

**SUBSTITUTE FOR
SENATE BILL NO. 768**

(Senate Bill No. 768 as amended May 6, 2014)

<<A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 236, 236a, 236b, 236c, 241, 245, 252, 256,
263, 263a, 264, 265, 265a, 267, 268, 269, 270, 272a, 273, 274,
274a, 276, 277, 278, 279, 280, 281, 282, 283, and 284 (MCL
388.1836, 388.1836a, 388.1836b, 388.1836c, 388.1841, 388.1845,
388.1852, 388.1856, 388.1863, 388.1863a, 388.1864, 388.1865,
388.1865a, 388.1867, 388.1868, 388.1869, 388.1870, 388.1872a,
388.1873, 388.1874, 388.1874a, 388.1876, 388.1877, 388.1878,
388.1879, 388.1880, 388.1881, 388.1882, 388.1883, and 388.1884),
sections 236, 236a, 236b, 241, 245, 252, 263, 263a, 264, 265, 265a,
267, 268, 269, 270, 273, 274, 274a, 276, 277, 278, 279, 280, 281,
and 282 as amended and sections 236c and 272a as added by 2013 PA
60 and sections 256, 283, and 284 as amended by 2012 PA 201, and by

Senate Bill No. 768 as amended May 6, 2014
 adding sections 271a and 271b.>>

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 (6)~~ **THIS SECTION**
 3 are appropriated for higher education for the fiscal year ending
 4 September 30, ~~2014,~~ **2015**, from the funds indicated in this section.
 5 The following is a summary of the appropriations in ~~subsections (2)~~
 6 ~~to (6)~~: **THIS SECTION:**

7 (a) The gross appropriation is ~~\$1,430,573,500.00.~~
 8 **\$1,527,494,100.00.** After deducting total interdepartmental grants
 9 and intradepartmental transfers in the amount of \$0.00, the
 10 adjusted gross appropriation is
 11 ~~\$1,430,573,500.00.~~ **\$1,527,494,100.00.**

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

14 (i) Total federal revenues, \$97,026,400.00.

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

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

17 (iv) Total other state restricted revenues,
 18 ~~\$200,565,700.00.~~ **\$215,565,700.00.**

19 (v) State general fund/general purpose money,
 20 ~~\$1,132,981,400.00.~~ **\$1,214,902,000.00.**

21 (2) Amounts appropriated for public universities are as
 22 follows:

23 (a) The appropriation for Central Michigan University is
 24 ~~\$73,486,600.00,~~ ~~\$71,352,300.00~~ **\$79,283,400.00,** **\$73,540,100.00** for
 25 operations and ~~\$2,134,300.00~~ **\$5,743,300.00** for performance funding.

1 ~~, appropriated from the following:~~

2 ~~—— (i) State school aid fund, \$11,284,600.00.~~

3 ~~—— (ii) State general fund/general purpose money, \$62,202,000.00.~~

4 (b) The appropriation for Eastern Michigan University is

5 ~~\$67,255,600.00, \$66,466,700.00~~ **\$71,906,800.00, \$67,275,400.00** for

6 operations and ~~\$788,900.00~~ **\$4,631,400.00** for performance funding. ~~7~~

7 ~~appropriated from the following:~~

8 ~~—— (i) State school aid fund, \$10,706,400.00.~~

9 ~~—— (ii) State general fund/general purpose money, \$56,549,200.00.~~

10 (c) The appropriation for Ferris State University is

11 ~~\$45,602,600.00, \$44,250,700.00~~ **\$49,191,200.00, \$45,636,500.00** for

12 operations and ~~\$1,351,900.00~~ **\$3,554,700.00** for performance funding.

13 ~~, appropriated from the following:~~

14 ~~—— (i) State school aid fund, \$6,846,800.00.~~

15 ~~—— (ii) State general fund/general purpose money, \$38,755,800.00.~~

16 (d) The appropriation for Grand Valley State University is

17 ~~\$57,765,100.00, \$55,436,000.00~~ **\$63,296,500.00, \$57,823,500.00** for

18 operations and ~~\$2,329,100.00~~ **\$5,473,000.00** for performance funding.

19 ~~, appropriated from the following:~~

20 ~~—— (i) State school aid fund, \$8,727,800.00.~~

21 ~~—— (ii) State general fund/general purpose money, \$49,037,300.00.~~

22 (e) The appropriation for Lake Superior State University is

23 ~~\$12,226,500.00, \$12,046,100.00~~ **\$12,799,100.00, \$12,231,000.00** for

24 operations and ~~\$180,400.00~~ **\$568,100.00** for performance funding. ~~7~~

25 ~~appropriated from the following:~~

26 ~~—— (i) State school aid fund, \$1,787,600.00.~~

27 ~~—— (ii) State general fund/general purpose money, \$10,438,900.00.~~

(f) The appropriation for Michigan State University is
~~\$305,775,000.00, \$245,037,000.00~~ **\$324,099,500.00, \$249,097,800.00**
 for operations, ~~\$4,449,300.00~~ **\$15,279,400.00** for performance
 funding, ~~\$30,243,900.00~~ **\$32,088,800.00** for MSU AgBioResearch, and
~~\$26,044,800.00~~ **\$27,633,500.00** for MSU extension. ~~7 appropriated~~
~~from the following:~~

~~—— (i) State school aid fund, \$39,949,900.00.~~

~~—— (ii) State general fund/general purpose money, \$265,825,100.00.~~

(g) The appropriation for Michigan Technological University is
~~\$43,451,900.00, \$42,579,100.00~~ **\$45,997,100.00, \$43,473,800.00** for
 operations and ~~\$872,800.00~~ **\$2,523,300.00** for performance funding. ~~7~~
~~appropriated from the following:~~

~~—— (i) State school aid fund, \$6,748,900.00.~~

~~—— (ii) State general fund/general purpose money, \$36,703,000.00.~~

(h) The appropriation for Northern Michigan University is
~~\$41,719,800.00, \$40,856,600.00~~ **\$44,353,800.00, \$41,741,400.00** for
 operations and ~~\$863,200.00~~ **\$2,612,400.00** for performance funding. ~~7~~
~~appropriated from the following:~~

~~—— (i) State school aid fund, \$6,356,900.00.~~

~~—— (ii) State general fund/general purpose money, \$35,362,900.00.~~

(i) The appropriation for Oakland University is
~~\$45,634,800.00, \$44,964,100.00~~ **\$48,446,100.00, \$45,651,600.00** for
 operations and ~~\$670,700.00~~ **\$2,794,500.00** for performance funding. ~~7~~
~~appropriated from the following:~~

~~—— (i) State school aid fund, \$7,148,400.00.~~

~~—— (ii) State general fund/general purpose money, \$38,486,400.00.~~

(j) The appropriation for Saginaw Valley State University is

~~\$25,982,800.00, \$25,656,700.00~~ **\$27,659,100.00, \$25,991,000.00** for operations and ~~\$326,100.00~~ **\$1,668,100.00** for performance funding. ~~7 appropriated from the following:~~

~~—— (i) State school aid fund, \$3,903,800.00.~~

~~—— (ii) State general fund/general purpose money, \$22,079,000.00.~~

(k) The appropriation for University of Michigan - Ann Arbor is ~~\$279,108,700.00, \$274,156,700.00~~ **\$295,655,600.00, \$279,232,700.00** for operations and ~~\$4,952,000.00~~ **\$16,422,900.00** for performance funding. ~~7 appropriated from the following:~~

~~—— (i) State school aid fund, \$44,536,300.00.~~

~~—— (ii) State general fund/general purpose money, \$234,572,400.00.~~

(l) The appropriation for University of Michigan - Dearborn is ~~\$22,503,700.00, \$22,237,300.00~~ **\$23,724,900.00, \$22,510,400.00** for operations and ~~\$266,400.00~~ **\$1,214,500.00** for performance funding. ~~7 appropriated from the following:~~

~~—— (i) State school aid fund, \$3,482,100.00.~~

~~—— (ii) State general fund/general purpose money, \$19,021,600.00.~~

(m) The appropriation for University of Michigan - Flint is ~~\$19,928,100.00, \$19,526,600.00~~ **\$21,380,000.00, \$19,938,200.00** for operations and ~~\$401,500.00~~ **\$1,441,800.00** for performance funding. ~~7 appropriated from the following:~~

~~—— (i) State school aid fund, \$2,942,900.00.~~

~~—— (ii) State general fund/general purpose money, \$16,985,200.00.~~

(n) The appropriation for Wayne State University is ~~\$183,933,000.00, \$190,734,900.00~~ **\$183,398,300.00** for operations and ~~\$534,700.00~~ **\$7,336,600.00** for performance funding. ~~7 appropriated from the following:~~

1 ~~—— (i) State school aid fund, \$30,160,600.00.~~

2 ~~—— (ii) State general fund/general purpose money, \$153,772,400.00.~~

3 (o) The appropriation for Western Michigan University is
 4 \$97,235,200.00, ~~\$95,487,500.00~~ \$102,907,000.00, \$97,279,000.00 for
 5 operations and ~~\$1,747,700.00~~ \$5,628,000.00 for performance funding.
 6 ~~, appropriated from the following:~~

7 ~~—— (i) State school aid fund, \$15,436,500.00.~~

8 ~~—— (ii) State general fund/general purpose money, \$81,798,700.00.~~

9 (3) THE AMOUNT APPROPRIATED IN SUBSECTION (2) FOR PUBLIC
 10 UNIVERSITIES IS APPROPRIATED FROM THE FOLLOWING:

11 (A) STATE SCHOOL AID FUND, \$200,019,500.00.

12 (B) STATE GENERAL FUND/GENERAL PURPOSE MONEY,
 13 \$1,201,415,500.00.

14 (4) ~~(3)~~ The amount appropriated for Michigan public school
 15 employees' retirement system reimbursement is \$2,446,200.00,
 16 \$446,200.00 appropriated from the state school aid fund and
 17 \$2,000,000.00 appropriated from general fund/general purpose money.

18 (5) IN ADDITION TO THE AMOUNT APPROPRIATED UNDER SUBSECTION
 19 (4), \$15,000,000.00 IS APPROPRIATED FOR MICHIGAN PUBLIC SCHOOL
 20 EMPLOYEES' RETIREMENT SYSTEM REFORM, APPROPRIATED FROM THE STATE
 21 SCHOOL AID FUND.

22 (6) ~~(4)~~ The amount appropriated for state and regional
 23 programs is ~~\$2,200,000.00~~ \$2,295,000.00 appropriated from general
 24 fund/general purpose money and allocated as follows:

25 (a) College access program, \$2,000,000.00.

26 (b) Higher education database modernization and conversion,
 27 ~~\$105,000.00.~~ \$200,000.00.

1 (c) Midwestern higher education compact, \$95,000.00.

2 (7) ~~(5)~~—The amount appropriated for the Martin Luther King,
3 Jr. - Cesar Chavez - Rosa Parks program is \$2,691,500.00,
4 appropriated from general fund/general purpose money and allocated
5 as follows:

6 (a) Select student support services, \$1,956,100.00.

7 (b) Michigan college/university partnership program,
8 \$586,800.00.

9 (c) Morris Hood, Jr. educator development program,
10 \$148,600.00.

11 (8) ~~(6)~~—Subject to subsection ~~(7)~~, ~~(9)~~, the amount
12 appropriated for grants and financial aid is ~~\$101,626,400.00~~,
13 **\$103,626,400.00**, allocated as follows:

14 (a) State competitive scholarships, \$18,361,700.00.

15 (b) Tuition grants, \$31,664,700.00.

16 (c) Tuition incentive program, ~~\$47,000,000.00~~ **\$48,500,000.00**.

17 (d) Children of veterans and officer's survivor tuition grant
18 programs, \$1,400,000.00.

19 (e) Project GEAR-UP, \$3,200,000.00.

20 **(F) NORTH AMERICAN INDIAN TUITION WAIVERS, \$500,000.00.**

21 (9) ~~(7)~~—The money appropriated in subsection ~~(6)~~ ~~(8)~~ for
22 grants and financial aid is appropriated from the following:

23 (a) Federal revenues under the United States department of
24 education, office of elementary and secondary education, GEAR-UP
25 program, \$3,200,000.00.

26 (b) Federal revenues under the social security act, temporary
27 assistance for needy families, \$93,826,400.00.

1 (c) Contributions to children of veterans tuition grant
2 program, \$100,000.00.

3 (d) State general fund/general purpose money,
4 ~~\$4,500,000.00.~~**\$6,500,000.00.**

5 Sec. 236a. It is the intent of the legislature to provide
6 appropriations for the fiscal year ending on September 30, ~~2015~~
7 **2016** for the items listed in section 236. The fiscal year ~~2014-2015~~
8 **2015-2016** appropriations are anticipated to be the same as those
9 for fiscal year ~~2013-2014,~~**2014-2015**, except that the amounts will
10 be adjusted for changes in caseload and related costs, federal fund
11 match rates, economic factors, and available revenue. These
12 adjustments will be determined after the January ~~2014-2015~~
13 consensus revenue estimating conference.

14 Sec. 236b. In addition to the funds appropriated in section
15 236, there is appropriated for grants and financial aid in fiscal
16 year ~~2013-2014-2014-2015~~ an amount not to exceed \$6,000,000.00 for
17 federal contingency funds. These funds are not available for
18 expenditure until they have been transferred under section 393(2)
19 of the management and budget act, 1984 PA 431, MCL 18.1393, for
20 another purpose under this article.

21 Sec. 236c. In addition to the funds appropriated for fiscal
22 year ~~2013-2014-2014-2015~~ in section 236, appropriations to the
23 department of technology, management, and budget in the act
24 providing general appropriations for fiscal year ~~2013-2014-2014-~~
25 **2015** for state building authority rent, totaling an estimated
26 ~~\$125,370,600.00,~~**\$124,825,300.00**, provide funding for the state
27 share of costs for previously constructed capital projects for

state universities. These appropriations for state building authority rent represent additional state general fund support provided to public universities, and the following is an estimate of the amount of that support to each university:

(a) Central Michigan University, ~~\$9,155,600.00~~ **\$9,103,200.00.**

(b) Eastern Michigan University, ~~\$5,234,800.00~~ **\$4,861,700.00.**

(c) Ferris State University, ~~\$6,360,600.00~~ **\$6,252,200.00.**

(d) Grand Valley State University,

~~\$4,277,000.00~~ **\$4,252,500.00.**

(e) Lake Superior State University, ~~\$915,600.00~~ **\$1,112,900.00.**

(f) Michigan State University, ~~\$16,194,400.00~~ **\$16,101,200.00.**

(g) Michigan Technological University,

~~\$7,692,200.00~~ **\$7,444,600.00.**

(h) Northern Michigan University, ~~\$8,062,600.00~~ **\$8,016,400.00.**

(i) Oakland University, ~~\$10,791,500.00~~ **\$10,969,800.00.**

(j) Saginaw Valley State University,

~~\$9,833,700.00~~ **\$9,777,400.00.**

(k) University of Michigan - Ann Arbor,

~~\$9,212,000.00~~ **\$9,159,200.00.**

(l) University of Michigan - Dearborn,

~~\$6,332,400.00~~ **\$6,296,200.00.**

(m) University of Michigan - Flint,

~~\$2,871,400.00~~ **\$2,855,000.00.**

(n) Wayne State University, ~~\$13,079,500.00~~ **\$13,679,800.00.**

(o) Western Michigan University,

~~\$15,357,300.00~~ **\$14,943,200.00.**

Sec. 241. (1) Subject to section 265a, the funds appropriated

1 in section 236 to public universities shall be paid out of the
 2 state treasury and distributed by the state treasurer to the
 3 respective institutions in 11 equal monthly installments on the
 4 sixteenth of each month, or the next succeeding business day,
 5 beginning with October 16, ~~2013.~~**2014.** Except for Wayne State
 6 University, each institution shall accrue its July and August ~~2014~~
 7 **2015** payments to its institutional fiscal year ending June 30,
 8 ~~2014-2015.~~

9 (2) All public universities shall submit higher education
 10 institutional data inventory (HEIDI) data and associated financial
 11 and program information requested by and in a manner prescribed by
 12 the state budget director. For public universities with fiscal
 13 years ending June 30, ~~2013,~~**2014,** these data shall be submitted to
 14 the state budget director by October 15, ~~2013.~~**2014.** Public
 15 universities with a fiscal year ending September 30, ~~2013-2014~~
 16 shall submit preliminary HEIDI data by November 15, ~~2013-2014~~ and
 17 final data by December 15, ~~2013.~~**2014.** If a public university fails
 18 to submit HEIDI data and associated financial aid program
 19 information in accordance with this reporting schedule, the state
 20 treasurer may withhold the monthly installments under subsection
 21 (1) to the public university until those data are submitted.

22 Sec. 245. (1) ~~Within 30 days after the board of a public~~
 23 ~~university adopts its annual operating budget for the following~~
 24 ~~school fiscal year, or after the board adopts a subsequent revision~~
 25 ~~to that budget, the~~ **A** public university shall ~~make all of the~~
 26 ~~following~~ **MAINTAIN A PUBLIC TRANSPARENCY WEBSITE** available through
 27 a link on its website homepage. ~~÷~~**THE PUBLIC UNIVERSITY SHALL**

1 UPDATE THIS WEBSITE WITHIN 30 DAYS AFTER THE UNIVERSITY'S GOVERNING
2 BOARD ADOPTS ITS ANNUAL OPERATING BUDGET FOR THE NEXT ACADEMIC
3 YEAR, OR AFTER THE GOVERNING BOARD ADOPTS A SUBSEQUENT REVISION TO
4 THAT BUDGET.

5 (2) THE WEBSITE REQUIRED UNDER SUBSECTION (1) SHALL INCLUDE
6 ALL OF THE FOLLOWING CONCERNING THE PUBLIC UNIVERSITY:

7 (a) The annual operating budget and subsequent budget
8 revisions.

9 (b) A summary of current expenditures for the most recent
10 fiscal year for which they are available, expressed as pie charts
11 in the following 2 categories:

12 (i) A chart of personnel expenditures, broken into the
13 following subcategories:

14 (A) Earnings and wages.

15 (B) Employee benefit costs, including, but not limited to,
16 medical, dental, vision, life, disability, and long-term care
17 benefits.

18 (C) Retirement benefit costs.

19 (D) All other personnel costs.

20 (ii) A chart of all current expenditures the public university
21 reported as part of its higher education institutional data
22 inventory data under section 241(2), broken into the same
23 subcategories in which it reported those data.

24 (c) Links to all of the following for the public university:

25 (i) The current collective bargaining agreement for each
26 bargaining unit.

27 (ii) Each health care benefits plan, including, but not limited

1 to, medical, dental, vision, disability, long-term care, or any
2 other type of benefits that would constitute health care services,
3 offered to any bargaining unit or employee of the public
4 university.

5 (iii) Audits and financial reports for the most recent fiscal
6 year for which they are available.

7 (iv) Campus security policies and crime statistics pursuant to
8 the student right-to-know and campus security act, Public Law 101-
9 542, 104 Stat. 2381. Information shall include all material
10 prepared pursuant to the public information reporting requirements
11 under the crime awareness and campus security act of 1990, title II
12 of the student right-to-know and campus security act, Public Law
13 101-542, 104 Stat. 2381.

14 (d) A list of all positions funded partially or wholly through
15 institutional general fund revenue that includes the position title
16 and annual salary or wage amount for each position.

17 (e) General fund revenue and expenditure projections for **THE**
18 **CURRENT** fiscal year ~~2013-2014~~ and **THE NEXT** fiscal year. ~~2014-2015~~.

19 (f) A listing of all debt service obligations, detailed by
20 project, anticipated fiscal year ~~2013-2014~~ payment for each
21 project, and total outstanding debt **FOR THE CURRENT FISCAL YEAR**.

22 (g) The institution's policy regarding the transferability of
23 core college courses between community colleges and the university.

24 (h) A listing of all community colleges that have entered into
25 reverse transfer agreements with the university.

26 (3) ~~(2) A~~ **ON THE WEBSITE REQUIRED UNDER SUBSECTION (1), A**
27 public university shall provide a dashboard or report card

1 demonstrating the university's performance in several "best
2 practice" measures. The dashboard or report card shall include at
3 least all of the following for the 3 most recent ~~school~~**ACADEMIC**
4 years for which the data are available:

5 (a) Enrollment.

6 (b) Student retention rate.

7 (c) Six-year graduation rates.

8 (d) Number of Pell grant recipients and graduating Pell grant
9 recipients.

10 (e) Geographic origination of students, categorized as in-
11 state, out-of-state, and international.

12 (f) Faculty to student ratios and total university employee to
13 student ratios.

14 (g) Teaching load by faculty classification.

15 (h) Graduation outcome rates, including employment and
16 continuing education.

17 **(4)** ~~(3)~~ For statewide consistency and public visibility,
18 public universities must use the icon badge provided by the
19 department of technology, management, and budget consistent with
20 the icon badge developed by the department of education for K-12
21 school districts. It must appear on the front of each public
22 university's homepage. The size of the icon may be reduced to 150 x
23 150 pixels. The font size and style for this reporting must be
24 consistent with other documents on each university's website.

25 **(5)** ~~(4)~~ The state budget director shall determine whether a
26 public university has complied with this section. The state budget
27 director may withhold a public university's monthly installments

described in section 241 until the public university complies with this section.

(6) BY NOVEMBER 15 OF EACH YEAR, A PUBLIC UNIVERSITY SHALL REPORT THE FOLLOWING INFORMATION TO THE SENATE AND HOUSE APPROPRIATIONS SUBCOMMITTEES ON HIGHER EDUCATION, THE SENATE AND HOUSE FISCAL AGENCIES, AND THE STATE BUDGET OFFICE AND POST THE INFORMATION ON ITS WEBSITE UNDER THE BUDGET TRANSPARENCY ICON BADGE:

(A) OPPORTUNITIES FOR EARNING COLLEGE CREDIT THROUGH THE FOLLOWING PROGRAMS:

(i) STATE APPROVED CAREER AND TECHNICAL EDUCATION OR A TECH PREP ARTICULATED PROGRAM OF STUDY.

(ii) DIRECT COLLEGE CREDIT OR CONCURRENT ENROLLMENT.

(iii) DUAL ENROLLMENT.

(iv) AN EARLY COLLEGE/MIDDLE COLLEGE PROGRAM.

(B) FOR EACH PROGRAM DESCRIBED IN SUBDIVISION (A) THAT THE PUBLIC UNIVERSITY OFFERS, ALL OF THE FOLLOWING INFORMATION:

(i) THE NUMBER OF HIGH SCHOOL STUDENTS PARTICIPATING IN THE PROGRAM.

(ii) THE NUMBER OF SCHOOL DISTRICTS THAT PARTICIPATE IN THE PROGRAM WITH THE PUBLIC UNIVERSITY.

(iii) QUALIFICATIONS FOR STUDENTS TO PARTICIPATE IN THE PROGRAM.

(iv) WHETHER A UNIVERSITY PROFESSOR, QUALIFIED LOCAL SCHOOL DISTRICT EMPLOYEE, OR OTHER INDIVIDUAL TEACHES THE COURSE OR COURSES IN THE PROGRAM.

(v) THE TOTAL COST TO THE PUBLIC UNIVERSITY TO OPERATE THE PROGRAM.

1 (vi) THE COST PER CREDIT HOUR FOR THE COURSE OR COURSES IN THE
2 PROGRAM.

3 (vii) THE LOCATION WHERE THE COURSE OR COURSES IN THE PROGRAM
4 ARE HELD.

5 (viii) RESOURCES OFFERED TO THE PROGRAM INSTRUCTORS.

6 (ix) RESOURCES OFFERED TO THE STUDENT IN THE PROGRAM.

7 (x) TRANSPORTATION SERVICES PROVIDED TO STUDENTS IN THE
8 PROGRAM.

9 Sec. 252. (1) The amounts appropriated in section 236 for the
10 state tuition grant program shall be distributed pursuant to 1966
11 PA 313, MCL 390.991 to 390.997a.

12 (2) Tuition grant awards shall be made to all eligible
13 Michigan residents enrolled in undergraduate degree programs who
14 are qualified and who apply before July 1, ~~2012-2013~~ for the ~~2012-~~
15 ~~2013-2013-2014~~ school year or July 1, ~~2013-2014~~ for the ~~2013-2014~~
16 ~~2014-2015~~ school year, as applicable.

17 (3) Pursuant to section 5 of 1966 PA 313, MCL 390.995, and
18 subject to subsection (7), the department of treasury shall
19 determine an actual maximum tuition grant award per student, which
20 shall be no less than \$1,512.00, that ensures that the aggregate
21 payments for the tuition grant program do not exceed the
22 appropriation contained in section 236 for the state tuition grant
23 program. If the department determines that insufficient funds are
24 available to establish a maximum award amount equal to at least
25 \$1,512.00, the department shall immediately report to the house and
26 senate appropriations subcommittees on higher education, the house
27 and senate fiscal agencies, and the state budget director regarding

1 the estimated amount of additional funds necessary to establish a
2 \$1,512.00 maximum award amount. If the department determines that
3 sufficient funds are available to establish a maximum award amount
4 equal to at least \$1,512.00, the department shall immediately
5 report to the house and senate appropriations subcommittees on
6 higher education, the house and senate fiscal agencies, and the
7 state budget director regarding the maximum award amount
8 established and the projected amount of any projected year-end
9 appropriation balance based on that maximum award amount. By
10 December 15, and again by February 18 of each fiscal year, the
11 department shall analyze the status of award commitments, shall
12 make any necessary adjustments, and shall confirm that those award
13 commitments will not exceed the appropriation contained in section
14 236 for the tuition grant program. The determination and actions
15 shall be reported to the state budget director and the house and
16 senate fiscal agencies no later than the final day of February of
17 each year. If award adjustments are necessary, the students shall
18 be notified of the adjustment by March 4 of each year.

19 (4) Any unexpended and unencumbered funds remaining on
20 September 30, ~~2013-2015~~ from the amounts appropriated in section
21 236 for the tuition grant program for fiscal year ~~2012-2013-2014-~~
22 ~~2015~~ shall not lapse on September 30, ~~2013,~~ **2015**, but shall
23 continue to be available for expenditure for tuition grants
24 provided in the ~~2013-2014-2015-2016~~ fiscal year under a work
25 project account. The use of these unexpended fiscal year ~~2012-2013-~~
26 ~~2014-2015~~ funds shall terminate at the end of the ~~2013-2014-2015-~~
27 ~~2016~~ fiscal year. ~~Any unexpended and unencumbered funds remaining~~

~~on September 30, 2014 from the amounts appropriated in section 236 for the tuition grant program for fiscal year 2013-2014 shall not lapse on September 30, 2014, but shall continue to be available for expenditure for tuition grants provided in the 2014-2015 fiscal year under a work project account. The use of these unexpended fiscal year 2013-2014 funds shall terminate at the end of the 2014-2015 fiscal year.~~

(5) The department of treasury shall continue a proportional tuition grant maximum award level for recipients enrolled less than full-time in a given semester or term.

(6) If the department of treasury increases the maximum award per eligible student from that provided in the previous fiscal year, it shall not have the effect of reducing the number of eligible students receiving awards in relation to the total number of eligible applicants. Any increase in the maximum grant shall be proportional for all eligible students receiving awards for that fiscal year.

(7) In any fiscal year, the department of treasury shall not award more than \$3,000,000.00 in tuition grants to eligible students enrolled in the same independent nonprofit college or university in this state. Any decrease in the maximum grant shall be proportional for all eligible students enrolled in that college or university, as determined by the department.

Sec. 256. (1) The funds appropriated in section 236 for the tuition incentive program shall be distributed as provided in this section and pursuant to the administrative procedures for the tuition incentive program of the department of treasury.

(2) As used in this section:

(a) "Phase I" means the first part of the tuition incentive assistance program defined as the academic period of 80 semester or 120 term credits, or less, leading to an associate degree or certificate.

(b) "Phase II" means the second part of the tuition incentive assistance program which provides assistance in the third and fourth year of 4-year degree programs.

(c) "Department" means the department of treasury.

(3) An individual shall meet the following basic criteria and financial thresholds to be eligible for tuition incentive benefits:

(a) To be eligible for phase I, an individual shall meet all of the following criteria:

(i) Apply for certification to the department **ANY TIME AFTER HE OR SHE BEGINS THE SIXTH GRADE BUT** before ~~graduating~~ **AUGUST 31 OF THE SCHOOL YEAR IN WHICH HE OR SHE GRADUATES** from high school or **BEFORE** completing the general education development (GED) certificate.

(ii) Be less than 20 years of age at the time he or she graduates from high school with a diploma or certificate of completion or completes his or her GED.

(iii) Be a United States citizen and a resident of Michigan according to institutional criteria.

(iv) Be at least a half-time student, earning less than 80 semester or 120 term credits at a participating educational institution within 4 years of high school graduation or GED certificate completion.

1 (v) Request information on filing a FAFSA.

2 (vi) **MUST MEET THE SATISFACTORY ACADEMIC PROGRESS POLICY OF THE**
3 **EDUCATIONAL INSTITUTION HE OR SHE ATTENDS.**

4 (b) To be eligible for phase II, an individual shall meet
5 either of the following criteria in addition to the criteria in
6 subdivision (a):

7 (i) Complete at least 56 transferable semester or 84
8 transferable term credits.

9 (ii) Obtain an associate degree or certificate at a
10 participating institution.

11 (c) To be eligible for phase I or phase II, an individual must
12 not be incarcerated and must be financially eligible as determined
13 by the department. An individual is financially eligible for the
14 tuition incentive program if he or she was eligible for Medicaid
15 from the state of Michigan for 24 months within the 36 months
16 before application. The department shall accept certification of
17 Medicaid eligibility only from the department of human services for
18 the purposes of verifying if a person is Medicaid eligible for 24
19 months within the 36 months before application. Certification of
20 eligibility may begin in the sixth grade. As used in this
21 subdivision, "incarcerated" does not include detention of a
22 juvenile in a state-operated or privately operated juvenile
23 detention facility.

24 (4) For phase I, the department shall provide payment on
25 behalf of a person eligible under subsection (3). The department
26 shall reject billings that are excessive or outside the guidelines
27 for the type of educational institution.

1 (5) For phase I, all of the following apply:

2 (a) Payments for associate degree or certificate programs
3 shall not be made for more than 80 semester or 120 term credits for
4 any individual student at any participating institution.

5 (b) For persons enrolled at a Michigan community college, the
6 department shall pay the current in-district tuition and mandatory
7 fees. For persons residing in an area that is not included in any
8 community college district, the out-of-district tuition rate may be
9 authorized.

10 (c) For persons enrolled at a Michigan public university, the
11 department shall pay lower division resident tuition and mandatory
12 fees for the current year.

13 (d) For persons enrolled at a Michigan independent, nonprofit
14 degree-granting college or university, or a Michigan federal
15 tribally controlled community college, or Focus: HOPE, the
16 department shall pay mandatory fees for the current year and a per-
17 credit payment that does not exceed the average community college
18 in-district per-credit tuition rate as reported on August 1, for
19 the immediately preceding academic year.

20 (6) A person participating in phase II may be eligible for
21 additional funds not to exceed \$500.00 per semester or \$400.00 per
22 term up to a maximum of \$2,000.00 subject to the following
23 conditions:

24 (a) Credits are earned in a 4-year program at a Michigan
25 degree-granting 4-year college or university.

26 (b) The tuition reimbursement is for coursework completed
27 within 30 months of completion of the phase I requirements.

1 (7) The department shall work closely with participating
2 institutions to develop an application and eligibility
3 determination process that will provide the highest level of
4 participation and ensure that all requirements of the program are
5 met.

6 (8) Applications for the tuition incentive program may be
7 approved at any time after the student begins the sixth grade. If a
8 determination of financial eligibility is made, that determination
9 is valid as long as the student meets all other program
10 requirements and conditions.

11 (9) Each institution shall ensure that all known available
12 restricted grants for tuition and fees are used prior to billing
13 the tuition incentive program for any portion of a student's
14 tuition and fees.

15 (10) The department shall ensure that the tuition incentive
16 program is well publicized and that eligible Medicaid clients are
17 provided information on the program. The department shall provide
18 the necessary funding and staff to fully operate the program.

19 Sec. 263. (1) Included in the appropriation in section 236 **FOR**
20 **FISCAL YEAR 2014-2015** for MSU AgBioResearch is \$2,982,900.00 and
21 included in the appropriation in section 236 for MSU extension is
22 \$2,645,200.00 for project GREEN. Project GREEN is intended to
23 address critical regulatory, food safety, economic, and
24 environmental problems faced by this state's plant-based
25 agriculture, forestry, and processing industries. "GREEN" is an
26 acronym for generating research and extension to meet environmental
27 and economic needs.

1 (2) The department of agriculture and rural development and
2 Michigan State University, in consultation with agricultural
3 commodity groups and other interested parties, shall develop
4 project GREEN and its program priorities.

5 Sec. 263a. (1) Not later than September 30 of each year,
6 Michigan State University shall submit a report on MSU
7 AgBioResearch and MSU extension to the house and senate
8 appropriations subcommittees on agriculture and on higher
9 education, the house and senate standing committees on agriculture,
10 the house and senate fiscal agencies, and the state budget director
11 for the preceding ~~school~~**ACADEMIC** fiscal year.

12 (2) The report required under subsection (1) shall include all
13 of the following:

14 (a) Total funds expended by MSU AgBioResearch and by MSU
15 extension service identified by state, local, private, federal, and
16 university fund sources.

17 (b) The metric goals that were used to evaluate the impacts of
18 programs operated by MSU extension and MSU AgBioResearch. It is the
19 intent of the legislature that the following metric goals will be
20 used to evaluate the impacts of those programs:

21 (i) Increasing the number of agriculture and food-related firms
22 collaborating with and using services of research and extension
23 faculty and staff by 3% per year.

24 (ii) Increasing the number of individuals utilizing MSU
25 extension's educational services by 5% per year.

26 (iii) Increasing external funds generated in support of research
27 and extension, beyond state appropriations, by 10% over the amounts

1 generated in the past 3 state fiscal years.

2 (iv) Increasing the sector's total economic impact from today's
3 \$71,000,000,000.00 to \$100,000,000,000.00.

4 (v) Doubling Michigan's agricultural exports from
5 \$1,750,000,000.00 to \$3,500,000,000.00.

6 (vi) Increasing jobs in the food and agriculture sector by 10%.

7 (vii) Improving access by Michigan consumers to healthy foods
8 by 20%.

9 (c) A review of major programs within both MSU AgBioResearch
10 and MSU extension with specific reference to accomplishments,
11 impacts, and the metrics described in subdivision (b), including a
12 specific accounting of Project GREEN expenditures and the impact
13 of those expenditures.

14 Sec. 264. Included in the appropriation in section 236 for
15 fiscal year ~~2013-2014~~**2014-2015** for Michigan State University is
16 \$80,000.00 for the Michigan future farmers of America association.
17 This \$80,000.00 allocation shall not supplant any existing support
18 that Michigan State University provides to the Michigan future
19 farmers of America association.

20 Sec. 265. (1) Payments under section 265a for performance
21 funding shall only be made to a public university that certifies to
22 the state budget director by August 31, ~~2013-2014~~ that its board
23 did not adopt an increase in tuition and fee rates for resident
24 undergraduate students after September 1, ~~2012-2013~~ for the ~~2012-~~
25 ~~2013-2013-2014~~ academic year and that its board will not adopt an
26 increase in tuition and fee rates for resident undergraduate
27 students for the ~~2013-2014~~**2014-2015** academic year that is greater

1 than ~~3.75%~~ **3.2%**. As used in this subsection:

2 (a) Subject to subdivision (c), "fee" means any board-
3 authorized fee that will be paid by more than 1/2 of all resident
4 undergraduate students at least once during their enrollment at a
5 public university. A university increasing a fee that applies to a
6 specific subset of students or courses shall provide sufficient
7 information to prove that the increase applied to that subset will
8 not cause the increase in the average amount of board-authorized
9 total tuition and fees paid by resident undergraduate students in
10 the ~~2013-2014~~ **2014-2015** academic year to exceed the limit
11 established in this subsection.

12 (b) "Tuition and fee rate" means the average of full-time
13 rates for all undergraduate classes, based on an average of the
14 rates authorized by the university board and actually charged to
15 students, deducting any uniformly-rebated or refunded amounts, for
16 the 2 semesters with the highest levels of full-time equated
17 resident undergraduate enrollment during the academic year.

18 (c) For purposes of subdivision (a), for a public university
19 that compels resident undergraduate students to be covered by
20 health insurance as a condition to enroll at the university, "fee"
21 includes the annual amount a student is charged for coverage by the
22 university-affiliated group health insurance policy if he or she
23 does not provide proof that he or she is otherwise covered by
24 health insurance. This subdivision does not apply to limited
25 subsets of resident undergraduate students to be covered by health
26 insurance for specific reasons other than general enrollment at the
27 university.

1 (2) The state budget director shall implement uniform
2 reporting requirements to ensure that a public university receiving
3 a payment under section 265a for performance funding has satisfied
4 the tuition restraint requirements of this section. The state
5 budget director shall have the sole authority to determine if a
6 public university has met the requirements of this section.
7 Information reported by a public university to the state budget
8 director under this subsection shall also be reported to the house
9 and senate appropriations subcommittees on higher education and the
10 house and senate fiscal agencies.

11 Sec. 265a. (1) Appropriations to public universities in
12 section 236 **FOR FISCAL YEAR 2014-2015** for performance funding shall
13 be paid only to a public university that complies with section 265
14 and certifies to the state budget director, the house and senate
15 appropriations subcommittees on higher education, and the house and
16 senate fiscal agencies by August 31, ~~2013~~**2014** that it complies
17 with all of the following requirements:

18 (a) The university participates in reverse transfer agreements
19 described in section 286 with at least 3 Michigan community
20 colleges or has made a good-faith effort to enter into reverse
21 transfer agreements.

22 (b) The university does not and will not consider whether dual
23 enrollment credits earned by an incoming student were utilized
24 towards his or her high school graduation requirements when making
25 a determination as to whether those credits may be used by the
26 student toward completion of a university degree or certificate
27 program.

1 (c) The university participates in the Michigan transfer
 2 network created as part of the Michigan association of collegiate
 3 registrars and admissions officers transfer agreement.

4 (2) Any performance funding amounts under section 236 that are
 5 not paid to a public university because it did not comply with 1 or
 6 more requirements under subsection (1) are unappropriated and
 7 reappropriated for performance funding to those public universities
 8 that meet the requirements under subsection (1), distributed in
 9 proportion to their performance funding appropriation amounts under
 10 section 236.

11 (3) The state budget director shall report to the house and
 12 senate appropriations subcommittees on higher education and the
 13 house and senate fiscal agencies by September 17, ~~2013~~, **2014**,
 14 regarding any performance funding amounts that are not paid to a
 15 public university because it did not comply with 1 or more
 16 requirements under subsection (1) and any reappropriation of funds
 17 under subsection (2).

18 (4) Performance funding amounts described in section 236 are
 19 distributed based on the following formula:

20 **(A) PROPORTIONAL TO EACH UNIVERSITY'S SHARE OF TOTAL**
 21 **OPERATIONS FUNDING APPROPRIATED IN FISCAL YEAR 2010-2011, 50.0%.**

22 **(B) ~~(a)~~**Based on weighted undergraduate completions in
 23 critical skills areas, ~~22.2%~~**-11.1%**.

24 **(C) ~~(b)~~**Based on research and development expenditures, for
 25 universities classified in Carnegie classifications as
 26 doctoral/research universities, research universities (high
 27 research activity), or research universities (very high research

1 activity) only, ~~11.1%-5.6%~~.

2 (D) ~~(e)~~ Based on 6-year graduation rate, total degree
3 completions, and institutional support as a percentage of core
4 expenditures, **AND STUDENTS RECEIVING PELL GRANTS**, scored against
5 national Carnegie classification peers and weighted by total
6 undergraduate fiscal year equated students, ~~66.7%-33.3%~~.

7 (5) For purposes of determining the score of a university
8 under subsection ~~(4)(e)~~, **(4)(D)**, each university is assigned 1 of
9 the following scores:

10 (a) A university classified as in the top 20%, a score of 3.

11 (b) A university classified as above national median, a score
12 of 2.

13 (c) A university classified as improving, a score of 2. It is
14 the intent of the legislature that, beginning in the ~~2014-2015~~
15 **2015-2016** state fiscal year, a university classified as improving
16 is assigned a score of 1.

17 (d) A university that is not included in subdivision (a), (b),
18 or (c), a score of 0.

19 (6) For purposes of this section, "Carnegie classification"
20 shall mean the basic classification of the university according to
21 the most recent version of the Carnegie classification of
22 institutions of higher education, published by the Carnegie
23 foundation for the advancement of teaching.

24 Sec. 267. All public universities shall submit the amount of
25 tuition and fees actually charged to a full-time resident
26 undergraduate student for academic year ~~2013-2014~~ **2014-2015** as part
27 of their higher education institutional data inventory (HEIDI) data

1 by August 31 of each year. A public university shall report any
 2 revisions for any semester of the reported academic year ~~2013-2014~~
 3 **2014-2015** tuition and fee charges to HEIDI within 15 days of being
 4 adopted.

5 Sec. 268. (1) For the fiscal year ending September 30, ~~2013,~~
 6 **2014**, it is the intent of the legislature that funds be allocated
 7 for unfunded North American Indian tuition waiver costs incurred by
 8 public universities under 1976 PA 174, MCL 390.1251 to 390.1253,
 9 from the general fund.

10 **(2) APPROPRIATIONS IN SECTION 236(8)(F) FOR NORTH AMERICAN**
 11 **INDIAN TUITION WAIVERS SHALL BE PAID TO UNIVERSITIES UNDER SECTION**
 12 **2A OF 1976 PA 174, MCL 390.1252A. ALLOCATIONS SHALL BE ADJUSTED FOR**
 13 **AMOUNTS INCLUDED IN UNIVERSITY OPERATIONS APPROPRIATIONS. IF FUNDS**
 14 **ARE INSUFFICIENT TO SUPPORT THE ENTIRE COST OF WAIVERS, AMOUNTS**
 15 **SHALL BE PRORATED.**

16 **(3)** ~~(2)~~ By February 15 of each year, the department of civil
 17 rights shall annually submit to the state budget director, the
 18 house and senate appropriations subcommittees on higher education,
 19 and the house and senate fiscal agencies ~~for the preceding fiscal~~
 20 ~~year~~ a report on North American Indian tuition waivers **FOR THE**
 21 **PRECEDING FISCAL YEAR** that includes, but is not limited to, all of
 22 the following information for each postsecondary institution:

23 (a) The total number of waiver applications.

24 (b) The total number of waivers granted and the monetary value
 25 of each waiver.

26 (c) The number of students who withdraw from classes.

27 (d) The number of students who successfully complete a degree

Senate Bill No. 768 as amended May 6, 2014

1 or certificate program and the 6-year graduation rate.

2 Sec. 269. For fiscal year ~~2013-2014~~, **2014-2015**, from the
3 amount appropriated in section 236 to Central Michigan University
4 for operations, \$29,700.00 shall be paid to Saginaw Chippewa Tribal
5 College for the costs of waiving tuition for North American Indians
6 under 1976 PA 174, MCL 390.1251 to 390.1253.

7 Sec. 270. For fiscal year ~~2013-2014~~ **2014-2015** from the amount
8 appropriated in section 236 to Lake Superior State University for
9 operations, \$100,000.00 shall be paid to Bay Mills Community
10 College for the costs of waiving tuition for North American Indians
11 under 1976 PA 174, MCL 390.1251 to 390.1253.

12 **SEC. 271A. IT IS THE INTENT OF THE LEGISLATURE THAT A PUBLIC**
13 **UNIVERSITY THAT RECEIVES FUNDS UNDER SECTION 236 SHALL NOT**
14 **PARTICIPATE IN ANY INSTRUCTIONAL ACTIVITY THAT ENCOURAGES OR**
15 **DISCOURAGES UNION ORGANIZING OF EMPLOYEES, INCLUDING, BUT NOT**
16 **LIMITED TO, PARTICIPATING WITH ANY BUSINESS OR UNION, OR GROUP OF**
17 **BUSINESSES OR UNIONS, IN HOSTING, SPONSORING, ADMINISTERING, OR IN**
18 **ANY WAY FACILITATING AN ACADEMY, SEMINAR, CLASS, COURSE,**
19 **CONFERENCE, OR PROGRAM THAT PROVIDES INSTRUCTION, IN WHOLE OR IN**
20 **PART, IN TECHNIQUES FOR ENCOURAGING OR DISCOURAGING EMPLOYEES IN**
21 **REGARD TO UNION ORGANIZING. THE APPROPRIATION IN SECTION 236 FOR**
22 **ANY UNIVERSITY THAT PARTICIPATES IN AN ACTIVITY DESCRIBED IN THIS**
23 **SECTION SHALL BE REDUCED BY \$500,000.00 FOR EACH OCCURRENCE.**

<<SEC. 271B. BY OCTOBER 15 OF EACH YEAR, EACH PUBLIC
UNIVERSITY RECEIVING FUNDS UNDER SECTION 236 SHALL SUBMIT A REPORT
TO THE HOUSE AND SENATE APPROPRIATIONS SUBCOMMITTEES ON HIGHER
EDUCATION, THE HOUSE AND SENATE FISCAL AGENCIES, AND THE STATE
BUDGET DIRECTOR ON THE NUMBER OF STUDENTS WHO HAD HEALTH INSURANCE
AND THE NUMBER OF STUDENTS WHO DID NOT HAVE HEALTH INSURANCE IN THE
PREVIOUS FISCAL YEAR. THE REPORT SHALL ALSO INCLUDE HOW MUCH EACH
UNIVERSITY SPENT ON HEALTH SERVICES FOR UNINSURED STUDENTS.>>

24 Sec. 272a. By February 15, ~~2014~~, **OF EACH YEAR**, each public
25 university receiving funds under section 236 shall submit a report
26 to the house and senate appropriations subcommittees on higher
27 education, the house and senate fiscal agencies, and the state

1 budget director regarding the rejection of transfer credits by the
2 university in the prior year. The report shall include information
3 on the number of credits earned by incoming **RESIDENT** students at
4 other postsecondary institutions **IN THIS STATE**, with the equivalent
5 of a letter grade of C or higher, that were rejected by the
6 university for transfer, reported by both academic program area and
7 prior institution, along with explanatory information regarding the
8 rationale for the rejection of the credits. Data may be reported on
9 either an academic or calendar year basis.

10 Sec. 273. It is the intent of the legislature that each public
11 university shall submit a report to the house and senate
12 appropriations committees, the house and senate fiscal agencies,
13 and the state budget director by October 15, ~~2013~~, **2014**, on the
14 university's efforts to accommodate the sincerely held religious
15 beliefs of students enrolled in accredited counseling degree
16 programs at the university.

17 Sec. 274. It is the intent of the legislature that public and
18 private organizations that conduct human embryonic stem cell
19 derivation subject to section 27 of article I of the state
20 constitution of 1963 will provide information to the director of
21 the department of community health by December 1, ~~2013~~ **2014** that
22 includes all of the following:

23 (a) Documentation that the organization conducting human
24 embryonic stem cell derivation is conducting its activities in
25 compliance with the requirements of section 27 of article I of the
26 state constitution of 1963 and all relevant national institutes of
27 health guidelines pertaining to embryonic stem cell derivation.

1 (b) A list of all human embryonic stem cell lines submitted by
2 the organization to the national institutes of health for inclusion
3 in the human embryonic stem cell registry before and during fiscal
4 year ~~2012-2013~~, **2013-2014**, and the status of each submission as
5 approved, pending approval, or review completed but not yet
6 accepted.

7 (c) Number of human embryonic stem cell lines derived and not
8 submitted for inclusion in the human embryonic stem cell registry,
9 before and during fiscal year ~~2012-2013~~. **2013-2014**.

10 Sec. 274a. (1) It is the intent of the legislature that a
11 public university that receives funds in section 236 not provide
12 health insurance or other fringe benefits for any adult coresident
13 of an employee of the university who is not married to or a
14 dependent of that employee or for any dependent of such an adult
15 coresident.

16 (2) It is the intent of the legislature that each public
17 university receiving funds in section 236 submit a report by
18 December 1, ~~2013~~-**2014** to the house and senate appropriations
19 subcommittees on higher education, the house and senate fiscal
20 agencies, and the state budget director containing the number of
21 individuals described in subsection (1) who received health
22 insurance or other fringe benefits provided by the university in
23 fiscal year ~~2012-2013~~-**2013-2014** and the cost to the university of
24 providing those benefits.

25 Sec. 276. (1) Included in the appropriation for fiscal year
26 ~~2013-2014~~-**2014-2015** for each public university in section 236 is
27 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks

1 future faculty program that is intended to increase the pool of
2 academically or economically disadvantaged candidates pursuing
3 faculty teaching careers in postsecondary education. Preference may
4 not be given to applicants on the basis of race, color, ethnicity,
5 gender, or national origin. Institutions should encourage
6 applications from applicants who would otherwise not adequately be
7 represented in the graduate student and faculty populations. Each
8 public university shall apply the percentage change applicable to
9 every public university in the calculation of appropriations in
10 section 236 to the amount of funds allocated to the future faculty
11 program.

12 (2) The program shall be administered by each public
13 university in a manner prescribed by the workforce development
14 agency. The workforce development agency shall use a good faith
15 effort standard to evaluate whether a fellowship is in default.

16 Sec. 277. (1) Included in the appropriation for fiscal year
17 ~~2013-2014-2014-2015~~ for each public university in section 236 is
18 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks
19 college day program that is intended to introduce academically or
20 economically disadvantaged schoolchildren to the potential of a
21 college education. Preference may not be given to participants on
22 the basis of race, color, ethnicity, gender, or national origin.
23 Public universities should encourage participation from those who
24 would otherwise not adequately be represented in the student
25 population.

26 (2) Individual program plans of each public university shall
27 include a budget of equal contributions from this program, the

1 participating public university, the participating school district,
2 and the participating independent degree-granting college. College
3 day funds shall not be expended to cover indirect costs. Not more
4 than 20% of the university match shall be attributable to indirect
5 costs. Each public university shall apply the percentage change
6 applicable to every public university in the calculation of
7 appropriations in section 236 to the amount of funds allocated to
8 the college day program.

9 (3) The program described in this section shall be
10 administered by each public university in a manner prescribed by
11 the workforce development agency.

12 Sec. 278. (1) Included in section 236 for fiscal year ~~2013-~~
13 ~~2014-2014-2015~~ is funding for the Martin Luther King, Jr. - Cesar
14 Chavez - Rosa Parks select student support services program for
15 developing academically or economically disadvantaged student
16 retention programs for 4-year public and independent educational
17 institutions in this state. Preference may not be given to
18 participants on the basis of race, color, ethnicity, gender, or
19 national origin. Institutions should encourage participation from
20 those who would otherwise not adequately be represented in the
21 student population.

22 (2) An award made under this program to any 1 institution
23 shall not be greater than \$150,000.00, and the amount awarded shall
24 be matched on a 70% state, 30% college or university basis.

25 (3) The program described in this section shall be
26 administered by the workforce development agency.

27 Sec. 279. (1) Included in section 236 for fiscal year ~~2013-~~

1 ~~2014-2014-2015~~ is funding for the Martin Luther King, Jr. - Cesar
2 Chavez - Rosa Parks college/university partnership program between
3 4-year public and independent colleges and universities and public
4 community colleges, which is intended to increase the number of
5 academically or economically disadvantaged students who transfer
6 from community colleges into baccalaureate programs. Preference may
7 not be given to participants on the basis of race, color,
8 ethnicity, gender, or national origin. Institutions should
9 encourage participation from those who would otherwise not
10 adequately be represented in the transfer student population.

11 (2) The grants shall be made under the program described in
12 this section to Michigan public and independent colleges and
13 universities. An award to any 1 institution shall not be greater
14 than \$150,000.00, and the amount awarded shall be matched on a 70%
15 state, 30% college or university basis.

16 (3) The program described in this section shall be
17 administered by the workforce development agency.

18 Sec. 280. (1) Included in the appropriation for fiscal year
19 ~~2013-2014-2014-2015~~ for each public university in section 236 is
20 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks
21 visiting professors program which is intended to increase the
22 number of instructors in the classroom to provide role models for
23 academically or economically disadvantaged students. Preference may
24 not be given to participants on the basis of race, color,
25 ethnicity, gender, or national origin. Public universities should
26 encourage participation from those who would otherwise not
27 adequately be represented in the student population.

1 (2) The program described in this section shall be
2 administered by the workforce development agency.

3 Sec. 281. (1) Included in the appropriation for fiscal year
4 ~~2013-2014-2014-2015~~ in section 236 is funding under the Martin
5 Luther King, Jr. - Cesar Chavez - Rosa Parks initiative for the
6 Morris Hood, Jr. educator development program which is intended to
7 increase the number of academically or economically disadvantaged
8 students who enroll in and complete K-12 teacher education programs
9 at the baccalaureate level. Preference may not be given to
10 participants on the basis of race, color, ethnicity, gender, or
11 national origin. Institutions should encourage participation from
12 those who would otherwise not adequately be represented in the
13 teacher education student population.

14 (2) The program described in this section shall be
15 administered by each state-approved teacher education institution
16 in a manner prescribed by the workforce development agency.

17 (3) Approved teacher education institutions may and are
18 encouraged to use student support services funding in coordination
19 with the Morris Hood, Jr. funding to achieve the goals of the
20 program described in this section.

21 Sec. 282. Each institution receiving funds under section 278,
22 279, or 281 shall notify the workforce development agency by April
23 15, ~~2014~~**OF EACH YEAR** as to whether it will expend by the end of
24 its fiscal year the funds received under section 278, 279, or 281.
25 Notwithstanding the award limitations in sections 278 and 279, the
26 amount of funding reported as not being expended will be
27 reallocated to the institutions that intend to expend all funding

1 received under section 278, 279, or 281.

2 Sec. 283. (1) From the amount appropriated in section 236, the
3 public universities shall systematically inform Michigan high
4 schools regarding the academic status of students from each high
5 school in a manner prescribed by the presidents council, state
6 universities of Michigan in cooperation with the Michigan
7 association of secondary school principals. Public universities
8 shall also work with the center for educational performance and
9 information to ~~design and implement~~ **MAINTAIN** a systematic approach
10 for accomplishing this task.

11 (2) Michigan high schools shall systematically inform the
12 public universities about the use of information received under
13 this section in a manner prescribed by the Michigan association of
14 secondary school principals in cooperation with the presidents
15 council, state universities of Michigan.

16 Sec. 284. From the amount appropriated in section 236, the
17 public universities shall inform Michigan community colleges
18 regarding the academic status of community college transfer
19 students in a manner prescribed by the presidents council, state
20 universities of Michigan in cooperation with the Michigan community
21 college association. Public universities shall also work with the
22 center for educational performance and information to ~~design and~~
23 ~~implement~~ **MAINTAIN** a systematic approach for accomplishing this
24 task.

25 Enacting section 1. In accordance with section 30 of article
26 IX of the state constitution of 1963, total state spending from
27 state sources for higher education for fiscal year 2014-2015 under

1 article III is estimated at \$1,430,467,700.00 and the amount of
2 that state spending from state sources to be paid to local units of
3 government for fiscal year 2014-2015 is estimated at \$0.

4 Enacting section 2. This amendatory act takes effect October
5 1, 2014.