

**SUBSTITUTE FOR
SENATE BILL NO. 752**

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 236, 236b, 236c, 236j, 236m, 241, 241a, 241c,
244, 248, 248a, 250, 251, 252, 253, 255, 256, 258, 259, 260, 263,
263b, 264, 268, 269, 270c, 275b, 275k, 276, 277, 278, 279, 280,
281, and 282 (MCL 388.1836, 388.1836b, 388.1836c, 388.1836j,
388.1836m, 388.1841, 388.1841a, 388.1841c, 388.1844, 388.1848,
388.1848a, 388.1850, 388.1851, 388.1852, 388.1853, 388.1855,
388.1856, 388.1858, 388.1859, 388.1860, 388.1863, 388.1863b,
388.1864, 388.1868, 388.1869, 388.1870c, 388.1875b, 388.1875k,
388.1876, 388.1877, 388.1878, 388.1879, 388.1880, 388.1881, and
388.1882), sections 236, 236m, and 248 as amended by 2023 PA 320,
sections 236b, 236c, 236j, 241, 248a, 251, 252, 256, 259, 260, 263,

264, 268, 269, 270c, 276, 277, 278, 279, 280, 281, and 282 as amended and sections 241a, 241c, 263b, and 275k as added by 2023 PA 103, section 244 as amended and section 250 as added by 2017 PA 108, sections 253 and 255 as amended by 2012 PA 201, section 258 as amended by 2013 PA 60, and section 275b as amended by 2022 PA 144, and by adding sections 236q, 236r, 241e, 247, 270, 275l, 275m, and 275n; and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 236. (1) Subject to the conditions set forth in this
2 article, the amounts listed in this section are appropriated for
3 higher education for the fiscal year ending September 30, ~~2024,~~
4 **2025**, from the funds indicated in this section. The following is a
5 summary of the appropriations in this section and section 236j:

6 (a) The gross appropriation is ~~\$2,291,048,800.00.~~
7 **\$2,325,732,700.00**. After deducting total interdepartmental grants
8 and intradepartmental transfers in the amount of \$0.00, the
9 adjusted gross appropriation is
10 ~~\$2,291,048,800.00.~~ **\$2,325,732,700.00.**

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

13 (i) Total federal revenues, ~~\$131,026,400.00.~~ **\$3,200,000.00.**

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

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

16 (iv) Total other state restricted revenues,

17 ~~\$482,268,300.00.~~ **\$451,668,300.00.**

18 (v) State general fund/general purpose money,

19 ~~\$1,677,754,100.00.~~ **\$1,870,864,400.00.**

20 (c) The totals and subtotals reflected in subdivisions (a) and
21 (b) do not include amounts appropriated under subsection (7)(f) or

1 ~~(8)(e)~~ **(8)(b)** to avoid duplicating totals of amounts appropriated
2 in this section and section 236j.

3 (2) Amounts appropriated for public universities are as
4 follows:

5 (a) The appropriation for Central Michigan University is
6 ~~\$95,413,800.00, \$89,352,000.00 for operations, \$0.00 for per-~~
7 ~~student floor funding, \$4,467,600.00 for operations increase, and~~
8 ~~\$1,594,200.00 for costs incurred under the North American Indian~~
9 ~~tuition waiver.~~ **\$97,771,900.00, \$93,819,600.00 for operations,**
10 **\$2,345,500.00 for operations increase, and \$1,606,800.00 for costs**
11 **incurred under the North American Indian tuition waiver.**

12 (b) The appropriation for Eastern Michigan University is
13 ~~\$83,144,700.00, \$78,798,800.00 for operations, \$0.00 for per-~~
14 ~~student floor funding, \$3,939,900.00 for operations increase, and~~
15 ~~\$406,000.00 for costs incurred under the North American Indian~~
16 ~~tuition waiver.~~ **\$85,208,400.00, \$82,738,700.00 for operations,**
17 **\$2,068,500.00 for operations increase, and \$401,200.00 for costs**
18 **incurred under the North American Indian tuition waiver.**

19 (c) The appropriation for Ferris State University is
20 ~~\$59,646,500.00, \$56,126,000.00 for operations, \$0.00 for per-~~
21 ~~student floor funding, \$2,806,300.00 for operations increase, and~~
22 ~~\$714,200.00 for costs incurred under the North American Indian~~
23 ~~tuition waiver.~~ **\$61,137,700.00, \$58,932,300.00 for operations,**
24 **\$1,473,300.00 for operations increase, and \$732,100.00 for costs**
25 **incurred under the North American Indian tuition waiver.**

26 (d) The appropriation for Grand Valley State University is
27 ~~\$97,365,000.00, \$79,974,500.00 for operations, \$11,560,000.00 for~~
28 ~~per-student floor funding, \$4,576,700.00 for operations increase,~~
29 ~~and \$1,253,800.00 for costs incurred under the North American~~

1 ~~Indian tuition waiver.~~ \$99,837,200.00, \$96,111,200.00 for
 2 operations, \$2,402,800.00 for operations increase, and
 3 \$1,323,200.00 for costs incurred under the North American Indian
 4 tuition waiver.

5 (e) The appropriation for Lake Superior State University is
 6 ~~\$15,190,300.00, \$13,573,100.00 for operations, \$0.00 for per-~~
 7 ~~student floor funding, \$678,700.00 for operations increase, and~~
 8 ~~\$938,500.00 for costs incurred under the North American Indian~~
 9 ~~tuition waiver.~~ \$15,981,300.00, \$14,251,800.00 for operations,
 10 \$356,300.00 for operations increase, and \$1,373,200.00 for costs
 11 incurred under the North American Indian tuition waiver.

12 (f) The appropriation for Michigan State University is
 13 ~~\$390,452,600.00, \$301,681,300.00 for operations, \$0.00 for per-~~
 14 ~~student floor funding, \$15,084,100.00 for operations increase,~~
 15 ~~\$1,943,800.00 for costs incurred under the North American Indian~~
 16 ~~tuition waiver, \$38,518,400.00 for MSU AgBioResearch, and~~
 17 ~~\$33,225,000.00 for MSU Extension.~~ \$400,364,600.00, \$316,765,400.00
 18 for operations, \$7,919,100.00 for operations increase,
 19 \$2,143,100.00 for costs incurred under the North American Indian
 20 tuition waiver, \$39,481,400.00 for MSU AgBioResearch, and
 21 \$34,055,600.00 for MSU Extension.

22 (g) The appropriation for Michigan Technological University is
 23 ~~\$54,525,700.00, \$51,103,600.00 for operations, \$0.00 for per-~~
 24 ~~student floor funding, \$2,555,200.00 for operations increase, and~~
 25 ~~\$866,900.00 for costs incurred under the North American Indian~~
 26 ~~tuition waiver.~~ \$55,781,900.00, \$53,658,800.00 for operations,
 27 \$1,341,500.00 for operations increase, and \$781,600.00 for costs
 28 incurred under the North American Indian tuition waiver.

29 (h) The appropriation for Northern Michigan University is

1 ~~\$53,320,000.00, \$49,589,800.00 for operations, \$0.00 for per-~~
 2 ~~student floor funding, \$2,479,500.00 for operations increase, and~~
 3 ~~\$1,250,700.00 for costs incurred under the North American Indian~~
 4 ~~tuition waiver.~~ **\$54,783,700.00, \$52,069,300.00 for operations,**
 5 **\$1,301,700.00 for operations increase, and \$1,412,700.00 for costs**
 6 **incurred under the North American Indian tuition waiver.**

7 (i) The appropriation for Oakland University is
 8 ~~\$72,288,800.00, \$60,406,600.00 for operations, \$8,123,900.00 for~~
 9 ~~per-student floor funding, \$3,426,500.00 for operations increase,~~
 10 ~~and \$331,800.00 for costs incurred under the North American Indian~~
 11 ~~tuition waiver.~~ **\$74,047,100.00, \$71,957,000.00 for operations,**
 12 **\$1,798,900.00 for operations increase, and \$291,200.00 for costs**
 13 **incurred under the North American Indian tuition waiver.**

14 (j) The appropriation for Saginaw Valley State University is
 15 ~~\$33,894,500.00, \$32,086,300.00 for operations, \$0.00 for per-~~
 16 ~~student floor funding, \$1,604,300.00 for operations increase, and~~
 17 ~~\$203,900.00 for costs incurred under the North American Indian~~
 18 ~~tuition waiver.~~ **\$34,731,400.00, \$33,690,600.00 for operations,**
 19 **\$842,300.00 for operations increase, and \$198,500.00 for costs**
 20 **incurred under the North American Indian tuition waiver.**

21 (k) The appropriation for University of Michigan - Ann Arbor
 22 is ~~\$356,568,800.00, \$338,360,300.00 for operations, \$0.00 for per-~~
 23 ~~student floor funding, \$16,918,000.00 for operations increase, and~~
 24 ~~\$1,290,500.00 for costs incurred under the North American Indian~~
 25 ~~tuition waiver.~~ **\$365,681,600.00, \$355,278,300.00 for operations,**
 26 **\$8,882,000.00 for operations increase, and \$1,521,300.00 for costs**
 27 **incurred under the North American Indian tuition waiver.**

28 (l) The appropriation for University of Michigan - Dearborn is
 29 ~~\$31,233,500.00, \$27,869,700.00 for operations, \$1,699,800.00 for~~

1 ~~per-student floor funding, \$1,478,500.00 for operations increase,~~
 2 ~~and \$185,500.00 for costs incurred under the North American Indian~~
 3 ~~tuition waiver.~~ **\$32,033,000.00, \$31,048,000.00 for operations,**
 4 **\$776,200.00 for operations increase, and \$208,800.00 for costs**
 5 **incurred under the North American Indian tuition waiver.**

6 (m) The appropriation for University of Michigan - Flint is
 7 ~~\$26,404,700.00, \$24,774,800.00 for operations, \$0.00 for per-~~
 8 ~~student floor funding, \$1,238,700.00 for operations increase, and~~
 9 ~~\$391,200.00 for costs incurred under the North American Indian~~
 10 ~~tuition waiver.~~ **\$26,955,700.00, \$26,013,500.00 for operations,**
 11 **\$650,300.00 for operations increase, and \$291,900.00 for costs**
 12 **incurred under the North American Indian tuition waiver.**

13 (n) The appropriation for Wayne State University is
 14 ~~\$224,354,500.00, \$213,286,600.00 for operations, \$0.00 for per-~~
 15 ~~student floor funding, \$10,664,300.00 for operations increase, and~~
 16 ~~\$403,600.00 for costs incurred under the North American Indian~~
 17 ~~tuition waiver.~~ **\$229,975,400.00, \$223,950,900.00 for operations,**
 18 **\$5,598,800.00 for operations increase, and \$425,700.00 for costs**
 19 **incurred under the North American Indian tuition waiver.**

20 (o) The appropriation for Western Michigan University is
 21 ~~\$119,983,900.00, \$113,752,600.00 for operations, \$0.00 for per-~~
 22 ~~student floor funding, \$5,687,600.00 for operations increase, and~~
 23 ~~\$543,700.00 for costs incurred under the North American Indian~~
 24 ~~tuition waiver.~~ **\$123,039,800.00, \$119,440,200.00 for operations,**
 25 **\$2,986,000.00 for operations increase, and \$613,600.00 for costs**
 26 **incurred under the North American Indian tuition waiver.**

27 (3) The amount appropriated in subsection (2) for public
 28 universities is ~~\$1,713,787,300.00,~~ **\$1,757,330,700.00,** appropriated
 29 from the following:

1 (a) State school aid fund, \$443,168,300.00.

2 (b) State general fund/general purpose money,

3 ~~\$1,270,619,000.00.~~ **\$1,314,162,400.00.**

4 (4) The amount appropriated for Michigan public school
5 employees' retirement system reimbursement is \$0.00.

6 (5) The amount appropriated for state and regional programs is
7 \$316,800.00, appropriated from general fund/general purpose money
8 and allocated as follows:

9 (a) Higher education database modernization and conversion,
10 \$200,000.00.

11 (b) Midwestern Higher Education Compact, \$116,800.00.

12 (6) The amount appropriated for the Martin Luther King, Jr. -
13 Cesar Chavez - Rosa Parks program is \$2,691,500.00, appropriated
14 from general fund/general purpose money and allocated as follows:

15 (a) Select student support services, \$1,956,100.00.

16 (b) Michigan college/university partnership program,
17 \$586,800.00.

18 (c) Morris Hood, Jr. educator development program,
19 \$148,600.00.

20 (7) Subject to subsection (8), the amount appropriated for
21 grants and financial aid is ~~\$447,283,200.00.~~ **\$503,856,800.00,**
22 allocated as follows:

23 (a) State competitive scholarships,
24 ~~\$26,861,700.00.~~ **\$19,930,900.00.**

25 (b) Tuition grants, ~~\$42,021,500.00.~~ **\$34,925,900.00.**

26 (c) Tuition incentive program, ~~\$73,800,000.00.~~ **\$93,800,000.00.**

27 (d) Children of veterans and officer's survivor tuition grant
28 programs, ~~\$1,400,000.00.~~ **\$2,000,000.00.**

29 (e) Project GEAR-UP, \$3,200,000.00.

1 (f) Michigan achievement scholarships, \$300,000,000.00. From
2 this amount, up to \$10,000,000.00 may be used to award skills
3 scholarships under section 248a.

4 **(g) Michigan reconnect, \$50,000,000.00.**

5 (8) The money appropriated in subsection (7) for grants and
6 financial aid is appropriated from the following:

7 (a) Federal revenues under the United States Department of
8 Education, Office of Elementary and Secondary Education, GEAR-UP
9 program, \$3,200,000.00.

10 ~~(b) Federal revenues under the social security act, temporary~~
11 ~~assistance for needy families, \$127,826,400.00.~~

12 **(b) ~~(e)~~ Postsecondary scholarship fund,**
13 **~~\$300,000,000.00.~~ \$500,656,800.00.**

14 **(c) ~~(d)~~ State general fund/general purpose money,**
15 **~~\$16,256,800.00.~~ \$0.00.**

16 (9) For fiscal year ~~2023-2024~~ **2024-2025** only, in addition to
17 the allocation under subsection (4), from the appropriations
18 described in subsection (1), there is allocated an amount not to
19 exceed ~~\$9,100,000.00~~ **\$8,500,000.00** for payments to participating
20 public universities, appropriated from the state school aid fund. A
21 public university that receives money under this subsection shall
22 use that money solely for the purpose of offsetting the normal cost
23 contribution rate. As used in this subsection, "participating
24 public universities" means public universities that are a reporting
25 unit of the Michigan public school employees' retirement system
26 under the public school employees retirement act of 1979, 1980 PA
27 300, MCL 38.1301 to 38.1437, and that pay contributions to the
28 Michigan public school employees' retirement system for the state
29 fiscal year.

1 ~~(10) For fiscal year 2023-2024 only, from the appropriations~~
2 ~~described in subsection (1), the amount appropriated for Michigan~~
3 ~~Technological University for the creation of a bachelor of science~~
4 ~~degree in nursing program is \$870,000.00, appropriated from state~~
5 ~~general fund/general purpose money.~~

6 ~~(11) For fiscal year 2023-2024 only, from the appropriations~~
7 ~~described in subsection (1), \$3,000,000.00 is appropriated from~~
8 ~~state general fund/general purpose money to the Michigan geological~~
9 ~~survey for costs related to the development, construction, and~~
10 ~~equipment purchases for a new facility.~~

11 ~~(12) For fiscal year 2023-2024 only, from the appropriations~~
12 ~~described in subsection (1), \$5,000,000.00 is appropriated from~~
13 ~~state general fund/general purpose money for critical incident~~
14 ~~mapping. These funds must be distributed to universities~~
15 ~~proportionately to the amounts in subsection (2) for operations.~~

16 **(10) (13)** ~~For fiscal year 2023-2024~~ **2024-2025** only, from the
17 appropriations described in subsection (1), subject to ~~sections~~
18 **section 236m, and 236e, \$79,000,000.00 \$100.00** is appropriated from
19 **state** general fund/general purpose money for infrastructure,
20 technology, equipment, maintenance, and safety.

21 ~~(14) For fiscal year 2023-2024 only, from the appropriations~~
22 ~~described in subsection (1), \$30,000,000.00 is appropriated from~~
23 ~~the state school aid fund to Michigan State University for the~~
24 ~~Engineering and Digital Innovation Center.~~

25 **(11) For fiscal year 2024-2025 only, subject to section 236q,**
26 **from the appropriations described in subsection (1), \$42,536,800.00**
27 **is appropriated from state general fund/general purpose money for**
28 **institutional best practices one-time incentive.**

29 **(12) All of the following apply for fiscal year 2024-2025**

1 only:

2 (a) In addition to the allocations under subsections (4) and
3 (9), there is allocated an amount not to exceed \$4,100,000.00 for
4 payments to participating public universities, appropriated from
5 **state general fund/general purpose money**. A public university that
6 receives money under this subsection shall use that money solely
7 for the purpose of payments toward the pension and other
8 postemployment benefit unfunded actuarial accrued liabilities
9 associated with members and pension recipients of those
10 participating public universities.

11 (b) The amount allocated in subdivision (a) must be allocated
12 to each participating public university based on each participating
13 public university's percentage of the total combined payrolls of
14 the universities' employees who are members of the retirement
15 system and who were hired before January 1, 1996 and the
16 universities' employees who would have been members of the
17 retirement system on or after January 1, 1996, but for the
18 enactment of 1995 PA 272 for all public universities that are
19 participating public universities for the immediately preceding
20 state fiscal year.

21 (c) Participating public universities receiving funds under
22 this subsection shall forward an amount equal to the amount
23 allocated under subdivision (a) to the retirement system in a form,
24 manner, and time frame determined by the retirement system.

25 (d) Amounts allocated in subdivision (a) must be paid to
26 participating public universities in 1 lump-sum installment no
27 later than October 31, 2024.

28 (e) As used in this subsection, "participating public
29 universities" means public universities that are reporting units of

1 the Michigan public school employees' retirement system under the
2 public school employees retirement act of 1979, 1980 PA 300, MCL
3 38.1301 to 38.1437, and that pay contributions to the Michigan
4 public school employees' retirement system for the state fiscal
5 year.

6 (13) For fiscal year 2024-2025 only, from the appropriations
7 described in subsection (1), \$2,810,000.00 is appropriated from
8 state general fund/general purpose money to the Michigan
9 Association of State Universities to support a statewide university
10 cybersecurity initiative.

11 (14) For fiscal year 2024-2025 only, from the appropriations
12 described in subsection (1), \$1,500,000.00 is appropriated from
13 state general fund/general purpose money for the FAFSA completion
14 incentive and college awaits programs. The department of lifelong
15 education, advancement, and potential shall use funds appropriated
16 under this subsection to conduct an incentive program for residents
17 who complete the FAFSA for the first time. The program must offer
18 prize funds that are available to a number, chosen by the
19 department, of randomly selected Michigan residents who
20 satisfactorily demonstrate to the department that they have
21 completed the FAFSA for the first time. The department may also use
22 funds appropriated under this subsection to provide competitive
23 grants to universities to support programs that bring primary and
24 secondary school students to university campuses with the goal of
25 increasing those students' interest in postsecondary education.

26 (15) For fiscal year 2024-2025 only, from the appropriations
27 described in subsection (1), \$750,000.00 is appropriated from state
28 general fund/general purpose money to Western Michigan University
29 to support the Project Clean program.

1 (16) For fiscal year 2024-2025 only, from the appropriations
2 described in subsection (1), \$570,000.00 is appropriated from state
3 general fund/general purpose money to Grand Valley State University
4 to support the Omni program.

5 (17) For fiscal year 2024-2025 only, from the appropriations
6 described in subsection (1), \$500,000.00 is appropriated from state
7 general fund/general purpose money to support small business
8 development centers that are affiliated with institutions of
9 postsecondary education in this state.

10 (18) For fiscal year 2024-2025 only, from the appropriations
11 described in subsection (1), \$70,000.00 is appropriated from state
12 general fund/general purpose money to a city with a population
13 between 70,000 and 80,000 in a county with a population between
14 225,000 and 275,000 according to the most recent federal decennial
15 census for investments to improve safety on the campus of a public
16 university based in that city.

17 (19) For fiscal year 2024-2025 only, subject to section 236r,
18 from the appropriations described in subsection (1), \$200,000.00 is
19 appropriated from state general fund/general purpose money for an
20 education performance study.

21 Sec. 236b. In addition to the funds appropriated in section
22 236, there is appropriated for grants and financial aid in fiscal
23 year ~~2023-2024-2024-2025~~ an amount not to exceed \$6,000,000.00 for
24 federal contingency authorization. These funds are not available
25 for expenditure until they have been transferred under section
26 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393,
27 for another purpose under this article.

28 Sec. 236c. In addition to the funds appropriated for fiscal
29 year ~~2023-2024-2024-2025~~ in section 236, appropriations to the

1 department of technology, management, and budget in the act
 2 providing general appropriations for fiscal year ~~2023-2024-2024-~~
 3 **2025** for state building authority rent, totaling an estimated
 4 ~~\$134,595,300.00,~~ **\$140,195,300.00**, provide funding for the state
 5 share of costs for previously constructed capital projects for
 6 state universities. These appropriations for state building
 7 authority rent represent additional state general fund support
 8 provided to public universities, and the following is an estimate
 9 of the amount of that support to each public university:

10 (a) Central Michigan University, ~~\$13,013,100.00.~~ **12,927,300.00.**

11 (b) Eastern Michigan University, ~~\$6,068,200.00.~~ **\$6,028,200.00.**

12 (c) Ferris State University, ~~\$9,756,300.00.~~ **\$9,555,800.00.**

13 (d) Grand Valley State University,

14 ~~\$8,680,100.00.~~ **\$8,622,800.00.**

15 (e) Lake Superior State University,

16 ~~\$2,246,100.00.~~ **\$2,231,300.00.**

17 (f) Michigan State University, ~~\$16,725,300.00.~~ **\$16,615,000.00.**

18 (g) Michigan Technological University,

19 ~~\$4,030,700.00.~~ **\$5,787,900.00.**

20 (h) Northern Michigan University, ~~\$7,768,000.00.~~ **\$8,917,700.00.**

21 (i) Oakland University, ~~\$9,517,400.00.~~ **\$11,256,500.00.**

22 (j) Saginaw Valley State University,

23 ~~\$7,880,000.00.~~ **\$7,828,000.00.**

24 (k) University of Michigan - Ann Arbor,

25 ~~\$11,757,500.00.~~ **\$12,280,600.00.**

26 (l) University of Michigan - Dearborn,

27 ~~\$10,807,200.00.~~ **\$10,736,000.00.**

28 (m) University of Michigan - Flint,

29 ~~\$6,103,500.00.~~ **\$6,063,200.00.**

1 (n) Wayne State University, ~~\$10,092,800.00~~ **\$10,082,300.00**.

2 (o) Western Michigan University,

3 ~~\$10,149,100.00~~ **\$11,262,700.00**.

4 Sec. 236j. (1) The postsecondary scholarship fund is created
5 in the department of treasury for the purpose of providing
6 scholarship awards to eligible students who attend eligible
7 postsecondary educational institutions in this state, as provided
8 in subsection (5).

9 (2) The state treasurer may receive money or other assets from
10 any source for deposit into the postsecondary scholarship fund. The
11 state treasurer shall direct the investment of the postsecondary
12 scholarship fund. The state treasurer shall credit to the
13 postsecondary scholarship fund interest and earnings from
14 postsecondary scholarship fund investments.

15 (3) Money in the postsecondary scholarship fund at the close
16 of the fiscal year must remain in the postsecondary scholarship
17 fund and not lapse to the general fund.

18 (4) The department of treasury shall be the administrator of
19 the postsecondary scholarship fund for auditing purposes.

20 (5) Money must be expended from the postsecondary scholarship
21 fund only for the purpose of providing ~~Michigan achievement~~
22 scholarship awards **under section 236(7)** to eligible students who
23 attend eligible postsecondary educational institutions in this
24 state. Not more than \$10,000,000.00 may be used by the department
25 **of lifelong education, advancement, and potential** annually for the
26 purposes of outreach and marketing programs as specified in section
27 ~~248(9)~~ **.248**.

28 (6) For the fiscal year ending September 30, ~~2024,~~
29 ~~\$300,000,000.00~~ **2025, \$500,656,800.00** is deposited into the

1 postsecondary scholarship fund from the state general fund/general
2 purpose money.

3 (7) It is the intent of the legislature that the postsecondary
4 scholarship fund serves as the primary funding source of ~~the~~
5 ~~Michigan achievement state~~ scholarship **programs**. To ensure ~~the~~
6 ~~Michigan achievement scholarship provides ongoing supports~~ **support**
7 for students, it is the intent of the legislature to increase
8 annual deposits into the postsecondary scholarship fund by
9 ~~\$50,000,000.00 per year until the fully implemented costs of the~~
10 ~~Michigan achievement scholarship are deposited annually into the~~
11 ~~postsecondary scholarship fund.~~ **an amount adequate to ensure the**
12 **continued viability of the postsecondary scholarship fund as the**
13 **primary fund source for state scholarship programs.**

14 Sec. 236m. (1) ~~Subject to subsection (2), funds~~ **Funds**
15 appropriated in section ~~236(13)~~ **236(10)** for infrastructure,
16 technology, equipment, maintenance, and safety are intended to be
17 used for necessary improvements and deferred maintenance of public
18 university buildings, facilities, and other physical
19 infrastructure; necessary improvements and deferred maintenance of
20 information technology, other technology infrastructure, and other
21 equipment; and other purposes related to infrastructure,
22 technology, equipment, and maintenance. A public university may
23 also use these funds for debt or to upgrade safety and security
24 infrastructure. These funds are not intended to be used for any
25 other purpose than what is specified in this section.

26 ~~(2) If the University of Michigan - Ann Arbor receives funds~~
27 ~~subject to the allowable uses under this section, the university~~
28 ~~must, as a condition on receiving those funds, agree to allocate~~
29 ~~not less than \$5,000,000.00 of those funds for costs related to the~~

1 ~~university's involvement with a semiconductor research alliance.~~

2 ~~(3) To receive funds under this section, a public university~~
 3 ~~must certify to the state budget director by January 1, 2024 that~~
 4 ~~it did not receive an appropriation for a planning or construction~~
 5 ~~authorization for a capital outlay project between January 1, 2023~~
 6 ~~and December 15, 2023.~~

7 ~~(2) (4) Funds appropriated in section 236(13) are distributed~~
 8 ~~to each public university that certified it did not receive a~~
 9 ~~capital outlay appropriation under subsection (3). The payment for~~
 10 ~~each public university **under subsection (1)** must be calculated~~
 11 ~~based on each public university's respective share of total fiscal~~
 12 ~~year equated students as reported to the higher education~~
 13 ~~institutional data inventory for the fiscal year ending September~~
 14 ~~30, 2022-2023 for all public universities that receive a payment~~
 15 ~~under this section. Payments to public universities under this~~
 16 ~~section must be distributed in 1 lump sum to each institution with~~
 17 ~~the ~~January~~ **October** 16, 2024 payment described in section 241.~~

18 **Sec. 236q. (1) Funds appropriated in section 236(11) for**
 19 **institutional best practices one-time incentive must be distributed**
 20 **to each public university that certifies to the state budget**
 21 **director by December 1, 2024 all of the following:**

22 **(a) That the public university requires the following for all**
 23 **degree- or certificate-seeking students:**

24 **(i) Participation in institutional orientation.**

25 **(ii) Participation in career and academic pathway exploration**
 26 **support that includes assistance from the public university in**
 27 **choosing an appropriate academic program.**

28 **(iii) Receipt of an academic course plan that would result in**
 29 **the on-time completion of the student's chosen program within the**

1 student's first semester of enrollment at the public university.

2 (b) That the public university requires all students to
3 receive an academic degree or certificate map that outlines
4 required course sequencing, program and institution requirements,
5 declared minor program academic requirements, and a recommended
6 timeline of which courses should be taken in which specific
7 semester or term in order to satisfy all program requirements to
8 allow the student to graduate on time.

9 (c) That the public university has a policy and process for
10 assessing prior learning and knowledge that aligns with a student's
11 academic program and other required coursework. The policy must
12 include the opportunity for a student to earn credit toward a
13 degree or certificate, must be available to all students at no cost
14 to the student, and must be easily accessible on the public
15 university's website and in admissions material.

16 (d) That the public university has adopted a co-requisite
17 model of academic support for gateway English and mathematics
18 courses in which a student concurrently enrolls in a developmental
19 education course and a gateway-level course in a subject area where
20 the student requires remediation. The public university must ensure
21 that not more than 10% of students assessed as being in need of
22 developmental or remedial learning participate in a non-co-
23 requisite developmental or remedial course.

24 (e) That the public university provides non-credit-bearing
25 developmental or remedial courses under subdivision (d) at no cost
26 to students.

27 (f) That the public university provides each degree- or
28 certificate-seeking student with a designated, trained academic
29 advisor to support student retention, persistence, and completion.

1 The public university shall require students to meet with their
2 academic advisor at least once per semester or term.

3 (g) That the public university has a policy to accept
4 associate degrees from other accredited Michigan postsecondary
5 education institutions in a manner that ensures an incoming
6 transfer student begins coursework at the public university as a
7 junior. The policy must be easily accessible on the public
8 university's website and in admissions materials, and must be
9 offered at no cost to the student.

10 (h) That the public university, if it has a policy requiring
11 students to reside in university-owned housing for more than 1
12 academic year, has evaluated or, during the 2024-2025 state fiscal
13 year, will evaluate the financial burden of that housing policy on
14 students. To comply with the requirements of this subdivision, a
15 public university with a policy requiring students to live in
16 university-owned housing for more than 1 year must either amend the
17 policy to require only 1 year in university-owned housing, or offer
18 a discount to students for the second and all subsequent years of
19 enrollment at that university for each year that each student is
20 subject to the policy.

21 (2) The payment to each public university that certifies
22 compliance under subsection (1) is that public university's
23 operations funding amount under section 236(2) divided by the total
24 operations funding amounts appropriated under section 236(2) for
25 each public university that certified compliance under subsection
26 (1), multiplied by the amount appropriated under section 236(11).

27 (3) Payments to public universities under this section must be
28 distributed in 1 lump sum to each institution with the January 16,
29 2025 payment described in section 241.

1 Sec. 236r. (1) Funds appropriated in section 236(19) for an
2 education performance study must be used by the department of
3 education to review, analyze, and provide recommendations based on
4 the reports submitted under sections 217c and 275k. The study must
5 be posted on the department of education's website on the same
6 webpage as the reports required under sections 217c and 275k.

7 (2) The department shall contract with at least 1 educational
8 research institution based in this state to fulfill the
9 requirements of this section. An entity that is a part of, owned
10 by, or otherwise under the control of an authorizing body as that
11 term is defined in section 501 of the revised school code, 1976 PA
12 451, MCL 380.501, is not eligible to receive a contract under this
13 subsection.

14 (3) It is the intent of the legislature that the
15 superintendent of public instruction use the analysis developed
16 under this section, the reports under sections 217c and 275k, and
17 all other relevant available resources to inform a determination
18 under section 502(5) of the revised school code, 1976 PA 451, MCL
19 380.502.

20 Sec. 241. Subject to sections 241a, 241b, 241c, and 244, the
21 funds appropriated in section 236 to public universities must be
22 paid out of the state treasury and distributed by the state
23 treasurer to the respective institutions in 11 equal monthly
24 installments on the sixteenth of each month, or the next succeeding
25 business day, beginning with October 16, ~~2023.~~ **2024**. Except for
26 Wayne State University, each institution shall accrue its July and
27 August ~~2024-2025~~ payments to its institutional fiscal year ending
28 June 30, ~~2024-2025~~.

29 Sec. 241a. (1) All public universities shall submit higher

1 education institutional data inventory (HEIDI) data and associated
2 financial aid program information requested by and in a manner
3 prescribed by the state budget director. For public universities
4 with fiscal years ending June 30, these data must be submitted to
5 the state budget director by October 15 of each fiscal year. Public
6 universities with a fiscal year ending September 30, ~~2023–2024~~
7 shall submit preliminary HEIDI data by November 15, ~~2023–2024~~ and
8 final data by December 15, ~~2023–2024~~.

9 (2) It is intended that accountability reporting for public
10 universities will be streamlined through HEIDI. The state budget
11 director and the center will work to combine the reporting
12 requirements outlined in this subsection with the existing HEIDI
13 collection cycle. All of the following must be reported to the
14 house and senate fiscal agencies and the state budget director:

15 (a) Each public university's certification of its compliance
16 with the requirements described in subsections (4) and (5).

17 (b) The reporting requirements described in sections 241b and
18 241c.

19 (3) If a public university fails to submit HEIDI data and
20 associated financial aid program information in accordance with the
21 required reporting schedule, the state treasurer may withhold the
22 monthly installments under section 241 to the public university
23 until those data are submitted. If a public university does not
24 comply with all of the requirements described in subsections (4)
25 and (5) by the end of the fiscal year, the public university
26 forfeits the amount withheld. The state budget director shall
27 notify the chairs of the house and senate appropriations
28 subcommittees on higher education at least 10 days before
29 withholding funds from any public university.

1 (4) No later than October 15 each year, a public university
2 shall maintain a public transparency website available through a
3 link on its website homepage. The website must include all of the
4 following concerning the public university:

5 (a) The annual operating budget and subsequent budget
6 revisions.

7 (b) A summary of current expenditures for the most recent
8 fiscal year for which they are available, expressed as pie charts
9 in the following 2 categories:

10 (i) A chart of personnel expenditures, broken into the
11 following subcategories:

12 (A) Earnings and wages.

13 (B) Employee benefit costs, including, but not limited to,
14 medical, dental, vision, life, disability, and long-term care
15 benefits.

16 (C) Retirement benefit costs.

17 (D) All other personnel costs.

18 (ii) A chart of all current expenditures the public university
19 reported as part of its higher education institutional data
20 inventory data under subsection (1), broken into the same
21 subcategories in which it reported those data.

22 (c) Links to all of the following for the public university:

23 (i) The current collective bargaining agreement for each
24 bargaining unit.

25 (ii) Each health care benefits plan, including, but not limited
26 to, medical, dental, vision, disability, long-term care, or any
27 other type of benefits that would constitute health care services,
28 offered to any bargaining unit or employee of the public
29 university.

1 (iii) Audits and financial reports for the most recent fiscal
2 year for which they are available.

3 (d) General fund revenue and expenditure projections for the
4 current fiscal year and the next fiscal year.

5 (e) A listing of all debt service obligations, detailed by
6 project, anticipated fiscal year payment for each project, and
7 total outstanding debt for the current fiscal year.

8 (f) The institution's policy regarding the transferability of
9 core college courses between community colleges and the public
10 university.

11 (g) A listing of all community colleges that have entered into
12 reverse transfer agreements with the public university.

13 (h) A dashboard or report card demonstrating the public
14 university's performance in several "best practice" measures. The
15 dashboard or report card must include at least all of the following
16 for the 3 most recent academic years for which the data are
17 available:

18 (i) Enrollment.

19 (ii) Student retention rate.

20 (iii) Six-year graduation rates.

21 (iv) Number of Pell grant recipients and graduating Pell grant
22 recipients.

23 (v) Geographic origination of students, categorized as in-
24 state, out-of-state, and international.

25 (vi) Faculty to student ratios and total public university
26 employee to student ratios.

27 (vii) Teaching load by faculty classification.

28 (viii) Graduation outcome rates, including employment and
29 continuing education.

1 (i) An icon badge that provides statewide consistency and
2 public visibility. For this purpose, public universities shall use
3 the icon badge provided by the department of technology,
4 management, and budget consistent with the icon badge developed by
5 the department of education for K-12 school districts. It must
6 appear on the front of each public university's homepage. The size
7 of the icon may be reduced to 150 x 150 pixels. The font size and
8 style for this reporting must be consistent with other documents on
9 each public university's website.

10 (j) A collection and report of the number and percentage of
11 all enrolled students who complete the Free Application for Federal
12 Student Aid, broken out by undergraduate and graduate/professional
13 classifications, reported to the center and posted on its website
14 under the budget transparency icon badge.

15 (5) No later than October 15 each year, a public university
16 shall develop, maintain, and update a "campus safety information
17 and resources" link, prominently displayed on the homepage of its
18 website, to a section of its website containing, at a minimum, all
19 of the following information:

20 (a) Emergency contact numbers for police, fire, health, and
21 other services.

22 (b) Hours, locations, telephone numbers, and email contacts
23 for campus public safety offices and title IX offices.

24 (c) A list of safety and security services provided by the
25 public university, including transportation, escort services,
26 building surveillance, anonymous tip lines, and other available
27 security services.

28 (d) The public university's policies applicable to minors on
29 university property.

1 (e) A directory of resources available at the public
 2 university or surrounding community for students or employees who
 3 are survivors of sexual assault or sexual abuse.

4 (f) An electronic copy of "A Resource Handbook for Campus
 5 Sexual Assault Survivors, Friends and Family", published in 2018.

6 (g) Campus security policies and crime statistics pursuant to
 7 the student right-to-know and campus security act, Public Law 101-
 8 542, 104 Stat 2381. Information must include all material prepared
 9 pursuant to the public information reporting requirements under the
 10 crime awareness and campus security act of 1990, title II of the
 11 student right-to-know and campus security act, Public Law 101-542,
 12 104 Stat 2381.

13 Sec. 241c. (1) No later than the last business day of August
 14 each year, each public university that receives an appropriation in
 15 section 236 shall submit the amount of tuition and fees actually
 16 charged to a full-time resident undergraduate student for academic
 17 year ~~2023-2024~~ **2024-2025** as part of the public university's higher
 18 education institutional data inventory (HEIDI) data. A public
 19 university shall report any revisions for any semester of the
 20 reported academic year to HEIDI within 15 days of being adopted.

21 (2) Payments under section 236 for operations ~~increase and~~
 22 ~~per-student floor funding~~ must be made only to a public university
 23 that certifies to the state budget director by the last business
 24 day of August each year that its board did not adopt an increase in
 25 tuition and fee rates for resident undergraduate students after
 26 September 1, ~~2022-2023~~ **2023-2024** academic year
 27 and that its board will not adopt an increase in tuition and fee
 28 rates for resident undergraduate students for the ~~2023-2024~~
 29 academic year that is greater than 4.5% or ~~\$676.00,~~ **\$703.00,**

1 whichever is greater. As used in this subsection:

2 (a) "Fee" means any board-authorized fee that will be paid by
 3 more than 1/2 of all resident undergraduate students at least once
 4 during their enrollment at a public university, as described in the
 5 higher education institutional data inventory (HEIDI) user manual.
 6 A public university increasing a fee that applies to a specific
 7 subset of students or courses shall provide sufficient information
 8 to prove that the increase applied to that subset will not cause
 9 the increase in the average amount of board-authorized total
 10 tuition and fees paid by resident undergraduate students in the
 11 ~~2023-2024~~**2024-2025** academic year to exceed the limit established
 12 in this subsection.

13 (b) "Tuition and fee rate" means the average of full-time
 14 rates paid by a majority of students in each undergraduate class,
 15 based on an unweighted average of the rates authorized by the
 16 public university board and actually charged to students, deducting
 17 any uniformly rebated or refunded amounts, for the 2 semesters with
 18 the highest levels of full-time equated resident undergraduate
 19 enrollment during the academic year, as described in the higher
 20 education institutional data inventory (HEIDI) user manual.

21 (3) Each public university must certify to the state budget
 22 director by the last business day of August each year that it
 23 complies with all of the following requirements:

24 (a) The public university participates in reverse transfer
 25 agreements described in section 286 with at least 3 community
 26 colleges in this state.

27 (b) The public university does not and will not apply any of
 28 the following criteria when determining whether credits earned
 29 outside the public university by a student count toward a degree or

1 certificate program offered by the public university:

2 (i) Whether the credits were earned in a dual enrollment
3 program that counted the credits toward high school graduation
4 requirements.

5 (ii) Whether the credits were earned in a course that was
6 delivered in a high school classroom, community college classroom
7 or campus, or another location.

8 (iii) Whether the credits were earned in a course that was
9 delivered online, in person, or hybrid.

10 (iv) Whether other students enrolled in the course in which the
11 credits were earned were enrolled in high school or counted the
12 course toward high school graduation requirements.

13 (c) The public university actively participates in and submits
14 timely updates to the Michigan Transfer Network created as part of
15 the Michigan Association of Collegiate Registrars and Admissions
16 Officers transfer agreement.

17 (4) The state budget director shall implement uniform
18 reporting requirements to ensure that a public university receiving
19 a payment under section 236 for operations increase ~~or per student~~
20 ~~floor funding~~ has satisfied the tuition restraint requirements of
21 this section. The state budget director has the sole authority to
22 determine if a public university has met the requirements of this
23 section. Information reported by a public university to the state
24 budget director under this subsection must also be reported to the
25 house and senate appropriations subcommittees on higher education
26 and the house and senate fiscal agencies.

27 Sec. 244. By October 15 of each year, a public university
28 receiving funds in section 236 shall provide its longitudinal data
29 system data set for the preceding academic year to the center for

1 inclusion in the statewide P-20 longitudinal data system described
2 in section 94a. If the state budget director finds that a
3 university has not complied with this section, the state budget
4 director is authorized to withhold the monthly installments
5 provided to that university under section 241 until ~~he or she~~**the**
6 **state budget director** finds **that** the university has complied with
7 this section.

8 **Sec. 247. The funds appropriated in section 236 for Michigan**
9 **reconnect must be distributed and administered by the department of**
10 **lifelong education, advancement, and potential pursuant to the**
11 **Michigan reconnect grant act, 2020 PA 84, MCL 390.1701 to 390.1709,**
12 **the Michigan reconnect grant recipient act, 2020 PA 68, MCL**
13 **390.1711 to 390.1723, and the department's administrative**
14 **procedures for Michigan reconnect.**

15 Sec. 248. (1) The funds appropriated in section 236 for
16 Michigan achievement scholarships must be distributed as provided
17 in this section and section 248a, pursuant to the administrative
18 procedures for Michigan achievement scholarships of the department.

19 (2) As used in this section:

20 (a) "Department" means the department of ~~treasury~~**lifelong**
21 **education, advancement, and potential.**

22 (b) "Eligible institution" means a public university that
23 receives an appropriation in section 236, a community college that
24 receives an appropriation in section 201, a federally recognized
25 tribal college in this state, or an independent nonprofit college
26 or university in this state as ~~described in section 1 of 1966 PA~~
27 ~~313, MCL 390.991~~**determined by the department.**

28 (c) "Gift aid" includes federal Pell grants under 20 USC
29 1070a, tuition incentive program benefits under section 256, state

1 tuition grants under section 252, awards received for minimum
2 payments awarded in subsection (4), higher education expenses paid
3 under the Michigan promise zone authority act, 2008 PA 549, MCL
4 390.1661 to 390.1679, and all other federal, state, local, or
5 institutional aid in the form of grants, scholarships, or discounts
6 applied toward tuition and mandatory fees. Gift aid does not
7 include student loans, work-study awards, qualified withdrawals
8 made from education savings accounts to pay higher education
9 expenses pursuant to the Michigan education savings program act,
10 2000 PA 161, MCL 390.1471 to 390.1486, or higher education expenses
11 paid under the Michigan education trust program pursuant to the
12 Michigan education trust act, 1986 PA 316, MCL 390.1421 to
13 390.1442.

14 (d) "High school equivalency certificate" means that term as
15 defined in section 4.

16 (e) "Last-dollar payment amount" means 1 of the following:

17 (i) For a student attending a federally recognized tribal
18 college or a student paying the in-district rate of tuition at a
19 community college receiving an appropriation in section 201, an
20 amount equal to the tuition, mandatory fees, and contact hours for
21 the student's actual program of study, minus all gift aid received
22 by the student.

23 (ii) For a student attending a community college receiving an
24 appropriation in section 201 who resides within the boundaries of a
25 community college district but attends a community college in
26 another district and is not paying that college's in-district rate
27 of tuition, an amount equal to the tuition, mandatory fees, and
28 contact hours for the student's actual program of study, up to a
29 maximum amount equal to the equivalent in-district tuition,

1 mandatory fees, and contact hours that would be charged by the
2 community college in the student's home district for the courses in
3 which the student enrolls, minus all gift aid received by the
4 student.

5 (iii) For a student attending a community college receiving an
6 appropriation in section 201 who does not reside within the
7 boundaries of a community college district, \$1,000.00, minus all
8 gift aid received by the student.

9 (f) "Minimum payment" means a payment eligible for any cost
10 within the student's individual cost of attendance. The minimum
11 payment must be awarded as a separate payment not included in the
12 student's need-based financial aid. The minimum payment must not be
13 reduced.

14 (g) "SAI eligible student" means a student who has completed
15 the Free Application for Federal Student Aid and meets at least 1
16 of the following:

17 (i) For awards made during academic year 2023-2024, has an
18 expected family contribution of \$25,000.00 or less. An individual
19 is considered to have met the requirements of subsection (4) if the
20 individual received the Michigan achievement scholarship in
21 academic year 2023-2024, was determined to have an expected family
22 contribution of \$25,000.00 or less in academic year 2023-2024, and
23 has completed the Free Application for Federal Student Aid for the
24 subsequent award cycles.

25 (ii) For awards made during academic year 2024-2025 or a
26 subsequent academic year, has completed the Free Application for
27 Federal Student Aid and has a student aid index number of 1 of the
28 following, as applicable:

29 (A) For a student indicating on the student's Free Application

1 for Federal Student Aid that the student is the only member of the
 2 student's household or the student's parents' household attending a
 3 postsecondary institution during that academic year, \$30,000.00 or
 4 less.

5 (B) For a student indicating on the student's Free Application
 6 for Federal Student Aid that the student is not the only member of
 7 the student's household or the student's parents' household
 8 attending a postsecondary institution during that academic year,
 9 the greater of the number described in sub-subparagraph (A) or a
 10 number determined by the department. For the purposes of this sub-
 11 subparagraph, the department, in collaboration with the state
 12 budget office and the house and senate fiscal agencies, may
 13 calculate a student aid index number or may issue administrative
 14 guidance for the student aid index eligibility of students with
 15 more than 1 member of the student's household or the student's
 16 parents' household attending a postsecondary institution during
 17 that academic year. It is intended that the utilization of a
 18 student aid index instead of expected family contribution does not
 19 adversely impact the eligibility of students with multiple members
 20 of the student's household or the student's parents' household
 21 attending postsecondary institutions. It is further intended that
 22 the legislature and executive branch work collaboratively to use
 23 Michigan achievement scholarship uptake and other relevant data to
 24 establish a more permanent measure of financial need for the
 25 Michigan achievement scholarship for subsequent academic years.

26 (3) An individual must meet all of the following criteria ~~and~~
 27 ~~financial thresholds~~ each year to be eligible for a Michigan
 28 achievement scholarship awarded under this section:

29 (a) ~~Be a resident of this state for at least the immediately~~

1 ~~preceding year.~~ **Maintain residency in this state, as determined for**
 2 **purposes of the Free Application for Federal Student Aid.**

3 (b) Have graduated from high school in this state with a
 4 diploma or certificate of completion or achieved a high school
 5 equivalency certificate in 2023 or after.

6 (c) Be a full-time undergraduate student at an eligible
 7 institution, as defined by that eligible institution, and be a
 8 first-time enrollee in an eligible institution during the 2023-2024
 9 academic year, or a subsequent academic year, within 15 months
 10 after high school graduation or attainment of a high school
 11 equivalency certificate or have received a Michigan achievement
 12 scholarship in a previous academic year. For the purposes of this
 13 subdivision, participation in a dual enrollment, early college, or
 14 other similar program while attending high school does not
 15 disqualify a student from being considered a first-time enrollee.

16 (d) Maintain satisfactory academic progress, as defined by the
 17 eligible institution in which the student is enrolled.

18 ~~(e) Not be incarcerated in a corrections institution.~~

19 **(e)** ~~(f)~~ Not be in default on a federal student loan.

20 ~~(g) For awards made during academic year 2023-2024, complete~~
 21 ~~the Free Application for Federal Student Aid and have an expected~~
 22 ~~family contribution of \$25,000.00 or less. For awards made during~~
 23 ~~academic year 2024-2025 or a subsequent academic year, except as~~
 24 ~~otherwise provided in this subdivision and subdivision (h),~~
 25 ~~complete the Free Application for Federal Student Aid and have a~~
 26 ~~student aid index number of 1 of the following, as applicable:~~

27 ~~(i) For a student indicating on the student's Free Application~~
 28 ~~for Federal Student Aid that the student is the only member of the~~
 29 ~~student's household or the student's parents' household attending a~~

1 ~~postsecondary institution during that academic year, \$30,000.00 or~~
2 ~~less.~~

3 ~~(ii) For a student indicating on the student's Free Application~~
4 ~~for Federal Student Aid that the student is not the only member of~~
5 ~~the student's household or the student's parents' household~~
6 ~~attending a postsecondary institution during that academic year,~~
7 ~~the greater of the number described in subparagraph (i) or a number~~
8 ~~determined by the department of treasury. For the purposes of this~~
9 ~~subparagraph, the department of treasury, in collaboration with the~~
10 ~~state budget office and the house and senate fiscal agencies, may~~
11 ~~calculate a student aid index number or may issue administrative~~
12 ~~guidance for the student aid index eligibility of students with~~
13 ~~more than 1 member of the student's household or the student's~~
14 ~~parents' household attending a postsecondary institution during~~
15 ~~that academic year. It is the intent of the legislature that the~~
16 ~~utilization of a student aid index instead of expected family~~
17 ~~contribution does not adversely impact the eligibility of students~~
18 ~~with multiple members of the student's household or the student's~~
19 ~~parents' household in college.~~

20 ~~(h) For the purpose of determining eligibility under~~
21 ~~subdivision (g), an individual is considered to have met the~~
22 ~~requirements of subdivision (g) if the individual received the~~
23 ~~Michigan achievement scholarship in academic year 2023-2024, was~~
24 ~~determined to have an expected family contribution of \$25,000.00 or~~
25 ~~less in academic year 2023-2024, and has completed the Free~~
26 ~~Application for Federal Student Aid for the subsequent award~~
27 ~~cycles.~~

28 ~~(i) The legislature finds and declares that the student aid~~
29 ~~index thresholds in subdivision (g) are temporary and intended to~~

1 ~~apply only for academic year 2024-2025. It is the intent of the~~
 2 ~~legislature that the legislature and executive branch work~~
 3 ~~collaboratively to use Michigan achievement scholarship uptake and~~
 4 ~~other relevant data to establish a more permanent measure of~~
 5 ~~financial need for the Michigan achievement scholarship for~~
 6 ~~subsequent academic years.~~

7 **(f)** ~~(j)~~ Apply for all available gift aid for each academic
 8 year in which the individual applies for a Michigan achievement
 9 scholarship.

10 **(g)** For a student who is enrolled at an eligible institution
 11 that is a public university or an independent nonprofit college or
 12 university, or who is enrolled in a baccalaureate degree program
 13 described in section 121 of the community college act of 1966, 1966
 14 PA 331, MCL 389.121, at an eligible institution, be an SAI eligible
 15 student.

16 (4) ~~Michigan achievement scholarships are subject to all~~ **The**
 17 **amount awarded to an eligible student at an eligible institution**
 18 **must equal 1** of the following:

19 (a) ~~Subject to section 248a(3)(f)(i), an eligible student may~~
 20 ~~receive an award under this section or section 248a for a maximum~~
 21 ~~of 5 academic years, not more than 3 of which may be for attending~~
 22 ~~eligible institutions that are community colleges or federally~~
 23 ~~recognized tribal colleges unless the student is enrolled in a~~
 24 ~~baccalaureate degree program described in section 121 of the~~
 25 ~~community college act of 1966, 1966 PA 331, MCL 389.121. A student~~
 26 ~~may not receive an award under this subsection and section~~
 27 ~~248a(3)(f)(i) during the same academic year.~~ **For an eligible student**
 28 **who is not an SAI eligible student and is enrolled at an eligible**
 29 **institution that is a community college or federally recognized**

1 **tribal college, an amount equal to the last-dollar payment amount.**

2 ~~(b) The amount awarded to an~~ **For an** eligible student **who is an**
 3 **SAI eligible student and is enrolled** at an eligible institution
 4 that is a community college or federally recognized tribal college,
 5 ~~must an amount equal to the sum of following:~~

6 ~~(i) A minimum payment of \$1,750.00, which is comprised of a~~
 7 ~~base payment of \$1,000.00 plus an additional payment of \$750.00.~~

8 ~~(ii) The lesser of \$1,000.00 or the student's last-dollar~~
 9 ~~payment amount.~~ **the last-dollar payment amount plus an additional**
 10 **payment amount of \$1,750.00.**

11 ~~(c) The amount awarded to~~ **For an** eligible student **who is**
 12 **enrolled** at an eligible institution that is a public university or
 13 **an independent nonprofit college or university, or is** enrolled in a
 14 baccalaureate degree program described in section 121 of the
 15 community college act of 1966, 1966 PA 331, MCL 389.121, **at an**
 16 **eligible institution, \$5,500.00.** ~~must equal the sum of following:~~

17 ~~(i) A minimum payment of \$2,500.00, which is comprised of a~~
 18 ~~base payment of \$1,000.00 plus an additional payment of \$1,500.00.~~

19 ~~(ii) The lesser of \$3,000.00 or the student's last-dollar~~
 20 ~~payment amount.~~

21 ~~(d) The amount awarded to an eligible student at an eligible~~
 22 ~~institution that is an independent nonprofit college or university~~
 23 ~~must equal the sum of the following:~~

24 ~~(i) A minimum payment of \$1,000.00.~~

25 ~~(ii) The lesser of \$3,000.00 or the student's last-dollar~~
 26 ~~payment amount.~~

27 **(d)** ~~(e)~~ Money awarded under this subsection for a Michigan
 28 achievement scholarship must be paid to the eligible institution
 29 for credit to the student's account.

1 ~~(f) As used in this subsection:~~

2 ~~(i) "Last-dollar payment amount" means an amount equal to the~~
3 ~~tuition, mandatory fees, and contact hours for each student's~~
4 ~~actual program of study, minus all gift aid received by the~~
5 ~~student.~~

6 ~~(ii) "Minimum payment" means a payment eligible for any cost~~
7 ~~within the student's individual cost of attendance. The minimum~~
8 ~~payment must be awarded as a separate payment not included in the~~
9 ~~student's need based financial aid. The minimum payment must not be~~
10 ~~reduced.~~

11 **(5) Subject to section 248a(3)(f)(i), an eligible student may**
12 **receive a Michigan achievement scholarship award under this section**
13 **or section 248a for a maximum of 5 academic years, not more than 3**
14 **of which may be for attending eligible institutions that are**
15 **community colleges or federally recognized tribal colleges unless**
16 **the student is enrolled in a baccalaureate degree program described**
17 **in section 121 of the community college act of 1966, 1966 PA 331,**
18 **MCL 389.121. A student may not receive an award under this**
19 **subsection and section 248a(3)(f)(i) during the same academic year.**

20 **(6)** ~~(5)~~—The department shall work closely with participating
21 institutions to provide the highest level of participation and
22 ensure that all requirements of the program are met.

23 **(7)** ~~(6)~~—From the funds appropriated in section 236(7) for the
24 Michigan achievement scholarships, the department may not use more
25 than \$10,000,000.00 for the purposes of outreach programs to raise
26 awareness of the Michigan achievement scholarship described in this
27 section and section 248a and shall ensure that Michigan achievement
28 scholarships are well publicized and that high school students are
29 provided information on the program. The department may receive and

1 expend funds received from outside sources for scholarships,
 2 marketing, or other purposes related to the Michigan achievement
 3 scholarship. The department shall provide the necessary funding and
 4 staff to fully operate the program.

5 **(8)** ~~(7)~~—The department shall convene a workgroup during the
 6 fiscal year ending September 30, ~~2024~~**2025** to consider and advise
 7 the department on implementing policies for administering the
 8 Michigan achievement scholarship. The workgroup shall include
 9 participation from the Michigan Association of State Universities
 10 and its institutional members, the Michigan College Access Network,
 11 the Michigan Community College Association and its institutional
 12 members, the Michigan Independent Colleges and Universities and its
 13 institutional members, and any other interested stakeholders and
 14 offices as determined by the department. The workgroup shall make
 15 recommendations on packaging order, packaging structure,
 16 definitions of terms not otherwise defined in statute, and other
 17 administrative regulatory requirements as necessary to implement
 18 the Michigan achievement scholarship.

19 **(9)** ~~(8)~~—The following reporting obligations apply to the
 20 Michigan achievement scholarship program:

21 (a) By May 1 and December 1 of each year, the department shall
 22 provide a written report, organized by eligible institution, to the
 23 house and senate appropriations subcommittees on higher education,
 24 the house and senate fiscal agencies, and the state budget director
 25 that includes the following information for the previous academic
 26 year:

27 (i) The number of students who qualified for a Michigan
 28 achievement scholarship.

29 (ii) The number of students who received a Michigan achievement

1 scholarship.

2 (iii) The average number of credits earned by students who
3 received a Michigan achievement scholarship.

4 (iv) The number of Michigan achievement scholarships that were
5 canceled due to failure to maintain satisfactory academic progress
6 ~~under as described in~~ subsection (3)(d).

7 (v) The number of Michigan achievement scholarships that were
8 canceled due to a student ceasing attendance at an eligible
9 institution. The number must not include any known transfers to
10 another eligible institution.

11 (vi) The number of Michigan achievement scholarships that were
12 canceled due to a student's failure to maintain full-time status.

13 (vii) The average Michigan achievement scholarship award per
14 student, delineated by sector, including community colleges, tribal
15 colleges, public universities, independent colleges and
16 universities, and training institutions. As used in this
17 subparagraph, "training institutions" means training institutions
18 accepted to participate in the Michigan achievement scholarship
19 program under section 248a.

20 (b) Each eligible institution whose students receive awards
21 under this section shall cooperate with the department in a timely
22 manner to facilitate the creation of the report under subdivision
23 (a).

24 **(10)** ~~(9) Beginning April 1, 2024, by~~ **By** April 1 of each year,
25 each eligible institution shall submit a report to the department,
26 the state budget office, and the house and senate fiscal agencies
27 providing information as to the ~~total institutional grant aid per~~
28 ~~full-year equated undergraduate student for the current institution~~
29 ~~fiscal year and~~ **average amount of institutional grant aid awarded**

1 **to full-time first time undergraduate students** for the immediately
 2 preceding ~~3-2~~ institution fiscal years. ~~If the institution does not~~
 3 ~~maintain total institutional grant aid per full-year equated~~
 4 ~~undergraduate student at the average amount provided over the~~
 5 ~~immediately preceding 3 institution fiscal years,~~ **If the amount**
 6 **calculated for fiscal year 2024 does not maintain an average amount**
 7 **of institutional grant aid awarded to full-time first time**
 8 **undergraduate students that equals or exceeds the amount calculated**
 9 **in fiscal year 2023,** the institution must include in the report a
 10 description of **any** changes to institutional ~~finances or the student~~
 11 ~~population that prevented the institution from maintaining support~~
 12 ~~for institutional aid.~~ **financial aid during the 2 immediately**
 13 **preceding fiscal years.** An institution's report of ~~total~~
 14 ~~institutional grant aid per full-year equated undergraduate student~~
 15 **the average amount of institutional grant aid awarded to full-time**
 16 **first time undergraduate students** pursuant to this ~~subdivision~~
 17 **subsection** must be consistent with data most recently reported to
 18 the Integrated Postsecondary Education Data System.

19 **(11)** ~~(10)~~ For each fiscal year, an eligible institution
 20 becomes ineligible for funding under this section if, in the
 21 immediately preceding fiscal year, the institution exceeds 1 of the
 22 following tuition restraint requirements, as applicable:

23 (a) For an eligible institution that is a community college,
 24 the tuition restraint described in section 217b.

25 (b) For an eligible institution that is a public university or
 26 independent nonprofit college or university, the tuition restraint
 27 described in section 241c.

28 **(12)** ~~(11)~~ It is the intent of the legislature that an eligible
 29 institution will not make reductive changes to scholarship or

1 financial aid programs offered by that eligible institution that
2 have the goal or net effect of shifting the cost burden of those
3 programs to the program described in this section.

4 Sec. 248a. (1) The funds appropriated in section 236 for
5 Michigan achievement scholarships must be distributed as provided
6 in this section and section 248, pursuant to the administrative
7 procedures for Michigan achievement scholarship private training
8 program of the department.

9 (2) As used in this section:

10 (a) "Department" means the department of ~~labor and economic~~
11 ~~opportunity.~~ **lifelong education, advancement, and potential.**

12 (b) "High school equivalency certificate" means that term as
13 defined in section 4.

14 (c) "Qualified occupational training program" means that term
15 as defined in section 13 of the Michigan reconnect grant recipient
16 act, 2020 PA 68, MCL 390.1713.

17 (3) The department shall do all of the following:

18 (a) Develop and implement a process by which those seeking to
19 participate in the Michigan achievement scholarship private
20 training program as training institutions offering qualified
21 occupational training programs must apply to the department.

22 (b) Approve as a qualified occupational training program a
23 program for which an application is submitted under subdivision (a)
24 that meets all of the criteria to qualify as a qualified
25 occupational training program, and post these criteria to the
26 department's website.

27 (c) Ensure that an applicant under subdivision (a) is first
28 included on this state's eligible training provider list before
29 each of the applicant's programs receives separate approval from

1 the department as being a qualified occupational training program.

2 (d) Require that training institutions accepted to participate
3 in the Michigan achievement scholarship private training program
4 comply with data requests from the department as a condition of
5 continued participation. For purposes of this subdivision, the
6 department shall require institutions operating apprenticeship
7 programs subject to this section to provide data that tracks
8 relevant work experience required to verify a student's status as
9 an apprentice.

10 (e) Maintain on its website a list of all qualified
11 occupational training program options available to potential skills
12 scholarship recipients.

13 (f) Award skills scholarships, subject to all of the
14 following:

15 (i) A skills scholarship is a grant not to exceed \$2,000.00 per
16 year to contribute to tuition costs for a qualified occupational
17 training program at a training institution, both of which are
18 approved under this section, for a training program participant who
19 meets the requirements of subparagraph (ii). A skills scholarship
20 must not exceed the full amount of the tuition charged for the
21 training program. A program participant may receive a skills
22 scholarship under this section for a maximum of 2 academic years.

23 (ii) To receive the skills scholarship described in
24 subparagraph (i), a qualified occupational training program
25 participant must meet all of the following:

26 (A) Be a resident of this state for at least the immediately
27 preceding year.

28 (B) Have graduated from a high school in this state with a
29 diploma or certificate of completion or achieved a high school

1 equivalency certificate in 2023 or after.

2 (C) Not have previously earned an associate or baccalaureate
3 degree.

4 (D) Not have previously earned a degree, certificate, or other
5 credential using a skills scholarship awarded under this section.

6 (E) Timely complete a Michigan achievement scholarship private
7 training program skills scholarship application in a form and
8 manner determined by the department.

9 (iii) The department may award skills scholarships under this
10 section only until money appropriated to the Michigan achievement
11 scholarship private training program has been fully committed.

12 (g) Inform each recipient of a skills scholarship that the
13 recipient will remain eligible for the Michigan achievement
14 scholarship under section 248 for a maximum of 5 years, less any
15 years of eligibility used for a skills scholarship awarded under
16 this section, to pursue an associate degree, baccalaureate degree,
17 or occupational certificate upon completion of a certification
18 course of study in a qualified occupational training program.

19 (4) Except as otherwise provided in subsection (5), the
20 department shall promulgate rules to implement subsection (3) (a),
21 (b), and (d) only, pursuant to the administrative procedures act of
22 1969, 1969 PA 306, MCL 24.201 to 24.328, subject to all of the
23 following:

24 (a) Under subsection (3) (a), the department is limited to
25 developing the form for the application described in subsection
26 (3) (a) and prescribing the time and manner of its completion.

27 (b) Under subsection (3) (b), the department is limited to
28 applying the eligibility criteria described in subsection (3) (b)
29 and shall not apply any other eligibility criteria.

1 (c) Under subsection (3)(d), the department is limited to
 2 requiring compliance with data requests as described in subsection
 3 (3)(d).

4 (5) To facilitate implementation of the Michigan achievement
 5 scholarship private training program prior to final rules being
 6 adopted, the department may develop and administer the program in
 7 accordance with its proposed rules or other policy or directive of
 8 the department established pursuant to this section.

9 (6) It is the intent of the legislature that a training
 10 institution will not make changes to scholarship or financial aid
 11 programs offered by that training institution that have the goal or
 12 net effect of shifting the cost burden of those programs to the
 13 program described in this section.

14 Sec. 250. To be considered eligible for any scholarship or
 15 grant financial aid program administered by the department of
 16 ~~treasury~~, **lifelong education, advancement, and potential**, the
 17 student must file the Free Application for Federal Student Aid
 18 (FAFSA) annually, **unless annual filing is not required by the**
 19 **department.**

20 Sec. 251. (1) Payments of the amounts included in section 236
 21 for the state competitive scholarship program must be distributed
 22 pursuant to 1964 PA 208, MCL 390.971 to 390.981.

23 (2) Pursuant to section 6 of 1964 PA 208, MCL 390.976, the
 24 department of ~~treasury~~ **lifelong education, advancement, and**
 25 **potential** shall determine an actual state competitive scholarship
 26 award per student, which must be \$1,500.00, that ensures that the
 27 aggregate payments for the state competitive scholarship program do
 28 not exceed the appropriation contained in section 236 for the state
 29 competitive scholarship program. If the department determines that

1 insufficient funds are available to establish an award amount equal
 2 to \$1,500.00, the department shall immediately report to the house
 3 and senate appropriations subcommittees on higher education, the
 4 house and senate fiscal agencies, and the state budget director
 5 regarding the estimated amount of additional funds necessary to
 6 establish a \$1,500.00 award amount. For the purpose of determining
 7 a student's financial need under section 6 of 1964 PA 208, MCL
 8 390.976, the department of ~~treasury~~**lifelong education,**
 9 **advancement, and potential** shall presume that a student who
 10 receives a Michigan achievement scholarship under section ~~248(4)(b)~~
 11 ~~er (c)~~**248** has no need for a state competitive scholarship under
 12 this section. It is the intent of the legislature that 1964 PA 208,
 13 MCL 390.971 to 390.981, will be amended to end competitive
 14 scholarship eligibility of students enrolling in college for the
 15 first time after the fiscal year ending on September 30, 2023, as
 16 those students may be eligible for the Michigan achievement
 17 scholarship.

18 (3) The department of ~~treasury~~**lifelong education,**
 19 **advancement, and potential** shall implement a proportional
 20 competitive scholarship award level for recipients enrolled less
 21 than full-time in a given semester or term.

22 ~~(4) If a student who receives an award under this section has~~
 23 ~~the student's tuition, contact hours, and fees paid under the~~
 24 ~~Michigan educational trust program, pursuant to the Michigan~~
 25 ~~education trust act, 1986 PA 316, MCL 390.1421 to 390.1442, and~~
 26 ~~still has financial need, the funds awarded under this section may~~
 27 ~~be used for educational expenses other than tuition and fees.~~

28 (4) ~~(5)~~ If the department of ~~treasury~~**lifelong education,**
 29 **advancement, and potential** increases the award per eligible student

1 from that provided in the previous fiscal year, it must not have
2 the effect of reducing the number of eligible students receiving
3 awards in relation to the total number of eligible applicants. Any
4 increase in the award must be proportional for all eligible
5 students receiving awards.

6 (5) ~~(6)~~—Veterans Administration benefits must not be
7 considered in determining eligibility for the award of scholarships
8 under 1964 PA 208, MCL 390.971 to 390.981.

9 Sec. 252. (1) The amounts appropriated in section 236 for the
10 state tuition grant program must be distributed pursuant to 1966 PA
11 313, MCL 390.991 to 390.997a.

12 (2) Tuition grant awards must be made to all eligible Michigan
13 residents enrolled in undergraduate degree programs who are
14 qualified.

15 (3) Pursuant to section 5 of 1966 PA 313, MCL 390.995, and
16 subject to subsections (6) and (7), the department of ~~treasury~~
17 **lifelong education, advancement, and potential** shall determine an
18 actual tuition grant award per student, which must be \$3,000.00,
19 that ensures that the aggregate payments for the tuition grant
20 program do not exceed the appropriation contained in section 236
21 for the state tuition grant program. If the department determines
22 that insufficient funds are available to establish an award amount
23 equal to \$3,000.00, the department shall immediately report to the
24 house and senate appropriations subcommittees on higher education,
25 the house and senate fiscal agencies, and the state budget director
26 regarding the estimated amount of additional funds necessary to
27 establish a \$3,000.00 award amount. If the department determines
28 that sufficient funds are available to establish an award amount
29 equal to \$3,000.00, the department shall immediately report to the

1 house and senate appropriations subcommittees on higher education,
2 the house and senate fiscal agencies, and the state budget director
3 regarding the award amount established and the projected amount of
4 any projected year-end appropriation balance based on that award
5 amount. By February 18 of each fiscal year, the department shall
6 analyze the status of award commitments, shall make any necessary
7 adjustments, and shall confirm that those award commitments will
8 not exceed the appropriation contained in section 236 for the
9 tuition grant program. The determination and actions must be
10 reported to the state budget director and the house and senate
11 fiscal agencies no later than the final day of February of each
12 year. If award adjustments are necessary, the students must be
13 notified of the adjustment by March 4 of each year. **Subject to**
14 **subsection (9), for the purpose of determining a student's**
15 **financial need under 1966 PA 313, MCL 390.991 to 390.997a, the**
16 **department of lifelong education, advancement, and potential shall**
17 **presume that a student who receives a Michigan achievement**
18 **scholarship under section 248 has no need for a state tuition grant**
19 **under this section. It is the intent of the legislature that 1966**
20 **PA 313, MCL 390.991 to 390.997a, will be amended to end tuition**
21 **grant eligibility of students enrolling in college for the first**
22 **time after the fiscal year ending on September 30, 2024, as those**
23 **students may be eligible for the Michigan achievement scholarship.**

24 (4) The department of ~~treasury~~**lifelong education,**
25 **advancement, and potential** shall continue a proportional tuition
26 grant award level for recipients enrolled less than full-time in a
27 given semester or term.

28 (5) If the department of ~~treasury~~**lifelong education,**
29 **advancement, and potential** increases the award per eligible student

1 from that provided in the previous fiscal year, it must not have
2 the effect of reducing the number of eligible students receiving
3 awards in relation to the total number of eligible applicants. Any
4 increase in the grant must be proportional for all eligible
5 students receiving awards for that fiscal year.

6 (6) The department of ~~treasury~~**lifelong education,**
7 **advancement, and potential** shall not award more than \$5,000,000.00
8 in tuition grants to eligible students enrolled in the same
9 independent nonprofit college or university in this state. Any
10 decrease in the grant must be proportional for all eligible
11 students enrolled in that college or university, as determined by
12 the department.

13 (7) The department of ~~treasury~~**lifelong education,**
14 **advancement, and potential** shall not award tuition grants to
15 otherwise eligible students enrolled in an independent college or
16 university that does not report, in a form and manner directed by
17 and satisfactory to the department of ~~treasury~~**lifelong education,**
18 **advancement, and potential**, by October 31 of each year, all of the
19 following:

20 (a) The number of students in the most recently completed
21 academic year who in any academic year received a state tuition
22 grant at the reporting institution and successfully completed a
23 program or graduated.

24 (b) The number of students in the most recently completed
25 academic year who in any academic year received a state tuition
26 grant at the reporting institution and took a remedial education
27 class.

28 (c) The number of students in the most recently completed
29 academic year who in any academic year received a Pell grant at the

1 reporting institution and successfully completed a program or
2 graduated.

3 (8) By February 1 of each year, each independent college and
4 university participating in the tuition grant program shall report
5 to the house and senate appropriations subcommittees on higher
6 education, the house and senate fiscal agencies, and the state
7 budget director on its efforts to develop and implement sexual
8 assault response training for the institution's title IX
9 coordinator, campus law enforcement personnel, campus public safety
10 personnel, and any other campus personnel charged with responding
11 to on-campus incidents, including information on sexual assault
12 response training materials and the status of implementing sexual
13 assault response training for institutional personnel.

14 (9) **A student who received a scholarship award under both this**
15 **section and section 248 during academic year 2023-2024 may continue**
16 **to receive both a tuition grant award under this section and an**
17 **award under the Michigan achievement scholarship under section 248**
18 **in the 2024-2025 academic year and future academic years provided**
19 **that the student meets all other criteria required for the receipt**
20 **of a tuition grant award or Michigan achievement scholarship award.**
21 **The combined total award from the tuition grant program and the**
22 **Michigan achievement scholarship for a student qualifying for a**
23 **tuition grant under this subsection must not exceed \$7,000.00 in**
24 **any academic year.**

25 Sec. 253. The auditor general may audit selected enrollments,
26 degrees, and awards at selected independent colleges and
27 universities receiving awards that are administered by the
28 department of ~~treasury.~~ **lifelong education, advancement, and**
29 **potential.** The audits ~~shall~~ **must** be based ~~upon~~ **on** definitions and

1 requirements established by the department of ~~treasury~~, **lifelong**
2 **education, advancement, and potential**, the state budget director,
3 and the senate and house fiscal agencies. The auditor general shall
4 accept the Free Application for Federal Student Aid (FAFSA) form as
5 the standard of residency documentation.

6 Sec. 255. The department of ~~treasury~~ **lifelong education,**
7 **advancement, and potential** shall determine the needs analysis
8 criteria for students to qualify for the state competitive
9 scholarship program and tuition grant program. To be consistent
10 with federal requirements, the department of ~~treasury~~ **lifelong**
11 **education, advancement, and potential** may take student wages into
12 consideration when determining the amount of the award.

13 Sec. 256. (1) The funds appropriated in section 236 for the
14 tuition incentive program must be distributed as provided in this
15 section and pursuant to the administrative procedures for the
16 tuition incentive program of the department of ~~treasury~~ **lifelong**
17 **education, advancement, and potential**.

18 (2) As used in this section:

19 (a) "Phase I" means the first part of the tuition incentive
20 program defined as the academic period of 80 semester or 120 term
21 credits, or less, leading to an associate degree or certificate.
22 Students must be enrolled in a certificate or associate degree
23 program and taking classes within the program of study for a
24 certificate or associate degree. Tuition will not be covered for
25 courses outside of a certificate or associate degree program.

26 (b) "Phase II" means the second part of the tuition incentive
27 program that provides assistance in the third and fourth year of 4-
28 year degree programs.

29 (c) "Department" means the department of ~~treasury~~ **lifelong**

1 **education, advancement, and potential.**

2 (d) "High school equivalency certificate" means that term as
3 defined in section 4.

4 (3) An individual must meet the following basic criteria and
5 financial thresholds to be eligible for tuition incentive program
6 benefits:

7 (a) To be eligible for phase I, an individual must meet all of
8 the following criteria:

9 (i) Be less than 20 years of age at the time the individual
10 graduates from high school with a diploma or certificate of
11 completion or achieves a high school equivalency certificate or,
12 for students attending a 5-year middle college approved by the
13 Michigan department of education, be less than 21 years of age when
14 the individual graduates from high school.

15 (ii) Be a United States citizen and ~~a resident of this state~~
16 ~~according to institutional criteria.~~ **maintain residency in this**
17 **state, as determined for purposes of the Free Application for**
18 **Federal Student Aid.**

19 (iii) Be at least a half-time student, earning less than 80
20 semester or 120 term credits at a participating educational
21 institution within 4 years of high school graduation or achievement
22 of a high school equivalency certificate. All program eligibility
23 expires 10 years after initial enrollment at a participating
24 educational institution.

25 (iv) Meet the satisfactory academic progress policy of the
26 educational institution attended by the individual.

27 (b) To be eligible for phase II, an individual must meet
28 either of the following criteria in addition to the criteria in
29 subdivision (a):

1 (i) Complete at least 56 transferable semester or 84
2 transferable term credits.

3 (ii) Obtain an associate degree or certificate at a
4 participating institution.

5 (c) To be eligible for phase I or phase II, an individual must
6 be financially eligible as determined by the department. An
7 individual is financially eligible for the tuition incentive
8 program if the individual was eligible for Medicaid from this state
9 for 24 months within any 36 months prior to completion of high
10 school or achievement of a high school equivalency certificate. The
11 department shall accept certification of Medicaid eligibility only
12 from the department of health and human services for the purposes
13 of verifying if a person is Medicaid eligible for 24 months within
14 any 36 months prior to completion of high school or achievement of
15 a high school equivalency certificate. Certification of eligibility
16 may begin in the sixth grade.

17 (4) For phase I, the department shall provide payment on
18 behalf of a person eligible under subsection (3). The department
19 shall only accept standard per-credit hour tuition billings and
20 shall reject billings that are excessive or outside the guidelines
21 for the type of educational institution.

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

23 (a) Payments for associate degree or certificate programs must
24 not be made for more than 80 semester or 120 term credits for any
25 individual student at any participating institution. The department
26 shall not do either of the following:

27 (i) Adopt or apply any total semester-credit or term-credit
28 maximum that is less than the 80 semester-credit or 120 term-credit
29 maximum provided in this subdivision.

1 (ii) Adopt or apply any per-semester or per-term credit maximum
2 for a student whose semester-credit or term-credit load will not
3 result in exceeding the total 80 semester-credit or 120 term-credit
4 maximum provided in this subdivision.

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

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

13 (d) For persons enrolled at a Michigan independent, nonprofit
14 degree-granting college or university, a Michigan federal tribally
15 controlled community college, or Focus: HOPE, the department shall
16 pay mandatory fees for the current year and a per-credit payment
17 that does not exceed the average community college in-district per-
18 credit tuition rate as reported by the last business day of August
19 for the immediately preceding academic year.

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

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

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

28 (7) The department shall work closely with participating
29 institutions to provide the highest level of participation and

1 ensure that all requirements of the program are met.

2 (8) The department shall notify students of their financial
3 eligibility for the program any time after the student begins sixth
4 grade.

5 (9) Except as otherwise provided in sections 13(c) and 17 of
6 the Michigan reconnect grant recipient act, 2020 PA 68, MCL
7 390.1713 and 390.1717, each institution shall ensure that all known
8 available restricted grants for tuition and fees are used before
9 billing the tuition incentive program for any portion of a
10 student's tuition and fees.

11 (10) The department shall ensure that the tuition incentive
12 program is well publicized and that eligible Medicaid clients are
13 provided information on the program. The department shall provide
14 the necessary funding and staff to fully operate the program.

15 (11) The department shall collaborate with the center to use
16 the P-20 longitudinal data system to report the following
17 information for each qualified postsecondary institution:

18 (a) The number of phase I students in the most recently
19 completed academic year who in any academic year received a tuition
20 incentive program award and who successfully completed a degree or
21 certificate program. Cohort graduation rates for phase I students
22 must be calculated using the established success rate methodology
23 developed by the center in collaboration with the postsecondary
24 institutions.

25 (b) The number of students in the most recently completed
26 academic year who in any academic year received a Pell grant at the
27 reporting institution and who successfully completed a degree or
28 certificate program. Cohort graduation rates for students who
29 received Pell grants must be calculated using the established

1 success rate methodology developed by the center in collaboration
2 with the postsecondary institutions.

3 (12) If a qualified postsecondary institution does not report
4 the data necessary to complete the reporting in subsection (11) to
5 the P-20 longitudinal data system by October 15 for the prior
6 academic year, the department shall not award phase I tuition
7 incentive program funding to otherwise eligible students enrolled
8 in that institution until the data are submitted.

9 Sec. 258. By February 15 of each year, the department of
10 ~~treasury~~ **lifelong education, advancement, and potential** shall post
11 to its publicly available website a report for the preceding fiscal
12 year on all student financial aid programs for which funds are
13 appropriated in section 236. For each student financial aid
14 program, the report ~~shall~~ **must** include, but is not limited to, the
15 total number of awards paid in the preceding fiscal year, the total
16 dollar amount of those awards, and the number of students receiving
17 awards and the total amount of those awards at each eligible
18 postsecondary institution. To the extent information is available,
19 the report ~~shall~~ **must** also include information on household income
20 and other demographic characteristics of students receiving awards
21 under each program and historical information on the number of
22 awards and total award amounts for each program.

23 Sec. 259. The department of ~~treasury~~ **lifelong education,**
24 **advancement, and potential** shall continue an aggressive campaign to
25 inform high school students about the financial aid programs
26 offered by this state and the eligibility requirements for
27 participation in those financial aid programs, including free or
28 reduced tuition programs provided by community colleges and
29 universities in this state.

1 Sec. 260. (1) The department of ~~treasury~~**lifelong education,**
2 **advancement, and potential** shall work with student and
3 postsecondary education groups, including the Michigan College
4 Access Network, the Michigan Association of School Counselors, the
5 Michigan Association of State Universities, the Michigan Community
6 College Association, and the Michigan Independent Colleges and
7 Universities, to provide and update an online informational
8 resource for students in grades 9 through 12 and prospective and
9 current students and families. The online informational resource
10 must be a website or a portion of an existing website titled
11 "Paying for College in Michigan" and designed and maintained by the
12 department of ~~treasury~~**lifelong education, advancement, and**
13 **potential** that, to the extent practicable, contains information,
14 including, but not limited to, all of the following:

15 (a) A list of public and private community support centers,
16 student debt clinics, and other organizations and their contact
17 information submitted by Michigan College Access Network that
18 provides free information and services for student loan borrowers
19 to help educate them about repayment options and to help them
20 access student loan programs or benefits for which they may be
21 eligible.

22 (b) Links to state and federal financial aid programs,
23 including FAFSA and College Scorecard.

24 (c) Links to each promise zone website and the financial aid
25 website to each community college, public university, and
26 independent college and university in this state.

27 (d) Benefits of federal student loans that may no longer be
28 available if a borrower refinances a loan.

29 (e) Direct links to net price calculators for each community

1 college receiving an appropriation in section 201 and each public
2 university receiving an appropriation in section 236.

3 (f) Definitions that clearly delineate the differences between
4 scholarships, grants, and loans.

5 (g) A description of net price calculators and how to use them
6 to create a personalized estimate of a student's out-of-pocket cost
7 for the coming year based on basic family and financial information
8 and likely financial aid eligibility.

9 (h) Information on the fundamentals of borrowing and
10 repayment, including, but not limited to, all of the following:

11 (i) A link to the federal Public Service Loan Forgiveness
12 Program or other state or federal loan forgiveness programs.

13 (ii) Deciding how much to borrow.

14 (iii) Creating a plan for borrowing and repayment.

15 (iv) Estimating how much borrowing is needed for a given school
16 year.

17 (v) Factors that affect total student loan costs.

18 (vi) Tips for graduating with less student loan debt.

19 (vii) A loan payment calculator or a link to a loan payment
20 calculator that can be used for different types of loans.

21 (viii) Links to federal student loan entrance and exit
22 counseling services and the FACT tool.

23 (ix) Student loan debt relief scams.

24 (i) Loan amortization information.

25 (2) A public university receiving an appropriation in section
26 236 shall place a prominent link to the website created under this
27 section on its website homepage.

28 (3) Independent colleges and universities in this state are
29 encouraged to place a link to the website created under this

1 section on their website homepages.

2 (4) By November 1 of each year, the department of ~~treasury~~
3 **lifelong education, advancement, and potential** shall inform each
4 high school in this state about the website described in this
5 section and encourage them to distribute the information to all
6 students in grades 9 through 12.

7 (5) The department shall audit the website not less than once
8 per year to ensure links continue to be accurate, active, and up-
9 to-date for students and families.

10 Sec. 263. (1) Included in the appropriation in section 236 for
11 fiscal year ~~2023-2024-2024-2025~~ for MSU AgBioResearch is
12 \$2,982,900.00 and included in the appropriation in section 236 for
13 MSU Extension is \$2,645,200.00 for Project GREEN. Project GREEN
14 is intended to address critical regulatory, food safety, economic,
15 and environmental problems faced by this state's plant-based
16 agriculture, forestry, and processing industries. "GREEN" is an
17 acronym for Generating Research and Extension to Meet Environmental
18 and Economic Needs.

19 (2) The department of agriculture and rural development and
20 Michigan State University, in consultation with agricultural
21 commodity groups and other interested parties, shall develop
22 Project GREEN and its program priorities.

23 Sec. 263b. Included in the appropriation in section 236 for
24 fiscal year ~~2023-2024-2024-2025~~ for MSU AgBioResearch and MSU
25 Extension is funding for the SEEDSS Initiative. The SEEDSS
26 Initiative is intended to address environmental sustainability of
27 Michigan agriculture and enhance efforts to educate agricultural
28 workers on improving agricultural environmental sustainability.
29 "SEEDSS" is an acronym for Solving Emerging Environmental

1 Developments and Securing Sustainability.

2 Sec. 264. Included in the appropriation in section 236 for
3 fiscal year ~~2023-2024~~**2024-2025** for Michigan State University is
4 \$80,000.00 for the Michigan Future Farmers of America Association.
5 This \$80,000.00 allocation must not supplant any existing support
6 that Michigan State University provides to the Michigan Future
7 Farmers of America Association.

8 Sec. 268. (1) For the fiscal year ending September 30, ~~2024,~~
9 **2025**, it is the intent of the legislature that funds be allocated
10 for unfunded North American Indian tuition waiver costs incurred by
11 public universities under 1976 PA 174, MCL 390.1251 to 390.1253,
12 from the general fund.

13 (2) By January 15 of each year, the department of ~~civil rights~~
14 **lifelong education, advancement, and potential** shall annually
15 submit to the state budget director, the house and senate
16 appropriations subcommittees on higher education, and the house and
17 senate fiscal agencies a report on North American Indian tuition
18 waivers for the preceding academic year that includes, but is not
19 limited to, all of the following information:

20 (a) The number of waiver applications received and the number
21 of waiver applications approved.

22 (b) For each public university submitting information under
23 subsection (3), all of the following:

24 (i) The number of graduate and undergraduate North American
25 Indian students enrolled each term for the previous academic year.

26 (ii) The number of North American Indian waivers granted each
27 term, including to continuing education students, and the monetary
28 value of the waivers for the previous academic year.

29 (iii) The number of North American Indian students who receive a

1 granted waiver for the previous academic year.

2 (iv) The number of graduate and undergraduate students
 3 attending under a North American Indian tuition waiver who withdrew
 4 from the public university each term during the previous academic
 5 year. For purposes of this subparagraph, a withdrawal occurs when a
 6 student who has been awarded the waiver withdraws from the
 7 institution at any point during the term, regardless of enrollment
 8 in subsequent terms.

9 (v) The number of graduate and undergraduate students
 10 attending under a North American Indian tuition waiver who
 11 successfully transfer to a 4-year public or private university, or
 12 complete a degree or certificate program, separated by degree or
 13 certificate level, and the graduation rate for graduate and
 14 undergraduate students attending under a North American Indian
 15 tuition waiver who complete a degree or certificate within 150% of
 16 the normal time to complete, separated by the level of the degree
 17 or certificate.

18 (3) By January 1 of each year, a public university that
 19 receives an appropriation in section 236, or a tribal college
 20 receiving pass-through funds under section 269 or 270c, shall
 21 provide to the department of ~~civil rights~~ **lifelong education,**
 22 **advancement, and potential** any information necessary for preparing
 23 the report detailed in subsection (2), using guidelines and
 24 procedures developed by the department of ~~civil rights~~. **lifelong**
 25 **education, advancement, and potential.**

26 (4) The department of ~~civil rights~~ **lifelong education,**
 27 **advancement, and potential** may consolidate the report required
 28 under this section with the report required under section 223, but
 29 a consolidated report must separately identify data for public

1 universities and data for community colleges.

2 Sec. 269. For fiscal year ~~2023-2024~~, **2024-2025**, from the
3 amount appropriated in section 236 to Central Michigan University
4 for costs incurred under the North American Indian tuition waiver,
5 ~~\$63,200.00~~ **\$76,300.00** must be paid to Saginaw Chippewa Tribal
6 College for the costs of waiving tuition for North American Indians
7 under 1976 PA 174, MCL 390.1251 to 390.1253. It is the intent of
8 the legislature that Saginaw Chippewa Tribal College provide the
9 department of ~~civil rights~~ **lifelong education, advancement, and**
10 **potential** the necessary information for the college to be included
11 in the report required under section 268.

12 **Sec. 270. For fiscal year 2024-2025 only, from the amount**
13 **appropriated in section 236 to Lake Superior State University for**
14 **costs incurred under the North American Indian tuition waiver,**
15 **\$498,800.00 must be paid to Bay Mills Community College for the**
16 **costs of waiving tuition for North American Indians under 1976 PA**
17 **174, MCL 390.1251 to 390.1253. It is the intent of the legislature**
18 **that Bay Mills Community College provide the department of lifelong**
19 **education, advancement, and potential the necessary information for**
20 **the college to be included in the report required under section**
21 **268.**

22 Sec. 270c. For fiscal year ~~2023-2024~~, **2024-2025**, from the
23 amount appropriated in section 236 to Northern Michigan University
24 for costs incurred under the North American Indian tuition waiver,
25 ~~\$90,200.00~~ **\$155,200.00** is to be paid to Keweenaw Bay Ojibwa
26 Community College for the costs of waiving tuition for North
27 American Indians under 1976 PA 174, MCL 390.1251 to 390.1253. It is
28 the intent of the legislature that Keweenaw Bay Ojibwa Community
29 College provide the department of ~~civil rights~~ **lifelong education,**

1 **advancement, and potential** the necessary information for the
 2 community college to be included in the report required under
 3 section 268.

4 Sec. 275b. (1) Each public university receiving an
 5 appropriation in section 236 shall ensure that the public
 6 university does all of the following in its admission application
 7 process if it knows that an applicant for admission is currently
 8 serving, or has ever served, as a member of the military, the
 9 National Guard, or the military reserves:

10 (a) Inform the applicant that ~~he or she~~ **the applicant** may
 11 receive academic credit for college-level training and education ~~he~~
 12 ~~or she~~ **the applicant** received while serving in the military.

13 (b) Inform the applicant that ~~he or she~~ **the applicant** may
 14 submit a transcript of ~~his or her~~ **the applicant's** college-level
 15 military training and education to the public university.

16 (c) If the applicant submits a transcript described in
 17 subdivision (b), evaluate that transcript and notify the applicant
 18 of what transfer credits are available to the applicant from the
 19 public university for ~~his or her~~ **the applicant's** college-level
 20 military training and education.

21 (d) Inform the applicant of college level equivalent credit
 22 examination opportunities.

23 (2) As used in this section, "transcript" includes a joint
 24 services transcript prepared for the applicant under the American
 25 council on education registry of credit recommendations.

26 Sec. 275k. (1) Not later than December 1 of each year, each
 27 university that receives an appropriation in section 236 that, in
 28 the current or previous academic year, serves or has served as an
 29 authorizing body ~~as that term is defined in section 501 of the~~

1 ~~revised school code, 1976 PA 451, MCL 380.501,~~ shall submit a
2 report to the house and senate appropriations ~~committees~~
3 **subcommittees on higher education, the house and senate fiscal**
4 **agencies, the state budget director,** and the department of
5 education containing, at a minimum, all of the following
6 information, as applicable:

7 (a) A list of all of the schools currently authorized, and the
8 following information for each school:

9 (i) The year in which the school was authorized.

10 (ii) The location of each school.

11 (iii) The owner of the property at which each school is located
12 and the physical buildings utilized by the school, as applicable.

13 (b) A list identifying any schools that were closed or lost
14 their authorization in the current or previous academic year.

15 (c) A description of any new contracts for the operation of a
16 public school academy that will operate as the successor to a
17 public school academy that is currently being operated under a
18 contract issued by another authorizing body that is currently
19 performing in the bottom 5% of schools.

20 (d) The academic performance of each school currently
21 authorized, including whether a school is identified by the
22 department of education as a partnership school. **If a school is**
23 **identified as a partnership school under this subdivision, the**
24 **authorizing body must include a description of corrective actions**
25 **in the school's partnership agreement, the duration of the**
26 **partnership agreement, and an assessment of progress toward**
27 **improvement.**

28 (e) The total enrollment of each school at the time of
29 submission, the grades served, and student turnover rate compared

1 to the previous academic year, as applicable.

2 **(f) Aggregated student enrollment data for students with an**
3 **individualized education program as well as the total amount of**
4 **special education cost reimbursements received by each school**
5 **during the school's most recently completed fiscal year.**

6 **(g) ~~(f)~~**—The total number of fees, reimbursements,
7 contributions, or charges permitted under section 502(6) of the
8 revised school code, 1976 PA 451, MCL 380.502, that are assigned to
9 each school currently authorized in a single academic year.

10 **(h) ~~(g)~~**—The names of the members of the board of directors of
11 each school currently authorized, ~~and~~ the date that each member of
12 each board was appointed, **and a description of the methodology used**
13 **by the authorizing body to select members for the boards of**
14 **directors for each school currently authorized by the authorizing**
15 **body.**

16 **(i) ~~(h)~~**—The name of the applicant who applied and received
17 approval to organize each currently authorized school.

18 **(j) ~~(i)~~**—The list of contracts and length of their terms, with
19 education service providers associated with each school currently
20 authorized pursuant to section 502 of the revised school code, 1976
21 PA 451, MCL 380.502, as applicable. The contracts described in this
22 subdivision include, but are not limited to, those described in
23 section 502(2)(d) of the revised school code, 1976 PA 451, MCL
24 380.502.

25 **(k) ~~(j)~~**—Activities undertaken by each university to ensure
26 that the board of directors of each school complies with the open
27 meetings act, 1976 PA 267, MCL 15.261 to 15.275, the freedom of
28 information act, 1976 PA 442, MCL 15.231 to 15.246, and laws
29 prohibiting conflicts of interest.

1 (l) ~~(k)~~—A description of the activities undertaken by the
2 university to meet the functions of an authorizing body under
3 section 502 of the revised school code, 1976 PA 451, MCL 380.502,
4 as applicable.

5 (m) A financial report of the authorizing body's use of fees,
6 reimbursements, contributions, or charges collected or retained
7 under section 502(6) of the revised school code, 1976 PA 451, MCL
8 380.502. This report must include all of the following, at a
9 minimum:

10 (i) The total amount of fees collected or retained under
11 section 502(6) of the revised school code, 1976 PA 451, MCL
12 380.502, by the authorizing body for the authorizing body's most
13 recent fiscal year.

14 (ii) The amount of funds reported under subparagraph (i) that
15 were spent on compensation for faculty and staff employed primarily
16 to meet the functions of an authorizing body. For the purpose of
17 this subparagraph, an employee is presumed to be primarily employed
18 to meet the functions of an authorizing body if that employee
19 spends more than 50% of the employee's time on those activities.

20 (iii) The number of positions, organized by job title,
21 associated with expenditures reported under subparagraph (ii).

22 (iv) The amount of funds reported under subparagraph (i) that
23 were spent on contractual services to meet the functions of an
24 authorizing body.

25 (v) The amount of funds reported under subparagraph (i) that
26 were spent on other overhead costs to meet the functions of an
27 authorizing body.

28 (vi) The amount of funds reported under subparagraph (i) that
29 were transferred to another operating unit within the university.

1 (vii) The amount of funds reported under subparagraph (i) that
2 were spent on activities other than functioning as an authorizing
3 body, including a list of those activities and the amount
4 associated with each activity.

5 (n) An executive summary section that provides relevant
6 summary data for reporting requirements under subdivisions (a) to
7 (m).

8 (2) A report submitted under this section must be in a format
9 that meets accessibility standards for viewing on the internet
10 under the Americans with disabilities act of 1990, Public Law 101-
11 336.

12 (3) ~~(2)~~—The department of education shall compile and publish
13 on its website the reports required in this section no later than
14 January 15 of each year.

15 (4) In addition to the reporting requirements under this
16 section, each authorizing body that receives an appropriation under
17 section 236 shall adopt a facilities policy that would ensure that
18 any structures or other property vacated by a public school academy
19 that ceases operation not contribute to blight in the surrounding
20 neighborhood or community in which the school had previously
21 operated.

22 (5) As used in this section, "authorizing body" means that
23 term as defined in section 501 of the revised school code, 1976 PA
24 451, MCL 380.501.

25 Sec. 275/. Not later than December 1 of each year, each public
26 university that receives an appropriation in section 236 shall
27 provide a report to the house and senate appropriations
28 subcommittees on higher education, the house and senate fiscal
29 agencies, and the state budget director providing an itemized cost

1 of attendance for full-time students attending that public
2 university for the current and previous 2 academic years.

3 Sec. 275m. (1) Each public university that receives an
4 appropriation in section 236 that provides on-campus housing for
5 students shall report all of the following:

6 (a) Whether the university requires any students to reside on
7 campus as a condition of enrollment at that university.

8 (b) A summary of any policy or policies requiring students to
9 reside on campus, if applicable.

10 (c) The average charge for room and board at the university
11 for the current academic year. The average charge under this
12 subdivision must be calculated based on the accommodation and meal
13 plan that is most commonly selected by students subject to a policy
14 reported under subdivision (b).

15 (d) The average charge for room and board for the
16 accommodation and meal plan selection reported in subdivision (c)
17 for the previous 5 academic years. If the accommodation and meal
18 plan reported under subdivision (c) was not offered in a previous
19 academic year, the university shall report the charge for a similar
20 alternative instead.

21 (2) Each public university required to submit a report under
22 subsection (1) shall submit that report to the house and senate
23 appropriations subcommittees on higher education, the house and
24 senate fiscal agencies, the state budget director, and the director
25 of the department of lifelong education, advancement, and potential
26 by November 30 of each year.

27 Sec. 275n. A student may not receive an award under a
28 scholarship program receiving an appropriation under section 236(7)
29 under either of the following conditions:

1 (a) The student is enrolled in a program of study leading to a
2 degree in theology, divinity, or religious education.

3 (b) The student is enrolled at a college or university that
4 does not have a board-approved policy of inclusion and
5 nondiscrimination that includes race, ethnicity, citizenship,
6 color, religion, gender and gender identity, sexual orientation,
7 national origin, veteran status, and ability status.

8 Sec. 276. (1) Included in the appropriation for fiscal year
9 ~~2023-2024~~**2024-2025** for each public university in section 236 is
10 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks
11 future faculty **fellowship** program that is intended to increase the
12 pool of academically or economically disadvantaged candidates
13 pursuing faculty or administration careers in postsecondary
14 education in this state. Preference may not be given to applicants
15 on the basis of race, color, ethnicity, gender, or national origin.
16 Institutions should encourage applications from applicants who
17 would otherwise not adequately be represented in the graduate
18 student, faculty, or administration populations. Each public
19 university shall apply the percentage change applicable to every
20 public university in the calculation of appropriations in section
21 236 to the amount of funds allocated to the future faculty
22 **fellowship** program.

23 (2) Each public university shall administer the program in a
24 manner prescribed by the department of labor and economic
25 opportunity. The department of labor and economic opportunity shall
26 use a good-faith effort standard to evaluate whether a fellowship
27 is in default. All of the following apply to the program:

28 (a) By June 15 of each year, public universities shall report
29 any anticipated unexpended or unencumbered program funds to the

1 department of labor and economic opportunity. Encumbered funds are
2 those funds that were committed by a fellowship agreement that is
3 signed during the current fiscal year or administrative expenses
4 that have been approved by the department of labor and economic
5 opportunity.

6 (b) Before September 1 of each year, unexpended or
7 unencumbered funds may be transferred, under the direction of the
8 department of labor and economic opportunity, to a future faculty
9 **fellowship** program at another public university to be awarded to an
10 eligible candidate at that public university.

11 (c) Program allocations not expended or encumbered by
12 September 30, ~~2025~~**2026** must be returned to the department of labor
13 and economic opportunity so that those funds may lapse to the state
14 general fund.

15 (d) Not more than 5% of each public university's allocation
16 for the program may be used for administration of the program.

17 (e) In addition to the appropriation for fiscal year ~~2023~~
18 ~~2024~~**2024-2025**, any revenue received during prior fiscal years by
19 the department of labor and economic opportunity from defaulted
20 fellowship agreements is appropriated for the purposes originally
21 intended.

22 Sec. 277. (1) Included in the appropriation for fiscal year
23 ~~2023-2024~~**2024-2025** for each public university in section 236 is
24 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks
25 college day program that is intended to introduce academically or
26 economically disadvantaged schoolchildren to the potential of a
27 college education in this state. Preference may not be given to
28 participants on the basis of race, color, ethnicity, gender, or
29 national origin. Public universities should encourage participation

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

3 (2) Individual program plans of each public university must
4 include a budget of equal contributions from this program, the
5 participating public university, the participating school district,
6 and the participating independent degree-granting college. College
7 day funds must not be expended to cover indirect costs. Not more
8 than 20% of the university match may be attributable to indirect
9 costs. Each public university shall apply the percentage change
10 applicable to every public university in the calculation of
11 appropriations in section 236 to the amount of funds allocated to
12 the college day program.

13 (3) Each public university shall administer the program
14 described in this section in a manner prescribed by the department
15 of labor and economic opportunity.

16 Sec. 278. (1) Included in the appropriation for fiscal year
17 ~~2023-2024~~**2024-2025** for each public university in section 236 is
18 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks
19 select student support services program for developing academically
20 or economically disadvantaged student retention programs for 4-year
21 public and independent educational institutions in this state.
22 Preference may not be given to participants on the basis of race,
23 color, ethnicity, gender, or national origin. Institutions should
24 encourage participation from those who would otherwise not
25 adequately be represented in the student population.

26 (2) An award made under this program to any 1 institution must
27 not be greater than \$150,000.00, must have an award period of no
28 more than 2 years, and must be matched on a 70% state, 30% college
29 or university basis.

1 (3) The department of labor and economic opportunity shall
2 administer the program described in this section.

3 Sec. 279. (1) Included in the appropriation for fiscal year
4 ~~2023-2024~~**2024-2025** for each public university in section 236 is
5 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks
6 college/university partnership program between 4-year public and
7 independent colleges and universities and public community
8 colleges, which is intended to increase the number of academically
9 or economically disadvantaged students who transfer from community
10 colleges into baccalaureate programs in this state. Preference may
11 not be given to participants on the basis of race, color,
12 ethnicity, gender, or national origin. Institutions should
13 encourage participation from those who would otherwise not
14 adequately be represented in the transfer student population.

15 (2) The grants must be made under the program described in
16 this section to Michigan public and independent colleges and
17 universities. An award to any 1 institution must not be greater
18 than \$150,000.00, must have an award period of no more than 2
19 years, and must be matched on a 70% state, 30% college or
20 university basis.

21 (3) The department of labor and economic opportunity shall
22 administer the program described in this section.

23 Sec. 280. (1) Included in the appropriation for fiscal year
24 ~~2023-2024~~**2024-2025** for each public university in section 236 is
25 funding for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks
26 visiting professors program, which is intended to increase the
27 number of instructors in the classroom to provide role models for
28 academically or economically disadvantaged students. Preference may
29 not be given to participants on the basis of race, color,

1 ethnicity, gender, or national origin. Public universities should
 2 encourage participation from those who would otherwise not
 3 adequately be represented in the student population.

4 (2) The department of labor and economic opportunity shall
 5 administer the program described in this section.

6 (3) The amount allocated to each public university is
 7 ~~\$11,019.00~~ **\$11,294.00** and is subject to an award period of no more
 8 than 2 years. Each public university receiving funds for fiscal
 9 year ~~2023-2024~~ **2024-2025** under this section shall report to the
 10 department of labor and economic opportunity by April 15, ~~2024-2025~~
 11 the amount of its unobligated and unexpended funds as of March 31,
 12 ~~2024-2025~~ and a plan to expend the remaining funds by the end of
 13 the fiscal year. The amount of funding reported as not being
 14 expended may be transferred, under the direction of the department,
 15 to another public university for use under this section.

16 Sec. 281. (1) Included in the appropriation for fiscal year
 17 ~~2023-2024~~ **2024-2025** for each public university in section 236 is
 18 funding under the Martin Luther King, Jr. - Cesar Chavez - Rosa
 19 Parks initiative for the Morris Hood, Jr. educator development
 20 program, which is intended to increase the number of academically
 21 or economically disadvantaged students who enroll in and complete
 22 K-12 teacher education programs at the baccalaureate level and
 23 teach in this state. Preference may not be given to participants on
 24 the basis of race, color, ethnicity, gender, or national origin.
 25 Institutions should encourage participation from those who would
 26 otherwise not adequately be represented in the teacher education
 27 student population.

28 (2) The program described in this section must be administered
 29 by each state-approved teacher education institution in a manner

1 prescribed by the department of labor and economic opportunity.

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

6 Sec. 282. (1) Each institution receiving funds for fiscal year
7 ~~2023-2024-2024-2025~~ under section 278, 279, or 281 shall provide to
8 the department of labor and economic opportunity by April 15, ~~2024~~
9 **2025** the unobligated and unexpended funds as of March 31, ~~2024-2025~~
10 and a plan to expend the remaining funds by the end of the fiscal
11 year. Notwithstanding the award limitations in sections 278 and
12 279, the amount of funding reported as not being expended will be
13 reallocated to the institutions that intend to expend all funding
14 received under section 278, 279, or 281.

15 (2) Funds received for the purpose of administering programs
16 under sections 278, 279, and 281 must not be used for direct
17 financial aid or indirect financial aid. However, a public
18 university may provide academic incentives to motivate
19 participating students as approved by the department. As used in
20 this subsection:

21 (a) "Direct financial aid" includes, but is not limited to,
22 scholarships, payment of tuition, stipends, and work-studies.

23 (b) "Indirect financial aid" includes, but is not limited to,
24 transportation, textbook allowances, child care support, and
25 assistance with medical premiums or expenses.

26 Enacting section 1. In accordance with section 30 of article
27 IX of the state constitution of 1963, total state spending from
28 state sources for higher education for fiscal year 2024-2025 under
29 article III of the state school aid act of 1979, 1979 PA 94, MCL

1 388.1836 to 388.1891, as amended by this amendatory act, is
2 estimated at \$2,322,532,700.00 and the amount of that state
3 spending from state sources to be paid to local units of government
4 for fiscal year 2024-2025 is estimated at \$70,000.00.

5 Enacting section 2. Sections 236h, 236k, 236n, 236o, and 241d
6 of the state school aid act of 1979, 1979 PA 94, MCL 388.1836h,
7 388.1836k, 388.1836n, 388.1836o, 388.1841d, are repealed effective
8 October 1, 2024.

9 Enacting section 3. This amendatory act takes effect October
10 1, 2024.