

**SENATE SUBSTITUTE FOR
HOUSE BILL NO. 5504**

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 201 and 206 (MCL 388.1801 and 388.1806),
section 201 as amended by 2023 PA 320 and section 206 as amended by
2023 PA 103.

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, ~~2024,~~
4 **2025**, 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 ~~\$549,517,500.00.~~ **\$200.00**. After
7 deducting total interdepartmental grants and intradepartmental

1 transfers in the amount of \$0.00, the adjusted gross appropriation
2 is ~~\$549,517,500.00.~~ **\$200.00.**

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

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

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

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

8 (iv) Total other state restricted revenues,

9 ~~\$549,517,500.00.~~ **\$100.00.**

10 (v) State general fund/general purpose money, ~~\$0.00.~~ **\$100.00.**

11 (2) Subject to subsection (3), the amount appropriated for
12 community college operations is ~~\$357,961,900.00,~~ allocated as
13 follows: **\$200.00.**

14 ~~(a) The appropriation for Alpena Community College is~~
15 ~~\$6,327,100.00, \$6,026,800.00 for operations, \$273,800.00 for~~
16 ~~performance funding, and \$26,500.00 for costs incurred under the~~
17 ~~North American Indian tuition waiver.~~

18 ~~(b) The appropriation for Bay de Noc Community College is~~
19 ~~\$6,299,200.00, \$5,877,000.00 for operations, \$308,300.00 for~~
20 ~~performance funding, and \$113,900.00 for costs incurred under the~~
21 ~~North American Indian tuition waiver.~~

22 ~~(c) The appropriation for Delta College is \$16,690,500.00,~~
23 ~~\$15,888,200.00 for operations, \$754,100.00 for performance funding,~~
24 ~~and \$48,200.00 for costs incurred under the North American Indian~~
25 ~~tuition waiver.~~

26 ~~(d) The appropriation for Glen Oaks Community College is~~
27 ~~\$2,939,000.00, \$2,802,100.00 for operations, \$136,900.00 for~~
28 ~~performance funding, and \$0.00 for costs incurred under the North~~
29 ~~American Indian tuition waiver.~~

1 ~~(e) The appropriation for Gogebic Community College is~~
2 ~~\$5,367,600.00, \$5,103,300.00 for operations, \$226,400.00 for~~
3 ~~performance funding, and \$37,900.00 for costs incurred under the~~
4 ~~North American Indian tuition waiver.~~

5 ~~(f) The appropriation for Grand Rapids Community College is~~
6 ~~\$20,966,400.00, \$19,766,200.00 for operations, \$1,078,200.00 for~~
7 ~~performance funding, and \$122,000.00 for costs incurred under the~~
8 ~~North American Indian tuition waiver.~~

9 ~~(g) The appropriation for Henry Ford College is~~
10 ~~\$24,943,900.00, \$23,700,100.00 for operations, \$1,229,700.00 for~~
11 ~~performance funding, and \$14,100.00 for costs incurred under the~~
12 ~~North American Indian tuition waiver.~~

13 ~~(h) The appropriation for Jackson College is \$13,887,400.00,~~
14 ~~\$13,295,100.00 for operations, \$559,000.00 for performance funding,~~
15 ~~and \$33,300.00 for costs incurred under the North American Indian~~
16 ~~tuition waiver.~~

17 ~~(i) The appropriation for Kalamazoo Valley Community College~~
18 ~~is \$14,539,400.00, \$13,776,100.00 for operations, \$705,800.00 for~~
19 ~~performance funding, and \$57,500.00 for costs incurred under the~~
20 ~~North American Indian tuition waiver.~~

21 ~~(j) The appropriation for Kellogg Community College is~~
22 ~~\$11,290,200.00, \$10,754,400.00 for operations, \$514,800.00 for~~
23 ~~performance funding, and \$21,000.00 for costs incurred under the~~
24 ~~North American Indian tuition waiver.~~

25 ~~(k) The appropriation for Kirtland Community College is~~
26 ~~\$3,792,900.00, \$3,577,900.00 for operations, \$195,200.00 for~~
27 ~~performance funding, and \$19,800.00 for costs incurred under the~~
28 ~~North American Indian tuition waiver.~~

29 ~~(l) The appropriation for Lake Michigan College is~~

1 ~~\$6,321,600.00, \$5,978,400.00 for operations, \$339,600.00 for~~
2 ~~performance funding, and \$3,600.00 for costs incurred under the~~
3 ~~North American Indian tuition waiver.~~

4 ~~(m) The appropriation for Lansing Community College is~~
5 ~~\$35,752,700.00, \$34,228,900.00 for operations, \$1,460,300.00 for~~
6 ~~performance funding, and \$63,500.00 for costs incurred under the~~
7 ~~North American Indian tuition waiver.~~

8 ~~(n) The appropriation for Macomb Community College is~~
9 ~~\$37,661,900.00, \$35,911,900.00 for operations, \$1,723,500.00 for~~
10 ~~performance funding, and \$26,500.00 for costs incurred under the~~
11 ~~North American Indian tuition waiver.~~

12 ~~(o) The appropriation for Mid Michigan Community College is~~
13 ~~\$5,798,500.00, \$5,458,100.00 for operations, \$284,800.00 for~~
14 ~~performance funding, and \$55,600.00 for costs incurred under the~~
15 ~~North American Indian tuition waiver.~~

16 ~~(p) The appropriation for Monroe County Community College is~~
17 ~~\$5,286,800.00, \$5,003,600.00 for operations, \$281,100.00 for~~
18 ~~performance funding, and \$2,100.00 for costs incurred under the~~
19 ~~North American Indian tuition waiver.~~

20 ~~(q) The appropriation for Montcalm Community College is~~
21 ~~\$3,966,700.00, \$3,758,900.00 for operations, \$198,300.00 for~~
22 ~~performance funding, and \$9,500.00 for costs incurred under the~~
23 ~~North American Indian tuition waiver.~~

24 ~~(r) The appropriation for C.S. Mott Community College is~~
25 ~~\$17,823,200.00, \$17,098,300.00 for operations, \$693,400.00 for~~
26 ~~performance funding, and \$31,500.00 for costs incurred under the~~
27 ~~North American Indian tuition waiver.~~

28 ~~(s) The appropriation for Muskegon Community College is~~
29 ~~\$10,223,600.00, \$9,733,400.00 for operations, \$477,500.00 for~~

1 ~~performance funding, and \$12,700.00 for costs incurred under the~~
 2 ~~North American Indian tuition waiver.~~

3 ~~(t) The appropriation for North Central Michigan College is~~
 4 ~~\$4,011,000.00, \$3,615,900.00 for operations, \$252,900.00 for~~
 5 ~~performance funding, and \$142,200.00 for costs incurred under the~~
 6 ~~North American Indian tuition waiver.~~

7 ~~(u) The appropriation for Northwestern Michigan College is~~
 8 ~~\$10,650,300.00, \$10,006,800.00 for operations, \$466,500.00 for~~
 9 ~~performance funding, and \$177,000.00 for costs incurred under the~~
 10 ~~North American Indian tuition waiver.~~

11 ~~(v) The appropriation for Oakland Community College is~~
 12 ~~\$24,755,900.00, \$23,469,500.00 for operations, \$1,264,100.00 for~~
 13 ~~performance funding, and \$22,300.00 for costs incurred under the~~
 14 ~~North American Indian tuition waiver.~~

15 ~~(w) The appropriation for Schoolcraft College is~~
 16 ~~\$14,742,500.00, \$13,939,500.00 for operations, \$772,300.00 for~~
 17 ~~performance funding, and \$30,700.00 for costs incurred under the~~
 18 ~~North American Indian tuition waiver.~~

19 ~~(x) The appropriation for Southwestern Michigan College is~~
 20 ~~\$7,695,500.00, \$7,332,800.00 for operations, \$350,000.00 for~~
 21 ~~performance funding, and \$12,700.00 for costs incurred under the~~
 22 ~~North American Indian tuition waiver.~~

23 ~~(y) The appropriation for St. Clair County Community College~~
 24 ~~is \$8,226,400.00, \$7,786,600.00 for operations, \$423,800.00 for~~
 25 ~~performance funding, and \$16,000.00 for costs incurred under the~~
 26 ~~North American Indian tuition waiver.~~

27 ~~(z) The appropriation for Washtenaw Community College is~~
 28 ~~\$15,938,200.00, \$14,851,300.00 for operations, \$1,074,200.00 for~~
 29 ~~performance funding, and \$12,700.00 for costs incurred under the~~

1 ~~North American Indian tuition waiver.~~

2 ~~(aa) The appropriation for Wayne County Community College is~~
 3 ~~\$19,197,900.00, \$18,376,100.00 for operations, \$817,200.00 for~~
 4 ~~performance funding, and \$4,600.00 for costs incurred under the~~
 5 ~~North American Indian tuition waiver.~~

6 ~~(bb) The appropriation for West Shore Community College is~~
 7 ~~\$2,865,600.00, \$2,721,000.00 for operations, \$130,200.00 for~~
 8 ~~performance funding, and \$14,400.00 for costs incurred under the~~
 9 ~~North American Indian tuition waiver.~~

10 (3) The amount appropriated in subsection (2) for community
 11 college operations is ~~\$357,961,900.00~~ **\$200.00** and is appropriated
 12 from the state school aid fund.

13 ~~(4) From the appropriations described in subsection (1), both~~
 14 ~~of the following apply:~~

15 ~~(a) Subject to section 207a, the amount appropriated for~~
 16 ~~fiscal year 2023-2024 to offset certain fiscal year 2023-2024~~
 17 ~~retirement contributions is \$7,189,000.00, appropriated from the~~
 18 ~~state school aid fund.~~

19 ~~(b) For fiscal year 2023-2024, there is allocated an amount~~
 20 ~~not to exceed \$23,000,000.00 for payments to participating~~
 21 ~~community colleges, appropriated from the state school aid fund. A~~
 22 ~~community college that receives money under this subdivision shall~~
 23 ~~use that money solely for the purpose of offsetting the normal cost~~
 24 ~~contribution rate.~~

25 ~~(5) From the appropriations described in subsection (1),~~
 26 ~~subject to section 207b, the amount appropriated for payments to~~
 27 ~~community colleges that are participating entities of the~~
 28 ~~retirement system is \$105,800,000.00, appropriated from the state~~
 29 ~~school aid fund.~~

1 ~~(6) From the appropriations described in subsection (1),~~
2 ~~subject to section 207c, the amount appropriated for renaissance~~
3 ~~zone tax reimbursements is \$2,200,000.00, appropriated from the~~
4 ~~state school aid fund. Each community college receiving funds in~~
5 ~~this subsection shall accrue these payments to its institutional~~
6 ~~fiscal year ending June 30, 2024.~~

7 ~~(7) For fiscal year 2023-2024 only, from the appropriations~~
8 ~~described in subsection (1), the amount appropriated for career and~~
9 ~~education navigators for adult learners is \$5,000,000.00,~~
10 ~~appropriated from the state school aid fund. Community colleges,~~
11 ~~partnering with 1 or more county governments, where practicable,~~
12 ~~may apply for grant funding through the Office of Sixty by 30 in~~
13 ~~the department of labor and economic opportunity to supplement or~~
14 ~~create navigation efforts of adult learners. The Office of Sixty by~~
15 ~~30 shall issue a report including, but not limited to, the number~~
16 ~~of grants awarded, a list of community colleges awarded grants and~~
17 ~~the amounts, and the amount of unexpended funds remaining at the~~
18 ~~end of the fiscal year. The report must be issued to the house and~~
19 ~~senate appropriations subcommittees on community colleges, the~~
20 ~~house and senate fiscal agencies, and the state budget director by~~
21 ~~September 30, 2024.~~

22 ~~(8) For fiscal year 2023-2024 only, from the appropriations~~
23 ~~described in subsection (1), the amount appropriated for the~~
24 ~~Michigan Reconnect Entry Point Program is \$5,000,000.00,~~
25 ~~appropriated from the state school aid fund. Community colleges,~~
26 ~~partnering with 1 or more county governments, where practicable,~~
27 ~~may apply for grant funding through the Office of Sixty by 30 in~~
28 ~~the department of labor and economic opportunity to engage Michigan~~
29 ~~reconnect grant applicants who have been approved for funding but~~

~~1 have not enrolled in a postsecondary or eligible Michigan reconnect
 2 program and work to identify and resolve barriers preventing
 3 enrollment. The Office of Sixty by 30 shall issue a report
 4 including, but not limited to, the number of grants awarded, a list
 5 of community colleges awarded grants and the amounts, a list of any
 6 counties that partnered with a community college for a grant under
 7 this section, and the amount of unexpended funds remaining at the
 8 end of the fiscal year. The report must be issued to the house and
 9 senate appropriations subcommittees on community colleges, the
 10 house and senate fiscal agencies, and the state budget director by
 11 September 30, 2024.~~

~~12 (9) For fiscal year 2023-2024 only, from the appropriations
 13 described in subsection (1), subject to sections 216c and 216d, the
 14 amount appropriated for infrastructure, technology, equipment,
 15 maintenance, housing, and safety is \$32,836,600.00, appropriated
 16 from the state school aid fund.~~

~~17 (10) For fiscal year 2023-2024 only, from the appropriations
 18 described in subsection (1), \$5,000,000.00 is appropriated from the
 19 state school aid fund for critical incident mapping. These funds
 20 must be distributed to community colleges proportionately to the
 21 amounts in subsection (2) for operations.~~

~~22 (11) From the appropriations described in subsection (1), the
 23 amount appropriated for Michigan workforce development projects is
 24 \$530,000.00, appropriated from the state school aid fund. These
 25 funds must be awarded to Kalamazoo Valley Community College, and
 26 must be used by that college in conjunction with the college's wind
 27 turbine program for curriculum development for programs in 1 or
 28 more of the following areas:~~

~~29 (a) Electric vehicle battery installation and repair.~~

1 ~~(b) Electric vehicle charger installation for residential~~
2 ~~applications, commercial applications, or both.~~

3 ~~(c) Residential and community scale solar panel installation,~~
4 ~~maintenance, and repair.~~

5 ~~(12) For fiscal year 2023-2024 only, from the appropriations~~
6 ~~described in subsection (1), \$5,000,000.00 is appropriated from the~~
7 ~~state school aid fund to Washtenaw Community College for costs~~
8 ~~related to the college's involvement with a semiconductor research~~
9 ~~alliance.~~

10 Sec. 206. ~~(1) Except for the funds appropriated in section~~
11 ~~201(4)(b), the~~ **The** funds appropriated in section 201 are
12 appropriated for community colleges with fiscal years ending June
13 30, ~~2024-2025~~ and must be paid out of the state treasury and
14 distributed by the state treasurer to the respective community
15 colleges in 11 monthly installments on the sixteenth of each month,
16 or the next succeeding business day, beginning with October 16,
17 ~~2023-2024~~. Each community college shall accrue its July and August
18 ~~2024-2025~~ payments to its institutional fiscal year ending June 30,
19 ~~2024-2025~~.

20 ~~(2) The funds appropriated in section 201(4)(b) are~~
21 ~~appropriated for community colleges with fiscal years ending June~~
22 ~~30, 2024 and must be distributed to the respective community~~
23 ~~colleges in quarterly installments on the sixteenth of each~~
24 ~~November, February, May, and August. Each community college shall~~
25 ~~accrue its August 2024 payments to its institutional fiscal year~~
26 ~~ending June 30, 2024.~~