



**Senate Fiscal Agency**  
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BILL



ANALYSIS

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[House Bill is H.B. 4228](#)

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<b>FY 2013-14 Senate-Passed Gross Appropriation.....</b>	<b>\$335,977,600</b>
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**House Changes to Senate-Passed:**

1. **Virtual Learning Collaborative.** The Governor and the Senate included \$1.1 million GF/GP for the Virtual Learning Collaborative. The Collaborative provides access to courses offered by all Michigan public community colleges. In 2009 the Michigan Community College Association Board of Directors approved an affiliate membership for four-year institutions. To date, Lawrence Tech and Grand Valley State University have become members. The new State funding will be used for the development of course aggregator software, development of a "pathway to credential" tool that will identify courses toward a career path, develop analytics software that informs colleges of course demand for decision making of future offerings, and development of a repository of online courses and resources for use by faculty at member institutions. The House eliminated the appropriation. (1,100,000)

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Total Changes .....	(\$1,100,000)
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<b>FY 2013-14 House-Passed Gross Appropriation.....</b>	<b>\$334,877,600</b>
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**Changes from FY 2013-14 Senate-Passed:**

1. **Anticipated Appropriations subsequent Fiscal Year.** Boilerplate stating intent of the legislature to provide the same level of appropriations for the next fiscal year, except that the line-items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue, which will be determined after the January Revenue Estimating Conference. House changes January to May Revenue Estimating Conference. (Sec. 201a)
2. **Virtual Learning Collaborative.** The Governor and Senate included language outlining the criteria for this one-time project. Requires report on use of funds upon request. (Sec. 201(8))
3. **Appropriation Limitations/JCOS Compliance.** Prohibits the use of appropriations in Part 1 for the construction or maintenance of a self-liquidating project. Provides that community colleges shall comply with current Joint Capital Outlay Subcommittee (JCOS) use and finance requirements. Provides for 1% penalty for each violation. The Senate modified this language based on recent capital outlay reform legislation. (Sec. 208)
4. **Transparency.** Requires each community college to make available through links on its website homepage its annual operating budget, links to the most recent activities classification structure report, current collective bargaining agreements, health care plans, audits and financial reports, and compliance with best practices. Includes certain format requirements consistent with K-12 reporting. Provides that State Budget Director shall determine compliance and allows for withholding of State aid payments for noncompliance. Subsection 4 provides for reports on budgeted revenue and expenditures. Senate added reporting requirement for estimated costs incurred due to Affordable Health Care Act. House eliminated posting of board resolution regarding compliance with best practices. (Sec. 209)
5. **Statutory Mandates.** The Governor and Senate eliminated language stating legislative intent that interested parties review statutory mandates imposed on community colleges and determine whether those mandates are necessary and also review estimated costs and benefits. Provides for report. The House maintained this section. (Sec. 216)
6. **Veterans Tuition and Fees.** Senate added intent language to review the issue of in-district tuition and fee rates for veterans. House did not include. (Sec. 229 (2))
7. **Skilled Trades Jobs Placement.** The Senate included new language that requires the Department of Technology, Management, and Budget to prepare a report by February 1, 2014 on the number of students that successfully completed a skilled trades program and obtained an apprenticeship or job in a field related to that skilled trades program for fiscal year 2012-2013. The report shall also indicate the number of these students that are veterans of the United States armed forces. (Sec. 229b)

Date Completed: 4-29-13

Fiscal Analyst: Bill Bowerman

Table 1: FY 2013-14 Community College Appropriation Bill

College	FY 2012-13 Enacted	FY 2013-14 Governor			FY 2013-14 Senate			FY 2013-14 House		
		Total Adjustments	FY 2013-14	Percent Change	Total Adjustments	Appropriation	Percent Change	Total Adjustments	Appropriation	Percent Change
Alpena	\$5,133,600	\$84,300	\$5,217,900	1.6%	\$102,900	\$5,236,500	2.0%	\$102,900	\$5,236,500	2.0%
Bay de Noc	5,184,000	74,600	5,258,600	1.4%	95,400	5,279,400	1.8%	95,400	5,279,400	1.8%
Delta	13,772,700	243,900	14,016,600	1.8%	290,800	14,063,500	2.1%	290,800	14,063,500	2.1%
Glen Oaks	2,393,500	38,900	2,432,400	1.6%	48,000	2,441,500	2.0%	47,700	2,441,200	2.0%
Gogebic	4,251,700	61,600	4,313,300	1.4%	78,600	4,330,300	1.8%	78,600	4,330,300	1.8%
Grand Rapids	17,129,200	259,300	17,388,500	1.5%	325,700	17,454,900	1.9%	325,700	17,454,900	1.9%
Henry Ford	20,687,400	287,600	20,975,000	1.4%	372,600	21,060,000	1.8%	372,600	21,060,000	1.8%
Jackson	11,542,000	170,900	11,712,900	1.5%	216,200	11,758,200	1.9%	216,200	11,758,200	1.9%
Kalamazoo Valley	11,880,200	200,000	12,080,200	1.7%	242,300	12,122,500	2.0%	242,400	12,122,600	2.0%
Kellogg	9,330,000	159,200	9,489,200	1.7%	192,000	9,522,000	2.1%	192,100	9,522,100	2.1%
Kirtland	2,981,200	67,100	3,048,300	2.3%	74,500	3,055,700	2.5%	74,500	3,055,700	2.5%
Lake Michigan	5,081,500	77,000	5,158,500	1.5%	96,600	5,178,100	1.9%	96,600	5,178,100	1.9%
Lansing	29,463,900	445,400	29,909,300	1.5%	559,700	30,023,600	1.9%	559,900	30,023,800	1.9%
Macomb	31,343,700	464,100	31,807,800	1.5%	587,400	31,931,100	1.9%	587,600	31,931,300	1.9%
Mid Michigan	4,412,600	93,100	4,505,700	2.1%	105,300	4,517,900	2.4%	105,300	4,517,900	2.4%
Monroe	4,241,900	89,000	4,330,900	2.1%	100,700	4,342,600	2.4%	100,700	4,342,600	2.4%
Montcalm	3,051,800	60,100	3,111,900	2.0%	69,400	3,121,200	2.3%	69,500	3,121,300	2.3%
Mott	14,955,800	235,000	15,190,800	1.6%	291,300	15,247,100	1.9%	291,300	15,247,100	1.9%
Muskegon	8,493,300	127,000	8,620,300	1.5%	160,200	8,653,500	1.9%	160,300	8,653,600	1.9%
North Central	2,992,900	63,200	3,056,100	2.1%	71,500	3,064,400	2.4%	71,500	3,064,400	2.4%
Northwestern	8,662,000	129,300	8,791,300	1.5%	163,300	8,825,300	1.9%	163,200	8,825,200	1.9%
Oakland	20,065,100	348,400	20,413,500	1.7%	418,000	20,483,100	2.1%	418,000	20,483,100	2.1%
St. Clair	6,726,700	108,500	6,835,200	1.6%	133,400	6,860,100	2.0%	133,400	6,860,100	2.0%
Schoolcraft	11,852,100	222,000	12,074,100	1.9%	260,200	12,112,300	2.2%	260,100	12,112,200	2.2%
Southwestern	6,296,600	80,600	6,377,200	1.3%	107,700	6,404,300	1.7%	107,700	6,404,300	1.7%
Washtenaw	12,295,200	286,500	12,581,700	2.3%	315,600	12,610,800	2.6%	315,600	12,610,800	2.6%
Wayne County	15,867,900	270,300	16,138,200	1.7%	326,400	16,194,300	2.1%	326,400	16,194,300	2.1%
West Shore	2,308,400	31,500	2,339,900	1.4%	41,400	2,349,800	1.8%	41,100	2,349,500	1.8%
Skilled Trades Formula Funding (15.0%)	\$0	1,068,700	1,068,700	---	0	0	0.0%	0	0	0.0%
Subtotal Operations:	\$292,396,900	\$5,847,100	\$298,244,000	2.0%	\$5,847,100	\$298,244,000	2.0%	\$5,847,100	\$298,244,000	2.0%
Virtual Learning Collaborative	\$0	1,100,000	1,100,000	---	1,100,000	1,100,000	---	0	0	0.0%
MPERS Retiree Health Care	\$1,733,600	0	1,733,600	0.0%	0	1,733,600	0.0%	0	1,733,600	0.0%
MPERS Reform Costs	\$0	31,400,000	31,400,000	---	31,400,000	31,400,000	---	31,400,000	31,400,000	---
Renaissance Zone Reimbursements	\$0	3,500,000	3,500,000	---	3,500,000	3,500,000	---	3,500,000	3,500,000	---
Total Appropriations:	\$294,130,500	\$41,847,100	\$335,977,600	14.2%	\$41,847,100	\$335,977,600	14.2%	40,747,300	\$334,877,800	13.9%
State School Aid Fund	197,614,100	0	\$197,614,100	0.0%	0	197,614,100	0.0%	0	197,614,100	0.0%
GF/GP	\$96,516,400	\$41,847,100	\$138,363,500	43.4%	\$41,847,100	\$138,363,500	43.4%	\$40,747,300	137,263,700	42.2%

\* Senate and House amounts assume each college meets best practices requirements to qualify for Local Strategic Value distributions.