

FIRST CONFERENCE REPORT

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

Senate Bill No. 768, entitled

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 adding sections 271a and 271b.

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 "The state school aid act of 1979," by amending sections 236, 236a, 236b, 236c, 241, 245, 246, 252, 256, 263, 263a, 264, 265, 265a, 267, 268, 269, 270, 272a, 273, 274, 274a, 275, 276, 277, 278, 279, 280, 281, 282, 283, and 284 (MCL 388.1836, 388.1836a, 388.1836b, 388.1836c, 388.1841, 388.1845, 388.1846, 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, 388.1875, 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, 246, 252, 263, 263a, 264, 265, 265a, 267, 268, 269, 270, 273, 274, 274a, 275, 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 adding section 271a.

Tonya Schuitmaker

Al Pscholka

Roger Kahn

John Walsh

Morris W. Hood III

Samir Singh

Conferees for the Senate

Conferees for the House

**SUBSTITUTE FOR
SENATE BILL NO. 768**

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 236, 236a, 236b, 236c, 241, 245, 246, 252,
256, 263, 263a, 264, 265, 265a, 267, 268, 269, 270, 272a, 273, 274,
274a, 275, 276, 277, 278, 279, 280, 281, 282, 283, and 284 (MCL
388.1836, 388.1836a, 388.1836b, 388.1836c, 388.1841, 388.1845,
388.1846, 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, 388.1875, 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, 246,
252, 263, 263a, 264, 265, 265a, 267, 268, 269, 270, 273, 274, 274a,
275, 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 adding section 271a.

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 **\$1,516,496,300.00.** 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.~~ **\$1,516,496,300.00.**

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.~~ **\$204,567,900.00.**

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~~ **\$79,115,000.00,** **\$73,540,100.00** for
25 operations and ~~\$2,134,300.00~~ **\$5,574,900.00** 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~~ **\$71,771,100.00, \$67,275,400.00** for

6 operations and ~~\$788,900.00~~ **\$4,495,700.00** 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~~ **\$49,087,000.00, \$45,636,500.00** for

12 operations and ~~\$1,351,900.00~~ **\$3,450,500.00** 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~~ **\$63,136,000.00, \$57,823,500.00** for

18 operations and ~~\$2,329,100.00~~ **\$5,312,500.00** 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~~ **\$12,782,500.00, \$12,231,000.00** for

24 operations and ~~\$180,400.00~~ **\$551,500.00** 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~~ **\$324,038,100.00, \$249,597,800.00**
 for operations, ~~\$4,449,300.00~~ **\$14,831,300.00** for performance
 funding, ~~\$30,243,900.00~~ **\$32,027,900.00** for MSU AgBioResearch, and
~~\$26,044,800.00~~ **\$27,581,100.00** 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~~ **\$45,923,100.00, \$43,473,800.00** for
 operations and ~~\$872,800.00~~ **\$2,449,300.00** 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~~ **\$44,277,200.00, \$41,741,400.00** for
 operations and ~~\$863,200.00~~ **\$2,535,800.00** 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~~ **\$48,364,100.00, \$45,651,600.00** for
 operations and ~~\$670,700.00~~ **\$2,712,500.00** 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~~ **\$27,610,200.00, \$25,991,000.00** for operations and ~~\$326,100.00~~ **\$1,619,200.00** 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~~ **\$295,174,100.00, \$279,232,700.00** for operations and ~~\$4,952,000.00~~ **\$15,941,400.00** 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~~ **\$23,689,300.00, \$22,510,400.00** for operations and ~~\$266,400.00~~ **\$1,178,900.00** 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~~ **\$21,337,700.00, \$19,938,200.00** for operations and ~~\$401,500.00~~ **\$1,399,500.00** 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, \$190,519,800.00~~ **\$183,398,300.00** for operations and ~~\$534,700.00~~ **\$7,121,500.00** 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~~ \$102,742,000.00, \$97,279,000.00 for
 5 operations and ~~\$1,747,700.00~~ \$5,463,000.00 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 \$1,199,547,700.00.

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) FOR FISCAL YEAR 2015-2016 ONLY, IN ADDITION TO THE AMOUNT
 19 APPROPRIATED UNDER SUBSECTION (4), \$4,002,200.00 IS APPROPRIATED
 20 FOR MICHIGAN PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM
 21 REIMBURSEMENT, APPROPRIATED FROM THE STATE 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 **\$105,494,200.00**, allocated as follows:

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

15 (b) Tuition grants, ~~\$31,664,700.00~~ **\$33,532,500.00**.

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.

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

(d) State general fund/general purpose money,
~~\$4,500,000.00-\$8,367,800.00.~~

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

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

Sec. 236c. In addition to the funds appropriated for fiscal year ~~2013-2014-2014-2015~~ in section 236, appropriations to the department of technology, management, and budget in the act providing general appropriations for fiscal year ~~2013-2014-2014-~~ **2015** for state building authority rent, totaling an estimated ~~\$125,370,600.00,~~ **\$124,825,300.00**, provide funding for the state 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 CENTER FOR EDUCATIONAL PERFORMANCE AND INFORMATION 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) WHETHER A UNIVERSITY PROFESSOR, QUALIFIED LOCAL SCHOOL DISTRICT EMPLOYEE, OR OTHER INDIVIDUAL TEACHES THE COURSE OR COURSES IN THE PROGRAM.

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

(v) THE COST PER CREDIT HOUR FOR THE COURSE OR COURSES IN THE PROGRAM.

(vi) THE LOCATION WHERE THE COURSE OR COURSES IN THE PROGRAM

1 ARE HELD.

2 (vii) INSTRUCTIONAL RESOURCES OFFERED TO THE PROGRAM
3 INSTRUCTORS.

4 (viii) RESOURCES OFFERED TO THE STUDENT IN THE PROGRAM.

5 (ix) TRANSPORTATION SERVICES PROVIDED TO STUDENTS IN THE
6 PROGRAM.

7 Sec. 246. (1) The funds appropriated in section 236 for
8 Michigan public school employees' retirement system reimbursement
9 shall be allocated to each participating public university under
10 this section based on each participating public university's ~~total~~
11 ~~retiree health care premiums paid for Michigan public school~~
12 ~~employees' retirement system retirants in proportion to the total~~
13 ~~retiree health care premiums paid for Michigan public school~~
14 ~~employees' retirement system retirants for all participating public~~
15 ~~universities~~ PERCENTAGE OF THE TOTAL COMBINED PAYROLLS OF THE
16 UNIVERSITIES' EMPLOYEES WHO ARE MEMBERS OF THE RETIREMENT SYSTEM
17 AND WHO WERE HIRED BEFORE JANUARY 1, 1996 AND THE UNIVERSITIES'
18 EMPLOYEES WHO WOULD HAVE BEEN MEMBERS OF THE RETIREMENT SYSTEM ON
19 OR AFTER JANUARY 1, 1996, BUT FOR THE ENACTMENT OF 1995 PA 272 FOR
20 ALL PUBLIC UNIVERSITIES THAT ARE PARTICIPATING PUBLIC UNIVERSITIES
21 for the immediately preceding state fiscal year. Payments shall be
22 made in a form and manner determined by the office of retirement
23 services. A public university that receives money under this
24 section shall use that money solely for the purpose of offsetting a
25 portion of the retirement contributions owed by the university.

26 (2) As used in this section, "participating public university"
27 means a public university that is a reporting unit of the Michigan

1 public school employees' retirement system under the public school
2 employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to
3 38.1408, and that pays ~~retiree health care premiums~~ **CONTRIBUTIONS**
4 to the Michigan public school employees' retirement system for the
5 state fiscal year.

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

9 (2) Tuition grant awards shall be made to all eligible
10 Michigan residents enrolled in undergraduate degree programs who
11 are qualified and who apply before July 1 ~~, 2012 for the 2012-2013~~
12 ~~school year or July 1, 2013 for the 2013-2014 school year, as~~
13 ~~applicable.~~ **OF EACH YEAR FOR THE NEXT ACADEMIC YEAR.**

14 (3) Pursuant to section 5 of 1966 PA 313, MCL 390.995, and
15 subject to ~~subsection~~ **SUBSECTIONS (7) AND (8)**, the department of
16 treasury shall determine an actual maximum tuition grant award per
17 student, which shall be no less than \$1,512.00, that ensures that
18 the aggregate payments for the tuition grant program do not exceed
19 the appropriation contained in section 236 for the state tuition
20 grant program. If the department determines that insufficient funds
21 are available to establish a maximum award amount equal to at least
22 \$1,512.00, the department shall immediately report to the house and
23 senate appropriations subcommittees on higher education, the house
24 and senate fiscal agencies, and the state budget director regarding
25 the estimated amount of additional funds necessary to establish a
26 \$1,512.00 maximum award amount. If the department determines that
27 sufficient funds are available to establish a maximum award amount

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

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

1 provided in the ~~2014-2015~~**-2015-2016** fiscal year under a work
2 project account. The use of these unexpended fiscal year ~~2013-2014~~
3 **2014-2015** funds shall terminate at the end of the ~~2014-2015~~**-2015-**
4 **2016** fiscal year.

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

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

15 (7) ~~In any fiscal year,~~ **EXCEPT AS PROVIDED IN SUBSECTION (4),**
16 the department of treasury shall not award more than ~~\$3,000,000.00~~
17 **\$3,200,000.00** in tuition grants to eligible students enrolled in
18 the same independent nonprofit college or university in this state.
19 Any decrease in the maximum grant shall be proportional for all
20 eligible students enrolled in that college or university, as
21 determined by the department.

22 (8) **THE DEPARTMENT OF TREASURY SHALL NOT AWARD TUITION GRANTS**
23 **TO OTHERWISE ELIGIBLE STUDENTS ENROLLED IN AN INDEPENDENT COLLEGE**
24 **OR UNIVERSITY THAT DOES NOT REPORT, IN A FORM AND MANNER DIRECTED**
25 **BY AND SATISFACTORY TO THE DEPARTMENT OF TREASURY, BY AUGUST 31 OF**
26 **EACH YEAR, BEGINNING WITH AUGUST 31, 2015, ALL OF THE FOLLOWING:**

27 (A) **THE NUMBER OF STUDENTS IN THE MOST RECENTLY COMPLETED**

1 ACADEMIC YEAR THAT RECEIVED A STATE TUITION GRANT AND SUCCESSFULLY
2 COMPLETED A PROGRAM OR GRADUATED.

3 (B) THE NUMBER OF STUDENTS IN THE MOST RECENTLY COMPLETED
4 ACADEMIC YEAR THAT RECEIVED A STATE TUITION GRANT AND TOOK A
5 REMEDIAL EDUCATION CLASS.

6 (C) THE NUMBER OF STUDENTS IN THE MOST RECENTLY COMPLETED
7 ACADEMIC YEAR THAT RECEIVED A PELL GRANT AND SUCCESSFULLY COMPLETED
8 A PROGRAM OR GRADUATED.

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

13 (2) As used in this section:

14 (a) "Phase I" means the first part of the tuition incentive
15 assistance program defined as the academic period of 80 semester or
16 120 term credits, or less, leading to an associate degree or
17 certificate.

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

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

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

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

26 (i) Apply for certification to the department **ANY TIME AFTER HE**
27 **OR SHE BEGINS THE SIXTH GRADE BUT** before ~~graduating~~ **AUGUST 31 OF**

1 **THE SCHOOL YEAR IN WHICH HE OR SHE GRADUATES** from high school or
 2 **BEFORE** completing ~~the~~**A** general education development ~~(CED)~~
 3 certificate.

4 (ii) Be less than 20 years of age at the time he or she
 5 graduates from high school with a diploma or certificate of
 6 completion or completes ~~his or her CED~~**A GENERAL EDUCATION**
 7 **DEVELOPMENT CERTIFICATE.**

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

10 (iv) Be at least a half-time student, earning less than 80
 11 semester or 120 term credits at a participating educational
 12 institution within 4 years of high school graduation or ~~CED~~
 13 ~~certificate completion~~**COMPLETION OF A GENERAL EDUCATION**
 14 **DEVELOPMENT CERTIFICATE.**

15 (v) Request information on filing a FAFSA.

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

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

21 (i) Complete at least 56 transferable semester or 84
 22 transferable term credits.

23 (ii) Obtain an associate degree or certificate at a
 24 participating institution.

25 (c) To be eligible for phase I or phase II, an individual must
 26 not be incarcerated and must be financially eligible as determined
 27 by the department. An individual is financially eligible for the

1 tuition incentive program if he or she was eligible for Medicaid
2 from the state of Michigan for 24 months within the 36 months
3 before application. The department shall accept certification of
4 Medicaid eligibility only from the department of human services for
5 the purposes of verifying if a person is Medicaid eligible for 24
6 months within the 36 months before application. Certification of
7 eligibility may begin in the sixth grade. As used in this
8 subdivision, "incarcerated" does not include detention of a
9 juvenile in a state-operated or privately operated juvenile
10 detention facility.

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

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

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

19 (b) For persons enrolled at a Michigan community college, the
20 department shall pay the current in-district tuition and mandatory
21 fees. For persons residing in an area that is not included in any
22 community college district, the out-of-district tuition rate may be
23 authorized.

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

27 (d) For persons enrolled at a Michigan independent, nonprofit

1 degree-granting college or university, or a Michigan federal
2 tribally controlled community college, or Focus: HOPE, the
3 department shall pay mandatory fees for the current year and a per-
4 credit payment that does not exceed the average community college
5 in-district per-credit tuition rate as reported on August 1, for
6 the immediately preceding academic year.

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

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

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

15 (7) The department shall work closely with participating
16 institutions to develop an application and eligibility
17 determination process that will provide the highest level of
18 participation and ensure that all requirements of the program are
19 met.

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

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

1 tuition and fees.

2 (10) The department shall ensure that the tuition incentive
3 program is well publicized and that eligible Medicaid clients are
4 provided information on the program. The department shall provide
5 the necessary funding and staff to fully operate the program.

6 Sec. 263. (1) Included in the appropriation in section 236 **FOR**
7 **FISCAL YEAR 2014-2015** for MSU AgBioResearch is \$2,982,900.00 and
8 included in the appropriation in section 236 for MSU extension is
9 \$2,645,200.00 for project GREEN. Project GREEN is intended to
10 address critical regulatory, food safety, economic, and
11 environmental problems faced by this state's plant-based
12 agriculture, forestry, and processing industries. "GREEN" is an
13 acronym for generating research and extension to meet environmental
14 and economic needs.

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

19 Sec. 263a. (1) Not later than September 30 of each year,
20 Michigan State University shall submit a report on MSU
21 AgBioResearch and MSU extension to the house and senate
22 appropriations subcommittees on agriculture and on higher
23 education, the house and senate standing committees on agriculture,
24 the house and senate fiscal agencies, and the state budget director
25 for the preceding ~~school~~**ACADEMIC** fiscal year.

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

1 (a) Total funds expended by MSU AgBioResearch and by MSU
2 extension service identified by state, local, private, federal, and
3 university fund sources.

4 (b) The metric goals that were used to evaluate the impacts of
5 programs operated by MSU extension and MSU AgBioResearch. It is the
6 intent of the legislature that the following metric goals will be
7 used to evaluate the impacts of those programs:

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

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

13 (iii) Increasing external funds generated in support of research
14 and extension, beyond state appropriations, by 10% over the amounts
15 generated in the past 3 state fiscal years.

16 (iv) Increasing the sector's total economic impact from today's
17 \$71,000,000,000.00 to \$100,000,000,000.00.

18 (v) Doubling Michigan's agricultural exports from
19 \$1,750,000,000.00 to \$3,500,000,000.00.

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

21 (vii) Improving access by Michigan consumers to healthy foods
22 by 20%.

23 (c) A review of major programs within both MSU AgBioResearch
24 and MSU extension with specific reference to accomplishments,
25 impacts, and the metrics described in subdivision (b), including a
26 specific accounting of Project GREEN expenditures and the impact
27 of those expenditures.

1 Sec. 264. Included in the appropriation in section 236 for
2 fiscal year ~~2013-2014~~**2014-2015** for Michigan State University is
3 \$80,000.00 for the Michigan future farmers of America association.
4 This \$80,000.00 allocation shall not supplant any existing support
5 that Michigan State University provides to the Michigan future
6 farmers of America association.

7 Sec. 265. (1) Payments under section 265a for performance
8 funding shall only be made to a public university that certifies to
9 the state budget director by August 31, ~~2013-2014~~ that its board
10 did not adopt an increase in tuition and fee rates for resident
11 undergraduate students after September 1, ~~2012-2013~~ for the ~~2012-~~
12 ~~2013-2013-2014~~ academic year and that its board will not adopt an
13 increase in tuition and fee rates for resident undergraduate
14 students for the ~~2013-2014~~**2014-2015** academic year that is greater
15 than ~~3.75%~~**3.2%**. As used in this subsection:

16 (a) Subject to subdivision (c), "fee" means any board-
17 authorized fee that will be paid by more than 1/2 of all resident
18 undergraduate students at least once during their enrollment at a
19 public university. A university increasing a fee that applies to a
20 specific subset of students or courses shall provide sufficient
21 information to prove that the increase applied to that subset will
22 not cause the increase in the average amount of board-authorized
23 total tuition and fees paid by resident undergraduate students in
24 the ~~2013-2014~~**2014-2015** academic year to exceed the limit
25 established in this subsection.

26 (b) "Tuition and fee rate" means the average of full-time
27 rates for all undergraduate classes, based on an average of the

1 rates authorized by the university board and actually charged to
2 students, deducting any uniformly-rebated or refunded amounts, for
3 the 2 semesters with the highest levels of full-time equated
4 resident undergraduate enrollment during the academic year.

5 (c) For purposes of subdivision (a), for a public university
6 that compels resident undergraduate students to be covered by
7 health insurance as a condition to enroll at the university, "fee"
8 includes the annual amount a student is charged for coverage by the
9 university-affiliated group health insurance policy if he or she
10 does not provide proof that he or she is otherwise covered by
11 health insurance. This subdivision does not apply to limited
12 subsets of resident undergraduate students to be covered by health
13 insurance for specific reasons other than general enrollment at the
14 university.

15 (2) The state budget director shall implement uniform
16 reporting requirements to ensure that a public university receiving
17 a payment under section 265a for performance funding has satisfied
18 the tuition restraint requirements of this section. The state
19 budget director shall have the sole authority to determine if a
20 public university has met the requirements of this section.
21 Information reported by a public university to the state budget
22 director under this subsection shall also be reported to the house
23 and senate appropriations subcommittees on higher education and the
24 house and senate fiscal agencies.

25 Sec. 265a. (1) Appropriations to public universities in
26 section 236 **FOR FISCAL YEAR 2014-2015** for performance funding shall
27 be paid only to a public university that complies with section 265

1 and certifies to the state budget director, the house and senate
2 appropriations subcommittees on higher education, and the house and
3 senate fiscal agencies by August 31, ~~2013~~2014 that it complies
4 with all of the following requirements:

5 (a) The university participates in reverse transfer agreements
6 described in section 286 with at least 3 Michigan community
7 colleges or has made a good-faith effort to enter into reverse
8 transfer agreements.

9 (b) The university does not and will not consider whether dual
10 enrollment credits earned by an incoming student were utilized
11 towards his or her high school graduation requirements when making
12 a determination as to whether those credits may be used by the
13 student toward completion of a university degree or certificate
14 program.

15 (c) The university participates in the Michigan transfer
16 network created as part of the Michigan association of collegiate
17 registrars and admissions officers transfer agreement.

18 (2) Any performance funding amounts under section 236 that are
19 not paid to a public university because it did not comply with 1 or
20 more requirements under subsection (1) are unappropriated and
21 reappropriated for performance funding to those public universities
22 that meet the requirements under subsection (1), distributed in
23 proportion to their performance funding appropriation amounts under
24 section 236.

25 (3) The state budget director shall report to the house and
26 senate appropriations subcommittees on higher education and the
27 house and senate fiscal agencies by September 17, ~~2013~~2014,

1 regarding any performance funding amounts that are not paid to a
 2 public university because it did not comply with 1 or more
 3 requirements under subsection (1) and any reappropriation of funds
 4 under subsection (2).

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

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

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

11 **(C)** ~~(b)~~Based on research and development expenditures, for
 12 universities classified in Carnegie classifications as
 13 doctoral/research universities, research universities (high
 14 research activity), or research universities (very high research
 15 activity) only, ~~11.1%~~**5.6%**.

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

21 (5) For purposes of determining the score of a university
 22 under subsection ~~(4)(c)~~, **(4)(D)**, each university is assigned 1 of
 23 the following scores:

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

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

27 (c) A university classified as improving, a score of 2. It is

1 the intent of the legislature that, beginning in the ~~2014-2015~~
2 **2015-2016** state fiscal year, a university classified as improving
3 is assigned a score of 1.

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

6 (6) For purposes of this section, "Carnegie classification"
7 shall mean the basic classification of the university according to
8 the most recent version of the Carnegie classification of
9 institutions of higher education, published by the Carnegie
10 foundation for the advancement of teaching.

11 Sec. 267. All public universities shall submit the amount of
12 tuition and fees actually charged to a full-time resident
13 undergraduate student for academic year ~~2013-2014-2014-2015~~ as part
14 of their higher education institutional data inventory (HEIDI) data
15 by August 31 of each year. A public university shall report any
16 revisions for any semester of the reported academic year ~~2013-2014~~
17 **2014-2015** tuition and fee charges to HEIDI within 15 days of being
18 adopted.

19 Sec. 268. (1) For the fiscal year ending September 30, ~~2013,~~
20 **2014**, it is the intent of the legislature that funds be allocated
21 for unfunded North American Indian tuition waiver costs incurred by
22 public universities under 1976 PA 174, MCL 390.1251 to 390.1253,
23 from the general fund.

24 **(2) APPROPRIATIONS IN SECTION 236(8)(F) FOR NORTH AMERICAN**
25 **INDIAN TUITION WAIVERS SHALL BE PAID TO UNIVERSITIES UNDER SECTION**
26 **2A OF 1976 PA 174, MCL 390.1252A. ALLOCATIONS SHALL BE ADJUSTED FOR**
27 **AMOUNTS INCLUDED IN UNIVERSITY OPERATIONS APPROPRIATIONS. IF FUNDS**

1 ARE INSUFFICIENT TO SUPPORT THE ENTIRE COST OF WAIVERS, AMOUNTS
2 SHALL BE PRORATED.

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

10 (a) The total number of waiver applications.

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

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

14 (d) The number of students who successfully complete a degree
15 or certificate program and the 6-year graduation rate.

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

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

26 **SEC. 271A. IT IS THE INTENT OF THE LEGISLATURE THAT A PUBLIC**
27 **UNIVERSITY THAT RECEIVES FUNDS UNDER SECTION 236 SHALL NOT**

1 KNOWINGLY AND DIRECTLY USE ANY PORTION OF THOSE FUNDS TO OFFER ANY
2 INSTRUCTIONAL ACTIVITY THAT TARGETS SPECIFIC COMPANIES OR SPECIFIC
3 GROUPS OF COMPANIES FOR UNIONIZATION OR DECERTIFICATION OF A UNION.

4 Sec. 272a. By February 15, ~~2014~~, **OF EACH YEAR**, each public
5 university receiving funds under section 236 shall submit a report
6 to the house and senate appropriations subcommittees on higher
7 education, the house and senate fiscal agencies, and the state
8 budget director regarding the rejection of transfer credits by the
9 university in the prior year. The report shall include information
10 on the number of credits earned by incoming **RESIDENT** students at
11 other postsecondary institutions **IN THIS STATE**, with the equivalent
12 of a letter grade of C or higher, that were rejected by the
13 university for transfer, reported by both academic program area and
14 prior institution, along with explanatory information regarding the
15 rationale for the rejection of the credits. Data may be reported on
16 either an academic or calendar year basis.

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

24 Sec. 274. It is the intent of the legislature that public and
25 private organizations that conduct human embryonic stem cell
26 derivation subject to section 27 of article I of the state
27 constitution of 1963 will provide information to the director of

1 the department of community health by December 1, ~~2013~~**2014** that
2 includes all of the following:

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

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

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

17 Sec. 274a. (1) It is the intent of the legislature that a
18 public university that receives funds in section 236 not provide
19 health insurance or other fringe benefits for any adult coresident
20 of an employee of the university who is not married to or a
21 dependent of that employee or for any dependent of such an adult
22 coresident.

23 (2) It is the intent of the legislature that each public
24 university receiving funds in section 236 submit a report by
25 December 1, ~~2013~~**2014** to the house and senate appropriations
26 subcommittees on higher education, the house and senate fiscal
27 agencies, and the state budget director containing the number of

1 individuals described in subsection (1) who received health
2 insurance or other fringe benefits provided by the university in
3 fiscal year ~~2012-2013~~**2013-2014** and the cost to the university of
4 providing those benefits.

5 Sec. 275. (1) It is the intent of the legislature that each
6 public university that receives an appropriation in section 236 do
7 all of the following:

8 (a) Meet the provisions of section 5003 of the post-911
9 veterans educational assistance act of 2008, 38 USC 3301 to 3324,
10 including voluntary participation in the yellow ribbon GI education
11 enhancement program established in that act in 38 USC 3317. By
12 October 1 of each year, each public university shall report to the
13 house and senate appropriations subcommittees on higher education,
14 the house and senate fiscal agencies, and the presidents council,
15 state universities of Michigan on whether or not it has chosen to
16 participate in the yellow ribbon GI education enhancement program.
17 If at any time during the fiscal year a university participating in
18 the yellow ribbon program chooses to leave the yellow ribbon
19 program, it shall notify the house and senate appropriations
20 subcommittees on higher education, the house and senate fiscal
21 agencies, and the presidents council, state universities of
22 Michigan.

23 (b) Establish an on-campus veterans' liaison to provide
24 information and assistance to all student veterans.

25 (c) Provide flexible enrollment application deadlines for all
26 veterans.

27 (d) Include in its admission application process a specific

1 question as to whether an applicant for admission is a veteran, an
2 active member of the military, a member of the national guard or
3 military reserves, or the spouse or dependent of a veteran, active
4 member of the military, or member of the national guard or military
5 reserves, in order to more quickly identify potential educational
6 assistance available to that applicant.

7 (e) Consider all veterans residents of this state for
8 determining their tuition rates and fees.

9 (f) Waive enrollment fees for all veterans.

10 (2) BY OCTOBER 1 OF EACH YEAR, EACH PUBLIC UNIVERSITY SHALL
11 REPORT TO THE HOUSE AND SENATE APPROPRIATIONS SUBCOMMITTEES ON
12 HIGHER EDUCATION, THE HOUSE AND SENATE FISCAL AGENCIES, AND THE
13 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS REGARDING SERVICES
14 PROVIDED SPECIFICALLY TO VETERANS AND ACTIVE MILITARY DUTY
15 PERSONNEL, INCLUDING, BUT NOT LIMITED TO, THE SERVICES DESCRIBED IN
16 SUBSECTION (1).

17 (3) ~~(2)~~As used in this section, "veteran" means an honorably
18 discharged veteran entitled to educational assistance under the
19 provisions of section 5003 of the post-911 veterans educational
20 assistance act of 2008, 38 USC 3301 to 3324.

21 Sec. 276. (1) Included in the appropriation for fiscal year
22 ~~2013-2014-2014-2015~~ for each public university in section 236 is
23 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks
24 future faculty program that is intended to increase the pool of
25 academically or economically disadvantaged candidates pursuing
26 faculty teaching careers in postsecondary education. Preference may
27 not be given to applicants on the basis of race, color, ethnicity,

1 gender, or national origin. Institutions should encourage
2 applications from applicants who would otherwise not adequately be
3 represented in the graduate student and faculty populations. Each
4 public university shall apply the percentage change applicable to
5 every public university in the calculation of appropriations in
6 section 236 to the amount of funds allocated to the future faculty
7 program.

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

12 Sec. 277. (1) Included in the appropriation for fiscal year
13 ~~2013-2014-2014-2015~~ for each public university in section 236 is
14 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks
15 college day program that is intended to introduce academically or
16 economically disadvantaged schoolchildren to the potential of a
17 college education. Preference may not be given to participants on
18 the basis of race, color, ethnicity, gender, or national origin.
19 Public universities should encourage participation from those who
20 would otherwise not adequately be represented in the student
21 population.

22 (2) Individual program plans of each public university shall
23 include a budget of equal contributions from this program, the
24 participating public university, the participating school district,
25 and the participating independent degree-granting college. College
26 day funds shall not be expended to cover indirect costs. Not more
27 than 20% of the university match shall be attributable to indirect

1 costs. Each public university shall apply the percentage change
2 applicable to every public university in the calculation of
3 appropriations in section 236 to the amount of funds allocated to
4 the college day program.

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

8 Sec. 278. (1) Included in section 236 for fiscal year ~~2013-~~
9 ~~2014-2014-2015~~ is funding for the Martin Luther King, Jr. - Cesar
10 Chavez - Rosa Parks select student support services program for
11 developing academically or economically disadvantaged student
12 retention programs for 4-year public and independent educational
13 institutions in this state. Preference may not be given to
14 participants on the basis of race, color, ethnicity, gender, or
15 national origin. Institutions should encourage participation from
16 those who would otherwise not adequately be represented in the
17 student population.

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

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

23 Sec. 279. (1) Included in section 236 for fiscal year ~~2013-~~
24 ~~2014-2014-2015~~ is funding for the Martin Luther King, Jr. - Cesar
25 Chavez - Rosa Parks college/university partnership program between
26 4-year public and independent colleges and universities and public
27 community colleges, which is intended to increase the number of

1 academically or economically disadvantaged students who transfer
2 from community colleges into baccalaureate programs. Preference may
3 not be given to participants on the basis of race, color,
4 ethnicity, gender, or national origin. Institutions should
5 encourage participation from those who would otherwise not
6 adequately be represented in the transfer student population.

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

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

14 Sec. 280. (1) Included in the appropriation for fiscal year
15 ~~2013-2014-2014-2015~~ for each public university in section 236 is
16 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks
17 visiting professors program which is intended to increase the
18 number of instructors in the classroom to provide role models for
19 academically or economically disadvantaged students. Preference may
20 not be given to participants on the basis of race, color,
21 ethnicity, gender, or national origin. Public universities should
22 encourage participation from those who would otherwise not
23 adequately be represented in the student population.

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

26 Sec. 281. (1) Included in the appropriation for fiscal year
27 ~~2013-2014-2014-2015~~ in section 236 is funding under the Martin

1 Luther King, Jr. - Cesar Chavez - Rosa Parks initiative for the
2 Morris Hood, Jr. educator development program which is intended to
3 increase the number of academically or economically disadvantaged
4 students who enroll in and complete K-12 teacher education programs
5 at the baccalaureate level. Preference may not be given to
6 participants on the basis of race, color, ethnicity, gender, or
7 national origin. Institutions should encourage participation from
8 those who would otherwise not adequately be represented in the
9 teacher education student population.

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

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

17 Sec. 282. Each institution receiving funds under section 278,
18 279, or 281 shall notify the workforce development agency by April
19 15, ~~2014~~ **OF EACH YEAR** as to whether it will expend by the end of
20 its fiscal year the funds received under section 278, 279, or 281.
21 Notwithstanding the award limitations in sections 278 and 279, the
22 amount of funding reported as not being expended will be
23 reallocated to the institutions that intend to expend all funding
24 received under section 278, 279, or 281.

25 Sec. 283. (1) From the amount appropriated in section 236, the
26 public universities shall systematically inform Michigan high
27 schools regarding the academic status of students from each high

1 school in a manner prescribed by the presidents council, state
2 universities of Michigan in cooperation with the Michigan
3 association of secondary school principals. Public universities
4 shall also work with the center for educational performance and
5 information to ~~design and implement~~ **MAINTAIN** a systematic approach
6 for accomplishing this task.

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

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

21 Enacting section 1. In accordance with section 30 of article
22 IX of the state constitution of 1963, total state spending from
23 state sources for higher education for fiscal year 2014-2015 under
24 article III is estimated at \$1,419,469,900.00 and the amount of
25 that state spending from state sources to be paid to local units of
26 government for fiscal year 2014-2015 is estimated at \$0.

27 Enacting section 2. This amendatory act takes effect October

1 1, 2014.