



HOUSE BILL No. 4540

EXECUTIVE BUDGET BILL

March 24, 1993, Introduced by Reps. Hood, Gilmer, Stille, McBryde, Dolan, Sikkema, Johnson, Bender, Middleton and Oxender and referred to the Committee on Appropriations.

A bill to make appropriations for the state institutions of higher education and certain state purposes related to education for the fiscal years ending September 30, 1994, and September 30, 1995; to provide for the expenditures of those appropriations; and to prescribe the powers and duties of certain state departments, institutions, agencies, and officers.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 101. There is appropriated for the state institutions of
2 higher education and certain state purposes related to education, and
3 subject to the conditions set forth in this act, for the fiscal year
4 ending September 30, 1994, the following respective amounts:

1 HIGHER EDUCATION APPROPRIATIONS SUMMARY:

2	GROSS APPROPRIATION	\$	1,319,131,600
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and		
5	intradepartmental transfers		0
6	ADJUSTED GROSS APPROPRIATION	\$	1,319,131,600
7	Federal revenues:		
8	Total federal revenues		4,549,700
9	Special revenue funds:		
10	Total local revenues		0
11	Total private revenues		0
12	Total other state restricted revenues		0
13	State general fund/general purpose	\$	1,314,581,900
14	CENTRAL MICHIGAN UNIVERSITY		
15	Operations	\$	59,030,838
16	Martin Luther King, Jr.-Cesar		
17	Chavez-Rosa Parks college day		85,765
18	Martin Luther King, Jr.-Cesar		
19	Chavez-Rosa Parks future		
20	faculty fellowships		<u>114,389</u>
21	GROSS APPROPRIATION	\$	59,230,992
22	Appropriated from:		
23	State general fund/general purpose	\$	59,230,992
24	EASTERN MICHIGAN UNIVERSITY		
25	Operations	\$	64,559,304
26	Martin Luther King, Jr.-		
27	Cesar Chavez-Rosa Parks college day		101,930
28	Martin Luther King, Jr.-		

1	Cesar Chavez-Rosa Parks future		
2	faculty fellowships	<u>114,080</u>	
3	GROSS APPROPRIATION	\$	64,775,314
4	Appropriated from:		
5	State general fund/general purpose	\$	64,775,314
6	FERRIS STATE UNIVERSITY		
7	Operations	\$	41,569,204
8	Martin Luther King, Jr.-		
9	Cesar Chavez-Rosa Parks college day		53,024
10	Martin Luther King, Jr.-		
11	Cesar Chavez-Rosa Parks future		
12	faculty fellowships	<u>34,389</u>	
13	GROSS APPROPRIATION	\$	41,656,617
14	Appropriated from:		
15	State general fund/general purpose	\$	41,656,617
16	GRAND VALLEY STATE UNIVERSITY		
17	Operations	\$	29,222,226
18	Martin Luther King, Jr.-		
19	Cesar Chavez-Rosa Parks college day		36,139
20	Martin Luther King, Jr.-		
21	Cesar Chavez-Rosa Parks future		
22	faculty fellowships	<u>34,389</u>	
23	GROSS APPROPRIATION	\$	29,292,754
24	Appropriated from:		
25	State general fund/general purpose	\$	29,292,754
26	LAKE SUPERIOR STATE UNIVERSITY		
27	Operations	\$	10,638,151
28	Martin Luther King, Jr.-		

1	Cesar Chavez-Rosa Parks college day	13,590
2	Martin Luther King, Jr.-	
3	Cesar Chavez-Rosa Parks future	
4	faculty fellowships	<u>34,389</u>
5	GROSS APPROPRIATION \$	10,686,130
6	Appropriated from:	
7	State general fund/general purpose \$	10,686,130
8	MICHIGAN STATE UNIVERSITY	
9	Operations \$	232,178,635
10	Martin Luther King, Jr.-	
11	Cesar Chavez-Rosa Parks college day	211,480
12	Martin Luther King, Jr.-	
13	Cesar Chavez-Rosa Parks future	
14	faculty fellowships	<u>114,492</u>
15	GROSS APPROPRIATION \$	232,504,607
16	Appropriated from:	
17	State general fund/general purpose \$	232,504,607
18	MICHIGAN TECHNOLOGICAL UNIVERSITY	
19	Operations \$	40,766,678
20	Martin Luther King, Jr.-	
21	Cesar Chavez-Rosa Parks college day	34,903
22	Martin Luther King, Jr.-	
23	Cesar Chavez-Rosa Parks future	
24	faculty fellowships	<u>114,492</u>
25	GROSS APPROPRIATION \$	40,916,073
26	Appropriated from:	
27	State general fund/general purpose \$	40,916,073
28	NORTHERN MICHIGAN UNIVERSITY	

1	Operations	\$	39,898,175
2	Martin Luther King,		
3	Jr.-Cesar Chavez-Rosa Parks college day . . .		39,022
4	Martin Luther King, Jr.-		
5	Cesar Chavez-Rosa Parks future		
6	faculty fellowships		<u>34,389</u>
7	GROSS APPROPRIATION	\$	39,971,586
8	Appropriated from:		
9	State general fund/general purpose	\$	39,971,586
10	OAKLAND UNIVERSITY		
11	Operations	\$	36,142,708
12	Martin Luther King, Jr.-		
13	Cesar Chavez-Rosa Parks college day		60,334
14	Martin Luther King, Jr.-		
15	Cesar Chavez-Rosa Parks future		
16	faculty fellowships		<u>114,492</u>
17	GROSS APPROPRIATION	\$	36,317,534
18	Appropriated from:		
19	State general fund/general purpose	\$	36,317,534
20	SAGINAW VALLEY STATE UNIVERSITY		
21	Operations	\$	16,945,640
22	Martin Luther King, Jr.-		
23	Cesar Chavez-Rosa Parks college day		24,504
24	Martin Luther King, Jr.-		
25	Cesar Chavez-Rosa Parks future		
26	faculty fellowships		<u>34,389</u>
27	GROSS APPROPRIATION	\$	17,004,533
28	Appropriated from:		

1	State general fund/general purpose	\$	17,004,533
2	UNIVERSITY OF MICHIGAN-ANN ARBOR		
3	Operations	\$	273,746,523
4	Martin Luther King, Jr.-		
5	Cesar Chavez-Rosa Parks college day		173,076
6	Martin Luther King, Jr.-		
7	Cesar Chavez-Rosa Parks future		
8	faculty fellowships		<u>114,492</u>
9	GROSS APPROPRIATION	\$	274,034,091
10	Appropriated from:		
11	State general fund/general purpose	\$	274,034,091
12	UNIVERSITY OF MICHIGAN-DEARBORN		
13	Operations	\$	18,411,891
14	Martin Luther King, Jr.-		
15	Cesar Chavez-Rosa Parks college day		31,814
16	Martin Luther King, Jr.-		
17	Cesar Chavez-Rosa Parks future		
18	faculty fellowships		<u>34,389</u>
19	GROSS APPROPRIATION	\$	18,478,094
20	Appropriated from:		
21	State general fund/general purpose	\$	18,478,094
22	UNIVERSITY OF MICHIGAN-FLINT		
23	Operations	\$	16,552,634
24	Martin Luther King, Jr.-		
25	Cesar Chavez-Rosa Parks college day		28,108
26	Martin Luther King, Jr.-		
27	Cesar Chavez-Rosa Parks future		
28	faculty fellowships		<u>34,389</u>

1	GROSS APPROPRIATION	\$	16,615,131
2	Appropriated from:		
3	State general fund/general purpose	\$	16,615,131
4	WAYNE STATE UNIVERSITY		
5	Operations	\$	189,462,926
6	Martin Luther King, Jr.-		
7	Cesar Chavez-Rosa Parks college day		145,894
8	Martin Luther King, Jr.-		
9	Cesar Chavez-Rosa Parks future		
10	faculty fellowships		114,492
11	Psychiatric research and training		<u>5,000,000</u>
12	GROSS APPROPRIATION	\$	194,723,312
13	Appropriated from:		
14	State general fund/general purpose	\$	194,723,312
15	WESTERN MICHIGAN UNIVERSITY		
16	Operations	\$	86,085,229
17	Martin Luther King, Jr.-		
18	Cesar Chavez-Rosa Parks college day		101,827
19	Martin Luther King, Jr.-		
20	Cesar Chavez-Rosa Parks future		
21	faculty fellowships		<u>114,492</u>
22	GROSS APPROPRIATION	\$	86,301,548
23	Appropriated from:		
24	State general fund/general purpose	\$	86,301,548
25	STATE AND REGIONAL PROGRAMS		
26	Agricultural experiment station		23,480,580
27	Cooperative extension service		20,740,254
28	Michigan molecular institute		<u>150,000</u>

1	GROSS APPROPRIATION	\$	44,370,834
2	Appropriated from:		
3	State general fund/general purpose	\$	44,370,834
4	CONSORTIA		
5	Grand Rapids applied technology center	\$	<u>200,000</u>
6	GROSS APPROPRIATION	\$	200,000
7	Appropriated from:		
8	State general fund/general purpose	\$	200,000
9	MARTIN LUTHER KING, JR.-CESAR CHAVEZ-ROSA PARKS PROGRAM		
10	Select student supportive services	\$	1,673,100
11	Michigan college/university partnership program		501,930
12	Visiting professors program		<u>141,000</u>
13	GROSS APPROPRIATION	\$	2,316,030
14	Appropriated from:		
15	State general fund/general purpose	\$	2,316,030
16	GRANTS AND FINANCIAL AID		
17	State competitive scholarships	\$	28,988,530
18	Tuition grants		50,467,266
19	Michigan work study program		6,231,870
20	Part-time independent student program		2,256,946
21	Grant for Michigan resident dental graduates . .		3,927,874
22	Grant for general degree graduates		4,513,483
23	Grant for allied health graduates		726,963
24	Grant for Indian tuition waivers		2,600,681
25	Michigan education opportunity grants		1,772,807
26	Paul Douglas teacher scholarship program		750,000
27	Robert C. Byrd honors scholarship program . . .		500,000
28	Tuition incentive program		<u>7,000,000</u>

1	GROSS APPROPRIATION	\$	109,736,420
2	Appropriated from:		
3	Federal revenues:		
4	Higher education act of 1965, title IV, 20 U.S.C.		3,299,700
5	Higher education act of 1965, title V, part E		750,000
6	Higher education act of 1965, title IV, part A		500,000
7	State general fund/general purpose	\$	105,186,720

1 Sec. 102. There is appropriated for the state institutions of
2 higher education and certain state purposes related to education, and
3 subject to the conditions set forth in this act, for the fiscal year
4 ending September 30, 1995, the following respective amounts:

5 HIGHER EDUCATION APPROPRIATIONS SUMMARY:

6 GROSS APPROPRIATION \$ 1,319,131,600
7 Interdepartmental grant revenues:

8 Total interdepartmental grants and
9 intradepartmental transfers 0

10 ADJUSTED GROSS APPROPRIATION \$ 1,319,131,600

11 Federal revenues:

12 Total federal revenues 4,549,700

13 Special revenue funds:

14 Total local revenues 0

15 Total private revenues 0

16 Total other state restricted revenues 0

17 State general fund/general purpose \$ 1,314,581,900

18 CENTRAL MICHIGAN UNIVERSITY

19 Operations \$ 59,030,838

20 Martin Luther King, Jr.-Cesar

21 Chavez-Rosa Parks college day 85,765

22 Martin Luther King, Jr.-Cesar

23 Chavez-Rosa Parks future

24 faculty fellowships 114,389

25 GROSS APPROPRIATION \$ 59,230,992

26 Appropriated from:

27 State general fund/general purpose \$ 59,230,992

28 EASTERN MICHIGAN UNIVERSITY

1	Operations	\$	64,559,304
2	Martin Luther King, Jr.-		
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4	Martin Luther King, Jr.-		
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9	Cesar Chavez-Rosa Parks college day		173,076
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14	Appropriated from:		
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16	UNIVERSITY OF MICHIGAN-DEARBORN		
17	Operations	\$	18,411,891
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19	Cesar Chavez-Rosa Parks college day		31,814
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23	GROSS APPROPRIATION	\$	18,478,094
24	Appropriated from:		
25	State general fund/general purpose	\$	18,478,094
26	UNIVERSITY OF MICHIGAN-FLINT		
27	Operations	\$	16,552,634
28	Martin Luther King, Jr.-		

1	Cesar Chavez-Rosa Parks college day	28,108
2	Martin Luther King, Jr.-	
3	Cesar Chavez-Rosa Parks future	
4	faculty fellowships	<u>34,389</u>
5	GROSS APPROPRIATION \$	16,615,131
6	Appropriated from:	
7	State general fund/general purpose \$	16,615,131
8	WAYNE STATE UNIVERSITY	
9	Operations \$	189,462,926
10	Martin Luther King, Jr.-	
11	Cesar Chavez-Rosa Parks college day	145,894
12	Martin Luther King, Jr.-	
13	Cesar Chavez-Rosa Parks future	
14	faculty fellowships	114,492
15	Psychiatric research and training	<u>5,000,000</u>
16	GROSS APPROPRIATION \$	194,723,312
17	Appropriated from:	
18	State general fund/general purpose \$	194,723,312
19	WESTERN MICHIGAN UNIVERSITY	
20	Operations \$	86,085,229
21	Martin Luther King, Jr.-	
22	Cesar Chavez-Rosa Parks college day	101,827
23	Martin Luther King, Jr.-	
24	Cesar Chavez-Rosa Parks future	
25	faculty fellowships	<u>114,492</u>
26	GROSS APPROPRIATION \$	86,301,548
27	Appropriated from:	
28	State general fund/general purpose \$	86,301,548

1 STATE AND REGIONAL PROGRAMS		
2	Agricultural experiment station	23,480,580
3	Cooperative extension service	20,740,254
4	Michigan molecular institute	<u>150,000</u>
5	GROSS APPROPRIATION \$	44,370,834
6	Appropriated from:	
7	State general fund/general purpose \$	44,370,834
8 CONSORTIA		
9	Grand Rapids applied technology center \$	<u>200,000</u>
10	GROSS APPROPRIATION \$	200,000
11	Appropriated from:	
12	State general fund/general purpose \$	200,000
13 MARTIN LUTHER KING, JR.-CESAR CHAVEZ-ROSA PARKS PROGRAM		
14	Select student supportive services \$	1,673,100
15	Michigan college/university partnership program	501,930
16	Visiting professors program	<u>141,000</u>
17	GROSS APPROPRIATION \$	2,316,030
18	Appropriated from:	
19	State general fund/general purpose \$	2,316,030
20 GRANTS AND FINANCIAL AID		
21	State competitive scholarships \$	28,988,530
22	Tuition grants	50,467,266
23	Michigan work study program	6,231,870
24	Part-time independent student program	2,256,946
25	Grant for Michigan resident dental graduates . .	3,927,874
26	Grant for general degree graduates	4,513,483
27	Grant for allied health graduates	726,963
28	Grant for Indian tuition waivers	2,600,681

1	Michigan education opportunity grants	1,772,807
2	Paul Douglas teacher scholarship program	750,000
3	Robert C. Byrd honors scholarship program	500,000
4	Tuition incentive program	<u>7,000,000</u>
5	GROSS APPROPRIATION \$	109,736,420
6	Appropriated from:	
7	Federal revenues:	
8	Higher education act of 1965, title IV, 20 U.S.C.	3,299,700
9	Higher education act of 1965, title V, part E	750,000
10	Higher education act of 1965, title IV, part A	500,000
11	State general fund/general purpose \$	105,186,720

1 GENERAL SECTIONS FOR FY93/94

2 Sec. 201. In accordance with the provisions of section 30 of
 3 article IX of the state constitution of 1963, total state spending in
 4 this appropriation act is \$1,314,581,900.00. Of the funds
 5 appropriated in section 101 for campus based and other financial aid
 6 programs, it is determined that the portion of the funds utilized by
 7 community colleges are local spending pursuant to section 30 of
 8 article IX of the state constitution of 1963. Analysis of fiscal year
 9 1991-92 expenditures indicates that \$11,066,000.00 of the financial
 10 aid funds will be distributed to community college students by the
 11 college financial aid offices in accordance with statute for each
 12 program. The distribution is as follows:

13 GRANTS AND FINANCIAL AID

14 Grants and Financial Aid

15	Indian tuition waiver	\$	828,000
16	Tuition incentive program (TIP)		6,288,000
17	Part-time independent student program		1,330,000
18	Michigan education opportunity grant		807,000
19	Michigan work study		1,813,000
20	Total	\$	11,066,000

21 Sec. 202. (1) For institutions with fiscal years ending June 30,
 22 1994, the sums appropriated in this act are appropriated for their
 23 fiscal years ending June 30, 1994 and shall be paid out of the state
 24 treasury and distributed by the state treasurer to the respective
 25 institutions in 9 monthly installments for the period October 1 to
 26 June 30, pursuant to Act 190 of the Public Acts of 1991, being
 27 sections 487.2101 to 487.2104 of the Michigan Compiled Laws. For an
 28 institution with a fiscal year ending September 30, 1994, the sums

1 appropriated in this act are appropriated for its fiscal year ending
2 September 30, 1994 and shall be paid out of the state treasury and
3 distributed by the state treasurer in 12 monthly installments for the
4 period October 1 to September 30, pursuant to Act 190 of the Public
5 Acts of 1991, being sections 487.2101 to 487.2104 of the Michigan
6 Compiled Laws. If the appropriations for the Martin Luther King, Jr.-
7 Cesar Chavez-Rosa Parks programs are not committed or awarded by April
8 1, 1994, the funds shall become subject to legislative transfer. Any
9 unexpended and unencumbered funds remaining on September 30, 1994 from
10 the amount appropriated for the Martin Luther King, Jr.-Cesar Chavez-
11 Rosa Parks programs shall lapse on September 30, 1994 and shall be
12 returned to the state general fund. The amount distributed to an
13 institution shall not exceed the net appropriations plus additional
14 distributions specifically authorized by this act.

15 (2) A detailed description of procedures utilized to arrive at the
16 amounts appropriated in section 101 shall be submitted to each
17 institution by the senate and house fiscal agencies.

18 Sec. 203. All universities shall furnish all program and
19 financial information that is required by and in a manner prescribed
20 by the state budget director or the house and senate appropriations
21 committees.

22 Sec. 204. Money received by the state from the federal government
23 or private sources for the use of a college or university is
24 appropriated for the purpose for which it was provided. The
25 acceptance and use of federal or private funds shall not place an
26 obligation upon the legislature to continue the purposes for which the
27 funds are made available.

28 Sec. 205. The appropriations made and the expenditures authorized

1 under this act and the institutions, departments, agencies,
2 commissions, boards, offices, and programs for which an appropriation
3 is made under this act are subject to the management and budget act,
4 Act No. 431 of the Public Acts of 1984, being sections 18.1101 to
5 18.1594 of the Michigan Compiled Laws.

6 Sec. 206. (1) The Michigan department of education, the Michigan
7 commission on Indian affairs and each university shall cooperate to
8 ensure accurate and consistent reporting and auditing of North
9 American Indian student enrollments. College and university financial
10 aid programs shall comply with all policies and procedures developed
11 pursuant to this section.

12 (2) As used in this section, "North American Indian" means that
13 term as defined in section 2 of Act No. 174 of the Public Acts of
14 1976, being section 390.1252 of the Michigan Compiled Laws or as
15 certified by a tribal organization.

16 GRANTS AND FINANCIAL AID

17 Sec. 301. (1) Payments of the amounts included in section 101 for
18 the state competitive scholarship program shall be distributed
19 pursuant to Act No. 208 of the Public Acts of 1964, being sections
20 390.971 to 390.981 of the Michigan Compiled Laws. The maximum per
21 award shall be \$1,200.00.

22 (2) The Michigan higher education assistance authority shall
23 implement a proportional competitive scholarship maximum award level
24 for recipients enrolled less than full-time in a given semester or
25 term.

26 Sec. 302. (1) The amounts appropriated in section 101 for the
27 state tuition grant program shall be distributed pursuant to Act No.
28 313 of the Public Acts of 1966, being sections 390.991 to 390.997a of

1 the Michigan Compiled Laws. The maximum per grant shall be \$2,300.00.

2 (2) Tuition grant awards shall be made to all eligible Michigan
3 residents who apply before September 1, 1993, and who are qualified.

4 (3) The Michigan higher education assistance authority shall
5 determine an actual maximum tuition grant award per student that
6 ensures that the aggregate payments for the tuition grant program do
7 not exceed the appropriation contained in section 101 for the state
8 tuition grant program. By October 15, 1993, and again by December 15,
9 1993, the authority shall analyze the status of award commitments,
10 shall make any necessary adjustments, and shall confirm that those
11 award commitments will not exceed the appropriation contained in
12 section 101 for the tuition grant program. The determination and
13 actions shall be reported to the department of management and budget
14 and the house and senate appropriation subcommittees on higher
15 education no later than December 15, 1993. If award adjustments are
16 necessary, the students shall be notified of the adjustment by the
17 third Monday in January.

18 (4) Any unexpended and unencumbered funds remaining on September
19 30, 1994 from the amounts appropriated in section 101 for the tuition
20 grant program shall not lapse on September 30, 1994, but shall
21 continue to be available for expenditure for tuition grants provided
22 in the 1994-95 fiscal year.

23 (5) The Michigan higher education assistance authority shall
24 continue a proportional tuition grant maximum award level for
25 recipients enrolled less than full-time in a given semester or term.

26 Sec. 303. The Michigan higher education assistance authority
27 shall determine the needs analysis criteria for students to qualify
28 for the competitive scholarship program and the tuition grant program.

1 To be consistent with federal requirements, student wages may be taken
2 into consideration when determining the amount of the award.

3 Sec. 304. (1) Included in the appropriation in section 101 is
4 funding for the Michigan work study program established under Act No.
5 288 of the Public Acts of 1986, being sections 390.1371 to 390.1382 of
6 the Michigan Compiled Laws, and Act No. 303 of the Public Acts of
7 1986, being sections 390.1321 to 390.1332 of the Michigan Compiled
8 Laws. An effort should be made by each institution participating in
9 the Michigan work study program to assure that not less than 10% of
10 those undergraduate, graduate, and professional students eligible to
11 participate in the program are placed with for-profit employers no
12 later than December 31, 1993.

13 (2) The Michigan higher education assistance authority shall
14 allocate funds to institutions eligible for work study money based
15 upon each institution's specific Pell grant index and each
16 institution's utilization rate of work study funds for the 3 most
17 recent years for which statistics are available.

18 (3) The Michigan higher education assistance authority shall set
19 aside not more than 5% of the total work study appropriation to
20 process requests from participating institutions for allocation
21 adjustments. Allocation adjustments shall be based on criteria set by
22 the authority prior to making the allocations under subsection (2).

23 Sec. 305. (1) Payments of the amounts included in section 101 for
24 the general degree reimbursement program established under Act No. 75
25 of the Public Acts of 1974, being sections 390.1021 to 390.1027 of the
26 Michigan Compiled Laws, shall be made for all degrees identified in
27 section 390.1021(1) of Act No. 75 of the Public Acts of 1974, being
28 section 390.1021 of the Michigan Compiled Laws, except doctor of

1 dental surgery, doctor of dental medicine, juris doctor law, and
2 allied health degrees.

3 (2) The reimbursement rate per eligible degree shall be the
4 equally prorated amount permitted by the appropriation, except that
5 the amount of the reimbursement for each associate degree shall be 1/2
6 of the rate of reimbursement for the other degrees eligible under
7 subsection (1) for the general degree reimbursement program.

8 (3) From the general degree reimbursement program, \$135,300.00
9 shall be provided to Spring Arbor College for the southern Michigan
10 state prison program.

11 (4) From the general degree reimbursement program, \$200,500.00
12 shall be provided to the University of Detroit Mercy for graduate
13 research aid.

14 (5) From the general degree reimbursement program, \$30,100.00
15 shall be provided to Marygrove College for learning clinics.

16 (6) From the general degree reimbursement program, \$50,000.00
17 shall be provided to Suomi College for career education programs.

18 Sec. 306. The reimbursement rate per eligible degree under the
19 allied health degree reimbursement program established under Act No.
20 75 of the Public Acts of 1974, being sections 390.1021 to 390.1027 of
21 the Michigan Compiled Laws, shall be the equally prorated amount
22 permitted by the appropriation included in section 101.

23 Sec. 307. Funds disbursed through the degree reimbursement
24 programs shall not be used by any recipient institution for theology
25 or divinity programs.

26 Sec. 308. To enable the legislature to evaluate the appropriation
27 needs of institutions of higher education, each independent college
28 and university shall make available to the legislature, upon request,

1 data regarding grants for the preceding, current, and ensuing fiscal
2 years.

3 Sec. 309. The funds appropriated in section 101 for the American
4 Indian tuition waiver reimbursement established under Act No. 174 of
5 the Public Acts of 1976, being sections 390.1251 to 390.1253 of the
6 Michigan Compiled Laws, are to reimburse tuition waivers granted by
7 colleges before September 30, 1992. Only those expenses classified as
8 in-state resident tuition charges are eligible for reimbursement.

9 Sec. 310. The funds appropriated in section 101 for the tuition
10 incentive program/high school completion program shall be distributed
11 pursuant to the administrative procedure for the tuition incentive
12 program/high school completion program in the department of social
13 services.

14 Sec. 311. The auditor general shall audit selected enrollments,
15 degrees, and awards at selected independent colleges and universities
16 receiving awards administered by the department of education. The
17 audits shall be based upon definitions and requirements established by
18 the department of management and budget and the senate and house
19 fiscal agencies. The auditor general shall submit a report of
20 findings to the senate and house appropriations committees and
21 department of management and budget not later than May 1, 1994.

22 Sec. 312. The sums appropriated in section 101 for the student
23 financial aid and degree reimbursement programs shall be paid out of
24 the state treasury and shall be distributed to the respective
25 institutions in accordance with a quarterly payment system as follows:

26 (a) For the state competitive scholarship, tuition incentive
27 program and tuition grant programs, 40% shall be paid at the beginning
28 of the state's first fiscal quarter, 40% at the beginning of the

1 state's second fiscal quarter, 10% at the beginning of the state's
2 third fiscal quarter, and 10% at the beginning of the state's fourth
3 fiscal quarter.

4 (b) For the work-study program, payments shall be made in 9
5 monthly installments from October 1 to June 30 of any year.

6 (c) For the part-time independent student program and Michigan
7 education opportunity grant program, 50% shall be paid at the
8 beginning of the state's first fiscal quarter, 25% at the beginning of
9 the state's second fiscal quarter, and 25% at the beginning of the
10 state's third fiscal quarter.

11 (d) For the general degree reimbursement program, allied health
12 degree reimbursement program, Michigan resident dental grant program,
13 Indian tuition waiver program, and Paul Douglas teacher scholarship
14 program, 50% shall be paid at the beginning of the state's first
15 fiscal quarter and 50% at the beginning of the state's second fiscal
16 quarter after the number of earned degrees conferred and total amounts
17 to be paid are certified.

18 (e) For the Byrd honor scholarship program, 100% shall be
19 allocated in the last quarter of the state's fiscal year.

20 **STATE UNIVERSITIES**

21 Sec. 401. (1) The research excellence fund, previously
22 appropriated separately, is included in the amount of \$28,534,823.00
23 in section 101 in university operations. The research supported by
24 these funds shall be conducted in accordance with the following
25 guidelines:

26 (a) Leads to the development of scientific or technological
27 discoveries.

28 (b) Applies scientific or technological discoveries or advances to

1 new applications.

2 (c) Provides a tangible, direct benefit to the economy of the
3 state or region.

4 (d) Is of general interest to an entire industrial field.

5 (e) Contributes directly or indirectly to the development of
6 additional products or processes.

7 (f) May generate outside funding sources.

8 (g) The research results or technology advances may be transferred
9 to the private sector.

10 (h) These funds shall not be used for indirect costs or to
11 supplant existing research resources.

12 (2) Each state university shall report on the activities and
13 results of the research supported by these funds to the directors of
14 the house and senate fiscal agencies, and the director of the
15 department of management and budget by November 1, 1994. The report
16 shall be in a form and contain such information as determined by the
17 department of management and budget and the house and senate fiscal
18 agencies.

19 Sec. 402. (1) Included in section 101 is \$5,000,000.00 to Wayne
20 State University for psychiatric research and training. Wayne State
21 University shall use these funds for psychiatric laboratory and
22 clinical research, training, and treatment services. Within the
23 available appropriation, services shall not be denied to any patient
24 who meets established research guidelines for treatment on the basis
25 of personal financial circumstances, age, geographic residence, or
26 projected/actual length of treatment as medically warranted.

27 (2) Wayne State University shall report the following information
28 to the department of mental health by April 1, 1994 with status update

1 reports on July 1, 1994 and October 1, 1994:

2 (a) The number and type of psychiatric research projects to be
3 funded by this appropriation.

4 (b) The number and type of students to be trained and the location
5 of training funded by this appropriation.

6 (c) Demographic data regarding the number and profile of patients
7 to receive psychiatric services funded by the appropriation and a
8 profile of the services provided.

9 (d) A summary budget outlining major expenditure categories and
10 any first and third party reimbursements.

11 (3) Copies of these reports shall also be provided to the house
12 and senate appropriations higher education subcommittees, the house
13 and senate appropriations mental health subcommittees, the house and
14 senate fiscal agencies, and the department of management and budget.

15 **MARTIN LUTHER KING, JR.-CESAR CHAVEZ-ROSA PARKS PROGRAMS**

16 Sec. 501. (1) Included in the appropriation for each public
17 university in section 101 is funding for the Martin Luther King, Jr.-
18 Cesar Chavez-Rosa Parks future faculty program, that is intended to
19 increase the pool of minority candidates pursuing full-time faculty
20 teaching careers in postsecondary education in this state.

21 (2) The program shall be administered by each university in a
22 manner prescribed by the office of minority equity in the Michigan
23 department of education.

24 Sec. 502. (1) Included in the appropriation for each public
25 university in section 101 is funding for the Martin Luther King, Jr.-
26 Cesar Chavez-Rosa Parks college day program that is intended to
27 introduce school children underrepresented in postsecondary education
28 to the potential of a college education.

1 (2) Individual program plans shall include a budget of equal
2 contributions from this program, the participating public university,
3 the participating school district, and the participating independent
4 degree granting college. College day funds may not be deducted to
5 cover indirect costs. No more than 20% of the university match may be
6 attributable to indirect costs.

7 (3) The program shall be administered by each university in a
8 manner prescribed by the office of minority equity in the Michigan
9 department of education.

10 Sec. 503. (1) Included in section 101 is funding for the Martin
11 Luther King, Jr.-Cesar Chavez-Rosa Parks select student support
12 services programs for developing academically and economically
13 disadvantaged student retention programs for 4-year public and
14 independent educational institutions in this state.

15 (2) An award made under this program to any 1 institution shall
16 not be greater than \$150,000.00, and the amount awarded shall be
17 matched on a 70% state, 30% college or university basis.

18 (3) The program shall be administered by the office of minority
19 equity in the Michigan department of education.

20 Sec. 504. (1) Included in section 101 is funding for the Martin
21 Luther King, Jr.-Cesar Chavez-Rosa Parks linkage program between 4-
22 year universities and public community colleges, which is intended to
23 increase the number of underrepresented minority students who transfer
24 from community colleges into baccalaureate programs.

25 (2) The grants under this program shall be made to Michigan
26 public universities. An award to any 1 institution shall not be
27 greater than \$150,000.00, and the amount awarded shall be matched on a
28 70% state, 30% university basis.

1 (3) The program shall be administered by the office of minority
2 equity in the Michigan department of education.

3 Sec. 505. (1) Included in the appropriation in section 101 is
4 funding for the Martin Luther King, Jr.-Cesar Chavez-Rosa Parks
5 visiting professors program which is intended to increase the number
6 of minority instructors in the classroom and provide role models for
7 underrepresented minority students.

8 (2) The program shall be administered by the office of minority
9 equity in the michigan department of education.

10 UNIVERSITY SERVICE TO K-12 EDUCATION

11 Sec. 601. From the amount appropriated in section 101 for state
12 universities, the state universities shall systematically inform
13 Michigan high schools regarding the academic status of students from
14 each high school in a manner prescribed by the presidents council,
15 state universities of Michigan in cooperation with the Michigan
16 association of secondary school principals.

17 GENERAL REPORTS AND AUDITS

18 Sec. 701. (1) The auditor general shall audit enrollments at 5
19 randomly selected public universities. The audits shall be based upon
20 the definitions and requirements established by the department of
21 management and budget and the senate and house fiscal agencies. The
22 audits shall be based on uniform reporting categories and shall
23 include HEIDI data. The auditor general shall submit a report of
24 findings to the senate and house appropriations committees no later
25 than March 1, 1994.

26 (2) Student credit hours reports shall not include the following:

27 (a) Student credit hours generated through correspondence courses,
28 credit by examination, or inmate prison programs regardless of

1 teaching location.

2 (b) Student credit hours generated in new degree programs after
3 January 1, 1975, that have not been specifically authorized for
4 funding by the legislature, except spin-off programs converted from
5 existing core programs that do all of the following:

6 (i) Represent new options, fields, or concentrations within
7 existing programs.

8 (ii) Are consistent with the current institutional role and
9 mission.

10 (iii) Are accommodated within the continuing funding base of the
11 institution.

12 (iv) Do not require a new degree level beyond that which the
13 institution is currently authorized to grant within that discipline or
14 field.

15 (v) Do not require special grant funding from the state. As used
16 in this subparagraph, "special grant funding" means funding in
17 addition to that provided by the student credit hours generated within
18 the program, either before program initiation or within the first 3
19 years of program operation.

20 Sec. 702. The principal executive officer of each institution of
21 higher education receiving an appropriation under this act shall
22 expend a portion of the funds appropriated to the institution in
23 reporting to the house and senate appropriations committees, the
24 auditor general, the senate and house fiscal agencies, and the
25 department of management and budget within 60 days after the auditor
26 general issues his or her annual report on the operation of the
27 institution. The institution's report shall specify all of the
28 following:

1 (a) The recommendations of the auditor general implemented by the
2 institution, including projected dates and resources required, if any,
3 to achieve compliance.

4 (b) The recommendations of the auditor general not implemented by
5 the institution or implemented by the institution as modified.

6 (c) The rationale for not implementing a recommendation of the
7 auditor general or of implementing a recommendation as modified.

8 Sec. 703. A state university that has not reported project
9 completion and total expenditure of oil overcharge revenues shall
10 submit an annual report by October 1, 1994 to the public service
11 commission in the department of commerce.

1 GENERAL SECTIONS FOR FY94/95

2 Sec. 1201. In accordance with the provisions of section 30 of
 3 article IX of the state constitution of 1963, total state spending in
 4 this appropriation act is \$1,314,581,900.00. Of the funds
 5 appropriated in section 102 for campus based and other financial aid
 6 programs, it is determined that the portion of the funds utilized by
 7 community colleges are local spending pursuant to section 30 of
 8 article IX of the state constitution of 1963. Analysis of fiscal year
 9 1991-92 expenditures indicates that \$11,066,000.00 of the financial
 10 aid funds will be distributed to community college students by the
 11 college financial aid offices in accordance with statute for each
 12 program. The distribution is as follows:

13 GRANTS AND FINANCIAL AID

14	Indian tuition waiver	\$	828,000
15	Tuition incentive program (TIP)		6,288,000
16	Part-time independent student program		1,330,000
17	Michigan education opportunity grant		807,000
18	Michigan work study		1,813,000
19	Total	\$	11,066,000

20 Sec. 1202. (1) For institutions with fiscal years ending June 30,
 21 1995, the sums appropriated in this act are appropriated for their
 22 fiscal years ending June 30, 1995 and shall be paid out of the state
 23 treasury and distributed by the state treasurer to the respective
 24 institutions in 9 monthly installments for the period October 1 to
 25 June 30, pursuant to Act 190 of the Public Acts of 1991, being
 26 sections 487.2101 to 487.2104 of the Michigan Compiled Laws. For an
 27 institution with a fiscal year ending September 30, 1995, the sums
 28 appropriated in this act are appropriated for its fiscal year ending

1 September 30, 1995 and shall be paid out of the state treasury and
2 distributed by the state treasurer in 12 monthly installments for the
3 period October 1 to September 30 pursuant to Act 190 of the Public
4 Acts of 1991, being sections 487.2101 to 487.2104 of the Michigan
5 Compiled Laws. If the appropriations for the Martin Luther King, Jr.-
6 Cesar Chavez-Rosa Parks programs are not committed or awarded by April
7 1, 1995, the funds shall become subject to legislative transfer. Any
8 unexpended and unencumbered funds remaining on September 30, 1995 from
9 the amount appropriated for the Martin Luther King, Jr.-Cesar Chavez-
10 Rosa Parks programs shall lapse on September 30, 1995 and shall be
11 returned to the state general fund. The amount distributed to an
12 institution shall not exceed the net appropriations plus additional
13 distributions specifically authorized by this act.

14 (2) A detailed description of procedures utilized to arrive at the
15 amounts appropriated in section 102 shall be submitted to each
16 institution by the senate and house fiscal agencies.

17 Sec. 1203. All universities shall furnish all program and
18 financial information that is required by and in a manner prescribed
19 by the state budget director or the house and senate appropriations
20 committees.

21 Sec. 1204. Money received by the state from the federal
22 government or private sources for the use of a college or university
23 is appropriated for the purpose for which it was provided. The
24 acceptance and use of federal or private funds shall not place an
25 obligation upon the legislature to continue the purposes for which the
26 funds are made available.

27 Sec. 1205. The appropriations made and the expenditures
28 authorized under this act and the institutions, departments, agencies,

1 commissions, boards, offices, and programs for which an appropriation
2 is made under this act are subject to the management and budget act,
3 Act No. 431 of the Public Acts of 1984, being sections 18.1101 to
4 18.1594 of the Michigan Compiled Laws.

5 Sec. 1206. (1) The Michigan department of education, the Michigan
6 commission on Indian affairs and each university shall cooperate to
7 ensure accurate and consistent reporting and auditing of North
8 American Indian student enrollments. College and university financial
9 aid programs shall comply with all policies and procedures developed
10 pursuant to this section.

11 (2) As used in this section, "North American Indian" means that
12 term as defined in section 2 of Act No. 174 of the Public Acts of
13 1976, being section 390.1252 of the Michigan Compiled Laws or as
14 certified by a tribal organization.

15 **GRANTS AND FINANCIAL AID**

16 Sec. 1301. (1) Payments of the amounts included in section 102
17 for the state competitive scholarship program shall be distributed
18 pursuant to Act No. 208 of the Public Acts of 1964, being sections
19 390.971 to 390.981 of the Michigan Compiled Laws. The maximum per
20 award shall be \$1,200.00.

21 (2) The Michigan higher education assistance authority shall
22 implement a proportional competitive scholarship maximum award level
23 for recipients enrolled less than full-time in a given semester or
24 term.

25 Sec. 1302. (1) The amounts appropriated in section 102 for the
26 state tuition grant program shall be distributed pursuant to Act No.
27 313 of the Public Acts of 1966, being sections 390.991 to 390.997a of
28 the Michigan Compiled Laws. The maximum per grant shall be \$2,300.00.

1 (2) Tuition grant awards shall be made to all eligible Michigan
2 residents who apply before September 1, 1994, and who are qualified.

3 (3) The Michigan higher education assistance authority shall
4 determine an actual maximum tuition grant award per student that
5 ensures that the aggregate payments for the tuition grant program do
6 not exceed the appropriation contained in section 102 for the state
7 tuition grant program. By October 15, 1994, and again by December 15,
8 1994, the authority shall analyze the status of award commitments,
9 shall make any necessary adjustments, and shall confirm that those
10 award commitments will not exceed the appropriation contained in
11 section 102 for the tuition grant program. The determination and
12 actions shall be reported to the department of management and budget
13 and the house and senate appropriation subcommittees on higher
14 education no later than December 15, 1994. If award adjustments are
15 necessary, the students shall be notified of the adjustment by the
16 third Monday in January.

17 (4) Any unexpended and unencumbered funds remaining on September
18 30, 1995 from the amounts appropriated in section 102 for the tuition
19 grant program shall not lapse on September 30, 1995, but shall
20 continue to be available for expenditure for tuition grants provided
21 in the 1995-96 fiscal year.

22 (5) The Michigan higher education assistance authority shall
23 continue a proportional tuition grant maximum award level for
24 recipients enrolled less than full-time in a given semester or term.

25 Sec. 1303. The Michigan higher education assistance authority
26 shall determine the needs analysis criteria for students to qualify
27 for the competitive scholarship program and the tuition grant program.
28 To be consistent with federal requirements, student wages may be taken

1 into consideration when determining the amount of the award.

2 Sec. 1304. (1) Included in the appropriation in section 102 is
3 funding for the Michigan work study program established under Act No.
4 288 of the Public Acts of 1986, being sections 390.1371 to 390.1382 of
5 the Michigan Compiled Laws, and Act No. 303 of the Public Acts of
6 1986, being sections 390.1321 to 390.1332 of the Michigan Compiled
7 Laws. An effort should be made by each institution participating in
8 the Michigan work study program to assure that not less than 10% of
9 those undergraduate, graduate, and professional students eligible to
10 participate in the program are placed with for-profit employers no
11 later than December 31, 1994.

12 (2) The Michigan higher education assistance authority shall
13 allocate funds to institutions eligible for work study money based
14 upon each institution's specific Pell grant index and each
15 institution's utilization rate of work study funds for the 3 most
16 recent years for which statistics are available.

17 (3) The Michigan higher education assistance authority shall set
18 aside not more than 5% of the total work study appropriation to
19 process requests from participating institutions for allocation
20 adjustments. Allocation adjustments shall be based on criteria set by
21 the authority prior to making the allocations under subsection (2).

22 Sec. 1305. (1) Payments of the amounts included in section 102
23 for the general degree reimbursement program established under Act No.
24 75 of the Public Acts of 1974, being sections 390.1021 to 390.1027 of
25 the Michigan Compiled Laws, shall be made for all degrees identified
26 in section 390.1021(1) of Act No. 75 of the Public Acts of 1974, being
27 section 390.1021 of the Michigan Compiled Laws, except doctor of
28 dental surgery, doctor of dental medicine, juris doctor law, and

1 allied health degrees.

2 (2) The reimbursement rate per eligible degree shall be the
3 equally prorated amount permitted by the appropriation, except that
4 the amount of the reimbursement for each associate degree shall be 1/2
5 of the rate of reimbursement for the other degrees eligible under
6 subsection (1) for the general degree reimbursement program.

7 (3) From the general degree reimbursement program, \$135,300.00
8 shall be provided to Spring Arbor College for the southern Michigan
9 state prison program.

10 (4) From the general degree reimbursement program, \$200,500.00
11 shall be provided to the University of Detroit Mercy for graduate
12 research aid.

13 (5) From the general degree reimbursement program, \$30,100.00
14 shall be provided to Marygrove College for learning clinics.

15 (6) From the general degree reimbursement program, \$50,000.00
16 shall be provided to Suomi College for career education programs.

17 Sec. 1306. The reimbursement rate per eligible degree under the
18 allied health degree reimbursement program established under Act No.
19 75 of the Public Acts of 1974, being sections 390.1021 to 390.1027 of
20 the Michigan Compiled Laws, shall be the equally prorated amount
21 permitted by the appropriation included in section 102.

22 Sec. 1307. Funds disbursed through the degree reimbursement
23 programs shall not be used by any recipient institution for theology
24 or divinity programs.

25 Sec. 1308. To enable the legislature to evaluate the
26 appropriation needs of institutions of higher education, each
27 independent college and university shall make available to the
28 legislature, upon request, data regarding grants for the preceding,

1 current, and ensuing fiscal years.

2 Sec. 1309. The funds appropriated in section 102 for the American
3 Indian tuition waiver reimbursement established under Act No. 174 of
4 the Public Acts of 1976, being sections 390.1251 to 390.1253 of the
5 Michigan Compiled Laws, are to reimburse tuition waivers granted by
6 colleges before September 30, 1993. Only those expenses classified as
7 in-state resident tuition charges are eligible for reimbursement.

8 Sec. 1310. The funds appropriated in section 102 for the tuition
9 incentive program/high school completion program shall be distributed
10 pursuant to the administrative procedure for the tuition incentive
11 program/high school completion program in the department of social
12 services.

13 Sec. 1311. The auditor general shall audit selected enrollments,
14 degrees, and awards at selected independent colleges and universities
15 receiving awards administered by the department of education. The
16 audits shall be based upon definitions and requirements established by
17 the department of management and budget and the senate and house
18 fiscal agencies. The auditor general shall submit a report of
19 findings to the senate and house appropriations committees and
20 department of management and budget not later than May 1, 1995.

21 Sec. 1312. The sums appropriated in section 102 for the student
22 financial aid and degree reimbursement programs shall be paid out of
23 the state treasury and shall be distributed to the respective
24 institutions in accordance with a quarterly payment system as follows:

25 (a) For the state competitive scholarship, tuition incentive
26 program and tuition grant programs, 40% shall be paid at the beginning
27 of the state's first fiscal quarter, 40% at the beginning of the
28 state's second fiscal quarter, 10% at the beginning of the state's

1 third fiscal quarter, and 10% at the beginning of the state's fourth
2 fiscal quarter.

3 (b) For the work-study program, payments shall be made in 9
4 monthly installments from October 1 to June 30 of any year.

5 (c) For the part-time independent student program and Michigan
6 education opportunity grant program, 50% shall be paid at the
7 beginning of the state's first fiscal quarter, 25% at the beginning of
8 the state's second fiscal quarter, and 25% at the beginning of the
9 state's third fiscal quarter.

10 (d) For the general degree reimbursement program, allied health
11 degree reimbursement program, Michigan resident dental grant program,
12 Indian tuition waiver program, and Paul Douglas teacher scholarship
13 program, 50% shall be paid at the beginning of the state's first
14 fiscal quarter and 50% at the beginning of the state's second fiscal
15 quarter after the number of earned degrees conferred and total amounts
16 to be paid are certified.

17 (e) For the Byrd honor scholarship program, 100% shall be
18 allocated in the last quarter of the state's fiscal year.

19 **STATE UNIVERSITIES**

20 Sec. 1401. (1) The research excellence fund, previously
21 appropriated separately, is included in the amount of \$28,534,823.00
22 in section 102 in university operations. The research supported by
23 these funds shall be conducted in accordance with the following
24 guidelines:

25 (a) Leads to the development of scientific or technological
26 discoveries.

27 (b) Applies scientific or technological discoveries or advances to
28 new applications.

- 1 (c) Provides a tangible, direct benefit to the economy of the
2 state or region.
- 3 (d) Is of general interest to an entire industrial field.
- 4 (e) Contributes directly or indirectly to the development of
5 additional products or processes.
- 6 (f) May generate outside funding sources.
- 7 (g) The research results or technology advances may be transferred
8 to the private sector.
- 9 (h) These funds shall not be used for indirect costs or to
10 supplant existing research resources.
- 11 (2) Each state university shall report on the activities and
12 results of the research supported by these funds to the directors of
13 the house and senate fiscal agencies, and the director of the
14 department of management and budget by November 1, 1995. The report
15 shall be in a form and contain such information as determined by the
16 department of management and budget and the house and senate fiscal
17 agencies.
- 18 Sec. 1402. (1) Included in section 102 is \$5,000,000.00 to Wayne
19 State University for psychiatric research and training. Wayne State
20 University shall use these funds for psychiatric laboratory and
21 clinical research, training, and treatment services. Within the
22 available appropriation, services shall not be denied to any patient
23 who meets established research guidelines for treatment on the basis
24 of personal financial circumstances, age, geographic residence, or
25 projected/actual length of treatment as medically warranted.
- 26 (2) Wayne State University shall report the following information
27 to the department of mental health by April 1, 1995 with status update
28 reports on July 1, 1995 and October 1, 1995:

1 (a) The number and type of psychiatric research projects to be
2 funded by this appropriation.

3 (b) The number and type of students to be trained and the location
4 of training funded by this appropriation.

5 (c) Demographic data regarding the number and profile of patients
6 to receive psychiatric services funded by the appropriation and a
7 profile of the services provided.

8 (d) A summary budget outlining major expenditure categories and
9 any first and third party reimbursements.

10 (3) Copies of these reports shall also be provided to the house
11 and senate appropriations higher education subcommittees, the house
12 and senate appropriations mental health subcommittees, the house and
13 senate fiscal agencies, and the department of management and budget.

14 **MARTIN LUTHER KING, JR.-CESAR CHAVEZ-ROSA PARKS PROGRAMS**

15 Sec. 1501. (1) Included in the appropriation for each public
16 university in section 102 is funding for the Martin Luther King, Jr.-
17 Cesar Chavez-Rosa Parks future faculty program, that is intended to
18 increase the pool of minority candidates pursuing full-time faculty
19 teaching careers in postsecondary education in this state.

20 (2) The program shall be administered by each university in a
21 manner prescribed by the office of minority equity in the Michigan
22 department of education.

23 Sec. 1502. (1) Included in the appropriation for each public
24 university in section 102 is funding for the Martin Luther King, Jr.-
25 Cesar Chavez-Rosa Parks college day program that is intended to
26 introduce school children underrepresented in postsecondary education
27 to the potential of a college education.

28 (2) Individual program plans shall include a budget of equal

1 contributions from this program, the participating public university,
2 the participating school district, and the participating independent
3 degree granting college. College day funds may not be deducted to
4 cover indirect costs. No more than 20% of the university match may be
5 attributable to indirect costs.

6 (3) The program shall be administered by each university in a
7 manner prescribed by the office of minority equity in the Michigan
8 department of education.

9 Sec. 1503. (1) Included in section 102 is funding for the Martin
10 Luther King, Jr.-Cesar Chavez-Rosa Parks select student support
11 services programs for developing academically and economically
12 disadvantaged student retention programs for 4-year public and
13 independent educational institutions in this state.

14 (2) An award made under this program to any 1 institution shall
15 not be greater than \$150,000.00, and the amount awarded shall be
16 matched on a 70% state, 30% college or university basis.

17 (3) The program shall be administered by the office of minority
18 equity in the Michigan department of education.

19 Sec. 1504. (1) Included in section 102 is funding for the Martin
20 Luther King, Jr.-Cesar Chavez-Rosa Parks linkage program between 4-
21 year universities and public community colleges, which is intended to
22 increase the number of underrepresented minority students who transfer
23 from community colleges into baccalaureate programs.

24 (2) The grants under this program shall be made to Michigan
25 public universities. An award to any 1 institution shall not be
26 greater than \$150,000.00, and the amount awarded shall be matched on a
27 70% state, 30% university basis.

28 (3) The program shall be administered by the office of minority

1 equity in the Michigan department of education.

2 Sec. 1505. (1) Included in the appropriation in section 102 is
3 funding for the Martin Luther King, Jr.-Cesar Chavez-Rosa Parks
4 visiting professors program which is intended to increase the number
5 of minority instructors in the classroom and provide role models for.
6 underrepresented minority students.

7 (2) The program shall be administered by the office of minority
8 equity in the michigan department of education.

9 **UNIVERSITY SERVICE TO K-12 EDUCATION**

10 Sec. 1601. From the amount appropriated in section 102 for state
11 universities, the state universities shall systematically inform
12 Michigan high schools regarding the academic status of students from
13 each high school in a manner prescribed by the presidents council,
14 state universities of Michigan in cooperation with the Michigan
15 association of secondary school principals.

16 **GENERAL REPORTS AND AUDITS**

17 Sec. 1701. (1) The auditor general shall audit enrollments at 5
18 randomly selected public universities. The audits shall be based upon
19 the definitio and requirements established by the department of
20 management and budget and the senate and house fiscal agencies. The
21 audits shall be based on uniform reporting categories and shall
22 include HEIDI data. The auditor general shall submit a report of
23 findings to the senate and house appropriations committees no later
24 than March 1, 1995.

25 (2) Student credit hours reports shall not include the following:

26 (a) Student credit hours generated through correspondence courses,
27 credit by examination, or inmate prison programs regardless of
28 teaching location.

1 (b) Student credit hours generated in new degree programs after
2 January 1, 1975, that have not been specifically authorized for
3 funding by the legislature, except spin-off programs converted from
4 existing core programs that do all of the following:

5 (i) Represent new options, fields, or concentrations within
6 existing programs.

7 (ii) Are consistent with the current institutional role and
8 mission.

9 (iii) Are accommodated within the continuing funding base of the
10 institution.

11 (iv) Do not require a new degree level beyond that which the
12 institution is currently authorized to grant within that discipline or
13 field.

14 (v) Do not require special grant funding from the state. As used
15 in this subparagraph, "special grant funding" means funding in
16 addition to that provided by the student credit hours generated within
17 the program, either before program initiation or within the first 3
18 years of program operation.

19 Sec. 1702. The principal executive officer of each institution of
20 higher education receiving an appropriation under this act shall
21 expend a portion of the funds appropriated to the institution in
22 reporting to the house and senate appropriations committees, the
23 auditor general, the senate and house fiscal agencies, and the
24 department of management and budget within 60 days after the auditor
25 general issues his or her annual report on the operation of the
26 institution. The institution's report shall specify all of the
27 following:

28 (a) The recommendations of the auditor general implemented by the

1 institution, including projected dates and resources required, if any,
2 to achieve compliance.

3 (b) The recommendations of the auditor general not implemented by
4 the institution or implemented by the institution as modified.

5 (c) The rationale for not implementing a recommendation of the
6 auditor general or of implementing a recommendation as modified.

7 Sec. 1703. A state university that has not reported project
8 completion and total expenditure of oil overcharge revenues shall
9 submit an annual report by October 1, 1995 to the public service
10 commission in the department of commerce.

final page