

# SENATE BILL No. 1154

## EXECUTIVE BUDGET BILL

February 28, 2008, Introduced by Senators BARCIA and SWITALSKI and referred to the Committee on Appropriations.

A bill to make appropriations for the state institutions of higher education and certain state purposes related to education for the fiscal year ending September 30, 2009; to provide for the expenditures of those appropriations; and to prescribe the powers and duties of certain state departments, institutions, agencies, employees, and officers.

### THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

#### ARTICLE 1

#### SUMMARY AND GENERAL PROVISIONS

Sec. 101. Subject to the conditions set forth in this bill, the amounts listed in this bill are appropriated for the state institutions of higher education and certain state purposes related to education for the fiscal year ending September 30, 2009, from

the funds indicated in this bill. The following is a summary of the appropriations in this bill:

### HIGHER EDUCATION

#### APPROPRIATION SUMMARY:

Full-time equated classified positions ..... 1.0

GROSS APPROPRIATION..... \$ 1,799,426,000

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

transfers ..... 0

ADJUSTED GROSS APPROPRIATION..... \$ 1,799,426,000

Appropriated from:

Federal revenues:

Total federal revenues..... 7,400,000

Special revenue funds:

Total local revenues..... 0

Total private revenues..... 0

Total other state restricted revenues..... 116,100,000

State general fund/general purpose..... \$ 1,675,926,000

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under this bill for fiscal year 2008-2009 is \$1,792,026,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2008-2009 is \$0.00.

Sec. 202. The appropriations authorized under this bill are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

## ARTICLE 2

## RESEARCH UNIVERSITIES

## PART 1

## LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this bill, the amounts listed in this part are appropriated for research universities for the fiscal year ending September 30, 2009, from the funds indicated in this part.

**Sec. 102. MICHIGAN STATE UNIVERSITY**

Operations.....	\$	297,991,200
Agricultural experiment station.....		35,016,100
Cooperative extension service.....		<u>30,202,000</u>
GROSS APPROPRIATION.....	\$	363,209,300

Appropriated from:

Special revenue funds:

State general fund/general purpose.....	\$	363,209,300
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**Sec. 103. UNIVERSITY OF MICHIGAN - ANN ARBOR**

Operations.....	\$	<u>333,629,800</u>
GROSS APPROPRIATION.....	\$	333,629,800

Appropriated from:

Special revenue funds:

State general fund/general purpose.....	\$	333,629,800
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**Sec. 104. WAYNE STATE UNIVERSITY**

Operations.....	\$	<u>225,984,000</u>
GROSS APPROPRIATION.....	\$	225,984,000

Appropriated from:

Special revenue funds:

1 State general fund/general purpose..... \$ 225,984,000

2 PART 2

3 PROVISIONS CONCERNING APPROPRIATIONS

4 **GENERAL SECTIONS**

5 Sec. 203. As used in this bill, "research university" means a  
6 public university classified as a "research university (very high  
7 research activity)" under the 2005 classification of institutions  
8 of higher education conducted by the Carnegie foundation for the  
9 advancement of teaching.

10 Sec. 208. Unless otherwise specified, the institutions of  
11 higher education receiving appropriations in part 1 shall use the  
12 Internet to fulfill the reporting requirements of this bill. This  
13 requirement may include transmission of reports via electronic mail  
14 to the recipients identified for each reporting requirement, or it  
15 may include placement of reports on an Internet or Intranet site.

16 Sec. 209. Funds appropriated in part 1 shall not be used for  
17 the purchase of foreign goods or services, or both, if  
18 competitively priced and of comparable quality American goods and  
19 services, or both, are available. Preference should be given to  
20 goods or services, or both, manufactured or provided by Michigan  
21 businesses if they are competitively priced and of comparable  
22 value. In addition, preference should be given to goods or  
23 services, or both, that are manufactured or provided by Michigan  
24 businesses owned and operated by veterans, if they are  
25 competitively priced and of comparable quality.

1       Sec. 212. (1) The funds appropriated in part 1 to state  
2 institutions of higher education shall be paid out of the state  
3 treasury and distributed by the state treasurer to the respective  
4 institutions in 11 equal monthly installments on the sixteenth of  
5 each month, or the next succeeding business day, beginning with  
6 October 16, 2008. Except for Wayne State University, each  
7 institution shall accrue its July and August 2009 payments to its  
8 institutional fiscal year ending June 30, 2009.

9       (2) All 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 universities with fiscal years  
13 ending June 30, 2008, these data shall be submitted to the state  
14 budget director by October 15, 2008. Universities with a fiscal  
15 year ending September 30, 2008 shall submit preliminary HEIDI data  
16 by November 15, 2008 and final data by December 15, 2008. If a  
17 university fails to submit HEIDI data and associated financial aid  
18 program information in accordance with this reporting schedule, the  
19 state treasurer may withhold the monthly installments under  
20 subsection (1) to the university until those data are submitted.

21       Sec. 213. Funds received by the state from the federal  
22 government or private sources for the use of a college or  
23 university are appropriated for the purposes for which they are  
24 provided. The acceptance and use of federal or private funds do not  
25 place an obligation upon the legislature to continue the purposes  
26 for which the funds are made available.

27       Sec. 215. A state institution of higher education that

1 receives funds under this bill shall furnish all program and  
2 financial information that is required by and in a manner  
3 prescribed by the state budget director or the house or senate  
4 appropriations committee.

5 **UNIVERSITY OPERATIONS**

6 Sec. 433. (1) Included in part 1 is \$3,042,000.00 for the  
7 agricultural experiment station and \$2,697,600.00 for the  
8 cooperative extension service for project GREEN. Project GREEN is  
9 intended to address critical regulatory, food safety, economic, and  
10 environmental problems faced by this state's plant-based  
11 agriculture, forestry, and processing industries. "GREEN" is an  
12 acronym for generating research and extension to meet environmental  
13 and economic needs.

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

18 (3) Not later than September 30, 2009, a report shall be  
19 submitted by Michigan State University to the state budget  
20 director, the house and senate appropriations subcommittees on  
21 agriculture and on higher education, and the house and senate  
22 fiscal agencies for the preceding fiscal year regarding project  
23 GREEN projects. The report shall include, but is not limited to,  
24 the dollar amount of each project and a review of each project's  
25 performance and accomplishments.

26 Sec. 436. It is expected that each university will limit its

1 resident undergraduate tuition and required fees increase from  
2 academic year 2007-2008 to academic year 2008-2009 to no more than  
3 the projected inflationary increase of 2.3 percent. Additionally,  
4 if any state university increases its resident undergraduate  
5 tuition and required fees from academic year 2007-2008 to academic  
6 year 2008-2009, then that university shall increase its fiscal year  
7 2008-2009 general fund expenditures for student financial aid by at  
8 least the same percentage as the percentage change in resident  
9 undergraduate tuition and required fees. Each state university  
10 shall report its proposed fiscal year 2008-2009 general fund  
11 expenditures for student financial aid compared to its projected  
12 fiscal year 2007-2008 general fund expenditures for student  
13 financial aid, and its projected academic year 2008-2009 resident  
14 undergraduate tuition and required fee changes from academic year  
15 2007-2008, to the state budget director and the house and senate  
16 appropriations subcommittees on higher education by November 15,  
17 2008.

18       Sec. 440. All universities shall submit the amount of tuition  
19 and fees actually charged to a full-time resident undergraduate  
20 student for academic year 2008-2009 as part of their higher  
21 education institutional data inventory (HEIDI) data by August 31,  
22 2008. A university shall report any revisions for any semester of  
23 the reported academic year 2008-2009 tuition and fee charges to  
24 HEIDI within 15 days of being adopted.

25       Sec. 466. State universities shall coordinate their purchases  
26 of goods and services whenever possible. This may include, but is  
27 not limited to, group purchases for vehicles, utilities, supplies,

1 electronic equipment, maintenance equipment, books, and contractual  
2 services. To the extent possible, the state universities shall use  
3 both the "Michigan delivering extended agreements locally" (MiDEAL)  
4 purchasing services of the state department of management and  
5 budget that makes state contracts available to local units of  
6 government, colleges, and universities and the purchasing services  
7 available through the state's membership in the Midwestern Higher  
8 Education Compact (MHEC). Not later than January 1 of each year,  
9 the presidents council, state universities of Michigan shall submit  
10 to the members of the house and senate appropriations subcommittees  
11 on higher education, the house and senate fiscal agencies, and the  
12 state budget director a report on group or pooled purchases and the  
13 savings achieved by the state universities in the previous fiscal  
14 year.

15       Sec. 468. The increase for university operations funding  
16 contained in part 1 is allocated to each university using a three-  
17 part incentive-based formula to promote greater participation of  
18 low-income students in higher education, to reward university  
19 research and technology transfer, and to recognize the success of  
20 the university in graduating students.

21       Sec. 469. Each university shall report the number of students  
22 that graduated in academic year 2007-2008 and received a Pell grant  
23 at any time during their enrollment at that university to the state  
24 budget director and the house and senate fiscal agencies by  
25 November 14, 2008.

26       MARTIN LUTHER KING, JR. - CESAR CHAVEZ - ROSA PARKS PROGRAMS



1       Sec. 501. (1) Included in the appropriation for each state  
2 university in part 1 is funding for the Martin Luther King, Jr. -  
3 Cesar Chavez - Rosa Parks future faculty program, that is intended  
4 to increase the pool of academically or economically disadvantaged  
5 candidates pursuing faculty teaching careers in postsecondary  
6 education. Preference may not be given to applicants on the basis  
7 of race, color, ethnicity, gender, or national origin. Institutions  
8 should encourage applications from applicants who would otherwise  
9 not adequately be represented in the graduate student and faculty  
10 populations. Each state university shall apply the percentage  
11 change applicable to every state university in the calculation of  
12 appropriations in part 1 to the amount of funds allocated to the  
13 future faculty program.

14       (2) The program shall be administered by each state university  
15 in a manner prescribed by the Michigan department of labor and  
16 economic growth. The Michigan department of labor and economic  
17 growth shall use a good faith effort standard to evaluate whether a  
18 fellowship is in default.

19       Sec. 502. (1) Included in the appropriation for each state  
20 university in part 1 is funding for the Martin Luther King, Jr. -  
21 Cesar Chavez - Rosa Parks college day program that is intended to  
22 introduce academically or economically disadvantaged schoolchildren  
23 to the potential of a college education. Preference may not be  
24 given to participants on the basis of race, color, ethnicity,  
25 gender, or national origin. Institutions should encourage  
26 participation from those who would otherwise not adequately be  
27 represented in the student population.

(2) Individual program plans of each state university shall include a budget of equal contributions from this program, the participating state university, the participating school district, and the participating independent degree-granting college. College day funds shall not be expended to cover indirect costs. Not more than 20% of the university match shall be attributable to indirect costs. Each state university shall apply the percentage change applicable to every state university in the calculation of appropriations in part 1 to the amount of funds allocated to the college day program.

(3) The program described in this section shall be administered by each state university in a manner prescribed by the Michigan department of labor and economic growth.

Sec. 505. (1) Included in the appropriation for each state university in part 1 is funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks visiting professors program which is intended to increase the number of instructors in the classroom to provide role models for academically or economically disadvantaged students. Preference may not be given to participants on the basis of race, color, ethnicity, gender, or national origin. Institutions should encourage participation from those who would otherwise not adequately be represented in the student population.

(2) The program described in this section shall be administered by the Michigan department of labor and economic growth.

#### **STUDENT PERFORMANCE REPORTING**

1       Sec. 601. (1) From the amount appropriated in part 1 for state  
2 universities, the state universities shall systematically inform  
3 Michigan high schools regarding the academic status of students  
4 from each high school in a manner prescribed by the presidents  
5 council, state universities of Michigan in cooperation with the  
6 Michigan association of secondary school principals.

7       (2) The Michigan high schools shall systematically inform the  
8 state universities about the use of information received under this  
9 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. 602. From the amount appropriated in part 1 for state  
13 universities, the state universities shall inform Michigan  
14 community colleges regarding the academic status of community  
15 college transfer students in a manner prescribed by the presidents  
16 council, state universities of Michigan in cooperation with the  
17 Michigan community college association.

18       Sec. 603. State universities shall work with the state  
19 community colleges to encourage the transfer of students from the  
20 community colleges to the state universities and to facilitate the  
21 transfer of credits from the community colleges to the state  
22 universities.

### 23   GENERAL REPORTS AND AUDITS

24       Sec. 701. (1) The auditor general shall review higher  
25 education institutional data inventory (HEIDI) enrollment data  
26 submitted by all state universities and may perform audits of

1 selected state universities if determined necessary. The review and  
2 audits shall be based upon the definitions, requirements, and  
3 uniform reporting categories established by the state budget  
4 director in consultation with the HEIDI advisory committee. The  
5 auditor general shall submit a report of findings to the house and  
6 senate appropriations committees and the state budget director no  
7 later than July 1, 2009.

8 (2) Student credit hours reports shall not include the  
9 following:

10 (a) Student credit hours generated through instructional  
11 activity by faculty or staff in classrooms located outside  
12 Michigan, with the exception of instructional activity related to  
13 study-abroad programs or field programs.

14 (b) Student credit hours generated through distance learning  
15 instruction for students not eligible for the institution's in-  
16 state main campus resident tuition rate.

17 (c) Student credit hours generated through credit by  
18 examination.

19 (d) Student credit hours generated through inmate prison  
20 programs regardless of teaching location.

21 (e) Student credit hours generated in new degree programs  
22 after January 1, 1975, that have not been specifically authorized  
23 for funding by the legislature, except spin-off programs converted  
24 from existing core programs that do all of the following:

25 (i) Represent new options, fields, or concentrations within  
26 existing programs.

27 (ii) Are consistent with the current institutional role and

1 mission.

2 (iii) Are accommodated within the continuing funding base of the  
3 institution.

4 (iv) Do not require a new degree level beyond that which the  
5 institution is currently authorized to grant within that discipline  
6 or field.

7 (v) Do not require funding from the state other than that  
8 provided by the student credit hours generated within the program,  
9 either before program initiation or within the first 3 years of  
10 program operation.

11 (3) The auditor general shall periodically audit higher  
12 education institutional data inventory (HEIDI) data as submitted by  
13 the state universities for compliance with the definitions for the  
14 HEIDI database established by the state budget director in  
15 consultation with the HEIDI advisory committee.

16 (4) "Distance learning instruction" as used in subsection (2)  
17 means instruction that occurs solely in other than a traditional  
18 classroom setting where the student and instructor are in the same  
19 physical location and for which a student receives course credits  
20 and is charged tuition and fees. Examples of distance learning  
21 instruction are instruction delivered solely through the Internet,  
22 cable television, teleconference, or mail.

23 Sec. 702. The principal executive officer of each institution  
24 of higher education receiving an appropriation under this bill  
25 shall expend a portion of the funds appropriated to that  
26 institution to make a report to the auditor general, the house and  
27 senate fiscal agencies, and the state budget director within 60

1 days after the auditor general issues his or her report on the  
2 operation of the institution. The institution's report shall  
3 specify all of the following:

4 (a) The recommendations of the auditor general implemented by  
5 the institution, including projected dates and resources required,  
6 if any, to achieve compliance.

7 (b) The recommendations of the auditor general not implemented  
8 by the institution or implemented by the institution as modified.

9 (c) The rationale for not implementing a recommendation of the  
10 auditor general or of implementing a recommendation as modified.

11 Sec. 708. The auditor general may conduct performance audits  
12 of state universities during the fiscal year ending September 30,  
13 2009 as the auditor general considers necessary.

14 Sec. 709. An institution of higher education receiving funds  
15 under this bill and also subject to the student right-to-know and  
16 campus security act, Public Law 101-522, 104 Stat. 2381, shall make  
17 a copy of all material prepared pursuant to the public information  
18 reporting requirements under the crime awareness and campus  
19 security act of 1990, title II of the student right-to-know and  
20 campus security act, Public Law 101-542, 104 Stat. 2381, available  
21 in electronic Internet format on their websites.

22 Sec. 714. An institution receiving funds under this bill and  
23 also subject to the family educational rights and privacy act  
24 (FERPA), 20 USC section 1232g, 34 CFR part 99, shall, when  
25 requested, provide information from the records of a student to any  
26 person or persons to whom the student has authorized disclosure on  
27 a written consent form pursuant to 34 CFR 99.30.

## ARTICLE 3

## STATE UNIVERSITIES

## PART 1

## LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this bill,  
the amounts listed in this part are appropriated for state  
universities for the fiscal year ending September 30, 2009, from  
the funds indicated in this part.

**Sec. 102. CENTRAL MICHIGAN UNIVERSITY**

Operations..... \$ 83,825,700

GROSS APPROPRIATION..... \$ 83,825,700

Appropriated from:

Special revenue funds:

State general fund/general purpose..... \$ 83,825,700

**Sec. 103. EASTERN MICHIGAN UNIVERSITY**

Operations..... \$ 79,562,900

GROSS APPROPRIATION..... \$ 79,562,900

Appropriated from:

Special revenue funds:

State general fund/general purpose..... \$ 79,562,900

**Sec. 104. FERRIS STATE UNIVERSITY**

Operations..... \$ 51,297,900

GROSS APPROPRIATION..... \$ 51,297,900

Appropriated from:

Special revenue funds:

1	State general fund/general purpose .....	\$	51,297,900
2	<b>Sec. 105. GRAND VALLEY STATE UNIVERSITY</b>		
3	Operations .....	\$	<u>64,937,700</u>
4	GROSS APPROPRIATION .....	\$	64,937,700
5	Appropriated from:		
6	Special revenue funds:		
7	State general fund/general purpose .....	\$	64,937,700
8	<b>Sec. 106. LAKE SUPERIOR STATE UNIVERSITY</b>		
9	Operations .....	\$	<u>13,788,900</u>
10	GROSS APPROPRIATION .....	\$	13,788,900
11	Appropriated from:		
12	Special revenue funds:		
13	State general fund/general purpose .....	\$	13,788,900
14	<b>Sec. 107. MICHIGAN TECHNOLOGICAL UNIVERSITY</b>		
15	Operations .....	\$	<u>51,178,400</u>
16	GROSS APPROPRIATION .....	\$	51,178,400
17	Appropriated from:		
18	Special revenue funds:		
19	State general fund/general purpose .....	\$	51,178,400
20	<b>Sec. 108. NORTHERN MICHIGAN UNIVERSITY</b>		
21	Operations .....	\$	<u>47,233,400</u>
22	GROSS APPROPRIATION .....	\$	47,233,400
23	Appropriated from:		
24	Special revenue funds:		
25	State general fund/general purpose .....	\$	47,233,400
26	<b>Sec. 109. OAKLAND UNIVERSITY</b>		
27	Operations .....	\$	<u>53,469,200</u>



1	GROSS APPROPRIATION.....	\$	53,469,200
2	Appropriated from:		
3	Special revenue funds:		
4	State general fund/general purpose.....	\$	53,469,200
5	<b>Sec. 110. SAGINAW VALLEY STATE UNIVERSITY</b>		
6	Operations.....	\$	<u>29,355,700</u>
7	GROSS APPROPRIATION.....	\$	29,355,700
8	Appropriated from:		
9	Special revenue funds:		
10	State general fund/general purpose.....	\$	29,355,700
11	<b>Sec. 111. UNIVERSITY OF MICHIGAN - DEARBORN</b>		
12	Operations.....	\$	<u>26,771,900</u>
13	GROSS APPROPRIATION.....	\$	26,771,900
14	Appropriated from:		
15	Special revenue funds:		
16	State general fund/general purpose.....	\$	26,771,900
17	<b>Sec. 112. UNIVERSITY OF MICHIGAN - FLINT</b>		
18	Operations.....	\$	<u>22,581,500</u>
19	GROSS APPROPRIATION.....	\$	22,581,500
20	Appropriated from:		
21	Special revenue funds:		
22	State general fund/general purpose.....	\$	22,581,500
23	<b>Sec. 113. WESTERN MICHIGAN UNIVERSITY</b>		
24	Operations.....	\$	<u>114,700,800</u>
25	GROSS APPROPRIATION.....	\$	114,700,800
26	Appropriated from:		
27	Special revenue funds:		

1 State general fund/general purpose..... \$ 114,700,800

2 PART 2

3 PROVISIONS CONCERNING APPROPRIATIONS

4 **GENERAL SECTIONS**

5 Sec. 208. Unless otherwise specified, the institutions of  
6 higher education receiving appropriations in part 1 shall use the  
7 Internet to fulfill the reporting requirements of this bill. This  
8 requirement may include transmission of reports via electronic mail  
9 to the recipients identified for each reporting requirement, or it  
10 may include placement of reports on an Internet or Intranet site.

11 Sec. 209. Funds appropriated in part 1 shall not be used for  
12 the purchase of foreign goods or services, or both, if  
13 competitively priced and of comparable quality American goods and  
14 services, or both, are available. Preference should be given to  
15 goods or services, or both, manufactured or provided by Michigan  
16 businesses if they are competitively priced and of comparable  
17 value. In addition, preference should be given to goods or  
18 services, or both, that are manufactured or provided by Michigan  
19 businesses owned and operated by veterans, if they are  
20 competitively priced and of comparable quality.

21 Sec. 212. (1) The funds appropriated in part 1 to state  
22 institutions of higher education shall be paid out of the state  
23 treasury and distributed by the state treasurer to the respective  
24 institutions in 11 equal monthly installments on the sixteenth of  
25 each month, or the next succeeding business day, beginning with

1 October 16, 2008. Each institution shall accrue its July and August  
2 2009 payments to its institutional fiscal year ending June 30,  
3 2009.

4 (2) All universities shall submit higher education  
5 institutional data inventory (HEIDI) data and associated financial  
6 and program information requested by and in a manner prescribed by  
7 the state budget director by October 15, 2008. If a university  
8 fails to submit HEIDI data and associated financial aid program  
9 information in accordance with this reporting schedule, the state  
10 treasurer may withhold the monthly installments under subsection  
11 (1) to the university until those data are submitted.

12 Sec. 213. Funds received by the state from the federal  
13 government or private sources for the use of a college or  
14 university are appropriated for the purposes for which they are  
15 provided. The acceptance and use of federal or private funds do not  
16 place an obligation upon the legislature to continue the purposes  
17 for which the funds are made available.

18 Sec. 215. A state institution of higher education that  
19 receives funds under this bill shall furnish all program and  
20 financial information that is required by and in a manner  
21 prescribed by the state budget director or the house or senate  
22 appropriations committee.

### 23 UNIVERSITY OPERATIONS

24 Sec. 436. It is expected that each university will limit its  
25 resident undergraduate tuition and required fees increase from  
26 academic year 2007-2008 to academic year 2008-2009 to no more than

1 the projected inflationary increase of 2.3 percent. Additionally,  
2 if any state university increases its resident undergraduate  
3 tuition and required fees from academic year 2007-2008 to academic  
4 year 2008-2009, then that university shall increase its fiscal year  
5 2008-2009 general fund expenditures for student financial aid by at  
6 least the same percentage as the percentage change in resident  
7 undergraduate tuition and required fees. Each state university  
8 shall report its proposed fiscal year 2008-2009 general fund  
9 expenditures for student financial aid compared to its projected  
10 fiscal year 2007-2008 general fund expenditures for student  
11 financial aid, and its projected academic year 2008-2009 resident  
12 undergraduate tuition and required fee changes from academic year  
13 2007-2008, to the state budget director and the house and senate  
14 appropriations subcommittees on higher education by November 15,  
15 2008.

16 Sec. 440. All universities shall submit the amount of tuition  
17 and fees actually charged to a full-time resident undergraduate  
18 student for academic year 2008-2009 as part of their higher  
19 education institutional data inventory (HEIDI) data by August 31,  
20 2008. A university shall report any revisions for any semester of  
21 the reported academic year 2008-2009 tuition and fee charges to  
22 HEIDI within 15 days of being adopted.

23 Sec. 461. From the amount appropriated in part 1 to Lake  
24 Superior State University for operations, \$100,000.00 shall be paid  
25 to Bay Mills Community College for the costs of waiving tuition for  
26 North American Indians under 1976 PA 174, MCL 390.1251 to 390.1253.

27 Sec. 466. State universities shall coordinate their purchases

1 of goods and services whenever possible. This may include, but is  
2 not limited to, group purchases for vehicles, utilities, supplies,  
3 electronic equipment, maintenance equipment, books, and contractual  
4 services. To the extent possible, the state universities shall use  
5 both the "Michigan delivering extended agreements locally" (MiDEAL)  
6 purchasing services of the state department of management and  
7 budget that makes state contracts available to local units of  
8 government, colleges, and universities and the purchasing services  
9 available through the state's membership in the Midwestern Higher  
10 Education Compact (MHEC). Not later than January 1 of each year,  
11 the presidents council, state universities of Michigan shall submit  
12 to the members of the house and senate appropriations subcommittees  
13 on higher education, the house and senate fiscal agencies, and the  
14 state budget director a report on group or pooled purchases and the  
15 savings achieved by the state universities in the previous fiscal  
16 year.

17       Sec. 468. The increase for university operations funding  
18 contained in part 1 is allocated to each university using a three-  
19 part incentive-based formula to promote greater participation of  
20 low-income students in higher education, to reward university  
21 research, and to recognize the success of the university in  
22 graduating students.

23       Sec. 469. Each university shall report the number of students  
24 that graduated in academic year 2007-2008 and received a Pell grant  
25 at any time during their enrollment at that university to the state  
26 budget director and the house and senate fiscal agencies by  
27 November 14, 2008.

1     **MARTIN LUTHER KING, JR. - CESAR CHAVEZ - ROSA PARKS PROGRAMS**

2           Sec. 501. (1) Included in the appropriation for each state  
3 university in part 1 is funding for the Martin Luther King, Jr. -  
4 Cesar Chavez - Rosa Parks future faculty program, that is intended  
5 to increase the pool of academically or economically disadvantaged  
6 candidates pursuing faculty teaching careers in postsecondary  
7 education. Preference may not be given to applicants on the basis  
8 of race, color, ethnicity, gender, or national origin. Institutions  
9 should encourage applications from applicants who would otherwise  
10 not adequately be represented in the graduate student and faculty  
11 populations. Each state university shall apply the percentage  
12 change applicable to every state university in the calculation of  
13 appropriations in part 1 to the amount of funds allocated to the  
14 future faculty program.

15          (2) The program shall be administered by each state university  
16 in a manner prescribed by the Michigan department of labor and  
17 economic growth. The Michigan department of labor and economic  
18 growth shall use a good faith effort standard to evaluate whether a  
19 fellowship is in default.

20          Sec. 502. (1) Included in the appropriation for each state  
21 university in part 1 is funding for the Martin Luther King, Jr. -  
22 Cesar Chavez - Rosa Parks college day program that is intended to  
23 introduce academically or economically disadvantaged schoolchildren  
24 to the potential of a college education. Preference may not be  
25 given to participants on the basis of race, color, ethnicity,  
26 gender, or national origin. Institutions should encourage

1 participation from those who would otherwise not adequately be  
2 represented in the student population.

3 (2) Individual program plans of each state university shall  
4 include a budget of equal contributions from this program, the  
5 participating state university, the participating school district,  
6 and the participating independent degree-granting college. College  
7 day funds shall not be expended to cover indirect costs. Not more  
8 than 20% of the university match shall be attributable to indirect  
9 costs. Each state university shall apply the percentage change  
10 applicable to every state university in the calculation of  
11 appropriations in part 1 to the amount of funds allocated to the  
12 college day program.

13 (3) The program described in this section shall be  
14 administered by each state university in a manner prescribed by the  
15 Michigan department of labor and economic growth.

16 Sec. 505. (1) Included in the appropriation for each state  
17 university in part 1 is funding for the Martin Luther King, Jr. -  
18 Cesar Chavez - Rosa Parks visiting professors program which is  
19 intended to increase the number of instructors in the classroom to  
20 provide role models for academically or economically disadvantaged  
21 students. Preference may not be given to participants on the basis  
22 of race, color, ethnicity, gender, or national origin. Institutions  
23 should encourage participation from those who would otherwise not  
24 adequately be represented in the student population.

25 (2) The program described in this section shall be  
26 administered by the Michigan department of labor and economic  
27 growth.

1     **STUDENT PERFORMANCE REPORTING**

2           Sec. 601. (1) From the amount appropriated in part 1 for state  
3 universities, the state universities shall systematically inform  
4 Michigan high schools regarding the academic status of students  
5 from each high school in a manner prescribed by the presidents  
6 council, state universities of Michigan in cooperation with the  
7 Michigan association of secondary school principals.

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

13          Sec. 602. From the amount appropriated in part 1 for state  
14 universities, the state universities shall inform Michigan  
15 community colleges regarding the academic status of community  
16 college transfer students in a manner prescribed by the presidents  
17 council, state universities of Michigan in cooperation with the  
18 Michigan community college association.

19          Sec. 603. State universities shall work with the state  
20 community colleges to encourage the transfer of students from the  
21 community colleges to the state universities and to facilitate the  
22 transfer of credits from the community colleges to the state  
23 universities.

24     **GENERAL REPORTS AND AUDITS**

25          Sec. 701. (1) The auditor general shall review higher



1 education institutional data inventory (HEIDI) enrollment data  
2 submitted by all state universities and may perform audits of  
3 selected state universities if determined necessary. The review and  
4 audits shall be based upon the definitions, requirements, and  
5 uniform reporting categories established by the state budget  
6 director in consultation with the HEIDI advisory committee. The  
7 auditor general shall submit a report of findings to the house and  
8 senate appropriations committees and the state budget director no  
9 later than July 1, 2009.

10 (2) Student credit hours reports shall not include the  
11 following:

12 (a) Student credit hours generated through instructional  
13 activity by faculty or staff in classrooms located outside  
14 Michigan, with the exception of instructional activity related to  
15 study-abroad programs or field programs.

16 (b) Student credit hours generated through distance learning  
17 instruction for students not eligible for the institution's in-  
18 state main campus resident tuition rate.

19 (c) Student credit hours generated through credit by  
20 examination.

21 (d) Student credit hours generated through inmate prison  
22 programs regardless of teaching location.

23 (e) Student credit hours generated in new degree programs  
24 after January 1, 1975, that have not been specifically authorized  
25 for funding by the legislature, except spin-off programs converted  
26 from existing core programs that do all of the following:

27 (i) Represent new options, fields, or concentrations within

1 existing programs.

2 (ii) Are consistent with the current institutional role and  
3 mission.

4 (iii) Are accommodated within the continuing funding base of the  
5 institution.

6 (iv) Do not require a new degree level beyond that which the  
7 institution is currently authorized to grant within that discipline  
8 or field.

9 (v) Do not require funding from the state other than that  
10 provided by the student credit hours generated within the program,  
11 either before program initiation or within the first 3 years of  
12 program operation.

13 (3) The auditor general shall periodically audit higher  
14 education institutional data inventory (HEIDI) data as submitted by  
15 the state universities for compliance with the definitions for the  
16 HEIDI database established by the state budget director in  
17 consultation with the HEIDI advisory committee.

18 (4) "Distance learning instruction" as used in subsection (2)  
19 means instruction that occurs solely in other than a traditional  
20 classroom setting where the student and instructor are in the same  
21 physical location and for which a student receives course credits  
22 and is charged tuition and fees. Examples of distance learning  
23 instruction are instruction delivered solely through the Internet,  
24 cable television, teleconference, or mail.

25 Sec. 702. The principal executive officer of each institution  
26 of higher education receiving an appropriation under this bill  
27 shall expend a portion of the funds appropriated to that

1 institution to make a report to the auditor general, the house and  
2 senate fiscal agencies, and the state budget director within 60  
3 days after the auditor general issues his or her report on the  
4 operation of the institution. The institution's report shall  
5 specify all of the following:

6 (a) The recommendations of the auditor general implemented by  
7 the institution, including projected dates and resources required,  
8 if any, to achieve compliance.

9 (b) The recommendations of the auditor general not implemented  
10 by the institution or implemented by the institution as modified.

11 (c) The rationale for not implementing a recommendation of the  
12 auditor general or of implementing a recommendation as modified.

13 Sec. 708. The auditor general may conduct performance audits  
14 of state universities during the fiscal year ending September 30,  
15 2009 as the auditor general considers necessary.

16 Sec. 709. An institution of higher education receiving funds  
17 under this bill and also subject to the student right-to-know and  
18 campus security act, Public Law 101-522, 104 Stat. 2381, shall make  
19 a copy of all material prepared pursuant to the public information  
20 reporting requirements under the crime awareness and campus  
21 security act of 1990, title II of the student right-to-know and  
22 campus security act, Public Law 101-542, 104 Stat. 2381, available  
23 in electronic Internet format on their websites.

24 Sec. 714. An institution receiving funds under this bill and  
25 also subject to the family educational rights and privacy act  
26 (FERPA), 20 USC section 1232g, 34 CFR part 99, shall, when  
27 requested, provide information from the records of a student to any

1 person or persons to whom the student has authorized disclosure on  
 2 a written consent form pursuant to 34 CFR 99.30.

### 3 ARTICLE 4

#### 4 STATE AND REGIONAL PROGRAMS, GRANTS, AND FINANCIAL AID

#### 5 PART 1

#### 6 LINE-ITEM APPROPRIATIONS

7 Sec. 101. Subject to the conditions set forth in this bill,  
 8 the amounts listed in this part are appropriated for certain state  
 9 purposes related to education for the fiscal year ending September  
 10 30, 2009, from the funds indicated in this part.

#### 11 **Sec. 102. STATE AND REGIONAL PROGRAMS**

12 Full-time equated positions ..... 1.0

13 Higher education database modernization and

14 conversion--1.0 FTE position ..... \$ 200,000

15 Midwestern higher education compact ..... 95,000

16 GROSS APPROPRIATION..... \$ 295,000

17 Appropriated from:

18 Special revenue funds:

19 State general fund/general purpose ..... \$ 295,000

#### 20 **Sec. 103. MARTIN LUTHER KING, JR. - CESAR CHAVEZ -**

#### 21 **ROSA PARKS PROGRAM**

22 Select student supportive services ..... \$ 1,956,100

23 Michigan college/university partnership program ..... 586,800

24 Morris Hood, Jr. educator development program ..... 148,600

25 GROSS APPROPRIATION..... \$ 2,691,500

1	Appropriated from:	
2	Special revenue funds:	
3	State general fund/general purpose .....	\$ 2,691,500
4	<b>Sec. 104. GRANTS AND FINANCIAL AID</b>	
5	State competitive scholarships .....	\$ 35,530,500
6	Tuition grants .....	56,668,100
7	Michigan work-study program .....	7,326,300
8	Part-time independent student program .....	2,653,300
9	Michigan education opportunity grants .....	2,084,200
10	Robert C. Byrd honors scholarship program .....	1,500,000
11	Nursing scholarship and grant programs .....	4,250,000
12	Michigan merit award program .....	5,200,000
13	Michigan promise grant program .....	90,500,000
14	Tuition incentive program .....	25,200,000
15	Children of veterans tuition grant program .....	1,000,000
16	Project gear-up .....	<u>3,000,000</u>
17	GROSS APPROPRIATION .....	\$ 234,912,400
18	Appropriated from:	
19	Federal revenues:	
20	Higher education act of 1965, title IV, 20 USC .....	2,900,000
21	Higher education act of 1965, title IV, part A .....	1,500,000
22	United States department of education, office of	
23	elementary and secondary education, gear-up .....	3,000,000
24	Special revenue funds:	
25	Michigan merit award trust fund .....	115,800,000
26	Contributions to children of veterans tuition grant	
27	program .....	300,000

1 State general fund/general purpose..... \$ 111,412,400

2 PART 2

3 PROVISIONS CONCERNING APPROPRIATIONS

4 **GRANTS AND FINANCIAL AID**

5 Sec. 301. (1) Payments of the amounts included in part 1 for  
6 the state competitive scholarship program shall be distributed  
7 pursuant to 1964 PA 208, MCL 390.971 to 390.981.

8 (2) The Michigan higher education assistance authority shall  
9 implement a proportional competitive scholarship maximum award  
10 level for recipients enrolled less than full-time in a given  
11 semester or term.

12 (3) If a student who receives an award under this section has  
13 his or her tuition and fees paid under the Michigan educational  
14 trust program, pursuant to the Michigan education trust act, 1986  
15 PA 316, MCL 390.1421 to 390.1442, and still has financial need, the  
16 funds awarded under this section may be used for educational  
17 expenses other than tuition and fees.

18 (4) If the Michigan higher education assistance authority  
19 increases the maximum award per eligible student from that provided  
20 in the previous fiscal year, it shall not have the effect of  
21 reducing the number of eligible students receiving awards in  
22 relation to the total number of eligible applicants. Any increase  
23 in the maximum grant shall be proportional for all eligible  
24 students receiving awards.

25 (5) Students who receive aid under 1964 PA 208, MCL 390.971 to  
26 390.981, shall be awarded scholarships on the basis of merit and

1 financial need. Veterans administration benefits shall not be  
2 considered in determining eligibility under 1964 PA 208, MCL  
3 390.971 to 390.981.

4 Sec. 302. (1) The amounts appropriated in part 1 for the state  
5 tuition grant program shall be distributed pursuant to 1966 PA 313,  
6 MCL 390.991 to 390.997a.

7 (2) Tuition grant awards shall be made to all eligible  
8 Michigan residents who apply before June 1, 2008 and who are  
9 qualified. Tuition grant awards shall not be made to students newly  
10 enrolled in a juris doctor law degree program after the 1995-1996  
11 academic year.

12 (3) The Michigan higher education assistance authority shall  
13 determine an actual maximum tuition grant award per student that  
14 ensures that the aggregate payments for the tuition grant program  
15 do not exceed the appropriation contained in part 1 for the state  
16 tuition grant program. By December 15, 2008, and again by February  
17 1, 2009, the authority shall analyze the status of award  
18 commitments, shall make any necessary adjustments, and shall  
19 confirm that those award commitments will not exceed the  
20 appropriation contained in part 1 for the tuition grant program.  
21 The determination and actions shall be reported to the state budget  
22 director and the house and senate fiscal agencies no later than  
23 February 15, 2009. If award adjustments are necessary, the students  
24 shall be notified of the adjustment by the third Monday in  
25 February.

26 (4) The Michigan higher education assistance authority shall  
27 continue a proportional tuition grant maximum award level for

1 recipients enrolled less than full-time in a given semester or  
2 term.

3 (5) If the Michigan higher education assistance authority  
4 increases the maximum award per eligible student from that provided  
5 in the previous fiscal year, it shall not have the effect of  
6 reducing the number of eligible students receiving awards in  
7 relation to the total number of eligible applicants. Any increase  
8 in the maximum grant shall be proportional for all eligible  
9 students receiving awards for fiscal year 2008-2009.

10 Sec. 303. (1) Included in the appropriation in part 1 is  
11 funding for the Michigan work-study program established under 1986  
12 PA 288, MCL 390.1371 to 390.1382, and 1986 PA 303, MCL 390.1321 to  
13 390.1332. An effort should be made by each institution  
14 participating in the Michigan work-study program to assure that not  
15 less than 10% of those undergraduate, graduate, and professional  
16 students eligible to participate in the program are placed with  
17 for-profit employers no later than December 31 of each year for  
18 which funding is provided under this bill.

19 (2) The Michigan higher education assistance authority shall  
20 allocate funds to institutions eligible for work-study money based  
21 upon each institution's specific Pell grant index and each  
22 institution's utilization rate of work-study funds for the 3 most  
23 recent years for which statistics are available.

24 (3) The Michigan higher education assistance authority shall  
25 set aside not more than 5% of the total work-study appropriation to  
26 process requests from participating institutions for allocation  
27 adjustments. Allocation adjustments shall be based on criteria set



1 by the authority prior to making the allocations under subsection  
2 (2).

3       Sec. 307. The auditor general may audit selected enrollments,  
4 degrees, and awards at selected independent colleges and  
5 universities receiving awards administered by the department of  
6 treasury. The audits shall be based upon definitions and  
7 requirements established by the Michigan higher education  
8 assistance authority, the state budget director, and the senate and  
9 house fiscal agencies. The auditor general shall accept the Free  
10 Application for Federal Student Aid (FAFSA) form as the standard of  
11 residency documentation. The auditor general shall submit a report  
12 of findings to the senate and house appropriations committees and  
13 state budget director by May 1, 2009.

14       Sec. 308. The sums appropriated in part 1 for the student  
15 financial aid programs shall be paid out of the state treasury and  
16 shall be distributed to the respective institutions under a  
17 quarterly payment system as follows:

18       (a) For the state competitive scholarship, nursing  
19 scholarship, tuition incentive, and tuition grant programs, 40%  
20 shall be paid at the beginning of the state's first fiscal quarter,  
21 40% at the beginning of the state's second fiscal quarter, 10% at  
22 the beginning of the state's third fiscal quarter, and 10% at the  
23 beginning of the state's fourth fiscal quarter.

24       (b) For the work-study program, payments shall be made in 11  
25 monthly installments from October 1 to August 31 of any year.

26       (c) For the part-time independent student program and the  
27 Michigan education opportunity grant program, 50% shall be paid at

1 the beginning of the state's first fiscal quarter, 25% at the  
2 beginning of the state's second fiscal quarter, and 25% at the  
3 beginning of the state's third fiscal quarter.

4 (d) For the Robert C. Byrd honors scholarship program, 50%  
5 shall be paid at the beginning of the state's first fiscal quarter  
6 and 50% at the beginning of the state's second fiscal quarter.

7 Sec. 309. The Michigan higher education assistance authority  
8 shall determine the needs analysis criteria for students to qualify  
9 for the state competitive scholarship program and tuition grant  
10 program. To be consistent with federal requirements, student wages  
11 may be taken into consideration when determining the amount of the  
12 award.

13 Sec. 310. (1) The funds appropriated in part 1 for the tuition  
14 incentive program shall be distributed as provided in this section  
15 and pursuant to the administrative procedures for the tuition  
16 incentive program of the department of treasury.

17 (2) As used in this section:

18 (a) "Phase I" means the first part of the tuition incentive  
19 assistance program defined as the academic period of 80 semester or  
20 120 term credits, or less, leading to an associate degree or  
21 certificate.

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

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

26 (3) A person shall meet the following basic criteria and  
27 financial thresholds to be eligible for tuition incentive benefits:

1 (a) To be eligible for phase I, a person shall meet all of the  
2 following criteria:

3 (i) Apply for certification to the department before graduating  
4 from high school or completing the general education development  
5 (GED) certificate.

6 (ii) Be less than 20 years of age at the time of high school  
7 graduation or GED completion.

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 GED  
13 certificate completion.

14 (v) Request information on filing a FAFSA.

15 (b) To be eligible for phase II, a person shall meet either of  
16 the following criteria in addition to the criteria in subdivision  
17 (a):

18 (i) Complete at least 56 transferable semester or 84  
19 transferable term credits.

20 (ii) Obtain an associate degree or certificate at a  
21 participating institution.

22 (c) To be eligible for phase I or phase II, a person must be  
23 financially eligible as determined by the department. A person is  
24 financially eligible for the tuition incentive program if that  
25 person was Medicaid eligible for 24 months within the 36 months  
26 before application. Certification of eligibility may begin in the  
27 sixth grade.

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

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

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

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

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

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

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

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

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

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

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

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

19 (10) The department shall ensure that the tuition incentive  
20 program is well publicized and that potentially eligible Medicaid  
21 clients are provided information on the program. The department  
22 shall provide the necessary funding and staff to fully operate the  
23 program.

24 Sec. 311. To enable the legislature and the state budget  
25 director to evaluate the appropriation needs of higher education,  
26 each independent college and university shall make available to the  
27 legislature or state budget director, upon request, data regarding

1 grants for the preceding, current, and ensuing fiscal years.

2       Sec. 312. From the funds appropriated in part 1 for nursing  
3 scholarship and grant programs, the Michigan higher education  
4 assistance authority shall administer any nursing scholarship or  
5 nursing school grant programs authorized under the Michigan nursing  
6 scholarship act, 2002 PA 591, MCL 390.1181 to 390.1189.

7       Sec. 314. By December 1 of each year, the Michigan higher  
8 education assistance authority shall submit a report to the state  
9 budget director, the house and senate appropriations subcommittees  
10 on higher education, and the house and senate fiscal agencies for  
11 the preceding fiscal year on the children of veterans tuition grant  
12 program. The report shall include, but is not limited to, the total  
13 number of tuition grants paid by the authority in the preceding  
14 fiscal year, the total dollar amount of those tuition grants, and  
15 the number of students receiving tuition grants and the total  
16 amount of those tuition grants at each eligible institution.

17       **STATE AND REGIONAL PROGRAMS**

18       Sec. 405. The funds appropriated in part 1 for higher  
19 education database modernization and conversion shall be expended  
20 to maintain, coordinate, and improve the higher education  
21 institutional data inventory (HEIDI) established under section 1299  
22 of the management and budget act, 1984 PA 431, MCL 18.1299. The  
23 advisory committee established under that section shall meet  
24 regularly to review data definitions and requirements in order to  
25 advise the state budget director regarding changes to those  
26 definitions and requirements that would result in more useful and

1 reliable data being provided to state policymakers and university  
2 officials.

3 **MARTIN LUTHER KING, JR. - CESAR CHAVEZ - ROSA PARKS PROGRAMS**

4 Sec. 503. (1) Included in part 1 is funding for the Martin  
5 Luther King, Jr. - Cesar Chavez - Rosa Parks select student support  
6 services program for developing academically or economically  
7 disadvantaged student retention programs for 4-year state and  
8 independent educational institutions in this state. Preference may  
9 not be given to participants on the basis of race, color,  
10 ethnicity, gender, or national origin. Institutions should  
11 encourage participation from those who would otherwise not  
12 adequately be represented in the student population.

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

16 (3) The program described in this section shall be  
17 administered by the Michigan department of labor and economic  
18 growth.

19 Sec. 504. (1) Included in part 1 is funding for the Martin  
20 Luther King, Jr. - Cesar Chavez - Rosa Parks college/university  
21 partnership program between 4-year state and independent colleges  
22 and universities and public community colleges, which is intended  
23 to increase the number of academically or economically  
24 disadvantaged students who transfer from community colleges into  
25 baccalaureate programs. Preference may not be given to participants  
26 on the basis of race, color, ethnicity, gender, or national origin.

1 Institutions should encourage participation from those who would  
2 otherwise not adequately be represented in the transfer student  
3 population.

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

9 (3) The program described in this section shall be  
10 administered by the Michigan department of labor and economic  
11 growth.

12 Sec. 506. (1) Included in the appropriation in part 1 is  
13 funding under the Martin Luther King, Jr. - Cesar Chavez - Rosa  
14 Parks initiative for the Morris Hood, Jr. educator development  
15 program which is intended to increase the number of academically or  
16 economically disadvantaged students who enroll in and complete K-12  
17 teacher education programs at the baccalaureate level. Preference  
18 may not be given to participants on the basis of race, color,  
19 ethnicity, gender, or national origin. Institutions should  
20 encourage participation from those who would otherwise not  
21 adequately be represented in the teacher education student  
22 population.

23 (2) The program described in this section shall be  
24 administered by each state-approved teacher education institution  
25 in a manner prescribed by the Michigan department of labor and  
26 economic growth.

27 (3) Approved teacher education institutions may and are



1 encouraged to use student support services funding in coordination  
2 with the Morris Hood, Jr. funding to achieve the goals of the  
3 program described in this section.

4       Sec. 507. Each state institution of higher education receiving  
5 funds under section 503, 504, or 506 shall notify the Michigan  
6 department of labor and economic growth by April 15, 2009 as to  
7 whether it will expend by the end of its fiscal year the funds  
8 received under section 503, 504, or 506. Notwithstanding the award  
9 limitations in sections 503 and 504, the amount of funding reported  
10 as not being expended will be reallocated to the institutions that  
11 intend to expend all funding received under section 503, 504, or  
12 506.