HOUSE BILL NO. 4017

January 12, 2023, Introduced by Rep. Witwer 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 certain other state purposes relating to education the sum of 3 \$100.00 from the state school aid fund, the sum of \$100.00 from the general fund, an amount not to exceed \$100.00 from the community 4 5 district education trust fund created under section 12 of the 6 Michigan trust fund act, 2000 PA 489, MCL 12.262, and an amount not 7 to exceed \$100.00 from the MPSERS retirement obligation reform reserve fund created under section 147b. For the fiscal year ending 8 9 September 30, 2023, there is appropriated for the public schools of 10 this state and certain other state purposes relating to education 11 the sum of \$16,754,072,900.00 \$100.00 from the state school aid fund, the sum of $\frac{124,200,000.00}{100.00}$ from the general fund, an 12 amount not to exceed \$72,000,000.00 \$100.00 from the community 13 14 district education trust fund created under section 12 of the 15 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 16 obligation reform reserve fund created under section 147b. In 17 18 addition, all available federal funds are only appropriated as 19 allocated in this article for the fiscal year years ending 20 September 30, 2022 and September 30, 2023.

(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.

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

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Sec. 17b. (1) Not later than October 20, November 20, December

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20, January 20, February 20, March 20, April 20, May 20, June 20, 1 July 20, and August 20, the department shall prepare electronic 2 files of the amount to be distributed under this act in the 3 installment to the districts and intermediate districts and deliver 4 5 the electronic files to the state treasurer, and the state 6 treasurer shall pay the installments on each of those dates or, if 7 the date is not a business day, on the next business day following 8 that date. Except as otherwise provided in this act, the portion of 9 the district's or intermediate district's state fiscal year 10 entitlement to be included in each installment shall must be 1/11. 11 A district or intermediate district shall accrue the payments 12 received in July and August to the school fiscal year ending the 13 immediately preceding June 30.

14 (2) The state treasurer shall make payment under this section 15 by drawing a warrant in favor of the treasurer of each district or intermediate district for the amount payable to the district or 16 intermediate district according to the electronic files and 17 18 delivering the warrant to the treasurer of each district or intermediate district, or if the state treasurer receives a written 19 20 request by the treasurer of the district or intermediate district 21 specifying an account, by electronic funds transfer to that account 22 of the amount payable to the district or intermediate district 23 according to the electronic files. The department may make 24 adjustments in payments made under this section through additional 25 payments when changes in law or errors in computation cause the 26 regularly scheduled payment to be less than the amount to which the 27 district or intermediate district is entitled pursuant to under 28 this act.

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(3) Except as otherwise provided in this act, grant payments

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to districts and intermediate districts under this act shall must
 be paid according to the installment payment schedule under
 subsection (1).

(4) Upon the written request of a district or intermediate 4 5 district and the submission of proof satisfactory to the department 6 of a need of a temporary and nonrecurring nature, the 7 superintendent, with the written concurrence of the state treasurer 8 and the state budget director, may authorize an advance release of 9 funds due a district or intermediate district under this act. An 10 advance authorized under this subsection shall must not cause funds 11 to be paid to a district or intermediate district more than 30 days earlier than the established payment date for those funds. 12

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:

18 (a) The gross appropriation is \$530,258,000.00. \$100.00. After
19 deducting total interdepartmental grants and intradepartmental
20 transfers in the amount of \$0.00, the adjusted gross appropriation
21 is \$530,258,000.00.\$100.00.

(b) The sources of the adjusted gross appropriation describedin subdivision (a) are as follows:

- 24 (*i*) Total federal revenues, \$81,200,000.00.\$0.00.
- **25** (*ii*) Total local revenues, \$0.00.
- 26 (iii) Total private revenues, \$0.00.
- 27 (*iv*) Total other state restricted revenues,
- **28** \$449,058,000.00.\$100.00.
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(v) State general fund/general purpose money, \$0.00.

2 community college operations is \$341,224,400.00, allocated as 3 follows:\$100.00. 4 (a) The appropriation for Alpena Community College is \$6,040,500.00, \$5,753,300.00 for operations, \$273,500.00 for 5 performance funding, and \$13,700.00 for costs incurred under the 6 7 North American Indian tuition waiver. 8 (b) The appropriation for Bay de Noc Community College is 9 \$5,986,700.00, \$5,602,800.00 for operations, \$274,200.00 for 10 performance funding, and \$109,700.00 for costs incurred under the 11 North American Indian tuition waiver. 12 (c) The appropriation for Delta College is \$15,928,400.00, 13 \$15,160,500.00 for operations, \$727,700.00 for performance funding, 14 and \$40,200.00 for costs incurred under the North American Indian 15 tuition waiver. 16 (d) The appropriation for Glen Oaks Community College is 17 \$2,802,100.00, \$2,651,200.00 for operations, \$150,900.00 for performance funding, and \$0.00 for costs incurred under the North 18 19 American Indian tuition waiver. 20 (e) The appropriation for Gogebic Community College is 21 \$5,145,800.00, \$4,873,700.00 for operations, \$229,600.00 for performance funding, and \$42,500.00 for costs incurred under the 22 North American Indian tuition waiver. 23 24 (f) The appropriation for Grand Rapids Community College is 25 \$19,950,600.00, \$18,773,100.00 for operations, \$993,100.00 for 26 performance funding, and \$184,400.00 for costs incurred under the 27 North American Indian tuition waiver. (g) The appropriation for Henry Ford College is 28 \$23,731,400.00, \$22,533,100.00 for operations, \$1,167,000.00 for 29

(2) Subject to subsection (3), the amount appropriated for

performance funding, and \$31,300.00 for costs incurred under the 1 2 North American Indian tuition waiver. (h) The appropriation for Jackson College is \$13,337,700.00, 3 \$12,756,200.00 for operations, \$538,900.00 for performance funding, 4 and \$42,600.00 for costs incurred under the North American Indian 5 6 tuition waiver. 7 (i) The appropriation for Kalamazoo Valley Community College 8 is \$13,832,700.00, \$13,099,900.00 for operations, \$676,200.00 for 9 performance funding, and \$56,600.00 for costs incurred under the 10 North American Indian tuition waiver. 11 (i) The appropriation for Kellogg Community College is 12 \$10,781,400.00, \$10,267,100.00 for operations, \$487,300.00 for performance funding, and \$27,000.00 for costs incurred under the 13 14 North American Indian tuition waiver. 15 (k) The appropriation for Kirtland Community College is 16 \$3,601,000.00, \$3,358,400.00 for operations, \$219,500.00 for 17 performance funding, and \$23,100.00 for costs incurred under the North American Indian tuition waiver. 18 19 (1) The appropriation for Lake Michigan College is 20 \$5,990,800.00, \$5,702,700.00 for operations, \$275,700.00 for 21 performance funding, and \$12,400.00 for costs incurred under the 22 North American Indian tuition waiver. 23 (m) The appropriation for Lansing Community College is 24 \$34,339,200.00, \$32,852,000.00 for operations, \$1,376,900.00 for performance funding, and \$110,300.00 for costs incurred under the 25 26 North American Indian tuition waiver. 27 (n) The appropriation for Macomb Community College is 28 \$35,950,400.00, \$34,276,100.00 for operations, \$1,635,800.00 for

29 performance funding, and \$38,500.00 for costs incurred under the

North American Indian tuition waiver. 1 2 (o) The appropriation for Mid Michigan Community College is \$5,555,700.00, \$5,184,400.00 for operations, \$273,700.00 for 3 performance funding, and \$97,600.00 for costs incurred under the 4 North American Indian tuition waiver. 5 6 (p) The appropriation for Monroe County Community College is 7 \$5,005,000.00, \$4,746,200.00 for operations, \$257,400.00 for 8 performance funding, and \$1,400.00 for costs incurred under the 9 North American Indian tuition waiver. 10 (g) The appropriation for Montcalm Community College is \$3,767,400.00, \$3,570,600.00 for operations, \$188,300.00 for 11 performance funding, and \$8,500.00 for costs incurred under the 12 North American Indian tuition waiver. 13 14 (r) The appropriation for C.S. Mott Community College is \$17,127,100.00, \$16,440,000.00 for operations, \$658,300.00 for 15 16 performance funding, and \$28,800.00 for costs incurred under the 17 North American Indian tuition waiver. 18 (s) The appropriation for Muskeqon Community College is 19 \$9,775,400.00, \$9,289,100.00 for operations, \$444,300.00 for 20 performance funding, and \$42,000.00 for costs incurred under the 21 North American Indian tuition waiver. (t) The appropriation for North Central Michigan College is 22 \$3,779,800.00, \$3,389,300.00 for operations, \$226,600.00 for 23 24 performance funding, and \$163,900.00 for costs incurred under the North American Indian tuition waiver. 25 26 (u) The appropriation for Northwestern Michigan College is \$10,162,300.00, \$9,567,100.00 for operations, \$439,700.00 for 27 performance funding, and \$155,500.00 for costs incurred under the 28

29 North American Indian tuition waiver.

(v) The appropriation for Oakland Community College is 1 \$23,505,300.00, \$22,211,700.00 for operations, \$1,257,800.00 for 2 performance funding, and \$35,800.00 for costs incurred under the 3 North American Indian tuition waiver. 4 5 (w) The appropriation for Schoolcraft College is \$13,960,700.00, \$13,196,200.00 for operations, \$743,300.00 for 6 7 performance funding, and \$21,200.00 for costs incurred under the 8 North American Indian tuition waiver. 9 (x) The appropriation for Southwestern Michigan College is 10 \$7,359,900.00, \$6,979,400.00 for operations, \$353,400.00 for performance funding, and \$27,100.00 for costs incurred under the 11 12 North American Indian tuition waiver. (y) The appropriation for St. Clair County Community College 13 14 is \$7,805,200.00, \$7,385,200.00 for operations, \$401,400.00 for 15 performance funding, and \$18,600.00 for costs incurred under the 16 North American Indian tuition waiver. 17 (z) The appropriation for Washtenaw Community College is \$14,875,000.00, \$13,855,900.00 for operations, \$995,400.00 for 18 19 performance funding, and \$23,700.00 for costs incurred under the North American Indian tuition waiver. 20 21 (aa) The appropriation for Wayne County Community College is \$18,384,700.00, \$17,593,400.00 for operations, \$782,700.00 for 22 performance funding, and \$8,600.00 for costs incurred under the 23 North American Indian tuition waiver. 24 25 (bb) The appropriation for West Shore Community College is 26 \$2,742,200.00, \$2,585,600.00 for operations, \$135,400.00 for performance funding, and \$21,200.00 for costs incurred under the 27 North American Indian tuition waiver. 28

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

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fiscal year 2022-2023 to offset certain fiscal year 2022-2023 6 7 retirement contributions is \$1,733,600.00, appropriated from the 8 state school aid fund. 9 (b) For fiscal year 2022-2023, there is allocated an amount not to exceed \$10,800,000.00 for payments to participating 10 11 community colleges, appropriated from the state school aid fund. A 12 community college that receives money under this subdivision shall 13 use that money solely for the purpose of offsetting the normal cost 14 contribution rate. 15 (5) From the appropriations described in subsection (1), 16 subject to section 207b, the amount appropriated for payments to 17 community colleges that are participating entities of the retirement system is \$92,600,000.00, appropriated from the state 18 school aid fund. 19 20 (6) From the appropriations described in subsection (1), subject to section 207c, the amount appropriated for renaissance 21 zone tax reimbursements is \$2,200,000.00, appropriated from the 22 23 state school aid fund. Each community college receiving funds in 24 this subsection shall accrue these payments to its institutional fiscal year ending June 30, 2023. 25 26 (7) From the appropriations described in subsection (1), 27 subject to section 216, the amount appropriated for the Michigan reconnect grant program short-term training grants is 28 29 \$6,000,000.00, appropriated from the coronavirus state fiscal

college operations is \$341,224,400.00 \$100.00 and is appropriated 1 from the state school aid fund. 2

(4) From the appropriations described in subsection (1), both 3 4

(a) Subject to section 207a, the amount appropriated for

of the following apply:

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recovery funds under the American rescue plan act of 2021, title IX, subtitle M of Public Law 117-2. (8) From the appropriations described in subsection (1), there is appropriated \$9,200,000.00 from the coronavirus state fiscal recovery funds under the American rescue plan act of 2021, title IX, subtitle M of Public Law 117-2, for fiscal year 2022-2023 only, to the nonprofit organization Talent 2025, for the creation and operation of the Michigan center for adult college success to focus on research, support models, and best practices on ensuring enrollment and completion of college degrees and certificates among adults returning to further their education due to being unemployed or underemployed, including, but not limited to, those whose employment opportunities have been adversely affected by the COVID-19 pandemic. The goal of the research is to identify barriers that prevent these individuals from completing degree and certificate programs, create greater support systems within colleges and universities for these students that address these barriers, and as a result increase the number of adults completing degree and

19 certificate programs. This research is meant to serve the

20 overarching aim of increasing the skills and training of

21 Michiganders impacted by the COVID-19 pandemic. Talent 2025 shall

22 provide information on request to the house and senate

23 appropriations subcommittees on community colleges, the house and

24 senate fiscal agencies, and the state budget director on the use of

25 these funds until the project is completed.

26 (9) From the appropriations described in subsection (1),

27 subject to section 216a, there is appropriated \$10,000,000.00, from

28 the coronavirus state fiscal recovery funds under the American

29 rescue plan act of 2021, title IX, subtitle M of Public Law 117-2,

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1 for fiscal year 2022-2023 only, to the Michigan Community College 2 Association, for the community college academic catch-up program. 3 (11) From the appropriations described in subsection (1), 4 subject to section 216b, the amount appropriated for the Michigan

5 ADN to BSN completion grant program is \$56,000,000.00, appropriated
6 from the coronavirus state fiscal recovery funds under the American
7 rescue plan act of 2021, title IX, subtitle M of Public Law 117-2.

8 Sec. 201f. (1) For fiscal year 2021-2022, there is 9 appropriated an amount not to exceed \$100.00 from state general 10 fund/general purpose money for payment to public community 11 colleges.

12 (2) For fiscal year 2022-2023, there is appropriated an amount
13 not to exceed \$100.00 from state general fund/general purpose money
14 for payment to public community colleges.

Sec. 236. (1) Subject to the conditions set forth in this article, the amounts listed in this section are appropriated for higher education 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 and section 236j: (a) The gross appropriation is \$2,016,635,700.00. \$100.00.

After deducting total interdepartmental grants and
intradepartmental transfers in the amount of \$0.00, the adjusted
gross appropriation is \$2,016,635,700.00.\$100.00.

(b) The sources of the adjusted gross appropriation describedin subdivision (a) are as follows:

26 (*i*) Total federal revenues, \$128,526,400.00.\$0.00.

27 (*ii*) Total local revenues, \$0.00.

- 28 (iii) Total private revenues, \$0.00.
- 29 (*iv*) Total other state restricted revenues,

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1 \$347,888,300.00.**\$50.00**.

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

29 tuition waiver.

(e) The appropriation for Lake Superior State University is 1 2 \$14,361,900.00, \$13,307,000.00 for operations, \$0.00 for perstudent floor funding, \$266,100.00 for operations increase, and 3 \$788,800.00 for costs incurred under the North American Indian 4 5 tuition waiver. 6 (f) The appropriation for Michigan State University is 7 \$372,054,800.00, \$287,331,700.00 for operations, \$0.00 for per-8 student floor funding, \$14,349,600.00 for operations increase, 9 \$2,046,400.00 for costs incurred under the North American Indian 10 tuition waiver, \$36,684,200.00 for MSU AgBioResearch, and 11 \$31,642,900.00 for MSU Extension. 12 (g) The appropriation for Michigan Technological University is \$51,951,000.00, \$50,101,600.00 for operations, \$0.00 for per-13 14 student floor funding, \$1,002,000.00 for operations increase, and 15 \$847,400.00 for costs incurred under the North American Indian 16 tuition waiver. 17 (h) The appropriation for Northern Michigan University is \$50,751,100.00, \$47,809,100.00 for operations, \$0.00 for per-18 19 student floor funding, \$1,780,700.00 for operations increase, and 20 \$1,161,300.00 for costs incurred under the North American Indian 21 tuition waiver. 22 (i) The appropriation for Oakland University is \$60,761,900.00, \$53,147,400.00 for operations, \$7,259,200.00 for 23 per-student floor funding, \$0.00 for operations increase, and 24 25 \$355,300.00 for costs incurred under the North American Indian 26 tuition waiver. 27 (j) The appropriation for Saginaw Valley State University is \$32,274,600.00, \$30,583,800.00 for operations, \$132,900.00 for per-28

29 student floor funding, \$1,369,600.00 for operations increase, and

\$188,300.00 for costs incurred under the North American Indian 1 tuition waiver. 2 (k) The appropriation for University of Michigan - Ann Arbor 3 is \$339,198,000.00, \$321,970,100.00 for operations, \$0.00 for per-4 student floor funding, \$16,390,200.00 for operations increase, and 5 6 \$837,700.00 for costs incurred under the North American Indian 7 tuition waiver. 8 (1) The appropriation for University of Michigan - Dearborn is \$28,115,900.00, \$26,167,000.00 for operations, \$1,702,700.00 for 9 10 per-student floor funding, \$0.00 for operations increase, and \$246,200.00 for costs incurred under the North American Indian 11 12 tuition waiver. (m) The appropriation for University of Michigan - Flint is 13 14 \$25,159,200.00, \$23,616,200.00 for operations, \$953,900.00 for perstudent floor funding, \$204,700.00 for operations increase, and 15 \$384,400.00 for costs incurred under the North American Indian 16 17 tuition waiver. 18 (n) The appropriation for Wayne State University is 19 \$213,639,700.00, \$202,996,700.00 for operations, \$0.00 for perstudent floor funding, \$10,289,900.00 for operations increase, and 20 21 \$353,100.00 for costs incurred under the North American Indian 22 tuition waiver. 23 (o) The appropriation for Western Michigan University is 24 \$114,351,900.00, \$111,522,200.00 for operations, \$0.00 for perstudent floor funding, \$2,230,400.00 for operations increase, and 25 26 \$599.300.00 for costs incurred under the North American Indian 27 tuition waiver. 28 (3) The amount appropriated in subsection (2) for public

29 universities is \$1,611,124,200.00, appropriated from the following:

1	(a) State school aid fund, \$343,168,300.00.
2	(b) State general fund/general purpose moneyr
3	\$1,267,955,900.00.
4	(4) The amount appropriated for Michigan public school
5	employees' retirement system reimbursement is \$70,000.00,
6	appropriated from the state school aid fund.
7	(5) The amount appropriated for state and regional programs is
8	\$316,800.00, appropriated from general fund/general purpose money
9	and allocated as follows:
10	(a) Higher education database modernization and conversion,
11	\$200,000.00.
12	(b) Midwestern Higher Education Compact, \$116,800.00.
13	(6) The amount appropriated for the Martin Luther King, Jr
14	Cesar Chavez - Rosa Parks program is \$2,691,500.00, appropriated
15	from general fund/general purpose money and allocated as follows:
16	(a) Select student support services, \$1,956,100.00.
17	(b) Michigan college/university partnership program,
18	\$586,800.00.
19	(c) Morris Hood, Jr. educator development program,
20	\$148,600.00.
21	(7) Subject to subsection (8), the amount appropriated for
22	grants and financial aid is \$397,783,200.00, allocated as follows:
23	(a) State competitive scholarships, \$29,861,700.00.
24	(b) Tuition grants, \$42,021,500.00.
25	(c) Tuition incentive program, \$71,300,000.00.
26	(d) Children of veterans and officer's survivor tuition grant
27	programs, \$1,400,000.00.
28	(c) Project GEAR-UP, \$3,200,000.00.

29 (f) Michigan achievement scholarships, \$250,000,000.00. From

this amount, up to \$10,000,000 may be used to award skills 1 2 scholarships under section 248a. 3 (8) The money appropriated in subsection (7) for grants and 4 financial aid is appropriated from the following: 5 (a) Federal revenues under the United States Department of 6 Education, Office of Elementary and Secondary Education, CEAR-UP 7 program, \$3,200,000.00. 8 (b) Federal revenues under the social security act, temporary 9 assistance for needy families, \$125,326,400.00. 10 (c) Postsecondary scholarship fund, \$250,000,000.00. 11 (d) State general fund/general purpose money, \$19,256,800.00. 12 (9) For fiscal year 2022-2023 only, in addition to the 13 allocation under subsection (4), from the appropriations described 14 in subsection (1), there is allocated an amount not to exceed 15 \$4,650,000.00 for payments to participating public universities, 16 appropriated from the state school aid fund. A university that 17 receives money under this subsection shall use that money solely 18 for the purpose of offsetting the normal cost contribution rate. As 19 used in this subsection, "participating public universities" means 20 public universities that are a reporting unit of the Michigan 21 public school employees' retirement system under the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 22 23 38.1437, and that pay contributions to the Michigan public school 24 employees' retirement system for the state fiscal year. 25 Sec. 236m. (1) For fiscal year 2021-2022, there is appropriated an amount not to exceed \$100.00 from state general 26 fund/general purpose money for payment to public universities. 27 (2) For fiscal year 2022-2023, there is appropriated an amount 28 29 not to exceed \$100.00 from state general fund/general purpose money

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1 for payment to public universities.