600	13,764,000	1.0
Wayne County	17,338,300	0	17,338,300	0.0	89,000	17,427,300	0.5	193,300	17,531,600	1.1	148,900	17,487,200	0.9
West Shore	2,556,300	0	2,556,300	0.0	10,200	2,566,500	0.4	22,200	2,578,500	0.9	17,100	2,573,400	0.7
Subtotal Operations:	\$319,050,900	\$0	\$319,050,900	0.0%	\$3,190,500	\$322,241,400	1.0%	\$3,200,000	\$322,250,900	1.0%	\$3,200,000	\$322,250,900	1.0%
MPSERS Retiree Health Care	\$1,733,600	\$0	\$1,733,600	0.0%	\$0	\$1,733,600	0.0%	\$0	\$1,733,600	0.0%	\$0	\$1,733,600	0.0%
MPSERS Reform Costs	70,805,000	4,495,000	75,300,000	6.3	4,495,000	75,300,000	6.3	4,495,000	75,300,000	6.3	4,495,000	75,300,000	6.3
Renaissance Zone Reimbursements	3,100,000	(600,000)	2,500,000	(19.4)	(600,000)	2,500,000	(19.4)	(600,000)	2,500,000	(19.4)	(600,000)	2,500,000	(19.4)
MI Transfer Network Enhancements (one-time)	1,025,000	(1,025,000)	0	(100.0)	(1,025,000)	0	(100.0)	(1,025,000)	0	(100.0)	(1,025,000)	0	(100.0)
MPSERS Normal Cost Offset (one-time)	3,612,000	2,819,000	6,431,000	78.0	2,819,000	6,431,000	78.0	2,819,000	6,431,000	78.0	2,819,000	6,431,000	78.0
Total Appropriations:	\$399,326,500	\$5,689,000	\$405,015,500	1.4%	\$8,879,500	\$408,206,000	2.2%	\$8,889,000	\$408,215,500	2.2%	\$8,889,000	\$408,215,500	2.2%
State School Aid Fund	398,301,500	6,714,000	405,015,500	1.7	6,714,000	405,015,500	1.7	9,914,000	408,215,500	2.5	9,914,000	408,215,500	2.5
GF/GP	\$1,025,000	(\$1,025,000)	\$0	(100.0%)	\$2,165,500	\$3,190,500	211.3%	(\$1,025,000)	\$0	(100.0%)	(\$1,025,000)	\$0	(100.0%)



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FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2017-18 YEAR-TO-DATE*	FY 2018-19 INITIAL APPROPS.	CHANGES FROM FY 2017-18 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	N/A	N/A	N/A	N/A
GROSS	1,629,224,400	1,669,732,600	40,508,200	2.5
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	1,629,224,400	1,669,732,600	40,508,200	2.5
Less:				
Federal Funds	111,526,400	123,526,400	12,000,000	10.8
Local and Private	0	0	0	0.0
TOTAL STATE SPENDING	1,517,698,000	1,546,206,200	28,508,200	1.9
Less:				
Other State Restricted Funds	238,443,500	500,188,300	261,744,800	109.8
GENERAL FUND/GENERAL PURPOSE	1,279,254,500	1,046,017,900	(233,236,600)	(18.2)
PAYMENTS TO LOCALS	0	0	0	0.0

*As of June 28, 2018.

FY 2017-18 Year-to-Date Gross Appropriation	\$1,629,224,400
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Changes from FY 2017-18 Year-to-Date:

Items Included by the Senate and House

- 1. Competitive Scholarships.** Public Act 208 of 1964 established State Competitive Scholarships. Undergraduate students at Michigan two-year and four-year, public and private institutions are eligible for up to 10 semesters if they have financial need and a qualifying SAT score. Governor recommended increasing funding by 6.0 million Federal Temporary Assistance for Needy Families (TANF) (22.8%), from \$26,361,700 to \$32,361,700, offset by a \$6.0 million reduction to the Tuition Grant Program (see item #2 below). These adjustments are recommended based on eligible students and fully funding the grant award amounts set in the State School Aid Act (Sections 251 and 252). Governor recommended the same adjustment in an FY 2017-18 Supplemental (DTMB Supplemental Request 2018-5). Senate and House included the \$6.0 million increase for Competitive Scholarships in FY 2018-19, but did not include the FY 2017-18 supplemental in this bill. Conference included the FY 2017-18 adjustment along with the FY 2018-19 increase that was included by the Senate and House. 6,000,000
- 2. Tuition Grants.** Public Act 313 of 1966 established Tuition Grants. Undergraduate students at Michigan private institutions are eligible for up to 10 semesters, if they have financial need. Governor recommended decreasing funding for Tuition Grants by \$6.0 million TANF, from \$38,021,500 to \$32,021,500, based on enrollments and projected amounts needed to fund the grant award amount set in the State School Aid Act. Governor recommended the same adjustment in an FY 2017-18 Supplemental (DTMB Supplemental Request 2018-5). Senate and House did not include the proposed \$6.0 million reduction for FY 2018-19, and also did not include the proposed FY 2017-18 supplemental reduction in this bill. Conference maintained the \$38.0 million funding level for Tuition Grants in FY 2018-19, but did reduce Tuition Grants in FY 2017-18 to fund the FY 2017-18 \$6.0 million increase for Competitive Scholarships in that year. 0

- 3. **Tuition Incentive Program (TIP).** The TIP is a financial aid program targeted toward low-income middle school and high school students. It was established in FY 1986-87 through language in the Department of Social Services appropriation bill and was transferred to the Higher Education budget in FY 1992-93. The TIP provides an incentive to students to complete high school and go on to college by pledging to pay their tuition and fees for associate degree or certificate programs (Phase I), as well as up to \$2,000 at a four-year institution (Phase II). Students in grades 6 through 12 who are Michigan Medicaid-eligible for 24 months in a 36-consecutive-month period can qualify for TIP. Governor increased funding from by \$1.5 million TANF, from 58.3 million to \$59.8 million. Senate and House concurred with Governor. Conference increased TIP funding by another \$4.5 million TANF, resulting in a \$6.0 million increase and bringing FY 2018-19 total funding to \$64.3 million in order to fund the elimination of cost containment measures in Section 256. (See Item #10 in boilerplate section of this analysis.) 6,000,000

- 4. **Michigan Public School Employees' Retirement System (MPSERS).** Adjustments for the seven universities (Central, Eastern, Ferris, Lake Superior, Michigan Tech, Northern, and Western) include a decrease of \$1,572,000 School Aid Fund (SAF) based on the rate cap for the UAAL; and a one-time increase of \$250,000 (SAF) due to decreasing the assumed rate of return for the normal cost offset. Senate and House concurred with Governor. (1,322,000)

- 5. **North American Indian Tuition Waiver.** Public Act 174 of 1976 provides for free tuition for Michigan resident North American Indians who attend Michigan public community colleges and universities, and certain Federal tribally controlled community colleges. State appropriations in university operation budgets have not kept pace with actual costs. In FY 2016-17, universities absorbed \$6.5 million in waiver costs. The FY 2017-18 budget included a separate appropriation of \$300,000 to partially offset the shortfall in State funding. Governor recommended removing the \$300,000 in FY 2018-19. Senate and House maintained funding. 0

Conference Agreement on Items of Difference

- 1. **University Operations.** Governor included an overall \$28.6 million SAF (2.0%) increase for university operations. The formula continues performance metrics used in recent years. Half of the funding increase is allocated proportional to FY 2010-11 (across-the-board). The balance of the funding is allocated using metrics that include; weighted undergraduate completions in critical skills, research and development expenditures, six-year graduation rates, total degree completions, administrative costs, and percentage of students receiving Pell Grants. The Governor proposed a minor modification to the formula by increasing weighting for associate degrees and certificates in the critical skills metric. 28,566,800

Senate did not concur with Governor's revised weighting for the critical skills metric and maintained the existing performance funding formula for the 2.0% SAF increase. Senate included an additional \$14.3 million GF/GP, resulting in an overall 3.0% increase for university operations. The additional funds are allocated proportional to FY 2010-11 operations funding (across-the-board) and are required to be used for campus safety programs, sexual assault prevention programs, and student mental health programs.

House did not concur with Governor's revised weighting for the critical skills metric and maintained the existing performance funding formula, but reduced the increase for university operations by \$14.3 million SAF (1.0%).

Conference included a \$28.6 million SAF (2.0%) increase based on the distribution formula used by the Senate and House. No distribution was based on the Senate's campus initiatives funding category.

Table 1 provides details of formula allocations. Table 2 compares FY 2017-18 Year-to-Date funding; and the FY 2018-19 Governor's recommendation, Senate, House, and Conference versions of the budget.

- 2. **Funding Shift.** Governor and Senate shifted \$120.0 million in funding for university operations from the State General Fund to the SAF. House shifted an additional \$14.3 million to the SAF. Conference shifted a total of 234.5 million from the State General Fund to the SAF. This results in a total Higher Education SAF appropriation of \$500.1 million. 0

- 3. **MSU AgBioResearch.** MSU AgBioResearch performs agricultural research to promote efficient production, marketing, distribution, and use of farm products. Governor included a \$678,300 GF/GP (2.0%) increase. Senate provided a \$1,017,400 GF/GP (3.0%) increase. House reduced increase to \$339,100 GF/GP (1.0%). Conference included a \$678,300 GF/GP (2.0%) increase, bringing total FY 2018-19 funding to \$34,591,400. 678,300
- 4. **MSU Extension.** MSU Extension identifies and solves farm, home, and community problems through the practical application of research findings. MSU Extension operates Michigan's Expanded Food and Nutrition Education Program (EFNEP), serves as a resource for youth 4-H programs, and provides information on family financial planning. Governor included a \$585,100 GF/GP (2.0%) increase. Senate included an \$877,600 GF/GP (3.0%) increase. House reduced increase to \$292,500 GF/GP (1.0%). Conference included a \$585,100 GF/GP (2.0%) increase, bringing total FY 2018-19 funding to \$29,837,700. 585,100
- 5. **FY 2018-19 One-Time Gross Appropriations.** The Governor, Senate, and House included a \$250,000 SAF increase to the current-year one-time appropriation of \$419,000 due to decreasing the assumed rate of return for the MPSERS normal cost offset. This results in an FY 2018-19 one-time appropriation of \$669,000 SAF.

Total Changes	\$40,508,200
FY 2018-19 Initial Ongoing/One-Time Gross Appropriation	\$1,669,732,600

Boilerplate Changes from FY 2017-18 Year-to-Date:

Items Included by the Senate and House

- 1. **Tuition Restraint.** Governor updated the cap for increases in resident undergraduate tuition and fee rates to the greater of 3.8% or \$490 (greater of 3.8% or \$475 in FY 2017-18); eliminated language that states "fee" includes the annual amount a student is charged for coverage by the university-affiliated group health insurance policy; removed provision that stated universities exceeding the cap will not receive planning or construction authorizations for a State funded capital outlay project in the subsequent two fiscal years; removed provision stating that other sanctions may be imposed at any time by the Legislature for universities exceeding tuition cap; and updated date references. Senate and House concurred with the tuition rate cap of 3.8% or \$490 and updating date references, but did not include any of the other changes recommended by Governor. Conference extended the penalty for exceeding tuition restraint to the loss of performance funding for three fiscal years (FY 2018-19, FY 2019-20 and FY 2020-21). The prohibition on receiving planning or construction authorizations for a State funded capital outlay project in the subsequent two fiscal years was also extended to three years. (Sec. 265)
- 2. **Performance Funding.** Governor removed the legislative intent statement that, beginning in the next State fiscal year, a university classified as improving is assigned a score of 1; included increased weighting for certificates and associate degrees in critical skills metric, eliminated the legislative intent statement to allocate more funding based on performance metrics in future years; and updated date references. Senate and House updated date references but did not include any other change recommended by Governor. Conference extended the penalty for exceeding tuition restraint and not complying with other prerequisites to three fiscal years (FY 2018-19, FY 2019-20 and FY 2020-21). (Sec. 265a)
- 3. **Indian Tuition Waiver.** Governor removed the legislative intent statement that funds be allocated from the General Fund for unfunded North American Indian tuition waiver costs incurred by public universities. Governor also removed language regarding the distribution of additional funds appropriated for waiver costs. Senate and House restored both provisions. (Sec. 268 (1)(2))
- 4. **Yellow Ribbon GI Education Enhancement Program.** Requires universities to meet the provisions of section 5003 of the post-911 veterans educational assistance act of 2008, 38 USC 3301 to 3327, including voluntary participation in the Yellow Ribbon GI Education Enhancement Program established in that act in 38 USC 3317. Requires reporting to Higher Education Subcommittees, fiscal agencies, and the Michigan Association of State Universities on whether or not it has chosen to participate in the Yellow Ribbon GI Education Enhancement Program. Requires establishment of an on-campus veterans' liaison to provide information and assistance to all student veterans flexible enrollment deadlines for veterans and admission application process that includes a specific question as to whether an applicant for admission is a veteran, an active member of the military, a member of the National Guard or military reserves, or the spouse or dependent of a veteran, active member of the military, or member of the National Guard or military reserves, in order to more quickly identify potential educational assistance available to that applicant. Also requires universities to consider all veterans residents of this state for determining their tuition rates and fees, waive enrollment fees for all veterans, and report by October 1 of each year, regarding services provided specifically to veterans and active military duty personnel. Governor removed this section. Senate and House restored it. (Sec. 275)

5. **Higher Education Institutional Data Inventory (HEIDI) Audit.** Governor recommended changing the frequency that the Auditor General is required to audit data submitted by universities from "periodically" to "not less than every four years." Senate and House concurred with Governor. (Sec. 289)
6. **Restored Provisions.** Senate and House restored the following provisions that were removed by Governor: Intent regarding appropriations for the next fiscal year (Sec. 236a); provision stating the acceptance and use of Federal or private funds does not place an obligation upon the Legislature to continue the purposes for which the funds are made available (portion of Sec. 242); intent regarding protection/preservation of U of M Douglas Lake Biological Station (Sec. 261); discouraged instruction activity (Sec. 271a); and human embryonic stem cell research report (Sec. 274).

Conference Agreement on Items of Difference

7. **Budget Transparency.** Requires public university to maintain a public transparency website available through a link on its website homepage with specified budget and other information. Governor removed State Budget Director's authority to determine compliance and withhold funds for noncompliance. Senate and House did not concur with Governor and maintained current year language. Senate transferred reports related to campus security policies and crime statistics to a new Campus Safety Information and Resources section (see Item # 8 below). Conference concurred with Senate. (Sec. 245)
8. **Campus Safety Information and Resources.** Senate added new language requiring public universities to develop, maintain, and update a "campus safety information and resources" link, prominently displayed on the homepage of its website. Information required to be included on the "campus safety information and resources" section of each public university's website shall include, but not be limited to, all of the following information:
- Emergency contact numbers for police, fire, health, and other services.
 - Hours, locations, phone numbers, and electronic mail contacts for campus public safety offices and Title IX offices.
 - A listing of safety and security services provided by the university, including transportation, escort services, building surveillance, anonymous tip lines, and other available security services.
 - A public university's policies applicable to minors on university property.
 - A directory of resources available at the university or surrounding community for students or employees who are survivors of sexual assault or sexual abuse.
 - An electronic copy of "A Resource Handbook for Campus Sexual Assault Survivors, Friends and Family," published in 2018 by the office of the governor in conjunction with the first lady of Michigan.
 - Campus security policies and crime statistics pursuant to the Student Right-to-Know and Campus Security Act, public law 101-542, 104 stat 2381.

The State Budget Director shall determine whether a public university has complied with this section and may withhold a public university's monthly State aid payments until the public university complies with this section. House did not include this new section. Conference included, but requires universities to certify to the State Budget Director by August 31, 2018 that they are in compliance with this section, instead of Budget Director determining compliance. (Sec. 245a)

9. **State Tuition Grant Program.** Provides that grants for the State Tuition Grant Program shall be distributed pursuant to 1966 PA 313 and includes other criteria. The Department of Treasury determines an actual maximum state tuition grant award per student, which shall not be less than \$2,000. The section also provides that not more than \$3.2 million in tuition grants shall be awarded to eligible students enrolled in the same independent nonprofit institution.

Governor increased the per student award stated in this section from \$2,000 to \$2,100. Senate increased per student award to \$2,400. House increased per student award to \$2,300. Conference set per student award at \$2,400.

Governor, Senate, and House removed the provision that limited duration of grant eligibility to ten years after eligibility is first determined.

Governor and Senate eliminated the termination date for use of carry-forward funds. House maintained termination date. Conference concurred with Senate.

Governor, Senate, and House increased the maximum award to students enrolled in the same independent nonprofit college by \$700,000, from \$3.5 million to \$4.2 million.

Senate added new language providing that the \$4.2 million per institution limit does not apply to any other student financial aid program or combination with any other student financial aid program. Conference concurred with Senate.

(Sec. 252)

10. Tuition Incentive Program (TIP). Provides criteria for the TIP.

Governor eliminated the carry-forward authorization for unexpended funds. Senate and House restored

Governor and Senate extended the date for implementation of penalty for reporting requirement noncompliance, from FY 2018-19 to FY 2019-20. House eliminated extension. Conference concurred with Senate.

Senate eliminated the \$8.5 million TIP maximum payment cap for eligible students enrolled in same institution. House increased cap to \$10.0 million and provided for funding priority in the next academic year to students who currently receive TIP. Conference concurred with Senate.

Senate removed the 3 times the average community college in-district per-credit tuition reimbursement cap for students enrolled in public universities. Governor and House maintained. (The 3x cost containment measure was scheduled to be implemented in FY 2018-19.) Conference concurred with Senate.

(Sec. 256)

11. Sec. 265b. Sexual Assault Prevention/ Title IX Standards. The House added language providing for a 10% reduction in funding for universities that fail to comply with Title IX reporting requirements in sections 274c and 274d or fails to certify to the State Budget Director, the appropriation subcommittees on higher education, and the fiscal agencies by August 31, 2018 that it complies with other specified requirements related to Title IX investigations. Conference included the following language:

(1) Appropriations to public universities in section 236 for the fiscal year ending September 30, 2019 for operations funding shall be reduced by 10% pursuant to the procedures described in subdivision (a) for a public university that fails to submit certification to the state budget director, the house and senate appropriations subcommittees on higher education, and the house and senate fiscal agencies by August 31, 2018 that the university complies with sections 274c and 274d and that it complies with all of the requirements described in subdivisions (b) to (i), as follows:

(a) If a university fails to submit certification, the state budget director shall withhold 10% of that university's annual operations funding until the university submits certification. If a university fails to submit certification by the end of the fiscal year, the 10% of its annual operations funding that is withheld shall lapse to the general fund.

(b) For title IX investigations of alleged sexual misconduct, the university prohibits the use of medical experts that have an actual or apparent conflict of interest.

(c) For title IX investigations of alleged sexual misconduct, the university prohibits the issuance of divergent reports to complainants, respondents, and administration and instead requires that identical reports be issued to them.

(d) Consistent with the university's obligations under 20 USC 1092(f), the university notifies each individual who reports having experienced sexual assault by a student, faculty member, or staff member of the university that the individual has the option to report the matter to law enforcement, to the university, to both, or to neither, as the individual may choose.

(e) The university provides both of the following:

(i) For all freshmen and incoming transfer students enrolled, an in-person sexual misconduct prevention presentation or course, which must include contact information for the title IX office of the university.

(ii) For all students not considered freshmen or incoming transfer students, an online or electronic sexual misconduct prevention presentation or course.

(f) The university prohibits seeking compensation from the recipient of any medical procedure, treatment, or care provided by a medical professional who has been convicted of a felony arising out of the medical procedure, treatment, or care.

(g) The university has or plans to have a third party review its title IX compliance office and related policies and procedures by the end of the 2018-2019 academic year. A copy of the third-party review shall be transmitted to the state budget director, the house and senate appropriations subcommittees on higher education, and the house and senate fiscal agencies. After the third-party review has been conducted for the 2018-2019 academic year, the university shall have a third-party review once every three years and a copy of the third-party review shall be transmitted to the state budget director, the house and senate appropriations subcommittees on higher education, and the house and senate fiscal agencies.

(h) The university requires that the governing board and the president or chancellor of the university receive not less than quarterly reports from their title IX coordinator or title IX office. The report shall contain aggregated data of the number of sexual misconduct reports that the office received for the academic year, the types of reports received, including reports received against employees, and a summary of the general outcomes of the reports and investigations. A member of the governing board may request to review a title IX investigation report involving a complaint against an employee, and the university shall provide the report in a manner it considers appropriate. The university shall protect the complainant's anonymity, and the report shall not contain specific identifying information.

(i) If allegations against an employee are made in more than 1 title IX complaint that resulted in the university finding that no misconduct occurred, the university requires that the title IX officer promptly notify the president or chancellor and a member of the university's governing board in writing and take all appropriate steps to ensure that the matter is being investigated thoroughly, including hiring an outside investigator for future cases involving that employee. A third-party title IX investigation under this subdivision does not prohibit the university from simultaneously conducting its own title IX investigation through its own title IX coordinator.

(2) Each public university that receives an appropriation in section 236 shall also certify that its president or chancellor and a member of its governing board has reviewed all title IX reports involving the alleged sexual misconduct of an employee of the university, and shall send the certification to the house and senate appropriations subcommittees on higher education, the house and senate fiscal agencies, and the state budget director by August 31, 2018.

(3) For purposes of this section, "sexual misconduct" includes, but is not limited to, any of the following:

- (a) Intimate partner violence.
- (b) Nonconsensual sexual conduct.
- (c) Sexual assault.
- (d) Sexual exploitation.
- (e) Sexual harassment.
- (f) Stalking.

12. **Academic Program Partnerships.** Governor and House included language (Sec. 265b in Governor's recommendation/Sec. 265c in House version of budget) requiring the Michigan Community College Association, the Michigan Association of State Universities, and the Michigan Independent Colleges and Universities, on behalf of their member colleges and universities, to submit a comprehensive report detailing the number of academic program partnerships between public community colleges; public universities, and private colleges and universities. This language was first included with the FY 2016-17 appropriation. It was removed in the FY 2017-18 budget. Senate did not include this section. Conference concurred with House. (Sec 265c)
13. **Memorandums of Understanding with Local Law Enforcement.** House added language that encourages public universities to enter into a memorandum of understanding with at least 1 local law enforcement agency with jurisdiction on or around campus for the communication and coordination of responses to incidents of sexual assault. Recommends that the memorandum of understanding include guidelines for proper communication and coordination of responses to incidents of reported sexual assault; procedures for filing a complaint with the university; information about local and campus resources for victims of sexual assault; specific details concerning how local law enforcement will inform the university about reports of sexual assault it receives involving students, faculty, or staff and a general time frame for how long it will take local law enforcement to conduct any investigation; and procedures for sharing information, including information concerning recent trends and strategies to prevent sexual assault, such as trauma-informed investigation practices that encourage reporting. Conference only includes statement encouraging universities to enter into a memorandum of understanding with at least one local law enforcement agency, and does not include recommendations as to what should be included in the memorandum of understanding. (Sec. 265d)
14. **Campus Initiatives.** Senate added new language providing that additional funding the Senate included for campus initiatives shall be limited to expenditures on Campus Safety Programs, Sexual Assault Prevention Programs, and Student Mental Health Programs. Conference did not include the additional funding, but included legislative intent language stating that a portion of the funds appropriated to universities in Section 236 shall be expended on those programs. (Sec. 265e)
15. **Title IX Report.** Requires public universities to report to higher education subcommittees, the fiscal agencies, and the State Budget Director their annual Title IX report. House added Attorney General, Department of Civil Rights, and county sheriff as report recipients and a new subsection (2) that requires a summary report that includes; fees incurred in civil and criminal litigation; the number of Title IX complaints; the average length of time for the investigation and resolution of complaints; the aggregate number of cases, investigations and complaints measured by categories of 15, 30, 60, and 90 day time periods; the number of appeals and resolution of those appeals, and the number of complaints filed by the university with law enforcement agencies. Conference adds only the Attorney General to report recipients and maintains summary report requirements with a few category adjustments regarding the procedure for reporting less than five cases. (Sec, 274d)

16. **State Funding Purpose and Annual Accounting.** Senate added language stating that pursuant to Section 4 of Article VIII of the State Constitution of 1963, appropriations of state taxpayer funding provided for in Section 236 shall be expended to maintain Michigan public universities. Each public university that receives State funding shall provide the legislature with an annual accounting of all of its income and expenditures. Conference did not include this section. (Sec. 274e in Senate version of bill)
17. **Title IX Operations Audits.** The House added language requiring the Auditor General to audit Title IX operations of all public universities at least once every three years. Conference did not include. (Sec. 274e in House version of bill)
18. **President/Governing Board - Incident Report.** Senate added language requiring each public university receiving funds under Section 236 shall require that the governing board and the president of the university receive not less than quarterly reports from their Title IX coordinator or Title IX office. The report shall contain aggregated data of the number of sexual misconduct reports that the office received for the academic year, the types of reports received, and a summary of the general outcomes of the reports and investigations. The report shall not contain specific identifying information. Conference included a modified version of this section (Sec. 274f in Senate version of the bill) in Section 265 b (h).
19. **State Police Grants.** The House added language stating that funding is provided within the Department of State Police budget for the sexual assault prevention and education initiative. This funding shall be used to provide and administer grants to public or nonpublic community colleges, colleges, and universities with a physical presence in this State to address the campus sexual assault issue and to improve the safety and security of students, faculty, and staff in campus environments in this State. An award of grant funds shall be used to support sexual assault programs, including education, awareness, prevention, reporting, and bystander-intervention programs; peer advocacy groups that are student-run organizations dedicated to safety on campuses and eliminating the silence on campuses related to sexual assault; and other actions covered by Title IX protections. Conference did not include. (Sec. 274f in House version of bill)
20. **Performance Funding Task Force.** The House added language that provides for a task force to be formed by August 15, 2019 to review, evaluate, discuss, and make recommendations regarding the performance funding formula provided for in section 265a. Requires report on recommendations by November 15, 2019. Conference did not include. (Sec. 292 in House version of bill)

Date Completed: 6-28-18

Fiscal Analyst: Bill Bowerman

Table 1: FY 2018-19 Higher Education Appropriations: Initial Appropriation

University	FY 2017-18 Year-To-Date Appropriation	FY 2018-19 Adjustments						FY 2018-19 Initial Appropriation	Dollar Change From 2017-18	Percent Change	2018-19 Appropriation Per FYES
		Proportional to FY 2010-11	Critical Skills	Research & Development	Metrics based on Carnegie Peers	Total Formula Distribution	Other Changes				
Central	\$85,654,400	\$805,831	\$147,790	\$15,721	\$791,249	\$1,760,600	\$0	\$87,415,000	\$1,760,600	2.1%	\$4,327
Eastern	75,169,900	764,542	168,749	5,118	870,986	1,809,400	0	76,979,300	1,809,400	2.4	4,603
Ferris	53,595,500	488,929	248,412	0	617,870	1,355,200	0	54,950,700	1,355,200	2.5	4,722
Grand Valley	70,100,100	623,253	249,885	0	1,083,375	1,956,500	0	72,056,600	1,956,500	2.8	3,151
Lake Superior	13,775,000	127,657	32,552	0	51,786	212,000	0	13,987,000	212,000	1.5	7,247
Michigan State	281,239,100	2,852,821	581,357	369,240	1,231,666	5,035,100	0	286,274,200	5,035,100	1.8	6,231
Michigan Tech	49,052,200	481,940	165,646	62,637	187,141	897,400	0	49,949,600	897,400	1.8	7,510
Northern	47,137,400	453,944	100,049	0	306,972	861,000	0	47,998,400	861,000	1.8	6,965
Oakland	51,235,900	510,470	242,509	13,313	816,981	1,583,300	0	52,819,200	1,583,300	3.1	2,957
Saginaw Valley	29,766,100	278,767	88,962	0	394,140	761,900	0	30,528,000	761,900	2.6	3,867
UM-Ann Arbor	314,589,100	3,180,347	568,224	905,443	1,539,429	6,193,300	0	320,782,400	6,193,300	2.0	7,014
UM-Dearborn	25,421,900	248,654	86,569	0	314,672	649,900	0	26,071,800	649,900	2.6	3,776
UM-Flint	23,061,800	210,156	109,651	0	203,840	523,600	0	23,585,400	523,600	2.3	3,662
Wayne State	199,169,800	2,153,770	172,797	191,499	675,324	3,193,400	0	202,363,200	3,193,400	1.6	8,990
Western	109,376,800	1,102,321	210,936	24,074	436,835	1,774,200	0	111,151,000	1,774,200	1.6	5,698
Subtotal University Operations:	\$1,428,345,000	\$14,283,400	\$3,174,089	\$1,587,044	\$9,522,267	\$28,566,800	\$0	\$1,456,911,800	\$28,566,800	2.0%	\$5,610
MPERSERS Reimbursement	\$6,705,000						(\$1,572,000)	\$5,133,000	(\$1,572,000)	(23.4%)	
MSU AgBioResearch	33,913,100						678,300	34,591,400	678,300	2.0	
MSU Extension	29,252,600						585,100	29,837,700	585,100	2.0	
Higher Education Database	200,000						0	200,000	0	0.0	
Midwest Higher Ed Compact	115,000						0	115,000	0	0.0	
King-Chavez-Parks	2,691,500						0	2,691,500	0	0.0	
MPERSERS Normal Cost Hold Harmless (one-time)	419,000						250,000	669,000	250,000	59.7	
Total Universities	\$1,501,641,200	\$14,283,400	\$3,174,089	\$1,587,044	\$9,522,267	\$28,566,800	(\$58,600)	\$1,530,149,400	\$28,508,200	1.9%	
School Aid Fund	238,343,500	14,283,400	3,174,089	1,587,044	9,522,267	28,566,800	233,178,000	500,088,300	261,744,800	109.8	
State GF/GP	\$1,263,297,700	\$0	\$0	\$0	\$0	\$0	(\$233,236,600)	\$1,030,061,100	(\$233,236,600)	(18.5%)	
Grants and Financial Aid											
State Competitive Scholarships	\$26,361,700						\$6,000,000	\$32,361,700	\$6,000,000	22.8%	
Tuition Grants	38,021,500						0	38,021,500	0	0.0	
Tuition Incentive Program (TIP)	58,300,000						6,000,000	64,300,000	6,000,000	10.3	
Children of Veterans & Officer's Tuition	1,400,000						0	1,400,000	0	0.0	
Project Gear-Up	3,200,000						0	3,200,000	0	0.0	
North American Indian Tuition Waiver	300,000						0	300,000	0	0.0	
Total Grants/Financial Aid	\$127,583,200						\$12,000,000	\$139,583,200	\$12,000,000	9.4%	
Federal Higher Ed Act	3,200,000						0	3,200,000	0	0.0	
Federal TANF	108,326,400						12,000,000	120,326,400	12,000,000	11.1	
Veterans Tax Check-off	100,000						0	100,000	0	0.0	
State GF/GP	\$15,956,800		\$0		\$0		\$0	\$15,956,800	\$0	0.0	
TOTAL HIGHER EDUCATION											
TOTAL ALL FUNDS	\$1,629,224,400	\$14,283,400	\$3,174,089	\$1,587,044	\$9,522,267	\$28,566,800	\$11,941,400	\$1,669,732,600	\$40,508,200	2.5%	
TOTAL FEDERAL	111,526,400	0	0	0	0	0	12,000,000	123,526,400	12,000,000	10.8	
TOTAL STATE RESTRICTED	238,443,500	14,283,400	3,174,089	1,587,044	9,522,267	28,566,800	233,178,000	500,188,300	261,744,800	109.8	
TOTAL STATE GF/GP	\$1,279,254,500	\$0	\$0	\$0	\$0	\$0	(\$233,236,600)	\$1,046,017,900	(\$233,236,600)	(18.2%)	

Table 2: FY 2018-19 Higher Education Appropriations

University	FY 2017-18 Year-To-Date	Governor			Senate			House			Initial Appropriation		
		FY 2018-19 Gov. Rec.	Dollar Change	Percent Change	FY 2018-19 Senate	Dollar Change	Percent Change	FY 2018-19 House	Dollar Change	Percent Change	FY 2018-19 Conference	Dollar Change	Percent Change
Central	\$85,654,400	\$87,413,100	\$1,758,700	2.1%	\$88,220,800	\$2,566,400	3.0%	\$86,534,700	\$880,300	1.0%	\$87,415,000	\$1,760,600	2.1%
Eastern	75,169,900	76,977,200	1,807,300	2.4	77,743,800	2,573,900	3.4	76,074,600	904,700	1.2	76,979,300	1,809,400	2.4
Ferris	53,595,500	54,975,900	1,380,400	2.6	55,439,600	1,844,100	3.4	54,273,100	677,600	1.3	54,950,700	1,355,200	2.5
Grand Valley	70,100,100	72,053,500	1,953,400	2.8	72,679,900	2,579,800	3.7	71,078,400	978,300	1.4	72,056,600	1,956,500	2.8
Lake Superior	13,775,000	13,988,400	213,400	1.5	14,114,700	339,700	2.5	13,881,000	106,000	0.8	13,987,000	212,000	1.5
Michigan State	281,239,100	286,268,900	5,029,800	1.8	289,127,000	7,887,900	2.8	283,756,700	2,517,600	0.9	286,274,200	5,035,100	1.8
Michigan Tech	49,052,200	49,947,900	895,700	1.8	50,431,500	1,379,300	2.8	49,500,900	448,700	0.9	49,949,600	897,400	1.8
Northern	47,137,400	48,004,600	867,200	1.8	48,452,300	1,314,900	2.8	47,567,900	430,500	0.9	47,998,400	861,000	1.8
Oakland	51,235,900	52,816,100	1,580,200	3.1	53,329,700	2,093,800	4.1	52,027,500	791,600	1.5	52,819,200	1,583,300	3.1
Saginaw Valley	29,766,100	30,526,800	760,700	2.6	30,806,800	1,040,700	3.5	30,147,000	380,900	1.3	30,528,000	761,900	2.6
UM-Ann Arbor	314,589,100	320,775,300	6,186,200	2.0	323,962,800	9,373,700	3.0	317,685,800	3,096,700	1.0	320,782,400	6,193,300	2.0
UM-Dearborn	25,421,900	26,070,700	648,800	2.6	26,320,500	898,600	3.5	25,746,900	325,000	1.3	26,071,800	649,900	2.6
UM-Flint	23,061,800	23,584,100	522,300	2.3	23,795,600	733,800	3.2	23,323,600	261,800	1.1	23,585,400	523,600	2.3
Wayne State	199,169,800	202,361,000	3,191,200	1.6	204,517,000	5,347,200	2.7	200,766,500	1,596,700	0.8	202,363,200	3,193,400	1.6
Western	109,376,800	111,148,300	1,771,500	1.6	112,253,300	2,876,500	2.6	110,263,900	887,100	0.8	111,151,000	1,774,200	1.6
Subtotal University Operations:	\$1,428,345,000	\$1,456,911,800	\$28,566,800	2.0%	\$1,471,195,300	\$42,850,300	3.0%	\$1,442,628,500	\$14,283,500	1.0%	\$1,456,911,800	\$28,566,800	2.0%
MPSERS Reimbursement	\$6,705,000	\$5,133,000	(\$1,572,000)	(23.4%)	\$5,133,000	(\$1,572,000)	(23.4%)	\$5,133,000	(\$1,572,000)	(23.4%)	\$5,133,000	(\$1,572,000)	(23.4%)
MSU AgBioResearch	33,913,100	34,591,400	678,300	2.0	34,930,500	1,017,400	3.0	34,252,200	339,100	1.0	34,591,400	678,300	2.0
MSU Extension	29,252,600	29,837,700	585,100	2.0	30,130,200	877,600	3.0	29,545,100	292,500	1.0	29,837,700	585,100	2.0
Higher Education Database	200,000	200,000	0	0.0	200,000	0	0.0	200,000	0	0.0	200,000	0	0.0
Midwest Higher Ed Compact	115,000	115,000	0	0.0	115,000	0	0.0	115,000	0	0.0	115,000	0	0.0
King-Chavez-Parks	2,691,500	2,691,500	0	0.0	2,691,500	0	0.0	2,691,500	0	0.0	2,691,500	0	0.0
MPSERS Normal Cost Offset (one-time)	419,000	669,000	250,000	59.7	669,000	250,000	59.7	669,000	250,000	59.7	669,000	250,000	59.7
Total Universities	\$1,501,641,200	\$1,530,149,400	\$28,508,200	1.9%	\$1,545,064,500	\$43,423,300	2.9%	\$1,515,234,300	\$13,593,100	0.9%	\$1,530,149,400	\$28,508,200	1.9%
School Aid Fund	238,343,500	385,588,300	147,244,800	61.8	385,588,300	147,244,800	61.8	385,588,300	147,244,800	61.8	500,088,300	261,744,800	109.8
State GF/GP	\$1,263,297,700	\$1,144,561,100	(\$118,736,600)	(9.4%)	\$1,159,476,200	(\$103,821,500)	(8.2%)	\$1,129,646,000	(\$133,651,700)	(10.6%)	\$1,030,061,100	(\$233,236,600)	(18.5%)
Grants and Financial Aid													
State Competitive Scholarships	\$26,361,700	\$32,361,700	\$6,000,000	22.8%	32,361,700	6,000,000	22.8%	\$32,361,700	\$6,000,000	22.8%	\$32,361,700	\$6,000,000	22.8%
Tuition Grants	38,021,500	32,021,500	(6,000,000)	(15.8)	38,021,500	0	0.0	38,021,500	0	0.0	38,021,500	0	0.0
Tuition Incentive Program (TIP)	58,300,000	59,800,000	1,500,000	2.6	59,800,000	1,500,000	2.6	59,800,000	1,500,000	2.6	64,300,000	6,000,000	10.3
Children of Veterans & Officer's Tuition	1,400,000	1,400,000	0	0.0	1,400,000	0	0.0	1,400,000	0	0.0	1,400,000	0	0.0
Project Gear-Up	3,200,000	3,200,000	0	0.0	3,200,000	0	0.0	3,200,000	0	0.0	3,200,000	0	0.0
North American Indian Tuition Waiver	300,000	0	(300,000)	(100.0)	300,000	0	0.0	300,000	0	0.0	300,000	0	0.0
Total Grants/Financial Aid	\$127,583,200	\$128,783,200	\$1,200,000	0.9%	\$135,083,200	\$7,500,000	5.9%	\$135,083,200	\$7,500,000	5.9%	\$139,583,200	\$12,000,000	9.4%
Federal Higher Ed Act	3,200,000	3,200,000	0	0.0	3,200,000	0	0.0	3,200,000	0	0.0	3,200,000	0	0.0
Federal TANF	108,326,400	109,826,400	1,500,000	1.4	115,826,400	7,500,000	6.9	115,826,400	7,500,000	6.9	120,326,400	12,000,000	11.1
Veterans Tax Check-off	100,000	100,000	0	0.0	100,000	0	0.0	100,000	0	0.0	100,000	0	0.0
State GF/GP	\$15,956,800	\$15,656,800	(\$300,000)	(1.9)	\$15,956,800	\$0	0.0%	\$15,956,800	\$0	0.0%	\$15,956,800	\$0	0.0
TOTAL HIGHER EDUCATION													
TOTAL ALL FUNDS	\$1,629,224,400	\$1,658,932,600	\$29,708,200	1.8%	\$1,680,147,700	\$50,923,300	3.1%	\$1,650,317,500	\$21,093,100	1.3%	\$1,669,732,600	\$40,508,200	2.5%
TOTAL FEDERAL	111,526,400	113,026,400	1,500,000	1.3	119,026,400	7,500,000	6.7	119,026,400	7,500,000	6.7	123,526,400	12,000,000	10.8
TOTAL STATE RESTRICTED	238,443,500	385,688,300	147,244,800	61.8	385,688,300	147,244,800	61.8	385,688,300	147,244,800	61.8	500,188,300	261,744,800	109.8
TOTAL STATE GF/GP	\$1,279,254,500	\$1,160,217,900	(\$119,036,600)	(9.3%)	\$1,175,433,000	(\$103,821,500)	(8.1%)	\$1,145,602,800	(\$133,651,700)	(10.4%)	\$1,046,017,900	(\$233,236,600)	(18.2%)