

HOUSE BILL No. 4313

March 7, 2017, Introduced by Rep. Kelly and referred to the Committee on Appropriations.

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 11, 17b, 201, and 236 (MCL 388.1611,
388.1617b, 388.1801, and 388.1836), 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~~

1 September 30, ~~2017,~~**2018**, there is appropriated for the public
 2 schools of this state and certain other state purposes relating to
 3 education the sum of ~~\$12,052,309,300.00~~ \$_____ from the
 4 state school aid fund, the sum of ~~\$218,900,000.00~~ \$_____ from the
 5 general fund, **AND** an amount not to exceed ~~\$72,000,000.00~~
 6 \$_____ from the community district education trust fund
 7 created under section 12 of the Michigan trust fund act, 2000 PA
 8 489, MCL 12.262. ~~, and an amount not to exceed \$100.00 from the~~
 9 ~~water emergency reserve fund.~~ In addition, all other available
 10 federal funds are appropriated ~~each fiscal year~~ for the fiscal
 11 ~~years~~ **YEAR** ending ~~September 30, 2016 and September 30, 2017.~~**2018.**

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

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

20 Sec. 17b. (1) Not later than October 20, November 20, December
 21 20, January 20, February 20, March 20, April 20, May 20, June 20,
 22 July 20, and August 20, the department shall prepare electronic
 23 files of the amount to be distributed under this act in the
 24 installment to the districts and intermediate districts and deliver
 25 the electronic files to the state treasurer, and the state
 26 treasurer shall pay the installments on each of those dates or, if
 27 the date is not a business day, on the next business day following

1 that date. Except as otherwise provided in this act, the portion of
2 the district's or intermediate district's state fiscal year
3 entitlement to be included in each installment shall be 1/11. A
4 district or intermediate district shall accrue the payments
5 received in July and August to the school fiscal year ending the
6 immediately preceding June 30.

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

21 (3) Except as otherwise provided in this act, grant payments
22 to districts and intermediate districts under this act shall be
23 paid according to the installment **PAYMENT** schedule under subsection
24 (1).

25 (4) Upon the written request of a district or intermediate
26 district and the submission of proof satisfactory to the department
27 of a need of a temporary and nonrecurring nature, the

1 superintendent, with the written concurrence of the state treasurer
 2 and the state budget director, may authorize an advance release of
 3 funds due a district or intermediate district under this act. An
 4 advance authorized under this subsection shall not cause funds to
 5 be paid to a district or intermediate district more than 30 days
 6 earlier than the established payment date for those funds.

7 Sec. 201. (1) Subject to the conditions set forth in this
 8 article, the amounts listed in this section are appropriated for
 9 community colleges for the fiscal year ending September 30, ~~2017,~~
 10 **2018**, from the funds indicated in this section. The following is a
 11 summary of the appropriations in this section:

12 (a) The gross appropriation is ~~\$395,925,600.00.~~
 13 \$_____. After deducting total interdepartmental grants
 14 and intradepartmental transfers in the amount of \$0.00, the
 15 adjusted gross appropriation is ~~\$395,925,600.00.~~\$_____.

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

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

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

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

21 (iv) Total other state restricted revenues,

22 ~~\$260,414,800.00.~~\$_____.

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

24 ~~\$135,510,800.00.~~\$_____.

25 (2) Subject to subsection (3), the amount appropriated for
 26 community college operations is ~~\$315,892,000.00, allocated as~~
 27 ~~follows:~~\$_____.

1 ~~—— (a) The appropriation for Alpena Community College is~~
2 ~~\$5,544,700.00, \$5,464,400.00 for operations and \$80,300.00 for~~
3 ~~performance funding.~~

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

7 ~~—— (c) The appropriation for Delta College is \$14,907,700.00,~~
8 ~~\$14,704,000.00 for operations and \$203,700.00 for performance~~
9 ~~funding.~~

10 ~~—— (d) The appropriation for Glen Oaks Community College is~~
11 ~~\$2,586,900.00, \$2,551,100.00 for operations and \$35,800.00 for~~
12 ~~performance funding.~~

13 ~~—— (e) The appropriation for Cogebeic Community College is~~
14 ~~\$4,577,800.00, \$4,509,900.00 for operations and \$67,900.00 for~~
15 ~~performance funding.~~

16 ~~—— (f) The appropriation for Grand Rapids Community College is~~
17 ~~\$18,450,500.00, \$18,187,300.00 for operations and \$263,200.00 for~~
18 ~~performance funding.~~

19 ~~—— (g) The appropriation for Henry Ford College is~~
20 ~~\$22,176,000.00, \$21,893,300.00 for operations and \$282,700.00 for~~
21 ~~performance funding.~~

22 ~~—— (h) The appropriation for Jackson College is \$12,397,600.00,~~
23 ~~\$12,245,300.00 for operations and \$152,300.00 for performance~~
24 ~~funding.~~

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

1 ~~—— (j) The appropriation for Kellogg Community College is~~
2 ~~\$10,087,500.00, \$9,950,100.00 for operations and \$137,400.00 for~~
3 ~~performance funding.~~

4 ~~—— (k) The appropriation for Kirtland Community College is~~
5 ~~\$3,270,000.00, \$3,221,500.00 for operations and \$48,500.00 for~~
6 ~~performance funding.~~

7 ~~—— (l) The appropriation for Lake Michigan College is~~
8 ~~\$5,492,800.00, \$5,417,700.00 for operations and \$75,100.00 for~~
9 ~~performance funding.~~

10 ~~—— (m) The appropriation for Lansing Community College is~~
11 ~~\$31,677,300.00, \$31,288,200.00 for operations and \$389,100.00 for~~
12 ~~performance funding.~~

13 ~~—— (n) The appropriation for Macomb Community College is~~
14 ~~\$33,681,800.00, \$33,239,500.00 for operations and \$442,300.00 for~~
15 ~~performance funding.~~

16 ~~—— (o) The appropriation for Mid Michigan Community College is~~
17 ~~\$4,834,100.00, \$4,757,700.00 for operations and \$76,400.00 for~~
18 ~~performance funding.~~

19 ~~—— (p) The appropriation for Monroe County Community College is~~
20 ~~\$4,636,700.00, \$4,565,600.00 for operations and \$71,100.00 for~~
21 ~~performance funding.~~

22 ~~—— (q) The appropriation for Montcalm Community College is~~
23 ~~\$3,343,100.00, \$3,280,600.00 for operations and \$62,500.00 for~~
24 ~~performance funding.~~

25 ~~—— (r) The appropriation for C.S. Mott Community College is~~
26 ~~\$16,115,500.00, \$15,901,700.00 for operations and \$213,800.00 for~~
27 ~~performance funding.~~

1 ~~—— (s) The appropriation for Muskegon Community College is~~
2 ~~\$9,150,600.00, \$9,020,700.00 for operations and \$129,900.00 for~~
3 ~~performance funding.~~

4 ~~—— (t) The appropriation for North Central Michigan College is~~
5 ~~\$3,290,400.00, \$3,224,800.00 for operations and \$65,600.00 for~~
6 ~~performance funding.~~

7 ~~—— (u) The appropriation for Northwestern Michigan College is~~
8 ~~\$9,318,000.00, \$9,200,500.00 for operations and \$117,500.00 for~~
9 ~~performance funding.~~

10 ~~—— (v) The appropriation for Oakland Community College is~~
11 ~~\$21,770,900.00, \$21,429,400.00 for operations and \$341,500.00 for~~
12 ~~performance funding.~~

13 ~~—— (w) The appropriation for Schoolcraft College is~~
14 ~~\$12,909,300.00, \$12,706,400.00 for operations and \$202,900.00 for~~
15 ~~performance funding.~~

16 ~~—— (x) The appropriation for Southwestern Michigan College is~~
17 ~~\$6,732,500.00, \$6,657,600.00 for operations and \$74,900.00 for~~
18 ~~performance funding.~~

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

22 ~~—— (z) The appropriation for Washtenaw Community College is~~
23 ~~\$13,534,000.00, \$13,301,100.00 for operations and \$232,900.00 for~~
24 ~~performance funding.~~

25 ~~—— (aa) The appropriation for Wayne County Community College is~~
26 ~~\$17,234,200.00, \$16,989,800.00 for operations and \$244,400.00 for~~
27 ~~performance funding.~~

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

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

6 (a) State school aid fund, ~~\$185,481,200.00.~~ \$_____.

7 (b) State general fund/general purpose money,
 8 ~~\$130,410,800.00.~~ \$_____.

9 ~~—— (4) From the appropriations described in subsection (1),~~
 10 ~~subject to section 207a, the amount appropriated for fiscal year~~
 11 ~~2016-2017 to offset certain fiscal year 2016-2017 retirement~~
 12 ~~contributions is \$1,733,600.00, appropriated from the state school~~
 13 ~~aid fund.~~

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

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

23 Sec. 236. ~~(1)~~ Subject to the conditions set forth in this
 24 article, the amounts listed in this section are appropriated for
 25 higher education for the fiscal year ending September 30, 2017,
 26 **2018**, from the funds indicated in this section. The following is a
 27 summary of the appropriations in this section:

1 (a) The gross appropriation is ~~\$1,582,640,400.00.~~
 2 \$ _____. After deducting total interdepartmental grants
 3 and intradepartmental transfers in the amount of \$0.00, the
 4 adjusted gross appropriation is ~~\$1,582,640,400.00.~~\$ _____.

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

7 (i) Total federal revenues, ~~\$101,526,400.00.~~\$ _____.

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

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

10 (iv) Total other state restricted revenues,
 11 ~~\$237,209,500.00.~~\$ _____.

12 (v) State general fund/general purpose money,
 13 ~~\$1,243,904,500.00.~~\$ _____.

14 ~~—— (2) Amounts appropriated for public universities are as~~
 15 ~~follows:~~

16 ~~—— (a) The appropriation for Central Michigan University is~~
 17 ~~\$83,925,500.00, \$81,127,100.00 for operations and \$2,798,400.00 for~~
 18 ~~performance funding.~~

19 ~~—— (b) The appropriation for Eastern Michigan University is~~
 20 ~~\$73,593,800.00, \$71,782,500.00 for operations and \$1,811,300.00 for~~
 21 ~~performance funding.~~

22 ~~—— (c) The appropriation for Ferris State University is~~
 23 ~~\$52,259,900.00, \$50,369,800.00 for operations and \$1,890,100.00 for~~
 24 ~~performance funding.~~

25 ~~—— (d) The appropriation for Grand Valley State University is~~
 26 ~~\$68,227,900.00, \$65,275,700.00 for operations and \$2,952,200.00 for~~
 27 ~~performance funding.~~

1 ~~—— (e) The appropriation for Lake Superior State University is~~
2 ~~\$13,567,400.00, \$13,207,400.00 for operations and \$360,000.00 for~~
3 ~~performance funding.~~

4 ~~—— (f) The appropriation for Michigan State University is~~
5 ~~\$337,777,800.00, \$268,770,700.00 for operations, \$7,091,400.00 for~~
6 ~~performance funding, \$33,243,100.00 for MSU AgBioResearch, and~~
7 ~~\$28,672,600.00 for MSU Extension.~~

8 ~~—— (g) The appropriation for Michigan Technological University is~~
9 ~~\$48,097,500.00, \$46,754,700.00 for operations and \$1,342,800.00 for~~
10 ~~performance funding.~~

11 ~~—— (h) The appropriation for Northern Michigan University is~~
12 ~~\$46,279,200.00, \$45,107,700.00 for operations and \$1,171,500.00 for~~
13 ~~performance funding.~~

14 ~~—— (i) The appropriation for Oakland University is~~
15 ~~\$49,920,700.00, \$48,371,900.00 for operations and \$1,548,800.00 for~~
16 ~~performance funding.~~

17 ~~—— (j) The appropriation for Saginaw Valley State University is~~
18 ~~\$29,114,000.00, \$28,181,200.00 for operations and \$932,800.00 for~~
19 ~~performance funding.~~

20 ~~—— (k) The appropriation for University of Michigan – Ann Arbor~~
21 ~~is \$308,639,000.00, \$299,975,000.00 for operations and~~
22 ~~\$8,664,000.00 for performance funding.~~

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

26 ~~—— (m) The appropriation for University of Michigan – Flint is~~
27 ~~\$22,549,300.00, \$21,815,400.00 for operations and \$733,900.00 for~~

1 ~~performance funding.~~

2 ~~—— (n) The appropriation for Wayne State University is~~
3 ~~\$196,064,500.00, \$191,451,300.00 for operations and \$4,613,200.00~~
4 ~~for performance funding.~~

5 ~~—— (o) The appropriation for Western Michigan University is~~
6 ~~\$107,440,900.00, \$104,334,100.00 for operations and \$3,106,800.00~~
7 ~~for performance funding.~~

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

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

11 ~~—— (b) State general fund/general purpose money,~~
12 ~~\$1,231,041,200.00.~~

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

16 ~~—— (5) The amount appropriated for state and regional programs is~~
17 ~~\$315,000.00, appropriated from general fund/general purpose money~~
18 ~~and allocated as follows:~~

19 ~~—— (a) Higher education database modernization and conversion,~~
20 ~~\$200,000.00.~~

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

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

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

26 ~~—— (b) Michigan college/university partnership program,~~
27 ~~\$586,800.00.~~

1 ~~—— (c) Morris Hood, Jr. educator development program,~~
2 ~~\$148,600.00.~~

3 ~~—— (7) Subject to subsection (8), the amount appropriated for~~
4 ~~grants and financial aid is \$110,983,200.00, allocated as follows:~~

5 ~~—— (a) State competitive scholarships, \$18,361,700.00.~~

6 ~~—— (b) Tuition grants, \$35,021,500.00.~~

7 ~~—— (c) Tuition incentive program, \$53,000,000.00.~~

8 ~~—— (d) Children of veterans and officer's survivor tuition grant~~
9 ~~programs, \$1,400,000.00.~~

10 ~~—— (e) Project GEAR-UP, \$3,200,000.00.~~

11 ~~—— (8) The money appropriated in subsection (7) for grants and~~
12 ~~financial aid is appropriated from the following:~~

13 ~~—— (a) Federal revenues under the United States Department of~~
14 ~~Education, Office of Elementary and Secondary Education, GEAR-UP~~
15 ~~program, \$3,200,000.00.~~

16 ~~—— (b) Federal revenues under the social security act, temporary~~
17 ~~assistance for needy families, \$98,326,400.00.~~

18 ~~—— (c) Contributions to children of veterans tuition grant~~
19 ~~program, \$100,000.00.~~

20 ~~—— (d) State general fund/general purpose money, \$9,356,800.00.~~

21 ~~—— (9) For fiscal year 2016-2017 only, \$500,000.00 is~~
22 ~~appropriated for the Michigan State University Diagnostic Center~~
23 ~~for Population and Animal Health, appropriated from state general~~
24 ~~fund/general purpose money.~~