

**SUBSTITUTE FOR  
SENATE BILL NO. 117**

A bill to amend 1979 PA 94, entitled  
"The state school aid act of 1979,"  
by amending sections 201, 201a, 206, 207a, 207b, 207c, 209, 210b,  
217, 225, 226, 229a, and 230 (MCL 388.1801, 388.1801a, 388.1806,  
388.1807a, 388.1807b, 388.1807c, 388.1809, 388.1810b, 388.1817,  
388.1825, 388.1826, 388.1829a, and 388.1830), section 201 as  
amended by 2015 PA 5, sections 201a, 206, 209, 210b, 217, 225,  
229a, and 230 as amended and sections 207a, 207b, and 207c as added  
by 2014 PA 196, and section 226 as amended by 2012 PA 201, and by  
adding sections 210c, 210d, 215, and 230a; and to repeal acts and  
parts of acts.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

**1**       Sec. 201. (1) Subject to the conditions set forth in this

article, the amounts listed in this section are appropriated for community colleges for the fiscal year ending September 30, ~~2015,~~ **2016**, from the funds indicated in this section. The following is a summary of the appropriations in this section:

(a) The gross appropriation is ~~\$364,724,900.00.~~ **\$393,825,600.00.** After deducting total interdepartmental grants and intradepartmental transfers in the amount of \$0.00, the adjusted gross appropriation is ~~\$364,724,900.00.~~ **\$393,825,600.00.**

(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, ~~\$364,724,900.00.~~ **\$271,114,800.00.**

(v) State general fund/general purpose money, ~~\$0.00.~~ **\$122,710,800.00.**

(2) Subject to subsection (3), the amount appropriated for community college operations is ~~\$307,191,300.00,~~ **\$311,492,000.00,** allocated as follows:

(a) The appropriation for Alpena Community College is ~~\$5,390,700.00, \$5,236,500.00 for operations and \$154,200.00 for performance funding.~~ **\$5,464,400.00, \$5,390,700.00 FOR OPERATIONS AND \$73,700.00 FOR PERFORMANCE FUNDING.**

(b) The appropriation for Bay de Noc Community College is ~~\$5,419,500.00, \$5,279,300.00 for operations and \$140,200.00 for performance funding.~~ **\$5,490,200.00, \$5,419,500.00 FOR OPERATIONS AND**

1    **\$70,700.00 FOR PERFORMANCE FUNDING.**

2           (c) The appropriation for Delta College is ~~\$14,498,900.00,~~  
3   ~~\$14,063,500.00 for operations and \$435,400.00 for performance~~  
4   ~~funding.~~**\$14,704,000.00, \$14,498,900.00 FOR OPERATIONS AND**  
5   **\$205,100.00 FOR PERFORMANCE FUNDING.**

6           (d) The appropriation for Glen Oaks Community College is  
7   ~~\$2,516,100.00, \$2,441,500.00 for operations and \$74,600.00 for~~  
8   ~~performance funding.~~**\$2,551,100.00, \$2,516,100.00 FOR OPERATIONS AND**  
9   **\$35,000.00 FOR PERFORMANCE FUNDING.**

10          (e) The appropriation for Gogebic Community College is  
11   ~~\$4,451,400.00, \$4,330,300.00 for operations and \$121,100.00 for~~  
12   ~~performance funding.~~**\$4,509,900.00, \$4,451,400.00 FOR OPERATIONS AND**  
13   **\$58,500.00 FOR PERFORMANCE FUNDING.**

14          (f) The appropriation for Grand Rapids Community College is  
15   ~~\$17,947,500.00, \$17,454,900.00 for operations and \$492,600.00 for~~  
16   ~~performance funding.~~**\$18,187,300.00, \$17,947,500.00 FOR OPERATIONS**  
17   **AND \$239.800.00 FOR PERFORMANCE FUNDING.**

18          (g) The appropriation for Henry Ford Community College is  
19   ~~\$21,623,800.00, \$21,060,000.00 for operations and \$563,800.00 for~~  
20   ~~performance funding.~~**\$21,893,300.00, \$21,623,800.00 FOR OPERATIONS**  
21   **AND \$269,500.00 FOR PERFORMANCE FUNDING.**

22          (h) The appropriation for Jackson College is ~~\$12,087,300.00,~~  
23   ~~\$11,758,200.00 for operations and \$329,100.00 for performance~~  
24   ~~funding.~~**\$12,245,300.00, \$12,087,300.00 FOR OPERATIONS AND**  
25   **\$158,000.00 FOR PERFORMANCE FUNDING.**

26          (i) The appropriation for Kalamazoo Valley Community College  
27   is ~~\$12,503,100.00, \$12,122,500.00 for operations and \$380,600.00~~

1 ~~for performance funding.~~ \$12,689,400.00, \$12,503,100.00 FOR  
2 OPERATIONS AND \$186,300.00 FOR PERFORMANCE FUNDING.

3 (j) The appropriation for Kellogg Community College is  
4 ~~\$9,813,500.00, \$9,522,000.00 for operations and \$291,500.00 for~~  
5 ~~performance funding.~~ \$9,950,100.00, \$9,813,500.00 FOR OPERATIONS AND  
6 \$136,600.00 FOR PERFORMANCE FUNDING.

7 (k) The appropriation for Kirtland Community College is  
8 ~~\$3,167,700.00, \$3,055,700.00 for operations and \$112,000.00 for~~  
9 ~~performance funding.~~ \$3,221,500.00, \$3,167,700.00 FOR OPERATIONS AND  
10 \$53,800.00 FOR PERFORMANCE FUNDING.

11 (l) The appropriation for Lake Michigan College is  
12 ~~\$5,342,900.00, \$5,178,100.00 for operations and \$164,800.00 for~~  
13 ~~performance funding.~~ \$5,417,700.00, \$5,342.900.00 FOR OPERATIONS AND  
14 \$74,800.00 FOR PERFORMANCE FUNDING.

15 (m) The appropriation for Lansing Community College is  
16 ~~\$30,877,600.00, \$30,023,700.00 for operations and \$853,900.00 for~~  
17 ~~performance funding.~~ \$31,288,200.00, \$30,877,600.00 FOR OPERATIONS  
18 AND \$410,600.00 FOR PERFORMANCE FUNDING.

19 (n) The appropriation for Macomb Community College is  
20 ~~\$32,816,600.00, \$31,931,200.00 for operations and \$885,400.00 for~~  
21 ~~performance funding.~~ \$33,239,500.00, \$32,816,600.00 FOR OPERATIONS  
22 AND \$422,900.00 FOR PERFORMANCE FUNDING.

23 (o) The appropriation for Mid Michigan Community College is  
24 ~~\$4,682,000.00, \$4,517,900.00 for operations and \$164,100.00 for~~  
25 ~~performance funding.~~ \$4,757,700.00, \$4,682,000.00 FOR OPERATIONS AND  
26 \$75,700.00 FOR PERFORMANCE FUNDING.

27 (p) The appropriation for Monroe County Community College is

1 ~~\$4,492,900.00, \$4,342,600.00 for operations and \$150,300.00 for~~  
2 ~~performance funding.~~ \$4,565,600.00, \$4,492,900.00 FOR OPERATIONS AND  
3 \$72,700.00 FOR PERFORMANCE FUNDING.

4 (q) The appropriation for Montcalm Community College is  
5 ~~\$3,226,700.00, \$3,121,200.00 for operations and \$105,500.00 for~~  
6 ~~performance funding.~~ \$3,280,600.00, \$3,226,700.00 FOR OPERATIONS AND  
7 \$53,900.00 FOR PERFORMANCE FUNDING.

8 (r) The appropriation for C.S. Mott Community College is  
9 ~~\$15,686,100.00, \$15,247,100.00 for operations and \$439,000.00 for~~  
10 ~~performance funding.~~ \$15,901,700.00, \$15,686,100.00 FOR OPERATIONS  
11 AND \$215,600.00 FOR PERFORMANCE FUNDING.

12 (s) The appropriation for Muskegon Community College is  
13 ~~\$8,901,000.00, \$8,653,500.00 for operations and \$247,500.00 for~~  
14 ~~performance funding.~~ \$9,020,700.00, \$8,901,000.00 FOR OPERATIONS AND  
15 \$119,700.00 FOR PERFORMANCE FUNDING.

16 (t) The appropriation for North Central Michigan College is  
17 ~~\$3,172,400.00, \$3,064,400.00 for operations and \$108,000.00 for~~  
18 ~~performance funding.~~ \$3,224,800.00, \$3,172,400.00 FOR OPERATIONS AND  
19 \$52,400.00 FOR PERFORMANCE FUNDING.

20 (u) The appropriation for Northwestern Michigan College is  
21 ~~\$9,078,800.00, \$8,825,300.00 for operations and \$253,500.00 for~~  
22 ~~performance funding.~~ \$9,200,500.00, \$9,078,800.00 FOR OPERATIONS AND  
23 \$121,700.00 FOR PERFORMANCE FUNDING.

24 (v) The appropriation for Oakland Community College is  
25 ~~\$21,123,300.00, \$20,483,100.00 for operations and \$640,200.00 for~~  
26 ~~performance funding.~~ \$21,429,400.00, \$21,123,300.00 FOR OPERATIONS  
27 AND \$306,100.00 FOR PERFORMANCE FUNDING.

(w) The appropriation for St. Clair County Community College is ~~\$7,061,600.00, \$6,860,100.00 for operations and \$201,500.00 for performance funding.~~ **\$7,158,000.00, \$7,061,600.00 FOR OPERATIONS AND \$96,400.00 FOR PERFORMANCE FUNDING.**

(x) The appropriation for Schoolcraft College is ~~\$12,513,700.00, \$12,112,200.00 for operations and \$401,500.00 for performance funding.~~ **\$12,706,400.00, \$12,513,700.00 FOR OPERATIONS AND \$192,700.00 FOR PERFORMANCE FUNDING.**

(y) The appropriation for Southwestern Michigan College is ~~\$6,576,400.00, \$6,404,300.00 for operations and \$172,100.00 for performance funding.~~ **\$6,657,600.00, \$6,576,400.00 FOR OPERATIONS AND \$81,200.00 FOR PERFORMANCE FUNDING.**

(z) The appropriation for Washtenaw Community College is ~~\$13,077,300.00, \$12,610,800.00 for operations and \$466,500.00 for performance funding.~~ **\$13,301,100.00, \$13,077,300.00 FOR OPERATIONS AND \$223,800.00 FOR PERFORMANCE FUNDING.**

(aa) The appropriation for Wayne County Community College is ~~\$16,727,600.00, \$16,194,300.00 for operations and \$533,300.00 for performance funding.~~ **\$16,989,800.00, \$16,727,600.00 FOR OPERATIONS AND \$262,200.00 FOR PERFORMANCE FUNDING.**

(bb) The appropriation for West Shore Community College is ~~\$2,414,900.00, \$2,349,800.00 for operations and \$65,100.00 for performance funding.~~ **\$2,446,200.00, \$2,414,900.00 FOR OPERATIONS AND \$31,300.00 FOR PERFORMANCE FUNDING.**

(3) The amount appropriated in subsection (2) for community college operations is ~~\$307,191,300.00, appropriated from the state school aid fund.~~ **APPROPRIATED FROM THE FOLLOWING:**

1           **(A) STATE SCHOOL AID FUND, \$244,581,200.00.**

2           **(B) STATE GENERAL FUND/GENERAL PURPOSE MONEY, \$66,910,800.00.**

3           (4) From the appropriations described in subsection (1),  
4 subject to section 207a, the amount appropriated for fiscal year  
5 ~~2014-2015-2015-2016~~ to offset certain fiscal year ~~2014-2015-2015-~~  
6 **2016** retirement contributions is \$1,733,600.00, appropriated from  
7 the state school aid fund.

8           (5) From the appropriations described in subsection (1),  
9 subject to section 207b, the amount appropriated for payments to  
10 community colleges that are participating entities of the  
11 retirement system is ~~\$52,300,000.00, \$69,500,000.00, \$17,200,000.00~~  
12 appropriated from the state school aid fund **AND \$52,300,000.00**  
13 **APPROPRIATED FROM STATE GENERAL FUND/GENERAL PURPOSE MONEY.**

14           (6) From the appropriations described in subsection (1),  
15 subject to section 207c, the amount appropriated for renaissance  
16 zone tax reimbursements is ~~\$3,500,000.00, \$5,100,000.00,~~  
17 **\$1,600,000.00** appropriated from the state school aid fund **AND**  
18 **\$3,500,000.00 APPROPRIATED FROM STATE GENERAL FUND/GENERAL PURPOSE**  
19 **MONEY.**

20           **(7) FROM THE APPROPRIATIONS DESCRIBED IN SUBSECTION (1), THE**  
21 **AMOUNT APPROPRIATED FOR PART-TIME, INDEPENDENT STUDENT GRANTS IS**  
22 **\$6,000,000.00, APPROPRIATED FROM THE STATE SCHOOL AID FUND.**

23           Sec. 201a. It is the intent of the legislature to provide  
24 appropriations for the fiscal year ending on September 30, ~~2016~~  
25 **2017** for the items listed in section 201. The fiscal year ~~2015-2016~~  
26 **2016-2017** appropriations are anticipated to be the same as those  
27 for fiscal year ~~2014-2015, 2015-2016~~, except that the amounts will

1 be adjusted for changes in retirement costs, caseload and related  
2 costs, federal fund match rates, economic factors, and available  
3 revenue. These adjustments will be determined after the January  
4 ~~2015-2016~~ consensus revenue estimating conference.

5       Sec. 206. The funds appropriated in section 201 are  
6 appropriated for community colleges with fiscal years ending June  
7 30, ~~2015-2016~~ and shall be paid out of the state treasury and  
8 distributed by the state treasurer to the respective community  
9 colleges in 11 monthly installments on the sixteenth of each month,  
10 or the next succeeding business day, beginning with October 16,  
11 ~~2014-2015~~. Each community college shall accrue its July and August  
12 ~~2015-2016~~ payments to its institutional fiscal year ending June 30,  
13 ~~2015-2016~~. However, if the state budget director determines that a  
14 community college failed to submit all verified Michigan community  
15 colleges activities classification structure data for school year  
16 ~~2013-2014-2014-2015~~ to the workforce development agency by November  
17 1, ~~2014-2015~~, or failed to submit its longitudinal data system  
18 data set for school year ~~2013-2014-2014-2015~~ to the center for  
19 educational performance and information under section 219, the  
20 state treasurer shall withhold the monthly installments from that  
21 community college until those data are submitted. The state budget  
22 director shall notify the chairs of the house and senate  
23 appropriations subcommittees on community colleges at least 10 days  
24 before withholding funds from any community college.

25       Sec. 207a. All of the following apply to the allocation of the  
26 **FISCAL YEAR 2015-2016** appropriations described in section 201(4):

27       (a) A community college that receives money under section



201(4) shall use that money solely for the purpose of offsetting a portion of the retirement contributions owed by the college for ~~the~~ **THAT** fiscal year. ~~ending September 30, 2015.~~

(b) The amount allocated to each participating community college under section 201(4) shall be based on each ~~participating~~ college's **PERCENTAGE OF THE** total **COVERED** payroll ~~covered by the retirement system covered payroll~~ for all **COMMUNITY COLLEGES THAT ARE** participating colleges ~~for~~ **IN THE IMMEDIATELY PRECEDING** fiscal year. ~~2013-2014.~~

Sec. 207b. All of the following apply to the allocation of the **FISCAL YEAR 2015-2016** appropriations described in section 201(5) for payments to community colleges that are participating entities of the retirement system:

(a) The amount of a payment under section 201(5) 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 section 201(5) 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 subdivision shall use the funds solely for the purpose of retirement contributions under section 201(5).

1 (c) Each participating college that receives funds under  
2 section 201(5) shall forward an amount equal to the amount  
3 allocated under subdivision (b) to the retirement system in a form  
4 and manner determined by the retirement system.

5 Sec. 207c. All of the following apply to the allocation of the  
6 appropriations described in section 201(6) to community colleges  
7 described in section 12(3) of the Michigan renaissance zone act,  
8 **1996 PA 376**, MCL 125.2692:

9 (a) The amount allocated to each community college under  
10 section 201(6) **FOR FISCAL YEAR 2015-2016** shall be based on that  
11 community college's proportion of total revenue lost by community  
12 colleges ~~in fiscal year 2013-2014~~ as a result of the exemption of  
13 property **TAXES LEVIED IN 2015** under the Michigan renaissance zone  
14 act, **1996 PA 376**, **MCL 125.2681 TO 125.2696**.

15 (b) The appropriations described in section 201(6) shall be  
16 made to each eligible community college within 60 days after the  
17 department of treasury certifies to the state budget director that  
18 it has received all necessary information to properly determine the  
19 amounts ~~of tax revenue lost by~~ **PAYABLE TO** each eligible community  
20 college ~~in fiscal year 2013-2014~~ under section 12 of the Michigan  
21 renaissance zone act, **1996 PA 376**, MCL 125.2692.

22 Sec. 209. (1) Within 30 days after the board of a community  
23 college adopts its annual operating budget for the following ~~school~~  
24 fiscal year, or after the board adopts a subsequent revision to  
25 that budget, the community college shall make all of the following  
26 available through a link on its website homepage:

27 (a) The annual operating budget and subsequent budget

1 revisions.

2 (b) A link to the most recent "Activities Classification  
3 Structure Data Book and Companion".

4 (c) General fund revenue and expenditure projections for  
5 fiscal year ~~2014-2015~~**2015-2016** and fiscal year ~~2015-2016~~**2016-**  
6 **2017**.

7 (d) A listing of all debt service obligations, detailed by  
8 project, anticipated fiscal year ~~2014-2015~~**2015-2016** payment of  
9 each project, and total outstanding debt.

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

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

15 (i) The current collective bargaining agreement for each  
16 bargaining unit.

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

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

24 (iv) A copy of the board of trustees resolution regarding  
25 compliance with best practices for the local strategic value  
26 component described in section 230(2).

27 (2) For statewide consistency and public visibility, community

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

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

14 (4) Each community college shall report the following  
15 information to the senate and house appropriations subcommittees on  
16 community colleges, the senate and house fiscal agencies, and the  
17 state budget office by November 15 of each fiscal year and post  
18 that information on ~~the internet~~ **ITS** website **AS** required under  
19 subsection (1):

20 (a) Budgeted fiscal year ~~2014-2015-2015-2016~~ general fund  
21 revenue from tuition and fees.

22 (b) Budgeted fiscal year ~~2014-2015-2015-2016~~ general fund  
23 revenue from state appropriations.

24 (c) Budgeted fiscal year ~~2014-2015-2015-2016~~ general fund  
25 revenue from property taxes.

26 (d) Budgeted fiscal year ~~2014-2015-2015-2016~~ total general  
27 fund revenue.

1 (e) Budgeted fiscal year ~~2014-2015~~**2015-2016** total general  
2 fund expenditures.

3 (5) By November 15 of each year, a community college shall  
4 report the following information to the center for educational  
5 performance and information and post the information on its website  
6 under the budget transparency icon badge:

7 (a) Opportunities for earning college credit through the  
8 following programs:

9 (i) State approved career and technical education or a tech  
10 prep articulated program of study.

11 (ii) Direct college credit or concurrent enrollment.

12 (iii) Dual enrollment.

13 (iv) An early college/middle college program.

14 (b) For each program described in subdivision (a) that the  
15 community college offers, all of the following information:

16 (i) The number of high school students participating in the  
17 program.

18 (ii) The number of school districts that participate in the  
19 program with the community college.

20 (iii) Whether a college professor, qualified local school  
21 district employee, or other individual teaches the course or  
22 courses in the program.

23 (iv) The total cost to the community college to operate the  
24 program.

25 (v) The cost per credit hour for the course or courses in the  
26 program.

27 (vi) The location where the course or courses in the program

1 are held.

2 (vii) Instructional resources offered to the program  
3 instructors.

4 (viii) Resources offered to the student in the program.

5 (ix) Transportation services provided to students in the  
6 program.

7 Sec. 210b. (1) It is the intent of the legislature that the  
8 Michigan ~~association of collegiate registrars and admissions~~  
9 ~~officers~~ **ASSOCIATION OF COLLEGIATE REGISTRARS AND ADMISSIONS**  
10 **OFFICERS** implement any agreement or agreements among the community  
11 colleges and universities concerning the transferability of college  
12 courses resulting from the recommendations of the committee created  
13 under former section 210a.

14 (2) It is the intent of the legislature that the Michigan  
15 ~~association of collegiate registrars and admissions officers,~~  
16 **ASSOCIATION OF COLLEGIATE REGISTRARS AND ADMISSIONS OFFICERS**, the  
17 Michigan ~~community college association,~~ **COMMUNITY COLLEGE**  
18 **ASSOCIATION**, and the ~~presidents council, state universities~~  
19 **PRESIDENTS COUNCIL, STATE UNIVERSITIES** of Michigan shall together  
20 submit an implementation update report to the senate and house  
21 appropriations subcommittees on community colleges and higher  
22 education, the senate and house fiscal agencies, and the state  
23 budget director by March 1, ~~2015-2016~~.

24 **SEC. 210C. (1) A STUDY COMMITTEE SHALL BE CREATED TO DEVELOP A**  
25 **PROCESS TO IMPROVE THE TRANSFERABILITY AND APPLICABILITY OF**  
26 **ASSOCIATE OF ARTS AND ASSOCIATE OF SCIENCE DEGREES AS A BLOCK OF**  
27 **CREDITS BETWEEN COMMUNITY COLLEGES AND PUBLIC UNIVERSITIES ON A**

1 STATEWIDE BASIS. BUILDING ON THE MICHIGAN TRANSFER NETWORK  
2 SPONSORED BY THE MICHIGAN ASSOCIATION OF COLLEGIATE REGISTRARS AND  
3 ADMISSIONS OFFICERS AND, WHERE POSSIBLE, EXISTING LOCAL  
4 ARTICULATION AGREEMENTS BETWEEN INDIVIDUAL INSTITUTIONS, THE  
5 COMMITTEE SHALL WORK TO EXPLORE STANDARDS FOR PROGRAM ARTICULATION  
6 BETWEEN INSTITUTIONS SO THAT AN ASSOCIATE OF ARTS AND ASSOCIATE OF  
7 SCIENCE DEGREE EARNED AT A COMMUNITY COLLEGES IS CONSIDERED THE  
8 EQUIVALENT OF THE FIRST 60 CREDITS OF A BACCALAUREATE DEGREE, AND  
9 THOSE CREDITS CAN BE SEAMLESSLY TRANSFERRED AND APPLIED TO THE  
10 PROGRAM OF STUDY AT THE RECEIVING UNIVERSITY.

11 (2) IT IS THE INTENT OF THE LEGISLATURE THAT THE STUDY  
12 COMMITTEE CREATED UNDER SUBSECTION (1) WILL EXPLORE RELEVANT ISSUES  
13 SUCH AS THE SATISFACTION OF ALL LOWER DIVISION GENERAL EDUCATION  
14 REQUIREMENTS, THE APPLICABILITY OF EQUIVALENT COURSES TO THE MAJOR  
15 PROGRAM OF STUDY, JUNIOR-LEVEL STANDING AT THE UNIVERSITY FOR  
16 TRANSFER STUDENTS, AND THE COMPLETION OF THE BACCALAUREATE DEGREE  
17 WITH A LIMIT OF 60 POSTTRANSFER CREDIT HOURS. BECAUSE OF THE  
18 LEGISLATURE'S INTEREST IN PROMOTING DEGREE COMPLETION, THE STUDY  
19 COMMITTEE SHOULD ALSO CONSIDER INCENTIVES FOR STUDENTS TO COMPLETE  
20 BOTH AN ASSOCIATE DEGREE AND A BACCALAUREATE DEGREE.

21 (3) THE STUDY COMMITTEE CREATED UNDER SUBSECTION (1) SHALL  
22 CONSIST OF THE FOLLOWING MEMBERS:

23 (A) TEN REPRESENTATIVES FROM COMMUNITY COLLEGES SELECTED BY  
24 THE MICHIGAN COMMUNITY COLLEGE ASSOCIATION.

25 (B) TEN REPRESENTATIVES FROM PUBLIC UNIVERSITIES SELECTED BY  
26 THE PRESIDENTS COUNCIL, STATE UNIVERSITIES OF MICHIGAN.

27 (C) FOUR MEMBERS OF THE MICHIGAN ASSOCIATION OF COLLEGIATE

1 REGISTRARS AND ADMISSIONS OFFICERS.

2 (D) ONE MEMBER OF THE MICHIGAN HOUSE OF REPRESENTATIVES  
3 SELECTED BY THE SPEAKER OF THE HOUSE.

4 (E) ONE MEMBER OF THE MICHIGAN HOUSE OF REPRESENTATIVES  
5 SELECTED BY THE MINORITY LEADER OF THE HOUSE.

6 (F) ONE MEMBER OF THE MICHIGAN SENATE SELECTED BY THE SENATE  
7 MAJORITY LEADER.

8 (G) ONE MEMBER OF THE MICHIGAN SENATE SELECTED BY THE SENATE  
9 MINORITY LEADER.

10 (4) THE STUDY COMMITTEE CREATED UNDER SUBSECTION (1) SHALL  
11 SUBMIT A PROJECT STATUS REPORT AND INITIAL RECOMMENDATIONS TO THE  
12 SENATE AND HOUSE APPROPRIATIONS SUBCOMMITTEES ON COMMUNITY COLLEGES  
13 AND HIGHER EDUCATION, THE SENATE AND HOUSE FISCAL AGENCIES, AND THE  
14 STATE BUDGET DIRECTOR BY MARCH 1, 2016.

15 SEC. 210D. IT IS THE INTENT OF THE LEGISLATURE THAT COMMUNITY  
16 COLLEGES WORK WITH PUBLIC UNIVERSITIES IN THIS STATE TO IMPLEMENT  
17 STATEWIDE REVERSE TRANSFER AGREEMENTS TO INCREASE THE NUMBER OF  
18 STUDENTS WHO ARE AWARDED CREDENTIALS OF VALUE UPON COMPLETION OF  
19 THE NECESSARY CREDITS. THESE STATEWIDE AGREEMENTS SHALL ENABLE  
20 STUDENTS WHO HAVE EARNED A SIGNIFICANT NUMBER OF CREDITS AT A  
21 COMMUNITY COLLEGE AND TRANSFERRED TO A BACCALAUREATE-GRANTING  
22 INSTITUTION BEFORE COMPLETING A DEGREE TO TRANSFER THE CREDITS  
23 EARNED AT THE BACCALAUREATE INSTITUTION BACK TO THE COMMUNITY  
24 COLLEGE IN ORDER TO BE AWARDED A CREDENTIAL OF VALUE.

25 SEC. 215. ALL OF THE FOLLOWING APPLY TO THE MONEY APPROPRIATED  
26 FOR PART-TIME, INDEPENDENT STUDENT GRANTS UNDER SECTION 201:

27 (A) PAYMENTS OF THE AMOUNTS INCLUDED IN SECTION 201 FOR PART-



1 TIME, INDEPENDENT STUDENT GRANTS SHALL BE DISTRIBUTED PURSUANT TO  
2 1986 PA 102, MCL 390.1281 TO 390.1288.

3 (B) IN ORDER TO INCREASE THE NUMBER OF RESIDENTS IN THIS STATE  
4 WITH A POSTSECONDARY CREDENTIAL, A COMMUNITY COLLEGE THAT RECEIVES  
5 FUNDS FROM THE PART-TIME, INDEPENDENT STUDENT GRANTS UNDER SECTION  
6 201 IS ENCOURAGED TO PRIORITIZE THESE FUNDS FOR AID TO STUDENTS WHO  
7 HAVE ENROLLED IN AN ACADEMIC PROGRAM AFTER NOT BEING ENROLLED FOR  
8 MORE THAN A SEMESTER OR TERM, WHO HAVE PREVIOUSLY EARNED CREDITS IN  
9 AN ACADEMIC PROGRAM, AND WHO HAVE NOT YET EARNED A CERTIFICATE OR  
10 DEGREE.

11 (C) THE MONEY APPROPRIATED FOR PART-TIME, INDEPENDENT STUDENT  
12 GRANTS SHALL BE PAID OUT OF THE STATE TREASURY AND SHALL BE  
13 DISTRIBUTED TO THE RESPECTIVE COMMUNITY COLLEGES UNDER A QUARTERLY  
14 PAYMENT SYSTEM AS FOLLOWS: 50% SHALL BE PAID AT THE BEGINNING OF  
15 THE STATE'S FIRST FISCAL QUARTER, 30% DURING THE STATE'S SECOND  
16 FISCAL QUARTER, 10% DURING THE STATE'S THIRD FISCAL QUARTER, AND  
17 10% DURING THE STATE'S FOURTH FISCAL QUARTER.

18 (D) THE DEPARTMENT OF TREASURY SHALL DETERMINE THE NEEDS  
19 ANALYSIS CRITERIA FOR STUDENTS TO QUALIFY FOR PART-TIME,  
20 INDEPENDENT STUDENT GRANTS. TO BE CONSISTENT WITH FEDERAL  
21 REQUIREMENTS, THE DEPARTMENT OF TREASURY MAY TAKE STUDENT WAGES  
22 INTO CONSIDERATION WHEN DETERMINING THE AMOUNT OF THE AWARD.

23 Sec. 217. (1) The workforce development agency shall do all of  
24 the following:

25 (a) Establish, maintain, and coordinate the state community  
26 college database commonly known as the "activities classification  
27 structure" or "ACS" database.

1 (b) Collect data concerning community colleges and community  
2 college programs in this state, including data required by law.

3 (c) Establish procedures to ensure the validity and  
4 reliability of the data and the collection process.

5 (d) Develop model data collection policies, including, but not  
6 limited to, policies that ensure the privacy of any individual  
7 student data. Privacy policies shall ensure that student social  
8 security numbers are not released to the public for any purpose.

9 (e) Provide data in a useful manner to allow state  
10 policymakers and community college officials to make informed  
11 policy decisions.

12 (f) Assist community colleges in complying with audits under  
13 this section or federal law.

14 (2) There is created within the workforce development agency  
15 the activities classification structure advisory committee. The  
16 committee shall provide advice to the director of the workforce  
17 development agency regarding the management of the state community  
18 college database, including, but not limited to:

19 (a) Determining what data are necessary to collect and  
20 maintain to enable state and community college officials to make  
21 informed policy decisions.

22 (b) Defining the roles of all stakeholders in the data  
23 collection system.

24 (c) Recommending timelines for the implementation and ongoing  
25 collection of data.

26 (d) Establishing and maintaining data definitions, data  
27 transmission protocols, and system specifications and procedures

1 for the efficient and accurate transmission and collection of data.

2 (e) Establishing and maintaining a process for ensuring the  
3 accuracy of the data.

4 (f) Establishing and maintaining policies related to data  
5 collection, including, but not limited to, privacy policies related  
6 to individual student data.

7 (g) Ensuring that the data are made available to state  
8 policymakers and citizens of this state in the most useful format  
9 possible.

10 (h) Addressing other matters as determined by the director of  
11 the workforce development agency or as required by law.

12 (3) The activities classification structure advisory committee  
13 created in subsection (2) shall consist of the following members:

14 (a) One representative from the house fiscal agency, appointed  
15 by the director of the house fiscal agency.

16 (b) One representative from the senate fiscal agency,  
17 appointed by the director of the senate fiscal agency.

18 (c) One representative from the workforce development agency,  
19 appointed by the director of the workforce development agency.

20 (d) One representative from the state budget office, appointed  
21 by the state budget director.

22 (e) One representative from the governor's policy office,  
23 appointed by that office.

24 (f) Four representatives of the Michigan ~~community colleges~~  
25 ~~association~~, **COMMUNITY COLLEGE ASSOCIATION**, appointed by the  
26 president of the association. From the groupings of community  
27 colleges given in table 17 of the activities classification

1 structure ~~report~~ **DATABASE** described in subsection ~~(4)~~, **(1)**, the  
2 association shall appoint 1 representative each from group 1, group  
3 2, and group 3, and 1 representative from either group 3 or 4.

4 ~~—— (4) The activities classification structure advisory committee~~  
5 ~~shall review the existing activities classification structure~~  
6 ~~report, data, definitions, processes, and other items as needed and~~  
7 ~~publish an initial report on their findings and recommendations by~~  
8 ~~July 30, 2015. This report shall be submitted to the senate and~~  
9 ~~house appropriations subcommittees on community colleges, the~~  
10 ~~senate and house fiscal agencies, the director of the workforce~~  
11 ~~development agency, the state budget director, and the Michigan~~  
12 ~~community colleges association.~~

13       Sec. 225. Each community college shall report to the house and  
14 senate fiscal agencies, the state budget director, and the  
15 workforce development agency by August 31, ~~2014~~, **2015**, the tuition  
16 and mandatory fees paid by a full-time in-district student and a  
17 full-time out-of-district student as established by the college  
18 governing board for the ~~2014-2015~~ **2015-2016** academic year. This  
19 report should also include the annual cost of attendance based on a  
20 full-time course load of 30 credits. Each community college shall  
21 also report any revisions to the reported ~~2014-2015~~ **2015-2016**  
22 academic year tuition and mandatory fees adopted by the college  
23 governing board to the house and senate fiscal agencies, the state  
24 budget director, and the workforce development agency within 15  
25 days of being adopted.

26       Sec. 226. Each community college shall report to the workforce  
27 development agency the numbers and type of associate degrees and

other certificates awarded during the previous fiscal year. The report shall be made not later than November 15 of each year.

**COMMUNITY COLLEGES SHALL WORK WITH THE WORKFORCE DEVELOPMENT AGENCY AND THE CENTER FOR EDUCATIONAL PERFORMANCE AND INFORMATION TO DEVELOP A SYSTEMATIC APPROACH FOR MEETING THIS REQUIREMENT.**

Sec. 229a. Included in the fiscal year ~~2014-2015-2015-2016~~ appropriations for the department of technology, management, and budget are appropriations to provide funding for the state share of costs for previously constructed capital projects for community colleges. Those appropriations for state building authority rent represent additional state general fund support for community colleges, and the following is an estimate of the amount of that support to each community college:

(a) Alpena Community College, ~~\$485,400.00-\$652,700.00.~~

(b) Bay de Noc Community College, ~~\$636,600.00-\$685,900.00.~~

(c) Delta College, ~~\$2,842,800.00-\$3,510,900.00.~~

(d) Glen Oaks Community College, ~~\$123,300.00-\$123,100.00.~~

(e) Gogebic Community College, ~~\$16,900.00-\$67,600.00.~~

(f) Grand Rapids Community College,

~~\$1,792,400.00-\$2,126,000.00.~~

(g) Henry Ford Community College, ~~\$1,030,800.00-\$1,028,500.00.~~

(h) Jackson College, ~~\$1,787,300.00-\$1,677,800.00.~~

(i) Kalamazoo Valley Community College,

~~\$1,471,000.00-\$1,557,700.00.~~

(j) Kellogg Community College, ~~\$521,400.00-\$520,200.00.~~

(k) Kirtland Community College, ~~\$364,000.00-\$363,200.00.~~

(l) Lake Michigan College, ~~\$340,900.00-\$340,200.00.~~

1 (m) Lansing Community College, ~~\$610,100.00~~ **\$1,282,200.00.**

2 (n) Macomb Community College, ~~\$1,316,600.00~~ **\$1,377,400.00.**

3 (o) Mid Michigan Community College,

4 ~~\$1,117,300.00~~ **\$1,712,600.00.**

5 (p) Monroe County Community College,

6 ~~\$1,266,500.00~~ **\$1,263,600.00.**

7 (q) Montcalm Community College, ~~\$973,700.00~~ **\$971,500.00.**

8 (r) C.S. Mott Community College, ~~\$1,808,000.00~~ **\$1,803,900.00.**

9 (s) Muskegon Community College, ~~\$198,500.00~~ **\$267,800.00.**

10 (t) North Central Michigan College, ~~\$117,600.00~~ **\$469,400.00.**

11 (u) Northwestern Michigan College,

12 ~~\$1,308,600.00~~ **\$1,305,600.00.**

13 (v) Oakland Community College, ~~\$466,300.00~~ **\$465,200.00.**

14 (w) St. Clair County Community College,

15 ~~\$357,000.00~~ **\$356,200.00.**

16 (x) Schoolcraft College, ~~\$1,550,300.00~~ **\$1,546,700.00.**

17 (y) Southwestern Michigan College, ~~\$231,100.00~~ **\$286,900.00.**

18 (z) Washtenaw Community College, ~~\$1,680,600.00~~ **\$1,676,800.00.**

19 (aa) Wayne County Community College,

20 ~~\$1,466,000.00~~ **\$1,462,700.00.**

21 (bb) West Shore Community College, ~~\$578,600.00~~ **\$577,300.00.**

22 Sec. 230. (1) Money included in the appropriations for  
23 community college operations under section 201(2) in fiscal year  
24 ~~2014-2015~~ **2015-2016** for performance funding is distributed based on  
25 the following formula:

26 (a) Allocated proportionate to fiscal year ~~2013-2014~~ **2014-2015**  
27 base appropriations, 50%.

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

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

3 (d) Based on a weighted degree formula as provided for in the  
4 2006 recommendations of the performance indicators task force,  
5 17.5%.

6 (e) Based on the local strategic value component, as developed  
7 in cooperation with the Michigan ~~community college association~~  
8 **COMMUNITY COLLEGE ASSOCIATION** and described in subsection (2), 15%.

9 (2) Money included in the appropriations for community college  
10 operations under section 201(2) for local strategic value shall be  
11 allocated to each community college that certifies to the state  
12 budget director, through a board of trustees resolution on or  
13 before October 15, ~~2014~~, **2015**, that the college has met 4 out of 5  
14 best practices listed in each category described in subsection (3).  
15 The resolution shall provide specifics as to how the community  
16 college meets each best practice measure within each category. One-  
17 third of funding available under the strategic value component  
18 shall be allocated to each category described in subsection (3).  
19 Amounts distributed under local strategic value shall be on a  
20 proportionate basis to each college's fiscal year ~~2013-2014-2014-~~  
21 **2015** operations funding. Payments to community colleges that  
22 qualify for local strategic value funding shall be distributed with  
23 the November installment payment described in section 206.

24 (3) For purposes of subsection (2), the following categories  
25 of best practices reflect functional activities of community  
26 colleges that have strategic value to the local communities and  
27 regional economies:

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

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

5 (ii) The community college provides customized on-site  
6 training for area companies, employees, or both.

7 (iii) The community college supports entrepreneurship through  
8 a small business assistance center or other training or consulting  
9 activities targeted toward small businesses.

10 (iv) The community college supports technological advancement  
11 through industry partnerships, incubation activities, or operation  
12 of a Michigan technical education center or other advanced  
13 technology center.

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

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

17 (i) The community college has active partnerships with  
18 regional high schools, intermediate school districts, and career-  
19 tech centers to provide instruction through dual enrollment,  
20 concurrent enrollment, direct credit, middle college, or academy  
21 programs.

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

25 (iii) The community college provides, supports, or  
26 participates in programming to promote successful transitions to  
27 college for traditional age students, including grant programs such



1 as talent search, upward bound, or other activities to promote  
2 college readiness in area high schools and community centers.

3 (iv) The community college provides, supports, or participates  
4 in programming to promote successful transitions to college for new  
5 or reentering adult students, such as adult basic education,  
6 general education development certificate preparation and testing,  
7 or recruiting, advising, or orientation activities specific to  
8 adults.

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

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

14 (i) The community college provides continuing education  
15 programming for leisure, wellness, personal enrichment, or  
16 professional development.

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

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

25 (iv) The community college operates public facilities to  
26 promote leisure or wellness activities for community members,  
27 including gymnasiums, athletic fields, tennis courts, fitness

1 centers, hiking or biking trails, or natural areas.

2 (v) The community college promotes, sponsors, or hosts  
3 community service activities for students, staff, or community  
4 members.

5 (4) PAYMENTS FOR PERFORMANCE FUNDING UNDER SECTION 201(2)  
6 SHALL BE MADE TO A COMMUNITY COLLEGE ONLY IF THAT COMMUNITY COLLEGE  
7 ACTIVELY PARTICIPATES IN THE MICHIGAN TRANSFER NETWORK SPONSORED BY  
8 THE MICHIGAN ASSOCIATION OF COLLEGIATE REGISTRARS AND ADMISSIONS  
9 OFFICERS AND SUBMITS TIMELY UPDATES, INCLUDING UPDATED COURSE  
10 EQUIVALENCIES AT LEAST EVERY 6 MONTHS, TO THE MICHIGAN TRANSFER  
11 NETWORK. THE STATE BUDGET DIRECTOR SHALL DETERMINE IF A COMMUNITY  
12 COLLEGE HAS NOT SATISFIED THIS REQUIREMENT. THE STATE BUDGET  
13 DIRECTOR MAY WITHHOLD PAYMENTS FOR PERFORMANCE FUNDING UNTIL A  
14 COMMUNITY COLLEGE IS IN COMPLIANCE WITH THIS SECTION.

15 SEC. 230A. (1) A TASK FORCE SHALL BE FORMED BY OCTOBER 15,  
16 2015 TO REVIEW, EVALUATE, DISCUSS, AND MAKE RECOMMENDATIONS  
17 REGARDING PERFORMANCE INDICATORS ESTABLISHED UNDER THE AUTHORITY OF  
18 SECTION 242 OF 2005 PA 154. THE TASK FORCE SHALL REVIEW WHETHER THE  
19 CURRENT METRICS USED ARE THE MOST APPROPRIATE AND RELIABLE  
20 PERFORMANCE INDICATORS AVAILABLE AND DETERMINE THE MOST EFFICIENT  
21 METHODOLOGY FOR CONNECTING STATE FUNDING TO THOSE INDICATORS.

22 (2) THE TASK FORCE DESCRIBED IN SUBSECTION (1) SHALL CONSIST  
23 OF THE FOLLOWING MEMBERS:

24 (A) TWO MEMBERS OF THE MICHIGAN HOUSE OF REPRESENTATIVES. ONE  
25 MEMBER SHALL BE DESIGNATED BY THE SPEAKER OF THE HOUSE, AND 1  
26 MEMBER SHALL BE DESIGNATED BY THE HOUSE MINORITY LEADER.

27 (B) TWO MEMBERS OF THE MICHIGAN SENATE. ONE MEMBER SHALL BE

1 DESIGNATED BY THE SENATE MAJORITY LEADER, AND 1 MEMBER SHALL BE  
2 DESIGNATED BY THE SENATE MINORITY LEADER.

3 (C) ONE REPRESENTATIVE FROM THE DEPARTMENT OF TECHNOLOGY,  
4 MANAGEMENT, AND BUDGET, DESIGNATED BY THE STATE BUDGET DIRECTOR.

5 (D) FOUR REPRESENTATIVES OF MICHIGAN PUBLIC COMMUNITY  
6 COLLEGES. THE MICHIGAN COMMUNITY COLLEGE ASSOCIATION SHALL  
7 DESIGNATE 1 REPRESENTATIVE FROM EACH OF THE 4 GROUPS DESCRIBED IN  
8 THE ACTIVITIES CLASSIFICATION STRUCTURE DATA BOOK PUBLISHED BY THE  
9 WORKFORCE DEVELOPMENT AGENCY.

10 (3) THE TASK FORCE DESCRIBED IN SUBSECTION (1) SHALL SUBMIT A  
11 REPORT CONTAINING ITS FINDINGS AND RECOMMENDATIONS TO THE HOUSE AND  
12 SENATE APPROPRIATIONS SUBCOMMITTEES ON COMMUNITY COLLEGES, THE  
13 HOUSE AND SENATE FISCAL AGENCIES, AND THE STATE BUDGET DIRECTOR BY  
14 JANUARY 15, 2016.

15 Enacting section 1. In accordance with section 30 of article  
16 IX of the state constitution of 1963, total state spending from  
17 state sources for community colleges for fiscal year 2015-2016  
18 under article II is estimated at \$393,825,600.00 and the amount of  
19 that state spending from state sources to be paid to local units of  
20 government for fiscal year 2015-2016 is estimated at  
21 \$393,825.600.00.

22 Enacting section 2. Section 213 of the state school aid act of  
23 1979, 1979 PA 94, MCL 388.1813, is repealed effective October 1,  
24 2015.

25 Enacting section 3. This amendatory act takes effect October  
26 1, 2015.