

**SUBSTITUTE FOR
SENATE BILL NO. 762**

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 201, 201a, 202a, 206, 209, 210b, 217, 224,
225, 229, 229a, 229b, and 230 (MCL 388.1801, 388.1801a, 388.1802a,
388.1806, 388.1809, 388.1810b, 388.1817, 388.1824, 388.1825,
388.1829, 388.1829a, 388.1829b, and 388.1830), sections 201, 201a,
206, 209, 224, 225, 229, 229a, and 230 as amended and sections 210b
and 229b as added by 2013 PA 60 and section 217 as amended and
section 202a as added by 2012 PA 201, and by adding sections 207a,
207b, and 207c.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 201. (1) Subject to the conditions set forth in this
2 article, the amounts listed in ~~subsections (2), (4), (5), (6), and~~
3 ~~(7)~~ **THIS SECTION** are appropriated for community colleges for the

fiscal year ending September 30, ~~2014, 2015~~, from the funds indicated in this section. The following is a summary of the appropriations in ~~subsections (2), (4), (5), (6), and (7)~~: **THIS**

SECTION:

(a) The gross appropriation is ~~\$335,977,600.00~~. **\$371,524,900.00**. After deducting total interdepartmental grants and intradepartmental transfers in the amount of \$0.00, the adjusted gross appropriation is ~~\$335,977,600.00~~. **\$371,524,900.00**.

(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~~. **\$47,614,100.00**.

(v) State general fund/general purpose money, ~~\$138,363,500.00~~. **\$323,910,800.00**.

(2) Subject to subsection (3), the amount appropriated for community college operations is ~~\$298,244,000.00~~, **\$307,191,300.00**, allocated as follows:

(a) **THE APPROPRIATION FOR** Alpena Community College ~~7~~ ~~\$5,221,100.00~~. **IS \$5,390,700.00, \$5,236,500.00 FOR OPERATIONS AND \$154,200.00 FOR PERFORMANCE FUNDING.**

(b) **THE APPROPRIATION FOR** Bay de Noc Community College ~~7~~ ~~\$5,263,800.00~~. **IS \$5,419,500.00, \$5,279,300.00 FOR OPERATIONS AND \$140,200.00 FOR PERFORMANCE FUNDING.**

(c) **THE APPROPRIATION FOR** Delta College ~~7~~ ~~\$14,022,200.00~~. **IS**

1 \$14,498,900.00, \$14,063,500.00 FOR OPERATIONS AND \$435,400.00 FOR
2 PERFORMANCE FUNDING.

3 (d) THE APPROPRIATION FOR Glen Oaks Community College 7
4 ~~\$2,434,300.00~~ IS \$2,516,100.00, \$2,441,500.00 FOR OPERATIONS AND
5 \$74,600.00 FOR PERFORMANCE FUNDING.

6 (e) THE APPROPRIATION FOR Gogebic Community College 7
7 ~~\$4,317,500.00~~ IS \$4,451,400.00, \$4,330,300.00 FOR OPERATIONS AND
8 \$121,100.00 FOR PERFORMANCE FUNDING.

9 (f) THE APPROPRIATION FOR Grand Rapids Community College 7
10 ~~\$17,403,500.00~~ IS \$17,947,500.00, \$17,454,900.00 FOR OPERATIONS AND
11 \$492,600.00 FOR PERFORMANCE FUNDING.

12 (g) THE APPROPRIATION FOR Henry Ford Community College 7
13 ~~\$20,997,900.00~~ IS \$21,623,800.00, \$21,060,000.00 FOR OPERATIONS AND
14 \$563,800.00 FOR PERFORMANCE FUNDING.

15 (h) THE APPROPRIATION FOR Jackson Community College 7
16 ~~\$11,723,600.00~~ IS \$12,087,300.00, \$11,758,200.00 FOR OPERATIONS AND
17 \$329,100.00 FOR PERFORMANCE FUNDING.

18 (i) THE APPROPRIATION FOR Kalamazoo Valley Community College 7
19 ~~\$12,086,900.00~~ IS \$12,503,100.00, \$12,122,500.00 FOR OPERATIONS AND
20 \$380,600.00 FOR PERFORMANCE FUNDING.

21 (j) THE APPROPRIATION FOR Kellogg Community College 7
22 ~~\$9,494,000.00~~ IS \$9,813,500.00, \$9,522,000.00 FOR OPERATIONS AND
23 \$291,500.00 FOR PERFORMANCE FUNDING.

24 (k) THE APPROPRIATION FOR Kirtland Community College 7
25 ~~\$3,046,800.00~~ IS \$3,167,700.00, \$3,055,700.00 FOR OPERATIONS AND
26 \$112,000.00 FOR PERFORMANCE FUNDING.

27 (l) THE APPROPRIATION FOR Lake Michigan College 7

1 ~~\$5,162,900.00~~-IS \$5,342,900.00, \$5,178,100.00 FOR OPERATIONS AND
 2 \$164,800.00 FOR PERFORMANCE FUNDING.

3 (m) THE APPROPRIATION FOR Lansing Community College 7
 4 ~~\$29,935,300.00~~-IS \$30,877,600.00, \$30,023,700.00 FOR OPERATIONS AND
 5 \$853,900.00 FOR PERFORMANCE FUNDING.

6 (n) THE APPROPRIATION FOR Macomb Community College 7
 7 ~~\$31,837,200.00~~-IS \$32,816,600.00, \$31,931,200.00 FOR OPERATIONS AND
 8 \$885,400.00 FOR PERFORMANCE FUNDING.

9 (o) THE APPROPRIATION FOR Mid Michigan Community College 7
 10 ~~\$4,504,700.00~~-IS \$4,682,000.00, \$4,517,900.00 FOR OPERATIONS AND
 11 \$164,100.00 FOR PERFORMANCE FUNDING.

12 (p) THE APPROPRIATION FOR Monroe County Community College 7
 13 ~~\$4,329,900.00~~-IS \$4,492,900.00, \$4,342,600.00 FOR OPERATIONS AND
 14 \$150,300.00 FOR PERFORMANCE FUNDING.

15 (q) THE APPROPRIATION FOR Montcalm Community College 7
 16 ~~\$3,112,000.00~~-IS \$3,226,700.00, \$3,121,200.00 FOR OPERATIONS AND
 17 \$105,500.00 FOR PERFORMANCE FUNDING.

18 (r) THE APPROPRIATION FOR C.S. Mott Community College 7
 19 ~~\$15,202,200.00~~-IS \$15,686,100.00, \$15,247,100.00 FOR OPERATIONS AND
 20 \$439,000.00 FOR PERFORMANCE FUNDING.

21 (s) THE APPROPRIATION FOR Muskegon Community College 7
 22 ~~\$8,628,000.00~~-IS \$8,901,000.00, \$8,653,500.00 FOR OPERATIONS AND
 23 \$247,500.00 FOR PERFORMANCE FUNDING.

24 (t) THE APPROPRIATION FOR North Central Michigan College 7
 25 ~~\$3,055,400.00~~-IS \$3,172,400.00, \$3,064,400.00 FOR OPERATIONS AND
 26 \$108,000.00 FOR PERFORMANCE FUNDING.

27 (u) THE APPROPRIATION FOR Northwestern Michigan College 7

1 ~~\$8,799,300.00~~ IS \$9,078,800.00, \$8,825,300.00 FOR OPERATIONS AND
 2 \$253,500.00 FOR PERFORMANCE FUNDING.

3 (v) THE APPROPRIATION FOR Oakland Community College 7
 4 ~~\$20,422,900.00~~ IS \$21,123,300.00, \$20,483,100.00 FOR OPERATIONS AND
 5 \$640,200.00 FOR PERFORMANCE FUNDING.

6 (w) THE APPROPRIATION FOR St. Clair County Community College 7
 7 ~~\$6,839,900.00~~ IS \$7,061,600.00, \$6,860,100.00 FOR OPERATIONS AND
 8 \$201,500.00 FOR PERFORMANCE FUNDING.

9 (x) THE APPROPRIATION FOR Schoolcraft College 7
 10 ~~\$12,076,700.00~~ IS \$12,513,700.00, \$12,112,200.00 FOR OPERATIONS AND
 11 \$401,500.00 FOR PERFORMANCE FUNDING.

12 (y) THE APPROPRIATION FOR Southwestern Michigan College 7
 13 ~~\$6,385,400.00~~ IS \$6,576,400.00, \$6,404,300.00 FOR OPERATIONS AND
 14 \$172,100.00 FOR PERFORMANCE FUNDING.

15 (z) THE APPROPRIATION FOR Washtenaw Community College 7
 16 ~~\$12,573,900.00~~ IS \$13,077,300.00, \$12,610,800.00 FOR OPERATIONS AND
 17 \$466,500.00 FOR PERFORMANCE FUNDING.

18 (aa) THE APPROPRIATION FOR Wayne County Community College 7
 19 ~~\$16,146,700.00~~ IS \$16,727,600.00, \$16,194,300.00 FOR OPERATIONS AND
 20 \$533,300.00 FOR PERFORMANCE FUNDING.

21 (bb) THE APPROPRIATION FOR West Shore Community College 7
 22 ~~\$2,342,900.00~~ IS \$2,414,900.00, \$2,349,800.00 FOR OPERATIONS AND
 23 \$65,100.00 FOR PERFORMANCE FUNDING.

24 ~~— (cc) Local strategic value, \$877,100.00.~~

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

27 (a) State school aid fund, ~~\$195,880,500.00~~ \$45,880,500.00.

(b) State general fund/general purpose money,
~~\$102,363,500.00.~~ **\$261,310,800.00.**

(4) From the appropriations described in subsection (1), ~~there is~~ **SUBJECT TO SECTION 207A, THE AMOUNT** appropriated for fiscal year 2013-2014 ~~an amount not to exceed \$1,733,600.00 for payments to community colleges from the state school aid fund. A community college that receives money under this subsection shall use that money solely for the purpose of offsetting a portion of the retirement contributions owed by the college for the fiscal year ending September 30, 2014. The amount allocated to each participating community college under this section shall be based on each participating college's total payroll covered by the retirement system covered payroll for all participating colleges for the immediately preceding state fiscal year.~~ **2014-2015 TO OFFSET CERTAIN FISCAL YEAR 2013-2014 RETIREMENT CONTRIBUTIONS IS \$8,533,600.00, \$1,733,600.00 APPROPRIATED FROM THE STATE SCHOOL AID FUND AND \$6,800,000.00 APPROPRIATED FROM GENERAL FUND/GENERAL PURPOSE MONEY.**

(5) From the appropriations described in subsection (1), ~~there is~~ **SUBJECT TO SECTION 207B, THE AMOUNT** appropriated ~~an amount not to exceed \$31,400,000.00 from the state general fund for payments to community colleges that are participating entities of the retirement system~~ **IS \$52,300,000.00, APPROPRIATED FROM GENERAL FUND/GENERAL PURPOSE MONEY.** ~~All of the following apply to the appropriations described in this subsection:~~

~~—— (a) The amount of a payment under this subsection shall be the difference between the unfunded actuarial accrued liability~~

~~contribution rate as calculated under section 41 of the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1341, and the maximum employer rate of 20.96% under section 41 of the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1341.~~

~~—— (b) The amount allocated to each community college under this subsection shall be based on each community college's percentage of the total covered payroll for all community colleges that are participating colleges in the immediately preceding fiscal year. A community college that receives funds under this subsection shall use the funds solely for the purpose of retirement contributions under subdivision (c).~~

~~—— (c) Each participating college receiving funds under this subsection shall forward an amount equal to the amount allocated under subdivision (b) to the retirement system in a form and manner determined by the retirement system.~~

~~(6) All of the following apply to community colleges described in section 12(3) of the Michigan renaissance zone act, MCL 125.2692:~~

~~—— (a) From the appropriations described in subsection (1), the following~~ **SUBJECT TO SECTION 207C, THE** ~~amount is appropriated for reimbursement to community colleges under section 12(3) of the Michigan renaissance zone act, MCL 125.2692:~~ **RENAISSANCE ZONE TAX REIMBURSEMENTS IS \$3,500,000.00, APPROPRIATED FROM GENERAL FUND/GENERAL PURPOSE MONEY.**

~~—— (i) If the amount of tax revenue lost by community colleges as a result of the exemption of property under the Michigan~~

~~renaissance zone act in fiscal year 2012-2013 is \$3,500,000.00 or more, \$3,500,000.00 from the state general fund.~~

~~—— (ii) If the amount of tax revenue lost by community colleges as a result of the exemption of property under the Michigan renaissance zone act in fiscal year 2012-2013 is less than \$3,500,000.00, the actual amount of tax revenue lost by the community colleges.~~

~~—— (b) The amount allocated to each community college under this subsection shall be based on that community college's proportion of total revenue lost by community colleges in fiscal year 2012-2013 as a result of the exemption of property under the Michigan renaissance zone act.~~

~~—— (c) The appropriations described in this subsection shall be made to each eligible community college within 60 days after the department of treasury certifies to the state budget director that it has received all necessary information to properly determine the amounts of tax revenue lost by each eligible community college in fiscal year 2012-2013 under section 12 of the Michigan renaissance zone act, MCL 125.2692.~~

~~—— (7) From the appropriations described in subsection (1), there is appropriated \$1,100,000.00 from the state general fund, for fiscal year 2013-2014 only, to the Michigan community college association, for the purpose of expanding the Michigan community college virtual learning collaborative. The Michigan community college association shall provide information on request to the house and senate subcommittees on community colleges, the house and senate fiscal agencies, and the state budget director on the use of~~

~~these funds until the project is completed.~~

~~—— (8) As used in this section:~~

~~—— (a) "Michigan renaissance zone act" means the Michigan
renaissance zone act, 1996 PA 376, MCL 125.2681 to 125.2696.~~

~~—— (b) "Participating college" means a community college that is
a reporting unit of the retirement system and that reports
employees to the retirement system for the state fiscal year.~~

~~—— (c) "Retirement board" means the board that administers the
retirement system under the public school employees retirement act
of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.~~

~~—— (d) "Retirement system" means the Michigan public school
employees' retirement system under the public school employees
retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.~~

Sec. 201a. It is the intent of the legislature to provide
appropriations for the fiscal year ending on September 30, ~~2015~~
~~2016~~ for the items listed in section 201. The fiscal year ~~2014-2015~~
~~2015-2016~~ appropriations are anticipated to be the same as those
for fiscal year ~~2013-2014~~, **2014-2015**, except that the amounts will
be adjusted for changes in **RETIREMENT COSTS**, caseload and related
costs, federal fund match rates, economic factors, and available
revenue. These adjustments will be determined after the January
~~2014-2015~~ consensus revenue estimating conference.

Sec. 202a. As used in this article: ~~,"workforce~~

**(A) "MICHIGAN RENAISSANCE ZONE ACT" MEANS THE MICHIGAN
RENAISSANCE ZONE ACT, 1996 PA 376, MCL 125.2681 TO 125.2696.**

**(B) "PARTICIPATING COLLEGE" MEANS A COMMUNITY COLLEGE THAT IS
A REPORTING UNIT OF THE RETIREMENT SYSTEM AND THAT REPORTS**

1 EMPLOYEES TO THE RETIREMENT SYSTEM FOR THE STATE FISCAL YEAR.

2 (C) "RETIREMENT BOARD" MEANS THE BOARD THAT ADMINISTERS THE
3 RETIREMENT SYSTEM UNDER THE PUBLIC SCHOOL EMPLOYEES RETIREMENT ACT
4 OF 1979, 1980 PA 300, MCL 38.1301 TO 38.1437.

5 (D) "RETIREMENT SYSTEM" MEANS THE MICHIGAN PUBLIC SCHOOL
6 EMPLOYEES' RETIREMENT SYSTEM UNDER THE PUBLIC SCHOOL EMPLOYEES
7 RETIREMENT ACT OF 1979, 1980 PA 300, MCL 38.1301 TO 38.1437.

8 (E) "WORKFORCE development agency" means the workforce
9 development agency of the Michigan strategic fund.

10 Sec. 206. The funds appropriated in section 201 are
11 appropriated for community colleges with fiscal years ending June
12 30, ~~2014~~—2015 and shall be paid out of the state treasury and
13 distributed by the state treasurer to the respective community
14 colleges in 11 monthly installments on the sixteenth of each month,
15 or the next succeeding business day, beginning with October 16,
16 ~~2013~~—2014. Each community college shall accrue its July and August
17 ~~2014~~—2015 payments to its institutional fiscal year ending June 30,
18 ~~2014~~—2015. However, if the state budget director determines that a
19 community college failed to submit all verified Michigan community
20 colleges activities classification structure data for school year
21 ~~2012~~—~~2013~~—2013—2014 to the workforce development agency by November
22 1, ~~2013~~—2014, or failed to submit its longitudinal data system
23 data set for school year ~~2012~~—~~2013~~—2013—2014 to the center for
24 educational performance and information under section 219, the
25 state treasurer shall withhold the monthly installments from that
26 community college until those data are submitted. The state budget
27 director shall notify the chairs of the house and senate

1 appropriations subcommittees on community colleges at least 10 days
2 before withholding funds from any community college.

3 SEC. 207A. ALL OF THE FOLLOWING APPLY TO THE ALLOCATION OF THE
4 APPROPRIATIONS DESCRIBED IN SECTION 201(4):

5 (A) A COMMUNITY COLLEGE THAT RECEIVES MONEY UNDER SECTION
6 201(4) SHALL USE THAT MONEY SOLELY FOR THE PURPOSE OF OFFSETTING A
7 PORTION OF THE RETIREMENT CONTRIBUTIONS OWED BY THE COLLEGE FOR THE
8 FISCAL YEAR ENDING SEPTEMBER 30, 2015.

9 (B) THE AMOUNT ALLOCATED TO EACH PARTICIPATING COMMUNITY
10 COLLEGE UNDER SECTION 201(4) SHALL BE BASED ON EACH PARTICIPATING
11 COLLEGE'S TOTAL PAYROLL COVERED BY THE RETIREMENT SYSTEM-COVERED
12 PAYROLL FOR ALL PARTICIPATING COLLEGES FOR FISCAL YEAR 2013-2014.

13 SEC. 207B. ALL OF THE FOLLOWING APPLY TO THE ALLOCATION OF THE
14 APPROPRIATIONS DESCRIBED IN SECTION 201(5) FOR PAYMENTS TO
15 COMMUNITY COLLEGES THAT ARE PARTICIPATING ENTITIES OF THE
16 RETIREMENT SYSTEM:

17 (A) THE AMOUNT OF A PAYMENT UNDER SECTION 201(5) SHALL BE THE
18 DIFFERENCE BETWEEN THE UNFUNDED ACTUARIAL ACCRUED LIABILITY
19 CONTRIBUTION RATE AS CALCULATED UNDER SECTION 41 OF THE PUBLIC
20 SCHOOL EMPLOYEES RETIREMENT ACT OF 1979, 1980 PA 300, MCL 38.1341,
21 AND THE MAXIMUM EMPLOYER RATE OF 20.96% UNDER SECTION 41 OF THE
22 PUBLIC SCHOOL EMPLOYEES RETIREMENT ACT OF 1979, 1980 PA 300, MCL
23 38.1341.

24 (B) THE AMOUNT ALLOCATED TO EACH COMMUNITY COLLEGE UNDER
25 SECTION 201(5) SHALL BE BASED ON EACH COMMUNITY COLLEGE'S
26 PERCENTAGE OF THE TOTAL COVERED PAYROLL FOR ALL COMMUNITY COLLEGES
27 THAT ARE PARTICIPATING COLLEGES IN THE IMMEDIATELY PRECEDING FISCAL

1 YEAR. A COMMUNITY COLLEGE THAT RECEIVES FUNDS UNDER THIS
2 SUBDIVISION SHALL USE THE FUNDS SOLELY FOR THE PURPOSE OF
3 RETIREMENT CONTRIBUTIONS UNDER SECTION 201(5).

4 (C) EACH PARTICIPATING COLLEGE THAT RECEIVES FUNDS UNDER
5 SECTION 201(5) SHALL FORWARD AN AMOUNT EQUAL TO THE AMOUNT
6 ALLOCATED UNDER SUBDIVISION (B) TO THE RETIREMENT SYSTEM IN A FORM
7 AND MANNER DETERMINED BY THE RETIREMENT SYSTEM.

8 SEC. 207C. ALL OF THE FOLLOWING APPLY TO THE ALLOCATION OF THE
9 APPROPRIATIONS DESCRIBED IN SECTION 201(6) TO COMMUNITY COLLEGES
10 DESCRIBED IN SECTION 12(3) OF THE MICHIGAN RENAISSANCE ZONE ACT,
11 MCL 125.2692:

12 (A) THE AMOUNT ALLOCATED TO EACH COMMUNITY COLLEGE UNDER
13 SECTION 201(6) SHALL BE BASED ON THAT COMMUNITY COLLEGE'S
14 PROPORTION OF TOTAL REVENUE LOST BY COMMUNITY COLLEGES IN FISCAL
15 YEAR 2013-2014 AS A RESULT OF THE EXEMPTION OF PROPERTY UNDER THE
16 MICHIGAN RENAISSANCE ZONE ACT.

17 (B) THE APPROPRIATIONS DESCRIBED IN SECTION 201(6) SHALL BE
18 MADE TO EACH ELIGIBLE COMMUNITY COLLEGE WITHIN 60 DAYS AFTER THE
19 DEPARTMENT OF TREASURY CERTIFIES TO THE STATE BUDGET DIRECTOR THAT
20 IT HAS RECEIVED ALL NECESSARY INFORMATION TO PROPERLY DETERMINE THE
21 AMOUNTS OF TAX REVENUE LOST BY EACH ELIGIBLE COMMUNITY COLLEGE IN
22 FISCAL YEAR 2013-2014 UNDER SECTION 12 OF THE MICHIGAN RENAISSANCE
23 ZONE ACT, MCL 125.2692.

24 Sec. 209. (1) Within 30 days after the board of a community
25 college adopts its annual operating budget for the following school
26 fiscal year, or after the board adopts a subsequent revision to
27 that budget, the community college shall make all of the following

1 available through a link on its website homepage:

2 (a) The annual operating budget and subsequent budget
3 revisions.

4 (b) A link to the most recent "Activities Classification
5 Structure ~~Manual for Michigan Community Colleges~~".**DATA BOOK AND**
6 **COMPANION"**.

7 (c) General fund revenue and expenditure projections for
8 fiscal year ~~2013-2014-2014-2015~~ and fiscal year ~~2014-2015-2015-~~
9 ~~2016~~.

10 (d) A listing of all debt service obligations, detailed by
11 project, anticipated fiscal year ~~2013-2014-2014-2015~~ payment of
12 each project, and total outstanding debt.

13 (e) The estimated cost to the community college resulting from
14 the patient protection and affordable care act, Public Law 111-148,
15 as amended by the health care and education reconciliation act of
16 2010, Public Law 111-152.

17 (f) Links to all of the following for the community college:

18 (i) The current collective bargaining agreement for each
19 bargaining unit.

20 (ii) Each health care benefits plan, including, but not limited
21 to, medical, dental, vision, disability, long-term care, or any
22 other type of benefits that would constitute health care services,
23 offered to any bargaining unit or employee of the community
24 college.

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

27 (iv) A copy of the board of trustees resolution regarding

1 compliance with best practices for the local strategic value
2 component described in section ~~230(3)~~.**230(2)**.

3 (2) For statewide consistency and public visibility, community
4 colleges must use the icon badge provided by the department of
5 technology, management, and budget consistent with the icon badge
6 developed by the department of education for K-12 school districts.
7 It must appear on the front of each community college's homepage.
8 The size of the icon may be reduced to 150 x 150 pixels.

9 (3) The state budget director shall determine whether a
10 community college has complied with this section. The state budget
11 director may withhold a community college's monthly installments
12 described in section 206 until the community college complies with
13 this section. The state budget director shall notify the chairs of
14 the house and senate appropriations subcommittee on community
15 colleges at least 10 days before withholding funds from any
16 community college.

17 (4) Each community college shall report the following
18 information to the senate and house appropriations subcommittees on
19 community colleges, the senate and house fiscal agencies, and the
20 state budget office by November 15 ~~, 2013,~~ **OF EACH FISCAL YEAR** and
21 post that information on the internet website required under
22 subsection (1):

23 (a) Budgeted fiscal year ~~2013-2014~~**2014-2015** general fund
24 revenue from tuition and fees.

25 (b) Budgeted fiscal year ~~2013-2014~~**2014-2015** general fund
26 revenue from state appropriations.

27 (c) Budgeted fiscal year ~~2013-2014~~**2014-2015** general fund

1 revenue from property taxes.

2 (d) Budgeted fiscal year ~~2013-2014~~ **2014-2015** total general
3 fund revenue.

4 (e) Budgeted fiscal year ~~2013-2014~~ **2014-2015** total general
5 fund expenditures.

6 (5) BY NOVEMBER 15 OF EACH YEAR, A COMMUNITY COLLEGE SHALL
7 REPORT THE FOLLOWING INFORMATION TO THE SENATE AND HOUSE
8 APPROPRIATIONS SUBCOMMITTEES ON COMMUNITY COLLEGES, THE SENATE AND
9 HOUSE FISCAL AGENCIES, AND THE STATE BUDGET OFFICE AND POST THE
10 INFORMATION ON ITS WEBSITE UNDER THE BUDGET TRANSPARENCY ICON
11 BADGE:

12 (A) OPPORTUNITIES FOR EARNING COLLEGE CREDIT THROUGH THE
13 FOLLOWING PROGRAMS:

14 (i) STATE APPROVED CAREER AND TECHNICAL EDUCATION OR A TECH
15 PREP ARTICULATED PROGRAM OF STUDY.

16 (ii) DIRECT COLLEGE CREDIT OR CONCURRENT ENROLLMENT.

17 (iii) DUAL ENROLLMENT.

18 (iv) AN EARLY COLLEGE/MIDDLE COLLEGE PROGRAM.

19 (B) FOR EACH PROGRAM DESCRIBED IN SUBDIVISION (A) THAT THE
20 COMMUNITY COLLEGE OFFERS, ALL OF THE FOLLOWING INFORMATION:

21 (i) THE NUMBER OF HIGH SCHOOL STUDENTS PARTICIPATING IN THE
22 PROGRAM.

23 (ii) THE NUMBER OF SCHOOL DISTRICTS THAT PARTICIPATE IN THE
24 PROGRAM WITH THE COMMUNITY COLLEGE.

25 (iii) QUALIFICATIONS FOR STUDENTS TO PARTICIPATE IN THE PROGRAM.

26 (iv) WHETHER A COLLEGE PROFESSOR, QUALIFIED LOCAL SCHOOL
27 DISTRICT EMPLOYEE, OR OTHER INDIVIDUAL TEACHES THE COURSE OR

1 COURSES IN THE PROGRAM.

2 (v) THE TOTAL COST TO THE COMMUNITY COLLEGE TO OPERATE THE
3 PROGRAM.

4 (vi) THE COST PER CREDIT HOUR FOR THE COURSE OR COURSES IN THE
5 PROGRAM.

6 (vii) THE LOCATION WHERE THE COURSE OR COURSES IN THE PROGRAM
7 ARE HELD.

8 (viii) RESOURCES OFFERED TO THE PROGRAM INSTRUCTORS.

9 (ix) RESOURCES OFFERED TO THE STUDENT IN THE PROGRAM.

10 (x) TRANSPORTATION SERVICES PROVIDED TO STUDENTS IN THE
11 PROGRAM.

12 Sec. 210b. (1) It is the intent of the legislature that the
13 Michigan association of collegiate registrars and admissions
14 officers implement any agreement or agreements among the community
15 colleges and universities concerning the transferability of college
16 courses resulting from the recommendations of the committee created
17 under former section 210a.

18 (2) It is the intent of the legislature that the Michigan
19 association of collegiate registrars and admissions officers, the
20 Michigan community college association, and the presidents council,
21 state universities of Michigan shall together submit an
22 implementation update report to the senate and house appropriations
23 subcommittees on community colleges and higher education, the
24 senate and house fiscal agencies, and the state budget director by
25 March 1, ~~2014~~-2015.

26 Sec. 217. (1) Unless otherwise specifically stated, all data
27 items used in determining state aid in this article are as defined

1 in the "2001 Manual for Uniform Financial Reporting, Michigan
2 Public Community Colleges", which shall be the basis for reporting
3 data, and the **CURRENT** "Activities Classification Structure Manual
4 for Michigan Community Colleges", ~~as amended~~, which shall be used
5 to document financial needs of the community colleges.

6 (2) **THE MICHIGAN ASSOCIATION OF COMMUNITY COLLEGES, THE**
7 **WORKFORCE DEVELOPMENT AGENCY, AND SENATE AND HOUSE FISCAL AGENCIES**
8 **SHALL REVIEW AND MAKE RECOMMENDATIONS FOR REVISIONS TO THE**
9 **ACTIVITIES CLASSIFICATION STRUCTURE MANUAL DESCRIBED IN SUBSECTION**
10 **(1) .**

11 Sec. 224. A community college shall use the P-20 longitudinal
12 data system to inform interested Michigan high schools **AND THE**
13 **PUBLIC** of the aggregate academic status of its students for the
14 previous academic year, in a manner prescribed by the Michigan
15 community college association and in cooperation with the Michigan
16 association of secondary school principals. Community colleges
17 shall cooperate with the center for educational performance and
18 information to ~~design and implement~~ **MAINTAIN** a systematic approach
19 for accomplishing this work.

20 Sec. 225. Each community college shall report to the house and
21 senate fiscal agencies, the state budget director, and the
22 workforce development agency by August 31, ~~2013,~~ **2014**, the tuition
23 and mandatory fees paid by a full-time in-district student and a
24 full-time out-of-district student as established by the college
25 governing board for the ~~2013-2014~~ **2014-2015** academic year. This
26 report should also include the annual cost of attendance based on a
27 full-time course load of 30 credits. Each community college shall

1 also report any revisions to the reported ~~2012-2013 or 2013-2014~~
2 **2014-2015** academic year tuition and mandatory fees adopted by the
3 college governing board to the house and senate fiscal agencies,
4 the state budget director, and the workforce development agency
5 within 15 days of being adopted.

6 Sec. 229. (1) It is the intent of the legislature that each
7 community college that receives an appropriation in section 201
8 include in its admission application process a specific question as
9 to whether an applicant for admission ~~is a veteran, an active~~
10 ~~member of the military, a member of the national guard or military~~
11 ~~reserves, or the spouse or dependent of a veteran, active member of~~
12 ~~the military, or member of the national guard or military reserves,~~
13 ~~in order to more quickly identify potential educational assistance~~
14 ~~available to that applicant.~~ **HAS EVER SERVED OR CURRENTLY SERVES IN**
15 **THE UNITED STATES ARMED FORCES OR IS THE DEPENDENT OF SOMEONE WHO**
16 **HAS SERVED OR IS CURRENTLY SERVING IN THE UNITED STATES ARMED**
17 **FORCES.**

18 (2) It is the intent of the legislature that each public
19 community college that receives an appropriation in section 201
20 shall work with the house and senate community college
21 subcommittees, the Michigan community college association, and
22 veterans groups to review the issue of in-district tuition for
23 veterans of this state when determining tuition rates and fees.

24 (3) As used in this section, "veteran" means an honorably
25 discharged veteran entitled to educational assistance under the
26 provisions of section 5003 of the post-911 veterans educational
27 assistance act of 2008, 38 USC 3301 to 3324.

1 Sec. 229a. Included in the fiscal year ~~2013-2014~~**2014-2015**
 2 appropriations for the department of technology, management, and
 3 budget are appropriations to provide funding for the state share of
 4 costs for previously constructed capital projects for community
 5 colleges. Those appropriations for state building authority rent
 6 represent additional state general fund support for community
 7 colleges, and the following is an estimate of the amount of that
 8 support to each community college:

- 9 (a) Alpena Community College, ~~\$434,500.00~~**\$485,400.00.**
- 10 (b) Bay de Noc Community College, ~~\$644,500.00~~**\$636,600.00.**
- 11 (c) Delta College, ~~\$2,877,700.00~~**\$2,842,800.00.**
- 12 (d) Glen Oaks Community College, ~~\$124,900.00~~**\$123,300.00.**
- 13 (e) Gogebic Community College, ~~\$78,100.00~~**\$16,900.00.**
- 14 (f) Grand Rapids Community College,
 15 ~~\$1,700,400.00~~**\$1,792,400.00.**
- 16 (g) Henry Ford Community College, ~~\$1,126,800.00~~**\$1,030,800.00.**
- 17 (h) Jackson Community College, ~~\$1,809,500.00~~**\$1,787,300.00.**
- 18 (i) Kalamazoo Valley Community College,
 19 ~~\$1,489,300.00~~**\$1,471,000.00.**
- 20 (j) Kellogg Community College, ~~\$527,900.00~~**\$521,400.00.**
- 21 (k) Kirtland Community College, ~~\$368,800.00~~**\$364,000.00.**
- 22 (l) Lake Michigan College, ~~\$345,200.00~~**\$340,900.00.**
- 23 (m) Lansing Community College, ~~\$617,600.00~~**\$610,100.00.**
- 24 (n) Macomb Community College, ~~\$1,332,900.00~~**\$1,316,600.00.**
- 25 (o) Mid Michigan Community College, ~~\$928,900.00~~**\$1,117,300.00.**
- 26 (p) Monroe County Community College,
 27 ~~\$1,375,600.00~~**\$1,266,500.00.**

(q) Montcalm Community College, ~~\$1,015,700.00~~-\$973,700.00.

(r) C.S. Mott Community College, ~~\$1,830,400.00~~-\$1,808,000.00.

(s) Muskegon Community College, ~~\$201,000.00~~-\$198,500.00.

(t) North Central Michigan College, ~~\$476,300.00~~-\$117,600.00.

(u) Northwestern Michigan College,

~~\$1,324,800.00~~-\$1,308,600.00.

(v) Oakland Community College, ~~\$472,100.00~~-\$466,300.00.

(w) St. Clair County Community College,

~~\$361,400.00~~-\$357,000.00.

(x) Schoolcraft College, ~~\$1,569,500.00~~-\$1,550,300.00.

(y) Southwestern Michigan College, ~~\$538,600.00~~-\$231,100.00.

(z) Washtenaw Community College, ~~\$2,023,100.00~~-\$1,680,600.00.

(aa) Wayne County Community College,

~~\$1,918,700.00~~-\$1,466,000.00.

(bb) West Shore Community College, ~~\$585,800.00~~-\$578,600.00.

Sec. 229b. (1) The department of technology, management, and budget, after consultation with the unemployment insurance agency in the department of licensing and regulatory affairs, the workforce development agency, and community colleges, shall prepare a report on the feasibility of providing accurate information on student educational outcomes in the employment market, including all of the following information:

(a) The number of students who successfully completed a skilled trades program and obtained an apprenticeship or job in a field related to that skilled trades program in fiscal year ~~2012-2013~~ 2013-2014.

(b) The number of students described in subdivision (a) who

1 are veterans of the United States armed forces.

2 (2) By September 1, ~~2014~~, **2015**, the department shall submit
3 the report described in subsection (1) to the senate and house
4 appropriations subcommittees on community colleges and the senate
5 and house fiscal agencies.

6 (3) As used in this section, "skilled trades program" means an
7 academic program categorized in the United States department of
8 education classification of instructional program codes as 01, 46,
9 47, 48, or 49.

10 Sec. 230. (1) ~~It is the intent of the legislature that the~~
11 ~~recommendations and performance measures developed by the~~
12 ~~performance indicators task force formed under section 242 of 2005~~
13 ~~PA 154 be reviewed and more fully implemented for distribution of~~
14 ~~state funding to community colleges in future years.~~

15 ~~— (2) Any additional funding provided to~~ **MONEY INCLUDED IN THE**
16 **APPROPRIATIONS FOR** community college operations under section
17 201(2) in fiscal year ~~2013-2014~~ ~~that exceeds the amounts~~
18 ~~appropriated for operations in fiscal year 2012-2013-2014-2015~~ **FOR**
19 **PERFORMANCE FUNDING** is distributed based on the following formula:

20 (a) Allocated proportionate to fiscal year ~~2012-2013-2013-2014~~
21 base appropriations, 50%.

22 (b) Based on contact hour equated students, 10%.

23 (c) Based on administrative costs, 7.5%.

24 (d) Based on a weighted degree formula as provided for in the
25 2006 recommendations of the performance indicators task force,
26 17.5%.

27 (e) Based on the local strategic value component, as developed

1 in cooperation with the Michigan community college association and
2 described in subsection ~~(3)~~, **(2)**, 15%.

3 **(2)** ~~(3) The appropriation in section 201(2)(cc) MONEY INCLUDED~~
4 **IN THE APPROPRIATIONS FOR COMMUNITY COLLEGE OPERATIONS UNDER**
5 **SECTION 201(2)** for local strategic value shall be allocated to each
6 community college that certifies to the state budget director,
7 through a board of trustees resolution on or before ~~November 1,~~
8 ~~2013,~~ **OCTOBER 15, 2014**, that the college has met 4 out of 5 best
9 practices listed in each category described in subsection ~~(4)~~. **(3)**.

10 The resolution shall provide specifics as to how the community
11 college meets each best practice measure within each category. One-
12 third of funding available under the strategic value component
13 shall be allocated to each category described in subsection ~~(4)~~.

14 **(3)**. Amounts distributed under local strategic value shall be on a
15 proportionate basis to each college's fiscal year ~~2012-2013-2013-~~
16 **2014** operations funding. Payments to community colleges that
17 qualify for local strategic value funding shall be distributed with
18 the November installment payment described in section 206.

19 **(3)** ~~(4)~~ For purposes of subsection ~~(3)~~, **(2)**, the following
20 categories of best practices reflect functional activities of
21 community colleges that have strategic value to the local
22 communities and regional economies:

23 (a) For Category A, economic development and business or
24 industry partnerships, the following:

25 (i) The community college has active partnerships with local
26 employers including hospitals and health care providers.

27 (ii) The community college provides customized on-site training

1 for area companies, employees, or both.

2 (iii) The community college supports entrepreneurship through a
3 small business assistance center or other training or consulting
4 activities targeted toward small businesses.

5 (iv) The community college supports technological advancement
6 through industry partnerships, incubation activities, or operation
7 of a Michigan technical education center or other advanced
8 technology center.

9 (v) The community college has active partnerships with local
10 or regional workforce and economic development agencies.

11 (b) For Category B, educational partnerships, the following:

12 (i) The community college has active partnerships with regional
13 high schools, intermediate school districts, and career-tech
14 centers to provide instruction through dual enrollment, **CONCURRENT**
15 **ENROLLMENT**, direct credit, middle college, or academy programs.

16 (ii) The community college hosts, sponsors, or participates in
17 enrichment programs for area K-12 students, such as college days,
18 summer or after-school programming, or science Olympiad.

19 (iii) The community college provides, supports, or participates
20 in programming to promote successful transitions to college for
21 traditional age students, including grant programs such as talent
22 search, upward bound, or other activities to promote college
23 readiness in area high schools and community centers.

24 (iv) The community college provides, supports, or participates
25 in programming to promote successful transitions to college for new
26 or reentering adult students, such as adult basic education, GED
27 preparation, GED testing, or recruiting, advising, or orientation

1 activities specific to adults.

2 (v) The community college has active partnerships with
3 regional 4-year colleges and universities to promote successful
4 transfer, such as articulation, 2+2, or reverse transfer agreements
5 or operation of a university center.

6 (c) For Category C, community services, the following:

7 (i) The community college provides continuing education
8 programming for leisure, wellness, personal enrichment, or
9 professional development.

10 (ii) The community college operates or sponsors opportunities
11 for community members to engage in activities that promote leisure,
12 wellness, cultural or personal enrichment such as community sports
13 teams, theater or musical ensembles, or artist guilds.

14 (iii) The community college operates public facilities to
15 promote cultural, educational, or personal enrichment for community
16 members, such as libraries, computer labs, performing arts centers,
17 museums, art galleries, or television or radio stations.

18 (iv) The community college operates public facilities to
19 promote leisure or wellness activities for community members,
20 including gymnasiums, athletic fields, tennis courts, fitness
21 centers, hiking or biking trails, or natural areas.

22 (v) The community college promotes, sponsors, or hosts
23 community service activities for students, staff, or community
24 members.

25 Enacting section 1. In accordance with section 30 of article
26 IX of the state constitution of 1963, total state spending from
27 state sources for community colleges for fiscal year 2014-2015

1 under article II is estimated at \$371,524,900.00 and the amount of
2 that state spending from state sources to be paid to local units of
3 government for fiscal year 2014-2015 is estimated at
4 \$371,524,900.00.

5 Enacting section 2. This amendatory act takes effect October
6 1, 2014.