

**SENATE SUBSTITUTE FOR
HOUSE BILL NO. 5372**

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 11, 17b, 201, and 236 (MCL 388.1611,
388.1617b, 388.1801, and 388.1836), section 11 as amended by 2012
PA 29, section 17b as amended by 2007 PA 137, and sections 201 and
236 as added by 2011 PA 62.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 11. (1) Subject to subsection (3), for the fiscal year
2 ending September 30, ~~2012,~~**2013**, there is appropriated for the
3 public schools of this state and certain other state purposes
4 relating to education the sum of ~~\$10,967,333,600.00~~**\$100.00** from
5 the state school aid fund and the sum of ~~\$118,642,400.00~~**\$0.00** from
6 the general fund. In addition, all other available federal funds,

1 except those otherwise appropriated under section 11p, are
2 appropriated for the fiscal year ending September 30, ~~2012-2013~~.

3 (2) The appropriations under this section shall be allocated
4 as provided in this article. Money appropriated under this section
5 from the general fund shall be expended to fund the purposes of
6 this article before the expenditure of money appropriated under
7 this section from the state school aid fund.

8 (3) Any general fund allocations under this article that are
9 not expended by the end of the state fiscal year are transferred to
10 the school aid stabilization fund created under section 11a.

11 Sec. 17b. (1) Not later than October 20, November 20, December
12 20, January 20, February 20, March 20, April 20, May 20, June 20,
13 July 20, and August 20, the department shall prepare electronic
14 files of the amount to be distributed under this act in the
15 installment to the districts and intermediate districts and deliver
16 the electronic files to the state treasurer, and the state
17 treasurer shall pay the installments on each of those dates or, if
18 the date is not a business day, on the next business day following
19 that date. Except as otherwise provided in this act, the portion of
20 the district's or intermediate district's state fiscal year
21 entitlement to be included in each installment shall be 1/11. A
22 district or intermediate district shall accrue the payments
23 received in July and August to the school fiscal year ending the
24 immediately preceding June 30.

25 (2) The state treasurer shall make payment under this section
26 by drawing a warrant in favor of the treasurer of each district or
27 intermediate district for the amount payable to the district or

1 intermediate district according to the electronic files and
2 delivering the warrant to the treasurer of each district or
3 intermediate district, or if the state treasurer receives a written
4 request by the treasurer of the district or intermediate district
5 specifying an account, by electronic funds transfer to that account
6 of the amount payable to the district or intermediate district
7 according to the electronic files. The department may make
8 adjustments in payments made under this section through additional
9 payments when changes in law or errors in computation cause the
10 regularly scheduled payment to be less than the amount to which the
11 district or intermediate district is entitled pursuant to this act.

12 (3) Except as otherwise provided in this act, grant payments
13 to districts and intermediate districts under this act shall be
14 paid according to the installment **PAYMENT** schedule under subsection
15 (1).

16 (4) Upon the written request of a district or intermediate
17 district and the submission of proof satisfactory to the department
18 of a need of a temporary and nonrecurring nature, the
19 superintendent, with the written concurrence of the state treasurer
20 and the state budget director, may authorize an advance release of
21 funds due a district or intermediate district under this act. An
22 advance authorized under this subsection shall not cause funds to
23 be paid to a district or intermediate district more than 30 days
24 earlier than the established payment date for those funds.

25 Sec. 201. (1) Subject to the conditions set forth in this
26 article, the amounts listed in subsection (2) are appropriated for
27 community colleges for the fiscal year ending September 30, ~~2012,~~

1 2013, from the funds indicated in this section. The following is a
 2 summary of the appropriations in subsection (2):

3 (a) The gross appropriation is ~~\$283,880,500.00.~~ **\$100.00.** After
 4 deducting total interdepartmental grants and intradepartmental
 5 transfers in the amount of \$0.00, the adjusted gross appropriation
 6 is ~~\$283,880,500.00.~~ **\$100.00.**

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

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

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

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

12 (iv) Total other state restricted revenues,
 13 ~~\$195,880,500.00.~~ **\$100.00.**

14 (v) State general fund/general purpose money,
 15 ~~\$88,000,000.00.~~ **\$0.00.**

16 (2) Subject to subsection (3), the amount appropriated for
 17 community college operations is ~~\$283,880,500.00,~~ ~~allocated as~~
 18 ~~follows:~~ **\$100.00.**

19 ~~— (a) Alpena Community College, \$4,984,300.00.~~

20 ~~— (b) Bay de Noc Community College, \$5,040,200.00.~~

21 ~~— (c) Delta College, \$13,336,200.00.~~

22 ~~— (d) Glen Oaks Community College, \$2,320,900.00.~~

23 ~~— (e) Gogebic Community College, \$4,140,500.00.~~

24 ~~— (f) Grand Rapids Community College, \$16,649,700.00.~~

25 ~~— (g) Henry Ford Community College, \$20,145,000.00.~~

26 ~~— (h) Jackson Community College, \$11,219,700.00.~~

27 ~~— (i) Kalamazoo Valley Community College, \$11,522,700.00.~~

- 1 ~~(j) Kellogg Community College, \$9,047,900.00.~~
- 2 ~~(k) Kirtland Community College, \$2,872,900.00.~~
- 3 ~~(l) Lake Michigan College, \$4,937,700.00.~~
- 4 ~~(m) Lansing Community College, \$28,651,900.00.~~
- 5 ~~(n) Macomb Community College, \$30,490,300.00.~~
- 6 ~~(o) Mid Michigan Community College, \$4,266,800.00.~~
- 7 ~~(p) Monroe County Community College, \$4,094,000.00.~~
- 8 ~~(q) Montcalm Community College, \$2,946,800.00.~~
- 9 ~~(r) C.S. Mott Community College, \$14,526,400.00.~~
- 10 ~~(s) Muskegon Community College, \$8,256,700.00.~~
- 11 ~~(t) North Central Michigan College, \$2,886,500.00.~~
- 12 ~~(u) Northwestern Michigan College, \$8,430,300.00.~~
- 13 ~~(v) Oakland Community College, \$19,455,900.00.~~
- 14 ~~(w) St. Clair County Community College, \$6,534,100.00.~~
- 15 ~~(x) Schoolcraft College, \$11,477,300.00.~~
- 16 ~~(y) Southwestern Michigan College, \$6,143,700.00.~~
- 17 ~~(z) Washtenaw Community College, \$11,827,300.00.~~
- 18 ~~(aa) Wayne County Community College, \$15,425,900.00.~~
- 19 ~~(bb) West Shore Community College, \$2,248,900.00.~~
- 20 (3) The amount appropriated in subsection (2) for community
- 21 college operations is appropriated from the following:
- 22 (a) School aid fund, ~~\$195,880,500.00.~~ **\$100.00.**
- 23 (b) State general fund/general purpose money,
- 24 ~~\$88,000,000.00.~~ **\$0.00.**
- 25 Sec. 236. (1) Subject to the conditions set forth in this
- 26 article, the amounts listed in subsections (2) to (5) are
- 27 appropriated for higher education for the fiscal year ending

1 September 30, ~~2012, 2013~~, from the funds indicated in this section.
 2 The following is a summary of the appropriations in subsections (2)
 3 to (5):

4 (a) The gross appropriation is ~~\$1,362,278,400.00.~~ **\$100.00.**
 5 After deducting total interdepartmental grants and
 6 intradepartmental transfers in the amount of \$0.00, the adjusted
 7 gross appropriation is ~~\$1,362,278,400.00.~~ **\$100.00.**

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

10 (i) Total federal revenues, ~~\$98,326,400.00.~~ **\$0.00.**

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

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

13 (iv) Total other state restricted revenues,
 14 ~~\$200,219,500.00.~~ **\$100.00.**

15 (v) State general fund/general purpose money,
 16 ~~\$1,063,732,500.00.~~ **\$100.00.**

17 (2) ~~Amounts~~ **THE AMOUNT** appropriated for public universities
 18 ~~are as follows:~~ **IS \$100.00.**

19 ~~— (a) The appropriation for Central Michigan University is~~
 20 ~~\$68,108,900.00, \$61,431,100.00 for operations and \$6,677,800.00 for~~
 21 ~~tuition restraint incentive, appropriated from the following:~~

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

23 ~~— (ii) State general fund/general purpose money, \$56,824,300.00.~~

24 ~~— (b) The appropriation for Eastern Michigan University is~~

25 ~~\$64,619,100.00, \$61,319,900.00 for operations and \$3,299,200.00 for~~
 26 ~~tuition restraint incentive, appropriated from the following:~~

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

1 ~~—— (ii) State general fund/general purpose money, \$53,912,700.00.~~
2 ~~—— (c) The appropriation for Ferris State University is~~
3 ~~\$41,324,300.00, \$37,971,600.00 for operations and \$3,352,700.00 for~~
4 ~~tuition restraint incentive, appropriated from the following:~~
5 ~~—— (i) State school aid fund, \$6,846,800.00.~~
6 ~~—— (ii) State general fund/general purpose money, \$34,477,500.00.~~
7 ~~—— (d) The appropriation for Grand Valley State University is~~
8 ~~\$52,677,400.00, \$48,431,500.00 for operations and \$4,245,900.00 for~~
9 ~~tuition restraint incentive, appropriated from the following:~~
10 ~~—— (i) State school aid fund, \$8,727,800.00.~~
11 ~~—— (ii) State general fund/general purpose money, \$43,949,600.00.~~
12 ~~—— (e) The appropriation for Lake Superior State University is~~
13 ~~\$10,789,500.00, \$10,055,100.00 for operations and \$734,400.00 for~~
14 ~~tuition restraint incentive, appropriated from the following:~~
15 ~~—— (i) State school aid fund, \$1,787,600.00.~~
16 ~~—— (ii) State general fund/general purpose money, \$9,001,900.00.~~
17 ~~—— (f) The appropriation for Michigan State University is~~
18 ~~\$293,746,600.00, \$222,796,200.00 for operations, \$18,324,600.00 for~~
19 ~~tuition restraint incentive, and \$52,625,800.00 for agricultural~~
20 ~~experiment and cooperative extension activities, appropriated from~~
21 ~~the following:~~
22 ~~—— (i) State school aid fund, \$39,949,900.00.~~
23 ~~—— (ii) State general fund/general purpose money, \$253,796,700.00.~~
24 ~~—— (g) The appropriation for Michigan Technological University is~~
25 ~~\$40,733,600.00, \$37,409,700.00 for operations and \$3,323,900.00 for~~
26 ~~tuition restraint incentive, appropriated from the following:~~
27 ~~—— (i) State school aid fund, \$6,748,900.00.~~

1 ~~—— (ii) State general fund/general purpose money, \$33,984,700.00.~~
2 ~~—— (h) The appropriation for Northern Michigan University is~~
3 ~~\$38,367,400.00, \$36,225,200.00 for operations and \$2,142,200.00 for~~
4 ~~tuition restraint incentive, appropriated from the following:~~
5 ~~—— (i) State school aid fund, \$6,356,900.00.~~
6 ~~—— (ii) State general fund/general purpose money, \$32,010,500.00.~~
7 ~~—— (i) The appropriation for Oakland University is~~
8 ~~\$43,145,000.00, \$39,313,500.00 for operations and \$3,831,500.00 for~~
9 ~~tuition restraint incentive, appropriated from the following:~~
10 ~~—— (i) State school aid fund, \$7,148,400.00.~~
11 ~~—— (ii) State general fund/general purpose money, \$35,996,600.00.~~
12 ~~—— (j) The appropriation for Saginaw Valley State University is~~
13 ~~\$23,561,500.00, \$21,969,300.00 for operations and \$1,592,200.00 for~~
14 ~~tuition restraint incentive, appropriated from the following:~~
15 ~~—— (i) State school aid fund, \$3,903,800.00.~~
16 ~~—— (ii) State general fund/general purpose money, \$19,657,700.00.~~
17 ~~—— (k) The appropriation for University of Michigan — Ann Arbor~~
18 ~~is \$268,803,300.00, \$254,931,800.00 for operations and~~
19 ~~\$13,871,500.00 for tuition restraint incentive, appropriated from~~
20 ~~the following:~~
21 ~~—— (i) State school aid fund, \$44,536,300.00.~~
22 ~~—— (ii) State general fund/general purpose money, \$224,267,000.00.~~
23 ~~—— (l) The appropriation for University of Michigan — Dearborn is~~
24 ~~\$21,016,300.00, \$19,627,400.00 for operations and \$1,388,900.00 for~~
25 ~~tuition restraint incentive, appropriated from the following:~~
26 ~~—— (i) State school aid fund, \$3,482,100.00.~~
27 ~~—— (ii) State general fund/general purpose money, \$17,534,200.00.~~

1 ~~—— (m) The appropriation for University of Michigan — Flint is~~
 2 ~~\$17,762,400.00, \$16,679,400.00 for operations and \$1,083,000.00 for~~
 3 ~~tuition restraint incentive, appropriated from the following:~~

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

5 ~~—— (ii) State general fund/general purpose money, \$14,819,500.00.~~

6 ~~—— (n) The appropriation for Wayne State University is~~
 7 ~~\$182,036,900.00, \$169,209,400.00 for operations and \$12,827,500.00~~
 8 ~~for tuition restraint incentive, appropriated from the following:~~

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

10 ~~—— (ii) State general fund/general purpose money, \$151,876,300.00.~~

11 ~~—— (o) The appropriation for Western Michigan University is~~
 12 ~~\$93,168,300.00, \$86,866,700.00 for operations and \$6,301,600.00 for~~
 13 ~~tuition restraint incentive, appropriated from the following:~~

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

15 ~~—— (ii) State general fund/general purpose money, \$77,731,800.00.~~

16 (3) The amount appropriated for state and regional programs is
 17 ~~\$200,000.00, appropriated from general fund/general purpose money~~
 18 ~~and allocated as follows: \$0.00.~~

19 ~~—— (a) Higher education database modernization and conversion,~~
 20 ~~\$105,000.00.~~

21 ~~—— (b) Midwestern higher education compact, \$95,000.00.~~

22 (4) The amount appropriated for the Martin Luther King, Jr. -
 23 Cesar Chavez - Rosa Parks program is ~~\$2,691,500.00, appropriated~~
 24 ~~from general fund/general purpose money and allocated as~~
 25 ~~follows: \$0.00.~~

26 ~~—— (a) Select student support services, \$1,956,100.00.~~

27 ~~—— (b) Michigan college/university partnership program,~~

1 ~~\$586,800.00.~~

2 ~~—— (c) Morris Hood, Jr. educator development program,~~

3 ~~\$148,600.00.~~

4 (5) Subject to subsection (6), the amount appropriated for
5 grants and financial aid is ~~\$99,526,400.00, allocated as~~
6 ~~follows: \$0.00.~~

7 ~~—— (a) State competitive scholarships, \$19,861,700.00.~~

8 ~~—— (b) Tuition grants, \$31,664,700.00.~~

9 ~~—— (c) Tuition incentive program, \$43,800,000.00.~~

10 ~~—— (d) Robert C. Byrd honors scholarship program, \$1,500,000.00.~~

11 ~~—— (e) Children of veterans and officer's survivor tuition grant~~
12 ~~programs, \$1,200,000.00.~~

13 ~~—— (f) Project GEAR UP, \$1,500,000.00.~~

14 (6) The money appropriated in subsection (5) for grants and
15 financial aid is appropriated from the following:

16 (a) Federal revenues under subpart 4 of part A of title IV of
17 the higher education act of 1965, Public Law 89-329, 79 Stat. 1232,
18 ~~\$1,500,000.00. \$0.00.~~

19 (b) Federal revenues under subpart 6 of part A of title IV of
20 the higher education act of 1965, Public Law 89-329, 79 Stat. 1232,
21 ~~\$1,500,000.00. \$0.00.~~

22 (c) Federal revenues under the United States department of
23 education, office of elementary and secondary education, GEAR-UP
24 program, ~~\$1,500,000.00. \$0.00.~~

25 (d) Federal revenues under the social security act, temporary
26 assistance for needy families, ~~\$93,826,400.00. \$0.00.~~

27 (e) Contributions to children of veterans tuition grant

1 program, ~~-\$200,000.00-\$0.00.~~

2 (f) State general fund/general purpose money,
3 ~~\$1,000,000.00-\$0.00.~~

4 Enacting section 1. (1) In accordance with section 30 of
5 article IX of the state constitution of 1963, total state spending
6 on school aid under article I of the state school aid act of 1979,
7 MCL 388.1601 to 388.1772, as amended by this amendatory act, from
8 state sources for fiscal year 2012-2013 is estimated at \$100.00 and
9 the amount of those state appropriations for school aid to be paid
10 to local units of government for fiscal year 2012-2013 is estimated
11 at \$100.00.

12 (2) In accordance with section 30 of article IX of the state
13 constitution of 1963, total state spending from state resources for
14 community colleges for fiscal year 2012-2013 under article II of
15 the state school aid act of 1979, MCL 388.1801 to 388.1830, as
16 amended by this amendatory act, is estimated at \$100.00 and the
17 amount of that state spending from state resources to be paid to
18 local units of government for fiscal year 2012-2013 is estimated at
19 \$100.00.

20 (3) In accordance with section 30 of article IX of the state
21 constitution of 1963, total state spending from state resources for
22 higher education for fiscal year 2012-2013 under article III of the
23 state school aid act of 1979, MCL 388.1836 to 388.1894, as amended
24 by this amendatory act, is estimated at \$100.00 and the amount of
25 that state spending from state resources to be paid to local units
26 of government for fiscal year 2012-2013 is estimated at \$0.00.