SENATE BILL NO. 8

January 12, 2023, Introduced by Senator ANTHONY and referred to the Committee on Appropriations.

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), sections 11 and 236 as amended by 2022 PA 212, section 17b as amended by 2007 PA 137, and section 201 as amended by 2022 PA 144, and by adding sections 201f and 236m.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 11. (1) For the fiscal year ending September 30, 2022, 1 there is appropriated for the public schools of this state and 2 3 certain other state purposes relating to education the sum of \$100.00 from the state school aid fund, the sum of \$100.00 from the 4 5 general fund, an amount not to exceed \$100.00 from the community 6 district education trust fund created under section 12 of the 7 Michigan trust fund act, 2000 PA 489, MCL 12.262, and an amount not 8 to exceed \$100.00 from the MPSERS retirement obligation reform 9 reserve fund created under section 147b. For the fiscal year ending 10 September 30, 2023, there is appropriated for the public schools of 11 this state and certain other state purposes relating to education the sum of $\frac{$16,754,072,900.00}{}$ \$100.00 from the state school aid 12 fund, the sum of $\frac{124,200,000.00}{100.00}$ from the general fund, an 13 14 amount not to exceed \$72,000,000.00 \$100.00 from the community 15 district education trust fund created under section 12 of the 16 Michigan trust fund act, 2000 PA 489, MCL 12.262, and an amount not to exceed \$140,400,000.00 \$100.00 from the MPSERS retirement 17 obligation reform reserve fund created under section 147b. In 18 19 addition, all available federal funds are only appropriated as 20 allocated in this article for the fiscal year years ending
 - (2) The appropriations under this section are allocated as provided in this article. Money appropriated under this section from the general fund must be expended to fund the purposes of this article before the expenditure of money appropriated under this section from the state school aid fund.
- (3) Any general fund allocations under this article that are
 not expended by the end of the fiscal year are transferred to the
 school aid stabilization fund created under section 11a.

September 30, 2022 and September 30, 2023.

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- 1 Sec. 17b. (1) Not later than October 20, November 20, December
- 2 20, January 20, February 20, March 20, April 20, May 20, June 20,
- 3 July 20, and August 20, the department shall prepare electronic
- 4 files of the amount to be distributed under this act in the
- 5 installment to the districts and intermediate districts and deliver
- 6 the electronic files to the state treasurer, and the state
- 7 treasurer shall pay the installments on each of those dates or, if
- 8 the date is not a business day, on the next business day following
- 9 that date. Except as otherwise provided in this act, the portion of
- 10 the district's or intermediate district's state fiscal year
- 11 entitlement to be included in each installment shall must be 1/11.
- 12 A district or intermediate district shall accrue the payments
- 13 received in July and August to the school fiscal year ending the
- 14 immediately preceding June 30.
- 15 (2) The state treasurer shall make payment under this section
- 16 by drawing a warrant in favor of the treasurer of each district or
- 17 intermediate district for the amount payable to the district or
- 18 intermediate district according to the electronic files and
- 19 delivering the warrant to the treasurer of each district or
- 20 intermediate district, or if the state treasurer receives a written
- 21 request by the treasurer of the district or intermediate district
- 22 specifying an account, by electronic funds transfer to that account
- 23 of the amount payable to the district or intermediate district
- 24 according to the electronic files. The department may make
- 25 adjustments in payments made under this section through additional
- 26 payments when changes in law or errors in computation cause the
- 27 regularly scheduled payment to be less than the amount to which the
- 28 district or intermediate district is entitled pursuant to under
- 29 this act.

- (4) Upon the written request of a district or intermediate 5 6 district and the submission of proof satisfactory to the department 7 of a need of a temporary and nonrecurring nature, the 8 superintendent, with the written concurrence of the state treasurer 9 and the state budget director, may authorize an advance release of 10 funds due a district or intermediate district under this act. An 11 advance authorized under this subsection shall must not cause funds to be paid to a district or intermediate district more than 30 days 12 13 earlier than the established payment date for those funds.
- Sec. 201. (1) Subject to the conditions set forth in this article, the amounts listed in this section are appropriated for community colleges for the fiscal year ending September 30, 2023, from the funds indicated in this section. The following is a summary of the appropriations in this section:
- 19 (a) The gross appropriation is \$530,258,000.00. \$100.00. After
 20 deducting total interdepartmental grants and intradepartmental
 21 transfers in the amount of \$0.00, the adjusted gross appropriation
 22 is \$530,258,000.00.\$100.00.
- (b) The sources of the adjusted gross appropriation describedin subdivision (a) are as follows:
 - (i) Total federal revenues, \$81,200,000.00.\$0.00.
- 26 (ii) Total local revenues, \$0.00.
- 27 (iii) Total private revenues, \$0.00.
- 28 (iv) Total other state restricted revenues,
- 29 \$449,058,000.00.\$100.00.

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(v) State general fund/general purpose money, $0.00.
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 2
          (2) Subject to subsection (3), the amount appropriated for
 3
    community college operations is $341,224,400.00, allocated as
 4
    follows:$100.00.
 5
          (a) The appropriation for Alpena Community College is
    $6,040,500.00, $5,753,300.00 for operations, $273,500.00 for
 6
    performance funding, and $13,700.00 for costs incurred under the
 7
 8
    North American Indian tuition waiver.
 9
          (b) The appropriation for Bay de Noc Community College is
10
    $5,986,700.00, $5,602,800.00 for operations, $274,200.00 for
    performance funding, and $109,700.00 for costs incurred under the
11
12
    North American Indian tuition waiver.
13
          (c) The appropriation for Delta College is $15,928,400.00,
14
    $15,160,500.00 for operations, $727,700.00 for performance funding,
    and $40,200.00 for costs incurred under the North American Indian
15
16
    tuition waiver.
17
          (d) The appropriation for Glen Oaks Community College is
    $2,802,100.00, $2,651,200.00 for operations, $150,900.00 for
18
19
    performance funding, and $0.00 for costs incurred under the North
20
    American Indian tuition waiver.
21
          (e) The appropriation for Gogebic Community College is
22
    $5,145,800.00, $4,873,700.00 for operations, $229,600.00 for
23
    performance funding, and $42,500.00 for costs incurred under the
24
    North American Indian tuition waiver.
25
          (f) The appropriation for Grand Rapids Community College is
    $19,950,600.00, $18,773,100.00 for operations, $993,100.00 for
26
27
    performance funding, and $184,400.00 for costs incurred under the
28
    North American Indian tuition waiver.
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(g) The appropriation for Henry Ford College is

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$23,731,400.00, $22,533,100.00 for operations, $1,167,000.00 for
 1
    performance funding, and $31,300.00 for costs incurred under the
 2
    North American Indian tuition waiver.
 3
          (h) The appropriation for Jackson College is $13,337,700.00,
 4
    $12,756,200.00 for operations, $538,900.00 for performance funding,
 5
 6
    and $42,600.00 for costs incurred under the North American Indian
 7
    tuition waiver.
 8
          (i) The appropriation for Kalamazoo Valley Community College
 9
    is $13,832,700.00, $13,099,900.00 for operations, $676,200.00 for
10
    performance funding, and $56,600.00 for costs incurred under the
11
    North American Indian tuition waiver-
          (i) The appropriation for Kellogg Community College is
12
    $10,781,400.00, $10,267,100.00 for operations, $487,300.00 for
13
14
    performance funding, and $27,000.00 for costs incurred under the
15
    North American Indian tuition waiver.
16
          (k) The appropriation for Kirtland Community College is
17
    $3,601,000.00, $3,358,400.00 for operations, $219,500.00 for
    performance funding, and $23,100.00 for costs incurred under the
18
    North American Indian tuition waiver.
19
20
          (1) The appropriation for Lake Michigan College is
    $5,990,800.00, $5,702,700.00 for operations, $275,700.00 for
21
22
    performance funding, and $12,400.00 for costs incurred under the
23
    North American Indian tuition waiver.
          (m) The appropriation for Lansing Community College is
24
    $34,339,200.00, $32,852,000.00 for operations, $1,376,900.00 for
25
26
    performance funding, and $110,300.00 for costs incurred under the
27
    North American Indian tuition waiver.
          (n) The appropriation for Macomb Community College is
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\$35,950,400.00, \$34,276,100.00 for operations, \$1,635,800.00 for

- performance funding, and \$38,500.00 for costs incurred under the 1 2 North American Indian tuition waiver. (o) The appropriation for Mid Michigan Community College is 3 \$5,555,700.00, \$5,184,400.00 for operations, \$273,700.00 for 4 performance funding, and \$97,600.00 for costs incurred under the 5 North American Indian tuition waiver. 6 7 (p) The appropriation for Monroe County Community College is 8 \$5,005,000.00, \$4,746,200.00 for operations, \$257,400.00 for performance funding, and \$1,400.00 for costs incurred under the 9 10 North American Indian tuition waiver. 11 (g) The appropriation for Montcalm Community College is 12 \$3,767,400.00, \$3,570,600.00 for operations, \$188,300.00 for performance funding, and \$8,500.00 for costs incurred under the 13 14 North American Indian tuition waiver. 15 (r) The appropriation for C.S. Mott Community College is 16 \$17,127,100.00, \$16,440,000.00 for operations, \$658,300.00 for 17 performance funding, and \$28,800.00 for costs incurred under the North American Indian tuition waiver. 18 19 (s) The appropriation for Muskegon Community College is 20 \$9,775,400.00, \$9,289,100.00 for operations, \$444,300.00 for performance funding, and \$42,000.00 for costs incurred under the 21 North American Indian tuition waiver. 22 23 (t) The appropriation for North Central Michigan College is \$3,779,800.00, \$3,389,300.00 for operations, \$226,600.00 for 24
- (u) The appropriation for Northwestern Michigan College is \$10,162,300.00, \$9,567,100.00 for operations, \$439,700.00 for performance funding, and \$155,500.00 for costs incurred under the

North American Indian tuition waiver.

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performance funding, and \$163,900.00 for costs incurred under the

North American Indian tuition waiver. 1 (v) The appropriation for Oakland Community College is 2 \$23,505,300.00, \$22,211,700.00 for operations, \$1,257,800.00 for 3 performance funding, and \$35,800.00 for costs incurred under the 4 North American Indian tuition waiver. 5 6 (w) The appropriation for Schoolcraft College is 7 \$13,960,700.00, \$13,196,200.00 for operations, \$743,300.00 for performance funding, and \$21,200.00 for costs incurred under the 8 9 North American Indian tuition waiver-10 (x) The appropriation for Southwestern Michigan College is \$7,359,900.00, \$6,979,400.00 for operations, \$353,400.00 for 11 performance funding, and \$27,100.00 for costs incurred under the 12 North American Indian tuition waiver. 13 14 (y) The appropriation for St. Clair County Community College 15 is \$7,805,200.00, \$7,385,200.00 for operations, \$401,400.00 for performance funding, and \$18,600.00 for costs incurred under the 16 17 North American Indian tuition waiver. 18 (z) The appropriation for Washtenaw Community College is \$14,875,000.00, \$13,855,900.00 for operations, \$995,400.00 for 19 performance funding, and \$23,700.00 for costs incurred under the 20 21 North American Indian tuition waiver. (aa) The appropriation for Wayne County Community College is 22 \$18,384,700.00, \$17,593,400.00 for operations, \$782,700.00 for 23 performance funding, and \$8,600.00 for costs incurred under the 24 North American Indian tuition waiver. 25 26 (bb) The appropriation for West Shore Community College is \$2,742,200.00, \$2,585,600.00 for operations, \$135,400.00 for 27

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performance funding, and \$21,200.00 for costs incurred under the

North American Indian tuition waiver.

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(3) The amount appropriated in subsection (2) for community
 college operations is \$341,224,400.00 \$100.00 and is appropriated
 from the state school aid fund.

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

- (a) Subject to section 207a, the amount appropriated for fiscal year 2022-2023 to offset certain fiscal year 2022-2023 retirement contributions is \$1,733,600.00, appropriated from the state school aid fund.
- (b) For fiscal year 2022-2023, there is allocated an amount not to exceed \$10,800,000.00 for payments to participating community colleges, appropriated from the state school aid fund. A community college that receives money under this subdivision shall use that money solely for the purpose of offsetting the normal cost contribution rate.
- (5) From the appropriations described in subsection (1), subject to section 207b, the amount appropriated for payments to community colleges that are participating entities of the retirement system is \$92,600,000.00, appropriated from the state school aid fund.
- (6) From the appropriations described in subsection (1), subject to section 207c, the amount appropriated for renaissance zone tax reimbursements is \$2,200,000.00, appropriated from the state school aid fund. Each community college receiving funds in this subsection shall accrue these payments to its institutional fiscal year ending June 30, 2023.
- (7) From the appropriations described in subsection (1), subject to section 216, the amount appropriated for the Michigan reconnect grant program short-term training grants is

\$6,000,000.00, appropriated from the coronavirus state fiscal 1 2 recovery funds under the American rescue plan act of 2021, title IX, subtitle M of Public Law 117-2. 3 4 (8) From the appropriations described in subsection (1), there is appropriated \$9,200,000.00 from the coronavirus state fiscal 5 6 recovery funds under the American rescue plan act of 2021, title 7 IX, subtitle M of Public Law 117-2, for fiscal year 2022-2023 only, 8 to the nonprofit organization Talent 2025, for the creation and 9 operation of the Michigan center for adult college success to focus 10 on research, support models, and best practices on ensuring 11 enrollment and completion of college degrees and certificates among 12 adults returning to further their education due to being unemployed or underemployed, including, but not limited to, those whose 13 14 employment opportunities have been adversely affected by the COVID-15 19 pandemic. The goal of the research is to identify barriers that 16 prevent these individuals from completing degree and certificate 17 programs, create greater support systems within colleges and universities for these students that address these barriers, and as 18 19 a result increase the number of adults completing degree and 20 certificate programs. This research is meant to serve the 21 overarching aim of increasing the skills and training of Michiganders impacted by the COVID-19 pandemic. Talent 2025 shall 22 23 provide information on request to the house and senate 24 appropriations subcommittees on community colleges, the house and 25 senate fiscal agencies, and the state budget director on the use of 26 these funds until the project is completed. 27 (9) From the appropriations described in subsection (1), subject to section 216a, there is appropriated \$10,000,000.00, from 28 29 the coronavirus state fiscal recovery funds under the American

- 1 rescue plan act of 2021, title IX, subtitle M of Public Law 117-2,
- 2 for fiscal year 2022-2023 only, to the Michigan Community College
- 3 Association, for the community college academic catch-up program.
- 4 (11) From the appropriations described in subsection (1),
- 5 subject to section 216b, the amount appropriated for the Michigan
- 6 ADN to BSN completion grant program is \$56,000,000.00, appropriated
- 7 from the coronavirus state fiscal recovery funds under the American
- 8 rescue plan act of 2021, title IX, subtitle M of Public Law 117-2.
- 9 Sec. 201f. (1) For fiscal year 2021-2022, there is
- 10 appropriated an amount not to exceed \$100.00 from state general
- 11 fund/general purpose money for payment to public community
- 12 colleges.
- 13 (2) For fiscal year 2022-2023, there is appropriated an amount
- 14 not to exceed \$100.00 from state general fund/general purpose money
- 15 for payment to public community colleges.
- Sec. 236. (1)—Subject to the conditions set forth in this
- 17 article, the amounts listed in this section are appropriated for
- 18 higher education for the fiscal year ending September 30, 2023,
- 19 from the funds indicated in this section. The following is a
- 20 summary of the appropriations in this section and section 236j:
- 21 (a) The gross appropriation is $\frac{$2,016,635,700.00}{$}$. \$100.00.
- 22 After deducting total interdepartmental grants and
- 23 intradepartmental transfers in the amount of \$0.00, the adjusted
- 24 gross appropriation is \$2,016,635,700.00.\$100.00.
- 25 (b) The sources of the adjusted gross appropriation described
- 26 in subdivision (a) are as follows:
- 27 (i) Total federal revenues, $\frac{$128,526,400.00.$0.00}{}$.
- 28 (ii) Total local revenues, \$0.00.
- 29 (iii) Total private revenues, \$0.00.

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(iv) Total other state restricted revenues.
 1
 2
    $347,888,300.00.$50.00.
 3
          (v) State general fund/general purpose money,
    $1,540,221,000.00.$50.00.
 4
 5
          (c) The totals and subtotals reflected in subdivisions (a) and
 6
    (b) do not include amounts appropriated under subsection (7) (f) or
 7
    (8) (c) to avoid duplicating totals of amounts appropriated in this
 8
    section and section 236;.
 9
          (2) Amounts appropriated for public universities are as
10
    follows:
11
          (a) The appropriation for Central Michigan University is
    $91,145,100.00, $87,600,000.00 for operations, $0.00 for per-
12
13
    student floor funding, $1,752,000.00 for operations increase, and
14
    $1,793,100.00 for costs incurred under the North American Indian
15
    tuition waiver.
16
          (b) The appropriation for Eastern Michigan University is
    $79,152,400.00, $77,253,700.00 for operations, $0.00 for per-
17
    student floor funding, $1,545,100.00 for operations increase, and
18
    $353,600.00 for costs incurred under the North American Indian
19
20
    tuition waiver.
21
          (c) The appropriation for Ferris State University is
22
    $56,952,900.00, $55,025,500.00 for operations, $0.00 for per-
    student floor funding, $1,100,500.00 for operations increase, and
23
    $826,900.00 for costs incurred under the North American Indian
24
25
    tuition waiver.
26
          (d) The appropriation for Grand Valley State University is
27
    $81,253,800.00, $72,313,500.00 for operations, $7,661,000.00 for
28
    per-student floor funding, $0.00 for operations increase, and
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\$1,279,300.00 for costs incurred under the North American Indian

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1
    tuition waiver.
 2
          (e) The appropriation for Lake Superior State University is
    $14,361,900.00, $13,307,000.00 for operations, $0.00 for per-
 3
    student floor funding, $266,100.00 for operations increase, and
 4
    $788,800.00 for costs incurred under the North American Indian
 5
 6
    tuition waiver.
 7
          (f) The appropriation for Michigan State University is
 8
    $372,054,800.00, $287,331,700.00 for operations, $0.00 for per-
 9
    student floor funding, $14,349,600.00 for operations increase,
10
    $2,046,400.00 for costs incurred under the North American Indian
    tuition waiver, $36,684,200.00 for MSU AgBioResearch, and
11
12
    $31,642,900.00 for MSU Extension.
          (g) The appropriation for Michigan Technological University is
13
14
    $51,951,000.00, $50,101,600.00 for operations, $0.00 for per-
15
    student floor funding, $1,002,000.00 for operations increase, and
    $847.400.00 for costs incurred under the North American Indian
16
17
    tuition waiver.
18
          (h) The appropriation for Northern Michigan University is
19
    $50,751,100.00, $47,809,100.00 for operations, $0.00 for per-
    student floor funding, $1,780,700.00 for operations increase, and
20
21
    $1,161,300.00 for costs incurred under the North American Indian
    tuition waiver.
22
23
          (i) The appropriation for Oakland University is
    $60,761,900.00, $53,147,400.00 for operations, $7,259,200.00 for
24
25
    per-student floor funding, $0.00 for operations increase, and
26
    $355,300.00 for costs incurred under the North American Indian
27
    tuition waiver.
          (i) The appropriation for Saginaw Valley State University is
28
    $32,274,600.00, $30,583,800.00 for operations, $132,900.00 for per-
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student floor funding, \$1,369,600.00 for operations increase, and 1 \$188,300.00 for costs incurred under the North American Indian 2 3 tuition waiver. (k) The appropriation for University of Michigan - Ann Arbor 4 is \$339,198,000.00, \$321,970,100.00 for operations, \$0.00 for per-5 6 student floor funding, \$16,390,200.00 for operations increase, and 7 \$837,700.00 for costs incurred under the North American Indian 8 tuition waiver. 9 (1) The appropriation for University of Michigan - Dearborn is 10 \$28,115,900.00, \$26,167,000.00 for operations, \$1,702,700.00 for per-student floor funding, \$0.00 for operations increase, and 11 12 \$246,200.00 for costs incurred under the North American Indian 13 tuition waiver. 14 (m) The appropriation for University of Michigan - Flint is 15 \$25,159,200.00, \$23,616,200.00 for operations, \$953,900.00 for perstudent floor funding, \$204,700.00 for operations increase, and 16 17 \$384,400.00 for costs incurred under the North American Indian tuition waiver. 18 19 (n) The appropriation for Wayne State University is 20 \$213,639,700.00, \$202,996,700.00 for operations, \$0.00 for per-21 student floor funding, \$10,289,900.00 for operations increase, and 22 \$353,100.00 for costs incurred under the North American Indian 23 tuition waiver. 24 (o) The appropriation for Western Michigan University is 25 \$114,351,900.00, \$111,522,200.00 for operations, \$0.00 for per-26 student floor funding, \$2,230,400.00 for operations increase, and 27 \$599,300.00 for costs incurred under the North American Indian 28 tuition waiver.

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(3) The amount appropriated in subsection (2) for public

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universities is $1,611,124,200.00, appropriated from the following:
 1
 2
          (a) State school aid fund, $343,168,300.00.
 3
          (b) State general fund/general purpose money,
    $1,267,955,900.00.
 4
 5
          (4) The amount appropriated for Michigan public school
 6
    employees' retirement system reimbursement is $70,000.00,
 7
    appropriated from the state school aid fund.
 8
          (5) The amount appropriated for state and regional programs is
 9
    $316,800.00, appropriated from general fund/general purpose money
10
    and allocated as follows:
11
          (a) Higher education database modernization and conversion,
12
    $200,000.00.
         (b) Midwestern Higher Education Compact, $116,800.00.
13
14
          (6) The amount appropriated for the Martin Luther King, Jr. -
15
    Cesar Chavez - Rosa Parks program is $2,691,500.00, appropriated
16
    from general fund/general purpose money and allocated as follows:
17
         (a) Select student support services, $1,956,100.00.
          (b) Michigan college/university partnership program,
18
    $586,800.00.
19
20
          (c) Morris Hood, Jr. educator development program,
21
    $148,600.00.
22
          (7) Subject to subsection (8), the amount appropriated for
    grants and financial aid is $397,783,200.00, allocated as follows:
23
24
          (a) State competitive scholarships, $29,861,700.00.
25
         (b) Tuition grants, $42,021,500.00.
26
         (c) Tuition incentive program, $71,300,000.00.
27
         (d) Children of veterans and officer's survivor tuition grant
    programs, $1,400,000.00.
28
         (e) Project GEAR-UP, $3,200,000.00.
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(f) Michigan achievement scholarships, $250,000,000.00. From
 1
 2
    this amount, up to $10,000,000.00 may be used to award skills
 3
    scholarships under section 248a.
 4
          (8) The money appropriated in subsection (7) for grants and
    financial aid is appropriated from the following:
 5
 6
          (a) Federal revenues under the United States Department of
 7
    Education, Office of Elementary and Secondary Education, GEAR-UP
 8
    program, $3,200,000.00.
 9
          (b) Federal revenues under the social security act, temporary
10
    assistance for needy families, $125,326,400.00.
11
          (c) Postsecondary scholarship fund, $250,000,000.00.
12
          (d) State general fund/general purpose money, $19,256,800.00.
13
         (9) For fiscal year 2022-2023 only, in addition to the
14
    allocation under subsection (4), from the appropriations described
15
    in subsection (1), there is allocated an amount not to exceed
16
    $4,650,000.00 for payments to participating public universities,
17
    appropriated from the state school aid fund. A university that
18
    receives money under this subsection shall use that money solely
19
    for the purpose of offsetting the normal cost contribution rate. As
20
    used in this subsection, "participating public universities" means
    public universities that are a reporting unit of the Michigan
21
    public school employees' retirement system under the public school
22
    employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to
23
24
    38.1437, and that pay contributions to the Michigan public school
25
    employees' retirement system for the state fiscal year.
26
          Sec. 236m. (1) For fiscal year 2021-2022, there is
27
    appropriated an amount not to exceed $100.00 from state general
    fund/general purpose money for payment to public universities.
28
29
          (2) For fiscal year 2022-2023, there is appropriated an amount
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- 1 not to exceed \$100.00 from state general fund/general purpose money
- 2 for payment to public universities.