

## FIRST CONFERENCE REPORT

The Committee of Conference on the matters of difference between the two Houses concerning

Senate Bill No. 784, entitled

A bill to amend 1979 PA 94, entitled "The state school aid act of 1979," by amending sections 201 and 201a (MCL 388.1801 and 388.1801a), as amended by 2015 PA 85.

Recommends:

First: That the House recede from the Substitute of the House as passed by the House.

Second: That the Senate and House agree to the Substitute of the Senate as passed by the Senate, amended to read as follows:

(attached)

Third: That the Senate and House agree to the title of the bill to read as follows:

A bill to amend 1979 PA 94, entitled "An act to make appropriations to aid in the support of the public schools, the intermediate school districts, community colleges, and public universities of the state; to make appropriations for certain other purposes relating to education; to provide for the disbursement of the appropriations; to authorize the issuance of certain bonds and provide for the security of those bonds; to prescribe the powers and duties of certain state departments, the state board of education, and certain other boards and officials; to create certain funds and provide for their expenditure; to prescribe penalties; and to repeal acts and parts of acts," by amending sections 201, 201a, 202a, 203, 206, 207, 207a, 207b, 207c, 209, 210b, 212, 217, 219, 220, 222, 223, 224, 225, 226, 229a, and 230 (MCL 388.1801, 388.1801a, 388.1802a, 388.1803, 388.1806, 388.1807, 388.1807a, 388.1807b, 388.1807c, 388.1809, 388.1810b, 388.1812, 388.1817, 388.1819, 388.1820, 388.1822, 388.1823, 388.1824, 388.1825, 388.1826, 388.1829a, and 388.1830), sections 201, 201a, 206, 207a, 207b, 207c, 209, 210b, 217, 222, 225, 226, and 229a as amended by 2015 PA 85, sections 202a and 224 as amended by 2014 PA

196, sections 203, 207, 212, 219, 220, and 223 as amended by 2012 PA 201, and section 230 as amended by 2016 PA 56, and by adding section 210e; and to repeal acts and parts of acts.

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Darwin L. Booher

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Paul Muxlow

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Tonya Schuitmaker

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John Bizon, M.D.

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David Knezek

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Henry Yanez

Conferees for the Senate

Conferees for the House

**SUBSTITUTE FOR  
SENATE BILL NO. 784**

A bill to amend 1979 PA 94, entitled  
"The state school aid act of 1979,"  
by amending sections 201, 201a, 202a, 203, 206, 207, 207a, 207b,  
207c, 209, 210b, 212, 217, 219, 220, 222, 223, 224, 225, 226, 229a,  
and 230 (MCL 388.1801, 388.1801a, 388.1802a, 388.1803, 388.1806,  
388.1807, 388.1807a, 388.1807b, 388.1807c, 388.1809, 388.1810b,  
388.1812, 388.1817, 388.1819, 388.1820, 388.1822, 388.1823,  
388.1824, 388.1825, 388.1826, 388.1829a, and 388.1830), sections  
201, 201a, 206, 207a, 207b, 207c, 209, 210b, 217, 222, 225, 226,  
and 229a as amended by 2015 PA 85, sections 202a and 224 as amended  
by 2014 PA 196, sections 203, 207, 212, 219, 220, and 223 as  
amended by 2012 PA 201, and section 230 as amended by 2016 PA 56,  
and by adding section 210e; and to repeal acts and parts of acts.

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

1           Sec. 201. (1) Subject to the conditions set forth in this  
 2 article, the amounts listed in this section are appropriated for  
 3 community colleges for the fiscal year ending September 30, ~~2016,~~  
 4 **2017**, from the funds indicated in this section. The following is a  
 5 summary of the appropriations in this section:

6           (a) The gross appropriation is ~~\$387,825,600.00.~~  
 7 **\$395,925,600.00.** After deducting total interdepartmental grants and  
 8 intradepartmental transfers in the amount of \$0.00, the adjusted  
 9 gross appropriation is ~~\$387,825,600.00.~~**\$395,925,600.00.**

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

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

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

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

15           (iv) Total other state restricted revenues,  
 16 ~~\$256,714,800.00.~~**\$260,414,800.00.**

17           (v) State general fund/general purpose money,  
 18 ~~\$131,110,800.00.~~**\$135,510,800.00.**

19           (2) Subject to subsection (3), the amount appropriated for  
 20 community college operations is ~~\$311,492,000.00,~~**\$315,892,000.00,**  
 21 allocated as follows:

22           (a) The appropriation for Alpena Community College is  
 23 ~~\$5,464,400.00, \$5,390,700.00 for operations and \$73,700.00 for~~  
 24 ~~performance funding.~~**\$5,544,700.00, \$5,464,400.00 FOR OPERATIONS AND**  
 25 **\$80,300.00 FOR PERFORMANCE FUNDING.**

26           (b) The appropriation for Bay de Noc Community College is  
 27 ~~\$5,490,200.00, \$5,419,500.00 for operations and \$70,700.00 for~~

1 ~~performance funding.~~ \$5,560,900.00, \$5,490,200.00 FOR OPERATIONS AND  
2 \$70,700.00 FOR PERFORMANCE FUNDING.

3 (c) The appropriation for Delta College is ~~\$14,704,000.00,~~  
4 ~~\$14,498,900.00 for operations and \$205,100.00 for performance~~  
5 ~~funding.~~ \$14,907,700.00, \$14,704,000.00 FOR OPERATIONS AND  
6 \$203,700.00 FOR PERFORMANCE FUNDING.

7 (d) The appropriation for Glen Oaks Community College is  
8 ~~\$2,551,100.00, \$2,516,100.00 for operations and \$35,000.00 for~~  
9 ~~performance funding.~~ \$2,586,900.00, \$2,551,100.00 FOR OPERATIONS AND  
10 \$35,800.00 FOR PERFORMANCE FUNDING.

11 (e) The appropriation for Gogebic Community College is  
12 ~~\$4,509,900.00, \$4,451,400.00 for operations and \$58,500.00 for~~  
13 ~~performance funding.~~ \$4,577,800.00, \$4,509,900.00 FOR OPERATIONS AND  
14 \$67,900.00 FOR PERFORMANCE FUNDING.

15 (f) The appropriation for Grand Rapids Community College is  
16 ~~\$18,187,300.00, \$17,947,500.00 for operations and \$239,800.00 for~~  
17 ~~performance funding.~~ \$18,450,500.00, \$18,187,300.00 FOR OPERATIONS  
18 AND \$263,200.00 FOR PERFORMANCE FUNDING.

19 (g) The appropriation for Henry Ford College is  
20 ~~\$21,893,300.00, \$21,623,800.00 for operations and \$269,500.00 for~~  
21 ~~performance funding.~~ \$22,176,000.00, \$21,893,300.00 FOR OPERATIONS  
22 AND \$282,700.00 FOR PERFORMANCE FUNDING.

23 (h) The appropriation for Jackson College is ~~\$12,245,300.00,~~  
24 ~~\$12,087,300.00 for operations and \$158,000.00 for performance~~  
25 ~~funding.~~ \$12,397,600.00, \$12,245,300.00 FOR OPERATIONS AND  
26 \$152,300.00 FOR PERFORMANCE FUNDING.

27 (i) The appropriation for Kalamazoo Valley Community College

1 is ~~\$12,689,400.00, \$12,503,100.00 for operations and \$186,300.00~~  
2 ~~for performance funding.~~ **\$12,873,900.00, \$12,689,400.00 FOR**  
3 **OPERATIONS AND \$184,500.00 FOR PERFORMANCE FUNDING.**

4 (j) The appropriation for Kellogg Community College is  
5 ~~\$9,950,100.00, \$9,813,500.00 for operations and \$136,600.00 for~~  
6 ~~performance funding.~~ **\$10,087,500.00, \$9,950,100.00 FOR OPERATIONS**  
7 **AND \$137,400.00 FOR PERFORMANCE FUNDING.**

8 (k) The appropriation for Kirtland Community College is  
9 ~~\$3,221,500.00, \$3,167,700.00 for operations and \$53,800.00 for~~  
10 ~~performance funding.~~ **\$3,270,000.00, \$3,221,500.00 FOR OPERATIONS AND**  
11 **\$48,500.00 FOR PERFORMANCE FUNDING.**

12 (l) The appropriation for Lake Michigan College is  
13 ~~\$5,417,700.00, \$5,342,900.00 for operations and \$74,800.00 for~~  
14 ~~performance funding.~~ **\$5,492,800.00, \$5,417,700.00 FOR OPERATIONS AND**  
15 **\$75,100.00 FOR PERFORMANCE FUNDING.**

16 (m) The appropriation for Lansing Community College is  
17 ~~\$31,288,200.00, \$30,877,600.00 for operations and \$410,600.00 for~~  
18 ~~performance funding.~~ **\$31,677,300.00, \$31,288,200.00 FOR OPERATIONS**  
19 **AND \$389,100.00 FOR PERFORMANCE FUNDING.**

20 (n) The appropriation for Macomb Community College is  
21 ~~\$33,239,500.00, \$32,816,600.00 for operations and \$422,900.00 for~~  
22 ~~performance funding.~~ **\$33,681,800.00, \$33,239,500.00 FOR OPERATIONS**  
23 **AND \$442,300.00 FOR PERFORMANCE FUNDING.**

24 (o) The appropriation for Mid Michigan Community College is  
25 ~~\$4,757,700.00, \$4,682,000.00 for operations and \$75,700.00 for~~  
26 ~~performance funding.~~ **\$4,834,100.00, \$4,757,700.00 FOR OPERATIONS AND**  
27 **\$76,400.00 FOR PERFORMANCE FUNDING.**

1 (p) The appropriation for Monroe County Community College is  
2 ~~\$4,565,600.00, \$4,492,900.00 for operations and \$72,700.00 for~~  
3 ~~performance funding.~~**\$4,636,700.00, \$4,565,600.00 FOR OPERATIONS AND**  
4 **\$71,100.00 FOR PERFORMANCE FUNDING.**

5 (q) The appropriation for Montcalm Community College is  
6 ~~\$3,280,600.00, \$3,226,700.00 for operations and \$53,900.00 for~~  
7 ~~performance funding.~~**\$3,343,100.00, \$3,280,600.00 FOR OPERATIONS AND**  
8 **\$62,500.00 FOR PERFORMANCE FUNDING.**

9 (r) The appropriation for C.S. Mott Community College is  
10 ~~\$15,901,700.00, \$15,686,100.00 for operations and \$215,600.00 for~~  
11 ~~performance funding.~~**\$16,115,500.00, \$15,901,700.00 FOR OPERATIONS**  
12 **AND \$213,800.00 FOR PERFORMANCE FUNDING.**

13 (s) The appropriation for Muskegon Community College is  
14 ~~\$9,020,700.00, \$8,901,000.00 for operations and \$119,700.00 for~~  
15 ~~performance funding.~~**\$9,150,600.00, \$9,020,700.00 FOR OPERATIONS AND**  
16 **\$129,900.00 FOR PERFORMANCE FUNDING.**

17 (t) The appropriation for North Central Michigan College is  
18 ~~\$3,224,800.00, \$3,172,400.00 for operations and \$52,400.00 for~~  
19 ~~performance funding.~~**\$3,290,400.00, \$3,224,800.00 FOR OPERATIONS AND**  
20 **\$65,600.00 FOR PERFORMANCE FUNDING.**

21 (u) The appropriation for Northwestern Michigan College is  
22 ~~\$9,200,500.00, \$9,078,800.00 for operations and \$121,700.00 for~~  
23 ~~performance funding.~~**\$9,318,000.00, \$9,200,500.00 FOR OPERATIONS AND**  
24 **\$117,500.00 FOR PERFORMANCE FUNDING.**

25 (v) The appropriation for Oakland Community College is  
26 ~~\$21,429,400.00, \$21,123,300.00 for operations and \$306,100.00 for~~  
27 ~~performance funding.~~**\$21,770,900.00, \$21,429,400.00 FOR OPERATIONS**

1 AND \$341,500.00 FOR PERFORMANCE FUNDING.

2 ~~—— (w) The appropriation for St. Clair County Community College~~  
3 ~~is \$7,158,000.00, \$7,061,600.00 for operations and \$96,400.00 for~~  
4 ~~performance funding.~~

5 (W) ~~(x)~~ The appropriation for Schoolcraft College is  
6 ~~\$12,706,400.00, \$12,513,700.00 for operations and \$192,700.00 for~~  
7 ~~performance funding.~~ \$12,909,300.00, \$12,706,400.00 FOR OPERATIONS  
8 AND \$202,900.00 FOR PERFORMANCE FUNDING.

9 (X) ~~(y)~~ The appropriation for Southwestern Michigan College is  
10 ~~\$6,657,600.00, \$6,576,400.00 for operations and \$81,200.00 for~~  
11 ~~performance funding.~~ \$6,732,500.00, \$6,657,600.00 FOR OPERATIONS AND  
12 \$74,900.00 FOR PERFORMANCE FUNDING.

13 (Y) THE APPROPRIATION FOR ST. CLAIR COUNTY COMMUNITY COLLEGE  
14 IS \$7,259,300.00, \$7,158,000.00 FOR OPERATIONS AND \$101,300.00 FOR  
15 PERFORMANCE FUNDING.

16 (z) The appropriation for Washtenaw Community College is  
17 ~~\$13,301,100.00, \$13,077,300.00 for operations and \$223,800.00 for~~  
18 ~~performance funding.~~ \$13,534,000.00, \$13,301,100.00 FOR OPERATIONS  
19 AND \$232,900.00 FOR PERFORMANCE FUNDING.

20 (aa) The appropriation for Wayne County Community College is  
21 ~~\$16,989,800.00, \$16,727,600.00 for operations and \$262,200.00 for~~  
22 ~~performance funding.~~ \$17,234,200.00, \$16,989,800.00 FOR OPERATIONS  
23 AND \$244,400.00 FOR PERFORMANCE FUNDING.

24 (bb) The appropriation for West Shore Community College is  
25 ~~\$2,446,200.00, \$2,414,900.00 for operations and \$31,300.00 for~~  
26 ~~performance funding.~~ \$2,478,000.00, \$2,446,200.00 FOR OPERATIONS AND  
27 \$31,800.00 FOR 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, ~~\$236,181,200.00.~~ **\$185,481,200.00.**

4 (b) State general fund/general purpose money,  
5 ~~\$75,310,800.00.~~ **\$130,410,800.00.**

6 (4) From the appropriations described in subsection (1),  
7 subject to section 207a, the amount appropriated for fiscal year  
8 ~~2015-2016-2016-2017~~ to offset certain fiscal year ~~2015-2016-2016-~~  
9 **2017** retirement contributions is \$1,733,600.00, appropriated from  
10 the state school 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 ~~\$69,500,000.00, \$17,200,000.00~~ **\$73,200,000.00,**  
15 ~~appropriated from the state school aid fund, , and \$52,300,000.00~~  
16 ~~appropriated from general fund/general purpose money.~~

17 (6) From the appropriations described in subsection (1),  
18 subject to section 207c, the amount appropriated for renaissance  
19 zone tax reimbursements is \$5,100,000.00, ~~\$1,600,000.00~~  
20 ~~appropriated from the state school aid fund, and \$3,500,000.00~~  
21 ~~appropriated from general fund/general purpose money.~~

22 Sec. 201a. It is the intent of the legislature to provide  
23 appropriations for the fiscal year ending on September 30, ~~2017~~  
24 **2018** for the items listed in section 201. The fiscal year ~~2016-2017~~  
25 **2017-2018** appropriations are anticipated to be the same as those  
26 for fiscal year ~~2015-2016,~~ **2016-2017**, except that the amounts will  
27 be adjusted for changes in retirement costs, caseload and related

1 costs, federal fund match rates, economic factors, and available  
2 revenue. These adjustments will be determined after the January  
3 ~~2016-2017~~ consensus revenue estimating conference.

4 Sec. 202a. As used in this article:

5 (A) "CENTER" MEANS THE CENTER FOR EDUCATIONAL PERFORMANCE AND  
6 INFORMATION CREATED IN SECTION 94A.

7 (B) ~~(a)~~-"Michigan renaissance zone act" means the Michigan  
8 renaissance zone act, 1996 PA 376, MCL 125.2681 to 125.2696.

9 (C) ~~(b)~~-"Participating college" means a community college that  
10 is a reporting unit of the retirement system and that reports  
11 employees to the retirement system for the state fiscal year.

12 (D) ~~(c)~~-"Retirement board" means the board that administers  
13 the retirement system under the public school employees retirement  
14 act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

15 (E) ~~(d)~~-"Retirement system" means the Michigan public school  
16 employees' retirement system under the public school employees  
17 retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

18 (F) ~~(e)~~-"Workforce development agency" means the workforce  
19 development agency ~~of the Michigan strategic fund.~~ **WITHIN THE**  
20 **DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT--TALENT INVESTMENT**  
21 **AGENCY.**

22 Sec. 203. Unless otherwise specified, a community college that  
23 receives appropriations in section 201, ~~and~~ the workforce  
24 development agency, **AND THE CENTER** shall use the ~~internet~~ **INTERNET**  
25 to fulfill the reporting requirements of this article. This  
26 requirement may include transmission of reports via electronic mail  
27 to the recipients identified for each reporting requirement or it

1 may include placement of reports on an ~~internet~~ **INTERNET** or  
2 intranet site.

3       Sec. 206. The funds appropriated in section 201 are  
4 appropriated for community colleges with fiscal years ending June  
5 30, ~~2016-2017~~ and shall be paid out of the state treasury and  
6 distributed by the state treasurer to the respective community  
7 colleges in 11 monthly installments on the sixteenth of each month,  
8 or the next succeeding business day, beginning with October 16,  
9 ~~2015-2016~~. Each community college shall accrue its July and August  
10 ~~2016-2017~~ payments to its institutional fiscal year ending June 30,  
11 ~~2016-2017~~. However, if the state budget director determines that a  
12 community college failed to submit all verified Michigan community  
13 colleges activities classification structure data for school year  
14 ~~2014-2015-2015-2016~~ to the ~~workforce development agency~~ **CENTER** by  
15 November 1, ~~2015,~~ **2016**, or failed to submit its longitudinal data  
16 system data set for school year ~~2014-2015-2015-2016~~ to the center  
17 ~~for educational performance and information~~ under section 219, the  
18 state treasurer shall withhold the monthly installments from that  
19 community college until those data are submitted. The state budget  
20 director shall notify the chairs of the house and senate  
21 appropriations subcommittees on community colleges at least 10 days  
22 before withholding funds from any community college.

23       Sec. 207. (1) A community college shall pay the employer's  
24 contributions to the Michigan public school employees' retirement  
25 system created by the public school employees retirement act of  
26 1979, 1980 PA 300, MCL 38.1301 to ~~38.1408.~~ **38.1437**. This payment is  
27 a condition of receiving funds appropriated under this article.

1           (2) A community college shall not pay an employer's  
2 contribution to more than 1 retirement fund providing benefits for  
3 an employee.

4           Sec. 207a. All of the following apply to the allocation of the  
5 fiscal year ~~2015-2016~~-2016-2017 appropriations described in section  
6 201(4):

7           (a) A community college that receives money under section  
8 201(4) shall use that money solely for the purpose of offsetting a  
9 portion of the retirement contributions owed by the college for  
10 that fiscal year.

11           (b) The amount allocated to each participating community  
12 college under section 201(4) shall be based on each college's  
13 percentage of the total covered payroll for all community colleges  
14 that are participating colleges in the immediately preceding fiscal  
15 year.

16           Sec. 207b. All of the following apply to the allocation of the  
17 fiscal year ~~2015-2016~~-2016-2017 appropriations described in section  
18 201(5) for payments to community colleges that are participating  
19 entities of the retirement system:

20           (a) The amount of a payment under section 201(5) shall be the  
21 difference between the unfunded actuarial accrued liability  
22 contribution rate as calculated under section 41 of the public  
23 school employees retirement act of 1979, 1980 PA 300, MCL 38.1341,  
24 and the maximum employer rate of 20.96% under section 41 of the  
25 public school employees retirement act of 1979, 1980 PA 300, MCL  
26 38.1341.

27           (b) The amount allocated to each community college under

1 section 201(5) shall be based on each community college's  
2 percentage of the total covered payroll for all community colleges  
3 that are participating colleges in the immediately preceding fiscal  
4 year. A community college that receives funds under this  
5 subdivision shall use the funds solely for the purpose of  
6 retirement contributions under section 201(5).

7 (c) Each participating college that receives funds under  
8 section 201(5) shall forward an amount equal to the amount  
9 allocated under subdivision (b) to the retirement system in a form  
10 and manner determined by the retirement system.

11 Sec. 207c. All of the following apply to the allocation of the  
12 appropriations described in section 201(6) to community colleges  
13 described in section 12(3) of the Michigan renaissance zone act,  
14 1996 PA 376, MCL 125.2692:

15 (a) The amount allocated to each community college under  
16 section 201(6) for fiscal year ~~2015-2016~~**2016-2017** shall be based  
17 on that community college's proportion of total revenue lost by  
18 community colleges as a result of the exemption of property taxes  
19 levied in ~~2015-2016~~ under the Michigan renaissance zone act, 1996  
20 PA 376, MCL 125.2681 to 125.2696.

21 (b) The appropriations described in section 201(6) shall be  
22 made to each eligible community college within 60 days after the  
23 department of treasury certifies to the state budget director that  
24 it has received all necessary information to properly determine the  
25 amounts payable to each eligible community college under section 12  
26 of the Michigan renaissance zone act, 1996 PA 376, MCL 125.2692.

27 Sec. 209. (1) Within 30 days after the board of a community

1 college adopts its annual operating budget for the following fiscal  
2 year, or after the board adopts a subsequent revision to that  
3 budget, the community college shall make all of the following  
4 available through a link on its website homepage:

5 (a) The annual operating budget and subsequent budget  
6 revisions.

7 (b) A link to the most recent "Activities Classification  
8 Structure Data Book and Companion".

9 (c) General fund revenue and expenditure projections for  
10 fiscal year ~~2015-2016~~-**2016-2017** and fiscal year ~~2016-2017~~-**2017-**  
11 **2018**.

12 (d) A listing of all debt service obligations, detailed by  
13 project, anticipated fiscal year ~~2015-2016~~-**2016-2017** payment of  
14 each project, and total outstanding debt.

15 (e) The estimated cost to the community college resulting from  
16 the patient protection and affordable care act, Public Law 111-148,  
17 as amended by the health care and education reconciliation act of  
18 2010, Public Law 111-152.

19 (f) Links to all of the following for the community college:

20 (i) The current collective bargaining agreement for each  
21 bargaining unit.

22 (ii) Each health care benefits plan, including, but not  
23 limited to, medical, dental, vision, disability, long-term care, or  
24 any other type of benefits that would constitute health care  
25 services, offered to any bargaining unit or employee of the  
26 community college.

27 (iii) Audits and financial reports for the most recent fiscal

1 year for which they are available.

2 (iv) A copy of the board of trustees resolution regarding  
3 compliance with best practices for the local strategic value  
4 component described in section 230(2).

5 (2) For statewide consistency and public visibility, community  
6 colleges must use the icon badge provided by the department of  
7 technology, management, and budget consistent with the icon badge  
8 developed by the department of education for K-12 school districts.  
9 It must appear on the front of each community college's homepage.  
10 The size of the icon may be reduced to 150 x 150 pixels.

11 (3) The state budget director shall determine whether a  
12 community college has complied with this section. The state budget  
13 director may withhold a community college's monthly installments  
14 described in section 206 until the community college complies with  
15 this section. The state budget director shall notify the chairs of  
16 the house and senate appropriations subcommittee on community  
17 colleges at least 10 days before withholding funds from any  
18 community college.

19 (4) Each community college shall report the following  
20 information to the senate and house appropriations subcommittees on  
21 community colleges, the senate and house fiscal agencies, and the  
22 state budget office by November 15 of each fiscal year and post  
23 that information on its website as required under subsection (1):

24 (a) Budgeted fiscal year ~~2015-2016-2016-2017~~ general fund  
25 revenue from tuition and fees.

26 (b) Budgeted fiscal year ~~2015-2016-2016-2017~~ general fund  
27 revenue from state appropriations.

1 (c) Budgeted fiscal year ~~2015-2016-2016-2017~~ general fund  
2 revenue from property taxes.

3 (d) Budgeted fiscal year ~~2015-2016-2016-2017~~ total general  
4 fund revenue.

5 (e) Budgeted fiscal year ~~2015-2016-2016-2017~~ total general  
6 fund expenditures.

7 (5) By November 15 of each year, a community college shall  
8 report the following information to the center ~~for educational~~  
9 ~~performance and information~~ and post the information on its website  
10 under the budget transparency icon badge:

11 (a) Opportunities for earning college credit through the  
12 following programs:

13 (i) State approved career and technical education or a tech  
14 prep articulated program of study.

15 (ii) Direct college credit or concurrent enrollment.

16 (iii) Dual enrollment.

17 (iv) An early college/middle college program.

18 (b) For each program described in subdivision (a) that the  
19 community college offers, all of the following information:

20 (i) The number of high school students participating in the  
21 program.

22 (ii) The number of school districts that participate in the  
23 program with the community college.

24 (iii) Whether a college professor, qualified local school  
25 district employee, or other individual teaches the course or  
26 courses in the program.

27 (iv) The total cost to the community college to operate the

1 program.

2 (v) The cost per credit hour for the course or courses in the  
3 program.

4 (vi) The location where the course or courses in the program  
5 are held.

6 (vii) Instructional resources offered to the program  
7 instructors.

8 (viii) Resources offered to the student in the program.

9 (ix) Transportation services provided to students in the  
10 program.

11 Sec. 210b. ~~(1) It is the intent of the legislature that the~~  
12 ~~Michigan Association of Collegiate Registrars and Admissions~~  
13 ~~Officers implement any agreement or agreements among the community~~  
14 ~~colleges and universities concerning the transferability of college~~  
15 ~~courses resulting from the recommendations of the committee created~~  
16 ~~under former section 210a.~~

17 ~~—— (2) It is the intent of the legislature that the Michigan~~  
18 ~~Association of Collegiate Registrars and Admissions Officers, the~~  
19 ~~Michigan Community College Association, and the Presidents Council,~~  
20 ~~State Universities of Michigan shall together submit an~~  
21 ~~implementation update report to the senate and house appropriations~~  
22 ~~subcommittees on community colleges and higher education, the~~  
23 ~~senate and house fiscal agencies, and the state budget director by~~  
24 ~~March 1, 2016.~~ **BY MARCH 1, 2017, THE MICHIGAN COMMUNITY COLLEGE**  
25 **ASSOCIATION AND THE MICHIGAN ASSOCIATION OF STATE UNIVERSITIES**  
26 **SHALL SUBMIT A REPORT TO THE SENATE AND HOUSE APPROPRIATIONS**  
27 **SUBCOMMITTEES ON COMMUNITY COLLEGES, THE SENATE AND HOUSE FISCAL**

1 AGENCIES, AND THE STATE BUDGET DIRECTOR THAT INCLUDES ALL OF THE  
2 FOLLOWING:

3 (A) A PROGRESS REPORT ON THE IMPLEMENTATION OF THE MICHIGAN  
4 TRANSFER AGREEMENT DEVELOPED BY THE STUDY COMMITTEE CREATED UNDER  
5 FORMER SECTION 210A, INCLUDING AN UPDATE ON PROGRESS MADE ON  
6 OUTSTANDING CONCERNS IDENTIFIED IN THE MARCH 1, 2016 IMPLEMENTATION  
7 UPDATE.

8 (B) A REPORT ON IMPROVEMENTS TO ARTICULATION AND CREDIT  
9 TRANSFER POLICIES AMONG AND BETWEEN ALL SECTORS OF POSTSECONDARY  
10 EDUCATION IN THIS STATE. THE REPORT SHALL IDENTIFY AREAS OF  
11 PROGRESS SINCE THE MARCH 1, 2016 REPORT REQUIRED BY FORMER SECTION  
12 210C, INCLUDING ALL OF THE FOLLOWING:

13 (i) IDENTIFYING EFFECTIVE POLICIES AND PRACTICES DEVELOPED BY  
14 OTHER STATES.

15 (ii) DEVELOPING SPECIFIC PATHWAYS, WHERE ADVISABLE, THAT MEET  
16 PROGRAM REQUIREMENTS FOR BOTH ASSOCIATE'S AND BACHELOR'S DEGREE  
17 PROGRAMS.

18 (iii) CREATING AN ENHANCED ONLINE COMMUNICATION TOOL TO SHARE  
19 INFORMATION ABOUT POSTSECONDARY OPTIONS IN MICHIGAN, PARTICULARLY  
20 CLEARLY ARTICULATING TRANSFER PATHWAYS.

21 (iv) ESTABLISHING CLEAR TIMELINES FOR FINALIZING TRANSFER  
22 PATHWAYS.

23 SEC. 210E. BY FEBRUARY 1, 2017, THE MICHIGAN COMMUNITY COLLEGE  
24 ASSOCIATION, THE MICHIGAN ASSOCIATION OF STATE UNIVERSITIES, AND  
25 THE MICHIGAN INDEPENDENT COLLEGES AND UNIVERSITIES, ON BEHALF OF  
26 THEIR MEMBER COLLEGES AND UNIVERSITIES, SHALL SUBMIT TO THE SENATE  
27 AND HOUSE APPROPRIATIONS SUBCOMMITTEES ON HIGHER EDUCATION, THE

1 SENATE AND HOUSE APPROPRIATIONS SUBCOMMITTEES ON COMMUNITY  
2 COLLEGES, THE SENATE AND HOUSE FISCAL AGENCIES, AND THE STATE  
3 BUDGET DIRECTOR A COMPREHENSIVE REPORT DETAILING THE NUMBER OF  
4 ACADEMIC PROGRAM PARTNERSHIPS BETWEEN PUBLIC COMMUNITY COLLEGES,  
5 PUBLIC UNIVERSITIES, AND PRIVATE COLLEGES AND UNIVERSITIES,  
6 INCLUDING, BUT NOT LIMITED TO, THE FOLLOWING INFORMATION:

7 (A) THE NAMES OF THE BACCALAUREATE DEGREE PROGRAMS OF STUDY  
8 OFFERED BY PUBLIC AND PRIVATE UNIVERSITIES ON COMMUNITY COLLEGE  
9 CAMPUSES.

10 (B) THE NAMES OF THE ARTICULATION AGREEMENTS FOR BACCALAUREATE  
11 DEGREE PROGRAMS OF STUDY BETWEEN PUBLIC COMMUNITY COLLEGES, PUBLIC  
12 UNIVERSITIES, AND PRIVATE COLLEGES AND UNIVERSITIES.

13 (C) THE NUMBER OF STUDENTS ENROLLED AND NUMBER OF DEGREES  
14 AWARDED THROUGH ARTICULATION AGREEMENTS, AND THE NUMBER OF COURSES  
15 OFFERED, NUMBER OF STUDENTS ENROLLED, AND NUMBER OF DEGREES AWARDED  
16 THROUGH ON-CAMPUS PROGRAMS NAMED IN SUBDIVISION (A) FROM JULY 1,  
17 2015 THROUGH JUNE 30, 2016.

18 Sec. 212. ~~It is the intent of the legislature to encourage~~  
19 ~~community~~ **COMMUNITY** college districts **ARE ENCOURAGED** to evaluate  
20 and pursue efficiency and cost-containment measures that maximize  
21 state funding. Community colleges shall identify practices that  
22 increase efficiencies, including, but not limited to, establishing  
23 joint ventures, consolidating services, utilizing program  
24 collaborations, maximizing educational benefits through optimal  
25 class sizes and frequency of course offerings, increasing web-based  
26 instruction, eliminating low-enrollment and high-cost instructional  
27 programs, using self-insurance, practicing energy conservation, and

1 utilizing group purchasing. Community colleges shall also review  
2 proposed capital outlay projects to increase coordination and  
3 utilization of new facilities, renovation projects, and technology  
4 improvements.

5 Sec. 217. (1) The ~~workforce development agency~~ **CENTER** shall do  
6 all of the following:

7 (a) Establish, maintain, and coordinate the state community  
8 college database commonly known as the "activities classification  
9 structure" or "ACS" database.

10 (b) Collect data concerning community colleges and community  
11 college programs in this state, including data required by law.

12 (c) Establish procedures to ensure the validity and  
13 reliability of the data and the collection process.

14 (d) Develop model data collection policies, including, but not  
15 limited to, policies that ensure the privacy of any individual  
16 student data. Privacy policies shall ensure that student social  
17 security numbers are not released to the public for any purpose.

18 (e) Provide data in a useful manner to allow state  
19 policymakers and community college officials to make informed  
20 policy decisions.

21 (f) Assist community colleges in complying with audits under  
22 this section or federal law.

23 (2) There is created within the ~~workforce development agency~~  
24 **CENTER** the activities classification structure advisory committee.  
25 The committee shall provide advice to the director of the ~~workforce~~  
26 ~~development agency~~ **CENTER** regarding the management of the state  
27 community college database, including, but not limited to:

1 (a) Determining what data are necessary to collect and  
2 maintain to enable state and community college officials to make  
3 informed policy decisions.

4 (b) Defining the roles of all stakeholders in the data  
5 collection system.

6 (c) Recommending timelines for the implementation and ongoing  
7 collection of data.

8 (d) Establishing and maintaining data definitions, data  
9 transmission protocols, and system specifications and procedures  
10 for the efficient and accurate transmission and collection of data.

11 (e) Establishing and maintaining a process for ensuring the  
12 accuracy of the data.

13 (f) Establishing and maintaining policies related to data  
14 collection, including, but not limited to, privacy policies related  
15 to individual student data.

16 (g) Ensuring that the data are made available to state  
17 policymakers and citizens of this state in the most useful format  
18 possible.

19 (h) Addressing other matters as determined by the director of  
20 ~~the workforce development agency~~ **CENTER** or as required by law.

21 (3) The activities classification structure advisory committee  
22 created in subsection (2) shall consist of the following members:

23 (a) One representative from the house fiscal agency, appointed  
24 by the director of the house fiscal agency.

25 (b) One representative from the senate fiscal agency,  
26 appointed by the director of the senate fiscal agency.

27 (c) One representative from the workforce development agency,

1 appointed by the director of the workforce development agency.

2 (D) ONE REPRESENTATIVE FROM THE CENTER APPOINTED BY THE  
3 DIRECTOR OF THE CENTER.

4 (E) ~~(d)~~—One representative from the state budget office,  
5 appointed by the state budget director.

6 (F) ~~(e)~~—One representative from the governor's policy office,  
7 appointed by that office.

8 (G) ~~(f)~~—Four representatives of the Michigan Community College  
9 Association, appointed by the president of the association. From  
10 the groupings of community colleges given in table 17 of the  
11 activities classification structure database described in  
12 subsection (1), the association shall appoint 1 representative each  
13 from group 1, group 2, and group 3, and 1 representative from  
14 either group 3 or 4.

15 Sec. 219. By ~~June 30~~ **OCTOBER 15** of each year, each community  
16 college shall provide its longitudinal data system data set for the  
17 preceding academic year to the center ~~for educational performance~~  
18 ~~and information~~ for inclusion in the statewide P-20 education  
19 longitudinal data system described in section 94a.

20 Sec. 220. (1) The auditor general or a certified public  
21 accountant appointed by the auditor general may conduct performance  
22 audits of community colleges as the auditor general considers  
23 necessary.

24 (2) Within 60 days after an audit report is released by the  
25 office of the auditor general, the principal executive officer of  
26 the community college that was audited shall submit to the house  
27 and senate appropriations committees, the house and senate fiscal

1 agencies, ~~the workforce development agency,~~ the auditor general,  
2 and the state budget director a plan to comply with audit  
3 recommendations. The plan shall contain projected dates and  
4 resources required, if any, to achieve compliance with the audit  
5 recommendations, or a documented explanation of the college's  
6 noncompliance with the audit recommendations concerning the matters  
7 on which the audited community college and office of the auditor  
8 general disagree.

9       Sec. 222. Each community college shall have an annual audit of  
10 all income and expenditures performed by an independent auditor and  
11 shall furnish the independent auditor's management letter and an  
12 annual audited accounting of all general and current funds income  
13 and expenditures including audits of college foundations to the  
14 members of the senate and house appropriations subcommittees on  
15 community colleges, the senate and house fiscal agencies, the  
16 auditor general, the workforce development agency, **THE CENTER**, and  
17 the state budget director before November 15 of each year. If a  
18 community college fails to furnish the audit materials, the monthly  
19 state aid installments shall be withheld from that college until  
20 the information is submitted. All reporting shall conform to the  
21 requirements set forth in the "2001 Manual for Uniform Financial  
22 Reporting, Michigan Public Community Colleges". A community college  
23 shall make the information the community college is required to  
24 provide under this section available to the public on its website.

25       ~~Sec. 223. Each community college shall report the following to~~  
26 ~~the workforce development agency no later than November 1 of each~~  
27 ~~year.~~

1 ~~—— (a) The number of North American Indian students enrolled each~~  
2 ~~term for the previous fiscal year, using guidelines and procedures~~  
3 ~~developed by the workforce development agency and the department of~~  
4 ~~civil rights.~~

5 ~~—— (b) The number of North American Indian tuition waivers~~  
6 ~~granted each term, and the monetary value of the waivers for the~~  
7 ~~previous fiscal year.~~

8 (1) BY FEBRUARY 15 OF EACH YEAR, THE DEPARTMENT OF CIVIL  
9 RIGHTS SHALL ANNUALLY SUBMIT TO THE STATE BUDGET DIRECTOR, THE  
10 HOUSE AND SENATE APPROPRIATIONS SUBCOMMITTEES ON COMMUNITY  
11 COLLEGES, AND THE HOUSE AND SENATE FISCAL AGENCIES A REPORT ON  
12 NORTH AMERICAN INDIAN TUITION WAIVERS FOR THE PRECEDING FISCAL YEAR  
13 THAT INCLUDES, BUT IS NOT LIMITED TO, ALL OF THE FOLLOWING  
14 INFORMATION:

15 (A) THE NUMBER OF WAIVER APPLICATIONS RECEIVED AND THE NUMBER  
16 OF WAIVER APPLICATIONS APPROVED.

17 (B) FOR EACH COMMUNITY COLLEGE SUBMITTING INFORMATION UNDER  
18 SUBSECTION (2), ALL OF THE FOLLOWING:

19 (i) THE NUMBER OF NORTH AMERICAN INDIAN STUDENTS ENROLLED EACH  
20 TERM FOR THE PREVIOUS FISCAL YEAR.

21 (ii) THE NUMBER OF NORTH AMERICAN INDIAN WAIVERS GRANTED EACH  
22 TERM AND THE MONETARY VALUE OF THE WAIVERS FOR THE PREVIOUS FISCAL  
23 YEAR.

24 (iii) THE NUMBER OF STUDENTS ATTENDING UNDER A NORTH AMERICAN  
25 INDIAN TUITION WAIVER WHO WITHDREW FROM THE COLLEGE DURING THE  
26 PREVIOUS FISCAL YEAR.

27 (iv) THE NUMBER OF STUDENTS ATTENDING UNDER A NORTH AMERICAN

1 INDIAN TUITION WAIVER WHO SUCCESSFULLY COMPLETE A DEGREE OR  
2 CERTIFICATE PROGRAM, SEPARATED BY DEGREE OR CERTIFICATE LEVEL, AND  
3 THE GRADUATION RATE FOR STUDENTS ATTENDING UNDER A NORTH AMERICAN  
4 INDIAN TUITION WAIVER WHO COMPLETE A DEGREE WITHIN 150% OF THE  
5 NORMAL TIME TO COMPLETE, SEPARATED BY THE LEVEL OF THE DEGREE.

6 (2) A COMMUNITY COLLEGE THAT RECEIVES FUNDS UNDER SECTION 201  
7 SHALL PROVIDE TO THE DEPARTMENT OF CIVIL RIGHTS ANY INFORMATION  
8 NECESSARY FOR PREPARING THE REPORT DESCRIBED IN SUBSECTION (1),  
9 USING GUIDELINES AND PROCEDURES DEVELOPED BY THE DEPARTMENT OF  
10 CIVIL RIGHTS.

11 (3) THE DEPARTMENT OF CIVIL RIGHTS MAY CONSOLIDATE THE REPORT  
12 REQUIRED UNDER THIS SECTION WITH THE REPORT REQUIRED UNDER SECTION  
13 268, BUT A CONSOLIDATED REPORT MUST SEPARATELY IDENTIFY DATA FOR  
14 UNIVERSITIES AND DATA FOR COMMUNITY COLLEGES.

15 Sec. 224. A community college shall use the P-20 longitudinal  
16 data system to inform interested Michigan high schools and the  
17 public of the aggregate academic status of its students for the  
18 previous academic year, in a manner prescribed by the Michigan  
19 ~~community college association~~ **COMMUNITY COLLEGE ASSOCIATION** and in  
20 cooperation with the Michigan ~~association of secondary school~~  
21 ~~principals.~~ **ASSOCIATION OF SECONDARY SCHOOL PRINCIPALS**. Community  
22 colleges shall cooperate with the center ~~for educational~~  
23 ~~performance and information~~ to maintain a systematic approach for  
24 accomplishing this work.

25 Sec. 225. Each community college shall report to the house and  
26 senate fiscal agencies, the state budget director, and the  
27 ~~workforce development agency~~ **CENTER** by August 31, ~~2015,~~ **2016**, the

1 tuition and mandatory fees paid by a full-time in-district student  
2 and a full-time out-of-district student as established by the  
3 college governing board for the ~~2015-2016~~**2016-2017** academic year.  
4 This report should also include the annual cost of attendance based  
5 on a full-time course load of 30 credits. Each community college  
6 shall also report any revisions to the reported ~~2015-2016~~**2016-2017**  
7 academic year tuition and mandatory fees adopted by the college  
8 governing board to the house and senate fiscal agencies, the state  
9 budget director, and the ~~workforce development agency~~**CENTER** within  
10 15 days of being adopted.

11 Sec. 226. Each community college shall report to the ~~workforce~~  
12 ~~development agency~~**CENTER** the numbers and type of associate degrees  
13 and other certificates awarded during the previous fiscal year. The  
14 report shall be made not later than November 15 of each year.  
15 Community colleges shall work with the ~~workforce development agency~~  
16 ~~and the center for educational performance and information to~~  
17 develop a systematic approach for meeting this requirement.

18 Sec. 229a. Included in the fiscal year ~~2015-2016~~**2016-2017**  
19 appropriations for the department of technology, management, and  
20 budget are appropriations totaling ~~\$29,479,600.00~~**\$30,879,600.00** to  
21 provide funding for the state share of costs for previously  
22 constructed capital projects for community colleges. Those  
23 appropriations for state building authority rent represent  
24 additional state general fund support for community colleges, and  
25 the following is an estimate of the amount of that support to each  
26 community college:

27 (a) Alpena Community College, ~~\$652,700.00~~**\$632,500.00**.

- 1 (b) Bay de Noc Community College, ~~-\$685,900.00-~~**\$685,100.00.**
- 2 (c) Delta College, ~~\$3,510,900.00-~~**\$3,360,600.00.**
- 3 (d) Glen Oaks Community College, ~~\$123,100.00-~~**\$124,500.00.**
- 4 (e) Gogebic Community College, ~~\$67,600.00-~~**\$56,700.00.**
- 5 (f) Grand Rapids Community College,
- 6 ~~\$2,126,000.00-~~**\$2,083,500.00.**
- 7 (g) Henry Ford College, ~~\$1,028,500.00-~~**\$1,040,300.00.**
- 8 (h) Jackson College, ~~\$1,677,800.00-~~**\$2,273,800.00.**
- 9 (i) Kalamazoo Valley Community College,
- 10 ~~\$1,557,700.00-~~**\$2,030,900.00.**
- 11 (j) Kellogg Community College, ~~\$520,200.00-~~**\$526,200.00.**
- 12 (k) Kirtland Community College, ~~\$363,200.00-~~**\$367,300.00.**
- 13 (l) Lake Michigan College, ~~\$340,200.00-~~**\$344,100.00.**
- 14 (m) Lansing Community College, ~~\$1,282,200.00-~~**\$1,154,600.00.**
- 15 (n) Macomb Community College, ~~\$1,377,400.00-~~**\$1,715,700.00.**
- 16 (o) Mid Michigan Community College,
- 17 ~~\$1,712,600.00-~~**\$1,634,300.00.**
- 18 (p) Monroe County Community College,
- 19 ~~\$1,263,600.00-~~**\$1,278,100.00.**
- 20 (q) Montcalm Community College, ~~\$971,500.00-~~**\$982,600.00.**
- 21 (r) C.S. Mott Community College, ~~\$1,803,900.00-~~**\$1,497,600.00.**
- 22 (s) Muskegon Community College, ~~\$267,800.00-~~**\$623,500.00.**
- 23 (t) North Central Michigan College, ~~\$469,400.00-~~**\$417,900.00.**
- 24 (u) Northwestern Michigan College,
- 25 ~~\$1,305,600.00-~~**\$1,320,600.00.**
- 26 (v) Oakland Community College, ~~\$465,200.00-~~**\$470,500.00.**
- 27 ~~-----~~ (w) ~~St. Clair County Community College, \$356,200.00-~~

1 (W) ~~(x)~~ Schoolcraft College, ~~\$1,546,700.00.~~ **\$1,564,400.00.**

2 (X) ~~(y)~~ Southwestern Michigan College,

3 ~~\$286,900.00.~~ **\$574,800.00.**

4 (Y) **ST. CLAIR COUNTY COMMUNITY COLLEGE, \$360,200.00.**

5 (z) Washtenaw Community College, ~~\$1,676,800.00.~~ **\$1,696,000.00.**

6 (aa) Wayne County Community College,

7 ~~\$1,462,700.00.~~ **\$1,479,400.00.**

8 (bb) West Shore Community College, ~~\$577,300.00.~~ **\$583,900.00.**

9 Sec. 230. (1) Money included in the appropriations for  
10 community college operations under section 201(2) in fiscal year  
11 ~~2015-2016-2016-2017~~ for performance funding is distributed based on  
12 the following formula:

13 (a) Allocated proportionate to fiscal year ~~2014-2015-2015-2016~~  
14 base appropriations, ~~50%-30%~~.

15 (b) Based on ~~contact hour equated students, 10%.~~ **A WEIGHTED**  
16 **STUDENT CONTACT HOUR FORMULA AS PROVIDED FOR IN THE 2016**  
17 **RECOMMENDATIONS OF THE PERFORMANCE INDICATORS TASK FORCE, 30%.**

18 (c) Based on ~~administrative costs, 7.5%.~~ **THE PERFORMANCE**  
19 **IMPROVEMENT AS PROVIDED FOR IN THE 2016 RECOMMENDATIONS OF THE**  
20 **PERFORMANCE INDICATORS TASK FORCE, 10%.**

21 (d) Based on ~~a weighted degree formula as provided for in the~~  
22 ~~2006 recommendations of the performance indicators task force,~~  
23 ~~17.5%.~~ **THE PERFORMANCE COMPLETION NUMBER AS PROVIDED FOR IN THE 2016**  
24 **RECOMMENDATIONS OF THE PERFORMANCE INDICATORS TASK FORCE, 10%.**

25 (e) Based on ~~the local strategic value component, as developed~~  
26 ~~in cooperation with the Michigan Community College Association and~~  
27 ~~described in subsection (2), 15%.~~ **THE PERFORMANCE COMPLETION RATE AS**

1 PROVIDED FOR IN THE 2016 RECOMMENDATIONS OF THE PERFORMANCE  
2 INDICATORS TASK FORCE, 10%.

3 (F) BASED ON ADMINISTRATIVE COSTS, 5%.

4 (G) BASED ON THE LOCAL STRATEGIC VALUE COMPONENT, AS DEVELOPED  
5 IN COOPERATION WITH THE MICHIGAN COMMUNITY COLLEGE ASSOCIATION AND  
6 DESCRIBED IN SUBSECTION (2), 5%.

7 (2) Money included in the appropriations for community college  
8 operations under section 201(2) for local strategic value shall be  
9 allocated to each community college that certifies to the state  
10 budget director, through a board of trustees resolution on or  
11 before October 15, ~~2015~~, **2016**, that the college has met 4 out of 5  
12 best practices listed in each category described in subsection (3).  
13 The resolution shall provide specifics as to how the community  
14 college meets each best practice measure within each category. One-  
15 third of funding available under the strategic value component  
16 shall be allocated to each category described in subsection (3).  
17 Amounts distributed under local strategic value shall be on a  
18 proportionate basis to each college's fiscal year ~~2014-2015-2015-~~  
19 **2016** operations funding. Payments to community colleges that  
20 qualify for local strategic value funding shall be distributed with  
21 the November installment payment described in section 206.

22 (3) For purposes of subsection (2), the following categories  
23 of best practices reflect functional activities of community  
24 colleges that have strategic value to the local communities and  
25 regional economies:

26 (a) For Category A, economic development and business or  
27 industry partnerships, the following:

1           (i) The community college has active partnerships with local  
2 employers including hospitals and health care providers.

3           (ii) The community college provides customized on-site  
4 training for area companies, employees, or both.

5           (iii) The community college supports entrepreneurship through  
6 a small business assistance center or other training or consulting  
7 activities targeted toward small businesses.

8           (iv) The community college supports technological advancement  
9 through industry partnerships, incubation activities, or operation  
10 of a Michigan technical education center or other advanced  
11 technology center.

12           (v) The community college has active partnerships with local  
13 or regional workforce and economic development agencies.

14           (b) For Category B, educational partnerships, the following:

15           (i) The community college has active partnerships with  
16 regional high schools, intermediate school districts, and career-  
17 tech centers to provide instruction through dual enrollment,  
18 concurrent enrollment, direct credit, middle college, or academy  
19 programs.

20           (ii) The community college hosts, sponsors, or participates in  
21 enrichment programs for area K-12 students, such as college days,  
22 summer or after-school programming, or ~~science~~**SCIENCE** Olympiad.

23           (iii) The community college provides, supports, or  
24 participates in programming to promote successful transitions to  
25 college for traditional age students, including grant programs such  
26 as talent search, upward bound, or other activities to promote  
27 college readiness in area high schools and community centers.

1           (iv) The community college provides, supports, or participates  
2 in programming to promote successful transitions to college for new  
3 or reentering adult students, such as adult basic education, a high  
4 school equivalency test preparation program and testing, or  
5 recruiting, advising, or orientation activities specific to adults.  
6 As used in this subparagraph, "high school equivalency test  
7 preparation program" means that term as defined in section 4.

8           (v) The community college has active partnerships with  
9 regional 4-year colleges and universities to promote successful  
10 transfer, such as articulation, 2+2, or reverse transfer agreements  
11 or operation of a university center.

12           (c) For Category C, community services, the following:

13           (i) The community college provides continuing education  
14 programming for leisure, wellness, personal enrichment, or  
15 professional development.

16           (ii) The community college operates or sponsors opportunities  
17 for community members to engage in activities that promote leisure,  
18 wellness, cultural or personal enrichment such as community sports  
19 teams, theater or musical ensembles, or artist guilds.

20           (iii) The community college operates public facilities to  
21 promote cultural, educational, or personal enrichment for community  
22 members, such as libraries, computer labs, performing arts centers,  
23 museums, art galleries, or television or radio stations.

24           (iv) The community college operates public facilities to  
25 promote leisure or wellness activities for community members,  
26 including gymnasiums, athletic fields, tennis courts, fitness  
27 centers, hiking or biking trails, or natural areas.

1 (v) The community college promotes, sponsors, or hosts  
2 community service activities for students, staff, or community  
3 members.

4 (4) Payments for performance funding under section 201(2)  
5 shall be made to a community college only if that community college  
6 actively participates in the Michigan ~~transfer network~~**TRANSFER**  
7 **NETWORK** sponsored by the Michigan Association of Collegiate  
8 Registrars and Admissions Officers and submits timely updates,  
9 including updated course equivalencies at least every 6 months, to  
10 the Michigan transfer network. The state budget director shall  
11 determine if a community college has not satisfied this  
12 requirement. The state budget director may withhold payments for  
13 performance funding until a community college is in compliance with  
14 this section.

15 Enacting section 1. In accordance with section 30 of article  
16 IX of the state constitution of 1963, total state spending from  
17 state sources for community colleges for fiscal year 2016-2017  
18 under article II of the state school aid act of 1979, 1979 PA 94,  
19 MCL 388.1801 to 388.1830a, as amended by this amendatory act, is  
20 estimated at \$395,925,600.00 and the amount of that state spending  
21 from state sources to be paid to local units of government for  
22 fiscal year 2016-2017 is estimated at \$395,925,600.00.

23 Enacting section 2. Sections 210c and 230a of the state school  
24 aid act of 1979, 1979 PA 94, MCL 388.1810c and 388.1830a, are  
25 repealed effective October 1, 2016.

26 Enacting section 3. This amendatory act takes effect October  
27 1, 2016.