

SENATE SUBSTITUTE FOR  
HOUSE BILL NO. 4313

A bill to amend 1979 PA 94, entitled  
"The state school aid act of 1979,"  
by amending sections 11, 17b, 201, and 236 (MCL 388.1611,  
388.1617b, 388.1801, and 388.1836), sections 11, 201, and 236 as  
amended by 2016 PA 249 and section 17b as amended by 2007 PA 137.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 11. (1) ~~For the fiscal year ending September 30, 2016,~~  
2 ~~there is appropriated for the public schools of this state and~~  
3 ~~certain other state purposes relating to education the sum of~~  
4 ~~\$11,905,439,300.00 from the state school aid fund and the sum of~~  
5 ~~\$55,100,000.00 from the general fund.~~ For the fiscal year ending  
6 September 30, ~~2017,~~ **2018**, there is appropriated for the public  
7 schools of this state and certain other state purposes relating to  
8 education the sum of ~~\$12,052,309,300.00~~ **\$0.00** from the state school

1 aid fund, the sum of ~~\$218,900,000.00~~ **\$0.00** from the general fund,  
2 **AND** an amount not to exceed ~~\$72,000,000.00~~ **\$0.00** from the community  
3 district education trust fund created under section 12 of the  
4 Michigan trust fund act, 2000 PA 489, MCL 12.262. ~~and an amount~~  
5 ~~not to exceed \$100.00 from the water emergency reserve fund.~~ In  
6 addition, all other available federal funds are appropriated each  
7 ~~fiscal year~~ for the fiscal ~~years~~ **YEAR** ending ~~September 30, 2016 and~~  
8 ~~September 30, 2017.~~ **2018.**

9 (2) The appropriations under this section shall be allocated  
10 as provided in this article. Money appropriated under this section  
11 from the general fund shall be expended to fund the purposes of  
12 this article before the expenditure of money appropriated under  
13 this section from the state school aid fund.

14 (3) Any general fund allocations under this article that are  
15 not expended by the end of the state fiscal year are transferred to  
16 the school aid stabilization fund created under section 11a.

17 Sec. 17b. (1) Not later than October 20, November 20, December  
18 20, January 20, February 20, March 20, April 20, May 20, June 20,  
19 July 20, and August 20, the department shall prepare electronic  
20 files of the amount to be distributed under this act in the  
21 installment to the districts and intermediate districts and deliver  
22 the electronic files to the state treasurer, and the state  
23 treasurer shall pay the installments on each of those dates or, if  
24 the date is not a business day, on the next business day following  
25 that date. Except as otherwise provided in this act, the portion of  
26 the district's or intermediate district's state fiscal year  
27 entitlement to be included in each installment shall be 1/11. A

1 district or intermediate district shall accrue the payments  
2 received in July and August to the school fiscal year ending the  
3 immediately preceding June 30.

4 (2) The state treasurer shall make payment under this section  
5 by drawing a warrant in favor of the treasurer of each district or  
6 intermediate district for the amount payable to the district or  
7 intermediate district according to the electronic files and  
8 delivering the warrant to the treasurer of each district or  
9 intermediate district, or if the state treasurer receives a written  
10 request by the treasurer of the district or intermediate district  
11 specifying an account, by electronic funds transfer to that account  
12 of the amount payable to the district or intermediate district  
13 according to the electronic files. The department may make  
14 adjustments in payments made under this section through additional  
15 payments when changes in law or errors in computation cause the  
16 regularly scheduled payment to be less than the amount to which the  
17 district or intermediate district is entitled pursuant to this act.

18 (3) Except as otherwise provided in this act, grant payments  
19 to districts and intermediate districts under this act shall be  
20 paid according to the installment **PAYMENT** schedule under subsection  
21 (1).

22 (4) Upon the written request of a district or intermediate  
23 district and the submission of proof satisfactory to the department  
24 of a need of a temporary and nonrecurring nature, the  
25 superintendent, with the written concurrence of the state treasurer  
26 and the state budget director, may authorize an advance release of  
27 funds due a district or intermediate district under this act. An

1 advance authorized under this subsection shall not cause funds to  
 2 be paid to a district or intermediate district more than 30 days  
 3 earlier than the established payment date for those funds.

4 Sec. 201. (1) Subject to the conditions set forth in this  
 5 article, the amounts listed in this section are appropriated for  
 6 community colleges for the fiscal year ending September 30, ~~2017,~~  
 7 **2018**, from the funds indicated in this section. The following is a  
 8 summary of the appropriations in this section:

9 (a) The gross appropriation is ~~\$395,925,600.00.~~ **\$0.00.** After  
 10 deducting total interdepartmental grants and intradepartmental  
 11 transfers in the amount of \$0.00, the adjusted gross appropriation  
 12 is ~~\$395,925,600.00.~~ **\$0.00.**

13 (b) The sources of the adjusted gross appropriation described  
 14 in subdivision (a) are as follows:

15 (i) Total federal revenues, \$0.00.

16 (ii) Total local revenues, \$0.00.

17 (iii) Total private revenues, \$0.00.

18 (iv) Total other state restricted revenues,

19 ~~\$260,414,800.00.~~ **\$0.00.**

20 (v) State general fund/general purpose money,

21 ~~\$135,510,800.00.~~ **\$0.00.**

22 (2) Subject to subsection (3), the amount appropriated for  
 23 community college operations is ~~\$315,892,000.00, allocated as~~  
 24 ~~follows:~~ **\$0.00.**

25 ~~— (a) The appropriation for Alpena Community College is~~  
 26 ~~\$5,544,700.00, \$5,464,400.00 for operations and \$80,300.00 for~~  
 27 ~~performance funding.~~

1 ~~—— (b) The appropriation for Bay de Noc Community College is~~  
2 ~~\$5,560,900.00, \$5,490,200.00 for operations and \$70,700.00 for~~  
3 ~~performance funding.~~

4 ~~—— (c) The appropriation for Delta College is \$14,907,700.00,~~  
5 ~~\$14,704,000.00 for operations and \$203,700.00 for performance~~  
6 ~~funding.~~

7 ~~—— (d) The appropriation for Glen Oaks Community College is~~  
8 ~~\$2,586,900.00, \$2,551,100.00 for operations and \$35,800.00 for~~  
9 ~~performance funding.~~

10 ~~—— (e) The appropriation for Gogebic Community College is~~  
11 ~~\$4,577,800.00, \$4,509,900.00 for operations and \$67,900.00 for~~  
12 ~~performance funding.~~

13 ~~—— (f) The appropriation for Grand Rapids Community College is~~  
14 ~~\$18,450,500.00, \$18,187,300.00 for operations and \$263,200.00 for~~  
15 ~~performance funding.~~

16 ~~—— (g) The appropriation for Henry Ford College is~~  
17 ~~\$22,176,000.00, \$21,893,300.00 for operations and \$282,700.00 for~~  
18 ~~performance funding.~~

19 ~~—— (h) The appropriation for Jackson College is \$12,397,600.00,~~  
20 ~~\$12,245,300.00 for operations and \$152,300.00 for performance~~  
21 ~~funding.~~

22 ~~—— (i) The appropriation for Kalamazoo Valley Community College~~  
23 ~~is \$12,873,900.00, \$12,689,400.00 for operations and \$184,500.00~~  
24 ~~for performance funding.~~

25 ~~—— (j) The appropriation for Kellogg Community College is~~  
26 ~~\$10,087,500.00, \$9,950,100.00 for operations and \$137,400.00 for~~  
27 ~~performance funding.~~

1 ~~—— (k) The appropriation for Kirtland Community College is~~  
2 ~~\$3,270,000.00, \$3,221,500.00 for operations and \$48,500.00 for~~  
3 ~~performance funding.~~

4 ~~—— (l) The appropriation for Lake Michigan College is~~  
5 ~~\$5,492,800.00, \$5,417,700.00 for operations and \$75,100.00 for~~  
6 ~~performance funding.~~

7 ~~—— (m) The appropriation for Lansing Community College is~~  
8 ~~\$31,677,300.00, \$31,288,200.00 for operations and \$389,100.00 for~~  
9 ~~performance funding.~~

10 ~~—— (n) The appropriation for Macomb Community College is~~  
11 ~~\$33,681,800.00, \$33,239,500.00 for operations and \$442,300.00 for~~  
12 ~~performance funding.~~

13 ~~—— (o) The appropriation for Mid Michigan Community College is~~  
14 ~~\$4,834,100.00, \$4,757,700.00 for operations and \$76,400.00 for~~  
15 ~~performance funding.~~

16 ~~—— (p) The appropriation for Monroe County Community College is~~  
17 ~~\$4,636,700.00, \$4,565,600.00 for operations and \$71,100.00 for~~  
18 ~~performance funding.~~

19 ~~—— (q) The appropriation for Montcalm Community College is~~  
20 ~~\$3,343,100.00, \$3,280,600.00 for operations and \$62,500.00 for~~  
21 ~~performance funding.~~

22 ~~—— (r) The appropriation for C.S. Mott Community College is~~  
23 ~~\$16,115,500.00, \$15,901,700.00 for operations and \$213,800.00 for~~  
24 ~~performance funding.~~

25 ~~—— (s) The appropriation for Muskegon Community College is~~  
26 ~~\$9,150,600.00, \$9,020,700.00 for operations and \$129,900.00 for~~  
27 ~~performance funding.~~

1 ~~—— (t) The appropriation for North Central Michigan College is~~  
2 ~~\$3,290,400.00, \$3,224,800.00 for operations and \$65,600.00 for~~  
3 ~~performance funding.~~

4 ~~—— (u) The appropriation for Northwestern Michigan College is~~  
5 ~~\$9,318,000.00, \$9,200,500.00 for operations and \$117,500.00 for~~  
6 ~~performance funding.~~

7 ~~—— (v) The appropriation for Oakland Community College is~~  
8 ~~\$21,770,900.00, \$21,429,400.00 for operations and \$341,500.00 for~~  
9 ~~performance funding.~~

10 ~~—— (w) The appropriation for Schoolcraft College is~~  
11 ~~\$12,909,300.00, \$12,706,400.00 for operations and \$202,900.00 for~~  
12 ~~performance funding.~~

13 ~~—— (x) The appropriation for Southwestern Michigan College is~~  
14 ~~\$6,732,500.00, \$6,657,600.00 for operations and \$74,900.00 for~~  
15 ~~performance funding.~~

16 ~~—— (y) The appropriation for St. Clair County Community College~~  
17 ~~is \$7,259,300.00, \$7,158,000.00 for operations and \$101,300.00 for~~  
18 ~~performance funding.~~

19 ~~—— (z) The appropriation for Washtenaw Community College is~~  
20 ~~\$13,534,000.00, \$13,301,100.00 for operations and \$232,900.00 for~~  
21 ~~performance funding.~~

22 ~~—— (aa) The appropriation for Wayne County Community College is~~  
23 ~~\$17,234,200.00, \$16,989,800.00 for operations and \$244,400.00 for~~  
24 ~~performance funding.~~

25 ~~—— (bb) The appropriation for West Shore Community College is~~  
26 ~~\$2,478,000.00, \$2,446,200.00 for operations and \$31,800.00 for~~  
27 ~~performance funding.~~

1 (3) The amount appropriated in subsection (2) for community  
2 college operations is appropriated from the following:

3 (a) State school aid fund, ~~\$185,481,200.00.~~**\$0.00.**

4 (b) State general fund/general purpose money,  
5 ~~\$130,410,800.00.~~**\$0.00.**

6 ~~—— (4) From the appropriations described in subsection (1),  
7 subject to section 207a, the amount appropriated for fiscal year  
8 2016-2017 to offset certain fiscal year 2016-2017 retirement  
9 contributions is \$1,733,600.00, appropriated from the state school  
10 aid fund.~~

11 ~~—— (5) From the appropriations described in subsection (1),  
12 subject to section 207b, the amount appropriated for payments to  
13 community colleges that are participating entities of the  
14 retirement system is \$73,200,000.00, appropriated from the state  
15 school aid fund.~~

16 ~~—— (6) From the appropriations described in subsection (1),  
17 subject to section 207c, the amount appropriated for renaissance  
18 zone tax reimbursements is \$5,100,000.00, appropriated from general  
19 fund/general purpose money.~~

20 Sec. 236. ~~(1)~~ Subject to the conditions set forth in this  
21 article, the amounts listed in this section are appropriated for  
22 higher education for the fiscal year ending September 30, ~~2017,~~  
23 **2018**, from the funds indicated in this section. The following is a  
24 summary of the appropriations in this section:

25 (a) The gross appropriation is ~~\$1,582,640,400.00.~~**\$0.00.** After  
26 deducting total interdepartmental grants and intradepartmental  
27 transfers in the amount of \$0.00, the adjusted gross appropriation



1 is ~~\$1,582,640,400.00~~ **\$0.00**.

2 (b) The sources of the adjusted gross appropriation described  
3 in subdivision (a) are as follows:

4 (i) Total federal revenues, ~~\$101,526,400.00~~ **\$0.00**.

5 (ii) Total local revenues, \$0.00.

6 (iii) Total private revenues, \$0.00.

7 (iv) Total other state restricted revenues,

8 ~~\$237,209,500.00~~ **\$0.00**.

9 (v) State general fund/general purpose money,

10 ~~\$1,243,904,500.00~~ **\$0.00**.

11 ~~—— (2) Amounts appropriated for public universities are as~~  
12 ~~follows:~~

13 ~~—— (a) The appropriation for Central Michigan University is~~  
14 ~~\$83,925,500.00, \$81,127,100.00 for operations and \$2,798,400.00 for~~  
15 ~~performance funding.~~

16 ~~—— (b) The appropriation for Eastern Michigan University is~~  
17 ~~\$73,593,800.00, \$71,782,500.00 for operations and \$1,811,300.00 for~~  
18 ~~performance funding.~~

19 ~~—— (c) The appropriation for Ferris State University is~~  
20 ~~\$52,259,900.00, \$50,369,800.00 for operations and \$1,890,100.00 for~~  
21 ~~performance funding.~~

22 ~~—— (d) The appropriation for Grand Valley State University is~~  
23 ~~\$68,227,900.00, \$65,275,700.00 for operations and \$2,952,200.00 for~~  
24 ~~performance funding.~~

25 ~~—— (e) The appropriation for Lake Superior State University is~~  
26 ~~\$13,567,400.00, \$13,207,400.00 for operations and \$360,000.00 for~~  
27 ~~performance funding.~~

1 ~~—— (f) The appropriation for Michigan State University is~~  
2 ~~\$337,777,800.00, \$268,770,700.00 for operations, \$7,091,400.00 for~~  
3 ~~performance funding, \$33,243,100.00 for MSU AgBioResearch, and~~  
4 ~~\$28,672,600.00 for MSU Extension.~~

5 ~~—— (g) The appropriation for Michigan Technological University is~~  
6 ~~\$48,097,500.00, \$46,754,700.00 for operations and \$1,342,800.00 for~~  
7 ~~performance funding.~~

8 ~~—— (h) The appropriation for Northern Michigan University is~~  
9 ~~\$46,279,200.00, \$45,107,700.00 for operations and \$1,171,500.00 for~~  
10 ~~performance funding.~~

11 ~~—— (i) The appropriation for Oakland University is~~  
12 ~~\$49,920,700.00, \$48,371,900.00 for operations and \$1,548,800.00 for~~  
13 ~~performance funding.~~

14 ~~—— (j) The appropriation for Saginaw Valley State University is~~  
15 ~~\$29,114,000.00, \$28,181,200.00 for operations and \$932,800.00 for~~  
16 ~~performance funding.~~

17 ~~—— (k) The appropriation for University of Michigan — Ann Arbor~~  
18 ~~is \$308,639,000.00, \$299,975,000.00 for operations and~~  
19 ~~\$8,664,000.00 for performance funding.~~

20 ~~—— (l) The appropriation for University of Michigan — Dearborn is~~  
21 ~~\$24,803,300.00, \$24,033,100.00 for operations and \$770,200.00 for~~  
22 ~~performance funding.~~

23 ~~—— (m) The appropriation for University of Michigan — Flint is~~  
24 ~~\$22,549,300.00, \$21,815,400.00 for operations and \$733,900.00 for~~  
25 ~~performance funding.~~

26 ~~—— (n) The appropriation for Wayne State University is~~  
27 ~~\$196,064,500.00, \$191,451,300.00 for operations and \$4,613,200.00~~

1 ~~for performance funding.~~

2 ~~—— (o) The appropriation for Western Michigan University is~~  
3 ~~\$107,440,900.00, \$104,334,100.00 for operations and \$3,106,800.00~~  
4 ~~for performance funding.~~

5 ~~—— (3) The amount appropriated in subsection (2) for public~~  
6 ~~universities is appropriated from the following:~~

7 ~~—— (a) State school aid fund, \$231,219,500.00.~~

8 ~~—— (b) State general fund/general purpose money,~~  
9 ~~\$1,231,041,200.00.~~

10 ~~—— (4) The amount appropriated for Michigan public school~~  
11 ~~employees' retirement system reimbursement is \$5,890,000.00,~~  
12 ~~appropriated from the state school aid fund.~~

13 ~~—— (5) The amount appropriated for state and regional programs is~~  
14 ~~\$315,000.00, appropriated from general fund/general purpose money~~  
15 ~~and allocated as follows:~~

16 ~~—— (a) Higher education database modernization and conversion,~~  
17 ~~\$200,000.00.~~

18 ~~—— (b) Midwestern Higher Education Compact, \$115,000.00.~~

19 ~~—— (6) The amount appropriated for the Martin Luther King, Jr.~~  
20 ~~Cesar Chavez — Rosa Parks program is \$2,691,500.00, appropriated~~  
21 ~~from general fund/general purpose money and allocated as follows:~~

22 ~~—— (a) Select student support services, \$1,956,100.00.~~

23 ~~—— (b) Michigan college/university partnership program,~~  
24 ~~\$586,800.00.~~

25 ~~—— (c) Morris Hood, Jr. educator development program,~~  
26 ~~\$148,600.00.~~

27 ~~—— (7) Subject to subsection (8), the amount appropriated for~~

1 ~~grants and financial aid is \$110,983,200.00, allocated as follows:~~  
2 ~~—— (a) State competitive scholarships, \$18,361,700.00.~~  
3 ~~—— (b) Tuition grants, \$35,021,500.00.~~  
4 ~~—— (c) Tuition incentive program, \$53,000,000.00.~~  
5 ~~—— (d) Children of veterans and officer's survivor tuition grant~~  
6 ~~programs, \$1,400,000.00.~~  
7 ~~—— (e) Project GEAR UP, \$3,200,000.00.~~  
8 ~~—— (8) The money appropriated in subsection (7) for grants and~~  
9 ~~financial aid is appropriated from the following:~~  
10 ~~—— (a) Federal revenues under the United States Department of~~  
11 ~~Education, Office of Elementary and Secondary Education, GEAR UP~~  
12 ~~program, \$3,200,000.00.~~  
13 ~~—— (b) Federal revenues under the social security act, temporary~~  
14 ~~assistance for needy families, \$98,326,400.00.~~  
15 ~~—— (c) Contributions to children of veterans tuition grant~~  
16 ~~program, \$100,000.00.~~  
17 ~~—— (d) State general fund/general purpose money, \$9,356,800.00.~~  
18 ~~—— (9) For fiscal year 2016-2017 only, \$500,000.00 is~~  
19 ~~appropriated for the Michigan State University Diagnostic Center~~  
20 ~~for Population and Animal Health, appropriated from state general~~  
21 ~~fund/general purpose money.~~