## **HOUSE BILL No. 4980**

September 15, 2011, Introduced by Reps. Genetski, Cotter, Haveman and Pscholka and referred to the Committee on Appropriations.

A bill to amend 1979 PA 94, entitled

"The state school aid act of 1979,"

by amending section 236 (MCL 388.1836), as added by 2011 PA 62, and by adding section 265a.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 236. (1) Subject to the conditions set forth in this
- 2 article, the amounts listed in subsections (2) to (5) are
- 3 appropriated for higher education for the fiscal year ending
- 4 September 30, 2012, from the funds indicated in this section. The
- 5 following is a summary of the appropriations in subsections (2) to
- **6** (5):
- (a) The gross appropriation is \$1,362,278,400.00
- \$1,331,126,300.00. After deducting total interdepartmental grants

- 1 and intradepartmental transfers in the amount of \$0.00, the
- 2 adjusted gross appropriation is
- $\frac{\$1,362,278,400.00.\$1,331,126,300.00.}{}$
- 4 (b) The sources of the adjusted gross appropriation described
- 5 in subdivision (a) are as follows:
- 6 (i) Total federal revenues, \$98,326,400.00.
- 7 (ii) Total local revenues, \$0.00.
- 8 (iii) Total private revenues, \$0.00.
- 9 (iv) Total other state restricted revenues,
- 10 \$200,219,500.00.\$168,867,400.00.
- 11 (v) State general fund/general purpose money,
- **12** \$1,063,732,500.00.
- 13 (2) Amounts appropriated for public universities are as
- 14 follows:
- 15 (a) The appropriation for Central Michigan University is
- 16 \$68,108,900.00, \$61,431,100.00 for operations and \$6,677,800.00 for
- 17 tuition restraint incentive, appropriated from the following:
- 18 (i) State school aid fund, \$11,284,600.00.
- 19 (ii) State general fund/general purpose money, \$56,824,300.00.
- 20 (b) The appropriation for Eastern Michigan University is
- 21 \$64,619,100.00, \$61,319,900.00 for operations and \$3,299,200.00 for
- 22 tuition restraint incentive, appropriated from the following:
- (i) State school aid fund, \$10,706,400.00.
- 24 (ii) State general fund/general purpose money, \$53,912,700.00.
- 25 (c) The appropriation for Ferris State University is
- 26 \$41,324,300.00, \$37,971,600.00 for operations and \$3,352,700.00 for
- 27 tuition restraint incentive, appropriated from the following:

- 1 (i) State school aid fund, \$6,846,800.00.
- 2 (ii) State general fund/general purpose money, \$34,477,500.00.
- 3 (d) The appropriation for Grand Valley State University is
- 4 \$52,677,400.00, \$48,431,500.00 for operations and \$4,245,900.00 for
- 5 tuition restraint incentive, appropriated from the following:
- 6 (i) State school aid fund, \$8,727,800.00.
- 7 (ii) State general fund/general purpose money, \$43,949,600.00.
- 8 (e) The appropriation for Lake Superior State University is
- **9** \$10,789,500.00, \$10,055,100.00 for operations and \$734,400.00 for
- 10 tuition restraint incentive, appropriated from the following:
- (i) State school aid fund, \$1,787,600.00.
- 12 (ii) State general fund/general purpose money, \$9,001,900.00.
- 13 (f) The appropriation for Michigan State University is
- 14  $\frac{$293,746,600.00}{$275,422,000.00}$ , \$222,796,200.00 for operations  $\tau$
- 15 \$18,324,600.00 for tuition restraint incentive, and \$52,625,800.00
- 16 for agricultural experiment and cooperative extension activities,
- 17 appropriated from the following:
- 18 (i) State school aid fund,  $\frac{39,949,900.00.}{21,625,300.00}$ .
- 19 (ii) State general fund/general purpose money, \$253,796,700.00.
- 20 (g) The appropriation for Michigan Technological University is
- 21 \$40,733,600.00, \$37,409,700.00 for operations and \$3,323,900.00 for
- 22 tuition restraint incentive, appropriated from the following:
- (i) State school aid fund, \$6,748,900.00.
- 24 (ii) State general fund/general purpose money, \$33,984,700.00.
- 25 (h) The appropriation for Northern Michigan University is
- 26 \$38,367,400.00, \$36,225,200.00 for operations and \$2,142,200.00 for
- 27 tuition restraint incentive, appropriated from the following:

- 1 (i) State school aid fund, \$6,356,900.00.
- 2 (ii) State general fund/general purpose money, \$32,010,500.00.
- 3 (i) The appropriation for Oakland University is
- 4 \$43,145,000.00, \$39,313,500.00 for operations and \$3,831,500.00 for
- 5 tuition restraint incentive, appropriated from the following:
- 6 (i) State school aid fund, \$7,148,400.00.
- 7 (ii) State general fund/general purpose money, \$35,996,600.00.
- 8 (j) The appropriation for Saginaw Valley State University is
- **9** \$23,561,500.00, \$21,969,300.00 for operations and \$1,592,200.00 for
- 10 tuition restraint incentive, appropriated from the following:
- (i) State school aid fund, \$3,903,800.00.
- 12 (ii) State general fund/general purpose money, \$19,657,700.00.
- 13 (k) The appropriation for University of Michigan Ann Arbor
- 14 is \$268,803,300.00, \$254,931,800.00 for operations and
- 15 \$13,871,500.00 for tuition restraint incentive, appropriated from
- 16 the following:
- 17 (i) State school aid fund, \$44,536,300.00.
- 18 (ii) State general fund/general purpose money, \$224,267,000.00.
- 19 (l) The appropriation for University of Michigan Dearborn is
- 20 \$21,016,300.00, \$19,627,400.00 for operations and \$1,388,900.00 for
- 21 tuition restraint incentive, appropriated from the following:
- (i) State school aid fund, \$3,482,100.00.
- 23 (ii) State general fund/general purpose money, \$17,534,200.00.
- 24 (m) The appropriation for University of Michigan Flint is
- 25 \$17,762,400.00, \$16,679,400.00 for operations and \$1,083,000.00 for
- 26 tuition restraint incentive, appropriated from the following:
- (i) State school aid fund, \$2,942,900.00.

- 1 (ii) State general fund/general purpose money, \$14,819,500.00.
- 2 (n) The appropriation for Wayne State University is
- 3 \$182,036,900.00, \$169,209,400.00, for operations, and
- 4 \$12,827,500.00 for tuition restraint incentive, appropriated from
- 5 the following:
- 6 (i) State school aid fund, \$30,160,600.00.\$17,333,100.00.
- 7 (ii) State general fund/general purpose money, \$151,876,300.00.
- 8 (o) The appropriation for Western Michigan University is
- 9 \$93,168,300.00, \$86,866,700.00 for operations and \$6,301,600.00 for
- 10 tuition restraint incentive, appropriated from the following:
- (i) State school aid fund, \$15,436,500.00.
- 12 (ii) State general fund/general purpose money, \$77,731,800.00.
- 13 (3) The amount appropriated for state and regional programs is
- 14 \$200,000.00, appropriated from general fund/general purpose money
- 15 and allocated as follows:
- (a) Higher education database modernization and conversion,
- **17** \$105,000.00.
- (b) Midwestern higher education compact, \$95,000.00.
- 19 (4) 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.
- (c) Morris Hood, Jr. educator development program,
- 26 \$148,600.00.
- 27 (5) Subject to subsection (6), the amount appropriated for

- 1 grants and financial aid is \$99,526,400.00, allocated as follows:
- 2 (a) State competitive scholarships, \$19,861,700.00.
- 3 (b) Tuition grants, \$31,664,700.00.
- **4** (c) Tuition incentive program, \$43,800,000.00.
- 5 (d) Robert C. Byrd honors scholarship program, \$1,500,000.00.
- 6 (e) Children of veterans and officer's survivor tuition grant
- 7 programs, \$1,200,000.00.
- 8 (f) Project GEAR-UP, \$1,500,000.00.
- 9 (6) The money appropriated in subsection (5) for grants and
- 10 financial aid is appropriated from the following:
- 11 (a) Federal revenues under subpart 4 of part A of title IV of
- 12 the higher education act of 1965, Public Law 89-329, 79 Stat. 1232,
- **13** \$1,500,000.00.
- 14 (b) Federal revenues under subpart 6 of part A of title IV of
- 15 the higher education act of 1965, Public Law 89-329, 79 Stat. 1232,
- **16** \$1,500,000.00.
- 17 (c) Federal revenues under the United States department of
- 18 education, office of elementary and secondary education, GEAR-UP
- **19** program, \$1,500,000.00.
- 20 (d) Federal revenues under the social security act, temporary
- 21 assistance for needy families, \$93,826,400.00.
- 22 (e) Contributions to children of veterans tuition grant
- 23 program, \$200,000.00.
- 24 (f) State general fund/general purpose money, \$1,000,000.00.
- 25 SEC. 265A. (1) IT IS THE INTENT OF THE LEGISLATURE THAT THE
- 26 FOLLOWING DEFINITIONS APPLY FOR PURPOSES OF ANY PUBLIC UNIVERSITY
- 27 TUITION RESTRAINT INCENTIVE FUNDING INCLUDED IN THE APPROPRIATIONS

- 1 FOR HIGHER EDUCATION FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2013:
- 2 (A) "FEE" MEANS ANY FEE AUTHORIZED BY THE BOARD OF A PUBLIC
- 3 UNIVERSITY THAT WILL BE PAID BY MORE THAN 1/2 OF ALL RESIDENT
- 4 UNDERGRADUATE STUDENTS AT LEAST ONCE DURING THEIR ENROLLMENT AT THE
- 5 PUBLIC UNIVERSITY.
- 6 (B) "TUITION AND FEE RATE" MEANS THE AVERAGE OF FULL-TIME
- 7 RATES FOR ALL UNDERGRADUATE CLASSES AT A PUBLIC UNIVERSITY, BASED
- 8 ON AN AVERAGE OF THE RATES AUTHORIZED BY THE UNIVERSITY BOARD AND
- 9 ACTUALLY CHARGED TO STUDENTS, NET OF ANY UNIFORMLY-REBATED OR
- 10 REFUNDED AMOUNTS, FOR THE 2 SEMESTERS WITH THE HIGHEST LEVELS OF
- 11 FULL-TIME EQUATED RESIDENT UNDERGRADUATE ENROLLMENT DURING THE
- 12 ACADEMIC YEAR.
- 13 (2) IT IS THE INTENT OF THE LEGISLATURE THAT, FOR PURPOSES OF
- 14 DETERMINING THE AMOUNT OF ANY PUBLIC UNIVERSITY TUITION RESTRAINT
- 15 INCENTIVE FUNDING INCLUDED IN THE APPROPRIATIONS FOR HIGHER
- 16 EDUCATION FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2013, A PUBLIC
- 17 UNIVERSITY THAT INCREASES A FEE THAT APPLIES TO A SPECIFIC SUBSET
- 18 OF STUDENTS OR COURSES SHALL PROVIDE SUFFICIENT INFORMATION TO THE
- 19 LEGISLATURE AND STATE BUDGET DIRECTOR TO PROVE THAT THE INCREASE
- 20 APPLIED TO THAT SUBSET WILL NOT CAUSE THE INCREASE IN THE AVERAGE
- 21 AMOUNT OF BOARD-AUTHORIZED TOTAL TUITION AND FEES PAID BY RESIDENT
- 22 UNDERGRADUATE STUDENTS IN THE 2012-2013 ACADEMIC YEAR TO EXCEED THE
- 23 LIMIT ESTABLISHED BY THE LEGISLATURE FOR THAT ACADEMIC YEAR.
- 24 Enacting section 1. This amendatory act takes effect October
- **25** 1, 2011.