

**SENATE SUBSTITUTE FOR
HOUSE BILL NO. 4228**

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 11, 17b, 201, and 236 (MCL 388.1611,
388.1617b, 388.1801, and 388.1836), sections 11 and 201 as amended
by 2012 PA 465, section 17b as amended by 2007 PA 137, and section
236 as amended by 2012 PA 201.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 11. (1) Subject to subsection (3), for the fiscal year
2 ending September 30, ~~2013,~~**2014**, there is appropriated for the
3 public schools of this state and certain other state purposes
4 relating to education the sum of ~~\$10,961,245,600.00~~**\$100.00** from
5 the state school aid fund and the sum of ~~\$282,400,000.00~~**\$0.00** from
6 the general fund. In addition, all other available federal funds,

1 except those otherwise appropriated under section 11p, are
2 appropriated for the fiscal year ending September 30, ~~2013-2014~~.

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

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

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

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

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

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

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

25 Sec. 201. (1) Subject to the conditions set forth in this
26 article, the amounts listed in subsections (2) and (4) are
27 appropriated for community colleges for the fiscal year ending

September 30, ~~2013,~~ **2014**, from the funds indicated in this section.

The following is a summary of the appropriations in ~~subsections (2)~~
and ~~(4)~~: **SUBSECTION (2):**

(a) The gross appropriation is ~~\$294,130,500.00.~~ **\$100.00.** After deducting total interdepartmental grants and intradepartmental transfers in the amount of \$0.00, the adjusted gross appropriation is ~~\$294,130,500.00.~~ **\$100.00.**

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

(i) Total federal revenues, \$0.00.

(ii) Total local revenues, \$0.00.

(iii) Total private revenues, \$0.00.

(iv) Total other state restricted revenues,
~~\$197,614,100.00.~~ **\$100.00.**

(v) State general fund/general purpose money,
~~\$96,516,400.00.~~ **\$0.00.**

(2) Subject to subsection (3), the amount appropriated for community college operations is ~~\$292,396,900.00, allocated as follows:~~ **\$100.00.**

~~— (a) Alpena Community College, \$5,111,200.00.~~

~~— (b) Bay de Noc Community College, \$5,161,300.00.~~

~~— (c) Delta College, \$13,712,700.00.~~

~~— (d) Glen Oaks Community College, \$2,383,000.00.~~

~~— (e) Gogebic Community College, \$4,233,100.00.~~

~~— (f) Grand Rapids Community College, \$17,054,300.00.~~

~~— (g) Henry Ford Community College, \$20,596,700.00.~~

~~— (h) Jackson Community College, \$11,491,500.00.~~

- 1 ~~—— (i) Kalamazoo Valley Community College, \$11,828,300.00.~~
- 2 ~~—— (j) Kellogg Community College, \$9,289,300.00.~~
- 3 ~~—— (k) Kirtland Community College, \$2,968,300.00.~~
- 4 ~~—— (l) Lake Michigan College, \$5,059,300.00.~~
- 5 ~~—— (m) Lansing Community College, \$29,335,000.00.~~
- 6 ~~—— (n) Macomb Community College, \$31,206,500.00.~~
- 7 ~~—— (o) Mid Michigan Community College, \$4,393,400.00.~~
- 8 ~~—— (p) Monroe County Community College, \$4,223,500.00.~~
- 9 ~~—— (q) Montcalm Community College, \$3,038,500.00.~~
- 10 ~~—— (r) C.S. Mott Community College, \$14,890,400.00.~~
- 11 ~~—— (s) Muskegon Community College, \$8,456,100.00.~~
- 12 ~~—— (t) North Central Michigan College, \$2,979,900.00.~~
- 13 ~~—— (u) Northwestern Michigan College, \$8,624,100.00.~~
- 14 ~~—— (v) Oakland Community College, \$19,977,500.00.~~
- 15 ~~—— (w) St. Clair County Community College, \$6,697,300.00.~~
- 16 ~~—— (x) Schoolcraft College, \$11,800,500.00.~~
- 17 ~~—— (y) Southwestern Michigan College, \$6,269,000.00.~~
- 18 ~~—— (z) Washtenaw Community College, \$12,242,000.00.~~
- 19 ~~—— (aa) Wayne County Community College, \$15,798,500.00.~~
- 20 ~~—— (bb) West Shore Community College, \$2,298,200.00.~~
- 21 ~~—— (cc) Local strategic value, \$1,277,500.00.~~

22 (3) The amount appropriated in subsection (2) for community
 23 college operations is appropriated from the following:

24 (a) State school aid fund, ~~\$195,880,500.00.~~ **\$100.00.**

25 (b) State general fund/general purpose money,
 26 ~~\$96,516,400.00.~~ **\$0.00.**

27 ~~—— (4) From the appropriations described in subsection (1), there~~

1 ~~is appropriated for fiscal year 2012-2013 an amount not to exceed~~
2 ~~\$1,733,600.00 for payments to community colleges from the state~~
3 ~~school aid fund. A community college that receives money under this~~
4 ~~subsection shall use that money solely for the purpose of~~
5 ~~offsetting a portion of the retirement contributions owed by the~~
6 ~~college for the fiscal year ending September 30, 2013. The amount~~
7 ~~allocated to each community college under this subsection is as~~
8 ~~follows:~~

- 9 ~~—— (a) Alpena Community College, \$30,400.00.~~
- 10 ~~—— (b) Bay de Noc Community College, \$30,800.00.~~
- 11 ~~—— (c) Delta College, \$81,400.00.~~
- 12 ~~—— (d) Glen Oaks Community College, \$14,200.00.~~
- 13 ~~—— (e) Gogebic Community College, \$25,300.00.~~
- 14 ~~—— (f) Grand Rapids Community College, \$101,700.00.~~
- 15 ~~—— (g) Henry Ford Community College, \$123,000.00.~~
- 16 ~~—— (h) Jackson Community College, \$68,500.00.~~
- 17 ~~—— (i) Kalamazoo Valley Community College, \$70,400.00.~~
- 18 ~~—— (j) Kellogg Community College, \$55,300.00.~~
- 19 ~~—— (k) Kirtland Community College, \$17,500.00.~~
- 20 ~~—— (l) Lake Michigan College, \$30,200.00.~~
- 21 ~~—— (m) Lansing Community College, \$175,000.00.~~
- 22 ~~—— (n) Macomb Community College, \$186,200.00.~~
- 23 ~~—— (o) Mid Michigan Community College, \$26,100.00.~~
- 24 ~~—— (p) Monroe County Community College, \$25,000.00.~~
- 25 ~~—— (q) Montcalm Community College, \$18,000.00.~~
- 26 ~~—— (r) C.S. Mott Community College, \$88,700.00.~~
- 27 ~~—— (s) Muskegon Community College, \$50,400.00.~~

~~(t) North Central Michigan College, \$17,600.00.~~

~~(u) Northwestern Michigan College, \$51,500.00.~~

~~(v) Oakland Community College, \$118,800.00.~~

~~(w) St. Clair County Community College, \$39,900.00.~~

~~(x) Schoolcraft College, \$70,100.00.~~

~~(y) Southwestern Michigan College, \$37,500.00.~~

~~(z) Washtenaw Community College, \$72,200.00.~~

~~(aa) Wayne County Community College, \$94,200.00.~~

~~(bb) West Shore Community College, \$13,700.00.~~

~~(5) Notwithstanding subsections (1) and (3) of this section as in effect for the fiscal year ending September 30, 2012, the amounts appropriated for community colleges under subsection (2) of this section for the fiscal year ending September 30, 2012 are appropriated from the following funds:~~

~~(a) State school aid fund, \$259,629,400.00.~~

~~(b) State general fund/general purpose money, \$24,251,100.00.~~

Sec. 236. ~~(1)~~ Subject to the conditions set forth in this article, the amounts listed in subsections ~~(2) to (7)~~ **THIS SECTION** are appropriated for higher education for the fiscal year ending September 30, ~~2013, 2014~~, from the funds indicated in this section. The following is a summary of the appropriations: ~~in subsections (2) to (7):~~

(a) The gross appropriation is ~~\$1,399,220,400.00.~~ **\$100.00.**

After deducting total interdepartmental grants and intradepartmental transfers in the amount of \$0.00, the adjusted gross appropriation is ~~\$1,399,220,400.00.~~ **\$100.00.**

(b) The sources of the adjusted gross appropriation described

in subdivision (a) are as follows:

(i) Total federal revenues, ~~\$97,026,400.00~~ **\$0.00**.

(ii) Total local revenues, \$0.00.

(iii) Total private revenues, \$0.00.

(iv) Total other state restricted revenues,
~~\$200,565,700.00~~ **\$100.00**.

(v) State general fund/general purpose money,
~~\$1,101,628,300.00~~ **\$0.00**.

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

~~—— (a) The appropriation for Central Michigan University is
\$69,575,300.00, \$68,108,900.00 for operations and \$1,466,400.00 for
performance funding, appropriated from the following:~~

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

~~—— (ii) State general fund/general purpose money, \$58,290,700.00.~~

~~—— (b) The appropriation for Eastern Michigan University is
\$66,297,500.00, \$64,619,100.00 for operations and \$1,678,400.00 for
performance funding, appropriated from the following:~~

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

~~—— (ii) State general fund/general purpose money, \$55,591,100.00.~~

~~—— (c) The appropriation for Ferris State University is
\$42,981,400.00, \$41,324,300.00 for operations and \$1,657,100.00 for
performance funding, appropriated from the following:~~

~~—— (i) State school aid fund, \$6,846,800.00.~~

~~—— (ii) State general fund/general purpose money, \$36,134,600.00.~~

~~—— (d) The appropriation for Grand Valley State University is
\$55,097,500.00, \$52,677,400.00 for operations and \$2,420,100.00 for~~

~~performance funding, appropriated from the following:~~

~~—— (i) State school aid fund, \$8,727,800.00.~~

~~—— (ii) State general fund/general purpose money, \$46,369,700.00.~~

~~—— (c) The appropriation for Lake Superior State University is \$11,030,700.00, \$10,789,500.00 for operations and \$241,200.00 for performance funding, appropriated from the following:~~

~~—— (i) State school aid fund, \$1,787,600.00.~~

~~—— (ii) State general fund/general purpose money, \$9,243,100.00.~~

~~—— (f) The appropriation for Michigan State University is \$298,733,800.00, \$241,120,800.00 for operations, \$3,408,400.00 for performance funding, and \$54,204,600.00 for MSU AgBioResearch and MSU extension activities, appropriated from the following:~~

~~—— (i) State school aid fund, \$39,949,900.00.~~

~~—— (ii) State general fund/general purpose money, \$258,783,900.00.~~

~~—— (g) The appropriation for Michigan Technological University is \$42,409,900.00, \$40,733,600.00 for operations and \$1,676,300.00 for performance funding, appropriated from the following:~~

~~—— (i) State school aid fund, \$6,748,900.00.~~

~~—— (ii) State general fund/general purpose money, \$35,661,000.00.~~

~~—— (h) The appropriation for Northern Michigan University is \$40,348,800.00, \$38,367,400.00 for operations and \$1,981,400.00 for performance funding, appropriated from the following:~~

~~—— (i) State school aid fund, \$6,356,900.00.~~

~~—— (ii) State general fund/general purpose money, \$33,991,900.00.~~

~~—— (i) The appropriation for Oakland University is \$44,033,300.00, \$43,145,000.00 for operations and \$888,300.00 for performance funding, appropriated from the following:~~

1 ~~—— (i) State school aid fund, \$7,148,400.00.~~

2 ~~—— (ii) State general fund/general purpose money, \$36,884,900.00.~~

3 ~~—— (j) The appropriation for Saginaw Valley State University is~~
4 ~~\$25,487,500.00, \$23,561,500.00 for operations and \$1,926,000.00 for~~
5 ~~performance funding, appropriated from the following:~~

6 ~~—— (i) State school aid fund, \$3,903,800.00.~~

7 ~~—— (ii) State general fund/general purpose money, \$21,583,700.00.~~

8 ~~—— (k) The appropriation for University of Michigan — Ann Arbor~~
9 ~~is \$273,056,700.00, \$268,803,300.00 for operations and~~
10 ~~\$4,253,400.00 for performance funding, appropriated from the~~
11 ~~following:~~

12 ~~—— (i) State school aid fund, \$44,536,300.00.~~

13 ~~—— (ii) State general fund/general purpose money, \$228,520,400.00.~~

14 ~~—— (l) The appropriation for University of Michigan — Dearborn is~~
15 ~~\$21,898,800.00, \$21,016,300.00 for operations and \$882,500.00 for~~
16 ~~performance funding, appropriated from the following:~~

17 ~~—— (i) State school aid fund, \$3,482,100.00.~~

18 ~~—— (ii) State general fund/general purpose money, \$18,416,700.00.~~

19 ~~—— (m) The appropriation for University of Michigan — Flint is~~
20 ~~\$19,103,500.00, \$17,762,400.00 for operations and \$1,341,100.00 for~~
21 ~~performance funding, appropriated from the following:~~

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

23 ~~—— (ii) State general fund/general purpose money, \$16,160,600.00.~~

24 ~~—— (n) The appropriation for Wayne State University is~~
25 ~~\$183,229,100.00, \$182,036,900.00 for operations and \$1,192,200.00~~
26 ~~for performance funding, appropriated from the following:~~

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

~~1 (ii) State general fund/general purpose money, \$153,068,500.00.~~

~~2 (o) The appropriation for Western Michigan University is~~

~~3 \$95,318,300.00, \$93,168,300.00 for operations and \$2,150,000.00 for~~

~~4 performance funding, appropriated from the following:~~

~~5 (i) State school aid fund, \$15,436,500.00.~~

~~6 (ii) State general fund/general purpose money, \$79,881,800.00.~~

7 (3) In addition to the amounts described in subsection (2),

8 ~~\$9,054,200.00~~ **\$0.00** in tuition restraint funding is appropriated

9 for university operations. ~~from general fund/general purpose money.~~

10 ~~The amount allocated to each public university is determined in the~~

11 ~~manner provided in section 265.~~

12 (4) The amount appropriated for Michigan public school

13 employees' retirement system reimbursement is ~~\$446,200.00,~~

14 ~~appropriated from the state school aid fund.~~ **\$0.00.**

15 (5) The amount appropriated for state and regional programs is

16 ~~\$200,000.00, appropriated from general fund/general purpose money~~

17 ~~and allocated as follows:~~ **\$0.00.**

18 ~~(a) Higher education database modernization and conversion,~~

19 ~~\$105,000.00.~~

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

21 (6) The amount appropriated for the Martin Luther King, Jr. -

22 Cesar Chavez - Rosa Parks program is ~~\$2,691,500.00, appropriated~~

23 ~~from general fund/general purpose money and allocated as~~

24 ~~follows:~~ **\$0.00.**

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

26 ~~(b) Michigan college/university partnership program,~~

27 ~~\$586,800.00.~~

~~1 (c) Morris Hood, Jr. educator development program,~~
~~2 \$148,600.00.~~

3 (7) Subject to subsection (8), the amount appropriated for
 4 grants and financial aid is ~~\$98,226,400.00, allocated as~~
 5 ~~follows:\$0.00.~~

~~6 (a) State competitive scholarships, \$18,361,700.00.~~

~~7 (b) Tuition grants, \$31,664,700.00.~~

~~8 (c) Tuition incentive program, \$43,800,000.00.~~

~~9 (d) Children of veterans and officer's survivor tuition grant~~
 10 ~~programs, \$1,200,000.00.~~

~~11 (e) Project GEAR UP, \$3,200,000.00.~~

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

14 (a) Federal revenues under the United States department of
 15 education, office of elementary and secondary education, GEAR-UP
 16 program, ~~\$3,200,000.00.\$0.00.~~

17 (b) Federal revenues under the social security act, temporary
 18 assistance for needy families, ~~\$93,826,400.00.\$0.00.~~

19 (c) Contributions to children of veterans tuition grant
 20 program, ~~\$100,000.00.\$0.00.~~

21 (d) State general fund/general purpose money,
 22 ~~\$1,100,000.00.\$0.00.~~

23 Enacting section 1. (1) In accordance with section 30 of
 24 article IX of the state constitution of 1963, total state spending
 25 on school aid under article I of the state school aid act of 1979,
 26 MCL 388.1601 to 388.1772, as amended by this amendatory act, from
 27 state sources for fiscal year 2013-2014 is estimated at \$100.00 and

1 the amount of those state appropriations for school aid to be paid
2 to local units of government for fiscal year 2013-2014 is estimated
3 at \$100.00.

4 (2) In accordance with section 30 of article IX of the state
5 constitution of 1963, total state spending from state resources for
6 community colleges for fiscal year 2013-2014 under article II of
7 the state school aid act of 1979, MCL 388.1801 to 388.1830, as
8 amended by this amendatory act, is estimated at \$100.00 and the
9 amount of that state spending from state resources to be paid to
10 local units of government for fiscal year 2013-2014 is estimated at
11 \$100.00.

12 (3) In accordance with section 30 of article IX of the state
13 constitution of 1963, total state spending from state resources for
14 higher education for fiscal year 2013-2014 under article III of the
15 state school aid act of 1979, MCL 388.1836 to 388.1894, as amended
16 by this amendatory act, is estimated at \$100.00 and the amount of
17 that state spending from state resources to be paid to local units
18 of government for fiscal year 2013-2014 is estimated at \$0.00.